

FY'04 APPROPRIATIONS REPORT

ACTIONS OF THE 2003 LEGISLATURE

**SENATE PRESIDENT PRO TEMPORE
Senator Cal Hobson**

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Oklahoma State Senate



FY'04 Appropriations Report

Actions of the 2003 Oklahoma Legislature

Update on FY'03 Appropriations

For a second consecutive year, declining revenues forced state agencies to reduce their general operating budgets during the course of the fiscal year. The 2002 Legislature passed a total state budget of \$5,513,391,671 for FY'03. The revenue shortfall forced the Office of State Finance to reduce general fund allocations to the state agencies by \$427,197,855, or an average of 7.63%. Agencies were forced to reduce current year budgets with reductions in purchases, elimination of travel, and begin implementation of reduction-in-force (RIF) plans for agency employees.

At the completion of FY'03 the Office of State Finance was able to increase state agencies general revenue allocation by \$51,268,125. This increase was mainly due to an increase in natural gas gross production revenue. Agencies were given the option of using this money to offset reductions in FY'03 or use the unexpected allocation as carryover to help with their FY'04 budgets. Please review each agency analysis to determine the use of these funds.

Overview of FY'04 Appropriations

The 2003 Legislature passed a total state budget of \$5,109,578,238 for FY'04. During the 2003 Session, the Legislature also appropriated \$46,463,165 in supplemental funding for FY'03 operations of state agencies.

Appropriations for FY'04 were \$403,813,433 lower than the original appropriation for FY'03 (before the addition of supplemental appropriations). This represents a decrease of 7.3%. Adjusting for supplemental appropriations, the difference between FY'03 and FY'04 was a decrease of \$23,078,743 or 0.4%. Table 1 in the Appendix summarizes the appropriations made during the 2003 Session.

The decrease in state appropriations was due to a decline in estimated revenue as certified by the Board of Equalization. The Board of Equalization certified \$677,627,043 (12.1%) less revenue than the previous year. The Legislature enacted several pieces of legislation that helped alleviate this shortfall. The Table below provides a complete list of legislative budget adjustments made during the 2003 Session.

2003 Session Revenue Enhancements

| | <u>Total for FY'04</u> | <u>Bill Number</u> |
|---|-----------------------------|--------------------|
| Reapportion Premium Tax to 100% Education Reform Revolving Fund | \$85,792,500 | SB 206 |
| Debt Refinancing G.O. Bond Cash-flow relief | \$34,290,032 | HB 1250, SB 200 |
| Natural Gas Certification Change | \$57,700,150 | HB 1250 |
| Special Event Sales Tax Collections/Permit Fees | \$1,012,893 | HB 1356 |
| Paper Remittance Discount \$2,500 | \$111,511 | HB 1356 |
| Non-resident Withholding from flow-thru entities | \$1,913,184 | HB 1356 |
| Tax Information/Comparison Data Mining | \$7,312,413 | HB 1356 |
| Income Tax Compliance for State Employees | \$1,822,080 | HB 1593 |
| Sales Tax Compliance for State Contractors | \$921,925 | HB 1593 |
| Use Tax Compliance Line on Tax Returns | \$383,521 | HB 1593 |
| Sales and Use Tax Acceleration | \$12,952,354 | HB 1593 |
| Abandoned Securities | \$2,113,750 | HB 1580 |
| Treasurer's Unclaimed Property | \$28,790 | HB 1580 |
| Federal Refund Offset Program | \$4,099,680 | SB 140 |
| Federal Election Reform | \$8,400,000 | SB 192 |
| Replacement License Plates | \$74,100 | SB 438 |
| Streamlined Sales Tax Amendments | \$368,632 | SB 708 |
| District Courts to be Self-Supporting | <u>\$9,500,000</u> | SB 81 |
| Total Revenue Enhancements | <u><u>\$228,797,515</u></u> | |

Supplemental Appropriations

The Legislature passed supplemental appropriations for FY'03 totaling \$46,463,165. The largest supplemental amounts went to the State Department of Education and the Department of Corrections. See Table 2 in the Appendix for specific supplemental appropriations.

SUBCOMMITTEE ON EDUCATION

Members:

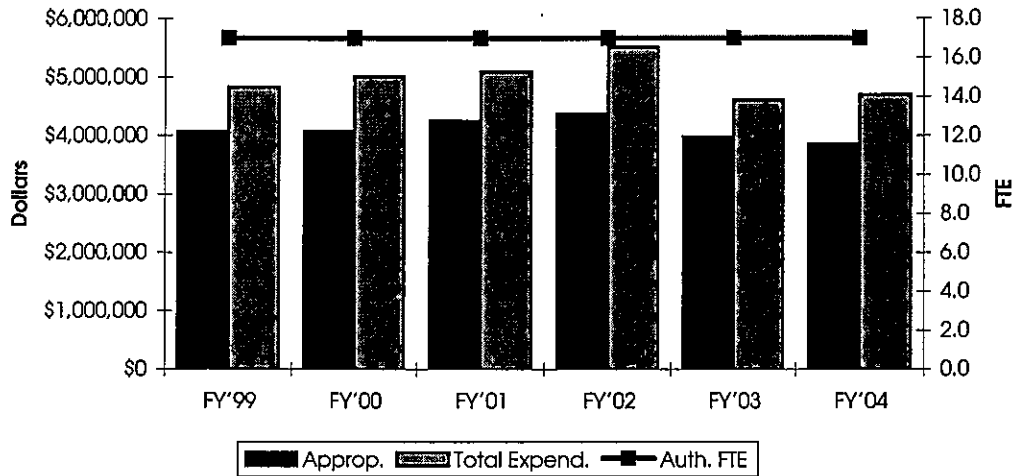
Senator Herb Rozell, Chair
 Senator Glenn Coffee
 Senator Johnnie Crutchfield
 Senator Kevin Easley
 Senator Charles Ford
 Senator Robert Milacek
 Senator Mark Snyder
 Senator Stratton Taylor
 Senator Penny Williams

Claudia San Pedro, Analyst

| <u>Agency</u> | <u>FY'03 Original Appropriation</u> | <u>FY'03 Revised Appropriation w/Supplementals</u> | <u>FY'04 Appropriation</u> | <u>\$ Change from Orig. FY'03</u> | <u>% Change from Orig. FY'03</u> | <u>%Change from Rev. FY'03</u> |
|--|---|--|--------------------------------|---|--|--|
| Arts Council | \$4,318,483 | \$3,979,482 | \$3,864,076 | (\$454,407) | -10.5% | -2.9% |
| Career and Technology Education | \$131,196,667 | \$120,897,729 | \$117,822,608 | (\$13,374,059) | -10.2% | -2.5% |
| Education, State Department of | \$2,040,028,941 | \$1,871,498,539 | \$1,950,875,385 | (\$89,153,556) | -4.4% | 4.2% |
| Educational Television Authority | \$3,741,795 | \$3,448,064 | \$3,448,064 | (\$293,731) | -7.9% | 0.0% |
| Higher Education, Regents for | \$851,255,610 | \$791,495,572 | \$768,130,523 | (\$83,125,087) | -9.8% | -3.0% |
| Land Office, Commissioners of | \$4,095,100 | \$4,095,100 | \$4,095,100 | \$0 | 0.0% | 0.0% |
| Libraries, Department of | \$6,891,409 | \$6,350,433 | \$6,166,270 | (\$725,139) | -10.5% | -2.9% |
| Physician Manpower Training Commission | \$5,606,623 | \$5,197,903 | \$5,017,537 | (\$589,086) | -10.5% | -3.5% |
| Private Vocational Schools, Board of | \$166,022 | \$152,989 | \$152,989 | (\$13,033) | -7.9% | 0.0% |
| Science & Math, School of | \$6,522,429 | \$6,010,418 | \$6,204,693 | (\$317,736) | -4.9% | 3.2% |
| Science & Technology, Center for | \$12,597,604 | \$11,608,692 | \$11,014,879 | (\$1,582,725) | -12.6% | -5.1% |
| Teacher Preparation, Commission on | \$2,219,555 | \$2,045,320 | \$1,986,005 | (\$233,550) | -10.5% | -2.9% |
| Subtotal | \$3,068,640,238 | \$2,826,780,241 | \$2,878,778,129 | (\$189,862,109) | -6.2% | 1.8% |

State Arts Council

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$4,069,644 | 16.4% | \$4,829,674 | 8.26% | 16.0 | 17.0 |
| FY'00 | \$4,083,091 | 0.3% | \$5,009,917 | 3.73% | 16.3 | 17.0 |
| FY'01 | \$4,255,497 | 4.2% | \$5,086,358 | 1.53% | 16.8 | 17.0 |
| FY'02 | \$4,373,672 * | 2.8% | \$5,507,034 | 8.27% | 16.9 | 17.0 |
| FY'03 | \$3,979,482 ** | -9.0% | \$4,603,291 | -16.41% | 16.6 | 17.0 |
| FY'04 | \$3,864,077 | -2.9% | \$4,695,622 | 2.01% | | 17.0 |
| 6 Year Change | -\$205,567 | -5.1% | -\$134,052 | -2.8% | | |
| Infl. Adjusted 6 Year Change | -\$592,879 | -14.6% | -\$604,713 | -12.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$4,545,772, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$4,318,483, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 4,318,483 | 17.0 |
| 1. FY'03 Budget Shortfall | -339,001 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. annual project support grant awards were reduced between 5 and 12 percent of the FY'02 level;</p> | | |
| <p>b. 44 tours were eliminated from the Oklahoma Touring Program;</p> | | |
| <p>c. 65 weeks were reduced from the Artists-in-Residence Program affecting approximately 20,000 children;</p> | | |
| <p>d. administrative/operating costs were reduced by cutting a constituent satisfaction survey and training workshops for those interested in receiving grants (\$11,373);</p> | | |
| <p>e. two ARTS Power education grant projects were cancelled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>3,979,482</u> | <u>17.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|--------------|------------|
| C. Adjusted FY'03 Appropriation | 3,979,482 | 17.0 |
| 1. FY'04 Budget Cut | -115,405 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This Reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's was reduced by an additional 2.9 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. Annual project support grants will be reduced 15 percent (\$308,275) for FY'04. These grants require matching funds. Organizations participating include Oklahoma City Philharmonic to the Ardmore Little Theatre.</p> | | |
| <p>b. ArtsPower Education Grants will be reduced by \$44,644, resulting in a 20 percent cut to individual grants.</p> | | |
| <p>c. The Artist-in-Residence program will be cut by \$12,500 impacting rural school districts. There will be 35 fewer weeks of artist residencies serving approximately 10,000 children.</p> | | |
| <p>d. The Local Government Challenge grants will be reduced by \$10,000, or five percent, which will result in three fewer communities receiving funds for local arts projects and events.</p> | | |

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------------|--------------------|
| Base Adjustments (cont'd.) | | |
| e. The presenting program will be reduced by \$5,363, or three percent, resulting in 10 fewer grants. | | |
| f. Administration will be reduced by \$11,124 and mini-grants will be reduced by \$27,500. | | |
| D. FY'04 Base Appropriation | <u>3,864,077</u> | <u>17.0</u> |
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>3,864,077</u></u> | <u><u>17.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

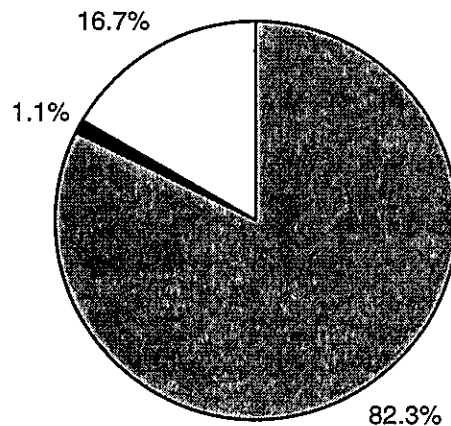
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$49,339, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|--|-------------|
| | \$3,864,077 |
| | \$49,339 |
| | \$782,206 |
| | \$4,695,622 |

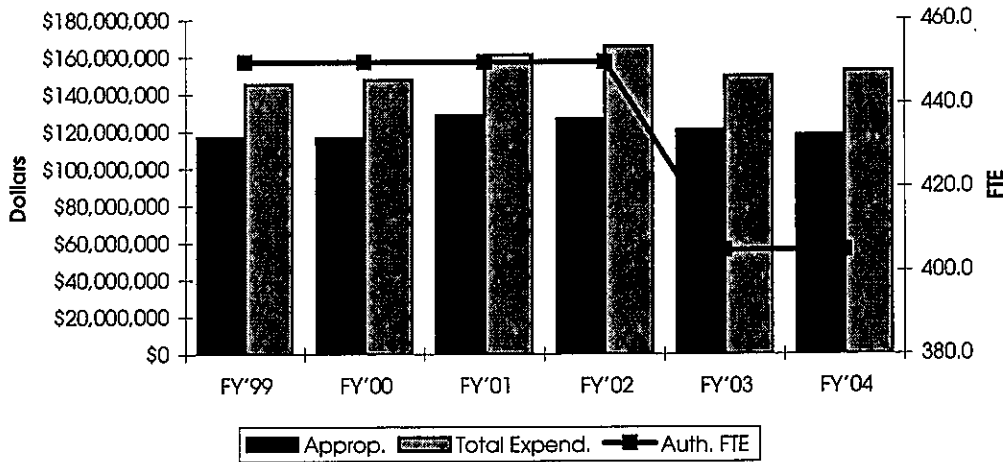


Appropriation Reference:
 HB 1158, Section 1

Expenditure Limit Reference:
 HB 1158, Sections 2-3

State Department of Career and Technology Education

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † 1 | Percent Change | Actual FTE | Auth. FTE |
|----------------|------------------|----------------|-------------------------------|----------------|------------|-----------|
| FY'99 | \$116,939,996 | 8.4% | \$145,304,667 | 2.2% | 393.0 | 450.0 |
| FY'00 | \$116,516,707 | -0.4% | \$147,796,494 | 1.7% | 392.1 | 450.0 |
| FY'01 | \$128,739,078 | 10.5% | \$161,239,664 | 9.1% | 387.2 | 450.0 |
| FY'02 | \$126,854,773 * | -1.5% | \$165,788,915 | 2.8% | 394.0 | 450.0 |
| FY'03 | \$120,897,729 ** | -4.7% | \$149,736,629 | -9.7% | 365.7 | 405.0 |
| FY'04 | \$117,822,607 | -2.5% | \$152,246,989 | 1.7% | | 405.0 |
| 6 Year Change | \$882,611 | 0.8% | \$6,942,322 | 4.8% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$12,542,861 | -10.7% | -\$10,405,687 | -7.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - Appropriation amount includes \$5 million appropriated from the Constitutional Reserve Fund.

FY'00 - Appropriation amount includes \$1 million from the Constitutional Reserve Fund and \$1 million from the Support Personnel Flexible Benefit Fund.

FY'01 - Appropriation amount includes \$3,615,334 in supplemental appropriations.

* The agency was originally appropriated \$131,846,398, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$131,196,667, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|--------------|
| A. FY'03 Appropriation | 131,196,667 | 405.0 |
| 1. FY'03 Budget Shortfall | -10,298,938 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. skill centers reduced five positions; b. comprehensive school equipment grants were reduced; and c. a Voluntary Buy-out of 31 employees was implemented. | | |
| B. Adjusted FY'03 Appropriation | <u>120,897,729</u> | <u>405.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|--------------|
| C. Adjusted FY'03 Appropriation | 120,897,729 | 405.0 |
| 1. FY'04 Budget Cut | -3,575,122 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This Reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's was reduced by an additional 2.9 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. reduce training programs; b. reduce Bid Assistance Centers; and c. adjust technology centers formula. | | |
| D. FY'04 Base Appropriation | <u>117,322,607</u> | <u>405.0</u> |

| | | |
|--|----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Training in Industry Program | 500,000 | |
| <p>Funds were provided to increase this program.</p> | | |
| Total Adjustments | <u>500,000</u> | <u>0.0</u> |

| | | |
|------------------------|---------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>117,822,607</u></u> | <u><u>405.0</u></u> |
|------------------------|---------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$1,498,943, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1068

This measure requires current members of the State Board of Career and Technology Education to resign as of March 30, 2003 and establishes residence and education requirements for new board members. New board members shall be appointed by April 1, 2003. There was no emergency clause so this bill will become effective August 29, 2003.

C. HB 1123

This measure states legislative intent that institutions of higher education within the Oklahoma State System of Higher Education, private institutions accredited by the Oklahoma State Regents for Higher Education, technology center school districts, schools or training programs licensed, accredited, approved or regulated by any state agency, and private schools licensed by the Oklahoma Board of Private Vocational Schools be prohibited from placing statements in documents or brochures given to students or advertising in publications that credits earned at the institution, training program, or school are fully accepted at another institution or school without a written agreement.

VI. FUNDING SOURCES - FY'04 BUDGET





FY'04 Appropriations

OSF Refund

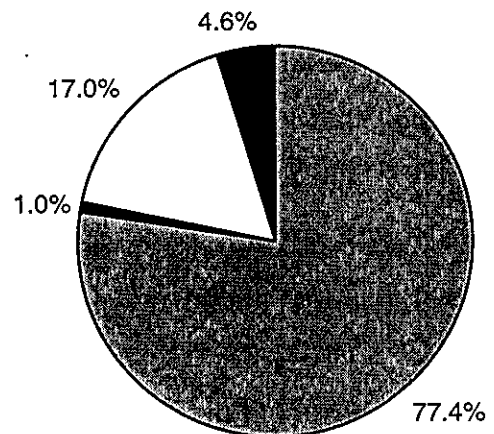
Revolving Funds

Federal Funds

Total FY'04 Budget

| | |
|---|---------------|
|  | \$117,822,607 |
|  | \$1,498,943 |
|  | \$25,900,636 |
|  | \$7,024,803 |
| <hr/> | |
| | \$152,246,989 |

FY'04 Budget by Source

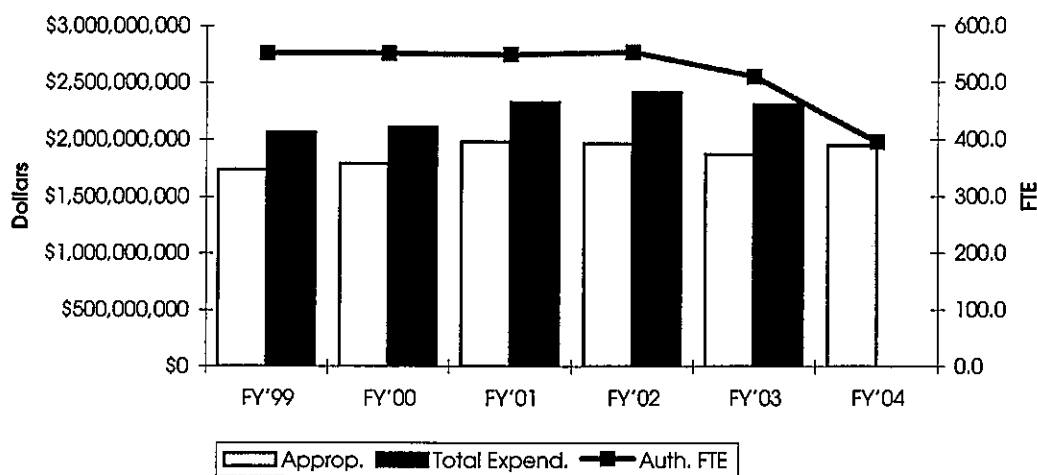


Appropriation Reference:
SB 20, Sections 1-3

Expenditure Limit Reference:
SB 20, Section 4

State Board of Education

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$1,738,531,635 | 6.9% | \$2,066,031,635 | 5.4% | 490.1 | 552.0 |
| FY'00 | \$1,790,456,788 | 3.0% | \$2,108,819,860 | 2.1% | 478.5 | 552.0 |
| FY'01 | \$1,981,791,430 | 10.7% | \$2,326,587,030 | 10.3% | 481.4 | 549.8 |
| FY'02 | \$1,964,628,581 * | -0.9% | \$2,414,779,153 | 3.8% | 538.0 | 554.0 |
| FY'03 | \$1,870,473,148 ** | -4.8% | \$2,307,772,827 | -4.4% | 453.0 | 511.0 |
| FY'04 | \$1,950,875,385 | 4.3% | | -100.0% | | 396.0 |
| 6 Year Change | \$212,343,750 | 12.2% | -\$2,066,031,635 | -100.0% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$9,951,638 | -0.6% | -\$2,066,031,635 | -100.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - Appropriation amount includes \$16.4 million appropriated from the Constitutional Reserve Fund.

FY'00 - Appropriation amount includes \$17.5 million from the Constitutional Reserve Fund and \$19.4 million from the Support Personnel Flexible Benefit Fund.

FY'01 - Appropriation amount includes \$47,583,990 from the Common Education Technology Revolving Fund and \$10.4 million in supplemental appropriations.

FY'02 - The Total Budget Expenditures number does not include \$3,617,301 that is appropriated to the State Department of Education but passed directly to the Oklahoma Commission for Teacher Preparation.

* The agency was originally appropriated \$2,034,909,789, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,040,028,941, but due to a revenue shortfall the agency's allocation was reduced. The number shown includes a supplemental appropriation of \$25,486,165.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------------|--------------|
| A. FY'03 Appropriation | \$2,040,028,941 | 511.0 |
| 1. FY'03 Budget Shortfall | -195,041,958 | |
| Due to a shortfall in the General Revenue fund, the State Department of Education's appropriations from general revenue was reduced by 7.85 percent. As a result of a 16.75 percent decrease in the 1017 Education Reform Revolving Fund the State Aid formula was further reduced. The total reduction to common education was 9.6%. The agency dealt with the reduction in the following manner: | | |
| a. Reduction-in-Force of 91 FTE from the Regional Education Service Centers and 20 from unfilled positions; | | -111.0 |
| b. reduced all line-item programs from alternative education to teachers health insurance by 7.85 percent; | | |
| c. the state aid formula was reduced by 8.63 percent; and | | |
| d. school districts were strongly encouraged to review their entire budgets to ensure that the impact of the shortfall had a minimal impact on classroom teachers and instruction. | | |
| 2. Supplemental | 25,486,165 | |
| To reduce the adverse impact of the revenue shortfall in the 1017 Education Reform Revolving Fund, supplemental funds from the Rainy Day Fund were appropriated to the State Aid formula. | | |
| B. Adjusted FY'03 Appropriation | <u>1,870,473,148</u> | <u>400.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------------|--------------|
| C. Adjusted FY'03 Appropriation | 1,870,473,148 | 400.0 |
| 1. FY'04 Budget Cut | 0 | |
| The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, the agency was exempted from this round of cuts. | | |
| D. FY'04 Base Appropriation | <u>1,870,473,148</u> | <u>400.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|--|-----------------------------|---------------------|
| E. Other Appropriation Adjustments | | |
| 1. Replace Portion of FY'04 budget cut. | 80,402,237 | |
| This amount was appropriated to the State Aid formula. With this appropriation, the common education budget will receive 4 percent more funding in FY'04 than their actual FY'03 budget. FY'03 cuts to teachers' retirement and health insurance were replaced by making additional cuts to other programs (see "Other Issues"). | | |
| 2. Office of Accountability | -250,120 | -4.0 |
| The Office of Accountability was transferred from the State Board of Education to the State Regents for Higher Education. | | |
| Total Adjustments | <u>80,402,237</u> | <u>-4.0</u> |
| F. FY'04 Appropriation | <u><u>1,950,875,385</u></u> | <u><u>396.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$17,325,627, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget hole.

B. Education Programs

The following education programs received increases or were maintained at their original FY'03 appropriation:

1. textbook funding was maintained at \$33,000,000;
2. State Aid was increased by \$80,402,183;
3. certified teachers' health insurance funding was increased by \$13,527,628;
4. support staff health insurance funding was increased by \$9,483,311;
5. Education Leadership Oklahoma received \$375,000; and
6. testing received \$113,000.

C. Central Operations Budget

The State Department of Education's central operations budget was reduced by an additional \$410,715 (total cut of 13 percent) and their FTE authorization was reduced by 16 FTE. (These numbers do not include the regional education service centers.)

D. Program Maintenance

The following education programs were maintained at the FY'03, 7.85 percent budget cut level:

1. the Great Expectations professional development program;
2. the School Lunch Matching Program;
3. Adult Education Program;
4. Early Intervention Program;
5. Statewide Alternative Education Program;
6. Summer Arts Institute;
7. Office of Accountability; and
8. Oklahoma Ambassador of Teaching.

E. Program Elimination

The following programs were eliminated or were not funded yielding a total savings of \$12,394,128. Savings were re-directed to fund teachers' health insurance and retirement.

1. Funding to 21 Regional Education Service Centers that provide psychometric services to school districts across the state (\$4,683,314), resulting in a Reduction-in-Force of 92 people effective July 1, 2003.
2. Psychometric service contracts for five school districts (\$776,811).
3. Seven Professional Development Centers that provide a variety of seminars and resource material throughout the year (\$568,569), resulting in a possible Reduction-in-Force of seven people responsible for staffing the center.
4. Mentor Teacher Stipends (\$908,758) provided up to \$500 to teachers who volunteered to be a mentor teacher to first year resident teachers.
5. School Lunch programs were reduced by \$2,582,183.
6. Funding for Special Education Assistance (\$1,036,648) was not provided.
7. Funding in the amount of \$1,044,686 was not provided for Homeward Bound, which reimburses school districts for special education costs of children not in their district.
8. Community education grants (\$437,850) were not funded.
9. Telecommunications grants to higher education institutions for on-line course development (\$355,309) were not funded.

F. Program Reductions

The following programs were reduced between 15 and 54 percent yielding a total savings of \$14,730,048. These saving were re-directed to teachers health insurance and retirement.

1. The \$3,000 certified salary increase funding was reduced by \$6,198,826 due to an anticipated decrease in the number of teachers in districts for FY'04. This assumes 5,000 fewer teachers for FY'04.
2. Professional development funds disbursed to school districts based on their average daily attendance was reduced by 54 percent (\$2,326,945).
3. Funding for reading sufficiency remediation was reduced by 19 percent (\$585,000).
4. Schools' Attuned Professional Development Program was reduced by 15 percent (\$172,546).
5. Advanced placement grants were reduced 54 percent (\$1,811,169).
6. Alternative and High Challenge grants were reduced by 54 percent (\$761,072).
7. Driver education funds were reduced by 58 percent (\$524,967).
8. Parents as Teachers program grants were reduced by 54 percent (\$1,295,709).
9. Small school cooperative and incentive grants were reduced by 54 percent (\$376,444).
10. The Virtual Internet School in Oklahoma Network program was reduced by 54 percent (\$677,370).

G. HB 1153

This measure renames an existing program to the Oklahoma School Voluntary Consolidation and Annexation Act, establishes new dates for access to the School Consolidation Assistance Fund and limits the number of competitive school programs which consolidated or annexed districts receive preference. Bill provisions also state that beginning July 1, 2003, school districts consolidating or annexing districts are exempt from class size requirements for five years, general fund balances are allowable for three years, and the weighted district size calculation is adjusted for three years.

H. HB 1278

This bill creates the Oklahoma Education Lottery Act, creates the Oklahoma Lottery Commission, establishes the Lottery Retailer Advisory Board, creates the Oklahoma Education Lottery Trust Fund, creates the Oklahoma Lottery Commission Legislative Oversight Committee and establishes purpose, duties, apportionment and appropriation of lottery proceeds. Monies in the Oklahoma Lottery Trust Fund are appropriated as follows: 45% for kindergarten through twelfth grade public education and early childhood development programs; 45% for tuition, grants, loans and scholarships for citizens to attend colleges and universities that are accredited by the State Regents are part of the State System of Higher Education and/or institutions operated under the authority of the Department of Career and Technology Education. Other purposes for funding under this category are construction of educational facilities and capital outlay projects for

elementary and independent school districts, the Oklahoma State System of Higher Education and career and technology education. Also included are technology, professional training in the application of computers, interactive learning environments in the classroom, and access to the statewide distance learning network for the same educational entities as listed above. In addition, funding is provided for endowed chairs and professorships and for programs and personnel of the Oklahoma School for the Deaf and the Oklahoma School for the Blind. An additional 5% is to go to the Teachers Retirement System Dedicated Revenue Retirement Fund. The remaining 5% is directed to the School Consolidation and Assistance Fund. All of these funds are to enhance and not supplant other funding.

I. HB 1257

This bill requires every school district to transmit a copy of the income and expenditures statement to the State Department no later than July 31. The State Department is directed to post the data on its Internet website in a form that is accessible to the public.

J. HB 1767

This measure creates numerous opportunities for improving Common Education.

1) Accountability

- a. requires a review and comparison of earlier reforms in HB 1017, HB 1759, and HR 1, No Child Left Behind to identify duplications or conflicts;
- b. creates the School State Aid Funding Study Group to evaluate and make recommendations on the State Aid Formula; provides funding to the Legislative Services Bureau to contract for consultant services;
- c. creates the Task Force on School District Administration Reorganization or Consolidation;
- d. defines administrative services; requires superintendents to code their time worked as administrative costs regardless of the services performed, except for teaching superintendents; requires an annual report showing the administrative services costs and the percentage of those costs of the district's total expenditures for the preceding year;
- e. specifies a teacher working in the same school district in the preceding year may not receive a lower salary and benefits package unless the teacher's duties or hours have changed; provides for forfeiture of State Aid for willfully making such reductions; provides for an additional penalty reduction of the district's State Aid in the amount owed which will be given to the teacher; and, establishes a complaint process to the State Department of Education, which must investigate the complaints; and
- f. delays implementation of reforms from HB 1759 due to lack of funds

2) Efficiency

- a. establishes a career teacher pre-termination hearing and probationary teacher hearing;

- b. requires the receiving district notify the resident district and parents of the student of the cancellation of the student's transfer by June 1 to be effective for the next school year;
- c. modifies Charter School non-renewal notice time limit to 60 days prior to the expiration of the contract;
- d. authorizes the school district superintendent to transfer up to a total of 25% of the total appropriation from one account, fund or program category to another, but prohibits a transfer between the general fund and building fund. The State Department must be notified of any fund transfer in writing or electronically;
- e. authorizes the VISION Coordinating Committee to enter into cooperative partnerships with private Oklahoma-based companies, and establishes goals and sets standards; and
- f. deletes the requirement for reporting to the county clerk reductions of State Aid funding allocations.

3) Waivers/Deregulations

- a. authorizes the State Board to waive class size penalties if caused by economic hardship; requires a report of school districts which exceed class size limitations including districts at 85% bonded indebtedness, and requires the State Board to collect and submit a list of bond projects, categorized by type of project;
- b. provides a two-year extension for persons who held a provisional certificate in speech-language pathology during the 1998-99 school year;
- c. provides that for school year 2003-2004, a residency committee for teachers may function with only two members;
- d. modifies the truancy age from 16 to 12 years for earlier intervention and allows persons 18 years or older to petition the court for expungement of juvenile truancy records;
- e. exempts school districts from any financial penalty for administrative services expenditures greater than the current limitations which may occur in 2004 and 2005 school years; and
- f. authorizes an automatic waiver from implementing an alternative education program for elementary school districts that do not have one in place currently.

In addition, this bill transfers the Office of Accountability, including funding, personnel, furniture, equipment, and supplies from the State Board of Education to the State Regents for Higher Education, while retaining its position in relation to the Education Oversight Board.







K. SB 201

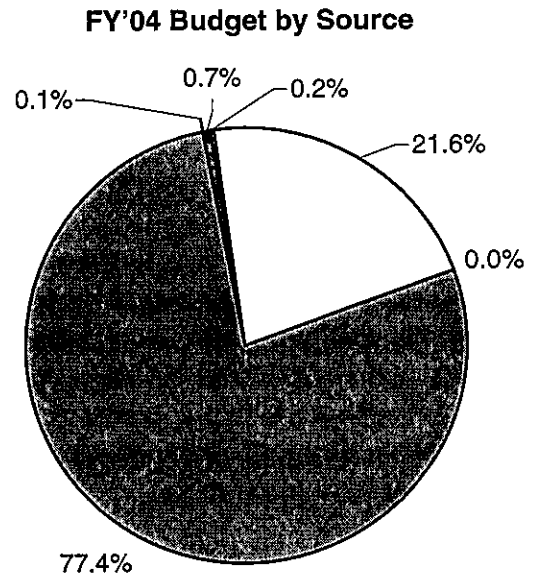
This bill transfers \$4.8 million from the Common Education Technology Revolving Fund to the Ad Valorem Reimbursement Fund.

L. SB 216

This measure authorizes the boards of two or more school districts to contract with one superintendent to serve as superintendent of the multiple school districts and allows two or more school districts to enter into a mutual or separate contracts with a superintendent, administrator or teacher or with a person to provide support services, to provide those same services, under conditions agreed upon by the districts. Each district must agree to share the employee, enter into agreement related to the division of payments for benefits, travel, etc. and, if not included in the contracts then each district's pro rata share of the employee's retirement contribution shall be paid into the Teachers Retirement System of Oklahoma.

VI. FUNDING SOURCES - FY'04 BUDGET

| | | |
|---------------------------|---|------------------------|
| FY'04 Appropriations |  | \$1,947,425,080 |
| Revolving Funds |  | \$2,172,140 |
| OSF Refund |  | \$17,325,627 |
| Pass-through Monies |  | \$4,124,515 |
| Federal Funds |  | \$544,677,170 |
| Reapp./Redisign. Funds |  | \$316,059 |
| Total FY'04 Budget | | \$2,516,040,591 |



Appropriation Reference:

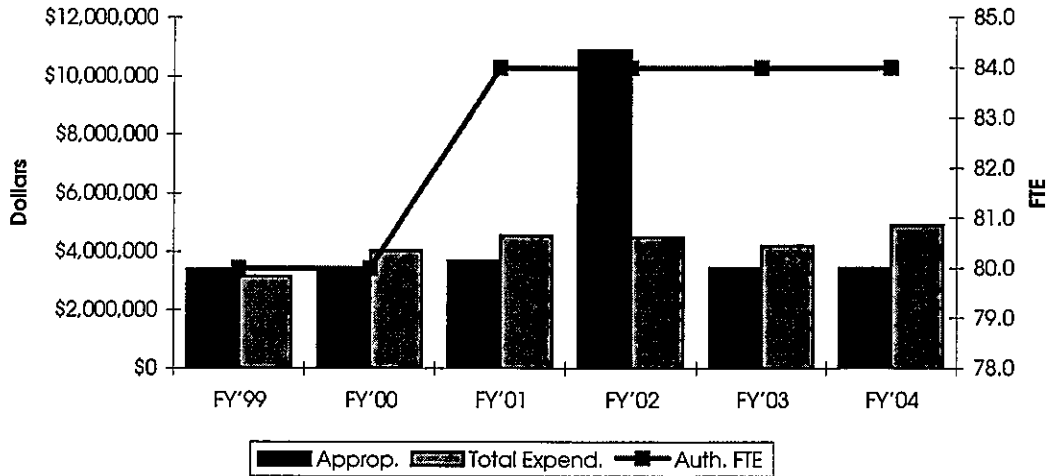
- HB 1160, Sections 1-5
- HB 1162, Sections 1-4 and 6-9
- HB 1007, Section 1
- HB 1167, Sections 1-8
- HB 1769, Sections 29-31

Expenditure Limit Reference:

- HB 1162, Section 10

Oklahoma Educational Television Authority

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$3,385,382 | 3.1% | \$3,149,242 | 4.4% | 61.0 | 80.0 |
| FY'00 | \$3,441,158 | 1.6% | \$4,024,405 | 27.8% | 66.9 | 80.0 |
| FY'01 | \$3,685,817 | 7.1% | \$4,546,364 | 13.0% | 72.0 | 84.0 |
| FY'02 | \$10,889,614 * | 195.4% | \$4,493,022 | -1.2% | 72.1 | 84.0 |
| FY'03 | \$3,448,064 ** | -68.3% | \$4,195,767 | -6.6% | 67.1 | 84.0 |
| FY'04 | \$3,448,064 | 0.0% | \$4,902,657 | 16.8% | | 84.0 |
| 6 Year Change | \$62,682 | 1.9% | \$1,753,415 | 55.7% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$330,213 | -9.8% | \$1,194,774 | 37.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$3,938,732, but due to a revenue shortfall the agency's allocation was reduced. The amount shown includes a supplemental appropriation of \$400,000 and a one-time appropriation of \$6.7 million for digital television conversion.

** The agency was originally appropriated \$3,741,795 for their operating budget, but due to a revenue shortfall the agency's allocation was reduced.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 3,741,795 | 84.0 |
| 1. FY'03 Budget Shortfall | -293,731 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. the agency left 7.5 positions vacant;</p> <p>b. utilized \$65,262 in carryover funds; and</p> <p>c. utilized \$72,760 in one-time transfer funds from the Foundation.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>3,448,064</u> | <u>84.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 3,448,064 | 84.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, OETA was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>3,448,064</u> | <u>84.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>3,448,064</u></u> | <u><u>84.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$42,751, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Digital Television





The agency was originally to have four stations broadcasting in programming testing mode for Digital Television in May of this year. The agency was able to have one channel, 32 in Oklahoma City, but requested and received a temporary station order which extended the deadline for the other three stations until November of 2003. They will be in programming testing mode for FY'03 which involves broadcasting four hours of digital programs a day. This will cost \$372,000. The agency was re-appropriated \$200,000 from their capital DTV funding, the foundation will match this amount to meet this cost.

C. Replacement of Analog Transmitter

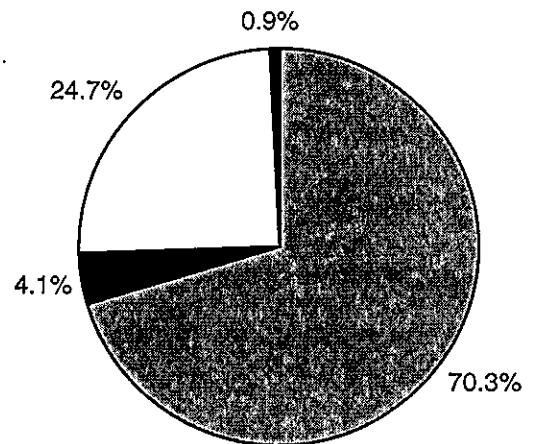
The agency had requested \$315,000 in supplemental funding to match \$210,000 in federal funds to replace the Cheyenne analog transmitter. The transmitter is over 22 years old and does not always function properly. The average lifespan for a transmitter is 10 to 15 years. The foundation provided the funding.

VI. FUNDING SOURCES - FY'04 BUDGET

| |
|----------------------|
| FY'04 Appropriations |
| Special Cash Fund |
| Revolving Funds |
| OSF Refund |
| Total FY'04 Budget |

| | |
|---|-------------|
|  | \$3,448,064 |
|  | \$199,516 |
|  | \$1,212,326 |
|  | \$42,751 |
| <hr/> | |
| | \$4,902,657 |

FY'04 Budget by Source

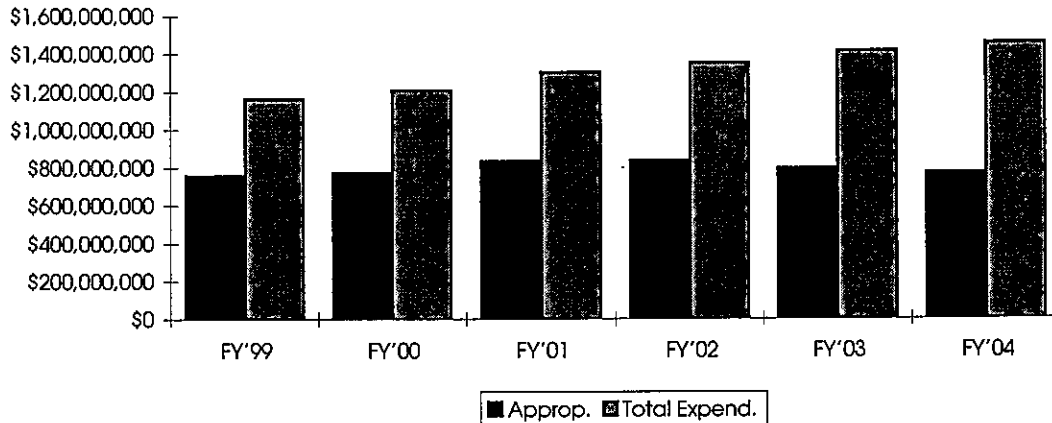


Appropriation Reference:
HB 1161, Sections 1 and 4-5

Expenditure Limit Reference:
HB 1161, Sections 2-3

Oklahoma State Regents for Higher Education

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE*</u> | <u>Auth. FTE*</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|--------------------|-------------------|
| FY'99 | \$757,862,120 | 9.3% | \$1,161,816,564 | 8.2% | N/A | N/A |
| FY'00 | \$772,165,329 | 1.9% | \$1,206,950,162 | 3.9% | N/A | N/A |
| FY'01 | \$833,015,553 | 7.9% | \$1,300,349,850 | 7.7% | N/A | N/A |
| FY'02 | \$834,845,474 ** | 0.2% | \$1,347,344,175 | 3.6% | N/A | N/A |
| FY'03 | \$791,495,572 ^ | -5.2% | \$1,410,586,079 | 4.7% | N/A | N/A |
| FY'04 | \$768,130,523 | -3.0% | \$1,451,510,523 | 2.9% | | |
| 6 Year Change | \$10,268,403 | 1.4% | \$289,693,959 | 24.9% | | |
| Infl. Adjusted 6 Year Change | -\$77,257,368 | -10.2% | \$124,299,441 | 10.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* This agency is not subject to FTE limits.

FY'99 - Appropriation amount includes \$24,000,000 appropriated from the Constitutional Reserve Fund.

FY'00 - Appropriation amount includes \$23.5 million from the Constitutional Reserve Fund.

FY'01 - Appropriation amount includes \$95,167,980 from the Oklahoma Tuition Scholarship Revolving Fund and the Higher Education Capital Revolving Fund and \$16,843,396 in supplemental appropriations.

** The agency was originally appropriated \$860,475,547, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ The agency was originally appropriated \$851,255,610, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|------------|
| A. FY'03 Appropriation | 851,255,610 | N/A |
| 1. FY'03 Budget Cut | | |
| Due to a revenue shortfall in the General Revenue Fund, the higher education budget's general revenue appropriation was reduced by 7.85 percent. Since higher education receives funding from other sources, the total cut to higher education was only 7 percent. Higher Education dealt with the cuts in the following manner: | -59,760,038 | |
| a. state financial aid and scholarship programs were exempted from cuts; and | | |
| b. administration and institutional budgets were reduced by 7.25 percent. | | |
| B. Adjusted FY'03 Appropriation | <u>791,495,572</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------|------------|
| C. Adjusted FY'03 Appropriation | 791,495,572 | N/A |
| 1. FY'04 Budget Cut | | |
| The system was reduced by an additional 2.9 percent. Colleges and Universities will use their authority to increase tuition to offset these cuts. Special programs will be reduced by more than the total cut to ensure scholarship programs are not cut. | -23,615,169 | |
| D. FY'04 Base Appropriation | <u>767,880,403</u> | <u>N/A</u> |

| | | |
|---|----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Office of Accountability | 250,120 | |
| The Office of Accountability and all its assets were transferred from the State Board of Education to Higher Education. | | |
| Total Adjustments | <u>250,120</u> | <u>0.0</u> |

| | | |
|------------------------|---------------------------|-------------------|
| F. FY'04 Appropriation | <u><u>768,130,523</u></u> | <u><u>N/A</u></u> |
|------------------------|---------------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$8,697,683, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1167

This bill requires the Oklahoma State Regents for Higher Education to service the fiscal operations of the Office of Accountability by establishing appropriate funds and accounts. Funds and accounts will continue to be subject to control of the Education Oversight Board. Incumbent unclassified employees are transferred without a loss of pay and benefits and operational funding of \$250,120 is transferred in addition to revolving funds which were originally reappropriated to the State Board of Education. The State Regents will allocate these funds to the Office of Accountability for the purpose of continuing performance-based audits of public school districts.

C. HB 1748

This measure requires the Oklahoma State Regents for Higher Education to submit a report of tuition and fees for the current year for each institution within the state system to the Governor, Speaker of the House of Representatives, President Pro Tempore of the Senate and the minority floor leaders and education committee chairs of both houses. The report must include data on the impact of any tuition or fee increase on the ability of students to meet the costs of attendance, enrollment patterns and availability of financial aid. Finally, the bill authorizes the State Regents to establish undergraduate resident tuition as follows:

- 1) The comprehensive universities combined average of resident tuition and mandatory fees must be less than the combined average of resident tuition and mandatory fees at the state-supported institutions that are members of the Big Twelve Conference; and, the non-resident combined average of tuition and mandatory fees must be less than 105% of the combined average of non-resident tuition and mandatory fees of state-supported institutions that are members of the Big Twelve Conference.
- 2) The regional universities and two-year colleges combined average of resident tuition and mandatory fees must be less than the combined average of resident tuition and mandatory fees at like-type supported institutions of higher education as determined by the State Regents that include, but are not limited to, those adjacent to Oklahoma; and, the non-resident combined average of tuition and mandatory fees must be less than 105% of the combined average of non-resident tuition and mandatory fees of like-type state-supported institutions of higher education as determined by the State Regents that include, but are not limited to, those adjacent to Oklahoma.

In the establishment of resident tuition rates for undergraduate and graduate education, the State Regents are required to balance the affordability vs. the availability of learning opportunities. Consideration will include the level of state appropriations, the state economy, per capital income and cost of living, the college-going and college-retention rates and the availability financial aid. The combined average of resident tuition rates, non-resident tuition rates and mandatory fees for graduate and professional courses and programs are to remain less than the combined average of like-type courses and programs. An academic services fee is not to exceed the actual costs of the academic services.

This bill repeals separate tuition rates for the technical branches and the special services fees.

D. SB 201

This measure transfers \$4,800,000 each from the Higher Education Capital Revolving Fund and the Oklahoma Tuition Scholarship Revolving Fund to the Ad Valorem Reimbursement Fund.

E. SB 326

This bill modifies enrollment qualifications for the Oklahoma Higher Learning Access Program by extending enrollment to students in grades eight, nine and ten.

F. SB 520

This measure creates the Oklahoma Tuition Equalization Grant Act which provides grants to Oklahoma residents enrolled as undergraduate students in Oklahoma private or independent institutions of higher education which are approved by the State Regents. Bill provisions state eligibility criteria and establish conditions for receiving the \$2,000 grant. First-time freshmen for he 2003-2004 school year are the first class eligible for the grants if funds are available. SB 520 also creates the Oklahoma Tuition Equalization Grant Trust Fund with the State Regents as trustees.

G. SB 596

This bill expands eligibility to include non-citizen students for enrollment in an institution within the Oklahoma State System of Higher Education if the student 1) graduated from a public or private high school in Oklahoma or successfully completed the GED, 2) has resided in the state with a parent or guardian at least two years prior to meeting the educational requirement, 3) satisfies admission standards and 4) has secured admission to and enrolled in an institution. These students may satisfy immigration status by filing an affidavit stating the filing of an application or a petition pending with the Bureau of Citizenship and Immigration Services or filing an affidavit of the intent to do so. Such students will be eligible for scholarships and financial aid regardless of immigration status.

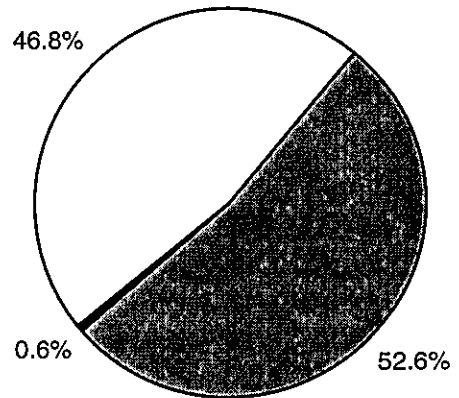
VI. FUNDING SOURCES - FY'04 BUDGET

The following two graphs show the breakdown of the total funding sources (\$1,451,510,523) for the State Regents for Higher Education.

FY'04 Budget by Source

Higher Education Institutions

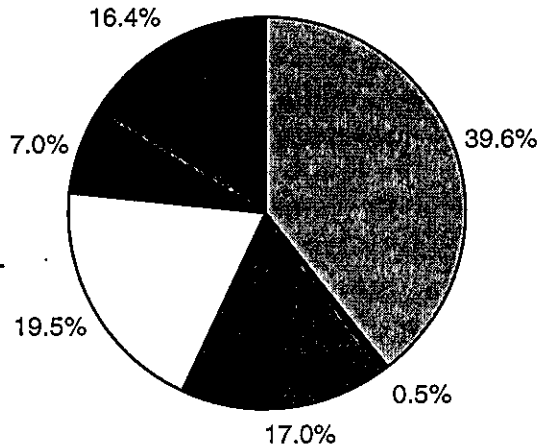
| | |
|--------------------------------|------------------------|
| FY'04 Appropriations | \$697,336,875 |
| FY'03 Residual General Revenue | \$8,079,354 |
| Revolving Funds | \$621,342,272 |
| Total FY'04 Budget | \$1,326,758,501 |



FY'04 Budget by Source

Oklahoma State Regents for Higher Education

| | |
|--------------------------------|----------------------|
| FY'04 Appropriations | \$49,344,030 |
| FY'03 Residual General Revenue | \$618,329 |
| Constitutional Reserve Funds | \$21,199,498 |
| Revolving Funds | \$24,388,079 |
| OSF Refund | \$8,697,683 |
| Federal Funds | \$20,504,403 |
| Total FY'04 Budget | \$124,752,022 |

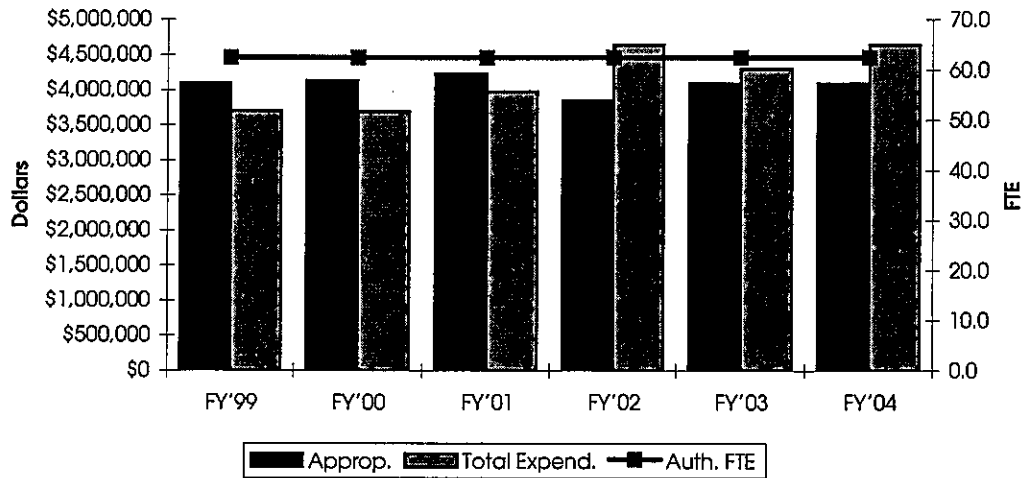


Appropriation Reference:
 SB 172, Sections 1-8
 HB 1767, Sections 29-31

Expenditure Limit Reference:
 N/A

Commissioners of the Land Office

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$4,092,947 | 6.4% | \$3,704,962 | 2.6% | 55.3 | 62.5 |
| FY'00 | \$4,135,788 | 1.0% | \$3,693,481 | -0.3% | 56.0 | 62.5 |
| FY'01 | \$4,233,763 | 2.4% | \$3,977,432 | 7.7% | 53.9 | 62.5 |
| FY'02 | \$3,850,542 * | -9.1% | \$4,638,689 | 16.6% | 60.0 | 62.5 |
| FY'03 | \$4,095,100 | 6.4% | \$4,301,122 | -7.3% | 53.7 | 62.5 |
| FY'04 | \$4,095,100 | 0.0% | \$4,638,789 | 7.9% | | 62.5 |
| 6 Year Change | \$2,153 | 0.1% | \$933,827 | 25.2% | | |
| Infl. Adjusted 6 Year Change | -\$464,469 | -11.3% | \$405,253 | 10.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$4,310,632, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 4,095,100 | 62.5 |
| 1. FY'03 Budget Shortfall Unlike other state agencies, the Commissioners of the Land Office does not receive state appropriated funds. Under state law they are allowed to expend up to 6 percent of all revenue received for disbursement to schools and higher education institutions for their administration. They did not experience a shortfall during this fiscal year. | 0 | |
| B. Adjusted FY'03 Appropriation | <u>4,095,100</u> | <u>62.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. FY'03 Adjusted Appropriation | 4,095,100 | 62.5 |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in available revenues for FY'04. This Reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. This agency does not receive General Revenue funding and was spared any budget reductions. | 0 | |
| D. FY'04 Base Appropriation | <u>4,095,100</u> | <u>62.5</u> |

| | | |
|---|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. FY'04 While the equalization board certified over \$5.4 million for the agency, the Legislature only authorized the expenditure of \$4,095,100. The difference will be disbursed to school districts across the state. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>4,095,100</u></u> | <u><u>62.5</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES



A. None.

V. OTHER ISSUES

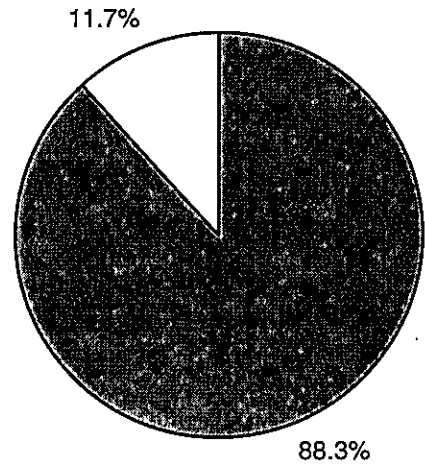
A. None.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
Total FY'04 Budget

| | |
|---|-------------|
|  | \$4,095,100 |
|  | \$543,689 |
| | <hr/> |
| | \$4,638,789 |

FY'04 Budget by Source

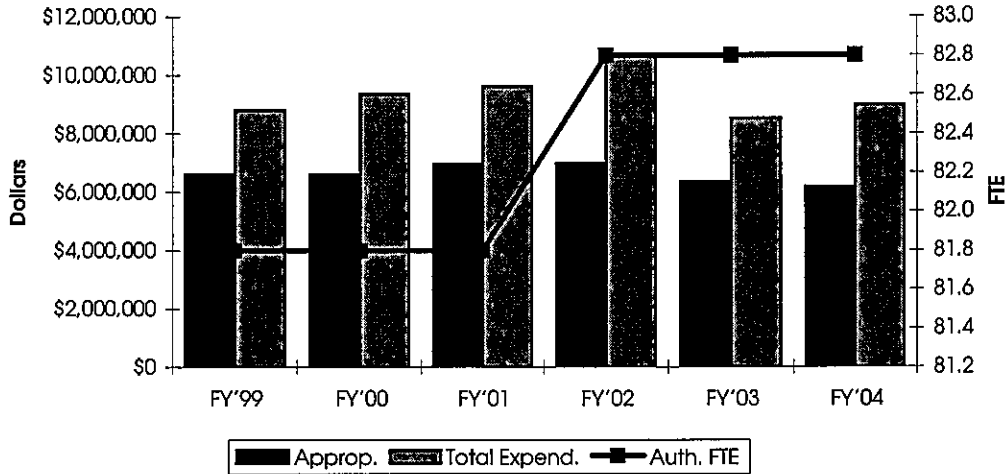


Appropriation Reference:
SB 24, Section 1

Expenditure Limit Reference:
SB 24, Sections 2-3

Oklahoma Department of Libraries

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$6,607,487 | 10.5% | \$8,809,975 | 2.4% | 81.7 | 81.8 |
| FY'00 | \$6,602,568 | -0.1% | \$9,358,170 | 6.2% | 77.9 | 81.8 |
| FY'01 | \$6,960,586 | 5.4% | \$9,611,677 | 2.7% | 74.3 | 81.8 |
| FY'02 | \$6,979,479 * | 0.3% | \$10,677,937 | 11.1% | 81.0 | 82.8 |
| FY'03 | \$6,350,433 ** | -9.0% | \$8,524,577 | -20.2% | 72.6 | 82.8 |
| FY'04 | \$6,166,270 | -2.9% | \$8,975,985 | 5.3% | | 82.8 |
| 6 Year Change | -\$441,217 | -6.7% | \$166,010 | 1.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,143,842 | -17.3% | -\$856,772 | -9.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$7,254,115, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$6,891,409, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 6,891,409 | 82.8 |
| 1. FY'03 Budget Shortfall | -540,976 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. reduced travel expenditures;</p> | | |
| <p>b. delayed or reduced purchases of computers, supplies and other materials;</p> | | |
| <p>c. reduced state aid to public libraries; and</p> | | |
| <p>d. left eight positions vacant.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>6,350,433</u> | <u>82.8</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 6,350,433 | 82.8 |
| 1. FY'04 Budget Cut | -184,163 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 2.9 percent. The agency dealt with the cut in the following manner:</p> | | |
| <p>a. pay for the statewide license database with federal funds instead of state funds; and</p> | | |
| <p>b. fewer funds will be available for technology, community and public library grants because of the use of these federal funds.</p> | | |
| D. FY'04 Base Appropriation | <u>6,166,270</u> | <u>82.8</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>6,166,270</u></u> | <u><u>82.8</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.





V. OTHER ISSUES

A. OSF Refund

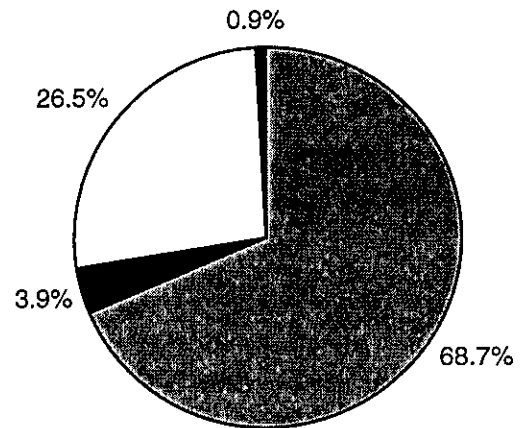
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$78,735, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
Federal Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$6,166,270 |
|  | \$350,000 |
|  | \$2,380,980 |
|  | \$78,735 |
| <hr/> | |
| | \$8,975,985 |

FY'04 Budget by Source

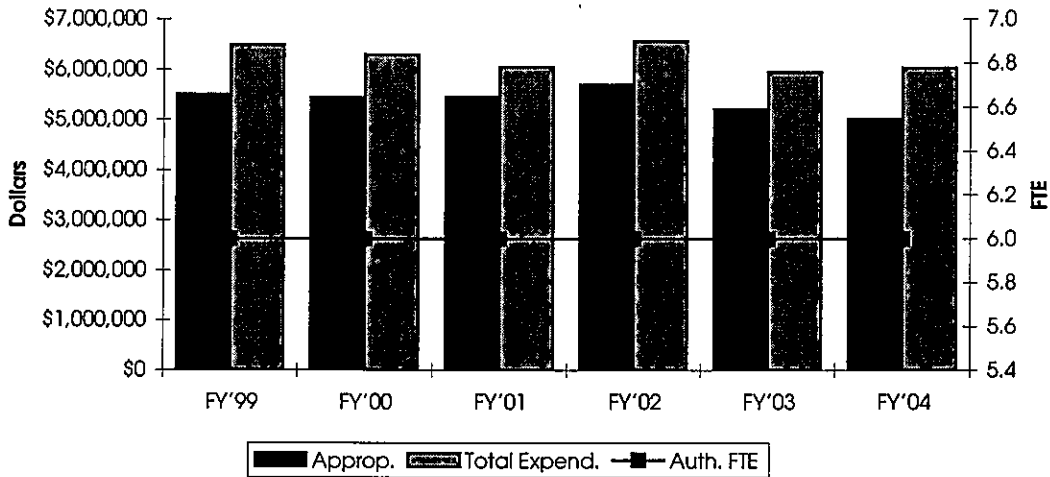


Appropriation Reference:
SB 30, Section 1

Expenditure Limit Reference:
SB 30, Section 2-3

Physician Manpower Training Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$5,499,743 | 0.2% | \$6,486,726 | 5.6% | 6.0 | 6.0 |
| FY'00 | \$5,438,784 | -1.1% | \$6,296,028 | -2.9% | 6.0 | 6.0 |
| FY'01 | \$5,449,660 | 0.2% | \$6,046,341 | -4.0% | 6.0 | 6.0 |
| FY'02 | \$5,693,416 * | 4.5% | \$6,556,739 | 8.4% | 6.0 | 6.0 |
| FY'03 | \$5,197,903 ** | -8.7% | \$5,939,127 | -9.4% | 6.0 | 6.0 |
| FY'04 | \$5,017,536 | -3.5% | \$6,030,179 | 1.5% | | 6.0 |
| 6 Year Change | -\$482,207 | -8.8% | -\$456,547 | -7.0% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,053,938 | -19.2% | -\$1,143,665 | -17.6% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$5,901,708, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$5,606,623, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| A. FY'03 Appropriation | 5,606,623 | 6.0 |
| 1. FY'03 Budget Shortfall | -408,720 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. the rural scholarship program was reduced by \$78,000, resulting in six fewer scholarships;</p> | | |
| <p>b. the resident rural scholarship program was reduced by \$169,315, resulting in 15 fewer awards; and</p> | | |
| <p>c. the MD/DO residency program was reduced by \$91,115.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>5,197,903</u> | <u>6.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------------|-------------------|
| C. Adjusted FY'03 Appropriation | 5,197,903 | 6.0 |
| 1. FY'04 Budget Cut | -180,367 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 3.47 percent. The agency dealt with the cut in the following manner:</p> | | |
| <p>a. further reducing the MD/DO residency programs by \$90,000 each.</p> | | |
| D. FY'04 Base Appropriation | <u>5,017,536</u> | <u>6.0</u> |
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>5,017,536</u></u> | <u><u>6.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.





V. OTHER ISSUES

A. OSF Refund

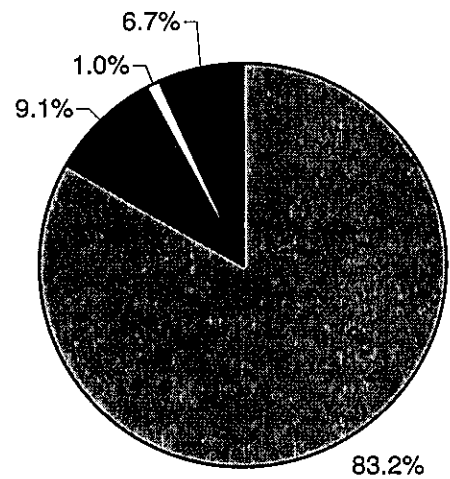
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$59,487, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Federal Funds
Total FY'04 Budget

| | |
|---|-------------|
|  | \$5,017,536 |
|  | \$548,156 |
|  | \$59,487 |
|  | \$405,000 |
| | <hr/> |
| | \$6,030,179 |

FY'04 Budget by Source

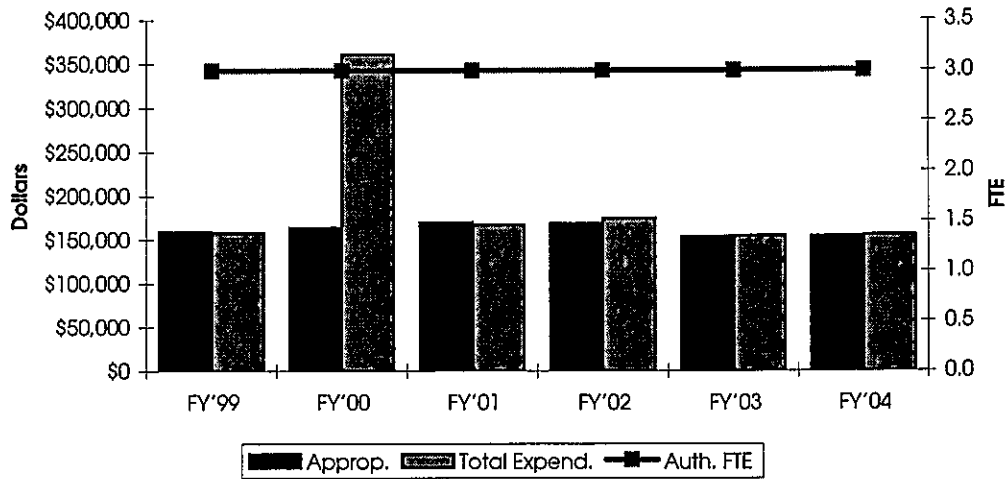


Appropriation Reference:
HB 1165, Section 1

Expenditure Limit Reference:
HB 1165, Sections 2-3

Board of Private Vocational Schools

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$158,790 | 11.6% | \$157,659 | 14.90% | 3.0 | 3.0 |
| FY'00 | \$163,601 | 3.0% | \$361,016 | 128.99% | 3.0 | 3.0 |
| FY'01 | \$169,117 | 3.4% | \$166,774 | -53.80% | 3.0 | 3.0 |
| FY'02 | \$168,143 * | -0.6% | \$174,016 | 4.34% | 3.0 | 3.0 |
| FY'03 | \$152,989 ** | -9.0% | \$154,201 | -11.39% | 2.9 | 3.0 |
| FY'04 | \$152,989 | 0.0% | \$154,886 | .44% | | 3.0 |
| 6 Year Change | -\$5,801 | -3.7% | -\$2,773 | -1.8% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$23,234 | -14.6% | -\$20,422 | -13.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$174,760, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$166,022, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 166,022 | 3.0 |
| 1. FY'03 Budget Shortfall A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -13,033 | |
| a. reduced administration, office supply and travel budgets; and | | |
| b. utilized one-time savings from an unfilled position. | | |
| B. Adjusted FY'03 Appropriation | <u>152,989</u> | <u>3.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 152,989 | 3.0 |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, the agency was exempted from this round of cuts. | | |
| D. FY'04 Base Appropriation | <u>152,989</u> | <u>3.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>152,989</u></u> | <u><u>3.0</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.



V. OTHER ISSUES

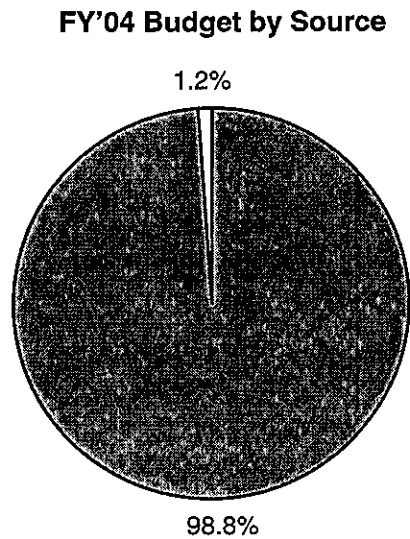
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$1,897, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Total FY'04 Budget

| | |
|---|-----------|
|  | \$152,989 |
|  | \$1,897 |
| | <hr/> |
| | \$154,886 |

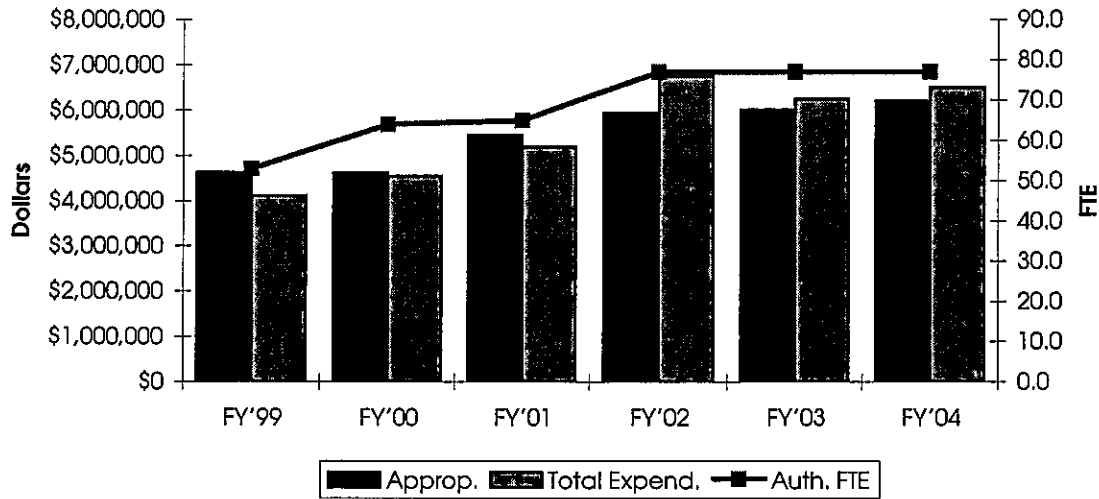


Appropriation Reference:
HB 1166, Section 1

Expenditure Limit Reference:
HB 1166, Sections 2-3

Oklahoma School of Science and Mathematics

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures † 1</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|--------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$4,628,895 | 6.7% | \$4,116,452 | -10.8% | 51.8 | 53.0 |
| FY'00 | \$4,618,734 | -0.2% | \$4,548,916 | 10.5% | 55.9 | 64.0 |
| FY'01 | \$5,444,263 | 17.9% | \$5,200,887 | 14.3% | 61.3 | 65.0 |
| FY'02 | \$5,938,426 * | 9.1% | \$6,750,049 | 29.8% | 72.0 | 77.0 |
| FY'03 | \$6,010,418 ** | 1.2% | \$6,240,818 | -7.5% | 70.5 | 77.0 |
| FY'04 | \$6,204,693 | 3.2% | \$6,491,213 | 4.0% | | 77.0 |
| 6 Year Change | \$1,575,798 | 34.0% | \$2,374,761 | 57.7% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$868,795 | 18.8% | \$1,635,110 | 39.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - Includes \$140,193 in supplemental appropriations.

* The agency was originally appropriated \$6,172,098, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$6,522,429, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 6,522,429 | 77.0 |
| 1. FY'03 Budget Shortfall | -512,001 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. three science instructor positions were left vacant; b. delayed opening the Ponca City Regional Math and Science Center; c. reduced operating budget; and d. closed Lawton Regional Educational Service Center. | | |
| B. Adjusted FY'03 Appropriation | <u>6,010,428</u> | <u>77.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 6,010,428 | 77.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, OSSM was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>6,010,428</u> | <u>77.0</u> |

| | | |
|--|----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Partial Replacement of FY'03 Reduction | 10,000 | |
| <p>Since the agency utilized one-time carryover funding to absorb the FY'03 reduction, this funding was replaced to prevent any further cuts to the school's budget.</p> | | |
| 2. Replacement of 1995 Bond Debt Service | 184,275 | |
| <p>Funding to fully fund the 1995 bond debt service payment was provided.</p> | | |
| Total Adjustments | <u>194,275</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>6,204,703</u></u> | <u><u>77.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund




The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$74,520, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Partial Replacement of FY'03 Budget Reduction With One-time Transfer

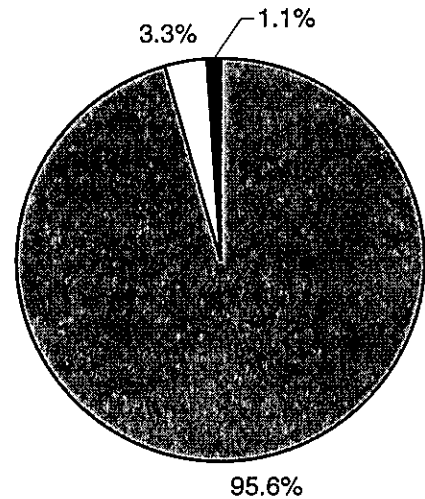
Since the agency utilized one-time carryover funding to absorb the FY'03 reduction, this funding was replaced to prevent any further cuts to the school's budget. The funding (\$200,000) was transferred from the Physician Manpower Training Commission. This replacement is also comparable to that provided to the State Department of Education. The school is closing the regional science and math center in Lawton. Savings will be used for the residential school's operating costs.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$6,204,693 |
|  | \$212,000 |
|  | \$74,520 |
| <hr/> | |
| | \$6,491,213 |

FY'04 Budget by Source

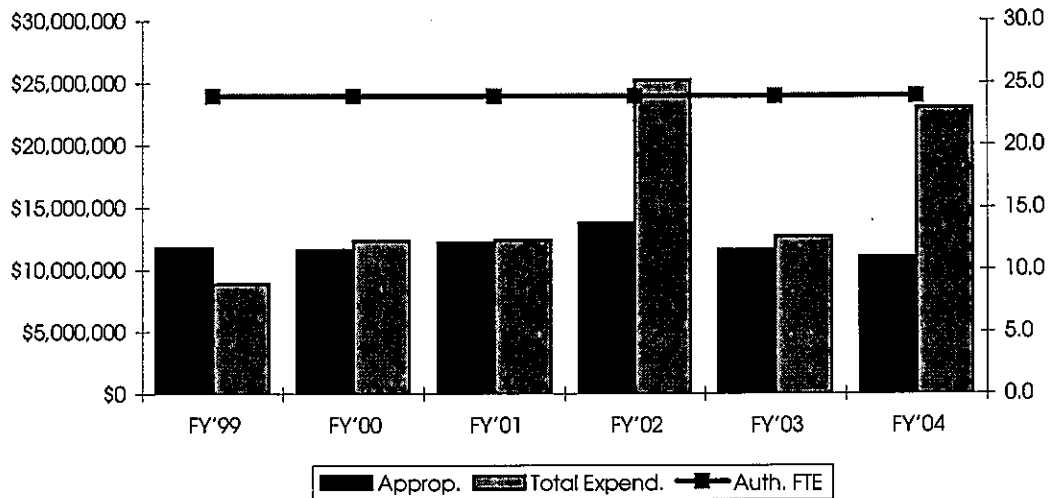


Appropriation Reference:
SB 26, Sections 1 and 3

Expenditure Limit Reference:
SB 26, Sections 4-5

Oklahoma Center for the Advancement of Science & Technology

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|-----------------|-------------------|--------------------------------|-------------------|---------------|--------------|
| FY'99 | \$11,748,532 | 29.7% | \$8,847,638 | 32.2% | 18.1 | 24.0 |
| FY'00 | \$11,624,513 | -1.1% | \$12,309,308 | 39.1% | 18.9 | 24.0 |
| FY'01 | \$12,158,041 | 4.6% | \$12,368,219 | 0.5% | 19.3 | 24.0 |
| FY'02 | \$13,746,057 * | 13.1% | \$25,246,968 | 104.1% | 24.0 | 24.0 |
| FY'03 | \$11,608,692 ** | -15.5% | \$12,660,735 | -49.9% | 20.2 | 24.0 |
| FY'04 | \$11,014,880 | -5.1% | \$22,993,027 | 81.6% | | 24.0 |
| 6 Year Change | -\$733,652 | -6.2% | \$14,145,389 | 159.9% | | |
| Infl. Adjusted 6 Year Change | -\$1,988,759 | -16.9% | \$11,525,414 | 130.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$14,286,952, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$12,597,604, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|-------------|
| A. FY'03 Appropriation | 12,597,604 | 24.0 |
| 1. FY'03 Budget Shortfall | -988,912 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. the agency provided four fewer health research grants;</p> <p>b. three fewer research projects were approved; and</p> <p>c. agency division budgets were reduced in the following amounts: Small Business Research Assistance - \$17,552 Technology Commercialization Center - \$174,603 Industrial Extension - \$64,409 Inventors Assistance Services - \$11,902 Technology Information Services - \$31,427 Administration - \$34,884.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>11,608,692</u> | <u>24.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|-------------|
| C. Adjusted FY'03 Appropriation | 11,608,692 | 24.0 |
| 1. FY'04 Budget Cut | -593,812 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 5.1 percent. The agency dealt with the cut in the following manner:</p> <p>a. fewer health research awards will be given; and</p> <p>b. division budgets will be reduced further.</p> | | |
| D. FY'04 Base Appropriation | <u>11,014,880</u> | <u>24.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>11,014,880</u></u> | <u><u>24.0</u></u> |
|------------------------|--------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

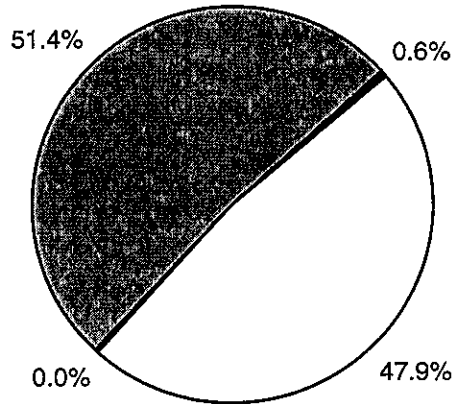
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$143,930, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Carryover
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|-------|--------------|
| □ | \$11,014,880 |
| ■ | \$6,133 |
| ▨ | \$11,828,084 |
| ■ | \$143,930 |
| <hr/> | |
| | \$22,993,027 |

FY'04 Budget by Source

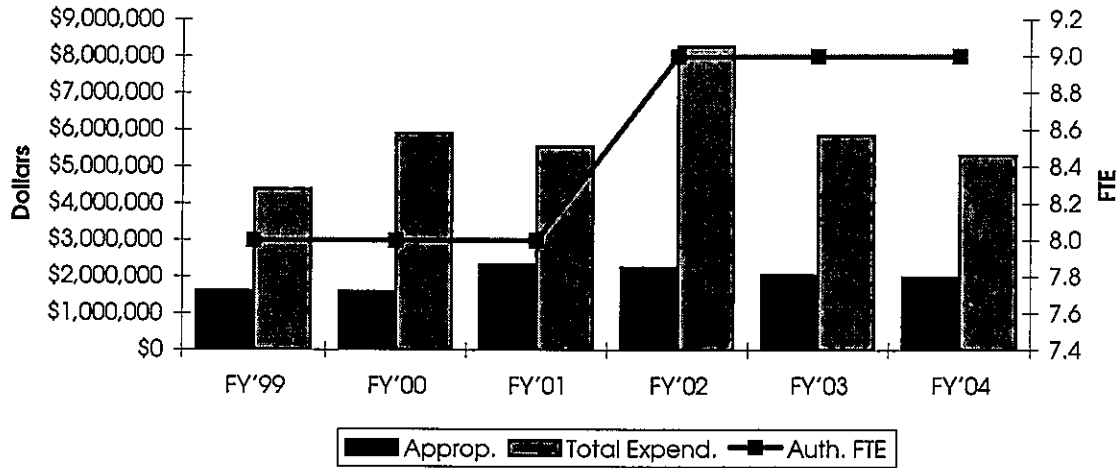


Appropriation Reference:
SB 128, Section 1

Expenditure Limit Reference:
SB 128, Sections 2-4

Teacher Preparation Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † 1 | Percent Change | Actual FTE | Auth. FTE |
|--------------------------------|----------------|-------------------|----------------------------------|-------------------|---------------|--------------|
| FY'99 | \$1,602,743 | -18.6% | \$4,382,862 | -27.9% | 8.0 | 8.0 |
| FY'00 | \$1,589,601 | -0.8% | \$5,910,141 | 34.8% | 8.2 | 8.0 |
| FY'01 | \$2,330,425 | 46.6% | \$5,559,392 | -5.9% | 7.8 | 8.0 |
| FY'02 | \$2,247,920 * | -3.5% | \$8,277,229 | 48.9% | 9.0 | 9.0 |
| FY'03 | \$2,045,320 ** | -9.0% | \$5,851,519 | -29.3% | 9.1 | 9.0 |
| FY'04 | \$1,986,006 | -2.9% | \$5,311,153 | -9.2% | | 9.0 |
| 6 Year Change | \$383,263 | 23.9% | \$928,291 | 21.2% | | |
| Inf. Adjusted 6 Year Change | \$156,965 | 9.8% | \$323,104 | 7.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$2,336,374, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,219,555, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| A. FY'03 Appropriation | 2,219,555 | 9.0 |
| 1. FY'03 Budget Shortfall | -174,235 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. reduced travel and training for agency staff;</p> | | |
| <p>b. reduced the number of certification exams re-developed;</p> | | |
| <p>c. eliminated portfolio assessment training for faculty representatives; and</p> | | |
| <p>d. reduced travel and training reimbursement funds for teachers who participate in state-funded professional development.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,045,320</u> | <u>9.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| C. Adjusted FY'03 Appropriation | 2,045,320 | 9.0 |
| 1. FY'04 Budget Cut | -59,314 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 1.1 percent. The agency dealt with the cut in the following manner:</p> | | |
| <p>a. reduced travel and training for agency staff;</p> | | |
| <p>b. reduced the number of certification exams re-developed;</p> | | |
| <p>c. eliminated portfolio assessment training for faculty representatives; and</p> | | |
| <p>d. reduced travel and training reimbursement funds for teachers who participate in state-funded professional development.</p> | | |
| D. FY'04 Base Appropriation | <u>1,986,006</u> | <u>9.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|--------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|------------------|------------|
| F. FY'04 Appropriation | <u>1,986,006</u> | <u>9.0</u> |
|------------------------|------------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

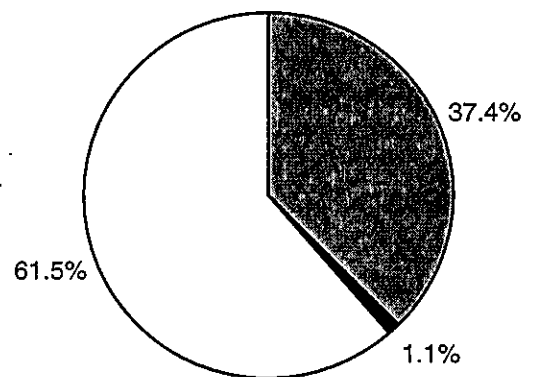
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$59,487, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

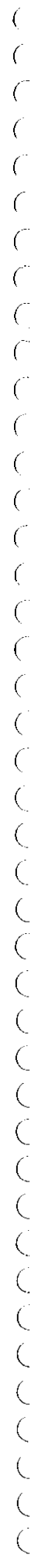
FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Total FY'04 Budget

| | |
|--|-------------|
| | \$1,986,006 |
| | \$59,487 |
| | \$3,265,660 |
| | \$5,311,153 |



Appropriation Reference:
 HB 1169, Section 1

Expenditure Limit Reference:
 HB 1169, Sections 2-3



SUBCOMMITTEE ON GENERAL GOVERNMENT AND TRANSPORTATION

Members:

Senator Keith Leftwich, Chair

Senator Cliff Branan

Senator Gilmer Capps

Senator Kenneth Corn

Senator Owen Laughlin

Senator Scott Pruitt

Senator Jeff Rabon

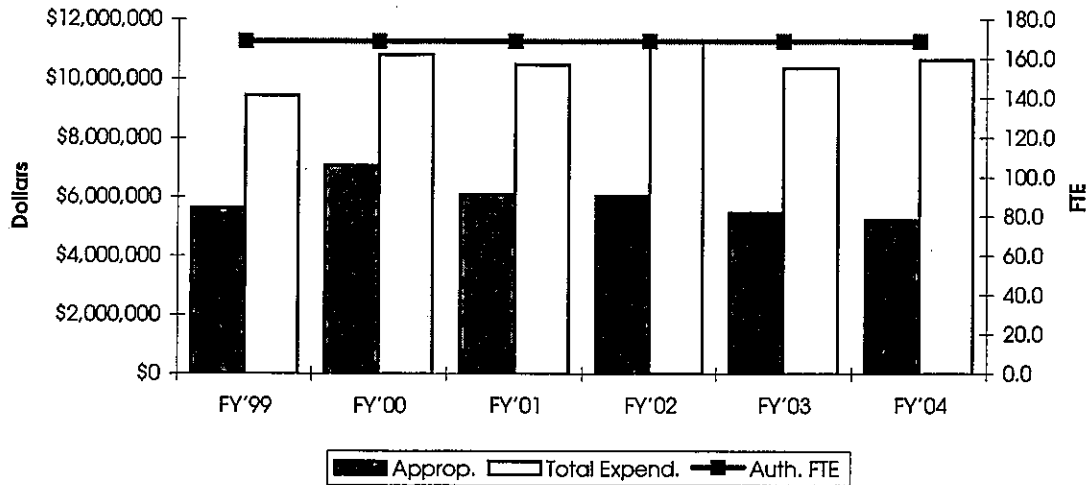
Senator James Williamson

Terry McKenna, Analyst

| <u>Agency</u> | FY'03 Original Appropriation | FY'03 Revised Appropriation w/Supplementals | FY'04 Appropriation | \$ Change from Orig. FY'03 | % Change from Orig. FY'03 | %Change from Rev. FY'03 |
|---|---------------------------------|---|------------------------|----------------------------------|---------------------------------|-------------------------------|
| Auditor and Inspector | \$5,939,515 | \$5,473,263 | \$5,226,966 | (\$712,549) | -12.0% | -4.5% |
| Central Services, Department of | \$15,301,061 | \$14,203,855 | \$12,210,888 | (\$3,090,173) | -20.2% | -14.0% |
| Civil Emergency Management Administration | \$749,202 | \$690,390 | \$666,227 | (\$82,975) | -11.1% | -3.5% |
| Election Board | \$7,227,380 | \$6,734,466 | \$8,195,395 | \$968,015 | 13.4% | 21.7% |
| Ethics Commission | \$482,321 | \$444,459 | \$447,125 | (\$35,196) | -7.3% | 0.6% |
| Finance, Office of State Governor | \$8,912,398 | \$9,249,597 | \$20,080,825 | \$11,168,427 | 125.3% | 117.1% |
| House of Representatives | \$2,906,729 | \$2,678,551 | \$2,477,660 | (\$429,069) | -14.8% | -7.5% |
| Legislative Service Bureau | \$20,457,766 | \$18,851,831 | \$17,437,944 | (\$3,019,822) | -14.8% | -7.5% |
| Lt. Governor | \$2,417,878 | \$2,228,075 | \$2,060,969 | (\$356,909) | -14.8% | -7.5% |
| Merit Protection Commission | \$548,452 | \$505,399 | \$467,494 | (\$80,958) | -14.8% | -7.5% |
| Military, Department of | \$592,319 | \$545,822 | \$504,885 | (\$87,434) | -14.8% | -7.5% |
| Personnel Management | \$7,895,866 | \$7,276,040 | \$7,021,379 | (\$874,487) | -11.1% | -3.5% |
| Secretary of State | \$5,399,774 | \$4,975,892 | \$4,602,700 | (\$797,074) | -14.8% | -7.5% |
| Senate | \$517,868 | \$477,215 | \$429,494 | (\$88,374) | -17.1% | -10.0% |
| Space Industry Development Authority | \$14,251,641 | \$13,132,887 | \$12,147,920 | (\$2,103,721) | -14.8% | -7.5% |
| Tax Commission | \$985,000 | \$907,677 | \$515,851 | (\$469,149) | -47.6% | -43.2% |
| Transportation, Department of | \$49,161,169 | \$45,779,017 | \$44,601,406 | (\$4,559,763) | -9.3% | -2.6% |
| Treasurer | \$247,008,325 | \$244,399,905 | \$192,185,387 | (\$54,822,938) | -22.2% | -21.4% |
| | \$5,270,092 | \$4,864,044 | \$4,377,639 | (\$892,453) | -16.9% | -10.0% |
| Subtotal | \$396,024,756 | \$383,418,385 | \$335,658,154 | (\$60,366,602) | -15.2% | -12.5% |

Auditor and Inspector

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$5,617,224 | 18.9% | \$9,439,454 | 3.9% | 157.8 | 169.0 |
| FY'00 | \$7,071,807 | 25.9% | \$10,807,088 | 14.5% | 150.5 | 169.0 |
| FY'01 | \$6,075,964 | -14.1% | \$10,480,986 | -3.0% | 159.6 | 169.0 |
| FY'02 | \$6,039,473 * | -0.6% | \$11,301,452 | 7.8% | 168.0 | 169.0 |
| FY'03 | \$5,473,263 ** | -9.4% | \$10,358,228 | -8.3% | 148.5 | 169.0 |
| FY'04 | \$5,226,966 | -4.5% | \$10,637,031 | 2.7% | | 169.0 |
| 6 Year Change | -\$390,258 | -6.9% | \$1,197,577 | 12.7% | | |
| Infl. Adjusted 6 Year Change | -\$985,852 | -17.6% | -\$14,475 | -0.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - The agency budgeted \$100,000 of their appropriated funds as capital outlay.

FY'00- The agency received a \$1,200,000 supplemental for a technology upgrade.

* The agency was originally appropriated \$6,277,121, but due to a revenue shortfall its allocation was reduced to the number shown.

** The agency was originally appropriated \$5,939,515, but due to a revenue shortfall its allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 5,939,515 | 169.0 |
| 1. FY'03 Budget Cut | -466,252 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the State Auditor's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency deal with the revenue reduction in the following ways:</p> <p>a. salaries were cut through attrition.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>5,473,263</u> | <u>169.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 5,473,263 | 169.0 |
| 1. FY'04 Budget Cut | -246,297 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 4.5 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. utilize \$61,000 (25 percent of the FY'03 General Revenue cuts refunded in July 2003) to pay the salaries of two FTE slated for a Reduction-in-Force; and</p> <p>b. over the past two years the agency has cut (through attrition) 12 FTE, bringing its employee count down to 146 (22 below the authorized number). This reduction will allow the agency to operate at the reduced funding level without a RIF, that is, if payments by audited agencies are made in a timely manner.</p> | | |
| D. FY'04 Base Appropriation | <u>5,226,966</u> | <u>169.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>5,226,966</u></u> | <u><u>169.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund





The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$242,205, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. REAP

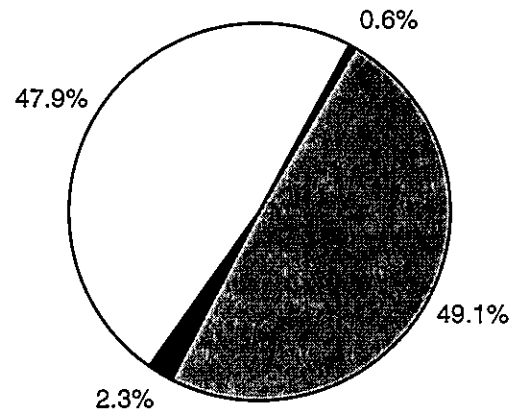
Six Million dollars was appropriated to the Rural Economic Action Plan Fund (REAP) in the State Auditor's appropriation bill. These monies are passed through the Auditor's office to REAP for economic development programs. They are not considered part of the agency's appropriation base.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Carryover
Total FY'04 Budget

| | |
|---|--------------|
|  | \$5,226,966 |
|  | \$242,205 |
|  | \$5,100,000 |
|  | \$67,860 |
| <hr/> | |
| | \$10,637,031 |

FY'04 Budget by Source

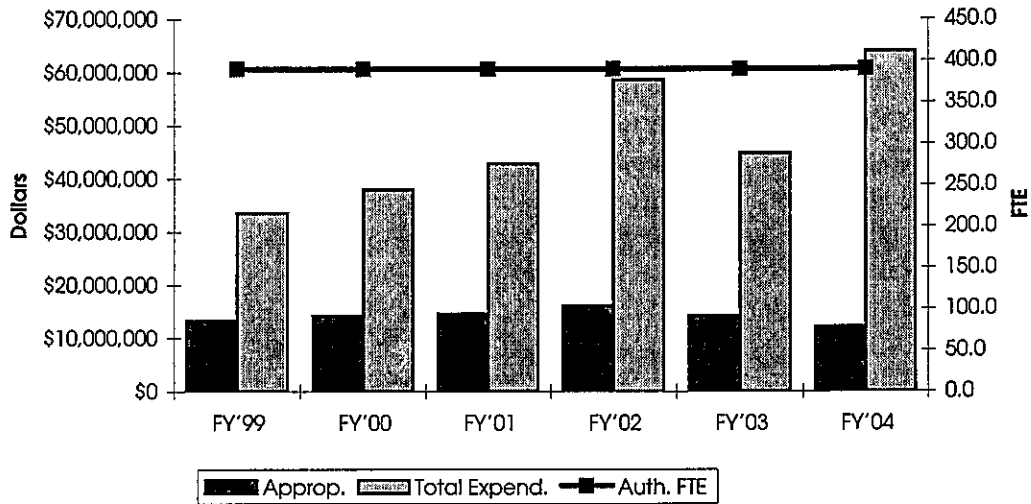


Appropriation Reference:
HB 1170, Sections 1-3

Expenditure Limit Reference:
HB 1170, Sections 4-5

Department of Central Services

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|-----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$13,242,864 | 7.0% | \$33,600,454 | 0.0% | 266.5 | 390.0 |
| FY'00 | \$14,245,456 | 7.6% | \$38,044,684 | 13.2% | 258.8 | 390.0 |
| FY'01 | \$14,585,125 | 2.4% | \$42,981,254 | 13.0% | 262.0 | 390.0 |
| FY'02 | \$16,143,000 * | 10.7% | \$58,632,614 | 36.4% | 300.0 | 390.0 |
| FY'03 | \$14,203,855 ** | -12.0% | \$44,889,104 | -23.4% | 242.6 | 390.0 |
| FY'04 | \$12,210,888 | -14.0% | \$64,005,172 | 42.6% | | 390.0 |
| 6 Year Change | -\$1,031,976 | -7.8% | \$30,404,718 | 90.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$2,423,364 | -18.3% | \$23,111,554 | 68.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'02 - A Supplemental appropriation of \$500,000 was provided for the renovation and repair of the Jim Thorpe Building plumbing system.

* The agency was originally appropriated \$16,194,148, but due to a revenue shortfall its allocation was reduced to the number shown.

** The agency was originally appropriated \$15,301,061, but due to a revenue shortfall its allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 15,301,061 | 390.0 |
| 1. FY'03 Budget Cut | -1,097,206 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, Central Services' original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. furloughed all employees whose annual salary is less than \$20,000 for one-half day;</p> | | |
| <p>b. furloughed all employees whose annual salary is over \$20,000 for one day;</p> | | |
| <p>d. utilized FY'02 Carryover;</p> | | |
| <p>d. eliminated four vacant FTE positions;</p> | | |
| <p>e. reduced State Bond Advisor appropriation;</p> | | |
| <p>f. reduced energy use;</p> | | |
| <p>g. cut the frequency of services (e.g. inter-agency mail pick-up to once a day); and</p> | | |
| <p>h. reduced the level of free services previously provided (moving assistance, painting, hanging pictures, etc.).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>14,203,855</u> | <u>390.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|--------------|------------|
| C. Adjusted FY'03 Appropriation | 14,203,855 | 390.0 |
| 1. One-Time Adjustments | -321,640 | |
| <p>These funds were used to install a digital closed circuit TV system and to replace exterior doors and locks.</p> | | |

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| Base Adjustments (cont'd.) | | |
| 2. FY'04 Budget Cut | -1,007,525 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.62 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. Reduction-in-Force of three FTE; voluntary buy out of 15 FTE; remaining funded vacancies eliminated;</p> | | |
| <p>b. renegotiate service contracts to further reduce services; charge agencies for use of space outside normal business hours; and</p> | | |
| <p>c. HB 1171 allows the agency to expend monies from its various revolving funds to defray operating costs the Department incurs in two support Division operations. It is estimated that as much as \$1 million a year will be generated by this measure.</p> | | |
| D. FY'04 Base Appropriation | <u>12,874,690</u> | <u>390.0</u> |

| | | |
|--|-----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -663,802 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| Total Adjustments | <u>-663,802</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>12,210,888</u></u> | <u><u>390.0</u></u> |
|------------------------|--------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

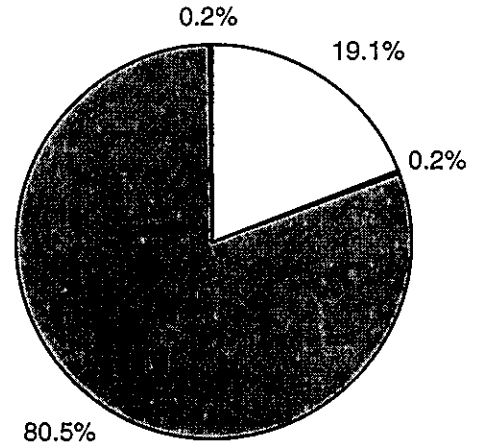
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$159,691, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Carryover
 Total FY'04 Budget

| | |
|--------------|--------------|
| | \$12,210,888 |
| | \$159,691 |
| | \$51,514,947 |
| | \$119,646 |
| \$64,005,172 | |

FY'04 Budget by Source

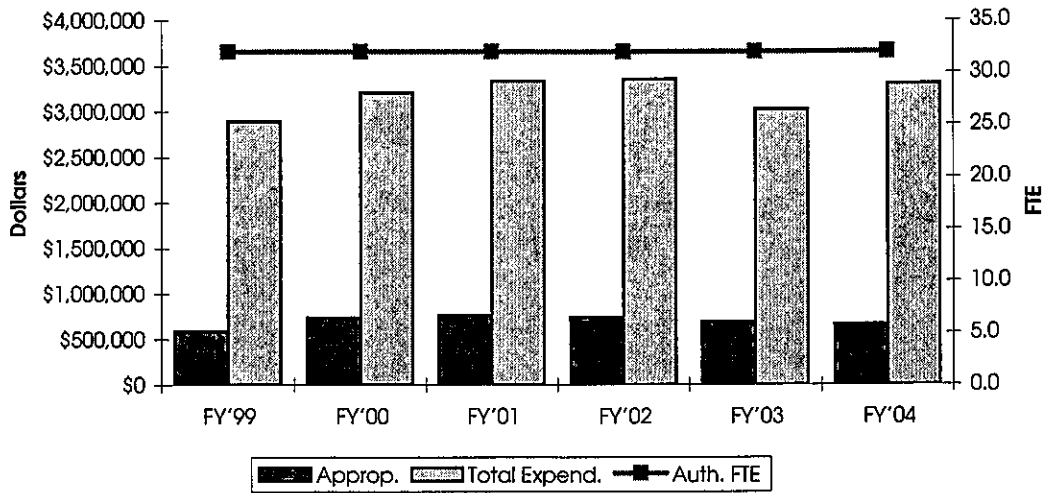


Appropriation Reference:
 SB 180, Sections 1-4 and 6-7

Expenditure Limit Reference:
 SB 180, Sections 14-15

Civil Emergency Management Administration

I. FUNDING HISTORY



| | Appropriation ¹ | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$588,817 | 1.9% | \$2,894,524 | -5.4% | 28.0 | 32.0 |
| FY'00 | \$740,561 | 25.8% | \$3,208,736 | 10.9% | 29.3 | 32.0 |
| FY'01 | \$762,369 | 2.9% | \$3,333,519 | 3.9% | 29.0 | 32.0 |
| FY'02 | \$743,132 * | -2.5% | \$3,358,855 | 0.8% | 26.0 | 32.0 |
| FY'03 | \$690,390 ** | -7.1% | \$3,027,063 | -9.9% | 27.6 | 32.0 |
| FY'04 | \$666,226 | -3.5% | \$3,302,918 | 9.1% | | 32.0 |
| 6 Year Change | \$77,409 | 13.1% | \$408,394 | 14.1% | | |
| Infl. Adjusted 6 Year Change | \$1,495 | 0.3% | \$32,038 | 1.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$772,373, but due to a revenue shortfall its allocation was reduced to the number shown.

** The agency was originally appropriated \$749,202, but due to a revenue shortfall its allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| A. FY'03 Appropriation | 749,202 | 32.0 |
| 1. FY'03 Budget Cut | -58,812 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, Civil Emergency Management's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. left two vacant management positions unfilled, and cut all non-essential travel.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>690,390</u> | <u>32.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 690,390 | 32.0 |
| 1. FY'04 Budget Cut | -24,164 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 3.5 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. reduce travel by 50 percent;</p> <p>b. scale back all local training; and</p> <p>c. preparedness mission for local government will be limited to information provided telephonically or by e-mail.</p> | | |
| D. FY'04 Base Appropriation | <u>666,226</u> | <u>32.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>666,226</u></u> | <u><u>32.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

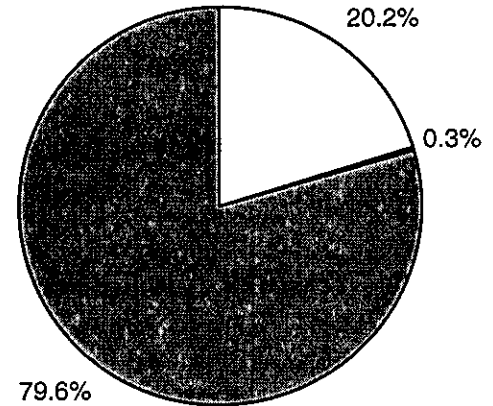
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$8,560, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Federal Funds
Total FY'04 Budget

| | |
|---|-------------|
|  | \$666,226 |
|  | \$8,560 |
|  | \$2,628,132 |
| | <hr/> |
| | \$3,302,918 |

FY'04 Budget by Source

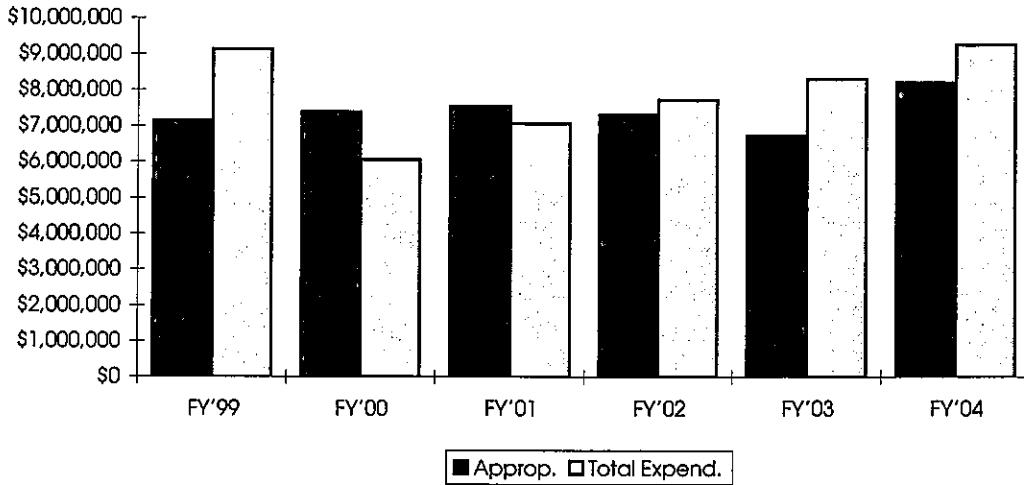


Appropriation Reference:
SB 130, Section 1

Expenditure Limit Reference:
SB 130, Sections 2-3

Election Board

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$7,146,650 | 0.1% | \$9,137,617 | 26.5% | 25.0 | N/A |
| FY'00 | \$7,384,036 | 3.3% | \$6,059,525 | -33.7% | 24.6 | N/A |
| FY'01 | \$7,545,503 | 2.2% | \$7,078,797 | 16.8% | 23.7 | N/A |
| FY'02 | \$7,319,743 * | -3.0% | \$7,724,317 | 9.1% | 27.0 | N/A |
| FY'03 | \$6,734,466 ** | -8.0% | \$8,299,890 | 7.5% | 22.7 | N/A |
| FY'04 | \$8,195,395 | 21.7% | \$9,251,039 | 11.5% | | N/A |
| 6 Year Change | \$1,048,745 | 14.7% | \$113,422 | 1.2% | | |
| Infl. Adjusted 6 Year Change | \$114,909 | 1.6% | -\$940,701 | -10.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$7,607,768, but due to a revenue shortfall its allocation was reduced to the number shown.

** The agency was originally appropriated \$7,227,380, but due to a revenue shortfall its allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| A. FY'03 Appropriation | 7,227,380 | N/A |
| 1. FY'03 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Election Board's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -492,914 | |
| <ul style="list-style-type: none"> a. cut \$200,000 from a software maintenance contract; b. reduced budgeted equipment purchases; c. delayed voting machine maintenance and election-related training; d. cut reimbursements to local governments; and e. cut miscellaneous operating expenses. | | |
| B. Adjusted FY'03 Appropriation | <u>6,734,466</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| C. Adjusted FY'03 Appropriation | 6,734,466 | N/A |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 8 percent. The agency plans to deal with the reduction in the following manner: | -539,071 | |
| <ul style="list-style-type: none"> a. reduce voter registration activity; b. move two vacant FTE positions to Help America Vote Act (HAVA) duties which are federally funded; and c. utilize \$287,427 in state appropriations which normally would have been left to accrue for election year activities. | | |
| D. FY'04 Base Appropriation | <u>6,195,395</u> | <u>N/A</u> |

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Help America Vote Act | 2,000,000 | |
| The state received funding to implement the provisions of the Help America Vote Act (HAVA). This initiative will help upgrade electronic voting systems throughout the state. This is one-time funding. | | |
| Total Adjustments | <u>2,000,000</u> | <u>0.0</u> |

| | | |
|------------------------|------------------|------------|
| F. FY'04 Appropriation | <u>8,195,395</u> | <u>N/A</u> |
|------------------------|------------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

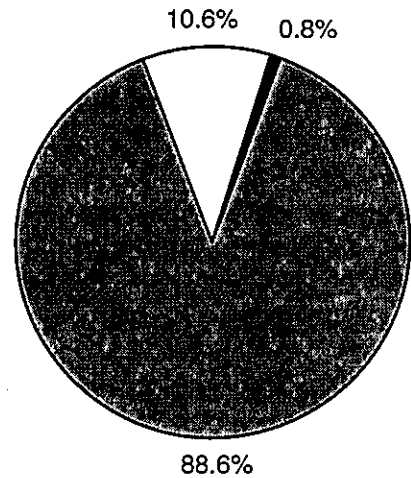
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$71,740, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Revolving Funds
 OSF Refund
 Total FY'04 Budget

| | |
|--|--------------------|
| | \$8,195,395 |
| | \$983,904 |
| | \$71,740 |
| | <u>\$9,251,039</u> |

FY'04 Budget by Source

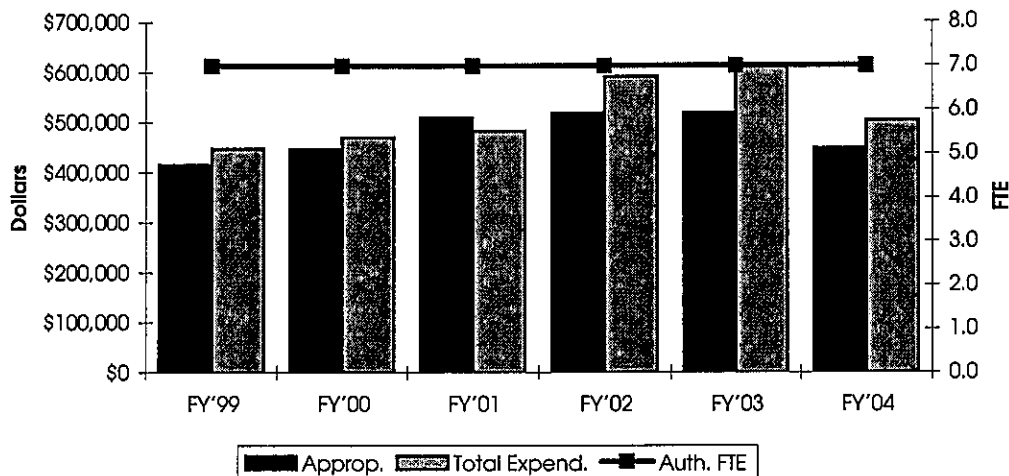


Appropriation Reference:
 HB 1173, Sections 1-4

Expenditure Limit Reference:
 HB 1173, Sections 5-6

Ethics Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$415,306 | 11.1% | \$447,564 | 11.4% | 7.0 | 7.0 |
| FY'00 | \$446,511 | 7.5% | \$470,078 | 5.0% | 7.0 | 7.0 |
| FY'01 | \$508,730 | 13.9% | \$482,683 | 2.7% | 6.8 | 7.0 |
| FY'02 | \$518,566 * | 1.9% | \$590,911 | 22.4% | 7.0 | 7.0 |
| FY'03 | \$518,566 ** | 0.0% | \$612,518 | 3.7% | 6.9 | 7.0 |
| FY'04 | \$447,125 ^ | -13.8% | \$502,634 | -17.9% | | 7.0 |
| 6 Year Change | \$31,819 | 7.7% | \$55,070 | 12.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$19,129 | -4.6% | -\$2,203 | -0.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$467,321, but due to a revenue shortfall its allocation was reduced. However, the agency also received supplemental funding in the amount of \$68,938 to pay legal expenses incurred defending an ethics interpretation that was found unconstitutional.

** The agency was originally appropriated \$482,321, but due to a revenue shortfall its allocation was reduced to the amount shown above.

^ The agency received additional funding in the amount of \$36,000 to address attorneys' fees related to a federal court judgment in the matter of "Oklahomans for Life, Inc. v. Luton et al.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 482,321 | 7.0 |
| 1. FY'03 Budget Cut | -37,862 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result the Ethics Commission's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. three day furlough for all FTE; b. expended \$13,000 in carryover and revolving funds; c. cut administrative costs through enhanced efficiencies in operations; and d. delayed payment on electronic filing software. | | |
| B. Adjusted FY'03 Appropriation | <u>444,459</u> | <u>7.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 444,459 | 7.0 |
| 1. FY'04 Budget Cut | -33,335 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. Reduction-in-Force of one FTE in January; and b. six furlough days for remaining FTE. | | |
| D. FY'04 Base Appropriation | <u>411,124</u> | <u>7.0</u> |

| | | |
|---|---------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Legal Settlement | 36,000 | |
| <p>The agency received additional funding in the amount of \$36,000 to address attorneys fees and costs related to a federal court judgment against the Commission in the matter of "Oklahomans for Life, Inc. v. Luton, et al.</p> | | |
| Total Adjustments | <u>36,000</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>447,124</u></u> | <u><u>7.0</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.





V. OTHER ISSUES

A. OSF Refund

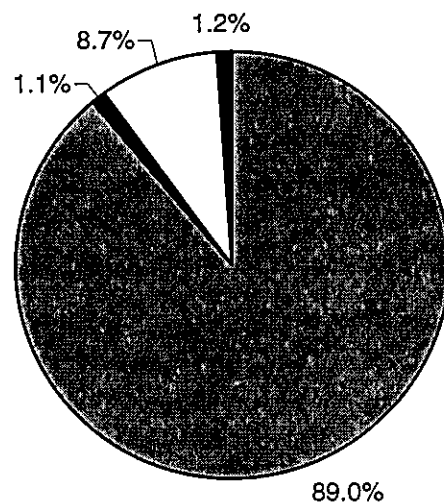
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$5,510, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Carryover
 Total FY'04 Budget

| | |
|---|-----------|
|  | \$447,124 |
|  | \$5,510 |
|  | \$43,940 |
|  | \$6,060 |
| <hr/> | |
| | \$502,634 |

FY'04 Budget by Source

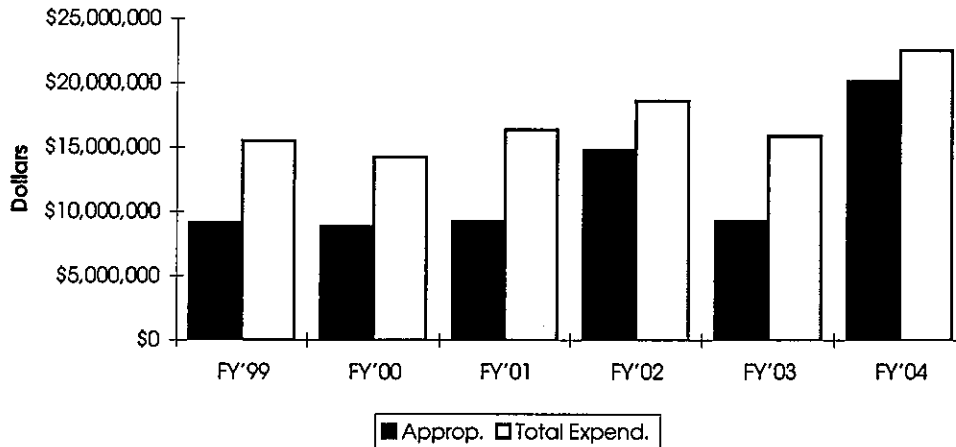


Appropriation Reference:
 SB 176, Section 1
 HB 1228 Section 1

Expenditure Limit Reference:
 SB 176, Sections 2-3
 SB 1228, Section 2

Office of State Finance

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$9,107,041 | -0.7% | \$15,512,739 | 18.1% | 125.5 | N/A |
| FY'00 | \$8,850,901 | -2.8% | \$14,248,905 | -8.1% | 126.0 | N/A |
| FY'01 | \$9,238,872 | 4.4% | \$16,363,767 | 14.8% | 120.3 | N/A |
| FY'02 | \$14,764,905 * | 59.8% | \$18,599,700 | 13.7% | 131.2 | N/A |
| FY'03 | \$9,249,597 ** | -37.4% | \$15,833,562 | -14.9% | 111.2 | N/A |
| FY'04 | \$20,080,825 ^ | 117.1% | \$22,485,448 | 42.0% | | N/A |
| 6 Year Change | \$10,973,784 | 120.5% | \$6,972,709 | 44.9% | | |
| Infl. Adjusted 6 Year Change | \$8,685,645 | 95.4% | \$4,410,571 | 28.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - Appropriation amount includes a \$163,067 supplemental for Phase I Bond Issue costs.

* The agency was originally appropriated \$15,147,572, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated \$8,912,398, but due to a revenue shortfall the agency's allocation was reduced. The number shown includes a supplemental appropriation of \$1,000,000.

^ The amount shown contains Special Cash Fund appropriations in the amount of \$12,500,000, see Section III-E for details.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| A. FY'03 Appropriation | 8,912,398 | N/A |
| 1. FY'03 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Office of State Finance's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -662,801 | |
| a. Reduction-in-Force of six FTE; | | |
| b. utilized \$240,000 in carryover funds; | | |
| c. froze discretionary equipment purchases; and | | |
| d. limited travel and cut professional services. | | |
| 2. Supplemental Continued implementation of the statewide accounting system (CORE). | 1,000,000 | |
| B. Adjusted FY'03 Appropriation | <u>9,249,597</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| C. Adjusted FY'03 Appropriation | 9,249,597 | N/A |
| 1. One-Time Adjustments Funds used to pay computer development costs associated with the CORE statewide business system in FY'03 were removed from the agency's base. | -1,000,000 | |
| 2. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner: | -614,661 | |
| a. leave six vacant positions unfilled; | | |
| b. limit travel; and | | |
| c. realize savings through efficiencies. | | |
| D. FY'04 Base Appropriation | <u>7,634,936</u> | <u>N/A</u> |

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | -54,111 | |
| 2. Core Systems Project These monies will be used to further implement this statewide business system that will enhance delivery of state licensing, financial tracking and human resources services. | 7,000,000 | |
| 3. Health and Human Services Disallowances These monies were appropriated to settle a federal lawsuit wherein the U. S. Department of Health and Human services disallowed certain state personal health Insurance costs. | 4,000,000 | |
| 4. Oklahoma Military Strategic Planning Incentive Fund HB 1397 created this fund to be distributed by the Oklahoma Department of Commerce to communities affected by potential closure or realignment of military installations. These monies will match local funds and are to be expended according to a plan filed by the various communities for public projects intended to protect their interests. | 1,500,000 | |
| Total Adjustments | <u>12,445,889</u> | <u>0.0</u> |

| | | |
|-------------------------------|-------------------|------------|
| F. FY'04 Appropriation | <u>20,080,825</u> | <u>N/A</u> |
|-------------------------------|-------------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

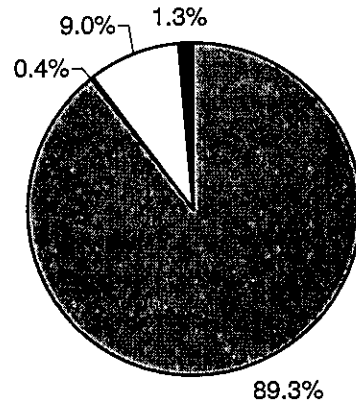
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$96,466, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|---------------------|
| FY'04 Appropriations | \$20,080,825 |
| OSF Refund | \$96,466 |
| Revolving Funds | \$2,024,087 |
| Carryover | \$284,070 |
| Total FY'04 Budget | \$22,485,448 |

FY'04 Budget by Source

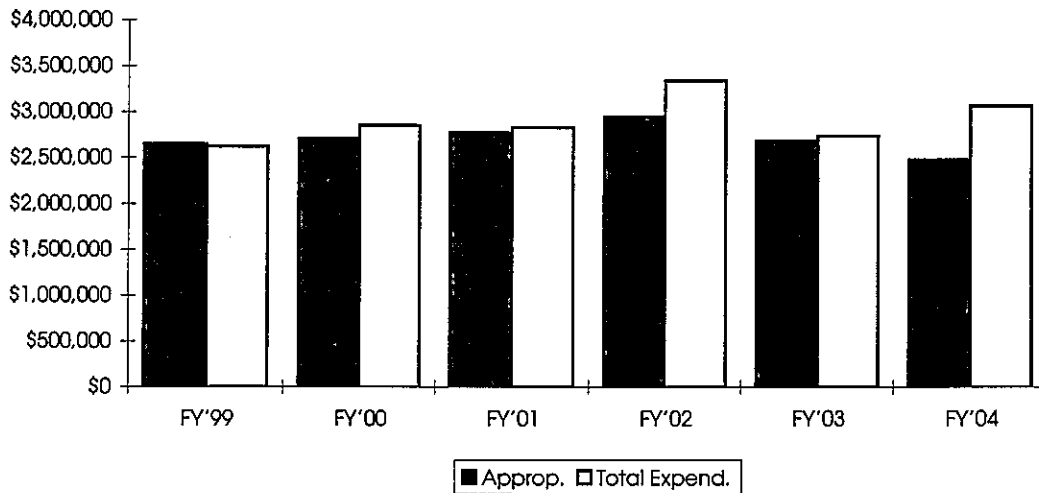


Appropriation Reference:
 HB 1174, Section 1
 SB 138, Sections 1-3

Expenditure Limit Reference:
 N/A

Governor

I. FUNDING HISTORY



| | <u>Appropriation</u> * | <u>Percent Change</u> | <u>Total Budget Expenditures</u> † | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|------------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$2,650,951 | 2.1% | \$2,623,655 | -3.3% | 41.8 | N/A |
| FY'00 | \$2,704,712 | 2.0% | \$2,852,162 | 8.7% | 39.7 | N/A |
| FY'01 | \$2,772,408 | 2.5% | \$2,828,516 | -0.8% | 38.4 | N/A |
| FY'02 | \$2,943,876 ** | 6.2% | \$3,338,316 | 18.0% | 41.0 | N/A |
| FY'03 | \$2,678,550 *** | -9.0% | \$2,735,101 | -18.1% | 39.7 | N/A |
| FY'04 | \$2,477,659 | -7.5% | \$3,058,794 | 11.8% | | N/A |
| 6 Year Change | -\$173,292 | -6.5% | \$435,139 | 16.6% | | |
| Infl. Adjusted 6 Year Change | -\$455,613 | -17.2% | \$86,600 | 3.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* Excludes appropriations to the State Emergency Fund, which is administered by the Governor's office. Appropriated for this purpose were \$1 million in FY'95, \$500,000 in FY'96 (supplemental), \$1 million for FY'97, \$1 million for FY'98, \$1 million for FY'99, \$4 million for FY'00, \$1 million for FY'01, \$5,501,000 for FY'03 and \$4,000,000 for FY'04.

** The agency was originally appropriated \$3,059,715, but due to a revenue shortfall its allocation was reduced to the amount shown.

*** The agency was originally appropriated \$2,906,729, but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| A. FY'03 Appropriation | 2,906,729 | N/A |
| 1. FY'04 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Governor's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -228,179 | |
| a. limited all travel and cut salaries through attrition. | | |
| B. Adjusted FY'03 Appropriation | <u>2,678,550</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| C. Adjusted FY'03 Appropriation | 2,678,550 | N/A |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner: | -200,891 | |
| a. the Governor will continue those measures employed to manage the FY'03 budget reduction and delay all non-essential purchases. | | |
| D. FY'04 Base Appropriation | <u>2,477,659</u> | <u>N/A</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|-------------------|
| F. FY'04 Appropriation | <u><u>2,477,659</u></u> | <u><u>N/A</u></u> |
|------------------------|-------------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

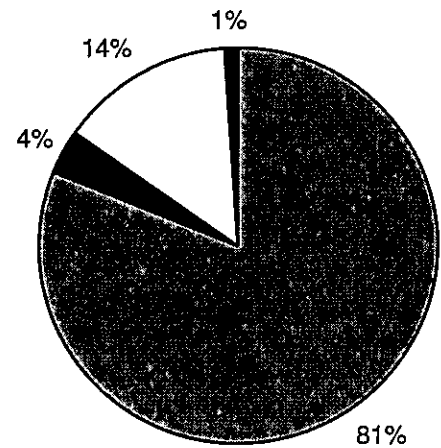
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$33,210, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--------------------|
| FY'04 Appropriations | \$2,477,659 |
| Revolving Funds | \$115,328 |
| Carryover | \$432,597 |
| OSF Refund | \$33,210 |
| Total FY'04 Budget | \$3,058,794 |

FY'04 Budget by Source

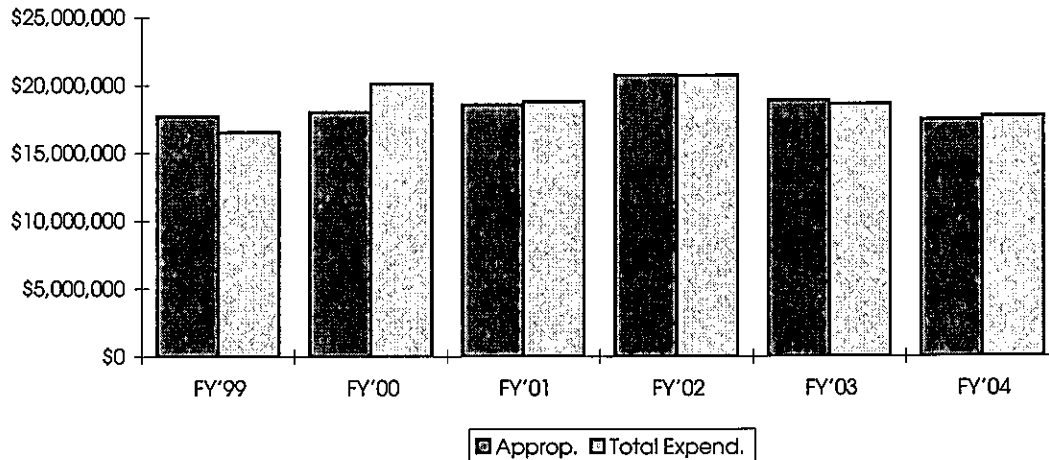


Appropriation Reference:
HB 1175, Section 1

Expenditure Limit Reference:
N/A

House of Representatives

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|-----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$17,728,631 | 8.2% | \$16,536,410 | 0.9% | 280.9 | N/A |
| FY'00 | \$18,009,339 | 1.6% | \$20,107,797 | 21.6% | 294.0 | N/A |
| FY'01 | \$18,556,604 | 3.0% | \$18,784,871 | -6.6% | 300.5 | N/A |
| FY'02 | \$20,719,207 * | 11.7% | \$20,693,073 | 10.2% | N/A | N/A |
| FY'03 | \$18,851,831 ** | -9.0% | \$18,593,618 | -10.1% | N/A | N/A |
| FY'04 | \$17,437,944 | -7.5% | \$17,671,677 | -5.0% | N/A | N/A |
| 6 Year Change | -\$290,687 | -1.6% | \$1,135,267 | 6.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$2,277,679 | -12.8% | -\$878,358 | -5.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$21,534,490, but due to a revenue shortfall its allocation was reduced to the amount shown above.

** The agency was originally appropriated \$20,457,766, but due to a revenue shortfall its allocation was reduced to the amount shown above.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|------------|
| A. FY'03 Appropriation | 20,457,766 | N/A |
| 1. FY'04 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result the House's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: a. limited travel, postponed the purchase of furniture and cut salaries through attrition. | -1,605,935 | |
| B. Adjusted FY'03 Appropriation | <u>18,851,831</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|------------|
| C. Adjusted FY'03 Appropriation | 18,851,831 | N/A |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner: a. cut discretionary costs and realize savings through internal efficiencies; and b. continue to reduce salaries through attrition. | -1,413,887 | |
| D. FY'04 Base Appropriation | <u>17,437,944</u> | <u>N/A</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|-------------------|
| F. FY'04 Appropriation | <u><u>17,437,944</u></u> | <u><u>N/A</u></u> |
|------------------------|--------------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.



V. OTHER ISSUES

A. OSF Refund

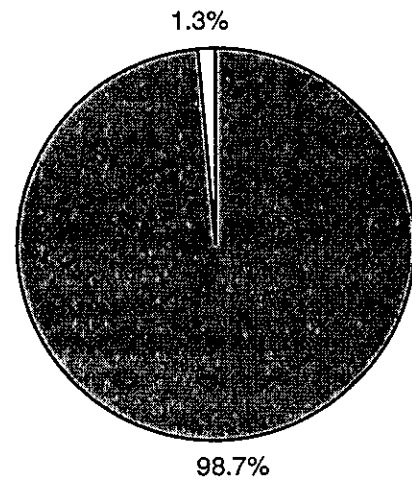
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$233,733, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Total FY'04 Budget

| | |
|---|--------------|
|  | \$17,437,944 |
|  | \$233,733 |
| | <hr/> |
| | \$17,671,677 |

FY'04 Budget by Source

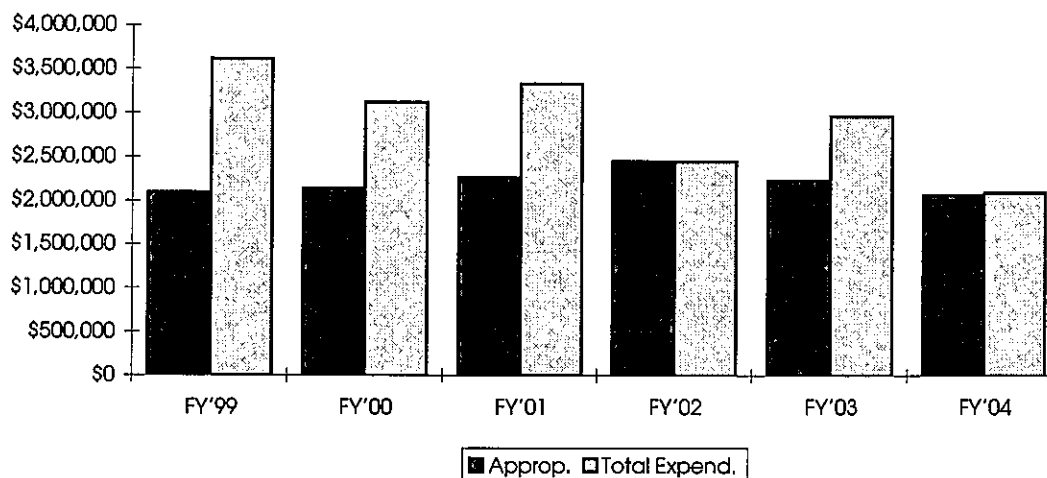


Appropriation Reference:
HB 1176, Section 1

Expenditure Limit Reference:
N/A

Legislative Service Bureau

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$2,091,936 | 40.2% | \$3,612,825 | 142.1% | 21.0 | N/A |
| FY'00 | \$2,138,400 | 2.2% | \$3,118,974 | -13.7% | 27.2 | N/A |
| FY'01 | \$2,261,478 | 5.8% | \$3,329,330 | 6.7% | 32.9 | N/A |
| FY'02 | \$2,448,777 * | 8.3% | \$2,445,688 | -26.5% | 29.0 | N/A |
| FY'03 | \$2,228,074 ** | -9.0% | \$2,957,275 | 20.9% | 34.1 | N/A |
| FY'04 | \$2,060,968 | -7.5% | \$2,088,593 | -29.4% | | N/A |
| 6 Year Change | -\$30,968 | -1.5% | -\$1,524,232 | -42.2% | | |
| Infl. Adjusted 6 Year Change | -\$249,483 | -11.9% | -\$1,762,220 | -48.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - The Criminal Justice Resource Center and its 9.0 authorized FTE were transferred to the bureau from the Department of Public Safety. The base appropriation was increased by \$605,894.

* The agency was originally appropriated \$2,545,135, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated \$2,417,878, but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| A. FY'03 Appropriation | 2,417,878 | N/A |
| <p>1. FY'04 Budget Cut</p> <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Legislative Service Bureau's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. cut travel;</p> <p>b. reduced salaries through attrition;</p> <p>c. postponed certain data processing services; and</p> <p>d. the Criminal Justice Resource Center (CJRC) used Dept. of Mental Health contract funding to pay the salaries of 1.5 FTE, and utilized funds reimbursed by the City of Tulsa for a jail study.</p> | -189,804 | |
| B. Adjusted FY'03 Appropriation | <u>2,228,074</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| C. Adjusted FY'03 Appropriation | 2,228,074 | N/A |
| <p>1. FY'04 Budget Cut</p> <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. impose a moratorium on all agency travel; and</p> <p>b. CJRC will eliminate one FTE through attrition and use monies from a federal grant.</p> | -167,106 | |
| D. FY'04 Base Appropriation | <u>2,060,968</u> | <u>N/A</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|--------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|------------------|------------|
| F. FY'04 Appropriation | <u>2,060,968</u> | <u>N/A</u> |
|------------------------|------------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

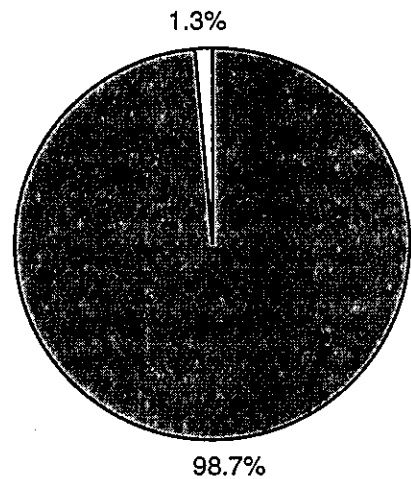
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$27,625, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Total FY'04 Budget

| | |
|---|--------------------|
| ■ | \$2,060,968 |
| □ | \$27,625 |
| | <u>\$2,088,593</u> |

FY'04 Budget by Source

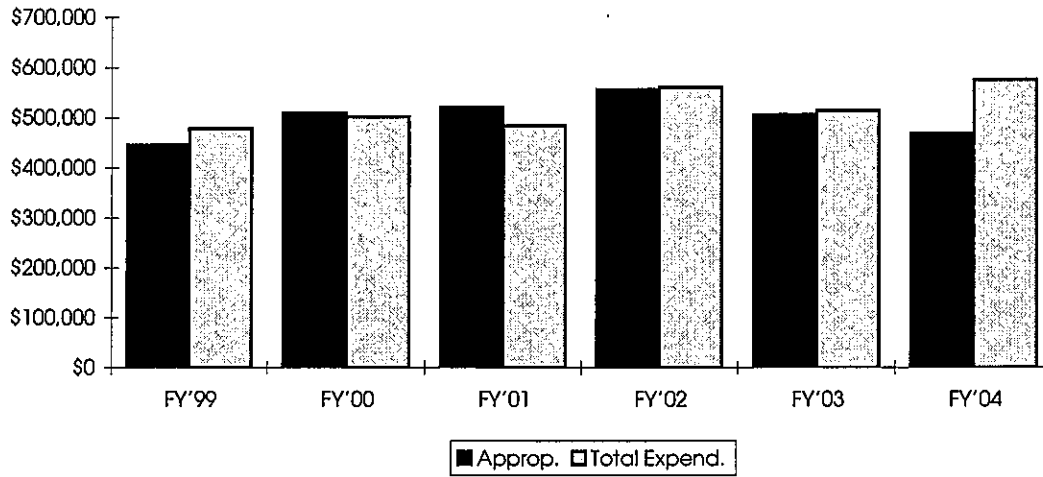


Appropriation Reference:
 HB 1177, Sections 1-2

Expenditure Limit Reference:
 HB 1177, Section 3

Lieutenant Governor

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$446,141 | 2.3% | \$478,450 | -4.7% | 8.7 | N/A |
| FY'00 | \$508,829 | 14.1% | \$501,398 | 4.8% | 8.3 | N/A |
| FY'01 | \$521,101 | 2.4% | \$483,403 | -3.6% | 8.1 | N/A |
| FY'02 | \$555,461 * | 6.6% | \$559,365 | 15.7% | 9.6 | N/A |
| FY'03 | \$505,399 ** | -9.0% | \$512,797 | -8.3% | 7.0 | N/A |
| FY'04 | \$467,494 | -7.5% | \$573,760 | 11.9% | | N/A |
| 6 Year Change | \$21,353 | 4.8% | \$95,310 | 19.9% | | |
| Infl. Adjusted 6 Year Change | -\$31,916 | -7.2% | \$29,932 | 6.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$577,318, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated 548,452, but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 548,452 | N/A |
| 1. FY'04 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Lieutenant Governor's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -43,053 | |
| a. left one Constituent Information FTE unfilled; and b. cut miscellaneous administrative services and reduced travel. | | |
| B. Adjusted FY'03 Appropriation | <u>505,399</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| C. Adjusted FY'03 Appropriation | 505,399 | N/A |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner: | -37,905 | |
| a. Reduction-in-Force of one FTE. | | |
| D. FY'04 Base Appropriation | <u>467,494</u> | <u>N/A</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>467,494</u></u> | <u><u>N/A</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

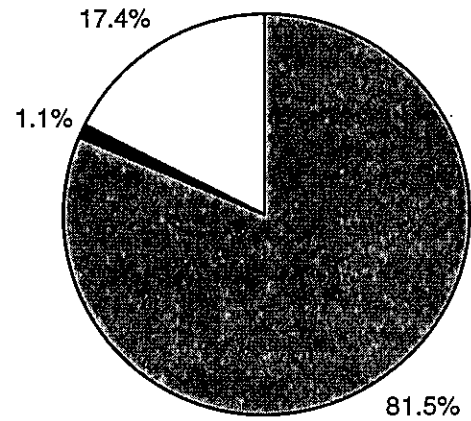
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$6,266, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Carryover
Total FY'04 Budget

| | |
|---|-----------|
|  | \$467,494 |
|  | \$6,266 |
|  | \$100,000 |
| | <hr/> |
| | \$573,760 |

FY'04 Budget by Source

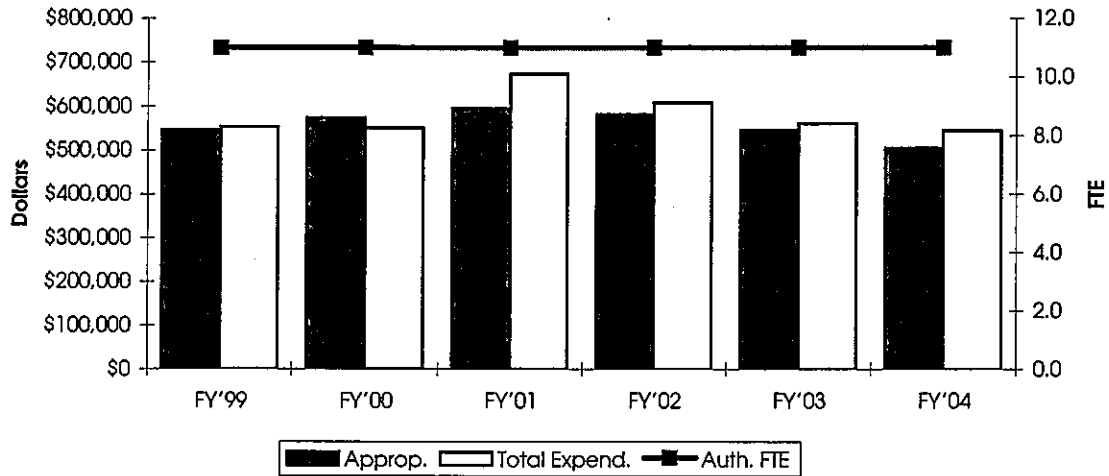


Appropriation Reference:
SB 144, Section 1

Expenditure Limit Reference:
N/A

Merit Protection Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$545,536 | 1.0% | \$553,218 | -0.9% | 9.0 | 11.0 |
| FY'00 | \$574,180 | 5.3% | \$550,485 | -0.5% | 8.5 | 11.0 |
| FY'01 | \$595,046 | 3.6% | \$673,268 | 22.3% | 9.7 | 11.0 |
| FY'02 | \$581,525 * | -2.3% | \$608,166 | -9.7% | 10.0 | 11.0 |
| FY'03 | \$545,822 ** | -6.1% | \$560,845 | -7.8% | 8.2 | 11.0 |
| FY'04 | \$504,885 | -7.5% | \$544,520 | -2.9% | | 11.0 |
| 6 Year Change | -\$40,651 | -7.5% | -\$8,698 | -1.6% | | |
| Infl. Adjusted 6 Year Change | -\$98,181 | -18.0% | -\$70,744 | -12.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$604,407, but due to a shortfall in revenue its allocation was reduced to the amount shown.

** The agency was originally appropriated \$592,319, but due to a shortfall in revenue its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| A. FY'03 Appropriation | 592,319 | 11.0 |
| 1. FY'03 Budget Cut | -46,497 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Commission's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. left three vacant FTE positions unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>545,822</u> | <u>11.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 545,822 | 11.0 |
| 1. FY'04 Budget Cut | -40,937 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.50 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. cut one FTE.</p> | | |
| D. FY'04 Base Appropriation | <u>504,885</u> | <u>11.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>504,885</u></u> | <u><u>11.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

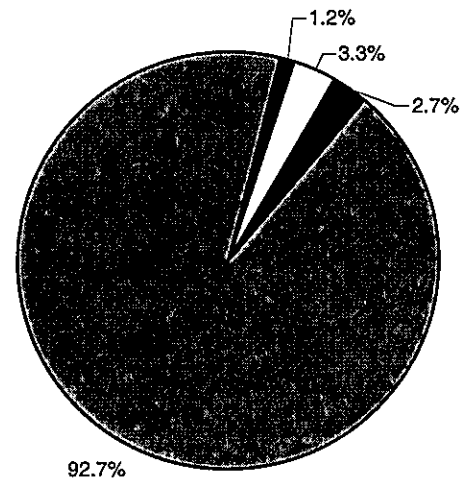
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$6,767, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|------------------|
| FY'04 Appropriations | \$504,885 |
| OSF Refund | \$6,767 |
| Carryover | \$18,068 |
| Revolving Funds | \$14,800 |
| Total FY'04 Budget | \$544,520 |

FY'04 Budget by Source

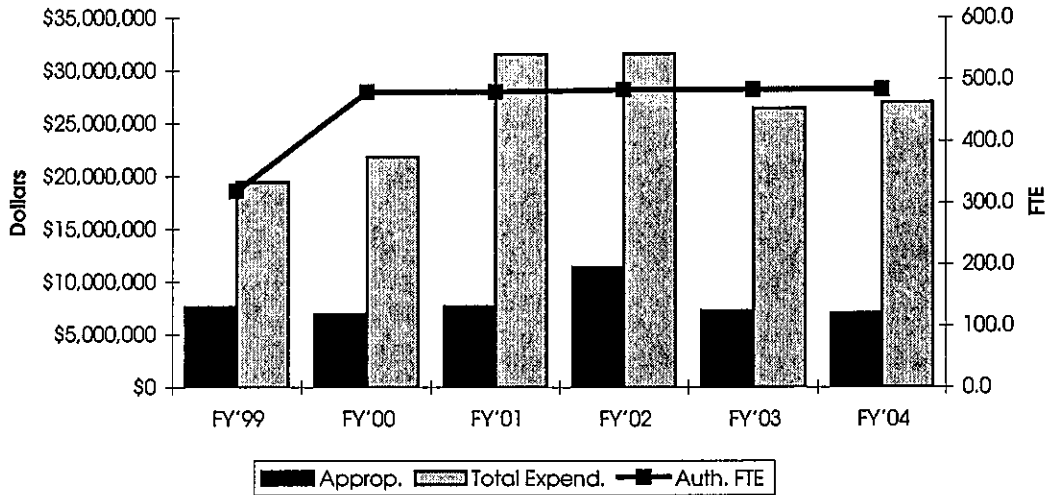


Appropriation Reference:
SB 144, Section 1

Expenditure Limit Reference:
SB 144, Sections 2-3

Military Department

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$7,604,148 | 21.1% | \$19,472,485 | 24.1% | 302.7 | 319.0 |
| FY'00 | \$6,945,322 | -8.7% | \$21,845,333 | 12.2% | 343.0 | 480.0 |
| FY'01 | \$7,666,836 | 10.4% | \$31,549,594 | 44.4% | 408.2 | 480.0 |
| FY'02 | \$11,401,272 * | 48.7% | \$31,642,567 | 0.3% | 489.7 | 484.0 |
| FY'03 | \$7,276,041 ** | -36.2% | \$26,453,514 | -16.4% | 392.9 | 484.0 |
| FY'04 | \$7,021,379 | -3.5% | \$27,014,827 | 2.1% | | 484.0 |
| 6 Year Change | -\$582,769 | -7.7% | \$7,542,342 | 38.7% | | |
| Infl. Adjusted 6 Year Change | -\$1,382,830 | -18.2% | \$4,464,097 | 22.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - The Total Budget Expenditures number includes \$699,628 transferred to the Oklahoma Military Department from the Governor's Emergency Fund for "Operation Haymaker" (\$625,209) and Fire Suppression (\$74,415).

* The agency was originally appropriated \$11,700,375, but due to a shortfall in revenue its allocation was reduced to the amount shown.

** The agency was originally appropriated \$7,895,866, but due to a shortfall in revenue its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| A. FY'03 Appropriation | 7,895,866 | 484.0 |
| 1. FY'03 Budget Cut A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Military Department's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: a. the department delayed scheduled National Guard Armory maintenance projects and cut its data processing budget. | -619,825 | |
| B. Adjusted FY'03 Appropriation | <u>7,276,041</u> | <u>484.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 7,276,041 | 484.0 |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 3.5 percent. The agency plans to deal with the reduction in the following manner: a. terminated five unclassified FTE; retired two FTE. | -254,662 | |
| D. FY'04 Base Appropriation | <u>7,021,379</u> | <u>484.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>7,021,379</u></u> | <u><u>484.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

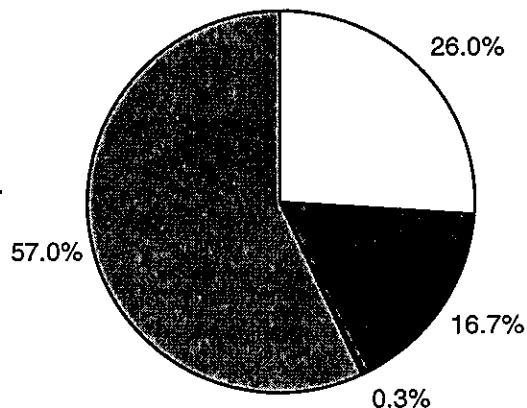
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$90,211, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Federal Funds
Total FY'04 Budget

| | |
|-------|--------------|
| □ | \$7,021,379 |
| ■ | \$4,513,346 |
| ■ | \$90,211 |
| ■ | \$15,389,891 |
| <hr/> | |
| | \$27,014,827 |

FY'04 Budget by Source

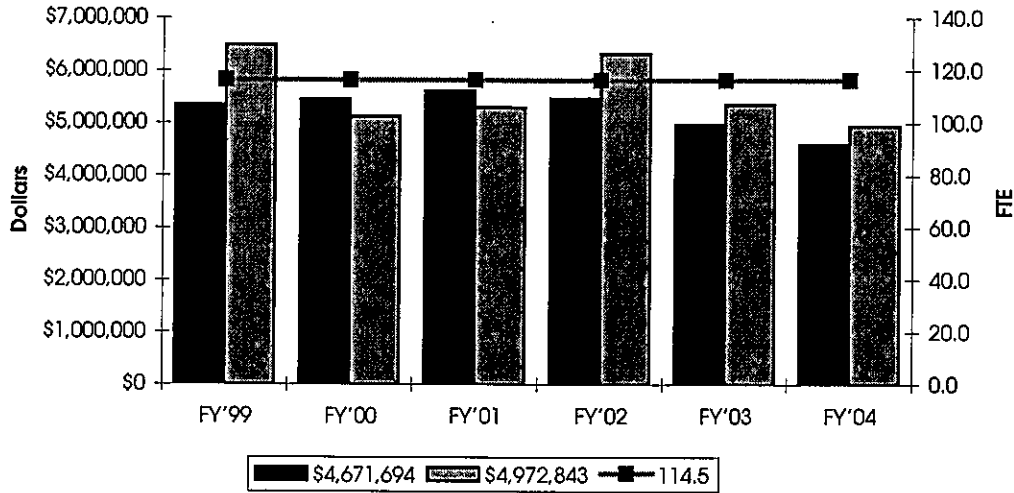


Appropriation Reference:
SB 134, Section 1

Expenditure Limit Reference:
SB 134, Sections 2-3

Office of Personnel Management

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$5,340,303 | 1.7% | \$6,490,683 | 7.5% | 106.0 | 116.5 |
| FY'00 | \$5,454,225 | 2.1% | \$5,128,143 | -21.0% | 97.9 | 116.5 |
| FY'01 | \$5,617,759 | 3.0% | \$5,306,102 | 3.5% | 97.6 | 116.5 |
| FY'02 | \$5,474,324 * | -2.6% | \$6,332,136 | 19.3% | 103.4 | 116.5 |
| FY'03 | \$4,975,892 ** | -9.1% | \$5,357,904 | -15.4% | 94.6 | 116.5 |
| FY'04 | \$4,602,700 | -7.5% | \$4,948,487 | -7.6% | | 116.5 |
| 6 Year Change | -\$737,603 | -13.8% | -\$1,542,196 | -23.8% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,262,064 | -23.6% | -\$2,106,059 | -32.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$5,689,734, but due to a shortfall in revenue its allocation was reduced as shown.

** The agency was originally appropriated \$5,399,774, but due to a shortfall in revenue its allocation was reduced as shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| A. FY'03 Appropriation | 5,399,774 | 116.5 |
| 1. FY'03 Budget Cut | -423,882 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Office of Personnel Management's original FY'03 General Revenue allocations was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. Reduction-in-Force of eight FTE; and</p> <p>b. cut salaries through attrition, and reduced travel and motor pool expenditures.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>4,975,892</u> | <u>116.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 4,975,892 | 116.5 |
| 1. FY'04 Budget Cut | -373,192 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. Reduction-in-Force of two FTE; Voluntary Buy Out of five FTE; and</p> <p>b. two vacant FTE eliminated.</p> | | |
| D. FY'04 Base Appropriation | <u>4,602,700</u> | <u>116.5</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>4,602,700</u></u> | <u><u>116.5</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

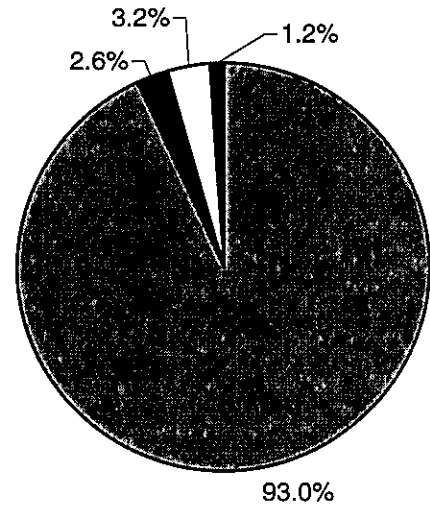
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$61,693, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
Carryover
OSF Refund
Total FY'04 Budget

| | |
|-------|-------------|
| ■ | \$4,602,700 |
| ■ | \$127,315 |
| □ | \$156,779 |
| ■ | \$61,693 |
| <hr/> | |
| | \$4,948,487 |

FY'04 Budget by Source

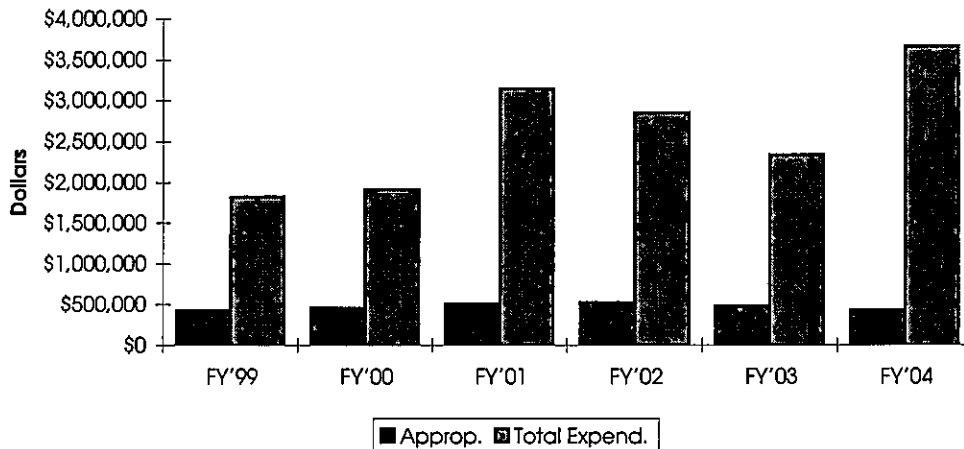


Appropriation Reference:
SB 146, Section 1

Expenditure Limit Reference:
SB 146, Sections 2-3

Secretary of State

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$428,171 | 10.8% | \$1,820,284 | 12.3% | 34.9 | N/A |
| FY'00 | \$455,582 | 6.4% | \$1,910,301 | 4.9% | 36.1 | N/A |
| FY'01 | \$514,267 | 12.9% | \$3,144,428 | 64.6% | 36.6 | N/A |
| FY'02 | \$524,486 * | 2.0% | \$2,840,820 | -9.7% | 40.1 | N/A |
| FY'03 | \$477,215 ** | -9.0% | \$2,330,902 | -17.9% | 36.2 | N/A |
| FY'04 | \$429,494 | -10.0% | \$3,654,644 | 56.8% | | N/A |
| 6 Year Change | \$1,323 | 0.3% | \$1,834,360 | 100.8% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$47,616 | -11.1% | \$1,417,926 | 77.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$545,124, but due to a shortfall in revenue its allocation was reduced by the amount shown.

** The agency was originally appropriated \$517,868, but due to a shortfall in revenue its allocation was reduced by the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| A. FY'03 Appropriation | 517,868 | N/A |
| 1. FY'03 Budget Cut | -40,653 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Secretary of State's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. left the Assistant Secretary of State position vacant; and</p> <p>b. reduced the Special Services Account.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>477,215</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 477,215 | N/A |
| 1. FY'04 Budget Cut | -47,721 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 10 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. utilize revolving fund monies generated by fees assessed for Limited Liability Partnerships and Limited Liability Corporation certificate filings.</p> | | |
| D. FY'04 Base Appropriation | <u>429,494</u> | <u>N/A</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>429,494</u></u> | <u><u>N/A</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

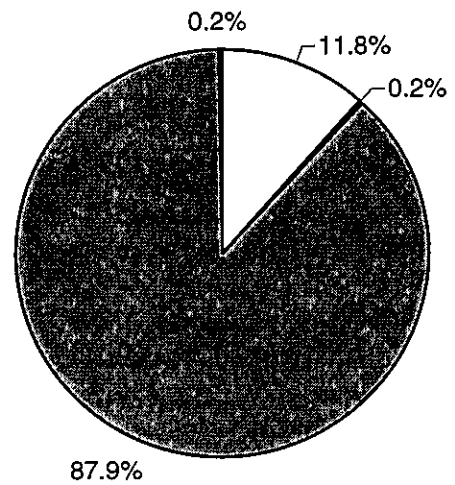
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$5,917, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Carryover
 Total FY'04 Budget

| | |
|--|-------------|
| | \$429,494 |
| | \$5,917 |
| | \$3,213,316 |
| | \$5,917 |
| | |
| | \$3,654,644 |

FY'04 Budget by Source

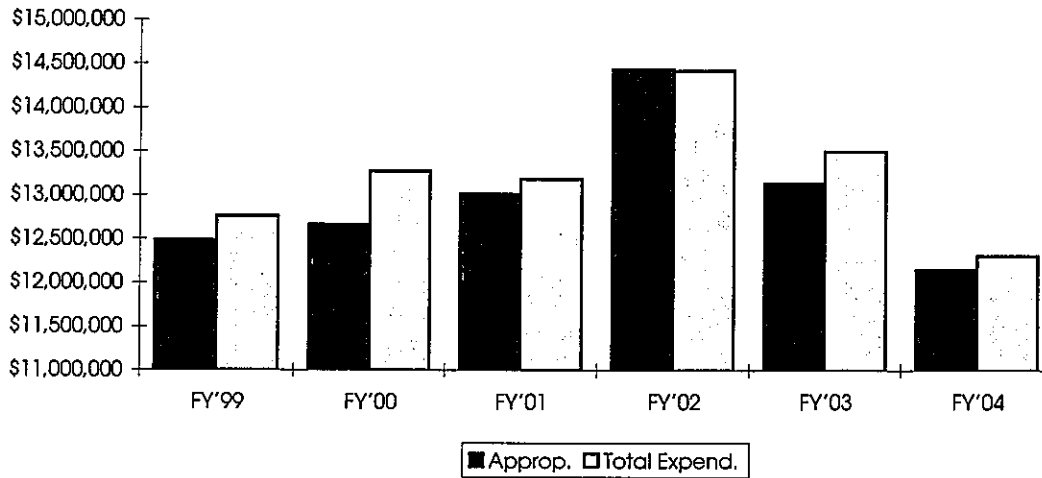


Appropriation Reference:
 HB 1182, Section 1

Expenditure Limit Reference:
 N/A

Senate

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$12,487,157 | 6.5% | \$12,763,373 | 8.8% | 177.0 | N/A |
| FY'00 | \$12,665,972 | 1.4% | \$13,276,246 | 4.0% | 200.4 | N/A |
| FY'01 | \$13,017,287 | 2.8% | \$13,188,284 | -0.7% | 206.0 | N/A |
| FY'02 | \$14,433,771 * | 10.9% | \$14,415,564 | 9.3% | 204.0 | N/A |
| FY'03 | \$13,132,887 ** | -9.0% | \$13,499,626 | -6.4% | 207.4 | N/A |
| FY'04 | \$12,147,920 | -7.5% | \$12,310,747 | -8.8% | | N/A |
| 6 Year Change | -\$339,237 | -2.7% | -\$452,626 | -3.5% | | |
| Infl. Adjusted 6 Year Change | -\$1,723,450 | -13.8% | -\$1,855,392 | -14.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$15,001,727, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated \$14,251,641, but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|------------|
| A. FY'03 Appropriation | 14,251,641 | N/A |
| 1. FY'03 Budget Cut | -1,118,754 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Senate's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. delayed scheduled data processing equipment purchases and software upgrades; and</p> | | |
| <p>b. postponed the restoration/renovation projects scheduled as part of the Capitol Building Master Plan.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>13,132,887</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|------------|
| C. Adjusted FY'03 Appropriation | 13,132,887 | N/A |
| 1. FY'04 Budget Cut | -984,967 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 7.5 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. cut discretionary costs and realize savings through internal efficiencies; and</p> | | |
| <p>b. continue to reduce salaries through attrition.</p> | | |
| D. FY'04 Base Appropriation | <u>12,147,920</u> | <u>N/A</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|-------------------|
| F. FY'04 Appropriation | <u><u>12,147,920</u></u> | <u><u>N/A</u></u> |
|------------------------|--------------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.



V. OTHER ISSUES

A. OSF Refund

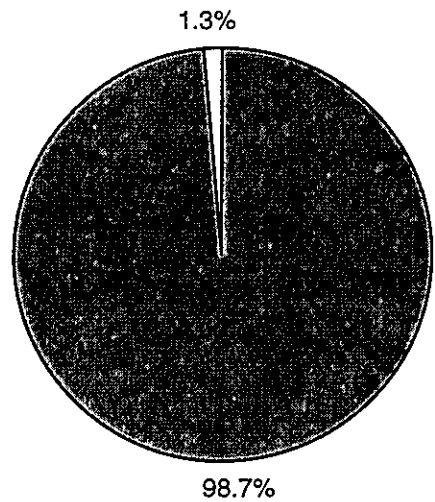
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$162,827, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Total FY'04 Budget

| | |
|---|--------------|
|  | \$12,147,920 |
|  | \$162,827 |
| | <hr/> |
| | \$12,310,747 |

FY'04 Budget by Source

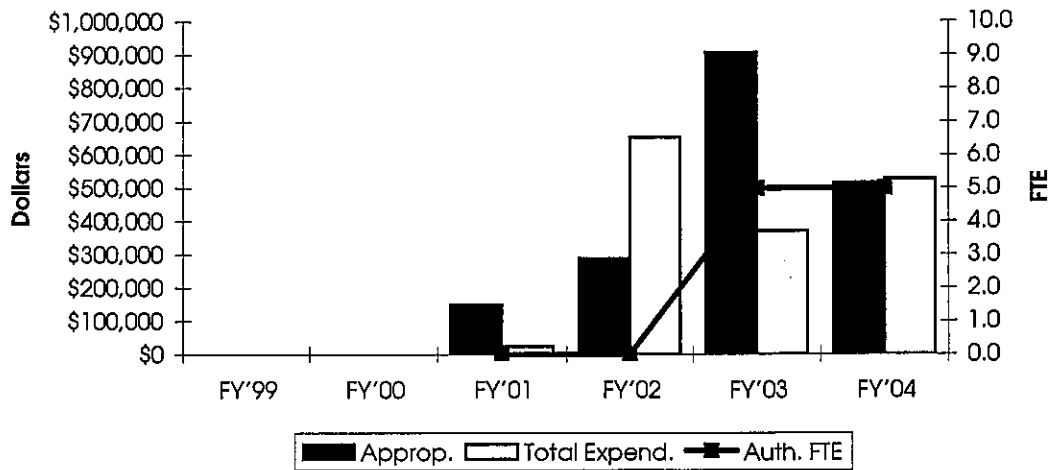


Appropriation Reference:
HB 1183, Section 1

Expenditure Limit Reference:
N/A

Oklahoma Space Industry Development Authority

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures</u> ¹ | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-------|----------------------|-----------------------|---|-----------------------|-------------------|------------------|
| FY'99 | | | | | | |
| FY'00 | | | | | | |
| FY'01 | \$150,000 | N/A | \$24,014 | N/A | 1.3 | N/A |
| FY'02 | \$288,642 * | 92.4% | \$652,990 | 2619.2% | 3.2 | N/A |
| FY'03 | \$907,677 ** | 214.5% | \$371,414 | -43.1% | 4.0 | 5.0 |
| FY'04 | \$515,851 | -43.2% | \$527,105 | 41.9% | | 5.0 |

¹ Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - The Oklahoma Space Industry Development Authority was officially activated by the Governor in May 2000. Funds totaling \$150,000 were appropriated to the agency for start-up costs.

* The agency was originally appropriated \$300,000, but to due a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated \$985,000, but to due a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 985,000 | 5.0 |
| 1. FY'03 Budget Cut | -77,323 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Authority's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. cut salaries through attrition; b. reduced travel expenditures; c. reduced operating costs; d. delayed the hiring of one FTE; and e. utilized carryover monies. | | |
| B. Adjusted FY'03 Appropriation | <u>907,677</u> | <u>5.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| C. Adjusted FY'03 Appropriation | 907,677 | 5.0 |
| 1. One-Time Adjustments | -350,000 | |
| <p>These monies were appropriated for a federally mandated environmental impact study of conditions at the site of the proposed Burns Flat Spaceport.</p> | | |
| 2. FY'04 Budget Cut | -41,826 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 8 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. postpone installation of wide band communication system for one year; b. cut legal services; c. limit travel; d. delay the hiring of two FTE for two years; and e. extend FAA study over two years. | | |
| D. FY'04 Base Appropriation | <u>515,851</u> | <u>5.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|--------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|----------------|------------|
| F. FY'04 Appropriation | <u>515,851</u> | <u>5.0</u> |
|------------------------|----------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

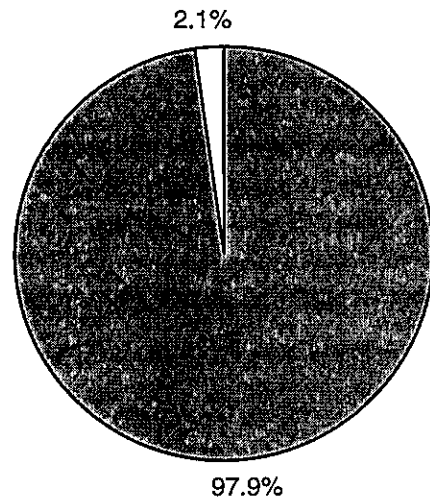
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$11,254, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Total FY'04 Budget

| | |
|---|------------------|
| ■ | \$515,851 |
| □ | \$11,254 |
| | <u>\$527,105</u> |

FY'04 Budget by Source

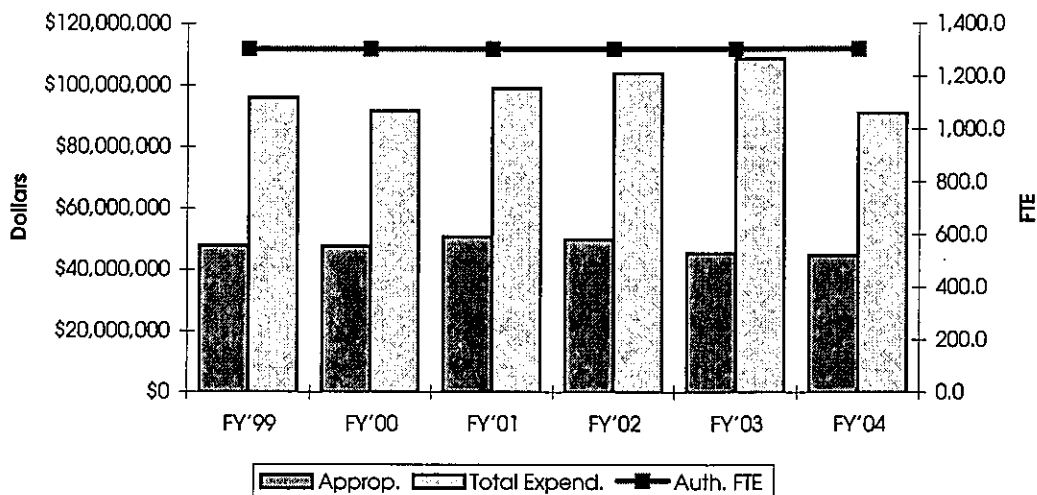


Appropriation Reference:
 HB 1184, Section 1

Expenditure Limit Reference:
 HB 1184, Sections 2-3

Tax Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$47,934,067 | 4.0% | \$96,020,826 | 13.4% | 1,149.6 | 1,304.0 |
| FY'00 | \$47,587,292 | -0.7% | \$91,662,164 | -4.5% | 1,108.3 | 1,304.0 |
| FY'01 | \$50,680,269 | 6.5% | \$99,035,823 | 8.0% | 1,099.9 | 1,304.0 |
| FY'02 | \$49,789,429 * | -1.8% | \$103,896,496 | 4.9% | 1,098.7 | 1,304.0 |
| FY'03 | \$45,302,017 ** | -9.0% | \$108,710,086 | 4.6% | 999.2 | 1,304.0 |
| FY'04 | \$44,601,406 | -1.5% | \$90,970,080 | -16.3% | | 1,304.0 |
| 6 Year Change | -\$3,332,661 | -7.0% | -\$5,050,746 | -5.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$8,414,834 | -17.6% | -\$15,416,467 | -16.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - The Unclaimed Properties Division and its \$525,674 appropriated budget was transferred from the Tax Commission to the State Treasurer's Office.

* The agency was appropriated \$51,748,599, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was appropriated \$49,161,169, but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|----------------|
| A. FY'03 Appropriation | 49,161,169 | 1,304.0 |
| 1. FY'03 Budget Cut | -3,859,152 | |
| A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Commission's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | | |
| a. furloughs of six days for all employees whose annual salary is over \$25,000, and two days for the remaining employees; and | | |
| b. Tax Internet Services were scaled back by \$450,000. | | |
| 2. Supplemental | 477,000 | |
| Seasonal employees for processing of income tax returns. | | |
| B. Adjusted FY'03 Appropriation | <u>45,302,017</u> | <u>1,304.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|----------------|
| C. Adjusted FY'03 Appropriation | 45,779,017 | 1,304.0 |
| 1. One-Time Adjustments | 1,441,000 | |
| a. Additional income was certified for the Federal Offset Refund Program, which allows the state to capture federal tax refunds for state tax liabilities. | | |
| b. Removal of supplemental funding. | -477,000 | |
| 2. FY'04 Budget Cut | -2,641,611 | |
| The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 5.4 percent. The agency plans to deal with the reduction in the following manner: | | |
| a. furlough all employees as needed; | | |
| b. hiring and promotion freeze; | | |
| c. realize savings from FY'03 FTE cut; and | | |
| d. eliminate contract employees used during tax season peaks. | | |
| D. FY'04 Base Appropriation | <u>44,101,406</u> | <u>1,304.0</u> |

| | Total | FTE |
|--|---------|-----|
| E. Other Appropriation Adjustments | | |
| 1. Gross Production Forecasting System | 500,000 | |
| These funds will be used to enhance the estimating and forecasting systems and the tax reporting and remittance structure for gross production of natural gas. | | |
| Total Adjustments | 500,000 | 0.0 |

| | | |
|------------------------|-------------------|----------------|
| F. FY'04 Appropriation | <u>44,601,406</u> | <u>1,304.0</u> |
|------------------------|-------------------|----------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

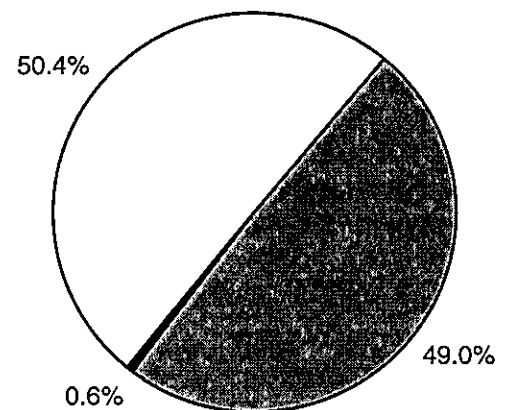
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$561,674, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|--|---------------------|
| | \$44,601,406 |
| | \$561,674 |
| | \$45,807,000 |
| | <u>\$90,970,080</u> |

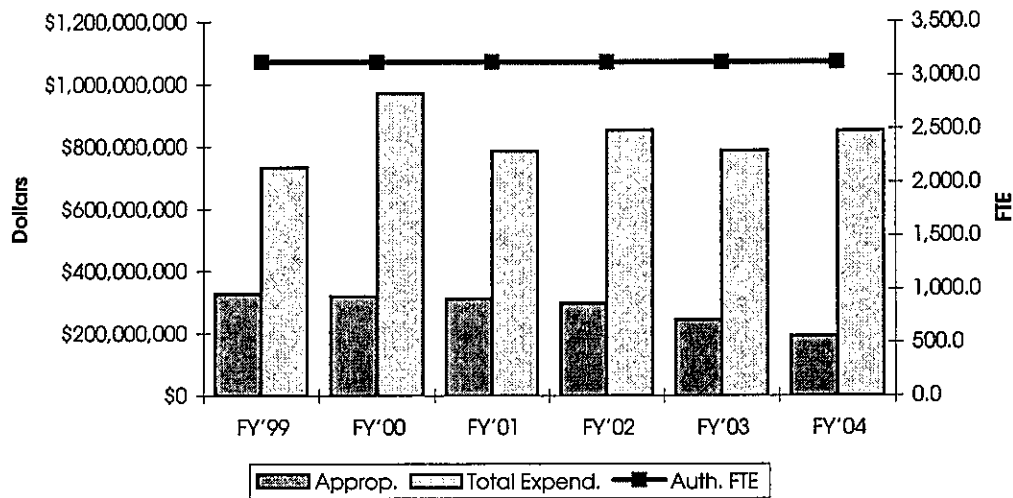


Appropriation Reference:
SB 140, Sections 1-2
HB 1250, Section 2

Expenditure Limit Reference:
SB 140, Sections 3-4

Department of Transportation

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$328,358,872 | 12.2% | \$732,526,419 | 16.3% | 2,664.1 | 3,125.0 |
| FY'00 | \$320,316,334 | -2.4% | \$971,956,720 | 32.7% | 3,129.5 | 3,125.0 |
| FY'01 | \$311,037,259 | -2.9% | \$785,790,957 | -19.2% | 2,535.5 | 3,125.0 |
| FY'02 | \$297,959,405 * | -4.2% | \$853,671,436 | 8.6% | 2,539.0 | 3,125.0 |
| FY'03 | \$244,399,905 ** | -18.0% | \$788,130,192 | -7.7% | 2,421.4 | 3,125.0 |
| FY'04 | \$192,185,387 | -21.4% | \$850,082,953 | 7.9% | | 3,125.0 |
| 6 Year Change | -\$136,173,485 | -41.5% | \$117,556,534 | 16.0% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$158,072,334 | -48.1% | \$20,692,572 | 2.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$299,154,666, but due to a revenue shortfall its allocation was reduced to the amount shown.

** The agency was originally appropriated \$247,008,325 but due to a revenue shortfall its allocation was reduced to the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------|----------------|
| A. FY'03 Appropriation | 247,008,325 | 3,125.0 |
| 1. FY'03 Budget Cut | -2,608,420 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, ODOT's original FY'03 General Revenue allocation was reduced by 7.85 percent.</p> <p>The agency dealt with the revenue reduction in the following ways:</p> <p>a. used \$1.7 million in CIP monies that were appropriated in excess of the annual debt service payment;</p> <p>b. cut administrative, operations and engineering expenditures; and</p> <p>c. reduced the maintenance budget.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>244,399,905</u> | <u>3,125.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|----------------|
| C. Adjusted FY'03 Appropriation | 244,399,905 | 3,125.0 |
| 1. One-Time Adjustments | -58,318,273 | |
| <p>Capitol Improvement Program Bond Issue was restructured allowing ODOT to reduce their annual debt service payments.</p> | | |
| D. FY'04 Base Appropriation | <u>186,081,632</u> | <u>3,125.0</u> |

| | | |
|--|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. ODOT Fund | 6,103,755 | |
| <p>Increase in ODOT Fund as certified by the State Equalization Board.</p> | | |
| Total Adjustments | <u>6,103,755</u> | <u>0.0</u> |

| | | |
|------------------------|---------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>192,185,387</u></u> | <u><u>3,125.0</u></u> |
|------------------------|---------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES





A. OSF Refund

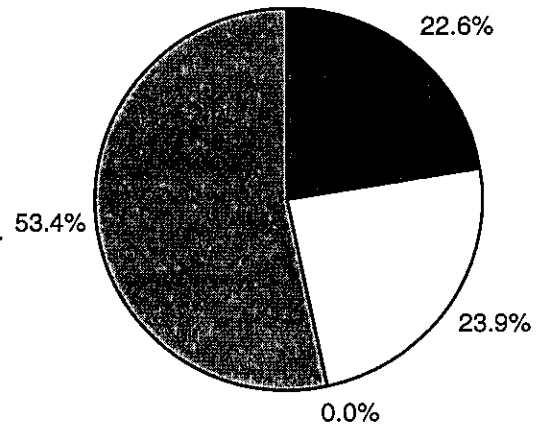
The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds totaling, \$379,638, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

| | |
|----------------------|--|
| FY'04 Appropriations | |
| Revolving Funds | |
| OSF Refund | |
| Federal Funds | |
| Total FY'04 Budget | |

| | |
|---|---------------|
|  | \$192,185,387 |
|  | \$203,486,141 |
|  | \$379,638 |
|  | \$454,031,787 |
| | <hr/> |
| | \$850,082,953 |

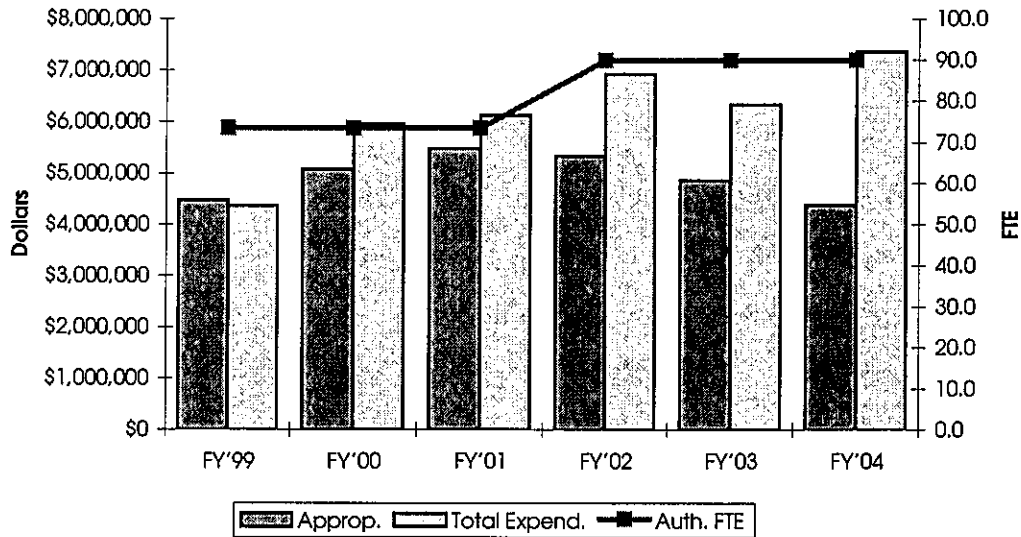


Appropriation Reference:
SB 184, Sections 1-3

Expenditure Limit Reference:
SB 184, Sections 6-7

Treasurer

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$4,478,167 | 1.2% | \$4,367,669 | 0.2% | 56.9 | 73.5 |
| FY'00 | \$5,083,878 | 13.5% | \$5,964,489 | 36.6% | 59.8 | 73.5 |
| FY'01 | \$5,482,722 | 7.8% | \$6,132,397 | 2.8% | 59.8 | 73.5 |
| FY'02 | \$5,337,441 * | -2.6% | \$6,927,880 | 13.0% | 75.5 | 90.0 |
| FY'03 | \$4,864,044 ** | -8.9% | \$6,334,517 | -8.6% | 76.2 | 90.0 |
| FY'04 | \$4,377,639 | -10.0% | \$7,360,538 | 16.2% | | 90.0 |
| 6 Year Change | -\$100,528 | -2.2% | \$2,992,869 | 68.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$599,345 | -13.4% | \$2,154,162 | 49.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - The Unclaimed Properties Division of the Tax Commission and its \$525,674 appropriation budget was transferred to the State Treasurer's Office.

* The agency was appropriated \$5,547,465, but due to a revenue shortfall its allocation was reduced to the amount shown above.

** The agency was appropriated \$5,270,092, but due to a revenue shortfall its allocation was reduced to the amount shown above.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 5,270,092 | 90.0 |
| 1. FY'03 Budget Cut | -406,048 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, the Treasurer's original FY'03 General Revenue allocation was reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. all division spending was kept at FY'02 levels; b. carryover funds were utilized; c. one vacant FTE was eliminated; and d. savings were realized from legislative changes in the Custodial Banking and Securities Lending Program and from the agency's adjustment to its banking fees arrangements. | | |
| B. Adjusted FY'03 Appropriation | <u>4,864,044</u> | <u>90.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 4,864,044 | 90.0 |
| 1. FY'04 Budget Cut | -486,405 | |
| <p>The Board of Equalization projected a reduction in the available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriation level. As a result, the agency's budget was reduced by an additional 10 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. HB 1580 raised the fee assessed by the agency for bank service charges from 1 percent to 4 percent. This increase will offset the FY'04 budget cut. | | |
| D. FY'04 Base Appropriation | <u>4,377,639</u> | <u>90.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>4,377,639</u></u> | <u><u>90.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

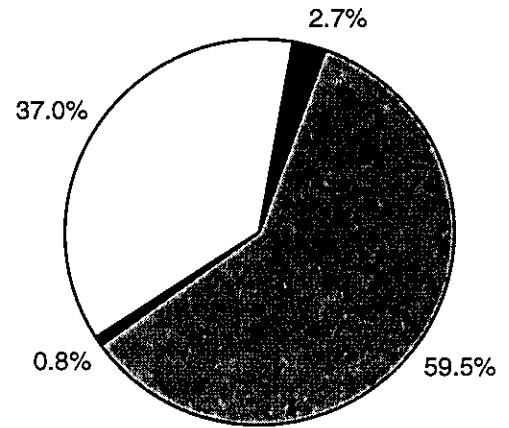
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue Funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$59,098, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--------------------|
| FY'04 Appropriations | \$4,377,639 |
| OSF Refund | \$59,098 |
| Revolving Funds | \$2,723,801 |
| Carryover | \$200,000 |
| Total FY'04 Budget | \$7,360,538 |

FY'04 Budget by Source



Appropriation Reference:
SB 142, Sections 1-2

Expenditure Limit Reference:
SB 142, Sections 4-5



SUBCOMMITTEE ON HEALTH AND SOCIAL SERVICES

Members:

Senator Ben Robinson, Chair

Senator Cliff Aldridge

Senator Sam Helton

Senator Angela Monson

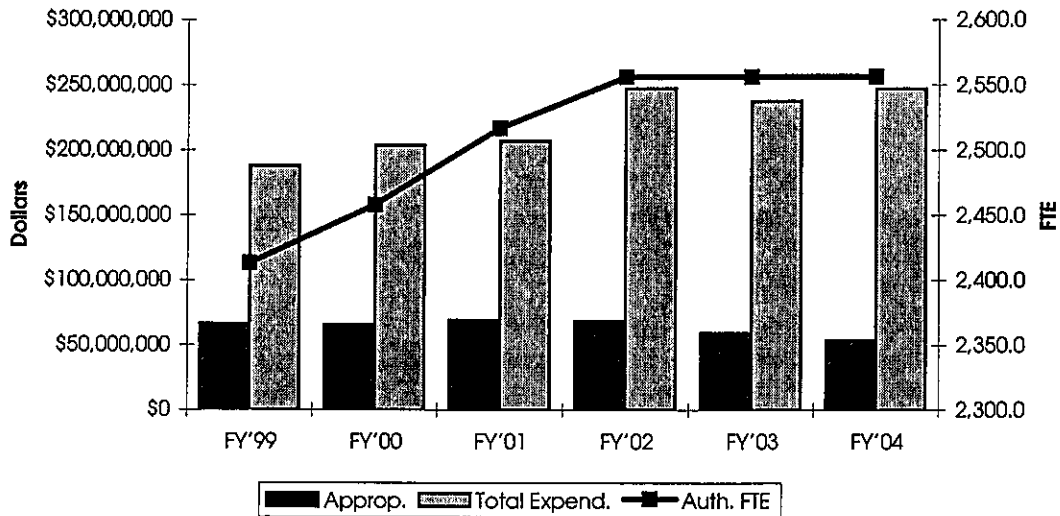
Senator Nancy Riley

Randy Dowell, Analyst

| <u>Agency</u> | FY'03 Original <u>Appropriation</u> | FY'03 Revised Appropriation w/Supplementals | FY'04 <u>Appropriation</u> | \$ Change from <u>Orig. FY'03</u> | % Change from <u>Orig. FY'03</u> | %Change from <u>Rev. FY'03</u> |
|--|--|---|-------------------------------|---|--|--------------------------------------|
| Health Care Authority | \$442,605,130 | \$413,559,746 | \$439,000,000 | (\$3,605,130) | -0.8% | 6.2% |
| Health, Department of | \$64,292,965 | \$59,402,965 | \$53,649,633 | (\$10,643,332) | -16.6% | -9.7% |
| J.D. McCarty Center | \$2,946,549 | \$2,715,245 | \$2,457,899 | (\$488,650) | -16.6% | -9.5% |
| Mental Health & Substance Abuse Services | \$150,924,452 | \$139,167,043 | \$145,018,006 | (\$5,906,446) | -3.9% | 4.2% |
| University Hospitals Authority | \$41,499,895 | \$38,242,153 | \$34,598,585 | (\$6,901,310) | -16.6% | -9.5% |
| Veterans Affairs, Department of | \$26,687,506 | \$24,592,537 | \$26,943,202 | \$255,696 | 1.0% | 9.6% |
| Subtotal | \$728,956,497 | \$677,679,689 | \$701,667,325 | (\$27,289,172) | -3.7% | 3.5% |

Department of Health

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|-----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$66,356,208 | 19.3% | \$188,226,098 | 9.3% | 2,280.4 | 2,413.3 |
| FY'00 | \$65,788,803 | -0.9% | \$203,987,061 | 8.4% | 2,356.4 | 2,458.3 |
| FY'01 | \$69,500,271 | 5.6% | \$207,256,447 | 1.6% | 2,285.2 | 2,517.3 |
| FY'02 | \$68,797,387 * | -1.0% | \$247,619,683 | 19.5% | 2,348.4 | 2,556.3 |
| FY'03 | \$59,402,965 ** | -13.7% | \$237,720,503 | -4.0% | 2,338.3 | 2,556.3 |
| FY'04 | \$53,649,633 | -9.7% | \$247,076,201 | 3.9% | | 2,556.3 |
| 6 Year Change | -\$12,706,575 | -19.1% | \$58,850,103 | 31.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$18,819,762 | -28.4% | \$30,696,639 | 16.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - Appropriation amount includes a supplemental appropriation of \$500,000.

FY'01 - Appropriation amount includes a supplemental appropriation of \$200,000.

* The agency was originally appropriated \$71,436,628, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$64,292,965, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| A. FY'03 Appropriation | 64,292,965 | 2,556.3 |
| 1. FY'03 Budget Shortfall | -4,890,000 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. the agency cut all contracted services;</p> <p>b. a hiring freeze was implemented; and</p> <p>c. a buy out was offered for targeted program employees.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>59,402,965</u> | <u>2,556.3</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| C. Adjusted FY'03 Appropriation | 59,402,965 | 2556.3 |
| 1. FY'04 Budget Cut | -5,897,144 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 9.9 percent. The agency dealt with the cut in the following manner:</p> <p>a. The Eldercare program was eliminated. This program provided case management services primarily for Advantage Waiver clients. Because these same services were provided by private providers across the state, the agency felt that the elimination of this program would have little impact on the majority of its clients. A portion of the funding from this program was diverted to the Department of Human Services (which administers the Advantage Waiver program) to ensure that service levels would remain adequate. Those Eldercare clients who did not qualify for the Advantage program are now without services.</p> | | |
| D. FY'04 Base Appropriation | <u>53,505,821</u> | <u>2,556.3</u> |

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------------|-----------------------|
| E. Other Appropriation Adjustments | | |
| 1. Reduction of Contractual Services All line item contractual services were reduced by 13 percent. | -349,877 | |
| 2. Sickie Cell Research Funding was provided to offset a portion of the FY'03 revenue shortfall. | 23,291 | |
| 3. D-DENT Funding was provided to offset a portion of the FY'03 revenue shortfall. | 17,779 | |
| 4. Contract for Advantage Program Services Funding was provided to supplement the Advantage Waiver program in the three panhandle counties. The regular reimbursement rates were not adequate to support a provider in such a sparsely populated area. | 18,500 | |
| 5. Abstinence and Guidance Program Funding was provided to offset a portion of the FY'03 revenue shortfall. | 2,500 | |
| 6. Partial Restoration of FY'03 Cuts These funds were appropriated to replace a portion of the FY'03 cuts to county health departments in rural areas of the state. They were having difficulties retaining staff. | 431,619 | |
| Total Adjustments | <u>143,812</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>53,649,633</u></u> | <u><u>2,556.3</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$711,707, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. SJR 21





This measure prohibits smoking in indoor workplaces, with some exceptions, beginning November 1, 2003. It requires restaurants to build a smoking room or become totally smoke free by March 1, 2006.

C. SB 338

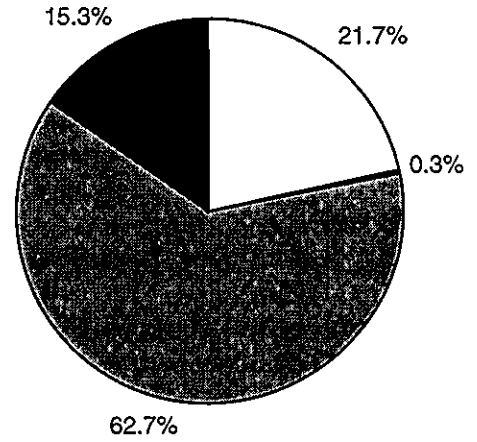
This measure requires the agency to seek a Medicaid match for the Children First program.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Federal Funds
Revolving Funds
Total FY'04 Budget

| | |
|---|---------------|
|  | \$53,649,633 |
|  | \$711,707 |
|  | \$154,798,844 |
|  | \$37,916,017 |
| <hr/> | |
| | \$247,076,201 |

FY'04 budget by Source

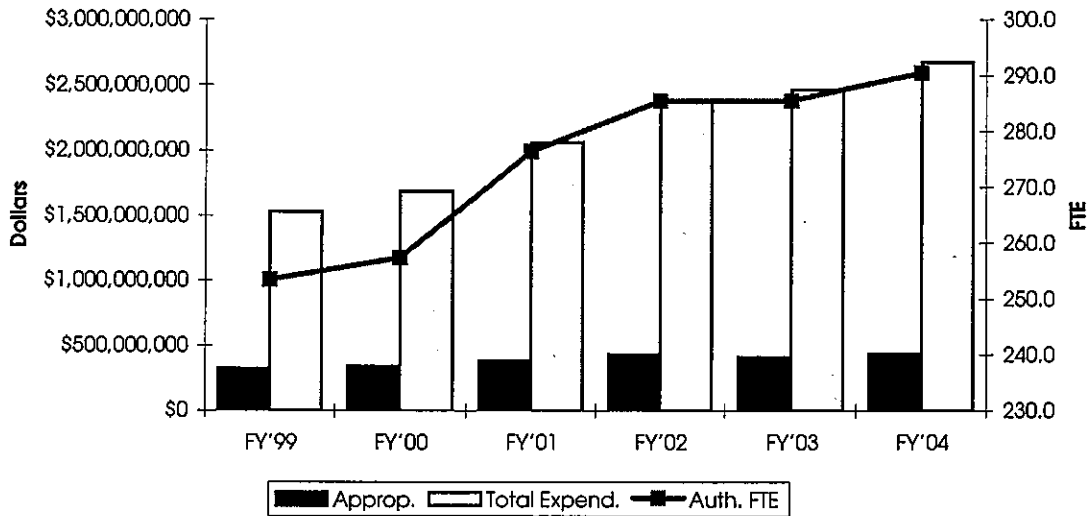


Appropriation Reference:
HB 1189, Sections 1-14

Expenditure Limit Reference:
HB 1189, Section 2

Health Care Authority

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|------------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$321,652,656 | 2.6% | \$1,529,477,097 | 11.8% | 248.9 | 253.5 |
| FY'00 | \$343,124,518 | 6.7% | \$1,686,924,971 | 10.3% | 255.9 | 257.5 |
| FY'01 | \$383,733,068 | 11.8% | \$2,061,515,591 | 22.2% | 263.8 | 276.5 |
| FY'02 | \$430,927,135 * | 12.3% | \$2,389,561,722 | 15.9% | 280.7 | 285.5 |
| FY'03 | \$413,559,746 ** | -4.0% | \$2,463,326,621 | 3.1% | 271.3 | 285.5 |
| FY'04 | \$439,000,000 | 6.2% | \$2,674,891,698 | 8.6% | | 290.5 |
| 6 Year Change | \$117,347,344 | 36.5% | \$1,145,414,601 | 74.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$67,324,838 | 20.9% | \$840,620,101 | 55.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - Includes supplemental funding of \$9,327,301 for shortfall in Medicaid budget.

FY'01 - Includes supplemental funding of \$20,929,369 for a shortfall in the Medicaid budget.

* The agency was originally appropriated \$418,679,264, but due to a revenue shortfall, an agency budget shortfall, and three subsequent supplemental appropriations, the agency's allocation was increased to the number shown.

** The agency was originally appropriated \$442,605,130, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|--------------|
| A. FY'03 Appropriation | 442,605,130 | 285.5 |
| 1. FY'03 Budget Shortfall | -29,045,384 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. adult dental services were eliminated on October 1, 2002;</p> | | |
| <p>b. the prescription drug benefit for Home and Community Based Waiver Clients was reduced from unlimited to five paid prescriptions per month on October 1, 2002;</p> | | |
| <p>c. paid hospital days were reduced from 24 to 15 for SoonerCare Choice recipients on October 1, 2002;</p> | | |
| <p>d. the SoonerCare Plus benefits package was reduced to match the SoonerCare Choice package on January 1, 2003;</p> | | |
| <p>e. the Medically Needy program was eliminated on February 1, 2003;</p> | | |
| <p>f. Outpatient Behavioral Health services were eliminated;</p> | | |
| <p>g. the University Hospitals Authority transferred \$4.5 million in one time funds to OHCA to support the Medicaid program;</p> | | |
| <p>h. the Department of Human Services was directed to transfer \$7.5 million in one time funds to OHCA to support the Medicaid program;</p> | | |
| <p>i. the agency generated administrative savings of \$2.1 million by freezing 10 positions and leaving 5 positions vacant temporarily; and several contracts were reduced 2.5% including those of Unisys and First Health.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>413,559,746</u> | <u>285.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|--------------|
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, OHCA was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>413,559,746</u> | <u>285.5</u> |

| | Total | FTE |
|--|-------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Annualizations | | |
| Funding was provided to annualize several items that were only partially funded for FY'03 such as growth in enrollment and increases in utilization. In addition, savings generated from the annualization of the FY'03 program reductions were applied to the agency's break even request. A provider fee on MCOs was also levied to offset this budget (see Other Issues). | | |
| Employee Benefit Allowance | 57,538 | |
| Federal Medical Assistance Percentage (FMAP) | 3,000,000 | |
| Fee-For-Service Utilization Increases | 2,238,525 | |
| Medicare A & B Premium Increases | 481,261 | |
| SoonerCare Choice Growth | 601,330 | |
| SoonerCare Plus Benefit Cuts | -1,771,957 | |
| Annualized Savings From FY'03 Budget Cuts | -10,203,410 | |
| Managed Care Organization Fee Revenue (HB 1017) | -13,479,685 | |
| 2. Maintenance | | |
| Funding items are considered maintenance requests if they are required to keep from reducing services. These items include assumptions about increases in enrollment, increases in utilization and even account for the inflationary increases in the cost of prescription drugs. These requests may also include FTE required to keep up with program growth. | | |
| Fee-For-Service Pharmacy Cost Increases | 12,088,173 | |
| Fee-For-Service Utilization Increases | 8,330,091 | |
| Fiscal Agent Re-Procurement | -970,000 | |
| Fiscal Agent Services | -1,818,401 | |
| Coding and Compliance Officer | 34,415 | 1.0 |
| Durable Medical Equipment Purchasing Analyst | 28,625 | |
| EDS Table Maintenance | 28,625 | |
| Microfilm Personnel | 34,763 | |
| Rate Setting Personnel | 71,022 | |
| Increase in Mailing Costs and Vehicle | 22,500 | |
| Medicare A & B Premium Increases | 695,007 | |
| Nurse Aide Training Reimbursement | 226,800 | |
| Quality of Care Fund Shortfall (Nursing Homes) | 5,339,980 | |
| Replace FY'03 Inter-Agency Transfers and One-Time Savings | 15,250,534 | |
| Replace One-Time Funds: FY'02 Carryover | 710,700 | |
| SoonerCare Choice FY'04 Growth | 712,890 | |
| 3. Mandates and Compliance | | |
| The following items are new requirements of the state or federal governments. | | |
| Contract Legal Services: Evans, et al. -v- Fogarty, et al. | 300,000 | |
| Contract Actuarial Services | 250,000 | |
| Contract Increase From Auditor & Inspector | 2,500 | |
| Enhance Eligibility for Working Poor | 1,887,412 | |
| HIPAA Specialist | 32,932 | 1.0 |
| Olmstead Disability Service Coordinator | 31,449 | 1.0 |
| Provider Enrollment and EFT | 41,322 | 2.0 |
| SSI Rate Adjustment for Nursing Homes: FY'02 and FY'03 | 1,185,313 | |
| Total Adjustments | 25,440,254 | 5.0 |

| | <u>Total</u> | <u>FTE</u> |
|------------------------|--------------------|--------------|
| F. FY'04 Appropriation | <u>439,000,000</u> | <u>290.5</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,227,366, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1017

This measure authorizes OHCA to assess a quality assurance fee on all Medicaid Managed Care Organizations (MCOs). This fee will generate approximately \$13.5 million in revenue for the agency.

C. HB 1713

This measure creates the "Oklahoma Community Hospitals Public Trust Authorities Act." This legislation allows hospitals or groups of hospitals to create local taxing authorities and deposit revenues into a public trust. The intent is to match those revenues with federal Medicaid dollars.

D. SB 610

This measure creates the "Oklahoma Medicaid Program Reform Act of 2003." This legislation allows the OHCA to apply for a waiver under the Health Insurance Flexibility Act (HIFA) to accomplish certain goals. Among them, increasing eligibility levels by encouraging buy in from non-mandatory populations in the form of co-pays and deductibles.

E. SB 338








This measure directs the agency to seek a federal match for the Children First program.

F. Federal Relief Package

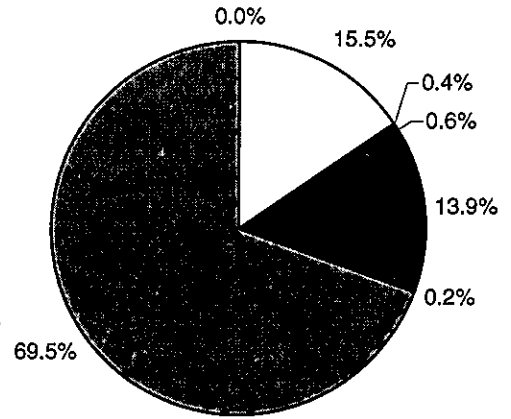
The agency will receive a large infusion of one-time funding through the Jobs and Growth Tax Relief Reconciliation Act of 2003 once it is signed by President Bush. This act provides the State of Oklahoma approximately \$100 million in one-time support for the state's Medicaid program. OHCA will be the beneficiary of approximately \$71 million of these funds with agencies such as the Department of Human Services, the Department of Mental Health and Substance Abuse Services, the Oklahoma State Department of Health and the Office of Juvenile Affairs receiving the balance. The funds will be distributed for five quarters, retroactive to April 1, 2003, in the form of an increase in the federal match rate. In addition to balancing its budget for FY'04, OHCA also anticipates restoring many of the benefit reductions that went into place in FY'03 and FY'02 due to the state's revenue failure.

VI. FUNDING SOURCES - FY'04 BUDGET

| |
|---------------------------|
| FY'04 General Revenue |
| Tobacco Settlement |
| Rainy Day Stabilization |
| Other Funds |
| OSF Refund |
| Federal Funds |
| Carryover |
| Total FY'04 Budget |

| | |
|---|------------------------|
|  | \$414,000,000 |
|  | \$10,000,000 |
|  | \$15,000,000 |
|  | \$371,256,816 |
|  | \$4,227,366 |
|  | \$1,859,505,598 |
|  | \$901,918 |
| | \$2,674,891,698 |

FY'04 Budget by Source



Appropriation Reference:

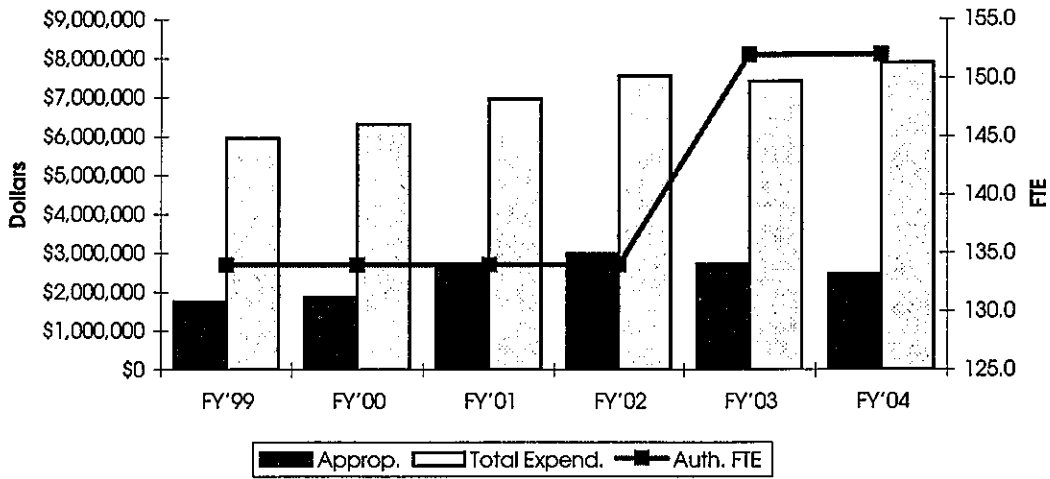
- SB 40, Sections 1-11
- HB 1017, Sections 4-5
- HB 1246, Section 1 (FY'03 Supplemental)

Expenditure Limit Reference:

- SB 40, Section 4

J.D. McCarty Center for Children with Developmental Disabilities

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$1,754,261 | 10.5% | \$5,957,872 | 17.5% | 125.8 | 134.0 |
| FY'00 | \$1,881,252 | 7.2% | \$6,320,236 | 6.1% | 127.4 | 134.0 |
| FY'01 | \$2,614,983 | 39.0% | \$6,967,074 | 10.2% | 126.9 | 134.0 |
| FY'02 | \$2,984,205 * | 14.1% | \$7,556,885 | 8.5% | 139.6 | 134.0 |
| FY'03 | \$2,715,244 ** | -9.0% | \$7,422,583 | -1.8% | 139.0 | 152.0 |
| FY'04 | \$2,457,898 | -9.5% | \$7,888,877 | 6.3% | | 152.0 |
| 6 Year Change | \$703,637 | 40.1% | \$1,931,005 | 32.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$423,568 | 24.1% | \$1,032,095 | 17.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - Appropriation amount includes a supplemental appropriation of \$544,900.

* The agency was originally appropriated \$3,101,630, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,946,549, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| A. FY'03 Appropriation | 2,946,549 | 152.0 |
| 1. FY'03 Budget Shortfall | -231,305 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. the agency received an increase in Medicaid DSH Funds; and</p> <p>b. JDMC was also able to increase its census after working out several staffing issues with the Health Department.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,715,244</u> | <u>152.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 2,715,244 | 152.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, JDMC was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>2,715,244</u> | <u>152.0</u> |

| | | |
|--|-----------------|----------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -557,346 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| 2. Bond Financing | 300,000 | |
| <p>The agency was given \$300,000 to pay for debt service on a new \$3,000,000 bond. This additional funding was needed after a new contractor had to rebuild portions of the facility.</p> | | |
| Total Adjustments | <u>-257,346</u> | <u>0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>2,457,898</u></u> | <u><u>152.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund





The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$33,665, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B SB 45

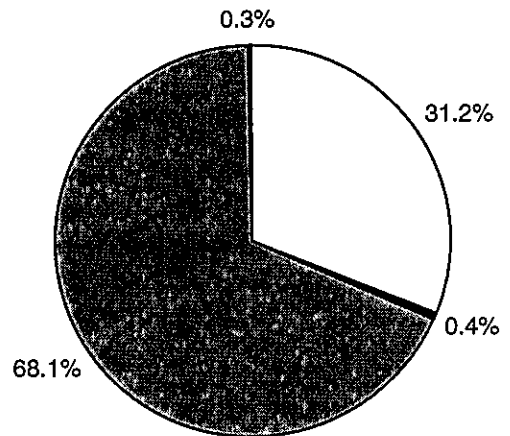
This measure authorizes the Oklahoma Capitol Improvement Authority to issue bond obligations in order to complete construction of the new JDMC facility.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Carryover
Total FY'04 Budget

| | |
|--|-------------|
|  | \$2,457,898 |
|  | \$33,665 |
|  | \$5,372,314 |
|  | \$25,000 |
| <hr/> | |
| | \$7,888,877 |

FY'04 Budget by Source

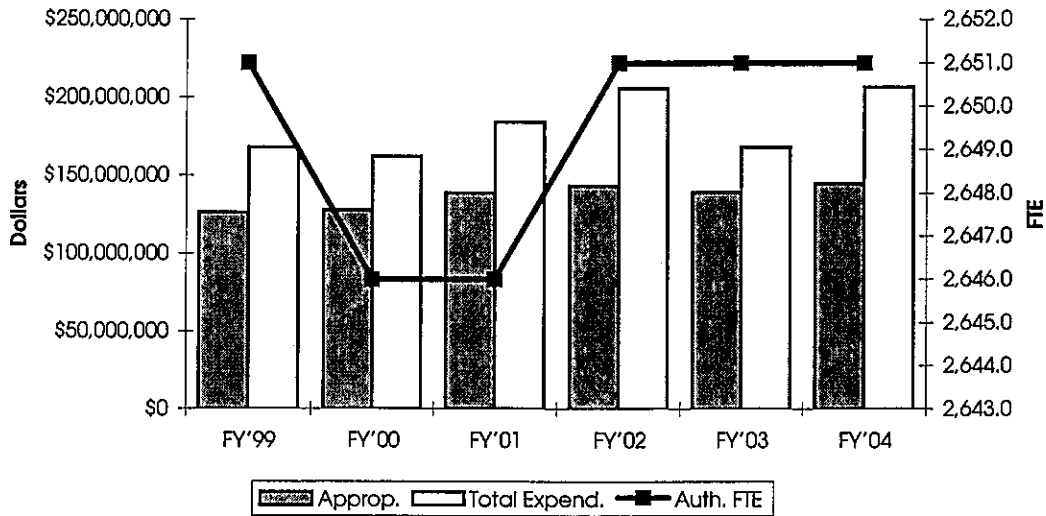


Appropriation Reference:
SB 44, Sections 1-6

Expenditure Limit Reference:
SB 44, Section 2

Department of Mental Health and Substance Abuse Services

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|------------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$126,161,345 | 3.0% | \$167,996,896 | 0.2% | 2,156.0 | 2,651.0 |
| FY'00 | \$127,852,286 | 1.3% | \$162,396,562 | -3.3% | 1,926.8 | 2,646.0 |
| FY'01 | \$138,782,733 | 8.5% | \$184,462,332 | 13.6% | 1,793.3 | 2,646.0 |
| FY'02 | \$143,574,298 * | 3.5% | \$206,077,834 | 11.7% | 1,904.2 | 2,651.0 |
| FY'03 | \$139,167,043 ** | -3.1% | \$168,498,163 | -18.2% | 1,795.7 | 2,651.0 |
| FY'04 | \$145,018,006 | 4.2% | \$206,843,420 | 22.8% | | 2,651.0 |
| 6 Year Change | \$18,856,661 | 14.9% | \$38,846,524 | 23.1% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$2,332,369 | 1.8% | \$15,277,444 | 9.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - The downsizing of Eastern State Hospital began on January 1, 2000. All clients were transitioned to the community for services, and all hospital civil patient beds, with the exception of the 44-bed enhanced residential treatment unit, were closed as of June 30, 2000.

FY'01 - Appropriation amount includes supplemental funding of \$1,221,000.

* The agency was originally appropriated \$149,135,211, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$150,924,452, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | Total | FTE |
|--|-------------|---------|
| A. FY'03 Appropriation | 150,924,452 | 2,651.0 |
| 1. FY'03 Budget Shortfall | -11,757,409 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. contract services were reduced with the exception of children's services, PACT, Drug Court and substance abuse services for pregnant women.</p> | | |
| B. Adjusted FY'03 Appropriation | 139,167,043 | 2,651.0 |

III. FY'04 APPROPRIATION

| | Total | FTE |
|---|-------------|---------|
| C. Adjusted FY'03 Appropriation | 139,167,043 | 2,651.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, ODMHSAS was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | 139,167,043 | 2,651.0 |

| | | |
|--|-----------|--|
| E. Other Appropriation Adjustments | | |
| 1. Co-occurring Treatment | 1,600,000 | |
| <p>Funding was provided to treat individuals with co-occurring (mental illness and substance abuse) disorders. A unit will be established at the existing Tulsa Center for Behavioral Health facility.</p> | | |
| 2. Programs For Assertive Community Treatment (PACT) | 1,200,000 | |
| <p>PACT teams are a nationally recognized "best practice model" for treating individuals with mental illness. PACT teams provide intensive community treatment as an alternative to a more restrictive and more expensive hospital placement. These funds will be used to operate two new PACT teams in Oklahoma City and Tulsa.</p> | | |
| 3. Mental Health Court | 100,000 | |
| <p>Oklahoma County and ODMHSAS have partnered to sponsor a mental health court pilot program. This program, similar to drug court, provides an alternative to incarceration for individuals who are willing to undergo intensive counseling while under the supervision of the court.</p> | | |

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|------------|
| Other Appropriation Adjustments (cont'd.) | | |
| 4. System of Care Services | 700,000 | |
| The agency, in cooperation with several other state agencies and the U.S. Department of Health and Human Services, has launched a statewide initiative for integrating children's services. These funds will allow the program to expand into two additional counties and match a federal grant. | | |
| 5. New Generation Medications | 500,000 | |
| These funds will increase the agency's budget for new generation medications from \$5.8 million to \$6.3 million. This allocation will help reduce the agency's dependency on pharmaceutical assistance programs from drug manufacturers. The agency currently relies on over \$10 million in charitable efforts from manufacturers in order to meet its budget. | | |
| 6. Adolescent Residential Treatment | 500,000 | |
| The state currently has less than 60 residential beds available for children with substance abuse issues. These funds will allow the agency to provide services to additional children. | | |
| 7. Drug Court | 500,000 | |
| There are currently 13 drug courts in planning stages and waiting for funding to begin operations. This allocation will allow the agency to fund 7 of those 13 courts. | | |
| 8. Residential Care | 75,000 | |
| This allocation will fund an additional 24 beds a day for persons with severe mental illness. | | |
| 9. Private CMHC Contracts | 625,000 | |
| CMHC contracts were cut \$3.3 million due to the FY'03 General Revenue shortfall. This funding will restore a portion of that cut to each contracted facility. | | |
| 10. Children's Trauma Services | 100,000 | |
| This funding will provide mental health trauma services to children who have been involved in domestic violence. | | |
| 11. Substance Abuse Services for Women /Victims of Domestic Abuse | 100,000 | |
| Women seeking services due to domestic violence are frequently also in need of substance abuse services. These funds will be used to provide those services. | | |
| 12. Debt Service Reduction | -149,037 | |
| The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | | |
| Total Adjustments | <u>5,850,963</u> | <u>0.0</u> |

| | | |
|-------------------------------|---------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>145,018,006</u></u> | <u><u>2,651.0</u></u> |
|-------------------------------|---------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$1,711,214, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. SB 46

This measure requires individuals convicted of driving under the influence or convicted of violating certain portions of the Uniform Controlled Dangerous Substance Act to pay an assessment of \$100 in addition to all other penalties. The assessment is to be deposited into the Drug Abuse Education and Treatment Revolving Fund for the purpose of funding drug courts.

C. HB 1106

This measure increases the fee on permits to sell low-point beer. The fee increase is phased in over three years. The funds generated are to be deposited into the Community-based Substance Abuse Revolving Fund (CSARF).

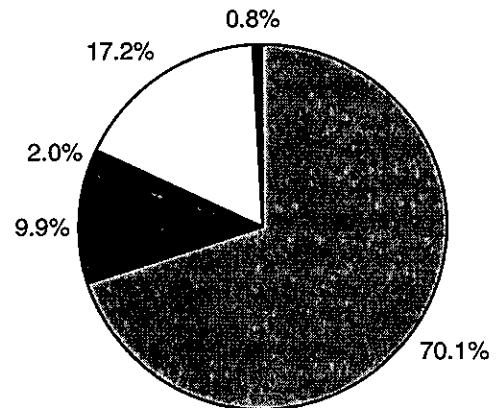
D. HB 1190

This measure authorizes the agency to create a land trust into which all real property may be transferred. The bill prohibits the sale of any property placed into the trust and requires that income generated from this property be deposited into the agency's Capital Outlay Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|----------------------|
| FY'04 Appropriations | \$145,018,006 |
| Revolving Funds | \$20,390,812 |
| Carryover | \$4,091,817 |
| Federal Funds | \$35,631,571 |
| OSF Refund | \$1,711,214 |
| Total FY'04 Budget | \$206,843,420 |

FY'04 Budget by Source

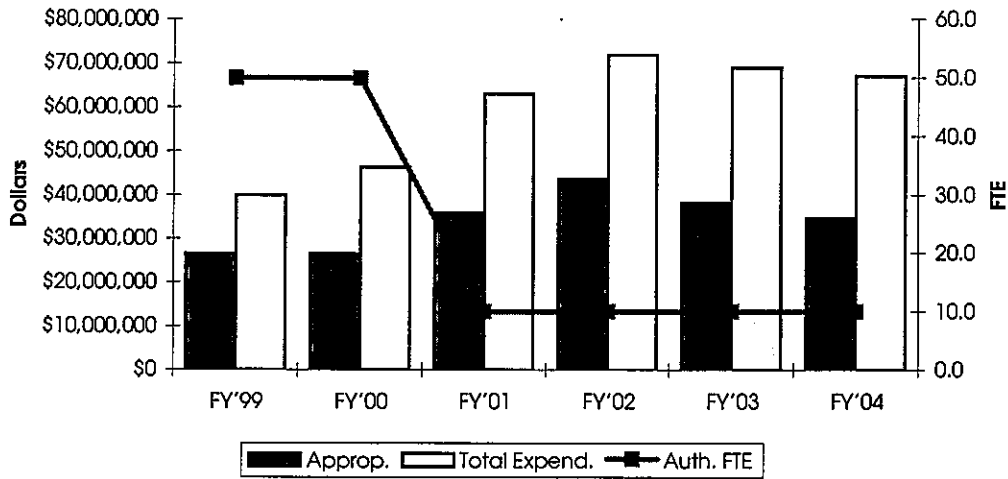


Appropriation Reference:
HB 1191, Sections 1-9

Expenditure Limit Reference:
HB 1191, Section 2

University Hospitals Authority

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$26,576,556 | -2.1% | \$39,861,792 | -77.5% | 25.0 | 50.0 |
| FY'00 | \$26,576,556 | 0.0% | \$46,323,130 | 16.2% | 13.6 | 50.0 |
| FY'01 | \$35,940,534 | 35.2% | \$63,002,174 | 36.0% | 4.0 | 10.0 |
| FY'02 | \$43,699,080 * | 21.6% | \$71,853,564 | 14.0% | 4.0 | 10.0 |
| FY'03 | \$38,242,153 ** | -12.5% | \$68,963,803 | -4.0% | 4.0 | 10.0 |
| FY'04 | \$34,598,585 | -9.5% | \$67,095,728 | -2.7% | | 10.0 |
| 6 Year Change | \$8,022,029 | 30.2% | \$27,233,936 | 68.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$4,079,642 | 15.4% | \$19,588,614 | 49.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - With final approval of the contract that leases University Hospitals to Columbia HCA, the Authority's budget included only appropriations for indigent care, disproportionate share hospital payments and operating expenses of the Authority. The only staff remaining as state employees were several administrators and the hospital's security personnel.

FY'01 - Appropriation amount includes supplemental appropriation of \$5,842,264.

* The agency was originally appropriated \$45,149,895, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$41,499,895, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|-------------|
| A. FY'03 Appropriation | 41,499,895 | 10.0 |
| 1. FY'03 Budget Shortfall | -3,257,742 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. the Hospital and Graduate Medical Education Programs were reduced by approximately \$1 million each;</p> <p>b. the indigent care funding formula with HCA was reduced by approximately \$1 million; and</p> <p>c. funding for the Child Study Center was reduced by approximately \$25,000.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>38,242,153</u> | <u>10.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|-------------|
| C. Adjusted FY'03 Appropriation | 38,242,153 | 10.0 |
| 1. FY'04 Budget Cut | -3,402,729 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced another 8.2 percent. The agency plans to deal with the cut in the following manner:</p> <p>a. reduce the Deans Graduate Medical Education program by \$1,701,364; and</p> <p>b. reduce the Hospital Graduate Medical Education program by \$1,701,365.</p> | | |
| D. FY'04 Base Appropriation | <u>34,839,424</u> | <u>10.0</u> |

| | | |
|--|-----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -240,839 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| Total Adjustments | <u>-240,839</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>34,598,585</u></u> | <u><u>10.0</u></u> |
|------------------------|--------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

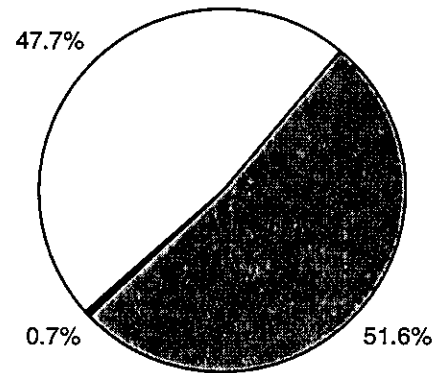
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$474,143, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|---|--------------|
|  | \$34,598,585 |
|  | \$474,143 |
|  | \$32,023,000 |
| <hr/> | |
| | \$67,095,728 |

FY'04 Budget by Source

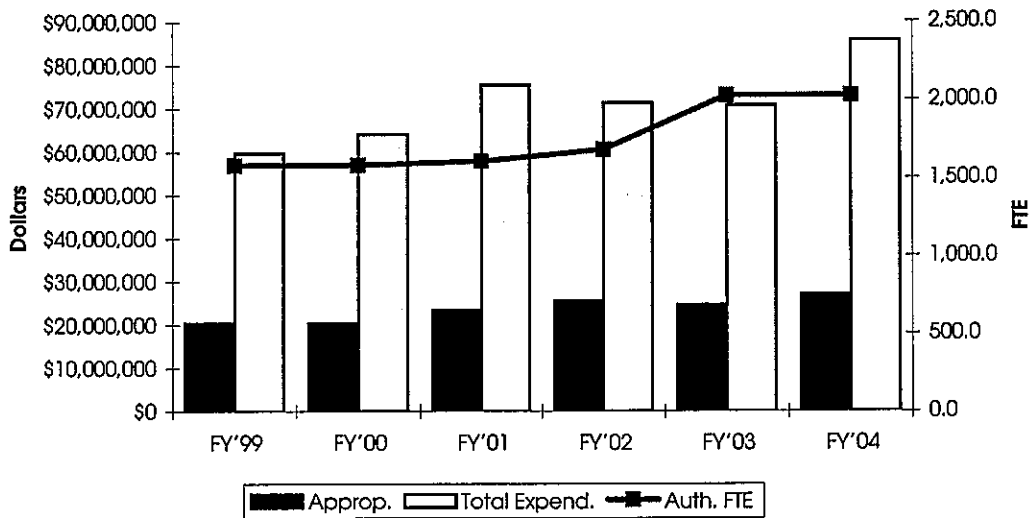


Appropriation Reference:
SB 48, Sections 1-5

Expenditure Limit Reference:
SB 48, Section 2

Department of Veterans Affairs

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$20,406,345 | 9.6% | \$59,722,317 | 6.1% | 1,471.5 | 1,583.0 |
| FY'00 | \$20,316,847 | -0.4% | \$64,128,771 | 7.4% | 1,549.8 | 1,583.0 |
| FY'01 | \$23,426,069 | 15.3% | \$75,404,700 | 17.6% | 1,528.9 | 1,608.0 |
| FY'02 | \$25,575,104 * | 9.2% | \$71,313,604 | -5.4% | 1,491.7 | 1,682.0 |
| FY'03 | \$24,592,537 ** | -3.8% | \$70,658,207 | -0.9% | 1,508.5 | 2,026.0 |
| FY'04 | \$26,943,202 | 9.6% | \$85,584,633 | 21.1% | | 2,026.0 |
| 6 Year Change | \$6,536,857 | 32.0% | \$25,862,316 | 43.3% | | |
| Infl. Adjusted 6 Year Change | \$3,466,774 | 17.0% | \$16,110,248 | 27.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - Appropriation amount includes a supplemental appropriation of \$634,836.

* The agency was originally appropriated \$26,570,641, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$26,687,506, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|----------------|
| A. FY'03 Appropriation | 26,687,506 | 2,026.0 |
| 1. FY'03 Budget Shortfall | -2,094,969 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. ODVA increased fees to patients to raise approximately \$757,000; and</p> | | |
| <p>b. the agency increased its FTE vacancy rate to 58.7 in order to cover the rest of the budget reduction.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>24,592,537</u> | <u>2,026.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|----------------|
| C. Adjusted FY'03 Appropriation | 24,592,537 | 2,026.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, ODVA was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>24,592,537</u> | <u>2,026.0</u> |

| | | |
|--|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -649,335 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| 2. Lawton Veterans Center | 3,000,000 | |
| <p>The Legislature continued its commitment to opening the new Lawton Veterans Center. This 200 bed facility is opened September 5, 2003. The center was partially funded with \$550,000 during the FY'03 appropriation process.</p> | | |
| Total Adjustments | <u>2,350,665</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>26,943,202</u></u> | <u><u>2,026.0</u></u> |
|------------------------|--------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$304,909 were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B SB 376

This measure ensures that all proceeds from the use, sale or lease of the War Veterans Commission's property be deposited in to the Capital Improvement Revolving Fund.

C. HB 1034







This measure removes the Health Department's authority to license, inspect or regulate ODVA's facilities.

D. HB 1126

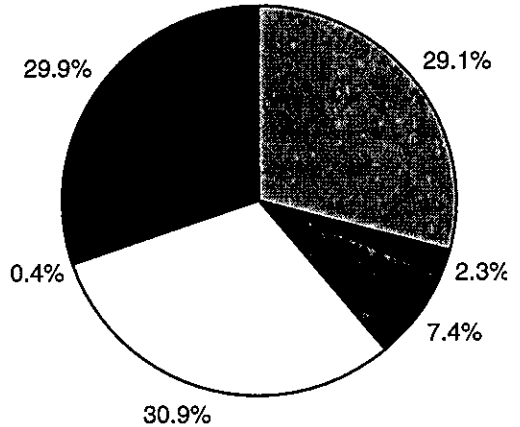
This measure extends the agencies ability to issue bonds until July 1, 2008.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--|
| FY'04 General Revenue | |
| Special Cash | |
| Carryover | |
| Revolving Funds | |
| OSF Refund | |
| Federal Funds | |
| Total FY'04 Budget | |

| | |
|---|--------------|
|  | \$24,943,202 |
|  | \$2,000,000 |
|  | \$6,363,100 |
|  | \$26,411,518 |
|  | \$304,909 |
|  | \$25,561,904 |
| <hr/> | <hr/> |
| | \$85,584,633 |

FY'04 Budget by Source



Appropriation Reference:
 HB 1193, Sections 1-6
 SB 50, Sections 1-4

Expenditure Limit Reference:
 HB 1193, Section 2

SUBCOMMITTEE ON HUMAN SERVICES

Members:

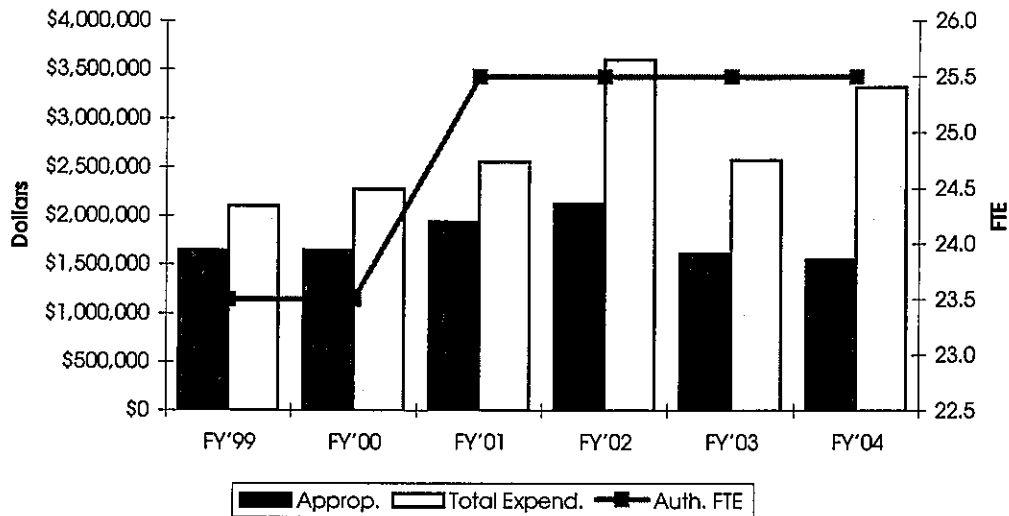
Senator Robert Kerr, Chair
 Senator Randy Brogdon
 Senator Bernest Cain
 Senator Harry Coates
 Senator Daisy Lawler

Nicole Barnes, Analyst

| <u>Agency</u> | <u>FY'03 Original Appropriation</u> | <u>FY'03 Revised Appropriation w/Supplementals</u> | <u>FY'04 Appropriation</u> | <u>\$ Change from Orig. FY'03</u> | <u>% Change from Orig. FY'03</u> | <u>%Change from Rev. FY'03</u> |
|--|---|--|--------------------------------|---|--|--|
| Children and Youth, Commission on | \$1,751,885 | \$1,614,362 | \$1,550,000 | (\$201,885) | -11.5% | -4.0% |
| Handicapped Concerns, Office of | \$386,278 | \$357,133 | \$356,000 | (\$30,278) | -7.8% | -0.3% |
| Human Rights Commission | \$790,374 | \$728,330 | \$650,000 | (\$140,374) | -17.8% | -10.8% |
| Human Services, Department of | \$410,923,039 | \$384,091,616 | \$387,455,619 | (\$23,467,420) | -5.7% | 0.9% |
| Indian Affairs, Commission of | \$276,685 | \$254,965 | \$244,000 | (\$32,685) | -11.8% | -4.3% |
| Juvenile Affairs | \$102,368,528 | \$94,432,599 | \$90,000,000 | (\$12,368,528) | -12.1% | -4.7% |
| Rehabilitation Services, Department of | \$25,576,817 | \$23,569,037 | \$24,750,000 | (\$826,817) | -3.2% | 5.0% |
| Subtotal | \$542,073,606 | \$505,048,042 | \$505,005,619 | (\$37,067,987) | -6.8% | -0.01% |

Commission on Children and Youth

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$1,647,694 | -4.9% | \$2,105,325 | 4.5% | 18.9 | 23.5 |
| FY'00 | \$1,649,688 | 0.1% | \$2,276,497 | 8.1% | 20.2 | 23.5 |
| FY'01 | \$1,940,308 | 17.6% | \$2,560,676 | 12.5% | 20.4 | 25.5 |
| FY'02 | \$2,125,759 * | 9.6% | \$3,601,001 | 40.6% | 21.2 | 25.5 |
| FY'03 | \$1,614,362 ** | -24.1% | \$2,574,390 | -28.5% | 20.9 | 25.5 |
| FY'04 | \$1,550,000 | -4.0% | \$3,322,196 | 29.0% | | 25.5 |
| 6 Year Change | -\$97,694 | -5.9% | \$1,216,871 | 57.8% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$274,311 | -16.6% | \$838,318 | 39.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$2,209,406, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$1,751,885, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 1,751,885 | 25.5 |
| 1. FY'03 Budget Shortfall | -137,523 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. suspended or cancelled of all out of state travel; b. discontinued outside printing; c. utilized Title IV funds; and d. maintained four open vacancies. | | |
| B. Adjusted FY'03 Appropriation | <u>1,614,362</u> | <u>25.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 1,751,885 | 25.5 |
| 1. FY'04 Budget Cut | -201,885 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 11.5 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. maintain two vacancies; b. eliminate the mental health expertise oversight contract; c. reduce contracts with Child Welfare Expertise, Legal Assistance with the Individuals with Disability Education Act (IDEA), and Juvenile Personnel Training; d. reduce funding for JOIN (Joint OK Information Network) and OASIS (OK Areawide Services Information System); e. reduce funding for PARB (Post Adjudication Review Board); and f. reduce funding for agency data processing. | | |
| D. FY'04 Base Appropriation | <u>1,550,000</u> | <u>25.5</u> |

| | Total | FTE |
|------------------------------------|-------|-----|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|------------------|-------------|
| F. FY'04 Appropriation | <u>1,550,000</u> | <u>25.5</u> |
|------------------------|------------------|-------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund






The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$20,016, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. SB 156

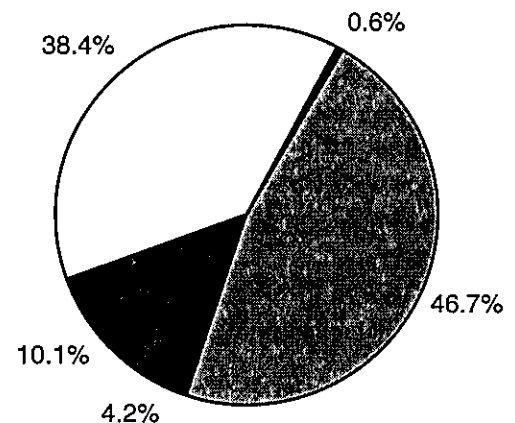
This measure creates the Positive Youth Development Revolving Fund for the Oklahoma Commission on Children and Youth for the purpose of funding grants and contracts for community-based positive youth development programs.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Revolving Funds
 Carryover
 Federal Funds
 OSF Refund
 Total FY'04 Budget

| | |
|---|--------------------|
|  | \$1,550,000 |
|  | \$140,000 |
|  | \$336,078 |
|  | \$1,276,102 |
|  | \$20,016 |
| | <u>\$3,322,196</u> |

FY'04 Budget by Source

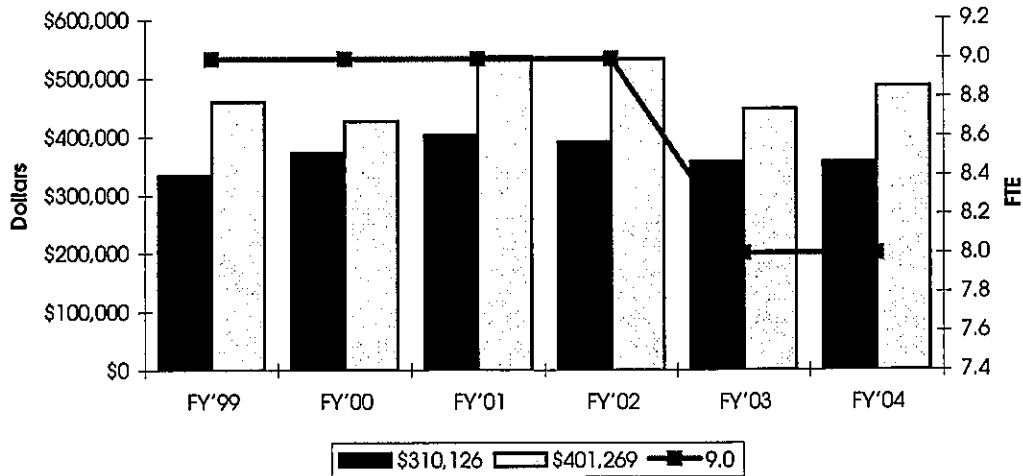


Appropriation Reference:
 SB 156, Section 1

Expenditure Limit Reference:
 SB 156, Section 3

Office of Handicapped Concerns

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$333,870 | 3.2% | \$459,815 | 5.1% | 8.7 | 9.0 |
| FY'00 | \$372,968 | 11.7% | \$426,512 | -7.2% | 7.5 | 9.0 |
| FY'01 | \$402,233 | 7.8% | \$536,486 | 25.8% | 8.2 | 9.0 |
| FY'02 | \$391,783 * | -2.6% | \$532,720 | -0.7% | 9.0 | 9.0 |
| FY'03 | \$357,133 ** | -8.8% | \$446,683 | -16.2% | 7.4 | 8.0 |
| FY'04 | \$356,000 | -0.3% | \$485,242 | 8.6% | | 8.0 |
| 6 Year Change | \$22,130 | 6.6% | \$25,427 | 5.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$18,435 | -5.5% | -\$29,865 | -6.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$406,608, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$386,278, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| A. FY'03 Appropriation | 386,278 | 8.0 |
| 1. FY'03 Budget Shortfall | -29,145 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. cut staff travel;</p> <p>b. cancelled printing of the agency's quarterly newsletter and other print material;</p> <p>c. reduced agency mailings; and</p> <p>d. cancelled statewide ADA coordinators' training and early settlement ADA training conference.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>357,133</u> | <u>8.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| C. Adjusted FY'03 Appropriation | 357,133 | 8.0 |
| 1. FY'04 Budget Cut | -1,133 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional .3 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. reducing general operating expenses.</p> | | |
| D. FY'04 Base Appropriation | <u>356,000</u> | <u>8.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>356,000</u></u> | <u><u>8.0</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

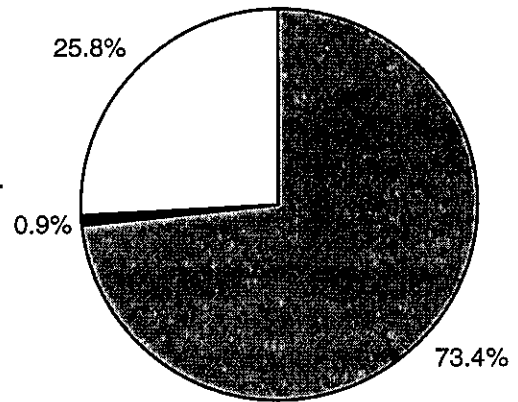
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,242, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Federal Funds
Total FY'04 Budget

| | |
|---|-----------|
|  | \$356,000 |
|  | \$4,242 |
|  | \$125,000 |
| <hr/> | |
| | \$485,242 |

FY'04 Budget by Source

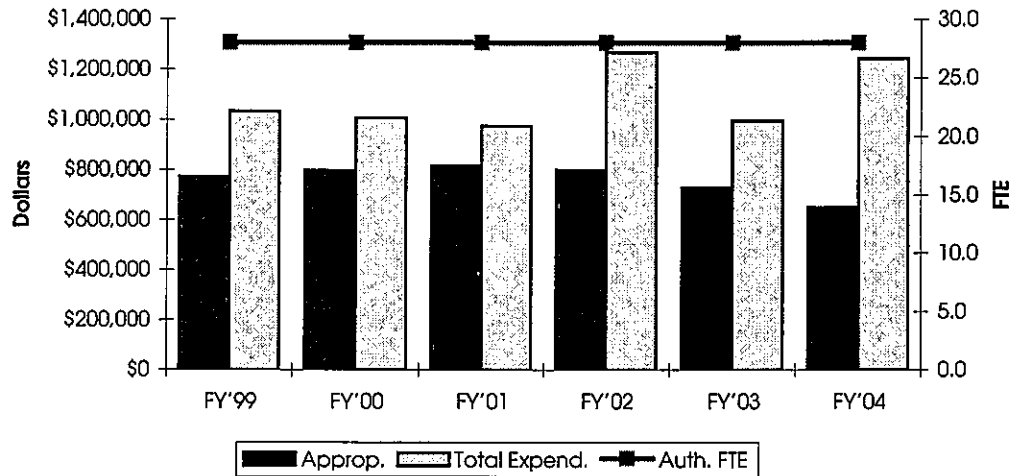


Appropriation Reference:
SB 158, Section 1

Expenditure Limit Reference:
SB 158, Section 2

Human Rights Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$772,053 | 2.9% | \$1,032,924 | -1.7% | 17.2 | 28.0 |
| FY'00 | \$797,678 | 3.3% | \$1,008,098 | -2.4% | 18.8 | 28.0 |
| FY'01 | \$816,753 | 2.4% | \$976,097 | -3.2% | 18.3 | 28.0 |
| FY'02 | \$800,474 * | -2.0% | \$1,268,292 | 29.9% | 22.0 | 28.0 |
| FY'03 | \$728,330 ** | -9.0% | \$996,474 | -21.4% | 18.4 | 28.0 |
| FY'04 | \$650,000 | -10.8% | \$1,244,030 | 24.8% | | 28.0 |
| 6 Year Change | -\$122,053 | -15.8% | \$211,106 | 20.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$196,118 | -25.4% | \$69,353 | 6.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$831,973, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$790,374, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| A. FY'03 Appropriation | 790,374 | 28.0 |
| 1. FY'03 Budget Shortfall | -62,044 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. reduced administration by eliminating three vacancies;</p> <p>b. cut travel and general operating expenses; and</p> <p>c. utilized \$51,374 from FY'02 Carryover.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>728,330</u> | <u>28.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 728,330 | 28.0 |
| 1. FY'04 Budget Cut | -78,330 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. by reducing general operating expenses.</p> | | |
| D. FY'04 Base Appropriation | <u>650,000</u> | <u>28.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>650,000</u></u> | <u><u>28.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES




A. OSF Refund

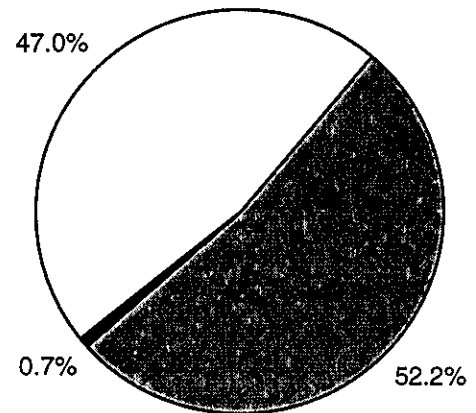
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$9,030, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
OSF Refund
Federal Funds
Total FY'04 Budget

| | |
|---|-------------|
|  | \$650,000 |
|  | \$9,030 |
|  | \$585,000 |
| <hr/> | |
| | \$1,244,030 |

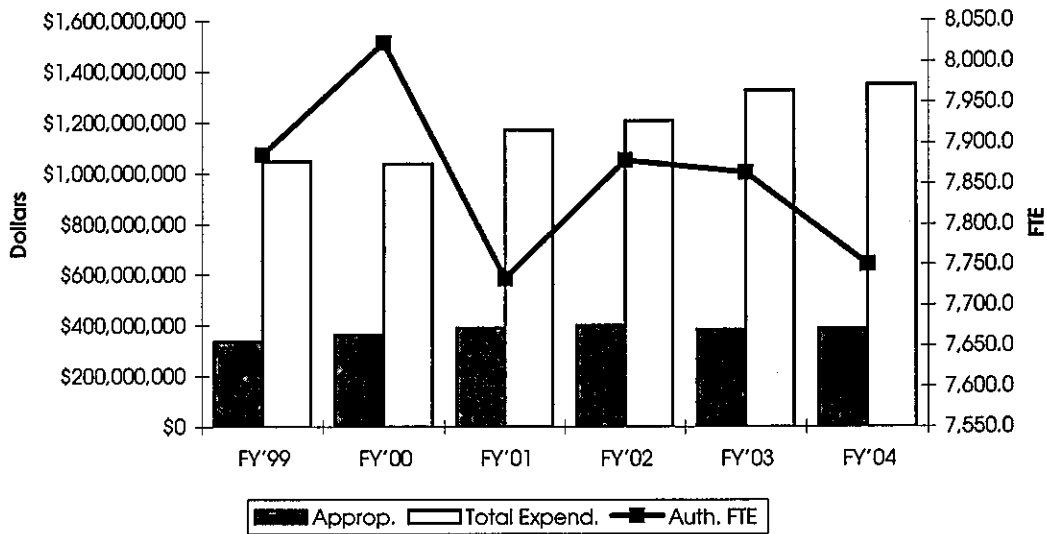


Appropriation Reference:
SB 160, Section 1

Expenditure Limit Reference:
SB 160, Section 2

Department of Human Services

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|------------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$335,612,366 | -0.2% | \$1,047,184,453 | 9.0% | 7,618.1 | 7,885.3 |
| FY'00 | \$362,713,658 | 8.1% | \$1,037,925,506 | -0.9% | 7,556.8 | 8,023.0 |
| FY'01 | \$391,037,103 | 7.8% | \$1,170,476,866 | 12.8% | 7,531.2 | 7,733.0 |
| FY'02 | \$401,016,660 * | 2.6% | \$1,206,469,020 | 3.1% | 7,619.3 | 7,879.0 |
| FY'03 | \$384,091,616 ** | -4.2% | \$1,326,451,102 | 9.9% | 7,669.1 | 7,864.0 |
| FY'04 | \$387,455,619 | 0.9% | \$1,349,485,367 | 1.7% | | 7,751.0 |
| 6 Year Change | \$51,843,253 | 15.4% | \$302,300,914 | 28.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$7,694,048 | 2.3% | \$148,531,803 | 14.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - The appropriation amount includes a supplemental of \$4,809,322.

* The agency was originally appropriated \$416,396,819, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$410,923,039, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|----------------|
| A. FY'03 Appropriation | 410,923,039 | 7,864.0 |
| 1. FY'03 Budget Shortfall | -26,831,423 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. DHS dealt with the revenue reduction by implementing a series of Revenue Enhancement Strategies and Budget Reductions. These included:</p> | | |
| a. decreasing its FTE limit and leaving positions unfilled; | | -113.0 |
| b. making division reductions; and | | |
| c. federalizing \$11,035,243 in budgeted costs which were previously funded by state dollars. | | |
| B. Adjusted FY'03 Appropriation | <u>384,091,616</u> | <u>7,751.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------|----------------|
| C. Adjusted FY'03 Appropriation | 384,091,616 | 7,751.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, DHS was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>384,091,616</u> | <u>7,751.0</u> |

| | | |
|---|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Advantage Waiver Rate Adjustment | 1,736,120 | |
| <p>This funding was transferred from the Subcommittee on Health and Social Services' allocation by the Legislature for continuation in services to Advantage Waiver clients previously served through the State Department of Health.</p> | | |
| 2. Partial Replacement of FY'03 Cut | 1,627,883 | |
| <p>Funds were provided to partially offset the losses the agency sustained due to the FY'03 revenue failure.</p> | | |
| Total Adjustments | <u>3,364,003</u> | <u>0.0</u> |

| | | |
|------------------------|---------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>387,455,619</u></u> | <u><u>7,751.0</u></u> |
|------------------------|---------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES







A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$3,905,138, were deposited in July 2003. This one time funding will be placed in an Escrow account by the agency.

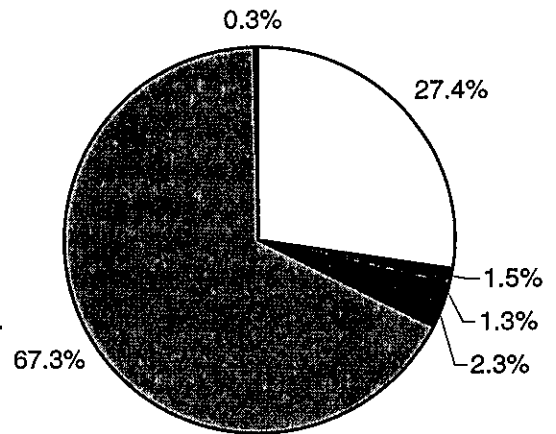
B. HB 1246

This measure transfers \$7,200,000 from DHS carryover funds to the Oklahoma Health Care Authority. This transfer eliminates the need for further reductions in Medicaid eligibility standards, provider rates, or services provided to Medicaid recipients during FY'03.

VI. FUNDING SOURCES - FY'04 BUDGET

| | | |
|---------------------------|---|------------------------|
| FY'04 General Revenue |  | \$370,114,629 |
| Other Revenue |  | \$19,838,587 |
| Tobacco Settlement Funds |  | \$17,340,990 |
| Carryover |  | \$30,404,034 |
| Federal Funds |  | \$907,881,989 |
| OSF Refund |  | \$3,905,138 |
| Total FY'04 Budget | | \$1,349,485,367 |

FY'04 Budget by Source

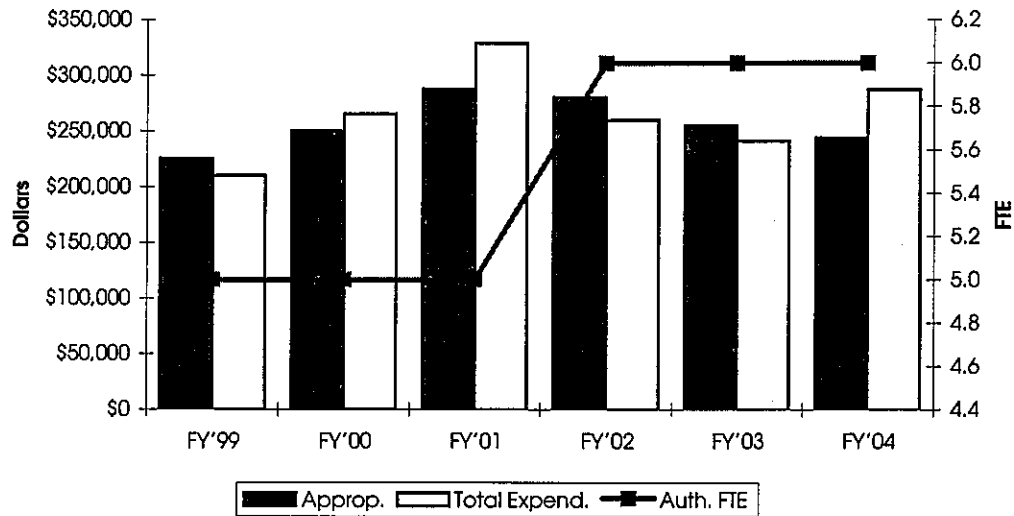


Appropriation Reference:
HB 1197, Sections 1-2

Expenditure Limit Reference:
HB 1197, Sections 3-4

Indian Affairs Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---|-----------------|-------------------|--------------------------------|-------------------|---------------|--------------|
| FY'99 | \$225,273 | 10.9% | \$210,481 | -2.7% | 3.5 | 5.0 |
| FY'00 | \$250,161 | 11.0% | \$265,371 | 26.1% | 4.6 | 5.0 |
| FY'01 | \$287,843 | 15.1% | \$329,026 | 24.0% | 4.4 | 5.0 |
| FY'02 | \$280,220 * | -2.6% | \$259,907 | -21.0% | 5.0 | 6.0 |
| FY'03 | \$254,965 ** | -9.0% | \$241,310 | -7.2% | 3.8 | 6.0 |
| FY'04 | \$244,000 | -4.3% | \$287,111 | 19.0% | | 6.0 |
| 6 Year Change | \$18,727 | 8.3% | \$76,630 | 36.4% | | |
| Infl. Adjusted 6 Year Change | -\$9,076 | -4.0% | \$43,915 | 20.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$291,247, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$276,685, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| A. FY'03 Appropriation | 276,685 | 6.0 |
| 1. FY'03 Budget Shortfall | -21,720 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. utilized FY'02 Carryover funds (\$9,397); and</p> | | |
| <p>b. used funds saved from unfilled vacancies (\$12,323).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>254,965</u> | <u>6.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|------------|
| C. Adjusted FY'03 Appropriation | 276,685 | 6.0 |
| 1. FY'04 Budget Cut | -32,685 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 4.3 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. utilizing savings from unfilled Deputy Director position.</p> | | |
| D. FY'04 Base Appropriation | <u>244,000</u> | <u>6.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>244,000</u></u> | <u><u>6.0</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

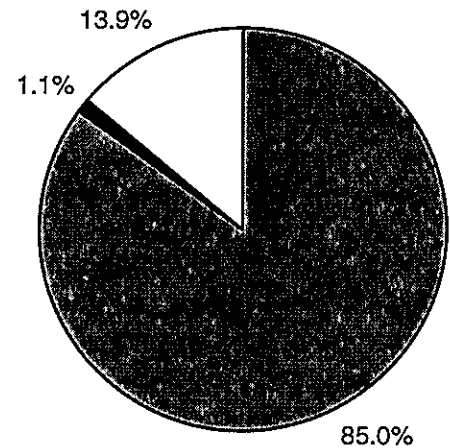
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$3,161, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Carryover
Total FY'04 Budget

| | |
|---|-----------|
|  | \$244,000 |
|  | \$3,161 |
|  | \$39,950 |
| | <hr/> |
| | \$287,111 |

FY'04 Budget by Source

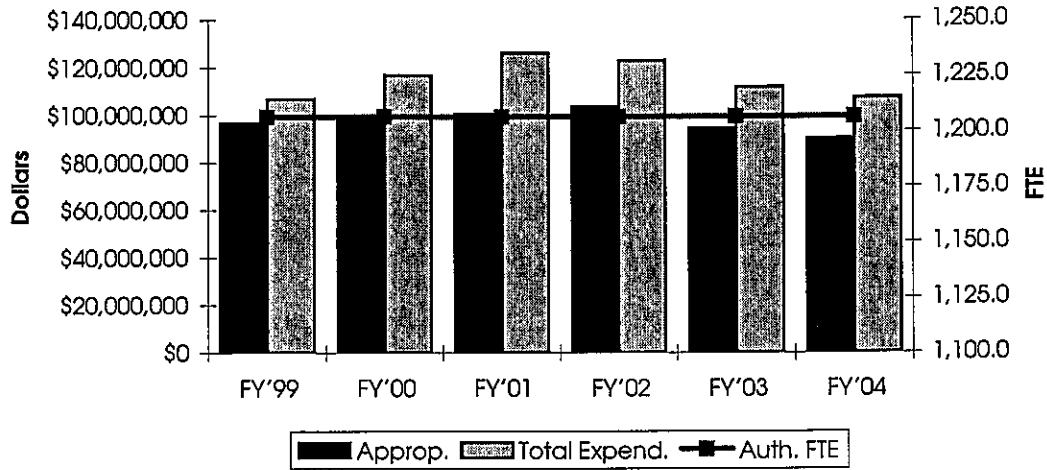


Appropriation Reference:
SB 162, Section 1

Expenditure Limit Reference:
SB 162, Section 2

Office of Juvenile Affairs

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures ¹ | Percent Change | Actual FTE | Auth. FTE |
|----------------|-----------------|----------------|--|----------------|------------|-----------|
| FY'99 | \$96,650,206 | 5.0% | \$106,753,039 | 13.4% | 1,081.5 | 1,206.5 |
| FY'00 | \$98,610,847 | 2.0% | \$116,646,915 | 9.3% | 1,058.7 | 1,206.5 |
| FY'01 | \$100,442,925 | 1.9% | \$126,034,310 | 8.0% | 1,078.7 | 1,206.5 |
| FY'02 | \$103,398,242 * | 2.9% | \$122,747,823 | -2.6% | 1,104.5 | 1,206.5 |
| FY'03 | \$94,432,599 ** | -8.7% | \$111,633,175 | -9.1% | 1,057.2 | 1,206.5 |
| FY'04 | \$90,000,000 | -4.7% | \$107,086,860 | -4.1% | | 1,206.5 |
| 6 Year Change | -\$6,650,206 | -6.9% | \$333,821 | 0.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$16,905,389 | -17.5% | -\$11,868,350 | -11.1% | | |

¹ Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

Note: This agency was created during the 1994 legislative session as a result of the Oklahoma Juvenile Justice Reform Act, HB 2640. Prior to this act juvenile justice was a division under the Department of Human Services. This division became a separate agency as of July 1, 1995.

* The agency was originally appropriated \$107,466,872, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$102,368,528, but due to a revenue shortfall the agency's allocation was reduced. The number shown includes a supplemental appropriation of \$100,000.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| A. FY'03 Appropriation | 102,368,528 | 1,206.5 |
| 1. FY'03 Budget Shortfall | -8,035,929 | |
| A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | | |
| a. reduced Administration by 12.9 percent; | | |
| b. reduced residential contracts with juvenile facilities SOJC, COJC, and Rader; | | |
| c. eliminated Union City private juvenile facility contract; | | |
| d. reduced Group Homes and Level E beds; | | |
| e. reduced STARS and CARS programs; and | | |
| f. utilized FY'02 carryover and funds from over-budgeted program balances. | | |
| 2. Supplemental | 100,000 | |
| Postpone employee Reduction-in-Force until June 1, 2003. | | |
| B. Adjusted FY'03 Appropriation | <u>94,432,599</u> | <u>1,206.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|------------|
| C. Adjusted FY'03 Appropriation | 94,432,599 | 1,206.5 |
| 1. FY'04 Budget Cut | -6,028,300 | |
| The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner: | | |
| a. reducing administrative and support staff budget by 4.4 percent by implementing a Reduction-in-Force of 17 people; | | |

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|------------|
| Base Adjustments (cont'd.) | | |
| b. reducing funding for Gang Intervention programs; and | | |
| c. eliminating STARS contract with the Oklahoma Military Department. | | |
| D. FY'04 Base Appropriation | 88,404,299 | 1,206.5 |

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Partial Restoration of FY'03 Cuts | | |
| Funding for certain portions of the budget was restored by the Legislature to offset some of the FY'03 revenue failure: | | |
| a. Specialized Community Home Contract; | 50,000 | |
| b. Southwestern OSY Group Home Contract; | 22,064 | |
| c. Level E Group Home Contracts; | 52,304 | |
| d. Regional Secure Detention Center Contracts; and | 71,333 | |
| e. Juvenile Tracking System through CARS (see IV-A below). | 1,400,000 | |
| Total Adjustments | <u>1,595,701</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>90,000,000</u></u> | <u><u>1,206.5</u></u> |
|------------------------|--------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. HB1199, Sec. 2 - \$1,400,000 designated for the tracking of juveniles was vetoed.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$1,169,577, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

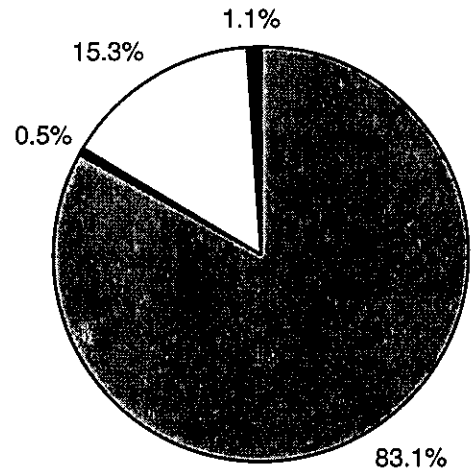
B. SB 188

This bill provides a supplemental appropriation of \$100,000 for FY'03 to postpone the implementation of the proposed reduction in force plan filed by OJA until FY'04.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|----------------------|
| FY'04 Appropriations | \$90,000,000 |
| Carryover | \$510,074 |
| Federal Funds | \$16,576,786 |
| OSF Refund | \$1,169,577 |
| Total FY'04 Budget | \$108,256,437 |

FY'04 Budget by Source

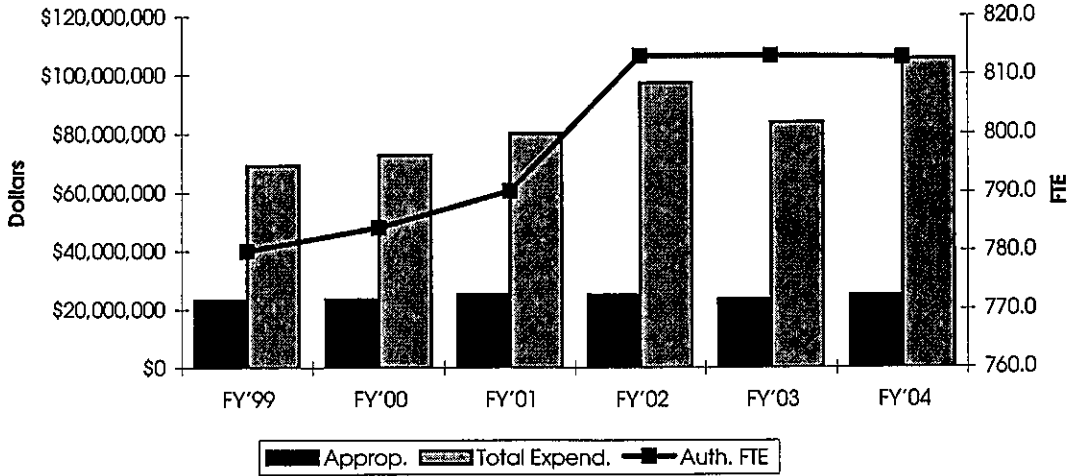


Appropriation Reference:
HB 1199, Section 1

Expenditure Limit Reference:
HB 1199, Section 2

Department of Rehabilitation Services

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-----------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$23,155,627 | 1.7% | \$69,234,307 | 5.2% | 874.6 | 780.0 |
| FY'00 | \$23,403,864 | 1.1% | \$72,756,230 | 5.1% | 871.1 | 784.0 |
| FY'01 | \$24,997,396 | 6.8% | \$79,996,572 | 10.0% | 871.1 | 790.3 |
| FY'02 | \$24,970,959 * | -0.1% | \$97,439,355 | 21.8% | 1,040.3 | 813.3 |
| FY'03 | \$23,569,037 ** | -5.6% | \$83,949,730 | -13.8% | 873.3 | 813.3 |
| FY'04 | \$24,750,000 | 5.0% | \$105,503,161 | 25.7% | | 813.0 |
| 6 Year Change | \$1,594,373 | 6.9% | \$36,268,854 | 52.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,225,802 | -5.3% | \$24,247,140 | 35.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'01 - The appropriation amount includes a supplemental of \$714,190.

* The agency was originally appropriated \$25,953,544, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$25,576,817, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 25,576,817 | 813.0 |
| 1. FY'03 Budget Shortfall | -2,007,780 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. closed all four Priority Groups of Vocation Rehabilitation Services;</p> | | |
| <p>b. eliminated 80 employee positions, most of which were already vacant;</p> | | |
| <p>c. reduced funds to purchase Braille textbooks and instructional materials for students by two-thirds;</p> | | |
| <p>d. reduced dental services, food expenses, physical therapy, educational supplies, and athletic expenses at the School for the Deaf;</p> | | |
| <p>e. OK School for the Blind canceled their dental services contract; and</p> | | |
| <p>f. reduced or cancelled contracts totaling \$4 million.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>23,569,037</u> | <u>813.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|--------------|
| C. Adjusted FY'03 Appropriation | 23,569,037 | 813.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, most agency's budgets were further reduced in FY'04. However, DRS was exempted from this round of cuts.</p> | | |
| D. FY'04 Base Appropriation | <u>23,569,037</u> | <u>813.0</u> |

| | | |
|---|-----------|--|
| E. Other Appropriation Adjustments | | |
| 1. Partial Replacement of FY'03 Cut | 1,911,464 | |
| <p>Funds were provided to partially offset the losses the agency sustained due to the FY'03 revenue failure. The agency will use the funding to increase services to the Oklahoma School for the Deaf, the Oklahoma School for the Blind and Vocational Rehabilitation/Vision Services.</p> | | |

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------------|---------------------|
| Other Appropriations Adjustments (cont'd.) | | |
| 2. Debt Service Reduction | -730,501 | |
| The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | | |
| Total Adjustments | <u>1,180,963</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>24,750,000</u></u> | <u><u>813.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$3,161, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. FY'04 Program Funding Adjustment

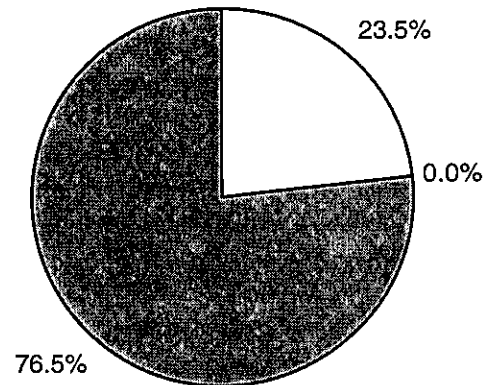
While agency funds were partially replaced for FY'04, the Legislature reduced funding to specific programs in order to increase funding to other targeted areas.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|---------------|--------------|
| | \$24,750,000 |
| | \$3,161 |
| | \$80,750,000 |
| \$105,503,161 | |

FY'04 Budget by Source



Appropriation Reference:
 HB 1200, Section 1

Expenditure Limit Reference:
 HB 1200, Section 3

SUBCOMMITTEE ON NATURAL RESOURCES AND REGULATORY SERVICES

Members:

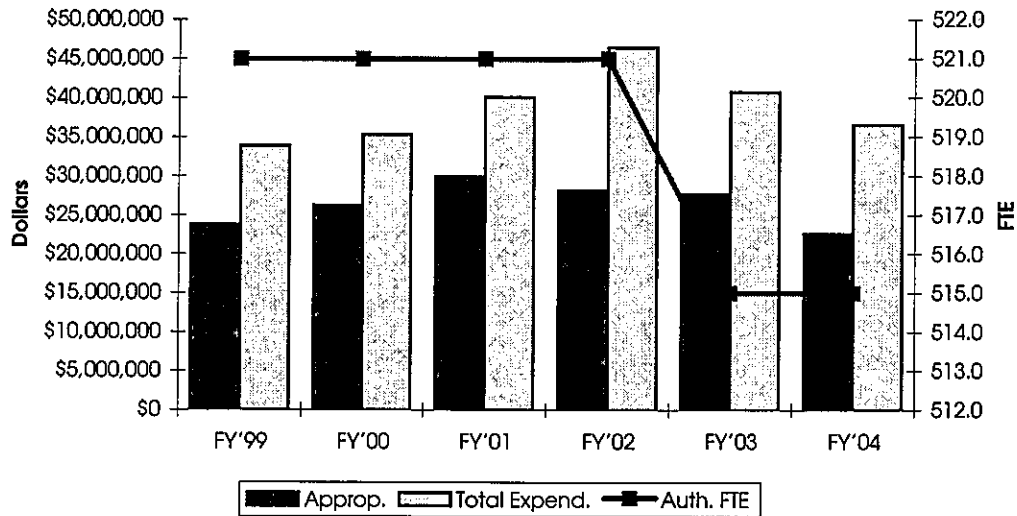
Senator Rick Littlefield, Chair
 Senator Mike Fair
 Senator Jay Paul Gumm
 Senator J. Berry Harrison
 Senator Maxine Horner
 Senator Mike Johnson
 Senator David Myers
 Senator Bruce Price
 Senator Kathleen Wilcoxson

Ron Meister, Analyst

| <u>Agency</u> | FY'03 Original <u>Appropriation</u> | FY'03 Revised Appropriation w/Supplementals | FY'04 <u>Appropriation</u> | \$ Change from <u>Orig. FY'03</u> | % Change from <u>Orig. FY'03</u> | %Change from <u>Rev. FY'03</u> |
|--|--|---|-------------------------------|---|--|--------------------------------------|
| Agriculture, Food and Forestry, Dept. of | \$29,648,836 | \$27,713,902 | \$22,610,776 | (\$7,038,060) | -23.7% | -18.4% |
| Banking, Department of | \$3,107,821 | \$2,863,857 | \$0 | (\$3,107,821) | -100.0% | -100.0% |
| Centennial Commission | \$640,904 | \$590,593 | \$526,503 | (\$114,401) | -17.8% | -10.9% |
| Commerce, Department of | \$30,241,666 | \$28,366,896 | \$22,008,606 | (\$8,233,060) | -27.2% | -22.4% |
| Conservation Commission | \$7,287,094 | \$6,715,057 | \$6,220,556 | (\$1,066,538) | -14.6% | -7.4% |
| Consumer Credit, Department of | \$733,716 | \$676,119 | \$602,746 | (\$130,970) | -17.9% | -10.9% |
| Corporation Commission | \$9,735,621 | \$8,971,375 | \$4,736,960 | (\$4,998,661) | -51.3% | -47.2% |
| Environmental Quality, Department of | \$7,460,880 | \$6,875,201 | \$5,928,921 | (\$1,531,959) | -20.5% | -13.8% |
| Historical Society | \$10,515,233 | \$9,689,787 | \$8,537,394 | (\$1,977,839) | -18.8% | -11.9% |
| Horse Racing Commission | \$2,144,550 | \$1,976,203 | \$1,761,749 | (\$382,801) | -17.8% | -10.9% |
| Insurance Commissioner | \$2,872,013 | \$2,646,560 | \$2,072,156 | (\$799,857) | -27.9% | -21.7% |
| J.M. Davis Memorial Commission | \$364,704 | \$336,075 | \$299,605 | (\$65,099) | -17.8% | -10.9% |
| Labor, Department of | \$3,678,570 | \$3,491,523 | \$2,958,570 | (\$720,000) | -19.6% | -15.3% |
| Liquefied Petroleum Gas Board | \$434,148 | \$400,067 | \$0 | (\$434,148) | -100.0% | -100.0% |
| Mines, Department of | \$949,734 | \$902,655 | \$722,124 | (\$227,610) | -24.0% | -20.0% |
| Scenic Rivers Commission | \$357,805 | \$329,717 | \$258,155 | (\$99,650) | -27.9% | -21.7% |
| Securities Commission | \$694,615 | \$640,088 | \$501,088 | (\$193,527) | -27.9% | -21.7% |
| Tourism and Recreation, Department of | \$28,177,594 | \$26,099,103 | \$22,616,482 | (\$5,561,112) | -19.7% | -13.3% |
| Water Resources Board | \$8,069,143 | \$7,435,715 | \$6,228,493 | (\$1,840,650) | -22.8% | -16.2% |
| Will Rogers Memorial Commission | \$965,062 | \$889,305 | \$792,799 | (\$172,263) | -17.8% | -10.9% |
| Subtotal | \$148,079,709 | \$137,609,798 | \$109,383,683 | (\$38,696,026) | -26.1% | -20.5% |

Department of Agriculture, Food and Forestry

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$23,772,700 | 16.5% | \$33,873,151 | 13.2% | 497.6 | 521.0 |
| FY'00 | \$26,194,047 | 10.2% | \$35,322,210 | 4.3% | 483.7 | 521.0 |
| FY'01 | \$29,929,503 | 14.3% | \$40,089,639 | 13.5% | 487.9 | 521.0 |
| FY'02 | \$28,165,421 * | -5.9% | \$46,424,676 | 15.8% | 492.1 | 521.0 |
| FY'03 | \$27,713,902 ** | -1.6% | \$40,743,840 | -12.2% | 471.7 | 515.0 |
| FY'04 | \$22,610,776 | -18.4% | \$36,550,278 | -10.3% | | 515.0 |
| 6 Year Change | -\$1,161,924 | -4.9% | \$2,677,127 | 7.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$3,738,342 | -15.7% | -\$1,487,649 | -4.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - Appropriation amount includes \$571,000 from the Constitutional Reserve Fund to repay the USFS for emergency fire suppression efforts during the 1998 drought.

FY'01 - Appropriation includes a supplemental appropriation of \$2 million for rural fire department operational grants and \$500,000 for the repayment of federal emergency fire suppression efforts during the 2000 drought.

* The agency was originally appropriated \$29,076,961, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$29,648,836, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|--------------|
| A. FY'03 Appropriation | 29,648,836 | 515.0 |
| 1. FY'03 Budget Shortfall | -1,934,934 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <ul style="list-style-type: none"> a. reduced administration by delaying vehicle and computer purchases; b. reduced the Public Information Office operating budget; c. left one FTE vacant in the Water Quality division; d. left three FTE vacant in the Forestry division and reduced maintenance; e. reduce test kits and OSU research pass-throughs in the Animal Industry division; f. pass-throughs such as Made in Oklahoma, REI, REAP, Rodeos and Ag Enhancements were cut 4.75 percent; g. Plant Industry delayed purchases; h. Ag. Lab cut travel and equipment purchases; and i. revolving funds (\$16,625) were used to make up the remaining shortfall. | | |
| B. Adjusted FY'03 Appropriation | <u>27,713,902</u> | <u>515.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|------------|
| C. Adjusted FY'03 Appropriation | 27,713,902 | 515.0 |
| 1. One-time Adjustments | -4,287,554 | |
| <p>This base adjustment represents the removal of projects that were funded with one-time FY'03 Appropriations.</p> | | |
| 2. FY'04 Budget Cut | -2,609,187 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 9 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <ul style="list-style-type: none"> a. a Reduction-in-Force of 16.6 positions; b. reducing the Rural Fire Equipment Purchase Program (\$45,000); c. reducing the Rural Fire Vehicle Purchase Program (\$145,000); d. reducing Fire Training Center Construction Funds (\$60,690); | | |

| | <u>Total</u> | <u>FTE</u> |
|---|--------------|------------|
| Base Adjustments (cont'd.) | | |
| e. reducing Rural Fire 80/20 Program (\$200,000); | | |
| f. reducing professional service contracts (\$302,333); | | |
| g. increasing pesticide fee by \$60 (SB 606) (\$540,000); | | |
| h. reducing poultry research (\$155,744); | | |
| i. suspending Ag Enhancement and Diversification Program (\$250,000); | | |
| j. reducing Rural Enterprises Inc. (\$85,000); | | |
| k. suspending Wheat Root Rot Research Program (\$20,645); | | |
| l. suspending Peanut Pod Rot Research Program (\$35,000); | | |
| m. reducing Ag Mediation Program (\$15,173); | | |
| n. reducing IFMAPS Program (\$26,965); | | |
| o. reducing OSU Animal Diagnostic Lab (\$7,426); | | |
| p. reducing Minority Farm Outreach Program (REAP) (\$10,818); and | | |
| q. suspending funding for Volunteer Fire Retirement Program (\$50,000). | | |
| D. FY'04 Base Appropriation | 20,817,161 | 515.0 |

| | | |
|---|-----------|--|
| E. Other Appropriation Adjustments | | |
| 1. Operation Adjustments | 1,310,873 | |
| Additional appropriations were required to maintain necessary administrative support. | | |
| 2. SB 606 Program for Pesticide Disposal | 100,000 | |
| The bill provided additional fees to fund a pesticide disposal program. | | |
| 3. Made In Oklahoma | 250,000 | |
| The Made in Oklahoma Task Force is comprised of many leading Oklahoma-based manufacturers and vendors. Their mission is to collectively promote food brand awareness, trade and consumer loyalty for Oklahoma products. | | |
| 4. Market and Development Program | 100,000 | |
| Increased funding for an existing program that markets Oklahoma Agricultural products. | | |
| 5. Volunteer Fire Fighter Workers Compensation | 169,000 | |
| These funds were added to the volunteer fire departments' operational grants program to provide workers' compensation coverage for firefighters. | | |
| 6. Agency Risk Management | 135,000 | |
| Additional funding was provided to assist the agency with increases in Risk Management Cost. | | |

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------------|---------------------|
| Other Appropriation Adjustments (cont'd.) | | |
| 7. Agency Workers Compensation Increases Additional funding to assist the agency with increases in Workers' Compensation Insurance cost was provided. | 90,000 | |
| 8. Debt Service Reduction The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | -361,258 | |
| Total Adjustments | <u>1,793,615</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>22,610,776</u></u> | <u><u>515.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

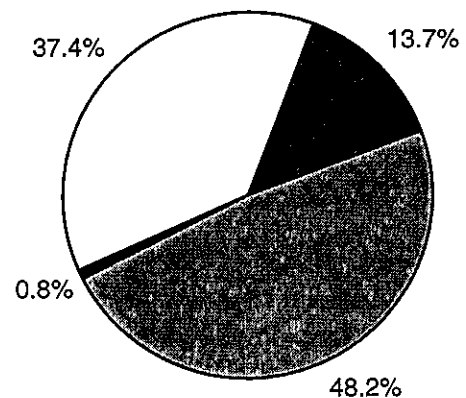
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$281,617, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|---------------------|
| FY'04 Appropriations | \$17,610,776 |
| OSF Refund | \$281,617 |
| Revolving Funds | \$13,657,885 |
| Special Cash | \$5,000,000 |
| Total FY'04 Budget | <u>\$36,550,278</u> |

FY'04 Budget by Source

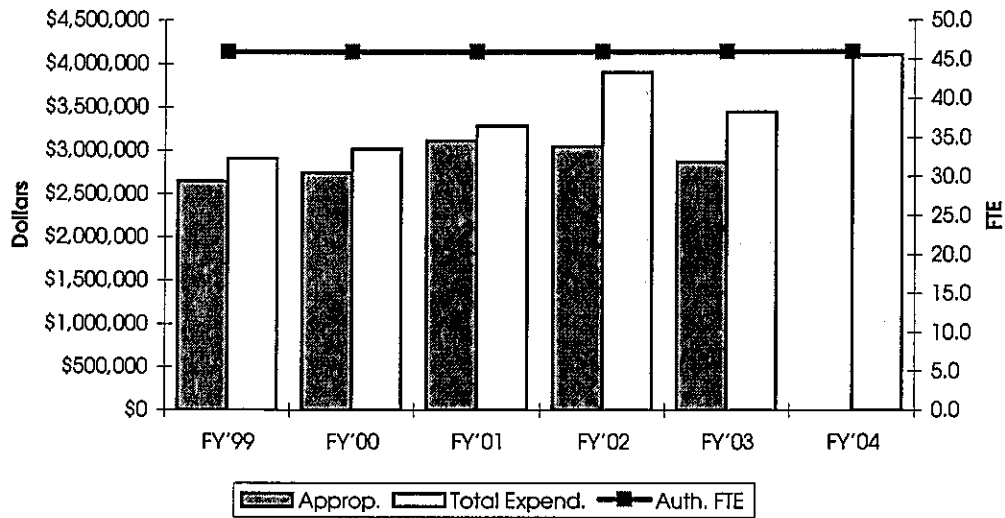


Appropriation Reference:
HB 1201, Sections 1-2

Expenditure Limit Reference:
HB 1201, Section 3

Banking Department

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$2,646,501 | 3.1% | \$2,910,870 | 8.4% | 40.7 | 46.0 |
| FY'00 | \$2,746,546 | 3.8% | \$3,021,496 | 3.8% | 42.4 | 46.0 |
| FY'01 | \$3,118,816 | 13.6% | \$3,286,187 | 8.8% | 42.8 | 46.0 |
| FY'02 | \$3,051,185 * | -2.2% | \$3,901,579 | 18.7% | 44.0 | 46.0 |
| FY'03 | \$2,872,857 ** | -5.8% | \$3,446,268 | -11.7% | 41.4 | 46.0 |
| FY'04 | \$0 ^ | -100.0% | \$4,101,590 | 19.0% | | 46.0 |
| 6 Year Change | -\$2,646,501 | -100.0% | \$1,190,720 | 40.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$2,646,501 | -100.0% | \$723,358 | 24.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$3,171,246, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$3,107,821, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ HB 1202 converted the State Department of Banking to a non-appropriated agency.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 3,107,821 | 46.0 |
| 1. FY'03 Budget Shortfall | -243,964 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. used revolving funds (\$243,964) to cover the shortfall.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,863,857</u> | <u>46.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|-------------|
| C. Adjusted FY'03 Appropriation | 2,863,857 | 46.0 |
| 1. Conversion to a Non-appropriated Agency | -2,863,857 | |
| <p>The agency felt that by using fees and assessments instead of general revenue appropriations, they would be able to provide improved services to their customers. The governing board will have the ability to adjust fees to cover agency operational needs. The State General Revenue Fund will receive 20 percent of all agency gross receipts beginning in FY'05.</p> | | |
| D. FY'04 Base Appropriation | <u>0</u> | <u>46.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------|--------------------|
| F. FY'04 Appropriation | <u><u>0</u></u> | <u><u>46.0</u></u> |
|------------------------|-----------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$35,507, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

A. HB 1202

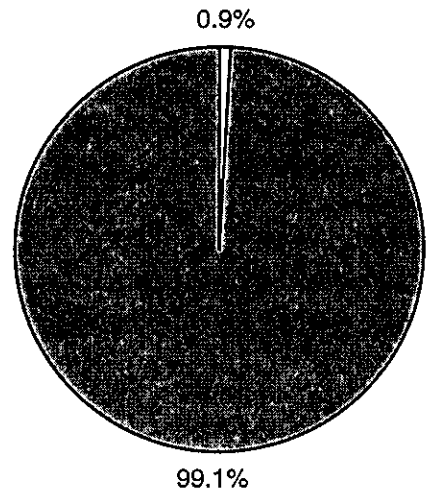
This measure converts the State Department of Banking to a non-appropriated agency. The bill also requires the Commissioner to deposit \$1,050,000 into the General Revenue Fund no later than March 1, 2004. The deposit is equal to the loss in state general revenue funds based on the anticipated appropriation and the certified deposits made by the Department. Effective January 1, 2005 the Department is required to deposit 20% of gross revenues from assessments into the State General Revenue Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

OSF Refund
Revolving Funds
Total FY'04 Budget

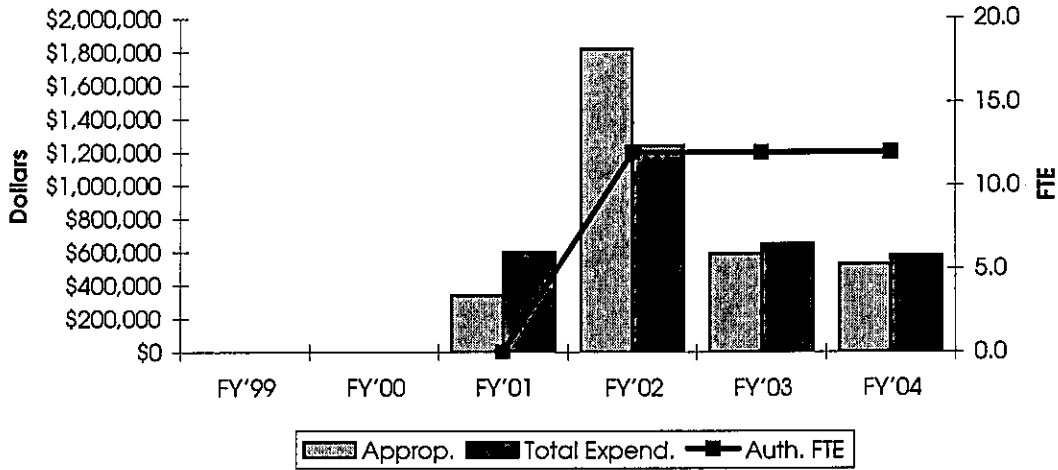
| | |
|-------------------------------------|-------------|
| <input type="checkbox"/> | \$35,507 |
| <input checked="" type="checkbox"/> | \$4,066,083 |
| <hr/> | |
| | \$4,101,590 |

FY'04 Budget by Source



Centennial Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-------|----------------------|-----------------------|----------------------------------|-----------------------|-------------------|------------------|
| FY'99 | | | | | | |
| FY'00 | | | | | | |
| FY'01 | \$340,000 | N/A | \$597,200 | N/A | 6.6 | N/A |
| FY'02 | \$1,818,533 * | 434.9% | \$1,240,149 | 107.7% | 9.0 | 12.0 |
| FY'03 | \$590,593 ** | -67.5% | \$648,727 | -47.7% | 8.0 | 12.0 |
| FY'04 | \$526,503 | -10.9% | \$578,824 | -10.8% | | 12.0 |

¹ Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'02 - The Commission received a supplemental appropriation of \$1,250,000 from the Constitutional Reserve Fund for the completion of the Capitol Dome.

* The agency was originally appropriated \$590,904, but due to a revenue shortfall the agency's allocation was reduced to \$568,533. The amount shown includes a supplemental appropriation of \$1,250,000.

** The agency was originally appropriated \$640,904, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| A. FY'03 Appropriation | 640,904 | 12.0 |
| 1. FY'03 Budget Shortfall | -50,311 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. reduced staffing by one FTE.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>590,593</u> | <u>12.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 590,593 | 12.0 |
| 1. FY'04 Budget Cut | -64,090 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 11 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. taking advantage of two unfilled FTE positions.</p> | | |
| D. FY'04 Base Appropriation | <u>526,503</u> | <u>12.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>526,503</u></u> | <u><u>12.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

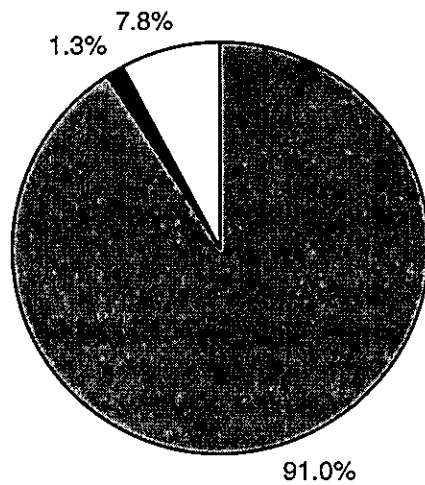
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$7,321, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|---|-----------|
|  | \$526,503 |
|  | \$7,321 |
|  | \$45,000 |
| <hr/> | |
| | \$578,824 |

FY'04 Budget by Source

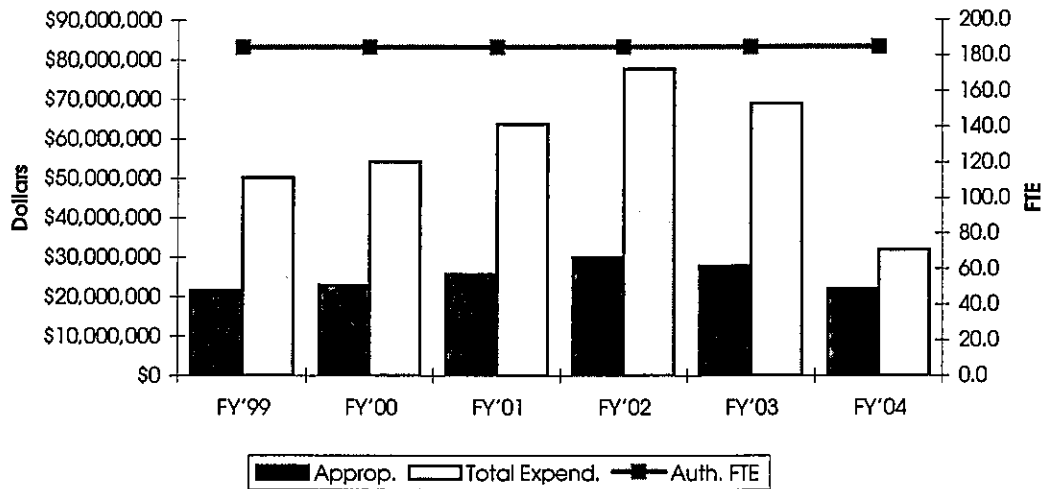


Appropriation Reference:
SB 114, Section 1

Expenditure Limit Reference:
SB 114, Section 2

Department of Commerce

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$21,593,726 | 7.6% | \$50,253,441 | -17.9% | 151.1 | 185.0 |
| FY'00 | \$22,934,902 | 6.2% | \$54,244,885 | 7.9% | 146.2 | 185.0 |
| FY'01 | \$25,653,941 | 11.9% | \$63,829,712 | 17.7% | 147.1 | 185.0 |
| FY'02 | \$30,007,350 * | 17.0% | \$77,628,301 | 21.6% | 150.6 | 185.0 |
| FY'03 | \$27,867,695 ** | -7.1% | \$68,924,686 | -11.2% | 136.5 | 185.0 |
| FY'04 | \$22,008,606 | -21.0% | \$31,903,443 | -53.7% | | 185.0 |
| 6 Year Change | \$414,880 | 1.9% | -\$18,349,998 | -36.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$2,092,923 | -9.7% | -\$21,985,283 | -43.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - A new housing program was created with a \$1 million appropriation, which passed through to the Oklahoma Housing Finance Authority for the Housing Trust Fund.

FY'00 - Appropriation amount includes a \$25,000 supplemental to correct an appropriations oversight from FY'98.

* The agency was originally appropriated \$31,175,324, but due to a revenue shortfall it allocation was reduced by the amount shown.

** The agency was originally appropriated \$30,241,666, but due to a revenue shortfall it allocation was reduced by the amount shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 30,241,666 | 185.0 |
| 1. FY'03 Budget Shortfall | -1,874,770 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. cut all agency operational divisions and all pass-through funds by 6.5 percent.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>28,366,896</u> | <u>185.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| C. Adjusted FY'03 Appropriation | 28,366,896 | 185.0 |
| 1. One-time Adjustments | -3,418,047 | |
| <p>This base adjustment represents the removal of projects that were funded with one-time FY'03 Appropriations</p> | | |
| 2. FY'04 Budget Cut | -3,478,695 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 12 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. cut all agency operational divisions and all pass-through funds.</p> | | |
| D. FY'04 Base Appropriation | <u>21,470,154</u> | <u>185.0</u> |

| | | |
|--|---------|--|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -95,000 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| 2. OSU Small Rural Manufacturers Program | 300,000 | |
| <p>This was the second year that funds were provided to continue a New Product Development Center for Small Rural Manufacturers at Oklahoma State University.</p> | | |

| | Total | FTE |
|--|--------------------------|---------------------|
| Other Appropriation Adjustments (cont'd.) | | |
| 3. Capital Improvement Program increase | 181,756 | |
| Funding was provided to continue the capital improvement planning program currently being implemented by the Substate Planning Districts. | | |
| 4. Quality Awards | 50,000 | |
| Funding for the Quality Awards Foundation was increased. | | |
| 5. Native American Cultural and Educational Bond Debt Service | 101,696 | |
| The funding for the NACAE Bond debt service has always been in a separate appropriation bill. This year the funding was added to the agencies operating funds in the Dept. of Commerce bill. | | |
| Total Adjustments | <u>538,452</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>22,008,606</u></u> | <u><u>185.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

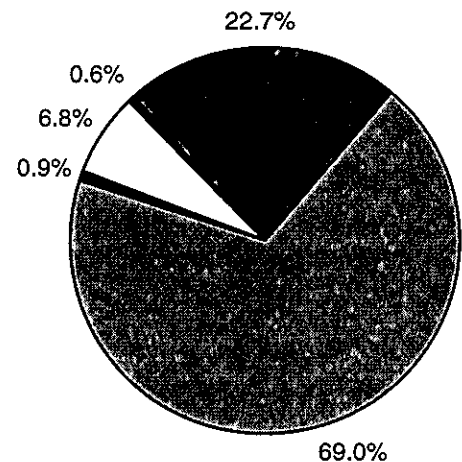
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$272,861, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|------------------------------|---------------------|
| FY'04 Appropriations | \$22,008,606 |
| OSF Refund | \$272,861 |
| Revolving Funds | \$2,173,070 |
| Reapprop./Redesignated Funds | \$192,428 |
| Federal Funds | \$7,256,478 |
| Total FY'04 Budget | \$31,903,443 |

FY'04 Budget by Source

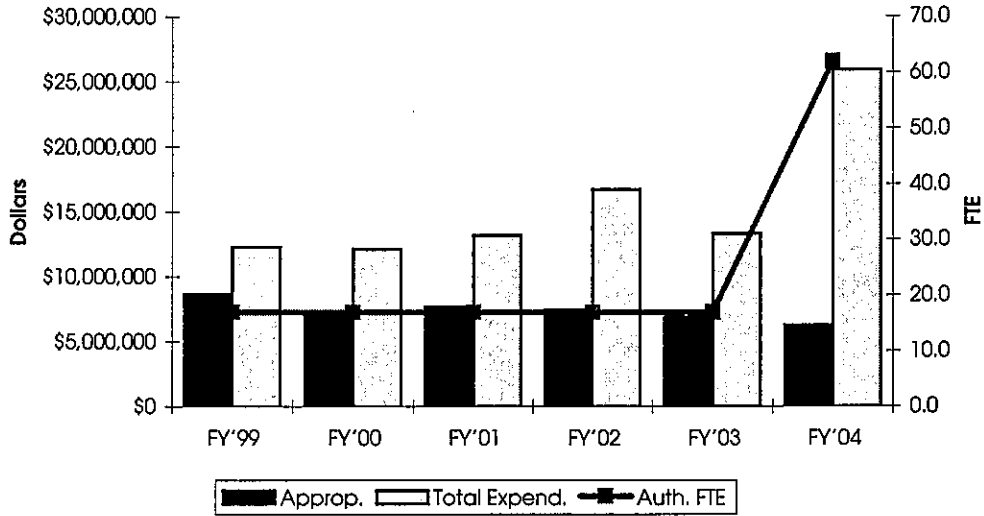


Appropriation Reference:
SB 126, Sections 1-8

Expenditure Limit Reference:
SB 126, Section 10

Conservation Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$8,663,416 | 34.8% | \$12,309,403 | 10.2% | 17.0 | 17.0 |
| FY'00 | \$7,246,731 | -16.4% | \$12,134,518 | -1.4% | 16.8 | 17.0 |
| FY'01 | \$7,680,104 | 6.0% | \$13,177,280 | 8.6% | 16.5 | 17.0 |
| FY'02 | \$7,470,151 * | -2.7% | \$16,721,025 | 26.9% | 16.0 | 17.0 |
| FY'03 | \$6,887,094 ** | -7.8% | \$13,309,528 | -20.4% | 15.9 | 17.0 |
| FY'04 | \$6,220,557 | -9.7% | \$25,900,496 | 94.6% | | 62.0 ^ |
| 6 Year Change | -\$2,442,859 | -28.2% | \$13,591,093 | 110.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$3,151,670 | -36.4% | \$10,639,823 | 86.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'98 - Appropriation amount includes a supplemental of \$100,000.

* The agency was originally appropriated \$7,764,094, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$7,287,094, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ SB 149 Transferred 45 employees from local conservation districts to the State.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 7,287,094 | 17.0 |
| 1. FY'03 Budget Shortfall | -572,037 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. utilized cost share funding to assist in administration costs; b. used funds from the Cost Share Reserve fund to support district and agency operations (\$127,524); c. reduced agency expenditures for supplies, equipment and legal services; and d. realigned personnel and equipment expenditures from general revenue to federal programs. | | |
| B. Adjusted FY'03 Appropriation | <u>6,715,057</u> | <u>17.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 6,715,057 | 17.0 |
| 1. FY'04 Budget Cut | -494,500 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 9.7 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. suspend meeting expense reimbursements to conservation district directors (\$25/meeting); b. reduce operating expense reimbursements to conservation districts to \$1,000 per district; c. eliminate Section 319 Clean Water Act water quality program matching funds in the agency's base; d. reduce expenditures for Watershed Operation and Maintenance; and e. utilize agreements with USDA-NRCS to fund district and agency operations. | | |
| D. FY'04 Base Appropriation | <u>6,220,557</u> | <u>17.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------------|--------------------|
| E. Other Appropriation Adjustments | | |
| 1. SB 149 | | 45.0 |
| This measure transfers the following employees from local conservation districts to the Oklahoma Conservation Commission: | | |
| Water Quality Division | | |
| Mine Reclamation Construction | | |
| Emergency Watershed Protection Construction | | |
| District Services Division | | |
| Conservation Programs Division | | |
| Information Technology Division | | |
| The bill also allowed employees transferred from local conservation districts to the state Conservation Commission to retain their years of service for the purpose of determining longevity pay. | | |
| Total Adjustments | <u>0</u> | <u>45.0</u> |
| F. FY'04 Appropriation | <u><u>6,220,557</u></u> | <u><u>62.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$83,256, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. SB 155

This measure directs funding from the Rural Economic Action Plan Water Projects fund to the Conservation Commission for the following projects:

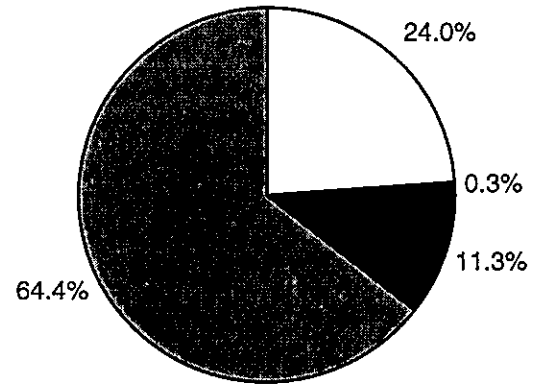
- \$160,000 to match federal 319 Clean Water Act funding
- \$500,000 for the Conservation Commission Cost-Share Program
- \$500,000 to match federal funding for Watershed Rehabilitation
- \$100,000 for District Operations

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
OSF Refund
Revolving Funds
Federal Funds
Total FY'04 Budget

| | |
|---|--------------|
| □ | \$6,220,557 |
| ■ | \$83,256 |
| ■ | \$2,925,000 |
| ■ | \$16,671,683 |
| | <hr/> |
| | \$25,900,496 |

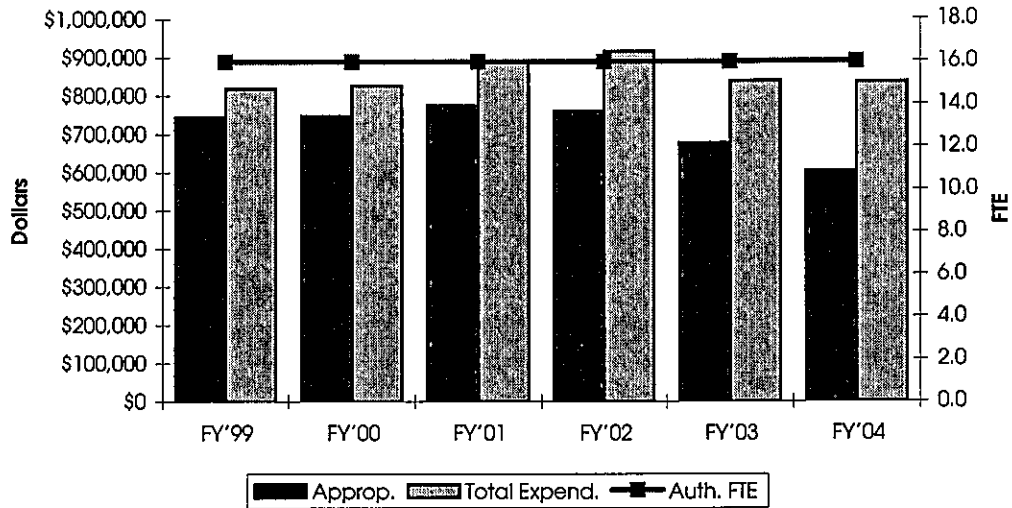


Appropriation Reference:
SB 148, Section 1

Expenditure Limit Reference:
SB 148, Section 2

Commission on Consumer Credit

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$743,934 | 3.1% | \$818,112 | 8.1% | 15.0 | 16.0 |
| FY'00 | \$747,090 | 0.4% | \$825,874 | 0.9% | 14.8 | 16.0 |
| FY'01 | \$774,670 | 3.7% | \$889,836 | 7.7% | 14.7 | 16.0 |
| FY'02 | \$759,073 * | -2.0% | \$915,822 | 2.9% | 15.5 | 16.0 |
| FY'03 | \$676,119 ** | -10.9% | \$837,229 | -8.6% | 12.9 | 16.0 |
| FY'04 | \$602,747 | -10.9% | \$834,001 | -0.4% | | 16.0 |
| 6 Year Change | -\$141,187 | -19.0% | \$15,889 | 1.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$209,868 | -28.2% | -\$79,142 | -9.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$788,942, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$733,716, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| A. FY'03 Appropriation | 733,716 | 16.0 |
| 1. FY'03 Budget Shortfall | -57,597 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. utilized a retiree on a part-time basis rather than filling a vacant position; and</p> <p>b. reduced administrative and/or examiner travel expenses.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>676,119</u> | <u>16.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 676,119 | 16.0 |
| 1. FY'04 Budget Cut | -73,372 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. increase the use of revolving funds (\$33,651); and</p> <p>b. utilize savings from an employee retirement.</p> | | |
| D. FY'04 Base Appropriation | <u>602,747</u> | <u>16.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>602,747</u></u> | <u><u>16.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

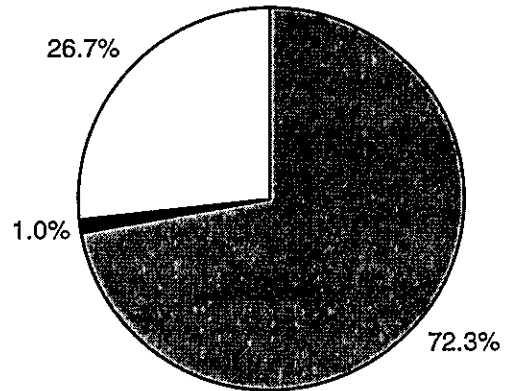
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$8,383, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|---|-----------|
|  | \$602,747 |
|  | \$8,383 |
|  | \$222,871 |
| <hr/> | |
| | \$834,001 |

FY'04 Budget by Source

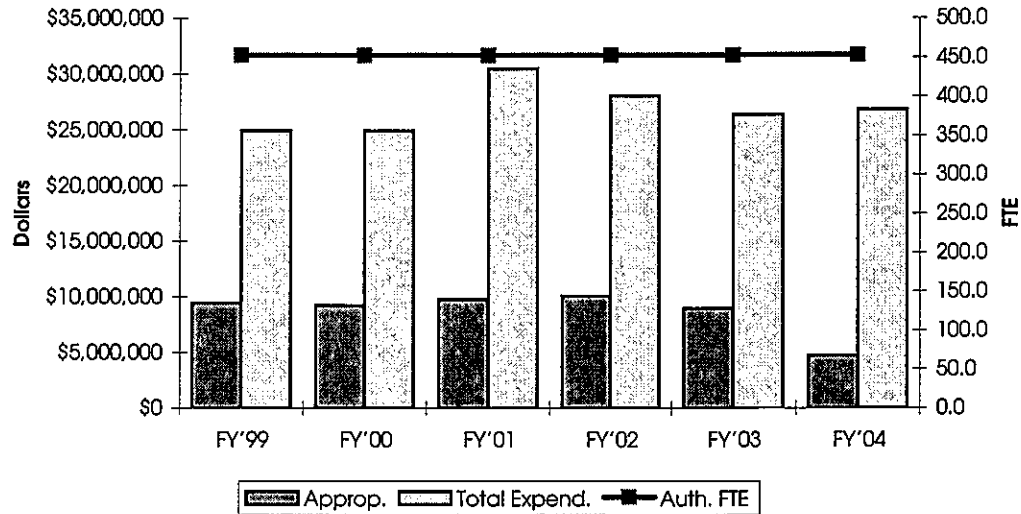


Appropriation Reference:
HB 1206, Section 1

Expenditure Limit Reference:
HB 1206, Section 2

Corporation Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$9,455,793 | -4.1% | \$24,958,710 | 2.2% | 449.3 | 453.0 |
| FY'00 | \$9,222,199 | -2.5% | \$24,938,512 | -0.1% | 450.3 | 453.0 |
| FY'01 | \$9,773,537 | 6.0% | \$30,498,443 | 22.3% | 445.3 | 453.0 |
| FY'02 | \$10,104,635 * | 3.4% | \$28,052,811 | -8.0% | 444.9 | 453.0 |
| FY'03 | \$8,971,375 ** | -11.2% | \$26,370,755 | -6.0% | 425.5 | 453.0 |
| FY'04 | \$4,736,959 | -47.2% | \$26,819,025 ^ | 1.7% | | 453.0 |
| 6 Year Change | -\$4,718,834 | -49.9% | \$1,860,315 | 7.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$5,258,594 | -55.6% | -\$1,195,619 | -4.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$10,502,244, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$9,735,621, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ HB 1207 provides \$3,260,854 from gross production tax collections that are deposited into the Rural Economic Action Plan Water Projects Fund.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 9,735,621 | 453.0 |
| 1. FY'03 Budget Shortfall | -764,246 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. eliminated funding for vacant positions; b. reduced travel and training budgets; c. reduced data processing equipment purchases; and d. utilized additional revolving fund collections (\$250,000). | | |
| B. Adjusted FY'03 Appropriation | <u>8,971,375</u> | <u>453.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 8,971,375 | 453.0 |
| 1. FY'04 Budget Cut | -973,562 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. voluntary early out or Reduction-in-Force of 37 positions. | | |
| D. FY'04 Base Appropriation | <u>7,997,813</u> | <u>453.0</u> |

| | | |
|--|-------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. HB 1207 General Revenue Switch | -3,260,854 | |
| <p>This bill shifted general revenue appropriations to the Rural Economic Action Plan Gross Production Fund.</p> | | |
| Total Adjustments | <u>-3,260,854</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>4,736,959</u></u> | <u><u>453.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$111,231, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

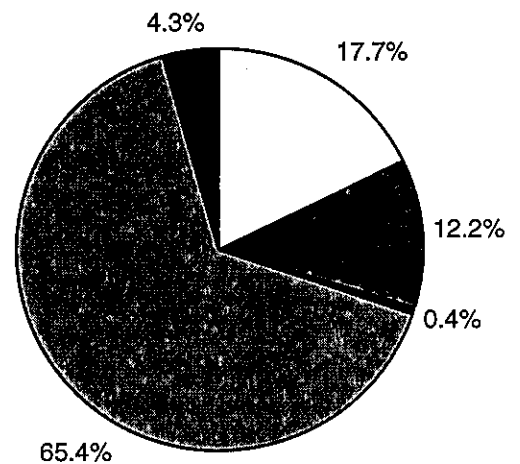
B. HB 1207

This measure provides the Corporation Commission with access to Gross Production Tax collections being deposited into the Rural Economic Action Plan Water Projects Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|--------------------------------|---------------------|
| FY'04 Appropriations | \$4,736,959 |
| Gross Production Tax REAP Fund | \$3,260,854 |
| OSF Refund | \$111,231 |
| Revolving Funds | \$17,546,632 |
| Federal Funds | \$1,163,349 |
| Total FY'04 Budget | \$26,819,025 |

FY'04 Budget by Source

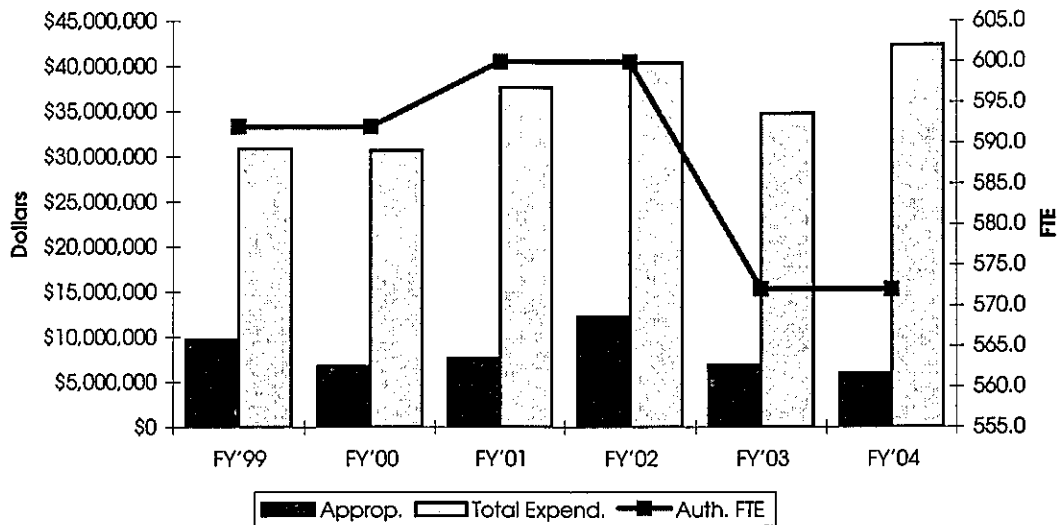


Appropriation Reference:
HB 1207, Sections 1-2

Expenditure Limit Reference:
HB 1207, Section 3

Department of Environmental Quality

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$9,725,613 | 45.9% | \$30,880,084 | 10.6% | 522.6 | 592.0 |
| FY'00 | \$6,756,370 | -30.5% | \$30,682,133 | -0.6% | 532.3 | 592.0 |
| FY'01 | \$7,651,276 | 13.2% | \$37,626,039 | 22.6% | 516.0 | 600.0 |
| FY'02 | \$12,232,922 * | 59.9% | \$40,365,675 | 7.3% | 556.3 | 600.0 |
| FY'03 | \$6,875,201 ** | -43.8% | \$34,738,071 | -13.9% | 526.9 | 572.0 |
| FY'04 | \$5,928,921 | -13.8% | \$42,321,263 | 21.8% | | 572.0 |
| 6 Year Change | -\$3,796,692 | -39.0% | \$11,441,179 | 37.1% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$4,472,272 | -46.0% | \$6,618,820 | 21.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - Appropriation amount includes \$3 million from the Constitutional Reserve Fund for the Tar Creek Superfund Environmental Clean-up in Pitcher.

FY'00 - In accordance with SB 986 (1998), which consolidates employees into the Department of Environmental Quality, 31 FTE were transferred from the Tulsa and OKC/County Health Departments to DEQ.

* The agency was originally appropriated \$8,556,880, but due to a revenue shortfall the agency's allocation was reduced to \$8,232,922. The agency also received a supplemental appropriation of \$4,000,000 for the Tar Creek Superfund site.

** The agency was originally appropriated \$7,460,880, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 7,460,880 | 572.0 |
| 1. FY'03 Budget Shortfall | -585,679 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. pro-rated the reduction across those divisions that are funded by state appropriations;</p> | | |
| <p>b. reduced travel and training budgets;</p> | | |
| <p>c. reduced data processing equipment purchases; and</p> | | |
| <p>d. used solid waste fees (\$354,392).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>6,875,201</u> | <u>572.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 6,875,201 | 572.0 |
| 1. FY'04 Budget Cut | -946,280 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 13.8 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. Rural Water Association contract adjustment;</p> | | |
| <p>b. Landfill Gas Incentive Payment reductions;</p> | | |
| <p>c. elimination of an engineering contract;</p> | | |
| <p>d. elimination of funding for the Solid Waste Research Institute;</p> | | |
| <p>e. reducing land restoration project with Conservation Commission;</p> | | |
| <p>f. reducing recycling equipment for local communities;</p> | | |
| <p>g. reducing community-based environmental projects;</p> | | |
| <p>h. reducing County Commissioners Solid Waste Program;</p> | | |
| <p>i. employee attrition; and</p> | | |
| <p>j. use solid waste fees for OKC and Tulsa employees.</p> | | |
| D. FY'04 Base Appropriation | <u>5,928,921</u> | <u>572.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|--------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|------------------|--------------|
| F. FY'04 Appropriation | <u>5,928,921</u> | <u>572.0</u> |
|------------------------|------------------|--------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

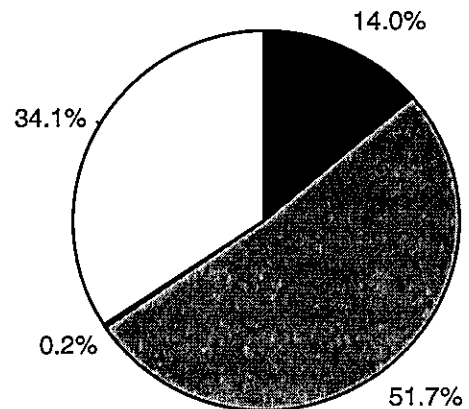
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$85,242, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
 Revolving Funds
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|--|--------------|
| | \$5,928,921 |
| | \$21,872,304 |
| | \$85,242 |
| | \$14,434,796 |
| | \$42,321,263 |

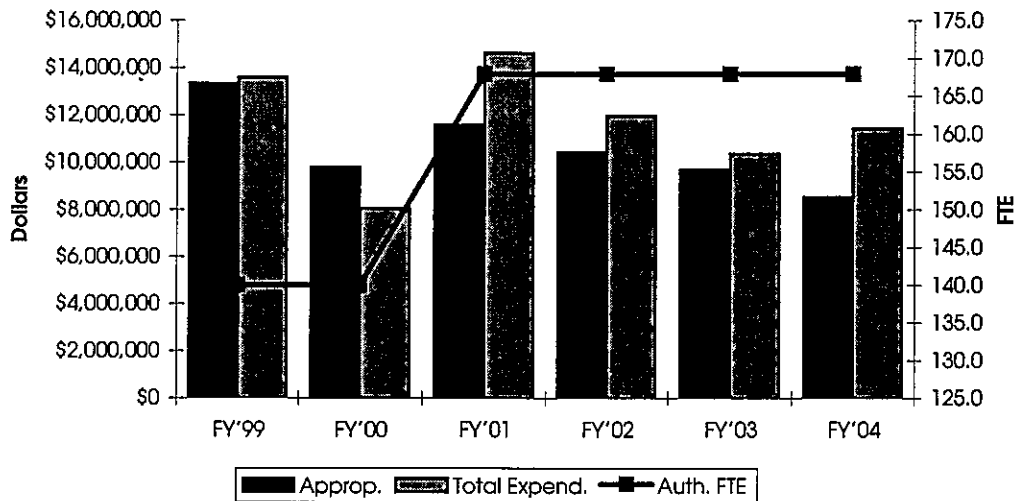


Appropriation Reference:
 HB 1208, Section 1

Expenditure Limit Reference:
 HB 1208, Section 2

Oklahoma Historical Society

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$13,318,146 | 117.1% | \$13,578,146 | 100.1% | 130.3 | 140.0 |
| FY'00 | \$9,804,120 | -26.4% | \$8,058,314 | -40.7% | 153.4 | 140.0 |
| FY'01 | \$11,589,925 | 18.2% | \$14,627,434 | 81.5% | 150.6 | 168.0 |
| FY'02 | \$10,436,563 * | -10.0% | \$11,982,524 | -18.1% | 162.0 | 168.0 |
| FY'03 | \$9,689,787 ** | -7.2% | \$10,370,323 | -13.5% | 144.6 | 168.0 |
| FY'04 | \$8,537,395 | -11.9% | \$11,446,633 | 10.4% | | 168.0 |
| 6 Year Change | -\$4,780,751 | -35.9% | -\$2,131,513 | -15.7% | | |
| Infl. Adjusted 6 Year Change | -\$5,753,557 | -43.2% | -\$3,435,817 | -25.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - The Legislature appropriated one-time funds of \$5 million from the Constitutional Reserve Fund to construct the Murrah Bomb Site Memorial Park, administered by the U.S. National Parks Service.

FY'01 - The Legislature appropriated \$250,000 to the Tulsa Race Riot Commission through the Oklahoma Historical Society for the continued operation of the special commission. 1,692,895 was provided as a supplemental appropriation to satisfy the FY'02 phase 1 bond obligation debt service.

* The agency was originally appropriated \$10,847,233, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$10,515,233, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 10,515,233 | 168.0 |
| 1. FY'03 Budget Shortfall | -825,446 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. released four people from the OKC office and implemented a complete hiring freeze and eliminated all part-time positions;</p> | | |
| <p>b. used furloughs, seven days per employee; and</p> | | |
| <p>c. reduced special projects across-the-board.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>9,689,787</u> | <u>168.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 9,689,787 | 168.0 |
| 1. One-time Adjustments | -236,000 | |
| <p>This base adjustment represents the removal of projects that were funded with one-time FY'03 Appropriations.</p> | | |
| 2. FY'04 Budget Cut | -700,313 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. Reduction-in-Force which may involve the elimination of 10 to 15 positions; and</p> | | |
| <p>b. cuts in museums and sites (\$208,275).</p> | | |
| D. FY'04 Base Appropriation | <u>8,753,474</u> | <u>168.0</u> |

| | | |
|--|------------|--|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -1,572,816 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |

| | <u>Total</u> | <u>FTE</u> |
|--|-----------------|------------|
| Other Appropriation Adjustments (cont'd.) | | |
| 2. Additional Funding to Minimize Reduction-in-Force | 1,000,000 | |
| This additional funding was targeted at areas to reduce the proposed reduction in force. | | |
| 3. Additional funding for museums and sites | 356,737 | |
| This funding was targeted to assist at-risk museum and historical sites. | | |
| Total Adjustments | <u>-216,079</u> | <u>0.0</u> |

| | | |
|-------------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>8,537,395</u></u> | <u><u>168.0</u></u> |
|-------------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

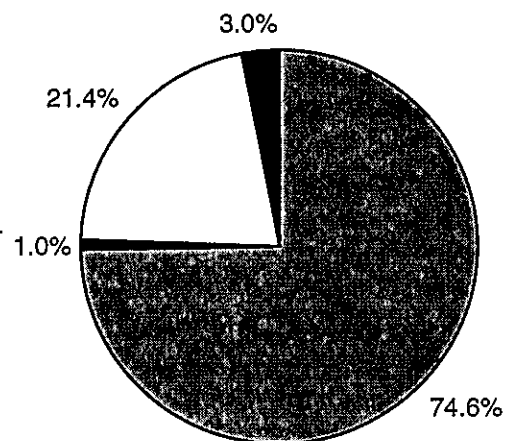
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$120,138, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Federal Funds
 Total FY'04 Budget

| | |
|--|--------------|
| | \$8,537,395 |
| | \$120,138 |
| | \$2,450,000 |
| | \$339,100 |
| | \$11,446,633 |

FY'04 Budget by Source

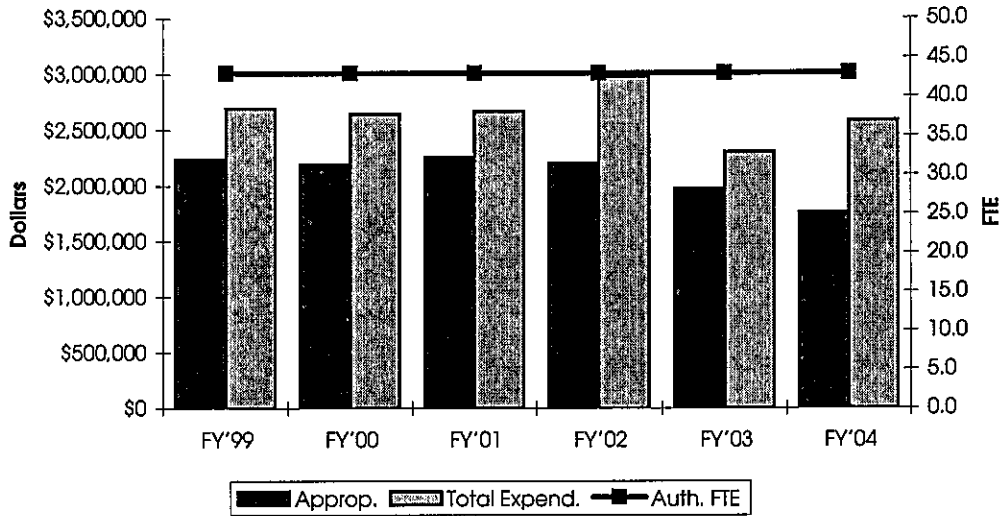


Appropriation Reference:
 SB 116, Section 1

Expenditure Limit Reference:
 SB 116, Section 2

Horse Racing Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$2,236,354 | -1.1% | \$2,694,843 | -4.1% | 38.8 | 43.0 |
| FY'00 | \$2,192,000 | -2.0% | \$2,645,298 | -1.8% | 40.0 | 43.0 |
| FY'01 | \$2,258,390 | 3.0% | \$2,668,875 | 0.9% | 37.6 | 43.0 |
| FY'02 | \$2,203,308 * | -2.4% | \$2,979,244 | 11.6% | 41.6 | 43.0 |
| FY'03 | \$1,976,203 ** | -10.3% | \$2,301,564 | -22.7% | 33.5 | 43.0 |
| FY'04 | \$1,761,748 | -10.9% | \$2,582,704 | 12.2% | | 43.0 |
| 6 Year Change | -\$474,606 | -21.2% | -\$112,139 | -4.2% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$675,351 | -30.2% | -\$406,429 | -15.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$2,290,006, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,144,550, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 2,144,550 | 43.0 |
| 1. FY'03 Budget Shortfall | -168,347 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following way:</p> <p>a. reduced the number of live race days at several race tracks.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>1,976,203</u> | <u>43.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 1,976,203 | 43.0 |
| 1. FY'04 Budget Cut | -214,455 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. reduction in travel;</p> <p>b. eliminate equipment purchases and rentals;</p> <p>c. maintain three vacant positions and elimination of part-time positions; and</p> <p>d. increase access to Bred Program Special Account by 5 percent.</p> | | |
| D. FY'04 Base Appropriation | <u>1,761,748</u> | <u>43.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>1,761,748</u></u> | <u><u>43.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.





V. OTHER ISSUES

A. OSF Refund

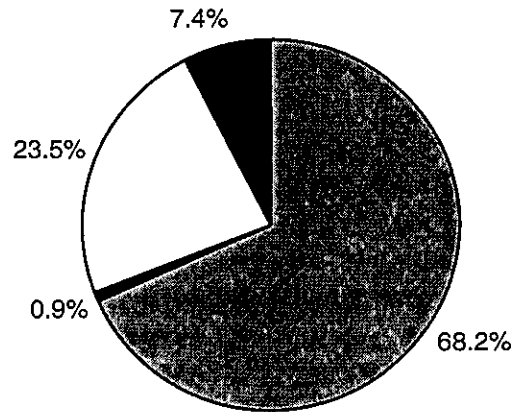
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$24,502, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Carryover
Total FY'04 Budget

| | |
|---|-------------|
|  | \$1,761,748 |
|  | \$24,502 |
|  | \$605,657 |
|  | \$190,797 |
| | <hr/> |
| | \$2,582,704 |

FY'04 Budget by Source

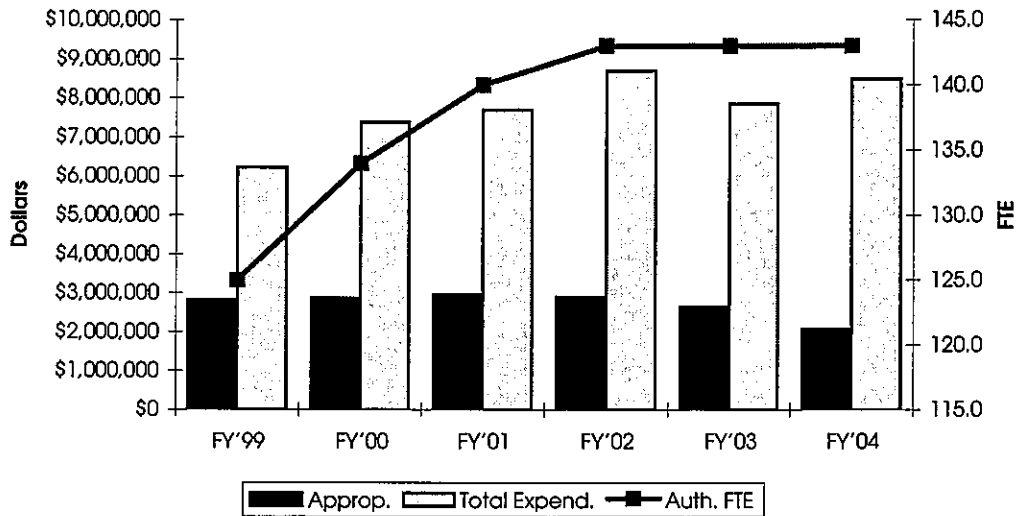


Appropriation Reference:
HB 1210, Section 1

Expenditure Limit Reference:
HB 1210, Section 2

Insurance Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$2,818,030 | 6.6% | \$6,220,413 | 12.6% | 119.8 | 125.0 |
| FY'00 | \$2,877,952 | 2.1% | \$7,388,417 | 18.8% | 127.3 | 134.0 |
| FY'01 | \$2,965,978 | 3.1% | \$7,697,768 | 4.2% | 131.7 | 140.0 |
| FY'02 | \$2,908,717 * | -1.9% | \$8,693,909 | 12.9% | 137.9 | 143.0 |
| FY'03 | \$2,646,500 ** | -9.0% | \$7,850,874 | -9.7% | 127.5 | 143.0 |
| FY'04 | \$2,072,157 | -21.7% | \$8,481,994 | 8.0% | | 143.0 |
| 6 Year Change | -\$745,873 | -26.5% | \$2,261,581 | 36.4% | | |
| Infl. Adjusted 6 Year Change | -\$981,988 | -34.8% | \$1,295,088 | 20.8% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$3,023,172, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,872,013, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 2,872,013 | 143.0 |
| 1. FY'03 Budget Shortfall | -225,453 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. used the funding from two vacant positions; and</p> <p>b. used revolving funds (\$160,453).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,646,560</u> | <u>143.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 2,646,560 | 143.0 |
| 1. FY'04 Budget Cut | -574,403 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 21.7 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. use revolving funds (\$525,336);</p> <p>b. reduce travel; and</p> <p>c. reduce data processing expenses.</p> | | |
| D. FY'04 Base Appropriation | <u>2,072,157</u> | <u>143.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>2,072,157</u></u> | <u><u>143.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$ 32,813 were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.





B. HB 1211

Section 4 transferred \$200,000 from the Insurance Commissioner Revolving Fund to Special Cash Fund.

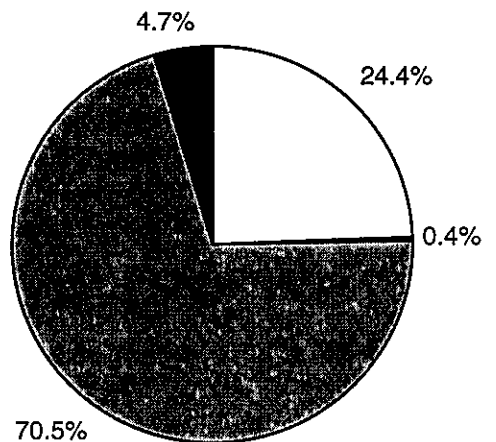
Section 5 transferred \$250,000 from the Bail Bondsmen Revolving Fund to Special Cash Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|--|
| FY'04 Appropriations | |
| OSF Refund | |
| Revolving Funds | |
| Federal Funds | |
| Total FY'04 Budget | |

| | |
|---|-------------|
|  | \$2,072,157 |
|  | \$32,813 |
|  | \$5,979,635 |
|  | \$397,389 |
| | <hr/> |
| | \$8,481,994 |

FY'04 Budget by Source

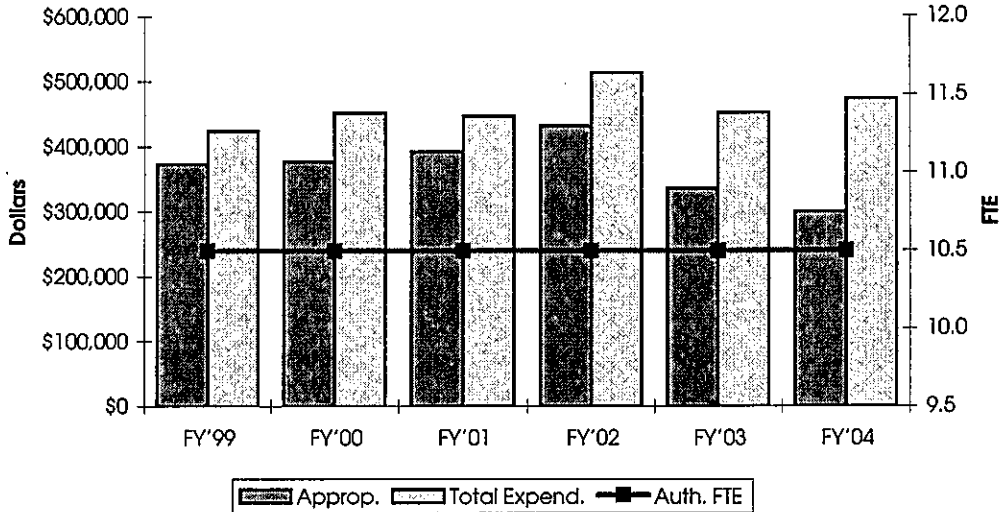


Appropriation Reference:
HB 1211, Section 1

Expenditure Limit Reference:
HB 1211, Section 2

J.M. Davis Memorial Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$373,244 | 4.2% | \$423,866 | -5.9% | 9.2 | 10.5 |
| FY'00 | \$377,308 | 1.1% | \$452,308 | 6.7% | 8.1 | 10.5 |
| FY'01 | \$392,397 | 4.0% | \$446,372 | -1.3% | 8.9 | 10.5 |
| FY'02 | \$431,716 * | 10.0% | \$513,048 | 14.9% | 10.2 | 10.5 |
| FY'03 | \$336,075 ** | -22.2% | \$452,327 | -11.8% | 9.0 | 10.5 |
| FY'04 | \$299,604 | -10.9% | \$473,167 | 4.6% | | 10.5 |
| 6 Year Change | -\$73,640 | -19.7% | \$49,301 | 11.6% | | |
| Infl. Adjusted 6 Year Change | -\$107,779 | -28.9% | -\$4,615 | -1.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$448,704, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$364,704, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| A. FY'03 Appropriation | 364,704 | 10.5 |
| 1. FY'03 Budget Shortfall | | |
| A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -28,629 | |
| a. eliminated funding for one vacant position (\$23,705); | | |
| b. reduced travel and training budgets; | | |
| c. reduced maintenance and repairs; and | | |
| d. reduced the amount of merchandise for resale. | | |
| B. Adjusted FY'03 Appropriation | <u>336,075</u> | <u>10.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 336,075 | 10.5 |
| 1. FY'04 Budget Cut | -36,471 | |
| The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner: | | |
| a. eliminate outdoor advertising; and | | |
| b. utilize revolving funds (\$28,471). | | |
| D. FY'04 Base Appropriation | <u>299,604</u> | <u>10.5</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>299,604</u></u> | <u><u>10.5</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OS Refund

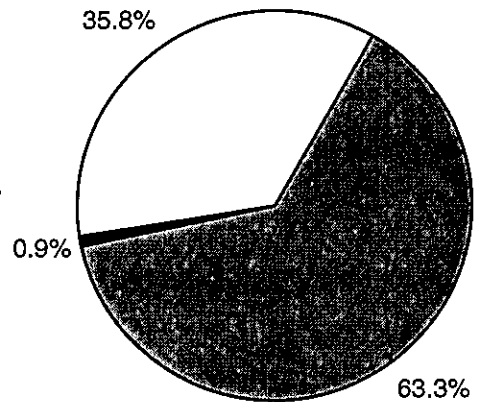
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,167, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|---|-----------|
|  | \$299,604 |
|  | \$4,167 |
|  | \$169,396 |
| | <hr/> |
| | \$473,167 |

FY'04 Budget by Source

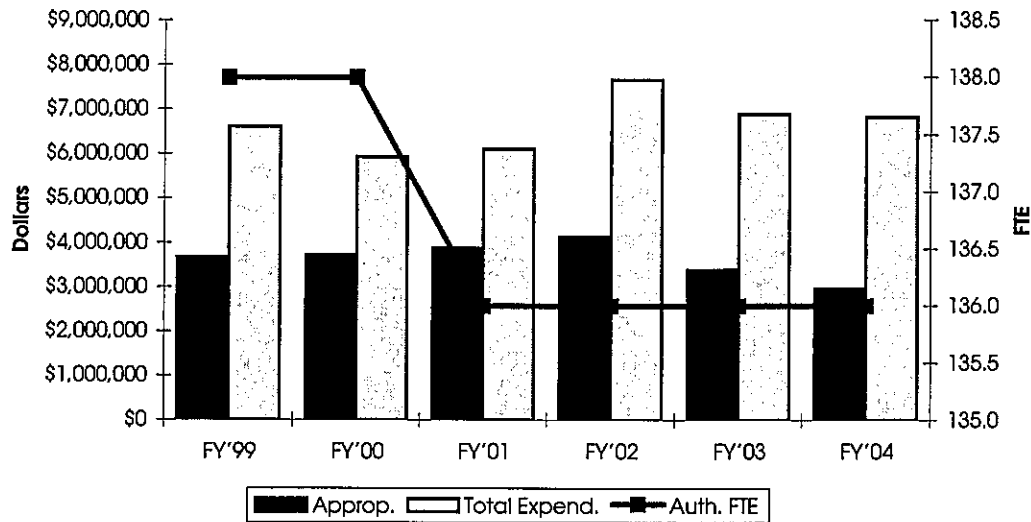


Appropriation Reference:
SB 118, Section 1

Expenditure Limit Reference:
SB 118, Section 2

Department of Labor

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$3,668,984 | 3.4% | \$6,611,052 | -7.1% | 117.5 | 138.0 |
| FY'00 | \$3,725,830 | 1.5% | \$5,932,085 | -10.3% | 103.0 | 138.0 |
| FY'01 | \$3,882,940 | 4.2% | \$6,110,087 | 3.0% | 103.2 | 136.0 |
| FY'02 | \$4,130,614 * | 6.4% | \$7,657,864 | 25.3% | 115.8 | 136.0 |
| FY'03 | \$3,389,802 ** | -17.9% | \$6,888,681 | -10.0% | 109.8 | 136.0 |
| FY'04 | \$2,958,570 | -12.7% | \$6,822,396 | -1.0% | | 136.0 |
| 6 Year Change | -\$710,414 | -19.4% | \$211,344 | 3.2% | | |
| Infl. Adjusted 6 Year Change | -\$1,047,533 | -28.6% | -\$566,044 | -8.6% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$3,927,178, but due to a revenue shortfall the agency's allocation was reduced to \$3,830,614. The agency also received a supplemental appropriation of \$300,000 for the Safety Consultation Revolving Fund.

** The agency was originally appropriated \$3,678,570, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 3,678,570 | 136.0 |
| 1. FY'03 Budget Shortfall | -187,047 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. eliminated funding for three vacant positions; and</p> <p>b. delayed data processing equipment purchases.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>3,491,523</u> | <u>136.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 3,491,523 | 136.0 |
| 1. FY'04 Budget Cut | -532,953 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 12.7 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. utilizing vacant positions (\$41,871);</p> <p>b. delaying the purchase of data processing equipment;</p> <p>c. reducing travel;</p> <p>d. delaying the purchase of new equipment and furniture; and</p> <p>e. reducing administration expenses such as supplies, training and the purchase of educational material.</p> | | |
| D. FY'04 Base Appropriation | <u>2,958,570</u> | <u>136.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>2,958,570</u></u> | <u><u>136.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

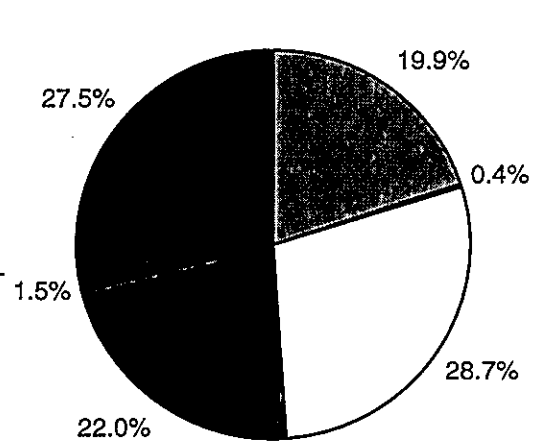
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$27,224, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--------------------|
| FY'04 Appropriations | \$1,355,464 |
| OSF Refund | \$27,224 |
| Revolving Funds | \$1,958,280 |
| Special OSHA Fund FY'04 | \$1,503,660 |
| Special OSHA Fund FY'02 | \$99,446 |
| Federal Funds | \$1,878,322 |
| Total FY'04 Budget | \$6,822,396 |

FY'04 Budget by Source

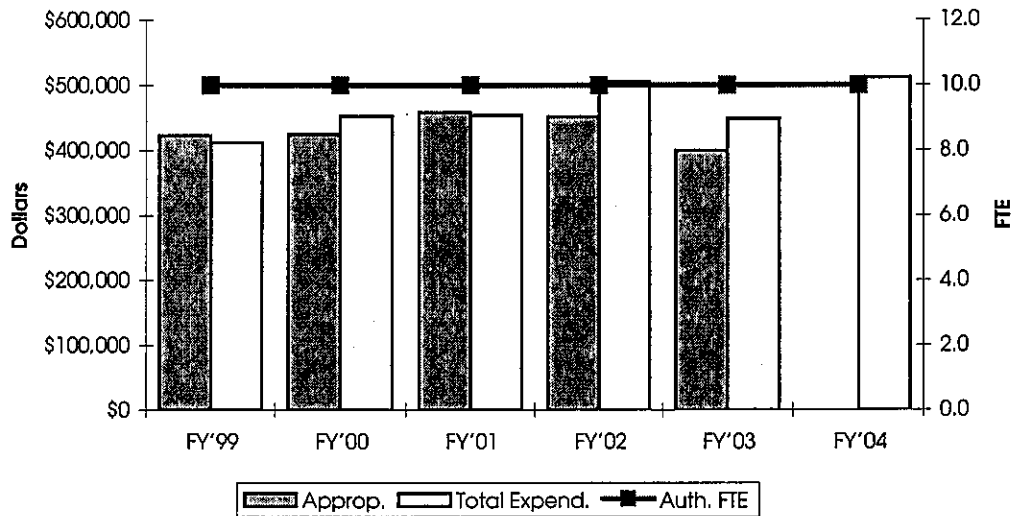


Appropriation Reference:
SB 64, Sections 1-3

Expenditure Limit Reference:
SB 64, Section 4

Liquefied Petroleum Gas Board

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$423,200 | 3.3% | \$412,285 | 4.0% | 9.0 | 10.0 |
| FY'00 | \$424,937 | 0.4% | \$452,592 | 9.8% | 9.8 | 10.0 |
| FY'01 | \$458,777 | 8.0% | \$454,073 | 0.3% | 9.0 | 10.0 |
| FY'02 | \$451,867 * | -1.5% | \$505,276 | 11.3% | 9.5 | 10.0 |
| FY'03 | \$400,067 ** | -11.5% | \$448,978 | -11.1% | 9.3 | 10.0 |
| FY'04 | \$0 ^ | -100.0% | \$511,580 | 13.9% | | 10.0 |
| 6 Year Change | -\$423,200 | -100.0% | \$99,295 | 24.1% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$423,200 | -100.0% | \$41,002 | 9.9% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$469,648, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$434,148, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ HB 1214 converted the Oklahoma Liquefied Petroleum Gas Board to a non-appropriated agency.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| A. FY'03 Appropriation | 434,148 | 10.0 |
| 1. FY'03 Budget Shortfall | -34,081 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. each employee took five furlough days; and</p> <p>b. additional funds were received from the Oklahoma LP Gas Research, Marketing and Safety Commission.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>400,067</u> | <u>10.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|-------------|
| C. Adjusted FY'03 Appropriation | 400,067 | 10.0 |
| 1. Conversion to a Non-appropriated Agency | -400,067 | |
| <p>The agency felt that by using fees and assessments instead of general revenue appropriations, they would be able to provide improved services to their customers. The governing board will have the ability to adjust fees to cover agency operational needs. The State General Revenue Fund will receive 20 percent of all agency gross receipts beginning in FY'05.</p> | | |
| D. FY'04 Base Appropriation | <u>0</u> | <u>10.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------|--------------------|
| F. FY'04 Appropriation | <u><u>0</u></u> | <u><u>10.0</u></u> |
|------------------------|-----------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund



The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,960, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

A. HB 1214

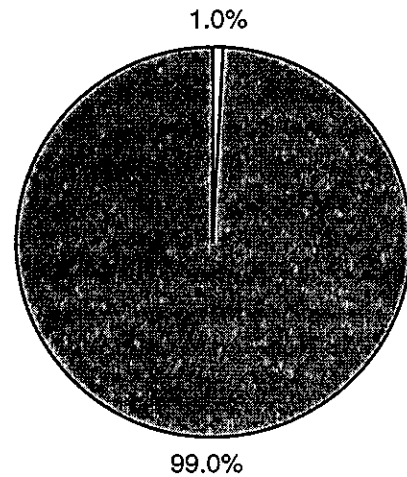
HB 1214 converts the Oklahoma Liquefied Petroleum Gas Board to a non-appropriated agency. The bill also requires the Administrator to establish a schedule of payments with the Office of State Finance and to transfer \$193,380 to the State General Revenue Fund by the end of FY'04. The deposit is equal to the loss in state general revenue funds based on the anticipated appropriation and the certified deposits made by the Department. Effective July 1, 2004 the Department is required to deposit 20% of gross revenues from its collections into the State General Revenue Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

OSF Refund
Revolving Funds
Total FY'04 Budget

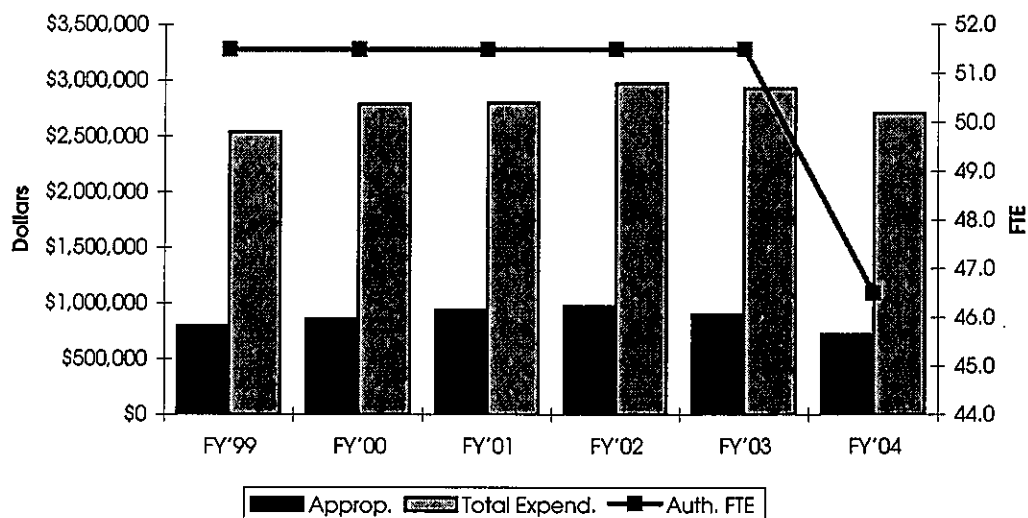
| | |
|---|-----------|
|  | \$4,960 |
|  | \$506,620 |
| | <hr/> |
| | \$511,580 |

FY'04 Budget by Source



Department of Mines

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$797,566 | 7.4% | \$2,539,310 | -0.3% | 42.0 | 51.5 |
| FY'00 | \$862,011 | 8.1% | \$2,790,155 | 9.9% | 42.6 | 51.5 |
| FY'01 | \$942,282 | 9.3% | \$2,802,930 | 0.5% | 43.0 | 51.5 |
| FY'02 | \$975,221 * | 3.5% | \$2,975,899 | 6.2% | 43.2 | 51.5 |
| FY'03 | \$902,655 ** | -7.4% | \$2,927,764 | -1.6% | 41.2 | 51.5 |
| FY'04 | \$722,124 | -20.0% | \$2,708,135 | -7.5% | | 46.5 |
| 6 Year Change | -\$75,442 | -9.5% | \$168,825 | 6.6% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$157,725 | -19.8% | -\$139,757 | -5.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$999,823, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$949,734, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| A. FY'03 Appropriation | 949,734 | 51.5 |
| 1. FY'03 Budget Shortfall | -47,079 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. increased Federal and revolving funds (\$39,079); and</p> | | |
| <p>b. reduced travel and training budgets.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>902,655</u> | <u>51.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 902,655 | 51.5 |
| 1. FY'04 Budget Cut | -180,531 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 20 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. use revolving funds for Training Institute;</p> | | |
| <p>b. vehicle savings;</p> | | |
| <p>c. reductions in data processing;</p> | | |
| <p>d. increase fine collections;</p> | | |
| <p>e. reduce Hearing Examiner;</p> | | |
| <p>f. eliminate interagency agreement with Kiamichi Career Tech;</p> | | |
| <p>g. eliminate temporary Blasting Inspector;</p> | | |
| <p>h. implement early retirement/voluntary out programs;</p> | | |
| <p>i. utilize Reduction-in-Force; and</p> | | |
| <p>j. use revolving fund carryover.</p> | | |
| D. FY'04 Base Appropriation | <u>722,124</u> | <u>51.5</u> |

| | Total | FTE |
|-------------------------------------|----------------|-------------|
| E. Other Appropriation Adjustments | | |
| 1. FTE Adjustment | | -5.0 |
| Eliminated five open FTE positions. | | |
| Total Adjustments | 0 | -5.0 |
| F. FY'04 Appropriation | <u>722,124</u> | <u>46.5</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

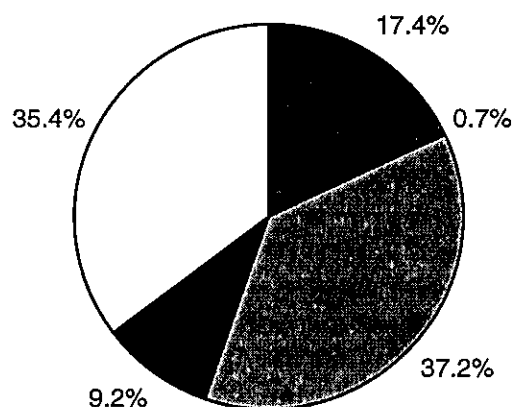
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$6,852, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Special Cash Fund
 Federal Funds
 Total FY'04 Budget

| | |
|--|--------------------|
| | \$472,124 |
| | \$20,016 |
| | \$1,007,060 |
| | \$250,000 |
| | \$958,935 |
| | <u>\$2,708,135</u> |

FY'04 Budget by Source

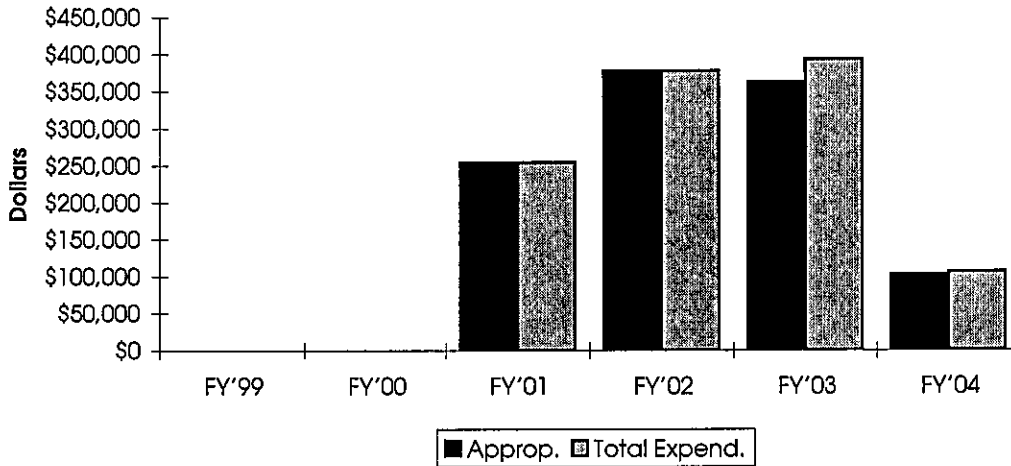


Appropriation Reference:
 HB 1215, Sections 1-2

Expenditure Limit Reference:
 HB 1215, Section 3

Native American Cultural and Education Authority

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures † 1</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-------|----------------------|-----------------------|--------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | | | | | | |
| FY'00 | | | | | | |
| FY'01 | \$254,369 | N/A | \$254,369 | N/A | N/A | N/A |
| FY'02 | \$377,773 * | 48.5% | \$377,296 | 48.3% | N/A | N/A |
| FY'03 | \$361,816 ** | -4.2% | \$392,638 | 4.1% | N/A | N/A |
| FY'04 | \$101,696 ^ | -71.9% | \$106,182 | -73.0% | | N/A |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'03 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$392,638, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$392,638, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

^ The Native American Cultural and Educational Authority funding has historically been referenced in two different locations. The bond debt service was appropriated in stand alone legislation and the agency operational budget was included as line-item in the Commerce Bill. This year they were consolidated in the Commerce bill. This summary only represents change in the funding for Bond Debt service.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 392,638 | N/A |
| 1. FY'03 Budget Shortfall A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -30,822 | |
| a. reduced travel, marketing, promotional and general operating expenses. | | |
| B. Adjusted FY'03 Appropriation | <u>361,816</u> | <u>N/A</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 361,816 | N/A |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in available revenues for FY'04. This Reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. However, the agency was exempted from this round of cuts. | 0 | |
| D. FY'04 Base Appropriation | <u>361,816</u> | <u>N/A</u> |

| | | |
|---|-----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | -260,120 | |
| Total Adjustments | <u>-260,120</u> | <u>0.0</u> |

| | | |
|------------------------|----------------|------------|
| F. FY'04 Appropriation | <u>101,696</u> | <u>N/A</u> |
|------------------------|----------------|------------|

IV. GOVERNOR'S VETOES

A. None.



V. OTHER ISSUES

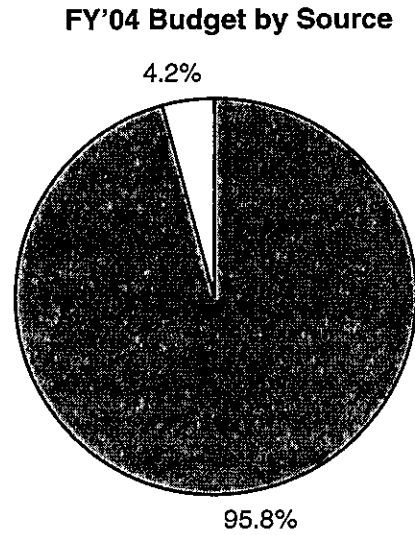
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,486, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Total FY'04 Budget

| | |
|---|-----------|
|  | \$101,696 |
|  | \$4,486 |
| | <hr/> |
| | \$106,182 |

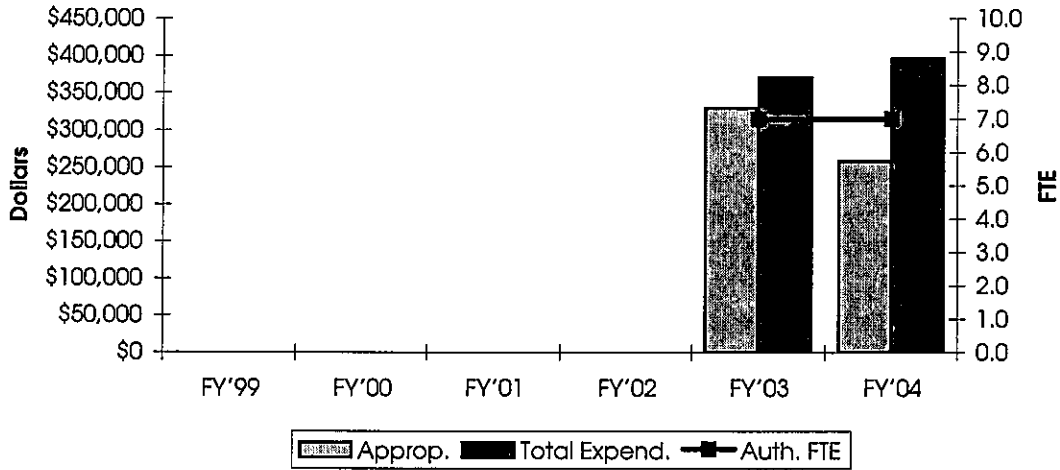


Appropriation Reference:
SB 126, Section 4

Expenditure Limit Reference:
SB 126, Section 10

Scenic Rivers Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-------|----------------------|-----------------------|----------------------------------|-----------------------|-------------------|------------------|
| FY'99 | | | | | | |
| FY'00 | | | | | | |
| FY'01 | | | | | | |
| FY'02 | | | | | | |
| FY'03 | \$329,717 * | N/A | \$370,757 | N/A | 10.3 | 7.0 |
| FY'04 | \$258,156 | -21.7% | \$395,744 | 6.7% | | 7.0 |

¹ Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'03 - This is the first year that the Commission has been funded as an appropriated agency. Historically the Commission has been funded through the Department of Tourism and Recreation.

* The agency was originally appropriated \$357,805, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 357,805 | 7.0 |
| 1. FY'03 Budget Shortfall A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | -28,088 | |
| <ul style="list-style-type: none"> a. eliminated funding for a part-time clerical position; b. delayed the replacement of a tractor; and c. worked with USGS and OWRB to reduce water monitoring cost. | | |
| B. Adjusted FY'03 Appropriation | <u>329,717</u> | <u>7.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 329,717 | 7.0 |
| 1. FY'04 Budget Cut The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 23.7 percent. The agency plans to deal with the reduction in the following manner: | -71,561 | |
| <ul style="list-style-type: none"> a. eliminate a laborer position; b. reduce safety/promotional ads; c. terminate the U.S. Geological Survey monitoring contract; d. terminate the contract with the Attorney General's Office; e. delay the purchase of data processing equipment; and f. generate administration cost savings. | | |
| D. FY'04 Base Appropriation | <u>258,156</u> | <u>7.0</u> |

| | Total | FTE |
|------------------------------------|-------|-----|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|----------------|------------|
| F. FY'04 Appropriation | <u>258,156</u> | <u>7.0</u> |
|------------------------|----------------|------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,088, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. SB 75

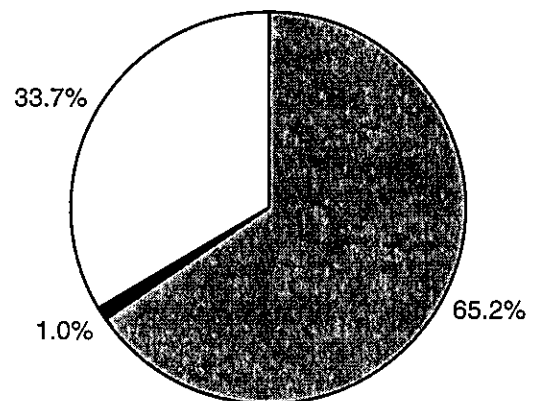
This measure changed the commercial and privately owned flotation device fee structure from a per-device to a per-person charge. The fee was changed to \$1.00 per person. This increase will net the agency an estimated \$62,163 per year.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Budget by Source

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Total FY'04 Budget

| | |
|--|-----------|
| | \$258,156 |
| | \$4,088 |
| | \$133,500 |
| | \$395,744 |

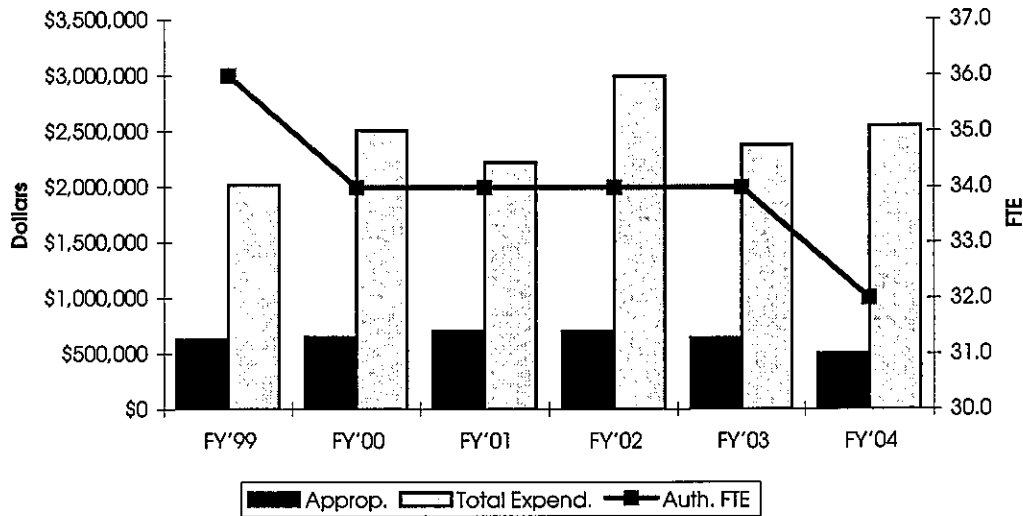


Appropriation Reference:
 SB 74, Section 1

Expenditure Limit Reference:
 SB 74, Section 2

Department of Securities

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$627,123 | 8.3% | \$2,020,082 | -0.4% | 34.0 | 36.0 |
| FY'00 | \$649,298 | 3.5% | \$2,506,162 | 24.1% | 29.4 | 34.0 |
| FY'01 | \$704,525 | 8.5% | \$2,223,478 | -11.3% | 26.7 | 34.0 |
| FY'02 | \$703,492 * | -0.1% | \$2,990,753 | 34.5% | 27.3 | 34.0 |
| FY'03 | \$640,088 ** | -9.0% | \$2,377,500 | -20.5% | 26.5 | 34.0 |
| FY'04 | \$501,088 | -21.7% | \$2,545,847 | 7.1% | | 32.0 |
| 6 Year Change | -\$126,035 | -20.1% | \$525,765 | 26.0% | | |
| Infl. Adjusted 6 Year Change | -\$183,132 | -29.2% | \$235,675 | 11.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$731,174, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$694,615, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| A. FY'03 Appropriation | 694,615 | 34.0 |
| 1. FY'03 Budget Shortfall | -54,527 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. reduced investigation and enforcement professional services (expert witnesses, court reporting, etc.); and</p> <p>b. utilized revolving funds (\$45,150).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>640,088</u> | <u>34.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 640,088 | 34.0 |
| 1. FY'04 Budget Cut | -139,000 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 21.7 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. increase reliance on agency revolving funds (\$139,000).</p> | | |
| D. FY'04 Base Appropriation | <u>501,088</u> | <u>34.0</u> |

| | | |
|---|----------|-------------|
| E. Other Appropriation Adjustments | | |
| 1. FTE Reduction | | -2.0 |
| <p>Two vacant FTE positions were removed this year. This new limit more closely reflects the needs of the agency.</p> | | |
| Total Adjustments | <u>0</u> | <u>-2.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>501,088</u></u> | <u><u>32.0</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund




The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$7,936, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1218

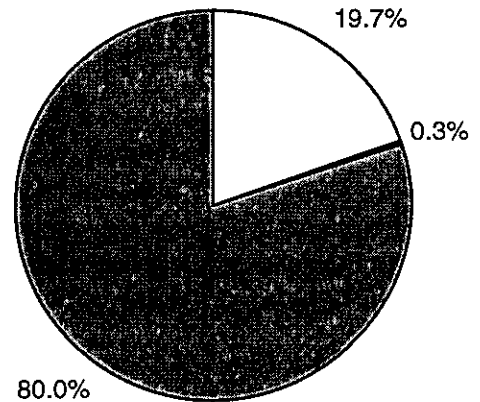
HB 1218, Section 4 transferred \$800,000 from the Department of Securities Revolving Fund to the Special Cash Fund.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Revolving Funds
Total FY'04 Budget

| | |
|---|-------------|
|  | \$501,088 |
|  | \$7,936 |
|  | \$2,036,823 |
| | <hr/> |
| | \$2,545,847 |

FY'04 Budget by Source

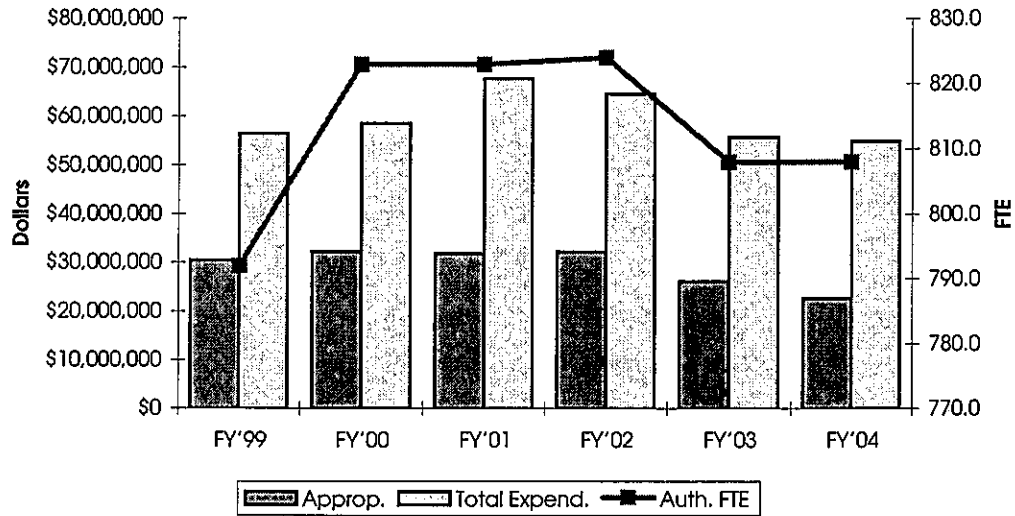


Appropriation Reference:
HB 1218, Section 1

Expenditure Limit Reference:
HB 1218, Section 2

Department of Tourism and Recreation

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---------------------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$30,476,669 | 15.6% | \$56,499,664 | 8.6% | 765.7 | 792.0 |
| FY'00 | \$32,221,425 | 5.7% | \$58,556,259 | 3.6% | 806.7 | 823.0 |
| FY'01 | \$31,827,145 | -1.2% | \$67,693,739 | 15.6% | 811.2 | 823.0 |
| FY'02 | \$32,152,219 * | 1.0% | \$64,584,492 | -4.6% | 682.4 | 824.0 |
| FY'03 | \$26,099,103 ** | -18.8% | \$55,713,265 | -13.7% | 871.5 | 808.0 |
| FY'04 | \$22,616,482 | -13.3% | \$54,848,422 | -1.6% | | 808.0 |
| 6 Year Change | -\$7,860,187 | -25.8% | -\$1,651,242 | -2.9% | | |
| Infl. Adjusted 6 Year Change | -\$10,437,256 | -34.2% | -\$7,901,027 | -14.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - Includes one-time funding for Foss Lake State Park (\$150,000) and an appropriation of \$3,500,000 for the completion of the Quartz Mountain Lodge and Resort.

FY'01 - The appropriation amount includes supplemental one-time funding for ice damage recovery (\$1,779,500) and phase I bond obligation debt service payments (\$185,160).

* The agency was originally appropriated \$33,350,273, but due to a revenue shortfall the agency's allocation was reduced. This total also includes \$3,020,936 which was transferred to other agencies for the transfer of ownership of Quartz Mountain Resort and Capitol Park.

** The agency was originally appropriated \$28,177,594, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 28,177,594 | 808.0 |
| 1. FY'03 Budget Shortfall | -2,078,491 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. eliminated funding for vacant positions; b. reduced travel and training budgets; and c. a voluntary furlough was offered to staff. | | |
| B. Adjusted FY'03 Appropriation | <u>26,099,103</u> | <u>808.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|--------------|
| C. Adjusted FY'03 Appropriation | 26,099,103 | 808.0 |
| 1. One-time Adjustments | -2,161,355 | |
| <p>This base adjustment represents the removal of projects that were funded with one-time FY'03 Appropriations.</p> | | |
| 2. FY'04 Budget Cut | -2,599,806 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. administrative Reduction-in-Force of 11 FTE and eight voluntary outs at the Oklahoma City office; b. reduction in Oklahoma Today Magazine; c. reduction in travel and tourism promotion; d. reduction in tourism information centers (\$148,777); e. reductions in parks, resorts and golf course operations; f. reduce multi-county organizations; and g. reduce pass-through appropriations. | | |
| D. FY'04 Base Appropriation | <u>21,337,942</u> | <u>808.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|---|--------------------------|---------------------|
| E. Other Appropriation Adjustments | | |
| 1. Operational Funding Priorities This funding was targeted to assist at-risk programs and operational management responsibilities of the Department. | 513,855 | |
| 2. Multi-County / Lakes and Countries Funds were made available to increase the base appropriation (to a total of \$1,250,00) for multi-county lake and country marketing associations. The increased appropriation will be used to match local funds in an effort to effectively market lake and country regions throughout the state. | 476,398 | |
| 3. Park Waste Water Improvement Loan This funding was provided for the repayment of loans from the Oklahoma Water Resources Board for the repair and construction of new waste water systems at several of the parks. | 477,677 | |
| 4. Debt Service Reduction The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | -189,390 | |
| Total Adjustments | <u>1,278,540</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>22,616,482</u></u> | <u><u>808.0</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$302,511, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1219

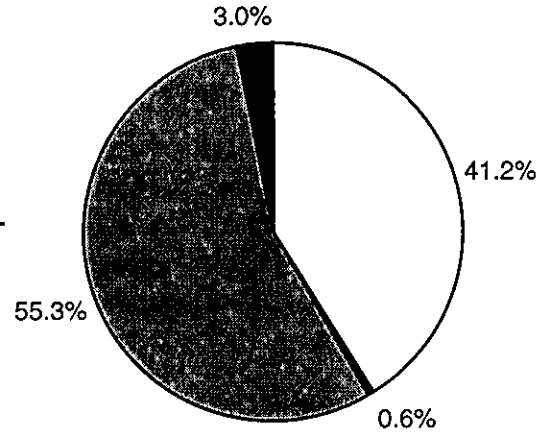
HB1219 Section 2 provides authorization for the Department of Tourism and Recreation to use up to \$400,000 of Tourism Promotion Tax monies for Lakes and Countries organizations.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Federal Funds
 Total FY'04 Budget

| | |
|-------|--------------|
| | \$22,616,482 |
| | \$302,511 |
| | \$30,310,224 |
| | \$1,619,205 |
| <hr/> | |
| | \$54,848,422 |

FY'04 Budget by Source

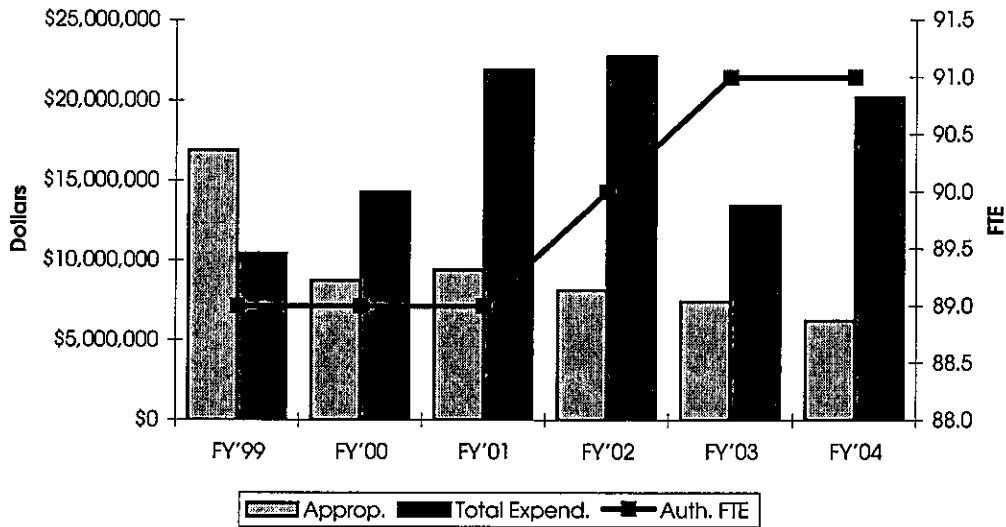


Appropriation Reference:
 HB 1219, Section 1

Expenditure Limit Reference:
 HB 1219, Section 5

Water Resources Board

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$16,877,343 | 63.2% | \$10,439,532 | -8.0% | 88.5 | 89.0 |
| FY'00 | \$8,761,689 | -48.1% | \$14,271,414 | 36.7% | 87.2 | 89.0 |
| FY'01 | \$9,418,598 | 7.5% | \$21,904,859 | 53.5% | 86.0 | 89.0 |
| FY'02 | \$8,141,493 * | -13.6% | \$22,730,534 | 3.8% | 97.8 | 90.0 |
| FY'03 | \$7,435,715 ** | -8.7% | \$13,421,706 | -41.0% | 96.4 | 91.0 |
| FY'04 | \$6,228,494 | -16.2% | \$20,176,194 | 50.3% | | 91.0 |
| 6 Year Change | -\$10,648,849 | -63.1% | \$9,736,662 | 93.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$11,358,564 | -67.3% | \$7,437,656 | 71.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - Appropriation amount includes \$1,000,000 for the Water Quality Monitoring Council to coordinate a statewide water quality monitoring program, \$3,500,000 for a federal Safe Drinking Water match, \$3,500,000 for Non-point Source Pollution Grants and \$1,739,547 for matching EPA capitalization grants for the SRF Program.

* The agency was originally appropriated \$8,461,854, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$8,069,143, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 8,069,143 | 91.0 |
| 1. FY'03 Budget Shortfall | -633,428 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. eliminated funding for four vacant positions; b. reduced travel and training budgets; c. reduced maintenance and repairs; and d. used federal funding to assist with operational costs. | | |
| B. Adjusted FY'03 Appropriation | <u>7,435,715</u> | <u>91.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 7,435,715 | 91.0 |
| 1. One-time Adjustments | -115,000 | |
| <p>This base adjustment represents the removal of projects that were funded with one-time FY'03 Appropriations.</p> | | |
| 2. FY'04 Budget Cut | -1,092,221 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 14.7 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. reduction of professional services; b. reduction in travel; c. delay equipment purchases; d. eliminate USGS Stream Gauging contract; e. reduction in the Rural Water Association contract; and f. reduction in the amount of Water REAP (\$697,494). | | |
| D. FY'04 Base Appropriation | <u>6,228,494</u> | <u>91.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|------------------|-------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |
| F. FY'04 Appropriation | <u>6,228,494</u> | <u>91.0</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$92,191, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

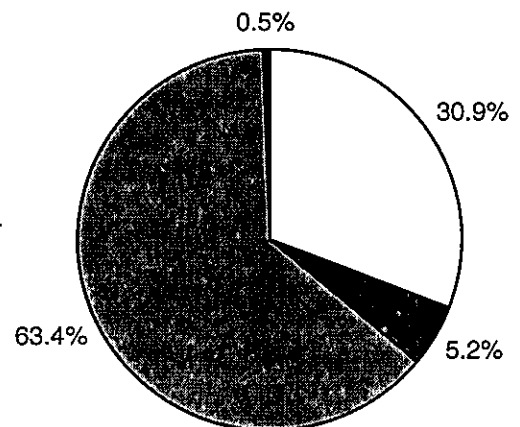
B. SB 155

SB 155 directs \$535,000 from the Rural Economic Action Plan Water Projects fund to OWRB for various water studies and agency duties. It also redirects \$118,000 to the Oklahoma Rural Water Association.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|---------------------|
| FY'04 Appropriations | \$6,228,494 |
| Revolving Funds | \$1,055,739 |
| Federal Funds | \$12,799,770 |
| OSF Refund | \$92,191 |
| Total FY'04 Budget | <u>\$20,176,194</u> |

FY'04 Budget by Source

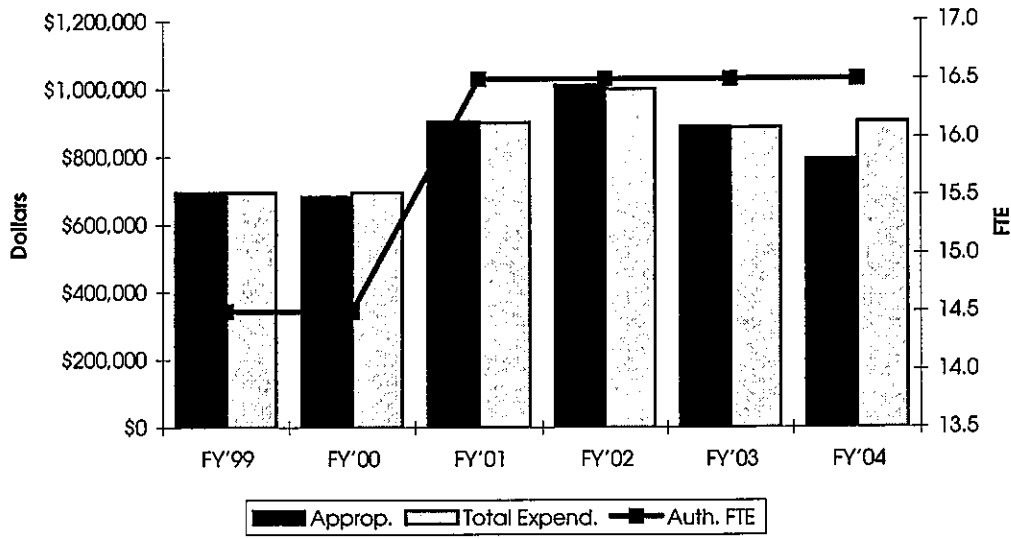


Appropriation Reference:
SB 154, Sections 1-2

Expenditure Limit Reference:
SB 154, Section 3

Will Rogers Memorial Commission

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|---|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$695,478 | 4.3% | \$695,478 | -14.2% | 11.9 | 14.5 |
| FY'00 | \$683,640 | -1.7% | \$695,640 | 0.0% | 12.3 | 14.5 |
| FY'01 | \$904,323 | 32.3% | \$901,053 | 29.5% | 14.4 | 16.5 |
| FY'02 | \$1,011,400 * | 11.8% | \$999,420 | 10.9% | 14.1 | 16.5 |
| FY'03 | \$889,305 ** | -12.1% | \$885,461 | -11.4% | 11.9 | 16.5 |
| FY'04 | \$792,798 | -10.9% | \$902,647 | 1.9% | | 16.5 |
| 6 Year Change | \$97,320 | 14.0% | \$207,169 | 29.8% | | |
| Infl. Adjusted 6 Year Change | \$6,983 | 1.0% | \$104,316 | 15.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$1,051,197, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$965,062, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|-------------|
| A. FY'03 Appropriation | 965,062 | 16.5 |
| 1. FY'03 Budget Shortfall | -75,757 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agencies' original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. eliminated funding for one vacant position; b. reduced travel and training budgets; and c. reduced maintenance and repairs. | | |
| B. Adjusted FY'03 Appropriation | <u>889,305</u> | <u>16.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|----------------|-------------|
| C. Adjusted FY'03 Appropriation | 889,305 | 16.5 |
| 1. FY'04 Budget Cut | -96,507 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 10.8 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. reduction in staff. | | |
| D. FY'04 Base Appropriation | <u>792,798</u> | <u>16.5</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|--------------------|
| F. FY'04 Appropriation | <u><u>792,798</u></u> | <u><u>16.5</u></u> |
|------------------------|-----------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.





V. OTHER ISSUES

A. OSF Refund

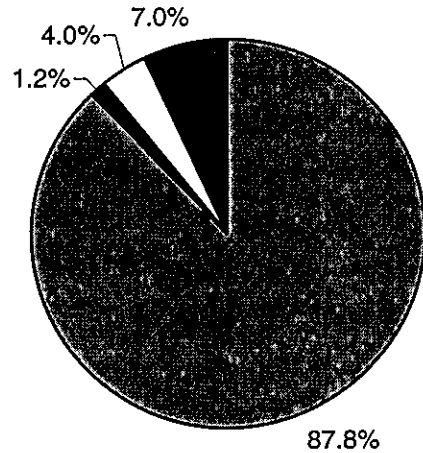
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$11,026, were deposited in July 2003. This one time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|--|
| FY'04 Appropriations | |
| OSF Refund | |
| Revolving Funds | |
| Carryover | |
| Total FY'04 Budget | |

| | |
|---|-----------|
|  | \$792,798 |
|  | \$11,026 |
|  | \$36,000 |
|  | \$62,823 |
| | <hr/> |
| | \$902,647 |

FY'04 Budget by Source



Appropriation Reference:
SB 120, Section 1

Expenditure Limit Reference:
SB 120, Section 2

SUBCOMMITTEE ON PUBLIC SAFETY AND JUDICIARY

Members:

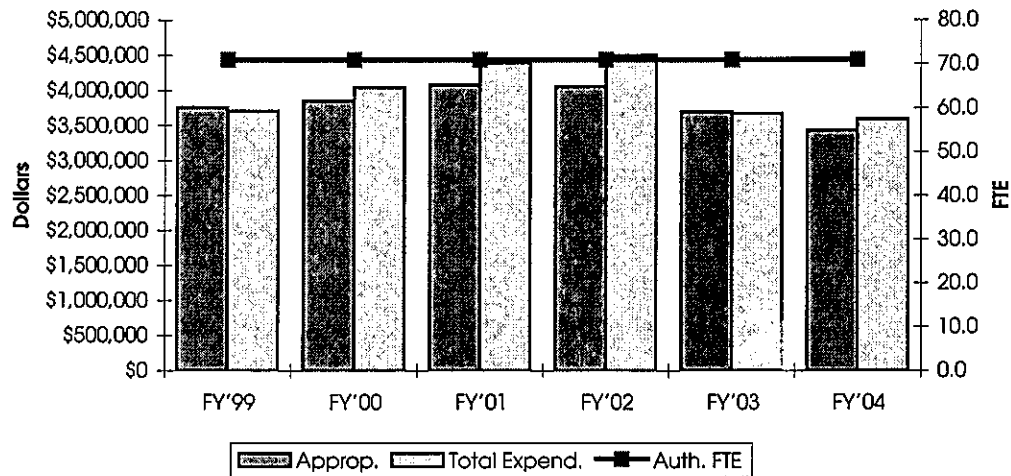
Senator Dick Wilkerson, Chair
 Senator Charles Laster
 Senator Jim Maddox
 Senator Jonathan Nichols
 Senator Jim Reynolds
 Senator Frank Shurden
 Senator Jerry Smith

Anthony Sammons, Analyst

| <u>Agency</u> | <u>FY'03 Original Appropriation</u> | <u>FY'03 Revised Appropriation w/Supplementals</u> | <u>FY'04 Appropriation</u> | <u>\$ Change from Orig. FY'03</u> | <u>% Change from Orig. FY'03</u> | <u>%Change from Rev. FY'03</u> |
|--|---|--|--------------------------------|---|--|--|
| Alcoholic Beverage Laws Enforcement | \$4,010,797 | \$3,695,949 | \$3,431,690 | (\$579,107) | -14.4% | -7.1% |
| Attorney General | \$7,107,784 | \$6,561,598 | \$5,794,927 | (\$1,312,857) | -18.5% | -11.7% |
| Corrections, Department of | \$392,828,555 | \$380,791,513 | \$373,931,566 | (\$18,896,989) | -4.8% | -1.8% |
| Court of Criminal Appeals | \$2,817,556 | \$2,596,378 | \$2,634,378 | (\$183,178) | -6.5% | 1.5% |
| District Attorneys and DAC | \$30,307,624 | \$27,972,043 | \$25,972,055 | (\$4,335,569) | -14.3% | -7.1% |
| District Courts | \$40,897,067 | \$39,479,814 | \$40,897,067 | \$0 | 0.0% | 3.6% |
| Fire Marshal | \$1,875,056 | \$1,727,864 | \$1,504,323 | (\$370,733) | -19.8% | -12.9% |
| Indigent Defense System | \$15,440,273 | \$14,843,912 | \$14,243,912 | (\$1,196,361) | -7.7% | -4.0% |
| Investigation, State Bureau of | \$10,742,452 | \$9,899,170 | \$9,441,384 | (\$1,301,068) | -12.1% | -4.6% |
| Judicial Complaints, Council on | \$301,681 | \$277,999 | \$267,999 | (\$33,682) | -11.2% | -3.6% |
| Law Enforcement Education and Training | \$2,883,685 | \$2,853,462 | \$2,649,441 | (\$234,244) | -8.1% | -7.1% |
| Medicolegal Investigations, Board of | \$3,918,936 | \$3,611,300 | \$3,257,458 | (\$661,478) | -16.9% | -9.8% |
| Narcotics and Dangerous Drugs, Bureau of | \$5,925,357 | \$5,460,216 | \$4,859,813 | (\$1,065,544) | -18.0% | -11.0% |
| Pardon and Parole Board | \$2,355,603 | \$2,170,688 | \$2,115,485 | (\$240,118) | -10.2% | -2.5% |
| Public Safety, Department of | \$69,594,193 | \$64,136,349 | \$62,429,532 | (\$7,164,661) | -10.3% | -2.7% |
| Supreme Court | \$13,543,032 | \$12,503,454 | \$11,962,342 | (\$1,580,690) | -11.7% | -4.3% |
| Workers' Compensation Court | \$4,306,464 | \$3,976,257 | \$3,691,956 | (\$614,508) | -14.3% | -7.1% |
| Subtotal | \$608,856,115 | \$582,557,966 | \$569,085,328 | (\$39,770,787) | -6.5% | -2.3% |

Alcoholic Beverage Laws Enforcement Commission

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------------------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$3,757,396 | 5.7% | \$3,707,481 | 3.6% | 62.3 | 71.0 |
| FY'00 | \$3,852,862 | 2.5% | \$4,047,060 | 9.2% | 62.0 | 71.0 |
| FY'01 | \$4,084,576 | 6.0% | \$4,400,082 | 8.7% | 62.2 | 71.0 |
| FY'02 | \$4,062,054 * | -0.6% | \$4,501,084 | 2.3% | 65.5 | 71.0 |
| FY'03 | \$3,695,950 ** | -9.0% | \$3,673,530 | -18.4% | 56.2 | 71.0 |
| FY'04 | \$3,431,691 | -7.1% | \$3,592,515 | -2.2% | | 71.0 |
| 6 Year Change | -\$325,705 | -8.7% | -\$114,966 | -3.1% | | |
| Infl. Adjusted 6 Year Change | -\$716,734 | -19.1% | -\$524,320 | -14.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$4,221,892, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$4,010,797, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 4,010,797 | 71.0 |
| 1. FY'03 Budget Shortfall | -314,847 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. eliminated skill-based pay; b. left six vacant positions unfilled; c. reduced equipment purchases; and d. reduced travel. | | |
| B. Adjusted FY'03 Appropriation | <u>3,695,950</u> | <u>71.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 3,695,950 | 71.0 |
| 1. FY'04 Budget Cut | -264,259 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7.15 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. eliminate skill-based pay; and b. implement a Reduction-in-Force of seven FTE. | | |
| D. FY'04 Base Appropriation | <u>3,431,691</u> | <u>71.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>3,431,691</u></u> | <u><u>71.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund




The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$45,824, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Oklahoma Brewer License

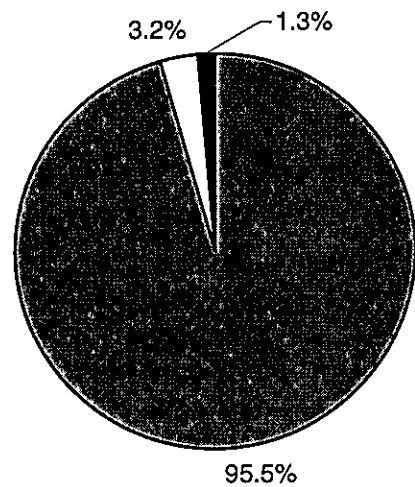
SB 353 establishes an Oklahoma Brewer license. The fee for the new license will be \$125.00.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$3,431,691 |
|  | \$115,000 |
|  | \$45,824 |
| | <hr/> |
| | \$3,592,515 |

FY'04 Budget by Source

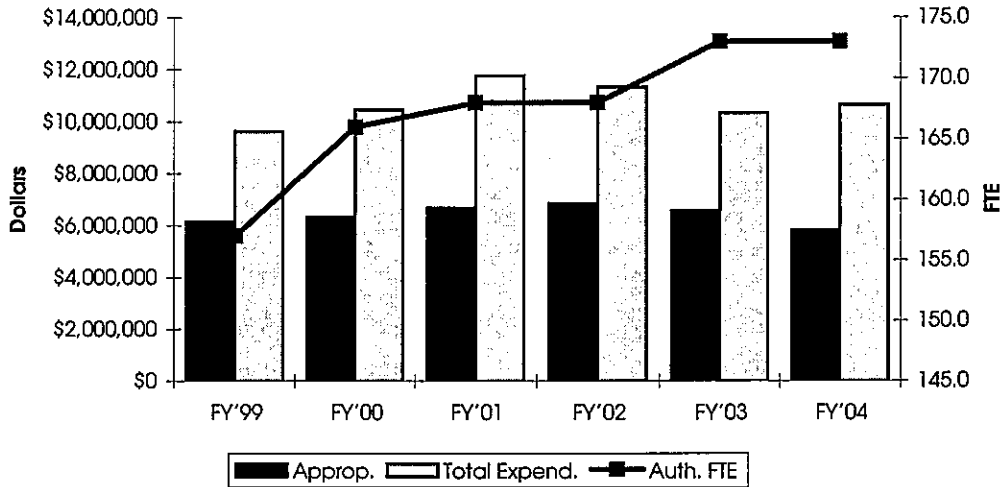


Appropriation Reference:
HB 1222, Section 1

Expenditure Limit Reference:
HB 1222, Sections 2-3

Attorney General

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$6,148,567 | 4.5% | \$9,625,326 | 9.3% | 151.6 | 157.0 |
| FY'00 | \$6,335,764 | 3.0% | \$10,462,566 | 8.7% | 158.6 | 166.0 |
| FY'01 | \$6,669,686 | 5.3% | \$11,779,110 | 12.6% | 158.6 | 168.0 |
| FY'02 | \$6,852,810 * | 2.7% | \$11,322,730 | -3.9% | 170.4 | 168.0 |
| FY'03 | \$6,561,598 ** | -4.2% | \$10,320,070 | -8.9% | 158.9 | 173.0 |
| FY'04 | \$5,794,927 | -11.7% | \$10,641,248 | 3.1% | | 173.0 |
| 6 Year Change | -\$353,640 | -5.8% | \$1,015,922 | 10.6% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,013,952 | -16.5% | -\$196,611 | -2.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$7,116,561, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$7,107,784, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| A. FY'03 Appropriation | 7,107,784 | 173.0 |
| 1. FY'03 Budget Shortfall | -546,186 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. moved its Consumer Protection Division from appropriated funds to the AG's ASA 705 Consumer Protection Fund;</p> | | |
| <p>b. eight vacancies were left unfilled; and</p> | | |
| <p>c. reduced administrative expenses by using an automated answering system in the Tulsa office and saving in rent expenses.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>6,561,598</u> | <u>173.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 6,561,598 | 173.0 |
| 1. FY'04 Budget Cut | -446,241 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7.15 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. move the Consumer Protection Unit from appropriated dollars, to the AG's ASA 705 Consumer Protection Fund;</p> | | |
| <p>b. two vacancies were left unfilled; and</p> | | |
| <p>c. reduce travel and operating expenses.</p> | | |
| D. FY'04 Base Appropriation | <u>6,115,357</u> | <u>173.0</u> |

| | | |
|--|-----------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -320,430 | |
| <p>The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change.</p> | | |
| Total Adjustments | <u>-320,430</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>5,794,927</u></u> | <u><u>173.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$79,494, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Internet Pornography

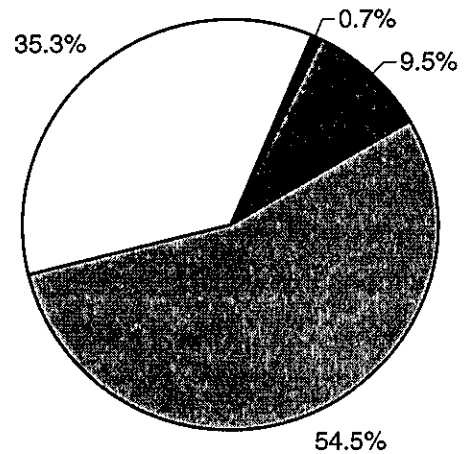
SB 755 provides that when the Office of the Attorney General is informed that an item of alleged child pornography resides on a server or other storage device controlled or owned by an interactive computer service provider, the AG shall contact the interactive computer service provider that controls or owns the server or other storage device where the item of alleged child pornography is located and remove the item of alleged child pornography from its server or other storage device expeditiously.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Revolving Funds
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|-------|--------------|
| | \$5,794,927 |
| | \$3,753,678 |
| | \$79,494 |
| | \$1,013,149 |
| <hr/> | |
| | \$10,641,248 |

FY'04 Budget by Source

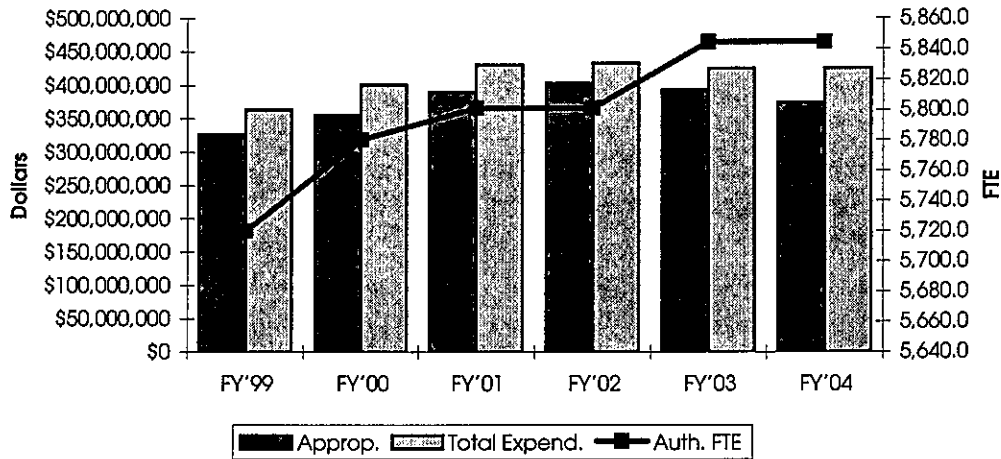


Appropriation Reference:
 SB 88 Sections 1-2

Expenditure Limit Reference:
 SB 88 Sections 3-4

Department of Corrections

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$327,050,910 | 10.3% | \$363,678,765 | 11.5% | 5,273.8 | 5,720.0 |
| FY'00 | \$356,285,342 | 8.9% | \$401,019,765 | 10.3% | 5,150.0 | 5,780.2 |
| FY'01 | \$389,769,454 | 9.4% | \$430,917,863 | 7.5% | 5,095.5 | 5,801.2 |
| FY'02 | \$403,467,290 * | 3.5% | \$433,259,630 | 0.5% | 5,007.8 | 5,801.2 |
| FY'03 | \$392,828,555 ** | -2.6% | \$425,447,481 | -1.8% | 4,732.1 | 5,844.6 |
| FY'04 | \$373,931,566 | -4.8% | \$425,059,140 | -0.1% | | 5,844.6 |
| 6 Year Change | \$46,880,656 | 14.3% | \$61,380,375 | 16.9% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$4,272,469 | 1.3% | \$12,946,381 | 3.6% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - Supplemental appropriation of \$9,455,563 was provided.

FY'01 - Supplemental appropriations of \$25,516,292 were provided.

* The agency was originally appropriated \$418,162,900, but due to a revenue shortfall the agency's allocation was reduced to the number shown. Supplemental appropriations of \$30,000,000 were also provided.

** The agency was originally appropriated \$392,828,555, but due to a revenue shortfall the agency's allocation was reduced. The number shown includes a supplemental appropriations of \$18,800,000.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|----------------|
| A. FY'03 Appropriation | 392,828,555 | 5,844.6 |
| 1. FY'03 Budget Shortfall | -30,837,042 | |
| A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways: | | |
| a. three furlough days for all DOC employees; and | | |
| b. purchasing and hiring freeze. | | |
| 2. Supplementals | | |
| a. HB 1007 | 9,800,000 | |
| The Legislature came into Special Session to appropriate funds to the Department to delay the implementation of a 23-day furlough plan until April 1, 2003. | | |
| b. SB 190 | 9,000,000 | |
| Funds were appropriated from the Rainy Day Fund to reduce the number of furlough days from 23 to 3. | | |
| B. Adjusted FY'03 Appropriation | <u>380,791,513</u> | <u>5,844.6</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------------|----------------|
| C. Adjusted FY'03 Appropriation | 380,791,513 | 5,844.6 |
| 1. One-time Adjustments | | |
| a. Remove FY'03 Supplemental Appropriations from base calculation. | -18,800,000 | |
| b. Remove one-time funds for Avian Heart Detector System. | -600,000 | |
| 2. FY'04 Budget Cut | 0 | |
| The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. The Legislature did not impose an additional cut on the Department of Corrections. | | |
| D. FY'04 Base Appropriation | <u>361,391,513</u> | <u>5,844.6</u> |

| | <u>Total</u> | <u>FTE</u> |
|---|---------------------------|-----------------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -803,129 | |
| The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | | |
| 2. Replacement of funds | 13,343,182 | |
| Funds were appropriated to partially replace the FY'03 revenue reduction in an effort to bring the agency's funding into alignment. In order to handle this budget, the Department has taken all its deficit in contract beds (private prisons and backup jail beds in county jails). | | |
| Total Adjustments | <u>12,540,053</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>373,931,566</u></u> | <u><u>5,844.6</u></u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,488,130, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Relocation of Mabel Bassett

SB 661 authorizes the transfer of Mabel Bassett Correctional Center to the former private prison facility in McLoud. The assessment of female offenders has also been transferred to Mabel Bassett.

C. Pilot Reading Program

SB 575 establishes a pilot reading program Charles E. "Bill" Johnson Correctional Center, Alva, Oklahoma.

D. Earned Credits

SB 788 allows inmate earned credits to be removed and restored according to DOC policies.

E. Sex Offenders

1. SB 554 creates a safety zone of 300 feet around elementary and junior high schools, day care facilities and playgrounds. Sex offenders who victims were under 13 years of age are prohibited from these areas, with a first time offense being a misdemeanor and a second offense a felony.

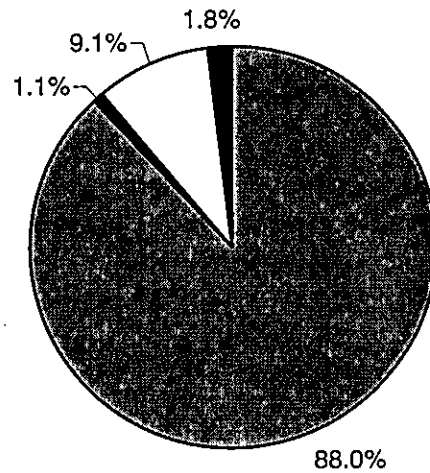
2. HB 1484 requires intensive supervision to begin immediately upon release or parole of any sex offender. The bill also allows the program for inmates with psychiatric problems or sex-related offenses to be run at a facility other than Joseph Harp Correctional Center.

3. HB 1501 prohibits any sex offender from residing within 2,000 feet of any public or private school. First offense is a misdemeanor with a fine of \$3,000. Any subsequent offense calls for incarceration for one year in the county jail in addition to the fine.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|----------------------|
| FY'04 Appropriations | \$373,931,566 |
| OSF Refund | \$4,488,130 |
| Revolving Funds | \$38,856,644 |
| Federal Funds | \$7,782,800 |
| Total FY'04 Budget | \$425,059,140 |

FY'04 Budget by Source

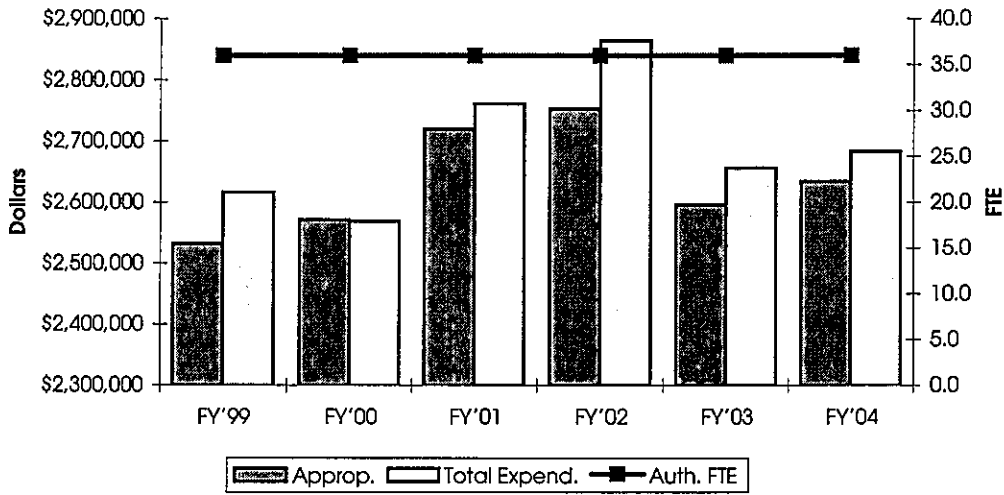


Appropriation Reference:
HB 1224, Section 1

Expenditure Limit Reference:
HB 1224, Sections 2-4

Court of Criminal Appeals

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-----------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$2,532,124 | 3.2% | \$2,616,416 | 0.9% | 35.9 | 36.0 |
| FY'00 | \$2,571,828 | 1.6% | \$2,569,392 | -1.8% | 35.1 | 36.0 |
| FY'01 | \$2,720,270 | 5.8% | \$2,761,466 | 7.5% | 34.7 | 36.0 |
| FY'02 | \$2,753,565 * | 1.2% | \$2,864,439 | 3.7% | 36.0 | 36.0 |
| FY'03 | \$2,596,378 ** | -5.7% | \$2,656,407 | -7.3% | 29.7 | 36.0 |
| FY'04 | \$2,634,378 | 1.5% | \$2,683,569 | 1.0% | | 36.0 |
| 6 Year Change | \$102,254 | 4.0% | \$67,153 | 2.6% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$197,924 | -7.8% | -\$238,630 | -9.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The court was originally appropriated \$2,861,916, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The court was originally appropriated \$2,817,556, but due to a revenue shortfall the court's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 2,817,556 | 36.0 |
| 1. FY'03 Budget Shortfall | -221,178 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The court dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. Reduction-in-Force plan for two FTE; and</p> | | |
| <p>b. used carryover funds (\$49,000).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,596,378</u> | <u>36.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 2,596,378 | 36.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. The court did not take an additional cut for FY'04.</p> | | |
| D. FY'04 Base Appropriation | <u>2,596,378</u> | <u>36.0</u> |

| | | |
|--|---------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Replacement of Funds | 38,000 | |
| <p>Funds were appropriated to partially restore the FY'03 revenue reduction.</p> | | |
| Total Adjustments | <u>38,000</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>2,634,378</u></u> | <u><u>36.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

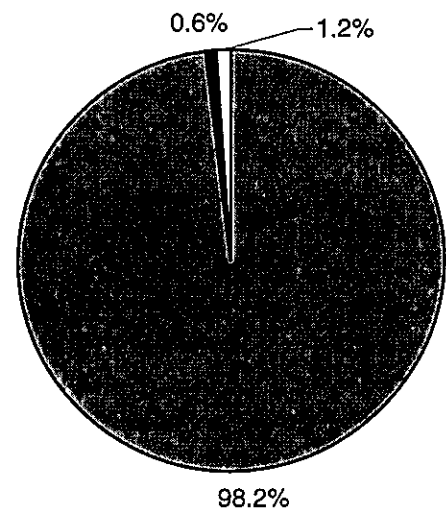
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$32,191, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$2,634,378 |
|  | \$17,000 |
|  | \$32,191 |
| | <hr/> |
| | \$2,683,569 |

FY'04 Budget by Source

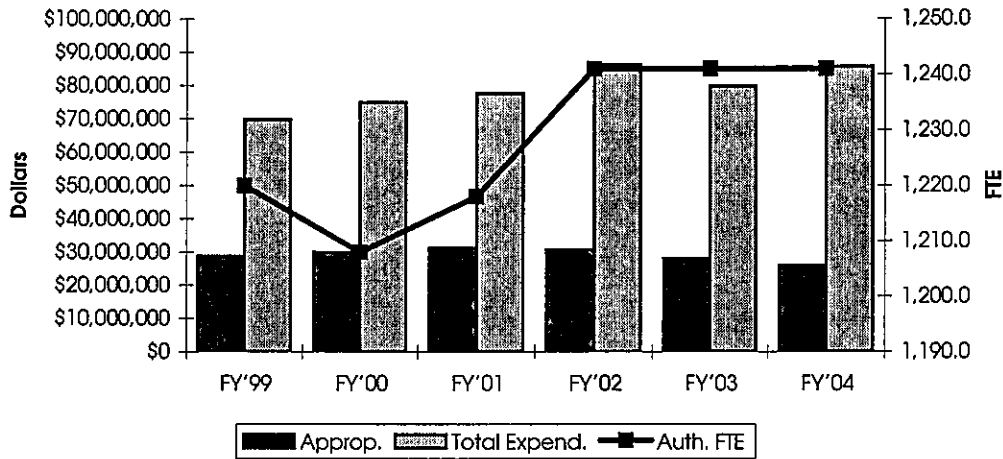


Appropriation Reference:
SB 78, Section 1

Expenditure Limit Reference:
SB 78, Sections 2 and 4

District Attorneys and District Attorneys Council

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$28,750,740 | 0.9% | \$69,853,437 | 11.6% | 1,084.6 | 1,220.0 |
| FY'00 | \$29,880,853 | 3.9% | \$75,012,108 | 7.4% | 1,152.1 | 1,208.0 |
| FY'01 | \$31,213,067 | 4.5% | \$77,581,325 | 3.4% | 1,150.0 | 1,218.0 |
| FY'02 | \$30,712,169 * | -1.6% | \$86,258,018 | 11.2% | 1,222.1 | 1,241.0 |
| FY'03 | \$27,972,043 ** | -8.9% | \$79,846,430 | -7.4% | 1,135.9 | 1,241.0 |
| FY'04 | \$25,972,055 | -7.1% | \$85,566,029 | 7.2% | | 1,241.0 |
| 6 Year Change | -\$2,778,685 | -9.7% | \$15,712,592 | 22.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$5,738,109 | -20.0% | \$5,962,644 | 8.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$31,902,762, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$30,307,624, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| A. FY'03 Appropriation | 30,307,624 | 1,241.0 |
| 1. FY'03 Budget Shortfall | -2,335,581 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. attrition savings (\$280,000);</p> | | |
| <p>b. depleted carryover funds (\$563,000);</p> | | |
| <p>c. operations cuts (\$21,000);</p> | | |
| <p>d. used other funds (\$567,000);</p> | | |
| <p>e. salary reductions (\$30,000); and</p> | | |
| <p>f. utilized employee furloughs in several districts (\$120,000).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>27,972,043</u> | <u>1,241.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| C. Adjusted FY'03 Appropriation | 27,972,043 | 1,241.0 |
| 1. FY'04 Budget Cut | -1,999,988 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7.15 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. furlough 76 FTE for 23 days;</p> | | |
| <p>b. eliminate 18 positions (\$887,391);</p> | | |
| <p>c. reduce budget for witness fees and experts (\$73,573);</p> | | |
| <p>d. cancel two training conferences (\$78,551); and</p> | | |
| <p>e. shift payroll costs to Bogus Check Fund, Forfeiture Fund and other agency funding sources (\$716,102).</p> | | |
| D. FY'04 Base Appropriation | <u>25,972,055</u> | <u>1,241.0</u> |

| | <u>Total</u> | <u>FTE</u> |
|------------------------------------|--------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | 0 | 0.0 |

| | | |
|------------------------|-------------------|----------------|
| F. FY'03 Appropriation | <u>25,972,055</u> | <u>1,241.0</u> |
|------------------------|-------------------|----------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$339,992, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. DA's Omnibus Bill (HB 1771)

1. District Attorneys are prohibited from representing county officers in actions against another county officer.
2. Offenders ordered on probation without supervision are required to pay district attorney \$20 per month.
3. The bill also provides for new fees to be deposited in the District Attorney Council's Revolving Fund for the operation of the 27 District Attorney's offices. The fees are as follows:
 - a. \$10 for each traffic case
 - b. \$15 for each misdemeanor case
 - c. \$15 for each misdemeanor DUI
 - d. \$25 for each felony case
 - e. \$25 for a felony DUI
 - f. \$15 for juvenile cases.

C. Crime Victims

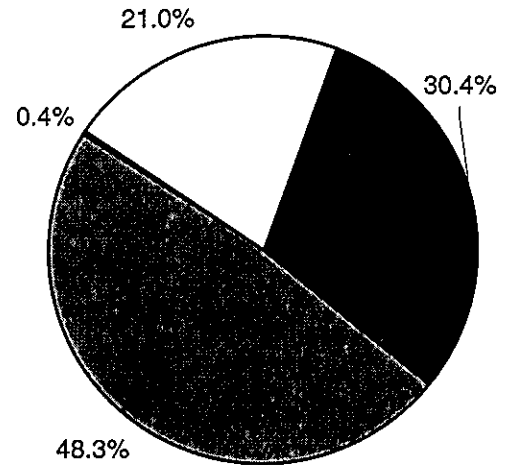
SB 616 requires the district attorney's office to inform crime victims or witnesses of the possibility, upon the recommendation of the Pardon and Parole Board and the approval of the Governor, of commutation of any sentence, including Life Without Parole.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Revolving Funds
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|--|--------------|
| | \$25,972,055 |
| | \$41,299,318 |
| | \$339,929 |
| | \$17,954,727 |
| | \$85,566,029 |

FY'04 Budget by Source

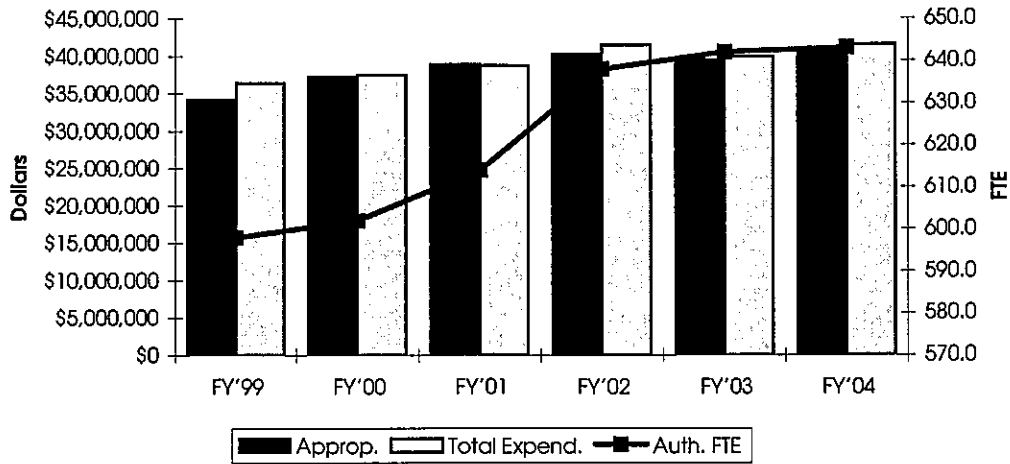


Appropriation Reference:
 SB 90, Sections 1-4

Expenditure Limit Reference:
 SB 90, Sections 5-6

District Courts

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$34,231,540 | -3.5% | \$36,417,527 | 7.0% | 580.8 | 598.0 |
| FY'00 | \$37,257,237 | 8.8% | \$37,478,233 | 2.9% | 588.9 | 602.0 |
| FY'01 | \$38,853,817 | 4.3% | \$38,736,637 | 3.4% | 595.3 | 614.0 |
| FY'02 | \$40,282,222 * | 3.7% | \$41,471,275 | 7.1% | 632.1 | 638.0 |
| FY'03 | \$39,479,814 ** | -2.0% | \$39,879,608 | -3.8% | 605.3 | 642.0 |
| FY'04 | \$40,897,067 | 3.6% | \$41,503,927 | 4.1% | | 643.0 |
| 6 Year Change | \$6,665,527 | 19.5% | \$5,086,400 | 14.0% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$2,005,450 | 5.9% | \$357,174 | 1.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The courts were originally appropriated \$40,971,275, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The courts were originally appropriated \$40,897,067, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 40,897,067 | 642.0 |
| 1. FY'03 Budget Shortfall | -1,417,253 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The court's dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. reduced the salary's of secretary-bailiff's, court reporters, and Special Judges by 2.5 percent;</p> | | |
| <p>b. did not hold a winter judicial conference; and</p> | | |
| <p>c. left 19 vacancies unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>39,479,814</u> | <u>642.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| C. Adjusted FY'03 Appropriation | 39,479,814 | 642.0 |
| 1. FY'04 Budget Cut | | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. The Court did not take an additional reduction for FY'04, but took the following actions:</p> | | |
| <p>a. left 28 vacancies unfilled; and</p> | | |
| <p>b. cut all judicial education.</p> | | |
| D. FY'03 Base Appropriation | <u>39,479,814</u> | <u>642.0</u> |

| | | |
|--|-----------|--|
| E. Other Appropriation Adjustments | | |
| 1. SB 81 Court Fees Increase | 1,417,253 | |
| <p>Several fees including civil filing fees, traffic, DUI (misdemeanor and felony), and divorce were raised to offset the \$9.5 million General Revenue funds removed from the court's budget. The new fee increases should bring in an estimated \$10 million .</p> | | |

| | Total | FTE |
|---|-------------------|--------------|
| Other Appropriation Adjustments (cont'd.) | | |
| 2. SB 80 District Judge Position | | 1.0 |
| One FTE was added for a new District Judge position in Cleveland County. Funding was provided in FY'03. | | |
| Total Adjustments | 1,417,253 | 1.0 |
| | | |
| F. FY'04 Appropriation | <u>40,897,067</u> | <u>643.0</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

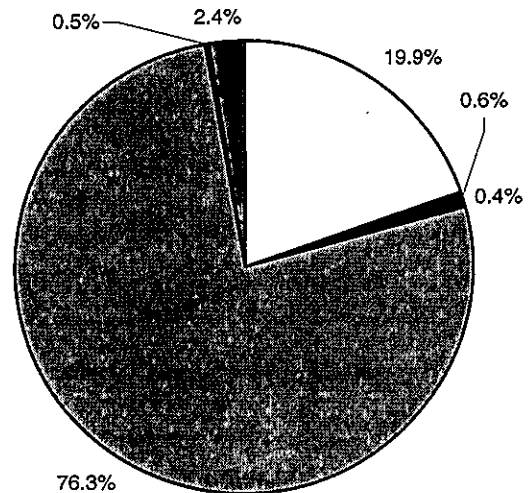
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the court's budget due to the revenue failure. These funds, totaling \$206,272, were deposited in July 2003. This one-time funding will be used to offset the court's FY'04 budget

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|---------------------|
| FY'04 Appropriations | \$8,239,521 |
| Revolving Funds | \$240,386 |
| Carryover | \$160,202 |
| State Judicial Fund | \$31,657,546 |
| OSF Refund | \$206,272 |
| Special Cash | \$1,000,000 |
| Total FY'04 Budget | <u>\$41,503,927</u> |

FY'04 Budget by Source

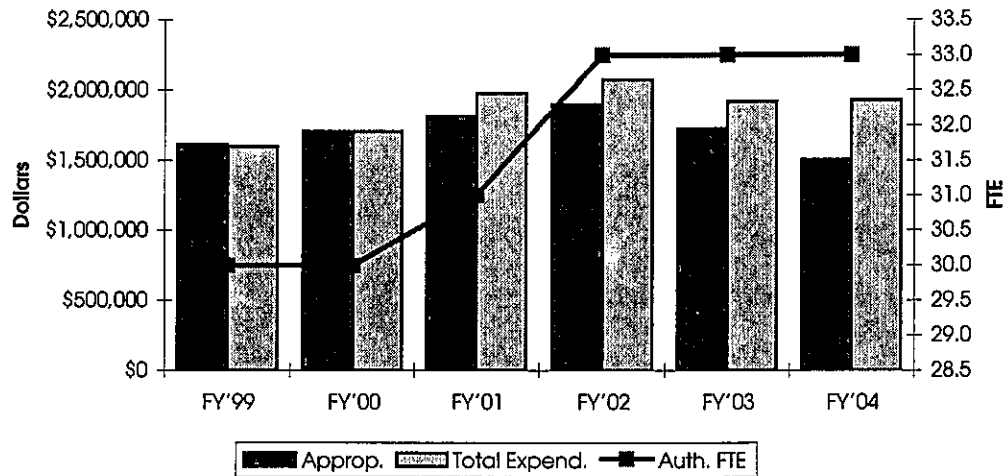


Appropriation Reference:
SB 80, Sections 1-4

Expenditure Limit Reference:
SB 80, Sections 5-8

State Fire Marshal

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|-----------------------|-------------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$1,614,797 | 23.6% | \$1,598,644 | 14.9% | 30.0 | 30.0 |
| FY'00 | \$1,705,235 | 5.6% | \$1,706,103 | 6.7% | 29.0 | 30.0 |
| FY'01 | \$1,815,364 | 6.5% | \$1,976,666 | 15.9% | 30.2 | 31.0 |
| FY'02 | \$1,899,019 * | 4.6% | \$2,073,743 | 4.9% | 31.6 | 33.0 |
| FY'03 | \$1,727,864 ** | -9.0% | \$1,918,395 | -7.5% | 30.3 | 33.0 |
| FY'04 | \$1,504,323 | -12.9% | \$1,925,746 | 0.4% | | 33.0 |
| 6 Year Change | -\$110,474 | -6.8% | \$327,102 | 20.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$281,886 | -17.5% | \$107,670 | 6.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$1,973,743, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$1,875,056, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 1,875,056 | 33.0 |
| 1. FY'03 Budget Shortfall | -147,192 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. Reduction-in-Force of three FTE;</p> | | |
| <p>b. 9.5 furlough days for all other staff; and</p> | | |
| <p>c. left one Public Education Officer vacancy unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>1,727,864</u> | <u>33.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 1,727,864 | 33.0 |
| 1. FY'04 Budget Cut | -223,541 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 12.94 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. leave three vacancies unfilled;</p> | | |
| <p>b. reduce travel and other expenses (\$13,000); and</p> | | |
| <p>c. the Commissioner tabled all fire and safety public education programs.</p> | | |
| D. FY'04 Base Appropriation | <u>1,504,323</u> | <u>33.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'03 Appropriation | <u><u>1,504,323</u></u> | <u><u>33.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund




The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$21,423, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Administrative Fees

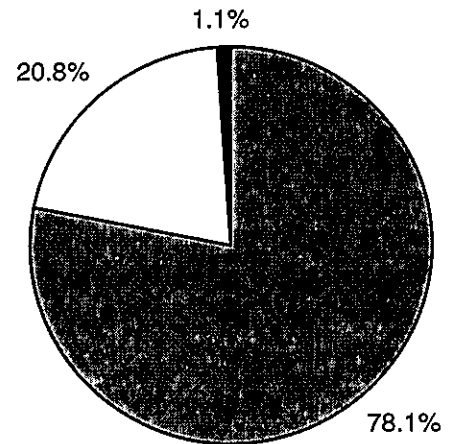
The Office of the State Fire Marshal administratively increased fees it charges for code enforcement inspection, plan reviews, and fireworks inspections. These fee increases should raise about \$100,000 additional funds annually.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|--|
| FY'04 Appropriations | |
| Revolving Funds | |
| OSF Refund | |
| Total FY'04 Budget | |

| | |
|---|-------------|
|  | \$1,504,323 |
|  | \$400,000 |
|  | \$21,423 |
| | <hr/> |
| | \$1,925,746 |

FY'04 Budget by Source

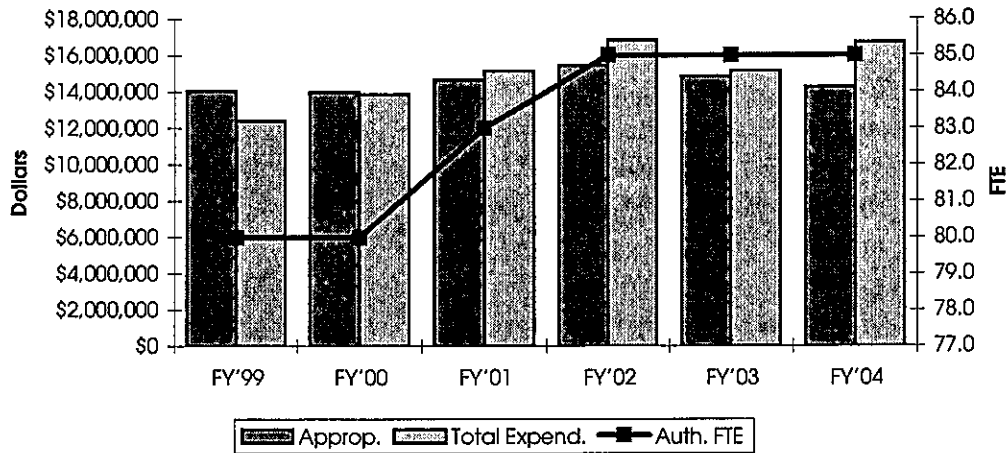


Appropriation Reference:
HB 1229, Section 1

Expenditure Limit Reference:
HB 1229, Sections 2-3

Indigent Defense System

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$14,057,570 | 26.6% | \$12,412,344 | 0.8% | 113.0 | 80.0 |
| FY'00 | \$13,986,560 | -0.5% | \$13,876,403 | 11.8% | 124.5 | 80.0 |
| FY'01 | \$14,648,539 | 4.7% | \$15,131,982 | 9.0% | 134.7 | 83.0 |
| FY'02 | \$15,435,039 * | 5.4% | \$16,821,014 | 11.2% | 148.6 | 85.0 |
| FY'03 | \$14,843,912 ** | -3.8% | \$15,157,616 | -9.9% | 127.0 | 85.0 |
| FY'04 | \$14,243,912 | -4.0% | \$16,694,519 | 10.1% | | 85.0 |
| 6 Year Change | \$186,342 | 1.3% | \$4,282,175 | 34.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,436,702 | -10.2% | \$2,379,893 | 19.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - A supplemental appropriation of \$1,320,000 was provided. Also, \$1 million was appropriated for one-time legal defense costs of defendants in the Murrah building bombing case.

* The agency was originally appropriated \$16,042,393, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$15,440,273, but due to a revenue shortfall the agency's allocation was reduced. The number shown includes a supplemental appropriation of \$600,000.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|-------------|
| A. FY'03 Appropriation | 15,440,273 | 85.0 |
| 1. FY'03 Budget Shortfall | -1,196,361 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| a. Reduction-in-force plan for 27 FTE; and | | |
| b. reduced conflict counsel expenditures. | | |
| 2. Supplementals | 600,000 | |
| <p>Funds were appropriated from the FY'02 Judicial Fund to pay for conflict counsel.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>14,843,912</u> | <u>85.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|-------------|
| C. Adjusted FY'03 Appropriation | 14,843,912 | 85.0 |
| 1. One-time Adjustments | -600,000 | |
| <p>Remove supplemental funding.</p> | | |
| 2. FY'04 Budget Cut | | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. The agency was held harmless by the Legislature for any FY'04 cuts, but is taking the following actions:</p> | | |
| a. maintain the Reduction-in-force plan from FY'03 (27 FTE); | | |
| b. county non-capital contracts were reduced by 4%; and | | |
| c. travel and training expenditures were curtailed. | | |
| D. FY'04 Base Appropriation | <u>14,243,912</u> | <u>85.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>14,243,912</u></u> | <u><u>85.0</u></u> |
|------------------------|--------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$174,123, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Death Penalty Representation

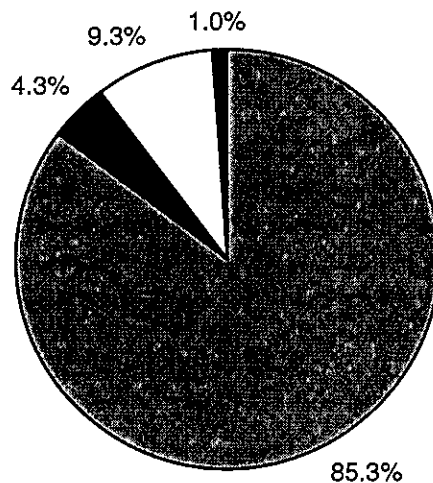
SB 772 deletes the authorization to appoint the Oklahoma Indigent Defense System to represent death penalty defendants in counties with a population over 300,000 residents and a conflict of interest occurs between the defendant and the county indigent defender. Bill also allows OIDS to be appointed to represent a death penalty defendant on appeal, where a conflict exists between the defendant and the county indigent defender.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Carryover
 Revolving Funds
 OSF Refund
 Total FY'04 Budget

| | |
|-------|--------------|
| | \$14,243,912 |
| | \$725,603 |
| | \$1,550,881 |
| | \$174,123 |
| <hr/> | |
| | \$16,694,519 |

FY'04 Budget by Source

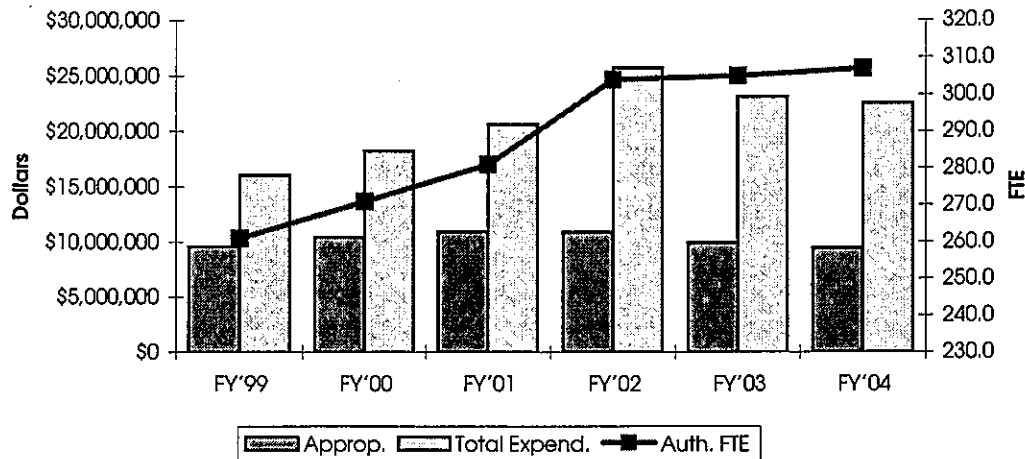


Appropriation Reference:
 SB 93, Section 1

Expenditure Limit Reference:
 SB 93, Sections 2-3

Oklahoma State Bureau of Investigation

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$9,579,808 | 5.5% | \$16,055,040 | 5.3% | 244.4 | 261.0 |
| FY'00 | \$10,430,247 | 8.9% | \$18,258,031 | 13.7% | 253.5 | 271.0 |
| FY'01 | \$10,950,072 | 5.0% | \$20,620,332 | 12.9% | 256.2 | 281.0 |
| FY'02 | \$10,879,737 * | -0.6% | \$25,709,644 | 24.7% | 272.6 | 304.0 |
| FY'03 | \$9,899,169 ** | -9.0% | \$23,129,655 | -10.0% | 285.2 | 305.0 |
| FY'04 | \$9,441,383 | -4.6% | \$22,547,797 | -2.5% | | 307.0 |
| 6 Year Change | -\$138,425 | -1.4% | \$6,492,757 | 40.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$1,214,237 | -12.7% | \$3,923,515 | 24.4% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'00 - Includes a \$500,000 supplemental appropriation.

* The agency was originally appropriated \$11,307,844, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$10,742,452, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 10,742,452 | 305.0 |
| 1. FY'03 Budget Shortfall | -843,283 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. reduced operating budgets (\$400,000);</p> <p>b. delayed vehicle purchases; and</p> <p>c. left eight vacancies unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>9,899,169</u> | <u>305.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 9,899,169 | 305.0 |
| 1. FY'04 Budget Cut | -707,786 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7.15 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. leave eight vacant positions unfilled;</p> <p>b. close three regional offices (Ardmore, Enid, Durant);</p> <p>c. reduce overtime budgets;</p> <p>d. cut assistant AG contract;</p> <p>e. cut OSBI academy; and</p> <p>f. reduce supply budgets.</p> | | |
| D. FY'04 Base Appropriation | <u>9,191,383</u> | <u>305.0</u> |

| | Total | FTE |
|--|------------------|--------------|
| E. Other Appropriation Adjustments | | |
| 1. SB 102 | 250,000 | 2.0 |
| Appropriated funds to the OSBI to perform the duties of oilfield investigations. | | |
| Total Adjustments | 250,000 | 2.0 |
| F. FY'04 Appropriation | <u>9,441,383</u> | <u>307.0</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$122,734, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. HB 1433

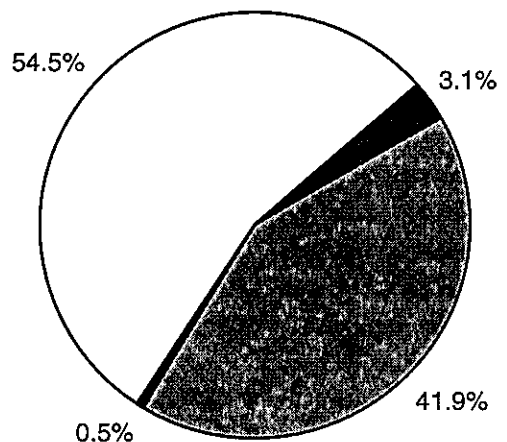
Bill modifies the renewal requirements for a concealed handgun license under the Oklahoma Self-Defense Act.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 OSF Refund
 Revolving Funds
 Federal Funds
 Total FY'04 Budget

| | |
|-------|--------------|
| | \$9,441,383 |
| | \$122,734 |
| | \$12,290,598 |
| | \$693,082 |
| <hr/> | |
| | \$22,547,797 |

FY'04 Budget by Source

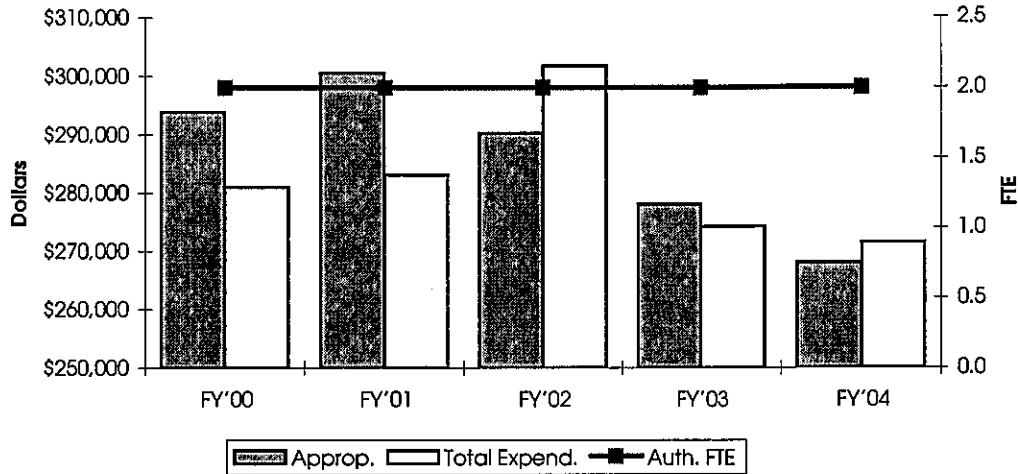


Appropriation Reference:
 HB 1231, Section 1
 SB 102, Section 1

Expenditure Limit Reference:
 HB 1231, Sections 2-3

Council on Judicial Complaints

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|---------------|---------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$247,000 | N/A | \$230,793 | N/A | 1.7 | 2.0 |
| FY'00 | \$293,904 | 19.0% | \$280,976 | 21.7% | 1.9 | 2.0 |
| FY'01 | \$300,504 | 2.2% | \$283,082 | 0.7% | 2.0 | 2.0 |
| FY'02 | \$290,259 * | -3.4% | \$301,681 | 6.6% | 2.0 | 2.0 |
| FY'03 | \$277,999 ** | -4.2% | \$274,212 | -9.1% | 2.0 | 2.0 |
| FY'04 | \$267,999 | -3.6% | \$271,446 | -1.0% | | 2.0 |
| 6 Year Change | \$20,999 | 8.5% | \$40,653 | 17.6% | | |
| Inf. Adjusted | | | | | | |
| 6 Year Change | -\$9,539 | -3.9% | \$9,723 | 4.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - The Council was created as an executive branch agency July 1, 1998, pursuant to HB 3063 (1998). The Council had been administered since 1974 by the Administrative Office of the Courts under the Supreme Court. The Council, which began operations with 1.0 FTE transferred from the Supreme Court plus professional service contracts, processes and investigates allegations of judicial misconduct.

* The agency was originally appropriated \$301,681, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$301,681, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| A. FY'03 Appropriation | 301,681 | 2.0 |
| 1. FY'03 Budget Shortfall | -23,682 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. used carryover funds (\$5,000); and</p> <p>b. reduced administrative expenditures (court reporter budget \$6,000, operations \$4,000, office supplies \$1,500, services \$1,000, internet services \$2,080 and phones \$1,000).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>277,999</u> | <u>2.0</u> |

III. FY'03 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|----------------|------------|
| C. Adjusted FY'03 Appropriation | 277,999 | 2.0 |
| 1. FY'04 Budget Cut | -10,000 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 3.6 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. reduce court reporter budget by two-thirds; and</p> <p>b. have meetings in alternate months.</p> | | |
| D. FY'04 Base Appropriation | <u>267,999</u> | <u>2.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-----------------------|-------------------|
| F. FY'04 Appropriation | <u><u>267,999</u></u> | <u><u>2.0</u></u> |
|------------------------|-----------------------|-------------------|

IV. GOVERNOR'S VETOES

A. None.



V. OTHER ISSUES

A. OSF Refund

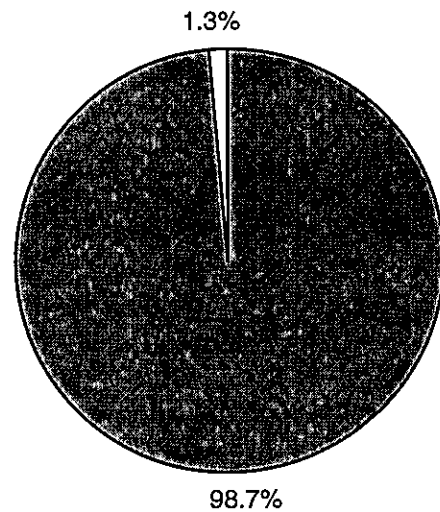
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$3,447, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
OSF Refund
Total FY'04 Budget

| | |
|---|-----------|
|  | \$267,999 |
|  | \$3,447 |
| | <hr/> |
| | \$271,446 |

FY'04 Budget by Source

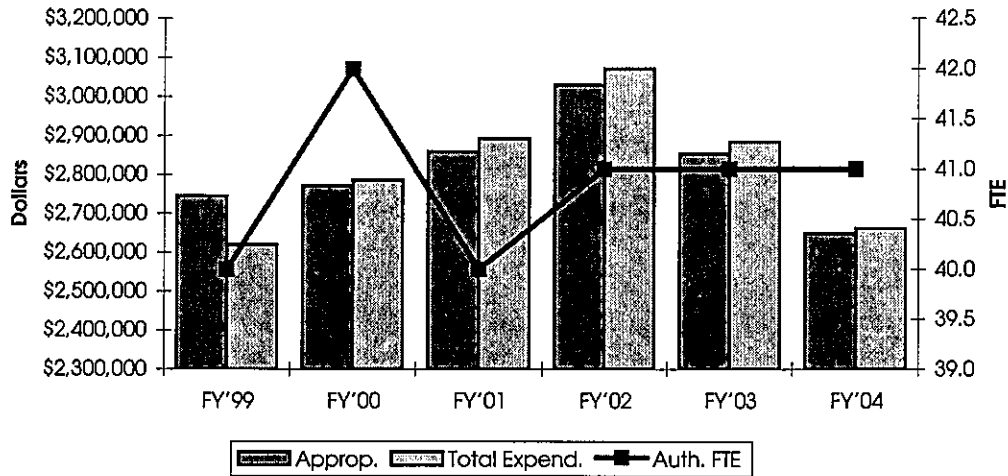


Appropriation Reference:
SB 82, Section 1

Expenditure Limit Reference:
SB 82, Sections 2-3

Council on Law Enforcement Education and Training

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$2,744,480 | 23.3% | \$2,619,816 | 18.2% | 40.0 | 40.0 |
| FY'00 | \$2,771,522 | 1.0% | \$2,786,626 | 6.4% | 37.6 | 42.0 |
| FY'01 | \$2,858,635 | 3.1% | \$2,892,364 | 3.8% | 37.8 | 40.0 |
| FY'02 | \$3,030,110 * | 6.0% | \$3,071,458 | 6.2% | 39.0 | 41.0 |
| FY'03 | \$2,853,462 ** | -5.8% | \$2,883,723 | -6.1% | 35.4 | 41.0 |
| FY'04 | \$2,649,441 | -7.1% | \$2,661,840 | -7.7% | | 41.0 |
| 6 Year Change | -\$95,039 | -3.5% | \$42,024 | 1.6% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$396,933 | -14.5% | -\$261,283 | -10.0% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - \$496,487 and 6.0 FTE were added to reduce backlog in basic academies and continuing education programs for law enforcement officers.

* The agency was originally appropriated \$3,050,458, but due to a revenue shortfall, the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,883,685, but due to a revenue shortfall, the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 2,883,685 | 41.0 |
| 1. FY'03 Budget Shortfall | -30,223 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. reduced travel (\$2,000);</p> | | |
| <p>b. reduced operating expenses (postage \$2,000, office supplies \$6,288, motor pool \$5,000 and office equipment \$4,500); and</p> | | |
| <p>c. left one Investigator position unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,853,462</u> | <u>41.0</u> |

III. FY'03 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 2,853,462 | 41.0 |
| 1. FY'04 Budget Cut | -204,021 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 7.15 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. three positions (one Private Security Investigator and two Training Instructors) were eliminated;</p> | | |
| <p>b. one Basic Academy will be cut; and</p> | | |
| <p>c. reductions in operating expenses (\$29,820).</p> | | |
| D. FY'04 Base Appropriation | <u>2,649,441</u> | <u>41.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>2,649,441</u></u> | <u><u>41.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

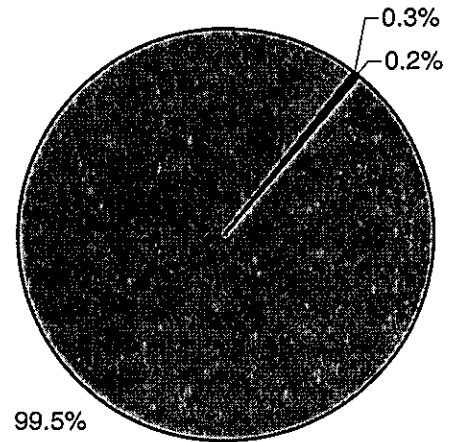
A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$4,399, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--------------------|
| FY'04 Appropriations | \$2,649,441 |
| Revolving Funds | \$8,000 |
| OSF Refund | \$4,399 |
| Total FY'04 Budget | \$2,661,840 |

FY'04 Budget by Source

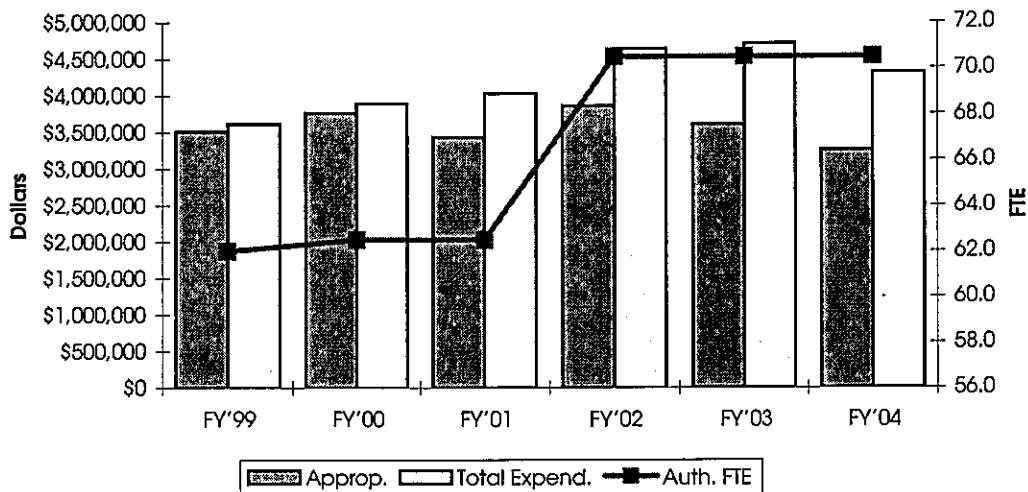


Appropriation Reference:
HB 1233, Section 1-3

Expenditure Limit Reference:
HB 1233, Sections 4-5

Board of Medicolegal Investigations

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$3,512,371 | -0.9% | \$3,620,454 | 12.4% | 60.1 | 62.0 |
| FY'00 | \$3,764,338 | 7.2% | \$3,894,862 | 7.6% | 60.4 | 62.5 |
| FY'01 | \$3,438,913 | -8.6% | \$4,030,340 | 3.5% | 60.1 | 62.5 |
| FY'02 | \$3,864,702 * | 12.4% | \$4,641,714 | 15.2% | 68.4 | 70.5 |
| FY'03 | \$3,611,300 ** | -6.6% | \$4,709,781 | 1.5% | 67.6 | 70.5 |
| FY'04 | \$3,257,458 | -9.8% | \$4,317,877 | -8.3% | | 70.5 |
| 6 Year Change | -\$254,913 | -7.3% | \$697,423 | 19.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$626,089 | -17.8% | \$205,416 | 5.7% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - \$346,500 was appropriated for one-time capital improvements.

* The agency was originally appropriated \$4,016,775, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$3,918,936, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|-------------|
| A. FY'03 Appropriation | 3,918,936 | 70.5 |
| <p>1. FY'03 Budget Shortfall</p> <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. converted anthropology and dental consultations from retainer basis to a per case, as needed basis;</p> <p>b. eliminated continuing education budgets and associated travel;</p> <p>c. reduced agency vehicles by two;</p> <p>d. left Tulsa investigator vacant;</p> <p>e. reduced investigators' uniform allowance;</p> <p>f. reduced outside laboratory testing;</p> <p>g. eliminated toxicology laboratory testing where the cause of death is apparent and not related to drug or poison etc.; and</p> <p>h. eliminated all but critical equipment service contract.</p> | -307,636 | |
| B. Adjusted FY'03 Appropriation | <u>3,611,300</u> | <u>70.5</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|--------------|------------|
| C. Adjusted FY'03 Appropriation | 3,611,300 | 70.5 |
| <p>1. One-time Adjustments</p> <p>Remove one-time funding for State-match on federal funds for new laboratory equipment and funds for roof repairs.</p> | -103,000 | |

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------------|--------------------|
| Base Adjustments (cont'd.) | | |
| 2. FY'04 Budget Cut | -250,842 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 9.8 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. will not renew toxicology laboratory instrument service contract;</p> | | |
| <p>b. will not fill Tulsa Investigator position;</p> | | |
| <p>c. will not fill vacant OKC Investigator position;</p> | | |
| <p>d. will not fill vacant Tulsa PA position;</p> | | |
| <p>e. increase long distance sign-outs;</p> | | |
| <p>f. re-evaluate/replace existing telecommunications;</p> | | |
| <p>g. discontinue existing clothing allowance;</p> | | |
| <p>h. contract change for biohazard waste;</p> | | |
| <p>i. under fill retiring employee positions;</p> | | |
| <p>j. substitute grant funds for appropriated dollars;</p> | | |
| <p>k. consolidate Comanche County investigations into the existing Investigator District Four; and</p> | | |
| <p>l. possible furlough/RIF (furlough = est. 6.8 days).</p> | | |
| <p>** The percentage decrease is slightly higher due to the one-time funds being removed.</p> | | |
| D. FY'04 Base Appropriation | <u>3,257,458</u> | <u>70.5</u> |
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |
| F. FY'04 Appropriation | <u><u>3,257,458</u></u> | <u><u>70.5</u></u> |

IV. GOVERNOR'S VETOES

A. None.






V. OTHER ISSUES

A. OSF Refund

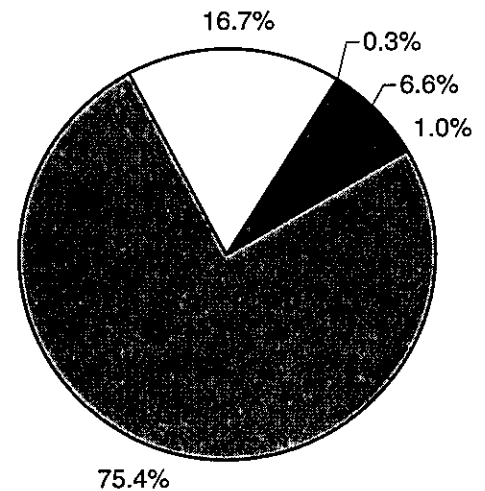
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$44,774, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
Carryover
Federal Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$3,257,458 |
|  | \$719,992 |
|  | \$12,000 |
|  | \$283,653 |
|  | \$44,774 |
| <hr/> | |
| | \$4,317,877 |

FY'04 Budget by Source

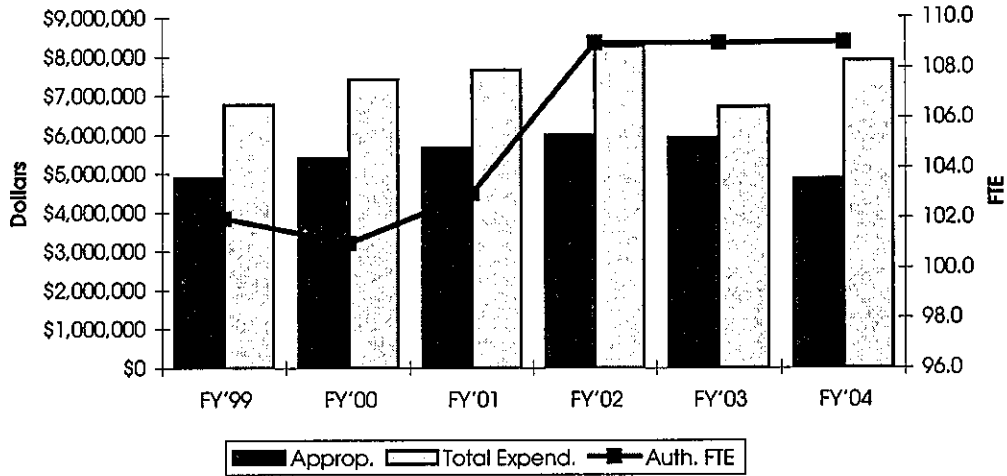


Appropriation Reference:
HB 1234, Section 1

Expenditure Limit Reference:
HB 1234, Sections 2-3

Bureau of Narcotics and Dangerous Drugs

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$4,894,724 | 17.6% | \$6,773,100 | 29.6% | 96.5 | 102.0 |
| FY'00 | \$5,404,809 | 10.4% | \$7,426,103 | 9.6% | 98.2 | 101.0 |
| FY'01 | \$5,665,596 | 4.8% | \$7,661,589 | 3.2% | 97.8 | 103.0 |
| FY'02 | \$6,001,080 * | 5.9% | \$8,282,243 | 8.1% | 102.5 | 109.0 |
| FY'03 | \$5,925,357 ** | -1.3% | \$6,715,779 | -18.9% | 97.1 | 109.0 |
| FY'04 | \$4,859,814 | -18.0% | \$7,889,869 | 17.5% | | 109.0 |
| 6 Year Change | -\$34,910 | -0.7% | \$1,116,769 | 16.5% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$588,669 | -12.0% | \$217,746 | 3.2% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$6,237,218, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$5,925,357, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|------------------|--------------|
| A. FY'03 Appropriation | 5,925,357 | 109.0 |
| 1. FY'03 Budget Shortfall | -465,140 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <p>a. reduced operating and administrative expenses (delayed promotions \$19,254, stopped maintenance of software & hardware \$65,000 and reduced payments to Onenet \$14,993); and</p> <p>b. military payroll savings (\$60,880).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>5,460,217</u> | <u>109.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 5,460,217 | 109.0 |
| 1. FY'04 Budget Cut | -600,403 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 11 percent. The agency plans to deal with the reduction in the following manner:</p> <p>a. reducing its operating budgets in administration (\$209,619) and enforcement (\$374,184); and</p> <p>b. OBND is also reducing its Oklahoma Schedule Two Abuse Reduction Program by \$43,000. Bureau staff will perform the prescription tracking that was previously done through contract.</p> | | |
| D. FY'04 Base Appropriation | <u>4,859,814</u> | <u>109.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>4,859,814</u></u> | <u><u>109.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$67,698, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. SB 611 Registration Fees





The bill increases the registration fees for manufacturing (\$15 to \$20), distributing (\$50 to \$100), and dispensing (\$35 to \$70) controlled substances. The new fees will be in line with the federal fee schedule. The new increase should bring in an average of \$400,000 a year.

C. HB 1326

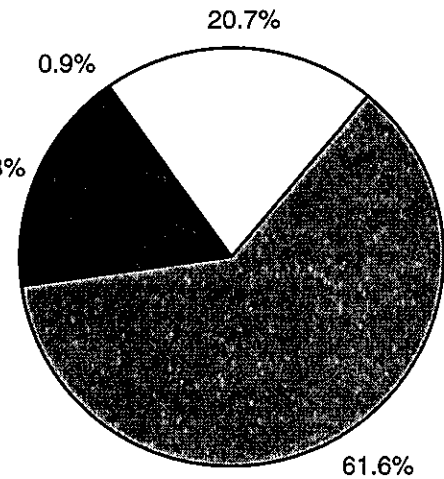
This bill requires wholesalers, distributors, and manufactures of drug products containing pseudoephrine or phenylpropanolamine to annually register with OBND. The bill also prohibits the sale of the above products when the intent is to make methamphetamine or other illegal substances.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|---------------------------|--|
| FY'04 Appropriations | |
| Revolving Funds | |
| OSF Refund | |
| Federal Funds | |
| Total FY'04 Budget | |

| | |
|---|-------------|
|  | \$4,859,814 |
|  | \$1,326,823 |
|  | \$67,698 |
|  | \$1,635,534 |
| | <hr/> |
| | \$7,889,869 |

FY'04 Budget by Source

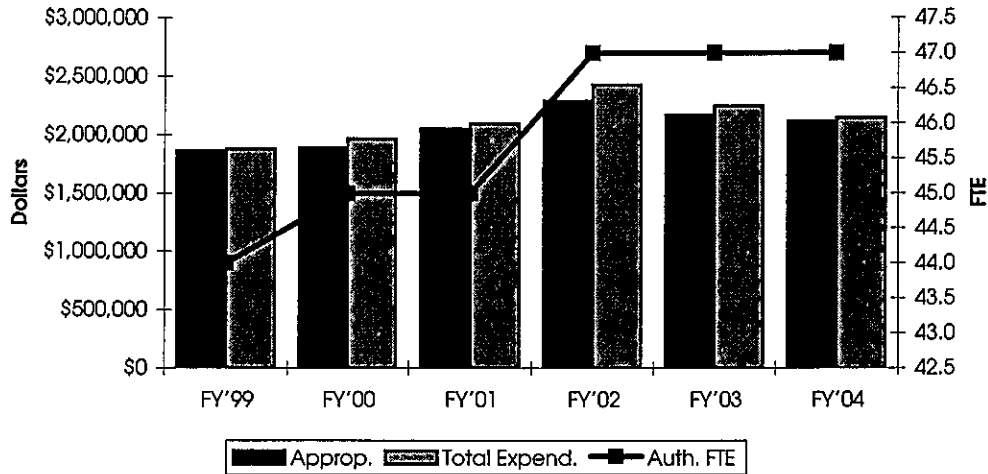


Appropriation Reference:
HB 1235, Section 1

Expenditure Limit Reference:
HB 1235, Sections 2-3

Pardon and Parole Board

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$1,863,123 | 3.8% | \$1,880,263 | 9.9% | 38.8 | 44.0 |
| FY'00 | \$1,887,950 | 1.3% | \$1,965,736 | 4.5% | 39.4 | 45.0 |
| FY'01 | \$2,052,545 | 8.7% | \$2,095,633 | 6.6% | 39.7 | 45.0 |
| FY'02 | \$2,287,693 * | 11.5% | \$2,428,114 | 15.9% | 45.5 | 47.0 |
| FY'03 | \$2,170,688 ** | -5.1% | \$2,246,988 | -7.5% | 39.7 | 47.0 |
| FY'04 | \$2,115,485 | -2.5% | \$2,144,974 | -4.5% | | 47.0 |
| 6 Year Change | \$252,362 | 13.5% | \$264,711 | 14.1% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | \$11,310 | 0.6% | \$20,299 | 1.1% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$2,377,711, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$2,355,603, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| A. FY'03 Appropriation | 2,355,603 | 47.0 |
| 1. FY'03 Budget Shortfall | -184,915 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. realized administrative savings (disconnected random access line \$6,000, stopped equipment purchases \$12,705, reduced office supplies \$3,200 and shutdown one computer server \$10,195);</p> | | |
| <p>b. left five and one-half vacancies unfilled.</p> | | |
| B. Adjusted FY'03 Appropriation | <u>2,170,688</u> | <u>47.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|-------------|
| C. Adjusted FY'03 Appropriation | 2,170,688 | 47.0 |
| 1. FY'04 Budget Cut | -55,203 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 2.54 percent. The agency plans to deal with the reduction in the following manner:</p> | | |
| <p>a. left two vacancies unfilled; and</p> | | |
| <p>b. Reduction-In-Force (Voluntary Buy Out Plan) of three FTE (\$58,000).</p> | | |
| D. FY'04 Base Appropriation | <u>2,115,485</u> | <u>47.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|--------------------|
| F. FY'04 Appropriation | <u><u>2,115,485</u></u> | <u><u>47.0</u></u> |
|------------------------|-------------------------|--------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

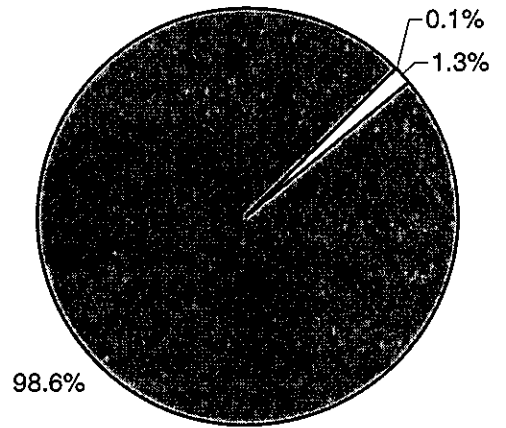
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$26,913, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
| ■ | \$2,115,485 |
| ■ | \$2,576 |
| □ | \$26,913 |
| | <hr/> |
| | \$2,144,974 |

FY'04 Budget by Source

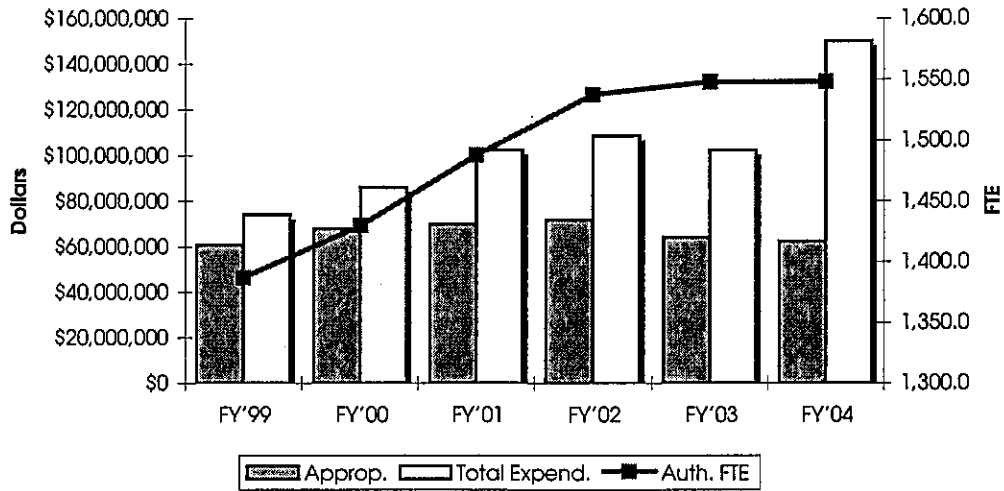


Appropriation Reference:
HB 1236, Section 1

Expenditure Limit Reference:
HB 1236, Sections 2-3

Department of Public Safety

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|-----------------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$60,806,099 | 8.9% | \$74,155,043 | 9.6% | 1,332.8 | 1,387.0 |
| FY'00 | \$67,915,246 | 11.7% | \$86,148,417 | 16.2% | 1,376.6 | 1,430.0 |
| FY'01 | \$69,992,993 | 3.1% | \$102,652,322 | 19.2% | 1,399.4 | 1,488.0 |
| FY'02 | \$71,829,043 * | 2.6% | \$108,824,692 | 6.0% | 1,450.1 | 1,538.0 |
| FY'03 | \$64,136,349 ** | -10.7% | \$102,513,623 | -5.8% | 1,453.2 | 1,548.0 |
| FY'04 | \$62,429,532 | -2.7% | \$150,100,320 | 46.4% | | 1,548.0 |
| 6 Year Change | \$1,623,433 | 2.7% | \$75,945,277 | 102.4% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$5,490,193 | -9.0% | \$58,841,874 | 79.3% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The agency was originally appropriated \$74,596,430, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

** The agency was originally appropriated \$69,594,193, but due to a revenue shortfall the agency's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| A. FY'03 Appropriation | 69,594,193 | 1,548.0 |
| 1. FY'03 Budget Shortfall | -5,457,844 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The agency dealt with the revenue reduction in the following ways:</p> <ul style="list-style-type: none"> a. military leave savings involving 27 FTE (\$405,000); b. left 40 vacancies unfilled (\$997,000); c. reduction in vehicle replacements (\$800,000) d. travel freezes (\$410,000); and e. delayed promotions (\$401,205). | | |
| B. Adjusted FY'03 Appropriation | <u>64,136,349</u> | <u>1,548.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|-------------------|----------------|
| C. Adjusted FY'03 Appropriation | 64,136,349 | 1,548.0 |
| 1. FY'04 Budget Cut | -3,206,817 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the agency's budget was reduced by an additional 5 percent. The agency plans to deal with the reduction in the following manner:</p> <ul style="list-style-type: none"> a. by continuing the cost saving measures from the previous fiscal year - restrictions on new hiring, vehicle purchases, and travel. | | |
| D. FY'04 Base Appropriation | <u>60,929,532</u> | <u>1,548.0</u> |

| | | |
|--|------------------|------------|
| E. Other Appropriation Adjustments | | |
| 1. Capitol Complex Security | 1,500,000 | |
| <p>SB 105 provided one-time funding for security equipment to be placed at the Capitol, however, DPS received a grant that will pay for the required equipment. DPS will now use the funds to pay for 27 FTE to provide security at the Capitol.</p> | | |
| Total Adjustments | <u>1,500,000</u> | <u>0.0</u> |

| | | |
|------------------------|--------------------------|-----------------------|
| F. FY'04 Appropriation | <u><u>62,429,532</u></u> | <u><u>1,548.0</u></u> |
|------------------------|--------------------------|-----------------------|

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund





The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$794,354, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

B. Tag Fees

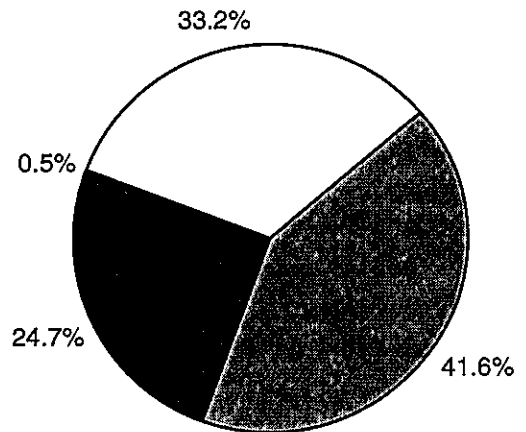
HB 1237 temporarily raises tag fees for two years, starting September 1, 2003, by two dollars. It is estimated that in FY'04 the new fee will generate \$5.6 million. For FY'05 it is estimated that the fee increase will generate \$6.8 million. DPS intends to use these funds to avoid employee furloughs and fund statutorily mandated step increases for Highway Patrol Troopers.

VI. FUNDING SOURCES - FY'04 BUDGET

| | |
|----------------------|--|
| FY'04 Appropriations | |
| Revolving Funds | |
| OSF Refund | |
| Federal Funds | |
| Total FY'04 Budget | |

| | |
|---|---------------|
|  | \$62,429,532 |
|  | \$37,082,183 |
|  | \$794,354 |
|  | \$49,794,251 |
| | <hr/> |
| | \$150,100,320 |

FY'04 Budget by Source

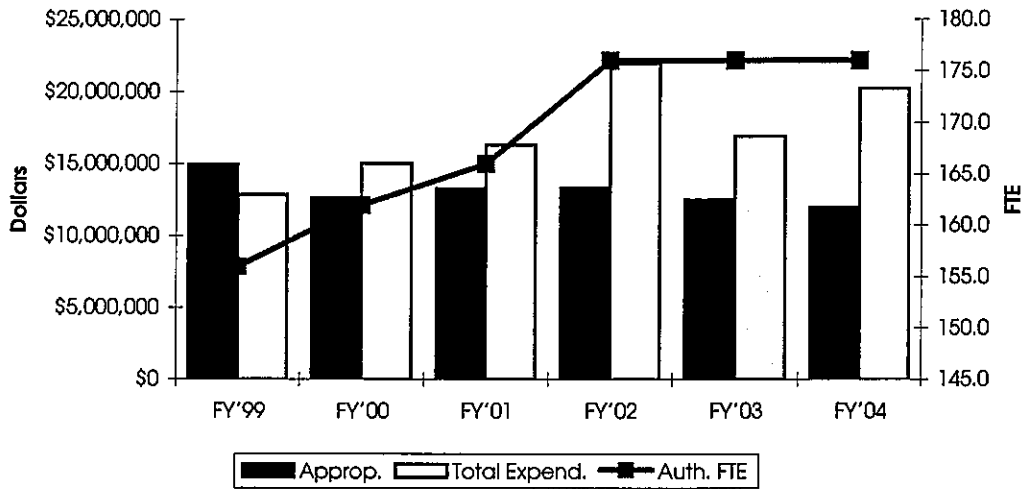


Appropriation Reference:
SB 104, Section 1-3

Expenditure Limit Reference:
SB 104, Sections 4-5

Supreme Court

I. FUNDING HISTORY



| | <u>Appropriation</u> | <u>Percent Change</u> | <u>Total Budget Expenditures †</u> | <u>Percent Change</u> | <u>Actual FTE</u> | <u>Auth. FTE</u> |
|----------------|----------------------|-----------------------|------------------------------------|-----------------------|-------------------|------------------|
| FY'99 | \$14,959,480 | 29.5% | \$12,862,866 | 6.6% | 147.7 | 156.0 |
| FY'00 | \$12,624,659 | -15.6% | \$15,056,632 | 17.1% | 147.6 | 162.0 |
| FY'01 | \$13,286,237 | 5.2% | \$16,331,060 | 8.5% | 156.3 | 166.0 |
| FY'02 | \$13,334,072 * | 0.4% | \$21,979,177 | 34.6% | 164.0 | 176.0 |
| FY'03 | \$12,503,454 ** | -6.2% | \$16,913,185 | -23.0% | 152.0 | 176.0 |
| FY'04 | \$11,962,341 | -4.3% | \$20,196,820 | 19.4% | | 176.0 |
| 6 Year Change | -\$2,997,139 | -20.0% | \$4,050,319 | 57.0% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$4,360,206 | -29.1% | \$2,123,121 | 16.5% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

FY'99 - The appropriation figures excludes \$2,694,064 appropriated to the court but transferred to other courts for judicial retirement costs. Also, \$3 million was appropriated for local court computerization.

FY'00 - The appropriation figure excludes \$449,017 appropriated to the court but transferred to other courts for judicial retirement.

FY'01 - A supplemental appropriation of \$529,030 was provided to pay initial costs of a bond.

* The court was originally appropriated \$13,823,343, but due to a revenue shortfall the court's allocation was reduced to the number shown.

** The court was originally appropriated \$13,546,032, but due to a revenue shortfall the court's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| A. FY'03 Appropriation | 13,543,032 | 176.0 |
| 1. FY'03 Budget Shortfall | -1,039,578 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The Court dealt with the revenue reduction in the following ways:</p> | | |
| <p>a. cut judicial education (\$40,000);</p> | | |
| <p>b. used remaining carryover funds (\$500,000);</p> | | |
| <p>c. left four positions vacant and cut all judicial intern positions; and</p> | | |
| <p>d. used operating budget savings (\$60,000).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>12,503,454</u> | <u>176.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|--|-------------------|--------------|
| C. Adjusted FY'03 Appropriation | 12,503,454 | 176.0 |
| 1. FY'04 Budget Cut | 0 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. Although the Court did not take an additional reduction for FY'04, they took the following cuts to ensure court operations remained constant:</p> | | |
| <p>a. Reduction-in-Force of five FTE and left four positions vacant (\$300,000);</p> | | |
| <p>b. cut all judicial interns (\$90,000);</p> | | |
| <p>c. cut all retired judges (\$150,000); and</p> | | |
| <p>d. reduced operating expenses (\$200,000).</p> | | |
| D. FY'04 Base Appropriation | <u>12,503,454</u> | <u>176.0</u> |

| | Total | FTE |
|---|-------------------|--------------|
| E. Other Appropriation Adjustments | | |
| 1. Debt Service Reduction | -541,113 | |
| The Legislature eliminated the requirement of a debt services reserve fund for a number of bonds by replacing those funds with an insurance policy. The agency's base appropriation was reduced to reflect this change. | | |
| Total Adjustments | -541,113 | 0.0 |
| F. FY'04 Appropriation | <u>11,962,341</u> | <u>176.0</u> |

IV. GOVERNOR'S VETOES

A. None.

V. OTHER ISSUES

A. OSF Refund

The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the Court's budget due to the revenue failure. These funds, totaling \$151,304, were deposited in July 2003. This one-time funding will be used to offset the Court's FY'04 budget reduction.

B. SB 476

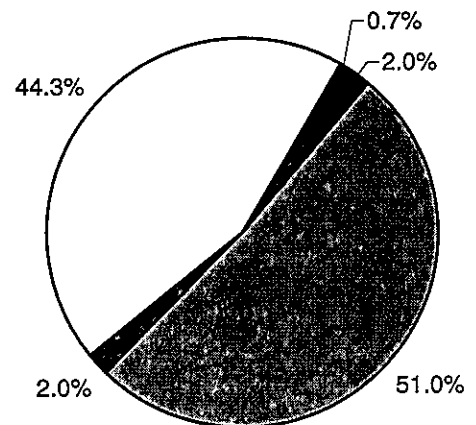
Authorizes the Supreme Court to use monies from the Supreme Court Revolving Fund for unforeseen emergencies impacting the operation of state courts.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
 Carryover
 Revolving Funds
 OSF Refund
 Federal Funds
 Total FY'04 Budget

| | |
|--|--------------|
| | \$10,297,496 |
| | \$395,967 |
| | \$8,952,053 |
| | \$151,304 |
| | \$400,000 |
| | \$20,196,820 |

FY'04 Budget by Source

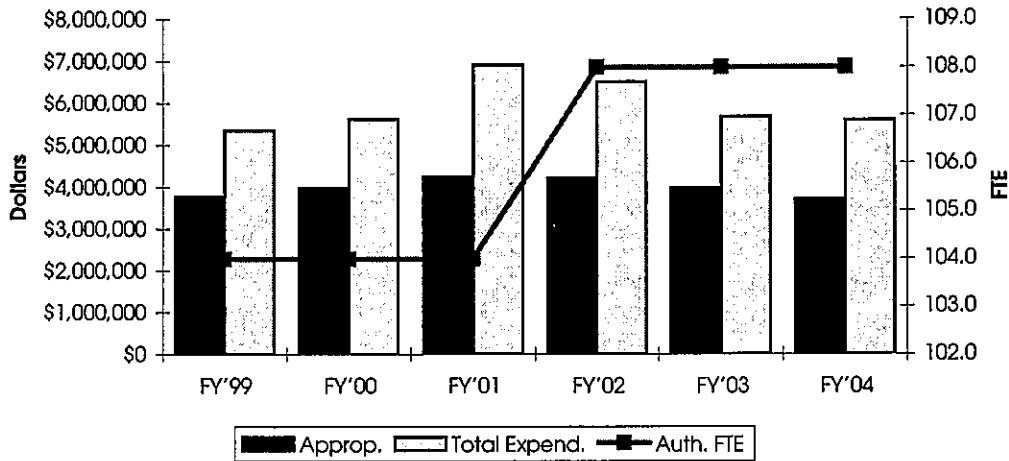


Appropriation Reference:
 SB 84, Sections 1-3

Expenditure Limit Reference:
 SB 83, Sections 4-7

Workers' Compensation Court

I. FUNDING HISTORY



| | Appropriation | Percent Change | Total Budget Expenditures † | Percent Change | Actual FTE | Auth. FTE |
|----------------|----------------|----------------|-----------------------------|----------------|------------|-----------|
| FY'99 | \$3,773,701 | 6.7% | \$5,355,908 | -4.8% | 95.3 | 104.0 |
| FY'00 | \$3,974,430 | 5.3% | \$5,629,262 | 5.1% | 94.3 | 104.0 |
| FY'01 | \$4,238,754 | 6.7% | \$6,911,843 | 22.8% | 94.7 | 104.0 |
| FY'02 | \$4,210,929 * | -0.7% | \$6,507,725 | -5.8% | 108.3 | 108.0 |
| FY'03 | \$3,976,257 ** | -5.6% | \$5,671,651 | -12.8% | 91.2 | 108.0 |
| FY'04 | \$3,691,957 | -7.1% | \$5,587,977 | -1.5% | | 108.0 |
| 6 Year Change | -\$81,744 | -2.2% | \$232,069 | 4.3% | | |
| Infl. Adjusted | | | | | | |
| 6 Year Change | -\$502,430 | -13.3% | -\$404,661 | -7.6% | | |

† Total of all appropriated, dedicated, federal and revolving fund expenditures for agency operations between July 1 and June 30. The FY'04 figure is the agency's initial budget work plan adopted at the first of the fiscal year.

* The court was originally appropriated \$4,372,691, but due to a revenue shortfall the court's allocation was reduced to the number shown.

** The court was originally appropriated \$4,306,464, but due to a revenue shortfall the court's allocation was reduced to the number shown.

II. FY'03 APPROPRIATION ADJUSTMENTS

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| A. FY'03 Appropriation | 4,306,464 | 108.0 |
| 1. FY'03 Budget Shortfall | -330,207 | |
| <p>A series of revenue failures led to a shortfall in the state's FY'03 General Revenue Fund. As a result, all state agency's original FY'03 General Revenue allocations were reduced by 7.85 percent. The court dealt with the revenue reduction in the following ways:</p> <p>a. used Court Revolving Funds (\$130,000);</p> <p>b. left eight vacancies unfilled; and</p> <p>c. reduced data processing budget (\$198,516).</p> | | |
| B. Adjusted FY'03 Appropriation | <u>3,976,257</u> | <u>108.0</u> |

III. FY'04 APPROPRIATION

| | <u>Total</u> | <u>FTE</u> |
|---|------------------|--------------|
| C. Adjusted FY'03 Appropriation | 3,976,257 | 108.0 |
| 1. FY'04 Budget Cut | -284,300 | |
| <p>The Board of Equalization projected a reduction in available revenues for FY'04. This reduction amounted to a 6.2 percent (\$326.4 million) decrease from the revised FY'03 appropriated level. As a result, the court's budget was reduced by an additional 7.15 percent. The court plans to deal with the reduction in the following manner:</p> <p>a. leave eight vacancies unfilled; and</p> <p>b. rely on accumulated savings in the court's revolving fund (\$75,000).</p> | | |
| D. FY'04 Base Appropriation | <u>3,691,957</u> | <u>108.0</u> |

| | | |
|------------------------------------|----------|------------|
| E. Other Appropriation Adjustments | | |
| 1. None. | | |
| Total Adjustments | <u>0</u> | <u>0.0</u> |

| | | |
|------------------------|-------------------------|---------------------|
| F. FY'04 Appropriation | <u><u>3,691,957</u></u> | <u><u>108.0</u></u> |
|------------------------|-------------------------|---------------------|

IV. GOVERNOR'S VETOES

A. None.




V. OTHER ISSUES

A. OSF Refund

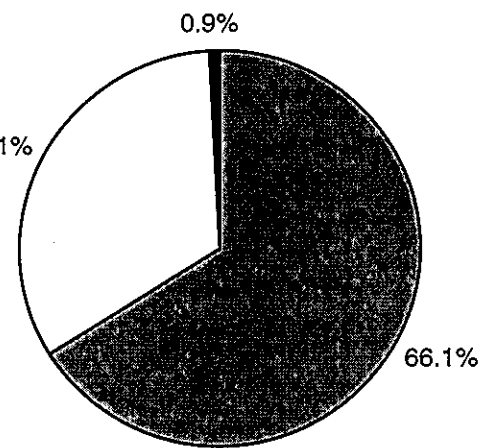
The Office of State Finance refunded a portion of the FY'03 General Revenue funds it cut from the agency's budget due to the revenue failure. These funds, totaling \$48,060, were deposited in July 2003. This one-time funding will be used to offset the agency's FY'04 budget reduction.

VI. FUNDING SOURCES - FY'04 BUDGET

FY'04 Appropriations
Revolving Funds
OSF Refund
Total FY'04 Budget

| | |
|---|-------------|
|  | \$3,691,957 |
|  | \$1,847,960 |
|  | \$48,060 |
| <hr/> | |
| | \$5,587,977 |

FY'04 Budget by Source



Appropriation Reference:
SB 86, Section 1

Expenditure Limit Reference:
SB 86, Section 2-3

TABLES

TABLE 1

FY'03 to FY'04 APPROPRIATION COMPARISON

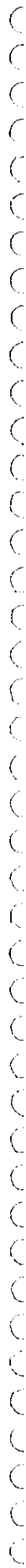
SUBCOMMITTEE SUMMARY

| Subcommittee | FY'03 | | FY'03 Adjust. | | FY'03 | | FY'04 | | Change from Original FY'03 | | Change from Adjust. FY'03 with Supp. | |
|---|------------------------|------------------------|-----------------------------|----------------------------------|-----------------------|-------------------------|---------------------------|------------------------|----------------------------|-----------------------|--------------------------------------|--|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Dollar | Percent | |
| Education | \$3,068,640,238 | (\$267,346,162) | \$25,486,165 | \$2,826,780,241 | (\$28,368,155) | \$80,366,043 | \$2,878,778,129 | (\$189,862,109) | -6.2% | \$51,997,888 | 1.8% | |
| General Government & Transportation | \$396,024,756 | (\$14,083,371) | \$1,477,000 | \$383,418,385 | (\$2,408,331) | (\$45,351,900) | \$335,658,154 | (\$60,366,602) | -15.2% | (\$47,760,231) | -12.5% | |
| Health & Social Services | \$728,956,497 | (\$51,276,808) | \$0 | \$677,679,689 | \$0 | \$23,987,636 | \$701,667,325 | (\$27,289,172) | -3.7% | \$23,987,636 | 3.5% | |
| Human Services | \$542,073,606 | (\$37,125,564) | \$100,000 | \$505,048,042 | (\$830,501) | \$788,078 | \$505,005,619 | (\$37,067,987) | -6.8% | (\$42,423) | 0.0% | |
| Natural Resources & Regulatory Services | \$148,079,709 | (\$10,469,911) | \$0 | \$137,609,798 | (\$20,328,350) | (\$7,705,357) | \$109,363,683 | (\$38,696,026) | -26.1% | (\$28,226,115) | -20.5% | |
| Public Safety & Judiciary | \$608,856,115 | (\$45,698,149) | \$19,400,000 | \$582,557,966 | (\$20,261,542) | \$6,786,904 | \$568,085,328 | (\$39,770,787) | -6.5% | (\$13,472,638) | -2.3% | |
| Governor's State Emergency Fund* | \$5,501,000 | \$0 | \$0 | \$5,501,000 | (\$5,501,000) | \$4,000,000 | \$4,000,000 | (\$1,501,000) | -27.3% | (\$1,501,000) | -27.3% | |
| Rural Economic Action Plan * | \$15,259,750 | (\$1,197,890) | \$0 | \$14,061,860 | \$0 | (\$8,061,860) | \$6,000,000 | (\$9,259,750) | -60.7% | (\$8,061,860) | -57.3% | |
| TOTAL | \$5,513,391,671 | (\$427,197,855) | \$46,463,165 | \$5,132,656,981 | (\$77,697,859) | \$54,811,544 | \$5,109,578,238 | (\$403,813,433) | -7.3% | (\$23,076,743) | -0.4% | |

* This funding is listed separately because it is not appropriated to a specific agency.

SUBCOMMITTEE ON EDUCATION

| Subcommittee | FY'03 | | FY'03 Adjust. | | FY'03 | | FY'04 | | Change from Original FY'03 | | Change from Adjust. FY'03 with Supp. | |
|--------------------------------------|------------------------|------------------------|-----------------------------|----------------------------------|-----------------------|-------------------------|---------------------------|------------------------|----------------------------|---------------------|--------------------------------------|--|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Dollar | Percent | |
| Arts Council | \$4,318,483 | (\$339,001) | \$0 | \$3,979,482 | \$0 | (\$115,406) | \$3,864,076 | (\$454,407) | -10.5% | (\$115,406) | -2.9% | |
| Career and Technology Education | \$131,196,667 | (\$10,298,938) | \$0 | \$120,897,729 | (\$270,556) | (\$2,804,565) | \$117,922,608 | (\$13,374,059) | -10.2% | (\$3,075,121) | -2.5% | |
| Education, State Department of | \$2,040,028,841 | (\$194,016,567) | \$25,486,165 | \$1,871,498,539 | (\$25,486,165) | \$104,863,011 | \$1,950,875,385 | (\$89,153,556) | -4.4% | \$79,376,846 | 4.2% | |
| Educational Television Authority | \$3,741,795 | (\$293,731) | \$0 | \$3,448,064 | \$0 | \$0 | \$3,448,064 | (\$293,731) | -7.9% | \$0 | 0.0% | |
| Higher Education, Regents for | \$851,255,610 | (\$59,760,038) | \$0 | \$791,495,572 | (\$2,468,039) | (\$20,897,010) | \$768,130,523 | (\$83,125,087) | -9.8% | (\$23,365,049) | -3.0% | |
| Land Office, Commissioners of | \$4,095,100 | \$0 | \$0 | \$4,095,100 | \$0 | \$0 | \$4,095,100 | \$0 | 0.0% | \$0 | 0.0% | |
| Libraries, Department of | \$6,891,409 | (\$540,976) | \$0 | \$6,350,433 | \$0 | (\$184,163) | \$6,166,270 | (\$725,139) | -10.5% | (\$184,163) | -2.9% | |
| Physician Manpower Training Comm. | \$5,606,623 | (\$408,720) | \$0 | \$5,197,903 | \$0 | (\$180,366) | \$5,017,537 | (\$589,086) | -10.5% | (\$180,366) | -3.5% | |
| Private Vocational Schools, Board of | \$166,022 | (\$13,033) | \$0 | \$152,989 | \$0 | \$0 | \$152,989 | (\$13,033) | -7.9% | \$0 | 0.0% | |
| Science and Math, School of | \$6,522,429 | (\$512,011) | \$0 | \$6,010,418 | (\$143,395) | \$337,670 | \$6,204,693 | (\$317,736) | -4.9% | \$194,275 | 3.2% | |
| Science & Technology, Center for | \$12,597,604 | (\$988,912) | \$0 | \$11,608,692 | \$0 | (\$593,813) | \$11,014,879 | (\$1,582,725) | -12.6% | (\$593,813) | -5.1% | |
| Teacher Preparation, Commission on | \$2,219,555 | (\$174,235) | \$0 | \$2,045,320 | \$0 | (\$59,315) | \$1,986,005 | (\$233,550) | -10.5% | (\$59,315) | -2.9% | |
| SUBTOTAL | \$3,068,640,238 | (\$267,346,162) | \$25,486,165 | \$2,826,780,241 | (\$28,368,155) | \$80,366,043 | \$2,878,778,129 | (\$189,862,109) | -6.2% | \$51,997,888 | 1.8% | |



SUBCOMMITTEE ON GENERAL GOVERNMENT AND TRANSPORTATION

| Subcommittee | FY03 | | FY03 Adjust. | | FY03 | | FY04 | | Change from Original FY03 | | Change from Adjust. FY03 with Supp. | |
|--------------------------------------|------------------------|-----------------------|-----------------------------|----------------------------------|----------------------|-------------------------|--------------------------|-----------------------|---------------------------|-----------------------|-------------------------------------|--|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY04 Appropriation | Dollar | Percent | Dollar | Percent | |
| Auditor and Inspector | \$5,939,515 | (\$466,252) | \$0 | \$5,473,263 | \$0 | (\$246,297) | \$5,226,966 | (\$712,549) | -12.0% | (\$246,297) | -4.5% | |
| Central Services, Department of | \$15,301,061 | (\$1,097,206) | \$0 | \$14,203,855 | (\$931,331) | (\$1,061,636) | \$12,210,888 | (\$3,090,173) | -20.2% | (\$1,992,967) | -14.0% | |
| Civil Emergency Management Admin. | \$749,202 | (\$38,812) | \$0 | \$690,390 | \$0 | (\$24,163) | \$666,227 | (\$82,975) | -11.1% | (\$24,163) | -3.5% | |
| Election Board | \$7,227,380 | (\$492,914) | \$0 | \$6,734,466 | \$0 | \$1,460,929 | \$8,195,395 | \$968,015 | 13.4% | \$1,460,929 | 21.7% | |
| Ethics Commission | \$482,321 | (\$37,862) | \$0 | \$444,459 | \$0 | \$2,666 | \$447,125 | (\$35,196) | -7.3% | \$2,666 | 0.6% | |
| Finance, Office of State | \$8,912,398 | (\$662,801) | \$1,000,000 | \$9,249,597 | (\$1,000,000) | \$11,831,228 | \$20,080,825 | \$11,168,427 | 125.3% | \$10,831,228 | 117.1% | |
| Governor | \$2,906,729 | (\$228,178) | \$0 | \$2,678,551 | \$0 | (\$200,891) | \$2,477,660 | (\$429,069) | -14.8% | (\$200,891) | -7.5% | |
| House of Representatives | \$20,457,766 | (\$1,605,935) | \$0 | \$18,851,831 | \$0 | (\$1,413,887) | \$17,437,944 | (\$3,019,822) | -14.8% | (\$1,413,887) | -7.5% | |
| Legislative Service Bureau | \$2,417,878 | (\$189,803) | \$0 | \$2,228,075 | \$0 | (\$167,106) | \$2,060,969 | (\$356,909) | -14.8% | (\$167,106) | -7.5% | |
| Lt. Governor | \$548,452 | (\$43,053) | \$0 | \$505,399 | \$0 | (\$37,905) | \$467,494 | (\$80,958) | -14.8% | (\$37,905) | -7.5% | |
| Ment Protection Commission | \$592,319 | (\$619,497) | \$0 | \$545,822 | \$0 | (\$40,937) | \$504,885 | (\$87,434) | -14.8% | (\$40,937) | -7.5% | |
| Military, Department of | \$7,895,866 | (\$619,826) | \$0 | \$7,276,040 | \$0 | (\$254,661) | \$7,021,379 | (\$674,487) | -11.1% | (\$254,661) | -3.5% | |
| Personnel Management | \$5,399,774 | (\$423,882) | \$0 | \$4,975,892 | \$0 | (\$373,192) | \$4,602,700 | (\$797,074) | -14.8% | (\$373,192) | -7.5% | |
| Secretary of State | \$517,868 | (\$40,653) | \$0 | \$477,215 | \$0 | (\$47,721) | \$429,494 | (\$88,374) | -17.1% | (\$47,721) | -10.0% | |
| Senate | \$14,251,641 | (\$1,118,754) | \$0 | \$13,132,887 | \$0 | (\$984,967) | \$12,147,920 | (\$2,103,721) | -14.8% | (\$984,967) | -7.5% | |
| Space Industry Development Authority | \$985,000 | (\$77,323) | \$0 | \$907,677 | \$0 | (\$31,826) | \$515,851 | (\$469,149) | N/A | (\$31,826) | N/A | |
| Tax Commission | \$49,161,169 | (\$3,859,152) | \$477,000 | \$45,779,017 | (\$477,000) | (\$700,611) | \$44,601,406 | (\$4,559,763) | -9.3% | (\$1,177,611) | -2.6% | |
| Transportation, Department of | \$247,008,325 | (\$2,608,420) | \$0 | \$244,399,905 | \$0 | (\$52,214,518) | \$192,185,387 | (\$54,822,938) | -22.2% | (\$52,214,518) | -21.4% | |
| Treasurer | \$5,270,092 | (\$406,048) | \$0 | \$4,864,044 | \$0 | (\$486,405) | \$4,377,639 | (\$892,453) | -16.9% | (\$486,405) | -10.0% | |
| SUBTOTAL | \$396,024,756 | (\$14,083,371) | \$1,477,000 | \$383,418,385 | (\$2,408,331) | (\$45,351,900) | \$335,658,154 | (\$60,366,602) | -15.2% | (\$47,760,231) | -12.5% | |

SUBCOMMITTEE ON HEALTH AND SOCIAL SERVICES

| Subcommittee | FY03 | | FY03 Adjust. | | FY03 | | FY04 | | Change from Original FY03 | | Change from Adjust. FY03 with Supp. | |
|---------------------------------------|------------------------|-----------------------|-----------------------------|----------------------------------|------------------|-------------------------|--------------------------|-----------------------|---------------------------|---------------------|-------------------------------------|--|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY04 Appropriation | Dollar | Percent | Dollar | Percent | |
| Health Care Authority | \$442,605,130 | (\$29,045,384) | \$0 | \$413,559,746 | \$0 | \$25,440,254 | \$439,000,000 | (\$25,605,130) | -0.8% | \$25,440,254 | 6.2% | |
| Health, Department of | \$64,282,965 | (\$4,890,000) | \$0 | \$59,402,965 | \$0 | (\$5,753,332) | \$53,649,633 | (\$10,643,332) | -16.6% | (\$5,753,332) | -9.7% | |
| J.D. McCarty Center | \$2,946,549 | (\$231,304) | \$0 | \$2,715,245 | \$0 | (\$257,346) | \$2,457,899 | (\$488,650) | -16.6% | (\$257,346) | -9.5% | |
| Mental Health & Substance Abuse Serv. | \$150,924,452 | (\$11,757,409) | \$0 | \$139,167,043 | \$0 | \$5,850,963 | \$145,018,006 | (\$3,906,446) | -3.9% | \$5,850,963 | 4.2% | |
| University Hospitals Authority | \$41,499,895 | (\$3,257,742) | \$0 | \$38,242,153 | \$0 | (\$3,643,568) | \$34,598,585 | (\$6,901,310) | -16.6% | (\$3,643,568) | -9.5% | |
| Veterans Affairs, Department of | \$26,687,506 | (\$2,094,969) | \$0 | \$24,592,537 | \$0 | \$2,350,665 | \$26,943,202 | \$255,666 | 1.0% | \$2,350,665 | 9.6% | |
| SUBTOTAL | \$728,956,497 | (\$51,276,808) | \$0 | \$677,679,689 | \$0 | \$23,987,636 | \$701,667,325 | (\$27,289,172) | -3.7% | \$23,987,636 | 3.5% | |

SUBCOMMITTEE ON HUMAN SERVICES

| Subcommittee | FY03 | | FY03 Adjust. | | FY03 | | FY04 | | Change from Original FY03 | | Change from Adjust. FY03 with Supp. | |
|--|------------------------|-----------------------|-----------------------------|----------------------------------|--------------------|-------------------------|--------------------------|-----------------------|---------------------------|-------------------|-------------------------------------|--|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY04 Appropriation | Dollar | Percent | Dollar | Percent | |
| Children and Youth, Commission on | \$1,751,885 | (\$137,523) | \$0 | \$1,614,362 | \$0 | (\$64,362) | \$1,550,000 | (\$201,885) | -11.5% | (\$64,362) | -4.0% | |
| Handicapped Concerns, Office of | \$386,278 | (\$29,145) | \$0 | \$357,133 | \$0 | (\$1,133) | \$356,000 | (\$30,278) | -7.8% | (\$1,133) | -0.3% | |
| Human Rights Commission | \$790,374 | (\$62,044) | \$0 | \$728,330 | \$0 | (\$78,330) | \$650,000 | (\$140,374) | -17.8% | (\$78,330) | -10.8% | |
| Human Services, Department of | \$410,923,039 | (\$26,831,423) | \$0 | \$384,091,616 | \$0 | \$3,364,003 | \$387,455,619 | (\$23,467,420) | -5.7% | \$3,364,003 | 0.9% | |
| Indian Affairs, Commission of | \$276,685 | (\$21,720) | \$0 | \$254,965 | \$0 | (\$10,965) | \$244,000 | (\$32,685) | -11.8% | (\$10,965) | -4.3% | |
| Juvenile Affairs | \$102,368,528 | (\$8,035,929) | \$100,000 | \$94,432,599 | (\$100,000) | (\$4,332,599) | \$90,000,000 | (\$12,368,528) | -12.1% | (\$4,432,599) | -4.7% | |
| Rehabilitation Services, Department of | \$25,576,817 | (\$2,007,780) | \$0 | \$23,569,037 | (\$730,501) | \$1,911,464 | \$24,750,000 | (\$826,817) | -3.2% | \$1,180,963 | 5.0% | |
| SUBTOTAL | \$542,073,606 | (\$37,125,564) | \$100,000 | \$505,048,042 | (\$830,501) | \$788,078 | \$505,005,619 | (\$37,067,987) | -6.8% | (\$42,423) | 0.0% | |



SUBCOMMITTEE ON NATURAL RESOURCES AND REGULATORY SERVICES

| Subcommittee | FY'03 | | FY'03 Adjust. | | FY'03 | | FY'03 | | FY'04 | | Change from Original FY'03 | | Change from Adjust. FY'03 with Supp. | |
|--|------------------------|-----------------------|-----------------------------|----------------------------------|-----------------------|-------------------------|---------------------------|-----------------------|---------------|---------------------------|----------------------------|---------------|--------------------------------------|---------------|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Dollar | Percent |
| Agriculture, Food and Forestry, Dept. of | \$29,648,836 | (\$1,934,934) | \$0 | \$27,713,902 | (\$7,257,999) | \$2,154,873 | \$22,610,776 | (\$7,038,060) | -23.7% | \$22,610,776 | (\$7,038,060) | -23.7% | (\$5,103,126) | -18.4% |
| Banking, Department of | \$3,107,821 | (\$243,964) | \$0 | \$2,863,857 | \$0 | (\$2,863,857) | \$0 | (\$3,107,821) | -100.0% | \$0 | (\$3,107,821) | -100.0% | (\$2,863,857) | -100.0% |
| Centennial Commission | \$640,904 | (\$50,311) | \$0 | \$590,593 | \$0 | (\$64,090) | \$526,503 | (\$114,401) | -17.8% | \$526,503 | (\$114,401) | -17.8% | (\$64,090) | -10.9% |
| Commerce, Department of | \$30,241,666 | (\$1,874,770) | \$0 | \$28,366,896 | (\$10,128,383) | \$3,962,521 | \$22,008,606 | (\$8,233,060) | -27.2% | \$22,008,606 | (\$8,233,060) | -27.2% | (\$6,358,290) | -22.4% |
| Conservation Commission | \$7,287,094 | (\$572,037) | \$0 | \$6,715,057 | \$0 | (\$494,501) | \$6,220,556 | (\$1,066,538) | -14.6% | \$6,220,556 | (\$1,066,538) | -14.6% | (\$494,501) | -7.4% |
| Consumer Credit, Department of | \$733,716 | (\$57,597) | \$0 | \$676,119 | \$0 | (\$73,373) | \$602,746 | (\$130,970) | -17.9% | \$602,746 | (\$130,970) | -17.9% | (\$73,373) | -10.9% |
| Corporation Commission | \$9,735,621 | (\$764,246) | \$0 | \$8,971,375 | \$0 | (\$4,234,415) | \$4,736,960 | (\$4,998,661) | -51.3% | \$4,736,960 | (\$4,998,661) | -51.3% | (\$4,234,415) | -47.2% |
| Environmental Quality, Department of | \$7,460,880 | (\$595,679) | \$0 | \$6,875,201 | \$0 | (\$946,280) | \$5,928,921 | (\$1,531,959) | -20.5% | \$5,928,921 | (\$1,531,959) | -20.5% | (\$946,280) | -13.8% |
| Historical Society | \$10,515,233 | (\$825,446) | \$0 | \$9,689,787 | (\$1,967,559) | \$815,166 | \$8,537,394 | (\$1,377,839) | -18.8% | \$8,537,394 | (\$1,377,839) | -18.8% | (\$1,152,393) | -11.9% |
| Horse Racing Commission | \$2,144,550 | (\$168,347) | \$0 | \$1,976,203 | \$0 | (\$214,454) | \$1,761,749 | (\$382,801) | -17.8% | \$1,761,749 | (\$382,801) | -17.8% | (\$214,454) | -10.9% |
| Insurance Commissioner | \$2,872,013 | (\$225,453) | \$0 | \$2,646,560 | \$0 | (\$574,404) | \$2,072,156 | (\$799,857) | -27.9% | \$2,072,156 | (\$799,857) | -27.9% | (\$574,404) | -21.7% |
| J.M. Davis Memorial Commission | \$364,704 | (\$28,629) | \$0 | \$336,075 | \$0 | (\$36,470) | \$299,605 | (\$65,099) | -17.8% | \$299,605 | (\$65,099) | -17.8% | (\$36,470) | -10.9% |
| Labor, Department of | \$3,678,570 | (\$187,047) | \$0 | \$3,491,523 | \$0 | (\$532,953) | \$2,958,570 | (\$720,000) | -19.6% | \$2,958,570 | (\$720,000) | -19.6% | (\$532,953) | -15.3% |
| Liquefied Petroleum Gas Board | \$434,148 | (\$34,081) | \$0 | \$400,067 | \$0 | (\$400,067) | \$0 | (\$434,148) | -100.0% | \$0 | (\$434,148) | -100.0% | (\$400,067) | -100.0% |
| Mining Board | \$949,734 | (\$47,079) | \$0 | \$902,655 | \$0 | (\$180,531) | \$722,124 | (\$227,610) | -24.0% | \$722,124 | (\$227,610) | -24.0% | (\$180,531) | -20.0% |
| Scenic Rivers Commission | \$357,805 | (\$28,088) | \$0 | \$329,717 | \$0 | (\$71,562) | \$258,155 | (\$99,650) | -27.9% | \$258,155 | (\$99,650) | -27.9% | (\$71,562) | -21.7% |
| Securities Commission | \$694,615 | (\$54,527) | \$0 | \$640,088 | \$0 | (\$199,000) | \$501,088 | (\$193,527) | -27.9% | \$501,088 | (\$193,527) | -27.9% | (\$199,000) | -21.7% |
| Tourism and Recreation, Department of | \$28,177,594 | (\$2,078,491) | \$0 | \$26,099,103 | (\$759,389) | (\$2,723,232) | \$22,616,482 | (\$5,561,112) | -19.7% | \$22,616,482 | (\$5,561,112) | -19.7% | (\$3,482,621) | -13.3% |
| Water Resources Board | \$8,069,143 | (\$633,428) | \$0 | \$7,435,715 | (\$115,000) | (\$1,092,222) | \$6,228,493 | (\$1,840,650) | -22.8% | \$6,228,493 | (\$1,840,650) | -22.8% | (\$1,207,222) | -16.2% |
| Will Rogers Memorial Commission | \$965,062 | (\$75,757) | \$0 | \$889,305 | \$0 | \$3,494 | \$792,799 | (\$172,263) | -17.8% | \$792,799 | (\$172,263) | -17.8% | (\$96,506) | -10.9% |
| SUBTOTAL | \$148,079,709 | (\$10,469,911) | \$0 | \$137,609,798 | (\$20,328,330) | (\$7,705,357) | \$109,383,683 | (\$38,696,026) | -26.1% | \$109,383,683 | (\$38,696,026) | -26.1% | (\$28,226,115) | -20.5% |

SUBCOMMITTEE ON PUBLIC SAFETY AND JUDICIARY

| Subcommittee | FY'03 | | FY'03 Adjust. | | FY'03 | | FY'04 | | Change from Original FY'03 | | Change from Adjust. FY'03 with Supp. | | | |
|--|------------------------|-----------------------|-----------------------------|----------------------------------|-----------------------|-------------------------|---------------------------|-----------------------|----------------------------|---------------------------|--------------------------------------|--------------|-----------------------|--------------|
| | Original Appropriation | Budget Reduction | Supplemental Appropriations | Appropriation with Supplementals | Base Adjustments | Legislative Adjustments | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Final FY'04 Appropriation | Original FY'03 Dollar | Percent | Dollar | Percent |
| Alcoholic Beverage Laws Enforcement | \$4,010,797 | (\$314,848) | \$0 | \$3,695,949 | \$0 | (\$264,259) | \$3,431,690 | (\$579,107) | -14.4% | \$3,431,690 | (\$579,107) | -14.4% | (\$264,259) | -7.1% |
| Attorney General | \$7,107,784 | (\$546,186) | \$0 | \$6,561,598 | (\$320,430) | (\$446,241) | \$5,794,927 | (\$1,312,857) | -18.5% | \$5,794,927 | (\$1,312,857) | -18.5% | (\$766,671) | -11.7% |
| Corrections, Department of | \$392,828,555 | (\$30,837,042) | \$18,800,000 | \$380,791,513 | (\$18,800,000) | \$11,940,053 | \$373,931,566 | (\$18,896,989) | -4.8% | \$373,931,566 | (\$18,896,989) | -4.8% | (\$6,859,947) | -1.8% |
| Court of Criminal Appeals | \$2,817,556 | (\$221,176) | \$0 | \$2,596,378 | \$0 | \$38,000 | \$2,634,378 | (\$183,178) | -6.5% | \$2,634,378 | (\$183,178) | -6.5% | \$38,000 | 1.5% |
| District Attorneys and DAC | \$30,307,624 | (\$2,335,581) | \$0 | \$27,972,043 | \$0 | (\$1,999,988) | \$25,972,055 | (\$4,335,569) | -14.3% | \$25,972,055 | (\$4,335,569) | -14.3% | (\$1,999,988) | -7.1% |
| District Courts | \$40,897,067 | (\$1,417,253) | \$0 | \$39,479,814 | \$0 | \$1,417,253 | \$40,897,067 | \$0 | 0.0% | \$40,897,067 | \$0 | 0.0% | \$1,417,253 | 3.6% |
| Fire Marshal | \$1,875,056 | (\$147,192) | \$0 | \$1,727,864 | \$0 | (\$223,541) | \$1,504,323 | (\$370,733) | -19.8% | \$1,504,323 | (\$370,733) | -19.8% | (\$223,541) | -12.9% |
| Indigent Defense System | \$15,440,273 | (\$1,196,361) | \$600,000 | \$14,843,912 | (\$600,000) | \$0 | \$14,243,912 | (\$1,196,361) | -7.7% | \$14,243,912 | (\$1,196,361) | -7.7% | (\$600,000) | -4.0% |
| Investigation, State Bureau of | \$10,742,452 | (\$843,282) | \$0 | \$9,899,170 | \$0 | (\$457,786) | \$9,441,384 | (\$1,301,068) | -12.1% | \$9,441,384 | (\$1,301,068) | -12.1% | (\$457,786) | -4.6% |
| Judicial Complaints, Council on | \$301,681 | (\$23,682) | \$0 | \$277,999 | \$0 | (\$10,000) | \$267,999 | (\$33,682) | -11.2% | \$267,999 | (\$33,682) | -11.2% | (\$10,000) | -3.6% |
| Law Enforcement Education and Training | \$2,883,685 | (\$30,223) | \$0 | \$2,853,462 | \$0 | (\$204,021) | \$2,649,441 | (\$234,244) | -8.1% | \$2,649,441 | (\$234,244) | -8.1% | (\$204,021) | -7.1% |
| Medicolegal Investigations, Board of | \$3,916,936 | (\$307,636) | \$0 | \$3,611,300 | \$0 | (\$353,842) | \$3,257,458 | (\$661,478) | -16.9% | \$3,257,458 | (\$661,478) | -16.9% | (\$353,842) | -9.8% |
| Narcotics and Dangerous Drugs, Bureau of | \$9,925,357 | (\$465,141) | \$0 | \$5,460,216 | \$0 | (\$600,403) | \$4,859,813 | (\$1,065,544) | -18.0% | \$4,859,813 | (\$1,065,544) | -18.0% | (\$600,403) | -11.0% |
| Pardon and Parole Board | \$2,355,603 | (\$184,915) | \$0 | \$2,170,688 | \$0 | (\$55,203) | \$2,115,485 | (\$240,118) | -10.2% | \$2,115,485 | (\$240,118) | -10.2% | (\$55,203) | -2.5% |
| Public Safety, Department of | \$69,594,193 | (\$5,457,844) | \$0 | \$64,136,349 | \$0 | (\$1,706,817) | \$62,429,532 | (\$7,164,661) | -10.3% | \$62,429,532 | (\$7,164,661) | -10.3% | (\$1,706,817) | -2.7% |
| Supreme Court | \$13,543,032 | (\$1,039,578) | \$0 | \$12,503,454 | (\$541,112) | \$0 | \$11,962,342 | (\$1,580,690) | -11.7% | \$11,962,342 | (\$1,580,690) | -11.7% | (\$541,112) | -4.3% |
| Workers' Compensation Court | \$4,306,464 | (\$330,207) | \$0 | \$3,976,257 | \$0 | (\$284,301) | \$3,691,956 | (\$614,508) | -14.3% | \$3,691,956 | (\$614,508) | -14.3% | (\$284,301) | -7.1% |
| SUBTOTAL | \$608,856,115 | (\$45,698,149) | \$19,400,000 | \$582,557,966 | (\$20,261,542) | \$6,788,904 | \$568,085,328 | (\$39,770,787) | -6.5% | \$568,085,328 | (\$39,770,787) | -6.5% | (\$13,472,638) | -2.3% |



TABLE 2

FY'03 Supplemental Appropriations

SUBCOMMITTEE ON EDUCATION

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|---------------------|
| Education, Department of Replace revenue reductions in the Education Reform Revolving Fund | HB 1240, Section 1 | \$25,486,165 |
| Subcommittee Total | | \$25,486,165 |

SUBCOMMITTEE ON GENERAL GOVERNMENT AND TRANSPORTATION

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|--------------------|
| Office of State Finance Continued implementation of the statewide accounting system (CORE) | SB 189, Section 1 | \$1,000,000 |
| Oklahoma Tax Commission Seasonal employees for processing of income tax returns | HB 1241, Section 2 | \$477,000 |
| Subcommittee Total | | \$1,477,000 |

SUBCOMMITTEE ON HUMAN SERVICES

| Agency/Purpose | Bill & Section Number | Amount |
|--|--------------------------|------------------|
| Juvenile Affairs, Office of Postpone employee reduction-in-force (RIF) until June 1, 2003 | SB 188, Section 1 | \$100,000 |
| Subcommittee Total | | \$100,000 |

SUBCOMMITTEE ON PUBLIC SAFETY AND JUDICIARY

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|---------------------|
| Corrections, Department of Delay of agency wide furlough plan until April 1, 2003 | HB 1007, Section 1 | \$9,800,000 |
| Fund contract bed expenditures and reduce number of furlough days | SB 190, Section 1 | \$9,000,000 |
| Indigent Defense System Revenue from the State Judicial Fund to pay for conflict counsel | SB 205, Section 1 | \$600,000 |
| Subcommittee Total | | \$19,400,000 |

TOTAL

| |
|---------------------|
| \$46,463,165 |
|---------------------|



TABLE 3

**Appropriations from the Constitutional Reserve Fund
2003 Legislative Session**

SUBCOMMITTEE ON EDUCATION

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|---------------------|
| Education, Department of Replace revenue reductions in the Education Reform Revolving Fund | HB 1240, Section 1 | \$25,486,165 |
| Higher Education, State Regents of FY'04 Operations | SB 172, Section 2 | 21,199,498 |
| Subcommittee Total | | \$46,685,663 |

SUBCOMMITTEE ON GENERAL GOVERNMENT AND TRANSPORTATION

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|--------------------|
| Office of State Finance Continued implementation of the statewide accounting system (CORE) | SB 189, Section 1 | \$1,000,000 |
| Oklahoma Tax Commission Seasonal employees for processing of income tax returns | HB 1241, Section 2 | \$477,000 |
| Subcommittee Total | | \$1,477,000 |

SUBCOMMITTEE ON HEALTH AND SOCIAL SERVICES

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|---------------------|
| Health Care Authority FY'04 Operations | SB 40, Section 2 | 15,000,000 |
| Subcommittee Total | | \$15,000,000 |

SUBCOMMITTEE ON HUMAN SERVICES

| Agency/Purpose | Bill & Section Number | Amount |
|--|--------------------------|------------------|
| Juvenile Affairs, Office of Postpone employee reduction-in-force (RIF) until June 1, 2003 | SB 188, Section 1 | \$100,000 |
| Subcommittee Total | | \$100,000 |

SUBCOMMITTEE ON PUBLIC SAFETY AND JUDICIARY

| Agency/Purpose | Bill & Section Number | Amount |
|---|--------------------------|--------------------|
| Corrections, Department of Fund contract bed expenditures and reduce number of furlough days | SB 190, Section 1 | \$9,000,000 |
| Subcommittee Total | | \$9,000,000 |

TOTAL

\$72,262,663

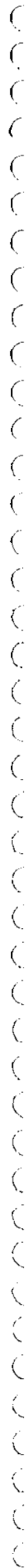
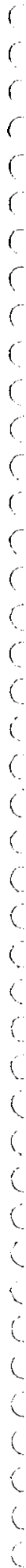


TABLE 4

History of the Constitutional Reserve Fund

| Year | June 30th Balance | Deposits | Expenditures | Agency | Project | Reference |
|------|-------------------|--------------|---|---|--|--|
| 1989 | 0 | 77,994,351 | 9,000,000 17,000,000 26,000,000 | Department of Corrections Department of Corrections | Prison Construction Prison Construction | 1988 Special Session, SB 2 Section 2 1989 Regular Session, HB 1638 Sections 1-2 |
| 1990 | 51,994,351 | 100,810,258 | 35,000,000 30,000,000 10,000,000 75,000,000 | Department of Education Ok. St. and Educ. Empl. Grp. Tax Commission | School Consolidation Fund Health Reserve Ad Valorem Prop. Appraisal | 1989-90 Special Session, HB 1016 Section 1 1989-90 Special Session, HB 1016 Section 3 1989-90 Special Session, HB 1016 Section 2 |
| 1991 | 77,804,609 | 73,929,614 | 26,800,000 3,200,000 30,000,000 | Regents for Higher Education Tax Commission | Higher Education Programs Ad Valorem Prop. Appraisal | 1991 Regular Session, SB 415 Sections 1-5 1991 Regular Session, SB 414 Section 6 |
| 1992 | 121,734,223 | 75,127,676 * | 26,700,000 5,000,000 2,000,000 25,288,630 300,000 350,000 1,639,547 100,000 500,000 61,878,177 | Regents for Higher Education Auditor and Inspector Board of Vo-tech Department of Human Serv. Department of Agriculture Dept. of Tourism and Rec. Water Resources Board Water Resources Board Governor | Higher Education Programs Ad Valorem Prop. Appraisal Equipment Medical Services and Equip. Rural Fire Grants Lake Murray Spillway Funding for EPA Grants Federal Clean Lakes Proj. State Emergency Fund | 1992 Regular Session, SB 793 Sections 1-3 1992 Regular Session, SB 793 Section 5 1992 Regular Session, SB 793 Section 4 1992 Regular Session, SB 793 Section 7-10 1992 Regular Session, SB 793 Section 11 1992 Regular Session, SB 793 Section 12 1992 Regular Session, SB 793 Section 13 1992 Regular Session, SB 793 Section 14 1992 Regular Session, SB 793 Section 6 |
| 1993 | 134,983,722 | 25,176 ** | 6,900,000 28,437,873 2,102,530 1,000,000 4,175,000 1,252,500 43,867,903 | State Board of Education Regents for Higher Education Board of Vo-tech Governor Tax Commission Water Resources Board | Mid-term Adjustments Higher Education Programs Equipment and Programs State Emergency Fund Ad Valorem Prop. Appraisal Funding for EPA Grants | 1993 Regular Session, SB 390 Section 1 1993 Regular Session, SB 390 Sections 3-8 1993 Regular Session, SB 390 Section 9 1993 Regular Session, SB 390 Section 12 1993 Regular Session, SB 390 Section 10 1993 Regular Session, SB 390 Section 11 |
| 1994 | 91,140,995 | 0 | 5,451,775 1,000,000 25,713,013 3,000,000 100,000 850,000 1,000,000 1,000,000 1,000,000 600,000 | Department of Education Department of Education Regents for Higher Education Board of Vo-tech Auditor and Inspector Election Board Governor Tax Commission Dept. of Human Services Conservation Commission | Mid-term Adjustments Altern. Educ. Pilot Grants Higher Education Programs Equipment and Programs Replace Revolving Fund Rev. Special Election Costs State Emergency Fund Ad Valorem Prop. Appraisal Juvenile Justice Programs Watershed Maintenance | 1994 Regular Session, HB 2761 Section 1 1994 Regular Session, HB 2761 Section 17 1994 Regular Session, HB 2761 Sections 6-10 1994 Regular Session, HB 2761 Section 11 1994 Regular Session, HB 2761 Section 5 1994 Regular Session, HB 2761 Section 14 1994 Regular Session, HB 2761 Section 13 1994 Regular Session, HB 2761 Section 12 1994 Regular Session, HB 2761 Section 15-16 1994 Regular Session, HB 2761 Section 18 |



| Year | June 30th Balance | Deposits | Expenditures | Agency | Project | Reference |
|----------------|-------------------|----------------|-------------------|------------------------------|---|---|
| 1994 (cont'd.) | | | 3,105,709 | Water Resources Board | Funding for EPA Grants | 1994 Regular Session, HB 2761 Section 3 |
| | | | 250,000 | Civil Emergency | Federal Disaster Relief Prog. | 1994 Regular Session, HB 2761 Section 4 |
| | | | 2,000,000 | Dept. of Corrections | Comm. Sent./Work Center | 1994 Regular Session, HB 2761 Section 19-20 |
| | | | 500,000 | Military Department | Armory Repairs | 1994 Regular Session, HB 2761 Section 21 |
| | | | <u>45,570,497</u> | | | |
| 1995 | 45,570,498 | 3,555 ** | 0 | | | |
| 1996 | 45,574,053 | 0 | 6,317,545 | Department of Education | 1994-95 Mid-term | 1996 Regular Session, HB 2824, Section 1 |
| | | | 6,770,799 | Department of Education | 1995-96 Mid-term | 1996 Regular Session, HB 2824, Section 2 |
| | | | 1,500,000 | Department of Education | Student Identification System | 1996 Regular Session, HB 2824, Section 3 |
| | | | 1,600,000 | Department of Agriculture | Rural Fire Protection Grants | 1996 Regular Session, HB 2824, Section 4 |
| | | | 1,000,000 | State Emergency Fund | State Emergencies | 1996 Regular Session, HB 2824, Section 5 |
| | | | 2,987,000 | Health Care Authority | Transition to Managed Care | 1996 Regular Session, HB 2824, Section 6 |
| | | | 320,428 | Military Department | Armory Maintenance | 1996 Regular Session, HB 2824, Section 7 |
| | | | 1,192,572 | Department of Public Safety | Trooper Academy/Vehicles | 1996 Regular Session, HB 2824, Section 8 |
| | | | 1,000,000 | Water Resources Board | Weather Modification | 1996 Regular Session, HB 2824, Section 9 |
| | | | <u>22,688,344</u> | | | |
| 1997 | 22,885,707 | 91,415,114 *** | 649,646 | Attorney General | Murrah Building Bombing Prosecution | 1997 Regular Session, HB 1832, Section 1 |
| | | | 1,175,850 | Water Resources Board | Sardis Res. Corp of Eng. Payment | 1997 Regular Session, HB 1832, Section 2 |
| | | | 1,000,000 | Water Resources Board | Weather Modification Prog. | 1997 Regular Session, HB 1832, Section 3 |
| | | | 50,000,000 | Department of Transportation | HB 1629 Road Plan | 1997 Regular Session, HB 1881, Section 1 |
| | | | <u>52,825,496</u> | | | |
| 1998 | 61,475,325 | 247,431,207 | 80,000,000 | Dept. of Transportation | Road Plan (HB 1629) | 1998 Regular Session, SB 965, Section 1 |
| | | | 22,000,000 | Regents for Higher Education | Higher Education Funding | 1998 Regular Session, SB 965, Sections 2-3 |
| | | | 342,000 | Office of State Finance | Telemedicine Line Charges | 1998 Regular Session, SB 965, Section 4 |
| | | | 2,000,000 | Regents for Higher Education | Langston University Endowed Chair | 1998 Regular Session, SB 965, Section 5 |
| | | | 5,000,000 | Vo-Tech Education | Training for Industry Program (TIP) | 1998 Regular Session, SB 965, Section 6 |
| | | | 8,200,000 | Department of Education | Tech./Clism. (Interactive Hook-ups) | 1998 Regular Session, SB 965, Section 7 |
| | | | 8,200,000 | Department of Education | Tech./Clism (Computers for Schools) | 1998 Regular Session, SB 965, Section 8 |
| | | | 752,000 | Tax Commission | Tax Commission Computer | 1998 Regular Session, SB 965, Section 9 |
| | | | 3,000,000 | Supreme Court | Supreme Ct/District Crt Computers | 1998 Regular Session, SB 965, Section 10 |
| | | | 5,000,000 | Historical Society | Murrah Memorial | 1998 Regular Session, SB 965, Section 11 |
| | | | 1,500,000 | Historical Society | Historical Society (Statewide Projects) | 1998 Regular Session, SB 965, Section 12 |
| | | | 1,500,000 | Tourism and Recreation | Golf Courses | 1998 Regular Session, SB 965, Section 13 |
| | | | 900,000 | Tourism and Recreation | State Parks Maintenance | 1998 Regular Session, SB 965, Section 14 |
| | | | 3,500,000 | Water Resources Board | Drinking Water Rev. Fund Loan Cap. | 1998 Regular Session, SB 965, Section 15 |
| | | | 500,000 | Water Resources Board | Weather Modification | 1998 Regular Session, SB 965, Section 16 |
| | | | 3,500,000 | Water Resources Board | Non-point Source Rev. Fund Grants | 1998 Regular Session, SB 965, Section 17 |
| | | | 1,000,000 | Water Resources Board | Water Quality Monitoring | 1998 Regular Session, SB 965, Section 18 |
| | | | 3,000,000 | Environmental Quality | Superfund EPA Cleanup (Tar Creek) | 1998 Regular Session, SB 965, Section 19 |
| | | | 125,000 | Dept. of Agriculture | Fire Ant Research | 1998 Regular Session, SB 965, Section 20 |
| | | | 1,750,000 | Conservation Commission | Cost Share Match Program | 1998 Regular Session, SB 965, Section 21 |
| | | | 1,000,000 | Indigent Defense | McVeigh/Nichols Defense (OIDS) | 1998 Regular Session, SB 965, Section 22 |
| | | | 500,000 | DMHSAS | Drug Court | 1998 Regular Session, SB 965, Section 23 |



| Year | June 30th Balance | Deposits | Expenditures | Agency | Project | Reference |
|----------------|-------------------|-------------|---|--------------------------------|---------------------------------------|---|
| 1998 (cont'd.) | | | 250,000 | Dept. of Human Services | Geriatric Day Care | 1998 Regular Session, SB 965, Section 24 |
| | | | 750,000 | Military Department | Armory Maintenance | 1998 Regular Session, SB 965, Section 25 |
| | | | 175,000 | Dept. of Central Services | Governor's Mansion Guard Facility | 1998 Regular Session, SB 965, Section 26 |
| | | | <u>154,444,000</u> | | | |
| 1999 | 154,462,532 | 144,017,401 | 82,170,925 | Dept. of Transportation | Capital Improvement (ROADS Prog.) | 1999 Regular Session, HB 1565, Section 1 |
| | | | 10,379,075 | Dept. of Transportation | State Highway Constr. & Maintenance | 1999 Regular Session, HB 1565, Section 2 |
| | | | 4,000,000 | State Emergency Fund | SEF (1/2 Earmarked-Tornado Damage) | 1999 Regular Session, HB 1565, Section 3 |
| | | | 1,000,000 | Vo-Tech Education | rapid Response Disaster Training | 1999 Regular Session, HB 1565, Section 5 |
| | | | 23,500,000 | Regents for Higher Education | Statewide Institutions | 1999 Regular Session, HB 1565, Section 6 |
| | | | 17,500,000 | Department of Education | State Aid Formula | 1999 Regular Session, HB 1565, Section 7 |
| | | | 571,000 | Dept. of Agriculture | U.S. Forestry Fire Suppression Reimb. | 1999 Regular Session, HB 1565, Section 8 |
| | | | 5,665,410 | Employment Security Comm. | Welfare-to-Work Block Grant Match | 1999 Regular Session, HB 1565, Section 9 |
| | | | 1,400,000 | DMHSAS | Eastern State Hospital Restructuring | 1999 Regular Session, HB 1565, Section 10 |
| | | | 500,000 | Medicolegal Investigations | Tulsa Facilities Improvements | 1999 Regular Session, HB 1565, Section 11 |
| | | | 285,000 | Historical Society | Capitol Complex/Centennial Comm. | 1999 Regular Session, HB 1565, Section 12 |
| | | | 500,000 | Department of Public Safety | Regional Trooper Headquarters Impr. | 1999 Regular Session, HB 1565, Section 13 |
| | | | 150,000 | Dept. of Tourism and Rec. | Foss Lake State Park Improvements | 1999 Regular Session, HB 1565, Section 14 |
| | | | 1,000,000 | Charter Schs. Incentive Fund | Charter Schools Applications/Schools | 1999 Regular Session, HB 1565, Section 15 |
| | | | <u>148,621,410</u> | | | |
| 2000 | 149,858,523 | 0 | 70,643,612 | Dept. of Transportation | Capital Improvement (ROADS Prog.) | 2000 Regular Session, SB 960, Section 1 |
| | | | 1,000,000 | Governor | State Emergency Fund | 2000 Regular Session, SB 960, Section 2 |
| | | | 1,000,000 | Water Resources Board | Weather Modification Program | 2000 Regular Session, SB 960, Section 3 |
| | | | 2,300,000 | Historical Society | Oklahoma City National Memorial | 2000 Regular Session, HB 2021, Section 1 |
| | | | <u>74,943,612</u> | | | |
| 2001 | 74,914,911 | 82,627,663 | 57,200,000 | Dept. of Transportation | Capital Improvement (ROADS Prog.) | 2001 Regular Session, SB 310, Section 1 |
| | | | 10,100,000 | State Emergency Fund | Ice Storm Matching Funds | 2001 Regular Session, SB 310, Section 2 |
| | | | 5,040,000 | Office of State Finance | Personnel and Accounting System | 2001 Regular Session, SB 310, Section 3 |
| | | | 981,287 | Dept. of Central Services | Renovations to Jim Thorpe Building | 2001 Regular Session, SB 310, Section 4 |
| | | | 250,000 | University Hospitals Auth. | Child Study Center | 2001 Regular Session, SB 310, Section 5 |
| | | | 2,700,000 | Regents for Higher Education | Univ. of Oklahoma Weather Center | 2001 Regular Session, SB 310, Section 6 |
| | | | 2,500,000 | Regents for Higher Education | Oklahoma State Univ./Tulsa Campus | 2001 Regular Session, SB 310, Section 7 |
| | | | <u>78,771,287</u> | | | |
| 2002 | 78,771,287 | 261,776,567 | <u>Emergency Declaration Expenditures</u> | | | |
| | | | 4,000,000 | Dept. of Environmental Quality | Tar Creek Superfund Site | 2002 Regular Session, HB 2587, Section 1 |
| | | | 639,674 | State Dept. of Education | FY'02 Certified Personnel Flex. Benf. | 2002 Regular Session, HB 2587, Section 2 |
| | | | 3,066,412 | State Dept. of Education | FY'02 Support Personnel Flex. Benf. | 2002 Regular Session, HB 2587, Section 3 |
| | | | 170,000 | State Dept. of Education | FY'02 National Board Certification | 2002 Regular Session, HB 2587, Section 4 |
| | | | 6,192,898 | State Dept. of Education | FY'02 Gross Production Replacement | 2002 Regular Session, HB 2587, Section 5 |
| | | | 639,674 | State Dept. of Education | FY'03 Certified Personnel Flex. Benf. | 2002 Regular Session, HB 2587, Section 6 |
| | | | 3,066,412 | State Dept. of Education | FY'03 Support Personnel Flex. Benf. | 2002 Regular Session, HB 2587, Section 7 |
| | | | 170,000 | State Dept. of Education | FY'03 National Board Certification | 2002 Regular Session, HB 2587, Section 8 |
| | | | 68,938 | Ethics Commission | FY'02 Operations Shortfall | 2002 Regular Session, HB 2587, Section 9 |
| | | | 5,501,000 | State Emergency Fund | Disaster Related Assistance | 2002 Regular Session, HB 2587, Section 10 |
| | | | 13,385,796 | Regents for Higher Education | FY'02 Gross Production Replacement | 2002 Regular Session, HB 2587, Section 11 |





TABLE 5
2003 Legislative Session
Legislation Impacting Certified Funds

| | Adjustment Amounts FY'04 (100%) | Adjustment Amounts FY'04 (95%) |
|--|---------------------------------------|--------------------------------------|
| GENERAL REVENUE FUND | | |
| <u>Individual Income Tax</u> | | |
| HB 1593, Section 1 State Employee Compliance | \$1,742,400 | \$1,655,280 |
| HB 1356, Section 7 Data Mining | \$3,964,831 | \$3,766,589 |
| HB 1356, Sections 23-25 Non-Residential Withholding | \$1,829,520 | \$1,738,044 |
| SB 140, Section 2 Federal Refund Offset | \$3,920,400 | \$3,724,380 |
| <u>Corporate Income Tax</u> | | |
| HB 1356, Section 7 Data Mining | \$251,882 | \$239,288 |
| <u>Sales Tax</u> | | |
| HB 1593, Section 3 Sales Tax Acceleration | \$10,925,359 | \$10,379,091 |
| HB 1593, Section 6 Contractor Compliance | \$860,400 | \$817,380 |
| HB 1356, Section 7 Data Mining | \$2,541,622 | \$2,414,541 |
| HB 1356, Section 16 Sales Tax at Special Events | \$856,958 | \$814,110 |
| HB 1356, Section 17 Lower Discount Rate | \$104,108 | \$98,903 |
| SB 708, Section 12 Sales Tax Amnesty | \$344,160 | \$326,952 |
| <u>Use Tax</u> | | |
| HB 1593, Section 3 Use Tax Acceleration | \$1,157,346 | \$1,099,479 |
| HB 1593, Section 5 Voluntary Use Tax Compliance | \$355,056 | \$337,303 |
| <u>Gross Production Tax-Natural Gas</u> | | |
| HB 1250, Section 1 Natural Gas Price Calculation | \$60,737,000 | \$57,700,150 |
| <u>Insurance Premium Tax</u> | | |
| SB 206, Section 1 Reapportionment to 1017 | (\$72,850,000) | (\$69,207,500) |
| <u>Franchise Tax</u> | | |
| HB 1356, Section 7 Data Mining | \$160,000 | \$152,000 |
| <u>Cigarette Tax</u> | | |
| SB 200, Section 2 Savings from Debt Refinancing | \$18,854,738 | \$17,912,001 |
| HB 1250, Section 4 Debt Refinancing Transfer | \$10,190,060 | \$9,680,557 |



| | Adjustment Amounts FY'04 (100%) | Adjustment Amounts FY'04 (95%) |
|---|---------------------------------------|--------------------------------------|
| Other | | |
| HB 1580, Section 8 Abandoned Property Remittance | \$225,000 | \$213,750 |
| HB 1580, section 9 Holding Period for Abandoned Securities | \$2,000,000 | \$1,900,000 |
| HB 1214, Section 3 Creates LPG Revolving Fund | (\$550,032) | (\$522,530) |
| HB 1214, Section 4 LPG Transfer to General Revenue Fund | \$193,380 | \$183,711 |
| HB 1202, Section 1 Banking Deposit into General Revenue Fund | \$1,050,000 | \$997,500 |
| HB 1202, Section 4 Transfer Fees into Banking Revolving Fund | (\$3,603,201) | (\$3,423,041) |
| HB 1356, Section 16 Special Events Permits | \$100,000 | \$95,000 |
| <u>Total Changes to General Revenue Funds</u> | \$45,360,987 | \$43,092,938 |
| STATE JUDICIAL FUND | | |
| SB 81, Sections 1-7 Fee Increases | \$10,000,000 | \$9,500,000 |
| <u>Total Changes to State Judicial Fund</u> | \$10,000,000 | \$9,500,000 |
| <u>TOTAL CHANGES TO CERTIFIED FUNDS</u> | <u>\$55,360,987</u> | <u>\$52,592,938</u> |
| EDUCATION REFORM REVOLVING FUND - HB 1017 | | |
| <u>Individual Income Tax</u> | | |
| HB 1593, Section 1 State Employee Compliance | \$166,800 | N/A |
| HB 1356, Section 7 Data Mining | \$379,553 | N/A |
| HB 1356, Sections 23-25 Non-Residential Withholding | \$175,140 | N/A |
| SB 140, Section 2 Federal Refund Offset | \$375,300 | N/A |
| <u>Corporate Income Tax</u> | | |
| HB 1356, Section 7 Data Mining | \$52,635 | N/A |
| <u>Sales Tax</u> | | |
| HB 1593, Section 3 Sales Tax Acceleration | \$1,323,132 | N/A |
| HB 1593, Section 6 Contractor Compliance | \$104,200 | N/A |
| HB 1356, Section 7 Data Mining | \$307,807 | N/A |
| HB 1356, Section 16 Sales Tax at Special Events | \$103,783 | N/A |
| HB 1356, Section 17 Lower Discount Rate | \$12,608 | N/A |
| SB 708, Section 12 Sales Tax Amnesty | \$41,680 | N/A |



| | Adjustment Amounts FY'04 (100%) | Adjustment Amounts FY'04 (95%) |
|--|---------------------------------------|--------------------------------------|
| <u>Use Tax</u> | | |
| HB 1593, Section 3 Use Tax Acceleration | \$150,652 | N/A |
| HB 1593, Section 5 Voluntary Use Tax Compliance | \$46,218 | N/A |
| <u>Insurance Premium Tax</u> | | |
| SB 206, Section 1 Reapportionment to 1017 | \$155,000,000 | N/A |
| <u>Total Changes to Education Reform Revolving Fund</u> | <u>\$158,239,508</u> | <u>N/A</u> |
| <u>TOTAL CHANGES TO CERTIFIED FUNDS AND EDUCATION REFORM REVOLVING FUND</u> | <u>\$213,600,495</u> | <u>\$52,592,938</u> |



TABLE 6

2003 Legislative Session Appropriation and Related Measures

| <u>Subject</u> | <u>Bill Number</u> |
|---|------------------------|
| Supplemental Appropriation Bills | See Table 2 |
| Constitutional Reserve Fund..... | See Table 3 |
| Bond Authorization for History Center..... | SB 117 |
| County Election Board Salary Adjustments..... | SB 175 |
| Unclassified Register | SB 196 |
| State Bond Refinancing | SB 200 |
| Funds to Ad Valorem Reimbursement Fund | SB 201 |
| Allocation of Insurance Premium Tax | SB 206 |
| Common Education Funding Deadline..... | HB 1247 |
| Constitutional Amendment to State Rainy Day Fund | HB 1249 |
| Alteration of Natural Gas Revenue Estimates..... | HB 1250 |
| Tornado Relief | HB 1251 |
| FTE limit bill for non-appropriated agencies..... | HB 1254 |
| Legislative Budget Performance Oversight Committee..... | HB 1256 |
| Education Subcommittee | |
| Arts Council..... | HB 1158 |
| Career and Technology Education | SB 20 |
| Common Education..... | HB 1160 |
| Oklahoma Education Television Authority | HB 1161 |
| Regents for Higher Education | SB 172 |
| School Land Commission..... | SB 24 |
| Department of Libraries..... | SB 30 |
| Physician Manpower Training Commission | HB 1165 |
| Board of Private Vocational Schools | HB 1166 |
| Center for the Advancement of Science & Technology | SB 128 |
| School of Science and Mathematics | SB 26 |
| Teacher Preparation Commission..... | HB 1169 |
| General Government and Transportation Subcommittee | |
| Auditor & Inspector | HB 1170 |
| Department of Central Services | SB 180 |
| Civil Emergency Management | SB 130 |
| Election Board..... | HB 1173 |
| Ethics Commission..... | SB 176 |
| Office of State Finance | HB 1174 |
| Governor..... | HB 1175 |
| House of Representatives..... | HB 1176 |
| Legislative Service Bureau..... | HB 1177 |
| Lt. Governor..... | HB 1178 |
| Merit Protection Commission | SB 144 |
| Military Department..... | SB 134 |
| Office of Personnel Management..... | SB 146 |
| Secretary of State | HB 1182 |
| Senate | HB 1183 |
| Space Industry Development Authority | HB 1184 |
| Tax Commission | SB 140 |
| Department of Transportation | SB 184 |
| Treasurer | SB 142 |



| <u>Subject</u> | <u>Bill Number</u> |
|--|------------------------|
| Health and Social Services Subcommittee | |
| Oklahoma Health Care Authority | SB 40 |
| Health Department..... | HB 1189 |
| J.D. McCarty Center..... | SB 44 |
| Mental Health & Substance Abuse Services | HB 1191 |
| University Hospitals Authority..... | SB 48 |
| Department of Veteran's Affairs | HB 1193 |
| Human Services Subcommittee | |
| Commission on Children & Youth..... | SB 156 |
| Office of Handicapped Concerns | SB 158 |
| Human Rights Commission..... | SB 160 |
| Department of Human Services | HB 1197 |
| Indian Affairs Commission | SB 162 |
| Office of Juvenile Affairs | HB 1199 |
| Department of Rehabilitative Services | HB 1200 |
| Natural Resources and Regulatory Subcommittee | |
| Department of Agriculture, Food and Forestry | HB 1201 |
| Centennial Commission | SB 114 |
| Department of Commerce..... | SB 126 |
| Conservation Commission | SB 148 |
| Commission on Consumer Credit | HB 1206 |
| Corporation Commission..... | HB 1207 |
| Department of Environmental Quality..... | HB 1208 |
| Historical Society..... | SB 116 |
| Horse Racing Commission..... | HB 1210 |
| Insurance Department..... | HB 1211 |
| J.M. Davis Memorial Commission | SB 118 |
| Labor Department | SB 64 |
| Department of Mines..... | HB 1215 |
| Native American Cultural and Educational Authority | SB 126 |
| Scenic Rivers Commission..... | SB 74 |
| Securities Commission..... | HB 1218 |
| Department of Tourism & Recreation..... | HB 1219 |
| Water Resources Board..... | SB 154 |
| Will Rogers Memorial Commission | SB 120 |
| Public Safety and Judiciary Subcommittee | |
| ABLE Commission | HB 1222 |
| Attorney General..... | SB 88 |
| Corrections Department..... | HB 1224 |
| Court of Criminal Appeals | SB 78 |
| District Attorney..... | SB 90 |
| District Courts | SB 80 |
| Fire Marshal | HB 1229 |
| Indigent Defense System | SB 93 |
| Bureau of Investigation | HB 1231 |
| Council on Judicial Complaints..... | SB 82 |
| CLEET | HB 1233 |
| Board of Medicolegal Investigations..... | HB 1234 |
| Bureau of Narcotics & Dangerous Drugs | HB 1235 |
| Pardon and Parole Board..... | HB 1236 |
| Department of Public Safety | SB 104 |
| Supreme Court..... | SB 84 |
| Workers' Compensation Court | SB 86 |



TABLE 7

FY'04 Limits on Director's Salaries & Full-Time Equivalent Employees (FTE)

| Agency Name | FY'04 Authorized Annual Salary | Reference | FY'04 FTE Limit | Reference |
|--|--------------------------------------|----------------------|-----------------------|---------------------|
| Accountancy Board of Oklahoma | \$57,000 | 74 O.S., Sec. 3601 | 8.0 | 74 O.S., Sec. 3601 |
| Agriculture, Department of | \$76,000 | HB 1201, Section 12 | 515.0 | HB 1201, Section 12 |
| Alcoholic Beverage Laws Enforcement Commission | \$70,000 | HB 1222, Section 3 | 71.0 | HB 1222, Section 3 |
| Architects and Landscape Architects Board | \$50,000 | 74 O.S., Sec. 3601 | 4.0 | 74 O.S., Sec. 3601 |
| Arts Council | \$59,500 | HB 2425 Section 3 | 17.0 | HB 2425 Section 3 |
| Attorney General | \$103,109 | 74 O.S., Sec. 250.4 | 172.0 | SB 88, Section 4 |
| Auditor and Inspector | \$82,004 | 74 O.S., Sec. 250.4 | 169.0 | SB 217, Sec. 13 |
| Capital Investment Board | \$76,000 | 74 O.S., Sec. 3601 | 4.0 | 74 O.S., Sec. 3601 |
| Career and Technology Education, Department of | \$105,000 | HB 2427, Section 5 | 405.0 | HB 2427, Section 5 |
| Centennial Commission | \$77,500 | SB 114, Section 3 | 12.0 | SB 114, Section 3 |
| Central Services, Department of | \$74,520 | HB 2255, Sec. 9 | 390.0 | SB 245, Sec.14 |
| Children and Youth, Commission on | \$60,000 | SB 230, Section 3 | 25.5 | SB 230, Section 3 |
| Chiropractic Examiners Board | \$31,496 | 74 O.S., Sec. 3601 | 3.0 | 74 O.S., Sec. 3601 |
| Civil Emergency Management Administration | \$70,000 | SB 213, Sec. 6 | 32.0 | SB 213, Sec. 7 |
| Commerce, Department of | \$105,560 | SB 126, Section 11 | 185.0 | SB 126, Section 11 |
| Conservation Commission | \$60,184 | SB 148, Section 3 | 62.0 | SB 148, Section 3 |
| Consumer Credit Commission | \$56,316 | HB 1206, Section 3 | 16.0 | HB 1206, Section 3 |
| Corporation Commission -- Administrator | \$80,000 | HB 1207, Section 9 | 453.0 | HB 1207, Section 8 |
| Chairman | \$89,875 | 74 O.S., Sec. 250.7 | | |
| Commissioners | \$87,875 | 74 O.S., Sec. 250.4 | | |
| Corrections, Department of | \$110,000 | HB 1224, Section 4 | 5,844.6 | HB 1224, Section 4 |
| Cosmetology Board | \$42,000 | 74 O.S., Sec. 3601 | 16.0 | 74 O.S., Sec. 3601 |
| Court of Criminal Appeals | | | 36.0 | SB 78, Section 4 |
| Presiding Judge | \$110,299 | 20 O.S., Sec. 31.2 | | |
| Judge | \$106,706 | 20 O.S., Sec. 31.2 | | |
| Dentists, Board of Governors | \$57,226 | 74 O.S., Sec. 3601 | 5.0 | 74 O.S., Sec. 3601 |
| District Attorneys/District Attorney's Council | | | 1,241.0 | SB 90, Section 6 |
| District Attorneys | \$93,980 | 19 O.S., Sec. 215.30 | | |
| Executive Coordinator, DAC | \$93,980 | 19 O.S., Sec. 215.28 | | |
| District Courts | | | 643.0 | SB 80, Section 7 |
| District Judge | \$95,898 | 20 O.S., Sec. 92.1A | | |
| Associate Judge (pop. over 30,000) | \$87,875 | 20 O.S., Sec. 92.1A | | |
| Associate Judge (pop. up to 30,000) | \$85,500 | 20 O.S., Sec. 92.1A | | |
| Special Judge | \$80,750 | 20 O.S., Sec. 92.1A | | |
| Education, Department of | \$95,898 | 74 O.S., Sec. 250.4 | 554.0 | SB 1002, Section 34 |
| Educational Television Authority, Oklahoma | \$59,116 | SB 1060, Section 4 | 84.0 | SB 1060, Section 4 |
| Election Board | \$73,957 | SB 242, Sec. 4 | -- | -- |
| Embalmers and Funeral Directors Board | \$59,000 | 74 O.S., Sec. 3601 | 5.0 | 74 O.S., Sec. 3601 |
| Employment Securities Commission | \$83,000 | 74 O.S., Sec. 3601 | 1,150.0 | 74 O.S., Sec. 3601 |
| Engineers and Land Surveyors | \$48,000 | 74 O.S., Sec. 3601 | 7.0 | 74 O.S., Sec. 3601 |
| Environmental Quality, Department of | \$82,000 | HB 1208, Section 3 | 571.0 | HB 1208, Section 3 |
| Ethics Commission | \$78,664 (a) | | 7.0 | SB 242, Sec. 7 |
| Finance, Office of State | \$90,000 | 74 O.S., Sec. 10.5 | -- | -- |
| Fire Marshal | \$56,049 | HB 1229, Section 3 | 33.0 | HB 1229, Section 3 |
| Firefighters Pension and Retirement | \$85,000 | 74 O.S., Sec. 3601 | 11.0 | 74 O.S., Sec. 3601 |
| Governor | \$110,290 | 74 O.S., Sec. 250.4 | -- | -- |
| Grand River Dam Authority | \$115,000 | 74 O.S., Sec. 3601 | -- | 74 O.S., Sec. 3601 |
| Handicapped Concerns, Office of | \$45,000 | SB 230, Section 6 | 9.0 | SB 230, Section 6 |
| Health Care Authority | \$125,000 | HB 1517, Section 3 | 284.5 | HB 1517, Section 3 |
| Health Department | \$185,000 | HB 1517, Section 11 | 2,556.3 | HB 1517, Section 11 |
| Higher Education, Regents for | \$250,000 (a,b) | | N/A | |
| Historical Society | \$72,000 | SB 116, Section 3 | 168.0 | SB 116, Section 3 |
| Horse Racing Commission | \$67,059 | HB 1210, Section 3 | 43.0 | HB 1210, Section 3 |
| House of Representatives | | | | |
| Speaker | \$56,332 | Article 5, Sec. 21 | -- | -- |
| Majority and Minority Leaders | \$50,764 | Article 5, Sec. 21 | -- | -- |
| Members | \$38,400 | Article 5, Sec. 21 | -- | -- |
| Human Rights Commission | \$59,220 | SB 230, Section 9 | 28.0 | SB 230, Section 9 |
| Human Services, Department of | (a) | Article XXV, Sec. 4 | 7,879.0 | SB 235, Section 3 |
| Indian Affairs, Commission of | \$47,000 | SB 230, Section 12 | 6.0 | SB 230, Section 12 |

FY'02

FY'02



| Agency Name | Authorized Annual Salary | Reference | FTE Limit | Reference |
|--|--------------------------|--|-----------|---------------------|
| Indigent Defense System | \$110,463 | SB 93, Section 3 | 85.0 * | SB 93, Section 3 |
| Industrial Finance Authority | \$93,178 | 74 O.S., Sec. 3601 | 15.0 | 74 O.S., Sec. 3601 |
| Insurance Commissioner | \$87,875 | 74 O.S., Sec. 250.4 and 59 O.S., Sec. 858-705.1 | 143.0 | HB 1211, Section 3 |
| Insurance Fund | \$96,000 | 74 O.S., Sec. 3601 | 591.0 | 74 O.S., Sec. 3601 |
| Investigations, Oklahoma State Bureau of | \$74,222 | HB 1231, Section 3 | 305.0 | HB 1231, Section 3 |
| J.D. McCarty Center | \$70,000 | HB 1517, Section 25 | 134.0 | HB 1517, Section 25 |
| J.M. Davis Memorial | \$72,000 | SB 118, Section 3 | 10.5 | SB 118, Section 3 |
| Judicial Complaints, Council on | \$76,320 | SB 82, Section 3 | 2.0 | SB 82, Section 3 |
| Juvenile Affairs, Office of | \$90,000 | SB 235, Section 16 | 1,206.5 | SB 235, Section 16 |
| Labor Department | \$80,750 | 74 O.S., Sec. 250.4 | 136.0 | SB 64, Section 5 |
| Land Office Commission | \$72,000 | SB 1006, Section 3 | 62.5 | SB 1006, Section 3 |
| Law Enforcement Education and Training, Council on | \$52,136 | HB 1233, Section 5 | 41.0 | HB 1233, Section 5 |
| Legislative Services Bureau | \$59,038 (a) | | -- | -- |
| Libraries, Department of | \$72,000 | SB 1015, Section 3 | 82.8 | SB 1015, Section 3 |
| Lieutenant Governor | \$75,530 (e) | 74 O.S., Sec 250.4 and 74 O.S., Sec 8 | -- | -- |
| Marginally Producing Oil & Gas Wells Commission | \$58,000 | 74 O.S., Sec. 3601 | 4.0 | |
| Medical Licensure/Podiatric Examiners/ Perfusionists Examiners Boards | \$79,000 | 74 O.S., Sec. 3601 | 29.0 | 74 O.S., Sec. 3601 |
| Medicolegal Investigation, Board of | \$175,000 | HB 1234, Section 3 | 70.5 | HB 1234, Section 3 |
| Mental Health and Substance Abuse Services, Department of | \$125,000 | HB 1518, Section 28 | 2,651.0 | HB 1518, Section 28 |
| Merit Protection Commission | \$60,000 | SB 222, Sec. 3 | 11.0 | SB 222, Sec. 3 |
| Military Department | (c) | 44 O.S., Sec 27 | | |
| Mines, Department of | \$53,000 | HB 1215, Section 4 | 51.5 | HB 1215, Section 4 |
| Motor Vehicle Commission | \$51,931 | 74 O.S., Sec. 3601 | 4.0 | 74 O.S., Sec. 3601 |
| Narcotics and Dangerous Drugs, Bureau of | \$72,000 | HB 1235, Section 3 | 109.0 | HB 1235, Section 3 |
| Nurse Registration and Education, Board of | \$44,943 | 74 O.S., Sec. 3601 | 12.0 | 74 O.S., Sec. 3601 |
| Nursing Homes, Board of | \$65,000 | 74 O.S., Sec. 3601 | 4.0 | 74 O.S., Sec. 3601 |
| Optometry Board | Not Listed (a) | 74 O.S., Sec. 3601 | 2.0 | 74 O.S., Sec. 3601 |
| Osteopathic Examiners, Board of | \$66,000 | 74 O.S., Sec. 3601 | 5.0 | 74 O.S., Sec. 3601 |
| Pardon and Parole Board | \$65,000 | HB 1236, Section 3 | 47.0 | HB 1236, Section 3 |
| Peanut Commission | \$47,121 | 74 O.S., Sec. 3601 | 2.0 | 74 O.S., Sec. 3601 |
| Personnel Management, Office of | \$65,661 | SB 222, Sec. 6 | 116.5 | SB 222, Sec. 6 |
| Pharmacy, State Board of | \$77,000 | 74 O.S., Sec. 3601 | 9.0 | 74 O.S., Sec. 3601 |
| Physician Manpower Training Commission | \$50,822 | HB 2439, Section 4 | 6.0 | HB 2439, Section 4 |
| Police Pension and Retirement System | \$85,000 | 74 O.S., Sec. 3601 | 10.0 | 74 O.S., Sec. 3601 |
| Private Vocational Schools, Board of | \$40,281 | HB 2441, Section 3 | 3.0 | HB 2441, Section 3 |
| Psychologists Board | \$34,656 | 74 O.S., Sec. 3601 | 2.0 | 74 O.S., Sec. 3601 |
| Public Employees Retirement System | \$90,000 | 74 O.S., Sec. 3601 | 54.0 | 74 O.S., Sec. 3601 |
| Public Safety, Department of | \$87,000 | 47 O.S., Sec. 2-105.4 | 1,548.0 | SB 104, Section 5 |
| Real Estate Commission | \$62,000 | 74 O.S., Sec. 3601 | 26.0 | 74 O.S., Sec. 3601 |
| Rehabilitation Services, Department of | \$75,000 | SB 235, Section 10 | 813.3 | SB 235, Section 10 |
| Scenic Rivers Commission | \$44,640 | SB 74, Section 3 | 7.0 | SB 74, Section 3 |
| Science and Mathematics, School of | \$69,981 | SB 1004, Section 4 | 77.0 | SB 1004, Section 4 |
| Science and Technology, Center for the Advancement of | \$85,000 | HB 2445, Section 4 | 24.0 | HB 2445, Section 4 |
| Secretary of State | \$65,000 | 74 O.S., Sec. 10.5 | -- | -- |
| Securities Commission | \$110,000 | HB 1218, Section 3 | 32.0 | HB 1218, Section 3 |
| Senate | | | | |
| President Pro Tempore | \$56,332 | Article 5, Sec. 21 | -- | -- |
| Majority and Minority Leaders | \$50,764 | Article 5, Sec. 21 | -- | -- |
| Members | \$38,400 | Article 5, Sec. 21 | -- | -- |
| Social Workers Board | \$34,760 | 74 O.S., Sec. 3601 | 1.0 | 74 O.S., Sec. 3601 |
| Spaceport Authority | \$85,000 (a) | HB 2258 | -- | -- |
| Speech Pathology and Audiology Board | \$28,000 | 74 O.S., Sec. 3601 | 2.0 | 74 O.S., Sec. 3601 |
| State and Education Employees Group Insurance Board | \$93,494 | 74 O.S., Sec. 3601 | 178.0 | 74 O.S., Sec. 3601 |
| State Employees Benefits Council | \$74,291 | 74 O.S., Sec. 3601 | 31.0 | 74 O.S., Sec. 3601 |
| Student Loan Authority | \$98,000 | 74 O.S., Sec. 3601 | 68.0 | 74 O.S., Sec. 3601 |
| Supreme Court | | | 176.0 | SB 84, Section 7 |
| Chief Justice | \$110,299 | 20 O.S., Sec. 3.1 | | |
| Justice | \$106,706 | 20 O.S., Sec. 3.1 | | |
| Court of Civil Appeals Chief Justice | \$103,109 | 20 O.S., Sec. 30.2A | | |
| Court of Civil Appeals Justice | \$101,714 | 20 O.S., Sec. 30.2A | | |
| Administrator | \$101,714 (a) | | | |



| Agency Name | FY'02 Authorized Annual Salary | Reference | FY'02 FTE Limit | Reference |
|---|--------------------------------------|-------------------------------|-----------------------|---------------------|
| Tax Commission | | -- | 1,304.0 | SB 217, Sec. 4 |
| Chairman | \$85,000 | 68 O.S. Supp 2000, Sec. 102.1 | | |
| Vice-Chairman | \$84,500 | 68 O.S. Supp 2000, Sec. 102.1 | | |
| Secretary-Member | \$84,500 | 68 O.S. Supp 2000, Sec. 102.1 | | |
| Teacher Preparation Commission | \$62,200 | SB 1010, Section 3 | 9.0 | SB 1010, Section 3 |
| Teachers' Retirement System | \$90,000 | 74 O.S., Sec. 3601 | 52.0 | 74 O.S., Sec. 3601 |
| Tourism and Recreation, Department of | \$74,000 | HB 1219, Section 6 | 808.0 | HB 1219, Section 6 |
| Transportation, Department of | \$110,000 | SB 249, Sec. 8 | 3,125.0 | SB 249, Sec. 8 |
| Treasurer | \$82,004 | 74 O.S., Sec. 250.4 | 90.0 | SB 217, Sec. 8 |
| University Hospitals Authority | (a) | | 10.0 | HB 1517 Section 35 |
| Used Motor Vehicle and Parts Commission | \$53,905 | 74 O.S., Sec. 3601 | 12.0 | 74 O.S., Sec. 3601 |
| Veterans Affairs, Department of | \$75,000 | HB 1517, Section 39 | 1,682.0 | HB 1517, Section 39 |
| Veterinary Medical Examiners, Board of | \$34,950 | 74 O.S., Sec. 3601 | 6.0 | 74 O.S., Sec. 3601 |
| Water Resources Board | \$80,000 | SB 154, Section 4 | 90.0 | SB 154, Section 4 |
| Wheat Commission | \$57,000 | 74 O.S., Sec. 3601 | 7.0 | 74 O.S., Sec. 3601 |
| Will Rogers Memorial | \$73,144 (a) | | 16.5 | SB 120, Section 3 |
| Workers' Compensation Court | | | 108.0 | SB 86, Section 3 |
| Judges | \$95,898 | 85 O.S., Sec. 1.2 | | |
| Administrator | \$86,308 (d) | 85 O.S., Sec. 1.3d | | |

- (a) Salary is not limited by law. Salary is set by governing entity.
- (b) An additional maintenance and car taxable allowance of \$37,200 covers car expense, entertainment, public relations, etc.
- (c) The salary level for the Adjutant General and Assistant Adjutant general are statutorily set to be the equivalent of their federal rank.
- (d) The salary of the Administrator is limited to 90% of that authorized for a judge.
- (e) The Lt. Governor receives the salary of the Governor when performing the duties of that office pursuant to 74 O.S., Section 8.
- * The 65.0 FTE attorneys employed by OIDS are exempt from 85.0 FTE limit.

