

A stylized, high-contrast black and white illustration of a budget book cover. The cover is the central focus, with the title 'BUDGET FACT BOOK' and the year 'FY 2013' printed on it. To the right of the book, there is a calculator and a pencil, both also rendered in a stylized, high-contrast manner. The entire scene is set against a white background.

**BUDGET  
FACT  
BOOK**

**FY 2013**

**LEGISLATIVE FISCAL OFFICE**



NORRIS GREEN  
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January 22, 2013

Members of the Alabama Legislature:

This booklet was prepared by the Legislative Fiscal Office to provide members of the Alabama Legislature with general budgetary information as well as other information about state government finances such as the appropriation totals for selected state agencies for fiscal year 2013, bonded indebtedness, pay raises, health insurance and retirement rates and costs for state employees and teachers and the proration history for the Education Trust Fund and the State General Fund.

It was designed to be a quick reference guide for the membership concerning frequently asked questions about the above mentioned topics. This publication may also be obtained by accessing the LFO website at [www.lfo.state.al.us](http://www.lfo.state.al.us).

We hope the information contained herein will be useful. Any suggestions that you might have for subsequent editions of this booklet are welcomed.

Sincerely,

A handwritten signature in black ink that reads "Norris W. Green".

Norris Green  
Director

NG:csh

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**TOTAL APPROPRIATIONS  
FOR FY 2013**

**General Fund Budget  
and Separate Bills**

	<b>Millions</b>
State General Fund	\$1,747
Earmarked State Funds and Federal and Local Funds (includes transfers from other agencies)	\$12,321
<b>Total Appropriations</b>	<b>\$14,068</b>

**Education Trust Fund Budget  
and Separate Bills**

Education Trust Fund	\$5,422
Earmarked State Funds and Federal and Local Funds	\$7,821
<b>Total Appropriations</b>	<b>\$13,243</b>
<b>GRAND TOTAL ALL APPROPRIATIONS</b>	<b>\$27,311</b>

**BONDED INDEBTEDNESS  
AS OF SEPTEMBER 30, 2011  
G.O. AND REVENUE BONDS  
OUTSTANDING DEBT**

	<u>Net Principal Amount</u>	<u>Debt Per* Capita</u>
General Obligation Bonds	\$742,216,997	\$155.28
Revenue Bonds	<u>4,424,041,520</u>	<u>\$925.58</u>
Total Outstanding Debt	\$5,166,258,517	\$1,080.86

\*Based on July 2010 estimated population from U.S Census Bureau.

**ANNUAL DEBT SERVICE  
ON G.O. DEBT OUTSTANDING  
AS OF SEPTEMBER 30, 2011**

<b>FY Ending 9/30</b>	<b>Total G.O. Bond Debt Service</b>
2012	\$64,834,609
2013	\$73,187,121
2014	\$72,646,514
2015 – thereafter	\$791,917,199

**ANNUAL DEBT SERVICE  
ON REVENUE BONDS  
OUTSTANDING AS OF SEPTEMBER 30, 2011**

<b>FY Ending 9/30</b>	<b>Total Debt Service</b>
2012	\$476,122,733
2013	\$469,218,372
2014	\$452,617,372
2015 – thereafter	\$4,241,383,316

Source: Examiners' Report on Bond Indebtedness.  
Filed: July 20, 2012 (Report No. 12-252)

## PRORATION

Amendment No. 26 to the Alabama Constitution, 1901 provides that no warrants shall be drawn on the State Treasury unless sufficient revenues are available. In such instances, any expenditure from any funds that have insufficient revenue shall be prorated so that only available revenues are expended.

The most recent occurrences of proration in the Education Trust Fund and General Fund are listed below.

### EDUCATION TRUST FUND PRORATION

<u>Fiscal Year</u>	<u>Proration % without RDA Transfers</u>	<u>Proration % after RDA Transfers</u>
1979	3.0%	
1980	6.1%	
1981	3.6%	
1986	4.2%	
1991	6.5%	
1992	3.0%	
2001	6.2%	
2003 <sup>(1)</sup>	4.4%	0%
2008 <sup>(2)</sup>	6.5%	0%
2009 <sup>(3)</sup>	18.0%	11.0%
2010	9.5%	
2011	3.0%	

### GENERAL FUND PRORATION

<u>Fiscal Year</u>	<u>Proration % without RDA Transfers</u>	<u>Proration % after RDA Transfers</u>
1983	15.0%	
1986	3.0%	
1991	2.6%	
1992	5.5%	
1993	3.2%	
2010 <sup>(4)</sup>	20.0%	10.0%
2011	15.0%	
2012	10.62%	

Percents are rounded to nearest tenth of a percent.

**Proration continued:**

- (1) In FY 2003, \$179,993,229 was transferred to the Education Trust Fund from the Education Trust Fund Rainy Day Account and \$54,250 was transferred to the Education Trust Fund from the Proration Prevention Account in order to offset proration for state education agencies.
- (2) In FY 2008, \$439,372,515 was transferred to the Education Trust Fund from the Proration Prevention Account to completely offset proration in the Education Trust Fund.
- (3) In FY 2009, \$437,390,828 was transferred to the Education Trust Fund from the Education Trust Fund Rainy Day Account and \$129,590 was transferred to the Education Trust Fund from the Proration Prevention Account in order to reduce proration in the Education Trust Fund to 11%.
- (4) In FY 2010, \$161,565,874 was transferred to the State General Fund from the General Fund Rainy Day Account in order to reduce proration in the State General Fund to 10%.

## ALABAMA TRUST FUND

Amendment 450 to the Constitution of Alabama of 1901, which was ratified in 1985, established the Alabama Trust Fund (ATF). Since then, the management of the ATF has been modified by Amendment 488, which allowed the ATF board of trustees to invest in the same kind of investments as the Retirement Systems of Alabama; by Amendment 543, which created the Alabama Forever Wild Land Trust; by Amendment 666, which created the Alabama Capital Improvement Trust Fund and altered the distribution of royalties and investment income; by Amendment 668, which constitutionally provided for the County and Municipal Government Capital Improvement Funds; by Amendment 709, which created the Education Trust Fund Rainy Day Account; and by Amendment 803, which repealed Amendment 709, reestablished the Education Trust Fund Rainy Day Account, and created the General Fund Rainy Day Account. Amendment 856 of the Alabama Constitution revises the existing method for distributions from the Alabama Trust Fund beginning with the 2012-2013 fiscal year and also provides for the transfer of \$145,796,943 from the Alabama Trust Fund to the State General Fund for the fiscal years 2013, 2014 and 2015.

	FY2010	FY2011	FY2012 *
<b>Trust Income:</b>			
State General Fund	64,387,398	63,058,015	57,890,037
County Capital Improvement Fund	12,947,960	10,139,379	9,133,775
Municipal Capital Improvement Fund	12,947,960	10,139,379	9,133,775
Forever Wild	10,139,379	6,987,042	8,588,813
Alabama Trust Fund	0	2,385,259	0
Senior Services Trust Fund	971,097	1,013,938	1,141,722
<b>Total Trust Income:</b>	<b>101,393,794</b>	<b>93,723,012</b>	<b>85,888,122</b>
<b>Capital Gains:</b>			
State General Fund	0	56,091,288	13,145,140
County Capital Improvement Fund	0	8,013,041	1,877,877
Municipal Capital Improvement Fund	0	8,013,041	1,877,877
Forever Wild	0	8,013,041	1,877,877
Alabama Trust Fund	0	0	0
Senior Services Trust Fund	0	0	0
<b>Total Capital Gains:</b>	<b>0</b>	<b>80,130,411</b>	<b>18,778,771</b>
<b>Total Distribution:</b>	<b>101,393,794</b>	<b>173,853,423</b>	<b>104,666,893</b>

\* FY 2012 Capital Gains distribution does not include prior year capital gains recalculated pursuant to Attorney General Opinion's 2010-098 and 2011-025.

## ALABAMA CAPITAL IMPROVEMENT TRUST FUND

The Alabama Capital Improvement Trust Fund (ACITF) was created in 2000 by Amendment 666 to the Alabama Constitution of 1901. Twenty-eight percent of royalties received by the state from offshore production of oil or natural gas are deposited into the ACITF. Amounts in the ACITF can be appropriated for capital improvements, including debt service on bonds.

	<u>Actual</u> <u>FY 2010</u>	<u>Actual</u> <u>FY 2011</u>	<u>Budgeted</u> <u>FY 2012</u>
Beginning Balance	19.8	5.3	4.2
Royalties Received	49.3	34.5	33.2
Total Available	69.1	39.8	37.4
Expenditures/Appropriations	63.8	35.6	35.9
Ending Balance	5.3	4.2	1.5

## RESERVE FUNDS

### Rainy Day Account – Education Trust Fund

Amendment 709 to the Alabama Constitution originally created the ETF Rainy Day Account as a part of the Alabama Trust Fund. Amendment 803 to the Alabama Constitution repealed Amendment 709 and reestablished the ETF Rainy Day Account within the Alabama Trust Fund. Initially, the maximum balance in the Account was \$248 million. Under the new scheme, the maximum amount available for withdrawal equals 6.5% of the ETF appropriations for the prior fiscal year less any amounts previously withdrawn that have not been repaid. Amendment 803 also increased from five years to six years the Account's repayment deadline. In FY 2009, withdrawals from the Account were restricted to the amount necessary to reach the highest estimated available revenue for the fiscal year. Beginning in FY 2010, withdrawals were restricted to the amount necessary to reach the average estimated available revenue for the fiscal year. In FY 2003, \$179,993,229 was withdrawn from the Account. In FY 2009, the maximum withdrawal of \$437,520,418 was made. The balance in the Account at the end of each fiscal year is shown below:

#### Education Trust Fund Reserve/Rainy Day Accounts Continued:

FY 2002	248,000,000
FY 2003	68,006,771
FY 2004	104,006,771
FY 2005	140,006,771
FY 2006	176,006,771
FY 2007	248,000,000
FY 2008	248,000,000
FY 2009	0
FY 2010	0
FY 2011	0
FY 2012	0

Note: When funds are transferred from this Account, an additional amount equal to 25% of the transfer amount is transferred from the Alabama Trust Fund to the County and Municipal Government Capital Improvement Trust Fund.

### Rainy Day Account – State General Fund

Amendment 803 to the Alabama Constitution also created the State General Fund Rainy Day Account as a part of the Alabama Trust Fund. At no time may the amount withdrawn from this Account exceed 10% of General Fund appropriations for the previous fiscal year less any amounts previously withdrawn which have not been repaid. The Legislature must replenish the Account within 10 years after withdrawal. In FY 2009, withdrawals from the Account were restricted to the amount necessary to reach the highest estimated available revenue for the fiscal year. Beginning in FY 2010, withdrawals from the Account were restricted to the amount necessary to reach the average of the estimated available revenue for the fiscal year.

## **Reserve Funds continued**

In FY 2010, the maximum withdrawal of \$161,565,874 was made.

Note: When funds are transferred from this Account, an additional amount equal to 25% of the transfer amount is transferred from the Alabama Trust Fund to the County and Municipal Government Capital Improvement Trust Fund.

## EDUCATION TRUST FUND ROLLING RESERVE ACT

The Rolling Reserve Act (Act 2011-3) caps appropriations from the Education Trust Fund (ETF) beginning with the fiscal year 2013 budget. The cap will be the sum of recurring revenues deposited into the ETF in the last completed fiscal year preceding the calculation year adjusted up or down by: (1) the average annual percentage change in recurring revenues in the 15 completed fiscal years preceding the date on which the calculation is made; (2) if the percentage growth in the ETF for the last completed fiscal year exceeds the 15 year average growth rate, an amount equal to 40% of the growth in the last completed year is added to the cap; (3) up to 95% any new revenue enacted for the ETF; and (4) any nonrecurring revenue. The Finance Director and the Legislative Fiscal Officer must certify their computation of the cap at the same time as the certification required by Amendment 803 to the Constitution of Alabama of 1901 (prior to the 3<sup>rd</sup> day of each Regular Session).

The Act creates an ETF Budget Stabilization Fund to receive revenues in excess of the appropriation cap remaining after paying back transfers from the constitutional ETF Rainy Day Account. This Fund will generally be used to reduce any future proration. Any monetary interest that accrues in this Fund will be retained by the Fund. When the balance in the Budget Stabilization Fund is equal to 20% of the current year's appropriations from the ETF, then the excess funds will be distributed to the ETF Capital Fund, also created in this act. The Capital Fund will be used for capital improvements in public education, including the acquisition of sites and equipment for buildings and facilities, and for the payment on indebtedness incurred for those purposes. The act also repeals the existing ETF Proration Prevention Account and transfers any existing funds in this Account to the ETF Budget Stabilization Account.

# ESTIMATED COST OF A TEACHER UNIT

## Salary Matrix for FY 2013

Years Experience	Degree Level				
	<u>BS</u>	<u>MS</u>	<u>6 Year</u>	<u>Doctor</u>	<u>No Degree</u>
Exp < 3	36,144	41,564	44,818	48,071	36,144
3 < exp < 6	39,756	45,720	49,297	52,877	39,756
6 < exp < 9	41,497	47,721	51,470	55,191	41,497
9 < exp < 12	42,053	48,362	52,148	55,932	42,053
12 < exp < 15	42,818	49,238	53,093	56,949	42,818
15 < exp < 18	43,794	50,364	54,305	58,244	43,794
18 < exp < 21	44,360	51,012	55,005	58,999	44,360
21 < exp < 24	44,926	51,666	55,708	59,752	44,926
24 < exp < 27	45,461	52,201	56,245	60,288	45,461
27 > exp	45,997	52,737	56,780	60,824	45,997

**Average Salary (FY 2013)** \$47,527

**Fringe Benefits**

FICA and Medicare @ 7.65%	3,636
TRS @ 10.08%	4,791
PEEHIB @ \$714 per month	8,568
Unemployment Compensation @ 0.125%	59
Leave 7 days @ \$60 per day	420

**Classroom Instructional Support**

Student Materials	\$300.00
Technology	0
Professional Development	0
Library Enhancement	0
Common Purchase	0

**Other Current Expense** 14,958

**TOTAL** **\$80,259**

**COST OF LIVING SALARY INCREASES  
FISCAL YEARS 1994-2013**

<b>Fiscal Year</b>	<b>State Employees</b>	<b>Teachers</b>
1994	0.0% <sup>(1)</sup>	6.5%
1995	8.0%	8.5%
1996	0.0%	0.0%
1997	0.0%	4.0%
1998	0.0%	0.0%
1999	8.0%	8.5%
2000	0.0%	0.0%
2001	2.0%	1%-5.5% (depending upon experience)
2002	2.0%	0.0%
2003	3.0%	3.0%
2004	0.0%	0.0%
2005	0.0%	0.0%
2006	6.0%	6.0%
2007	5.0%	5.0%
2008	3.5%	7.0%
2009	3.5%	0.0%
2010	0.0%	0.0%
2011	0.0%	0.0%
2012	0.0%	0.0%
2013	0.0%	0.0%

<sup>(1)</sup> State employees received a one-time \$1,250 bonus in lieu of a salary increase.

**COSTS FOR SALARY INCREASES FOR  
TEACHERS AND SUPPORT PERSONNEL IN K-14  
FISCAL YEARS 1999-2013**

<b>FISCAL YEAR</b>	<b>PERCENT INCREASE</b>		<b>ESTIMATED COST TO ETF</b>
1999	8.5%		184.8 million
2000	0%		
2001	1%-5.5%	(depending upon experience)	114.4 million
2002	0%		
2003	3%		80.0 million
2004	0%		
2005	0%		
2006	6%		184.8 million
2007	5%		175.9 million
2008	7%		269.4 million
2009	0%		
2010	0%		
2011	0%		
2012	0%		
2013	0%		

**COSTS FOR SALARY INCREASES FOR  
STATE EMPLOYEES  
FISCAL YEARS 1999-2013**

<b>FISCAL YEAR</b>	<b>PERCENT INCREASE</b>	<b>TOTAL COST</b>	<b>ADDITIONAL AMOUNT APPROPRIATED FROM GENERAL FUND</b>
1999	8%	96.0 million	9.30 million <sup>(1)</sup>
2000	0%		
2001	2%	24.4 million	4.25 million <sup>(2)</sup>
2002	2%	24.4 million	0.00
2003	3%	40.5 million	13.0 million
2004	0%		
2005	0%		
2006	6%	86.1 million	30.0 million
2007	5%	77.9 million	26.7 million
2008	3.5%	62.8 million	21.0 million
2009	3.5%	67.1 million	24.5 million
2010	0.0%		
2011	0.0%		
2012	0.0%		
2013	0.0%		

<sup>(1)</sup> Remainder paid from retirement contribution savings and other agency funds.

<sup>(2)</sup> Represents one-half the State General Fund cost of the pay raise.

## RETIREE COST OF LIVING INCREASES

Fiscal Year	Employees' Retirement System	Teachers' Retirement System
1993	None	None
1994	1.28%, plus \$1.28/mo. for each year of service and for each year since retirement.	1.28%, plus \$1.28/mo. for each year of service and for each year since retirement.
1995	2.5%, plus \$1.50/mo. for each year of service and \$1/mo. for each year since retirement; minimum of \$25/mo.	2.5%, plus \$1.50/mo. for each year of service and \$1/mo. for each year since retirement; minimum of \$25/mo.
1996	None	None
1997	2.0%, plus \$1/mo. for each year of service; minimum of \$25/mo.	2.0%, plus \$1/mo. for each year of service; minimum of \$25/mo.
1998	None	None
1999	4.0%, plus \$2/mo. for each year of service; minimum of \$30/mo.	4.0%, plus \$2/mo. for each year of service; minimum of \$30/mo.
2000	None	None
2001	4.0%; minimum of \$25/mo.	4.0%; minimum of \$15/mo.
2002	None	None
2003	3.0%; minimum of \$15/mo.	3.0%; minimum of \$15/mo.
2004	None	None
2005	None	None
2006	4.0%; minimum of \$15/mo.	4.0%; minimum of \$15/mo.
2007	7.0%; minimum of \$25/mo.	7.0%; minimum of \$25/mo.
2008	One-time bonus equal to \$1/mo. for each year of service.	One-time bonus equal to \$2/mo. for each year of service.
2009	One-time bonus equal to \$1/mo. for each year of service.	None
2010	None	None
2011	None	None
2012	None	None
2013	None	None

## RETIREMENT SYSTEM CONTRIBUTION RATES

### Employer Contribution Rates:

<u>Fiscal Year</u>	State			
	<u>Teachers</u>	<u>Employees</u>	<u>State Police</u>	<u>Judges</u>
1988	7.57%	7.10%	15.69%	35.70%
1989	7.57%	7.10%	13.44%	37.58%
1990	7.57%	7.10%	13.44%	27.00%
1991	7.57%	7.12%	13.46%	27.00%
1992	6.35%	6.02%	12.59%	27.00%
1993	6.35%	6.00%	12.59%	28.70%
1994	6.31%	6.00%	14.23%	27.01%
1995	6.31%	6.99%	15.22%	27.01%
1996	9.23%	6.99%	15.22%	23.05%
1997	9.23%	6.99%	15.17%	19.71%
1998	9.66%	7.56%	15.74%	19.71%
1999	4.03%	3.11%	6.85%	9.16%
2000	6.38%	4.08%	9.45%	21.19%
2001	6.38%	4.08%	9.45%	21.19%
2002	5.96%	3.95%	9.24%	21.19%
2003	5.02%	3.95%	9.24%	21.19%
2004	6.56%	4.19%	13.87%	21.93%
2005	7.03%	5.57%	18.03%	21.93%
2006	8.17%	6.77%	21.36%	21.93%
2007	9.36%	7.78%	24.12%	22.50%
2008 <sup>(1)</sup>	11.75%	10.26%	30.42%	23.23%
2009 <sup>(2)</sup>	12.07%	11.88%	30.99%	23.23%
2010	12.51%	11.94%	30.57%	24.20%
2011	12.51%	11.94%	30.57%	24.20%
2012	10.00%	9.42%	29.92%	24.35%
2013	10.08%	10.12%	31.61%	32.06%

<sup>(1)</sup> The FY 2008 rates include the following one-time amounts attributable to bonus payments to retirees: teachers, .69%; state employees, .42%; state police, .42%; judges, .18%.

<sup>(2)</sup> The FY 2009 rates include the following one-time amounts attributable to bonus payments to retirees: state employees, .51%; state police, .51%; judges, .18%.

### Employee Contribution Rates:

- 5% Teachers and State Employees (except state police, certified law enforcement, correctional officers and firemen). This rate increased to 7.25% on October 1, 2011 and 7.5% on October 1, 2012.
- 10% State Police
- 6% Judges and certified law enforcement, correctional officers, and firemen. This rate increased to 8.25% on October 1, 2011 and 8.5% on October 1, 2012.

Note: Employee contribution rates are set by statute.

## HISTORY OF EMPLOYER COST FOR RETIREMENT SYSTEMS

FY	TRS <sup>(1)</sup>	ERS <sup>(2)</sup>	JRF <sup>(3)</sup>
1992	233,507,746	53,628,567	5,979,485
1993	235,429,461	54,506,267	6,859,219
1994	245,783,913	56,265,932	6,280,387
1995	289,703,296	69,619,376	6,854,217
1996	284,615,456	68,802,114	6,494,717
1997	328,195,083	68,911,987	5,866,165
1998	355,953,472	74,055,482	5,397,838
1999 <sup>(4)</sup>	182,895,065	33,428,569	2,969,304
2000	267,906,340	43,442,959	5,582,715
2001	280,051,290	49,144,145	7,531,949
2002	266,510,671	46,053,625	8,200,383
2003	238,725,494	48,522,435	8,627,322
2004	305,887,402	52,218,449	8,982,290
2005	343,724,774	68,739,801	8,946,381
2006	425,544,602	90,951,802	8,915,570
2007	532,004,599	115,156,793	9,293,711
2008	716,912,822	160,623,070	9,861,941
2009	752,874,357	192,528,482	10,309,412
2010	773,177,416	191,361,347	10,797,333
2011	780,224,248	187,294,046	10,915,820
2012	621,287,412	152,626,320	10,889,000
2013	693,356,751	171,545,333	12,671,000

(1) Teachers' Retirement System **total** cost. Since FY 1996 a small portion of the employer contribution shown above has been paid from funds other than the ETF.

(2) Employees' Retirement System **total** cost.

(3) Judicial Retirement Fund **total** cost.

(4) The Retirement System changed from book to market value for assets in FY 1999, resulting in a lowering of the employer rate/contributions most significantly in FY 1999, but which also affected employer contributions each year thereafter to a lesser degree.

Note: FY 2013 amounts shown are the budgeted amounts.

**STATE EMPLOYEES' HEALTH INSURANCE PLAN (SEHIP)  
MONTHLY RATES**

<b>Fiscal Year</b>	<b>Employer Cost Per Active Employee</b>	<b>Active Employee Cost for Single Coverage</b>	<b>Active Employee Cost for Dependent Coverage</b>	<b>Tobacco User Surcharge</b>
1993	211.00		152.00	
1994	243.00		164.00	
1995	255.00		164.00	
1996	255.00		164.00	
1997	255.00		164.00	
1998	255.00		164.00	
1999	320.00		164.00	
2000	357.00		164.00	
2001	400.00		164.00	
2002	445.00		164.00	
2003	490.00		164.00	
2004 <sup>(1)</sup>	550.00		164.00	
2005	650.00		164.00	20.00
2006 <sup>(2)</sup>	668.00		164.00	20.00
2007 <sup>(3)</sup>	717.00		180.00	22.00
2008 <sup>(4)</sup>	775.00		180.00	24.00
2009 <sup>(4)</sup>	775.00		180.00	25.00
2010 <sup>(5)</sup>	805.00	15.00 <sup>(6)</sup>	190.00	30.00
2011 <sup>(7)</sup>	805.00	15.00 <sup>(6)</sup>	190.00	35.00
2012 <sup>(8)(9)</sup>	765.00 <sup>(10)</sup>	15.00 <sup>(6)</sup>	205.00	40.00
2013 <sup>(8)(9)</sup>	765.00 <sup>(11)</sup>	15.00 <sup>(6)</sup>	205.00	45.00

(1) A one month credit of \$250 reduced the effective monthly employer cost per active employee to \$529.17.

(2) A one month credit of \$216 reduced the effective monthly employer cost per active employee to \$650.

(3) A one month credit of \$180 reduced the effective monthly dependent coverage rate paid by active employees to \$165.

(4) A one month credit of \$775 reduced the effective monthly cost per active employee to \$710.42

(5) In FY 2010, state agencies made eleven monthly payments, reducing the effective rate to \$737.92.

**SEHIP continued:**

- (6) The active employee cost for FY 2009-10, FY 2010-2011, 2012, and 2013 assumes that the employee qualifies for a \$25 per month wellness discount.
- (7) The General Fund budget for FY 2011 (Act 2010-553) set the SEHIP monthly rate at \$805 per month and required the Board to adjust the program wherever appropriate to maintain this fixed rate for FY 2011.
- (8) Credit of \$40 per employee per month granted to agencies in October 2011 resulting in an effective rate of \$765 per employee per month.
- (9) Calendar Year.
- (10) The General Fund budget for FY 2012 (Act 2011-679) set the SEHIP monthly rate at \$765 per month and required the Board to adjust the program wherever appropriate to maintain this fixed rate for FY 2012.
- (12) The General Fund budget for FY 2013 (Act 2012-568) set the SEHIP monthly rate at \$765 per month and required the Board to adjust the program wherever appropriate to maintain this fixed rate for FY 2013.

**PUBLIC EDUCATION EMPLOYEES'  
HEALTH INSURANCE PLAN (PEEHIP) – MONTHLY RATES**

<b>Fiscal Year</b>	<b>Employer Cost Per Active Employee</b>	<b>Active Employee Contribution for Individual Coverage</b>	<b>Active Employee Cost for Dependent Coverage</b>
1994	N/A	2.00	122.00
1995	N/A	2.00	122.00
1996	210.50	2.00	122.00
1997	165.00	2.00	122.00
1998	200.00	2.00	122.00
1999	225.00	2.00	122.00
2000	317.00	2.00	122.00
2001	345.00	2.00	132.00
2002	414.00	2.00	132.00
2003	433.00	2.00	132.00
2004	479.00	2.00	132.00
2005	583.00	2.00	132.00
2006	668.00	2.00	132.00
2007	717.00	2.00	132.00
2008	775.00	2.00	132.00
2009	752.00	2.00	132.00
2010	752.00	2.00	132.00
2011	752.00	15.00	162.00
2012	714.00	15.00	162.00
2013	714.00	15.00	177.00

**PEEHIP Continued:**

Note: Prior to FY 1996, PEEHIP received a direct appropriation from the ETF; therefore, there was no "Employer Cost for Active Employees" for those fiscal years. The rates shown for individual and dependent coverage beginning with FY 2006 are after application of the tobacco user discount (see below for the per month per person tobacco discount user discount amount). Unless an employee with employer paid individual coverage or with a spouse covered as a dependent declares that they and the covered spouse have not used tobacco products within the last 12 months, the additional monthly amount must be paid by the employee. Note that the actual active total employee cost for dependent coverage equals the individual coverage premium plus the dependent coverage premium (i.e. for FY 2013, both the \$15 and the \$177 amounts must be paid.)

<u>Fiscal Year</u>	<u>Tobacco User Discount Amount</u>
2006	20.00
2007	20.00
2008	22.00
2009	23.00
2010	25.00
2011	27.00
2012	28.00
2013	28.00

**HISTORY OF EMPLOYER COST FOR  
TEACHERS' AND STATE EMPLOYEES' HEALTH INSURANCE**

	<b>PEEHIP (1)</b>	<b>SEHIP (2)</b>
1993	237,911,040	97,165,197
1994	237,911,040	103,629,524
1995	117,500,000	117,989,175
1996	214,606,434	115,667,901
1997	180,450,600	112,947,717
1998	271,768,000	91,502,406
1999	317,273,000	131,585,762
2000	373,727,784	148,115,489
2001	404,200,620	169,112,747
2002	481,170,672	193,682,768
2003	509,244,372	217,474,419
2004	566,126,268	227,042,877
2005	698,704,512	276,662,054
2006	805,407,600	281,492,460
2007	881,918,604	319,123,823
2008	961,452,126	322,591,716
2009	925,317,517	322,232,685
2010	911,875,393	361,793,265
2011	900,050,546	356,520,996
2012	825,157,866	318,095,221
2013 <sup>(3)</sup>	829,510,920	298,114,622

(1) Public Education Employees' Health Insurance Plan. Prior to FY 1996 PEEHIP received an appropriation from the ETF. Since FY 1996 premiums have been paid directly by employers based on a premium rate set in the ETF budget act. A small portion of these premiums are paid from funds other than the ETF. The amounts shown above reflect total cost.

(2) State Employees' Health Insurance Plan - total cost.

(3) FY 2013 amounts shown are the budgeted amounts.

## **RETIREE HEALTH CARE TRUST FUNDS**

### **Public Education Employees' Health Insurance Board (PEEHIB)**

In response to a requirement by the Governmental Accounting Standard Board (GASB) that liabilities for retiree benefits be recognized on a current basis, Act 2007-16 authorized the PEEHIB to create an irrevocable trust for the purpose of holding, investing, and distributing assets to be used for certain retiree benefits. The net assets held in trust, as of September 30, 2011, was \$777,933,000.

### **State Employees' Insurance Board (SEIB)**

In response to a requirement by the Governmental Accounting Standard Board (GASB) that liabilities for retiree benefits be recognized on a current basis, Act 2007-16 authorized the SEIB to create an irrevocable trust for the purpose of holding, investing, and distributing assets to be used for certain retiree benefits. The net assets held in trust, as of September 30, 2011, was \$108,723,499.

Note: Constitutional Amendment No. 798 provides that the assets of the trusts shall be used exclusively for the expenses of administering the trusts and for health care benefits.

## LEGISLATIVE COMPENSATION

<b>Annual Compensation for House and Senate Members</b>	
Salary (\$10/day for 105 days)	\$ 1,050
Expense Allowance (\$50/day for 45 days)	\$ 2,250
Monthly Expense Allowance (\$4,308/month for 12 months)	\$ 51,696
Total Annual Minimum Compensation	\$ 54,996
<b>Annual Compensation for Speaker and Lt. Governor</b>	
Salary (\$12/day for 105 days)	\$ 1,260
Expense Allowance (\$50/day for 45 days)	\$ 2,250
Monthly Expense Allowance (\$4,308/month for 12 months)	\$51,696
Additional Monthly Expense Allowance (\$1,500/month for 12 months)	\$ 18,000
Total Annual Minimum Compensation	\$ 73,206

The above compensation total excludes the additional salary (\$10/day) and expense allowance (\$50/day) that legislators would receive for attending a Special Legislative Session. It also excludes mileage reimbursement that each legislator receives for attending a legislative session (\$.10 per mile round-trip from residence to capitol, once per session).

Act 07-75 stated that the monthly expense allowance provided to each legislator would be "adjusted annually to reflect any increase in the cost of living as indicated by the United States Department of Labor Consumer Price Index." The Consumer Price Index for All Urban Consumers (CPI-U), as published by the Department of Labor's Bureau of Labor Statistics (BLS), is utilized when calculating the annual increase. The annual increase is equal to the average of the twelve monthly annual changes from January to December of each year, rounded to the nearest one tenth of one percent (this change is published annually by the BLS). The new payment is rounded to the nearest dollar amount. The increase is effective April 1 of each year.

**Sources:**

Salary: Amendment 57 of the Constitution; Section 29-1-8 of the Code of Alabama 1975

Expense Allowance: Act 91-108

Monthly Expense Allowance: Act 07-75

Additional Monthly Expense Allowance: Act 71-1196

## ESTIMATED COST OF A LEGISLATIVE SESSION

Regular Session	# of Days or Months	Salary Per Day	Total #	Monthly Costs	Total Costs
Legislator Salary	105 days	\$10	139		\$145,950
Speaker & Lt. Gov	105 days	\$12	2		\$ 2,520
Mileage (House/Senate)					\$ 3,600
Temporary Employees	4 months			\$85,791	\$343,164
Legislator Expense Allowance	45 days	\$50	141		\$317,250
Delivery of Journals (House/Senate)					\$ 1,600
Supplies (House/Senate and Data Processing)	3 months				\$ 60,000
<b>Total Regular Session</b>					<b>\$874,084</b>

Note: Assumes one month administrative wrap-up in a Regular Session.  
Does not include the monthly expense allowances provided to each Legislator.

105 calendar days = 15 weeks @ 3 days per week = Estimated 45 days for Legislator Expense Allowance.

## ANNUAL COMPENSATION: GOVERNOR'S CABINET

Department	Name	Annual Salary as of 9/30/2012
Dept of Finance.	Dr. Marquita Davis	\$91,013.76
Banking Dept.	John Harrison	\$157,380.00
Dept. of Insurance	Jim Ridling	\$91,013.76
Dept. of Labor	Tom Surtees	\$139,259.04
Dept. of Mental Health	Jim Reddoch	\$145,000.08
Dept. of Revenue	Julie Magee	\$91,013.76
Dept. of Senior Services	Neal Morrison	\$135,000.00
Tourism Dept.	Lee Sentell	\$91,013.76
Dept. of Transportation	John Cooper	\$169,000.08
Dept. of Public Safety	Hugh B. McCall	\$105,403.20
Alabama Department of Commerce	Greg Canfield	\$162,232.08
Emergency Management Agency	Art Faulkner	\$124,200.00
Military Dept.	Maj. General Perry Smith	\$91,013.76
Dept. of Homeland Security	Spencer Collier	\$148,999.92
Medicaid Agency	Stephanie Azar (General Counsel & Acting Commissioner)	\$141,784.80
Dept. of Human Resources	Nancy Buckner	\$140,000.16
Alcoholic Beverage Control	H. Mac Gipson	\$91,013.76
Dept. of Children's Affairs	Dr. Susan McKim (Interim Commissioner)	\$78,319.20
Dept. of Economic and Community Affairs	Jim Byard, Jr.	\$91,013.76
Dept. of Corrections	Kim Thomas	\$123,499.92
Dept. of Conservation & Natural Resources	Gunter Gray	\$141,000.00

Payroll Information: [Open.Alabama.gov](http://Open.Alabama.gov).

Cabinet Information: Gov. Bentley's website – 10/2/12.

## COMMUNITY SERVICES GRANT PROGRAM

Fiscal Year	ETF	SGF
1997	\$ 5,000,000	\$4,000,000
1998		
1999	\$ 5,000,000	
2000	\$10,000,000	
2001	\$12,128,340	
2002	\$12,393,833	
2003	\$11,207,396	
2004		
2005	\$11,700,000	
2006	\$13,404,633	
2007	\$13,800,000	
2008	\$14,766,000	
2009	\$ 8,913,095	\$2,000,000
2010	\$ 8,437,286	\$6,642,000
2011	\$ 8,185,468	\$3,782,886
2012	\$ 4,092,084	
2013	\$ 3,000,000	

The FY 01 and FY 03 amounts represent the amounts appropriated after proration of 6.2% and 4.4%, respectively, was declared.

The FY 06 appropriation includes a \$12.8 million appropriation plus \$604,633 for those legislative districts which did not receive their full FY 05 allocation due to a lawsuit.

The FY 09, 10 and 11 community services grants amounts appropriated from the State General Fund are for House Legislative Districts only.

**EDUCATION TRUST FUND RECEIPTS AND EXPENDITURES**  
**FISCAL YEARS 1988 - 2012**

<b>Fiscal Year</b>	<b>Actual Receipts</b>	<b>Change</b>	<b>Actual Expenditures</b>	<b>Change</b>
1988	\$2,217,014,886	6.23%	\$2,112,773,900	3.19%
1989	\$2,373,481,524	7.06%	\$2,483,060,672	17.53%
1990	\$2,481,832,988	4.57%	\$2,482,004,527	-0.04%
1991	\$2,524,540,232	1.72%	\$2,558,206,830	3.07%
1992	\$2,623,153,373	3.91%	\$2,621,045,355	2.46%
1993	\$2,827,045,036	7.77%	\$2,757,564,315	5.21%
1994	\$3,020,782,528	6.85%	\$2,997,076,069	8.69%
1995	\$3,203,670,344	6.05%	\$3,287,001,937	9.67%
1996	\$3,346,547,104	4.46%	\$3,345,617,091	1.78%
1997	\$3,527,022,712	5.39%	\$3,550,737,409	6.13%
1998	\$3,734,614,941	5.89%	\$3,721,359,200	4.81%
1999	\$3,911,479,690	4.74%	\$3,911,156,500	5.10%
2000	\$4,114,571,877	5.19%	\$4,115,371,659	5.22%
2001	\$4,015,374,184	-2.41%	\$4,036,182,733	-1.92%
2002	\$4,133,348,664	2.94%	\$4,138,712,868	2.54%
2003	\$4,249,955,349	2.82%	\$4,252,726,523	2.75%
2004	\$4,456,026,869	4.85%	\$4,281,961,572	0.69%
2005	\$4,969,255,238	11.52%	\$4,597,071,292	7.36%
2006	\$5,498,361,937	10.65%	\$5,383,104,303	17.10%
2007	\$5,854,027,193	6.47%	\$6,273,363,954	16.54%
2008	\$6,414,630,671	9.58%	\$6,694,675,698	6.72%
2009	\$5,679,120,475	-11.47%	\$5,679,120,475	-15.17%
2010	\$5,217,470,126	-8.13%	\$5,205,697,025	-8.34%
2011	\$5,337,663,842	2.30%	\$5,340,833,054	2.60%
2012	\$5,704,207,619	6.87%	\$5,683,985,540	6.43%

## GENERAL FUND RECEIPTS AND EXPENDITURES

FISCAL YEARS 1988 - 2012

Fiscal Year	Actual Receipts	Change	Actual Expenditures	Change
1988	\$669,225,673	10.84%	\$666,452,317	14.44%
1989	\$713,463,977	6.61%	\$727,436,019	9.15%
1990	\$750,230,918	5.15%	\$737,967,964	1.45%
1991	\$797,383,173	6.29%	\$827,730,791	12.16%
1992	\$808,334,687	1.37%	\$785,578,853	-5.09%
1993	\$832,517,581	2.99%	\$810,547,704	3.18%
1994	\$836,506,295	0.48%	\$862,748,583	6.44%
1995	\$874,315,598	4.52%	\$864,335,797	0.18%
1996	\$896,910,316	2.58%	\$893,923,750	3.42%
1997	\$913,394,224	1.84%	\$924,512,500	3.42%
1998	\$980,688,962	7.37%	\$966,234,023	4.51%
1999	\$1,028,896,601	4.92%	\$1,008,230,029	4.35%
2000	\$1,130,069,255	9.83%	\$1,127,796,166	11.86%
2001	\$1,163,074,891	2.92%	\$1,198,432,091	6.26%
2002	\$1,144,312,996	-1.61%	\$1,205,131,989	0.56%
2003	\$1,313,933,803	14.82%	\$1,234,836,991	2.46%
2004	\$1,297,452,185	-1.25%	\$1,261,423,837	2.15%
2005	\$1,437,229,950	10.77%	\$1,425,762,453	13.03%
2006	\$1,656,451,339	15.25%	\$1,561,372,278	9.51%
2007	\$1,634,581,148	-1.32%	\$1,658,721,549	6.23%
2008	\$1,814,312,603	11.00%	\$1,834,413,761	10.59%
2009	\$1,602,571,656	-11.67%	\$1,716,127,716	-6.45%
2010	\$1,428,088,535	-10.89%	\$1,473,417,645	-14.14%
2011	\$1,517,092,423	6.23%	\$1,535,186,080	4.19%
2012	\$1,683,865,195	11.0%	\$1,725,266,166	12.38%

## TOBACCO SETTLEMENT

On November 23, 1998, 46 states, the District of Columbia, American Samoa, the Northern Marianas, Guam, the Virgin Island and Puerto Rico reached a settlement with Phillip Morris, R. J. Reynolds Tobacco Company, Brown and Williamson Tobacco and Lorillard Tobacco Company. The settlement calls for the companies to pay the states, the District of Columbia and territories more than \$206 billion over 25 years of which Alabama is projected to receive \$3.04 billion. As of October 1, 2012, Alabama had received \$1,378,750,837. Annual receipts were as follows:

2000	\$131,742,413
2001	\$103,076,538
2002	\$121,567,706
2003	\$119,296,356
2004	\$101,871,680
2005	\$101,871,492
2006	\$94,553,640
2007	\$98,969,041
2008	\$106,148,659
2009	\$116,588,383
2010	\$97,245,835
2011	\$92,001,276
2012	\$93,817,817

Alabama had a FY 2013 beginning balance of \$14,318,422 and projected receipts of \$97,408,261 for a total of \$116,768,639. The Alabama Legislature appropriated \$88,078,753 in tobacco revenue to be expended in FY 2012. In addition, \$10,718,511 that was statutorily allocated to the Department of Education will be transferred to the State General Fund (pursuant to Act No. 249 of the 2011 Regular Session) for a total of \$98,797,264 in tobacco revenue to be expended in FY 2012. Appropriations are as follows:

### Children First Trust Fund:

<b>Agency</b>	<b>Appropriation</b>
Alcoholic Beverage Control Board	\$620,484
Department of Child Abuse and Neglect Prevention	2,455,200
Department of Forensic Sciences	470,302
Department of Human Resources	9,315,419
Juvenile Probation Services Fund	4,657,710
Medicaid Agency	1,630,198
Department of Mental Health and Mental Retardation	2,890,008
Multiple Needs Children's Fund	4,126,550
Department of Public Health	1,657,710
Department of Rehabilitation Services	248,634
Department of Youth Services	7,918,106
<b>Total Appropriation</b>	<b>\$35,990,322</b>

**Tobacco Settlement continued:**

**Other Tobacco Revenue:**

<b>Agency</b>	<b>Appropriation</b>
Department of Children's Affairs	\$250,000
21st Century Debt Services	13,000,000
Senior Services Trust Fund	1,330,770
Alabama Medicaid Agency	27,946,257
Department of Senior Services - Medicaid Waiver	4,996,161
University of South Alabama – For Partial Payment of Tobacco Settlement Provisions	1,000,00
<b>Total Other Tobacco Appropriation</b>	<b>\$48,523,192</b>
<b>State General Fund Transfer</b>	<b>\$10,379,332</b>
<b>Total Tobacco Revenue Appropriation</b>	<b>\$94,892,846</b>

## ABC BOARD

### DISTRIBUTION OF TAXES AND PROFITS IN FY 2013

State General Fund	\$66,406,182
Mental Health	14,093,890
Human Resources	47,613,597
Education Trust Fund	22,813,929
Local Governments	15,741,649
<b>TOTAL*</b>	<b>\$166,669,246</b>

**\*Excludes sales taxes collected on ABC sales.**

### Pricing of a \$10 Bottle of Liquor Sold in ABC Stores

Cost of bottle – plus delivery	\$10.00
30% mark-up	3.00
56% state liquor tax	7.28
6% sales tax (4% state, 2% local)	<u>1.22</u>
<b>TOTAL RETAIL PRICE</b>	<b>\$21.50</b>

Appropriation to ABC Board for operating expenses (FY 2013) \$80,961,269

## AGRICULTURE AND INDUSTRIES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	9,404,233	29.91%
Agriculture Funds	14,405,642	45.82%
<b>TOTAL STATE FUNDS</b>	<b>23,809,875</b>	<b>75.73%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>7,630,667</b>	<b>24.27%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$31,440,542</b>	<b>100.00%</b>

The Department of Agriculture and Industries provides inspection and grading services to the agriculture industry in the state, issues various agricultural permits and licenses, and performs lab and diagnostic services related to agricultural commodities.

	<u>Farms</u> (1,000)		<u>Acreage</u> (mil.)		<u>Average</u> (acre per farm)	
	<u>2001</u>	<u>2010</u>	<u>2001</u>	<u>2010</u>	<u>2001</u>	<u>2010</u>
AL	46	48.5	8.9	9	193	186

	<u>2011 Acres Harvested</u>	<u>2011 Production</u>
Cotton (all)	443,000	685,000 bales
Hay	800,000	1.92 million tons
Peanuts	166,000	489,700 thousand lbs
Soybeans	295,000	9.735 million bushels
Wheat	195,000	14.235 million bushels
Corn (grain)	250,000	28.5 million bushels

Sources: National Agricultural Statistics Service.  
State Rankings, 2010.

## ARCHIVES AND HISTORY

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
General Fund*	2,101,346	34.49%
Education Trust Fund	3,788,705	62.19%
Other	201,792	3.32%
<b>TOTAL STATE FUNDS</b>	<b>6,091,843</b>	<b>100.00%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>0</b>	<b>0.00%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$6,091,843</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$480 eligible for reappropriation in FY 2013.

The Alabama Department of Archives and History was founded in 1901 and was the first State Department of Archives and History in the United States (33 years before the establishment of the National Archives).

The Museum of Archives and History reported 32,887 visitors and 523 school tours with approximately 21,896 students for FY 2012. The Resources Management function of the Department includes ensuring the preservation of and access to the historical records of state government, assistance in the preservation of historical local government records and the collection of non-governmental records and artifacts that help document Alabama history.

## ATTORNEY GENERAL

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	7,000,000	33.33%
Attorney General Litigation Support Fund	4,800,000	22.86%
<b>TOTAL STATE FUNDS</b>	11,800,000	56.19%
<b>FEDERAL &amp; LOCAL</b>	1,236,500	5.89%
<b>MISCELLANEOUS</b>	7,963,500	37.92%
<b>TOTAL APPROPRIATION</b>	\$21,000,000	100.00%

\*This amount does not include the FY 2012 reversion eligible for reappropriation in FY 2013 in the amount of \$366.

The Office of the Attorney General represents the State, its officers and agents and their employees, either directly or through an appointed official, in all legal matters affecting the operation of the state's agencies, departments, boards and municipalities. The Office reviews and issues reports and opinions on statutes and questions of law. The Office institutes, investigates, and prosecutes in the name of the state, all civil actions and other proceedings necessary to protect the rights and interests of the state. The Office represents the consuming public and legitimate business persons of the state, either through legal actions or mediation, against deceptive trade practices.

The Office of the Attorney General is made up of the following divisions/units:

Administrative Services	General Civil and Administrative Law
Capital Litigation	Investigations
Constitutional Defense	Medicaid Fraud Unit
Criminal Appeals	Opinions
Criminal Trials	Victim Assistance
Executive	Special Prosecutions

**Attorney General continued:**

Selected types and number of cases worked on and/or presented in court for FY 2012 are as follows:

Consumer complaints received	4,147
Consumer complaints resolved	2,099
Savings to consumers	\$374,433
Medicaid Fraud (investigations)	24
Medicaid Fraud (indictments)	4
Medicaid Fraud (convictions)	4
Medicaid Fraud (recoveries)	\$24,355,892
Victim's hotline calls	845

Section 36-15-3 of the Code of Alabama provides that the salary of the Attorney General shall be equal to the salary of an Associate Justice of the Supreme Court of Alabama. The Investment In Justice Act of 1999 (Act 99-427) provides for the base state salary of Associate Justices and for additional compensation based on bench experience. The Attorney General is paid the minimum base salary, effective October 1, 2008, of an Associate Justice (\$160,003), plus an additional \$2,000 (1.25% of the base salary) for each year of experience. Although Section 118 of the Constitution of Alabama provides that the compensation of the Attorney General shall not be increased or diminished during a term, this increase is allowed to be given each year on the anniversary date of the Attorney General assuming that office.

## CHILDREN'S AFFAIRS

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Education Trust Fund	19,249,146	85.31%
<b>TOTAL STATE FUNDS</b>	19,249,146	85.31%
<b>FEDERAL &amp; LOCAL</b>	3,316,427	14.69%
<b>TOTAL APPROPRIATION</b>	\$22,565,573	100.00%

The Department of Children's Affairs was created to act as a coordinator for state and local agencies to ensure that services are maximized for the benefit of Alabama's children 19 years of age and younger. Specific responsibilities include:

- Assisting Alabama Children's Policy Council.
- Enhancing pre-kindergarten programs through the Office of School Readiness and the Head Start Program.
- Creating a database that will have all services that are available to children and families in Alabama.
- Hosting special seminars and programs.

## COMMERCE

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	3,387,037	8.02%
Education Trust Fund	38,144,967	90.33%
Departmental Receipts	350,000	.83%
State General Fund – Alabama Film Commission	347,794	.82%
<b>TOTAL STATE FUNDS</b>	<b>42,229,798</b>	<b>100.00%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>0</b>	<b>0.00%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$42,229,798</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$126,036 available for reappropriation in FY 2013.

The Alabama Development Office (ADO) aids in the recruitment of new industry, supports existing industry expansion, and promotes trade with other nations. The office operates through the following divisions:

**Administrative and Technology Division:** Provides general budgetary and accounting services and all computer and data processing services, coordinates all purchasing, and maintains property records and contract files.

**Recruitment Division:** Responsible for attracting industry to Alabama by encouraging and promoting foreign manufacturing investment in the state and supporting expansion and retention of existing business.

**Small Business Advocacy Division:** Provides information on the financial assistance available to small businesses as well as help with regulatory issues. In addition, this Division works closely with the Small Business Development Consortium and in joint efforts with ADECA's Office of Minority Business Enterprise.

**Trade Division:** Assists Alabama businesses with expert promotion and development accomplished through state-wide professional development programs, trade missions, trade publications and distribution of point-to-point international business leads.

**Film Commission:** Responsible for promotion of the State of Alabama to the film and video industry as a site for on-location production for feature films, television, music videos and industrial and corporate training films and commercials.

## Commerce continued

**Film Commission:** Responsible for promotion of the State of Alabama to the film and video industry as a site for on-location production for feature films, television, music videos and industrial and corporate training films and commercials.

**Alabama Industrial Development Training Institute (AIDT):** Provides quality workforce development for Alabama's new and expanding businesses, at no cost, while expanding the opportunities to the citizens of the State through the jobs these businesses create.

### PERFORMANCE INDICATORS

FY 2012

Trade partners linked	685
Recruitment projects worked	
New	202
Used	268

## CONSERVATION AND NATURAL RESOURCES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Conservation Funds	83,227,924	58.53%
<b>TOTAL STATE FUNDS</b>	83,227,924	58.53%
<b>FEDERAL &amp; LOCAL</b>	59,329,813	41.62%
<b>TOTAL APPROPRIATION</b>	\$142,557,737	100.00%

The Department of Conservation and Natural Resources scope of operations includes the administration, management and maintenance of 23 state parks; 22 public fishing lakes; 4 freshwater fish hatcheries; 30 wildlife management areas; 2 waterfowl refuges; 2 wildlife sanctuaries; 3 nature centers; 45,000 acres of trust lands managed for the benefit of several agencies; and 600,000 acres of state-owned submerged lands managed for the benefit of the State General Fund and Alabama Trust Fund. The Department provides public safety services for approximately one million boaters on over one million acres of recreational and commercial waterways in the state; implements the Coastal Area Management Program; and manages the 6,000 acres and on-site facilities of the Weeks Bay National Estuarine Research Reserve.

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012</b>
State park overall guest count	4,661,127
State park overnight guest count	1,033,113
Hunter education students	12,321
Number of deer harvested on management areas	4,585
Number of fish stocked in public waters	3,560,367
Number of fish kills investigated	15
Boats registered	264,374
Boating accidents investigated	77
Marine Police arrests	2,036
Marine Police warnings issued	4,246
Marine sanitation devices inspected	928

## CORRECTIONS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	365,453,767	82.89%
Agricultural Fund	1,324,602	0.30%
Corrections Industries-Other Fund	19,050,644	4.32%
DOC Work Release	9,500,000	2.15%
DOC Industries Tag Revenue	2,850,000	0.65%
Drug Demand Reduction Fund	2,874,495	0.65%
<b>TOTAL STATE FUNDS</b>	<b>401,053,508</b>	<b>90.96%</b>
<b>DOC MISCELLANEOUS &amp; FEDERAL</b>	<b>39,851,092</b>	<b>9.04%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$440,904,600</b>	<b>100.00%</b>

\* This amount does not include the FY 2012 reversion amount of \$7,296,985 eligible for reappropriation in FY 2013.

Prison population totaled 31,126 in October 2012 (including institutions, work release, work centers, supervised intensive restitution, and state prisoners in county jails and in other locations).

### October 2012 Inmate Population by Sex and Race

	<u>Male</u>	<u>Female</u>
White	11,456 (36.8%)	1,674 (5.1%)
Black	17,120 (55.0%)	826 (2.7%)
Other	47 (0.26%)	3 (0.0%)

### FY 2012 Occupancy Rates

Close security – June 2012	160.7%
Medium security – June 2012	209.0%
Minimum security – June 2012	142.4%
Work release (minimum security) – June 2012	189.3%
Work centers (minimum security) – June 2012	260.3%
Average time served by inmates separated in FY 2011	41 months
% of inmate population with previous AL incarceration as of June 2012	41.7%

**Corrections continued:**

**FY 2012 Occupancy Rates Continued:**

FY 2012 average annual maintenance cost per inmate	\$15,527
Death row inmates as of the end of October 2012	195
Total inmate population sentenced under the Habitual Offender Act as of June 2012	9,082 (27.9%)
	1,499
Total life without parole as of June 2012	(4.6% of offenders) 549
Habitual offenders – life without parole as of June 2012	(6.0% of habitual offenders)

**Sentencing Ranges for Non-Habitual Offenders (excluding enhancements):**

	<b>Misdemeanor</b>	<b>Felony</b>
Class C	Up to three (3) months imprisonment in the county jail, or a fine not to exceed \$500, or both	Not less than one (1) year and one (1) day and not more than ten (10) years imprisonment in the state penitentiary, and may include a fine not to exceed \$15,000.
Class B	Up to six (6) months imprisonment in the county jail, or a fine up to \$3,000, or both	Not less than two (2) years and not more than twenty (20) years imprisonment in the state penitentiary, and may include a fine not to exceed \$30,000.
Class A	Up to one (1) year imprisonment in the county jail, or a fine up to \$6,000 or both	Not less than ten (10) years and not more than ninety-nine (99) years or life imprisonment in the state penitentiary and may include a fine not to exceed \$60,000.

**Sentencing Ranges Under Habitual Offender:**

**Section 13A-5-9(a)**

**Criminal defendant previously convicted of a felony and commits another felony.**

<b>Conviction</b>	<b>Mandatory Punishment</b>
Class C felony <ul style="list-style-type: none"> <li>• One year, one day to ten years</li> <li>• fine up to \$15,000</li> </ul>	Class B felony <ul style="list-style-type: none"> <li>• Two to 20 years</li> <li>• fine up to \$30,000</li> </ul>
Class B felony <ul style="list-style-type: none"> <li>• Two to 20 years</li> <li>• fine up to \$30,000</li> </ul>	Class A felony <ul style="list-style-type: none"> <li>• Ten to 99 years</li> <li>• fine up to \$60,000</li> </ul>
Class A felony <ul style="list-style-type: none"> <li>• Ten to 99 years</li> <li>• fine up to \$60,000</li> </ul>	<ul style="list-style-type: none"> <li>• Imprisonment for life or for any term of not more than 99 years but not less than 15 years</li> <li>• fine up to \$60,000</li> </ul>

## Corrections continued

### Section 13A-5-9(b)

Criminal defendant previously convicted of any **two** felonies and commits another felony.

<b>Conviction</b>	<b>Mandatory Punishment</b>
Class C felony <ul style="list-style-type: none"> <li>• One year, one day to ten years</li> <li>• fine up to \$15,000</li> </ul>	Class A felony <ul style="list-style-type: none"> <li>• Ten to 99 years</li> <li>• fine up to \$60,000</li> </ul>
Class B felony <ul style="list-style-type: none"> <li>• Two to 20 years</li> <li>• fine up to \$30,000</li> </ul>	<ul style="list-style-type: none"> <li>• Imprisonment for life or for any term of not more than 99 years but not less than 15 years</li> <li>• fine up to \$60,000</li> </ul>
Class A felony <ul style="list-style-type: none"> <li>• Ten to 99 years</li> <li>• fine up to \$60,000</li> </ul>	<ul style="list-style-type: none"> <li>• Imprisonment for life or any term of not less than 99 years</li> <li>• fine up to \$60,000</li> </ul>

### Section 13A-5-9(c)

Criminal defendant previously convicted of any **three** felonies and commits another felony.

<b>Conviction</b>	<b>Mandatory Punishment</b>
Class C felony <ul style="list-style-type: none"> <li>• One year, one day to ten years</li> <li>• fine up to \$15,000</li> </ul>	<ul style="list-style-type: none"> <li>• Imprisonment for life or for any term of not more than 99 years but not less than 15 years</li> <li>• fine up to \$60,000</li> </ul>
Class B felony <ul style="list-style-type: none"> <li>• Two to 20 years</li> <li>• fine up to \$30,000</li> </ul>	<ul style="list-style-type: none"> <li>• Imprisonment for life or any term of not less than 99 years</li> <li>• fine up to \$60,000</li> </ul>
Class A felony <ul style="list-style-type: none"> <li>• Ten to 99 years</li> <li>• fine up to \$60,000</li> </ul>	<ul style="list-style-type: none"> <li>• Where the defendant has no prior convictions for any Class A felony, he or she must be punished by imprisonment for life or life without the possibility of parole, in the discretion of the trial court.</li> </ul>
	<ul style="list-style-type: none"> <li>• Where the defendant has one or more prior convictions for any Class A felony, he or she must be punished by imprisonment for life without the possibility of parole.</li> </ul>

Split sentencing is provided by Section 15-18-8 of the Code of Alabama as an option available to judges to impose upon persons convicted of an offense who are sentenced to 20 years or less, except that persons convicted of a criminal sex offense involving a child which constitutes a Class A or B felony are not eligible for split sentencing.

## **Corrections continued:**

The options and guidelines for split sentencing are as follows.

1. If the defendant's sentence does not exceed 15 years, the defendant may be confined for a period not to exceed three years and then the remainder of the sentence is suspended and the defendant is placed on probation for the amount of time specified by the court.

If the defendant's sentence does not exceed 20 years but is more than 15 years, the defendant may be confined for a period not to exceed five years but not less than three years, and then the remainder of the sentence is suspended and the defendant is placed on probation for the amount of time specified by the court.

2. The defendant may be confined in Department of Corrections disciplinary, rehabilitation camp program for at least 90 days but not more than 180 days. The Commissioner or a designee is to report to the sentencing court whether or not the defendant completed the program. Upon receipt of the report, the sentencing court may suspend the sentence and place the defendant on probation or confine the defendant to an institution for not more than three years and the remainder of the sentence shall be suspended and the defendant placed on probation. Persons convicted of certain offenses are not eligible for this program.

No defendant serving a minimum period of confinement under split sentencing shall be eligible for parole or for deductions from the sentence under the Alabama Correctional Incentive Time ("Good Time") Act.

## INSTITUTE FOR DEAF AND BLIND

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Education Trust Fund		
Adult Programs	9,595,674	11.32%
Children and Youth	27,786,733	33.96%
Industries for the Blind	8,176,735	9.65%
Birmingham Regional Office	10,000	.01%
<b>TOTAL STATE FUNDS</b>	46,569,142	55.53%
<b>FEDERAL &amp; LOCAL</b>	37,295,767	44.47%
<b>TOTAL APPROPRIATION</b>	\$83,864,909	100.00%

The Alabama Institute for Deaf and Blind (AIDB) is a comprehensive education and rehabilitation system serving children and adults who are deaf, blind and multi-disabled. Established in 1858, AIDB is funded through three major divisions: Children and Youth Programs, Adult Programs and the Industries for the Blind. AIDB provides services statewide through regional centers located in Auburn, Birmingham, Dothan, Huntsville, Montgomery, Mobile, Tusculumbia, Tuscaloosa and campus programs including residential services located in Talladega.

Regional Centers services span a lifetime including home and community programs for infants, toddlers, children, adults, and seniors. Accredited residential campus programs serve children ages three through 21 through the Alabama School for the Deaf, Alabama School for the Blind and the Helen Keller School of Alabama. The Gentry campus coordinates postsecondary rehabilitation and employment training for deaf and blind adults. AIDB is supported by appropriations from the Education Trust Fund, income from sales of blind-made products and other sources such as federal grants, private gifts and grants.

## DISTRICT ATTORNEYS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	27,192,654	100.00%
<b>TOTAL STATE FUNDS</b>	27,192,654	100.00%
<b>FEDERAL &amp; LOCAL</b>	0	0.00%
<b>TOTAL APPROPRIATION**</b>	\$27,192,654	100.00%

\* This amount does not include the FY 2012 reversion eligible for reappropriation in FY 2013 in the amount of \$262,646.

\*\*District Attorneys also receive county general fund money and other funds that are not included in the General Appropriations Act.

District Attorneys are elected for six-year terms in each of the 41 judicial circuits (and the Bessemer Division of the 10th Circuit).

Section 12-17-182 of the Code of Alabama provides that district attorneys shall be paid by the state \$1,000 less than the salary paid by the state to circuit judges. The Investment In Justice Act of 1999 (Act 99-427), which provided for additional state compensation for judges for bench experience, also provided that all district attorneys be paid a state salary equal to \$1,000 less than the salary paid by the state to a circuit judge with the maximum amount of state compensation. District attorneys are paid a state salary of \$148,936.

Supernumerary district attorneys are paid a state salary of \$111,952 (\$500 less than 75% of the state salary of a circuit judge with maximum state compensation).

District attorneys do not make contributions from their salary to a retirement (or equivalent) fund. A supernumerary district attorney's salary and health insurance are paid like that of a district attorney (from the State General Fund appropriation to the district attorneys). The state does not pay retirement or FICA on supernumerary salaries. There are 42 district attorneys and 99 supernumerary district attorneys.

## ECONOMIC AND COMMUNITY AFFAIRS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	5,697,933	1.96%
<b>TOTAL STATE FUNDS</b>	<b>5,697,933</b>	<b>1.96%</b>
<b>FEDERAL &amp; LOCAL</b>		
Federal Stimulus Funds – Est.	12,567,739	4.33%
Other Federal & Local Funds.	239,647,208	82.56%
<b>TOTAL FEDERAL AND LOCAL</b>	<b>252,214,947</b>	<b>86.89%</b>
<b>OTHER**</b>	<b>32,341,321</b>	<b>11.15%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$290,254,201</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$1,346,072 eligible for reappropriation in FY 2013.

\*\*Includes interest from investments, administrative fees from surplus property, sales receipts from data processing and graphic arts services, internal transfers of federal funds from the various programs for administration, the Juvenile Accountability Incentive Block Fund, the Neighbors Helping Neighbors Fund, and the State Safety Coordinating Fund.

The Alabama Department of Economic and Community Affairs (ADECA) was established in 1983 to administer federal and state programs to help communities attract industry, create jobs, provide resources to underprivileged citizens, and aid law enforcement efforts. ADECA also plans and administers the state's energy, technology, and water resources programs and programs of the Appalachian Regional Commission and the Delta Regional Authority within the state. The Department operates through the following divisions:

**Office of the Director:** Comprised of the Director, ADECA's Administrative Division and the Appalachian Regional Commission. It is responsible for administering infrastructure grant programs, economic development programs, planning programs, and programs that assist the state's low income populations. Programs include the Community Development Block Grant from the U.S. Department of Housing and Urban Development and the Community Services Block Grant Program from the U.S. Department of Health and Human Services. In addition, the Office oversees the audit and review of ADECA grant recipients, recreation programs, the passport to fitness program and other resources for economic assistance.

## ADECA continued:

**Communication and Information Division (CID):** This division produced publications and speeches for the director, oversees special projects and serves as the legislative liaison of the department.

**Energy Division:** Responsible for increasing energy efficiency, promoting renewal energy, educating and assisting limited income households with energy costs and encouraging access to advanced telecommunications services for Alabama citizens.

**Financial Services Division:** Performs the functions of accounting, budgeting, payroll, purchasing, and property management.

**Law Enforcement and Traffic Safety (LETS) Division:** Administers federal funding for victims' services, law enforcement, juvenile justice and highway traffic safety programs.

**Office of Water Resources (OWR):** Administers programs for river basin management, river assessment, water supply assistance, water conservation, flood mapping, the National Flood Insurance Program, and water resources development.

**Office of Workforce Development:** The division is the administrative entity for the Alabama Service Delivery Area (ASDA) that represents all counties except Jefferson and Mobile Counties. The division through the ASDA and the Jefferson and Mobile County service delivery areas provide management and funding of WIA programs.

**Surplus Property Division:** Distributes and sells state agencies' excess property and surplus federal property.

## PERFORMANCE INDICATORS

FY 2012

### Energy Management

Workshops, energy audits, technical assistance and outreach events	1,225
Grants administered	84
Homes Inspected	244

### Financial Services/Communications and Information

Number of service requests	1,808
Number of deployed technologies	30

### Law Enforcement

Administrative management of grants awarded to subgrantees	274
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**ADECA continued:**

**PERFORMANCE INDICATORS**

**FY 2012**

**Office of the Director**

CDBG grants funded 65

CDBG grants administered 145

Appalachian Regional Commission (ARC) projects awarded 40

**Office of Workforce Development**

Training grants administered 376

**Surplus Property**

Number of entities visiting warehouses 1,060

**Water Resources**

Number of Certificate of Use holders 1,022

Number of FEMA Mapping Projects 33

Number of Community Assistance Visits (CAVs) in support of  
the National Flood Insurance Program (NFIP) 8

## EDUCATION – DEPARTMENT OF

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Education Trust Fund	190,612,334	15.38%
Education Trust Fund-Transfer	1,583,796	0.13%
Driver Education & Training Fund	4,534,095	0.37%
Special Education Catastrophic Fund	2,500,000	0.20%
<b>TOTAL STATE FUNDS</b>	<b>199,230,225</b>	<b>16.08%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>1,039,968,243</b>	<b>83.92%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$1,239,198,468</b>	<b>100.00%</b>

The State Department of Education executes educational policies for the schools of the state as authorized by law and determined by the State Board of Education and allocates funds to local education agencies based on state law, school board regulations, and federal laws. Technical assistance and other services that are not instructional (i.e., training and research) are also provided to the local systems. In addition, the Department is responsible for administering the accountability program passed by the Legislature in 1995, including financial and academic intervention at the local level. The Department is also responsible for administering the Disability Determination Program under an agreement with the Social Security Administration and the U.S. Department of Health and Human Services.

See EDUCATION K-12 FOUNDATION PROGRAM/LOCAL BOARDS for additional information about K-12 education.

## EDUCATION – K-12 FOUNDATION PROGRAM/LOCAL BOARDS

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Education Trust Fund	3,509,675,791	80.43%
Public School Fund (est.)	175,532,864	4.02%
Education Trust Fund – Budget		
Stabilization Fund	40,000,000	0.92%
Gross Sales Tax Fund - Transfer	52,000,000	1.19%
<b>TOTAL STATE FUNDS</b>	<b>3,777,208,655</b>	<b>86.56%</b>
<b>FEDERAL AND LOCAL</b>	<b>586,635,595</b>	<b>13.44%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$4,363,844,250</b>	<b>100.00%</b>
Foundation Program (including \$3,821,027 for current units)		\$3,812,146,654
Salary Matrix Adjustment		0
Transportation Program		262,011,132
At-Risk Student Program		20,267,734
Board of Adjustment		562,800
Endowment Interest Program/Public School Fund		532,864
Capital Outlay Program/Public School Fund		175,000,000
School Nurses Program		29,397,520
Capital Outlay Program/Federal and Local Funds		55,332,625
Information Technology Coordinator		3,592,920
Career Tech Operations and Maintenance		5,000,000
<b>Total Appropriation</b>		<b>\$4,363,844,250</b>

## Education-Foundation Program/Local Boards continued:

For the Salary Matrix and the estimated cost of a teacher unit for FY 2013 see page 10.

### Fringe Benefit Rates

Teachers' Retirement System	10.08%
FICA (Social Security)	7.65%
PEEHIP	\$714 per month

<b>Funding Divisors</b>	Grades K - 3	:	14.25
	Grades 4 - 6	:	21.85
	Grades 7 - 8	:	20.45
	Grades 9 - 12	:	18.45

### Classroom Instructional Support Factors (2013)

Student materials	\$300.00	Per teacher unit
Textbooks	\$31.35	Per pupil
Technology	\$0.00	Per teacher unit
Professional development	\$0.00	Per teacher unit
Library enhancement	\$0.00	Per teacher unit
Common purchase	\$0.00	Per teacher unit
Other current expense	\$14,958.00	Per teacher unit
Mills of District Ad Valorem Tax equivalents required		10.00
Statewide Value of One Mill (as used in the FY 2013 Foundation Program)		\$53,130,297
Total Number of Teacher and Instructional Support Units Appropriated		47,161.06

### Local Boards of Education

Number of local school boards	132
Average daily membership K-12 Fall of 2011-12 school year	741,057.86
Number of certificated teachers Fall of 2011-12 school year (all sources of funds)*	46,073.93
Pupil-Teacher ratio	16.08
Total certificated personnel Fall of 2011-12 school year (all sources of funds)*	54,995.14
Pupil-certificated staff ratio	13.47
Total support personnel Fall of 2011-12 school year*	35,635.51

\*Data provided by SDE LEAPS Report

## EDUCATIONAL TELEVISION COMMISSION

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Education Trust Fund	4,300,000	81.85%
<b>TOTAL STATE FUNDS</b>	4,300,000	81.85%
<b>FEDERAL &amp; LOCAL</b>	953,637	18.15%
<b>TOTAL APPROPRIATION</b>	\$5,253,637	100.00%

The Alabama Educational Television Commission was organized to make the benefits of educational television available to the citizens of Alabama. The Commission was established in 1953. The Commission controls and supervises the use of television channels assigned for non-commercial, educational use and the programming released over such channels. The Commission is also authorized to own and operate public radio stations within the state.

The Commission is the Federal Communications Commission licensee for nine public television stations and one public radio station. The Commission has total responsibility for the statewide Alabama Public Television Network and for WLRH-FM in Huntsville. The Commission surveys, studies, and appraises the need for an overall plan to make educational television facilities and services available to the state. In addition, the Commission provides financial support for educational telecourses and other public radio stations in Alabama.

The Commission, as mandated by the Federal Communications Commission, has converted the nine public television stations from analog to digital signals. The Commission currently operates 9 digital transmitters, each of which broadcast 3 programming channels simultaneously: the regular APT HD programming, the APT Create channel, and the APT-IQ channel.

## ENVIRONMENTAL MANAGEMENT

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
General Fund	3,209,363	1.99%
Other Funds	99,562,212	61.65%
<b>TOTAL STATE FUNDS</b>	<b>102,771,575</b>	<b>63.64%</b>
<b>FEDERAL &amp; LOCAL</b>		
Federal Stimulus Funds, Est	5,000,000	3.10%
Other Federal & Local Funds	53,719,188	33.26%
<b>TOTAL FEDERAL AND LOCAL</b>	<b>58,719,188</b>	<b>66.36%</b>
<b>TOTAL APPROPRIATION</b>	<b>\$161,490,563</b>	<b>100.00%</b>

The Department of Environmental Management regulates pollutants discharged into the air, on land, and into the water and administers grant programs designed to help municipalities and industries in the management of a healthy environment.

The Department administers the Alabama Land Recycling and Economic Redevelopment Act (Act 2001-635) providing for the voluntary assessment and/or cleanup of potentially contaminated property. This is a fee driven program in which the Department is responsible for reviewing all cleanup plans and activities to ensure they meet or exceed the requirements of environmental regulations and guidelines.

The Department oversees the Clean Water SRF, providing low interest loans to publicly owned water treatment works in order to help meet the goals of the Clean Water Act. The federal government, through the EPA, provides annual grant money which states are required to match at an 80:20 ratio in order to receive the full allotment of federal funds for the program. Since the inception of the Clean Water SRF in 1987 (loans first funded in 1989), 219 loans totaling \$1,031,427,670 have been funded.

In addition, the Department oversees the Drinking Water SRF, providing low interest loans to improve and/or upgrade publicly owned drinking water systems in order to help meet the goals of the Safe Drinking Water Act. The program is funded in the same manner as the Clean Water SRF. Since the inception of the Drinking Water SRF in 1997 (loans first funded in 1998), 137 loans totaling over \$363,915,100 have been funded.

## **Environmental Management continued:**

The Department also administers the state's underground and aboveground storage tank regulatory program funded by tank and regulatory fees and tank charges imposed upon tank owners/operators. The program works with responsible parties and ensures that storage tank releases are properly cleaned up by administering the funds in the Alabama Underground and Aboveground Storage Tank Trust Fund which serves as the financial responsibility mechanism for underground storage tank owners and operators.

The Department administers and enforces the Alabama Scrap Tire Environmental Quality Act (Act 2003-332). The law uniformly regulates scrap tire accumulations statewide from the point of generation to the point of disposal through a registration program for scrap tire receivers and a permitting system for scrap tire processors and transporters. Additionally, the Department develops a ranking system used for prioritized abatement and remediation actions for the estimated 800 illegal scrap tire dumps. Such remedial activities are funded by a \$1 fee collected at the point of sale from consumers purchasing replacement tires.

## FORESTRY COMMISSION

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	9,124,653	39.65%
Forestry Funds	6,189,648	26.90%
<b>TOTAL STATE FUNDS</b>	15,314,301	66.55%
<b>FEDERAL &amp; LOCAL</b>		
Federal Stimulus Funds	1,686,349	7.32%
Federal and Local Funds	6,012,575	26.13%
<b>TOTAL FEDERAL &amp; LOCAL FUNDS</b>	7,698,924	33.45%
<b>TOTAL APPROPRIATION</b>	\$23,013,225	100.00%

The Forestry Commission coordinates and administers the enhancement and protection of Alabama's forests through landowner assistance programs, urban forestry, reforestation, forestry assistance programs, and by assisting in training and acquiring equipment for volunteer fire departments in the state.

### PERFORMANCE INDICATORS

State-owned forests managed	15,313 acres
Number of wildfires suppressed	1,421 totaling 16,33 acres
Acres of prescribed burns (AFC)	19,968

### Statewide Forest Management Accomplishments:

Program	Landowners Assisted	Impact
Tree planting	665	43,442 acres
Stand management	3,739	182,839 acres
Firebreak plowing	405	598 miles
Stewardship forest plans	303	34,515 acres
New stewardship forests certified	181	79,210 acres

**HIGHER EDUCATION, ALABAMA COMMISSION ON**

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Education Trust Fund		
Planning and Coordination	2,702,892	12.95%
Student Financial Aid	5,073,562	24.30%
Support of Other Educational Activities	2,484,429	11.90%
Support of State Universities	5,229,283	25.05%
Resource Conservation and Development (RC&D)	787,744	3.77%
Soil and Water Conservation Committee	773,376	3.70%
Alabama Forestry Foundation		
Black Belt Initiative	192,000	0.92%
Black Belt Adventures	300,000	1.44%
Black Belt Treasures	150,000	0.72%
National Center for Sports Safety	588,000	2.82%
Alabama Civil Air Patrol	75,000	0.36%
National Computer Forensics Institute	250,000	1.20%
<b>TOTAL STATE FUNDS</b>	<b>18,606,286</b>	<b>89.12%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>2,271,000</b>	<b>10.88%</b>
<b>TOTAL APPROPRIATION</b>	<b>20,877,286</b>	<b>100.00%</b>

The Alabama Commission on Higher Education serves in an advisory capacity to the Legislature and the Governor in respect to postsecondary education matters and administers student financial aid programs. The Commission's activities are divided into five appropriation units as follows:

A. Planning and Coordination Services Program  
(FY 13 - \$2,702,892 ETF)

1. The development of Unified Budget Recommendations.
2. The review of all new and existing programs in instruction, research, and public service, and the enforcement of viability standards for programs.
3. The development and maintenance of the State College, University, and Faculty Information System.
4. The coordination of statewide higher education special studies and long range planning projects.
5. The review of new facilities and new construction projects.

## Higher Education continued:

### B. Student Financial Assistance Program (FY 13 - \$5,073,562 ETF; \$5,673,562 total)

1. Alabama National Guard Educational Assistance Program - provides tuition assistance to guardsmen to pursue undergraduate and, to a limited extent, graduate degrees. (FY 12 – 653 awards, \$618 average award, total \$404,119) (FY 13 - \$583,643 ETF).
2. Alabama Student Assistance Program - state supported grant program designed to assist financially needy students. (FY 12 – 8,261 awards, \$679 average award, total \$5,610,418) (FY 13 - \$2,697,551 ETF).
3. Alabama Student Grant Program - provides assistance for residents enrolled in independent, non-profit Alabama Colleges and Universities. (FY 12 – 6,908 awards, \$235 average award, total \$1,623,500) (FY 13 - \$1,620,970 ETF).
4. Police Officers/Firefighters Survivor's Education Assistance Program - provides assistance for undergraduate study for dependents and spouses of police officers and firefighters killed, or totally disabled, in the line of duty. (FY 12 – 14 awards, \$7,682 average award, total \$107,550) (FY 13 - \$148,358 ETF).
5. Chiropractic Scholarships – provides scholarship assistance to financially needy Alabama residents who are enrolled in accredited chiropractic colleges. (FY 12 – 6 awards, \$2,675 average award, total \$16,050).
6. Washington Center Internship Program – provides selected college students the chance to live and work in Washington D.C. for academic credit. (FY 12 – 5 awards, \$5,960 average award, total \$29,799) (FY 13 - \$23,040 ETF).
7. Alabama Teacher Recruitment Incentive Program – provides scholarships and loans to attract qualified students into the teaching profession in designated critical need areas. (FY 12 – 48 awards, \$4,895 average award, total \$235,000) (FY 13 -- \$0 ETF)

### C. Support of Other Educational Activities Program (FY 13 - \$2,484,429 ETF; \$4,155,429 total)

1. Southern Regional Education Board - includes funding for Minority Doctoral Scholars Program, Academic Common Market and various other scholarships (FY 13 - \$624,950 ETF).
2. Statewide Computer-Based Articulation System – provides funds to Troy University for the development and operation of a statewide computer-based articulation system (FY 13 - \$374,867 ETF).
3. Experimental Program to Stimulate Competitive Research (EPSCOR) - merit based programs sponsored by the state and various other entities to enhance the science and engineering research, education and technology capabilities of Alabama (FY 13 - \$1,143,088 ETF).
4. Network of Alabama Academic Libraries (NAAL) - coordinates the sharing of Library resources supporting graduate education and research (FY 13 - \$301,248 ETF).
5. School and University Partnership for Education Renewal Program (SUPER) – provides graduate-level professional development to grades 3-12 teachers (public and private), school librarians and administrators (FY 13 - \$40,276).

**Higher Education continued**

- D. Alabama Agricultural Land Grant Alliance Program  
(FY 13 - \$5,229,283 ETF)

## HIGHER EDUCATION SENIOR INSTITUTIONS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Education Trust Fund	1,009,912,283	17.54%
<b>TOTAL STATE FUNDS</b>	1,009,912,283	17.54%
<b>FEDERAL AND LOCAL (includes Tuition and Fees)</b>	4,748,244,952	82.46%
<b>TOTAL APPROPRIATION</b>	5,758,157,235	100.00%

### FY 2013 Appropriations by Institution

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal &amp; Local</u>	<u>Total</u>
Alabama A&M University			
O&M	31,073,227	54,999,411	86,072,638
Other	5,715,567	54,865,964	60,581,531
Total	36,788,794	109,865,375	146,654,169
Alabama A&M / Miles College			
Total	258,645	0	258,645
Alabama State University			
O&M	40,907,397	66,965,034	107,872,431
Other	0	56,568,560	56,568,560
Total	40,907,397	123,533,594	164,440,991
University of Alabama System			
UAT O&M	139,318,310	413,589,693	552,908,003
UAB O&M	249,188,897	1,572,988,003	1,822,176,900
UAH O&M	41,510,964	77,589,083	119,100,047
Special Mental Health-UAB	3,236,628	0	3,236,628
UAB Cancer Center	5,052,527	0	5,052,527
Other	3,489,838	757,755,319	761,245,157
Total	441,797,164	2,821,922,098	3,263,719,262

**Senior Institutions continued:**

**FY 2013 Appropriations by Institution**

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal &amp; Local</u>	<u>Total</u>
<b>Auburn University System</b>			
AU O&M	153,657,305	421,603,991	575,261,296
AAES O&M	29,995,593	31,838,426	61,834,019
ACES O&M	31,177,353	24,861,058	56,038,411
AUM O&M	21,947,665	57,861,856	79,809,521
Other	1,600,000	329,094,072	330,694,972
Total	238,377,916	865,260,303	1,103,638,219
<b>Athens State University</b>			
O&M	11,105,541	18,305,764	29,411,215
Other	72,750	27,425,164	27,497,914
Total	11,178,201	45,730,928	56,909,129
<b>Jacksonville State University</b>			
O&M	34,601,375	66,349,467	100,950,842
Other	714,427	96,553,287	97,267,714
Total	35,315,802	162,902,754	198,218,556
<b>University of Montevallo</b>			
O&M	17,551,449	25,976,143	43,527,592
Other	0	17,110,788	17,110,788
Total	17,551,449	43,086,931	60,638,380
<b>University of North Alabama</b>			
O&M	24,764,488	47,270,356	72,034,844
Other	0	17,574,703	17,574,703
Total	24,764,488	64,845,059	89,609,547
<b>University of South Alabama</b>			
O&M	98,295,044	177,679,798	275,974,842
USA – Cancer Center	3,000,000	0	3,000,000
Other	0	87,625,000	87,625,000
Total	101,295,044	265,304,798	366,599,842

**Senior Institutions continued:**

**FY 2013 Appropriations by Institution**

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal &amp; Local</u>	<u>Total</u>
Troy University			
O&M	44,262,553	200,396,520	244,659,073
Other	660,533	25,103,621	25,764,154
Total	44,923,086	225,500,141	270,423,227
University of West Alabama			
O&M	12,124,664	14,683,298	26,807,962
Other	978,888	5,609,673	6,588,561
Total	13,103,552	20,292,971	33,396,523
Knight v. Alabama			
Total	2,000,745		2,000,745
Alabama Innovation Fund			
Hudson Alpha Institute for Biotechnology	1,000,000		1,000,000
Hudson Alpha Institute – Science Teacher Training	650,000		650,000
Grand Total	1,009,912,283	4,748,244,952	5,758,157,235

Federal & Local funds include Tuition and Fees.

Other appropriations include line items other than Operations and Maintenance and Auxiliary Enterprises and Restricted Funds.

## HIGHER EDUCATION TWO-YEAR COLLEGE SYSTEM

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Education Trust Fund		
Operations and Maintenance	267,635,558	25.30%
Prison Education	10,395,629	0.98%
Postsecondary Education		
Department	5,985,567	0.57%
Adult Education Program	13,399,190	1.27%
Special Populations Training	4,950,268	0.47%
Mine Safety Training Program	320,635	0.03%
Truck Driving Training	240,790	0.02%
Workforce Development	2,717,408	0.26%
Marion Military Institute	5,875,936	0.56%
Alabama Technology Network	4,586,762	0.43%
<b>TOTAL STATE FUNDS</b>	<b>316,107,743</b>	<b>29.88%</b>
<b>FEDERAL &amp; LOCAL FUNDS (includes tuition and fees)</b>	<b>741,704,133</b>	<b>70.12%</b>
<b>TOTAL APPROPRIATION</b>	<b>1,057,811,876</b>	<b>100.00%</b>

**Higher Education-Two-Year College System continued:**

<b>Institutions</b>	<b>Estimated FY 2013 O&amp;M Allocation: ETF</b>	<b>Estimated FY 2013 Prison Ed Allocation</b>	<b>Total Estimated FY 2013 Allocation</b>
Alabama Southern	6,062,326		6,062,326
Bevill	15,406,988		15,406,988
Bishop	13,787,792		13,787,792
Calhoun	20,218,518	808,544	21,027,062
Central Alabama	7,675,894		7,675,894
Chattahoochee	5,346,548		5,346,548
Drake	4,500,394		4,500,394
Enterprise-Ozark	9,232,576		9,232,576
Faulkner	10,387,507		10,387,507
Gadsden	21,720,271	536,103	22,256,374
Ingram	3,772,017	2,818,520	6,590,537
Jefferson Davis	4,931,617	913,624	5,845,241
Jefferson State	18,668,724		18,668,724
L.B.Wallace	6,681,189		6,681,189
Lawson	13,493,867	444,282	13,938,149
Northeast	6,702,824		6,702,824
Northwest-Shoals	10,995,547		10,995,547
Reid	4,201,032		4,201,032
Shelton	18,009,332		18,009,332
Snead	6,205,328		6,205,328
Southern Union	13,474,260		13,474,260
Trenholm	9,011,348		9,011,348
Wallace-Dothan	13,704,850	634,655	14,339,505
Wallace-Hanceville	15,769,713		15,769,713
Wallace-Selma	7,675,096		7,675,096
Marion Military	5,875,936		5,875,936
Alabama Therapeutic Education Facility		1,939,901	1,939,901
Life Tech Institute		2,300,000	2,300,000
<b>TOTAL</b>	<b>273,511,494</b>	<b>10,395,629</b>	<b>283,907,123</b>

## HISTORICAL COMMISSION

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	2,969,888	25.85%
Other Departmental Receipts	6,406,023	55.76%
<b>TOTAL STATE FUNDS</b>	9,375,911	81.61%
<b>FEDERAL &amp; LOCAL</b>	2,113,024	18.39%
<b>TOTAL APPROPRIATION</b>	\$11,488,935	100.00%

The Historical Commission surveys and maintains inventory of all sites and structures over 50 years old, nominates to the National Register the most important sites and structures while including significant sites on the Alabama Register, maintains environmental review and compliance program where federal funds are involved, reviews and certifies tax act projects, processes grants, promotes historic preservation, manages Main Street Downtown Revitalization programs and maintains historic properties owned by the Commission.

Visitors to properties maintained by the Historical Commission during FY 2011-2012:

Gaineswood	2,732
Fendall Hall	5,113
Confederate Park	10,204
Magnolia Grove	897
Fort Toulouse/Jackson	99,410
Fort Morgan	79,360
Belle Mont	1,647
Cahawba	25,951
State Capitol	119,696
Pond Spring	3,543

## HUMAN RESOURCES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	62,575,656	2.88%
Education Trust Fund	13,415,275	0.62%
Other	167,427,655	7.72%
<b>TOTAL STATE FUNDS</b>	243,419,586	11.22%
<b>FEDERAL &amp; LOCAL</b>	1,926,509,592	88.77%
<b>TOTAL APPROPRIATION</b>	2,169,928,558	100.00%

The Department of Human Resources (DHR) was created in 1935 as the principal social service agency in the state.

### Selected Department Statistics

**FY 2012**

Temporary Assistance to Needy Families - (TANF) families served (monthly average)	21,831 (37,745 children)
Adoption services – children placed	570
Child care for children – number of slots	29,790
Food assistance – households - (monthly average)	411,710 (912,152 individuals)
Value of food stamps - (monthly average per household)	\$282.17
Adult Protective Services (Reported Abuse Cases)	5,894
Child Abuse, Neglect Prevention Reports	29,961 (45,281 children)
Open Child Support Cases (9/30/2012)	232,788
Children in Foster Care	5,894

### Average Monthly Payments (as of September 2012)

TANF per case	\$189.16
Child care – payment per child	\$259.00
Foster Care Board – payment per child	\$426.00

## INDUSTRIAL RELATIONS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	781,110	0.79%
Professional Employer Organization Registration Fund	92,805	0.09%
Employment Security Administration Fund	144,182	0.15%
State Abandon Mine Land Reclamation Fund	10,906,244	10.99%
Workers Compensation Administration Trust Fund	5,000,000	5.04%
<b>TOTAL STATE FUNDS</b>	<b>16,924,341</b>	<b>17.06%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>82,277,663</b>	<b>82.94%</b>
<b>TOTAL APPROPRIATION</b>	<b>99,202,004</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$211 eligible for reappropriation in FY 2013.

The Department of Industrial Relations is responsible for administering Employment Service, Unemployment Compensation, Worker's Compensation, Labor Market Information and Mining and Reclamation Safety. Under the federal Wagner-Peyser Act, the Employment Service Division provides statewide public labor exchange activities for people seeking jobs and individuals who are eligible to receive unemployment compensation. Industrial Relations also oversees the reclamation of land and water resources adversely affected by past coal mining, enforces safety requirements of state mining laws, and oversees the registration of Professional Employer Organizations (PEOs). Effective October 1, 2012, the Department of Industrial Relations merged with the Department of Labor. The combined departments assumed the name of the Alabama Department of Labor, however, the information presented herein is for the Department of Industrial Relations prior to the merger.

### PERFORMANCE INDICATORS

**FY 2011**

#### Unemployment Compensation

Maximum weekly benefit amount payable	\$265
Minimum weekly benefit amount payable	\$40
Gross benefit paid	\$1,008,930,777

#### Unemployment Tax Contributions

Number of employers	85,634
Balance of U.C. Trust Fund (as of 9/30/11)	(\$43,239,188)

#### Employment Service

Number of individuals served	512,000
Number of new job openings received	116,000

#### Workers' Compensation Program

Total compensation payments recorded	\$680,701,566
Maximum weekly compensation payable	\$755
Minimum weekly compensation payable	\$208

#### Mining and Reclamation

Number of coal and non-coal mines inspected	2,797
Number of mining sites reclaimed	26

## INSURANCE DEPARTMENT

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Fire Marshal's Fund	798,384	4.00%
Examination Revolving Fund	6,459,900	32.33%
Insurance Department Fund	10,865,307	54.38%
Service Contract Fund	32,000	0.16%
Reduced Cigarette Ignition Propensity Standards and Firefighters Protection Fund	25,000	0.13%
<b>TOTAL APPROPRIATION*</b>	<b>19,980,591</b>	<b>100.00%</b>

\*Includes \$1,800,000 transfer to State General Fund.

The Insurance Department is the regulatory agency for insurers operating in Alabama. Responsibilities include examination and licensing of agents and collection of the insurance premium tax.

During FY 2012 receipts from the insurance premium tax were distributed as follows: \$240,043,562 to the State General Fund; \$30,993,296 to the Education Trust Fund; \$4,525,338 to the Mental Health Trust Fund; \$107,717.53 to the Special Exam Revolving Fund; and \$275,644 to the Insurance Department Fund.

- Domestic and foreign property/casualty insurers pay premium taxes at the rate of 3.6% of premiums from business done in the state except: (1) property and multi-peril insurance written in fire protection classes 9 and 10 and mobile homes, homeowners and low value dwelling policies with a face value of \$40,000 or less are taxed at a rate of 1%; and (2) medical liability insurers are taxed at a rate of 1.6%.
- Domestic and foreign life insurers pay premium taxes at a rate of 2.3% except: (1) individual life insurance policies with a face value greater than \$5,000 and up to and including \$25,000 are taxed at 1%; (2) individual life insurance policies with a face value of \$5,000 or less are taxed at 0.5%; and (3) annuity considerations are not taxed.
- Domestic and foreign health and accident and health insurers pay premium taxes at a rate of 1.6% except: (1) premiums for hospital, medical, surgical or other health care benefits provided for employer sponsored groups with less than 50 participants are taxed at 0.5%; and (2) premiums for insurance benefits supplementary to Medicare and Medicaid are not taxed.
- Surplus line brokers pay premium taxes at a rate of 6% on direct premiums, less return premiums and sums collected to cover state or federal taxes, on surplus line insurance transacted during the preceding calendar year, computed only on the proportion of premiums allocable to risk or exposure located in Alabama.

**Insurance Department continued:**

- Pursuant to Act 2006-509, the Department now regulates captive insurance companies, whose premiums are taxed, depending upon the amount of premiums written, at a rate ranging from .025% to .4%, with a minimum annual tax of \$5,000. Pursuant to Act 2008-391, captive insurance companies may provide homeowner's insurance coverage in the gulf front, beach and seacoast areas as designated by the Insurance Services Office, Inc.
- Insurers may qualify for insurance premium tax credits if they make certain types of expenditures such as: (1) contribution of certified capital to an ADO-certified CAPCO; (2) assessments paid as part of the Alabama Health Insurance Program (AHIP) or as part of an insurance guaranty fund; or (3) payment of ad valorem, privilege or county taxes or insurance department examination expenses.

<b>Top Property &amp; Casualty Insurers in Alabama</b>				
<b>Insurer</b>	<b>Premiums Written</b>	<b>Market Share</b>	<b>Premium Taxes Paid</b>	<b>Effective Premium Tax Rate</b>
Alfa Mutual Ins. Co.	\$635,450,000	10.15%	\$8,983,750	1.41%
State Farm Mutual Automobile Ins. Co.	\$527,369,000	8.41%	\$11,964,684	2.27%
State Farm Fire & Casualty Ins. Co	\$512,296,000	8.17%	\$12,029,658	2.35%
Allstate Ins. Co.	\$135,530,000	2.16%	\$4,337,474	3.20%
Progressive Specialty Ins. Co.	\$132,575,000	2.11%	\$4,808,612	3.63%
Allstate Property & Casualty Ins. Co.	\$130,604,000	2.08%	\$3,181,031	2.44%
United Services Automotive	\$123,455,000	1.97%	\$2,178,601	1.76%
Cincinnati Ins. Co. Assn.	\$106,628,000	1.70%	\$2,865,973	2.69%
Allstate Indemnity Co.	\$105,536,000	1.68%	\$3,644,892	3.45%
Auto Owners Insurance Co.	\$101,382,000	1.62%	\$3,586,393	3.54%

\*The information above is for the 2011 calendar year.

## MEDICAID

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	615,125,607	10.28%
Departmental Receipts and Intragovernmental Transfers	300,273,301	5.02%
Alabama Health Care Trust	318,893,230	4.98%
Certified Public Expenditures	667,638,157	5.33%
Drug Rebates	42,872,099	0.72%
Medicaid Trust Fund	30,107,317	0.50%
<b>TOTAL STATE FUNDS</b>	<b>1,962,909,711</b>	<b>33.02%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>4,006,763,424</b>	<b>66.98%</b>
<b>TOTAL APPROPRIATION</b>	<b>4,018,763,424</b>	<b>100.00%</b>

The Alabama Medicaid Agency is the sole state agency having responsibility for administering Title XIX of the Social Security Act. Title XIX provides for certain medical services for low-income persons who are categorically eligible. The Medicaid program is funded with federal funds, which must be matched by state funds at a ratio of \$2.18 for every \$1 in state funding in FY 2013. Medicaid provides no direct services but provides reimbursement for covered services to those providing medical services to Medicaid eligible persons. Persons must fit into one of several categories and meet certain criteria before being determined Medicaid eligible. Eligibles include:

- Persons receiving SSI.
- Persons receiving assistance through certain programs administered by the Department of Human Resources.
- Certain pregnant women and children, including those with incomes below 133% of poverty (commonly referred to as SOBRA), and foster children in the custody of the state.
- Certain residents of medical facilities (nursing homes, hospitals, or state owned mental illness facilities).
- Some low-income Medicare beneficiaries may qualify to have their premiums, deductibles, and buy-ins paid by Medicaid (referred to as Qualified Medicare Beneficiaries or QMB's).

**Medicaid continued:**

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012 Actual</b>	<b>FY 2013 Estimated</b>
<b>Number of Nursing Home Days</b>		
Nursing home	5,977,930	5,910,248
<b>Number of Claims</b>		
Hospital Care		
Inpatient	178,857	182,800
Outpatient	1,331,186	1,363,661
Pharmacy	8,970,681	8,978,452
Physician	4,366,145	4,372,097
Health Support		
Eye exams	290,919	359,961
Eyeglasses	210,661	264,710
Child Screenings	694,026	683,621

## DEPARTMENT OF MENTAL HEALTH

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	104,723,003	11.82%
Education Trust Fund	28,229,747	3.19%
Special Mental Health Trust Fund	198,399,869	22.40%
Other	6,711,610	0.76%
<b>TOTAL STATE FUNDS</b>	<b>338,064,229</b>	<b>38.17%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>547,644,216</b>	<b>61.83%</b>
<b>TOTAL APPROPRIATION</b>	<b>885,708,445</b>	<b>100.00%</b>

The Department of Mental Health and Mental Retardation is the State's designated agency to provide services to those individuals with mental illness, mental retardation, and/or substance abuse disorders. The Department operates psychiatric hospitals and a developmental center. Services in local communities are offered through contracts with over 400 community providers.

PERFORMANCE INDICATORS	FY 2012	FY 2013 Estimated
<b>Mental Illness:</b>		
Number of hospitals	6	6
Total bed capacity for state operated facilities	885	553
Number of children & adolescents served	27,171	27,000
<b>Intellectual Disabilities:</b>		
Number of people served in the community	5,630	5,829
Number served from waiting list	185	208
Number of people waiting for service	3,171	3,673
Number of people receiving employment supports	235	235
<b>Substance Abuse (SA) Treatment Program:</b>		
Number of people served in the treatment program	22,714	22,000
Number of people served in the prevention program	67,466	65,000
Number of counties that offer SA services	64	64

## MILITARY DEPARTMENT AND ARMORY COMMISSION

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Military Department Billeting Revolving Fund	519,362	0.57%
<b>TOTAL STATE FUNDS</b>	519,362	0.57%
<b>FEDERAL &amp; LOCAL</b>	90,724,600	99.43%
<b>TOTAL APPROPRIATION</b>	91,243,962	100.00%

As of December 1, 2012, Alabama had:

    88 Army National Guard Units, totaling 11,132 troops

    35 Air National Guard Units, totaling 2,424 troops

    Total National Guard Troop Force = 13,556

Since September 11, 2001, more than 16,000 Alabama Army and Air Guard personnel have been called to active duty.

## OIL AND GAS BOARD

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	2,494,934	78.37%
Surety Bonds Deposits	20,000	0.63%
OGB Special Fund	668,415	21.00%
<b>TOTAL STATE FUNDS</b>	<b>3,183,349</b>	<b>100.00%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>0</b>	<b>0.00%</b>
<b>TOTAL APPROPRIATION</b>	<b>3,183,349</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount eligible for reappropriation in FY 2013 of \$103,950.

The Oil and Gas Board is responsible for the management and regulation of oil and gas exploration and development including: field monitoring of all petroleum drilling and production activities; compiling, storing and disseminating exploration and production data; preparing petroleum geologic maps; conducting special geologic and engineering studies; water quality monitoring of oil and gas fields; and providing direct assistance to other state agencies and Alabama citizens in oil and gas matters.

<b>Alabama Totals</b>	<b>FY 2012</b>
Barrels of oil and condensate produced	\$9,241,522
Natural gas production (cubic ft.)	214 billion
Oil and Gas Severance Tax collections	\$111,481,713

## PARDONS AND PAROLES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	25,047,004	70.32%
Probationer's Upkeep Fund	10,272,000	28.84%
<b>TOTAL STATE FUNDS</b>	<b>35,319,004</b>	<b>99.16%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>300,000</b>	<b>0.84%</b>
<b>TOTAL APPROPRIATION</b>	<b>35,619,004</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$341,207 available for reappropriation in FY 2013.

### PERFORMANCE INDICATORS

**FY 2012**

Paroles considered	7,405
Paroles granted	2,177
Paroles denied	5,228
Parole violation hearings	1,139
Probation cases supervised	66,608
Parole cases supervised	10,227
Probation and parole cases supervised	1,411
Probation and parole cases supervised for other states (total)	4,084
Probation and parole investigations completed	49,978
Caseload per officer	181
Pardons	739
Pardons considered	964
Pardons denied	230
Voter's rights application processed	2,864
Voter's rights restored	762
Number of field offices in state (including the one transition center)	63

## PUBLIC HEALTH

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	66,597,698	6.47%
Education Trust Fund**	43,163,749	4.20%
Other	243,137,587	23.63%
<b>TOTAL STATE FUNDS</b>	<b>352,899,034</b>	<b>34.30%</b>
<b>FEDERAL &amp; LOCAL FUNDS</b>	<b>675,871,658</b>	<b>65.72%</b>
<b>TOTAL APPROPRIATION</b>	<b>1,028,770,692</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$291 available for reappropriation in FY 2013.

\*\*This amount includes CHIP unencumbered balance brought forward from FY 2012.

The Department of Public Health is responsible for controlling disease, providing medical services and enforcing public health laws.

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012</b>
Family planning visits	222,332
Maternity patient visits	8,452
WIC participants (average per month)	141,900
STD visits	92,723
Food service inspections	69,234

### **Children's Health Insurance Program (CHIP):**

CHIP uses state funds to access federal dollars in order to provide health insurance to children ages 0 to 19 who are not eligible for Medicaid but whose household income is below 300% of the federal poverty level. Coverage is through ALL KIDS a private insurance product provided through private insurance companies.

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012</b>
CHIP year-end enrollment	85,526

**PUBLIC LIBRARY SERVICE**

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Education Trust Fund	6,792,737	71.18%
<b>TOTAL STATE FUNDS</b>	6,792,737	71.18%
<b>FEDERAL &amp; LOCAL</b>	2,750,405	28.82%
<b>TOTAL APPROPRIATION</b>	9,543,142	100.00%

The Alabama Public Library Service was established to develop a cooperative system of providing books and library services for the various municipalities and counties of the state. In addition, the Service is responsible for receiving and administering federal funds that are provided for libraries; provides job-related library service to state government employees and agencies; and serves as a regional library for the handicapped. In addition, the Library Service is the fiscal agent for the Alabama Virtual Library Project and sponsors the homeworkalabama.org website.

<b>Fiscal Year</b>	<b>Total Appropriation Public Library Service</b>	<b>Amount Earmarked for State Aid to Local Libraries</b>	<b>Per Capita State Aid</b>
08-09	11,587,634	5,090,608	1.099
09-10	10,471,160	4,496,645	0.955
10-11	8,946,335	4,159,397	0.870
11-12	10,404,225	4,034,615	0.840
12-13	9,543,142	3,777,745	0.786

## PUBLIC SAFETY

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	53,797,175	31.92%
ABI Fund	125,000	0.07%
AFIS Fund*	5,000,000	2.97%
Highway Traffic Safety Fund	22,500,000	13.35%
Motor Vehicle Replacement Fund	1,075,000	0.64%
Public Road and Bridge Fund	3,500,000	2.08%
Transfer from Public Road and Bridge Fund	25,000,000	14.84%
<b>TOTAL STATE FUNDS</b>	<b>110,997,175</b>	<b>65.87%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>57,518,203</b>	<b>34.13%</b>
<b>TOTAL APPROPRIATION</b>	<b>160,023,728</b>	<b>100.00%</b>

\*Automated Fingerprint Identification System (AFIS).

The Department of Public Safety consists of the following Divisions: Administrative, Alabama Bureau of Investigation (ABI), Driver License, Highway Patrol, Service, and Special Projects.

PERFORMANCE INDICATORS	FY 2012
Stolen vehicles recovered	5
Tickets issued	411,086
Warning tickets issued	144,355
Polygraph exams conducted	119
Accidents investigated	31,544
Motorists assisted	21,118
Commercial vehicles inspected	36,517
Investigations conducted	588
Number of persons arrested (ABI only)	432
Overweight truck tickets	5,622
Marijuana plants seized or destroyed	7,004
Number of licenses issued	948,978
Driver license exams conducted	200,572
Traffic fatalities	506
Assists law enforcement agencies	2,307
Miles driven	12,187,102

**PUBLIC SERVICE COMMISSION**

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Gas Pipeline Safety Funds	1,036,428	4.17%
Public Service Commission Funds	12,013,123	48.31%
Public Service Commission Fund-Transfer to State General Fund	8,823,000	35.48%
State Dual Party Relay Fund	1,922,404	7.73%
<b>TOTAL STATE FUNDS</b>	<b>23,794,955</b>	<b>95.69%</b>
<b>FEDERAL &amp; LOCAL</b>		
Federal Stimulus Funds	306,656	1.23%
Other Federal & Local Funds	765,000	3.08%
<b>TOTAL FEDERAL &amp; LOCAL FUNDS</b>	<b>1,071,656</b>	<b>4.31%</b>
<b>TOTAL APPROPRIATION</b>	<b>24,866,611</b>	<b>100.00%</b>

The Public Service Commission (PSC) regulates transportation and utility companies to ensure that services performed, facilities available and rates charged are equitable. The PSC does not regulate municipal and cooperative utilities. The PSC has an Administrative Service Program and a Regulatory Services Program that includes the following divisions: (1) Energy, (2) Telecommunications, (3) Transportation, and (4) Gas Pipeline Safety. The PSC participates in public hearings involving regulated companies and prepares orders for commission action.

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012</b>
Commission orders issued	1,297
Public hearings held	52
Report and recommended orders issued	18
<b>Inspections:</b>	
Power plants/gas systems	0
Telephone equipment	521
Gas pipeline safety	140
Railway track (miles) inspected	839
Units of rolling stock inspected	4,918
Railroad Records	546
Locomotives	179

## RETIREMENT SYSTEMS

### TEACHERS' RETIREMENT SYSTEM

Fiscal Year	Employer Contributions	Employee Contributions	Net Investment Income	Total Receipts
9/30/2006	413,975,448	281,455,579	1,587,306,061	2,282,737,088
9/30/2007	519,246,873	305,085,899	3,317,901,823	4,142,234,595
9/30/2008	706,491,066	327,004,024	(3,330,707,332)	(2,297,212,242)
9/30/2009	728,821,955	323,706,850	(1,479,706,947)	(427,178,142)
9/30/2010	753,212,896	321,402,984	(1,175,579,056)	(100,963,176)
9/30/2011	755,944,319	323,195,572	357,270,473	1,436,410,364

#### **As of 9/30/2011**

Members	135,768
Retirees - includes DROP participants	80,248

See page 12 for employer contribution rate

### EMPLOYEES' RETIREMENT SYSTEM

Fiscal Year	Employer Contributions	Employee Contributions	Net Investment Income	Total Receipts
9/30/2006	246,192,889	172,928,822	706,820,810	1,125,942,521
9/30/2007	266,966,342	184,139,935	1,600,317,459	2,051,423,736
9/30/2008	312,566,970	191,654,891	(1,570,346,606)	(1,066,124,745)
9/30/2009	444,394,596	210,280,305	(885,230,902)	(230,556,001)
9/30/2010	366,206,095	196,757,338	(291,766,627)	271,196,806
9/30/2011	383,315,559	195,709,253	199,247,472	778,272,284

#### **As of 9/30/2011**

Members –excludes local employees, includes state police	31,998
Retirees - includes DROP participants and state police retirees, excludes local retirees	22,353

See page 12 for employer contribution rate

**Retirement System continued:**

**JUDICIAL RETIREMENT SYSTEM**

<b>Fiscal Year</b>	<b>Employer Contributions</b>	<b>Employee Contributions</b>	<b>Net Investment Income</b>	<b>Total Receipts</b>
9/30/2006	8,374,279	2,496,734	20,853,353	31,724,366
9/30/2007	8,766,726	2,635,984	34,583,273	45,985,983
9/30/2008	9,340,101	2,703,825	(38,313,579)	(26,269,653)
9/30/2009	9,786,785	2,700,377	769,638	13,256,800
9/30/2010	10,274,864	2,566,075	(10,858,571)	1,982,368
9/30/2011	10,366,451	2,653,792	2,021,938	15,042,181

**As of 9/30/2011**

Members	334
Retirees and beneficiaries	342

See page 12 for employer contribution rate

## REVENUE

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Revenue Administrative Fund	127,030,000	97.72%
<b>TOTAL STATE FUNDS</b>	<b>127,030,000</b>	<b>97.72%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>2,970,000</b>	<b>2.28%</b>
<b>TOTAL APPROPRIATION</b>	<b>130,000,000</b>	<b>100.00%</b>

The Department of Revenue collected a total of \$8,930,913,712 in state taxes for the fiscal year ending September 30, 2012. A portion of this collection is appropriated from the Revenue Administrative Fund for the operation of the Department.

## SECURITIES COMMISSION

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
Industrial Revenue Bond Notification Fund	10,000	0.09%
Sale of Checks Fund	40,000	0.38%
Securities Commission Fund	7,541,360	71.20%
Securities Commission Fund- Transfer to State General Fund	3,000,000	28.33%
<b>TOTAL STATE FUNDS</b>	<b>10,591,360</b>	<b>100.00%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>0</b>	<b>0.00%</b>
<b>TOTAL APPROPRIATION</b>	<b>10,591,360</b>	<b>100.00%</b>

The Securities Commission is responsible for the enforcement of laws governing the registration of broker dealers, broker dealer agents, investment advisors, investment advisor representatives and the issuance, sale and other transactions relative to securities, industrial revenue bonds and the sale of checks and money orders. The Commission is funded from trust funds comprised of filing and application fees.

### PERFORMANCE INDICATORS

	<b>FY 2012</b>
Broker/Dealer agents licensed	126,152
Restricted Agents/Issuer licensed	316
Broker Dealers licensed	1,703
Investment Advisors licensed/notice filed	1,216
Investment Advisor Representatives licensed	4,978
Number of exemptions	8,949 (with Mutual Funds)
Sale of checks licenses	135
Indictments obtained	24
Arrests made	19
Convictions obtained	24
Securities issued	32
Industrial Development Bond issues (IDB's)	12
Cases under review or investigation	347

## SENIOR SERVICES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	5,660,548	5.04%
General Fund-Medicaid Waiver	16,194,737	14.45%
General Fund-SenioRx Alabama	1,814,708	1.62%
<b>TOTAL STATE FUNDS*</b>		21.12%
<b>FEDERAL &amp; LOCAL</b>		
Other Federal & Local	88,379,708	78.88%
<b>TOTAL APPROPRIATION</b>	<b>112,049,701</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$1,177,433 available for reappropriation in FY 2013..

The Department of Senior Services, formerly the Commission on Aging, through grants and contracts with 13 Area Agencies on Aging, administers programs funded as a result of the Older American's Act of 1965. In addition, the Department administers one-half of the state's Medicaid Waiver Program - a home and community-based treatment program as an alternative to institutionalization for the state's older persons who are Medicaid eligible.

<b>PERFORMANCE INDICATORS</b>	<b>FY 2012</b>
Older persons served (unduplicated)	87,497
Congregate meals served	2,137,429
Home delivered meals served	2,009,299
Transportation	5,726 – Service Units
Legal assistance	7,287 – Service Units
<b>SenioRx</b>	<b>FY 2012</b>
Number of persons served (unduplicated)	8,246
Prescriptions submitted	46,390
Savings to Alabama seniors	\$22.4 million

## TOURISM DEPARTMENT

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund Transfer	2,500,000	13.47%
Lodgings Tax	16,060,874	86.53%
<b>TOTAL STATE FUNDS</b>	18,560,874	100.00%
<b>FEDERAL &amp; LOCAL</b>	0	0.00%
<b>TOTAL</b>	18,560,874	100.00%

The Tourism Department is responsible for the promotion of tourism in Alabama. The Department works with the Center for Business and Economic Development at Auburn University at Montgomery to study the economic impact of the tourism industry in the state.

### PERFORMANCE INDICATORS

**FY 2011**

Employment derived from tourist activity (full-time)	159,956 jobs
Tourism-generated tax revenue (state)	\$487 million
Tourism-generated tax revenue (local)	\$195 million
Estimated tourist expenditures	\$10 billion

## TRANSPORTATION

<b>FY 2013 APPROPRIATION</b>	<b>TOTAL</b>	<b>% OF TOTAL</b>
<b>STATE FUNDS</b>		
Public Road and Bridge Fund	436,856,784	34.90%
Public Road and Bridge -- Transfer to Public Safety	3,500,000	0.28%
Airport Development Fund	31,320,681	2.50%
Public Road and Bridge – Transfer to Administrative Office of Courts	35,000,000	2.80%
Public Road and Bridge – Transfer to Public Safety in accordance with Constitutional Amendment 354	25,000,000	2.00%
<b>TOTAL STATE FUNDS</b>	<b>531,667,465</b>	<b>42.48%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>720,000,000</b>	<b>57.52%</b>
<b>TOTAL APPROPRIATION</b>	<b>1,251,677,465</b>	<b>100.00%</b>

The State Public Road and Bridge Fund is comprised of Highway User Revenues including auto licenses; gasoline tax (16 cents per gallon); motor fuel tax (19 cents per gallon); truck identification decals; petroleum products inspection fees on motor fuel not subject to the motor fuel tax (2 cents per gallon); motor carrier mileage taxes and fees; outdoor advertising permits; oversize and overweight permits; lubricating oil tax; liquefied petroleum licenses; and interest income from Alabama Highway Authority and Industrial Access Road and Bridge Authority bonds. Within the Department, the Federal Aid Construction Program administers all Federal Aid Highway Funds made available to the state.

The Airport Development Fund is comprised of revenue generated from the Aviation Fuel Tax, a portion of the fees collected from ALDOT's Interstate Motorist Logo Program and Federal Aviation Administration (FAA) grants that have been awarded to various airport authorities.

**Transportation continued:**

**US Department of Transportation: Federal Highway Administration  
Summary of Estimated Highway Apportionments as Authorized by SAFETEA-LU  
State of Alabama: FY 2011-FY 2012**

<b>Transportation Program</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Grand Total</b>
Interstate Maintenance	180,913,046	137,343,261	318,256,307
National Hwy. System	108,330,004	194,886,007	303,216,011
Surface Transportation Program	186,583,307	219,048,068	405,631,375
Bridge Replacement & Rehabilitation	46,359,910	52,777,602	99,137,512
Congestion Mitigation & Air Quality	263,218	10,795,948	11,059,166
Appalachian Development	42,697,654	5,776,086	48,473,741
Rec. Trails	1,733,456	2,438,563	4,172,019
Metropolitan Planning	3,000,000	1,496,047	4,496,047
Safety	27,296,180	28,368,298	55,664,478
Rail-Hwy. Crossings	4,888,802	3,576,111	8,464,914
Border Infrastructure	-	-	-
Safe Routes To School	1,990,388	7,515,044	9,505,432
High Priority Projects	118,626,898	35,841,986	154,468,884
Equity Bonus	59,673,460	55,849,561	115,523,021
<b>Grand Total</b>	<b>782,356,323</b>	<b>755,712,582</b>	<b>1,538,068,905</b>

SAFETEA-LU is the acronym for The Safe, Accountable, Flexible, Efficient Transportation Equity Act: A Legacy for Users. It authorizes the Federal surface transportation programs for highways, highway safety, and transit for the 5-year period 2005-2009 and was enacted on August 10, 2005. It is the successor to the previous highway funding authorization legislation enacted by Congress: The Transportation Equity Act for the 21st Century (TEA-21), which formally expired on September 30, 2003 and was enacted on June 9, 1998. On March 17, 2010 Congress approved the extension of SAFETEA-LU thru December 31, 2010.

## UNIFIED JUDICIAL SYSTEM

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	79,437,007	53.15%
Advanced Technology and Data		
Exchange Fund	5,473,454	3.66%
Court Automation Fund	4,000,000	2.68%
Court Referral Officer Fund	12,590,950	8.42%
Transfer from Road & Bridge Fund	35,000,000	23.42%
<b>TOTAL STATE FUNDS</b>	<b>136,501,411</b>	<b>91.34%</b>
<b>FEDERAL &amp; LOCAL</b>	<b>12,949,264</b>	<b>8.66%</b>
<b>TOTAL APPROPRIATION</b>	<b>149,450,675</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$1,263,503 available for reappropriation in FY 2013.

Any funds deposited into the State Judicial Administration Fund pursuant to Act 2012-535 are appropriated to the UJS.

For FY 2013 the Unified Judicial System includes the following:

Supreme Court	9 Judges
Court of Criminal Appeals	5 Judges
Court of Civil Appeals	5 Judges
Circuit Court	145 Judges
District Court	106 Judges
Probate Court	68 Judges

The Supreme Court, the highest state court in Alabama, has the power to superintend and review any case tried, heard, or appealed in other state courts. The Court has exclusive jurisdiction in appeals in civil cases in which the amount in controversy exceeds \$50,000; appeals from decisions of the Alabama Public Service Commission involving utility rates; appeals from disciplinary actions taken by the Alabama State Bar; petitions seeking extraordinary relief; and petitions relating to administrative matters of the Alabama State Bar. The Court may transfer to the Court of Civil Appeals any civil case appealed and within the jurisdiction of the Supreme Court, except certain specified cases.

The Court of Criminal Appeals has exclusive appellate jurisdiction over all appeals in criminal cases including violations of municipal ordinances, and all post-conviction writs.

The Court of Civil Appeals has original appellate jurisdiction in civil appeals where the amount in controversy does not exceed \$50,000, appeals from administrative agencies, appeals in workers' compensation cases, and appeals in domestic relations cases. The Supreme Court may transfer to the Court of Civil Appeals any civil case appealed to the Supreme Court, with certain exceptions.

## **Unified Judicial System continued:**

The Circuit Courts are the State's trial courts of general jurisdiction which exercise both criminal and civil jurisdiction. The 67 counties in Alabama are divided into 41 judicial circuits (plus the 10th Circuit Bessemer Division) which are composed of one to five counties. The Circuit Court has exclusive original jurisdiction in civil cases in which the matter in controversy exceeds \$10,000; exclusive original jurisdiction of all felony prosecutions and/or misdemeanors or ordinance violations which are lesser included offenses within a felony charge (except the district court has concurrent jurisdiction with the Circuit Court to receive pleas of guilty in felony cases not punishable by death); and original concurrent jurisdiction with the District Court in juvenile cases and in all civil matters where the amount in controversy exceeds \$3,000 but does not exceed \$10,000.

The District Courts are the State's trial courts of limited jurisdiction. There is a District Court in each county. Sessions of court are held in each county seat and in each municipality of 1,000 or more population where no municipal court exists. District Courts have original civil jurisdiction, concurrent with the Circuit Court, in civil actions in which the matter in controversy does not exceed \$10,000 and civil actions based on unlawful detainer and in juvenile cases. They have exclusive original jurisdiction over all civil matters wherein the amount in controversy does not exceed \$3,000. Civil actions involving \$3,000 or less are heard by the small claims division of District Court. District Courts have exclusive original jurisdiction over prosecutions of all offenses defined by law or ordinance as misdemeanors, except prosecutions by municipalities having municipal courts. They have original jurisdiction concurrent with the Circuit Court to receive pleas of guilty in prosecution of felonies not punishable by death. They have exclusive original jurisdiction of misdemeanor prosecutions for traffic infractions, except ordinance infractions prosecuted in municipal court and DUI offenses committed by juveniles. They have concurrent jurisdiction with the Circuit Court in juvenile cases.

The Investment In Justice Act of 1999 (Act 99-427) set the base state salary for state judges as follows:

### Circuit Judges

FY 2001 - the amount authorized under the state merit system pay plan on the effective date of the act (June 10, 1999) for an Attorney IV, step 14.

FY 2002 - the amount authorized under the state merit system pay plan on the effective date of the act for an Attorney IV, step 17.

FY 2003 and thereafter - \$1,000 more than the maximum paid an Attorney IV on the effective date of the act.

The Act further provided, however, that the salaries of circuit judges shall not be increased above the amounts provided by the Investment In Justice Act as a result of any increases in the salaries of Attorneys IV which occur after June 10, 1999.

District Judges - \$1,000 less than circuit judges.

Chief Justice - \$3,000 more than the highest total compensation, including salary supplements and expense allowances, of any circuit judge.

Supreme Court Associate Justices - \$1,000 less than the Chief Justice.

Civil/Criminal Appeals Presiding Judges - \$500 less than Associate Justices.

Civil/Criminal Appeals Associate Judges - \$500 less than Presiding Judges.

## Unified Judicial System continued:

Act 99-427 also provided additional state compensation based on judges' bench experience, in the amount of 1.25% of the base state salary for each additional year of bench service, up to a maximum of 25%. However, Act 2004-636 froze bench experience compensation by providing that no judges have their salary additionally increased for bench experience after May 26, 2004. Act 2006-119 (SJR 33 - the Report of the Judicial Compensation Commission made in the 2006 Regular Session of the Legislature) reinstated additional compensation for bench experience - but only for circuit and district judges, to be implemented October 1, 2006.

Act 99-427 also provided that local supplements and expense allowances of circuit and district judges be reduced by the amount of their state salary increases until the supplements are eliminated. The act also provided that judges first elected or appointed after October 1, 2001 shall not receive a local supplement or expense allowance.

Act 2007-297 provided that the cost-of-living salary increase for FY 2008 and FY 2009 shall not apply to any appellate judge.

Judicial State Salaries Ranges  
(including bench experience) are:

Circuit Judges	\$119,949 - \$149,936
District Judges	\$118,949 - \$148,986
Chief Justice*	\$161,003 - \$201,253
Associate Justices*	\$160,003 - \$200,003
Appeals Courts Presiding Judges*	\$159,503 - \$199,378
Appeals Courts Associate Judges*	\$159,003 - \$198,753

\*The salary amounts shown reflect that appellate judges received a salary increase in FY 2008 and in FY 2009.

The salary of Circuit and District Clerks is linked to the salary schedule of the Assistant Clerk of the Court of Criminal Appeals (except as provided for by Act 2000-611 which prohibited circuit clerks from receiving the 2% cost-of-living adjustment effective in fiscal years 2001 and 2002). For FY 2013, the salary range is \$69,098 to \$105,403 depending upon years of service, for those who take office for the first time on or after January 18, 1999. For those who were in office before January 18, 1999, the salary is \$105,403.

The salary of an Official Court Reporter is \$52,798 for FY 2012.

## VETERANS AFFAIRS

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund*	1,224,063	1.10%
Education Trust Fund	40,497,476	36.36%
Veterans' Assistance Fund	39,004,928	35.02%
<b>TOTAL STATE FUNDS</b>	<b>80,726,521</b>	<b>72.47%</b>
<b>VETERAN'S HOME TRUST TRANSFER</b>	<b>30,665,589</b>	<b>27.53%</b>
<b>TOTAL APPROPRIATION</b>	<b>111,392,110</b>	<b>100.00%</b>

\*This amount does not include the FY 2012 reversion amount of \$876,354 eligible for reappropriation in FY 2013.

The Department of Veterans Affairs assists 400,784 living veterans and their dependents throughout the state's 51 offices, as of September 30, 2012. The Department also administers the Alabama G.I. and Dependents Educational Benefit Act. As part of administering these acts, the Department receives an open-ended appropriation from the Education Trust Fund (ETF), pursuant to Section 31-6-15 of the Code of Alabama 1975. The Department is appropriated from the ETF an amount "as may be necessary" to reimburse Alabama educational institutions for educational benefits provided to qualified veterans.

### PERFORMANCE INDICATORS

**FY 2011**

Compensation & pension claims filed	51,477
Medical claims filed	5,836
Insurance claims filed	574
Educational claims filed (state and federal)	3,856
Original educational benefit certificates issued	1,857
Supplemental certificates issued	1,135

The Department of Veterans Affairs and the State Board of Veterans Affairs supervises the operations of the 150 bed Bill Nichols State Veterans Home in Alexander City, Alabama, the 150 bed William F. Green State Veterans Home in Bay Minette, Alabama and the 150 bed Floyd "Tut" Fan State Veterans Home in Huntsville, Alabama. These facilities are operated with state, patient and federal per diem funds. The Department has built a fourth veterans home in Pell City, Alabama that will open in November 2012. This will be a 254 bed facility, with 80 beds reserved for veterans requiring assisted living-type care, and 174 beds reserved for veterans requiring skilled nursing care (the type provided at the other three homes).

	<u>Effective 10-1-10</u>
Daily housing rate	\$176.18
Federal per diem	(94.59)
State per diem	<u>(69.95)</u>
Out-of-pocket expense by veterans	\$11.64

## YOUTH SERVICES

FY 2013 APPROPRIATION	TOTAL	% OF TOTAL
<b>STATE FUNDS</b>		
General Fund	7,240,237	8.20%
Education Trust Fund	61,894,856	70.06%
Youth Services Fund	19,208,291	21.74%
<b>TOTAL STATE FUNDS</b>	<b>88,343,384</b>	<b>100.00%</b>
<b>TOTAL APPROPRIATION</b>	<b>88,343,384</b>	<b>100.00%</b>

The Department of Youth Services (DYS) provides programs for the prevention of juvenile delinquency and the rehabilitation of delinquent youth. Programs include evaluation, detention, rehabilitation, and education.

The ETF amount includes \$4,448,983 for S.P.A.N. (Special Programming for Achievement Network) Programs.

**Facilities include:**

2 state operated institutional units	378 bed capacity
1 state operated short-term programs	78 bed capacity
1 state operated group homes	10 bed capacity
8 contracts with private facilities	273 bed capacity

1,502 youth were committed to DYS in FY 2012 for treatment and rehabilitation.

The Department has budgeted operating expenses at \$182 per day (\$66,430 per year) at the traditional state operated training school institutions and \$105 per day (\$38,325 per year) at the group homes. The operating expense for DYS short-term programs is \$127 per day (\$46,355 per year). Private placement costs range from \$93 to \$220 per day depending upon level of service.

In addition to state residential placements, DYS provides \$9.6 million to 39 local diversion programs.

In 2010, DYS estimated capital cost of \$120,265 per bed for construction of a new, freestanding secure facility (\$1.9 million for 16 beds) and capital cost of \$53,865 per bed for construction of additional dorms at existing facilities.