

FISCAL YEAR 2004

WITH AMENDED FISCAL YEAR 2003

BUDGET IN BRIEF



**SONNY PERDUE
GOVERNOR**

June 2003

MY FELLOW CITIZENS:

The attached report details the finances of the State of Georgia as reflected in the Amended Fiscal Year (AFY) 2003 budget and the Fiscal Year (FY) 2004 budget that begins in July. The state has not been able to escape the economic downturn that has affected the nation. Like most of America, we have experienced our share of declining revenues. Georgia's leaders are now faced with the challenge of how we meet the human needs of our citizens. The choice becomes, do we simply make the cuts that tide us over until economic recovery begins, or do we make institutional changes to the way we treat the taxpayers' resources?

I sincerely believe we have a rare opportunity in our State's history to reform the budget process. Over the coming months, we will conduct a thorough examination of how we spend State revenues. Guiding principles will be established. Priorities will be set. Measurable results will be expected. We must return to an era of true results-based budgeting. Every year we will examine each agency or department's funding request in its entirety. We must exercise fiscal discipline. We must carry out a sustained series of performance audits to ensure that Georgians are receiving optimal value for their tax dollars.

The AFY 2003 and FY 2004 budgets are a beginning to this fiscal restraint and responsibility. Enhancements are minimal, but those that are included are in line with our core principles of an educated Georgia, a healthy Georgia, a safe Georgia, and a growing Georgia.

An educated Georgia is the cornerstone of economic development and our future quality of life. We cannot afford to shortchange the children of our State and those who seek higher education. Therefore, the reductions to the QBE formula for local schools are less than the reductions to most agencies. I am committed to working with the State Superintendent and local school systems in helping them address these reductions. In FY 2004, there is \$191 million in additional formula earnings for enrollment growth and teacher salary increases based on training and experience changes. The FY 2004 budget includes \$2.4 million for additional funds to provide the 10% salary supplement for the 806 teachers who achieved National Board Certification in 2003. This will bring the total of National Board Certified teachers in Georgia to 1,621. There is also \$186 million in bonds for local school construction. For our youngest students, there is \$243 million for Georgia's voluntary Pre-Kindergarten Program. This program is a model for the nation, and with these funds, more than 3,340 classrooms throughout the State will be filled with eager four-year-olds.

Georgia currently enjoys a higher education system that exceeds national standards and is viewed by many as the rising model for excellence. In FY 2004, we will continue support of the HOPE Scholarship program by providing \$377.7 million for tuition, mandatory fees, and a book allowance to eligible students enrolled in public and technical colleges. Additionally, \$45 million is included for the HOPE Private College Scholarship Program. For FY 2004, lottery funds are reserved exclusively for the HOPE scholarship programs in the Student Finance Commission and for the Pre-Kindergarten Program in the Office of School Readiness.

Our most important resources are our young people and our families. What more important priority could we set than a safe Georgia for our children? The AFY 2003 budget includes \$9.4 million to provide additional funds for Specialized Foster Care services. Our children's safety in foster care and emergency shelters must be ensured. To support the closure of the Fulton and DeKalb County emergency shelters for children and adolescents and to seek alternative placements and services for those housed there, the FY 2004 budget includes \$4.9 million along with \$2.9 million in the AFY 2003 budget.

Even in unsure economic times, we have an obligation to continue to provide health and human services to those among us who are most vulnerable: our children. This is one area of our budget where neither, you, the citizens of Georgia, nor I, will tolerate

lip service or politics. My budget for FY 2004 includes \$5.8 million to add 125 new Child Protective Services (CPS) positions. Also included is \$9.9 million in additional state funds to convert to a Level of Care placement system for children currently in the CPS system. For children in foster care, I have provided \$579,493 to double the annual clothing allowance for each child and another \$825,000 to identify and recruit new foster and adoptive parents.

Georgia will continue to work toward the full implementation of the *Olmstead* decision of the United States Supreme Court. In order to provide additional services for the disabled, the FY 2004 includes \$8.6 million to facilitate those moving from institutions to community-based settings. In addition, there will be \$4.08 million for service expansions to accommodate persons waiting for community-based services. There are also a number of our citizens who live in nursing homes but are clinically able to live in the community. For those individuals who are transitioning to the community, there is \$3.6 million to provide community-based residential care for them.

We owe it to the families and the children of our State to create and maintain a safe Georgia. I will meet our correctional expansion needs to ensure the protection of our citizens. The FY 2004 budget includes \$4.1 million to start-up and operate four correctional facilities: the Valdosta Diversion Center, the DeKalb Transitional Center, the Bleckley Parole Revocation Center, and the Appling Parole Revocation Center. Additionally, there is \$2.65 million to increase State-funded operating assistance to county work camps and jails. While part of the mission of any correctional system is punitive, another part is rehabilitative. This is particularly true for our juvenile offenders. Thus, for those caregivers who provide services to our children in the juvenile justice system, the budget provides for \$3.7 million to convert to a Level of Care Placement/Payment System. This system will pay uniform rates for therapeutic residential treatment based on the needs of the child.

A growing Georgia is a priority. We need to continue to help our rural communities attract businesses to their area and enhance existing efforts. In order to boost economic viability, I have included in the FY 2004 budget \$3.15 million for the Jekyll Island Authority for the final phase of improvements to the historic district and to provide design funds for improvements to the convention center. To continue our training efforts for new and expanding businesses, the AFY 2003 budget includes \$14.75 million in bonds for a new visual communications building at North Georgia Technical College.

Sustained economic development – in every corner of our great State – is essential for a growing Georgia. The FY 2004 budget includes \$65.8 million in tobacco settlement proceeds for the OneGeorgia Authority. These monies will enable the Authority to continue grant and loan programs targeted at Georgia's most economically challenged counties.

We are all committed to a healthy Georgia. However, healthcare costs in Georgia and for state government continue to rise year after year, particularly in Medicaid. The FY 2004 recommendation for the State's portion of Medicaid is \$1.6 billion. In recent years, we have experienced sharply escalating costs that drive up the State's investment. To assist us in covering these costs and to improve the health and life spans of Georgians, beginning in FY 2004, there will be an increase in the excise taxes on tobacco products. Research has proven that when the costs of tobacco products are raised, the health benefits are marked: fewer youths and adults start smoking; and many smokers elect to stop smoking altogether. The end results are a significant healthcare cost reduction in future years, and more importantly, healthier citizens.

Although we continue to face uncertain economic growth, I remain committed to ensuring that the level of service excellence provided to our citizens is not compromised. I will continue in my efforts to streamline State government, be more prudent in our spending efforts, and provide efficient and effective services.

I am committed to upholding this philosophy of good stewardship throughout my Administration.

Sincerely,

[signed]

Sonny Perdue

SP:bp

BUDGET IN BRIEF

FISCAL YEAR 2004 WITH AMENDED FISCAL YEAR 2003



**SONNY PERDUE, GOVERNOR
DIRECTOR OF THE BUDGET
STATE OF GEORGIA**

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BUDGET HIGHLIGHTS



BUDGET HIGHLIGHTS

FY 2004 BUDGET

PROPERTY TAX RELIEF

- \$380,000,000 to continue the Governor's Property Tax Relief program with a statewide homestead exemption of \$10,000. This will result in no general county and school property tax liability for the first \$25,000 of fair market value on homesteads.

REVENUE ENHANCEMENT PACKAGE

- Increased the tobacco tax rate for cigarettes (from 12¢ to 37¢), for cigars (from 13% to 23% of the wholesale cost price) and created a new tax on loose or smokeless tobacco (10% of the wholesale cost price).
- Employers must now submit withholding taxes bi-monthly instead of monthly.
- Imposes the motor fuel tax on the wholesaler instead of the retail sales outlet.

EDUCATION (LOTTERY FUNDS)

Office of School Readiness

- \$243,448,970 to serve 4-year olds through Georgia's voluntary Pre-Kindergarten Program with over 3,340 classrooms throughout the state.

Student Finance

- \$377,664,713 for the HOPE Scholarship program to provide tuition, mandatory fees and a book allowance to eligible students enrolled in public colleges and technical colleges.
- \$45,086,180 for the HOPE Private College Scholarship Program.
- \$5,855,278 for Promise Scholarships for individuals who aspire to be teachers in Georgia public schools.
- \$5,332,698 to provide for Teacher Scholarships for individuals seeking advanced education degrees in critical shortage fields of study.

Lottery

- \$203,171,402 of lottery funds has been set-aside for the Shortfall Reserve Subaccount (\$69,167,200) and Scholarship Shortfall Subaccount (\$134,004,202) as of June 2002. The lottery reserve increased by \$24,703,825 from June 2001.
- For FY 2004, lottery funds are allocated only to the HOPE scholarship programs in the Georgia Student Finance Commission and to the Pre-Kindergarten Program in the Office of School Readiness.

EDUCATION (State General funds)

Public Schools

- \$191,210,081 in additional formula earnings for Quality Basic Education (QBE) formula grants based on enrollment growth of 1.75% (\$101,307,995), training and experience increase (\$60,312,969), and the annualizing of the FY 2003 pay raise (\$29,589,117).
 - \$159,875,000 in bonds for school construction as part of the state's capital outlay programs to assist local school systems.
 - \$15,008,868 in additional funds to provide equalization grants with local systems limited to 70% of the gain or loss from the prior year.
 - \$14,120,000 in bonds for vocational and agriculture equipment (\$13,300,000) and for capital expenditures at the state schools (\$820,000).
 - \$2,376,442 to increase funding for a 10% salary supplement based on teachers' annual salary for 806 National Board Certified teachers.
 - \$417,881 to provide for an increase in students in the Preschool Handicapped Program.
- #### University System
- \$81,535,641 for funding formula adjustments to reflect an increase of 6.57% in credit hour enrollment.
 - \$28,035,000 in bonds for major capital outlay projects including the Georgia Southern University Library addition, design of the School of Art building at the University of Georgia, and equipment for 8 previously funded projects.

BUDGET HIGHLIGHTS

- \$13,350,000 for minor capital outlay projects at Kennesaw State University, Georgia State University, and Dalton State College.
- \$8,600,000 for the state portion of construction costs of a Cancer Research Center at the Medical College of Georgia. The state previously has provided \$1,400,000 to initiate this project. Private and federal funds of \$36,600,000 will be used to complete the project.
- \$6,674,730 for formula adjustments for utilities, maintenance and operations based on additional square feet of space from new buildings put into operation at the 34 institutions of the Board of Regents.

Technical and Adult Education

- \$30,598,359 to fund a formula adjustment for personal services-institutions.
- \$7,250,000 in bonds for major repairs and renovations for technical colleges throughout the state.
- \$5,000,000 in bonds to predesign, design, and construct a new training and visitor center for the economic development project in Pooler.

HUMAN RESOURCES

- \$5,014,485 in state funds redirected as a result of federal funds earned through the state ICF-MR upper payment limit initiative for the increased cost of providing anti-psychotic medication for clients in the state hospital system (\$2,279,485) and for a 23-hour observation unit at Atlanta Regional Hospital to alleviate overcrowding (\$2,735,000).
- \$3,892,794 in state funds to open the new forensic building at Central State Hospital.
- \$1,500,000 in additional funds from the Brain and Spinal Injury Trust Fund for client benefits and operating costs.
- \$1,261,717 in state funds to replace lost Indigent Care Trust Fund earnings for the Children 1st program.
- \$1,048,292 in state funds to maintain operations in the Office of Child Support Enforcement.
- \$800,000 in state funds for the Gwinnett County Community Service Board.

- \$425,000 in state funds to add Chatham, Bryan and Effingham counties to Smart Start Georgia.
- \$250,000 in state funds to finish the statewide expansion of Family Connection.
- \$18,620,000 in bonds including \$12,225,000 to construct a new public health lab in South Georgia and \$2,685,000 to construct a new public health district office building on the property of Northwest Georgia Regional Hospital.

Child Protective Services

- \$9,878,494 to implement a Level of Care Placement/Payment system that pays uniform rates for therapeutic residential treatment based on the needs of the child.
- \$7,413,452 in state funds to replace federal funding as a result of Title IV-E foster care eligibility and program requirements.
- \$5,799,858 in state funds for 100 child welfare workers to reduce the Child Protective Services caseloads and 25 entry-level positions to create a regional pool of trained workers to fill vacancies.
- \$4,905,000 in state funds to support the closure of the Fulton and DeKalb County emergency shelters for children and adolescents.
- \$825,000 to support resource development for recruiting foster and adoptive parents.
- \$700,000 in state funds to develop and improve training for CPS staff.
- \$579,493 to double the annual clothing allowance for foster children from \$100 to \$200.

ACTIONS TO ADDRESS *OLMSTEAD v. L.C.* – PROVISION OF SERVICES FOR THE DISABLED

Service Expansions to Accommodate Persons Moving from Institutions to Community-Based Settings:

- \$3,383,510 in state funds redirected within the Department of Human Resources (DHR) as a result of federal funds earned through the state ICF-MR upper payment limit initiative for the following items: \$2,631,968 to transition 50 developmentally disabled adults from state hospitals to community services; \$432,898 to transition 15 chronically mentally ill adults from state hospitals to

BUDGET HIGHLIGHTS

community services; \$170,000 to provide funds for the identification, assessment, and planning for the transition of adults with mental illness and/or developmental disabilities from institutional to community settings; and \$148,644 for 2 additional staff to conduct certification, monitoring, and quality assurance activities for community providers.

- \$3,195,341 in state funds to Department of Community Health (DCH) to provide community-based residential care to 145 private nursing home residents who are clinically able to live in a more integrated community setting and have expressed a desire to move.
- \$1,356,187 in state funds to DHR to annualize the cost to transition 40 severely emotionally disturbed adolescents from state hospitals to supervised transition homes.
- \$1,172,053 in state funds to annualize 65 mentally retarded children transferring from state hospitals to community-based programs in FY 2003.
- \$421,532 in state funds to DHR to provide Community Care Services to 84 nursing home residents transitioning to the community.
- \$350,908 in state funds to DHR (\$296,922) and to DCH (\$53,986) to transition mentally retarded and disabled children from private nursing facilities to community placements.
- \$75,000 in state funds to DCH to assess people in nursing homes to determine their ability and desire to move to a more integrated setting.
- \$36,045 in state funds to DCH to fund the additional Medicaid costs for 15 persons with chronic mental illness who are newly Medicaid eligible as a result of moving from a state institution to the community.

Service Expansions to Accommodate Persons Waiting for Community-Based Services:

- \$1,203,378 in state funds to DHR for the Community Care Services Program to cover the increasing costs of services for existing Community Care Services Program clients.
- \$1,712,144 in state funds to annualize the cost of 507 community-based slots added to the Mental Retardation Waiver Program in FY 2003.
- \$949,031 in state funds redirected within DHR as a result of federal funds earned through the state ICF-MR upper payment limit initiative to expand services to 50 consumers with developmental disabilities on the short-

term waiting list for the Mental Retardation Waiver Program.

- \$220,369 in state funds to DCH for 10 slots in the Independent Care Waiver Program.

COMMUNITY HEALTH

- \$127,721,308 in additional funds for the projected cash needs for FY 2004 Medicaid claims based on growth and utilization, plus an additional \$104,612,663 to fund Medicaid claims incurred in FY 2003 but not billed to the department for payment until FY 2004.
- \$89,314,880 in fees generated by the Nursing Home Provider Fee Act combined with \$9,541,263 in state funds for Medicaid reimbursements to private nursing homes.
- \$34,000,000 in additional funds for the State Health Benefit Plan.
- \$30,000,000 in tobacco settlement funds and \$14,390,103 in state funds for reimbursements to Medicaid hospitals for inpatient care.
- \$8,708,305 to reflect a change in the federal financial participation rate.
- \$13,762,408 to fund a 4.5% inflationary increase to the FY 2003 reimbursement rates for physicians and physician-related providers.
- \$5,000,000 in tobacco funds to provide state match for additional Medicaid Benefit funds.
- \$250,533 in state funds for the Morehouse School of Medicine to offset a loss in disproportionate share hospital (DSH) funding received for medical education
- \$200,000 to increase funding for nurse aide training to comply with federal requirements that the state reimburse nursing facilities for their related costs.

VETERANS SERVICE

- \$1,000,000 in bonds for various repair projects at the veterans homes.
- \$800,000 to provide for an additional 25 skilled care patients at the Georgia War Veterans Home in Milledgeville.

BUDGET HIGHLIGHTS

- \$350,000 in operating funds for the Alzheimer's Care Wing at the Georgia War Veterans Home in Milledgeville.

JUVENILE JUSTICE

- \$7,365,101 to provide start-up and operational funds for 3 new Regional Youth Detention Centers (RYDCs) in Augusta, Macon, and Rome.
- \$3,765,532 to implement a Level of Care Placement/Payment system that pays uniform rates for therapeutic residential treatment based on the needs of the child.
- \$2,250,000 in additional funds to eliminate hiring delays for Juvenile Correction Officers to ensure that Youth Development Campuses (YDCs) and Regional Youth Detention Centers (RYDCs) are adequately staffed at all times.
- \$1,000,000 in additional funds for the privatized operation of McIntosh YDC.
- \$335,997 for partial year operation of the Crisp Short-Term YDC program beginning January 2004.
- \$5,705,000 in bonds including \$5,000,000 for various facility repairs; \$420,000 to design RYDC expansions; and \$285,000 for other project designs.

WORKERS' COMPENSATION

- \$3,000,000 to develop an Integrated Claims Management System.
- \$1,423,053 to increase payments to the state treasury from assessments.

ECONOMIC DEVELOPMENT

- \$65,834,093 in tobacco proceeds for the OneGeorgia Authority to continue grant and loan programs targeted at Georgia's most needy counties.
- \$30,000,000 in state funds to the Savannah Economic Development Authority and \$750,000 in state funds for the city of Savannah to provide for a training program for the megasite in Pooler.
- \$27,500,000 in bonds to construct container berth 8 for the Georgia Ports Authority.

- \$9,380,000 in state funds for economic development incentive grant for a megasite in Pooler, Georgia.

NATURAL RESOURCES

- \$12,000,000 in bonds for the Environmental Facilities Authority to support low interest loans for local water and sewer projects.
- \$8,000,000 in bonds for the Environmental Facilities Authority to match federal funds for clean water and drinking water capitalization grants.
- \$1,030,000 for Georgia Forestry Commission for a fixed-wing aircraft, 1 UH-1 Huey helicopter and a hanger mainframe, siding and doors at the Statesboro district office.

TRANSPORTATION

- \$65,000,000 in bonds for the Governor's Road Improvement Program.
- \$26,155,000 in additional motor fuel tax collections appropriated to the Department of Transportation.
- \$12,130,000 in state-funded capital outlay to fully fund the match for additional federal funds allocation.
- \$1,700,000 in bonds to assist local entities in matching up to \$30,600,000 in federal funds for improvements to general aviation airports throughout the state.

PUBLIC SAFETY

Department of Corrections

- \$11,750,000 in bonds for repairs and renovations; security projects; roofing and paving projects; and wastewater, utility and HVAC projects at various facilities.
- \$4,164,000 to provide start-up and operating funds for the Valdosta Diversion Center, the DeKalb Transitional Center, the Bleckley Parole Revocation Center, and the Appling Parole Revocation Center.
- \$2,650,406 to fund county subsidy for an additional 256 beds and provide an increase in jail subsidy.
- \$500,000 in bonds to plan, purchase or lease a 1,600 bed private prison in Stewart County.

BUDGET HIGHLIGHTS

GENERAL GOVERNMENT

Department of Administrative Services

- \$3,000,000 in bonds and \$500,000 in cash for the Georgia Building Authority to remediate, replace and close underground and above-ground state-owned fuel storage facilities on state-owned property.
- \$204,577 for 4 positions for the Fleet Management Office.

Department of Banking and Finance

- \$276,817 to provide funding for 8 positions and operating expenses to implement the Predatory Lending Act (HB 1361).

Department of Defense

- \$2,000,000 in bonds to be matched with \$6,000,000 in federal funds for repair and renovations to armories statewide.
- \$74,928 to fund 9 positions for the J-STARS Air Wing stationed at Warner Robins Air Force Base.

Department of Insurance

- \$1,900,000 to fund 32 vacant positions to improve service and address national accreditation concerns.

Public School Employees' Retirement System

- \$3,129,178 to provide an increase in the monthly retirement benefit multiplier from \$12.50 to \$13.00 per month per year of creditable service.

Public Service Commission

- \$460,000 in additional funding for the Georgia No Call Program to reflect an increase in public participation.

Office of Secretary of State

- \$250,000 for 6 positions and operating expenses to enhance State Ethics Commission regulatory capabilities.

AMENDED FY 2003 BUDGET

PROPERTY TAX RELIEF

- \$24,500,000 in additional funds to continue the Governor's Property Tax Relief program with a statewide homestead exemption of \$10,000. This will result in no general county and school property tax liability for the first \$25,000 of fair market value on homesteads.

EDUCATION (LOTTERY FUNDS)

Pre-Kindergarten Program

- \$6,146,791 to educate an additional 2,900 four-year-olds in the Georgia Pre-Kindergarten program.
- \$511,248 to extend the school day of new students in the federal Head Start program to enable these students to fully participate in the Georgia Pre-Kindergarten Program.

Student Finance

- \$6,773,110 to provide for an increase in student eligibility for the HOPE Scholarship and Grant program at public colleges and technical colleges.
- \$325,360 in additional funds for HOPE Scholarships for students attending private colleges in Georgia.
- \$1,128,040 to provide additional funding for Teacher Scholarships for an increase in the number of individuals seeking advanced education degrees in critical shortage fields of study.
- \$1,740,802 for an increase in Promise Scholarships (service cancelable loans) for an increase in individuals who agree to teach in Georgia.
- \$288,405 to provide for Promise II Scholarships for paraprofessionals pursuing careers as teachers.

University System

- \$12,000,000 for the Equipment, Technology and Construction Trust Fund.
- \$7,509,000 for Special Funding Initiatives related to improving the Internet connectivity infrastructure, upgrades to GALILEO, and improving the electronic delivery of instruction and services to students.

BUDGET HIGHLIGHTS

- \$2,000,000 to Georgia Public Telecommunications Commission to purchase educational programming.

EDUCATION (STATE GENERAL FUNDS)

Public Schools

- \$120,083,441 for the mid-term adjustment to the QBE Formula based on an FTE increase of 1.8% and including 36 additional principals at new schools.
- \$2,634,485 for a midterm adjustment to Equalization Grants for systems that increased their actual millage rate during the year.
- \$1,137,340 for additional funds needed to provide a 10% salary supplement for the 380 teachers who achieved National Board Certification in 2002. There are now a total of 815 teachers in Georgia who are National Board Certified.
- \$1,200,000 in additional funds for Advanced Placement exams being taken by Georgia high school students. Total funding for the exams this year will be \$2,808,000.

University System

- \$32,120,000 in bonds for the digital conversion of Georgia Public Telecommunications Commission towers and transmitters.
- \$25,000,000 in bonds for major repair and rehabilitation funding.
- \$18,400,000 in bonds for research equipment for Georgia Research Alliance and Traditional Industry Program priorities.
- \$12,600,000 in bonds for construction of the Coverdell Building for Biomedical and Health Sciences, and to complete the renovation of the old Governor's Mansion. These projects will be matched by \$31,500,000 in federal and private funds.
- \$12,400,000 for minor capital outlay projects at Armstrong Atlantic State University, Southern Polytechnic State University, and Medical College of Georgia.
- \$3,750,000 to provide for increases in health care premium and claims costs.

Technical and Adult Education

- \$27,450,000 in bonds to construct a Visual Communications building at North Georgia Technical College and predesign, design, and construction, and equipment for a specialized training center in Savannah.
- \$14,200,000 for equipment replacement at technical colleges statewide.
- \$9,705,000 for equipment for new facilities.

HUMAN RESOURCES

- \$3,702,485 in state funds redirected as a result of federal funds earned through the state ICF-MR upper payment limit initiative for various hospital-related items: the increased cost of providing anti-psychotic medication for clients in the state hospital system (\$2,279,485); a 23-hour observation unit at Atlanta Regional Hospital to alleviate overcrowding (\$1,200,000); and furnishings for the new Central State Hospital forensics building scheduled to open in July 2003 (\$223,000).
- \$1,261,717 in state funds to replace lost Indigent Care Trust Fund earnings for the Children 1st Program.
- \$1,048,292 in state funds to replace reduced federal incentive earnings for the Office of Child Support Enforcement.
- \$500,000 in additional funds from the Brain and Spinal Injury Trust Fund for additional client benefits and operating costs.

Child Protective Services

- \$9,430,347 to provide additional funds for Specialized Foster Care services.
- \$8,830,038 to replace federal funding as a result of Title IV-E eligibility and program requirements.
- \$2,900,000 to support the closure of the Fulton and DeKalb County emergency shelters for children and adolescents.
- \$1,000,000 to provide bridge funding to private providers of out-of-home placements pending the implementation of the Level of Care Payment/Placement System.

BUDGET HIGHLIGHTS

MEDICAID

- \$259,178,360 to fund the projected cost of incurred Medicaid Benefits claims for prior years and the projected cash need for FY 2003 Medicaid Benefits claims.

ACTIONS TO ADDRESS *OLMSTEAD v. L.C.* – PROVISION OF SERVICES FOR THE DISABLED

- \$1,356,357 in state funds redirected as a result of federal funds earned through the state ICF-MR upper payment limit initiative for various Olmstead-related items: \$1,186,357 to transition 40 severely emotionally disturbed adolescents from state hospitals to supervised transition homes and \$170,000 to provide funds for the identification, assessment, and planning for the transition of adults with mental illness and/or developmental disabilities from institutional to community settings.
- \$807,692 in lapsed state funds to provide start-up costs to transition 65 children with developmental disabilities from state hospitals to community settings (\$585,000) and to transition mentally retarded children from nursing homes to community placements (\$222,692).
- \$40,489 combined with \$59,460 in federal funds to transfer disabled children residing in private nursing facilities to community-based settings.

JUVENILE JUSTICE

- \$3,104,164 to provide start-up and operational funds for 3 new Regional Youth Detention Centers (RYDCs) in Augusta, Macon, and Rome.
- \$1,580,000 in additional funds to eliminate hiring delays for Juvenile Correction Officers to ensure that Youth Detention Centers and RYDCs are adequately staffed at all times.
- \$2,700,000 in bonds to modify or repair sleeping rooms and detention cells for safety and suicide prevention.

VETERANS SERVICE

- \$486,000 to fund the increased cost in liability insurance at the Georgia War Veterans Home in Milledgeville.

WORKERS' COMPENSATION

- \$1,423,053 to increase payments to the state treasury from assessments.

ECONOMIC DEVELOPMENT

- \$19,000,000 in bonds to complete the construction of phase IV of the Georgia World Congress Center.
- \$10,120,551 in tobacco funds to the OneGeorgia settlement for reserves to use in future years.
- \$2,500,000 in tobacco funds for an economic development project.
- \$1,500,000 in bonds for the design of Brunswick harbor deepening for the Ports Authority.

NATURAL RESOURCES

- \$4,225,000 in bonds for major repairs, predesign, design and construction for state parks and for the Department of Natural Resources' Coastal Regional Headquarters.
- \$3,000,000 in bonds to complete the historic district's revitalization plans at the Jekyll Island Authority.

TRANSPORTATION

- \$35,000,000 in bonds for the Governor's Road Improvement Program.
- \$1,000,000 in state funds to construct a railroad track to support the megasite in Pooler, Georgia.

PUBLIC SAFETY

Department of Corrections

- \$3,833,446 to fund county subsidy for an additional 256 county beds and provide an increase in jail subsidy.
- \$1,101,282 to provide start-up and operating funds for the Bacon Probation Detention Center.

BUDGET HIGHLIGHTS

GENERAL GOVERNMENT

Department of Banking and Finance

- \$150,000 to provide 6 months funding for 8 positions to implement the Predatory Lending Act (HB 1361).

Department of Defense

- \$20,883 to fund 3 months cost for 8 positions for the J-STARS Air Wing stationed at Warner Robins Air Force Base.

Department of Insurance

- \$798,723 to fund 6 months cost for 32 positions to improve service and address national accreditation concerns.

Public Service Commission

- \$122,500 in additional funding for the Georgia No Call Program to reflect an increase in public participation.

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FINANCIAL SUMMARIES



ESTIMATED STATE REVENUES, APPROPRIATIONS, AND RESERVES

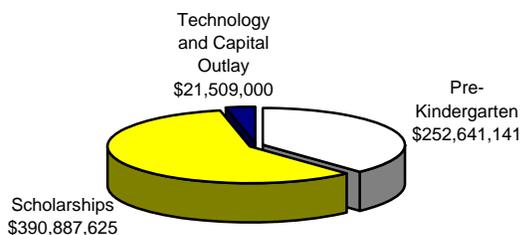
FUND SOURCES AND USES	AMENDED FY 2003	FY 2004
STATE FUNDS SOURCES:		
<u>State Funds Surplus</u>		
FY 2002 Audited Surplus	\$174,191,188	
FY 2002 Audited Agencies' Lapse	65,541,786	
FY 2001 Appropriated in House Bill 1002	704,654,214	
Early Return of FY 2003 Surplus	27,784,096	\$6,973,850
Anticipated Agency Lapses	48,000,000	
<u>Lottery for Education Surplus</u>		
FY 2002 Audited Surplus	162,319,870	
FY 2002 Audited Agencies' Lapse	4,513,552	
<u>Tobacco Settlement Funds Surplus</u>		
FY 2002 Audited Agencies' Lapse	1,493,385	
Total Surplus	\$1,188,498,091	\$6,973,850
<u>Reserves</u>		
Midyear Adjustment Reserve	\$140,054,792	
Revenue Shortfall Reserve *	138,112,245	\$141,997,339
Motor Fuel Reserve	9,946,636	
Total Reserves	\$288,113,673	\$141,997,339
Total Surpluses and Reserves	\$1,476,611,764	\$148,971,189
<u>Revenues</u>		
FY 2003 Revenue Estimate	\$13,834,000,000	
FY 2004 Revenue Estimate		\$14,805,858,107
Lottery Funds	498,204,344	691,795,656
Tobacco Settlement Funds	184,129,538	175,080,760
Brain and Spinal Injury Trust Fund	1,000,000	2,000,000
Indigent Care Trust Fund	148,828,880	
New Revenues		12,823,000
Tobacco Tax		180,000,000
Revenue from HB 43		132,000,000
Motor Fuel Tax		26,155,000
Total Revenues	\$14,666,162,762	\$16,025,712,523
TOTAL STATE FUNDS - SOURCES	\$16,142,774,526	\$16,174,683,712

STATE FUNDS USES:

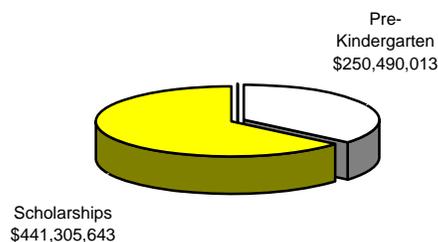
LOTTERY FUNDS SUMMARY

USE OF LOTTERY FUNDS	AGENCY	AMENDED FY 2003	FY 2004
PRE-KINDERGARTEN			
Pre-Kindergarten - Grants	DOE - Unit C	\$245,057,987	\$243,448,970
Pre-Kindergarten - Personal Services	DOE - Unit C	1,923,676	1,981,565
Pre-Kindergarten - Operations	DOE - Unit C	5,659,478	5,059,478
Subtotal - Pre-Kindergarten		\$252,641,141	\$250,490,013
SCHOLARSHIPS			
HOPE Scholarship for Public Institutions	GSFC - Unit B	\$331,056,672	\$377,664,713
HOPE Scholarship for Private Institutions	GSFC - Unit B	42,181,370	45,086,180
PROMISE Scholarship	GSFC - Unit B	5,855,278	5,855,278
PROMISE II Scholarship	GSFC - Unit B	847,495	559,090
Teacher Scholarship	GSFC - Unit B	5,332,698	5,332,698
Engineer Scholarship	GSFC - Unit B	760,000	760,000
Georgia Military College Scholarship	GSFC - Unit B	808,333	770,477
Law Enforcement Public Dependent Grant	GSFC - Unit B	246,024	255,850
HOPE Administration	GSFC - Unit B	3,799,755	5,021,357
Subtotal - Scholarships		\$390,887,625	\$441,305,643
TECHNOLOGY AND CAPITAL OUTLAY			
Computers in the Classroom	DOE - Unit B		
Assistive Technology	DOE - Unit B		
Equipment, Technology and Construction Trust Fund	Regents - Unit D	\$12,000,000	
Georgia Public Telecommunications Commission	Regents - Unit D	2,000,000	
Internet Connection Initiative	Regents - Unit D	1,500,000	
Special Funding Initiatives	Regents - Unit D	6,009,000	
Subtotal - Technology and Capital Outlay		\$21,509,000	\$0
TOTAL LOTTERY FUNDS		\$665,037,766	\$691,795,656

Amended FY 2003



FY 2004



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 required that an amount be set aside each year equal to 10% of the total lottery proceeds deposited into the Lottery for Education Account for the preceding year. If net funds in the account are not sufficient to meet appropriations, funds shall be drawn from the reserve to make up the shortage.

Funds have been set aside for the reserve each year and totaled \$69,167,200 on June 30, 2002.

The lottery law was amended during the 1994 legislative session to require that a Scholarship Shortfall Reserve Subaccount also be maintained within the Lottery for Education Account.

The scholarship reserve law requires that the subaccount be fully established over five years at a rate of 10 % a year until the reserve equals 50% of the amount of scholarship proceeds disbursed during the preceding year.

Lottery surplus available at the end of FY 1995 was sufficient to meet immediate needs in the amended FY 1996 budget and left enough funds to fully fund the scholarship reserve in its first year. The State Auditor, at the request of the Governor, fully funded the Scholarship Shortfall Reserve Subaccount from the 1995 surplus. The subaccount balance on June 30, 2002 totaled \$134,004,202.

The two lottery reserves as of June 30, 2002 total as follows:

Shortfall Reserve Subaccount	\$ 69,167,200
Scholarship Shortfall Reserve Subaccount	<u>134,004,202</u>
TOTAL LOTTERY RESERVES	\$ 203,171,402

TOBACCO SETTLEMENT FUNDS SUMMARY

USE OF TOBACCO SETTLEMENT FUNDS	AGENCY	AMENDED FY 2003	FY 2004
RURAL ECONOMIC DEVELOPMENT			
OneGeorgia Authority	DITT	\$78,051,263	
OneGeorgia Authority	DCA		\$65,834,093
Subtotal - Rural Economic Development		\$78,051,263	\$65,834,093
HEALTHCARE			
Population Based Healthcare			
Medicaid Expansion for Pregnant Women and Infants	DCH - Unit A	\$8,999,451	\$8,999,451
PeachCare for Kids Expansion for Children	DCH - Unit C	4,970,705	4,970,705
Independent Care Waiver Program	DCH - Unit A	2,143,025	2,143,025
Critical Access Hospital Reimbursement	DCH - Unit A	3,500,000	3,500,000
Medicaid Inpatient Hospital Reimbursement	DCH - Unit A		30,000,000
Medicaid Benefits	DCH - Unit A		5,000,000
School Nurses	DOE	30,000,000	
Community Care Services Program	DHR	4,190,586	4,190,586
Home and Community Based Services for the Elderly	DHR	3,808,586	3,808,586
Mental Retardation Waiver Programs	DHR	10,256,358	10,256,358
Chronic Disease Prevention Program	DHR	1,350,000	1,350,000
Newborn Hearing Screening	DHR	2,840,000	2,000,000
AIDS Drug Assistance Program	DHR	1,226,667	1,226,667
Early Intervention for At-Risk Families	DHR	3,341,218	3,341,218
Subtotal - Population Based Healthcare		\$76,626,596	\$80,786,596
Georgia Cancer Coalition			
Public Education Campaign:	DHR	\$180,250	\$180,250
Smoking Prevention and Cessation:			
- Public Health Tobacco Control Program	DHR	14,326,237	12,530,897
- Enforcement and Compliance for Underage Smoking	Revenue	150,000	150,000
Screening and Early Detection Initiatives:			
Cancer Screening	DHR	203,875	203,875
Cancer Treatment for Low-Income Uninsured	DHR	1,587,500	1,437,500
Breast and Cervical Cancer Treatment	DHR	4,087,108	3,547,455
Eminent Cancer Scientists and Clinicians	DCH - Unit A	3,474,205	3,474,205
Bioinformatics Lab equipment and software	Regents - Unit A	4,840,000	4,840,000
Coalition Staff	Regents - Unit A	400,000	400,000
Cancer Registry	Regents - Unit A	1,295,889	1,295,889
GCC Information System requirements	DHR	350,000	350,000
	Regents - Unit A	50,000	50,000
Subtotal - Georgia Cancer Coalition		\$30,945,064	\$28,460,071
TOTAL TOBACCO SETTLEMENT FUNDS		\$185,622,923	\$175,080,760

EDITOR'S NOTES

VETOES AND EXPENDITURE CONTROLS BY THE GOVERNOR

Veto HB 122 – FY 2004 General Appropriations Act

Section 41, pertaining to the Department of Administrative Services, page 42, lines 1818 through 1820:

This language was approved in the 1996 session of the General Assembly to control the purchase of communications equipment that was not compatible with an 800-megahertz system. All communications equipment purchases are now under the direction of the Georgia Technology Authority and this language is inconsistent with general law, the Governor stated.

Section 49, pertaining to the Department of Natural Resources, pages 45, lines 1931 through 1939:

Since FY 2000, state funds appropriated to the Environmental Protection Division of the Department of Natural Resources has been used to match federal Congestion Mitigation and Air Quality funds to provide mass transit subsidies for state employees. The use of state funds for subsidies to individuals has required special authorizing language in each appropriation bill since the initiation of this program. Beginning in FY 2003, the Georgia Building Authority will continue the state employee mass transit subsidy program with non-state funds and this language will no longer be necessary, he stated.

Section 53, pertaining to the Department of Transportation, page 46, lines 1977 through 1981:

This language authorizes the Department to transfer position counts between budget functions provided that the Department's total position count shall not exceed the maximum number of annual positions assigned by law. All executive branch agencies are legally authorized to amend their budgets and transfer positions between budget functions when the Office of Planning and Budget has approved a properly drawn amendment to the annual operating budget. In addition, the number of positions in each budget function is not specified in the Governor's budget recommendation to the General Assembly or in the annual Appropriations Act making this language unnecessary, he stated.

Section 53, pertaining to the Department of Transportation, page 46, lines 1986 through 1988:

This language authorizes the Department to use available funding for right-of-way acquisition for a multi-lane road to connect the Atlanta Motor Speedway to Interstate 75 via State Road 20 and State Road 3. This project was funded in FY 2001. In addition, as a state route, this project is eligible for motor fuel funds and special language is not necessary, the Governor stated.

Section 62, pertaining to Federal Funds, page 49, lines 2088 through 2092:

This language essentially provides a pool of federal money to be available only to supplant state funds. It prohibits an amendment of federal funds above the amount appropriated in the Appropriations Act for purposes other than to supplant state appropriations for the pertinent programs. This language limits the state's ability to accept additional federal funds as they become available throughout the fiscal year, he stated.

Section 63, pertaining to the General Obligation Debt Sinking Fund, page 54, lines 2295 through 2301:

This language essentially provides \$348,000 in debt service funds for a principal bond amount not to exceed \$4,000,000 for the Georgia Military College, which is attached to the Board of Regents for administrative purposes. This project was fully funded in FY 2002 (\$13,430,000) and FY 2001 (\$600,000) in accordance with the approved pre-design costs and scope. Any expansion of the scope of this project or increases in cost are the responsibility of the Georgia Military College, he stated.

Expenditure Controls HB 122– FY 2004 General Appropriations Act

Item a on page 20 of the Comparative Summary of HB 122, pertaining to the Department of Community Health:

This item contains language, limiting enrollment in PeachCare for Kids so that FY 2004 expenditures do not exceed the FY 2004 appropriations provided for PeachCare benefits or administrative costs. Without a limit on enrollment, it would be necessary to appropriate additional funds to the department to accommodate the projected annualized cost of care for more program participants. The General Assembly disagreed with the Governor's recommendation to limit enrollment. However, because the General Assembly failed to appropriate the funds considered necessary for the department to meet its expected

EDITOR'S NOTES

financial obligations, I am directing the department to monitor enrollment and take actions necessary to ensure that expenditures do not exceed the FY 2004 appropriations for PeachCare, the Governor stated.

Vetoes HB 121– Amended FY 2003 General Appropriations Act

Section 41, pertaining to the Department of Administrative Services, page 42, lines 1820 through 1822:

This language was approved in the 1996 session of the General Assembly to control the purchase of communications equipment that was not compatible with an 800-megahertz system. All communications equipment purchases are now under the direction of the Georgia Technology Authority, and this language is inconsistent with general law, the Governor stated.

Section 42, pertaining to the Department of Community Affairs, page 42, lines 1832 to 1835:

As part of the budget cuts to FY 1992, an Environmental Protection Division grant program that provided local governments with small loans for emergency water and sewer projects was eliminated. Later, this program was replaced with a state-funded loan program in the Georgia Environmental Facilities Authority (GEFA). This language was added to the appropriation bill at that time to highlight that a “loan” program was replacing a “grant” program. There has been no state funding for the GEFA emergency loan program since the end of FY 1999, and this language is no longer necessary, he stated.

Section 42 pertaining to the Department of Community Affairs, page 43, lines 1847 through 1848:

This language authorizes the Department to provide a total of \$70,034 in special support for the Southeast Georgia Regional Development Center from the Contracts object class. This special contract was established in the agency by the Fiscal Affairs subcommittee in June of 2001, and therefore this language is unnecessary, he stated.

Section 51, pertaining to the Department of Natural Resources, page 81, lines 3679 through 3687:

From FY 2000 through FY 2002, state funds appropriated to the Environmental Protection Division of the Department of Natural Resources were used to match federal Congestion Mitigation and Air Quality funds to provide mass transit subsidies for state employees. The use of state funds for subsidies to individuals required special authorizing language in each appropriation bill in which this program received funding. Beginning in FY 2003, the Georgia Building Authority continued the state employee mass transit subsidy program with non-state funds and this language was no longer necessary and was vetoed in HB 1002, the Governor stated.

Section 55, pertaining to the Department of Transportation, page 82, lines 3727 through 3731:

This language authorizes the Department to transfer position counts between budget functions provided that the Department's total position count shall not exceed the maximum number of annual positions assigned by law. All executive branch agencies are legally authorized to amend their budgets and transfer positions between budget functions when the Office of Planning and Budget has approved a properly drawn amendment to the annual operating budget. In addition, the number of positions in each budget function is not specified in the Governor's budget recommendation to the General Assembly or in the annual Appropriations Act making this language unnecessary, he stated.

Section 55, pertaining to the Department of Transportation, page 82, lines 3736 through 3738:

This language authorizes the Department to use available funding for right-of-way acquisition for a multi-lane road to connect the Atlanta Motor Speedway to Interstate 75 via State Road 20 and State Road 3. This project was funded in FY 2001. In addition, as a state route, this project is eligible for motor fuel funds and special language is not necessary, he stated.

Section 64, pertaining to Federal Funds, page 85, lines 3831 through 3835:

This language essentially provides a pool of federal money to be available only to supplant state funds. It prohibits an amendment of federal funds above the amount appropriated in the Appropriations Act for purposes other than to supplant state appropriations for the pertinent programs. This language limits the state's ability to accept additional federal funds as they become available throughout the fiscal year, he stated.

Section 65, pertaining to the General Obligation Debt Sinking Fund for the Board of Regents, page 88, lines 3954 through 3960:

This language essentially provides \$421,950 in debt service funds for a principal bond amount not to exceed \$4,850,000 for the Georgia Rural Economic Development and Technology Center at East Georgia College. An Economic

EDITOR'S NOTES

Development Technology Building is under construction at Swainsboro Technical College about two miles away. Both facilities have classrooms and computer labs and both colleges are offering Associate Degrees in Information Technology. In the current state fiscal situation, it is important to look for efficiencies and to have agencies work closely together on programs and delivery of services. A thorough evaluation should be undertaken to merge or mesh the two campus programs into one shared facility, the Governor stated.

Section 65, pertaining to the General Obligation Debt Sinking Fund for the Board of Regents, page 88, lines 3961 through 3967:

This language essentially provides \$87,000 in debt service funds for a principal bond amount of \$1,000,000 for a campus entryway and related infrastructure for Atlanta Metropolitan College. The current main entrance is owned by Atlanta Technical College and is shared with them. In these difficult budget times, cosmetic focused projects that are not essential to the functioning of a campus should be deferred, he stated.

Section 65, pertaining to the State of Georgia General Obligation Debt Sinking Fund, page 87, lines 3917 to 3922:

As a part of the Department of Technical and Adult Education's budget request to the Governor, a list of capital outlay projects was provided. These projects were reviewed and approved by the board for consideration for funding during the 2003 session of the Georgia General Assembly. Although an Allied Health building for the Southwest Georgia Technical College was not included on the board's list, HB 121 includes \$74,820 for \$860,000 in 20-year bonds for this project. This project received funding in HB 121 while many board-approved projects did not, he stated.

Expenditure Controls HB 121– Amended FY 2003 General Appropriations Act

Item 4, page 14 of the Comparative Summary of HB 121, pertaining to the Department of Community Health:

This item contains language, limiting enrollment in PeachCare for Kids so that FY 2003 expenditures do not exceed the FY 2003 appropriations provided for PeachCare benefits or administrative costs. This item also recognizes that a limit on enrollment would reduce the FY 2004 annualized cost of children enrolled in FY 2003. Without a cap on enrollment, it would be necessary to appropriate additional funds to the department to accommodate the projected annualized cost of care for more program participants. The General Assembly disagreed with the Governor's recommendation to limit enrollment. However, because the General Assembly failed to appropriate the funds considered necessary for the department to meet its expected financial obligations in FY 2004, I am directing the department to monitor enrollment and take actions necessary to ensure that expenditures do not exceed either the FY 2003 or FY 2004 appropriations for PeachCare, the Governor stated.

Section 65, pertaining to the State of Georgia General Obligation Debt Sinking Fund, page 86, lines 3868 to 3873:

The Department of Technical and Adult Education traditionally receives an appropriation for the replacement of obsolete equipment at its institutions throughout the state. In recent years, the annual funding level has been \$12,500,000. In the 2002 session of the Georgia General Assembly, \$7,500,000 was appropriated for this purpose. I recommended an annual funding level of \$10,000,000 in the 2003 session. This represented an increase over the previous year's funding. HB 121 increases the funding level by an additional \$4,200,000 to a total of \$14,200,000. Although maintaining current training equipment at our technical institutions is a good use of state resources, this increase over the historical level of funding during a year of austerity reductions in state programs across the board seems excessive. Therefore, I will direct the Georgia State Financing and Investment Commission to withhold from sale that portion of these bonds that exceed the austerity level of funding for obsolete equipment included in my budget report, he stated.

Section 65, pertaining to the State of Georgia General Obligation Debt Sinking Fund, page 88, lines 3948 to 3953:

As a part of the Department of Technical and Adult Education's budget request to the Governor, a list of capital outlay projects was provided. These projects were reviewed and approved by the board for consideration for funding during the 2003 session of the Georgia General Assembly. HB 121 includes \$156,600 for \$1,800,000 in 20-year bonds for renovations to recently acquired buildings at Columbus Technical College. There are at least 20 unfunded projects on the Department's consolidated priority capital outlay list ahead of this project, he stated.

EDITOR'S NOTES

In these difficult budget times, it is important to focus on the serious infrastructure issues that affect campus operations and classrooms, labs or library facilities that impact instruction or accreditation. Less important projects such as landscaping, campus entrances and project elements that could wait until design is complete should be deferred. Therefore, I am instructing the Georgia State Financing and Investment Commission to defer funding on the following Board of Regents bond projects or portions of projects:

1. \$2,500,000 of the \$5,000,000 Southern Polytechnic State University project on page 64, item 16 of the Comparative Summary of HB 121 that is for campus entrance changes with appropriate road and utility realignment and landscaping. The portion of the project (\$2,500,000) that is for lab expansion and renovation for the engineering technology programs should proceed; and
2. \$400,000 of the \$700,000 Georgia Southwestern State University project on page 65, item 21 of the Comparative Summary of HB 121 that is for renovation of historic Wheatly Hall Administration Building for repairs and the removal of two additions needed to make the building conform to its original configuration. The portion of the project (\$300,000) that relates to pre-design and design should proceed. Since the hall is a functioning administration building, any repairs needed in the interim to keep the building functioning should be funded from the Regents' additional MRR (Major Repair and Rehabilitation) bonds added to HB 121, the Governor stated.

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**LEGISLATIVE BRANCH
GEORGIA GENERAL ASSEMBLY**

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

- | | |
|--|--------------|
| 1. Reflects base funding for the department. | \$36,214,583 |
| 2. Provides for a reduction in operating expenses and attaches the Budget Responsibility Oversight Committee to the Legislative Budget Office. | (950,742) |
| 3. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings. | (136,871) |

Total FY 2004 General Funds **\$35,126,970**

TOTAL FY 2004 STATE FUNDS **\$35,126,970**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$36,367,560

Adjustments

- | | |
|--|----------------------|
| 1. Provides for a reduction in operating expenses. | <u>(\$1,500,000)</u> |
|--|----------------------|

Total Adjustments **(\$1,500,000)**

Total Amended FY 2003 General Funds **\$34,867,560**

TOTAL AMENDED FY 2003 STATE FUNDS **\$34,867,560**

LEGISLATIVE BRANCH DEPARTMENT OF AUDITS

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$33,761,886
2. Provides for a reduction in operating expenses.	(2,709,916)
3. Provides for object class transfers.	Yes
4. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(166,334)

Total FY 2004 General Funds	\$30,885,636
TOTAL FY 2004 STATE FUNDS	\$30,885,636

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$31,225,276

Adjustments

1. Provides for a reduction in operating expenses.	(\$923,000)
Total Adjustments	(\$923,000)

Total Amended FY 2003 General Funds	\$30,302,276
TOTAL AMENDED FY 2003 STATE FUNDS	\$30,302,276

JUDICIAL BRANCH

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$138,065,139
2. Adjusts base funding for the following:	
a. Supreme Court	428,699
b. Court of Appeals	797,103
c. Superior Courts - Judges	3,288,074
d. Superior Courts - District Attorneys	3,599,102
e. Juvenile Court	43,442
f. Institute of Continuing Judicial Education	103,332
g. Judicial Council	603,542
h. Judicial Qualifications Commissions	13,414
i. Georgia Courts Automation Commission	85,019
j. Georgia Office of Dispute Resolution	17,778
3. Reduces funds for Judges training from the Institute of Continuing Judicial Education (\$290,000) and transfers the BASICS program from the Judicial Council to the Department of Corrections (\$160,000).	(450,000)
4. Reduces operating expenses for the following:	
a. Supreme Court	(426,208)
b. Court of Appeals	(500,000)
c. Superior Courts - Judges	(3,965,396)
d. Superior Courts - District Attorneys	(2,366,002)
e. Juvenile Court	(75,583)
f. Judicial Council	(585,994)
g. Judicial Qualifications Commissions	(29,911)
h. Indigent Defense Council	(21,540)
i. Georgia Office of Dispute Resolution	(22,782)
5. Transfer \$1,400,000 of the \$1,785,387 operating budget for the Georgia Courts Automation Commission to the Judicial Council.	(385,387)
6. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings for the following:	
a. Supreme Court	(28,352)
b. Court of Appeals	(182,698)
c. Superior Courts - Judges	(47,261)
d. Superior Courts - District Attorneys	(277,511)
e. Juvenile Court	(9,793)
f. Judicial Council	(51,234)
g. Judicial Qualifications Commissions	(1,140)
h. Indigent Defense Council	(6,492)
i. Georgia Office of Dispute Resolution	(2,367)
Subtotal Adjusted Base	\$137,608,993

JUDICIAL BRANCH

Enhancements

Judicial Council

7. Allocates funds to implement a court fee assessment, collection, and disbursement program (\$501,974), and provides funds for the Council of Court Administrators (\$5,000).	\$506,974
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Indigent Defense Council

8. Allocates additional funds for purposes of increasing the reimbursement rate to counties for indigent defense.	2,000,000
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Subtotal Enhancements	<u>\$2,506,974</u>
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Total FY 2004 General Funds	<u>\$140,115,967</u>
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TOTAL FY 2004 STATE FUNDS	\$140,115,967
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AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$138,065,139
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Adjustments

Superior Court - Judges

1. Funds 2 new judgeships for the Alcovy and Paulding Judicial Circuits (\$331,693), and allocates funding for Judge's Term Life Insurance (\$90,000).	\$421,693
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2. Reduces personal service funding.	(112,221)
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Superior Court - District Attorneys

3. Funds set-up costs for 8 positions associated with the Paulding Judicial Circuit (\$598,312), and add 1 assistant district attorney for the Alcovy Judicial Circuit (\$72,307).	670,619
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4. Allocates funds for the District Attorneys retirement fund to cover the payments for the District Attorney's payroll (\$115,460), and in accordance with HB 252 of the 2002 session, funds the transfer of funds from the employee retirement system to the judicial retirement system (\$52,000).	167,460
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5. Provides additional operating funds for the Prosecuting Attorney's Council (\$151,330), and funds the relocation to the State Bar Building (\$153,408).	304,738
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Judicial Council

6. Transfers funding associated with the Commission of Family Violence to the Department of Corrections.	(187,737)
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Indigent Defense Council

7. Funds the relocation of the Multi-County Public Defenders office.	115,000
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JUDICIAL BRANCH

8. Allows for an austerity adjustment for the following:

a. Supreme Court	(340,000)
b. Court of Appeals	(300,000)
c. Superior Courts - Judges	(1,094,000)
d. Superior Courts - District Attorneys	(75,000)
e. Judicial Council	(695,000)
f. Judicial Qualifications Commission	(30,000)
g. Georgia Office of Dispute Resolution	(25,000)

Total Adjustments **(\$1,179,448)**

Total Amended FY 2003 General Funds **\$136,885,691**

TOTAL AMENDED FY 2003 STATE FUNDS **\$136,885,691**

DEPARTMENT OF ADMINISTRATIVE SERVICES

Unit A - Department of Administrative Services

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$44,215,352
2. Reduces personal services in Treasury and Fiscal Services (\$4,008), and in the State Purchasing Unit by replacing state funds with P Card rebate revenue for the program manager position (\$163,804), Statewide Business Services Division (\$26,520), and Office of Statewide Administrative Hearings (OSAH) (\$50,000).	(244,332)
3. Decreases regular operating expenses in the Governor's Small Business Center, Treasury and Fiscal Services, OSAH, and Administration.	(67,013)
4. Utilizes P Card rebate revenue in lieu of state funds for program manager travel.	(24,400)
5. Decreases equipment, computer charges, per diem and fees, and telecommunications.	(95,409)
6. Reduces Police Officers Indemnity Fund (\$51,153), Health Planning and Review Board (\$1,050), Aviation Hall of Fame (\$1,455), Golf Hall of Fame (\$2,250), Alternative Fuel Grants (\$12,317), and Payments to Agency for Removal of Hazardous Materials (\$2,000).	(70,225)
7. Reduces Payments to the Georgia Technology Authority.	(712,144)
8. Reduces the authorized position count by 27, from 344 to 317.	Yes
9. Transfers \$52,694 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
10. Decreases departmental regular operating expenses (\$4,219), computer charges (\$22,846), and telecommunications (\$468).	(27,533)
11. Reduces regular operating expenses (\$38,094) and computer charges (\$443,166), and increases travel (\$5,670), telecommunications (\$3,272), and real estate rentals (\$2,650) for start-up of the Fleet Management program.	(469,668)
12. Removes funding for Alternative Fuel Grants (\$360,808) and for the Public Safety Indemnity Fund (\$45,222).	(406,030)
13. Reduces payments to GBA capital outlay.	(200,000)
14. Adjusts the state portion of the workers' compensation contribution.	Yes
15. Reduces personal services to delete funding for DOAS insurance cost.	(33,024)
16. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(89,031)
17. Allows for an austerity adjustment.	<u>(2,038,605)</u>
Subtotal Adjusted Base	\$39,737,938

DEPARTMENT OF ADMINISTRATIVE SERVICES

Unit A - Department of Administrative Services

Enhancements

1. Adds 4 positions for the Fleet Management Office.	\$204,577
2. Increases Payments to Georgia Building Authority for removal of underground storage tanks on non-state owned land for the Georgia Environmental Facilities Authority.	500,000
	\$704,577
Subtotal Enhancements	
Total FY 2004 General Funds	\$40,442,515
TOTAL FY 2004 STATE FUNDS	\$40,442,515

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$44,215,352
Adjustments	
1. Reduces personal services in the State Purchasing Unit by replacing state funds with P Card rebate revenue for the program manager position (\$163,804), increase the lapse factor in the Statewide Business Services Division (\$26,520), and Office of Statewide Administrative Hearings (OSAH) (\$45,500).	(\$235,824)
2. Decreases regular operating expenses for the Governor's Small Business Center, Treasury and Fiscal Services, OSAH, and Administration.	(67,013)
3. Utilizes P Card rebate revenue in lieu of state funds for travel by the program manager.	(23,400)
4. Decreases equipment (\$32,046), computer charges (\$27,460), per diem and fees (\$20,216), and telecommunications (\$19,227).	(98,949)
5. Reduces Public Safety Indemnity Fund, Health Planning Review Board, the Aviation Hall of Fame, the Golf Hall of Fame, Alternative Fuel Grants, and Payments to Agency for Removal of Hazardous Materials.	(70,225)
6. Transfers \$52,694 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
7. Reduces payments to the Georgia Technology Authority.	(712,144)
8. Reflects a reduction in telephone billings for GTA effective April 1, 2003 (Payments to GTA).	(1,000,000)
9. Allows for an austerity adjustment.	(1,359,070)
	(\$3,566,625)
Total Adjustments	
Total Amended FY 2003 General Funds	\$40,648,727
TOTAL AMENDED FY 2003 STATE FUNDS	\$40,648,727

DEPARTMENT OF ADMINISTRATIVE SERVICES

Unit B - Georgia Building Authority

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$44,840,097
2. Increases the real estate rental rate by \$.36 per square foot on 2,930,252 square feet of rental space to provide funds for private access control of state owned buildings on Capitol Hill, and creates a unique object class, Building Access Contracts.	1,077,015
3. Decreases personal services cost for 35 vacant positions.	(200,000)
4. Decreases computer charges for one-time software purchases (\$75,000) and reduces per diem and fees (\$154,600).	(229,600)
5. Decreases contracts for one-time renovation expenses (\$43,329), and provide funds for an escalation clause for the security contract at #2 Peachtree Street (\$29,400).	(13,929)
6. Reduces payments to Georgia Building Authority capital outlay.	(200,000)
7. Reduces the authorized position count by 34, from 460 to 426.	Yes
8. Transfers \$3,151,435 from contracts to create a unique object class, "Payments to the Department of Public Safety (Capitol Police)".	Yes
9. Provides funds for repairs and maintenance by the Georgia Building Authority.	510,229
10. Provides funds for the Georgia Environmental Facilities Authority for removal of underground storage tanks on non-state-owned land.	500,000
11. Reduces personal services to delete funding for DOAS insurance cost.	<u>(66,700)</u>
Total FY 2004 Other Funds	<u>\$46,217,112</u>
TOTAL FY 2004 STATE FUNDS	None

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$6,000,000 in new bonds that relate to the Georgia Building Authority.

AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations

\$44,840,097

Adjustments

1. Increases the real estate rental rate by \$.57 per square foot on 2,930,252 square feet of rental space to provide funds for private access control of state owned buildings on Capitol Hill, and creates a unique object class, Building Access Contracts.	\$1,670,244
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DEPARTMENT OF ADMINISTRATIVE SERVICES

Unit B - Georgia Building Authority

2. Transfers \$3,151,435 from contracts to create a unique object class, "Payments to the Department of Public Safety (Capitol Police)".	Yes
Total Adjustments	<u>\$1,670,244</u>
Total Amended FY 2003 Other Funds	<u>\$46,510,341</u>
TOTAL AMENDED FY 2003 STATE FUNDS	None

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$2,000,000 in new bonds that relate to the Georgia Building Authority.

The Georgia Building Authority normally does not receive any state funds but has an authorized spending level set by the Appropriations Act from income generated through rents and building maintenance from other state agencies for state-owned properties, food sales, parking revenues, van pool receipts, day care revenue, and other reimbursements.

DEPARTMENT OF ADMINISTRATIVE SERVICES
Unit C - Georgia Technology Authority

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$203,355,097
2. Reduces per diem and fees by decreasing the use of consultants.	(712,144)
3. Decreases personal services (\$645,394) and equipment purchases (\$282,940).	(928,334)
4. Decreases computer charges to reflect one-time critical need purchases of hardware, software, and consultant services for the Archives data center during FY 2003.	(2,422,125)
5. Authorizes the use of Universal Services funds to upgrade the PeopleSoft Human Resources application to the version supported by PeopleSoft.	Yes
6. Reduces the authorized position count by 57, from 881 to 824.	Yes
7. Transfers \$571,132 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
8. Reduces personal services to delete funding for DOAS insurance cost.	(86,304)
9. Allows for an austerity adjustment.	<u>(712,144)</u>

Total FY 2004 Other Funds **\$198,494,046**

TOTAL FY 2004 STATE FUNDS **None**

AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations

\$203,355,097

Adjustments

1. Reduces per diem and fees by decreasing the use of consultants.	(712,144)
2. Reflects a reduction in telephone billings.	(1,000,000)
3. Authorizes the use of Universal Services funds to upgrade the PeopleSoft Human Resources application to the version supported by PeopleSoft.	Yes
4. Reduces the authorized position count by 57, from 881 to 824.	Yes
5. Transfers \$571,132 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
6. Allows for an austerity adjustment.	<u>(474,763)</u>

Total Adjustments **(\$2,186,907)**

Total Amended FY 2003 Other Funds **\$201,168,190**

TOTAL AMENDED FY 2003 STATE FUNDS **None**

DEPARTMENT OF ADMINISTRATIVE SERVICES

Unit C - Georgia Technology Authority

The Georgia Technology Authority normally does not receive any state funds but has an authorized spending level set by the Appropriations Act from income generated through the sale of computer and telecommunications services, materials for resale, and federal funds.

DEPARTMENT OF AGRICULTURE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$45,530,608
2. Funds annual FY 2003 salary adjustments for the Athens and Tifton Veterinary Laboratories.	77,015
3. Transfers funds for Poultry Veterinary Laboratories from the Regents, University System of Georgia to the Department of Agriculture.	292,000
4. Decreases personal services funding.	(156,284)
5. Reduces contracts to reflect non-recurring renovation expenses of an agricultural facility in West Georgia.	(105,000)
6. Reduces state funds by increasing expenditures charged to federal and other funds in the Plant Industry Division.	(100,000)
7. Reduces personal services (\$147,998), computer charges (\$3,000), contracts (\$50,000), Market Bulletin Postage (\$5,000), Veterinary Fees (\$18,000), Indemnities (\$10,000) and Advertising Contract (\$50,000).	(283,998)
8. Decreases personal services and regular operating expenses in the Athens and Tifton Veterinary Diagnostic Laboratories.	(107,445)
9. Reduces regular operating expenses for the Poultry Veterinary Diagnostic Laboratory.	(90,258)
10. Eliminates all motor vehicle purchases.	(276,255)
11. Reduces the Market Bulletin publication from every Wednesday to every other Wednesday.	(866,747)
12. Reduces the authorized position count by 13, from 878 to 865.	Yes
13. Adjusts regular operating expenses to reflect DOAS motor vehicle liability increase of \$76 per vehicle for 295 vehicles.	Yes
14. Transfers \$76,243 from contracts to real estate rentals to fund a standard GBA rental rate.	Yes
15. Reduces personal services to delete funding for DOAS insurance cost.	(92,000)
16. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(318,924)
17. Allows for an austerity adjustment.	<u>(1,214,718)</u>
Total FY 2004 General Funds	<u>\$42,287,994</u>
TOTAL FY 2004 STATE FUNDS	\$42,287,994

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$1,000,000 in new bonds that relate to the Department of Agriculture.

DEPARTMENT OF AGRICULTURE

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$45,530,608
Adjustments	
1. Reduces state funds by increasing expenditures charged to federal and other funds in the Plant Industry Division.	(100,000)
2. Reduces personal services (\$147,998), computer charges (\$3,000), contracts (\$50,000), Market Bulletin Postage (\$5,000), Veterinary Fees (\$18,000), Indemnities (\$10,000), and Advertising Contract (\$50,000).	(283,998)
3. Decreases personal services and regular operating expenses in the Athens and Tifton Veterinary Diagnostic Laboratories.	(107,445)
4. Reduces regular operating expenses for the Poultry Veterinary Diagnostic Laboratory.	(90,258)
5. Transfers \$76,243 from contracts to real estate rentals to fund a standard GBA rental rate.	Yes
6. Authorizes the purchase of 2 trucks in the Equine program for current employees driving in excess of 20,000 miles per year.	Yes
7. Allows for an austerity adjustment.	<u>(909,812)</u>
Total Adjustments	<u>(\$1,491,513)</u>
Total Amended FY 2003 General Funds	<u>\$44,039,095</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$44,039,095

DEPARTMENT OF BANKING AND FINANCE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$11,192,120
2. Reduces personal services (\$70,006), regular operating expenses (\$125,000), travel (\$92,296), motor vehicle purchases (\$12,767), and computer charges (\$37,000).	(337,069)
3. Reduces the authorized position count by 5, from 147 to 142.	Yes
4. Transfers \$5,733 from regular operating expenses to real estate rentals to reflect prior year expenditures.	Yes
5. Reduces personal services to delete funding for DOAS insurance costs.	(12,728)
6. Reflects adjustments in the workers' compensation contribution, the employer portion of the employee life insurance contribution, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telecommunications billings.	(58,528)
7. Allows for an austerity adjustment.	<u>(335,763)</u>

Subtotal Adjusted Base **\$10,448,032**

Enhancements

1. Annualizes the funding for 8 positions (\$260,817) and real estate rentals (\$16,000) to implement the Predatory Lending Law (HB 1361).	\$276,817
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Subtotal Enhancements **\$276,817**

Total FY 2004 General Funds **\$10,724,849**

TOTAL FY 2004 STATE FUNDS **\$10,724,849**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$11,192,120

Adjustments

1. Reduces personal services (\$98,481), regular operating expenses (\$114,206), travel (\$89,000), motor vehicle purchases (\$12,767), computer charges (\$11,000), and real estate rentals (\$11,100).	(\$336,554)
2. Provides 6 months funding for 8 additional positions (\$121,050), regular operating expenses (\$4,450), real estate rentals (\$8,000) and motor vehicle purchases (\$16,500) to implement the Predatory Lending Law (HB 1361).	150,000
3. Allows for an austerity adjustment.	<u>(223,842)</u>

Total Adjustments **(\$410,396)**

Total Amended FY 2003 General Funds **\$10,781,724**

TOTAL AMENDED FY 2003 STATE FUNDS **\$10,781,724**

DEPARTMENT OF COMMUNITY AFFAIRS

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$49,989,200
2. Deletes one-time funding for Local Assistance Grants.	(16,566,510)
3. Reduces contract for Southeast Georgia Rural Development Council.	(2,166)
4. Adjusts contract for Regional Planning and Development.	(101,120)
5. Decreases state match for the HOME program.	(60,146)
6. Eliminates Local Development Fund.	(617,500)
7. Adjusts State Housing Trust Fund.	(62,375)
8. Reduces funds for Regional Economic Business Assistance Grants.	(1,120,000)
9. Decreases funds for Regional Economic Development Grant (also known as RAP grants).	(814,125)
10. Adjusts funds for the Georgia Cities Foundation.	(750,000)
11. Reduces personal services (\$306,961) and travel (\$50,000).	(356,961)
12. Decreases the Georgia Leadership Infrastructure Investment Fund.	(55,000)
13. Decreases personal services (\$11,550), operating expenses (\$8,820), travel (\$806), and computer charges (\$4,100), and make austerity reductions (\$25,276) for the Sports Hall of Fame.	(50,552)
14. Reduces personal services (\$2,455), various contracts (\$47,355), per diem and fees (\$93,763), insurance and bonding (\$10,000), travel (\$14,780), and computer charges (\$18,504), and make austerity reductions (\$142,065) for the Georgia Regional Transportation Authority.	(328,922)
15. Eliminates the contract for Bacon County Office.	(70,034)
16. Reduces the authorized position count for the department by 10, from 409 to 399.	Yes
17. Transfers \$31,496 from computer charges to real estate rentals for increased rental costs for the Georgia Regional Transportation Authority.	Yes
18. Reduces personal services to delete funding for DOAS insurance cost.	(13,399)
19. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(60,542)
20. Allows for an austerity adjustment.	(337,566)

Subtotal Adjusted Base	\$28,622,282
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Enhancements

DEPARTMENT OF COMMUNITY AFFAIRS

1. Increases funding to the Georgia Regional Transportation Authority to support the expanded operations of the Clayton County Transit (C-Tran) system and to qualify for matching federal funds.	\$550,000
2. Funds a Local Assistance Grant to the Savannah Economic Development Authority for the megasite in Pooler.	30,750,000
3. Provides funding for operating expenses for Silver Haired Legislature in the City of Milledgeville.	15,000
4. Provides funding for an economic development incentive grant for Project Blue Bell economic development project in Pooler, Georgia.	9,380,000
5. Provides funding for a Rural Housing Program.	475,000
6. Provides funding for Public Information, Education and Community Assistance (also known as the PIE Program).	250,000
7. Provides funding for the Civil War Naval Museum in the City of Columbus.	100,000
Subtotal Enhancements	\$41,520,000
Total FY 2004 General Funds	\$70,142,282

TOBACCO SETTLEMENT FUNDS

1. Adds FY 2004 tobacco settlement receipts for the OneGeorgia Authority.	\$47,123,333
2. Transfers tobacco payment reserves to the OneGeorgia Authority in the Department of Community Affairs.	18,710,760
Total FY 2004 Tobacco Settlement Funds	\$65,834,093
TOTAL FY 2004 STATE FUNDS	\$135,976,375

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$20,000,000 in new bonds that relate to the Georgia Environmental Facilities Authority.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$49,989,200
Adjustments	
1. Reduces contract for Southeast Georgia Rural Development Council.	(\$2,166)
2. Adjusts contract for Regional Planning and Development.	(101,120)
3. Decreases state match for the HOME program.	(60,146)
4. Decreases Local Development Fund.	(379,338)
5. Adjusts State Housing Trust Fund.	(62,375)

DEPARTMENT OF COMMUNITY AFFAIRS

6. Decreases funds for Regional Economic Development Grant (also known as RAP grants).	(423,031)
7. Adjusts funds for the Georgia Cities Foundation.	(500,000)
8. Reduces personal services (\$306,961) and travel (\$50,000).	(356,961)
9. Decreases the Georgia Leadership Infrastructure Investment Fund.	(55,000)
10. Reduces pass through contract to the Rural Water Association for the Georgia Environmental Facilities Authority.	(50,000)
11. Decreases personal services (\$11,550), operating expenses (\$8,820), travel (\$806), and computer charges (\$4,100), and make austerity reductions (\$16,851) for the Sports Hall of Fame.	(42,127)
12. Reduces contract for transportation, air quality and regional development consultants (\$47,355), per diem and fees (\$94,711) and provide austerity reductions (\$94,710) for the Georgia Regional Transportation Authority.	(236,776)
13. Transfers \$19,395 from personal services to the Appalachian Regional Commission Assessment.	Yes
14. Transfers funds to the Board of Regents for the Brisbane Institute at Morehouse University.	(75,000)
15. Transfers funds for the SLAM program to the Department of Education.	(75,000)
16. Increases funds for Regional Economic Business Assistance Grants.	150,000
17. Allows for an austerity adjustment.	<u>(225,044)</u>
Total Adjustments	<u>(\$2,494,084)</u>
Total Amended FY 2003 General Funds	<u>\$47,495,116</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$47,495,116

DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$1,498,982,995
 <u>Medicaid Benefits</u>	
2. Increases contributions from governmental entities participating in the Medicaid program by utilizing upper payment limit (UPL) credits to obtain federal matching funds.	(61,266,268)
3. Reduces reimbursement rates by 10% for providers of the following Medicaid services (Total funds: \$277,889,041):	
a. Inpatient hospital care	(43,791,314)
b. Private nursing home care	(33,230,940)
c. Physician and physician-related services	(27,093,601)
d. Durable medical equipment	(974,453)
e. Independent lab	(728,803)
f. Emergency ambulance	(673,523)
g. Dialysis	(457,822)
h. Home health care	(417,011)
i. Orthotics and prosthetics	(292,339)
j. Perinatal case management	(229,335)
k. Family planning	(112,908)
l. Pregnancy related services	(55,341)
m. Adults with AIDS case management	(12,529)
n. Childbirth education	(626)
o. Community mental health centers (Other funds: \$4,252,205)	Yes
4. Reflects additional savings from the capitated reimbursement of pharmacy expenditures in long-term care settings (Total funds: \$17,000,000).	(6,871,400)
5. Eliminates nursing home liability insurance adjustments (Total funds: \$15,524,810).	(6,275,128)
6. Implements pharmacy quality and cost control initiatives including the implementation of a disease state management program for Medicaid recipients not residing in nursing homes (Total funds: \$9,543,600).	(3,857,523)
7. Implements policy and rate changes to effect a 7.5% expenditure reduction for dental services for adults and children (Total funds: \$8,849,154).	(3,576,828)
8. Reduces the average monthly primary care case management payments to Georgia Better Health Care physicians from \$3 per member to \$2 (Total funds: \$8,000,000).	(3,233,600)
9. Increases the minimum Medicaid co-payment for pharmacy services from \$0.50 to \$0.75 (Total funds: \$3,299,689).	(1,275,000)
10. Requires prior approval for prescriptions that exceed certain quantity limits for non-steroidal anti-inflammatory drugs (NSAIDS) classified as COX-2 inhibitors (Total funds: \$1,245,610).	(519,367)
11. Limits the pricing for Zantac capsules to that of Zantac tablets (Total funds: \$1,000,000).	(404,200)
12. Increases Medicaid Benefits to reflect a change in the federal financial participation rate.	8,708,305
13. Funds Medicaid claims incurred in FY 2003 but not billed to the department for payment until FY 2004 (Total funds: \$258,814,109).	104,612,663

DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

14. Increases state funding for Medicaid Benefits for the projected cash need for FY 2004 claims (Total funds: \$315,985,423).	127,721,308
<u>Actions to Address Olmstead v. L.C. - Provision of Services for the Disabled</u>	
15. Annualizes funding for the transfer of disabled children residing in private nursing facilities to community-based settings (Total funds: \$133,563).	53,986
<u>Composite Board of Medical Examiners</u>	
16. Reduces regular operating expenses (\$63,192), travel (\$5,000), and equipment (\$5,000).	(73,192)
17. Realigns funding to reflect operational expenditures for the Patient's Right to Know Program. Transfers \$260,200 from contracts and \$3,000 from travel to personal services (\$20,000), computer charges (\$80,288), telecommunications (\$40,000), and per diem and fees (\$122,912).	Yes
<u>State Medical Education Board</u>	
18. Reduces personal services funding by holding vacant positions.	(43,864)
19. Replaces \$39,000 in private funding for the Medical Fair by transferring \$25,000 from Loan Repayment and \$14,000 from Medical Scholarships to Medical Fair.	Yes
<u>Georgia Board for Physician Workforce</u>	
20. Reduces funding for the Mercer School of Medicine operating grant.	(592,203)
21. Reduces funding for the Morehouse School of Medicine operating grant.	(250,553)
22. Reduces the rate paid per student slot for the Family Practice Residency program from \$21,000 to \$20,370.	(124,110)
23. Reduces the rate paid per student slot for the Medical Student Capitation program from \$9,350 to \$9,069.	(116,689)
24. Reduces the rate paid per student slot for the Residency Capitation program from \$2,650 to \$2,571.	(66,084)
25. Eliminates 8 vacant student positions in the SREB optometry program and reflects FY 2004 SREB rate increases.	(42,400)
26. Reduces the rate paid per student slot for the Pediatric Residency Capitation program from \$19,760 to \$19,167.	(14,227)
27. Reduces the rate paid per student slot for the Preventive Medicine Capitation program from \$10,000 to \$9,700.	(3,600)
28. Transfers funding from personal services (\$4,091) to regular operating expenses (\$1,944) and travel (\$2,147) to reflect projected expenditures.	Yes
<u>Department of Community Health</u>	
29. Reflects the revised projected cost for the implementation and operation of the department's medical health network (Total funds: \$3,607,420).	(901,855)
30. Consolidates the Men's, Women's, and Minority Health programs.	(328,000)
31. Reduces workforce planning contracts (\$200,000) and per diem and fees for Information Technology (\$99,120).	(299,120)
32. Eliminates one-time funding for the Rural Hospital Assistance Act.	(294,250)

DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

33. Reduces department personal services (\$100,000), regular operating expenses (\$100,000), and travel (\$48,586) (Total funds: \$478,695).	(248,586)
34. Reduces funding in Grant-In-Aid for health improvement programs in the Office of Rural Health.	(85,000)
35. Eliminates the contract with the Medical College of Georgia for telemedicine.	(47,975)
36. Eliminates one-time funding for the Georgia Rural Health Association for outreach and education.	(30,000)
37. Reduces the authorized position count by 4, from 506 to 502.	Yes
38. Adds one position to assist in directing medical policy and quality improvement initiatives for Medicaid, PeachCare for Kids, and the State Health Benefit Plan.	Yes
39. Realigns funding to reflect projected expenditures for the following:	Yes
a. Health Information Portability and Accountability Act (HIPAA) implementation - Transfers \$420,000 from computer charges to regular operating expenses (\$370,000) and contracts (\$50,000)	
b. Georgia Better Health Care member education - Transfers \$517,000 from regular operating expenses to travel (\$17,000) and contracts (\$500,000)	
c. Access Georgia - Transfers \$135,000 from Grant-in-Aid to contracts	
d. Agency telecommunications - Transfers \$168,037 from computer charges to telecommunications	
40. Transfers \$44,563 from computer charges to real estate rentals to fund a standard GBA rental rate.	Yes
41. Reduces personal services to delete funding for DOAS insurance cost.	(36,456)
42. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(161,820)
43. Allows for an austerity adjustment.	<u>(2,495,946)</u>
Subtotal Adjusted Base	\$1,538,473,468
Enhancements	
1. Provides additional funding for the State Health Benefit Plan.	\$34,000,000
2. Continues the contract with Emory University for the Folic Acid Education Initiative.	100,000
<u>Medicaid Benefits</u>	
3. Combined with Tobacco Settlement Funds, restores the 10% reimbursement rate reduction for Medicaid inpatient hospital services (Total funds: \$35,015,715).	14,153,352
4. Applies a 4.5% inflationary increase to the FY 2003 reimbursement rates for physicians and physician-related providers (Total funds: \$31,755,623).	12,835,623
5. Combined with Indigent Care Trust Funds, increases reimbursement rates to nursing homes by utilizing the FY 2002 cost report with two years of DRI applied at 3.2% per year (Total funds: \$23,605,302).	9,541,263
6. Increases funding for nurse aide training to comply with federal requirements that the state reimburse nursing facilities for their related costs (Total funds: \$400,000).	200,000

DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

Actions to Address Olmstead v. L.C. - Provision of Services for the Disabled

7. Provides community-based residential care to 145 private nursing home residents who are clinically able to live in a more integrated community setting and have expressed a desire to move (Total funds: \$7,905,346).	3,195,341
8. Assesses people in private nursing homes to determine their ability and desire to move to a more integrated setting (Total funds: \$150,000).	75,000
9. Funds the additional Medicaid costs for 15 persons with chronic mental illness who are newly Medicaid eligible as a result of moving from a state institution to the community (Total funds: \$89,176).	36,045

Unlock the Waiting List

10. Adds 10 slots to the Independent Care Waiver Program to provide community-based services to the physically disabled (Total funds: \$545,198).	220,369
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Georgia Board for Physician Workforce

11. Provides funding to the Morehouse School of Medicine to offset the loss of disproportionate share hospital (DSH) funding received from the Fulton DeKalb Hospital Authority.	250,553
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	Subtotal Enhancements	\$74,607,546
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	Total FY 2004 General Funds	\$1,613,081,014
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TOBACCO SETTLEMENT FUNDS

1. Reflects base funding for the department.	\$18,116,681
2. Combined with State Funds, restores the 10% reimbursement rate reduction for Medicaid inpatient hospital services (Total funds: \$74,220,683).	30,000,000
3. Utilizes Tobacco Settlement Funds for Medicaid Benefits payments (Total funds: \$12,370,114).	5,000,000

	Total FY 2004 Tobacco Settlement Funds	\$53,116,681
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	TOTAL FY 2004 STATE FUNDS	\$1,666,197,695
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DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations \$1,498,982,995

Adjustments

Medicaid Benefits

1. Increases contributions from governmental entities participating in the Medicaid program by utilizing upper payment limit (UPL) credits to obtain federal matching funds. (\$73,000,000)
2. Eliminates liability insurance adjustments for all nursing homes, except those based in critical access hospitals, effective February 1, 2003 (Total funds: \$6,387,208). (2,587,458)
3. Reduces the average monthly primary care case management payments to Georgia Better Health Care physicians from \$3 per member to \$2 effective February 1, 2003 (Total funds: \$3,333,333). (1,350,333)
4. Requires prior approval for prescriptions that exceed certain quantity limits for non-steroidal anti-inflammatory drugs (NSAIDS) classified as COX-2 inhibitors (Total funds: \$642,464). (260,262)
5. Limits the pricing for Zantac capsules to that of Zantac tablets (Total funds: \$500,000). (202,550)
6. Increases the minimum Medicaid co-payment for pharmacy services from \$0.50 to \$1.00, effective June 1, 2003 (Total funds: \$366,667). (141,667)
7. Increases state funding for Medicaid Benefits to fund the projected cost of incurred claims for prior years and the projected cash need for FY 2003 claims (Total funds: \$594,663,555). 259,178,360
8. Adjusts the DRI inflation factor applied to FY 2001 cost reports for nursing homes such that FY 2003 expenditures do not exceed the FY 2003 appropriation provided for an inflation adjustment. Yes

Actions to Address Olmstead v. L.C. - Provision of Services for the Disabled

9. Transfers disabled children residing in private nursing facilities to community-based settings (Total funds: \$99,949). 40,489

Composite Board of Medical Examiners

10. Reduces regular operating expenses (\$63,192), travel (\$5,000), and equipment (\$5,000). (73,192)
11. Realigns funding to reflect operational expenditures for the Patient's Right to Know Program. Transfers \$260,200 from contracts and \$3,000 from travel to personal services (\$20,000), computer charges (\$80,288), telecommunications (\$40,000), and per diem and fees (\$122,912). Yes

State Medical Education Board

12. Reduces personal services funding by holding vacant positions. (43,864)
13. Replaces \$39,000 in private funding for the Medical Fair by transferring \$25,000 from Loan Repayment and \$14,000 from Medical Scholarships to Medical Fair. Yes

Georgia Board for Physician Workforce

14. Reduces funding for the Mercer School of Medicine operating grant. (591,000)
15. Reduces funding for the Morehouse School of Medicine operating grant. (200,000)
16. Reduces the rate paid per student slot for the Family Practice Residency program from \$21,000 to \$20,370. (124,110)
17. Reduces the rate paid per student slot for the Medical Student Capitation program from \$9,350 to \$9,069. (116,689)

DEPARTMENT OF COMMUNITY HEALTH

Unit A - Medical Assistance

18. Eliminates 4 vacant student positions in the SREB Optometry program (\$35,400) and reduces funding for SREB payments (\$30,825).	(66,225)
19. Reduces the rate paid per student slot for the Residency Capitation program from \$2,650 to \$2,571.	(66,084)
20. Reduces the rate paid per student slot from \$19,760 to \$19,167 (\$14,227) and reduces funding (\$20,000) for the Pediatric Residency Capitation program.	(34,227)
21. Reduces the rate paid per student slot from \$10,000 to \$9,700 (\$3,600) and reduces funding (\$10,675) for the Preventive Medicine Capitation program.	(14,275)
22. Transfers funding from personal services (\$4,091) to regular operating expenses (\$1,944) and travel (\$2,147) to reflect projected expenditures.	Yes
<u>Department of Community Health</u>	
23. Reflects the revised projected cost for the implementation and operation of the department's medical health network (Total funds: \$3,607,420).	(901,855)
24. Reduces department personal services (\$100,000), regular operating expense (\$100,000), and travel (\$48,586) (Total funds: \$478,695).	(248,586)
25. Reduces funding in Grant-In-Aid for health improvement programs in the Office of Rural Health.	(115,000)
26. Eliminates the contract with the Medical College of Georgia for telemedicine.	(47,975)
27. Renegotiates the contract with Affiliated Computer Systems to reflect the delay in implementation in the department's medical health network.	Yes
28. Adds 1 position to assist in directing medical policy and quality improvement initiatives for Medicaid, PeachCare for Kids, and the State Health Benefit Plan.	Yes
29. Realigns funding to reflect projected expenditures for the following:	Yes
a. Health Information Portability and Accountability Act (HIPAA) implementation - Transfer \$420,000 from computer charges to regular operating expenses (\$370,000) and contracts (\$50,000)	
b. Georgia Better Health Care member education - Transfer \$517,000 from regular operating expenses to travel (\$17,000), and contracts (\$500,000)	
c. Access Georgia - Transfer \$135,000 from grant-in-aid to contracts	
d. Agency telecommunications - Transfer \$168,037 from computer charges to telecommunications	
30. Transfers \$6,595 from computer charges to real estate rentals to fund a standard GBA rental rate (Total funds: \$13,190).	Yes

**DEPARTMENT OF COMMUNITY HEALTH
Unit A - Medical Assistance**

31. Allows for an austerity adjustment.	<u>(1,683,964)</u>
Total Adjustments	<u>\$177,349,533</u>
Total Amended FY 2003 General Funds	<u>\$1,676,332,528</u>
TOBACCO SETTLEMENT FUNDS	
Original FY 2003 Appropriations	\$18,116,681
Total Amended FY 2003 Tobacco Settlement Funds	<u>\$18,116,681</u>
TOTAL AMENDED FY 2003 STATE FUNDS	<u>\$1,694,449,209</u>



DEPARTMENT OF CORRECTIONS

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$957,282,977
2. Reduces funding from personal services (\$13,770,660), regular operating expenses (\$2,600,000), travel (\$50,000), equipment (\$300,000), contracts (\$300,000), telecommunications (\$300,000), and utilities (\$1,428,345).	(18,749,005)
3. Eliminates funding for the Specialized Intervention Program and the Prison Substance Abuse Program.	(1,000,000)
4. Utilizes the following revenue sources to fund activities which currently are allotted state funds:	
a. Disciplinary fee revenues	(200,000)
b. Employee rent and utility collections	(300,000)
c. Administration fee revenues	(325,000)
d. Diversion center room and board revenues	(350,000)
e. Inmate store revenues	(1,500,000)
5. Eliminates funding associated with the Irwin Parole Revocation Center (\$6,294,485), and eliminate one-time funding for the Dan Harrison monument (\$47,000).	(6,341,485)
6. Annualizes personal services and operating cost for 1,401 beds at the following facilities:	
a. Rome Diversion Center (50 beds) - 3 months operating	164,298
b. Coastal Transitional Center (200 beds) - 3 months operating	863,880
c. Dublin Diversion Center (100 beds) - 6 months operating	897,885
d. Clayton Transitional Center (225 beds) - 3 months operating	968,983
e. Dalton Diversion Center (100 beds) - 11 months operating	1,625,589
f. LaGrange Transitional Center (150 beds) - 9 months operating	2,237,589
g. Long Probation Detention Center (192 beds) - 7 months operating / start-up	2,909,219
h. Bacon Probation Detention Center (192 beds) - 12 months operating	3,099,320
i. Georgia Diagnostic and Classification Prison (192 beds) - 9 months operating / start-up	5,580,361
7. Provides funding for an additional 25% state fund match for the Atlanta Day Reporting Center to bring the total state match to 75%.	133,909
8. Provides licensing funds to expand the utilization rights of the department's offender database (Unisys) (\$609,168), and transfer the BASICS program from the Judicial Branch to the Department of Corrections (\$100,000).	709,168
9. Allocates additional county subsidy funds (\$1,650,406) and cover a projected shortfall in jail subsidy (\$1,000,000).	2,650,406
10. Transfers \$187,737 from the Judicial Branch and adds \$39,000 for the operation of the Commission on Family Violence.	226,737
11. Reduces start-up cost for the following facilities:	
a. Dublin Diversion Center	(736,159)
b. Dalton Diversion Center	(736,159)
c. Clayton Transitional Center	(1,142,629)
12. Reduces personal services funding and travel for the Correctional Central Office (\$739,614), and relocate the northwest and northeast regional probation office to GEMA space (\$80,000).	(819,614)
13. Transfers \$79,727 from personal services to real estate rentals to fund a standard GBA rental rate, and reduces the authorized position count by 540, from 15,659 to 15,119.	Yes

DEPARTMENT OF CORRECTIONS

14. Transfers \$1,244,640 for 10 computer contract positions to state positions, and \$566,076 for 12 nurse positions from the department to the health care contract.	Yes
15. Allows Correctional Industries to provide \$4,583,792 for vehicle tags, decals, registration cards, and labels.	Yes
16. Reduces personal services to delete funding for DOAS insurance cost.	(2,234,661)
17. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(14,435,027)
18. Allows for an austerity adjustment.	<u>(14,256,152)</u>
Subtotal Adjusted Base	\$916,224,430
 Enhancement	
1. Utilizes \$4,164,000 of State Criminal Alien Assistance Program Funding to fund start-up cost for 709 beds, 227 positions, and 45 vehicles for the following facilities:	Yes
a. Valdosta Diversion Center (100 beds) - \$775,061	
b. Bleckley Probation Detention Center (192 beds) - \$1,128,094	
c. Appling Probation Detention Center (192 beds) - \$1,128,094	
d. DeKalb Transitional Center (192 beds) - \$1,132,751	
Subtotal Enhancements	<u>\$0</u>
Total FY 2004 General Funds	<u>\$916,224,430</u>
TOTAL FY 2004 STATE FUNDS	\$916,224,430

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$13,750,000 in new bonds that relate to the Department of Corrections.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$957,282,977
Adjustments	
1. Reduces funding from personal services (\$8,919,181), regular operating expenses (\$2,600,000), travel (\$50,000), equipment (\$300,000), contracts (\$300,000), telecommunications (\$300,000), utilities (\$1,428,345), Central Repair Fund (\$200,000), and Minor Construction (\$150,000).	(\$14,247,526)
2. Eliminates funding for the Specialized Intervention Program and the Prison Substance Abuse Program.	(500,000)
3. Replaces state funds designated for start-up expenses at Dublin Diversion Center (\$736,159) and Clayton Transitional Center (\$1,142,629) with State Criminal Alien Assistance Program funds (SCAAP).	(1,878,788)
4. Utilizes the following revenue sources to fund activities which currently are allotted state funds:	
a. Disciplinary fee revenues	(200,000)
b. Employee rent and utility collections	(300,000)
c. Administration fee revenues	(325,000)

DEPARTMENT OF CORRECTIONS

d. Diversion center room and board revenues	(350,000)
e. Inmate store revenues	(1,500,000)
5. Eliminates funding associated with the Irwin Parole Revocation Center.	(3,076,695)
6. Adjusts personal services and operating funding associated with a change in the occupancy dates of the following facilities:	
a. Dalton Diversion Center - 1 month operating	(139,629)
b. Rome Diversion Center - 4 months operating	(205,175)
c. Dublin Diversion Center - 3 months operating	(399,796)
d. LaGrange Transitional Center - 3 months operating	(677,556)
e. Whitworth Parole Revocation Center - 5 months operating	(928,061)
f. Clayton Transitional Center - 9 months operating	(2,600,627)
7. Reduces Inmate Release Program funding.	(105,000)
8. Allocates additional county subsidy funds (\$661,706) and cover a projected shortfall in jail subsidy (\$3,171,740).	3,833,446
9. Provides start-up funding for 192 beds, 59 positions and 15 vehicles for the Bacon Probation Detention Center.	1,101,282
10. Transfers \$187,737 from the Judicial Branch and adds \$39,000 for the operation of the Commission on Family Violence.	226,737
11. Provides licensing funds to expand the utilization rights of the department's offender database.	304,584
12. Transfers \$311,130 for 10 computer contract positions to state positions, and \$566,076 for 12 nurse positions from the department to the health care contract.	Yes
13. Transfers \$938,041 from contracts to various object classes to reflect expenditures related to the state operation of the Irwin Parole Revocation Center.	Yes
14. Transfers \$79,727 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
15. Allows for an austerity adjustment.	<u>(8,277,654)</u>
Total Adjustments	<u>(\$30,245,458)</u>
Total Amended FY 2003 General Funds	<u>\$927,037,519</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$927,037,519

DEPARTMENT OF DEFENSE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$8,556,845
2. Decreases funds in regular operating expenses for the purchase of medals and ribbons awarded to Georgia Guardsmen from \$24,000 to \$12,000.	(12,000)
3. Reduces personal services (\$111,704), regular operating expenses (\$10,000), computer charges (\$5,000), and telecommunications (\$21,000).	(147,704)
4. Reduces per diem and fees for architect and engineer services contracted for renovation projects at armories throughout the state.	(100,000)
5. Deletes federal and other funds of \$149,037 and transfers \$91,959 from personal services to regular operating expenses.	Yes
6. Reduces personal services to delete funding for DOAS insurance cost.	(13,570)
7. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(3,461)
8. Allows for an austerity adjustment.	<u>(256,705)</u>

Subtotal Adjusted Base **\$8,023,405**

Enhancement

1. Annualizes the cost for 8 maintenance positions and 1 general trades craftsman for the JSTARS Air Wing stationed at Warner Robins Air Force Base (Total funds: \$299,711).	\$74,928
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Subtotal Enhancements **\$74,928**

Total FY 2004 General Funds **\$8,098,333**

TOTAL FY 2004 STATE FUNDS **\$8,098,333**

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$2,000,000 in new bonds that relate to the Department of Defense.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations \$8,556,845

Adjustments

1. Decreases funds in regular operating expenses for the purchase of medals and ribbons awarded to Georgia Guardsmen from \$24,000 to \$12,000.	(\$12,000)
2. Reduces personal services (\$111,704), regular operating expenses (\$10,000), computer charges (\$5,000), and telecommunications (\$21,000).	(147,704)

DEPARTMENT OF DEFENSE

3. Reduces per diem and fees for architect and engineer services contracted for renovation projects at armories throughout the state.	(100,000)
4. Funds 3 months cost for 8 maintenance positions for the JSTARS Air Wing stationed at Warner Robins Air Force Base (Total funds: \$83,534).	20,883
5. Allows for an austerity adjustment.	<u>(171,137)</u>
Total Adjustments	<u>(\$409,958)</u>
Total Amended FY 2003 General Funds	<u>\$8,146,887</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$8,146,887

STATE BOARD OF EDUCATION

Unit A - State Board of Education

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$6,054,626,829
2. Reduces the central office budget by applying a 3% reduction to regular operating expenses, travel, equipment purchases, per diem and fees, computer charges, real estate rentals, telecommunications, and utilities.	(391,297)
3. Eliminates funding for various contracts: a. Middle School After School (\$1,000,000) b. Knowledge Is Power Program (\$600,000) c. Next Generation Schools (\$500,000) d. Basic Right Over Wrong (\$427,500) e. Charter School Resource Center (\$200,000) f. Learning for Life (\$142,500) g. Citizen Education Program (\$116,850) h. High School Magnet Science and Math (\$100,000) i. Can You Soar Program (\$95,000) j. Prevention and Motivation Programs (\$95,000) k. Virtual High School (\$448,380) l. Teacher Conference (\$94,000) m. Executive Assistant (\$94,301) n. Environmental Science Grants (\$95,000)	(4,008,531)
4. Decreases funding for various contracts: a. I Can Learn (\$1,383,150) b. Elementary Foreign Language (\$365,000) Funds restored for grades 1 to 5. c. SciTrek (\$39,950) d. Fernbank (\$9,400) e. Georgia Youth Science and Technology Centers (\$79,515) f. National Science Center Foundation (\$32,900) g. National Science Center (\$133,950) h. RESA (\$268,319)	(2,312,184)
5. Reduces remaining contracts including Communities in School by a minimum of 3%.	(1,058,180)
6. Reduces Quality Basic Education (QBE) formula grants by 2.51%.	(156,764,424)
7. Decreases funding for certain non-QBE formula grants by 3% (\$4,811,631) and Pupil Transportation by 3% (\$5,026,553). Reduce the statewide Reading Program by 3% (\$1,723,009) and allow school systems to use the remaining funds for both reading and math programs approved by the State Board. Also reduce state funding for Student Testing by utilizing federal ESEA Title VI funding (\$1,099,647).	(12,660,840)
8. Provides for funding for the Extended Day Programs at the FY 2003 level of expenditures. Creates new line items for this activity. High School Program - Agriculture Education is funded at \$7,476,760 and High School Program - Tech/Career Education is funded at \$49,174,941.	(5,586,592)
9. Reduces funding for Equalization Grants by 3%.	(8,347,782)
10. Allows for an additional 1% austerity adjustment, but exclude grants to local school systems from this adjustment.	(591,938)
11. Reduces funding for Tuition Multi-handicapped (\$109,060) and Special Education at State Institutions (\$128,482) to reflect FY 2002 expenditures.	(237,542)

STATE BOARD OF EDUCATION

Unit A - State Board of Education

12. Annualizes the cost of the FY 2002 salary adjustment for teachers in K-12 public schools (\$29,341,271), Georgia Psycho-education Centers (\$181,801), and Pre-school Handicapped program (\$66,045).	29,589,117
13. Increases funding for QBE formula grants based on a 1.8% FTE growth (\$101,329,461) and reduce funding for Itinerant and Supplemental Speech (\$21,466) based on the most recent enrollment count.	101,307,995
14. Increases funding for growth in training and experience.	60,312,969
15. Adds funding for Equalization grants with a system gaining funds from the prior year limited to 70% of the gain and a system losing funding limited to 70% of the loss.	15,008,868
16. Provides QBE formula grants to the state charter school in Bulloch County.	759,006
17. Adds funds for 36 additional principals at new schools.	1,564,708
18. Funds an increase for additional students in the Georgia Psycho-educational Network.	1,466,623
19. Increases funding for the Pre-school Handicapped program to serve additional students.	417,881
20. Increases Local Five Mill Share to reflect the most recent equalized tax digest.	(105,523,082)
21. Annualizes the reduction to the QBE formula based on an FY 2003 FTE error.	(12,995,413)
22. Reflects a change in law to release a sample of questions from the Criterion Referenced Competency Test (CRCT) and end of course tests rather than releasing all test questions appearing on these tests each year.	(1,800,000)
23. Eliminates one-time funding for the Drew Charter School.	(1,600,000)
24. Transfers The Emergency Food Assistance Program (TEFAP) to the Department of Human Resources, including 1 state position, 1 federal position, operating expenses, and \$48,000 in federal funds.	(48,000)
25. Reduces the authorized position count for the department by 20, from 726 to 706.	Yes
26. Transfers \$1,039,171 from telecommunications to personal services to address a projected personal services shortfall.	Yes
27. Provides for a reduction in funding for the School Improvement Teams.	(10,000,000)
28. Reduces funding for the CRCT tests.	(2,000,000)
29. Reduces funding level for Pay for Performance.	(2,000,000)
30. Adjusts funding for Post Secondary Options.	(236,082)
31. Decreases funding for Additional Instruction program in the QBE formula.	(2,117,585)
32. Allows local flexibility in the use of Additional Instruction funds in the QBE formula per SB 249.	Yes
33. Transfers funding for the student information system and the Education Technology Training Centers from the State Data Research Center in the Board of Regents.	4,313,017
34. Reduces personal services to delete funding for DOAS insurance cost.	(59,976)

STATE BOARD OF EDUCATION

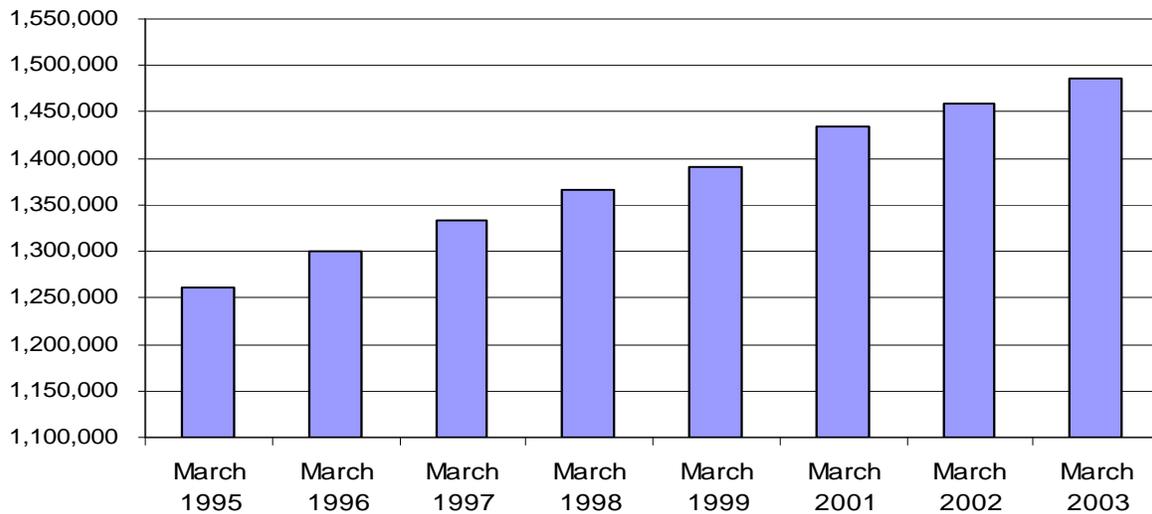
Unit A - State Board of Education

35. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(306,258)
36. Allows for an austerity adjustment to non-QBE formula programs.	<u>(12,712,213)</u>
Subtotal Adjusted Base	\$5,926,009,094
Enhancements	
1. Increase funding to provide a 10% salary supplement to 380 teachers who were awarded National Board Certification in November 2002.	\$2,376,442
2. Provide funds for a dues increase for the Education Commission of the States (ECS).	<u>Yes</u>
Subtotal Enhancements	<u>\$2,376,442</u>
TOTAL FY 2004 STATE FUNDS	\$5,928,385,536

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$173,995,000 in new bonds that relate to the State Board of Education.

Full-time Equivalent Student Enrollment Count



STATE BOARD OF EDUCATION

Unit A - State Board of Education

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$6,054,626,829
Adjustments	
1. Reduces the central office budget by applying a 3% reduction to regular operating expenses, travel, equipment purchases, per diem and fees, contracts, computer charges, real estate rentals, telecommunications, and utilities.	(\$932,105)
2. Decreases funding for certain non-QBE formula grants by 3% (\$5,853,416), and Pupil Transportation by 3% (\$5,026,553). Also reduce state funding for Student Testing by utilizing federal ESEA Title VI funding (\$429,514).	(11,309,483)
3. Reduces funding for the special statewide Reading Program to reflect FY 2002 expenditures and funds not yet allocated (\$1,769,625) and allow local systems to use these funds for math programs approved by the Department of Education.	(1,769,625)
4. Reduces Quality Basic Education (QBE) formula grants by 2.1%.	(134,594,245)
5. Reduces funding for Equalization Grants by 3%.	(7,124,763)
6. Allows for an austerity adjustment to non-QBE formula programs.	(18,378,955)
7. Reduces funding to adjust for an FY 2003 FTE error.	(12,995,413)
8. Provides a mid-term adjustment to the QBE Formula based on a FTE increase of 1.8%.	118,526,942
9. Provides funds for 36 additional principals at new schools.	1,556,499
10. Provides funds to cover 50% of Early Intervention Program Make Whole costs, netting these increases against the midterm hold harmless.	14,030,315
11. Provides a midterm adjustment to Local Five Mill Share for systems with a declining property tax digest.	422,251
12. Provides a midterm adjustment to Equalization Grants for systems which increased actual millage rates.	2,634,485
13. Increases funding to provide a 10% salary supplement for 380 teachers that achieved National Board Certification in December of 2002.	1,137,340
14. Transfers \$1,039,171 from telecommunications to personal services to address a projected personal services shortfall.	Yes
15. Transfers The Emergency Food Assistance Program (TEFAP) to the Department of Human Resources, including 2 positions, operating expenses, and \$48,000 in federal funds.	(48,000)
16. Provides additional funds for Advanced Placements exams based on the latest projection of the number of exams to be taken.	1,200,000
17. Reduces funding in the Vocational Education High School Program for the Extended Day salaries to reflect actual FY 2002 expenditures.	(5,090,483)

STATE BOARD OF EDUCATION
Unit A - State Board of Education

18. Transfers funding among object classes to properly classify program expenses and to comply with accounting procedures.		Yes
19. Provides for a reduction in Pay for Performance.		(281,000)
20. Provides for a reduction in funding for the School Improvement Teams.		(677,000)
21. Transfers funding for the student information system and the Education Technology Training Centers from the State Data Research Center in the Board of Regents.		200,419
22. Transfers funds for the Students for Learning and Achieving in Math (SLAM) project from the Department of Community Affairs to the Department of Education.		75,000
	Total Adjustments	<u>(\$53,417,821)</u>
	Total Amended FY 2003 General Funds	\$6,001,209,008
TOBACCO SETTLEMENT FUNDS		
Original FY 2003 Appropriations		\$30,000,000
Adjustments		<u>None</u>
	Total Amended FY 2003 Tobacco Settlement Funds	<u>\$30,000,000</u>
	TOTAL AMENDED FY 2003 STATE FUNDS	\$6,031,209,008

DEPARTMENT OF EDUCATION
Unit C - Office of School Readiness

FY 2004 BUDGET HIGHLIGHTS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$1,343,398
2. Utilizes a cost allocation plan to charge the Department of Human Resources with its share of administrative personnel costs for Standards of Care.	(27,520)
3. Reduces personal services.	(13,434)
4. Raises lapse by 3.3 months to correct an OSR mistake in fund source reductions.	Yes
5. Reduces personal services to delete funding for DOAS insurance cost.	(2,156)
6. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(10,154)
7. Allows for an austerity adjustment.	<u>(40,302)</u>

Subtotal Adjusted Base **\$1,249,832**

Total FY 2004 General Funds **\$1,249,832**

LOTTERY FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$245,186,797
2. Annualizes funds for the additional 2,900 students identified in the November 2002 roster count for the 1,980 sites in the Pre-Kindergarten (Pre-K) program.	6,146,791
3. Utilizes a cost allocation plan to charge the Department of Human Resources with its share of administrative personnel costs for Standards of Care.	(20,909)
4. Reduces personal services.	(41,818)
5. Reduces regular operating expenses (\$54,319) and contracts (\$60,000) for workforce development, administrative and research projects and a cohort study.	(114,319)
6. Provides for a reduction in rents for space to train Pre-K project directors.	(42,160)
7. Reflects a net reduction due to Medicaid funds being eligible for funding Resource Coordinator activities.	(577,769)
8. Provides for a decrease in salaries and benefits of vacant Executive Director (\$22,340) and Executive Assistant (\$21,016) positions.	(43,366)
9. Raises lapse by 3.3 months to correct an OSR mistake in fund source reductions.	Yes

DEPARTMENT OF EDUCATION
Unit C - Office of School Readiness

10. Reduces personal services to delete funding for DOAS insurance cost.	(3,234)
Subtotal Adjusted Base	\$250,490,013
Total FY 2004 Lottery Funds	\$250,490,013
TOTAL FY 2004 STATE FUNDS	\$251,739,845

AMENDED FY 2003 BUDGET HIGHLIGHTS

GENERAL FUNDS

Original FY 2003 Appropriations	\$1,343,398
Adjustments	
1. Utilizes a cost allocation plan to charge the Department of Human Resources with its share of administrative personnel costs for Standards of Care.	(\$27,520)
2. Reduces personal services.	(13,434)
3. Allows for an austerity adjustment.	(26,868)
Total Adjustments	(\$67,822)
Total Amended FY 2003 General Funds	\$1,275,576

LOTTERY FUNDS

Original FY 2003 Appropriations	\$245,186,797
Adjustments	
1. Annualizes funds for the additional 2,900 students identified in the November 2002 roster count for the 1,980 sites in the Pre-K program.	\$6,146,791
2. Utilizes a cost allocation plan to charge the Department of Human Resources with its share of administrative personnel costs for Standards of Care.	(20,909)
3. Reduces personal services.	(41,818)
4. Reduces regular operating expenses (\$54,319) and contracts (\$60,000) for workforce development, administrative and research projects and a cohort study.	(114,319)
5. Provides for a reduction in rents for space to train Pre-Kindergarten (Pre-K) project directors.	(42,160)
6. Funds final phase of Pre-K computer application that will facilitate greater efficiency and accuracy in tracking Pre-K centers' operations and student rosters.	400,000
7. Provides funding for the study of an appropriate assessment instrument to use for accountability and instructional purposes.	200,000
8. Funds required start-up expenses of \$8,000 for 65 additional new classrooms.	520,000
9. Increases funds to extend the day for additional students in at-risk programs so they may fully participate in the Georgia Pre-K program.	511,248
10. Adjusts funding to reflect vacancies of the Executive Director and Executive Assistant positions.	(104,489)

DEPARTMENT OF EDUCATION
Unit C - Office of School Readiness

Total Adjustments	<u>\$7,454,344</u>
Total Amended FY 2003 Lottery Funds	<u>\$252,641,141</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$253,916,717

STATE FORESTRY COMMISSION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$37,327,277
2. Adjusts personal services.	(432,477)
3. Modifies operating expenses for publication and printing (\$3,500), equipment (\$18,000), energy (\$4,710), motor vehicle expenses (\$106,545), and supplies and materials (\$155,750).	(288,505)
4. Reduces travel budget.	(41,714)
5. Adjusts state subsidy for motor vehicle purchases.	(169,993)
6. Deletes funding for the purchase of non-fire suppression equipment.	(197,680)
7. Amends financial support for the plant facilities maintenance fund.	(3,040)
8. Eliminates funds for the operational costs of the Southern Forest World exhibit.	(28,500)
9. Reduces the authorized position count by 4, from 719 to 715.	Yes
10. Reduces funding for a cleaning contract at the headquarters facility and for tree planting activities in the State Forest.	(30,000)
11. Reduces telecommunications.	(225,000)
12. Reduces personal services to delete funding for DOAS insurance cost.	(204,865)
13. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(455,188)
14. Allows for an austerity adjustment.	(1,119,818)
15. Increases funding for additional fire fighting equipment.	<u>240,000</u>
Subtotal Adjusted Base	<u>\$34,370,497</u>
Total FY 2004 General Funds	<u>\$34,370,497</u>
TOTAL FY 2004 STATE FUNDS	\$34,370,497

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$1,030,000 in new bonds that relate to the Georgia Forestry Commission.

STATE FORESTRY COMMISSION

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$37,327,277
Adjustments	
1. Reduces personal services.	(\$418,887)
2. Modifies regular operating expenses for publication and printing (\$3,500), equipment (\$18,000), energy (\$4,710), motor vehicle expenses (\$106,545), and supplies and materials (\$155,750).	(288,505)
3. Reduces travel budget.	(41,714)
4. Adjusts state subsidy for motor vehicle purchases.	(169,993)
5. Deletes funding for the purchase of non-fire suppression equipment.	(197,680)
6. Amends financial support for the plant facilities maintenance fund.	(3,040)
7. Allows for an austerity adjustment.	<u>(746,546)</u>
Total Adjustments	<u>(\$1,866,365)</u>
Total Amended FY 2003 General Funds	<u>\$35,460,912</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$35,460,912

GEORGIA BUREAU OF INVESTIGATION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$66,487,399
2. Reduces personal services (\$607,748), regular operating expenses (\$536,502), equipment (\$208,791), computer charges (\$18,331), travel (\$65,000), motor vehicle purchases (\$437,000), real estate rentals (\$1,000), telecommunications (\$250), and Evidence Purchased (\$120,000).	(1,994,622)
3. Eliminates the Mortuary Van Transportation program.	(239,456)
4. Relocates several GBI work units from rental space to agency owned property.	(108,739)
5. Reduces travel for the Criminal Justice Coordinating Council.	(3,442)
6. Annualizes funding for the Savannah Medical Examiner Program.	41,831
7. Transfers \$401,294 from personal services to real estate rental (\$42,656), telecommunications (\$220,313), computer charges (\$15,191), and regular operating expenses (\$123,134) to annualize the replacement of federal funds for the Gulf States Initiative Grant.	Yes
8. Transfers \$164,648 from personal services to regular operating expenses to annualize the cost of the Image Archive Maintenance Contract.	Yes
9. Reduces personal services for time-limited positions for the Criminal Justice Coordinating Council (Total funds \$262,573).	Yes
10. Reduces the authorized positions count by 36, from 905 to 869.	Yes
11. Reduces personal services to delete funding for DOAS insurance costs.	(93,215)
12. Reflects adjustments in the workers' compensation contribution, the employer portion of the employee life insurance contribution, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telecommunications billings.	(504,221)
13. Allows for an austerity adjustment.	<u>(1,994,622)</u>
Subtotal Adjusted Base	<u>\$61,590,913</u>
Total FY 2004 General Funds	<u>\$61,590,913</u>
TOTAL FY 2004 STATE FUNDS	\$61,590,913

GEORGIA BUREAU OF INVESTIGATION

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$66,487,399
Adjustments	
1. Reduces personal services (\$607,748), regular operating expenses (\$536,502), equipment (\$208,791), computer charges (\$18,331), travel (\$65,000), real estate rental (\$1,000), motor vehicle purchases (\$437,000), evidence purchased (\$120,000), and telecommunications (\$250).	(1,994,622)
2. Transfers \$159,263 from personal services to regular operating expenses to fund an Image Archive maintenance contract.	Yes
3. Transfers \$401,294 from personal services to real estate rentals (\$42,656), telecommunications (\$220,313), computer charges (\$15,191), and regular operating expenses (\$123,134) to replace federal funds for the Gulf States Initiative grant.	Yes
4. Allows for an austerity adjustment.	<u>(1,329,748)</u>
Total Adjustments	<u>(\$3,324,370)</u>
Total Amended FY 2003 General Funds	<u>\$63,163,029</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$63,163,029

GEORGIA STATE FINANCING AND INVESTMENT COMMISSION

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$20,669,177
2. Decreases funds in personal services (\$320,076) and contracts (\$300,000).	(620,076)
3. Decreases legal expenses in per diem and fees.	(2,318,000)
4. Allows for an austerity adjustment.	<u>(413,384)</u>

Subtotal Adjusted Base \$17,317,717

Enhancement

1. Provides for an increase in personal services (\$414) and other operating expenses (\$300,000) to fund staff training in Project Management Software, New General Conditions, and Statewide Construction Manual. and real estate rentals (\$7,280).	\$307,694
2. Increases contract funds (\$14,608,492) to renovate office space for occupancy and purchase and implement a Construction Management System.	<u>14,608,492</u>

Subtotal Enhancements \$14,916,186

Total FY 2004 Other Funds \$32,233,903

TOTAL FY 2004 STATE FUNDS **None**

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$80,000,000 in new bonds that relate to the Georgia State Financing and Investment Commission.

GEORGIA STATE FINANCING AND INVESTMENT COMMISSION

AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations	\$20,669,177
Adjustments	
1. Decreases funds in personal services (\$320,076) and contracts (\$300,000).	(620,076)
2. Allows for an austerity adjustment.	<u>(413,384)</u>
Total Adjustments	<u>\$19,635,717</u>
Total Amended FY 2003 Other Funds	<u>\$19,635,717</u>
TOTAL AMENDED FY 2003 STATE FUNDS	None

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$15,000,000 in new bonds that relate to the Georgia State Financing and Investment Commission.

No direct appropriation of state funds is required to administer the Georgia State Financing and Investment Commission. Operation of the Georgia State Financing and Investment Commission is funded by interest earned from investment of the bond proceeds.

OFFICE OF THE GOVERNOR

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department. \$46,726,538

BUDGET REDUCTIONS

Governor's Office

2. Reduces Cost of Operations from \$4,769,829 to \$ 4,498,923. (270,906)

3. Allows for austerity adjustment. (270,906)

Office of Planning and Budget

4. Decreases contract for Southern Center for International Studies. (32,063)

5. Reduces personal services (\$245,223), regular operating expenses (\$52,000), per diem and fees (\$25,000), and computer charges (\$7,350). (329,573)

6. Allows for austerity adjustment. (361,636)

7. Reduces the authorized position count by 2, from 80 to 78. Yes

Office of the Child Advocate

8. Decreases personal services (\$380), regular operating expenses (\$4,000), travel (\$13,545), equipment (\$1,000), per diem and fees (\$3,000), and contracts (\$1,849). (23,774)

9. Allows for austerity adjustment. (23,774)

Office of Education Accountability

10. Reduces contracts. (78,889)

11. Allows for austerity adjustment. (78,889)

Commission on Equal Opportunity

12. Decreases personal services. (25,292)

13. Allows for austerity adjustment. (25,292)

Georgia Emergency Management Agency

14. Eliminates 24 hour per day 7 days a week assignment of vehicles for 7 staff members. (6,048)

15. Reduces per diem and fees (\$68,952) and funding for lease/purchase of vehicles (\$76,102). (145,054)

16. Allows for austerity adjustment. (75,234)

17. Reduces the authorized position count by 2, from 69 to 67. Yes

Office of Consumer Affairs

18. Decreases personal services (\$17,485), regular operating expenses (\$9,057), and equipment (\$628) for the Office of the Consumers' Insurance Advocate. (27,170)

OFFICE OF THE GOVERNOR

19. Reduces personal services for the Office of Consumer Affairs.	(105,690)
20. Allows for austerity adjustment.	(132,860)
<u>Council for the Arts</u>	
21. Decreases the contract for the Historical Chattahoochee Commission (\$2,191), State Arts Grants (\$135,303), and Humanities Grants (\$5,389).	(142,883)
22. Allows for austerity adjustment.	(140,400)
<u>Office of Georgia Human Relations</u>	
23. Reduces personal services (\$4,200), travel (\$1,000), equipment (\$6,580), and computer charges (\$2,500).	(14,280)
24. Allows for austerity adjustment.	(14,280)
25. Reduces the authorized position count by 1, from 6 to 5.	Yes
<u>Professional Standards Commission</u>	
26. Reduces Grants to Local Systems to reflect continuing declines in enrollment in the Capstone Program which provides funds to mentor student-teachers.	(120,323)
27. Reduces per diem and fees (\$68,615) and contracts (\$145,315).	(213,930)
28. Allows for austerity adjustment.	(278,529)
ANNUALIZERS AND OTHER ADJUSTMENTS	
29. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(\$159,619)
<u>Governor's Office</u>	
30. Annualizes the transfer from contracts in the Office of Planning and Budget (OPB) to Cost of Operations for the Chief Financial Officer (CFO) (\$456,839), and the Chief Operating Officer (COO) (\$451,191).	908,030
31. Reduces Cost of Operations to delete funding for DOAS insurance costs.	(38,674)
<u>Office of Planning and Budget</u>	
32. Deletes funding for Governor's Energy Task Force (\$12,000), Governor's Natural Gas Task Force (\$12,000), and reapportionment legal fees (\$500,000).	(524,000)
33. Reduces funds of \$300,000 and transfers remaining \$127,604 contract for rehabilitation services to the Department of Labor - B Unit.	(427,604)
34. Annualizes the transfer of funds for contracts to Cost of Operations in the Office of the Governor for the CFO and COO.	(908,030)
35. Reduces contract funds of \$478,220 and adds \$250,000 from the Department of Juvenile Justice for monitoring compliance of the Memorandum of Agreement.	(228,220)
36. Transfers \$121,500 from per diem and fees to contracts to allow for proper classification of expenditures.	Yes

OFFICE OF THE GOVERNOR

37. Transfers \$25,040 from contracts to real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage.	Yes
38. Adds one position (\$151,965) and operating expenses (\$2,000) transferred from the Office of Education Accountability.	153,965
39. Reduces contracts (\$100,000), travel (\$5,500), and regular operating expenses (\$15,045).	(120,545)
40. Transfers from contracts to the Georgia Emergency Management Agency for the Emergency Operations Center.	(10,000)
41. Annualizes transfer of census data analysis including 4 positions from the Board of Regents.	1,293,885
42. Annualizes the transfer of funding from contracts to the Office of the Inspector General (\$263,066) and the Office of Homeland Security (\$252,818).	(515,884)
<u>Office of the Child Advocate</u>	
43. Reduces \$5,000 from travel to regular operating expenses to increase motor vehicle expenses.	Yes
44. Reduces personal services (\$11,104) and per diem and fees (\$8,000).	(19,104)
<u>Commission on Equal Opportunity</u>	
45. Transfers \$60,000 from per diem and fees to real estate rents (\$40,000) and personal services (\$20,000).	Yes
<u>Office of Consumer Affairs</u>	
46. Transfers \$2,128 from regular operating expenses (\$756), and equipment (\$1,372) to per diem and fees (\$756), and real estate rentals (\$1,372) for the Office of Consumers' Insurance Advocate.	Yes
47. Transfers \$3,080 from personal services to real estate rentals for the Office of the Consumers' Insurance Advocate and \$10,913 from personal services to real estate rentals for the Office of Consumer Affairs to fund a standard GBA rental rate of \$10.37 per rentable square footage.	Yes
48. Adjusts funding for the Consumers' Insurance Advocate.	(500,000)
<u>Council for the Arts</u>	
49. Reduces agency funds for regular operating expenses (\$45,000).	Yes
50. Reduces State Arts Grants (\$38,589), Humanities Grants (\$1,796), contracts (\$730), and regular operating expenses (\$5,000).	(46,115)
<u>Office of Human Relations</u>	
51. Increases real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage.	13,693
52. Annualizes the elimination of 5 positions and operating expenses.	(460,602)
<u>Office of Education Accountability</u>	
53. Supplants state funds in regular operating expenses (\$55,000), per diem and fees (\$11,000), and contracts (\$200,000) with Title VI funding.	(266,000)

OFFICE OF THE GOVERNOR

54. Eliminates three positions.	(103,800)
55. Annualizes the transfer of 5 positions and related expenses to the Office of the Inspector General.	(696,611)
56. Transfers one position (\$151,965) and operating expenses (\$2,000) to OPB.	(153,965)
<u>Georgia Emergency Management Agency</u>	
57. Adjusts personal services.	(22,300)
58. Reflects closing of Rome office.	(6,864)
59. Adds funds from OPB to provide state match for secure video teleconferencing equipment for the Emergency Operations Center.	10,000
<u>Professional Standards Commission</u>	
60. Transfers \$57,581 from contracts and \$33,376 from per diem and fees to real estate rentals to fund a standardized GBA rental rate of \$10.37 per rentable square footage.	Yes
61. Annualizes transfer of \$259,094 from contracts to personal services to assist agency in restructuring to address backlog in certification division. This transfer includes adding a Deputy Director of Administration, as well as, reclassifying and upgrading critical positions.	Yes
62. Reduces contracts (\$294,400) and per diem and fees (\$144,000) to reflect the completion of several projects.	(438,400)
63. Reduces Distance Learning contract (\$163,000), Grants to Local Systems (\$322,217), and eliminates two positions (\$147,098), also restores six time-limited positions (\$200,000).	(432,315)
<u>Office of the Inspector General</u>	
64. Annualizes the addition of 5 positions and operating expenses transferred from the Office of Education Accountability to the Office of the Inspector General (OIG).	696,611
65. Annualizes the transfer of additional funding for operations from OPB.	263,066
<u>Office of Homeland Security</u>	
66. Annualizes the transfer of 6 positions and operating expenses from the Department of Public Safety.	478,252
67. Annualizes the transfer of additional funding for operations from OPB.	252,818
Subtotal Adjusted Base	\$41,780,531
 Enhancements	
<u>Professional Standards Commission</u>	
1. Transfers \$40,000 from per diem and fees to personal services to address workload during peak season.	Yes
Subtotal Enhancements	\$0
Total FY 2004 General Funds	\$41,780,531
TOTAL FY 2004 STATE FUNDS	\$41,780,531

OFFICE OF THE GOVERNOR

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS	
Original FY 2003 Appropriations	\$46,726,538
Adjustments	
<u>Governor's Office</u>	
1. Reduces Cost of Operations.	(\$270,906)
2. Allows for an austerity adjustment.	(180,602)
<u>Office of Planning and Budget</u>	
3. Decreases personal services (\$256,573), per diem and fees (\$49,000) and regular operating expenses (\$24,000).	(329,573)
4. Decreases contract for Southern Center for International Studies by 3% from \$1,068,750 to \$1,036,687.	(32,063)
5. Reduces the contract for monitoring Department of Juvenile Justice compliance of the MOA.	(119,555)
6. Allows for an austerity adjustment.	(241,091)
<u>Office of Consumer Affairs</u>	
7. Decreases personal services (\$19,113), regular operating expenses (\$7,430), and equipment (\$628) in the Office of Consumers' Insurance Advocate.	(27,171)
8. Reduces personal services in the Office of Consumer Affairs.	(105,690)
9. Allows for an austerity adjustment.	(88,574)
<u>Commission on Equal Opportunity</u>	
10. Decreases personal services.	(25,292)
11. Allows for an austerity adjustment.	(16,861)
<u>Office of Education Accountability</u>	
12. Reduces contracts.	(78,889)
13. Supplants state funds in regular operating expenses (\$55,000) and per diem and fees (\$11,000) with Title VI funding.	(66,000)
14. Allows for an austerity adjustment.	(52,593)
<u>Georgia Emergency Management Agency</u>	
15. Reduces regular operating expenses (\$6,048) and per diem and fees (\$68,952).	(75,000)
16. Reduces funding for lease/purchase of vehicles.	(4,500)
17. Use existing regular operating expenses (\$37,500) for replacement of boiler.	Yes
18. Allows for an austerity adjustment.	(50,155)
<u>Council for the Arts</u>	
19. Decreases contract for the Historic Chattahoochee Commission (\$2,191), State Arts Grants (\$100,303), and Humanities Grants (\$5,389).	(107,883)

OFFICE OF THE GOVERNOR

20. Allows for an austerity adjustment.	(93,600)
<u>Office of the Child Advocate</u>	
21. Reduces personal services (\$4,011), travel (\$14,414), equipment (\$1,000), per diem and fees (\$2,349), and contracts (\$2,000).	(23,774)
22. Allows for an austerity adjustment.	(15,849)
<u>Office of Georgia Human Relations</u>	
23. Reduces personal services (\$4,200), travel (\$1,000), equipment (\$6,580) and computer charges (\$2,500).	(14,280)
24. Allows for an austerity adjustment.	(9,520)
<u>Professional Standards Commission</u>	
25. Reduces Grants to Local Systems from \$482,540 to \$362,217 to reflect continuing declines in enrollment in the Capstone program which provides funds to mentor student-teachers.	(120,323)
26. Decreases per diem and fees (\$68,615), and contracts (\$145,315).	(213,930)
27. Allows for an austerity adjustment.	(185,686)
OTHER ITEMS	
<u>Office of Planning and Budget</u>	
28. Moves per diem and fees (\$121,500) to contracts to allow for proper classification of expenditures.	Yes
29. Transfers \$18,777 from contracts and \$6,263 from regular operating expenses to real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage.	Yes
30. Transfers funding from the Department of Juvenile Justice for monitoring.	120,000
31. Transfers funding for census data analysis from the Board of Regents.	106,183
32. Transfers funds from contracts to the Governor's Office for creation of the CFO, COO, and the Office of Homeland Security (OHS).	(326,270)
33. Transfers funding from contracts to the Office of the Inspector General (\$272,772) and to the Office of Homeland Security (\$100,925) for operations.	(373,697)
<u>Office of Consumer Affairs</u>	
34. Transfers \$756 from regular operating expenses to per diem and fees, and \$1,372 from equipment to real estate rents for the Office of Consumers' Insurance Advocate.	Yes
35. Increases real estate rentals for the Office of Consumers' Insurance Advocate.	3,080
36. Transfers \$11,984 from personal services to real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage.	Yes
<u>Commission on Equal Opportunity</u>	
37. Moves per diem and fees to personal services (\$20,000) and real estate rentals (\$40,000).	Yes
<u>Office of the Child Advocate</u>	
38. Transfers \$1,500 from travel to regular operating expenses for motor vehicle expenses.	Yes

OFFICE OF THE GOVERNOR

Office of Georgia Human Relations

- 39. Adjusts real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage. 13,693

- 40. Transfers duties to the Governor's Office effective April 1, 2003. (150,000)

Governor's Office

- 41. Increases Governor's Emergency Fund for costs related to declared state disasters (\$4,996,246), and to replenish the general fund (\$648,754). 5,645,000

- 42. Transfers funds from OPB to Cost of Operations for CFO (\$136,547) and COO (\$164,723) and for 2 months funding of OHS (\$25,000). 326,270

Georgia Emergency Management Agency

- 43. Replaces loss of FEMA funding for the Terrorism Consequence Management Preparedness Assistance Program by decreasing Grants to Local EMA (\$268,286) and increasing personal services (\$212,659), regular operating expenses (\$21,138), telecommunications (\$17,244), travel (\$7,232) and per diem and fees (\$10,013) to allow use of EMPG funds. Yes

Office of Education Accountability

- 44. Transfers 5 positions and related expenses to create the Office of the Inspector General. (150,000)

Professional Standards Commission

- 45. Transfers \$57,581 from contracts and \$33,376 from per diem and fees to real estate rentals to fund a standard GBA rental rate of \$10.37 per rentable square footage. Yes

- 46. Transfers funds from per diem and fees to motor vehicle purchases (\$3,300) and motor vehicle expenses (\$3,000) to purchase DOAS-owned vehicle which was previously leased to PSC and to provide maintenance for vehicle. Yes

- 47. Transfers \$225,800 from contracts to telecommunications for a new telephone system that increases agency efficiency in assisting individuals with certification-related inquiries. Yes

- 48. Transfers \$144,000 from per diem and fees to contracts for consulting services to assist agency in transitioning to new computer system. Yes

- 49. Transfers \$259,094 from contracts to personal services to assist agency in restructuring to address backlog in certification division. This transfer includes providing a Deputy Director of Administration, reclassifying and upgrading positions. Yes

Office of the Inspector General

- 50. Transfers 5 positions and related expenses from the Office of Education Accountability to create the Office of the Inspector General. 150,000

- 51. Transfers funds from OPB for operations. 272,772

Office of Homeland Security

- 52. Transfers 6 positions and related expenses from the Department of Public Safety for the creation of the Office of Homeland Security. 156,445

- 53. Transfers \$100,925 from OPB for operations. 100,925

Total Adjustments	100,925
	\$3,345,041
Total Amended FY 2003 General Funds	\$50,071,579
TOTAL AMENDED FY 2003 STATE FUNDS	\$50,071,579

DEPARTMENT OF HUMAN RESOURCES

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$1,411,487,028
2. Reorganizes and consolidates domestic violence prevention programs to produce a 10% reduction in administrative costs.	(5,000)
3. Reduces the number of conferences and associated travel costs by using distance learning technology.	(50,000)
4. Reduces various contracts within DHR (Total Funds: \$966,509).	
a. Elaine Clark Center for the Growth and Development of Exceptional Children, Inc.	(50,000)
b. Georgia State University Research Foundation	(68,000)
c. Child Service and Family Counseling Center, Inc. - Families First	(75,000)
d. Hughes Spalding Children's Hospital	(80,000)
e. South DeKalb YMCA	(125,000)
f. Per Diem and Fees in General Administration	(136,509)
g. Liberty Theatre, Inc.	(150,000)
h. Springer Opera House	(150,000)
5. Reduces extended services of reemployed retirees.	(1,650,000)
6. Reduces the authorized position count by 245, from 11,299 to 11,054.	Yes
7. Transfers \$172,229 from indirect costs to real estate rentals to fund a standard GBA rental rate.	Yes
8. Reduces personal services to delete funding for DOAS insurance cost.	(2,364,687)
9. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(14,989,713)

Division of General Administration

10. Eliminates contract and program funding for the following:	
a. Electronic data entry person from the Office of Investigative Services	(15,000)
b. Printing of forms, reports and brochures within Policy and Government Services	(15,000)
c. Administrative team position in the Office of Investigative Services	(20,000)
d. Leadership Team and Board retreats	(20,000)
e. One position in the Commissioner's Office	(30,000)
f. Georgia Caregiver Resource Center	(57,500)
g. Two positions in the Office of Aging Services	(79,500)
h. Adoptive Family Training Seminar	(175,000)
i. Attachment Therapy for Adoptive Children	(250,000)
j. Performance audit contract funds for Community Service Boards (CSB)	(270,000)
11. Reduces funding for the following:	
a. Adopted Teen Empowerment and Mentoring program	(75,000)
b. Random drug testing	(75,000)
c. Office of Regulatory Services Lab Licensure program	(200,000)
d. Administrative costs for computer services	(259,712)
e. Operational costs for STARS and SUCCESS computer systems	(500,000)
12. Decreases funding by taking the following actions:	
a. Require that all conferences with less than 50 attendees use agency planners	(20,000)
b. Hold vacant the Human Resources and Organizational Development Director position	(60,000)

DEPARTMENT OF HUMAN RESOURCES

c. Reduce DHR Leadership Development Institute classes from 2 to 1 per year	(65,000)
d. Co-locate transportation staff with other DHR staff	(66,000)
e. Transfer the responsibility for distributing newsletters to existing contracts	(75,000)
f. Outsource print and design for policy and government services	(100,000)
g. Change banks based on pro forma completed by Office of Treasury	(105,000)
h. Consolidate all communications functions under the Office of Communications	(150,000)
i. Provide communications account management services including ongoing web maintenance to DHR divisions/offices	(150,000)
j. Relocate forms warehouse to commercial space and reduce space	(200,000)
k. Reconfigure existing child support enforcement contracts to provide better customer service and casework functions	(300,000)
l. Review help desk approach for re-bid or in-source	(600,000)
m. Renegotiate software licensing fees	(900,000)
n. Renegotiate current personal services contracts and re-bid remaining contracts in Information Technology	(1,500,000)
o. Replace child support enforcement checks with bank sponsored debit card payments	(2,000,000)
13. Allows for an austerity adjustment.	(2,549,730)
<u>Division of Public Health</u>	
14. Eliminates contract and program funding for the following:	
a. Scoliosis screening of children in metro Atlanta	(86,000)
b. Air ambulance service in Atlanta	(100,000)
c. Air ambulance service in Savannah	(100,000)
d. Technical assistance for universal hearing screening	(103,000)
e. State lab services for pre-marital testing	(204,080)
f. Visiting Nurses Health Systems	(223,806)
15. Reduces funding for the following:	
a. Cystic Fibrosis services	(1,000)
b. Grant-in-aid allocations to counties for HIV/AIDS ambulatory care in Chatham county	(2,353)
c. Parent-to-Parent of Georgia	(20,000)
d. Stroke and heart attack prevention in Chatham and Effingham counties	(20,104)
e. Cancer State Aid administration	(111,000)
f. Auditory-Verbal Center	(137,500)
g. AID Atlanta	(144,719)
h. Grant-in-aid allocations to counties for children's medical services	(150,000)
i. Administrative costs for the Cancer Program (\$5,000), the Chronic Disease Branch (\$6,005), the Health Promotion Section (\$51,698), the Director's Office (\$5,000) and the district-level funding of epidemiology (\$83,823)	(151,527)
j. Tobacco cessation education and tobacco use prevention programs	(485,000)
k. Grant-in-aid funding for County Boards of Health	(2,863,212)
16. Decreases funding by taking the following actions:	
a. Refinance state funds with early intervention federal funds for Parent-to-Parent of Georgia	(109,000)
b. Reflect the receipt of additional federal Family Planning funds	(1,098,295)
17. Allows for an austerity adjustment.	(2,079,597)

DEPARTMENT OF HUMAN RESOURCES

Division of Family and Children Services (DFCS)

18. Transfers the Emergency Food Assistance program from the Department of Education to DFCS.	48,000
19. Eliminates contract and program funding for the following:	
a. Contract for equipment used for telemedicine consultation in child abuse cases	(200,000)
b. All out of state travel in DFCS	(54,000)
20. Reduces funding for the following:	
a. Reflect actual rent and costs associated with the new Long County DFCS Office	(65,000)
b. State conferences by 50%	(103,000)
c. Contractor staff	(250,000)
d. 12 state level professional staff positions	(281,000)
21. Decreases funding by taking the following actions:	
a. Close 10 administrative offices, relocate staff and telework	(43,000)
b. Refinance the Project Plus program with federal funds	(75,000)
c. Centralize county DFCS payroll	(137,000)
d. Refinance Georgia Network of Child Advocacy Centers with federal funds	(500,000)
e. Refinance the Department of Labor Welfare-to-Work program with federal funds	(2,500,000)
f. Refinance the Department of Technical and Adult Education Intensive Literacy Training and Education program with federal funds	(2,594,978)
22. Allows for an austerity adjustment.	(6,150,579)

Division of Mental Health, Developmental Disabilities, and Addictive Diseases (MHDDAD)

23. Annualize the cost of 507 community based mental retardation slots (Total Funds: \$4,034,082).	1,712,144
24. Annualize the transition costs of 65 children with mental retardation moving from state hospitals to community placements (Total Funds: \$2,068,916).	1,172,053
25. Eliminate one-time funding for a residential substance abuse facility in Macon.	(500,000)
26. Reduces funding for the following:	
a. Unobligated state level reserves for autism services	(95,000)
b. MHDDAD Regional Boards	(500,000)
c. Administrative costs of Community Service Boards (CSBs)	(2,600,000)
d. Medicaid reimbursement for community mental health center services by 10 percent	(4,252,205)
27. Decreases funding by taking the following actions:	
a. Transfer the contract with the Georgia Council for the Hearing Impaired to the Department of Labor	(50,000)
b. Consolidate MHDDAD state level administration positions	(415,000)
c. Reflect the use of Social Service Block Grant funds to finance administrative costs	(761,108)
d. Consolidate the administration of Georgia Regional Hospital at Augusta and Gracewood State School and Hospital	(813,417)
28. Reflects an increase in federal Medicaid reimbursement for services provided by state intermediate care facilities for the developmentally disabled.	(819,323)

DEPARTMENT OF HUMAN RESOURCES

29. Allows for an austerity adjustment. (7,464,175)

Subtotal Adjusted Base \$1,344,228,896

Enhancements

Division of General Administration

- | | |
|---|-------------|
| 1. Appropriates \$1,500,000 from the Brain and Spinal Injury Trust Fund for additional client benefits (\$1,350,000) and operating costs (\$150,000). | \$1,500,000 |
| 2. Provides funds to maintain operations in the Office of Child Support Enforcement (Total funds: \$3,176,542). | 1,048,292 |
| 3. Expands Family Connection to the 5 remaining counties (Camden, Decatur, Early, Schley and Worth) not currently funded. | 250,000 |

Division of Public Health

- | | |
|---|-----------|
| 4. Replaces lost Indigent Care Trust Fund earnings for the Children 1st program (Total funds: \$4,016,403). | 1,261,717 |
| 5. Provides funds for an Organ Donor Education program. | 300,000 |
| 6. Provides funds for S. Cell, Inc. at Grady Memorial Hospital. | 100,000 |
| 7. Provides funds for Healthy Mothers Healthy Babies Powerline. | 16,000 |

Division of Family and Children Services (DFCS)

- | | |
|---|---------|
| 8. Provides funds for the Union County Human Services Facility. | 180,000 |
| 9. Provides funding for Tifton and Vidalia Battered Women Shelters. | 150,000 |

Child Protective Services

- | | |
|--|-----------|
| 10. Provides funds to convert to a Level of Care Placement System that pays uniform rates for the therapeutic residential treatment based on the needs of the child. | 9,878,494 |
| 11. Replaces federal funding lost due to the federal audit of the Title IV-E foster care program eligibility and program requirements. | 7,413,452 |
| 12. Adds 100 caseworkers to reduce child protection workers caseloads, plus 25 entry-level positions to create a regional pool of trained workers to fill caseworker vacancies (Total funds: \$7,733,144). | 5,799,858 |
| 13. Annualizes the cost of closing the Fulton and Dekalb Children's Emergency Shelters (Total funds: \$8,910,694). | 4,905,000 |
| 14. Provides funds for the recruitment and training of foster parents (Total funds: \$1,002,430). | 825,000 |
| 15. Provides funds to develop and improve new social services caseworker and on-going caseworker training (Total funds: \$1,228,070). | 700,000 |
| 16. Increases the annual clothing allowance for foster children from \$100 to \$200 per year (Total funds: \$730,300). | 579,493 |
| 17. Expands Community Partnerships for Child Protection initiatives to additional counties. | Yes |
| 18. Pilots joint case management for children in DFCS/DJJ custody. | Yes |

Smart Start Georgia

DEPARTMENT OF HUMAN RESOURCES

19. Expands Smart Start Georgia (formerly Georgia Early Learning Initiative) to Bryan, Chatham, and Effingham counties in order to improve the quality of childcare.	425,000
<u>Division of Mental Health, Developmental Disabilities, and Addictive Diseases (MHDDAD)</u>	
20. Provides 12 months funding for personal services and regular operating expenses for the new forensics building on the campus of Central State Hospital.	3,892,794
21. Provides funds for the Gwinnett County Community Service Board.	800,000
22. Funds additional slots for a group home in Glennville.	109,210
23. Provides funds for the Suicide Prevention program.	100,000
24. Redirects state funding made available through the receipt of federal upper payment limit funds for intermediate care facilities for the mentally retarded (ICF-MR) to the following items: a. Anti-psychotic medication for clients in the State Hospital system (\$2,279,485) b. A 23-hour observation unit at Atlanta Regional Hospital to alleviate overcrowding (\$2,735,000)	Yes
<u>Actions to Address Olmstead v. L.C. - Provision of Services for the Disabled</u>	
25. Annualizes the transition of 40 adolescents from state hospitals to state operated intensive supervision homes (Total funds: \$1,422,288).	1,356,187
26. Provides Community Care Service program services to 84 nursing home residents transitioning to the community.	421,532
27. Annualizes the cost to transition developmentally disabled children from private nursing homes to community-based settings.	296,922
28. Redirects state funding made available as a result of the receipt of federal upper payment limit funds for intermediate care facilities for the mentally retarded (ICF-MR) to implement the following items: a. Transition 50 adults with developmental disabilities from State hospitals to community services (\$2,631,968) (Total funds: \$5,590,284) b. Transition 15 adults with serious mental illness from State hospitals to group homes and assisted living placements (\$432,898) (Total funds: \$994,532) c. Identification, assessment and planning for the transition of qualified adults with mental illness and/or developmental disabilities from institutional to community settings (\$170,000) d. Funds 2 certification and review positions to conduct certification, monitoring and quality assurance activities for new and existing community providers and facilities (\$148,644)	Yes
29. Directs DHR to implement a train-the-trainer approach to prepare hospital and community providers to educate consumers and families on transition planning for adults with developmental disabilities and severe mental illness.	Yes
30. Directs DHR to identify and evaluate solutions to legal barriers and disincentives for the appropriate transition of persons residing in State operated institutions to community placements.	Yes
31. Directs DHR to develop a demonstration project in a selected DHR service delivery region that would pool all developmental disability related fiscal resources within one budget unit in order to promote flexibility in the delivery of developmental disability services regardless of client setting.	Yes

DEPARTMENT OF HUMAN RESOURCES

Unlock the Waiting List

- | | |
|---|-----------|
| 32. Adjusts for the increased cost of the provision of services in the Community Care Services program (Total funds: \$3,080,438). | 1,203,378 |
| 33. Redirects state funding made available as a result of the receipt of federal upper payment limit funds for State intermediate care facilities for the developmentally disabled (ICF-MR) to expand services to 50 consumers with developmental disabilities on the short-term waiting list (\$949,031) (Total funds: \$2,349,087). | Yes |

Subtotal Enhancements	<u>\$43,512,329</u>
Total FY 2004 General Funds	\$1,387,741,225

Tobacco Settlement Funds

- | | |
|---|------------------|
| 1. Reflects base funding for the department. | \$45,263,392 |
| 2. Reduces funding for the Newborn Hearing Screening program. | <u>(840,000)</u> |

Total FY 2004 Tobacco Settlement Funds	<u>\$44,423,392</u>
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TOTAL FY 2004 STATE FUNDS	\$1,432,164,617
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FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$18,620,000 in new bonds that relate to the Department of Human Resources.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$1,411,487,028
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Adjustments

Division of General Administration

- | | |
|--|-------------|
| 1. Maintains operations in the Office of Child Support Enforcement (Total funds: \$3,176,642). | \$1,048,292 |
| 2. Transfers \$728,141 from other DHR divisions and object classes to consolidate the budget for DHR's multi-purpose building at Albany (Total funds: \$1,452,830). | 728,141 |
| 3. Appropriates \$500,000 from the Brain and Spinal Injury Trust Fund for additional client benefits (\$350,000) and operating costs (\$150,000). | 500,000 |
| 4. Reduces departmental administrative costs. | (818,713) |
| 5. Reduces funds saved by renegotiating software licensing fees. | (900,000) |
| 6. Realigns \$36,000 in state funds from regular operating expenses to travel in the Office of Facilities and Support to monitor DHR transportation service levels within the state. | Yes |
| 7. Transfers \$55,000 from contracts to regular operating (\$25,000) and travel (\$30,000) in the Office of Audits to provide for travel and training costs for auditing staff. | Yes |

DEPARTMENT OF HUMAN RESOURCES

8. Realigns \$141,572 in state funds from contracts to per diem and fees to procure Special Assistant Attorney Generals on behalf of the Office of Child Support Enforcement (Total funds: \$416,388).	Yes
9. Transfers \$140,140 from MHDDAD Community MR services to General Administration transportation to further consolidate the statewide client transportation system.	Yes
10. Transfers \$754,937 in indirect funds, 6 positions, and 1 vehicle from the Georgia Technology Authority operated Milledgeville Data Center at Central State Hospital to the Office of Information Technology Computer Services to further consolidate data center operations.	Yes
11. Transfers \$1,555,000 in contract funds from contracts to grants-to-county DFCS operations to fund Family Connection contracts with counties that have chosen local DFCS offices as their fiscal agent in FY 2003.	Yes
12. Allows for an austerity adjustment.	(1,818,958)
<u>Division of Family and Children Services (DFCS)</u>	
13. Transfers the Emergency Food Assistance program from the Department of Education to DFCS (Total funds: \$96,000).	48,000
14. Refinances the following contracts with federal funds:	
a. Georgia Network of Child Advocacy Centers	(500,000)
b. Department of Labor Welfare-to-Work program	(2,500,000)
c. Department of Technical and Adult Education Intensive Literacy Training and Education program	(2,594,978)
15. Set the Department of Human Resources TANF maintenance effort at 75%.	(2,500,000)
16. Transfers funds to General Administration to consolidate the budget for DHR's multi-purpose building at Albany (Total funds: \$1,356,866).	(632,177)
17. Provides for a one-time reduction of funds for the new Long County DFCS facility.	(150,000)
18. Directs DHR to identify and evaluate after-school funds not currently used as part of the DHR maintenance of effort for TANF purpose calculations.	Yes
19. Directs DHR to identify and evaluate HOPE scholarship funds currently spent on TANF eligible clients to be considered as part of the DHR maintenance of effort for TANF purpose calculations.	Yes
20. Allows for an austerity adjustment.	(4,500,000)
<u>Child Protective Services</u>	
21. Funds Specialized Foster Care services to offset increased caseloads and to meet the mental health needs of children in care.	9,430,347
22. Replaces federal funds lost due to the federal audit of the Title IV-E foster care program eligibility and program requirements.	8,830,038
23. Provides services to support the closure of the Fulton and DeKalb Emergency Shelters for children and adolescents (Total funds: \$5,131,835).	2,900,000
24. Provides bridge funding to private providers of out-of-home placements pending the implementation of the Level of Care Payment/Placement System.	1,000,000
<u>Division of Mental Health, Developmental Disabilities, and Addictive Diseases (MHDDAD)</u>	
25. Redirects state funding made available as a result of the receipt of federal upper payment limit funds for state intermediate care facilities for the mentally retarded (ICF-MR) to the following items:	Yes

DEPARTMENT OF HUMAN RESOURCES

a. Anti-psychotic medication for clients in the State Hospital system (\$2,279,485)	
b. 23-Hour observation unit at Atlanta Regional Hospital to alleviate overcrowding and a transfer in service capacity to match regional boundary changes (\$1,200,000)	
c. Furniture for 2 units in the new forensic building on the campus of Central State Hospital	
26. Transfers \$47,342 from Southwestern State Hospital and \$48,622 from State Administration to General Administration to consolidate the budget for DHR's multi-purpose building at Albany.	(95,964)
27. Reduces funding for a residential substance abuse facility in Macon.	(100,000)
28. Consolidates the administration of the Georgia Regional Hospital at Augusta and Gracewood State School and Hospital.	(250,000)
29. Reflects the use of Social Services Block Grant funds to finance administrative costs.	(462,500)
30. Reflects savings from a one-time modified hiring freeze for hospitals/state office.	(1,454,837)
31. Reflects a one-time increase in federal Medicaid reimbursement for services provided by state intermediate care facilities for the mentally retarded.	(2,559,775)
<u>Actions to Address Olmstead v. L.C. - Provision of Services for the Disabled</u>	
32. Redirects state funding made available as a result of the receipt of federal upper payment limit funds for state intermediate care facilities for the mentally retarded (ICF-MR) to the following items:	Yes
a. Operation of 4 intensive supervision homes to serve 40 severely emotionally disturbed adolescents transitioning from state hospitals to the community (\$1,186,357) (Total funds: \$1,228,591)	
b. Identification, assessment, and planning for the transition of qualified adults with mental illness and/or developmental disabilities from institutional to community settings (\$170,000)	
33. Redirects \$807,692 in lapsed community program funding to the following items:	Yes
a. Start-up costs to transition 65 children with developmental disabilities from state hospitals to community settings (\$585,000).	
b. Community programs to transition mentally retarded children from private nursing homes to community-based settings (\$222,692) (Total funds: \$712,716).	
34. Directs DHR to identify dedicated staff for the management, oversight, and evaluation of the state's annual Olmstead workplan.	Yes
35. Directs DHR to identify and evaluate solutions to legal barriers and disincentives for the appropriate transition of persons residing in state operated institutions to community placements.	Yes
36. Directs DHR to develop a demonstration project in a selected DHR service delivery region that would pool all developmental disability related fiscal resources within one budget unit in order to promote flexibility in the delivery of developmental disability services regardless of client setting.	Yes
37. Directs DHR to develop curriculum for a train-the-trainer approach to prepare hospital and community providers to educate consumers and families on transition planning for adults with developmental disabilities and severe mental illness.	Yes
38. Properly aligns object classes.	Yes
39. Allows for an austerity adjustment.	(3,100,000)
<u>Division of Public Health</u>	
40. Provides funds to replace lost Indigent Care Trust Fund earnings for the Children 1st program (Total funds: \$4,016,403).	1,261,717

DEPARTMENT OF HUMAN RESOURCES

41. Eliminates funding for various contracts:	
a. Air ambulance service in Atlanta	(100,000)
b. Technical assistance for universal hearing screening	(103,000)
c. State lab services for pre-marital testing	(204,080)
42. Reduces funding for various contracts:	
a. Cystic Fibrosis services	(1,000)
b. Auditory-Verbal Center of Atlanta, Inc.	(8,250)
c. Parent-to-Parent of Georgia for support of parents with special needs children	(20,000)
d. Stroke and heart attack prevention in Chatham and Effingham counties	(20,014)
e. Air ambulance service in Savannah	(75,000)
f. AID Atlanta for case management of HIV-positive and AIDS patients	(144,719)
g. Visiting Nurses Health System for the medically indigent	(172,803)
43. Reduces grant-in-aid allocations to counties for:	
a. HIV/AIDS Ambulatory care in Chatham County	(2,353)
b. Children's medical services	(150,000)
44. Reduces administrative costs for cancer programs (\$5,000), the Chronic Disease Branch (\$6,006), the Health Promotion Section (\$51,698), the Director's Office (\$5,000), and district-level funding for epidemiology (\$83,823).	(151,527)
45. Reflects the receipt of additional federal Family Planning funds.	(1,000,000)
46. Reduces Grant-In-Aid funding for County Boards of Health.	(2,754,692)
47. Allows for an austerity adjustment.	(1,407,096)
Total Adjustments	(\$5,505,901)
Total Amended FY 2003 General Funds	\$1,405,981,127

DEPARTMENT OF HUMAN RESOURCES

TOBACCO SETTLEMENT FUNDS

Original FY 2003 Appropriations \$47,748,385

Adjustments

- | | |
|--|-----|
| <p>1. Transfers one-time surplus of \$150,000 from the Tobacco Use Prevention program to the Breast and Cervical Cancer Screening program to provide additional screening funding for county health departments.</p> | Yes |
| <p>2. Transfers one-time surplus of \$539,653 from the Tobacco Use Prevention program to the Cancer State Aid program to reimburse the medical expense for additional uninsured patients.</p> | Yes |

Total Adjustments \$0

Total Amended FY 2003 Tobacco Settlement Funds \$47,748,385

TOTAL AMENDED FY 2003 STATE FUNDS **\$1,453,729,512**



DEPARTMENT OF INDUSTRY, TRADE AND TOURISM

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$30,627,113
2. Modifies operating expenses in publications and printing.	(7,193)
3. Decreases agency travel expenses.	(3,000)
4. Reduces office rents to accommodate renegotiated leases.	(15,000)
5. Adjusts funding for a location scout in the Film, Music and Videotape Division.	(12,000)
6. Cancels miscellaneous marketing agreements.	(484,658)
7. Eliminates the following pass-thru funding:	(50,000)
a. Grant for the Peach Blossom Trail Initiative (\$15,000)	
b. Grant for the Georgia Peach Festival (\$10,000)	
c. Grant for the Historic Dramas (\$25,000)	
8. Decreases contract funds to assist with the operations of the Bainbridge Welcome Center (Total funds: \$115,000).	(10,000)
9. Reduces the authorized position count by 6, from 201 to 195.	Yes
10. Transfers board members per diem and contracts expenditures to the travel object class.	Yes
11. Removes one-time funding for an economic development contract.	(2,200,000)
12. Eliminates one-time funding for the Jesup Welcome Center (\$2,500), the museum and visitor center in Clinch county (\$187,000), and the development of a series of landings on Altamaha River to foster eco-tourism (\$53,000).	(242,500)
13. Reduces personal services to delete funding for DOAS insurance cost.	(20,111)
14. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(128,315)
15. Allows for an austerity adjustment.	<u>(981,360)</u>
Subtotal Adjusted Base	\$26,472,976

Enhancements

1. Provides for Payments to the Georgia Ports Authority for site preparation of the "megasite" in Pooler.	<u>\$20,000,000</u>
Subtotal Enhancements	<u>\$20,000,000</u>
Total FY 2004 General Funds	\$46,472,976

DEPARTMENT OF INDUSTRY, TRADE AND TOURISM

TOBACCO SETTLEMENT FUNDS

1. Reflects base funding for the OneGeorgia Authority.	\$65,430,712
2. Transfers the OneGeorgia Authority to the Department of Community Affairs in compliance with HB 1393.	(65,430,712)
	\$0
Total FY 2004 Tobacco Settlement Funds	\$0
TOTAL FY 2004 STATE FUNDS	\$46,472,976

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$27,500,000 in new bonds that relate to the Georgia Ports Authority and \$3,800,000 in new bonds that relate to the Georgia World Congress Center.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$30,627,113
Adjustments	
1. Modifies operating expenses for publications and printing.	(\$4,155)
2. Decreases agency travel expenses.	(3,000)
3. Reduces office rents to accommodate renegotiated leases.	(15,000)
4. Adjusts funding for a location scout in the Film, Music and Videotape Division.	(12,000)
5. Cancels miscellaneous marketing agreements.	(884,658)
6. Properly aligns object classes.	Yes
7. Transfers funding to the Department of Technical and Adult Education for aircraft rental through the Georgia Aviation Technical college.	(94,000)
8. Properly aligns object classes.	Yes
9. Allows for an austerity adjustment.	(612,542)
	(\$1,625,355)
Total Adjustments	(\$1,625,355)
Total Amended FY 2003 General Funds	\$29,001,758

DEPARTMENT OF INDUSTRY, TRADE AND TOURISM

TOBACCO SETTLEMENT FUNDS

Original FY 2003 Appropriations	\$65,430,712
Adjustments	
1. Fund current economic development project with additional EDGE funds.	\$2,500,000
2. Provide additional tobacco settlement funding to OneGeorgia reserves for use in future years.	<u>10,120,551</u>
Total Amended FY 2003 Tobacco Settlement Funds	<u>\$78,051,263</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$107,053,021

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$1,500,000 in new bonds that relate to the Georgia Ports Authority and \$19,000,000 in new bonds that relate to the Georgia World Congress Center.

DEPARTMENT OF INSURANCE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$16,192,892
2. Reduces funding for personal services (\$100,000), travel (\$30,000), equipment (\$10,400), per diem and fees (\$6,000) and telecommunications (\$15,529).	(161,929)
3. Adjusts personal services in the Safety Fire Division (\$237,388) and the Insurance Regulation Division (\$86,470).	(323,858)
4. Transfers \$33,525 from personal services to real estate rentals for a standard GBA rental rate.	Yes
5. Transfers funds from personal services (\$21,391) and regular operating expenses (\$40,838) to motor vehicle purchases (\$24,824) and computer charges (\$37,405).	Yes
6. Reduces personal services.	(65,688)
7. Reduces personal services to delete funding for DOAS insurance cost.	(30,411)
8. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology telephone billings.	(176,490)
9. Allows for austerity adjustment.	<u>(485,787)</u>

Subtotal Adjusted Base **\$14,948,729**

Enhancement

1. Provides funding for personal services to meet required national accreditation standards.	<u>\$1,900,000</u>
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Subtotal Enhancement **\$1,900,000**

Total FY 2004 General Funds **\$16,848,729**

TOTAL FY 2004 STATE FUNDS **\$16,848,729**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$16,192,892

Adjustments

1. Reduces funding for personal services (\$100,000), travel (30,000), equipment (\$10,400), per diem and fees (\$6,000) and telecommunications (\$15,529).	(\$161,929)
2. Provides funding for personal services in order to meet required national accreditation standards.	798,723

DEPARTMENT OF INSURANCE

3. Transfers \$33,525 from personal services to real estate rentals to fund a standard rental rate.	Yes
4. Allows for an austerity adjustment.	<u>(323,858)</u>
Total Adjustments	<u>\$312,936</u>
Total Amended FY 2003 General Funds	<u>\$16,505,828</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$16,505,828

DEPARTMENT OF JUVENILE JUSTICE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$279,841,168
2. Eliminates 13 new slots/beds planned for the Intermediate Intervention Program.	(1,000,000)
3. Cancels the addition of 13 new beds to the Non-Secure Detention Program.	(750,000)
4. Reduces funding for the Emanuel Youth Development Campus (YDC) due to the facility being under capacity.	(726,425)
5. Cancels the addition of 13 slots in the Multi-Systemic Therapy Program.	(265,000)
6. Reduces funding for the Savannah River Challenge Program due to start-up costs that are no longer required.	(213,249)
7. Reduces funding for various contracts:	
a. North Georgia Wilderness Program	(116,000)
b. Privatized YDCs - Reserve	(85,000)
c. Regional Youth Detention Center (RYDC) Statewide - Reserve	(76,488)
d. YDC Contract - Reserve	(60,000)
e. Augusta YDC - Medical	(47,500)
8. Eliminates funding for various contracts:	
a. Project Destiny	(630,000)
b. Murphy Harpst	(156,780)
c. Augusta Mini-Theater, Inc.	(137,500)
d. Youth Enhancement Services, Inc.	(125,000)
e. Wholistic Stress Control	(115,000)
f. Pacific Institute Contract	(95,000)
g. Augusta Richmond Opportunities Center, Inc.	(85,000)
h. Vashti	(75,000)
i. Bibb County At-Risk Kids Program	(50,000)
9. Reduces travel (\$177,220), equipment (\$100,000), Mental Health per diem (\$118,749), Administrative per diem (\$75,000) and YDC Care and Custody per diem (\$55,567).	(526,536)
10. Reduces the authorized position count by 49, from 4,227 to 4,178.	Yes
11. Transfers \$41,433 from contracts to real estate rentals to fund a standard GBA rental rate.	Yes
12. Reduces personal services to delete funding for DOAS insurance cost.	(505,446)
13. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(1,763,469)
14. Allows for an austerity adjustment.	(5,035,644)
Subtotal Adjusted Base	\$267,201,131

DEPARTMENT OF JUVENILE JUSTICE

Enhancements

1. Provides start-up and operational funds for three new RYDCs (Augusta, Macon, and Rome) scheduled to come on-line in May 2003. The opening of these new facilities is necessary for compliance with the Memorandum of Agreement between the State of Georgia and the U.S. Department of Justice.	\$7,365,101
2. Eliminates hiring delays for Juvenile Correctional Officers so that facilities are adequately staffed at all times. The timely hiring of these critical positions is necessary for compliance with the Memorandum of Agreement between the State of Georgia and the U.S. Department of Justice.	2,250,000
3. Provides additional funds for the privatized operation of McIntosh YDC.	1,000,000
4. Provides funding, in addition to existing funds, for the partial year operation of the new Crisp Short-Term YDC program for boys beginning January 1, 2004.	335,997
5. Realigns object classes for privatized maintenance contract.	Yes
6. Realigns object classes for Macon YDC Mental Health contract.	Yes
7. Realigns object classes for the expansion of the privatization of vocational education programs at YDCs with the Department of Technical and Adult Education.	Yes

Child Protective Services Package

8. Provides funds to convert to a Level of Care Placement System that pays uniform rates for therapeutic residential treatment based on the needs of the child.	3,765,532
9. Authorizes the Department of Human Resources (DHR) to share state funds with DJJ to support a pilot program for case management for children in joint DJJ/DHR custody.	Yes

Subtotal Enhancements	\$14,716,630
Total FY 2004 General Funds	\$281,917,761
TOTAL FY 2004 STATE FUNDS	\$281,917,761

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$5,705,000 in new bonds that relate to the Department of Juvenile Justice.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$279,841,168
Adjustments	
1. Eliminates 13 new slots/beds planned for the Intermediate Intervention Program (\$1,000,000) and adjusts for one-time savings due to delayed implementation (\$1,566,320).	(\$2,566,320)
2. Delays the opening of the Crisp Regional Youth Detention Center (RYDC) until January 2004.	(1,609,923)
3. Cancels the addition of 13 new beds to the Non-Secure Detention Program.	(750,000)
4. Reduces funding for the Emanuel Youth Development Campus (YDC) due to the facility being under capacity.	(726,425)

DEPARTMENT OF JUVENILE JUSTICE

5. Reduces funding for the Savannah River Challenge Program (YDC) due to implementation delays and start-up costs that are no longer required.	(663,249)
6. Cancels the addition of 13 slots in the Multi-Systemic Therapy Program.	(265,000)
7. Reduces the following contracts:	
a. North Georgia Wilderness	(116,000)
b. Privatized YDC's - Reserve	(85,000)
c. RYDC Statewide - Reserve	(76,488)
d. YDC Contract - Reserve	(60,000)
e. Augusta YDC - Medical	(47,500)
f. Augusta Mini-Theater, Inc.	(34,375)
g. Youth Enhancement Services, Inc.	(31,250)
h. Wholistic Stress Control	(28,750)
i. Augusta Richmond Opportunities Center, Inc.	(21,250)
j. Bibb Co. At-Risk Kids Program	(12,500)
k. Macon YDC - Dental	(10,717)
8. Reduces travel (\$177,220), equipment (\$100,000), Mental Health per diem (\$98,319), Administrative per diem (\$75,000), and YDC - Care and Custody per diem (\$55,567).	(506,106)
9. Provides start-up and operational funds for three new RYDCs (Augusta, Macon, and Rome) scheduled to come on-line in May 2003. The opening of these new facilities is necessary for compliance with the Memorandum of Agreement between the State of Georgia and the U.S. Department of Justice.	3,104,164
10. Eliminates hiring delays for Juvenile Correctional Officers so that facilities are adequately staffed at all times. The timely hiring of these critical positions is necessary for compliance with the Memorandum of Agreement between the State of Georgia and the U.S. Department of Justice.	1,580,000
11. Realigns object classes for privatized maintenance contract.	Yes
12. Realigns object classes for Macon YDC Mental Health contract.	Yes
13. Realigns object classes for the expansion of the privatization of vocational education programs at YDCs with the Department of Technical and Adult Education.	Yes
14. Allows for an austerity adjustment.	<u>(4,825,188)</u>
Total Adjustments	<u>(\$7,751,877)</u>
Total Amended FY 2003 General Funds	<u>\$272,089,291</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$272,089,291

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$2,700,000 in new bonds that relate to the Department of Juvenile Justice.

DEPARTMENT OF LABOR

Unit A - Department of Labor

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$27,687,894
2. Reduces funds for personal services.	(790,698)
3. Adjusts funding for computer charges.	(39,939)
4. Transfers \$85,383 from per diem and fees to real estate rentals.	Yes
5. Provides funds for job training and education.	190,000
6. Reduces the authorized position count by 16, from 1,993 to 1,977.	Yes
7. Reduces personal services to delete funding for DOAS insurance costs.	(29,653)
8. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings (Total funds: \$647,111).	(98,814)
9. Allows for an austerity adjustment.	<u>(830,637)</u>

Total FY 2004 General Funds **\$26,088,153**

TOTAL FY 2004 STATE FUNDS **\$26,088,153**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$27,687,894

Adjustments

1. Decreases funds for personal services.	(\$790,698)
2. Reduces funding for computer charges.	(39,939)
3. Transfers \$85,383 from per diem and fees to real estate rentals.	Yes
4. Allows for an austerity adjustment.	<u>(553,758)</u>

Total Adjustments **(\$1,384,395)**

Total Amended FY 2003 General Funds **\$26,303,499**

TOTAL AMENDED FY 2003 STATE FUNDS **\$26,303,499**

DEPARTMENT OF LAW

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$15,693,120
2. Reduces personal services (\$134,103), regular operating expenses (\$14,036), computer charges (\$3,023), telecommunications (\$1,942), travel (\$1,836), and law library (\$1,992).	(156,932)
3. Increases agency income received from Department of Administrative Services insured cases.	(313,862)
4. Reduces per diem and fees for retaining private attorneys when a conflict of interest exists.	(10,000)
5. Increases agency funds \$78,472 to fund a standard GBA rental rate.	Yes
6. Reduces personal services to delete funding for DOAS insurance cost.	(29,106)
7. Reflects adjustments in the workers' compensation contribution, the employer portion of the employee life insurance contribution, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telecommunications billings.	(81,737)
8. Allows for an austerity adjustment.	<u>(470,793)</u>
Subtotal Adjusted Base	<u>\$14,630,690</u>
Total FY 2004 General Funds	<u>\$14,630,690</u>
TOTAL FY 2004 STATE FUNDS	\$14,630,690

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$15,693,120

Adjustments

1. Reduces personal services (\$134,103), regular operating expenses (\$14,036), travel (\$1,836), computer charges (\$3,023), telecommunications (\$1,942), and law library (\$1,992).	(156,932)
2. Increases agency income received from Department of Administrative Services insured cases.	(313,862)
3. Reduces per diem and fees for retaining private attorneys when a conflict of interest exists.	(10,000)
4. Increases agency funds \$78,472 to fund a standard GBA rental rate.	Yes
5. Allows for an austerity adjustment.	<u>(313,862)</u>
Total Adjustments	<u>(\$794,656)</u>
Total Amended FY 2003 General Funds	<u>\$14,898,464</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$14,898,464

MERIT SYSTEM OF PERSONNEL ADMINISTRATION

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$14,945,527
2. Transfers \$348, 504 from personal services (\$30,000), regular operating expenses (\$45,715), travel (\$67,050), computer charges (\$100,000), telecommunications (\$30,724), contracts (\$45,015) and per diem and fees (\$30,000) to Payments to State Treasury.	Yes
3. Increases agency funds to reflect a payment to the state treasury of agency assessment funds.	732,336
4. Transfers \$19,344 from personal services to Payments to State Treasury.	Yes
5. Transfers \$35,432 from regular operating expenses to real estate rentals to fund a standard GBA rental rate.	Yes
6. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology telephone billings.	(104,207)

Total FY 2004 OTHER FUNDS	<u>\$15,573,656</u>
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TOTAL FY 2004 STATE FUNDS	None
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AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations

	\$14,945,527
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Adjustments

1. Transfers \$348,504 from personal services (\$30,000), regular operating expenses (\$45,715), travel (\$67,050), computer charges (\$100,000), telecommunications (\$30,724), per diem and fees (\$30,000) and contracts (\$45,015) to Payments to State Treasury.	Yes
2. Increases agency funds to reflect a payment to the state treasury of agency assessment funds.	732,336
3. Redirects \$35,432 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes

Total Adjustments	<u>\$732,336</u>
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Total AMENDED FY 2003 OTHER FUNDS	<u>\$15,677,863</u>
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TOTAL AMENDED FY 2003 STATE FUNDS	\$15,677,863
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The Merit System normally does not receive any state funds but has an authorized spending level set by the Appropriations Act from income generated through merit assessments from other state agencies, service contracts with various state agencies covering non-base personnel services, and deferred compensation investments. The state agency merit assessments are applied to classified and unclassified service positions and fund only the expense of furnishing the base level of personnel services to state agencies.

DEPARTMENT OF MOTOR VEHICLE SAFETY

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$92,887,783
2. Reduces funding from personal services (\$1,270,188), regular operating expenses (\$408,878), equipment (\$400,000), per diem and fees (\$270,000), computer charges (\$100,000), and telecommunications (\$200,000).	(2,649,066)
3. Eliminates funding for Post Repairs (\$34,900) and Investment for Modernization (\$102,668).	(137,568)
4. Reduces funding associated with on-going tag expense and allow Correctional Industries to provide \$4,583,792 for tags, decals, registration cards, and lables.	(3,438,889)
5. Adjusts funds designated for the motorcycle safety program (\$649,400) and drivers license travel teams (\$200,000).	(849,400)
6. Reduces one-time funding for the 2004 new license plate and decals.	(3,453,600)
7. Reduces the authorized position count by 41, from 1,493 to 1,452.	Yes
8. Transfers \$256,056 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
9. Reduces personal services to delete funding for DOAS insurance cost.	(186,248)
10. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(707,576)
11. Allows for an austerity adjustment.	<u>(2,786,634)</u>
Total FY 2004 General Funds	<u>\$78,678,802</u>
TOTAL FY 2004 STATE FUNDS	\$78,678,802

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

Original FY 2003 Appropriations	\$92,887,783
Adjustments	
1. Reduces funding from personal services (\$1,270,188), regular operating expenses (\$408,878), equipment (\$400,000), per diem and fees (\$270,000), computer charges (\$100,000), and telecommunications (\$200,000).	(\$2,649,066)
2. Eliminates funding for Post Repairs (\$34,900) and Investment for Modernization (\$102,668).	(137,568)
3. Provides for a shortfall in permit collections.	1,300,000
4. Transfers \$256,056 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
5. Allows for an austerity adjustment.	<u>(1,857,756)</u>

DEPARTMENT OF MOTOR VEHICLE SAFETY

Total Adjustments	<u>(\$3,344,390)</u>
Total Amended FY 2003 General Funds	<u>\$89,543,393</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$89,543,393

DEPARTMENT OF NATURAL RESOURCES

Unit A - Department of Natural Resources

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$149,271,382
2. Reduces funding for personal services (\$1,016,397), equipment (\$303,382), and computer charges (\$156,760).	(1,476,539)
3. Reduces operating funds for the Southwest Georgia Railroad Excursion Authority.	(44,690)
4. Removes non-recurring funds for vehicle for Fargo State Park (\$20,524) and Sportfish Health Initiative (\$22,553).	(43,077)
5. Removes funds for West Georgia Water Assessment (\$550,000) and terrorism response equipment (\$141,762).	(691,762)
6. Reduces payment to the Georgia Agrirama Development Authority.	(123,201)
7. Reduces payment to the Georgia Agricultural Exposition Authority.	(202,518)
8. Eliminates contracts for air and water studies that the Environmental Protection Division can complete in FY 2003 (\$1,161,33) and special projects in the Parks Division (\$211,314).	(1,372,652)
9. Removes funding for the Greenspace program.	(30,000,000)
10. Reduces funding for the Bobwhite Quail Initiative (\$110,000), legal fees for the tri-state water negotiations (\$150,000), and air quality study (\$12,000).	(272,000)
11. Reduces the Georgia Historical Society contract for the erection of new historic markers.	(7,500)
12. Eliminates funding for Rhodes Hall.	(100,000)
13. Reduces state subsidy for operations of the State Games Commission.	(254,494)
14. Reduces funding for the Metropolitan North Georgia Water Planning District.	(750,000)
15. Provides funding for the Northwest Georgia Water Planning District.	25,000
16. Reduces operating funds for the Civil War Commission.	(3,762)
17. Transfers \$31,497 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
18. Reduces the authorized position county by 30, from 1,615 to 1,585.	Yes
19. Reduces personal services to delete funding for DOAS insurance cost.	(153,865)

DEPARTMENT OF NATURAL RESOURCES

Unit A - Department of Natural Resources

20. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(869,909)
21. Allows for an austerity adjustment.	<u>(3,049,193)</u>
Subtotal Adjusted Base	\$109,881,220
Enhancement	
1. Provides funding for a new Greenspace land acquisition and protection program designed to expand the local governments eligible to participate and to maximize available funds from all public sources--local, state, and federal.	\$10,000,000
2. Provides 2 positions, personal services (\$47,615) and operating expenses (\$52,385) for opening the new multi-purpose facility at the Georgia Agrirama Development Authority.	100,000
3. Reduces funding for the Hazardous Waste Trust Fund.	(4,000,000)
4. Reduces funding for the Solid Waste Trust Fund.	(6,132,574)
5. Charges for stocking private ponds.	(125,000)
6. Increases payments from the Jekyll Island State Park Authority.	(100,000)
7. Reduces funding for motor vehicle purchases.	(730,322)
8. Provides funding for the desalination project.	250,000
9. Provides funding for the Lake Allatoona Preservation Authority.	100,000
Subtotal Enhancements	<u>(\$637,896)</u>
Total FY 2004 General Funds	<u>\$109,243,324</u>
TOTAL FY 2004 STATE FUNDS	\$109,243,324

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$149,271,382
Adjustments	
1. Reduces personal services.	(\$1,016,397)
2. Reduces funds for motor vehicle replacements in Parks (\$123,733), Wildlife Resources (\$236,811) and Environmental Protection Division (\$66,513).	(427,057)
3. Reduces equipment funding in Coastal Resources (\$23,815), Parks (\$306,855), and Wildlife Resources (\$303,700).	(634,370)
4. Reduces funding for computer replacement.	(160,760)
5. Eliminates the contracts for Rhodes Hall (\$100,000) and special projects in Parks (\$211,314).	(311,314)

DEPARTMENT OF NATURAL RESOURCES

Unit A - Department of Natural Resources

6. Reduces contracts: U. S. Geological Survey (\$380,000), Department of Agriculture for fuel monitoring (\$39,293), and outreach for clean fuel vehicle program (\$5,000).	(424,293)
7. Reduces the incentive payments to landowners involved in the Bobwhite Quail initiative.	(110,000)
8. Reduces funding for radiation monitoring (\$50,000) and water wars legal fees (\$400,000).	(450,000)
9. Reduces pass-through funds for study of air quality issues in metro Atlanta.	(12,000)
10. Increases Lake Lanier payments to DNR.	(500,000)
11. Provides maintenance of the Greenspace program at the budgeted amount.	(2,010,000)
12. Provides support for the development of water resources policy for the Metropolitan North Georgia Water Planning District.	300,000
13. Reduces funding for the Greenspace Program.	(30,000,000)
14. Provides funding for conservation education for children.	35,000
15. Transfers \$68,471 from regular operating expenses to real estate rentals.	Yes
16. Utilizes \$500,000 of undesignated surplus funds of the Lake Lanier Islands Development Authority for the purpose of improving the rowing venue on Lake Lanier.	Yes
17. Reduces operating funding for the State Games Commission.	(17,701)
18. Decreases payment to the Civil War Commission.	(3,135)
19. Reduces payment to the Southwest Georgia Rail Excursion Authority.	(31,494)
20. Decreases payment to the Georgia Agricultural Exposition Authority.	(110,121)
21. Decreases payment to the Georgia Agrirama Development Authority.	(56,833)
22. Allows for an austerity adjustment.	<u>(2,032,795)</u>
Total Adjustments	<u>(\$37,973,270)</u>
Total Amended FY 2003 General Funds	<u>\$111,298,112</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$111,298,112

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$4,225,000 in new bonds that relate to the Department of Natural Resources and \$3,150,000 in new bonds that relate to the Jekyll Island Authority.

DEPARTMENT OF NATURAL RESOURCES
Unit B - Georgia Agricultural Exposition Authority

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$6,678,170
2. Reduces operating expenses for publications and printing (\$10,900), supplies and materials (\$19,760), repairs and maintenance (\$12,934), motor vehicle expenses (\$13,335) and equipment not required on inventory (\$10,000).	(66,929)
3. Decreases equipment expenses.	(4,204)
4. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(23,702)
5. Allows for an austerity adjustment.	(38,988)

Total FY 2004 Other Funds **\$6,544,347**

TOTAL FY 2004 STATE FUNDS **None**

AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations

\$6,678,170

Adjustments

1. Reduces operating expenses for publications and printing (\$10,900), supplies and materials (\$19,760), repairs and maintenance (\$12,934), motor vehicle expenses (\$13,335) and equipment not required on inventory (\$10,000).	(\$66,929)
2. Decreases equipment expenses.	(4,204)
3. Allows for an austerity adjustment.	(38,988)

Total Adjustments **(\$110,121)**

Total Amended FY 2003 Other Funds **\$6,568,049**

TOTAL AMENDED FY 2003 STATE FUNDS **None**

The Georgia Agricultural Exposition Authority does not directly receive any state funds, but has an authorized spending level set by the Appropriations Act from income generated through facility usage and indirect funding from the Department of Natural Resources.

DEPARTMENT OF NATURAL RESOURCES
Unit C - Georgia Agrirama Development Authority

FY 2004 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$1,853,242
2. Reduces operating expenses.	(36,583)
3. Reduces the authorized position count by 1, from 22 to 21.	Yes
4. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(7,093)
5. Allows for an austerity adjustment.	<u>(20,250)</u>
Subtotal Adjusted Base	\$1,789,316

Enhancement

1. Provides 2 positions, personal services (\$47,615) and operating expenses (\$52,385) for opening the new multi-purpose facility at the Georgia Agrirama Development Authority.	\$100,000
Subtotal Enhancements	<u>\$100,000</u>
Total FY 2004 Other Funds	<u>\$1,889,316</u>

TOTAL FY 2004 STATE FUNDS **None**

AMENDED FY 2003 BUDGET HIGHLIGHTS - OTHER FUNDS

OTHER FUNDS

Original FY 2003 Appropriations

\$1,853,242

Adjustments

1. Reduces operating expenses.	(\$36,583)
2. Allows for an austerity adjustment.	<u>(20,250)</u>
Total Adjustments	<u>(\$56,833)</u>

Total Amended FY 2003 Other Funds **\$1,796,409**

TOTAL AMENDED FY 2003 STATE FUNDS **None**

The Georgia Agrirama Development Authority does not receive any state funds but has an authorized spending level set by the Appropriations Act from income generated through donations and indirect funding from the Department of Natural Resources.

STATE BOARD OF PARDONS AND PAROLES

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$50,181,567
2. Reduces personal services (\$1,074,822), regular operating expenses (\$55,000), motor vehicle purchases (\$69,239), real estate rentals (\$138,179), and County Jail Subsidy (\$175,000).	(1,512,240)
3. Reduces one-time funding for the creation of an automated database for tracking parolees, in accordance to S.B. 242 of the 1997 session.	(15,000)
4. Provides additional funding for personal services.	865,000
5. Reduces the authorized position count by 13, from 846 to 833.	Yes
6. Transfers \$40,172 from personal services to real estate rentals for a standard GBA rental rate.	Yes
7. Reduces personal services to delete funding for DOAS insurance cost.	(99,828)
8. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(416,967)
9. Allows for an austerity adjustment.	<u>(1,505,446)</u>
Total FY 2004 General Funds	<u>\$47,497,086</u>
TOTAL FY 2004 STATE FUNDS	\$47,497,086

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$50,181,567

Adjustments

1. Reduces personal services (\$1,011,209), regular operating expenses (\$55,000), motor vehicle purchases (\$69,239), real estate rentals (\$195,000), and County Jail Subsidy (\$175,000).	(\$1,505,448)
2. Provides additional funds for personal services.	865,000
3. Transfers \$40,172 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
4. Allows for an austerity adjustment.	<u>(1,003,631)</u>
Total Adjustments	<u>(\$1,644,079)</u>
Total Amended FY 2003 General Funds	<u>\$48,537,488</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$48,537,488

DEPARTMENT OF PUBLIC SAFETY

Unit A - Department of Public Safety

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$86,052,740
2. Reduces personal services by delaying the filling of vacant positions.	(2,581,581)
3. Transfers \$853,279 from personal services (\$720,746), per diem and fees (\$127,533), and conviction reports (\$5,000) to computer charges (\$226,000), real estate rentals (\$43,609), contracts (\$127,533), and Post Repairs and Maintenance (\$456,137) to properly align expenditures.	Yes
4. Transfers other funds of \$3,151,435 from the Field Operations Division to establish a new Capitol Police Division.	Yes
5. Transfers other funds of \$51,435 from personal services (\$45,197), real estate rental (\$4,973), and per diem and fees (\$1,265) to regular operating expenses (\$2,822), travel (\$6,343), equipment (\$37,940), and computer charges (\$4,330) to properly align the expenditures of the Capitol Police.	Yes
6. Reduces the authorized position count by 20, from 1471 to 1451.	Yes
7. Eliminates 8 positions (\$896,480), regular operating expenses (\$60,000), travel (\$35,000), equipment (\$11,000), computer charges (\$3,000), and telecommunications (\$9,000) related to the operations of the Commissioner's Office.	(1,014,480)
8. Annualizes the transfer to the Office of Homeland Security of 6 positions and operating expenses.	(478,252)
9. Minimizes the assignment of Southern Linc Radios (\$45,000), cancels lease on 2 tractors (\$25,000), delays repairs of Patrol Posts (\$35,000), and consolidates communications and Capitol Police Units (\$65,000).	(170,000)
10. Adjusts training funds (\$10,000), helicopter repair funds (\$62,500), and per diem and fees (\$45,000).	(117,500)
11. Reduces personal services to delete funding for DOAS insurance cost.	(239,773)
12. Reflects adjustments in the workers' compensation contribution, the employer portion of the employee life insurance contribution, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telecommunications billings.	(1,320,570)
13. Allows for an austerity adjustment.	<u>(2,581,582)</u>
Subtotal Adjusted Base	<u>\$77,549,002</u>
Total FY 2004 General Funds	<u>\$77,549,002</u>
TOTAL FY 2004 STATE FUNDS	\$77,549,002

DEPARTMENT OF PUBLIC SAFETY
Unit A - Department of Public Safety

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$86,052,740
Adjustments	
1. Reduces personal services by delaying the filling of vacant positions and the start-up of the trooper training school.	(\$2,581,581)
3. Transfers \$853,279 from personal services (\$720,746), per diem and fees (\$127,533), and conviction reports (\$5,000) to computer charges (\$226,000), real estate rentals (\$43,609), contracts (\$127,533), and post repairs and maintenance (\$456,137).	Yes
4. Transfers 6 positions and personal services (\$118,089), regular operating expenses (\$9,589), equipment (\$9,589), computer charges (\$9,589), and telecommunications (\$9,589) for the creation of the Office of Homeland Security.	(156,445)
5. Allows for an austerity adjustment.	<u>(1,721,055)</u>
Total Adjustments	<u>(\$4,459,081)</u>
Total Amended FY 2003 General Funds	<u>\$81,593,659</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$81,593,659

DEPARTMENT OF PUBLIC SAFETY
Unit B - Attached for Administrative Purposes Only

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$15,775,452
2. Reduces personal services (\$364,507), regular operating expenses (\$566,830), travel (\$29,117), motor vehicle purchases (\$52,487), equipment (\$1,106), computer charges (\$3,000), telecommunications (\$6,580), per diem and fees (\$262,877), contracts (\$361,376), and 19 positions associated with federal funds.	Yes
<u>Georgia Public Safety Training Center</u>	
3. Reduces personal services (\$221,080), motor vehicle purchases (\$16,500), contracts (\$20,000), equipment (\$25,416), and Peace Officer Training Contracts (\$39,750).	(322,746)
4. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(25,416)
5. Increases real estate rental (\$25,650) due to an increase in real estate rental costs at Tifton and Columbus Academies.	Yes
<u>Georgia Fire Academy</u>	
6. Reduces personal services (\$2,314), and regular operating expenses (\$32,171).	(34,485)
7. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(22,863)
<u>Georgia Police Academy</u>	
8. Reduces regular operating expenses (\$12,040) and travel (\$8,573).	(20,613)
9. Reduces personal services (\$17,000) and transfer \$25,000 from personal services to contracts to allow the coroner's training program to be taught and coordinated by a contract employee instead of a state employee.	(17,000)
10. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(8,573)
<u>Georgia Firefighter Standards and Training Council</u>	
11. Reduces computer charges.	(4,906)
<u>Georgia Peace Officer Standards and Training Council</u>	
12. Reduces personal services (\$33,792), regular operating expenses (\$40,000), travel (\$4,000), equipment (\$1,919), real estate rentals (\$6,117), per diem and fees (\$10,446), telecommunications (\$4,000), and contracts (\$697).	(100,971)
<u>Office of Highway Safety</u>	
13. Reduces computer charges (\$11,277) and real estate rentals (\$7,000).	(18,277)

DEPARTMENT OF PUBLIC SAFETY
Unit B - Attached for Administrative Purposes Only

14. Allows for an austerity adjustment for the following agencies:	
a. Georgia Public Safety Training Center	(322,749)
b. Georgia Fire Academy	(34,431)
c. Georgia Police Academy	(36,118)
d. Georgia Firefighter Standards and Training Council	(14,718)
e. Georgia Peace Officer Standards and Training Council	(46,971)
f. Office of Highway Safety	(18,278)
15. Reduces personal services to delete funding for DOAS insurance costs for the department.	(19,741)
16. Reflects adjustments in the workers' compensation contribution, the employer portion of the employee life insurance contribution, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telecommunications billings for the department.	(98,152)
	Total FY 2004 General Funds
	<u>\$14,608,444</u>
	TOTAL FY 2004 STATE FUNDS
	\$14,608,444

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$15,775,452
Adjustments	
<u>Georgia Public Safety Training Center</u>	
1. Reduces personal services (\$205,685), motor vehicle purchases (\$16,500), and equipment (\$4,000).	(\$226,185)
2. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(4,000)
3. Increases other funds to offset state funds.	(96,561)
<u>Georgia Fire Academy</u>	
4. Reduces personal services (\$2,314), regular operating expenses (\$18,412), and equipment (\$13,850).	(34,576)
5. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(9,104)
<u>Georgia Police Academy</u>	
6. Reduces regular operating expenses (\$12,040) and travel (\$8,573).	(20,613)
7. Reduces personal services (\$17,000) and transfer \$25,000 from personal services to contracts to allow the coroners training program to be taught and coordinated by a contract employee instead of a state employee.	(17,000)
8. Increases tuition from \$10 to \$12 an hour for non-law enforcement officers and non-eligible peace officer candidates.	(8,573)
<u>Georgia Firefighter Standards and Training Council</u>	
9. Reduces computer charges.	(4,906)
<u>Georgia Peace Officer Standards and Training Council</u>	
10. Reduces regular operating expenses (\$47,000), travel (\$2,250), equipment (\$1,900), computer charges (\$3,585), real estate rentals (\$6,117), per diem and fees (\$9,112), and telecommunications (\$4,000).	(73,964)

DEPARTMENT OF PUBLIC SAFETY
Unit B - Attached for Administrative Purposes Only

<u>Office of Highway Safety</u>	
11. Reduces computer charges (\$11,277) and real estate rentals (\$7,000).	(18,277)
12. Allows for an austerity adjustment for the following agencies:	
a. Georgia Public Safety Training Center	(215,166)
b. Georgia Fire Academy	(22,954)
c. Georgia Police Academy	(24,079)
d. Georgia Firefighter Standards and Training Council	(9,812)
e. Georgia Peace Officer Standards and Training Council	(31,314)
f. Office of Highway Safety	(12,185)
	(12,185)
Total Adjustments	(\$829,269)
Total Amended FY 2003 General Funds	\$14,946,183
TOTAL AMENDED FY 2003 STATE FUNDS	\$14,946,183

PUBLIC SERVICE COMMISSION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$9,179,494
2. Provides for reductions to regular operating expenses (\$15,000), travel (\$13,000), equipment (\$5,000), computer charges (\$43,795), and per diem and fees (\$15,000).	(91,795)
3. Reduces motor vehicle purchases by delaying the purchase of 1 replacement vehicle.	(22,213)
4. Reduces per diem and fees by decreasing the number of temporary employees.	(161,377)
5. Transfers \$17,000 from telecommunication to real estate rentals.	Yes
6. Transfers \$81,897 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
7. Reduces personal services to delete funding for DOAS insurance cost.	(8,084)
8. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology telephone billings.	(52,787)
9. Allows for austerity adjustment.	<u>(275,385)</u>

Subtotal Adjusted Base **\$8,567,853**

Enhancement

1. Increases contracts to support the Georgia No Call Program due to an increase in public participation.	\$460,000
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Subtotal Enhancement **\$460,000**

Total FY 2004 General Funds **\$9,027,853**

TOTAL FY 2004 STATE FUNDS **\$9,027,853**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$9,179,494

Adjustments

1. Reduces funding for regular operating expenses (\$15,000), travel (\$13,000), equipment (\$5,000), computer charges (\$43,795), and per diem and fees (\$15,000).	(\$91,795)
2. Reduces motor vehicle purchase for the purchase of 1 replacement vehicle.	(44,426)
3. Reduces per diem and fees by decreasing the number of temporary employees.	(161,377)
4. Transfers \$81,897 from personal services to real estate rentals to fund a standard GBA rental rate.	Yes
5. Transfers \$17,000 from telecommunication to real estate rentals.	Yes
6. Increases contracts to support the Georgia No Call Program due to an increase in public participation.	122,500

PUBLIC SERVICE COMMISSION

7. Allows for austerity adjustment.

	<u>(183,590)</u>
Total Adjustments	<u>(\$358,688)</u>
Total Amended FY 2003 General Funds	<u>\$8,820,806</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$8,820,806

REGENTS, UNIVERSITY SYSTEM OF GEORGIA

Unit A - Resident Instruction

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$1,491,464,922
2. Reduces personal services and operating expenses to reflect a 3% reduction to the Regents formula earnings.	(42,906,202)
3. Reduces the Office of Minority Business Enterprises (\$35,206), Forestry Research (\$31,288), and Student Education Enrichment Program (\$10,696).	(77,190)
4. Reduces Special Funding Initiative programs:	
a. Reduces funding by 3%.	(1,044,298)
b. Eliminates one-time funds for study on higher education participation.	(200,000)
c. Reduces funding for the Graduate Initiatives.	(1,052,101)
5. Reduces funding for various Research Consortium programs:	
a. Georgia Research Alliance (GRA)	(31,500)
b. Phase Yamacraw programs into GRA Advanced Communications Research	(1,309,491)
c. Traditional Industries Program	(358,000)
d. Georgia Environmental Partnership	(21,174)
6. Deletes one-time funding for maintenance and operations for Floyd College.	(100,000)
7. Deletes one-time funding for design funds for East Georgia College.	(150,000)
8. Deletes one-time funding for marketing funds for Middle Georgia College and Southern Polytechnic State University.	(30,000)
9. Reduces funding for the Center for Trade and Technology Transfer at Georgia State University.	(300,000)
10. Reduces funding for the Institute for Community Business Development.	(175,000)
11. Removes semester conversion hold harmless funding.	(27,705,346)
12. Provides funding for formula adjustments to reflect an increase of 6.57% in credit hour enrollment.	81,535,641
13. Provides funding for formula adjustments related to additional square feet.	6,674,730
14. Transfers \$200,000 for the Water Policy Center faculty from the formula to Special Funding Initiatives.	Yes
15. Provides funds to maintain Tift College campus located in Forsyth County.	100,000
16. Provides funds for the Georgia Tech Regional Engineering Program (GTREP).	1,400,000
17. Provides funds for the Continuing Education program at Savannah State University.	250,000
18. Reduces personal services to delete funding for DOAS insurance cost.	(2,239,941)
19. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(11,167,286)
20. Allows for an austerity adjustment.	<u>(30,383,852)</u>
Subtotal Adjusted Base	\$1,462,173,912

REGENTS, UNIVERSITY SYSTEM OF GEORGIA

Unit A - Resident Instruction

Enhancement

1. Funds one Georgia Research Alliance eminent scholar.	\$750,000
Subtotal Enhancements	\$750,000
Total FY 2004 General Funds	\$1,462,923,912

TOBACCO SETTLEMENT FUNDS

Original FY 2003 Appropriations	\$6,585,889
Adjustments	None
Total FY 2004 Tobacco Settlement Funds	\$6,585,889
TOTAL FY 2004 STATE FUNDS	\$1,462,923,912

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$69,985,000 in new bonds that relate to the Regents, University System of Georgia - Unit A.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$1,491,464,922
Adjustments	
1. Reduces personal services and operating expenses to reflect a 3% reduction to the Regents formula earnings with direct instruction (\$788,698,524) exempt.	(\$19,334,398)
2. Decreases funding for the Office of Minority Business Enterprises (\$35,206), Forestry Research (\$31,288), Student Education Enrichment Program (\$10,696), and Special Funding Initiatives (\$1,044,298) to reflect a 3% reduction.	(1,121,488)
3. Reduces funds in Research Consortium for the Georgia Research Alliance (\$31,500), Traditional Industries Program (\$116,790), and Georgia Environmental Partnership (\$21,174).	(169,464)
4. Provides funds for health insurance rate increases due to a rise in claims and costs.	3,750,000
5. Provides funds to maintain Tift College Campus located in Forsyth County.	100,000
6. Provides funds for hardware related to the Regents Accountability System and data warehouse through lottery funds in the Education, Technology, and Construction Trust Fund.	Yes

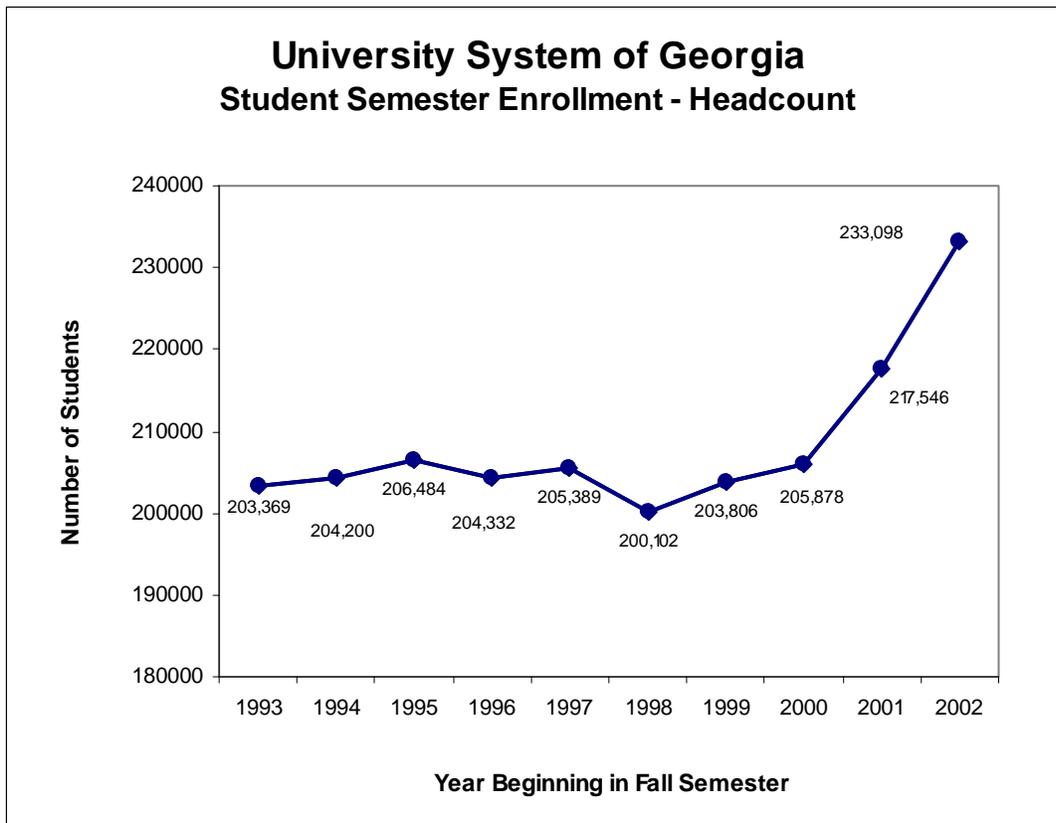
REGENTS, UNIVERSITY SYSTEM OF GEORGIA

Unit A - Resident Instruction

7. Allows for an austerity adjustment.	<u>(29,829,298)</u>
Total Adjustments	<u>(\$46,604,648)</u>
Total Amended FY 2003 General Funds	<u>\$1,444,860,274</u>
TOBACCO SETTLEMENT FUNDS	
Original FY 2003 Appropriations	\$6,585,889
Adjustments	<u>None</u>
Total Amended FY 2003 Tobacco Settlement Funds	<u>\$6,585,889</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$1,444,860,274

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$71,600,000 in new bonds that relate to the Regents, University System of Georgia - Unit A.



RETIREMENT SYSTEMS

EMPLOYEES' RETIREMENT SYSTEM

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

- | | |
|--|-----------|
| 1. Reflects base funding for the department. | \$617,000 |
| 2. Adjusts state portion of life insurance contribution. | Yes |

Total FY 2004 General Funds	\$617,000
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TOTAL FY 2004 STATE FUNDS	\$617,000
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In addition, a budget of \$9,590,623 is authorized for the administration of the Employees' Retirement System. No state funds are appropriated for this purpose since the system operates on income from investments.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

	\$617,000
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Adjustments

	None
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Total Amended FY 2003 General Funds	\$617,000
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TOTAL AMENDED FY 2003 STATE FUNDS	\$617,000
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In addition, a budget of \$9,590,623 is authorized for the administration of the Employees' Retirement System. No state funds are appropriated for this purpose since the system operates on income from investments.

PUBLIC SCHOOL EMPLOYEES' RETIREMENT SYSTEM

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

- | | |
|--|--------------|
| 1. Reflects base funding for the department. | \$15,258,226 |
| 2. Provides for a 6% reduction in the administrative fee paid to the Employees' Retirement System. | (37,500) |
| 3. Reduces the employer contributions object class in accordance with the most recent actuarial recommendation while maintaining the current benefit multiplier of \$12.50 per month per year of creditable service. | (7,129,178) |

RETIREMENT SYSTEMS

4. Provides funding for \$.50 increase in monthly retirement benefit multiplier to increase the benefit from \$12.50 to \$13.00 per month per year of creditable service.	3,129,178
	<hr/>
Subtotal Adjusted Base	\$11,220,726
	<hr/>
Total FY 2004 General Funds	\$11,220,726
	<hr/>
TOTAL FY 2004 STATE FUNDS	\$11,220,726

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$15,258,226
Adjustments	
1. Provides for a reduction in the administrative fee paid to the Employees' Retirement System.	(\$31,250)
2. Reduces employers contributions in accordance with the most recent actuarial recommendation while maintaining the current benefit multiplier of \$12.50 per month per year of creditable service.	(11,099,178)
	<hr/>
Total Adjustments	(\$11,130,428)
	<hr/>
Total Amended FY 2003 General Funds	\$4,127,798
	<hr/>
TOTAL AMENDED FY 2003 STATE FUNDS	\$4,127,798

TEACHERS' RETIREMENT SYSTEM

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base	
1. Reflects base funding for the department.	\$2,670,000
2. Adjusts funding for the floor fund for local system retirees in accordance with actuarial recommendations.	(21,000)
3. Reduces funding for cost of living adjustments (COLA) for local system retirees in accordance with actuarial recommendations.	(160,000)
	<hr/>
Total FY 2004 General Funds	\$2,489,000
	<hr/>
TOTAL FY 2004 STATE FUNDS	\$2,489,000

In addition, a budget of \$12,601,579 is authorized for the administration of the Teachers' Retirement System. No state funds are appropriated for this purpose since the system operates on income from investments.

RETIREMENT SYSTEMS

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$2,670,000

Adjustments

None

Total Amended FY 2003 General Funds

\$2,670,000

TOTAL AMENDED FY 2003 STATE FUNDS

\$2,670,000

In addition, a budget of \$21,476,826 is authorized for the administration of the Teachers' Retirement System. No state funds are appropriated for this purpose since the system operates on income from investments.

DEPARTMENT OF REVENUE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$93,969,010
2. Eliminates Investment for Modernization funding.	(2,800,000)
3. Reduces personal services funding.	(19,070)
4. Reduces the authorized position count by 58, from 1,133 to 1,075.	Yes
5. Reduces motor vehicle purchases (\$19,725) and equipment (\$25,000).	(44,725)
6. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology telephone billings.	(655,618)
7. Reduces personal services to delete funding for DOAS insurance cost.	(94,690)
8. Allows for austerity adjustment.	<u>(2,819,070)</u>

Subtotal Adjusted Base **\$87,535,837**

Enhancements

1. Provides funding for the Homeowner Tax Relief Grant to continue a statewide homestead exemption of \$4,000 and eliminate tax liability for the first \$10,000 of fair market value on homesteads.	\$380,000,000
--	---------------

Subtotal Enhancements **\$380,000,000**

Total FY 2004 General Funds **\$467,535,837**

TOBACCO SETTLEMENT FUNDS

1. Transfers \$150,000 in tobacco settlement funds from contracts to personal services to provide for a certified law enforcement position to enforce tobacco laws in an effort to curb underage tobacco use.	\$150,000
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Total FY 2004 Tobacco Settlement Funds **\$150,000**

TOTAL FY 2004 STATE FUNDS **\$467,685,837**

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$446,969,010

Adjustments

1. Eliminates funding for Investment for Modernization.	(\$2,800,000)
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DEPARTMENT OF REVENUE

2. Reduces regular operating expenses (\$105,000), travel (\$11,071), motor vehicle purchases (\$16,660 and County Tax Officials' Retirement and FICA (\$186,339).	(319,070)
3. Provides funding for the lease of a PBX telecommunications system at Century Center.	75,000
4. Increases funding for the security contract for the department processing facility in Hapeville.	152,145
5. Provides additional funds to offset postage rate increases (\$328,080) and provides for additional printing (\$70,920).	400,000
6. Increases funding for computer charges designated for GTA billings to reflect increased production volume and system demands.	880,957
7. Provides additional funding for Homeowner Tax Relief Grant to reflect actual payments to counties, cities and special tax districts.	24,500,000
8. Transfers \$804,000 from computer charges to personal services to fill 24 IT support positions.	Yes
9. Allows for austerity adjustment.	<u>(1,879,380)</u>
Total Adjustments	<u>\$21,009,652</u>
Total Amended FY 2003 General Funds	<u>\$467,978,662</u>
 TOBACCO SETTLEMENT FUNDS	
1. Transfers \$150,000 in tobacco settlement funds from contracts to personal services for the enforcement of underage tobacco laws by certified law enforcement personnel.	\$150,000
Total FY 2004 Tobacco Settlement Funds	<u>\$150,000</u>
TOTAL FY 2004 STATE FUNDS	\$468,128,662

OFFICE OF SECRETARY OF STATE

Unit A - Secretary of State

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

- | | |
|---|--------------|
| 1. Reflects base funding for the department. | \$34,986,020 |
| 2. Reduces the authorized position count by 13, from 395 to 382. | Yes |
| 3. Transfers \$788,140 from computer charges to personal services (\$764,140) for 9 additional positions, regular operating expenses (\$15,000), and telecommunications (\$9,000), to maintain various mainframe applications currently performed by GTA. | Yes |
| 4. Transfers \$225,190 from regular operating expenses to real estate rentals to fund a standard rental rate. | Yes |
| 5. Realigns object classes to reflect adjustments to various mainframe applications currently performed by GTA. | Yes |

Internal Administration

- | | |
|--|----------|
| 6. Reduces regular operating expenses (\$17,500), personal services (\$9,000), per diem and fees (\$6,000), contracts (\$2,500), and travel (\$2,000). | (37,000) |
| 7. Increases computer charges for various systems applications. | 855,120 |
| 8. Transfers \$1,303 from travel to real estate rentals to cover projected expenses. | Yes |

Archives and History

- | | |
|--|----------|
| 9. Decreases regular operating expenses (\$58,195), contracts (\$10,000), and per diem and fees (\$2,000). | (70,195) |
| 10. Transfers \$78,805 from regular operating expenses to real estate rental to cover expenses. | Yes |
| 11. Provides real estate rental increases for the new Archives facility. | 562,098 |

Business Services - Corporations and Securities

- | | |
|---|-----------|
| 12. Reduces personal services (\$30,000), contracts (\$5,000), per diem and fees (\$5,000), regular operating expenses (\$34,500), travel (\$10,500), equipment (\$8,763) and motor vehicle expenses (\$2,749). | (96,512) |
| 13. Decreases salaries and fringes (\$21,733) and computer charges for various system applications (\$161,471). | (183,204) |

Elections

- | | |
|--|-----------|
| 14. Decreases contracts used for election administration (\$100,000), Elections Expenses (\$202,168), and regular operating expenses (\$200,000), resulting from implementation of the uniform electronic voting system. | (502,168) |
| 15. Reduces one-time purchases for new voter education materials (\$605,000) and other operating costs for training counties on voter education (\$145,000). | (750,000) |
| 16. Decreases contract with local governments for training on new electronic voting equipment. | (750,000) |
| 17. Increases regular operating expenses for insurance coverage on the voting equipment housed by counties (\$33,000), and real estate rents (\$3,447) for warehouse leases. | 36,447 |
| 18. Reduces computer charges for various system applications. | (693,649) |

Drugs and Narcotics

OFFICE OF SECRETARY OF STATE
Unit A - Secretary of State

19. Reduces personal services.	(42,889)
<u>Ethics Commission</u>	
20. Decreases temporary help (\$14,084), regular operating expenses (\$2,792), and per diem and fees (\$200).	(17,076)
21. Transfers \$1,000 from per diem and fees to telecommunications.	Yes
<u>Holocaust Commission</u>	
22. Decreases temporary help.	(9,315)
23. Reduces real estate rentals (\$9,800), per diem and fees (\$1,650), regular operating expenses (\$3,500), and personal services (\$7,500) in the Holocaust Commission.	(22,450)
<u>Professional Licensing Boards</u>	
24. Reduces regular operating expenses (\$63,430), motor vehicle purchases (\$30,000), travel (\$10,000), and per diem and fees (\$170,995).	(274,425)
25. Reduces personal services to delete funding for DOAS insurance cost for the department .	(48,190)
26. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings for the department.	(347,023)
27. Allows for an austerity adjustment for the department.	<u>(1,049,580)</u>
Subtotal Adjusted Base	\$31,546,009
 Enhancements	
<u>Internal Administration</u>	
1. Provides funds for the production and distribution of a new State Flag.	\$325,000
<u>Ethics Commission</u>	
2. Increases personal services for 3 positions (\$122,202), regular operating expenses (\$23,500), travel (\$9,000), telecommunications (\$7,500), per diem and fees (\$5,500), and computer charges (\$82,298) to enhance the Commission's regulatory capability.	250,000
Subtotal Enhancements	<u>\$575,000</u>
Total FY 2004 General Funds	<u>\$32,121,009</u>
TOTAL FY 2004 STATE FUNDS	\$32,121,009

OFFICE OF SECRETARY OF STATE
Unit A - Secretary of State

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$34,986,020
 Adjustments	
<u>Internal Administration</u>	
1. Decreases regular operating expenses (\$17,500), per diem and fees (\$6,000), contracts (\$2,500), travel (\$2,000), and temporary help (\$9,000).	(\$37,000)
2. Provides funding for restoration of the Richmond Hussars flag.	13,500
<u>Archives and History</u>	
3. Reduces regular operating expenses (\$58,195), contracts (\$10,000), and per diem and fees (\$2,000).	(70,195)
4. Funds operating expenses (\$249,930), and real estate rent (\$457,672) for Archives relocation.	707,602
<u>Business Services - Corporations and Securities</u>	
5. Reduces personal services (\$30,000), regular operating expenses (\$34,500), travel (\$10,500), equipment (\$8,763), motor vehicle purchases (\$2,749), contracts (\$5,000), and per diem and fees (\$5,000).	(96,512)
<u>Elections</u>	
6. Decreases contracts used for election administration (\$6,000), Elections Expenses (\$2,168) and regular operating expenses (\$200,000) resulting from implementation of the uniform electronic voting system.	(208,168)
<u>Drugs and Narcotics</u>	
7. Reduces personal services in the Drugs and Narcotics Agency.	(42,889)
<u>Ethics Commission</u>	
8. Decreases temporary help (\$14,084), regular operating expenses (\$2,792), and per diem and fees (\$200).	(17,076)
<u>Holocaust Commission</u>	
9. Decreases temporary help for the Commission.	(9,315)
<u>Professional Licensing Boards</u>	
10. Reduces regular operating expenses (\$63,430), motor vehicle purchases (\$30,000), travel (\$10,000), and per diem and fees (\$170,995) for the Professional Licensing Boards.	(274,425)
11. Allows for an austerity adjustment for the department.	<u>(699,720)</u>
Total Adjustments	<u>(\$734,198)</u>
Total Amended FY 2003 General Funds	<u>\$34,251,822</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$34,251,822

STATE SOIL AND WATER CONSERVATION COMMISSION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$3,570,583
2. Decreases personal services (\$6,559), regular operating (\$9,736), travel (\$6,274), computer charges (\$2,475), telecommunications (\$472), per diem fees (\$400), and contracts (\$1,000).	(26,916)
3. Reduces contracts associated with the Flint River Regional Water Council and research foundations.	(77,586)
4. Removes remaining supplements to county employees in the conservation program.	(86,000)
5. Reduces the authorized position count by 1, from 34 to 33.	Yes
6. Transfers \$1,991 from travel to real estate rents (\$1,799) and equipment (\$192) to cover an increase in the state contract for copier leases.	Yes
7. Reduces real estate rentals by consolidating the Albany Regional office with the Flint River Council office in Albany.	(12,000)
8. Reduces personal services to delete funding for DOAS insurance cost.	(2,934)
9. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(22,158)
10. Allows for an austerity adjustment.	<u>(68,325)</u>
	Subtotal Adjusted Base
	<u>\$3,274,664</u>
	Total FY 2004 General Funds
	<u>\$3,274,664</u>
	TOTAL FY 2004 STATE FUNDS
	\$3,274,664

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$3,570,583

Adjustments

1. Decreases personal services (\$6,559), regular operating (\$9,736), travel (\$6,274), computer charges (\$2,475), telecommunications (\$472), per diem fees (\$400), and contracts (\$1,000).	(\$26,916)
2. Reduces contracts to local governments for watershed maintenance.	(43,000)

STATE SOIL AND WATER CONSERVATION COMMISSION

3. Reduces contracts associated with the Flint River Regional Water Council and research foundations.	(34,655)
4. Allows for an austerity adjustment.	<u>(45,550)</u>
Total Adjustments	<u>(\$150,121)</u>
Total Amended FY 2003 General Funds	<u>\$3,420,462</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$3,420,462

GEORGIA STUDENT FINANCE COMMISSION

Unit A - Georgia Student Finance Commission

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$40,860,714
2. Reduces regular operating expenses (\$3,175), travel (\$6,000), telecommunications (\$2,000), contracts (\$2,588), and computer charges (\$8,233) for Nonpublic Postsecondary Education Commission (NPEC).	(21,996)
3. Reduces funds for the Governor's Scholarship award to approximately \$1,000 per student.	(958,670)
4. Decreases funds for the Guaranteed Educational Loans.	(375,390)
5. Eliminates the Osteopathic Medical Loan program due to the lack of applicants.	(30,000)
6. Reduces funding for the Law Enforcement Personnel Dependents Grants (\$2,051), North Georgia Graduates Scholarships (\$693), Georgia Military Scholarships (\$15,636), and Leveraging Educational Assistance Partnership (LEAP) Grants (\$30,412). Funding for Tuition Equalization Grants was not reduced.	(48,792)
7. Increases funding for the North Georgia College ROTC Grants.	105,465
8. Reduces personal services.	(336)
9. Reduces personal services to delete funding for DOAS insurance cost.	(696)
10. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(3,650)
11. Allows for an austerity adjustment for NPEC (\$22,145) and Georgia Student Finance Commission (\$1,166,738).	(1,188,883)
Total FY 2004 General Funds	\$38,337,766
TOTAL FY 2004 STATE FUNDS	\$38,337,766

GEORGIA STUDENT FINANCE COMMISSION
Unit A - Georgia Student Finance Commission

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$40,860,714
Adjustments	
1. Reduces regular operating expenses (\$3,175), travel (\$6,000), telecommunications (\$2,000), contracts (\$2,588), and computer charges (\$8,233) for Nonpublic Postsecondary Education Commission (NPEC).	(\$21,996)
2. Decreases funding to the following programs:	(131,112)
a. Guaranteed Educational Loans (\$105,080)	
b. Law Enforcement Personnel Dependents Grants (LEPD) (\$2,051)	
c. North Georgia College ROTC (\$10,863)	
d. North Georgia College Graduates Scholarship (\$557)	
e. Georgia Military Scholarships (\$12,561)	
3. Eliminates the Osteopathic Medical Loan program due to the lack of applicants.	(30,000)
4. Allows for an austerity adjustment for NPEC (\$14,763) and Georgia Student Finance Authority (\$802,452).	(817,215)
Total Adjustments	<u>(\$1,000,323)</u>
Total Amended FY 2003 General Funds	<u>\$39,860,391</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$39,860,391

DEPARTMENT OF TECHNICAL AND ADULT EDUCATION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$289,697,687
2. Reduces personal services-institutions.	(6,554,956)
3. Reduces operating expenses-institutions.	(996,577)
4. Provides enrollment-driven formula funding increase for personal services-institutions.	30,598,359
5. Increases formula funding for operating expenses at institutions.	2,511,004
6. Funds a workforce development area for the megasite in Pooler.	5,808,212
7. Decreases funds for the Regents Program.	(96,080)
8. Reduces funding for the Quick Start program.	(406,681)
9. Adjusts personal services for Adult Literacy.	(377,840)
10. Decreases personal services (\$158,373), computer charges (\$83,908), and various other operating expenses (\$15,599) for the central office.	(257,880)
11. Reduces Area School funds for Gwinnett Tech.	(62,435)
12. Reduces authorized position count by 4, from 3,510 to 3,506.	Yes
13. Reduces personal services to delete funding for DOAS insurance cost.	(3,967)
14. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(224,963)
15. Allows for an austerity adjustment for the central office.	(205,087)
16. Allows for an austerity adjustment for personal services and operating expenses at institutions.	(4,945,295)
17. Allows for an austerity adjustment for Quick Start, Adult Literacy, Regents and Area school.	(711,934)
Total FY 2004 General Funds	<u>\$313,771,567</u>
TOTAL FY 2004 STATE FUNDS	\$313,771,567

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$24,250,000 in new bonds that relate to the Department of Technical and Adult Education.

DEPARTMENT OF TECHNICAL AND ADULT EDUCATION

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations	\$289,697,687
Adjustments	
1. Reduces personal services-institutions.	(\$3,422,721)
2. Decreases operating expenses-insitutions.	(1,502,319)
3. Adjusts personal services for the adult literacy program.	(377,840)
4. Reduces personal services for the Regents program.	(96,080)
5. Decreases funding for the Quick Start program.	(406,681)
6. Adjusts funding for the area school program.	(62,435)
7. Adjusts personal services (\$158,373) and computer charges (\$83,908) for the central office.	(242,281)
8. Reduces operating expenses (\$10,171), travel (\$2,290), per diem and fees (\$1,019), contracts (\$624), and equipment (\$1,495) for the central office.	(15,599)
9. Transfers funding from the Department of Industry, Trade and Tourism for the Georgia Aviation Technical College.	94,000
10. Allows for an austerity adjustment.	<u>(5,793,954)</u>
Total Adjustments	<u>(\$11,825,910)</u>
Total Amended FY 2003 General Funds	<u>\$277,871,777</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$277,871,777

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$55,655,000 in new bonds that relate to the Department of Technical and Adult Education.

DEPARTMENT OF TRANSPORTATION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$657,104,723
2. Reduces regular operating motor vehicle expenses.	(76,946)
3. Adjusts state match for Mass Transit Grants.	(368,357)
4. Reduces Capital Outlay - Airport Aid through deferred airfield lighting rehabilitation.	(80,976)
5. Decreases funds the Georgia Rail Passenger Authority.	(156,003)
6. Decreases motor fuel funds and transfer funds among common object classes to allow for adjustments in regular operating expenses, equipment, computer charges, real estate rentals, and contracts.	(2,194,753)
7. Reduces regular operating expenses for one-time funding for hangar repair (\$45,000) and adjustment for funds no longer needed in air transportation (\$55,000).	(100,000)
8. Deletes one-time funding to the Airport Aid Program for the Heart of Georgia Regional Airport.	(3,000,000)
9. Deletes one-time purchase of ADA compliant buses.	(250,000)
10. Reduces funds to Georgia Rail Passenger Authority for DOAS insurance adjustment.	(6,114)
11. Deletes lease/purchase payment for King Air aircraft that is no longer needed as purchase is complete.	(91,550)
12. Transfers \$24,222 from Airport Aid program to insurance and bonding for liability increases on aircraft.	Yes
13. Provides \$4,889,484 for continuation of Mass Transit Grant state match.	Yes
14. Transfers funds from Payments to State Road and Tollway Authority for reduced debt service to telecommunications (\$1,257,719) and State Fund Construction Program On System (\$6,077,268).	Yes
15. Transfers \$10,494,408 from Payments to State Road and Tollway Authority to Local Assistance Road Program (LARP) for a total funding level of \$38,000,000. This will restore LARP funding to the average funding levels of the 1990's.	Yes
16. Provides for various object class transfers including State Road and Tollway Authority transfers.	Yes
17. Provides \$51,000,000 in motor fuel funds appropriated directly to the General Obligation Debt Sinking Fund in order to meet debt service requirements on general obligation bonds previously issued on behalf of the department.	Yes
18. Funds a standard GBA rental rate increase.	64,353
19. Reduces personal services to delete funding for DOAS insurance cost.	(41,000)
20. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(53,560)
21. Allows for an austerity adjustment.	<u>(526,279)</u>

DEPARTMENT OF TRANSPORTATION

	Subtotal Adjusted Base	\$650,223,538
Enhancements		
1. Increases state-funded capital outlay to fully fund state match for additional federal funds allocation.		\$12,130,400
2. Provides for additional motor fuel funds in capital outlay.		<u>26,155,000</u>
	Subtotal Enhancements	<u>\$38,285,400</u>
	Total FY 2004 General Funds	<u>\$688,508,938</u>
	TOTAL FY 2004 STATE FUNDS	\$688,508,938

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$69,700,000 in new bonds that relate to the Department of Transportation.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations		\$657,104,723
Adjustments		
1. Reduces regular operating motor vehicle expenses.		(\$76,946)
2. Adjusts state match for Mass Transit Grants.		(368,357)
3. Reduces Capital Outlay - Airport Aid through deferred airfield lighting rehabilitation.		(80,976)
4. Decreases funds for contracts (\$16,863) and austerity reduction (\$11,242) for the Georgia Rail Passenger Authority.		(28,105)
5. Provides for additional reductions to the Intermodal funds in personal services (\$50,000), computer charges (\$5,000), and printing (\$15,00).		(70,000)
6. Funds a standard GBA rental rate increase.		64,353
7. Funds railroad track construction in support of a megasite in Pooler.		1,000,000
8. Increases the motor fuel tax appropriations to the department for state fund construction off system.		9,882,283
9. Transfers funds from Payments to State Road and Tollway Authority for reduced debt service to be applied as follows: telecommunications (\$1,205,366), Local Assistance Road Program (\$10,494,408), and State Fund Construction Program Off System (\$10,029,088) and On System (\$10,000,000).		Yes
10. Transfers state funds among common object classes based on State Auditor's definition changes.		Yes
11. Transfers \$24,222 from Airport Aid program to insurance and bonding for liability increases on aircraft.		Yes
12. Transfers \$10,500 from travel to Harbor/Intra-Coastal Waterway for increased property taxes for harbor spoilage disposal area.		Yes
13. Allows for an austerity adjustment.		<u>(350,852)</u>

DEPARTMENT OF TRANSPORTATION

Total Adjustments	<u>\$9,971,400</u>
Total Amended FY 2003 General Funds	<u>\$667,076,123</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$667,076,123

AMENDED FY 2003 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$35,000,000 in new bonds that relate to the Department of Transportation.

DEPARTMENT OF VETERANS SERVICE

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$22,230,411
2. Reduces the lapse factor (\$207,900) and funds other personal services adjustments (\$2,100).	210,000
3. Reduces the authorized position count by 5, from 134 to 129.	Yes
4. Reduces personal services by freezing vacancies.	(248,647)
5. Reduces Regular Operating Expenses for Projects.	(237,000)
6. Reduces operating contract at the Georgia War Veterans Home in Milledgeville through reduced staff and resident census.	(179,229)
7. Reduces payments to the Medical College of Georgia through vacant positions.	(90,890)
8. Reduces pay for performance allocation.	(55,317)
9. Provides for a decrease in operating costs.	(74,518)
10. Transfers \$4,605 from Regular Operating Expenses for Projects to fund a standard GBA rental rate.	Yes
11. Reduces personal services to delete funding for DOAS insurance cost.	(13,266)
12. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(61,013)
Subtotal Adjusted Base	\$21,480,531

Enhancements

1. Provides funds for the Alzheimer's Care Wing at the Georgia War Veterans Home in Milledgeville.	\$350,000
2. Provides for an additional 25 skilled care patients at the Georgia War Veterans Home in Milledgeville (Vinson Building).	800,000
Subtotal Enhancements	\$1,150,000

Total FY 2004 General Funds	\$22,630,531
TOTAL FY 2003 STATE FUNDS	\$22,630,531

FY 2004 BOND FUNDED CAPITAL OUTLAY

See the section on "State of Georgia General Obligation Debt Sinking Fund" for information about \$1,000,000 in new bonds that relate to the Department of Veterans Service.

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$22,230,411

Adjustments

DEPARTMENT OF VETERANS SERVICE

1. Reduces personal services personal Services (\$150,000) regular operating expenses (\$20,000), regular operating expenses for projects (\$243,951), computer charges (\$23,719), equipment (\$20,000) and real estate rentals (\$5,000).	(\$462,670)
2. Holds vacant positions at the Georgia War Veterans Nursing Home in Augusta.	(101,281)
3. Reduces the operating contract at the Georgia War Veterans Home in Milledgeville effective January 1, through reduction of staff and resident census.	(102,660)
4. Provides funds for increased cost of liability insurance to operate the Georgia War Veterans Home in Milledgeville.	486,000
5. Transfers \$4,605 from Regular Operating Expenses for Projects & Insurance to fund a standard GBA rental rate.	Yes
Total Adjustments	<u>(\$180,611)</u>
Total Amended FY 2003 General Funds	<u>\$22,049,800</u>
TOTAL AMENDED FY 2003 STATE FUNDS	\$22,049,800

STATE BOARD OF WORKERS' COMPENSATION

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Adjusted Base

1. Reflects base funding for the department.	\$12,452,646
2. Reduces personal services by freezing vacancies.	(131,470)
3. Reduces personal services to delete funding for DOAS insurance cost.	(14,774)
4. Reflects adjustments in workers' compensation contributions, the employer portion of employee life insurance contributions, Georgia Building Authority real estate rental rates, and Georgia Technology Authority telephone billings.	(82,784)
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Subtotal Adjusted Base	\$12,223,618

Enhancements

1. Provides funding to increase payment to the state treasury from assessments.	\$1,423,053
2. Funds the development of an Integrated Claims Management System (ICMS).	3,000,000
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Subtotal Enhancements	\$4,423,053

Total FY 2004 General Funds	\$16,646,671
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TOTAL FY 2004 STATE FUNDS	\$16,646,671

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS

Original FY 2003 Appropriations

\$12,452,646

Adjustments

1. Reduces personal services to hold current level of vacant positions.	(131,470)
2. Provides funding to increase payments to the state treasury from assessments.	1,423,053
3. Transfers \$38,000 from per diem and fees to real estate rentals.	Yes
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Total Adjustments	\$1,291,583

Total Amended FY 2003 General Funds	\$13,744,229
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TOTAL AMENDED FY 2003 STATE FUNDS	\$13,744,229

GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

FY 2004 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS	<u>PRINCIPAL AMOUNT</u>	<u>DEBT SERVICE</u>
Existing Obligations		
1. Reflects existing obligations in the debt sinking fund.		\$734,050,154
Adjustments		
2. Removes excess debt services funding from existing obligations.		(6,200,000)
<u>Department of Education</u>		
3. Authorizes \$159,875,000 in 20-year bonds for Local School Construction.	\$159,875,000	13,909,125
4. Authorizes \$820,000 in 20-year bonds for repairs and infrastructure upgrades at Georgia schools: Georgia School for the Deaf; Georgia Academy for the Blind; and Atlanta Area School for the Deaf.	820,000	71,340
5. Authorizes \$13,300,000 in 5-year bonds to purchase vocational and agricultural equipment.	13,300,000	3,045,700
<u>Board of Regents, University System of Georgia</u>		
6. Authorizes \$5,040,000 in 5-year bonds to purchase equipment for the following previously funded major projects:	5,040,000	1,154,160
a. \$1,330,000 for the Nursing, Health Science & Outreach Center at Macon State College.		
b. \$400,000 for Agricultural Sciences building at Abraham Baldwin Agricultural College.		
c. \$110,000 for the Physical Education building at Darton College.		
d. \$935,000 for the HPE Recreation, Athletic, and Student Success Center at Georgia Southwestern State University.		
e. \$350,000 for classroom & convocation center at Kennesaw State University.		
f. \$1,640,000 for classroom replacement phase II at Augusta State University.		
g. \$275,000 for Camden Center Lab equipment.		
7. Authorizes \$2,500,000 in 5-year bonds to design PVAC (School of Art) phase II at the University of Georgia.	2,500,000	572,500
8. Authorizes \$62,445,000 in 20-year bonds to fund the following projects:	62,445,000	5,432,715
a. \$20,495,000 for construction of a library addition at Georgia Southern University.		
b. \$8,600,000 for construction and equipment for the Cancer Research Center at the Medical College of Georgia in Augusta.		
c. \$20,000,000 for major repair and renovation projects.		
d. \$4,950,000 for design, construction and equipment for an English Classroom and office addition at Kennesaw State University.		
e. \$3,500,000 for design, construction and equipment for building infrastructure upgrades for the School of Art and Design at GSU.		
f. \$4,900,000 for construction and equipment for the Continuing Education/Economic Development Center at Dalton State University.		
9. Authorizes \$4,000,000 in 20-year bonds for classroom construction and equipment completion at Georgia Military College. GOVERNOR VETOED *	4,000,000	348,000
10. Authorizes \$2,000,000 in 20-year bonds for construction of a new library in Burke County.	2,000,000	174,000
<u>Department of Technical and Adult Education</u>		

GENERAL OBLIGATION DEBT SINKING FUND

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11. Authorizes \$7,250,000 in 20-year bonds for major repairs and rehabilitation projects system wide.	7,250,000	630,750
12. Authorizes \$5,000,000 in 20-year bonds to predesign , design, construct and equip a new training and visitor center for an economic development project in Pooler, Georgia.	5,000,000	435,000
13. Authorizes \$2,000,000 in 20-year bonds for new construction at the Effingham County campus for DTAE.	2,000,000	174,000
14. Authorizes \$10,000,000 in 5-year bonds for equipment replacement at facilities of DTAE. GOVERNOR DELAYED ISSUANCE *	10,000,000	2,290,000

Georgia Forestry Commission

15. Authorizes \$1,030,000 in 5-year bonds for the following projects:	1,030,000	235,870
a. \$200,000 to purchase 1 fixed-wing aircraft to detect wildfires.		
b. \$800,000 to purchase 1 UH-1 Huey helicopter.		
c. \$30,000 to replace the hanger main frame, siding, and doors at the Statesboro district office.		

Georgia Environmental Facilities Authority

16. Authorizes \$20,000,000 in 20-year bonds for the following projects:	20,000,000	1,740,000
a. \$12,000,000 to provide low interest loans for local water and sewer construction projects to support environmental protection and economic development.		
b. \$8,000,000 to match federal funds for clean water and drinking water capitalization grants.		

Department of Industry, Trade and Tourism

17. Authorizes \$3,800,000 in 20-year bonds to design and construct a surface parking lot above the remediated Herndon Homes site for Georgia World Congress Center.	3,800,000	330,600
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* Governor Perdue vetoed the authorization of \$4,000,000 in 20-year bonds for classroom construction and equipment completion at Georgia Military College. The debt service of \$348,000 remains in the total debt service appropriation for all bonds.

* Governor Perdue directed the Georgia State Financing and Investment Commission to delay issuance of \$10,000,000 in 5-year bonds for the Department of Technical and Adult Education for equipment replacement at facilities of DTAE.

Department of Transportation

18. Authorizes \$68,000,000 in 20-year bonds for the following projects:	68,000,000	5,916,000
a. \$65,000,000 for the Governor's Road Improvement Program.		
b. \$3,000,000 for rail track construction in Savannah.		
19. Authorizes \$1,700,000 in 5-year bonds to provide 5% state match for AIR-21 federal airport funds.	1,700,000	389,300

Georgia Ports Authority

20. Authorizes \$27,500,000 in 20-year bonds for construction of container berth 8 for the Georgia Ports Authority.	27,500,000	2,392,500
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Department of Juvenile Justice

21. Authorizes \$285,000 in 20-year bonds for the following projects at Augusta YDC:	285,000	24,795
a. \$125,000 to design a new educational building.		
b. \$160,000 to design a new storm drainage system.		

GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

22. Authorizes \$5,000,000 in 20-year bonds for various repair and minor construction projects at YDC and RYDC facilities.	5,000,000	435,000
23. Authorizes \$420,000 in 5-year bonds to design the following:	420,000	96,180
a. \$210,000 for an expanded academic space and intake area at Metro RYDC.		
b. \$210,000 to expand the RYDC for Muscogee County.		

Department of Human Resources

24. Authorizes \$3,570,000 in 20-year bonds for the following projects:	3,570,000	310,590
a. \$150,000 to reroof buildings 7 and 12 at Augusta Regional.		
b. \$960,000 to replace electrical systems for JCAHO code compliance at Central State Hospital.		
c. \$995,000 to replace facility roofing for 7 facilities at Central State Hospital.		
d. \$255,000 to repair sewer lines - phase II at Northwest Georgia Regional Hospital.		
e. \$255,000 to replace air handlers at Rose Haven at Southwestern State Hospital at Thomasville.		
f. \$615,000 to replace roofs at Southwestern State Hospital at Thomasville.		
g. \$340,000 to replace steam coils and valves at West Central Georgia Regional Hospital.		
25. Authorizes \$15,050,000 in 20-year bonds for the following projects:	15,050,000	1,309,350
a. \$140,000 to design and install emergency generator at Skyland building.		
b. \$12,225,000 to construct and equip a public health laboratory in South Georgia (Waycross).		
c. \$2,685,000 to design, construct, and equip a public health district office building at Northwest Regional Hospital Campus.		

Department of Veterans Services

26. Authorizes \$125,000 in 5-year bonds to renovation projects at the Augusta Veterans Home.	125,000	28,625
27. Authorizes \$875,000 in 5-year bonds to upgrade handicap and life safety equipment at Milledgeville Veterans Home for the following buildings:	875,000	200,375
a. \$300,000 for the Wheeler building.		
b. \$135,000 for the Russell building.		
c. \$110,000 for the Vinson building.		
d. \$150,000 for the Wood building.		
e. \$180,000 for the Birdsong building.		

Department of Corrections

28. Authorizes \$13,750,000 in 20-year bonds for the following projects:	13,750,000	1,196,250
a. \$500,000 to plan, purchase or lease a facility housing 1,000 to 1,600 inmates in Stewart County.		
b. \$4,000,000 to fund central repair and minor construction projects.		
c. \$3,500,000 for repair and maintenance of security equipment.		
d. \$450,000 to fund roofing repairs at various facilities.		
e. \$1,600,000 to convert Rogers State Prison waste water plant to a land application system.		
f. \$2,200,000 for various waste water, utility and HVAC projects.		
g. \$1,500,000 for the expansion of the Putnam County Correctional Institute for an additional 100 beds.		

Department of Defense

29. Authorizes \$2,000,000 in 5-year bonds for repairs and renovations to armories and other facilities.	2,000,000	458,000
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GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

Georgia Building Authority

30. Authorizes \$3,000,000 in 20-year bonds to remediate, replace and close underground and above-ground state-owned fuel storage facilities on state-owned property.	3,000,000	261,000
31. Authorizes \$3,000,000 in 20-year bonds for repairs and renovations to the State Capitol and for masterplanning for the State Capitol and the Capitol Hill area.	3,000,000	261,000

Department of Agriculture

32. Authorizes \$1,000,000 in 20-year bonds for repairs and renovations to the State Farmers' Markets.	1,000,000	87,000
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Georgia State Financing and Investment Commission

33. Authorizes \$80,000,000 in 20-year bonds for the purchase of "megasites".	80,000,000	7,120,000
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Total New Issues	\$524,335,000	* \$51,029,725
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Total FY 2004 General Funds		\$778,879,879
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TOTAL FY 2004 STATE FUNDS		\$778,879,879
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5-year bond projects	\$36,990,000	\$8,470,710
20-year bond projects	487,345,000	42,559,015

Note:

* Of the total debt service of \$51,029,725 for new issues, Governor Perdue vetoed \$348,000, which remains in the total debt service appropriation for all bonds.

GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

AMENDED FY 2003 BUDGET HIGHLIGHTS - STATE FUNDS

GENERAL FUNDS	<u>PRINCIPAL AMOUNT</u>	<u>DEBT SERVICE</u>
Original FY 2003 Appropriations		\$602,752,918
Adjustments		
1. Removes excess debt services funding from existing obligations.		(8,015,587)
Total Adjustments		\$594,737,331
New Issues		
<u>Board of Regents, University System of Georgia</u>		
2. Authorizes \$4,900,000 in 5-year bonds for the following projects:	\$4,900,000	1,122,100
a. \$4,000,000 to complete the renovations of the old Governor's Mansion at Georgia College and State University in Milledgeville.		
b. \$900,000 to purchase specialized research equipment for approved projects for Traditional Industries Program.		
3. Authorizes \$32,120,000 in 5-year bonds for digital conversion of towers and transmitters for Georgia Public Telecommunications Commission.	32,120,000	7,355,480
4. Authorizes \$51,100,000 in 20-year bonds for the following projects:	51,100,000	4,445,700
a. \$8,600,000 for construction and equipment for the Coverdell Building at UGA.		
b. \$25,000,000 to restore MRR projects to full funding.		
c. \$17,500,000 to fund various projects for Georgia Research Alliance.		
5. Authorizes \$14,900,000 in 20-year bonds for minor capital outlay projects at Armstrong Atlantic (\$5,000,000), Southern Polytechnic (\$5,000,000), and the Medical College of Georgia (\$4,900,000). GOVERNOR DELAYED ISSUANCE OF \$2,500,000 OF THE \$5,000,000 FOR SOUTHERN POLYTECHNIC *	14,900,000	1,296,300
6. Authorizes \$1,000,000 in 20-year bonds for infrastructure and entryway improvements at Atlanta Metropolitan College. GOVERNOR VETOED *	1,000,000	87,000
7. Authorizes \$700,000 in 20-year bonds for renovation of historic Wheatly Hall at Georgia Southwestern State University. GOVERNOR DELAYED ISSUANCE OF \$400,000 *	700,000	60,900
8. Authorizes \$4,850,000 in 20-year bonds for construction and equipment for a new Technology Center at East Georgia College. GOVERNOR VETOED *	4,850,000	421,950

* Governor Perdue directed the Georgia State Financing and Investment Commission to delay issuance of \$2,500,000 of the \$5,000,000 in 20-year bonds for the Board of Regents for campus entrance changes at Southern Polytechnic State University until design is complete.

* Governor Perdue vetoed the authorization of \$1,000,000 in 20-year bonds for infrastructure and entryway improvements at Atlanta Metropolitan College. The debt service of \$87,000 remains in the total debt service appropriation for all bonds.

* Governor Perdue directed the Georgia State Financing and Investment Commission to delay issuance of \$400,000 of the \$700,000 in 20-year bonds for the Board of Regents for renovation of historic Wheatly Hall at Georgia Southwestern State University be delayed.

GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

Department of Technical and Adult Education

9. Authorizes \$27,450,000 in 20-year bonds to construct the following projects:	27,450,000	2,388,150
a. \$14,750,000 for construction of the Visual Communications building at North Georgia Tech.		
b. \$12,700,000 for predesign, design, construction and equipment for a specialized training center in Savannah.		
10. Authorizes \$1,800,000 in 20-year bonds for renovations to recently acquired buildings at Columbus Tech College. GOVERNOR DELAYED ISSUANCE *	1,800,000	156,600
11. Authorizes \$860,000 in 20-year bonds for an Allied Health building at Southwest Georgia Tech College. GOVERNOR VETOED *	860,000	74,820
12. Authorizes \$26,305,000 in 5-year bonds to purchase equipment for the following:	26,305,000	6,023,845
a. \$650,000 for the Business Technology building at Athens Tech.		
b. \$735,000 for the Technology building at Appalachian Tech.		
c. \$640,000 for the Allied Health and Information Technology building at Northwestern Tech.		
d. \$2,035,000 for the classroom building at Chattahoochee Tech.		
e. \$1,175,000 for the classroom building at Southwest Georgia Tech.		
f. \$835,000 for Toccoa/Stephens County North Georgia Tech.		
g. \$965,000 for a campus expansion at Georgia Aviation Tech.		
h. \$1,000,000 for the Telecom building at East Central Tech.		
i. \$1,670,000 for the Camden County Campus of Coastal Georgia Tech.		
j. \$14,200,000 to replace obsolete equipment. GOVERNOR DELAYED ISSUANCE OF \$4,200,000 *		
k. \$2,400,000 for a specialized training center in Savannah.		
13. Authorizes \$100,000 in 5-year bonds for predesign of an allied health facility at East Central Technical College.	100,000	22,900

Department of Natural Resources

14. Authorizes \$4,225,000 in 20-year bonds to fund the following projects:	4,225,000	367,575
a. \$2,525,000 for predesign, design, construction, and equipment for a new building to accommodate growth at the Coastal Regional Headquarters in Brunswick.		
b. \$1,000,000 to acquire inholdings and edgeholdings at existing state parks and historic sites threatened by development.		
c. \$200,000 to construct a bridge on south end of Sapelo Island.		
d. \$500,000 to provide for repairs and renovations to North Georgia lodges.		

* Governor Perdue vetoed the authorization of \$4,850,000 in 20-year bonds for the Board of Regents for construction and equipment for a new Technology Center at East Georgia College at Atlanta Metropolitan College. The debt service of \$421,950 remains in the total debt service appropriation for all bonds.

* Governor Perdue directed the Georgia State Financing and Investment Commission to delay issuance of \$1,800,000 in 20-year bonds for the Department of Technical and Adult Education for renovations to recently acquired buildings at Columbus Tech College.

* Governor Perdue vetoed the authorization of \$860,000 in 20-year bonds for the Department of Technical and Adult Education for an Allied Health Building at Southwest Georgia Tech College. The debt service of \$74,820 remains in the total debt service appropriation for all bonds.

* Governor Perdue directed the Georgia State Financing and Investment Commission to delay issuance of \$4,200,000 of the \$14,200,000 in 5-year bonds for the Department of Technical and Adult Education to replace obsolete equipment.

Department of Industry, Trade and Tourism

15. Authorizes \$19,000,000 in 20-year bonds to complete construction of phase IV of the Georgia World Congress Center.	19,000,000	1,653,000
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GENERAL OBLIGATION DEBT SINKING FUND

Corrected Copy

Georgia Ports Authority

16. Authorizes \$1,500,000 in 20-year bonds for design activities for the Brunswick Harbor deepening.	1,500,000	130,500
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Department of Transportation

17. Authorizes \$35,000,000 in 20-year bonds for the Governor's Road Improvement Program.	35,000,000	3,045,000
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Department of Labor

18. Authorizes \$100,000 in 5-year bonds for a facility assessment and capital plan for the Warm Springs Institute.	100,000	22,900
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Jekyll Island Authority

19. Authorizes \$3,000,000 in 20-year bonds to complete final phase of historic district revitalization plan.	3,000,000	261,000
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20. Authorizes \$150,000 in 5-year bonds to fund predesign and design cost of the convention center to complement new convention center hotel development.	150,000	34,350
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Department of Juvenile Justice

21. Authorizes \$2,700,000 in 20-year bonds to modify sleeping rooms for safety and suicide prevention.	2,700,000	234,900
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Georgia Building Authority

22. Authorizes \$2,000,000 in 20-year bonds for repairs to the State Capitol.	2,000,000	174,000
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Board of Regents, University System of Georgia

23. Authorizes \$15,000,000 in 20-year bonds to redevelop the Biocontainment Research Center at UGA.	15,000,000	1,305,000
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	\$248,760,000	\$30,683,970
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Total Amended FY 2003 General Funds		\$625,421,301
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TOTAL AMENDED FY 2003 STATE FUNDS		\$625,421,301
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	5-year bond projects	\$63,675,000		\$14,581,575
	20-year bond projects	185,085,000		16,102,395

Note:

* Of the total debt service of \$30,683,970 for new issues, Governor Perdue vetoed \$583,770, which remains in the total debt service appropriation for all bonds.

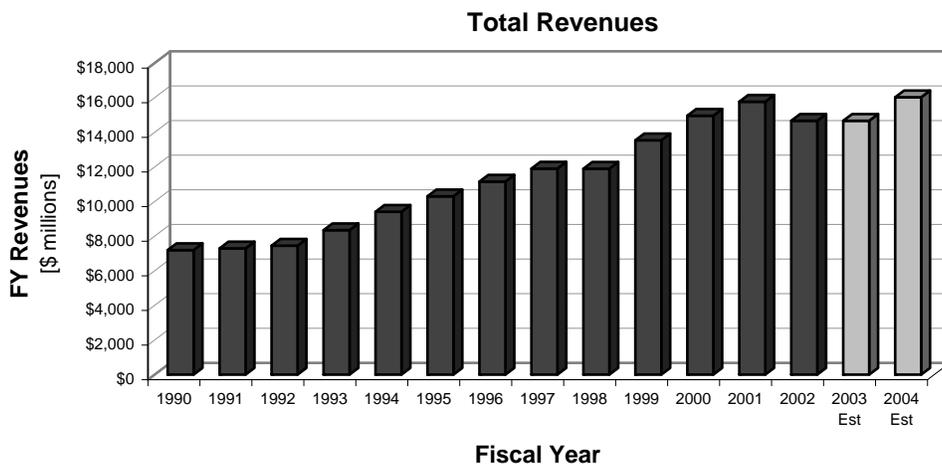
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REVENUE HISTORY

FISCAL YEAR	TAXES AND FEES (\$ millions)	INDIGENT CARE TRUST FUND (\$ millions)	LOTTERY FUNDS (\$ millions)	TOBACCO SETTLEMENT FUNDS (\$ millions)	BRAIN AND SPINAL INJURY TRUST FUND (\$ millions)	TOTAL REVENUES (\$ millions)	PERCENT CHANGE
1990	7,196.4					7,196.4	11.3%
1991	7,258.2	37.0				7,295.2	1.4%
1992	7,356.2	96.4				7,452.6	2.2%
1993	8,249.9	96.5				8,346.4	12.0%
1994	8,906.5	140.4	362.4			9,409.3	12.7%
1995	9,625.7	163.0	514.9			10,303.6	9.5%
1996	10,446.2	148.8	558.5			11,153.5	8.2%
1997	11,131.4	180.8	593.6			11,905.8	6.7%
1998	11,233.6	148.8	515.0			11,897.4	(0.1%)
1999	12,696.1	181.2	662.6			13,539.9	13.8%
2000	13,781.9	261.9	710.5	205.6		14,959.9	10.5%
2001	14,689.0	194.2	719.5	165.8		15,768.5	5.4%
2002	13,820.1	148.8	550.0	149.0		14,667.9	(7.0%)
2003 Est	13,834.0	148.8	498.2	184.1	1.0	14,666.2	(0.0%)
2004 Est	15,156.8	0	691.8	175.1	2.0	16,025.7	9.3%

The revenue numbers from fiscal years 1990 - 2002 are reported numbers. The revenue numbers for fiscal years 2003 and 2004 are estimated.



STATE DEBT SERVICE HISTORY

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. The maximum percentage allowed by the current state Constitution is 10%, effective in FY 1984. Prior to FY 1984 the maximum percentage allowed by the Constitution was 15%. Debt service information is as of June 9, 2003.

Fiscal Year	Highest Annual Debt Service	Prior Year Net Treasury Receipts	Percentage
1990	\$369,685,654	\$6,467,686,421	5.7%
1991	387,732,035	7,196,336,132	5.4%
1992	392,743,216	7,295,236,287	5.4%
1993	431,894,693	7,452,615,507	5.8%
1994	491,857,523	8,346,376,907	5.9%
1995	504,930,220	9,409,526,943	5.4%
1996	568,226,855	10,303,573,061	5.5%
1997	588,641,451	11,166,835,592	5.3%
1998	606,591,877	11,905,829,999	5.1%
1999	702,079,328	12,478,602,944	5.6%
2000	700,994,815	13,539,916,503	5.2%
2001	730,856,404	14,959,980,702	4.9%
2002	877,399,865	15,768,578,047	5.6%
2003	886,727,994 (Est.)	15,126,479,334	5.9% (Est.)
2004	963,564,719 (Est.)	14,666,162,762 (Est.)	6.6% (Est.)

Source: Georgia State Financing and Investment Commission

Debt Service as a Percentage of Prior Fiscal Year Net Receipts

