

MAINE STATE LEGISLATURE

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STATE OF MAINE
122nd LEGISLATURE
SECOND REGULAR SESSION

Final Report
of the
COMMISSION TO REFORM THE
STATE BUDGET PROCESS

February 2006

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The Commission to Reform the State Budget Process was created by P.L. 2005, c. 386, Part O in the 1st Special Session of the 122nd Legislature. The Commission consisted of 12 members. The members included: the Commissioner of Administrative and Financial Services; the State Budget Officer; the State Controller; the Director of the State Planning Office; two members of the Senate, appointed by the President of the Senate, one from the political party holding the majority of seats in the Senate and one from the political party holding the majority of the remainder of the seats in the Senate; two members of the House of Representatives, appointed by the Speaker of the House, one from the political party holding the majority of seats in the House and one from the political party holding the majority of the remainder of the seats in the House; the Director of the Office of Fiscal and Program Review; and three members of the public, appointed by the Governor.

Problems presented

The duties of the Commission were as follows:

- The establishment of a "zero-based" budget in which the initial funding amount for each program in State Government is assumed to be zero and all proposed expenditures for the program are justified in the budget;
- Modifying the "current services" format used by departments and agencies by including a percent reduction from the previous year's appropriation or allocation and requiring additional expenditures for the program be justified in the budget; and
- Proposing adjustments to the current "performance-based" budgeting in which funding is tied to measures that indicate how well a program is meeting the goals established.

The Commission spent several meetings discussing the format of the current budget document and budget bill. There was consensus among the group that the budget bill should be presented in a format that allowed the Legislature and the public to understand in a much clearer way what was actually being proposed by Administrations. Several recommendations will follow that accomplish that objective.

Additionally, the Commission spent considerable time discussing how the bill should be constructed by each Administration. The group agreed that the current process should be changed. Specific comments cited during the initial meeting included:

- The Current Services budget builds on historical decisions made by prior Administrations and Legislatures instead of looking towards the future;
- The current process makes it difficult to "get your arms around" the All Other budget (85% of GF);

- Incremental budgeting is not the right way to go in planning for the long-term;
- Current process so time consuming that you barely have time to implement the current budget before you begin to work on the next one; and
- Too much paperwork and information included in the Current Services budget. Not enough time to fully engage departments and agencies.

The current process of budgeting has been around since the mid 1900's with very minor adjustments occurring throughout the years.

Current Process¹

On or before September 1st of even numbered years, the Judicial Branch, the Legislative Branch and each Executive Branch department or agency prepares a budget request for the next two fiscal years. The biennial budget requests identify individual programs and divisions of each department and the estimated spending level for each for the next two fiscal years. The budget requests are submitted via the Department of Administrative and Financial Services to the Governor, who may revise them.

The requests are then compiled into the state budget document by the Department of Administrative and Financial Services. This document is printed and distributed early in the first regular session to legislators and others.

The state budget document is the financial plan for state government for each year of the ensuing biennium and consists of two components. (See 5 MRSA § 1664.) The first component contains the Governor's budget message, a general budget summary (balancing expenditures and sources of funding for the upcoming biennium and comparing those figures to figures for the last and current fiscal years for each state program) and an estimate of losses in revenue anticipated during the next biennium due to tax and income exclusions, exemptions and deductions.

The second component of the state budget document contains a detailed budget estimate of expenditures and revenues, a statement of state bonded indebtedness showing redemption requirements, authorized and unissued debt and the condition of sinking funds.

Legislation comprising the budget request is divided into two major categories. The Part I Budget, or Current Services Budget, consists of requests for money to continue existing programs as authorized by law, approved and funded collective bargaining agreements or other requirements. The Part II Budget consists of adjustments, reductions and requests for money for new and expanded programs.

¹ Legislative Handbook, 2004

Beginning in the 2002-2003 biennium, the budget received by the 120th Legislature from the Governor used the performance budgeting methodology.

Potential Options Explored

Beginning at its first meeting, the Commission began to focus on alternatives to the Current Services model. Specifically stated in the legislation that created the Commission was the “zero-based budget.” The notion of a zero-based budget demands that a government program or programs be justified in each fiscal year, as opposed to simply basing budgeting decisions on a previous year’s funding level. Each budget cycle a program director or Commissioner would need to justify the entire budget from \$0. The zero-based budget is the polar opposite of the Current Services budget. While the notion of justifying each dollar is a noble one, in reality the implementation phase is nearly impossible. Zero-based budgeting has its origins back in the 1970’s and has largely failed at the state level due to the time and costs required to piece together a truly “zero-based” budget.

While the Commission dismissed the possibility of implementing a zero-based budget process early in its deliberations, the Commission did begin to focus in on 4 specific options. The proposals included:

Option A: Option A represented the least change of the 4 options. The proposal made almost no change to the current process but instead focused on providing a more “user-friendly format.”

In the current budget process, a program’s Current Services budget is included in “Part A.” This represented the program’s previous funding level, plus any inflationary factor that may have been included. If the Administration proposed any “adjustments” to the funding level – typically reductions to bring the budget into balance – these appear in “Part B.” Because the biennial budget contains hundreds of programs, it is often the case that to find the specific funding level for a program the reader has to first locate the program in Part A of the budget, fast forward several hundred pages in the document to find any Part B adjustments, and finally subtract the adjustment from the base funding level to come up with the current funding level.

Option A proposed to combine Parts A and B together to present a complete picture of a program’s funding. For example:

BUDGET - BUREAU OF THE 0055

What the Budget purchases: The Bureau of Budget exists to provide budget and position planning, analysis and control in support of gubernatorial objectives and legislative intent. This role represents a balanced approach for carrying out the program initiative of the Executive within the limits of legislative oversight for the purpose of achieving the most effective program outcomes and results within available budget resources.

	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	12,000	12,000	12,000	12,000
Positions – FTE COUNT	6,444	1,960	1,600	1,600
Personal Services	928,312	990,872	1,015,684	1,049,799
All Other	132,655	175,015	87,412	90,135
Total	1,060,967	1,165,887	1,103,096	1,139,934

Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	1,000	1,000	1,000	1,000
Personal Services	66,098	69,624	76,740	82,233
All Other	8,000	8,105	8,219	8,350
Total	74,098	77,729	84,959	90,583

2005-06 2006-07

New Initiative: Reduces funding previously used to pay for receptionist duties that will be performed with existing staff. Reorganizes one Personnel Payroll Technician position to one Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

All Other		(5,646)	(5,646)
Total		(5,646)	(5,646)

	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	12,000	12,000	12,000	12,000
Positions – FTE COUNT	6,444	1,960	1,600	1,600
Personal Services	928,312	990,872	1,015,684	1,049,799
All Other	132,655	175,015	81,766	84,489
Total	1,060,967	1,165,887	1,097,450	1,134,288

Revised Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	1,000	1,000	1,000	1,000
Personal Services	66,098	69,624	76,740	82,233
All Other	8,000	8,105	8,219	8,350
Total	74,098	77,729	84,959	90,583

While there was agreement within the Commission that the formatting change in Option A was the right way to go, the group also agreed that this option did not present enough of a change from the "Current Services" budget, with its built in growth assumptions, to warrant a full recommendation. However the group did agree that combining Part A and Part B was an excellent first step and including the same suggestion in each of the 4 options and ultimately as part of its final recommendation.

Option B: Option B adopts the formatting change discussed above. As stated earlier in the report, a lot of the Commission's frustration with the current budget process focused on the automatic inflationary adjustments that occur to the All Other line. Because the All Other budget represents approximately 85% of the overall budget of state government, even an inflationary adjustment of a couple of percentage points on a base budget of nearly \$5.5 billion represents substantial growth. This frustration ultimately shaped the Commission's final recommendations.

Option B draws a new distinction between the Part I and Part II budgets. As noted above, the Part I Budget, or Current Services Budget, consists of requests for money to continue existing programs as authorized by law, approved collective bargaining agreements or other requirements. The Part II Budget consists of adjustments, reductions and requests for money for new and expanded programs. Option B instead changes the definition of the Part I Budget to include only those programs funded in the previous budget at their previous years funding level. No inflationary adjustments are included. Any amount above flat funding, except those for Personal Services², need to be included in the Part II Budget.

The advantage of this proposal is that it establishes a clear threshold over which additional spending must be justified. It also funds the basic services of state government in a "no frills" Part I budget – similar to a continuing resolution – leaving major budget decisions for the Part II budget.

An example of this format is included in Attachment 1.

Option C: Option C also includes the formatting changes discussed earlier and is very similar to Option B with one major exception. Instead of including any adjustments over flat funding in the Part II Budget, this proposal recommends a single budget. Instead of a Part I and Part II Budget, a single balanced budget is put forth by the Administration that reflects their full picture of priorities. Individual programs would have a base funding level based on the previous year's funding level and any adjustments, inflationary or otherwise, would appear as separate initiatives.

Option D: Option D represented the most sweeping of the proposals. This option eliminates everything associated with the current process. To sum it up, "the budget is what it is." The Budget is balanced to available resources with no regard to what may or may not have been funded by a previous Legislature. It again provides for a single balanced budget reflecting priorities. Any program funded in a prior budget could be expanded or eliminated entirely based on recommendations from the Administration. While this proposal generated much discussion, it was quickly ruled out as "unworkable."

² Because the Budget and Financial Management System is designed to automatically calculate the costs of a position based on the incumbent in that position and his/her specific benefits, applying "flat funding" to Personal Services would require very costly programming changes.

Final Recommendations:

The final recommendation of the Commission to Reform the State Budget Process is that the Governor and Legislature adopt Option C. This proposal includes combining the current Part A and Part B sections of the budget, as well as combining the Part I and Part II budgets. The Commission agreed that when combined with the formatting changes included in Attachment A, a more complete picture of the Budget is presented to the public and the Legislature.

While the Commission felt that a true zero-based budget was unmanageable, the group does endorse a periodic review of all government programs to determine appropriate funding levels. The Commission considered the current Government Evaluation Act (GEA) as a tool for that exercise. Under current law, each program is subject to a review by the appropriate committee of jurisdiction every 10 years. However, the Commission questioned whether the current review process would allow for the adequate time necessary to do a thorough analysis of each program. The Commission recommends that Legislative Leadership consider placing a renewed emphasis on the GEA and consider whether top to bottom budget reviews on a periodic basis are an appropriate tool.

As part of the review process, the Commission was also charged with examining the State's current performance budgeting system. The group unanimously recommends the current process be eliminated and perhaps a new group be formed to explore useful measurement tools. While the Commission felt that measurement tools are an important item for both program managers and policy makers, the current process does not provide the adequate flexibility necessary to produce meaningful results. Specific examples included a standard number of measurements regardless of program size and the elimination of those measurements from the Legislature's working document. The group does feel that performance measures can serve a meaningful purpose but that more work needs to be done than time allowed.

Other Recommendations:

While reviewing the State's budget process, the Commission also recommends several clarifications or deletions to the current statutory language. These suggestions are consistent with the intent of the Commission to provide a clearer picture of Maine's budget. In many cases, these suggestions are simply eliminating duplicative or unnecessary requirements.

The Commission also discussed how employee reclassifications should appear in the new format. Ultimately the Commission agreed that reclassifications will continue to appear in a separate section of the bill.

Summary:

This report includes the statutory recommendations of the Commission to Reform the State Budget Process. The purpose of these legislative changes is to create a budget document that is more useful throughout the budget deliberations by the Legislature and to adjust the statutes to reflect the recommended change in the budgeting methodology.

The Commission has recommended a shift in the starting point for the biennial budget from the traditional current services model to a modified flat funded model. Instead of building from prior biennium requests increased by an inflation factor, requests for appropriations and allocations start from authorized positions and flat funded non-personal services appropriations and allocations. Increases from those "flat-funded" amounts would need to be justified and the initiatives presented in the unified budget bill.

Recommended Statutory Changes

Sec. 1. 5 MRSA 1664 is repealed and the following enacted in its place:

§1664. Form of budget document

1. Form. The state budget document, setting forth a 4-year financial plan for the State Government for each fiscal year of the ensuing biennium and the following biennium, must:

A. Consist of a budget message by the Governor-elect or the Governor that outlines the 4-year financial policy of the State Government for the ensuing biennium and the following biennium, describing in connection therewith the important features of the financial plan;

B. Embrace a general budget summary setting forth the aggregate figures of the budget in such a manner as to show the balanced ~~outlines relations~~ relationship between the total proposed expenditures and the total anticipated revenues together with the other means of financing the budget for each fiscal year of the ensuing biennium, contrasted with the corresponding figures for the last completed fiscal year and the fiscal year in progress;

(1) Support the general budget summary by explanatory schedules or statements, classifying the expenditures contained therein by organization units, objects and funds, and the income by organization units, sources and funds;

(2) Include within the general budget summary a summary and details of programs funded through the Fund for a Healthy Maine, presenting the allocation requirements and projected revenues and other available resources shown in a budget fund flow statement and a comparative statement that presents income source for revenue projections and allocation estimates by program categories;

C. Include a financial plan for the following biennium with forecasted General Fund, Highway Fund and Fund for a Healthy Maine appropriation requirements and projected revenues by income sources as provided in chapter 151-B and other available resources shown in a budget fund flow statement and a comparative statement that presents income source for revenue projections and appropriation estimates by major program categories;

D. Specifically describe the estimated loss in revenue during the last completed fiscal year and the fiscal year in progress, and the anticipated loss in revenue for each fiscal year of the ensuing biennium, caused by tax expenditures provided in Maine statutes; the term "tax expenditures" means those state tax revenue losses attributable to provisions of Maine tax laws that allow a special exclusion, exemption or deduction or provide a special credit, a preferential rate of tax or a deferral of tax liability;

E. Contain the analysis and statement required by section 1665, subsection 5;

F. Include statements of the bonded indebtedness of the State Government showing

the debt redemption requirements, the debt authorized and unissued and the condition of the sinking funds; and

G. Contain any statements relative to the financial plan that the Governor-elect, or the Governor, considers desirable, or that may be required by the Legislature.

2. Judicial department appropriations or allocations. If the Governor submits legislation setting forth appropriations or allocations for the Judicial Department that differ from the full budget request submitted by the Judicial Department under Title 4, section 24, the Governor shall simultaneously submit a report to the joint standing committees of the Legislature having jurisdiction over appropriations and financial affairs and judiciary matters explaining why the Governor's budget legislation differs from the Judicial Department's budget submission.

3. Office of Program Evaluation and Government Accountability appropriations or allocations. If the Governor submits legislation setting forth appropriations or allocations for the Office of Program Evaluation and Government Accountability that differ from the budget request presented by the Legislative Council on behalf of that office, the Governor shall simultaneously submit a report to the Legislative Council and the Office of Program Evaluation and Government Accountability explaining why the Governor's budget legislation differs from the Legislative Council's budget request.

4. Position identification. The Governor, when submitting the budget to the Legislature, shall submit the budget document and the budget bills in a manner that identifies positions authorized by the Legislature for less than 52 weeks in a fiscal year as "Positions - Full-time Equivalent," or FTE, and positions authorized by the Legislature for 52 weeks in a fiscal year as "Positions - Legislative Count" for all funds. The State Budget Officer shall implement and administer procedures to ensure sufficient FTE and appropriation or allocation control for positions authorized by the Legislature for less than 52 weeks in a fiscal year.

5. Limit on General Fund appropriation. The total General Fund appropriation for each fiscal year of the biennium in the Governor's budget submission to the Legislature may not exceed the General Fund appropriation limitation established in section 1534.

Sec. 2. 5 MRSA §1665, sub-§1 is amended to read:

1. Expenditure and appropriation requirements. On or before September 1st of the even-numbered years, all departments and other agencies of the State Government and corporations and associations receiving or desiring to receive state funds under the provisions of law shall prepare, in the manner prescribed by and on blanks furnished them by the State Budget Officer, and submit to the officer estimates of their expenditure and appropriation requirements for each fiscal year of the ensuing biennium contrasted with the corresponding figures of the last completed fiscal year and the estimated figures for the current fiscal year. The total General Fund appropriation requests submitted by each department and agency for each fiscal year may not exceed the General Fund appropriation of the previous fiscal year multiplied by one plus the average real personal income growth rate or 2.75%, whichever is less. For purposes of this subsection, "average

~~real personal income growth rate" means the average for the prior 10 calendar years, ending with the most recent calendar year for which data is available, of the percent change in personal income in this State for a calendar year, as estimated by the United States Department of Commerce, Bureau of Economic Analysis, less the percent change in the Consumer Price Index for that calendar year. For purposes of this subsection, "Consumer Price Index" has the same meaning as in Title 36, section 5402, subsection 1. The expenditure estimates must be classified to set forth the data by funds, organization units, character and objects of expenditure. The organization units may be subclassified by functions and activities, or in any other manner, at the discretion of the State Budget Officer.~~

All departments and other agencies receiving or desiring to receive state funds from the Highway Fund shall submit to the officer estimates of their expenditure and appropriation requirements for each fiscal year of the ensuing biennium that do not exceed the Highway Fund appropriation of the previous fiscal year multiplied by one plus the average real personal income growth rate or 2.75%, whichever is less. The Highway Fund highway and bridge improvement accounts are exempt from this spending limitation.

Sec. 3. 5 MRSA §1665, sub-§2 is repealed.

Sec. 4. 5 MRSA 1666 is amended to read as follows:

§1666. Review and revision of estimates

The Governor-elect or the Governor, with the assistance of the State Budget Officer, shall review the budget estimates, altering, revising, increasing or decreasing the items of the estimates as may be determined necessary in view of the needs of the various departments and agencies and the total anticipated income of the State Government during the ensuing biennium. This review must cover all budgets regardless of source of funds, including, but not limited to, budgets related to the Highway Fund, the Federal Revenue Sharing Fund and other special revenue funds. The State Budget Officer, at the direction of the Governor-elect or the Governor shall then prepare a state budget document in the form required by law. The Governor-elect or the Governor is fully responsible for all budgetary recommendations made to the Legislature. The Governor shall transmit the budget document to the Legislature not later than the Friday following the first Monday in January of the first regular legislative session. At that time the Governor shall also transmit ~~any biennial budget bills that authorize appropriations or allocations in the upcoming biennium that the Governor may wish to propose as well as~~ any emergency bills that authorize additional appropriations or allocations in the current fiscal year that the Governor may wish to propose. A Governor-elect elected to a first term of office shall transmit the budget document to the Legislature not later than the Friday following the first Monday in February of the first regular legislative session. At that time the Governor-elect shall also transmit ~~any biennial budget bills that authorize appropriations or allocations in the upcoming biennium that the Governor may wish to propose as well as~~ any emergency bills that authorize additional appropriations or allocations in the current fiscal year that the Governor may wish to propose.

The Governor, when submitting the budget to the Legislature, shall submit the budget document and the General Fund and Highway Fund bills in a manner that identifies the gross amount of resources for each program. The gross unified budget bills and budget document encompass resources from the General Fund, Highway Fund, Federal Expenditures Fund, Federal Block Grant Fund, Other Special Revenue Funds, internal service funds and enterprise funds. Separate gross unified budget bills must be submitted for the General Fund and the Highway Fund. All funds except trust and agency funds, bond funds and costs of goods sold expenditures in internal service funds and enterprise funds are subject to legislative allocation. All programs with Highway Fund allocations and all internal service funds, enterprise funds and Other Special Revenue Funds accounts of the Department of Transportation are subject to legislative allocations and are presented for informational purposes only in the budget document and General Fund budget bills unless a separate Highway Fund budget is not enacted.

A biennial budget bill document transmitted by the Governor or Governor-elect must include a part that asks the Legislature whether it wishes to continue funding each individual tax expenditure, as defined in section 1664, provided in the statutes. The part must include for each tax expenditure a statutory section reference, a brief description of each tax expenditure and the loss of revenue estimated to be incurred by funding source and fiscal year. This paragraph applies with respect to the preparation of the budget document and ~~biennial budget bills~~ for the 1998-1999 biennium and thereafter.

SUMMARY

This bill implements the statutory recommendations of the Commission to Reform the State Budget Process. The purpose of these changes is to create a budget document that is more useful throughout the budget deliberations by the Legislature and to adjust the statutes to reflect the recommended change in the budgeting methodology.

This bill shifts the starting point for the biennial budget from the traditional current services model to a modified flat-funded model. Instead of building from prior biennium requests increased by an inflation factor, requests for appropriations and allocations start from authorized positions and flat-funded non-personal services appropriations and allocations. Increases from those flat-funded amounts would need to be justified and the initiatives presented in the unified budget bill.

This bill eliminates some recently enacted restrictions on departmental budget requests that are replaced by the flat-funded restrictions. It also provides more flexibility in the Governor's budget document.

This bill also changes references to the Governor's submission of a budget bill and replaces it with a reference to the budget document, which will be reformatted to mirror a new budget bill format approved by the commission.

Attachment 1

Administrative and Financial Services, Department of

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Department Summary - All Funds				
Positions - LEGISLATIVE COUNT	958.500	924.000	914.000	914.000
Positions - FTE COUNT	6.444	1.960	1.600	1.600
Personal Services	54,364,273	55,660,878	59,096,731	61,738,526
All Other	315,012,801	273,853,737	295,159,334	299,988,587
Capital	2,082,000	1,971,000	260,200	268,000
Total	371,459,074	331,485,615	354,516,255	361,895,113
Department Summary - GENERAL FUND				
Positions - LEGISLATIVE COUNT	532.500	552.500	551.500	551.500
Positions - FTE COUNT	0.769	0.769	0.769	0.769
Personal Services	28,223,915	31,016,635	34,334,283	35,944,902
All Other	167,008,917	143,065,456	167,432,882	172,377,493
Capital	282,000	271,000	260,200	268,000
Total	195,514,832	174,353,091	202,027,365	208,590,393
Department Summary - HIGHWAY FUND - Informational				
Positions - LEGISLATIVE COUNT	23.000	23.000	23.000	23.000
Personal Services	912,175	972,283	1,108,924	1,163,945
All Other	1,628,271	1,640,620	1,780,393	1,785,978
Total	2,540,446	2,612,903	2,889,317	2,949,923
Department Summary - FEDERAL EXPENDITURES FUND				
Positions - LEGISLATIVE COUNT		2.000	2.000	2.000
Positions - FTE COUNT	2.000			
Personal Services	76,378	76,378	101,180	108,220
All Other	165,070	25,171	25,450	25,962
Total	241,448	101,549	126,630	134,182
Department Summary - OTHER SPECIAL REVENUE FUNDS				
Positions - LEGISLATIVE COUNT	34.000	34.000	28.000	28.000
Personal Services	1,935,739	2,008,353	1,654,624	1,737,135
All Other	13,824,601	17,985,195	17,669,678	18,194,570
Total	15,760,340	19,993,548	19,324,302	19,931,705
Department Summary - FEDERAL BLOCK GRANT FUND				
All Other	25,000,000	0	0	0
Total	25,000,000	0	0	0
Department Summary - POSTAL, PRINTING & SUPPLY FUND				
Positions - LEGISLATIVE COUNT	54.000	53.000	53.000	53.000
Positions - FTE COUNT	0.375	0.375	0.375	0.375
Personal Services	2,555,804	2,560,190	2,616,518	2,729,650
All Other	1,553,373	1,584,421	1,577,740	1,578,615
Total	4,109,177	4,144,611	4,194,258	4,308,265
Department Summary - OFFICE OF INFORMATION SERVICES FUND				
Positions - LEGISLATIVE COUNT	182.500	182.500	179.500	179.500
Positions - FTE COUNT	0.456	0.456	0.456	0.456
Personal Services	13,732,907	13,849,797	14,260,607	14,827,734
All Other	7,893,142	7,662,567	7,652,146	7,649,872
Total	21,626,049	21,512,364	21,912,753	22,477,606

Department Summary - RISK MANAGEMENT FUND

Positions - LEGISLATIVE COUNT	5.000	5.000	5.000	5.000
Personal Services	349,877	355,443	360,412	374,422
All Other	<u>3,533,994</u>	<u>3,607,398</u>	<u>247,729</u>	<u>233,719</u>
Total	3,883,871	3,962,841	608,141	608,141

Department Summary - WORKERS' COMPENSATION MANAGEMENT FUND

Positions - LEGISLATIVE COUNT	10.000	12.000	12.000	12.000
Personal Services	1,336,517	1,451,721	1,240,610	1,272,545
All Other	<u>17,736,494</u>	<u>18,104,565</u>	<u>18,104,565</u>	<u>18,104,565</u>
Total	19,073,011	19,556,286	19,345,175	19,377,110

Department Summary - CENTRAL MOTOR POOL

Positions - LEGISLATIVE COUNT	15.000	15.000	15.000	15.000
Personal Services	743,469	777,628	792,788	830,536
All Other	<u>4,259,312</u>	<u>4,347,869</u>	<u>4,561,939</u>	<u>4,592,377</u>
Total	5,002,781	5,125,497	5,354,727	5,422,913

Department Summary - REAL PROPERTY LEASE INTERNAL SERVICE FUND

Positions - LEGISLATIVE COUNT	3.000	3.000	3.000	3.000
Personal Services	185,960	191,655	196,748	203,662
All Other	<u>21,279,639</u>	<u>20,655,601</u>	<u>20,498,101</u>	<u>20,498,101</u>
Total	21,465,599	20,847,256	20,694,849	20,701,763

Department Summary - BUREAU OF REVENUE SERVICES FUND

All Other	<u>336,935</u>	<u>165,943</u>	<u>625,000</u>	<u>0</u>
Total	336,935	165,943	625,000	0

Department Summary - RETIREE HEALTH INSURANCE FUND

All Other	<u>41,738,173</u>	<u>48,400,235</u>	<u>48,400,235</u>	<u>48,400,235</u>
Total	41,738,173	48,400,235	48,400,235	48,400,235

Department Summary - ACCIDENT, SICKNESS & HEALTH INSURANCE INTERNAL SERVICE FUND

Positions - LEGISLATIVE COUNT	12.000	13.000	13.000	13.000
Positions - FTE COUNT	0.360	0.360		
Personal Services	657,418	727,751	751,268	788,872
All Other	<u>770,121</u>	<u>786,133</u>	<u>777,665</u>	<u>741,289</u>
Total	1,427,539	1,513,884	1,528,933	1,530,161

Department Summary - STATEWIDE RADIO AND NETWORK SYSTEM RESERVE FUND

All Other	273,360	279,044	279,044	279,044
Capital	<u>1,800,000</u>	<u>1,700,000</u>	<u>0</u>	<u>0</u>
Total	2,073,360	1,979,044	279,044	279,044

Department Summary - ALCOHOLIC BEVERAGE FUND

Positions - LEGISLATIVE COUNT	59.500			
Positions - FTE COUNT	2.484			
Personal Services	2,073,144			
All Other	<u>3,098,872</u>	<u>16,752</u>	<u>0</u>	<u>0</u>
Total	5,172,016	16,752	0	0

Department Summary - STATE ADMINISTERED FUND

All Other	<u>2,051,963</u>	<u>2,094,628</u>	<u>2,094,628</u>	<u>2,094,628</u>
Total	2,051,963	2,094,628	2,094,628	2,094,628

Department Summary - STATE LOTTERY FUND

Positions - LEGISLATIVE COUNT	28.000	29.000	29.000	29.000
Personal Services	1,580,970	1,673,044	1,678,769	1,756,900
All Other	<u>2,860,564</u>	<u>3,432,139</u>	<u>3,432,139</u>	<u>3,432,139</u>
Total	4,441,534	5,105,183	5,110,908	5,189,039

OFFICE OF THE COMMISSIONER - ADMINISTRATIVE & FINANCIAL SVCS 0718

What the Budget purchases: The Department of Administrative and Financial Services is established to centrally provide administrative and financial services to the departments and agencies of State government. The Office of the Commissioner seeks to continually improve the quality of services provided by the department by encouraging team orientated leadership and stressing a customer service environment.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	302,065	316,535	323,866	337,579
All Other	23,457	24,855	25,196	25,583
Total	325,522	341,390	349,062	363,162

New Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other			(3,000)	(3,000)
Total			(3,000)	(3,000)

New Initiative: Reduces funding previously used to pay for receptionist duties that will be performed with existing staff. Reorganizes one Personnel Payroll Technician position to one Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

All Other			(1,411)	(1,411)
Total			(1,411)	(1,411)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	302,065	316,535	319,455	333,168
All Other	23,457	24,855	25,196	25,583
Total	325,522	341,390	344,651	358,751

BUDGET - BUREAU OF THE 0055

What the Budget purchases: The Bureau of Budget exists to provide budget and position planning, analysis and control in support of gubernatorial objectives and legislative intent. This role represents a balanced approach for carrying out the program initiative of the Executive within the limits of legislative oversight for the purpose of achieving the most effective program outcomes and results within available budget resources.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	12,000	12,000	12,000	12,000
Positions – FTE COUNT	6,444	1,960	1,600	1,600
Personal Services	928,312	990,872	1,015,684	1,049,799
All Other	132,655	175,015	87,412	90,135
Total	1,060,967	1,165,887	1,103,096	1,139,934

Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	1,000	1,000	1,000	1,000
Personal Services	66,098	69,624	76,740	82,233
All Other	8,000	8,105	8,219	8,350
Total	74,098	77,729	84,959	90,583

2005-06 2006-07

New Initiative: Reduces funding previously used to pay for receptionist duties that will be performed with existing staff. Reorganizes one Personnel Payroll Technician position to one Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

All Other	(5,646)	(5,646)
Total	(5,646)	(5,646)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	12,000	12,000	12,000	12,000
Positions – FTE COUNT	6,444	1,960	1,600	1,600
Personal Services	928,312	990,872	1,015,684	1,049,799
All Other	132,655	175,015	81,766	84,489
Total	1,060,967	1,165,887	1,097,450	1,134,288

Revised Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	1,000	1,000	1,000	1,000
Personal Services	66,098	69,624	76,740	82,233
All Other	8,000	8,105	8,219	8,350
Total	74,098	77,729	84,959	90,583

STATE CONTROLLER - OFFICE OF THE 0056

What the Budget purchases: The Bureau of Accounts and Control is responsible for statewide financial accounting policy and procedures; appropriation, allocation and allotment control; planning and maintenance for and review and approval of all accounting transactions for MFASIS, the automated production system for accounting, budget and human resources. Other areas of responsibility include: travel & expense policy, central payroll, fixed asset inventory, Federal single audit resolution, & deferred compensation administration.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	25,000	25,000	25,000	25,000
Personal Services	1,516,427	1,654,435	1,775,962	1,842,902
All Other	237,248	238,122	239,755	241,610
Total	1,753,675	1,892,557	2,015,717	2,084,512

Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other	1,000	1,000	1,000	1,000
Total	1,000	1,000	1,000	1,000

		2005-06	2006-07
New Initiative: Transfers one Information Technology Consultant position, one Systems Section Manager position, 3 Programmer Analyst positions, 4 Senior Programmer Analyst Positions, 2 System Analyst positions and one System Team Leader positions from the Bureau of Information Services to the Office of the State Controller to provide immediate access to the MFASIS team, enhancing service delivery, at a significant savings. Costs will be offset by a reduction in the System Project Account.			
GENERAL FUND			
Positions – LEGISLATIVE COUNT		12.000	12.000
Personal Services		<u>1,090,857</u>	<u>1,126,158</u>
Total		1,090,857	1,126,158
		2005-06	2006-07
New Initiative: Reduces funding previously used to pay for receptionist duties that will be Performed with existing staff. Reorganizes a Personnel Payroll Technician Position to a Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.			
GENERAL FUND			
All Other		<u>(11,764)</u>	<u>(11,764)</u>
Total		(11,764)	(11,764)
		2005-06	2006-07
New Initiative: Eliminates one Administrative Secretary position to maintain program costs within available resources.			
GENERAL FUND			
Positions – LEGISLATIVE COUNT		-1.000	-1.000
Personal Services		<u>(60,142)</u>	<u>(62,436)</u>
Total		(60,142)	(62,436)
		2005-06	2006-07
New Initiative: Transfers funding for the accounting, budget and human resources system projects to the Office of the State Controller.			
GENERAL FUND			
All Other		<u>2,827,821</u>	<u>2,583,072</u>
Total		2,827,821	2,583,072
		2005-06	2006-07
New Initiative: Transfers one Public Service Coordinator I position from the Bureau of Information Services Internal Service Fund to the Office of the State Controller..			
GENERAL FUND			
Positions – LEGISLATIVE COUNT		1.000	1.000
Personal Services		86,797	93,319
All Other		<u>-86,797</u>	<u>-93,319</u>
Total		0	0
		2005-06	2006-07
New Initiative: Appropriate and allocate funding for proposed reorganizations.			
GENERAL FUND			
Personal Services		30,815	31,295
All Other		<u>-30,815</u>	<u>-31,295</u>
Total		0	0

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary -- GENERAL FUND				
Positions -- LEGISLATIVE COUNT	25,000	25,000	37,000	37,000
Personal Services	1,516,427	1,654,435	2,924,289	3,031,238
All Other	237,248	238,122	2,938,200	2,688,304
Total	1,753,675	1,892,557	5,862,489	5,719,542

Revised Program Summary -- OTHER SPECIAL REVENUE FUNDS

All Other	1,000	1,000	1,000	1,000
Total	1,000	1,000	1,000	1,000

STATE CONTROLLER - OFFICE OF THE - SYSTEMS PROJECT 0058

What the Budget purchases: The Maine Financial and Administrative Statewide Information System (MFASIS) supports and integrates the accounting, human resource and budget functions for all agencies within the Executive, Legislative and Judicial branches of state government.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary -- GENERAL FUND				
All Other	3,278,879	3,415,030	4,119,486	3,939,076
Total	3,278,879	3,415,030	4,119,486	3,939,076

Program Summary -- OTHER SPECIAL REVENUE FUNDS

All Other	5,100	5,202	5,000	0
Total	5,100	5,202	5,000	0

Low Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other	(60,000)	(60,000)
Total	(60,000)	(60,000)

New Initiative: Reduces All Other funds directly associated with the transfer of 12 positions from the Bureau of Information Services, Internal Service Fund to the Office of the State Controller.

GENERAL FUND

All Other	(1,231,665)	(1,296,004)
Total	(1,231,665)	(1,296,004)

New Initiative: Transfers funding for the accounting, budget and human resources system projects to the Office of the State Controller.

GENERAL FUND

All Other	(2,827,821)	(2,583,072)
Total	(2,827,821)	(2,583,072)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary -- GENERAL FUND				
All Other	3,278,879	3,415,030	0	0
Total	3,278,879	3,415,030	0	0

Revised Program Summary -- OTHER SPECIAL REVENUE FUNDS

All Other	5,100	5,202	5,000	0
Total	5,100	5,202	5,000	0

FINANCIAL AND PERSONNEL SERVICES -- DIVISION OF 0713

What the Budget purchases: The purpose of the Division is to provide timely and competent fiscal, human resource management and internal auditing services in support of departmental operations and programs. The Division furnishes bureaus with (a) uniform application of budgetary policy, (b) application of generally accepted accounting and financial practices, (c) implementation of collective bargaining agreements and (d) human resources administration so that the Department may achieve its desired program objectives.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary -- GENERAL FUND				
Positions -- LEGISLATIVE COUNT	15,000	15,000	15,000	15,000
Personal Services	880,497	920,277	925,913	969,939
All Other	79,123	99,198	100,202	101,341
Total	959,620	1,019,475	1,026,115	1,071,280

Program Summary -- OTHER SPECIAL REVENUE FUNDS

Positions -- LEGISLATIVE COUNT	27,000	27,000	27,000	27,000
Personal Services	1,402,323	1,460,861	1,545,690	1,619,662
All Other	392,523	396,769	405,697	415,839
Total	1,794,846	1,857,630	1,951,387	2,035,501

New Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other	(10,000)	(10,000)
Total	(10,000)	(10,000)

New Initiative: Reduces funding previously used to pay for receptionist duties that will be Performed with existing staff. Reorganizes a Personnel Payroll Technician Position to a Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

Personal Services	(1,782)
All Other	(7,058)
Total	(8,840)

New Initiative: Transfers two Data Control Specialist positions from the Division of Financial and Personnel Services to the Bureau of Information Services.

OTHER SPECIAL REVENUE FUNDS

Positions -- LEGISLATIVE COUNT	-2,000	-2,000
Personal Services	-104,217	-108,254
Total	-104,217	-108,254

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	15,000	15,000	15,000	15,000
Personal Services	880,497	920,277	925,913	968,157
All Other	79,123	99,198	83,144	84,283
Total	959,620	1,019,475	1,009,057	1,052,440

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	27,000	27,000	25,000	25,000
Personal Services	1,402,323	1,460,861	1,441,473	1,511,408
All Other	392,523	396,769	405,697	415,839
Total	1,794,846	1,857,630	1,847,170	1,927,247

CENTRAL SERVICES - PURCHASES 0004

What the Budget purchases: Central Services exists to provide services to state agencies. This program consists of the Postal Center, Central Warehouse, Central Printing, Central Copying Center, Audio/Visual and State and Federal Surplus Property divisions.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – POSTAL, PRINTING & SUPPLY FUND				
Positions – LEGISLATIVE COUNT	54,000	53,000	53,000	53,000
Positions – FTE COUNT	.375	.375	.375	.375
Personal Services	2,555,804	2,560,190	2,609,837	2,723,844
All Other	1,553,373	1,584,421	1,584,421	1,584,421
Total	4,109,177	4,144,611	4,194,258	4,308,265

2005-06 2006-07

w Initiative: Reduces All Other expenditures to maintain program costs within available resources.

POSTAL, PRINTING & SUPPLY FUND

All Other		(50,287)	(48,787)
Total		(50,287)	(48,787)

2005-06 2006-07

New Initiative: Eliminates one Central Services Worker position and adds 2 hours per week to a Clerk Typist II position to maintain program costs within available resources.

POSTAL, PRINTING & SUPPLY FUND

Positions – LEGISLATIVE COUNT		-1,000	-1,000
Personal Services		(37,153)	(39,825)
Total		(37,153)	(39,825)

2005-06 2006-07

New Initiative: Transfers one Administrative Secretary position from the Bureau of Purchases, General Fund account to the Bureau of Purchases Central Services Internal Service Fund to maintain program costs within available resources.

POSTAL, PRINTING & SUPPLY FUND

Positions – LEGISLATIVE COUNT		1,000	-1,000
Personal Services		(51,227)	(52,879)
Total		(51,227)	(52,879)

New Initiative: Eliminates one Clerk Typist III position to maintain program costs within available resources.

POSTAL, PRINTING & SUPPLY FUND

Positions – LEGISLATIVE COUNT

Personal Services

Total

2005-06

2006-07

-1.000

-1.000

(46,402)

(47,976)

(46,402)

(47,976)

Actual

Current

Budgeted

Budgeted

2003-04

2004-05

2005-06

2006-07

Revised Program Summary – POSTAL, PRINTING & SUPPLY FUND

Positions – LEGISLATIVE COUNT

Positions – FTE COUNT

Personal Services

All Other

Total

54.000

53.000

53.000

53.000

.375

.375

.375

.375

2,555,804

2,560,190

2,584,190

2,694,728

1,553,373

1,584,421

1,527,453

1,529,828

4,109,177

4,144,611

4,111,643

4,224,556

CENTRAL MOTOR POOL 0703

What the Budget purchases: The Central Motor Pool, operating under the name Central Fleet Management, was established to centrally procure, distribute and dispose of passenger and light truck vehicles for most agencies of state government.

Actual

Current

Budgeted

Budgeted

2003-04

2004-05

2005-06

2006-07

Program Summary – CENTRAL MOTOR POOL

Positions – LEGISLATIVE COUNT

Personal Services

All Other

Total

15.000

15.000

15.000

15.000

743,469

777,628

792,788

830,536

4,259,312

4,347,869

4,561,939

4,592,377

5,002,781

5,125,497

5,354,727

5,422,913

2005-06

2006-07

New Initiative: *NONE*

CLAIMS BOARD 0097

What the Budget purchases: The State Claims Commission was established to assure that the rights of property owners and/or interested parties are protected and just compensation is awarded in highway condemnations in real property taken by the State; to afford property owners/interested parties the opportunity to appear present their case and have their rights fully protected without the necessity of retaining professional assistance.

Actual

Current

Budgeted

Budgeted

2003-04

2004-05

2005-06

2006-07

Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT

Personal Services

All Other

Total

1.000

1.000

1.000

1.000

50,747

53,311

43,788

46,614

32,891

33,227

33,435

33,673

83,638

86,538

77,223

80,287

2005-06

2006-07

New Initiative: *NONE*

ADMINISTRATION – HUMAN RESOURCES 0038

What the Budget purchases: Administer civil service and human resource systems that are both capable of changing to meet the changing needs of State agencies and also legal, fair, equitable, and consistent across all agencies. The Bureau's clients are the job seeking public, all the departments of the Executive Branch and the employees of the Executive Branch.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	25,500	25,500	25,500	25,500
Personal Services	1,573,080	1,634,708	1,672,796	1,738,111
All Other	165,061	193,880	194,857	195,966
Total	1,738,141	1,828,588	1,867,653	1,934,077

Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	219,090	224,861	213,151	225,730
All Other	234,124	238,505	244,177	250,283
Total	453,214	463,666	457,328	476,013

			2005-06	2006-07
New Initiative: Eliminates one Clerk Typist III position to maintain program costs within available resources.				
GENERAL FUND				
Positions – LEGISLATIVE COUNT			-1,000	-1,000
Personal Services			(46,536)	(48,106)
Total			(46,536)	(48,106)

			2005-06	2006-07
New Initiative: Reduces funding previously used to pay for receptionist duties that will be performed with existing staff. Reorganizes a Personnel Payroll Technician Position to a Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.				
GENERAL FUND				
All Other			(13,175)	(13,175)
Total			(13,175)	(13,175)

			2005-06	2006-07
New Initiative: Eliminates one Human Resource Development Consultant position to maintain program costs within available resources.				
GENERAL FUND				
Positions – LEGISLATIVE COUNT			-1,000	-1,000
Personal Services			(56,667)	(59,877)
Total			(56,667)	(59,877)

			2005-06	2006-07
New Initiative: Transfers one Clerk Typist III position for the Bureau of Human Resources General Fund account to the Accident, Sickness & Health Insurance Internal Service Fund to maintain program costs within available resources.				
GENERAL FUND				
Positions – LEGISLATIVE COUNT			-1,000	-1,000
Personal Services			(48,804)	(52,314)
Total			(48,804)	(52,314)

New Initiative: Transfers one Director of Special Projects position to the Bureau of Human Resources Training account in the Other Special Revenue Fund to maintain program costs within available resources.

GENERAL FUND

Positions – LEGISLATIVE COUNT	-1.000	-1.000
Personal Services	(45,489)	(46,833)
Total	(45,489)	(46,833)

OTHER SPECIAL REVENUE FUND

Positions – LEGISLATIVE COUNT	-1.000	-1.000
Personal Services	45,489	46,833
Total	45,489	46,833

New Initiative: Provides funds to cover an increased demand for training services. Revenue will be provided from registration fees charged to agencies requesting the services.

OTHER SPECIAL REVENUE FUND

All Other	150,000	150,000
Total	150,000	150,000

	<u>Actual</u> 2003-04	<u>Current</u> 2004-05	<u>Budgeted</u> 2005-06	<u>Budgeted</u> 2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	25.500	25.500	21.500	21.500
Personal Services	1,573,080	1,634,708	1,475,300	1,528,981
All Other	165,061	193,880	181,682	182,791
Total	1,738,141	1,828,588	1,656,982	1,711,772

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	3.000	3.000	4.000	4.000
Personal Services	219,090	224,861	258,640	274,563
All Other	234,124	238,505	394,177	400,283
Total	453,214	463,666	652,817	674,846

ACCIDENT – SICKNESS – HEALTH INSURANCE 0455

What the Budget purchases: This program was established to serve as trustee of the state employee health insurance programs, including health and dental insurance, and to advise the Executive Director and the Director of the Bureau of Human Resources on issues related to employee health and wellness, and the employee assistance program (EAP).

	<u>Actual</u> 2003-04	<u>Current</u> 2004-05	<u>Budgeted</u> 2005-06	<u>Budgeted</u> 2006-07
Program Summary – FEDERAL EXPENDITURES FUND				
Positions – FTE COUNT	2.000			
Personal Services	76,378			
All Other	20,000	0	0	0
Total	96,378	0	0	0

Program Summary – RETIREE HEALTH INSURANCE FUND

All Other	41,738,173	48,400,235	48,400,235	48,400,235
Total	96,378	48,400,235	48,400,235	48,400,235

Program Summary – ACCIDENT, SICKNESS & HEALTH INSURANCE INTERNAL SERVICE FUND

Positions – LEGISLATIVE COUNT	12.000	13.000	13.000	13.000
Positions – FTE COUNT	.360	.360		
Personal Services	657,418	727,751	736,219	772,595
All Other	770,121	786,133	777,665	741,289
Total	1,427,539	1,513,884	1,513,884	1,513,884

2005-06 2006-07

New Initiative: Transfers one Clerk Typist III position for the Bureau of Human Resources General Fund account to the Accident, Sickness & Health Insurance Internal Service Fund to maintain program costs within available resources.

ACCIDENT, SICKNESS & HEALTH INSURANCE INTERNAL SERVICE FUND

Positions – LEGISLATIVE COUNT		1.000	1.000
Personal Services		48,804	52,314
Total		48,804	52,314

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07

Revised Program Summary – FEDERAL EXPENDITURES FUND

Positions – FTE COUNT	2.000			
Personal Services	76,378			
All Other	20,000	0	0	0
Total	96,378	0	0	0

Revised Program Summary – RETIREE HEALTH INSURANCE FUND

All Other	41,738,173	48,400,235	48,400,235	48,400,235
Total	41,738,173	48,400,235	48,400,235	48,400,235

Revised Program Summary – ACCIDENT, SICKNESS & HEALTH INSURANCE INTERNAL SERVICE FUND

Positions – LEGISLATIVE COUNT	12.000	13.000	14.000	14.000
Positions – FTE COUNT	.360	.360		
Personal Services	657,418	727,751	800,072	841,186
All Other	770,121	786,133	777,665	741,289
Total	1,427,539	1,513,884	1,577,737	1,582,475

WORKERS' COMPENSATION MANAGEMENT FUND PROGRAM 0802

What the Budget purchases: This program was established to provide workers compensation insurance and claims management for all state employees.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – WORKERS' COMPENSATION MANAGEMENT FUND				
Positions – LEGISLATIVE COUNT	10.000	12.000	12.000	12.000
Personal Services	1,336,517	1,451,721	1,240,610	1,272,545
All Other	17,736,494	18,104,565	18,104,565	18,104,565
Total	19,073,011	19,556,286	19,345,175	19,377,110
			2005-06	2006-07
New Initiative: NONE				

TRADE ADJUSTMENT ASSISTANCE HEALTH INSURANCE Z001

What the Budget purchases: This is a pass through account whereby Federal Funds are moved through this account to an insurance carrier for the purpose of helping to pay for health insurance for those State of Maine citizens laid off as a result of the Fair Trade Agreement.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – FEDERAL EXPENDITURES FUND				
Positions – LEGISLATIVE COUNT		2.000	2.000	2.000
Personal Services		76,378	101,180	108,220
All Other		20,000	20,450	20,962
Total	0	96,378	121,630	129,182
			2005-06	2006-07
New Initiative: NONE				

EMPLOYEE RELATIONS – OFFICE OF 0244

What the Budget purchases: The Bureau of Employee Relations is designated by law to act at the direction of the Governor to develop and execute employee relations policies, objectives and strategies. The office conducts and oversees all collective bargaining processes, interprets and implements the provisions of the collective bargaining agreements and represents the Executive Branch of the State of Maine in all other labor relations matters.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	7.000	7.000	7.000	7.000
Personal Services	579,872	592,193	638,482	658,861
All Other	98,249	105,198	106,833	108,691
Total	678,121	697,391	745,315	767,552
			2005-06	2006-07
New Initiative: Reduces All Other expenditures to maintain program costs within Available resources.				
GENERAL FUND				
All Other			(13,685)	(13,685)
Total			(13,685)	(13,685)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	7,000	7,000	7,000	7,000
Personal Services	579,872	592,193	638,482	658,861
All Other	98,249	105,198	93,148	95,006
Total	678,121	697,391	731,630	753,867

PUBLIC IMPROVEMENTS – PLANNING/CONSTRUCTION – ADMIN 0057

What the Budget purchases: This function of the Bureau of General Services provides administration for contracts for public improvements and locally funded public school projects over \$100,000.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	9,000	9,000	9,000	9,000
Personal Services	734,081	759,751	794,098	825,723
All Other	140,119	147,790	149,113	150,616
Total	874,200	907,541	943,211	976,339

Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	4,000	4,000	4,000	4,000
Personal Services	314,326	322,631	313,401	329,582
All Other	46,474	46,963	47,998	49,172
Total	360,800	369,594	361,399	378,754

New Initiative: Reduces funding previously used to pay for receptionist duties that will be Performed with existing staff. Reorganizes a Personnel Payroll Technician Position to a Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

All Other		(4,235)	(4,235)
Total		(4,235)	(4,235)

New Initiative: Transfers two Architect positions, one Engineering Technician IV position, and one Civil Engineer IV position from Other Special Revenue Fund to the General Fund for school construction.

GENERAL FUND

Positions – LEGISLATIVE COUNT	4,000	4,000
Personal Services	313,401	329,582
All Other	27,500	27,500
Total	340,901	357,082

2005-06 2006-07

New Initiative: Transfers two Architect positions, one Engineering Technician IV position, and one Civil Engineer IV position from Other Special Revenue Fund to the General Fund for school construction.

OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	-4.000	-4.000	
Personal Services	-313,401	-329,582	
Total	-313,401	-329,582	

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	9.000	9.000	13.000	13.000
Personal Services	734,081	759,751	1,134,999	1,182,805
All Other	140,119	147,790	172,378	173,881
Total	874,200	907,541	1,307,377	1,356,686

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT	4.000	4.000	4.000	4.000
Personal Services	314,326	322,631	0	0
All Other	46,474	46,963	47,998	49,172
Total	360,800	369,594	47,998	49,172

CAPITAL CONSTRUCTION/REPAIRS IMPROVEMENTS – ADMIN 0059

What the Budget purchases: The Capital Construction & Repair function of the Bureau of General Services exists to provide planning for capital repairs & maintenance and to develop a prioritized statewide biennial budget request. This function of the Bureau provides a balanced approach for carrying out the Executive Branch's programs within the confines of legislative oversight.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	247,788	102,200	6,523,971	6,523,971
Total	247,788	102,200	6,523,971	6,523,971

2005-06 2006-07

New Initiative: Reduces funding to stay within available resources.

GENERAL FUND

All Other		(6,423,971)	(6,423,971)
Total		6,423,971)	(6,423,971)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
All Other	247,788	102,200	100,000	100,000
Total	247,788	102,200	100,000	100,000

BUILDINGS & GROUNDS OPERATIONS 0080

What the Budget purchases: This function of the Bureau of General Services exists to provide all aspects of building maintenance and operation for the Capitol Area Complex, which encompasses some 56 buildings on several campuses in the Augusta area.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	106,000	106,000	105,000	105,000
Personal Services	4,433,272	4,787,916	5,092,755	5,338,566
All Other	4,910,634	5,458,542	5,860,812	5,860,812
Total	9,343,906	10,246,458	10,953,567	11,199,378

Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	18,000	18,000	18,000	18,000
Personal Services	621,997	658,285	779,137	817,254
All Other	899,548	905,758	1,046,972	1,051,833
Total	1,521,545	1,564,043	1,826,109	1,869,087

Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other	527,816	538,374	463,900	463,900
Total	527,816	538,374	463,900	463,900

Program Summary – REAL PROPERTY LEASE INTERNAL SERVICE FUND

Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	185,960	191,655	196,748	203,662
All Other	21,279,639	20,655,601	20,498,101	20,498,101
Total	21,465,599	20,847,256	20,694,849	20,701,763

New Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other		0	(268,512)
Total		0	(268,512)

REAL PROPERTY LEASE INTERNAL SERVICE FUND

All Other		(5,093)	(12,007)
Total		(5,093)	(12,007)

New Initiative: Reduces funding from projected salary savings by managing position vacancies in order to maintain program costs within available resources.

GENERAL FUND

Personal Services		(198,688)	(212,995)
Total		(198,688)	(212,995)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	106,000	106,000	105,000	105,000
Personal Services	4,433,272	4,787,916	4,921,499	5,155,639
All Other	4,910,634	5,458,542	5,833,380	5,562,232
Total	9,343,906	10,246,458	10,754,879	10,717,871

Revised Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	18,000	18,000	18,000	18,000
Personal Services	621,997	658,285	781,238	819,383
All Other	899,548	905,758	1,044,871	1,049,704
Total	1,521,545	1,564,043	1,826,109	1,869,087

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other	527,816	538,374	463,900	463,900
Total	527,816	538,374	463,900	463,900

Revised Program Summary – REAL PROPERTY LEASE INTERNAL SERVICE FUND

Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	185,960	191,655	196,748	203,662
All Other	21,279,639	20,655,601	20,493,008	20,486,094
Total	21,465,599	20,847,256	20,689,756	20,689,756

STATE POLICE HEADQUARTERS BUILDING MAINTENANCE 0135

Provide all aspects of building maintenance and operations for the State Police Headquarters.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Personal Services	102,255	104,805		
All Other	136,375	136,937	0	0
Total	238,630	241,742	0	0
			2005-06	2006-07
New Initiative: NONE				

BUR GEN SVCS – CAPITAL CONSTRUCTION & IMPROVE RESERVE FUND 0883

What the Budget purchases: The General Services Capital Improvement and Restoration Fund exists to provide planning for capital improvements, repairs, and improvements.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – HIGHWAY FUND - Informational				
All Other	664,713	669,857	669,857	669,857
Total	664,713	669,857	669,857	669,857
Program Summary – OTHER SPECIAL REVENUE FUNDS				
All Other	50,000	50,000	45,000	45,000
Total	50,000	50,000	45,000	45,000

New Initiative: *NONE*

2005-06

2006-07

PURCHASES – DIVISION OF 0007

What the Budget purchases: The Division of Purchases is statutorily responsible for the purchase of goods and services used by the agencies of state government to secure the best value from each dollar spent.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	7,000	7,000	7,000	7,000
Personal Services	386,231	406,024	443,918	463,172
All Other	68,212	72,377	477,406	363,573
Total	454,443	478,401	921,324	826,745

New Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other		(38,923)	(59,344)
Total		(38,923)	(59,344)

New Initiative: Reduces funding previously used to pay for receptionist duties that will be performed With existing staff. Reorganizes a Personnel Payroll Technician position to a Clerk Typist III position in the Division of Financial and Personnel Services in fiscal year 2006-07.

GENERAL FUND

All Other		(3,293)	(3,293)
Total		(3,293)	(3,293)

New Initiative: Transfers one Administrative Services position from the Bureau of Purchases, General Fund account to the Bureau of Purchases Central Services Internal Service Fund to maintain program costs within available resources.

GENERAL FUND

Positions – LEGISLATIVE COUNT		-1,000	-1,000
Personal Services		(51,227)	(52,879)
Total		(51,227)	(52,879)

New Initiative: Transfers two Senior Procurement Contract Specialist positions from the Professional and Technical Services bargaining unit to the Supervisory Services bargaining unit as agreed upon by Employee Relations and Maine State Employees Association.

GENERAL FUND

Personal Services		6,166	6,282
All Other		-6,166	-6,282
Total		0	0

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	7,000	7,000	7,000	7,000
Personal Services	386,231	406,024	398,857	416,575
All Other	68,212	72,377	429,024	294,654
Total	454,443	478,401	827,881	711,229

STATEWIDE RADIO NETWORK SYSTEM 0112

What the Budget purchases: The Statewide Radio Network program exists to implement a state wide public safety radio network.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – STATEWIDE RADIO AND NETWORK SYSTEM RESERVE FUND				
All Other	273,360	279,044	279,044	279,044
Capital	1,800,000	1,700,000	0	0
Total	2,073,360	1,979,044	279,044	279,044

New Initiative: *NONE*

INFORMATION SERVICES 0155

What the Budget purchases: The Bureau of Information Services was created to provide information services and telecommunications throughout Maine State Government and ensure coordination in the use of technology. The Bureau provides a wide range of services to state agencies, including managing the state's telecommunications network and an enterprise wide Help Desk. The Bureau consists of three divisions: Development Services, Network Services and Production Services.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – FEDERAL EXPENDITURES FUND				
All Other	140,000	0	0	0
Total	140,000	0	0	0

Program Summary – OFFICE OF INFORMATION SERVICES FUND

Positions – LEGISLATIVE COUNT	182,500	182,500	182,500	182,500
Position – FTE Count	0.456	0.456	0.456	0.456
Personal Services	13,732,907	13,849,797	14,232,766	14,800,104
All Other	7,893,142	7,662,567	7,662,567	7,662,567
Total	21,626,049	21,512,364	21,895,333	22,462,671

New Initiative: Transfers one Information Technology Consultant position, one Systems Section Manager Position, 3 Programmer Analyst positions, 4 Senior Programmer Analyst positions, 2 System Analyst positions and one System Team Leader position from the Bureau of Information Services to the Office of the State Controller to provide immediate access to the MFASIS team, enhancing service delivery, at a significant savings. Costs will be offset by a reduction in the System Project Account.

OFFICE OF INFORMATION SERVICES FUND

Positions – LEGISLATIVE COUNT		-12,000	-12,000
Personal Services		(1,090,857)	(1,126,158)
Total		(1,090,857)	(1,126,158)

New Initiative: Reduces funding from projected salary savings by managing position vacancies in order
To maintain program costs within available resources.

OFFICE OF INFORMATION SERVICES FUND

Personal Services		(385,452)	(952,789)
Total		(385,452)	(952,789)

New Initiative: Transfers two Data Control Specialist positions from the Division of Financial and
Personnel Services to the Bureau of Information Services.

OFFICE OF INFORMATION SERVICES FUND

Positions – LEGISLATIVE COUNT		2.000	2.000
Personal Services		104,217	108,254
Total		104,217	108,254

New Initiative: Transfers one Public Service Coordinator I position from the Bureau of Information
Services Internal Service Fund to the Office of the State Controller.

OFFICE OF INFORMATION SERVICES FUND

Positions – LEGISLATIVE COUNT		-1.000	-1.000
Personal Services		-86,797	-93,319
Total		-86,797	-93,319

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – FEDERAL EXPENDITURES FUND				

All Other	140,000	0	0	0
Total	140,000	0	0	0

Revised Program Summary – OFFICE OF INFORMATION SERVICES FUND

Positions – LEGISLATIVE COUNT	182.500	182.500	171.500	171.500
Position – FTE Count	0.456	0.456	0.456	0.456
Personal Services	13,732,907	13,849,797	13,118,523	13,648,697
All Other	7,893,142	7,662,567	7,652,146	7,649,872
Total	21,626,049	21,512,364	20,770,669	21,298,569

RISK MANAGEMENT – CLAIMS 0008

What the Budget purchases: The purpose of Risk Management is to provide insurance advice to the state government and administer all state insurance and self-funded plans and programs.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – RISK MANAGEMENT FUND				
Positions – LEGISLATIVE COUNT	5,000	5,000	5,000	5,000
Personal Services	349,877	355,443	360,412	374,422
All Other	3,533,994	3,607,398	247,729	233,719
Total	3,883,871	3,962,841	608,141	608,141

Program Summary – STATE ADMINISTERED FUND

All Other	2,051,963	2,094,628	2,094,628	2,094,628
Total	2,051,963	2,094,628	2,094,628	2,094,628

			2005-06	2006-07
New Initiative: <i>NONE</i>				

DEPARTMENTS AND AGENCIES – STATEWIDE 0016

What the Budget purchases: The purpose of this account is to allow the Bureau of the Budget to account for statewide curtailment dollars.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	(16,000)	(2,165)	0	0
Total	(16,000)	(2,165)	0	0

Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other	0	2,500,000	2,500,000	2,500,000
Total	0	2,500,000	2,500,000	2,500,000

Program Summary – FEDERAL BLOCK GRANT FUND

All Other	25,000,000	0	0	0
Total	25,000,000	0	0	0

			2005-06	2006-07
New Initiative: Reduces funding from projected health insurance savings attributable to reductions in hospital inpatient rates.				

GENERAL FUND

Personal Services			(825,000)	(860,000)
Total			(825,000)	(860,000)

			2005-06	2006-07
New Initiative: Reduces funding from projected health insurance savings attributable to maximizing the cost effectiveness of the pharmaceutical benefit provided by publicly offered health insurance plans.				

GENERAL FUND

Personal Services			(3,900,000)	(4,290,000)
Total			(3,900,000)	(4,290,000)

		2005-06	2006-07
New Initiative: Represents projected savings statewide through the consolidation of payroll, personnel and accounting services. Established two Budget Analyst positions and one Internal Control Audit Manager position. Positions to be eliminated will be identified upon completion of a review of the departments and agencies statewide and the position count will be adjusted by financial order.			
GENERAL FUND			
Positions – LEGISLATIVE COUNT		3.000	3.000
Unallocated		(725,000)	(1,560,000)
Total		(725,000)	(1,560,000)
		2005-06	2006-07
New Initiative: Represents projected savings from departments and agencies statewide from a review of technology functions and systems.			
GENERAL FUND			
Unallocated		(1,175,000)	(3,765,000)
Total		(1,175,000)	(3,765,000)
HIGHWAY FUND - Informational			
All Other		(103,000)	(508,000)
Total		(103,000)	(508,000)
FEDERAL EXPENDITURES FUND			
All Other		(190,500)	(919,500)
Total		(190,500)	(919,500)
OTHER SPECIAL REVENUE FUNDS			
Unallocated		(431,500)	(1,322,500)
Total		(431,500)	(1,322,500)
		2005-06	2006-07
New Initiative: Eliminates 7 General Fund positions and 2 Other Special Revenue Fund positions from projected information technology saving statewide.			
GENERAL FUND			
Positions – LEGISLATIVE COUNT		-7.000	-7.000
Total		-7.000	-7.000
OTHER SPECIAL REVENUE FUNDS			
Positions – LEGISLATIVE COUNT		-2.000	-2.000
Total		-2.000	-2.000
		2005-06	2006-07
New Initiative: Represents projected savings from departments and agencies statewide from a review of administrative hearings functions.			
GENERAL FUND			
Unallocated			(80,000)
Total			(80,000)
		2005-06	2006-07
New Initiative: Reduces funding by extending the amortization schedule for the unfunded actuarial liability of the Maine State Retirement System from 14 years to 23 years.			
GENERAL FUND			
Personal Services		(10,701,059)	(11,306,698)
Total		(10,701,059)	(11,306,698)

HIGHWAY FUND - Informational

Personal Services			(4,446,936)	(4,675,047)
	Total		(4,446,936)	(4,675,047)

OTHER SPECIAL REVENUE FUNDS

Personal Services			(2,770,674)	(2,927,864)
	Total		(2,770,674)	(2,927,864)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT			-4.000	-4.000
Personal Services			(15,426,059)	(16,456,698)
All Other	(16,000)	(2,165)	0	0
Unallocated			(1,900,000)	(5,405,000)
Total	(16,000)	(2,165)	(17,326,059)	(21,861,698)

Revised Program Summary – HIGHWAY FUND - Informational

Personal Services	0	0	(4,446,936)	(4,675,047)
All Other	0	0	(103,000)	(508,000)
Total	0	0	(4,549,936)	(5,183,047)

Revised Program Summary – FEDERAL EXPENDITURES FUND

All Other	0	0	(190,500)	(919,500)
Total	0	0	(190,500)	(919,500)

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

Positions – LEGISLATIVE COUNT			-2.000	-2.000
Personal Services			(2,770,674)	(2,927,864)
All Other	0	2,500,000	2,500,000	2,500,000
Unallocated	0	0	(431,500)	(1,322,500)
Total	0	2,500,000	(702,174)	(1,750,364)

Revised Program Summary – FEDERAL BLOCK GRANT FUND

All Other	25,000,000	0	0	0
Total	25,000,000	0	0	0

SALARY PLAN 0305

What the Budget purchases: This account provides General Fund appropriations and Highway Fund allocations for salary increases authorized by Legislature.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Personal Services	(367,600)	(201,698)	0	0
Total	(367,000)	(201,698)	0	0

New Initiative: *NONE*

BUREAU OF REVENUE SERVICES FUND 0885

What the Budget purchases: Provide a vehicle to deliver revenue collection services throughout State government.

		<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
		2003-04	2004-05	2005-06	2006-07
Program Summary – BUREAU OF REVENUE SERVICES FUND					
All Other		336,935	165,943	625,000	0
	Total	336,935	165,943	625,000	0
				2005-06	2006-07
New Initiative: <i>NONE</i>					

DEBT SERVICE – GOVERNMENT FACILITIES AUTHORITY 0893

What the Budget purchases: The Maine Governmental Facilities Authority was established to assist State Government in financing the construction and equipping of facilities by providing access to the tax exempt bond market.

		<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
		2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND					
All Other		16,382,917	16,822,372	18,403,517	17,908,782
	Total	16,382,917	16,822,372	18,403,517	17,908,782
				2005-06	2006-07
New Initiative: Provides funds to pay the debt service associated with Maine Governmental Facilities Authority borrowing for major repairs and capital construction Projects.					
GENERAL FUND					
Unallocated				0	1,327,500
	Total			0	1,327,500

		<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
		2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND					
All Other		16,382,917	16,822,372	18,403,517	19,236,282
	Total	16,382,917	16,822,372	18,403,517	19,236,282

HEALTH REFORM RESERVE FUND 0989

What the Budget purchases:

		<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
		2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND					
All Other		374,368	374,368	0	0
	Total	374,368	374,368	0	0
				2005-06	2006-07
New Initiative: <i>NONE</i>					

ALCOHOLIC BEVERAGES – GENERAL OPERATION 0015

What the Budget purchases: The Alcoholic Beverages fund was established to provide the most satisfactory public services for the complete distribution and sale of liquors, fortified wines, and malt beverages. The Bureau is authorized to serve, through its Director, as the chief administrative officer of the State Liquor and Lottery Commission having general charge of the office and records, employing personnel and making expenditures; and to conduct all phases of merchandising of liquor through State liquor stores.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – ALCOHOLIC BEVERAGE FUND				
Positions – LEGISLATIVE COUNT	59,500			
Positions – FTE COUNT	2,484			
Personal Services	2,073,144			
All Other	3,098,872	0	0	0
Total	3,098,872	0	0	0

New Initiative: *NONE*

LOTTERY OPERATIONS 0023

What the Budget purchases: Lottery Operations was established to provide the most satisfactory public services for the complete distribution and sale of instant lottery tickets and on line lottery games. The Bureau is authorized to serve, through its Director, as the chief administrative officer of the State Liquor and Lottery Commission having general charge of the office and records, employing personnel and making expenditures; and to conduct the sale of lottery products through licensed lottery agents.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – STATE LOTTERY FUND				
Positions – LEGISLATIVE COUNT	29,000	29,000	29,000	29,000
Personal Services	1,580,970	1,673,044	1,678,769	1,756,900
All Other	2,860,564	3,432,139	3,432,139	3,432,139
Total	4,441,534	5,105,183	5,110,908	5,189,039

New Initiative: *NONE*

BUSINESS EQUIPMENT TAX REIMBURSEMENT 0806

What the Budget purchases: The purpose of the Business Equipment Tax Reimbursement (BETR) program is to encourage the growth of capital investment in the State of Maine.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	65,082,052	63,757,028	78,132,345	82,896,495
Total	65,082,052	63,757,028	78,132,345	82,896,495

New Initiative: Eliminates the appropriation for the Business Equipment Property Tax Equipment (BETR) program and in its place creates the Business Equipment Tax Reimbursement Reserve account, to which transfers are made from General Fund undedicated revenue within the individual income tax category in order to pay benefits under the BETR program.

GENERAL FUND

All Other		(78,132,345)	(82,896,495)
Total		(78,132,345)	(82,896,495)

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Revised Program Summary – GENERAL FUND				
All Other	65,082,052	63,757,028	0	0
Total	65,082,052	63,757,028	0	0

COUNTY TAX REIMBURSEMENT 0263

What the Budget purchases: The purpose of the program is to reimburse County governments for services performed for residents of the unorganized townships.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – OTHER SPECIAL REVENUE FUNDS				
All Other	1,099,000	1,143,000	950,000	990,000
Total	1,099,000	1,143,000	950,000	990,000

ELDERLY TAX DEFERRAL PROGRAM 0650

What the Budget purchases: The Elderly Tax Deferral Program enables previously qualified Maine resident elderly homeowners to defer payment of homestead property taxes. This program is intended to reduce the incidence of displacing elderly persons from the homestead.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – OTHER SPECIAL REVENUE FUNDS				
All Other	41,000	40,000	40,900	41,923
Total	41,000	40,000	40,900	41,923
			2005-06	2006-07

New Initiative: *NONE*

HOMESTEAD PROPERTY TAX EXEMPTION – MANDATE REIMBURSEMENT 0887

What the Budget purchases: The Capital Construction & Repair function of the Bureau of General Services exists to provide planning for capital repairs & maintenance and to develop a prioritized statewide biennial budget request. This function of the Bureau provides a balance approach for carrying out the Executive Branch's programs within the confines of legislative oversight.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	134,700	24,000	25,600	25,600
Total	134,700	24,000	25,600	25,600
			2005-06	2006-07

New Initiative: *NONE*

HOMESTEAD PROPERTY TAX EXEMPTION REIMBURSEMENT 0886

What the Budget purchases: The Homestead Tax Reimbursement program's purpose is to offset in full, the effect on local property tax burdens arising from the municipal exemption of certain homestead property of qualified Maine residents.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	34,570,304	34,931,664	35,384,300	36,105,037
Total	34,570,304	34,931,664	35,384,300	36,105,037

New Initiative: *NONE*

2005-06

2006-07

MAINE RESIDENTS PROPERTY TAX PROGRAM 0648

What the Budget purchases: The purpose of the program is to provide property tax relief to low and middle income Maine residents whose property tax on their home exceeds 4% of their household income. It also provides relief to renters where rent exceeds 27% of their household income.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	23,317,230	0	0	0
Total	23,317,230	0	0	0

2005-06

2006-07

New Initiative: *NONE***REVENUE SERVICES – BUREAU OF 0002**

What the Budget purchases: Maine Revenue Services (MRS) exists primarily to collect tax revenues necessary to support Maine State Government. In order to achieve this end, the Bureau must responsibly administer State tax law. Subsidiary responsibilities of MRS include (1) oversight of municipal tax administration in order to assist municipalities and provide uniformity of local taxes throughout the State; and (2) operation of various tax relief programs to provide tax relief to taxpayers pursuant to Maine Law.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
Positions – LEGISLATIVE COUNT	323,000	343,000	338,000	338,000
Positions – FTE COUNT	0.769	0.769	0.769	0.769
Personal Services	17,155,423	19,050,817	21,181,448	22,223,109
All Other	11,489,796	11,477,031	11,429,687	11,564,314
Capital	282,000	271,000	260,200	268,000
Total	28,927,219	30,798,848	32,871,335	34,055,423

Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT	3,000	3,000	3,000	3,000
Personal Services	173,333	191,063	207,158	215,715
All Other	23,119	23,673	24,011	24,394
Total	196,452	214,736	231,169	240,109

Program Summary – FEDERAL EXPENDITURES FUND

All Other	5,070	5,171	5,000	5,000
Total	5,070	5,171	5,000	5,000

Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other	4,002,564	4,250,082	3,601,006	3,622,453
Total	4,002,564	4,250,082	3,601,006	3,622,453

2005-06

2006-07

New Initiative: Reduces All Other expenditures to maintain program costs within available resources.

GENERAL FUND

All Other	(40,808)	(131,870)
Total	(40,808)	(131,870)

2005-06

2006-07

New Initiative: Reduces funding from projected salary savings by managing position vacancies in order to maintain program costs within available resources.

GENERAL FUND

Personal Services

(1,059,999) (1,110,000)

Total

(1,059,999) (1,110,000)

2005-06

2006-07

ew Initiative: Eliminates one Tax Examiner position, effective January 1, 2006, and includes All Other Funds. This position will audit taxpayer accounts to ensure compliance with the tax on casual Rental of living quarters. It is estimated that this initiative will result in additional General Fund Revenue of \$2,662,000 in fiscal year 2005-06 and \$4,474,310 in fiscal year 2006-07.

GENERAL FUND

Positions – LEGISLATIVE COUNT

1.000

1.000

Personal Services

26,238

56,513

All Other

10,642

7,622

Total

36,880

64,135

ActualCurrentBudgetedBudgeted

2003-04

2004-05

2005-06

2006-07

Revised Program Summary – GENERAL FUND

Positions – LEGISLATIVE COUNT

323.000

343.000

339.000

339.000

Positions – FTE COUNT

0.769

0.769

0.769

0.769

Personal Services

17,155,423

19,050,817

21,147,687

21,169,622

All Other

11,489,796

11,477,031

11,399,521

11,440,066

Capital

282,000

271,000

260,200

268,000

Total

28,927,219

30,798,848

31,807,408

32,877,688

Revised Program Summary – HIGHWAY FUND - Informational

Positions – LEGISLATIVE COUNT

3.000

3.000

3.000

3.000

Personal Services

173,333

191,063

207,158

215,715

All Other

23,119

23,673

24,011

24,394

Total

196,452

214,736

231,169

240,109

Revised Program Summary – FEDERAL EXPENDITURES FUND

All Other

5,070

5,171

5,000

5,000

Total

5,070

5,171

5,000

5,000

Revised Program Summary – OTHER SPECIAL REVENUE FUNDS

All Other

4,002,564

4,250,082

3,601,006

3,622,453

Total

4,002,564

4,250,082

3,601,006

3,622,453

TREE GROWTH TAX REIMBURSEMENT 0261

What the Budget purchases: The Tree Growth Tax Reimbursement Program is to help restrain municipal property tax rates for towns which experience a substantial tax shift due to the mandated use of (lower) current use values in place of (higher) ad valorem values for assessing classified forest land.

ActualCurrentBudgetedBudgeted

2003-04

2004-05

2005-06

2006-07

Program Summary – GENERAL FUND

All Other

5,200,000

5,300,000

5,400,000

5,500,000

Total

5,200,000

5,300,000

5,400,000

5,500,000

2005-06

2006-07

New Initiative: NONE

UNORGANIZED TERRITORY EDUCATION & SERVICE FUND – FINANCE 0573

What the Budget purchases: The purpose of the program is to establish a fund to support the services provided by the Legislature to the residents of the unorganized territory.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – OTHER SPECIAL REVENUE FUNDS				
All Other	7,425,000	7,575,000	8,015,000	8,465,000
Total	7,425,000	7,575,000	8,015,000	8,465,000
			2005-06	2006-07
New Initiative: NONE				

WASTE FACILITY TAX REIMBURSEMENT 0907

What the Budget purchases: The purpose of the program is to reimburse municipalities for 50% of property tax revenue lost as a result of property tax exemptions provided to waste storage facilities.

	<u>Actual</u>	<u>Current</u>	<u>Budgeted</u>	<u>Budgeted</u>
	2003-04	2004-05	2005-06	2006-07
Program Summary – GENERAL FUND				
All Other	5,750	5,750	5,850	5,950
Total	5,750	5,750	5,850	5,950
			2005-06	2006-07
New Initiative: NONE				