

Dept. of Mines ( 12500)

Lead Administrator: Mary Ann Pritchard, Director

	FY'16 Projected Division/Program Funding By Source					Total
	Appropriations	Federal	Revolving	Local	Other*	
Administration	\$197,848	\$270,940	\$131,782			\$600,570
Coal Division	\$184,493	\$925,272	\$415,905			\$1,525,670
Minerals Division	\$490,726	\$0	\$482,885			\$973,611
Data Processing ( IT)	\$0	\$36,000	\$23,000			\$59,000
Okl. Miner Training Inst.	\$5,000	\$124,742	\$150,000			\$279,742
						\$0
<b>Total</b>	<b>\$878,067</b>	<b>\$1,356,954</b>	<b>\$1,203,572</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,438,593</b>

\*Source of "Other" and % of "Other" total for each.

FY'15 Carryover	FY'15 Carryover by Funding Source					Total
	Appropriations	Federal	Revolving	Local	Other*	
	\$70,392					\$70,392

\*Source of "Other" and % of "Other" total for each.

What Changes did the Agency Make between FY'15 and FY'16?

- Are there any services no longer provided because of budget cuts?  
None
- What services are provided at a higher cost to the user?  
None
- What services are still provided but with a slower response rate?  
None
- Did the agency provide any pay raises that were not legislatively/statutorily required? If so, please provide a detailed description in a separate document.  
The agency awarded some pay for performance raises that were issued from the period of October 2014 - March 2015. They were evaluated on a monthly basis, and awarded based upon performance criteria. There were not across the board raises, nor was every employee given a raise.

	FY'17 Requested Division/Program Funding By Source					% Change
	Appropriations	Federal	Revolving	Other	Total	
Administration	\$197,848	\$270,940	\$131,782			-100.00%
Coal Division	\$184,493	\$925,272	\$415,905			-100.00%
Minerals Division	\$490,726	\$0	\$482,885			-100.00%
Data Processing ( IT)	\$0	\$36,000	\$23,000			-100.00%
Okl. Miner Training Inst.	\$5,000	\$124,742	\$150,000			-100.00%
<b>Total</b>	<b>\$878,067</b>	<b>\$1,356,954</b>	<b>\$1,203,572</b>	<b>\$0</b>	<b>\$0</b>	<b>-100.00%</b>

\*Source of "Other" and % of "Other" total for each.

FY'17 Top Five Appropriation Funding Requests

Request 1: Description	\$ Amount
Agency Operations	\$878,067
Request 2: Description	
Request 3: Description	
Request 4: Description	
Request 5: Description	

Total Increase above FY-17 Request

How would the agency handle a 5% appropriation reduction in FY'17?

A five percent reduction would be approximately \$43,997. We have an anticipated retirement that will not be filled.

How would the agency handle a 7.5% appropriation reduction in FY'17?

A 7.5% cut would be \$65,855. We have an anticipated retirement that will not be filled. In addition, the part time positions at the agency would need to be reassigned to full time active employees.

How would the agency handle a 10% appropriation reduction in FY'17?

A 10% cut would be \$87,806. We have an anticipated retirement that will not be filled. In addition, the part time positions at the agency would need to be reassigned to full time active employees. Additionally, the agency would postpone the acquisition of an inspection vehicle.

Is the agency seeking any fee increases for FY'16?

Increase	N/A	\$ Amount
Increase 1	N/A	\$0
Increase 2	N/A	\$0
Increase 3	N/A	\$0

What are the agency's top 2-3 capital or technology (one-time) requests, if applicable?

N/A

Federal Government Impact

- How much federal money received by the agency is tied to a mandate by the Federal Government?  
100% of the federal funds received from the Office of Surface Mining Reclamation and Enforcement (OSMRE) are tied to mandates. The State of Oklahoma has primary for the administration and enforcement of the coal mining program in Oklahoma.
- Are any of those funds inadequate to pay for the federal mandate?  
The OSMRE federal funds require approximately a 50% match. Due to the limited ability of our agency to match federal funding, there have been missed opportunities to utilize available federal funds. Consequently, things such as technology upgrades, vehicle replacement and field equipment purchases were tabled until those needs became critical. We are pending award of our current federal grant with the OSMRE.
- What would the consequences be of ending all of the federal funded programs for your agency?  
The State of Oklahoma would need to replace the OSMRE federal funding with state resources, or the state's failure to fund this program would result in the federal government taking over the regulation, permit issuance and enforcement of coal mining in Oklahoma. The OMTI is mandated by state law, and would still require to have funding for that program. The only solution would be a funding stream supplied via appropriations or significant fee changes for the mining industry to obtain their training and certification.
- Has the agency requested any additional federal earmarks or increases?  
No.

Division and Program Descriptions

<b>Administration</b>	This program includes the Director and support staff, comprised of the financial staff.
<b>Coal Division</b>	The coal program includes the administration and enforcement of the coal regulatory program for the State of Oklahoma. It includes all permitting activities, inspection, CCB, reclamation and legal actions associated with the program enforcement.
<b>CCB (FlyAsh)</b>	Coal Combustion Byproduct (CCB) placement is an environmental necessity. The placement assists in the reclamation of old abandoned mine sites left by previous operations. All fly ash, bottom ash, or any other material produced by coal combustion, power generating facilities and kiln dust generated by cement producing entities shall be exempt from all solid waste permitting requirements pursuant to Title 27A of the Oklahoma Statutes, provided such ash or dust is constructively reutilized, or disposed of in any active or inactive coal or noncoal mining operations subject to the provisions contained in Title 45 of the Oklahoma Statutes.

<b>Minerals</b>	This program includes all activities of the Minerals Division. It includes all permitting activities, reclamation inspections and all health and safety inspections on mine sites and the enforcement of non-mining blasting. There are over 700 permitted sites in all 77 counties of the state.
<b>Blasting</b>	The non-mining blasting program is responsible for the regulation of blasting, and the use, transfer, or sale of explosives for non-mining purposes. Responsibilities include the issuance of blasting permits, the issuance of blasting exemptions, the inspection of blasting sites and the seller's records, the investigation of blasting complaints, the issuance of violations and the assessment of penalties for non-compliance.
<b>Oklahoma Miner Training Institute</b>	The Oklahoma Miner Training Institute (OMTI) is responsible for the statutorily mandated training of all miners on the mine sites in the state, as outlined under Title 45. The OMTI trains and certifies miners from other states and independent contractors.
<b>Data Processing/IT</b>	This is now a mandated separate activity of the agency. In previous fiscal years, these costs were recorded as part of the administration costs.

FY'17 Budgeted FTE						
	Supervisors	Classified	Unclassified	\$0 - \$35 K	\$35 K - \$70 K	\$70 K - \$\$\$
Coal Program	5	0	15.5	1	14.5	0
Minerals Program	2	0	12.5	1	11.5	0
Administration	2	0	6	0	5	1
Okla. Miner Training Institute	0	0	0	0	0	0
<b>Total</b>	<b>9</b>	<b>0</b>	<b>34</b>	<b>2</b>	<b>31</b>	<b>1</b>

FTE History					
	2016 Budgeted	2015	2012	2009	2005
Administration	6	6	6	8	8
Coal Division	15	15	15	15	16
Minerals Division	12	12	11	12	13
<b>Total</b>	<b>33</b>	<b>33</b>	<b>32</b>	<b>35</b>	<b>37</b>

Performance Measure Review					
	FY'15	FY'14	FY'13	FY'12	FY'11
<b>Health and Safety Inspections</b> Each mining operation must be inspected a minimum of 4-6 times per year; based upon the status of the mine. Inspections may occur more frequently based upon mine or permit condition.	3375	3409	3075	3836	5469
<b>Permit issued/renewals</b> Each mining operation either receives a life expectancy permit, or renews an existing permit.	663	643	651	621	644

Revolving Funds (200 Series Funds)			
	FY'13-15 Avg. Revenues	FY'13-15 Avg. Expenditures	June '15 Balance
<b>Revolving Fund I</b> Department of Mines- Agency Operations	\$908,534	\$887,511	\$43,996
<b>Revolving Fund II</b> Okla. Miner Training Institute	\$128,737	\$113,201	\$78,857