

Summary of Second Supplemental Budget LD 1903 as Amended

Table of Contents

Changes to General Fund Balance.....	Page 1
General Fund Spending Initiatives	Pages 2 & 3
General Fund Savings Initiatives	Pages 4 & 5
Changes in Authorized Positions.....	Page 6
Tax and Fee Changes	Page 7

**Prepared by the
Office of Fiscal and Program Review**

April 12, 2012

Second Supplemental Budget Bill (LD 1903 as Amended)
Summary of Committee Amendment
Summary of Changes to General Fund Balance

	FY 12	FY 13
Budgeted Ending Balances - Prior to LD 1903	\$365,866	(\$7,301,626)

Summary of Appropriations and Revenue/Transfers - LD 1903 as Amended

Resources (Transfers/Adjustments to Balance and Revenue):		
- General Fund Transfers and Adjustments to Balance	\$4,028,593	\$13,450,000
- General Fund Revenue	(\$107,207)	(\$246,450)
Net Increase (Decrease) to Resources	\$3,921,386	\$13,203,550
General Fund Appropriations:		
- General Fund Appropriations	\$4,154,053	\$2,357,044
Net Increase (Decrease) of Appropriations	\$4,154,053	\$2,357,044
Net Increase (Decrease) to Balance - Gov's Supplemental	(\$232,667)	\$10,846,506

Summary General Fund "Spending" and "Savings" - LD 1903 as Amended

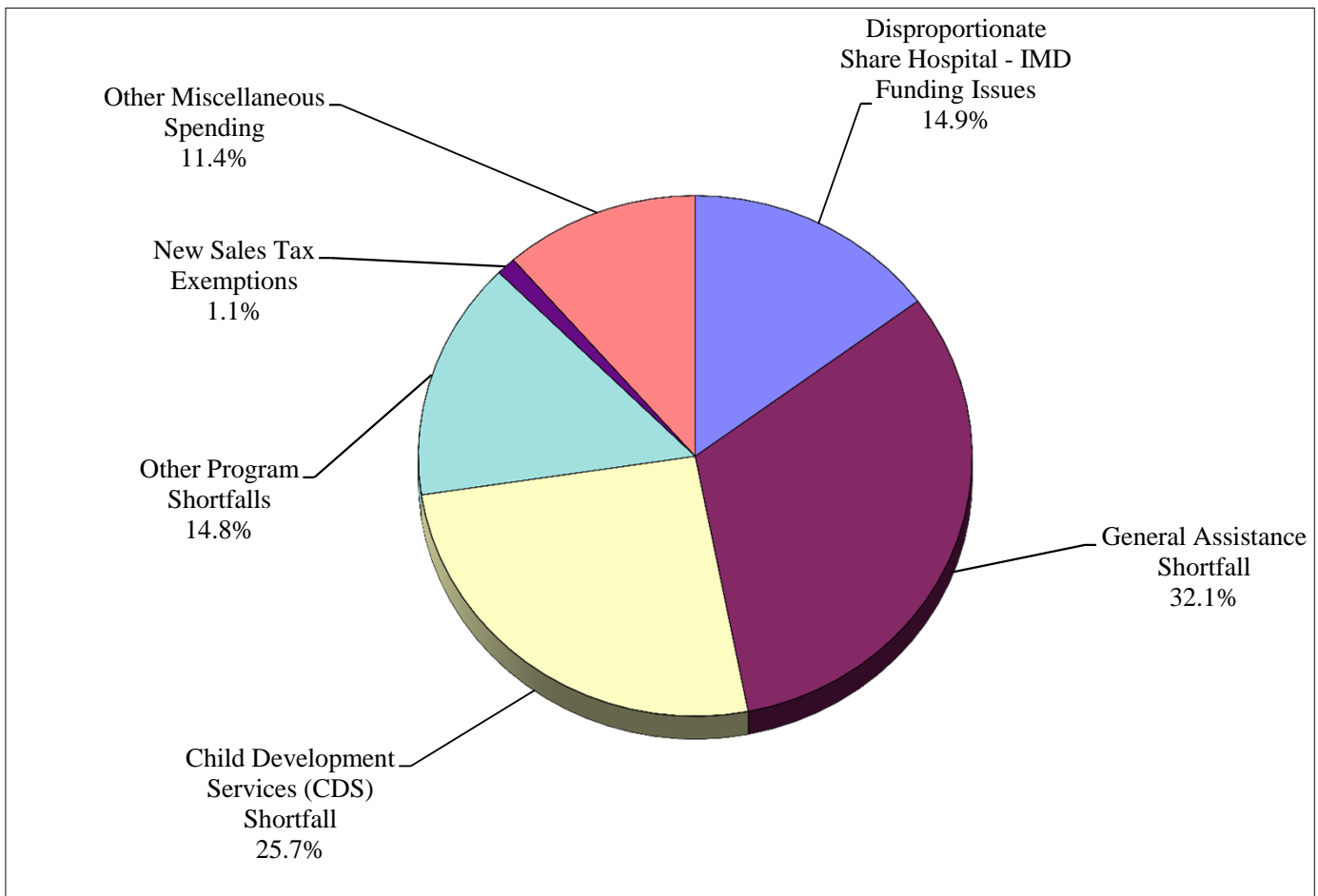
Initiatives Decreasing Resources ("Spending")		
- Funding for Program Shortfalls (see Summary Pages 2 and 3)	(\$11,193,783)	(\$16,041,011)
- Other Spending Initiatives (see Summary Pages 2 and 3)	(\$646,138)	(\$3,262,850)
Total Items Increasing Resources ("Savings")		
- Savings Initiatives (see Summary Pages 4 and 5)	\$24,107,254	\$17,650,367
Other Initiatives		
- Decrease Interfund Borrowing	(\$12,500,000)	\$12,500,000
Net Increase (Decrease) to General Fund Resources	(\$232,667)	\$10,846,506

General Fund Budgeted Ending Balances - After LD 1903 as Amended	\$133,199	\$3,312,213
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Second Supplemental Budget Bill (LD 1903 as Amended)

General Fund "Spending" Initiatives

	FY 12	FY 13	Biennium	% of Total
Disproportionate Share Hospital - IMD Funding Issues	\$0.0	\$4.6	\$4.6	14.9%
General Assistance Shortfall	\$4.0	\$6.0	\$10.0	32.1%
Child Development Services (CDS) Shortfall	\$3.5	\$4.5	\$8.0	25.7%
Other Program Shortfalls	\$3.7	\$0.9	\$4.6	14.8%
New Sales Tax Exemptions	\$0.1	\$0.2	\$0.4	1.1%
Other Miscellaneous Spending	\$0.5	\$3.0	\$3.6	11.4%
TOTAL SPENDING INITIATIVES	\$11.8	\$19.3	\$31.1	100.0%



Amounts may not add due to rounding

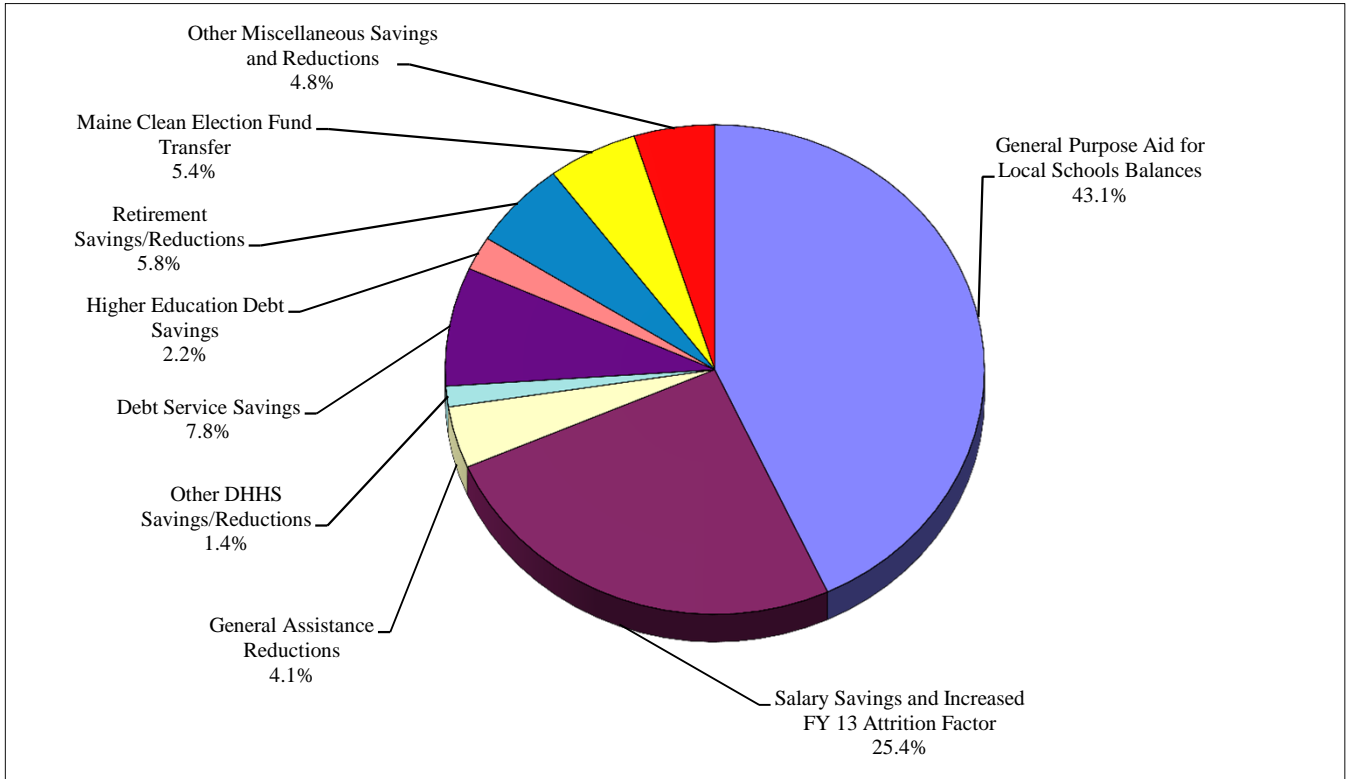
Second Supplemental Budget Bill (LD 1903 as Amended)
Summary of General Fund Spending Initiatives

	FY 12	FY 13
General Fund Spending for Shortfalls		
Disproportionate Share Hospital - IMD Funding Issues	\$0	\$3,176,972
Other Adult MH/Disproportionate Share Funding Issues	\$0	\$1,449,607
General Assistance Shortfall	\$3,991,196	\$6,000,000
Child Development Services Shortfall	\$3,500,000	\$4,500,000
Fuel for State-owned Buildings	\$646,454	\$0
Disaster Assistance Funding - State Share	\$700,000	\$0
Indigent Legal Services Shortfall	\$750,000	\$0
Public Safety - Transfer to Other Special Revenue for Shortfalls	\$1,300,000	\$0
Gambling Control Board - Casino Regulation Needs	\$155,918	\$796,231
Approved Reclassifications and Range Changes - Part B	\$150,215	\$118,201
Total General Fund Spending for Shortfalls	\$11,193,783	\$16,041,011
Other General Fund Spending Initiatives		
New Sales Tax Exemption - Breathing Equipment	\$107,207	\$247,950
Computer Crime Lab Funding	\$0	\$362,535
Courts - Security Funding	\$0	\$638,312
Dorothea Dix funding for dental clinical	\$0	\$500,000
DHHS Licensing - Travel and Operating Expenses	\$382,710	\$765,420
DHHS Management Initiatives - Spending Initiatives	\$0	\$196,764
Other Miscellaneous Net Spending	\$156,221	\$551,869
Total Other General Fund Spending Initiatives	\$646,138	\$3,262,850
NET COST FROM SPENDING INITIATIVES	\$11,839,921	\$19,303,861

Second Supplemental Budget Bill (LD 1903 as Amended)

General Fund "Savings" Initiatives

	FY 12	FY 13	Biennium	% of Total
General Purpose Aid for Local Schools Balances	\$13.5	\$4.5	\$18.0	43.1%
Salary Savings and Increased FY 13 Attrition Factor	\$6.0	\$4.6	\$10.6	25.4%
General Assistance Reductions	\$0.0	\$1.7	\$1.7	4.1%
Other DHHS Savings/Reductions	\$0.2	\$0.4	\$0.6	1.4%
Debt Service Savings	\$0.3	\$2.9	\$3.3	7.8%
Higher Education Debt Savings	\$0.9	\$0.1	\$0.9	2.2%
Retirement Savings/Reductions	\$0.7	\$1.7	\$2.4	5.8%
Maine Clean Election Fund Transfer	\$1.3	\$1.0	\$2.3	5.4%
Other Miscellaneous Savings and Reductions	\$1.2	\$0.8	\$2.0	4.8%
TOTAL ADJUSTMENTS INCREASING BALANCE	\$24.1	\$17.7	\$41.8	100.0%



Amounts may not add due to rounding

Second Supplemental Budget Bill (LD 1903 as Amended)

Summary of General Fund Savings Initiatives

	FY 12	FY 13
General Purpose Aid for Local Schools Savings/Reductions:		
General Purpose Aid for Local Schools - Lapsed Balances	(\$10,009,774)	\$0
General Purpose Aid for Local Schools - Other Balances Available	(\$3,500,000)	(\$4,500,000)
DHHS Savings/Reductions:		
General Assistance - FY 13 Limits on Benefits and Reimbursements	\$0	(\$1,702,301)
Dorothea Dix - Net after \$2.5 million offset	(\$182,335)	(\$212,334)
DHHS Management Savings	\$0	(\$174,446)
Retirement Savings/Reductions:		
Excess Appropriations to Pay-as-you-go Governors' Retirement	(\$1,122,570)	(\$1,122,570)
Retirement Incentive Adjustment	\$420,154	(\$583,432)
Transfers from Other Funds and Lapsed Appropriations Balances:		
Transfer from Maine Clean Elections Fund	(\$1,300,000)	(\$950,000)
Miscellaneous Lapsed General Fund Balances	(\$518,819)	\$0
Salary and Personal Services Savings/Reductions:		
Salary Savings Prior to Lapsing to Salary Plan	(\$6,000,000)	\$0
Increased Attrition Factor from 5% to 6% in FY13	\$0	(\$3,454,047)
Statewide Deappropriation for Central Services Rate Reductions	\$0	(\$1,134,518)
Debt Savings		
Treasury Debt Service Savings	(\$333,333)	(\$2,939,607)
Higher Education - University of Maine System - Debt Savings	(\$850,000)	(\$82,050)
Other Miscellaneous Savings/Reductions:		
Net Savings from State Planning Office Reorganization	\$0	(\$229,349)
Maine Revenue Services - Savings Initiatives	\$0	(\$306,449)
Department of Corrections - Savings Initiatives	(\$500,000)	\$0
Offsets to Approved Reclassifications and Range Changes (Part B)	(\$150,215)	(\$118,201)
Other Miscellaneous Savings Initiatives	(\$60,362)	(\$141,063)
TOTAL SAVINGS FROM LD 1903 AS AMENDED	(\$24,107,254)	(\$17,650,367)

Second Supplemental Budget Bill (LD 1903 as Amended)
Summary of Authorized Position Count Changes

<u>Fund</u>	<u>Net Change in</u> <u>Authorized</u> <u>Positon Counts</u>
General Fund	(17.673)
Highway Fund	0.000
Federal Expenditures Fund	7.000
Fund for a Healthy Maine	0.000
Other Special Revenue Fund	(88.052)
Federal Block Grant	(9.000)
Other Funds	1.000
Total Change of Authorized Positions	<u>(106.725)</u>

Tax and Fee Changes Affecting State and Local Tax Burden Second Supplemental Budget (LD 1903 as Amended)

Description of Tax or Fee Change	Supplemental Budget Bill Part	FY 2011-12	FY 2012-13	FY 2013-14	FY 2014-15
Sales and Use Tax					
Creates a new sales and use tax exemption for positive airway pressure equipment used in respiratory ventilation, and for supplies, repair parts and replacement parts for such equipment.	Part PP	(\$112,850)	(\$261,000)	(\$269,613)	(\$279,319)
Total Impact of Tax and Fee Changes		<u>(\$112,850)</u>	<u>(\$261,000)</u>	<u>(\$269,613)</u>	<u>(\$279,319)</u>