

A stylized, high-contrast black and white illustration of a book cover. The book is the central focus, with its pages slightly fanned out on the left side. To the right of the book, a calculator and a pencil are depicted in a similar high-contrast style. The calculator is positioned above the pencil, and both are angled towards the book. The overall aesthetic is clean and graphic, using only black outlines and white space.

**BUDGET
FACT
BOOK**

FY 2014

LEGISLATIVE FISCAL OFFICE



NORRIS GREEN
DIRECTOR

STATE OF ALABAMA
LEGISLATIVE FISCAL OFFICE
ROOM 620 – ALABAMA STATE HOUSE
11 South Union Street
MONTGOMERY, AL 36130-3525

TELEPHONE: (334) 242-7950
FAX: (334) 242-4708
E-MAIL: lfo@lfo.state.al.us
www.lfo.state.al.us

January 14, 2014

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 2014, 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.

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 2014

General Fund Budget and Separate Bills	
	Millions
State General Fund	\$1,750
Earmarked State Funds and Federal and Local Funds (includes transfers from other agencies)	\$12,495
Total Appropriations	\$14,245
Education Trust Fund Budget and Separate Bills	
Education Trust Fund	\$5,765
Earmarked State Funds and Federal and Local Funds	\$8,446
Total Appropriations	\$14,211
GRAND TOTAL ALL APPROPRIATIONS	\$28,456

GENERAL OBLIGATION AND REVENUE BOND INFORMATION

Bonded Indebtedness As Of September 30, 2012		
Type of Debt	Net Principal Amount	Debt Per Capita*
General Obligation Bonds	\$708,348,707	\$148.20
Revenue Bonds	\$4,132,510,942	\$864.59
Total Outstanding Debt	\$4,840,859,649	\$1,012.79

*Based on 2010 population from U.S Census Bureau.

Annual Debt Service Outstanding As Of September 30, 2012		
Fiscal Year	Total General Obligation Bond Debt Service	Total Revenue Bond Debt Service
2013	\$73,187,121	\$456,256,932
2014	\$72,646,514	\$429,701,869
2015	\$72,272,001	\$408,887,791
2016 – thereafter	\$719,645,198	\$3,853,280,313

Source: Examiners' Report on Bond Indebtedness
 Filed: June 7, 2013, (Report # 13-217) Latest Audit

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		
Fiscal Year	Proration % without RDA Transfers	Proration % after RDA Transfers
1979	3.0%	
1980	6.1%	
1981	3.6%	
1986	4.2%	
1991	6.5%	
1992	3.0%	
2001	6.2%	
2003 ⁽¹⁾	4.4%	0%
2008 ⁽²⁾	6.5%	0%
2009 ⁽³⁾	18.0%	11.0%
2010	9.5%	
2011	3.0%	
GENERAL FUND		
Fiscal Year	Proration % without RDA Transfers	Proration % after RDA Transfers
1983	15.0%	
1986	3.0%	
1991	2.6%	
1992	5.5%	
1993	3.2%	
2010 ⁽⁴⁾	20.0%	10.0%
2011	15.0%	
2012	10.62%	

- (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 revised the existing method for distributions from the Alabama Trust Fund beginning with the 2012-2013 fiscal year and also provided for the transfer of an additional \$145,796,943 from the Alabama Trust Fund to the State General Fund for the fiscal years 2013, 2014 and 2015.

	FY 2011	FY 2012 ⁽¹⁾	FY 2013 ⁽²⁾
Trust Income:			
State General Fund	84,350,712	77,299,309	259,951,977
County Capital Improvement Fund	10,139,379	9,133,775	16,348,739
Municipal Capital Improvement Fund	10,139,379	9,133,775	16,348,739
Forever Wild	6,987,042	8,588,813	15,000,000
Alabama Trust Fund	2,385,259	-	-
Senior Services Trust Fund	1,013,938	1,141,722	1,634,874
Total Trust Income:	115,015,709	105,297,394	309,284,329
Capital Gains:			
State General Fund	56,091,288	13,145,140	-
County Capital Improvement Fund	8,013,041	1,877,877	-
Municipal Capital Improvement Fund	8,013,041	1,877,877	-
Forever Wild	8,013,041	1,877,877	-
Alabama Trust Fund	-	-	-
Senior Services Trust Fund	-	-	-
Total Capital Gains:	80,130,411	18,778,771	-
Total Distribution:	195,146,120	124,076,165	309,284,329

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

(2) Includes the additional distribution to the State General Fund pursuant to Amendment 856.

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 FY 2012</u>	<u>Actual FY 2013</u>	<u>Budgeted FY 2014</u>
Beginning Balance	10.7	14.5	6.6
Royalties Received	34.7	23.6	23.1
Total Available	45.4	38.1	29.7
Expenditures/Appropriations	30.9	31.5	26.4
Ending Balance	14.5	6.6	3.3

RAINY DAY ACCOUNTS

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. 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, the maximum withdrawal of \$437,520,418 was made, with repayment required to be made by FY 2015. The repayment schedule below indicates the amount repaid and the fiscal year in which the repayment occurred, since the FY 2009 withdrawal.

ETF Rainy Day Account Repayments	
FY 2012	14,412,984
FY 2013	260,388,971
FY 2014*	35,000,000
FY 2015 (Balance due)	127,718,463

*In addition to the \$35 million appropriation, the FY 2014 ETF appropriations act (Act 2013-264) includes the following conditional appropriations: (1) a 1st tier conditional appropriation of \$65 million, and (2) a 2nd tier conditional appropriation of up to \$150 million.

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 2010, a withdrawal of \$161,565,874 was made, with repayment required to be made by FY 2020. As of January 1, 2014, there has been no repayment of the amount withdrawn in FY 2010.

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 3rd 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 2014				
Experience	Degree Level			
	B.S. or Non-Education	M.S.	6 Year	Doctorate
< 3 yrs	36,867	42,395	45,714	49,032
< 6 yrs	40,551	46,634	50,283	53,935
< 9 yrs	42,327	48,675	52,499	56,295
< 12 yrs	42,894	49,329	53,191	57,051
< 15 yrs	43,674	50,223	54,155	58,088
< 18 yrs	44,670	51,371	55,391	59,409
< 21 yrs	45,247	52,032	56,105	60,179
< 24 yrs	45,825	52,699	56,822	60,947
< 27 yrs	46,370	53,245	57,370	61,494
27+ yrs	46,917	53,792	57,916	62,040

Average Salary (FY 2014) \$48,355

Fringe Benefits

FICA and Medicare @ 7.65%	\$3,699
TRS @ 11.71%	\$5,662
PEEHIB @ \$714 per month	\$8,568
Unemployment Compensation @ 0.125%	\$60
(7) Leave 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 \$15,661

TOTAL **\$82,725**

COST OF LIVING ADJUSTMENTS

State Employees and Teachers					
Fiscal Year	State Employees	Total Cost (in millions)	Additional Amount Appropriated From General Fund (in millions)	Teachers	Estimated Cost To ETF (in millions)
1999	8.0%	\$96.0	\$9.30 ⁽¹⁾	8.5%	\$184.8
2001	2.0%	\$24.4	\$4.25 ⁽²⁾	1%-5.5% ⁽³⁾	\$114.4
2002	2.0%	\$24.4	-	-	-
2003	3.0%	\$40.5	\$13.0	3.0%	\$80.0
2006	6.0%	\$86.1	\$30.0	6.0%	\$184.8
2007	5.0%	\$77.9	\$26.7	5.0%	\$175.9
2008	3.5%	\$62.8	\$21.0	7.0%	\$269.4
2009	3.5%	\$67.1	\$24.5	-	-
2014	-	-	-	2.0% ⁽⁴⁾	\$68.4

⁽¹⁾ Remainder paid from retirement contribution savings and other agency funds.

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

⁽³⁾ Amount depended on experience.

⁽⁴⁾ K-12 Teachers and Support Personnel Only

Retirees		
Fiscal Year	Employees' Retirement System	Teachers' Retirement System
1994	1.28%, plus \$1.28/month for each year of service and for each year since retirement.	1.28%, plus \$1.28/month for each year of service and for each year since retirement.
1995	2.5%, plus \$1.50/month for each year of service and \$1/month for each year since retirement; minimum of \$25/month	2.5%, plus \$1.50/month for each year of service and \$1/month for each year since retirement; minimum of \$25/month
1997	2.0%, plus \$1/month for each year of service; minimum of \$25/month	2.0%, plus \$1/month for each year of service; minimum of \$25/month
1999	4.0%, plus \$2/month for each year of service; minimum of \$30/month	4.0%, plus \$2/month for each year of service; minimum of \$30/month
2001	4.0%; minimum of \$25/month	4.0%; minimum of \$15/month
2003	3.0%; minimum of \$15/month	3.0%; minimum of \$15/month
2006	4.0%; minimum of \$15/month	4.0%; minimum of \$15/month
2007	7.0%; minimum of \$25/month	7.0%; minimum of \$25/month
2008	One-time bonus equal to \$1/month for each year of service.	One-time bonus equal to \$2/month for each year of service.
2009	One-time bonus equal to \$1/month for each year of service.	-

RETIREMENT SYSTEM EMPLOYER CONTRIBUTIONS

Fiscal Year	TRS		State Employees	State Police	ERS	JRS	
	Rate	Amount	Rate	Rate	Amount	Rate	Amount
1994	6.31	245,783,913	6.00	14.23	56,265,932	27.01	6,280,387
1995	6.31	289,703,296	6.99	15.22	69,619,376	27.01	6,854,217
1996	9.23	284,615,456	6.99	15.22	68,802,114	23.05	6,494,717
1997	9.23	328,195,083	6.99	15.17	68,911,987	19.71	5,866,165
1998	9.66	355,953,472	7.56	15.74	74,055,482	19.71	5,397,838
1999 ⁽¹⁾	4.03	182,895,065	3.11	6.85	33,428,569	9.16	2,969,304
2000	6.38	267,906,340	4.08	9.45	43,442,959	21.19	5,582,715
2001	6.38	280,051,290	4.08	9.45	49,144,145	21.19	7,531,949
2002	5.96	266,510,671	3.95	9.24	46,053,625	21.19	8,200,383
2003	5.02	238,725,494	3.95	9.24	48,522,435	21.19	8,627,322
2004	6.56	305,887,402	4.19	13.87	52,218,449	21.93	8,982,290
2005	7.03	343,724,774	5.57	18.03	68,739,801	21.93	8,946,381
2006	8.17	425,544,602	6.77	21.36	90,951,802	21.93	8,915,570
2007	9.36	532,004,599	7.78	24.12	115,156,793	22.50	9,293,711
2008 ⁽²⁾	11.75	716,912,822	10.26	30.42	160,623,070	23.23	9,861,941
2009 ⁽³⁾	12.07	752,874,357	11.88	30.99	192,528,482	23.23	10,309,412
2010	12.51	773,177,416	11.94	30.57	191,361,347	24.20	10,797,333
2011	12.51	780,224,248	11.94	30.57	187,294,046	24.20	10,915,820
2012	10.00	631,837,073	9.42	29.92	136,138,632	24.35	10,738,380
2013	10.08	627,352,877	10.12	31.61	141,133,488	32.06	13,790,453
2014 Tier 1	11.71	748,488,497*	12.02	35.81	169,559,123*	35.24	16,058,000*
2014 Tier 2	11.08		11.96	29.52		(all judges)	

(1) 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.

(2) 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%.

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

* FY 2014 amounts shown are the budgeted amounts.

Employee Contribution Rates (set by statute):

- 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.

STATE EMPLOYEES' HEALTH INSURANCE PLAN (SEHIP)

Fiscal Year	Employer Contribution		Active Employee Contribution		
	Per Active Employee	Total	Single Coverage ⁽¹⁾	Dependent Coverage ⁽¹⁾	Non-Tobacco Usage Discount
1994	243.00	103,629,524	-	164.00	-
1995	255.00	117,989,175	-	164.00	-
1996	255.00	115,667,901	-	164.00	-
1997	255.00	112,947,717	-	164.00	-
1998	255.00	91,502,406	-	164.00	-
1999	320.00	131,585,762	-	164.00	-
2000	357.00	148,115,489	-	164.00	-
2001	400.00	169,112,747	-	164.00	-
2002	445.00	193,682,768	-	164.00	-
2003	490.00	217,474,419	-	164.00	-
2004	550.00 ⁽²⁾	227,042,877	-	164.00	-
2005	650.00	276,662,054	-	164.00	20.00
2006	668.00 ⁽³⁾	281,492,460	-	164.00	20.00
2007	717.00	319,123,823	-	180.00 ⁽⁴⁾	22.00
2008	775.00 ⁽⁵⁾	322,591,716	-	180.00	24.00
2009	775.00 ⁽⁵⁾	322,232,685	-	180.00	25.00
2010	805.00 ⁽⁶⁾	361,793,265	15.00	190.00	30.00
2011	805.00 ⁽⁷⁾	356,520,996	15.00	190.00	35.00
2012	805.00 ⁽⁷⁾⁽⁸⁾	318,095,221	15.00 ⁽⁹⁾	205.00 ⁽⁹⁾	40.00 ⁽⁹⁾
2013	765.00 ⁽⁷⁾	304,451,908	15.00 ⁽⁹⁾	205.00 ⁽⁹⁾	45.00 ⁽⁹⁾
2014	825.00 ⁽⁷⁾	314,242,691*	15.00 ⁽⁹⁾	205.00 ⁽⁹⁾	50.00 ⁽⁹⁾

* FY 2014 amounts shown are the budgeted amounts.

- (1) Assumes that the employee qualifies for a \$25 per month wellness discount and the non-tobacco usage discount.
- (2) A one month credit of \$250 reduced the effective monthly employer cost per active employee to \$529.17.
- (3) A one month credit of \$216 reduced the effective monthly employer cost per active employee to \$650.
- (4) A one month credit of \$180 reduced the effective monthly dependent coverage rate paid by active employees to \$165.
- (5) A one month credit of \$775 reduced the effective monthly cost per active employee to \$710.42
- (6) In FY 2010, state agencies made eleven monthly payments, reducing the effective rate to \$737.92.
- (7) The General Fund Budget bill set the SEHIP monthly employer rate and required the Board to adjust the program wherever appropriate to maintain the rate set in the budget bill.
- (8) The October 2011 employer cost per active employee was set at \$325 resulting in an effective rate of \$765 per employee per month for FY 2012.
- (9) Calendar Year

PUBLIC EDUCATION EMPLOYEES' HEALTH INSURANCE PLAN (PEEHIP)

Fiscal Year	Employer Contribution		Active Employee Contribution		Tobacco User Premium
	Per Active Employee	Total	Individual Coverage	Dependent Coverage	
1994	N/A	237,911,040	2.00	122.00	-
1995	N/A	117,500,000	2.00	122.00	-
1996	210.50	214,606,434	2.00	122.00	-
1997	165.00	180,450,600	2.00	122.00	-
1998	200.00	271,768,000	2.00	122.00	-
1999	225.00	317,273,000	2.00	122.00	-
2000	317.00	373,727,784	2.00	122.00	-
2001	345.00	404,200,620	2.00	132.00	-
2002	414.00	481,170,672	2.00	132.00	-
2003	433.00	509,244,372	2.00	132.00	-
2004	479.00	566,126,268	2.00	132.00	-
2005	583.00	698,704,512	2.00	132.00	-
2006	668.00	805,407,600	2.00	132.00	20.00
2007	717.00	881,918,604	2.00	132.00	20.00
2008	775.00	961,452,126	2.00	132.00	22.00
2009	752.00	925,317,517	2.00	132.00	23.00
2010	752.00	911,875,393	2.00	132.00	25.00
2011	752.00	900,050,546	15.00	162.00	27.00
2012	714.00	825,157,866	15.00	162.00	28.00
2013	714.00	828,585,518	15.00	177.00	28.00
2014	714.00	825,242,616*	15.00	177.00	28.00

* FY 2014 amounts shown are the budgeted amounts.

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 do not include the monthly tobacco premium (monthly tobacco premium rates on the following page). 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.)

RETIREE HEALTH CARE TRUST FUNDS

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 Public Education Employees' Health Insurance Board (PEEHIB) and State Employees' Insurance Board (SEIB), respectively, to create irrevocable trusts for the purpose of holding, investing, and distributing assets to be used for certain retiree benefits. The net assets held in these trusts, as of September 30, 2012, were:

Alabama Retired Education Employees' Health Care Trust: \$930,278,000

Alabama Retired State Employees' Health Care Trust: \$126,670,288

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

Annual Compensation for House and Senate Members	
Salary (\$10/day for 105 days)	\$1,050
Expense Allowance (\$50/day for 45 days)	\$2,250
Monthly Expense Allowance (\$4,398/month for 12 months)	\$52,776
Total Annual Minimum Compensation	\$56,076
Annual Compensation for Speaker and Lt. Governor	
Salary (\$12/day for 105 days)	\$1,260
Expense Allowance (\$50/day for 45 days)	\$2,250
Monthly Expense Allowance (\$4,398/month for 12 months)	\$52,776
Additional Monthly Expense Allowance (\$1,500/month for 12 months)	\$18,000
Total Annual Minimum Compensation	\$74,286

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.

Act 2012-269 (Amendment 871 of the Constitution) repeals all prior laws regarding legislative pay and ties legislator's compensation to the state's median annual household income beginning with the quadrennium after the 2014 General Elections. Alabama's median household income in 2012, according to the U.S. Census Bureau, was \$41,574.

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 and Lt. Gov*	105 days	\$12	2		\$2,520
Mileage (House/Senate)*					\$3,600
Temporary Employees	4 months			\$133,460	\$533,840
Legislator Expense Allowance*	45 days	\$50	141		\$317,250
Delivery of Journals (House/Senate)					\$1,600
Supplies (House/Senate and Data Processing)	3 months				\$30,000
Total Regular Session					\$1,034,760

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.

*Act 2012-269 (Amendment 871 of the Constitution) repeals all prior laws regarding legislative pay and ties legislator's compensation to the state median household income beginning with the new quadrennium after the 2014 elections

GOVERNOR'S CABINET ANNUAL COMPENSATION

Department	Name	Annual Salary as of 9/30/2013
Dept of Finance.	Bill Newton	\$177,266.40
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
Dept. of Commerce	Greg Canfield	\$162,232.08
Emergency Management Agency	Art Faulkner	\$124,200.00
Military Dept.	Maj. General Perry Smith	\$91,013.76
Law Enforcement and Homeland Security	Spencer Collier	\$148,999.92
Medicaid Agency	Stephanie Azar (General Counsel and Acting Commissioner)	\$141,784.80
Dept. of Human Resources	Nancy Buckner	\$140,000.16
Alcoholic Beverage Control Bd.	H. Mac Gipson	\$91,013.76
Dept. of Children's Affairs	Jeana Ross	\$109,999.92
Dept. of Economic and Community Affairs	Jim Byard, Jr.	\$91,013.76
Dept. of Corrections	Kim Thomas	\$123,499.92
Dept. of Conservation and Natural Resources	N. Gunter Guy, Jr.	\$141,000.00
Information Technology	Brunson White	\$148,999.92

Payroll Information: www.open.alabama.gov

Cabinet Information: Gov. Bentley's website – 10/16/13.

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	-
2014	\$ 1,500,000	-

The FY 2001 and FY 2003 amounts represent the amounts appropriated after proration of 6.2% and 4.4%, respectively, was declared.

The FY 2006 appropriation includes a \$12.8 million appropriation plus \$604,633 for those legislative districts which did not receive their full FY 2005 allocation due to a lawsuit.

The FY 2009, 2010 and 2011 community services grants amounts appropriated from the State General Fund are for House Legislative Districts only.

EDUCATION TRUST FUND RECEIPTS AND EXPENDITURES

Fiscal Year	Actual Receipts	Change	Actual Expenditures	Change
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%	\$5,692,866,517	6.59%
2013	\$5,683,296,432	-0.37%	\$5,442,852,452	-4.39%

GENERAL FUND RECEIPTS AND EXPENDITURES

Fiscal Year	Actual Receipts	Change	Actual Expenditures	Change
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%
2013	\$1,725,226,280	2.46%	\$1,761,827,380	2.12%

TOBACCO SETTLEMENT

On November 23, 1998, 46 states, the District of Columbia, America 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 August 1, 2013, Alabama had received approximately \$1,520,005,739. Annual receipts were as follows:

2000	\$131,742,413	2005	\$101,871,492	2010	\$97,245,835
2001	\$103,076,538	2006	\$94,553,640	2011	\$92,001,276
2002	\$121,567,706	2007	\$98,969,041	2012	\$93,817,817
2003	\$119,296,356	2008	\$106,148,659	2013	\$141,254,902
2004	\$101,871,680	2009	\$116,588,383		

Alabama had a FY 2014 beginning balance of \$5,184,401 and projected receipts of \$92,672,969 for a total of \$97,857,370. The Alabama Legislature appropriated \$84,173,162 in tobacco revenue to be expended in FY 2014. In addition, \$10,466,741 that was statutorily allocated to the Department of Education will be transferred to the State General Fund (pursuant to Act No. 255 of the 2013 Regular Session) for a total of \$94,639,903 in tobacco revenue to be expended in FY 2014. Appropriations are as follows:

Children First Trust Fund:		Other Tobacco Revenue:	
Agency	Appropriation	Agency	Appropriation
Alcoholic Beverage Control Board	597,104	Department of Children's Affairs	250,000
Department of Child Abuse and Neglect Prevention	2,415,005	21st Century Debt Services	13,000,000
Department of Forensic Sciences	477,091	Senior Services Trust Fund	1,359,317
Department of Human Resources	9,593,095	Alabama Medicaid Agency	28,545,658
Juvenile Probation Services Fund	4,657,710	Department of Senior Services - Medicaid Waiver	2,013,384
Medicaid Agency	1,665,163	Total Other Tobacco Appropriation	\$45,168,359
Department of Mental Health and Mental Retardation	2,378,805		
Multiple Needs Children's Fund	4,126,550		
Department of Public Health	4,757,610		
Department of Rehabilitation Services	248,634		
Department of Youth Services	8,088,036		
Total CTF Appropriation	\$39,004,803		
State General Fund Transfer			\$10,466,741
Total Tobacco Revenue Appropriation			\$94,639,903

ALCOHOLIC BEVERAGE CONTROL BOARD

DISTRIBUTION OF TAXES AND PROFITS IN FY 2013

State General Fund	\$74,877,171
Mental Health	15,146,037
Human Resources	50,383,134
Education Trust Fund	22,311,129
Local Governments	16,570,025
TOTAL*	\$179,287,496

***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>
TOTAL RETAIL PRICE	\$21.50

Appropriation to ABC Board for operating expenses: FY 2014 - \$81,331,269

AGRICULTURE AND INDUSTRIES, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	9,404,233	27.80%
Agriculture Funds	16,695,194	49.36%
TOTAL STATE FUNDS	26,099,427	77.16%
FEDERAL and LOCAL	7,726,049	22.84%
TOTAL APPROPRIATION	33,825,476	100.00%

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.

Alabama Totals:		
	2002	2012
Farms (per 1,000)	47	46.5
Acreage (in millions)	8.90	8.85
Avg. Acreage Per Farm	189	190

	2012 Acres Harvested	2012 Production
Cotton (all)	378,000	745,000 bales
Hay	860,000	2.24 million tons
Peanuts	219,000	876 million pounds
Soybeans	335,000	15.075 billion bushels
Wheat	190,000	11.210 million bushels
Corn (grain)	295,000	28.9 million bushels

Sources: National Agricultural Statistics Service.

ARCHIVES AND HISTORY, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	2,101,346	33.12%
Education Trust Fund	4,038,705	63.65%
Other	205,000	3.23%
TOTAL STATE FUNDS	6,345,051	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL APPROPRIATION	6,345,051	100.00%

* This amount does not include the FY 2013 reversion amount of \$689 eligible for reappropriation in FY 2014.

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 25,466 visitors and 527 school tours with approximately 17,380 students for FY 2013. 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 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	7,000,000	30.49%
Attorney General Litigation Support Fund	2,825,348	12.30%
TOTAL STATE FUNDS	9,825,348	42.79%
FEDERAL and LOCAL	1,905,997	8.30%
MISCELLANEOUS	11,229,872	48.91%
TOTAL APPROPRIATION	\$22,961,217	100.00%

* This amount does not include the FY 2013 reversion eligible for reappropriation in FY 2014 in the amount of \$8,706.

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 data regarding cases worked on and/or presented in court for FY 2013 are as follows:

Consumer complaints received	4,830
Consumer complaints resolved	2,508
Savings to consumers	\$525,259
Medicaid Fraud: investigations	9
Medicaid Fraud: indictments	4
Medicaid Fraud: convictions	0
Medicaid Fraud: recoveries (state and federal)	\$16,369,623
Victim hotline calls and emails	878

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, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	28,624,146	92.24%
TOTAL STATE FUNDS	28,624,146	92.24%
FEDERAL and LOCAL	2,407,665	7.76%
TOTAL APPROPRIATION	31,031,811	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, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	4,804,831	8.46%
Education Trust Fund	51,617,377	90.92%
Departmental Receipts	350,000	0.62%
TOTAL STATE FUNDS	56,772,208	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL APPROPRIATION	56,772,208	100.00%

* This amount does not include the FY 2013 reversion amount of \$116,002 available for reappropriation in FY 2014.

The Department of Commerce aids in the recruitment of new industry, supports existing industry expansion, and promotes trade with other nations. The department 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)

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 2013
Trade partners linked	1,087
Recruitment projects worked	
New	167
Used	176

CONSERVATION AND NATURAL RESOURCES, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Conservation Funds	98,142,272	58.74%
TOTAL STATE FUNDS	98,142,272	58.74%
FEDERAL and LOCAL	68,947,419	41.26%
TOTAL APPROPRIATION	167,089,691	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.

PERFORMANCE INDICATORS	FY 2013
State park overall guest count	4,231,342
State park overnight guest count	976,507
Hunter education students	14,843
Number of deer harvested on management areas	4,799
Number of fish stocked in public waters	4,169,201
Number of fish kills investigated	16
Boats registered	257,210
Boating accidents investigated	64
Marine Police arrests	1,401
Marine Police warnings issued	3,661
Marine sanitation devices inspected	628

CORRECTIONS, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	389,481,304	83.01%
Agricultural Fund	1,280,066	0.27%
Corrections Industries-Other Fund	19,406,514	4.14%
DOC Work Release	10,000,000	2.13%
DOC Industries Tag Revenue	2,850,000	0.61%
Drug Demand Reduction Fund	1,796,034	0.38%
TOTAL STATE FUNDS	424,813,918	90.54%
MISCELLANEOUS and FEDERAL	44,393,510	9.46%
TOTAL APPROPRIATION	469,207,428	100.00%

* This amount does not include the FY 2013 reversion amount of \$6,802,898 eligible for reappropriation in FY 2014.

Inmate Population Demographics (as of July 2013)		
	Male	Female
White	11,934 (40.2%)	1,804 (5.6%)
Black	17,656 (59.5%)	867 (2.7%)
Other	76 (0.36%)	4 (0.01%)

FY 2013 Occupancy Information (as of July 2013)	
Total Prison Population (includes institutions, work release, work centers, supervised intensive restitution, and state prisoners in county jails and other locations).	32,341
Close security	159.7%
Medium security	207.7%
Minimum security	118.2%
Work release (minimum security)	188.6%
Work centers (minimum security)	273%
Average time served by inmates separated in FY 2012	41 months
% of inmate population with previous AL incarceration	42.4%
FY 2013 average annual maintenance cost per inmate	\$15,308
Death row inmates	191
Inmate population sentenced under the Habitual Offender Act	9,022 (27.9%)
Inmate population sentenced to life without parole	1,516 (4.7%)
Habitual offenders – life without parole	546 (6.1% of habitual offenders)

Corrections (continued):

Non-Habitual Offender Sentencing (excluding enhancements)		
Class	Misdemeanor	Felony
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

Habitual Offender Sentencing		
Prior Felony Conviction	New Felony Conviction	Mandatory Punishment
§ 13A-5-9(a): One prior felony conviction and commits another felony	Class C felony	Class B felony
	Class B felony	Class A felony
	Class A felony	Imprisonment for life, or not more than 99 years but not less than 15 years Fine up to \$60,000
§ 13A-5-9(b): Two prior felony convictions and commits another felony	Class C felony	Class A felony
	Class B felony	Imprisonment for life, or not more than 99 years but not less than 15 years Fine up to \$60,000
	Class A felony	Imprisonment for life, or not less than 99 years Fine up to \$60,000
§ 13A-5-9(c): Three prior felony convictions and commits another felony	Class C felony	Imprisonment for life, or not more than 20 years but not less than 15 years Fine up to \$60,000
	Class B felony	Imprisonment for life, or not less than 99 years Fine up to \$60,000
	Class A felony	If no prior <u>Class A</u> felony: imprisonment for life or life without the possibility of parole, in the discretion of the trial court. If prior <u>Class A</u> felony: imprisonment for life without the possibility of parole.

Corrections (*continued*):

Split Sentencing

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 which is a Class A or B felony who are sentenced to 20 years or less, except that persons convicted of a criminal sex offense involving a child are not eligible for split sentencing.

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, with the remainder of the sentence suspended and the defendant 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, with the remainder of the sentence suspended and the defendant placed on probation for the amount of time specified by the court.

2. The defendant may be confined in a 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 remainder of the sentence and place the defendant on probation or confine the defendant to an institution for not more than three years, with the remainder of the sentence 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 during the minimum period of confinement.

DEAF AND BLIND, INSTITUTE FOR

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund		
Adult Programs	10,543,211	12.37%
Children and Youth	28,657,533	33.63%
Industries for the Blind	7,728,285	9.07%
Birmingham Regional Office	10,000	.01%
TOTAL STATE FUNDS	46,939,029	55.08%
FEDERAL and LOCAL	38,275,380	44.92%
TOTAL APPROPRIATION	85,214,409	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, Tuscumbia, 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 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	27,576,582	100.00%
TOTAL STATE FUNDS	27,576,582	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL APPROPRIATION**	27,576,582	100.00%

* This amount does not include the FY 2013 reversion eligible for reappropriation in FY 2014 in the amount of \$430,137.

** District Attorneys also receive county general fund money and other funds that are not included in the General Fund 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 50 supernumerary district attorneys.

ECONOMIC AND COMMUNITY AFFAIRS, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	5,772,779	2.11%
TOTAL STATE FUNDS	5,772,779	2.11%
FEDERAL and LOCAL		
Federal Stimulus Funds – Est.	2,612,418	0.95%
Other Federal and Local Funds.	237,869,887	86.83%
TOTAL FEDERAL AND LOCAL	240,482,305	87.78%
OTHER**	27,705,230	10.11%
TOTAL APPROPRIATION	273,960,314	100.00%

* This amount does not include the FY 2013 reversion amount of \$592,472 eligible for reappropriation in FY 2014.

** 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.

ADECA (continued):

PERFORMANCE INDICATORS	FY 2013
Energy Management	
Workshops, energy audits, technical assistance and outreach events	160
Homes Inspected	101
Financial Services/Communications and Information	
Service requests	1,950
Deployed technologies	31
Law Enforcement	
Administrative management of grants awarded to sub-grantees	277
Office of the Director	
CDBG grants funded	67
CDBG grants administered	199
Appalachian Regional Commission (ARC) projects awarded	60
Office of Workforce Development	
Training grants administered	310
Surplus Property	
Entities visiting warehouses	971
Water Resources	
Certificate of Use holders	1,017
FEMA Mapping Projects	26
Community Assistance Visits (CAVs) in support of the National Flood Insurance Program (NFIP)	9

EDUCATION, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	185,272,334	11.69%
Education Trust Fund-Transfer	1,583,796	0.10%
Driver Education and Training Fund	4,920,989	0.31%
Special Education Catastrophic Fund	5,000,000	0.32%
Education Technology Fund	2,000,000	0.13%
TOTAL STATE FUNDS	198,777,119	12.54%
FEDERAL and LOCAL	1,385,769,461	87.46%
TOTAL APPROPRIATION	1,584,546,580	100.00%

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 Act and the Educational Accountability and Intervention Act passed by the Legislature in 2013, creating innovative K-12 schools and streamlining intervention over the operational functions of local boards of education. 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

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	3,732,278,420	82.92%
Public School Fund (est.)	170,532,864	3.79%
TOTAL STATE FUNDS	3,902,811,284	86.71%
FEDERAL AND LOCAL	598,166,412	13.29%
TOTAL APPROPRIATION	4,500,977,696	100.00%

Program	Amount
Foundation Program (including \$3,821,028 for current units)	3,907,941,697
Salary Matrix Adjustment*	-
Transportation Program	304,271,818
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	170,000,008
School Nurses Program	29,985,470
Capital Outlay Program/Federal and Local Funds	55,353,492
Information Technology Coordinator	3,664,778
Career Tech Operations and Maintenance	5,000,000
Total Appropriation	4,497,580,661

* For the Salary Matrix and the estimated cost of a teacher unit for FY 2014, see page 7.

Education-Foundation Program/Local Boards (continued):

FOUNDATION PROGRAM COMPONENTS		
Fiscal Year 2014		
Fringe Benefit Rates		
Teachers' Retirement System:	11.71%	
FICA (Social Security):	7.65%	
PEEHIP:	\$714 per month	
Funding Divisors		
Grades K – 3:	14.25	
Grades 4 – 6:	21.85	
Grades 7 – 8:	20.45	
Grades 9 – 12:	18.45	
Classroom Instructional Support Factors		
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	\$15,661.00	Per teacher unit
Local Support		
Mills of District Ad Valorem Tax equivalents required		10.00
Statewide Value of One Mill (per the FY 2014 Foundation Program)		\$54,118,488
Total Number of Teacher and Instructional Support Units		46,912.93
Appropriated:		

Other Statistics

SY 2012-13

Number of local school boards	134
Average daily membership K-12	739,295.70
Number of certificated teachers (all sources of funds)*	46,089
Pupil-Teacher ratio	16.16
Total certificated personnel (all sources of funds)*	55,028
Pupil-certificated staff ratio	13.52
Total support personnel *	35,480

* Data provided by SDE Quick Facts

EDUCATIONAL TELEVISION COMMISSION

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	4,600,000	86.40%
TOTAL STATE FUNDS	4,600,000	86.40%
FEDERAL and LOCAL	724,022	13.60%
TOTAL APPROPRIATION	5,324,022	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 nine digital transmitters, each of which broadcast three programming channels simultaneously: the regular APT HD programming, the APT Create channel, and the APT-IQ channel.

ENVIRONMENTAL MANAGEMENT, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	1,008,048	0.65%
Other Funds	95,848,992	61.65%
TOTAL STATE FUNDS	96,857,040	62.30%
FEDERAL AND LOCAL	58,627,836	37.70%
TOTAL APPROPRIATION	155,484,876	100.00%

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 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), 224 loans totaling \$1,043,722,670 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), 151 loans totaling over \$380,244,100 have been funded.

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.

Environmental Management (*continued*):

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 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	9,124,653	45.25%
Forestry Funds	6,000,000	29.76%
Emergency Forest Fire Fund	320,000	1.59%
TOTAL STATE FUNDS	15,444,653	76.60%
FEDERAL and LOCAL FUNDS	4,718,873	23.40%
TOTAL APPROPRIATION	20,163,526	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	FY 2013
State-owned forests managed	27,346 acres
Number of wildfires suppressed	1,682 totaling 16,330 acres
Acres of prescribed burns (AFC)	21,026

Statewide Forest Management Accomplishments		
Program	Landowners Assisted	Impact
Tree planting	268	12,795 acres
Stand management	4,486	173,451 acres
Firebreak plowing	392	598 miles
Stewardship forest plans	406	52,822 acres
New stewardship forests certified	268	91,084 acres

HIGHER EDUCATION, COMMISSION ON

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund		
Planning and Coordination	3,002,892	13.50%
Student Financial Aid	5,423,562	24.39%
Support of Other Educational Activities	2,484,429	11.17%
Support of State Universities	5,329,283	23.96%
Support of Other State Programs	4,016,120	18.06%
TOTAL STATE FUNDS	20,256,286	91.09%
FEDERAL and LOCAL	1,982,000	8.91%
TOTAL APPROPRIATION	22,238,286	100.00%

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 2014 ETF Appropriation: \$3,002,892

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 2014 ETF Appropriation: \$5,423,562; \$5,548,562 total

1. Alabama National Guard Educational Assistance Program (\$583,643): provides tuition assistance to guardsmen to pursue undergraduate and, to a limited extent, graduate degrees. FY 2013: 552 awards, \$645 average award, total \$356,016
2. Alabama Student Assistance Program (\$2,697,551): state supported grant program designed to assist financially needy students. FY 2013: 4,544 awards, \$654 average award, total \$2,972,568
3. Alabama Student Grant Program (\$1,970,970): provides assistance for residents enrolled in independent, non-profit Alabama Colleges and Universities. FY 2013: 5,585 awards, \$284 average award, total \$1,588,330
4. Police Officers/Firefighters Survivor's Education Assistance Program (\$148,358): provides assistance for undergraduate study for dependents and spouses of police officers and firefighters killed, or totally disabled, in the line of duty. FY 2013: 23 awards, \$6,867 average award, total \$157,948
5. Washington Center Internship Program (\$23,040): provides selected college students the chance to live and work in Washington D.C. for academic credit. FY 2013: 5 awards, \$4,600 average award, total \$23,000

C. Support of Other Educational Activities Program

FY 2014 ETF Appropriation: \$2,484,429 ETF; \$4,155,429 total

1. Southern Regional Education Board (\$624,950): includes funding for Minority Doctoral Scholars Program, Academic Common Market and various other scholarships
2. Statewide Computer-Based Articulation System (\$374,867): provides funds to Troy University for the development and operation of a statewide computer-based articulation system
3. Experimental Program to Stimulate Competitive Research (EPSCOR) (\$1,143,088): merit based programs sponsored by the state and various other entities to enhance the science and engineering research, education and technology capabilities of Alabama
4. Network of Alabama Academic Libraries (NAAL) (FY 14 - \$301,248 ETF): coordinates the sharing of Library resources supporting graduate education and research

Higher Education (*continued*):

5. School and University Partnership for Education Renewal Program (SUPER) (\$40,276): provides graduate-level professional development to grades 3-12 teachers (public and private), school librarians and administrators

D. **Support of State Universities Program**

Alabama Agricultural Land Grant Alliance Program: (\$5,329,283)

E. **Support of Other State Programs**

FY 2014 ETF Appropriation: \$4,016,120

1. Alabama Forestry Foundation Black Belt Initiative (\$192,000): provides job opportunity awareness, enhances fundamental skills in math and science, and provides a pathway for employment in the forestry industry for residents of Alabama's rural communities:
2. Soil and Water Conservation Committee Program (\$1,073,376): supports local landowners within the 67 soil and water conservation districts
3. Black Belt Adventures (\$300,000): promotes the activities of Alabama Black Belt Adventures, a non-profit organization that promotes outdoor recreation and tourism in the state's Black Belt Region
4. Black Belt Treasures (\$150,000): stimulates the economy in Alabama's Black Belt Region through the promotion of regional art and fine crafts and provides the regional artisans a means to promote and sell their products
5. National Center for Sports Safety (\$588,000): promotes the importance of injury prevention and safety on all levels of youth sports through education and research
6. Alabama Civil Air Patrol (\$75,000): supports educational meetings, conferences and professional development seminars, aerospace training and workshops, educational products and services for teachers and students, activities and competitions for cadets at local, state, regional and national levels as well as other ancillary administrative costs
7. National Computer Forensics Institute (\$250,000): provides highly specialized extended training courses to judges, prosecutors, and law enforcement personnel in order to increase their proficiency and general understanding in the use and application of computer crimes and digital evidence

Higher Education (*continued*):

8. Adaptive and Disability Sports Education (\$250,000): serves youth and young adults with disabilities in the River Region who have the desire to participate in Disability Sports such as Wheelchair Basketball, Wheelchair Tennis, and Wheelchair Track and Field
9. Resource Conservation and Development (RC and D) Programs (\$1,087,744): supports the activities of the nine regional RC and D Councils and promotes resource conservation activities in Alabama and on the national level
10. Jefferson County Farmers Market: (FY 14 - \$50,000)

HIGHER EDUCATION: SENIOR INSTITUTIONS

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	1,025,788,893	16.23%
TOTAL STATE FUNDS	1,025,788,893	16.23%
FEDERAL AND LOCAL (includes Tuition and Fees)	5,295,638,478	83.77%
TOTAL APPROPRIATION	6,321,427,371	100.00%

FY 2014 Appropriations by Institution			
<u>Senior Institutions</u>	<u>ETF</u>	<u>Federal and Local</u>	<u>Total</u>
Alabama A&M University			
O&M	31,515,942	58,222,333	89,738,275
Other	5,815,567	51,311,217	57,126,784
Total	37,331,509	109,533,550	146,865,059
Alabama A&M / Miles College			
Total	262,330	-	262,330
Alabama State University			
O&M	41,490,224	79,874,049	121,364,273
Other	100,000	65,755,759	65,855,759
Total	41,590,224	145,629,808	187,220,032
University of Alabama System			
UAT O&M	141,303,244	457,274,786	598,578,030
UAB O&M	252,739,210	1,799,481,723	2,052,220,933
UAH O&M	42,102,390	83,624,036	125,726,426
Other	13,128,993	745,234,312	758,363,305
Total	449,273,837	3,085,614,857	3,534,888,694
Auburn University System			
AU O&M	155,846,534	447,621,921	603,468,455
AAES O&M	30,622,954	5,264,700	35,887,654
ACES O&M	31,621,552		31,621,552
AUM O&M	22,143,812	45,064,964	67,208,776
Other	2,523,915	333,946,908	336,470,823
Total	242,758,767	831,898,493	1,074,657,260
Athens State University			
O&M	11,264,712	18,871,332	30,136,044
Other	-	23,592,434	23,592,434
Total	11,264,712	42,463,766	53,728,478

Senior Institutions (continued):

FY 2014 Appropriations by Institution			
Senior Institutions	ETF	Federal and Local	Total
Jacksonville State University			
O&M	35,094,357	67,631,007	102,725,364
Other	864,427	93,685,890	94,550,317
Total	35,958,784	161,316,897	197,275,681
University of Montevallo			
O&M	17,801,513	28,301,901	46,103,414
Other	25,000	17,305,698	17,330,698
Total	17,826,513	45,607,599	63,434,112
University of North Alabama			
O&M	25,117,319	48,323,486	73,440,805
Other	800,000	18,743,000	19,543,000
Total	25,917,319	67,066,486	92,983,805
University of South Alabama			
O&M	99,695,500	486,204,079	585,899,579
Other	3,000,000	92,159,758	95,159,758
Total	102,695,500	578,363,837	681,059,337
Troy University			
O&M	44,893,183	181,704,479	226,597,662
Other	805,533	22,737,241	23,542,774
Total	45,698,716	204,441,720	250,140,436
University of West Alabama			
O&M	12,297,410	16,798,758	29,096,168
Other	1,178,888	6,902,707	8,081,595
Total	13,476,298	23,701,465	37,177,763
Knight v. Alabama			
Total	1,734,384	-	1,734,384
Grand Total	1,025,788,893	5,295,638,478	6,321,427,371
<p>Notes:</p> <ul style="list-style-type: none"> • “Federal and Local” funds include Tuition and Fees. • “ETF Other appropriations” include line items other than “Operations and Maintenance” and Auxiliary Enterprises and Restricted Funds. 			

HIGHER EDUCATION: TWO-YEAR COLLEGE SYSTEM

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund		
Operations and Maintenance	277,596,041	26.15%
Prison Education	9,345,629	0.88%
Postsecondary Education Department	5,985,567	0.56%
Adult Education Program	12,399,190	1.17%
Special Populations Training	4,500,268	0.42%
Mine Safety Training Program	320,635	0.03%
Truck Driving Training	240,790	0.02%
Workforce Development	2,917,408	0.27%
Marion Military Institute	6,125,936	0.58%
Alabama Technology Network	4,586,762	0.43%
TOTAL STATE FUNDS	324,018,226	30.52%
FEDERAL and LOCAL FUNDS (includes tuition and fees)	737,594,860	69.48%
TOTAL APPROPRIATION	1,061,613,086	100.00%

Higher Education: Two-Year College System (continued):

Institutions	Estimated FY 2014 O&M Allocation: ETF	Estimated FY 2014 Prison Education Allocation	Total Estimated FY 2014 Allocation
Alabama Southern	6,155,280	-	6,155,280
Bevill	15,366,671	-	15,366,671
Bishop	13,566,097	-	13,566,097
Calhoun	21,265,226	710,443	21,975,669
Central Alabama	7,737,246	-	7,737,246
Chattahoochee	5,545,522	-	5,545,522
Drake	4,680,653	-	4,680,653
Enterprise - Ozark	8,927,499	-	8,927,499
Faulkner	10,924,947	-	10,924,947
Gadsden	21,633,025	462,803	22,095,828
Ingram	3,887,696	2,486,728	6,374,424
Jefferson Davis	5,068,015	797,201	5,865,216
Jefferson State	19,263,455	-	19,263,455
L.B. Wallace	6,801,966	-	6,801,966
Lawson	13,523,114	381,119	13,904,233
Northeast	7,240,371	-	7,240,371
Northwest-Shoals	11,149,058	-	11,149,058
Reid	4,278,831	-	4,278,831
Shelton	16,624,528	-	16,624,528
Snead	6,524,636	-	6,524,636
Southern Union	13,871,254	-	13,871,254
Trenholm	8,643,733	-	8,643,733
Wallace-Dothan	13,959,212	567,434	14,526,646
Wallace-Hanceville	16,277,229	-	16,277,229
Wallace-Selma	7,815,790	-	7,815,790
O & M Set Aside	1,920,268	-	1,920,268
Marion Military	6,125,936	-	6,125,936
Alabama Therapeutic Education Facility	-	1,939,901	1,939,901
Life Tech Institute	-	2,000,000	2,000,000
TOTAL	278,777,258	9,345,629	288,122,887

HISTORICAL COMMISSION

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
State General Fund - Transfer	1,819,888	19.45%
Other Departmental Receipts	5,182,515	55.39%
Soldiers Fund	575,000	6.15%
TOTAL STATE FUNDS	7,577,403	80.99%
FEDERAL and LOCAL	1,779,050	19.01%
TOTAL APPROPRIATION	9,356,453	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.

Properties	Number of Visitors in FY 2013
Gaineswood	2,427
Fendall Hall	5,195
Confederate Park	18,369
Magnolia Grove	1,462
Fort Toulouse/Jackson	116,543
Fort Morgan	94,549
Belle Mont	1,878
Cahawba	24,418
State Capitol	123,018
Pond Spring	3,547

HUMAN RESOURCES, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	70,533,042	3.38%
Education Trust Fund	13,915,375	0.67%
Other	169,558,655	8.13%
TOTAL STATE FUNDS	254,007,072	12.18%
FEDERAL and LOCAL	1,831,265,665	87.82%
TOTAL APPROPRIATION	2,085,272,737	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 2013
Temporary Assistance to Needy Families - (TANF) families served (monthly average)	18,908 (33,182 children)
Adoption services – children placed	513
Child care for children – number of slots	30,038
Food assistance – households - (monthly average)	421,302
Value of food stamps - (monthly average per household)	\$280.91

Average Monthly Payments (as of September 2013)	
TANF per case	\$191.18
Child care – payment per child	\$249.00
Foster Care Board – payment per child	From \$432.50 for ages 0-2 to \$468.50 for ages 13-18

INSURANCE, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Fire Marshal's Fund	693,408	3.53%
Examination Revolving Fund	6,898,799	35.11%
Insurance Department Fund	10,633,020	54.12%
Service Contract Fund	40,000	0.20%
Reduced Cigarette Ignition Propensity Standards and Firefighters Protection Fund	63,272	0.32%
Insurance Fraud Unit	320,000	1.63%
TOTAL STATE FUNDS	19,648,499	100.00%
FEDERAL and LOCAL	0	0%
TOTAL APPROPRIATION*	19,648,499	100.00%

*Includes \$1,000,000 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 2013 receipts from the insurance premium tax were distributed as follows: \$257,728,524 to the State General Fund; \$30,993,296 to the Education Trust Fund; \$4,525,338 to the Mental Health Trust Fund; \$18,350 to the Special Exam Revolving Fund; and \$634,759 to the Insurance Department Fund.

Insurance Department (continued):

Top Property and Casualty Insurers in Alabama for 2012				
Insurer	Premiums Written	Market Share	Premium Taxes Paid	Effective Premium Tax Rate
Alfa Mutual Ins. Co.	\$609,843,000	9.399%	\$8,641,776	1.42%
State Farm Fire and Casualty Ins. Co.	\$552,253,000	8.5114%	\$12,844,862	2.33%
State Farm Mutual Automobile Ins. Co.	\$529,855,000	8.1662%	\$11,936,952	2.25%
Allstate Property and Casualty Ins. Co.	\$146,105,000	2.2518%	\$5,290,696	3.62%
Progressive Specialty Ins. Co.	\$135,226,000	2.0841%	\$3,377,996	2.50%
United Services Automobile Assn.	\$131,364,000	2.0216%	\$4,121,125	3.14%
Allstate Ins. Co.	\$129,659,000	1.9983%	\$4,279,503	3.30%
Allstate Indemnity Co	\$112,936,000	1.7406%	\$3,999,029	3.54%
Cincinnati Ins. Co.	\$111,274,000	1.715%	\$3,869,536	3.48%
Travelers Home and Marine Ins. Co.	\$100,690,000	1.5519%	\$3,582,408	3.56%

LABOR, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	781,110	0.75%
Professional Employer Organization Registration Fund	96,132	0.09%
Employment Security Administration Fund	4,115,458	3.95%
State Abandon Mine Land Reclamation Fund	8,992,366	8.63%
Workers Compensation Administration Trust Fund	5,000,000	4.80%
Child Labor Fund	276,293	0.27%
Elevator Safety Review Fee Receipts	800,000	0.77%
Boiler and Pressure Vessel Inspection Fee Receipts	537,402	0.52%
TOTAL STATE FUNDS	20,598,761	19.78%
FEDERAL and LOCAL	83,571,442	80.22%
TOTAL APPROPRIATION	104,170,203	100.00%

*This amount does not include the FY 2013 reversion amount of \$21,759 eligible for reappropriation in FY 2014.

The Department of Labor 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 former Department of Industrial Relations merged with the former Department of Labor. The combined departments assumed the name of the Alabama Department of Labor.

Labor Department (continued):

PERFORMANCE INDICATORS	FY 2013
Unemployment Compensation	
Maximum weekly benefit amount payable	\$265
Minimum weekly benefit amount payable	\$40
Gross benefit paid	\$473,556,323
Unemployment Tax Contributions	
Number of employers	85,362
Balance of U.C. Trust Fund (as of 9/30/13)	\$233,492,659
Employment Service	
Number of individuals served	423,012
Number of new job openings received	139,270
Workers' Compensation Program	
Total compensation payments recorded	\$722,857,298
Maximum weekly compensation payable	\$788
Minimum weekly compensation payable	\$217
Mining and Reclamation	
Number of coal and non-coal mines inspected	849
Number of mining sites reclaimed	18

MEDICAID AGENCY

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	615,125,607	10.21%
Departmental Receipts and Intragovernmental Transfers	313,703,892	5.21%
Alabama Health Care Trust	382,337,926	6.35%
Certified Public Expenditures	454,390,364	7.54%
Drug Rebates	73,699,813	1.22%
Medicaid Trust Fund	30,210,821	0.50%
TOTAL STATE FUNDS	1,869,468,423	31.03%
FEDERAL and LOCAL	4,155,019,649	68.97%
TOTAL APPROPRIATION	6,024,488,072	100.00%

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. Those eligible 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):

PERFORMANCE INDICATORS	FY 2013
Number of Nursing Home Days	
Nursing home	5,841,160
Number of Claims	
Hospital Care	
Inpatient	169,002
Outpatient	1,402,207
Pharmacy	8,985,184
Physician	4,777,128
Health Support	
Eye exams	211,557
Eyeglasses	138,840
Child Screenings	760,911

MENTAL HEALTH, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	104,473,003	11.68%
Education Trust Fund	44,202,347	4.94%
Special Mental Health Trust Fund	198,399,869	22.19%
Other	9,805,550	1.10%
TOTAL STATE FUNDS	356,880,769	39.91%
FEDERAL and LOCAL	537,291,898	60.09%
TOTAL APPROPRIATION	894,172,667	100.00%

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 2013
Mental Illness:	
Number of hospitals	4
Total bed capacity for state operated facilities	553
Number of children and adolescents served	27,535
Intellectual Disabilities:	
Number of people served in the community	5,977
Number served from waiting list	377
Number of people waiting for service	2,975
Number of people receiving employment supports	312
Substance Abuse (SA) Treatment Program:	
Number of people served in the treatment program	21,190
Number of people served in the prevention program	16,442
Number of counties that offer SA services	60

MILITARY DEPARTMENT AND ARMORY COMMISSION

Military Department

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund:		
Active Military Service	4,303	0.06%
One for One Program	419,153	5.86%
Operations	5,517,914	77.08%
Quarterly Allowance HQ	1,200,000	16.76%
State Defense Force	17,257	0.24%
TOTAL STATE FUNDS	7,158,627	100.00%
FEDERAL and LOCAL	0	0%
TOTAL APPROPRIATION	7,158,627	100.00%

Armory Commission

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Military Department Billeting Revolving Fund	630,000	0.88%
TOTAL STATE FUNDS	630,000	0.88%
FEDERAL and LOCAL	71,140,620	99.12%
TOTAL APPROPRIATION	71,770,620	100.00%

As of October 1, 2013, Alabama had:
88 Army National Guard Units, totaling 11,015 troops
40 Air National Guard Units, totaling 2,550 troops
Total National Guard Troop Force = 13,565

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 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	2,646,088	82.41%
Surety Bonds Deposits	20,000	0.62%
OGB Special Fund	544,847	16.97%
TOTAL STATE FUNDS	3,210,935	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL APPROPRIATION	3,210,935	100.00%

*This amount does not include the FY 2013 reversion amount of \$364,791 eligible for reappropriation in FY 2014.

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.

Alabama Totals	FY 2013
Barrels of oil and condensate produced	10,205,064
Natural gas production (cubic ft.)	204 billion
Oil and Gas Severance Tax collections	\$116,150,788

PARDONS AND PAROLES, BOARD OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	27,294,252	65.98%
Probationer's Upkeep Fund	13,772,000	33.29%
TOTAL STATE FUNDS	41,066,252	99.27%
FEDERAL and LOCAL	300,000	0.73%
TOTAL APPROPRIATION	41,366,252	100.00%

*This amount does not include the FY 2013 reversion amount of \$753,106 available for reappropriation in FY 2014.

PERFORMANCE INDICATORS	FY 2013
Paroles considered	7,627
Paroles granted	2,312
Paroles denied	5,315
Probation cases supervised	54,288
Parole cases supervised	9,873
Probation and parole cases supervised	364
Probation and parole investigations completed	8,779
Pardons	753
Pardons considered	980
Pardons denied	227
Voter's rights application processed	2,653
Voter's rights restored	843
Number of field offices in state (including the one transition center)	63

PUBLIC HEALTH, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	71,437,854	8.76%
Education Trust Fund	13,490,785	1.65%
Other	52,962,127	6.50%
TOTAL STATE FUNDS	137,890,766	16.91%
FEDERAL and LOCAL FUNDS	677,928,485	83.09%
TOTAL APPROPRIATION	815,819,251	100.00%

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

PERFORMANCE INDICATORS	FY 2013
Family planning visits	216,906
Maternity patient visits	877
WIC participants (average per month)	139,001
STD visits	68,709
Food service inspections	62,133

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.

PERFORMANCE INDICATORS	FY 2013
CHIP year-end enrollment	84,763

PUBLIC LIBRARY SERVICE

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	6,792,737	72.66%
TOTAL STATE FUNDS	6,792,737	72.66%
FEDERAL and LOCAL	2,556,087	27.34%
TOTAL APPROPRIATION	9,348,824	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.

Fiscal Year	Total Appropriation Public Library Service	Amount Earmarked for State Aid to Local Libraries	Per Capita State Aid
2010	10,471,160	4,496,645	0.955
2011	8,946,335	4,159,397	0.870
2012	10,404,225	4,034,615	0.840
2013	9,543,142	3,777,745	0.786
2014	9,348,824	3,777,745	0.783

PUBLIC SAFETY, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	53,797,175	32.62%
ABI Fund	125,000	0.08%
AFIS Fund*	5,000,000	3.03%
Highway Traffic Safety Fund	22,500,000	13.64%
Motor Vehicle Replacement Fund	750,000	0.46%
Public Road and Bridge Fund	3,500,000	2.12%
Transfer from Public Road and Bridge Fund	25,000,000	15.16%
Impaired Driver Prevention and Enforcement Fund	500,000	0.30%
TOTAL STATE FUNDS	111,172,175	67.41%
FEDERAL and LOCAL	53,749,719	32.59%
TOTAL APPROPRIATION	164,921,894	100.00%

*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 2013
Stolen vehicles recovered	28
Tickets issued	274,542
Warning tickets issued	138,928
Polygraph exams conducted	118
Accidents investigated	29,146
Motorists assisted	20,044
Commercial vehicles inspected	34,595
Investigations conducted (ABI)	567
Number of persons arrested (ABI)	263
Overweight truck tickets	5,638
Marijuana plants seized or destroyed	5,414
Number of licenses issued (includes renewals and learner permits)	973,245
Driver license exams conducted	196,255
Traffic fatalities	482
Assists law enforcement agencies (ABI)	1,949
Miles driven	12,138,976

PUBLIC SERVICE COMMISSION

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Gas Pipeline Safety Funds	1,028,878	4.70%
Public Service Commission Funds	11,350,002	51.83%
Public Service Commission Fund-Transfer to State General Fund	6,500,000	29.68%
State Dual Party Relay Fund	2,256,580	10.30%
TOTAL STATE FUNDS	21,135,460	96.51%
FEDERAL and LOCAL	765,000	3.49%
TOTAL APPROPRIATION	21,900,460	100.00%

The Public Service Commission (PSC) regulates transportation and utility companies to ensure that the 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.

PERFORMANCE INDICATORS	FY 2013
Commission orders issued	1,177
Public hearings held	32
Report and recommended orders issued	4
Inspections:	
Power plants/gas systems	6
Telephone equipment	652
Gas pipeline safety	149
Railway track (miles) inspected	816
Units of rolling stock inspected	4,301
Railroad Records	403
Locomotives	133

RETIREMENT SYSTEMS

Fiscal Year	Employer Contributions*	Employee Contributions*	Net Investment Income	Total Receipts
TEACHERS' RETIREMENT SYSTEM				
2007	519,246,873	305,085,899	3,317,901,823	4,142,234,595
2008	706,491,066	327,004,024	(3,330,707,332)	(2,297,212,242)
2009	728,821,955	323,706,850	(1,479,706,947)	(427,178,142)
2010	753,212,896	321,402,984	(1,175,579,056)	(100,963,176)
2011	755,944,319	323,195,572	357,270,473	1,436,410,364
2012	594,770,676	458,534,360	2,994,421,332	4,047,726,368
EMPLOYEES' RETIREMENT SYSTEM				
2007	266,966,342	184,139,935	1,600,317,459	2,051,423,736
2008	312,566,970	191,654,891	(1,570,346,606)	(1,066,124,745)
2009	444,394,596	210,280,305	(885,230,902)	(230,556,001)
2010	366,206,095	196,757,338	(291,766,627)	271,196,806
2011	383,315,559	195,709,253	199,247,472	778,272,284
2012	306,435,994	216,870,614	1,430,114,298	1,953,420,906
JUDICIAL RETIREMENT SYSTEM				
2007	8,766,726	2,635,984	34,583,273	45,985,983
2008	9,340,101	2,703,825	(38,313,579)	(26,269,653)
2009	9,786,785	2,700,377	769,638	13,256,800
2010	10,274,864	2,566,075	(10,858,571)	1,982,368
2011	10,366,451	2,653,792	2,021,938	15,042,181
2012	10,327,367	3,680,513	39,011,076	53,018,956

Membership (as of 9/30/2012):		
System	Active Members	Retirees
TRS	133,791	82,806 ⁽¹⁾
ERS	30,325 ⁽²⁾	22,927 ⁽³⁾
JRS	337	347

(1) includes DROP participants:

(2) excludes local employees, includes state police:

(3) includes DROP participants and state police retirees, excludes local retirees

*See page 9 for contribution rates.

REVENUE, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	17,140	0.013%
Revenue Administrative Fund	127,030,000	97.703%
TOTAL STATE FUNDS	127,047,140	97.716%
FEDERAL and LOCAL	2,970,000	2.284%
TOTAL APPROPRIATION	130,000,000	100.000%

The Department of Revenue collected a total of \$9,285,142,693 in state taxes for FY 2013. A portion of this collection is appropriated from the Revenue Administrative Fund for the operation of the Department.

SECURITIES COMMISSION

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Industrial Revenue Bond Notification Fund	10,000	0.08%
Sale of Checks Fund	40,000	0.32%
Securities Commission Fund	7,866,816	63.36%
Securities Commission Fund- Transfer to State General Fund	4,500,000	36.24%
TOTAL STATE FUNDS	12,416,816	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL APPROPRIATION	12,416,816	100.00%

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	FY 2013
Broker/Dealer agents licensed	128,427
Restricted Agents/Issuer licensed	319
Broker Dealers licensed	1,661
Investment Advisors licensed/notice filed	1,069
Investment Advisor Representatives licensed	5,144
Number of exemptions	8,948 (with Mutual Funds)
Sale of checks licenses	130
Indictments obtained	12
Arrests made	10
Convictions obtained	15
Securities issued	43
Industrial Development Bond issues (IDB's)	9
Cases under review or investigation	349

SENIOR SERVICES, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	6,430,636	4.32%
General Fund - Medicaid Waiver	20,794,737	13.96%
General Fund - SenioRx Alabama	1,814,708	1.22%
TOTAL STATE FUNDS	29,040,081	19.50%
FEDERAL and LOCAL	119,878,033	80.50%
TOTAL APPROPRIATION	148,918,114	100.00%

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.

PERFORMANCE INDICATORS	FY 2012
Older persons served (unduplicated)	96,318
Congregate meals served	2,103,526
Home delivered meals served	2,123,005
Transportation (unduplicated clients)	5,568 – Service Units
Legal assistance (unduplicated clients)	7,106 – Service Units
SenioRx	
Number of persons served (unduplicated)	9,144
Prescriptions submitted	44,319
Savings to Alabama seniors	\$23.2 million

TOURISM DEPARTMENT

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund Transfer	600,000	4.26%
Lodgings Tax	13,418,959	95.74%
TOTAL STATE FUNDS	14,018,959	100.00%
FEDERAL and LOCAL	0	0.00%
TOTAL	14,018,959	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 2012
Employment derived from tourist activity (full-time)	161,376 jobs
Tourism-generated tax revenue (state)	\$511 million
Tourism-generated tax revenue (local)	\$205 million
Estimated tourist expenditures	\$10.6 billion

TRANSPORTATION, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Public Road and Bridge Fund	436,856,784	30.06%
Public Road and Bridge -- Transfer to Public Safety	3,500,000	0.24%
Airport Development Fund	32,920,681	2.27%
Public Road and Bridge – Transfer to Administrative Office of Courts	35,000,000	2.41%
Public Road and Bridge – Transfer to Public Safety in accordance with Constitutional Amendment 354	25,000,000	1.72%
TOTAL STATE FUNDS	533,277,465	36.70%
FEDERAL and LOCAL	920,000,000	63.30%
TOTAL APPROPRIATION	1,453,277,465	100.00%

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 permits; 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 Logo Program and Federal Aviation Administration (FAA) grants that have been awarded to various airport authorities.

Transportation Department (continued):

U.S. Department of Transportation: Federal Highway Administration Summary of Estimated Highway Apportionments as Authorized by MAP-21* State of Alabama			
Transportation Program	FY 2013	FY 2014	Grand Total
National Highway Performance Program	456,923,424	461,736,202	918,659,626
Surface Transportation Program	210,158,308	212,384,155	422,542,463
Highway Safety Improvement Program	45,710,192	46,232,950	91,943,142
Rail-Highway Crossings Program	4,498,277	4,507,292	9,005,569
CMAQ Program	11,387,319	11,507,925	22,895,244
Metropolitan Planning	2,977,488	3,009,024	5,986,212
Grand Total	731,655,008	739,377,548	1,471,032,556

*MAP-21 is the acronym for The Moving Ahead for Progress in the 21st Century Act. Map-21 went into effect on October 1, 2012 and is the first long-term highway authorization enacted since 2005. It authorizes programs for two years, through September 30, 2014.

UNIFIED JUDICIAL SYSTEM

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	87,237,007	49.56%
Advanced Technology and Data Exchange Fund	3,473,454	1.97%
Court Automation Fund	6,000,000	3.41%
Court Referral Officer Fund	6,620,237	3.76%
Transfer from Road and Bridge Fund	35,000,000	19.88%
Judicial Administration Fund	16,945,338	9.63%
TOTAL STATE FUNDS	155,276,036	88.21%
FEDERAL and LOCAL	20,752,204	11.79%
TOTAL APPROPRIATION	176,028,240	100.00%

*This amount does not include the FY 2013 reversion amount of \$3 available for reappropriation in FY 2014.

For FY 2014 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 which the amount in controversy exceeds \$50,000; appeals from decisions of the Alabama Public Service Commission; 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.

Unified Judicial System (*continued*):

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.

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.

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

Unified Judicial System (*continued*):

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.

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

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.

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.

Unified Judicial System (continued):

Judicial State Salaries Ranges (including bench experience)	
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 are 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 2014.

VETERANS AFFAIRS, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	1,224,063	1.02%
Education Trust Fund	50,332,561	41.97%
Veterans' Assistance Fund	37,187,402	31.01%
TOTAL STATE FUNDS	88,744,026	74.00%
VETERAN'S HOME TRUST TRANSFER	31,172,862	26.00%
TOTAL APPROPRIATION	119,916,888	100.00%

*This amount does not include the FY 2013 reversion amount of \$876,354 eligible for reappropriation in FY 2014.

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) (Section 31-6-15, Code of Alabama 1975) in an amount "as may be necessary" to reimburse Alabama educational institutions for educational benefits provided to qualified veterans.

PERFORMANCE INDICATORS	FY 2011
Compensation and 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 supervises the operation of the 150 bed Bill Nichols State Veterans Home in Alexander City, the 150 bed William F. Green State Veterans Home in Bay Minette, the 150 bed Floyd "Tut" Fan State Veterans Home in Huntsville, and the 254 bed Colonel Robert L. Howard State Veterans Home in Pell City. These facilities are operated with state, patient and federal per diem funds.

	<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, DEPARTMENT OF

FY 2014 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	7,240,237	8.96%
Education Trust Fund*	54,354,619	67.23%
Youth Services Fund	19,249,102	23.81%
TOTAL STATE FUNDS	80,843,958	100.00%
TOTAL APPROPRIATION	80,843,958	100.00%

*The ETF amount includes \$3,565,732 for S.P.A.N. (Special Programming for Achievement Network) Programs.

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.

1,483 youth were committed to DYS in FY 2013 for treatment and rehabilitation.

The Department has budgeted operating expenses at \$192 per day (\$70,080 per year) at the traditional state operated training school institutions and \$105 per day (\$54,750 per year) at the group homes. The operating expense for DYS short-term programs is \$131 per day (\$47,815 per year). Private placement costs range from \$93 to \$220 per day depending upon level of service.

In addition to state residential placements, DYS has budgeted \$10.1 million to 40 local diversion programs.

In 2013, DYS estimated capital costs of \$204,166 per bed for construction of a new, freestanding secure facility (\$4.9 million for 24 beds).

Facilities include:

2 state operated institutional units	354 bed capacity
1 state operated short-term program	78 bed capacity
1 state operated group home	10 bed capacity
8 contracts with private facilities	265 bed capacity