

GOVERNOR SONNY PERDUE
STATE OF GEORGIA



GOVERNOR'S BUDGET REPORT

Fiscal Year 2009

THE GOVERNOR'S BUDGET REPORT

FISCAL YEAR 2009



SONNY PERDUE, GOVERNOR
STATE OF GEORGIA

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GOVERNOR'S BUDGET RECOMMENDATIONS

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STATE OF GEORGIA
OFFICE OF THE GOVERNOR
ATLANTA 30334-0900

Sonny Perdue
GOVERNOR

TO THE MEMBERS OF THE GENERAL ASSEMBLY

Placing Georgia on a sound financial path has been a hallmark of my administration and this budget is based on that record of discipline. Looking forward to the new budget year, this policy has given us the flexibility to meet the requirements of a rapidly growing state, even as we must show prudence in spending as uncertainty grows about the national economy.

As in all my budgets, emphasis remains on initiatives that will provide Georgians with the opportunity to fulfill their potential. We have taken significant steps to improve the educational opportunities for our children, protected our natural resources, offered individuals the ability to build on their dreams through tax reforms, and maintained an effective safety net to assist the most vulnerable members of our society – our children and our senior citizens.

My revenue estimates for the Amended FY 2008 and FY 2009 budgets are based on prudent revenue projections. Georgia's economy has performed well over the last three years. However, this growth is expected to moderate in the year ahead. While we appear better positioned to weather the headwinds affecting the national economy, it is likely that these national trends will reduce growth in our state. Fortunately, our overall budget position is strong and our reserves have been rebuilt from almost zero at the beginning of my administration to a record \$1.5 billion today.

At a mere two percent increase, my Amended FY 2008 budget represents the smallest percentage increase in state funds that I have recommended to the legislature since Georgia recovered from the recession in the beginning of my first term. This relatively small increase can be attributed to the efficiencies and cost avoidance techniques we have implemented through the Commission for a New Georgia and other efforts carried out by state agencies. Soon Georgia will be recognized as the best managed state in the nation.

EDUCATION

As our state's robust economy continues to propel population growth, the demands on our educational system continue to increase. To deal with enrollment growth and to improve the ability of teachers to meet the challenges of their jobs, the budget for Amended FY 2008 includes \$104 million in funds for the Quality Basic Education (QBE) formula grants. An additional \$211 million for QBE is allocated in FY 2009, including \$135 million for increased training and experience for educators. To meet other critical needs for our schools, the Amended FY 2008 budget includes \$40 million for technology upgrades and \$25 million for new buses. Classroom needs will be met with more than \$303 million in bonds for local school construction.

Helping our children succeed in school is more than books and classrooms. Over the last two years we have implemented and expanded our program of graduation coaches in middle and high schools to help students stay and succeed in school. The budget for FY 2009 includes \$14 million to expand this program in all new schools. This budget also includes an additional \$14 million to provide for a "Very Important Parent (VIP) Recruiter," a specialist with the primary function of engaging parents to encourage involvement in their child's education. Parents have a key role to play in the success of their children and this program is a vital step in rebuilding this partnership.

Post-secondary studies are critical to preparing Georgians to compete in the challenging economic climate of this century. The FY 2009 budget includes \$115 million to provide funding for enrollment growth in the university system. It also provides \$237 million in bonds for continued expansion and enhancement of facilities at institutions

around the state: \$70 million for the School of Dentistry at the Medical College of Georgia, \$33 million for an Engineering Technology Center at Southern Polytechnic State University, and \$30 million for major repairs and renovations system-wide. For those students who choose a technical school career path, the FY 2009 budget includes \$93 million in bonds to construct new facilities at technical colleges statewide.

TRANSPORTATION/INFRASTRUCTURE

Population growth fueled by a strong economy has placed new pressure on our state's infrastructure. Transportation improvements are also critical to continued economic success. The FY 2009 budget includes \$230 million in bonds for the Fast Forward highway construction program and \$13 million in bonds for the expansion of the Georgia Regional Transportation Authority's Xpress bus system. The FY2009 budget expedites local transportation projects by providing \$50 million to create a State Transportation Infrastructure Bank that will make loans available to eligible city and county applicants.

ENVIRONMENT & WATER

Water planning, conservation and storage are primary goals of the 2008 legislative session. The Amended FY 2008 budget includes \$40 million to fund regional reservoirs and water system improvements that can help provide for future water needs, \$500,000 for upgrades to 20 dams with the potential to serve as municipal water supply, and \$300,000 in FY 2009 to assist the Metropolitan North Georgia Water Planning District in updating its existing regional water plan. In addition, \$30 million in bonds is allocated in FY 2009 for additional local water system improvements. The FY 2009 budget also includes \$30 million to continue Georgia's land conservation efforts.

HEALTHCARE

Providing affordable health care access and controlling escalating costs remains a continuing challenge to state government. For the uncompensated costs associated with trauma care, \$53 million is included in Amended FY 2008 to strengthen our state trauma system. The budget for FY 2009 includes nearly \$17 million for the Health Insurance Partnership to incentivize small businesses to partner with employees to provide low cost health insurance. In addition, more than \$22 million is added to increase hospital Medicaid reimbursement rates. We will continue to provide care and protection to the more vulnerable members of our society. To maintain adequate health coverage for children, my budget includes \$15 million in Amended FY 2008 and \$17 million in FY 2009 to provide state funds to match federal funds under PeachCare. Additional funds of \$17.6 million are targeted to provide for improved compensation to nursing homes. We have been able to fund these improvements due to controlled costs in health care expenditures through cost control and managed care. This allowed us to reduce Medicaid expenditures in the Amended FY 2008 budget by more than \$70 million while maintaining current benefits for all eligible Georgians enrolled.

Additional health care improvements include new funds for our state hospitals which provide necessary services to those with mental and developmental disabilities. The Amended FY 2008 budget includes \$15 million to improve hospital operations. This is supplemented by \$21 million in new funds in FY 2009. Our children will always be the center of my budget considerations. This budget contains \$15 million in funds for increased Mental Retardation and Development Disability waiver slots. This annualizes 1,500 waiver slots approved by the General Assembly in FY 2008 and adds an additional 500 waiver slots in FY 2009.

PUBLIC SAFETY

My budget reflects my belief that protecting the public is a primary responsibility of state government. To protect drivers on our roads and highways, the FY 2009 budget includes more than \$9 million to fund three trooper schools, vehicles and personal services in order to increase the ranks of the State Patrol by 205 additional troopers by July of 2009. To reach these recruitment targets, the budget also includes \$2.3 million to establish a Regional Officer Trooper Cadet (ROTC) Program. FY 2009 also includes \$27 million in funds for more than 2,300 new secure beds in Georgia's corrections system. We are also making necessary changes in our juvenile justice system. We are eliminating the Short Term Placement program and repurposing space for committed youth to provide for better outcomes related to youth recidivism. To deal with the problem of identity theft, I am recommending the creation of an Identity Theft Unit in the GBI at a cost of \$1.1 million.

My Amended FY 2008 and FY 2009 budgets fund initiatives that give Georgians the opportunity to fulfill their potential, while illustrating prudence and discipline through limited growth in state government. I look forward to working with each of you in 2008.

Sincerely,


Sonny Perdue

GEORGIA ECONOMIC REPORT

EXECUTIVE SUMMARY

As the State approaches the middle of FY 2008, the national economic picture is one of slow growth with a heightened risk of recession. The strong growth of U.S. Gross Domestic Product in recent years has been fueled by consumer spending and a rapid expansion in both housing construction and home price appreciation. In recent months, the national housing sector has fallen into a severe correction. Housing starts and sales of new and existing homes are off substantially from prior year levels. Home prices are falling in many regional markets, especially those that experienced the highest rate of appreciation during the boom times. At the same time, financial markets have been in turmoil due to risk associated with sub-prime mortgages which have experienced high default rates in recent quarters. Financial institutions which have bought assets backed by mortgages have faced significant market losses as these assets have lost value. This has created liquidity problems in certain financial markets and resulted in tightening of credit standards across financial markets

The national housing correction has created concerns that the resulting slowdown in housing activity could spill into the broader economy and result in a recession. Housing related employment is declining on the order of 50,000 jobs per month while employment growth in other sectors is moderating. The overall impact is that net job growth has moderated to about 180,000 per month in late 2006 to about 100,000 per month as of November. Year over year job growth has declined to less than 1.2 percent.

Beyond the impact on job creation, the housing slowdown is expected to lead to slower growth in consumer spending. Slower job growth will lead to slower income growth for consumers. In addition, the declining value of housing will have a negative wealth effect on homeowners. Finally extremely high oil prices are likely to further weigh on consumer budgets. The combined impact is expected to slow consumer spending growth compared to the high growth rates seen in recent years.

While the residential construction and consumer spending are weighing on U.S. growth, support for continued growth is coming from foreign trade. The U.S. trade situation has improved in recent months. Exports have risen as the global economy has grown at a solid rate. In addition, the falling value of the dollar on foreign exchange markets provides a boost

to exports as the relative price falls to foreign buyers falls as the dollar declines. Imports have also risen but much slower than exports. Thus, the trade balance has improved and this contributes to GDP growth. In addition, corporate business have very health balance sheets. This positions them to invest in added capacity and to expand payrolls. However, the question is whether businesses will have the confidence to act on this capability and to actively invest and hire. Indicators of business confidence are noticeably down. These conflicting indicators highlight the uncertainty and risk currently facing the national economy.

Georgia's economy will be heavily influenced by the trends in the national economy. However, several factors suggest that the local economy should fare somewhat better than the nation as a whole. Job growth in Georgia slowed significantly beginning in mid-2006 but has shown signs of acceleration in recent months. Job growth in Georgia, whether measured on a year over year basis or on an annualized monthly basis, is stronger than for the U.S. Georgia's unemployment rate is low and in line with that of the U.S. Both are below typical estimates of the unemployment rate consistent with full employment.

Georgia's housing market is also going through a correction. Permits issued are off more than 35% over the prior year as of September 2007. However, housing prices, as measured for the Atlanta metropolitan area by S&P/Case-Shiller, have remained essentially stable during the previous year. This suggests that the housing correction will have less of an impact in Georgia than in other states, especially those that enjoyed exorbitant price appreciation during the boom years.

One key uncertainty facing Georgia is the severe drought in the state and surrounding areas. Policymakers have implemented bans on outdoor watering and other measures to conserve water. To date, the economic impacts of this drought have been primarily confined to the urban agriculture business, nurseries and landscapers for example. It is unclear if the drought will have broader repercussions for the regional economy.

The state has seen a significant slowdown in tax revenue growth in recent months. The chart on the following page illustrates growth Department of Revenue collections on a 3-month moving average basis. Growth plunged after July but has stabilized and shows some upward momentum. Low sales

GEORGIA ECONOMIC REPORT

tax collections, in part due to decreased housing construction, have been a key cause of the slowdown.

Given slowing growth in the U.S. and the elevated risk of recession, Georgia's economy is expected to

grow at slower rates than experienced in the last two fiscal years. This is reflected in lower expected growth in revenues for the Amended FY 2008 and FY 2009 budgets.

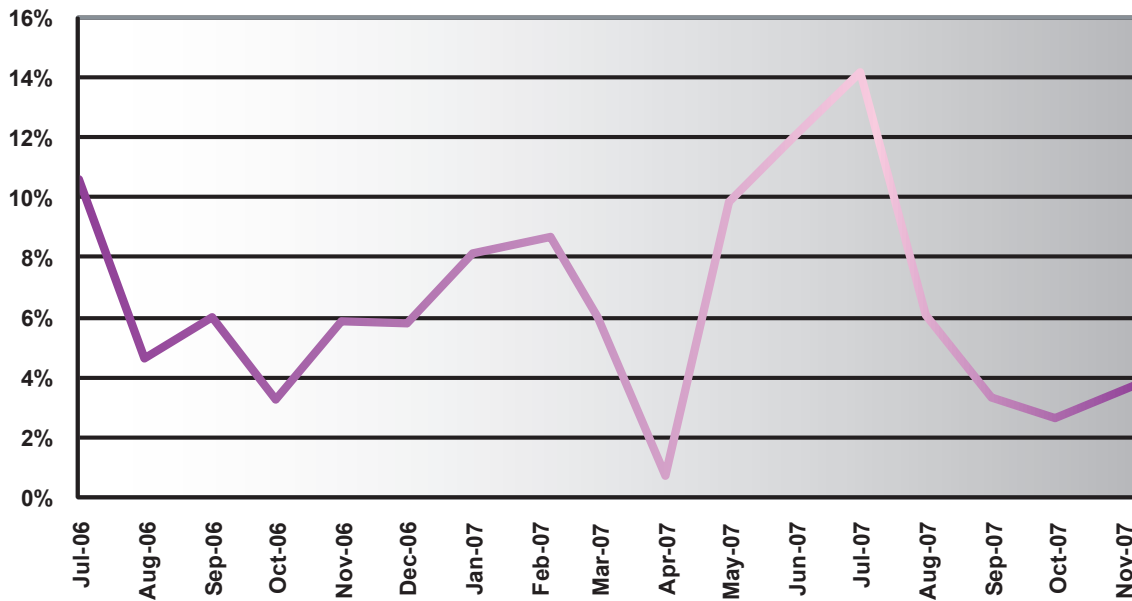


Figure 1.1 — Growth in DOR Revenues: Year/Year Percent Change - Three Month Moving Average

FY 2009 BUDGET HIGHLIGHTS

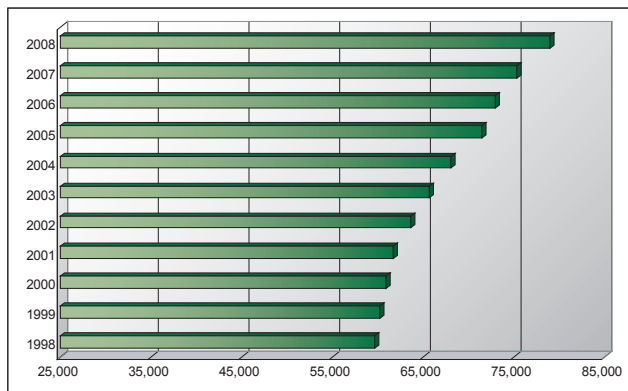
EDUCATED GEORGIA

Educating Georgia remains a priority representing an investment of over 55 percent of the state's total budget. Georgia's strong economic growth has fueled high population growth this decade, resulting in an increase of 250,000 students in the public schools. This budget continues to meet this dramatic growth and demonstrates a dedication to education by funding enrollment growth in all levels of education: Pre-K, K-12, and higher education. In addition to funding enrollment growth, this budget continues improvements that will help children succeed in school through continued expansion of the graduation coach program and through a new parental support initiative.

BUDGET HIGHLIGHTS

EARLY CARE AND LEARNING

\$6,425,206 in lottery funds added to fund enrollment growth, and ensure quality Pre-Kindergarten services are available to all interested students, increasing the total number of slots in the Pre-Kindergarten program to 79,000.

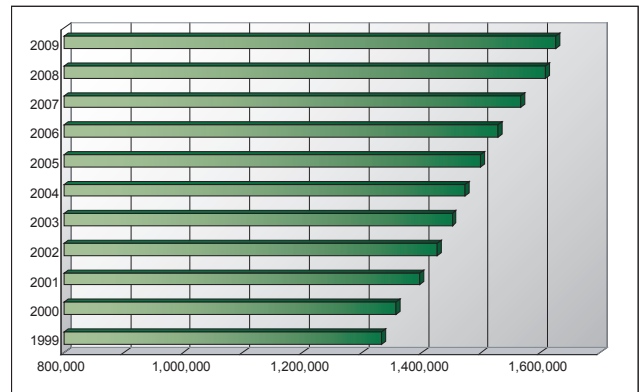


Pre-K Students in Georgia

K-12 PUBLIC SCHOOLS

\$210,770,249 to recognize a 1.09 percent increase in enrollment growth, bringing the total number of full time equivalent (FTE) students funded for FY 2009 to 1,625,306. This amount includes an increase of \$135,036,855 in the Department of Education's budget to recognize the increased training and experience of Georgia's teachers. Another \$6,373,221 is included to provide an alternative schooling option for 2,265 kindergarten through

eighth grade students through the state's first virtual charter school.

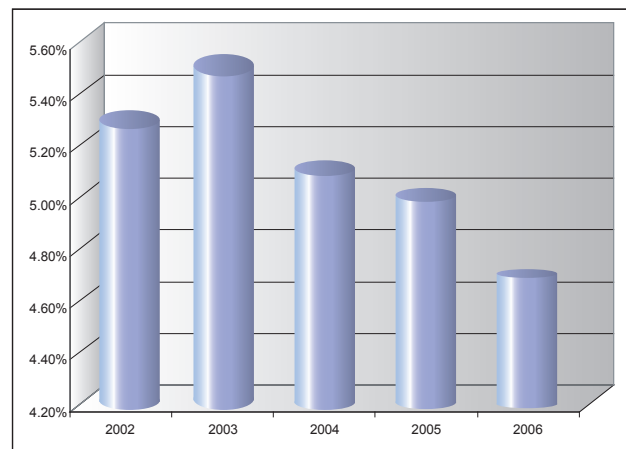


K-12 Enrollment in Georgia

\$537,820,376 in Equalization Grant funding has been provided to recognize the gap in wealth between school systems.

\$260,226 in additional funds to provide \$100 classroom gift cards to all full-time classroom teachers and media specialists within the K-12 system to purchase classroom and library supplies. More than 119,430 teachers and media specialists used these cards to purchase instructional materials in FY 2008.

\$14,250,000 to create a new parent support program for at-risk elementary, middle and high schools. These Very Important Parent (VIP) Recruiters will work to strengthen the greatest factor in a student's success – engaged parents and reduce the number of high school dropouts.

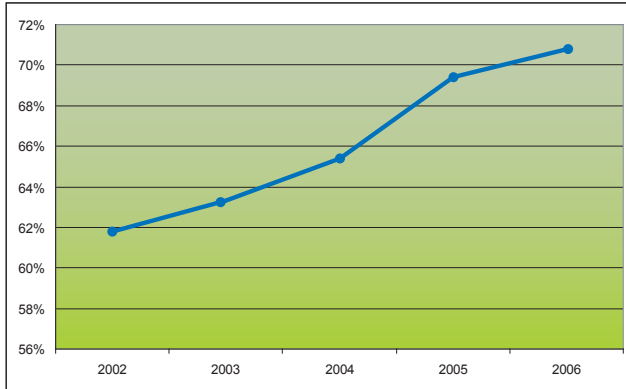


Dropout Rate in Georgia

\$14,452,408 in additional funds to expand the existing graduation coach program to all new middle and high schools. This program began in FY 2007 as an

FY 2009 BUDGET HIGHLIGHTS

innovative way to increase the high school graduation rate. The graduation coaches identify students who are at risk of dropping out of school and develop strategies and interventions to help these students graduate from high school. In the 2006-2007 school year graduation coaches were instrumental in decreasing the number of dropouts by over 2,200 students.



High School Graduation Rate in Georgia

\$1,998,000 to implement a new Math Mentor program.

\$304,490,000 in bonds for capital outlay construction in local school systems.

\$330,000 to provide new teachers with mentors during their first year of teaching. Veteran teachers with Master Teacher certification may earn \$500 per year to mentor one or two new teachers.

UNIVERSITY SYSTEM

\$114,715,169 is recommended to recognize a 3.36 percent increase in credit hours, bringing the total number of hours generated to 6,843,691. The credit hours were generated by a student body of 266,444 students engaged in post-secondary education activities. Both numbers represent an all-time high for the University System of Georgia (USG).

\$6,500,000 in additional funding for Georgia Gwinnett College (GGC) to assist with start up and accreditation requirements is recommended as part of the USG budget – GGC is the first new college in the University System since 1970. The first freshman class of 852 students started in the fall of 2007.

\$14,464,286 to provide the first year of funding for the Board of Regents' Retiree Health Benefit Fund to assist in meeting the Regents' OPEB liability.

\$1,000,000 to increase funding for books and materials for public libraries in addition to \$125,431 to

increase the public library state grants formula based on an increase in state population.

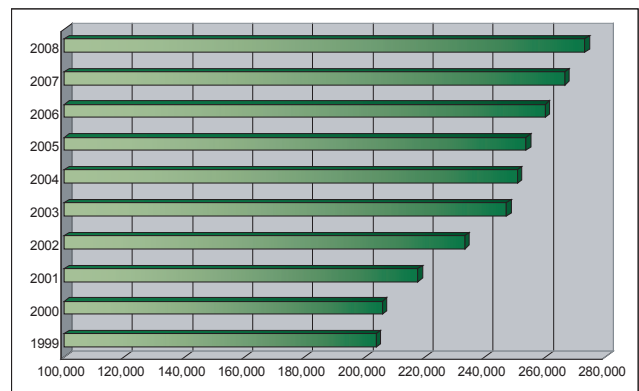
\$216,905,000 in bonds recommended for University System of Georgia (USG) capital outlay projects, specifically targeting Georgia's priority educational needs including a School of Dentistry at Medical College of Georgia, a nursing and health building at Gordon College, a new preparatory school at Georgia Military College, an Engineering Technology Center at Southern Polytechnic State University, and a teacher education building at Macon State College.

\$35,000,000 in cash and \$30,000,000 in general obligation bonds for major rehabilitation and renovation on USG's 35 campuses, representing an investment in the nearly 75 million square feet of real property operated and maintained by the University System.

\$700,000 for the Agricultural Experiment Station and \$300,000 for the Cooperative Extension Service to provide for ongoing maintenance and operating needs across the state.

\$800,000 to complete infrastructure improvements at the UGA-Griffin campus.

\$7,161,000 to expand Medical College of Georgia course offerings to regional campuses throughout Georgia to encourage an increase in medical school enrollment. \$159,000 to add 13 residency slots at teaching hospitals as part of an effort to increase the number of physicians practicing in underserved portions of the state. Currently, Georgia ranks 35th in the nation in physicians per capita.



Enrollment in the University System of Georgia

TECHNICAL AND ADULT EDUCATION

\$93,150,000 in bonds for new construction projects and equipment for the technical college system

FY 2009 BUDGET HIGHLIGHTS

capital outlay projects. This recommendation includes design and construction of a health sciences building at Central Georgia Technical College, construction of new Career Academies, and a life sciences building at Lanier Technical College.

STUDENT FINANCE

Increase Tuition Equalization Grants (TEG) from \$1,100 to \$1,200 per award to assist Georgia students attending private colleges and universities. Georgia has always recognized that private colleges and universities are important partners in ensuring Georgia students have access to higher education.

HEALTHY GEORGIA

Health care costs continue to be a major budgetary challenge to state government. Eligibility verification, utilization management and the implementation of managed care have allowed Georgia to reduce Medicaid appropriations by over \$70,000,000 in the last year without service or eligibility reductions. This has allowed the state to continue to provide quality care to its most vulnerable and needy populations.

This budget continues the diligent efforts made to contain increasing costs related to programs such as Medicaid and the State Health Benefit Plan, and investing in community-based solutions for consumers who will receive the best outcomes in such a setting. These recommendations are designed to best provide for Georgians in their most critical times of need.

BUDGET HIGHLIGHTS

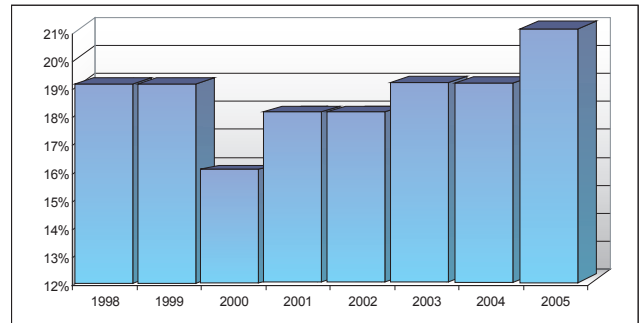
COMMUNITY HEALTH

\$17,296,679 to provide health insurance benefits to children enrolled in the PeachCare program.

\$30,000,000 in state funds (total funds: \$40,190,881) in addition to last year's investment of nearly \$147,000,000 in total funds to provide for Other Post Employment Benefits (OPEB) for retiree healthcare which will fund approximately 75 percent of the annual required contribution.

A 7.5 percent employee premium increase to more closely reflect a 75 percent employer/ 25 percent employee share of health care cost incurred, coupled with strategic health plan pricing as an incentive to employees to enroll in consumer driven health plans.

\$16,935,427 to implement the Health Insurance Partnership, providing small businesses and their employees' access to affordable health insurance, with the goal of decreasing the uninsured population by approximately 25,000 Georgians.



Uninsured in Georgia (Non-Elderly)

\$17,650,154 to more appropriately reimburse for capital expenditures incurred to upgrade Georgia nursing homes.

\$34,688,984 to provide for rate increases for hospitals, trauma hospitals, physicians and home health providers to maintain access and quality of care standards.

HUMAN RESOURCES

\$7,160,798 for public health grant-in-aid funding in order to stabilize the existing public health infrastructure, address health disparities, and to begin redistribution of funding based on population, poverty and uninsured rates.

\$21,000,000 for the state mental health hospitals to improve operations, quality of care and patient outcomes.

\$11,550,000 to fund community based mental health services in order to increase access, serve an additional 11,000 consumers, and mitigate the flow of mental health patients into state hospitals.

\$6,248,458 to fund 500 waiver slots for the Mental Retardation Waiver Program. This represents a continued commitment to the development of these services, as part of the over \$40,000,000 invested in the previous six fiscal years.

\$21,883,875 to satisfy the funding needs of Georgia's child welfare system, and provide appropriate protection and care for the child victims of neglect and abuse.

FY 2009 BUDGET HIGHLIGHTS

SAFE GEORGIA

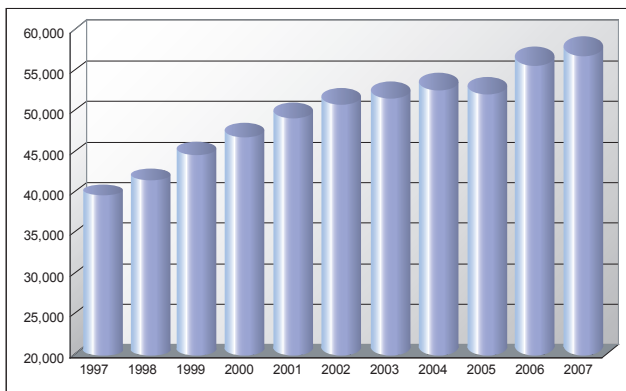
All Georgians should feel safe in their homes, on their streets, and in their communities. Government should provide the framework for this standard of security and confidence. These recommendations are designed to maintain a criminal justice system that can dispense justice swiftly and surely, and provide the law enforcement community with the tools and the resources to detect and prevent crimes, and to respond effectively when crimes do occur.

This budget supports the safety of Georgia's citizens by providing funding and services for those programs and initiatives that meet the performance expectations demanded by the people of this state. Funds are provided to ensure adequate bed space for both adult and juvenile offenders. In addition new funds provide for expanded rehabilitative services for youthful offenders.

BUDGET HIGHLIGHTS

CORRECTIONS

\$28,491,383 to provide the appropriate infrastructure and bed capacity for offenders in the Department of Corrections secure facilities across the state. This will provide over 2,300 secure beds.



Georgia DOC Facility Population

\$1,929,174 for 43 additional hearing officers to serve the 49 statewide judicial circuits under expansion of the probation management act to allow the department to apply swift and proportionate sanctions to violations of probation in order to reduce jail backlogs and make more efficient and effective use of alternatives.

\$5,270,885 to provide funding for 56 positions at 8 day reporting centers within the state as a means of providing intensive substance abuse treatment to probationers who have not responded to more traditional supervision and treatment efforts. This system can help to rehabilitate these individuals and successfully reduce recidivism rates.

GEORGIA BUREAU OF INVESTIGATION

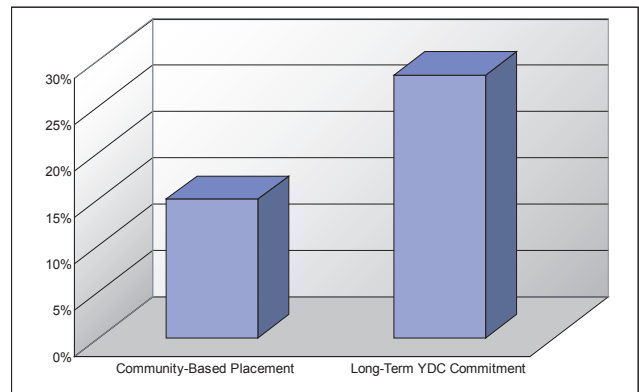
\$238,366 is recommended to expand DNA testing services and assist in the reduction of unsolved and other "cold" cases.

\$1,067,298 to create an Identity Theft Unit to protect Georgia's citizens from instances of identity theft and other cases of fraud and misrepresentation, and vigorously pursue offenders engaging in such activity.

JUVENILE JUSTICE

\$5,266,580 to provide necessary funding for the Institutional Foster Care system in light of changes in federal reimbursement policies.

\$3,199,738 in new funds and \$3,199,738 in existing funds to add 134 Juvenile Probation and Parole Specialist staff in the Community Supervision program to provide rehabilitative services to youth placed in non-secure community settings.



Three-Year Recidivism Rates for DJJ Youth

\$2,000,000 in the Children and Youth Coordinating Council to continue development of a system of care to coordinate delivery of community-based services for children with severe emotional disorders.

PUBLIC SAFETY

\$11,290,480 to provide necessary infrastructure and other investments for the Georgia State Patrol; including three trooper schools to recruit and train new staff, and funding to ensure existing staff are

FY 2009 BUDGET HIGHLIGHTS

able to effectively perform their duties and protect Georgia's roads and the people who travel them.

\$1,976,302 to provide funding for computer-aided dispatch and computer terminals in patrol vehicles; increasing the efficiency of state troopers.

GROWING GEORGIA

Georgia's vast natural and economic resources provide this state with a strong competitive advantage. However, this base must be continually developed and protected. A foundation of solid growth, built on policies that encourage business investment and job growth, has encouraged hundreds of thousands of people to choose Georgia as their home over the past decade. In just seven years, the state's population has increased by 1.4 million persons. Georgia is now the ninth most populous state in the nation, with a population exceeding 9.5 million.

These recommendations reflect the development needs of a rapidly growing state. They include investments in Georgia's economy by maintaining a business climate that sustains the state's existing companies, attracts new business, and empowers small businesses to grow and create jobs throughout the state. Similarly, they preserve the high quality of life Georgia's citizens expect by developing and protecting the state's unique and abundant natural resources.

BUDGET HIGHLIGHTS

TRANSPORTATION

\$131,204,202 in motor fuel funds for local roads, the second highest level of funding since FY 1999.

\$13,300,000 in bonds to purchase 28 clean-fuel buses for route expansion and service improvements and \$4,700,000 in bonds for right-of-way acquisition and construction of a park and ride lot for the Georgia Regional Transportation Authority's Xpress program. Xpress plays an important role in providing the Atlanta region's citizens a reliable commute alternative. Between FY 2006 and FY 2007, Xpress ridership more than doubled, increasing from 754,350 to 1,154,116.

\$230,000,000 in motor-fuel funded bonds for the Governor's Fast Forward program-- with the goal

of promoting short- and long-term congestion relief, spurring economic development, adding capacity to Georgia's highways, and improving the efficiency of the existing highway network.

\$50,000,000 in total funds for the State Transportation Infrastructure Bank (STIB), to be housed at the State Road and Tollway Authority; this is intended as a financial tool (a revolving loan fund) for local governments to accelerate projects to meet their economic and infrastructure needs for roads, bridges, transit, and airports.

\$500,000 to fund implementation of a freight logistics strategy to grow Georgia's logistics industry, spawn economic development, improve freight mobility, and guide future strategic investment in the state's transportation infrastructure.

NATURAL RESOURCES

\$30,000,000 in ongoing funding is recommended to acquire lands for the preservation and protection of Georgia's critical and essential watersheds and wildlife habitats within the Governor's Land Conservation program.

\$25,000,000 in bonds to fund the design and construction of public infrastructure improvements on Jekyll Island.

\$3,000,000 in bonds for the continued development of the Resaca Battlefield Historic Site in preparation for the Civil War commemoration and to support Georgia's cultural tourism efforts.

\$1,000,000 in bonds to renovate aging boat ramps, floating docks, and perform bulkhead repairs for multiple counties to provide Georgia anglers and boating enthusiasts with safe access to public waters is included in the Department of Natural Resources budget.

\$300,000 for the Metropolitan North Georgia Water Planning District to assist with mandated updates for water plans that will help ensure that Georgia's citizens have adequate drinking water demonstrates the commitment this budget makes to ensuring that the state's precious resources are appropriately and effectively managed.

\$675,000 to fill 15 vacant positions in wildlife management areas to provide for adequate law enforcement protection.

FY 2009 BUDGET HIGHLIGHTS

GEORGIA ENVIRONMENTAL FACILITIES AUTHORITY

\$30,000,000 in bonds for reservoirs and water system improvements throughout Georgia.

\$42,000,000 in bonds to fund statewide water and sewer infrastructure loans for local communities through the Georgia Fund program.

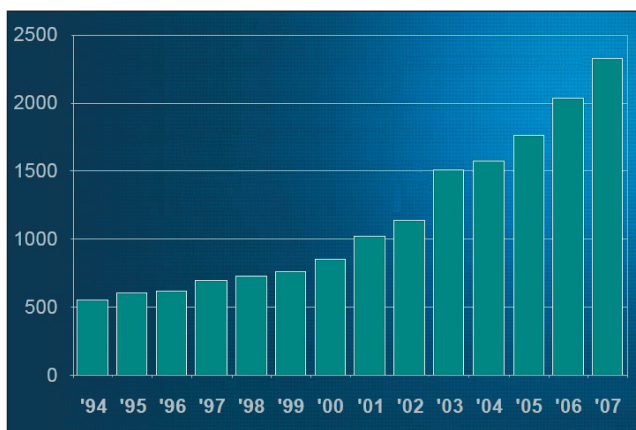
\$2,400,000 in bonds to provide the state match for the federal Clean Water State Revolving Fund for water and sewer infrastructure loans for local communities.

\$5,600,000 in bonds to provide the state match for the federal Drinking Water State Revolving Fund for water and sewer infrastructure loans for local communities.

ECONOMIC DEVELOPMENT

\$9,800,000 in bonds to acquire property, design, and construct additional parking at the Georgia World Congress Center.

\$52,000,000 in total funds, including \$17,000,000 in bonds, to finance dredging of the Savannah Harbor navigation channel from its current depth of 42 feet up to a depth of 48 feet. The Savannah Harbor expansion project will enable the Georgia Ports Authority to accommodate growing volumes of cargo, decrease transportation costs, increase productivity, and allow Georgia to capitalize on the opportunities and benefits connected with international trade.



Port of Savannah Container Throughput, in Thousands of TEUs

\$375,000 to fund the State of Georgia sponsorship of BIO 2009, the global event for biotechnology, with an anticipated attendance of more than 20,000.

BEST MANAGED STATE

Best managed means developing a culture of effectiveness and efficiency at all levels of government and finding innovative solutions to the most difficult problems facing Georgia and its people. A best managed state assesses the long-term implications of current and future policies and programs, provides decision-makers with quality data and information, and tracks progress and recognizes success.

This budget and its recommendations are evidence of a continuing effort to marry the budget development process with policy objectives and management best-practices that will improve efficiency, effectiveness, and outcomes for Georgia.

BUDGET HIGHLIGHTS

DRIVER SERVICES

\$478,173 to improve customer service by providing a comprehensive training and recruitment program for Department of Drivers Services' examiners.

\$1,591,023 to improve security and management of driver's license information and data to protect Georgia's citizens from instances of identity theft and other cases of fraud or misrepresentation.

REVENUE

\$1,210,020 to continue the development of the Department of Revenue's Data Warehouse, and increases the effectiveness and efficiency of the tax collection and revenue dispersal process. An additional \$10,750,000 in bond funding is recommended to aid in the development of this initiative by providing for the infrastructure needs these projects require.

\$10,497,034 in additional funds for the Homeowners Tax Relief Grant program.

FORESTRY COMMISSION

\$2,500,000 in bonds for fire fighting equipment so that rangers can continue to respond to fires in a timely manner, and work to contain them before they spread.

\$131,000 to reestablish the wildfire arson allowing the Commission to more aggressively pursue arsons and

FY 2009 BUDGET HIGHLIGHTS

other state burn law violations, resulting in a reduction in fires and property loss.

\$182,620 for two conservation foresters and two vehicles to assist landowners with land conservation easement donations resulting in increased property protected and preserved

OFFICE OF THE GOVERNOR

\$1,350,000 to improve customer service experiences across the state by enhancing the infrastructure of the state's Call Center and Knowledge Base, and expand the manner in which citizens may more readily access

the information they seek has been included in the Office of Consumer Affairs budget.

\$2,800,000 to fund the necessary management and recovery efforts related to fires, drought, and other natural disasters.

AVIATION AUTHORITY

\$18,400,000 in bonds to purchase one replacement airplane (King Air 350) and four replacement helicopters (Bell 407) for the Aviation Authority (*legislation pending*) to modernize fleet and achieve operational efficiencies across state government.



FINANCIAL SUMMARIES

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Statement of Financial Condition

	June 30, 2006	June 30, 2007
ASSETS:		
Cash and Cash Equivalents	\$6,555,716,746.08	\$10,344,300,446.17
Investments	5,470,397,068.33	4,858,012,381.17
Accounts Receivable	264,834,149.40	172,010,512.31
Other Assets	4,096,940.68	0.00
	\$12,295,044,904.49	\$15,374,323,339.65
LIABILITIES AND FUND EQUITY:		
Liabilities:		
Undrawn Appropriation Allotments	\$1,753,809,820.29	\$1,098,839,555.70
Undistributed Sales Tax	109,400,000.00	140,700,000.00
Unclaimed Bonds and Interest	587,828.35	547,947.50
Deferred Revenue	0.00	7,177,729.18
Funds Held for Others	8,227,206,183.12	11,181,490,817.95
	\$10,091,003,831.76	\$12,428,756,050.33
Fund Equity:		
Fund Balances		
Reserved:		
Appropriation to Department of Transportation	\$62,081,604.77	\$60,545,662.37
Revenue Shortfall Reserve	912,788,624.75	1,617,405,137.32
Lottery for Education:		
Restricted	303,429,097.76	309,524,906.91
Unrestricted	440,784,391.15	569,613,782.90
For Debt Service	0.00	125,880,849.03
Tobacco Settlement Funds	167,511,505.08	156,882,526.54
Guaranteed Revenue Debt Common Reserve Fund	71,690,611.25	71,690,611.25
For Unissued Debt	245,676,937.97	24,983,639.00
	\$2,203,962,772.73	\$2,936,527,115.32
Unreserved:		
Undesignated Surplus	78,300.00	9,040,174.00
	\$2,204,041,072.73	\$2,945,567,289.32
Total Fund Equity	\$2,204,041,072.73	\$2,945,567,289.32
TOTAL LIABILITIES AND FUND EQUITY	\$12,295,044,904.49	\$15,374,323,339.65

State Funds Surplus by Department

Departments/Agencies	FY 2006	FY 2007
General Assembly	\$2,690,253.78	\$1,072,132.69
Audits and Accounts, Department of	345,570.55	538,326.82
Judicial Branch	521,105.86	346,798.67
Accounting Office, State	5,070.73	18,525.22
Administrative Services, Department of	233,180.39	2,451,590.84
Agriculture, Department of	105,230.01	14,298.92
Banking and Finance, Department of	358,133.39	27,907.50
Community Affairs, Department of	760,241.96	1,081,532.86
Community Health, Department of	8,671,964.53	69,344,281.39
Corrections, Department of	1,885,932.57	3,512,990.38
Defense, Department of	56,849.66	27,049.06
Drivers Services, Department of	97,742.25	705,080.32
Bright from the Start: Early Care and Learning, Department of	280.92	1,458.83
Economic Development, Department of	345,186.50	318,060.59
Education, Department of	10,806,643.46	8,172,469.64
Forestry Commission, Georgia	10,962.76	80,868.87
Governor, Office of the	5,611,544.76	1,010,586.80
Human Resources, Department of	7,047,970.69	10,458,265.36
Insurance, Office of Commissioner of	0.00	450,024.66
Investigation, Georgia Bureau of	92,754.02	160,054.33
Juvenile Justice, Department of	2,647,294.62	615,374.37
Labor, Department of	63,700.62	8,927.70
Law, Department of	329,773.40	164,321.29
Natural Resources, Department of	2,008,067.11	1,489,574.32
Pardons and Paroles, State Board of	98,257.37	153,184.81
Properties Commission, State	131,304.00	0.00
Public Safety, Department of	249,823.01	192,545.27
Public Service Commission	11,294.87	3,274.18
Regents, University System of Georgia	1,478,679.98	1,968,148.72
Revenue, Department of	943,617.64	3,798,396.08
Secretary of State	1,356,516.38	1,749,029.13
Soil and Water Conservation Commission	2,955.80	6,597.35
Student Finance Commission, Georgia	1,094.52	20,886.75
Teachers' Retirement System	292,205.57	262,570.50
Technical and Adult Education, Department of	408,999.68	404,658.75
Transportation, Department of	2,365,924.33	423,505.16
Veterans Service, Department of	954,098.51	0.00
Workers' Compensation, State Board of	20,740.92	20,994.57
General Obligation Debt Sinking Fund	78,300.00	4,520,174.00
Total State General Funds Surplus	\$53,089,267.12	\$115,594,466.70
Audited State Funds Surplus, June 30	\$53,089,267.12	\$115,594,466.70
Audited Lottery Funds Surplus, June 30	40,275,337.65	17,391,086.85
Audited Motor Fuel Surplus, June 30		4,520,000.00
Audited Tobacco Funds Surplus, June 30	115,619.80	320,661.81
TOTAL FUNDS SURPLUS	\$93,480,224.57	\$137,826,215.36

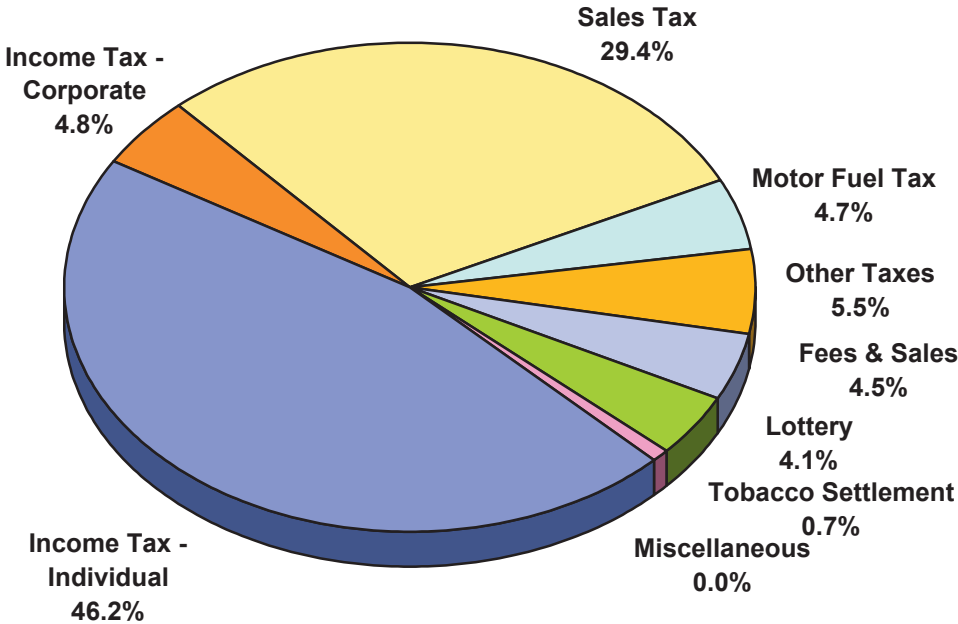
Georgia Revenues: FY 2005- FY 2007 and Estimated FY 2008 - FY 2009

	FY 2005 Reported	FY 2006 Reported	FY 2007 Reported	FY 2008 Estimated	FY 2009 Estimated
1. General Funds					
Taxes: Revenue					
Income Tax - Individual	\$7,276,607,819	\$8,021,933,827	\$8,820,794,306	\$9,287,733,409	\$9,895,481,238
Income Tax - Corporate	729,640,400	862,730,327	1,019,117,939	1,006,491,000	1,023,261,200
Sales and Use Tax-General	5,215,447,136	5,711,915,442	5,915,521,040	6,030,988,430	6,300,840,102
Motor Fuel*	817,833,011	821,159,527	939,034,563	935,380,903	1,002,158,859
Tobacco Taxes	249,070,470	241,503,374	243,276,111	245,709,000	248,166,000
Alcoholic Beverages Tax	152,459,425	157,818,125	181,560,133	185,918,000	190,380,000
Estate Tax	42,930,113	12,786,407	1,426,030		
Property Tax	66,489,431	72,138,489	77,842,189	83,429,813	88,852,098
Taxes: Other					
Insurance Premium Tax	331,612,139	342,982,442	341,745,785	338,486,958	346,949,132
Motor Vehicle License Tax	285,353,902	255,994,021	289,931,262	298,629,200	307,588,076
Total Taxes	<u>\$15,167,443,846</u>	<u>\$16,500,961,980</u>	<u>\$17,830,249,357</u>	<u>\$18,412,766,713</u>	<u>\$19,403,676,705</u>
Interest, Fees and Sales - Department of Revenue					
	128,113,244	199,461,999	151,323,824	110,000,000	152,639,900
Interest - Treasury and Fiscal Services					
Interest on Motor Fuel Deposits	33,762,767	50,291,992	52,529,159	52,529,159	40,000,000
Interest on all other Deposits	14,969,917	55,249,378	105,403,055	80,000,000	60,000,000
Interest Fees and Sales - Other					
Regulatory Fees and Sales					
Drivers Services	50,403,174	61,896,306	63,494,126	64,000,000	64,000,000
Natural Resources	47,452,336	46,958,436	48,830,921	46,000,000	47,000,000
Secretary of State	53,524,647	60,063,070	65,830,011	60,000,000	60,000,000
Labor Department	31,444,019	32,291,937	32,616,320	30,000,000	29,500,000
Human Resources	17,637,660	9,021,409	28,534,965	26,100,000	26,100,000
Banking and Finance	20,682,946	22,814,714	22,125,811	19,637,900	20,137,900
Corrections	14,546,662	13,773,686	14,526,604	14,000,000	14,500,000
Workers' Compensation	13,700,314	16,196,305	16,431,405	17,165,000	17,500,000
Public Service Commission	2,073,149	1,140,575	2,066,311	1,140,000	1,140,000
Nursing Home Provider Fees	101,430,308	95,606,731	111,767,509	120,805,958	120,805,958
Care Management Organization Fees		5,071,682	127,600,688	147,953,219	153,360,265
Indigent Defense Fees	27,526,643	37,422,286	43,304,260	43,304,260	43,304,260
Peace Officers' and Prosecutors' Training Funds	26,316,514	23,723,762	27,360,053	28,000,000	29,000,000
All Other Departments	62,968,520	106,813,340	96,447,261	91,521,683	94,181,038
Total Regulatory Fees and Sales	<u>\$646,552,820</u>	<u>\$837,797,609</u>	<u>\$1,010,192,282</u>	<u>\$952,157,179</u>	<u>\$973,169,321</u>
2. Total General Funds	<u>\$15,813,996,666</u>	<u>\$17,338,759,589</u>	<u>\$18,840,441,639</u>	<u>\$19,364,923,892</u>	<u>\$20,376,846,026</u>
3. Lottery Funds	\$813,490,096	\$847,970,098	\$892,023,459	\$841,554,506	\$882,255,743
4. Tobacco Settlement Funds	159,362,266	149,348,812	156,766,907	148,344,341	159,069,341
5. Brain and Spinal Injury Trust Fund	1,689,400	4,560,600	3,007,691	1,968,993	1,968,993
6. Other					
a. Payments from Georgia Correctional Industries					5,000,000
b. Guaranteed Revenue Debt Interest	1,387,202	2,546,934	3,736,864		
7. Supplemental Fund Sources					
Mid-year Adjustment Reserve				188,404,416	
TOTAL REVENUES AVAILABLE	<u>\$16,789,925,631</u>	<u>\$18,343,186,033</u>	<u>\$19,895,976,559</u>	<u>\$20,545,196,148</u>	<u>\$21,425,140,103</u>

*Fiscal Year 2007 reported collections reflect actual cash receipts collected by the Office of the Treasury and Fiscal Services and reported by the State Accounting Office for the Fiscal Year ending June 30, 2007. However, motor fuel collections as reported by the Department of Revenue are the basis for determining the mid-year appropriation of Motor Fuel Funds. For Fiscal Year 2007 this amount is \$927,572,644 (see Article III, Section IX, Paragraph VI of the Constitution of Georgia and OCGA 50-17-23 (b)(3)).

Georgia Estimated Revenues FY 2009

FY 2009 Estimated Revenues
Total: \$21,425,140,103



Summary of Appropriations

Governor's Recommendation - FY 2009

Departments/Agencies	FY 2008 Current Budget	Changes	FY 2009 Recommended
Legislative Branch			
Georgia Senate	\$10,942,603	\$459,588	\$11,402,191
Georgia House of Representatives	18,995,716	855,234	19,850,950
Georgia General Assembly Joint Offices	9,925,594	478,855	10,404,449
Audits and Accounts, Department of	34,642,067	1,124,330	35,766,397
Judicial Branch			
Court of Appeals	13,808,111	1,756,145	15,564,256
Judicial Council	16,198,503	2,121,660	18,320,163
Juvenile Courts	6,703,551	50,120	6,753,671
Prosecuting Attorneys	57,401,675	3,371,180	60,772,855
Superior Courts	60,845,688	4,724,966	65,570,654
Supreme Court	8,700,335	709,950	9,410,285
Executive Branch			
Accounting Office, State	7,205,916	(1,525,456)	5,680,460
Administrative Services, Department of	16,118,189	(835,119)	15,283,070
Agriculture, Department of	46,192,622	2,012,582	48,205,204
Banking and Finance, Department of	12,218,642	892,414	13,111,056
Community Affairs, Department of	140,821,229	(14,552,999)	126,268,230
Community Health, Department of	2,482,108,214	58,443,677	2,540,551,891
Corrections, Department of	1,100,549,710	92,372,940	1,192,922,650
Defense, Department of	11,344,298	230,598	11,574,896
Driver Services, Department of	61,420,009	2,923,875	64,343,884
Bright from the Start: Early Care and Learning, Department of	329,443,829	12,228,853	341,672,682
Economic Development, Department of	49,522,812	(8,951,683)	40,571,129
Education, Department of	7,806,980,808	393,496,235	8,200,477,043
Employees' Retirement System	4,674,801	101,525	4,776,326
Forestry Commission, Georgia	37,140,677	3,629,192	40,769,869
Governor, Office of the	46,716,383	5,729,909	52,446,292
Human Resources, Department of	1,563,191,298	126,242,839	1,689,434,137
Insurance, Office of Commissioner of	18,864,818	736,704	19,601,522
Investigation, Georgia Bureau of	74,268,077	2,532,804	76,800,881
Juvenile Justice, Department of	321,988,293	24,434,604	346,422,897
Labor, Department of	55,209,022	1,249,893	56,458,915
Law, Department of	18,446,804	1,837,646	20,284,450
Natural Resources, Department of	130,555,764	243,890	130,799,654
Pardon and Paroles, State Board of	55,612,881	2,636,156	58,249,037
Properties Commission, State	1,250,000	(1,250,000)	0
Public Defender Standards Council, Georgia	35,430,140	6,743,991	42,174,131
Public Safety, Department of	121,232,673	22,756,897	143,989,570
Public Service Commission	9,965,190	479,271	10,444,461
Regents, University System of Georgia	2,135,814,859	218,533,526	2,354,348,385
Revenue, Department of	554,241,659	18,175,582	572,417,241
Secretary of State	39,639,484	3,548,949	43,188,433

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Summary of Appropriations Governor's Recommendation - FY 2009

Departments/Agencies	FY 2008 Current Budget	Changes	FY 2009 Recommended
Soil and Water Conservation Commission	3,517,863	86,269	3,604,132
Student Finance Commission, Georgia	556,920,642	28,568,121	585,488,763
Teachers' Retirement System	1,555,000	(153,000)	1,402,000
Technical and Adult Education, Department of	373,317,567	13,847,127	387,164,694
Transportation, Department of	773,787,194	77,332,661	851,119,855
Veterans Service, Department of	25,286,306	(187,058)	25,099,248
Workers' Compensation, State Board of	17,268,050	684,160	17,952,210
General Obligation Debt Sinking Fund	934,608,991	101,615,943	1,036,224,934
TOTAL STATE FUNDS APPROPRIATIONS	\$20,212,594,557	\$1,212,545,546	\$21,425,140,103
<u>Less:</u>			
Lottery Funds	841,554,506	40,701,237	882,255,743
Tobacco Settlement Funds	148,344,341	10,725,000	159,069,341
Brain and Spinal Injury Trust Fund	3,063,194	(1,094,201)	1,968,993
Motor Fuel Funds	919,427,200	122,731,659	1,042,158,859
TOTAL STATE GENERAL FUNDS APPROPRIATIONS	\$18,300,205,316	\$1,039,481,851	\$19,339,687,167

Summary of Appropriations: By Policy Area Governor's Recommendation - FY 2009

Departments/Agencies	FY 2008 Current Budget	Changes	FY 2009 Recommended
Educated Georgia			
Bright from the Start: Early Care and Learning, Department of	\$4,586,483	\$68,051	\$4,654,534
Lottery Funds	324,857,346	12,160,802	337,018,148
Education, Department of	7,806,980,808	393,496,235	8,200,477,043
Regents, University System of Georgia	2,130,064,859	217,033,526	2,347,098,385
Tobacco Settlement Funds	5,750,000	1,500,000	7,250,000
Student Finance Commission, Georgia	40,223,482	27,686	40,251,168
Lottery Funds	516,697,160	28,540,435	545,237,595
Teachers' Retirement System	1,555,000	(153,000)	1,402,000
Technical and Adult Education, Department of	373,317,567	13,847,127	387,164,694
Total	\$11,204,032,705	\$666,520,862	\$11,870,553,567
Healthy Georgia			
Community Health, Department of	\$2,428,284,558	\$50,693,677	\$2,478,978,235
Tobacco Settlement Funds	53,823,656	7,750,000	61,573,656
Human Resources, Department of	1,533,218,551	125,862,040	1,659,080,591
Tobacco Settlement Funds	26,909,553	1,475,000	28,384,553
Brain and Spinal Injury Trust Fund	3,063,194	(1,094,201)	1,968,993
Veterans Service, Department of	25,286,306	(187,058)	25,099,248
Total	\$4,070,585,818	\$184,499,458	\$4,255,085,276
Safe Georgia			
Corrections, Department of	\$1,100,549,710	\$92,372,940	\$1,192,922,650
Defense, Department of	11,344,298	\$230,598	11,574,896
Investigation, Georgia Bureau of	74,268,077	2,532,804	76,800,881
Juvenile Justice, Department of	321,988,293	24,434,604	346,422,897
Pardons and Paroles, State Board of	55,612,881	2,636,156	58,249,037
Public Safety, Department of	121,232,673	22,756,897	143,989,570
Total	\$1,684,995,932	\$144,963,999	\$1,829,959,931
Best Managed State			
Georgia Senate	\$10,942,603	\$459,588	\$11,402,191
Georgia House of Representatives	18,995,716	855,234	19,850,950
Georgia General Assembly Joint Offices	9,925,594	478,855	10,404,449
Audits and Accounts, Department of	34,642,067	1,124,330	35,766,397
Court of Appeals	13,808,111	1,756,145	15,564,256
Judicial Council	16,198,503	2,121,660	18,320,163
Juvenile Courts	6,703,551	50,120	6,753,671
Prosecuting Attorneys	57,401,675	3,371,180	60,772,855
Superior Courts	60,845,688	4,724,966	65,570,654
Supreme Court	8,700,335	709,950	9,410,285
Accounting Office, State	7,205,916	(1,525,456)	5,680,460
Administrative Services, Department of	16,118,189	(835,119)	15,283,070
Banking and Finance, Department of	12,218,642	892,414	13,111,056
Driver Services, Department of	61,420,009	2,923,875	64,343,884
Employees' Retirement System	4,674,801	101,525	4,776,326

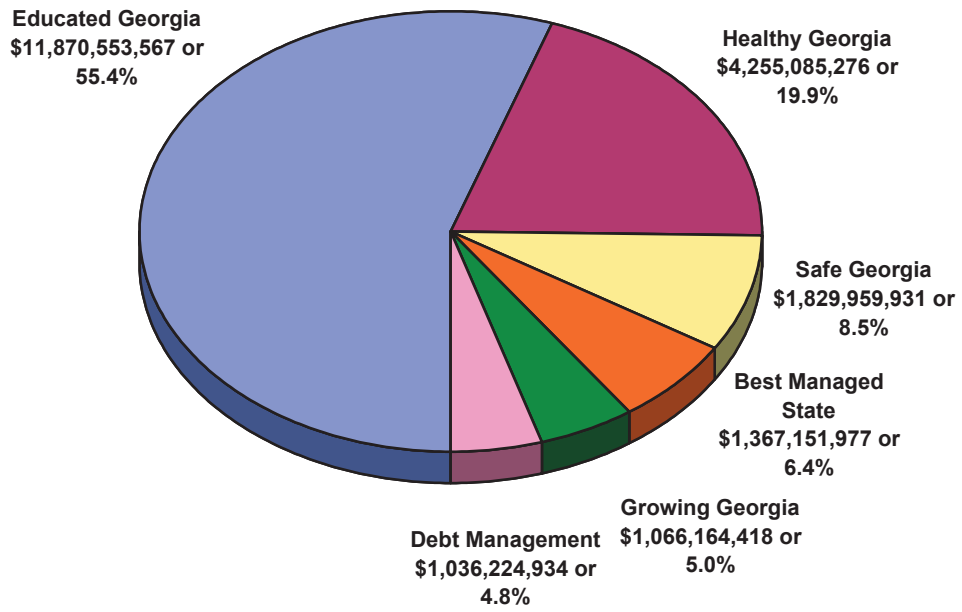
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Summary of Appropriations: By Policy Area Governor's Recommendation - FY 2009

Departments/Agencies	FY 2008 Current Budget	Changes	FY 2009 Recommended
Forestry Commission, Georgia	37,140,677	3,629,192	40,769,869
Governor, Office of the	46,716,383	5,729,909	52,446,292
Insurance, Office of the Commissioner of	18,864,818	736,704	19,601,522
Labor, Department of	55,209,022	1,249,893	56,458,915
Law, Department of	18,446,804	1,837,646	20,284,450
Natural Resources, Department of	130,555,764	243,890	130,799,654
Properties Commission, State	1,250,000	(1,250,000)	0
Public Defender Standards Council, Georgia	35,430,140	6,743,991	42,174,131
Public Service Commission	9,965,190	479,271	10,444,461
Revenue, Department of	554,091,659	18,175,582	572,267,241
Tobacco Settlement Funds	150,000		150,000
Secretary of State	39,639,484	3,548,949	43,188,433
Soil and Water Conservation Commission	3,517,863	86,269	3,604,132
Workers' Compensation, State Board of	17,268,050	684,160	17,952,210
Total	\$1,308,047,254	\$59,104,723	\$1,367,151,977
Growing Georgia			
Agriculture, Department of	\$46,192,622	\$2,012,582	\$48,205,204
Community Affairs, Department of	93,697,896	(14,552,999)	79,144,897
Tobacco Settlement Funds	47,123,333		47,123,333
Economic Development, Department of	49,522,812	(8,951,683)	40,571,129
Transportation, Department of	23,372,316	1,190,023	24,562,339
Motor Fuel Funds	750,414,878	76,142,638	826,557,516
Total	\$1,010,323,857	\$55,840,561	\$1,066,164,418
Debt Management			
General Obligation Debt Sinking Fund	\$765,596,669	\$55,026,922	\$820,623,591
Motor Fuel Funds	169,012,322	46,589,021	215,601,343
Total	\$934,608,991	\$101,615,943	\$1,036,224,934
TOTAL STATE FUNDS APPROPRIATIONS	\$20,212,594,557	\$1,212,545,546	\$21,425,140,103
<u>Less:</u>			
Lottery Funds	841,554,506	40,701,237	882,255,743
Tobacco Settlement Funds	148,344,341	10,725,000	159,069,341
Brain and Spinal Injury Trust Fund	3,063,194	(1,094,201)	1,968,993
Motor Fuel Funds	919,427,200	122,731,659	1,042,158,859
TOTAL STATE GENERAL FUNDS APPROPRIATIONS	\$18,300,205,316	\$1,039,481,851	\$19,339,687,167

State Funds by Policy Area Governor's Recommendation - FY 2009

**FY 2009 State Funds
Total: \$21,425,140,103**



Expenditures and Appropriations: State Funds

Governor's Recommendation - FY 2009

Departments/Agencies	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Recommended
Legislative Branch				
Georgia Senate	\$8,524,126	\$8,994,287	\$10,942,603	\$11,402,191
Georgia House of Representatives	15,682,309	16,307,150	18,995,716	19,850,950
Georgia General Assembly Joint Offices	11,740,696	8,665,862	9,925,594	10,404,449
Audits and Accounts, Department of	29,391,760	31,412,919	34,642,067	35,766,397
Judicial Branch				
Court of Appeals	13,957,520	13,106,502	13,808,111	15,564,256
Judicial Council	13,015,495	13,439,083	16,198,503	18,320,163
Juvenile Courts	6,292,039	6,501,268	6,703,551	6,753,671
Prosecuting Attorneys	49,316,136	52,003,847	57,401,675	60,772,855
Superior Courts	52,307,860	54,235,096	60,845,688	65,570,654
Supreme Court	7,647,980	8,157,337	8,700,335	9,410,285
Executive Branch				
Accounting Office, State	1,369,505	6,802,841	7,205,916	5,680,460
Administrative Services, Department of	24,069,430	21,306,672	16,118,189	15,283,070
Agriculture, Department of	42,777,970	42,906,900	46,192,622	48,205,204
Banking and Finance, Department of	10,710,388	11,555,308	12,218,642	13,111,056
Community Affairs, Department of	81,185,764	140,613,758	140,821,229	126,268,230
Community Health, Department of	2,005,735,654	2,077,745,248	2,482,108,214	2,540,551,891
Corrections, Department of	979,079,829	997,671,247	1,100,549,710	1,192,922,650
Defense, Department of	8,419,456	8,797,941	11,344,298	11,574,896
Driver Services, Department of	47,313,507	52,876,939	61,420,009	64,343,884
Bright from the Start: Early Care and Learning, Department of	293,936,119	313,635,532	329,443,829	341,672,682
Economic Development, Department of	31,376,666	34,714,269	49,522,812	40,571,129
Education, Department of	6,602,214,491	7,400,502,411	7,806,980,808	8,200,477,043
Employees' Retirement System	5,112,647	8,077,095	4,674,801	4,776,326
Forestry Commission, Georgia	33,425,411	33,922,187	37,140,677	40,769,869
Governor, Office of the	36,123,988	69,865,299	46,716,383	52,446,292
Human Resources, Department of	1,416,587,057	1,432,526,488	1,563,191,298	1,689,434,137
Insurance, Office of Commissioner of	16,131,375	17,236,944	18,864,818	19,601,522
Investigation, Georgia Bureau of	69,810,919	55,234,249	74,268,077	76,800,881
Juvenile Justice, Department of	284,895,413	293,901,429	321,988,293	346,422,897
Labor, Department of	53,797,214	50,359,884	55,209,022	56,458,915
Law, Department of	17,214,401	14,589,644	18,446,804	20,284,450
Natural Resources, Department of	114,091,951	106,154,306	130,555,764	130,799,654
Pardons and Paroles, State Board of	48,242,595	49,990,575	55,612,881	58,249,037
Properties Commission, State			1,250,000	
Public Defender Standards Council, Georgia	37,121,294	36,360,758	35,430,140	42,174,131
Public Safety, Department of	92,213,018	103,530,841	121,232,673	143,989,570
Public Service Commission	8,460,479	9,043,821	9,965,190	10,444,461
Regents, University System of Georgia	1,821,935,991	1,933,036,195	2,135,814,859	2,354,348,385
Revenue, Department of	524,713,155	537,144,924	554,241,659	572,417,241
Secretary of State	36,453,391	35,406,076	39,639,484	43,188,433
Soil and Water Conservation Commission	3,701,855	3,090,966	3,517,863	3,604,132
Student Finance Commission, Georgia	490,489,322	507,536,847	556,920,642	585,488,763

[Continued on next page]

Expenditures and Appropriations: State Funds Governor's Recommendation - FY 2009

Departments/Agencies	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Recommended
Teachers' Retirement System	1,687,794	1,497,430	1,555,000	1,402,000
Technical and Adult Education, Department of	329,477,420	336,782,686	373,317,567	387,164,694
Transportation, Department of	974,769,567	612,153,278	773,787,194	851,119,855
Veterans Service, Department of	21,281,385	23,409,505	25,286,306	25,099,248
Workers' Compensation, State Board of	15,706,280	16,079,599	17,268,050	17,952,210
General Obligation Debt Sinking Fund	863,830,091	953,134,753	934,608,991	1,036,224,934
TOTAL STATE FUNDS APPROPRIATIONS	\$17,653,338,713	\$18,562,018,196	\$20,212,594,557	\$21,425,140,103
<u>Less:</u>				
Lottery Funds	744,885,910	780,468,189	841,554,506	882,255,743
Tobacco Settlement Funds	156,623,291	147,518,095	148,344,341	159,069,341
Brain and Spinal Injury Trust Fund	3,000,000	3,007,691	3,063,194	1,968,993
Motor Fuel Funds	1,117,226,624	750,028,692	919,427,200	1,042,158,859
TOTAL STATE GENERAL FUNDS APPROPRIATIONS	\$15,631,602,888	\$16,880,995,529	\$18,300,205,316	\$19,339,687,167

Note:

Program and fund source expenditure data for FY 2006 and FY 2007 included in this budget document were obtained from the Budgetary Compliance Report issued by the State Accounting Office and are for comparison purposes only. The Department of Audits and Accounts performed certain procedures, which are enumerated in the "Independent Accountant's Report on Applying Agreed-Upon Procedures," for the purpose of assessing the accuracy of the financial information contained within the Budgetary Compliance Report. Expenditure data should not be construed to present the financial position or results of the operations of the State of Georgia as a whole. Such information is presented in the State of Georgia Comprehensive Annual Financial Report and the State of Georgia Single Audit Report.

Expenditures and Appropriations: Total Funds

Governor's Recommendation - FY 2009

Departments/Agencies	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Recommended
Legislative Branch				
Georgia Senate	8,524,126	9,519,316	10,942,603	\$11,402,191
Georgia House of Representatives	15,682,309	16,875,335	18,995,716	19,850,950
Georgia General Assembly Joint Offices	11,740,696	9,338,131	9,925,594	10,404,449
Audits and Accounts, Department of	29,391,760	31,412,919	34,642,067	35,766,397
Judicial Branch				
Court of Appeals	14,087,849	13,257,444	\$13,958,111	15,714,256
Judicial Council	15,242,460	15,726,805	19,048,050	18,320,163
Juvenile Courts	7,065,424	6,941,607	7,151,007	6,753,671
Prosecuting Attorneys	56,721,511	61,980,929	59,168,721	62,539,901
Superior Courts	52,393,121	54,290,096	60,845,688	65,570,654
Supreme Court	7,682,004	8,182,560	8,700,335	9,410,285
Executive Branch				
Accounting Office, State	13,605,841	\$17,624,732	16,464,688	14,939,232
Administrative Services, Department of	\$164,782,628	166,295,762	165,929,280	156,791,162
Agriculture, Department of	57,889,015	55,177,704	54,926,632	59,639,214
Banking and Finance, Department of	10,835,388	11,555,308	12,218,642	13,111,056
Community Affairs, Department of	249,744,757	306,844,195	286,980,800	285,356,307
Community Health, Department of	9,193,396,033	10,465,304,482	11,457,296,223	12,435,539,988
Corrections, Department of	1,040,289,288	1,080,980,539	1,124,626,358	1,251,879,200
Defense, Department of	37,387,503	42,355,703	40,973,340	41,348,336
Driver Services, Department of	52,629,768	56,815,344	62,141,465	67,195,063
Bright from the Start: Early Care and Learning, Department of	412,220,745	434,265,528	451,305,508	463,788,568
Economic Development, Department of	34,291,911	34,734,513	49,543,056	40,591,373
Education, Department of	8,267,110,127	9,019,225,384	8,941,022,862	9,842,372,899
Employees' Retirement System	26,811,299	30,417,118	25,234,071	22,644,632
Forestry Commission, Georgia	50,249,660	81,508,708	50,670,582	54,299,774
Governor, Office of the	118,594,220	126,879,701	59,253,461	91,887,639
Human Resources, Department of	3,364,209,542	3,243,268,884	3,488,474,180	3,567,233,872
Insurance, Office of Commissioner of	17,146,393	17,767,742	19,916,605	20,653,309
Investigation, Georgia Bureau of	123,537,794	115,473,100	109,039,275	126,931,904
Juvenile Justice, Department of	308,275,962	320,421,886	343,268,352	362,818,881
Labor, Department of	399,465,803	402,581,303	353,640,288	422,321,160
Law, Department of	54,357,905	56,544,368	55,273,044	57,126,700
Natural Resources, Department of	279,934,086	294,376,061	165,611,317	291,481,240
Pardons and Paroles, State Board of	49,576,323	51,403,012	55,612,881	59,055,087
Personnel Administration, State	17,771,150	14,749,747	13,728,359	14,225,080
Properties Commission, State	3,261,962	6,059,809	2,249,895	3,891,416
Public Defender Standards Council, Georgia	57,349,002	67,108,875	40,265,178	43,874,131
Public Safety, Department of	135,483,412	152,425,779	138,944,014	187,403,647
Public Service Commission	9,110,487	9,717,313	10,414,190	11,114,461
Regents, University System of Georgia	4,406,198,236	4,669,324,384	5,077,824,782	5,402,841,345
Revenue, Department of	544,639,524	560,467,943	561,247,007	592,163,511
Secretary of State	41,755,222	39,510,960	41,139,767	44,688,716

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Expenditures and Appropriations: Total Funds Governor's Recommendation - FY 2009

Departments/Agencies	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Recommended
Soil and Water Conservation Commission	12,352,110	12,194,353	13,574,056	13,660,325
Student Finance Commission, Georgia	494,327,765	516,014,831	563,063,788	591,381,909
Teachers' Retirement System	22,846,853	24,552,894	27,906,456	28,008,781
Technical and Adult Education, Department of	533,716,890	549,366,689	523,117,567	637,279,694
Transportation, Department of	2,765,534,780	5,134,829,472	2,118,137,339	2,140,201,437
Veterans Service, Department of	34,111,900	45,374,292	37,206,185	36,076,627
Workers' Compensation, State Board of	16,232,694	16,662,438	17,268,050	18,152,210
General Obligation Debt Sinking Fund	863,830,091	953,134,753	934,608,991	1,036,224,934
TOTAL FUNDS APPROPRIATIONS	\$34,503,395,329	\$39,430,840,751	\$37,753,496,426	\$40,805,927,737

Total Debt Authorized by State Agency In General Obligation and Revenue Bonds

The following table sets forth by purpose the aggregate general obligation debt and guaranteed revenue debt authorized by the General Assembly of the State for the fiscal years ended June 30, 1975 through June 30, 2008. The amounts of such general obligation debt and guaranteed revenue debt actually issued through December 31, 2007 and the remaining amounts authorized but unissued have been aggregated for presentation in the third and fourth columns of this table and labeled "State Obligations Issued" and "Unissued Authorized Indebtedness."

<u>Agency</u>	General Obligation Debt Authorized	Guaranteed Revenue Debt Authorized	State Obligations Issued	Unissued Authorized Indebtedness
Transportation	\$3,799,330,000	\$755,245,000	\$4,478,550,000	\$76,025,000
School Construction	4,376,850,000		4,087,860,000	288,990,000
University Facilities	3,427,988,000		3,427,988,000	
World Congress Center	619,330,000		619,330,000	
Human Resources Facilities	300,340,000		300,340,000	
Port Facilities	596,425,000		595,635,000	790,000
Correctional Facilities	799,440,000		799,440,000	
Public Safety Facilities	66,745,000		66,745,000	
Georgia Bureau of Investigation	80,575,000		80,575,000	
Georgia Department of Revenue	18,325,000		18,325,000	
Department of Labor	53,810,000		53,810,000	
Department of Natural Resources	543,405,000		533,475,000	9,930,000
Technical and Adult Education	996,057,000		996,057,000	
Environmental Facilities Authority	431,000,000	97,470,000	528,470,000	
Department of Administrative Services	57,605,000		57,605,000	
Department of Agriculture	32,530,000		32,530,000	
Georgia Building Authority	499,740,000		499,740,000	
Stone Mountain Memorial Assn.	48,400,000		48,400,000	
Department of Veterans Services	12,345,000		11,295,000	1,050,000
Jekyll Island State Park Authority	28,190,000		28,190,000	
Office of the Secretary of State	55,050,000		55,050,000	
Department of Defense	19,610,000		14,825,000	4,785,000
Department of Community Affairs	8,200,000		8,200,000	
Department of Economic Development	151,265,000		151,265,000	
Georgia Emergency Management Agency	200,000		200,000	
State Soil & Water Conservation	3,840,000		3,840,000	
Department of Juvenile Justice	236,335,000		236,335,000	
Georgia Golf Hall of Fame	6,000,000		6,000,000	
Georgia Forestry Commission	17,235,000		17,235,000	
Georgia Agricultural Exposition Authority	14,055,000		14,055,000	
Other	31,600,000		31,600,000	
Subtotal	\$17,331,820,000	\$852,715,000	\$17,802,965,000	\$381,570,000
Net Increase resulting from the 1986B, 1992A, 1993E, GEFA Series 1997, GA 400 Tollway Series 1998, 1998E, 2004C, 2005B and 2007C refunding bond issues.	\$136,460,000	\$6,925,000	\$143,385,000	
TOTAL	\$17,468,280,000	\$859,640,000	\$17,946,350,000	\$381,570,000

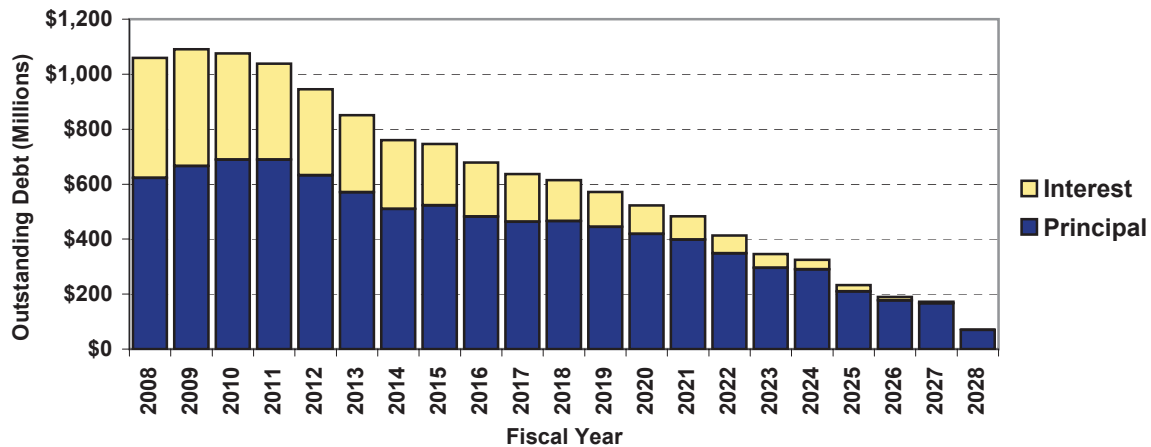
Source: Georgia State Financing and Investment Commission

Principal and Interest Owed On Outstanding Bonds

The following table sets forth the aggregate fiscal year debt service of the State of Georgia for all outstanding general obligation and guaranteed revenue debt as of December 30, 2007.

Fiscal Year	General Obligation Debt Principal	Guaranteed Revenue Principal	Total Principal	Total Interest	Total Debt Service
2008	\$583,745,000	\$39,300,000	\$623,045,000	\$436,527,492	\$1,059,572,492
2009	625,065,000	41,145,000	666,210,000	423,868,523	1,090,078,523
2010	645,455,000	43,120,000	688,575,000	387,355,276	1,075,930,276
2011	645,510,000	43,535,000	689,045,000	349,307,874	1,038,352,874
2012	584,905,000	47,675,000	632,580,000	313,077,324	945,657,324
2013	538,470,000	32,390,000	570,860,000	279,700,355	850,560,355
2014	475,785,000	34,125,000	509,910,000	250,265,006	760,175,006
2015	486,130,000	35,945,000	522,075,000	223,448,408	745,523,408
2016	443,800,000	37,840,000	481,640,000	196,497,904	678,137,904
2017	423,950,000	39,830,000	463,780,000	172,508,660	636,288,660
2018	423,580,000	41,925,000	465,505,000	148,973,121	614,478,121
2019	400,845,000	44,045,000	444,890,000	126,154,359	571,044,359
2020	372,205,000	46,305,000	418,510,000	104,574,190	523,084,190
2021	349,585,000	48,675,000	398,260,000	84,418,414	482,678,414
2022	326,605,000	21,545,000	348,150,000	65,574,290	413,724,290
2023	273,500,000	22,650,000	296,150,000	50,105,059	346,255,059
2024	265,485,000	23,810,000	289,295,000	35,736,044	325,031,044
2025	209,030,000		209,030,000	23,443,988	232,473,988
2026	176,835,000		176,835,000	13,053,575	189,888,575
2027	166,450,000		166,450,000	5,711,375	172,161,375
2028	69,595,000		69,595,000	1,018,763	70,613,763
TOTAL	\$8,486,530,000	\$643,860,000	\$9,130,390,000	\$3,691,319,997	\$12,821,709,997

Source: Georgia State Financing and Investment Commission



* FY 2008 is debt outstanding as of June 30, 2007 plus all debt issued through December 31, 2007

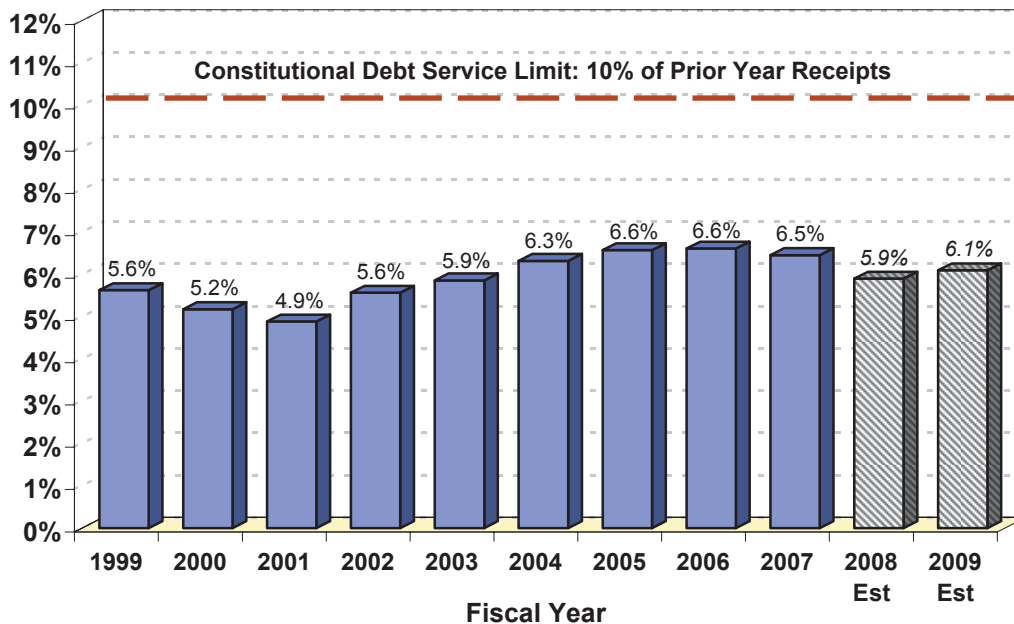
State Debt Service as a Percentage of Prior Year Net Treasury Receipts

The following sets forth the highest aggregate annual debt service (including recommended debt) as a percentage of the net treasury receipts for the prior fiscal year. Prior to FY 1984 the maximum percentage allowed by the Constitution was 15 percent.

Fiscal Year	Highest Annual Debt Service	Prior Year Net Treasury Receipts	Percentage
2009 (Est.)	\$1,251,895,334	\$20,545,196,148	6.1%
2008 (Est.)	1,173,214,321	19,895,976,560	5.9%
2007	1,183,981,964	18,343,186,033	6.5%
2006	1,109,553,454	16,789,925,631	6.6%
2005	1,020,462,428	15,530,262,707	6.6%
2004	931,047,735	14,737,541,220	6.3%
2003	885,771,950	15,126,479,334	5.9%
2002	877,399,865	15,768,578,047	5.6%
2001	730,856,404	14,959,980,702	4.9%
2000	700,994,815	13,539,916,503	5.2%
1999	702,079,328	12,478,602,944	5.6%

Source: Debt Service from Georgia State Financing and Investment Commission

State Debt Service as Percentage of Prior Year Net Treasury Receipts

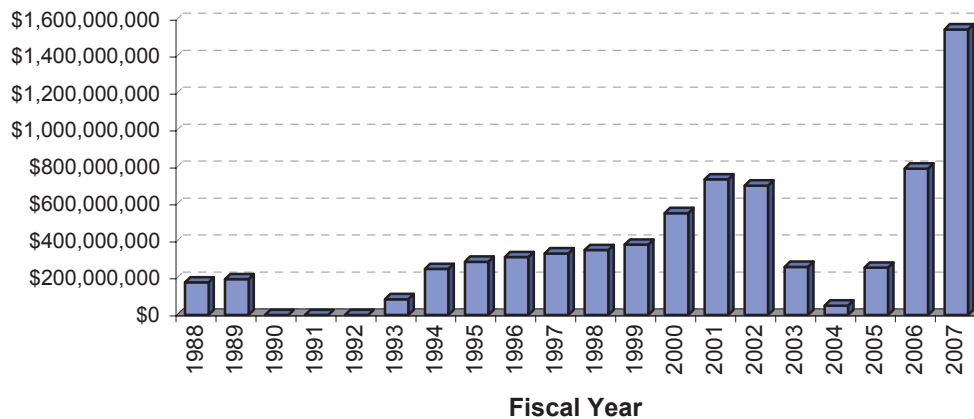


Revenue Shortfall Reserve

The 1976 session of the General Assembly created the Revenue Shortfall Reserve in lieu of the Working Reserve. This reserve acts as a savings account or "rainy day" fund for the state should revenue collections decline unexpectedly or uncontrollably. Current law provides that the reserve cannot exceed 10% of the previous fiscal year's net revenue. For each fiscal year, the General Assembly may appropriate an amount up to 1% of the net revenue collections of the preceding fiscal year for funding increased K-12 needs. In addition, the Governor has the authority to release funds from the reserve in excess of 4% of the net revenue of the preceding fiscal year. The chart for FY 2007 includes agency surplus collected after June 30, 2007 and does not include funds used for mid-year K-12 adjustment.

Fiscal Year	Revenue Shortfall Reserve
1988	\$176,727,306
1989	194,030,593
1990	- 0 -
1991	- 0 -
1992	- 0 -
1993	85,537,891 <i>Partially filled</i>
1994	249,484,896 <i>Partially filled</i>
1995	288,769,754
1996	313,385,534
1997	333,941,806
1998	351,545,470
1999	380,883,294
2000	551,277,500 <i>Maximum increased from 3% to 4%</i>
2001	734,449,390 <i>Maximum increased from 4% to 5%</i>
2002	700,273,960
2003	260,600,570 <i>Partially filled</i>
2004	51,577,479 <i>Partially filled</i>
2005	256,664,658 <i>Partially filled (Statute changed to two tier method as described above)</i>
2006	792,490,296 <i>Exceeds 4% of Net Revenue Collections</i>
2007	1,544,595,188 <i>Exceeds 4% of Net Revenue Collections</i>

Revenue Shortfall Reserve Amounts



Tobacco Settlement Funds

Governor's Recommendation

Use of Tobacco Settlement Funds		FY 2008 Current Budget	FY 2009 Recommendations
RURAL ECONOMIC DEVELOPMENT			
OneGeorgia Authority	DCA	\$47,123,333	\$47,123,333
HEALTHCARE			
Direct Healthcare			
Medicaid (Includes expansion for pregnant women and infants)	DCH	13,999,451	13,999,451
Critical Access Hospital reimbursement	DCH	3,500,000	3,500,000
Rural Primary Care Access Initiative	DCH	1,350,000	10,600,000
Medicaid Inpatient Hospital Reimbursement	DCH	30,000,000	30,000,000
Community Care Services Program	DHR	4,190,586	4,190,586
Home and Community Based Services for the Elderly	DHR	2,000,000	2,000,000
Mental Retardation Waiver Programs	DHR	10,256,358	10,256,358
Suicide Prevention	DHR	150,000	150,000
Subtotal:		\$65,446,395	\$74,696,395
Cancer Treatment and Prevention			
Smoking Prevention and Cessation	DHR	3,205,245	3,205,245
Regional Programs of Excellence (Funded in the Cancer Coalition Initiatives for FY 2009)	DCH	1,500,000	0
Breast and Cervical Cancer Treatment	DCH	3,474,205	3,474,205
Cancer Screening	DHR	1,757,364	1,757,364
Cancer Treatment for Low-Income Uninsured	DHR	5,000,000	6,475,000
Cancer Registry	DHR	350,000	350,000
Eminent Cancer Scientists and Clinicians	Regents	8,050,000	8,050,000
Eminent Cancer Scholar Endowment	Regents	750,000	750,000
MCG: Cancer Center Mission Enhancement	Regents	5,000,000	5,000,000
Coalition Staff	Regents	1,454,466	1,454,466
Cancer Coalition Initiatives	Regents	5,083,333	6,583,333
Enforcement/Compliance for Underage Smoking	DOR	150,000	150,000
Subtotal:		\$35,774,613	\$37,249,613
Total - Healthcare		\$101,221,008	\$111,946,008
TOTAL TOBACCO SETTLEMENT FUNDS		\$148,344,341	\$159,069,341
<u>SUMMARY BY AGENCY</u>			
Department of Community Affairs (OneGeorgia Authority)		\$47,123,333	\$47,123,333
Department of Community Health		53,823,656	61,573,656
Department of Human Resources		26,909,553	28,384,553
Regents, University System of Georgia		20,337,799	21,837,799
Department of Revenue		150,000	150,000
Total		\$148,344,341	\$159,069,341

Lottery Funds

Governor's Recommendation - Amended FY 2008 and FY 2009

Budget Classes / Fund Sources	FY 2008 Current Budget	Amended FY 2008 Governor's Recommendations	FY 2009 Governor's Recommendations
Bright from the Start: Early Care and Learning, Department of			
Pre-Kindergarten - Grants	\$324,857,346	\$324,857,346	\$337,018,148
Subtotal	<u>\$324,857,346</u>	<u>\$324,857,346</u>	<u>\$337,018,148</u>
Georgia Student Finance Commission			
HOPE Scholarships - Public Schools	\$338,950,936	\$332,098,185	\$354,733,920
HOPE Scholarships - Private Colleges	45,651,732	45,651,732	45,651,732
HOPE Grant	104,972,024	111,824,775	119,377,888
Accel	6,000,000	6,000,000	4,200,000
HOPE GED	2,461,614	2,461,614	2,461,614
Georgia Military College Scholarship	1,228,708	1,228,708	1,228,708
Public Safety Memorial Grant	255,850	255,850	255,850
Teacher Scholarships	5,332,698	5,332,698	5,332,698
PROMISE Scholarships	5,855,278	5,855,278	5,855,278
Engineer Scholarships	760,000	760,000	760,000
HOPE Administration	5,228,320	5,228,320	5,379,907
Subtotal	<u>\$516,697,160</u>	<u>\$516,697,160</u>	<u>\$545,237,595</u>
TOTAL LOTTERY FOR EDUCATION	\$841,554,506	\$841,554,506	\$882,255,743

LOTTERY RESERVES

Georgia's lottery laws require the establishment of two reserves that are funded as a percentage of lottery collections to avoid disruption in programs should collections fall short of annual appropriations.

The Shortfall Reserve Subaccount was included in the original law and requires that an amount be set aside each year equal to 10% of the prior year's total lottery proceeds deposited into the Lottery for Education Account. If net funds in the account are not sufficient to meet appropriations, funds shall be drawn from the reserve to compensate for the shortage.

The lottery law was amended during the 1994 legislative session to require that a second reserve account within the Lottery for Education Account be established called the Scholarship Shortfall Reserve Subaccount.

The scholarship reserve law requires a reserve equal to 50% of the amount of scholarship proceeds disbursed during the preceding year be maintained.

The two lottery reserves as of June 30, 2007 total as follows:

Shortfall Reserve Subaccount	\$82,279,660
Scholarship Shortfall Reserve Subaccount	<u>227,245,246</u>
TOTAL LOTTERY RESERVES	\$309,524,906

Salary Adjustments

Governor's Recommendation - FY 2009

Currently, Georgia is ranked 1st in the southeast for average teacher salaries. Governor Perdue continues to demonstrate his respect and appreciation for the hard work of teachers by providing a 2.5% pay raise for all teachers, which is in addition to the 3% salary increase that more than half of the teachers will earn due to progression on the teacher salary schedule. The Governor also understands that many teachers purchase classroom supplies out of their pockets, to ensure their students have the tools they need to learn. In recognition of this, the Governor is continuing to provide public school K-12 teachers in Georgia with a \$100 gift card to buy much needed classroom supplies. Also, the dedicated faculty and staff at the University System and Department of Technical and Adult Education will receive a 2.5% salary enhancement. Average faculty salaries in Georgia continue to rank near the top of SREB states and are nearly 98 percent of the national average. This increase will ensure that faculty salaries remain competitive.

Recruitment and retention of talented State employees continues to be one of the most important issues facing the public sector. Because we are faced with an increasingly competitive labor market it is important to ensure that our salaries and benefits remain commensurate with similar employers. Again this year, the Governor is recommending 1% of state personal services funds to be used for performance incentives. Critical job classifications that have been identified as more than 15% below market rate will be eligible for a supplemental salary adjustment. Additionally, special adjustments to selected job classes are being recommended to enhance our recruitment and retention efforts.

The Governor's vision of becoming the best managed state in the nation can only be achieved by employing the best employees. Therefore, the recommendations put forth by the Governor in this budget are focused on attracting, motivating, and retaining a high performing workforce.

Description	Amount
Pay Package	
1. Provide a 2.5% increase to the state base salary on the teacher salary schedule for the State Board of Education effective September 1, 2008. This proposed 2.5% salary improvement is in addition to the salary increases awarded to certificated personnel through normal progression on the teacher salary schedule. Provide for a 2.5% increase for bus drivers and lunchroom workers effective July 1, 2008.	\$166,252,553
2. Provide a 2.5% funding level for merit-based increases for Regents faculty and Regents non-academic personnel effective January 1, 2009. Provide a 2.5% salary increase for public librarians effective January 1, 2009.	24,562,713
3. Provide a 2.5% salary increase for faculty and non-academic personnel with the Department of Technical and Adult Education effective January 1, 2009.	3,988,833
4. Provide for general salary increase of 2.5% for employees of the Executive and Legislative Branches effective January 1, 2009. The proposed salary adjustment for Executive Branch employees will be in conformance with the compensation and performance management plans promulgated by the State Personnel Board or as otherwise provided by law. Provide also for a cost-of-living adjustment as provided by O.C.G.A. code section 45-7-4(a) and (b). Additionally, provide 1% of state personal services funds to be used for performance incentives; and provide for a 3% structure adjustment to increase the minimum and maximum of the statewide salary plan.	47,632,754
5. Provide for supplemental salary adjustments for employees paid less than 85% of market as of January 1, 2009 in identified critical job classifications to ensure that all incumbents in these job classifications as of January 1, 2009 are paid no less than a target market salary as identified by the State Personnel Administration.	5,996,298
6. Provide for special adjustments to selected job classes to address turnover and recruitment issues as identified by the State Personnel Administration.	5,392,346
Total	\$253,825,497

Summary of Critical Job Classification Adjustments

Governor's Recommendation - FY 2009

Departments/Agencies	Critical Job Classification Title
Agriculture, Department of	Agriculture Inspector 1 Agriculture Manager 1 Plant Protection Field Agent Meat Inspector 1
Driver Services, Department of	Driver Examiner 1
Forestry Commission, Georgia	Forest Ranger, Chief Forester District
Human Resources, Department of	DFCS Medicaid Eligibility Specialist Family Independence Case Manager 1 Social Service Case Manager Social Service Case Manager, Associate Social Service Case Manager, Advanced Social Services Specialist Social Service Provider Hospital Health Services Technician 1 Nurse (Inpatient) Nurse Licensed Practical Inpatient
Juvenile Justice, Department of	Juvenile Correctional Lieutenant Juvenile Correctional Officer 1 Juvenile Correctional Officer 2 Juvenile Probation/Parole Specialist 1
Natural Resources, Department of	Environmental Engineer 1 Environmental Specialist 1 Environmental Specialist 2 Parks Ranger 1
Public Safety, Department of	Public Safety Training Instructor 3 Public Safety Training Instructor 4 Communications Equipment Officer 2

Note:

Job classifications were identified by the State Personnel Administration.

Summary of Special Job Classification Adjustments Governor's Recommendation - FY 2009

Departments/Agencies	Special Job Classification Title
Corrections, Department of	Correctional Officer
Drugs and Narcotics Agency, Georgia	Special Agent
Forestry Commission, Georgia	Ranger 1 / District Ranger
Investigation, Georgia Bureau of	Crime Lab Scientist 3
Law, Department of	Attorneys
Physician Workforce, Georgia Board of	Administrative Assistant Manager 2 Outreach Coordinator Statistical Research Analyst
Soil and Water Conservation Commission	Administrative Assistant Deputy Executive Director Erosion and Sediment Control Specialist GIS Field Mapping Specialist Information Technology Coordinator Information Technology Project Specialist Personnel Representative Secretary 2 Secretary 3 Workshop Coordinator

Note:

Job classifications were identified by the State Personnel Administration.

Summary of Authorized Positions Governor's Recommendation - FY 2009

Departments/Agencies	FY 2007	FY 2008	FY 2009
Accounting Office, State	93	121	110
Administrative Services, Department of	992	873	859
Agriculture, Department of	840	844	844
Banking and Finance, Department of	149	149	149
Community Affairs, Department of	539	555	555
Community Health, Department of	507	529	529
Corrections, Department of	15,547	15,749	16,018
Defense, Department of	473	519	519
Driver Services, Department of	819	874	918
Bright from the Start: Early Care and Learning, Department of	198	198	197
Economic Development, Department of	202	207	207
Education, Department of	900	916	926
Employees' Retirement System	99	99	99
Forestry Commission, Georgia	687	687	691
Governor, Office of the	349	395	396
Human Resources, Department of	19,404	19,404	19,404
Insurance, Office of Commissioner of	310	310	310
Investigation, Georgia Bureau of	861	882	890
Juvenile Justice, Department of	4,386	4,693	4,760
Labor, Department of	3,890	3,894	3,899
Law, Department of	192	221	221
Natural Resources, Department of	1,854	1,859	1,869
Pardons and Paroles, State Board of	821	827	827
Properties Commission, State	295	295	300
Public Defenders Standards Council, Georgia		404	416
Public Safety, Department of	1,996	1,996	1,997
Public Service Commission	101	100	100
Regents, Board of	37,972	38,463	38,472
Revenue, Department of	1,365	1,377	1,377
Secretary of State	448	464	467
Soil and Water Conservation Commission	61	60	60
State Personnel Administration	133	133	133
Student Finance Commission, Georgia	60	65	65
Teachers' Retirement System	189	190	190
Technical and Adult Education, Department of	5,500	5,500	5,500
Transportation, Department of	6,084	6,115	6,118
Veterans Service, Department of	134	134	137
Workers' Compensation, State Board of	166	166	166
TOTAL	108,616	110,267	110,695

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DEPARTMENT SUMMARIES

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Georgia Senate

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$10,942,603	\$459,588	\$11,402,191
TOTAL STATE FUNDS	<u>\$10,942,603</u>	<u>\$459,588</u>	<u>\$11,402,191</u>
TOTAL FUNDS	\$10,942,603	\$459,588	\$11,402,191

Lieutenant Governor's Office

Recommended Change:

1. Reflect the budget request of the Georgia Senate.	\$39,331
Total Change	\$39,331

Secretary of the Senate's Office

Recommended Change:

1. Reflect the budget request of the Georgia Senate.	\$27,031
Total Change	\$27,031

Senate

Recommended Change:

1. Reflect the budget request of the Georgia Senate.	\$368,525
Total Change	\$368,525

Senate Budget and Evaluation Office

Purpose: Provide budget development and evaluation expertise to the State Senate.

Recommended Change:

1. Reflect the budget request of the Georgia Senate.	\$24,701
Total Change	\$24,701

Georgia Senate

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Lieutenant Governor's Office	\$715,085	\$835,957	\$1,326,662	\$1,365,993	\$1,365,993
Secretary of the Senate's Office	1,117,842	1,020,762	1,307,366	1,334,397	1,334,397
Senate	5,833,222	6,794,966	7,260,970	7,629,495	7,629,495
Senate Budget and Evaluation Office	857,977	867,631	1,047,605	1,072,306	1,072,306
TOTAL FUNDS	\$8,524,126	\$9,519,316	\$10,942,603	\$11,402,191	\$11,402,191
<u>Less:</u>					
Other Funds		\$525,029			
Subtotal	\$0	\$525,029	\$0	\$0	\$0
State General Funds	\$8,524,126	\$8,994,287	\$10,942,603	\$11,402,191	\$11,402,191
TOTAL STATE FUNDS	\$8,524,126	\$8,994,287	\$10,942,603	\$11,402,191	\$11,402,191

The budget requests for the Georgia Senate, General Assembly Joint Offices, and Georgia House of Representatives are made available individually.

DESCRIPTION: The Constitution provides that the legislative power of the state shall be vested in the General Assembly, which consists of the Senate and the House of Representatives. The General Assembly convenes in regular session annually on the second Monday in January. With two exceptions, all bills may originate in either the Senate or the House of Representatives, but all bills must be passed by both branches and signed by the Governor before becoming law. The exceptions are bills raising revenue and bills that appropriate money, which can originate only in the House. In the event of the Governor's veto of any bill during a session, the bill can be overridden by two-thirds majority vote in both houses.

Georgia Senate

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$10,942,603	\$459,588	\$11,402,191
TOTAL STATE FUNDS	\$10,942,603	\$459,588	\$11,402,191
TOTAL FUNDS	\$10,942,603	\$459,588	\$11,402,191
Lieutenant Governor's Office			
State General Funds	\$1,326,662	\$39,331	\$1,365,993
Total Funds	\$1,326,662	\$39,331	\$1,365,993
Secretary of the Senate's Office			
State General Funds	\$1,307,366	\$27,031	\$1,334,397
Total Funds	\$1,307,366	\$27,031	\$1,334,397
Senate			
State General Funds	\$7,260,970	\$368,525	\$7,629,495
Total Funds	\$7,260,970	\$368,525	\$7,629,495
Senate Budget and Evaluation Office			
State General Funds	\$1,047,605	\$24,701	\$1,072,306
Total Funds	\$1,047,605	\$24,701	\$1,072,306

Georgia House of Representatives

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$18,995,716	\$855,234	\$19,850,950
TOTAL STATE FUNDS	\$18,995,716	\$855,234	\$19,850,950
TOTAL FUNDS	\$18,995,716	\$855,234	\$19,850,950

Georgia House of Representatives

Purpose: Provide services for the legislative branch of government.

Recommended Change:

1.	Reflect the budget request of the Georgia House of Representatives.	\$855,234
	Total Change	\$855,234

Georgia House of Representatives Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Georgia House of Representatives	\$15,682,309	\$16,875,335	\$18,995,716	\$19,850,950	\$19,850,950
TOTAL FUNDS	\$15,682,309	\$16,875,335	\$18,995,716	\$19,850,950	\$19,850,950
<u>Less:</u>					
Other Funds		\$568,185			
Subtotal	\$0	\$568,185	\$0	\$0	\$0
State General Funds	\$15,682,309	\$16,307,150	\$18,995,716	\$19,850,950	\$19,850,950
TOTAL STATE FUNDS	\$15,682,309	\$16,307,150	\$18,995,716	\$19,850,950	\$19,850,950

The budget requests for the Georgia House of Representatives, General Assembly Joint Offices, and Georgia Senate are made available individually.

DESCRIPTION: The Constitution provides that the legislative power of the state shall be vested in the General Assembly, which consists of the Senate and the House of Representatives. The General Assembly convenes in regular session annually on the second Monday in January. With two exceptions, all bills may originate in either the Senate or the House of Representatives, but all bills must be passed by both branches and signed by the Governor before becoming law. The exceptions are bills raising revenue and bills that appropriate money, which can originate only in the House. In the event of the Governor's veto of any bill during a session, the bill can be overridden by two-thirds majority vote in both houses.

Georgia House of Representatives

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$18,995,716	\$855,234	\$19,850,950
TOTAL STATE FUNDS	\$18,995,716	\$855,234	\$19,850,950
TOTAL FUNDS	\$18,995,716	\$855,234	\$19,850,950
Georgia House of Representatives			
State General Funds	\$18,995,716	\$855,234	\$19,850,950
Total Funds	\$18,995,716	\$855,234	\$19,850,950

Georgia General Assembly Joint Offices

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$9,925,594	\$478,855	\$10,404,449
TOTAL STATE FUNDS	\$9,925,594	\$478,855	\$10,404,449
TOTAL FUNDS	\$9,925,594	\$478,855	\$10,404,449

Ancillary Activities

Purpose: Provide services for the legislative branch of government.

Recommended Change:

- | | |
|--|-----------|
| 1. Reflect the budget request of the Georgia General Assembly Joint Offices. | \$418,959 |
| Total Change | \$418,959 |

Legislative Fiscal Office

Purpose: Act as the bookkeeper-comptroller for the legislative branch of government and maintain an account of legislative expenditures and commitments.

Recommended Change:

- | | |
|--|------------|
| 1. Reflect the budget request of the Georgia General Assembly Joint Offices. | (\$41,342) |
| Total Change | (\$41,342) |

Office of Legislative Counsel

Purpose: Provide bill-drafting services, advice and counsel for members of the General Assembly.

Recommended Change:

- | | |
|--|-----------|
| 1. Reflect the budget request of the Georgia General Assembly Joint Offices. | \$101,238 |
| Total Change | \$101,238 |

Georgia General Assembly Joint Offices

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Ancillary Activities	\$7,227,410	\$4,461,723	\$4,234,402	\$4,653,361	\$4,653,361
Legislative Fiscal Office	2,112,449	2,299,897	2,687,623	2,646,281	2,646,281
Office of Legislative Counsel	2,400,837	2,576,511	3,003,569	3,104,807	3,104,807
TOTAL FUNDS	\$11,740,696	\$9,338,131	\$9,925,594	\$10,404,449	\$10,404,449
<u>Less:</u>					
Other Funds		\$672,269			
Subtotal	\$0	\$672,269	\$0	\$0	\$0
State General Funds	\$11,740,696	\$8,665,862	\$9,925,594	\$10,404,449	\$10,404,449
TOTAL STATE FUNDS	\$11,740,696	\$8,665,862	\$9,925,594	\$10,404,449	\$10,404,449

The budget requests for the General Assembly Joint Offices, Georgia House of Representatives, and Georgia Senate are made available individually.

DESCRIPTION: The Constitution provides that the legislative power of the state shall be vested in the General Assembly, which consists of the Senate and the House of Representatives. The General Assembly convenes in regular session annually on the second Monday in January. With two exceptions, all bills may originate in either the Senate or the House of Representatives, but all bills must be passed by both branches and signed by the Governor before becoming law. The exceptions are bills raising revenue and bills that appropriate money, which can originate only in the House. In the event of the Governor's veto of any bill during a session, the bill can be overridden by two-thirds majority vote in both houses.

Georgia General Assembly Joint Offices

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$9,925,594	\$478,855	\$10,404,449
TOTAL STATE FUNDS	\$9,925,594	\$478,855	\$10,404,449
TOTAL FUNDS	\$9,925,594	\$478,855	\$10,404,449
Ancillary Activities			
State General Funds	\$4,234,402	\$418,959	\$4,653,361
Total Funds	\$4,234,402	\$418,959	\$4,653,361
Legislative Fiscal Office			
State General Funds	\$2,687,623	(\$41,342)	\$2,646,281
Total Funds	\$2,687,623	(\$41,342)	\$2,646,281
Office of Legislative Counsel			
State General Funds	\$3,003,569	\$101,238	\$3,104,807
Total Funds	\$3,003,569	\$101,238	\$3,104,807

Department of Audits and Accounts

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	<u>\$34,642,067</u>	<u>\$1,124,330</u>	<u>\$35,766,397</u>
TOTAL STATE FUNDS	<u>\$34,642,067</u>	<u>\$1,124,330</u>	<u>\$35,766,397</u>
TOTAL FUNDS	<u>\$34,642,067</u>	<u>\$1,124,330</u>	<u>\$35,766,397</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$20,531
2. Provide for a general salary increase of 4% effective January 1, 2009.	21,972
3. Reduce funds to reflect operational efficiencies.	(2,157)
Total Change	\$40,346

Audits and Assurance Services

Purpose: Provide financial, performance, and information system audits.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$511,402
2. Provide for a general salary increase of 4% effective January 1, 2009.	600,400
3. Reduce funds to reflect operational efficiencies.	(76,986)
Total Change	\$1,034,816

Legislative Services

Purpose: Provide information on retirement system services, promulgate statewide policies and procedures, and provide fiscal note services.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,390
2. Provide for a general salary increase of 4% effective January 1, 2009.	2,534
3. Reduce funds to reflect operational efficiencies.	(1,492)
Total Change	\$3,432

Statewide Equalized Adjusted Property Tax Digest

Purpose: Establish an equalized adjusted property tax digest for each county and for the State as a whole for use in allocating state funds for public school systems.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$27,928
2. Provide for a general salary increase of 4% effective January 1, 2009.	32,765
3. Reduce funds to reflect operational efficiencies.	(14,957)
Total Change	\$45,736

Department of Audits and Accounts

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Audits and Assurance Services				
1. Percentage of external peer reviews and internal quality assurance reviews that determines the department performs its engagements accurately and in compliance with applicable statutes and professional standards	100%	100%	100%	100%
2. Number of subprograms that completed 90% of mandated or requested projects by specified guidelines	7 of 8	7 of 8	8 of 8	8 of 8
3. Percentage of recommendations from performance audits that were implemented (fully or partially) as determined by follow-up reviews	86%	90%	85%	85%
Legislative Services				
1. Percentage of retirement certifications issued within five working days of initial request	95%	100%	95%	95%
2. Percentage of non-tax fiscal notes completed during the legislative session in comparison to the number requested	100%	100%	100%	100%
3. Percentage of actuarial investigations issued on or before the statutorily mandated November 1st deadline (Note: actuarial investigations are performed during the summer and fall following the first term of the biennial legislative session. Therefore, performance measurement data is only captured every other year.)	96%	100%	100%	100%
Statewide Equalized Adjusted Property Tax Digest				
1. Percent of statutorily mandated sales ratio studies and reports available to the Office of Planning and Budget, Department of Education, and Department of Revenue issued within required deadlines	100%	100%	100%	100%

Department of Audits and Accounts

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Administration	\$1,556,026	\$1,564,050	\$1,697,528	\$1,737,874	\$1,737,874
Audits and Assurance Services	25,755,479	27,655,477	30,554,156	31,588,972	31,588,972
Legislative Services	100,288	106,426	121,985	125,417	125,417
Statewide Equalized Adjusted Property Tax Digest	1,979,967	2,086,966	2,268,398	2,314,134	2,314,134
TOTAL FUNDS	\$29,391,760	\$31,412,919	\$34,642,067	\$35,766,397	\$35,766,397
State General Funds	\$29,391,760	\$31,412,919	\$34,642,067	\$35,766,397	\$35,766,397
TOTAL STATE FUNDS	\$29,391,760	\$31,412,919	\$34,642,067	\$35,766,397	\$35,766,397
Positions	350	353	358	358	358
Motor Vehicles	95	95	95	95	95

The budget request for the Department of Audits and Accounts is included in the Governor's recommendation as submitted for FY 2009.

EXPLANATION OF REQUEST: The Department of Audits and Accounts request includes a 4% pay raise effective January 1, 2009, an annualizer for the FY 2008 salary adjustment, as well as operational efficiencies.

The Department of Audits and Accounts performs the following functions: (1) annual audits and reviews of state agencies, authorities, retirement systems and state colleges and universities; (2) annual financial audits of local boards of education, regional and local libraries; (3) performance audits on the efficiency and effectiveness of state programs and activities; (4) program evaluations to assist the General Assembly in establishing an ongoing review and evaluation of all programs and functions of state government; (5) financial and program audits on Medicaid providers, legislation, and (6) prepare an equalized property tax digest for public school funding.

Department of Audits and Accounts

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$34,642,067	\$1,124,330	\$35,766,397
TOTAL STATE FUNDS	\$34,642,067	\$1,124,330	\$35,766,397
TOTAL FUNDS	\$34,642,067	\$1,124,330	\$35,766,397
Administration			
State General Funds	\$1,697,528	\$40,346	\$1,737,874
Total Funds	\$1,697,528	\$40,346	\$1,737,874
Audits and Assurance Services			
State General Funds	\$30,554,156	\$1,034,816	\$31,588,972
Total Funds	\$30,554,156	\$1,034,816	\$31,588,972
Legislative Services			
State General Funds	\$121,985	\$3,432	\$125,417
Total Funds	\$121,985	\$3,432	\$125,417
Statewide Equalized Adjusted Property Tax Digest			
State General Funds	\$2,268,398	\$45,736	\$2,314,134
Total Funds	\$2,268,398	\$45,736	\$2,314,134

Court of Appeals

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$13,808,111	\$1,756,145	\$15,564,256
TOTAL STATE FUNDS	\$13,808,111	\$1,756,145	\$15,564,256
Other Funds	150,000		150,000
TOTAL FUNDS	\$13,958,111	\$1,756,145	\$15,714,256

Department Statewide Budget Changes (Information Only):

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$212,303
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	222,811
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	124,574
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(13,386)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	48,698
Total Change	\$595,000

Court of Appeals

Purpose: Review and exercise appellate and certiorari jurisdiction in all cases not reserved to the Supreme Court or conferred on other courts by law.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$212,303
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	222,811
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	124,574
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(13,386)
5. Increase the GBA real estate rental rate for office space.	48,698
6. Fund increases in operating expenses.	234,068
7. Provide funds for a public information officer to conduct research, analysis, and public contact work.	145,518
8. Delete one-time funding for a disaster recovery plan.	(30,000)
9. Provide funds for a salary scale adjustment for staff attorneys including longevity steps and two additional steps to help recruit and maintain top attorneys.	213,100
10. Provide funds for security for judges and staff.	70,073
11. Add one receptionist position to provide information to the public, as well as provide additional security for judges.	76,627
12. Provide additional real estate rental funding due to additional space acquired and an increase in square footage costs.	258,530
13. Replace the court's docket system to improve access and provide simultaneous access through electronic case files.	147,900
14. Provide funds for e-file initiative to allow court documents to be filed electronically.	45,329
Total Change	\$1,756,145

Court of Appeals Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Court of Appeals	\$14,087,849	\$13,257,444	\$13,958,111	\$15,714,256	\$15,714,256
TOTAL FUNDS	\$14,087,849	\$13,257,444	\$13,958,111	\$15,714,256	\$15,714,256
<u>Less:</u>					
Other Funds	\$130,329	\$150,942	\$150,000	\$150,000	\$150,000
Subtotal	\$130,329	\$150,942	\$150,000	\$150,000	\$150,000
State General Funds	\$13,957,520	\$13,106,502	\$13,808,111	\$15,564,256	\$15,564,256
TOTAL STATE FUNDS	\$13,957,520	\$13,106,502	\$13,808,111	\$15,564,256	\$15,564,256

The budget request for the Court of Appeals is included in the Governor's recommendation as submitted for FY 2009.

Court of Appeals

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$13,808,111	\$1,756,145	\$15,564,256
TOTAL STATE FUNDS	\$13,808,111	\$1,756,145	\$15,564,256
Other Funds	150,000		150,000
TOTAL FUNDS	\$13,958,111	\$1,756,145	\$15,714,256
Court of Appeals			
State General Funds	\$13,808,111	\$1,756,145	\$15,564,256
Other Funds	150,000		150,000
Total Funds	\$13,958,111	\$1,756,145	\$15,714,256

Judicial Council

FY 2009 Program Budgets

Department Budget Summary	FY 2008	<u>Changes</u>	FY 2009
	<u>Current Budget</u>		<u>Recommendation</u>
State General Funds	\$16,198,503	\$2,121,660	\$18,320,163
TOTAL STATE FUNDS	\$16,198,503	\$2,121,660	\$18,320,163
Federal Funds	2,227,953	(2,227,953)	0
Other Funds	621,594	(621,594)	0
TOTAL FUNDS	\$19,048,050	(\$727,887)	\$18,320,163

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$117,691
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	119,387
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	76,603
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(8,174)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	29,018
Total Change	<u>\$334,525</u>

Appellate Resource Center

Purpose: Provide representation to all death penalty-sentenced inmates in habeas proceedings.

Recommended Change:

1. Provide funds for litigation costs and one attorney for the Appellate Resource Center.	\$105,000
Total Change	<u>\$105,000</u>

Georgia Office of Dispute Resolution

Purpose: Oversee the development of court-connected alternative dispute resolution programs in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,912
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	4,364
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,800
4. Restore operating funds.	250,000
5. Reduce other funds (\$185,679) to reflect projected expenditures.	Yes
Total Change	<u>\$261,076</u>

Institute of Continuing Judicial Education

Purpose: Provide basic training and continuing education to elected officials, court support personnel, and volunteer agents of the state's judicial branch.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$18,311
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	8,547
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,484
4. Provide funding to the Institute of Continuing Judicial Education for training of five new judges.	17,500
5. Provide funds for the court administrators professional certificate program (\$77,296) and for Magistrate Court judicial education products (\$100,000).	177,296
6. Reduce other funds (\$202,530) due to projected expenditures.	Yes
Total Change	<u>\$227,138</u>

Judicial Council

FY 2009 Program Budgets

Judicial Council

Purpose: Assist judges, administrators, clerks of court, and other officers and employees of the court pertaining to matters relating to court administration, provided that \$2,150,000 is designated for Drug and DUI Courts.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$92,675
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	103,360
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	66,319
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(8,174)
5. Increase the GBA real estate rental rate for office space.	29,018
6. Reduce federal funds (\$2,227,953) and other funds (\$233,385) to reflect projected expenditures.	Yes
7. Reduce one-time funding for the child support calculator changes and for the mock trial competition.	(215,000)
8. Add two juvenile law assistants for two judicial circuits to increase Title IV-E reimbursements.	115,236
9. Provide funds for mental health court summits to provide information dissemination to improve responses to individuals with mental illness who come into contact with the criminal justice system.	25,350
10. Fund a pilot project for the Appalachian Circuit Family Law Information Center to serve Fannin, Gilmer, and Pickens counties.	124,276
11. Provide support funding for the Supreme Court Commission on Children, Marriage, and Family Law.	104,718
12. Add one full-time compliance coordinator for the Board of Court Reporting (\$28,232) and one quality assessment and evaluation coordinator for the Commission on Interpreters (\$49,316).	77,548
13. Provide funds to implement three new drug courts, Drug Court Planning Initiative (DCPI) training for eight drug court teams, and a statewide evaluation for adult felony drug courts.	395,632
14. Fund two new DUI courts.	199,656
15. Provide funds for the magistrate benchbook and newsletter for the Council of Magistrate Court Judges.	17,500
16. Provide funds for national mock trial program and one law clerk position for the Council of State Court Judges.	91,500
17. Provide funds for statewide standards and data sharing program for the Courts Automation Commission.	300,923
Total Change	\$1,520,537

Judicial Qualifications Commission

Purpose: Discipline, remove, and cause involuntary retirement of judges.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,793
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	3,116
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,000
Total Change	\$7,909

Judicial Council

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Appellate Resource Center	\$800,000	\$800,000	\$800,000	\$905,000	\$905,000
Georgia Office of Dispute Resolution	362,429	371,417	330,322	405,719	405,719
Institute of Continuing Judicial Education	1,334,210	1,330,632	1,311,827	1,336,435	1,336,435
Judicial Council	12,487,775	12,959,647	16,303,302	15,362,501	15,362,501
Judicial Qualifications Commission	258,046	265,109	302,599	310,508	310,508
TOTAL FUNDS	\$15,242,460	\$15,726,805	\$19,048,050	\$18,320,163	\$18,320,163
<u>Less:</u>					
Federal Funds	\$1,613,350	\$1,766,616	\$2,227,953		
Other Funds	613,615	521,106	621,594		
Subtotal	\$2,226,965	\$2,287,722	\$2,849,547	\$0	\$0
State General Funds	\$13,015,495	\$13,439,083	\$16,198,503	\$18,320,163	\$18,320,163
TOTAL STATE FUNDS	\$13,015,495	\$13,439,083	\$16,198,503	\$18,320,163	\$18,320,163

The budget request for the Judicial Council is included in the Governor's recommendation as submitted for FY 2009.

Judicial Council

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$16,198,503	\$2,121,660	\$18,320,163
TOTAL STATE FUNDS	\$16,198,503	\$2,121,660	\$18,320,163
Federal Funds	2,227,953	(2,227,953)	0
Other Funds	621,594	(621,594)	0
TOTAL FUNDS	\$19,048,050	(\$727,887)	\$18,320,163
Appellate Resource Center			
State General Funds	\$800,000	\$105,000	\$905,000
Total Funds	\$800,000	\$105,000	\$905,000
Georgia Office of Dispute Resolution			
State General Funds	\$144,643	\$261,076	\$405,719
Other Funds	185,679	(185,679)	
Total Funds	\$330,322	\$75,397	\$405,719
Institute of Continuing Judicial Education			
State General Funds	\$1,109,297	\$227,138	\$1,336,435
Other Funds	202,530	(202,530)	
Total Funds	\$1,311,827	\$24,608	\$1,336,435
Judicial Council			
State General Funds	\$13,841,964	\$1,520,537	\$15,362,501
Federal Funds	2,227,953	(2,227,953)	
Other Funds	233,385	(233,385)	
Total Funds	\$16,303,302	(\$940,801)	\$15,362,501
Judicial Qualifications Commission			
State General Funds	\$302,599	\$7,909	\$310,508
Total Funds	\$302,599	\$7,909	\$310,508

Juvenile Courts

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$6,703,551	\$50,120	\$6,753,671
TOTAL STATE FUNDS	\$6,703,551	\$50,120	\$6,753,671
Federal Funds	447,456	(447,456)	0
TOTAL FUNDS	\$7,151,007	(\$397,336)	\$6,753,671

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$17,837
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	19,864
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	12,419
Total Change	\$50,120

Council of Juvenile Court Judges

Purpose: Represents all the juvenile judges in Georgia. Jurisdiction in cases involving children includes delinquencies, status offenses, and deprivation.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$17,837
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	19,864
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	12,419
4. Increase federal funds (\$447,456) to reflect projected expenditures.	Yes
Total Change	\$50,120

Grants to Counties for Juvenile Court Judges

Purpose: Mandates payment of state funds to circuits to pay for juvenile court judges salaries.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Juvenile Courts Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Council of Juvenile Court Judges	\$2,250,883	\$2,052,632	\$2,148,581	\$1,751,245	\$1,751,245
Grants to Counties for Juvenile Court Judges	4,814,541	4,888,975	5,002,426	5,002,426	5,002,426
TOTAL FUNDS	\$7,065,424	\$6,941,607	\$7,151,007	\$6,753,671	\$6,753,671
<u>Less:</u>					
Federal Funds	\$773,385	\$440,339	\$447,456		
Subtotal	\$773,385	\$440,339	\$447,456	\$0	\$0
State General Funds	\$6,292,039	\$6,501,268	\$6,703,551	\$6,753,671	\$6,753,671
TOTAL STATE FUNDS	\$6,292,039	\$6,501,268	\$6,703,551	\$6,753,671	\$6,753,671

The budget request for the Juvenile Courts is included in the Governor's recommendation as submitted for FY 2009.

Juvenile Courts

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$6,703,551	\$50,120	\$6,753,671
TOTAL STATE FUNDS	\$6,703,551	\$50,120	\$6,753,671
Federal Funds	447,456	(447,456)	0
TOTAL FUNDS	\$7,151,007	(\$397,336)	\$6,753,671
Council of Juvenile Court Judges			
State General Funds	\$1,701,125	\$50,120	\$1,751,245
Federal Funds	447,456	(447,456)	
Total Funds	\$2,148,581	\$50,120	\$1,751,245
Grants to Counties for Juvenile Court Judges			
State General Funds	\$5,002,426		\$5,002,426
Total Funds	\$5,002,426	\$0	\$5,002,426

Prosecuting Attorneys

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$57,401,675	\$3,371,180	\$60,772,855
TOTAL STATE FUNDS	\$57,401,675	\$3,371,180	\$60,772,855
Other Funds	1,767,046		1,767,046
TOTAL FUNDS	\$59,168,721	\$3,371,180	\$62,539,901

Department Statewide Budget Changes (Information Only):

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$738,024
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	966,790
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	623,703
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	697
Total Change	\$2,329,214

District Attorneys

Purpose: Represent the State of Georgia in the trial and appeal of felony criminal cases in the Superior Court for the judicial circuit and delinquency cases in the juvenile courts.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$679,722
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	893,000
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	576,099
4. Provide additional funds for increased expenses in mileage reimbursement.	103,672
5. Provide funds to adjust salaries and salary plans for District Attorney investigators effective July 1, 2008.	100,000
Total Change	\$2,352,493

Prosecuting Attorneys Council

Purpose: Assist Georgia's District Attorneys and State Court Solicitors.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$58,302
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	73,790
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	47,604
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	697
5. Provide funds for the continued development and deployment of a statewide case management system.	252,719
6. Add one additional accounts receivable position (\$54,316) and one payroll clerk position (\$56,361).	110,677
8. Provide additional funds for real estate rents.	16,036
9. Provide funds for a software contract to purchase a web-based application that provides fast access to reliable information about people and businesses that will provide District Attorney offices with the ability to locate people.	18,000
10. Fund increases in workers' compensation, liability insurance, and unemployment insurance increases.	46,737
11. Purchase and replace obsolete computer equipment in District Attorney offices.	280,125
12. Purchase Daniel's Criminal Trial Practice and Milich on Evidence reference books for District Attorney offices.	114,000
Total Change	\$1,018,687

Prosecuting Attorneys Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
District Attorneys	\$50,310,956	\$56,308,212	\$52,961,249	\$55,313,742	\$55,313,742
Prosecuting Attorneys Council	6,410,555	5,672,717	6,207,472	7,226,159	7,226,159
TOTAL FUNDS	\$56,721,511	\$61,980,929	\$59,168,721	\$62,539,901	\$62,539,901
<u>Less:</u>					
Federal Funds	\$6,835,244	\$1,775,830			
Other Funds	570,131	8,201,252	\$1,767,046	\$1,767,046	\$1,767,046
Subtotal	\$7,405,375	\$9,977,082	\$1,767,046	\$1,767,046	\$1,767,046
State General Funds	\$49,316,136	\$52,003,847	\$57,401,675	\$60,772,855	\$60,772,855
TOTAL STATE FUNDS	\$49,316,136	\$52,003,847	\$57,401,675	\$60,772,855	\$60,772,855

The budget request for the Prosecuting Attorneys is included in the Governor's recommendation as submitted for FY 2009.

Prosecuting Attorneys

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$57,401,675	\$3,371,180	\$60,772,855
TOTAL STATE FUNDS	\$57,401,675	\$3,371,180	\$60,772,855
Other Funds	1,767,046		1,767,046
TOTAL FUNDS	\$59,168,721	\$3,371,180	\$62,539,901
District Attorneys			
State General Funds	\$51,194,203	\$2,352,493	\$53,546,696
Other Funds	1,767,046		1,767,046
Total Funds	\$52,961,249	\$2,352,493	\$55,313,742
Prosecuting Attorneys Council			
State General Funds	\$6,207,472	\$1,018,687	\$7,226,159
Total Funds	\$6,207,472	\$1,018,687	\$7,226,159

Superior Courts

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	<u>\$60,845,688</u>	<u>\$4,724,966</u>	<u>\$65,570,654</u>
TOTAL STATE FUNDS	<u>\$60,845,688</u>	<u>\$4,724,966</u>	<u>\$65,570,654</u>
TOTAL FUNDS	<u>\$60,845,688</u>	<u>\$4,724,966</u>	<u>\$65,570,654</u>

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$798,393
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	993,527
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	498,612
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(39,312)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	10,151
Total Change	\$2,261,371

Council of Superior Court Clerks

Purpose: Assist superior court clerks throughout the state in the execution of their duties, and to promote and assist in their training of the superior court clerks.

Recommended Change:

1. Provide funds for the continuation of the Judicial Data Exchange (JDX) Project.	\$1,311,595
Total Change	\$1,311,595

Council of Superior Court Judges

Purpose: Further the improvement of the superior court and the administration of justice through leadership, training, policy development and budgetary and fiscal administration.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$13,165
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	22,685
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	11,385
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	39,777
5. Redirect funds from the Superior Court Judges program for five contract employees to the Council of Superior Court Judges program for five permanent positions.	352,226
6. Add one paralegal position (\$37,363) and fund a permanent increase in temporary labor funds (\$15,000).	52,363
7. Reduce one-time funding for temporary labor.	(27,200)
8. Reduce funds for Sentence Review Panel.	(54,208)
9. Provide for increases in operating expenses (\$28,626) and increase the GBA real estate rental rate for office space (\$10,151).	38,777
10. Provide for an increase in personal services to provide future step increases and allow flexibility in new hire salaries.	50,725
11. Annualize step increase for council staff effective July 1, 2007.	39,453
Total Change	\$539,148

Judicial Administrative Districts

Purpose: Provide regional administrative support to the judges of the superior court. This support includes managing budgets, policy, procedure, and providing a liaison between local and state courts.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$28,047
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	34,104
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	17,115
4. Provide funds for real estate rents.	11,059

Superior Courts FY 2009 Program Budgets

5. Provide additional funds for court security training.	25,000
6. Reduce one-time funding for security training.	(25,000)
Total Change	\$90,325

Superior Court Judges

Purpose: Be a general jurisdiction trial court and exercise exclusive, constitutional authority over felony cases, divorce, equity and cases regarding title to land; provided that law clerks over the fifty provided by law are to be allocated back to the circuits by caseload ranks.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$757,181
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	936,738
3. Reflect an adjustment in the Workers' Compensation premium rate structure.	(79,089)
4. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	470,112
5. Redirect funds from the Superior Court Judges program for 5 contract employees to the Council of Superior Court Judges program for 5 permanent positions.	(352,226)
6. Reduce one-time funding for Fulton Business Court.	(100,000)
7. Reduce one-time funding for equipment and furniture (\$75,000) and for new judgeships (\$75,000).	(150,000)
8. Annualize funding for the employer contributions for the county courts (juvenile court judges, state court judges, and county solicitors general) retirement fund.	440,991
9. Fund an increase in travel funds for mileage reimbursements and judges travel costs.	180,000
10. Annualize increases and adjustments in health insurance, retirement, FICA, county paid secretaries and law assistants and other costs.	103,469
11. Fund employer contributions for the county courts (juvenile court judges, state court judges, and county solicitors general) retirement fund.	155,000
12. Annualize funding for three new judgeships (Cordele, Enotah, and Gwinnett) starting January 1, 2008.	421,722
Total Change	\$2,783,898

Superior Courts Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Council of Superior Court Clerks	\$144,925	\$243,000	\$258,000	\$1,569,595	\$1,569,595
Council of Superior Court Judges	876,816	998,964	1,079,165	1,608,162	1,608,162
Judicial Administrative Districts	2,215,430	2,242,780	2,378,508	2,468,833	2,468,833
Statewide Felony and Juvenile Drug Courts	1,000,000				
Superior Court Judges	48,155,950	50,805,352	57,130,015	59,924,064	59,924,064
TOTAL FUNDS	<u>\$52,393,121</u>	<u>\$54,290,096</u>	<u>\$60,845,688</u>	<u>\$65,570,654</u>	<u>\$65,570,654</u>
<u>Less:</u>					
Federal Funds	\$66,410				
Other Funds	18,851	\$55,000			
Subtotal	<u>\$85,261</u>	<u>\$55,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
State General Funds	\$52,307,860	\$54,235,096	\$60,845,688	\$65,570,654	\$65,570,654
TOTAL STATE FUNDS	\$52,307,860	\$54,235,096	\$60,845,688	\$65,570,654	\$65,570,654

The budget request for the Superior Courts is included in the Governor's recommendation as submitted for FY 2009.

Superior Courts

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$60,845,688	\$4,724,966	\$65,570,654
TOTAL STATE FUNDS	\$60,845,688	\$4,724,966	\$65,570,654
TOTAL FUNDS	\$60,845,688	\$4,724,966	\$65,570,654
Council of Superior Court Clerks			
State General Funds	\$258,000	\$1,311,595	\$1,569,595
Total Funds	\$258,000	\$1,311,595	\$1,569,595
Council of Superior Court Judges			
State General Funds	\$1,079,165	\$539,148	\$1,618,313
Total Funds	\$1,079,165	\$539,148	\$1,618,313
Judicial Administrative Districts			
State General Funds	\$2,378,508	\$90,325	\$2,468,833
Total Funds	\$2,378,508	\$90,325	\$2,468,833
Superior Court Judges			
State General Funds	\$57,130,015	\$2,783,898	\$59,913,913
Total Funds	\$57,130,015	\$2,783,898	\$59,913,913

Supreme Court

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$8,700,335	\$709,950	\$9,410,285
TOTAL STATE FUNDS	\$8,700,335	\$709,950	\$9,410,285
TOTAL FUNDS	\$8,700,335	\$709,950	\$9,410,285

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$104,629
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	125,729
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	69,308
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,146)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	38,774
Total Change	\$329,294

Supreme Court

Purpose: Be a court of review and exercise exclusive appellate jurisdiction in all cases involving the construction of a treaty or of the Constitution of the State of Georgia or of the United States and all cases in which the constitutionality of a law, ordinance, or constitutional provision has been drawn in question, and all cases of election contest.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$104,629
2. Provide for a general salary increase of 3.5% effective January 1, 2009.	125,729
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	69,308
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,146)
5. Increase the GBA real estate rental rate for office space (\$38,774) and DOAS liability insurance (\$12,000).	50,774
6. Fund postage expenses (\$5,000) and increases in operating expenses (\$162,047).	167,047
7. Provide funds for travel reimbursement for justices in accordance with HB 120.	11,356
8. Provide additional funds for contract renewals for Lexis-Nexis and Westlaw.	3,298
9. Add one Supreme Court security officer position.	78,905
10. Provide funds for the creation and update of Supreme Court videos (\$37,000) and for the creation of a disaster recovery co-location site and upgrades in computer equipment (\$71,050).	108,050
Total Change	\$709,950

Supreme Court Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Request
Supreme Court	\$7,682,004	\$8,182,560	\$8,700,335	\$9,410,285	\$9,410,285
TOTAL FUNDS	\$7,682,004	\$8,182,560	\$8,700,335	\$9,410,285	\$9,410,285
<u>Less:</u>					
Other Funds	\$34,024	\$25,223			
Subtotal	\$34,024	\$25,223	\$0	\$0	\$0
State General Funds	\$7,647,980	\$8,157,337	\$8,700,335	\$9,410,285	\$9,410,285
TOTAL STATE FUNDS	\$7,647,980	\$8,157,337	\$8,700,335	\$9,410,285	\$9,410,285

The budget request for the Supreme Court is included in the Governor's recommendation as submitted for FY 2009.

Supreme Court

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Request
Department Budget Summary			
State General Funds	\$8,700,335	\$709,950	\$9,410,285
TOTAL STATE FUNDS	\$8,700,335	\$709,950	\$9,410,285
TOTAL FUNDS	\$8,700,335	\$709,950	\$9,410,285
Supreme Court			
State General Funds	\$8,700,335	\$709,950	\$9,410,285
Total Funds	\$8,700,335	\$709,950	\$9,410,285

State Accounting Office

Roles, Responsibilities, and Organization

The State Accounting Office (SAO) was established on October 6, 2004 with an executive order signed by Governor Sonny Perdue and House Bill 293, which realigned the state's financial reporting and financial systems responsibilities under a single state accounting officer. The purpose of SAO is to support and develop statewide PeopleSoft financials and human capital management, provide the comprehensive annual financial report of Georgia, and create accounting procedures and policies for state agencies.

ADMINISTRATION

Administration is responsible for the operations of SAO and includes the following functions: executive management, purchasing, accounting, budget, payroll, and human resources.

FINANCIAL REPORTING

The Financial Reporting division prepares and distributes annual financial statements, reviews and certifies financial reports in coordination with the state auditor, and ensures compliance with state and federal financial accounting and reporting requirements. In addition, Financial Reporting is responsible for the preparation of the comprehensive annual financial report for Georgia, which provides credible and accurate financial information to decision makers and bond rating agencies.

FINANCIAL SYSTEMS

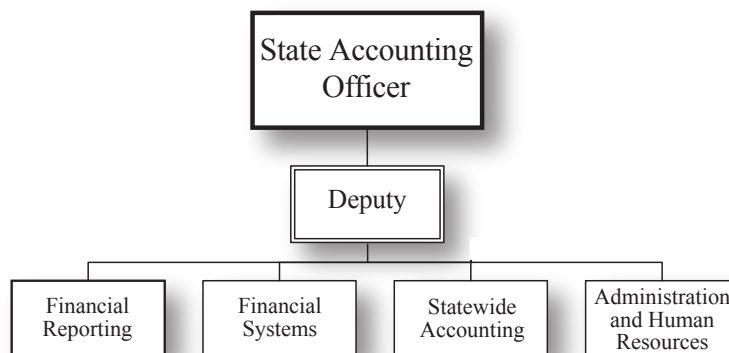
The Financial Systems division is responsible for the support of the statewide human capital management system and the financial and accounting systems. Financial Systems provides the following services: customer support to resolve system and application issues; help desk services to track issues and problems through to resolution; system enhancements and modifications; business process reengineering; PeopleSoft training; data integrity; and management of the full life cycle for the system, including implementation and deployment. This division is also responsible for all technical support within SAO.

STATEWIDE ACCOUNTING

Statewide Accounting is responsible for developing processes and systems to improve the accountable and efficient collection of accounts receivables due to Georgia. This division works to increase efficiency in the cash management areas including streamlined banking processes. In addition, Statewide Accounting is responsible for developing and publishing the accounting standards and policies to be implemented by all state agencies.

AUTHORITY

Title 50-5B, Official Code of Georgia Annotated.



State Accounting Office

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$7,205,916	(\$1,525,456)	\$5,680,460
TOTAL STATE FUNDS	\$7,205,916	(\$1,525,456)	\$5,680,460
Other Funds	9,258,772		9,258,772
TOTAL FUNDS	\$16,464,688	(\$1,525,456)	\$14,939,232

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$62,155
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$40,448), and for performance increases (\$16,179).	56,627
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	30,559
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	12,246
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	42,075
Total Change	\$203,662

State Accounting Office

Purpose: Support statewide PeopleSoft financials and human capital management, provide the comprehensive annual financial report of Georgia, and create accounting procedures and policies for state agencies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$62,155
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$40,448), and for performance increases (\$16,179).	56,627
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	30,559
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	12,246
5. Increase the GBA real estate rental rate for office space.	42,075
6. Fund independent verification and validation required by GTA for the streamlined banking project.	120,000
7. Reduce postage (\$50,000), real estate (\$50,000), and computer charges (\$44,118) to reflect projected expenditures.	(144,118)
8. Transfer funds and 11 positions for the asset management program (fleet management system) from the State Accounting Office to the Department of Administrative Services.	(1,705,000)
Total Change	(\$1,525,456)

State Accounting Office Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
State Accounting Office				
1. Human resource system availability	98.30%	97.50%	95%	95%
2. Financial system availability	96.80%	98.50%	95%	95%
3. Time needed to produce CAFR (in months)	6	6	6	6

State Accounting Office Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
State Accounting Office	\$13,605,841	\$17,624,732	\$16,464,688	\$17,794,843	\$14,939,232
TOTAL FUNDS	\$13,605,841	\$17,624,732	\$16,464,688	\$17,794,843	\$14,939,232
<u>Less:</u>					
Other Funds	\$12,236,336	\$10,821,891	\$9,258,772	\$9,258,772	\$9,258,772
Subtotal	\$12,236,336	\$10,821,891	\$9,258,772	\$9,258,772	\$9,258,772
State General Funds	\$1,369,505	\$6,802,841	\$7,205,916	\$8,536,071	\$5,680,460
TOTAL STATE FUNDS	\$1,369,505	\$6,802,841	\$7,205,916	\$8,536,071	\$5,680,460
Positions	93	93	121	121	110

State Accounting Office

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$7,205,916	(\$1,525,456)	\$5,680,460
TOTAL STATE FUNDS	\$7,205,916	(\$1,525,456)	\$5,680,460
Other Funds	9,258,772		9,258,772
TOTAL FUNDS	\$16,464,688	(\$1,525,456)	\$14,939,232
State Accounting Office			
State General Funds	\$7,205,916	(\$1,525,456)	\$5,680,460
Other Funds	9,258,772		9,258,772
TOTAL FUNDS	\$16,464,688	(\$1,525,456)	\$14,939,232

Department of Administrative Services

Roles, Responsibilities, and Organization

The Department of Administrative Services (DOAS) provides business solutions for state and local governments. DOAS's product and service offerings encompass a broad spectrum that includes purchasing, risk management, fleet management services, surplus property, mail and courier, and document services.

DOAS strives to meet the business needs of its customers while providing the highest level of customer service in a rapidly changing state government.

DOAS SERVICES

State Purchasing is responsible for procuring a wide range of commodities and services for state government. Purchasing negotiates statewide contracts for the benefit of state and local governments and offers technical assistance in conducting and assessing competitive bids. Purchasing provides cost reduction through aggregation of purchasing demand, competitive procurement, efficient purchasing systems, standards, specifications, and practices. Furthermore, Purchasing promotes fair and equitable business opportunities among vendors and strives to ensure the availability of high quality goods and services to state and local governments at the lowest possible price.

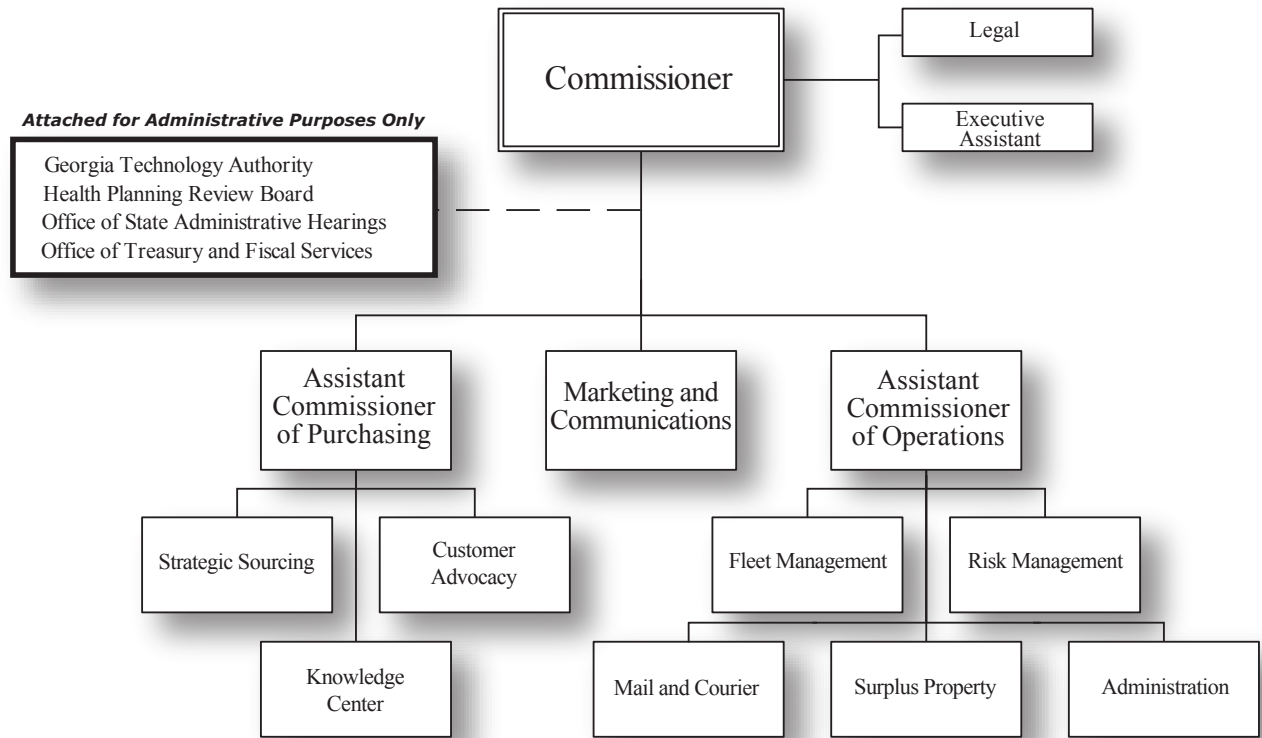
Risk Management directs the state's internal workers' compensation, liability, property, and unemployment insurance programs and also manages the Georgia State Indemnification, Georgia Public School Personnel Indemnification, and Educators' Professional Liability programs. Risk Management oversees the claims administration process and assists state entities in identifying unique loss exposures

and developing strategies to reduce the cost of risk associated with individual business operations. Through these efforts, Risk Management assures responsive stewardship of state funds and the protection of state assets.

The Office of Fleet Management, in conjunction with the Office of Planning and Budget, regulates state government's motor vehicle fleet management functions to ensure efficient and cost-effective fleet operations and to minimize the life-cycle costs associated with vehicle ownership. The Office of Fleet Management provides state government with guidance on vehicle purchases, assignment, usage, maintenance, operation, and disposal. DOAS also provides an economical and convenient transportation alternative for state employees traveling on official business through a daily vehicle rental program for state entities with over 200 rental locations across the state.

Surplus Property is responsible for redistribution of state and federal surplus personal property to state and local governments, eligible non-profits, and to the public. Redistribution through sales to the public is accomplished through Internet sales service providers and through fixed price "stores" located at each service center. Surplus Property centers are located in Tucker (Atlanta), Americus, and Swainsboro. Surplus Property also provides assistance to state and local governments with the disposal of personal property.

Document Services provides a variety of copy and printing services to state government within metro Atlanta from three locations on Capitol Hill along with management of two USPS Automated Attendants.



Department of Administrative Services

Roles, Responsibilities, and Organization

Mail and Courier operates an interoffice mail and courier delivery network, delivers mail to state entities, and manages a U.S. Post Office on Capitol Hill. Mail and Courier provides convenient, efficient, and cost-effective services to customers in their day-to-day business activities.

ATTACHED AGENCIES

The Office of Treasury and Fiscal Services manages, invests, and distributes state revenue collections.

The Health Planning Review Board conducts appeal hearings on decisions of the Health Planning Agency.

The Office of State Administrative Hearings (OSAH) conducts administrative hearings to resolved disputes between the public and state agencies in a timely, impartial, courteous, and professional manner.

The Georgia Technology Authority provides information technology services to state agencies and oversees critical information technology (IT) projects, leads statewide IT strategic planning, and sets enterprise IT and security policies and standards.

AUTHORITY

Title 9-14-53, 15-5-60, 15-6-29, 15-6-30 15-18-14, 15-18-14.2, 15-18-18, 15-18-19, 15-18-40, 20-2-168, 20-2-552, 20-2-930, 20-3-152, 31-6-44, 45-9-1, 45-9-4, 45-9-4.2, 45-9-40,, 45-9-40.1, 45-9-41, 45-9-42, 45-9-43, 45-9-70 thru 79.5, 45-9-80 thru 106, 45-9-110, 48-7-38, 50-5-1 thru 50-5-146, , 50-16-9 thru 13, 50-16-160 and 163, 50-19-1 thru 26, 50-21-20 thru 37, Official Code of Georgia Annotated.

Department of Administrative Services

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$16,118,189	(\$835,119)	\$15,283,070
TOTAL STATE FUNDS	\$16,118,189	(\$835,119)	\$15,283,070
Other Funds	149,811,091	(8,302,999)	141,508,092
TOTAL FUNDS	\$165,929,280	(\$9,138,118)	\$156,791,162

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment for the department (\$147,883) and the Office of State Administrative Hearings (OSAH) (\$57,589).	\$205,472
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$133,971), for performance increases (\$53,588), and for structure adjustments to the statewide salary plan for the department (\$463).	188,022
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (\$93,801).	93,801
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(47,392)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	70,000
Total Change	\$509,903

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$91,399).	\$48,251
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$18,352), for performance increases (\$7,341), and for structure adjustments to the statewide salary plan (\$463).	26,156
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	12,843
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(12,796)
5. Increase the GBA real estate rental rate for office space.	22,566
6. Transfer the marketing and communications unit and three positions from the State Purchasing program to the Administration program (Total Funds: \$239,344).	138,254
7. Reduce funding for real estate rentals based on projected expenditures (Total Funds: \$50,962).	(27,519)
8. Provide other funds (\$145,932) to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
9. Increase other funds (\$371,447) to help cover a projected shortfall in personal services.	Yes
Total Change	\$207,755

Fiscal Services

Purpose: Provide administrative functions and services necessary for the fulfillment of the responsibilities of the Superior Courts.

Recommended Change:

1. Terminate the contract with Superior Courts for accounting services and transfer six positions, eliminating the Fiscal Services program and \$325,184 in other funds.	Yes
Total Change	\$0

Fleet Management

Purpose: In conjunction with OPB, centralize state government motor vehicle fleet management functions to ensure efficient and cost-effective fleet operations and minimize the life-cycle costs associated with vehicle ownership.

Recommended Change:

1. Transfer funds and 11 positions for the asset management program (fleet management system) to the Department of Administrative Services from the State Accounting Office.	\$1,705,000
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Department of Administrative Services

FY 2009 Program Budgets

2. Provide \$12,284 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
3. Provide \$75,393 in other funds to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
4. Reduce other funds by \$383,545 based on projected cost efficiencies.	Yes
5. Increase other funds by \$7,662 for real estate based on projected expenditures.	Yes
6. Eliminate \$1,198,993 in other funds, nine positions, and 163 vehicles as a result of the Enterprise contract.	Yes
Total Change	\$1,705,000

Mail and Courier

Purpose: Provide convenient, efficient, and cost effective services through aggregation of demand for Capitol Hill and metro area mail and package delivery services.

Recommended Change:

1. Provide \$8,733 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
2. Reduce other funds by \$63,723 and eliminate one position to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
3. Reduce other funds by \$111,643 based on projected cost efficiencies.	Yes
4. Reduce other funds by \$102,194 for real estate rentals based on projected expenditures.	Yes
Total Change	\$0

Risk Management

Purpose: Minimize cost and provide fair treatment of citizens through effective claims management.

Recommended Change:

1. Provide \$63,480 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
2. Increase other funds by \$99,612 to help cover a projected shortfall in personal services.	Yes
3. Reduce other funds by \$4,115,442 to reflect recent claims activity and anticipated savings due to loss control efforts.	Yes
4. Reduce other funds by \$2,902,654 for re-insurance due to the negotiation of lower rates.	Yes
5. Reduce other funds by \$89,597 to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
6. Reduce other funds by \$629,562 based on projected cost efficiencies.	Yes
7. Increase other funds by \$25,997 for real estate rentals based on projected expenditures.	Yes
Total Change	\$0

State Purchasing

Purpose: Reduce cost through aggregation of purchasing demand for state and local governments and provide fair and equitable access through open, structured competitive procurement.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$113,026).	\$99,632
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$76,416), and for performance increases (\$30,566).	106,982
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	53,474
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(34,596)
5. Increase the GBA real estate rental rate for office space.	47,434
6. Reduce personal services to reflect vacancy and hiring patterns.	(148,653)
7. Transfer the marketing and communications unit, and three positions from the State Purchasing program to the Administration program (Total Funds: \$293,344).	(138,254)
8. Adjust funding for real estate rentals based on projected expenditures (Total Funds: \$113,322).	3,429
9. Provide \$292,103 in other funds to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
Total Change	(\$10,552)

Department of Administrative Services

FY 2009 Program Budgets

Surplus Property

Purpose: Reduce cost through maximization of the useful life of state-owned equipment and redistribution of property to state and local governments, qualifying non-profits, and to the public through auction.

Recommended Change:

1. Provide \$29,215 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
2. Provide \$127,556 in other funds to continue the department's transformation to upgrade services and improve enterprise programs.	Yes
3. Increase other funds by \$209,287 due to cost efficiencies redirected from other programs.	Yes
4. Increase other funds by \$40,477 for personal services to fill vacancies.	Yes
Total Change	\$0

U.S. Post Office

Purpose: Provide convenient and cost-effective postal services to agencies and individuals.

Recommended Change:

1. Provide \$1,263 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
2. Increase other funds by \$15,016 for personal services to fill vacancies.	Yes
3. Reduce other funds by \$5,838 for real estate rentals based on projected expenditures.	Yes
4. Realize savings and eliminate three positions due to the closure of the Floyd building post office and consolidation of services with the rapid copy vendor (Total Funds: \$96,925).	(21,415)
Total Change	(\$21,415)

Agencies Attached for Administrative Purposes:

Agency for the Removal of Hazardous Materials

Purpose: Establish and administer a program for the abatement and removal of asbestos and other hazardous materials from premises of the state.

Recommended Change:

1. Eliminate funding due to GBA handling the remaining work of asbestos removal on Capitol Hill.	(\$85,354)
Total Change	(\$85,354)

Health Planning Review Board

Purpose: Review decisions made by hearing officers.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Office of State Administrative Hearings

Purpose: Provide an impartial, independent forum for resolving disputes between the public and state agencies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$57,589
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$39,203), and for performance increases (\$15,681).	54,884
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	27,484
4. Realign the budget to reflect projected expenditures by reducing personal services (\$897,519) and increasing operating expenses (\$348,778).	(548,741)
Total Change	(\$408,784)

Department of Administrative Services

FY 2009 Program Budgets

Office of Treasury and Fiscal Services

Purpose: Receive and keep safely all monies paid to the treasury and pay all warrants legally drawn on the treasury.

Recommended Change:

1. Provide \$32,437 in other funds to annualize the cost of the FY 2008 salary adjustment.	Yes
Total Change	\$0

Payments to Georgia Technology Authority

Purpose: Set the direction for the state's use of technology and promote efficient, secure, and cost-effective delivery of information technology services.

Recommended Change:

1. Eliminate five positions and funding for the implementation of the Commission for a New Georgia's Information Technology Task Force recommendations.	(\$396,769)
2. Eliminate grant funding for wireless broadband.	(1,000,000)
Total Change	(\$1,396,769)

Compensation Per General Assembly Resolutions

Purpose: Fund HR102 of the 2007 Session.

Recommended Change:

1. Delete the one-time cost of purchasing an annuity for an individual who was wrongfully imprisoned.	(\$825,000)
Total Change	(\$825,000)

Capital Outlay Summary

Georgia Aviation Authority

	<u>Yr.</u>	<u>Principal</u>		<u>Debt Service</u>
1. Purchase 1 replacement airplane (King Air 350) and 4 replacement helicopters (Bell 407)	5	\$18,400,000		\$4,250,400
Total		\$18,400,000		\$4,250,400

Department of Administrative Services

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Risk Management				
1. Number of Workers' Compensation claims	9,089	8,838	8,396	7,976
2. Incurred cost of Workers' Compensation claims	\$36,032,736	\$35,749,035	\$34,319,083	\$32,946,310
3. Number of property claims	315	302	290	278
4. Incurred cost of property claims	\$4,477,394	\$4,253,524	\$4,040,848	\$3,838,806
5. Number of auto liability claims	1,674	1,623	1,558	1,493
6. Incurred cost of auto liability claims	\$4,695,726	\$4,460,939	\$4,237,893	\$4,025,998
State Purchasing				
1. Number of statewide contracts	76	82	90	99
2. Statewide savings in state spend through the procurement transformation initiative (in millions)	\$308.75	\$358.49	\$421.26	\$483.96
Office of State Administrative Hearings				
1. Number of cases	28,418	32,745	34,382	36,101
Office of Treasury and Fiscal Services				
1. Interest earned in excess of fees for state fund bank accounts held by state agencies (in millions)	\$105	\$158	\$100	\$100
2. Georgia Fund 1 annualized return	4.20%	5.30%	4.25%	4.25%

Department of Administrative Services

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$3,874,175	\$5,047,481	\$4,347,678	\$6,854,564	\$5,193,607
Fiscal Services	297,475	348,773	325,184		
Fleet Management	2,539,046	1,344,057	2,154,337	764,856	2,372,138
Mail and Courier	1,142,363	992,297	1,398,982	1,130,859	1,130,155
Risk Management	124,374,337	134,835,880	137,428,923	130,488,483	129,880,757
State Purchasing	22,782,068	8,953,333	7,622,622	8,454,391	7,926,370
Surplus Property	2,483,386	2,455,305	2,332,891	2,739,426	2,739,426
U.S. Post Office	195,945	173,557	176,990	110,506	90,506
SUBTOTAL (Excludes Attached Agencies)	<u>\$157,688,795</u>	<u>\$154,150,683</u>	<u>\$155,787,607</u>	<u>\$150,543,085</u>	<u>\$149,332,959</u>
ATTACHED AGENCIES:					
Agency for the Removal of Hazardous Materials	\$85,354	\$85,354	\$85,354	\$85,354	
Health Planning Review Board	60,438	60,468	60,473	60,473	\$60,473
Office of State Administrative Hearings	4,051,461	4,309,305	4,651,397	4,708,986	4,242,613
Office of Treasury and Fiscal Services	2,499,811	3,293,183	3,122,680	3,155,117	3,155,117
Payments to Georgia Technology Authority	396,769	4,396,769	1,396,769	1,396,769	
Compensation Per General Assembly Resolutions			825,000		
TOTAL FUNDS	<u>\$164,782,628</u>	<u>\$166,295,762</u>	<u>\$165,929,280</u>	<u>\$159,949,784</u>	<u>\$156,791,162</u>
Less:					
Other Funds	\$140,713,198	\$144,989,090	\$149,811,091	\$143,861,123	\$141,508,092
Subtotal	<u>\$140,713,198</u>	<u>\$144,989,090</u>	<u>\$149,811,091</u>	<u>\$143,861,123</u>	<u>\$141,508,092</u>
State General Funds	\$24,069,430	\$21,306,672	\$16,118,189	\$16,088,661	\$15,283,070
TOTAL STATE FUNDS	<u>\$24,069,430</u>	<u>\$21,306,672</u>	<u>\$16,118,189</u>	<u>\$16,088,661</u>	<u>\$15,283,070</u>
Positions	990	992	873	872	859
Motor Vehicles	323	302	302	139	139

Department of Administrative Services

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$16,118,189	(\$835,119)	\$15,283,070
TOTAL STATE FUNDS	\$16,118,189	(\$835,119)	\$15,283,070
Other Funds	149,811,091	(8,302,999)	141,508,092
TOTAL FUNDS	\$165,929,280	(\$9,138,118)	\$156,791,162
Administration			
State General Funds	\$2,349,936	\$207,755	\$2,557,691
Other Funds	1,997,742	638,174	2,635,916
Total Funds	<u>\$4,347,678</u>	<u>\$845,929</u>	<u>\$5,193,607</u>
Fiscal Services			
Other Funds	\$325,184	(\$325,184)	\$0
Total Funds	<u>\$325,184</u>	<u>(\$325,184)</u>	<u>\$0</u>
Fleet Management			
State General Funds		\$1,705,000	\$1,705,000
Other Funds	\$2,154,337	(1,487,199)	667,138
Total Funds	<u>\$2,154,337</u>	<u>\$217,801</u>	<u>\$2,372,138</u>
Mail and Courier			
Other Funds	\$1,398,982	(\$268,827)	\$1,130,155
Total Funds	<u>\$1,398,982</u>	<u>(\$268,827)</u>	<u>\$1,130,155</u>
Risk Management			
Other Funds	\$137,428,923	(\$7,548,166)	\$129,880,757
Total Funds	<u>\$137,428,923</u>	<u>(\$7,548,166)</u>	<u>\$129,880,757</u>
State Purchasing			
State General Funds	\$7,336,529	(\$10,552)	\$7,325,977
Other Funds	286,093	314,300	600,393
Total Funds	<u>\$7,622,622</u>	<u>\$303,748</u>	<u>\$7,926,370</u>
Surplus Property			
Other Funds	\$2,332,891	\$406,535	\$2,739,426
Total Funds	<u>\$2,332,891</u>	<u>\$406,535</u>	<u>\$2,739,426</u>
U.S. Post Office			
State General Funds	\$21,415	(\$21,415)	\$0
Other Funds	155,575	(65,069)	90,506
Total Funds	<u>\$176,990</u>	<u>(\$86,484)</u>	<u>\$90,506</u>

Department of Administrative Services

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Agencies Attached for Administrative Purposes:			
Agency for the Removal of Hazardous Materials			
State General Funds	\$85,354	(\$85,354)	\$0
Total Funds	<u>\$85,354</u>	<u>(\$85,354)</u>	<u>\$0</u>
Health Planning Review Board			
State General Funds	\$60,473		\$60,473
Total Funds	<u>\$60,473</u>	<u>\$0</u>	<u>\$60,473</u>
Office of State Administrative Hearings			
State General Funds	\$4,042,713	(\$408,784)	\$3,633,929
Other Funds	608,684		608,684
Total Funds	<u>\$4,651,397</u>	<u>(\$408,784)</u>	<u>\$4,242,613</u>
Office of Treasury and Fiscal Services			
Other Funds	\$3,122,680	\$32,437	\$3,155,117
Total Funds	<u>\$3,122,680</u>	<u>\$32,437</u>	<u>\$3,155,117</u>
Payments to Georgia Technology Authority			
State General Funds	\$1,396,769	(\$1,396,769)	\$0
Total Funds	<u>\$1,396,769</u>	<u>(\$1,396,769)</u>	<u>\$0</u>
Compensation Per General Assembly Resolutions			
State General Funds	\$825,000	(\$825,000)	\$0
Total Funds	<u>\$825,000</u>	<u>(\$825,000)</u>	<u>\$0</u>

Department of Agriculture

Roles, Responsibilities, and Organization

The Georgia Department of Agriculture administers a variety of programs which all share the goals of maintaining the state's viable farm industry and protecting the consuming public. These multifaceted programs affect all Georgians as well as countless others throughout the United States and the world, wherever Georgia agribusiness products are consumed.

ATHENS/TIFTON VETERINARY DIAGNOSTIC LABS

The Athens and Tifton Veterinary Diagnostic Labs, which are attached to the department, ensure the safety of the food supply and the health of animals and people within Georgia by providing diagnostic support, investigative resources and disease surveillance for naturally occurring animal diseases, foreign animal diseases, and bioterrorism. The labs address the concerns of veterinarians, regulatory agencies, animal owners, and wildlife groups regarding livestock, equine, and companion animals as well as wildlife.

PLANT INDUSTRY DIVISION

The role of the Plant Industry Division is to administer and enforce federal and state laws relating to fertilizers, feeds, grains, seeds, pesticides and pest control, nursery and plant certification, honeybees, treated timber, boll weevil eradication, and other related environmental protection programs. The division promotes Georgia's agricultural and horticultural interests and inspects and tests sufficient quantities of each commodity to guarantee that those commodities reaching the consumer meet minimum standards and are correctly labeled.

ANIMAL INDUSTRY DIVISION

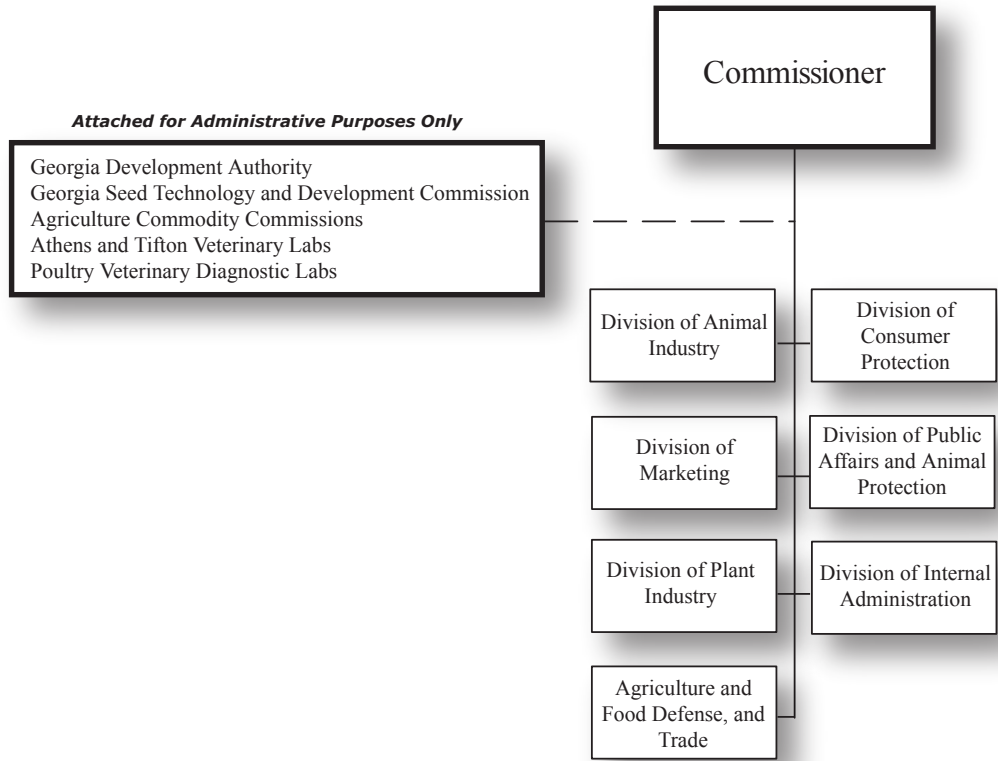
Animal agriculture is the largest sector of agriculture, contributing over \$5.8 billion to Georgia's farm gate value. Assuring that the livestock

and poultry sectors remain healthy and productive are the top priorities of the Animal Industry Division. The Animal Industry Division consists of veterinarians, field inspectors, laboratory technicians, program managers, and support staff, all working to ensure the continued protection of animal and public health. The division works to guarantee food safety, animal welfare, and successful livestock production. The Animal Industry Division is responsible for monitoring, detecting, and controlling over 100 animal diseases that can have a significant impact on the agricultural economy and can be contagious to both animals and people. This division also ensures the humane treatment of equines and other animals, and promotes dog and cat sterilization through its license plate program.

The Meat Inspection Section is the largest functional area of the Animal Industry Division. The section licenses 163 facilities in Georgia and protects consumers from food-borne diseases. Meat inspectors ensure that consumers receive wholesome, safe, and truthfully labeled meat and poultry products by assuring compliance with food safety standards. The section also has a primary role in food security and would serve as a first responder to an intentional threat to Georgia's meat supply.

CONSUMER PROTECTION DIVISION

The primary function of the Food and Dairy Section is to prevent the sale and distribution of adulterated or misbranded foods to consumers. The Food Section conducts on-site inspections focusing on food safety risk factors and also protects consumers against fraud by checking scanners and scales to ensure the accuracy of pricing and weights. Included in these responsibilities is a dairy inspection program for farms and processing plants, so that Georgia dairy products can be marketed as "Grade A" throughout the United States.



Department of Agriculture

Roles, Responsibilities, and Organization

The primary function of the Fuel and Measures Section is to ensure equity in the market place by verifying the accuracy of weighing and measuring devices. The Fuel and Measures Section inspects all measuring devices used for commerce by conducting on-site inspections and tests of commercial weighing devices including scales, liquefied petroleum gas meters, milk tanks, moisture meters, gasoline pumps, transport tank trucks, fuel oil terminals, and bulk plants. Included in these responsibilities is the operation of the state fuel oil laboratory and the state weights laboratory, both of which ensure that Georgia's regulated consumer products meet required quality standards.

MARKETING DIVISION

The Marketing Division operates six regional farmers' markets and nine seasonal/local markets. This division collects and distributes market information on Georgia agricultural products and administers various marketing programs. The Marketing Division also provides supervision for the nine Georgia Agricultural Commodity Commissions. Additionally, the division enforces the requirements of the Agricultural Products Act to license and bond dealers who purchase from Georgia producers. The State Warehouse Section examines and audits licensed and bonded facilities that store Georgia agricultural products. The division registers and licenses Vidalia onion growers, licenses processors of Vidalia onion products, and enforces the requirements of the U.S. Certification Mark VIDALIA.

The Homeland Security Program is responsible for handling any day-to-day agricultural crisis, whether man-made or natural, and for working through GEMA to respond to any agricultural emergency declared by the Governor. The Office of International Trade assists Georgia agricultural companies with their marketing efforts both nationally and internationally. Using databases, trade shows, trade missions, and reverse trade missions, the office helps companies explore market opportunities.

POULTRY VETERINARY DIAGNOSTIC LABS

As the official state agency for the administration of the USDA's National Poultry Improvement Plan (NPIP) attached to the Department of Agriculture, the Georgia Poultry Lab Network carries out the national plan and provides diagnostic and monitoring services for Georgia poultry growers and the poultry industry in the state. The labs' primary mission is to certify that flocks are free from certain devastating poultry diseases including avian influenza; this ensures that Georgia has the healthiest flocks possible and can continue to produce more poultry products annually than any other state. The labs are headquartered in Oakwood with nine regional labs spread throughout Georgia.

AUTHORITY

Title 2, Official Code of Georgia Annotated.

Department of Agriculture

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$46,192,622	\$2,012,582	\$48,205,204
TOTAL STATE FUNDS	\$46,192,622	\$2,012,582	\$48,205,204
Federal Funds Not Specifically Identified	6,849,321	1,200,000	8,049,321
Other Funds	1,884,689	1,500,000	3,384,689
TOTAL FUNDS	\$54,926,632	\$4,712,582	\$59,639,214

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$612,897
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$376,295), for performance increases (\$150,518), for employees in specified critical jobs (\$119,317), and for structure adjustments to the statewide salary plan (\$11,803).	657,933
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	278,893
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(80,518)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	101,583
Total Change	\$1,570,788

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$59,717
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$35,204) and for performance increases (\$17,656).	52,860
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	32,715
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,445)
5. Increase the GBA real estate rental rate for office space.	11,916
6. Delete one-time funds for online licensing implementation.	(280,000)
Total Change	(\$132,237)

Athens/Tifton Veterinary Diagnostic Laboratories

Purpose: Ensure the health of production, equine, and companion animals, and protect public health as it relates to animals within the State of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$124,384
Total Change	\$124,384

Consumer Protection

Purpose: Ensure a safe food supply, guarantee a safe and healthy supply of agricultural products, provide for accurate commercial transactions, and protect animal health (production, equine, and companion) for the citizens of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$298,447
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$212,938), for performance increases (\$106,797), for employees in specified critical jobs (\$119,317), and structure adjustments to the statewide salary plan (\$11,803).	450,855
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	197,883
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(57,130)

Department of Agriculture FY 2009 Program Budgets

5. Increase the GBA real estate rental rate for office space.	72,076
6. Fill two vacant imported food/seafood positions and one vacant dairy industry position to protect the food supply and promote the Georgia dairy industry.	199,374
7. Delete one-time funds used to replace eight high-mileage vehicles.	(120,000)
8. Replace 27 vehicles with mileage in excess of 170,000 used by department inspectors in their daily work.	405,000
9. Eliminate the equine manager position due to department reorganization.	(82,580)
10. Provide ethanol and biodiesel testing equipment to perform mandated testing.	275,000
11. Transfer one position from the Poultry Veterinary Diagnostic Laboratory to the Consumer Protection program.	Yes
12. Increase federal funds (\$450,000) and other funds (\$750,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,638,925

Marketing and Promotion

Purpose: Expand sales of Georgia's commodities from growers by promoting them domestically and internationally.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$56,741
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$51,969) and for performance increases (\$26,065).	78,034
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	48,295
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(13,943)
5. Increase the GBA real estate rental rate for office space.	17,591
6. Replace three vehicles with mileage in excess of 170,000 used by department inspectors in their daily work.	45,000
7. Increase federal funds (\$750,000) and other funds (\$750,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$231,718

Poultry Veterinary Diagnostic Laboratories

Purpose: Provide poultry disease diagnostic and monitoring services with a focus on avian influenza.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$73,608
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	76,184
3. Transfer one position from the Poultry Veterinary Diagnostic Laboratory to the Consumer Protection program.	Yes
Total Change	\$149,792

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Renovate and repair of State Farmers' Markets, statewide	5	\$1,250,000	\$288,750
Total		\$1,250,000	\$288,750

Department of Agriculture

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Consumer Protection				
1. Percentage of fuel sold in Georgia meeting minimum quality standards	97%	97%	97%	97%
2. Percent of licensed food establishments maintaining compliance with the Georgia Food Act and regulations	99.6%	100%	99.5%	99.5%
Marketing and Promotion				
1. Percentage increase in total sales at the Atlanta Farmers' Market	1%	2%	2%	2%
2. Percentage increase in total users of the Atlanta Farmers' Market	2%	2%	2%	2%
Athens/Tifton Veterinary Diagnostic Laboratories				
1. Number of animals and/or samples submitted to the labs per year for surveillance and/or health care	108,180	113,691	110,000	115,000
Poultry Veterinary Diagnostic Laboratories				
1. Number of avian influenza tests provided to poultry growers and hobbyists	210,569	291,708	240,000	240,000
2. Number of samples submitted to the poultry lab network yearly for diagnostic testing	44,769	54,524	45,000	45,000

Department of Agriculture

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$9,827,540	\$7,460,502	\$7,111,084	\$6,890,801	\$6,978,847
Athens-Tifton Veterinary Diagnostic Laboratories	3,271,132	3,485,061	3,651,229	3,775,613	3,775,613
Consumer Protection	30,428,462	31,799,876	31,684,732	32,384,973	34,523,657
Marketing and Promotion	10,929,514	8,820,465	8,991,043	9,092,784	10,722,761
Poultry Veterinary Diagnostic Laboratories	3,432,367	3,611,800	3,488,544	3,562,152	3,638,336
TOTAL FUNDS	\$57,889,015	\$55,177,704	\$54,926,632	\$55,706,323	\$59,639,214
<u>Less:</u>					
Federal Funds	\$9,406,608	\$8,802,320	\$6,849,321	\$6,849,321	\$8,049,321
Other Funds	5,704,437	3,468,484	1,884,689	1,884,689	3,384,689
Subtotal	\$15,111,045	\$12,270,804	\$8,734,010	\$8,734,010	\$11,434,010
 State General Funds	 \$42,777,970	 \$42,906,900	 \$46,192,622	 \$46,972,313	 \$48,205,204
 TOTAL STATE FUNDS	 \$42,777,970	 \$42,906,900	 \$46,192,622	 \$46,972,313	 \$48,205,204
 Positions	 840	 840	 844	 844	 844
Motor Vehicles	295	295	295	295	295

Department of Agriculture

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$46,192,622	\$2,012,582	\$48,205,204
TOTAL STATE FUNDS	\$46,192,622	\$2,012,582	\$48,205,204
Federal Funds Not Specifically Identified	6,849,321	1,200,000	8,049,321
Other Funds	1,884,689	1,500,000	3,384,689
TOTAL FUNDS	\$54,926,632	\$4,712,582	\$59,639,214
Administration			
State General Funds	\$6,782,863	(\$132,237)	\$6,650,626
Federal Funds Not Specifically Identified	69,500		69,500
Other Funds	258,721		258,721
Total Funds	\$7,111,084	(\$132,237)	\$6,978,847
Athens-Tifton Veterinary Diagnostic Laboratories			
State General Funds	\$3,651,229	\$124,384	\$3,775,613
Total Funds	\$3,651,229	\$124,384	\$3,775,613
Consumer Protection			
State General Funds	\$24,000,511	\$1,638,925	\$25,639,436
Federal Funds Not Specifically Identified	6,749,221	450,000	7,199,221
Other Funds	935,000	750,000	1,685,000
Total Funds	\$31,684,732	\$2,838,925	\$34,523,657
Marketing & Promotion			
State General Funds	\$8,269,475	\$231,718	\$8,501,193
Federal Funds Not Specifically Identified	30,600	750,000	780,600
Other Funds	690,968	750,000	1,440,968
Total Funds	\$8,991,043	\$1,731,718	\$10,722,761
Poultry Veterinary Diagnostic Laboratories			
State General Funds	\$3,488,544	\$149,792	\$3,638,336
Total Funds	\$3,488,544	\$149,792	\$3,638,336

Department of Banking and Finance

Roles, Responsibilities, and Organization

The Department of Banking and Finance enforces and administers all state laws, rules and regulations governing the operation of state-chartered financial institutions in Georgia. The department works to ensure the following banking conditions for Georgia customers:

- Safe and sound operation of financial institutions;
- Public confidence in our financial institutions;
- Protection for the interests of the depositors, creditors, and shareholders of financial institutions;
- Service by financial institutions responsive to the convenience and needs of the public; and,
- Appropriate competition among all financial institutions to promote economic growth.

The department collects supervision, examination and administrative fees from regulated entities to cover the expenses incurred in the operation of the Department. All fees collected by the department are deposited into the State Treasury. To accomplish its objectives, the department has four principal functions:

- Supervise and regulate financial institutions
- License mortgage brokers and lenders and money service businesses
- Conduct examinations of financial institutions, mortgage brokers and lenders, and money service businesses, as appropriate and as required by law
- Consumer protection and assistance

SUPERVISION AND REGULATION

The department has the authority to adopt rules and regulations regarding the operation of financial institutions to:

- Allow state-chartered financial institutions to compete fairly with those chartered by the federal government, other states, or foreign governments;
- Protect Georgia financial institutions threatened by economic conditions or technological developments; and,
- Prevent unfair, misleading or deceptive business practices by financial services providers.

The Department of Banking and Finance has responsibility for regulating and monitoring the condition of 290 state-chartered banks,

68 credit unions, 262 Georgia holding companies, four international bank agencies, 3,329 mortgage brokers and lenders, 827 check cashers, 26 check sellers, and 82 money transmitters (as of July 30, 2007).

LICENSING AND REGISTRATION

Article 13 of Title 7 of the Official Code of Georgia Annotated requires mortgage lenders and mortgage brokers to be licensed or registered with the department in order to transact business in Georgia. As of July 30, 2007, 3,329 mortgage brokers and lenders were licensed with the department. The department is responsible for licensing money service businesses (check sellers, check cashers and money transmitters). The department also conducts investigations and resolves consumer complaints regarding residential mortgage lending and money service businesses.

FINANCIAL EXAMINATIONS

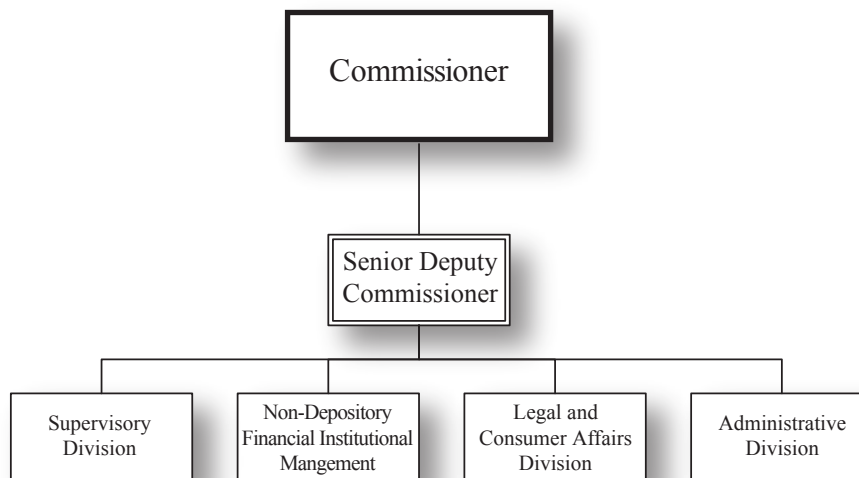
The department is responsible for examining all financial institutions at least once each year. Mortgage lenders/brokers are to be examined at least once every 24 months. Exceptions to these examination frequencies are allowed under specific conditions as provided by law and/or policy. If necessary, the department may require extra reports and conduct additional examinations to obtain essential information. The department is authorized to issue and enforce orders requiring financial institutions to correct unacceptable conditions discovered through examinations.

OTHER RESPONSIBILITIES

Other responsibilities of the department include approval of all proposals to incorporate as a state-chartered financial institution, approval of requests to change existing articles of incorporation, and approval of mergers and consolidations of financial institutions. Also, the department investigates possible violations of state interest and usury laws.

AUTHORITY

Title 7, Official Code of Georgia Annotated.



Department of Banking and Finance

FY 2009 Program Budgets

Department Budget Summary	FY 2008	Changes	FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$12,218,642	\$892,414	\$13,111,056
TOTAL STATE FUNDS	\$12,218,642	\$892,414	\$13,111,056
TOTAL FUNDS	\$12,218,642	\$892,414	\$13,111,056

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$378,756
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$140,588) and for performance increases (\$56,235).	196,823
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	103,926
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(23,116)
Total Change	\$656,389

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$26,939
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$21,808) and for performance increases (\$8,722).	30,530
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	16,121
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,789)
5. Transfer funds from the Chartering, Licensing, and Applications/Non-Mortgage Entities program to the Administration program to properly budget funds for projected expenses.	174,693
Total Change	\$245,494

Chartering, Licensing and Applications/Non-Mortgage Entities

Purpose: Provide efficient and flexible application, registration, and notification procedures for financial institutions that are in compliance with applicable laws, regulations, and department policies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$14,472
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,555) and for performance increases (\$2,622).	9,177
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,845
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(775)
5. Transfer funds from the Chartering, Licensing, and Applications/Non-Mortgage Entities program to the Administration program (\$174,693), Consumer Protection and Assistance program (\$80,516), and Financial Institution Supervision program (\$462,430) to properly budget funds for projected expenses.	(717,639)
Total Change	(\$689,920)

Consumer Protection and Assistance

Purpose: Assist consumers with problems encountered when dealing with department regulated entities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,825
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,872) and for performance increases (\$2,749).	9,621

Department of Banking and Finance

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,080
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(930)
5. Transfer funds from the Chartering, Licensing, and Applications/Non-Mortgage Entities program to the Consumer Protection and Assistance program to properly budget funds for projected expenses.	80,516
Total Change	\$106,112

Financial Institution Supervision

Purpose: Provide for safe and sound operation of Georgia state-chartered financial institutions, and protect the interests of the depositors, creditors, and shareholders of those institutions.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$263,851
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$87,276) and for performance increases (\$34,910).	122,186
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	64,517
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(15,367)
5. Transfer funds from the Chartering, Licensing, and Applications/Non-Mortgage Entities program (\$462,430) and the Mortgage Supervision program (\$21,534) to the Financial Institution Supervision program to properly budget funds for projected expenses.	483,964
6. Restore operational funding for VOIP phone system for field offices.	181,025
7. Provide funds to improve information systems controls that support business processes and objectives.	55,000
Total Change	\$1,155,176

Mortgage Supervision

Purpose: Protect customers from unfair, deceptive, or fraudulent residential mortgage lending practices and enforce applicable laws and regulations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$61,669
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$18,078) and for performance increases (\$7,231).	25,309
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,363
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(3,255)
5. Transfer funds from the Mortgage Supervision program to the Financial Institution Supervision program to properly budget funds for projected expenses.	(21,534)
Total Change	\$75,552

Department of Banking and Finance

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Financial Institution Supervision				
1. Average number of examiners compared to total supervised assets (in millions)	52 / \$280	56 / \$277	57 / \$290	57 / \$295
Mortgage Supervision				
1. Average number of mortgage licensees and registrants	3,413	3,212	3,200	3,300
Consumer Protection and Assistance				
1. Customer Service: Percentage of customer responses and feedback indicating satisfaction with the service provided during the handling of their complaint	83%	98%	92%	92%

Department Banking and Finance

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$1,659,755	\$1,854,481	\$1,876,614	\$2,146,763	\$2,122,108
Chartering, Licensing and Applications/Non-Mortgage Entities	478,594	497,876	1,250,814	483,129	560,894
Consumer Protection and Assistance	481,343	599,270	564,842	520,671	670,954
Financial Institution Supervision	6,392,145	6,972,574	6,734,312	7,645,076	7,889,488
Mortgage Supervision	1,823,551	1,631,107	1,792,060	1,957,513	1,867,612
TOTAL FUNDS	\$10,835,388	\$11,555,308	\$12,218,642	\$12,753,152	\$13,111,056
<u>Less:</u>					
Other Funds	\$125,000				
Subtotal	\$125,000	\$0	\$0	\$0	\$0
State General Funds	\$10,710,388	\$11,555,308	\$12,218,642	\$12,753,152	\$13,111,056
TOTAL STATE FUNDS	\$10,710,388	\$11,555,308	\$12,218,642	\$12,753,152	\$13,111,056
Positions	148	149	149	149	149
Motor Vehicles	53	52	52	52	52

Department of Banking and Finance

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$12,218,642	\$892,414	\$13,111,056
TOTAL STATE FUNDS	\$12,218,642	\$892,414	\$13,111,056
TOTAL FUNDS	\$12,218,642	\$892,414	\$13,111,056
Administration			
State General Funds	\$1,876,614	\$245,494	\$2,122,108
Total Funds	\$1,876,614	\$245,494	\$2,122,108
Chartering, Licensing and Applications/Non-Mortgage Entities			
State General Funds	\$1,250,814	(\$689,920)	\$560,894
Total Funds	\$1,250,814	(\$689,920)	\$560,894
Consumer Protection and Assistance			
State General Funds	\$564,842	\$106,112	\$670,954
Total Funds	\$564,842	\$106,112	\$670,954
Financial Institution Supervision			
State General Funds	\$6,734,312	\$1,155,176	\$7,889,488
Total Funds	\$6,734,312	\$1,155,176	\$7,889,488
Mortgage Supervision			
State General Funds	\$1,792,060	\$75,552	\$1,867,612
Total Funds	\$1,792,060	\$75,552	\$1,867,612

Department of Community Affairs

Roles, Responsibilities, and Organization

The Department of Community Affairs (DCA) operates a host of state and federal grant programs; serves as the state's lead agency in housing finance and development; publishes building codes which are applicable to every structure built in Georgia; provides comprehensive planning, technical, and research assistance to local governments; and serves as the lead agency for the state's solid waste reduction efforts. DCA's three core businesses are safe and affordable housing, community and economic development, and local government assistance.

SAFE AND AFFORDABLE HOUSING

DCA supports Georgia communities in addressing their housing needs by offering funding and expertise to communities, non-profit and for-profit organizations, and individuals. The agency provides financing for affordable housing development, mortgages, and down payment loans for moderate-income first-time home buyers and financing for housing for people with special needs.

DCA's homeless and special needs housing programs support local programs that provide emergency shelter, transitional housing, essential services, and permanent supportive housing for persons who need community support in order to retain stable housing. The Housing Choice Voucher program provides rent subsidies to landlords who agree to maintain their rental properties at the required Housing Quality Standards and to rent to qualified low-income families.

COMMUNITY AND ECONOMIC DEVELOPMENT

DCA's community development programs help the state's communities realize their growth and development goals. The agency administers

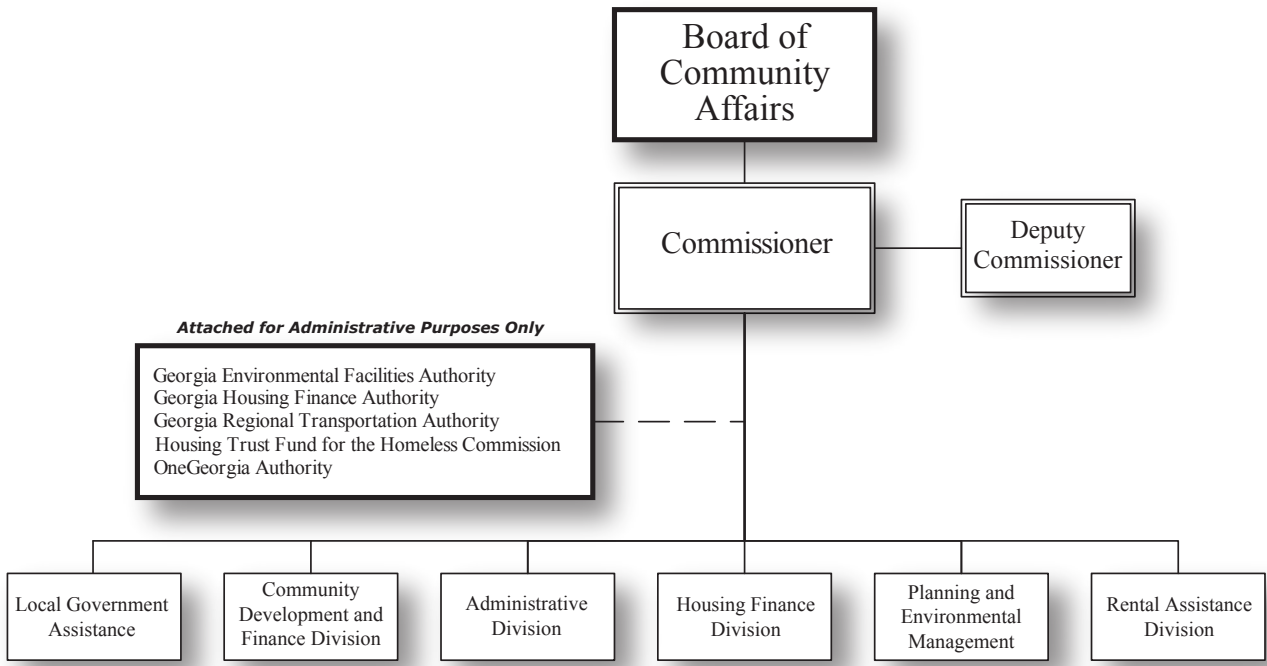
the federal Community Development Block Grant program, which provides approximately \$40 million in grants annually to cities and counties outside major metropolitan areas in Georgia. DCA's community service programs deliver approximately \$4 million annually in funding support to 13 AmeriCorps programs located throughout the state. The Leadership Development team helps communities to design, develop, and execute leadership training programs, and coordinates the regional multi-day Georgia Academy for Economic Development in every region of Georgia.

DCA offers economic development and redevelopment incentives and tools designed to help promote growth and job creation throughout the state. Economic development programs deliver over \$54 million in grants and loans annually to Georgia. Grants or loans are available for infrastructure (for businesses creating or retaining jobs), brownfield redevelopment, site preparation, downtown redevelopment, and project funding for North Georgia Appalachian communities. Training, design, and technical assistance are also available specifically for downtown development programs.

Planning and quality growth assistance is aimed at helping communities address issues of growth, development, and quality of life through implementation of recognized best practices for planning and growth management. This assistance includes advisory clinics, technical assistance, quality growth audits, on-site visits by resource teams, special issue workshops, and how-to toolkits.

LOCAL GOVERNMENT ASSISTANCE

Regional Services staff maintains partnerships with local, regional, state and federal organizations and agencies, and facilitates community



Department of Community Affairs

Roles, Responsibilities, and Organization

issue identification, goal development, and implementation of best practices. Regional field teams coordinate self-improvement initiatives such as the Main Street, Better Home Town, Signature Community, and Communities of Opportunity programs. The agency's Office of Environmental Management serves to integrate the importance of sound environmental management with the overall health and development of Georgia's communities, through such programs as the Governor's Litter Initiative, Keep Georgia Beautiful, Solid Waste and Recycling, and WaterFirst. These resources enhance the capacity of local governments and communities to protect the health, safety, and welfare of their residents through the sustainable stewardship of the environment and improvement in the quality of life for our citizens.

The department administers local government surveys related to topics including finance, solid waste, and wages and salaries. It also publishes and maintains information and data about local

governments and prepares local government fiscal notes for the General Assembly.

ATTACHED AGENCIES

The following agencies are administratively attached to DCA:

- Georgia Housing and Finance Authority
- Georgia Regional Transportation Authority
- Georgia Environmental Facilities Authority
- OneGeorgia Authority
- State Housing Trust Fund for the Homeless Commission

AUTHORITY

Titles 8, 12, 36, 48 and 50, Official Code of Georgia Annotated.

Department of Community Affairs

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$93,697,896	(\$14,552,999)	\$79,144,897
Tobacco Settlement Funds	47,123,333		47,123,333
TOTAL STATE FUNDS	\$140,821,229	(\$14,552,999)	\$126,268,230
Federal Funds Not Specifically Identified	130,537,107	9,111,046	139,648,153
Other Funds	15,622,464	3,817,460	19,439,924
TOTAL FUNDS	\$286,980,800	(\$1,624,493)	\$285,356,307

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$210,129
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$159,202), for performance increases (\$63,682), and for structure adjustments to the statewide salary plan (\$1,886).	224,770
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	121,455
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(67,530)
Total Change	\$488,824

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$24,169
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,441), for performance increases (\$6,977), and for structure adjustments to the statewide salary plan (\$1,886).	26,304
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,216
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,198)
Total Change	\$54,491

Building Construction

Purpose: Establish minimum building construction standards for all new structures, including mass-produced factory built (modular) buildings, built in the state.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,266
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,428) and for performance increases (\$1,371).	4,799
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,597
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,808)
5. Increase other funds (\$1,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$9,854

Coordinated Planning

Purpose: Give communities the information, assistance, tools, and funding needed to successfully implement planning and quality growth solutions to enhance and fulfill the requirements of Coordinated Comprehensive Planning according to the Georgia Planning Act of 1989.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$25,590
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$20,741) and for performance increases (\$8,296).	29,037
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	15,715

Department of Community Affairs

FY 2009 Program Budgets

4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(10,938)
5. Increase funds to implement the Coastal Comprehensive Plan to ensure quality growth in Georgia's coastal region.	275,000
6. Delete one-time funding for the Local Update of Census Addresses project.	(1,411,000)
Total Change	(\$1,076,596)

Environmental Education and Assistance

Purpose: Provide technical assistance, resource tools, and public education outreach resources.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,952
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,328) and for performance increases (\$2,931)	10,259
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,552
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(3,864)
5. Increase other funds (\$2,905,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$21,899

Federal Community and Economic Development Programs

Purpose: Administer incentive and education programs, and provide technical assistance in the area of economic development to local governments, development authorities, and private for-profit entities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$24,169
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$20,467) and for performance increases (\$8,187).	28,654
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	15,506
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(10,793)
5. Increase federal funds (\$9,061,046) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$57,536

Homeownership Programs

Purpose: Expand the supply of standard affordable housing through rehabilitation and construction, and provide homeownership opportunities for low and moderate-income individuals.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Local Assistance Grants

Purpose: Make grants or loans to eligible recipients or qualified local governments specified by recipient, amount, and purpose in an appropriation to the department.

Recommended Change:

1. Delete one-time funding for Local Assistance Grants.	(\$6,529,284)
Total Change	(\$6,529,284)

Regional Services

Purpose: Assist in the marketing, development, and implementation of housing and community and economic development projects and services.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$28,825
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,999) and for performance increases (\$7,200).	25,199

Department of Community Affairs

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,636
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,491)
5. Restore funding for the Local Development Fund.	5,000,000
6. Increase other funds (\$500,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$5,058,169

Rental Housing Programs

Purpose: Provide affordable housing to very low and low to moderate-income households by allocating federal and state housing tax credits on a competitive basis and by providing subsidized housing through the Housing Choice Voucher Program.

Recommended Change:

1. Increase federal funds (\$45,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$0

Research and Surveys

Purpose: Conduct surveys and collect financial/management data from local governments and authorities as directed by statute.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,530
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,000) and for performance increases (\$2,400).	8,400
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,545
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(3,164)
5. Increase other funds (\$24,163) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$18,311

Special Housing Initiatives

Purpose: Provide funding for special housing initiatives.

1. Increase funding for the State Housing Trust Fund to provide contract caseworkers to assist homeless families in achieving housing stability.	\$1,500,000
2. Increase other funds (\$63,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,500,000

State Community Development Programs

Purpose: Assist Georgia cities, small towns, and neighborhoods in the development of their core commercial areas, and champion new development opportunities for rural Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$17,061
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$11,999) and for performance increases (\$4,800).	16,799
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	9,091
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(6,328)
5. Increase federal funds (\$5,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$36,623

State Economic Development Program

Purpose: Facilitate and stimulate economic activity, private investment, and job creation by various means, including making loans and grants.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,422
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Department of Community Affairs

FY 2009 Program Budgets

2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,063) and for performance increases (\$425).	1,488
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	805
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(560)
5. Delete one-time REBA funding to assist local redevelopment authorities with comprehensive economic development planning.	(80,471)
6. Delete one-time funding appropriated to the City of Richland for an emergency water redistribution system.	(600,000)
Total Change	(\$677,316)

Agencies Attached for Administrative Purposes:

Payments to Georgia Environmental Facilities Authority

Purpose: Provide funds for water, wastewater, solid waste, energy, and land conservation projects.

Recommended Change:

1. Provide one position and funding to coordinate energy savings programs.	\$139,232
2. Delete one-time funding for projects of statewide significance in the Governor's Land Conservation program.	(12,337,944)
3. Delete one-time funding for treated wastewater reuse incentive grants.	(500,000)
4. Delete one-time funding for the E-85 grant program.	(400,000)
Total Change	(\$13,098,712)

Payments to Georgia Regional Transportation Authority

Purpose: Improve Georgia's mobility, air quality, and land use practices.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$66,145
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$52,736) and for performance increases (\$21,095).	73,831
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	40,792
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(11,386)
5. Eliminate the vacant board secretary position due to efficiencies.	(97,356)
6. Utilize funds to expand Xpress service by implementing five new routes and service improvements on two routes.	Yes
7. Utilize existing funds for a pilot ending June 30, 2009 of the Georgia Towing and Recovery Incentive Program (TRIP), paying heavy duty recovery companies a monetary bonus for clearing major commercial vehicle wrecks in metro Atlanta within set timeframes.	Yes
Total Change	\$72,026

Payments to One Georgia Authority

Purpose: Provide funds for the One Georgia Authority.

Recommended Change:

1. Increase other funds (\$324,297) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$0

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
Georgia Environmental Facilities Authority			
1. Provide low-interest loans for local water and sewer construction projects.	20	\$42,000,000	\$3,586,800
2. Provide matching funds for the clean water state revolving loan fund program.	20	2,400,000	204,960
3. Provide matching funds for the drinking water state revolving loan fund program.	20	5,600,000	478,240

Department of Community Affairs

FY 2009 Program Budgets

4. Fund reservoirs and water system improvements.	20	30,000,000	2,562,000
5. Fund corrective construction work on state-owned fuel storage tanks.	20	3,000,000	256,200
		\$83,000,000	\$7,088,200
Georgia Regional Transportation Authority			
1. Acquire right of way (\$700,000) for the Salem park and ride lot in Rockdale County, and construct a park and ride lot (\$4,000,000) for Town Center, Cobb County, for the Xpress program.	20	\$4,700,000	\$401,380
2. Purchase buses for route expansion and service improvements for the Xpress program.	5	13,300,000	3,072,300
Total		\$18,000,000	\$3,473,680

Department of Community Affairs

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Building Construction				
1. Number of building code clarifications/technical assistance provided to public and private sector customers	4,887	4,758	3,500	3,500
Coordinated Planning				
1. Customer Service - Percentage of local comprehensive plans and similar reviews completed within designated 30-day timeframe	N/A	85%	98%	98%
Environmental Education and Assistance				
1. Percent of Georgia's population served by a Keep America Beautiful program	75%	76%	77%	77%
Federal Community and Economic Development Programs				
1. Amount of private investment leveraged for Appalachian Regional Commission economic development projects	N/A	\$83,881,307	\$95,000,000	\$98,000,000
Homeownership Programs				
1. Number of Georgia Dream First Mortgage loans purchased	725	1,354	1,200	1,300
Regional Services				
1. Number of community-level leadership programs held	25	20	25	25
Research and Surveys				
1. Percent of registered local government authorities completing the annual Report of Registered Authority Finances	N/A	77%	80%	85%
State Community Development Programs				
1. Number of new Main Street/Better Hometown cities	5	5	3	3
State Economic Development Program				
1. Number of jobs created or retained	3,913	4,558	4,500	4,500
Georgia Regional Transportation Authority				
1. Number of Xpress riders	754,350	1,154,116	1,600,000	2,000,000

Department of Community Affairs

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$5,294,888	\$5,649,188	\$5,544,154	\$5,568,323	\$5,598,645
Building Construction	470,520	495,627	548,706	552,972	559,560
Coordinated Planning	3,841,686	3,767,473	5,284,729	4,174,319	4,208,133
Environmental Education and Assistance	1,298,674	1,754,735	1,529,320	1,539,272	4,456,219
Federal Community and Economic Development Programs	57,637,705	50,576,683	38,374,883	38,399,052	47,493,465
Homeownership Programs	3,775,404	3,941,563	4,631,991	4,631,991	4,631,991
Local Assistance Grants	4,593,075	6,477,930	6,529,284	(6,529,284)	
Regional Services	3,547,767	2,640,372	2,304,905	2,333,730	7,863,074
Rental Housing Programs	110,280,590	109,357,551	101,448,277	101,448,277	101,493,277
Research and Surveys	523,277	633,368	620,782	629,312	663,256
Special Housing Initiatives		5,065,882	5,731,954	8,731,954	7,294,954
State Community Development Programs	1,262,976	1,265,083	1,377,599	1,394,660	1,419,222
State Economic Development Program	4,422,412	56,412,603	10,882,995	9,357,539	10,205,679
SUBTOTAL (Excludes Attached Agencies)	\$196,948,974	\$248,038,058	\$184,809,579	\$172,232,117	\$195,887,475
ATTACHED AGENCIES:					
Payments to Georgia Environmental Facilities Authority	\$900,000	\$6,585,782	\$49,823,726	\$9,212,195	\$36,725,014
Payments to Georgia Regional Transportation Authority	4,363,228	4,570,617	4,867,816	5,806,503	4,939,842
Payments to OneGeorgia Authority	47,532,555	47,649,738	47,479,679	47,479,679	47,803,976
TOTAL FUNDS	\$249,744,757	\$306,844,195	\$286,980,800	\$234,730,494	\$285,356,307
Less:					
Federal Funds	\$158,764,827	\$155,892,230	\$130,537,107	\$130,537,107	\$139,648,153
Other Funds	12,664,011	10,338,207	15,622,464	15,622,464	19,439,924
Subtotal	\$171,428,838	\$166,230,437	\$146,159,571	\$146,159,571	\$159,088,077
State General Funds	\$34,062,431	\$93,490,426	\$93,697,896	\$47,976,874	\$79,144,897
Tobacco Settlement Funds	47,123,333	47,123,332	47,123,333	47,123,333	47,123,333
TOTAL STATE FUNDS	\$81,185,764	\$140,613,758	\$140,821,229	\$95,100,207	\$126,268,230
Positions	516	539	555	555	555
Motor Vehicles	203	229	183	183	183

Department of Community Affairs

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$93,697,896	(\$14,552,999)	\$79,144,897
Tobacco Settlement Funds	47,123,333		47,123,333
TOTAL STATE FUNDS	<u>\$140,821,229</u>	<u>(\$14,552,999)</u>	<u>\$126,268,230</u>
Federal Funds Not Specifically Identified	130,537,107	9,111,046	139,648,153
Other Funds	15,622,464	3,817,460	19,439,924
TOTAL FUNDS	<u>\$286,980,800</u>	<u>(\$1,624,493)</u>	<u>\$285,356,307</u>
Administration			
State General Funds	\$2,205,751	\$54,491	\$2,260,242
Federal Funds Not Specifically Identified	1,320,986		1,320,986
Other Funds	2,017,417		2,017,417
Total Funds	<u>\$5,544,154</u>	<u>\$54,491</u>	<u>\$5,598,645</u>
Building Construction			
State General Funds	\$310,002	\$9,854	\$319,856
Other Funds	238,704	1,000	239,704
Total Funds	<u>\$548,706</u>	<u>\$10,854</u>	<u>\$559,560</u>
Coordinated Planning			
State General Funds	\$5,233,811	(\$1,076,596)	\$4,157,215
Other Funds	50,918		50,918
Total Funds	<u>\$5,284,729</u>	<u>(\$1,076,596)</u>	<u>\$4,208,133</u>
Environmental Education and Assistance			
State General Funds	\$1,047,840	\$21,899	\$1,069,739
Other Funds	481,480	2,905,000	3,386,480
Total Funds	<u>\$1,529,320</u>	<u>\$2,926,899</u>	<u>\$4,456,219</u>
Federal Community and Economic Development			
State General Funds	\$2,040,932	\$57,536	\$2,098,468
Federal Funds Not Specifically Identified	36,004,364	9,061,046	45,065,410
Other Funds	329,587		329,587
Total Funds	<u>\$38,374,883</u>	<u>\$9,118,582</u>	<u>\$47,493,465</u>
Homeownership Programs			
Other Funds	\$4,631,991		\$4,631,991
Total Funds	<u>\$4,631,991</u>	<u>\$0</u>	<u>\$4,631,991</u>
Local Assistance Grants			
State General Funds	\$6,529,284	(\$6,529,284)	\$0
Total Funds	<u>\$6,529,284</u>	<u>(\$6,529,284)</u>	<u>\$0</u>

Department of Community Affairs

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Regional Services			
State General Funds	\$2,304,905	\$5,058,169	\$7,363,074
Other Funds		500,000	500,000
Total Funds	<u>\$2,304,905</u>	<u>\$5,558,169</u>	<u>\$7,863,074</u>
Rental Housing Programs			
State General Funds	\$3,287,829		\$3,287,829
Federal Funds Not Specifically Identified	93,198,170	\$45,000	93,243,170
Other Funds	4,962,278		4,962,278
Total Funds	<u>\$101,448,277</u>	<u>\$45,000</u>	<u>\$101,493,277</u>
Research and Surveys			
State General Funds	\$620,782	\$18,311	\$639,093
Other Funds		24,163	24,163
Total Funds	<u>\$620,782</u>	<u>\$42,474</u>	<u>\$663,256</u>
Special Housing Initiatives			
State General Funds	\$3,332,892	\$1,500,000	\$4,832,892
Other Funds	2,399,062	63,000	2,462,062
Total Funds	<u>\$5,731,954</u>	<u>\$1,563,000</u>	<u>\$7,294,954</u>
State Community Development Programs			
State General Funds	\$1,377,599	\$36,623	\$1,414,222
Federal Funds Not Specifically Identified		5,000	5,000
Total Funds	<u>\$1,377,599</u>	<u>\$41,623</u>	<u>\$1,419,222</u>
State Economic Development Program			
State General Funds	\$10,714,727	(\$677,316)	\$10,037,411
Federal Funds Not Specifically Identified	13,587		13,587
Other Funds	154,681		154,681
Total Funds	<u>\$10,882,995</u>	<u>(\$677,316)</u>	<u>\$10,205,679</u>
Agencies Attached for Administrative Purposes:			
Georgia Environmental Facilities Authority			
State General Funds	\$49,823,726	(\$13,098,712)	\$36,725,014
Total Funds	<u>\$49,823,726</u>	<u>(\$13,098,712)</u>	<u>\$36,725,014</u>
Georgia Regional Transportation Authority			
State General Funds	\$4,867,816	\$72,026	\$4,939,842
Total Funds	<u>\$4,867,816</u>	<u>\$72,026</u>	<u>\$4,939,842</u>
OneGeorgia Authority			
Tobacco Settlement Funds	\$47,123,333		\$47,123,333
Other Funds	356,346	\$324,297	680,643
Total Funds	<u>\$47,479,679</u>	<u>\$324,297</u>	<u>\$47,803,976</u>

Department of Community Health

Roles, Responsibilities, and Organization

The Department of Community Health (DCH) champions the following:

- Access to affordable, quality health care in our communities;
- Responsible health planning and use of health care resources; and,
- Healthy behaviors and improved health outcomes.

The department works to ensure that quality health care services are provided to a wide array of individuals, including state employees, teachers, and retirees; and those citizens who are eligible for Medicaid or PeachCare for Kids by virtue of being aged, low-income, or disabled. The department is additionally charged with identifying and evaluating available options that would provide health insurance coverage for the estimated 1.7 million Georgians currently uninsured. A nine-person board appointed by the Governor has policy-making authority for DCH.

The department has three major divisions: the Division of Medical Assistance Plans, the Division of Managed Care and Quality, and the Division of State Health Benefit Plan. DCH also targets health care access and improvement through the Office of Rural Health Services.

There are three Boards that are administratively attached to the department: the Composite State Board of Medical Examiners, which licenses physicians; the Georgia Board for Physician Workforce, which provides financial aid to medical schools and residency training programs; and the State Medical Education Board, which administers medical scholarships and loans to promote medical practice in rural areas.

DIVISION OF MEDICAL ASSISTANCE PLANS

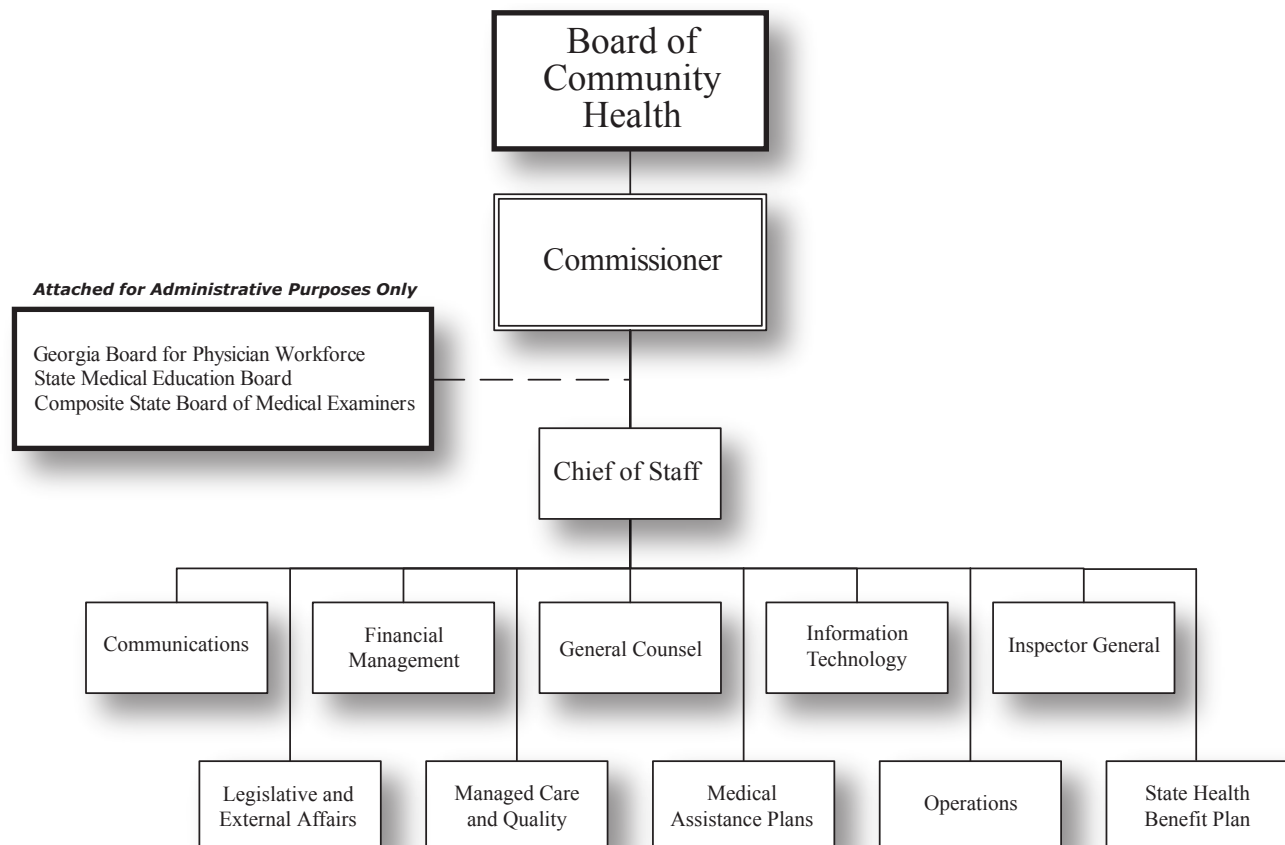
The largest division in the department, the Division of Medical Assistance Plans, administers the Medicaid program, which purchases health care on behalf of nearly 1.3 million persons who are aged, blind, disabled, or indigent. State and federal dollars fund Medicaid with the federal government paying for about 63% of health care costs. A broad array of health care services is available that address the needs of program participants, including hospital, physician, pharmacy, and nursing home services.

The division administers the state's Indigent Care Trust Fund (ICTF), which completed its 17th year of operation in 2007. Utilizing intergovernmental transfers and federal matching funds, the ICTF reimburses hospitals serving a disproportionate share of medically indigent Georgians.

The division is also responsible for the PeachCare for Kids Program, Georgia's version of the federal Children's Health Insurance Program. PeachCare provides medical and dental coverage for over 260,000 children whose parents' income is too high to qualify for Medicaid, but who cannot afford private health insurance. Current eligibility allows children in families with incomes between 185% and 235% of the federal poverty level to participate.

DIVISION OF MANAGED CARE AND QUALITY

The Division of Managed Care and Quality is responsible for implementing and directing the state's new healthcare management effort known as Georgia Families (GF).



Department of Community Health

Roles, Responsibilities, and Organization

Implemented in June 2006, the department, in partnership with private Care Management Organizations, provides a more efficient delivery of health care services, better care for members, and accountability to taxpayers while at the same time maintaining predictable and sustainable expenditure growth. Children, pregnant women and women with breast or cervical cancer on Medicaid, as well as children enrolled in PeachCare, are eligible to participate in GF. The GF initiative was phased-in on a regional basis beginning June 2006 with the final regions brought into the plan September 2006. GF currently covers over 900,000 members.

DIVISION OF STATE HEALTH BENEFIT PLAN

The Division of State Health Benefit Plan (SHBP) manages the health plan which provides health insurance coverage to nearly 700,000 state employees, teachers, retirees, and their dependents. The SHBP offers members several coverage options, including three consumer-

driven health plans, a Preferred Provider Organization (PPO), several Health Management Organization (HMO) choices, and a traditional indemnity plan.

OTHER DIVISIONS

The department also contains other divisions including General Counsel, which provides legal assistance to the department and administers the Certificate of Need (CON) process; Office of Inspector General; Operations; Information Technology; Community Affairs; Communications; and Financial Management.

AUTHORITY

Titles XIX and XXI, Social Security Act; Title 31-5A, Official Code of Georgia Annotated.

Department of Community Health

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$2,428,284,558	\$50,693,677	\$2,478,978,235
Tobacco Settlement Funds	53,823,656	7,750,000	61,573,656
TOTAL STATE FUNDS	<u>\$2,482,108,214</u>	<u>\$58,443,677</u>	<u>\$2,540,551,891</u>
Medical Assistance	5,259,003,078	662,834,043	5,921,837,121
State Children's Insurance Program	250,479,058	9,767,210	260,246,268
TOTAL FEDERAL FUNDS	<u>\$5,509,482,136</u>	<u>\$672,601,253</u>	<u>\$6,182,083,389</u>
Other Funds	3,465,705,873	247,198,835	3,712,904,708
TOTAL FUNDS	<u>\$11,457,296,223</u>	<u>\$978,243,765</u>	<u>\$12,435,539,988</u>

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$363,660
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$259,668), for performance increases (\$103,868), for special adjustments to selected job classes (\$31,977), and for structure adjustments to the statewide salary plan (\$5,203).	400,716
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	196,763
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(30,963)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	82,055
Total Change	<u>\$1,012,231</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$915,937).	\$318,145
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$219,425), for performance increases (\$87,770), and for structure adjustments to the statewide salary plan (\$4,921).	312,116
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	165,863
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(30,963)
5. Increase the GBA real estate rental rate for office space.	82,055
6. Redirect funds from the Administration program to the Health Care Access and Improvement program to reflect department reorganization of two positions.	(171,426)
7. Transfer funds from the Aged, Blind, and Disabled Medicaid program to the Administration program to replace the loss of one-time funds reserved for FY 2008 administrative services.	14,130,000
8. Reduce operational expenses in the Administration program (Total Funds: \$5,124,112).	(1,566,028)
9. Provide funds to continue implementation of the Health Information Exchange pilot program.	750,000
10. Reduce other funds to reflect the loss of one-time funds reserved for FY 2008 administrative services (Total Funds: \$14,130,000).	Yes
Total Change	<u>\$13,989,762</u>

Aged, Blind, and Disabled Medicaid

Purpose: Improve healthcare access primarily to elderly and disabled individuals.

Recommended Change:

1. Transfer funds from the Aged, Blind, and Disabled Medicaid program to the Administration program to replace the loss of one-time funds reserved for FY 2008 administrative services (Total Funds: \$39,403,235).	(\$14,130,000)
2. Reduce Medicaid benefits to reflect projected expenditures (Total Funds: \$25,097,602).	(9,000,000)

Department of Community Health

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3. Add 100 Independent Care Waiver Program (ICWP) slots for the Money Follows the Person Demonstration Grant to move qualified members from institutions to the community (Total Funds: \$3,968,341).	1,423,047
4. Provide funds for 50 slots in the ICWP program to address the community waiting list (Total Funds: \$2,176,267).	780,409
5. Provide the following rate adjustments for all Medicaid and PeachCare member services, both Fee-For-Service and Managed Care:	
a. Update the maximum allowable reimbursement to 88.5% of the 2007 Resource Based Relative Value Scale (RBRVS), as specified by Medicare for the Atlanta area, for providers of the following services: Physician, Physician Assistant, Nurse Midwife, Advanced Nurse Practitioners, Podiatry, Oral Maxillofacial Surgery, Children's Intervention Services, Children's Intervention School Services, Psychological Services, Dialysis Professional Services, Vision, and Family Planning (Total Funds: \$9,537,986).	3,420,322
b. Increase cost coverage for inpatient hospital services from 95.1% to 98.6% of cost for designated trauma hospitals Levels I through III, and increase cost coverage from 90.1% to 92.6% of cost for all other hospitals (Total Funds: \$18,354,264).	6,581,839
c. Update outpatient hospital reimbursement to a facility-wide Cost-to-Charge ratio to determine cost, and pay 100% of cost for designated trauma hospitals Levels I through III, and 95% of cost for all other hospitals for outpatient services; increase the cap on outpatient services based on increases in inpatient hospital reimbursement; and, increase the triage fee for non-emergency use of the Emergency Room from \$50 to \$60 (Total Funds: \$5,822,103).	2,087,806
d. Increase the cap for home health services to \$90 and pay the lesser of the cap or 100% of cost, according to FY 2006 cost reports (Total Funds: \$3,168,664).	1,136,283
e. Increase Healthcheck reimbursement rate by 2.5% (Total Funds: \$50,924).	18,261
f. Provide coverage for digital mammography services (Total Funds: \$316,487).	113,492
g. Increase codes for global maternity delivery rates by 2.5% (Total Funds: \$608,772).	218,306
6. Provide an additional 1% add-on to per diems for nursing facilities meeting the requirements of the quality incentive program (Total Funds: \$4,998,963).	1,792,628
7. Increase funding for the nursing home per diem rate to align with current fair rental value indices and to recognize capital expenditures associated with facility upgrades (Total Funds: \$49,219,615).	17,650,154
8. Develop a quality incentive proposal for all home and community based waiver services in partnership with the Department of Human Resources (DHR).	Yes
9. Reflect changes in the Federal Financial Participation (FFP) rate for Medicaid (Total Funds: \$149,586,628).	Yes
10. Realign Medicaid benefits and utilize FY 2008 state fund reserves (\$63,872,418) for FY 2008 Incurred But Not Reported (IBNR) claims expense (Total Funds: \$178,116,057).	Yes
Total Change	\$12,092,547

Health Care Access and Improvement

Purpose: Improve the health, wellness, and access to healthcare for Georgians.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,501
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$6,553), and for performance increases (\$2,621).	9,174
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,953
4. Redirect funds from the Administration program to the Health Care Access and Improvement program to reflect department reorganization of two positions.	171,426
5. Provide funding for the Health Insurance Partnership in order to decrease Georgia's working uninsured by providing low cost health insurance to approximately 25,000 Georgians. The program will target sole proprietors, small businesses, and their employees with incomes less than 300% of the federal poverty level (Total Funds: \$63,446,489).	16,935,427
6. Continue development and implementation of a consumer focused Web site expanding access to health care information.	750,000

Department of Community Health

FY 2009 Program Budgets

7. Delete one-time funds for "new start" Community Health Centers in Bacon, Bibb, Gwinnett, Lanier, Murray, and Richmond counties.	(1,500,000)
8. Delete one-time funds for behavioral health services integration with existing Community Health Centers in Bacon, Dougherty, Emanuel, Muscogee, and Washington counties.	(1,250,000)
9. Delete one-time funds to the Georgia Association for Primary Health Care to complete the statewide Electronic Medical Records system to link together the Federally Qualified Community Health Centers.	(750,000)
10. Reflect the final year of the state funds contribution to the Hughes Spalding Children's Hospital.	(1,750,000)
Total Change	\$12,630,481
<u>Tobacco Settlement Funds:</u>	
1. Provide tobacco settlement funding to increase access to primary health care in rural Georgia through the development of regional systems of care.	\$9,250,000
2. Redirect core funding for Regional Cancer Coalitions from the Department of Community Health to the Board of Regents, Payments to Georgia Cancer Coalition.	(1,500,000)
Total Change	\$7,750,000

Indigent Care Trust Fund

Purpose: Support rural and other healthcare providers, primarily hospitals, that serve medically indigent Georgians.

Recommended Change:

1. Reduce state funds in the Indigent Care Trust Fund by replacing state funds appropriated to the Georgia Cancer Coalition with revenue generated from the renewal of breast cancer license tags.	(\$500,000)
2. Reflect changes in the FFP rate for Medicaid (Total Funds: \$36,414,795)	Yes
Total Change	(\$500,000)

Low-Income Medicaid

Purpose: Improve healthcare access primarily to low-income individuals.

Recommended Change:

1. Add 100 Independent Care Waiver Program (ICWP) slots for the Money Follows the Person Demonstration Grant to move qualified members from institutions to the community (Total Funds: \$10,271).	\$3,683
2. Provide funds for 50 slots in the ICWP program to address the community waiting list (Total Funds: \$5,633).	2,020
3. Provide the following rate adjustments for all Medicaid and PeachCare member services, both Fee-For-Service and Managed Care:	
a. Update the maximum allowable reimbursement to 88.5% of the 2007 Resource Based Relative Value Scale (RBRVS), as specified by Medicare for the Atlanta area, for providers of the following services: Physician, Physician Assistant, Nurse Midwife, Advanced Nurse Practitioners, Podiatry, Oral Maxillofacial Surgery, Children's Intervention Services, Children's Intervention School Services, Psychological Services, Dialysis Professional Services, Vision, and Family Planning (Total Funds: \$18,500,525).	6,634,288
b. Increase cost coverage for inpatient hospital services from 95.1% to 98.6% of cost for designated trauma hospitals Levels I through III, and increase cost coverage from 90.1% to 92.6% of cost for all other hospitals (Total Funds: \$24,514,205).	8,790,794
c. Update outpatient hospital reimbursement to a facility-wide Cost-to-Charge ratio to determine cost, and pay 100% of cost for designated trauma hospitals Levels I through III, and 95% of cost for all other hospitals for outpatient services; increase the cap on outpatient services based on increases in inpatient hospital reimbursement; and, increase the triage fee for non-emergency use of the Emergency Room from \$50 to \$60 (Total Funds: \$11,479,702).	4,116,621
d. Increase the cap for home health services to \$90 and pay the lesser of the cap or 100% of cost, according to FY 2006 cost reports (Total Funds: \$649,519).	232,918
e. Increase Healthcheck reimbursement rate by 2.5% (Total Funds: \$1,370,224).	491,362
f. Provide coverage for digital mammography services (Total Funds: \$624,031).	223,778
g. Increase codes for global maternity delivery rates by 2.5% (Total Funds: \$1,737,073).	622,914
4. Provide an additional 1% add-on to per diems for nursing facilities meeting the requirements of the quality incentive program (Total Funds: \$1,037).	372

Department of Community Health

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5. Reduce CMO fees to reflect projected revenue due to lower program enrollment (Total Funds: \$74,006,015).	(26,538,557)
6. Develop a quality incentive proposal for all home and community based waiver services in partnership with DHR.	Yes
7. Reflect changes in the FFP rate for Medicaid (Total Funds: \$98,550,081).	Yes
8. Realign Medicaid benefits and utilize FY 2008 state fund reserves (\$141,028,264) for FY 2008 Incurred But Not Reported (IBNR) claims expense (Total Funds: \$393,274,579).	Yes
Total Change	(\$5,419,807)

Nursing Home Provider Fees

Purpose: There is hereby appropriated to the Department of Community Health a specific sum of money equal to all the provider fees paid to the Indigent Care Trust Fund created pursuant to Article 6A of chapter 8 of Title 31. The sum of money is appropriated for payments to nursing homes pursuant to Article 6A.

Recommended Change:

1. Reflect changes in the FFP rate for Medicaid (Total Funds: \$10,948,871).	Yes
Total Change	\$0

PeachCare

Purpose: Improve access to healthcare for qualified low-income Georgia children.

Recommended Change:

1. Provide the following rate adjustments for all Medicaid and PeachCare member services, both Fee-For-Service and Managed Care:	
a. Update the maximum allowable reimbursement to 88.5% of the 2007 Resource Based Relative Value Scale (RBRVS), as specified by Medicare for the Atlanta area, for providers of the following services: Physician, Physician Assistant, Nurse Midwife, Advanced Nurse Practitioners, Podiatry, Oral Maxillofacial Surgery, Children's Intervention Services, Children's Intervention School Services, Psychological Services, Dialysis Professional Services, Vision, and Family Planning (Total Funds: \$920,100).	\$230,301
b. Increase cost coverage for inpatient hospital services from 95.1% to 98.6% of cost for designated trauma hospitals Levels I through III, and increase cost coverage from 90.1% to 92.6% of cost for all other hospitals (Total Funds: \$895,158).	224,058
c. Update outpatient hospital reimbursement to a facility-wide Cost-to-Charge ratio to determine cost, and pay 100% of cost for designated trauma hospitals Levels I through III, and 95% of cost for all other hospitals for outpatient services; increase the cap on outpatient services based on increases in inpatient hospital reimbursement; and, increase the triage fee for non-emergency use of the Emergency Room from \$50 to \$60 (Total Funds: \$1,554,966).	389,208
d. Increase the cap for home health services to \$90 and pay the lesser of the cap or 100% of cost, according to FY 2006 cost reports (Total Funds: \$16,997).	4,254
e. Increase Healthcheck reimbursement rate by 2.5% (Total Funds: \$190,503).	47,683
f. Provide coverage for digital mammography services (Total Funds: \$84,483).	21,146
g. Increase codes for global maternity delivery rates by 2.5% (Total Funds: \$207,907).	52,039
2. Provide state funds to cover projected benefit expenditures in the PeachCare program.	17,296,679
3. Reduce CMO fees to reflect projected revenue (Total Funds: \$5,023,440).	(1,257,367)
4. Reflect changes in the FFP rate for PeachCare (Total Funds: \$10,631,858).	Yes
Total Change	\$17,008,001

State Health Benefit Plan

Purpose: Provide a healthcare benefit that is competitive with other commercial benefit plans in quality of care, access to providers, and efficient management of provider fees and utilization.

Recommended Change:

1. Implement optimal pricing strategies to incentivize member enrollment in Consumer Driven Health Plans (CDHP) while increasing employee premiums by an average of 7.5% (Total Funds: \$24,177,001).	Yes
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Department of Community Health

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2. Provide funds for Other Post-Employment Benefits (OPEB) for retiree health care for state employees and their dependents by increasing the percent of payroll contribution from 22.843% to 24.182% (Total funds: \$40,540,022).	Yes
3. Increase funds to reflect appropriated employer contributions for premium payments and OPEB for legislative and judicial agencies as reflected in House Bill 95 (Total Funds: \$9,898,650).	Yes
Total Change	\$0

Agencies Attached for Administrative Purposes:

Composite Board of Medical Examiners

Purpose: Protect the public's health by ensuring healthcare practitioners are qualified to practice in the state of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$27,226
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$25,270), for performance increases (\$10,108), and for structure adjustments to the statewide salary plan (\$282).	35,660
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	19,078
4. Provide funds for three replacement vehicles in excess of 135,000 miles for investigative agents.	45,000
5. Reduce telecommunication expenses due to implementation of new technology.	(15,000)
Total Change	\$111,964

Georgia Board of Physician Workforce

Purpose: Address the physician workforce needs of Georgia communities through the support and development of medical education programs and through a public/private partnership with private medical schools in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,486
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$5,716), for performance increases (\$2,287), and for special adjustments to selected job classes (\$31,977).	39,980
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,755
4. Provide one-time funding of \$21,525 for a physician matching services program to increase Georgia's ability to recruit needed physicians.	82,424
5. Increase operating expenses to include one-time funds of \$5,000 for cost shared with State Medical Education Board to accurately reflect expenses.	17,500
6. Increase funds for inflationary increases to data broker contracts, and for participation in the Governor's Intern Program.	20,500
7. Provide funds for a Medical Education study to evaluate Georgia's teaching institutions' capacity to expand their residency programs.	110,000
8. Add two pediatric residency slots at Medical Center of Central Georgia and two pediatric residency slots at Memorial Health University Medical Center.	72,534
9. Add two family medicine residency slots at Medical Center of Central Georgia.	43,800
10. Add three general surgery residency slots at Memorial Health University Medical Center, and four general surgery slots at Medical Center of Central Georgia.	126,000
11. Add two OB/GYN residency slots at Memorial Health University Medical Center.	36,000
Total Change	\$559,979

State Medical Education Board

Purpose: Ensure an adequate supply of physicians in rural areas of the state, and provide a program of aid to promising medical students.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,302
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$2,704), and for performance increases (\$1,082).	3,786

Department of Community Health FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,114
4. Increase operating expenses to include one-time funds of \$5,000 for cost shared with Georgia Board of Physician Workforce to accurately reflect expenses.	12,548
5. Provide one-time funds for an increase to reflect default payment collections to make more funds available for Physicians for Rural Area Assistance program.	200,000
Total Change	<hr/> \$220,750

Department of Community Health

Performance Measures - FY 2009

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Aged, Blind and Disabled Medicaid				
1. Percent decrease in ER visits, hospital stays, and hospital days for members receiving Disease Management and Administrative Services	N/A	TBD	10%	10%
Aged, Blind and Disabled Medicaid and Low-Income Medicaid				
1. Percentage of members receiving Medicaid program services whose income is validated during the eligibility process	N/A	50%	100%	100%
Low-Income Medicaid and PeachCare				
1. Percentage of members in Georgia Families receiving annual Health Check screens and immunizations	N/A		100%	100%
State Health Benefit Plan				
1. Percent of SHBP enrollees in consumer directed plan options		0.4%	3.8%	8.1%

Department of Community Health

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$377,727,650	\$353,172,087	\$430,930,823	\$427,301,222	\$427,830,293
Aged, Blind, and Disabled Medicaid	3,529,666,085	3,423,576,591	4,273,886,947	4,475,743,604	4,635,311,181
Health Care Access and Improvement	9,362,493	15,773,448	17,987,926	13,668,853	84,879,469
Indigent Care Trust Fund	286,846,185	992,026,716	432,822,000	396,168,028	395,907,205
Low-Income Medicaid	2,279,578,654	2,647,502,617	2,924,600,849	2,997,831,450	3,401,311,714
Nursing Home Provider Fees	242,656,677	291,977,289	324,921,888	321,097,220	335,870,759
PeachCare	243,480,979	319,778,416	313,825,507	328,377,885	340,600,718
State Health Benefit Plan	2,181,900,482	2,377,546,895	2,687,375,431	2,846,267,534	2,761,991,104
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$9,151,219,205	\$10,421,354,059	\$11,406,351,371	\$11,806,455,796	\$12,383,702,443
ATTACHED AGENCIES:					
Composite Board of Medical Examiners	\$2,328,542	\$2,330,072	\$2,366,731	\$2,478,672	\$2,478,695
Georgia Board of Physician Workforce	38,440,853	40,273,090	47,150,712	47,157,198	47,710,691
State Medical Education Board	1,407,433	1,347,261	1,427,409	1,629,711	1,648,159
TOTAL FUNDS	\$9,193,396,033	\$10,465,304,482	\$11,457,296,223	\$11,857,721,377	\$12,435,539,988
Less:					
Federal Funds	\$4,216,819,679	\$4,968,954,197	\$5,509,482,136	\$5,768,390,172	\$6,182,083,389
Other Funds	2,970,840,700	3,418,605,038	3,465,705,873	3,366,943,382	3,712,904,708
Subtotal	\$7,187,660,379	\$8,387,559,235	\$8,975,188,009	\$9,135,333,554	\$9,894,988,097
State General Funds	\$1,947,648,270	\$2,021,800,887	\$2,428,284,558	\$2,668,564,167	\$2,478,978,235
Tobacco Settlement Funds	58,087,386	55,944,361	53,823,656	53,823,656	61,573,656
TOTAL STATE FUNDS	\$2,005,735,654	\$2,077,745,247	\$2,482,108,214	\$2,722,387,823	\$2,540,551,891
Positions	507	507	529	529	529
Motor Vehicles	24	19	19	19	19

Department of Community Health

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$2,428,284,558	\$50,693,677	\$2,478,978,235
Tobacco Settlement Funds	53,823,656	7,750,000	61,573,656
TOTAL STATE FUNDS	\$2,482,108,214	\$58,443,677	\$2,540,551,891
Medical Assistance	5,259,003,078	662,834,043	5,921,837,121
State Children's Insurance Program	250,479,058	9,767,210	260,246,268
TOTAL FEDERAL FUNDS	\$5,509,482,136	\$672,601,253	\$6,182,083,389
Other Funds	3,465,705,873	247,198,835	3,712,904,708
TOTAL FUNDS	\$11,457,296,223	\$978,243,765	\$12,435,539,988
Administration			
State General Funds	\$94,102,323	\$13,989,762	\$108,092,085
Medical Assistance	282,177,993	(3,139,462)	279,038,531
State Children's Insurance Program	18,154,035		18,154,035
Other Funds	36,496,472	(13,950,830)	22,545,642
Total Funds	\$430,930,823	(\$3,100,530)	\$427,830,293
Aged, Blind and Disabled Medicaid			
State General Funds	\$1,135,312,137	\$12,092,547	\$1,147,404,684
Medical Assistance	2,663,301,386	285,459,269	2,948,760,655
Other Funds	475,273,424	63,872,418	539,145,842
Total Funds	\$4,273,886,947	\$361,424,234	\$4,635,311,181
Health Care Access and Improvement			
State General Funds	\$14,449,088	\$12,630,481	\$27,079,569
Tobacco Settlement Funds	2,850,000	7,750,000	10,600,000
Medical Assistance	588,838	46,511,062	47,099,900
Other Funds	100,000		100,000
Total Funds	\$17,987,926	\$66,891,543	\$84,879,469
Indigent Care Trust Fund			
State General Funds	\$500,000	(\$500,000)	\$0
Medical Assistance	271,584,678	(18,048,105)	253,536,573
Other Funds	160,737,322	(18,366,690)	142,370,632
Total Funds	\$432,822,000	(\$36,914,795)	\$395,907,205
Low-Income Medicaid			
State General Funds	\$930,821,499	(\$5,419,807)	\$925,401,692
Tobacco Settlement Funds	50,973,656		50,973,656
Medical Assistance	1,837,234,253	341,102,408	2,178,336,661
Other Funds	105,571,441	141,028,264	246,599,705
Total Funds	\$2,924,600,849	\$476,710,865	\$3,401,311,714

Department of Community Health

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Nursing Home Provider Fees			
State General Funds	\$120,805,958		\$120,805,958
Medical Assistance	204,115,930	\$10,948,871	215,064,801
Total Funds	\$324,921,888	\$10,948,871	\$335,870,759
PeachCare			
State General Funds	\$81,348,701	\$17,008,001	\$98,356,702
State Children's Insurance Program	232,325,023	9,767,210	242,092,233
Other Funds	151,783		151,783
Total Funds	\$313,825,507	\$26,775,211	\$340,600,718
State Health Benefit Plan			
Other Funds	\$2,687,375,431	\$74,615,673	\$2,761,991,104
Total Funds	\$2,687,375,431	\$74,615,673	\$2,761,991,104
Agencies Attached for Administrative Purposes:			
Composite Board of Medical Examiners			
State General Funds	\$2,366,731	\$111,964	\$2,478,695
Total Funds	\$2,366,731	\$111,964	\$2,478,695
Georgia Board for Physician Workforce, Administration			
State General Funds	\$591,850	\$281,645	\$873,495
Total Funds	\$591,850	\$281,645	\$873,495
Georgia Board for Physician Workforce, Graduate Medical Education			
State General Funds	\$7,212,223	\$278,334	\$7,490,557
Total Funds	\$7,212,223	\$278,334	\$7,490,557
Georgia Board for Physician Workforce, Mercer School of Medicine			
State General Funds	\$24,560,862		\$24,560,862
Total Funds	\$24,560,862	\$0	\$24,560,862
Georgia Board for Physician Workforce, Morehouse School of Medicine			
State General Funds	\$11,247,293		\$11,247,293
Total Funds	\$11,247,293	\$0	\$11,247,293
Georgia Board for Physician Workforce, Undergraduate Medical Education			
State General Funds	\$3,538,484		\$3,538,484
Total Funds	\$3,538,484	\$0	\$3,538,484
State Medical Education Board			
State General Funds	\$1,427,409	\$220,750	\$1,648,159
Total Funds	\$1,427,409	\$220,750	\$1,648,159

Department of Corrections

Roles, Responsibilities, and Organization

The Georgia Department of Corrections administers the prison and probation sentences of offenders adjudicated by Georgia courts. More than 54,700 of these offenders are serving prison sentences. More than 150,600 offenders are on probation.

As part of its strategic plan, the department has developed the following priorities:

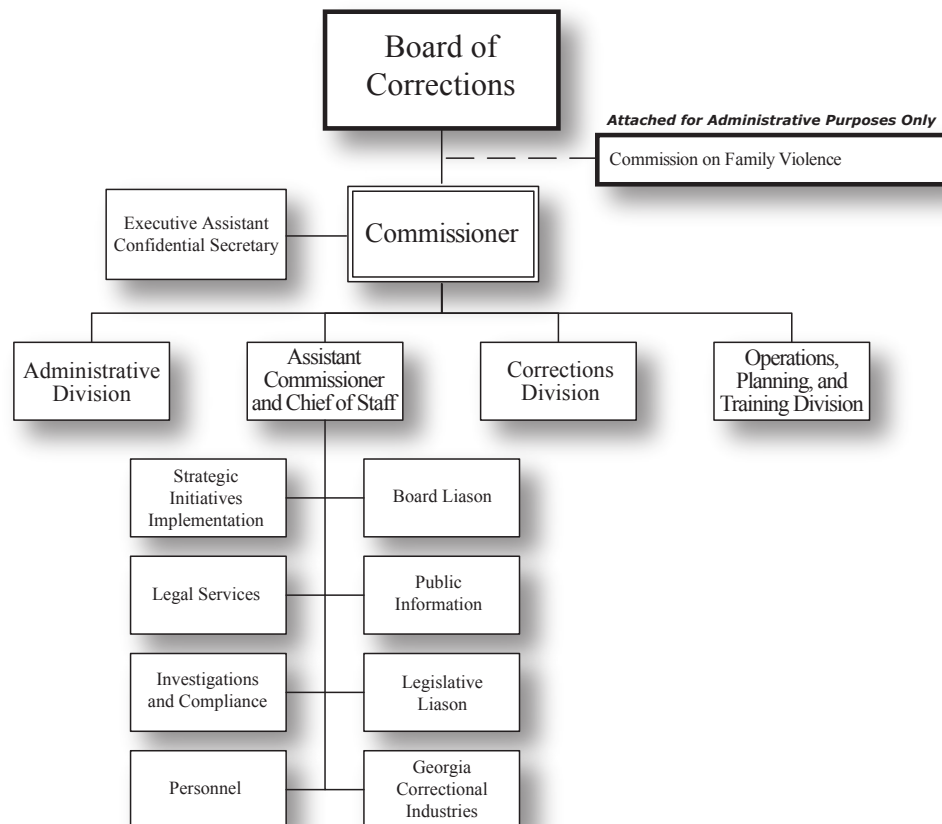
- Sound correctional practice is founded upon reliable and timely information.
- Citizens are safe from incarcerated and supervised offenders; correctional environments will be safe, secure, and disciplined for all staff and offenders.
- Communications are hallmarked by enhanced public awareness, collaborative partnerships, and effective departmental teamwork.
- A continuum of balanced sanctions is available to the criminal justice system.
- A highly trained, professional workforce is available to achieve the department's mission today, and in years to come.
- Prepare offenders to accept responsibility for their acts, to restore harm done to the community, and to lead a productive, crime-free life.

DEPARTMENT OPERATIONS

Incarceration offers a highly structured and secure environment, which removes from the community those offenders who pose a high risk. DOC provides legally mandated services in the areas of physical and mental health, counseling, education, vocational training, chaplain services, and recreation.

DOC requires offenders in its facilities to work to support the system and the community. Inmates and probationers work on prison farms, in food preparation, laundry, and construction, in facility and landscape maintenance, and performing factory work in Correctional Industries' manufacturing plants. The types of DOC institutions include the following facilities:

- State Prisons (38): These institutions are typically reserved for felony offenders with more than one year of incarceration to serve.
- County Prisons (24): The state pays a subsidy to county institutions to house and supervise state inmates. Inmates assigned to the county prisons typically work on roadway or construction projects for the county in which they are housed.
- Inmate Boot Camps (2), Probation Boot Camps (1), Probation Detention Centers (18): These three programs offer a short-term, intensive incarceration period. The boot camp program enforces strict discipline and military protocol.
- Transitional Centers (13): These community-based centers are designed to allow offenders nearing the end of their prison term to prepare for life in the community. DOC requires offenders to have jobs in the local community, pay room and board to the center, and support their families.
- Pre-Release Centers (7): A new concept in Georgia, these facilities are designed to give inmates additional work experience, cognitive skill, vocational, and AA/NA treatment programs prior to release. Inmates are selected within two years of their scheduled release.
- Probation Diversion Centers (10): Judges may sentence offenders to diversion centers as an alternative to prison. Like transitional center residents, offenders in the diversion centers



Department of Corrections

Roles, Responsibilities, and Organization

work and pay room and board, restitution, fines, and family support.

- Day Reporting Centers (5): Non-custody facilities provide substance abuse treatment to offenders that are assessed to have a greater risk of re-offending without appropriate interventions. The DRCs provide interventions focusing on substance abuse, criminal thinking, education, and employment.
- Private Prisons (3): D. Ray James prison, owned and operated by Cornell Corrections and prisons in Coffee and Wheeler counties owned and operated by Corrections Corporation of America house state sentenced inmates. Like state prisons, these facilities are typically reserved for felony offenders with more than one year of incarceration to serve.

Probation is designed to enforce judicial sentences in the community. The Statewide Probation Act of 1956 laid the legal foundation for the

Probation Division. The law provides for standardized supervision by sworn peace officers of those offenders sentenced to probation, either directly from court on a straight probation sentence, or after completing a specified term of imprisonment on a split sentence.

Probationers are required to be employed and to pay restitution, fees, fines, and court costs. Many probationers are also required to perform community service – unpaid labor for the local community. Probationers are supervised with increasing levels of intensity in accordance with the risk they pose to the community. Requirements at these varied supervision levels may include adherence to a curfew, wearing an electronic device to monitor movements, drug testing, and home and job visits by the probation officer.

AUTHORITY

Titles 9, 42, and 77, Official Code of Georgia Annotated.

Department of Corrections

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$1,100,549,710	\$92,372,940	\$1,192,922,650
TOTAL STATE FUNDS	\$1,100,549,710	\$92,372,940	\$1,192,922,650
Federal Funds	3,111,139	4,380,838	7,491,977
Other Funds	20,965,509	30,499,064	51,464,573
TOTAL FUNDS	\$1,124,626,358	\$127,252,842	\$1,251,879,200

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,704,555
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,942,465), for performance increases (\$3,176,986), for special adjustments to selected job classes (\$3,144,665), and for structure adjustments to the statewide salary plan (\$482,038).	14,746,154
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,241,763
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	2,930,630
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	80,896
Total Change	\$35,703,998

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$358,937
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$480,338), for performance increases (\$192,135), for special adjustments to selected job classes (\$6,805), and for structure adjustments to the statewide salary plan (\$29,152).	708,430
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	356,871
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	117,402
5. Increase the GBA real estate rental rate for office space.	80,896
6. Provide 12 months of operating funds for bed expansions at five state prisons (Dooly SP - 256 beds, Macon SP - 256 beds, Smith SP - 256 beds, Valdosta SP - 256 beds, and Wilcox SP - 192 beds).	6,100
7. Provide startup and partial year operating funds for the 256 bed fast track expansion at Coastal State Prison (two months), including 44 positions and 12 vehicles.	1,135
8. Provide startup and partial year operating funds for the 256 bed fast track expansion at Ware State Prison (nine months), including 44 positions and 12 vehicles.	3,121
9. Provide startup and partial year operating funds for the 256 bed fast track expansion at Hays State Prison (four months), including 44 positions and 12 vehicles.	1,703
10. Provide 12 months operating funds for the 18-bed medical unit at Autry State Prison, including 10 positions and 1 vehicle.	2,298
11. Provide 12 months operating funds for the 14-bed medical unit at Coastal State Prison, including 10 positions and 1 vehicle.	2,298
12. Provide 12 months operating funds for the 96 bed expansion at the Emanuel Probation Detention Center (PDC), including 27 positions.	1,456
13. Provide funding (including residual funds from the Atlanta Day Reporting Center and the Athens Diversion Center conversion) for 12 months operating for an additional eight day reporting centers within strategic communities and judicial circuits throughout the state, including 56 positions and 8 vehicles, to provide a sentencing option for low-level offenders with drug treatment needs.	17,120
14. Provide state funds for the continuation of Residential Substance Abuse Treatment (RSAT) services to replace federal RSAT funds and inmate telephone commission funds no longer available.	362,000
15. Provide 12 months operating funds for the 150 bed expansion at the Dublin Transitional Center, including 34 positions and 12 vehicles.	3,405

Department of Corrections

FY 2009 Program Budgets

16. Increase federal funds (\$836,421) and other funds (\$1,392,996) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$2,023,172

Bainbridge Probation Substance Abuse Treatment Center

Purpose: Provide a sanctioning option for probationers who require more security and supervision than provided by regular community supervision.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$47,567
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$45,348), for performance increases (\$18,139), for special adjustments to selected job classes (\$23,217), and for structure adjustments to the statewide salary plan (\$2,752).	89,456
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	35,384
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	12,737
5. Provide state funds for the continuation of Residential Substance Abuse Treatment (RSAT) services to replace federal RSAT funds and inmate telephone commission funds no longer available.	26,427
6. Increase other funds (\$277,082) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$211,571

Food and Farm Operations

Purpose: Raise crops and livestock, and produce dairy items used in preparing meals for offenders.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$60,287
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$63,254), for performance increases (\$25,303), for special adjustments to selected job classes (\$10,407), and for structure adjustments to the statewide salary plan (\$3,839).	102,803
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	48,946
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	22,117
5. Provide 12 months of operating funds for bed expansions at five state prisons (Dooly SP - 256 beds, Macon SP - 256 beds, Smith SP - 256 beds, Valdosta SP - 256 beds, and Wilcox SP - 192 beds).	68,242
6. Provide startup and partial year operating funds for the 256 bed fast track expansion at Coastal State Prison (two months), including 44 positions and 12 vehicles.	19,706
7. Provide startup and partial year operating funds for the 256 bed fast track expansion at Hays State Prison (four months), including 44 positions and 12 vehicles.	29,560
8. Provide startup and partial year operating funds for the 256 bed fast track expansion at Ware State Prison (nine months), including 44 positions and 12 vehicles.	54,193
9. Provide funding for cost escalation in Food Services.	446,776
10. Provide 12 months operating funds for the 96 bed expansion at the Emanuel PDC, including 27 positions.	21,994
11. Provide 12 months operating funds for the 150 bed expansion at the Dublin Transitional center, including 34 positions and 12 vehicles.	2,763
12. Delete one-time start-up funds for Valdosta Transitional Center.	(4,680)
13. Increase other funds (\$1,944,622) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$872,707

Health

Purpose: Provide the required constitutional level of health care to the inmates of the correctional system in the most cost effective and humane manner possible.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$148,034
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$166,173), for performance increases (\$66,469), and for structure adjustments to the statewide salary plan (\$10,085).	242,727
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	124,586

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4. Reflect an adjustment in the Workers' Compensation premium rate structure.	144,991
5. Provide 12 months of operating funds for bed expansions at five state prisons (Dooly SP - 256 beds, Macon SP - 256 beds, Smith SP - 256 beds, Valdosta SP - 256 beds, and Wilcox SP - 192 beds).	2,573,807
6. Provide startup and partial year operating funds for the 256 bed fast track expansion at Coastal State Prison (two months), including 44 positions and 12 vehicles.	221,051
7. Provide startup and partial year operating funds for the 256 bed fast track expansion at Hays State Prison (four months), including 44 positions and 12 vehicles.	443,333
8. Provide startup and partial year operating funds for the 256 bed fast track expansion at Ware State Prison (nine months), including 44 positions and 12 vehicles.	999,036
9. Provide 12 months operating funds for the 18-bed medical unit at Autry State Prison, including 10 positions and 1 vehicle.	1,052,500
10. Provide 12 months operating funds for the 14-bed medical unit at Coastal State Prison, including 10 positions and 1 vehicle.	1,052,500
11. Provide for a 4% inflationary increase for inmate health care to cover the Medical College of Georgia contract (\$6,536,828) and for physical health care due to increase in direct care claims (\$5,154,311).	11,691,139
12. Provide funds for crucial unmet needs of a growing inmate mental health population to move towards industry recognized professional staff-to-inmate ratios.	2,314,781
13. Provide state funds for the continuation of core mental health services to replace inmate telephone commission funds no longer available.	2,500,000
14. Provide funds for the continuation of core dental health services to move towards industry recognized professional staff-to-inmate ratios.	1,162,000
15. Provide 12 months operating funds for the 96 bed expansion at the Emanuel (PDC), including 27 positions.	500,021
16. Provide 12 months operating funds for the 150 bed expansion at the Dublin Transitional center, including 34 positions and 12 vehicles.	781,583
17. Delete one-time start-up funds for Valdosta Transitional Center.	(5,500)
18. Increase federal funds (\$55,608) and other funds (\$2,896,290) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$25,946,589

Jail Subsidy

Purpose: Reimburse counties for the costs of incarcerating state prisoners in their local facilities.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Offender Management

Purpose: Provide cost effective correctional services that ensures public safety.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$38,537
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$46,013), for performance increases (\$18,405), and for structure adjustments to the statewide salary plan (\$2,793).	67,211
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	35,508
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	39,477
5. Provide funding for competitive grant program to increase bed space capacity at County Correctional Institutions, while providing a highly skilled, low cost workforce for certain county needs.	8,000,000
6. Increase other funds (\$30,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$8,180,733

Parole Revocation Centers

Purpose: Provide a sanction for parole violations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$68,319
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2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$48,073), for performance increases (\$19,229), for special adjustments to selected job classes (\$24,818), and for structure adjustments to the statewide salary plan (\$2,918).	95,038
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	39,655
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	17,746
5. Increase other funds (\$312,585) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$220,758

Private Prisons

Purpose: Provide a cost effective correctional service that ensures public safety.

Recommended Change:

1. Provide for a 2.5% consumer price index (CPI) increase in the per diem rate for the state's three contracted private prisons.	\$2,017,747
2. Provide 12 months funding for capacity maximized additions at private prison facilities adding 64 beds.	489,626
3. Provide 1 month operating expenses for construction expansions at private prisons.	490,560
Total Change	\$2,997,933

Probation Detention Centers

Purpose: Provide a sanctioning option for probationers who require more security or supervision than provided by the regular community supervision or a diversion center.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$706,700
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$553,121), for performance increases (\$221,248), for special adjustments to selected job classes (\$258,988), and for structure adjustments to the statewide salary plan (\$33,570).	1,066,925
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	381,696
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	188,398
5. Provide 12 months operating funds for the 96 bed expansion at the Emanuel PDC, including 27 positions.	1,483,608
6. Increase federal funds (\$327,955) and other funds (\$4,906,754) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$3,827,327

Probation Diversion Centers

Purpose: Provide a residential sentencing option that allows offenders to continue to work in the community while receiving close supervision from corrections officials.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$207,592
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$172,258), for performance increases (\$68,903), for special adjustments to selected job classes (\$47,634), and for structure adjustments to the statewide salary plan (\$10,455).	299,250
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	134,561
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	56,971
5. Transfer Athens Diversion Center funds to the new Athens Day Reporting Center and for the expansion of eight additional day reporting centers.	(1,069,332)
6. Increase other funds (\$414,544) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$370,958)

Probation Supervision

Purpose: Supervise probationers.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,428,838
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2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$836,831), for performance increases (\$334,732), and for structure adjustments to the statewide salary plan (\$50,788).	1,222,351
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	696,729
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	362,121
5. Provide funding (including residual funds from the Atlanta Day Reporting Center and the Athens Diversion Center conversion) for 12 months operating for an additional eight day reporting centers within strategic communities and judicial circuits throughout the state, including 56 positions and 8 vehicles, to provide a sentencing option for low-level offenders with drug treatment needs.	5,253,765
6. Transfer Athens Diversion Center funds to the new Athens Day Reporting Center and for the expansion of eight additional day reporting centers.	1,069,332
7. Provide funds for 43 additional hearing officers and utilize six existing hearing officers to serve all 49 judicial circuits statewide in support of the expansion of the probation management act in delivering swift, certain and proportionate sanctions to violations of probation and allow for more efficient and effective use of alternatives to incarceration.	1,928,174
8. Delete operating funds for the Atlanta Day Reporting Center to reflect the transfer to the Parole Reporting Center in the Board of Pardons and Paroles.	(354,981)
9. Increase other funds (\$159,114) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$11,606,329

State Prisons

Purpose: House violent or repeat criminals, or nonviolent inmates who have exhausted all other forms of punishment.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,287,038
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$5,281,438), for performance increases (\$2,112,576), for special adjustments to selected job classes (\$2,673,526), and for structure adjustments to the statewide salary plan (\$320,537).	10,388,077
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,189,528
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	1,876,911
5. Provide 12 months of operating funds for bed expansions at five state prisons (Dooly SP - 256 beds, Macon SP - 256 beds, Smith SP - 256 beds, Valdosta SP - 256 beds, and Wilcox SP - 192 beds).	1,093,665
6. Provide startup and partial year operating funds for the 256 bed fast track expansion at Coastal State Prison (two months), including 44 positions and 12 vehicles.	1,374,727
7. Provide startup and partial year operating funds for the 256 bed fast track expansion at Hays State Prison (four months), including 44 positions and 12 vehicles.	1,807,453
8. Provide startup and partial year operating funds for the 256 bed fast track expansion at Ware State Prison (nine months), including 44 positions and 12 vehicles.	2,889,277
9. Provide 12 months operating funds for the 18-bed medical unit at Autry State Prison, including 10 positions and 1 vehicle.	573,735
10. Provide 12 months operating funds for the 14-bed medical unit at Coastal State Prison, including 10 positions and 1 vehicle.	571,326
11. Provide state funds for the continuation of Residential Substance Abuse Treatment (RSAT) services to replace federal RSAT funds and inmate telephone commission funds no longer available.	1,284,251
12. Increase federal funds (\$3,160,854) and other funds (\$18,128,004) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$34,335,988

Transitional Centers

Purpose: Provide "work release," allowing the inmate to obtain and maintain a paying job in the community while requiring him or her to conform to the structure of the center.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$352,706
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$249,618), for performance increases (\$99,847), for special adjustments to selected job classes (\$99,272), and for structure adjustments to the statewide salary plan (\$15,149).	463,886

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3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	198,299
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	91,759
5. Provide 12 months operating funds for the 150 bed expansion at the Dublin Transitional Center, including 34 positions and 12 vehicles.	1,875,601
6. Delete one-time start-up funds for the Valdosta Transitional Center.	(461,460)
7. Increase other funds (\$37,073) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$2,520,791

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Major facilities repairs, statewide	5	\$5,000,000	\$1,155,000
2. Minor facility construction and renovations, statewide	5	4,000,000	924,000
3. Complete the funding of the Headquarters Relocation and Training Academy, Forsyth, Monroe County	20	31,300,000	2,673,020
4. Security and life safety upgrades, statewide	5	9,880,000	843,752
Total		\$50,180,000	\$5,595,772

Department of Corrections

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Bainbridge Probation Substance Abuse Treatment Center				
1. Annual occupancy rate (Bed Space Utilization)	99%	78%	95%	90%
2. Three-year felony reconviction rate	34%	22%	23%	22%
3. Number of GED's received	33	38	75	80
Food and Farm Operations				
1. Cost per meal per offender	\$1.48	\$1.51	\$1.52	\$1.53
2. Percentage of annual food requirements produced through farms	45%	43%	43%	43%
Health				
1. Physical Health per day per inmate rate	\$8.63	\$9.44	\$9.43	\$10.30
2. Mental Health per day per inmate rate	\$1.04	\$0.75	\$1.05	\$1.05
3. Percentage of facilities passing clinical audits	88%	N/A	85%	85%
Jail Subsidy				
1. Customer Service Measure: Timely payment of jail subsidy	100%	100%	100%	100%
Offender Management				
1. Utilization of all available bed space (prisons and centers)	98%	101%	99%	99%
Parole Revocation Centers				
1. Annual occupancy rate (Bed Space Utilization)	96%	98%	99%	99%
2. Number of GED's received	53	34	50	60
Private Prisons				
1. Annual occupancy rate (Bed Space Utilization)	99%	100%	100%	100%
2. Three-year felony reconviction rate	30%	28%	29%	29%
3. Number of GED's received	65	146	200	150
Probation Detention Centers				
1. Annual occupancy rate (Bed Space Utilization)	92%	98%	95%	97%
2. Three-year felony reconviction rate	25%	25%	25%	25%
3. Number of GED's received	294	379	400	400
Probation Diversion Centers				
1. Annual occupancy rate (Bed Space Utilization)	83%	95%	95%	95%
2. Three-year felony reconviction rate	24%	23%	24%	24%
3. Number of GED's received	20	1	10	10
Probation Supervision				
1. Three-year felony reconviction rate	7%	22%	23%	23%
2. Customer Service Measure: Value of community service provided to local communities	\$4,973,455	\$5,268,865	\$5,400,000	\$5,700,000

Department of Corrections

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
State Prisons				
1. Annual occupancy rate (Bed Space Utilization)	100%	106%	99%	100%
2. Three-year felony reconviction rate	29%	28%	28%	28%
3. Number of GED's received	3,295	5,683	6,000	6,500
Transitional Centers				
1. Annual occupancy rate (Bed Space Utilization)	98%	85%	99%	100%
2. Three-year felony reconviction rate	19%	18%	18%	19%

Department of Corrections Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$60,459,587	\$58,051,493	\$57,040,846	\$58,356,555	\$61,293,435
Bainbridge Probation Substance Abuse Treatment Center	3,650,070	4,791,065	6,263,402	6,396,890	6,752,055
Food and Farm Operations	14,369,850	15,595,378	13,355,692	15,693,317	16,173,021
Health	179,365,833	193,980,252	203,601,834	237,435,891	232,500,321
Inmate Compensation	695,942				
Jail Subsidy	14,583,113	4,798,492	6,196,724	6,196,724	6,196,724
Offender Management	44,300,649	44,315,714	44,724,989	76,120,616	52,935,722
Parole Revocation Centers	4,450,213	4,865,887	4,465,585	4,601,649	4,998,928
Private Prisons	76,687,832	79,182,514	80,709,877	83,393,129	83,707,810
Probation Detention Centers	52,672,157	48,705,061	47,398,027	40,406,552	56,460,063
Probation Diversion Centers	16,058,746	13,789,185	16,022,874		16,066,460
Probation Supervision	68,951,608	74,151,436	82,167,745	91,949,930	93,933,188
State Prisons	483,281,076	514,739,677	536,302,363	567,762,240	591,927,209
Transitional Centers	20,762,612	24,014,385	26,376,400	29,328,668	28,934,264
TOTAL FUNDS	\$1,040,289,288	\$1,080,980,539	\$1,124,626,358	\$1,217,642,161	\$1,251,879,200
<u>Less:</u>					
Federal Funds	\$9,491,699	\$16,681,899	\$3,111,139	\$3,111,139	\$7,491,977
Other Funds	51,717,761	66,627,393	20,965,509	18,152,648	51,464,573
Subtotal	\$61,209,459	\$83,309,292	\$24,076,648	\$21,263,787	\$58,956,550
State General Funds	\$979,079,829	\$997,671,247	\$1,100,549,710	\$1,196,378,374	\$1,192,922,650
TOTAL STATE FUNDS	\$979,079,829	\$997,671,247	\$1,100,549,710	\$1,196,378,374	\$1,192,922,650
Positions	15,930	15,547	15,749	14,931	16,018
Motor Vehicles	2,050	2,028	2,086	2,146	2,144

Department of Corrections

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$1,100,549,710	\$92,372,940	\$1,192,922,650
TOTAL STATE FUNDS	\$1,100,549,710	\$92,372,940	\$1,192,922,650
Federal Funds	3,111,139	4,380,838	7,491,977
Other Funds	20,965,509	30,499,064	51,464,573
TOTAL FUNDS	\$1,124,626,358	\$127,252,842	\$1,251,879,200
Administration			
State General Funds	\$55,204,846	\$2,023,172	\$57,228,018
Federal Funds	1,836,000	836,421	2,672,421
Other Funds		1,392,996	1,392,996
Total Funds	\$57,040,846	\$4,252,589	\$61,293,435
Bainbridge Probation Substance Abuse Treatment Center			
State General Funds	\$6,235,613	\$211,571	\$6,447,184
Federal Funds	20,743		20,743
Other Funds	7,046	277,082	284,128
Total Funds	\$6,263,402	\$488,653	\$6,752,055
Food and Farm Operations			
State General Funds	\$13,288,692	\$872,707	\$14,161,399
Federal Funds	22,000		22,000
Other Funds	45,000	1,944,622	1,989,622
Total Funds	\$13,355,692	\$2,817,329	\$16,173,021
Health			
State General Funds	\$195,137,625	\$25,946,589	\$221,084,214
Federal Funds		55,608	55,608
Other Funds	8,464,209	2,896,290	11,360,499
Total Funds	\$203,601,834	\$28,898,487	\$232,500,321
Jail Subsidy			
State General Funds	6,196,724		6,196,724
Total Funds	\$6,196,724	\$0	\$6,196,724
Offender Management			
State General Funds	\$44,724,989	\$8,180,733	\$52,905,722
Other Funds		30,000	30,000
Total Funds	\$44,724,989	\$8,210,733	\$52,935,722
Parole Revocation Centers			
State General Funds	\$4,405,937	\$220,758	\$4,626,695
Federal Funds	10,510		10,510
Other Funds	49,138	312,585	361,723
Total Funds	\$4,465,585	\$533,343	\$4,998,928

Department of Corrections

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Private Prisons			
State General Funds	\$80,709,877	\$2,997,933	\$83,707,810
Total Funds	<u>\$80,709,877</u>	<u>\$2,997,933</u>	<u>\$83,707,810</u>
Probation Detention Centers			
State General Funds	\$46,080,772	\$3,827,327	\$49,908,099
Federal Funds	127,140	327,955	455,095
Other Funds	1,190,115	4,906,754	6,096,869
Total Funds	<u>\$47,398,027</u>	<u>\$9,062,036</u>	<u>\$56,460,063</u>
Probation Diversion Centers			
State General Funds	\$13,210,013	(\$370,958)	\$12,839,055
Other Funds	2,812,861	414,544	3,227,405
Total Funds	<u>\$16,022,874</u>	<u>\$43,586</u>	<u>\$16,066,460</u>
Probation Supervision			
State General Funds	\$82,167,745	\$11,606,329	\$93,774,074
Other Funds		159,114	159,114
Total Funds	<u>\$82,167,745</u>	<u>\$11,765,443</u>	<u>\$93,933,188</u>
State Prisons			
State General Funds	\$526,810,477	\$34,335,988	\$561,146,465
Federal Funds	1,094,746	3,160,854	4,255,600
Other Funds	8,397,140	18,128,004	26,525,144
Total Funds	<u>\$536,302,363</u>	<u>\$55,624,846</u>	<u>\$591,927,209</u>
Transitional Centers			
State General Funds	\$26,376,400	\$2,520,791	\$28,897,191
Other Funds		37,073	37,073
Total Funds	<u>\$26,376,400</u>	<u>\$2,557,864</u>	<u>\$28,934,264</u>

Department of Defense

Roles, Responsibilities, and Organization

The Department of Defense serves the nation and the State of Georgia by organizing and maintaining National Guard forces, which the President of the United States can call to active duty to augment the nation's regular armed services, or which the Governor, as Commander-in-Chief of the State Militia, can order deployed in instances of disaster, riot, violence, or other dangers threatening the state and its citizens. The department achieves these objectives through its four components: Office of the Adjutant General, Air National Guard, the Army National Guard, and the State Defense Force. Using these components, the department operates and manages approximately 1,200 training, maintenance, and logistics army facilities statewide.

Another responsibility of the Department of Defense is the operation of Youth Challenge Academies for at-risk youth in the State of Georgia.

GEORGIA AIR NATIONAL GUARD

The role of the Georgia Air National Guard is to provide fully equipped, fully trained combat units which are prepared to respond to state or national emergencies. The activation/ deactivation, organization, administration, training, equipping, and housing of its units as well as the evaluation of its wartime capability are mandated responsibilities.

GEORGIA ARMY NATIONAL GUARD

The Georgia Army National Guard is responsible for maintaining a level of operational readiness, which allows for immediate and

effective response to state or national emergencies, civil disturbances, and natural disasters.

OFFICE OF THE ADJUTANT GENERAL

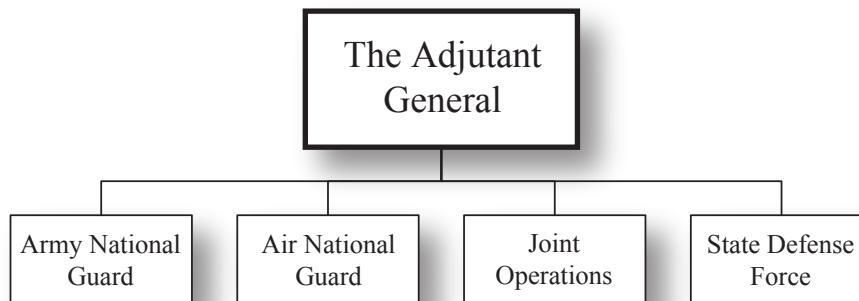
The role of the Office of the Adjutant General is to provide command and control of the entire organization as well as centralized administrative support for the department. The Adjutant General also serves as the state's director of the Selective Service System.

STATE DEFENSE FORCE

The role of the State Defense Force is to serve as a caretaker administration in the event of a full mobilization, and to provide assistance during emergencies and natural disasters as well as support for the staging of special events.

AUTHORITY

Title 38, Official Code of Georgia Annotated.



Department of Defense

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$11,344,298	\$230,598	\$11,574,896
TOTAL STATE FUNDS	\$11,344,298	\$230,598	\$11,574,896
Federal Funds	28,812,701	(500,000)	28,312,701
Other Funds	816,341		816,341
TOTAL FUNDS	\$40,973,340	(\$269,402)	\$40,703,938

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$481,677).	\$108,761
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$94,813), for performance increases (\$37,925), and for structure adjustments to the statewide salary plan (\$22,631).	\$155,369
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	\$73,243
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	96
Total Change	\$337,469

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$12,900
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$11,246), for performance increases (\$4,498), and for structure adjustments to the statewide salary plan (\$2,684).	18,428
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	8,687
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	11
Total Change	\$40,026

Military Readiness

Purpose: Provide a trained and ready military land force and air force that can be activated and deployed at the direction of the President or the Governor to ensure the safety and well being of all citizens.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$51,871
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$45,218), for performance increases (\$18,088), and for structure adjustments to the statewide salary plan (\$10,794).	74,100
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	29,624
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	46
5. Provide funding to convert the Assistant Adjutant General positions for the Air and Army National Guard from part-time to full-time status.	176,244
6. Delete one-time funds for armory renovations (Total funds: \$1,000,000).	(500,000)
7. Increase funding to pay for rising utility costs.	106,885
8. Replace two high mileage maintenance vehicles.	110,000
Total Change	\$48,770

Youth Educational Services

Purpose: Provide educational and vocational opportunities to at-risk youth in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$43,990
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Department of Defense FY 2009 Program Budgets

2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$38,349), for performance increases (\$15,339), and for structure adjustments to the statewide salary plan (\$9,153).	62,841	
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	34,932	
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	39	
Total Change	\$141,802	

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Facility and site improvements at Readiness Centers (Armories), statewide, match Federal funds	5	\$1,365,000	\$315,315
Total		\$1,365,000	\$315,315

Department of Defense Performance Measures - FY 2009

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Military Readiness				
1. Customer Service: Percentage of successful responses within 24 hours to an "Alert Notice" by the Georgia Emergency Management Agency and the Army/Air National Guard Command Post	100%	100%	100%	100%
2. Customer Service: Number of State Defense Force volunteers for state and community support	1,610	4,180	4,000	4,000
3. Customer Service: Percentage of requests where information was successfully and accurately provided in response to inquiries from the media and other interested parties	100%	100%	100%	100%
4. Percentage of armories requiring major repairs and renovations (more than \$100,000)	24%	12%	0%	0%
Youth Educational Services				
1. Percentage of at-risk youth that graduate from the Youth Challenge Academy who have successfully earned their GED	70%	72%	80%	80%
2. Percentage of graduates that meet the DOD standard for success 6 months after graduation from the Youth Challenge Academy	74%	78%	90%	90%

Department of Defense

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$1,487,456	\$1,504,572	\$1,713,493	\$1,729,093	\$1,753,519
Military Readiness	27,073,280	31,394,408	26,593,019	26,683,108	26,141,789
Youth Educational Services	8,826,767	9,456,723	12,666,828	12,240,749	12,808,630
TOTAL FUNDS	\$37,387,503	\$42,355,703	\$40,973,340	\$40,652,950	\$40,703,938
<u>Less:</u>					
Federal Funds	\$27,536,034	\$28,857,186	\$28,812,701	\$28,451,954	\$28,312,701
Other Funds	1,432,014	4,700,576	816,341	837,720	816,341
Subtotal	\$28,968,047	\$33,557,762	\$29,629,042	\$29,289,674	\$29,129,042
State General Funds	\$8,419,456	\$8,797,941	\$11,344,298	\$11,363,276	\$11,574,896
TOTAL STATE FUNDS	\$8,419,456	\$8,797,941	\$11,344,298	\$11,363,276	\$11,574,896
Positions	473	473	519	519	519
Motor Vehicles	88	88	88	88	88

Department of Defense

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$11,344,298	\$230,598	\$11,574,896
TOTAL STATE FUNDS	\$11,344,298	\$230,598	\$11,574,896
Federal Funds	28,812,701	(500,000)	28,312,701
Other Funds	816,341		816,341
TOTAL FUNDS	\$40,973,340	(\$269,402)	\$40,703,938
Administration			
State General Funds	\$1,304,048	\$40,026	\$1,344,074
Federal Funds	409,445		409,445
Total Funds	<u>\$1,713,493</u>	<u>\$40,026</u>	<u>\$1,753,519</u>
Military Readiness			
State General Funds	\$5,176,545	\$48,770	\$5,225,315
Federal Funds	20,600,133	(500,000)	20,100,133
Other Funds	816,341		816,341
Total Funds	<u>\$26,593,019</u>	<u>(\$451,230)</u>	<u>\$26,141,789</u>
Youth Educational Services			
State General Funds	\$4,863,705	\$141,802	\$5,005,507
Federal Funds	7,803,123		7,803,123
Total Funds	<u>\$12,666,828</u>	<u>\$141,802</u>	<u>\$12,808,630</u>

Department of Driver Services

Roles, Responsibilities, and Organization

The Department of Driver Services (DDS) was established by executive order on July 1, 2005, in accordance with HB 501.

CUSTOMER SERVICE SUPPORT

The Customer Service Support program is responsible for the assistance and policy direction of the Department of Driver Services. The function of the program is to provide administrative support for the Customer Service Licensing and Records and Regulatory Compliance Divisions. The areas within the program include administrative services, financial services, public information, legal services, business analysis and information technology.

CUSTOMER SERVICE LICENSING AND RECORDS DIVISION

The issuance of driver's licenses, permits and administration of the commercial driver's license program are carried out by the License Issuance program. The department utilizes 60 full testing customer service centers, and three part-time testing customer service centers.

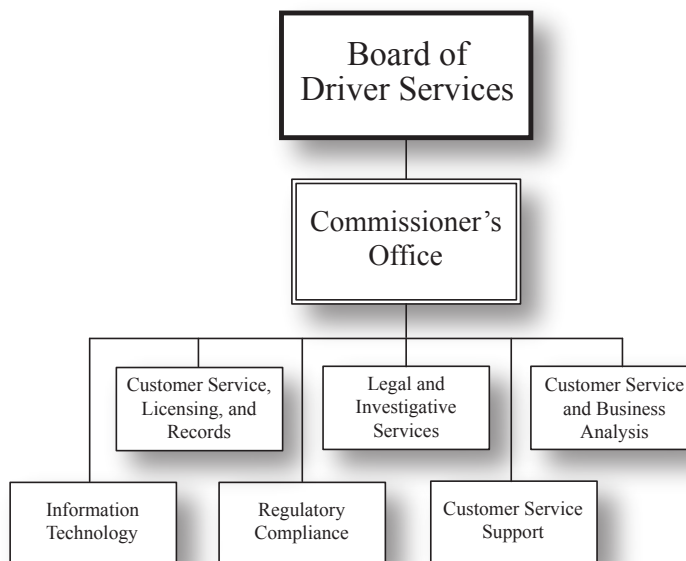
These centers are situated strategically throughout the state. Additional responsibilities include suspension and reinstatement of driver licenses as well as public identification cards. The Driver Services Section strives to provide quality customer service. During FY 2007 the department issued 2,763,431 driver licenses and ID cards.

REGULATORY COMPLIANCE DIVISION

The Regulatory Compliance program is responsible for licensing driver training schools and instructors, licensing driver improvement clinics and instructors, and certifying ignition interlock devices and provider centers. As well as, monitor and provide Alcohol and Drug Awareness Program (ADAP) classes and instructors

AUTHORITY

Chapter 16 of Title 40, Official Code of Georgia Annotated



Department of Driver Services

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$61,420,009	\$2,923,875	\$64,343,884
TOTAL STATE FUNDS	\$61,420,009	\$2,923,875	\$64,343,884
Other Funds	721,456	2,129,723	2,851,179
TOTAL FUNDS	\$62,141,465	\$5,053,598	\$67,195,063

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$588,234
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$441,548), for performance increases (\$176,619), for employees in specified critical jobs (\$332,192), and for structure adjustments to the statewide salary plan (\$5,322).	955,681
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Total funds: \$343,341).	336,202
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	137,643
Total Change	\$2,017,760

Customer Service Support

Purpose: Administer license issuance, motor vehicle registration, and commercial truck compliance.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$79,228
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$64,146), for performance increases (\$25,658), and for structure adjustments to the statewide salary plan (\$773).	90,577
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	48,842
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	17,785
5. Provide for a comprehensive training and recruitment program for examiners to improve customer service at Customer Service Centers.	32,000
6. Add two positions and associated expenses to continue moving towards more secure identification cards and driver's licenses and provide timely customer service.	102,953
7. Increase other funds to reflect projected expenditures in FY 2009 (Total Funds: \$500,000).	Yes
Total Change	\$371,385

License Issuance

Purpose: Issue Georgia driver's license renewals through alternative methods.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$484,684
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$357,448), for performance increases (\$142,980), for employees in specified critical jobs (\$332,192), and for structure adjustments to the statewide salary plan (\$4,308).	836,928
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Total funds: \$276,541).	272,167
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	114,338
5. Add 42 positions and regular operating expenses to continue moving towards more secure identification cards and driver's licenses and provide timely customer service.	1,488,070
6. Provide for a comprehensive training and recruitment program for examiners to improve customer service at Customer Service Centers.	446,173
7. Provide for the development of a Web reservation status application for commercial and non-commercial driver's license applicants to provide customers with an electronic means for managing road test reservations.	196,450

Department of Driver Services

FY 2009 Program Budgets

8. Provide for the development of an online driver skills test to allow for immediate transmittal of information to the applicant's driving record.	87,730
9. Provide funding to transition the DDS Customer Contact Center to a more modern Automated Call Distribution/Citizen Relationship Management technology.	275,629
10. Provide funding for the reprogramming and updating of the driver's license issuance system to accommodate revised business requirements related to the Digitized Driver's License System.	1,083,610
11. Delete one-time funding associated with call center agents added in FY 2008.	(24,500)
12. Delete one-time funding for the construction of the Customer Service and CDL center in Brunswick.	(750,000)
13. Delete one-time funding for the license issuance system feasibility study.	(300,000)
14. Delete one-time funding for the implementation of an Electronic Document Imaging System.	(1,732,000)
15. Increase other funds to reflect projected expenditures in FY 2009 (Total Funds: \$1,626,958).	Yes
Total Change	\$2,479,279

Regulatory Compliance

Purpose: Enforce and administer state laws and regulations for mandated programs relating to driver safety and driver education for both novice and problem drivers.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$24,322
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,954), for performance increases (\$7,981), and for structure adjustments to the statewide salary plan (\$241).	28,176
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Total funds: \$17,958).	15,193
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	5,520
Total Change	\$73,211

Department of Driver Services Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Customer Service Support				
1. Number of driver's license fraud, immigrant, and internal affairs cases investigated	1,102	758	1,690	1,940
2. Number of background investigations completed	1,841	2,521	2,304	2,750
License Issuance				
1. Customer Service: Percentage of customers initially served within 30 minutes	92%	95%	93%	95%
2. Customer Service: Average percentage of calls answered within three minutes at the contact center	50%	63%	65%	75%
Regulatory Compliance				
1. Number of programs audited per year	1,268	1,595	1,968	2,009
2. Customer Service: Number of makeup Alcohol Drug Awareness Program (ADAP) courses	508	557	576	576

Department of Driver Services

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Customer Service Support	\$9,388,761	\$9,118,571	\$9,157,705	\$10,873,471	\$10,029,090
License Issuance	40,650,174	42,186,747	48,087,172	53,183,681	52,193,409
Regulatory Compliance	2,590,833	5,510,026	4,896,588	4,920,910	4,972,564
TOTAL FUNDS	<u>\$52,629,768</u>	<u>\$56,815,344</u>	<u>\$62,141,465</u>	<u>\$68,978,062</u>	<u>\$67,195,063</u>
<u>Less:</u>					
Other Funds	<u>\$5,316,261</u>	<u>\$3,938,405</u>	<u>\$721,456</u>	<u>\$721,456</u>	<u>\$2,851,179</u>
Subtotal	<u>\$5,316,261</u>	<u>\$3,938,405</u>	<u>\$721,456</u>	<u>\$721,456</u>	<u>\$2,851,179</u>
State General Funds	<u>\$47,313,507</u>	<u>\$52,876,939</u>	<u>\$61,420,009</u>	<u>\$68,256,606</u>	<u>\$64,343,884</u>
TOTAL STATE FUNDS	\$47,313,507	\$52,876,939	\$61,420,009	\$68,256,606	\$64,343,884
Positions	764	819	874	969	918
Motor Vehicles	120	123	133	159	133

Department of Driver Services

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$61,420,009	\$2,923,875	\$64,343,884
TOTAL STATE FUNDS	\$61,420,009	\$2,923,875	\$64,343,884
Other Funds	721,456	2,129,723	2,851,179
TOTAL FUNDS	\$62,141,465	\$5,053,598	\$67,195,063
Customer Service Support			
State General Funds	\$9,156,848	\$371,385	\$9,528,233
Other Funds	857	500,000	500,857
Total Funds	\$9,157,705	\$871,385	\$10,029,090
License Issuance			
State General Funds	\$47,881,921	\$2,479,279	\$50,361,200
Other Funds	205,251	1,626,958	1,832,209
Total Funds	\$48,087,172	\$4,106,237	\$52,193,409
Regulatory Compliance			
State General Funds	\$4,381,240	\$73,211	\$4,454,451
Other Funds	515,348	2,765	518,113
Total Funds	\$4,896,588	\$75,976	\$4,972,564

Bright From the Start: Department of Early Care and Learning

Roles, Responsibilities, and Organization

Bright from the Start: Department of Early Care and Learning is responsible for meeting the child care and early education needs of Georgia's children ages birth through school age and their families. The department administers the nationally known Pre-Kindergarten Program, licenses and registers child care centers and home-based child care, administers federal nutrition programs and the Even Start program, and houses the Head Start Collaboration Office. Bright from the Start also works to enhance the quality and availability of early care and education by managing the Standards of Care and Homes of Quality programs, distributing federal funding, and working collaboratively with Georgia Child Care Resource and Referral Agencies and other organizations throughout the state.

PRE-KINDERGARTEN SERVICES

Georgia's lottery-funded voluntary Pre-Kindergarten Program currently serves approximately 78,000 students in 3,900 classes. Georgia's Pre-K Program is one of the largest and most comprehensive Pre-K programs in the nation and continues to be a model for other states.

Pre-K is offered in public school systems as well as through private providers. Children 4 years of age on September 1st of the current school year, whose parents are Georgia residents, are eligible to attend Georgia's Pre-K Program.

CHILD CARE SERVICES

Child Care Services is responsible for licensing and registering approximately 3,000 child care learning centers, over 5,374 family child care homes, 2,483 informal care providers, and 250 group day care homes. Licensing consultants conduct annual licensing inspections of all child care facilities and conduct additional periodic visits to all child care programs to evaluate compliance with state requirements and to provide consultation, training, and technical assistance to child care programs.

Child Care Services also provides regular customer-focused licensing orientation sessions for prospective centers and group day care homes; responds to inquiries from parents, concerned citizens, and

others regarding child care programs; and processes criminal record checks on all directors and family day care home providers.

NUTRITION SERVICES

The Nutrition Services Program is responsible for administering the United States Department of Agriculture's Child and Adult Care Food Program (CACFP) and the Summer Food Service Program (SFSP) for Georgia. The goal of these programs is to ensure that low-income children and adults throughout Georgia have access to nutritious meals while they are in a day care setting and during the summer when school is not in session.

QUALITY INITIATIVES

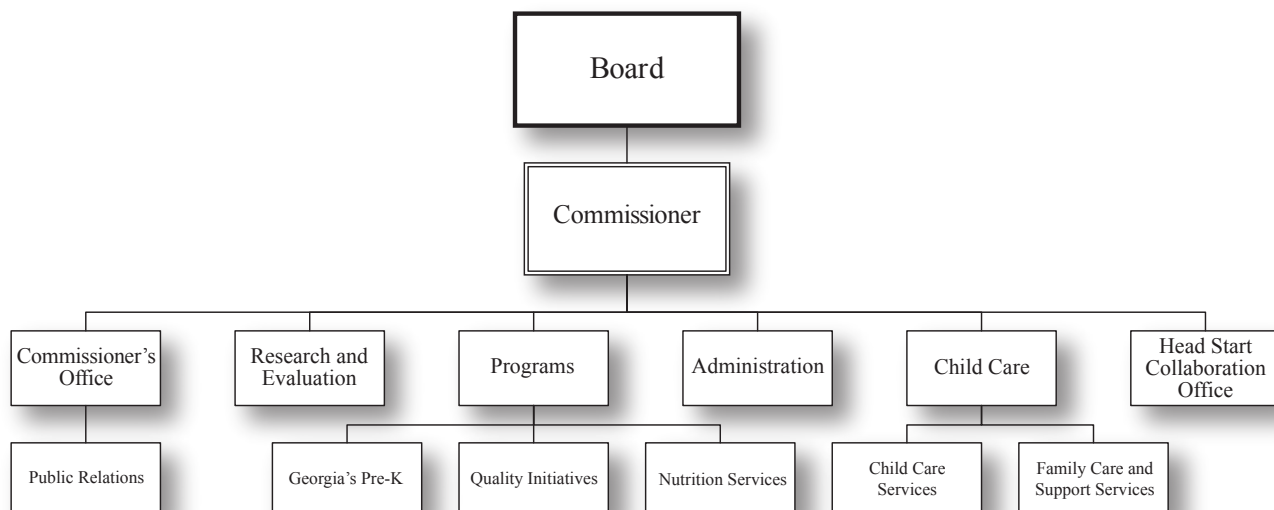
Bright from the Start works in a number of ways to enhance the quality of early child care and education experiences in Georgia. In partnership with internal and external resources, the Quality Initiatives Program implements innovative strategies that focus on improving the quality of early education, child care, and nutrition for Georgia's children and families. The division oversees the Standards of Care and Homes of Quality Programs, and the Even Start Literacy Program. It also coordinates the child care resource and referral agency system and elevates public awareness surrounding early childhood education issues.

The Quality Initiatives Program distributes federal Child Care Development Fund quality dollars to improve the quality, affordability, and accessibility of child care for children and families.

Training and professional development are integral parts of all programs administered by Bright from the Start. The program coordinates training and technical assistance for approximately 15,000 child care workers, early education providers, and program sponsors annually.

AUTHORITY

Title 20-1A-1 et seq., Official Code of Georgia Annotated.



Bright from the Start: Department of Early Care and Learning

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommended</u>
State General Funds	\$4,586,483	\$68,051	\$4,654,534
Lottery Funds	324,857,346	12,160,802	337,018,148
TOTAL STATE FUNDS	\$329,443,829	\$12,228,853	\$341,672,682
Federal Funds	121,706,679	254,207	121,960,886
Other Funds	155,000		155,000
TOTAL FUNDS	\$451,305,508	\$12,483,060	\$463,788,568

Department Statewide Budget Changes (Information Only):

State General Funds:

- | | |
|--|-----------|
| 1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$102,373). | \$58,166 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$51,314), for performance increases (\$20,526), and for structure adjustments to the statewide salary plan (\$2,993). | 74,833 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 39,766 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | (58,849) |
| Total Change | \$113,916 |

Lottery Funds:

- | | |
|---|-------------|
| 1. Annualize the cost of the FY 2008 salary adjustment. | \$53,030 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$34,650) and for performance increases (\$13,860). | 48,510 |
| 3. Provide for a general salary increase of 2.5% for Pre-K teachers effective September 1, 2008. | 5,607,194 |
| 4. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 26,862 |
| Total Change | \$5,735,596 |

Child Care Services

Purpose: Guide and assist child care learning facilities to promote safe, healthy, quality child care so that children experience optimum opportunities for learning and growth.

Recommended Change:

- | | |
|--|----------|
| 1. Annualize the cost of the FY 2008 salary adjustment (Total Funds: \$102,373). | \$58,166 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$51,314), for performance increases (\$20,526), and for structure adjustments to the statewide salary plan (\$2,993). | 74,833 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 39,766 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | (58,849) |
| 5. Eliminate one vacant administrative position. | (45,865) |
| 6. Increase federal funds (\$210,000) to reflect projected expenditures for FY 2009. | Yes |
| Total Change | \$68,051 |

Nutrition

Purpose: Ensure that eligible children and adults receive USDA-compliant meals.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Bright from the Start: Department of Early Care and Learning FY 2009 Program Budgets

Pre-Kindergarten Program

Purpose: Provide funding, training, technical assistance, and oversight of Pre-K programs operated by public and private providers throughout the state.

Recommended Change:

Lottery Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$53,030
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$34,650) and for performance increases (\$13,860).	48,510
3. Provide for a general salary increase of 2.5% for Pre-K teachers effective September 1, 2008.	5,607,194
4. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	26,862
5. Provide funds for 1,000 additional slots, bringing total enrollment to 79,000.	6,425,206
Total Change	\$12,160,802

Quality Initiatives

Purpose: Explore new ideas and help implement innovative strategies that focus on improving the quality of early education, child care, and nutrition for Georgia's children and families.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Bright from the Start: Department of Early Care and Learning Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Child Care Services				
1. Number of licensing, monitoring, and technical assistance visits to child care learning centers and group day care homes each fiscal year	9,095	9,778	9,250	8,900
2. Increase the number of child care teachers tracking their training and professional development through the online Professional Development System	N/A	47	300	500
Nutrition				
1. Number of meals served per year by providers in the Child and Adult Care Food Program and the Summer Food Service Program	79,660,859	79,696,584	80,900,000	82,000,000
2. Percentage of eligible providers reviewed with no missing meal components in the Child and Adult Care Food Program	72%	68%	70%	72%
Pre-Kindergarten Program				
1. Georgia Pre-K program enrollment	72,902	75,299	77,420	79,000
2. Percentage of programs meeting or exceeding Pre-K Quality Assessment standards, as reported in the Annual Report Card	84%	84%	85%	86%
Quality Initiatives				
1. Number of Standards of Care Program training attendees	2,356	1,739	880	900
2. Number of centers attaining Center of Distinction or Center of Recognition	61	95	100	105
3. Number of providers participating in the Homes of Quality Program	137	196	205	216

Bright from the Start: Department of Early Care and Learning

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Child Care Services	\$7,695,719	\$7,840,506	\$8,410,193	\$8,512,566	\$8,732,451
Nutrition	95,503,324	96,999,632	98,000,000	98,000,000	98,000,000
Pre-Kindergarten	290,431,703	310,088,988	325,525,169	338,985,452	337,685,971
Quality Initiatives	18,589,999	19,336,402	19,370,146	19,370,146	19,370,146
TOTAL FUNDS	\$412,220,745	\$434,265,528	\$451,305,508	\$464,868,164	\$463,788,568
<u>Less:</u>					
Federal Funds	\$118,165,821	\$120,557,426	\$121,706,679	\$121,750,886	\$121,960,886
Other Funds	118,805	72,570	155,000	155,000	155,000
Subtotal	\$118,284,626	\$120,629,996	\$121,861,679	\$121,905,886	\$122,115,886
State General Funds	\$4,041,146	\$4,056,199	\$4,586,483	\$4,644,649	\$4,654,534
Lottery Funds	289,894,973	309,579,333	324,857,346	338,317,629	337,018,148
TOTAL STATE FUNDS	\$293,936,119	\$313,635,532	\$329,443,829	\$342,962,278	\$341,672,682
Positions	197	198	198	198	197
Motor Vehicles	1	1	1	1	1

Bright from the Start: Department of Early Care and Learning

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$4,586,483	\$68,051	\$4,654,534
Lottery Funds	324,857,346	12,160,802	337,018,148
TOTAL STATE FUNDS	\$329,443,829	\$12,228,853	\$341,672,682
Federal Funds	121,706,679	254,207	121,960,886
Other Funds	155,000		155,000
TOTAL FUNDS	\$451,305,508	\$12,483,060	\$463,788,568
Child Care Services			
State General Funds	\$4,586,483	\$68,051	\$4,654,534
Federal Funds	3,668,710	254,207	3,922,917
Other Funds	155,000		155,000
Total Funds	\$8,410,193	\$322,258	\$8,732,451
Nutrition			
Federal Funds	\$98,000,000		\$98,000,000
Total Funds	\$98,000,000	\$0	\$98,000,000
Pre-Kindergarten Program			
Lottery Funds	\$324,857,346	\$12,160,802	\$337,018,148
Federal Funds	667,823		667,823
Total Funds	\$325,525,169	\$12,160,802	\$337,685,971
Quality Initiatives			
Federal Funds	\$19,370,146		\$19,370,146
Total Funds	\$19,370,146	\$0	\$19,370,146

Department of Economic Development

Roles, Responsibilities, and Organization

The Department of Economic Development administers programs that promote and encourage the development of tourism and business in the state.

RECRUITMENT, EXPANSION, AND RETENTION

The Global Commerce Division promotes Georgia as a location for domestic and international businesses by: providing accurate information on such topics as wages, labor availability, and taxes; accompanying industry officials on tours of communities for prospective industrial development; and supporting local communities' business development programs. The division also encourages the continued prosperity of existing Georgia companies through the 13 regional project managers located across the state. The team assists companies with business expansions to advance the creation of new jobs and investment. The department provides staff support to the Georgia Allies, a public-private marketing partnership targeting industries that build on Georgia's competitive strengths and position the state well in the economy of the 21st century.

INTERNATIONAL RELATIONS AND TRADE

The Global Commerce Division promotes the sale of Georgia products and services to customers abroad and coordinates all facets of international trade and export in the state. Through the U.S. Export Assistance Center, the staff assists small and medium-sized businesses involved in exporting with trade leads, market analysis, trade shows, and identification of financial assistance options. Trade assistance is furthered through contracts with international representatives in key markets for Georgia businesses. The division also coordinates the operations of the overseas offices in Europe and Asia, which are primarily responsible for business recruitment.

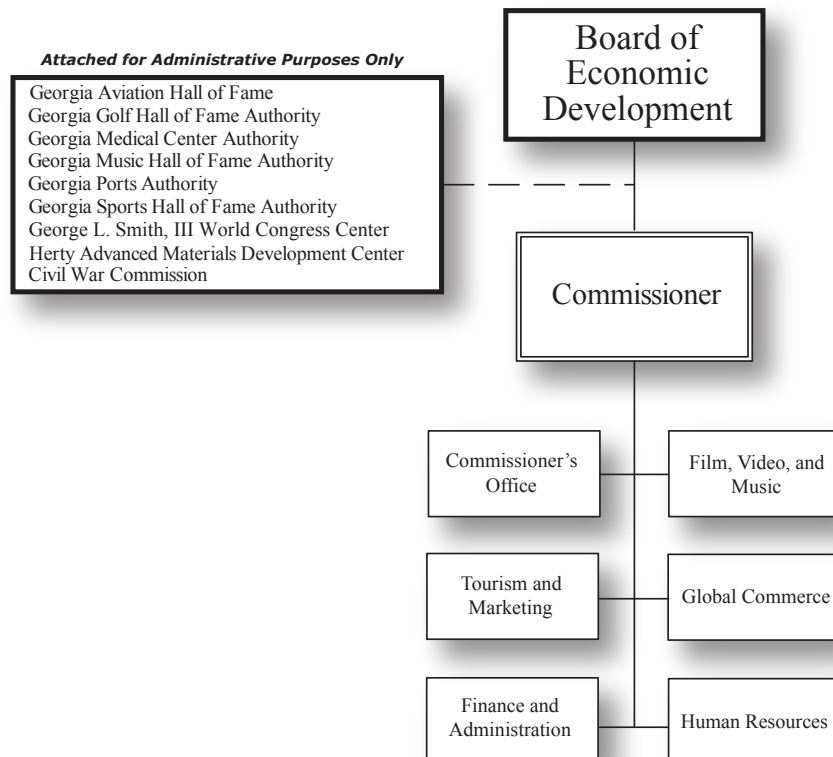
ENTREPRENEUR AND SMALL BUSINESS DEVELOPMENT

Through a three-pronged effort, the Global Commerce Division provides strategies and services that target: 1) entrepreneurs and small businesses, 2) communities, and, 3) other state agencies with the goal of encouraging entrepreneurship and small business development around the state. Procurement assistance, outreach, and the Governor's Mentor Protégé Program are available directly to entrepreneurs and small businesses. In an effort to help communities develop an entrepreneur and small business strategy, the staff has developed a five-step program that upon successful completion leads to a community's designation as "entrepreneur friendly." The division also leads the Georgia Entrepreneur and Small Business Coordinating Network, created to promote interagency collaboration as well as awareness among state service providers of the full spectrum of state resources available to entrepreneurs and small businesses.

INNOVATION AND TECHNOLOGY

The Innovation and Technology Office is aimed at attracting high technology, biotech companies and industries to locate and grow in Georgia. The office works with communities, companies, and institutions all over the state to identify and cultivate exceptional talent critical to keeping Georgia on the leading edge of research, product development, and groundbreaking advances in science and technology.

This program is charged with providing the resources and services needed to foster growth in the areas of agriculture, biosciences, logistics, advanced manufacturing, advanced communications, energy, financial services, and information technology; areas of strategic focus as designated by Governor Perdue in 2003. The office broadened its focus last year to concentrate on business development



Department of Economic Development

Roles, Responsibilities, and Organization

for strategic industries by working with the Centers of Innovation, technology industry business associations, and by attending strategic industry shows and trade missions.

FILM, VIDEO, AND MUSIC

The Georgia Film, Video and Music Office develops, supports and promotes the state's film, television, commercial production, music video production, music recording and video game development industries. The office actively pursues entertainment prospects through direct mail, advertising, marketing, prospect visits, and trade show participation. The staff provides assistance to clients in identifying production locations and production resources within the state, and serves as a liaison for customers with other state agencies and local governments. The staff is responsible for the promotion and administration of Georgia's Entertainment Industry Investment Act incentives program. The office also supports film festivals, music festivals, entertainment conferences and symposiums, and other industry initiatives throughout the state. The office promotes Georgia as a recording destination to music producers and artists. Staff provides assistance to recording companies, recording studios, publishers, artists, and artist management. The promotion of Georgia's growing video game industry and attraction of video game business relocations and headquarters locations is a current area of focus and opportunity.

TOURISM AND MARKETING

Through marketing and information services, the Tourism and Marketing Division works to increase the number of people who choose Georgia as a vacation destination. Regional tourism representatives assist local and regional tourism associations in the development of effective tourism programs. The division is also responsible for ensuring that the state's 11 visitor information centers are operated in a manner that encourages visitors to return to Georgia. The department plays a leadership role in and provides staff support to the Tourism Foundation, a public-private partnership charged with coordinating Georgia's tourism marketing efforts. The foundation is responsible for pooling the state's tourism marketing resources and leveraging the private sector to support the growth of tourism statewide.

The marketing and communications team leads the department's advertising, public relations, and communications efforts. The team also handles the tactical implementation of the department's marketing strategy.

AUTHORITY

Title 50-7, Official Code of Georgia Annotated.

Department of Economic Development

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$49,522,812	(\$8,951,683)	\$40,571,129
TOTAL STATE FUNDS	\$49,522,812	(\$8,951,683)	\$40,571,129
Other Funds	20,244		20,244
TOTAL FUNDS	\$49,543,056	(\$8,951,683)	\$40,591,373

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$262,703
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$212,958), for performance increases (\$85,185), and for structure adjustments to the statewide salary plan (\$962).	299,105
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	161,992
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(22,983)
Total Change	\$700,817

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$62,886
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$43,533), for performance increases (\$17,413), and for structure adjustments to the statewide salary plan (\$962).	61,908
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	33,372
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(22,983)
5. Realign telecommunications costs to properly reflect expenditures.	(10,000)
6. Realign real estate rental costs to properly reflect expenditures.	(376,506)
Total Change	(\$251,323)

Business Recruitment and Expansion

Purpose: Provide assistance to local communities and to the state to recruit, retain, and expand businesses in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$72,692
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$75,543) and for performance increases (\$30,217).	105,760
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	57,909
4. Realign telecommunications costs to properly reflect expenditures.	5,456
5. Realign real estate rental costs to properly reflect expenditures.	128,506
6. Delete one-time funds for the renovation of Georgia Mountains Center parking deck in Gainesville.	(2,000,000)
Total Change	(\$1,629,677)

Film, Music, and Video

Purpose: Increase industry awareness of Georgia business opportunities, infrastructure resources, and natural resources as they pertain to the film, video, and music industries.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,506
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,345) and for performance increases (\$2,538).	8,883
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,864

Department of Economic Development

FY 2009 Program Budgets

4. Realign telecommunications costs to properly reflect expenditures.	2,500
5. Realign real estate rental costs to properly reflect expenditures.	47,000
6. Delete one-time funds for Music Hall of Fame anniversary celebration.	(75,000)
Total Change	(\$2,247)

Innovation and Technology

Purpose: Provide leadership in the recruitment, growth, and marketing of the bioscience and technology industry in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,946
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,191) and for performance increases (\$2,477).	8,668
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,746
4. Realign telecommunications costs to properly reflect expenditures.	(17,500)
5. Realign real estate rental costs to properly reflect expenditures.	27,000
6. Delete one-time funds for microenterprise loans.	(75,000)
7. Provide funding for sponsorship of the BIO 2009 international conference in Atlanta.	375,000
Total Change	\$331,860

International Relations and Trade

Purpose: Provide international trade opportunities through exports, executive leadership for international relations, and promote Georgia products and companies to other nations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$15,287
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$10,697) and for performance increases (\$4,279).	14,976
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	8,199
4. Realign telecommunications costs to properly reflect expenditures.	(13,282)
5. Realign real estate rental costs to properly reflect expenditures.	74,000
Total Change	\$99,180

Small and Minority Business Development

Purpose: Provide guidance and support to agencies in maximizing access to state business opportunities for small and minority businesses.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,899
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,376) and for performance increases (\$3,350).	11,726
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,421
4. Realign telecommunications costs to properly reflect expenditures.	(900)
Total Change	\$29,146

Tourism

Purpose: Provide information to visitors about tourism opportunities throughout the state and encourage tourism expenditures.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$64,540
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$46,586) and for performance increases (\$18,635).	65,221
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	35,713

Department of Economic Development

FY 2009 Program Budgets

4. Delete one-time funds for Tour de Georgia (\$400,000), Warner Robins Air Force Base Museum (\$100,000), Washington-Wilkes Visitor Information Center (\$2,500), Civil War Trails (\$200,000), National Infantry Museum and Cobb Energy Performing Arts Center (\$7,500,000), and Zoo Atlanta hospital renovation (\$100,000).	(8,302,500)
5. Provide one-time funding to design the Georgia Trail Exhibit at Zoo Atlanta, to serve as a statewide educational resource on Georgia's three physical ecosystems.	300,000
6. Realign telecommunications costs to properly reflect expenditures.	33,726
7. Realign real estate rental costs to properly reflect expenditures.	100,000
Total Change	(\$7,703,300)

Agencies Attached for Administrative Purposes:

Payments to Aviation Hall of Fame

Purpose: Promote and encourage the growth and public support of aviation within the state by honoring those, living or dead, who by extraordinary achievement or service have made outstanding and lasting contributions to aviation in Georgia.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Civil War Commission

Purpose: Coordinate planning, preservation, and promotion of structures, buildings, sites, and battlefields associated with the Civil War, and acquire or provide funds for the acquisition of Civil War battlefields, cemeteries, and other historic properties associated with the Civil War.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Payments to Georgia Medical Center Authority

Purpose: Provide funds for the Georgia Medical Center Authority.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,712
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,901) and for performance increases (\$1,161).	4,062
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,244
Total Change	\$10,018

Payments to Golf Hall of Fame

Purpose: Honor those who have made outstanding contributions to the sport of golf.

1. Provide funds to operationalize the new strategic plan.	\$125,000
Total Change	\$125,000

Payments to Music Hall of Fame

Purpose: Preserve Georgia's rich musical heritage.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,815
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,071) and for performance increases (\$2,829).	9,900
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,059
Total Change	\$21,774

Department of Economic Development

FY 2009 Program Budgets

Payments to Sports Hall of Fame

Purpose: Collect, preserve, and interpret the history of sports in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,420
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$5,715) and for performance increases (\$2,286).	8,001
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,465
Total Change	\$17,886

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
Georgia Ports Authority			
1. Provide a state match for the Savannah harbor expansion project.	20	\$17,000,000	\$1,451,800
		\$17,000,000	\$1,451,800
Georgia World Congress Center			
1. Fund the property acquisition, design, and construction for parking at the Georgia World Congress Center.	20	\$9,800,000	\$836,920
Total		\$9,800,000	\$836,920

Department of Economic Development

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Business Recruitment and Expansion				
1. Number of new location announcements	69	71	70	73
2. Number of jobs created	12,104	9,370	9,238	9,607
Film, Video, and Music				
1. Number of feature films produced in Georgia	6	5	8	8
International Relations and Trade				
1. Number of leads developed to create business opportunities for Georgia companies	501	1,462	2,234	2,400
Small and Minority Business Development				
1. Amount of investment from new small business announcements	\$7,600,000	\$27,000,000	\$39,000,000	\$42,900,000
Tourism				
1. Number of jobs sustained by tourism activities	217,000	219,300	221,000	223,500

Department of Economic Development

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$6,239,683	\$6,410,103	\$6,626,634	\$6,153,014	\$6,375,311
Business Recruitment and Expansion	8,782,827	7,056,573	13,403,644	14,610,298	11,773,967
Film, Music, and Video	891,599	1,189,211	1,209,137	1,193,143	1,206,890
Innovation and Technology	1,510,102	2,605,316	1,710,270	2,392,272	2,042,130
International Relations and Trade	2,005,852	2,293,864	2,358,416	2,434,421	2,457,596
Small and Minority Business Development	862,927	854,009	963,024	974,023	992,170
Tourism	11,354,448	12,155,787	21,129,409	12,561,619	13,426,109
SUBTOTAL (Excludes Attached Agencies)	<u>\$31,647,438</u>	<u>\$32,564,863</u>	<u>\$47,400,534</u>	<u>\$40,318,790</u>	<u>\$38,274,173</u>
ATTACHED AGENCIES:					
Payments to Aviation Hall of Fame	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000
Civil War Commission		100,000	50,000	50,000	50,000
Payments to Georgia Medical Center Authority	250,000	405,000	408,712	412,424	418,730
Payments to Golf Hall of Fame	58,685	58,685		150,000	125,000
Payments to Music Hall of Fame	1,560,248	814,070	840,466	847,281	862,240
Payments to Sports Hall of Fame	725,540	741,895	793,344	799,764	811,230
TOTAL FUNDS	<u>\$34,291,911</u>	<u>\$34,734,513</u>	<u>\$49,543,056</u>	<u>\$42,628,259</u>	<u>\$40,591,373</u>
Less:					
Other Funds	\$2,915,245	\$20,244	\$20,244	\$20,244	\$20,244
Subtotal	<u>\$2,915,245</u>	<u>\$20,244</u>	<u>\$20,244</u>	<u>\$20,244</u>	<u>\$20,244</u>
State General Funds	<u>\$31,376,666</u>	<u>\$34,714,269</u>	<u>\$49,522,812</u>	<u>\$42,608,015</u>	<u>\$40,571,129</u>
TOTAL STATE FUNDS	\$31,376,666	\$34,714,269	\$49,522,812	\$42,608,015	\$40,571,129
Positions	221	227	232	232	232
Motor Vehicles	11	11	11	11	11

Department of Economic Development

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$49,522,812	(\$8,951,683)	\$40,571,129
TOTAL STATE FUNDS	\$49,522,812	(\$8,951,683)	\$40,571,129
Other Funds	20,244		20,244
TOTAL FUNDS	\$49,543,056	(\$8,951,683)	\$40,591,373
Administration			
State General Funds	\$6,626,634	(\$251,323)	\$6,375,311
Total Funds	\$6,626,634	(\$251,323)	\$6,375,311
Business Recruitment and Expansion			
State General Funds	\$13,403,644	(\$1,629,677)	\$11,773,967
Total Funds	\$13,403,644	(\$1,629,677)	\$11,773,967
Film, Video, and Music			
State General Funds	\$1,209,137	(\$2,247)	\$1,206,890
Total Funds	\$1,209,137	(\$2,247)	\$1,206,890
Innovation and Technology			
State General Funds	\$1,710,270	\$331,860	\$2,042,130
Total Funds	\$1,710,270	\$331,860	\$2,042,130
International Relations and Trade			
State General Funds	\$2,358,416	\$99,180	\$2,457,596
Total Funds	\$2,358,416	\$99,180	\$2,457,596
Small and Minority Business Development			
State General Funds	\$942,780	\$29,146	\$971,926
Other Funds	20,244		20,244
Total Funds	\$963,024	\$29,146	\$992,170
Tourism			
State General Funds	\$21,129,409	(\$7,703,300)	\$13,426,109
Total Funds	\$21,129,409	(\$7,703,300)	\$13,426,109
Agencies Attached for Administrative Purposes:			
Payments to Aviation Hall of Fame			
State General Funds	\$50,000		\$50,000
Total Funds	\$50,000	\$0	\$50,000
Civil War Commission			
State General Funds	\$50,000		\$50,000
Total Funds	\$50,000	\$0	\$50,000

Department of Economic Development

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Payments to Georgia Medical Center Authority			
State General Funds	\$408,712	\$10,018	\$418,730
Total Funds	\$408,712	\$10,018	\$418,730
Payments to Golf Hall of Fame			
State General Funds	\$0	\$125,000	\$125,000
Total Funds	\$0	\$125,000	\$125,000
Payments to Music Hall of Fame			
State General Funds	\$840,466	\$21,774	\$862,240
Total Funds	\$840,466	\$21,774	\$862,240
Payments to Sports Hall of Fame			
State General Funds	\$793,344	\$17,886	\$811,230
Total Funds	\$793,344	\$17,886	\$811,230

Department of Education

Roles, Responsibilities, and Organization

The State Board of Education establishes policies that the Georgia Department of Education administers under the direction of the State Superintendent of Schools. The department disburses state education funds, provides technical assistance and support services to local school systems, operates three state schools for hearing- and visually-impaired students, and provides intensive assistance to local schools identified by the Office of Student Achievement.

There are 180 school systems in the state operating more than 2,100 schools. These schools are primarily funded through the Quality Basic Education (QBE) formula - a partnership between the state and local school systems that provides \$8 billion in funding for education.

STUDENT LEARNING AND ACHIEVEMENT

The Department of Education provides leadership in developing and implementing the new curriculum, the Georgia Performance Standards for elementary, middle and secondary students. The new curriculum, which was implemented in FY 2005, is raising the expectations for all students. All English/Language Arts classes have been converted to the new curriculum, and all Science classes should be complete in FY 2008. Full implementation of the new curriculum is expected in FY 2012.

The State Board of Education has adopted new graduation requirements which will be in effect for the Class of 2012, first-time freshman entering high school in the 2008-2009 school year. The new Graduation Rule eliminates Georgia's "tiered" diploma. All students will be required to have 23 credits to include 4 credits each in Mathematics, Science, and English/Language Arts.

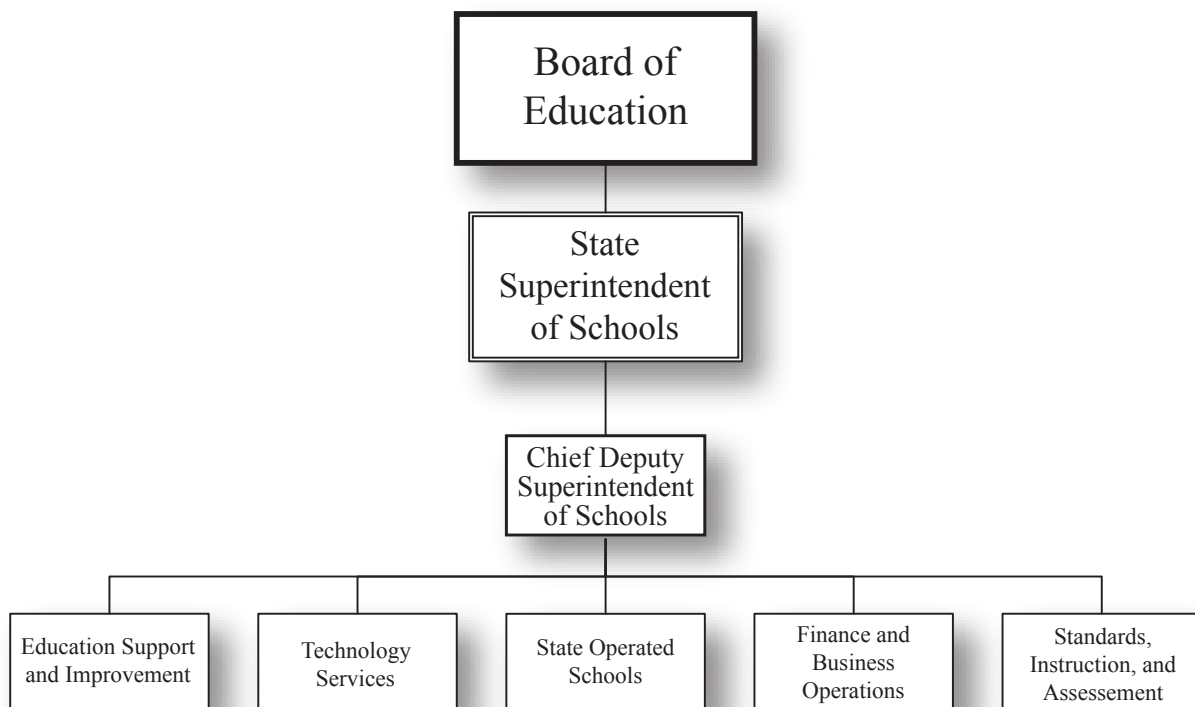
In addition to providing funds for daily instruction, the department also administers a number of programs for students in need of additional services. These include a program for handicapped preschool children, tuition for the multi-handicapped and funding for the Severely

Emotionally Disturbed (SED) network. Nearly 15,900 students are being served through these grants totaling \$112 million.

In an effort to expand educational opportunities for all students in Georgia, the department opened the Georgia Virtual School in FY 2006. The Georgia Virtual School provides a number of core curriculum, foreign language, business electives, and Advanced Placement (AP) courses online for public, private, and home school students. The state funded over 4,000 course enrollments for students during the 2006-2007 school year.

In an effort to improve the state's graduation rates, the department implemented an innovative graduation coach program which placed a graduation coach in every high school in FY 2007 and in every middle school in FY 2008. Graduation coaches are instrumental in identifying students who are at-risk of not graduating and providing necessary interventions and strategies to help students graduate. Such efforts include developing individual graduation plans (Peach State Pathways), organizing tutoring programs to prepare for the Georgia High School Graduation Test (GHS GT), and creating a network of graduation teams and community mentors/partners to support the students and schools. The graduation coaches were very instrumental in helping the state to reach a 72.3% graduation rate in FY 2007. They will continue to be a vital component in helping the state to reach its goal of an 80% graduation rate by 2010.

The Department of Education also provides resources for students preparing for the Scholastic Assessment Test (SAT). The department provides funding for high school sophomores to take the Preliminary Scholastic Assessment Test (PSAT). An online SAT prep resource was added in FY 2006 to serve public, private and home school high school students. This online tool allows students to take practice tests and quizzes that identifies the students' strengths and weaknesses and helps them prepare for the SAT. During FY 2007, over 153,000 students took advantage of this resource. More than 140,000



Department of Education

Roles, Responsibilities, and Organization

accounts have already been activated using this resource during FY 2008. In FY 2008, the Governor's Incentive Scholarships initiative was launched to cover the costs of an SAT or ACT examination for juniors and seniors who meet certain eligibility criteria.

SUPPORTING LOCAL SCHOOL SYSTEMS

The department also administers funds and provides technical assistance for school improvement. School Improvement Teams serve five statewide regions and provide intensive, targeted support, and additional resources for schools and school systems not meeting Adequate Yearly Progress (AYP) under the federal No Child Left Behind (NCLB) Act - particularly schools that have not made AYP for two or more years and are in Needs Improvement (NI) status. The school improvement program offers a wide array of services ranging from professional development, analysis and planning, and implementation strategies for schools not meeting the standards. Since the Department began its school improvement efforts in FY 2004, the number of schools in Needs Improvement status has declined from 533 to 323.

The Department of Education partners with 16 Regional Education Service Agencies (RESA) to provide shared services to improve the effectiveness of educational programs and services of local school systems and to provide direct instructional programs to selected public school students.

The Department of Education also provides funding and support for many state and federal grant programs including: Title I - Improving Basic Programs; Title II-A Improving Teacher Quality; Reading First; Migrant Education; Pupil Transportation; Equalization; and Career, Technical and Agricultural Education.

AUTHORITY

Title 20, Official Code of Georgia Annotated.

Department of Education

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	<u>\$7,806,980,808</u>	<u>\$393,496,235</u>	<u>\$8,200,477,043</u>
TOTAL STATE FUNDS	\$7,806,980,808	\$393,496,235	\$8,200,477,043
Federal Funds Not Specifically Identified	1,121,650,747	493,397,026	1,615,047,773
Other Funds	<u>12,391,307</u>	<u>14,456,776</u>	<u>26,848,083</u>
TOTAL FUNDS	\$8,941,022,862	\$901,350,037	\$9,842,372,899

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$37,523,392
2. Provide for a general increase of 2.5% to the state base salary schedule for the State Board of Education effective September 1, 2008. This proposed 2.5% salary improvement is in addition to a 3% salary increase awarded to more than half of the certificated personnel through the normal progression on the teacher salary schedule.	159,018,715
3. Provide for a general increase of 2.5% for bus drivers (\$2,074,283) and lunchroom workers (\$1,078,830) effective July 1, 2008.	3,153,113
4. Provide for a general salary increase of 2.5% for Regional Educational Services Agencies (RESAs) (\$179,668), the Severely Emotionally Disturbed (SED) Network (\$1,239,488), Preschool Handicapped (\$584,099), High School Agricultural (\$191,270) and Technology/Career Programs (\$207,380), Graduation Coaches (\$1,202,609), Georgia's Virtual High School program (\$86,503), State virtual charter school (\$124,365) and state school teachers (\$265,345) effective September 1, 2008.	4,080,727
5. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$534,529), performance increases (\$213,812), and for structure adjustments to the statewide salary plan (\$75,907).	824,248
6. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% for state employees. (Total Funds: \$448,876)	282,791
7. Reflect an adjustment in the Workers' Compensation premium rate structure.	(82,037)
8. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	70,795
Total Change	\$204,871,744

Academic Coach

Purpose: Provide certificated public school teachers who exhibit excellence in the classroom with salary supplements or bonuses in exchange for mentoring other public school teachers.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$23,634
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$27,261) and for performance increases (\$10,904).	38,165
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% for state employees.	14,422
4. Create a new Math Mentor program with 17 positions by redirecting funds from the Agricultural Education program (\$56,056), Central Office program (\$262,000), School Improvement program (\$1,212,332) and State Interagency Transfers program (\$467,612).	1,998,000
5. Reduce contractual services obligation in the Teacher Success program.	(300,000)
6. Create a new Mentor Teacher program by redirecting funds from the High Performing Principal program.	330,000
Total Change	\$2,104,221

Agricultural Education

Purpose: Provide students with competencies to make them aware of the importance of the agricultural industry and develop skills to prepare them for the world of work.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$43,646
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	191,270

Department of Education

FY 2009 Program Budgets

3. Remove one-time funding provided for the engineering and installation of a sewage treatment facility at the Future Farmers of America (FFA) camp in Covington.	(912,000)
4. Redirect funds provided for the Food Processing Centers to the new Math Mentor program.	(56,056)
5. Increase other funds (\$3,090,002) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$733,140)

Central Office

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$282,682
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$359,204), performance increases (\$143,682), and for structure adjustments to the statewide salary plan (\$75,907).	578,793
3. Reflect an adjustment in the Workers' Compensation premium rate structure.	(82,037)
4. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% for state employees.	190,036
5. Increase the GBA real estate rental rate for office space.	70,795
6. Redirect funds in the Central Office program in the administration areas to the new Math Mentor program.	(262,000)
7. Reduce funding for teacher liability premiums based on projected expenditures.	(300,000)
8. Increase other funds (\$933,176) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$478,269

Charter Schools

Purpose: Support and encourage development and approval of charter public schools as one part of Georgia's overall school improvement strategy.

Recommended Change:

1. Provide funding to serve 2,265 students through the state's virtual charter school.	\$6,373,221
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	124,365
Total Change	\$6,497,586

Communities in Schools

Purpose: Operate alternative education programs throughout the state, bringing community resources into schools to help students stay in school and prepare for life.

Recommended Change:

1. Delete one-time funding of \$175,000 for five new Communities in Schools local affiliate programs.	(\$175,000)
2. Delete \$200,000 of the \$450,000 for operating funds for five Performance Learning Centers (PLC) funded in FY 2007.	(\$200,000)
3. Redirect \$750,000 of existing funds to fund 3 new PLCs.	Yes
Total Change	(\$375,000)

Curriculum Development

Purpose: Provide a world-class curriculum that will drive both instruction and assessment for Georgia's teachers and students.

Recommended Change:

1. Reduce funding for Georgia Performance Standards online video clips.	(\$300,000)
2. Reduce funding for curriculum development in Georgia Performance Standards.	(200,000)
Total Change	(\$500,000)

Dropout Prevention

Purpose: Reduce dropout rates for Georgia students.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$223,028
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	1,202,609

Department of Education

FY 2009 Program Budgets

3. Adjust funds for training and experience for middle and high school graduation coaches, and add funds for graduation coaches at 14 new middle and high schools.	14,452,408
4. Provide funding for a Very Important Parent (VIP) Recruiter for at-risk elementary, middle, and high schools.	14,250,000
Total Change	\$30,128,045

Equalization

Purpose: Provide money to local school systems after assessing an equity breakdown of the Local Five Mill Share Program in order to narrow the gap (per pupil) between school systems.

Recommended Change:

1. Provide for an increase in Equalization Grants.	\$79,496,560
Total Change	\$79,496,560

Federal Programs

Purpose: Coordinate federally funded programs and allocate federal funds to school systems.

Recommended Change:

1. Increase federal funds (\$206,465,250) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$0

Foreign Language

Purpose: Provide funds to schools for foreign language instruction.

Recommended Change:

1. Redirect funding from the pilot elementary foreign language program to QBE to increase funding for media materials from \$15.31 to \$17.55 per FTE for grades K-5 and provide foreign language materials for elementary students statewide.	(\$1,590,857)
Total Change	(\$1,590,857)

Georgia Learning Resources System (GLRS)

Purpose: Provide training and resources to educators and parents of students with disabilities through a network of centers around the state.

Recommended Change:

1. Increase federal funds (\$984,003) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$0

Georgia Virtual School

Purpose: Provide students enrollment in state funded courses via the Internet or in any other manner not involving on-site interaction with a teacher.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,111
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	86,503
3. Provide funding for a total of 6,000 courses.	1,521,870
4. Increase other funds (\$722,213) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,614,484

Georgia Youth Science and Technology

Purpose: Increase interest and enthusiasm in science and the technologies, particularly among elementary and middle school teachers and students.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Department of Education

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Governor's Honors Program

Purpose: Provide intellectually gifted and artistically talented high school students challenging and enriching educational opportunities not usually available to them during the regular school year.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,591
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,483) and for performance increases (\$2,993).	10,476
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% for state employees.	3,959
Total Change	\$22,026

Information Technology Services

Purpose: Collect and report accurate data through the development and maintenance of web-enabled applications.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Local Five Mill Share

Purpose: Required local effort based on five mills of tax on the equalized adjusted property tax digest.

Recommended Change:

1. Increase funds for Local Five Mill Share.	(\$142,093,503)
Total Change	(\$142,093,503)

National Board Certification

Purpose: Provide the 10% salary increase for National Board Certified teachers to local systems (jointly administered between the Department of Education and the Professional Standards Commission).

Recommended Change:

1. No change.	\$0
Total Change	\$0

National Science Center and Foundation

Purpose: Ignite and promote students' interest in mathematics and sciences, develop new ways to use technology in teaching and deploy those methods in our schools.

Recommended Change:

1. Redirect funding from the National Science Center and Foundation to the QBE program to provide comprehensive staff development training to teachers statewide.	(\$1,416,750)
Total Change	(\$1,416,750)

Non-Quality Basic Education Grant

Purpose: Assure that sufficient funds are provided in order for the state's public school students to receive an effective education.

Recommended Change:

1. Increase funds for classroom cards for new teachers and media centers.	\$260,226
2. Provide funding for the Georgia Special Needs Scholarship.	5,656,726
3. Redirect funding for summer remediation grants to the QBE formula to increase funding for additional instruction.	(1,400,000)
4. Redirect funding from the High Performance Principal program to a new Mentor Teacher program.	(330,000)
5. Remove one-time funds provided for the Regional Agriculture Center for the Toombs County Board of Education.	(1,200,000)
Total Change	\$2,986,952

Department of Education

FY 2009 Program Budgets

Nutrition

Purpose: Provide leadership, training, technical assistance, and resources so local program personnel can deliver meals that support nutritional well-being and performance at school.

Recommended Change:

1. Provide for a general salary increase of 2.5% effective July 1, 2008.	\$1,078,830
2. Increase federal funds (\$280,513,815) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,078,830

Preschool Handicapped

Purpose: Provide early intervention so students with disabilities will enter school with the skills to succeed.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$181,205
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	584,099
3. Add funds to the Preschool Handicapped program based on enrollment increases.	457,613
Total Change	\$1,222,917

Pupil Transportation

Purpose: Assist local school systems in their efforts to provide safe and efficient transportation for students to and from school and school-related activities.

Recommended Change:

1. Provide for a general increase of 2.5% effective July 1, 2008.	\$2,074,283
Total Change	\$2,074,283

Quality Basic Education Program (QBE)

Purpose: Provide funds to school systems for the instruction of students in grades K-12 to ensure that Georgia's students are academically prepared for further education and the workplace.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$36,135,624
2. Provide for a general increase of 2.5% to the state base salary schedule for the State Board of Education effective September 1, 2008. This proposed 2.5% salary improvement is in addition to a 3% salary increase awarded to more than half of the certificated personnel through the normal progression on the teacher salary schedule.	159,018,715
3. Redirect funding from summer remediation grants to the QBE formula to increase the funding for additional instruction.	1,400,000
4. Redirect funding for the National Science Center and Foundation to the QBE program to provide comprehensive staff development training to teachers statewide.	1,416,750
5. Redirect funding from the pilot elementary foreign language program to QBE to increase funding for media materials from \$15.31 to \$17.55 per FTE for grades K-5 and provide foreign language materials for elementary students statewide.	1,590,857
6. Increase funds for QBE enrollment growth of 1.09% (\$75,733,394) and for training and experience (\$135,036,855).	210,770,249
Total Change	\$410,332,195

Regional Educational Service Agencies (RESAs)

Purpose: Provide Georgia's 16 Regional Educational Service Agencies (RESAs) with shared services to improve the effectiveness of educational programs and services of local school systems.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$60,089
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	179,668
Total Change	\$239,757

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School Improvement

Purpose: Design and implement a coherent and sustained statewide system of support and process for improvement, providing local education agencies and schools in Georgia with tools and resources as well as intensive support for schools not making Adequate Yearly Progress (AYP).

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$132,611
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$140,581) and for performance increases (\$56,233).	196,814
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% for state employees.	74,374
4. Redirect operational funds from the School Improvement program to the new Math Mentor program.	(1,212,332)
Total Change	(\$808,533)

School Nurses

Purpose: Provide appropriate health procedures to allow students to remain in school and increase opportunities for academic success.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Severe Emotionally Disturbed

Purpose: Provides statewide services to parents and educators of students with disabilities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$290,340
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	1,239,488
3. Provide funds for the FY 2008 pay raises and other FY 2008 statewide budget changes for state funded positions.	1,481,581
Total Change	\$3,011,409

State Interagency Transfers

Purpose: Provide health insurance to retired teachers and non-certified personnel and to pass through funding via a contract.

Recommended Change:

1. Reduce funds in the interagency transfer grant based on projected expenditures and redirect funds (\$467,612) to the new Math Mentor program.	(\$467,660)
2. Increase federal funds (\$556,379) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$467,660)

State Schools

Purpose: Prepare sensory-impaired and multi-disabled students to become productive citizens by providing a learning environment addressing their academic, vocational, and social development.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$89,204
2. Provide for a general salary increase of 2.5% effective September 1, 2008.	265,345
3. Provide funding for textbooks.	200,000
4. Adjust funding to properly reflect training and experience.	184,589
5. Increase other funds (\$716,484) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$739,138

Technology/Career Education

Purpose: Equip students with academic, technical and leadership skills.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$47,627
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2. Provide for a general salary increase of 2.5% effective September 1, 2008.	207,380
3. Increase federal funds (\$1,667,226) and other funds (\$8,994,901) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$255,007

Testing

Purpose: Adopt a student assessment program consisting of instruments, procedures, and policies necessary to implement the program.

Recommended Change:

1. Eliminate funding for the Web-based Accountability project.	(\$800,000)
2. Increase federal funds (\$3,210,353) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$800,000)

Tuition for the Multi-Handicapped

Purpose: Provide funds to assist school systems that have multi-handicapped students. These funds are intended to assist systems in meeting the high cost of private residential placements and to provide a continuum of placements for such students as mandated by Federal regulations.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Fund the Capital Outlay Program-Regular, for local school construction	20	\$112,400,000	\$9,598,960
2. Fund the Capital Outlay Program-Exceptional Growth, for local school construction	20	97,840,000	8,355,536
3. Fund the Capital Outlay Program-Regular Advance, for local school construction	20	83,365,000	7,119,371
4. Fund the Capital Outlay Program-Low Wealth, for local school construction	20	2,030,000	173,362
5. Fund vocational equipment, statewide	5	8,855,000	2,045,505
Total		\$304,490,000	\$27,292,734

Department of Education

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Charter Schools				
1. Number of charter schools	48	74	90	110
2. Percentage of charter schools making Adequate Yearly Progress (AYP)	88%	85%	85%	85%
Communities in Schools				
1. Number of Performance Learning Centers (PLCs)	22	26	29	32
2. Graduation rate for PLC students	72%	76%	80%	85%
Dropout Prevention				
1. Statewide high school dropout rate	4.7%	4.1%	3.5%	3.2%
2. Statewide high school graduation rate	71%	72%	74%	80%
Georgia Virtual School				
1. Number of Advanced Placement (AP) courses offered	14	19	20	21
2. Percentage of students completing courses	81%	83%	85%	86%
3. Percentage of students passing the appropriate End of Course Test (EOCT) for courses that require such a test	75%	78%	80%	81%
Non-Quality Basic Education Grant				
1. Number of migrant education students	5,262	5,140	5,140	5,140
2. Number of classroom cards distributed	N/A	122,357	130,000	132,600
Pupil Transportation				
1. Number of buses operating daily	15,000	14,429	15,445	15,817
2. Number of students transported (in millions)	1.35	1.73	1.78	1.80
Quality Basic Education Program (QBE)				
1. Number of students	1,528,098	1,589,839	1,620,046	1,650,827
2. Number of schools making Adequate Yearly Progress (AYP)	1,642	1,726	1,812	1,903
3. Percentage of schools making AYP	79%	82%	85%	88%
School Improvement				
1. Number of schools on the needs improvement list	310	323	305	300
2. Number of schools removed from the needs improvement list	85	47	57	65
State Schools				
1. Number of students enrolled at Atlanta Area School for the Deaf	206	204	220	224
2. Number of students enrolled at Georgia School for the Deaf	97	87	90	106
3. Number of students enrolled at Georgia Academy for the Blind	108	127	130	133

Department of Education

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Academic Coach Program	\$3,664,563	\$3,505,564	\$5,705,944	\$8,029,248	\$7,810,165
Agricultural Education	10,703,994	11,322,977	10,145,339	9,222,316	12,502,201
Central Office	65,569,415	72,643,419	86,632,010	86,870,010	88,043,455
Charter Schools	4,518,964	6,156,782	9,949,904	9,949,904	16,447,490
Communities in Schools	1,320,623	2,303,123	2,445,623	1,270,623	2,070,623
Curriculum Development	1,508,235	1,923,803	2,274,833	1,824,833	1,774,833
Dropout Prevention		15,825,248	45,452,845	45,452,845	75,580,890
Equalization	384,564,129	432,240,056	458,323,816	464,849,500	537,820,376
Federal Programs	1,107,612,912	1,025,727,466	817,561,039	817,561,039	1,024,026,289
Foreign Language	1,531,480	1,549,017	1,590,857		
Fund Accounting	5,000,000	1,969,260			
Georgia Learning Resources System	8,284,761	8,306,973	7,367,573	7,367,573	8,351,576
Georgia Virtual School	1,671,563	2,831,423	2,198,878	2,503,864	4,535,575
Georgia Youth Science and Technology	689,203	689,203	500,000		500,000
Governor's Honors Program	1,028,989	1,411,630	1,430,824	1,430,824	1,452,850
Information Technology Services	7,485,184	7,405,140	7,417,319	9,332,319	7,417,319
Local Five Mill Share	(1,334,870,641)	(1,440,071,253)	(1,543,476,487)	(1,543,260,234)	(1,685,569,990)
National Board Certification	10,777,716	12,294,628	12,294,628	12,294,628	12,294,628
National Science Center and Foundation	1,416,750	1,416,750	1,416,750	1,016,750	
Non-Quality Basic Education Formula Grant	7,655,309	20,575,546	25,638,421	24,388,421	28,625,373
Nutrition	436,550,228	472,279,788	227,120,109	227,120,109	508,712,754
Preschool Handicapped	24,008,490	26,470,019	29,135,155	31,399,126	30,358,072
Principal Supplements	5,361,125	5,361,125			
Pupil Transportation	163,339,259	211,302,130	168,868,769	168,868,769	170,943,052
Quality Basic Education Program	6,823,216,909	7,585,485,851	8,017,517,757	8,205,519,064	8,427,849,952
Regional Education Service Agencies	11,473,252	11,962,470	12,458,083	12,268,895	12,697,840
School Improvement	10,865,743	11,176,451	11,312,332	10,100,000	10,503,799
School Nurses	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000
Severely Emotionally Disturbed	76,265,870	79,887,569	81,194,324	88,730,628	84,205,733
State Interagency Transfers	269,799,716	266,730,673	307,163,848	306,696,188	307,252,567
State Reading and Math	26,652,766	25,307,770			
State Schools	19,104,889	20,813,251	23,632,221	24,007,221	25,087,843
Technology/Career Education	48,573,487	46,408,764	40,994,078	41,043,602	51,911,212
Testing	30,106,385	34,438,060	35,097,211	35,097,211	37,507,564
Tuition for the Multi-Handicapped	1,658,859	1,574,708	1,658,859	1,658,859	1,658,859
TOTAL FUNDS	\$8,267,110,127	\$9,019,225,384	\$8,941,022,862	\$9,142,614,135	\$9,842,372,899
<u>Less:</u>					
Federal Funds	\$1,593,761,805	\$1,558,526,439	\$1,121,650,747	\$1,121,650,747	\$1,615,047,773
Other Funds	71,133,831	60,196,534	12,391,307	12,391,307	26,848,083
Subtotal	\$1,664,895,636	\$1,618,722,973	\$1,134,042,054	\$1,134,042,054	\$1,641,895,856
State General Funds	\$6,602,214,491	\$7,379,928,430	\$7,806,980,808	\$8,008,572,081	\$8,200,477,043
Tobacco Settlement Funds		19,993,118			
TOTAL STATE FUNDS	\$6,602,214,491	\$7,400,502,411	\$7,806,980,808	\$8,008,572,081	\$8,200,477,043
Positions	830	900	916	926	926
Motor Vehicles	53	53	53	53	53

Department of Education

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$7,806,980,808	\$393,496,235	\$8,200,477,043
TOTAL STATE FUNDS	\$7,806,980,808	\$393,496,235	\$8,200,477,043
Federal Funds Not Specifically Identified	1,121,650,747	493,397,026	1,615,047,773
Other Funds	12,391,307	14,456,776	26,848,083
TOTAL FUNDS	\$8,941,022,862	\$901,350,037	\$9,842,372,899
Academic Coach			
State General Funds	\$5,705,944	\$2,104,221	\$7,810,165
Total Funds	<u>\$5,705,944</u>	<u>\$2,104,221</u>	<u>\$7,810,165</u>
Agricultural Education			
State General Funds	\$9,568,762	(\$733,140)	\$8,835,622
Federal Funds Not Specifically Identified	126,577		126,577
Other Funds	450,000	3,090,002	3,540,002
Total Funds	<u>\$10,145,339</u>	<u>\$2,356,862</u>	<u>\$12,502,201</u>
Central Office			
State General Funds	\$41,552,152	\$478,269	\$42,030,421
Federal Funds Not Specifically Identified	38,180,833		38,180,833
Other Funds	6,899,025	933,176	7,832,201
Total Funds	<u>\$86,632,010</u>	<u>\$1,411,445</u>	<u>\$88,043,455</u>
Charter Schools			
State General Funds	\$3,220,193	\$6,497,586	\$9,717,779
Federal Funds Not Specifically Identified	6,729,711		6,729,711
Total Funds	<u>\$9,949,904</u>	<u>\$6,497,586</u>	<u>\$16,447,490</u>
Communities In Schools			
State General Funds	\$2,445,623	(\$375,000)	\$2,070,623
Total Funds	<u>\$2,445,623</u>	<u>(\$375,000)</u>	<u>\$2,070,623</u>
Curriculum Development			
State General Funds	\$2,274,833	(\$500,000)	\$1,774,833
Total Funds	<u>\$2,274,833</u>	<u>(\$500,000)</u>	<u>\$1,774,833</u>
Dropout Prevention			
State General Funds	\$45,452,845	\$30,128,045	\$75,580,890
Total Funds	<u>\$45,452,845</u>	<u>\$30,128,045</u>	<u>\$75,580,890</u>
Equalization			
State General Funds	\$458,323,816	\$79,496,560	\$537,820,376
Total Funds	<u>\$458,323,816</u>	<u>\$79,496,560</u>	<u>\$537,820,376</u>

Department of Education

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Federal Programs			
Federal Funds Not Specifically Identified	\$817,561,039	\$206,465,250	\$1,024,026,289
Total Funds	<u>\$817,561,039</u>	<u>\$206,465,250</u>	<u>\$1,024,026,289</u>
Foreign Language			
State General Funds	\$1,590,857	(\$1,590,857)	\$0
Total Funds	<u>\$1,590,857</u>	<u>(\$1,590,857)</u>	<u>\$0</u>
Georgia Learning Resources System			
Federal Funds Not Specifically Identified	\$7,367,573	\$984,003	\$8,351,576
Total Funds	<u>\$7,367,573</u>	<u>\$984,003</u>	<u>\$8,351,576</u>
Georgia Virtual School			
State General Funds	\$2,198,878	\$1,614,484	\$3,813,362
Other Funds		722,213	722,213
Total Funds	<u>\$2,198,878</u>	<u>\$2,336,697</u>	<u>\$4,535,575</u>
Georgia Youth Science and Technology			
State General Funds	\$500,000		\$500,000
Total Funds	<u>\$500,000</u>	<u>\$0</u>	<u>\$500,000</u>
Governor's Honors Program			
State General Funds	\$1,430,824	\$22,026	\$1,452,850
Total Funds	<u>\$1,430,824</u>	<u>\$22,026</u>	<u>\$1,452,850</u>
Information Technology Services			
State General Funds	\$7,417,319		\$7,417,319
Total Funds	<u>\$7,417,319</u>	<u>\$0</u>	<u>\$7,417,319</u>
Local Five Mill Share			
State General Funds	(\$1,543,476,487)	(\$142,093,503)	(\$1,685,569,990)
Total Funds	<u>(\$1,543,476,487)</u>	<u>(\$142,093,503)</u>	<u>(\$1,685,569,990)</u>
National Board Certification			
State General Funds	\$12,294,628		\$12,294,628
Total Funds	<u>\$12,294,628</u>	<u>\$0</u>	<u>\$12,294,628</u>
National Science Center and Foundation			
State General Funds	\$1,416,750	(\$1,416,750)	\$0
Total Funds	<u>\$1,416,750</u>	<u>(\$1,416,750)</u>	<u>\$0</u>
Non-Quality Basic Education Grants			
State General Funds	\$25,638,421	\$2,986,952	\$28,625,373
Total Funds	<u>\$25,638,421</u>	<u>\$2,986,952</u>	<u>\$28,625,373</u>

Department of Education

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Nutrition			
State General Funds	\$38,744,387	\$1,078,830	\$39,823,217
Federal Funds Not Specifically Identified	188,375,722	280,513,815	468,889,537
Total Funds	\$227,120,109	\$281,592,645	\$508,712,754
Preschool Handicapped			
State General Funds	\$29,135,155	\$1,222,917	\$30,358,072
Total Funds	\$29,135,155	\$1,222,917	\$30,358,072
Pupil Transportation			
State General Funds	\$168,868,769	\$2,074,283	\$170,943,052
Total Funds	\$168,868,769	\$2,074,283	\$170,943,052
Quality Basic Education Program			
State General Funds	\$8,017,517,757	\$410,332,195	\$8,427,849,952
Total Funds	\$8,017,517,757	\$410,332,195	\$8,427,849,952
Regional Education Service Agencies (RESAs)			
State General Funds	\$12,458,083	\$239,757	\$12,697,840
Total Funds	\$12,458,083	\$239,757	\$12,697,840
School Improvement			
State General Funds	\$11,212,332	(\$808,533)	\$10,403,799
Other Funds	100,000		100,000
Total Funds	\$11,312,332	(\$808,533)	\$10,503,799
School Nurses			
State General Funds	\$30,000,000		\$30,000,000
Total Funds	\$30,000,000	\$0	\$30,000,000
Severely Emotionally Disturbed			
State General Funds	\$67,834,466	\$3,011,409	\$70,845,875
Federal Funds Not Specifically Identified	13,359,858		13,359,858
Total Funds	\$81,194,324	\$3,011,409	\$84,205,733
State interagency Transfers			
State General Funds	\$288,275,151	(\$467,660)	\$287,807,491
Federal Funds Not Specifically Identified	18,888,697	556,379	19,445,076
Total Funds	\$307,163,848	\$88,719	\$307,252,567
State Schools			
State General Funds	\$22,699,506	\$739,138	\$23,438,644
Other Funds	932,715	716,484	1,649,199
Total Funds	\$23,632,221	\$1,455,622	\$25,087,843

Department of Education

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Technology/Career Education			
State General Funds	\$16,377,965	\$255,007	\$16,632,972
Federal Funds Not Specifically Identified	20,606,546	1,667,226	22,273,772
Other Funds	4,009,567	8,994,901	13,004,468
Total Funds	<u>\$40,994,078</u>	<u>\$10,917,134</u>	<u>\$51,911,212</u>
Testing			
State General Funds	\$24,643,020	(\$800,000)	\$23,843,020
Federal Funds Not Specifically Identified	10,454,191	3,210,353	13,664,544
Total Funds	<u>\$35,097,211</u>	<u>\$2,410,353</u>	<u>\$37,507,564</u>
Tuition for the Multi-Handicapped			
State General Funds	\$1,658,859		\$1,658,859
Total Funds	<u>\$1,658,859</u>	<u>\$0</u>	<u>\$1,658,859</u>

Department of Education

Quality Basic Education Funding Comparison

Program Area	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Recommendations
DIRECT INSTRUCTION			
Kindergarten, Primary and Elementary Grades (1-3)	\$2,045,523,100	\$2,164,435,089	\$2,274,845,437
Middle Grades (4-8)	1,727,462,236	1,828,468,149	1,887,074,677
High School Grades (9-12)	944,094,491	998,960,109	1,041,913,040
High School Vocational Labs (9-12)	242,451,811	255,293,545	277,528,091
Special Education	989,784,268	1,043,321,521	1,108,720,566
Gifted	264,089,368	279,941,979	307,767,664
Limited English-Speaking	102,344,159	108,594,143	119,325,920
Alternative Education	82,964,301	87,819,229	94,461,120
Remedial Education	35,730,756	37,778,103	47,130,696
TOTAL DIRECT INSTRUCTIONAL	\$6,434,444,490	\$6,804,611,866	\$7,158,767,210
STAFF DEVELOPMENT	\$35,892,274	\$37,021,639	\$38,479,265
ADDITIONAL INSTRUCTION	55,876,014	60,077,322	64,366,611
MEDIA CENTER	181,562,325	192,790,811	203,369,504
ITINERANT/SUPPLEMENTAL SPEECH		3,880,670	4,063,874
INDIRECT COST	1,034,563,645	1,062,104,136	1,100,314,168
MID-TERM ADJUSTMENT RESERVE	12,892,998		
TEMPORARY QBE REDUCTION	(169,745,895)	(142,968,687)	(141,510,679)
TOTAL QBE FORMULA EARNINGS	\$7,585,485,851	\$8,017,517,757	\$8,427,849,952
OTHER CATEGORICAL GRANTS			
Pupil Transportation	\$211,302,130	\$168,868,769	\$170,943,052
Sparsity Grants	6,319,039	6,352,443	6,352,443
Equalization	432,240,056	458,323,816	537,820,376
Low-Incidence Special Education	826,722	826,722	826,722
TOTAL QBE FUNDS	\$8,236,173,798	\$8,651,889,507	\$9,143,792,545
LOCAL FIVE MILL SHARE	(\$1,440,071,253)	(\$1,543,476,487)	(\$1,685,569,990)
STATE SHARE	\$6,796,102,545	\$7,108,413,020	\$7,458,222,555

Department of Education
FY 2009 QBE Formula Recommendation
 Base Amount (Grades 9-12) = \$2,653.89

Program	FTE	Weight	Weighted FTE	Total FTE Earnings	Direct Cost Proportion	Direct Instructional Cost Plus Training and Experience
Kindergarten - EIP	12,598	2.0500	25,827	\$61,984,102	0.9058	\$86,469,300
Kindergarten	112,409	1.6593	186,518	435,384,979	0.8829	598,738,131
Grades 1-3 - EIP	28,531	1.8034	51,454	121,351,488	0.8974	178,385,016
Grades 1-3	334,964	1.2862	430,843	960,629,528	0.8567	1,411,252,991
Grades 4-5 - EIP	16,124	1.7977	28,986	68,330,271	0.8972	100,543,363
Grades 4-5	203,582	1.0332	210,331	445,800,067	0.8214	655,043,154
Grades 6-8 - Middle Grades	12,022	1.0162	12,217	26,035,568	0.8327	42,370,935
Grades 6-8 - Middle School	303,796	1.1213	340,648	743,452,748	0.8413	1,089,117,225
Grades 9-12	337,314	1.0000	337,314	715,866,522	0.8214	1,041,913,040
Vocational Lab	73,461	1.1846	87,023	192,353,662	0.8477	277,528,091
Special Education I	15,326	2.3931	36,676	86,896,793	0.8940	125,240,411
Special Education II	11,756	2.8145	33,088	79,917,581	0.9108	119,334,633
Special Education III	47,995	3.5855	172,083	425,414,106	0.9286	625,527,045
Special Education IV	7,606	5.8155	44,231	112,863,775	0.9542	165,984,726
Special Education V	8,382	2.4574	20,597	48,978,066	0.8973	72,633,750
Gifted	56,825	1.6667	94,708	211,552,311	0.8499	307,767,664
Limited English-Speaking	13,235	2.5297	33,480	82,711,612	0.9322	119,325,920
Alternative Education	18,651	1.6019	29,877	64,220,194	0.8102	94,461,120
Remedial Education	10,731	1.3127	14,086	31,761,256	0.8654	47,130,696
Total Direct Instruction	1,625,306		2,189,987	\$4,915,504,628		\$7,158,767,210
Staff Development						\$38,479,265
Additional Instruction						64,366,611
Media (Including T&E)						203,369,504
Itinerant/Supplemental Speech						4,063,874
Indirect Cost (Including T&E)						1,100,314,168
Temporary QBE Reduction						(141,510,679)
TOTAL QBE FORMULA EARNINGS						\$8,427,849,952
Plus:						
Pupil Transportation						\$170,943,052
Sparsity Grants						6,352,443
Equalization						537,820,376
Low-Incidence Special Education						826,722
TOTAL QBE EARNINGS						\$9,143,792,545
Less: Local Five Mill Share						(\$1,685,569,990)
STATE FUNDS						\$7,458,222,555

Employees' Retirement System

Roles, Responsibilities, and Organization

By statute, the staff of the Employees' Retirement System (ERS) administers nine separate retirement systems and programs: ERS, the Legislative Retirement System (LRS), the Georgia Defined Contribution Plan (GDGP), the Georgia Judicial Retirement System (GJRS), the Public School Employees Retirement System (PSERS), the State Employees' Assurance Department (SEAD), the Georgia Military Pension Fund (GMPF), PeachState Reserves and the Social Security contracts between the state and its political subdivisions.

In general, ERS is a vehicle for collecting employee and employer contributions, investing accumulated funds, and disbursing retirement benefits to members and beneficiaries. As required by Georgia law, the system is examined on an annual basis by an independent actuarial firm that specializes in pension and retirement plans. The firm prepares a yearly valuation on the contingent assets and liabilities of the system, thus revealing its ability to meet the future obligations of each retirement plan. An independent accounting firm also audits the system each year.

EMPLOYEES' RETIREMENT SYSTEM

Since 1950, the staff of ERS has administered retirement benefits for state employees in accordance with the Official Code of Georgia. Full-time employees of participating departments are required to become members of ERS as a condition of employment, with the exception of employees who first become eligible after age 60.

The ERS Board of Trustees is ultimately responsible for administration of the system, while the executive director – who is appointed by the board and serves at the pleasure of its members – is responsible for daily management of ERS operations. The board consists of seven members as follows:

- Three *ex officio* members (State Auditor, State Merit System Commissioner, and Office of Treasury and Fiscal Services Director),
- One member appointed by the Governor,

- Two members – appointed by the first four members – with five or more years of creditable service with ERS, and,
- One member – appointed by the first six members – who must not hold public office, not be an ERS member, and have at least 10 years of experience in the investment of money.

The members who are not *ex officio* members serve four-year terms.

LEGISLATIVE RETIREMENT SYSTEM (LRS) AND GEORGIA DEFINED CONTRIBUTION PLAN (GDGP)

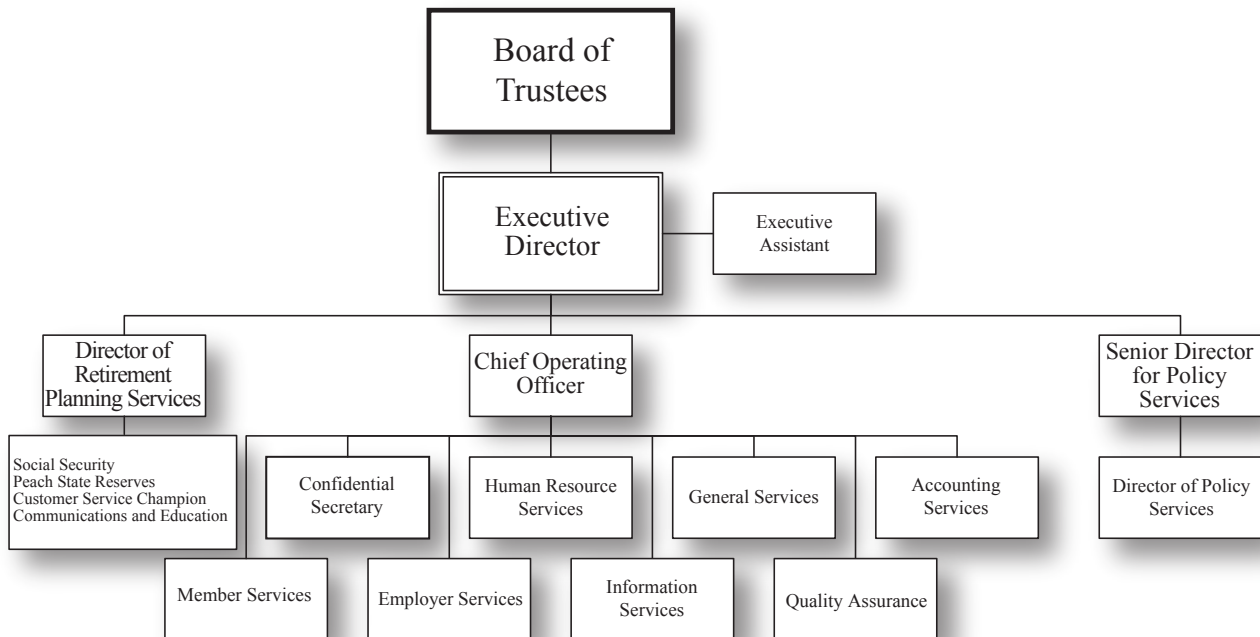
LRS is a retirement plan for members of the General Assembly, while GDGP is a plan for temporary, seasonal, and part-time employees of the state not covered by ERS or the Teachers Retirement System (TRS). Both plans are placed under the administration of the ERS Board of Trustees.

GEORGIA JUDICIAL RETIREMENT SYSTEM (GJRS)

This system is for members and retirees of the Superior Court Judges Retirement System, the District Attorneys' Retirement System, and the Trial Judges and Solicitors Retirement Fund, as well as, certain employees of the Attorney General and Legislative Counsel. The GJRS Board of Trustees consists of the seven ERS trustees plus three additional members appointed by the Governor who serve in one of the following positions: state court judge, superior court judge, state court solicitor-general, juvenile court judge, or district attorney. These appointments are for four-year terms.

PUBLIC SCHOOL EMPLOYEES RETIREMENT SYSTEM (PSERS)

PSERS offers a supplemental retirement plan to certain public school employees not covered by TRS. These employees include bus drivers, cafeteria workers, and custodians. The PSERS Board of Trustees consists of the seven ERS trustees plus two additional members appointed by the Governor for four-year terms.



Employees' Retirement System

Roles, Responsibilities, and Organization

GEORGIA MILITARY PENSION FUND (GMPF)

GMPF provides retirement allowances and other benefits for the Georgia National Guard. A member becomes eligible for benefits upon attainment of age 60 with 20 or more years of credible service (including at least 15 years of service as a member of the National Guard), having served at least 10 consecutive years as a member of the National Guard immediately prior to discharge, and having received an honorable discharge.

PEACHSTATE RESERVES

PeachState Reserves, which was transferred from the Georgia Merit System to ERS by executive order on July 1, 2005, is the deferred

compensation retirement plan for the State of Georgia. Through this program, employee contributions and investments in 401k and 457 plans are administered by CitiStreet, a new third-party administrator which began in 2007.

AUTHORITY

Titles 45 and 47, Official Code of Georgia Annotated.

Employees' Retirement System

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$4,674,801	\$101,525	\$4,776,326
TOTAL STATE FUNDS	\$4,674,801	\$101,525	\$4,776,326
Other Funds	20,559,270	(2,690,964)	17,868,306
TOTAL FUNDS	\$25,234,071	(\$2,589,439)	\$22,644,632

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$66,778).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$86,541) and for performance increases (Other Funds: \$34,616).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$65,005).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$13,531).	Yes
Total Change	\$0

Deferred Compensation

Purpose: Provide excellent service to participants in the deferred compensation program for all employees of the State, giving them an effective supplement for their retirement planning.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$1,226).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$1,586) and for performance increases (Other Funds: \$634).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$1,190).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$248).	Yes
5. Increase funding in contractual services for accounting services provided by the Teachers' Retirement System (Other Funds: \$700).	Yes
Total Change	\$0

Georgia Military Pension Fund

Purpose: Provide retirement allowances and other benefits for members of the Georgia National Guard.

Recommended Change:

1. Increase funding for the Georgia Military Pension Fund to the level required by the latest actuarial report.	\$219,951
Total Change	\$219,951

Public School Employees' Retirement System

Purpose: Account for the receipt of retirement contributions, to ensure sound investing of system funds, and timely and accurate payment of retirement benefits.

Recommended Change:

1. Reduce funding for the Public School Employees' Retirement System (PSERS) to the level required by the latest actuarial report.	(\$118,426)
Total Change	(\$118,426)

System Administration

Purpose: Collect employee and employer contributions, invest the accumulated funds, and disburse retirement benefits to members and beneficiaries.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$65,552).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009, (Other Funds: \$84,955) and for performance increases (Other Funds: \$33,982).	Yes

Employees' Retirement System

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$63,815).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$13,283).	Yes
5. Reduce funding in contractual services to reflect the completion of the Pension and Retirement Information System (PARIS) (Other Funds: \$2,958,135).	Yes
Total Change	<hr/> \$0

Employees' Retirement System Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Deferred Compensation				
1. Number of participants	34,875	34,972	35,671	36,384
2. Millions of dollars of assets under management	\$832	\$942	\$1,037	\$1,140
Georgia Military Pension Fund				
1. Retirees and beneficiaries currently receiving benefits	163	237	343	497
Public School Employees' Retirement System				
1. Retirees and beneficiaries currently receiving benefits	13,014	12,976	13,250	13,500
System Administration				
1. Retirees and beneficiaries currently receiving benefits (ERS)	32,685	32,830	34,000	35,000
2. Customer Service: Average speed to answer incoming calls will be 30 seconds or less	60 seconds	28 seconds	30 seconds	30 seconds

Employees' Retirement System

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Deferred Compensation	\$2,527,529	\$2,394,681	\$2,599,119	\$2,601,045	\$2,604,703
Georgia Military Pension Fund	890,651	1,005,099	1,103,073	1,323,024	1,323,024
Public School Employees' Retirement System	4,221,996	7,071,996	3,571,728	3,453,302	3,453,302
System Administration	19,171,123	19,945,342	17,960,151	15,067,568	15,263,603
TOTAL FUNDS	<u>\$26,811,299</u>	<u>\$30,417,118</u>	<u>\$25,234,071</u>	<u>\$22,444,939</u>	<u>\$22,644,632</u>
<u>Less:</u>					
Other Funds	\$21,698,652	\$22,340,023	\$20,559,270	\$17,668,613	\$17,868,306
Subtotal	<u>\$21,698,652</u>	<u>\$22,340,023</u>	<u>\$20,559,270</u>	<u>\$17,668,613</u>	<u>\$17,868,306</u>
State General Funds	<u>\$5,112,647</u>	<u>\$8,077,095</u>	<u>\$4,674,801</u>	<u>\$4,776,326</u>	<u>\$4,776,326</u>
TOTAL STATE FUNDS	\$5,112,647	\$8,077,095	\$4,674,801	\$4,776,326	\$4,776,326
Positions	110	99	99	99	99
Motor Vehicles	1	1	1	1	1

Employees' Retirement System

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$4,674,801	\$101,525	\$4,776,326
TOTAL STATE FUNDS	\$4,674,801	\$101,525	\$4,776,326
Other Funds	20,559,270	(2,690,964)	17,868,306
TOTAL FUNDS	\$25,234,071	(\$2,589,439)	\$22,644,632
Deferred Compensation			
Other Funds	\$2,599,119	\$5,584	\$2,604,703
Total Funds	\$2,599,119	\$5,584	\$2,604,703
Georgia Military Pension Fund			
State General Funds	\$1,103,073	\$219,951	\$1,323,024
Total Funds	\$1,103,073	\$219,951	\$1,323,024
Public School Employees' Retirement System			
State General Funds	\$3,571,728	(\$118,426)	\$3,453,302
Total Funds	\$3,571,728	(\$118,426)	\$3,453,302
System Administration			
Other Funds	\$17,960,151	(\$2,696,548)	\$15,263,603
Total Funds	\$17,960,151	(\$2,696,548)	\$15,263,603

Georgia Forestry Commission

Roles, Responsibilities, and Organization

The Georgia Forestry Commission is responsible for the preservation of Georgia's public and private forest resources. The commission carries out this mission by protecting the forest from fire, insects, and diseases, working with the forestry industry and landowners to manage and utilize forest resources, providing educational programs about the danger of wildfire and best management practices, and supplying high-quality tree seedlings to Georgia landowners for reforestation.

The Georgia Forestry Commission protects and manages Georgia's 27 million acres of forestland, which represents an approximate \$26 billion asset and comprises 75% of all land in the state. The commission has four main programs: Forest Protection, Forest Management, Tree Improvement, and the Tree Seedling Nursery. Through these programs, the Forestry Commission provides a wide variety of services to rural forest landowners, offers technical assistance to municipalities and urban landowners, provides seedlings to the citizens of Georgia at a reasonable price, and protects the forest resources of the state through fire prevention and suppression.

FOREST PROTECTION

Forest Protection, the primary function of the Georgia Forestry Commission, is carried out through Fire Business Activities. This includes a statewide network of 129 county and 10 district offices supplied with staff and equipment necessary for the prevention and suppression of Georgia's over 8,000 annual forest fires. The basic fire suppression function includes the prompt detection and reporting of fires, followed by a powerful initial response from trained firefighters operating crawler tractor-plow units and water trucks. The effectiveness of the Forest Protection program is a direct result of properly maintained equipment, including fire detection aircraft that can be quickly mobilized in the early phases of a forest fire. In addition forest rangers carry out prescribed burns and firebreak plowing for Georgia landowners to prevent forest fires and limit the damage they may cause.

Under state code, the Georgia Forestry Commission is responsible for all wildfires outside the unincorporated areas of our state through

Rural Fire Defense. This ensures state coordination and cooperation with rural fire departments across the state and is the most valuable forest protection community outreach program offered by the commission. Rural Fire Defense provides low-cost fire equipment as well as assistance with training and operations for local, mostly rural, fire departments statewide.

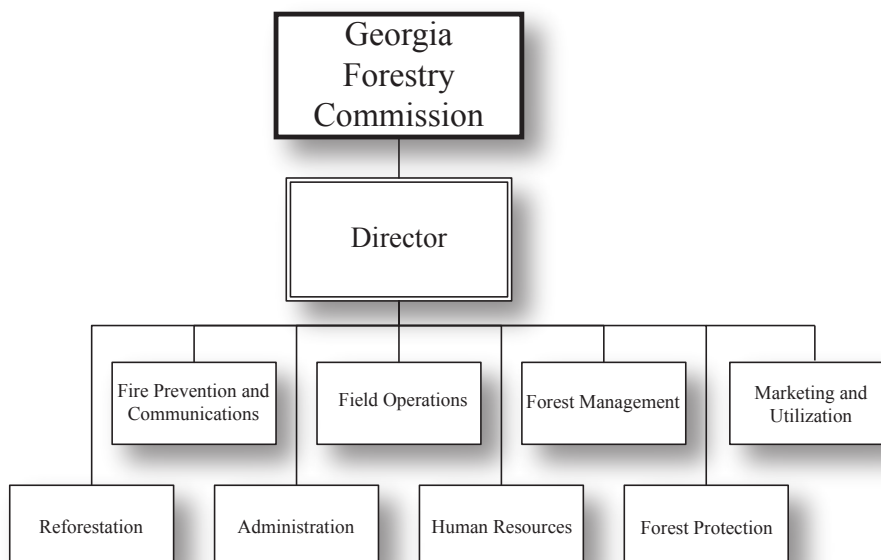
Through Fire Prevention and Education, the commission provides information about the dangers of wildfires and their prevention and has established prevention measures such as burn permitting to encourage responsible debris burning.

FOREST MANAGEMENT

In the area of Forest Management, the commission provides technical assistance and service to private and industrial landowners. The responsibility of Urban and Community Forestry Assistance is to provide leadership and technical assistance in establishing and maintaining sustainable urban and community forests and to provide professional expertise to resolve conflicts between development and forest resources.

Multiple forest resource management techniques for both public and private lands are encouraged and promoted through the Stewardship Management subprogram, which also conducts forest health monitoring (including periodic insect and disease evaluations, surveys and eradication), promotion of forest water quality and cost-share technical assistance to the forest landowner in establishing sound forestry practices. Additionally, the department conducts the management of four state-owned and two non-state owned forests through State Managed Forests.

The commission also works to educate the public about forest resources and their contributions to the economy and the environment of Georgia through utilization and marketing. This promotes Georgia forest products both nationally and internationally and is presently implementing the carbon registry to encourage the offsetting of carbon-rich pollutants through the purchase of credits in forested land.



Georgia Forestry Commission

Roles, Responsibilities, and Organization

Finally, the commission collects forestry data used to inform Georgia residents and policy makers through its Forestry Data Collection and Analysis subprogram.

REFORESTATION

The role of the Reforestation Division is to provide high quality, genetically superior forest tree seedlings to the residents of Georgia at a reasonable price without cost to the taxpayer. The Reforestation Division at the Georgia Forestry Commission is comprised of two

programs, Tree Improvement and the Tree Seedling Nursery. Through these programs, the commission develops genetically superior tree seedlings at the state's Flint River Nursery, and then sells them to the public, ensuring the regeneration and sustainability of Georgia's forested lands.

AUTHORITY

Title 12-6, Official Code of Georgia Annotated.

Georgia Forestry Commission

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	<u>\$37,140,677</u>	<u>\$3,629,192</u>	<u>\$40,769,869</u>
TOTAL STATE FUNDS	\$37,140,677	\$3,629,192	\$40,769,869
Federal Funds Not Specifically Identified	7,861,835		7,861,835
Other Funds	<u>5,668,070</u>		<u>5,668,070</u>
TOTAL FUNDS	\$50,670,582	\$3,629,192	\$54,299,774

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$403,553
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$299,676), for performance increases (\$119,871), for employees in specified critical jobs (\$42,845), for special adjustments to selected job classes (\$929,960), and for structure adjustments to the statewide salary plan (\$22,372).	1,414,724
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	238,082
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	168,992
Total Change	<u>\$2,225,351</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$34,463
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$31,966), and for performance increases (\$12,787).	44,753
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	25,396
4. Reflect an adjustment in the Workers' Compensation premium structure.	12,771
5. Provide funding to address ongoing facilities maintenance needs.	860,000
Total Change	<u>\$977,383</u>

Forest Management

Purpose: Provide forestry inventory data, manage state-owned forests, provide technical assistance on forest health and water quality issues to forest landowners, administer federal forestry programs, assist communities with management of forested greenspace, market forestry products, and provide technical assistance to the forestry industry.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$54,745
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$30,391), and for performance increases (\$12,156).	42,547
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	24,145
4. Reflect an adjustment in the Workers' Compensation premium structure.	16,653
5. Eliminate contract funds for Southern Forest World.	(28,500)
6. Add two conservation foresters and two vehicles to coordinate conservation easement donations with the Georgia Land Conservation Program.	182,620
Total Change	<u>\$292,210</u>

Georgia Forestry Commission

FY 2009 Program Budgets

Forest Protection

Purpose: Protect the public and forest resources by detecting and suppressing forest fires, assisting landowners with fire prevention techniques, educating the public about the dangers of wildfires, and providing programs to support rural fire departments.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$306,563
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$236,666), for performance increases (\$94,667), for employees in specified critical jobs (\$42,845), for special adjustments to selected job classes (\$929,960), and for structure adjustments to the statewide salary plan (\$22,372).	1,326,510
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	188,022
4. Reflect an adjustment in the Workers' Compensation premium structure.	139,271
5. Add two new arson investigator positions and two vehicles to reestablish a wildfire arson investigation program to enforce arson and other forestry laws.	131,000
6. Fill one helicopter pilot position (\$96,953) and one aviation maintenance/inspection position (\$81,768) to provide air support for wildfire detection and suppression.	178,721
7. Retrofit a Bell 407 helicopter with A/C and communications equipment to improve firefighting capabilities.	80,000
Total Change	\$2,350,087

Tree Improvement

Purpose: Provide Georgia's landowners with genetically superior seedlings to ensure increased volume and superior quality of trees grown.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$606
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$653), and for performance increases (\$261).	914
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	519
2. Reflect an adjustment in the Workers' Compensation premium structure.	297
Total Change	\$2,336

Tree Seedling Nursery

Purpose: Produce an adequate quantity of high quality forest tree seedlings for sale at a reasonable cost to Georgia landowners.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,176
Total Change	\$7,176

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Purchase firefighting equipment.	5	\$2,500,000	\$577,500
Total		\$2,500,000	\$577,500

Georgia Forestry Commission

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Forest Management				
1. Number of water quality exams conducted on logging and forestry operations	409	495	800	550
2. Number of acres covered by a forest management plan	290,049	386,726	400,000	400,000
Forest Protection				
1. Number of acres burned by wildfires	32,419	504,037	40,000	40,000
2. Average fire response time in minutes	28	30	30	30
3. Number of online and automated burn permits issued	485,792	158,526	510,000	160,000
Tree Improvement				
1. Percent increase in volume of timber per acre of land due to selection, testing, and breeding of genetically improved seedlings	22%	25%	25%	25%
Tree Seedling Nursery				
1. Amount of revenue generated through seedling sales	\$973,945	\$1,100,463	\$1,040,000	\$1,200,000

Georgia Forestry Commission

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$4,958,791	\$4,475,876	\$4,544,938	\$4,530,544	\$5,522,321
Forest Management	9,617,475	10,140,767	10,346,417	10,188,901	10,638,627
Forest Protection	34,310,505	65,512,301	34,271,502	34,839,183	36,621,589
Tree Improvement	82,311	128,638	121,994	122,600	124,330
Tree Seedling Nursery	1,280,578	1,251,126	1,385,731	1,392,907	1,392,907
TOTAL FUNDS	\$50,249,660	\$81,508,708	\$50,670,582	\$51,074,135	\$54,299,774
<u>Less:</u>					
Federal Funds	\$9,210,670	\$30,242,147	\$7,861,835	\$7,861,835	\$7,861,835
Other Funds	7,613,579	\$17,344,374	5,668,070	5,668,070	5,668,070
Subtotal	\$16,824,249	\$47,586,521	\$13,529,905	\$13,529,905	\$13,529,905
 State General Funds	 \$33,425,411	 \$33,922,187	 \$37,140,677	 \$37,544,230	 \$40,769,869
 TOTAL STATE FUNDS	 \$33,425,411	 \$33,922,187	 \$37,140,677	 \$37,544,230	 \$40,769,869
 Positions	 676	 687	 687	 691	 691
Motor Vehicles	684	684	684	688	688

Georgia Forestry Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$37,140,677	\$3,629,192	\$40,769,869
TOTAL STATE FUNDS	\$37,140,677	\$3,629,192	\$40,769,869
Federal Funds Not Specifically Identified	7,861,835		7,861,835
Other Funds	5,668,070		5,668,070
TOTAL FUNDS	\$50,670,582	\$3,629,192	\$54,299,774
Administration			
State General Funds	\$4,540,066	\$977,383	\$5,517,449
Other Funds	4,872		\$4,872
Total Funds	\$4,544,938	\$977,383	\$5,522,321
Forest Management			
State General Funds	\$3,691,168	\$292,210	\$3,983,378
Federal Funds Not Specifically Identified	5,977,662		5,977,662
Other Funds	677,587		677,587
Total Funds	\$10,346,417	\$292,210	\$10,638,627
Forest Protection			
State General Funds	\$28,973,218	\$2,350,087	\$31,323,305
Federal Funds Not Specifically Identified	1,814,173		1,814,173
Other Funds	3,484,111		3,484,111
Total Funds	\$34,271,502	\$2,350,087	\$36,621,589
Tree Improvement			
State General Funds	\$121,994	\$2,336	\$124,330
Total Funds	\$121,994	\$2,336	\$124,330
Tree Seedling Nursery			
State General Funds	(\$185,769)	\$7,176	(\$178,593)
Federal Funds Not Specifically Identified	70,000		70,000
Other Funds	1,501,500		1,501,500
Total Funds	\$1,385,731	\$7,176	\$1,392,907

Office of the Governor

Roles, Responsibilities, and Organization

The Governor is the Chief Executive Officer of state government. Constitutionally, he is charged with executing the laws of the state and conserving the peace as Commander-in-Chief of the Georgia National Guard. The Governor is also charged statutorily with a number of responsibilities including the economic and fiscal management of state government. To accomplish these duties, the Governor must meet and work with citizens of Georgia, officials of local governments, members of the General Assembly, state agency heads and Federal officials. These activities will move us toward a more educated, healthy, safe and growing state.

The Office of Planning and Budget (OPB) assists the Governor in the development and management of a policy driven state budget; develops a State Strategic Plan; assists all state agencies in the development of their own strategic plans; and performs financial and personnel functions for the Office of the Governor and attached agencies. OPB also conducts management studies and other evaluations of state government operations. The Governor's Program Budgeting initiative dictates that budgets will be predicated on programs that support departmental business plans and a more effective and efficient, results-oriented, and customer-focused budget process.

As part of the Governor's Office, the Commission for a New Georgia (CNG) acts as a private-sector partner, working with government to make Georgia the nation's best-managed state. CNG is a non-profit corporation led by top executives from across Georgia, who bring fresh eyes and ideas to the ways government functions can perform more effectively and efficiently. Since 2003, 20 CNG task forces have analyzed key management areas, and recommended best practices and new tools to cut operating costs, streamline services, and increase accountability across the enterprise. The task forces were served *pro bono* by more than 350 knowledgeable citizens, and a score of consulting firms. CNG recommendations are followed up by the Governor's Office of Implementation, in concert with cross-agency teams and state leaders. To date, CNG initiatives have generated cost savings and revenue returns estimated at \$153 million.

In 2006, policy leadership for the State Workforce Investment Board was transferred from the Department of Labor to the Governor's Office. The Board assists the Governor in complying with the provisions of the 1998 Workforce Investment Act and coordinating workforce development activities on a statewide basis.

ATTACHED AGENCIES

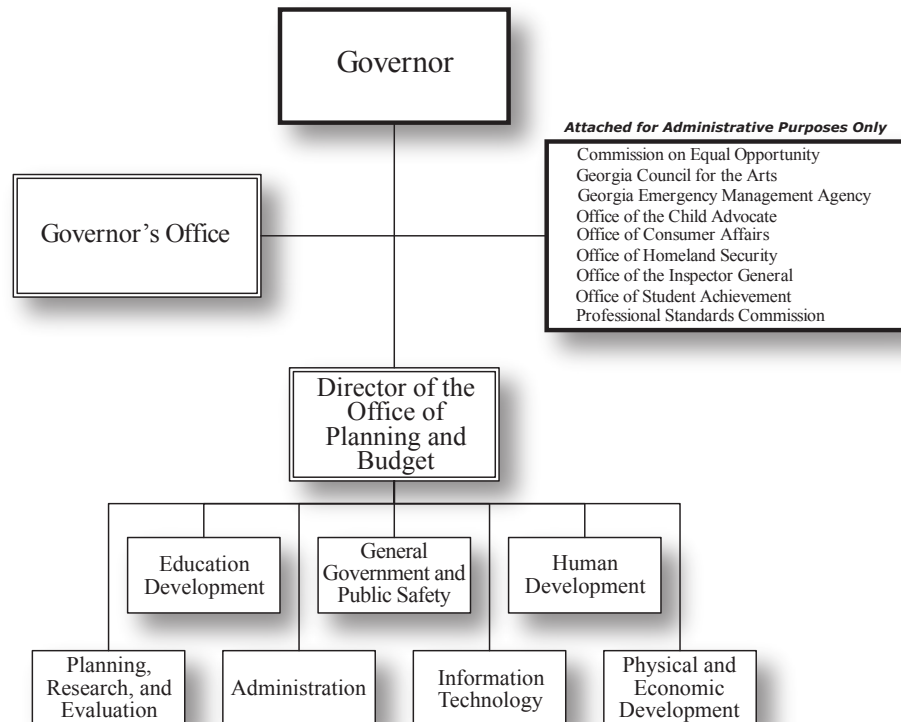
Several agencies are attached to the Office of the Governor for administrative purposes. This reduces administrative costs through consolidation of the administrative support functions. These agencies operate autonomously; however, their funding is received through the larger agency.

The Georgia Council for the Arts advises the Governor regarding the study and development of the arts in Georgia and provides grants and technical assistance to local governments and art groups.

The Professional Standards Commission creates and implements standards and procedures for certification of educational personnel in the public schools; reviews and analyzes requests for certification; and develops and enforces the code of ethics and performance standards for teachers in local school systems. The Office of Student Achievement establishes educational accountability policies and standards for the state to establish the "official" education report card which is reported to stakeholders and used to provide education policy support to the Governor.

The Office of the Child Advocate provides independent oversight of persons, organizations, and agencies responsible for providing services to or caring for children who are victims of child abuse and neglect or whose domestic situation requires intervention by the state.

The Office of Consumer Affairs protects consumers and legitimate business enterprises from unfair and deceptive activities through



Office of the Governor

Roles, Responsibilities, and Organization

enforcement of the Fair Business Practices Act and other related consumer protection statutes. The Office of Homeland Security was created by Executive Order and works in conjunction with the Georgia Emergency Management Agency to protect the state from man-made and natural threats and disasters. Both attached agencies work with state and local agencies to carry out a comprehensive emergency and disaster readiness program.

The Commission on Equal Opportunity's mission is to protect any individual in public employment from discrimination in the workplace. In addition, the commission ensures that the sale, purchase or rental of housing within the state is free from any discrimination based on race, color, religion, sex, national origin, handicap or age.

The Office of the State Inspector General was created by Executive Order to prevent and investigate fraud, waste and abuse in state government. Their goal is to produce a more efficient, cost-effective and trustworthy government.

AUTHORITY

Titles 8, 10, 12, 15, 19, 20, 33, 38, 40, 43, 45 and 46, Official Code of Georgia Annotated.

Office of the Governor

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$46,716,383	\$5,729,909	\$52,446,292
TOTAL STATE FUNDS	\$46,716,383	\$5,729,909	\$52,446,292
Federal Funds	11,050,831	25,899,055	36,949,886
Other Funds	1,486,247	1,005,214	2,491,461
TOTAL FUNDS	\$59,253,461	\$32,634,178	\$91,887,639

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2009 salary adjustment.	\$384,771
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$331,637), for performance increases (\$132,658), and for structure adjustments to the statewide salary plan (\$488).	464,783
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843 to 24.182%.	254,109
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(65,473)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	97,677
Total Change	\$1,135,867

Governor's Emergency Funds

Purpose: Provide emergency funds to draw upon when disasters create extraordinary demands on government.

Recommended Change:

1. Provide additional funds for potential emergencies and natural disasters.	\$2,800,000
Total Change	\$2,800,000

Governor's Office

Purpose: Provide numerous duties including, but not limited to, granting commissions, appointments and vacancies, maintaining order, and temporary transfer of institutions between departments or agencies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$61,759
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$52,950) and performance increases (\$21,180).	74,130
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	40,958
4. Increase federal funds (\$1,196,851) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$176,847

Office of Planning and Budget

Purpose: Improve state government operations and services by leading and assisting in the evaluation, development, and implementation of budget, plans, programs, and policies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$89,482
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$81,224) and performance increases (\$32,490).	113,714
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	61,501
4. Increase the GBA real estate rental rate for office space.	32,550
5. Reflect an adjustment in the Workers' Compensation premium rate structure.	(83,520)
6. Transfer one position and funding for administrative support from the Children Youth Coordinating Council to support grant administration for the new Office of Children and Families.	53,454
Total Change	\$267,181

Office of the Governor

FY 2009 Program Budgets

Agencies Attached for Administrative Purposes:

Council for the Arts

Purpose: Promote and support the arts across Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,350
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$4,286) and performance increases (\$1,715).	6,001
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,315
4. Increase support for Georgia Humanities grant funding from \$154,499 to \$179,499.	25,000
5. Increase federal funds (\$8,872) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$41,666

Office of the Child Advocate

Purpose: Provide independent oversight of persons, organizations and agencies responsible for the protection and well being of our children.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,534
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,959) and performance increases (\$3,184).	11,143
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,141
4. Reduce operating costs.	(10,664)
5. Provide for the replacement of a motor vehicle in excess of 135,000 miles for investigative function.	15,664
6. Provide funds for state-wide needs and resources assessment of available child-welfare resources.	70,000
7. Provide for a Web-based enhancement for the existing file and data management system - FORTIS.	13,500
8. Reduce funds as a result of administrative efficiencies to be realized through the consolidation of Office of the Child Advocate and Child Fatality Review Panel.	(51,258)
9. Increase federal funds (\$92,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$64,060

Office of Consumer Affairs

Purpose: Protect consumers and legitimate business enterprises from unfair and deceptive business practices through the enforcement of the Fair Business Practices Act and other related consumer protection statutes.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$72,829
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$70,766), performance increases (\$28,307) and structure adjustments to the statewide salary plan (\$488).	99,561
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	54,343
4. Increase the GBA real estate rental rate for office space.	35,054
5. Reflect an adjustment in the Workers' Compensation premium rate structure.	18,047
6. Increase funding for 14 existing vacant positions to staff the "1-800-Georgia" call center to support a projected growth in call volume of 1.8 million calls in FY 2009 versus 1.2 million in FY 2008.	800,000
7. Provide funds for ongoing maintenance of the "Knowledge Base" database, an online encyclopedia and directory of state services.	280,000
8. Provide funds for web-based enhancement to allow state employees and citizens online access to the "Knowledge Base" database.	270,000
9. Increase other funds (\$1,005,214) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,629,834

Office of the Governor

FY 2009 Program Budgets

Commission on Equal Opportunity

Purpose: Enforce the Georgia Fair Employment Practices Act of 1978, as amended, and the Fair Housing Act, which make it unlawful for discrimination against individuals.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,384
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,599) and performance increases (\$2,640).	9,239
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,045
4. Increase the GBA real estate rental rate for office space.	6,186
5. Reduce operating expenses.	(14,287)
6. Increase federal funds (\$388,206) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$14,567

Georgia Emergency Management Agency

Purpose: Provide a comprehensive and aggressive emergency preparedness, response, and recovery program for the citizens of Georgia in order to save lives, protect property, and reduce the effect of disasters.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$20,031
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,803) and performance increases (\$7,121).	24,924
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,689
4. Reduce one-time funding for uninterruptible power supply.	(125,000)
5. Increase federal funds (\$24,213,126) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$66,356)

Office of Homeland Security

Purpose: Lead and direct the preparation, employment and management of state resources to safeguard Georgia and its citizens against threats or acts of terrorism and natural disasters.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$5,000
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,213) and performance increases (\$2,485).	8,698
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,806
4. Reduce operating expenses.	(15,697)
Total Change	\$2,807

Office of Inspector General

Purpose: Foster and promote accountability and integrity in state government by investigating and preventing, fraud, waste, and abuse.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,719
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,391) and performance increases (\$2,957).	10,348
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,717
4. Increase the GBA real estate rental rate for office space.	2,035
5. Reduce operating expenses.	(16,670)
Total Change	\$9,149

Office of the Governor

FY 2009 Program Budgets

Professional Standards Commission

Purpose: Direct the preparation, certification, professional discipline, and recruitment of educators in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$83,855
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$65,065) and performance increases (\$26,026).	91,091
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	49,791
4. Increase the GBA real estate rental rate for office space.	21,852
Total Change	<hr/> \$246,589

Office of Student Achievement

Purpose: Improve student achievement and school completion in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$18,828
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$11,381) and performance increases (\$4,553).	15,934
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	8,803
4. Provide funding to develop an auditing function for education funding formulas.	500,000
Total Change	<hr/> \$543,565

Office of the Governor

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Georgia Council for the Arts				
1. Percentage of Georgia's 159 counties served by the Georgia Council for the Arts	100%	98%	100%	100%
2. Number of Georgia council for the Arts grant awards.	451	474	465	500
Office of the Child Advocate				
1. Customer Service: The number of referrals the OCA receives annually concerning the well-being of children	593	621	685	750
2. Percentage of cases that are closed within six months of opening	61%	58%	75%	75%
Office of Consumer Affairs				
1. Total number of telephone calls placed to the "1-800-Georgia" call center requesting assistance	476,312	424,482	1,200,000	1,800,000
2. Total amount of restitution, savings and other financial benefits to consumers based on actions by the Office of Consumer Affairs.	\$19,671,413	\$13,712,145	\$15,100,000	\$19,175,000
Commission on Equal Opportunity				
1. Percentage of employment discrimination complaints against a state agency investigated within 90 days	92%	94.0%	96%	96%
2. Number of education, training, and outreach activities performed throughout the state in order to inform state agencies, housing-related groups and industry entities, and the general public of the coverage of the Georgia Fair Employment Practices Act and the Georgia Fair Housing Act	30	35	45	50
3. Percentage of successful performance evaluations by the U.S. Equal Employment Opportunity Commission and the U.S. Department of Housing and Urban Development	100%	100%	100%	100%
Georgia Emergency Management Agency				
1. Customer Service: Percentage GEMA will receive from a composite satisfaction score from all customers and stakeholders for the provision of customer service that is good to very good for the customer service values of being courteous, helpful, and accessible.	N/A	85.7%	80%	85%
2. Percentage of all requests for state assets and mutual aid assistance handled successfully.	99%	99%	97%	97%
Office of Homeland Security				
1. Percentage of the state's critical infrastructure/key resource sites that have completed vulnerability assessment, protective action plans and surveillance detection plans	25%	25%	75%	75%
2. Percentage of eight GEMA regions with completed Regional Plans for Terrorism and All Hazards Preparedness	12%	25%	75%	100%

Office of the Governor

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Office of the State Inspector General				
1. Percentage of Inspector General recommendations implemented by state agencies	90%	100%	95%	96%
2. Customer Service: Percentage of investigations and preliminary inquiries completed within a six-month period.	N/A	99%	85%	90%
Office of Planning and Budget				
1. Measure of customers' perception of service quality on a 1 to 10 scale.	N/A	8	8.5	9
Georgia Professional Standards Commission				
1. Number of teaching certificate transactions annually	220,284	184,149	200,000	225,000
2. Number of newly certified teachers in Georgia meeting the highly qualified criteria	17,037	22,852	23,500	25,000
Office of Student Achievement				
1. Percentage of schools that made Adequate Yearly Progress (AYP)	79%	82%	85%	88%

Office of the Governor

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Governor's Emergency Fund	\$574,090		\$3,469,576	\$3,469,576	\$6,269,576
Governor's Office	7,782,404	9,245,287	11,753,328	11,815,087	13,127,026
Office of Planning and Budget	12,604,313	9,347,090	9,577,412	9,666,894	9,844,593
SUBTOTAL (Excludes Attached Agencies)	<u>\$20,960,807</u>	<u>\$18,592,377</u>	<u>\$24,800,316</u>	<u>\$24,951,557</u>	<u>\$29,241,195</u>
ATTACHED AGENCIES:					
Council for the Arts	\$4,531,719	\$4,571,180	\$4,849,476	\$5,481,826	\$4,900,014
Office of the Child Advocate	860,730	918,831	791,860	889,894	947,920
Office of Consumer Affairs	4,581,861	8,104,820	8,714,293	11,762,341	11,349,341
Commission on Equal Opportunity	1,168,417	1,210,146	1,101,566	1,147,552	1,504,339
Georgia Emergency Management Agency	75,585,676	82,664,016	8,798,057	8,963,088	32,944,827
Office of Homeland Security	510,487	497,971	534,850	541,724	537,657
Office of Inspector General	734,668	537,357	833,534	824,583	842,683
Professional Standards Commission	8,608,331	8,437,987	7,555,321	7,639,176	7,801,910
Office of Student Achievement	1,051,525	1,345,016	1,274,188	1,293,016	1,817,753
TOTAL FUNDS	<u>\$118,594,220</u>	<u>\$126,879,701</u>	<u>\$59,253,461</u>	<u>\$63,494,757</u>	<u>\$91,887,639</u>
Less:					
Federal Funds	\$78,970,430	\$53,815,741	\$10,950,331	\$10,987,933	\$36,949,886
Other Funds	3,499,802	3,198,661	1,586,747	2,591,961	2,491,461
Subtotal	<u>\$82,470,232</u>	<u>\$57,014,402</u>	<u>\$12,537,078</u>	<u>\$13,579,894</u>	<u>\$39,441,347</u>
State General Funds	<u>\$36,123,988</u>	<u>\$69,865,299</u>	<u>\$46,716,383</u>	<u>\$49,914,863</u>	<u>\$52,446,292</u>
TOTAL STATE FUNDS	<u>\$36,123,988</u>	<u>\$69,865,299</u>	<u>\$46,716,383</u>	<u>\$49,914,863</u>	<u>\$52,446,292</u>
Positions	337	349	395	396	396
Motor Vehicles	28	28	28	28	28

Office of the Governor

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$46,716,383	\$5,729,909	\$52,446,292
TOTAL STATE FUNDS	\$46,716,383	\$5,729,909	\$52,446,292
Federal Funds	11,050,831	25,899,055	36,949,886
Other Funds	1,486,247	1,005,214	2,491,461
TOTAL FUNDS	\$59,253,461	\$32,634,178	\$91,887,639
Governor's Emergency Funds			
State General Funds	\$3,469,576	\$2,800,000	\$6,269,576
Total Funds	\$3,469,576	\$2,800,000	\$6,269,576
Governor's Office			
State General Funds	\$7,653,328	\$176,847	\$7,830,175
Federal Funds	4,100,000	1,196,851	5,296,851
Total Funds	\$11,753,328	\$1,373,698	\$13,127,026
Office of Planning and Budget			
State General Funds	\$9,474,735	\$267,181	\$9,741,916
Federal Funds	2,000		2,000
Other Funds	100,677		100,677
Total Funds	\$9,577,412	\$267,181	\$9,844,593
Agencies Attached for Administrative Purposes:			
Council for the Arts			
State General Funds	\$4,188,948	\$41,666	\$4,230,614
Federal Funds	650,528	8,872	659,400
Other Funds	10,000		10,000
Total Funds	\$4,849,476	\$50,538	\$4,900,014
Office of the Child Advocate			
State General Funds	\$783,235	\$64,060	\$847,295
Federal Funds	8,600	92,000	100,600
Other Funds	25		25
Total Funds	\$791,860	\$156,060	\$947,920
Office of Consumer Affairs			
State General Funds	\$8,146,604	\$1,629,834	\$9,776,438
Other Funds	567,689	1,005,214	1,572,903
Total Funds	\$8,714,293	\$2,635,048	\$11,349,341
Commission on Equal Opportunity			
State General Funds	\$714,349	\$14,567	\$728,916
Federal Funds	387,217	388,206	775,423
Total Funds	\$1,101,566	\$402,773	\$1,504,339

Office of the Governor

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Georgia Emergency Management Agency			
State General Funds	\$2,500,145	(\$66,356)	\$2,433,789
Federal Funds	5,490,056	24,213,126	29,703,182
Other Funds	807,856		807,856
Total Funds	<u>\$8,798,057</u>	<u>\$24,146,770</u>	<u>\$32,944,827</u>
Office of Homeland Security			
State General Funds	\$534,850	\$2,807	\$537,657
Total Funds	<u>\$534,850</u>	<u>\$2,807</u>	<u>\$537,657</u>
Office of Inspector General			
State General Funds	\$833,534	\$9,149	\$842,683
Total Funds	<u>\$833,534</u>	<u>\$9,149</u>	<u>\$842,683</u>
Professional Standards Commission			
State General Funds	\$7,142,891	\$246,589	\$7,389,480
Federal Funds	412,430		412,430
Total Funds	<u>\$7,555,321</u>	<u>\$246,589</u>	<u>\$7,801,910</u>
Office of Student Achievement			
State General Funds	\$1,274,188	\$543,565	\$1,817,753
Total Funds	<u>\$1,274,188</u>	<u>\$543,565</u>	<u>\$1,817,753</u>

Department of Human Resources

Roles, Responsibilities, and Organization

The Georgia Department of Human Resources (DHR) is responsible for the delivery of health and social services. DHR serves all Georgia citizens through regulatory inspection, direct service and financial assistance programs.

DHR was created by the Georgia General Assembly in the Governmental Reorganization Act of 1972. The Act consolidated the Department of Public Health and the Department of Family and Children Services and other state human service programs. In that same year, the Board of Human Resources established an integrated service delivery system. The integrated system, which utilizes local boards of (public) health and regional boards for mental health, developmental disabilities and addictive diseases, allows Georgians to receive services in the communities where they live.

DHR has four divisions: Aging Services; Public Health; Mental Health, Developmental Disabilities and Addictive Diseases; and Family and Children Services.

AGING SERVICES

The Division of Aging Services administers programs for older Georgians and adults with disabilities. These programs provide in-home services to maintain independence, provide public education and outreach services, health promotion, senior employment, investigative and protective services for vulnerable adults, and an ombudsman program for Georgians in long-term care.

PUBLIC HEALTH

The Division of Public Health is responsible for ensuring conditions that protect the health and well being of Georgia citizens, providing disease control and prevention, reducing the number of avoidable injury-related deaths and disabilities, and promoting healthy lifestyles. The three basic functions of public health include: assessing the health

of the community by diagnosing and investigating diseases, injuries, and health conditions and monitoring the health status and needs of individuals and the community; ensuring the health of individuals and the safety of the community through provision of health services; and establishing and implementing sound public health policy.

MENTAL HEALTH, DEVELOPMENTAL DISABILITIES, AND ADDICTIVE DISEASES

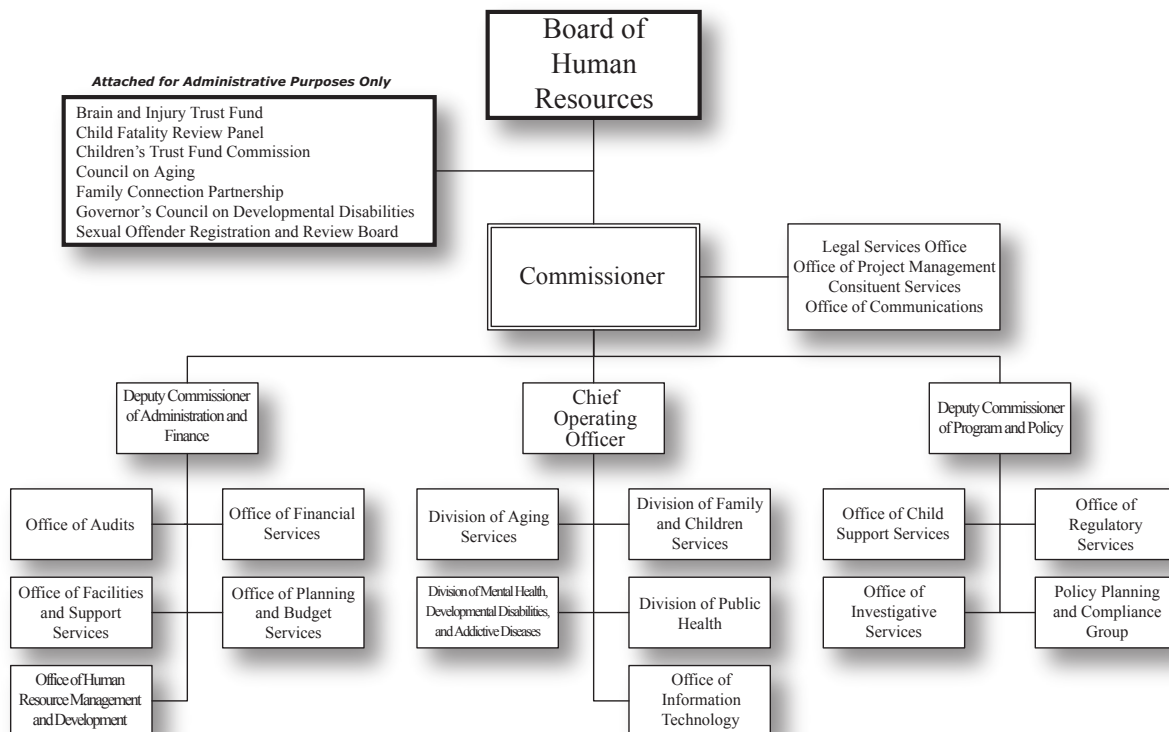
The Division of Mental Health, Developmental Disabilities, and Addictive Diseases (MHDDAD) was created to establish, administer and supervise state programs for mental health, developmental disabilities and addictive diseases. The division is charged by law to: provide adequate mental health, developmental disabilities and addictive diseases services to all Georgians; provide a unified system which encourages cooperation and sharing among government and private providers; and provide service through a coordinated and unified system that emphasizes community-based services.

FAMILY AND CHILDREN SERVICES

The Division of Family and Children Services (DFCS) provides child welfare, economic assistance, and family violence services. Services are provided through a network of offices in all 159 counties and through networks of community partners and contract agencies. Organizationally, DFCS is made up of three units - Field Operations, Programs and Policy, and Finance and Administration.

CHILD SUPPORT SERVICES

The Office of Child Support Services (OCSS) helps children by enforcing parental obligation to pay financial support. Services include locating non-custodial parents, confirming paternity, establishing and enforcing child support and medical support orders, and collecting and distributing payments.



Department of Human Resources

Roles, Responsibilities, and Organization

REGULATORY SERVICES

The Office of Regulatory Services (ORS) inspects, monitors, licenses, registers, and certifies a variety of health, long-term and childcare programs to ensure that facilities operate at acceptable levels, as mandated by state statutes and by rules and regulations adopted by the Board of Human Resources.

ADMINISTRATION

DHR has ten (10) administrative offices that provide executive and policy direction to all divisions of DHR, as well as technical and administrative support to all of DHR.

ATTACHED AGENCIES

The Brain and Spinal Injury Trust Fund was established to improve the quality of life of Georgians with traumatic brain and spinal cord injuries by distributing funds and resources.

The Children's Trust Fund supports the establishment of community-based educational and service programs designed to reduce the occurrence of child abuse and neglect in Georgia.

The Child Fatality Review Panel provides direction, oversight, and training for each of the 159 Child Fatality Review Committees. The purpose of the local Child Fatality Review Committees is to provide a confidential forum to determine the cause and circumstances of child deaths.

The Council on Aging provides leadership to the Coalition of Advocates for Georgia's Elderly (CO-AGE), researches aging issues, publishes fact sheets and other educational materials to increase public awareness and understanding of issues of concern to Georgia's older adult population.

The Governor's Council on Developmental Disabilities is the state planning council created by a federal mandate through the Developmental Disabilities Act, and is charged with creating systems change for people with developmental disabilities and their families to increase independence, inclusion, integration, and productivity for people with disabilities.

The Family Connection Partnership is a public/private partnership that serves as a resource to state agencies across Georgia to help improve the conditions of children and their families.

AUTHORITY

Titles 3, 5, 8, 9, 12-14, 15-11, 16, 17-7-130, 17-7-131, 18, 19, 25, 26, 29-5-2, 30-5, 31, 34, 36, 37, 38-3-29, 3-40, 43-45, 47-50, Official Code of Georgia Annotated.

Department of Human Resources FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$1,533,218,551	\$125,862,040	\$1,659,080,591
Brain and Spinal Injury Trust Fund	3,063,194	(1,094,201)	1,968,993
Tobacco Settlement Funds	26,909,553	1,475,000	28,384,553
TOTAL STATE FUNDS	\$1,563,191,298	\$126,242,839	\$1,689,434,137
CCDF Mandatory and Matching Funds	91,991,442		91,991,442
Child Care and Development Block Grant	54,927,918		54,927,918
Community Mental Health Services Block Grant	13,123,714		13,123,714
Community Services Block Grant	17,193,252		17,193,252
Foster Care Title IV-E	52,573,085	34,667,385	87,240,470
Low-Income Home Energy Assistance	24,627,737		24,627,737
Maternal and Child Health Services Block Grant	20,172,177		20,172,177
Medical Assistance Program	123,378,290	(3,416,952)	119,961,338
Prevention and Treatment of Substance Abuse Block Grant	61,390,588		61,390,588
Preventive Health and Health Services Block Grant	5,078,325		5,078,325
Social Services Block Grant	55,015,615		55,015,615
TANF Block Grant Unobligated Balance	73,288,154	(39,024,293)	34,263,861
Temporary Assistance for Needy Families Block Grant	395,046,969	(2,675,707)	392,371,262
Federal Funds Not Itemized	660,246,943	1,236,834	661,483,777
TOTAL FEDERAL FUNDS	\$1,648,054,209	(\$9,212,733)	\$1,638,841,476
Other Funds	277,228,673	(38,270,414)	238,958,259
TOTAL FUNDS	\$3,488,474,180	\$78,759,692	\$3,567,233,872

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$22,504,775
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$12,676,964), for performance increases (\$5,070,786), for employees in specified critical jobs (\$4,059,988), and for structure adjustments to the statewide salary plan (\$330,856).	22,138,594
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	9,925,222
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(155,014)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	364,708
Total Change	\$54,778,285

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,046,266
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$1,151,972), for performance increases (\$460,789), and for structure adjustments to the statewide salary plan (\$128,623).	1,741,384
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	901,938
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(80,598)
5. Increase the GBA real estate rental rate for office space.	364,708

Department of Human Resources

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6. a.	Transfer state funds for the Information Technology function to properly reflect where activities occur from the Administration program to the following programs: Adolescent and Adult Health Promotion program (\$72,365), Adult Addictive Disease Services program (\$181,662), Adult Developmental Disabilities Services program (\$224,981), Adult Forensic Services (\$144,713), Adult Mental Health Services program (\$342,849), Child and Adolescent Addictive Disease Services program (\$40,920) Child and Adolescent Developmental Disabilities Services program (\$66,251), Child and Adolescent Forensic Services program (\$11,444), Child and Adolescent Mental Health Services program (\$300,712), Child Support Services program (\$3,184,106), Direct Care Support Services program (\$256,927), Elder Abuse Investigations and Prevention program (\$79,873), Elder Community Living Services program, (\$7,097), Elder Support Services program (\$2,158), Eligibility Determination program (\$13,574,742), Epidemiology program (\$6,745), Facility and Provider Regulation program (\$61,054), Infant and Child Health Promotion program (\$25,687), Infectious Disease Control program (\$111,054), Inspections and Environmental Hazard Control program (\$35,043), and Vital Records program (748,241).	(19,478,624)
b.	Transfer TANF funds for the Information Technology function from the Administration program to the Adolescent and Adult Health Promotion program (\$8,320) and the Eligibility Determination program (\$3,752,949) to properly reflect where activities occur.	Yes
c.	Transfer Low-Income Home Energy Assistance funds (\$346,557) for Information Technology function activities from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
d.	Transfer Foster Care Title IV-E funds (\$1,982,030) for Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
e.	Transfer Medical Assistance Program funds for Information Technology function from the Administration program to the Elder Community Living Services program (\$83,540), Eligibility Determination program (\$18,034,361), Epidemiology program (\$6,745), Facility and Provider Regulation program (\$47,552), Infant and Child Health Promotion program (\$875), and Inspections and Environmental Hazard Control program (\$3,500) to properly reflect where activities occur.	Yes
f.	Transfer federal funds not itemized for Information Technology function from the Administration program to the Adolescent and Adult Health Promotion program (\$5,074), Child Support Services program (\$11,687,474), Eligibility Determination program (\$4,993,663), Facility and Provider Regulation program (\$60,323) and Infant and Child Health Promotion program (\$5,343) to properly reflect where activities occur.	Yes
7.	Reduce training programs not required by regulation or law by utilizing teleconference or Web cast.	(10,000)
8.	Transfer state funds from the Adult Addictive Disease Services program to the Administration program to align budget and expenditures.	1,938,303
9. a.	Transfer state funds for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	(747,442)
b.	Transfer Foster Care Title IV-E funds (\$25,000) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
c.	Transfer Medical Assistance Program funds (\$52,945) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
d.	Transfer federal funds not itemized (\$245,288) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
e.	Transfer other funds (\$70,000) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
10.	Remove external Maintenance of Effort (MOE) calculations (\$18,000,000) to properly reflect the cash flow to operate the program.	Yes
11.	Transfer state funds from the Administration program (\$6,805,032) to the Child Welfare Services program (\$5,000,000) and Eligibility Determination program (\$1,805,032) to align the budget and expenditures.	(6,805,032)
12.	Transfer state funds for mental health support staff related to the unbundling of Level of Care from the Administration program to the Child and Adolescent Mental Health Services program to properly reflect where activities occur.	(109,145)
13.	Transfer Temporary Assistance for Needy Families (TANF) funds (\$2,000,000) from the Administration program to the Support for Needy Families - Family Assistance program to align the budget and expenditures.	Yes

Department of Human Resources

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14.	Transfer state funds from the Administration program to the Inspections and Environmental Hazard Control program to fund environmental health director positions in the program where activities occur.	(1,240,352)
15.	Transfer state funds from the Administration program to the Infectious Disease Control program to fund laboratory administrative positions in the program where activities occur.	(787,183)
	Total Change	(\$22,265,777)
	<u>Tobacco Settlement Funds:</u>	
1.	Transfer Tobacco funds for computer services activities from the Administration program to the Adolescent and Adult Health Promotion program to align budget and expenditures.	(\$190,189)
	Total Change	(\$190,189)

Adolescent and Adult Health Promotion

Purpose: Provide education and services to promote the health and well being of Georgians. Activities include preventing teenage pregnancies, tobacco use prevention, cancer screening and prevention, and family planning services.

Recommended Change:

	<u>State General Funds:</u>	
1.	Annualize the cost of the FY 2008 salary adjustment.	\$599,107
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$337,275), for performance increases (\$134,910), and for structure adjustments to the statewide salary plan (\$51,963).	524,148
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	264,070
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,641)
5. a.	Transfer state funds for the Information Technology function from the Administration program to the Adolescent and Adult Health Promotion program to properly reflect where activities occur.	72,365
b.	Reflect transfer of TANF funds (\$8,320) from the Administration program for the Information Technology function to the Adolescent and Adult Health Promotion program to properly reflect where activities occur.	Yes
c.	Reflect transfer of federal funds not itemized (\$5,074) from the Administration program for the Information Technology function to the Adolescent and Adult Health Promotion program to properly reflect where activities occur.	Yes
6.	Provide an increase to general grant in aid funding to be distributed based on population, poverty and uninsured rate to stabilize the existing public health infrastructure.	1,151,266
7.	Transfer state funds from the Infant and Child Health Promotion program to the Adolescent and Adult Health Promotion program to accurately reflect salary and health benefit increases from FY 2008.	165,188
8.	Realign local grant in aid funding to reflect expenses by transferring state funds from the Adolescent and Adult Health Promotion program to the Inspections and Environmental Hazard Control program.	(1,000,000)
9.	Reduce funds to reflect improved contracts management.	(75,000)
10. a.	Transfer state funds from the Adolescent and Adult Health Promotion program to the Infectious Disease Control program to more accurately reflect laboratory activities.	(523,126)
b.	Reflect transfer of Medical Assistance Program funds (\$145,397) from the Adolescent and Adult Health Promotion program to the Infectious Disease Control program to more accurately reflect laboratory activities.	Yes
	Total Change	\$1,168,377
	<u>Tobacco Settlement Funds:</u>	
1.	Transfer Tobacco funds for computer services activities from the Administration program to the Adolescent and Adult Health Promotion program to align budget and expenditures.	\$190,189
	Total Change	\$190,189

Adoption Services

Purpose: Provide support and facilitate the safe permanent placement of children by prescreening families and providing support and financial services after adoption.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$41,444
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$23,332) and for performance increases (\$9,333).	32,665

Department of Human Resources

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3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	18,268
4. Provide funding for the increase in adoption assistance caseload and provide a one-time post adoption payment to children who have been adopted but do not receive on-going adoption assistance.	3,123,790
Total Change	\$3,216,167

Adult Addictive Diseases Services

Purpose: Provide services to adults for the safe withdrawal from abused substances and promote a transition to productive living.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$933,643
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$525,607) and for performance increases (\$210,243).	735,850
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	411,525
4. Transfer state funds for the Information Technology function from the Administration program to the Adult Addictive Diseases Services program to properly reflect where activities occur.	181,662
5. Transfer state funds from the Adult Addictive Disease Services program to the Administration program (\$1,938,303) and the Direct Care Support Services program (\$146,613) to align budget and expenditures.	(2,084,916)
Total Change	\$177,764

Adult Developmental Disabilities Services

Purpose: Provide evaluation, residential, support, and education services to promote independence for adults with developmental disabilities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,677,909
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$1,507,563) and for performance increases (\$603,025).	2,110,588
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,180,349
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(44,826)
5. Decrease state funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(1,395,994)
6. Transfer state funds for the Information Technology function from the Administration program to the Adult Developmental Disabilities Services program to properly reflect where activities occur.	224,981
7. Transfer state funds from the Adult Developmental Disabilities Services program to Adult Forensic Services program (\$3,405,931) and the Adult Mental Health Services program (\$23,613,653) to align budget and expenditures.	(27,019,584)
8. a. Fund 500 waiver slots for consumers on the Mental Retardation Waiver Program waiting list.	5,186,220
b. Reflect anticipated other funds (\$7,779,330) to fund 500 waiver slots for consumers on the Mental Retardation Waiver Program waiting list.	Yes
9. Reduce one-time adjustments for Georgia Options, Inc.	(75,000)
10. a. Annualize the cost of 1,500 waiver slots on the Mental Retardation/Developmental Disabilities Waiver Program waiting list.	7,733,469
b. Reflect anticipated other funds (\$11,600,204) to fund 1,500 waiver slots for consumers on the Mental Retardation Waiver/Developmental Disabilities Waiver Program waiting list.	Yes
Total Change	(\$9,421,888)

Adult Essential Health Treatment Services

Purpose: Provide treatment and services to low income Georgians with cancer, Georgians at risk of stroke or heart attacks, and refugees.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$68,342
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2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$38,474) and for performance increases (\$15,390).	53,864
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	30,124
4.	Provide an increase to general grant in aid funding to be distributed based on population, poverty and uninsured rate to stabilize the existing public health infrastructure.	303,171
5.	Reduce state funds to reflect improved contracts management.	(115,000)
	Total Change	\$340,501
	<u>Tobacco Settlement Funds:</u>	
1.	Provide an increase in Tobacco Funds to address the waiting list in the Cancer State Aid program.	\$1,475,000
	Total Change	\$1,475,000

Adult Forensic Services

Purpose: Provide evaluation, treatment and residential services to adult clients referred by Georgia's criminal justice or corrections system.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$1,159,078
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$652,518) and for performance increases (\$261,007).	913,525
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	510,890
4.	Transfer state funds for the Information Technology function from the Administration program to the Adult Forensic Services program to properly reflect where activities occur.	144,713
5.	Transfer state funds from the Adult Developmental Disabilities program to the Adult Forensic Services program to align budget and expenditures.	3,405,931
6.	Provide funds to improve state hospital operations and quality of care.	2,901,316
7.	Provide funds for five Forensic Diversion Coordinators to assist in diverting non-violent mentally ill consumers from state hospital custody.	450,000
	Total Change	\$9,485,453

Adult Mental Health Services

Purpose: Provide evaluation, treatment, crisis stabilization, and residential services to adults with mental illness.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$3,521,867
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$1,982,680), for performance increases (\$793,072), and for structure adjustments to the statewide salary plan (\$107,233).	2,882,985
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,552,343
4.	Transfer state funds from the Administration program for the Information Technology function to the Adult Mental Health Services program to properly reflect where activities occur.	342,849
5.	Transfer state funds from the Adult Developmental Disabilities program (\$23,613,653) and the Child and Adolescent Mental Health program (\$12,130,955) to align budget and expenditures.	35,744,608
6.	Reduce mental health training contract.	(337,835)
7.	Provide state funds to improve state hospital operations and quality of care.	8,151,316
8.	Provide funding for crisis services in the community for the mental health and addictive disease consumers:	11,100,000
	a. Mobile Crisis services (\$2,800,000)	
	b. Three Assertive Community Treatment teams (\$2,600,000)	
	c. Three Crisis Stabilization Programs (\$5,700,000)	
	Total Change	\$62,958,133

Department of Human Resources

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Adult Nursing Home Services

Purpose: Provide skilled nursing home services to Georgian's with mental retardation or developmental disabilities.

Recommended Change:

1.	No change.	\$0
	Total Change	\$0

After School Care

Purpose: Expand the provision of after school care services and draw down TANF maintenance of effort funds.

Recommended Change:

1.	Remove external Maintenance of Effort (MOE) calculations (\$28,000,000) from the appropriated budget to properly reflect the cash flow to operate the program.	Yes
	Total Change	\$0

Child and Adolescent Addictive Diseases Services

Purpose: Provide services to children and adolescents for the safe withdrawal from abused substances and promote a transition to productive living.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$286,534
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$161,308) and for performance increases (\$64,524).	225,832
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	126,297
4.	Transfer state funds for the Information Technology function from the Administration program to the Child and Adolescent Addictive Diseases Services program to properly reflect where activities occur.	40,920
5.	Transfer state funds from the Child and Adolescent Addictive Diseases Services program to the Direct Care Support Services program to align budget and expenditures.	(1,868,277)
	Total Change	(\$1,188,694)

Child and Adolescent Developmental Disabilities Services

Purpose: Provide evaluation, residential, support, and education services to promote independence for children and adolescents with developmental disabilities.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$247,565
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$139,370) and for performance increases (\$55,748).	195,118
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	109,120
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(11,206)
5.	Decrease state funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(285,925)
6.	Transfer state funds for the Information Technology function from the Administration program to the Child and Adolescent Developmental Disabilities Services program to properly reflect where activities occur.	66,251
7. a.	Fund 500 waiver slots for consumers on the Mental Retardation Waiver Program waiting list.	1,062,238
b.	Reflect anticipated other funds (\$1,593,357) to fund 500 waiver slots for consumers on the Mental Retardation Waiver Program waiting list.	Yes
8.	Eliminate one-time adjustment for the Matthew Reardon Center.	(200,000)
9. a.	Annualize the cost of 1,500 waiver slots on the Mental Retardation/Developmental Disabilities Waiver Program waiting list.	1,419,549
b.	Reflect anticipated other funds (\$2,129,324) to fund 1,500 waiver slots for consumers on the Mental Retardation Waiver/Developmental Disabilities Waiver Program waiting list.	Yes
	Total Change	\$2,602,710

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Child and Adolescent Forensic Services

Purpose: Provide evaluation, treatment and residential services to children and adolescents clients referred by Georgia's criminal justice or corrections system.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$40,298
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$22,687) and for performance increases (\$9,075).	31,762
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	17,763
4. Transfer state funds for the Information Technology function from the Administration program to the Child and Adolescent Forensic Services program to properly reflect where activities occur.	11,444
Total Change	\$101,267

Child and Adolescent Mental Health Services

Purpose: Provide evaluation, treatment, crisis stabilization, and residential services to children and adolescents with mental illness.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$805,761
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$453,614) and for performance increases (\$181,446).	635,060
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	355,158
4. Transfer state funds for the Information Technology function from the Administration program to the Child and Adolescent Mental Health Services program to properly reflect where activities occur.	300,712
5. Decrease state funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(344,275)
6. Transfer state funds from the Child and Adolescent Mental Health Services program to the Adult Mental Health Services program (\$12,130,955) and the Direct Care Support Services program (\$766,723) to align budget and expenditures.	(12,897,678)
7. Reduce state funds in the Child and Adolescent Mental Health Services program to reflect projected decrease in service utilization.	(3,000,000)
8. Transfer state funds for mental health support staff related to the unbundling of Level of Care from the Administration program (\$109,145) and Child Welfare Services (\$412,329) programs to the Child and Adolescent Mental Health Services program.	521,474
Total Change	(\$13,623,788)

Child Care Services

Purpose: Provide for low income families to be self-reliant while protecting the safety and well-being of their children by ensuring access to child care.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$133,802
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$75,325) and for performance increases (\$30,130).	105,455
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	58,976
4. Eliminate the TANF transfer (\$29,700,000) to Child Care Services in HB 95.	Yes
Total Change	\$298,233

Child Support Services

Purpose: Encourage and enforce the parental responsibility of paying financial support.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$406,416
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$228,796) and for performance increases (\$91,518).	320,314

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3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	179,136
4. a. Transfer state funds for the Information Technology function from the Administration program to the Child Support Services program to properly reflect where activities occur.	3,184,106
b. Reflect transfer of federal funds not itemized (\$11,687,474) from the Administration program for the Information Technology function to the Child Support Services program to properly reflect where activities occur.	Yes
Total Change	\$4,089,972

Child Welfare Services

Purpose: Provide for the investigating of allegations of child abuse and neglect, assessing family functioning, providing in-home support, counseling and treatment services and providing intervention services.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,056,753
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$594,912), for performance increases (\$237,964), for employees in specified critical jobs (\$2,169,459), and for structure adjustments to the statewide salary plan (\$43,037).	3,045,372
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	465,787
4. Delete one-time funds for Clayton County Rainbow House.	(25,000)
5. Provide state funds to ensure appropriate protection and care is provided for child victims of neglect and abuse.	21,883,875
6. Reflect anticipated earning of Title IV-E Foster Care funding (\$14,000,000).	Yes
7. Reflect anticipated earning of Title IV-E Adoption funding (\$1,203,019), classified as federal funds not itemized.	Yes
8. Transfer state funds from the Administration program to the Child Welfare Services program to align the budget and expenditures.	5,000,000
9. Transfer state funds from the Support for Needy Families - Work Assistance (\$6,380,234) and Support for Needy Families - Family Assistance (\$8,935,293) programs to Child Welfare Services program to align the budget and expenditures.	15,315,527
10. Transfer state funds for mental health support staff related to the unbundling of Level of Care from the Child Welfare Services programs to the Child and Adolescent Mental Health Services program.	(412,329)
11. Transfer state funds from the Child Welfare Services program to the Out of Home Care program to properly reflect the initial and annual clothing allowance budget in the correct program.	(1,486,400)
Total Change	\$44,843,585

Direct Care Support Services

Purpose: Provide facility support services and direct patient support therapies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,069,599
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$1,165,106), for performance increases (\$466,042), and for employees in specified critical jobs (\$308,959).	1,940,107
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	912,222
4. Transfer state funds for the Information Technology function from the Administration program to the Direct Care Support Services program to properly reflect where activities occur.	256,927
5. Transfer state funds from the Child and Adolescent Mental Health Services program (\$766,723), the Adult Addictive Disease Services program (\$146,613) and the Child and Adolescent Addictive Disease Services program (\$1,868,277) to the Direct Care Support Services program to align budget and expenditures.	2,781,613
6. Decrease state funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(234,040)
7. Reflect reduction of one-time adjustments for Hospital Repairs (\$1,970,000).	(1,970,000)
8. Provide one-time funds for capital projects at Central State Hospital (\$385,000) and Northwest Regional Hospital (\$560,000).	945,000
9. Provide state funds to improve state hospital operations and quality of care.	9,947,368
Total Change	\$16,648,796

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Elder Abuse Investigations and Prevention

Purpose: Prevent disabled adults and elder persons from abuse, exploitation and neglect, and investigate situations where it might have occurred.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$162,216
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$91,322) and for performance increases (\$36,529).	127,851
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	71,501
4. Transfer state funds for the Information Technology function from the Administration program to the Elder Abuse Investigations and Prevention program to properly reflect where activities occur.	79,873
5. Reduce training programs not required by regulation or law by utilizing teleconference or Web cast .	(10,000)
6. Reduce duplicate Senior Adult Victims' Advocate services.	(10,000)
7. Provide state funds to ensure continued protection and care is provided for elderly victims of neglect and abuse.	1,800,000
8. Reflect loss of Medical Assistance Program funds (\$3,500,000) due to revisions of the federal administrative rules.	Yes
Total Change	\$2,221,441

Elder Community Living Services

Purpose: Provide Georgians who need nursing home level of care the option of remaining in their own communities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$12,488
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$7,031) and for performance increases (\$2,813).	9,844
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,505
4. a. Transfer state funds for the Information Technology function from the Administration program to the Elder Community Living Services program to properly reflect where activities occur.	7,097
b. Reflect transfer of Medical Assistance Program funds (\$83,540) for the Information Technology function from the Administration program to the Elder Community Living Services program to properly reflect where activities occur.	Yes
5. Decrease state funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(1,186,380)
6. Reduce training programs not required by regulation or law by utilizing teleconference or Web cast .	(10,000)
7. a. Provide required state match dollars to support the Money Follows the Person grant to transition a greater number of clients from an institution to the community.	488,517
b. Reflect anticipated earning of Medical Assistance Program funds (\$83,048).	Yes
8. Reduce elder retirement communities contract.	(40,000)
9. Decrease state funding for caregiver training and educational materials.	(36,000)
Total Change	(\$748,929)

Elder Support Services

Purpose: Assist older Georgians, so that they may live in their homes and communities, by providing health, employment, nutrition, and other support and education services

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,017
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$573) and for performance increases (\$230).	803
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	449
4. Transfer state funds for the Information Technology function from the Administration program to the Elder Support Services program to properly reflect where activities occur.	2,158

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5.	Reduce training programs not required by regulation or law by utilizing teleconference or Web cast .	(20,000)
6.	Provide funds to update the Aging Information Management System.	500,000
	Total Change	\$484,427

Eligibility Determination

Purpose: Provide access to health care for low income families, children, pregnant women and persons who are aged, blind or disabled.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$227,013
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$127,799) and for performance increases (\$51,119).	178,918
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	100,061
4.	Transfer state funds from the Support for Needy Families - Work Assistance program to the Eligibility Determination program to align the budget and expenditures.	11,924,766
5.	Transfer state funds from the Administration program to the Eligibility Determination program to align the budget and expenditures.	1,805,032
6. a.	Transfer state funds for the Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	13,574,742
b.	Reflect transfer of TANF funds (\$3,752,949) for Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
c.	Reflect transfer of Low-Income Home Energy Assistance Program funds (\$346,557) for the Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
d.	Reflect transfer of Foster Care Title IV-E funds (\$1,982,030) for the Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
e.	Reflect transfer of Medical Assistance Program funds (\$18,034,361) for the Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
f.	Reflect transfer of federal funds not itemized funds (\$4,993,663) for the Information Technology function from the Administration program to the Eligibility Determination program to properly reflect where activities occur.	Yes
7.	Transfer state funds from the Support for Needy Families - Family Assistance program to the Eligibility Determination program to align the budget and expenditures.	2,319,832
	Total Change	\$30,130,364

Emergency Preparedness

Purpose: Prepare for natural disasters, bioterrorism, and other emergencies, and improve the capacity of the state's trauma system.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$40,561
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$22,835) and for performance increases (\$9,134).	31,969
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	17,878
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(437)
5.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	186,813
6.	Reduce one-time funds for the purchase of antivirals for pandemic flu.	(7,000,000)
	Total Change	(\$6,723,216)

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Energy Assistance

Purpose: Provide assistance to low-income households in meeting their immediate home energy needs.

Recommended Change:

1.	No change.	\$0
	Total Change	\$0

Epidemiology

Purpose: Monitor, investigate, and respond to disease, injury, and other events of public health concern.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$102,491
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$57,698) and for performance increases (\$23,080).	80,778
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	45,176
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(242)
5. a.	Transfer state funds for the Information Technology function from the Administration program to properly reflect where activities occur.	6,745
b.	Reflect transfer of Medical Assistance Program funds (\$6,745) for the Information Technology function from the Administration program to the Epidemiology program to properly reflect where activities occur.	Yes
6.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	119,152
7.	Reduce state funds to reflect improved contracts management.	(263,500)
8.	Provide funds to upgrade the State Electronic Notifiable Disease Surveillance System (SENDSS).	Yes
	Total Change	\$90,600

Facility and Provider Regulation

Purpose: Inspect and license adult day services, foster care residential facilities, child placing agencies, long term care and health care facilities.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$97,355
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$54,807) and for performance increases (\$21,923).	76,730
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	42,911
4. a.	Transfer state funds for the Information Technology function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	61,054
b.	Reflect transfer of Medical Assistance Program funds (\$47,552) for the Information Technology function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
c.	Reflect transfer of federal funds not itemized (\$60,323) for the Information Technology function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
5.	Eliminate routine x-ray surveys, and implement a survey schedule for only initial inspections and complaint investigations.	(174,853)
6. a.	Transfer state funds for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	747,442
b.	Reflect transfer of Foster Care Title IV-E funds (\$25,000) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
c.	Reflect transfer of Medical Assistance Program funds (\$52,945) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes

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d. Reflect transfer of federal funds not itemized (\$245,288) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
e. Reflect transfer of other funds (\$70,000) for the Office of Regulatory Services function from the Administration program to the Facility and Provider Regulation program to properly reflect where activities occur.	Yes
Total Change	\$850,639

Family Violence Services

Purpose: Provide safe shelter and related services for victims of family violence.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Federal and Unobligated Balances

Purpose: Reflect balances of federal funds from prior years. No services are provided.

Recommended Change:

1. Transfer TANF funds (\$39,024,293) from the Federal and Unobligated Balances program to the Out of Home Care program align budget and expenditures.	Yes
Total Change	\$0

Food Stamp Eligibility and Benefits

Purpose: Provide the nutritional well being of Georgia's low-income families and children by providing assistance in purchasing groceries.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$362,992
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$204,350) and for performance increases (\$81,740).	286,090
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	159,996
4. Transfer state funds from the Support for Needy Families - Family Assistance (\$4,840,719) and Support for Needy Families - Basic Assistance (\$8,715,527) programs to the Food Stamp Eligibility and Benefits program to align the budget and expenditures.	13,556,246
Total Change	\$14,365,324

Immunization

Purpose: Provide immunization, consultation, training, assessment, vaccines, and technical assistance.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$178,652
2. Provide a general salary increase of 2.5% effective January 1, 2009 (\$100,574) and for performance increases (\$40,229).	140,803
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	78,744
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,698)
5. Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	834,335
Total Change	\$1,229,836

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Infant and Child Essential Health Treatment Services

Purpose: Avoid unnecessary health problems in later life by providing comprehensive health services to infant and children.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$606,443
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$341,404) and for performance increases (\$136,561).	477,965
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	267,303
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,565)
5.	Provide an increase to general grant in aid funding to be distributed based on population, poverty and uninsured rate.	751,809
6.	Realign local grant in aid to reflect expenses by transferring state funds from Infant and Child Essential Health Treatment Services program to the Inspections and Environmental Hazard Control program.	(1,000,000)
7.	Reduce state funds to eliminate the duplication of services for auditory screening.	(137,500)
	Total Change	\$963,455

Infant and Child Health Promotion

Purpose: Provide education and services to promote health and nutrition for infants and children.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$2,556,473
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$1,439,198) and for performance increases (\$575,679).	2,014,877
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,126,822
4. a.	Transfer state funds for the Information Technology function from the Administration program to the Infant and Child Health Promotion program to properly reflect where activities occur.	25,687
b.	Reflect transfer of Medical Assistance Program funds (\$875) for the Information Technology function from the Administration program to the Infant and Child Health Promotion program to properly reflect where activities occur.	Yes
c.	Reflect transfer of federal funds not itemized funds (\$5,343) for the Information Technology function from the Administration program to the Infant and Child Health Promotion program to properly reflect where activities occur.	Yes
5.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	1,353,662
6.	Reflect fees collected by the newborn screening program.	5,600,000
7.	Transfer state funds from the Infant and Child Health Promotion program to the Adolescent and Adult Health Promotion program to accurately reflect salary and health benefit increases from FY 2008.	(165,188)
8.	Reduce one-time funds for YMCA Youth Fit for Life program.	(100,000)
	Total Change	\$12,412,333

Infectious Disease Control

Purpose: Ensure quality prevention and treatment of HIV/AIDS, sexually transmitted diseases, tuberculosis, and other infectious diseases.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$781,039
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$439,695) and for performance increases (\$175,878).	615,573
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	344,260
4.	Transfer state funds for the Information Technology function from the Administration program to the Infectious Disease Control program to properly reflect where activities occur.	111,054
5.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	879,121

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6.	Transfer state funds from the Administration program to the Infectious Disease Control program to fund laboratory administrative positions in the program where activities occur.	787,183
7. a.	Transfer state funds from the Adolescent and Adult Health Promotion program to the Infectious Disease Control program to more accurately reflect laboratory activities.	523,126
b.	Reflect transfer of Medical Assistance Program funds (\$145,397) from the Adolescent and Adult Health Promotion program to the Infectious Disease Control program to more accurately reflect laboratory activities.	Yes
8.	Realign local grant in aid to reflect expenses by transferring state funds from the Infectious Disease Control program to the Inspections and Environmental Hazard Control program.	(500,000)
	Total Change	\$3,541,356

Injury Prevention

Purpose: Provide education and services to prevent injuries due to suicide, fires, automobile accidents, violence against women, shaken babies, and child accidents.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$29,790
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$16,770) and for performance increases (\$6,708).	23,478
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,130
4.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	48,359
	Total Change	\$114,757

Inspections and Environmental Hazard Control

Purpose: Detect and prevent environmental hazards, as well as providing inspection and enforcement of health regulations for food service establishments, sewage management facilities, and swimming pools.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$95,621
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$53,831) and for performance increases (\$21,532).	75,363
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	42,147
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,535)
5. a.	Transfer state funds for the Information Technology function from the Administration program to the Inspections and Environmental Hazard Control program to properly reflect where activities occur.	35,043
b.	Reflect transfer of Medical Assistance Program funds (\$3,500) for the Information Technology function from the Administration program to the Inspections and Environmental Hazard Control program to properly reflect where activities occur.	Yes
6.	Provide an increase to general grant in aid funding to be distributed based on population, poverty, and the uninsured rate.	1,533,110
7.	Transfer state funds from the Administration program to the Inspections and Environmental Hazard Control program to fund environmental health director positions in the program where activities occur.	1,240,352
8.	Realign local grant in aid to reflect expenses by transferring state funds from the Adolescent and Adult Health Promotion (\$1,000,000), Infant and Child Essential Health Treatment Services (\$1,000,000), and Infectious Disease Control (\$500,000) programs to the Inspections and Environmental Hazard Control program.	2,500,000
	Total Change	\$5,520,101

Out of Home Care

Purpose: Provide safe and appropriate temporary homes for children removed from their families due to neglect, abuse or abandonment.

Recommended Change:

1.	Transfer state funds from the Support for Needy Families - Basic Assistance program to the Out of Home Care program to align the budget and expenditures.	\$1,500,000
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2.	Transfer state funds from the Child Welfare Services program to the Out of Home Care program to properly reflect the initial and annual clothing allowance budget in the correct program.	1,486,400
3.	Decrease funds to reflect changes in the Federal Financial Participation (FFP) rate for Medicaid.	(794,794)
4.	Transfer TANF funds (\$39,024,293) from the Federal and Unobligated Balances program to the Out of Home Care program.	Yes
5.	Reflect anticipated earning of Title IV-E Foster Care funding (\$20,667,385).	Yes
6.	Delete Medicaid Patient Pay funds (\$15,372,629) due to discontinuation of the Level of Care program on June 30, 2007.	Yes
	Total Change	\$2,191,606

Refugee Assistance

Purpose: Provide employment, health screening, medical, cash, and social services assistance to refugees.

Recommended Change:

1.	No change.	\$0
	Total Change	\$0

Substance Abuse Prevention

Purpose: Promote the health and well-being of children, youth, families and communities through preventing the use and/or abuse of alcohol, tobacco and drugs.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$82,673
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$46,541) and for performance increases (\$18,616).	65,157
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	36,439
	Total Change	\$184,269

Support for Needy Families - Basic Assistance

Purpose: Provide cash assistance to needy families in compliance with Georgia's state plan for the federal Temporary Assistance for Needy Families program.

Recommended Change:

1.	Transfer state funds from the Support for Needy Families - Basic Assistance program to the Out of Home Care (\$1,500,000) and the Food Stamp Eligibility and Benefits (\$8,715,527) programs to align the budget and expenditures.	(\$10,215,527)
2.	Reduce TANF funds (\$12,000,000) in Support for Needy Families - Basic Assistance Program to reflect a reduction in TANF caseloads.	Yes
	Total Change	(\$10,215,527)

Support for Needy Families - Family Assistance

Purpose: Administer and aid needy families in the accomplishment of Georgia's state plan for the federal Temporary Assistance for Needy Families program.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$905,480
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$509,751), for performance increases (\$203,900), and for employees in specified critical jobs (\$1,581,570).	2,295,221
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	399,110
4.	Delete one-time funds for Department of Family and Children Services County Office relocations, renovations and expansions.	(721,000)
5.	Transfer state funds from the Support for Needy Families - Family Assistance program to the Child Welfare Services (\$8,935,293), Food Stamp Eligibility and Benefits (\$4,840,719) and Eligibility Determination (\$2,319,832) programs to align the budget and expenditures.	(16,095,844)

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6.	Transfer TANF funds (\$2,000,000) from the Administration program to the Support for Needy Families - Family Assistance program to align the budget and expenditures.	Yes
	Total Change	(\$13,217,033)

Support for Needy Families - Work Assistance

Purpose: Assist needy Georgia families achieve self sufficiency by obtaining and keeping employment as well as complying with Georgia's state plan for the federal Temporary Assistance for Needy Families program.

Recommended Change:

1.	Transfer state funds from the Support for Needy Families - Work Assistance program to the Child Welfare Services (\$6,380,234) and the Eligibility Determination (\$11,924,766) programs to align the budget and services.	(\$18,305,000)
	Total Change	(\$18,305,000)

Vital Records

Purpose: Register, enter, archive and provide to the public in a timely manner, vital records and associated documents.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$138,633
2.	Provide a general salary increase of 2.5% effective January 1, 2009 (\$78,045) and for performance increases (\$31,218).	109,263
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	61,105
4.	Transfer state funds for the Information Technology function from the Administration program to the Vital Records program to properly reflect where activities occur.	748,241
	Total Change	\$1,057,242

Agencies Attached for Administrative Purposes:

Brain and Spinal Injury Trust Fund

Purpose: Provide disbursements from the Trust Fund to offset the costs of care and rehabilitative services to Georgians who have survived brain or spinal injuries.

Recommended Change:

<u>Brain and Spinal Injury Trust Fund</u>		
1.	Reflect anticipated revenue collections.	(\$1,094,201)
2.	Recognize receipt of federal HRSA grant dollars (\$100,000).	Yes
	Total Change	(\$1,094,201)

Child Fatality Review Panel

Purpose: Provide a confidential forum for local child fatality review committees to determine manner and cause of death, and if the death was preventable.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$6,829
2.	Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,281), and for performance increases (\$1,313).	4,594
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,538
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(307)
	Total Change	\$13,654

Children's Trust Fund Commission

Purpose: Support the establishment of community-based educational and service programs designed to reduce the occurrence of child abuse and neglect.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$7,909
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2.	Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,583), and for performance increases (\$1,433).	5,016
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,771
4.	Reflect an adjustment in the Workers' Compensation premium rate structure.	(959)
5.	Reduce one-time funding to Children's Advocacy Centers for a Web-based tracking system.	(250,000)
	Total Change	(\$235,263)

Council on Aging

Purpose: Assist older individuals, at-risk adults, persons with disabilities, their families, and caregivers in achieving safe, healthy, independent, and self-reliant lives.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$4,097
2.	Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,185), and for performance increases (\$874).	3,059
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,690
4.	Increase funds to cover increases in per diem and travel expenses for board members.	3,862
	Total Change	\$12,708

Governor's Council on Developmental Disabilities

Purpose: Promote quality services and support for people with developmental disabilities and their families.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$6,352
2.	Provide for a general salary increase of 2.5% effective January 1, 2009 (\$10,655), and for performance increases (\$4,262).	14,917
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	8,242
4.	Reduce federal funds (\$66,185) to reflect actual grant award amount.	Yes
	Total Change	\$29,511

Family Connection

Purpose: Provide a statewide network of county collaboratives that work to improve conditions for children and families.

Recommended Change:

1.	Annualize the cost of the FY 2008 salary adjustment.	\$4,267
2.	Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,959), and for performance increases (\$1,184).	4,143
3.	Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%	2,289
4.	Provide funds to expand the outcome analysis initiative to evaluate county collaborative effectiveness and provide guidance to improve strategic outcomes.	100,000
5.	Provide funds to identify possible funding mechanisms for county collaboratives with the goal of independent sustainability.	88,133
	Total Change	\$198,832

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Sexual Offender Review Board

Purpose: Protecting Georgia's children by identifying convicted sexual offenders that present the greatest risk of sexually reoffending.

Recommended Change:

1. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,538), and for performance increases (\$615).	\$2,153
2. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,189
3. Provide one-time funds to address current case backlog.	260,400
Total Change	\$263,742

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Fund statewide facility repairs and renovations for kitchens [\$1,100,000] and roofing [\$2,355,000]	20	\$3,455,000	\$295,057
2. Fund facility and infrastructure repairs and equipment replacement: replace culvert at steam plant [\$930,000], replace laundry equipment and utilities [\$5,180,000], and water system upgrades [\$830,000] at Central State Hospital, Milledgeville, Baldwin County	20	6,940,000	592,676
3. Replace air handler units [\$925,000] and replace water lines [\$585,000] at West Central Georgia Regional Hospital, Columbus, Muscogee County	20	1,510,000	128,954
4. Replace boilers at Southwestern State Hospital, Thomasville, Thomas County	20	600,000	51,240
5. Fund facility and infrastructure repairs: replace underground steam and condensate lines [\$615,000], install backflow preventers on water lines [\$505,000], and new electrode steam boiler [\$740,000] at Northwest Regional Hospital, Rome, Floyd County	20	1,860,000	158,844
Total		\$14,365,000	\$1,226,771

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Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Adolescent and Adult Health Promotion				
1. Pregnancy rate (per 1,000) among females ages 15-17	38	38	39	39
Adoption Services				
1. Percentage of adoptions finalized within six months of placement	85%	87%	87%	87%
2. Percentage of children exiting foster care for adoption within 24 months of their last removal from home	22%	22%	23%	17%
Adult Developmental Disabilities Services				
1. Percentage of families of adult consumers with developmental disabilities whose lives have improved as a result of state supported community services	70%	70%	74%	76%
Adult Essential Health Treatment Services				
1. Percentage of eligible low income and uninsured Georgians provided access to cancer treatment services through the Cancer State Aid Program	9%	11%	10%	12%
Adult Forensic Services				
1. Percentage of pretrial evaluations completed for adult consumers within 45 days of receipt of court order.	46%	34%	50%	50%
Child Welfare Services				
1. Number of substantiated maltreatment incidents	46,431	39,117	33,510	27,850
2. Percentage of maltreatment incidents that were victims of a separate maltreatment incident within the past 6 months	6%	4%	≤ 6%	≤ 6%
Elder Abuse Investigations and Prevention				
1. Percentage of Long Term Care Ombudsman complaints resolved	N/A	95%	95%	95%
Immunization				
1. Percentage of two-year old children adequately immunized	81%	83%	84%	85%
Out of Home care				
1. Percentage of foster care population who were discharged from a previous foster care placement in the past 12 months	7%	8%	8%	7.8%
2. Median number of placements for a foster child within a 12-month period	2	2	2	2
Support for Needy Families - Basic Assistance				
1. Number of adults receiving cash assistance	10,432	4,080	3,500	3,000
2. Percentage of families leaving Temporary Assistance for Needy Families (TANF) for employment who remain employed for at least 12 months	55%	55% as of 9/2007*	60%	65%

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Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$214,629,490	219,519,579	\$267,448,030	\$198,082,323	\$183,580,525
Adolescent and Adult Health Promotion		52,485,219	57,909,709	64,405,876	59,136,272
Adolescent Health and Youth Development	11,477,874				
Adoption Services	70,159,086	86,108,973	81,116,602	85,614,937	84,332,769
Adult Addictive Disease Services		94,293,480	95,573,754	96,554,143	95,751,518
Adult Developmental Disabilities Services		236,093,559	343,174,360	356,102,830	353,132,006
Adult Essential Health Treatment Services		13,717,755	16,743,462	16,940,245	18,558,963
Adult Forensic Services		29,095,247	39,536,786	46,239,929	49,022,239
Adult Mental Health Services		221,395,912	199,681,474	247,010,219	262,639,607
Adult Nursing Home Services		10,625,031	3,930,425	3,930,425	3,930,425
Adult Protective Services	13,719,179				
After School Care		13,151,513	42,000,000	42,000,000	14,000,000
Cancer Screening and Prevention	11,370,825				
Child and Adolescent Addictive Disease Services		15,925,574	28,081,399	26,540,576	26,892,705
Child and Adolescent Developmental Disabilities Services		15,681,684	23,921,132	29,153,913	30,246,523
Child and Adolescent Forensic Services		833,715	3,038,424	3,090,166	3,139,691
Child and Adolescent Mental Health Services		63,571,668	161,684,493	150,442,387	148,060,705
Child Care Services	284,878,769	227,423,901	235,917,105	206,350,907	206,515,338
Child Protective Services	282,083,918				
Child Support Services	82,213,780	93,112,511	77,071,715	98,854,494	92,849,161
Child Welfare Services		299,179,738	231,290,374	312,438,703	291,336,978
Children with Special Needs	41,065,006				
Chronic Disease Reduction - Health Promotion	4,985,634				
Chronic Disease Treatment and Control	11,829,082				
Community Care Services Program	66,374,621				
Community Services - Adult	444,289,830				
Community Services - Child and Adolescent	71,180,229				
Contracted Client Transportation Services	31,413,403				
Direct Care Support Services		148,276,563	162,591,675	168,960,112	179,240,471
Elder Abuse Investigations and Prevention	115,352	16,318,824	17,294,802	17,376,891	16,016,243
Elder Community Living Services		109,720,147	119,315,119	132,848,882	118,732,778
Elder Support Services		8,849,734	9,459,115	10,537,290	9,943,542
Eligibility Determination		95,718,506	59,694,750	114,237,383	118,934,674
Emergency Preparedness	29,725,173	38,261,647	55,467,906	48,658,475	48,744,690
Energy Assistance	51,702,012	27,992,805	28,665,632	28,665,632	28,665,632
Epidemiology	8,389,518	9,810,903	11,288,592	11,356,250	11,385,937
Facility and Provider Regulation		14,761,497	15,149,085	17,064,044	16,500,832

Department of Human Resources

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Family Violence Services	15,225,620	11,597,204	12,550,708	12,700,708	12,550,708
Federal and Unobligated Balances			39,024,293		
Food Stamp Eligibility and Benefits	80,139,473	82,343,518	57,083,071	68,410,425	71,448,395
Health Promotion and Disease Prevention (Wellness)	489,360				
High Risk Pregnant Women and Infants	4,812,787				
HIV/AIDS	63,612,814				
Home and Community Based Services	54,155,460				
Immunization	26,667,795	23,220,742	26,292,560	27,116,169	27,522,396
Independent and Transitional Living Services	6,080,396				
Infant and Child Essential Health Treatment Services	23,661,687	59,342,983	66,900,229	68,172,862	67,863,684
Infant and Child Health Promotion		282,439,481	293,688,733	302,920,391	306,107,284
Infectious Disease Control		85,332,938	96,123,921	97,907,639	99,810,674
Injury Prevention	1,512,978	1,746,041	2,354,492	2,423,114	2,469,249
Inspections and Environmental Hazard Control		18,995,462	16,599,210	21,704,787	22,122,811
Laboratory Services	9,917,876				
Medicaid Eligibility Determination	82,627,784				
Out-of-Home Care	359,950,733	333,229,177	209,614,532	235,246,528	256,125,187
Outdoor Therapeutic Program	4,244,198				
Post Adoption Services	1,378,823				
Pre-Adoption Services	8,254,180				
Refugee Assistance		4,845,054	4,734,006	4,734,006	4,734,006
Refugee Health Program	817,984				
Refugee Resettlement	5,552,579				
Regulatory Compliance	34,822,472				
Sexually Transmitted Diseases Treatment and Control	6,105,085				
State Hospital Facilities	91,499,152				
State Hospital Facilities - Direct Care and Support Services	145,767,875				
State Hospital Facilities - Other Care	74,141,440				
State Hospital Facilities - Specialty Care	7,171,529				
Substance Abuse Prevention	13,060,679	11,977,954	21,850,850	21,933,523	22,035,119
Support for Needy Families - Basic Assistance	87,456,024	64,062,525	87,968,339	65,752,812	65,752,812
Support for Needy Families - Family Assistance	55,356,085	51,118,979	67,398,675	45,806,190	56,181,642
Support for Needy Families - Work Assistance	39,243,316	19,972,842	69,010,374	50,705,374	50,705,374
Tobacco Use Prevention	17,379,398				
Tuberculosis Treatment and Control	9,377,381				
Vital Records	2,762,014	2,995,372	3,735,145	4,622,019	4,792,387
Women, Infants and Children	235,795,280				

Department of Human Resources

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Women's Health Services	29,979,781				
Assistance to Disabled Children	7,600,000				
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$3,338,222,819	\$3,215,145,957	\$3,461,975,058	\$3,563,613,579	\$3,541,511,952
ATTACHED AGENCIES:					
Brain and Spinal Injury Trust Fund	\$2,646,233	\$3,953,780	\$3,063,194	\$2,218,993	\$2,068,993
Child Fatality Review Panel	387,140	390,095	436,297	443,126	449,951
Children's Trust Fund Commission	9,366,153	9,594,975	8,275,073	7,540,681	8,039,810
Council on Aging	165,942	172,582	193,064	212,161	205,772
Governor's Council on Developmental Disabilities	2,281,484	2,145,306	2,320,085	2,260,252	2,283,411
Family Connection Partnership	11,139,771	11,866,189	11,875,408	11,879,675	12,074,240
Sexual Offender Review Board			336,001	647,681	599,743
TOTAL FUNDS	\$3,364,209,542	\$3,243,268,884	\$3,488,474,180	\$3,588,816,148	\$3,567,233,872
<u>Less:</u>					
Federal Funds	\$1,539,348,602	\$1,572,239,313	\$1,648,054,209	\$1,647,438,331	\$1,638,841,476
Other Funds	408,273,883	238,503,082	277,228,673	223,721,978	238,958,259
Subtotal	\$1,947,622,485	\$1,810,742,395	\$1,925,282,882	\$1,871,160,309	\$1,877,799,735
State General Funds	\$1,378,553,578	\$1,400,950,659	\$1,533,218,551	\$1,683,377,293	\$1,659,080,591
Brain and Spinal Injury Trust Fund	3,000,000	3,007,691	3,063,194	2,084,630	1,968,993
Tobacco Settlement Funds	35,033,479	28,568,139	26,909,553	32,193,916	28,384,553
TOTAL STATE FUNDS	\$1,416,587,057	\$1,432,526,489	\$1,563,191,298	\$1,717,655,839	\$1,689,434,137
Positions	19,309	19,404	19,404	19,404	19,404
Motor Vehicles	623	587	587	587	587

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Department Budget Summary			
State General Funds	\$1,533,218,551	\$125,862,040	\$1,659,080,591
Brain and Spinal Injury Trust Fund	3,063,194	(1,094,201)	1,968,993
Tobacco Settlement Funds	26,909,553	1,475,000	28,384,553
TOTAL STATE FUNDS	\$1,563,191,298	\$126,242,839	\$1,689,434,137
CCDF Mandatory and Matching Funds	91,991,442		91,991,442
Child Care and Development Block Grant	54,927,918		54,927,918
Community Mental Health Services Block Grant	13,123,714		13,123,714
Community Services Block Grant	17,193,252		17,193,252
Foster Care Title IV-E	52,573,085	34,667,385	87,240,470
Low-Income Home Energy Assistance	24,627,737		24,627,737
Maternal and Child Health Services Block Grant	20,172,177		20,172,177
Medical Assistance Program	123,378,290	(3,416,952)	119,961,338
Prevention and Treatment of Substance Abuse Block Grant	61,390,588		61,390,588
Preventive Health and Health Services Block Grant	5,078,325		5,078,325
Social Services Block Grant	55,015,615		55,015,615
TANF Block Grant Unobligated Balance	73,288,154	(39,024,293)	34,263,861
Temporary Assistance for Needy Families Block Grant	395,046,969	(2,675,707)	392,371,262
Federal Funds Not Itemized	660,246,943	1,236,834	661,483,777
TOTAL FEDERAL FUNDS	\$1,648,054,209	(\$9,212,733)	1,638,841,476
Other Funds	277,228,673	(38,270,414)	238,958,259
TOTAL FUNDS	\$3,488,474,180	\$78,759,692	\$3,567,233,872

Administration

State General Funds	\$119,770,524	(\$22,265,777)	\$97,504,747
Tobacco Settlement Funds	321,984	(190,189)	131,795
CCDF Mandatory and Matching Funds	1,293,026		1,293,026
Child Care and Development Block Grant	308,015		308,015
Community Services Block Grant	4,069		4,069
Foster Care Title IV-E	9,837,170	(2,007,030)	7,830,140
Low-Income Home Energy Assistance	346,557	(346,557)	0
Medical Assistance Program	31,567,459	(18,229,518)	13,337,941
Preventive Health and Health Services Block Grant	31,070		31,070
Social Services Block Grant	9,953,930		9,953,930
Temporary Assistance for Needy Families Block Grant	25,153,135	(5,761,269)	19,391,866
Federal Funds Not Itemized	44,989,030	(16,997,165)	27,991,865
Other Funds	23,872,061	(18,070,000)	5,802,061
Total Funds	\$267,448,030	(\$83,867,505)	\$183,580,525

Adolescent and Adult Health Promotion

State General Funds	\$15,859,175	\$1,168,377	\$17,027,552
Tobacco Settlement Funds	4,874,988	190,189	5,065,177
Maternal and Child Health Services Block Grant	1,230,972		1,230,972
Medical Assistance Program	1,589,260	(145,397)	1,443,863
Preventive Health and Health Services Block Grant	41,694		41,694
Temporary Assistance for Needy Families Block Grant	19,096,897	8,320	19,105,217

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Federal Funds Not Itemized	15,008,940	5,074	15,014,014
Other Funds	207,783		207,783
Total Funds	\$57,909,709	\$1,226,563	\$59,136,272
Adoption Services			
State General Funds	\$33,139,326	\$3,216,167	\$36,355,493
Temporary Assistance for Needy Families Block Grant	12,000,000		12,000,000
Federal Funds Not Itemized	35,977,276		35,977,276
Total Funds	\$81,116,602	\$3,216,167	\$84,332,769
Adult Addictive Disease Services			
State General Funds	\$48,231,627	\$177,764	\$48,409,391
Prevention and Treatment of Substance Abuse Block Grant	26,100,797		26,100,797
Temporary Assistance for Needy Families Block Grant	20,416,426		20,416,426
Federal Funds Not Itemized	1		1
Other Funds	824,903		824,903
Total Funds	\$95,573,754	\$177,764	\$95,751,518
Adult Developmental Disabilities Services			
State General Funds	\$205,758,421	(\$9,421,888)	\$196,336,533
Tobacco Settlement Funds	10,255,138		10,255,138
Medical Assistance Program	13,561,524		13,561,524
Social Services Block Grant	30,636,459		30,636,459
TANF Block Grant Unobligated Balance	2		2
Temporary Assistance for Needy Families Block Grant	23,016,394		23,016,394
Federal Funds Not Itemized	161,870		161,870
Other Funds	59,784,552	19,379,534	79,164,086
Total Funds	\$343,174,360	\$9,957,646	\$353,132,006
Adult Essential Health Treatment Services			
State General Funds	\$5,709,061	\$340,501	\$6,049,562
Tobacco Settlement Funds	5,000,000	1,475,000	6,475,000
Medical Assistance Program	75,338		75,338
Prevention and Treatment of Substance Abuse Block Grant	1,210,877		1,210,877
Federal Funds Not Itemized	2,651,414		2,651,414
Other Funds	2,096,772		2,096,772
Total Funds	\$16,743,462	\$1,815,501	\$18,558,963
Adult Forensic Services			
State General Funds	\$38,421,374	\$9,485,453	\$47,906,827
Federal Funds Not Itemized	1,115,408		1,115,408
Other Funds	4		4
Total Funds	\$39,536,786	\$9,485,453	\$49,022,239
Adult Mental Health Services			
State General Funds	\$177,314,849	\$62,958,133	\$240,272,982
Community Mental Health Services Block Grant	7,757,890		7,757,890

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Temporary Assistance for Needy Families Block Grant	3,600,000		3,600,000
Federal Funds Not Itemized	6,905,978		6,905,978
Other Funds	4,102,757		4,102,757
Total Funds	\$199,681,474	\$62,958,133	\$262,639,607
Adult Nursing Home Services			
State General Funds	\$2,383,183		\$2,383,183
Other Funds	1,547,242		1,547,242
Total Funds	\$3,930,425	\$0	\$3,930,425
After School Care			
Temporary Assistance for Needy Families Block Grant	\$14,000,000		\$14,000,000
Other Funds	28,000,000	(\$28,000,000)	0
Total Funds	\$42,000,000	(\$28,000,000)	\$14,000,000
Child and Adolescent Addictive Disease Services			
State General Funds	\$10,864,229	(\$1,188,694)	\$9,675,535
Prevention and Treatment of Substance Abuse Block Grant	14,100,473		14,100,473
Federal Funds Not Itemized	3,116,697		3,116,697
Total Funds	\$28,081,399	(\$1,188,694)	\$26,892,705
Child and Adolescent Developmental Disabilities Services			
State General Funds	\$17,589,662	\$2,602,710	\$20,192,372
Medical Assistance Program	5,843,482		5,843,482
Temporary Assistance for Needy Families Block Grant	487,988		487,988
Other Funds		3,722,681	3,722,681
Total Funds	\$23,921,132	\$6,325,391	\$30,246,523
Child and Adolescent Forensic Services			
State General Funds	\$3,038,424	\$101,267	\$3,139,691
Total Funds	\$3,038,424	\$101,267	\$3,139,691
Child and Adolescent Mental Health Services			
State General Funds	\$105,062,036	(\$13,623,788)	\$91,438,248
Community Mental Health Services Block Grant	5,365,824		5,365,824
Medical Assistance Program	3,117		3,117
Federal Funds Not Itemized	77,749		77,749
Other Funds	51,175,767		51,175,767
Total Funds	\$161,684,493	(\$13,623,788)	\$148,060,705
Child Care Services			
State General Funds	\$58,398,695	\$298,233	\$58,696,928
CCDF Mandatory and Matching Funds	90,698,416		90,698,416
Child Care and Development Block Grant	54,619,903		54,619,903
Social Services Block Grant	90		90
Temporary Assistance for Needy Families Block Grant	29,700,001	(29,700,000)	1
Federal Funds Not Itemized	0		0

Department of Human Resources Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Other Funds	2,500,000		2,500,000
Total Funds	<u>\$235,917,105</u>	<u>(\$29,401,767)</u>	<u>\$206,515,338</u>
Child Support Services			
State General Funds	\$21,668,683	\$4,089,972	\$25,758,655
Social Services Block Grant	120,000		120,000
Federal Funds Not Itemized	52,441,532	11,687,474	64,129,006
Other Funds	2,841,500		2,841,500
Total Funds	<u>\$77,071,715</u>	<u>\$15,777,446</u>	<u>\$92,849,161</u>
Child Welfare Services			
State General Funds	\$73,149,559	\$44,843,585	\$117,993,144
Community Services Block Grant	4,000		4,000
Foster Care Title IV-E	18,278,994	14,000,000	32,278,994
Medical Assistance Program	11,331,449		11,331,449
Social Services Block Grant	8,264,167		8,264,167
Temporary Assistance for Needy Families Block Grant	77,263,725		77,263,725
Federal Funds Not Itemized	18,152,154	1,203,019	19,355,173
Other Funds	24,846,326		24,846,326
Total Funds	<u>\$231,290,374</u>	<u>\$60,046,604</u>	<u>\$291,336,978</u>
Direct Care Support Services			
State General Funds	\$108,039,606	\$16,648,796	\$124,688,402
Medical Assistance Program	6		6
Federal Funds Not Itemized	6,205,526		6,205,526
Other Funds	48,346,537		48,346,537
Total Funds	<u>\$162,591,675</u>	<u>\$16,648,796</u>	<u>\$179,240,471</u>
Elder Abuse Investigations and Prevention			
State General Funds	\$10,200,245	\$2,221,441	\$12,421,686
Medical Assistance Program	4,178,063	(3,500,000)	678,063
Social Services Block Grant	2,279,539		2,279,539
Federal Funds Not Itemized	636,955		636,955
Total Funds	<u>\$17,294,802</u>	<u>(\$1,278,559)</u>	<u>\$16,016,243</u>
Elder Community Living Services			
State General Funds	\$74,501,248	(\$748,929)	\$73,752,319
Tobacco Settlement Funds	3,664,733		3,664,733
Medical Assistance Program	13,598,671	166,588	13,765,259
Social Services Block Grant	3,761,430		3,761,430
Federal Funds Not Itemized	23,789,037		23,789,037
Total Funds	<u>\$119,315,119</u>	<u>(\$582,341)</u>	<u>\$118,732,778</u>
Elder Support Services			
State General Funds	\$1,030,635	\$484,427	\$1,515,062
Tobacco Settlement Funds	2,527,073		2,527,073

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Federal Funds Not Itemized	5,901,407		5,901,407
Total Funds	<u>\$9,459,115</u>	<u>\$484,427</u>	<u>\$9,943,542</u>
Eligibility Determination			
State General Funds	\$26,942,155	\$30,130,364	\$57,072,519
Foster Care Title IV-E		1,982,030	1,982,030
Low-Income Home Energy Assistance		346,557	346,557
Medical Assistance Program	28,565,198	18,034,361	46,599,559
Temporary Assistance for Needy Families Block Grant		3,752,949	3,752,949
Federal Funds Not Itemized		4,993,663	4,993,663
Other Funds	4,187,397		4,187,397
Total Funds	<u>\$59,694,750</u>	<u>\$59,239,924</u>	<u>\$118,934,674</u>
Emergency Preparedness/Trauma System Improvement			
State General Funds	\$13,347,797	(\$6,723,216)	\$6,624,581
Preventive Health and Health Services Block Grant	1,147,504		1,147,504
Federal Funds Not Itemized	40,972,605		40,972,605
Total Funds	<u>\$55,467,906</u>	<u>(\$6,723,216)</u>	<u>\$48,744,690</u>
Energy Assistance			
Low-Income Home Energy Assistance	\$24,281,180		24,281,180
Other Funds	4,384,452		4,384,452
Total Funds	<u>\$28,665,632</u>	<u>\$0</u>	<u>\$28,665,632</u>
Epidemiology			
State General Funds	\$6,000,648	\$90,600	\$6,091,248
Tobacco Settlement Funds	115,637		115,637
Medical Assistance Program	205,520	6,745	212,265
Preventive Health and Health Services Block Grant	196,750		196,750
Federal Funds Not Specifically Identified	4,606,155		4,606,155
Other Funds	163,882		163,882
Total Funds	<u>\$11,288,592</u>	<u>\$97,345</u>	<u>\$11,385,937</u>
Facility and Provider Regulation			
State General Funds	\$7,995,191	\$850,639	\$8,845,830
Foster Care Title IV-E	287,568	25,000	\$312,568
Medical Assistance Program	2,096,076	100,497	2,196,573
Federal Funds Not Itemized	4,770,250	305,611	5,075,861
Other Funds		70,000	70,000
Total Funds	<u>\$15,149,085</u>	<u>\$1,351,747</u>	<u>\$16,500,832</u>
Family Violence Services			
State General Funds	\$4,701,950		\$4,701,950
Preventive Health and Health Services Block Grant	200,470		200,470
Temporary Assistance for Needy Families Block Grant	5,565,244		5,565,244
Federal Funds Not Itemized	2,083,044		2,083,044
Total Funds	<u>\$12,550,708</u>	<u>\$0</u>	<u>\$12,550,708</u>

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Federal and Unobligated Balances			
TANF Block Grant Unobligated Balance	\$39,024,293	(\$39,024,293)	\$0
Total Funds	<u>\$39,024,293</u>	<u>(\$39,024,293)</u>	<u>\$0</u>
Food Stamp Eligibility and Benefits			
State General Funds	\$25,547,915	\$14,365,324	\$39,913,239
Federal Funds Not Itemized	31,522,747		31,522,747
Other Funds	12,409		12,409
Total Funds	<u>\$57,083,071</u>	<u>\$14,365,324</u>	<u>\$71,448,395</u>
Immunization			
State General Funds	\$11,725,931	\$1,229,836	\$12,955,767
Maternal and Child Health Services Block Grant	6,762,746		6,762,746
Medical Assistance Program	1		1
Preventive Health and Health Services Block Grant	703,712		703,712
Federal Funds Not Itemized	7,100,170		7,100,170
Total Funds	<u>\$26,292,560</u>	<u>\$1,229,836</u>	<u>\$27,522,396</u>
Infant and Child Essential Health Treatment Services			
State General Funds	\$38,961,028	\$963,455	\$39,924,483
Maternal and Child Health Services Block Grant	8,086,561		8,086,561
Medical Assistance Program	1,538,372		1,538,372
Preventive Health and Health Services Block Grant	267,356		267,356
Federal Funds Not Itemized	18,046,912		18,046,912
Total Funds	<u>\$66,900,229</u>	<u>\$963,455</u>	<u>\$67,863,684</u>
Infant and Child Health Promotion			
State General Funds	\$20,972,559	\$12,412,333	\$33,384,892
Maternal and Child Health Services Block Grant	3,813,329		3,813,329
Medical Assistance Program	6,364,702	875	6,365,577
Preventive Health and Health Services Block Grant	2,040,992		2,040,992
Federal Funds Not Itemized	258,207,935	5,343	258,213,278
Other Funds	2,289,216		2,289,216
Total Funds	<u>\$293,688,733</u>	<u>\$12,418,551</u>	<u>\$306,107,284</u>
Infectious Disease Control			
State General Funds	\$39,203,771	\$3,541,356	\$42,745,127
Maternal and Child Health Services Block Grant	83,866		83,866
Medical Assistance Program	168,734	145,397	314,131
Federal Funds Not Itemized	56,517,550		56,517,550
Other Funds	150,000		150,000
Total Funds	<u>\$96,123,921</u>	<u>\$3,686,753</u>	<u>\$99,810,674</u>
Injury Prevention			
State General Funds	\$1,067,701	\$114,757	\$1,182,458
Tobacco Settlement Funds	150,000		150,000

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Medical Assistance Program	29,425		29,425
Preventive Health and Health Services Block Grant	112,005		112,005
Federal Funds Not Itemized	995,361		995,361
Total Funds	\$2,354,492	\$114,757	\$2,469,249
Inspections and Environmental Hazard Control			
State General Funds	\$15,025,089	\$5,520,101	\$20,545,190
Maternal and Child Health Services Block Grant	194,703		194,703
Medical Assistance Program	73,122	3,500	76,622
Preventive Health and Health Services Block Grant	336,772		336,772
Federal Funds Not Itemized	531,262		531,262
Other Funds	438,262		438,262
Total Funds	\$16,599,210	\$5,523,601	\$22,122,811
Out-of-Home Care			
State General Funds	\$113,680,260	\$2,191,606	\$115,871,866
Foster Care Title IV-E	24,169,353	20,667,385	44,836,738
Temporary Assistance for Needy Families Block Grant	51,789,799	39,024,293	90,814,092
Federal Funds Not Itemized	4,602,491		4,602,491
Other Funds	15,372,629	(15,372,629)	0
Total Funds	\$209,614,532	\$46,510,655	\$256,125,187
Refugee Assistance			
Temporary Assistance for Needy Families Block Grant	\$5,000		\$5,000
Federal Funds Not Itemized	4,729,006		4,729,006
Total Funds	\$4,734,006	\$0	\$4,734,006
Substance Abuse Prevention			
State General Funds	\$1,128,009	\$184,269	\$1,312,278
Prevention and Treatment of Substance Abuse Block Grant	19,978,441		19,978,441
Federal Funds Not Itemized	744,400		744,400
Total Funds	\$21,850,850	\$184,269	\$22,035,119
Support for Needy Families - Basic Assistance			
State General Funds	\$10,315,527	(\$10,215,527)	\$100,000
TANF Block Grant Unobligated Balance	34,263,859		34,263,859
Temporary Assistance for Needy Families Block Grant	43,388,953	(12,000,000)	31,388,953
Total Funds	\$87,968,339	(\$22,215,527)	\$65,752,812
Support for Needy Families - Family Assistance			
State General Funds	\$19,744,139	(\$13,217,033)	\$6,527,106
Community Services Block Grant	17,185,183		17,185,183
Medical Assistance Program	1,300,000		1,300,000
Temporary Assistance for Needy Families Block Grant	27,526,128	2,000,000	29,526,128
Federal Funds Not Itemized	1,643,225		1,643,225
Total Funds	\$67,398,675	(\$11,217,033)	\$56,181,642

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Support for Needy Families - Work Assistance			
State General Funds	\$26,000,000	(\$18,305,000)	\$7,695,000
Medical Assistance Program	20,000		20,000
Temporary Assistance for Needy Families Block Grant	40,587,279		40,587,279
Federal Funds Not Itemized	2,403,095		2,403,095
Total Funds	\$69,010,374	(\$18,305,000)	\$50,705,374
Vital Records			
State General Funds	\$2,830,465	\$1,057,242	\$3,887,707
Federal Funds Not Specifically Identified	904,680		\$904,680
Total Funds	\$3,735,145	\$1,057,242	\$4,792,387
Agencies Attached for Administrative Purpose:			
Brain and Spinal Injury Trust Fund			
Brain and Spinal Injury Trust Fund	\$3,063,194	(\$1,094,201)	\$1,968,993
Federal Funds Not Itemized		100,000	100,000
Total Funds	\$3,063,194	(\$1,094,201)	\$2,068,993
Child Fatality Review Panel			
State General Funds	\$371,297	\$13,654	\$384,951
Federal Funds Not Itemized	65,000		65,000
Total Funds	\$436,297	\$13,654	\$449,951
Children's Trust Fund Commission			
State General Funds	\$7,532,772	(\$235,263)	\$7,297,509
Temporary Assistance for Needy Families Block Grant	250,000		250,000
Federal Funds Not Itemized	408,079		408,079
Other Funds	84,222		84,222
Total Funds	\$8,275,073	(\$235,263)	\$8,039,810
Council on Aging			
State General Funds	\$193,064	\$12,708	\$205,772
Total Funds	\$193,064	\$12,708	\$205,772
Council on Developmental Disabilities			
State General Funds	\$58,083	\$29,511	\$87,594
Federal Funds Not Itemized	2,262,002	(66,185)	2,195,817
Total Funds	\$2,320,085	(\$36,674)	\$2,283,411
Family Connection			
State General Funds	\$9,406,637	\$198,832	\$9,605,469
Medical Assistance Program	1,268,771		1,268,771
Temporary Assistance for Needy Families Block Grant	1,200,000		1,200,000
Total Funds	\$11,875,408	\$198,832	\$12,074,240

Department of Human Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	Fiscal Year 2009 Recommendation
Sexual Offender Review Board			
State General Funds	\$336,001	\$263,742	\$599,743
Total Funds	\$336,001	\$263,742	\$599,743

Office of the Commissioner of Insurance

Roles, Responsibilities, and Organization

The Department of Insurance is accountable for upholding state laws regulating insurance, small loans, fire safety, and manufactured housing. The department organizes its efforts in fulfilling these responsibilities around five divisions.

INTERNAL ADMINISTRATION

The Internal Administration Division provides management, policy direction, and enforcement and administrative support for the department's programs which regulate companies and protect consumers in the areas of insurance, industrial loans, fire safety, manufactured housing, arson investigations, building inspections, and hazardous materials handling and storage. The division's activities include performing accounting, budgetary, personnel, and purchasing duties for all agency divisions. Additionally, the division oversees the establishment and implementation of department policies and procedures.

INSURANCE REGULATION

The Insurance Regulation Division is responsible for administering Georgia insurance laws and regulations. Staff members process applications for insurance companies to conduct business in the state and insurance agent license applications. The division is also responsible for reviewing and approving insurance company (rates and life, health, property and casualty policy forms) as well as regulating group self-insurance funds.

INDUSTRIAL LOAN REGULATION

The Industrial Loan Regulation Division administers the Georgia Industrial Loan Act by performing examinations of all accounts held

by industrial loan companies (small loan companies making loans of \$3,000 or less) licensed to do business in Georgia and accounting for all fees and taxes payable by such companies. Additionally, division staff members process applications for new industrial loan company licenses and investigate consumer complaints.

FIRE SAFETY AND MANUFACTURED HOUSING REGULATION

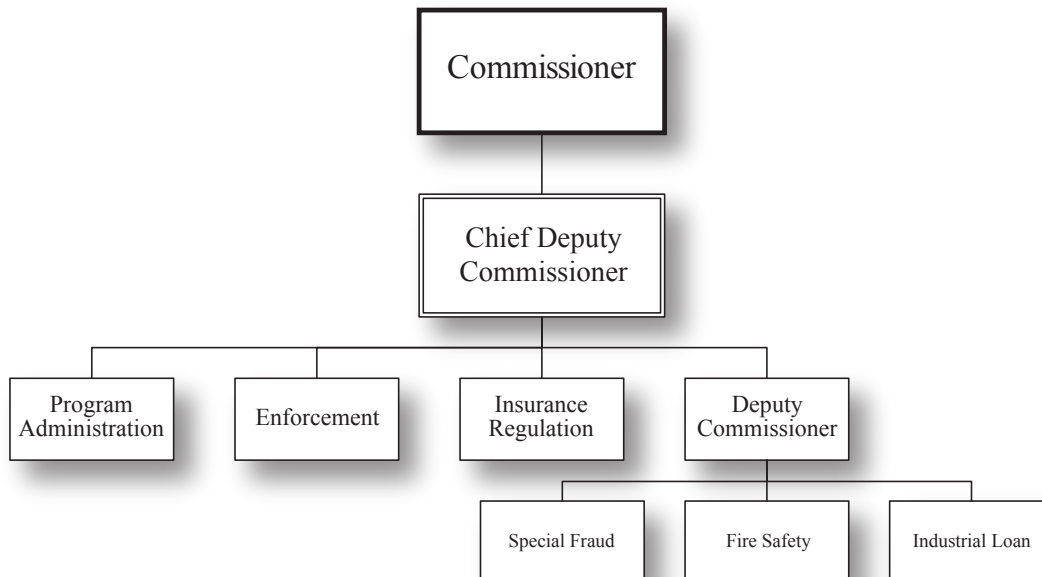
The Fire Safety and Manufactured Housing Regulation Division administers and enforces compliance with state and federal laws regarding fire safety and manufactured housing. The division is charged with reviewing construction plans for public buildings and manufactured houses, and ensuring that the plans meet fire prevention and protection standards. In addition, division staff members process applications for licenses and permits to use/store hazardous or physically unstable substances and materials. The division is also responsible for investigating suspicious fires in the state.

SPECIAL INSURANCE FRAUD UNIT

The Special Insurance Fraud Unit investigates claims of insurance fraud, upon request. This unit was established through enactment of HB 616 by the 1995 General Assembly with the goal of reducing the occurrence of insurance fraud and the resulting financial burden it places on businesses and consumers.

AUTHORITY

State Constitution; Title 45-14, Official Code of Georgia Annotated.



Office of the Commissioner of Insurance

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$18,864,818	\$736,704	\$19,601,522
TOTAL STATE FUNDS	<u>\$18,864,818</u>	<u>\$736,704</u>	<u>\$19,601,522</u>
Federal Funds	954,555		954,555
Other Funds	97,232		97,232
TOTAL FUNDS	<u>\$19,916,605</u>	<u>\$736,704</u>	<u>\$20,653,309</u>

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$267,436
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$213,888), for performance increases (\$85,555), and for structure adjustments to the statewide salary plan (\$143).	299,586
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	154,633
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(37,861)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	52,910
Total Change	<u>\$736,704</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$34,245
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$24,831), for performance increases (\$9,932), and for structure adjustments to the statewide salary plan (\$15).	34,778
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	17,952
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(4,902)
5. Increase the GBA real estate rental rate for office space.	1,181
Total Change	<u>\$83,254</u>

Enforcement

Purpose: Provide legal advice and initiate legal proceedings with regard to enforcement of specific provisions of state law relating to insurance, industrial loan, fire safety, and fraud.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,559
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$11,518), for performance increases (\$4,607), and for structure adjustments to the statewide salary plan (\$8).	16,133
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	8,327
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,653)
5. Increase the GBA real estate rental rate for office space.	4,500
Total Change	<u>\$38,866</u>

Fire Safety

Purpose: Create a fire safe environment in the state that protects the public from fire and limits the loss of life and property.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$89,077
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$74,298), for performance increases (\$29,719), and for structure adjustments to the statewide salary plan (\$50).	104,067
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	53,715

Office of the Commissioner of Insurance

FY 2009 Program Budgets

4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(12,362)
5. Increase the GBA real estate rental rate for office space.	9,028
Total Change	\$243,525

Industrial Loan

Purpose: Protect customers by licensing, regulating, and examining finance companies that provide consumer loans of \$3,000 or less.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$10,356
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,754), for performance increases (\$2,702), and for structure adjustments to the statewide salary plan (\$5).	9,461
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,883
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,480)
5. Increase the GBA real estate rental rate for office space.	968
Total Change	\$24,188

Insurance Regulation

Purpose: Ensure that licensed insurance entities maintain solvency and comply with state law, adopted rules, and regulations and standards.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$81,627
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$61,152), for performance increases (\$24,461), and for structure adjustments to the statewide salary plan (\$41).	85,654
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	44,210
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(11,705)
5. Increase the GBA real estate rental rate for office space.	22,034
Total Change	\$221,820

Special Fraud

Purpose: Identify and take appropriate action to deter insurance fraud.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$40,572
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$35,335), for performance increases (\$14,134), and for structure adjustments to the statewide salary plan (\$24).	49,493
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	25,546
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(5,759)
5. Increase the GBA real estate rental rate for office space.	15,199
Total Change	\$125,051

Office of the Commissioner of Insurance

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Enforcement				
1. Number of cases against insurance companies, agents, and other licensees	983	764	800	750
Fire Safety				
1. Number of suspected criminal fire investigations	754	800	1,000	1,100
Industrial Loan				
1. Penalties collected from violators	\$2,440,250	\$2,457,842	\$2,484,250	\$2,500,000
Insurance Regulation				
1. Number of licensed insurance companies	1,603	1,686	1,690	1,700
2. Funds recovered on behalf of Georgia consumers and health care practitioners	\$20,220,524	\$20,220,524	\$24,000,000	\$24,000,000

Office of the Commissioner of Insurance

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$1,799,407	\$2,287,344	\$2,445,169	\$2,500,581	\$2,528,423
Enforcement	759,480	796,751	866,292	709,536	905,158
Fire Safety	6,061,496	5,632,248	6,577,112	6,934,496	6,820,637
Industrial Loan	624,624	649,954	769,025	618,216	793,213
Insurance Regulation	5,299,037	5,510,736	5,981,530	6,220,094	6,203,350
Special Fraud	2,602,349	2,890,709	3,277,477	3,318,366	3,402,528
TOTAL FUNDS	\$17,146,393	\$17,767,742	\$19,916,605	\$20,301,289	\$20,653,309
<u>Less:</u>					
Federal Funds	\$946,317	\$505,071	\$954,555	\$954,555	\$954,555
Other Funds	68,701	25,727	97,232	97,232	97,232
Subtotal	\$1,015,018	\$530,798	\$1,051,787	\$1,051,787	\$1,051,787
 State General Funds	 \$16,131,375	 \$17,236,944	 \$18,864,818	 \$19,249,502	 \$19,601,522
 TOTAL STATE FUNDS	 \$16,131,375	 \$17,236,944	 \$18,864,818	 \$19,249,502	 \$19,601,522
 Positions	 310	 310	 310	 307	 310
Motor Vehicles	51	51	52	52	52

Office of the Commissioner of Insurance

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$18,864,818	\$736,704	\$19,601,522
TOTAL STATE FUNDS	\$18,864,818	\$736,704	\$19,601,522
Federal Funds	954,555		954,555
Other Funds	97,232		97,232
TOTAL FUNDS	\$19,916,605	\$736,704	\$20,653,309
Administration			
State General Funds	\$2,445,169	\$83,254	\$2,528,423
Total Funds	\$2,445,169	\$83,254	\$2,528,423
Enforcement			
State General Funds	\$866,292	\$38,866	\$905,158
Total Funds	\$866,292	\$38,866	\$905,158
Fire Safety			
State General Funds	\$5,525,325	\$243,525	\$5,768,850
Federal Funds	954,555		954,555
Other Funds	97,232		97,232
Total Funds	\$6,577,112	\$243,525	\$6,820,637
Industrial Loan			
State General Funds	\$769,025	\$24,188	\$793,213
Total Funds	\$769,025	\$24,188	\$793,213
Insurance Regulation			
State General Funds	\$5,981,530	\$221,820	\$6,203,350
Total Funds	\$5,981,530	\$221,820	\$6,203,350
Special Fraud			
State General Funds	\$3,277,477	\$125,051	\$3,402,528
Total Funds	\$3,277,477	\$125,051	\$3,402,528

Georgia Bureau of Investigation

Roles, Responsibilities, and Organization

The Georgia Bureau of Investigation (GBI) serves as the primary state-level investigative and enforcement agency in Georgia's fight against crime and corruption. Upon request, the GBI provides investigative and enforcement support services to local, state, and federal law enforcement agencies throughout Georgia. In addition to conducting general and specialized investigations, the GBI provides forensic laboratory examinations and collects data on crime and criminals. The GBI uses its numerous programs and the latest technological advancements in crime fighting to combat drug trafficking and other crimes.

The operations of the GBI include a staff of 858 employees. These employees are assigned to GBI Headquarters, 15 regional field offices, 3 regional drug enforcement offices and 7 regional crime laboratories through which the various support services are carried out.

GENERAL INVESTIGATION

The Investigative Division, under the direction of the Deputy Director for Investigations, is the largest division of the GBI. Operations are based out of regional offices, regional drug enforcement offices, and other work units that provide specialized services in criminal investigations.

Special agents from the Investigative Division respond to requests for assistance from criminal justice officials to investigate major crimes such as: homicide, rape, child abuse, armed robbery, fraud, corruption, and other felonies. Investigations of crimes occurring on state property and drug investigations can be initiated without request.

The majority of the manpower resources of the investigative division are distributed among the 15 regional field offices and the 3 regional drug enforcement offices. The regional field offices conduct general investigations of all crimes. The regional drug enforcement offices investigate all levels of drug trafficking with an emphasis on major violators.

There are numerous specialized areas of operations:

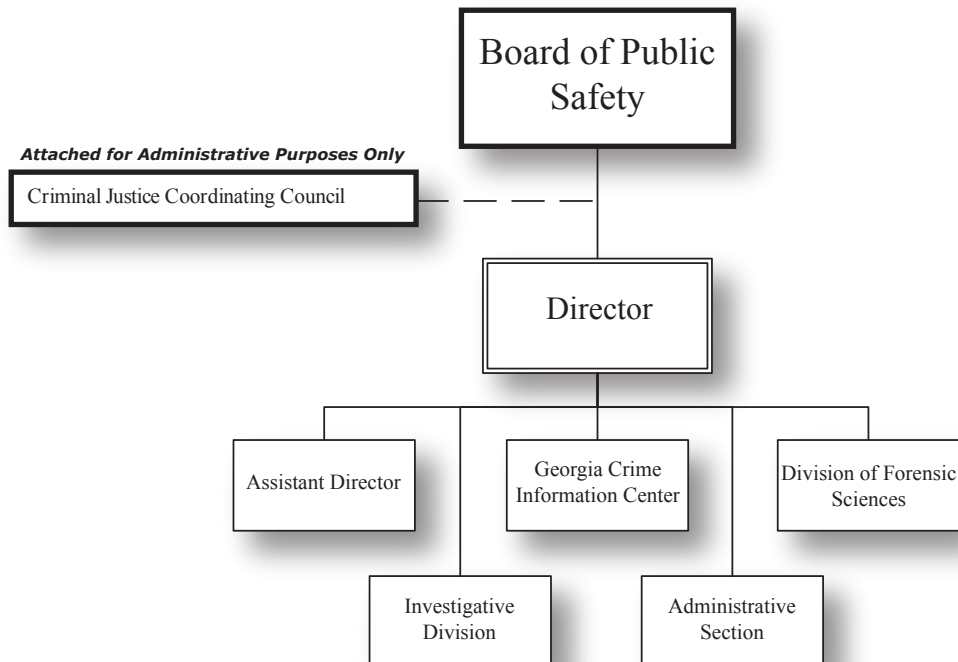
- State Health Care Fraud Control Unit
- High Technology Unit
- Intelligence Unit
- Multi-Jurisdictional Drug Task Forces
- Polygraph Unit
- Georgia Information Sharing and Analysis Center
- Special Operations Unit/Bomb Disposal Unit
- State Drug Task Force

FORENSIC SERVICES

The Division of Forensic Sciences operates the headquarters laboratory in Atlanta and seven regional laboratories in Savannah, Columbus, Augusta, Moultrie, Macon, Summerville and Cleveland.

The laboratories examine submitted evidence, report scientific conclusions about that submitted evidence, and testify in court about results. These services must be timely and as up-to-date as possible to satisfy the needs of the courts and the police. The Headquarters Laboratory consists of the following programs:

- Implied Consent
- Criminalistics
- Photography
- DNA Database
- Toxicology
- Drug Identification
- Latent Prints
- Serology/DNA
- Firearms ID
- Questioned Documents
- Medical Examiner Services



Georgia Bureau of Investigation

Roles, Responsibilities, and Organization

GEORGIA CRIME INFORMATION CENTER

The role of the Georgia Crime Information Center (GCIC) includes the operation of a statewide Criminal Justice Information System (CJIS) Network, linking criminal justice agencies to automated state and national information databases. GCIC is responsible for auditing all Georgia criminal justice agencies that are part of the CJIS network. GCIC also operates and maintains the central repository of criminal records for the state of Georgia, utilizing an Automated Fingerprint Identification System and linking with local law enforcement agencies and courts for real time updates of information. GCIC collects and maintains statistical data describing the extent and nature of reported crime and participates in the national uniform crime reporting system operated by the Federal Bureau of Investigation. GCIC's services also include the Georgia Sex Offender and Protective Order Registries.

ATTACHED AGENCY

The Criminal Justice Coordinating Council enhances the effectiveness of Georgia's criminal justice system by building knowledge and

partnerships among state and local government agencies and non-governmental organizations to develop and sustain results-driven programs, services and activities. It serves as the state administrative agency for numerous federal grant programs and manages state grant programs funded by the Georgia General Assembly. The council conducts planning, research, and evaluation activities to improve criminal justice system operations and coordination. It operates Georgia's Crime Victims Compensation Program which utilizes federal funds and fee and fine proceeds to provide financial assistance to victims of violent crime.

AUTHORITY

Title 35, Official Code of Georgia Annotated.

Georgia Bureau of Investigation

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$74,268,077	\$2,532,804	\$76,800,881
TOTAL STATE FUNDS	\$74,268,077	\$2,532,804	\$76,800,881
Federal Funds	29,883,487	15,171,813	45,055,300
Other Funds	4,887,711	188,012	5,075,723
TOTAL FUNDS	\$109,039,275	\$17,892,629	\$126,931,904

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$975,678
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$677,784), for performance increases for the department (\$271,114), for special adjustments to selected job classes (\$246,580), and for structure adjustments to the statewide salary plan for the department (\$31,391).	1,226,869
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	512,078
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(9,861)
Total Change	\$2,704,764

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$54,447
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$50,302), and for performance increases (\$20,120).	70,422
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	37,986
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,060)
5. Eliminate one-time funds for major repairs and renovations to statewide offices.	(118,000)
6. Eliminate one-time funds for an electrical upgrade at the headquarters facility.	(1,050,000)
7. Reduce funds for operations.	(52,841)
8. Increase federal funds (\$93,856) to reflect projected expenditures for FY 2009.	Yes
Total Change	(\$1,059,046)

Centralized Scientific Services

Purpose: Provide analysis of illicit and licit drugs, unknown substances, and fire debris evidence.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$287,501
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$150,285), for performance increases (\$60,115), for special adjustments to selected job classes (\$246,580), and for structure adjustments to the statewide salary plan (\$31,277).	488,257
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	113,495
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,634)
5. Fill three vacant toxicology scientist positions and two evidence technician positions at the headquarters lab to ensure the timely release of information concerning cause and manner of death.	218,314
6. Increase federal funds (\$1,859,298) and other funds (\$152,009) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,104,933

Georgia Bureau of Investigation

FY 2009 Program Budgets

Criminal Justice Information Services

Purpose: Provide fingerprint identification and processing of criminal history source documents to create and update criminal history records.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$76,333
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$100,256), and for performance increases (\$40,102).	140,358
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	75,712
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,889)
5. Provide funding for computer maintenance services (\$291,067) and infrastructure costs (\$379,896) for the Computerized Criminal History (CCH) system and the Law Enforcement Message Switch (LEMS).	670,963
6. Eliminate one-time funds to relocate servers and communication equipment located at headquarters.	(225,131)
7. Increase federal funds (\$4,003,184) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$736,346

Georgia Information Sharing and Analysis Center

Purpose: Serve as the focal point for collection, analysis and dissemination of information relative to threats or attacks, of a terrorist nature, within and against the State of Georgia, its citizens, or infrastructure.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,208
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$9,026), and for performance increases (\$3,610).	12,636
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,816
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(187)
5. Increase federal funds (\$360,025) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$27,473

Regional Forensic Services

Purpose: Provide pathology services to determine cause and manner of death.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$97,724
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$88,045), and for performance increases (\$35,218).	123,263
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	66,490
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,694)
5. Fill one vacant toxicology scientist position at the Summerville regional lab to reduce the backlog in toxicology cases.	50,118
6. Provide funding for expansion of DNA testing to include felony probationers to assist in solving open unsolved and cold case crimes as prescribed in HB 314.	238,366
7. Eliminate one-time funds for major repairs and renovations to statewide regional offices.	(129,000)
Total Change	\$445,267

Regional Investigative Services

Purpose: Identify, collect, preserve, and process evidence located during crime scene examinations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$399,268
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$249,864), and for performance increases (\$99,946).	349,810
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	188,693
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(4,448)

Georgia Bureau of Investigation

FY 2009 Program Budgets

5. Increase funding to provide laptop computers to field agents to reduce agent field travel and increase efficiency and completion of cases.	125,000
6. Provide funds to add five agent positions, one forensic computer specialist position, one intelligence analyst position and one investigative assistant position to establish the Identity Theft Unit to investigate identity fraud and other criminal activities associated with incidents of identity fraud.	1,067,298
7. Eliminate one-time funds for major repairs and renovations to statewide regional offices.	(236,000)
8. Eliminate one-time funds for the Georgia SecureID initiative.	(89,262)
9. Eliminate one-time funds associated with increasing the size of the Meth Force.	(339,153)
10. Eliminate one-time funds associated with the Child Safety Initiative.	(302,632)
11. Transfer funds to the Special Operations Unit program to properly align the budget with anticipated expenditures.	(50,000)
12. Increase federal funds (\$1,435,444) and other funds (\$34,279) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,108,574

State Healthcare Fraud Unit

Purpose: Identify, arrest, and prosecute providers of health care services who defraud the Medicaid Program.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$5,491
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,455), and for performance increases (\$2,582).	9,037
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,875
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(151)
5. Increase federal funds (\$4,396,250) and other funds (\$1,724) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$19,252

Special Operations Unit

Purpose: Respond to requests from law enforcement agencies statewide in order to render safe explosive devices of all types, and to assist in the identification, arrest, and prosecution of individuals.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$19,922
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,421), and for performance increases (\$2,968).	10,389
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,604
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(34)
5. Transfer funds from Regional Investigative Services to properly align the budget with anticipated expenditures.	50,000
6. Increase federal funds (\$3,023,756) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$85,881

Task Forces

Purpose: Provide the GBI supervisory support to 12 federally funded multi-jurisdictional drug task forces.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$19,639
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$12,461), and for performance increases (\$4,984).	17,445
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	9,410
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(262)
Total Change	\$46,232

Georgia Bureau of Investigation

FY 2009 Program Budgets

Agencies Attached for Administrative Purposes:

Criminal Justice Coordinating Council

Purpose: Improve and coordinate criminal justice efforts throughout Georgia, help create safe and secure communities, and award grants from the Local Law Enforcement and Firefighter Fund.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,145
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,670), for performance increases (\$1,468), and for structure adjustments to the statewide salary plan (\$114).	5,252
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,997
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	2,498
Total Change	\$17,892

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Design and construct a bomb truck garage, Perry, Houston County.	5	\$100,000	\$23,100
2. Design and construct a bomb truck garage, Savannah, Chatham County.	5	100,000	23,100
3. Facility roofing, electrical, and HVAC repairs and renovations, statewide.	5	395,000	91,245
4. Roof replacement at headquarters building, Decatur, DeKalb County.	20	570,000	48,678
Total		\$1,165,000	\$186,123

Georgia Bureau of Investigation

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Centralized Scientific Services				
1. Maintain an accuracy rate of at least 97% for all criminal history information processed by the Georgia Crime Information Center repository	99%	98%	97%	97%
2. Percentage of medical examinations completed same day as received in the regional lab locations	84%	89%	90%	90%
3. Number of service requests older than 30 days in the regional lab locations	626	1,116	1,000	1,000
Regional Investigative Services				
1. Number of criminal investigations worked by the Investigative Division	2,474	2,269	2,269	2,337
2. Number of arrests by the Investigative Division	1,123	1,547	1,547	1,593
Task Forces				
1. Value of contraband seized by the Investigative Division	\$32,168,096	\$39,967,264	\$39,967,264	\$39,967,264
Criminal Justice Coordinating Council				
1. Number of victims served by grant funded programs	2,730	1,960	4,104	4,104

Georgia Bureau of Investigation

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$9,521,414	\$9,905,012	\$11,046,485	\$9,882,735	\$10,081,295
Centralized Scientific Services	14,945,373	14,746,734	13,825,143	14,657,652	16,941,383
Criminal Justice Information Services	15,508,340	14,617,863	10,460,913	10,446,135	15,200,443
Georgia Information Sharing and Analysis Center	1,449,101	1,360,288	891,008	900,235	1,278,506
Regional Forensic Services	7,997,956	8,215,609	8,486,897	8,974,033	8,932,164
Regional Investigative Services	21,948,492	23,043,772	25,750,276	25,216,322	28,328,573
Special Operations Unit	3,579,344	1,947,550	784,354	883,692	3,893,991
State Healthcare Fraud Unit	3,751,936	4,422,610	1,169,624	1,175,725	5,586,850
Task Forces	1,565,437	1,001,474	1,177,946		1,224,178
SUBTOTAL FUNDS	\$80,267,393	\$79,260,912	\$73,592,646	\$72,136,529	\$91,467,383
ATTACHED AGENCIES:					
Criminal Justice Coordinating Council	\$43,270,401	\$36,212,188	\$35,446,629	\$35,853,557	\$35,464,521
TOTAL FUNDS	\$123,537,794	\$115,473,100	\$109,039,275	\$107,990,086	\$126,931,904
<u>Less:</u>					
Federal Funds	\$38,045,509	\$40,480,974	\$29,883,487	\$29,883,487	\$45,055,300
Other Funds	15,681,366	19,757,877	4,887,711	4,887,335	5,075,723
Subtotal	\$53,726,875	\$60,238,851	\$34,771,198	\$34,770,822	\$50,131,023
State General Funds	\$69,810,919	\$55,234,249	\$74,268,077	\$73,219,264	\$76,800,881
TOTAL STATE FUNDS	\$69,810,919	\$55,234,249	\$74,268,077	\$73,219,264	\$76,800,881
Positions	853	861	882	871	890
Motor Vehicles	537	537	537	530	543

Georgia Bureau of Investigation

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$74,268,077	\$2,532,804	\$76,800,881
TOTAL STATE FUNDS	\$74,268,077	\$2,532,804	\$76,800,881
Federal Funds	29,883,487	15,171,813	45,055,300
Other Funds	4,887,711	188,012	5,075,723
TOTAL FUNDS	\$109,039,275	\$17,892,629	\$126,931,904
Administration			
State General Funds	\$11,038,239	(\$1,059,046)	\$9,979,193
Federal Funds	6,812	93,856	100,668
Other Funds	1,434		1,434
Total Funds	\$11,046,485	(\$965,190)	\$10,081,295
Centralized Scientific Services			
State General Funds	\$13,821,542	\$1,104,933	\$14,926,475
Federal Funds		1,859,298	1,859,298
Other Funds	3,601	152,009	155,610
Total Funds	\$13,825,143	\$3,116,240	\$16,941,383
Criminal Justice Information Services			
State General Funds	\$10,458,309	\$736,346	\$11,194,655
Federal Funds		4,003,184	4,003,184
Other Funds	2,604		2,604
Total Funds	\$10,460,913	\$4,739,530	\$15,200,443
Georgia Information Sharing and Analysis Center (GISAC)			
State General Funds	\$890,529	\$27,473	\$918,002
Federal Funds		360,025	360,025
Other Funds	479		479
Total Funds	\$891,008	\$387,498	\$1,278,506
Regional Forensic Services			
State General Funds	\$8,484,642	\$445,267	\$8,929,909
Other Funds	2,255		2,255
Total Funds	\$8,486,897	\$445,267	\$8,932,164
Regional Investigative Services			
State General Funds	\$25,545,794	\$1,108,574	\$26,654,368
Federal Funds		1,435,444	1,435,444
Other Funds	204,482	34,279	238,761
Total Funds	\$25,750,276	\$2,578,297	\$28,328,573

Georgia Bureau of Investigation

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
State Healthcare Fraud Unit			
State General Funds	\$1,169,237	\$19,252	\$1,188,489
Federal Funds		4,396,250	4,396,250
Other Funds	387	1,724	2,111
Total Funds	\$1,169,624	\$4,417,226	\$5,586,850
Special Operations Unit			
State General Funds	\$784,154	\$85,881	\$870,035
Federal Funds		3,023,756	3,023,756
Other Funds	200		200
Total Funds	\$784,354	\$3,109,637	\$3,893,991
Task Forces			
State General Funds	\$1,177,570	\$46,232	\$1,223,802
Other Funds	376		376
Total Funds	\$376	\$46,232	\$1,224,178
Agencies Attached for Administrative Purposes:			
Criminal Justice Coordinating Council			
State General Funds	\$898,061	\$17,892	\$915,953
Federal Funds	29,876,675		29,876,675
Other Funds	4,671,893		4,671,893
Total Funds	\$35,446,629	\$17,892	\$35,464,521

Department of Juvenile Justice

Roles, Responsibilities, and Organization

The Department of Juvenile Justice (DJJ) was created by the General Assembly in its 1992 session. The department's role is twofold:

- Provide for the supervision, detention and rehabilitation of juvenile delinquents committed to the state's custody or supervision; and,
- Provide necessary public safety services by appropriately separating youth offenders from the community.

The department accomplishes its mission through the operation of its five programs: Community Non-Secure Services, Community Supervision, Secure Detention, Secure Commitment and Administration. DJJ provides its services to nearly 60,000 youth every year, and maintains a daily population of about 22,000. Youth who enter into the department's care include those sentenced to probation, short-term incarceration or committed to the state's custody as part of a long-term secure confinement plan.

Based on a needs assessment, youth placed in the department's care receive a variety of rehabilitative services, as well as required educational programming. The department operates as a separate state school district, and has received full Southern Association of Colleges and Schools (SACS) accreditation for both its regular and vocational education components. Juvenile offenders participate in many therapeutic and counseling programs that support their transition back into their communities and reduce the risk of future delinquent activity. One of the department's foremost principles is that of Balanced and Restorative Justice, a set of values that asks that the primary stakeholders in a crime be involved in repairing the harm caused and work to ensure that the community is a stronger

place following the incident. DJJ operates under the guidance of a 15-member board appointed by the Governor.

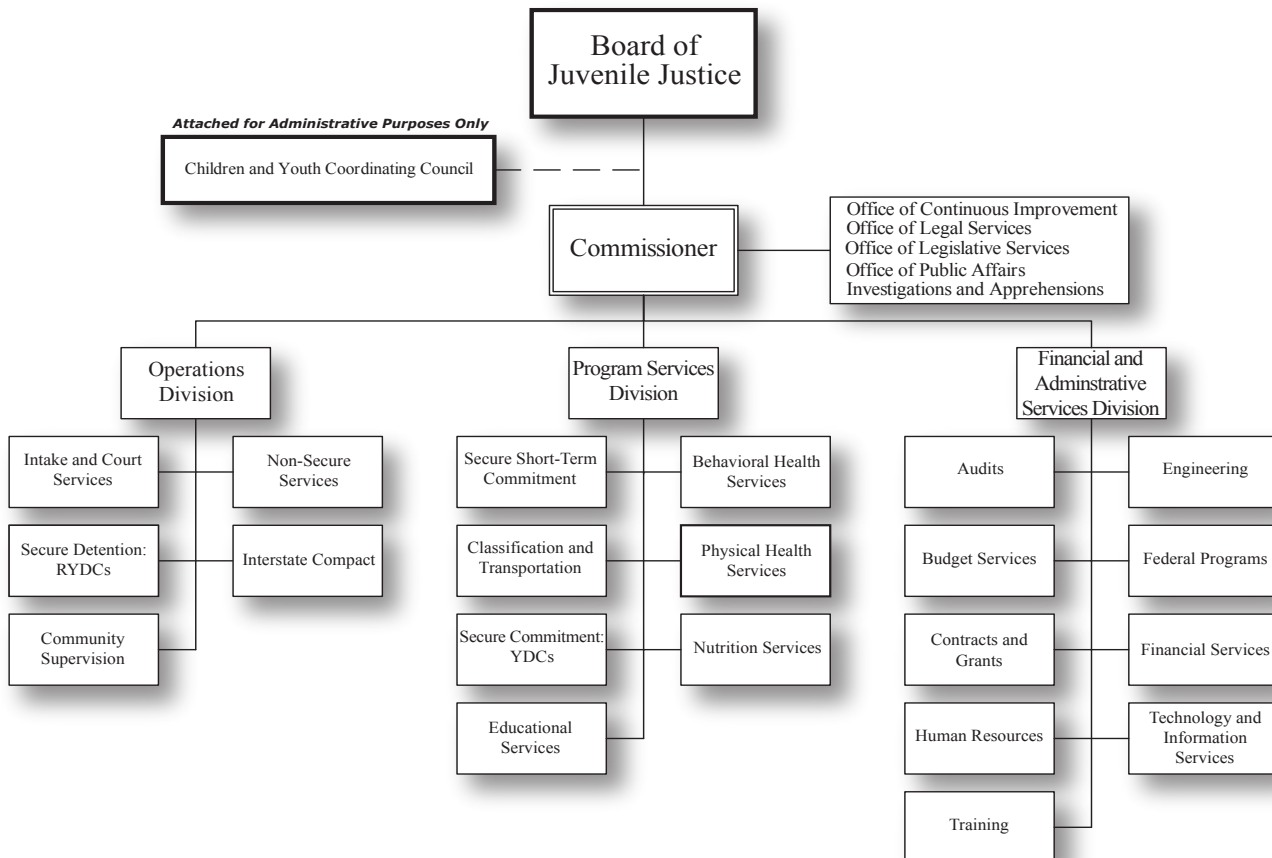
COMMUNITY NON-SECURE SERVICES AND COMMUNITY SUPERVISION

These programs house the services provided to youth offenders placed in community settings as a result of directives issued by the Juvenile Court system. A broad continuum of specific programs delivering supervisory and rehabilitative services are provided to these youthful offenders, including residential therapeutic treatment, wilderness programs, group homes, multi-systemic therapy services, intensive supervision programs and electronic monitoring. Some 20,000 youth reside in community-based settings on any given day while in the department's care.

The Community Supervision program contains all employees responsible for administering those programs housed within the Community Non-Secure Services program. Over 850 of the department's 4,200 staff members are part of the Community Supervision program. Most of these are Juvenile Probation and Parole Specialists, whose primary task is to supervise and maintain continuous interaction with youths placed in their charge.

SECURE DETENTION

All of the state's 22 Regional Youth Detention Centers (RYDCs) are included in the Secure Detention program. RYDC facilities are designed to provide a secure placement for youth awaiting formal adjudication for an offense. Nearly 1,700 staff work in these facilities,



Department of Juvenile Justice

Roles, Responsibilities, and Organization

located across the state and housing an average daily population of approximately 1,200 youth.

SECURE COMMITMENT

The state currently operates eight Youth Detention Campus (YDC) facilities, which house juvenile offenders committed to the state for a maximum of two years, and those youth sentenced to a short-term incarceration program for a maximum of 60 days. These facilities employ approximately 1,400 staff who provide services to an average daily population of nearly 1,000 youth.

Both RYDC and YDC facilities provide the youths housed therein with a variety of services, including academic, recreational, vocational, medical, counseling and other therapeutic programs.

ATTACHED AGENCY

The Children and Youth Coordinating Council (CYCC) is attached for administrative purposes to DJJ, and operates under the guidance of a

23 member board. The Council's goal is to assist local communities in preventing juvenile delinquency through the provision of state and federal grants, technical assistance and training of service providers.

CYCC currently funds 120 community-based programs in Georgia totaling approximately \$6.7 million in five program areas: delinquency prevention and early intervention, enforcement of underage drinking laws, the Juvenile Accountability Block Grant (JABG), Title V prevention and abstinence education.

AUTHORITY

Titles 15-11, 39-3, and 49-4A, Official Code of Georgia Annotated.

Department of Juvenile Justice

Program Budget Financial Summary

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$321,988,293	\$24,434,604	\$346,422,897
TOTAL STATE FUNDS	\$321,988,293	\$24,434,604	\$346,422,897
Federal Funds	2,644,894	97,000	2,741,894
Other Funds	18,635,165	(4,981,075)	13,654,090
TOTAL FUNDS	\$343,268,352	\$19,550,529	\$362,818,881

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,505,324
2. Provide for a general salary increase of 2.5% effective January 1, 2009 for the department (\$2,498,736), for performance increases for the department (\$999,495), for employees in specified critical jobs (\$1,212,107), and for structure adjustments to the statewide salary plan (\$65,776).	4,776,114
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,878,485
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	832,262
Total Change	\$10,992,185

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$210,191
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$200,229), for performance increases (\$80,092), and for structure adjustments to the statewide salary plan (\$5,721).	286,042
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	112,416
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	49,936
Total Change	\$658,585

Community Non-Secure Commitment

Purpose: Protect the public, hold youth accountable for their actions, and assist youth in becoming law-abiding citizens by providing non-hardware secure community-based residential placement or services for committed youth.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$27,131
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$29,370), and for performance increases (\$13,536).	42,906
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	16,863
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	7,489
5. Provide a 3% Consumer Price Index-related increase for contractors who provide residential services to adjudicated youth, and manage contractual costs to develop community and secure facility-based placement services.	566,055
6. Transfer funds from the Community Non-Secure Commitment program to the Secure Commitment program (\$1,068,413) and the Secure Detention program (\$1,400,000) to provide adequate secure facility capacity.	(2,468,413)
7. Provide state funds to fully operate the Institutional Foster Care system as required by revised federal administrative rules (\$5,000,000) and meet projected expenses (\$266,580).	5,266,580

Department of Juvenile Justice

Program Budget Financial Summary

8. Eliminate the Short Term Placement program by closing McIntosh YDC (\$3,435,074), discontinuing two residential wilderness programs (\$2,976,535), and repurposing the Savannah River Challenge YDC facility from short term to long term placement beds for committed youth to provide for better outcomes related to youth recidivism and redirect associated funding to community-based supervisory staff with 67 additional juvenile probation and parole positions and infrastructure investments.	Yes
9. Reflect projected loss of federal and other funds due to revisions of the administrative rules related to Institutional Foster Care (Total funds: \$5,000,000).	Yes
Total Change	\$3,458,611

Community Supervision

Purpose: Protect the public, hold youth accountable for their actions, and assist youth in becoming law-abiding citizens.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$667,320
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$460,970), for performance increases (\$184,388), for employees in specified critical jobs (\$247,270), for special adjustments to selected job classes, and for structure adjustments to the statewide salary plan (\$13,171).	905,799
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	355,984
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	158,130
5. Add 67 juvenile probation and parole staff in the Community Supervision program to supervise and provide rehabilitative services to youth placed in community settings rather than secure facilities.	3,199,738
Total Change	\$5,286,971

Secure Commitment

Purpose: Protect the public and hold youth accountable for their actions by providing temporary, secure, and safe care, and supervise of high-risk youth.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,182,965
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$819,962), for performance increases (\$327,985), for employees in specified critical jobs (\$439,995), for special adjustments to selected job classes, and for structure adjustments to the statewide salary plan (\$23,427).	1,611,369
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Total Funds: \$639,674).	633,277
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	281,305
5. Transfer funds from the Community Non-Secure Commitment program to the Secure Commitment program and the Secure Detention program to provide adequate secure facility capacity.	1,068,413
6. Eliminate the Short Term Placement program by closing McIntosh YDC (\$3,435,074), discontinuing two residential wilderness programs (\$2,976,535), and repurposing the Savannah River Challenge YDC facility from short term to long term placement beds for committed youth to provide for better outcomes related to youth recidivism and redirect associated funding to community-based supervisory staff with 67 additional juvenile probation and parole positions and infrastructure investments.	Yes
Total Change	\$4,777,329

Secure Detention

Purpose: Protect the public and hold youth accountable for their actions by providing temporary, secure, and safe care, and supervise of high-risk youth.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,410,055
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$981,955), for performance increases (\$390,994), for employees in specified critical jobs (\$524,842), for special adjustments to selected job classes, and for structure adjustments to the statewide salary plan (\$23,457).	1,921,248
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	755,061
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	335,402

Department of Juvenile Justice

Program Budget Financial Summary

5. Transfer funds from the Community Non-Secure commitment program to the Secure Commitment program and the Secure Detention program to provide adequate secure facility capacity.	1,400,000
6. Provide a 3% Consumer Price Index-related increase for contractors who provide residential services to adjudicated youth, and manage contractual costs to develop community- and secure facility-based placement services.	2,645,554
7. Transfer funds from Secure Detention program to the Children and Youth Coordinating Council to cover statewide budget changes reflected in HB 95.	(13,100)
Total Change	\$8,454,220

Agencies Attached for Administrative Purposes:

Children and Youth Coordinating Council

Purpose: Assist local communities in preventing and reducing juvenile delinquency.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,662
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$6,250), and for performance increases (\$2,500) .	8,750
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	4,884
4. Provide one-time funding for a system of care pilot to coordinate delivery of community-based services for children with severe emotional disorders.	2,000,000
5. Reduce 6 positions as a result of the administrative efficiencies gained through the consolidation of CYCC and Children's Trust Fund to create the Office of Children and Families.	(182,054)
6. Transfer 1 position to the Office of Planning and Budget for administrative support of the Office of Children and Families.	(53,454)
7. Transfer funds from Secure Detention program to CYCC to cover statewide budget changes reflected in HB 95.	13,100
8. Reflect increase of Federal Formula grant award in FFY 2007 (Total Funds: \$97,000).	Yes
Total Change	\$1,798,888

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Major repairs at various facilities statewide.	5	\$4,345,000	\$1,003,695
2. Minor construction and renovations at various facilities statewide.	5	6,810,000	1,573,110
Total		\$11,155,000	\$2,576,805

Department of Juvenile Justice

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Community Supervision				
1. Percent of youth served in the community	34%	39%	39%	39%
2. Percent of youth discharged from commitment to department that are recommitted or resentenced within one year of release	22%	27%	27%	27%
3. Percent of youth discharged from commitment to department that are recommitted or resentenced within three years of release	43%	43%	43%	43%
Secure Commitment				
1. Average utilization rate of available bed space	91%	96%	100%	100%
Secure Detention				
1. Average utilization rate of available bed space	97%	99%	102%	102%

Department of Juvenile Justice

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$28,502,020	\$28,940,196	\$28,253,414	\$28,463,605	\$28,913,135
Community Non-Secure Services	51,126,348	53,121,231	56,672,010	53,370,189	55,130,790
Community Supervision	40,708,929	44,093,868	54,827,574	58,694,632	60,118,141
Secure Commitment	91,755,981	89,614,311	96,962,777	95,515,470	101,746,503
Secure Detention	89,955,872	97,312,747	103,392,729	108,835,238	111,854,576
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$302,049,150	\$313,082,353	\$340,108,504	\$344,879,134	\$357,763,145
<u>ATTACHED AGENCIES:</u>					
Children and Youth Coordinating Council	\$6,226,812	\$7,339,533	\$3,159,848	\$3,270,446	\$5,055,736
TOTAL FUNDS	\$308,275,962	\$320,421,886	\$343,268,352	\$348,149,580	\$362,818,881
<u>Less:</u>					
Federal Funds	\$14,619,329	\$9,791,913	\$2,644,894	\$2,741,894	\$2,741,894
Other Funds	8,761,220	16,728,544	18,635,165	13,371,554	13,654,090
Subtotal	\$23,380,549	\$26,520,457	\$21,280,059	\$16,113,448	\$16,395,984
 State General Funds	 \$284,895,413	 \$293,901,429	 \$321,988,293	 \$332,036,132	 \$346,422,897
 TOTAL STATE FUNDS	 \$284,895,413	 \$293,901,429	 \$321,988,293	 \$332,036,132	 \$346,422,897
 Positions	 4,257	 4,386	 4,693	 4,760	 4,760
Motor Vehicles	275	277	278	278	278

Department of Juvenile Justice

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$321,988,293	\$24,434,604	\$346,422,897
TOTAL STATE FUNDS	\$321,988,293	\$24,434,604	\$346,422,897
Federal Funds	2,644,894	97,000	2,741,894
Other Funds	18,635,165	(4,981,075)	13,654,090
TOTAL FUNDS	\$343,268,352	\$19,550,529	\$362,818,881
Administration			
State General Funds	\$28,050,733	\$658,585	\$28,709,318
Other Funds	202,681	1,136	203,817
Total Funds	<u>\$28,253,414</u>	<u>\$659,721</u>	<u>\$28,913,135</u>
Community Non-Secure Services			
State General Funds	\$46,669,391	\$3,458,611	\$50,128,002
Other Funds	10,002,619	(4,999,831)	5,002,788
Total Funds	<u>\$56,672,010</u>	<u>(\$1,541,220)</u>	<u>\$55,130,790</u>
Community Supervision			
State General Funds	\$50,528,647	\$5,286,971	\$55,815,618
Other Funds	4,298,927	3,596	4,302,523
Total Funds	<u>\$54,827,574</u>	<u>\$5,290,567</u>	<u>\$60,118,141</u>
Secure Commitment			
State General Funds	\$93,969,041	\$4,777,329	\$98,746,370
Federal Funds	892,894		892,894
Other Funds	2,100,842	6,397	2,107,239
Total Funds	<u>\$96,962,777</u>	<u>\$4,783,726</u>	<u>\$101,746,503</u>
Secure Detention			
State General Funds	\$101,362,633	\$8,454,220	\$109,816,853
Other Funds	2,030,096	7,627	2,037,723
Total Funds	<u>\$103,392,729</u>	<u>\$8,461,847</u>	<u>\$111,854,576</u>
Agencies Attached for Administrative Purposes:			
Children and Youth Coordinating Council			
State General Funds	\$1,407,848	\$1,798,888	\$3,206,736
Federal Funds	1,752,000	97,000	1,849,000
Total Funds	<u>\$3,159,848</u>	<u>\$1,895,888</u>	<u>\$5,055,736</u>

Department of Labor

Roles, Responsibilities, and Organization

The Department of Labor is empowered to administer federal labor programs and to enforce various state laws pertaining to labor, with an overall mission to promote the economic well-being of the state. The department's core businesses are workforce services and rehabilitation services.

WORKFORCE SERVICES

One of the department's primary responsibilities is the administration of the public employment service in the state through a statewide network of 53 offices. It provides an array of services, including: the referral of qualified applicants to employers; counseling and other services to help evaluate workers' job skills and better prepare them for available jobs; and the referral to services provided by other agencies in the community.

In a partnership with businesses and other community leaders, the department provides job training to economically disadvantaged individuals, non-traditional employees, and dislocated workers to increase employment opportunities and improve the quality of the labor force in Georgia. The one-stop system delivers these comprehensive workforce development services to customers. For employers, the division provides "no-cost" labor exchange services that include the maintenance of interstate and intrastate job banks, employment screening, on-the-job training programs, and tax credits through the Worker Opportunities Tax Credit Act.

Additionally, the department serves at-risk youth through its Jobs for Georgia Graduates program, which offers career exploration, leadership skill development, and mentoring services to assist high school students in completing their secondary education and to prepare them for higher education, military service, or employment.

The department reduces the adverse impact of unemployment by providing monetary payments to eligible individuals for a limited period and by assisting employers in minimizing their unemployment insurance tax liability. Disability Adjudication Services determines eligibility for Supplemental Security Income and Social Security Disability Income benefits for those individuals who are no longer able to work. The department also administers Georgia laws regulating the employment of children.

Compiling and disseminating labor market information is another responsibility of the department. Available information includes data on employment, worker availability, wages, and trends. Several of the statistical series published by the department, such as Georgia Labor Market Trends and Area Labor Profiles, serve as key indicators of the state's economic health.

The department is also responsible for workplace safety. It has regulatory responsibility for equipment such as elevators, escalators, safety glass, amusement and carnival rides, high voltage apparatus, boilers, and pressure vessels. It also provides training and information on workplace exposure to hazardous chemicals and incident reports.

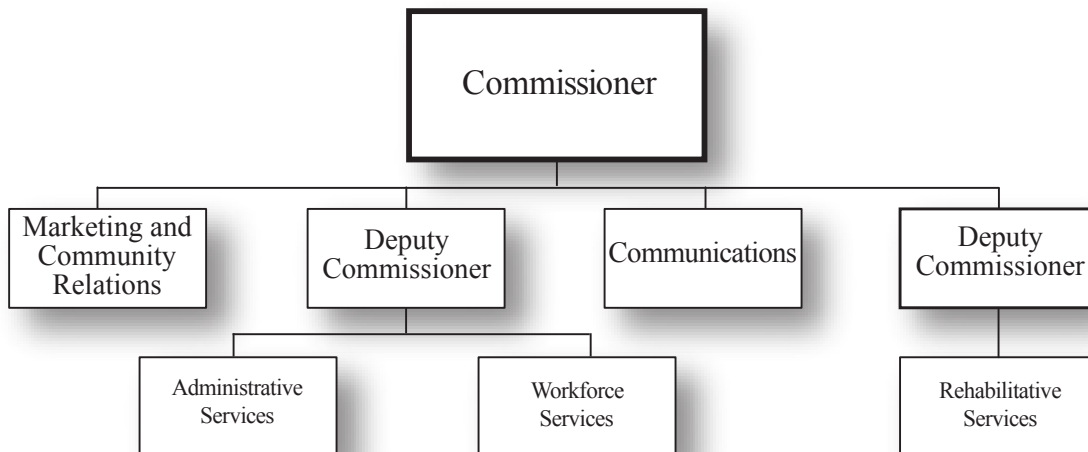
REHABILITATION SERVICES

The department provides opportunities for work and personal independence for Georgians with disabilities. In pursuit of this goal, the department administers several programs: the Business Enterprise Program, which assists severely visually impaired individuals in becoming private vendors; Georgia Industries for the Blind, which provides employment for severely visually impaired and disabled individuals; Vocational Rehabilitation, which prepares people with disabilities for successful employment outcomes; and Roosevelt Warm Springs Institute for Rehabilitation.

The Roosevelt Warm Springs Institute is a statewide comprehensive rehabilitation facility serving people with severe disabilities. The goal of the institute is to increase the self-sufficiency of people with disabilities so they can better manage their disabilities, live independently, and maintain employment.

AUTHORITY

Titles 8, 30-2, 34, 39 and 46, Official Code of Georgia Annotated. The U.S. Vocational Rehabilitation Act of 1973, as amended; Georgia Rehabilitation Act. Public Laws 93-112, 93-516, 94-230, 95-602, 98-221, 99-506, 100-230 and the Social Security Act, as amended.



Department of Labor

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$55,209,022	\$1,249,893	\$56,458,915
TOTAL STATE FUNDS	\$55,209,022	\$1,249,893	\$56,458,915
Federal Funds	260,232,588	67,430,979	327,663,567
Other Funds	38,198,678		38,198,678
TOTAL FUNDS	\$353,640,288	\$68,680,872	\$422,321,160

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$639,528
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$456,833), for performance increases (\$182,733), and for structure adjustments to the statewide salary plan (\$52,540).	692,106
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	337,459
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(447,112)
Total Change	\$1,221,981

Administration - Department of Labor

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$42,337
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$31,827), for performance increases (\$12,731), and for structure adjustments to the statewide salary plan (\$3,661).	48,219
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	23,512
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(34,883)
5. Increase federal funds (\$24,816,917) to reflect projected expenses for FY 2009.	Yes
Total Change	\$79,185

Administration - Division of Rehabilitation

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$17,267
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$12,443), for performance increases (\$4,977), and for structure adjustments to the statewide salary plan (\$1,431).	18,851
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	9,191
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(12,840)
5. Increase federal funds (\$530,000) to reflect projected expenses for FY 2009.	Yes
Total Change	\$32,469

Business Enterprise Program

Purpose: Assist people who are blind in becoming successful contributors to the state's economy.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,517
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,509), for performance increases (\$1,004), and for structure adjustments to the statewide salary plan (\$289).	3,802
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,853
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(2,788)
5. Increase federal funds (\$650,000) to reflect projected expenses for FY 2009.	Yes
Total Change	\$6,384

Department of Labor

FY 2009 Program Budgets

Commission on Women

Purpose: Advance the health, education, economic, social, and legal status of women in Georgia.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

Disability Adjudication Section

Purpose: Efficiently process applications for federal disability programs so that eligible Georgia citizens can obtain support.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

Georgia Industries for the Blind

Purpose: Employ people who are blind in manufacturing and packaging facilities in Bainbridge and Griffin.

Recommended Change:

- | | | |
|----|---|-----------|
| 1. | Annualize the cost of the FY 2008 salary adjustment. | \$86,848 |
| 2. | Provide for a general salary increase of 2.5% effective January 1, 2009 (\$64,583), for performance increases (\$25,833), and for structure adjustments to the statewide salary plan (\$7,428). | 97,844 |
| 3. | Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 47,707 |
| 4. | Reflect an adjustment in the Worker's Compensation premium rate structure. | (12,123) |
| | Total Change | \$220,276 |

Labor Market Information

Purpose: Collect, analyze, and publish a wide array of information about the state's labor market.

Recommended Change:

- | | | |
|----|---|----------|
| 1. | Annualize the cost of the FY 2008 salary adjustment. | \$10,616 |
| 2. | Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,038), for performance increases (\$3,215), and for structure adjustments to the statewide salary plan (\$924). | 12,177 |
| 3. | Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 5,938 |
| 4. | Reflect an adjustment in the Worker's Compensation premium rate structure. | (7,366) |
| | Total Change | \$21,365 |

Roosevelt Warm Springs Institute

Purpose: Empower individuals with disabilities to achieve personal independence.

Recommended Change:

- | | | |
|----|---|-----------|
| 1. | Annualize the cost of the FY 2008 salary adjustment. | \$72,204 |
| 2. | Provide for a general salary increase of 2.5% effective January 1, 2009 (\$51,285), for performance increases (\$20,514), and for structure adjustments to the statewide salary plan (\$5,898). | 77,697 |
| 3. | Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 37,884 |
| 4. | Reflect an adjustment in the Worker's Compensation premium rate structure. | (57,618) |
| 5. | Increase federal funds (\$542,247) to reflect projected expenses for FY 2009. | Yes |
| | Total Change | \$130,167 |

Department of Labor

FY 2009 Program Budgets

Safety Inspections

Purpose: Promote and protect public safety, provide training and information on workplace exposure to hazardous chemicals, and promote industrial safety.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$36,069
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$27,096), for performance increases (\$10,838), and for structure adjustments to the statewide salary plan (\$3,116).	41,050
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	20,015
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(33,243)
5. Fill two safety inspector positions, add four new safety inspectors, and one new clerical position to meet increased workload needs.	504,912
Total Change	\$568,803

Unemployment Insurance

Purpose: Enhance Georgia's economic strength by collecting unemployment insurance taxes from Georgia's employers and distributing unemployment benefits to eligible claimants.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$148,881
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$100,736), for performance increases (\$40,295), and for structure adjustments to the statewide salary plan (\$11,586).	152,617
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	74,413
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(106,434)
5. Increase federal funds (\$12,592,837) to reflect projected expenses for FY 2009.	Yes
Total Change	\$269,477

Vocational Rehabilitation

Purpose: Assist people with disabilities so that they may go to work.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$116,843
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$82,563), for performance increases (\$33,025), and for structure adjustments to the statewide salary plan (\$9,496).	125,084
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	60,989
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(90,615)
5. Delete one-time funding for the Hinesville Center for the Georgia Center for the Hearing Impaired.	(167,000)
6. Delete one-time funding for the Albany Advocacy Resource Center.	(50,000)
7. Delete funds received in HB1027 for SHARE.	(50,000)
8. Delete funds received in HB1027 for Assistive Technology Centers and Reboot.	(30,000)
Total Change	(\$84,699)

Workforce Development

Purpose: Assist employers and job seekers with job matching services and promote economic growth and development.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$104,946
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$75,752), for performance increases (\$30,301), and for structure adjustments to the statewide salary plan (\$8,712).	114,765
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	55,957
4. Reflect an adjustment in the Worker's Compensation premium rate structure.	(89,202)

Department of Labor FY 2009 Program Budgets

5. Reduce contractual services.	(180,000)
6. Increase federal funds (\$28,298,978) to reflect projected expenses for FY 2009.	Yes
Total Change	<hr/> \$6,466

Department of Labor Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Business Enterprise Program				
1. Percentage of new blind vendors	7%	5%	3%	3%
2. Amount collected in total sales	\$11,442,499	\$11,240,292	\$11,300,000	\$11,350,000
Disability Adjudication Section				
1. Percentage of disability benefit determinations shown to be correct in federal quality reviews	222,257	204,218	212,529	218,905
2. Average time in days for processing a federal disability claim	\$453	\$470	\$480	\$495
Georgia Industries for the Blind				
1. Percentage of labor performed by individuals who are legally blind	31,785	31,250	31,235	31,235
2. Number of blind persons employed	\$1,275	\$1,272	\$1,272	\$1,272
Labor Market Information				
1. Percentage response rate to the federal occupational employment statistics survey	191,473	196,924	194,030	200,798
Roosevelt Warm Springs institute				
1. Percentage of patients with a physical disability who demonstrate an increase in functional gain between admission and discharge	87%	90%	90%	90%
Safety Inspections				
1. Number of elevator and escalator inspections conducted by state inspectors	28,751	27,997	35,352	35,352
2. Number of boiler and pressure vessel inspections conducted by state inspectors	4,826	3,996	4,101	4,101
Unemployment Insurance				
1. Average duration of unemployment insurance benefits in weeks	11	11	12	12
2. Percentage of unemployment insurance benefits recipients who are paid accurately	93%	93%	92%	92%
Vocational Rehabilitation Program				
1. Percentage of clients who obtain and retain employment for at least 90 days during the year	57%	57%	56%	56%
Workforce Development				
1. Percentage of adults employed 90 days following Workforce Investment Act services	81%	78%	82%	82%
2. Percentage of youth who obtain a job, earn a credential, or further their education following Workforce Investment Act services	91%	77%	73%	74%

Department of Labor

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration - Department of Labor	\$38,572,584	\$38,835,282	\$14,087,612	\$14,975,397	\$38,983,714
Administration - Division of Rehabilitation	5,789,838	4,627,004	3,679,770	3,700,808	4,242,239
Business Enterprise Program	1,855,367	1,757,139	1,757,604	1,762,144	2,413,988
Commission on Women	98,177	92,290	93,172	93,172	93,172
Disability Adjudication Section	49,147,911	45,204,181	55,598,820	55,598,820	55,598,820
Georgia Industries for the Blind	10,673,151	10,194,972	12,159,221	12,249,606	12,379,497
Labor Market Information	3,041,904	3,140,059	2,993,819	3,124,904	3,015,184
Roosevelt Warm Springs Institute	31,642,572	29,567,084	32,523,277	32,611,219	33,195,691
Safety Inspections	2,826,647	2,858,254	3,102,084	3,723,324	3,670,887
Unemployment Insurance	53,149,459	60,077,374	47,691,819	50,462,224	60,554,133
Vocational Rehabilitation Program	83,195,974	82,765,949	86,141,780	87,310,068	86,057,081
Workforce Development	119,472,219	123,461,715	93,811,310	96,117,912	122,116,754
TOTAL FUNDS	\$399,465,803	\$402,581,303	\$353,640,288	\$361,729,598	\$422,321,160
<u>Less:</u>					
Federal Funds	\$298,508,582	\$315,518,044	\$260,232,588	\$261,341,038	\$327,663,567
Other Funds	47,160,007	36,703,375	38,198,678	37,698,678	38,198,678
Subtotal	\$345,668,589	\$352,221,419	\$298,431,266	\$299,039,716	\$365,862,245
State General Funds	\$53,797,214	\$50,359,884	\$55,209,022	\$62,689,882	\$56,458,915
TOTAL STATE FUNDS	\$53,797,214	\$50,359,884	\$55,209,022	\$62,689,882	\$56,458,915
Positions	3,887	3,890	3,894	3,922	3,899
Motor Vehicles	84	84	84	84	84

Department of Labor

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$55,209,022	\$1,249,893	\$56,458,915
TOTAL STATE FUNDS	\$55,209,022	\$1,249,893	\$56,458,915
Federal Funds Not Specifically Identified	260,232,588	67,430,979	327,663,567
Other Funds	38,198,678		38,198,678
TOTAL FUNDS	\$353,640,288	\$68,680,872	\$422,321,160
Administration - Department of Labor			
State General Funds	\$3,480,593	\$79,185	\$3,559,778
Federal Funds Not Specifically Identified	10,607,019	24,816,917	35,423,936
Total Funds	<u>\$14,087,612</u>	<u>\$24,896,102</u>	<u>\$38,983,714</u>
Administration - Division of Rehabilitation			
State General Funds	\$2,296,252	\$32,469	\$2,328,721
Federal Funds Not Specifically Identified	1,383,518	530,000	1,913,518
Total Funds	<u>\$3,679,770</u>	<u>\$562,469</u>	<u>\$4,242,239</u>
Business Enterprise Program			
State General Funds	\$441,519	\$6,384	\$447,903
Federal Funds Not Specifically Identified	1,316,085	650,000	1,966,085
Total Funds	<u>\$1,757,604</u>	<u>\$656,384</u>	<u>\$2,413,988</u>
Commission on Women			
State General Funds	\$93,172		\$93,172
Total Funds	<u>\$93,172</u>	<u>\$0</u>	<u>\$93,172</u>
Disability Adjudication Section			
Federal Funds Not Specifically Identified	\$55,598,820		\$55,598,820
Total Funds	<u>\$55,598,820</u>	<u>\$0</u>	<u>\$55,598,820</u>
Georgia Industries for the Blind			
State General Funds	\$559,846	\$220,276	\$780,122
Other Funds	11,599,375		11,599,375
Total Funds	<u>\$12,159,221</u>	<u>\$220,276</u>	<u>\$12,379,497</u>
Labor Market Information			
State General Funds	\$743,946	\$21,365	\$765,311
Federal Funds Not Specifically Identified	2,249,873		2,249,873
Total Funds	<u>\$2,993,819</u>	<u>\$21,365</u>	<u>\$3,015,184</u>
Roosevelt Warm Springs Institute			
State General Funds	\$7,183,148	\$130,167	\$7,313,315
Federal Funds Not Specifically Identified	6,447,042	542,247	6,989,289
Other Funds	18,893,087		18,893,087
Total Funds	<u>\$32,523,277</u>	<u>\$672,414</u>	<u>\$33,195,691</u>

Department of Labor Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Safety Inspections			
State General Funds	\$2,933,532	\$568,803	\$3,502,335
Federal Funds Not Specifically Identified	168,552		168,552
Total Funds	\$3,102,084	\$568,803	\$3,670,887
Unemployment Insurance			
State General Funds	\$11,111,470	\$269,477	\$11,380,947
Federal Funds Not Specifically Identified	36,580,349	12,592,837	49,173,186
Total Funds	\$47,691,819	\$12,862,314	\$60,554,133
Vocational Rehabilitation Program			
State General Funds	\$17,968,411	(\$84,699)	\$17,883,712
Federal Funds Not Specifically Identified	65,667,153		65,667,153
Other Funds	2,506,216		2,506,216
Total Funds	\$86,141,780	(\$84,699)	\$86,057,081
Workforce Development			
State General Funds	\$8,397,133	\$6,466	\$8,403,599
Federal Funds Not Specifically Identified	80,214,177	28,298,978	108,513,155
Other Funds	5,200,000		5,200,000
Total Funds	\$93,811,310	\$28,305,444	\$122,116,754

Department of Law

Roles, Responsibilities, and Organization

The Department of Law, headed by the Attorney General, provides legal representation and advice to the departments, officials, and employees of the executive branch of state government. The Attorney General is a constitutional officer elected to a four-year term in the same general election as the Governor.

The Department of Law represents the state in any civil and criminal case to which the state is a party, in all capital felony actions before the Georgia Supreme Court, and in all actions before the Supreme Court of the United States.

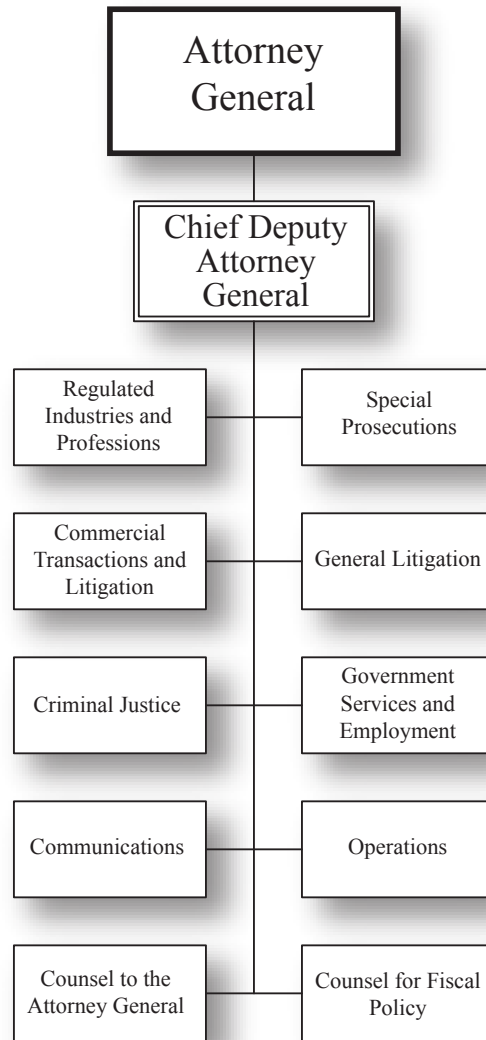
As the chief legal officer of the state and the legal advisor to the executive branch of state government, it is the duty of the Attorney General to provide opinions on any question of law involving the interests of the state or duties of any department. It is also the responsibility of the Attorney General to prepare and review contracts and other legal documents in which the state is interested and to draft proposed legislation or rules and regulations for state departments.

The Attorney General, as head of the Department of Law and chief legal officer of the state, is authorized to institute and conduct investigations at any time into the affairs of the state and its departments and agencies or the official conduct of any state official or employee, as well as the affairs of any person, firm, or corporation for violations in their dealings with the state. The Attorney General is also vested with complete and exclusive authority and jurisdiction in all matters of law relating to state authorities.

The Department of Law is organized into five legal divisions and an operations division, all of which are headed by the Attorney General. The specialized legal divisions – Regulated Industries and Professions, Commercial Transactions and Litigation, Criminal Justice, General Litigation, and Government Services and Employment – provide a full range of legal services to state departments, agencies, authorities, boards, bureaus, commissions, and institutions. These Executive Branch entities reimburse the department for the litigation expenses incurred, such as court costs, witness fees, filing costs, and reporting costs. In addition, the Special Prosecutions Unit carries out the prosecutorial functions vested in the Department of Law.

AUTHORITY

Title 35, Official Code of Georgia Annotated.



Department of Law

FY 2009 Program Budgets

Department Budget Summary	FY 2008 <u>Current Budget</u>	<u>Changes</u>	FY 2009 <u>Recommendation</u>
State General Funds	<u>\$18,446,804</u>	<u>\$1,837,646</u>	<u>\$20,284,450</u>
TOTAL STATE FUNDS	\$18,446,804	\$1,837,646	\$20,284,450
Other Funds	<u>36,826,240</u>		<u>36,826,240</u>
TOTAL FUNDS	\$55,273,044	\$1,837,646	\$57,110,690

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$265,122
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$247,231) and for performance increases (\$98,893), and for special adjustments to selected job classes (\$960,258).	1,306,382
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	222,914
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(28,748)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	71,976
Total Change	\$1,837,646

Law

Purpose: To serve the citizens of the state of Georgia by providing legal representation of the highest quality to the agencies, officers, and employees of state government.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$265,122
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$247,231) and for performance increases (\$98,893), and for special adjustments to selected job classes (\$960,258).	1,306,382
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	222,914
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(28,748)
5. Increase the GBA real estate rental rate for office space.	71,976
6. Redirect base level hospital acquisition funding (\$50,000) for projected hospital sales in FY 2009.	Yes
Total Change	\$1,837,646

Department of Law Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Law	\$54,357,905	\$56,544,368	\$55,273,044	\$55,538,166	\$57,110,690
TOTAL FUNDS	\$54,357,905	\$56,544,368	\$55,273,044	\$55,538,166	\$57,110,690
<u>Less:</u>					
Other Funds	\$37,143,504	\$41,954,724	\$36,826,240	\$36,826,240	\$36,826,240
Subtotal	\$37,143,504	\$41,954,724	\$36,826,240	\$36,826,240	\$36,826,240
State General Funds	\$17,214,401	\$14,589,644	\$18,446,804	\$18,711,926	\$20,284,450
TOTAL STATE FUNDS	\$17,214,401	\$14,589,644	\$18,446,804	\$18,711,926	\$20,284,450
Positions	192	192	221	221	221
Motor Vehicles	2	1	1	1	1

Department of Law

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$18,446,804	\$1,837,646	\$20,284,450
TOTAL STATE FUNDS	\$18,446,804	\$1,837,646	\$20,284,450
Other Funds	36,826,240		36,826,240
TOTAL FUNDS	\$55,273,044	\$1,837,646	\$57,110,690

Law

State General Funds	\$18,446,804	\$1,837,646	\$20,284,450
Other Funds	36,826,240		36,826,240
Total Funds	\$18,446,804	\$1,837,646	\$57,110,690

Department of Natural Resources

Roles, Responsibilities, and Organization

The Department of Natural Resources provides natural resource development, management, and protection services to Georgia's citizens and local governments. These services include the operation of state parks and historic sites; management and protection of wildlife and coastal resources; enforcement of wildlife, boating safety, and environmental laws; promotion of and assistance with pollution prevention; and protection and management of the state's water, air, and land resources in accordance with various state and federal laws.

PARKS, RECREATION, AND HISTORIC SITES

The program provides recreational opportunities to the citizens of Georgia through the development and operation of 48 parks and 15 historic sites. These parks and historic sites attracted over 11 million visitors during FY 2007. The program manages over 72,000 acres with such amenities as campgrounds, cottages, lodges, swimming pools, group camps, and golf courses.

WILDLIFE RESOURCES

Lands and freshwater habitats are managed by Wildlife Resources for public hunting, fishing, and educational purposes. This program also promotes the conservation and wise use of game and nongame wildlife resources. All state laws and departmental regulations regarding wildlife, fishery resources, wild animals, boating safety, and hunter safety are enforced by the law enforcement section. The program manages public fishing areas, wildlife management areas, and produces fish in state hatcheries.

COASTAL RESOURCES

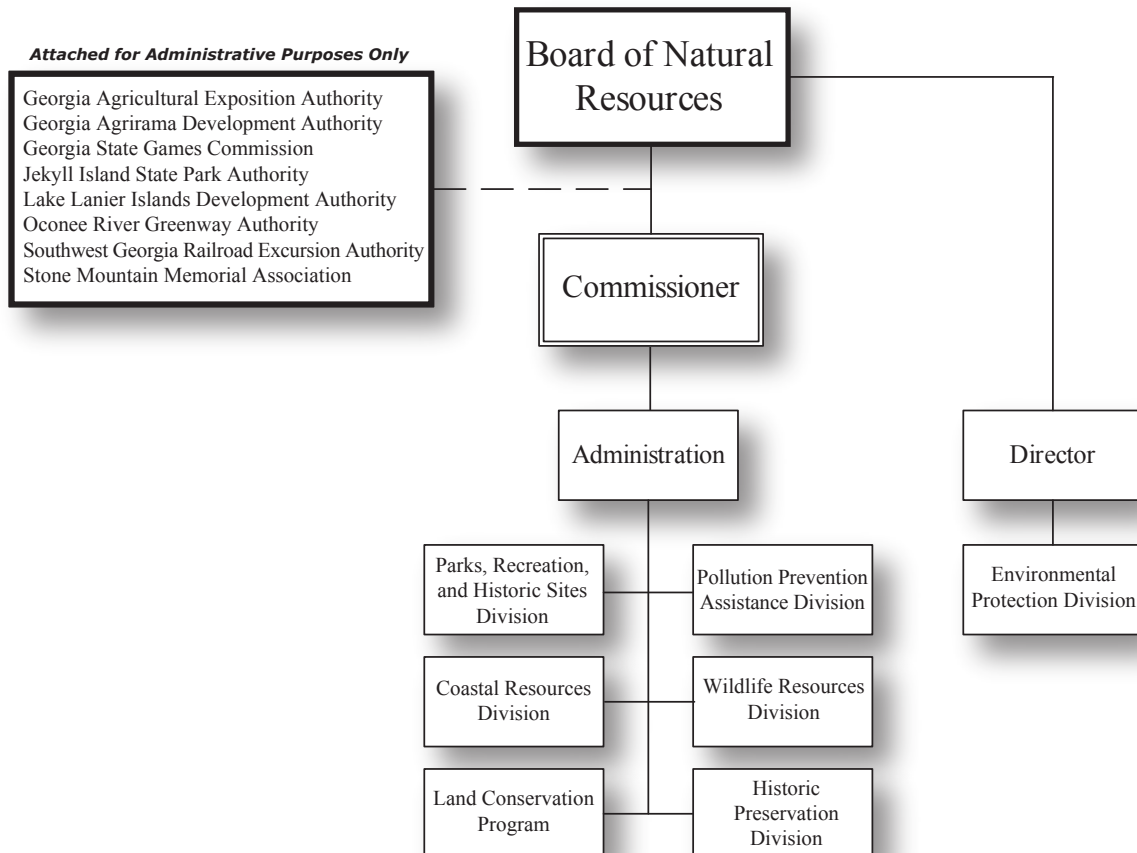
The primary objectives of this program are to ensure the optimum commercial and recreational utilization of Georgia's marine fisheries resources over the long term for the benefit of all Georgians and to protect, conserve, and restore populations of marine turtles and mammals. These objectives are accomplished through research, artificial reef development, and activities geared toward the protection of threatened and endangered marine species.

ENVIRONMENTAL PROTECTION

The program is largely a regulatory body whose main objective is to enforce state and federal laws, rules, and regulations regarding water quality, water supply, air quality, solid waste, and hazardous waste. These objectives are accomplished through a permitting process coupled with monitoring, inspection, investigation, and enforcement activities. The program also manages the Hazardous Waste Trust Fund and the Solid Waste Trust Fund.

HISTORIC PRESERVATION

The program provides historic preservation services and assistance to governmental agencies, private organizations, and individuals. Duties include proposing properties for nomination to both the National and the Georgia Register of Historic Places; providing grants to support state and local preservation projects; and offering technical assistance and information on tax incentives, archaeological matters, and other preservation programs.



Department of Natural Resources

Roles, Responsibilities, and Organization

POLLUTION PREVENTION

The program is a non-regulatory organization designed to serve as a one-stop source for Georgia businesses interested in finding ways to reduce their hazardous waste, solid waste, water, and air pollution problems through preventive measures.

ATTACHED AGENCIES

The Georgia State Games Commission promotes amateur athletic competition through the Georgia State Games.

The Lake Lanier Islands Development Authority is responsible for managing through contract the development and operation of tourist, convention, and recreational areas and facilities on the islands.

The Jekyll Island State Park Authority is responsible for the development and operation of tourist, convention, and recreational areas and facilities on the island.

The Stone Mountain Memorial Association is responsible for managing through contract the operation of tourist, convention, and recreational areas and facilities at the mountain.

The Georgia Agricultural Exposition Authority promotes, develops, and serves agriculture and agricultural business interests of the state; produces and operates the Georgia National Fair; and encourages the agricultural accomplishments of Georgia's youth.

The Georgia Agrirama Development Authority serves as the state's official living history museum, depicting life in Georgia in the late 19th century.

The Southwest Georgia Railroad Excursion Authority is an economic development initiative that seeks to bring tourists through historic middle Georgia.

The Oconee River Greenway Authority is responsible for preserving greenspace along the Oconee River.

AUTHORITY

Titles 8, 12, 16, 27, 31, 43, 44, 46 and 52, Official Code of Georgia Annotated and Public Laws 92-500, 93-523, 88-206, 94-580.

Department of Natural Resources

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$130,555,764	\$243,890	\$130,799,654
TOTAL STATE FUNDS	\$130,555,764	\$243,890	\$130,799,654
Federal Funds Not Specifically Identified	9,996,755	39,670,786	49,667,541
Other Funds	25,058,798	85,955,247	111,014,045
TOTAL FUNDS	\$165,611,317	\$125,869,923	\$291,481,240

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,963,818
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,066,751), for performance increases for the department (\$426,700), employees in specified critical jobs for the department (\$141,609), and for structure adjustments to the statewide salary plan for the department (\$38,173).	1,673,233
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	812,165
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	245,591
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	111,492
Total Change	\$4,806,299

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$115,433
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$85,628), for performance increases (\$34,251), and for structure adjustments to the statewide salary plan (\$30,287).	150,166
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	54,245
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	15,017
5. Increase the GBA real estate rental rate for office space.	50,795
6. Add six new positions, two vehicles, and operating funds for the Okefenokee Ecolodge scheduled to open in July 2008 (Total Funds: \$205,000).	5,000
7. Transfer funds from the Wildlife Resources program (\$38,877) and Environmental Protection program (\$516,505) to the Administration program to properly reflect projected legal expenses.	555,382
8. Increase federal funds (\$107,978) and other funds (\$260,328) to reflect projected expenses for FY 2009.	Yes
Total Change	\$946,038

Coastal Resources

Purpose: Balance economic development in Georgia's coastal zone with the preservation of natural, environmental, historic, archaeological, and recreational resources for the benefit of Georgia's present and future generations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$30,140
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$22,098) and for performance increases (\$8,839).	30,937
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,170
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	3,646
5. Remove one-time funding for coastal dock renovation (\$1,350,000) funded in FY 2007 and for raising sunken vessels (\$180,000) funded in FY 2008.	(1,530,000)
6. Replace one law enforcement vehicle with mileage in excess of 135,000.	15,000

Department of Natural Resources

FY 2009 Program Budgets

7. Fund genetic analysis in conjunction with South Carolina to determine the suitability of hatchery-reared drum for Georgia's saltwater fishery management program.	Yes	
8. Increase federal funds (\$5,769,945) and other funds (\$90,221) to reflect projected expenses for FY 2009.	Yes	
Total Change		(\$1,437,107)

Environmental Protection Division

Purpose: Provide Georgia's citizens with clean air, clean water, healthy lives and productive land by assuring compliance with environmental laws and by assisting others to do their part for a better environment.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.		\$722,243
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$343,070), for performance increases (\$137,228), for employees in specified critical jobs (\$120,167), and for structure adjustments to the statewide salary plan (\$7,885).		608,350
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.		215,996
4. Reflect an adjustment in the Workers' Compensation premium rate structure.		59,803
5. Increase the GBA real estate rental rate for office space.		41,040
6. Transfer funds from the Environmental Protection program to the Administration program to properly reflect projected legal expenses in the appropriate program.		(516,505)
7. Provide funds to lease office space in Brunswick for the EPD coastal district office.		300,000
8. Provide state matching funds to continue the coastal groundwater and surface water monitoring program to allow EPD to make data-driven decisions regarding permitting of groundwater withdrawals to prevent salt water intrusion on Georgia's coast.		425,000
9. Replace state funds used for real estate rent with other funds.		(50,000)
10. Provide funding for Metropolitan North Georgia Water Planning District to assist with mandated updates for water plans.		300,000
11. Increase federal funds (\$20,154,613) and other funds (\$54,993,970) to reflect projected expenses for FY 2009.	Yes	
Total Change		\$2,105,927

Hazardous Waste Trust Fund

Purpose: Investigate and clean up abandoned hazardous sites.

Recommended Change:

1. No change.		\$0
Total Change		\$0

Historic Preservation

Purpose: Identify, protect and preserve Georgia's historical sites for the enjoyment of present and future generations.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.		\$24,227
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,990) and for performance increases (\$7,196).		25,186
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.		11,853
4. Reflect an adjustment in the Workers' Compensation premium rate structure.		3,282
5. Increase federal funds (\$517,287) to reflect projected expenses for FY 2009.	Yes	
Total Change		\$64,548

Land Conservation

Purpose: Provide a framework within which developed and rapidly developing counties and their municipalities can preserve community green space.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.		\$5,914
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Department of Natural Resources

FY 2009 Program Budgets

2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$4,513) and for performance increases (\$1,805).	6,319
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,195
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	608
5. Increase the GBA real estate rental rate for office space.	5,898
Total Change	\$20,934

Parks, Recreation and Historic Sites

Purpose: Increase public awareness of the opportunities at state parks and historic sites throughout Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$308,994
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$227,227), for performance increases (\$90,890), and for employees in specified critical jobs (\$21,442).	339,559
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	255,507
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	70,743
5. Increase the GBA real estate rental rate for office space.	13,759
6. Remove one-time funding for the master plan at Flat Creek State Park (\$30,000) and fence construction at Troup's Tomb site (\$6,449).	(36,449)
7. Add six new positions, two vehicles, and operating funds for the Okefenokee Ecolodge scheduled to open in July 2008 (Total Funds: \$205,000).	200,000
8. Replace four law enforcement vehicles with mileage in excess of 135,000.	60,000
9. Reduce state funds due to an increase in rates for camping, cottages, and lodge rooms system wide.	(485,000)
10. Add four positions, temporary labor funds and operating costs for Gordonia Altamaha State Park scheduled July 2008 opening of three new cabins and an 18-hole golf course.	500,000
11. Replace payments from Lake Lanier Islands Development Authority with state general funds to reflect fulfilled debt service obligation.	665,966
12. Increase federal funds (\$858,088) and other funds (\$21,620,357) to reflect projected expenses for FY 2009.	Yes
Total Change	\$1,893,079

Pollution Prevention Assistance

Purpose: Reduce pollution by providing non-regulatory assistance.

Recommended Change:

1. Eliminate state funds from the Pollution Prevention Assistance program.	(16,075)
2. Increase federal funds (\$96,580) and other funds (\$11,400) to reflect projected expenses for FY 2009.	Yes
Total Change	(\$16,075)

Solid Waste Trust Fund

Purpose: Administer the Scrap Tire Management Program, enable emergency, preventative, and corrective actions at solid waste disposal facilities, and promote statewide recycling and waste reduction programs.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Wildlife Resources

Purpose: Regulate hunting, fishing, and the operation of watercraft in Georgia, protect non-game and endangered wildlife, and maintain public education and law enforcement programs.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$734,494
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$332,523) and for performance increases (\$133,009).	465,532

Department of Natural Resources

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	233,996
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	64,788
5. Remove one-time funding for the "Go Fish Georgia" bass trail (\$5,000,000), spraying to prevent unwanted vegetation and aquatic plants on Lake Blackshear (\$45,000), repairs of the dam at Arrowhead Environmental Education Center (\$500,000), the Waynesboro Field Trials Stable at the Di-Lane Plantation wildlife management area (\$100,000), and the Wildlife Endowment Fund (\$369,856).	(6,014,856)
6. Transfer funds from the Wildlife Resources program to the Administration program to properly reflect projected legal expenses in the Game Management subprogram (\$22,933) and the Fisheries Management subprogram (\$15,944).	(38,877)
7. Recognize funds collected for the Wildlife Endowment Fund through lifetime hunting and fishing licenses and associated interest in compliance with federal guidelines.	95,896
8. Replace 23 law enforcement vehicles with mileage in excess of 135,000.	400,000
9. Redirect savings (\$585,864) from implementing a Web-based licensing and boat registration system to wildlife management areas' operations and maintenance and to fill seven vacant fisheries and wildlife technician positions.	Yes
10. Provide funds to fill 15 vacant positions in the Wildlife Resources program to address law enforcement protection of wildlife areas.	675,000
11. Retrofit a Bell 206 helicopter with safety floats and night vision for over-water missions.	320,000
12. Provide funds to cover shortfall for leased wildlife management areas.	200,000
13. Increase federal funds (\$12,166,295) and other funds (\$8,978,971) to reflect projected expenses for FY 2009.	Yes
Total Change	(\$2,864,027)

Agencies Attached for Administrative Purposes:

Payments to Georgia Agricultural Exposition Authority

Purpose: Showcase the state's agriculture and agribusiness, promote the agricultural achievement of Georgia's young people, provide a center for diverse activities, and stage and promote a statewide fair.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,352
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$25,535) and for performance increases (\$10,214).	35,749
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	19,752
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	30,717
5. Delete one-time funding for equipment.	(525,000)
Total Change	(\$427,430)

Payments to Georgia Agrirama Development Authority

Purpose: Collect, display, and preserve material culture of Georgia's agriculture and rural history and present to the general public and school groups.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$11,021
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,168) and for performance increases (\$3,267).	11,435
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,451
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(3,013)
5. Delete one-time funding for a business, marketing, and facilities master plan.	(100,000)
6. Provide funds to cover projected personal services expenditures.	33,109
Total Change	(\$41,997)

Department of Natural Resources

FY 2009 Program Budgets

Payments to Lake Allatoona Preservation Authority

Purpose: Provide operating funds for and to the Lake Allatoona Preservation Authority.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Payments to Southwest Georgia Railroad Excursion

Purpose: Provide operating funds for and to construct, finance, operate, and develop a rail passenger excursion project utilizing any state owned railway in Crisp and Sumter counties and any nearby county which may be included within the service area.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Capital Outlay Summary

Department of Natural Resources	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Design Don Carter State Park (Chattahoochee River) for Gainesville, Hall County.	5	\$1,965,000	\$453,915
2. Construct Resaca Battlefield Historic Site for Calhoun, Gordon County.	20	3,000,000	256,200
3. Provide funds to renovate aging boat ramps, floating docks, and perform bulkhead repairs for multiple counties.	20	1,000,000	85,400
Total		\$5,965,000	\$795,515
Georgia Agricultural Exposition Authority			
1. Design, construct, and equip a new horse barn and practice ring for Perry, Houston County.	20	\$7,290,000	\$622,566
Total		\$7,290,000	\$622,566
Jekyll Island State Park Authority			
1. Design and construct public infrastructure improvements on Jekyll Island, Glynn County.	20	\$25,000,000	\$2,135,000
Total		\$25,000,000	\$2,135,000

Department of Natural Resources

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Coastal Resources				
1. Percent of state-owned coastal boat ramps in safe operational condition	93%	93%	96%	100%
2. Acres certified for public shellfish harvest	16,000	15,032	16,500	15,032
Environmental Protection				
1. Gallons per day per capita use of ground water	56	51	53	49
2. Customer Service: Percent of customers seeking stream bank variances who rate the service they receive as timely, more easily understood, and courteous	N/A	80%	80%	80%
3. Annual reduction in daily municipal and industrial water use (measured in gallons per capita per day).	184	176	175	174
Hazardous Waste Trust Fund				
1. Hazardous waste cleanup projects completed during fiscal year	236	249	261	274
Historic Preservation				
1. Number of properties listed in the National Historic Register that could qualify for tax benefits	65,677	66,485	69,000	70,500
Land Conservation				
1. Acres of real property successfully negotiated and acquired	17,694	4,561	15,526	15,000
Parks, Recreation and Historic Sites				
1. Average annual occupancy at state park cottages	52%	54%	52%	54%
2. Customer Service: Percent of customer comments indicating their overall park experience was good, very good, or excellent	97%	96%	99%	99%
3. Park, recreation and historic site visitation	10,284,674	11,015,793	11,500,000	11,500,000
Pollution Prevention Assistance				
1. Percent of on-site assessment clients that implement at least one waste reduction or natural resource conservation recommendation	77%	33%	77%	50%
Solid Waste Trust Fund				
1. Percent of regulated solid waste facilities operating in compliance with environmental standards	89%	92%	90%	90%
Wildlife Resources				
1. Number of dollars generated for Georgia's economy per dollar of state funds spent on fisheries management and fishing	\$214	\$218	\$223	\$218
2. Customer Service: Percent of hunters who rate their hunting experience as satisfactory or better	85%	85%	85%	85%
Georgia Agricultural Exposition Authority				
1. Fair attendance	400,615	431,499	444,445	457,778
2. Non-fair attendance	501,283	427,465	450,000	475,000

Department of Natural Resources Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Georgia Agrirama Development Authority				
1. Attendance	38,123	40,039	35,000	40,000
Southwest Georgia Railroad Excursion Authority				
1. Number of passengers	23,746	25,905	24,000	N/A

Department of Natural Resources

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$10,219,324	\$10,725,801	\$10,180,372	\$10,856,187	\$11,494,716
Coastal Resources	6,131,168	7,068,160	4,358,393	2,928,532	8,781,452
Environmental Protection Division	120,649,755	139,767,039	41,130,502	41,286,995	118,385,012
Georgia State Games Commission	50,149	50,149			
Hazardous Waste Trust Fund	5,701,110	7,600,000	7,600,000	15,000,000	7,600,000
Historic Preservation	2,875,070	2,723,637	2,626,950	2,651,177	3,208,785
Land Conservation	420,093	386,222	509,496	515,410	530,430
Parks, Recreation and Historic Sites	58,510,012	62,082,840	43,012,069	44,771,214	67,383,593
Pollution Prevention Assistance	339,085	1,269,132	119,988	103,913	211,893
Solid Waste Trust Fund	4,183,091	2,988,838	6,000,000	6,000,000	6,000,000
Wildlife Resources	67,032,027	56,728,434	46,179,028	41,129,406	64,460,267
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$276,110,884	\$291,390,252	\$161,716,798	\$165,242,834	\$288,056,148
<u>ATTACHED AGENCIES:</u>					
Payments to Georgia Agricultural Exposition Authority	\$2,229,803	\$1,641,634	\$2,244,904	\$1,731,256	\$1,817,474
Payments to Georgia Agrirama Development Authority	1,121,435	872,211	1,177,651	1,100,228	1,135,654
Payments to Lake Allatoona Preservation Authority	100,000	100,000	100,000	100,000	100,000
Payments to Southwest Georgia Railroad Excursion Authority	371,964	371,964	371,964	371,964	371,964
TOTAL FUNDS	\$279,934,086	\$294,376,061	\$165,611,317	\$168,546,282	\$291,481,240
<u>Less:</u>					
Federal Funds	\$57,422,529	\$59,274,580	\$9,996,755	\$9,996,755	\$49,667,541
Other Funds	108,419,606	128,947,175	25,058,798	25,543,798	111,014,045
Subtotal	\$165,842,135	\$188,221,755	\$35,055,553	\$35,540,553	\$160,681,586
State General Funds	\$114,091,951	\$106,154,306	\$130,555,764	\$133,005,729	\$130,799,654
TOTAL STATE FUNDS	\$114,091,951	\$106,154,306	\$130,555,764	\$133,005,729	\$130,799,654
Positions	2,712	1,854	1,859	1,866	1,869
Motor Vehicles	1,606	1,608	1,615	1,620	1,617

Department of Natural Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$130,555,764	\$243,890	\$130,799,654
TOTAL STATE FUNDS	\$130,555,764	\$243,890	\$130,799,654
Federal Funds Not Specifically Identified	9,996,755	39,670,786	49,667,541
Other Funds	25,058,798	85,955,247	111,014,045
TOTAL FUNDS	\$165,611,317	\$125,869,923	\$291,481,240
Administration			
State General Funds	\$10,180,372	\$946,038	\$11,126,410
Federal Funds Not Specifically Identified		107,978	107,978
Other Funds		260,328	260,328
Total Funds	\$10,180,372	\$1,314,344	\$11,494,716
Coastal Resources			
State General Funds	\$4,187,531	(\$1,437,107)	\$2,750,424
Federal Funds Not Specifically Identified	170,862	5,769,945	5,940,807
Other Funds		90,221	90,221
Total Funds	\$4,358,393	\$4,423,059	\$8,781,452
Environmental Protection Division			
State General Funds	\$30,969,784	\$2,105,927	\$33,075,711
Federal Funds Not Specifically Identified	3,363,161	20,154,613	23,517,774
Other Funds	6,797,557	54,993,970	61,791,527
Total Funds	\$41,130,502	\$77,254,510	\$118,385,012
Hazardous Waste Trust Fund			
State General Funds	\$7,600,000		\$7,600,000
Total Funds	\$7,600,000	\$0	\$7,600,000
Historic Preservation			
State General Funds	\$2,136,950	\$64,548	\$2,201,498
Federal Funds Not Specifically Identified	490,000	517,287	1,007,287
Total Funds	\$2,626,950	\$581,835	\$3,208,785
Land Conservation			
State General Funds	\$509,496	\$20,934	\$530,430
Total Funds	\$509,496	\$20,934	\$530,430
Parks, Recreation and Historic Sites			
State General Funds	\$24,286,246	\$1,893,079	\$26,179,325
Federal Funds Not Specifically Identified	845,941	858,088	1,704,029
Other Funds	17,879,882	21,620,357	39,500,239
Total Funds	\$43,012,069	\$24,371,524	\$67,383,593

Department of Natural Resources

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Pollution Prevention Assistance			
State General Funds	\$16,075	(\$16,075)	\$0
Federal Funds Not Specifically Identified		96,580	96,580
Other Funds	103,913	11,400	115,313
Total Funds	\$119,988	\$91,905	\$211,893
Solid Waste Trust Fund			
State General Funds	\$6,000,000		\$6,000,000
Total Funds	\$6,000,000	\$0	\$6,000,000
Wildlife Resources			
State General Funds	\$40,774,791	(\$2,864,027)	\$37,910,764
Federal Funds Not Specifically Identified	5,126,791	12,166,295	17,293,086
Other Funds	277,446	8,978,971	9,256,417
Total Funds	\$46,179,028	\$18,281,239	\$64,460,267
Agencies Attached for Administrative Purposes:			
Payments to Georgia Agricultural Exposition Authority			
State General Funds	\$2,244,904	(\$427,430)	\$1,817,474
Total Funds	\$2,244,904	(\$427,430)	\$1,817,474
Payments to Georgia Agrirama Development Authority			
State General Funds	\$1,177,651	(\$41,997)	\$1,135,654
Total Funds	\$1,177,651	(\$41,997)	\$1,135,654
Payments to Lake Allatoona Preservation Authority			
State General Funds	\$100,000		\$100,000
Total Funds	\$100,000	\$0	\$100,000
Payments to Southwest Georgia Railroad Excursion Authority			
State General Funds	\$371,964		\$371,964
Total Funds	\$371,964	\$0	\$371,964

State Board of Pardons and Paroles

Roles, Responsibilities, and Organization

The State Board of Pardons and Paroles is comprised of five members appointed by the Governor and empowered to grant, deny, condition and revoke executive clemency. The board reviews the sentences of all inmates to determine what degree of executive clemency may be warranted, directs the clemency action, and supervises the offenders who have been paroled or conditionally released from prison until the completion of their sentences.

DEPARTMENT OPERATIONS

In order to accomplish its mission, the agency has identified two core businesses:

- Making Informed Parole Decisions (Clemency)
- Transitioning Offenders Back into the Community (Field Supervision)

The agency has re-engineered its entire organization to ensure that business processes, strategic objectives, performance measures, programs and budget are all aligned with the core mission. The organizational structure of the agency also reflects the core businesses and mission of the agency, with only two divisions, Clemency and Field Operations. Administration and Support Services support the mission.

The Clemency Division works most closely with the Board on a day-to-day basis, gathering information and preparing cases for the Board to make informed parole decisions. The Clemency Division manages requests for restoration of rights and pardons. This division is also responsible for communication with victims and victims groups to make sure board members know and understand their needs and concerns.

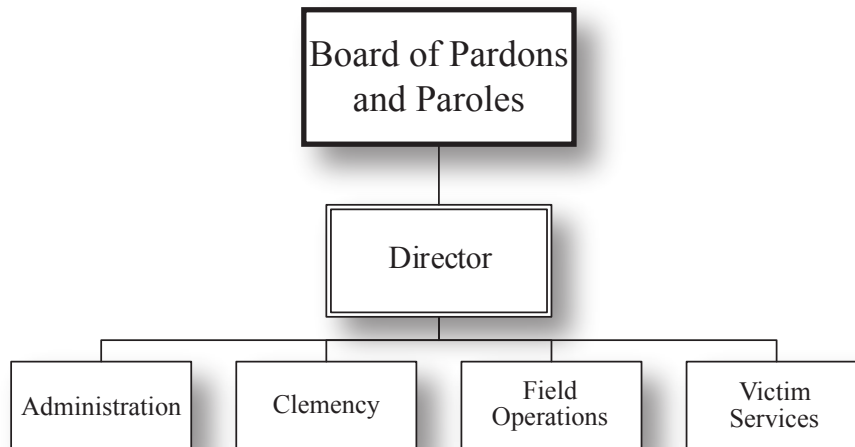
The Field Operations Division assists the Clemency Division by completing important investigations that are used in the clemency decision process. Inmates who are granted the privilege of parole to community supervision are supervised by this division's parole officers, who work in 56 offices throughout the state. Field parole officers provide offender oversight through a balanced approach to supervision which blends both surveillance and enforcement along with referrals to treatment and self help programs.

Parole officers spend a majority of their time in the community intervening with parolees and their families, talking to employers, networking with police officials and staying in touch with treatment providers to ensure parolee compliance with the conditions of parole. As certified peace officers, parole officers also execute board warrants and provide backup to local law enforcement as needed.

Administrative Units support the internal operations of the agency including budget/fiscal, staff training, personnel services, quality assurance audits, research, evaluation and technology, legislative liaison, internal affairs and public information. Administration is dedicated to using innovative technology to reduce costs and improve service delivery to all agency staff. The agency leads the state in automated business processes and leads the nation in automated field case management.

AUTHORITY

State Constitution, Article Four, Section Two.



State Board of Pardons and Paroles

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$55,612,881	\$2,636,156	\$58,249,037
TOTAL STATE FUNDS	\$55,612,881	\$2,636,156	\$58,249,037
Federal Funds		806,050	806,050
TOTAL FUNDS	\$55,612,881	\$3,442,206	\$59,055,087

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$722,427
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$551,824), for performance increases (\$220,730), and for structure adjustments to the statewide salary plan (\$2,666).	775,220
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	413,602
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(30,682)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	43,904
Total Change	\$1,924,471

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$26,817
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$41,291), for performance increases (\$16,516), and for structure adjustments to the statewide salary plan (\$199).	58,006
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	31,189
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,416)
5. Increase the GBA real estate rental rate for office space.	43,904
6. Fund efficient and better informed clemency decisions through continuation of the ongoing development of the Clemency Online Navigation System (CONS).	410,912
7. Transfer funding for the CONS scanner operator positions from the Administration program to the Clemency program.	(10,429)
8. Reduce funds for one-time expenses associated with the implementation of CONS.	(88,315)
Total Change	\$470,668

Clemency

Purpose: Investigate offenders when they enter the corrections system and make determinations about offender eligibility for parole.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$149,993
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$120,359), for performance increases (\$48,144), and for structure adjustments to the statewide salary plan (\$581).	169,084
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	91,274
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(6,356)
5. Transfer funding for the CONS scanner operator positions from the Administration program to the Clemency program.	10,429
6. Transfer funding from the Parole Supervision program to the Clemency program to meet anticipated expenditures.	49,350
7. Fund efficient and better informed clemency decisions through continuation of the ongoing development of the CONS.	34,107
Total Change	\$497,881

State Board of Pardons and Paroles

FY 2009 Program Budgets

Parole Supervision

Purpose: Transition offenders from prison back into the community as productive, law abiding citizens.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$541,117
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$385,064), for performance increases (\$154,026), and for structure adjustments to the statewide salary plan (\$1,861).	540,951
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	287,568
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(22,696)
5. Transfer funding from the Parole Supervision program to the Clemency program to meet anticipated expenditures.	(49,350)
6. Transfer Atlanta Day Reporting Center operating funds from the Department of Corrections to support inmate re-entry through the Parole Reporting Center.	354,981
7. Increase federal funds (\$806,050) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$1,652,571

Victim Services

Purpose: Provide notification to victims of changes in offender status or placement, conduct outreach and information gathering from victims during clemency proceedings and generally act as a liaison to victims for the state corrections system.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,500
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$5,110), for performance increases (\$2,044), and for structure adjustments to the statewide salary plan (\$25).	7,179
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,571
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(214)
Total Change	\$15,036

State Board of Pardons and Paroles

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Clemency				
1. Percentage of parolees successfully completing parole supervision as compared to the national average of 46%, based on methodology used in the Bureau of Justice Statistics (BJS) annual report	60%	61%	62%	63%
2. Number of Board pre-conditions of parole imposed on inmates before release from prison	28,806	20,877	22,000	23,000
3. Customer Service: The percent of Board Visitors' Day (new program) participants who rate their overall experience as good or excellent	N/A	N/A	88%	90%
Parole Supervision				
1. Percentage of parolees successfully completing parole supervision as compared to the national average of 46%, based on methodology used in the Bureau of Justice Statistics (BJS) annual report	60%	61%	62%	63%
2. Average monthly rate of parolees employed	83%	84%	84%	85%
Victim Services				
1. Customer Service: percent of Victims' Visitor Day (new program) participants who rate their overall experience as good or excellent	N/A	N/A	100%	100%
2. Number of people registered in the Victim Information and Notification Everyday (VINE) system	1,332	1,566	1,700	1,800
3. Correspondence sent to victims	6,944	6,279	8,000	9,000

State Board of Pardons and Paroles

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$4,808,489	\$4,940,571	\$5,974,389	\$6,445,057	\$6,445,057
Clemency	9,893,553	10,211,482	10,935,172	11,433,053	11,433,053
Parole Supervision	34,384,336	35,737,816	38,149,974	39,802,545	40,608,595
Victim Services	489,945	513,142	553,346	568,382	568,382
TOTAL FUNDS	\$49,576,323	\$51,403,012	\$55,612,881	\$58,249,037	\$59,055,087
<u>Less:</u>					
Federal Funds	\$1,259,904	\$1,131,592			\$806,050
Other Funds	73,824	280,846			
Subtotal	\$1,333,729	\$1,412,437	\$0	\$0	\$806,050
State General Funds	\$48,242,595	\$49,990,575	\$55,612,881	\$58,249,037	\$58,249,037
TOTAL STATE FUNDS	\$48,242,595	\$49,990,575	\$55,612,881	\$58,249,037	\$58,249,037
Positions	821	821	827	834	827
Motor Vehicles	163	163	163	164	164

State Board of Pardons and Paroles

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$55,612,881	\$2,636,156	\$58,249,037
TOTAL STATE FUNDS	\$55,612,881	\$2,636,156	\$58,249,037
Federal Funds		806,050	806,050
TOTAL FUNDS	\$55,612,881	\$3,442,206	\$59,055,087
Administration			
State General Funds	\$5,974,389	\$470,668	\$6,445,057
Total Funds	\$5,974,389	\$470,668	\$6,445,057
Clemency			
State General Funds	\$10,935,172	\$497,881	\$11,433,053
Total Funds	\$10,935,172	\$497,881	\$11,433,053
Parole Supervision			
State General Funds	\$38,149,974	\$1,652,571	\$39,802,545
Federal Funds		806,050	806,050
Total Funds	\$38,149,974	\$2,458,621	\$40,608,595
Victim Services			
State General Funds	\$553,346	\$15,036	\$568,382
Total Funds	\$553,346	\$15,036	\$568,382

State Personnel Administration

Roles, Responsibilities, and Organization

The State Personnel Administration (SPA) is the state's central agency for assisting state agencies in recruiting qualified individuals for positions within the executive branch of state government. The agency is also the state's central recordkeeping agency for state employee data and the central means of monitoring state personnel practices. SB 635, which the General Assembly approved during the 1996 session, decentralized the state's personnel administration system. The legislation transferred responsibility for a variety of personnel recruitment and administration duties from the State Personnel Administration to state agencies.

COMMISSIONER'S OFFICE

The Commissioner's Office provides overall direction, leadership, and management of the agency. Functions covered by the office include legal services, customer service, workforce planning, HR strategic planning, marketing and public relations, policy analysis and development, personnel administration, budget and systems administration, workforce development, recruitment and testing services, benefits administration, and compensation.

TOTAL REWARDS

The Employee Benefits Administration Division and the Compensation Division make up the area of Total Rewards. The Compensation Division provides professional human resource management services that are based on best practices. The Compensation Division also performs job market research and analysis, develops and implements equitable pay and rewards processes, and conducts evaluations of state agencies' personnel practices. The Employee Benefits Administration Division provides an array of cost-effective flexible benefits to state employees and their dependents. This includes benefit design and education, maintenance of employee eligibility records, interaction with agency benefit coordinators, monitoring of contractors that provide insured benefit products, and review of benefit plans and products.

LEGAL SERVICES

The Legal Services Division provides research, counseling, mediation, and education in equal employment opportunity and management and employee relations. Legal Services also provides personnel rule and policy interpretation to state agencies, coordinates requests for proposal processes for statewide benefit plans, and manages contract negotiations.

PROGRAM, POLICY AND LEGISLATIVE AFFAIRS

The Policy and Legislative Affairs Division develops enterprise HR policy and manages statewide drug testing, employee assistance,

immigration compliance and legislative affairs services. The Program Division manages the state's Work Away, charitable contributions, employee recognition, wellness education, and employees' suggestion programs.

OPERATIONS AND WORKFORCE SERVICES

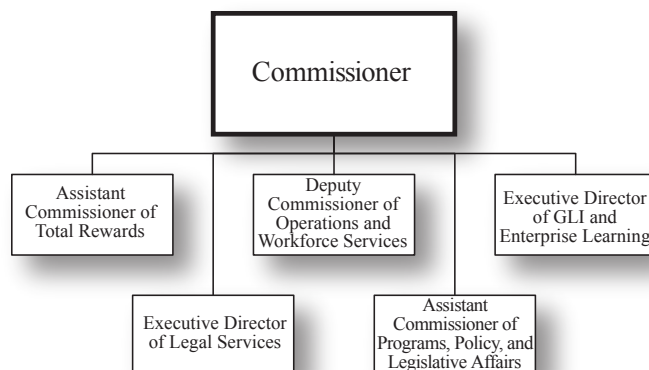
The Administrative Services Office and the Financial Services, Technology Solutions and Strategy, Marketing, and Communications Divisions make up the area of Operations and Workforce Services. The Administrative Services Office includes procurement, facilities management, records management, and mailroom services. The Financial Services Division provides administrative support to the agency in the areas of budget development and management and accounting services. The Technology Solutions Division provides technical and technological support for SPA products and services, long-range information planning, application management, IT procurement, network and telecommunications services, and design and maintenance of the benefits administration system that supports the flexible benefits program. The Strategy, Marketing and Communications Division informs and educates state agencies, the public, and the media about SPA programs, products and services, provides administration of agency internet and intranet sites and the statewide PeopleSoft portal, leads strategic planning efforts for the agency, and manages agency constituent services.

GEORGIA LEADERSHIP INSTITUTE AND ENTERPRISE LEARNING

The Georgia Leadership Institute and Enterprise Learning Division plays a vital role in assisting agencies in the development of their employees into a skilled and competent workforce. It provides training opportunities and assessments of job-related skills needed to develop principle-centered, customer-focused, and results-driven competencies in all levels and career phases of state government. It also provides management training of the state's pay for performance and customized performance improvement strategies, and administers the Georgia Leadership Institute leadership development programs.

AUTHORITY

Titles 20, 45, and 47, Official Code of Georgia Annotated.



State Personnel Administration

FY 2009 Program Budgets

Department Budget Summary	FY 2008	Changes	FY 2009
	<u>Current Budget</u>		<u>Recommendation</u>
Other Funds	<u>\$13,728,359</u>	<u>\$496,721</u>	<u>\$14,225,080</u>
TOTAL FUNDS	\$13,728,359	\$496,721	\$14,225,080

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$119,812).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$116,184) and for performance increases (Other Funds: \$46,474).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$87,526).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$37,037).	Yes
5. Increase the GBA real estate rental rate for office space (Other Funds: \$57,991).	Yes
Total Change	\$0

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$58,398).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$38,166) and for performance increases (Other Funds: \$15,266).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$28,752).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$10,860).	Yes
5. Increase the GBA real estate rental rate for office space (Other Funds: \$17,396).	Yes
6. Decrease real estate rentals to match projected expenditures (Other Funds: \$7,303).	Yes
Total Change	\$0

Recruitment and Staffing Services

Purpose: Provide a central point of contact for the general public seeking employment with the State.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$19,300).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$12,939) and for performance increases (Other Funds: \$5,176).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$9,747).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$4,734).	Yes
5. Increase the GBA real estate rental rate for office space (Other Funds: \$6,379).	Yes
6. Decrease real estate rentals to match projected expenditures (Other Funds: \$2,815).	Yes
Total Change	\$0

Total Compensation and Rewards

Purpose: Ensure fair and consistent employee compensation practices across state agencies.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$42,114).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$27,278) and for performance increases (Other Funds: \$10,911).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$20,550).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$10,025).	Yes
5. Increase the GBA real estate rental rate for office space (Other Funds: \$9,860).	Yes

State Personnel Administration

FY 2009 Program Budgets

6. Decrease real estate rentals to match projected expenditures (Other Funds: \$4,208).	Yes
Total Change	\$0

Workforce Development and Alignment

Purpose: Provide continuous opportunities for state employees to grow and develop professionally, resulting in increased productivity for state agencies and entities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$48,469).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$37,801) and for performance increases (Other Funds: \$15,121).	Yes
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$28,477).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$11,418).	Yes
5. Increase the GBA real estate rental rate for office space (Other Funds: \$24,356).	Yes
6. Decrease real estate rentals to match projected expenditures (Other Funds: \$2,446).	Yes
Total Change	\$0

State Personnel Administration

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Recruitment and Staffing Services				
1. Number of state agencies and entities using TheJobSite for job vacancy posting and applicant tracking	75	80	75	75
2. Percentage change in number of jobs applied for on TheJobSite	2%	7%	5%	5%
Total Compensation and Rewards				
1. Percentage of participants who rate the Flexible Benefits Plan as a good value in terms of product, cost, and services offered	82%	85%	85%	85%
Workforce Development and Alignment				
1. Percentage of employees who responded that their leadership skills improved because of skills acquired from leadership development training	96%	97%	85%	85%
2. Number of employees receiving leadership development training	3,637	4,819	2,686	2,686

State Personnel Administration

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$3,185,968	\$3,753,404	\$4,308,348	\$4,359,443	\$4,469,883
Recruitment and Staffing Services	1,157,559	1,135,205	1,264,485	1,280,970	1,319,945
Total Compensation and Rewards	8,468,455	5,750,027	4,322,865	4,635,771	4,439,395
Workforce Development and Alignment	4,959,168	4,111,111	3,832,661	3,603,684	3,995,857
TOTAL FUNDS	\$17,771,150	\$14,749,747	\$13,728,359	\$13,879,868	\$14,225,080
<u>Less:</u>					
Other Funds	\$17,771,150	\$14,749,747	\$13,728,359	\$13,879,868	\$14,225,080
Subtotal	\$17,771,150	\$14,749,747	\$13,728,359	\$13,879,868	\$14,225,080
 TOTAL STATE FUNDS	 \$0	 \$0	 \$0	 \$0	 \$0
 Positions	 138	 133	 133	 133	 133

State Personnel Administration

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
Other Funds	\$13,728,359	\$496,721	\$14,225,080
TOTAL FUNDS	\$13,728,359	\$496,721	\$14,225,080
Administration			
Other Funds	\$4,308,348	\$161,535	\$4,469,883
Total Funds	\$4,308,348	\$161,535	\$4,469,883
Recruitment and Staffing Services			
Other Funds	\$1,264,485	\$55,460	\$1,319,945
Total Funds	\$1,264,485	\$55,460	\$1,319,945
Total Compensation and Rewards			
Other Funds	\$4,322,865	\$116,530	\$4,439,395
Total Funds	\$4,322,865	\$116,530	\$4,439,395
Workforce Development and Alignment			
Other Funds	\$3,832,661	\$163,196	\$3,995,857
Total Funds	\$3,832,661	\$163,196	\$3,995,857

State Properties Commission

Roles, Responsibilities, and Organization

The State Properties Commission (SPC) is the real estate portfolio manager for the state of Georgia. In this capacity, SPC is responsible for the acquisition and disposition of all state-owned real property, leasing and lease administration, commercially-owned space, and real property interests, with the exception of the Board of Regents and Department of Transportation. Its core business is the regulation of state property acquisitions and dispositions, and the maintenance of accurate and up-to-date records. SPC performs services such as asset management by providing asset and financial analyses, and space management services through space planning, design, and inventory analyses. The department also maintains a Web-based inventory of all state-owned and leased properties and buildings via the BLLIP database.

SB 158 (Act No. 21) of the 2005 General Assembly established the State Properties Commission as an independent agency, removing

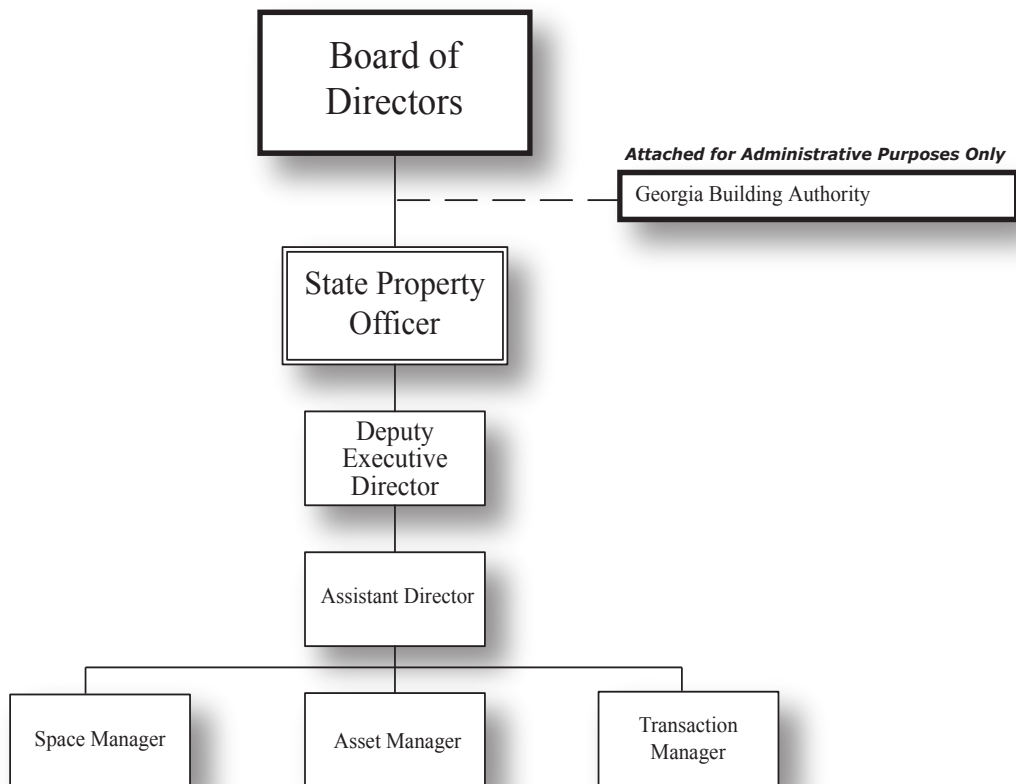
administrative ties to the Department of Administrative Services. Additionally, the Georgia Building Authority was detached from the Department of Administrative Services and administratively attached to the State Properties Commission.

ATTACHED AGENCIES

The Georgia Building Authority provides maintenance, grounds-keeping, food service, parking and security services for the employees and facilities within the Capitol Hill office complex and other specified areas.

AUTHORITY

Title 50-5B, Official Code of Georgia Annotated.



State Properties Commission

FY 2009 Program Budgets

Department Budget Summary	FY 2008	<u>Changes</u>	FY 2009
	<u>Current Budget</u>		<u>Recommendation</u>
State General Funds	\$1,250,000	(\$1,250,000)	\$0
TOTAL STATE FUNDS	\$1,250,000	(\$1,250,000)	\$0
Other Funds	999,895	2,891,521	3,891,416
TOTAL FUNDS	\$2,249,895	\$1,641,521	\$3,891,416

Department Statewide Budget Changes (Information Only):

1. Provide funds for the cost of the FY 2008 salary adjustment (Other Funds: \$520,131).	Yes
Total Change	\$0

Leasing

Purpose: Help state government meet its current need for office space and plan for future needs as business goals and operations change.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$10,658)	Yes
2. Add five positions and operating cost for Portfolio Management Agents serving the state (Other Funds: \$189,430).	Yes
Total Change	\$0

Payments to Georgia Building Authority

Purpose: Purchase, erect, and maintain buildings and other facilities to house agents and officials of the state government.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$482,287)	Yes
2. Eliminate one time state appropriation in HB95.	(\$1,250,000)
3. Provide for a real estate rental increase of \$0.52 per square foot for the FY 2008 pay raise and salary adjustments (\$520,131), workers' compensation premiums (\$206,199) and state health benefit plan increases (\$654,308) (Other Funds: \$1,380,638).	Yes
4. Provide for a real estate rental increase of \$0.38 per square foot for standard office space and \$0.44 per square foot for premier office space to restore the maintenance and repair fund (Other Funds: \$1,042,961).	Yes
Total Change	(\$1,250,000)

State Properties Commission

Purpose: Assure the taxpayers of Georgia that acquisitions and dispositions of state property are carried out in an equitable, legal, ethical, and efficient manner.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$27,186).	Yes
2. Add five positions and operating cost for Portfolio Management Agents serving the state (Other Funds: \$259,570).	Yes
Total Change	\$0

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Design of covered parking deck for legislators and state employees (to be located at the site of the current DOT Building), Atlanta, Fulton County	5	\$2,460,000	\$568,260
2. Water conservation improvements for Capitol Hill facilities, Atlanta, Fulton County	5	5,405,000	1,248,555

State Properties Commission

FY 2009 Program Budgets

3. Design of Capitol Green Space Project including Pedestrian Bridge, Atlanta, Fulton County	5	8,400,000	1,940,400
4. Design, renovation, equipment, and exhibits for the State History Museum at the former site of the Coca-Cola Museum, Atlanta, Fulton County	20	15,640,000	1,335,656
Total		<hr/> \$31,905,000	<hr/> \$5,092,871

State Properties Commission

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Leasing				
1. Percent of leases executed at or below prevailing market rate	N/A	N/A	100%	100%
State Properties Commission				
1. Percent of surplus property disposed at or above market rate	N/A	N/A	100%	100%

State Properties Commission

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Leasing		\$435,926	\$406,637	\$601,396	\$601,396
Payments to Georgia Building Authority	\$3,261,962	4,885,581	1,250,000		2,423,599
State Properties Commission		738,302	593,258	866,421	866,421
TOTAL FUNDS	\$3,261,962	\$6,059,809	\$2,249,895	\$1,467,817	\$3,891,416
<u>Less:</u>					
Other Funds	\$3,261,962	\$6,059,809	\$999,895	\$1,018,817	\$3,891,416
Subtotal	\$3,261,962	\$6,059,809	\$999,895	\$1,018,817	\$3,891,416
State General Funds	\$0	\$0	\$1,250,000	\$449,000	\$0
TOTAL STATE FUNDS	\$0	\$0	\$1,250,000	\$449,000	\$0
Positions	295	295	295	300	300
Motor Vehicles	56	56	56	56	56

State Properties Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$1,250,000	(\$1,250,000)	\$0
TOTAL STATE FUNDS	\$1,250,000	(\$1,250,000)	\$0
Other Funds	999,895	2,891,521	3,891,416
TOTAL FUNDS	\$3,499,895	\$391,521	\$3,891,416
Leasing			
Other Funds	\$406,637	\$194,759	\$601,396
Total Funds	\$406,637	\$194,759	\$601,396
Payments to Georgia Building Authority			
State Funds	\$1,250,000	(\$1,250,000)	\$0
Other Funds		2,423,599	2,423,599
Total Funds	\$1,250,000	\$1,173,599	\$2,423,599
State Properties Commission			
Other Funds	\$593,258	\$273,163	\$866,421
Total Funds	\$593,258	\$273,163	\$866,421

Georgia Public Defender Standards Council

Roles, Responsibilities, and Organization

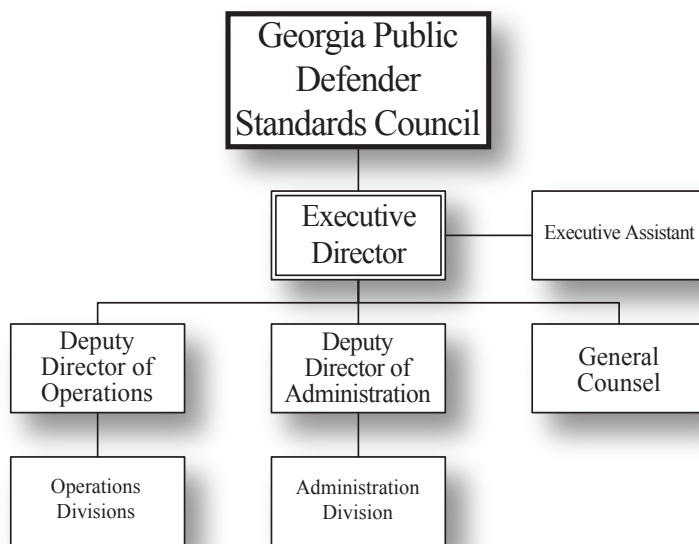
The Georgia Public Defender Standards Council (PDSC) is responsible for assuring that adequate and effective legal representation is provided, independently of political consideration or private interests, to indigent persons who are entitled to representation. The legal representation is consistent with the guarantees of the Constitution of the State of Georgia, the constitution of the United States and the mandates of the Georgia Indigent Defense Act of 2003. PDSC provides such legal services in a cost efficient manner and conducts that representation in such as way that the criminal justice system operates effectively to achieve justice.

The PDSC serves as administrative support for the 49 circuit defender officers throughout the State through two programs – Public Defender

Standards Council and Public Defenders. The Council assists the circuit defender offices by providing training and professional development for the attorneys and other staff involved in defending indigent citizens; by representing the interests of defense attorneys throughout the State; and, by providing administrative assistance to the circuit defenders as needed.

AUTHORITY

Title 17, Official Code of Georgia Annotated.



Georgia Public Defenders Standards Council

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$35,430,140	\$6,743,991	\$42,174,131
TOTAL STATE FUNDS	\$35,430,140	\$6,743,991	\$42,174,131
Other Funds	4,835,038	(3,135,038)	1,700,000
TOTAL FUNDS	\$40,265,178	\$3,608,953	\$43,874,131

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$702,000
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$417,536) and for performance increases (\$167,015).	584,551
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	322,970
Total Change	\$1,609,521

Public Defender Standards Council

Purpose: Fund the Office of the Georgia Capital Defender, Office of the Mental Health Advocate and Central Office.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$126,832
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$75,437) and for performance increases (\$30,175).	105,612
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	58,352
4. Add one IT specialist position to provide support for the central office as well as circuit public defender offices.	67,633
5. Provide funds to contract for a special senior attorney (\$126,813) and for outside experts to assist the appellate division (\$18,000).	144,813
6. Provide funds to allow circuit public defender offices to access the Georgia Crime Information Center (GCIC) which will enable evaluation of cases to occur earlier in the process.	2,500
7. Provide additional funds for experts, mitigation, investigative, and attorney expenses in capital death cases statewide.	295,488
8. Fund a third capital defender satellite office including three senior attorneys, two mitigation specialists, two investigators, two paralegals and operating costs for an additional capital defender satellite office to assist in controlling the costs of capital conflict cases.	736,270
9. Provide additional funds for one attorney position in the Mental Health division to handle incompetent to stand trial and not guilty by reason of insanity cases statewide.	92,747
10. Decrease other funds (\$1,075,048) to reflect anticipated collections from Clerks and Sheriffs.	Yes
Total Change	\$1,630,247

Public Defenders

Purpose: Assure that adequate and effective legal representation is provided, independently of political considerations or private interests, to indigent persons who are entitled to representation under this chapter; provided that staffing for circuits are based on O.C.G.A. 17-12.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$575,168
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$342,099) and for performance increases (\$136,840).	478,939
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	264,618

Georgia Public Defenders Standards Council

FY 2009 Program Budgets

4. Provide funds to address the backlog of indigent defense cases assigned to private attorneys due to a conflict of interest.	3,795,019
5. Decrease in IOLTA funds (\$2,059,990) to reflect anticipated collections.	Yes
Total Change	<hr/> \$5,113,744

Public Defenders Standards Council

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Recommendation
Public Defender Standards Council	\$9,269,823	\$12,414,501	\$8,705,076	\$9,342,876	\$9,260,275
Public Defenders	48,079,179	54,694,374	31,560,102	35,483,612	34,613,856
TOTAL FUNDS	\$57,349,002	\$67,108,875	\$40,265,178	\$44,826,488	\$43,874,131
<u>Less:</u>					
Other Funds	\$20,227,708	\$30,748,117	\$4,835,038	\$1,700,000	\$1,700,000
Subtotal	<u>\$20,227,708</u>	<u>\$30,748,117</u>	<u>\$4,835,038</u>	<u>\$1,700,000</u>	<u>\$1,700,000</u>
State General Funds	\$37,121,294	\$36,360,758	\$35,430,140	\$43,126,488	\$42,174,131
TOTAL STATE FUNDS	\$37,121,294	\$36,360,758	\$35,430,140	\$43,126,488	\$42,174,131
Positions			404	416	416

Note:

Public Defenders Standards Council was transferred from the Judicial Branch of Government to the Executive Branch of Government by executive order beginning FY 2008. Prior to the transfer, position counts were not required to be reported.

Public Defenders Standards Council

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$35,430,140	\$6,743,991	\$42,174,131
TOTAL STATE FUNDS	\$35,430,140	\$6,743,991	\$42,174,131
Other Funds	4,835,038	(3,135,038)	1,700,000
TOTAL FUNDS	\$40,265,178	\$3,608,953	\$43,874,131
Public Defender Standards Council			
State General Funds	\$5,930,028	\$1,630,247	\$7,560,275
Other Funds	2,775,048	(1,075,048)	1,700,000
Total Funds	\$8,705,076	\$555,199	\$9,260,275
Public Defenders			
State General Funds	\$29,500,112	\$5,113,744	\$34,613,856
Other Funds	2,059,990	(2,059,990)	0
Total Funds	\$31,560,102	\$3,053,754	\$34,613,856

Department of Public Safety

Roles, Responsibilities, and Organization

The Georgia Department of Public Safety is responsible for patrolling the public roads and highways of the state of Georgia, safeguarding the lives and property of the public, and investigating traffic accidents. The department's troopers work to reduce accidents and injuries by enforcing traffic laws, encouraging seat belt use, and by stopping drivers under the influence of drugs and alcohol. They also investigate traffic accidents and are involved in highway drug interdiction. The agency is responsible for Executive Security for the Governor and First Lady and the safety and security of employees, visitors and facilities of the Capitol Hill Area. In addition, the department provides law enforcement assistance to the public and other agencies of the criminal justice community in areas such as special units, fugitive apprehension, and Homeland Security.

The Motor Carrier Compliance Division currently has a sworn staff of 243 of its authorized count of 332 sworn positions. This unit is responsible for enforcing Georgia's commercial vehicle safety and size and weight regulations, High Occupancy Vehicle (HOV) Lane restrictions, and conducting school bus safety inspections. To carry out these duties, the MCCD is divided into 11 regions with 19 permanent inspection stations located throughout the state.

The Georgia State Patrol (GSP) has a current sworn staff in the uniform division of 768 of its authorized 953 sworn Trooper positions. To carry out its duties, GSP operates a headquarters facility, 48 patrol posts, and six aviation hangars.

In an effort to provide the services to the state and public as directed by the department, the State Patrol has several unique units that contribute to the overall mission. These units are as follows:

- Field Operations
- Implied Consent
- Executive Security
- Specialized Collision Reconstruction Team
- Investigative Services
- Safety Education

- Aviation
- Criminal Interdiction Unit
- SWAT
- Capitol Police
- Motor Carrier Compliance
- Administration

The department, for administrative purposes only, maintains four additional program units. The additional programs are as follows:

The Georgia Public Safety Training Center provides instruction and support services for the training of state and local law enforcement officers, firefighters, correctional officers, and emergency personnel.

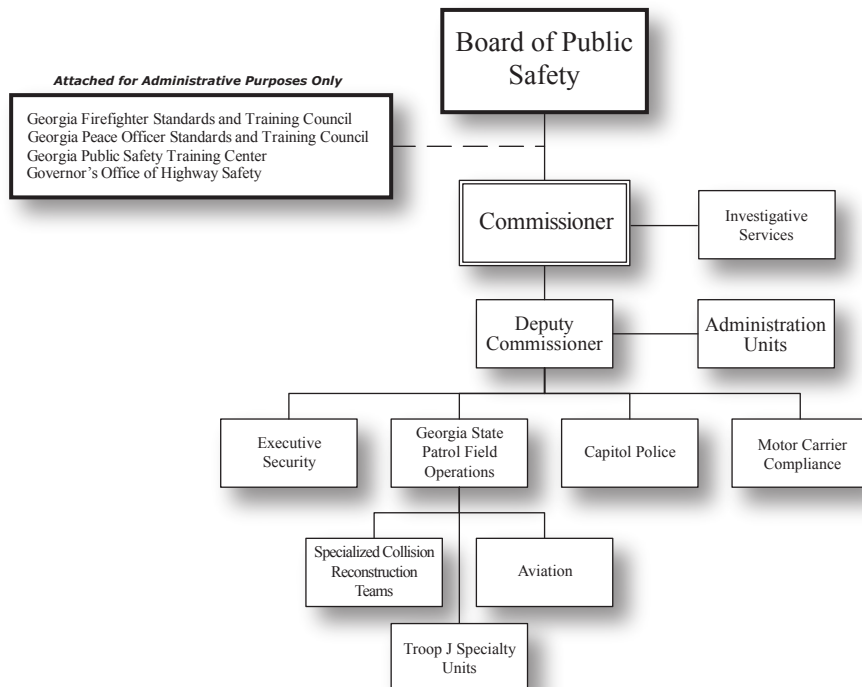
The Georgia Firefighter Standards and Training Council is responsible for establishing uniform standards for the employment and training of firefighters. Additionally, the Council establishes curriculum requirements and approves schools and facilities for the purpose of fire training.

The Georgia Peace Officer Standards and Training Council is responsible for improving law enforcement in the state by enforcing legislatively established standards for the employment and training of peace officers. The citizens of Georgia can be assured the adequate protection of persons and property through the establishment of minimum standards and professionalism developed and supported by law enforcement training.

The Governor's Office of Highway Safety is responsible for the development and administration of statewide highway safety programs. The agency coordinates programs funded through federal highway grants designed to reduce the number of highway deaths and to promote safety.

AUTHORITY

Title 25, 35, and 40, Official Code of Georgia Annotated; Georgia Laws



Department of Public Safety

FY 2009 Program Budgets

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$121,232,673	\$22,756,897	\$143,989,570
TOTAL STATE FUNDS	\$121,232,673	\$22,756,897	\$143,989,570
Federal Funds	8,328,935	18,081,391	26,410,326
Other Funds	9,382,406	7,518,165	16,900,571
TOTAL FUNDS	\$138,944,014	\$48,356,453	\$187,300,467

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$7,069,773
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,186,660), for performance increases (\$474,665), for employees in specified critical jobs (\$59,702), and for structure adjustments to the statewide salary plan (\$9,041).	1,730,068
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	854,733
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	283,401
Total Change	\$9,937,975

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$81,485
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$84,536), for performance increases (\$33,813), and for structure adjustments to the statewide salary plan (\$535).	118,884
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	67,897
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	18,774
5. Reduce one-time funding for POST database.	(284,064)
6. Provide for a reduction in personal services costs due to retirements.	(276,000)
7. Increase federal funds (\$15,571) to reflect projected expenditures in FY 2009.	Yes
Total Change	(\$273,024)

Aviation

Purpose: Provide air support to the Georgia State Patrol and other state, federal, and local agencies, thereby improving public safety for the citizens of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$25,318
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,149), for performance increases (\$7,660), and for structure adjustments to the statewide salary plan (\$121).	26,930
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	15,380
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	6,279
5. Provide for a reduction in personal services costs due to retirement.	(103,000)
6. Increase federal funds (\$190,000) to reflect projected expenditures in FY 2009.	Yes
Total Change	(\$29,093)

Department of Public Safety

FY 2009 Program Budgets

Capitol Police Services

Purpose: Protect life and property, prevent and detect criminal acts, and enforce traffic regulations throughout the Capitol Hill area.

Recommended Change:

- | | |
|---|-----|
| 1. Increase other funds (\$4,352,436) to reflect projected expenditures in FY 2009. | Yes |
| Total Change | \$0 |

Executive Security Services

Purpose: Provide facility security for the Governor's Mansion and personal security for its residents, and provide continual security for the Governor, Lieutenant Governor, the Speaker of the House and their families.

Recommended Change:

- | | |
|---|----------|
| 1. Annualize the cost of the FY 2008 salary adjustment. | \$16,455 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,435), for performance increases (\$6,974), and for structure adjustments to the statewide salary plan (\$111). | 24,520 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 14,004 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | 3,835 |
| Total Change | \$58,814 |

Field Offices and Services

Purpose: Reduce criminal activity in the state of Georgia through enforcement of traffic and criminal laws.

Recommended Change:

- | | |
|--|--------------|
| 1. Annualize the cost of the FY 2008 salary adjustment, and annualize FY 2008 pay raise for identified ranks of the Georgia State Patrol troopers through the supervisory rank of captain including all job classes of communication equipment officers, effective January 1, 2008. | \$6,413,168 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$732,604), for performance increases (\$293,042) and for structure adjustments to the statewide salary plan (\$4,639). | 1,030,285 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 588,411 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | 245,416 |
| 5. Transfer funds from the Field offices and Services program to the Specialized Collision Reconstruction Team (SCRT) program to properly align the budget with anticipated expenditures. | (496,000) |
| 6. Provide funding for computer-aided dispatch and computer terminals in patrol vehicles to increase the efficiency and safety of state troopers. | 1,976,302 |
| 7. Increase personal services to implement the Regional Officer Trooper Cadet (ROTC) program with an initial class of 50 cadets. | 2,368,994 |
| 8. Provide additional funds needed for salaries, equipment, fuel and maintenance costs associated with troopers graduating from the 85th trooper school. | 3,777,277 |
| 9. Provide funds for the 86th trooper school in order to increase patrol coverage statewide to foster a safer driving experience for all those who travel Georgia highways and meet the State Highway Strategic plan goal of one death per 100 million miles driven. | 2,847,456 |
| 10. Provide partial-year funding for the 87th trooper school in order to increase patrol coverage statewide to foster a safer driving experience for all those who travel Georgia highways and meet the State Highway Strategic plan goal of one death per 100 million miles driven. | 2,296,753 |
| 11. Reduce funds budgeted for post repairs and maintenance. | (100,000) |
| 12. Increase federal (\$3,118,316) and other funds (\$1,252,400) to reflect projected expenditures in FY 2009. | Yes |
| 13. Redirect one-time funding of 50 standard trooper cars to replace cars projected to surpass 135,000 miles in FY 2009. | Yes |
| Total Change | \$20,948,062 |

Department of Public Safety

FY 2009 Program Budgets

Motor Carrier Compliance

Purpose: Provide safety and compliance enforcement for commercial motor carriers, school buses, large passenger vehicles and ensure enforcement of High Occupancy Vehicle lane use restrictions.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$286,492
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$143,942), for performance increases (\$57,577), and for structure adjustments to the statewide salary plan (\$911).	202,430
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	22,290
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	15,397
5. Increase federal (\$651,053) and other funds (\$1,913,329) to reflect projected expenditures in FY 2009.	Yes
Total Change	\$526,609

Specialized Collision Reconstruction Team (SCRT)

Purpose: Provide a means by which fatal crashes can be investigated thoroughly by specially trained investigators and properly document evidence in collisions to be used for successful court prosecution.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$36,479
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$29,122), for performance increases (\$11,649), and for structure adjustments to the statewide salary plan (\$184).	40,955
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	23,390
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	9,067
5. Transfer funds to the Specialized Collision Reconstruction Team (SCRT) program from the Field Offices and Services program to properly align the budget with anticipated expenditures.	496,000
Total Change	\$605,891

Troop J Specialty Units

Purpose: Support the Forensics Science Division of the Georgia Bureau of Investigation by overseeing and maintaining the entire breath-alcohol program.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$37,221
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$29,482), for performance increases (\$11,793), and for structure adjustments to the statewide salary plan (\$187).	41,462
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	23,680
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	13,357
5. Provide for a reduction in personal services costs due to attrition.	(331,000)
Total Change	(\$215,280)

Agencies Attached for Administrative Purposes:

Firefighter Standards and Training Council

Purpose: Provide professionally trained, competent and ethical firefighters with the proper equipment and facilities to ensure a fire safe environment for Georgia citizens and establish professional standards for fire service training including consulting, testing, and certification of Georgia's firefighters.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,546
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$7,728), and for performance increases (\$3,091).	10,819
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	5,861
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(11,553)
Total Change	\$13,673

Department of Public Safety

FY 2009 Program Budgets

Office of Highway Safety

Purpose: Educate the public on highway safety issues and facilitate the implementation of programs to reduce crashes, injuries, and fatalities on Georgia roadways.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,438
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,009), and for performance increases (\$804).	2,813
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,454
4. Reflect an adjustment in Workers' Compensation premium rate structure.	13,286
5. Provide state funds to match federal National Highway Traffic Safety Administration funding for an increase in GBA negotiated rental agreements (Total Funds: \$79,319).	39,660
6. Provide state funds to match for federal National Highway Traffic Safety Administration funding for two positions previously funded. (Total Funds: \$162,422).	81,211
7. Increase federal (\$13,978,380) funds to reflect projected expenditures in FY 2009.	Yes
Total Change	\$144,862

Peace Officer Standards and Training Council

Purpose: Set standards for the law enforcement community; ensure training at the highest level for all of Georgia's law enforcement officers and public safety professionals; and certify individuals when all requirements are met. Investigate officers and public safety professionals when an allegation of unethical/illegal conduct is made; sanction those individuals' certification's when necessary.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$26,508
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,369), and for performance increases (\$7,748).	27,117
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	14,974
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(5,206)
5. Add one audit position.	38,475
6. Provide for a reduction in regular operating expenses.	(16,832)
7. Provide funding to increase the contract with the Georgia Sheriff's Association to deliver training associated with the Sex Offender Registration Act.	118,700
8. Increase the contract with the Georgia Sheriff's Association to deliver training for an anticipated class of 50 newly elected Sheriffs.	392,190
9. Provide for a reduction in monthly telecommunications expenses.	(7,200)
Total Change	\$588,726

Georgia Public Safety Training Center

Purpose: Develop, deliver and facilitate training that results in professional and competent public safety services for the people of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$131,663
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$101,284), for performance increases (\$40,514), for employees in specified critical jobs (\$59,702) and for structure adjustments to the statewide salary plan (\$2,353).	203,853
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	77,392
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(25,251)
Total Change	\$387,657

Department of Public Safety

FY 2009 Program Budgets

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Replace the burn building, Georgia Fire Academy, Forsyth, Monroe County	20	\$500,000	\$42,700
Total		<hr/> \$500,000	<hr/> \$42,700

Department of Public Safety

Performance Measures - FY 2009

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Aviation				
1. Percentage of fugitives captured	48%	48%	48%	48%
2. Percentage of individuals found through general searches	48%	48%	48%	48%
Capitol Police Services				
1. Number of felony arrests	96	20	96	20
2. Number of thefts reported	25	22	0	22
Executive Security Services				
1. Number of detail hours	42,556	40,214	41,300	42,000
2. Number of training hours	1,000	1,028	1,400	1,020
Field Offices and Services				
1. Number of vehicle stops performed	510,484	511,501	502,712	516,616
2. Fatalities per 100 million miles driven	1.49	1.34	1.22	1.10
3. Customer Service: Total number of callouts for S.W.A.T. assistance	29	42	36	45
Motor Carrier Compliance				
1. Percentage of vehicles weighed found to be in compliance	99%	99%	99%	99%
2. Percentage of school buses found to have serious defects as a result of inspections	13%	15%	13%	13%
3. Number of commercial vehicle inspections	90,000	88,109	75,000	75,000
Specialized Collision Reconstruction Team (SCRT)				
1. Customer Service: Number of traffic accident investigations opened	314	298	348	330
2. Percentage of cases investigated resulting in conviction	100%	100%	98%	99%
Troop J Specialty Units				
1. Customer Service: Number of students attending Basic 5000 course	1,052	1,024	950	1,050
2. Customer Service: Number of intoxilyzer devices serviced/maintained	566	542	578	550
3. Customer Service: Number of public school classes receiving instruction	1,150		1,219	1,282
Firefighters Standards and Training Council				
1. Percentage of fire stations found to be operating in violation of state requirements and placed in non-compliant status	6%	9%	13%	17%
2. Percentage of career firefighters in violation of annual training and certification requirements placed in non-compliant status	1%	3%	4%	5%

Department of Public Safety

Performance Measures - FY 2009

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Office of Highway Safety				
1. Fatality rate per 100 million miles driven	1.49	1.34	1.22	1.10
2. Percentage of safety belt usage reported by University of Georgia Research Center Observational Survey	90%	89%	90%	90%
3. Percentage of child safety seat usage reported by University of Georgia Research Center Observational Study	85%	93%	95%	95%
Peace Officer Standards and Training				
1. Percentage of cases sent to POST Council's Probable Cause Committee in under four months	48%	41%	45%	50%
2. Percentage of active peace officers seeking specialty certifications	10%	10%	10%	10%
3. Total number of certifications issued	12,344	11,949	11,000	11,500
Public Safety Training Center				
1. Customer Service: Percent of customers stating that customer service rates good to very good	98%	98%	90%	95%
2. Percentage of student registrations fulfilled to provide timely training	95%	98%	95%	95%
3. Percentage of agency heads who state that their employees' job performance improved as a result of training provided	98%	98%	93%	95%

Department of Public Safety

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$652,745	\$8,761,509	\$9,434,931	\$9,240,416	\$9,177,478
Aviation	2,852,697	2,711,318	2,630,550	2,552,868	2,791,457
Capitol Police Services	7,054,526	7,253,756	3,151,435	3,151,435	7,503,871
Executive Security Services	1,388,248	1,419,372	1,467,064	1,483,519	1,525,878
Field Offices and Services	68,060,538	70,411,728	78,566,545	100,129,607	103,885,323
Motor Carrier Compliance	19,289,440	19,392,555	17,602,364	17,888,856	20,693,355
Specialized Collision Reconstruction Team (SCRT)	2,388,398	2,909,829	2,517,279	3,077,358	3,123,170
Troop J Specialty Units	2,221,552	2,291,725	2,460,304	2,166,525	2,245,024
SUBTOTAL (Excludes Attached Agencies)	\$103,908,144	\$115,151,792	\$117,830,472	\$139,690,584	\$150,945,556
ATTACHED AGENCIES					
Firefighter Standards and Training Council	\$620,413	\$670,208	\$905,403	\$913,949	\$919,076
Office of Highway Safety	12,239,899	16,891,145	3,688,232	3,936,411	17,939,545
Peace Officer Standards and Training Council (POST)	2,147,207	2,150,929	2,126,893	2,149,338	2,715,619
Public Safety Training Center	16,567,749	17,561,704	14,393,014	14,524,677	14,780,671
TOTAL FUNDS	\$135,483,412	\$152,425,779	\$138,944,014	\$161,214,959	\$187,300,467
Less:					
Federal Funds	\$24,937,525	\$29,458,335	\$8,328,935	\$8,449,805	\$26,410,326
Other Funds	18,332,869	19,436,603	9,382,406	9,382,406	16,900,571
Subtotal	\$43,270,394	\$48,894,938	\$17,711,341	\$17,832,211	\$43,310,897
 State General Funds	 \$92,213,018	 \$103,530,841	 \$121,232,673	 \$143,382,748	 \$143,989,570
 TOTAL STATE FUNDS	 \$92,213,018	 \$103,530,841	 \$121,232,673	 \$143,382,748	 \$143,989,570
 Positions	 1,995	 1,996	 1,996	 1,997	 1,997
Motor Vehicles	1,442	1,442	1,442	1,442	1,442

Department of Public Safety

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$121,232,673	\$22,756,897	\$143,989,570
TOTAL STATE FUNDS	\$121,232,673	\$22,756,897	\$143,989,570
Federal Funds	8,328,935	18,081,391	26,410,326
Other Funds	9,382,406	7,518,165	16,900,571
TOTAL FUNDS	\$138,944,014	\$48,356,453	\$187,300,467
Administration			
State General Funds	\$9,434,931	(\$273,024)	\$9,161,907
Federal Funds		15,571	15,571
Total Funds	\$9,434,931	(\$257,453)	\$9,177,478
Aviation			
State General Funds	\$2,630,550	(\$29,093)	\$2,601,457
Federal Funds		190,000	190,000
Total Funds	\$2,630,550	\$160,907	\$2,791,457
Capitol Police Services			
Other Funds	\$3,151,435	\$4,352,436	\$7,503,871
Total Funds	\$3,151,435	\$4,352,436	\$7,503,871
Executive Security Services			
State General Funds	\$1,467,064	\$58,814	\$1,525,878
Total Funds	\$1,467,064	\$58,814	\$1,525,878
Field Offices and Services			
State General Funds	\$78,566,545	\$20,948,062	\$99,514,607
Federal Funds		3,118,316	3,118,316
Other Funds		1,252,400	1,252,400
Total Funds	\$78,566,545	\$25,318,778	\$103,885,323
Motor Carrier Compliance			
State General Funds	\$7,843,468	\$526,609	\$8,370,077
Federal Funds	5,161,998	651,053	5,813,051
Other Funds	4,596,898	1,913,329	6,510,227
Total Funds	\$17,602,364	\$3,090,991	\$20,693,355
Specialized Collision Reconstruction Team (SCRT)			
State General Funds	\$2,517,279	\$605,891	\$3,123,170
Total Funds	\$2,517,279	\$605,891	\$3,123,170

Department of Public Safety Program Budget Financial Summary

Troop J Specialty Units			
State General Funds	\$2,460,304	(\$215,280)	\$2,245,024
Total Funds	<u>\$2,460,304</u>	<u>(\$215,280)</u>	<u>\$2,245,024</u>
Agencies Attached for Administrative Purposes:			
Firefighter Standards and Training Council			
State General Funds	\$905,403	\$13,673	\$919,076
Total Funds	<u>\$905,403</u>	<u>\$13,673</u>	<u>\$919,076</u>
Office of Highway Safety			
State General Funds	\$521,295	\$144,862	\$666,157
Federal Funds	3,166,937	14,106,451	17,273,388
Total Funds	<u>\$3,688,232</u>	<u>\$14,251,313</u>	<u>\$17,939,545</u>
Peace Officers Standards and Training Council			
State General Funds	\$2,126,893	\$588,726	\$2,715,619
Total Funds	<u>\$2,126,893</u>	<u>\$588,726</u>	<u>\$2,715,619</u>
Public Safety Training Center			
State General Funds	\$12,758,941	\$387,657	\$13,146,598
Other Funds	1,634,073		1,634,073
Total Funds	<u>\$14,393,014</u>	<u>\$387,657</u>	<u>\$14,780,671</u>

Public Service Commission

Roles, Responsibilities, and Organization

The Public Service Commission (PSC) is responsible for regulating public utility companies under its jurisdiction. In carrying out its responsibilities, the commission promulgates and enforces rules governing regulated companies, sets and monitors utility rates, assists consumers of regulated companies with questions and problematic situations, and educates the public on consumer rights and responsibilities in the evolving regulatory environment. Above all, the commission aims to ensure that consumers receive the best value in electric, natural gas, transportation, and telecommunications service, and that utilities under its jurisdiction receive equitable rates and remain financially viable. The commission also ensures the safety of the state's underground utility facilities through education and enforcement.

The PSC is a quasi-legislative, quasi-judicial agency directed by a five-member board of commissioners. Commissioners are elected through statewide general elections and serve six-year terms. The agency's staff includes accountants, analysts, engineers, information systems specialists, inspectors, and various administrative personnel who assist the commissioners in fulfilling their duties. The commission has two programs: Facilities Protection and Utilities Regulation.

FACILITIES PROTECTION

Through its safety program, the PSC protects people, property, and the environment from physical harm from an accidental release of natural gas or other chemicals, and averts interruptions of utility service resulting from damage to utility facilities caused by blasting or excavating operations. The commission fulfills its responsibilities by enforcing industry compliance with safety rules and regulations and by educating the system operators. By training operators, the commission ensures that industry personnel understand proper procedures for locating and marking utility facilities before blasting or excavating. The combination of enforcement and education is highly effective and contributes to the health and security of Georgia.

TRANSPORTATION

Under legislation adopted by the 2005 General Assembly, the commission assumed the regulation of household goods movers,

luxury limousines, buses, and non-consensual towers. The commission sets maximum rates to be charged and ensures that these carriers are properly licensed, insured, and able to comply with all safety regulations. The transportation unit is part of the Utilities Regulation program.

UTILITIES REGULATION

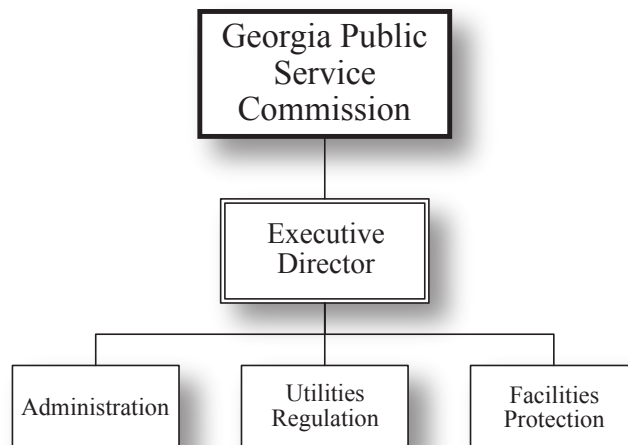
The goal of utilities regulation is to ensure that telecommunications, electric, and natural gas providers serve the state with affordable rates and quality service.

Even though the natural gas and telecommunications industries have been partially opened to competition, the PSC remains responsible for setting and monitoring the rates and service standards of electric, transportation, natural gas, and telecommunications companies. Additionally, it is the role of the commission to approve supply plans for electric and natural gas companies, monitor utility system and telecommunications network planning, arbitrate complaints among competitors, provide consumer protection and education, and certify competitive transportation, natural gas, and telecommunications providers.

The PSC recognizes that its responsibility to ensure that utility services are reliable and reasonably priced has not changed even as utility markets become more competitive. The PSC believes that Georgians should continue to have access to high quality utility services, whether those services are priced in a competitive market or through economic regulation.

AUTHORITY

Article 4, Section 1 of the Constitution of the State of Georgia; Titles 40 and 46, Official Code of Georgia Annotated.



Public Service Commission

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$9,965,190	\$479,271	\$479,271
TOTAL STATE FUNDS	\$9,965,190	\$479,271	\$10,444,461
Federal Funds Not Specifically Identified	449,000	151,000	600,000
Other Funds		70,000	70,000
TOTAL FUNDS	\$10,414,190	\$700,271	\$11,114,461

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$128,138
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$98,903), for performance increases (\$39,561), and for structured adjustments to the statewide salary plan (\$615).	139,079
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	75,333
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(6,693)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	43,762
Total Change	\$379,619

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$16,813
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$13,167), for performance increases (\$5,267), and for structured adjustments to the statewide salary plan (\$615).	19,049
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	10,029
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,141)
5. Increase the GBA real estate rental rate for office space.	6,358
6. Increase other funds (\$70,000) to reflect projected expenses for FY 2009.	Yes
Total Change	\$51,108

Facilities Protection

Purpose: Provide for the protection of the buried utility facility infrastructure within the State of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,927
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,541) and for performance increases (\$3,416).	11,957
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,506
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(228)
5. Increase the GBA real estate rental rate for office space.	3,827
6. Increase federal funds (\$151,000) to reflect projected expenses for FY 2009.	Yes
Total Change	\$30,989

Utilities Regulation

Purpose: Regulate intrastate telecommunications, natural gas, and electric utilities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$102,398
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$77,195) and for performance increases (\$30,878).	108,073

Public Service Commission

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	58,798
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(5,324)
5. Increase the GBA real estate rental rate for office space.	33,577
6. Provide additional funds for subject matter experts for nuclear construction monitoring.	99,652
Total Change	<hr/> \$397,174

Public Service Commission

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Facilities Protection				
1. Number of pipeline safety inspections	543	593	570	569
2. Number of people trained on Georgia Utility Facility Protection Act (GUFPA) requirements	4,125	3,425	1,758	2,445
Utilities Regulation				
1. Number of valid telecommunication, natural gas, and electric complaints resolved satisfactorily by the Public Service Commission	9,097	9,118	10,000	9,500

Public Service Commission

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$1,407,979	\$1,184,848	\$1,258,488	\$1,275,301	\$1,379,596
Facilities Protection	1,083,787	1,225,739	1,302,658	1,311,585	1,484,647
Utilities Regulation	6,618,721	7,306,726	7,853,044	7,955,442	8,250,218
TOTAL FUNDS	\$9,110,487	\$9,717,313	\$10,414,190	\$10,542,328	\$11,114,461
<u>Less:</u>					
Federal Funds Not Specifically Identified	\$584,146	\$596,301	\$449,000	\$449,000	\$600,000
Other Funds	65,862	77,191			70,000
Subtotal	\$650,008	\$673,492	\$449,000	\$449,000	\$670,000
State General Funds	\$8,460,479	\$9,043,821	\$9,965,190	\$10,093,328	\$10,444,461
TOTAL STATE FUNDS	\$8,460,479	\$9,043,821	\$9,965,190	\$10,093,328	\$10,444,461
Positions	98	101	100	100	100
Motor Vehicles	19	19	18	18	18

Public Service Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$9,965,190	\$479,271	\$10,444,461
TOTAL STATE FUNDS	\$9,965,190	\$479,271	\$10,444,461
Federal Funds Not Specifically Identified	449,000	151,000	600,000
Other Funds		70,000	70,000
TOTAL FUNDS	\$10,414,190	\$700,271	\$11,114,461
Administration			
State General Funds	\$1,258,488	\$51,108	\$1,309,596
Other Funds		70,000	70,000
Total Funds	\$1,258,488	\$121,108	\$1,379,596
Facilities Protection			
State General Funds	\$853,658	\$30,989	\$884,647
Federal Funds Not Specifically Identified	449,000	151,000	600,000
Total Funds	\$1,302,658	\$181,989	\$1,484,647
Utilities Regulation			
State General Funds	\$7,853,044	\$397,174	\$8,250,218
Total Funds	\$7,853,044	\$397,174	\$8,250,218

Regents, University System of Georgia

Roles, Responsibilities, and Organization

The University System of Georgia (USG), through its 35 public colleges and universities, is charged with providing higher education to Georgia residents. USG works to create a more educated Georgia through its core missions of instruction, research, and public service.

INSTRUCTION

Access to higher education is critical to the economic development of the state. Currently, 90% of Georgia citizens are within commuting distance of 1 of the 35 USG institutions. USG is comprised of four research universities, thirteen state universities, four state colleges, two regional universities, and twelve two-year colleges.

USG institutions offer baccalaureate, limited baccalaureate, and associate degree programs. In addition, four institutions offer technical programs through an arrangement with the Department of Technical and Adult Education (DTAE). In 2007, USG enrolled 270,022 students and granted 45,300 degrees.

RESEARCH

Research is concentrated in four research universities: the University of Georgia, Georgia Institute of Technology, Georgia State University, and the Medical College of Georgia. Funding for research is derived from the funding formula, federal or private sponsored research, and special state programs, such as the Georgia Research Alliance and Traditional Industries Program.

Georgia Research Alliance (GRA) is a partnership between Georgia's public and private research universities and local industry to promote economic development in the state. GRA focuses Georgia's research capabilities on targeted technologies that offer significant potential for economic and industrial growth.

Traditional Industries Program (TIP) provides applied research grants in three areas—food processing, pulp and paper production, and carpet and textiles. Researchers partner with industry to solve problems critical to the growth and sustainability of Georgia's traditional industries.

PUBLIC SERVICE

The University System of Georgia offers direct service to farmers, businesses, industry, and communities through continuing education, public service institutes, and special services and organizations, such as the Advanced Technology Development Center/Economic Development Institute and Cooperative Extension Service.

Advanced Technology Development Center/Economic Development Institute (ATDC/EDI) encourages industrial and economic development by providing an extension service that meets the technical and informational needs of industry and local development groups. ATDC also provides support for new technology companies.

Cooperative Extension Service assists Georgia farmers through a network of county extension agents who share information and research developed through the Agricultural Experiment Stations. Cooperative Extension also offers useful and practical information to the people of Georgia on subjects related to natural resources, home economics, youth development, rural development, and family support.

OTHER ACTIVITIES

The Board of Regents also oversees the Public Libraries Service (PLS) which provides assistance, information, and materials to meet

the needs of local communities throughout the state. There are 59 public library systems that operate 385 public libraries statewide. In addition, PLS operates the state's library for the blind and physically handicapped.

ATTACHED AGENCIES

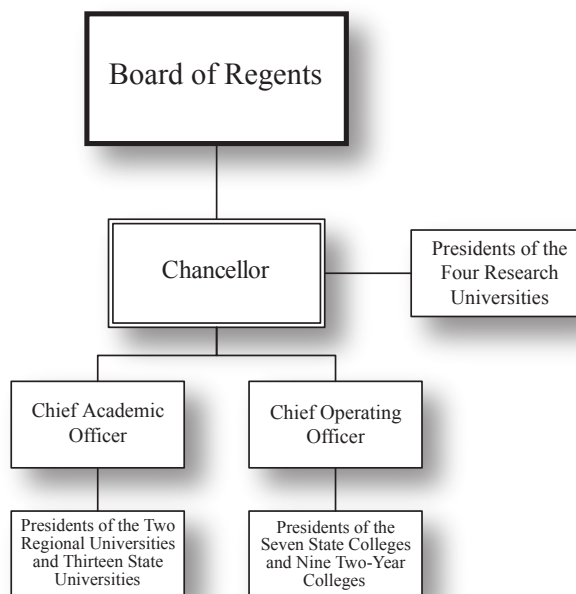
Georgia Cancer Coalition (GCC) is an independent, not-for-profit organization that unites government agencies, academic institutions, civic groups, corporations, and health care organizations in an effort to strengthen cancer prevention, research, and treatment in Georgia.

Georgia Military College (GMC) is an independent, public education institution comprised of a junior college and preparatory school. GMC provides junior college students with a liberal arts based two-year degree, select college students with ROTC training, and junior and high school students with an inclusive preparatory college curriculum that includes a military training component.

Georgia Public Telecommunications Commission (GPTC) provides a 9-station television and 15-station radio network designed to meet the educational, cultural and informational needs of Georgia residents. Additionally, GPTC provides electronically delivered classroom support for all Georgia learners.

AUTHORITY

Titles 12, 20, 49 and 50, Official Code of Georgia Annotated.



Regents, University System of Georgia

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommended</u>
State General Funds	\$2,115,477,060	\$217,033,526	\$2,332,510,586
Tobacco Settlement Funds	20,337,799	1,500,000	21,837,799
TOTAL STATE FUNDS	\$2,135,814,859	\$218,533,526	\$2,354,348,385
Other Funds	2,942,009,923	106,483,037	3,048,492,960
TOTAL FUNDS	\$5,077,824,782	\$325,016,563	\$5,402,841,345

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$26,938,057
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$24,562,713) and for performance increases (\$780,056).	25,342,769
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	97,206
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,703,110)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	93,469
Total Change	\$50,768,391

Advanced Technology Development Center/Economic Development Institute

Purpose: Provide strategic business advice and connect its member companies to the people and resources they need to succeed.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$129,831
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$111,320) and for performance increases (\$44,528).	155,848
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	50,873
Total Change	\$336,552

Agricultural Experiment Station

Purpose: Improve production, processing, new product development, food safety, storage and marketing to increase profitability and global competitiveness.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$469,965
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$409,648) and for performance increases (\$163,859).	573,507
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	605,124
4. Add funding for maintenance and operations.	700,000
5. Provide funding for a Food Security Microbiologist position.	125,000
6. Increase other funds (\$5,111,657) to reflect projected expenditures.	Yes
Total Change	\$2,473,596

Athens/Tifton Veterinary Laboratories

Purpose: Ensure the safety of our food supply and the health of animals (production, equine, and companion) within the State of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other funds: \$62,192).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$32,323) and for performance increases (\$12,929).	\$45,252

Regents, University System of Georgia

FY 2009 Program Budgets

3. Transfer funding for the FY 2008 pay raise from the Athens/Tifton Veterinary laboratories to the contract within the Department of Agriculture.	(62,192)
Total Change	(\$16,940)

Cooperative Extension Service

Purpose: Enhance the quality of life for Georgia's citizens through service, learning and the adaptation of research-based information.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$454,250
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$395,028) and for performance increases (\$158,011).	553,039
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	719,194
4. Remove one-time funding for facilities upgrade at the Vidalia Onion and Vegetable Research Center.	(75,000)
5. Add funding for maintenance and operations.	300,000
6. Provide funding for six extension agent-in-training positions.	450,000
7. Provide funding for an Entomologist position and Peanut Entomologist position.	250,000
8. Increase other funds (\$1,989,792) to reflect projected expenditures.	Yes
Total Change	\$2,651,483

Forestry Cooperative Extension

Purpose: Provide conservation and sustainable management of forests and other natural resources and to put into practice forestry and natural resources knowledge.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,108
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,224) and for performance increases (\$3,290).	11,514
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	11,170
4. Increase other funds (\$24,012) to reflect projected expenditures.	Yes
Total Change	\$31,792

Forestry Research

Purpose: Sustain competitiveness of Georgia's forest products' industry and private land owners through research and meet the environmental goals of the Sustainable Forestry Initiative.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$42,002
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$39,525) and for performance increases (\$15,810).	55,335
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	53,122
Total Change	\$150,459

Georgia Eminent Scholars Endowment Trust Fund

Purpose: Provide challenge grants to raise funds to be used by units of the University System of Georgia and foundations established to further the work of such units in endowing chairs to attract eminent scholars to join the faculties of units of the University System of Georgia.

Recommended Change:

1. No change.	\$0
Total Change	\$0

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Georgia Radiation Therapy Center

Purpose: Provide patient care and education.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Georgia Tech Research Institute

Purpose: Aid in the promotion of scientific, engineering, and industrial research for the advancement of science, technology, and education in Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$105,629
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$91,425) and for performance increases (\$36,570).	127,995
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	32,421
4. Remove one-time funding for the Agricultural Technology Research Program to replace Ion/High Pressure Liquid Chromatograph.	(45,000)
Total Change	\$221,045

Marine Institute

Purpose: Understand the processes that affect the condition of the salt marsh and coastline.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$9,810
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,708) and for performance increases (\$3,483).	12,191
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	11,722
Total Change	\$33,723

Marine Resources Extension Center

Purpose: Transfer technology, provide training, and conduct applied research.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$17,242
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$16,316) and for performance increases (\$6,527).	22,843
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	18,070
Total Change	\$58,155

Medical College of Georgia Hospitals and Clinics

Purpose: Care, teach, and refer clients.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$397,018
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$343,591) and for performance increases (\$137,437).	481,028
Total Change	\$878,046

Office of Minority Business Enterprises

Purpose: Provide assistance in the mitigation of factors that place minority businesses in a disadvantaged position.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,910
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$5,681) and for performance increases (\$2,273).	7,954

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3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	9,526
Total Change	\$24,390

Public Libraries

Purpose: Provide library services for Georgians and to award grants from the Public Library Fund.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$314,188
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$259,116) and for performance increases (\$103,647).	362,763
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	9,122
4. Remove one-time funding for equipment.	(109,000)
5. Provide funding to expand the PINES library network to broaden service and access to system library resources.	579,714
6. Provide funding to upgrade telecommunication lines.	240,588
7. Add funds to the New Directions funding formula based on an increase in state population.	125,431
8. Provide an enhancement to the New Directions funding formula for materials and books.	1,000,000
Total Change	\$2,522,806

Public Service/Special Funding Initiatives

Purpose: Provide leadership, service, and education.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$161,903
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	357,680
3. Eliminate the Georgia Water Policy Research Center.	(360,000)
4. Remove one-time funding for the Washington Center for Internship and Academic Seminars.	(45,000)
5. Provide additional funding to support the start-up of Georgia Gwinnett College.	6,500,000
6. Remove one-time funding for the Chattahoochee Hills-South Fulton study.	(150,000)
Total Change	\$6,464,583

Regents Central Office

Purpose: Provide administrative support to all colleges and universities in the university system.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$96,340
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$74,640) and for performance increases (\$29,856).	104,496
3. Reflect an adjustment in the Workers' Compensation premium rate structure.	(34,667)
4. Increase the GBA real estate rental rate for office space.	89,642
5. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	55,501
6. Increase funding for Southern Regional Education Board (SREB) dues and the Regional Contract program to meet actual contract costs.	105,650
Total Change	\$416,962

Research Consortium

Purpose: Conduct research to further industry in the State of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$236,072
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	202,908
3. Remove partial funding for the life sciences vaccine initiative.	(5,000,000)

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4. Provide funding for Georgia Research Alliance venture capital.	5,000,000
Total Change	\$438,980

Skidaway Institute of Oceanography

Purpose: Provide a center of excellence in marine and ocean science research, which expands the body of knowledge on marine environments.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$19,115
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$14,423) and for performance increases (\$5,769).	20,192
3. Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,765)
4. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	13,489
Total Change	\$50,031

Student Education Enrichment Program

Purpose: Provide underrepresented Georgia residents the opportunity to acquire educational experiences.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,660
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,499) and for performance increases (\$600).	2,099
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	4,481
Total Change	\$8,240

Teaching

Purpose: Establish all such schools of learning or art as may be useful to the state and to organize them in the way most likely to attain the ends desired.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$24,341,672
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	22,051,994
3. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,615,553)
4. Provide funding for the Board of Regents' Retiree Health Benefit Fund to cover a portion of the Other Post Employment Benefits (OPEB) liability.	14,464,286
5. Remove one-time funding for township studies for the Carl Vinson Institute of Government (\$400,000), Fort Valley Cooperative Energy Program (\$100,000), and charter school funding for Valdosta State University (\$125,000).	(625,000)
6. Provide funding for enrollment growth based on a 3.36% increase in semester credit hours and operating expenses related to additional square footage.	114,715,169
7. Remove one-time funding for the MCG dental school design (\$5,000,000), UGA Griffin infrastructure (\$1,300,000), Middle Georgia College outdoor education center (\$375,000), Darton College roof repair (\$75,000), and KSU physical education addition (\$100,000).	(6,850,000)
8. Adjust debt service payback amount for the Olympic dormitories at Georgia Tech (\$4,456,033) and Georgia State University (\$3,375,845).	7,831,878
9. Add funding for Major Repairs and Renovations (MRR) to reflect a four-year phase-in to fund MRR in cash rather than bonds.	17,500,000
10. Provide funding to the Medical College of Georgia for faculty and operating expenses to expand the medical school capacity.	7,161,000
11. Provide funding for infrastructure needs at the UGA-Griffin campus.	800,000
12. Increase other funds to reflect projected expenditures (\$99,233,192).	Yes
Total Change	\$199,775,446

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Veterinary Medicine Experiment Station

Purpose: Coordinate and conduct research on animal disease problems of present and potential concern to Georgia's livestock and poultry industries.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$38,569
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$32,149) and for performance increases (\$12,860).	45,009
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	49,292
Total Change	\$132,870

Veterinary Medicine Teaching Hospital

Purpose: Provide state of the art capabilities in diagnostic imaging, including MRI, CT scanning, nuclear scientography, and various methods of ultrasonography.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,176
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,656) and for performance increases (\$1,463).	5,119
3. Adjust personal services to reflect an increase in the employer share of premiums in the University System of Georgia Health Plan.	57,922
Total Change	\$67,217

Payments to Georgia Cancer Coalition

Purpose: Provide funds to the Cancer Coalition for ongoing research and preventative measures.

Recommended Change:

Tobacco Settlement Funds:

1. Eliminate funds for the cancer cohort study.	(\$200,000)
2. Reduce funds for the Faith-Based and Workplace Initiative.	(50,000)
3. Provide funds for the National Community Cancer Center Program.	150,000
4. Increase funds for tumor tissue banking.	100,000
5. Redirect core funding for Regional Cancer Coalitions from the Department of Community Health to the Board of Regents.	1,500,000
6. Continue funding for development of the Quality Information Exchange.	Yes
Total Change	\$1,500,000

Payments to Georgia Military College

Purpose: Provide quality basic education funding for grades six through 12.

Recommended Change:

1. Reflect an adjustment in the Workers' Compensation premium rate structure.	(\$35,818)
2. Increase QBE funds for the preparatory school.	36,582
Total Change	\$764

Payments to Georgia Public Telecommunications Commission

Purpose: Create, produce, and distribute high quality programs and services that educate, inform, and entertain our audiences and enrich the quality of their lives.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$82,597
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$102,859) and for performance increases (\$41,144).	144,003
3. Reflect an adjustment in the employer share of the State Health Plan premiums from 22.843% to 24.182%.	97,206
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(14,307)
5. Increase the GBA real estate rental rate for office space.	3,827
Total Change	\$313,326

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Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Major Repairs and Rehabilitation, statewide	20	\$30,000,000	\$2,562,000
2. Equipment for Academic Classroom, Savannah State University, Savannah, Chatham County	5	1,900,000	438,900
3. Equipment for Professional Sciences Center, Macon State College, Macon, Bibb County	5	2,600,000	600,600
4. Equipment for Academic Classroom and Laboratory Building, Fort Valley State University, Fort Valley, Peach County	5	2,100,000	485,100
5. Equipment for College of Pharmacy, University of Georgia, Athens, Clarke County	5	4,500,000	1,039,500
6. Equipment for Health Sciences Building, Kennesaw State University, Kennesaw, Cobb County	5	4,500,000	1,039,500
7. Design and construct School of Dentistry, Medical College of Georgia, Augusta, Richmond County	20	70,000,000	5,978,000
8. Design and construct Engineering Technology Center, Southern Polytechnic State University, Marietta, Cobb County	20	33,305,000	2,844,247
9. Design and construct Math & Computer Science Renovation, Valdosta State University, Valdosta, Lowndes County	20	4,075,000	348,005
10. Construct Northwest Campus Infrastructure, University of West Georgia, Carrollton, Carroll County	20	1,900,000	162,260
11. Design and construct Science Building and BHS Mold Remediation, Clayton State University, Morrow, Clayton County	20	6,900,000	589,260
12. Design and construct Hendrick's Hall Renovation, Georgia Southern University, Statesboro, Bulloch County	20	4,000,000	341,600
13. Renovate Hinman Technology Building, Georgia Institute of Technology, Atlanta, Fulton County	20	6,400,000	546,560
14. Design, construct, and equip Marine Operations Infrastructure, Skidaway Institute of Oceanography, Savannah, Chatham County	20	1,200,000	102,480
15. Design and construct Alpharetta Academic Facility, Georgia State University and Georgia Perimeter College, Alpharetta, Fulton County	20	12,800,000	1,093,120
16. Design Ray Charles Fine Arts Center, Albany State University, Albany, Dougherty County	5	1,500,000	346,500
17. Design Health Sciences Building, Coastal Georgia Community College, Brunswick, Glynn County	5	1,000,000	231,000
18. Renovate Tift, Lewis and Herring Halls, Abraham Baldwin Agricultural College, Tifton, Tift County.	5	600,000	138,600
19. Design and construct Nursing/Health Building, Gordon College, Barnesville, Lamar County	20	14,400,000	1,229,760
20. Renovate biology labs, East Georgia College, Swainsboro, Emanuel County.	20	700,000	59,780
21. Design Teacher Education Building, Macon State College, Macon, Bibb County.	20	1,600,000	136,640
22. Design Academic Facility, Gainesville State College, Gainesville, Hall County	5	2,400,000	554,400
23. Design Special Collections Library, University of Georgia, Athens, Clarke County	5	1,500,000	346,500
24. Design and construct Nancy Guinn Memorial Library Addition, Conyers, Rockdale County	20	2,000,000	170,800
25. Design and construct Senoia Public Library, Senoia, Coweta County	20	1,225,000	104,615

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26.	Design and construct Blackshear Memorial Library, Blackshear, Pierce County	20	1,900,000	162,260
27.	Design and construct Houston County Library, Houston County	20	2,000,000	170,800
28.	Major research and development equipment for Georgia Research Alliance, Atlanta, Augusta, and Athens	5	19,000,000	4,389,000
29.	Equipment for Traditional Industries Program (TIP) Research, statewide	5	900,000	207,900
30.	Construct and equip New Preparatory School Facility, Georgia Military College, Milledgeville, Baldwin County	20	10,000,000	854,000
			\$246,905,000	\$27,273,687

Regents, University System of Georgia

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Advanced Technology Development Center/Economic Development Institute				
1. Number of companies served	2,092	2,427	2,320	2,300
2. Technology jobs provided by ATDC companies (members and graduate)	4,300	4,400	4,500	4,600
Agricultural Experiment Station				
1. Number of journal articles published to support economic development	587	714	750	775
2. Grants and contracts received (numbers in millions)	\$28.59	\$33.37	\$36.89	\$36.89
3. Increase in income of Georgia's food and fiber economy through the application of new knowledge, technology, and improved management (numbers in billions)	\$10.58	\$10.37	\$10.40	\$10.40
Cooperative Extension Service				
1. Number of lab samples processed (soil, plant, water, etc.) that support management of Georgia's land and water systems	88,350	92,664	90,000	90,000
2. Number of youth in 4-H classroom or after-school educational programs	187,785	184,922	190,000	190,000
Public Libraries				
1. Number of circulations in Georgia public libraries	41,235,071	40,923,557	41,026,473	41,947,382
2. Number of print materials available	15,184,798	15,841,206	16,100,000	16,300,000
Teaching				
1. Retention Rate	79%	78%	78%	78%
2. Graduation Rate	55%	56%	57%	58%
Payments to Georgia Cancer Coalition				
1. Total external dollars leveraged by Distinguished Cancer Clinicians and Scientists (in millions)	\$55.60	\$47.30	\$41.94	\$32.82
Payments to Georgia Military College				
1. Preparatory school enrollment	500	500	500	500
2. Junior college enrollment	8,116	8,174	8,705	9,271
Payments to Georgia Public Telecommunications Commission				
1. Number of educators trained by Georgia Public Broadcasting	9,565	10,773	10,000	10,000

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Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Advanced Technology Development Center/Economic Development Institute	\$20,549,209	\$27,980,921	\$27,974,712	\$28,158,342	\$28,311,264
Agricultural Experiment Station	73,553,545	76,085,752	75,377,483	76,508,136	82,962,736
Athens/Tifton Veterinary Laboratories	5,601,148	5,418,667	4,882,330	4,944,522	4,989,774
Center for Assistive Technology and Environmental Access	3,961,959				
Cooperative Extension Service	57,307,306	62,559,056	58,486,061	59,686,240	63,127,336
Forestry Cooperative Extension Service	914,860	945,229	987,793	1,008,071	1,043,597
Forestry Research	5,599,896	6,446,832	5,826,331	5,922,240	5,976,790
Georgia Eminent Scholars Endowment Trust Fund	500,000		500,000	500,000	500,000
Georgia Radiation Therapy Center			3,625,810	3,625,810	3,625,810
Georgia Tech Research Institute	141,105,421	134,899,476	141,786,385	141,935,890	142,007,430
Marine Institute	1,364,837	1,372,807	1,731,994	1,757,060	1,765,717
Marine Resources Extension Center	3,266,209	3,759,806	2,761,521	2,798,461	2,819,676
Medical College of Georgia Hospital and Clinics	31,510,080	32,272,644	33,181,112	33,578,130	34,059,158
Office of Minority Business Enterprise	859,814	858,710	884,273	900,709	908,663
Public Libraries	39,739,714	45,493,455	45,537,501	45,986,242	48,060,307
Public Service/Special Funding Initiatives	30,175,631	32,288,470	46,081,344	46,093,247	52,545,927
Regents Central Office	7,557,087	7,946,486	7,683,800	7,835,641	8,100,762
Research Consortium	22,168,021	26,909,344	36,745,015	36,981,087	37,183,995
Skidaway Institute of Oceanography	7,678,229	6,952,565	6,470,710	6,503,314	6,520,741
Student Education Enrichment Program	304,035	308,315	314,737	320,878	322,977
Teaching	3,908,948,255	4,153,748,725	4,530,679,466	4,707,143,413	4,829,688,104
Veterinary Medicine Experiment Station	3,148,784	3,249,577	3,384,254	3,472,115	3,517,124
Veterinary Medicine Teaching Hospital	10,049,720	10,162,082	7,202,585	7,264,683	7,269,802
SUBTOTAL (Excludes Attached Agencies)	\$4,375,863,760	\$4,639,658,919	\$5,042,105,217	\$5,222,924,231	\$5,365,307,690
ATTACHED AGENCIES					
Payments to Georgia Cancer Coalition	\$10,479,093	\$9,982,262	\$14,587,799	\$14,587,799	\$16,087,799
Payments to Georgia Military College	2,896,734	2,660,060	3,062,152	3,062,152	3,062,916
Payments to Georgia Public Telecommunications Commission	16,958,649	17,023,143	18,069,614	18,152,211	18,382,940
TOTAL FUNDS	\$4,406,198,236	\$4,669,324,384	\$5,077,824,782	\$5,258,726,393	\$5,402,841,345
Less:					
Other Funds	\$2,584,262,245	\$2,736,288,189	\$2,942,009,923	\$2,939,370,083	\$3,048,492,960
Subtotal	\$2,584,262,245	\$2,736,288,189	\$2,942,009,923	\$2,939,370,083	\$3,048,492,960
State General Funds	\$1,805,706,898	\$1,917,303,933	\$2,115,477,060	\$2,299,018,511	\$2,332,510,586
Tobacco Settlement Funds	16,229,093	15,732,262	20,337,799	20,337,799	21,837,799
TOTAL STATE FUNDS	\$1,821,935,991	\$1,933,036,195	\$2,135,814,859	\$2,319,356,310	\$2,354,348,385
Positions	34,098	37,972	38,463	38,463	38,472

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Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$2,115,477,060	\$217,033,526	\$2,332,510,586
Tobacco Settlement Funds	20,337,799	1,500,000	21,837,799
TOTAL STATE FUNDS	\$2,135,814,859	\$218,533,526	\$2,354,348,385
Other Funds	2,942,009,923	106,483,037	3,048,492,960
TOTAL FUNDS	\$5,077,824,782	\$325,016,563	\$5,402,841,345
Advanced Technology Development Center/Economic Development Institute			
State General Funds	\$15,099,712	\$336,552	\$15,436,264
Other Funds	12,875,000		12,875,000
Total Funds	<u>\$27,974,712</u>	<u>\$336,552</u>	<u>\$28,311,264</u>
Agricultural Experiment Station			
State General Funds	\$42,936,221	\$2,473,596	\$45,409,817
Other Funds	32,441,262	5,111,657	37,552,919
Total Funds	<u>\$75,377,483</u>	<u>\$7,585,253</u>	<u>\$82,962,736</u>
Athens/Tifton Veterinary Laboratories			
State General Funds	\$62,192	(\$16,940)	\$45,252
Other Funds	4,820,138	124,384	4,944,522
Total Funds	<u>\$4,882,330</u>	<u>\$107,444</u>	<u>\$4,989,774</u>
Cooperative Extension Service			
State General Funds	\$35,391,924	\$2,651,483	\$38,043,407
Other Funds	23,094,137	1,989,792	25,083,929
Total Funds	<u>\$58,486,061</u>	<u>\$4,641,275</u>	<u>\$63,127,336</u>
Forestry Cooperative Extension			
State General Funds	\$687,388	\$31,792	\$719,180
Other Funds	300,405	24,012	324,417
Total Funds	<u>\$987,793</u>	<u>\$55,804</u>	<u>\$1,043,597</u>
Forestry Research			
State General Funds	\$3,276,331	\$150,459	\$3,426,790
Other Funds	2,550,000		2,550,000
Total Funds	<u>\$5,826,331</u>	<u>\$150,459</u>	<u>\$5,976,790</u>
Georgia Eminent Scholar Endowment Trust Fund			
State General Funds	\$500,000		\$500,000
Total Funds	<u>\$500,000</u>	<u>\$0</u>	<u>\$500,000</u>
Georgia Radiation Therapy Center			
Other Funds	\$3,625,810		\$3,625,810
Total Funds	<u>\$3,625,810</u>	<u>\$0</u>	<u>\$3,625,810</u>

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Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Georgia Tech Research Institute			
State General Funds	\$7,868,427	\$221,045	\$8,089,472
Other Funds	133,917,958		133,917,958
Total Funds	\$141,786,385	\$221,045	\$142,007,430
Marine Institute			
State General Funds	\$964,361	\$33,723	\$998,084
Other Funds	767,633		767,633
Total Funds	\$1,731,994	\$33,723	\$1,765,717
Marine Resources Extension Center			
State General Funds	\$1,576,721	\$58,155	\$1,634,876
Other Funds	1,184,800		1,184,800
Total Funds	\$2,761,521	\$58,155	\$2,819,676
Medical College of Georgia Hospitals and Clinics			
State General Funds	\$33,181,112	\$878,046	\$34,059,158
Total Funds	\$33,181,112	\$878,046	\$34,059,158
Office of Minority Business Enterprise			
State General Funds	\$884,273	\$24,390	\$908,663
Total Funds	\$884,273	\$24,390	\$908,663
Public Libraries			
State General Funds	\$41,015,101	\$2,522,806	\$43,537,907
Other Funds	4,522,400		4,522,400
Total Funds	\$45,537,501	\$2,522,806	\$48,060,307
Public Service/Special Funding Initiatives			
State General Funds	\$41,081,344	\$6,464,583	\$47,545,927
Tobacco Settlement Funds	5,000,000		5,000,000
Total Funds	\$46,081,344	\$6,464,583	\$52,545,927
Regents Central Office			
State General Funds	\$7,683,800	\$416,962	\$8,100,762
Total Funds	\$7,683,800	\$416,962	\$8,100,762
Research Consortium			
State General Funds	\$35,995,015	\$438,980	\$36,433,995
Tobacco Settlement Funds	750,000		750,000
Total Funds	\$36,745,015	\$438,980	\$37,183,995
Skidaway Institute of Oceanography			
State General Funds	\$1,712,710	\$50,031	\$1,762,741
Other Funds	4,758,000		4,758,000
Total Funds	\$6,470,710	\$50,031	\$6,520,741

Regents, University System of Georgia

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Student Education Enrichment Program			
State General Funds	\$314,737	\$8,240	\$322,977
Total Funds	<u>\$314,737</u>	<u>\$8,240</u>	<u>\$322,977</u>
Teaching			
State General Funds	\$1,820,227,086	\$199,775,446	\$2,020,002,532
Other Funds	2,710,452,380	99,233,192	2,809,685,572
Total Funds	<u>\$4,530,679,466</u>	<u>\$299,008,638</u>	<u>\$4,829,688,104</u>
Veterinary Medicine Experiment Station			
State General Funds	\$3,384,254	\$132,870	\$3,517,124
Total Funds	<u>\$3,384,254</u>	<u>\$132,870</u>	<u>\$3,517,124</u>
Veterinary Medicine Teaching Hospital			
State General Funds	\$502,585	\$67,217	\$569,802
Other Funds	6,700,000		6,700,000
Total Funds	<u>\$7,202,585</u>	<u>\$67,217</u>	<u>\$7,269,802</u>
Attached Agencies:			
Payments to Georgia Cancer Coalition			
Tobacco Settlement Funds	\$14,587,799	\$1,500,000	\$16,087,799
Total Funds	<u>\$14,587,799</u>	<u>\$1,500,000</u>	<u>\$16,087,799</u>
Payments to Georgia Military College			
State General Funds	\$3,062,152	\$764	\$3,062,916
Total Funds	<u>\$3,062,152</u>	<u>\$764</u>	<u>\$3,062,916</u>
Payments to Georgia Public Telecommunications Commission			
State General Funds	\$18,069,614	\$313,326	\$18,382,940
Total Funds	<u>\$18,069,614</u>	<u>\$313,326</u>	<u>\$18,382,940</u>

Regents, University System of Georgia

Formula Presentation - Fiscal Year 2009

PART I: INSTRUCTION AND RESEARCH

A. Instruction	\$1,064,951,348
B. Research (equal to graduate instruction academic salaries)	270,889,961
TOTAL FUNDING BASE	\$1,335,841,309

PART II: ACADEMIC SUPPORT (18.9% of the Funding Base)

252,474,007

PART III: STUDENT SERVICES AND INSTITUTIONAL SUPPORT (26.9% of the Funding Base)

359,341,312

PART IV: OPERATION AND MAINTENANCE OF PLANT

A. Regular Operations (46,791,315 square feet at \$5.0710 per square foot)	239,785,422
B. Major Repair/Rehabilitation Fund (See General Obligation Debt Sinking Fund for bond funded items)	35,000,000
C. Utilities (46,791,315 square feet at \$2.1348 per square foot)	99,890,099

PART V: FRINGE BENEFITS

A. Fringe Benefits (FICA, health and life insurance, workers' compensation, etc.)	461,060,207
B. Teachers' Retirement	132,640,048

PART VI: PUBLIC SERVICE AND COMMUNITY EDUCATION

A. Public Service Institutes	13,831,372
B. Community Education (Cap at 427,375 CEU's at \$42.59 per unit for all CEU's)	18,407,041
C. Campus Coordinators (one professional and one support position per institution)	4,263,973
D. Minority Education Program	2,000,000
	\$2,954,534,789

PART VII: TECHNOLOGY ENHANCEMENT PROGRAM (1.70% Factor)

50,227,091

Total Formula Requirement	\$3,004,761,880
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Sustained Budget Reductions	(272,572,228)
Public Service Institute Reductions	(1,723,015)

Internal Revenue:	
Student Tuition	(\$726,445,222)
Graduate Assistant Fee Reduction	5,400,000
Debt Service Payments	(13,774,910)
Other Funds and Programs	24,356,027
Total Internal Revenue	(\$710,464,105)

Formula Requirement - Fiscal Year 2009

\$2,020,002,532

Department of Revenue

Roles, Responsibilities, and Organization

Since 1938, the Department of Revenue has been responsible for administering the state's tax laws and collecting and processing state revenue. Additionally, the department is charged with enforcing laws and regulations pertaining to the control of alcoholic beverages and tobacco products, overseeing county property tax systems, and managing unclaimed property. Auditors, accountants, collectors, field representatives, and various specialists and administrative personnel work as authorized agents of the department's commissioner to carry out the Department of Revenue's responsibilities. In a typical year, these agents maintain and update millions of taxpayer accounts and enforce compliance with numerous laws and regulations.

The Department of Revenue processes more than 9 million documents per year, including more than 1.6 million electronic tax returns, and issues more than \$2 billion in tax refunds annually.

ORGANIZATION

To accomplish its duties, the department is comprised of the following seven divisions that report to the Commissioner:

- Administrative Division
- Taxpayer Services Division
- Compliance and Policy Division
- Alcohol and Tobacco Division
- Local Government Services Division
- Information Technology Division
- Processing Center

Each division plays a strategic role in meeting department goals and objectives.

TAX ADMINISTRATION AND COLLECTION

The Department of Revenue net state revenue collections for FY 2007 totaled \$17.6 billion. The major taxes and fees collected by the department include Personal Income Taxes, General Sales and Use Taxes, Corporation Income and License Taxes, Selective Sales Taxes (Motor Fuels, Liquor, etc.), Estate Taxes, and Property Taxes.

In addition to collecting and processing state revenue, each year the department also collects over \$4 billion in taxes designated for local counties, schools, and municipalities. This amount includes a 1% sales tax in Fulton and DeKalb Counties that is used as dedicated revenue for the construction and operation of the Metropolitan Atlanta Rapid Transit Authority (MARTA). Other 1% sales taxes designated for local entities are the local option sales tax, the special purpose local option sales tax, the homestead local option sales tax, and the education local option sales tax.

ALCOHOL AND TOBACCO REGULATION

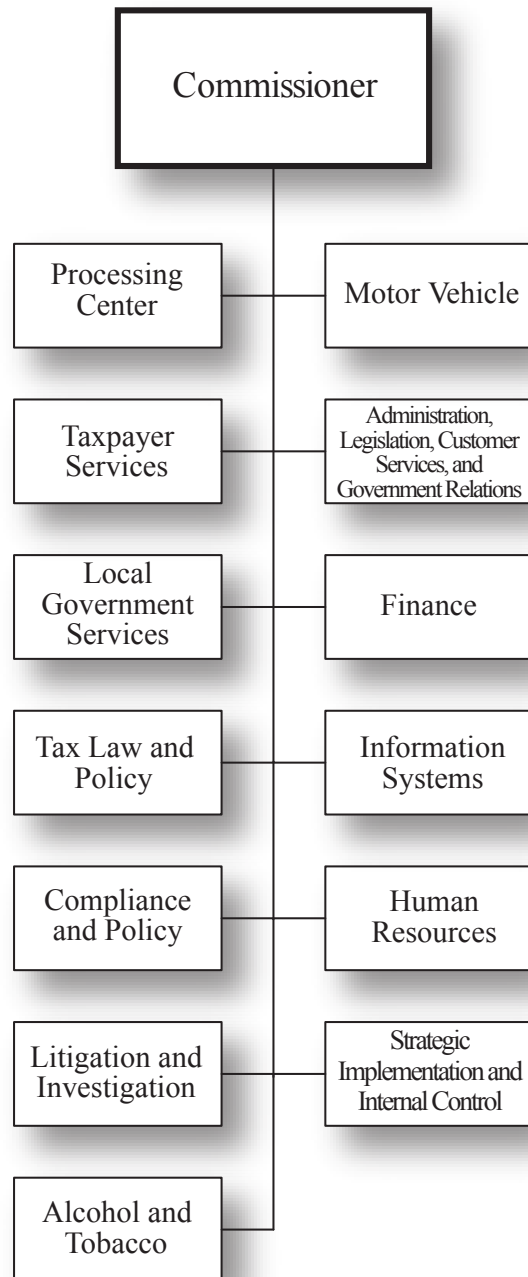
The department enforces all laws and regulations pertaining to the manufacture, possession, transportation, and sale of alcoholic beverages and the possession, transportation, and sale of tobacco products within the state, as well as, the operation of coin-operated amusement machines. The department's Alcohol and Tobacco Division is comprised of a criminal investigative unit and an audit and operations unit. Agents assigned to the investigative unit carryout specialized investigations that focus on licensing and enforcement agencies and lend assistance to outside parties. The audit and operations staff conducts audits of manufacturers, shippers, and distributors of alcoholic beverages and tobacco products. In addition, they promote voluntary compliance with the state's alcoholic beverage and tobacco excise tax laws.

STATE BOARD OF EQUALIZATION

The State Board of Equalization is attached to the Department of Revenue for administrative purposes only. The board appoints hearing officers that evaluate appeals by local governing authorities on issues relating to the Revenue Commissioner's disapproval of county tax digests.

AUTHORITY

Title 48, Official Code of Georgia Annotated.



Department of Revenue

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$554,091,659	\$18,175,582	\$572,267,241
Tobacco Settlement Funds	150,000		150,000
TOTAL STATE FUNDS	\$554,241,659	\$18,175,582	\$572,417,241
Federal Funds		397,422	397,422
Other Funds	7,005,348	12,343,500	19,348,848
TOTAL FUNDS	\$561,247,007	\$30,916,504	\$592,163,511

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,328,617
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$820,655), for performance increases (\$328,262), for employees in specified critical jobs (\$28,538), and for structure adjustments to the statewide salary plan (\$15,017).	1,192,472
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	607,168
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(35,224)
5. Increase the GBA real estate rental rate for office space	93,245
Total Change	\$3,186,278

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$64,403
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$34,420), and for performance increases (\$13,768).	48,188
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	25,466
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(964)
5. Increase other funds (\$375,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$137,093

Customer Service

Purpose: Assure that all state revenue collection activities proceed in a manner consistent with promoting voluntary compliance and the Taxpayer Bill of Rights.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$118,745
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$97,031), and for performance increases (\$38,813).	135,844
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	71,790
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(4,403)
Total Change	\$321,976

Homeowner Tax Relief Grants

Purpose: Provide homeowner tax relief grants to counties and local school districts.

Recommended Change:

1. Provide additional funds for Homeowner Tax Relief Grants based on 1.84% annual growth.	\$10,497,034
Total Change	\$10,497,034

Department of Revenue

FY 2009 Program Budgets

Industry Regulation

Purpose: Provide regulation of the distribution, sale, and consumption of alcoholic beverages, tobacco products and ensure all coin operated amusement machines are properly licensed and decaled.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$67,677
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$38,204), and for performance increases (\$15,282).	53,486
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	28,266
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,502)
5. Increase federal funds (\$187,422) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$147,927

Local Tax Officials Retirement and FICA

Recommended Change:

1. Retain one-time funds (\$284,084) to meet obligations to the Employees Retirement System for local tax officials retirement.	Yes
Total Change	\$0

Revenue Processing

Purpose: Ensure that all tax payments are received, credited, and deposited according to sound business practices and the law, and ensure that all tax returns are reviewed and recorded to accurately update taxpayer information.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$412,316
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$241,953), and for performance increases (\$96,781).	338,734
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	179,011
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(10,721)
5. Increase the GBA real estate rental rate for office space.	45,420
Total Change	\$964,760

Salvage Inspection

Purpose: Inspect rebuilt salvage vehicles.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$24,174
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$14,720), and for performance increases (\$5,888).	20,608
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	10,891
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(614)
5. Increase the GBA real estate rental rate for office space.	6,923
Total Change	\$61,982

State Board of Equalization

Purpose: Examine the proposed assessments of each class of taxpayers or property and the digest of proposed assessments as a whole to determine that they are reasonably apportioned among the several tax jurisdictions and reasonably uniform with the values set on other classes of property throughout the state.

Recommended Change:

1. No change.	\$0
Total Change	\$0

Department of Revenue

FY 2009 Program Budgets

Tag and Title Registration

Purpose: Establish motor vehicle ownership.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$198,318
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$113,187), and for performance increases (\$45,275).	158,462
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	83,742
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(5,437)
5. Increase the GBA real estate rental rate for office space.	40,902
6. Provide funding to ensure proper inventory for motor vehicle tags and registration cards and implement digital plate manufacturing technology.	3,282,250
7. Increase other funds (\$147,319) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$3,758,237

Tax Compliance

Purpose: Ensure all taxpayers pay the correct amount of taxes owed under the law.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$442,984
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$281,139), for performance increases (\$112,456), for employees in specified critical jobs (\$28,538), and for structure adjustments to the statewide salary plan (\$15,017).	437,150
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	208,002
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(11,583)
5. Provide funds for ongoing maintenance, support, and development costs for the multi-year data warehouse project.	1,210,020
6. Increase federal funds (\$210,000) and other funds (\$11,821,181) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$2,286,573

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Continue implementation of Integrated Tax System.	5	\$8,000,000	\$1,848,000
2. Continue implementation of Enterprise Data Warehouse.	5	2,750,000	635,250
Total		\$10,750,000	\$2,483,250

Department of Revenue

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Customer Service				
1. Customer Service: percentage of persons surveyed who attended taxpayer education workshops who reported that the programs were beneficial	95%	95%	95%	95%
Tag and Title Registration				
1. Amount of revenue from motor vehicle registration (in millions)	\$195.7	\$193	\$195	\$197
Tax Compliance				
1. Collections on delinquent and deficient accounts within the Compliance Division (in millions)	\$374	\$357	\$371	\$386
Homeowner Tax Relief Grant				
1. Number of homesteads qualifying for the grants under the Homeowner Tax Relief Grant (in millions)	7.3	7	7.5	8

Department of Revenue

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$4,504,368	\$4,430,744	\$4,070,980	\$4,111,067	\$4,583,073
Customer Service	12,807,480	15,045,139	13,399,351	13,513,448	13,721,327
Grants and Distribution	9,880,453				
Homeowner Tax Relief Grants	410,072,376	423,075,134	428,290,501	428,290,501	438,787,535
Industry Regulation	4,581,256	5,466,472	4,879,168	4,924,910	5,214,517
Local Tax Officials Retirement and FICA		3,785,079	5,149,163	4,865,079	5,149,163
Revenue Processing	34,697,755	44,932,628	42,064,729	40,342,215	43,029,489
Salvage Inspection	1,527,476	1,595,746	1,671,368	1,688,681	1,733,350
State Board of Equalization			5,000	5,000	5,000
Tag and Title Registration	26,358,602	23,483,246	23,838,255	27,971,631	27,743,811
Tax Compliance	40,209,758	38,653,755	37,878,492	39,031,670	\$52,196,246
TOTAL FUNDS	\$544,639,524	\$560,467,943	\$561,247,007	\$564,744,202	\$592,163,511
<u>Less:</u>					
Federal Funds	\$136,769	\$404,243			\$397,422
Other Funds	19,939,600	23,068,776	\$7,005,348	\$7,005,348	19,348,848
Subtotal	\$524,563,155	\$536,994,924	\$554,241,659	\$557,738,854	\$572,417,241
State General Funds	\$524,563,155	\$536,994,924	\$554,091,659	\$557,588,854	\$572,267,241
Tobacco Settlement Funds	150,000	150,000	150,000	150,000	150,000
TOTAL STATE FUNDS	\$524,713,155	\$537,144,924	\$554,241,659	\$557,738,854	\$572,417,241
Positions	1,366	1,365	1,377	1,377	1,377
Motor Vehicles	94	94	94	94	94

Department of Revenue

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$554,091,659	\$18,175,582	\$572,267,241
Tobacco Settlement Funds	150,000		150,000
TOTAL STATE FUNDS	\$554,241,659	\$18,175,582	\$572,417,241
Federal Funds		397,422	397,422
Other Funds	7,005,348	12,343,500	19,348,848
TOTAL FUNDS	\$561,247,007	\$30,916,504	\$592,163,511
Administration			
State General Funds	\$4,070,980	\$137,093	\$4,208,073
Other Funds		375,000	375,000
Total Funds	\$4,070,980	\$512,093	\$4,583,073
Customer Service			
State General Funds	\$11,289,216	\$321,976	\$11,611,192
Other Funds	2,110,135		2,110,135
Total Funds	\$13,399,351	\$321,976	\$13,721,327
Homeowners Tax Relief Grants			
State General Funds	\$428,290,501	\$10,497,034	\$438,787,535
Total Funds	\$428,290,501	\$10,497,034	\$438,787,535
Industry Regulation			
State General Funds	\$4,729,168	\$147,927	\$4,877,095
Tobacco Settlement Funds	150,000		150,000
Federal Funds		187,422	187,422
Total Funds	\$4,879,168	\$335,349	\$5,214,517
Local Tax Officials Retirement and FICA			
State General Funds	\$5,149,163		\$5,149,163
Total Funds	\$5,149,163	\$0	\$5,149,163
Revenue Processing			
State General Funds	\$41,637,960	\$964,760	\$42,602,720
Other Funds	426,769		426,769
Total Funds	\$42,064,729	\$964,760	\$43,029,489
Salvage Inspection			
State General Funds	\$1,671,368	\$61,982	\$1,733,350
Total Funds	\$1,671,368	\$61,982	\$1,733,350
State Board of Equalization			
State General Funds	\$5,000		\$5,000
Total Funds	\$5,000	\$0	\$5,000

Department of Revenue

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Tag and Title Registration			
State General Funds	\$23,185,574	\$3,758,237	\$26,943,811
Other Funds	652,681	147,319	800,000
Total Funds	<u>\$23,838,255</u>	<u>\$3,905,556</u>	<u>\$27,743,811</u>
Tax Compliance			
State General Funds	\$34,062,729	\$2,286,573	\$36,349,302
Federal Funds		210,000	210,000
Other Funds	3,815,763	11,821,181	15,636,944
Total Funds	<u>\$37,878,492</u>	<u>\$14,317,754</u>	<u>\$52,196,246</u>

Secretary of State

Roles, Responsibilities, and Organization

The Secretary of State is the keeper of the Great Seal of Georgia and custodian of the State flag. The Office of the Secretary of State provides many services for the public, businesses, state agencies, and city and county governments. These services include:

- Licensing the practice of over 66 professions and registration of other activities
- Election and voter registration, campaign finance disclosure
- Business activity monitoring and enforcement of many financial regulations
- Management and preservation of public records
- Museum and Tour programs in the Capitol

The office is comprised of Internal Administration, Archives and History, Elections, Corporations, Securities and Business Regulation, and State Professional Licensing Boards. The attached agencies are the Georgia Commission on the Holocaust, Georgia Drugs and Narcotics Agency, State Ethics Commission, and the Georgia Real Estate Commission and Appraisers Board.

REGULATORY RESPONSIBILITIES

As a regulatory agency, the office offers education and examinations, issues licenses, collects fees for licenses, investigates complaints or violations of the law and orders reprimands. The Securities Division is responsible for regulating securities, and has the authority to adopt necessary rules to monitor the securities industry, including registration of brokers and securities. The division registers cemeteries, and regulates perpetual care cemeteries, charitable organizations and paid solicitors.

The Corporations Division serves as custodian of filings for foreign and domestic charters, nonprofit organizations and other types of corporate entity activities. In addition, the division registers and renews trademarks and servicemarks.

The Professional Licensing Boards Division manages 35 occupational and professional regulatory boards. The duties include reviewing and

approving applications to practice, scheduling examinations, issuing licenses, maintaining records, investigating violations and resolution of complaints.

STATE ELECTIONS ACTIVITY

The Office of the Secretary of State monitors all activities related to officials and elections. The Elections Division's primary function is to perform all activities related to federal, state, county and municipal elections, including authorization of election results.

MANAGEMENT OF PUBLIC RECORDS

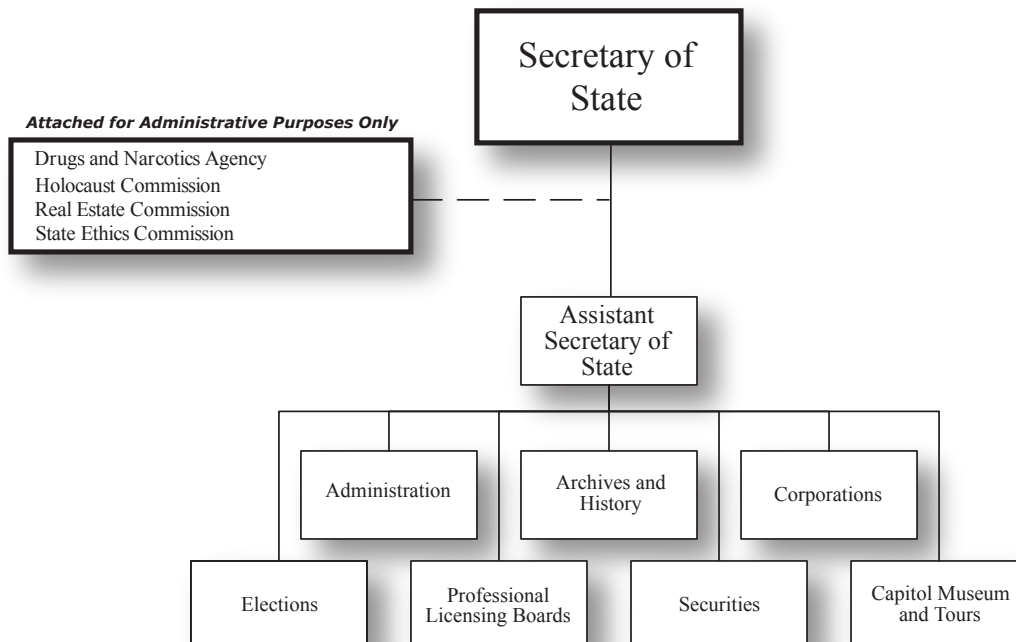
The Division of Archives and History collects, manages, and preserves official records of Georgia from 1732 to the present. The division administers the state records management program under the direction of the State Records Committee, chaired by the Secretary of State, and a record center for the storage and maintenance of non-permanent records of state agencies.

EDUCATIONAL PROGRAMS

The Capitol Museum and Tours Program provides tours of the Capitol. The Internal Administration Division contains the general administrative support functions of accounting, purchasing, budgeting, human resources and information technology, as well as two non-internally focused activities: the Georgia Capitol Museum and Tour program; and the Administrative Procedures Section, responsible for administering the rules promulgation process pursuant to the Administrative Procedures Act for the State.

AUTHORITY

Titles 10, 14, 21, 28, 43, 44, 45, Official Code of Georgia Annotated; Public Law 93-443, 1993; Resolution Act 11, Georgia Laws 1993.



Secretary of State

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$39,639,484	\$3,548,949	\$43,188,433
TOTAL STATE FUNDS	\$39,639,484	\$3,548,949	\$43,188,433
Other Funds	1,500,283		1,500,283
TOTAL FUNDS	\$41,139,767	\$3,548,949	\$44,688,716

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$428,971
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$330,102), for performance increases (\$132,042), for special adjustments to selected job classes (\$38,044), and for structure adjustments to the statewide salary plan (\$2,908).	503,096
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	248,665
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(45,337)
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	49,773
Total Change	\$1,185,168

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$70,639
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$91,519), for performance increases (\$36,608), and for structure adjustments to the statewide salary plan (\$919).	129,046
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	58,787
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(4,632)
5. Increase the GBA real estate rental rate for office space.	10,151
6. Transfer funding from the Elections program (\$229,798 and three positions), the Professional Licensing Boards program (\$2,929,332 and 45 positions) and the Securities program (\$309,977 and four positions) to consolidate the Investigation Unit.	3,469,107
7. Reduce funding for one position (\$116,059) and GBA rent (\$8,000) associated with the Capitol Museum.	(124,059)
8. Eliminate the contract agreement with the YMCA for the Youth Assembly Conference.	(10,000)
9. Eliminate funding for the Silver Haired Legislature.	(50,000)
10. Transfer the Capitol Museum function, including two positions from the Administration program to the Archives program.	(155,917)
11. Increase funds to cover projected legal expenses.	431,103
12. Delete one-time funds for Voter ID educational activities.	(500,000)
Total Change	\$3,324,225

Archives

Purpose: Assist state agencies in adequately documenting their activities, administering their records management programs, scheduling their records, and transferring their non-current records to the State Records Center.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$47,231
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$40,284), for performance increases (\$16,114), and for structure adjustments to the statewide salary plan (\$405).	56,803
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	26,630
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(2,098)
5. Increase the GBA real estate rental rate for office space.	11,666

Secretary of State

FY 2009 Program Budgets

6. Eliminate funding for one assistant division director position.	(102,878)
7. Eliminate the Georgia Historical Society grant (\$98,000) and reduce funding to the Georgia Historical Records Advisory Board (\$36,000).	(134,000)
8. Transfer the Capitol Museum function, including two positions from the Administration program to the Archives program.	155,917
9. Increase repairs and maintenance to maintain the HVAC system, generator, scanners, micro equipment, and other critical systems.	100,000
Total Change	\$159,271

Capitol Tours

Purpose: Provide guided informational tours of the State Capitol.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,197
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,653), for performance increases (\$661), and for structure adjustments to the statewide salary plan (\$17).	2,331
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,507
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(119)
Total Change	\$5,916

Corporations

Purpose: Accept and review findings made pursuant to statutes, issue certifications of records on file, and provide information to the public on all filed entities.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$23,626
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,091), for performance increases (\$7,636), and for structure adjustments to the statewide salary plan (\$192).	26,919
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	14,571
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,148)
5. Increase the GBA real estate rental rate for office space.	12,097
6. Provide funding for the mailing of corporate administrative dissolution letters and certificates to remove the backlog of inactive or unqualified corporations from the database, and implement the mailing of dissolution letters and certificates yearly.	150,000
7. Provide funding for the maintenance contract for the Office Automation Solutions Knowledge Base software application.	84,464
8. Add two positions to improve functions of the call center .	81,724
Total Change	\$392,253

Elections

Purpose: Administer all duties imposed upon the Secretary of State by providing all required filing and public information services, performing all certification and commissioning duties required by law, and assisting candidates, local governments, and citizens in interpreting and complying with all election, voter registration, and financial disclosure laws.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$27,087
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,101), for performance increases (\$7,641), and for structure adjustments to the statewide salary plan (\$192).	26,934
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	14,571
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,148)
5. Increase the GBA real estate rental rate for office space.	6,353
6. Transfer funding and three positions from the Elections program to the Administration program to consolidate the Investigation Unit.	(229,798)

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7. Delete one-time funds associated with an independent audit of Georgia's election procedures, guidelines, and security measures.	(100,000)
8. Provide for reduced operating expenses by combining the mailrooms of the Administration program and the Elections program.	(27,423)
9. Increase funds to support local registrars' operating expenses associated with creating voter photo IDs.	60,000
10. Provide funding for Voter ID educational efforts statewide.	500,000
11. Provide funding to design, implement, and maintain an online training program for local election officials.	90,000
12. Provide funding for the training and deployment of temporary voting machine technicians to support the 2008 election cycle.	400,000
13. Provide funding for independent validation and verification requirements, project management, feasibility study, and business process mapping for a new voter registration system.	2,000,000
Total Change	\$2,766,576

Professional Licensing Boards

Purpose: Protect the public health and welfare by supporting all operations of Boards which license professions.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$138,816
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$70,986), for performance increases (\$28,394), and for structure adjustments to the statewide salary plan (\$713).	100,093
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	66,326
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(5,226)
5. Delete one-time funds associated with an independent audit of the Professional Licensing Boards to improve customer service.	(100,000)
6. Reduce funding for one accounting administrative clerk, one computer service administrative clerk, one examination development and testing unit customer service agent, and one attorney.	(194,255)
7. Transfer funding and 45 positions from the Professional Licensing Boards program to the Administration program to consolidate the Investigation Unit.	(2,929,332)
Total Change	(\$2,923,578)

Securities

Purpose: Provide for registration, compliance, and enforcement of the provisions of the Georgia Codes, and to provide information to the public regarding subjects of such codes.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$32,251
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$20,921), for performance increases (\$8,369), and for structure adjustments to the statewide salary plan (\$210).	29,500
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	14,571
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,148)
5. Increase the GBA real estate rental rate for office space.	9,506
6. Transfer funding and four positions from the Securities program to the Administration program to consolidate the Investigation Unit.	(309,977)
7. Eliminate funding for one junior auditor position.	(63,411)
Total Change	(\$288,708)

Agencies Attached for Administrative Purposes:

Georgia Commission on the Holocaust

Purpose: Teach the lessons of the Holocaust to present and future generations of Georgians in order to create an awareness of the enormity of the crimes of prejudice and inhumanity.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,781
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2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,173) and for performance increases (\$1,269).	4,442
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,414
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,656)
Total Change	\$8,981

Georgia Drugs and Narcotics Agency

Purpose: Protect the health, safety, and welfare of the general public by providing an enforcement presence to oversee all laws and regulations pertaining to controlled substances and dangerous drugs.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$21,296
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$16,416), for performance increases (\$6,567), for special adjustments to selected job classes (\$38,044), and for structure adjustments to the statewide salary plan (\$167).	61,194
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,006
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(8,097)
5. Provide for an increase in computer charges due to the modernization of information technology resources.	23,000
Total Change	\$110,399

Georgia Real Estate Commission

Purpose: Administer the license law for real estate brokers and salespersons and provide administrative support to the Georgia Real Estate Appraisers Board in their administration of real estate appraisal.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$38,785
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$29,238), for performance increases (\$11,695), and for structure adjustments to the statewide salary plan (\$94).	41,027
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	22,576
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(15,084)
5. Reduce regular operating expenses (\$23,000), contractual services (\$33,000), and computer charges (\$14,000).	(70,000)
6. Provide funding for one additional investigator position to address the backlog of pending consumer compliant investigations.	52,000
7. Delete one-time funding used to replace a motor vehicle.	(17,272)
Total Change	\$52,032

State Ethics Commission

Purpose: Protect the integrity of the democratic process and ensure compliance by candidates, public officials, non-candidate committees, lobbyists, and vendors with Georgia's Campaign and Financial Disclosure requirements.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$23,262
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,719) and for performance increases (\$7,088).	24,807
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,706
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(4,981)
5. Delete one-time funding used for relocation expenses.	(115,212)
Total Change	(\$58,418)

Secretary of State

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Corporations				
1. Percentage of filings certified within two business days	95%	95%	95%	95%
2. Number of corporation applications filed	89,336	101,299	104,000	121,000
Elections				
1. Number of elections	435	750	800	840
2. Number of registered voters	5,046,988	5,211,118	5,300,000	5,375,000
Professional Licensing Boards				
1. Number of licensed professionals regulated by the Professional Licensing Boards	783,296	865,000	868,195	873,195
2. Number of license renewals supported by the operations support unit	176,507	166,695	183,000	190,000
Georgia Commission on the Holocaust				
1. College courses coordinated, in-house training sessions conducted, and permanent and traveling exhibits provided	25	25	25	25
2. Number of educators attending Commission programs and training sessions requesting materials to incorporate into their lesson plans	650	650	650	750
Georgia Drugs and Narcotics Agency				
1. Inspections conducted	1,874	1,300	2,100	2,100
2. Percentage of law enforcement agencies that rate the Georgia Drugs and Narcotics Agency services to be high quality	90%	90%	90%	90%
Georgia Real Estate Commission				
1. Percentage of findings of negligence occurring in completed cases	30%	29%	33%	33%
2. Percentage of Georgia passing rates on qualifying examinations that surpass the national average.	8%	10%	10%	10%
State Ethics Commission				
1. Number of cases brought before the Commission for review	38	60	72	82
2. Number of cases actually closed/removed from the docket	38	51	48	58

Secretary of State

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$5,810,271	\$5,119,791	\$5,333,115	\$8,796,758	\$8,657,340
Archives	6,959,901	6,664,575	6,714,809	6,781,079	6,874,080
Capitol Tours	144,037	155,052	165,573		171,489
Corporations	2,356,966	2,134,953	2,044,652	2,284,466	2,436,905
Elections	8,901,856	5,469,614	5,318,929	8,518,795	8,085,505
Professional Licensing Boards	9,240,816	11,160,764	12,122,078	9,092,478	9,198,500
Securities	2,460,309	2,359,453	2,241,515	1,900,378	1,952,807
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$35,874,156	\$33,064,202	\$33,940,671	\$37,373,954	\$37,376,626
<u>ATTACHED AGENCIES</u>					
Georgia Commission on the Holocaust	\$372,031	\$377,170	\$340,743	\$344,524	\$349,724
Georgia Drugs and Narcotics Agency	1,266,976	1,380,279	1,454,200	1,475,496	1,564,599
Georgia Real Estate Commission	2,955,394	3,071,371	3,535,210	3,538,721	3,587,242
State Ethics Commission	1,286,665	1,617,938	1,868,943	1,886,400	1,810,525
TOTAL FUNDS	\$41,755,222	\$39,510,960	\$41,139,767	\$44,619,095	\$44,688,716
<u>Less:</u>					
Federal Funds	\$948,805	\$569,996			
Other Funds	4,353,026	3,534,888	\$1,500,283	\$1,474,742	\$1,500,283
Subtotal	\$5,301,831	\$4,104,884	\$1,500,283	\$1,474,742	\$1,500,283
 State General Funds	 \$36,453,391	 \$35,406,076	 \$39,639,484	 \$43,144,353	 \$43,188,433
 TOTAL STATE FUNDS	 \$36,453,391	 \$35,406,076	 \$39,639,484	 \$43,144,353	 \$43,188,433
 Positions	 428	 448	 464	 468	 467
Motor Vehicles	99	99	104	104	104

Secretary of State

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$39,639,484	\$3,548,949	\$43,188,433
TOTAL STATE FUNDS	\$39,639,484	\$3,548,949	\$43,188,433
Other Funds	1,500,283		1,500,283
TOTAL FUNDS	\$41,139,767	\$3,548,949	\$44,688,716
Administration			
State General Funds	\$5,303,115	\$3,324,225	\$8,627,340
Other Funds	30,000		30,000
Total Funds	<u>\$5,333,115</u>	<u>\$3,324,225</u>	<u>\$8,657,340</u>
Archives			
State General Funds	\$6,204,038	\$159,271	\$6,363,309
Other Funds	510,771		510,771
Total Funds	<u>\$6,714,809</u>	<u>\$159,271</u>	<u>\$6,874,080</u>
Capitol Tours			
State General Funds	\$165,573	\$5,916	\$171,489
Total Funds	<u>\$165,573</u>	<u>\$5,916</u>	<u>\$171,489</u>
Corporations			
State General Funds	\$1,305,140	\$392,253	\$1,697,393
Other Funds	739,512		739,512
Total Funds	<u>\$2,044,652</u>	<u>\$392,253</u>	<u>\$2,436,905</u>
Elections			
State General Funds	\$5,298,929	\$2,766,576	\$8,065,505
Other Funds	20,000		20,000
Total Funds	<u>\$5,318,929</u>	<u>\$2,766,576</u>	<u>\$8,085,505</u>
Professional Licensing Boards			
State General Funds	\$11,972,078	(\$2,923,578)	\$9,048,500
Other Funds	150,000		150,000
Total Funds	<u>\$12,122,078</u>	<u>(\$2,923,578)</u>	<u>\$9,198,500</u>
Securities			
State General Funds	\$2,191,515	(\$288,708)	\$1,902,807
Other Funds	50,000		50,000
Total Funds	<u>\$2,241,515</u>	<u>(\$288,708)</u>	<u>\$1,952,807</u>
Agencies Attached for Administrative Purposes:			
Georgia Commission on the Holocaust			
State General Funds	\$340,743	\$8,981	\$349,724
Total Funds	<u>\$340,743</u>	<u>\$8,981</u>	<u>\$349,724</u>

Secretary of State Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Georgia Drugs and Narcotics Agency			
State General Funds	\$1,454,200	\$110,399	\$1,564,599
Total Funds	\$1,454,200	\$110,399	\$1,564,599
Georgia Real Estate Commission			
State General Funds	\$3,535,210	\$52,032	\$3,587,242
Total Funds	\$3,535,210	\$52,032	\$3,587,242
State Ethics Commission			
State General Funds	\$1,868,943	(\$58,418)	\$1,810,525
Total Funds	\$1,868,943	(\$58,418)	\$1,810,525

Soil and Water Conservation Commission

Roles, Responsibilities, and Organization

The Georgia Soil and Water Conservation Commission (GASWCC) was formed to protect, conserve, and improve the soil and water resources of the State of Georgia. The commission's primary goal is to make Georgia a better place for its citizens through the wise use and protection of basic soil and water resources, and to achieve practical water quality goals through agricultural best practices.

There are 40 Soil and Water Conservation Districts in Georgia, composed of one or several counties each; every county has at least two supervisor representatives on the District Board of Supervisors. Serving as the coordinator of the 370 District Supervisors is a commission appointed by Governor Perdue, comprised of five supervisors from different regions of the state and appointed by the Governor to serve five-year terms. There are five commission members in all, one of whom is designated Chairman. The commission is headquartered in Athens with six regional offices, and has a professional staff whose primary duty is to serve and advance the goals of the Soil and Water Conservation Districts. The regional offices are located in Rome, Athens, Conyers, Milledgeville, Dawson, and Statesboro.

CONSERVATION OF AGRICULTURAL WATER SUPPLIES

The Conservation of Agricultural Water Supplies program exists to assist agricultural water users in quantifying water use, conserving existing water supplies through irrigation audits, and reducing dependence on ground water and surface water supplies through agricultural catchments. The Soil and Water Conservation Commission accomplishes these goals through agricultural water metering, by installing water meters on farmers' irrigation systems to track and document water usage. This allows the commission to accurately determine state water use and obtain data to be used by policy makers and individual farmers alike in developing water conservation strategies. In addition, the commission administers farmer incentive programs designed to increase the uniformity and efficiency of agricultural irrigation systems and develop agricultural water catchments for irrigation of cropland in South Georgia.

CONSERVATION OF SOIL AND WATER RESOURCES

The Conservation of Soil and Water Resources program is intended to support landowners in protecting soil and water resources through the

use of voluntary best management practices intended to meet water quality standards. Best management practices implemented by the commission and individual farmers prevent erosion and pollution on both agricultural and urban lands.

Three subprograms in the Conservation of Soil and Water Resources program address different types of land and conservation issues. The Agricultural Lands subprogram helps to reduce soil erosion and non-point source pollutants on agricultural lands; Urban Lands addresses erosion on development sites by educating developers, local governments, and erosion and sediment control professionals on best management practices; and Conservation District Education and Outreach promotes increased awareness of the importance of soil and water conservation by supplying Georgia citizens with research data, mapping systems, and soil and water resource information.

WATER RESOURCES AND LAND USE PLANNING

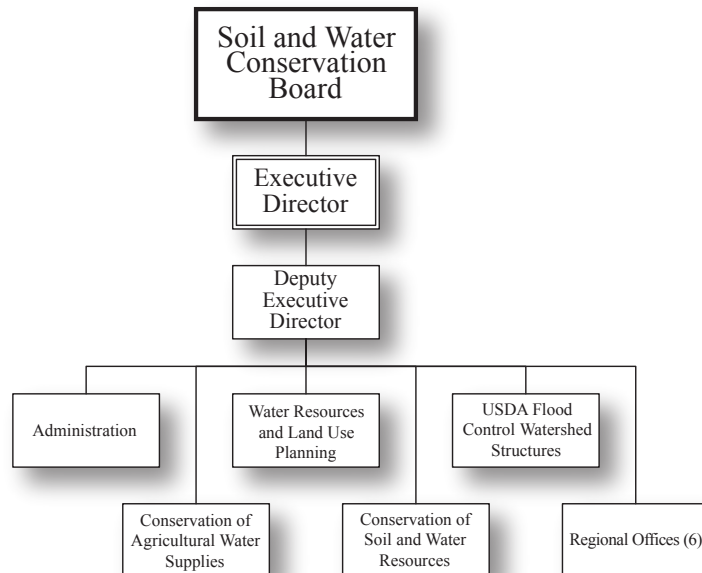
The Water Resources and Land Use Planning program exists to conduct planning activities that further the understanding of water use and to improve water management throughout the state. Through wetted acreage maps and an irrigator gateway, the commission provides resource information to stakeholders and policy makers in the statewide water planning process.

WATERSHED FLOOD CONTROL DAMS

There are 357 USDA-constructed flood control watershed dams in the State of Georgia, most of them located in the northern part of the state. This program provides for proper operation and maintenance of these dams by working with federal, local, and Soil and Water District officials. Through the program, the commission helps to ensure that dams meet the Georgia Safe Dams Act standards for structural integrity, operate efficiently to provide multi-purpose use, and ensure flood protection for nearby communities.

AUTHORITY

Title 2-6, Official Code of Georgia Annotated.



Soil and Water Conservation Commission

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$3,517,863	\$86,269	\$3,604,132
TOTAL STATE FUNDS	\$3,517,863	\$86,269	\$3,604,132
Federal Funds Not Specifically Identified	3,454,308		3,454,308
Other Funds	6,601,885		6,601,885
TOTAL FUNDS	\$13,574,056	\$86,269	\$13,660,325

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$30,446
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$19,669), for performance increases (\$7,868), and for special adjustments to selected job classes (\$40,862).	68,399
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	15,551
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(10,770)
Total Change	\$103,626

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,574
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,499), for performance increases (\$1,400), and for special adjustments to selected job classes (\$7,269).	12,168
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,766
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,916)
5. Remove funds used to replace five high-mileage vehicles in FY 2008.	(15,269)
6. Realign personal services funding to reflect projected expenditures.	107,559
Total Change	\$109,882

Conservation of Agricultural Water Supplies

Purpose: Conserve the use of Georgia's ground and surface water by agricultural water users.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$8,904
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,954), for performance increases (\$782), and for special adjustments to selected job classes (\$4,060).	6,796
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,545
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(1,070)
5. Remove funds used to replace five high-mileage vehicles in FY 2008.	(8,569)
6. Increase per diem rate for conservation district supervisors from \$30 to \$40.	3,500
Total Change	\$11,106

Conservation of Soil and Water Resources

Purpose: Conserve Georgia's rich natural resources through voluntary implementation of conservation best management practices on agricultural lands.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$16,543
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$14,215), for performance increases (\$5,687), and for special adjustments to selected job classes (\$29,533).	49,435

Soil and Water Conservation Commission

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	11,240
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(7,784)
5. Remove funds used to replace five high-mileage vehicles in FY 2008.	(55,476)
6. Realign personal services funding to reflect projected expenditures (Total Funds: \$107,559).	(43,305)
7. Increase per diem rate for conservation district supervisors from \$30 to \$40.	29,500
8. Provide full state funding for the Erosion & Sedimentation Control program as mandated in O.C.G.A. 12-7-9(a).	100,000
Total Change	\$100,153

USDA Flood Control Watershed Structures

Purpose: Provide flood retarding, water quality, recreation, and water supply benefits to Georgia citizens.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$368
2. Remove funds used to replace five high-mileage vehicles in FY 2008.	(686)
3. Realign personal services funding to reflect projected expenditures (Total Funds: \$107,559).	(7,568)
Total Change	(\$7,886)

Water Resources and Land Use Planning

Purpose: Improve understanding of water use and develop plans that improve water management and efficiency.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$57
2. Realign personal services funding to reflect projected expenditures (Total Funds: \$107,559).	(56,686)
3. Reduce contract funds by 2%.	(70,357)
Total Change	(\$126,986)

Soil and Water Conservation Commission

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Conservation of Agricultural Water Resources				
1. Number of agricultural water meters installed in high-priority watersheds	2,823	1,318	4,406	3,555
2. Number of agricultural irrigation systems audited for uniformity and efficiency	516	331	150	250
Conservation of Soil and Water Resources				
1. Number of agricultural acres protected and benefited by conservation plans	228,771	355,909	210,000	260,000
2. Number of individuals certified or recertified in erosion and sedimentation control	11,921	31,650	6,200	18,000
USDA Flood Control Watershed Structures				
1. Number of watershed dam assessments completed in conjunction with USDA to determine if dams could serve as water supply reservoirs	0	10	20	20
2. Number of commission/USDA watershed dams maintained	88	91	115	130

Soil and Water Conservation Commission

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$583,601	\$598,679	\$640,246	\$760,054	\$750,128
Conservation of Agricultural Water Supplies	7,270,873	7,144,061	8,821,981	8,847,148	8,833,087
Conservation of Soil and Water Resources	2,690,002	3,389,631	3,127,588	3,291,029	3,227,741
USDA Flood Control Watershed Structures	80,824	104,916	106,696	99,496	98,810
Water Resources and Land Use Planning	1,726,810	957,066	877,545	706,758	750,559
TOTAL FUNDS	\$12,352,110	\$12,194,353	\$13,574,056	\$13,704,485	\$13,660,325
<u>Less:</u>					
Federal Funds	\$3,220,153	\$5,514,279	\$3,454,308	\$3,454,308	\$3,454,308
Other Funds	5,430,102	3,589,108	6,601,885	6,601,885	6,601,885
Subtotal	\$8,650,255	\$9,103,387	\$10,056,193	\$10,056,193	\$10,056,193
State General Funds	\$3,701,855	\$3,090,966	\$3,517,863	\$3,648,292	\$3,604,132
TOTAL STATE FUNDS	\$3,701,855	\$3,090,966	\$3,517,863	\$3,648,292	\$3,604,132
Positions	52	61	60	60	60
Motor Vehicles	25	25	26	26	26

Soil and Water Conservation Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$3,517,863	\$86,269	\$3,604,132
TOTAL STATE FUNDS	\$3,517,863	\$86,269	\$3,604,132
Federal Funds Not Specifically Identified	3,454,308		3,454,308
Other Funds	6,601,885		6,601,885
TOTAL FUNDS	\$13,574,056	\$86,269	\$13,660,325
Administration			
State General Funds	\$640,246	\$109,882	\$750,128
Total Funds	\$640,246	\$109,882	\$750,128
Conservation of Agricultural Water Supplies			
State General Funds	\$314,303	\$11,106	\$325,409
Federal Funds Not Specifically Identified	3,131,804		3,131,804
Other Funds	5,375,874		5,375,874
Total Funds	\$8,821,981	\$11,106	\$8,833,087
Conservation of Soil and Water Resources			
State General Funds	\$1,579,073	\$100,153	\$1,679,226
Federal Funds Not Specifically Identified	322,504		322,504
Other Funds	1,226,011		1,226,011
Total Funds	\$3,127,588	\$100,153	\$3,227,741
USDA Flood Control Watershed Structures			
State General Funds	\$106,696	(\$7,886)	\$98,810
Total Funds	\$106,696	(\$7,886)	\$98,810
Water Resources and Land Use Planning			
State General Funds	\$877,545	(\$126,986)	\$750,559
Total Funds	\$877,545	(\$126,986)	\$750,559

Georgia Student Finance Commission

Roles, Responsibilities, and Organization

The Georgia Student Finance Commission is responsible for administering student financial aid programs. The programs, which include the Helping Outstanding Pupils Educationally (HOPE) Scholarship Program, GACollege411, service-cancelable loans, financial aid consultation, and other educational scholarships and grants, are supported by lottery proceeds and state general fund appropriations.

GEORGIA HIGHER EDUCATION ASSISTANCE CORPORATION

The Georgia Higher Education Assistance Corporation is a nonprofit public corporation of the state and is responsible for administering a program of guaranteed educational loans to eligible students and parents in accordance with state law and the requirements of the Federal Higher Educational Loan Act. In FY 2007, the corporation guaranteed over \$279 million in new loans for eligible students and parents.

GEORGIA STUDENT FINANCE AUTHORITY

The Georgia Student Finance Authority, a nonprofit public corporation of the state, is responsible for providing student financial aid to eligible Georgians through loan, scholarship, and grant assistance programs as prescribed by the General Assembly. In FY 2007, the authority disbursed over \$27 million in state general funds and agency revenues to more than 34,000 students. In addition, over \$477 million in HOPE

Scholarship and other lottery funded grant and scholarship programs were disbursed to more than 215,000 students.

The authority is also authorized to be a lender under the Georgia Higher Educational Loan Program. In FY 2007, the authority originated over \$50.1 million in student loans, and the total value of loans serviced exceeded \$288 million.

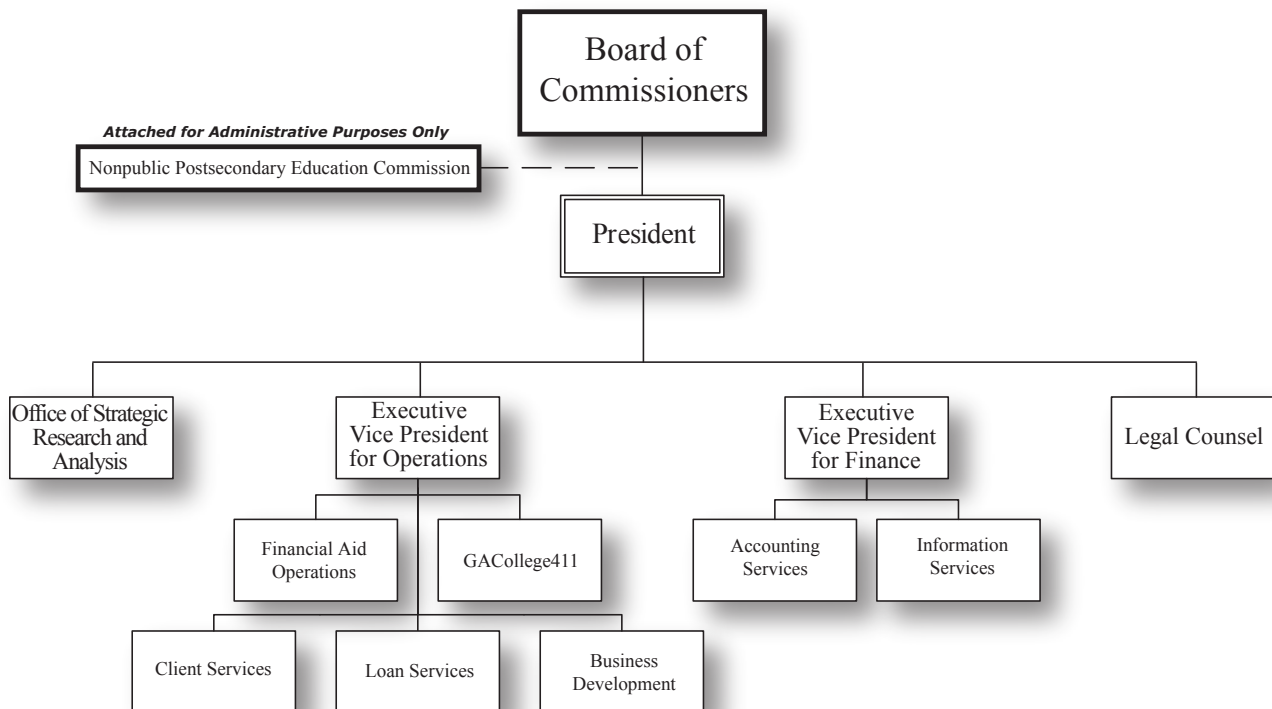
The authority has the responsibility of performing all management, supervisory, clerical and administrative functions required by the corporation and the commission. The authority also provides administrative and operational support services at no cost to the state for the Georgia Nonpublic Postsecondary Education Commission (NPEC), which is attached for administrative purposes.

ATTACHED AGENCY

The Georgia Nonpublic Postsecondary Education Commission is responsible for regulating private postsecondary schools in this state in order to protect the financial investment of Georgians participating in their programs.

AUTHORITY

Titles 20-3-230 et seq., 20-3-250 et seq., 20-3-260 et seq., and 20-3-310 et seq., Official Code of Georgia Annotated.



Georgia Student Finance Commission

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$40,223,482	\$27,686	\$40,251,168
Lottery Funds	516,697,160	28,540,435	545,237,595
TOTAL STATE FUNDS	\$556,920,642	\$28,568,121	\$585,488,763
Federal Funds	520,653		520,653
Other Funds	5,622,493	(250,000)	5,372,493
TOTAL FUNDS	\$563,063,788	\$28,318,121	\$591,381,909

Department Statewide Budget Changes (Information Only):

State General Funds:

- | | |
|---|----------|
| 1. Annualize the cost of the FY 2008 salary adjustment. | \$10,099 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,538) and for performance increases (\$3,415). | 11,953 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 6,604 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | (970) |
| Total Change | \$27,686 |

Lottery Funds:

- | | |
|---|-----------|
| 1. Annualize the cost of the FY 2008 salary adjustment. | \$50,948 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$43,094) and for performance increases (\$17,238). | 60,332 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 33,333 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | 6,974 |
| Total Change | \$151,587 |

Accel

Purpose: Allow students to pursue postsecondary study at approved public and private postsecondary institutions, while receiving dual high school and college credit for courses successfully completed.

Recommended Change:

- | | |
|---|---------------|
| 1. Reduce funding to the Accel program to reflect projected need. | (\$1,800,000) |
| Total Change | (\$1,800,000) |

Engineer Scholarship

Purpose: Provide forgivable loans to Georgia residents who are engineering students at Mercer University (Macon campus) and retain those students as engineers in the state.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Georgia Military College Scholarship

Purpose: Provide outstanding students with a full scholarship to attend Georgia Military College, thereby strengthening Georgia's National Guard with their membership.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Georgia Student Finance Commission

FY 2009 Program Budgets

Governor's Scholarship Program

Purpose: Recognize graduating Georgia high school seniors who are valedictorians or STAR students of their class by providing a scholarship to attend an eligible postsecondary institution in Georgia.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

Guaranteed Educational Loans

Purpose: Provide service cancelable loans to students enrolled in critical fields of study, which include nursing, physical therapy and pharmacy.

Recommended Change:

- | | | |
|----|--|-----|
| 1. | Eliminate \$250,000 in other funds for nursing faculty service cancelable loans. | Yes |
| | Total Change | \$0 |

HERO Scholarship

Purpose: Provide educational and grant assistance to members of the Georgia National Guard and U.S. Military Reservists who served in combat zones and the children of such members.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

HOPE Administration

Recommended Change:

Lottery Funds

- | | | |
|----|--|-----------|
| 1. | Annualize the cost of the FY 2008 salary adjustment. | \$50,948 |
| 2. | Provide for a general salary increase of 2.5% effective January 1, 2009 (\$43,094) and for performance increases (\$17,238). | 60,332 |
| 3. | Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 33,333 |
| 4. | Reflect an adjustment in the Workers' Compensation premium rate structure. | 6,974 |
| | Total Change | \$151,587 |

HOPE GED

Purpose: Award a \$500 voucher once to each student receiving a general education development (GED) diploma awarded by the Georgia Department of Technical and Adult Education.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

HOPE Grant

Purpose: Provide grants to students seeking a diploma or certificate at a public postsecondary institution.

Recommended Change:

- | | | |
|----|---|--------------|
| 1. | Increase HOPE Grant to meet projected need. | \$14,405,864 |
| | Total Change | \$14,405,864 |

HOPE Scholarships - Private Schools

Purpose: Provide merit scholarships to students seeking an associate or baccalaureate degree at an eligible private postsecondary institution.

Recommended Change:

- | | | |
|----|--------------|-----|
| 1. | No change. | \$0 |
| | Total Change | \$0 |

Georgia Student Finance Commission

FY 2009 Program Budgets

HOPE Scholarships - Public Schools

Purpose: Provide merit scholarships to students seeking an associate or baccalaureate degree at an eligible public postsecondary institution.

Recommended Change:

- | | |
|--|--------------|
| 1. Increase HOPE Scholarships for Public Schools to meet projected need. | \$15,782,984 |
| Total Change | \$15,782,984 |

Law Enforcement Dependents Grant

Purpose: Provide educational grant assistance to the children of Georgia law enforcement officers, firefighters, and prison correctional officers who were permanently disabled or killed in the line of duty, to attend an eligible private or public postsecondary institution in Georgia.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Leveraging Educational Assistance Partnership (LEAP) Program

Purpose: Provide educational grant assistance to residents of Georgia who demonstrate substantial financial need to attend eligible postsecondary institutions in Georgia.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

North Georgia Military Scholarship Grants

Purpose: Provide outstanding students with a full scholarship to attend North Georgia College and State University, thereby strengthening Georgia's Army National Guard with their membership.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

North Georgia ROTC Grants

Purpose: Provide Georgia residents with non-repayable financial assistance to attend North Georgia College and State University and to participate in the Reserve Officers Training Corps program.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Promise Scholarship

Purpose: Provide forgivable loans to students in their junior and senior year who aspire to be teachers in Georgia public schools.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Public Memorial Safety Grant

Purpose: Provide educational grant assistance to the children of Georgia law enforcement officers, fire fighters, Emergency Medical Technicians (EMTs), and correctional officers who were permanently disabled or killed in the line of duty, to attend a public postsecondary institution in Georgia.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Georgia Student Finance Commission

FY 2009 Program Budgets

Teacher Scholarship

Purpose: Provide forgivable loans to teachers seeking advanced education degrees in critical shortage fields of study.

Recommended Change:

- | | |
|---------------|-----|
| 1. No change. | \$0 |
| Total Change | \$0 |

Tuition Equalization Grants (TEG)

Purpose: Promote the private segment of higher education in Georgia by providing non-repayable grant aid to Georgia residents who attend eligible private postsecondary institutions.

Recommended Change:

- | | |
|--|-----|
| 1. Increase Tuition Equalization Grant award amount from \$1,100 to \$1,200. | Yes |
| Total Change | \$0 |

Agency Attached for Administrative Purposes:

Nonpublic Postsecondary Education Commission (NPEC)

Purpose: Authorize private postsecondary schools in Georgia; provide transcripts for students who attended schools that closed; resolve complaints.

Recommended Change:

- | | |
|---|----------|
| 1. Annualize the cost of the FY 2008 salary adjustment. | \$10,099 |
| 2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,538) and for performance increases (\$3,415). | 11,953 |
| 3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%. | 6,604 |
| 4. Reflect an adjustment in the Workers' Compensation premium rate structure. | (970) |
| Total Change | \$27,686 |

Georgia Student Finance Commission

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Guaranteed Educational Loans				
1. Number of awards granted per year	637	1,276	1,276	1,276
2. Average dollar amount per award	\$5,069	\$2,553	\$2,553	\$2,553
3. Percentage of students repaying loans in cash	6%	5%	5%	5%
4. Number of nursing awards	535	1,008	1,108	1,108
HOPE Grant				
1. Number of awards granted per year	222,257	204,218	212,529	218,905
2. Average dollar amount per award	\$453	\$470	\$480	\$495
HOPE Scholarships - Private Schools				
1. Number of awards granted per year	31,785	31,250	31,235	31,235
2. Average dollar amount per award	\$1,275	\$1,272	\$1,272	\$1,272
HOPE Scholarships - Public Schools				
1. Number of awards granted per year	191,473	196,924	194,030	200,798
2. Average dollar amount per award	\$1,526	\$1,598	\$1,695	\$1,760
Tuition Equalization Grant (TEG)				
1. Number of awards granted per year	62,430	61,826	61,167	62,000
2. Average dollar amount per award	\$394	\$426	\$479	\$485
Nonpublic Postsecondary Education Commission (NPEC)				
1. Percentage of NPEC educational institutions meeting prescribed academic and financial standards annually without remediation	60%	65%	66%	70%

Georgia Student Finance Commission

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Accel	\$4,169,508	\$3,865,640	\$6,000,000	\$6,000,000	\$4,200,000
Engineer Scholarship	574,000	663,250	760,000	760,000	760,000
Georgia Military College Scholarship	625,743	1,066,793	1,228,708	1,228,708	1,228,708
Governor's Scholarship Program	2,329,200	2,329,200	2,329,200	2,329,200	2,329,200
Guaranteed Educational Loans	3,799,883	4,079,883	4,049,883	3,799,883	3,799,883
HERO Scholarship	100,000	480,523	918,000	451,000	918,000
HOPE Administration	6,111,697	6,069,319	5,887,232	6,080,425	6,038,819
HOPE GED	2,085,234	2,072,885	2,461,614	2,461,614	2,461,614
HOPE Grant	101,084,342	96,148,368	104,972,024	104,972,024	119,377,888
HOPE Scholarships- Private Schools	40,700,732	39,226,645	45,651,732	45,651,732	45,651,732
HOPE Scholarships- Public Schools	291,045,177	312,874,620	338,950,936	353,493,561	354,733,920
Law Enforcement Dependents Grant	50,911	50,911	50,911	50,911	50,911
Leveraging Educational Assistance Partnership (LEAP) Program	1,488,891	1,489,225	1,487,410	1,487,410	1,487,410
North Georgia Military Scholarship Grant	1,458,348	1,694,353	683,951	683,951	683,951
North Georgia ROTC Grants	432,479	469,750	432,479	432,479	432,479
Promise Scholarships	5,822,636	5,826,306	5,855,278	5,855,278	5,855,278
Public Memorial Safety Grant	178,905	230,791	255,850	255,850	255,850
Teacher Scholarship	3,592,963	3,685,239	5,332,698	5,332,698	5,332,698
Tuition Equalization Grants	27,981,893	33,015,000	34,966,295	29,918,557	34,966,295
SUBTOTAL FUNDS (Excludes Attached Agencies)	\$493,632,542	\$515,338,701	\$562,274,201	\$571,245,281	\$590,564,636
ATTACHED AGENCY:					
Nonpublic Postsecondary Education Commission	\$695,223	\$676,130	\$789,587	\$799,686	\$817,273
TOTAL FUNDS	\$494,327,765	\$516,014,831	\$563,063,788	\$572,044,967	\$591,381,909
Less:					
Federal Funds	\$522,134	\$522,468	\$520,653	\$520,653	\$520,653
Other Funds	3,316,309	7,955,516	5,622,493		5,372,493
Subtotal	\$3,838,443	\$8,477,984	\$6,143,146	\$520,653	\$5,893,146
State General Funds	\$35,498,385	\$36,647,991	\$40,223,482	\$40,284,529	\$40,251,168
Lottery Funds	454,990,937	470,888,856	516,697,160	531,239,785	545,237,595
TOTAL STATE FUNDS	\$490,489,322	\$507,536,847	\$556,920,642	\$571,524,314	\$585,488,763
Positions	60	60	65	65	65
Motor Vehicles	2	2	2	2	2

Georgia Student Finance Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$40,223,482	\$27,686	\$40,251,168
Lottery Funds	516,697,160	28,540,435	545,237,595
TOTAL STATE FUNDS	\$556,920,642	\$28,568,121	\$585,488,763
Federal Funds	520,653		520,653
Other Funds	5,622,493	(250,000)	5,372,493
TOTAL FUNDS	\$563,063,788	\$28,318,121	\$591,381,909
Accel			
Lottery Funds	\$6,000,000	(\$1,800,000)	\$4,200,000
Total Funds	\$6,000,000	(\$1,800,000)	\$4,200,000
Engineer Scholarship			
Lottery Funds	\$760,000		\$760,000
Total Funds	\$760,000	\$0	\$760,000
Georgia Military College Scholarship			
Lottery Funds	\$1,228,708		\$1,228,708
Total Funds	\$1,228,708	\$0	\$1,228,708
Governor's Scholarship Program			
State General Funds	\$2,329,200		\$2,329,200
Total Funds	\$2,329,200	\$0	\$2,329,200
Guaranteed Educational Loans			
State General Funds	\$3,799,883		\$3,799,883
Other Funds	250,000	(\$250,000)	0
Total Funds	\$4,049,883	(\$250,000)	\$3,799,883
HERO Scholarship			
State General Funds	\$200,000		\$200,000
Other Funds	718,000		718,000
Total Funds	\$918,000	\$0	\$918,000
HOPE Administration			
State General Funds	\$158,912		\$158,912
Lottery Funds	5,228,320	\$151,587	5,379,907
Other Funds	500,000		500,000
Total Funds	\$5,887,232	\$151,587	\$6,038,819
HOPE GED			
Lottery Funds	\$2,461,614		\$2,461,614
Total Funds	\$2,461,614	\$0	\$2,461,614

Georgia Student Finance Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
HOPE Grant			
Lottery Funds	\$104,972,024	\$14,405,864	\$119,377,888
Total Funds	<u>\$104,972,024</u>	<u>\$14,405,864</u>	<u>\$119,377,888</u>
HOPE Scholarships- Private Schools			
Lottery Funds	\$45,651,732		\$45,651,732
Total Funds	<u>\$45,651,732</u>	<u>\$0</u>	<u>\$45,651,732</u>
HOPE Scholarships- Public Schools			
Lottery Funds	\$338,950,936	\$15,782,984	\$354,733,920
Total Funds	<u>\$338,950,936</u>	<u>\$15,782,984</u>	<u>\$354,733,920</u>
Law Enforcement Dependents Grant			
State Funds	\$50,911		\$50,911
Total Funds	<u>\$50,911</u>	<u>\$0</u>	<u>\$50,911</u>
Leveraging Educational Assistance Partnership (LEAP) Program			
State General Funds	\$966,757		\$966,757
Federal Funds	520,653		520,653
Total Funds	<u>\$1,487,410</u>	<u>\$0</u>	<u>\$1,487,410</u>
North Georgia Military Scholarship Grants			
State Funds	\$683,951		\$683,951
Total Funds	<u>\$683,951</u>	<u>\$0</u>	<u>\$683,951</u>
North Georgia ROTC Grants			
State Funds	\$432,479		\$432,479
Total Funds	<u>\$432,479</u>	<u>\$0</u>	<u>\$432,479</u>
Promise Scholarships			
Lottery Funds	\$5,855,278		\$5,855,278
Total Funds	<u>\$5,855,278</u>	<u>\$0</u>	<u>\$5,855,278</u>
Public Memorial Safety Grant			
Lottery Funds	\$255,850		\$255,850
Total Funds	<u>\$255,850</u>	<u>\$0</u>	<u>\$255,850</u>
Teacher Scholarship			
Lottery Funds	\$5,332,698		\$5,332,698
Total Funds	<u>\$5,332,698</u>	<u>\$0</u>	<u>\$5,332,698</u>
Tuition Equalization Grants			
State General Funds	\$30,811,802		\$30,811,802
Other Funds	4,154,493		4,154,493
Total Funds	<u>\$34,966,295</u>	<u>\$0</u>	<u>\$34,966,295</u>

Georgia Student Finance Commission

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
<i>Agency Attached for Administrative Purposes:</i>			
Nonpublic Postsecondary Education Commission			
State General Funds	\$789,587	\$27,686	\$817,273
Total Funds	\$789,587	\$27,686	\$817,273

Teachers' Retirement System

Roles, Responsibilities, and Organization

The Teachers' Retirement System (TRS) is a vehicle for collecting employee and employer contributions, investing accumulated funds, and disbursing retirement benefits to members and beneficiaries. As required by Georgia law, the system is examined on an annual basis by an independent actuarial firm that specializes in pension and retirement plans. The firm prepares a yearly valuation on the contingent assets and liabilities of the system, thus revealing its ability to meet future obligations. In addition, an independent accounting firm audits the system annually.

Administration of the system is ultimately the responsibility of the TRS Board of Trustees, while daily management of system operations is the responsibility of the executive director. The executive director is appointed by the board and serves at the pleasure of its members. The board consists of 10 members as follows:

- State Auditor, *ex officio*
- Director, Office of Treasury and Fiscal Services, *ex officio*
- Two classroom teachers (both active members of TRS) appointed by the Governor
- One school administrator (an active member of TRS) appointed by the Governor
- One Board of Regents employee (an active member of TRS) appointed by the Board of Regents
- One trustee appointed by the Governor who must be an active member of TRS
- One trustee appointed by the Governor
- One retired member of TRS elected by the trustees
- One citizen (not a TRS member) experienced in the investment of money elected by the trustees

MEMBERSHIP

All individuals employed half time or more in covered positions of the state's public school systems, regional libraries, county libraries, and regional educational service agencies are required to be TRS members as a condition of employment. Similarly, employees in covered positions of the University System of Georgia are required to be TRS members unless eligible for participation in an optional retirement plan administered by the University System's Board of Regents. Covered positions include teachers, administrators, supervisors, clerks, teacher

aides, secretaries, public school nurses, and paraprofessionals. Also eligible for TRS membership are certain employees of the State Department of Education and the Department of Technical and Adult Education, along with public school lunchroom, maintenance, warehouse, and transportation managers and supervisors.

INVESTMENTS

TRS has its own "in-house" Investment Services Division, which handles day-to-day investment transactions. Securities lending and portfolio officers, securities and investment analysts, and investment assistants are all part of the TRS investment team. Six members of the TRS Board of Trustees, along with the executive director, comprise the Investment Committee. Committee members convene with the directors of the Investment Services Division and hear recommendations from outside investment advisors at monthly meetings. Investment recommendations made by the committee require approval by the entire board.

COLA FUNDS FOR LOCAL SYSTEM RETIREES

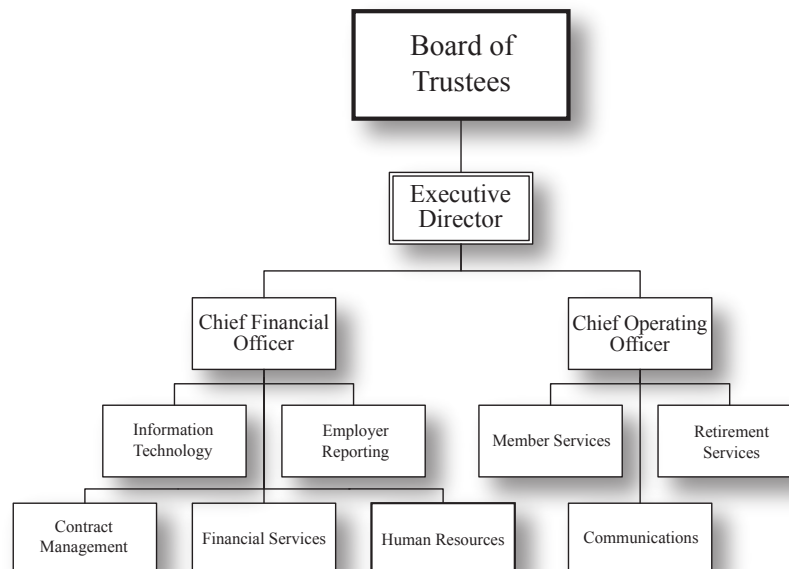
Teachers who retired prior to July 1, 1978 from a local retirement system (Atlanta City Schools, Chatham County Schools, Fulton County Schools, and Rome City Schools) receive a post-retirement cost of living adjustment (COLA) to their monthly benefit whenever such adjustment is granted to teachers who retire under TRS. These funds are appropriated to TRS annually.

FLOOR FUNDS FOR LOCAL SYSTEM RETIREES

Any teacher who has retired from a local retirement system (Atlanta City Schools, Chatham County Schools, Fulton County Schools, and Rome City Schools) prior to July 1, 1978 shall receive a minimum allowance upon retirement of not less than \$17.00 per month for each year of creditable service, not to exceed 40 years of service. These funds are appropriated to TRS annually.

AUTHORITY

Title 47, Chapter 3, Official Code of Georgia Annotated.



Teachers' Retirement System

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$1,555,000	(\$153,000)	\$1,402,000
TOTAL STATE FUNDS	\$1,555,000	(\$153,000)	\$1,402,000
Other Funds	26,351,456	255,325	26,606,781
TOTAL FUNDS	\$27,906,456	\$102,325	\$28,008,781

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$302,522).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$273,950) and for performance increases (Other Funds: \$109,580).	
3. Reflect for an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$206,709).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$26,364).	Yes
Total Change	\$0

Local/Floor COLA

Purpose: Provide retirees from local retirement systems a minimum allowance upon retirement and a post-retirement benefit adjustment (COLA) whenever such adjustment is granted to teachers who retired under TRS.

Recommended Change:

1. Reduce funds for the Floor Fund (\$3,000) and COLA Fund (\$150,000) due to the declining population of retired teachers who qualify for this benefit.	(\$153,000)
Total Change	(\$153,000)

System Administration

Purpose: Provide all services to active members, including: service purchases, refunds, retirement counseling, and new retirement processing.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment (Other Funds: \$302,522).	Yes
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (Other Funds: \$273,950) and for performance increases (Other Funds: \$109,580).	Yes
3. Reflect for an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182% (Other Funds: \$206,709).	Yes
4. Reflect an adjustment in the Workers' Compensation premium rate structure (Other Funds: \$26,364).	Yes
5. Increase funding to purchase computer equipment (Other Funds: \$80,000).	Yes
6. Reduce funding based on actual expenses (Other Funds: \$743,800).	Yes
Total Change	\$0

Teachers' Retirement System

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Local Floor/COLA				
1. Number of recipients of Floor/COLA payments	230	200	180	160
System Administration				
1. Retirees and beneficiaries currently receiving benefits	70,219	76,133	82,047	88,420
2. Customer Service: Percentage of accuracy rate of processing member service requests	98%	99%	98%	98%

Teachers' Retirement System

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Local/Floor COLA	\$1,687,794	\$1,497,430	\$1,555,000	\$1,402,000	\$1,402,000
System Administration	21,159,059	23,055,464	26,351,456	25,990,178	26,606,781
TOTAL FUNDS	\$22,846,853	\$24,552,894	\$27,906,456	\$27,392,178	\$28,008,781
<u>Less:</u>					
Other Funds	\$21,159,059	\$23,055,464	\$26,351,456	\$25,990,178	\$26,606,781
Subtotal	\$21,159,059	\$23,055,464	\$26,351,456	\$25,990,178	\$26,606,781
State General Funds	\$1,687,794	\$1,497,430	\$1,555,000	\$1,402,000	\$1,402,000
TOTAL STATE FUNDS	\$1,687,794	\$1,497,430	\$1,555,000	\$1,402,000	\$1,402,000
Positions	186	189	190	190	190
Motor Vehicles	1	1	2	2	2

Teachers' Retirement System

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$1,555,000	(\$153,000)	\$1,402,000
TOTAL STATE FUNDS	\$1,555,000	(\$153,000)	\$1,402,000
Other Funds	26,351,456	255,325	26,606,781
TOTAL FUNDS	\$27,906,456	\$102,325	\$28,008,781
Local/Floor COLA			
State General Funds	\$1,555,000	(\$153,000)	\$1,402,000
Total Funds	\$1,555,000	(\$153,000)	\$1,402,000
System Administration			
Other Funds	\$26,351,456	\$255,325	\$26,606,781
Total Funds	\$26,351,456	\$255,325	\$26,606,781

Department of Technical and Adult Education

Roles, Responsibilities, and Organization

The Quality Basic Education Act (QBE) of 1985 created a separate State Board of Postsecondary Vocational Education within the Department of Education to promote the economic growth and development of Georgia by providing leadership, direction, and state-level management of public postsecondary technical schools, programs, and services. In 1987, the new board was created as an agency separate from the Department of Education to provide guidance to public technical institutes operated by the state or by local boards of education. The board was renamed the State Board of Technical and Adult Education in 1988 to govern the newly created Department of Technical and Adult Education (DTAE).

The department is divided into four programs: Technical Education, Adult Literacy, Economic Development and Administration.

TECHNICAL EDUCATION

DTAE oversees 33 technical colleges, 31 branch campuses and seven technical education centers. In addition, there are four technical education divisions housed within four of the University System of Georgia colleges. The colleges offer more than 1,200 programs and provide opportunities for students to learn new skills or upgrade existing skills to keep pace with rapidly-changing technology and competition in a world market. Students attending technical colleges have the option of short-term programs as well as courses of study leading to certificates, diplomas, and associate degrees. These programs can range in duration from a few weeks to two years. The technical colleges serve approximately 141,000 students annually and produce about 27,000 graduates each year.

ADULT LITERACY

The Adult Literacy program, through its network of 37 service delivery areas throughout the state, promotes and provides adult basic education and literacy programs, including the general educational diploma (GED) Testing program that awards GED diplomas. The program is the primary fiscal agent for the U.S. Department of Education adult literacy funds. It is also the largest adult literacy provider for other state agencies and facilitates collaboration among state and local entities to improve literacy efforts for adults needing basic English literacy, or specialized skills instruction.

ECONOMIC DEVELOPMENT (QUICK START)

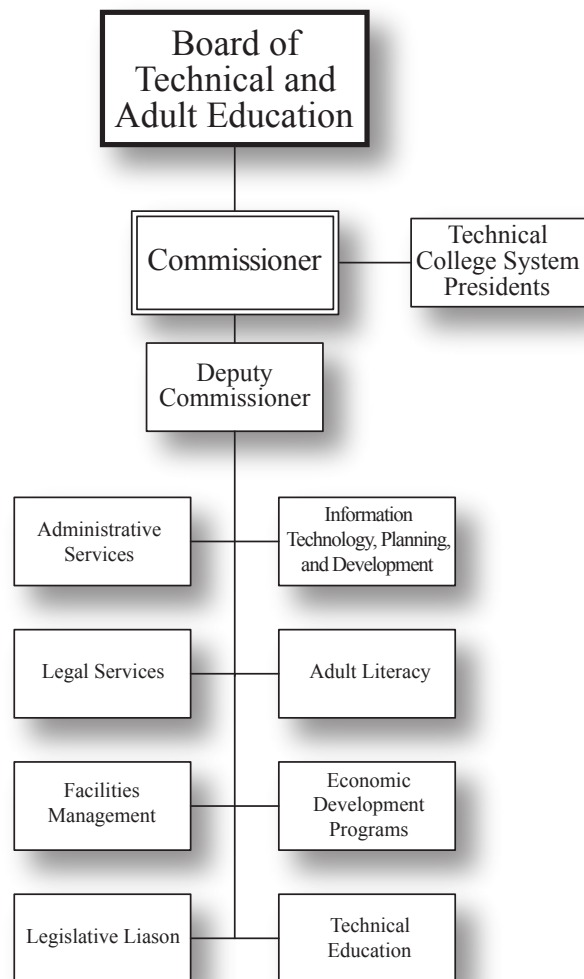
The Economic Development program provides employee training services to new and expanding industries as well as existing industries at no cost through Quick Start. Quick Start plays a key role in the state's business recruitment and retention efforts by serving as a state training incentive. Supported by DTAE's network of technical colleges, Quick Start has provided training for new jobs in virtually every technology required by Georgia's manufacturing and service sectors.

ADMINISTRATION

The Administration program fulfills overall administrative roles for the central office and the 33 technical colleges. These activities include budgeting, accounting, purchasing, asset management, personnel, information technology, research, public information, facilities management, legal services, planning, and evaluation.

AUTHORITY

Title 20, Official Code of Georgia Annotated.



Department of Technical and Adult Education

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommended</u>
State General Funds	<u>\$373,317,567</u>	<u>\$13,847,127</u>	<u>\$387,164,694</u>
TOTAL STATE FUNDS	\$373,317,567	\$13,847,127	\$387,164,694
Federal Funds	37,000,000	19,600,000	56,600,000
Other Funds	<u>112,800,000</u>	<u>80,715,000</u>	<u>193,515,000</u>
TOTAL FUNDS	\$523,117,567	\$114,162,127	\$637,279,694

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,494,714
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,988,833) and for performance increases (\$43,136).	4,031,969
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,069,921
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(454,820)
Total Change	<u>\$11,141,784</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$118,843
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$107,840) and for performance increases (\$43,136).	150,976
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	81,171
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(12,026)
5. Eliminate one-time funding to the Harriett Darnell Multi-Purpose Center.	(10,000)
6. Increase federal funds (\$1,200,000) and other funds (\$240,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	<u>\$328,964</u>

Adult Literacy

Purpose: Enable every adult learner in Georgia to acquire the necessary basic skills — reading, writing, computation, speaking, and listening — to compete successfully in today's workplace, strengthen family foundations, and exercise full citizenship.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$169,964
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	186,515
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	116,086
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(17,199)
5. Increase federal funds (\$1,200,000) and other funds (\$600,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	<u>\$455,366</u>

Economic Development (Quick Start)

Purpose: Provide a number of programs and services designed to assist businesses and industries with their training needs.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$105,580
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Department of Technical and Adult Education

FY 2009 Program Budgets

2. Provide for a general salary increase of 2.5% effective January 1, 2009.	93,178
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	72,112
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(10,683)
5. Increase federal funds (\$200,000) and other funds (\$4,875,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$260,187

Technical Education

Purpose: Provide quality technical education and special workforce services. The primary role is to ensure that all programs and services excel in meeting the individual's need for career success and the community's need for continued economic growth and development.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,100,327
2. Provide for a general salary increase of 2.5% effective January 1, 2009.	3,601,300
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,800,552
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(414,912)
5. Increase formula funding in operating expenses to reflect an increase in square footage.	2,715,343
6. Reduce formula funding in personal services due to declining enrollment of 2.8% (\$4,259,447) and redirect to Minor Repairs and Renovations (MRR), bringing total funding to \$12,222,173.	Yes
7. Increase federal funds (\$17,000,000) and other funds (\$75,000,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$12,802,610

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Purchase equipment for Construction Projects, multiple technical colleges	5	\$11,590,000	\$2,677,290
2. Replace obsolete equipment, statewide	5	7,500,000	1,732,500
3. Design and construct Center for Health Sciences, Milledgeville Campus, Central Georgia Technical College, Milledgeville, Baldwin County	20	17,670,000	1,509,018
4. Design and construct Industrial Technology Building, Elbert County Campus, Athens Technical College, Elberton, Elbert County	20	5,235,000	447,069
5. Design and construct a classroom building, Cherokee County Campus, Appalachian Technical College, Canton, Cherokee County	20	7,855,000	670,817
6. Design and construct Logistics Training Center (Building K), Albany Technical College, Albany, Dougherty County	20	9,150,000	781,410
7. Construct an automotive technology building, Southeastern Technical College, Vidalia, Toombs County	20	4,000,000	341,600
8. Construct an auditorium on the Forsyth County campus, Lanier Technical College	20	1,500,000	128,100
9. Construct a 25,600 sq. ft. building expansion on the Dawson County campus, Lanier Technical College	20	5,000,000	427,000
10. Design and construct a Life Sciences Building, Gwinnett Technical College, Gwinnett County	20	18,650,000	1,592,710
11. Construct High School Career Academies located on public school campuses, statewide	20	5,000,000	427,000
		\$93,150,000	\$10,734,514

Department of Technical and Adult Education

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Adult Literacy				
1. Number of Adult Basic Education (ABE) graduates	20,501	23,832	24,504	25,844
2. Passage rate of adult learners who enrolled in an ABE course with the goal of obtaining a general educational diploma (GED)	68%	70%	71%	72%
Economic Development (Quick Start)				
1. Number of companies that receive company-specific training from the Customized Business and Industry Services program	1,725	1,588	1,000	1,050
2. Number of jobs created in Georgia with the assistance of the Quick Start for New and Expanding Industry Program	10,330	11,053	6,000	6,000
Technical Education				
1. Two-year graduate rate of students who are enrolled in an award program and have 12 credit hours and at least one vocational course in their enrollment history	46%	51%	47%	48%
2. Percentage of students who graduated from or were still enrolled at the same or a different DTAE technical college the subsequent fiscal year	66%	61%	62%	63%
3. Number of middle and high schools served by the Stay in School Initiative	128	184	108	100

Department of Technical and Adult Education

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$14,527,008	\$15,896,839	\$13,850,002	\$13,958,845	\$15,618,966
Adult Literacy	32,094,934	32,790,909	32,016,600	32,186,564	34,271,966
Economic Development (Quick Start)	20,676,123	21,180,553	21,368,043	21,473,623	26,703,230
Technical Education	466,418,825	479,498,388	455,882,922	467,906,559	560,685,532
TOTAL FUNDS	\$533,716,890	\$549,366,689	\$523,117,567	\$535,525,591	\$637,279,694
<u>Less:</u>					
Federal Funds	\$55,389,521	\$57,672,529	\$37,000,000	\$37,000,000	\$56,600,000
Other Funds	148,849,949	154,911,474	112,800,000	112,800,000	193,515,000
Subtotal	<u>\$204,239,470</u>	<u>\$212,584,003</u>	<u>\$149,800,000</u>	<u>\$149,800,000</u>	<u>\$250,115,000</u>
State General Funds	<u>\$329,477,420</u>	<u>\$336,782,686</u>	<u>\$373,317,567</u>	<u>\$385,725,591</u>	<u>\$387,164,694</u>
TOTAL STATE FUNDS	\$329,477,420	\$336,782,686	\$373,317,567	\$385,725,591	\$387,164,694
Positions	5,500	5,500	5,500	5,500	5,500
Motor Vehicles	1	1	1	1	1

Department of Technical and Adult Education

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$373,317,567	\$13,847,127	\$387,164,694
TOTAL STATE FUNDS	\$373,317,567	\$13,847,127	\$387,164,694
Federal Funds	37,000,000	19,600,000	56,600,000
Other Funds	112,800,000	80,715,000	193,515,000
TOTAL FUNDS	\$523,117,567	\$114,162,127	\$637,279,694
Administration			
State General Funds	\$10,050,002	\$328,964	\$10,378,966
Federal Funds	3,000,000	1,200,000	4,200,000
Other Funds	800,000	240,000	1,040,000
Total Funds	\$13,850,002	\$1,768,964	\$15,618,966
Adult Literacy			
State General Funds	\$16,016,600	\$455,366	\$16,471,966
Federal Funds	14,000,000	1,200,000	15,200,000
Other Funds	2,000,000	600,000	2,600,000
Total Funds	\$32,016,600	\$2,255,366	\$34,271,966
Economic Development (Quick Start)			
State General Funds	\$16,368,043	\$260,187	\$16,628,230
Federal Funds		200,000	200,000
Other Funds	5,000,000	4,875,000	9,875,000
Total Funds	\$21,368,043	\$5,335,187	\$26,703,230
Technical Education			
State General Funds	\$330,882,922	\$12,802,610	\$343,685,532
Federal Funds	20,000,000	17,000,000	37,000,000
Other Funds	105,000,000	75,000,000	180,000,000
Total Funds	\$455,882,922	\$104,802,610	\$560,685,532

Department of Transportation

Roles, Responsibilities, and Organization

The Department of Transportation (DOT) plans, constructs, maintains, and improves the state's roads and bridges; provides planning and financial support for other modes of transportation; and provides air travel to state departments.

The majority of the DOT's resources are applied to maintaining and improving the state's network of roads and bridges. Proceeds from the state's motor fuel taxes are constitutionally earmarked solely for use on Georgia's roads and bridges.

The department is governed by a board comprised of members from each of the state's congressional districts elected by each district's state representatives and senators. The board in turn appoints a commissioner.

PLANNING, CONSTRUCTION, MAINTENANCE, AND IMPROVEMENTS

The department plans, maintains, and improves the roads and bridges of the state highway system. As part of this responsibility, personnel provide a long-range state multimodal transportation plan and long-range plans for urban areas; maintain an approved construction work program of priority projects; perform location and environmental studies; conduct mapping and photogrammetric surveys; acquire rights-of-way necessary to construct and maintain highways; supervise all construction and maintenance activities let to contract; ensure the quality of materials used in construction; and conduct research to improve planning and engineering methods.

The department is also responsible for maintenance and repairs to the roads and bridges of the state highway system. The goal is to preserve the existing road network and improve its safety by programming and supervising major reconstruction and resurfacing or rehabilitation projects let to contract; performing certain heavy and specialized maintenance such as emergency repairs; making spot improvements and safety modifications; performing routine maintenance such as patching pavement, repairing shoulders,

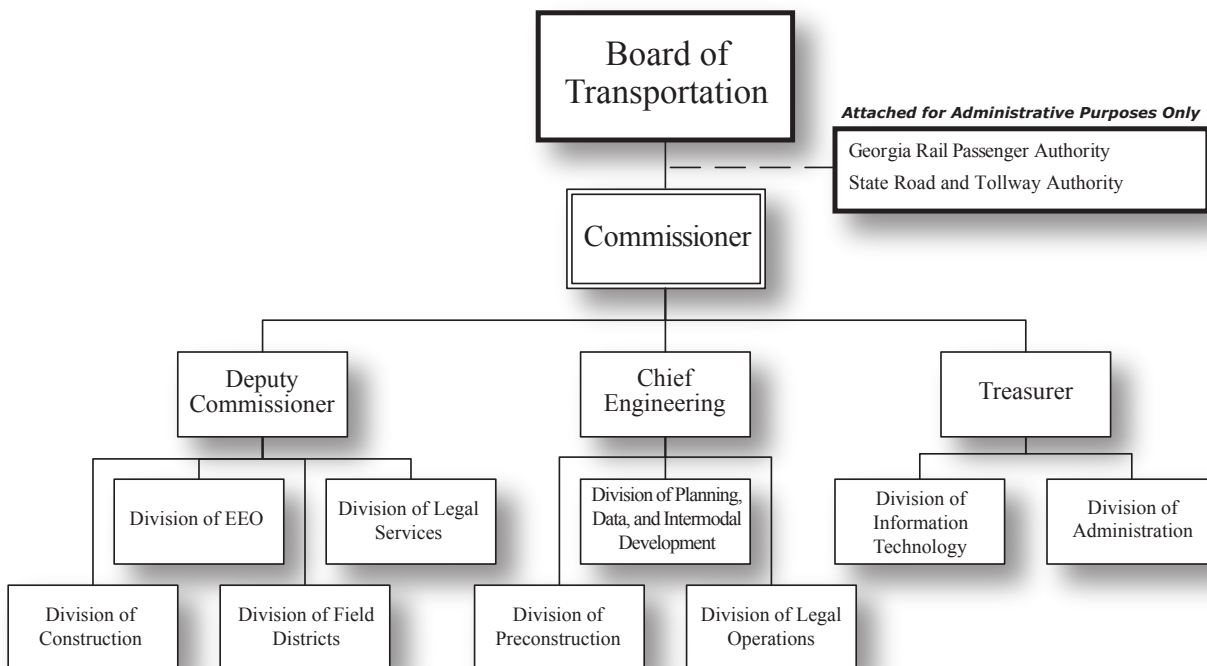
maintaining drainage, mowing rights-of-way, erecting and maintaining warning and directional signs, and inspecting roadside parks and rest areas; maintaining state welcome centers and rest areas; and issuing permits for special vehicles such as overweight carriers.

INFORMATION AND TRAVELER SERVICES

The department provides critical information and services concerning transportation to government agencies and the public. Data collected include truck weight, traffic volume, and speed. DOT also maintains an inventory of the public road system and produces the official state transportation map along with county maps.

The accident reporting unit receives all accident reports from law enforcement agencies throughout the state. These reports are available for a fee and are frequently used by insurance companies and attorneys.

Highway Emergency Response Operators (HEROs) and the Navigator system provide critical services and information to ensure the safe and efficient operation of the state's highways. HERO units respond to traffic incidents on metro Atlanta freeways to minimize any impact on traffic flow. HEROs are on duty at all times patrolling routes on the interstates throughout the metro Atlanta and Macon areas, and responding to incidents such as road debris, spills, disabled vehicles, and crashes. The Navigator system uses video cameras, road sensors, weather stations, and other technology to collect data and control traffic. Information is then made available to the public through various outlets. As part of the Navigator system, DOT recently implemented the 511 telephone-based service that provides traffic and travel information statewide 24 hours a day, 7 days a week. 511 is a "one stop" travel information number that works from any phone. Motorists can quickly contact just about any mode of transportation in Georgia including major airports, transit and rail agencies, rideshare programs, the Department of Economic Development for tourism information, and neighboring states' 511 systems.



Department of Transportation

Roles, Responsibilities, and Organization

MULTIMODAL SERVICES

The Transit program provides financial and technical assistance to preserve and enhance the state's urban and rural public transit program. The program administers the federal funds from the Federal Transit Administration and provides the state share for the local match.

The Airport Aid program provides financial assistance to cities and counties for airport planning, construction, approach aids, maintenance, and other services as needed. It also maintains the state airport system plan; publishes a state aeronautical chart and airport directory; and lends management and technical assistance to local governments to develop, maintain, and improve air service.

The Rail program acquires and rehabilitates rail lines to assure freight rail service is a safe, efficient, and viable transportation option throughout the state. This effort provides cities, counties, and municipalities the opportunity to offer an efficient transportation alternative to promote economic development in their communities.

The Ports and Waterways program is responsible for the provision and maintenance of land, dikes and control works necessary for storage of dredge materials removed from the Savannah Harbor and River Navigation Channel. Navigation dredging is performed by the U.S. Army Corps of Engineers and the dredge materials are placed inside designated storage areas prepared by the department.

AIR TRANSPORTATION

The Air Transportation program operates aircraft for use by state officials and performs various aerial photography services for the department in the course of construction or road and bridge improvement. The program also partners with the Department of Economic Development to attract new business and industry by providing air transportation for prospective industrial clients looking to locate in Georgia.

AUTHORITY

Titles 6 and 32, Official Code of Georgia Annotated.

Department of Transportation

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$23,372,316	\$1,190,023	\$24,562,339
Motor Fuel Funds	750,414,878	76,142,638	826,557,516
TOTAL STATE FUNDS	\$773,787,194	\$77,332,661	\$851,119,855
Federal Highway Administration - Planning and Construction	1,310,432,809	(55,268,563)	1,255,164,246
Federal Funds Not Specifically Identified	26,500,000		26,500,000
TOTAL FEDERAL FUNDS	\$1,336,932,809	(\$55,268,563)	\$1,281,664,246
Other Funds	7,417,336		7,417,336
TOTAL FUNDS	\$2,118,137,339	\$22,064,098	\$2,140,201,437

Department Statewide Budget Changes (Information Only):

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$67,333
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$45,906), for performance increases (\$18,363), and for structure adjustments to the statewide salary plan (\$34,545).	98,814
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	35,693
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	6,154
Total Change	<u>\$207,994</u>

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$5,697,011
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,761,338), and for performance increases (\$1,504,535).	5,265,873
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,935,765
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	609,246
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	154,959
Total Change	<u>\$14,662,854</u>

Administration

Recommended Change:

State General Funds:

1. Fund implementation of the freight logistics transport strategy to improve freight mobility and leverage state infrastructure investments.	\$500,000
Total Change	<u>\$500,000</u>

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$778,864
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$605,950), and for performance increases (\$242,380).	848,330
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	472,951
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	81,461
5. Increase the GBA real estate rental rate for office space.	154,959
6. Adjust telecommunications to reflect GTA billings.	129,742
7. Reallocate operating funds among programs to reflect projected expenditures.	2,463,961
Total Change	<u>\$4,930,268</u>

Department of Transportation

FY 2009 Program Budgets

Air Transportation

Purpose: Provide air transportation to state officials and companies considering a move to Georgia and conduct aerial photography flights.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$26,237
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$17,501), for performance increases (\$7,001), and for structure adjustments to the statewide salary plan (\$34,545).	59,047
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	13,608
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	2,159
5. Add three new positions for the new hangar facility: a facility manager (\$84,540), a hangar and aircraft cleaner (\$36,145), and a customer service representative (\$49,315).	170,000
6. Provide one-time funds for federally-required inspections of two King Airls to ensure aircraft safety and to prevent the planes from being grounded.	730,000
Total Change	\$1,001,051

Airport Aid

Purpose: Support statewide economic development by providing the infrastructure for a safe, efficient, and adequate transportation system, and awarding grants from the Airport Fund.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$6,316
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,866), and for performance increases (\$1,547).	5,413
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,006
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	648
5. Delete one-time increase for airport aid grant funding.	(5,000,000)
Total Change	(\$4,984,617)

Data Collection, Compliance, and Reporting

Purpose: Provide quality transportation data products in the appropriate format within an acceptable timeframe that meets the needs of the state's business partners.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$13,057
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$9,865), and for performance increases (\$3,946).	13,811
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	7,670
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	1,403
5. Reduce funds for telecommunications to reflect actual expenditures.	(17,971)
Total Change	\$17,970

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$73,171
2. Provide for a general salary increase of 2.5% effective January 1, 2008 (\$62,143), and for performance increases (\$24,857).	87,000
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	48,503
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	9,353
5. Reallocate operating funds among programs to reflect projected expenditures.	20,000
Total Change	\$238,027

Department of Transportation

FY 2009 Program Budgets

Local Road Assistance

Purpose: Provide contracts with local governments to assist in the construction and reconstructions of their road, bridge, and street systems.

Recommended Change:

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$505,689
2. Provide for a general salary increase of 2.5% effective January 1, 2008 (\$331,283), and for performance increases (\$132,513).	463,796
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	258,570
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	49,379
5. Reallocate operating funds among programs to reflect projected expenditures.	(68,000)
6. Increase funds for State Fund Construction - Off System from \$27,000,000 to \$35,602,101.	8,602,101
7. Increase funds for State Fund Construction - Most Needed from \$20,787,879 to \$35,602,101 in the Local Road Assistance and the State Highway System Construction and Improvement programs.	8,888,533
Total Change	\$18,700,068

Payments to State Road and Tollway Authority

Purpose: Provide funds through the State Road and Tollway Authority for bond trustees for debt service payments on non-general obligation bonds and other finance instruments, and provide funds for the State Transportation Infrastructure Bank to make loans and provide financial assistance for transportation projects.

Recommended Change:

State General Funds:

1. Provide funds for the State Transportation Infrastructure Bank to make loans and provide financial assistance for transportation projects.	\$4,600,000
Total Change	\$4,600,000

Motor Fuel Funds:

1. Transfer capital outlay funds from the State Highway System Construction and Improvement program to the State Road and Tollway Authority program for required debt service on issued GARVEE bonds for the Governor's Fast Forward program (Total Funds: \$15,808,510).	\$3,161,702
2. Provide additional funds to reflect an increase in required debt service on issued GARVEE bonds for the Governor's Fast Forward program.	9,867,673
3. Provide funds to reflect required debt service on issued guaranteed revenue bonds.	6,041,431
4. Provide funds for the State Transportation Infrastructure Bank to make loans and provide financial assistance for transportation projects.	25,000,000
Total Change	\$44,070,806

Ports and Waterways

Purpose: Maintain the navigability of the Atlantic Intracoastal Waterway and Georgia's deep water ports to promote international trade.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,928
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$2,211), and for performance increases (\$884).	3,095
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,719
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	216
Total Change	\$8,958

Department of Transportation

FY 2009 Program Budgets

Rail

Purpose: Oversee the construction, financing, operation, and development of rail passenger, freight service, and other public transportation projects.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$3,271
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$4,060), and for performance increases (\$1,624).	5,684
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,157
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	432
Total Change	\$12,544

State Highway System Construction and Improvement

Purpose: Ensure a safe and efficient transportation system and provide the necessary resources to accelerate the surplus property disposal process.

Recommended Change:

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$1,530,770
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,046,665), and for performance increases (\$418,666).	1,465,331
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	816,934
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	149,948
5. Reallocate operating funds among programs to reflect projected expenditures.	(2,569,461)
6. Increase funds for State Fund Construction - Most Needed from \$20,787,879 to \$35,602,101 in the Local Road Assistance and the State Highway System Construction and Improvement programs.	5,925,689
7. Transfer capital outlay funds from the State Highway System Construction and Improvement program to the Payments to State Road and Tollway Authority program for required debt service payments on issued GARVEE bonds for the Governor's Fast Forward program (Total Funds: \$15,808,510).	(3,161,702)
8. Reduce Federal Highway Administration funds and the required state match to reflect a lower federal estimate (Total Funds: \$58,243,948).	(2,975,385)
Total Change	\$1,182,124

State Highway System Maintenance

Purpose: Coordinate all statewide maintenance activities.

Recommended Change:

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,326,113
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$1,372,765), and for performance increases (\$549,106).	1,921,871
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	1,071,458
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	263,792
5. Reallocate operating funds among programs to reflect projected expenditures.	229,000
Total Change	\$5,812,234

State Highway System Operations

Purpose: Ensure a safe and efficient transportation system statewide through traffic engineering and traffic management.

Recommended Change:

Motor Fuel Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$482,404
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Department of Transportation

FY 2009 Program Budgets

2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$342,532), and for performance increases (\$137,013).	479,545
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	267,349
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	55,313
5. Reallocate operating funds among programs to reflect projected expenditures.	(75,500)
Total Change	\$1,209,111

Transit

Purpose: Preserve and enhance the state's urban and rural public transit programs by providing financial and technical assistance to Georgia's transit systems.

Recommended Change:

State General Funds:

1. Annualize the cost of the FY 2008 salary adjustment.	\$14,524
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$8,403), and for performance increases (\$3,361).	11,764
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	6,533
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	1,296
Total Change	\$34,117

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
<u>State General Funds:</u>			
1. Provide funds for the Savannah harbor dike disposal area.	20	\$3,405,000	\$290,787
Total		\$3,405,000	\$290,787
<u>Motor Fuel Funds:</u>			
1. Provide funds for the Governor's Fast Forward program.	20	\$230,000,000	\$19,642,000
2. Construct a district office in Tennille, Washington County.	20	10,500,000	896,700
Total		\$240,500,000	\$20,538,700

Department of Transportation

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Airport Aid				
1. Percentage of airports meeting state licensing standards	62%	64%	70%	70%
Local Road Assistance				
1. Percent of off-system projects in the state transportation improvement program (STIP) advanced/let to construction in the year programmed	34%	27%	60%	60%
2. Percentage of let local road and bridge construction projects completed within original contract time	75%	71%	80%	80%
State Highway System Construction and Improvement				
1. Percentage of on-system projects in the STIP advanced/let to construction in the year programmed	67%	74%	85%	85%
2. Percentage of construction projects completed within original contract time	80%	67%	80%	80%
State Highway System Maintenance				
1. Percentage of state highways with pavements that meet or exceed minimum standards (pavement condition evaluation system - PACES - rating equal to or greater than 70)	87%	86%	90%	90%
2. Percentage of on-system bridges with a sufficiency rating less than or equal to 50	6%	5%	5%	4%
3. Customer Service: Customer satisfaction with welcome centers (percent grading A or B)	80%	81%	85%	85%
4. Number of shoulder miles of litter and debris removed	77,560	76,128	70,000	70,000
State Highway System Operations				
1. Customer Service: Average HERO incident response time in minutes	11	12	10	8
2. Customer Service: Average roadway clearance time for autos in minutes	32	17	20	15
3. Customer Service: Average roadway clearance time for trucks in minutes	55	41	50	45
Transit				
1. Number of transit riders	152,277,370	167,831,406	165,599,709	167,255,707

Department Transportation

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$91,922,374	\$96,101,225	\$75,612,523	\$79,613,242	\$81,042,791
Air Transportation	2,596,978	2,287,707	2,439,553	2,435,655	3,440,604
Airport Aid	\$18,530,615	19,368,188	18,146,149	12,977,035	13,161,532
Data Collection, Compliance, and Reporting	8,683,489	18,076,345	12,830,912	13,002,939	13,086,909
Local Road Assistance	218,391,725	411,336,727	206,349,381	207,184,555	225,049,449
Payments to State Road and Tollway Authority	53,998,813	46,999,184	47,798,980	79,516,594	109,116,594
Ports and Waterways	7,490,529	1,160,763	1,523,402	1,527,330	1,532,360
Rail	5,957,159	7,705,449	385,722	388,993	398,266
State Highway System Construction and Improvement	1,447,154,731	3,351,139,568	1,318,021,611	1,257,994,512	1,251,288,364
State Highway System Maintenance	804,269,420	931,686,010	342,141,130	346,349,451	347,953,364
State Highway System Operations	89,984,730	204,626,823	65,382,037	66,241,697	66,591,148
Transit	16,554,217	44,341,483	27,505,939	27,376,553	27,540,056
TOTAL FUNDS	\$2,765,534,780	\$5,134,829,472	\$2,118,137,339	\$2,094,608,556	\$2,140,201,437
<u>Less:</u>					
Federal Funds	\$1,721,727,063	\$3,115,035,209	\$1,336,932,809	\$1,281,664,246	\$1,281,664,246
Other Funds	69,038,150	1,407,640,985	7,417,336	7,417,336	7,417,336
Subtotal	\$1,790,765,213	\$4,522,676,194	\$1,344,350,145	\$1,289,081,582	\$1,289,081,582
State General Funds	\$12,542,943	\$17,124,586	\$23,372,316	\$18,072,203	\$24,562,339
Motor Fuel Funds	962,226,624	595,028,692	750,414,878	787,454,771	826,557,516
TOTAL STATE FUNDS	\$974,769,567	\$612,153,278	\$773,787,194	\$805,526,974	\$851,119,855
Positions	6,043	6,084	6,115	6,115	6,118
Motor Vehicles	4,645	4,645	4,645	4,645	4,645

Department of Transportation

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$23,372,316	\$1,190,023	\$24,562,339
Motor Fuel Funds	750,414,878	76,142,638	826,557,516
TOTAL STATE FUNDS	\$773,787,194	\$77,332,661	\$851,119,855
Federal Highway Administration - Planning and Construction	1,310,432,809	(55,268,563)	1,255,164,246
Federal Funds Not Specifically Identified	26,500,000		26,500,000
TOTAL FEDERAL FUNDS	\$1,336,932,809	(55,268,563)	\$1,281,664,246
Other Funds	7,417,336		7,417,336
TOTAL FUNDS	\$2,118,137,339	\$22,064,098	\$2,140,201,437
Administration			
State General Funds		\$500,000	\$500,000
Motor Fuel Funds	\$63,873,730	4,930,268	68,803,998
Federal Highway Administration - Planning and Construction	10,839,823		10,839,823
Other Funds	898,970		898,970
Total Funds	\$75,612,523	\$5,430,268	\$81,042,791
Air Transportation			
State General Funds	\$1,506,758	\$1,001,051	\$2,507,809
Other Funds	932,795		932,795
Total Funds	\$2,439,553	\$1,001,051	\$3,440,604
Airport Aid			
State General Funds	\$11,646,149	(\$4,984,617)	\$6,661,532
Federal Funds Not Specifically Identified	6,500,000		6,500,000
Total Funds	\$18,146,149	(\$4,984,617)	\$13,161,532
Data Collection, Compliance, and Reporting			
State General Funds	\$898,585	\$17,970	\$916,555
Motor Fuel Funds	3,599,813	238,027	3,837,840
Federal Highway Administration - Planning and Construction	8,270,257		8,270,257
Other Funds	62,257		62,257
Total Funds	\$12,830,912	\$255,997	\$13,086,909
Local Road Assistance			
Motor Fuel Funds	\$136,095,478	\$18,700,068	\$154,795,546
Federal Highway Administration - Planning and Construction	69,658,670		69,658,670
Other Funds	595,233		595,233
Total Funds	\$206,349,381	\$18,700,068	\$225,049,449
Payments to State Road and Tollway Authority			
State General Funds		\$4,600,000	\$4,600,000
Motor Fuel Funds	\$47,798,980	44,070,806	91,869,786
Federal Highway Administration - Planning and Construction		12,646,808	12,646,808
Total Funds	\$47,798,980	\$61,317,614	\$109,116,594

Department of Transportation

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Ports and Waterways			
State General Funds	\$1,523,402	\$8,958	\$1,532,360
Total Funds	<u>\$1,523,402</u>	<u>\$8,958</u>	<u>\$1,532,360</u>
Rail			
State General Funds	\$297,483	\$12,544	\$310,027
Other Funds	88,239		88,239
Total Funds	<u>\$385,722</u>	<u>\$12,544</u>	<u>\$398,266</u>
State Highway System Construction and Improvement			
Motor Fuel Funds	\$284,967,946	\$1,182,124	\$286,150,070
Federal Highway Administration - Planning and Construction	1,032,888,665	(67,915,371)	964,973,294
Other Funds	165,000		165,000
Total Funds	<u>\$1,318,021,611</u>	<u>(\$66,733,247)</u>	<u>\$1,251,288,364</u>
State Highway System Maintenance			
Motor Fuel Funds	\$188,393,676	\$5,812,234	\$194,205,910
Federal Highway Administration - Planning and Construction	153,104,852		153,104,852
Other Funds	642,602		642,602
Total Funds	<u>\$342,141,130</u>	<u>\$5,812,234</u>	<u>\$347,953,364</u>
State Highway System Operations			
Motor Fuel Funds	\$25,685,255	\$1,209,111	\$26,894,366
Federal Highway Administration - Planning and Construction	35,670,542		35,670,542
Other Funds	4,026,240		4,026,240
Total Funds	<u>\$65,382,037</u>	<u>\$1,209,111</u>	<u>\$66,591,148</u>
Transit			
State General Funds	\$7,499,939	\$34,117	\$7,534,056
Federal Funds Not Specifically Identified	20,000,000		20,000,000
Other Funds	6,000		6,000
Total Funds	<u>\$27,505,939</u>	<u>\$34,117</u>	<u>\$27,540,056</u>

Department of Veterans Service

Roles, Responsibilities, and Organization

The Department of Veterans Service serves more than 775,000 Georgia veterans, their dependents, and beneficiaries in all matters pertaining to veterans affairs. Since all veterans benefits must be applied for, the major activities of the department generally consist of informing veterans and their families about all available state and federal benefits and directly assisting and advising them in obtaining those benefits to which they are entitled.

VETERANS ASSISTANCE

The first priority in the department's mission of Veterans Assistance is accomplished with a claims staff, field offices, an information division and a central office. The claims staff processes claims and appeals of Georgia veterans. The field offices, located throughout the state, provide direct assistance to veterans at the local level. Department field office representatives provide counsel and assistance in gathering documentation and information required to process a claim. The Information Division keeps Georgia veterans informed about issues and their possible impact. The Central Office manages and supports all administrative requirements.

STATE VETERANS NURSING HOMES

The Department operates two State veterans nursing homes. The Georgia War Veterans Home in Milledgeville, is a 550-bed facility licensed to provide skilled nursing and domiciliary care to eligible Georgia war veterans. It consists of three skilled nursing care buildings, a domiciliary, and an Alzheimer's Care facility.

The Georgia War Veterans Nursing Home is a 192-bed skilled nursing care facility located adjacent to the Medical College of Georgia Hospital and the U.S. Department of Veterans Affairs Medical Center in Augusta. In addition to providing care for eligible Georgia war veterans, the Georgia War Veterans Nursing Home serves as a

teaching facility to acquaint medical and allied health students with medical conditions and diseases that confront the elderly.

GEORGIA VETERANS MEMORIAL CEMETERIES

The Georgia Veterans Memorial Cemetery in Milledgeville will eventually be a final resting place for more than 100,000 Georgia veterans, their spouses, and their dependents. A second state veterans cemetery in Glenville was dedicated on November 28, 2007.

VETERANS EDUCATION ASSISTANCE

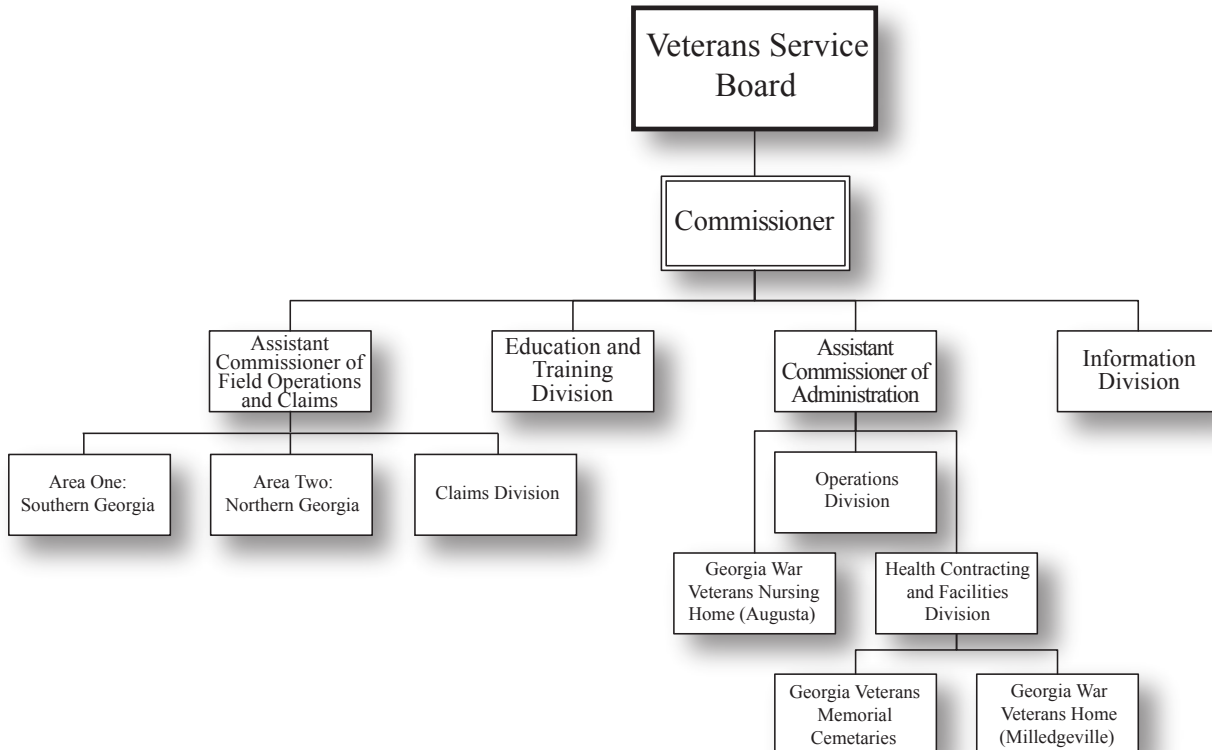
As the state-approving agency for the federally sponsored Veterans Education Assistance Program, the department is responsible for approving and supervising all institutions (including public and private schools and establishments offering on-the-job training and apprenticeship programs) in Georgia, which participate in this program. In addition to approving these institutions, the Department of Veterans Service also inspects them regularly to ensure that all criteria for continued approval are met. This function is 100% federally funded and is staffed with eight employees.

GOVERNING AND RESPONSIBILITIES

The seven-member Veterans Service Board appointed by the Governor, and confirmed by the Senate, governs the Department of Veterans Service. The day-to-day operation of the department is the responsibility of a Commissioner who is appointed by the Board for a four-year term.

AUTHORITY

Title 38-4, Official Code of Georgia Annotated; Chapter 36, Title 38, United States Code.



Department of Veterans Service

FY 2009 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	<u>\$25,286,306</u>	<u>(\$187,058)</u>	<u>\$25,099,248</u>
TOTAL STATE FUNDS	\$25,286,306	(\$187,058)	\$25,099,248
Federal Funds Not Specifically Identified	<u>11,919,879</u>	<u>(942,500)</u>	<u>10,977,379</u>
TOTAL FUNDS	\$37,206,185	(\$1,129,558)	\$36,076,627

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$103,050
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$79,329), for performance increases (\$31,732), and for structure adjustments to the statewide salary plan (\$188).	111,249
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	60,677
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	15,173
5. Increase the Georgia Building Authority (GBA) real estate rental rate for office space.	10,293
Total Change	<u>\$300,442</u>

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$4,236
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$4,103), for performance increases (\$1,641), and for structure adjustments to the statewide salary plan (\$10).	5,754
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	3,138
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	15,173
5. Increase the GBA real estate rental rate for office space.	10,293
6. Provide one-time funds for temporary labor to assist with processing a backlog of veterans case files.	20,000
Total Change	<u>\$58,594</u>

Georgia Veterans Memorial Cemetery

Purpose: Provide for the internment of eligible Georgia veterans who served faithfully and honorably in the military service of our country.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$2,647
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$3,306), for performance increases (\$1,322), and for structure adjustments to the statewide salary plan (\$8).	4,636
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	2,529
Total Change	<u>\$9,812</u>

Georgia War Veterans Nursing Home - Augusta

Purpose: Provide skilled nursing care to aged and infirmed Georgia veterans, and serve as a teaching facility for the Medical College of Georgia.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$50,103
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$31,907), for performance increases (\$12,763), and for structure adjustments to the statewide salary plan (\$76).	44,746

Department of Veterans Service

FY 2009 Program Budgets

3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	24,405
Total Change	\$119,254

Georgia War Veterans Nursing Home - Milledgeville

Purpose: Provide both skilled nursing and domiciliary care to aged and infirmed Georgia war veterans.

Recommended Change:

1. Delete one-time funding for repairs of the electrical system in the Wheeler Building (Total Funds: \$1,450,000).	(\$507,500)
Total Change	(\$507,500)

Veterans Benefits

Purpose: Serve Georgia's veterans, their dependents, and survivors in all matters pertaining to veterans benefits by informing the veterans and their families about veterans benefits, and directly assisting and advising them in securing the benefits to which they are entitled.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$46,064
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$40,013), for performance increases (\$16,006), and for structure adjustments to the statewide salary plan (\$94).	56,113
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	30,605
4. Add one veterans benefits counselor position to each of the Veterans Service Offices in Valdosta, Augusta, and Newnan.	Yes
Total Change	\$132,782

Capital Outlay Summary

	<u>Yr.</u>	<u>Principal</u>	<u>Debt Service</u>
1. Georgia War Veteran Nursing Home - Milledgeville, Wood Building, Metal Roofing and Mechanical Upgrades	20	\$240,000	\$20,496
2. Georgia War Veteran Nursing Home - Milledgeville, Wheeler Building, Energy Upgrades - Windows and Insulation	20	775,000	66,185
Total		\$1,015,000	\$86,681

Department of Veterans Service

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Veterans Benefits				
1. Number of veterans served	406,300	555,172	570,000	590,000
2. Total amount of federal benefits received by Georgia's veterans (in billions).	\$2.04	\$2.71	\$2.73	\$2.80

Department of Veterans Service

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$16,448,901	\$638,266	\$695,585	\$749,371	\$754,179
Georgia Veterans Memorial Cemetery	358,170	6,276,259	610,076	612,723	619,888
Georgia War Veterans Nursing Home - Augusta	4,004,549	11,475,513	9,064,992	9,115,095	9,184,246
Georgia War Veterans Nursing Home - Milledgeville	8,325,528	21,008,560	20,177,423	18,727,423	18,727,423
Veterans Benefits	4,974,752	5,975,693	6,658,109	6,654,623	6,790,891
TOTAL FUNDS	\$34,111,900	\$45,374,292	\$37,206,185	\$35,859,235	\$36,076,627
<u>Less:</u>					
Federal Funds	\$12,830,515	\$21,964,787	\$11,919,879	\$10,977,379	\$10,977,379
Subtotal	\$12,830,515	\$21,964,787	\$11,919,879	\$10,977,379	\$10,977,379
State General Funds	\$21,281,385	\$23,409,505	\$25,286,306	\$24,881,856	\$25,099,248
TOTAL STATE FUNDS	\$21,281,385	\$23,409,505	\$25,286,306	\$24,881,856	\$25,099,248
Positions	129	134	134	139	137
Motor Vehicles	5	5	5	5	5

Department of Veterans Service

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$25,286,306	(\$187,058)	\$25,099,248
TOTAL STATE FUNDS	\$25,286,306	(\$187,058)	\$25,099,248
Federal Funds Not Specifically Identified	11,919,879	(942,500)	10,977,379
TOTAL FUNDS	\$37,206,185	(\$1,129,558)	\$36,076,627
Administration			
State General Funds	\$695,585	\$58,594	\$754,179
Total Funds	\$695,585	\$58,594	\$754,179
Georgia Veterans Memorial Cemetery			
State General Funds	\$566,022	\$9,812	\$575,834
Federal Funds Not Specifically Identified	44,054		44,054
Total Funds	\$610,076	\$9,812	\$619,888
Georgia War Veterans Nursing Home - Augusta			
State General Funds	\$5,960,242	\$119,254	\$6,079,496
Federal Funds Not Specifically Identified	3,104,750		3,104,750
Total Funds	\$9,064,992	\$119,254	\$9,184,246
Georgia War Veterans Nursing Home - Milledgeville			
State General Funds	\$12,009,788	(\$507,500)	\$11,502,288
Federal Funds Not Specifically Identified	8,167,635	(942,500)	7,225,135
Total Funds	\$20,177,423	(\$1,450,000)	\$18,727,423
Veterans Benefits			
State General Funds	\$6,054,669	\$132,782	\$6,187,451
Federal Funds Not Specifically Identified	603,440		603,440
Total Funds	\$6,054,669	\$132,782	\$6,790,891

State Board of Workers' Compensation

Roles, Responsibilities, and Organization

WORKERS' COMPENSATION LAW

Most Georgia employees are covered by the state's workers' compensation law. Since passage of this law, employees may now gain benefits from employers when injured on the job. The law ensures employees certain benefits paid to them as a result of on-the-job injuries. The same law also provides employers with a form of limited liability from these injuries.

The state's workers' compensation law applies to all employers that have at least 3 full-time, part-time, or seasonal employees. Some categories of workers are exempt, however, including: federal employees, railroad workers, farmers, domestic servants, business partners, independent contractors, and some corporate officers. The state created the State Board of Workers' Compensation to oversee the workers' compensation law. The board may create rules, regulations, and policies to enforce this area of law. The board is also vested with the responsibility of conducting training seminars that educate employers, employees, insurers, self-insurers, physicians, and rehabilitation suppliers about workers' compensation law changes and other related issues.

If either the employer or an employee involved in a workers' compensation claim wishes to contest the facts involved in the case, an administrative law judge under the board or a board mediator may be used to settle the issue. Either party disagreeing with this ruling may appeal the decision through the appellate division, state superior or appellate courts; however, that avenue may only be used to debate points of law, not facts of a case.

ORGANIZATIONAL STRUCTURE

The board consists of three directors, 1 of which is the chair, and all are appointed by the Governor. The directors promulgate workers' compensation regulations, and develop workers' compensation policy. They also hear appeals of administrative law judges' decisions and render rulings on appeals, and approve and submit budget requests for the agency.

The executive director/chief operating officer oversees the operations of the board. The executive director also provides management supervision, makes presentations to various groups as requested, assists the directors as needed, and acts as peer review of medical services.

The Alternative Dispute Resolution Division mediates appropriate issues, issues orders, and makes presentations to various groups as requested.

The Appellate Division researches cases that are appealed to the board, recommends appropriate action, receives and processes documents regarding appealed cases, and sets calendars for appellate hearings.

The Claims/Quality Assurance Division maintain the file room and filing system, screen requests for hearings, operate the mailroom, process mail and forward files and mail to divisions, locate files and resolve problems caused by duplicate files, code and enters data, and perform quality assurance reviews of insurers and self-insurers.

The Enforcement Division investigates incidents of non-compliance and incidents alleging fraud, maintains information on employers' insurance coverage, and makes presentations to various groups regarding fraud/compliance.

The Trials Division holds formal hearings, and makes presentations to various groups as requested.

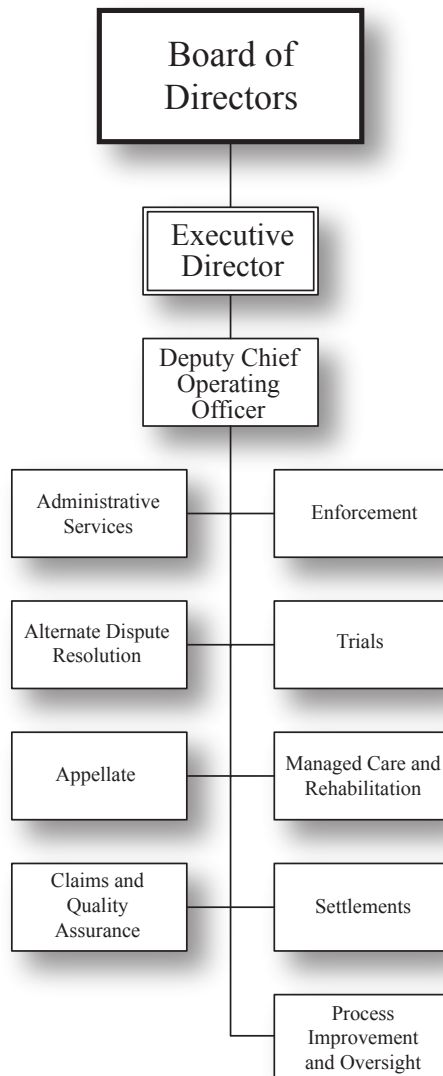
The Managed Care and Rehabilitation Division processes requests for rehabilitation services, performs quality assurance reviews of rehabilitation suppliers, holds conferences to resolve disputes, reviews and approves rehabilitation plans, reviews applications of managed care organizations, and registers rehabilitation suppliers.

The Settlements Division reviews and processes stipulated settlements and requests for advances.

The IT Services Division's mission is to provide innovative contemporary and accessible technology in computing, media, telephone services and training to enable the SBWC staff to meet their goals as a state agency. To accomplish this mission, the IT staff works collaboratively within SBWC and with stakeholders to provide technological leadership, which empowers our users through the use of technology.

AUTHORITY

Title 34-9, Official Code of Georgia Annotated.



State Board of Workers' Compensation

FY 09 Program Budgets

Department Budget Summary	FY 2008		FY 2009
	<u>Current Budget</u>	<u>Changes</u>	<u>Recommendation</u>
State General Funds	\$17,268,050	\$684,160	\$17,952,210
TOTAL STATE FUNDS	\$17,268,050	\$684,160	\$17,952,210
Other Funds		200,000	200,000
TOTAL FUNDS	\$17,268,050	\$884,160	\$18,152,210

Department Statewide Budget Changes (Information Only):

1. Annualize the cost of the FY 2008 salary adjustment.	\$359,754
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$150,451), and performance increases (\$60,181).	210,632
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	114,074
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(300)
Total Change	\$684,160

Administration

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$22,765
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$24,894), and performance increases (\$9,958).	34,852
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	18,875
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(33)
5. Reduce payments to the State Treasury.	(345,361)
6. Provide additional funds for increased real estate space for alternative dispute resolution hearings.	13,900
7. Provide funding for ongoing maintenance, software, and hardware support for the Integrated Claims Management System.	331,461
8. Increase other funds (\$25,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$76,459

Administer Workers' Compensation Laws

Purpose: Provide exclusive remedy for resolution of disputes in the Georgia Workers' Compensation law.

Recommended Change:

1. Annualize the cost of the FY 2008 salary adjustment.	\$336,989
2. Provide for a general salary increase of 2.5% effective January 1, 2009 (\$125,557), and performance increases (\$50,223).	175,780
3. Reflect an adjustment in the employer share of the State Health Benefit Plan premiums from 22.843% to 24.182%.	95,199
4. Reflect an adjustment in the Workers' Compensation premium rate structure.	(267)
5. Increase other funds (\$175,000) to reflect projected expenditures for FY 2009.	Yes
Total Change	\$607,701

State Board of Workers' Compensation

Performance Measures

	FY 2006 Actual	FY 2007 Actual	FY 2008 Estimated	FY 2009 Estimated
Administer Workers' Compensation Laws				
1. Percentage of hearings scheduled within 60 days of notice	70%	80%	100%	100%
2. Percentage of cases successfully resolved through mediation	82%	85%	100%	100%

State Board of Workers' Compensation

Department Financial Summary

Program / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2009 Agency Request Total	FY 2009 Governor's Recommendation
Administration	\$6,675,097	\$6,520,634	\$6,466,072	\$6,474,437	\$6,567,531
Administer Workers' Compensation	9,557,597	10,141,804	10,801,978	11,153,367	11,584,679
Laws					
TOTAL FUNDS	<u>\$16,232,694</u>	<u>\$16,662,438</u>	<u>\$17,268,050</u>	<u>\$17,627,804</u>	<u>\$18,152,210</u>
<u>Less:</u>					
Other Funds	<u>\$526,414</u>	<u>\$582,839</u>			<u>\$200,000</u>
Subtotal	<u>\$526,414</u>	<u>\$582,839</u>	<u>\$0</u>	<u>\$0</u>	<u>\$200,000</u>
State General Funds	<u>\$15,706,280</u>	<u>\$16,079,599</u>	<u>\$17,268,050</u>	<u>\$17,627,804</u>	<u>\$17,952,210</u>
TOTAL STATE FUNDS	\$15,706,280	\$16,079,599	\$17,268,050	\$17,627,804	\$17,952,210
Positions	166	166	166	166	166
Motor Vehicles	1	1	1	1	1

State Board of Workers' Compensation

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$17,268,050	\$684,160	\$17,952,210
TOTAL STATE FUNDS	\$17,268,050	\$684,160	\$17,952,210
Other Funds		200,000	200,000
TOTAL FUNDS	\$17,268,050	\$884,160	\$18,152,210
Administration			
State General Funds	\$6,466,072	\$76,459	\$6,542,531
Other Funds		25,000	25,000
Total Funds	\$6,466,072	\$101,459	\$6,567,531
Administer Workers' Compensation Laws			
State General Funds	\$10,801,978	\$607,701	\$11,409,679
Other Funds		175,000	175,000
Total Funds	\$10,801,978	\$782,701	\$11,584,679

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
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General Obligation Debt Sinking Fund - Issued

State General Funds

1. Transfer funds from GO Bonds New to GO Bonds Issued to reflect the issuance of new bonds.			\$93,487,595
2. Decrease debt service for existing obligation on issued bonds.			(40,350,929)
3. Decrease debt service to reflect savings from bonds purchased by GSFIC			(1,508,612)
4. Decrease debt service to reflect the defeasance of previously issued bonds due to a change in use.			(7,831,878)
Total Change			\$43,796,176

Motor Fuel Funds

1. Transfer funds from GO Bonds New to GO Bonds Issued to reflect the issuance of new bonds.			\$5,980,100
2. Reduce debt service for authorized unissued bonds for the Department of Transportation.			(2,432,670)
3. Increase debt service for existing obligation on issued bonds for the Department of Transportation.			28,482,991
Total Change			\$32,030,421

Total: State Funds - Issued

\$75,826,597

General Obligation Debt Sinking Fund - New

State General Funds

1. Transfer funds from GO Bonds New to GO Bonds Issued to reflect the issuance of new bonds.			(\$93,487,595)
2. Provide debt service funding for new bonds recommended.			104,718,341
Total Change			\$11,230,746

Motor Fuel Funds

1. Transfer funds from GO Bonds New to GO Bonds Issued to reflect the issuance of new bonds.			(\$5,980,100)
2. Provide debt service funding for new bonds recommended.			20,538,700
Total Change			\$14,558,600

Total: State Funds - New

\$25,789,346

New Projects Recommended by Policy Area:

Educated Georgia

State Board of Education / Department of Education

1. Fund the Capital Outlay Program-Regular, for local school construction	20	\$112,400,000	\$9,598,960
2. Fund the Capital Outlay Program-Exceptional Growth, for local school construction	20	97,840,000	8,355,536
3. Fund the Capital Outlay Program-Regular Advance, for local school construction	20	83,365,000	7,119,371
4. Fund the Capital Outlay Program-Low Wealth, for local school construction	20	2,030,000	173,362
5. Fund vocational equipment, statewide	5	8,855,000	2,045,505
Subtotal		\$304,490,000	\$27,292,734

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
Regents, University System of Georgia			
1. Fund Major Repairs and Rehabilitation, statewide	20	\$30,000,000	\$2,562,000
2. Purchase equipment for Academic Classroom Building, Savannah State University, Savannah, Chatham County	5	1,900,000	438,900
3. Purchase equipment for Professional Sciences Center Building, Macon State College, Macon, Bibb County	5	2,600,000	600,600
4. Purchase equipment for Academic Classroom & Laboratory Building, Fort Valley State University, Fort Valley, Peach County	5	2,100,000	485,100
5. Purchase equipment for College of Pharmacy Building, University of Georgia, Athens, Clarke County	5	4,500,000	1,039,500
6. Purchase equipment for Health Sciences Building, Kennesaw State University, Kennesaw, Cobb County	5	4,500,000	1,039,500
7. Design, construct, and equip the School of Dentistry, Medical College of Georgia, Augusta, Richmond County	20	70,000,000	5,978,000
8. Design and construction of the Engineering Technology Center, Southern Polytechnic State University, Marietta, Cobb County	20	33,305,000	2,844,247
9. Design and construction of the renovation of the Math & Computer Science Building, Valdosta State University, Valdosta, Lowndes County	20	4,075,000	348,005
10. Fund construction of Northwest Campus Infrastructure, University of West Georgia, Carrollton, Carroll County	20	1,900,000	162,260
11. Design, construction, and equipment for the Remediation of the Business / Health Science Building, Clayton State University, Morrow, Clayton County	20	6,900,000	589,260
12. Design, construct, and equip the Hendricks Hall Renovation, Georgia Southern University, Statesboro, Bulloch County	20	4,000,000	341,600
13. Renovate the Hinman Technology Building, Georgia Institute of Technology, Atlanta, Fulton County	20	6,400,000	546,560
14. Design and construction of Marine Operations Infrastructure, Skidaway Institute of Oceanography, Savannah, Chatham County	20	1,200,000	102,480
15. Design, construct, and equip Alpharetta Academic Facility, Georgia State University and Georgia Perimeter College, Alpharetta, Fulton County	20	12,800,000	1,093,120
16. Design of Ray Charles Fine Arts Center, Albany State University, Albany, Dougherty County	5	1,500,000	346,500
17. Design of Health Sciences Building, Coastal Georgia Community College, Brunswick, Glynn County	5	1,000,000	231,000
18. Design and renovate the Tift, Lewis, and Herring Halls, Abraham Baldwin Agricultural College, Tifton, Tift County	5	600,000	138,600
19. Renovate the biology labs, East Georgia College, Swainsboro, Emanuel County	20	700,000	59,780
20. Design of Teacher Education Building, Macon State College, Macon, Bibb County	20	1,600,000	136,640
21. Design, construct and equip the Nursing/Health Building, Gordon College, Barnesville, Lamar County	20	14,400,000	1,229,760
22. Design of Academic Facility, Gainesville State College, Gainesville, Hall County	5	2,400,000	554,400
23. Design of Special Collections Library, University of Georgia, Athens, Clarke County	5	1,500,000	346,500
24. Design and construct Nancy Guinn Memorial Library Addition, Conyers, Rockdale County	20	2,000,000	170,800
25. Design and construct Senoia Public Library, Senoia, Coweta County	20	1,225,000	104,615
26. Design and construct Blackshear Memorial Library, Blackshear, Pierce County	20	1,900,000	162,260
27. Design and construct Houston County Library, Houston County	20	2,000,000	170,800
28. Purchase equipment for R&D Infrastructure for science-based economic development, Georgia Research Alliance, statewide	5	19,000,000	4,389,000

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
29. Purchase equipment for the Traditional Industries Program (TIP), statewide	5	900,000	207,900
30. Provide funding for a New Prep School Facility, Georgia Military College, Milledgeville, Baldwin County	20	10,000,000	854,000
Subtotal		\$246,905,000	\$27,273,687

Technical and Adult Education, Department of

1. Purchase equipment for Construction Projects, multiple technical colleges	5	\$11,590,000	\$2,677,290
2. Replace obsolete equipment, statewide	5	7,500,000	1,732,500
3. Design and construct Center for Health Sciences, Milledgeville Campus, Central Georgia Technical College, Milledgeville, Baldwin County	20	17,670,000	1,509,018
4. Design and construction of Industrial Technology Building, Elbert County Campus, Athens Technical College, Elberton, Elbert County	20	5,235,000	447,069
5. Design and construct a classroom building, Cherokee County Campus, Appalachian Technical College, Canton, Cherokee County	20	7,855,000	670,817
6. Design and construct the Logistic Training Center (Building K), Albany Technical College, Albany, Dougherty County	20	9,150,000	781,410
7. Design and construct an Automotive Technology Building, Southeastern Technical College, Vidalia, Toombs County	20	4,000,000	341,600
8. Design and construct an auditorium, Lanier Technical College, Cumming, Forsyth County	20	1,500,000	128,100
9. Design and construct building expansion, Lanier Technical College, Dawsonville, Dawson County	20	5,000,000	427,000
10. Design and construct a Life Sciences Building, Gwinnett Technical College, Lawrenceville, Gwinnett County	20	18,650,000	1,592,710
11. Construct High School Career Academies located on public school campuses, statewide	20	5,000,000	427,000
Subtotal		\$93,150,000	\$10,734,514
Total: Educated Georgia		\$644,545,000	\$65,300,935

Healthy Georgia

Human Resources, Department of

1. Fund statewide facility repairs and renovations for kitchens [\$1,100,000] and roofing [\$2,355,000]	20	\$3,455,000	\$295,057
2. Fund facility and infrastructure repairs and equipment replacement: replace culvert at steam plant [\$930,000], replace laundry equipment and utilities [\$5,180,000], and water system upgrades [\$830,000] at Central State Hospital, Milledgeville, Baldwin County	20	6,940,000	592,676
3. Replace air handler units [\$925,000] and replace water lines [\$585,000] at West Central Georgia Regional Hospital, Columbus, Muscogee County	20	1,510,000	128,954
4. Replace boilers at Southwestern State Hospital, Thomasville, Thomas County	20	600,000	51,240
5. Fund facility and infrastructure repairs: replace underground steam and condensate lines [\$615,000], install backflow preventers on water lines [\$505,000], and new electrode steam boiler [\$740,000] at Northwest Regional Hospital, Rome, Floyd County	20	1,860,000	158,844
Subtotal		\$14,365,000	\$1,226,771

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
Veterans Service, Department of			
1. Fund metal roofing system and mechanical upgrades, Wood Building, Georgia War Veterans Home, Milledgeville, Baldwin County, match Federal funds	20	\$240,000	\$20,496
2. Fund energy upgrades including windows and insulation, Wheeler Building, Georgia War Veterans Home, Milledgeville, Baldwin County, match Federal funds	20	775,000	66,185
Subtotal		\$1,015,000	\$86,681
Total: Healthy Georgia		\$15,380,000	\$1,313,452
Safe Georgia			
Corrections, Department of			
1. Major facility repairs, statewide	5	\$5,000,000	\$1,155,000
2. Minor facility construction and renovations, statewide	5	4,000,000	924,000
3. Complete the funding of the Headquarters Relocation and Training Academy, Forsyth, Monroe County	20	31,300,000	2,673,020
4. Security and life safety upgrades, statewide	20	9,880,000	843,752
Subtotal		\$50,180,000	\$5,595,772
Defense, Department of			
1. Fund facility and site improvements at Readiness Centers (Armories), statewide (Federal fund match)	5	\$1,365,000	\$315,315
Subtotal		\$1,365,000	\$315,315
Investigation, Georgia Bureau of			
1. Design and construct a bomb truck garage, Perry, Houston County	5	\$100,000	\$23,100
2. Design and construct a bomb truck garage, Savannah, Chatham County	5	100,000	23,100
3. Fund facility roofing, electrical, and HVAC repairs and renovations, statewide	5	395,000	91,245
4. Fund roof replacement at headquarters building, Decatur, DeKalb County	20	570,000	48,678
Subtotal		\$1,165,000	\$186,123
Juvenile Justice, Department of			
1. Fund facility repairs, statewide	5	\$4,345,000	\$1,003,695
2. Fund minor construction and renovations for facilities, statewide	5	6,810,000	1,573,110
Subtotal		\$11,155,000	\$2,576,805
Public Safety, Department of			
1. Replace the burn building, Georgia Fire Academy, Forsyth, Monroe County	20	\$500,000	\$42,700
Subtotal		\$500,000	\$42,700
Total: Safe Georgia		\$64,365,000	\$8,716,715

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
<u>Best Managed State</u>			
Administrative Services, Department of			
Georgia Aviation Authority			
1. Purchase 1 replacement airplane (King Air 350) and 4 replacement helicopters (Bell 407)	5	\$18,400,000	\$4,250,400
Subtotal		\$18,400,000	\$4,250,400
Natural Resources, Department of			
1. Design of the Don Carter State Park (Chattahoochee River), Gainesville, Hall County	5	\$1,965,000	\$453,915
2. Construct Resaca Battlefield Historic Site, Calhoun, Gordon County	20	3,000,000	256,200
3. Renovate aging docks and boat ramps, and bulkhead repairs, multiple counties	20	1,000,000	85,400
Subtotal		\$5,965,000	\$795,515
Georgia Agricultural Exposition Center			
1. Design, construct, and equip new horse barn and practice ring, Perry, Houston County	20	\$7,290,000	\$622,566
Subtotal		\$7,290,000	\$622,566
Jekyll Island State Park Authority			
1. Provide for public infrastructure improvements at Jekyll Island State Park, Glynn County	20	\$25,000,000	\$2,135,000
Subtotal		\$25,000,000	\$2,135,000
Properties Commission, State			
Georgia Building Authority			
1. Design of covered parking deck for legislators and state employees (to be located at the site of current DOT Building), Atlanta, Fulton County	5	\$2,460,000	\$568,260
2. Fund water conservation improvements for Capitol Hill facilities, Atlanta, Fulton County	5	5,405,000	1,248,555
3. Design of Capitol Green Space Project including Pedestrian Bridge, Atlanta, Fulton County	5	8,400,000	1,940,400
4. Design, renovation, equipment, and exhibits for the State History Museum at the former site of the Coca-Cola Museum, Atlanta, Fulton County	20	15,640,000	1,335,656
Subtotal		\$31,905,000	\$5,092,871
Forestry Commission, State			
1. Purchase firefighting equipment	5	\$2,500,000	\$577,500
Subtotal		\$2,500,000	\$577,500

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
Revenue, Department of			
1. Continue implementation of Integrated Tax System	5	\$8,000,000	\$1,848,000
2. Develop and implement an Enterprise Data Warehouse	5	2,750,000	635,250
Subtotal		\$10,750,000	\$2,483,250
Total: Best Managed State		\$101,810,000	\$15,957,102
 <u>Growing Georgia</u>			
Agriculture, Department of			
1. Renovate and repair of State Farmers' Markets, statewide	5	\$1,250,000	\$288,750
Subtotal		\$1,250,000	\$288,750
 Community Affairs, Department of			
Georgia Environmental Facilities Authority			
1. Provide funds for the state funded Water and Sewer Construction Loan Program, statewide	20	\$42,000,000	\$3,586,800
2. Fund the Clean Water State Revolving Fund Match, Water and Sewer Construction Loan Program, statewide	20	2,400,000	204,960
3. Fund the Drinking Water State Revolving Fund Match, Water and Sewer Construction Loan Program, statewide	20	5,600,000	478,240
4. Fund reservoirs and water system improvements, statewide	20	30,000,000	2,562,000
5. Fund remediation and replacement of fuel storage tanks at state owned sites, statewide	20	3,000,000	256,200
Subtotal		\$83,000,000	\$7,088,200
 Georgia Regional Transportation Authority			
1. Purchase buses for route expansion and service improvements for GRTA's Xpress, multiple counties	5	\$13,300,000	\$3,072,300
2. Acquire right-of-way and construct GRTA Xpress park-and-ride lots, multiple counties	20	4,700,000	401,380
Subtotal		\$18,000,000	\$3,473,680
 Economic Development, Department of			
Georgia Ports Authority			
1. Fund the Savannah Harbor Expansion Project, Savannah, Chatham County, (Federal funds match)	20	\$17,000,000	\$1,451,800
Subtotal		\$17,000,000	\$1,451,800
 Georgia World Congress Center			
1. Provide for property acquisition, design, and construction of the Mangum Street property for parking, Atlanta, Fulton County	20	\$9,800,000	\$836,920
Subtotal		\$9,800,000	\$836,920

General Obligation Debt Sinking Fund

FY 2009 Program Budgets

Bond Projects	Term	Authorized Principal	Debt Service
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Transportation, Department of

State General Funds

1. Fund the Savannah Harbor Dike Disposal Area project, Savannah, Chatham County (Federal funds match)	20	\$3,405,000	\$290,787
Subtotal		\$3,405,000	\$290,787

Motor Fuel Funds

1. Fast Forward Program, statewide	20	\$230,000,000	\$19,642,000
2. Replace the district office in Tennille, Washington County	20	10,500,000	896,700
Subtotal		\$240,500,000	\$20,538,700

Total: Growing Georgia		\$372,955,000	\$33,968,837
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Total: State General Funds		\$958,555,000	\$104,718,341
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Total: Motor Fuel Funds		\$240,500,000	\$20,538,700
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Total: State Funds - New		\$1,199,055,000	\$125,257,041
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<u>SUMMARY OF BOND PROJECTS</u>	<u>Principal</u>	<u>Debt Service</u>
Total 5-year bond projects	\$156,990,000	\$36,264,690
Total 20-year bond projects	801,565,000	68,453,651
Total State General Funds	\$958,555,000	\$104,718,341
Total Motor Fuel Funds	240,500,000	20,538,700
Total Bonds	\$1,199,055,000	\$125,257,041

General Obligation Debt Sinking Fund

Department Financial Summary

Object Classes / Fund Sources	FY 2006 Expenditures	FY 2007 Expenditures	FY 2008 Current Budget	FY 2008 Agency Request Total	FY 2008 Governor's Recommendation
General Obligation Debt Sinking Fund (Issued)					
State General Funds	\$708,830,091	\$798,134,753	\$672,109,074	\$715,905,250	\$715,905,250
Motor Fuel Tax Funds	155,000,000	155,000,000	163,032,222	195,062,643	195,062,643
Subtotal	<u>\$863,830,091</u>	<u>\$953,134,753</u>	<u>\$835,141,296</u>	<u>\$910,967,893</u>	<u>\$910,967,893</u>
General Obligation Debt Sinking Fund (New)					
State General Funds			\$93,487,595	\$104,718,341	\$104,718,341
Motor Fuel Tax Funds			5,980,100	20,538,700	20,538,700
Subtotal	<u>\$0</u>	<u>\$0</u>	<u>\$99,467,695</u>	<u>\$125,257,041</u>	<u>\$125,257,041</u>
TOTAL STATE FUNDS	\$863,830,091	\$953,134,753	\$934,608,991	\$1,036,224,934	\$1,036,224,934

General Obligation Debt Sinking Fund

Program Budget Financial Summary

	FY 2008 Current Budget	Changes	FY 2009 Recommendation
Department Budget Summary			
State General Funds	\$765,596,669	\$55,026,922	\$820,623,591
Motor Fuel Funds	169,012,322	46,589,021	215,601,343
TOTAL STATE FUNDS	\$934,608,991	\$101,615,943	\$1,036,224,934
TOTAL FUNDS	\$934,608,991	\$101,615,943	\$1,036,224,934
General Obligation Debt Sinking Fund - Issued			
State General Funds	\$672,109,074	\$43,796,176	\$715,905,250
Motor Fuel Funds	163,032,222	32,030,421	195,062,643
Total Funds	\$835,141,296	\$75,826,597	\$910,967,893
General Obligation Debt Sinking Fund - New			
State General Funds	\$93,487,595	\$11,230,746	\$104,718,341
Motor Fuel Funds	5,980,100	14,558,600	20,538,700
Total Funds	\$99,467,695	\$25,789,346	\$125,257,041

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APPENDICES

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APPENDIX I: GEORGIA ECONOMIC REPORT DETAIL

U.S. ECONOMIC INDICATORS

GROSS DOMESTIC PRODUCT

GDP growth accelerated in the third quarter of 2007 to nearly a 5.0% annualized growth rate. However, GDP growth in Q4 is expected to run close to 1% with the potential that the economy will slip into recession.

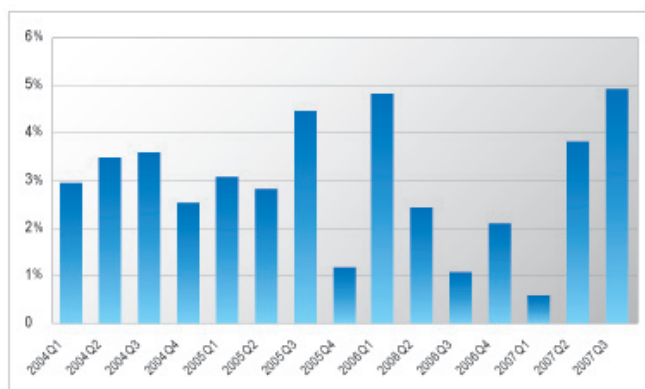


Figure 1.1 — GDP Growth: Annualized Percent Change

GDP's strong growth performance in this quarter was supported by extremely strong growth in exports compared to imports and strong growth in investment. Investment growth was supported by a large increase in inventories and moderate growth in non-residential structures and business investment. Investment in residential structures remains a drag on growth. Outsized growth in inventories and exports is not likely to be sustained while the bottom of residential investment has not yet been reached.

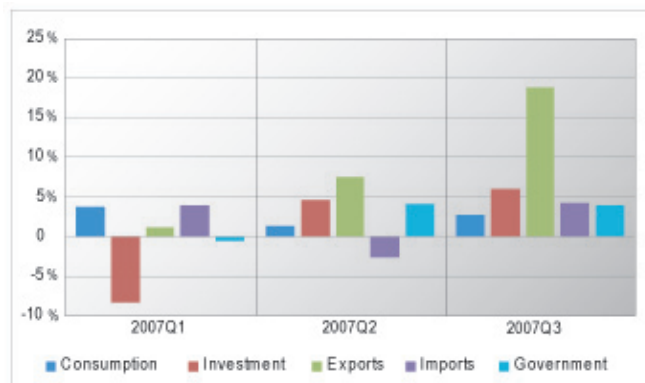


Figure 1.2 — GDP Growth by Component: Annualized Percent Change

MANUFACTURING

Manufacturing strength appears to be waning. The ISM index which measures the strength of the manufacturing sector has declined. Any value in excess of 50 indicates growth so the index indicates that manufacturing is growing but at a declining rate.



Figure 1.3 — ISM Manufacturing Index

This waning is consistent with new order and shipment data which have experienced declines in recent months.

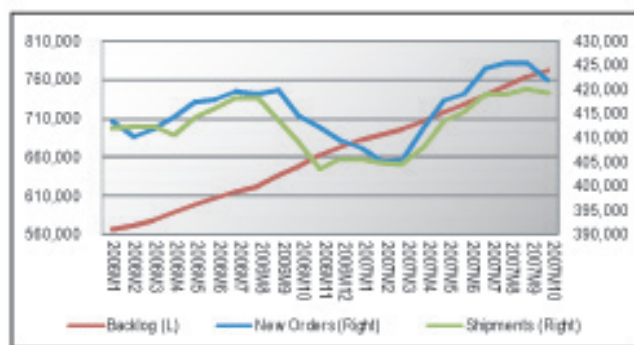


Figure 1.4 — Manufacturing Sector: Three-Month Moving Average, in Millions

LABOR MARKETS

Non-farm employment continues to expand but monthly job additions have declined to about 100,000 from 150,000 in early 2007. Job losses in manufacturing and housing related sectors have brought the growth rate down.

APPENDIX I: GEORGIA ECONOMIC REPORT DETAIL

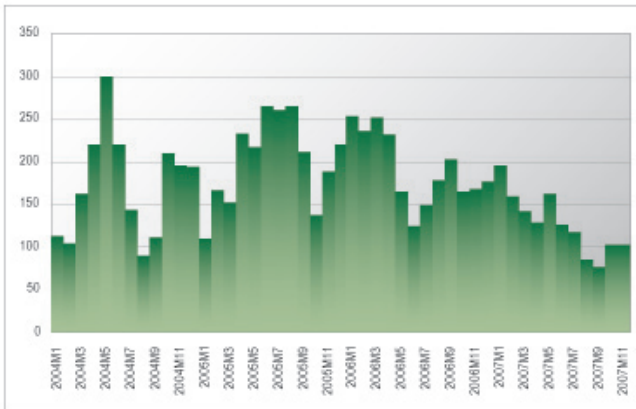


Figure 1.5 — U.S. Non-Farm Monthly Job Additions:
Three-Month Moving Average, in Thousands

Slowing job growth has been accompanied by a modest increase in the unemployment rate to 4.7% in November. The unemployment rate bottomed at 4.4% in March 2007. In addition, unemployment insurance claims are trending up. Initial claims are rising indicating some increase in layoff activity. Continuing claims are also up indicating the unemployed are having increasing difficulty finding new employment.

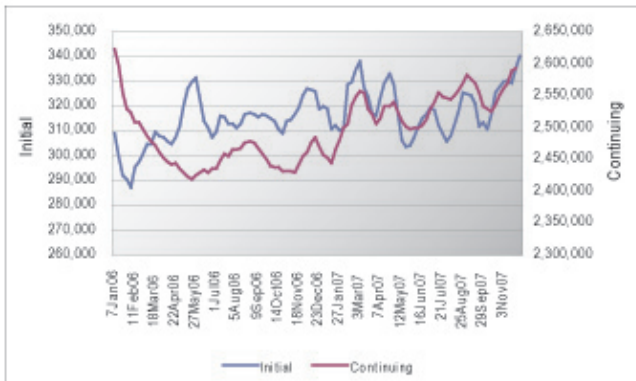


Figure 1.6 — U.S. Unemployment Insurance Claims:
Four-Week Moving Average

HOUSING MARKETS

National housing activity is in recession. All measures of the health of housing are markedly weaker than they were a year ago. Sales of new and existing homes have plunged. New home sales are off over 47% from their recent peak and existing home sales are off over 30%.

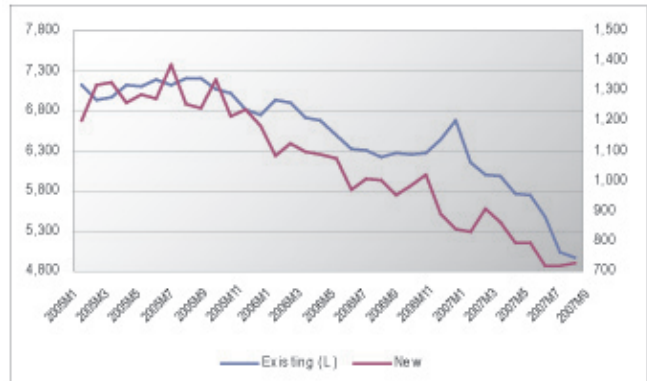


Figure 1.7 — Home Sales: SAAR, in Thousands

Home inventory for sale is very high. New homes available for sale have begun to contract indicating that sales are finally beginning to outstrip new construction. However, existing home inventory continues to build.

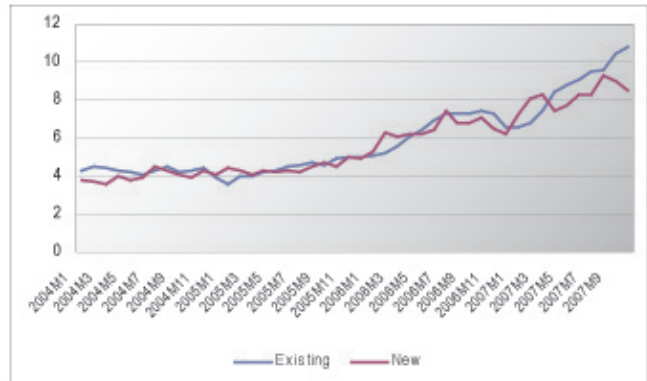


Figure 1.8 — Housing Inventory: Months at Current Sales Rate

Mortgage delinquency rates and foreclosure rates continue to rise. Much of the delinquency problem is concentrated in sub-prime mortgages, especially those with adjustable interest rates. This problem is likely to continue to grow since many of these mortgages will face their initial interest rate reset in 2008. At that time, many borrowers with minimal equity in the home and facing rising monthly payments may be forced to default.

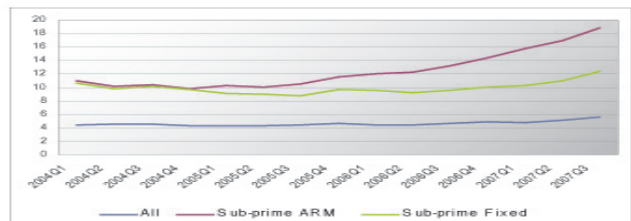


Figure 1.9 — Mortgage Delinquency Rates: Percent Past Due

APPENDIX I: GEORGIA ECONOMIC REPORT DETAIL

CONSUMER SPENDING

Consumer spending growth has slowed but is far from collapse. Consumers are weighed down by high debt burdens, falling home prices, high energy prices and declining confidence.

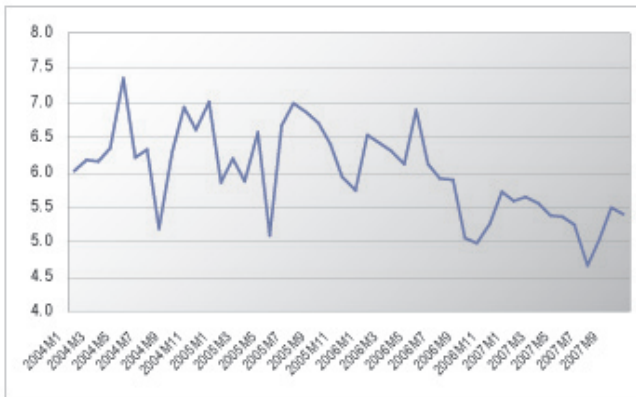


Figure 1.10 — Personal Consumption Expenditures: Percent Change Over Prior Year, Three-Month Moving Average

FINANCIAL INDICATORS

Inflation is moderate and generally within Federal Reserve policy guidelines. Inflation as measured by the core consumer price index is running at about a 2.1% rate. The core index excludes volatile components such as food and energy. Inflation as measured by the overall CPI is running at a higher rate, largely due to high energy prices.

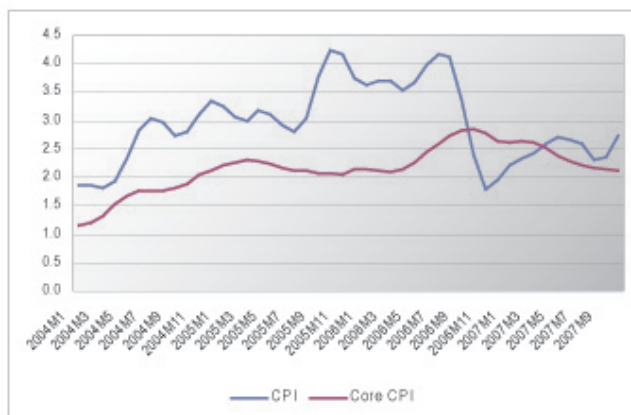


Figure 1.11 — CPI Inflation: Percent Change Over Prior Year, Three-Month Moving Average

The value of the dollar has been declining. This has multiple impacts. It tends to boost exports and decrease import, thus boosting growth. It also tends to boost inflation since the increased demand for exports

makes it easier for producers to raise prices and the cost of imports rise as the value of the dollar declines. This can limit the ability of policy makers to use interest rate decreases to boost the economy without raising the risk of accelerating inflation.

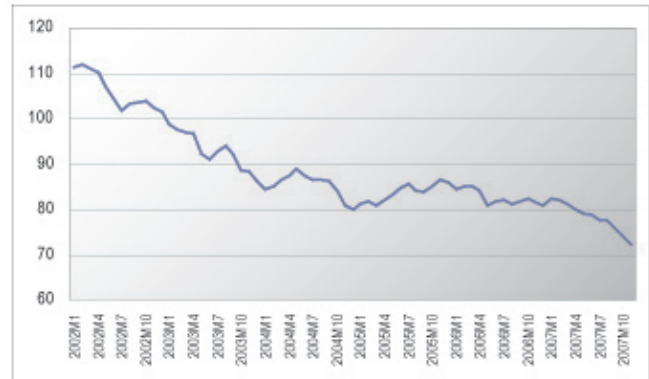


Figure 1.12 — Trade Weighted Index Value of Dollar

Interest rates on US Treasury securities have dropped sharply in recent weeks. This has coincided with continuing problems in broader asset markets due to the uncertainty associated with mortgage-backed securities. This has led to a significant re-pricing of risk and a flight to safety with investors seeking out safe investments in US backed securities.

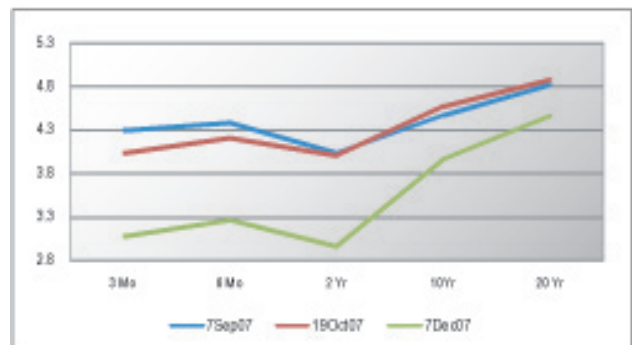


Figure 1.13 — U.S. Treasuries: Interest Rate Yield Curve

APPENDIX I: GEORGIA ECONOMIC REPORT DETAIL

GEORGIA ECONOMIC INDICATORS

PERSONAL INCOME

Personal income continues to grow in Georgia. Measured as the percent change from the prior year, personal income has grown faster in Georgia compared to the US in the last two quarters reported.



Figure 2.1 — Personal Income Growth: Percent Change Over Prior Year

LABOR MARKETS

Georgia's labor market continues to expand. Growth, however, has moderated in recent months from the first half of 2007. As of October, job additions are running about 6,000 per month. For the first part of 2007, job additions were running over to 8,000 per month.

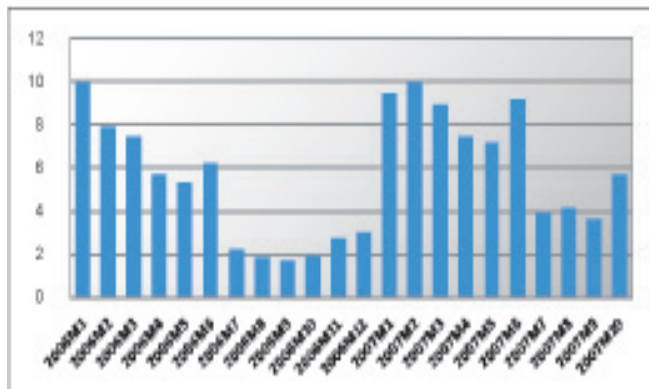


Figure 2.2 — Georgia Non-Farm Job Additions: Three-Month Moving Average, in Thousands

While growth has slowed, it is running at a rate higher than the US. In addition, growth has picked up on a year over year basis in recent months suggesting an underlying strength in Georgia's labor market and economy.



Figure 2.3 — Non-Farm Employment Growth: Percent Change Over Prior Year, Three-Month Moving Average

Regional growth is reasonably balanced across the state. For October 2007, only Dalton reported year over year decrease in total employment. Warner Robins experienced the highest growth rate in the state.

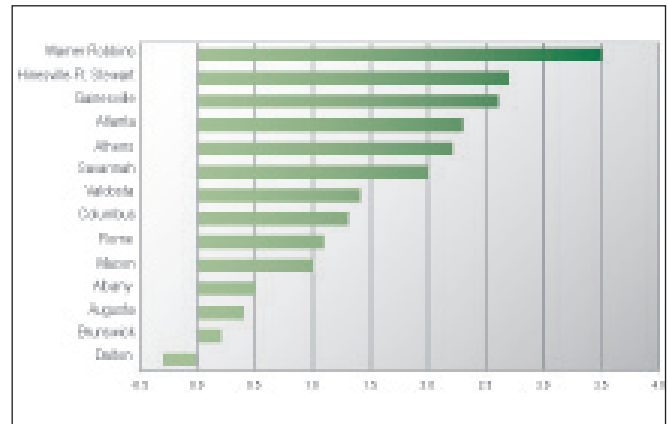


Figure 2.4 — Metro-Area Employment Growth: Year-over-Year Percent Change as of October 2007

Across the employment sectors in Georgia, manufacturing and finance experienced negative year over year employment growth as of October. Manufacturing continues to bleed jobs locally and nationally. Finance is being hit by turmoil in mortgage and other financial markets. In contrast, the information sector posted its strongest performance in recent

APPENDIX I: GEORGIA ECONOMIC REPORT DETAIL

years in October. Education & health, government, and leisure and hospitality posted the highest growth rates.

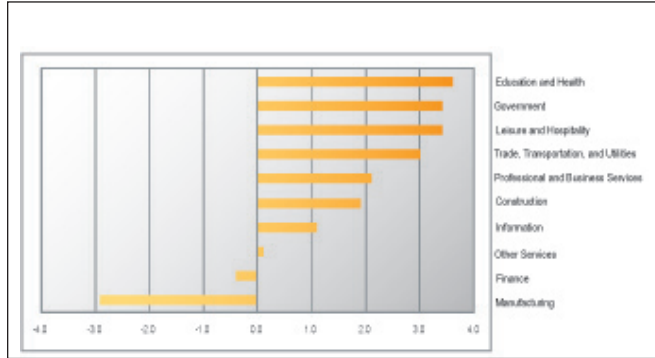


Figure 2.5 — Employment Growth by Sector: Year-over-Year Percent Change as of October 2007

Unemployment claims remain moderate in the state. Initial claims show some signs of a moderate upward trend but remain in line with recent levels. Continuing claims are in line with seasonal levels.

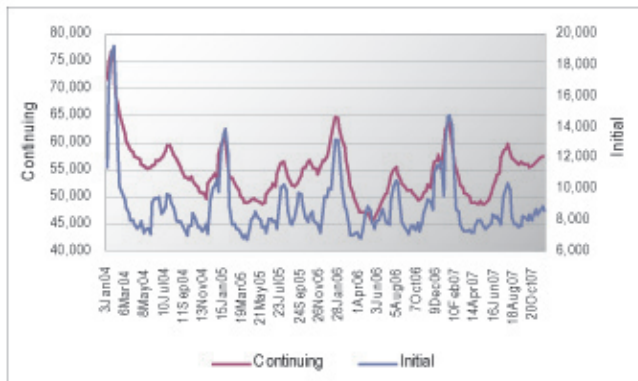


Figure 2.6 — Georgia Unemployment Insurance Claims: Four-Week Moving Average

HOUSING MARKETS

Residential construction permits issued are off sharply in Georgia. As of October, permit activity is running about 35% below last year's level.



Figure 2.7 — Georgia Residential Building Permits

Mortgage foreclosure rates are rising in Georgia and are above the US rate. Note however, that the increase in the foreclosure rate over the past year is comparable to the increase for the US. This suggests that the foreclosure situation in Georgia is not deteriorating faster than for the nation as a whole.

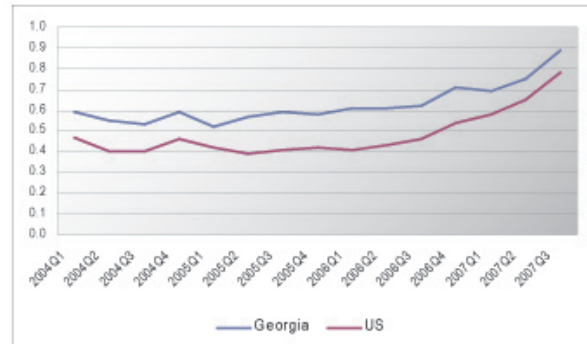


Figure 2.8 — Mortgage Foreclosures: Percent Loans Started in Foreclosure

Home prices in Georgia are stable. S&P/Case Shiller price index data for metropolitan Atlanta show that on a year over year basis, home prices are essentially flat. In contrast, the home price index for a composite of 20 metro areas is off about 5% and regional markets such as Washington D.C. and Miami have experienced bigger percentage declines.

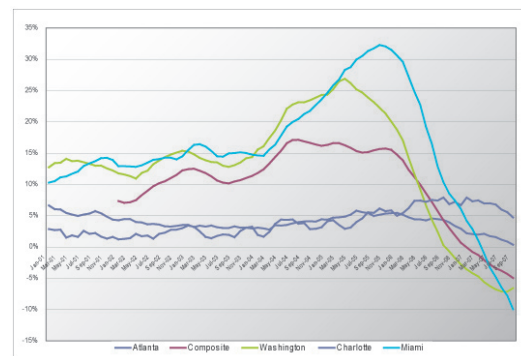


Figure 2.9 — S&P/Case Shiller Home Price Index: Percent Change over Prior Year

DROUGHT

One key uncertainty facing Georgia is the severe drought in the state and surrounding areas. Policymakers have implemented bans on outdoor watering and other measures to conserve water. To date, the economic impacts of this drought have been primarily confined to the urban agriculture business, nurseries and landscapers for example. It is unclear if the drought will have broader repercussions for the regional economy.

GLOSSARY

A

ADJUSTED BASE — The initial financial data set used for the development of the state budget for the upcoming fiscal year. The adjusted base consists of the current fiscal year Annual Operating Budget, less non-recurring expenditures, plus the amount required to annualize pay for performance.

AGENCY FUNDS — Funds collected by the various agencies of state government and retained as a means to provide for agency program expenditures. These funds are estimated in the Governor's Budget Report and the Appropriations Act. The agencies can change the amount of these funds by amendments to the Annual Operating Budget based upon actual collections during the year. Also known as *other funds*.

ALCOHOLIC BEVERAGE (DISTILLED SPIRITS) TAX — A state excise tax per liter upon the first sale, use, or final delivery within the state, and an import tax per liter of distilled spirits.

ALLOTMENT — The authorization for a state agency to withdraw funds from the state treasury for expenditure. Before each fiscal year begins, agencies must file an annual operating budget plan based upon an Appropriations Act. Allotments are requested quarterly based upon the plan. Once a quarterly allotment is approved for an agency, that agency can draw down funds as needed.

AMENDED BUDGET REPORT — A document submitted by the Governor to the General Assembly which recommends spending changes to the current fiscal year for the agencies of state government. The Amended Budget Report can involve budget additions, budget deletions, or transfers of funds within agency object classes. Also known as the *supplemental budget*.

ANNUAL OPERATING BUDGET (AOB) — A plan for annual expenditures based upon the Appropriations Act, organized by agency, program, and functional budget. The plan details a level of expenditure by object class for a given fiscal year, and must be approved by OPB before taking effect.

ANNUAL OPERATING BUDGET AMENDMENT — Revisions to the annual operating budget, which must be submitted to OPB for approval. Typically, these revisions are due to the receipt of funding not included during the appropriations process, or the transfer of funds from one activity/function to another.

APPROPRIATION — An authorization by the General Assembly to a state agency to spend, from public funds, a sum of money not in excess of the sum specified for the purposes in the authorization.

APPROPRIATIONS ACT — Legislation that has been passed by the General Assembly to authorize the expenditure of state, federal, and other funds during a given fiscal year. While under consideration, it is known as an *appropriations bill*.

ATTACHED AGENCIES — Agencies are sometimes attached to a larger state agency for "administrative purposes only" to consolidate and reduce administrative costs. These agencies operate autonomously, but receive funding through the larger agency. By law, authorities cannot directly receive state funds, and are attached to budgeted state agencies for the receipt of any state appropriations as mandated.

ATTRITION — A means of reducing state employment, especially during economic slowdowns, by eliminating positions as they become vacant, rather than refilling them with new employees.

AUTHORITY — A public corporation formed to undertake a state responsibility that operates in a competitive financial and business environment, and conducted like a private business corporation. Most authorities generate revenue and need to operate without the strict regiment of rules confining most departments of government. Authorities usually have the power to issue revenue bonds to construct facilities.

B

BUDGET — A complete financial plan for a specific fiscal year as proposed in the Governor's Budget Report, and modified and adopted by appropriations and revenue acts.

BUDGET ACCOUNTABILITY AND PLANNING ACT — An Act passed by the 1993 General Assembly that fundamentally changed Georgia's budget process. The Act made accountability and efficiency the driving forces behind budget decisions, as well as the attainment of agreed-upon goals that have been outlined in comprehensive strategic plans for the state and each of its agencies. The requirement for outcome-based budgeting is provided through the performance and results measures in Prioritized Program Budgeting. The measure mandated an ongoing review of agency continuation budgets and a more detailed review of expenditures at the individual program level. Procedures and requirements for grant awards by state agencies were also established.

BUDGET CLASS — See *Object Class*.

BUDGET CYCLE — A period of time in which a specific budget is affected, usually 12 months. See *fiscal year* for dates applying to state and federal budgets.

BUDGET ESTIMATE — A statement which accompanies explanations, as required by state law, in which a budget unit states its financial requirements and requests for appropriations. Also known as an agency's budget request, which must be submitted to OPB by September 1 of each year.

BUDGET MESSAGE — A speech by the Governor to the General Assembly in which the Governor outlines his spending proposals and revenue projections, including recommendations for increasing or decreasing revenues, that are embodied in an accompanying budget document. The formal budget message, dealing primarily with the following year's budget, is made to a joint session during the first week that the Legislature convenes.

BUDGET REPORT — A document that displays all programs, efforts, and expenditures that are recommended by the Governor for each agency during a specific fiscal year. The Budget Report includes the Governor's official estimate of state revenue to be collected during the fiscal year and details any surplus, reserve or other funds that are available for expenditure. The fund availability outlined by the Governor determines the size of the budget for any given year.

BUDGET UNIT — A department, board, commission, office, institution, or other unit of organization that has, under general law, an independent existence, and thus is authorized to receive and expend an appropriation. A department or agency may have one or more budget units in the Appropriations Act.

C

CAPITAL OUTLAY — Funds designated specifically to acquire, construct, renovate, or repair public facilities and other assets. These funds may be appropriated in cash (from state general funds,

GLOSSARY

lottery funds or other funds) or be provided through the sale of general obligation bonds or revenue bonds.

CONFERENCE COMMITTEE — A group of six legislators – three Representatives and three Senators – who are appointed by the presiding officers of the respective houses to reconcile different versions of the appropriations bill and other legislation passed by the House and Senate.

CORPORATE INCOME TAX — A non-graduated percentage tax based upon a corporation's federal taxable net income. The tax rate is based on a corporation's taxable net income attributed to business done in Georgia.

D

DEDICATED FUNDS — Funds collected from a specific revenue source that must be appropriated for a specific expenditure. An example in Georgia is motor fuel tax funds, which must be constitutionally appropriated for programs related to providing and maintaining an adequate system of public roads and bridges.

DEBT LIMITATION — The State Constitution places a ceiling on state indebtedness by limiting general obligation bond debt service payments to 10 percent of net treasury receipts for the prior fiscal year.

E

EMERGENCY FUND — An appropriation to the Office of the Governor set aside for the Governor to provide grants to state agencies to meet emergency needs. Grants from the fund cannot involve a recurring obligation.

ENHANCEMENT FUNDS — Funding for required services that are above the adjusted base level.

ENTITLEMENT PROGRAMS — Certain programs, usually federal in origin, that provide benefits to individuals based on specific eligibility requirements. Medicaid is the largest entitlement program operated by the state.

ESTATE (INHERITANCE) TAX — Based upon the value of the estate of residents as required to be reported for federal tax purposes. The tax is the amount equal to the amount allowable as a credit for state tax credits under the Internal Revenue Code.

F

FEDERAL FUNDS — Funding from the federal government utilized to pay for all or portions of specific programs. Often, federal funds require a state fund "match" in order to receive the federal allocation.

FISCAL AFFAIRS SUBCOMMITTEE — Twenty members of the House of Representatives and the Senate comprise the Fiscal Affairs Subcommittee, which is authorized to meet when the General Assembly is not in session to consider fiscal affairs transfers as described below at the request of the Governor. The membership includes the House Speaker and four other State Representatives appointed by the Speaker, the Lieutenant Governor and four Senators appointed by the Lieutenant Governor, and five members of each house appointed by the Governor.

FISCAL AFFAIRS TRANSFERS — Appropriations are made through allocations to specific object classes, and funds must be spent within those object classes. Language in each Appropriations

Act states that "... no funds whatsoever, shall be transferred between object classes without the prior approval of at least 11 members of the Fiscal Affairs Subcommittee in a meeting called to consider said transfers. This... shall apply to all funds of each budget unit whatever source derived." Fiscal affairs transfers can be considered at any time at the Governor's request but are usually considered near the end of the fiscal year to help agencies to meet emergency needs and to address unanticipated budget problems.

FISCAL YEAR — Any 12-month period in which financial accounts are balanced. The state fiscal year begins July 1 and ends June 30. The federal fiscal year begins October 1 and ends September 30.

FRINGE BENEFITS — Benefits that are provided to state employees over and above their salaries as an inducement to employment. These benefits include retirement, health insurance, and employer Social Security contributions.

FUNDS [i.e., *state, total, other*] — As used for the general purposes of the budget summaries and schedules in this document, unless otherwise noted, refers to state revenues available or received. The state's specific governmental accounting fund classifications are documented in the state Comprehensive Annual Financial Report prepared by the Department of Audits and Accounts.

G

GENERAL FUNDS — State money used for general purposes of state government. General funds are derived from taxes, fees, and other general revenues, and are appropriated to finance the ordinary operations of governmental units. These funds are included in the Governor's Revenue Estimate and are a part of the State's Budget Fund for accounting purposes.

GENERAL OBLIGATION BONDS — Bonds sold by the state to fund major capital outlay projects or for the management of state debt. The bonds are backed by "the full faith, credit, and taxing power of the state."

GUARANTEED REVENUE BONDS — State-sold bonds that have the principal and interest payable from earnings of a public enterprise. The state is required by law to appropriate one year's debt payment and to retain the total at that level until the bonds have been retired. Guaranteed Revenue Bonds can only be issued for specific purposes as outlined in the State Constitution.

H

HOUSE BUDGET OFFICE — An agency within the Legislative Branch that serves as budget advisor to the House of Representatives.

I

INDIGENT CARE TRUST FUNDS — A program that involves the use of Medicaid funds to compensate disproportionate share hospitals for indigent care and to support expanding primary care programs. Participating hospitals make payments into the Trust Fund, and these payments are used to match with Medicaid funds. Most of the funds are then returned to the hospitals with a small amount used for state-level programs. An amendment to the State Constitution authorized the newly revamped program and restricts the use of these funds. These funds are included in the Governor's Revenue Estimate and are a part of the State's Budget Fund for accounting purposes.

INDIRECT FUNDING — The Appropriations Act each year allocates direct funding for the provision of computer and telecommunications

GLOSSARY

services to be provided to seven state agencies by the Department of Administrative Services (DOAS). These funds are allocated in this manner to facilitate cash flow for DOAS, but are available to DOAS only as services are actually provided to each agency.

INDIVIDUAL INCOME TAX — The tax is based upon an individual's federal adjusted gross income, with specific adjustments as provided by state law.

INSURANCE PREMIUM TAX — Tax based on premiums on persons, property, or risks in Georgia written by insurance companies conducting business in the state.

INTER-AGENCY TRANSFERS — A transfer of funds between state departments, either in an Appropriations Act or by the State Office of Planning and Budget, pursuant to a legislative authorization.

L

LAPSE — The automatic termination of an appropriation. As most appropriations are made for a single fiscal year, any unexpended or unencumbered fund balances at the end of the fiscal year lapse into the state's general treasury, unless otherwise provided by law. There are two kinds of lapses: non-allotted lapses occur when appropriations are never allotted to a state agency for expenditure and automatically revert to the state treasury on June 30 of each year; and, audited lapses occur when budgeted funds are allotted to a state agency for expenditure but are not spent. These unspent funds are identified and lapsed by the State Auditor in the annual audit of each state agency.

LAPSE FACTOR — A budgeting tool that withholds funds from appropriations, based on anticipated employee turnover and lower employee replacement costs.

LINE-ITEM APPROPRIATION — An appropriation specified in language in the Appropriations Act that authorizes discrete expenditures for a state agency. Line-items appropriations may be vetoed by the Governor.

LOTTERY FUNDS — The net proceeds from the sale of lottery tickets dedicated to funding educational purposes and programs. By law educational purposes include capital outlay projects for educational facilities; tuition grants, scholarships, or loans to citizens of Georgia to attend post-secondary institutions in Georgia; training to teachers in the use of electronic instructional technology; costs associated with purchasing, repairing, and maintaining advanced electronic instructional technology; a voluntary pre-kindergarten program; and an education shortfall reserve. These funds are included in the Governor's Revenue Estimate and are a part of the State's Budget Fund for accounting purposes.

LUMP SUM — A single appropriation for a specific purpose that does not specify a breakdown by object class expenditure.

M

MATCHING FUNDS — A type of federal or state grant that requires the government or agency receiving the grant to commit funding for a certain percentage of costs to be eligible for it.

MIDTERM ADJUSTMENT — Additional appropriations to the State Board of Education in an Amended or Supplementary Budget to fund State Quality Basic Education (QBE) requirements for increased enrollment. Initial QBE funding cannot fully and accurately anticipate future enrollment. Midterm adjustments in funding are based on full-time equivalent enrollment counts during the fall quarter.

MIDYEAR ADJUSTMENT RESERVE — A reserve of funds set aside each year from prior fiscal year surplus funds to provide additional spending for state agencies in an Amended or Supplementary Budget. The reserve totals one percent net revenue collections, to the extent that surplus funds are available. It is established prior to the Revenue Shortfall Reserve.

MOTOR FUEL RESERVES — If actual motor fuel tax collections exceed the estimate, these funds are set aside in a reserve and appropriated to the State Department of Transportation in a subsequent Appropriations Act.

MOTOR FUEL TAX FUNDS — All motor fuel revenue collections are allocated for public highway and bridge construction or maintenance by provisions of the State Constitution. These funds are included in the Governor's Revenue Estimate and are a part of the state's Budget Fund for accounting purposes. There is an additional tax of the retail sales price. This tax is based upon an indexed retail sales price that is converted to a cent per gallon rate and is collected at the time of sale by the licensed distributor.

MOTOR VEHICLE LICENSE TAX — Collected for the title registration and license tags of motor vehicles, trailers, and truck tractors.

N

NON-APPROPRIATED FUNDS — Monies received or spent that are not contemplated by an Appropriations Act. These funds must be amended into an agency's budget through a request to the Office of Planning and Budget.

O

OBJECT CLASS — A grouping of similar expenditure items that form the basis of appropriations and records of expenditure. Establishment of budget object classes and changes are coordinated with the State Auditor's Chart of Accounts to ensure consistency in statewide financial reports. Common object classes are those shared by almost all agencies, including personal services, regular operating expenses, travel, motor vehicle purchases, postage, equipment, computer charges, real estate rentals, and telecommunications. Unique object classes are those that apply to only one or a few agencies, such as public library materials and driver's license processing.

OFFICE OF PLANNING AND BUDGET (OPB) — A part of the Office of the Governor charged with the responsibility of providing the Governor with assistance in the development and management of the state budget. OPB also is responsible for working with the State Auditor's Office in evaluating each program in state government at least once every 10 years. The Governor is the Director of the Budget.

ORIGINAL APPROPRIATION — The first budget passed that sets appropriations for all of state government for the next full year after a legislative session. The budget is generally amended midyear to more accurately reflect current needs of state agencies.

OTHER FUNDS — Funds received by state agencies and institutions for services performed such as tuition fees paid by students to colleges, universities and technical colleges, and fees collected by state parks. These funds are not turned into the state treasury, but are retained by agencies and spent in accordance with an Appropriations Act or state law. Also known as *agency funds*.

GLOSSARY

P

PERFORMANCE MEASURES — Quantitative or qualitative criteria used to gauge a program's performance.

PERSONAL SERVICES — The cost of state employees, including salary, fringe benefits, and other expenses. This also includes temporary labor.

PROGRAM — A systematic set of activities undertaken to accomplish an agency's core business.

PRIORITIZED PROGRAM BUDGET — A performance, results, and customer-focused method of budgeting, wherein agency programs are identified and are funded based upon their importance in carrying out the agency's mission and core businesses. Programs are measured on their effectiveness and efficiency in achieving desired outcomes.

PROPERTY TAX — Based on the taxable value (assessed value) of real and personal property, except for certain property as specified in state law. The state tax is collected locally via local property taxes, and is then remitted to the state.

R

RESULTS MEASURES — Indicators used to assess the impact of a program on its customers or community.

REVENUE ESTIMATE — An estimate of revenues that will be collected by the state during a fiscal year. These revenues include taxes, fees and sales, and other general revenues that flow into the state treasury and are available for expenditure in a budget recommended by the Governor and approved by the General Assembly.

REVENUE SHORTFALL RESERVE — An account established by the State Auditor to make up shortages that might occur in revenue collections at the end of the fiscal year, commonly known as the "rainy day" fund. The reserve is equal to not less than three percent nor more than five percent of the state's net revenue collections, to the extent that surplus is available. Funds are set-aside in the Revenue Shortfall Reserve only after the Midyear Adjustment Reserve is fully funded.

S

SALES TAX — Common name for the state Sales and Use Tax levied upon retail sales, rentals, leases, use, or consumption of tangible personal property and certain services. The statewide sales tax rate is four percent. Various items are exempt from the state sales tax by state law.

SENATE BUDGET AND EVALUATION OFFICE — An agency within the Legislative Branch that serves as budget advisor to the Senate.

STATE AID — Grants and other funding provided by Georgia's state government to assist cities, counties, public schools, and other allied groups in providing various services and programs to the citizens of Georgia.

STATE FUNDS — Includes the following: 1) The taxes and fees collected by the state and deposited directly into the state treasury to be appropriated; 2) Reserves; 3) Surplus funds; 4) Lottery receipts; 5) Indigent Care Trust Funds; 6) Motor Fuel tax funds;

and, 7) Tobacco Settlement funds, all of which form the basis for the Governor's revenue estimate.

STATEMENT OF FINANCIAL CONDITION — A statement which discloses the assets, liabilities, reserves, and equities of the state and its governmental units at the end of each fiscal year.

STATE TREASURY — A function of state government that receives, manages, invests, and allocates all state revenues that are available for expenditure through the state's general fund budgetary process. The function is managed by the Office of Treasury and Fiscal Services within the Department of Administrative Services.

STRATEGIC PLANNING — The process through which a preferred future direction and organizational mission are established and periodically updated in light of changing trends and issues. Goals, objectives, and strategies are adopted and implemented to guide an organization toward that preferred future direction.

SUB-OBJECT CLASS — The lowest level of detail used in recording expenditures. Supplies and materials is a sub-object class of regular operating expenses.

SUPPLEMENTARY APPROPRIATIONS — Increased funding that is approved by the General Assembly in a separate, stand-alone Appropriations Act, usually passed early in the session to get new money into projects with a high time priority. A supplementary appropriations act, often called a "speedy bill," cannot reduce spending or transfer funds previously appropriated.

SURPLUS — Unspent funds at the end of a fiscal year. Surplus funds come from two sources: excess revenue collections over the revenue estimate, and, unspent appropriations that were lapsed back to the state treasury and are available for re-appropriation.

T

TOBACCO SETTLEMENT FUNDS — Funds received as part of the 1998 national settlement with five major tobacco manufacturers to recover smoking related costs. The settlement provides for annual payments to Georgia based on a formula, with annual adjustments based on inflation and future national sales of cigarettes. These funds are included in the Governor's Revenue Estimate and are part of the State's Budget Fund for accounting purposes.

TOBACCO TAX — State tax on cigars based on the wholesale cost price; the state tax on cigarettes is based on per pack of 20. The state tax on loose or smokeless tobacco is based on the wholesaler's cost.

U

UNIT — A state agency or a division within an agency that is authorized to receive an appropriation. Functions or activities are a part of a unit.

USER TAXES AND FEES — Charges associated with using a particular service provided by state government to its citizens. The charge generally recovers the cost of providing the service. Examples include state park receipts and driver's licenses.

V

VETO — An action by the Governor that rejects appropriations passed by the General Assembly. The Governor is authorized to veto by line-item specific spending authorizations, or language

GLOSSARY

within an appropriations bill, or the entire bill. Line-item vetoes are more customary.

W

WINE TAX — An excise tax per liter on the first sale, use, or final delivery within the state and an import tax per liter for table wines; dessert wines (more than 14 percent, but not more than 21 percent alcohol by volume) have an excise tax per liter and an import tax per liter.

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Governor's Office *of* Planning and Budget

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