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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 2012, 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,

Norris Green
Interim
Director

NG:csh

TABLE OF CONTENTS

Appropriations FY 2012	1
Bonded Indebtedness	2
Proration.....	3
Education Trust Fund Reserve Funds.....	5
Cost of a Teacher Unit – Estimated	7
Cost-of-Living Salary Increases	8
Cost for Salary Increases for Teachers and Support Personnel and State Employees	9
Retiree Cost-of-Living Increases	11
Retirement System Employer and Employee Contribution Rates	12
Employer Cost for Retirement Systems.....	13
State Employees’ Health Insurance Plan Rates	14
Public Education Employees’ Health Insurance Plan Rates	16
Employer Cost for Teachers’ and State Employees’ Health Insurance.....	18
Retiree Health Care Trust Funds.....	19
Legislative Compensation.....	20
Cost of Legislative Session.....	21
Governor’s Cabinet – Annual Compensation	22
Community Services Grants Appropriations.....	23
Alabama Capital Improvement Trust Fund	24
Education Trust Fund Receipts and Expenditures	25
General Fund Receipts and Expenditures	26
Tobacco Settlement	27
Federal Stimulus and Stabilization Funds Appropriated in FY 2012.....	29
ABC Board	30
Agriculture and Industries.....	31

Table of Contents Continued:

Archives and History.....	32
Attorney General, Office of the	33
Children’s Affairs, Department of	35
Conservation and Natural Resources	36
Corrections, Department of	37
Deaf and Blind, Institute for.....	41
Development Office, Alabama.....	42
District Attorneys	44
Economic and Community Affairs, Alabama Department of	45
Education, State Department of	48
Education, State Department of-Foundation Program/Local Boards.....	49
Educational Television Commission	52
Environmental Management.....	53
Forestry Commission.....	55
Higher Education, Commission on.....	56
Higher Education, Senior Institutions	58
Higher Education, Two-Year College System.....	61
Historical Commission.....	63
Human Resources, Department of.....	64
Industrial Relations, Department of.....	65
Insurance Department.....	66
Medicaid Agency	68
Mental Health, Department of.....	70
Military Department and Armory Commission	71
Oil and Gas Board	72

Table of Contents Continued:

Pardon and Paroles, Board of	73
Public Health, Department of	74
Public Library Service	75
Public Safety, Department of.....	76
Public Service Commission	77
Retirement Systems	78
Revenue, Department of	80
Securities Commission.....	81
Senior Services, Department of	82
Tourism Department	83
Transportation, Department of.....	84
Unified Judicial System	86
Veterans Affairs, Department of.....	89
Youth Services, Department of	90

**TOTAL APPROPRIATIONS
FOR FY 2012**

**General Fund Budget
and Separate Bills**

	Millions
State General Fund	\$1,762
Earmarked State Funds and Federal and Local Funds (includes transfers from other agencies) ⁽¹⁾	\$12,216
Total Appropriations	\$13,978

(1) Includes \$110,582,908 in federal stimulus funds.

**Education Trust Fund Budget
and Separate Bills**

Education Trust Fund	\$5,578
Earmarked State Funds and Federal and Local Funds ⁽¹⁾	\$7,574
Total Appropriations	\$13,153
GRAND TOTAL ALL APPROPRIATIONS	\$27,130

(1) Includes \$4,708,336 in federal stimulus funds.

**BONDED INDEBTEDNESS
AS OF SEPTEMBER 30, 2010
G.O. AND REVENUE BONDS
OUTSTANDING DEBT**

	<u>Net Principal Amount</u>	<u>Debt Per* Capita</u>
General Obligation Bonds	\$769,330,278	\$160.96
Revenue Bonds	<u>4,587,042,647</u>	<u>\$959.69</u>
Total Outstanding Debt	\$5,356,372,925	\$1,120.65

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

**ANNUAL DEBT SERVICE
ON G.O. DEBT OUTSTANDING
AS OF SEPTEMBER 30, 2010**

FY Ending 9/30	Total G.O. Bond Debt Service
2011	\$59,551,087
2012	\$64,834,609
2013	\$73,187,121
2014	\$72,646,514
2015 – thereafter	\$791,917,199

**ANNUAL DEBT SERVICE
ON REVENUE BONDS
OUTSTANDING AS OF SEPTEMBER 30, 2010**

FY Ending 9/30	Total Debt Service
2011	\$565,815,526
2012	\$454,901,567
2013	\$463,555,385
2014	\$446,105,197
2015 – thereafter	\$4,674,417,153

Source: Examiners' Report on Bond Indebtedness.
Filed: July 11, 2011

PRORATION

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

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

EDUCATION TRUST FUND PRORATION

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

GENERAL FUND PRORATION

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

Percents are rounded to nearest tenth of a percent.

Proration Continued:

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

EDUCATION TRUST FUND RESERVE FUNDS

Proration Prevention Account

Act 88-981, now codified as Section 40-1-32.1, Code of Alabama 1975, created the Proration Prevention Account. Section 40-1-32.1 was amended in 1999 to require that 20% of any unanticipated and unappropriated ending balance in the ETF be deposited into the Account. In 2008, the Legislature further amended this code section by increasing the 20% requirement to 75%. The Account can also receive funds two other ways: (1) the Legislature can directly appropriate funds into the Account, and (2) interest earned on the Account remains in the Account. Since FY 2002, \$365,866,918 in unanticipated and unappropriated ending ETF balances have been deposited into the Account. Also, since FY 2002, appropriations totaling \$34 million as well as interest totaling \$39,559,847 have been deposited into the Account. The balance in the Account at the end of each fiscal year is shown below:

FY 2002	12,385
FY 2003 ⁽¹⁾	0
FY 2004	11,101
FY 2005	17,047,968
FY 2006	242,663,352
FY 2007	428,632,342
FY 2008 ⁽²⁾	0
FY 2009	0
FY 2010	0
FY 2011	0

⁽¹⁾ During FY 2003, \$54,250 was transferred to the ETF to offset proration.

⁽²⁾ During FY 2008, \$439,372,515 was transferred to the ETF to avoid proration.

Rainy Day Account – Education Trust Fund

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

Education Trust Fund Reserve/Rainy Day Accounts Continued:

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

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

Rainy Day Account – State General Fund

Amendment 803 to the Alabama Constitution also created the State General Fund Rainy Day Account as a part of the Alabama Trust Fund. At no time may the amount withdrawn from this Account exceed 10% of General Fund appropriations for the previous fiscal year less any amounts previously withdrawn which have not been repaid. The Legislature must replenish the Account within 10 years after withdrawal. In FY 2009, withdrawals from the Account were restricted to the amount necessary to reach the highest estimated available revenue for the fiscal year. Beginning in FY 2010, withdrawals from the Account were restricted to the amount necessary to reach the average of the estimated available revenue for the fiscal year. In FY 2010, the maximum withdrawal of \$161,565,874 was made.

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

ESTIMATED COST OF A TEACHER UNIT

Salary Matrix for FY 2012

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

Average Salary (FY 2012) \$47,079

Fringe Benefits

FICA and Medicare @ 7.65%	3,602
TRS @ 10.0%	4,708
PEEHIB @ \$714 per month	8,568
Unemployment Compensation @ 0.125%	59
Leave 7 days @ \$60 per day	420

Classroom Instructional Support

Student Materials	\$134.78
Technology	0
Professional Development	0
Library Enhancement	0
Common Purchase	0

Other Current Expense 15,284

TOTAL \$79,855

**COST OF LIVING SALARY INCREASES
FISCAL YEARS 1993-2012**

Fiscal Year	State Employees	Teachers
1993	0.0%	0.0%
1994	0.0% ⁽¹⁾	6.5%
1995	8.0%	8.5%
1996	0.0%	0.0%
1997	0.0%	4.0%
1998	0.0%	0.0%
1999	8.0%	8.5%
2000	0.0%	0.0%
2001	2.0%	1%-5.5% (depending upon experience)
2002	2.0%	0.0%
2003	3.0%	3.0%
2004	0.0%	0.0%
2005	0.0%	0.0%
2006	6.0%	6.0%
2007	5.0%	5.0%
2008	3.5%	7.0%
2009	3.5%	0.0%
2010	0.0%	0.0%
2011	0.0%	0.0%
2012	0.0%	0.0%

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

**COSTS FOR SALARY INCREASES FOR
TEACHERS AND SUPPORT PERSONNEL IN K-14
FISCAL YEARS 1998-2012**

FISCAL YEAR	PERCENT INCREASE		ESTIMATED COST TO ETF
1998	0%		
1999	8.5%		184.8 million
2000	0%		
2001	1%-5.5%	(Depending upon experience)	114.4 million
2002	0%		
2003	3%		80.0 million
2004	0%		
2005	0%		
2006	6%		184.8 million
2007	5%		175.9 million
2008	7%		269.4 million
2009	0%		
2010	0%		
2011	0%		
2012	0%		

**COSTS FOR SALARY INCREASES FOR
STATE EMPLOYEES
FISCAL YEARS 1998-2012**

FISCAL YEAR	PERCENT INCREASE	TOTAL COST	ADDITIONAL AMOUNT APPROPRIATED FROM GENERAL FUND
1998	0%		
1999	8%	96.0 million	9.30 million ⁽¹⁾
2000	0%		
2001	2%	24.4 million	4.25 million ⁽²⁾
2002	2%	24.4 million	0.00
2003	3%	40.5 million	13.0 million
2004	0%		
2005	0%		
2006	6%	86.1 million	30.0 million
2007	5%	77.9 million	26.7 million
2008	3.5%	62.8 million	21.0 million

Cost for Salary Increases continued:

2009	3.5%	67.1 million	24.5 million
2010	0.0%		
2011	0.0%		
2012	0.0%		

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

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

RETIREE COST OF LIVING INCREASES

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

RETIREMENT SYSTEM CONTRIBUTION RATES

Employer Contribution Rates:

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

⁽¹⁾ 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%.

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

Employee Contribution Rates:

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

Note: Employee contribution rates are set by statute.

HISTORY OF EMPLOYER COST FOR RETIREMENT SYSTEMS

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

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

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

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

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

Note: FY 2012 amounts shown are the budgeted amounts.

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

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

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

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

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

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

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

SEHIP continued:

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

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

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

PEEHIP Continued:

Note: Prior to FY 1996, PEEHIP received a direct appropriation from the ETF; therefore, there was no "Employer Cost for Active Employees" for those fiscal years. The rates shown for individual and dependent coverage beginning with FY 2006 are after application of the tobacco user discount (\$20 per month per person effective FY 2006; \$22 per month per person effective FY 2008; \$23 per month per person effective FY 2009; \$25 per month per person effective FY 2010; and \$27 per month per person effective FY 2011 and \$28 per month per person effective FY 2012). 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, for the individual coverage premium plus the dependent coverage premium (i.e. for FY 2012, both the \$15 and the \$162 amounts must be paid.)

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

	PEEHIP ⁽¹⁾	SEHIP ⁽²⁾
1993	237,911,040	97,165,197
1994	237,911,040	103,629,524
1995	117,500,000	117,989,175
1996	214,606,434	115,667,901
1997	180,450,600	112,947,717
1998	271,768,000	91,502,406
1999	317,273,000	131,585,762
2000	373,727,784	148,115,489
2001	404,200,620	169,112,747
2002	481,170,672	193,682,768
2003	509,244,372	217,474,419
2004	566,126,268	227,042,877
2005	698,704,512	276,662,054
2006	805,407,600	281,492,460
2007	881,918,604	319,123,823
2008	961,452,126	322,591,716
2009	925,317,517	322,232,685
2010	911,875,393	361,793,265
2011	900,050,546	356,520,996
2012 ⁽³⁾	829,510,920	328,568,771

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

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

⁽³⁾ FY 2012 amounts shown are the budgeted amounts.

RETIREE HEALTH CARE TRUST FUNDS

Public Education Employees' Health Insurance Board (PEEHIB)

In response to a requirement by the Governmental Accounting Standard Board (GASB) that liabilities for retiree benefits be recognized on a current basis, Act 2007-16 authorized the PEEHIB to create an irrevocable trust for the purpose of holding, investing, and distributing assets to be used for certain retiree benefits. The net assets held in trust, as of September 30, 2010, were \$750,384,000.

State Employees' Insurance Board (SEIB)

In response to a requirement by the Governmental Accounting Standard Board (GASB) that liabilities for retiree benefits be recognized on a current basis, Act 2007-16 authorized the SEIB to create an irrevocable trust for the purpose of holding, investing, and distributing assets to be used for certain retiree benefits. The net assets held in trust, as of September 30, 2010, were \$97,484,666.

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 (\$4,174/month for 12 months)	\$ 50,088
Total Annual Minimum Compensation	\$ 53,388
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 (\$4,174/month for 12 months)	\$50,088
Additional Monthly Expense Allowance (\$1,500/month for 12 months)	\$ 18,000
Total Annual Minimum Compensation	\$ 71,598

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

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

Sources:

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

Expense Allowance: Act 91-108

Monthly Expense Allowance: Act 07-75

Additional Monthly Expense Allowance: Act 71-1196

ESTIMATED COST OF A LEGISLATIVE SESSION

Regular Session	# of Days or Months	Salary Per Day	Total #	Monthly Costs	Total Costs
Legislator Salary	105 days	\$10	139		\$145,950
Speaker & Lt. Gov	105 days	\$12	2		\$ 2,520
Mileage (House/Senate)					\$ 3,600
Temporary Employees	4 months			\$102,848	\$411,392
Legislator Expense Allowance	45 days	\$50	141		\$317,250
Delivery of Journals (House/Senate)					\$ 1,600
Supplies (House/Senate and Data Processing)	3 months				\$ 60,000
Total Regular Session					\$942,312

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

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

ANNUAL COMPENSATION: GOVERNOR'S CABINET

Department	Name	Annual Salary as of 12/9/2011
Finance Dept.	Dr. Marquita Davis	\$91,013.76
Banking Dept.	John Harrison	\$157,380.00
Dept. of Industrial Relations	Tom Surtees	\$139,259.04
Dept. of Insurance	Jim Ridling	\$91,013.76
Dept. of Labor	Jim Bennett	\$91,013.76
Dept. of Mental Health/Retardation	Zelia Baugh	\$145,000.08
Dept. of Revenue	Julie Magee	\$91,013.76
Dept. of Senior Services	Neal Morrison	\$135,000.00
Tourism & Travel	Lee Sentell	\$91,013.76
Dept. of Transportation	John Cooper	\$169,000.08
Dept. of Public Safety	Hugh B. McCall	\$124,249.44
Alabama Development Office	Greg Canfield	\$162,232.08
Emergency Management Agency	Art Faulkner	\$124,200.00
Military Dept.	Maj. General Perry Smith	\$91,013.76
Dept. of Homeland Security	Spencer Collier	\$148,999.92
Medicaid Agency	Dr. R. Bob Mullins, Jr.	\$205,792.80
Dept. of Human Resources	Nancy Buckner	\$140,000.16
Alcoholic Beverage Control	H. Mac Gipson	\$91,013.76
Dept. of Children's Affairs	Dr. Susan McKim	\$78,319.20
Dept. of Economic and Community Affairs	Jim Byard, Jr.	\$91,013.76
Dept. of Corrections	Kim Thomas	\$123,499.92
Dept. of Conservation & Natural Resources	Gunter Guy	\$141,000.00

Payroll Information: Open.Alabama.gov.

Cabinet Information: Gov. Bentley's website – 12/9/11.

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	\$ 8,438,627*	\$3,782,886**
2012	\$4,092,084***	

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

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

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

*This amount includes FY 2010 reversion eligible for reappropriation in FY 2011 in the amount of \$1,341.

**This amount includes FY 2010 reversion eligible for reappropriation in FY 2011 in the amount of \$232,886.

***This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$1,804.

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

EDUCATION TRUST FUND RECEIPTS AND EXPENDITURES

FISCAL YEARS 1987 - 2011

Fiscal Year	Actual Receipts	Change	Actual Expenditures
1987	\$2,087,058,529	10.65%	\$2,047,466,345
1988	\$2,217,014,886	6.23%	\$2,112,773,900
1989	\$2,373,481,524	7.06%	\$2,483,060,672
1990	\$2,481,832,988	4.57%	\$2,482,004,527
1991	\$2,524,540,232	1.72%	\$2,558,206,830
1992	\$2,623,153,373	3.91%	\$2,621,045,355
1993	\$2,827,045,036	7.77%	\$2,757,564,315
1994	\$3,020,782,528	6.85%	\$2,997,076,069
1995	\$3,203,670,344	6.05%	\$3,287,001,937
1996	\$3,346,547,104	4.46%	\$3,345,617,091
1997	\$3,527,022,712	5.39%	\$3,550,737,409
1998	\$3,734,614,941	5.89%	\$3,721,359,200
1999	\$3,911,479,690	4.74%	\$3,911,156,500
2000	\$4,114,571,877	5.19%	\$4,115,371,659
2001	\$4,015,374,184	-2.41%	\$4,036,182,733
2002	\$4,133,348,664	2.94%	\$4,138,712,868
2003	\$4,249,955,349	2.82%	\$4,252,726,523
2004	\$4,456,026,869	4.85%	\$4,281,961,572
2005	\$4,969,255,238	11.52%	\$4,597,071,292
2006	\$5,498,361,937	10.65%	\$5,383,104,303
2007	\$5,854,027,193	6.47%	\$6,273,363,954
2008	\$6,414,630,671	9.58%	\$6,694,675,698
2009	\$5,679,120,475	-11.47%	\$5,679,120,475
2010	\$5,217,470,126	-8.13%	\$5,205,697,025
2011	\$5,337,663,842	2.3%	\$5,340,833,054

GENERAL FUND RECEIPTS AND EXPENDITURES
FISCAL YEARS 1987 - 2011

Fiscal Year	Actual Receipts	Change	Actual Expenditures
1987	\$603,782,859	3.40%	\$582,355,893
1988	\$669,225,673	10.84%	\$666,452,317
1989	\$713,463,977	6.61%	\$727,436,019
1990	\$750,230,918	5.15%	\$737,967,964
1991	\$797,383,173	6.29%	\$827,730,791
1992	\$808,334,687	1.37%	\$785,578,853
1993	\$832,517,581	2.99%	\$810,547,704
1994	\$836,506,295	0.48%	\$862,748,583
1995	\$874,315,598	4.52%	\$864,335,797
1996	\$896,910,316	2.58%	\$893,923,750
1997	\$913,394,224	1.84%	\$924,512,500
1998	\$980,688,962	7.37%	\$966,234,023
1999	\$1,028,896,601	4.92%	\$1,008,230,029
2000	\$1,130,069,255	9.83%	\$1,127,796,166
2001	\$1,163,074,891	2.92%	\$1,198,432,091
2002	\$1,144,312,996	-1.61%	\$1,205,131,989
2003	\$1,313,933,803	14.82%	\$1,234,836,991
2004	\$1,297,452,185	-1.25%	\$1,261,423,837
2005	\$1,437,229,950	10.77%	\$1,425,762,453
2006	\$1,656,451,339	15.25%	\$1,561,372,278
2007	\$1,634,581,148	-1.32%	\$1,658,721,549
2008	\$1,814,312,603	11.00%	\$1,834,413,761
2009	\$1,602,571,656	-11.67%	\$1,716,127,716
2010	\$1,428,088,535	-10.89%	\$1,473,417,645
2011	\$1,517,092,423	6.23%	\$1,535,186,080

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 December 1, 2011, Alabama had received \$1,284,933,020. Annual receipts were as follows:

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

Alabama had a FY 2012 beginning balance of \$19,360,318 and projected receipts of \$97,408,261 for a total of \$116,768,639. The Alabama Legislature appropriated \$88,078,753 in tobacco revenue to be expended in FY 2012. In addition, \$10,718,511 that was statutorily allocated to the Department of Education will be transferred to the State General Fund (pursuant to Act No. 249 of the 2011 Regular Session) for a total of \$98,797,264 in tobacco revenue to be expended in FY 2012. Appropriations are as follows:

Children First Trust Fund:

Agency	Appropriation
Alcoholic Beverage Control Board	\$611,353
Department of Child Abuse and Neglect Prevention	2,436,340
Department of Forensic Sciences	487,269
Department of Human Resources	9,745,362
Juvenile Probation Services Fund	5,742,298
Medicaid Agency	1,705,438
Department of Mental Health and Mental Retardation	2,770,740
Multiple Needs Children's Fund	4,076,550
Department of Public Health	4,872,681
Department of Rehabilitation Services	243,634
Department of Youth Services	9,420,516
Total Appropriation	\$42,112,181

Tobacco Settlement Continued:

Other Tobacco Revenue:

Agency	Appropriation
Department of Children's Affairs	\$250,000
21st Century Debt Services	13,000,000
Senior Services Trust Fund	1,392,195
Alabama Medicaid Agency	29,236,085
Department of Senior Services - Medicaid Waiver	2,088,292
Total Other Tobacco Appropriation	\$45,966,572
State General Fund Transfer	\$10,718,511
Total Tobacco Revenue Appropriation	\$98,797,264

FEDERAL STIMULUS FUNDS
APPROPRIATED IN FY 2012

State General Fund

Department	Amount
Economic and Community Affairs	\$81,639,645
Conservation and Natural Resources	\$50,000
Environmental Management	\$23,000,00
Forestry Commission	\$4,762,664
Public Safety	\$483,717
Public Service Commission	\$388,657
Senior Services	\$258,225
Total	\$110,582,908

Education Trust Fund

Department	Amount
Universities ¹	\$4,708,336
Total	\$4,708,336

⁽¹⁾ Includes \$3,504,365 for Alabama State University and \$1,203,971 for the University of West Alabama.

ABC BOARD

DISTRIBUTION OF TAXES AND PROFITS IN FY 2010

State General Fund	\$82,405,369
Mental Health	14,809,047
Human Resources	49,103,026
Education Trust Fund	22,147,061
Local Governments	9,093,516
TOTAL*	\$177,558,019

*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 2012) \$69,452,779

AGRICULTURE AND INDUSTRIES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	12,010,515	38.00%
Agriculture Funds	10,000,000	31.64%
TOTAL STATE FUNDS	22,010,515	69.64%
FEDERAL & LOCAL		
Other Federal Funds	9,598,316	30.37%
TOTAL FEDERAL & LOCAL	9,598,316	30.37%
TOTAL APPROPRIATION	31,608,831	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.

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

	<u>2009 Acres Harvested</u>	<u>2009 Production</u>
Cotton (all)	338,000	480,000 bales
Hay	780,000	1.9 million tons
Peanuts	185,000	481,000 thousand lbs
Soybeans	345,000	9 million bushels
Wheat	115,000	6.3 million bushels
Corn (grain)	250,000	29 million bushels

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

ARCHIVES AND HISTORY

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	1,668,162	30.54%
Education Trust Fund	3,538,705	64.78%
Other	256,000	4.69%
TOTAL STATE FUNDS	5,462,867	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL APPROPRIATION	5,462,867	100.00%

*This amount does not include the FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$460.

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 30,698 visitors and 525 school tours with approximately 21,949 students for FY 2010. 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 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*, **	13,427,907	74.66%
General Fund – Consumer Protection	452,866	2.52%
General Fund – Consumer Utility Rate Hearing	188,638	1.05%
TOTAL STATE FUNDS	14,069,411	78.23%
FEDERAL & LOCAL	1,390,040	7.73%
MISCELLANEOUS	2,525,350	14.04%
TOTAL APPROPRIATION	17,984,801	100.00%

*This amount does not include the FY 2011 reversion eligible for reappropriation in FY 2012 in the amounts of \$518,033, \$4,975 and \$2,798 respectively.

**Includes \$5,000,000 conditional released.

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 and departments and municipalities. The Office also issues opinions on statutes and questions of law and may investigate and prosecute all civil actions and other proceedings necessary to protect the rights and interests of the state and of the consuming public of the state in consumer utility rate hearings.

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

- | | |
|-------------------------|---|
| Administrative Hearings | General Civil and Administrative Law |
| Administrative Services | Investigations |
| Capital Litigation | Law Enforcement Unit |
| Constitutional Defense | Medicaid Fraud Unit |
| Consumer Affairs | Opinions |
| Criminal Appeals | Public Corruption and White Collar Crimes |
| Environmental | Victim Assistance |
| Executive | Violent Crimes |
| Family Protection Unit | |

Selected types and number of cases worked on and/or presented in court for FY 2010 are as follows:

Attorney General Continued:

Consumer complaints received	4,590
Consumer complaints resolved	2,298
Savings to consumers	\$417,082
Medicaid Fraud (investigations)	153
Medicaid Fraud (indictments)	5
Medicaid Fraud (convictions)	1
Medicaid Fraud (recoveries)	\$5,272,034
Victim's hotline calls	2,084

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

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	272,754	1.29%
Education Trust Fund**	17,998,620	85.24%
TOTAL STATE FUNDS	18,271,374	86.54%
FEDERAL & LOCAL	2,842,739	13.46%
TOTAL APPROPRIATION	21,114,113	100.00%

*This amount does not include the FY 2011 reversion amount of \$18,700 eligible for reappropriation in FY 2012.

**This amount does not include the FY 2011 reversion amount of \$1,261,548 eligible for reappropriation in FY 2012.

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.

CONSERVATION AND NATURAL RESOURCES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
State General Fund	246,250	0.18%
Conservation Funds	87,058,702	62.53%
TOTAL STATE FUNDS	87,304,952	62.71%
FEDERAL & LOCAL	51,928,604	37.30%
TOTAL APPROPRIATION	139,233,556	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 2010
State park overall guest count	3,838,962
State park overnight guest count	1,035,101
Hunter education students	12,905
Number of deer harvested on management areas	3,697
Number of fish stocked in public waters	2,241,331
Number of fish kills investigated	14
Boats registered	248,061
Boating accidents investigated	90
Marine Police arrests	2,216
Marine Police warnings issued	3,968
Marine sanitation devices inspected	908
Coastal permit reviews	100

CORRECTIONS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	377,900,568	82.15%
Agricultural Fund	405,840	0.09%
Corrections Industries-Other Fund	27,362,214	5.95%
Drug Demand Fund	1,665,940	0.36%
Departmental Receipts	43,038,916	9.36%
TOTAL STATE FUNDS	450,373,478	97.90%
DOC MISCELLANEOUS & FEDERAL	9,654,720	2.10%
TOTAL APPROPRIATION	460,028,198	100.00%

* This amount does not include the FY 2011 reversion amount of \$3,632,277 eligible for reappropriation in FY 2012.

Prison population totaled 31,975 as of the end of September 2010 (including institutions, work release, work centers, supervised intensive restitution, and state prisoners in county jails and in other locations).

September 2010 Inmate Population by Sex and Race

	<u>Male</u>	<u>Female</u>
White	11,511 (39.1%)	1,574 (4.9%)
Black	17,889 (60.8%)	961 (3.0%)
Other	39 (0.1%)	1 (0.0%)

September 2010 Occupancy Rates

Major institutions	184.0%
Work release	203.3%
Work centers	251.2%
Average time served by inmates separated in September 2010	41 months
% of inmate population with previous AL incarceration as of September 2010	40.5%

Corrections Continued:

September 2010 Occupancy Rates Continued:

FY 2010 average annual maintenance cost per inmate	\$15,393
Death row inmates as of the end of September 2009	203
Total inmate population sentenced under the Habitual Offender Act as of September 2009	8,783 (27.5%)
Life without parole	550 (6.3% of habitual offenders)

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

	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 \$1,000, 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 \$2,000 or both	Not less than ten (10) years and not more than ninety-nine (99) years or life imprisonment in the state penitentiary and may include a fine not to exceed \$60,000.

Sentencing Ranges Under Habitual Offender:

Section 13A-5-9(a)

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

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

Corrections Continued:

Section 13A-5-9(b)

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

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

Section 13A-5-9(c)

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

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

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

Corrections Continued:

The options and guidelines for split sentencing are as follows.

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

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

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

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

INSTITUTE FOR DEAF AND BLIND

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund		
Adult Programs	9,595,674	11.46%
Children and Youth	27,786,733	33.18%
Industries for the Blind	8,176,735	9.76%
TOTAL STATE FUNDS	45,559,142	54.40%
FEDERAL & LOCAL	38,192,949	45.60%
TOTAL APPROPRIATION	83,752,091	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.

ALABAMA DEVELOPMENT OFFICE

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	3,062,838	78.28%
Departmental Receipts	350,000	8.95%
State General Fund – Alabama Film Commission	499,704	12.77%
TOTAL STATE FUNDS	3,912,542	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL APPROPRIATION	3,912,542	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$645,228.

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

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

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

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

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

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

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Alabama Development Office Continued:

PERFORMANCE INDICATORS	FY 2010
Trade partners linked	495
Recruitment projects worked	
New	155
Used	155

DISTRICT ATTORNEYS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	31,021,507	100.00%
TOTAL STATE FUNDS	31,021,507	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL APPROPRIATION**	31,021,507	100.00%

* This amount does not include the FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$329,220.

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

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

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

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

District attorneys do not make contributions from their salary to a retirement (or equivalent) fund. A supernumerary district attorney's salary and health insurance are paid like that of a district attorney – that is 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 47 supernumerary district attorneys.

ECONOMIC AND COMMUNITY AFFAIRS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	7,658,991	2.04%
TOTAL STATE FUNDS	7,658,991	2.04%
FEDERAL & LOCAL		
Federal Stimulus Funds – Est.	81,639,645	21.79%
Other Federal & Local Funds.	248,829,792	66.43%
TOTAL FEDERAL AND LOCAL	330,469,437	88.22%
OTHER**	36,452,395	9.73%
TOTAL APPROPRIATION	374,580,823	100.00%

* This amount does not include the FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$2,580,368.

**Includes interest from investments, administrative fees from surplus property, sales receipts from data processing and graphic arts services and internal transfers of federal funds from the various programs for administration.

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

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

ADECA Continued:

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

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

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

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

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

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

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

PERFORMANCE INDICATORS	FY 2010
Energy Management	
Workshops, energy audits, technical assistance and outreach events	2,203
Grants administered	115
Financial Services/Communications and Information	
Number of service requests	2,385
Number of deployed technologies	31
Law Enforcement	
Administrative management of grants awarded to subgrantees	290

ADECA Continued:

PERFORMANCE INDICATORS	FY 2010
Office of the Director	
CDBG grants funded	84
CDBG grants administered	173
Appalachian Regional Commission (ARC) projects awarded	46
Office of Workforce Development	
Training grants administered	316
Surplus Property	
Number of eligible entities served	990
Water Resources	
Number of Certificate of Use holders	1015
Number of FEMA Mapping Projects	35
Number of Community Assistance Visits (CAVs) in support of the National Flood Insurance Program (NFIP)	16

EDUCATION – DEPARTMENT OF

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund*, **	193,435,117	15.30%
Education Trust Fund-Transfer	1,691,487	0.13%
Driver Education & Training Fund	4,534,095	0.36%
Special Education Catastrophic Fund	2,500,000	0.20%
TOTAL STATE FUNDS	202,158,699	15.99%
FEDERAL & LOCAL	1,062,031,120	84.01%
TOTAL APPROPRIATION	264,189,819	100.00%

*This amount does not include the FY 2011 reversion amount eligible for reappropriation in FY 2012 in the amount of \$1,264,189,819.

** This amount does not include a \$5,000,000 conditional appropriation for AMSTI.

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

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

EDUCATION – K-12 FOUNDATION PROGRAM/LOCAL BOARDS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund*	3,618,255,882	82.78%
Public School Fund (est.)	170,532,864	3.90%
TOTAL STATE FUNDS	3,788,788,746	86.68%
FEDERAL AND LOCAL	582,392,742	13.32%
TOTAL APPROPRIATION	\$4,371,181,488	100.00%

*This amount does not include the conditional appropriation in the amount of \$20,000,000 for Other Current Expense.

Foundation Program (including \$3,821,028 for current units)	\$3,797,833,396
Salary Matrix Adjustment	0
Transportation Program	295,050,615
At-Risk Student Program	22,713,844
Board of Adjustment	623,226
Endowment Interest Program/Public School Fund	532,864
Capital Outlay Program/Public School Fund	170,000,000
School Nurses Program	30,306,721
Capital Outlay Program/Federal and Local Funds	50,527,902
Information Technology Coordinator	3,592,920
Total Appropriation	\$4,371,181,488

Education-Foundation Program/Local Boards Continued:

For the Salary Matrix and the estimated cost of a teacher unit for FY 2012 see page 7.

Fringe Benefit Rates

Teachers' Retirement System	10.00%
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 (2012)

Student materials	\$134.78	Per teacher unit
Textbooks	\$15.88	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	\$15,284.00	Per teacher unit
Mills of District Ad Valorem Tax equivalents required		10.00
Statewide Value of One Mill (as used in the FY 2012 Foundation Program)		\$53,186,484
Total Number of Teacher and Instructional Support Units Appropriated		47,363.85

Local Boards of Education

Number of local school boards	132
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Education-Foundation Program/Local Boards Continued:

Average daily membership K-12 Fall of 2010-11 school year	744,696.25
Number of certificated teachers Fall of 2010-11 school year (all sources of funds)*	46,074
Pupil-Teacher ratio	16.16
Total certificated personnel Fall of 2010-11 school year (all sources of funds)*	54,995
Pupil-certificated staff ratio	13.54
Total support personnel Fall of 2010-11 school year*	35,631

*Data provided by SDE LEAPS Report

EDUCATIONAL TELEVISION COMMISSION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund*	5,551,123	86.07%
TOTAL STATE FUNDS	5,551,123	86.07%
FEDERAL & LOCAL	898,721	13.93%
TOTAL APPROPRIATION	6,449,844	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$1,008.

Included within the FY 2012 ETF appropriation is a \$600,000 earmark for capital outlay.

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

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

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

ENVIRONMENTAL MANAGEMENT

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	4,257,705	2.52%
Other Funds	86,999,940	51.57%
TOTAL STATE FUNDS	91,257,645	54.09%
FEDERAL & LOCAL		
Federal Stimulus Funds, Est.	23,000,000	13.63%
Other Federal & Local Funds	54,438,373	32.27%
TOTAL FEDERAL AND LOCAL	77,438,373	45.90%
TOTAL APPROPRIATION	168,696,018	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 in order to help meet the goals of the Clean Water Act. The federal government, through the EPA, provides annual grant money which states are required to match at an 80:20 ratio in order to receive the full allotment of federal funds for the program. Since the inception of the Clean Water SRF in 1987 (loans first funded in 1989), 212 loans totaling \$995,977,670 have been funded.

Environmental Management Continued:

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), 129 loans totaling over \$352,517,100 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.

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 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	10,694,059	33.82%
Forestry Funds	7,219,812	22.83%
TOTAL STATE FUNDS	17,913,871	56.66%
FEDERAL & LOCAL		
Federal Stimulus Funds	4,762,664	15.06%
Federal and Local Funds	8,942,518	28.28%
TOTAL FEDERAL & LOCAL FUNDS	13,705,182	43.34%
TOTAL APPROPRIATION	\$31,619,053	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 2010
State-owned forests managed	16,000 acres
Number of wildfires suppressed	2,821
Acres of prescribed burns (AFC)	27,408

Statewide Forest Management Accomplishments:

Program	Landowners Assisted	Impact
Tree planting	207	9,996 acres
Stand management	4,003	182,839 acres
Timber stand improvements	216	8,347 acres
Firebreak plowing	471	656 miles
Stewardship forest plans	432	62,568 acres
New stewardship forests certified	136	42,873 acres

HIGHER EDUCATION, ALABAMA COMMISSION ON

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund*		
Planning and Coordination	2,815,512	12.25%
Student Financial Aid	5,282,042	22.98%
Support of Other Educational Activities	2,587,947	11.26%
Support of State Universities	5,250,840	22.84%
Resource Conservation and Development (RC&D)	716,400	3.12%
Soil and Water Conservation Committee	805,600	3.50%
Alabama Forestry Foundation		
Black Belt Initiative	200,000	0.87%
TOTAL STATE FUNDS*	17,658,341	76.81%
FEDERAL & LOCAL	5,331,313	23.19%
TOTAL APPROPRIATION	22,989,654	100.00%

*This amount does not include FY 2011 reversion eligible for appropriation in FY 2012 in the amount of \$2,276,273.

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 12 - \$2,815,512 ETF)

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

B. Student Financial Assistance Program
(FY 12 - \$5,282,042 ETF; \$8,867,355 total)

1. Alabama National Guard Educational Assistance Program - provides tuition assistance to guardsmen to pursue undergraduate and, to a limited extent, graduate degrees. (FY 10 - 704 awards, \$603 average award, total \$424,665) (FY 12 - \$583,645 ETF).

Higher Education Continued:

2. Alabama Student Assistance Program - state supported grant program designed to assist financially needy students. (FY 10 – 7,457 awards, \$698 average award, total \$5,204,129) (FY 12 - \$2,809,949 ETF).
 3. Alabama Student Grant Program - provides assistance for residents enrolled in independent, non-profit Alabama Colleges and Universities. (FY 10 – 7,217 awards, \$319 average award, total \$2,299,025) (FY 12 - \$1,688,510 ETF).
 4. Police Officers/Firefighters Survivor's Education Assistance Program - provides assistance for undergraduate study for dependents and spouses of police officers and firefighters killed, or totally disabled, in the line of duty. (FY 10 – 19 awards, \$5,554 average award, total \$105,521) (FY 12 - \$154,540 ETF).
 5. Chiropractic Scholarships – provides scholarship assistance to financially needy Alabama residents who are enrolled in accredited chiropractic colleges. (FY 10 – 11 awards, \$2,602 average award, total \$28,620) (FY 12 - \$21,400 ETF).
 6. Washington Center Internship Program – provides selected college students the chance to live and work in Washington D.C. for academic credit. (FY 12 - \$24,000 ETF).
- C. Support of Other Educational Activities Program
(FY 12 - \$2,587,947 ETF; \$4,258,947 total)
1. Southern Regional Education Board - includes funding for Minority Doctoral Scholars Program, Academic Common Market and various other scholarships (FY 12 - \$650,990 ETF).
 2. Statewide Computer-Based Articulation System – provides funds to Troy University for the development and operation of a statewide computer-based articulation system (FY 12 - \$390,486 ETF).
 3. Experimental Program to Stimulate Competitive Research (EPSCOR) - merit based programs sponsored by the state and various other entities to enhance the science and engineering research, education and technology capabilities of Alabama (FY 12 - \$1,190,717 ETF).
 4. Network of Alabama Academic Libraries (NAAL) - coordinates the sharing of Library resources supporting graduate education and research (FY 12 - \$313,800 ETF).
 5. School and University Partnership for Education Renewal Program (SUPER) – provides graduate-level professional development to grades 3-12 teachers (public and private), school librarians and administrators (FY 12 - \$41,954).
- D. Alabama Agricultural Land Grant Alliance Program
(FY 12 - \$5,250,840 ETF; \$5,325,840 total)

HIGHER EDUCATION SENIOR INSTITUTIONS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	1,045,428,649	18.76%
TOTAL STATE FUNDS	1,045,428,649	18.76%
FEDERAL AND LOCAL		
Federal Stimulus Funds	4,708,336	0.08%
Other Federal and Local Funds (includes tuition and fees)	4,522,944,695	81.16%
TOTAL FEDERAL & LOCAL	4,527,653,031	81.24%
TOTAL APPROPRIATION	5,573,081,680	100.00%

FY 2012 Appropriations by Institution

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal & Local</u>	<u>Total</u>
Alabama A&M University			
O&M	32,367,945	60,320,638	92,688,583
Other	5,427,434	58,256,230	63,683,664
Total	37,795,379	118,576,868	156,372,247
Alabama A&M / Miles College			
Total	269,422		269,422
Alabama State University			
O&M	42,611,872	69,862,137	112,474,009
Other		55,509,887	55,509,887
Federal Stimulus Funds		3,504,365	3,504,365
Total	42,611,872	128,876,389	171,488,261
University of Alabama System			
UAT O&M	145,123,239	385,473,402	530,596,641
UAB O&M	259,571,767	1,530,514,656	1,790,086,423
UAH O&M	43,240,587	75,881,199	119,121,786
Special Mental Health-UAB	3,406,977		3,406,977
UAB Cancer Center	5,052,527		5,052,527
Other	1,362,987	712,484,017	713,847,004
Total	457,758,084	2,704,353,274	3,162,111,358

Senior Institutions Continued:

FY 2012 Appropriations by Institution

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal & Local</u>	<u>Total</u>
Auburn University System			
AU O&M	160,059,693	391,800,943	551,860,636
AAES O&M	31,083,951	33,012,736	64,096,687
ACES O&M	32,476,409	24,627,679	57,104,088
AUM O&M	22,742,448	51,651,479	74,393,927
Other	1,220,964	306,239,084	307,460,048
Total	247,583,465	807,331,921	1,054,915,386
Athens State University			
O&M	11,448,918	16,901,761	28,350,679
Other	75,000	26,181,393	26,256,393
Total	115,523,918	43,083,154	54,607,072
Jacksonville State University			
O&M	36,043,099	64,594,091	100,637,190
Other	646,765	68,340,903	68,987,668
Total	36,689,864	132,934,994	169,624,858
University of Montevallo			
O&M	18,282,759	25,281,078	43,563,837
Other		14,263,838	14,263,838
Total	18,282,759	39,544,916	57,827,675
University of North Alabama			
O&M	25,796,342	44,052,765	69,849,107
Other		15,411,782	15,411,782
Total	25,796,342	59,464,547	85,260,889
University of South Alabama			
O&M	102,390,671	163,426,329	265,817,000
USA – Cancer Center	2,000,000		2,000,000
Other		82,840,585	82,840,585
Total	104,390,671	246,266,914	350,657,585

Senior Institutions Continued:

FY 2012 Appropriations by Institution

<u>Senior Institution</u>	<u>ETF</u>	<u>Federal & Local</u>	<u>Total</u>
Troy University			
O&M	46,106,826	202,263,817	248,370,643
Other	168,981	19,952,888	20,121,869
Total	46,275,807	222,216,705	268,492,512
University of West Alabama			
O&M	12,629,858	17,693,056	30,322,914
Other	888,795	6,106,322	6,995,117
Federal Stimulus Funds		1,203,971	1,203,971
Total	13,518,653	25,003,349	38,522,002
Knight v. Alabama			
Total	1,932,413		1,932,413
Alabama Innovation Fund			
USA -- Cancer Center	1,000,000		1,000,000
Grand Total	1,045,428,649	4,527,653,031	5,573,081,680

Federal & Local funds include Tuition and Fees.

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

HIGHER EDUCATION TWO-YEAR COLLEGE SYSTEM

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund		
Operations and Maintenance	272,452,704	24.99%
Prison Education	8,344,289	0.77%
Postsecondary Education		
Department	5,655,223	0.52%
Adult Education Program	12,823,901	1.18%
Special Populations Training	5,102,314	0.47%
Mine Safety Training Program	237,768	0.02%
Truck Driving Training	248,237	0.02%
Workforce Development	4,387,812	0.40%
Marion Military Institute	6,052,192	0.56%
Alabama Technology Network	4,680,370	0.43%
English as a Second Language	97,000	0.01%
TOTAL STATE FUNDS	320,081,810	29.36%
FEDERAL & LOCAL FUNDS (includes tuition and fees)	770,000,421	29.36%
TOTAL APPROPRIATION	1,090,082,231	100.00%

Higher Education-Two-Year College System Continued:

Institutions	Estimated FY 2012 O&M Allocation: ETF	Estimated FY 2012 Prison Ed Allocation	Total Estimated FY 2012 Allocation
Alabama Southern	6,573,719		6,573,719
Bevill	16,131,988		16,131,988
Bishop	14,632,792		14,632,792
Calhoun	19,783,355	809,178	20,592,533
Central Alabama	8,003,583		8,003,583
Chattahoochee	5,322,990		5,322,990
Drake	3,781,591		3,781,591
Enterprise-Ozark	8,637,913		8,637,913
Faulkner	9,939,843		9,939,843
Gadsden	22,571,771	559,562	23,131,333
Ingram	3,517,126	2,932,724	6,449,850
Jefferson Davis	4,926,196	934,898	5,861,094
Jefferson State	19,393,724		19,393,724
L.B.Wallace	6,956,796		6,956,796
Lawson	14,156,367	464,374	14,620,741
Northeast	6,255,160		6,255,160
Northwest-Shoals	11,083,948		11,083,948
Reid	4,141,837		4,141,837
Shelton	19,395,588		19,395,588
Snead	5,761,484		5,761,484
Southern Union	13,625,005		13,625,005
Trenholm	9,590,348		9,590,348
Wallace-Dothan	14,352,129	643,655	14,995,784
Wallace-Hanceville	15,552,701		15,552,701
Wallace-Selma	8,000,096		8,000,096
Marion Military	6,052,192		6,052,192
Alabama Therapeutic Education Facility		1,999,898	1,999,898
TOTAL	278,140,242	8,344,289	286,484,531

HISTORICAL COMMISSION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	2,573,132	21.63%
Other Departmental Receipts	7,392,404	62.13%
TOTAL STATE FUNDS	9,965,536	83.76%
FEDERAL & LOCAL	1,932,566	16.24%
TOTAL APPROPRIATION	11,898,102	100.00%

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

Visitors to properties maintained by the Historical Commission during FY 2009-2010:

Gaineswood	1,962
Fendall Hall	4,015
Confederate Park	9,036
Magnolia Grove	992
Fort Toulouse/Jackson	121,547
Fort Morgan	55,129
Belle Mont	1,121
Cahawba	37,870
State Capitol	12,007
Pond Spring (only grounds and out buildings open to groups by appointment)	166

HUMAN RESOURCES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	87,214,931	4.32%
Education Trust Fund	12,564,377	0.62%
Other	169,961,798	8.42%
TOTAL STATE FUNDS	269,741,106	13.37%
FEDERAL & LOCAL	1,748,451,114	86.63%
TOTAL APPROPRIATION	2,018,192,220	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 2011

Temporary Assistance to Needy Families - (TANF) families served (monthly average)	21,492
Adoption services – children placed	549
Child care for children – number of slots	30,080
Food assistance – households - (monthly average)	344,788
Value of food stamps - (monthly average per household)	\$299.05
 Average Monthly Payments (as of September 2010)	
TANF per case	\$190.28
Child care – payment per child	\$270.29
Foster Care Board – payment per child	\$408.34

INDUSTRIAL RELATIONS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	1,256,091	1.31%
Professional Employer Organization Registration Fund	90,427	0.09%
Employment Security Administration Fund	661,398	0.69%
State Abandon Mine Land Reclamation Fund	8,115,852	8.47%
Workers Compensation Administration Trust Fund	5,995,779	6.25%
TOTAL STATE FUNDS	16,119,547	16.81%
FEDERAL & LOCAL	79,741,183	83.19%
TOTAL APPROPRIATION	95,866,730	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$91.00.

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

PERFORMANCE INDICATORS	FY 2010
Unemployment Compensation	
Initial claims	360,254
Maximum weekly benefit amount payable	\$265
Minimum weekly benefit amount payable	\$45
Gross benefit paid	\$1,433,449,991
Unemployment Tax Contributions	
Number of employers	85,789
Balance of U.C. Trust Fund (as of 12/31/10)	(\$157,797,864)
Employment Service	
Number of individuals served	540,000
Number of new job openings received	88,700
Workers' Compensation Program	
Total compensation payments recorded	\$691,452,015
Maximum weekly compensation payable	\$740*
Minimum weekly compensation payable	\$204*
Mining and Reclamation	
Number of coal and non-coal mines inspected	2,792
Number of mining sites reclaimed	35

*Denotes actual number for calendar year 2010

INSURANCE DEPARTMENT

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Fire Marshal's Fund	719,161	4.02%
Examination Revolving Fund	6,461,248	36.08%
Insurance Department Fund	10,672,726	59.59%
Service Contract Fund	32,000	0.02%
Reduced Cigarette Ignition Propensity Standards and Firefighters Protection Fund	25,064	0.14%
TOTAL APPROPRIATION	17,910,199	100.00%

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 2010 receipts from the insurance premium tax were distributed as follows: \$219,942,718 to the State General Fund; \$31,040,583 to the Education Trust Fund; and \$4,525,338 to the Mental Health Trust Fund.

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

Insurance Department Continued:

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

Top Property & Casualty Insurers in Alabama				
Insurer	Premiums Written	Market Share	Premium Taxes Paid	Effective Premium Tax Rate
Alfa Mutual Ins. Co.	\$635,219,000	10.44%	\$9,223,156	1.45%
State Farm Mutual Automobile Ins. Co.	\$525,274,000	8.64%	\$12,253,434	2.35%
State Farm Fire & Casualty Ins. Co.	\$478,795,000	7.81%	\$11,335,209	2.35%
Allstate Ins. Co.	\$150,333,000	2.47%	\$4,872,704	3.27%
Progressive Specialty Ins. Co.	\$129,661,000	2.13%	\$3,143,007	2.46%
Allstate Property & Casualty Ins. Co.	\$120,666,000	1.98%	\$4,380,725	3.63%
United Services Automotive	\$116,894,000	1.92%	\$2,774,384	2.33%
Cincinnati Ins. Co. Assn.	\$100,637,000	1.65%	\$3,468,214	3.48%
Allstate Indemnity Co.	\$98,634,000	1.62%	\$3,482,195	3.55%
Auto Owners Insurance Co.	\$93,592,000	1.54%	\$2,652,174	2.97%

*The information above is for the 2010 calendar year.

MEDICAID

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	643,788,706	10.19%
Departmental Receipts and Intragovernmental Transfers	322,430,005	5.11%
Alabama Health Care Trust	314,700,000	4.98%
Certified Public Expenditures	497,150,537	7.87%
Drug Rebates	34,914,634	0.55%
Medicaid Trust Fund	30,941,523	0.49%
TOTAL STATE FUNDS	\$1,843,925,405	29.20%
FEDERAL & LOCAL	4,471,955,435	70.80%
TOTAL APPROPRIATION	6,315,880,840	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 68.54:77.98 in FY 2011. Medicaid provides no direct services but provides allowable reimbursement for covered services to those providing medical services to Medicaid eligible persons. Persons must fit into one of several categories and meet certain criteria before being determined Medicaid eligible. Eligibles include:

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

Medicaid Continued:

PERFORMANCE INDICATORS	FY 2011 Actual	FY 2012 Estimated
Number of Nursing Home Days		
Nursing home	6,214,316	5,993,851
Number of Claims		
Hospital Care		
Inpatient	170,227	179,730
Outpatient	1,367,056	1,203,898
Pharmacy	8,869,991	9,223,831
Physician	4,546,845	4,666,398
Health Support		
Eye exams	221,586	247,607
Eyeglasses	157,372	171,143
Child Screenings	750,598	731,907

DEPARTMENT OF MENTAL HEALTH

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	116,303,337	13.06%
Education Trust Fund	26,612,083	2.99%
Special Mental Health Trust Fund	189,232,396	21.26%
Other	6,711,610	0.75%
TOTAL STATE FUNDS	338,859,426	38.06%
FEDERAL & LOCAL	551,389,893	61.94%
TOTAL APPROPRIATION	890,249,319	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 2010
Mental Illness:	
Number of hospitals	6
Total bed capacity for state operated facilities	889
Number of children & adolescents served	23,909
Intellectual Disabilities:	
Number of people served in the community	6,175
Number served from waiting list	329
Number of people waiting for service	2,378
Number of people receiving employment supports	300
Substance Abuse (SA) Treatment Program:	
Number of people served in the treatment program	23,998
Number of people served in the prevention program	87,397
Number of counties that offer SA services	47

MILITARY DEPARTMENT AND ARMORY COMMISSION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Military Department Billeting Revolving Fund	659,001	0.97%
TOTAL STATE FUNDS	659,001	0.97%
FEDERAL & LOCAL	67,327,701	99.03%
TOTAL APPROPRIATION	67,986,702	100.00%

As of December 1, 2011, Alabama had:

 107 Army National Guard Units

 5 Air National Guard Units

 At least one National Guard unit in 62 counties

 Total National Guard Troop Force = 14,176

Since September 11, 2001, more than 13,000 Alabama Army and Air Guard personnel have been called to active duty.

OIL AND GAS BOARD

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	2,547,809	78.73%
Surety Bonds Deposits	20,000	0.61%
OGB Special Fund	668,495	20.66%
TOTAL STATE FUNDS	3,236,304	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL APPROPRIATION	3,236,304	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$344,151.

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 2010
Barrels of oil and condensate produced	\$7,000,000
Natural gas production (cubic ft.)	240 billion
Oil and Gas Severance Tax collections	\$85,522,092

PARDONS AND PAROLES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	29,434,232	74.14%
Probationer's Upkeep Fund	9,895,000	24.92%
TOTAL STATE FUNDS	39,329,232	99.06%
FEDERAL & LOCAL	300,000	0.94%
TOTAL APPROPRIATION	39,701,232	100.00%

*This amount does not include FY 2011 reversion available for reappropriation in FY 2012 in the amount of \$2,240,552.

PERFORMANCE INDICATORS	FY 2010
Parole consideration interviews	6,871
Paroles granted	2,097
Paroles denied	4,774
Parole violation hearings	1,333
Probation cases supervised	64,239
Parole cases supervised	9,527
Probation and parole cases supervised	1,366
Probation and parole cases supervised for other states	9,701
Probation and parole investigations completed	55,361
Pardons and/or restoration of civil and political rights granted	565
Streamlined Voting Rights	625
Number of field offices in state (including the one transition center)	63

PUBLIC HEALTH

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	56,285,836	6.43%
Education Trust Fund*	49,319,281	5.64%
Other	50,345,370	5.75%
TOTAL STATE FUNDS	155,950,487	17.82%
FEDERAL & LOCAL FUNDS	719,187,830	82.18%
TOTAL APPROPRIATION	875,138,317	100.00%

*This amount includes CHIP unencumbered balance brought forward from FY 2011.

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

PERFORMANCE INDICATORS	FY 2010
Family planning visits	218,421
Maternity patient visits	5,107
WIC participants (average per month)	145,001
STD visits	61,737
Food service inspections	51,433

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 2010
CHIP year-end enrollment	75,842

PUBLIC LIBRARY SERVICE

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Education Trust Fund	6,827,415	68.92%
TOTAL STATE FUNDS	6,827,415	68.92%
FEDERAL & LOCAL	3,079,210	31.08%
TOTAL APPROPRIATION	9,906,625	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
07-08	13,316,999	5,450,608	1.185
08-09	11,587,634	5,090,608	1.099
09-10	10,471,160	4,496,645	0.955
10-11	9,170,141	4,159,397	0.870
11-12	9,906,625	4,034,615	0.840

PUBLIC SAFETY

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	53,889,909	33.68%
ABI Fund	104,720	0.07%
AFIS Fund**	5,000,000	3.12%
Highway Traffic Safety Fund	22,500,000	14.06%
Motor Vehicle Replacement Fund	675,000	0.42%
Public Road and Bridge Fund	3,500,000	2.19%
Transfer from Public Road and Bridge Fund	25,000,000	15.62%
TOTAL STATE FUNDS	112,669,629	69.16%
FEDERAL & LOCAL		
Federal Stimulus Funds, Est.	483,717	0.30%
Federal & Local	48,870,379	30.54%
TOTAL FEDERAL & LOCAL	49,354,096	30.84%
TOTAL APPROPRIATION	160,023,728	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$2,289,818.

**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, Support Services, and Protective Services.

PERFORMANCE INDICATORS	FY 2010
Stolen vehicles recovered	98
Arrest tickets issued	540,693
Warning tickets issued	98,476
Polygraph exams conducted	182
Accidents investigated	30,604
Motorists assisted	21,005
Commercial vehicles inspected	37,404
Investigations conducted	1,118
Number of persons arrested	11,229
Overweight truck arrests	8,065
Marijuana plants seized or destroyed	25,172
Number of license issued	1,117,907
Drivers license exams conducted	212,149
Traffic fatalities	499
Assist to law enforcement agencies	3,046
Miles driven	16,394,914

PUBLIC SERVICE COMMISSION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Gas Pipeline Safety Funds	929,746	4.46%
Public Service Commission Funds	12,426,940	59.65%
Public Service Commission Fund-Transfer to State General Fund	6,323,000	30.35%
TOTAL STATE FUNDS	19,679,686	94.46%
FEDERAL & LOCAL		
Federal Stimulus Funds	388,657	1.87%
Other Federal & Local Funds	765,000	3.67%
TOTAL FEDERAL & LOCAL FUNDS	1,153,657	5.54%
TOTAL APPROPRIATION	20,833,343	100.00%

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

PERFORMANCE INDICATORS	FY 2010
Commission orders issued	1,012
Public hearings held	51
Report and recommended orders issued	5
Inspections:	
Power plants/gas systems	4
Telephone equipment	1,382
Gas pipeline safety	1,086
Railway track (miles) inspected	784
Units of rolling stock inspected	7,890
Railroad Records	436
Locomotives	98

RETIREMENT SYSTEMS

TEACHERS' RETIREMENT SYSTEM

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

As of 9/30/2010

Members	136,290
Retirees - includes DROP participants	77,428

See page 12 for employer contribution rate

EMPLOYEES' RETIREMENT SYSTEM

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

As of 9/30/2010

Members –excludes local employees	32,447
Retirees - includes DROP participants, excludes local retirees	20,771

See page 12 for employer contribution rate

Retirement System Continued:

JUDICIAL RETIREMENT SYSTEM

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

As of 9/30/2010

Members	338
Retirees and beneficiaries	323

See page 12 for employer contribution rate

REVENUE

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	168,814	.13%
Revenue Administrative Fund	127,030,000	97.59%
TOTAL STATE FUNDS	127,198,814	97.72%
FEDERAL & LOCAL	2,970,000	2.28%
TOTAL APPROPRIATION	130,168,814	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$10,781.

The Department of Revenue collected a total of \$8,605,319,640 in state taxes for the fiscal year ending September 30, 2011. A portion of this collection is appropriated from the Revenue Administrative Fund for the operation of the Department.

SECURITIES COMMISSION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Industrial Revenue Bond Notification Fund	10,000	0.09%
Sale of Checks Fund	40,000	0.34%
Securities Commission Fund	7,080,280	60.88%
Securities Commission Fund- Transfer to State General Fund	4,500,000	38.69%
TOTAL STATE FUNDS	11,630,280	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL APPROPRIATION	11,630,280	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 2010
Broker/Dealer agents licensed	114,271
Restricted Agents/Issuer licensed	221
Broker Dealers licensed	1,720
Investment Advisors licensed/notice filed	1,133
Investment Advisor Representatives licensed	4,885
Number of exemptions	8,538
Sale of checks licenses	119
Indictments obtained	19
Arrests made	13
Convictions obtained	9
Securities issued	23
Industrial Development Bond issues (IDB's)	13
Cases under review or investigation	447

SENIOR SERVICES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	4,660,583	4.19%
General Fund-Medicaid Waiver	8,192,579	7.36%
General Fund-SenioRx Alabama	1,904,626	1.71%
TOTAL STATE FUNDS	14,757,788	13.26%
FEDERAL & LOCAL		
Federal Stimulus Funds	258,225	0.23%
Other Federal & Local	96,314,616	86.51%
TOTAL FEDERAL & LOCAL	96,572,841	86.74%
TOTAL APPROPRIATION	111,330,629	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$873,041.

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 2010
Older persons served (unduplicated)	88,711
Congregate meals served	2,145,001
Home delivered meals served	1,936,556
Transportation	785,725 – Service Units
Legal assistance	15,235 – Service Units
SenioRx	FY 2010
Number of persons served (unduplicated)	8,619
Prescriptions submitted	51,729
Savings to Alabama seniors	\$23.6 million

TOURISM DEPARTMENT

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund Transfer	5,158,575	28.73%
Lodgings Tax	13,024,479	71.63%
TOTAL STATE FUNDS	18,183,054	100.00%
FEDERAL & LOCAL	0	0.00%
TOTAL	18,183,054	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 2010
Employment derived from tourist activity (full-time)	156,899 jobs
Income impact of tourist expenditures	\$3.6 billion
Tourism-generated tax revenue (state)	\$472.9 million
Tourism-generated tax revenue (local)	\$189.6 million
Estimated tourist expenditures	\$9 billion

Source: Auburn University Montgomery Center for Business and Economic Development.

TRANSPORTATION

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
Public Road and Bridge Fund	438,280,736	34.98%
Public Road and Bridge -- Transfer to Public Safety	3,500,000	0.28%
Airport Development Fund	31,320,681	2.50%
Public Road and Bridge – Transfer to Administrative Office of Courts	35,000,000	2.79%
Public Road and Bridge – Transfer to Public Safety in accordance with Constitutional Amendment 354	25,000,000	2.00%
TOTAL STATE FUNDS	533,101,417	42.54%
FEDERAL & LOCAL	720,000,000	57.46%
TOTAL APPROPRIATION	1,253,101,417	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 licenses; and interest income from Alabama Highway Authority and Industrial Access Road and Bridge Authority bonds. Within the Department, the Federal Aid Construction Program administers all Federal Aid Highway Funds made available to the state.

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

Transportation Continued:

US Department of Transportation: Federal Highway Administration
 Summary of Estimated Highway Apportionments as Authorized by SAFETEA-LU
 State of Alabama: FY 2008-FY 2010

Transportation Program	FY 2008	FY 2009	FY 2010	Grand Total
Interstate Maintenance	92,931,910	94,428,700	111,018,257	298,378,867
National Hwy. System	105,367,050	107,063,975	125,143,890	337,574,915
Surface Transportation Program	123,322,562	125,308,411	144,861,619	393,492,592
Bridge Replacement & Rehabilitation	72,047,390	73,207,858	72,731,371	217,986,619
Congestion Mitigation & Air Quality	8,636,175	8,775,237	10,137,908	27,549,320
Appalachian Development	29,235,269	29,235,269	117,500,000	175,970,538
Rec. Trails	1,681,466	1,787,673	1,489,691	4,958,830
Metropolitan Planning	2,884,796	2,930,666	2,930,666	8,746,128
Safety	22,817,304	23,261,263	28,488,605	74,567,172
Rail-Hwy. Crossings	4,409,492	4,409,492	4,368,644	13,187,648
Border Infrastructure	-	-	-	-
Safe Routes To School	1,920,686	2,401,698	2,738,816	7,061,200
High Priority Projects	55,067,440	55,067,440	-	110,134,880
Equity Bonus	238,263,203	238,249,523	165,825,732	642,338,458
Grand Total	758,584,745	766,127,206	787,235,219	2,311,947,170

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

UNIFIED JUDICIAL SYSTEM

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	103,882,346	60.73%
Advanced Technology and Data Exchange Fund	5,473,454	3.20%
Court Automation Fund	4,000,000	2.34%
Court Referral Officer Fund	6,575,921	3.84%
Transfer from Road & Bridge Fund	35,000,000	20.46%
Juvenile Probation Services Fund	5,742,298	3.36%
TOTAL STATE FUNDS	160,674,019	93.92%
FEDERAL & LOCAL	10,395,622	6.08%
TOTAL APPROPRIATION	171,069,641	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$435,437.

For FY 2012 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 any other court in the state. The Court has exclusive jurisdiction in appeals in civil cases in which the amount in controversy exceeds \$50,000; appeals from decisions of the Alabama Public Service Commission involving utility rates; appeals from disciplinary actions taken by the Alabama State Bar; petitions seeking extraordinary relief; and petitions relating to administrative matters of the Alabama State Bar. The Court may transfer to the Court of Civil Appeals any civil case appealed and within the jurisdiction of the Supreme Court, except certain specified cases.

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

The Court of Civil Appeals has original appellate jurisdiction in all civil appeals where the amount in controversy does not exceed \$50,000, all appeals from administrative agencies other than the Alabama Public Service Commission, all appeals in Workers' Compensation cases, and all appeals in domestic relations cases. The Supreme Court may transfer to the Court of Civil Appeals any civil case appealed to the Supreme Court, with certain exceptions.

Unified Judicial System Continued:

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

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

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

Circuit Judges

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

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

FY 2003 and thereafter - \$1,000 more than the maximum paid an Attorney IV on the effective date of the act. The Act further provided, however, that the salaries of circuit judges shall not be increased above the amounts provided by the Investment In Justice Act as a result of any increases in the salaries of Attorneys IV which occur after June 10, 1999.

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

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

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

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

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

Unified Judicial System Continued:

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

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

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

Judicial State Salaries Ranges
(including bench experience) are:

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

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

The salary of Circuit and District Clerks is linked to the salary schedule of the Assistant Clerk of the Court of Criminal Appeals (except as provided for by Act 2000-611 which prohibited circuit clerks from receiving the 2% cost-of-living adjustment effective in fiscal years 2001 and 2002). For FY 2012, the salary range is \$69,098 to \$105,403 depending upon years of service, for those who take office for the first time on or after January 18, 1999. For those who were in office before January 18, 1999, the salary is \$105,403.

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

VETERANS AFFAIRS

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund*	2,451,540	3.01%
Education Trust Fund**	19,290,716	23.65%
Veterans' Assistance Fund	31,834,836	39.03%
TOTAL STATE FUNDS	53,577,092	65.69%
VETERAN'S HOME TRUST TRANSFER	27,984,536	34.31%
TOTAL APPROPRIATION	81,561,628	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$51,038.

**This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$599,378.

The Department of Veterans Affairs assists 415,000 living veterans and their dependents throughout the state's 79 offices. The Department also administers the Alabama G.I. and Dependents Educational Benefit Act. As part of administering these acts, the Department receives an open-ended appropriation from the Education Trust Fund (ETF), pursuant to Section 31-6-15 of the Code of Alabama 1975. The Department is appropriated from the ETF an amount "as may be necessary" to reimburse Alabama educational institutions for educational benefits provided to qualified veterans.

PERFORMANCE INDICATORS	FY 2010
Compensation & pension claims filed	42,451
Medical claims filed	5,799
Insurance claims filed	397
Educational claims filed (state and federal)	4,047
Original educational benefit certificates issued	2,317
Supplemental certificates issued	1,300

The Department of Veterans Affairs and the State Board of Veterans Affairs supervises the operations of the 150 bed Bill Nichols State Veterans Home in Alexander City, Alabama, the 150 bed William F. Green State Veterans Home in Bay Minette, Alabama and the 150 bed Floyd "Tut" Fan State Veterans Home in Huntsville, Alabama. These facilities are operated with state, patient and federal per diem funds. The Department is also planning on constructing a fourth veterans' home in Pell City, Alabama. This will be a 260 bed facility, with 80 beds reserved for veterans requiring assisted living-type care, and 180 beds reserved for veterans requiring skilled nursing care (the type provided at the other three homes).

	<u>Effective 10-1-10</u>
Daily housing rate	\$174.00
Federal per diem	(77.53)
State per diem	<u>(84.83)</u>
Out-of-pocket expense by veterans	\$11.64

YOUTH SERVICES

FY 2012 APPROPRIATION	TOTAL	% OF TOTAL
STATE FUNDS		
General Fund	10,950,146	11.86%
Education Trust Fund*	58,146,613	62.97%
TOTAL STATE FUNDS	69,096,759	74.82%
FEDERAL & LOCAL	23,249,689	25.18%
TOTAL APPROPRIATION	92,346,448	100.00%

*This amount does not include FY 2011 reversion eligible for reappropriation in FY 2012 in the amount of \$379,012.

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

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

Facilities include:

4 state operated institutional units	474 bed capacity
1 state operated short-term programs	78 bed capacity
4 state operated group homes	49 bed capacity
13 contracts with private facilities	232 bed capacity

1,960 youth were committed to DYS in FY 2010 for treatment and rehabilitation from approximately 24,638 cases referred to the Alabama Juvenile Court System.

The Department has budgeted operating expenses at \$171 per day (\$62,415 per year) at the traditional state operated training school institutions and \$105 per day (\$38,325 per year) at the group homes. The operating expense for DYS short-term programs is \$136 per day (\$49,640 per year). Private placement costs range from \$93 to \$190 per day depending upon level of service.

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