

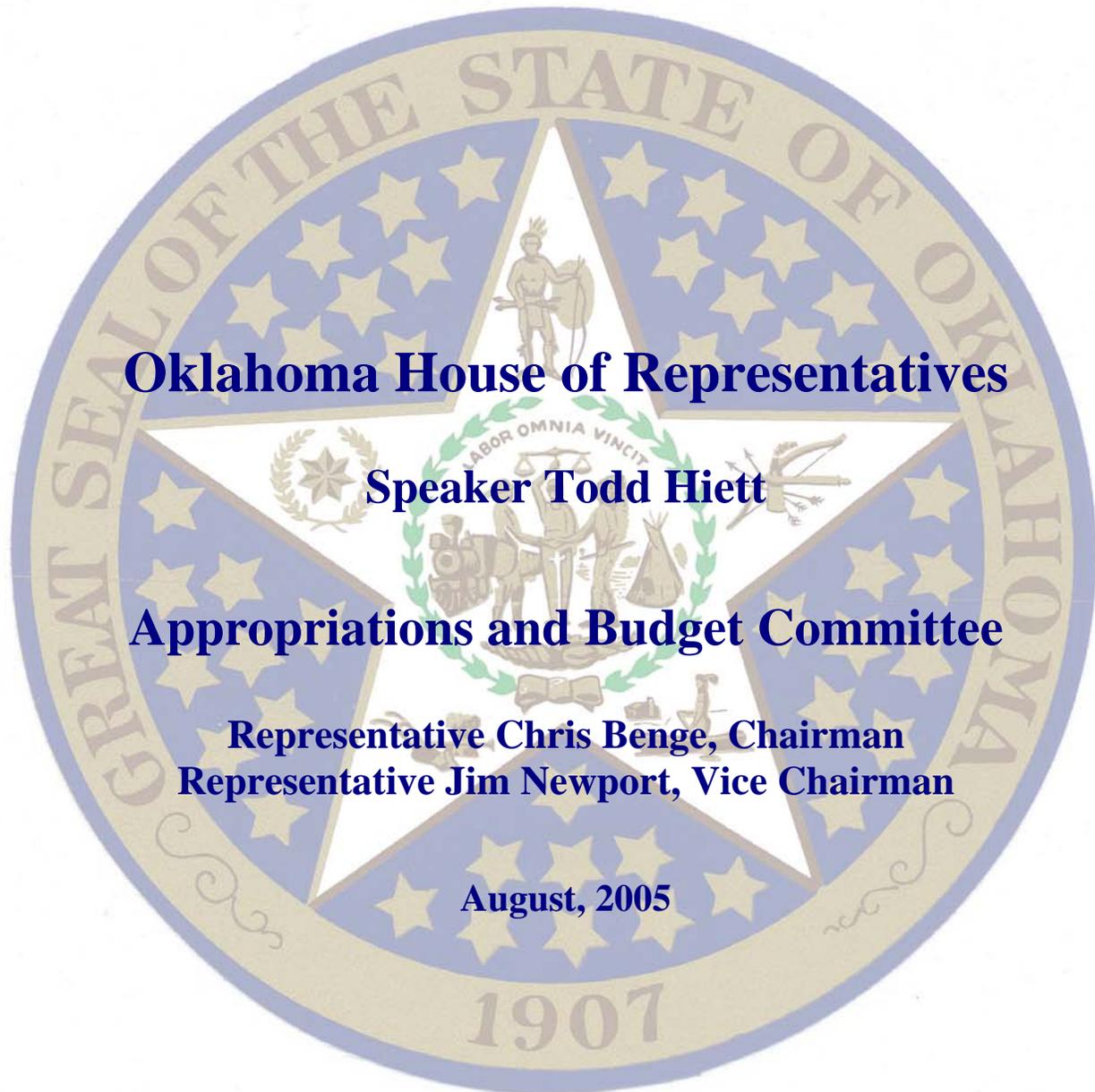


OKLAHOMA HOUSE OF REPRESENTATIVES

FY-06 LEGISLATIVE APPROPRIATIONS

AUGUST, 2005

Fiscal Year 2006 Legislative Appropriations



Oklahoma House of Representatives

Speaker Todd Hiett

Appropriations and Budget Committee

Representative Chris Benge, Chairman

Representative Jim Newport, Vice Chairman

August, 2005

**Prepared by:
Office of Budget and Performance Review**

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PREFACE AND ACKNOWLEDGMENTS

The primary purpose of this document is to serve as a reference to House members, staff and other interested parties in summarizing the Fiscal Year 2006 Legislative Budget Process. As the final report on appropriations of the 2005 Legislative Session, this document contains specific information relating to the issues addressed by the Legislature in constructing the FY-05 budget for the State of Oklahoma.

This report contains a host of detailed information pertaining to past and present decisions affecting FY-05 appropriations. It is hoped that the content and format are presented in a manner that is useful to members of the House, their constituents and the overall appropriations process. A ten-year appropriation history of each state appropriated agency is included as a final summary for the readers' review.

Each staff member of the Office of Budget and Performance Review is to be commended for making contributions in preparing information for this report, as well as for their professional and dedicated work throughout the 2005 legislative session. Significant contributions to the appropriations process also were made by Mark Harter and Scott Emerson of the Legal Division. Special thanks are also deserving of Barbara Porter, Assistant to the Appropriations and Budget Committee and Laurie Nicoll, Legislative Assistant.

Important to the final work product were Marlene Wynn for putting this document together, David Ligon for editing, and Mark Tygret for contributions to the graphs and charts.

Janice Buchanan
Associate Director
Office of Budget and Performance Review
House of Representatives

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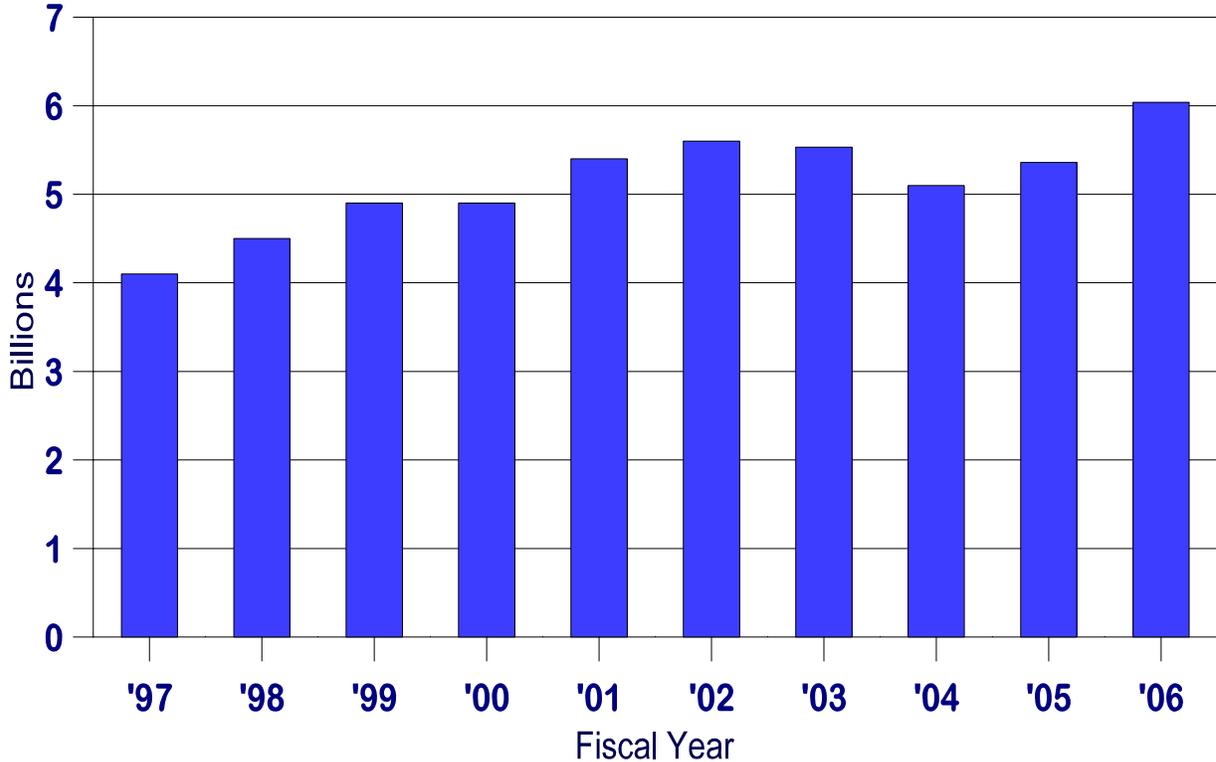
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TEN YEAR APPROPRIATION HISTORY

TOTAL APPROPRIATION LEVEL

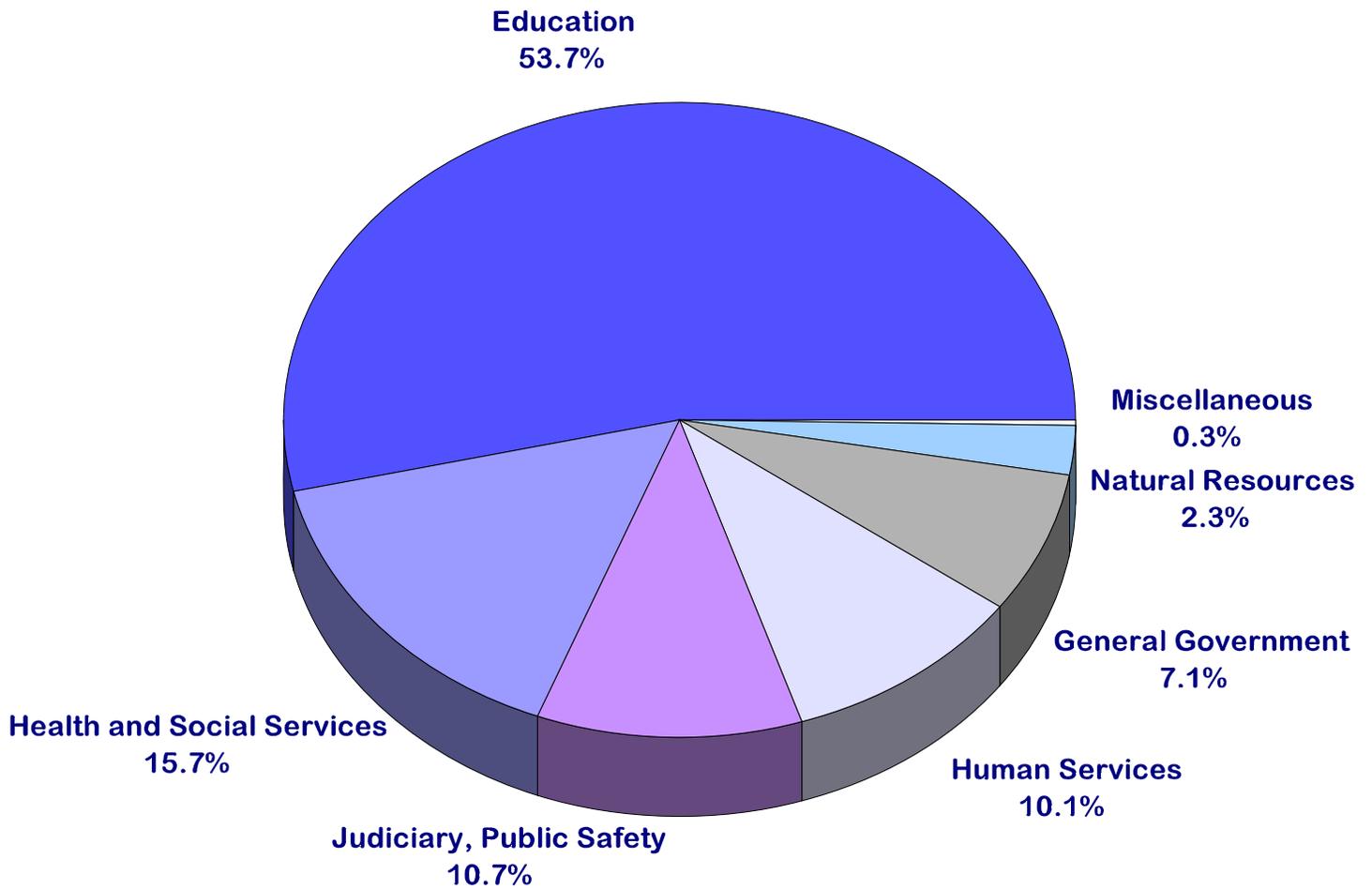


FY-97	\$4,104,977,667	FY-02	\$5,611,514,760
FY-98	\$4,498,606,699	FY-03(Orig.)	\$5,532,095,223
FY-99	\$4,877,234,307	FY-04	\$5,106,597,024
FY-00	\$4,937,170,096	FY-05	\$5,358,101,676
FY-01	\$5,350,656,390	FY-06	\$6,038,003,816

Notes:

1. These figures include appropriations, pension systems, capital and special projects. Figures exclude supplemental appropriations.
2. Totals also include the Tobacco Settlement Fund, the Common Education Technology Revolving Fund, the Education Reform Revolving Fund, the Higher Education Scholarship Revolving Fund and the Higher Education Capital Revolving Fund.

DISTRIBUTION OF FY-06 APPROPRIATIONS BY SUBCOMMITTEE



Total Appropriations = \$6,038,003,816

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

FY-06 APPROPRIATIONS OVERVIEW

Fiscal Environment

The surging price of oil and gas, coupled with marginally increased tax revenues in virtually all categories, presented members of the 1st Session of the 50th Oklahoma Legislature with a historic opportunity to reassess state funding priorities. At the top of this list were providing taxpayers and the business sector with permanent tax relief; addressing long-standing transportation and higher education infrastructure needs; meeting previous legislative commitments to raise the state's teacher salaries to the regional average; funding 100% of teachers' health care benefits; and providing state employees with the second half of a previously approved pay increase.

Meeting Legislative Commitments

The House's strategic budget plan, by necessity, first focused on meeting legislative commitments by filling existing budget holes in key areas such as teacher compensation, teacher flexible benefits, state employee compensation, and ad valorem reimbursement to cities and counties (\$173.9 million); maintenance of health and human services needs based on the loss of federal funds, principally the change in the Federal Medical Assistance Program (\$133 million); the annualization of the FY-05 agency supplemental requests (\$61.8 million); and debt services commitments (\$76.6 million). Taken as a whole the total cost of keeping these previous legislative commitments totaled \$445.3 million or 61% of the total amount of \$734.5 million available in new monies.

Emphasis on Certain Funding Priorities: Tax Relief and Transportation

With a significant part of the remaining new monies, the House addressed two of its highest priorities: permanent income tax relief to the state's taxpayers in **HB 1547** and **SB 435**, as well as other measures (\$57.8 million in FY-06 and a minimum of \$165 million when fully funded in future years) and repair of the state's dilapidated roads and bridges. Included in the tax relief plan is a reduction of the top marginal rate from 6.65% to 6.25%, the first increase in the standard deduction in over twenty years; an increase in the exemption on retirement income; extension of the capital gains exemption to corporations; and numerous sales tax exemptions and income tax credits.

The passage of **HB 1078**, which provides \$17.5 million in FY-06 and will reach \$170 million when completely funded, allows the Department of Transportation to begin addressing the \$8 billion total state transportation infrastructure needs. The funding plan will result in over \$2.5 billion in the first twenty years. In addition, **SB 115** appropriates funds for the debt service on outstanding transportation obligations, freeing up over \$21 million annually for road maintenance.

Education

Education continued to be an important budget priority as Common Education received an increase of \$170 million. Appropriations were made to meet the year's costs required to raise the state's teacher salaries to the regional average (\$57.8 million), to completely cover the costs of teachers' health care benefits (\$42.8 million), and to provide ad valorem reimbursement to schools (\$25 million). An appropriation of \$21.6 million for 4-year-old full-day voluntary kindergarten and

remediation math laboratories was made in **HB 1020**. Further, the legislation provides \$800,000 for a student tracking and reporting (STAR) pilot program with the aim of reducing paperwork and increasing the use of technology in schools, and \$500,000 to implement the Academic Achievement Awards program. The achievement program will provide monetary awards in high-performing schools and/or "schools with the greatest amount of academic growth." **SB 60** also provides \$11.4 million from the Education Reform Revolving Fund to fund teacher salary increases.

Higher Education received an \$889 million appropriation, an increase of \$87 million. Included within this total were funds to pay the debt service costs on the \$475 million bond issue package approved in **HB 1191**; additional monies for the Oklahoma Higher Learning Access Program (\$7.2 million); and increased funds to channel through the Higher Education institutional state aid formula (\$41.6 million).

Health and Human Services

The health and social services area centered on replacing Federal Medical Assistance Percentage (FMAP) funds totaling \$35.5 million to the affected agencies; providing an additional \$63 million for children's medical services; increasing physician and hospital provider rates; expanding the drug court program statewide by creating 3,200 new treatment slots with an \$8 million appropriation; increasing core mental health services by \$5.5 million; and appropriating \$2.6 million to hire additional patient care assistants in veterans centers. Other programs addressed included providing funding for additional nursing home surveyors; creating 12-month eligibility for Medicaid recipients; adding three new Program for Assertive Community Treatment teams; increasing the residential care home rate; and funding a mental health court and jail diversion program.

In human services, the focus remained on maintaining the state's existing programs to assist children, the elderly, and the poor. With this objective, the Legislature provided the Department of Human Services (DHS) with the largest FY-05 supplemental (\$20 million) and annualized this same amount for FY-06. Other programs receiving additional funding included: Adoption (over 1,200 children were adopted the past three years); Advantage Waiver which assists the elderly to remain in their homes, rather than being placed in a nursing home; a reduction of persons on the Developmental Disabilities Waiting List; a restoration of Adult Day Care Services to the level prior to FY-02; and increased funding for child support enforcement. DHS and the Office of Juvenile Affairs also received sufficient appropriations to increase the reimbursement rate to providers and to such provider's employees, many for the first time in several years.

Public Safety and Natural Resources

In an effort to maintain the public's safety, the Legislature provided an additional \$25.3 million to the Department of Corrections and an additional \$13.8 million or a 21% increase to the Department of Public Safety. The latter amount, in part, funds two Trooper Academies (\$3.4 million) for the first time since 2002 and replaces law enforcement funds derived by an expiring tag fee (\$5.6 million). The state term life insurance provided to the families of those serving in the state's National Guard was increased to \$250,000 per soldier at an annual cost to the state of \$1.85 million.

In the area of natural resources, the Legislature made a number of significant changes. These included: redirecting funds of onetime special projects, which resulted in savings of over \$13 million; providing a record level of park system maintenance funding (\$3.8 million) to the Oklahoma Tourism and Recreation Department; providing record funding (\$1 million) to the

Oklahoma Conservation Commission for watershed dam rehabilitation and flood control; and stabilizing the revenue sources in the Corporation Commission and the Department of Agriculture, Food and Forestry. The latter agency also received an additional \$1.8 million for debt service to renovate the diagnostic laboratories in Oklahoma City and at the OSU campus in Stillwater. The Oklahoma Historical Society received a record funding increase (\$2.8 million) to fully fund and operate the Historical Society and the new Oklahoma History Center which will be a Smithsonian Affiliate.

Government Efficiency

This session a concentrated legislative effort was made to curb the rate of growth of state government and improve efficiency. This effort resulted in expenditure cuts to the state agencies in selected areas totaling \$73.3 million and in the reduction of agencies' authorized employee positions by 916 to more accurately reflect such agencies' actual employee needs. During the interim, the Legislature will continue to utilize the appropriation and budget subcommittee process to review the state agencies for further cost savings.

Fiscal Outlook

On the surface, the fiscal outlook for developing the FY-07 budget might appear to be quite rosy. With a moderately expanding state economy coupled with record reserves of at least \$88.3 million and taxpayer relief provided from the passage of **HB 1193** of as much as \$45 to \$90 depending on filing status, the state appears to be in sound financial shape heading into the next fiscal year, particularly in comparison to recent lean fiscal years.

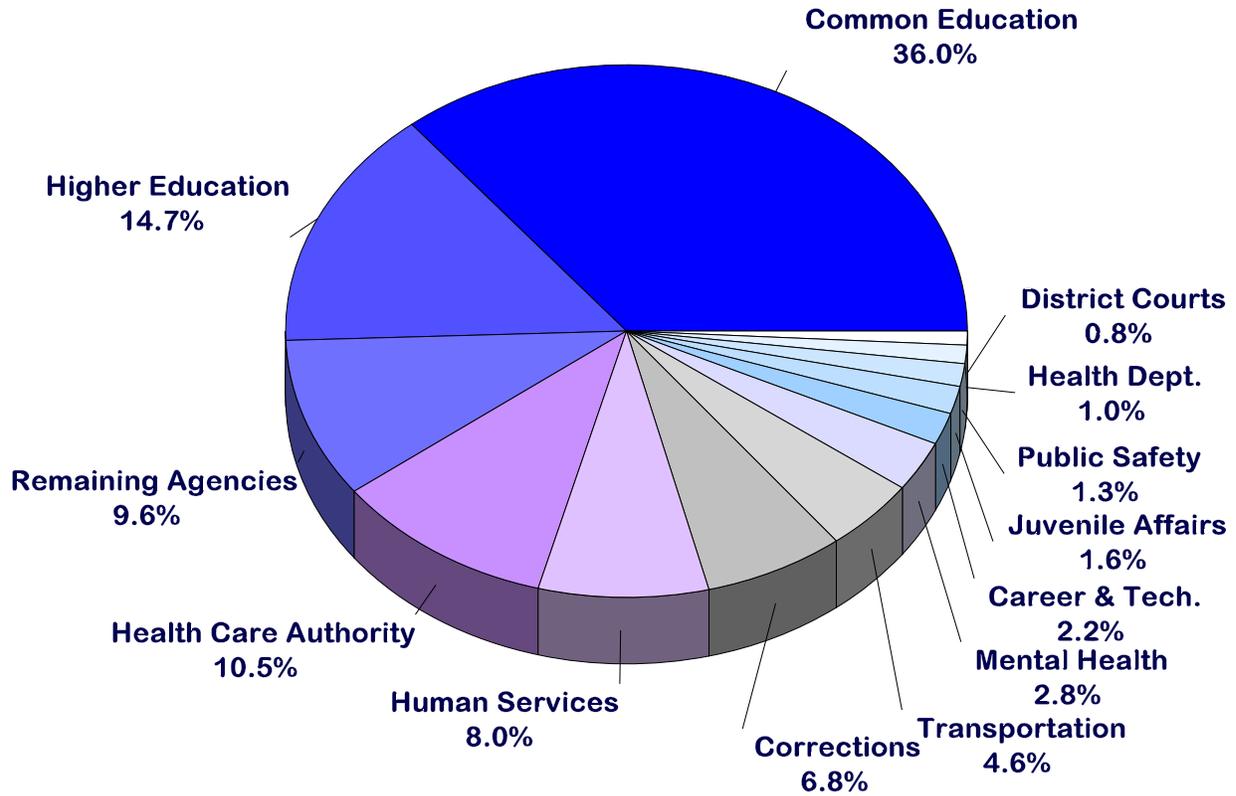
This outlook, however, should be tempered by the fact that much of the state's recent economic growth is being driven by record oil and gas prices which obscures a relatively modest state economic growth rate. What also remains to be seen is the amount of gaming revenues that the state can expect to collect from recent changes in law (lottery; casino gaming), as well as the revenues generated from the tobacco tax increase approved last November.

With regard to the expenditure side of the ledger, funding must be set aside to pay the second year fiscal costs for the enacted teacher salary increases; any growth in the number of teachers or amount necessary to fully fund teacher health benefits; the road and bridge improvement plan initiated this fiscal year; and the tax relief efforts enacted this past session. Lurking ominously in the future are changes at the federal level which could dramatically increase the state's cost related to Medicaid and providing services to the state's least advantaged - children, the poor, and the elderly.

Based on previous legislative commitments, as much as \$500 million may be required in growth or new revenue to maintain present state government service levels in FY-07. As mentioned earlier, how successful the state is in meeting these commitments may largely depend on a volatile oil and gas revenue stream.

The following pages describe each agency's FY-06 appropriation in detail. A description of policy issues which played a role in the appropriations decision or will have an impact on the agency's FY-06 budget also is presented for the reader's review. Finally, a ten year appropriations history for each agency is graphically depicted.

DISTRIBUTION OF FY-06 APPROPRIATIONS TWELVE LARGEST AGENCIES

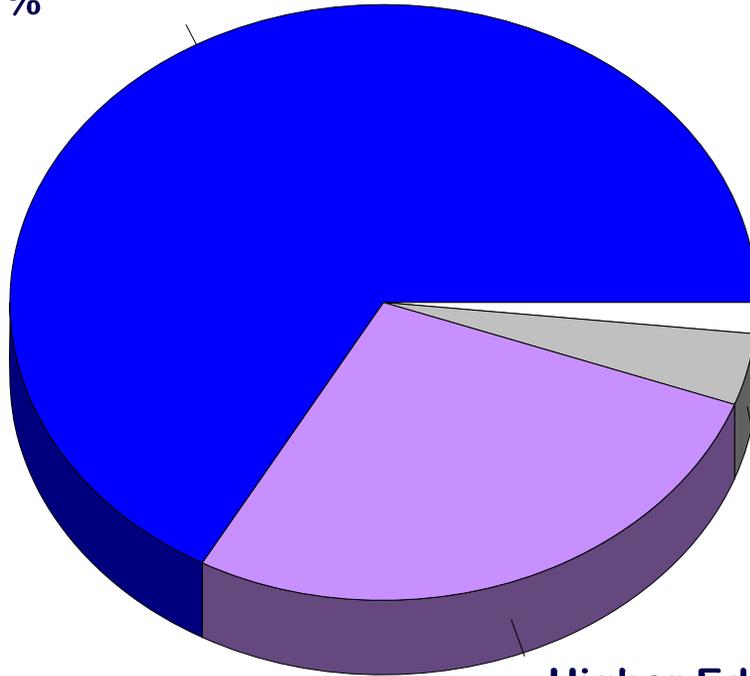


Common Education	\$2,175,663,450
Higher Education	889,433,880
Health Care Authority	634,786,355
Human Services	481,991,177
Corrections	409,443,403
Transportation	275,148,137
Mental Health	171,810,647
Career and Technology	130,287,358
Juvenile Affairs	98,323,348
Public Safety	78,887,770
Health Department	62,790,819
District Courts	47,300,000
Subtotal (90.4% of Total)	\$5,455,866,344
Remaining State Agencies	<u>582,137,472</u>
Total Appropriations	\$6,038,003,816

Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.

EDUCATION SUBCOMMITTEE DISTRIBUTION OF FY-06 APPROPRIATIONS

Common Education
67.1%



Other
1.5%

Career & Tech.
4.0%

Higher Education
27.4%

Common Education	\$2,175,663,450
Higher Education	889,433,880
Career and Technology	130,287,358
Other	
OCAST	12,400,942
Department of Libraries	6,681,355
School of Science and Math	7,020,513
Physician Manpower Training	5,361,490
Arts Council	4,243,338
Land Office Commission	4,719,497
Educational Television Authority	4,624,059
Teacher Preparation Commission	2,022,875
Private Vocational Schools	<u>171,879</u>
Subcommittee Total	\$3,242,630,636

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

OKLAHOMA ARTS COUNCIL

Betty Price, Executive Director

Agency #055

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,923,871	17.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	19,467	
b. Grant Increases	<u>300,000</u>	
Total Adjustments	\$319,467	0.0
FY-06 Appropriation and FTE Authorization	\$4,243,338	17.0
Percent Change from FY-05 to FY-06	8.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The agency received an increase of \$300,000 for additional Community Programs grants, which fund arts projects throughout the state. Total state funding of Community Programs now equals \$3,758,338.

III. POLICY ISSUES

None

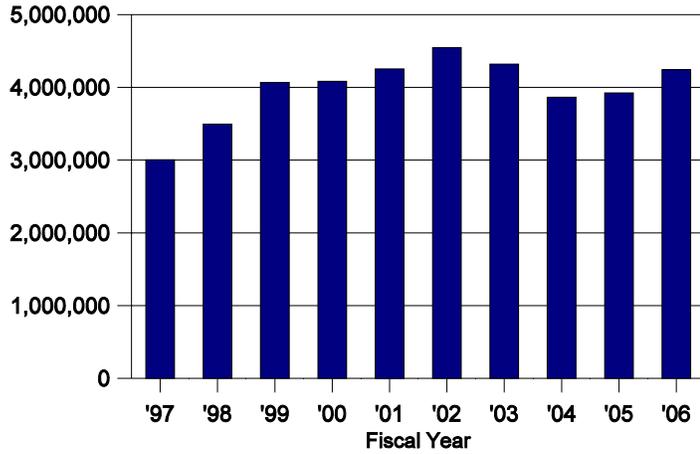
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$3,878,871	\$4,243,338	9.4%
Special Cash	45,000	0	(100.0)%
Interagency Transfers	175,085	175,085	0.0%
Federal Funds	633,100	589,200	(6.9)%
Total	\$4,732,056	\$5,007,623	5.8%

V. BUDGET REFERENCES

HB 1018, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$3,006,037	FY-02	\$4,545,772
FY-98	\$3,495,267	FY-03(Orig.)	\$4,318,483
FY-99	\$4,069,644	FY-04	\$3,864,077
FY-00	\$4,083,091	FY-05	\$3,923,871
FY-01	\$4,255,497	FY-06	\$4,243,338

Note:

1. FY-98 through FY-02 reflect increased support for local project assistance.

STATE BOARD OF CAREER AND TECHNOLOGY EDUCATION

Phil Berkenbile, Director

Agency #800

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$123,887,358	406.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	399,487	
b. Safety Training	500,000	
c. Inmate and Skills Centers	280,000	
d. Business/Industry/Adult Education	1,000,000	
e. Comprehensive High Schools and Tech Centers	<u>4,220,513</u>	
Total Adjustments	\$6,400,000	0.0
FY-06 Appropriation and FTE Authorization	\$130,287,358	406.0
Percent Change from FY-05 to FY-06	5.2%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funding was provided for curriculum and training to business and industry entities within the state in specialized areas, including trenching and shoring, vehicle safety, off-road vehicle operations, electrical-high voltage, safety culture, respiratory protection, and strategic planning.
- c. Increased funding to Inmate and Skills Centers was provided to train more adult and juvenile inmates in state facilities in areas including occupational, employability, and life skills.
- d. The Legislature appropriated \$750,000 for the Training in Industries Program (which aids new companies) and \$250,000 for Training in Existing Industries.
- e. Funding increases were given specifically for comprehensive schools (\$1,500,000) and general school operations (\$2,720,513).

III. POLICY ISSUES

- a. **SB 668** requires school district treasurers and encumbrance clerks to complete at least 12 hours of instruction on school finance laws, accounting, ethics and the duties and responsibilities of a their positions and at least 12 hours of continuing education every three years. The measure requires that school district and technology center district contracts with architects, contractors and engineers include a sworn statement that work or materials will meet specifications and that

no payment has been made by any state or local official, officer or employee to obtain or procure the contract or purchase order. It also modifies insurance and auditing requirements for school districts. The bill authorizes payment of school activity fund custodian's bond from the general fund and exempts districts with permanent millage from the requirement to adopt and publish annual preliminary estimate of needs. Districts would be authorized to furnish transportation to students outside of this state. SB 668 also authorizes transportation for co-curricular and extracurricular activities and authorizes school districts to purchase used transportation equipment without requirements for sealed bids. Sections relating to school district insurance, school district budget adoption, signed statement required for certain contracts with school districts, definitions in the school district budget act, dismissal of teachers upon loss of average attendance, contents of audit reports and contracts with architects, contractors, and engineers are repealed.

- b. **HB 1178** provides a supplemental appropriation of \$1.5 million to the Department for FY-05 program needs in the Training in Industry Program, as well as modifies the FY-05 expenditure limits to allow the agency to utilize FY-04 carryover funds for FY-05 expenditures.

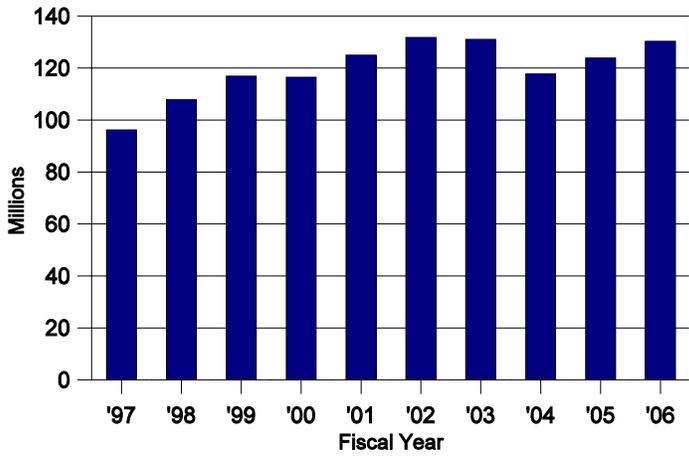
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$123,787,358	\$130,287,358	5.3%
Special Cash	100,000	0	(100.0)%
Revolving Funds	6,403,425	6,504,294	1.6%
Federal Funds	25,210,752	24,004,846	(4.8)%
Total	\$155,501,535	\$160,796,498	3.4%

V. BUDGET REFERENCES

SB 57, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$96,177,115	FY-02	\$131,846,398
FY-98	\$107,875,417	FY-03(Orig.)	\$131,196,667
FY-99	\$116,939,996	FY-04	\$117,822,607
FY-00	\$116,516,706	FY-05	\$123,887,358
FY-01	\$125,023,744	FY-06	\$130,287,358

STATE BOARD OF EDUCATION

Sandy Garrett, State Superintendent

Agency #265

I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS

	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,007,663,450	400.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	661,975	
b. Formula Increase	21,600,000	
c. Teachers' Salary Increase FY-06	57,774,443	
d. Certified Staff Health Insurance	32,873,603	
e. Support Staff Health Insurance	9,932,981	
f. School Consolidation Assistance Fund	3,113,571	
g. Teachers' Retirement Fund	3,113,571	
h. Reading Remediation	3,000,000	
i. Student Information System (The WAVE)	2,543,654	
j. Math Improvement Initiative	2,000,000	
k. Middle School Math Labs	2,000,000	
l. National Board Certification Bonus	1,962,725	
m. Alternative Education	1,617,108	
n. STAR Pilot Districts	800,000	
o. Early Intervention/Sooner Start	567,517	
p. Academic Achievement Awards	500,000	
q. Parents as Teachers	500,000	
r. Testing Contract	363,264	
s. Advanced Placement	300,000	
t. Mentor Teacher Stipends	200,000	
u. Professional Development	196,986	
v. Charter Schools Incentive Fund	100,000	
w. School Board Training	50,000	
x. School Lunch Matching	39,768	

y. Summer Arts Institute	31,104	
z. '06 Administrative Efficiency Task Force	30,000	
aa. VISION	(522,270)	
bb. '05 Task Forces	(150,000)	
cc. '05 Supplemental for Teachers' Salaries	11,400,000	
dd. '06 HB 1017 Fund Repayment	<u>11,400,000</u>	
Total Adjustments	\$168,000,000	0.0
FY-06 Appropriation and FTE Authorization	\$2,175,663,450	400.0
Percent Change from FY-05 to FY-06	8.4%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations to the State Aid Formula were increased by \$21,600,000. Total Formula funding now equals \$1,743,984,418.
- c. The Legislature provided for the first year of a four-year teachers' salary increase designed to increase Oklahoma teachers' salaries sufficiently each year to reach the regional average by FY-09.
- d. Funding was provided to maintain state coverage of certified employees' health benefits at 100% of the Health Choice Hi-Option premium rate.
- e. Funding was provided to maintain state coverage of support employees' health benefits at 100% of the Health Choice Hi-Option premium rate.
- f. Per statutory requirement, five percent of anticipated Education Lottery revenue is automatically deposited into the School Consolidation Assistance Fund.
- g. Per statutory requirement, five percent of anticipated Education Lottery revenue is automatically deposited into the Teachers' Retirement System Dedicated Revenue Revolving Fund.
- h. An appropriation of \$3,000,000 will increase reading remediation services to third-graders. Remediation will receive \$7,103,404 in total funding for FY-06.
- i. Funding was required to implement the Student Information System, also known as "The WAVE." The WAVE will electronically collect data on all Oklahoma K-12 students, thus data can thereafter be used to generate state and federal student reports.
- j. This appropriation for the Math Improvement Initiative covers the cost of professional development for middle-level math teachers as well as a \$1,000 bonus for those teachers who demonstrate successful completion of the program. **SB 982** includes language creating this program.

- k. Funding for Middle School Math Labs meets the cost of math-intensive programs at low-performing schools and includes equipment, teacher training and maintenance. The Math Lab Program was also part of **SB 982**.
- l. Education Leadership Oklahoma (National Board Certification) received an increase of \$200,000 for teacher application costs and \$1,762,725 for the yearly \$5,000 bonus for successful graduates of the program. Program funding equals \$7,490,307 for FY-06.
- m. Funding was partially restored to Alternative and High Challenge Education Programs in the amount of \$1,617,108, but remains at 3.13% or nearly \$612,000 below FY-02 funding levels.
- n. The Legislature appropriated \$800,000 for Student Tracking and Reporting (STAR) Pilot Districts, a new program created in **HB 1021** for FY-06 that would involve horizontal integration of student data among school sites and districts.
- o. Early Intervention was increased by \$567,517 for an FY-06 total of \$12,695,311 to provide services for the program's rising caseload.
- p. The Legislature appropriated \$500,000 for Academic Achievement Awards, a new program for FY-06 created in **HB 1992** in which monetary awards are distributed among Oklahoma's top performing schools.
- q. Funding for Parent Training Programs was increased with this \$500,000 appropriation, but remains 27% (over \$766,000) below the FY-02 funding level.
- r. This appropriation reflects increased costs associated with Criterion Reference Tests and End of Instruction Tests.
- s. Advanced Placement Program grants were increased by \$300,000 in an effort to restore budget cuts after FY-02. Total program funding for FY-06 equals \$3,111,169.
- t. Mentor Teacher stipends were partially restored for an FY-06 total of \$700,000, but remain 29% below the FY-02 funding level.
- u. Staff development efforts were increased to expand services offered by the Child Service Demonstration Center and the A+ Schools Art Program.
- v. Funding to the Charter Schools Incentive Fund increased by 200%.
- w. An appropriation of \$50,000 will assist in training new school board members in their duties.
- x. This appropriation reflects the rise in the number of students participating in the School Lunch program.
- y. The Summer Arts Institute at Quartz Mountain received an increase of \$31,104 to enable more teachers and students to participate in the event. This event will receive \$447,076 in FY-06.
- z. This increase of \$30,000 will assist the Task Force on Administrative Efficiency fulfill its mission of studying ways to reduce administrative costs.
- aa. Funding to the Virtual Internet School in Oklahoma Network was reduced by \$522,270, but the \$100,000 that remains coupled with \$45,000 through the Regents for Higher Education to pay for VISION's OneNet contract, will sufficiently maintain program operation in FY-06.

- bb. Funding for concluded FY-05 task forces was removed.
- cc. This supplemental funding represents the amount needed by the Department to fully fund the \$3,000 Certified Instructional Salary Increase from FY-00 (**SB 60**). The supplemental will be provided out of the Education Reform Revolving Fund.
- dd. In conjunction with the FY-05 supplemental detailed in “cc”, the Legislature also appropriated the same amount from FY-06 General Revenue back to the Education Reform Revolving Fund so as not to create a budget hole in the fund for next year's appropriations. This item will be removed from the Board's funding base next year.

III. POLICY ISSUES

- a. **HB 1021** creates the Task Force on School District Administrative Efficiency for the purpose of studying how administration and operations may be made more efficient through administrative reorganization and consolidation. It also creates the Student Tracking and Reporting Pilot Program, which will provide for the development and implementation of a horizontal school district and school site level student data management and reporting system based on the Schools Interoperability Framework industry open-standard.
- b. **HB 1183** appropriates \$25 million to be transferred to the Oklahoma Tax Commission's Ad Valorem Reimbursement Fund for reimbursement to the school districts (through the counties) which claim lost revenue due to tax exemptions granted for new or expanded manufacturing or research and development facilities.
- c. **HB 1992** creates the Academic Achievement Awards Program. The program includes two separate awards, the top score award and the top growth award. Each award is given to the top school site in each of five groups of schools based on Academic Performance Index scores for the year. Accompanying the school awards will be monetary awards for all qualified employees at each of the school sites.
- d. **SB 60** appropriates \$11.4 million to the State Board of Education for the purpose of enhancing funding for teachers' salaries.
- e. **SB 216** provides a supplemental appropriation of \$15.2 million to the Department for FY-05 certified and support staff health benefits, as well as the National Board Certification bonuses. The supplemental was apportioned as follows: \$387,725 for National Board Certification bonuses, \$12,010,266 for Certified Staff health benefits, and \$2,820,949 for Support Staff health benefits.
- f. **SB 271** prohibits school districts from decreasing the total compensation, consisting of salary and fringe benefits, of a support employee for the next school year in comparison to the preceding school year, as long as the employee is employed by the same school district both years and unless the hours or the duties of the person are reduced proportionately. The measure provides that the prohibition would preclude a school district from reducing or eliminating health insurance benefits for a support employee if the hours of the employee are reduced below the number required to qualify for the health insurance benefit.
- g. **SB 326** prohibits school districts from directly or indirectly transferring funds to a local foundation or rendering services or providing any thing of value to a local foundation without receiving documented adequate payment or reimbursement according to a written contract. The measure prohibits the language from being construed as prohibiting payment by the district of

claims for expenses of fundraising for the benefit of the district, if the fundraising activities are approved in advance by the local board of education and made a part of the minutes of the meeting of the board. The measure also allows a school district, notwithstanding any statutory requirements to school districts limiting student access to foods of minimal nutritional value, to allow for the sale or distribution of any food or beverage item for fund-raising purposes by students, teachers or other groups when the sale of the item is intended to occur off-school property or after-school hours.

- h. **SB 668** requires school district treasurers and encumbrance clerks to complete at least 12 hours of instruction on school finance laws, accounting, ethics and the duties and responsibilities of a their positions and at least 12 hours of continuing education every three years. The measure requires that school district and technology center district contracts with architects, contractors and engineers include a sworn statement that work or materials will meet specifications and that no payment has been made by any state or local official, officer or employee to obtain or procure the contract or purchase order. Provisions modify insurance and auditing requirements for school districts. The bill authorizes payment of school activity fund custodian's bond from the general fund and exempts districts with permanent millage from the requirement to adopt and publish annual preliminary estimate of needs. Districts are authorized to furnish transportation to students outside of this state. The bill also authorizes transportation for co-curricular and extracurricular activities and authorizes school districts to purchase used transportation equipment without requirements for sealed bids.
- i. **SB 982**, the "Achieving Classroom Excellence Act of 2005," has multiple purposes. Provisions create a 19-member Achieving Classroom Excellence Task Force to study the testing requirements for eighth grade and high school and make recommendations on subjects to be included for demonstration of mastery. The bill provides for additional end-of-instruction tests to be developed, benchmarks and cut scores for assessments, optional methods to demonstrate subject matter mastery, alternatives for English language learners, exceptions that may be needed, intervention strategies, remediation options, consequences for students, review of other states' experiences, development of an action plan to implement recommendations, information to provide to teachers, parents and students that will emphasize the initiative as a tool to improve student success and funding necessary to implement recommendations. Provisions also establish the Oklahoma Mathematics Improvement Program and Middle Level Mathematics Laboratories, provide for funding of Full-Day Kindergarten by 2011 and provide up to six hours of concurrent enrollment at a public institution of higher education for certain qualified high school seniors.

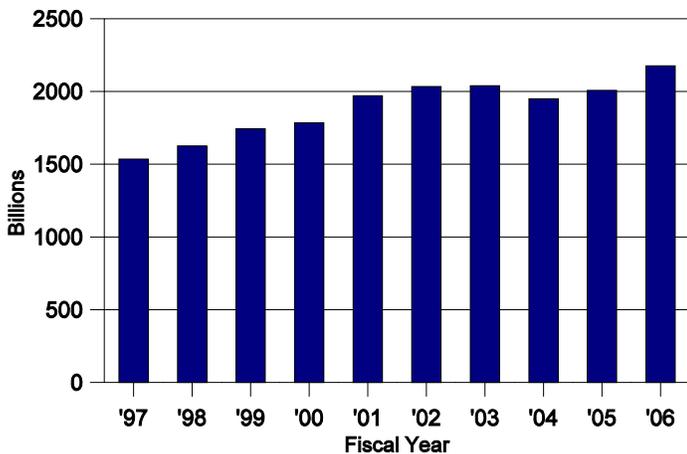
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue	\$1,553,573,898	\$1,558,337,665	0.3%
Special Cash	1,676,340	0	(100.0)%
Education Reform Rev. Fund	427,660,946	481,590,263	12.6%
Common Education Technology Revolving Fund	34,032,209	63,318,647	86.1%
Mineral Leasing - FY-06	0	2,945,000	N/A
Mineral Leasing - FY-05	1,900,000	0	(100.0)%
Mineral Leasing - FY-04	0	2,222,594	N/A
Mineral Leasing - FY-03	220,057	0	(100.0)%
Revolving Funds	1,212,077	1,099,882	(9.3)%
Federal Funds	609,063,555	593,581,894	(2.5)%
Jobs and Growth Tax Relief	0	33,000,000	N/A
Education Lottery	0	34,249,281	N/A
Total	\$2,629,339,082	\$2,770,345,226	5.4%

V. BUDGET REFERENCE

HB 1020, Sections 1 through 13; HB 1184, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$1,535,699,774	FY-02	\$2,034,909,788
FY-98	\$1,626,290,254	FY-03(Orig.)	\$2,040,028,941
FY-99	\$1,741,031,635	FY-04	\$1,950,625,265
FY-00	\$1,784,826,960	FY-05	\$2,007,663,450
FY-01	\$1,971,371,430	FY-06	\$2,175,663,450

OKLAHOMA EDUCATIONAL TELEVISION AUTHORITY

John McCarroll, Director

Agency #266

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$4,201,753	84.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	96,306	
b. Grant Increases	<u>326,000</u>	
Total Adjustments	\$422,306	0.0
FY-06 Appropriation and FTE Authorization	\$4,624,059	84.0
Percent Change from FY-05 to FY-06	10.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The agency received an increase of \$326,000 for the further compliance with FCC requirements relating to the operation of digital TV transmission.

III. POLICY ISSUES

None

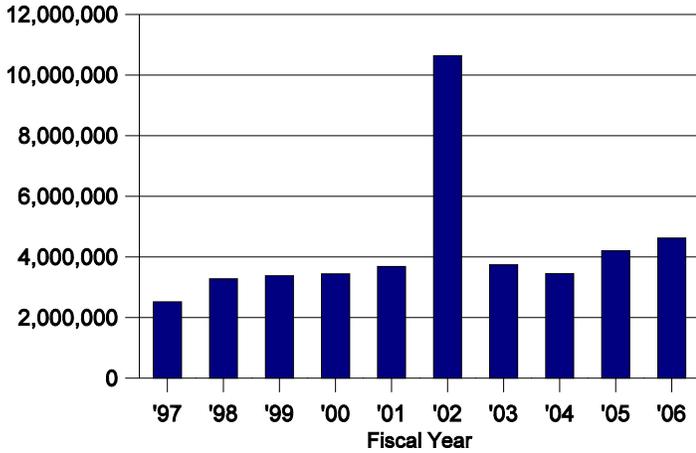
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$4,201,753	\$4,624,059	10.1%
Federal Funds	519,293	467,999	(9.9)%
Revolving Funds	4,155,228	3,894,457	(6.3)%
Total	\$8,876,274	\$8,986,515	1.2%

V. BUDGET REFERENCES

HB 1022, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,518,361	FY-02	\$10,638,732
FY-98	\$3,283,681	FY-03(Orig.)	\$3,741,795
FY-99	\$3,385,382	FY-04	\$3,448,064
FY-00	\$3,441,158	FY-05	\$4,201,753
FY-01	\$3,685,817	FY-06	\$4,624,059

Note:

1. The increase for FY-02 and subsequent decrease for FY-03 represents an investment for new equipment for conversion to digital transmission.

STATE REGENTS FOR HIGHER EDUCATION

Paul Risser, Chancellor

Agency #605

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$802,136,296	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	362,178	
b. Chiropractor Scholarships	40,000	
c. OK Tuition Equalization Grants	1,344,650	
d. OK Tuition Aid Grants	1,344,650	
e. Academic Scholars Program	700,000	
f. Concurrent Enrollment	1,400,000	
g. Office of Accountability	500,000	
h. Other Scholarships	5,000,000	
i. Section 13 Offset	8,000,000	
j. OHLAP Increase	12,000,000	
k. Debt Service for Capital Bond Issue	15,022,000	
l. Institutional Budgets Increase	<u>41,584,106</u>	
Total Adjustments	\$87,297,584	N/A
FY-06 Appropriation and FTE Authorization	\$889,433,880	N/A
Percent Change from FY-05 to FY-06	10.9%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding meets the cost of providing Chiropractors' Scholarships to Oklahoma residents.
- c. The State Regents are authorized to transfer an additional \$1,344,650 to the Oklahoma Tuition Equalization Grant Trust Fund for FY-06, bringing the total appropriation for this program to \$2,344,650.
- d. The Legislature appropriated an additional \$1,344,650 to the Oklahoma Tuition Aid Grants for FY-06, bringing the total funding level for this program to \$19,086,083. This program is need-based.

- e. Increased funding to the Academic Scholars Program was provided to offer more scholarships to academically outstanding students who attend an Oklahoma college or university. Total FY-06 funding equals \$8,004,500.
- f. Provisions in **SB 982** included covering the cost of up to 6 hours per semester of concurrent enrollment for high school seniors at state universities or colleges.
- g. The Regents received an increase for the Office of Accountability to conduct more School Performance Reviews.
- h. Additional funding for scholarships will be provided from anticipated Education Lottery revenue.
- i. Section 13 Offset received an increase of \$8 million to help pay for immediate capital improvements at the State's universities and colleges. Funding will be provided from anticipated Education Lottery revenue.
- j. The funding will be directed to the Oklahoma Higher Learning Access Program (OHLAP) from anticipated gaming revenues.
- k. This figure reflects the amount needed to pay back obligations on the \$500 million capital bond issue in FY-06. Funding will be provided from anticipated Education Lottery revenue.
- l. The State System of Higher Education received an increase of \$41,584,106 to assist with mandatory costs for universities and colleges throughout the state.

III. POLICY ISSUES

- a. **HB 1185** authorizes the Regents to expend \$4 million more than was originally authorized for FY-05 as supplemental funding for the Oklahoma Higher Learning Access Program.
- b. **HB 1191** and **SB 745** constitute the "Oklahoma Higher Education Promise of Excellence Act of 2005," which authorizes the Oklahoma Capital Improvement Authority to issue bond obligations up to \$475 million to provide capital improvement's at the state's colleges and universities. Multiple sources of revenue may be used for payment of debt service, including Education Lottery funds earmarked for higher education.
- c. **HB 1506** provides tuition waivers at any public institution of Higher Education within Oklahoma for the children of Emergency Medical Technicians who are killed in the line of duty.
- d. **HCR 1022** authorizes the Board of Regents for the Oklahoma Agricultural and Mechanical Colleges to issue revenue bonds with a principal amount of up to \$6 million for the purpose of constructing the Science and Technology Research Center at Oklahoma State University.
- e. **HCR 1023** authorizes the Board of Regents for the Oklahoma Agricultural and Mechanical Colleges, acting on behalf of Oklahoma State University, to issue revenue bonds in the amount

of \$5 million for the purpose of constructing a Hospital Annex building adjacent to the Boren Veterinary Medical Teaching Hospital.

- f. **SB 64** states the McCurtain County Higher Education Program becomes the branch campus in McCurtain County of Southeastern Oklahoma State University. The bill also contains other clean-up language related to various higher education branch campuses.
- g. **SB 448** modifies the Oklahoma College Savings Plan Deduction by increasing the deduction limit from \$2,500 per account contributed to \$10,000 deduction per taxpayer or \$20,000 for those filing as married joint.
- h. **SB 982**, also known as the "Achieving Classroom Excellence Act of 2005," has multiple purposes. The bill creates a 19-member Achieving Classroom Excellence Task Force to study the testing requirements for eighth grade and high school and make recommendations on subjects to be included for demonstration of mastery. Provisions also call for additional end-of-instruction tests to be developed, benchmarks and cut scores for assessments, optional methods to demonstrate subject matter mastery, alternatives for English language learners, exceptions that may be needed, intervention strategies, remediation options, consequences for students, review of other states' experiences, development of an action plan to implement recommendations, and information to provide to teachers, parents and students that will emphasize the initiative as a tool to improve student success and funding necessary to implement recommendations. SB 982 also establishes the Oklahoma Mathematics Improvement Program and Middle Level Mathematics Laboratories, provides for funding of Full-Day Kindergarten by 2011, and provides for up to six hours of concurrent enrollment at a public institution of higher education for certain qualified high school seniors.
- i. **SCR 23** authorizes the Board of Regents for the University of Oklahoma, acting on behalf of Rogers State University, to issue revenue bonds in the amount of \$10.0 million for the purpose of acquiring, constructing, renovating, remodeling, expanding, and equipping several Rogers State University campus capital projects including, but not limited to, facilities used by students; revenue-producing facilities; other renovations including furnishings, equipment, and related landscaping; and exterior amenities on the Rogers State University campus including, but not limited to, the construction of a new multipurpose building and sports facility.

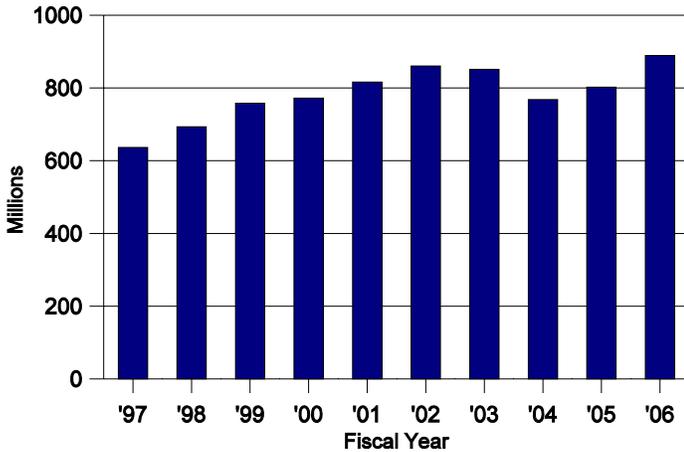
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$638,018,492	\$705,042,104	10.5%
Special Cash	96,053,386	9,500,000	(90.1)%
Higher Education Capital Revolving Fund	34,032,209	63,318,647	86.1%
Oklahoma Student Aid Revolving Fund	38,032,209	59,318,647	56.0%
Education Lottery Trust Fund	0	28,022,139	N/A
Job Growth and Tax Relief Fund	0	17,000,000	N/A
OHLAP Trust Fund	0	7,232,343	N/A
Tuition and Fees	505,455,878	567,548,475	12.3%
Total	\$1,311,592,174	\$1,456,982,355	11.1%

V. BUDGET REFERENCES

SB 63, Sections 1 through 12

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$636,206,579	FY-02	\$860,475,547
FY-98	\$693,299,391	FY-03(Orig.)	\$851,255,610
FY-99	\$757,862,120	FY-04	\$768,130,523
FY-00	\$772,165,329	FY-05	\$802,136,296
FY-01	\$816,172,157	FY-06	\$889,433,880

COMMISSIONERS OF THE LAND OFFICE

Clifton Scott, Secretary

Agency #410

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$4,747,965	63.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	95,532	
b. Delete Onetimes	(124,000)	
Total Adjustments	(\$28,468)	0.0
FY-06 Appropriation and FTE Authorization	\$4,719,497	63.0
Percent Change from FY-05 to FY-06	(0.6)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funding for onetime FY-05 projects was removed from the agency’s budget. Projects included Geographic Information System equipment, other database equipment, and real estate brokerage related to the Texhoma acquisition.

III. POLICY ISSUES

None

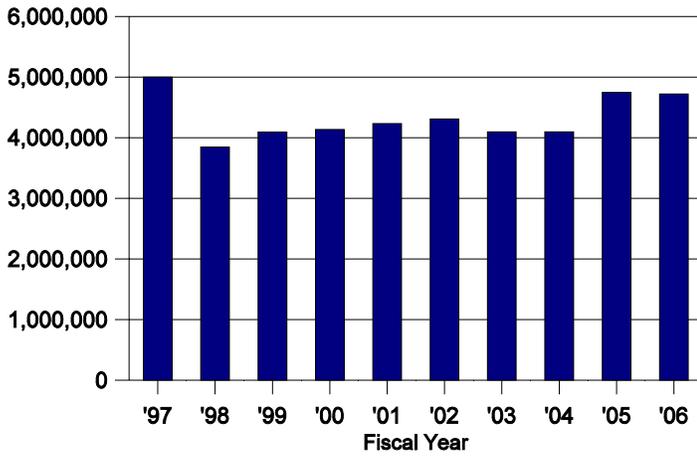
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
Commissioners of the Land Office Fund	\$4,747,965	\$4,719,497	(0.6)%
Total	\$4,747,965	\$4,719,497	(0.6)%

V. BUDGET REFERENCES

SB 65, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,000,000	FY-02	\$4,310,632
FY-98	\$3,847,105	FY-03(Orig.)	\$4,095,100
FY-99	\$4,092,947	FY-04	\$4,095,100
FY-00	\$4,135,788	FY-05	\$4,747,965
FY-01	\$4,233,763	FY-06	\$4,719,497

Note:

1. In FY-98, the agency experienced a major restructuring that involved cuts in operations and personnel.

OKLAHOMA DEPARTMENT OF LIBRARIES

Susan McVey, Director

Agency #430

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$6,212,118	82.8
FY-06 Adjustments		
a. Annualize Employee Pay Raise	69,237	
b. State Aid to Public Libraries	400,000	
Total Adjustments	\$469,237	0.0
FY-06 Appropriation and FTE Authorization	\$6,681,355	82.8
Percent Change from FY-05 to FY-06	7.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. An increase of \$400,000 was appropriated to partially restore funding to state libraries that was lost during the revenue shortfalls in FY-03 and FY-04.

III. POLICY ISSUES

None

IV. BUDGET RESOURCES

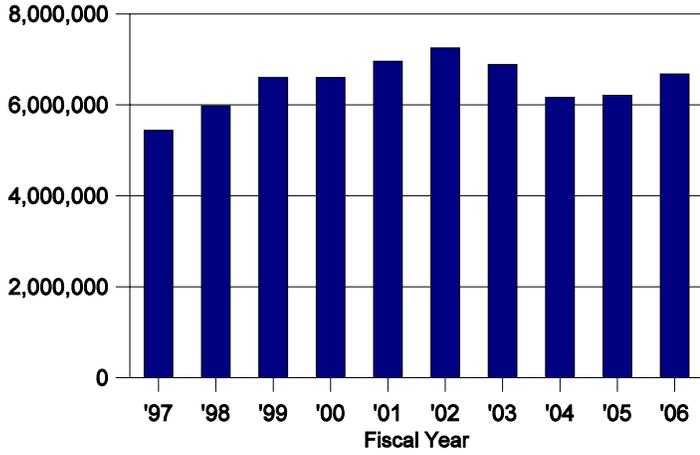
	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$6,212,118	\$6,681,355	7.6%
Revolving Funds	640,844	772,669	20.6%
Federal Funds	2,803,013	3,088,648	10.2%
Total	\$9,655,975	\$10,542,672	9.2%

Note: The agency saw increases over the last two years in its Revolving Fund as a result of grant monies received to improve public libraries' access to technology.

V. BUDGET REFERENCES

SB 67, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,441,625	FY-02	\$7,254,115
FY-98	\$5,982,193	FY-03(Orig.)	\$6,891,409
FY-99	\$6,607,487	FY-04	\$6,166,270
FY-00	\$6,602,568	FY-05	\$6,212,118
FY-01	\$6,960,586	FY-06	\$6,681,355

PHYSICIAN MANPOWER TRAINING COMMISSION

Rick Ernest, Director

Agency #619

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$5,024,607	7.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	9,883	
b. Nursing Program Increase	137,000	
c. Physician Assistant Scholarship Program	<u>190,000</u>	
Total Adjustments	\$336,883	0.0
FY-06 Appropriation and FTE Authorization	\$5,361,490	7.0
Percent Change from FY-05 to FY-06	6.7%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The agency received an increase of \$137,000 for additional nursing scholarships.
- c. Funding was provided to implement the new Physician Assistant Scholarship Program (**HB 1411**).

III. POLICY ISSUES

- a. **HB 1411** authorizes the Physician Manpower Training Commission (PMTC), in cooperation with the Oklahoma Health Care Authority (OHCA), to enter into contractual arrangements with the University of Oklahoma College of Medicine and the Oklahoma State University College of Osteopathic Medicine for the reimbursement of intern and resident professional liability insurance costs. The bill creates the "Intern and Residents Professional Liability Insurance (Revolving)Fund" out of which professional liability insurance costs may be repaid; directs PMTC, in cooperation with the OHCA, to establish a Critical Need Internship and Residency Program out of which PMTC may fund internships and residencies across the state in areas of critical need. Provisions direct the OU College of Medicine and the OSU College of Osteopathic Medicine to provide an annual report to PMTC outlining areas of critical need; create the "Critical Need Internship and Residency (Revolving) Fund" out of which PMTC may fund internship and residency programs in areas of critical need; and create a new scholarship program within PMTC called The Physician Assistant Scholarship Program.

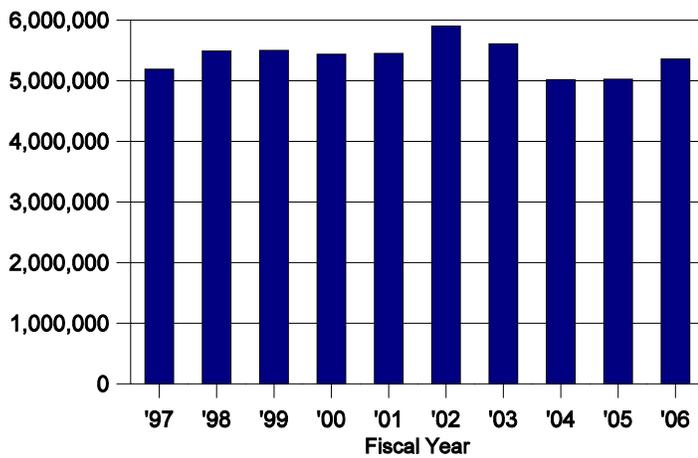
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$4,624,607	\$4,961,490	7.3%
Special Cash	400,000	400,000	0.0%
Community Residency Fund	245,705	400,000	62.8%
PMTTC Revolving Fund	209,722	817,974	290.0%
Nursing Student Assistance Fund	320,950	320,950	0.0%
State Loan Repayment Program	27,500	200,000	627.3%
Total	\$5,828,484	\$7,100,414	21.8%

V. BUDGET REFERENCES

HB 1024, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,190,508	FY-02	\$5,901,708
FY-98	\$5,490,245	FY-03(Orig.)	\$5,606,623
FY-99	\$5,499,743	FY-04	\$5,017,536
FY-00	\$5,438,784	FY-05	\$5,024,607
FY-01	\$5,449,660	FY-06	\$5,361,490

BOARD OF PRIVATE VOCATIONAL SCHOOLS

Dennis Rea, Director

Agency #563

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$155,456	3.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	6,423	
b. Operations Increase	<u>10,000</u>	
Total Adjustments	\$16,423	0.0
FY-06 Appropriation and FTE Authorization	\$171,879	3.0
Percent Change from FY-05 to FY-06	10.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The agency received an increase of \$10,000 for agency operations.

III. POLICY ISSUES

None

IV. BUDGET RESOURCES

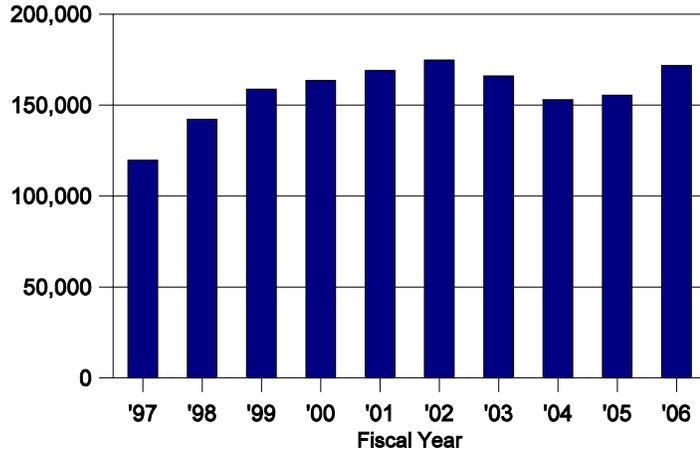
	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$155,456	\$171,879	10.6%
Total	\$155,456	\$171,879	10.6%

Note: The Legislature expected the agency to become self-funding in FY-06 as a result of higher fee collections approved the previous session. However, the agency does not conclude its fee collection until after session adjourns, and was therefore unsure of the amount of revenue it would receive for FY-06. The Legislature funded the agency for FY-06 for this reason and intends for the agency to be self-sufficient by FY-07.

V. BUDGET REFERENCES

HB 1026, sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$119,817	FY-02	\$174,760
FY-98	\$142,283	FY-03(Orig.)	\$166,022
FY-99	\$158,790	FY-04	\$152,989
FY-00	\$163,601	FY-05	\$155,456
FY-01	\$169,117	FY-06	\$171,879

OKLAHOMA SCHOOL OF SCIENCE AND MATHEMATICS

Edna Manning, President

Agency #629

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$6,572,319	77.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	109,194	
b. Debt Service Obligation	39,000	
c. Regional Outreach Programs	150,000	
d. Operational Expenses	<u>150,000</u>	
Total Adjustments	\$448,194	0.0
FY-06 Appropriation and FTE Authorization	\$7,020,513	77.0
Percent Change from FY-05 to FY-06	6.8%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Required payments for bond debt retirement was increased by \$39,000 in FY-06.
- c. An increase of \$150,000 was appropriated to begin operations of the Poteau Regional Outreach Program.
- d. The Legislature appropriated an additional \$150,000 for operating expenses of the school.

III. POLICY ISSUES

None

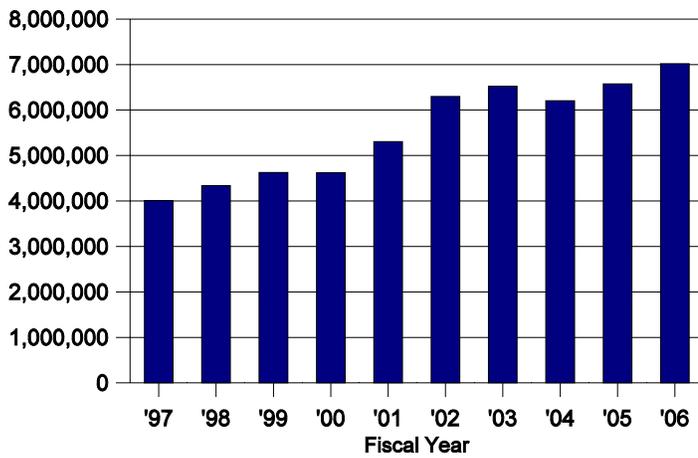
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$6,572,319	\$7,020,313	6.8%
Revolving Funds	12,000	12,000	0.0%
Total	\$6,584,319	\$7,032,313	6.8%

V. BUDGET REFERENCES

SB 73, Sections 1, 2 and 4

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,010,557	FY-02	\$6,302,098
FY-98	\$4,339,053	FY-03(Orig.)	\$6,522,429
FY-99	\$4,628,895	FY-04	\$6,204,693
FY-00	\$4,618,734	FY-05	\$6,572,319
FY-01	\$5,304,070	FY-06	\$7,020,513

**OKLAHOMA CENTER FOR THE ADVANCEMENT OF
SCIENCE AND TECHNOLOGY**

Michael Carolina, Executive Director

Agency #628

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$11,669,647	24.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	31,295	
b. Applied Research	500,000	
c. Technology Transfer	<u>200,000</u>	
Total Adjustments	\$731,295	0.0
FY-06 Appropriation and FTE Authorization	\$12,400,942	24.0
Percent Change from FY-05 to FY-06	6.3%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. An increase of \$500,000 was appropriated for additional applied research grants. Research and Development funding totals \$7,390,093 for FY-06.
- c. Technology Transfer funding was increased by \$200,000 to support technology-based firms in Oklahoma with pre-seed capital, a technology network, and a manufacturing network designed to assist modernizing small and medium-sized manufacturers.

III. POLICY ISSUES

- a. **HB 1832** dissolves the Board of Directors for the Oklahoma Center for the Advancement of Science and Technology and reconstitutes it as the Oklahoma Science and Technology Research and Development Board. Membership is unchanged, except for three additions: the Chancellor of the Oklahoma State Regents for Higher Education and two more members, who represent small Oklahoma businesses.

IV. BUDGET RESOURCES

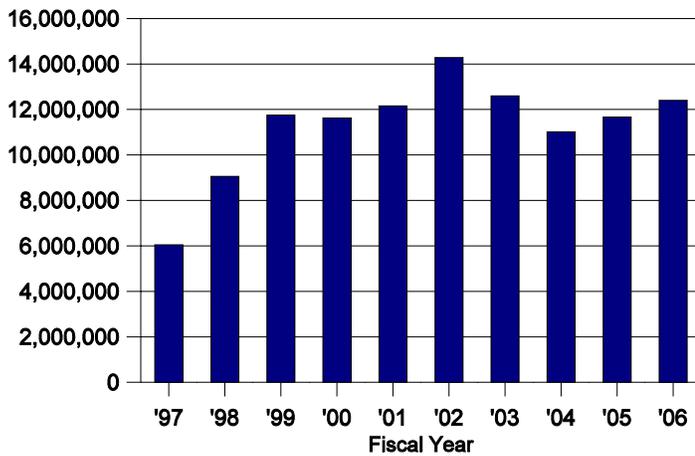
	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$11,294,647	\$12,400,942	9.8%
Special Cash	375,000	0	(100.0)%
Research Support Revolving Fund	12,158,009	6,309,381	(48.1)%
Federal Funds	100,000	117,000	17.0%
Total	\$23,927,656	\$18,827,323	(21.3)%

Note: FY-06 more accurately reflects actual revolving fund revenue.

V. BUDGET REFERENCES

SB 75, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$6,050,851	FY-02	\$14,286,952
FY-98	\$9,059,272	FY-03(Orig.)	\$12,597,604
FY-99	\$11,748,532	FY-04	\$11,014,880
FY-00	\$11,624,513	FY-05	\$11,669,647
FY-01	\$12,158,041	FY-06	\$12,400,942

Notes:

1. FY-98 figure represents a substantial increase to the Applied Research Program.
2. FY-02 includes \$1,000,000 to create the Institute of Technology as required by SB 694.

OKLAHOMA COMMISSION FOR TEACHER PREPARATION

Ted Gillispie, Director

Agency #269

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$1,998,168	9.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	24,707	
Total Adjustments	\$24,707	0.0
FY-06 Appropriation and FTE Authorization	\$2,022,875	9.0
Percent Change from FY-05 to FY-06	1.2%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

IV. BUDGET RESOURCES

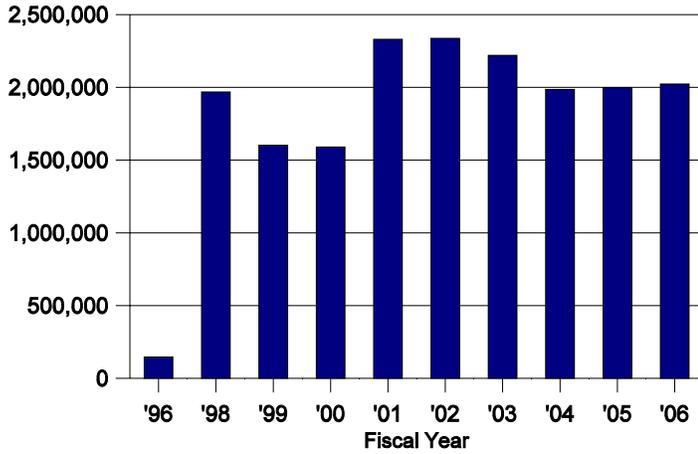
	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,998,168	\$2,022,875	1.2%
Interagency Transfers	3,535,285	3,735,285	5.7%
Revolving Funds	2,066,864	592,517	(71.3)%
Total	\$7,600,317	\$6,350,677	(16.4)%

Note: The decrease in the Revolving Fund from FY-05 to FY-06 is due to increased demand for the agency's professional development institutes.

V. BUDGET REFERENCES

HB 1028, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY

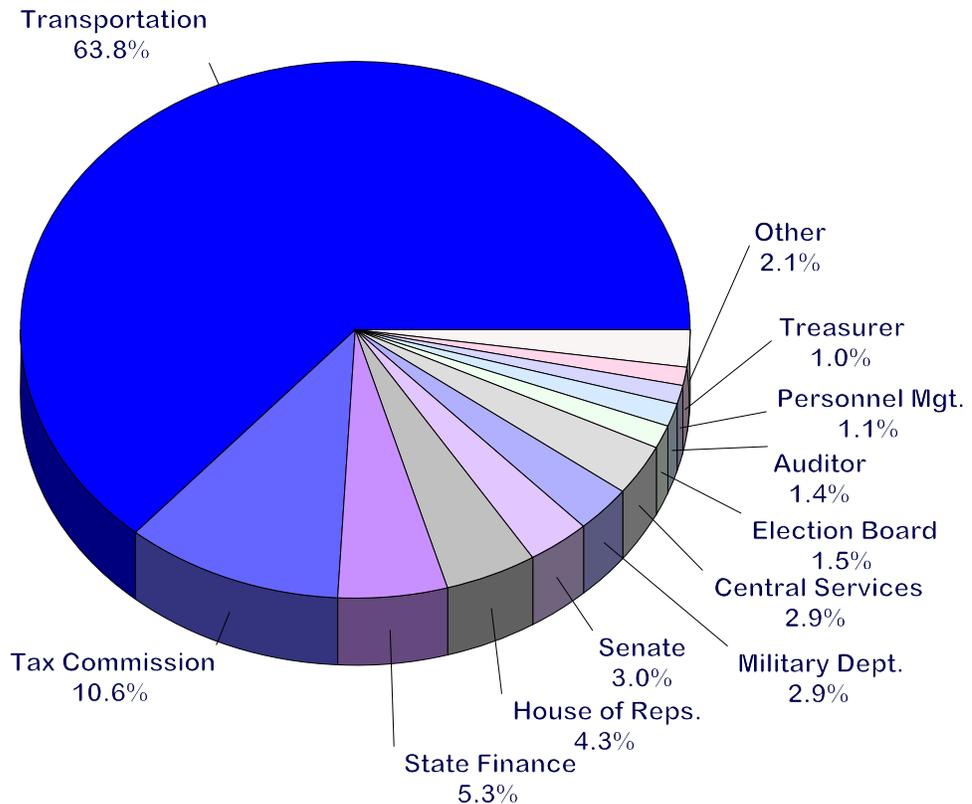


FY-97	\$146,715	FY-02	\$2,336,374
FY-98	\$1,969,114	FY-03(Orig.)	\$2,219,555
FY-99	\$1,602,743	FY-04	\$1,986,006
FY-00	\$1,589,601	FY-05	\$1,998,168
FY-01	\$2,330,425	FY-06	\$2,022,875

Note:

1. FY-98 figure represents development and implementation costs associated with teacher assessments, program accreditation and professional development institutes.

GENERAL GOVERNMENT AND TRANSPORTATION SUBCOMMITTEE DISTRIBUTION OF FY-06 APPROPRIATIONS



Transportation	\$275,148,137
Tax Commission	45,626,291
Office of State Finance	22,756,515
House of Representatives	18,629,154
Senate	13,146,893
Military Department	12,546,432
Department of Central Services	12,263,035
Election Board	6,621,839
Auditor and Inspector	5,988,786
Office of Personnel Management	4,633,249
Treasurer	4,524,498
Other	
Governor	2,578,710
Legislative Services Bureau	2,415,783
Emergency Management	1,355,561
Lieutenant Governor	592,436
Merit Protection Commission	565,684
Space Industry Authority	523,264
Secretary of State	510,184
Ethics Commission	492,277
Bond Advisor	181,212
Subcommittee Total	\$431,099,940

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

STATE AUDITOR AND INSPECTOR

Jeff McMahan, State Auditor and Inspector

Agency #300

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$5,523,603	169.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	265,183	
b. Performance Audit Division	<u>200,000</u>	
Total Adjustments	\$465,183	0.0
FY-06 Appropriation and FTE Authorization	\$5,988,786	169.0
Percent Change from FY-05 to FY-06	8.4%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated for the enhancement of the performance audit division within the agency, allowing for more frequent and timely performance audits of state agency programs.

III. POLICY ISSUES

None

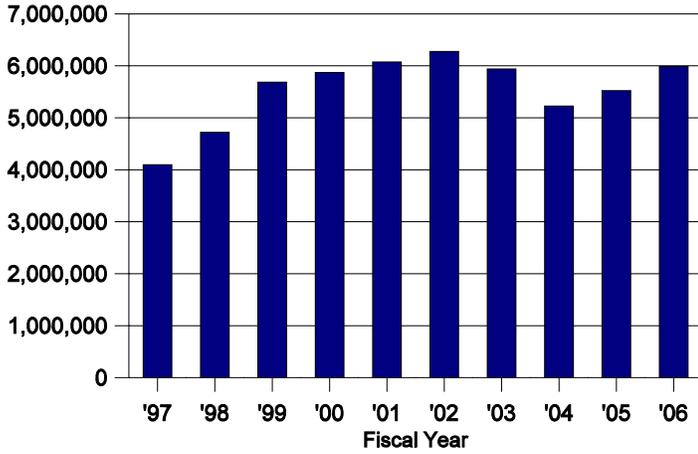
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$5,373,603	\$5,988,786	11.4%
Special Cash Fund	150,000	0	(100.0)%
Revolving Fund	5,900,000	6,100,000	3.4%
Total	\$11,423,603	\$12,088,786	5.8%

V. BUDGET REFERENCES

HB 1042, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,096,576	FY-02	\$6,277,121
FY-98	\$4,722,559	FY-03(Orig.)	\$5,939,515
FY-99	\$5,685,449	FY-04	\$5,226,966
FY-00	\$5,871,807	FY-05	\$5,523,603
FY-01	\$6,075,964	FY-06	\$5,988,786

OFFICE OF THE STATE BOND ADVISOR

James Joseph, State Bond Advisor

Agency #582

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$188,096	5.0
FY-06 Adjustments		
a. Removal of Onetime Funding	(10,000)	
b. Annualize Employee Pay Raise	<u>3,116</u>	
Total Adjustments	(\$6,884)	0.0
FY-06 Appropriation and FTE Authorization	\$181,212	5.0
Percent Change from FY-05 to FY-06	(3.7)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Funds appropriated in FY-05 to provide the agency with adequate travel resources for maintaining and improving the credit rating of the state through visits to the major credit rating agencies were removed from the appropriations base. Adequate funding for future travel remains in the agency funding base.
- b. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **SB 909** modifies the provision related to the use of leases, contracts or other agreements between state and local governmental entities related to the issuance of obligations by a local entity by stipulating that no proceeds of any such contract may be used to retire any obligations issued after November, 2005 to fund capital additional or expenditures by the local entity, unless the obligation has satisfied all the provisions related to the duties of the State Bond Advisor, requirements for requests for proposals (RFP), the use of the Bond Advisor for issuance advice and the negotiation of fees.

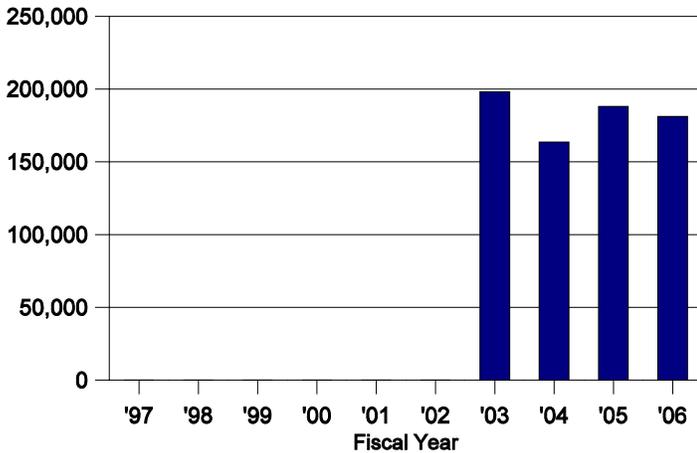
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$167,096	\$181,212	8.4%
Special Cash Fund	21,000	0	(100.0)%
Revolving Fund	155,000	193,788	25.0%
Total	\$343,096	\$375,000	9.3%

V. BUDGET REFERENCES

SB 81, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$0	FY-02	\$0
FY-98	\$0	FY-03(Orig.)	\$198,111
FY-98	\$0	FY-04	\$163,527
FY-00	\$0	FY-05	\$188,096
FY-01	\$0	FY-06	\$181,212

Note:

1. The new agency of the Office of the State Bond Advisor was created in FY-03. This Office previously had been a program within the Department of Central Services.

DEPARTMENT OF CENTRAL SERVICES

John Richard, Director

Agency #580

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$12,234,432	390.0
FY-06 Adjustments		
a. Removal of Onetime Asbestos Program Funding	(309,310)	
b. Annualize Employee Pay Raise	137,913	
c. State Capitol Park/Mansion Maintenance	200,000	
d. Reduction of Authorized FTE	_____	<u>(70.0)</u>
Total Adjustments	\$28,603	(70.0)
FY-06 Appropriation and FTE Authorization	\$12,263,035	320.0
Percent Change from FY-05 to FY-06	0.2%	(17.9)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Funds were appropriated in FY-05 to complete pending and incomplete asbestos abatement projects and for expense associated with the elimination of the asbestos abate program within the agency (SB 955 - 2004 Session). As those activities have been completed, the funding has been removed from the agency funding base.
- b. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- c. Funds were appropriated to enhance and improve the maintenance program for the Governor's Mansion and the grounds for the State Capitol Building and Mansion.
- d. The Legislature reduced the authorized number of full-time-equivalent (FTE) employees from 390 to 320 to more accurately reflect the current employment levels within the agency.

III. POLICY ISSUES

- a. **HB 1482** authorizes the agency to negotiate with a non-profit corporation for the purpose of designating a site within the State Capitol Park for the Korean War Veterans Memorial.
- b. **HB 1618** modifies the procedures related to the sale of all or part of the Hissom Memorial Treatment Center. The agency is directed to budget proceeds from the sale of any part of the center for additional maintenance or improvements on the remainder of the center. At such time

as the entire center is sold, all proceeds from the sale and from previous sales are to be placed in the Hissom Memorial Treatment Center Surplus Fund for subsequent appropriation.

- c. **HB 1862** stipulates that no state agency, including the Central Purchasing Division of the Department of Central Services, may enter into a custom designed computer software contract unless the vendor agrees to provide the agency or the state the source code for the software.
- d. **HB 1927** requires all state agencies using state-owned vehicles to file reports with the Fleet Management Division containing information related to vehicles, including:
 - The number of vehicles purchased or leased by the state agency with the VIN, mileage, and make, model, and year of each vehicle;
 - The maintenance plans and records for the vehicles;
 - The amount of use of each vehicle;
 - The state agency policy for use of vehicles by employees for travel to and from the residences of the employees;
 - The type of markings on the vehicles and justifications for any exemptions from requirement that vehicles have markings;
 - Fuel purchasing practices;
 - Rotation of vehicles based on mileage; and
 - Justification for any exemptions the state agency may have in the law relating to the purchase or lease of vehicles.

The Fleet Management Division will compile the information and present its findings, with recommendations, to the newly created Task Force to Study the Fleet Management Division of the Department of Central Services.

- e. **SB 553** creates the Deferred Maintenance and Construction Needs Task Force to study the capital needs of the state's buildings and facilities. The task force is to issue a report to the Governor and the Legislature which will include:
 - Recommendations for a deferred capital process for the state that would include a capital budget for the state to be submitted to the Legislature every year for review and funding;
 - A prioritized list of current deferred maintenance and capital needs which includes consideration of energy efficiency and safety of structures in the determination of priorities; and
 - A proposal for funding which could include a bond program.

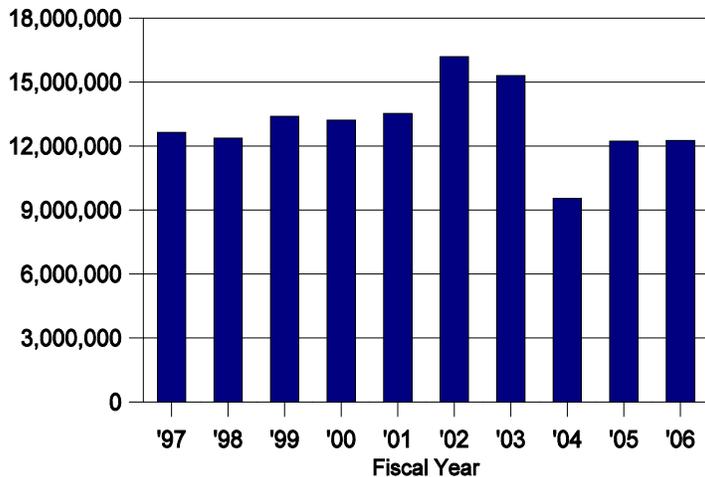
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$10,343,799	\$10,382,390	0.4%
Federal Tax Relief Fund	300,000	0	(100.0)%
Special Cash	14,000	0	(100.0)%
Public Building Fund	1,576,633	1,880,645	19.3%
Carryover	862,536	1,765,000	104.6%
Revolving Funds	52,355,050	57,850,000	10.5%
Total	\$65,452,018	\$71,878,035	9.8%

V. BUDGET REFERENCES

SB 83, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$12,641,377	FY-02	\$16,194,148
FY-98	\$12,374,236	FY-03(Orig.)	\$15,301,061
FY-99	\$13,401,583	FY-04	\$9,547,361
FY-00	\$13,224,437	FY-05	\$12,234,432
FY-01	\$13,528,930	FY-06	\$12,263,035

Notes:

1. FY-02 includes Constitutional Reserve (Rainy Day) Fund appropriations for the maintenance and repair of bathrooms in the Jim Thorpe Building.
2. FY-03 includes the transfer of the State Capitol Park from the Tourism Department and Constitutional Reserve (Rainy Day) Fund appropriations for the continued maintenance and repair of the bathrooms in the Jim Thorpe Building.

STATE ELECTION BOARD

Michael Clingman, Secretary

Agency #270

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$7,072,129	N/A
FY-06 Adjustments		
a. Removal of Onetime Funding	(795,000)	
b. Annualize Employee Pay Raise	164,710	
c. Precinct Worker Compensation Increase	<u>180,000</u>	
Total Adjustments	(\$450,290)	N/A
FY-06 Appropriation and FTE Authorization	\$6,621,839	N/A
Percent Change from FY-05 to FY-06	(6.4)%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Funds were appropriated in FY-05 to replace election management funds used by the agency to hold the Presidential Preferential Primary in February, 2004. As the funds are not necessary for FY-06 operations, funding has been removed from the FY-06 funding base.
- b. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- c. Funds were appropriated for increased compensation for precinct workers - inspectors, judges, clerks and counters.

III. POLICY ISSUES

- a. **HB 1044** increases the compensation for precinct inspectors from \$75.00 to \$95.00 for each election and increases the compensation for precinct judges, clerks and counters from \$65.00 to \$85.00 for each election. The bill also modifies the salary schedule, based on registered voters within a county, for county election board secretaries.

Comparison of Count Election Board Secretary Salary Modifications				
Registered Voters	Old Salary	New Salary	Dollar Change	Percent Change
0 to 10,000	\$20,188.28	\$21,588.28	\$1,400.00	6.9
10,001 to 15,000	\$20,988.28	\$22,388.28	\$1,400.00	6.7
15,001 to 17,500	\$24,152.45	\$26,252.45	\$2,100.00	8.7
17,501 to 25,000	\$27,328.93	\$29,429.93	\$2,101.00	7.7
25,001 to 50,000	\$33,046.94	\$35,846.94	\$2,800.00	8.5
50,001 to 75,000	\$42,374.66	\$45,174.66	\$2,800.00	6.6
75,001 to 150,000	\$47,811.26	\$50,611.26	\$2,800.00	5.9
150,001 or more	\$53,243.00	\$56,043.00	\$2,800.00	5.3

- c. **HB 1378** requires local special elections in any year when a Presidential Preferential Primary Election is held in February to be conducted on the same date as the preferential primary election.

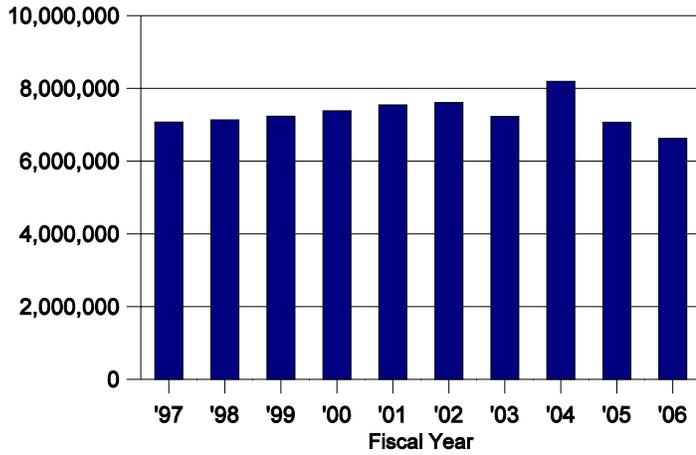
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$5,622,129	\$6,621,839	17.8%
Federal Tax Relief Fund	1,450,000	0	(100.0)%
Revolving Funds	265,000	285,000	7.5%
Total	\$7,337,129	\$6,906,839	(5.9)%

V. BUDGET REFERENCES

HB 1044, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$7,074,657	FY-02	\$7,607,768
FY-98	\$7,136,067	FY-03(Orig.)	\$7,227,380
FY-99	\$7,233,451	FY-04	\$8,195,395
FY-00	\$7,384,036	FY-05	\$7,072,129
FY-01	\$7,545,503	FY-06	\$6,621,839

DEPARTMENT OF EMERGENCY MANAGEMENT

Albert Ashwood, Director

Agency #309

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$680,972	32.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	20,589	
b. Emergency Operations Center Renovation	<u>654,000</u>	
Total Adjustments	\$674,589	0.0
FY-06 Appropriation and FTE Authorization	\$1,355,561	32.0
Percent Change from FY-05 to FY-06	99.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated to match up to \$1.9 million in federal grant funds for the modernization, renovation and remodeling of the state Emergency Command Center located in the Capitol Complex. No comprehensive modifications have been made to the facility since initial construction in the early 1960s. The grant will allow the administrative functions of the agency to be moved to another location, in order for the Command Center to be utilized for its primary purpose of operating as an emergency management facility.

III. POLICY ISSUES

None

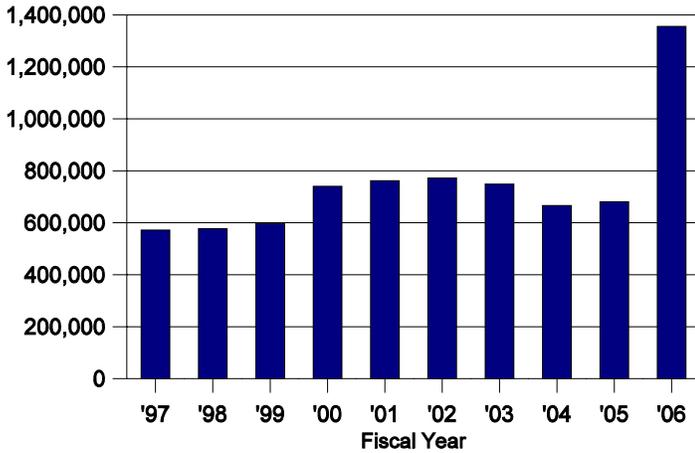
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$680,972	\$701,561	3.0%
Special Cash Fund	0	654,000	N/A
Revolving Funds	3,445,521	5,465,815	58.6%
Total	\$4,126,493	\$6,821,376	65.3%

V. BUDGET REFERENCES

SB 85, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$572,240	FY-02	\$772,373
FY-98	\$578,037	FY-03(Orig.)	\$749,202
FY-99	\$595,969	FY-04	\$666,226
FY-00	\$740,561	FY-05	\$680,972
FY-01	\$762,369	FY-06	\$1,355,561

Notes:

1. The Office of Volunteerism was transferred to the Department of Emergency Management from the Secretary of State in FY-97.
2. The FY-00 increase reflects an increase in appropriations to offset a reduction in federal funds.
3. The FY-06 increase represents a state match to renovate the state Emergency Command Center.

ETHICS COMMISSION

Marilyn Hughes, Director Agency #296

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$480,747	7.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>11,530</u>	
Total Adjustments	\$11,530	0.0
FY-06 Appropriation and FTE Authorization	\$492,277	7.0
Percent Change from FY-05 to FY-06	2.4%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **HJR 1003** disapproved the rules of the Ethics Commission, however, the measure was vetoed by the Governor.
- b. The Ethics Commission entered into an agreement with the Office of the Secretary of State for the shared use of storage space adjacent to the Ethics Commission offices. The agreement will result in cost savings to the Commission related to the storage and administration of records.

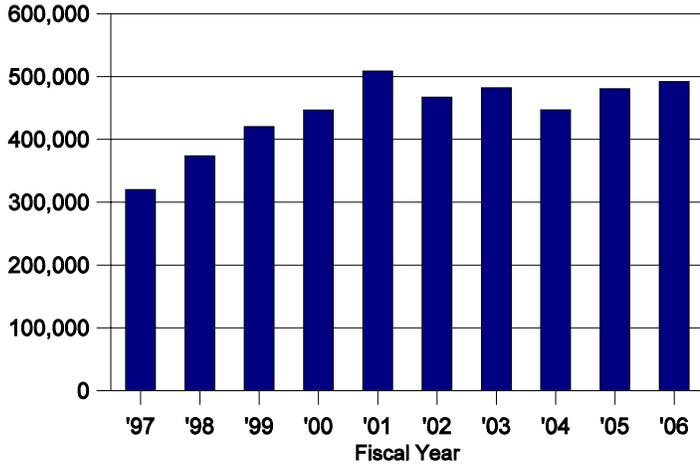
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$480,747	\$492,277	2.4%
Revolving Funds	200,000	200,000	0.0%
Total	\$680,747	\$692,277	1.7%

V. BUDGET REFERENCES

SB 89, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$320,284	FY-02	\$467,321
FY-98	\$373,733	FY-03 (Orig.)	\$482,321
FY-99	\$420,350	FY-04	\$447,124
FY-00	\$446,511	FY-05	\$480,747
FY-01	\$508,730	FY-06	\$492,277

OFFICE OF STATE FINANCE

Claudia San Pedro, Director

Agency #090

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$22,866,800	N/A
FY-06 Adjustments		
a. Removal of Onetime Funding	(292,000)	
b. Annualize Employee Pay Raise	<u>181,715</u>	
Total Adjustments	(\$110,285)	N/A
FY-06 Appropriation and FTE Authorization	\$22,756,515	N/A
Percent Change from FY-05 to FY-06	(0.5)%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Onetime FY-05 funding for the reimbursement of costs to the Department of Wildlife Conservation related to a federal settlement was removed from the FY-06 agency funding base.
- b. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **HB 1046** authorizes the agency to develop and implement a fee structure based on the usage of the Communications, Operations, Reporting and Enterprise (CORE) Business System by state agencies, board and commissions. Fee revenue in the first year of implementation may not exceed \$4,000,000. In subsequent years, transaction services will be evaluated and adjusted based on the cost of the services provided.
- b. **HB 1862** increases the value threshold for computer hardware or software purchases requiring written authorization from the Director of State Finance from \$2,500 to \$25,000. The provisions applies to all executive branch agencies, but does not apply to the higher education system, local school districts or career technology centers.

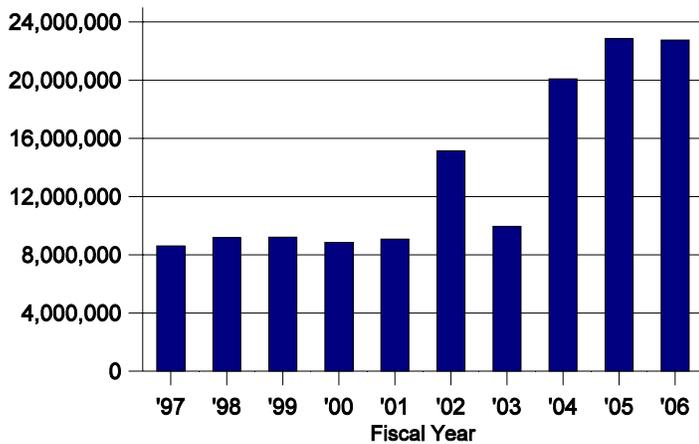
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$12,874,535	\$11,756,515	(8.7)%
Special Cash	7,578,234	11,000,000	45.2%
Other Cash Funds	2,414,031	0	(100.0)%
Revolving Funds	9,750,000	14,500,000	48.7%
Carryover	300,000	325,000	8.3%
Total	\$32,916,800	\$37,581,515	14.2%

V. BUDGET REFERENCES

HB 1046, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$8,611,590	FY-02	\$15,147,572
FY-98	\$9,168,379	FY-03(Orig.)	\$9,953,190
FY-99	\$9,213,499	FY-04	\$20,080,825
FY-00	\$8,850,901	FY-05	\$22,866,800
FY-01	\$9,075,805	FY-06	\$22,756,515

Notes:

1. FY-02 includes \$5,766,100 in onetime appropriations for the CORE Business System Upgrade and the VISION Program.
2. FY-04 includes funds for the required payments on the CORE System.

GOVERNOR

Honorable Brad Henry, Governor

Agency #305

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,522,709	N/A
FY-06 Adjustments		
a. Increase State Employee Benefits	<u>56,001</u>	
Total Adjustments	\$56,001	N/A
FY-06 Appropriation and FTE Authorization	\$2,578,710	N/A
Percent Change from FY-05 to FY-06	2.2%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

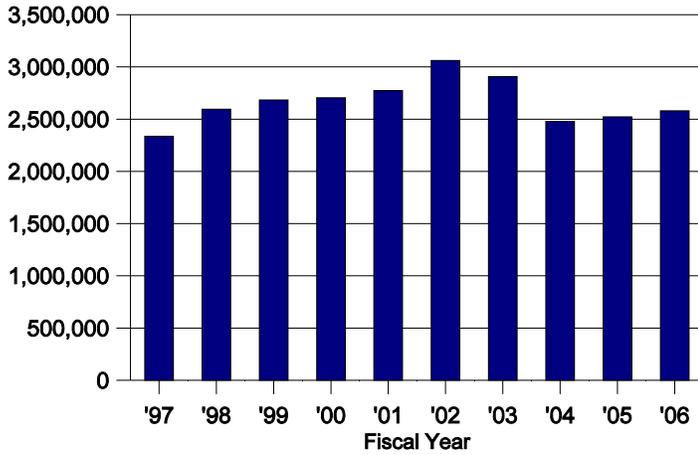
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$2,522,709	\$2,578,710	2.2%
Total	\$2,522,709	\$2,578,710	2.2%

V. BUDGET REFERENCES

HB 1048, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,335,567	FY-02	\$3,059,715
FY-98	\$2,595,876	FY-03(Orig.)	\$2,906,729
FY-99	\$2,683,149	FY-04	\$2,477,659
FY-00	\$2,704,712	FY-05	\$2,522,708
FY-01	\$2,772,408	FY-06	\$2,578,710

Note:

1. FY-97 includes additional funding for the operation of the Governor’s Mansion.

HOUSE OF REPRESENTATIVES

Honorable Todd Hiett, Speaker

Agency #422

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$18,080,670	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	548,484	
Total Adjustments	\$548,484	N/A
FY-06 Appropriation and FTE Authorization	\$18,629,154	N/A
Percent Change from FY-05 to FY-06	3.0%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **HB 1051** included an appropriation of \$850,000 for the purpose of conducting a study regarding the operation and administration of services provided to the state's citizens by state agencies. The measure was vetoed by the Governor.

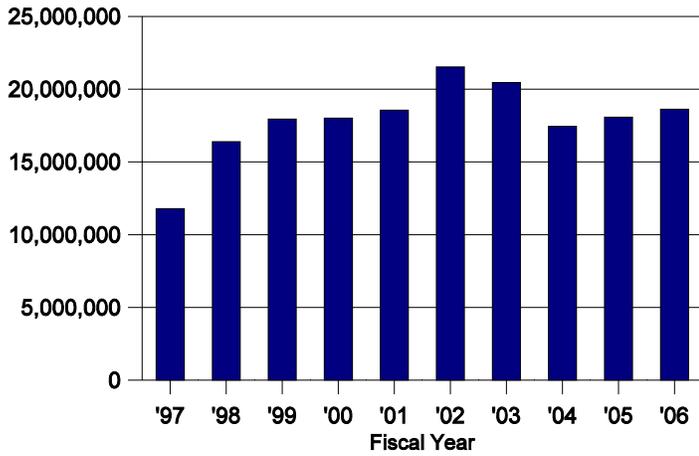
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$17,730,670	\$18,629,154	5.1%
Special Cash Fund	\$350,000	\$0	(100.0)%
Total	\$18,080,670	\$18,629,154	3.0%

V. BUDGET REFERENCES

HB 1050, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$11,789,152	FY-02	\$21,534,490
FY-98	\$16,385,799	FY-03(Orig.)	\$20,457,766
FY-99	\$17,943,958	FY-04	\$17,437,944
FY-00	\$18,009,339	FY-05	\$18,080,670
FY-01	\$18,556,604	FY-06	\$18,629,154

Notes:

1. FY-98 includes funding for responsibilities transferred from the Legislative Service Bureau, including bill processing, bill tracking, data processing, special studies and consulting. Also included is funding for increases in mileage and per diem allowances.
2. The FY-02 increase represents additional funds for the production and distribution of the Oklahoma Statutes.

LEGISLATIVE SERVICE BUREAU

Dale Wythe, Administrator

Agency #423

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,303,193	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	62,590	
b. Digitization of State Documents	<u>50,000</u>	
Total Adjustments	\$112,590	N/A
FY-06 Appropriation and FTE Authorization	\$2,415,783	N/A
Percent Change from FY-05 to FY-06	4.9%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated for the conversion of rare state documents, including House and Senate Journals, to a digital format. The conversion will allow for the indexing of such documents and will include search capabilities.

III. POLICY ISSUES

None

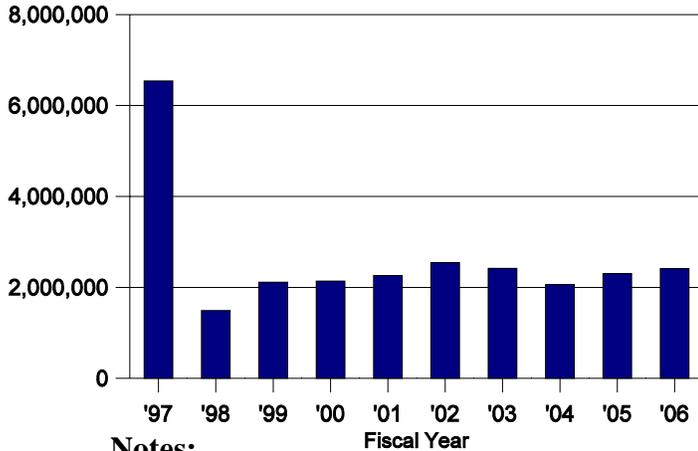
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,703,193	\$2,365,783	38.9%
Special Cash Fund	\$200,000	\$50,000	(75.0)%
Federal Tax Relief Fund	\$400,000	\$0	(100.0)%
Total	\$2,303,193	\$2,415,783	4.9%

V. BUDGET REFERENCES

HB 1052, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$6,539,703	FY-02	\$2,545,135
FY-98	\$1,492,220	FY-03(Orig.)	\$2,417,878
FY-99	\$2,117,344	FY-04	\$2,060,968
FY-00	\$2,138,400	FY-05	\$2,303,193
FY-01	\$2,261,478	FY-06	\$2,415,783

Notes:

1. FY-97 includes funds appropriated for upgrades to the legislative bill drafting and tracking computer systems.
2. FY-98 appropriations are reduced, as a result of the transfer of several agency functions to the House of Representatives and State Senate.
3. FY-99 reflects the transfer of the Criminal Justice Resource Center from the Department of Public Safety.

LIEUTENANT GOVERNOR

Honorable Mary Fallin, Lieutenant Governor

Agency #440

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$523,259	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	13,177	
b. Carryover Replacement - Operations	<u>56,000</u>	
Total Adjustments	\$69,177	N/A
FY-06 Appropriation and FTE Authorization	\$592,436	N/A
Percent Change from FY-05 to FY-06	13.2%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated for the replacement of carryover funds employed in previous budgets by the agency. The agency has relied on the significant use of carryover funds to supplement operations in recent years.

III. POLICY ISSUES

None

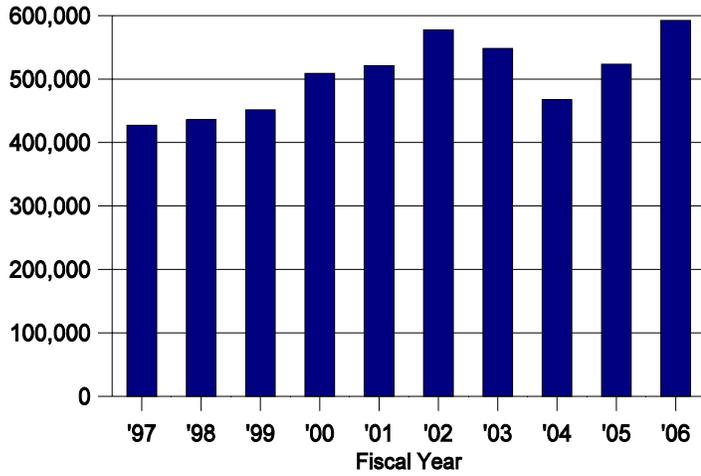
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$523,257	\$592,436	13.2%
Revolving Funds	30,000	30,000	0.0%
Total	\$553,257	\$622,436	12.5%

V. BUDGET REFERENCES

HB 1054, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$427,367	FY-02	\$577,318
FY-98	\$435,910	FY-03(Orig.)	\$548,452
FY-99	\$451,560	FY-04	\$467,494
FY-00	\$508,829	FY-05	\$523,259
FY-01	\$521,101	FY-06	\$592,436

MERIT PROTECTION COMMISSION

Susan Bussey, Executive Director

Agency #298

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$512,154	11.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	11,530	
b. Dispute Resolution Program	42,000	
Total Adjustments	\$53,530	0.0
FY-06 Appropriation and FTE Authorization	\$565,684	11.0
Percent Change from FY-05 to FY-06	10.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated for the addition of one full-time-equivalent (FTE) employee to assist in the Alternative Dispute Resolution (ADR) program offered by the agency. The program provides mediation services to state agencies for the successful resolution of conflicts and disputes between state agencies and their employees.

III. POLICY ISSUES

- a. **HB 1755** directs the Commission to establish rules to monitor state agency grievance processes to ensure full compliance with the law. The Commission may also recommend any changes it deems necessary to improve such grievance processes to the appropriate state agency.

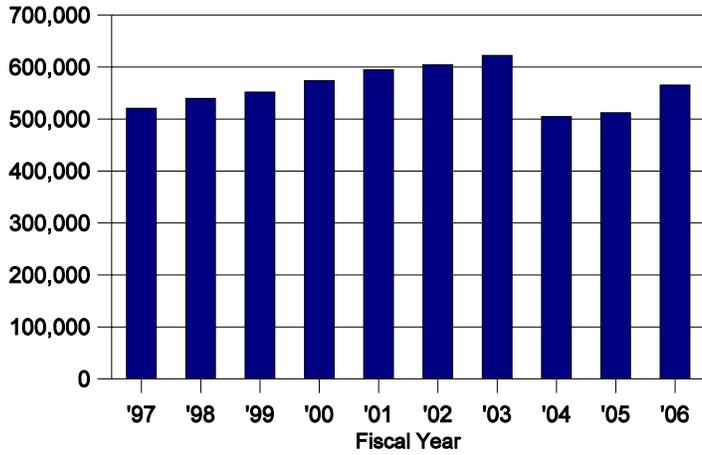
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$512,154	\$565,684	10.5%
Revolving Funds	45,000	47,500	5.6%
Total	\$557,154	\$613,184	10.1%

V. BUDGET REFERENCES

SB 101, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$520,743	FY-02	\$604,407
FY-98	\$539,967	FY-03(Orig.)	\$592,319
FY-99	\$552,162	FY-04	\$504,885
FY-00	\$574,180	FY-05	\$512,154
FY-01	\$595,046	Y_06	\$565,684

MILITARY DEPARTMENT

Brigadier General Harry M. Wyatt, III, Adjutant General Agency #025

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$8,062,531	484.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	273,901	
b. Armory Bond Issue Debt Service	225,000	
c. National Guard Life Insurance Program	1,850,000	
d. Youth Tracking - STARS	1,785,000	
e. Firing Range Lead Abatement	100,000	
f. Body Armor/Protective Equipment	<u>250,000</u>	
Total Adjustments	\$4,483,901	0.0
FY-06 Appropriation and FTE Authorization	\$12,546,432	484.0
Percent Change from FY-05 to FY-06	55.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated to annualize the lease payment requirements related to the \$6.0 million in revenue bonds issued in 2005 by the Oklahoma Capitol Improvement Authority (OCIA) for the repair and renovation of armory roofs. The lease payments made by the agency are utilized by OCIA for debt service on the obligations.
- c. **SB 821** authorizes the Adjutant General provide premium payments on life insurance policies in the amount of \$250,000 for the military members of the Oklahoma Army and Air National Guard. Funds were appropriated in the amount necessary for the anticipated premium costs.
- d. The Legislature appropriated funds for the re-establishment of the State Transition Aftercare Region System (STARS) program, which utilizes military personnel for the continued oversight of at-risk juveniles in the state. The program was eliminated in FY-04 because of budget restraints. The agency previously contracted with the Office of Juvenile Affairs (OJA) to provide the oversight services and the funding was provided through OJA. Beginning in FY-06 funding is made directly to the Military Department.

- e. Many older National Guard armories include indoor firing ranges that have not been used for many years. The ranges are currently used for storage or are providing no use to the armories. Because of the prior use as a firing range, lead residue remains posing a potential health hazard and limiting the use of the space. Funds were appropriated to begin the process of lead abatement in the former firing ranges.
- f. Funds were appropriated for the purchase of body armor and biological/chemical/nuclear hazard equipment. The body armor will be primarily used in training of soldiers to better simulate actual conditions of any battlefield or conflict. The hazard equipment will be utilized for training and actual use in the event of a biological/chemical/nuclear emergency.

III. POLICY ISSUES

- a. **HB 1545** stipulates that the Adjutant General has charge of military reservations of the state and is responsible for to protection, safety, maintenance and preservation of the reservations. The bill also extends any license held by a member of the National Guard of reserve component of the armed forces which expires while the member is on active duty, until 90 days after the member is discharged from active duty.

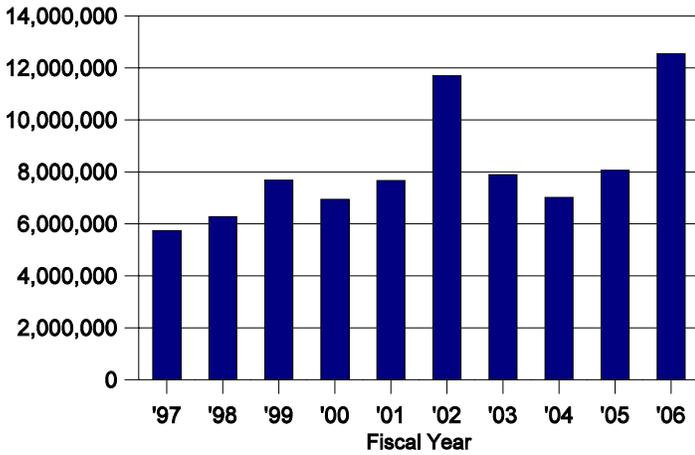
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$8,062,531	\$12,196,432	51.3%
Special Cash Fund	0	350,000	N/A
Federal Funds	39,500,000	45,643,568	15.6%
Revolving Funds	60,000	60,000	0.0%
Total	\$47,622,531	\$58,250,000	22.3%

V. BUDGET REFERENCES

SB 103, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,736,570	FY-02	\$11,700,375
FY-98	\$6,281,543	FY-03(Orig.)	\$7,895,866
FY-99	\$7,687,397	FY-04	\$7,021,379
FY-00	\$6,945,322	FY-05	\$8,062,531
FY-01	\$7,666,836	FY-06	\$12,546,432

Notes:

1. FY-97 figure includes \$400,000 capital appropriation and \$652,845 to replace the loss of federal funding of youth programs.
2. FY-02 increase includes \$3.8 million for armory roofs.
3. FY-06 increase includes \$1.85 million for the National Guard Life Insurance Program and \$1.785 million for re-establishment of the STARS Program.

OFFICE OF PERSONNEL MANAGEMENT

Oscar Jackson, Jr., Director

Agency #548

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$4,497,011	118.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	136,238	
b. Reduction of Authorized FTE	_____	<u>(13.5)</u>
Total Adjustments	\$136,238	(13.5)
FY-06 Appropriation and FTE Authorization	\$4,633,249	105.0
Percent Change from FY-05 to FY-06	3.0%	(11.4)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature reduced the authorized number of full-time-equivalent (FTE) employees from 118.5 to 105.0 to more accurately reflect the current employment levels within the agency.

III. POLICY ISSUES

- a. **HB 1500** states that if an employee in the classified service is demoted as a result of a position audit or reclassification, the agency shall provide notice of such demotion to the Office of Personnel Management (OPM), which shall review the findings of the agency prior to such demotion occurring, to ensure compliance with the law. OPM will complete the review and respond within ten (10) business days of receipt of notice. The provisions will not apply to demotions that are a result of a position audit or reclassification performed by the agency.

The measure also requires the agency to analyze, review and provide recommendations to the Oklahoma Compensation and Unclassified Positions Review Board related to additions or removal of positions from the unclassified employment catalogue.

- b. **HB 1755** directs the agency to conduct an annual random audit of state agencies to determine whether they are in compliance with performance evaluation policies. Any agency found to be out of compliance is required to submit a written plan to the Administrator detailing the efforts the agency will make to come into compliance at the earliest possible date.

- c. **SB 473** provides that any state agency for which the Administrator provides payroll services will pay for such services at a rate established by the Administrator, which are to be based on the cost to the Administrator of providing the services. Each agency is to remit payment for such services quarterly to the agency for deposit into the Office of Personnel Management Revolving Fund.

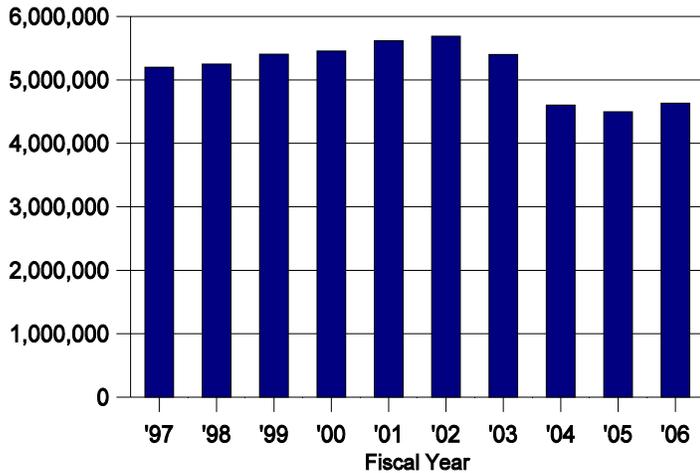
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$4,497,011	\$4,633,249	3.0%
Carryover	250,000	450,000	80.0%
Revolving Funds	650,000	750,000	15.4%
Total	\$5,397,011	\$5,833,249	8.1%

V. BUDGET REFERENCES

SB 105, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,199,412	FY-02	\$5,689,734
FY-98	\$5,250,432	FY-03(Orig.)	\$5,399,774
FY-99	\$5,405,165	FY-04	\$4,602,700
FY-00	\$5,454,225	FY-05	\$4,497,011
FY-01	\$5,614,759	FY-06	\$4,633,249

SECRETARY OF STATE

Susan Savage, Secretary of State

Agency #625

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$456,927	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>53,257</u>	
Total Adjustments	\$53,257	N/A
FY-06 Appropriation and FTE Authorization	\$510,184	N/A
Percent Change from FY-05 to FY-06	11.7%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **SB 463** allows the Secretary of State to utilize electronic means (facsimile or electronic mail) to convey any act or resolution, any Civil Probate Act or Criminal Procedure Act passed by the Legislature to the court clerk of each county a copy of such act or resolution.
- b. The Secretary of State entered into an agreement with the Ethics Commission for the shared use of storage space adjacent to the Ethics Commission offices.

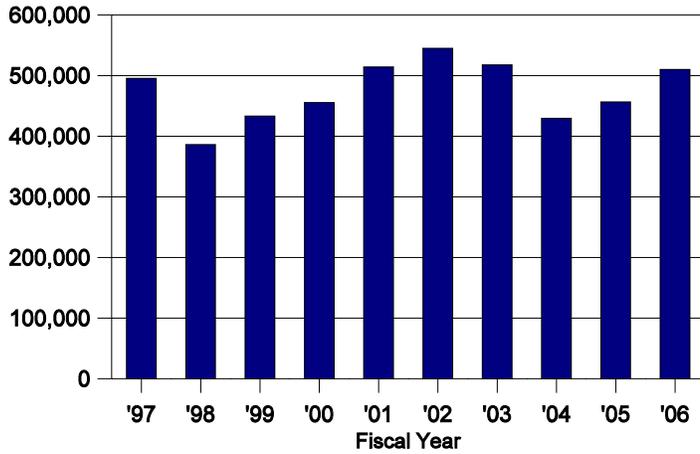
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$456,927	\$510,184	11.7%
Carryover	520,000	600,000	15.4%
Revolving Funds	2,235,000	2,450,000	9.6%
Total	\$3,211,927	\$3,560,184	10.8%

V. BUDGET REFERENCES

HB 1056, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$495,557	FY-02	\$545,124
FY-98	\$386,417	FY-03 (Orig)	\$517,868
FY-99	\$433,371	FY-04	\$429,494
FY-00	\$455,582	FY-05	\$456,927
FY-01	\$514,267	FY-06	\$510,184

Note:

1. In FY-97 the Office of Volunteerism was transferred to the Department of Civil Emergency Management.

SENATE

Honorable Mike Morgan, President Pro-Tempore

Agency #421

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$12,769,707	N/A
FY-06 Adjustments		
a. Annualize Employee Pay Raise	377,186	
Total Adjustments	\$377,186	N/A
FY-06 Appropriation and FTE Authorization	\$13,146,893	N/A
Percent Change from FY-05 to FY-06	3.0%	N/A

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

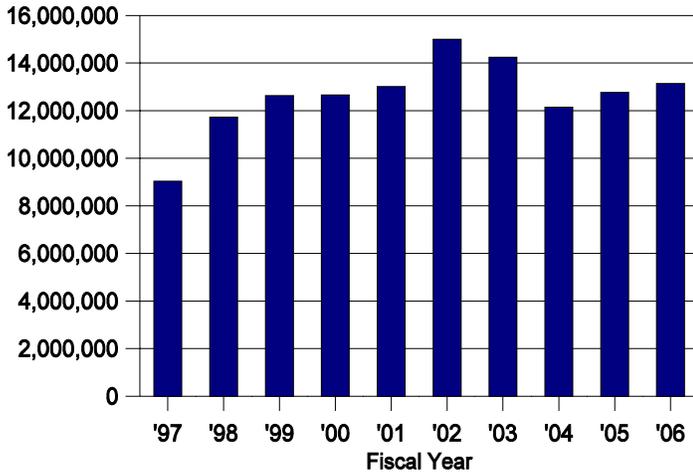
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$12,419,707	\$13,146,893	5.9%
Special Cash Fund	\$350,000	\$0	(100.0)%
Total	\$12,769,707	\$13,146,893	3.0%

V. BUDGET REFERENCES

HB 1058, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$9,040,700	FY-02	\$15,001,727
FY-98	\$11,728,725	FY-03(Orig.)	\$14,251,641
FY-99	\$12,638,823	FY-04	\$12,147,920
FY-00	\$12,665,972	FY-05	\$12,769,707
FY-01	\$13,017,287	FY-06	\$13,146,893

Note:

1. FY-98 funding includes the transfer of responsibilities and funding from the Legislative Service Bureau.

OKLAHOMA SPACE INDUSTRY DEVELOPMENT AUTHORITY

William Khourie, Executive Director

Agency #346

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$518,323	5.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	4,941	
Total Adjustments	\$4,941	0.0
FY-06 Appropriation and FTE Authorization	\$523,264	5.0
Percent Change from FY-05 to FY-06	1.0%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. The Authority has made application for up to \$8.0 million in various federal grants related to the development and operation of the Burns Flat facility. Successfully obtaining any or all of the grants will result in an acceleration of the capital improvement and operational plans of the Authority.

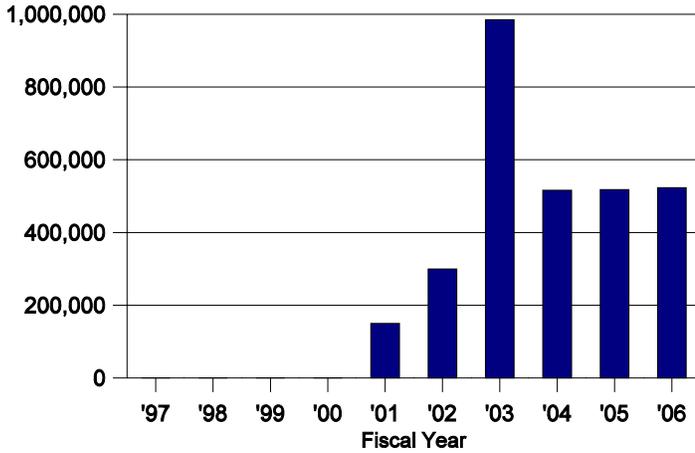
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$518,323	\$523,264	1.0%
Revolving Funds	350,000	400,000	14.3%
Federal Funds	0	8,000,000	N/A
Total	\$868,323	\$8,923,264	927.6%

V. BUDGET REFERENCES

HB 1060, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	N/A	FY-02	\$300,000
FY-98	N/A	FY-03(Orig.)	\$985,000
FY-99	N/A	FY-04	\$515,851
FY-00	N/A	FY-05	\$518,323
FY-01	\$150,000	FY-06	\$523,264

Notes:

1. The Space Industry Development Authority was created in FY-01.
2. Onetime appropriations were made in FY-03 for the environmental impact and safety studies required by the federal government as part of the licensing process.

TAX COMMISSION

Thomas E. Kemp, Jr., Chairman

Agency #695

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$41,462,019	1304.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	1,464,272	
b. Audit and Collection Improvement Initiative	2,200,000	
c. Temporary Employment Contract - Processing	500,000	
d. Reduction in FTE Authorization	_____	(154.0)
Total Adjustments	\$4,164,272	(154.0)
FY-06 Appropriation and FTE Authorization	\$45,626,291	1,150.0
Percent Change from FY-05 to FY-06	10.0%	(11.8)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature provided an appropriation for the continuing costs related to the implementation of an integrated collection and compliance system within the agency begun in FY-05. The funds will allow the agency to retain audit and collection personnel and is estimated to increase FY-06 revenue by \$6.5 million.
- c. Funds were appropriated to provide temporary personnel for the processing of income tax returns at peak times in the filing cycle. Prior to this funding, the Legislature had passed supplemental appropriation legislation for this purpose.
- d. The Legislature reduced the authorized number of full-time-equivalent (FTE) employees from 1,304 to 1,150 to more accurately reflect the current employment levels within the agency.

III. POLICY ISSUES

- a. **HB 1188** provided \$500,000 in FY-05 supplemental funds for the payment of temporary employment contracts related to the processing of income tax returns.

- b. **HB 1194** modifies the methodology for the estimating of gross production tax revenue from natural gas by directing the Commission to compare prices, and the differential between published forecasted prices and Oklahoma gas prices, in at least twenty-four (24) of the immediate thirty-six (36) previous months of production, beginning in FY-06. The modification in estimating methodology resulted in an increase in the FY-06 gross production tax estimate from natural gas of approximately \$134.2 million in total collections and increased the General Revenue Fund certification by \$115,055,098.
- c. **HB 1297** provides for the titling and registration of all-terrain vehicles. Owners of an all-terrain vehicle or motorcycle used exclusively off roads or highways which is purchased or transferred after December 31, 2005 must possess a certificate of title and obtain a registration. The registration will be valid through the use of a decal and will not require annual renewal. Owners of all-terrain vehicles purchased or transferred prior to December 31, 2005 may, at their option, obtain title and registration for the vehicle. Title fees of \$11.00 and registration fees of \$11.00 will be assessed.

The measure also provides for the payment of excise tax upon purchase in-lieu of sales tax. The excise tax rate is set at 4.5 percent specifically for such vehicles.

- d. **SB 237** directs the Corporation Commission to transfer the amount of net revenue collected under the International Registration Plan (IRP) to the Tax Commission for apportionment under provisions of the motor vehicle code. In addition, the Tax Commission is authorized to transfer current diesel fuel collections to the Corporation Commission in the event that collections are insufficient for monthly payments to other states and jurisdictions under the International Fuel Tax Agreement (IFTA). Each of the provisions are a result of the transfer of the IRP and IFTA Sections from the Tax Commission to the Corporation Commission initiated in SB 141 (2005).
- e. **SB 507** provides new procedures for the issuance of special license plate beginning January 1, 2006. Special plates showing membership in or affiliation with an organization or demonstration of support for an organization, group or cause may be issued so long as the plate does not advertise or endorse a product, brand or service that is provided for sale, does not promote any philosophy based on prejudice or that is contrary to civil rights laws and has five hundred prepaid applications received by the Tax Commission.

Fees in addition to other registration fees will be \$15.00 or \$35.00 in instances where the plate provides financial assistance to an entity.

- f. **SB 905** includes provisions which make income tax withholding payment filings due on the twentieth of each month instead of the fifteenth. The modification allows taxpayers to remit withholding payments on the same due date as sales, use and certain excise taxes.

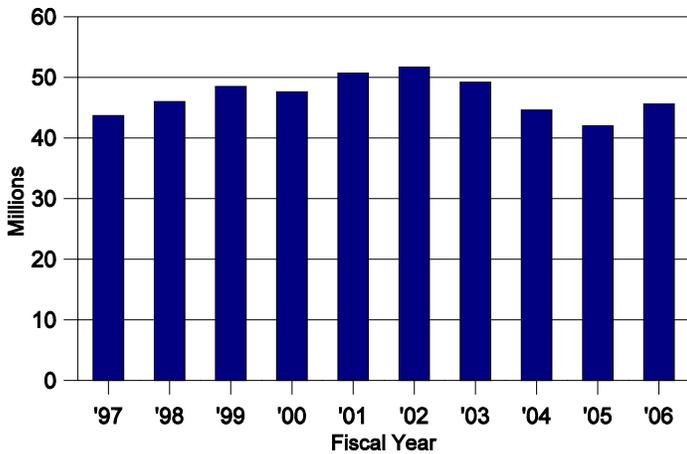
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$41,462,019	\$45,626,291	10.0%
Federal Funds	100,000	100,000	0.0%
Revolving Funds	53,750,000	62,807,970	16.9%
Total	\$95,312,019	\$108,534,261	13.9%

V. BUDGET REFERENCES

SB 113, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$43,722,844	FY-02	\$51,748,599
FY-98	\$46,029,438	FY-03(Orig.)	\$49,161,169
FY-99	\$48,507,129	FY-04	\$44,601,406
FY-00	\$47,587,292	FY-05	\$41,462,019
FY-01	\$50,680,269	FY-06	\$45,626,291

DEPARTMENT OF TRANSPORTATION

Gary Ridley, Director

Agency #345

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$200,875,804	3125.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	3,550,905	
b. Capital Improvement Program Debt Service	69,349,428	
c. Industrial/Lake Access Road Programs	1,372,000	
d. Reduction in FTE Authorization	_____	(275.0)
Total Adjustments	\$74,272,333	(275.0)
FY-06 Appropriation and FTE Authorization	\$275,148,137	2,850.0
Percent Change from FY-05 to FY-06	37.0%	(8.8)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated to fully fund the debt service requirements resulting from the lease revenue bonds issued by the Oklahoma Capitol Improvement Authority in 1998 and 2000 and subsequently refinanced in 2004. The funding of the debt service requirements will allow more than \$21.0 million currently programed for debt service needs to be utilized for highway and bridge construction, repair and maintenance.
- c. The Legislature provided additional funds for the Lake Access/Industrial Access road program. This appropriation is in addition to the \$5.0 million currently dedicated to the programs within the agency funding base.
- d. The Legislature reduced the authorized number of full-time-equivalent (FTE) employees from 3,125 to 2,850 to more accurately reflect the current employment levels within the agency.

III. POLICY ISSUES

- a. **HB 1078** provides \$170.0 million in additional funding for highway and bridge construction, repair and maintenance when fully implemented. Each fiscal year the agency will receive a minimum of \$17.5 million and a maximum of \$35.0 million in General Revenue Fund monies

directly apportioned based on a determination by the State Board of Equalization related to growth in the General Revenue Fund.

The annual funding amounts will be in excess of the amount apportioned in a prior year, until the cumulative amount reached \$170.0 million. Funds apportioned through the provisions of HB 1078 cannot supplant any funding which results from the appropriations process.

HB 1078 also provides an additional \$2.0 million for the operations of passenger rail service in Oklahoma and an additional \$3.0 million for either direct expenditure or matching of federal funds for public transit systems in the state.

- b. **SB 435** includes the Railroad Modernization Act of 2005, providing income tax credits of up to \$500.00 per mile of Class II or Class III ("Short-Line") track, bridges, sidings, signs, roadbed and other assets that are reconstructed or replaced. The improvements made as a result of the incentives will revitalize the short-line rail industry in the state and provide economic opportunity, particularly in rural Oklahoma.

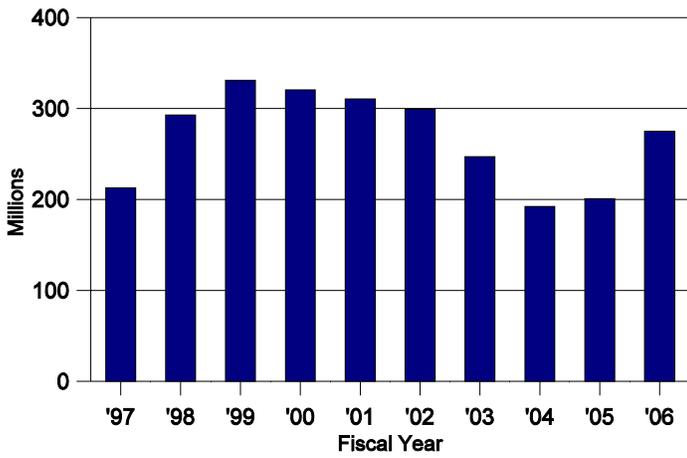
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
Transportation Fund	\$200,775,804	\$204,426,709	1.8%
General Revenue Fund	100,000	69,571,428	69,471.4%
Special Cash Fund	0	1,150,000	N/A
Revolving Funds	63,426,240	67,525,000	6.5%
Federal Funds	466,823,726	745,000,000	59.6%
Total	\$731,125,770	\$1,087,673,137	48.8%

V. BUDGET REFERENCES

SB 115, Sections 1 through 7; HB 1078

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$212,815,071	FY-02	\$299,154,666
FY-98	\$292,775,410	FY-03(Orig.)	\$247,008,202
FY-99	\$331,375,377	FY-04	\$192,185,387
FY-00	\$320,316,334	FY-05	\$200,875,804
FY-01	\$310,537,259	FY-06	\$275,148,137

Notes:

1. FY-98 reflects the passage of HB 1629, the Roads Program, a five-year funding program for highway construction.
2. FY-06 increase includes fully funding the debt service associated with the Roads Program instituted in FY-98.

TREASURER

Scott Meacham, State Treasurer

Agency #740

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$4,926,592	90.0
FY-06 Adjustments		
a. Removal of Onetime Funding - Purchasing	(500,000)	
b. Annualize Employee Pay Raise	<u>97,906</u>	
Total Adjustments	(\$402,094)	0.0
FY-06 Appropriation and FTE Authorization	\$4,524,498	90.0
Percent Change from FY-05 to FY-06	(8.2)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Funds were appropriated to finance the first phase of a project designed to review and improve the state's purchasing efforts. Consultants analyzed purchasing rules, laws, products and practices and are developing plans to reduce the cost of procurement for state government. The appropriation was not required for FY-06 and was removed from the agency funding base.
- b. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **SB 451** includes provisions which reduced the holding period for stock or other intangible ownership interest before such property is deemed unclaimed from seven (7) to three (3) years in most instances. The measure also modified the procedures for the publishing notices of unclaimed property by the State Treasurer to provide flexibility for the Treasurer to provide maximum notice throughout the state.
- b. **SB 448** increases the income tax deduction for contributions to accounts established under the Oklahoma College Savings Plan Act from \$2,500 per account to \$10,000 for each individual taxpayer or \$20,000 for taxpayers filing a joint return. The provision also includes a carry-forward for deductions for a period of five (5) years. The new provisions are effective in tax year 2005. The State Treasurer serves as administrator for the college savings program.

The State Treasurer transferred \$1.5 million in surplus from the Unclaimed Property Fund to the Special Cash Fund.

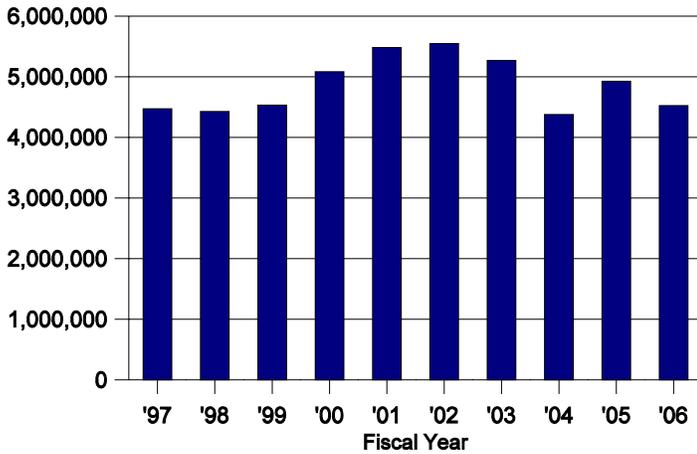
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$4,326,592	\$4,424,498	2.3%
Special Cash	500,000	100,000	(80.0)%
Federal Tax Relief Fund	100,000	0	(100.0)%
Carryover	250,000	300,000	20.0%
Revolving Funds	3,135,200	1,687,763	(46.2)%
Total	\$8,311,792	\$6,512,261	(21.7)%

V. BUDGET REFERENCES

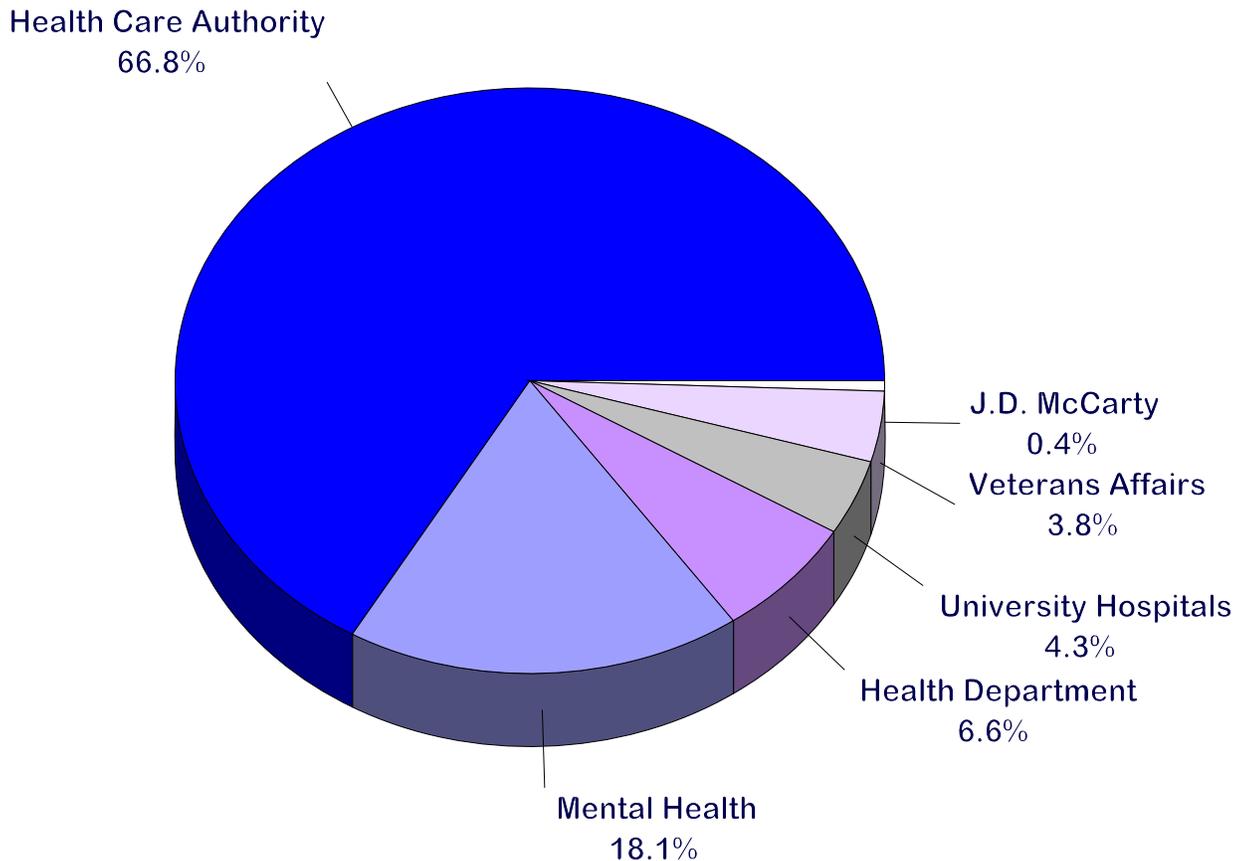
SB 117, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,472,433	FY-02	\$5,547,465
FY-98	\$4,427,153	FY-03(Orig.)	\$5,270,092
FY-99	\$4,532,558	FY-04	\$4,377,639
FY-00	\$5,083,878	FY-05	\$4,926,592
FY-01	\$5,482,722	FY-06	\$4,524,498

HEALTH AND SOCIAL SERVICES SUBCOMMITTEE DISTRIBUTION OF FY-06 APPROPRIATIONS



Health Care Authority	\$634,786,355
Mental Health and Substance Abuse	171,810,647
Health Department	62,790,819
University Hospitals Authority	40,549,342
Department of Veterans Affairs	36,040,332
J.D. McCarty Center	<u>3,792,283</u>
Subcommittee Total	\$949,769,778

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

OKLAHOMA HEALTH CARE AUTHORITY

Mike Fogarty, Chief Operating Officer

Agency #807

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$482,256,505	389.5
FY-06 Adjustments		
Annualizations		
a. Restore FMAP Funding	33,226,771	
b. Medicare A & B Premiums	2,270,855	
c. Annualize Employee Pay Raise	275,593	
d. SoonerCare Rate Increase	284,906	
e. Fiscal Agent Contract Increases	193,750	
Maintenance		
f. Administrative Operating Expenses	16,043	
g. Nursing Home Cost Report Auditor	2,500	
h. SoonerCare FY-06 Growth and Utilization	36,698,025	
i. Restore Quality of Care Funding	3,582,692	
j. State Auditor Contract Increases	7,500	
k. FY-06 Medicare A & B Premiums	2,905,672	
Mandate and Compliance Issues		
l. Medicare Modernization Act (MMA)	7,723,016	1.0
m. Payment Error Rate Measurement (PERM)	74,823	2.0
n. Ticket-To-Work Disability Services	67,704	2.0
o. O-EPIC Program		3.0
Additional Adjustments		
p. Children's Medical Services Increases	9,900,000	
q. Hospital Provider Rate Increases	38,000,000	
r. Physician & Medicare Co-insurance & Deductibles	15,100,000	

s. 12-Month Eligibility	800,000	
t. Prescription for Savings Initiative	<u>1,400,000</u>	
Total Adjustments	\$152,529,850	8.0
FY-06 Appropriation and FTE Authorization	\$634,786,355	397.5
Percent Change from FY-05 to FY-06	31.6%	2.1%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. Each year, the Centers for Medicare and Medicaid Services (CMS) and other federal agencies adjust the Federal Medical Assistance Percentage (FMAP) calculation to coincide with such factors as inflation and each state's economic status. Effective October 1, 2005, the State of Oklahoma will be required to provide more funds to match Oklahoma's FMAP rate. This appropriation will annualize the costs associated with the increased state matching requirement due to the FMAP reduction from 70.18% to 67.91%.
- b. During FY-05, the Legislature provided the agency with partial funding to cover anticipated costs associated with Medicare Part A and B premium increases. This funding adjustment is necessary to annualize the cost increases.
- c. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- d. The Legislature provided partial funding for the authorized rate increases for the SoonerCare program which began January 1, 2005. This funding is necessary to annualize those rate increases for SoonerCare physicians and health care providers.
- e. The fiscal agent contract is an eight-year contract which increases slightly each year. Because OHCA began the Breast and Cervical Cancer Treatment and Family Planning programs during FY-05, system changes are necessary to process and pay claims for these new eligibility groups. Increases in new eligibility groups covered through Medicaid also increases administration costs to the fiscal agent contract. These funds will annualize the cost of the contract.
- f. The need for new imaging equipment for more efficient storage of provider records including, but not limited to, copies of claims, adjustments, and warrants is satisfied by this appropriation.
- g. The OHCA has a contract with an entity to conduct random audits of cost reports submitted by nursing facilities receiving Medicaid reimbursements. An increase in the cost of the contract with the nursing home cost report auditor made this funding necessary.
- h. This appropriation will maintain the provider rate increases and the increased enrollment of Medicaid clients in SoonerCare during FY-05. It is also required to meet projected growth in enrollment, increased utilization of services, and increased prescription drug costs for FY-06.

- i. Higher provider rates in FY-04, increased costs and utilization of long-term care services, and decreased revenue created a budget shortfall in the Quality of Care Fund which is addressed with this appropriation.
- j. Additional funding was required to meet the increased cost of the contract with the State Auditor and Inspector's Office provided for by statute in Title 74, Section 212A.
- k. Medicare Part A and B premiums will increase beginning January 1, 2006. OHCA projects that these funds will be required to meet those increased premium costs for the last six months of FY-06. This appropriation was made to fund these premium increases for those individuals eligible for both Medicaid and Medicare.
- l. The Medicare Modernization Act of 2003 (MMA) will have a substantial impact on states having significant numbers of dual-eligibles, or individuals which qualify for both Medicaid and Medicare benefits. With the shifting of prescription drug costs for these dual-eligibles to Medicare, the federal government is requiring increased reimbursements from states to cover these costs. The Legislature provided this funding to allow for the federal "clawback" payment on prescription drugs and to hire one additional full-time employee to work in this program.
- m. The Payment Error Rate Measurement (PERM) program is federally mandated. This funding will provide two new full-time employees to administer this program and allow Oklahoma to continue to receive Medicaid matching funds from the federal government.
- n. The Legislature appropriated these funds to hire two full-time employees to work with the Ticket-to-Work program in providing disability services for Medicaid beneficiaries as required by this federally mandated program.
- o. The Oklahoma Employer/Employee Partnership for Insurance Coverage (O-EPIC) program is designed to assist small business owners in providing their employees and their employees' families with health insurance. The funding for this program is derived from the revenue of the increased tobacco tax. Three full-time employees will be used to administer the program at OHCA.
- p. Court-ordered increases in provider rates to 100% of Medicare rates for physicians and other providers of health care services for children through the Medicaid program made this funding necessary. The Legislature appropriated these funds to meet the court-ordered requirements and provide equal access to medical treatment for all Oklahoma children.
- q. This appropriation will be used as state matching funds to draw down \$80.6 million in federal funds providing a total of \$118.6 million for increased hospital provider rates and increased access to health care for all Oklahoma Medicaid beneficiaries.
- r. The Legislature provided this funding to serve as the state match for drawing down additional federal funds for increasing physician provider rates and covering a larger portion of the cost of Medicare co-insurance and deductibles for dual-eligibles.

- s. Currently, Medicaid recipients are eligible for six months of benefits and services and then must reapply and re-qualify for the continuation of Medicaid benefits. This funding will allow for the phase-in of twelve month eligibility for Medicaid recipients beginning January 1, 2006.
- t. The Prescription for Savings Initiative is authorized in **SB 547**. An appropriation allows for the implementation of this program designed to assist elderly and low-income individuals which have no health insurance, Medicaid coverage access discounted or no free prescription drugs through programs offered by drug manufacturers.

III. POLICY ISSUES

- a. **HB 1419** provides a definition for “phenylketonuria” and directs OHCA to use this definition in administering the Medicaid prescription drug program.
- b. **SB 233** was a supplemental appropriation of \$50 million to OHCA from FY-04 General Revenue funds for expenditure in FY-05 combined with a transfer of \$50 million in funds from OHCA to the “Jobs and Growth Tax Relief Fund,” the original source of the appropriation made in Section 67 of **HB 2007** during the 2004 Legislative Session. The net result of this supplemental appropriation was no additional funding for the OHCA, but the funding source was now acceptable as the state match for federal Medicaid reimbursements.
- c. **SB 538** amends the current third-party liability law to conform with the federal law and eliminates the requirement that Medicaid liens be filed with the Oklahoma County District Court Clerk.
- d. **SB 547** creates the Oklahoma Prescription Drug Discount Program Act of 2005, directing the OHCA to contract with a pharmacy benefit manager for the administration of a prescription drug discount program for low-income Oklahomans which have no health insurance and are non-Medicaid beneficiaries. This legislation creates a “one-stop” prescription drug discount program for uninsured seniors and families.
- e. **SB 642** amends Section 1-1925.2 of Title 63 by eliminating the requirement that nursing facilities submit cost report information to the OHCA on a quarterly basis. The annual cost report is still required.
- f. **SB 861** amends Section 5030.5 of Title 63 by allowing the Medicaid Drug Utilization Review Board (DUR) to establish protocols and standards for the use of any prescription drug determined to be medically necessary, proven effective and approved by the Food and Drug Administration (FDA) for the treatment of human immunodeficiency virus/acquired immune deficiency syndrome (HIV/AIDS) and Hepatitis C without prior authorization, except when there is a generic equivalent available.

- g. **SB 1015** creates the “Oklahoma Self-Directed Care Act,” directing the OHCA to establish self-directed care pilot programs based on consumer choice and control. Bill provisions establish cooperative agreements with the Oklahoma Department of Human Services (DHS) to implement and administer these programs and allow persons enrolled in the Medicaid home and community-based program to choose the providers of the services and direct the delivery of services best meeting participants’ long-term care needs. OHCA is also directed to apply for waivers necessary to allow any eligible person to self-direct their own personal care services. DHS is instructed to implement each pilot program upon federal approval and within funds appropriated by the Legislature for this purpose, continually review and assess the implementation of the self-directed care program and submit a written report by January 15th of each year to the Governor and Legislature. SB 1015 also authorizes an increase in the number of members appointed to the Strategic Planning Committee on the Olmstead Decision to a total of seventeen, authorizes eighteen ex-officio members, includes representatives from disability-related organizations, and makes all members voting members.

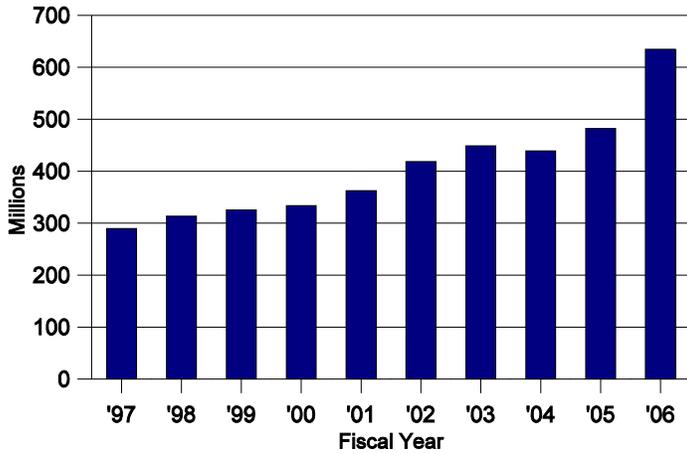
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$415,848,200	\$603,481,864	45.1%
Special Cash Fund	0	18,000,000	N/A
Jobs and Growth Tax Relief Fund	50,000,000	0	(100.0)%
Tobacco Settlement Funds	16,408,305	13,304,491	(18.9)%
Federal Funds	2,504,778,140	2,724,540,827	8.8%
Total	\$2,987,034,645	\$3,359,327,182	12.5%

V. BUDGET REFERENCES

HB 1088, Section 1; SB 121, Sections 1 through 11; SB 122, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$289,835,926	FY-02	\$418,679,264
FY-98	\$313,650,147	FY-03(Orig.)	\$449,126,375
FY-99	\$325,846,050	FY-04	\$439,000,000
FY-00	\$333,797,217	FY-05	\$482,256,505
FY-01	\$362,804,698	FY-06	\$634,786,355

Notes:

1. Revenue shortfalls and onetime transfers resulted in an actual appropriation of \$413,559,746 for FY-03.
2. The significant increase in FY-06 General Revenue was a result of the FMAP reduction and the funding for provider rates.

HEALTH DEPARTMENT

Dr. Michael Crutcher, Commissioner

Agency #340

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$57,563,226	2,574.3
FY-06 Adjustments		
a. Annualize Employee Pay Raise	1,921,131	
b. Health Facility Surveyors	1,068,703	
c. Breast and Cervical Cancer Screening	750,000	
d. Federally Qualified Health Centers	202,759	
e. Charles Mott Foundation After-School Initiative	75,000	
f. Tillman County Health Dept. Bond Payments	10,000	
g. Hearts for Hearing	200,000	
h. Primary Health Care Development Fund	1,000,000	
i. Reduction in Full-Time Employees	_____	<u>(34.3)</u>
Total Adjustments	\$5,227,593	(34.3)
FY-06 Appropriation and FTE Authorization	\$62,790,819	2,540.0
Percent Change from FY-05 to FY-06	9.1%	(1.3)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature appropriated these funds to replace federal funding and hire additional health facility surveyors to maintain adequate inspection of hospitals, health care facilities, and nursing facilities, including the investigation of complaints in long-term care facilities.
- c. This increase in funds will be used to provide breast and cervical cancer screening for a minimum of 2,000 women each year.
- d. This appropriation will provide monies for the development of new Federally Qualified Health Centers (FQHC) and increase access to primary health services for low-income Oklahomans. Including the appropriation in **HB 1083**, the total amount of new funds available for FQHCs will be \$1,282,270.

- e. The Charles Mott Foundation provides grants for after-school programs. This appropriation will provide state matching funds for a grant. The program will be coordinated by the Oklahoma Institute for Child Advocacy.
- f. This funding will be combined with existing funds in the agency to provide a total of \$100,000 in debt service on the construction bonds for the Tillman County Health Department building.
- g. The Hearts for Hearing program provides digital hearing aids and speech therapy for low-income children. This funding will allow children, which would not be eligible to obtain these products or services through Medicaid or other programs, to receive state-of-the-art digital hearing aids and speech therapy.
- h. The Legislature created the Primary Health Care Development Revolving Fund in **HB 1083** and appropriated these funds for the improvement and creation of the FQHC in Oklahoma.
- i. The number of authorized full-time employees for the agency was reduced by 34.3 positions as part of a continued effort to reduce costs and increase the emphasis on the utilization of funds for direct services to consumers.

III. POLICY ISSUES

- a. **HB 1083** creates the Primary Health Care Development Revolving Fund and appropriates \$1,000,000 to the fund for the enhancement and development of FQHC in Oklahoma. The Oklahoma State Department of Health (OSDH) is authorized to make expenditures from this fund for specific purposes.
- b. **HB 1327** extends the time period until July 1, 2007, for hospitals, specialty hospitals, and ambulatory surgical centers to receive approval for construction of a new facility without providing an annual written verification that at least 30% of their annual net revenues are from Medicare or Medicaid, with allowances for uncompensated care.
- c. **HB 1688** contains both amendatory and new language regarding the Nursing Home Care Act. Bill provisions authorize a dispute resolution process for nursing homes, provides for impartial decision makers, and establish certain limits on informal dispute resolution hearings with OSDH. **HB 1688** also allows certified medication aides, with OSDH-approved training, to administer subcutaneous injections of insulin, and provides for training requirements and record keeping regarding feeding assistants.
- d. **HB 1695** creates the Advisory Council on Cord Blood Donations, consisting of ten (10) members. The Council is charged with presenting recommendations related to the development of a level cord-blood donor program.

- e. **HB 1963** creates the Long-term Care Security Act. Bill provisions require every long-term care facility licensed by the OSDH to conspicuously post a copy of any notification from a local law enforcement authority of the registration of any person residing in the facility who is required to register pursuant to the provisions of the Sex Offenders Registration Act or the Mary Rippy Violent Crime Offenders Registration Act. The Oklahoma Department of Corrections (DOC) is directed to immediately notify the OSDH when any person registered under the Sex Offenders Registration Act or the Mary Rippy Violent Crime Offenders Registration Act is seeking placement in a long-term care facility in the state, and requires OSDH to notify the long-term care facility about the sexual offender seeking placement in their facility. HB 1963 also requires all employees of the State of Oklahoma or any entity contracting with the State have a background check to determine if they are a registered sexual offender to ensure that they are not working in a long-term care facility, the Advantage Waiver program, or volunteering in any program providing services to long-term care facilities, and requires certain training for Long-term Care Ombudsman participants.
- f. **SB 49** amends portions of the Nursing Home Care Act related to temporary nursing home managers, clarifies the process for a nursing home owner regarding timely judicial review of the appointment of a temporary manager, and authorizes the use of certain funds by OSDH for the health and safety of the residents. SB 49 also requires certain reports, provides remedies OSDH may seek following a final accounting after the release of a temporary manager including repayment of funds, and authorizes liens in certain situations.
- g. **SB 120** authorizes expenditures from the Trauma Care Assistance Revolving Fund to support readiness costs incurred by trauma facilities in ensuring the availability of 24-hour physician services for the provision of trauma care.
- h. **SB 539** allows ground ambulance services based outside Oklahoma to provide services in Oklahoma under certain conditions, authorizes OSDH to investigate any complaint associated with an emergency response by an out-of-state ambulance service, and authorizes the Commissioner of Health to issue an air ambulance license to a provider based outside the state in certain conditions.
- i. **SB 708** requires all FQHC operating within Oklahoma to be in compliance with all federal requirements, requires boards of these centers to comply with the Oklahoma Open Meetings Act, authorizes the removal of board members under certain conditions, and directs the State Board of Health to adopt certain rules and provide enforcement.
- j. **SB 950** directs OSDH to require training for certified nurse aides include a minimum of ten (10) hours of instruction in the care of Alzheimer's patients.
- k. **SB 983** amends the Maternal and Infant Care Improvement Act by specifying that "health care services" provided by or through contract with OSDH does not include abortion, abortion referral, or abortion counseling.
- l. **SB 1012** amends the Oklahoma Emergency Response Systems Development Act allowing stretcher-aid van transports to and from any Oklahoma Veterans Center.

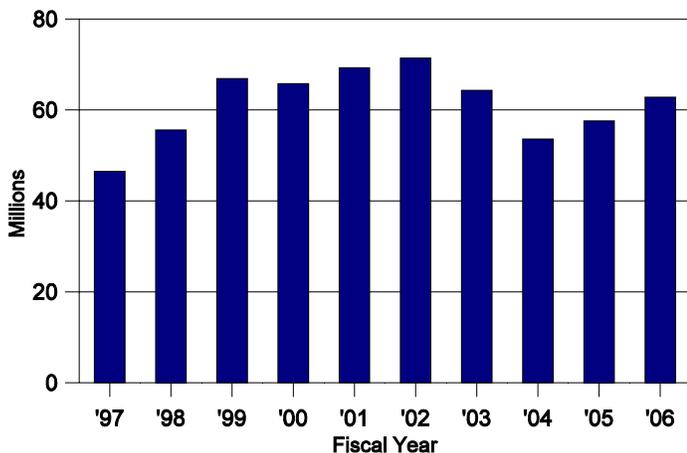
IV. BUDGET RESOURCES

	FY-05	FY-06	% Change
General Revenue Fund	\$57,563,226	\$61,790,819	7.3%
Special Cash Funds	0	1,000,000	N/A
Revolving Funds	37,612,558	59,589,398	58.4%
Federal Funds	157,465,247	176,840,078	12.3%
Total	\$252,641,031	\$299,220,295	18.4%

V. BUDGET REFERENCES

HB 1082, Sections 1 through 14; SB 1083, Section 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$46,553,053	FY-02	\$71,436,628
FY-98	\$55,618,457	FY-03(Orig.)	\$64,292,965
FY-99	\$66,858,510	FY-04	\$53,649,633
FY-00	\$65,788,803	FY-05	\$57,563,226
FY-01	\$69,300,271	FY-06	\$62,790,819

Notes:

1. FY-97, FY-98 and FY-99 saw an increase in funding for services for children and pregnant women.
2. Revenue shortfalls resulted in an actual appropriation of \$59,402,967 for FY-03.
3. The significant increase in revolving funds for FY-06 is based on projected revenue from the increased tobacco tax.

**J.D. McCARTY CENTER FOR CHILDREN WITH
DEVELOPMENTAL DISABILITIES**

Curtis Peters, Director

Agency #670

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,162,767	200.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	288,000	
b. Annualize Employee Benefits	139,823	
c. Debt Service	79,693	
d. Speech Pathologist Salary Increase	102,000	
e. State Match for DSH Funding	20,000	
f. Additional Therapists	_____0	5.0
Total Adjustments	\$629,516	5.0
FY-06 Appropriation and FTE Authorization	\$3,792,283	205.0
Percent Change from FY-05 to FY-06	19.9%	2.5%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. These monies will be used to fund the increases in health insurance, retirement, and risk management costs to the agency.
- c. The one-time savings in debt service for FY-04 must be replaced and required additional appropriated funds in both FY-05 and FY-06 to meet the annual payments for the bonds issued for the new facility. The total debt service for FY-06 will be \$1,109,985.
- d. This funding allows for the salary increases of speech pathologists necessary to maintain contracts with public school systems around the state through the telemedicine system.
- e. Based on estimates from the Oklahoma Health Care Authority, the agency will require this funding to provide the state share of the match for the disproportionate share to hospitals (DSH) funding from Medicaid.
- f. The Legislature authorized five additional full-time employees (FTE) for speech, physical and occupational therapists. Salaries for these employees will be met by increased revenue

generated by the enhanced ability to serve more children, additional contracts with public school systems and increased federal reimbursements.

III. POLICY ISSUES

None

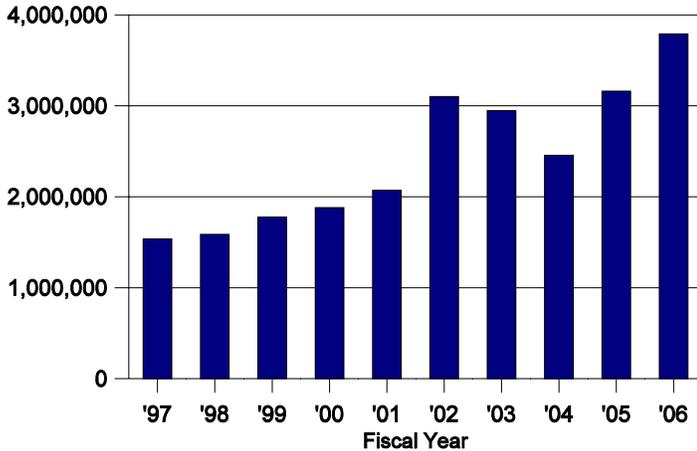
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$3,162,767	\$3,792,283	19.9%
Revolving Funds	8,707,233	8,707,717	0.0%
Total	\$11,870,000	\$12,500,000	5.3%

V. BUDGET REFERENCES

SB 123, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$1,535,667	FY-02	\$3,101,630
FY-98	\$1,587,182	FY-03(Orig.)	\$2,946,549
FY-99	\$1,775,568	FY-04	\$2,457,898
FY-00	\$1,881,252	FY-05	\$3,162,767
FY-01	\$2,070,083	FY-06	\$3,792,283

Notes:

1. The FY-02 increase represents funds for debt service obligations against the bond issue used to finance the Center’s new facility.
2. Revenue shortfalls resulted in an actual appropriation of \$2,715,245 for FY-03.

DEPARTMENT OF MENTAL HEALTH AND SUBSTANCE ABUSE SERVICES

Dr. Terry Cline, Commissioner

Agency #452

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$155,447,428	2,651.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	3,020,781	
b. Replace FMAP Funding	800,000	
c. Program for Assertive Community Treatment	650,000	
d. Core Mental Health Operations and Services	5,500,000	
e. Children's Systems of Care Services	1,000,000	
f. Mental Health Court/Jail Diversion Program	400,000	
g. Drug Court Expansion	8,000,000	
h. Oklahoma Forensic Center	800,000	
i. Recovery Homes/Residential Care Rate Increase	300,000	
j. Broadway House in Ardmore	75,000	
k. Transfer Domestic Violence to Attorney General	(4,182,562)	
l. Reduction in Full-Time Employees	_____	<u>(76.0)</u>
Total Adjustments	\$16,363,219	(76.0)
FY-06 Appropriation and FTE Authorization	\$171,810,647	2,575.0
Percent Change from FY-05 to FY-06	10.5%	(2.9)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

- b. The Oklahoma Department of Mental Health and Substance Abuse Services (ODMHSAS) provides the funding to the Oklahoma Health Care Authority (OHCA) for the state match for those Medicaid-eligible clients served by ODMHSAS. The reduction in the Federal Medical Assistance Percentage (FMAP) rate required an increase in state matching funds to provide the same level of services.

- c. The Legislature appropriated six months of funding for the Program for Assertive Community Treatment (PACT) through the addition of three new teams in Carter, Seminole, and Kay County. The cost of annualizing these programs in FY-07 is projected to be \$650,000.
- d. This appropriation is designated to restore funding for “best practice” mental health services and eliminate the 550 client per-month waiting list of the severely mentally ill individuals needing these treatments and medications.
- e. The Legislature appropriated these monies to provide the state match for a federal grant for the Children’s System of Care program.
- f. Mental health courts and jail diversion programs provide mechanisms for addressing the problems created when persons with mental illnesses interact with the criminal justice system. These funds were appropriated to replace federal grant funds, which have been eliminated, and to annualize the startup and operations costs of mental health courts and jail diversion programs in Oklahoma, Tulsa, McCurtain, Seminole, and Hughes County.
- g. This appropriation provides funding for treatment services and administrative costs at ten (10) new drug courts. The balance of these monies will be used to allow for the expansion of the treatment and administrative capacity available in twenty-two (22) existing drug courts with the largest expansions in Oklahoma, Tulsa, and Comanche counties. Approximately 3,200 new drug court treatment slots will be available during FY-06. The cost of annualizing this statewide expansion of drug courts is estimated to be \$8.285 million in FY-07. The projected savings to Corrections by utilizing drug courts will be \$38 million for FY-07.
- h. During 2004, the Legislature authorized the issuance of bonds for the construction of a new Oklahoma Forensic Center in Vinita. This appropriation will annualize the \$1,300,000 debt service for those construction bonds.
- i. Recovery Homes and Residential Care facilities provide a critical service in the continuum-of-care for persons with severe mental illness. This funding will increase the per diem rate from \$9.00 to \$9.50 per day.
- j. Broadway House is a half-way house providing substance abuse treatment. These funds will provide additional services to clients in southern Oklahoma.
- k. The Legislature authorized the transfer of the powers and duties associated with the Domestic Violence and Sexual Assault Program to the Office of the Attorney General in **SB 236**. These funds were reallocated to the budget of the Attorney General for the continuation of those programs and services.
- l. The number of authorized full-time employees for the agency was reduced by seventy-six (76) as part of a continued effort to reduce costs and increase the emphasis on the use of funds for direct services to consumers.

III. POLICY ISSUES

- a. **HB 1405** amends the “Oklahoma Drug Court Act” by adding juvenile drug courts as an option in juvenile adjudication proceedings. Bill provisions establish eligibility for juvenile drug courts, set criteria for initial hearings, investigations, and acceptance into treatment programs, establish duration of participation, set requirements for the juveniles and the person responsible for the juvenile regarding participation in drug court, authorize the creation of a “Juvenile Drug Court Revolving Fund” within the office of the county treasurer of each county having a juvenile drug court, and prohibits the use of information obtained by juvenile drug court supervising staff in a criminal case or sentencing.
- b. **HB 1425** amends the “Inpatient Mental Health and Substance Abuse Treatment of Minors Act” by clarifying definitions and modifying provisions for involuntary admission of minors for inpatient treatment. This legislation removes the provision that persons under the age of 18 can object to treatment, if requested by the parent on their behalf and ensures that medical necessity reviews are required before admission to inpatient services.
- c. **SB 126** authorizes ODMHSAS to accept donations, gifts, and use other funds to construct a building for providing mental health and substance abuse treatment services to children, adolescents, and their families in Southeastern Oklahoma. Bill provisions appropriate \$75,000 to the Department for substance abuse treatment services at the Broadway House, a half-way house facility in Ardmore.
- d. **SB 236** transfers the statutory authority for the Domestic Violence and Sexual Assault programs from ODMHSAS to the Office of the Attorney General (AG). The appropriation for ODMHSAS was reduced by \$4,182,562 and the funding to the AG was increased by this same amount in **SB 181**.
- e. **SB 546** allows mental health workers to deliver necessary and prescribed medications to mental health consumers at their homes or residence. This legislation was a necessary component for the success of the PACT teams in providing medications and services to the severely mentally ill regardless of where they received services.
- f. **SB 561** allows ODMHSAS to disclose information to professional licensing boards when they are investigating unethical conduct of a licensee, disclose the location of a child to the parent if the child has been admitted to a facility, share information with other state and federal oversight agencies, and makes the agency responsible for certifying eating disorder and gambling addiction treatment programs.
- g. **SB 880** modifies the provisions of the Oklahoma Education Lottery Act by directing funding for gambling addiction services.

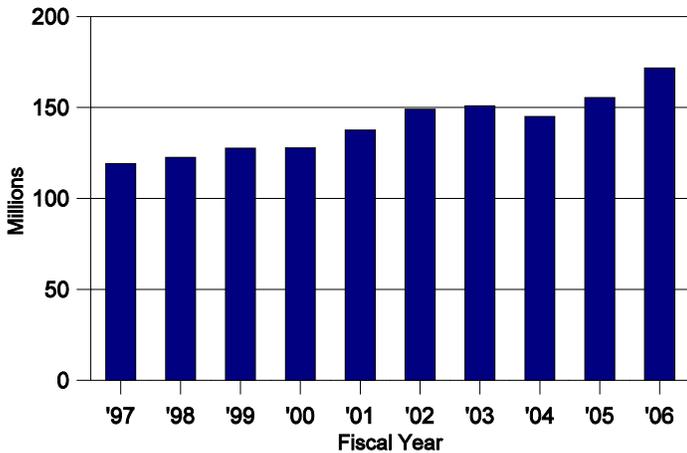
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$154,947,428	\$171,810,647	10.9%
Special Cash Fund	500,000	0	(100.0)%
Carryover	4,000,000	4,000,000	0.0%
Revolving Funds	27,271,210	30,895,558	13.3%
Federal Funds	37,379,628	38,814,652	3.8%
Total	\$224,098,266	\$245,520,857	9.6%

V. BUDGET REFERENCES

HB 1084, Sections 1 through 9; SB 126, Section 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$119,225,738	FY-02	\$149,135,211
FY-98	\$122,491,410	FY-03(Orig.)	\$150,924,452
FY-99	\$127,593,452	FY-04	\$145,018,006
FY-00	\$127,852,286	FY-05	\$155,447,428
FY-01	\$137,561,733	FY-06	\$171,810,647

Note:

1. Revenue shortfalls resulted in an actual appropriation of \$139,167,043 for FY-03.

UNIVERSITY HOSPITALS AUTHORITY

Dean Gandy, Director

Agency #825

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$39,029,342	10.0
FY-06 Adjustments		
a. Restoration of FMAP for Hospital GME	992,000	
b. Partial Restoration of FMAP for Dean's GME	<u>528,000</u>	
Total Adjustments	\$1,520,000	0.0
FY-06 Appropriation and FTE Authorization	\$40,549,342	10.0
Percent Change from FY-05 to FY-06	3.9%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. The Graduate Medical Education (GME) program for hospitals required an increase in the state matching funds due to a decrease in the Federal Medical Assistance Percentage (FMAP) rate for FFY-06. This appropriation was made to maintain the current service levels through the Hospital GME program.

- b. The GME program for medical schools required an increase in the state matching funds due to a decrease in the FMAP rate for FFY-06. This appropriation was made to restore a portion of the funding reduction from the FMAP decrease for the Dean's GME programs through Oklahoma State University and the University of Oklahoma medical schools.

III. POLICY ISSUES

None

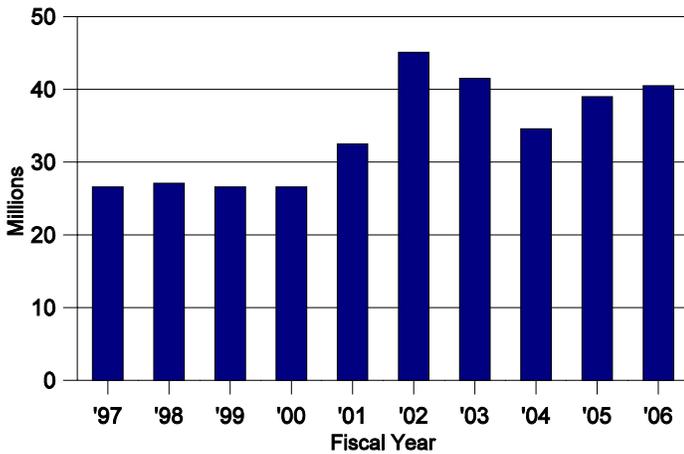
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$39,029,342	\$40,549,342	3.9%
Federal Funds	70,799,864	75,546,816	6.7%
Total	\$109,829,206	\$116,096,158	5.7%

V. BUDGET REFERENCES

SB 127, Sections 1 through 5

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$26,576,556	FY-02	\$45,149,895
FY-98	\$27,146,689	FY-03(Orig.)	\$41,499,895
FY-99	\$26,576,556	FY-04	\$34,598,585
FY-00	\$26,576,556	FY-05	\$39,029,342
FY-01	\$32,497,970	FY-06	\$40,549,342

Notes:

1. The FY-02 figure reflects an increase in funding for GME.
2. Revenue shortfalls resulted in an actual appropriation of \$38,242,153 for FY-03.

DEPARTMENT OF VETERANS AFFAIRS

Phillip Driskill, Director

Agency #650

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$30,091,172	1,998.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	3,290,906	
b. Debt Service Adjustment for Lawton/Ft. Sill	59,964	
c. Patient Care Assistants and Operations	<u>2,598,290</u>	
Total Adjustments	\$5,949,160	0.0
FY-06 Appropriation and FTE Authorization	\$36,040,332	1,998.0
Percent Change from FY-05 to FY-06	19.8%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature appropriated funds to meet the increased bond payments in FY-06 for the Lawton/Ft. Sill Veterans Center. The total bond debt service for FY-06 will be \$861,397.
- c. This appropriation was made by the Legislature to allow for the hiring of a minimum of 66 new patient care assistants, including 50 new positions to adequately staff the Lawton/Ft. Sill Veterans Center.

III. POLICY ISSUES

None

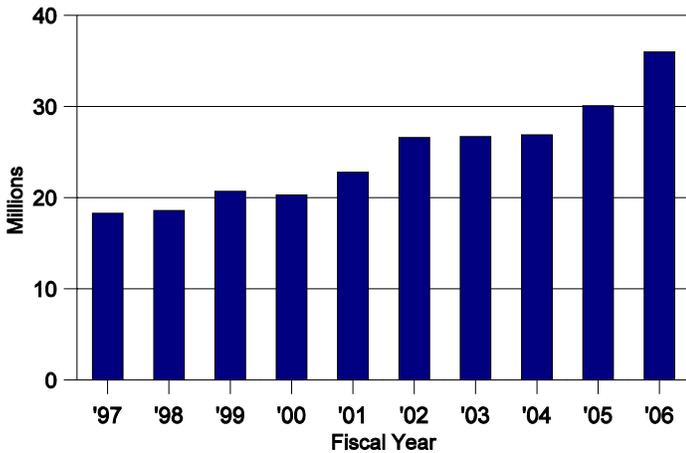
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$30,091,172	\$36,040,332	19.8%
Carryover	1,458,702	2,216,076	51.9%
Revolving Funds	28,343,279	29,587,992	4.4%
Federal Funds	31,002,021	31,655,600	2.1%
Total	\$90,895,174	\$99,500,000	9.5%

V. BUDGET REFERENCES

HB 1086, Sections 1 through 7

VI. TEN YEAR APPROPRIATION HISTORY

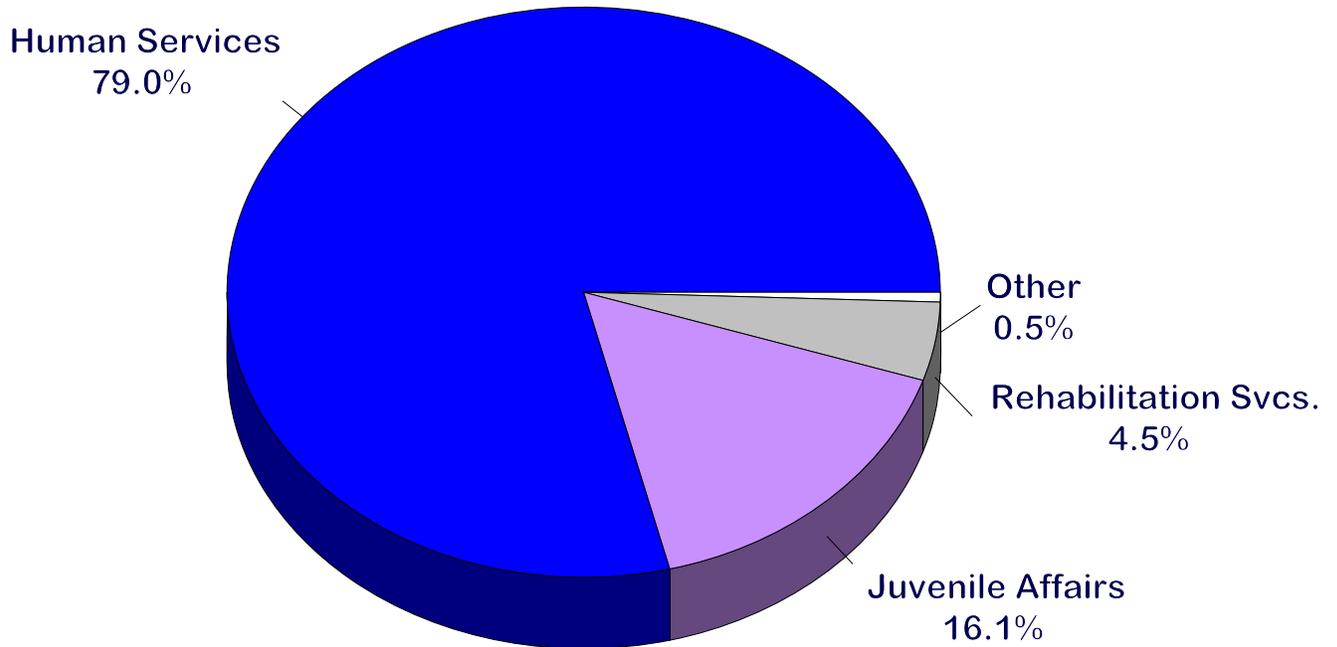


FY-97	\$18,297,269	FY-02	\$26,570,641
FY-98	\$18,625,135	FY-03(Orig.)	\$26,687,506
FY-99	\$20,654,195	FY-04	\$26,943,202
FY-00	\$20,316,847	FY-05	\$30,091,172
FY-01	\$22,791,233	FY-06	\$36,040,332

Notes:

1. The appropriation was decreased for FY-00 due to the transfer of the George Nigh Rehabilitation Institute to the State Regents for Higher Education.
2. Revenue shortfalls resulted in an actual appropriation of \$24,592,537 for FY-03.
3. The increased carryover for FY-06 was due to vacant positions that are difficult to fill at some facilities and the Lawton Center was not fully operational.

HUMAN SERVICES SUBCOMMITTEE DISTRIBUTION OF FY-06 APPROPRIATIONS



Department of Human Services	\$481,991,177
Office of Juvenile Affairs	98,323,348
Rehabilitation Services	27,365,925
<u>Other</u>	
Children and Youth	1,725,018
Human Rights Commission	686,563
Office of Handicapped Concerns	376,944
Indian Affairs Commission	<u>255,530</u>
Subcommittee Total	\$610,724,505

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

OKLAHOMA COMMISSION ON CHILDREN AND YOUTH

Janice Hendryx, Director

Agency #127

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$1,569,789	27.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	29,229	
b. Additional Oversight Specialists	<u>126,000</u>	<u>2.0</u>
Total Adjustments	\$155,229	2.0
FY-06 Appropriation and FTE Authorization	\$1,725,018	29.5
Percent Change from FY-05 to FY-06	9.9%	7.3%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Increased funding will be used to hire two additional oversight specialists to address the 70% increase in workload incurred since FY-03.

III. POLICY ISSUES

- a. **HB 1725** creates an 18-member Task Force on Reactive Attachment Disorder for Children to study the disorder, as it relates to children in custody and those served by the Department of Mental Health and Substance Abuse Services. The Oklahoma Commission on Children and Youth (OCCY) is a member of this task force.
- b. **SB 458** creates a 13-member task force to study the Youthful Offender Act. OCCY serves as a member of this task force.
- c. **SB 987** concerns the Board of Child Abuse Examination and eliminates the requirement to develop rules for certification of child abuse examiners. OCCY will be required to develop rules for the training of child abuse examiners.

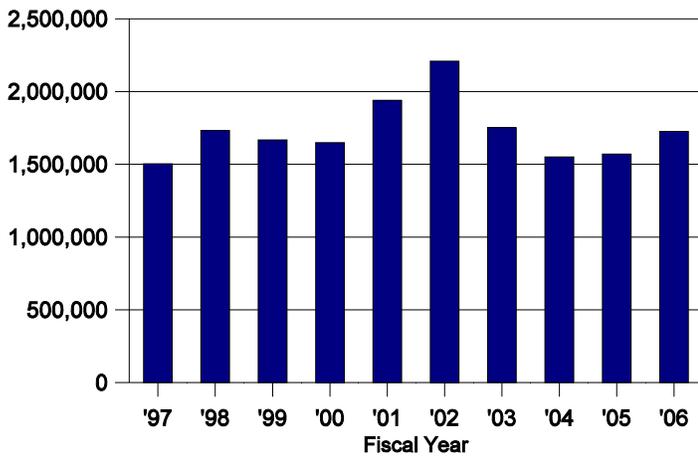
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,569,789	\$1,725,018	9.9%
Carryover	191,144	149,989	(21.5)%
Federal Funds	1,245,206	1,061,124	(14.8)%
Revolving Funds	170,000	140,000	(17.6)%
Total	\$3,176,139	\$3,076,131	(3.1)%

V. BUDGET REFERENCES

SB 131, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$1,503,318	FY-02	\$2,209,406
FY-98	\$1,733,063	FY-03(Orig.)	\$1,751,885
FY-99	\$1,667,706	FY-04	\$1,550,000
FY-00	\$1,649,688	FY-05	\$1,569,789
FY-01	\$1,940,308	FY-06	\$1,725,018

OFFICE OF HANDICAPPED CONCERNS

Steve Stokes, Director

Agency #326

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$362,128	8.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	10,816	
b. Onetime Funding for Merit Protection Case	<u>4,000</u>	
Total Adjustments	\$14,816	0.0
FY-06 Appropriation and FTE Authorization	\$376,944	8.0
Percent Change from FY-05 to FY-06	4.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Increased funding will be used to pay for onetime costs incurred related to a Merit Protection Case involving an agency employee.

III. POLICY ISSUES

None

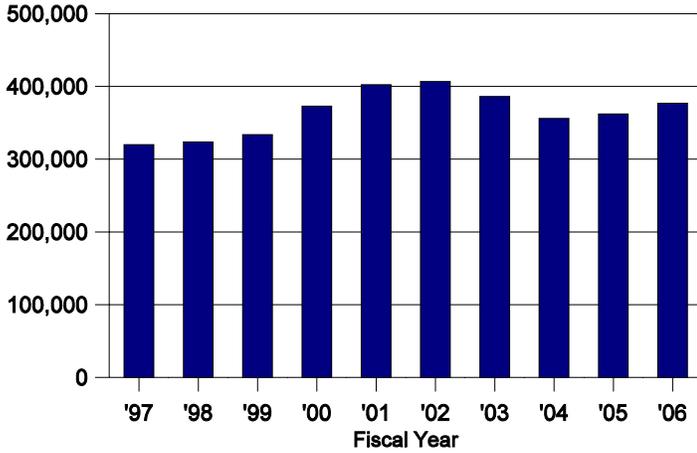
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$362,128	\$376,944	4.1%
Federal Funds	125,000	135,000	8.0%
Total	\$487,128	\$511,944	5.1%

V. BUDGET REFERENCES

SB 133, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$320,160	FY-02	\$406,608
FY-98	\$323,517	FY-03(Orig.)	\$386,278
FY-99	\$333,870	FY-04	\$356,000
FY-00	\$372,968	FY-05	\$362,128
FY-01	\$402,233	FY-06	\$376,944

HUMAN RIGHTS COMMISSION

Kenneth Kendricks, Director

Agency #355

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$662,762	28.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>23,801</u>	
Total Adjustments	\$23,801	0.0
FY-06 Appropriation and FTE Authorization	\$686,563	28.0
Percent Change from FY-05 to FY-06	3.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

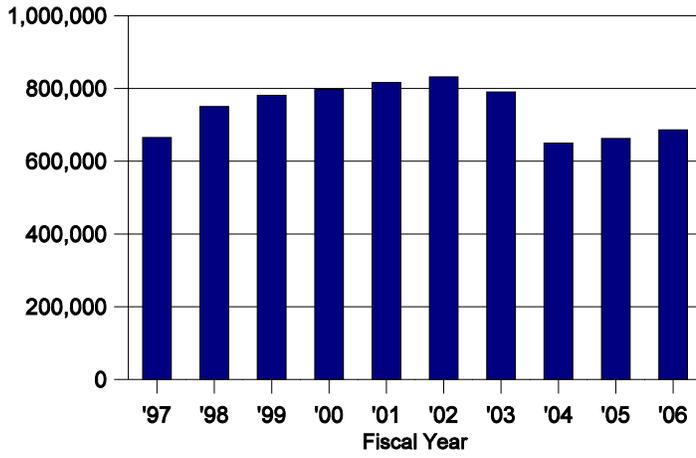
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$662,762	\$686,563	3.6%
Carryover (State)	0	60,000	N/A
Federal Funds	394,612	483,437	22.5%
Carryover (Federal)	0	270,000	N/A
Total	\$1,057,374	\$1,500,000	41.9%

V. BUDGET REFERENCES

SB 135, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$665,373	FY-02	\$831,973
FY-98	\$750,543	FY-03(Orig.)	\$790,374
FY-99	\$781,430	FY-04	\$650,000
FY-00	\$797,678	FY-05	\$662,762
FY-01	\$816,753	FY-06	\$686,563

DEPARTMENT OF HUMAN SERVICES

Howard Hendrick, Director

Agency #830

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$408,330,849	7,755.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	8,471,328	
b. Decrease in Federal Medical Assistance Percentage	9,500,000	
c. Annualize FY-05 Supplemental	20,000,000	
d. State Mandates	690,000	
e. General Operations	5,222,719	
f. Program Growth	3,900,000	
g. Reduction in Developmental Disabilities Waiting List	1,634,000	
h. Child Care Subsidy Funding	15,000,000	
i. Provider Rate Increases	6,300,000	
j. 2-1-1 Call Center Funding	660,000	
k. Adult Day Care Funding	632,281	
l. Child Support Enforcement	1,650,000	
m. FTE Reduction	_____	<u>(100.0)</u>
Total Adjustments	\$73,660,328	(100.0)
FY-06 Appropriation and FTE Authorization	\$481,991,177	7,655.0
Percent Change from FY-05 to FY-06	18.0%	(1.3)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Funds were appropriated to offset the loss of federal funds to the Department of Human Services (DHS) as a result of the decrease in the Federal Medical Assistance Percentage, commonly known as FMAP. DHS was one of several agencies including the Office of Juvenile Affairs, Oklahoma Health Care Authority, and the Department of Mental Health and Substance Abuse Services receiving a decrease related to a change in the FMAP rate.
- c. This funding annualizes the FY-05 supplemental.

- d. This appropriation allows DHS to continue to address the state mandates related to SB 1583 which was enacted in 2004. The aforementioned legislation concerned the treatment of persons classified as mentally retarded and incompetent to stand trial for criminal offenses in such a capacity.
- e. Funds were provided to partially replace one-time federal funds that DHS programmed in the FY-05 Budget Work Plan.
- f. This appropriation provides funding for DHS program growth in the areas of Adoption Assistance and Advantage Waiver. It is worth noting that DHS has received national recognition for its adoption efforts which have placed over 1,200 children annually in the last three years. The Advantage Waiver program provides medical services to the elderly within their homes which, in turn, keeps them out of nursing homes, thus providing adequate care at a significantly lower cost to the state.
- g. Increased funding will address approximately 200 persons on the Developmental Disabilities Waiting List in need of such services. Presently, there are approximately 4,000 persons awaiting such services.
- h. Increased appropriations will allow the current child care subsidy rate structure to remain in place for eligible families, as well as increase the child care rates in certain geographic areas.
- i. Funds were appropriated to increase the Habilitative Training Specialist, Daily Living Supports, Personal Care Services, and Job Coaching Services rates. These rates affect contractors who provide services to the developmentally disabled and the elderly.
- j. This appropriation will fund a single central repository for information on public and private community assistance. Based on the experience of other states, eighty-five percent of referrals are to private nonprofit organizations.
- k. Increased funding enables DHS to restore the Adult Day Care Services to the level of service prior to the FY-02 revenue shortfall and allows the agency to increase the rate to providers of Adult Day Care Services.
- l. Additional funding will allow DHS to offset the loss of federal child enforcement funds, as well as improve the agency's efforts in this area. According to DHS, child support enforcement is one of the most effective programs dollar-for-dollar, as every governmental dollar results in a twelve dollar match in collections from the parent.
- m. Total FTEs in DHS were reduced from 7,755.0 to 7,655.0, a decrease of 100 FTEs or a 1.3% reduction, to more closely reflect the agency's actual employment levels.

III. POLICY ISSUES

- a. **SB 219** appropriates \$20.0 million in onetime FY-05 supplemental funds for purposes of continuing services within DHS at the FY-04 level based on FY-05 growth and inflationary costs.
- b. **HB 1963** creates the Long-term Care Security Act, requiring every long-term care facility licensed by the Oklahoma State Department of Health (OSDH) to conspicuously post a copy of any notification from local law enforcement authority of the registration of any person residing in the facility who is required to register pursuant to the provisions of the Sex Offenders Registration Act or the Mary Rippe Violent Crime Offenders Registration Act. DHS estimates that its portion of the program will cost \$16,889 annually to administer.
- c. **SB 1015** creates the Oklahoma Self-Directed Care Act, directing the Oklahoma Health Care Authority to establish self-directed care pilot programs based on consumer choice and control, establish cooperative agreements with DHS to implement and administer these programs, and allow persons enrolled in the Medicaid home and community-based program to choose the providers of the services and direct the delivery of services best meeting their long-term care needs. DHS estimates that its costs to administer this program to be \$195,353 of which \$85,853 is ongoing while the remaining \$112,000 is onetime cost.

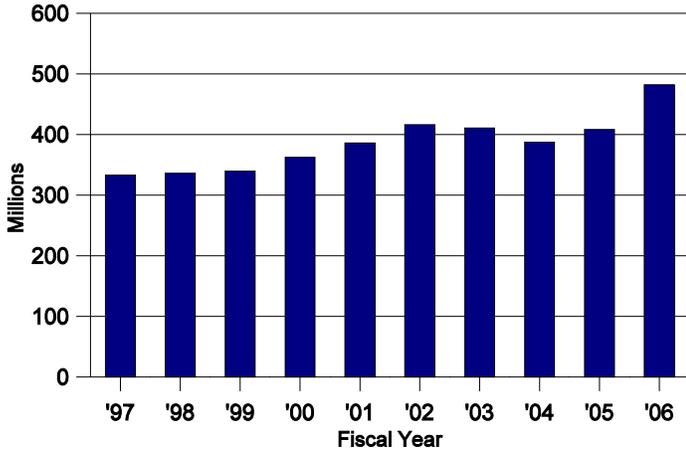
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$373,609,095	\$437,645,389	17.1%
Special Cash Fund	21,354,000	40,000,000	87.3%
Tobacco Settlement Fund	0	4,345,788	N/A
Job and Growth Relief Fund	33,367,754	0	(100.0)%
Carryover	25,406,221	19,000,000	(25.2)%
Federal Funds	893,069,342	1,179,169,901	32.0%
Total	\$1,346,806,412	\$1,680,161,078	24.8%

V. BUDGET REFERENCES

HB 1094, Sections 1 through 18; SB 219, Sections 1 through 4

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$332,975,784	FY-02	\$416,396,819
FY-98	\$336,227,588	FY-03(Orig.)	\$410,923,039
FY-99	\$339,685,593	FY-04	\$387,455,619
FY-00	\$362,713,658	FY-05	\$408,330,849
FY-01	\$386,227,781	FY-06	\$481,991,177

INDIAN AFFAIRS COMMISSION

Barbara Warner, Director

Agency #360

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$248,942	6.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>6,588</u>	
Total Adjustments	\$6,588	0.0
FY-06 Appropriation and FTE Authorization	\$255,530	6.0
Percent Change from FY-05 to FY-06	2.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

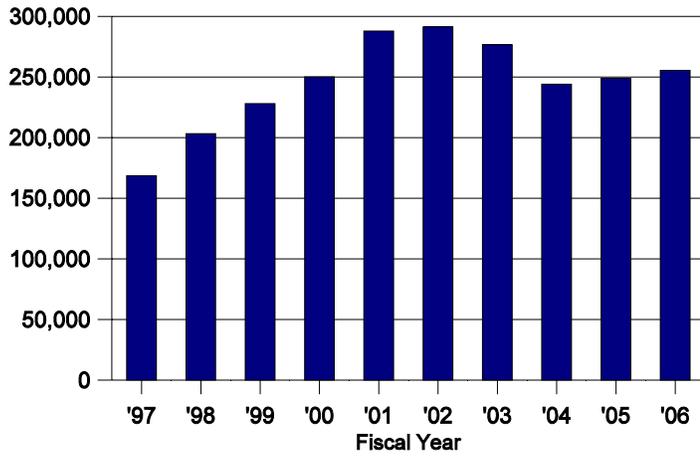
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$248,942	\$255,530	2.6%
Carryover	31,631	75,000	137.1%
Total	\$280,573	\$330,530	17.8%

V. BUDGET REFERENCES

SB 139, Sections 1 through 7

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$168,672	FY-02	\$291,247
FY-98	\$203,302	FY-03(Orig.)	\$276,685
FY-99	\$228,009	FY-04	\$244,000
FY-00	\$250,161	FY-05	\$248,942
FY-01	\$287,843	FY-06	\$255,530

OFFICE OF JUVENILE AFFAIRS

Richard DeLaughter, Director

Agency #400

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$92,858,160	1,206.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	1,577,188	
b. Reduction for Onetime Audit Costs	(50,000)	
c. Decrease in Federal Medical Assistance Percentage	134,000	
d. Level E and Level F Group Home Bed Funding	778,000	
e. Mental Health Screenings	178,000	
f. Detention Center Rate Increases	1,450,000	
g. Capital Improvements to State Juvenile Detention Facilities	425,000	
h. Residential Sanction Detention Bed Funding	485,000	
i. Contract Management and Oversight Funding	488,000	
j. FTE Reduction	_____	<u>(153.5)</u>
Total Adjustments	\$5,465,188	(153.5)
FY-06 Appropriation and FTE Authorization	\$98,323,348	1,053.0
Percent Change from FY-05 to FY-06	5.9%	(12.7)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The FY-05 appropriation included \$50,000 in onetime funding for audit related expenditures paid to the Office of State Auditor and Inspector.
- c. Funds were appropriated to offset the loss of federal funds to the Office of Juvenile Affairs (OJA) as a result of the decrease in the Federal Medical Assistance Percentage, commonly known as FMAP. OJA was one of several agencies including the Department of Human Services, Oklahoma Health Care Authority, and the Department of Mental Health and Substance Abuse Services receiving a decrease related to a change in the FMAP rate.

- d. Additional funds were provided to purchase 12 additional beds each in one Level E and one Level F group home. Level E and Level F group homes provide services to juveniles with mental health or substance abuse problems.
- e. Funds were appropriated to provide mental health screenings for those juveniles held within custody of OJA.
- f. Funding was increased related to the per bed expenditure per day to all juvenile detention centers based on the state juvenile detention center rate formula.
- g. Funds for capital improvements were appropriated to repair leaking roofs at the L.E. Rader Center and the Central Oklahoma Juvenile Center (COJC). Funds will also be used to repair sewer lines and replace a lift station at COJC.
- h. An appropriation was made to purchase 12 beds for the purpose of providing temporary residential sanction detention of juveniles.
- i. These funds were appropriated to address contract monitoring and oversight issues within OJA related to a Special Investigative Audit Report by the State Auditor and Inspector's Office released in April, 2005.
- j. Total FTEs in OJA were reduced from 1,206.5 to 1,053.0, a reduction of 153.5 FTEs or a 12.7% reduction, to more closely reflect the agency's actual employment levels.

III. POLICY ISSUES

- a. **SB 141** appropriates \$645,000 in onetime FY-05 supplemental funds for purposes of replacing the fence at the L.E. Rader Center of which the deteriorated condition led to a series of recent escapes by juveniles confined to this facility.
- b. **HR 1049** requests that OJA issue a request for proposal, by December 31, 2005, to construct and operate a secure residential treatment facility adjacent to the current Lloyd E. Rader Center. It further requests the agency to solicit proposals from private sector providers and the public employees to construct and operate the facility. Proposals are to be evaluated based on cost, performance outcome guarantees, and the level of capital and ongoing expenditures required to complete the project.

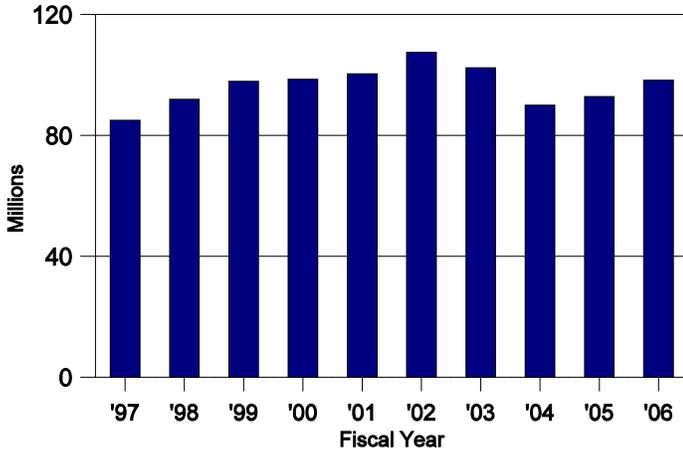
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$91,008,160	\$98,323,348	8.0%
Federal Tax Relief Fund	300,000	0	(100.0)%
Special Cash	1,550,000	0	(100.0)%
Carryover	1,517,751	2,162,751	42.5%
Revolving Funds	2,152,358	2,152,358	0.0%
Federal Funds	13,461,112	12,827,809	(4.7)%
Total	\$109,989,381	\$115,466,266	5.0%

V. BUDGET REFERENCES

HB 1096, Sections 1 through 13; SB 141, Sections 1 through 4

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$84,776,594	FY-02	\$107,466,872
FY-98	\$92,076,144	FY-03(Orig.)	\$102,368,528
FY-99	\$97,824,095	FY-04	\$90,000,000
FY-00	\$98,610,847	FY-05	\$92,858,160
FY-01	\$100,422,925	FY-06	\$98,323,348

DEPARTMENT OF REHABILITATION SERVICES

Linda Parker, Director

Agency #805

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$25,479,628	813.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	624,297	
b. Increase in Braille Textbooks and Materials	491,000	
c. Salary Increases for Teachers	171,000	
d. Additional State Funds to Match Federal Fund	600,000	
e. FTE Reduction	_____	<u>(76.0)</u>
Total Adjustments	\$1,886,297	(76.0)
FY-06 Appropriation and FTE Authorization	\$27,365,925	737.0
Percent Change from FY-05 to FY-06	7.4%	(9.3)%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Increased funding will provide Braille textbooks and materials to students who are attending public schools or who are home-schooled.
- c. The Legislature provided an appropriation to comply with the teacher salary increases enacted last session for those public school teachers employed by the Department of Rehabilitation Services (DRS) at the Oklahoma School for the Blind and the Oklahoma School for the Deaf.
- d. These funds are intended to increase the state match for the purpose of acquiring more available federal rehabilitation funds. It should be noted that the state receives approximately four dollars in federal rehabilitation funds for each state match dollar appropriated.
- e. Total FTEs in DRS were reduced from 813.0 to 737.0, a reduction of 76.0 FTEs or a 9.3% reduction, to more closely reflect the agency's actual employment levels.

III. POLICY ISSUES

- a. **HB 1435** requires the Commission for Rehabilitation Services to meet or exceed the minimum salary schedule for public school teachers and any additional minimum salary schedule enacted by the Legislature or any other legislatively mandated pay raises for teachers that are not part of the minimum salary schedule (Note: This provision applies to teachers at the Oklahoma School for the Blind and the Oklahoma School for the Deaf).

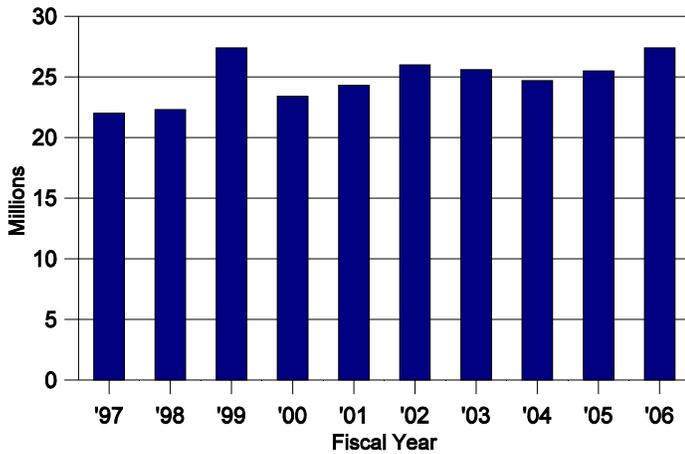
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$24,979,628	\$27,365,925	9.6%
Federal Tax Relief Fund	500,000	0	(100.0)%
Federal Funds	91,220,372	101,634,075	11.4%
Total	\$116,700,000	\$129,000,000	10.5%

V. BUDGET REFERENCES

HB 1098, Sections 1 through 12

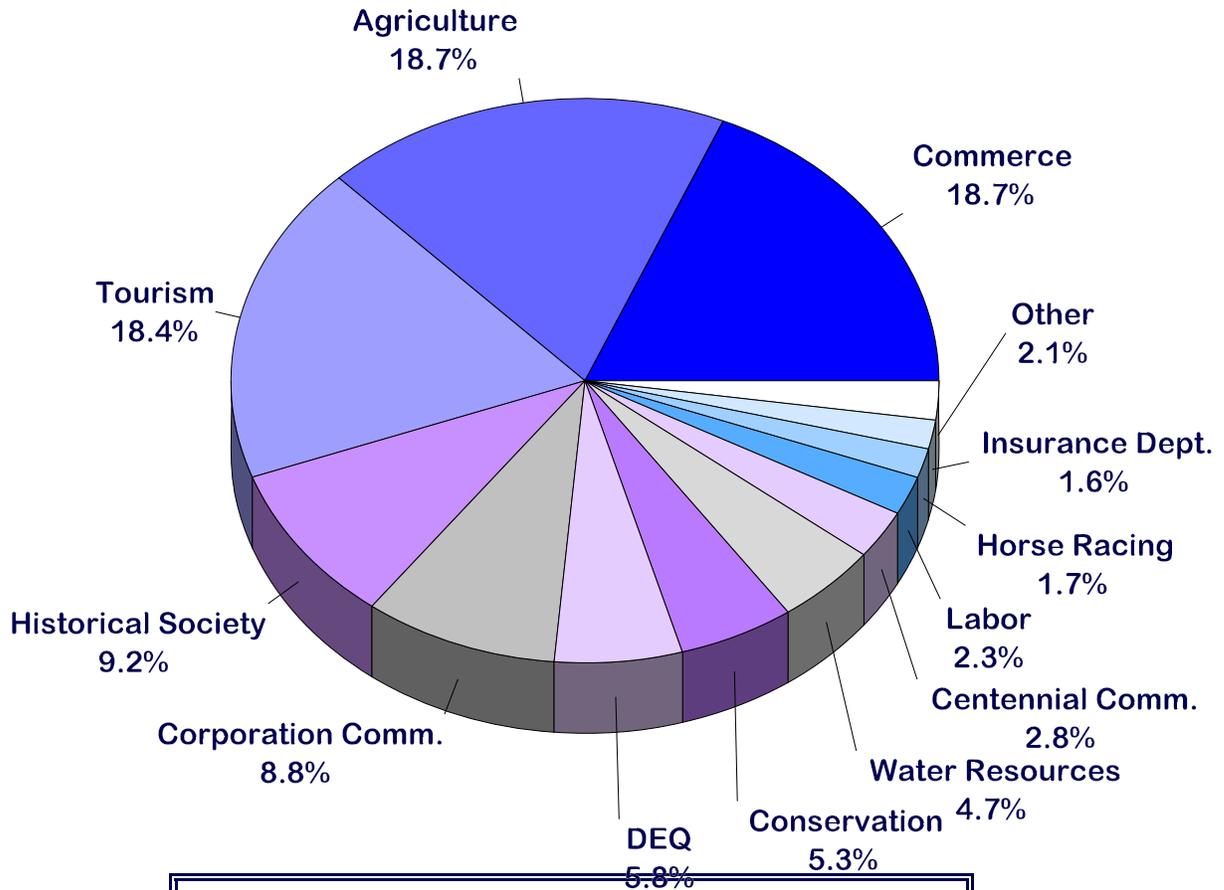
VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$21,895,133	FY-02	\$25,953,544
FY-98	\$22,774,247	FY-03(Orig.)	\$25,576,817
FY-99	\$27,398,751	FY-04	\$24,750,000
FY-00	\$23,403,864	FY-05	\$25,479,628
FY-01	\$24,283,206	FY-06	\$27,365,925

NATURAL RESOURCES AND REGULATORY SERVICES SUBCOMMITTEE

DISTRIBUTION OF FY-06 APPROPRIATIONS



Commerce Department	\$26,334,663
Agriculture Department	26,296,069
Tourism and Recreation	25,955,959
Historical Society	12,906,387
Corporation Commission	12,354,190
Environmental Quality	8,166,580
Conservation Commission	7,403,928
Water Resources Board	6,573,896
Centennial Commission	3,899,630
Department of Labor	3,224,721
Horse Racing Commission	2,360,889
Insurance Department	2,231,595
Other	
Department of Mines	849,165
Will Rogers Memorial	830,679
Comm. on Consumer Credit	637,925
J. M. Davis Memorial	347,454
Scenic Rivers Commission	323,041
Subcommittee Total	\$140,696,771

**Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.**

DEPARTMENT OF AGRICULTURE, FOOD AND FORESTRY

Terry Peach, Commissioner

Agency #040

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$22,846,177	515.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	666,395	
b. Remove Onetime Rural Development Funding	(350,000)	
c. Remove Onetime Tick Eradication Funding	(66,715)	
d. Remove Final Bond Payment for Boll Weevil Eradication	(134,641)	
e. Replace Onetime REAP Water Projects Funding Used for Operations	1,384,853	
f. Minority Agriculture Development Program	50,000	
g. Rural Fire 80/20 Grant Matching Program Increase	100,000	
h. Agriculture Laboratory Renovations Debt Service	<u>1,800,000</u>	
Total Adjustments	\$3,449,892	0.0
FY-06 Appropriation and FTE Authorization	\$26,296,069	515.0
Percent Change from FY-05 to FY-06	15.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Rural Development funding was intended as a onetime expenditure.
- c. The Tick Eradication funding was intended as a onetime expenditure.
- d. The final bond payment for the Boll Weevil Eradication Organization was made in FY-05.
- e. Part of the agency's FY-05 operation budget was funded from onetime Rural Economic Action Plan (REAP) Water Projects Funds.
- f. This funding will assist in implementing a Minority Agriculture Development Program in Oklahoma.

- g. This appropriation will allow an increase in funding for available Rural Fire 80/20 Grant Matching Program funds. The total funding appropriated for Rural Fire 80/20 Grant Match is \$1,168,729.
- h. Both diagnostic laboratories operated by the Department of Agriculture, Food and Forestry will be renovated with a bond issue totaling \$24 million (**SB 317**). This funding constitutes the debt service for the bond issue.

III. POLICY ISSUES

- a. **SB 317** authorizes the Oklahoma Capital Improvement Authority to issue bonds in the amount of \$11.3 million to finance construction of a new multipurpose laboratory for the Oklahoma Department of Agriculture, Food, and Forestry and \$12,700,000 to finance renovation and expansion of the Oklahoma Animal Disease Diagnostic Laboratory.
- b. **SB 484** prohibits municipalities or other political subdivisions from regulating the registration, packaging, labeling, sale, storage, distribution, agricultural use or application of fertilizer. Bill provisions amend the definition of a “fertilizer dealer” in order to require anyone who sells ammonium nitrate, regardless of quantity, to obtain a license from the Board of Agriculture.
- c. **HB 1014** extends from Dec. 31, 2005 to Dec. 31, 2008 the expiration date of tax credits for the purchase and transportation of poultry litter. The tax credit remains \$5.00 per ton with a cap of \$375,000 annually.
- d. **HB 1398** authorizes tax credits for a biodiesel facility that is in production at the rate of at least 25% of its original design capacity on or before Dec. 31, 2007. The credit would be 20 cents per gallon of biodiesel produced and would be allowed for 60 months beginning with the first month for which the facility is eligible and ending by Dec. 31, 2011. The credit could be claimed only if the facility maintains an average production rate of at least 25% of its original design capacity for at least six months after the first month for which it is eligible to receive the credit.
- e. **HB 1467** creates the Oklahoma Agriculture Pollutant Discharge Elimination System Act and the Oklahoma Agriculture Environmental Permitting Act in order to assist the Oklahoma Department of Agriculture, Food, and Forestry in obtaining delegated authority from the Environmental Protection Agency to operate federal Clean Water Act programs related to agriculture.
- f. **HB 1471** gives the state exclusive jurisdiction over regulation and enforcement of the registration, labeling, sale, storage, transportation, distribution, notification of use and use of seeds.
- g. **HB 1556** extends from Dec. 31, 2006 to Dec. 31, 2008, the expiration date of the income tax credit for ethanol facilities that meet certain minimum production rates. Bill provisions place a cap on the production from all eligible facilities in the state for which credits can be applied and provide a \$0.016 credit against motor fuel excise taxes for every gallon of ethanol fuel sold by a retailer.
- h. **HB 1680** increases the maximum of all tax credits for investment in agricultural cooperatives and associations from \$1,000,000 to \$2,000,000. Bill provisions add “Oklahoma owned and

based corporations or partnerships” to the list of eligible investments and expand the definition of "Oklahoma producer owned agricultural processing marketing association" to include natural resource based recreational activities. HB 1680 further prohibits these recreational activities groups from receiving more than 15% of the tax credits.

- i. **HB 1809** modifies regulations and procedures for apiaries and transportation of bees. The bill prohibits counties, municipalities, or other political subdivisions from prohibiting or restricting honeybees in hives.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$17,846,177	\$26,296,069	47.3%
Federal Tax Relief Fund	5,000,000	0	(100.0)%
REAP Gross Production Tax	1,384,853	900,000	(35.0)%
Revolving and Carryover Funds ¹	7,094,703	7,094,703	0.0%
Federal Funds ²	7,478,466	8,505,845	13.7%
Total	\$38,804,199	\$42,796,617	10.3%

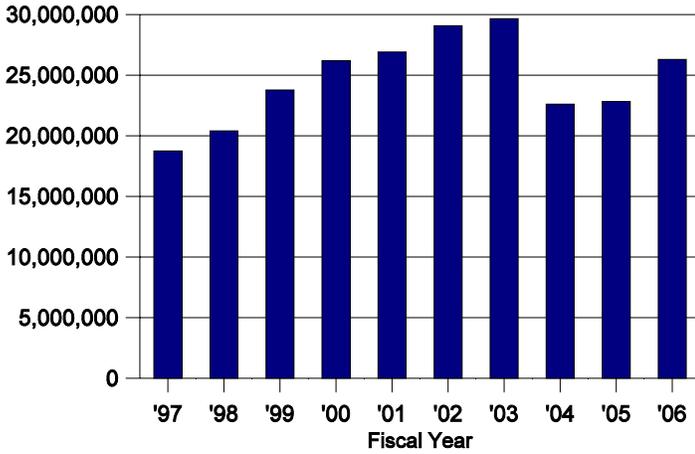
Notes:

- 1. Revolving funds include \$413,297 in FY-05 from the Oklahoma Conservation Commission’s Federal 319 Program to fund a poultry-litter waste to energy and fertilizer project.
- 2. Federal funds received by the agency are deposited into the agency revolving fund.

V. BUDGET REFERENCES

HB 1108, Sections 1 through 17

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$18,752,231	FY-02	\$29,076,961
FY-98	\$20,046,235	FY-03(Orig.)	\$29,648,836
FY-99	\$23,772,700	FY-04	\$22,610,776
FY-00	\$26,194,047	FY-05	\$22,846,177
FY-01	\$26,908,940	FY-06	\$26,296,069

Notes:

1. FY-97 increase represents an increase in support for rural fire operations throughout the state.
2. FY-99 increase represents an increase in support for forestry operations throughout the state.
3. FY-06 increases represent an increase in funding for debt service payments for the renovations of the ODAFF and OADDL facilities. Also represented in this increase is the increase in General Revenue funding that replaces onetime funding in FY-05 that was used for operations.

CAPITOL COMPLEX AND CENTENNIAL COMMISSION

J. Blake Wade, Executive Director

Agency #007

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$536,453	12.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	13,177	
b. Dome Interest Payment	850,000	
c. Dome Debt Service	500,000	
d. Centennial Projects	<u>2,000,000</u>	
Total Adjustments	\$3,363,177	0.0
FY-06 Appropriation and FTE Authorization	\$3,899,630	12.0
Percent Change from FY-05 to FY-06	626.9%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding will pay for interest owed on the loan acquired from the Bank of America to pay off the state's portion of the principal of the \$5 million on the construction costs of the State Capitol Dome.
- c. The \$5.0 million bond issue, issued by the Legislature in 2004, was approved by the Supreme Court on June 14, 2005. This appropriation will provide for debt service of this bond issue.
- d. Of the funding appropriated, \$1.0 million will be matched with private funds for the Land Run Monument located in Oklahoma City, and \$1.0 million will be expended for centennial projects conducted by the Tulsa Historical Society for the Tulsa Samuel Travis Mansion.

III. POLICY ISSUES

- a. Immediately after the adjournment of the regular session, the Governor issued a call for the Legislature to return and address workers' compensation. After passage of workers' compensation legislation, the Governor expanded his call for special session to include funding for Centennial projects and the Department of Corrections.

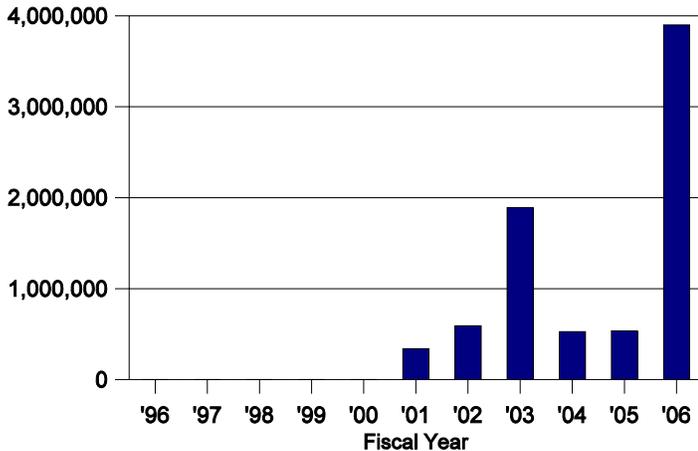
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$536,453	\$3,899,630	626.9%
Revolving Funds	50,868	50,868	0.0%
Total	\$587,321	\$3,950,498	572.6%

V. BUDGET REFERENCES

SB 147, Sections 1 through 9

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	N/A	FY-02	\$590,904
FY-98	N/A	FY-03(Orig.)	\$1,890,904
FY-99	N/A	FY-04	\$526,503
FY-00	N/A	FY-05	\$536,453
FY-01	\$340,000	FY-06	\$3,899,630

Notes:

1. The Capitol Complex and Centennial Commission was created as a separate state agency in FY-02.
2. The FY-03 increase represents a onetime Rainy Day appropriation for completion of the Capitol Dome Project.
3. The FY-06 increase represents onetime funding for centennial projects, debt service for a bond issue for the Capitol dome, and onetime funds to pay for interest owed on a loan for the dome from Bank of America.

DEPARTMENT OF COMMERCE

Kathy Taylor, Executive Director

Agency #160

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$33,337,845	185.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	191,496	
b. Removal of Onetime Expenditures	(9,272,234)	
c. Native American Debt Service	77,556	
d. Military Base Closure Fund	1,000,000	
e. Prescription Drug Program for Oklahoma (Rx for Oklahoma)	<u>1,000,000</u>	
Total Adjustments	(\$7,003,182)	0.0
FY-06 Appropriation and FTE Authorization	\$26,334,663	185.0
Percent Change from FY-05 to FY-06	(21.0)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding was intended as a onetime expenditure in FY-05.
- c. Bonds issued on behalf of the Native American Cultural Education Authority (NACEA) experienced an increase in debt service payments for FY-06. This funding increase addresses this need. The total FY-06 debt service payments for the NACEA is \$396,381.
- d. This funding will be used in recruitment efforts to ensure that no Oklahoma military bases are closed, due to the establishment of the Federal Base Realignment and Closure Commission.
- e. **HB 1853** implements the “Rx for Oklahoma” program statewide – increasing access to prescription drugs for low-income Oklahomans, senior citizens and the uninsured through a public-private partnership. The Rx for Oklahoma program will assist lower-income and disadvantaged Oklahomans in accessing prescription drugs. Based on the successful Prescription Assistance program in Norman, the Rx for Oklahoma Act will provide funding to the Oklahoma Department of Commerce (ODOC) to establish various access points for the expanded program, including community action agencies, county offices of the state Department of Human Services, and county health departments.

III. POLICY ISSUES

- a. **SB 1X** will provide an estimated \$120 million in savings to the state's businesses, through workers' compensation reform. The savings will be achieved by reducing medical costs; encouraging better management of medical care; eliminating dueling doctors, encouraging settlement of claims; promoting competition among insurers; and decreasing litigation, among other things. The measure will drive down costs and premiums associated with Oklahoma's workers' compensation system.
- b. **SB 149** appropriates \$3.15 million to be used for projects for FY-06. The Governor vetoed the instructions for use of these funds. Expenditure of these funds may be considered in special session.
- c. **SB 407** provides an incentive for existing Oklahoma Quality Jobs companies to bring higher paying lines of business to the state. Provisions allow up to a 6% incentive payment, if economic impact allows, on payroll for new direct jobs that exceed 150% of a company's current average wage. The bill also expands the list of "basic industries" that are eligible for Quality Jobs is expanded to include the federal civilian workforce at the Federal Aviation Administration's Mike Monroney Aeronautical Center in Oklahoma City. The Center is actively competing with locations in other states for new missions and consolidations, and this opportunity is intended to give Oklahoma a competitive advantage. Other Quality Jobs criteria (such as \$2.5 million payroll and average wage requirement) will still apply to these projects. Provisions in the bill expand county eligibility criteria to receive an automatic 5% net benefit rate on Quality Jobs projects. Specifically, the per capita personal income requirement is increased from 80% to 85% of the statewide average. These numbers change annually, so counties fall in and out of eligibility annually. This change will cause four additional rural counties to be "5% areas" through May 2006. Included are Bryan, Haskell, Noble and Payne counties.
- d. **HB 1853** implements the "Rx for Oklahoma" program statewide – increasing access to prescription drugs for low-income Oklahomans, senior citizens and the uninsured through a public-private partnership. The Rx for Oklahoma program will assist lower-income and disadvantaged Oklahomans in accessing prescription drugs. Based on the successful Prescription Assistance program in Norman, the Rx for Oklahoma Act will provide funding to ODOC to establish various access points for the expanded program, including community action agencies, county offices of the state Department of Human Services, and county health departments.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$18,630,677	\$21,411,135	14.9%
Special Cash	4,707,168	4,923,528	4.6%
Federal Tax Relief Fund	10,000,000	0	(100.0)%
Revolving and Carryover Funds	1,792,528	1,700,000	(5.2)%
Federal Funds ¹	49,460,076	78,000,000	57.7%
Total	\$84,590,449	\$106,034,663	25.4%

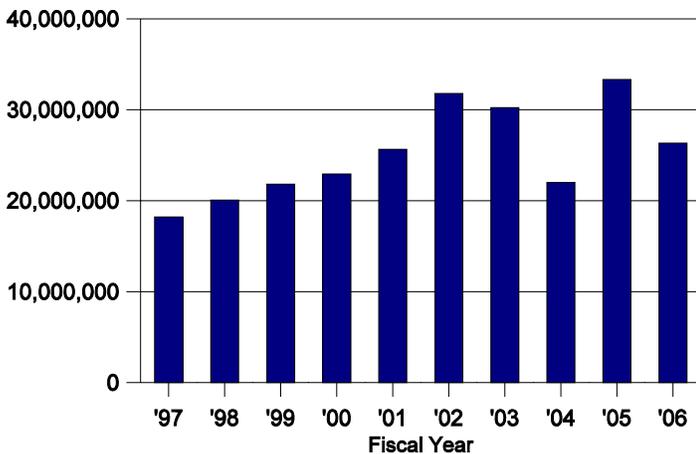
Note:

1. Includes movement of Workforce Development Division federal funding of \$28.0 million from the Oklahoma Employment Securities Commission to the Commerce Department for FY-06.

V. BUDGET REFERENCES

SB 149, Sections 1 through 30

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$18,203,600	FY-02	\$31,175,324
FY-98	\$20,070,376	FY-03(Orig.)	\$30,241,666
FY-99	\$21,830,694	FY-04	\$22,008,606
FY-00	\$22,934,902	FY-05	\$33,337,845
FY-01	\$25,653,941	FY-06	\$26,334,663

Notes:

1. The FY-02 figure reflects an increase in community development programs.
2. The FY-05 figure reflects an increase in Community Development Programs and a \$3 million appropriation to CENA.

CONSERVATION COMMISSION

Mike Thralls, Executive Director

Agency #645

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$7,117,658	62.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	286,270	
Total Adjustments	\$286,270	0.0
FY-06 Appropriation and FTE Authorization	\$7,403,928	62.0
Percent Change from FY-05 to FY-06	4.0%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **SB 151** authorizes the agency to spend \$1.0 million for small watershed flood control and \$1.0 million for the Cost Share Program. Additionally, the agency will spend \$400,000 on conservation district operations. This authorization is provided from onetime FY-06 Rural Economic Action Plan (REAP) Gross Production Tax apportionment funds.

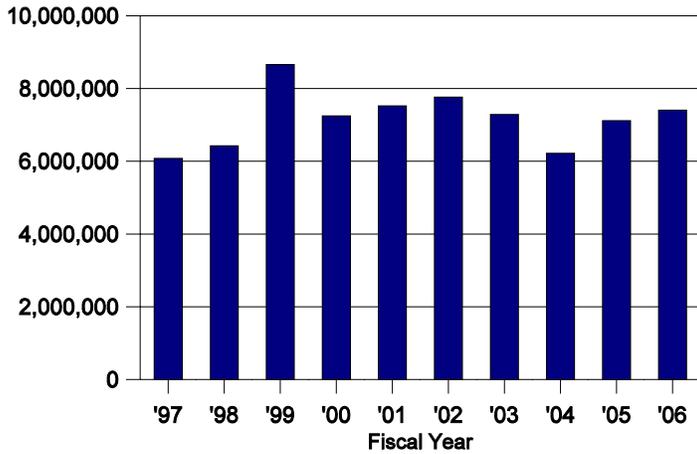
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$7,117,658	\$7,403,928	4.0%
REAP Fund from Gross Production Tax	500,000	2,400,000	380.0%
Revolving and Carryover Funds	1,184,488	100,000	(91.6)%
Federal Funds	13,485,535	12,996,914	(3.6)%
Total	\$22,287,681	\$22,900,842	2.8%

V. BUDGET REFERENCES

SB 151, Sections 1 through 11

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$6,081,236	FY-02	\$7,764,094
FY-98	\$6,425,381	FY-03(Orig.)	\$7,287,094
FY-99	\$8,663,416	FY-04	\$6,220,557
FY-00	\$7,246,731	FY-05	\$7,117,658
FY-01	\$7,522,104	FY-06	\$7,403,928

Notes:

1. FY-99 figure includes Rainy Day Fund appropriation for cost share program.
2. FY-00 figure does not include \$500,000 Rainy Day Fund appropriation transfer for cost share program.
3. FY-05 figure does not include \$500,000 in REAP Funds from the Gross Production Tax.
4. FY-06 figure does not include \$2.4 million in REAP Funds from the Gross Production Tax.

COMMISSION ON CONSUMER CREDIT

Don Hardin, Administrator

Agency #635

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$616,513	16.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>21,412</u>	
Total Adjustments	\$21,412	0.0
FY-06 Appropriation and FTE Authorization	\$637,925	16.0
Percent Change from FY-05 to FY-06	3.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

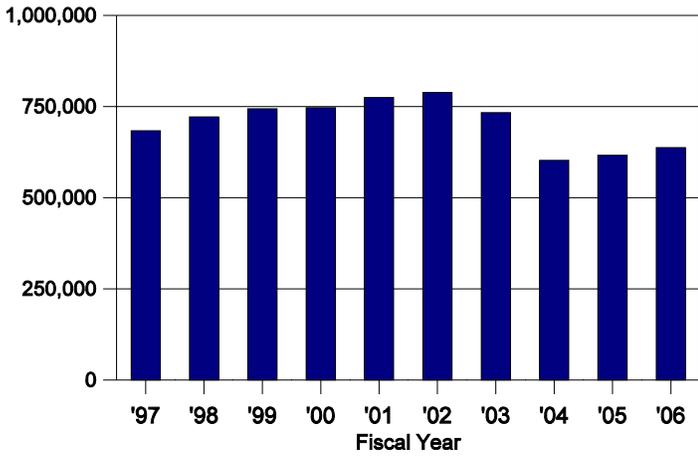
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$616,513	\$637,925	3.5%
Revolving and Carryover Funds	360,847	360,847	0.0%
Total	\$977,360	\$998,772	2.2%

V. BUDGET REFERENCES

HB 1110, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$683,795	FY-02	\$788,942
FY-98	\$721,791	FY-03(Orig.)	\$733,716
FY-99	\$743,934	FY-04	\$602,747
FY-00	\$747,090	FY-05	\$616,513
FY-01	\$774,670	FY-06	\$637,925

CORPORATION COMMISSION

Denise Bode, Chairman

Agency #185

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$8,767,056	538.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	662,134	
b. Removal of Onetime Weigh Scale Improvement Funding	(75,000)	
c. Replace Onetime REAP Water Projects Used for Operations	<u>3,000,000</u>	
Total Adjustments	\$3,587,134	0.0
FY-06 Appropriation and FTE Authorization	\$12,354,190	538.0
Percent Change from FY-05 to FY-06	40.9%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This project was completed in FY-05. The funding is no longer needed.
- c. Part of the agency's operational budget was funded from the Rural Economic Action Plan (REAP) Water Projects Fund in FY-05. This appropriation fully funds the agency's operations with General Revenue.

III. POLICY ISSUES

None

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$8,767,056	\$12,354,190	40.9%
Gross Production Tax REAP Fund	3,000,000	0	(100.0)%
Revolving and Carryover Funds ¹	18,722,500	20,600,000	10.0%
Federal Funds	850,781	815,000	(4.2)%
Total	\$31,340,337	\$33,769,190	7.8%

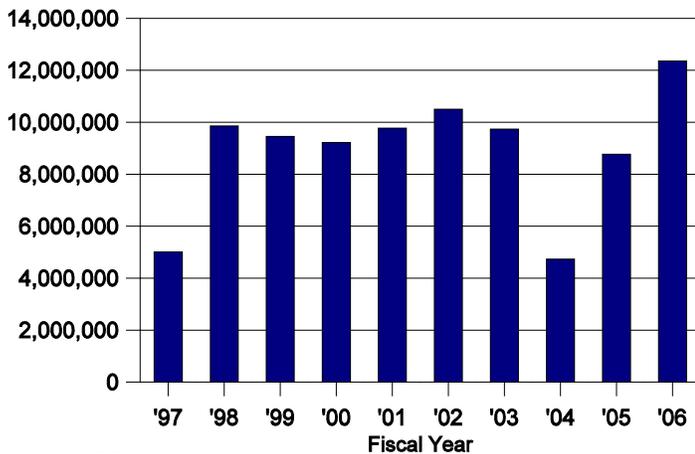
Note:

1. Increased revenues are from fees assessed for increased regulatory duties for increased oil and gas production in Oklahoma. These factors and the current energy climate are the reasons for the substantial increase in revenues. The agency anticipates these windfall revenues will be temporary.

V. BUDGET REFERENCES

HB 1112, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,009,636	FY-02	\$10,502,244
FY-98	\$9,859,093	FY-03(Orig.)	\$9,735,621
FY-99	\$9,455,793	FY-04	\$4,736,959
FY-00	\$9,222,199	FY-05	\$8,767,056
FY-01	\$9,773,537	FY-06	\$12,354,190

Notes:

1. FY-98 appropriation increase is due to a General Revenue appropriation which replaced the abolished Conservation Revolving Fund.
2. FY-05 appropriation increase is due to a General Revenue transfer of funds from the Tax Commission for the administration of the Trucking One-Stop Shop Act.
3. FY-06 appropriation increase is reflective of fully funding agency operations with General Revenue.

DEPARTMENT OF ENVIRONMENTAL QUALITY

Steven Thompson, Executive Director

Agency #292

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$9,495,264	571.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	871,316	
b. Reduce Onetime Tar Creek Relocation Project Funding	(3,000,000)	
b. Air Toxics Monitoring	<u>800,000</u>	
Total Adjustments	(\$1,328,684)	0.0
FY-06 Appropriation and FTE Authorization	\$8,166,580	571.0
Percent Change from FY-05 to FY-06	(14.0)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This project is onetime in nature and is scheduled for completion in FY-06.
- c. Due to more stringent U.S. Environmental Protection Agency guidelines, the Department of Environmental Quality (DEQ) will be required to increase the Air Toxics Monitoring Program to ensure Oklahoma meets federal standards. This appropriation will provide necessary financial support to meet federal requirements.

III. POLICY ISSUES

- a. **HB 1238** simplifies the permitting process for small lagoons.
- b. **HB 1606** restructures the Waste Tire Recycling Act. This bill provides for compensation of end users of waste tires without the need for a fee increase to consumers.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$9,495,264	\$8,166,580	(14.0)%
Revolving and Carryover Funds ¹	19,735,053	24,636,210	24.8%
Federal Funds	11,790,919	14,314,846	21.4%
Total	\$41,021,236	\$47,117,636	14.9%

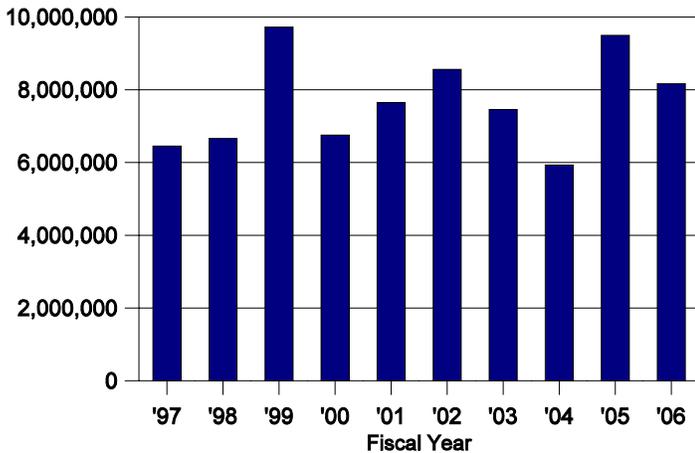
Note:

1. This increase represents significant changes regarding Air Title V Programs and the need for more monitoring, testing, and preventative measures to ensure municipalities remain in attainment of EPA air-toxics guidelines. This includes fee increases to handle increased workload for on-site sewage programs, the radiation program and the air quality Title V Program.

V. BUDGET REFERENCES

HB 1114, Sections 1 through 8

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$6,450,577	FY-02	\$8,556,880
FY-98	\$6,664,675	FY-03(Orig.)	\$7,460,880
FY-99	\$9,725,613	FY-04	\$5,928,921
FY-00	\$6,756,370	FY-05	\$9,495,264
FY-01	\$7,651,276	FY-06	\$8,166,580

Notes:

1. The increase for FY-99 is due to a Rainy Day Fund appropriation of \$3 million used to match \$29 million of federal superfund monies.
2. The increase for FY-05 is due to an appropriation for the Tar Creek Relocation Act.
3. The decrease in FY-06 is due to the removal of onetime funding for the Tar Creek Relocation Act.

OKLAHOMA HISTORICAL SOCIETY

Dr. Bob Blackburn, Executive Director

Agency #350

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$10,142,253	168.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	217,134	
b. Removal of Additional Supplemental Funding	(142,000)	
c. Debt Service for History Center	1,379,000	
d. History Center Operations	<u>1,310,000</u>	
Total Adjustments	\$2,764,134	0.0
FY-06 Appropriation and FTE Authorization	\$12,906,387	168.0
Percent Change from FY-05 to FY-06	27.3%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding was provided as a supplemental for FY-04 agency operations. This amount has been annualized in the agency's base, and these additional funds are no longer needed.
- c. The debt service payments for bonds issued to complete the new Oklahoma History Center will increase beginning in FY-06. These funds will accommodate the increase in debt service. The total debt service payments for FY-06 will be \$8,861,308.
- d. These funds were provided to the agency to meet the additional staffing, operational, and maintenance needs associated with the new Oklahoma History Center.

III. POLICY ISSUES

- a. **SB 159** provides a supplemental appropriation for the agency to address the debt service increase associated with construction of the new Oklahoma History Center. This bill also provides funding for increased operational costs associated with operating the center for FY-05.

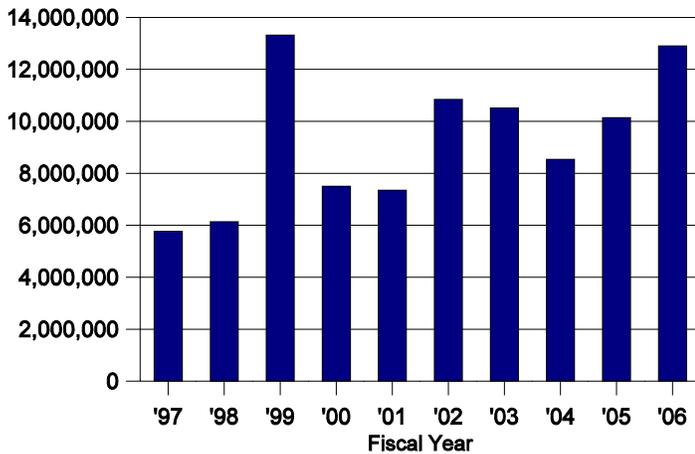
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$10,000,253	\$10,906,387	9.1%
General Revenue Fund FY-03	142,000	0	(100.0)%
Special Cash Fund	0	2,000,000	N/A
Revolving and Carryover Funds	1,200,000	1,200,000	0.0%
Federal Funds	313,700	313,700	0.0%
Total	\$11,655,953	\$14,420,087	23.7%

V. BUDGET REFERENCES

SB 160, Sections 1 through 8

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$5,769,097	FY-02	\$10,847,233
FY-98	\$6,134,486	FY-03(Orig.)	\$10,515,233
FY-99	\$13,318,146	FY-04	\$8,537,394
FY-00	\$7,504,120	FY-05	\$10,142,253
FY-01	\$7,347,030	FY-06	\$12,906,387

Notes:

1. FY-99 figure includes Rainy Day appropriations for the Murrah Memorial and maintenance and repair of historical sites.
2. The FY-02 increase was due to increases in support for museum sites and the new Oklahoma History Center.
3. The FY-06 increase is reflective for increased debt service and operational funding for the new Oklahoma History Center.

HORSE RACING COMMISSION

Gordon Hare, Director

Agency #353

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$1,858,182	43.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	52,707	
b. Gaming Regulation Operations	<u>450,000</u>	<u>12.0</u>
Total Adjustments	\$502,707	12.0
FY-06 Appropriation and FTE Authorization	\$2,360,889	55.0
Percent Change from FY-05 to FY-06	27.1%	27.9%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding will be used to assist the agency with increased regulatory duties and staffing needs as a result of the passage of State Question 712, which allows gaming machines to be operated at certain horse tracks. The agency will require eight Gaming Agents, two Racing Agents, one Director of Racetrack Gaming, and one Payroll Benefits Assistant.

III. POLICY ISSUES

- a. **HB 1116** provides the agency an increase in Player Terminal Regulation fee assessments and authorizes issue of various regulatory fees associated with the passage of State Question 712, the State Tribal Gaming Act, which authorizes regulated gaming at certain Oklahoma horse racing tracks.
- b. **SB 738** increases the number of Oklahoma Horse Racing Commissioners from seven to nine. The law stipulates that the additional commissioners must have horse industry experience and allows these two commissioners to participate in horse races.
- c. **SB 556** authorizes the manufacture of gaming machines in Oklahoma.

- d. **HB 1116** allows the Horse Racing Commission to fund the FY-2005 Supplemental Request for FY-05 start-up costs associated with regulating the State Tribal Gaming Act. Start-up costs include costs associated with hiring additional agents for regulation of tracks, travel associated with gaming inspections at tracks, office supplies, and equipment related to gaming and licensing functions related to the State Tribal Gaming Act. The bill also establishes assessments that can be authorized by the Oklahoma Horse Racing Commission pertaining to the State Tribal Gaming Act for regulation of gaming at Oklahoma Horse Racing Tracks.

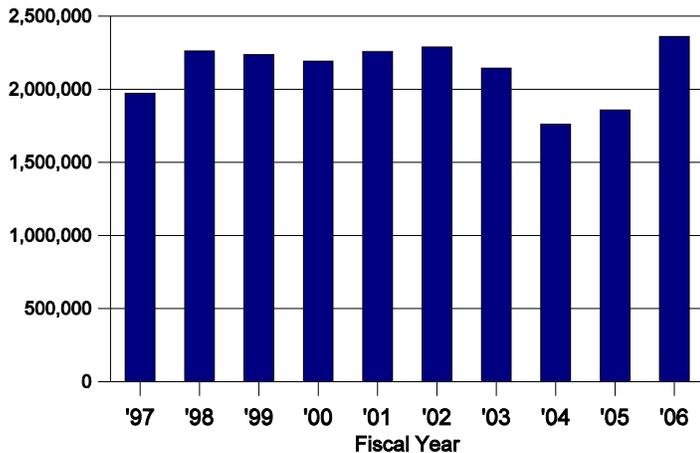
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,858,182	\$2,360,889	27.1%
Revolving and Carryover Funds	679,845	801,800	17.9%
Total	\$2,538,027	\$3,162,689	24.6%

V. BUDGET REFERENCES

HB 1117, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$1,972,285	FY-02	\$2,290,006
FY-98	\$2,261,354	FY-03(Orig.)	\$2,144,550
FY-99	\$2,236,354	FY-04	\$1,761,748
FY-00	\$2,192,000	FY-05	\$1,858,182
FY-01	\$2,258,390	FY-06	\$2,360,889

Note:

1. FY-06 increase is due to additional duties associated with passage of SQ 712, the State Tribal Gaming Act.

INSURANCE DEPARTMENT

Kim Holland, Commissioner

Agency #385

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,136,301	145.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>95,294</u>	
Total Adjustments	\$95,294	0.0
FY-06 Appropriation and FTE Authorization	\$2,231,595	145.0
Percent Change from FY-05 to FY-06	4.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **HB 1535** enables Oklahoma citizens to continue to have the ability to maintain Health Savings accounts after January 1, 2006 and adds language required for the Insurance Department to maintain its accreditation with the National Association of Insurance Commissioners.
- b. **SB 729** imposes requirements on discount medical plans that are to be enforced by the Insurance Department.
- c. **SB 1X** removes the authority of the State Board for Property & Casualty Rates and includes the Insurance Commissioner on the Task Force for the Study of the Competitiveness of the Workers' Compensation Market and the Solvency of the Workers' Compensation Insurance Account of the Oklahoma Property and Casualty Insurance Guaranty Association.
- d. **HB 1626** includes the Insurance Commissioner on the Surgical Patient Choice Task Force.
- e. **HB 1547** changes the method for allocating the insurance premium tax between the Firefighters, Police and Law Enforcement Retirement Systems, and General Revenue.

- f. **HB 1566** extends the moratorium on required reserves for Physician's Liability Insurance Company until December 31, 2008.
- g. **SB 461** gives the Insurance Commissioner the authority to enforce certain provisions of Title 47 relating to vehicle titles.

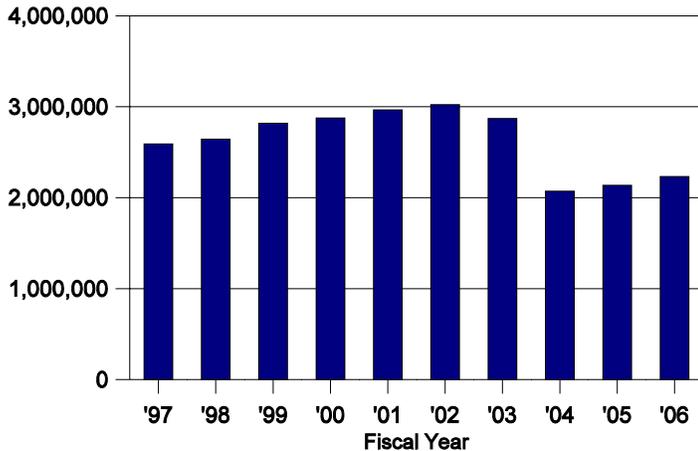
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$2,136,301	\$2,231,595	4.5%
Revolving and Carryover Funds	6,113,582	6,773,418	10.8%
Federal Funds	461,414	436,096	(5.5)%
Total	\$8,711,297	\$9,441,109	8.4%

V. BUDGET REFERENCES

HB 1118, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,591,203	FY-02	\$3,023,172
FY-98	\$2,644,204	FY-03(Orig.)	\$2,872,013
FY-99	\$2,818,030	FY-04	\$2,072,157
FY-00	\$2,877,952	FY-05	\$2,136,301
FY-01	\$2,965,978	FY-06	\$2,231,595

J.M. DAVIS MEMORIAL COMMISSION

Duane Kyler, Chief Administrative Officer

Agency #204

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$330,983	10.5
FY-06 Adjustments		
a. Annualize State Employee Pay Raise	16,471	
b. Removal of Onetime Expenditures	(25,000)	
c. General Operations Increase (SB 166)	<u>25,000</u>	
Total Adjustments	\$16,471	0.0
FY-06 Appropriation and FTE Authorization	\$347,454	10.5
Percent Change from FY-05 to FY-06	5.0%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Onetime funding for purchase of a van was removed from the agency's FY-05 base appropriation level.
- c. This appropriation was made to meet increased operational costs.

III. POLICY ISSUES

None

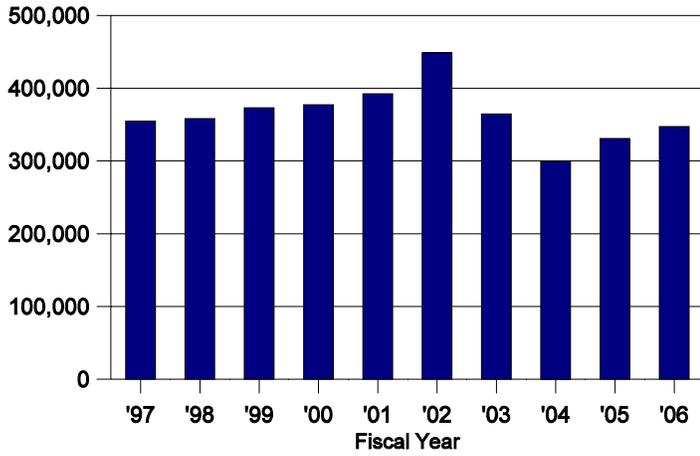
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$330,983	\$347,454	5.0%
Revolving Funds	119,555	52,546	(56.0)%
Total	\$450,538	\$400,000	(11.2)%

V. BUDGET REFERENCES

SB 165, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$354,782	FY-02	\$448,704
FY-98	\$358,249	FY-03(Orig.)	\$364,704
FY-99	\$373,244	FY-04	\$299,604
FY-00	\$377,308	FY-05	\$330,983
FY-01	\$392,397	FY-06	\$347,454

DEPARTMENT OF LABOR

Brenda Reneau-Wynn, Commissioner

Agency #405

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,061,658	136.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>163,063</u>	
Total Adjustments	\$163,063	0.0
FY-06 Appropriation and FTE Authorization	\$3,224,721	136.0
Percent Change from FY-05 to FY-06	5.3%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

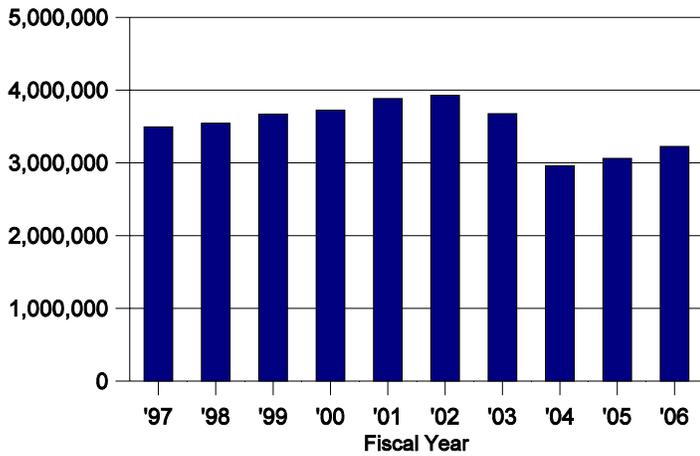
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,206,391	\$1,292,741	7.2%
Occupational Health and Safety Fund	1,855,267	1,931,980	4.1%
Revolving and Carryover Funds	2,072,921	2,194,273	5.9%
Federal Funds	2,153,052	2,467,964	14.6%
Total	\$7,287,631	\$7,886,958	8.2%

V. BUDGET REFERENCES

SB 167, Sections 1 through 10

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$3,494,659	FY-02	\$3,927,178
FY-98	\$3,547,165	FY-03(Orig.)	\$3,678,570
FY-99	\$3,668,984	FY-04	\$2,958,570
FY-00	\$3,725,830	FY-05	\$3,061,658
FY-01	\$3,882,940	FY-06	\$3,224,721

DEPARTMENT OF MINES

Mary Ann Pritchard, Director

Agency #125

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$815,510	46.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>33,655</u>	
Total Adjustments	\$33,655	0.0
FY-06 Appropriation and FTE Authorization	\$849,165	46.5
Percent Change from FY-05 to FY-06	4.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

None

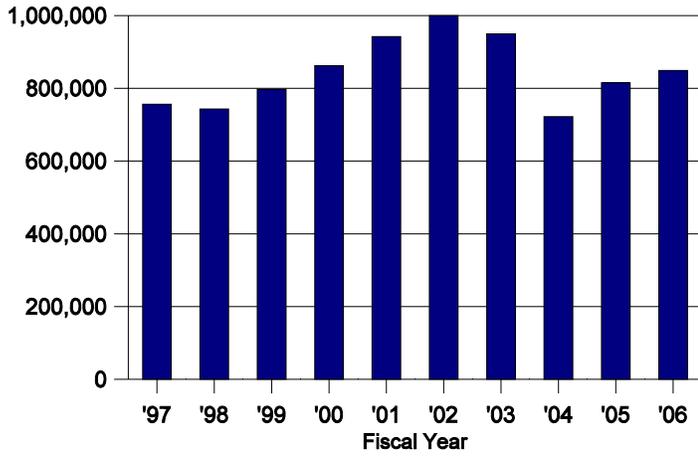
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$565,510	\$849,165	50.2%
Federal Tax Relief Fund	250,000	0	(100.0)%
Revolving and Carryover Funds	947,605	877,482	(7.4)%
Federal Funds	1,013,349	840,000	(17.1)%
Total	\$2,776,464	\$2,566,647	(7.6)%

V. BUDGET REFERENCES

HB 1120, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$756,513	FY-02	\$999,823
FY-98	\$742,895	FY-03(Orig.)	\$949,734
FY-99	\$797,566	FY-04	\$722,124
FY-00	\$862,011	FY-05	\$815,510
FY-01	\$942,282	FY-06	\$849,165

SCENIC RIVERS COMMISSION

Ed Fite, Administrator

Agency #568

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$333,158	7.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	9,883	
b. Removal of Onetime Expenditure	(20,000)	
c. FTE Increase	_____	<u>2.0</u>
Total Adjustments	(\$10,117)	2.0
FY-06 Appropriation and FTE Authorization	\$323,041	9.0
Percent Change from FY-05 to FY-06	(3.0)%	28.6%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This onetime appropriation was used to purchase a vehicle in FY-05.
- c. The agency will be able to acquire federal funds for two (2.0) FTE and complete projects related to rivers within the agency's jurisdiction. Included are an administrative position to handle Environmental Protection Agency (EPA) grants and a ranger position to address additional security surveillance needs at parks.

III. POLICY ISSUES

None

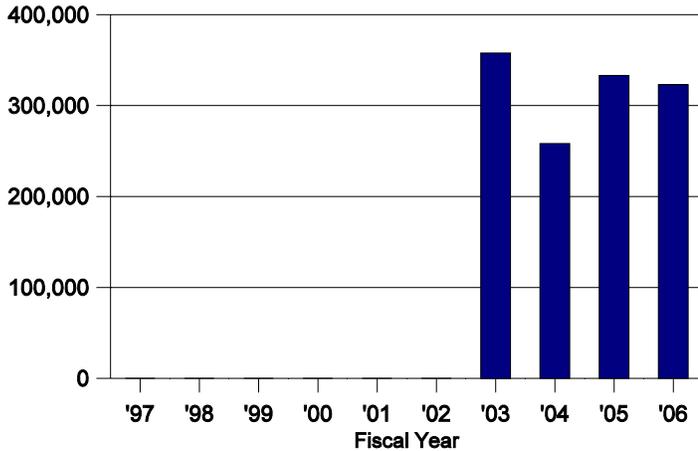
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$333,158	\$323,041	(3.0)%
Federal Funds	\$0	\$377,743	N/A
Revolving Funds	\$179,216	\$179,216	0.0%
Total	\$512,374	\$880,000	71.8%

V. BUDGET REFERENCES

SB 171, Sections 1 through 7

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	N/A	FY-02	N/A
FY-98	N/A	FY-03(Orig.)	\$357,805
FY-99	N/A	FY-04	\$258,156
FY-00	N/A	FY-05	\$333,158
FY-01	N/A	FY-06	\$323,041

Note:

1. FY-03 was the first direct appropriation to the Commission. It was previously funded through a line-item in the Department of Tourism and Recreation appropriation bill.

DEPARTMENT OF TOURISM AND RECREATION

Robb Gray, Executive Director

Agency #566

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$24,162,640	810.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	983,319	
b. Reduce Multicounty Funding	(500,000)	
c. Park Maintenance and Capital Improvement Funding	1,000,000	
d. Shakespearean Festival Onetime Funding	100,000	
e. Pollard Theater Onetime Funding	150,000	
f. Guthrie Excursion Train Onetime Start-up Funding	<u>60,000</u>	
Total Adjustments	\$1,793,319	0.0
FY-06 Appropriation and FTE Authorization	\$25,955,959	810.0
Percent Change from FY-05 to FY-06	7.4%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding was reduced from \$1,650,000 to \$1,150,000 to achieve efficiencies related to the portion of state funding utilized to reimburse administrative costs for the 18 Multicounty Organizations. A recent audit report by the Auditor and Inspector's office found that Multicounty Organizations can be reimbursed for up to 40% of qualified administrative expenditures.
- c. Due to the deteriorating infrastructure, and mounting maintenance needs in the state parks system, the Legislature increased park maintenance and capital improvement funding to address the over \$88 million of needs in the state parks system. This funding will begin to provide a steady source of revenue for the Department to address needs in the state park system.
- d. This onetime funding will provide for operational needs associated with the Shakespearean Festival.
- e. This onetime funding will provide for operational needs associated with the Pollard Theater.
- f. This onetime funding will provide for start-up costs associated with the revitalization of a portion of train track in the Guthrie area to be used for a historic Guthrie Excursion Train project.

III. POLICY ISSUES

- a. **HB 1001** appropriates \$5.0 million to be used for an endowment for the Oklahoma City National Memorial. These funds would be matched with \$5.0 million in federal funds, and \$5.0 million in private funds, thus creating an endowment totaling \$15.0 million.
- b. **HB 1547** will provide ongoing funding to the existing Oklahoma Film Enhancement Rebate Program. The program offers a rebate of up to 15% of production expenditures to companies filming in Oklahoma, including TV commercials. To qualify, a company must have a minimum budget of \$2.0 million (up from \$1 million), spend \$1.25 million in Oklahoma and employ Oklahoma residents for at least 50% of its crew, excluding actors, producers and directors. Rebates of 5% are available if a company employs up to 24% Oklahomans and 10% for companies who employ 25 to 49% Oklahomans.

The state now has a \$5.0 million annual cap on rebates, up from \$2.0 million. Rebates will be paid after July 1 following the fiscal year in which the production costs are incurred. In lieu of a rebate, companies may opt for automatic sales tax exemptions on property or services involved in production.

- c. **SB 877** offers companies that build production facilities state income tax credits, ranging from 10% on a minimum \$500,000 construction project to 25% for projects of \$1 million plus. The new incentive, which takes effect November 1, is included in an amendment to the Tourism Development Act.
- d. **HB 1716** gives state taxpayers who invest in projects produced in Oklahoma a 25% income tax credit on profits made, if they reinvest their profits in another Oklahoma project. The new law takes effect immediately.
- e. **SB 823** is a comprehensive effort by the agency, in cooperation with their legal counsel (Attorney General's Office) and staff, to consolidate and reorganize the duties and functions of the agency so it conforms to current operations.

The Department is a conglomeration of various government entities: the state park system, the film office, travel and tourism, tourism information centers, regional marketing associations, and Oklahoma Today Magazine. The enacting laws that merged the functions of the agency are not consistent and do not reflect current practices and industry trends. It should be noted, the Department's 25% budget cut in FY-02 compelled the agency to restructure its divisions to streamline costs, personnel, and activities. The Department consolidated an existing seven divisions to three operational divisions.

The bill repeals existing statutes and replaces it with new law. This new law does the following:

- Adds "preservation and protection" to the mission and duties of the park system.
- Eliminates span of control issues caused by three separate managers for park properties (parks, resorts, and golf) by consolidating control under a unified park management system.
- Adds the Oklahoma Music Hall of Fame as a partner to the Oklahoma Film and Music Commission.

- Eliminates three obsolete revolving funds: Golf Course Operations, Quartz Mountain, and the Tourism Equipment Revolving Funds. All of these funds are consolidated with the Department's main revolving fund.
 - Provides career progression opportunities for Park Rangers by allowing them to retain their Oklahoma Law Enforcement Retirement System (OLERS) eligibility, if they are qualified to move into management positions. The rangers would be required to maintain requisite training and certifications as required by OLERS.
 - Repeals obsolete sections such as the naming of parks, expired bond issuances, duplicate sections, and references to the consolidated golf, resort, and human resources divisions.
- f. **SB 403** modifies the purpose for expenditures from Oklahoma Tourism Promotion Revolving Fund. Bill provisions stipulate that all monies spent from the Tourism tax shall be required to send consistent messages with the state's advertising campaign.
- g. **HB 1122** authorized the Department to spend \$2.4 million to address a list of \$2.9 million in emergency water infrastructure needs in the state park systems. This list includes replacing water lines, towers and lagoons. The authorized funds were intended to be onetime in nature, and an intermediate solution to the park system's capital improvement issues, however, the Governor vetoed this funding.

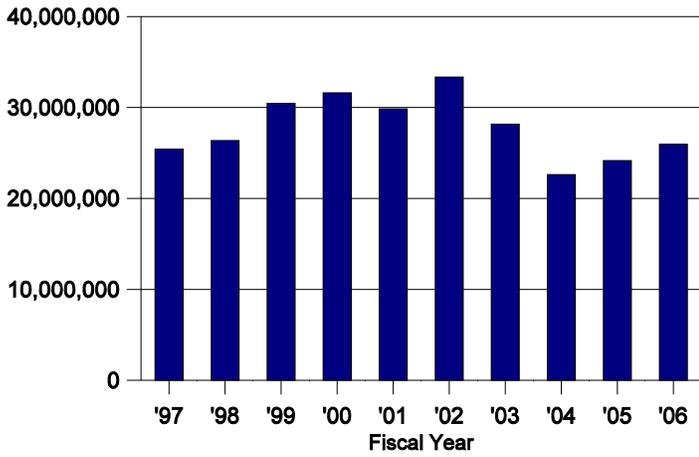
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$24,162,640	\$25,955,959	7.4%
Federal Funds	1,800,000	1,800,000	0.0%
Revolving and Carryover Funds	32,356,624	34,758,089	7.4%
Total	\$58,319,264	\$62,514,048	7.2%

V. BUDGET REFERENCES

HB 1122, Sections 1 through 11; HB 1001, Sections 1 through 4

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$25,406,329	FY-02	\$33,350,273
FY-98	\$26,374,039	FY-03(Orig.)	\$28,177,594
FY-99	\$30,476,969	FY-04	\$22,616,482
FY-00	\$31,621,425	FY-05	\$24,162,640
FY-01	\$29,862,485	FY-06	\$25,955,959

WATER RESOURCES BOARD

Duane Smith, Executive Director

Agency #835

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$6,440,345	91.0
<i>Duties and Operations</i>	<i>\$4,240,345</i>	
<i>REAP Water Project Fund</i>	<i>\$2,200,000</i>	
FY-06 Adjustments		
a. Annualize Employee Pay Raise	<u>133,551</u>	
Total Adjustments	\$133,551	0.0
FY-06 Appropriation and FTE Authorization	\$6,573,896	91.0
<i>Duties and Operations</i>	<i>\$4,373,896</i>	
<i>REAP Water Project Fund</i>	<i>\$2,200,000</i>	
Percent Change from FY-05 to FY-06	2.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.

III. POLICY ISSUES

- a. **SB 175** provided \$500,000 to continue funding for the Arbuckle Simpson Aquifer Study, and \$100,000 for the Southwest Oklahoma Water Augmentation Study at Wister Lake. These funds will be expended from the onetime FY-06 REAP Gross Production Tax apportionment funds.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$6,440,345	\$6,573,896	2.1%
Revolving and Carryover Funds ¹	3,320,458	5,277,387	58.9%
USGS Cooperative Program	288,050	353,950	22.9%
Federal Funds	12,634,642	10,746,152	(14.9)%
Total	\$22,683,495	\$22,951,385	1.2%

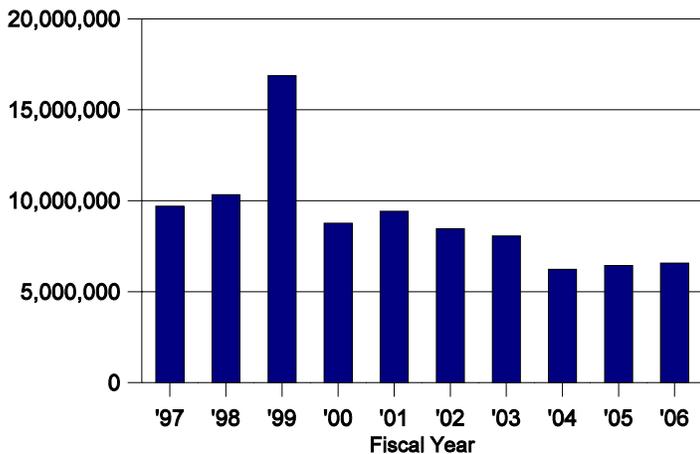
Note:

1. Reflects increase for Arbuckle Simpson Aquifer Study of \$500,000 and carryover from this project in FY-05.

V. BUDGET REFERENCES

SB 175, Sections 1 through 9

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$9,700,453	FY-02	\$8,461,854
FY-98	\$10,338,477	FY-03(Orig.)	\$8,069,143
FY-99	\$16,877,343	FY-04	\$6,228,494
FY-00	\$8,761,689	FY-05	\$6,440,345
FY-01	\$9,418,598	FY-06	\$6,573,896

Notes:

1. FY-97 includes \$4.5 million appropriation for the Rural Economic Action Plan (**HB 1434**).
2. FY-99 includes an \$8.5 million Rainy Day Fund appropriation for water quality monitoring, nonpoint source pollution prevention grants, state match for federal Safe Drinking Water funds, and weather modification.

WILL ROGERS MEMORIAL COMMISSION

Michelle Lefevre-Carter, Director

Agency #880

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$882,678	16.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	28,001	
b. Removal of Onetime Expenditure	(80,000)	
Total Adjustments	(\$51,999)	0.0
FY-06 Appropriation and FTE Authorization	\$830,679	16.5
Percent Change from FY-05 to FY-06	(5.9)%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This funding was used to replace the Will Rogers Memorial air conditioning system, onetime maintenance for the museum and replace the agency cargo truck.

III. POLICY ISSUES

None

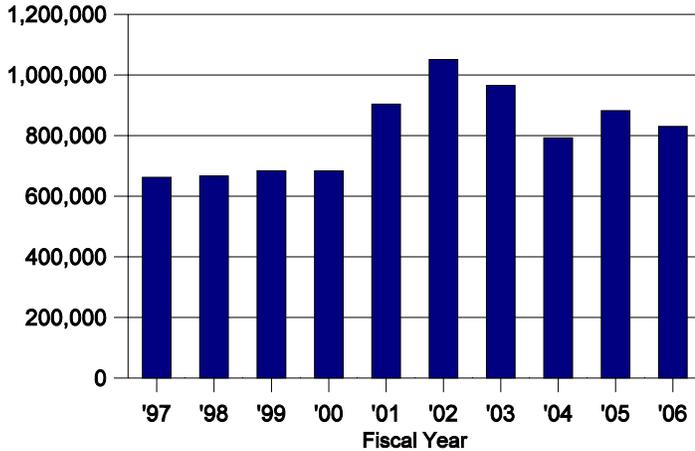
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$882,678	\$830,679	(5.9)%
Revolving Funds	36,000	36,000	0.0%
Total	\$918,678	\$866,679	(5.7)%

V. BUDGET REFERENCES

SB 177, Sections 1 through 6

VI. TEN YEAR APPROPRIATION HISTORY

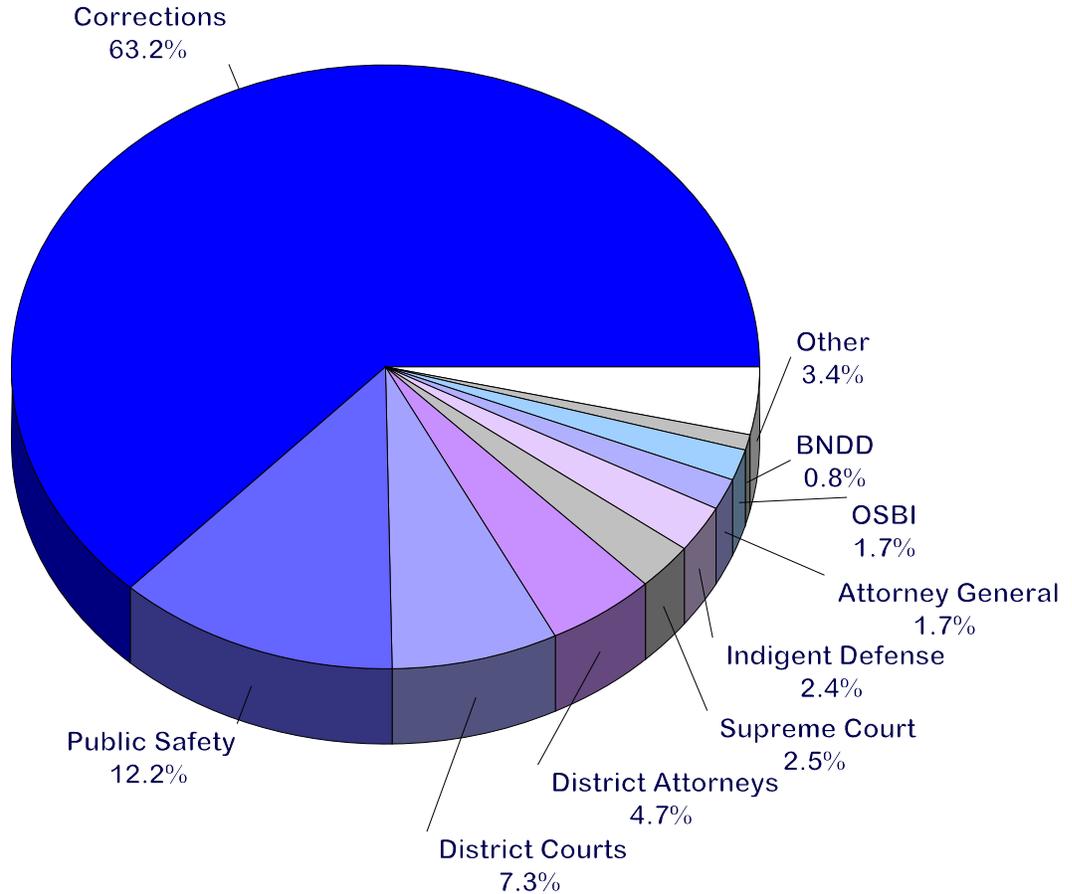


FY-97	\$662,933	FY-02	\$1,051,197
FY-98	\$666,896	FY-03(Orig.)	\$965,062
FY-99	\$684,169	FY-04	\$792,798
FY-00	\$683,640	FY-05	\$882,678
FY-01	\$904,323	FY-06	\$830,679

Notes:

1. FY-97 increase was for major maintenance and repair of the museum.
2. FY-01 increase was for transfer of operation of the Glass House Welcome Center in Vinita from the Oklahoma Department of Tourism and Recreation.
3. The FY-02 increase represents funding to continue publication of "The Pages of Will Rogers."

JUDICIARY, PUBLIC SAFETY AND LAW ENFORCEMENT SUBCOMMITTEE DISTRIBUTION OF FY-06 APPROPRIATIONS



Corrections Department	\$409,443,403
Department of Public Safety	78,887,770
District Courts	47,300,000
District Attorneys/DAC	30,592,742
Supreme Court	16,000,000
Indigent Defense System	15,633,001
Attorney General	11,286,462
Bureau of Investigation (OSBI)	11,154,628
Narcotics and Dangerous Drugs (BNDD)	5,389,595
Other	
Workers' Compensation Court	4,365,564
Medicolegal Investigations	3,922,904
Alcoholic Beverage Laws Commission (ABLE)	3,738,839
Court of Criminal Appeals	2,828,160
Law Enforcement Education & Training (CLEET)	2,758,783
Pardon and Parole Board	2,316,329
Fire Marshal	1,685,180
Council on Judicial Complaints	<u>278,826</u>
Subcommittee Total	\$647,582,186

Excludes supplemental appropriations and reappropriations.
Includes capital and onetime expenditures.

ALCOHOLIC BEVERAGE LAW ENFORCEMENT (ABLE) COMMISSION

Keith Burt, Director

Agency #030

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,626,853	71.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	71,986	
b. Education	<u>40,000</u>	
Total Adjustments	\$111,986	0.0
FY-06 Appropriation and FTE Authorization	\$3,738,839	71.0
Percent Change from FY-05 to FY-06	3.1%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Increased appropriations of \$40,000 was provided to the Commission to educate employees of alcohol serving entities concerning the state's alcohol laws and the ability to spot fraudulent driver licenses.

III. POLICY ISSUES

- a. **HB 1656** modifies the definition of "Retail container for spirits and wines" to be an original package of any capacity approved by the United States Bureau of Alcohol, Tobacco and Firearms.
- b. **HB 1903** expands the definition of a charitable wine event license to include wine tasting events, wine dinner events or wine auctions.
- c. **SB 518** makes it a misdemeanor for establishments selling low-point beer for consumption on the premises to sell at a price less than the price regularly charged or an unlimited number of drinks during any set period of time for a fixed price. The fine is set up to a maximum of \$500 for each offense.
- d. **SB 663** makes it a misdemeanor for any person to buy, sell, furnish, manufacture or possess an alcohol inhalation device. Bill provisions impose a fine of \$5,000 and authorize ABLE to revoke any license issued to any person convicted in violation.

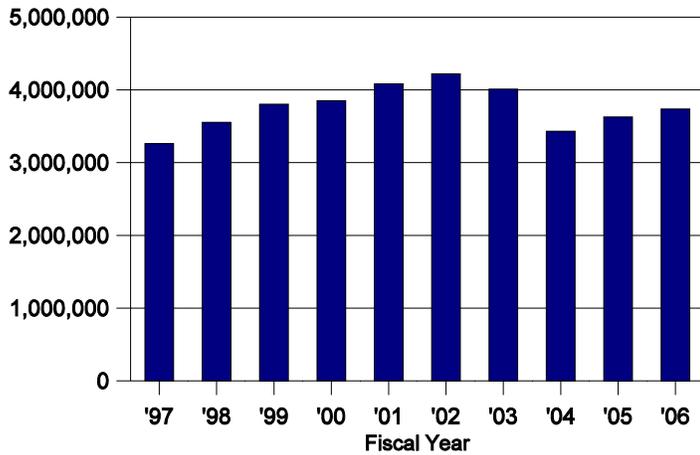
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$3,483,853	\$3,738,839	7.3%
Special Cash	143,000	0	(100.0)%
Revolving Funds	315,000	315,000	0.0%
Total	\$3,941,853	\$4,053,839	2.8%

V. BUDGET REFERENCES

HB 1142, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$3,260,876	FY-02	\$4,221,892
FY-98	\$3,555,144	FY-03(Orig.)	\$4,010,797
FY-99	\$3,803,032	FY-04	\$3,431,691
FY-00	\$3,852,862	FY-05	\$3,626,853
FY-01	\$4,084,576	FY-06	\$3,738,839

ATTORNEY GENERAL

W.A. "Drew" Edmondson, Attorney General

Agency #049

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$5,953,778	173.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	200,122	
b. Consumer Protection Fund Replacement	800,000	
c. Increased Funding for CASA Program	150,000	
e. Fund Domestic Violence Unit	<u>4,182,562</u>	<u>2.5</u>
Total Adjustments	\$5,332,684	2.5
FY-06 Appropriation and FTE Authorization	\$11,286,462	175.5
Percent Change from FY-05 to FY-06	89.6%	1.4%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Consumer Protection Unit is responsible for the Don't Call program, tobacco settlement enforcement, identity theft, telemarketing fraud and Internet fraud. Budget cuts in FY-03 and FY-04 resulted in depletion of the Consumer Protection Revolving Fund. This appropriation was made to replenish the Fund.
- c. The Legislature increased the appropriation for Court Appointed Special Advocates from \$347,225 to \$497,225, providing an additional \$150,000 to support the program.
- d. Domestic Violence Programs, previously administered by the Department of Mental Health and Substance Abuse Services, will be managed by the Attorney Generals Office, beginning in FY-06. The funds and associated FTE were transferred from the Department of Mental Health to the Attorney General's Office.

III. POLICY ISSUES

- a. **SB 1x** increases the amount payable from the Multiple Injury Trust Fund to the Attorney General's Office for investigating and prosecuting workers' compensation fraud from \$425,000 to \$637,500, a \$212,500 increase.

- b. **SB 182** raises the Samuel Layton Building Bond issuance limit from \$12.6 million to \$15.6 million, in order to accommodate increased renovation and construction costs associated with the project. The debt service is paid from the Attorney General's Evidence Fund, which includes the tobacco and other case settlement receipts.
- c. **SB 236** creates a Victims Services Unit within the Office of the Attorney General to provide services for persons who require domestic violence or sexual assault services. Bill provisions create the Domestic Violence and Sexual Assault Advisory Council to review rules and policies relating to domestic violence and sexual assault programs and to make recommendations to the Attorney General. The bill further requires all administrative rules promulgated by the Department of Mental Health and substance Abuse Services relating to domestic violence and sexual assault programs to be transferred to and become a part of the administrative rules of the Office of the Attorney General.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$5,803,778	\$11,286,462	94.5%
Federal Tax Relief Fund	150,000	0	(100.0)%
Carryover	30,000	30,000	0.0%
Revolving Funds	4,267,062	6,027,748	41.3%
Federal Funds	1,470,000	3,208,408	118.3%
Total	\$11,720,840	\$20,552,618	75.4%

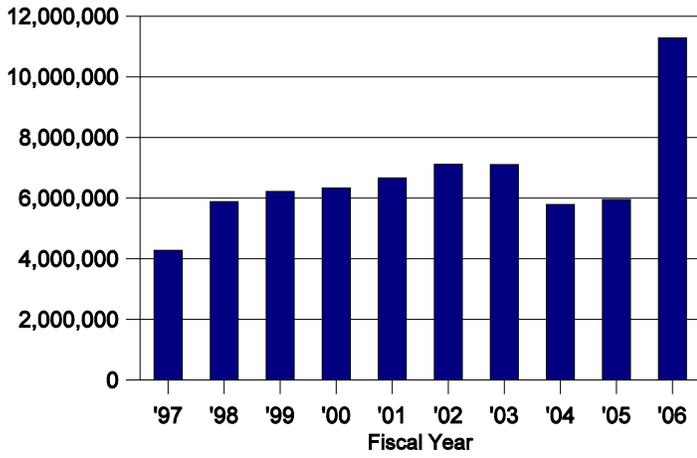
Notes:

1. FY-06 includes a significant increase in appropriations for Domestic Violence Programs, which were transferred from the Department of Mental Health and Substance Abuse Services to the Attorney General's Office in **SB 236**.
2. FY-06 increase in budgeted Revolving Funds due primarily to provisions in **SB 1x**, which will increase receipts from the Multiple Injury Trust Fund.
3. FY-06 increase in budgeted Federal Funds that will be used for Domestic Violence Programs.

V. BUDGET REFERENCES

SB 181, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,276,147	FY-02	\$7,116,561
FY-98	\$5,881,176	FY-03(Orig.)	\$7,107,784
FY-99	\$6,223,246	FY-04	\$5,794,927
FY-00	\$6,335,764	FY-05	\$5,953,778
FY-01	\$6,669,686	FY-06	\$11,286,462

DEPARTMENT OF CORRECTIONS

Ron Ward, Director

Agency #131

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$384,286,568	5,844.6
FY-06 Adjustments		
a. Annualize Employee Pay Raise	7,232,835	
b. Annualize FY-05 Supplemental	<u>17,924,000</u>	
Total Adjustments	\$25,156,835	0.0
FY-06 Appropriation and FTE Authorization	\$409,443,403	5,844.6
Percent Change from FY-05 to FY-06	6.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature annualized the FY-05 Supplemental of \$17,924,000 that originally was provided for in Sections 1 and 2 of **HB 1181** last session.

III. POLICY ISSUES

- a. **HB 1084** expands services in 22 existing adult drug court programs and funds 10 new drug courts. The legislation is estimated to save the Department of Corrections (DOC) approximately \$38 million annually.
- b. **HB 1181**, provides FY-05 supplemental funding for staffing needs, contract beds and increased medical operating costs.
- c. **HB 1144** authorizes a performance-based per diem increase of up to 2% for private prisons and halfway houses. The bill also authorizes DOC to rebuild the Clara Waters Community Corrections Center, subject to available funding, authorizes DOC to issue bonds for the purchase of the Union City Community Corrections Center, and allows continued lease of the Union City facility until purchased.
- d. **HB 1267** requires the Department of Corrections to develop certain policies and procedures, which provide for intermediate sanctions for technical violations of probation, in lieu of court action. Intermediate sanctions may include short-term jail or lockup, community service, monetary fines, or ignition interlock devices. This legislation is estimated to result in 400 less revocations per year, which could result in savings of about \$5.0 million to the Department.

- e. **HB 1450** expands application of the Sex Offenders Registration Act to include: (1) persons convicted in Oklahoma prior to November 1, 1989 who are currently serving a sentence, probation or parole; and (2) persons convicted at any time in any court of another state now living in Oklahoma. The legislation also requires that offenders planning to change address notify DOC and local law enforcement of the new address three days prior to moving to the new location.
- f. **HB 1963** requires DOC to notify the Health Department when a registered sex offender is seeking placement in a long-term care facility and requires the Health Department to notify the long-term care facility. The bill also requires background checks on prospective employees of long-term care facilities to determine if they are a registered sex offender. This legislation is not expected to increase DOC's costs.
- g. **SB 631** requires the court to order any person required to register as a sex offender to wear a global position monitoring device for the duration of the registration period as a condition of probation or parole. Bill provisions also require persons in DOC custody whose current or previous convictions would require them to register as a sex offender to be assigned to a global position monitoring device upon assignment to a community correction center, community work center or halfway house. DOC is responsible for monitoring the devices and will be reimbursed for the costs by offenders.
- h. **SB 646** expands the Oklahoma State Bureau of Investigation DNA Offender Database by: (1) requiring DOC to collect samples for DNA testing from all inmates as part of the assessment and reception process; (2) requiring all currently incarcerated felons to provide a DNA sample prior to release; and (3) requiring persons convicted of a felony whose sentence does not include a term of confinement to provide a DNA sample as a condition of sentence.
- i. **SB 705** amends the formula used to calculate salaries for Correctional Teachers and eliminates longevity payments. The bill also authorizes a one-time payment equal to the difference between the recalculated salary and the compensation actually received for FY-05. Estimated cost of this legislation is \$354,000, plus a one-time payment of \$158,000.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$384,225,036	\$409,443,403	6.6%
Special Cash	61,532	0	(100.0)%
Revolving Funds	59,718,672	61,243,672	2.6%
Federal Funds	9,282,800	13,300,000	43.3%
Carryover	3,000,000	3,000,000	0.0%
Total	\$456,288,040	\$486,987,075	6.7%

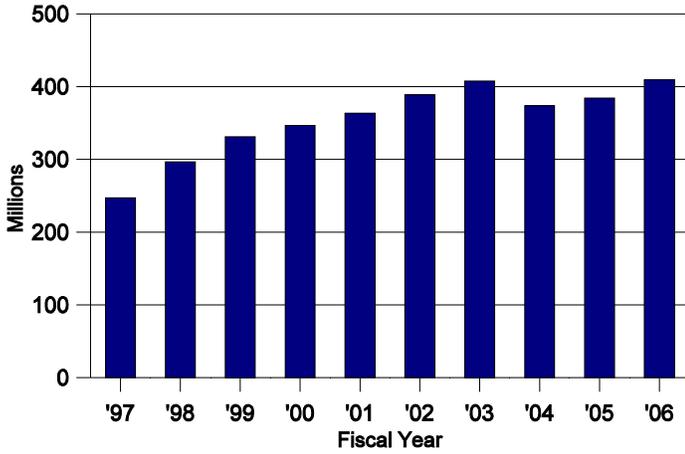
Note:

- 1. FY-06 increase in budgeted Federal Funds will be used for construction of segregated housing units and assisted living housing units at existing facilities.

V. BUDGET REFERENCES

HB 1144, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$247,128,472	FY-02	\$388,762,900
FY-98	\$296,504,307	FY-03(Orig.)	\$407,828,555
FY-99	\$331,165,993	FY-04	\$373,931,566
FY-00	\$346,829,779	FY-05	\$384,286,568
FY-01	\$364,253,162	FY-06	\$409,443,403

COURT OF CRIMINAL APPEALS

Charles A. Johnson, Presiding Judge

Agency #199

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,750,541	36.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	36,236	
b. Annualize Judicial Salary Increase	<u>41,383</u>	
Total Adjustments	\$77,619	0.0
FY-06 Appropriation and FTE Authorization	\$2,828,160	36.0
Percent Change from FY-05 to FY-06	2.8%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were for an increase in judicial compensation beginning in FY-06 as provided for in **SB 1075**. Bill provisions also included the creation of the Board of Judicial Compensation, which will determine judicial salaries subject to the approval of the Legislature.

III. POLICY ISSUES

None

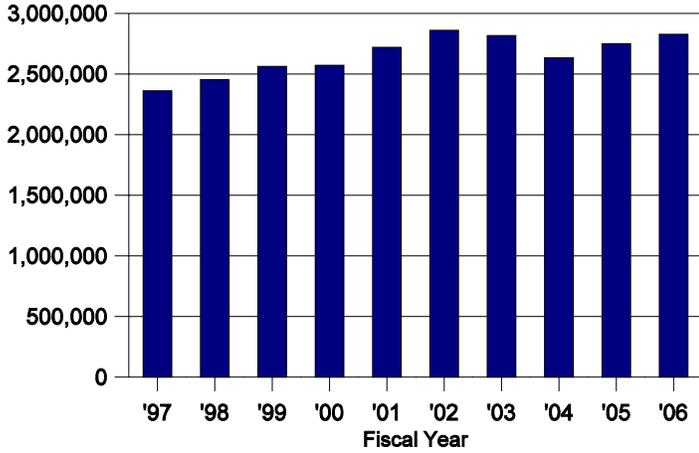
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$2,675,541	\$2,828,160	5.7%
Special Cash	75,000	0	N/A
Carryover	100,000	350,000	250.0%
Total	\$2,850,541	\$3,178,160	11.5%

V. BUDGET REFERENCES

SB 185, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,362,575	FY-02	\$2,861,916
FY-98	\$2,454,390	FY-03(Orig.)	\$2,817,556
FY-99	\$2,562,879	FY-04	\$2,634,378
FY-00	\$2,571,828	FY-05	\$2,750,541
FY-01	\$2,720,270	FY-06	\$2,828,160

DISTRICT ATTORNEYS AND DISTRICT ATTORNEYS COUNCIL

Suzanne Atwood, Executive Coordinator

Agency #220

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$26,926,731	1,241.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	664,120	
b. Annualize FY-05 Supplemental	2,250,000	
c. General Operations	<u>751,891</u>	
Total Adjustments	\$3,666,011	0.0
FY-06 Appropriation and FTE Authorization	\$30,592,742	1,241.0
Percent Change from FY-05 to FY-06	13.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature annualized the FY-05 Supplemental of \$2,250,000 that was provided for in **SB 187**.
- c. An additional appropriation was authorized to meet increases in general operating expenses.

III. POLICY ISSUES

- a. **SB 187** provides FY-05 supplemental funding for prosecutorial services.

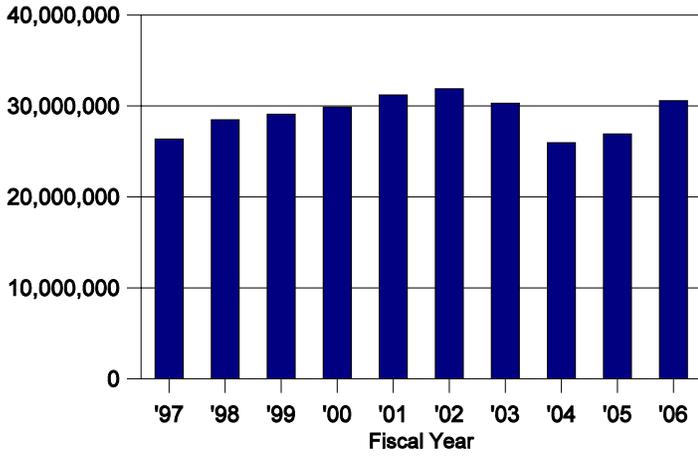
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$26,926,731	\$30,592,742	13.6%
Carryover	400,000	450,000	12.5%
Revolving Funds	37,678,022	39,857,258	5.8%
Federal Funds	27,222,543	25,800,000	(5.2)%
Total	\$92,227,296	\$96,700,000	4.9%

V. BUDGET REFERENCES

SB 188, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$26,373,310	FY-02	\$31,902,762
FY-98	\$28,485,500	FY-03(Orig.)	\$30,307,624
FY-99	\$29,099,939	FY-04	\$25,972,055
FY-00	\$29,880,953	FY-05	\$26,926,731
FY-01	\$31,213,067	FY-06	\$30,592,742

DISTRICT COURTS

Joseph M. Watt, Chief Justice

Agency #219

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$43,043,226	646.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	629,192	
b. Annualize Judicial Pay Increase	1,849,396	
c. General Operations	<u>1,778,186</u>	<u>7.0</u>
Total Adjustments	\$4,256,774	7.0
FY-06 Appropriation and FTE Authorization	\$47,300,000	653.0
Percent Change from FY-05 to FY-06	9.9%	1.1%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were for an increase in judicial compensation beginning in FY-06 as provided for in **SB 1075**. Bill provisions also included the creation of the Board of Judicial Compensation, which will determine judicial salaries subject to the approval of the Legislature.
- c. An additional appropriation was authorized to meet increases in general operating expenses.

III. POLICY ISSUES

- a. **HB 1242** allows the court to require persons to be placed on an electronic monitoring device as a condition of pretrial release, and allows the court to impose and collect a supervision fee.
- b. **HB 2005** expands definition of qualified legal interpreter to be in compliance with the Americans with Disabilities Act.
- c. **SB 296** authorizes courts to accept debit cards as payment for fees, and allows the court to collect a fee, not to exceed 5%, for accepting a debit or credit card.
- d. **SB 189** authorizes an additional district judge for District No. 12; authorizes an additional special judge for District No. 14; authorizes a special judge for District Nos. 8, 9 and 23; authorizes a special judge for District Nos. 15, 18 and 24; and authorizes a special judge for District Nos. 10, 11, 12 and 13.

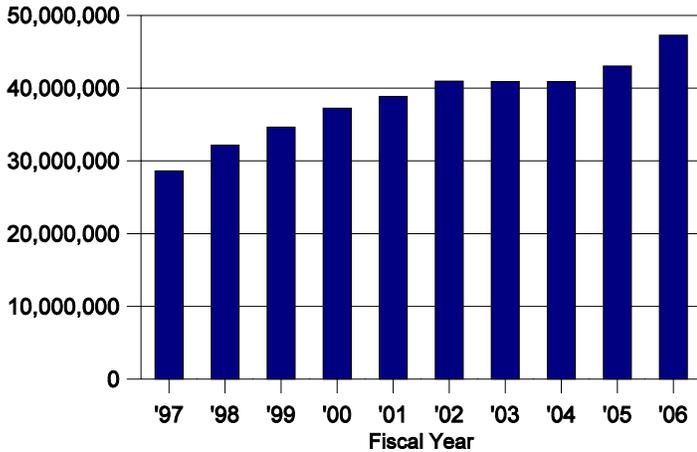
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$6,098,586	\$962,069	(84.2)%
State Judicial Fund	37,871,639	46,337,931	22.4%
Carryover	1,000,000	3,000,000	200.0%
Federal Funds	500,000	0	(100.0)%
Total	\$45,470,225	\$50,300,000	10.6%

V. BUDGET REFERENCES

SB 189, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$28,642,624	FY-02	\$40,971,275
FY-98	\$32,182,185	FY-03(Orig.)	\$40,897,067
FY-99	\$34,647,308	FY-04	\$40,897,067
FY-00	\$37,257,237	FY-05	\$43,043,226
FY-01	\$38,853,817	FY-06	\$47,300,000

STATE FIRE MARSHAL

Robert Doke, Fire Marshal

Agency #310

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$1,537,061	33.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	46,119	
b. Reduce Plan Review Backlog	<u>102,000</u>	
Total Adjustments	\$148,119	0.0
FY-06 Appropriation and FTE Authorization	\$1,685,180	33.0
Percent Change from FY-05 to FY-06	9.6%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature appropriated funds to allow the Fire Marshal to replace staff, in order to reduce the plan review backlog.

III. POLICY ISSUES

None

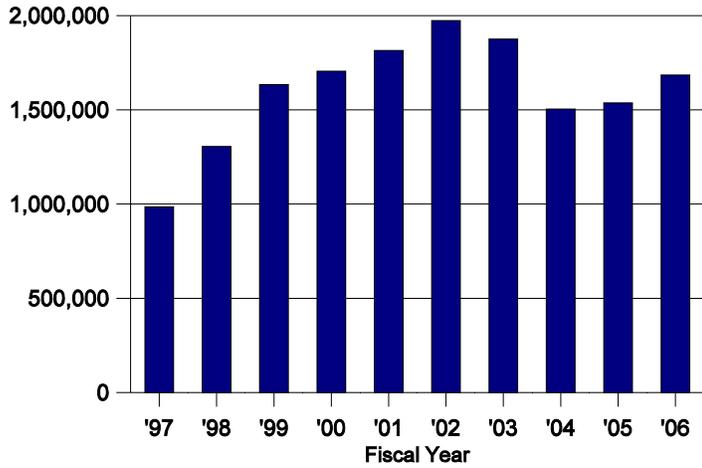
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$1,537,061	\$1,685,180	9.6%
Carryover Funds	5,000	0	N/A
Revolving Funds	400,000	550,000	37.5%
Total	\$1,942,061	\$2,235,180	15.1%

V. BUDGET REFERENCES

HB 1146, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$985,709	FY-02	\$1,973,743
FY-98	\$1,306,637	FY-03(Orig.)	\$1,875,056
FY-99	\$1,634,410	FY-04	\$1,504,323
FY-00	\$1,705,235	FY-05	\$1,537,061
FY-01	\$1,815,364	FY-06	\$1,685,180

INDIGENT DEFENSE SYSTEM

Jim Bednar, Executive Director

Agency #047

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$14,428,761	85.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	204,240	
b. Annualize Supplemental	<u>1,000,000</u>	
Total Adjustments	\$1,204,240	0.0
FY-06 Appropriation and FTE Authorization	\$15,633,001	85.0
Percent Change from FY-05 to FY-06	8.3%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature annualized the FY-05 Supplemental of \$1,000,000 that was provided for in **HB 1179** to fund contracts for appellate and non-capital attorney services, in order to reduce case overload.

III. POLICY ISSUES

- a. **HB 1179** provides FY-05 supplemental funding for private appellate attorney and non-capital trial attorney contracts.

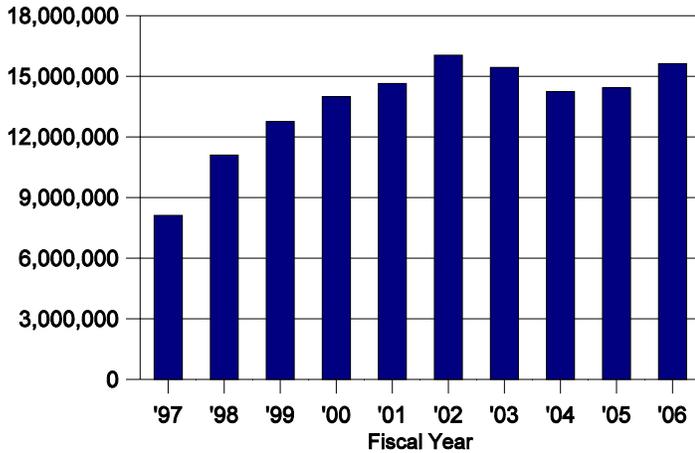
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$14,228,761	\$15,633,001	9.9%
Federal Tax Relief Fund	200,000	0	N/A
Carryover	1,400,000	1,920,000	37.1%
Revolving Funds	950,000	1,675,971	76.4%
Total	\$16,778,761	\$19,228,972	14.6%

V. BUDGET REFERENCES

SB 193, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$8,122,264	FY-02	\$16,042,393
FY-98	\$11,105,049	FY-03(Orig.)	\$15,440,273
FY-99	\$12,757,570	FY-04	\$14,243,912
FY-00	\$13,986,560	FY-05	\$14,428,761
FY-01	\$14,648,539	FY-06	\$15,633,001

Note:

1. The FY-99 increase is due in large part to agency restructuring in the executive and finance areas, and the creation of satellite offices in the non-capital trial area for more effective service and use of resources.

OKLAHOMA STATE BUREAU OF INVESTIGATION

DeWade Langley, Director

Agency #308

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$9,681,910	307.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	472,718	
b. General Operations	<u>1,000,000</u>	
Total Adjustments	\$1,472,718	0.0
FY-06 Appropriation and FTE Authorization	\$11,154,628	307.0
Percent Change from FY-05 to FY-06	15.2%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. An additional appropriation was authorized to meet increases in general operating expenses.

III. POLICY ISSUES

- a. **SB 646** expands the Oklahoma State Bureau of Investigations (OSBI) DNA Offender Database by: (1) requiring DOC to collect samples for DNA testing from all inmates as part of the assessment and reception process; (2) requiring all currently incarcerated felons to provide a DNA sample prior to release; and (3) requiring persons convicted of a felony whose sentence does not include a term of confinement to provide a DNA sample as a condition of sentence. Estimated cost of this legislation to the OSBI is a onetime cost of \$210,000, plus \$527,000 annually.
- b. **HB 1385** requires that all expungement orders presented to the OSBI for alterations to criminal history records must be accompanied by a \$150 fee prior to the order being processed. This legislation is expected to increase the OSBI's annual revenue by approximately \$225,000.

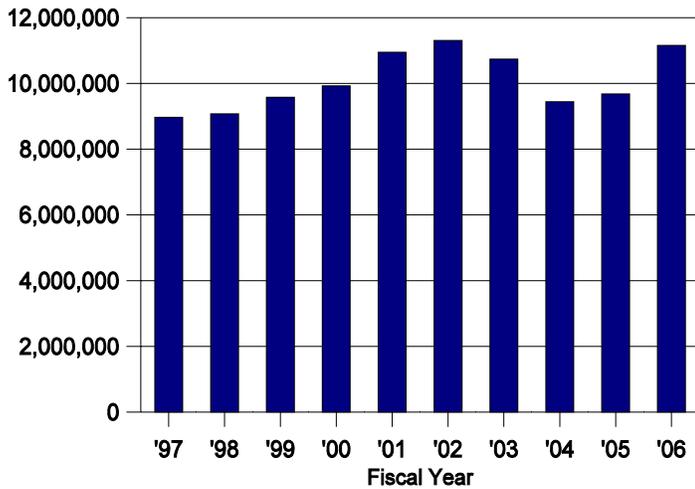
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$9,681,910	\$11,154,628	15.2%
Carryover Funds	150,000	125,000	(16.7)%
Revolving Funds	12,901,800	16,220,372	25.7%
Federal Funds	2,000,000	2,000,000	0.0%
Total	\$24,733,710	\$29,500,000	19.3%

V. BUDGET REFERENCES

HB 1148, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$8,968,685	FY-02	\$11,307,844
FY-98	\$9,076,669	FY-03(Orig.)	\$10,742,452
FY-99	\$9,579,808	FY-04	\$9,441,383
FY-00	\$9,930,247	FY-05	\$9,681,910
FY-01	\$10,950,072	FY-06	\$11,154,628

COUNCIL ON JUDICIAL COMPLAINTS

Eric Mitts, Administrative Secretary

Agency #678

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$271,152	2.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	3,294	
b. Court Reporter	3,000	
c. Internet Service	<u>1,380</u>	
Total Adjustments	\$7,674	0.0
FY-06 Appropriation and FTE Authorization	\$278,826	2.0
Percent Change from FY-05 to FY-06	2.8%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The increase in appropriations will allow for employing a part-time Court Reporter.
- c. The Legislature appropriated additional funds to purchase high-speed Internet service.

III. POLICY ISSUES

None

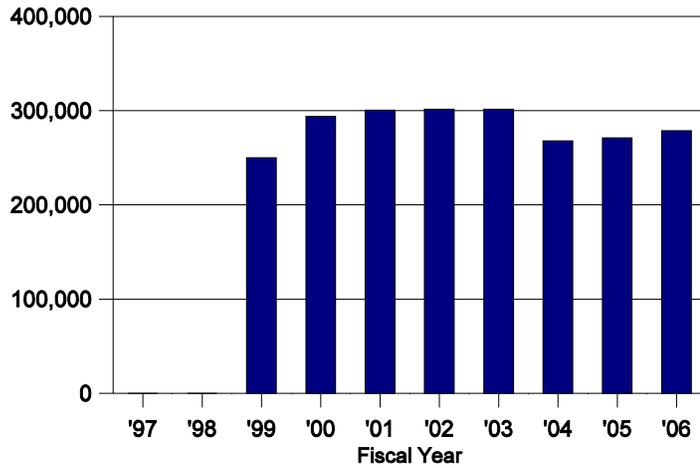
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$271,152	\$278,826	2.8%
Carryover	50,000	50,000	0.0%
Total	\$321,152	\$328,826	2.39%

V. BUDGET REFERENCES

SB 197, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	N/A	FY-02	\$301,681
FY-98	N/A	FY-03(Orig.)	\$301,681
FY-99	\$250,000	FY-04	\$267,999
FY-00	\$293,904	FY-05	\$271,152
FY-01	\$300,504	FY-06	\$278,826

Note:

1. The Council on Judicial Complaints was created as a separate agency in FY-99. Previously, it was a program within the Supreme Court.

COUNCIL ON LAW ENFORCEMENT EDUCATION AND TRAINING

Jeanie Nelson, Director

Agency #415

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,686,318	41.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	56,001	
b. Director Salary Increase	<u>16,464</u>	
Total Adjustments	\$72,465	0.0
FY-06 Appropriation and FTE Authorization	\$2,758,783	41.0
Percent Change from FY-05 to FY-06	2.7%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. This appropriation increases the Director's salary from \$53,563 to \$70,000 annually.

III. POLICY ISSUES

- a. **SB 25** authorizes the Council on Law Enforcement Education and Training (CLEET) to purchase passenger automobiles or buses for use as training vehicles.
- b. **HB 1544** requires persons applying for CLEET certification as a firearms instructor to attend a firearms instructor school of at least 16 hours in length.
- c. **SB 757** authorizes CLEET to issue an Armed Private Investigator License after an applicant meets all of the qualifications and successfully completes all training requirements.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$333,790	\$350,000	4.9%
CLEET Fund	2,352,528	2,408,783	2.4%
Revolving Fund	8,000	1,910,000	23775.0%
Carryover	66,000	48,000	(27.3)%
Total	\$2,760,318	\$4,716,783	70.9%

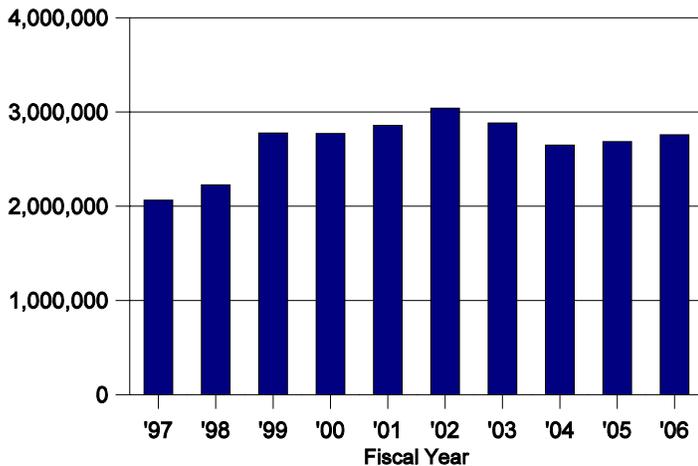
Note:

1. The FY-06 increase in revolving funds is due to the two dollar increase in the Penalty Assessment Fee authorized by **SB 1412** to pay for debt service and operating costs at the new training facility located in Ada.

V. BUDGET REFERENCES

HB 1150, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,063,830	FY-02	\$3,050,458
FY-98	\$2,226,483	FY-03(Orig.)	\$2,883,685
FY-99	\$2,777,814	FY-04	\$2,649,441
FY-00	\$2,771,522	FY-05	\$2,686,318
FY-01	\$2,858,635	FY-06	\$2,758,783

BOARD OF MEDICOLEGAL INVESTIGATIONS

Dr. Jeffery Gofton, Chief Medical Examiner

Agency #342

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,427,372	70.5
FY-06 Adjustments		
a. Annualize Employee Pay Raise	95,532	
b. Replace Staff	<u>400,000</u>	
Total Adjustments	\$495,532	0.0
FY-06 Appropriation and FTE Authorization	\$3,922,904	70.5
Percent Change from FY-05 to FY-06	14.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were made to hire two pathologists and two investigators.

III. POLICY ISSUES

None

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$3,427,372	\$3,922,904	14.5%
Carryover	50,000	55,000	10.0%
Revolving Funds	493,500	1,480,000	199.9%
Federal Funds	1,490,000	353,389	(76.3)%
Total	\$5,460,872	\$5,811,293	6.4%

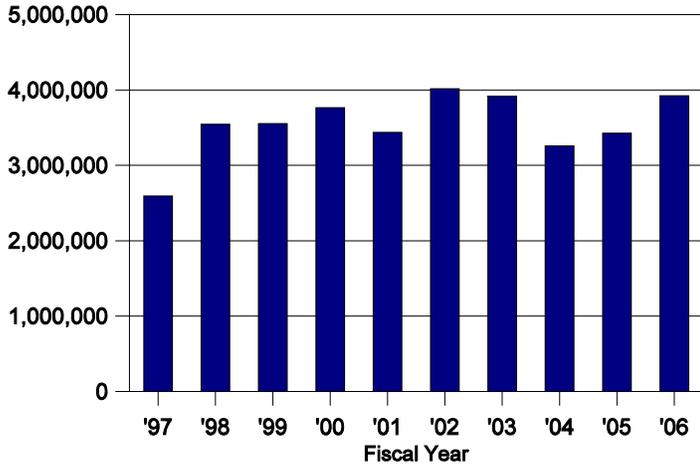
Notes:

- 1. The FY-06 increase in budgeted Revolving Funds is due to a new system of fees for forensic services provided for in **SB 1589**.
- 2. FY-06 budgeted Federal Funds were decreased to adjust for anticipated FY-05 federal funding that did not materialize.

V. BUDGET REFERENCES

HB 1152, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$2,594,072	FY-02	\$4,016,775
FY-98	\$3,544,014	FY-03(Orig.)	\$3,918,936
FY-99	\$3,555,031	FY-04	\$3,257,458
FY-00	\$3,764,338	FY-05	\$3,427,372
FY-01	\$3,438,913	FY-06	\$3,922,904

BUREAU OF NARCOTICS AND DANGEROUS DRUGS

Lonnie Wright, Director

Agency #477

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$4,967,062	109.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	151,533	
b. General Operations	250,000	
c. Bullet-proof Vests	<u>21,000</u>	
Total Adjustments	\$422,533	0.0
FY-06 Appropriation and FTE Authorization	\$5,389,595	109.0
Percent Change from FY-05 to FY-06	8.5%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. The Legislature authorized an additional appropriation to meet increases in general operating expenses.
- c. Appropriations were made for the purchase of 60 pullet-proof vests. Half of the total cost will be paid with federal matching funds.

III. POLICY ISSUES

- a. **HB 1321** allows the Tax Commission to disclose certain information to the Bureau, without liability, if the information is sought to investigate or prosecute violations of the criminal provisions of the Uniform Tax Procedure Code or of any state tax law or of any federal crime committed against the state.
- b. **HB 1507** requires any person purchasing a product containing pseudoephedrine to produce a driver license or state-issued identification card and requires the pharmacist to record the name of the purchaser, purchaser's driver license or identification card number and quantity of psuedoephedrine purchased. The bill also authorizes the Bureau to implement a real-time electronic logbook to monitor the sale of pseudoephedrine and to promulgate rules for the electronic reporting of all such sales.

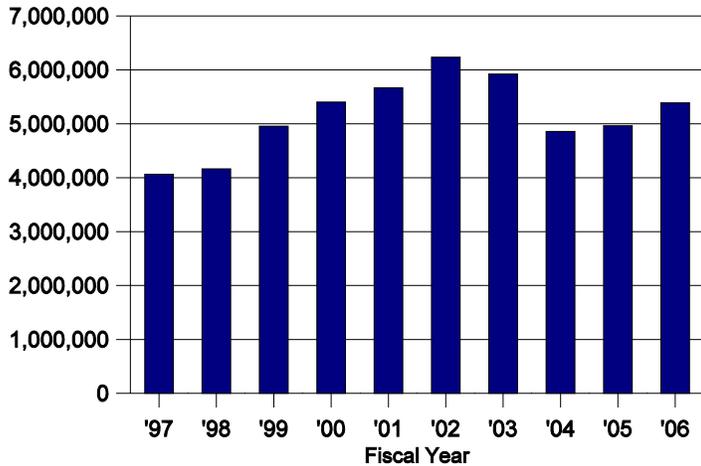
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$4,967,062	\$5,389,595	8.5%
Revolving Funds	3,885,101	4,791,913	23.3%
Carryover	0	60,000	N/A
Federal Funds	3,747,837	2,358,492	(37.1)%
Total	\$12,600,000	\$12,600,000	0.0%

V. BUDGET REFERENCES

HB 1154, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,064,315	FY-02	\$6,237,218
FY-98	\$4,163,782	FY-03(Orig.)	\$5,925,357
FY-99	\$4,954,174	FY-04	\$4,859,814
FY-00	\$5,404,809	FY-05	\$4,967,062
FY-01	\$5,665,596	FY-06	\$5,389,595

PARDON AND PAROLE BOARD

Terry Jenks, Director

Agency #306

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$2,150,328	47.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	56,001	
b. Rent Increase	10,000	
c. Field Investigators	<u>100,000</u>	
Total Adjustments	\$166,001	0.0
FY-06 Appropriation and FTE Authorization	\$2,316,329	47.0
Percent Change from FY-05 to FY-06	7.7%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were made accommodate an increase in office rent.
- c. Appropriations were made to hire two additional Field Investigators.

III. POLICY ISSUES

None

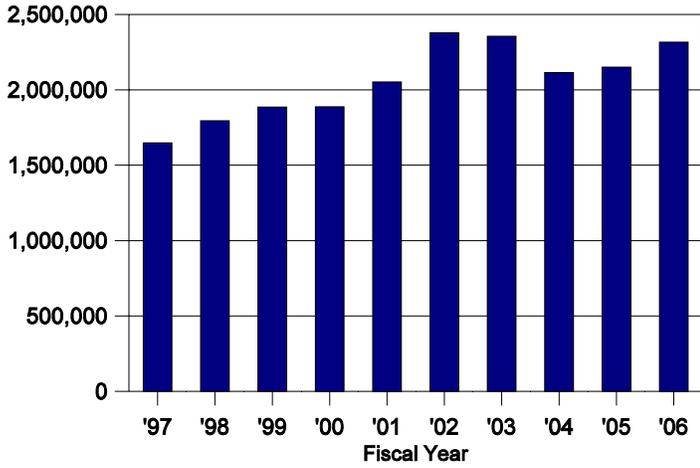
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$2,150,328	\$2,316,329	7.7%
Carryover	75,000	100,000	33.3%
Total	\$2,225,328	\$2,416,329	8.6%

V. BUDGET REFERENCES

HB 1156, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$1,648,077	FY-02	\$2,377,711
FY-98	\$1,794,291	FY-03(Orig.)	\$2,355,603
FY-99	\$1,885,752	FY-04	\$2,115,485
FY-00	\$1,887,950	FY-05	\$2,150,328
FY-01	\$2,052,545	FY-06	\$2,316,329

DEPARTMENT OF PUBLIC SAFETY

Kevin Ward, Commissioner

Agency #585

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$65,062,004	1,548.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	4,790,766	
b. Replace Revenues from \$2 Car Tag Fee	5,600,000	
c. Highway Patrol Academy	3,400,000	
d. Replace Troop Headquarters	<u>35,000</u>	
Total Adjustments	\$13,825,766	0.0
FY-06 Appropriation and FTE Authorization	\$78,887,770	1,548.0
Percent Change from FY-05 to FY-06	21.3%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were made to replace revenue previously received from the temporary two dollar vehicle tag fee provided for in **HB 1237**. The fee was authorized for a two-year period, in order to offset FY-03 budget cuts and prevent furlough and/or a reduction in force of Troopers. The fee will expire August 31, 2005.
- c. The Legislature authorized funding for two Highway Patrol Academies to include at least 30 cadets per academy.
- d. This funding will allow for replacement of the Troop K Headquarters in Pawnee.

III. POLICY ISSUES

- a. **HB 1304** requires all persons convicted of a second or subsequent DUI offense to have an ignition interlock device installed on their vehicle before driving privileges may be reinstated.
- b. **HB 1653** creates an intermediate Class D License for use by young drivers between 16 and 18 years of age, limits driving to the hours of 5:00 a.m. to 11:00 p.m. unless accompanied by a licensed driver at least 21 years old, and limits passengers to members of driver's household or licensed drivers at least 21 years old.

- c. **HB 1993** requires applicants for a commercial driver license with a hazardous material endorsement to submit to a security threat assessment performed by the Transportation Security Administration of the Department of Homeland Security.
- d. **SB 24** requires the Department to issue original, renewal and replacement driver licenses and identification cards with an alphanumeric identification, rather than a computer-generated number.
- e. **SB 799** increases the fine for failure to protect a child in a vehicle by use of a child passenger restraint system or seat belt. This legislation is estimated to generate an additional \$228,000 annually, which will be used exclusively by the Oklahoma Highway Safety Office to promote the use of child passenger restraint systems.

IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$64,566,566	\$77,745,552	20.4%
CLEET Funds	495,438	1,142,218	130.5%
Revolving Funds	44,210,000	43,162,230	(2.4)%
Federal Funds	78,250,000	116,100,000	48.4%
Total	\$187,522,004	\$238,150,000	27.0%

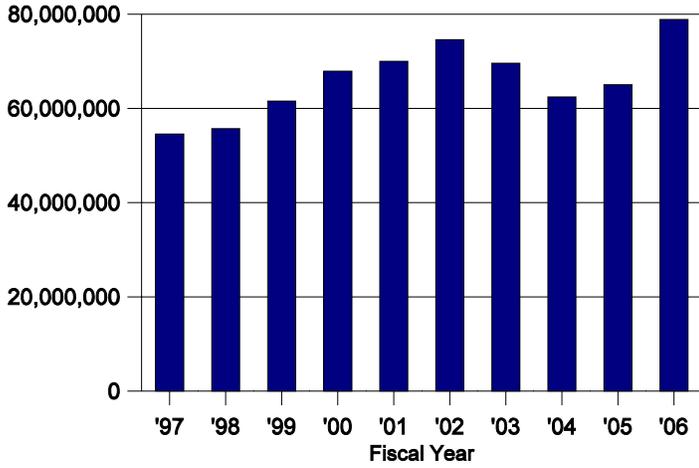
Note:

- 1. FY-06 Federal Funds increase is due to an increase in federal funding for homeland security.

V. BUDGET REFERENCES

HB 1158, Sections 1 and 2

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$54,573,835	FY-02	\$74,596,430
FY-98	\$55,732,863	FY-03(Orig.)	\$69,594,193
FY-99	\$61,544,635	FY-04	\$62,429,532
FY-00	\$67,915,246	FY-05	\$65,062,004
FY-01	\$69,992,993	FY-06	\$78,887,770

SUPREME COURT

Joseph M. Watt, Chief Justice

Agency #677

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$13,337,544	176.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	199,299	
b. Annualize Judicial Pay Increase	164,355	
c. Debt Service	1,000,000	
d. General Operations	<u>1,298,802</u>	<u>9.0</u>
Total Adjustments	\$2,662,456	9.0
FY-06 Appropriation and FTE Authorization	\$16,000,000	185.0
Percent Change from FY-05 to FY-06	20.0%	5.1%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were for an increase in judicial compensation beginning in FY-06 as provided for in **SB 1075**. Bill provisions also included the creation of the Board of Judicial Compensation, which will determine judicial salaries subject to the approval of the Legislature.
- c. The Legislature authorized an appropriation to fund the debt service for renovation of the Wiley Post Historical Building, which will be occupied by the appellate courts.
- d. An additional appropriation was authorized to meet increases in general operating expenses.

III. POLICY ISSUES

- a. **HB1432** gives any secretary-bailiff, who is CLEET-certified as a basic peace officer, the authority to exercise all the powers of a peace officer and requires the Office of the Administrative Director of the Courts to promulgate rules which prescribe the duties for all CLEET-certified secretary-bailiffs.

- b. **HB 1858** increases the minimum employee contribution to the Oklahoma Judicial Retirement Fund from 5% to 8%, allows single members to name a beneficiary, and allows a retired justice or judge to be employed by an Oklahoma college or university without suspension of retirement benefits.
- c. **SB 509** authorizes the Oklahoma Capitol Improvement Authority to issue bonds in the amount of \$21,650,000 to provide funding for renovation of the Wiley Post Historical Building for occupancy by the appellate courts.
- d. **SB 779** creates a State Board of Examiners of Certified Courtroom Interpreters to establish qualifications and conduct annual examinations of courtroom interpreters, sets allowable fee schedule for interpreter services, and requires the Chief Justice of the Supreme Court to appoint Board members.

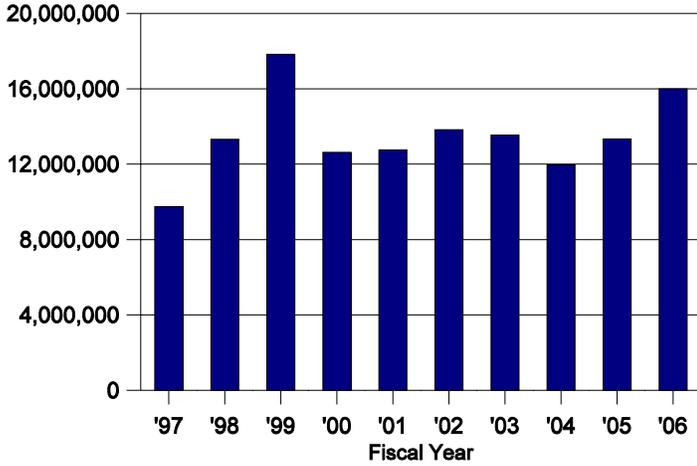
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$11,837,544	\$16,000,000	35.2%
Special Cash	1,000,000	0	(100.0)%
Federal Tax Relief Fund	500,000	0	(100.0)%
Carryover	520,000	1,015,000	95.2%
Revolving Funds	12,000,000	12,000,000	0.0%
Federal Funds	600,000	400,000	(33.3)%
Total	\$26,457,544	\$29,415,000	11.2%

V. BUDGET REFERENCES

SB 209, Sections 1 through 3

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$9,739,882	FY-02	\$13,823,343
FY-98	\$13,321,078	FY-03(Orig.)	\$13,543,032
FY-99	\$17,831,522	FY-04	\$11,962,341
FY-00	\$12,624,659	FY-05	\$13,337,544
FY-01	\$12,757,207	FY-06	\$16,000,000

Notes:

1. The FY-98 increase consists primarily of the shift in funding the employer’s contribution for retirement from a dedicated revenue source to a percentage of salary.
2. The FY-99 increase indicates a focus on improving the Court’s computer system.

WORKERS' COMPENSATION COURT

Gene Prigmore, Presiding Judge

Agency #369

<u>I. DETAIL OF FY-06 APPROPRIATIONS ADJUSTMENTS</u>		
	<u>Funding</u>	<u>FTE</u>
FY-05 Appropriation and FTE Authorization	\$3,770,408	108.0
FY-06 Adjustments		
a. Annualize Employee Pay Raise	125,180	
b. Annualize Judicial Pay Increase	79,976	
c. General Operations	<u>390,000</u>	
Total Adjustments	\$595,156	0.0
FY-06 Appropriation and FTE Authorization	\$4,365,564	108.0
Percent Change from FY-05 to FY-06	15.8%	0.0%

II. DETAIL ON BUDGET ADJUSTMENTS

- a. This appropriation provides \$700 per employee to annualize the pay raise effective January 1, 2005, and an additional \$700 per employee for the pay raise effective July 1, 2005.
- b. Appropriations were for an increase in judicial compensation beginning in FY-06 as provided for in **SB 1075**. Bill provisions also included the creation of the Board of Judicial Compensation, which will determine judicial salaries subject to the approval of the Legislature.
- c. An additional appropriation was authorized to meet increases in general operating expenses.

III. POLICY ISSUES

- a. **SB 1x** reforms Oklahoma's workers' compensation system by increasing the penalty for workers' compensation fraud, increasing benefits for injured workers, reducing legal costs, reducing medical costs for workers, encouraging workplace safety, and increasing marketplace competition. This legislation is expected to save Oklahoma businesses an estimated \$108 million annually.

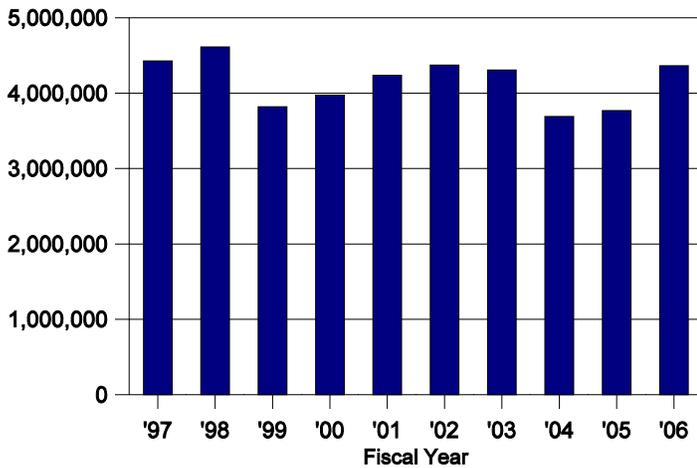
IV. BUDGET RESOURCES

	<u>FY-05</u>	<u>FY-06</u>	<u>% Change</u>
General Revenue Fund	\$3,770,409	\$4,365,564	15.8%
Revolving Funds	1,998,382	2,185,581	9.4%
Total	\$5,768,791	\$6,551,145	13.6%

V. BUDGET REFERENCES

SB 211, Section 1

VI. TEN YEAR APPROPRIATION HISTORY



FY-97	\$4,428,251	FY-02	\$4,372,691
FY-98	\$4,614,933	FY-03(Orig.)	\$4,306,464
FY-99	\$3,189,535	FY-04	\$3,691,957
FY-00	\$3,974,430	FY-05	\$3,770,409
FY-01	\$4,238,754	FY-06	\$4,365,564

Note:

1. FY-99 reflects removal of onetime equipment funds from the Court's base.

Supplementary Data

Table 1
FY-06 APPROPRIATIONS BY SOURCE

<u>Fund Name</u>	<u>Funds Available</u>	<u>Funds Appropriated</u>
FY-06 General Revenue	\$4,892,205,366	\$4,875,240,261
FY-05 General Revenue	920,424	920,424
FY-04 General Revenue	<u>66,924,323</u>	<u>66,924,323</u>
Total General Revenue	\$4,960,050,113	\$4,943,085,008
Other Funds		
FY-06 Mineral Leasing Fund	2,945,000	2,945,000
FY-04 Mineral Leasing Fund	2,222,594	2,222,594
FY-06 Commissioners of the Land Office	6,070,834	4,719,497
FY-05 Commissioners of the Land Office	891,075	0
FY-06 Judicial Fund	46,337,931	46,337,931
Federal Tax Fund	50,000,000	50,000,000
FY-06 Public Building Fund	1,310,151	1,310,151
FY-04 Public Building Fund	570,494	570,494
Special Cash	163,495,145	162,645,145
FY-06 OSHA	1,638,750	1,638,750
FY-04 OSHA	293,230	293,230
FY-06 CLEET Fund	3,231,755	3,231,755
FY-04 CLEET Fund	319,246	319,246
FY-06 State Transportation Fund	199,609,954	199,613,941
FY-05 State Transportation Fund	369	369
FY-04 State Transportation Fund	4,812,399	4,812,399
Tobacco Settlement Fund	17,650,279	17,650,279
G.O. Bonds Fund Series A	3,560	0
G.O. Bonds Fund Series B	<u>4,686</u>	<u>0</u>
Total Other Funds	\$501,407,452	\$498,310,781
Total Appropriations - 2005 Session	\$5,461,457,565	\$5,441,395,789
Education Reform Revolving Fund	481,587,845	481,590,263
Lottery Trust Fund	62,271,421	62,271,420
Gaming OHLAP Fund	7,232,343	7,232,343
Common Education Technology Revolving Fund	63,318,647	63,318,647
Higher Education Scholarship Revolving Fund	63,318,647	63,318,647
Higher Education Capital Revolving Fund	63,318,647	63,318,647
Total 2005 Session Appropriations	\$6,202,505,115	\$6,182,445,756
Minus: FY-05 Supplemental Appropriations		(144,441,940)
Total FY-06 Appropriations		\$6,038,003,816

Table 2

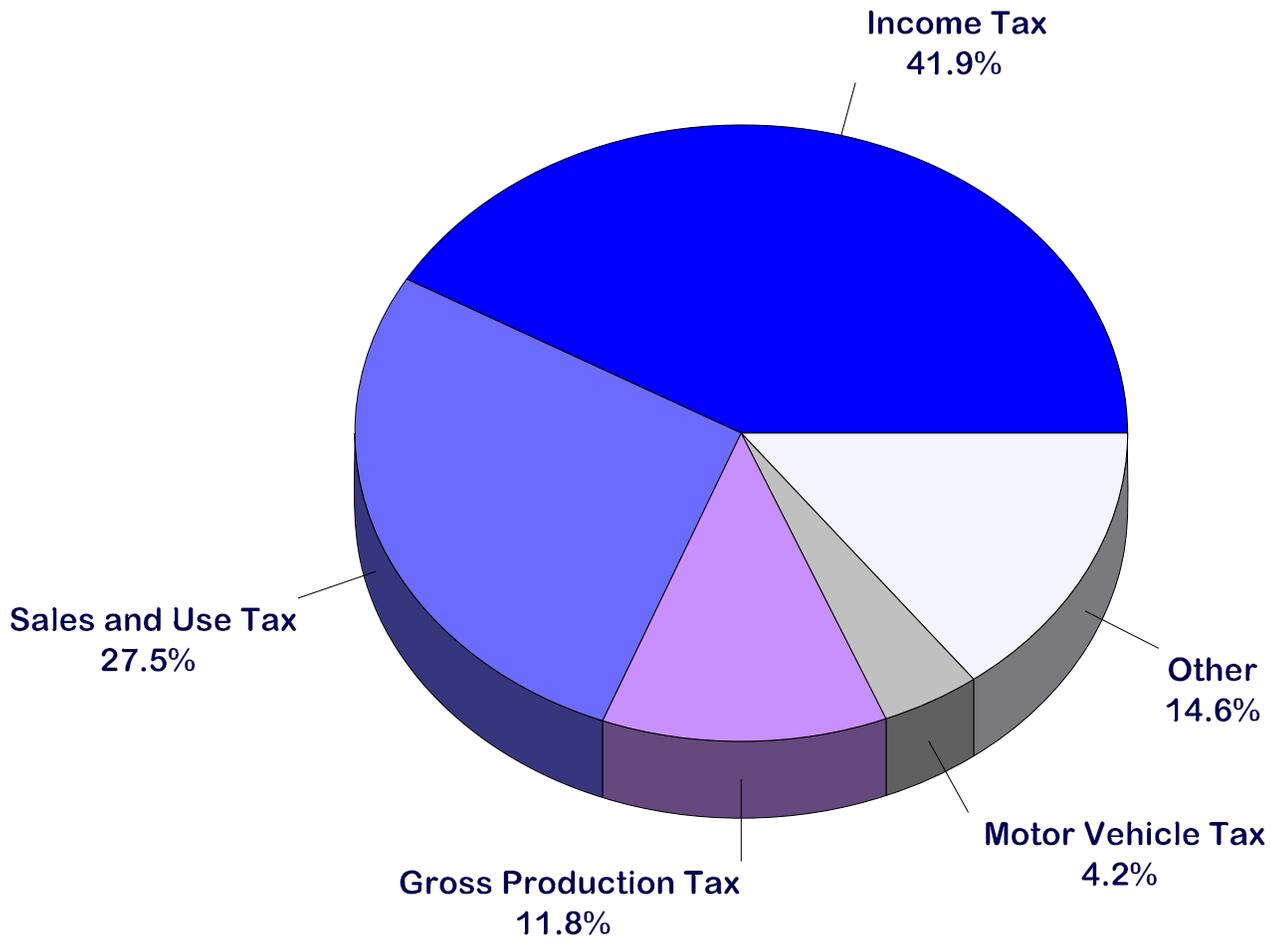
CERTIFIED REVENUE FUNDS

FY-05 to FY-06 Comparison

General Revenue Fund	FY-05 Estimated	FY-06 Estimated	Percent Change
Alcoholic Beverage Tax	\$15,802,000	\$17,983,000	13.8%
Mixed Beverage Receipts Tax	19,828,000	21,662,000	9.3%
Beverage Tax	24,792,000	24,661,000	(0.5)%
Cigarette Tax	34,579,906	47,276,937	36.7%
Tobacco Products Tax	15,777,532	16,960,741	7.5%
Franchise Tax	41,394,000	41,106,000	(0.7)%
Gross Production Tax - Gas	353,788,000	642,371,934	81.6%
Income Tax - Individual	1,973,449,726	2,136,951,660	8.3%
Income Tax - Corporate	105,613,201	143,284,480	35.7%
Estate Tax	74,340,000	63,152,000	(15.1)%
Insurance Premium Tax	55,616,000	56,320,000	1.3%
Motor Vehicle Taxes	219,880,049	229,848,940	4.5%
Sales Tax	1,326,125,856	1,389,082,063	4.7%
Use Tax	88,382,131	105,612,498	19.5%
Interest and Investments	33,775,609	58,200,000	72.3%
Other Taxes, Fees and Licenses	143,203,971	154,216,604	7.7%
Transfers and Lapses	1,000,000	1,000,000	0.0%
Total General Revenue	\$4,527,347,981	\$5,149,689,857	13.7%
Special Funds	13,644,025	81,545,169	497.7%
Federal Monies Available	117,340,221	0	(100.0)%
Transportation Fund	211,343,340	210,115,741	(0.6)%
Total Revenue	\$4,869,675,567	\$5,441,350,767	11.7%

Source: Office of State Finance

CERTIFIED REVENUE FUNDS FY-06 ESTIMATED



Income Tax	\$2,280,236,140
Sales and Use Tax	1,494,694,561
Gross Production Tax	642,371,934
Motor Vehicle Tax	<u>229,848,940</u>
Subtotal	\$4,647,151,575
Other	<u>794,199,192</u>
Total Revenue	\$5,441,350,767

Table 3
FY-06 APPROPRIATIONS BY AGENCY

	FY-05 Appropriations	FY-06 Appropriations	Dollar Change	Percent Change
EDUCATION SUBCOMMITTEE				
Arts Council	\$3,923,871	\$4,243,338	\$319,467	8.1%
Career and Technology Education	123,887,358	130,287,358	6,400,000	5.2%
Education, Board of	2,007,663,450	2,175,663,450	168,000,000	8.4%
Educational Television Authority	4,201,753	4,624,059	422,306	10.1%
Higher Education, Regents of	802,136,296	889,433,880	87,297,584	10.9%
Land Commission	4,747,965	4,719,497	(28,468)	(0.6)%
Libraries, Department of	6,212,118	6,681,355	469,237	7.6%
Physician Manpower Training Comm.	5,024,607	5,361,490	336,883	6.7%
Private Vocational Schools, Board of	155,456	171,879	16,423	10.6%
School of Science and Mathematics	6,572,319	7,020,513	448,194	6.8%
Science and Technology, Center for	11,669,647	12,400,942	731,295	6.3%
Teacher Preparation Commission	1,998,168	2,022,875	24,707	1.2%
Subtotal	\$2,978,193,008	\$3,242,630,636	\$264,437,628	8.9%
GENERAL GOVERNMENT SUBCOMMITTEE				
Auditor and Inspector	\$5,523,603	\$5,988,786	\$465,183	8.4%
Bond Advisor	188,096	181,212	(6,884)	(3.7)%
Central Services, Department of	12,234,432	12,263,035	28,603	0.2%
Election Board	7,072,129	6,621,839	(450,290)	(6.4)%
Emergency Management	680,972	1,355,561	674,589	99.1%
Ethics Commission	480,747	492,277	11,530	2.4%
Finance, Office of State	22,866,800	22,756,515	(110,285)	(0.5)%
Governor	2,522,709	2,578,710	56,001	2.2%
House of Representatives	18,080,670	18,629,154	548,484	3.0%
Legislative Services Bureau	2,303,193	2,415,783	112,590	4.9%
Lieutenant Governor	523,259	592,436	69,177	13.2%
Merit Protection Commission	512,154	565,684	53,530	10.5%
Military Department	8,062,531	12,546,432	4,483,901	55.6%
Personnel Management, Office of	4,497,011	4,633,249	136,238	3.0%
Secretary of State	456,927	510,184	53,257	11.7%
Senate	12,769,707	13,146,893	377,186	3.0%
Space Industry Development Authority	518,323	523,264	4,941	1.0%
Tax Commission	41,462,019	45,626,291	4,164,272	10.0%
Transportation, Department of	200,875,804	275,148,137	74,272,333	37.0%
Treasurer	4,926,592	4,524,498	(402,094)	(8.2)%
Subtotal	\$346,557,678	\$431,099,940	\$84,542,262	24.4%
HEALTH AND SOCIAL SERVICES SUBCOMMITTEE				
Health Care Authority	\$482,256,505	\$634,786,355	152,529,850	31.6%
Health Department	57,563,226	62,790,819	5,227,593	9.1%
J.D. McCarty Center	3,162,767	3,792,283	629,516	19.9%
Mental Health and Substance Abuse	155,447,428	171,810,647	16,363,219	10.5%
University Hospitals Authority	39,029,342	40,549,342	1,520,000	3.9%
Veterans Affairs, Department of	30,091,172	36,040,332	5,949,160	19.8%
Subtotal	\$767,550,440	\$949,769,778	\$182,219,338	23.7%
HUMAN SERVICES SUBCOMMITTEE				
Children and Youth, Commission on	\$1,569,789	\$1,725,018	\$155,229	9.9%
Handicapped Concerns, Office of	362,128	376,944	14,816	4.1%
Human Rights Commission	662,762	686,563	23,801	3.6%
Human Services, Department of	408,330,849	481,991,177	73,660,328	18.0%
Indian Affairs Commission	248,942	255,530	6,588	2.6%
Juvenile Affairs, Office of	92,858,160	98,323,348	5,465,188	5.9%
Rehabilitation Services	25,479,628	27,365,925	1,886,297	7.4%
Subtotal	\$529,512,258	\$610,724,505	\$81,212,247	15.3%

	FY-05 Appropriations	FY-06 Appropriations	Dollar Change	Percent Change
NATURAL RESOURCES AND REGULATORY SERVICES SUBCOMMITTEE				
Agriculture Department	\$22,846,177	\$26,296,069	\$3,449,892	15.1%
Capitol Complex/Centennial Commission	536,453	3,899,630	3,363,177	626.9%
Commerce, Department of	\$33,337,845	\$26,334,663	(\$7,003,182)	(21.0)%
Conservation Commission	7,117,658	7,403,928	286,270	4.0%
Consumer Credit, Commission on	616,513	637,925	21,412	3.5%
Corporation Commission	8,767,056	12,354,190	3,587,134	40.9%
Environmental Quality, Department of	9,495,264	8,166,580	(1,328,684)	(14.0)%
Historical Society	10,142,253	12,906,387	2,764,134	27.3%
Horse Racing Commission	1,858,182	2,360,889	502,707	27.1%
Insurance Department	2,136,301	2,231,595	95,294	4.5%
J.M. Davis Memorial Commission	330,983	347,454	16,471	5.0%
Labor Department	3,061,658	3,224,721	163,063	5.3%
Mines, Department of	815,510	849,165	33,655	4.1%
Scenic Rivers Commission	333,158	323,041	(10,117)	(3.0)%
Tourism and Recreation	24,162,640	25,955,959	1,793,319	7.4%
Water Resources Board	6,440,345	6,573,896	133,551	2.1%
Will Rogers Memorial Commission	882,678	830,679	(51,999)	(5.9)%
Subtotal	\$132,880,674	\$140,696,771	\$7,816,097	5.9%
JUDICIARY, PUBLIC SAFETY AND LAW ENFORCEMENT SUBCOMMITTEE				
ABLE Commission	\$3,626,853	\$3,738,839	\$111,986	3.1%
Attorney General	5,953,778	11,286,462	5,332,684	89.6%
Corrections, Department of	384,286,568	409,443,403	25,156,835	6.5%
Court of Criminal Appeals	2,750,541	2,828,160	77,619	2.8%
District Attorneys, DAC	26,926,731	30,592,742	3,666,011	13.6%
District Courts	43,043,226	47,300,000	4,256,774	9.9%
Fire Marshal	1,537,061	1,685,180	148,119	9.6%
Indigent Defense System	14,428,761	15,633,001	1,204,240	8.3%
Investigation, Bureau of	9,681,910	11,154,628	1,472,718	15.2%
Judicial Complaints, Council on	271,152	278,826	7,674	2.8%
Law Enforcement Education and Training	2,686,318	2,758,783	72,465	2.7%
Medicolegal Investigations, Board of	3,427,372	3,922,904	495,532	14.5%
Narcotics and Dangerous Drugs	4,967,062	5,389,595	422,533	8.5%
Pardon and Parole Board	2,150,328	2,316,329	166,001	7.7%
Public Safety, Department of	65,062,004	78,887,770	13,825,766	21.3%
Supreme Court	13,337,544	16,000,000	2,662,456	20.0%
Workers' Compensation Court	3,770,409	4,365,564	595,155	15.8%
Subtotal	\$587,907,618	\$647,582,186	\$59,674,568	10.2%
MISCELLANEOUS AGENCIES/APPROPRIATIONS				
Rural Economic Action Plan Fund (REAP)	15,500,000	15,500,000	0	0.0%
Subtotal	\$15,500,000	\$15,500,000	\$0	0.0%
GRAND TOTAL	\$5,358,101,676	\$6,038,003,816	\$679,902,140	12.7%

Table 4

FY-06 TOTAL BUDGETARY RESOURCES

	FY-06 Appropriations	Reappropriation/ Carryover/ Transfers	Federal Funds	Revolving Funds	Total Resources
EDUCATION SUBCOMMITTEE					
Arts Council	\$4,243,338	\$175,085	\$589,200	\$0	\$5,007,623
Career and Technology Education	130,287,358	0	24,004,846	6,504,294	160,796,498
Education, Board of	2,175,663,450	0	593,581,894	1,099,882	2,770,345,226
Educational Television Authority	4,624,059	0	467,999	3,894,457	8,986,515
Higher Education, Regents of	889,433,880	0	0	0	889,433,880
Land Commission	4,719,497	0	0	0	4,719,497
Libraries, Department of	6,681,355	0	3,088,648	772,669	10,542,672
Physician Manpower Training Commission	5,361,490	0	0	1,738,924	7,100,414
Private Vocational Schools, Board of	171,879	0	0	0	171,879
School of Science and Mathematics	7,020,513	0	0	12,000	7,032,513
Science and Technology, Center for	12,400,942	0	117,000	6,309,381	18,827,323
Teacher Preparation Commission	2,022,875	3,735,285	0	592,517	6,350,677
Subtotal	\$3,242,630,636	\$3,910,370	\$621,849,587	\$20,924,124	\$3,889,314,717
GENERAL GOVERNMENT AND TRANSPORTATION SUBCOMMITTEE					
Auditor and Inspector	\$5,988,786	\$0	\$0	\$6,100,000	\$12,088,786
Bond Advisor, Office of the State	181,212	0	0	193,788	375,000
Central Services, Department of	12,263,035	1,765,000	0	57,850,000	71,878,035
Election Board	6,621,839	0	0	285,000	6,906,839
Emergency Management, Department of	1,355,561	0	0	5,465,815	6,821,376
Ethics Commission	492,277	0	0	200,000	692,277
Finance, Office of State	22,756,515	325,000	0	14,500,000	37,581,515
Governor	2,578,710	0	0	0	2,578,710
House of Representatives	18,629,154	0	0	0	18,629,154
Legislative Services Bureau	2,415,783	0	0	0	2,415,783
Lieutenant Governor	592,436	0	0	30,000	622,436
Merit Protection Commission	565,684	0	0	47,500	613,184
Military Department	12,546,432	0	45,643,568	60,000	58,250,000
Personnel Management, Office of	4,633,249	450,000	0	750,000	5,833,249
Secretary of State	510,184	600,000	0	2,450,000	3,560,184
Senate	13,146,893	0	0	0	13,146,893
Space Industry Development Authority	523,264	0	8,000,000	400,000	8,923,264
Tax Commission	45,626,291	0	100,000	62,807,970	108,534,261
Transportation	275,148,137	0	745,000,000	67,525,000	1,087,673,137
Treasurer	4,524,498	300,000	0	1,687,763	6,512,261
Subtotal	\$431,099,940	\$3,440,000	\$798,743,568	\$220,352,836	\$1,453,636,344
HEALTH AND SOCIAL SERVICES SUBCOMMITTEE					
Health Care Authority	\$634,786,355	\$0	\$2,724,540,827	\$0	\$3,359,327,182
Health Department	62,790,819	0	176,840,078	59,589,398	299,220,295
J.D. McCarty Center	3,792,283	0	0	8,707,717	12,500,000
Mental Health and Substance Abuse	171,810,647	4,000,000	38,814,652	30,895,558	245,520,857
University Hospitals Authority	40,549,342	0	75,546,816	0	116,096,158
Veterans' Affairs, Department of	36,040,332	2,216,076	31,655,600	29,587,992	99,500,000
Subtotal	\$949,769,778	\$6,216,076	\$3,047,397,973	\$128,780,665	\$4,132,164,492
HUMAN SERVICES SUBCOMMITTEE					
Children and Youth Commission	\$1,725,018	\$149,989	\$1,061,124	\$140,000	\$3,076,131
Handicapped Concerns, Office of	376,944	0	135,000	0	511,944
Human Rights Commission (Carryover = \$60,000 State, \$270,000 Federal)	686,563	330,000	483,437	0	1,500,000
Human Services, Department of	481,991,177	19,000,000	1,179,169,901	0	1,680,161,078
Indian Affairs Commission	255,530	75,000	0	0	330,530
Juvenile Affairs, Office of	98,323,348	2,162,751	12,827,809	2,152,358	115,466,266
Rehabilitation Services, Department of	27,365,925	0	101,634,075	0	129,000,000
Subtotal	\$610,724,505	\$21,717,740	\$1,295,311,346	\$2,292,358	\$1,930,045,949

	FY-06 Appropriations	Reappropriation/ Carryover/ Transfers	Federal Funds	Revolving Funds	Total Resources
NATURAL RESOURCES AND REGULATORY SERVICES SUBCOMMITTEE					
Agriculture Department	\$26,296,069	\$0	\$8,505,845	\$7,994,703	\$42,796,617
Capitol Complex/Centennial Commission	3,899,630	0	0	50,868	3,950,498
Commerce, Department of	\$26,334,663	0	78,000,000	1,700,000	106,034,663
Conservation Commission	7,403,928	0	12,996,914	2,500,000	22,900,842
Consumer Credit, Commission on	637,925	0	0	360,847	998,772
Corporation Commission	12,354,190	0	815,000	20,600,000	33,769,190
Environmental Quality, Department of	8,166,580	0	14,314,846	24,636,210	47,117,636
Historical Society	12,906,387	0	313,700	1,200,000	14,420,087
Horse Racing Commission	2,360,889	0	0	801,800	3,162,689
Insurance Department	2,231,595	0	436,096	6,773,418	9,441,109
J.M. Davis Memorial Commission	347,454	0	0	52,546	400,000
Labor Department	3,224,721	0	2,467,964	2,194,273	7,886,958
Mines, Department of	849,165	0	840,000	877,482	2,566,647
Scenic Rivers Commission	323,041	0	377,743	179,216	880,000
Tourism and Recreation	25,955,959	0	1,800,000	34,758,089	62,514,048
Water Resources Board	6,573,896	0	11,100,102	5,277,387	22,951,385
Will Rogers Memorial Commission	830,679	0	0	36,000	866,679
Subtotal	\$140,696,771	\$0	\$131,968,210	\$109,992,839	\$382,657,820
JUDICIARY, PUBLIC SAFETY AND LAW ENFORCEMENT SUBCOMMITTEE					
ABLE Commission	\$3,738,839	\$0	\$0	\$315,000	\$4,053,839
Attorney General	11,286,462	30,000	3,208,408	6,027,748	20,552,618
Corrections, Department of	409,443,403	3,000,000	13,300,000	61,243,672	486,987,075
Court of Criminal Appeals	2,828,160	350,000	0	0	3,178,160
District Attorneys, DAC	30,592,742	450,000	25,800,000	39,857,258	96,700,000
District Courts	47,300,000	3,000,000	0	0	50,300,000
Fire Marshal	1,685,180	0	0	550,000	2,235,180
Indigent Defense System	15,633,001	1,920,000	0	1,675,971	19,228,972
Investigation, Bureau of	11,154,628	125,000	2,000,000	16,220,372	29,500,000
Council on Judicial Complaints	278,826	50,000	0	0	328,826
Law Enforcement Education and Training	2,758,783	48,000	0	1,910,000	4,716,783
Medicolegal Investigations, Board of	3,922,904	55,000	353,386	1,480,000	5,811,290
Narcotics and Dangerous Drugs	5,389,595	60,000	2,358,492	4,791,913	12,600,000
Pardon and Parole Board	2,316,329	100,000	0	0	2,416,329
Public Safety, Department of	78,887,770	0	116,100,000	43,162,230	238,150,000
Supreme Court	16,000,000	1,015,000	400,000	12,000,000	29,415,000
Workers' Compensation Court	4,365,564	0	0	2,185,581	6,551,145
Subtotal	\$647,582,186	\$10,203,000	\$163,520,286	\$191,419,745	\$1,012,725,217
MISCELLANEOUS					
Rural Economic Action Plan Fund (REAP)	15,500,000	0	0	0	15,500,000
Subtotal	\$15,500,000	\$0	\$0	\$0	\$15,500,000
GRAND TOTAL	\$6,038,003,816	\$45,487,186	\$6,058,790,970	\$673,762,567	\$12,816,044,539

Table 5

**AGENCY DIRECTORS AND JUDICIAL SALARIES/
FULL-TIME EQUIVALENT EMPLOYEES (FTE) LIMITATION
FY-06**

<u>Agency</u>	<u>Maximum Salary Limit</u>		<u>Maximum FTE Limit</u>
Accountancy Board	71,832	(m)	9.0
Agriculture, Department of (Secretary of Agriculture)	78,100	(a)	515.0
Alcoholic Beverage Laws Enforcement Council (ABLE)	72,100		71.0
Architects and Landscape Architects	60,286	(m)	4.0
Arts Council	61,600		17.0
Attorney General	103,109	(b)	175.5
Auditor and Inspector, State	87,875	(b)	169.0
Banking Department	130,704	(c)(m)	46.0
Bond Advisor	N/A	(n)	3.0
Capital Investment Board	104,024	(m)	4.0
Career and Technology Education, State Board of	107,100		406.0
Centennial Commission/Capitol Complex	79,600		12.0
Central Services, Department of (Deputy Secretary of Human Resources and Administration)	76,620	(a)	320.0
Children and Youth Commission	62,100		27.5
Chiropractic Examiners, Board of	60,287	(m)	3.0
Commerce, Department of (Secretary of Commerce and Tourism)	107,760	(a)	185.0
Cosmetology Board	60,287	(m)	16.0
Conservation Commission	62,284		62.0
Consumer Credit Commission	58,416		16.0
Corporation Commission	--		535.0
Chairman	89,875	(b)	--
Commissioners	87,875	(b)	--
General Administrator	82,000		--
Corrections, Department of	120,009		5,844.6
Criminal Appeal, Court of	--		36.0
Presiding Judge	110,299	(d)	--
Judge	106,706	(d)	--
Dentists, Board of Governors of Registered	60,287	(m)	5.0
District Attorneys, District Attorneys Council	--		1,241.0
District Attorney	100,478	(e)	--
Executive Coordinator, District Attorneys Council	None	(n)	--
District Courts			653.0
District Judge	102,529	(f)	75.0
Associate Judge (population 30,000 +)	94,839	(f)	32.0
Associate Judge (population under 30,000)	94,839	(f)	45.0
Special Judge	87,150	(f)	87.0
Education, Department of	95,898	(b)	400.0
Educational Television Authority (OETA)	61,216		84.0

<u>Agency</u>	<u>Maximum Salary Limit</u>	<u>Maximum FTE Limit</u>
Election Board	76,057	None
Emergency Management, Department of	72,100	32.0
Employees Benefits Council	104,024 (m)	31.0
Employment Security Commission	120,076 (m)	1,150.0
Engineers and Land Surveyors Board, Professional	71,832 (m)	8.0
Environmental Quality, Department of	89,450	571.0
Ethics Commission	None (n)	7.0
Finance, Office of State (Secretary of Finance)	90,000	None
Fire Marshal	58,149	33.0
Firefighters' Pension and Retirement System	104,025 (m)	13.0
Governor	110,300 (b)	None
Grand River Dam Authority	130,704 (m)	524.0
Handicapped Concerns, Office of	47,100	8.0
Health Care Authority	127,100	397.5
Health Department	185,000	2,540.0
Higher Education, Regents for	None (n)	None
Historical Society	79,100	168.0
Horse Racing Commission	83,100	55.0
House of Representatives	56,332 (g)	None
Majority and Minority Leaders	50,764	--
Representatives	38,400	--
Human Rights Commission	61,320	28.0
Human Services (DHS) (Secretary of Human Services)	None (a)(n)	7,655.0
Indian Affairs Commission	49,100	6.0
Indigent Defense System	112,563	85.0
Industrial Finance Authority	104,024 (m)	10.0
Insurance Department	99,875 (b)	145.0
Compsource	110,987 (m)	591.0
Investigation, Oklahoma State Bureau of (OSBI)	76,322	307.0
J.D. McCarty Center	72,100	205.0
J.M. Davis Memorial Commission	72,000	10.5
Judicial Complaints, Council on	78,420	2.0
Juvenile Affairs, Office of	92,100	1,052.0
Labor, Department of	80,750 (b)	136.0
Land Office, Commissioners of the	74,100	63.0
Law Enforcement Education and Training (CLEET)	70,000	41.0
Law Enforcement Retirement System	70,000 (n)	None
Legislative Services Bureau	68,900	None
Libraries, Department of	74,100	82.8
Lieutenant Governor	85,500 (b)	None
Liquefied Petroleum Gas Administration	71,832 (m)	10.0
Marginally Producing Oil and Gas Wells, Commission on	71,832 (m)	5.0
Medical Licensure and Supervision, Board of	87,040 (h)(m)	29.0
Medicolegal Investigations, Board of	177,100	70.5

<u>Agency</u>	<u>Maximum Salary Limit</u>		<u>Maximum FTE Limit</u>
Merit Protection Commission	62,100		11.0
Mental Health and Substance Abuse Services	127,100		2,575.0
Military Department	122,672	(a)(o)	484.0
Mines, Department of	59,400		46.5
Motor Vehicle Commission	71,832	(m)	4.0
Narcotics and Dangerous Drugs, Bureau of (BNDD)	74,100		109.0
Nursing, Board of	87,040	(m)	25.0
Nursing Homes, Board of	60,287	(m)	4.0
Optometry Board	None	(m)	3.0
Osteopathic Examiners, Board of	60,287	(m)	7.0
Pardon and Parole Board	67,100		47.0
Peanut Commission	60,286	(m)	2.0
Personnel Management, Office of (OPM) (Secretary of Human Resources and Administration)	77,100	(a)	105.0
Pharmacy, Board of	71,832	(m)	9.0
Physician Manpower Training Commission (PMTTC)	70,000		7.0
Police Pension and Retirement System	104,026	(m)	11.0
Private Vocational Schools, Board of	42,381		3.0
Board of Examiners of Psychologists	60,287	(m)	2.0
Public Employees Retirement System (OPERS)	110,987	(m)	63.0
Public Safety, Department of (DPS) (Secretary of Safety and Security)	89,100	(a)	1,548.0
Real Estate Commission	87,040	(m)	26.0
Rehabilitation Services, Department of	77,100		737.0
Scenic Rivers Commission	46,740		9.0
Science and Mathematics, Oklahoma School of	72,081		79.0
Science and Technology, Oklahoma Center for the Advancement of	87,100		24.0
Secretary of State	90,000	(a)	None
Securities Commission	130,704		32.0
Senate	56,332	(g)	None
Majority and Minority Leaders	50,764		--
Senators	38,400		--
Board of Licensed Social Workers	60,287	(m)	1.0
Space Industry Development Authority	87,100		5.0
Speech Pathology and Audiology Board	48,964	(m)	2.0
State and Education Employees Group Insurance Board	110,987	(m)	178.0
Student Loan Authority	110,987	(m)	68.0
Supreme Court	--		185.0
Chief Justice	117,571	(i)	--
Justice	113,571	(i)	--
Court of Civil Appeals Presiding Judge	109,731	(i)	--
Judge	108,336	(i)	--
Administrator	108,336		--

<u>Agency</u>	<u>Maximum Salary Limit</u>	<u>Maximum FTE Limit</u>
Tax Commission	--	1,150.0
Chairman	92,100 (j)	--
Commissioners	102,529 (j)	--
Administrator	None	--
Teachers Retirement System	110,987 (m)	52.0
Teacher Preparation Commission	64,300	9.0
Tourism and Recreation, Department of	82,200 (a)	808.0
Transportation, Department of (DOT)	109,200	2850.0
Treasurer	87,875 (b)	90.0
University Hospitals Authority	None (n)	10.0
Used Motor Vehicle and Parts Commission	71,832 (m)	12.0
Veterans Affairs, Department of	95,000	1,998.0
Veterinary Medical Examiners, Board of	60,287 (m)	6.0
Water Resources Board	87,100	91.0
Wheat Commission	71,832 (m)	7.0
Will Rogers Memorial Commission	None (n)	16.5
Workers' Compensation Court	--	108.0
Judges	102,529 (k)	--
Administrator	92,276 (l)	--

Notes:

- a. The individuals in those positions also serve as cabinet secretaries. Title 74 O.S. 2001, Section 10.5, establishes annual compensation limits for Cabinet Secretaries. These limits specifically override director salary limits should the Cabinet Secretary also serve as Agency Director. Cabinet Secretaries salary limitations include:

Secretary of Administration	\$75,000
Secretary of Agriculture	70,000
Secretary of Commerce	70,000
Secretary of Education	65,000
Secretary of Energy	70,000
Secretary of Finance and Administration	90,000
Secretary of Health and Human Services	80,000
Secretary of Human Resources	75,000
Secretary of Safety and Security	85,000
Secretary of State(1)	65,000
Secretary of Tourism and Recreation	70,000
Secretary of Veterans Affairs	65,000

Other Cabinet Secretaries are not listed in statute. Those positions and their respective salaries are listed below:

Secretary of State (1)	\$90,000
Secretary of Environment (2)	97,104
Secretary of Science/Technology (3)	275,000
Secretary of Transportation (4)	109,200

1. If the Secretary of State is designated as a Cabinet Secretary, the salary of the Secretary of State may be increased to an amount not to exceed \$90,000.
 2. The Secretary of Environment is created in statute (Title 27A, Section 1-2-101) but has no statutory limit and the salary is paid through the Governor's office.
 3. The Secretary of Science/Technology's salary is paid through the Oklahoma State University as President of OSU Education, Research and Economic Development Foundation.
 4. The Secretary of Transportation's salary is paid through the Oklahoma Turnpike Authority.
 5. The Adjutant General's salary is paid through the Military Department as the agency director. The salary of the Adjutant General is limited by statute to the compensation equivalent to his/her federally recognized rank (Title 44, Section 27).
- b. This agency director is also a statewide elected official whose salary is controlled by statute (Title 74 O.S. 2001, Section 250.4). Elected officials are not entitled to a salary increase until a subsequent term of office.
1. The Governor shall receive a salary equal to the salary received by the Chief Justice of the Oklahoma Supreme Court. Elected officials are not entitled to a salary increase until a subsequent term of office at which time this salary will be \$117,571;
 2. The Lieutenant Governor shall receive a salary equal to the salary received by an associate district judge. Elected officials are not entitled to a salary increase until a subsequent term of office at which time this salary will be \$94,839. The Lieutenant Governor also receives an increase in salary (the Governor's salary) while acting as Governor in his/her absence;
 3. The Attorney General shall receive a salary equal to the salary received by the Presiding Judge of the Court of Civil Appeals. Elected officials are not entitled to a salary increase until a subsequent term of office at which time this salary will be \$109,731;
 4. The State Superintendent of Public Instruction shall receive a salary equal to the salary received by a district judge. Elected officials are not entitled to a salary increase until a subsequent term of office at which time this salary will be \$102,529;
 5. Each member of the Corporation Commission shall receive a salary equal to the salary received by an associate district judge (\$94,839);
- In addition, the Chairman of the Corporation Commission receives \$2,000 additional annual compensation (Title 74 O.S. 1991, Section 250.7).
6. The State Treasurer shall receive a salary equal to the salary received by an associate district judge in a county (\$94,839);
 7. The State Auditor and Inspector shall receive a salary equal to the salary received by an associate district (\$94,839);

- 8. The State Insurance Commissioner shall receive a salary equal to the salary received by an associate district judge (\$94,839);
- 9. The Commissioner of Labor shall receive a salary equal to the salary received by a special judge (\$80,750);
- c. The Banking Commissioner's salary is set by the Banking Board (Title 6 O.S. Supp. 2003, Section 201.1) but can be no more than the limit set by the Legislature (\$130,704);
- d. The salaries for Judges of the Court of Criminal Appeals are set in Statute (Title 20 O.S. 2004, Section 31.2).

Court of Criminal Appeals:

Presiding Judge	\$117,571
Judge	113,571

- e. District Attorney salaries are established by statute (Title 19 O.S. 2001, Section 215.30). Effective July 1, 2003, the salary of a district attorney is 98% of the salary of a district judge, or \$100,478. In counties with a population of four hundred thousand (400,000) or more, salaries for district and assistant district attorneys may be supplemented by the county. Such supplement shall not exceed 25% of the salary provided by the state.
- f. District Court Judges' compensation are set in Statute (Title 20 O.S. 2004, Section 92.1A).

District Courts:

District Judge	\$102,524
Associate District Judge	94,839
Special Judge	87,150

- g. Legislative salaries are established by the Board on Legislative Compensation.
- h. The State Board of Medical Licensure and Supervision was combined with the Podiatry Board and State Board of Examiners of Perfusionists.
- i. The salaries for Justices of the Supreme Court and the Court of Civil Appeals Judges are set in statute (Title 20 O.S. 2004, Section 3.1 and Section 30.2A).

Supreme Court:

Chief Justice	\$117,571
Justice	113,571

Court of Civil Appeals:

Presiding Judge	\$109,731
Judges	108,336

- j. Salaries of the Tax Commissioners are set by statute (Title 68 O.S. Supp. 2002, Section 102.1). In accordance with Title 68, Section 102.1 (C) the commissioners salaries are to be paid equally to that of a judge of the Workers' Compensation Court for those appointed after January 2003. Salaries for two of the commissioners (appointed after January 2003) will be equal to that paid to a judge of the Workers' Compensation Court (\$102,529). The current Chairman was appointed before January 2003 and his salary is \$92,100, which includes a base salary of \$85,000 plus \$2,000 for being Chairman and other general employee raises since January 1999.
- k. Salaries for the Judges of the Workers' Compensation Court are set by statute (Title 85 O.S. 2001, Section 1.2).
- l. The salary of the Administrator of the Workers' Compensation Court is set by statute to be 90% of the salary of a Judge on the Workers' Compensation Court (Title 85 O.S. 2001, Section 1.3).
- m. Salary ranges and FTE limits are set by statute (Title 74 O.S., Supp. 2004, Section 3601.1) and (Title 74 O.S., Section 3601.2).
- n. The following appropriated agency directors have no salary limit set in either statute or agency appropriation bill:

Agency/Title	Annual Salary
DA's Council Executive Coordinator	\$ 92,292
Ethics Commission Director	80,764
Regents for Higher Education Chancellor	250,000
DHS Director	127,104
Native American Cultural Authority	92,100
Will Rogers Commission Director	74,544
University Hospital Authority	113,400
Law Enforcement Retirement Board	80,700
State Bond Advisor	113,400

- o. The salary of the Adjutant General is limited by statute to the compensation equivalent to his/her federally recognized rank (Title 44, Section 27).

Table 6**CONSTITUTIONAL RESERVE (RAINY DAY) FUND HISTORY**

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Deposits</u>	<u>Lapses</u>	<u>Appropriations</u>	<u>Ending Balance</u>
FY-89	\$0	\$77,994,351	\$0	(\$26,000,000)	\$51,994,351
FY-90	51,994,351	100,810,258	0	(75,000,000)	77,804,609
FY-91	77,804,609	73,929,614	0	(30,000,000)	121,734,223
FY-92	121,734,223	75,117,212	10,464	(61,878,177)	134,983,722
FY-93	134,983,722	0	25,176	(43,867,903)	91,140,995
FY-94	91,140,995	0	0	(45,570,498)	45,570,497
FY-95	45,570,497	0	3,555	0	45,574,052
FY-96	45,574,052	0	0	(22,688,345)	22,885,707
FY-97	22,885,707	91,402,205	12,909	(52,825,496)	61,475,325
FY-98	61,475,325	247,042,462	388,745	(154,444,000)	154,462,532
FY-99	154,462,532	142,898,076	1,119,324	(148,621,410)	149,858,522
FY-00	149,858,522	0	28,700	(74,929,261)	74,957,961
FY-01	74,957,961	82,584,612	9,826	0	157,552,399
FY-02	157,552,399	261,904,617	299,087	(78,771,287)	340,984,816
FY-03	340,984,816	0	0	(268,585,822)	72,398,994
FY-04	72,398,994	0	0	(72,262,663)	136,331
FY-05	136,331	208,800,000	0	0	208,936,331
FY-06	\$208,936,331	\$243,800,000	\$0	\$0	\$452,736,331
Totals		\$1,153,683,407	\$1,897,786	(\$1,155,444,862)	

Notes:

- The Rainy Day Fund was created in 1985. The first deposit was made in July, 1988.
- The Budget Stabilization portion of the Fund was accessed for the first time in FY-03 in the amount of \$98,242,957.
- The fund reached the constitutional maximum for the first time with the FY-05 deposit, resulting in approximately \$188.3 million in funds above the maximum. Those funds were directed for taxpayer rebates, research and economic development as set forth in HB 1193.
- Deposits are shown in the fiscal year the transaction occurred to more accurately reflect the discussions regarding funds available during actual budget deliberations.

Table 7
TOBACCO SETTLEMENT PAYMENT HISTORY

November, 1999	\$1,723,439		Attorney General Legal Fees Reimbursement
December, 1999	25,582,536		Total
		23,135,095	General Revenue Fund
		2,447,441	* Attorney General Revolving Fund
January, 2000	22,283,576		Total
		20,885,370	General Revenue Fund
		1,398,206	* Attorney General Revolving Fund
April, 2000	36,448,915		To Tobacco Settlement Revolving Fund
FY-01 Actual	64,902,424		
		11,695,198	To Tobacco Settlement Revolving Fund
		50,006,072	To Tobacco Endowment Trust Fund
FY-02 Actual	75,872,921		
		37,085,259	To Tobacco Settlement Revolving Fund
		37,906,358	To Tobacco Endowment Trust Fund
		881,318	Attorney General Revolving Fund
FY-03 Actual	76,024,898		
		32,521,355	To Tobacco Settlement Revolving Fund
		41,813,694	To Tobacco Endowment Trust Fund
		1,689,849	To Attorney General Revolving Fund
FY-04 Actual	65,062,548		
		24,613,113	To Tobacco Settlement Revolving Fund
		39,037,547	To Tobacco Endowment Trust Fund
		1,411,918	To Attorney General Revolving Fund
FY-05 Actual	66,034,977		
		21,305,722	To Tobacco Settlement Revolving Fund
		42,922,753	To Tobacco Endowment Trust Fund
		1,806,502	To Attorney General Revolving Fund
FY-06 Estimate	60,128,563		
		41,183,947	To Tobacco Settlement Revolving Fund
		17,650,279	To Tobacco Endowment Trust Fund
		1,294,353	To Attorney General Revolving Fund

* Note: \$2,991,632 of these deposits was subsequently transferred to the Tobacco Settlement Revolving Fund pursuant to HB 1002 (2000).

Table 8
FY-05 SUPPLEMENTAL APPROPRIATIONS

Education

Common Education

- National Board Certification - SB 216, Section 1 \$387,725
- Teachers' Flex Benefits - SB 216, Section 2 12,010,266
- Health Flex Benefits - SB 216, Section 3 2,820,949
- Ad Valorem Reimbursement - HB 1183 25,000,000

Higher Education

- OHLAP - HB 1185 4,000,000

Career Technology

- TIP Program - HB 1178 1,500,000

General Government

Tax Commission

- Refund Processing - HB 1188 500,000

Human Services

Department of Human Services

- Maintenance of Service - SB 219 20,000,000

Juvenile Affairs

- Rader Fence - SB 141 645,000

Health and Social Services

Health Care Authority

- Non-Matchable GA Appropriation - SB 233 50,000,000

Public Safety and Judiciary

Corrections

- Maintenance of Operations - HB 1181, Section 1 999,677
- Maintenance of Operations - HB 1181, Section 2 16,924,323

District Attorney's Council

- Avoid Furloughs of 198 Employees - SB 187 2,250,000

Indigent Defense

- Appellate Program/Non-Capital Trial Representation - HB 1179 1,000,000

Natural Resources & Regulatory Services

Historical Society

- Debt Service (History Center) - SB 159, Section 1 654,513
- History Center Operating Funds - SB 159, Section 2 249,487

Tourism Department

- Oklahoma City Bombing Memorial Endowment - HB 1001 5,000,000

Lottery Commission - SB 228 500,000

Grand Total - FY-05 Supplementals \$144,441,940

Table 9

Table 9
SELECTED FINANCIAL DATA ON MAJOR RETIREMENT SYSTEMS

		Fund Assets	Total Fund Liability	Current Unfunded Liability ¹	Funded Ratio %	Asset Mix %						Number Invest. Manag.	
						Domestic Equities	Domestic Bonds	Cash and Equivalents	Int'l Bonds & Equities	Real Estate	Other		
Teachers Retirement System	2004	\$6,660,918,318	\$14,080,148,332	\$7,419,230,014	47.3	51.0				18.6			21
	2003	\$6,436,852,137	\$11,925,161,689	\$5,488,309,552	54.0 ²	54.3	26.9	2.9	15.9	0.0	0.0		21
	2002	\$6,310,930,799	\$12,275,914,905	\$5,694,984,106	51.4	46.7	37.4	1.6	13.3	0.0	0.0		22
Public Employees Retirement System	2004	\$5,412,166,797	\$7,114,778,205	\$1,702,611,408	76.1	43.1	42.2	0.3	14.4	0.0	0.0		11
	2003	\$5,354,795,771	\$6,974,583,356	\$1,619,787,585	76.8	40.4	38.4	4.4	13.2	0.0	0.0		13
	2002	\$5,299,781,370	\$6,639,720,469	\$1,339,939,099	79.8	42.7	43.5	0.6	13.0	0.0	0.0		14
Firefighters Pension & Retirement System	2004	\$1,473,396,552	\$2,233,519,875	\$760,123,323	66.0	57.1	30.1	2.2	10.6	0.0	0.0		15
	2003	\$1,496,885,848	\$1,946,753,099	\$449,867,251	76.8	49.1	37.5	4.8	8.6	0.0	0.0		18
	2002	\$1,457,170,001	\$1,858,079,585	\$400,909,584	78.4	48.9	36.9	0.0	10.1	0.0	0.0		16
Police Pension and Retirement System	2004	\$1,399,975,000	\$1,727,162,602	\$327,187,802	81.1	41.3	18.0	1.0	8.2	0.2	31.3		36
	2003	\$1,392,043,000	\$1,646,979,675	\$254,936,675	84.5	32.8	23.9	0.6	18.1	0.2	24.3		17
	2002	\$1,370,024,000	\$1,554,288,324	\$184,264,324	88.1	36.1	27.7	0.0	18.3	0.2	17.7		27
Law Enforcement Retirement System	2004	\$604,131,000	\$689,800,577	\$85,669,577	87.6	55.2	28.0	0.1	10.2	6.4	0.1		9
	2003	\$585,823,000	\$667,689,840	\$81,875,840	87.7	47.9	31.8	4.0	9.1	7.0	0.3		10
	2002	\$570,337,000	\$632,401,783	\$62,064,783	90.2	47.3	38.3	0.0	9.3	5.0	0.0		10
Uniform Retirement System for Justices and Judges	2004	\$201,141,649	\$166,275,941	-\$34,865,708	121.0	37.7	49.5	0.1	12.7	0.0	0.0		4
	2003	\$196,989,778	\$140,856,203	-\$56,133,575	139.0	38.3	48.6	1.8	11.2	0.0	0.0		6
	2002	\$193,010,895	\$130,227,043	-\$62,783,852	148.2	34.1	55.1	10.1	0.6	0.0	0.0		11

Sources: Fund assets, total liability, unfunded liability and funded ratio data is taken from reports submitted by the consulting actuaries to the state systems for plan years ending June 30, 2004, 2003 and 2002. Asset mix and investment manager information is taken from actual market values.

- Footnotes:
- (1) Now, all systems with exception of the Teachers and Judges use an assumed investment return rate of 7.5%. Teachers presently uses an 8% rate and Judges uses a 7.25% rate beginning in 2005. Contrary to the figures displayed in this summary, Teachers, OPERS, Judges, Police and Law Enforcement officially report higher fund liability, using an automatic COLA assumption i.e., COLA assumptions based upon observed legislative practices over the last 10-15 years.
 - (2) Teachers Retirement System dropped the Cost of Living Adjustment and assumption from 1.0% to 0.0%.

Table 10
SELECTED MEMBERSHIP DATA ON MAJOR RETIREMENT SYSTEMS

Number of Participants

		Actives	Terminated Vested	Disabled, Retired and Beneficiaries	Average Earnings of Active Participant	Average Age of Actives	Average Service of Actives Yrs	Average Annual Benefit Payment
Teachers Retirement System	2004	81,683	5,731	39,593	\$37,104	45.6	11.8	\$16,102
	2003	83,127	3,731	38,059	\$36,639	45.3	11.5	\$15,978
	2002	85,366	3,575	36,515	\$35,695	44.9	11.1	\$15,344 ¹
Public Employees Retirement System	2004	43,000	5,482	22,990	\$32,185	45.7	10.6	\$13,420
	2003	43,350	5,288	22,147	\$32,566	45.6	10.7	\$12,734
	2002	44,292	5,392	21,452	\$32,745	45.2	10.4	\$11,812
Firefighters Pension and Retirement System	2004	10,780	1,001	8,184	\$49,226 ^{2 3}	37.9 ^{2 3}	9.1 ^{2 3}	\$24,149 ³
	2003	11,097	994	7,979	\$47,185 ^{2 3}	37.7 ^{2 3}	8.8 ^{2 3}	\$23,289 ³
	2002	10,868	997	7,897	\$45,228 ²	37.4 ²	8.4 ²	\$22,998 ³
Police Pension and Retirement System	2004	4,179	74	2,373	\$45,073 ²	37.5 ²	9.9	\$26,577
	2003	4,204	52	2,290	\$43,945 ²	37.4 ²	9.5	\$25,607
	2002	4,197	52	2,205	\$41,820 ²	36.7 ²	9.2	\$25,153
Law Enforcement Retirement System	2004	1,281	21	1,024	\$43,288 ²	39.7 ²	10.5	\$27,977
	2003	1,288	21	1,015	\$43,800 ²	38.9 ²	10.1	\$27,590
	2002	1,243	20	985	\$44,342 ²	39.3 ²	9.9	\$27,585
Uniform Retirement System for Judges and Justices	2004	270	8	168	\$95,241	55.1	12.0	\$48,519
	2003	268	10	169	\$95,719	54.4	11.7	\$45,881
	2002	266	12	153	\$96,784	54.5	12.0	\$43,142

Source: Reports submitted by the consulting actuaries to the state systems for the plan year ending June 30, 2003, 2002 and 2001.

- Footnotes:
- (1) Excludes monthly stipends paid to TRS members who did not contribute toward their retirement i.e., prior to system's establishment.
 - (2) Excludes information on those active participants that participate in the plan's Deferred Option Program.
 - (3) Excludes information on volunteer firefighters.

GLOSSARY



GLOSSARY

Annualization: The act of computing costs or revenues for periods of less than a year on a basis corresponding to that applicable for a full year.

Board of Equalization: A Constitutional body, the Board of Equalization is made up of the Governor, Lieutenant Governor, State Treasurer, State Auditor and Inspector, Attorney General, Superintendent of Public Instruction, and President of the State Board of Agriculture.

The Board's chief involvement with the appropriations process is the certification of funds available for appropriation.

As revised in 1985, the Constitution requires the Board of Equalization to estimate revenues to appropriated funds for an ensuing fiscal year and to certify that 95% of the estimate for each fund is available for appropriation. This is done annually 30-45 days before the beginning of the legislative session, and the estimate and certified appropriation level may be revised by the Board of Equalization in the following February. Also in February, the Board is to set the appropriation ceiling for the then-current legislative session. According to the Constitution, the Legislature may increase its appropriations over those of the previous session by only 12% adjusted for inflation.

The 5% of the estimated revenue to each fund that was certified for appropriation serves as a cushion against overestimation. Monies collected in excess of the certified level may be appropriated by the succeeding legislative session.

Revenues accruing to the General Revenue Fund in excess of the total estimate will be automatically deposited in the Constitutional Reserve Fund, or Rainy Day Fund, and held for future shortfalls or state emergencies. Monies accruing to funds other than General Revenue will remain in those funds and may be appropriated as cash in the succeeding legislative session.

The Board also has duties regarding the equalization of ad valorem taxes among the counties.

Capital Expenditure: Money appropriated for major onetime expenditures such as construction of a building or the purchase of major pieces of equipment. Such appropriations are often separate from those for agency operations.

Carryover: This term refers to funds appropriated in one fiscal year which an agency has available to fund its operations in succeeding fiscal years.

General Revenue Cash-Flow Reserve Fund: A fiscal management tool, this fund consists of monies that are set aside to allow the state to maintain an even cash flow through the fiscal year. By setting aside funds in excess of the state's needs on a monthly basis, the state can draw upon these funds to maintain operations during months when revenues come in at levels below what is needed for operations.

Commissioners of the Land Office Fund: Authorized by Section 15 of Title 64 of the Oklahoma Statutes, this appropriated fund was created in the State Treasury to receive revenue collected from surface leasing of lands managed by the Commissioners of the Land Office and six percent of the revenue generated from the Common School Fund, the Education Institutions Fund, the University of Oklahoma Fund, the University Preparatory School Fund, the Oklahoma State University Fund, the Public Building Fund and the Greer 33 Fund. Funds collected are used to finance the operations of the Commissioners of the Land Office.

Council on Law Enforcement Education and Training Fund (CLEET): This certified fund was created pursuant to Section 1313.2 of Title 20 of the Oklahoma Statutes. Income to the fund is derived from a penalty assessment fee. Any person penalized for violating Oklahoma law pays a “penalty assessment.” This income is dedicated to peace officer training.

Constitutional Reserve Fund (CRF): This fund is commonly referred to as the “Rainy Day” Fund. To cushion against economic emergencies, the Constitutional Reserve Fund was established by a 1985 amendment to the Constitution. Funds collected in excess of 100 percent of the certified amount for a fiscal year (see “Board of Equalization” above) are deposited into the CRF. Half may be appropriated only in the event of a revenue shortfall and the other half may be expended upon the declaration of an emergency by the Governor, with the concurrence of 2/3rds of both houses of the Legislature.

State Question 708 on the November, 2004 general election ballot, provides for a proposed Constitutional Amendment to modify the Constitutional Reserve or “Rainy Day” Fund. This reform, if adopted by a vote of the people, creates a third balance in the Fund that can be used to offset budget cuts occurring during a fiscal year due to a revenue failure. Up to 3/8ths of the Fund can be accessed for this new purpose. The proposed amendment also limits access of the Fund for Emergencies to 1/4th of the balance and limits the amount that can be used for budget stabilization in the upcoming fiscal year to 3/8ths of the fund balance.

Fiscal Year (FY): The 12 month period beginning July 1 and ending June 30 which is used by the state government for accounting and budgetary purposes. Fiscal years are designated according to the year in which they end [e.g., fiscal year 2005 (FY-05) runs from July 1, 2004 to June 30, 2005].

FTE: Full-time equivalent employee. A measure that defines all employees regardless of part-time status into their equivalent of a full-time employee. For example, an employee who works half time is a .5 FTE.

General Revenue Fund: Established by the State Constitution, this fund is the principal funding source for state government operations. Income to the General Revenue Fund is derived from state taxes, fees and charges, and proceeds from investments. They can be used for any purpose deemed appropriate by the Legislature.

Line Item/Program Item: A specific amount of funding appropriated with a stated purpose, use or program.

Mineral Leasing Fund: This appropriated fund authorized by the Federal Mineral Leasing Act and Section 41.8 of Title 52 of the Oklahoma Statutes is used to fund common education. Income to the fund is derived from mineral leases on public lands.

Nonappropriated Funds: A term sometimes used to refer to agency revolving funds. Since such funds have statutorily established revenue sources and uses, there is no need for them to be appropriated annually. Fiscal and nonfiscal limits do not apply to such funds. Nonappropriated funds are also called “continuing appropriations.” The terms have the same meaning.

Public Building Fund: As described by Section 371 of Title 64 of the Oklahoma Statutes, the State Constitution, and the Enabling Act, this fund is to be used for the purpose of providing public buildings. Income to the fund is derived from surface rental proceeds collected by the School Land Commission.

Rainy Day Fund: See “Constitutional Reserve Fund” above.

REAP: Rural Economic Action Plan.

Reappropriation: This refers to legislative action to continue a specific appropriation made in one fiscal year and which is going to lapse into a successive year. The amount continued would be the amount originally appropriated less any expenditures and encumbrances. The reappropriation would be made to the original entity for the original purpose.

Reappropriation/Redesignation: This refers to legislative action to continue a specific appropriation into a successive fiscal year (reappropriation) as well as change its original purpose or the original entity to which it was appropriated. The amount affected would be the original appropriation less expenditures or encumbrances.

Revolving Fund: A fund created statutorily or by inference to finance and account for a particular department’s or division’s work. Fund expenses are repaid from fees or other fund transfers, thus keeping the original fund intact. Revolving funds are continuing funds and not subject to fiscal year limitations. Agencies generally exercise greater control over the expenditure of revolving funds than they may over appropriated dollars.

Special Cash Fund: This appropriated fund, as created by Section 253 of Title 62 of the State Statutes, is composed of funds placed in it by the Legislature. The use of the funds’ proceeds is not restricted.

Special Occupational Health and Safety Fund: This appropriated fund, as created by Section 417.7 of Title 40 of the Oklahoma Statutes, is used to fund the Department of Labor.

Income to the fund is derived from an assessment of 3/4 of 1% levied against total workers’ compensation losses.

Supplemental Appropriation: This refers to an appropriation made to an agency during the course of a fiscal year. The supplemental funds may be necessary for a variety of reasons such as to offset a revenue shortfall or to offset insufficient funds to operate a program effectively. Supplemental appropriations are generally used to overcome emergencies or unforeseen circumstances.

Total Appropriation: An agency's total appropriation for a given year would be calculated by adding all of the funds appropriated to an agency, including supplemental appropriations and deducting successful gubernatorial vetoes.

Total Budgetary Resources: This term includes an agency's total appropriations plus whatever other funding sources the agency has authority to access in order to finance its operations. These other sources of funding can include federal funds, revolving funds, or other earmarked revenue.

Workers' Compensation Administration Fund: This appropriated fund, as created by Section 177 of Title 85 of the Oklahoma Statutes, is used to finance the operations of the Workers' Compensation Court. The sources of revenue for this fund is a premium tax levied against workers' compensation insurance carriers as well as self-insured employers and various fees levied by the Workers' Compensation Court. Due to the instability in the Fund's revenue sources it was abolished as a funding source for FY-98. The premium tax levy was redirected into the General Revenue Fund. Likewise, the fees were redirected to deposit into the Workers' Compensation Court Fund.

BILL INDEX - BY AGENCY

AGENCY	BILL (SECTIONS)	AGENCY	BILL (SECTIONS)
Agriculture, Department of	HB 1108 (1,2)	Labor, Department of	SB 167 (1-3)
Alcoholic Beverage Laws Enforcement (ABLE)	HB 1142 (1)	Land Commission	SB 65 (1)
Arts Council	HB 1018 (1)	Law Enforcement Education (CLEET)	HB 1150 (1-3)
Attorney General	SB 181 (1)	Legislative Service Bureau	HB 1052 (1-3)
Auditor and Inspector	HB 1042 (1,2)	Libraries, Department of	SB 67 (1)
Bond Advisor	SB 81 (1)	Lieutenant Governor	HB 1054 (1)
Career and Technology Education	SB 57 (1)	Medicolegal Investigations, Board of	HB 1152 (1)
Centennial Commission	SB 147 (1-3)	Mental Health and Substance Abuse Services	HB 1084 (1) SB 126 (2)
Central Services, Department of	SB 83 (1-6)	Merit Protection Commission	SB 101 (1)
Children and Youth, Commission on	SB 131 (1)	Military Department	SB 103 (1-3)
Commerce, Department of	SB 149 (1-4)	Mines, Department of	HB 1120 (1)
Conservation Commission	SB 151 (1)	Narcotics and Dangerous Drugs, Bureau of	HB 1154 (1)
Consumer Credit, Commission on	HB 1110 (1)	Pardon and Parole Board	HB 1156 (1)
Corporation Commission	HB 1112 (1)	Personnel Management, Office of	SB 105 (1)
Corrections, Department of	HB 1144 (1)	Physician Manpower Training Commission	HB 1024 (1,2)
Criminal Appeals, Court of	SB 185 (1)	Private Vocational Schools, Board of	HB 1026 (1)
District Attorneys Council	SB 188 (1)	Public Safety, Department of	HB 1158 (1,2)
District Courts	SB 189 (1,2)	Rural Economic Action Plan (REAP)	HB 1042 (3)
Education, Board of	HB 1020 (3-11) HB 1184 (1,2) SB 60 (1,2)	Rehabilitation Services, Department of	HB 2007 (83,84) HB 2053 (1)
Educational Television Authority (OETA)	HB 1022 (1)	Science and Mathematics, School of	SB 73 (1)
Election Board	HB 1044 (1,2)	Science and Technology, Oklahoma Center for	SB 75 (1)
Emergency Management	SB 85 (1)	Scenic Rivers Commission	SB 171 (1)
Environmental Quality, Department of	HB 1114 (1)	Secretary of State	HB 1056 (1)
Ethics Commission	SB 89 (1)	Senate	HB 1058 (1)
Finance, Office of State	HB 1046 (1,2)	Space Industry Development Authority	HB 1060 (1)
Fire Marshal, State	HB 1146 (1)	Supplemental Appropriations	
Governor	HB 1048 (1)	Ad Valorem Reimbursement Fund	HB 1183 (1)
Handicapped Concerns, Office of	SB 133 (1)	Career Technology	HB 1178 (1)
Health, Department of	HB 1082 (1) HB 1083 (2)	Corrections, Department of	HB 1181 (1,2)
Health Care Authority	SB 121 (3), SB 122 (1,2) HB 1088 (1)	District Attorneys Council	SB 187 (1)
Higher Education, Regents for	SB 63 (1-12)	Education, Board of	SB 216 (1-3)
Historical Society	SB 160 (1,2)	Health Care Authority	SB 233 (2)
Horse Racing Commission	HB 1117 (1)	Higher Education, Regents for	HB 1185 (1)
House of Representatives	HB 1050 (1)	Historical Society	SB 159 (1,2)
Human Rights Commission	SB 135 (1)	Human Services, Department of	SB 219 (1)
Human Services, Department of	HB 1094 (1-3)	Indigent Defense	HB 1179 (1)
Indian Affairs Commission	SB 139 (1)	Juvenile Affairs, Office of	SB 141 (1)
Indigent Defense System	SB 193 (1)	Lottery Commission	SB 228 (1)
Insurance Department	HB 1118 (1)	Oklahoma City Bombing Memorial	HB 1001 (1)
Investigation, State Bureau of (OSBI)	HB 1148 (1)	Tax Commission	SB 118 (1)
J.D. McCarty Center	SB 123 (1)	Supreme Court	SB 209 (1-3)
J.M. Davis Museum	SB 165 (1), SB 166 (1)	Tax Commission	SB 113 (1)
Judicial Complaints, Office of	SB 197 (1)	Teacher Preparation Commission	HB 1028 (1)
Juvenile Affairs, Office of	HB 1096 (1)	Tourism and Recreation, Department of	HB 1122 (1)
		Transportation, Department of	SB 115 (1-7)
		Treasurer, Office of State	SB 117 (1,2)
		University Hospitals Authority	SB 127 (1)
		Veterans' Affairs, Department of	HB 1086 (1)
		Water Resources Board	SB 175 (1,2)
		Will Rogers Memorial Commission	SB 177 (1)
		Workers' Compensation Court	SB 211 (1)

BILL INDEX - BY BILL

BILL	SECTION	AGENCY	BILL	SECTION	AGENCY
HB 1001	1	Oklahoma City Bombing Memorial (Supp.)	SB 57	1	Career and Technology Education
HB 1018	1	Arts Council	SB 60	1,2	Education, State Board of
HB 1020	3-11	Education, Board of	SB 63	1-12	Higher Education, Regents for
HB 1022	1	Education Television Authority	SB 65	1	Land Office, Commissioners of the
HB 1024	1,2	Physicians Manpower Training Commission	SB 67	1	Libraries, Department of
HB1026	1	Private Vocational Schools, Board of	SB 73	1	School of Science and Mathematics
HB 1028	1	Teacher Preparation Commission	SB 75	1	Science and Technology, Center for
HB 1042	1,2	Auditor and Inspector	SB 81	1	Bond Advisor
	3	Rural Economic Action Plan Fund	SB 83	1-6	Central Services, Department of
HB 1044	1,2	Election Board	SB 85	1,2	Emergency Management
HB 1046	1,2	Finance, Office of State	SB 89	1	Ethics Commission
HB 1048	1	Governor	SB 101	1	Merit Protection Commission
HB 1050	1	House of Representatives	SB 103	1-3	Military Department
HB 1052	1-3	Legislative Service Bureau	SB 105	1	Personnel Management, Office of
HB 1054	1	Lieutenant Governor	SB 113	1	Tax Commission
HB 1056	1	Secretary of State	SB 115	1-7	Transportation, Department of
HB 1058	1	Senate	SB 117	1,2	Treasurer
HB 1060	1	Space Industry Development Authority	SB 118	1	Tax Commission (Supp.)
HB 1082	1	Health Department	SB 121	3	Health Care Authority
HB 1083	2	Health Department	SB 122	1,2	Health Care Authority
HB 1084	1	Mental Health and Substance Abuse Services	SB 123	1	J.D. McCarty Center
HB 1086	1	Veterans Affairs	SB 126	2	Mental Health and Substance Abuse Services
HB 1088	1	Health Care Authority	SB 127	1	University Hospitals Authority
HB 1094	1-3	Human Services, Department of	SB 131	1	Commission on Children and Youth
HB 1096	1	Juvenile Affairs, Office of	SB 133		Handicapped Concerns, Office of
HB 1098	1	Rehabilitation Services, Department of	SB 135	1	Human Rights Commission
HB 1108	1,2	Agriculture, Department of	SB 139	1	Indian Affairs Commission
HB 1110	1	Consumer Credit, Commission on	SB 141	1	Juvenile Affairs, Office of (Supp.)
HB 1112	1	Corporation Commission	SB 147	1-3	Centennial Commission
HB 1114	1	Environmental Quality, Department of	SB 149	1-5	Commerce, Department of
HB 1117	1	Horse Racing Commission	SB 151	1	Conservation Commission
HB 1118	1	Insurance Department	SB 159	1,2	Historical Society (Supp.)
HB 1120	1	Mines, Department of	SB 160	1,2	Historical Society
HB 1122	1	Tourism and Recreation, Department of	SB 165	1	J.M. Davis Museum
HB 1142	1	Alcoholic Beverage Laws Enforcement (ABLE)	SB 166	1	J.M. Davis Museum
HB 1144	1	Corrections, Department of	SB 167	1-3	Labor, Department of
HB 1146	1	Fire Marshal	SB 171	1	Scenic Rivers Commission
HB 1148	1	Investigation, State Bureau of	SB 175	1,2	Water Resources Board
HB 1150	1-3	Law Enforcement Education (CLEET)	SB 177	1	Will Rogers Memorial Commission
HB 1152	1	Medicolegal Investigations, Board of	SB 181	1	Attorney General
HB 1154	1	Narcotics and Dangerous Drugs, Bureau of	SB 185	1	Court of Criminal Appeals
HB 1145	1	Pardon and Parole Board	SB 187	1	District Attorneys Council (Supp.)
HB 1158	1,2	Public Safety, Department of	SB 188	1	District Attorneys Council
HB 1178	1	Career Technology Education (Supp.)	SB 189	1,2	District Courts
HB 1179	1	Indigent Defense System (Supp.)	SB 193	1	Indigent Defense System
HB 1181	1	Corrections, Department of (Supp.)	SB 197	1	Judicial Complaints, Office of
HB 1183	1	Ad Valorem Reimbursement Fund (Supp.)	SB 209	1-3	Supreme Court
HB 1185	1	Higher Education, Regents for (Supp.)	SB 211	1	Workers Compensation Court
			SB 216	1-3	Education, Board of (Supp.)
			SB 219	1	Human Services, Department of (Supp.)
			SB 228	1	Lottery Commission (Supp.)
			SB 233	2	Health Care Authority (Supp.)