

***PUBLIC PROTECTION
AND GENERAL
GOVERNMENT***

DIVISION OF ALCOHOLIC BEVERAGE CONTROL

MISSION

The Division of Alcoholic Beverage Control (ABC) regulates and controls the manufacture, sale and distribution of alcoholic beverages within the State. The Division issues and renews licenses and permits to manufacturers, distributors, wholesalers and retailers; works with local law enforcement agencies to ensure compliance with the ABC Law; and regulates trade and credit practices for the sale and distribution of alcoholic beverages by such actions as registering brand labels and controlling wholesale and retail prices.

ORGANIZATION AND STAFFING

The Division maintains offices in New York City, Albany, Syracuse and Buffalo. The Division will have a workforce of 196 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2001-02, a total of nearly \$13.7 million in special revenue funding will support the Division.

PROGRAM HIGHLIGHTS

Staff assigned to the Licensing Program are responsible for the timely processing of the permits and licenses required by the Alcoholic Beverage Control Law. The Division has installed modern computer and imaging systems to re-engineer and automate the licensing process. These improvements have reduced processing time, contained operating costs and accelerated revenue collections.

In cooperation with local law enforcement agencies, staff of the Compliance Program ensure that regulated parties comply with the Law. The Division investigates and holds administrative hearings on complaints against permit and license holders. Penalties, ranging from warnings to license suspension and revocation, are imposed for violations.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	14,300,900	13,664,000	(636,900)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>14,300,900</u>	<u>13,664,000</u>	<u>(636,900)</u>	<u>0</u>

ALCOHOLIC BEVERAGE CONTROL

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
Special Revenue Funds - Other	27	26	(1)
Compliance			
Special Revenue Funds - Other	85	83	(2)
Licensing and Wholesaler Services			
Special Revenue Funds - Other	96	87	(9)
Total	<u>208</u>	<u>196</u>	<u>(12)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Special Revenue Funds - Other	14,300,900	13,664,000	(636,900)
Total	14,300,900	<u>13,664,000</u>	<u>(636,900)</u>

Adjustments:			
Transfer(s) From			
Special Pay Bill			
Special Revenue Funds - Other		(968,000)	
Appropriated 2000-01		<u>13,332,900</u>	

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	3,466,105	3,200,000	(266,105)
Compliance			
Special Revenue Funds - Other	5,605,793	5,682,000	76,207
Licensing and Wholesaler Services			
Special Revenue Funds - Other	5,229,002	4,782,000	(447,002)
Total	<u>14,300,900</u>	<u>13,664,000</u>	<u>(636,900)</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	3,200,000	(266,105)	1,347,000	(94,205)
Compliance	5,682,000	76,207	3,755,000	4,307
Licensing and Wholesaler Services	4,782,000	(447,002)	3,182,000	(369,702)
Total	<u>13,664,000</u>	<u>(636,900)</u>	<u>8,284,000</u>	<u>(459,600)</u>

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Administration	1,853,000	(171,900)
Compliance	1,927,000	71,900
Licensing and Wholesaler Services	1,600,000	(77,300)
Total	<u>5,380,000</u>	<u>(177,300)</u>

DEPARTMENT OF AUDIT AND CONTROL

MISSION

The Department of Audit and Control was created in 1926 and is headed by the State Comptroller, who is elected by the people. The Department is responsible for paying the State's bills and payrolls; verifying all financial transactions of the State; reviewing the financial and management practices of State agencies; supervising the fiscal affairs of local governments; investing State funds and issuing bonds and notes; and administering the retirement program for State and most local government employees.

ORGANIZATION AND STAFFING

The Department of Audit and Control is organized into 10 programs, with its main office in Albany and regional offices in New York City, Buffalo, Rochester, Syracuse, Binghamton, Glens Falls and Hauppauge. These regional offices function primarily as decentralized audit centers, providing financial review of the accounting of revenues collected and expenses incurred by counties, cities, towns and villages, school and fire districts, and quasi-governmental entities. The Department will have a workforce of 2,331 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The operating expenses of the Department are funded primarily with State tax dollars from the General Fund and with revenues from the Employee Retirement Systems. The Executive Budget recommends \$199.7 million for the Department's State Operations budget, including \$127.4 million, or 64 percent, in General Fund support. This portion of the Department's budget includes additional funding of approximately \$16 million for the operation of the payroll system and other systems-related increases, and \$2.9 million for real estate leases and for the start-up expenses of the Department's new headquarters building in Albany.

Another 33 percent of the Department's State Operations budget will be supported in 2001-02 with the recommended \$64.9 million in funding from the Retirement Systems. A current year deficiency of \$3.2 million for the Retirement System to address unanticipated workload increases resulting from recent statutory changes is also recommended. The remaining 3 percent of this budget will be funded with:

- \$4.3 million in payments made by the City of New York and certain businesses, which support the Department's costs associated with overseeing City finances and with administering an account related to oil spill cleanups;
- \$1.3 million in charges to the Retirement Systems for the Department's staff and other costs related to administering an internal auditing program; and
- \$1.8 million from increased investment earnings, which will finance checking and direct deposit costs of State government. A current year deficiency of \$420,000 to meet unanticipated costs is also recommended.

The General Municipal Law provides special accidental death benefits for the survivors of police and paid firefighters who have died from accidents sustained in the performance of duty. The Executive Budget recommendation includes \$20.9 million to fund the State's share of these benefits, an increase of \$900,000 over 2000-01.

PROGRAM HIGHLIGHTS

- The Executive Direction, Legal Services, and Administrative and Data Processing Services programs are responsible for the public information, internal audit, fiscal research, data processing, financial administration, legal, office services, management analysis and human resource functions of the Department.
- The Payroll and Revenue Services program conducts pre-audits of the State payroll and manages two statewide revenue programs. Staff assigned to this program administer the Abandoned Property Law, which requires the timely transfer of abandoned property to the State from holders of the property, notification of the legal owners of the property and payment of all valid claims. Program staff also process revenues generated by the local courts and by the sale of licenses for bingo and games of chance. These revenues are deposited in the Justice Court Fund and are subsequently distributed to the State and localities to which the funds are owed.
- The Management Audit and State Financial Services program audits all State agency, State public authority and New York City government programs to evaluate their effectiveness and efficiency. Staff assigned to this program also conduct a pre-audit of all non-payroll State expenditures. In this capacity, the Department acts as the State's bookkeeper, recording all collected revenues in the appropriate accounts, and posting all payments. The Higher Education Services Corporation and the departments of Labor and Civil Service fund on-site auditors who monitor selected activities of those agencies.
- The Municipal Affairs program examines and standardizes fiscal reports and accounts of all governmental and quasi-governmental entities within the State, and monitors and makes recommendations on the fiscal condition of municipalities. Staff also audit school districts and boards of cooperative education, with a portion of these costs funded by the State Education Department.
- The Office of the State Deputy Comptroller for the City of New York assists the New York State Financial Control Board in carrying out and exercising the responsibilities assigned, and powers granted, to the Board by the Financial Emergency Act for the City of New York.
- The State Retirement program administers the State Retirement Systems, consisting of the Employees' Retirement System, the Police and Fire Retirement System, and the Public Employees' Group Life Insurance Plan. Currently, there are about 2,860 participating government employers, 604,500 active and vested members and approximately 294,800 pensioners and their beneficiaries.
- The Investments and Cash Management program, in addition to overseeing the assets of the Retirement Systems, issues general obligation debt, invests short-term moneys for the State and local governments and selects financial institutions to provide banking services to the State.
- Under Chapter 845 of the Laws of 1977, the Comptroller administers the New York State Environmental Protection and Oil Spill Compensation Fund. Costs associated with cleaning up oil spills are paid from the fund upon certification of the Commissioner of Environmental Conservation. Moneys in this fund consist of receipts from a fee levied on each barrel of petroleum shipped into the State.

AUDIT AND CONTROL

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	173,982,100	199,686,400	25,704,300	0
Aid To Localities	20,014,000	20,902,000	888,000	0
Capital Projects	0	0	0	0
Total	<u>193,996,100</u>	<u>220,588,400</u>	<u>26,592,300</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administrative and Data Processing Services Program			
General Fund	286	312	26
Environmental Protection and Spill Compensation			
Special Revenue Funds - Other	6	6	0
Executive Direction			
General Fund	36	36	0
Internal Service Funds	13	13	0
Investments and Cash Management			
General Fund	11	11	0
Pension Trust Funds	45	45	0
Legal Services			
General Fund	35	35	0
Management Audit and State Financial Services			
General Fund	516	521	5
Special Revenue Funds - Federal	9	9	0
Internal Service Funds	13	13	0
Municipal Affairs			
General Fund	212	212	0
Payroll and Revenue Services			
General Fund	339	353	14
Office of the Special Deputy Comptroller for New York City			
Special Revenue Funds - Other	31	31	0
State Retirement			
Pension Trust Funds	<u>734</u>	<u>734</u>	<u>0</u>
Total	<u>2,286</u>	<u>2,331</u>	<u>45</u>

AUDIT AND CONTROL

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	106,625,400	127,433,200	20,807,800
Special Revenue Funds - Other	4,314,800	4,225,600	(89,200)
Internal Service Funds	3,074,300	3,090,500	16,200
Fiduciary Funds	<u>59,967,600</u>	<u>64,937,100</u>	<u>4,969,500</u>
Total	<u>173,982,100</u>	<u>199,686,400</u>	<u>25,704,300</u>

Adjustments:

Recommended Deficiency			
Audit and Control, Department of			
Internal Service Funds	(420,000)		
Pension Trust Funds	(3,159,600)		
Transfer(s) From			
Special Pay Bill			
General Fund	(6,382,000)		
Special Revenue Funds - Other	(295,000)		
Internal Service Funds	(86,000)		
Pension Trust Funds	<u>(3,190,000)</u>		
Appropriated 2000-01	<u>160,449,500</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administrative and Data Processing Services Program			
General Fund	30,819,700	38,348,600	7,528,900
Environmental Protection and Spill Compensation			
Special Revenue Funds - Other	657,100	624,600	(32,500)
Executive Direction			
General Fund	3,090,500	3,283,800	193,300
Internal Service Funds	1,344,300	1,305,500	(38,800)
Investments and Cash Management			
General Fund	1,268,300	1,373,800	105,500
Internal Service Funds	1,730,000	1,785,000	55,000
Fiduciary Funds	5,404,500	5,652,200	247,700
Legal Services			
General Fund	2,655,200	2,789,500	134,300
Management Audit and State Financial Services			
General Fund	28,998,900	29,364,400	365,500
Municipal Affairs			
General Fund	13,535,900	13,330,100	(205,800)
Payroll and Revenue Services			
General Fund	26,256,900	38,943,000	12,686,100
Office of the Special Deputy Comptroller for New York City			
Special Revenue Funds - Other	3,657,700	3,601,000	(56,700)
State Retirement			
Pension Trust Funds	<u>54,563,100</u>	<u>59,284,900</u>	<u>4,721,800</u>
Total	<u>173,982,100</u>	<u>199,686,400</u>	<u>25,704,300</u>

AUDIT AND CONTROL

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administrative and Data Processing Services Program	15,871,500	2,229,100	15,819,700	2,229,100
Executive Direction	2,590,200	193,300	2,573,900	193,300
Investments and Cash Management	862,400	105,500	862,400	105,500
Legal Services	2,772,300	134,300	2,759,900	134,300
Management Audit and State Financial Services	26,617,800	(399,500)	26,465,800	(399,500)
Municipal Affairs	12,271,100	(405,800)	12,252,100	(405,800)
Payroll and Revenue Services	15,148,500	1,186,100	14,221,700	1,186,100
Total	76,133,800	3,043,000	74,955,500	3,043,000

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Administrative and Data Processing Services Program	11,600	0	40,200	0
Executive Direction	16,300	0	0	0
Investments and Cash Management	0	0	0	0
Legal Services	0	0	12,400	0
Management Audit and State Financial Services	92,300	0	59,700	0
Municipal Affairs	0	0	19,000	0
Payroll and Revenue Services	424,400	0	502,400	0
Total	544,600	0	633,700	0

AUDIT AND CONTROL

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administrative and Data Processing				
Services Program	22,477,100	5,299,800	663,100	0
Executive Direction	693,600	0	15,600	0
Investments and Cash Management	511,400	0	5,700	0
Legal Services	17,200	0	5,000	0
Management Audit and State Financial				
Services	2,746,600	765,000	21,000	0
Municipal Affairs	1,059,000	200,000	33,500	0
Payroll and Revenue Services	23,794,500	11,500,000	68,600	0
Total	<u>51,299,400</u>	<u>17,764,800</u>	<u>812,500</u>	<u>0</u>
Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administrative and Data Processing				
Services Program	20,600	0	21,734,700	5,299,800
Executive Direction	21,900	0	599,300	0
Investments and Cash Management	6,400	0	498,500	0
Legal Services	2,200	0	5,000	0
Management Audit and State Financial				
Services	240,300	0	2,473,550	765,000
Municipal Affairs	404,800	0	616,500	200,000
Payroll and Revenue Services	89,400	0	23,620,750	11,500,000
Total	<u>785,600</u>	<u>0</u>	<u>49,548,300</u>	<u>17,764,800</u>
Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administrative and Data Processing				
Services Program	58,700	0	0	0
Executive Direction	2,800	0	54,000	0
Investments and Cash Management	800	0	0	0
Legal Services	5,000	0	0	0
Management Audit and State Financial				
Services	11,750	0	0	0
Municipal Affairs	4,200	0	0	0
Payroll and Revenue Services	15,750	0	0	0
Total	<u>99,000</u>	<u>0</u>	<u>54,000</u>	<u>0</u>

AUDIT AND CONTROL

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Environmental Protection and Spill Compensation	624,600	(32,500)	304,400	(27,500)
Executive Direction	1,305,500	(38,800)	913,500	(39,600)
Investments and Cash Management	7,437,200	302,700	3,251,000	156,600
Office of the Special Deputy Comptroller for New York City	3,601,000	(56,700)	2,532,500	(69,200)
State Retirement	59,284,900	4,721,800	30,942,500	1,822,600
Total	72,253,200	4,896,500	37,943,900	1,842,900

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Environmental Protection and Spill Compensation	320,200	(5,000)
Executive Direction	392,000	800
Investments and Cash Management	4,186,200	146,100
Office of the Special Deputy Comptroller for New York City	1,068,500	12,500
State Retirement	28,342,400	2,899,200
Total	34,309,300	3,053,600

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	20,014,000	20,902,000	888,000
Total	20,014,000	20,902,000	888,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Management Audit and State Financial Services			
General Fund	20,014,000	20,902,000	888,000
Total	20,014,000	20,902,000	888,000

BANKING DEPARTMENT

MISSION

The Banking Department is charged with protecting the public interest and promoting a desirable business climate by regulating and supervising approximately 3,200 State-chartered banking institutions with total assets of approximately \$1.9 trillion. In carrying out this responsibility, the Department approves acquisitions, branch expansions, mergers and other forms of consolidation. It also levies fines, orders cessation of unsound financial practices and replaces management as needed. In addition, the Department is authorized to take possession of failing institutions and to operate or liquidate them for the benefit of depositors and creditors. In exercising this oversight function, the Banking Department maintains the highest standards to assure the continued safety and soundness of, and the full public confidence in, the institutions supervised. By dealing decisively with institutions that are not in compliance with banking laws and regulations, or cases of malfeasance, the Department promotes a desirable business climate for all financial institutions operating in New York State.

ORGANIZATION AND STAFFING

The Superintendent of Banks, appointed by the Governor, directs the Department. The Superintendent is also the Chair of the 17-member Banking Board, a quasi-legislative body which regulates the conduct of banking in the State. Members of the Board are appointed by the Governor with the consent of the Senate. They receive travel reimbursement but are not otherwise compensated. The Department maintains offices in Albany, New York City, Syracuse, London, and Tokyo. The Banking Department will have a workforce of 599 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Banking Department is entirely supported by fees charged to regulated financial institutions and organizations. The Budget recommends \$67.3 million for the Department.

PROGRAM HIGHLIGHTS

To ensure the safety and soundness of banking institutions, the Department monitors these institutions to identify problems and works with management to promptly solve them. This responsibility is carried out through annual on-site examinations of most State-chartered institutions, the regular review of institutional financial reports and periodic site visits.

To ensure that State-chartered banking institutions are complying with State laws and regulations and that no individuals are unfairly denied credit, Department employees conduct consumer compliance examinations and resolve consumer complaints. Other staff monitor whether institutions are helping to meet the credit needs of, and providing banking services to, local communities as required by the State Community Reinvestment Act.

Additionally, the Department's fair but firm approach to criminal banking activities protects the public and provides support to institutions that do abide by applicable laws and regulations. Lastly, the Department continues to review its internal programs, policies, and procedures in order to eliminate inefficiencies, respond to the changing environment for financial services and promote a strong and healthy financial services industry.

BANKING

The Holocaust Claims Processing Office, established in 1997, assists Holocaust survivors and their heirs in their search for assets that have been withheld by banks and insurance companies.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	66,936,500	67,263,000	326,500	1,700,000
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>66,936,500</u>	<u>67,263,000</u>	<u>326,500</u>	<u>1,700,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01 Estimated FTEs 03/31/01	2001-02 Estimated FTEs 03/31/02	FTE Change
Administration			
Special Revenue Funds - Other	64	64	0
Analysis and Compliance			
Special Revenue Funds - Other	38	38	0
Regulation			
Special Revenue Funds - Other	517	497	(20)
Total	<u>619</u>	<u>599</u>	<u>(20)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
Special Revenue Funds - Other	64,236,500	64,563,000	326,500
Fiduciary Funds	2,700,000	2,700,000	0
Total	<u>66,936,500</u>	<u>67,263,000</u>	<u>326,500</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
Special Revenue Funds - Other		(4,528,000)	
Appropriated 2000-01	<u>62,408,500</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	5,756,400	5,828,000	71,600
Fiduciary Funds	2,700,000	2,700,000	0
Analysis and Compliance			
Special Revenue Funds - Other	3,329,800	3,502,000	172,200
Regulation			
Special Revenue Funds - Other	<u>55,150,300</u>	<u>55,233,000</u>	<u>82,700</u>
Total	<u>66,936,500</u>	<u>67,263,000</u>	<u>326,500</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	8,528,000	71,600	3,878,000	(17,600)
Analysis and Compliance	3,502,000	172,200	2,431,000	96,400
Regulation	<u>55,233,000</u>	<u>82,700</u>	<u>33,177,000</u>	<u>(1,398,200)</u>
Total	<u>67,263,000</u>	<u>326,500</u>	<u>39,486,000</u>	<u>(1,319,400)</u>
<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	4,650,000	89,200	0	0
Analysis and Compliance	1,071,000	75,800	0	0
Regulation	<u>21,077,000</u>	<u>1,480,300</u>	<u>979,000</u>	<u>600</u>
Total	<u>26,798,000</u>	<u>1,645,300</u>	<u>979,000</u>	<u>600</u>

DIVISION OF THE BUDGET

MISSION

The Governor is responsible under the State Constitution for the preparation and execution of the State's expenditure and revenue plans. The Division of the Budget prepares a proposed budget under the Governor's direction and executes the budget as adopted by the Legislature. The Division also serves as the Governor's primary advisor on such fiscal matters as local government and public authority finances.

ORGANIZATION AND STAFFING

Headed by the Director of the Budget, the Division is located in Albany. The Division's workforce is supported through both the General Fund and Special Revenues.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The recommended General Fund appropriation for 2001-02 of \$31.4 million will fund the Budget Division's basic operations, including completing the full implementation of the Integrated Budgeting System.

PROGRAM HIGHLIGHTS

The Division's activities include:

- Establishing budget policy and agency direction;
- Providing fiscal policy advice in revenue and expenditure forecasting, budget process management and intergovernmental relations; and
- Coordinating the development and execution of State agency programs and budgets.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available	Appropriations	Change	Reappropriations
	2000-01	Recommended 2001-02		Recommended 2001-02
State Operations	42,781,000	41,031,000	(1,750,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	42,781,000	41,031,000	(1,750,000)	0

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01	2001-02	FTE Change
	Estimated FTEs 03/31/01	Estimated FTEs 03/31/02	
Budget Division			
General Fund	350	350	0
Special Revenue Funds - Other	10	10	0
Total	360	360	0

BUDGET

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Budget Division			
General Fund	33,104,000	31,354,000	(1,750,000)
Special Revenue Funds - Other	8,227,000	8,227,000	0
Internal Service Funds	1,300,000	1,300,000	0
Nonexpendable Trust Funds	150,000	150,000	0
Total	<u>42,781,000</u>	<u>41,031,000</u>	<u>(1,750,000)</u>

CAPITAL DEFENDER OFFICE

MISSION

The Capital Defender Office, which has been in operation since September 1, 1995, is authorized to defend any indigent person charged with a capital crime. With the restoration of the death penalty, persons convicted of first-degree murder may be sentenced to death by lethal injection, life imprisonment without parole, or 20 to 25 years in prison. To be sentenced to death, a person must be found guilty of first-degree murder which includes the killing of a police officer, killing for hire, and certain other heinous murders.

ORGANIZATION AND STAFFING

A three-member board oversees the work of the Capital Defender Office. The Board members are appointed, one each by the Temporary President of the Senate, the Speaker of the Assembly and the Chief Judge of the Court of Appeals. The Office has a staff of 71 located in a central office in New York City and regional offices in Albany and Rochester.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

A total of \$14.7 million in State tax dollars is recommended to fund death penalty defense costs in 2001-02. This will support the agency's staff attorneys, investigators and experts as well as legal aid societies and private attorneys appointed to represent indigent defendants in capital cases.

PROGRAM HIGHLIGHTS

The purpose of the Capital Defender Office is to ensure that offenders who face the death penalty receive the full legal protection to which they are entitled under law. The Capital Defender Office is required to provide legal, investigative and expert services to indigent defendants charged with crimes eligible for the death penalty. Since not all defendants in capital cases will be represented by the Office, the law also requires the agency to set minimum standards for lawyers appointed to defend such cases, provide training and assistance to these attorneys and provide judges with lists of qualified lawyers.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	15,546,500	14,706,000	(840,500)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>15,546,500</u>	<u>14,706,000</u>	<u>(840,500)</u>	<u>0</u>

CAPITAL DEFENDER

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Capital Defense			
General Fund	75	71	(4)
Total	<u>75</u>	<u>71</u>	<u>(4)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	15,546,500	14,706,000	(840,500)
Total	<u>15,546,500</u>	<u>14,706,000</u>	<u>(840,500)</u>

Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(349,000)		
Appropriated 2000-01	<u>15,197,500</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Capital Defense			
General Fund	15,546,500	14,706,000	(840,500)
Total	<u>15,546,500</u>	<u>14,706,000</u>	<u>(840,500)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Capital Defense	4,980,000	(53,700)	4,891,000	(53,700)
Total	<u>4,980,000</u>	<u>(53,700)</u>	<u>4,891,000</u>	<u>(53,700)</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>
Capital Defense	89,000	0
Total	<u>89,000</u>	<u>0</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Capital Defense	9,726,000	(786,800)	176,000	(4,400)
Total	9,726,000	(786,800)	176,000	(4,400)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Capital Defense	296,000	(8,200)	2,094,000	76,300
Total	296,000	(8,200)	2,094,000	76,300

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Capital Defense	150,000	(4,700)	7,010,000	(845,800)
Total	150,000	(4,700)	7,010,000	(845,800)

DEPARTMENT OF CIVIL SERVICE

MISSION

In accordance with the Civil Service Law, the Department of Civil Service is charged with providing human resource management services to State and local governments.

ORGANIZATION AND STAFFING

Under the direction of a Commissioner nominated by the Governor, the Department is based in Albany. The Civil Service Commission, consisting of the Commissioner, who serves as its President, and two Commissioners appointed by the Governor, is an appellate body responsible for reviewing determinations of the Department and the Director of Classification and Compensation. The Department will have a workforce of 673 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Department is funded in part with tax dollars from the General Fund that support 42 percent of the agency's operations. The remaining 58 percent of its operations are funded with payments from other agencies and governmental entities, most of which are made by employers participating in the New York State Health Insurance Program who pay premiums to offset the Department's cost of administering the program. Similarly, the Department is reimbursed for testing and other services provided to such State agencies as the Banking Department, whose operations are funded by special industry assessments.

The Executive Budget recommends funding of \$75.8 million for the Department, which includes \$32.3 million in General Fund support and \$43.5 million in payments from other State agencies and public entities. The Department of Civil Service will expand its use of technology to provide improved services to State and local agencies and other customers. Major technology recommendations for 2001-02 are as follows:

- Additional funding is recommended for two priority e-government initiatives, acceptance of routine examination applications and credit card payments for Department exam fees over the internet. The Department will also continue to make more employee benefit services and information available to enrollees over the internet.
- An additional \$820,000 is provided for two new projects that will improve services provided by the Department's automated statewide systems — data warehousing and permanent training/documentation. The data warehousing project will consolidate data from the various Department systems into a single data warehouse. The training project involves the development of a permanent training program for all Department and State agency personnel that regularly use the Department's automated systems.

PROGRAM HIGHLIGHTS

The Department continues to make substantial progress in meeting many of the Governor's Civil Service Reform agenda's objectives, including a 70 percent reduction in the number of long-term provisional employees from 3,501 to 995, the administration of statewide "battery" promotional examinations that were taken by more than 12,000 State employees in 1999 and a reduction in the number of position titles from 5,900 to approximately 3,900.

CIVIL SERVICE

The Department of Civil Service continues to use technology to strengthen services and increase efficiency. During 2000-01, the Department successfully implemented the automated NextStep human resources management system in 13 State agencies. The Department has converted the main health insurance components into the New York Benefits Eligibility and Accounting System (NYBEAS) and will complete incorporation of additional components into NYBEAS, including vision and dental benefits, by the end of 2000-01.

- The responsibilities of the Department are carried out through six divisions:
- The Division of Information Resource Management provides the Department's basic data, information and systems and has primary responsibility for implementation of the Department's technology projects.
 - The Staffing Services Division provides State agencies with personnel recruitment and placement services. The Division coordinates the Department's response to agency personnel operations and develops and administers a variety of tests for State positions, including oral, training and experience and performance assessment tests.
 - The Testing Services Division develops, administers and validates State and local written tests.
 - The Division of Classification and Compensation determines appropriate job titles for agency functions and salary levels for existing and new positions.
 - The Division of Personnel Services encompasses the Employee Benefits Division and the Employee Health Service. The Employee Benefits Division administers health, dental, life, vision, disability and accident benefit programs for State employees and participating local governments. Responsibilities include contracting with insurance companies and other vendors to deliver services, financial management of these programs, communicating plan provisions to enrollees, assisting enrollees to resolve disputed claims, maintaining enrollment information for over 1.1 million enrollees and financial accounting for approximately \$3 billion in annual premiums through the NYBEAS system.
 - The Municipal Service Division assists 104 local civil service agencies in classifying positions, interpreting laws and rules and, together with the Testing Division, providing selection devices and examinations.

**ALL FUNDS
APPROPRIATIONS
(dollars)**

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	72,096,500	75,853,800	3,757,300	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>72,096,500</u>	<u>75,853,800</u>	<u>3,757,300</u>	<u>0</u>

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)			
<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration and Information Management			
General Fund	100	103	3
Internal Service Funds	31	31	0
Local Civil Service			
General Fund	22	22	0
Negotiated Agreements			
General Fund	17	17	0
Personnel Benefit Services			
General Fund	36	36	0
Internal Service Funds	183	192	9
Personnel Management Services			
General Fund	226	219	(7)
Internal Service Funds	53	53	0
Total	<u>668</u>	<u>673</u>	<u>5</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	30,581,100	32,340,800	1,759,700
Special Revenue Funds - Other	1,500,000	1,500,000	0
Internal Service Funds	39,715,400	41,713,000	1,997,600
Fiduciary Funds	300,000	300,000	0
Total	<u>72,096,500</u>	<u>75,853,800</u>	<u>3,757,300</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(1,959,000)		
Internal Service Funds	(1,238,000)		
Appropriated 2000-01	<u>68,899,500</u>		

CIVIL SERVICE

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration and Information Management			
General Fund	12,994,700	14,161,600	1,166,900
Internal Service Funds	11,501,400	11,650,000	148,600
Local Civil Service			
General Fund	1,024,500	1,071,400	46,900
Personnel Benefit Services			
General Fund	2,168,600	2,262,400	93,800
Special Revenue Funds - Other	500,000	500,000	0
Internal Service Funds	21,372,000	23,102,000	1,730,000
Fiduciary Funds	300,000	300,000	0
Personnel Management Services			
General Fund	14,393,300	14,845,400	452,100
Special Revenue Funds - Other	1,000,000	1,000,000	0
Internal Service Funds	6,842,000	6,961,000	119,000
Total	<u>72,096,500</u>	<u>75,853,800</u>	<u>3,757,300</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration and Information Management	6,294,100	433,200	6,291,300	433,200
Local Civil Service	1,035,300	46,900	1,034,600	46,900
Personnel Benefit Services	2,172,200	93,800	2,142,400	93,800
Personnel Management Services	12,710,100	276,100	11,806,900	208,100
Total	<u>22,211,700</u>	<u>850,000</u>	<u>21,275,200</u>	<u>782,000</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration and Information Management	0	0	2,800	0
Local Civil Service	0	0	700	0
Personnel Benefit Services	28,300	0	1,500	0
Personnel Management Services	887,400	68,000	15,800	0
Total	<u>915,700</u>	<u>68,000</u>	<u>20,800</u>	<u>0</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration and Information Management	7,867,500	733,700	44,500	0
Local Civil Service	36,100	0	6,400	0
Personnel Benefit Services	90,200	0	38,300	0
Personnel Management Services	2,135,300	176,000	108,200	0
Total	10,129,100	909,700	197,400	0

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration and Information Management	32,100	0	6,060,600	555,700
Local Civil Service	11,000	0	18,700	0
Personnel Benefit Services	9,600	0	27,500	0
Personnel Management Services	116,100	0	1,895,000	176,000
Total	168,800	0	8,001,800	731,700

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration and Information Management	80,000	80,000	1,650,300	98,000
Personnel Benefit Services	14,800	0	0	0
Personnel Management Services	16,000	0	0	0
Total	110,800	80,000	1,650,300	98,000

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration and Information Management	11,650,000	148,600	1,303,000	99,300
Personnel Benefit Services	23,902,000	1,730,000	9,042,000	934,000
Personnel Management Services	7,961,000	119,000	0	0
Total	43,513,000	1,997,600	10,345,000	1,033,300

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration and Information Management	1,047,000	49,300	9,300,000	0
Personnel Benefit Services	6,007,000	735,000	8,853,000	61,000
Personnel Management Services	0	0	7,961,000	119,000
Total	7,054,000	784,300	26,114,000	180,000

CONSUMER PROTECTION BOARD

MISSION

The Consumer Protection Board (CPB) was created to protect the State's consumers. The CPB advises the Governor on consumer issues including those related to utilities; helps draft legislation that protects consumers; handles consumer complaints and mediates consumer disputes; promotes consumer education and fraud prevention; and maintains New York's "Do Not Call" registry.

ORGANIZATION AND STAFFING

The Consumer Protection Board consists of three units: Consumer Education and Outreach, Advocacy, and Telemarketing "Do Not Call". The CPB is located in Albany, with satellite offices in Rochester and New York City. For 2001-02 the Consumer Protection Board will have a workforce of 22.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Consumer Protection Board is financed primarily from non-taxpayer sources, including utilities and telemarketers operating within the State. The Executive Budget recommends approximately \$2.7 million for the Consumer Protection Board for 2001-02 including \$479,000 in General Fund support and \$800,000 for maintenance of the State's "Do Not Call" registry.

PROGRAM HIGHLIGHTS

The Education and Outreach Unit analyzes legislation affecting consumers, investigates and researches consumer-related issues, and conducts education programs. The Consumer Advocacy Unit operates a 1-800 consumer complaint phone line and mediates disputes between consumers and businesses.

The Telemarketing "Do Not Call" Unit maintains New York's list of consumers who have indicated a preference not to receive unsolicited phone calls from telemarketing companies.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	2,947,300	2,685,000	(262,300)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>2,947,300</u>	<u>2,685,000</u>	<u>(262,300)</u>	<u>0</u>

CONSUMER PROTECTION

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Consumer Protection			
General Fund	6	7	1
Special Revenue Funds - Other	27	15	(12)
Total	<u>33</u>	<u>22</u>	<u>(11)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	438,300	479,000	40,700
Special Revenue Funds - Other	2,509,000	2,206,000	(303,000)
Total	<u>2,947,300</u>	<u>2,685,000</u>	<u>(262,300)</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(27,000)
Special Revenue Funds - Other	(151,000)
Appropriated 2000-01	<u>2,769,300</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Consumer Protection			
General Fund	438,300	479,000	40,700
Special Revenue Funds - Other	2,509,000	2,206,000	(303,000)
Total	<u>2,947,300</u>	<u>2,685,000</u>	<u>(262,300)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Consumer Protection	332,000	36,600	332,000	36,600
Total	<u>332,000</u>	<u>36,600</u>	<u>332,000</u>	<u>36,600</u>

CONSUMER PROTECTION

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Consumer Protection	147,000	4,100	13,000	0
Total	147,000	4,100	13,000	0
Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Consumer Protection	24,500	0	101,500	4,100
Total	24,500	0	101,500	4,100
Program	Equipment			
	Amount	Change		
Consumer Protection	8,000	0		
Total	8,000	0		

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Consumer Protection	2,206,000	(303,000)	824,000	(840,000)
Total	2,206,000	(303,000)	824,000	(840,000)
Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Consumer Protection	1,372,000	537,000	10,000	0
Total	1,372,000	537,000	10,000	0

STATE COMMISSION OF CORRECTION

MISSION

The State Commission of Correction regulates and oversees the operation and management of State and local correctional facilities. The agency's role is to promote a safe, secure and stable correctional system and to provide for the accountability of corrections officials. As a result of legislation enacted in 1996, the Commission's role has expanded to include the oversight of secure youth facilities operated by the Office of Children and Family Services.

ORGANIZATION AND STAFFING

The Commission is made up of three members appointed by the Governor, one of whom is designated chair. The other Commissioners respectively chair the Citizens Policy and Complaint Review Council, which reviews grievances and complaints against correctional facilities, and the Medical Review Board, which investigates inmate deaths and oversees health care services.

Regional teams of review specialists are responsible for visiting and inspecting local and State correctional facilities. They investigate unusual events at facilities, provide technical assistance to improve facility management and monitor facilities for compliance with standards and regulations. The agency will operate in 2001-02 with a staff of 39.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Commission of Correction is supported by approximately \$2.6 million in State tax dollars in 2001-02.

PROGRAM HIGHLIGHTS

The Commission monitors 71 State correctional facilities, 63 county jails, 17 New York City correctional facilities and 267 locally operated police department detention facilities throughout the state. The agency also participates in the multi-agency Criminal Justice Systems Analysis Team (CJSAT) — operated in conjunction with the Division of Criminal Justice Services and the Division of Probation and Correctional Alternatives — to assist localities in analyzing operational issues in local correctional facilities.

ALL FUNDS APPROPRIATIONS (dollars)				
Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	2,511,000	2,558,100	47,100	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>2,511,000</u>	<u>2,558,100</u>	<u>47,100</u>	<u>0</u>

CORRECTION

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Improvement of Correctional Facilities			
General Fund	36	36	0
Special Revenue Funds - Federal	3	3	0
Total	<u>39</u>	<u>39</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	2,511,000	2,558,100	47,100
Total	<u>2,511,000</u>	<u>2,558,100</u>	<u>47,100</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(184,000)		
Appropriated 2000-01	<u>2,327,000</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Improvement of Correctional Facilities			
General Fund	2,511,000	2,558,100	47,100
Total	<u>2,511,000</u>	<u>2,558,100</u>	<u>47,100</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Improvement of Correctional Facilities	2,081,300	5,100	2,061,200	0
Total	<u>2,081,300</u>	<u>5,100</u>	<u>2,061,200</u>	<u>0</u>

<u>Program</u>	<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>
Improvement of Correctional Facilities	20,100	5,100
Total	<u>20,100</u>	<u>5,100</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Improvement of Correctional Facilities	<u>476,800</u>	<u>42,000</u>	<u>16,100</u>	<u>0</u>
Total	<u>476,800</u>	<u>42,000</u>	<u>16,100</u>	<u>0</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Improvement of Correctional Facilities	<u>171,100</u>	<u>18,000</u>	<u>247,400</u>	<u>24,000</u>
Total	<u>171,100</u>	<u>18,000</u>	<u>247,400</u>	<u>24,000</u>

Program	Equipment	
	Amount	Change
Improvement of Correctional Facilities	<u>42,200</u>	<u>0</u>
Total	<u>42,200</u>	<u>0</u>

CORRECTION

DEPARTMENT OF CORRECTIONAL SERVICES

MISSION

The Department of Correctional Services (DOCS) is responsible for the secure confinement of convicted felons and the preparation of these individuals for successful reintegration into the community upon release.

ORGANIZATION AND STAFFING

The Department, headed by a Commissioner, has more than 32,000 employees to operate 71 facilities. Each correctional facility is headed by a Superintendent and executive staff to oversee the daily operation of the nation's third largest state prison system.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The budget recommendations for the Department of Corrections reflect the declining prison population and agency operating efficiencies. The projected reduced demand for prison space represents a significant change in historical trends. For the past two decades New York has been faced with a growing need for prison capacity. Current population estimates project a decline for the coming fiscal year. This reversal of the historical trend is the result of several factors, including a decline in the statewide number of felony arrests, and the success of initiatives (such as Shock Incarceration, the Willard Drug Treatment Campus and the Merit Time Program) designed to reduce the number of non-violent offenders in prison. It is important to note that this reduction in demand for prison space will occur despite the fact that violent criminals are serving longer prison terms as a result of sentencing reforms enacted since 1995. Over the past six years, penalties for violent crime have increased significantly in New York State. Jenna's Law, enacted in August 1998, together with Truth-in-Sentencing legislation enacted in 1995, ensure that violent offenders will serve 85 percent of their sentence in prison. In addition, violent offenders have been barred from participation in work release programs, and sentences were lengthened for assault crimes.

The projected lower demand for prison space allows the Department of Correctional Services to reduce the number of temporary beds currently in use in the prison system, and reduce the need for housing State-ready prisoners in local jails due to the availability of adequate State prison capacity.

- State tax dollars finance 88 percent of the Department's State Operations Budget.
- State tax dollars support 100 percent of the Department's Aid to Localities Budget. The \$21.5 million appropriation allows the State to reimburse counties for the cost of housing inmates awaiting transfer to State prison.
- Federal funds support 4.1 percent of the Department's State Operations Budget, including funds which offset the cost of housing illegal alien felons.
- Correctional Facilities Capital Improvement Fund appropriations of \$215 million ensure that all housing, medical buildings and support space remain functional, safe and secure.
- The DOCS Internal Service Fund appropriates \$90.2 million related to operation of the Correctional Industries program (Corcraft). This inmate vocational program engages in the production of commodities, as well as prison maintenance and rehabilitation projects, in the process giving individuals an opportunity to learn

CORRECTIONAL SERVICES

employment skills to improve their chances of successful reintegration into the community. This appropriation includes support of the general reissue of license plates which is scheduled to commence in January 2001.

PROGRAM HIGHLIGHTS

The Department operates correctional facilities with a wide range of security measures. Inmates are provided with appropriate programming to afford offenders an opportunity for rehabilitation aimed at reducing recidivism.

Additionally, the Department, in cooperation with the Division of Parole, operates the Willard Drug Treatment Center in Seneca County. Through this program, courts have the option to remand low level, nonviolent offenders to treatment — an option expected to stop the cycle of drug-related criminal activity at far less cost to the taxpayers than traditional incarceration.

The 2001-02 recommendations incorporate a realignment of staff and resources providing mental health services from Program Services to Health Services. The realignment will improve the coordination and planning for mental health services provided to inmates.

ADMINISTRATION

Administrative staff formulate and oversee agency policy and provide operational support to correctional facilities. The responsibilities of this program include the direction of inmate classification and movement, labor relations, personnel and financial transactions, and the Department's legal affairs.

SUPPORT SERVICES

The Support Services Program provides all resources necessary for the operation of the 71 facilities housing individuals remanded to State custody. This includes the employment of all facility managers and centrally assigned staff essential to operate and maintain the agency's physical plant. Through this program, the agency also provides inmate food and transportation services, and enters into cooperative agreements with local governments for sewer/water systems. The agency has been increasingly successful in implementing initiatives to improve operational efficiencies.

Food services efficiencies include lower costs associated with the expanded number of inmates served by the Department's "cook chill" food production center, centralized food purchasing, and increased milk production and distribution from facility farms.

SUPERVISION OF INMATES

The Department employs more than 21,600 correction officers to ensure a secure environment for employees and inmates within the correctional setting and to protect the safety of surrounding communities. The Department continues to maintain one of the highest officer-to-inmate ratios in the United States.

PROGRAM SERVICES

The majority of inmates entering State prison have histories of substance abuse and severe educational deficits — two factors highly predictive of criminal behavior. To counter this problem, the agency's rehabilitation efforts focus on basic education and simple vocational skill achievement to ready inmates for employment upon release. The agency's Comprehensive Alcohol and Substance Abuse Treatment program (CASAT) will continue

to provide over 4,900 offenders each year with six months of residential treatment and follow-up care. Resources to coordinate the agency's sex offender treatment programs, aggression management programs and transitional services will enable the Department to better treat and stabilize the prison population.

HEALTH SERVICES

Offenders entering prison present a significant need for health care because of high rates of opportunistic disease related to AIDS, tuberculosis and other infectious conditions. The recommended budget ensures that the Department has the resources to meet the full need for AIDS screening and interventions, and all other requirements to prevent the spread of disease and treat critical illness.

The Department's approach to health care has kept pace with the national trend toward cost efficient managed care programs. To contain escalating costs of appropriate health care for the inmate population the Department will continue the operation of regional medical units on the grounds of Mohawk, Coxsackie, Wende, Bedford Hills and Fishkill correctional facilities.

The 2001-02 budget recommendations fully support the provision of pharmaceutical treatment for HIV-positive inmates according to established standards of care. It is expected that comprehensive early treatment will result in a healthier HIV/AIDS population, reducing illness and the need for hospitalization. Notably, the number of inmates dying annually from HIV related disease has plummeted by 87 percent since 1995.

CAPITAL PROJECTS

The Department of Correctional Services operates an institutional network of 71 correctional facilities, a number of which were converted during prison expansion in the 1980's from very old facilities initially built for other uses. With the completion of Five Points Correctional Facility signaling the end of the most recent capacity expansion effort, the Capital Projects Fund will now focus its resources on critical physical plant maintenance and rehabilitation projects.

DEPARTMENT OF CORRECTIONAL SERVICES MALE FACILITIES

Maximum Security

Attica Correctional Facility	(Wyoming County)
Auburn Correctional Facility	(Cayuga County)
Clinton Correctional Facility	(Clinton County)
Coxsackie Correctional Facility	(Greene County)
Downstate Correctional Facility	(Dutchess County)
Eastern Correctional Facility	(Ulster County)
Elmira Correctional Facility	(Chemung County)
Five Points Correctional Facility	(Seneca County)
Green Haven Correctional Facility	(Dutchess County)
Great Meadow Correctional Facility	(Washington County)
Shawangunk Correctional Facility	(Ulster County)
Sing Sing Correctional Facility	(Westchester County)
Southport Correctional Facility	(Chemung County)
Sullivan Correctional Facility	(Sullivan County)
Upstate Correctional Facility	(Franklin County)
Wende Correctional Facility	(Erie County)

CORRECTIONAL SERVICES

Medium Security

Adirondack Correctional Facility	(Clinton County)
Altona Correctional Facility	(Clinton County)
Arthurkill Correctional Facility and CASAT**	(Richmond County)
Bare Hill Correctional Facility	(Franklin County)
Butler CASAT	(Wayne County)
Cape Vincent Correctional Facility and CASAT	(Jefferson County)
Cayuga Correctional Facility	(Cayuga County)
Chateaugay CASAT	(Franklin County)
Collins Correctional Facility	(Erie County)
Fishkill Correctional Facility	(Dutchess County)
Franklin Correctional Facility	(Franklin County)
Gouverneur Correctional Facility	(St. Lawrence County)
Gowanda Correctional Facility	(Erie County)
Greene Correctional Facility	(Greene County)
Groveland Correctional Facility	(Livingston County)
Hale Creek CASAT	(Fulton County)
Hudson Correctional Facility	(Columbia County)
Livingston Correctional Facility	(Livingston County)
Marcy Correctional Facility and CASAT Annex	(Oneida County)
Mid-Orange Correctional Facility	(Orange County)
Mid-State Correctional Facility	(Oneida County)
Mohawk Correctional Facility	(Oneida County)
Mt. McGregor Correctional Facility	(Saratoga County)
Ogdensburg Correctional Facility	(St. Lawrence County)
Oneida Correctional Facility	(Oneida County)
Orleans Correctional Facility	(Orleans County)
Otisville Correctional Facility	(Orange County)
Riverview Correctional Facility	(St. Lawrence County)
Ulster Correctional Facility	(Ulster County)
Walkkill Correctional Facility	(Ulster County)
Washington Correctional Facility	(Washington County)
Watertown Correctional Facility	(Jefferson County)
Woodbourne Correctional Facility	(Sullivan County)
Wyoming Correctional Facility	(Wyoming County)

Minimum Security

Butler Correctional Facility	(Wayne County)
Lyon Mountain Correctional Facility	(Clinton County)

Minimum Work Release

Buffalo Correctional Facility	(Erie County)
Edgecombe Correctional Facility	(New York County)
Fishkill Correctional Facility*	(Dutchess County)
Fulton Correctional Facility	(Bronx County)
Hudson Correctional Facility*	(Columbia County)
Lincoln Correctional Facility	(New York County)
Queensboro Correctional Facility	(Queens County)
Rochester Correctional Facility	(Monroe County)

CORRECTIONAL SERVICES

Camps

Camp Gabriels	(Franklin County)
Camp Georgetown	(Madison County)
Camp Mt. McGregor*	(Saratoga County)
Camp Pharsalia	(Chenango County)
Camp Fallsburg*	(Sullivan County)

Shock Incarceration

Lakeview Shock Incarceration Facility	(Chautauqua County)
Monterey Shock Incarceration Facility	(Schuyler County)
Moriah Shock Incarceration Facility	(Essex County)
Summit Shock Incarceration Facility	(Schoharie County)

Drug Treatment Campus

Willard Drug Treatment Campus	(Seneca County)
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DEPARTMENT OF CORRECTIONAL SERVICES FEMALE FACILITIES

Maximum Security

Bedford Hills Correctional Facility	(Westchester County)
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Medium Security

Albion Correctional Facility	(Orleans County)
Bayview Correctional Facility	(New York County)
Taconic Correctional Facility and CASAT	(Westchester County)

Minimum Security

Beacon Correctional Facility	(Dutchess County)
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Minimum Work Release

Albion Correctional Facility*	(Orleans County)
Bayview Correctional Facility*	(New York County)

Shock Incarceration

Lakeview Shock Incarceration Facility	(Chautauqua County)
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Drug Treatment Campus

Willard Drug Treatment Campus	(Seneca County)
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* Indicates programs are operating as part of a larger correctional facility listed under the same name.

** CASAT is an acronym for Comprehensive Alcohol and Substance Abuse Treatment.

CORRECTIONAL SERVICES

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	2,018,027,800	2,035,707,700	17,679,900	11,200,000
Aid To Localities	69,934,300	21,537,000	(48,397,300)	0
Capital Projects	220,000,000	235,000,000	15,000,000	813,101,000
Total	<u>2,307,962,100</u>	<u>2,292,244,700</u>	<u>(15,717,400)</u>	<u>824,301,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	271	271	0
Special Revenue Funds - Federal	874	874	0
Correctional Industries			
Internal Service Funds	541	541	0
Facilities Planning and Development			
Capital Projects Funds - Other	35	35	0
Health Services			
General Fund	1,730	1,699	(31)
Enterprise Funds	32	32	0
Program Services			
General Fund	3,553	3,427	(126)
Enterprise Funds	204	204	0
Supervision of Inmates			
General Fund	22,028	21,614	(414)
Support Services			
General Fund	3,618	3,575	(43)
Total	<u>32,886</u>	<u>32,272</u>	<u>(614)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	1,809,810,100	1,799,322,000	(10,488,100)
Special Revenue Funds - Federal	61,939,000	83,344,000	21,405,000
Enterprise Funds	60,590,700	62,856,700	2,266,000
Internal Service Funds	85,670,000	90,167,000	4,497,000
Fiduciary Funds	18,000	18,000	0
Total	<u>2,018,027,800</u>	<u>2,035,707,700</u>	<u>17,679,900</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(135,767,000)
Special Revenue Funds - Federal	(379,000)
Enterprise Funds	(455,700)
Internal Service Funds	<u>(3,114,000)</u>
Appropriated 2000-01	<u>1,878,312,100</u>

CORRECTIONAL SERVICES

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	21,870,714	21,689,000	(181,714)
Special Revenue Funds - Federal	61,939,000	83,344,000	21,405,000
Enterprise Funds	1,817,700	1,817,700	0
Correctional Industries			
Internal Service Funds	85,670,000	90,167,000	4,497,000
Health Services			
General Fund	204,799,122	201,825,000	(2,974,122)
Enterprise Funds	16,024,820	16,025,000	180
Program Services			
General Fund	200,423,213	196,204,000	(4,219,213)
Enterprise Funds	42,248,180	44,514,000	2,265,820
Fiduciary Funds	18,000	18,000	0
Supervision of Inmates			
General Fund	1,061,556,600	1,056,923,000	(4,633,600)
Support Services			
General Fund	321,160,451	322,681,000	1,520,549
Enterprise Funds	500,000	500,000	0
Total	<u>2,018,027,800</u>	<u>2,035,707,700</u>	<u>17,679,900</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	15,450,000	(181,714)	15,274,000	(181,714)
Health Services	92,227,000	(854,660)	84,964,000	(2,122,200)
Program Services	158,070,000	(836,575)	148,137,000	(897,635)
Supervision of Inmates	1,040,398,000	(2,019,000)	1,005,878,000	382,900
Support Services	142,895,000	(650,551)	139,901,000	(649,951)
Total	<u>1,449,040,000</u>	<u>(4,542,500)</u>	<u>1,394,154,000</u>	<u>(3,468,600)</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	10,000	0	166,000	0
Health Services	4,023,000	392,540	3,240,000	875,000
Program Services	7,105,000	60,660	2,828,000	400
Supervision of Inmates	1,608,000	(2,393,400)	32,912,000	(8,500)
Support Services	165,000	(200)	2,829,000	(400)
Total	<u>12,911,000</u>	<u>(1,940,400)</u>	<u>41,975,000</u>	<u>866,500</u>

CORRECTIONAL SERVICES

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	6,239,000	0	137,000	0
Health Services	109,598,000	(2,119,462)	45,991,000	4,496,038
Program Services	38,134,000	(3,382,638)	12,736,000	(1,155,838)
Supervision of Inmates	16,525,000	(2,614,600)	4,351,000	(2,042,700)
Support Services	179,786,000	2,171,100	97,416,000	1,234,000
Total	350,282,000	(5,945,600)	160,631,000	2,531,500

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	562,000	0	4,203,000	0
Health Services	173,000	(400)	63,070,000	(6,450,100)
Program Services	358,000	7,000	24,525,000	(2,233,800)
Supervision of Inmates	2,343,000	(147,000)	8,982,000	(475,400)
Support Services	2,742,000	0	72,659,000	936,400
Total	6,178,000	(140,400)	173,439,000	(8,222,900)

<u>Program</u>	<u>Equipment</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	769,000	0	568,000	0
Health Services	364,000	0	0	(165,000)
Program Services	515,000	0	0	0
Supervision of Inmates	849,000	123,000	0	(72,500)
Support Services	6,969,000	700	0	0
Total	9,466,000	123,700	568,000	(237,500)

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	85,161,700	21,405,000	80,630,700	21,205,000
Correctional Industries	90,167,000	4,497,000	24,828,000	309,000
Health Services	16,025,000	180	2,184,000	(220)
Program Services	44,532,000	2,265,820	4,302,000	520
Support Services	500,000	0	0	0
Total	236,385,700	28,168,000	111,944,700	21,514,300

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	2,771,000	0	1,760,000	200,000
Correctional Industries	65,339,000	4,188,000	0	0
Health Services	13,841,000	400	0	0
Program Services	40,230,000	2,265,300	0	0
Support Services	500,000	0	0	0
Total	122,681,000	6,453,700	1,760,000	200,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	69,934,300	21,537,000	(48,397,300)
Total	69,934,300	21,537,000	(48,397,300)

CORRECTIONAL SERVICES

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Support Services			
General Fund	69,784,300	21,537,000	(48,247,300)
Community Projects			
General Fund	150,000	0	(150,000)
Total	<u>69,934,300</u>	<u>21,537,000</u>	<u>(48,397,300)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations 2001-02</u>
Maintenance and Improvement of Existing Facilities				
Capital Projects Fund	0	0	0	3,000,000
Federal Capital Projects Fund	0	20,000,000	20,000,000	55,646,000
Correctional Facilities Capital Improvement Fund	220,000,000	215,000,000	(5,000,000)	509,985,000
UDC Financed and Other New Facility Capacity Expansion				
Correctional Facilities Capital Improvement Fund	0	0	0	244,470,000
Total	<u>220,000,000</u>	<u>235,000,000</u>	<u>15,000,000</u>	<u>813,101,000</u>

CRIME VICTIMS BOARD

MISSION

The Crime Victims Board (CVB) serves as the lead State agency in assisting persons who have been the victims of crime, particularly crimes of a violent nature.

The agency's principal mission is to provide financial assistance to victims for financial losses they suffer as a result of crime. The Board also provides grants to local agencies which assist witnesses and victims, and serves as the State's advocate for crime victims' rights, needs and interests.

ORGANIZATION AND STAFFING

The Board consists of five members, appointed by the Governor to seven-year terms, who work full-time to administer the agency and to make final decisions on victim compensation awards. The Governor designates one member of the Board to be the Chair. The agency has primary offices in Albany and New York City and has a satellite office in Buffalo. Each office processes victim claims and provides grant program aid and advocacy services on a regional basis in support of the Board's mission. In addition to five Board members, the agency will have 89 staff positions.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

During 2001-02, \$5.5 million will be spent to operate the agency. Approximately \$55.1 million in Federal aid and revenue from fines levied against offenders will support compensation payments to victims and local grants to programs assisting victims with treatment and other services.

The recommendations continue the agency's cooperation with the Division of Criminal Justice Services' (DCJS) technology group giving CVB enhanced access to the expertise needed to speed automation of victims' claims processing services — essential if the agency is to meet increasing client demands in a timely manner. This proposed association with DCJS is expected to bring continuing workload efficiencies in subsequent fiscal years. Additionally, the budget recommends the consolidation of routine administrative functions with DCJS, similar to the previous successful initiative with the Division of Probation and Correctional Alternatives and the State Commission of Correction. As a result, three employees will be transferred to the host agency.

PROGRAM HIGHLIGHTS

The Crime Victims Board operates with three programs. The Payment to Victims Program compensates individual crime victims for crime-related losses. The Victim and Witness Assistance Program administers grants to local agencies. The Administration Program provides executive direction and administrative support to the agency, as well as advocacy services for crime victims.

PAYMENTS TO VICTIMS

The agency annually reviews more than 20,000 cases of persons who may have suffered financial loss as the result of violent crime or, in the case of the elderly and disabled, any crime. Assistance is given with losses for which no other source of compensation is available. Categories in which payments are made include medical expenses, lost wages due to work missed because of an injury, stolen or damaged

CRIME VICTIMS

essential personal property and the costs of counseling to relieve the traumatic effects of victimization. Survivors of a victim also may be eligible for these services, as well as reimbursement for funeral expenses for a crime victim.

Over the past several years, the agency has made a significant effort to increase public awareness about the services available to assist victims of crime. As a result, the number of people seeking help has risen over the years. This year, the agency has studied ways to speed assistance to victims. As an example, a new claims processing unit is being established specifically to fast-track the review of non-injury claims for reimbursement of out-of-pocket property losses. This approach to handling relatively easy to resolve requests will free the most highly trained claim specialists to focus on more complicated claims from victims sustaining personal injuries as a result of violent crime.

VICTIM AND WITNESS ASSISTANCE

The Crime Victims Board currently administers approximately 200 contracts with other State agencies, local governments, and not-for-profit agencies to provide direct services to crime victims and witnesses. In a cooperative program with the New York State Police, CVB funds are used for victim advocates who link crime victims, law enforcement officials and assistance programs for an overall enhancement to criminal justice. Similarly, CVB cooperates with the Department of Correctional Services to fund advocate positions and the automated victim notification system to keep victims informed about the legal status of the offenders responsible for the crimes committed against them. Services provided by local not-for-profit agencies include crisis intervention, counseling and assistance in filing victim compensation.

ADVOCACY

The agency is responsible by law to "coordinate state programs and activities relating to crime victims" and "to advise and assist the Governor in developing policies designed to recognize the legitimate rights, needs and interests of crime victims." To those ends, the agency provides legal and technical assistance to other State agencies and to local organizations involved with crime victims. In addition, the Crime Victims Board sponsors an annual statewide conference on crime victim issues.

The State's "Son of Sam Law" prevents convicted persons from profiting from their crimes, including the sale of publishing or film rights to their stories. Any such profits can, by law, be payable to the persons who were victims of the crimes. The agency is charged with notifying victims of a convicted person that a "Son of Sam" situation exists, and may also act on the victims' behalf to prevent the profits from being spent or otherwise put beyond the reach of the victims while a recovery suit is pending.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	5,790,300	5,523,900	(266,400)	0
Aid To Localities	50,487,000	55,089,000	4,602,000	9,935,000
Capital Projects	0	0	0	0
Total	<u>56,277,300</u>	<u>60,612,900</u>	<u>4,335,600</u>	<u>9,935,000</u>

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	73	68	(5)
Special Revenue Funds - Federal	22	22	0
Special Revenue Funds - Other	4	4	0
Total	<u>99</u>	<u>94</u>	<u>(5)</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	3,546,200	3,286,100	(260,100)
Special Revenue Funds - Federal	1,475,300	1,471,000	(4,300)
Special Revenue Funds - Other	768,800	766,800	(2,000)
Total	<u>5,790,300</u>	<u>5,523,900</u>	<u>(266,400)</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(271,000)
Special Revenue Funds - Federal	(65,000)
Special Revenue Funds - Other	(12,000)
Appropriated 2000-01	<u>5,442,300</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	3,546,200	3,286,100	(260,100)
Special Revenue Funds - Federal	1,475,300	1,471,000	(4,300)
Special Revenue Funds - Other	768,800	766,800	(2,000)
Total	<u>5,790,300</u>	<u>5,523,900</u>	<u>(266,400)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	3,015,400	(276,800)	3,015,400	(232,800)
Total	<u>3,015,400</u>	<u>(276,800)</u>	<u>3,015,400</u>	<u>(232,800)</u>

<u>Program</u>	<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>
Administration	0	(44,000)
Total	<u>0</u>	<u>(44,000)</u>

CRIME VICTIMS

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	270,700	16,700	30,000	0
Total	270,700	16,700	30,000	0

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	32,600	0	203,100	16,700
Total	32,600	0	203,100	16,700

<u>Program</u>	<u>Equipment</u>	
	<u>Amount</u>	<u>Change</u>
Administration	5,000	0
Total	5,000	0

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	2,237,800	(6,300)	1,035,300	61,700
Total	2,237,800	(6,300)	1,035,300	61,700

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	1,201,100	(68,000)	1,400	0
Total	1,201,100	(68,000)	1,400	0

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	570,000	0	(570,000)
Special Revenue Funds - Federal	28,977,700	30,149,700	1,172,000
Special Revenue Funds - Other	20,899,300	24,899,300	4,000,000
Fiduciary Funds	40,000	40,000	0
Total	50,487,000	55,089,000	4,602,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Payment to Victims			
General Fund	435,000	0	(435,000)
Special Revenue Funds - Federal	3,977,700	5,149,700	1,172,000
Special Revenue Funds - Other	13,848,000	17,848,000	4,000,000
Victim and Witness Assistance			
Special Revenue Funds - Federal	25,000,000	25,000,000	0
Special Revenue Funds - Other	7,051,300	7,051,300	0
Fiduciary Funds	40,000	40,000	0
Legislative Initiatives			
General Fund	135,000	0	(135,000)
Total	<u>50,487,000</u>	<u>55,089,000</u>	<u>4,602,000</u>

DIVISION OF CRIMINAL JUSTICE SERVICES

MISSION

The Division of Criminal Justice Services (DCJS) maintains criminal history and statistical data for Federal, State and local law enforcement agencies, identifies criminals through fingerprints, provides training and management services to local police departments, conducts criminal justice research and analysis, and administers and distributes State and Federal funding to various entities within the criminal justice system.

ORGANIZATION AND STAFFING

The Division, located in Albany, is headed by a Commissioner who is appointed by the Governor. The Commissioner also serves as the Governor's Director of Criminal Justice, overseeing policy development and operations for all State criminal justice agencies and programs.

A workforce of 780 positions is recommended for 2001-02. Approximately 80 percent of these positions will be supported by State tax dollars, with the remaining financed by Federal grants, conference fees and seized assets.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

To assist the Division in processing fingerprints, funding is continued for an upgraded Statewide Automated Fingerprint System. Digital technology expedites access to information for local police departments, and assures that State data is in compliance with Federal Bureau of Investigation standards, thereby linking New York to national databases and those of other states across the country. Funds have been provided to implement recently enacted legislation requiring criminal history background checks for all persons providing child care services within a State regulated setting and all prospective school district employees.

This recommendation also continues funding to support New York's DNA Databank. Since its recent expansion to include already convicted offenders serving time in State prison, or on parole or probation, the Databank immediately began to help solve more crimes and exonerate innocent people. As the data is analyzed and made even more accessible, the potential for science to solve crimes is tremendous, providing law enforcement, prosecutors and the judicial system with the necessary tools to make our criminal justice system more effective by identifying, prosecuting and convicting our most dangerous criminal offenders.

Additional resources are also included to support the requirements of other new laws, including funds for a safety education program for livery car drivers, staff to track progress in anti-hate crime prosecutions, and local aid for District Attorneys to support the costs of gun interdiction prosecution.

The budget also recommends DCJS as a host agency for the consolidation of routine administrative functions of the Crime Victims Board and the Office for the Prevention of Domestic Violence, similar to the previous successful initiative with the Division of Probation and Correctional Alternatives and the State Commission of Correction. Most significantly, this arrangement will provide the smaller agencies with enhanced access to digital technology and expertise to better meet increasing demands for service.

CRIMINAL JUSTICE SERVICES

PROGRAM HIGHLIGHTS

The Division serves as a cost-effective platform for a variety of programs and initiatives, including the Federal "Brady Bill" and Violence Against Women Act, and Juvenile Justice and Delinquency Prevention funding.

IDENTIFICATION SERVICES

The Division identifies individuals through fingerprint comparison and provides criminal history records to authorized representatives of Federal, State and local criminal justice agencies and processes approximately 99 percent of New York City criminal fingerprints in under two hours. Modern technology provides speed and accuracy in fingerprint identification and allows police to solve crimes more quickly. The processing of criminal cases is tracked by computer beginning with the arrest and ending with the decision by a judge and/or jury. The Division also processes noncriminal fingerprint and name searches for certain employment, license and permit applications.

CRIMINAL JUSTICE SUPPORT

The Division provides technical support, training and funding to localities to support criminal justice functions such as law enforcement, prosecution, defense, and crime laboratories. The agency also provides financial aid to District Attorneys prosecuting death penalty cases, maintains a DNA Identification Index, and conducts extensive criminal justice statistical research and policy analysis, including the production of New York's Uniform Crime Reports.

In addition, the agency acts as the State Planning Agency for the receipt and processing of Federal Juvenile Justice and Delinquency Prevention funding. These funds support programs addressing youth who are at risk of criminal and/or delinquent behavior. The Division also administers other Federal programs including Anti-Drug Abuse funds which support a statewide anti-drug strategy of prosecution and preventive enforcement efforts, Violence Against Women funds which focus on prosecution, law enforcement and victim services related to domestic violence, and Law Enforcement funds which provide assistance to local police departments.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	94,495,300	92,114,700	(2,380,600)	101,411,900
Aid To Localities	137,290,215	108,920,500	(28,369,715)	156,088,450
Capital Projects	0	0	0	0
Total	<u>231,785,515</u>	<u>201,035,200</u>	<u>(30,750,315)</u>	<u>257,500,350</u>

CRIMINAL JUSTICE SERVICES

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)			
Program	2000-01 Estimated FTEs 03/31/01	2001-02 Estimated FTEs 03/31/02	FTE Change
Administration			
General Fund	78	80	2
Funding and Program Assistance			
Special Revenue Funds - Federal	138	138	0
Special Revenue Funds - Other	2	2	0
Highway Safety			
Special Revenue Funds - Federal	8	8	0
Justice Systems			
General Fund	41	43	2
Operation and Systems			
General Fund	436	446	10
Public Safety			
General Fund	60	60	0
Expendable Trust Funds	3	3	0
Total	766	780	14

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	43,235,600	44,877,300	1,641,700
Special Revenue Funds - Federal	49,809,700	45,787,400	(4,022,300)
Special Revenue Funds - Other	300,000	300,000	0
Fiduciary Funds	1,150,000	1,150,000	0
Total	94,495,300	92,114,700	(2,380,600)
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(2,215,000)		
Special Revenue Funds - Federal	(652,000)		
Appropriated 2000-01	91,628,300		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2000-01	Recommended 2001-02	Change
Administration			
General Fund	13,959,000	14,790,700	831,700
Funding and Program Assistance			
Special Revenue Funds - Federal	49,809,700	40,687,400	(9,122,300)
Special Revenue Funds - Other	300,000	300,000	0
Fiduciary Funds	200,000	200,000	0
Justice Systems			
General Fund	2,177,650	2,450,100	272,450
Operation and Systems			
General Fund	23,846,050	24,379,900	533,850
Special Revenue Funds - Federal	0	5,100,000	5,100,000
Public Safety			
General Fund	3,252,900	3,256,600	3,700
Expendable Trust Funds	950,000	950,000	0
Total	94,495,300	92,114,700	(2,380,600)

CRIMINAL JUSTICE SERVICES

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	4,666,200	472,900	4,597,000	466,700
Justice Systems	2,252,300	152,450	2,243,750	152,350
Operation and Systems	17,101,900	(23,450)	16,822,200	357,850
Public Safety	2,872,300	900	2,817,600	300
Total	26,892,700	602,800	26,480,550	977,200

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	5,300	500	63,900	5,700
Justice Systems	0	0	8,550	100
Operation and Systems	0	0	279,700	(381,300)
Public Safety	0	0	54,700	600
Total	5,300	500	406,850	(374,900)

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	10,124,500	358,800	594,300	367,400
Justice Systems	197,800	120,000	30,000	4,000
Operation and Systems	7,278,000	557,300	115,000	0
Public Safety	384,300	2,800	102,400	0
Total	17,984,600	1,038,900	841,700	371,400

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	271,000	65,000	6,128,900	(88,600)
Justice Systems	23,000	0	135,500	116,000
Operation and Systems	25,000	0	6,554,700	24,000
Public Safety	215,000	0	2,800	2,800
Total	534,000	65,000	12,821,900	54,200

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	1,159,300	0	1,971,000	15,000
Justice Systems	9,300	0	0	0
Operation and Systems	583,300	533,300	0	0
Public Safety	64,100	0	0	0
Total	1,816,000	533,300	1,971,000	15,000

CRIMINAL JUSTICE SERVICES

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Nonpersonal Service	
	Amount	Change	Amount	Change
Funding and Program Assistance	41,187,400	(9,122,300)	500,000	0
Operation and Systems	5,100,000	5,100,000	0	0
Public Safety	950,000	0	0	0
Total	47,237,400	(4,022,300)	500,000	0

Program	Maintenance Undistributed	
	Amount	Change
Funding and Program Assistance	40,687,400	(9,122,300)
Operation and Systems	5,100,000	5,100,000
Public Safety	950,000	0
Total	46,737,400	(4,022,300)

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	85,158,615	56,387,500	(28,771,115)
Special Revenue Funds - Federal	47,031,600	47,433,000	401,400
Special Revenue Funds - Other	5,100,000	5,100,000	0
Total	137,290,215	108,920,500	(28,369,715)

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2000-01	Recommended 2001-02	Change
Funding and Program Assistance			
General Fund	73,339,050	56,387,500	(16,951,550)
Special Revenue Funds - Federal	47,031,600	47,433,000	401,400
Special Revenue Funds - Other	5,100,000	5,100,000	0
Community Projects			
General Fund	11,819,565	0	(11,819,565)
Total	137,290,215	108,920,500	(28,369,715)

STATE BOARD OF ELECTIONS

MISSION

The New York State Board of Elections executes and enforces all laws relating to the elective franchise and oversees the disclosure of campaign financing and practices.

ORGANIZATION AND STAFFING

The State Board of Elections is comprised of four commissioners, two chosen by each major political party and is supported by a workforce of 42. The Board administers provisions of the Election Law regarding campaign financial disclosure, including civil judgments levied for failure to file disclosure documents; oversees the petitioning process and certification of ballots; investigates allegations of criminal violations of the Election Law and recommends prosecution where warranted; and certifies electronic voting machines purchased by local Boards of Elections and tests each machine upon delivery. The Board also assists County Boards of Elections by completing administrative reviews, assisting in resolving complaints, and producing reports and recommendations.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Board receives more than 99 percent of its funding from the General Fund and less than 1 percent from a fee imposed upon prospective vendors of electronic voting machines and ballot-counting devices.

The Executive Budget recommends \$3.6 million in General Fund support for the Board of Elections. This funding will permit the Board to continue to carry out its various responsibilities related to the electoral process, including the Board's voter outreach activities and its interaction with local Boards of Elections.

PROGRAM HIGHLIGHTS

Over the past 26 years, the scope of the Board's services has grown to include providing legal counsel to 62 County Boards of Election, administering registration efforts, providing technical assistance to administrators of elections, and investigating violations of the Election Law.

A priority for the Board is expanding the use of modern technology in both its own operations and those of local Boards. In July 1999, the agency implemented a system for the electronic filing of campaign financial disclosure statements, which are now readily accessible at the Board's internet web site. The web site has received approximately 1.1 million inquiries since January 2000.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	3,338,100	3,625,000	286,900	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>3,338,100</u>	<u>3,625,000</u>	<u>286,900</u>	<u>0</u>

ELECTIONS

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Regulation of Elections			
General Fund	46	46	0
Total	<u>46</u>	<u>46</u>	<u>0</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	3,318,100	3,605,000	286,900
Special Revenue Funds - Other	<u>20,000</u>	<u>20,000</u>	<u>0</u>
Total	3,338,100	<u>3,625,000</u>	<u>286,900</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	<u>(206,000)</u>
Appropriated 2000-01	<u>3,132,100</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Regulation of Elections			
General Fund	3,318,100	3,605,000	286,900
Special Revenue Funds - Other	<u>20,000</u>	<u>20,000</u>	<u>0</u>
Total	<u>3,338,100</u>	<u>3,625,000</u>	<u>286,900</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation of Elections	2,466,000	(37,100)	2,466,000	(37,100)
Total	<u>2,466,000</u>	<u>(37,100)</u>	<u>2,466,000</u>	<u>(37,100)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation of Elections	1,139,000	324,000	1,139,000	324,000
Total	<u>1,139,000</u>	<u>324,000</u>	<u>1,139,000</u>	<u>324,000</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Maintenance Undistributed	
	Amount	Change	Amount	Change
Regulation of Elections	<u>20,000</u>	<u>0</u>	<u>20,000</u>	<u>0</u>
Total	<u>20,000</u>	<u>0</u>	<u>20,000</u>	<u>0</u>

OFFICE OF EMPLOYEE RELATIONS

MISSION

The Office of Employee Relations (OER) serves as the Governor's agent in carrying out the State's labor relations responsibilities as an employer in accordance with the Public Employees' Fair Employment Act (the Taylor Law).

ORGANIZATION AND STAFFING

Under the administration of a Director appointed by the Governor, the agency is located in Albany. OER will have a workforce of 93 positions for 2001-02, financed by the General Fund and responsible for negotiating and implementing collective bargaining agreements.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

A total of \$6.9 million is recommended for the Office of Employee Relations, including \$4.1 million in General Fund moneys. This funding will provide continued support for the Office's primary mission of negotiating and administering collective bargaining agreements.

Funding from the Office's other sources includes:

- \$2,337,000 in charges to the Collective Bargaining Agreements to support statewide employee training and developmental programs and the cost of administering these agreements; and
- Revenues of \$463,000 received from non-General Fund agencies to reimburse the Office for providing training programs and collective bargaining services. These revenues also include payments from the National Association of State Directors of Employee Relations to support the operations of that organization.

PROGRAM HIGHLIGHTS

The Office of Employee Relations represents the Governor in Executive Branch collective bargaining negotiations with nine public employee unions, assists State agencies to interpret and administer the negotiated agreements, and represents the State in hearings and arbitrations before the Public Employment Relations Board.

The Office of Employee Relations also is the Executive Branch's in-house consulting agency for advancing sound management practices and improving productivity and innovation in State government. Currently, the agency is working with more than 25 agencies on various organizational development and improvement initiatives. The Office is further charged with designing and administering statewide training programs, policy development and oversight for several employee benefit programs.

In its capacity as the Governor's labor relations agent, the Office continues to be instrumental in providing direction for workforce management and, through labor management partnerships, working with the unions to mitigate the impact of structural changes aimed at improving the efficiency of State government. The Office also promotes labor-management cooperation by offering a comprehensive training program through the Employee Relations Institute and by increasing the use of technology for better communication of common issues and concerns. A major focus during 2001-02 will be the further development of the agency's government-to-government e-commerce initiative, which provides a "toolkit" for employee relations practitioners that is used for training and to share information, and a one stop resource center for all of the State's Executive Branch employees for up-to-date information about employment opportunities.

EMPLOYEE RELATIONS

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	6,863,900	6,900,000	36,100	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>6,863,900</u>	<u>6,900,000</u>	<u>36,100</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Contract Negotiation and Administration			
General Fund	40	40	0
Internal Service Funds	49	47	(2)
Management Confidential Affairs			
General Fund	6	6	0
Total	<u>95</u>	<u>93</u>	<u>(2)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	4,063,500	4,100,000	36,500
Special Revenue Funds - Other	450,000	463,000	13,000
Internal Service Funds	<u>2,350,400</u>	<u>2,337,000</u>	<u>(13,400)</u>
Total	<u>6,863,900</u>	<u>6,900,000</u>	<u>36,100</u>

Adjustments:	
Transfer(s) From	
Special Pay Bill	
General Fund	(257,000)
Internal Service Funds	<u>(179,000)</u>
Appropriated 2000-01	<u>6,427,900</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Contract Negotiation and Administration			
General Fund	3,159,600	3,150,000	(9,600)
Special Revenue Funds - Other	450,000	463,000	13,000
Internal Service Funds	<u>2,350,400</u>	<u>2,337,000</u>	<u>(13,400)</u>
Management Confidential Affairs			
General Fund	<u>903,900</u>	<u>950,000</u>	<u>46,100</u>
Total	<u>6,863,900</u>	<u>6,900,000</u>	<u>36,100</u>

EMPLOYEE RELATIONS

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	2,891,000	(16,700)	2,876,000	(17,400)
Management Confidential Affairs	327,000	28,800	326,000	28,300
Total	<u>3,218,000</u>	<u>12,100</u>	<u>3,202,000</u>	<u>10,900</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	12,000	300	3,000	400
Management Confidential Affairs	0	0	1,000	500
Total	<u>12,000</u>	<u>300</u>	<u>4,000</u>	<u>900</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	259,000	7,100	35,000	1,100
Management Confidential Affairs	623,000	17,300	19,000	700
Total	<u>882,000</u>	<u>24,400</u>	<u>54,000</u>	<u>1,800</u>

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	31,000	600	193,000	5,400
Management Confidential Affairs	14,000	500	29,000	1,100
Total	<u>45,000</u>	<u>1,100</u>	<u>222,000</u>	<u>6,500</u>

<u>Program</u>	<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>
Management Confidential Affairs	561,000	15,000
Total	<u>561,000</u>	<u>15,000</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	2,800,000	(400)	2,019,000	(12,700)
Total	<u>2,800,000</u>	<u>(400)</u>	<u>2,019,000</u>	<u>(12,700)</u>

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Contract Negotiation and Administration	318,000	(700)	463,000	13,000
Total	<u>318,000</u>	<u>(700)</u>	<u>463,000</u>	<u>13,000</u>

EXECUTIVE CHAMBER

MISSION

The Executive Chamber is the Office of the Governor and includes the immediate staff that assists in managing State government.

ORGANIZATION AND STAFFING

The Office of the Governor is located in the State Capitol in Albany. This budget represents programs directly related to the Governor's Office and is supported by General Fund revenues.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The 2001-02 Executive Budget recommends a General Fund appropriation of \$18.2 million. This recommendation includes funding for e-government initiatives and for the ongoing costs of the Moreland Act Commission. A fiduciary fund appropriation of \$100,000 is also requested to permit the use of private grants within the Office of Community Affairs.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	17,028,400	18,255,000	1,226,600	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>17,028,400</u>	<u>18,255,000</u>	<u>1,226,600</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Executive Chamber			
General Fund	177	177	0
Total	<u>177</u>	<u>177</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Executive Chamber			
General Fund	16,928,400	18,155,000	1,226,600
Expendable Trust Funds	100,000	100,000	0
Total	<u>17,028,400</u>	<u>18,255,000</u>	<u>1,226,600</u>

EXECUTIVE CHAMBER

OFFICE OF THE LIEUTENANT GOVERNOR

**ALL FUNDS
APPROPRIATIONS
(dollars)**

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	519,200	523,000	3,800	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>519,200</u>	<u>523,000</u>	<u>3,800</u>	<u>0</u>

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	8	8	0
Total	<u>8</u>	<u>8</u>	<u>0</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	519,200	523,000	3,800
Total	<u>519,200</u>	<u>523,000</u>	<u>3,800</u>

OFFICE OF GENERAL SERVICES

MISSION

The Office of General Services (OGS) was established to consolidate into a single agency, state-of-the-art, cost efficient support services required to operate a changing and increasingly complex State government. These included telecommunications and computer systems, building design and construction, leasing, facility maintenance, purchasing of goods and services, and other basic support services, including mail, parking, printing and surplus property.

In recent years, these activities have continued and evolved to meet State government's changing needs. Many additional responsibilities have been added to make the Office the centralized service provider agency for the State. Among these more recent responsibilities are the purchasing of new technologies, participating in the statewide financing of various types of equipment, and overseeing the distribution of surplus Federal food to public and private organizations.

The Office supports the operations of State agencies by providing voice and data communications; centralized information processing; space planning and leasing; real property management and maintenance; centralized contracting for commodities, services and printing; employee and visitor parking management; and interagency mail and courier assistance. The Office also helps local governments reduce their operating costs by distributing federally donated foods and surplus equipment to them, and by offering them the use of its centralized commodity and service contracts.

ORGANIZATION AND STAFFING

The Office is headed by a Commissioner, who is appointed by the Governor, with a central executive staff and is structured around customer-focused business enterprises: Real Property Management and Development; Information Technology and Procurement Services; Design and Construction; and Support Services. The Office will have a workforce of 2,034 positions for 2001-02.

In the Spring of 1999, the Office released its first comprehensive Strategic Plan. The Plan establishes three major goals, 10 strategic objectives and 26 broad performance measures, and sets forth specific strategies for improving performance. Every major business unit is now developing key performance measures that will be based on reliable data. The measures will assist the Office in remaining focused on the work that matters most to its customers and stakeholders and in identifying needed improvements and changes. The Office's performance measures will be in place during 2001-02, and OGS will work with the Division of the Budget to determine how to link information about performance to the budgeting process.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Executive Budget recommends \$531.5 million for the Office, which includes support of \$145.8 million in State tax dollars from the General Fund. This recommendation also includes \$257.1 million in user fees charged to State agencies and other governmental entities that utilize OGS central and other support services, and \$6.4 million in Federal funding. Most of this funding supports the operation of State office buildings, rehabilitation and other projects aimed at preserving or extending the useful life of office buildings, and the provision of centralized services to State agencies.

Recommended funding will enable OGS to maintain its current levels of service. Major recommendations are as follows:

GENERAL SERVICES

- Increases of \$15 million in General Fund and \$15 million in Internal Service Fund support have been included to meet higher utility-related costs.
- An increase of \$1 million in the General Fund is recommended to fund the completion of a monument on the Empire State Plaza to honor New Yorkers who served in the United States Armed Forces during the Second World War.
- An increase of \$600,000 is recommended in the Internal Service Fund to fund the development of a coordinated claims and loss reporting system and to oversee other risk management initiatives.
- Article VII legislation is being introduced as part of the risk management initiative which will reduce insurance costs associated with capital projects. Initial 2001-02 savings of \$1 million are expected to grow significantly once all the risk management initiatives are fully implemented.

Recommended funding of \$122 million for the Capital Projects Budget includes support for critical projects at the State Capitol and for the modernization of State office buildings in the Capital District. The recommended increase in year-to-year funding reflects the funding required to start the rehabilitation of the A.E. Smith Office Building while allowing the Office to maintain its current spending for the upkeep and preservation of other office buildings throughout the State.

PROGRAM HIGHLIGHTS

EXECUTIVE DIRECTION

This program provides the day-to-day management of the agency, helps State agencies to acquire vehicle insurance, administers financing for the State equipment purchasing program and coordinates the centralized purchase of electricity from the Power Authority of the State of New York.

REAL PROPERTY MANAGEMENT AND DEVELOPMENT

This program is responsible for providing for the safe and efficient operation of approximately 46 major and 84 ancillary State-owned and operated buildings across the State. Services provided by this program include building management, operation, maintenance, cleaning and security for facilities encompassing 17.8 million interior gross square feet with a replacement value estimated at \$4.6 billion. Employees assigned to this program also manage building renovation projects, administer service contracts for the maintenance and operation of certain heating, ventilation and air conditioning systems, and negotiate agreements as needed for leased space.

The Office is also making a major capital investment in office facilities in the Albany area. The need for this effort results from years of under-investment, and the need for State offices to accommodate modern technology. This program includes new office buildings for the Department of Environmental Conservation and the Office of the State Comptroller, a new parking garage in downtown Albany, the modernization of the Alfred E. Smith State Office Building and the development of the Harriman State Office Campus.

TECHNOLOGY AND PROCUREMENT SERVICES

This group provides State agencies with state-of-the-art voice and data communications services, and manages the statewide procurement of goods, services and commodities having an annual value of \$1.7 billion. In carrying out these responsibilities, this group provides centralized telecommunication and data services and establishes standards for each commodity purchased by the Office by developing detailed specifications, evaluating bids, and monitoring vendor performance and quality control. Eligible local

GENERAL SERVICES

governments, schools and not-for-profit organizations may use these centralized contracts, which generally offer the best prices because of the State's purchasing power, to reduce their own operating costs.

DESIGN AND CONSTRUCTION

This group provides architectural, engineering, planning, and design and construction management services to State agencies operating State-owned facilities. This group provides these services to over 20 agencies, and has projects valued at approximately \$300 million underway in design and \$800 million underway in construction.

SUPPORT SERVICES

Employees in this group provide and manage the delivery of interagency mail, employee and visitor parking and transfer of Federal and State surplus property. These employees also warehouse federally donated food and distribute it to school districts and food pantries.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	367,565,100	409,256,600	41,691,500	3,125,000
Aid To Localities	75,000	0	(75,000)	0
Capital Projects	71,400,000	122,200,000	50,800,000	138,681,000
Total	<u>439,040,100</u>	<u>531,456,600</u>	<u>92,416,500</u>	<u>141,806,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Design and Construction			
Internal Service Funds	450	450	0
Executive Direction			
General Fund	118	113	(5)
Internal Service Funds	16	21	5
Information Technology and Procurement			
General Fund	194	187	(7)
Special Revenue Funds - Other	15	15	0
Internal Service Funds	191	191	0
Real Property Management and Development			
General Fund	935	899	(36)
Special Revenue Funds - Other	66	66	0
Internal Service Funds	80	80	0
Expendable Trust Funds	12	12	0
Total	<u>2,077</u>	<u>2,034</u>	<u>(43)</u>

GENERAL SERVICES

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	123,392,100	145,786,600	22,394,500
Special Revenue Funds - Federal	6,050,000	6,400,000	350,000
Special Revenue Funds - Other	17,631,000	14,854,700	(2,776,300)
Enterprise Funds	1,270,000	1,308,700	38,700
Internal Service Funds	218,250,000	239,814,400	21,564,400
Fiduciary Funds	972,000	1,092,200	120,200
Total	367,565,100	409,256,600	41,691,500
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(4,342,000)		
Special Revenue Funds - Other	(223,000)		
Enterprise Funds	(53,000)		
Internal Service Funds	(4,054,000)		
Appropriated 2000-01	358,893,100		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Design and Construction			
Internal Service Funds	46,252,700	45,911,800	(340,900)
Executive Direction			
General Fund	12,412,300	12,260,300	(152,000)
Enterprise Funds	56,000	57,700	1,700
Internal Service Funds	42,278,600	57,487,800	15,209,200
Fiduciary Funds	722,000	842,200	120,200
Information Technology and Procurement			
General Fund	9,314,700	11,126,900	1,812,200
Special Revenue Funds - Federal	6,050,000	6,400,000	350,000
Special Revenue Funds - Other	3,345,800	4,693,900	1,348,100
Internal Service Funds	118,409,400	124,856,500	6,447,100
Real Property Management and Development			
General Fund	101,565,100	122,399,400	20,834,300
Special Revenue Funds - Other	14,285,200	10,160,800	(4,124,400)
Enterprise Funds	1,214,000	1,251,000	37,000
Internal Service Funds	11,309,300	11,558,300	249,000
Fiduciary Funds	250,000	250,000	0
Community Projects			
General Fund	100,000	0	(100,000)
Total	367,565,100	409,256,600	41,691,500

GENERAL SERVICES

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Executive Direction	5,842,100	(217,400)	5,642,100	(282,200)
Information Technology and Procurement	9,901,400	1,776,500	9,862,400	1,775,700
Real Property Management and Development	36,759,500	(168,800)	35,887,400	(340,900)
Total	52,503,000	1,390,300	51,391,900	1,152,600

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Executive Direction	150,000	34,000	50,000	30,800
Information Technology and Procurement	0	(23,900)	39,000	24,700
Real Property Management and Development	0	0	872,100	172,100
Total	150,000	10,100	961,100	227,600

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Executive Direction	6,418,200	65,400	197,400	5,600
Information Technology and Procurement	1,225,500	35,700	99,700	2,800
Real Property Management and Development	85,639,900	21,003,100	4,000,000	(2,870,100)
Community Projects	0	(100,000)	0	0
Total	93,283,600	21,004,200	4,297,100	(2,861,700)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Executive Direction	90,200	2,600	1,955,600	57,200
Information Technology and Procurement	58,400	1,700	1,046,200	30,600
Real Property Management and Development	275,000	4,700	78,664,900	22,641,200
Total	423,600	9,000	81,666,700	22,729,000

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Executive Direction	0	0	4,175,000	0
Information Technology and Procurement	21,200	600	0	0
Real Property Management and Development	1,700,000	227,300	1,000,000	1,000,000
Community Projects	0	0	0	(100,000)
Total	1,721,200	227,900	5,175,000	900,000

GENERAL SERVICES

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Design and Construction	45,911,800	(340,900)	25,387,200	(1,246,800)
Executive Direction	58,387,700	15,331,100	1,127,600	(84,500)
Information Technology and Procurement	135,950,400	8,145,200	10,921,300	927,300
Real Property Management and Development	23,220,100	(3,838,400)	6,410,100	488,200
Total	263,470,000	19,297,000	43,846,200	84,200

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Design and Construction	20,524,600	905,900	0	0
Executive Direction	57,260,100	15,415,600	0	0
Information Technology and Procurement	125,029,100	7,217,900	0	0
Real Property Management and Development	16,560,000	(4,326,600)	250,000	0
Total	219,373,800	19,212,800	250,000	0

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	75,000	0	(75,000)
Total	75,000	0	(75,000)

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2000-01	Recommended 2001-02	Change
Community Projects			
General Fund	75,000	0	(75,000)
Total	75,000	0	(75,000)

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2000-01	Recommended 2001-02	Change	Reappropriations 2001-02
Design and Construction Supervision				
Capital Projects Fund	6,600,000	7,000,000	400,000	22,444,000
Petroleum Storage Tank				
Capital Projects Fund	0	0	0	500,000
Flood Disaster Restoration Program				
Capital Projects Fund	0	0	0	3,000,000
Maintenance and Improvement of Real Property Facilities				
Capital Projects Fund	64,800,000	115,200,000	50,400,000	107,257,000
Capital Projects Fund - Advances	0	0	0	5,480,000
Total	71,400,000	122,200,000	50,800,000	138,681,000

OFFICE OF THE STATE INSPECTOR GENERAL

MISSION

The Office of the State Inspector General is responsible for detecting, investigating, eliminating and deterring fraud, corruption, criminal activity, conflicts of interest and abuse in State government. Its mission is designed to ensure that State government maintains the highest standards of integrity and accountability.

ORGANIZATION AND STAFFING

The Office of the State Inspector General was fundamentally restructured pursuant to Executive Order 39 issued by the Governor in June 1996. The Executive Order provides for the consolidation of most of the State's inspector general activities in a single Office that replaces what were formerly separate, semi-independent deputy inspectors general based in the agencies they served. Headed by the Inspector General who is appointed by the Governor, the Office is headquartered in Albany and has offices in New York City and Buffalo. It will have a workforce of 82 in 2001-02.

FISCAL BACKGROUND AND HIGHLIGHTS

The 2001-02 Executive Budget recommends a General Fund appropriation of \$5.0 million and \$1.4 million in support coming primarily from public authorities. This will allow the Office to maintain existing operations.

PROGRAM HIGHLIGHTS

Since the promulgation of Executive Order 39, the Office of the State Inspector General has acted on more than 4,500 complaints of fraud, criminal activity, waste and abuse involving State employees and resources. The Office has focused its investigative efforts on major cases involving theft, bribery, contract fraud, abuse of authority, and other serious allegations of corruption. Currently, the agency's investigators are working jointly with local, state, and federal law enforcement personnel and prosecutors on significant matters of public concern.

During calendar years 1999 and 2000, the Office's investigations resulted in the arrest of more than 100 individuals, and referrals for discipline in numerous other cases. In addition, many cases resulted in recommendations for administrative or policy changes. The State Inspector General's cases uncovered instances of theft, bid rigging, bribery, creation of fraudulent documents, misuse of computers, narcotics trafficking, and sexual assault. Equally important, the Office's investigations have, in many instances, cleared agencies and individuals of allegations that were unfounded or unsubstantiated.

STATE INSPECTOR GENERAL

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	6,496,600	6,417,000	(79,600)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>6,496,600</u>	<u>6,417,000</u>	<u>(79,600)</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Inspector General			
General Fund	66	63	(3)
Special Revenue Funds - Other	19	19	0
Total	<u>85</u>	<u>82</u>	<u>(3)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	5,097,600	5,018,000	(79,600)
Special Revenue Funds - Other	1,399,000	1,399,000	0
Total	<u>6,496,600</u>	<u>6,417,000</u>	<u>(79,600)</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(391,000)
Special Revenue Funds - Other	(99,000)
Appropriated 2000-01	<u>6,006,600</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Inspector General			
General Fund	5,097,600	5,018,000	(79,600)
Special Revenue Funds - Other	1,399,000	1,399,000	0
Total	<u>6,496,600</u>	<u>6,417,000</u>	<u>(79,600)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Inspector General	4,387,000	(130,600)	4,387,000	(130,600)
Total	<u>4,387,000</u>	<u>(130,600)</u>	<u>4,387,000</u>	<u>(130,600)</u>

STATE INSPECTOR GENERAL

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Contractual Services	
	Amount	Change	Amount	Change
Inspector General	631,000	51,000	631,000	51,000
Total	631,000	51,000	631,000	51,000

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Inspector General	1,399,000	0	1,028,000	(12,000)
Total	1,399,000	0	1,028,000	(12,000)

Program	Nonpersonal Service	
	Amount	Change
Inspector General	371,000	12,000
Total	371,000	12,000

INSURANCE DEPARTMENT

MISSION

The Insurance Department, which was established in 1860, is charged with regulating the insurance industry and with ensuring that the interests of insurance consumers, companies, and producers are balanced. Specific statutory responsibilities include approving the formation, consolidation or merger of insurance organizations, monitoring the financial stability of insurers, overseeing the testing and licensing of agents, adjusters, consultants and insurance intermediaries, and disciplining licensees who violate the Insurance Law or regulations.

ORGANIZATION AND STAFFING

The Insurance Department is headed by a Superintendent, who is appointed by the Governor. The Department maintains offices in Albany and New York City and local offices in Mineola, Rochester, Syracuse and Buffalo. The Department's activities are carried out through three programs: Administration, Regulation and Consumer Services. The Department will have a workforce of 924 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Insurance Department is funded by assessments on domestic insurance carriers and by examination fees. These moneys fully support the operations of the Department as well as insurance-specific operations in other agencies.

The Executive Budget recommends \$117.3 million for the Insurance Department, which will fund the Department's current level of activity and provide \$19.6 million to the Department of State for costs associated with fire prevention efforts and enforcement of state building code regulations.

PROGRAM HIGHLIGHTS

The Department ensures that insurance companies meet statutory requirements regarding their financial condition and corporate conduct by monitoring the financial condition of companies and conducting periodic field examinations of insurers. It strives for the fair treatment of policy holders, claimants, and the public through the regulation of company claim payments and sales practices, responses to consumer complaints, and the timely review of insurance company denials of coverage.

The Department promotes high standards of ethical conduct and technical knowledge through oversight of testing, pre-licensing and continuing education of insurers and agents. It maintains a registry of all licensees, collects fees and imposes fines related to the revocation of licenses and irregular activities.

Reflecting the dynamic and changing environment confronting the insurance industry, the Department has reformed and rescinded over half its regulations and eased the process by which companies are licensed and new insurance products approved. The Department continues to work closely with the Banking Department to assist Holocaust victims and their families to identify and recover assets from foreign financial institutions.

The Department also oversees and coordinates New York's Healthy New York Program which provides qualified small businesses and low income families and individuals with access to a basic package of health insurance benefits.

INSURANCE

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	108,432,200	117,288,000	8,855,800	1,500,000
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>108,432,200</u>	<u>117,288,000</u>	<u>8,855,800</u>	<u>1,500,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
Special Revenue Funds - Other	133	133	0
Consumer Services			
Special Revenue Funds - Other	107	107	0
Regulation			
Special Revenue Funds - Other	704	684	(20)
Total	<u>944</u>	<u>924</u>	<u>(20)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Special Revenue Funds - Other	108,432,200	117,288,000	8,855,800
Total	<u>108,432,200</u>	<u>117,288,000</u>	<u>8,855,800</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
Special Revenue Funds - Other	(7,034,700)		
State, Department of			
General Fund	(328,000)		
Appropriated 2000-01	<u>101,069,500</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	11,107,000	13,503,000	2,396,000
Consumer Services			
Special Revenue Funds - Other	7,612,600	7,617,000	4,400
Regulation			
Special Revenue Funds - Other	89,712,600	96,168,000	6,455,400
Total	<u>108,432,200</u>	<u>117,288,000</u>	<u>8,855,800</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	13,503,000	2,396,000	7,588,000	(149,300)
Consumer Services	7,617,000	4,400	5,266,000	(128,700)
Regulation	96,168,000	6,455,400	41,100,000	(191,100)
Total	<u>117,288,000</u>	<u>8,855,800</u>	<u>53,954,000</u>	<u>(469,100)</u>

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	5,915,000	2,545,300	0	0
Consumer Services	2,351,000	133,100	0	0
Regulation	33,485,000	527,700	21,583,000	6,118,800
Total	<u>41,751,000</u>	<u>3,206,100</u>	<u>21,583,000</u>	<u>6,118,800</u>

INTEREST ON LAWYER ACCOUNT

MISSION

The Interest on Lawyer Account (IOLA) was established in 1983 to finance civil legal services for the poor. Revenues are derived from the interest earned on small trust accounts which attorneys hold for their clients. Banks transfer the interest earned on these accounts to IOLA to fund grants to not-for-profit, tax-exempt entities providing civil legal services to the poor, elderly and disabled. Legislation enacted in 1988 made participation in IOLA mandatory for attorneys in private practice who hold nominal short-term escrow accounts for clients.

ORGANIZATION AND STAFFING

A 15-member board of trustees appointed by the Governor administers IOLA. Board members serve without compensation. Day-to-day operations are handled by a workforce of nine located in New York City.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Executive Budget recommendations enable a grant level of up to \$15 million in each of calendar years 2001 and 2002, the specific amount being dependent upon actual revenue generated. Grant levels have been rising as a result of ongoing revenue maximization efforts including initiatives to reduce administrative costs at participating banks. Approximately \$3 million of the anticipated annual grants are contingent upon these initiatives to increase interest earnings.

PROGRAM HIGHLIGHTS

At least 75 percent of the grant funds distributed by IOLA must be used to deliver civil legal services to the poor. The balance must be allocated to purposes related to the improvement of the administration of justice, including the provision of civil legal services to underserved groups such as the elderly and disabled. In 2001, IOLA will award grants to an estimated 80 organizations.

ALL FUNDS APPROPRIATIONS (dollars)				
Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	1,190,000	1,443,000	253,000	0
Aid To Localities	14,950,000	14,950,000	0	0
Capital Projects	0	0	0	0
Total	<u>16,140,000</u>	<u>16,393,000</u>	<u>253,000</u>	<u>0</u>

INTEREST ON LAWYER ACCOUNT

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
New York Interest on Lawyer Account			
Expendable Trust Funds	9	9	0
Total	<u>9</u>	<u>9</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Fiduciary Funds	1,190,000	1,443,000	253,000
Total	<u>1,190,000</u>	<u>1,443,000</u>	<u>253,000</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
Expendable Trust Funds	(32,000)		
Appropriated 2000-01	<u>1,158,000</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
New York Interest on Lawyer Account			
Expendable Trust Funds	1,190,000	1,443,000	253,000
Total	<u>1,190,000</u>	<u>1,443,000</u>	<u>253,000</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
New York Interest on Lawyer Account	1,443,000	253,000	592,000	83,400
Total	<u>1,443,000</u>	<u>253,000</u>	<u>592,000</u>	<u>83,400</u>
<u>Program</u>	<u>Nonpersonal Service</u>			
	<u>Amount</u>	<u>Change</u>		
New York Interest on Lawyer Account	851,000	169,600		
Total	<u>851,000</u>	<u>169,600</u>		

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Fiduciary Funds	14,950,000	14,950,000	0
Total	<u>14,950,000</u>	<u>14,950,000</u>	<u>0</u>

INTEREST ON LAWYER ACCOUNT

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
New York Interest on Lawyer Account			
Expendable Trust Funds	<u>14,950,000</u>	<u>14,950,000</u>	<u>0</u>
Total	<u>14,950,000</u>	<u>14,950,000</u>	<u>0</u>

TEMPORARY STATE COMMISSION OF INVESTIGATION

MISSION

The Temporary State Commission of Investigation serves as a bipartisan fact-finding agency investigating and reporting on organized crime and racketeering, the conduct of public officers, and other matters affecting public peace, safety and justice.

ORGANIZATION AND STAFFING

The Commission has six salaried members, two each appointed by the Governor, the Temporary President of the Senate and the Speaker of the Assembly. In addition to the 6 commissioners, there will be 26 staff positions at the Commission, which has its main office in New York City.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2001-02 a total of \$2.9 million in State tax dollars and \$200,000 in anticipated asset forfeitures will support the expenses of the Commission.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	3,164,000	3,121,000	(43,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>3,164,000</u>	<u>3,121,000</u>	<u>(43,000)</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Investigation			
General Fund	34	32	(2)
Total	<u>34</u>	<u>32</u>	<u>(2)</u>

INVESTIGATION

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	2,964,000	2,921,000	(43,000)
Special Revenue Funds - Other	200,000	200,000	0
Total	3,164,000	3,121,000	(43,000)

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(165,000)
Appropriated 2000-01	2,999,000

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Investigation			
General Fund	2,964,000	2,921,000	(43,000)
Special Revenue Funds - Other	200,000	200,000	0
Total	3,164,000	3,121,000	(43,000)

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Investigation	2,158,000	(54,100)	2,127,000	(53,700)
Total	2,158,000	(54,100)	2,127,000	(53,700)

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>
Investigation	31,000	(400)
Total	31,000	(400)

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Investigation	763,000	11,100	27,000	(9,300)
Total	763,000	11,100	27,000	(9,300)

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Investigation	58,000	2,200	647,000	17,200
Total	58,000	2,200	647,000	17,200

<u>Program</u>	<u>Equipment</u>	
	<u>Amount</u>	<u>Change</u>
Investigation	31,000	1,000
Total	31,000	1,000

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Nonpersonal Service	
	Amount	Change	Amount	Change
Investigation	<u>200,000</u>	<u>0</u>	<u>200,000</u>	<u>0</u>
Total	<u>200,000</u>	<u>0</u>	<u>200,000</u>	<u>0</u>

JUDICIAL COMMISSIONS

MISSION

New York State's three Judicial Commissions play important roles in maintaining the integrity of the court system. The Commission on Judicial Nomination and the Judicial Screening Committees screen potential nominees for high-level judicial appointments by the Governor. The Commission on Judicial Conduct investigates and acts upon allegations of judicial misconduct.

COMMISSION ON JUDICIAL CONDUCT

The State Constitution established the Commission on Judicial Conduct, which is responsible for investigating complaints of misconduct against State judges and local justices. The Commission has disciplinary powers which include the authority to remove judges and justices from office for serious misconduct, subject to review by the Court of Appeals.

The Commission on Judicial Conduct has 11 members, four of whom are appointed by the Governor, three by the Chief Judge of the Court of Appeals and the remaining four by the Legislature. Commission members serve without pay and meet periodically to consider complaints, hear testimony and determine the disposition of cases. The Commission will have 26 staff in fiscal year 2001-02. Its main office is in New York City, with branches in Albany and Rochester. Its budget of \$2.1 million is supported entirely by State tax dollars from the General Fund.

COMMISSION ON JUDICIAL NOMINATION

The State Constitution established the Commission on Judicial Nomination to evaluate candidates and make recommendations to the Governor for appointment to the Court of Appeals, the State's highest court. No vacancies are anticipated during 2001-02.

The Commission on Judicial Nomination has 12 members appointed by the Governor, the Chief Judge of the Court of Appeals and the Legislature. These members serve without pay and conduct the search for qualified candidates upon formal notification of a vacancy on the Court of Appeals. They are supported by volunteer legal staff also serving without pay.

GOVERNOR'S JUDICIAL SCREENING COMMITTEES

The Governor's Judicial Screening Committees are established by Executive Order to evaluate the qualifications of candidates and make recommendations to the Governor for appointment to judgeships other than those on the Court of Appeals. The Committees are located throughout the State. In fiscal year 2001-02, a total of \$150,000 in State tax dollars will support the Committees.

JUDICIAL COMMISSIONS

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	2,264,500	2,280,000	15,500	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>2,264,500</u>	<u>2,280,000</u>	<u>15,500</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Judicial Conduct			
General Fund	26	26	0
Total	<u>26</u>	<u>26</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	2,264,500	2,280,000	15,500
Total	<u>2,264,500</u>	<u>2,280,000</u>	<u>15,500</u>

Adjustments:
Transfer(s) From
 Special Pay Bill
 General Fund
Appropriated 2000-01

(137,000)
2,127,500

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Judicial Conduct			
General Fund	2,084,500	2,120,000	35,500
Judicial Nomination, Commission on General Fund	30,000	10,000	(20,000)
Judicial Screening Committees General Fund	150,000	150,000	0
Total	<u>2,264,500</u>	<u>2,280,000</u>	<u>15,500</u>

JUDICIAL COMMISSIONS

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Judicial Conduct	1,702,000	6,900	1,674,000	(3,400)
Total	<u>1,702,000</u>	<u>6,900</u>	<u>1,674,000</u>	<u>(3,400)</u>

Program	Temporary Service (Nonannual Salaried)	
	Amount	Change
Judicial Conduct	28,000	10,300
Total	<u>28,000</u>	<u>10,300</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Judicial Conduct	418,000	28,600	31,000	1,400
Judicial Nomination, Commission on	10,000	(20,000)	0	0
Judicial Screening Committees	150,000	0	0	0
Total	<u>578,000</u>	<u>8,600</u>	<u>31,000</u>	<u>1,400</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Judicial Conduct	31,000	1,400	342,000	24,700
Total	<u>31,000</u>	<u>1,400</u>	<u>342,000</u>	<u>24,700</u>

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Judicial Conduct	14,000	1,100	0	0
Judicial Nomination, Commission on	0	0	10,000	(20,000)
Judicial Screening Committees	0	0	150,000	0
Total	<u>14,000</u>	<u>1,100</u>	<u>160,000</u>	<u>(20,000)</u>

DEPARTMENT OF LAW

MISSION

The Department of Law was created in 1926 and is headed by the State Attorney General, who is elected by the people. The Department is responsible for protecting the legal rights of New York State and its citizens by representing the State in litigation and in other legal affairs.

In implementing its constitutional responsibilities, the Department performs a wide range of functions. Major activities of the Department include prosecuting or defending actions and proceedings for or against the State and its departments; prosecuting certain criminal violations of the Labor, Workers' Compensation, and Unemployment Insurance laws; investigating and prosecuting other criminal cases at the request of the Governor or the commissioners of State departments; investigating the activities of organized crime; bringing civil and/or criminal actions against polluters, violators of antitrust laws, and those who defraud consumers or investors; mediating consumer complaints; and investigating and prosecuting cases of Medicaid fraud.

ORGANIZATION AND STAFFING

The legal functions of the Department of Law are divided into major divisions which comprise bureaus dealing with specific legal issues and cases. These are the divisions of Administration, Appeals and Opinions, Criminal Prosecutions, State Counsel, Public Advocacy, and Regional Offices.

The Department's main offices are located in Albany and New York City, with regional offices in Binghamton, Poughkeepsie, Syracuse, Buffalo, Plattsburgh, Rochester, Watertown, Mineola, Hauppauge, Harlem, Utica, Brooklyn, Pearl River and White Plains. The Department will have a workforce of 1,831 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Executive Budget recommends \$175.2 million for the Department. This recommendation includes \$119.6 million in tax dollars from the General Fund, which will finance 68 percent of these expenses for 2001-02. Additional support for 2001-02 will be provided by:

- Federal funding of \$28.6 million to finance Medicaid fraud efforts;
- Revenues of \$20.9 million related to the collection of non-tax debt and litigation settlements; and
- \$6.2 million from assets seized as part of criminal prosecution activities and Medicaid fraud recoveries.

PROGRAM HIGHLIGHTS

Agency divisions perform the following functions:

- The Administration Division provides budget, personnel, operations, and technology services for the agency.
- The Division of Appeals and Opinions handles appellate litigation in both State and Federal courts. The Division also prepares opinions, both formal and informal, interpreting State laws for State agencies and municipalities.
- The Criminal Division investigates and prosecutes criminal cases, including those involving Medicaid fraud, white collar and organized crime cases involving multi-county, multi-state and even multi-national criminal activities occurring within New York State.

LAW

- The Division of State Counsel provides State agencies, the Governor, other State officials and the Legislature with counsel and representation in legal proceedings. It recoups non-tax revenue on behalf of State taxpayers and provides legal assistance to State agencies in connection with the acquisition and disposition of public land.
- The Division of Public Advocacy defends and protects the public interest in the courts. It enforces laws to prevent trade restraint, protects charitable donors and beneficiaries and enforces laws prohibiting discrimination. It also protects consumers from fraudulent, and/or deceptive business practices, enforces environmental laws and regulates sales of investment securities. It also enforces the state's health care laws and addresses concerns about online criminal or fraudulent activities.
- The Regional Offices program provides mini-satellite offices across the state to ensure that all New York agencies have cost effective representation in all local and Federal courts, and that citizens have full access to the programs and services of the Department.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available	Appropriations	Change	Reappropriations
	2000-01	Recommended 2001-02		Recommended 2001-02
State Operations	165,943,800	175,187,000	9,243,200	43,474,500
Aid To Localities	200,000	0	(200,000)	220,000
Capital Projects	0	0	0	0
Total	<u>166,143,800</u>	<u>175,187,000</u>	<u>9,043,200</u>	<u>43,694,500</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01	2001-02	FTE Change
	Estimated FTEs 03/31/01	Estimated FTEs 03/31/02	
Administration			
General Fund	189	189	0
Appeals and Opinions			
General Fund	66	66	0
Counsel for the State			
General Fund	317	320	3
Special Revenue Funds - Other	141	141	0
Internal Service Funds	109	109	0
Criminal Prosecutions			
General Fund	185	185	0
Special Revenue Funds - Other	5	5	0
Medicaid Fraud Control			
General Fund	90	90	0
Special Revenue Funds - Federal	269	269	0
Public Advocacy			
General Fund	303	303	0
Regional Offices			
General Fund	154	154	0
Total	<u>1,828</u>	<u>1,831</u>	<u>3</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	112,821,800	119,574,000	6,752,200
Special Revenue Funds - Federal	26,631,000	28,573,000	1,942,000
Special Revenue Funds - Other	19,461,000	19,835,000	374,000
Internal Service Funds	<u>7,030,000</u>	<u>7,205,000</u>	<u>175,000</u>
Total	<u>165,943,800</u>	<u>175,187,000</u>	<u>9,243,200</u>

Adjustments:

Transfer(s) From

Special Pay Bill			
General Fund	(6,939,000)		
Special Revenue Funds - Federal	(1,315,000)		
Special Revenue Funds - Other	(932,000)		
Internal Service Funds	<u>(358,000)</u>		
Appropriated 2000-01	<u>156,399,800</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	28,137,723	29,654,000	1,516,277
Appeals and Opinions			
General Fund	4,705,304	4,789,000	83,696
Counsel for the State			
General Fund	28,835,034	32,906,000	4,070,966
Special Revenue Funds - Other	13,461,000	13,667,000	206,000
Internal Service Funds	7,030,000	7,205,000	175,000
Criminal Prosecutions			
General Fund	15,088,227	16,003,000	914,773
Special Revenue Funds - Other	2,500,000	2,570,000	70,000
Medicaid Fraud Control			
General Fund	4,422,514	4,654,000	231,486
Special Revenue Funds - Federal	26,631,000	28,573,000	1,942,000
Special Revenue Funds - Other	3,500,000	3,598,000	98,000
Public Advocacy			
General Fund	20,162,428	20,304,000	141,572
Regional Offices			
General Fund	<u>11,470,570</u>	<u>11,264,000</u>	<u>(206,570)</u>
Total	<u>165,943,800</u>	<u>175,187,000</u>	<u>9,243,200</u>

**STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	10,201,000	1,180,677	9,972,000	1,180,577
Appeals and Opinions	4,088,000	64,796	3,997,000	64,996
Counsel for the State	21,376,000	1,092,466	20,945,000	1,091,866
Criminal Prosecutions	13,037,000	833,973	12,791,000	833,673
Medicaid Fraud Control	4,654,000	248,486	4,577,000	231,486
Public Advocacy	18,541,000	93,172	18,149,000	92,872
Regional Offices	9,358,000	(258,670)	9,126,000	(258,670)
Total	<u>81,255,000</u>	<u>3,254,900</u>	<u>79,557,000</u>	<u>3,236,800</u>

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	229,000	100	0	0
Appeals and Opinions	91,000	(200)	0	0
Counsel for the State	431,000	600	0	0
Criminal Prosecutions	243,000	(300)	3,000	600
Medicaid Fraud Control	77,000	17,000	0	0
Public Advocacy	382,000	0	10,000	300
Regional Offices	214,000	0	18,000	0
Total	<u>1,667,000</u>	<u>17,200</u>	<u>31,000</u>	<u>900</u>

STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	19,453,000	335,600	94,000	2,400
Appeals and Opinions	701,000	18,900	354,000	9,800
Counsel for the State	11,530,000	2,978,500	164,000	4,500
Criminal Prosecutions	2,966,000	80,800	71,000	1,800
Medicaid Fraud Control	0	(2,517,000)	0	(34,600)
Public Advocacy	1,763,000	48,400	81,000	2,700
Regional Offices	1,906,000	52,100	19,000	100
Total	<u>38,319,000</u>	<u>997,300</u>	<u>783,000</u>	<u>(13,300)</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	68,000	2,100	18,913,000	612,400
Appeals and Opinions	29,000	500	316,000	8,900
Counsel for the State	380,000	10,500	895,000	24,000
Criminal Prosecutions	306,000	8,400	1,998,000	54,400
Medicaid Fraud Control	0	(38,900)	0	(987,900)
Public Advocacy	78,000	2,200	1,465,000	40,000
Regional Offices	219,000	6,300	1,631,000	44,700
Total	<u>1,080,000</u>	<u>(8,900)</u>	<u>25,218,000</u>	<u>(203,500)</u>

Program	Equipment		General State Charges	
	Amount	Change	Amount	Change
Administration	378,000	(281,300)	0	0
Appeals and Opinions	2,000	(300)	0	0
Counsel for the State	156,000	4,500	0	0
Criminal Prosecutions	591,000	16,200	0	0
Medicaid Fraud Control	0	(4,900)	0	(1,450,700)
Public Advocacy	139,000	3,500	0	0
Regional Offices	37,000	1,000	0	0
Total	<u>1,303,000</u>	<u>(261,300)</u>	<u>0</u>	<u>(1,450,700)</u>

Program	Maintenance Undistributed	
	Amount	Change
Counsel for the State	9,935,000	2,935,000
Total	<u>9,935,000</u>	<u>2,935,000</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND AND OFFSET FUNDS
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Counsel for the State	20,872,000	381,000	7,406,000	56,000
Criminal Prosecutions	2,570,000	70,000	0	0
Medicaid Fraud Control	32,171,000	2,040,000	17,082,000	1,384,000
Total	<u>55,613,000</u>	<u>2,491,000</u>	<u>24,488,000</u>	<u>1,440,000</u>

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Counsel for the State	6,261,000	150,000	7,205,000	175,000
Criminal Prosecutions	0	0	2,570,000	70,000
Medicaid Fraud Control	11,491,000	558,000	3,598,000	98,000
Total	<u>17,752,000</u>	<u>708,000</u>	<u>13,373,000</u>	<u>343,000</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	200,000	0	(200,000)
Total	<u>200,000</u>	<u>0</u>	<u>(200,000)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Public Advocacy			
General Fund	150,000	0	(150,000)
Legislative Initiatives			
General Fund	<u>50,000</u>	<u>0</u>	<u>(50,000)</u>
Total	<u>200,000</u>	<u>0</u>	<u>(200,000)</u>

TEMPORARY STATE COMMISSION ON LOBBYING

MISSION

The Temporary State Commission on Lobbying is responsible for monitoring, maintaining and making public the identities, activities, and expenditures of lobbyists, clients and public corporations attempting to influence the legislative, regulatory and rule- and rate-making actions of elected State officials and agency decision makers. The Commission is also authorized to hold hearings and impose civil penalties. An additional responsibility of the Commission is to collect, maintain, and make public the records of appearances before regulatory State agencies.

In 1999, the Lobbying Act underwent its first major revision in over 20 years, resulting in an expanded role for the Commission in the following areas: increased reporting requirements and schedules; expansion of the Commission's jurisdiction over lobbying at the local government level; strengthened enforcement powers; and establishment of new and/or increased fees.

ORGANIZATION AND STAFFING

The Lobbying Act sets forth the administrative and enforcement responsibilities of the Commission. Under the guidance of a six-member bipartisan board appointed by the Governor, with advice from the legislative leaders, these responsibilities are carried out by a workforce of 20.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Commission receives 85 percent of its support from State tax dollars from the General Fund. The remaining 15 percent of its operations is funded by civil penalty fines assessed on lobbyists for violations of the Lobbying Law.

The Executive Budget recommends \$1,130,000 in General Fund support for the Commission which will allow the Commission to pursue its enhanced level of oversight and enforcement activity.

PROGRAM HIGHLIGHTS

In 1999 the Commission's oversight responsibilities included 2,145 registered lobbyists, 1,365 clients of lobbyists, and 47 public corporations which reported lobbying expenses. The Commission's monitoring responsibilities encompassed both registered and unregistered special interest groups. These groups were active on over 15,282 bills before the Legislature and 1,640 rules, regulations and rate applications involving State agencies.

In anticipation of an increase in filings associated with new local lobbying provisions, the Commission will replace its current system with a state-of-the-art imaging system which will permit more efficient filings through a "paperless" system, and will prepare image records for access on the Internet.

LOBBYING

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	1,199,000	1,330,000	131,000	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>1,199,000</u>	<u>1,330,000</u>	<u>131,000</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Operations			
General Fund	20	20	0
Total	<u>20</u>	<u>20</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	1,099,000	1,130,000	31,000
Special Revenue Funds - Other	100,000	200,000	100,000
Total	<u>1,199,000</u>	<u>1,330,000</u>	<u>131,000</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(64,000)		
Appropriated 2000-01	<u>1,135,000</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Operations			
General Fund	1,099,000	1,130,000	31,000
Special Revenue Funds - Other	100,000	200,000	100,000
Total	<u>1,199,000</u>	<u>1,330,000</u>	<u>131,000</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Operations	987,000	364,000	987,000	364,000
Total	<u>987,000</u>	<u>364,000</u>	<u>987,000</u>	<u>364,000</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Contractual Services	
	Amount	Change	Amount	Change
Operations	143,000	(333,000)	143,000	67,000
Total	<u>143,000</u>	<u>(333,000)</u>	<u>143,000</u>	<u>67,000</u>

Program	Maintenance Undistributed	
	Amount	Change
Operations	0	(400,000)
Total	<u>0</u>	<u>(400,000)</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Maintenance Undistributed	
	Amount	Change	Amount	Change
Operations	200,000	100,000	200,000	100,000
Total	<u>200,000</u>	<u>100,000</u>	<u>200,000</u>	<u>100,000</u>

DIVISION OF MILITARY AND NAVAL AFFAIRS

MISSION

The mission of the Division of Military and Naval Affairs (DMNA) is twofold:

- Through the State's militia, to support a well-trained military force ready to respond to civil emergencies and natural disasters, and with respect to federally recognized units, threats to the nation's security; and
- Through the State Emergency Management Office (SEMO), to coordinate the State's response to natural and man-made disasters and to prepare the State, its local governments and its people to deal effectively with any such potential disasters.

Over the last five years, the Division has refined its mission to include joint partnerships with local communities. The broadened mission includes aid to law enforcement agencies in their counter-drug actions, non-emergency National Guard assistance to communities, and military-style programs designed to assist at-risk youths.

ORGANIZATION AND STAFFING

Under the direction of the Adjutant General, who is appointed by the Governor, the Division consists of the New York Army National Guard, the New York Air National Guard, the Naval Militia, the New York Guard, and the SEMO. Coordinated through the main office in Albany, the Division operates more than 60 armories as well as 28 maintenance shops, six Air Guard bases, and three Army Aviation Support facilities. In addition, DMNA provides administrative support for nearly 18,000 New York-based National Guard troops who are paid directly by the Federal government.

SEMO serves as the operational component of the Disaster Preparedness Commission, which is responsible for State disaster preparedness plans and the coordination of State disaster operations.

The Division will have a workforce of 644 in 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Executive Budget recommendations for fiscal year 2001-02 reflect a long-range approach to restructuring DMNA that is consistent with the restructuring and downsizing of the Federal military. As a result, DMNA's mission has evolved to include increased assistance to local communities for such projects as tearing down abandoned buildings used by drug dealers and providing necessary support during disasters. DMNA is also continuing to conduct a comprehensive review to determine which armories are vital to the continued realization of its changing mission.

The 2001-02 budget recommendations include:

- Federal funds of approximately \$32.8 million, supporting 56 percent of the Division's 2001-02 State Operations Budget.
- Approximately \$14.4 million in State tax dollars, representing 25 percent of its operations budget in 2001-02.
- Special accounts funded with revenues from the nuclear power industry, armory rentals, and seized assets, representing 19 percent of the operations budget.
- Special revenue and Federal grants supporting DMNA's Aid to Localities budget. Assessments paid by the operators of nuclear power generating facilities provide more than \$1.6 million in radiological emergency preparedness aid to the counties in which the facilities are located.

MILITARY AND NAVAL AFFAIRS

The Capital Plan recommendations of \$9.7 million reflect the Division's priority to continue its efforts to effectively maintain armories and, where feasible, restore them to preserve their historic and future value. Efficiencies which will decrease operating costs for these facilities will mitigate funding requirements.

PROGRAM HIGHLIGHTS

RECRUITMENT INCENTIVE AND RETENTION PROGRAM

Established in 1996, the Recruitment Incentive and Retention Program provides qualified individuals and active National Guard members with a tuition benefit for undergraduate study. The enormous success of the program has dramatically reversed the Guard's ten year decline in troop strength and improved New York's ability to maintain guard strength.

MILITARY READINESS

The Military Readiness programs are the core of the Division's operations. These programs include the New York Army National Guard, the New York Air National Guard, the New York Guard, and the New York Naval Militia. The Division has been involved in a variety of military endeavors, including commanding the North East air defense and providing air support to the National Antarctica mission. The Division's response to civilian emergencies has included the mitigation and abatement of the effects of fires, blizzards, floods, and ice storms.

SPECIAL SERVICES

The cornerstone of DMNA's special services is "guardHELP," an innovative program to link guard resources with current community volunteer, anticrime, youth activity, and environmental needs. The Division also conducts federally funded youth programs, the centerpiece of which is the Challenge Youth Program, a 22-week residential program at Camp Smith under which young adults earn a High School Equivalency Diploma. Additionally, the Special Services program includes the maintenance activities associated with armory rentals.

EMERGENCY MANAGEMENT

SEMO coordinates the State's response to natural disasters and other emergencies. Recent emergencies have included flooding and mud slides in the spring of 2000, Tropical Storm Floyd and the Bear Mountain fires in the summer of 1999, and the ice storm of 1998. SEMO is also responsible for the development, testing and revision of radiological emergency plans at the State and county levels to deal with possible radiological accidents at nuclear powered electric generating facilities. This Office also trains personnel to mitigate the risks of future disasters and administers the Disaster Assistance Program, which provides State and federally supported financial relief to localities and individuals affected by disasters.

MILITARY AND NAVAL AFFAIRS

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	56,951,450	58,533,100	1,581,650	9,744,500
Aid To Localities	7,405,000	7,150,000	(255,000)	207,285,000
Capital Projects	9,725,000	9,725,000	0	16,230,000
Total	<u>74,081,450</u>	<u>75,408,100</u>	<u>1,326,650</u>	<u>233,259,500</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	62	62	0
Emergency Management			
General Fund	19	19	0
Special Revenue Funds - Federal	63	63	0
Special Revenue Funds - Other	23	22	(1)
Military Readiness			
General Fund	178	169	(9)
Special Revenue Funds - Federal	255	255	0
Special Service			
Special Revenue Funds - Federal	43	43	0
Special Revenue Funds - Other	10	11	1
Total	<u>653</u>	<u>644</u>	<u>(9)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	13,488,050	14,429,400	941,350
Special Revenue Funds - Federal	31,515,000	32,812,300	1,297,300
Special Revenue Funds - Other	11,396,400	10,719,400	(677,000)
Fiduciary Funds	552,000	572,000	20,000
Total	<u>56,951,450</u>	<u>58,533,100</u>	<u>1,581,650</u>

Adjustments:	
Transfer(s) From	
Special Pay Bill	
General Fund	(1,219,000)
Special Revenue Funds - Federal	(1,308,000)
Special Revenue Funds - Other	(202,000)
Appropriated 2000-01	<u>54,222,450</u>

MILITARY AND NAVAL AFFAIRS

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	3,394,000	3,424,500	30,500
Disaster Assistance			
Special Revenue Funds - Federal	1,456,600	1,680,400	223,800
Emergency Management			
General Fund	1,032,700	1,267,400	234,700
Special Revenue Funds - Federal	7,370,800	7,563,300	192,500
Special Revenue Funds - Other	2,024,300	1,881,400	(142,900)
Military Readiness			
General Fund	9,061,350	8,990,000	(71,350)
Special Revenue Funds - Federal	20,110,500	20,832,800	722,300
Special Service			
General Fund	0	747,500	747,500
Special Revenue Funds - Federal	2,577,100	2,735,800	158,700
Special Revenue Funds - Other	9,372,100	8,838,000	(534,100)
Expendable Trust Funds	552,000	572,000	20,000
Total	<u>56,951,450</u>	<u>58,533,100</u>	<u>1,581,650</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	3,079,100	20,100	3,062,600	18,600
Emergency Management	998,900	122,100	987,900	121,100
Military Readiness	7,045,300	(409,000)	6,580,600	(521,700)
Special Service	520,500	520,500	520,500	520,500
Total	<u>11,643,800</u>	<u>253,700</u>	<u>11,151,600</u>	<u>138,500</u>
<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	0	0	16,500	1,500
Emergency Management	0	0	11,000	1,000
Military Readiness	187,900	(64,100)	276,800	176,800
Special Service	0	0	0	0
Total	<u>187,900</u>	<u>(64,100)</u>	<u>304,300</u>	<u>179,300</u>

MILITARY AND NAVAL AFFAIRS

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	345,400	10,400	46,400	1,400
Emergency Management	268,500	112,600	32,300	2,300
Military Readiness	1,944,700	337,650	171,400	4,600
Special Service	227,000	227,000	109,000	109,000
Total	2,785,600	687,650	359,100	117,300

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	20,600	600	268,100	8,100
Emergency Management	26,500	600	107,700	7,700
Military Readiness	53,000	1,400	1,257,200	331,050
Special Service	12,000	12,000	90,000	90,000
Total	112,100	14,600	1,723,000	436,850

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	10,300	300	0	0
Emergency Management	102,000	102,000	0	0
Military Readiness	23,100	600	440,000	0
Special Service	16,000	16,000	0	0
Total	151,400	118,900	440,000	0

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Disaster Assistance	1,680,400	223,800	934,000	106,500
Emergency Management	9,444,700	49,600	3,992,600	54,400
Military Readiness	20,832,800	722,300	10,090,000	(143,300)
Special Service	12,145,800	(355,400)	2,651,500	(274,000)
Total	44,103,700	640,300	17,668,100	(256,400)

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Disaster Assistance	746,400	117,300	0	0
Emergency Management	5,452,100	(4,800)	0	0
Military Readiness	10,742,800	865,600	0	0
Special Service	5,816,300	(81,400)	3,678,000	0
Total	22,757,600	896,700	3,678,000	0

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	255,000	0	(255,000)
Special Revenue Funds - Federal	5,500,000	5,500,000	0
Special Revenue Funds - Other	1,650,000	1,650,000	0
Total	7,405,000	7,150,000	(255,000)

MILITARY AND NAVAL AFFAIRS

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Emergency Management			
Special Revenue Funds - Federal	5,500,000	5,500,000	0
Special Revenue Funds - Other	1,650,000	1,650,000	0
Community Projects			
General Fund	255,000	0	(255,000)
Total	<u>7,405,000</u>	<u>7,150,000</u>	<u>(255,000)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations 2001-02</u>
Design and Construction Supervision				
Capital Projects Fund	1,750,000	1,000,000	(750,000)	3,500,000
Federal Capital Projects Fund	275,000	275,000	0	630,000
Maintenance and Improvement of Existing Facilities				
Capital Projects Fund	4,550,000	5,300,000	750,000	4,800,000
Federal Capital Projects Fund	3,150,000	3,150,000	0	7,300,000
Total	<u>9,725,000</u>	<u>9,725,000</u>	<u>0</u>	<u>16,230,000</u>

DIVISION OF PAROLE

MISSION

The Division of Parole, which consists of the Board of Parole and Division staff, provides offenders who have been released from prison the opportunity to become productive, law-abiding members of the community while limiting public risk.

The Parole Board determines when an inmate should be released from prison through a hearing process. The Division also supervises parolees in the community, investigates alleged violations, revokes parole when warranted and arranges for services to help the parolees remain productive and law-abiding members of the community.

ORGANIZATION AND STAFFING

The 19 members of the Board of Parole are appointed by the Governor and confirmed by the Senate for six-year terms. One member is designated by the Governor to serve as the Board's Chair and chief executive officer of the Division. The Board members review the cases of inmates eligible for parole and determine if and when the offender should be released to parole supervision. The Board members establish the conditions the parolee must abide by in the community, and revoke parole in cases where parolees fail to maintain the conditions of their release.

The Division's administrative staff are located in its central office in Albany. Parole operations staff are distributed across the state in 71 correctional facilities and approximately 35 community-based supervision offices.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2001-02, approximately \$147 million in State tax dollars and \$5.8 million in Federal funds will enable the Division of Parole to promote public safety by preparing inmates for release, supervising offenders in the community, and arranging for treatment services for parolees. The State Operations recommendations build on prior year initiatives designed to supervise offenders in the community by providing intensive parole officer caseloads for violent felony offenders, sex offenders and for those parolees who complete the drug treatment program at the Willard Drug Treatment Campus.

Approximately \$40.9 million in State tax dollars and \$2.7 million in Federal funds are recommended to support the Aid to Localities portion of the budget. This funding finances vocational development and relapse prevention programs, and supports initiatives designed to positively impact the revocation process, such as the High Impact Incarceration Program (HIIP) in New York City, more efficient processing of parole violators in New York City and a Monroe County Diversion Program.

PROGRAM HIGHLIGHTS

In addition to closely monitoring offenders in the community, the Division helps prevent parolees from reverting to a life of crime by contracting for various rehabilitative services such as substance abuse counseling, residential treatment, and employment training and programming.

PAROLE OPERATIONS

The Parole Operations program, the core of the State parole system, comprises three major areas: preparing inmates for parole, assisting the Board in making parole release determinations, and supervising parolees upon release. As a result of changes to the

PAROLE

Penal Law by the Sentencing Reform Act of 1995 and Jenna's Law, violent felony offenders will be subject to determinate sentences and not eligible for early parole release. Those offenders will, however, be subject to fixed periods of post-release supervision upon their release from prison, and monitored by Parole Officers. An inmate must have housing and employment prospects before being released from a State prison. Parole Officers attempt to obtain housing, employment and other services before an inmate appears before the Board. At the same time, parole staff assigned to prisons assess an inmate's readiness for release by reviewing his or her case history. The staff also summarizes an inmate's rehabilitation progress, family background, and housing and employment prospects for the Board's consideration.

When offenders are released from prison, they are assigned to a Parole Officer for the balance of their sentence. The supervising Parole Officer monitors behavior and helps the parolee locate and maintain employment.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	147,178,800	153,632,000	6,453,200	3,447,500
Aid To Localities	55,506,700	48,924,000	(6,582,700)	8,427,400
Capital Projects	0	0	0	0
Total	<u>202,685,500</u>	<u>202,556,000</u>	<u>(129,500)</u>	<u>11,874,900</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	118	118	0
Parole Operations			
General Fund	2,247	2,242	(5)
Special Revenue Funds - Federal	54	32	(22)
Total	<u>2,419</u>	<u>2,392</u>	<u>(27)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	144,713,900	147,007,000	2,293,100
Special Revenue Funds - Federal	1,639,900	5,800,000	4,160,100
Special Revenue Funds - Other	400,000	400,000	0
Fiduciary Funds	425,000	425,000	0
Total	<u>147,178,800</u>	<u>153,632,000</u>	<u>6,453,200</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund		<u>(9,821,000)</u>	
Appropriated 2000-01	<u>137,357,800</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	8,138,600	8,276,000	137,400
Parole Operations			
General Fund	136,575,300	138,731,000	2,155,700
Special Revenue Funds - Federal	1,639,900	5,800,000	4,160,100
Special Revenue Funds - Other	400,000	400,000	0
Expendable Trust Funds	<u>425,000</u>	<u>425,000</u>	<u>0</u>
Total	<u>147,178,800</u>	<u>153,632,000</u>	<u>6,453,200</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	6,852,000	137,300	6,724,700	135,200
Parole Operations	<u>114,048,000</u>	<u>1,458,100</u>	<u>110,349,500</u>	<u>1,137,500</u>
Total	<u>120,900,000</u>	<u>1,595,400</u>	<u>117,074,200</u>	<u>1,272,700</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	0	0	127,300	2,100
Parole Operations	<u>38,500</u>	<u>0</u>	<u>3,660,000</u>	<u>320,600</u>
Total	<u>38,500</u>	<u>0</u>	<u>3,787,300</u>	<u>322,700</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	1,424,000	100	36,800	0
Parole Operations	<u>24,683,000</u>	<u>697,600</u>	<u>986,800</u>	<u>0</u>
Total	<u>26,107,000</u>	<u>697,700</u>	<u>1,023,600</u>	<u>0</u>

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	237,900	0	1,135,200	100
Parole Operations	<u>3,630,100</u>	<u>315,000</u>	<u>18,873,700</u>	<u>382,600</u>
Total	<u>3,868,000</u>	<u>315,000</u>	<u>20,008,900</u>	<u>382,700</u>

<u>Program</u>	<u>Equipment</u>	
	<u>Amount</u>	<u>Change</u>
Administration	14,100	0
Parole Operations	<u>1,192,400</u>	<u>0</u>
Total	<u>1,206,500</u>	<u>0</u>

PAROLE

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Parole Operations	4,725,000	4,300,000	4,725,000	4,300,000
Total	<u>4,725,000</u>	<u>4,300,000</u>	<u>4,725,000</u>	<u>4,300,000</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	47,514,300	40,931,000	(6,583,300)
Special Revenue Funds - Federal	2,742,400	2,743,000	600
Internal Service Funds	5,250,000	5,250,000	0
Total	<u>55,506,700</u>	<u>48,924,000</u>	<u>(6,582,700)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Parole Operations			
General Fund	47,514,300	40,931,000	(6,583,300)
Special Revenue Funds - Federal	2,742,400	2,743,000	600
Internal Service Funds	5,250,000	5,250,000	0
Total	<u>55,506,700</u>	<u>48,924,000</u>	<u>(6,582,700)</u>

OFFICE FOR THE PREVENTION OF DOMESTIC VIOLENCE

MISSION

The Office for the Prevention of Domestic Violence develops State-wide policies to protect victims of domestic violence and conducts domestic violence prevention training for judges, prosecutors, police, attorneys, probation and parole personnel, social services and health care providers.

ORGANIZATION AND STAFFING

The Office, headed by an Executive Director appointed by the Governor, has its central office in the Capital District and one field office in New York City. The Office will have a workforce of 37 persons in 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Executive Budget continues support for the Office's policy development and training programs. During 2001-02, the Office will:

- Provide information and training for police agencies, judges, prosecutors and hospital personnel to implement the Family Protection and Domestic Violence Intervention Act.
- Conduct a statewide public education and outreach campaign promoting an attitude of "zero tolerance" of domestic violence in communities across New York State.
- Continue the English and Spanish domestic violence statewide hotlines and maintain funding for five community-based education programs for perpetrators of domestic violence.

The All Funds appropriation for the Office will be \$2,722,600 in SFY 2001-02 to carry out domestic violence prevention activities. The budget recommends the consolidation of routine administrative functions with the Division of Criminal Justice Services, similar to the previous successful initiative with the Division of Probation and Correctional Alternatives and the State Commission of Correction. This arrangement will also provide the Office for the Prevention of Domestic Violence with enhanced access to digital technology which will enable the agency to meet increasing demands for service.

PROGRAM HIGHLIGHTS

The Office works to improve the response of various State and local public agencies to families affected by domestic violence. In cooperation with other agencies, the Office develops domestic violence policies and provides training and information about domestic violence. These programs clarify professional and legal responsibility to promote the safety of victims of domestic violence and to hold offenders accountable for their actions. Each training program provides an in-depth examination of the nature and dynamics of domestic violence.

The Office also serves as a clearinghouse for information about domestic violence, receiving more than 4,000 calls a year from social service and health care agencies, police departments, domestic violence shelters, local violence prevention programs and domestic violence victims.

Over the past several years, the Office's accomplishments have included development of model county and State domestic violence prevention policies which guide the response to victims and perpetrators of domestic violence in all county and State agencies.

PREVENTION OF DOMESTIC VIOLENCE

Additionally, as a result of the 1997 Welfare Reform legislation, the Office will continue to work with the Office of Temporary and Disability Assistance and Office of Children and Family Services to improve procedures for notifying public assistance applicants and recipients about the availability of domestic violence protection and services, and to provide training to social services personnel to recognize the presence of domestic violence.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	1,923,000	1,967,600	44,600	150,000
Aid To Localities	755,000	755,000	0	0
Capital Projects	0	0	0	0
Total	<u>2,678,000</u>	<u>2,722,600</u>	<u>44,600</u>	<u>150,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01 Estimated FTEs 03/31/01	2001-02 Estimated FTEs 03/31/02	FTE Change
Administration			
General Fund	22	21	(1)
Special Revenue Funds - Federal	16	16	0
Total	<u>38</u>	<u>37</u>	<u>(1)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	1,753,000	1,797,600	44,600
Special Revenue Funds - Federal	100,000	100,000	0
Special Revenue Funds - Other	20,000	20,000	0
Fiduciary Funds	50,000	50,000	0
Total	<u>1,923,000</u>	<u>1,967,600</u>	<u>44,600</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(159,000)		
Appropriated 2000-01	<u>1,764,000</u>		

PREVENTION OF DOMESTIC VIOLENCE

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	1,753,000	1,797,600	44,600
Special Revenue Funds - Federal	100,000	100,000	0
Special Revenue Funds - Other	20,000	20,000	0
Expendable Trust Funds	50,000	50,000	0
Total	<u>1,923,000</u>	<u>1,967,600</u>	<u>44,600</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	1,291,000	(15,400)	1,291,000	(15,400)
Total	<u>1,291,000</u>	<u>(15,400)</u>	<u>1,291,000</u>	<u>(15,400)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	506,600	60,000	25,000	0
Total	<u>506,600</u>	<u>60,000</u>	<u>25,000</u>	<u>0</u>

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	80,000	0	371,600	60,000
Total	<u>80,000</u>	<u>0</u>	<u>371,600</u>	<u>60,000</u>

<u>Program</u>	<u>Equipment</u>	
	<u>Amount</u>	<u>Change</u>
Administration	30,000	0
Total	<u>30,000</u>	<u>0</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	170,000	0	170,000	0
Total	<u>170,000</u>	<u>0</u>	<u>170,000</u>	<u>0</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	755,000	755,000	0
Total	<u>755,000</u>	<u>755,000</u>	<u>0</u>

PREVENTION OF DOMESTIC VIOLENCE

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	<u>755,000</u>	<u>755,000</u>	<u>0</u>
Total	<u>755,000</u>	<u>755,000</u>	<u>0</u>

DIVISION OF PROBATION AND CORRECTIONAL ALTERNATIVES

MISSION

The Division of Probation and Correctional Alternatives oversees county probation departments, provides them with training and technical assistance, and reimburses a portion of their expenses related to supervision and treatment of offenders.

ORGANIZATION AND STAFFING

Headed by a State Director appointed by the Governor, the Division is located in Albany. The Division will operate in 2001-02 with a staff of 33.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

In 2001-02, approximately \$2.4 million in State tax dollars will support the Division's State Operations budget. The Division's Aid to Localities program will distribute \$87.4 million in State support for probation services and alternatives to incarceration. Over the past two years, \$5 million in grants to community-based programs have been distributed through the Federal Temporary Assistance to Needy Families (TANF) program. These programs assist families involved in the criminal justice system with training and employment programs needed to break the cycle of criminal activity and financial dependence on the public welfare system.

PROGRAM HIGHLIGHTS

The recommended reduction in local assistance reflects the elimination of funds added by the legislature in 2000-01. The resulting balance of State and Local support for community criminal justice services reflects the view that localities should assume a greater role in financing local criminal justice programs, just as the State has increased its commitment to expanding prison capacity and investing in criminal justice technology improvements, such as expansion of the DNA database and improved communication. The recommendations continue support for many projects benefitting local probation departments, including:

- Regional Probation Officer training to promote consistency in local supervision. The agency plans to develop an on-line "virtual academy" for continuous training for new officers.
- A standardized risk/needs assessment system is being tested for adults in four county probation departments with State-wide implementation anticipated in the coming year. Similarly, six counties are currently testing juvenile assessment tools which focus on the young offender's strengths as a means to identify the most appropriate and effective rehabilitative programming.
- Probation record automation pilot projects, initiated in several local probation departments in collaboration with the Division of Criminal Justice Services, have strengthened management systems and expedited the collection of essential information on probation services. A state-wide automation schedule will be developed during the coming year.

PROBATION AND CORRECTIONAL ALTERNATIVES

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	2,371,500	2,774,400	402,900	0
Aid To Localities	89,284,800	87,350,500	(1,934,300)	20,107,900
Capital Projects	0	0	0	0
Total	<u>91,656,300</u>	<u>90,124,900</u>	<u>(1,531,400)</u>	<u>20,107,900</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Community Corrections			
General Fund	31	31	0
Special Revenue Funds - Federal	2	2	0
Total	<u>33</u>	<u>33</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	2,371,500	2,414,400	42,900
Special Revenue Funds - Federal	0	360,000	360,000
Total	<u>2,371,500</u>	<u>2,774,400</u>	<u>402,900</u>

Adjustments:
Transfer(s) From
 Special Pay Bill
 General Fund
Appropriated 2000-01

(147,000)
2,224,500

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Community Corrections			
General Fund	2,371,500	2,414,400	42,900
Special Revenue Funds - Federal	0	360,000	360,000
Total	<u>2,371,500</u>	<u>2,774,400</u>	<u>402,900</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	Total Personal Service		Personal Service Regular (Annual Salaried)	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Community Corrections	1,959,500	27,900	1,959,500	27,900
Total	<u>1,959,500</u>	<u>27,900</u>	<u>1,959,500</u>	<u>27,900</u>

PROBATION AND CORRECTIONAL ALTERNATIVES

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Community Corrections	454,900	15,000	26,600	0
Total	454,900	15,000	26,600	0
Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Community Corrections	60,000	(5,100)	338,300	20,100
Total	60,000	(5,100)	338,300	20,100
Program	Equipment			
	Amount	Change		
Community Corrections	30,000	0		
Total	30,000	0		

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Maintenance Undistributed	
	Amount	Change	Amount	Change
Community Corrections	360,000	360,000	360,000	360,000
Total	360,000	360,000	360,000	360,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	89,284,800	87,350,500	(1,934,300)
Total	89,284,800	87,350,500	(1,934,300)

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2000-01	Recommended 2001-02	Change
Community Corrections	89,284,800	87,350,500	(1,934,300)
General Fund	89,284,800	87,350,500	(1,934,300)
Total	89,284,800	87,350,500	(1,934,300)

PUBLIC EMPLOYMENT RELATIONS BOARD

MISSION

The Public Employment Relations Board resolves labor disputes between public employers and employees. The Board provides mediation, fact-finding and arbitration in contract disputes for approximately 4,000 negotiating units in New York. In addition, the Board settles questions of union representation, conducts hearings on charges of improper practices, designates Management/Confidential positions, and acts as a clearinghouse for information on wages, benefits and employment practices.

ORGANIZATION AND STAFFING

The Board consists of a full-time Chair and two part-time members nominated by the Governor for six-year terms. The Board's jurisdiction includes State, county, and local governments, certain special service districts, school districts and public authorities. Central offices are in Albany, with additional staff in Buffalo and Brooklyn. The Board will have a workforce of 44 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Board receives 95 percent of its funding from the General Fund, which supports its mediation, fact-finding, and arbitration services and administrative costs.

The Executive Budget recommends \$3.8 million in General Fund support for the Board, and the Board's remaining expenses of \$203,000 are financed by fees paid by public employers and unions for filings and publications.

PROGRAM HIGHLIGHTS

The Board provides three principal services: conciliation, settlement of petitions involving representation, and rulings on charges of improper practices.

CONCILIATION

The Board provided assistance in approximately 372 of the 2,500 State and local contracts negotiated in 1999-2000. The Board has followed many of these cases through the full range of impasse resolution steps: mediation, followed by either fact-finding or arbitration and conciliation.

REPRESENTATION

Through its Office of Public Employment Practices and Representation, the Board reviews all petitions from public employee unions and employers requesting the creation of new negotiating units or the transfer of members between units. It also reviews requests to remove positions from negotiating units and may designate them management or confidential. In 1999-2000, the Board received 115 petitions raising questions about representation and conducted 14 elections for representation.

PUBLIC EMPLOYMENT RELATIONS

EMPLOYMENT PRACTICES

The Board conducts hearings and renders decisions on improper practice charges, and received petitions on 865 charges of improper employment and negotiating practices in the previous year. In 1999-2000, the agency wrote over 280 decisions and closed, either by decision or settlement, over 1,027 improper practice cases. Each case must be addressed in a pre-hearing conference attended by the affected parties. If a case cannot be resolved, a Board administrative law judge must rule on the charge after conducting a formal hearing.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2000-01	Appropriations Recommended 2001-02	Change	Reappropriations Recommended 2001-02
State Operations	4,058,000	4,014,000	(44,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	4,058,000	4,014,000	(44,000)	0

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01 Estimated FTEs 03/31/01	2001-02 Estimated FTEs 03/31/02	FTE Change
Administration			
General Fund	42	42	0
Special Revenue Funds - Other	2	2	0
Total	44	44	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	3,865,500	3,811,000	(54,500)
Special Revenue Funds - Other	192,500	203,000	10,500
Total	4,058,000	4,014,000	(44,000)
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(270,000)		
Appropriated 2000-01	3,788,000		

PUBLIC EMPLOYMENT RELATIONS

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	3,865,500	3,811,000	(54,500)
Special Revenue Funds - Other	192,500	203,000	10,500
Total	<u>4,058,000</u>	<u>4,014,000</u>	<u>(44,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	3,309,000	(103,900)	2,992,000	(103,900)
Total	<u>3,309,000</u>	<u>(103,900)</u>	<u>2,992,000</u>	<u>(103,900)</u>

<u>Program</u>	<u>Temporary Service (Nonannual Salaried)</u>		<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	314,000	100	3,000	(100)
Total	<u>314,000</u>	<u>100</u>	<u>3,000</u>	<u>(100)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	502,000	49,400	139,000	8,100
Total	<u>502,000</u>	<u>49,400</u>	<u>139,000</u>	<u>8,100</u>

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	103,000	1,500	260,000	39,800
Total	<u>103,000</u>	<u>1,500</u>	<u>260,000</u>	<u>39,800</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	203,000	10,500	55,000	5,000
Total	<u>203,000</u>	<u>10,500</u>	<u>55,000</u>	<u>5,000</u>

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Administration	148,000	5,500
Total	<u>148,000</u>	<u>5,500</u>

DEPARTMENT OF PUBLIC SERVICE

MISSION

The Department of Public Service has a broad mandate to ensure that all New Yorkers have access to reliable and low-cost utility services. The Department is the staff arm of the Public Service Commission, which regulates the rates and services of the State's public utilities, including electric, gas, steam, telephone, and water. The Commission also oversees the siting of major electric and gas transmission lines and facilities, ensures the safety of natural gas and liquid petroleum pipelines, and is responsible for oversight and regulation of the cable television industry in New York State. As the transition is made from a regulated utility industry to a more competitive market, the Department will use its oversight responsibilities to foster competitive market forces which will produce lower rates for consumers, enable customers to choose from a variety of suppliers, and continue reliable service.

ORGANIZATION AND STAFFING

The Public Service Commission consists of five members who are nominated by the Governor and confirmed by the Senate. The Chairman serves as the chief executive officer of the Department which operates offices in Albany, New York City and Buffalo.

The Department's budget has two programs: the Administration Program, which supports Public Service Commission activities; and the Regulation Program, which undertakes activities to ensure fair and reasonable rates, foster proper competition, monitor service standards, address consumer complaints, promote efficient operation and ensure that industry construction programs meet safety and environmental requirements.

The Department will have a workforce of 598 for 2001-02. Approximately 98 percent of this staff is financed by utility and cable assessments and the remaining two percent by Federal grants and coin-operated telephone fees.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The 2001-02 budget recommendations for the Department of Public Service reflect the changing mission of the agency as the utility industry moves from a regulated environment to a competitive market. As the electric industry undergoes restructuring, the Department is overseeing this process to ensure that policies are implemented to encourage competition for retail and wholesale business, and a level playing field in this new competitive market. It should be noted that, while power generation will eventually function in a competitive market, the monopolistic transmission and distribution of electricity will remain regulated for the foreseeable future. As the industry changes and evolves, the Department of Public Service will continue to act as a consumer advocate through education and outreach to ensure that it fulfills its core mission.

The Department's 2001-02 operating budget includes funding of \$63.9 million from utility and cable assessments and coin operated telephone fees. Public utility assessments are based on a utility's gross intrastate operating revenues above \$25,000. Cable television assessments are based on revenues from those companies with 1,000 or more subscribers.

In addition, the local assistance budget provides a total of \$400,000 from fees paid by entities proposing the siting of electric generation facilities, that may be accessed by local governments and community groups to fund intervention activities related to the siting.

PUBLIC SERVICE

PROGRAM HIGHLIGHTS

The Department's highest priority for the coming year remains its move toward competition in the electric, telecommunications, and gas industries. This transition must be effectively managed to ensure that competition benefits both the State's economic interests and utility ratepayers. During this transition to competitive markets, the Department will develop the infrastructure needed for competitive alternatives, maintain the high standards of reliability and service quality that New Yorkers expect, ensure fair competition, and, where necessary, provide ratepayers effective protection.

**ALL FUNDS
APPROPRIATIONS
(dollars)**

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	65,201,300	65,399,000	197,700	0
Aid To Localities	4,400,000	400,000	(4,000,000)	5,419,000
Capital Projects	0	0	0	0
Total	<u>69,601,300</u>	<u>65,799,000</u>	<u>(3,802,300)</u>	<u>5,419,000</u>

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
Special Revenue Funds - Other	104	102	(2)
Regulation of Utilities			
Special Revenue Funds - Federal	12	12	0
Special Revenue Funds - Other	503	484	(19)
Total	<u>619</u>	<u>598</u>	<u>(21)</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Special Revenue Funds - Federal	1,188,000	1,445,000	257,000
Special Revenue Funds - Other	64,013,300	63,954,000	(59,300)
Total	<u>65,201,300</u>	<u>65,399,000</u>	<u>197,700</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
Special Revenue Funds - Federal	(39,000)
Special Revenue Funds - Other	(4,346,000)
Appropriated 2000-01	<u>60,816,300</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	10,087,300	9,986,000	(101,300)
Regulation of Utilities			
Special Revenue Funds - Federal	1,188,000	1,445,000	257,000
Special Revenue Funds - Other	<u>53,926,000</u>	<u>53,968,000</u>	<u>42,000</u>
Total	<u>65,201,300</u>	<u>65,399,000</u>	<u>197,700</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	9,986,000	(101,300)	5,457,000	(139,300)
Regulation of Utilities	<u>55,413,000</u>	<u>299,000</u>	<u>32,982,000</u>	<u>(460,500)</u>
Total	<u>65,399,000</u>	<u>197,700</u>	<u>38,439,000</u>	<u>(599,800)</u>

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	4,529,000	38,000	0	0
Regulation of Utilities	<u>22,431,000</u>	<u>1,092,200</u>	<u>0</u>	<u>(332,700)</u>
Total	<u>26,960,000</u>	<u>1,130,200</u>	<u>0</u>	<u>(332,700)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Special Revenue Funds - Other	<u>4,400,000</u>	<u>400,000</u>	<u>(4,000,000)</u>
Total	<u>4,400,000</u>	<u>400,000</u>	<u>(4,000,000)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Regulation of Utilities			
Special Revenue Funds - Other	<u>4,400,000</u>	<u>400,000</u>	<u>(4,000,000)</u>
Total	<u>4,400,000</u>	<u>400,000</u>	<u>(4,000,000)</u>

GOVERNOR'S OFFICE OF REGULATORY REFORM

MISSION

The Governor's Office of Regulatory Reform was restructured in 1995 and charged with the promotion of private sector job growth in New York through the review and reform of State regulations. The Office creates a positive climate for job growth by reviewing and streamlining regulations, expediting regulatory approval and improving attitudes of regulators toward affected parties. Since 1995, the Office has substantively reviewed and/or eliminated over 1,800 rules which, together with other regulatory, statutory and permitting reforms, has saved State businesses and localities \$2.9 billion in operating and other expenses.

ORGANIZATION AND STAFFING

Led by a Director appointed by the Governor, the Office is located in Albany. Agency objectives are achieved through its Business Permits Assistance and Regulatory Review programs. The Office will have a workforce of 43 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Office's operations are supported by State tax dollars from the General Fund. The Executive Budget recommends \$4.1 million in support for the Office to maintain current efforts to streamline the State's regulatory process. Recommended funding also supports the continued development of the Online Permit and Licensing System (OPAL) that will allow businesses to apply for permits and licenses in one consolidated transaction and improve New York's business climate.

PROGRAM HIGHLIGHTS

REGULATORY REVIEW

The Office reviews the need for proposed new and revised regulations and their economic impact. Staff continue efforts begun in 1995 to review all existing State agency regulations to identify those hampering the growth of business and jobs in New York State. The Office requires regulating agencies to analyze the costs and benefits of any proposed new or amended rule and to consider its effect on job creation and retention, public health, safety and welfare. Recommendations are also made to agencies to help them simplify their regulatory processes. The Office has also played a key role in the innovative SEMI-NY, BUILDNOW-NY and RE-BUILDNOW-NY programs to facilitate economic development.

BUSINESS PERMITS ASSISTANCE

The Business Permits Assistance program provides comprehensive information about permits required to operate businesses in New York State, in addition to consulting with local governments to better coordinate local permit applications. Program staff also assist agencies in streamlining and simplifying permit procedures required for business and local government undertakings. Since 1995, this program has provided assistance to almost 250,000 individuals or firms interested in starting or growing a business in New York. This effort was facilitated by the development in 1995 of a master application form

REGULATORY REFORM

for complex business ventures, a comprehensive permit reform program in 1997 and development of a web site, www.nys-permits.org, which provides businesses with permit information.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	3,300,300	4,093,000	792,700	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>3,300,300</u>	<u>4,093,000</u>	<u>792,700</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	40	43	3
Total	<u>40</u>	<u>43</u>	<u>3</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	3,300,300	4,093,000	792,700
Total	<u>3,300,300</u>	<u>4,093,000</u>	<u>792,700</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(191,000)		
Appropriated 2000-01	<u>3,109,300</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	3,300,300	4,093,000	792,700
Total	<u>3,300,300</u>	<u>4,093,000</u>	<u>792,700</u>

REGULATORY REFORM

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	2,661,000	258,900	2,656,000	258,600
Total	<u>2,661,000</u>	<u>258,900</u>	<u>2,656,000</u>	<u>258,600</u>

Program	Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change
Administration	5,000	300
Total	<u>5,000</u>	<u>300</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	1,432,000	533,800	51,000	2,000
Total	<u>1,432,000</u>	<u>533,800</u>	<u>51,000</u>	<u>2,000</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	50,000	500	1,150,000	594,450
Total	<u>50,000</u>	<u>500</u>	<u>1,150,000</u>	<u>594,450</u>

Program	Equipment	
	Amount	Change
Administration	181,000	(63,150)
Total	<u>181,000</u>	<u>(63,150)</u>

DEPARTMENT OF STATE

MISSION

The Department of State (DOS), established in 1788, is the oldest State agency. Historically serving as the State's general recording officer and custodian of the State's "Great Seal", the Department's mission has grown to include a broad range of activities that coordinate programs with, and provide services to, local governments and businesses. The Department protects the public's safety by managing arson, fire prevention, building and energy code programs; assists the public by providing ombudsman services; administers programs for community development and local government service activities; and supports businesses through various licensing and registration activities.

ORGANIZATION AND STAFFING

The Department is headed by the Secretary of State, who is appointed by the Governor and confirmed by the Senate. The Department's central office is located in Albany. It also has 20 regional offices across the State and operates the Academy of Fire Science in Montour Falls, Schuyler County. The Department of State will have a workforce of 884 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

Approximately 34 percent of the Department's operations and local aid programs are funded from fees and other income, 52 percent are funded with Federal grants, and State tax dollars from the General Fund support the remaining 14 percent. The Executive Budget recommends funding of \$110.6 million for the Department of State: \$95.4 million in Federal funding and fee revenues, and \$15.2 million in General Fund support.

Major recommendations include:

- Continued support for Department-wide technology improvements to provide enhanced internet access and on-line applications to better serve the State's business customers and ease the filing of Financial Disclosure Statements.
- New funding for fire safety inspections and training programs at public and independent colleges and universities.
- Legislation to update Article 9 of the Uniform Commercial Code to permit the application of new and emerging technologies for certain financial transactions and allow for the use of modern forms of collateral.

PROGRAM HIGHLIGHTS

- The responsibilities of the Department of State are carried out through three programs:
- The Local Government and Community Services Program consists of several functions including the Office of Fire Prevention and Control which works with both paid and volunteer firefighters by providing training, technical support and assistance with arson investigations. The Office is working with the Department of Health and other experts to develop fire safety standards for cigarettes. This program also includes the Division of Code Enforcement and Administration, which administers New York's building and energy code. In addition to these activities, staff provide ombudsman services to citizens; offer planning and management services to local governments through the Division of Local Government; support land use planning activities in the New York City/Catskill Watershed; coordinate New York's coastal resources and waterfront revitalization activities; provide low interest loans to fire and ambulance companies through the Emergency Services

STATE

Revolving Loan Program; and administer the Department's federal grant programs, including the Appalachian Regional Commission and State Rural Development Council. The federally funded Division of Community Services provides a means for achieving economic self-sufficiency through programs designed to improve job skills and opportunities to its low income participants.

- The Business and Licensing Services Program provides information on credit and debt for individuals, businesses and corporations; tracks all certificates of incorporation; administers qualifying examinations and licensing of 20 occupations; and prepares the State Register and other publications. This program also oversees the operation of almost 1,900 cemeteries.
- The Administration Program provides the basic executive direction, fiscal, personnel and electronic data processing activities that support the Department's operations.

Additionally, the Department's appropriations contain funds for the Lake George Park Commission, the State Ethics Commission, the State Athletic Commission, the Committee on Open Government, and the Tug Hill Commission.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	62,036,400	57,277,500	(4,758,900)	18,405,000
Aid To Localities	80,002,248	52,950,000	(27,052,248)	53,650,000
Capital Projects	348,000	340,000	(8,000)	1,219,000
Total	<u>142,386,648</u>	<u>110,567,500</u>	<u>(31,819,148)</u>	<u>73,274,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	48	48	0
Lake George Park Commission			
Special Revenue Funds - Other	10	11	1
Licensing Services			
General Fund	17	0	(17)
Special Revenue Funds - Other	432	450	18
Local Government and Community Services			
General Fund	59	84	25
Special Revenue Funds - Federal	76	76	0
Special Revenue Funds - Other	158	166	8
Expendable Trust Funds	2	2	0
Capital Projects Funds - Other	10	10	0
State Ethics Commission			
General Fund	22	21	(1)
Tug Hill Commission			
General Fund	16	16	0
Total	<u>850</u>	<u>884</u>	<u>34</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	18,814,800	14,819,700	(3,995,100)
Special Revenue Funds - Federal	7,330,000	7,034,400	(295,600)
Special Revenue Funds - Other	33,891,600	35,323,400	1,431,800
Fiduciary Funds	<u>2,000,000</u>	<u>100,000</u>	<u>(1,900,000)</u>
Total	62,036,400	<u>57,277,500</u>	<u>(4,758,900)</u>

Adjustments:

Transfer(s) From			
Special Pay Bill			
General Fund	(756,000)		
Special Revenue Funds - Federal	(345,000)		
Special Revenue Funds - Other	(1,888,300)		
Transfer(s) To			
Insurance Department			
Special Revenue Funds - Other	<u>328,000</u>		
Appropriated 2000-01	<u>59,375,100</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	4,926,200	5,055,200	129,000
Lake George Park Commission			
Special Revenue Funds - Other	1,048,800	1,231,800	183,000
Licensing Services			
General Fund	698,400	0	(698,400)
Special Revenue Funds - Other	30,472,600	31,827,500	1,354,900
Local Government and Community Services			
General Fund	10,439,600	6,926,600	(3,513,000)
Special Revenue Funds - Federal	7,330,000	7,034,400	(295,600)
Special Revenue Funds - Other	2,357,600	2,251,500	(106,100)
Fiduciary Funds	2,000,000	100,000	(1,900,000)
State Ethics Commission			
General Fund	1,844,300	1,914,900	70,600
Tug Hill Commission			
General Fund	906,300	923,000	16,700
Special Revenue Funds - Other	<u>12,600</u>	<u>12,600</u>	<u>0</u>
Total	<u>62,036,400</u>	<u>57,277,500</u>	<u>(4,758,900)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Personal Service		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	3,416,300	55,300	3,365,600	59,800
Licensing Services	0	(604,700)	0	(603,800)
Local Government and Community Services	2,847,400	161,500	2,817,000	136,900
State Ethics Commission	1,231,400	(54,500)	1,231,100	(54,500)
Tug Hill Commission	795,900	16,700	788,500	16,200
Total	8,291,000	(425,700)	8,202,200	(445,400)

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	43,200	3,900	7,500	(8,400)
Licensing Services	0	0	0	(900)
Local Government and Community Services	30,400	24,600	0	0
State Ethics Commission	0	0	300	0
Tug Hill Commission	7,400	500	0	0
Total	81,000	29,000	7,800	(9,300)

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	1,638,900	73,700	170,000	0
Licensing Services	0	(93,700)	0	(4,400)
Local Government and Community Services	4,079,200	(3,674,500)	44,700	20,000
State Ethics Commission	683,500	125,100	40,100	20,000
Tug Hill Commission	127,100	0	12,700	0
Total	6,528,700	(3,569,400)	267,500	35,600

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	60,000	0	1,305,200	166,700
Licensing Services	0	(2,100)	0	(84,700)
Local Government and Community Services	69,800	5,500	305,600	0
State Ethics Commission	20,100	100	487,500	105,000
Tug Hill Commission	7,900	0	104,400	0
Total	157,800	3,500	2,202,700	187,000

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	103,700	0	0	(93,000)
Licensing Services	0	(2,500)	0	0
Local Government and Community Services	359,100	0	3,300,000	(3,700,000)
State Ethics Commission	135,800	0	0	0
Tug Hill Commission	2,100	0	0	0
Total	600,700	(2,500)	3,300,000	(3,793,000)

STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Lake George Park Commission	1,231,800	183,000	650,900	98,300
Licensing Services	31,827,500	1,354,900	17,539,200	1,152,100
Local Government and Community Services	9,385,900	(2,301,700)	4,759,800	(65,500)
Tug Hill Commission	12,600	0	0	0
Total	42,457,800	(763,800)	22,949,900	1,184,900

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Lake George Park Commission	580,900	84,700	0	0
Licensing Services	14,288,300	202,800	0	0
Local Government and Community Services	4,376,100	263,800	250,000	(2,500,000)
Tug Hill Commission	12,600	0	0	0
Total	19,257,900	551,300	250,000	(2,500,000)

AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)

Fund Type	Available 2000-01	Recommended 2001-02	Change
General Fund	29,802,248	0	(29,802,248)
Special Revenue Funds - Federal	43,000,000	50,750,000	7,750,000
Special Revenue Funds - Other	3,300,000	300,000	(3,000,000)
Fiduciary Funds	3,900,000	1,900,000	(2,000,000)
Total	80,002,248	52,950,000	(27,052,248)

AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Program	Available 2000-01	Recommended 2001-02	Change
Licensing Services			
Special Revenue Funds - Other	300,000	300,000	0
Local Government and Community Services			
General Fund	1,725,000	0	(1,725,000)
Special Revenue Funds - Federal	43,000,000	50,750,000	7,750,000
Special Revenue Funds - Other	3,000,000	0	(3,000,000)
Fiduciary Funds	3,900,000	1,900,000	(2,000,000)
Community Projects			
General Fund	28,077,248	0	(28,077,248)
Total	80,002,248	52,950,000	(27,052,248)

STATE

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Comprehensive Construction Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations 2001-02</u>
Design and Construction Supervision Capital Projects Fund	0	0	0	340,000
Office of Fire Prevention and Control Capital Projects Fund	0	340,000	340,000	879,000
Clean Water - Clean Air Implementation Clean Water Clean Air Implementation Fund	<u>348,000</u>	<u>0</u>	<u>(348,000)</u>	<u>0</u>
Total	<u><u>348,000</u></u>	<u><u>340,000</u></u>	<u><u>(8,000)</u></u>	<u><u>1,219,000</u></u>

DIVISION OF STATE POLICE

MISSION

The Division of State Police promotes highway safety and protects our citizens from crime. It is responsible for patrolling roads and highways outside major urban centers, and providing specialty and investigative police services throughout the State. The work of the State Police ranges from the traditional patrol duties to that of specially-trained investigators who conduct sophisticated operations against drug traffickers and other criminals.

ORGANIZATION AND STAFFING

The Division, headed by a Superintendent who is appointed by the Governor, is organized into a Division Headquarters located in Albany and 11 Troops. Each Troop encompasses a geographic area of the State, with the exception of Troop "T" which is dedicated to providing police services on the New York State Thruway. Troop "NYC" provides specialized investigative and support services in the five boroughs of New York City. The remaining nine Troops provide patrol coverage and criminal investigation services appropriate to local conditions. Factors which affect services include population, highway mileage and availability of county and local law enforcement agencies.

Approximately 88 percent of the Division's total staffing of 5,243 for 2001-02 are paid for with State tax dollars, with the remaining 12 percent supported by various revenue sources, including Federal funds.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

Approximately \$295.6 million in State tax dollars support the Division's operations budget. The balance is financed by Federal funds and various State revenue sources, including seized assets, a special monthly surcharge on cellular telephone bills, fees for accident reports and reimbursement from the New York State Thruway Authority for services rendered on the State Thruway. New Capital appropriations totaling \$4.5 million will enable the State Police to maintain Troop facilities and advance various projects related to health and safety.

The 2001-02 recommendations support technology improvements and enhancements including the continuation of the New York State DNA Databank, which has greatly enhanced law enforcement's ability to solve crimes. The recommendations also support new wiretapping technologies allowing law enforcement officials to access criminal information being passed over non-land line communication systems such as cellular phones and pagers.

The Governor's recently enacted comprehensive gun control legislation established a Pistol and Revolver Ballistic Identification Databank and directed the State Police to develop a program for the interdiction of guns illegally entering New York State. To implement the legislation, the recommendations provide \$4 million and 30 new positions to establish the new "Gun DNA" Ballistic Identification Databank, and \$1.0 million and 11 new positions for the Special Weapons Interdiction Field Team (SWIFT) to combat gun traffickers responsible for the flow of illegal guns into New York.

PROGRAM HIGHLIGHTS

The Division is divided into two principal branches, the Uniform Force and the Bureau of Criminal Investigation. Each of these branches fulfills specific law enforcement assignments and cooperates with local and county law enforcement agencies.

STATE POLICE

UNIFORM FORCE

The Uniform Force has two primary responsibilities: protecting life and property and promoting highway safety. In many areas of the state, Uniform Troopers are the primary law enforcement agency. In these areas, Troopers respond to all types of calls including burglaries, missing children, assaults, robberies and homicides. State Troopers also provide essential support to local police departments.

BUREAU OF CRIMINAL INVESTIGATION

The Bureau of Criminal Investigation (BCI) is the plain clothes investigative branch of the Division. BCI Investigators concentrate on cases related to narcotics, child abuse, auto theft, consumer product tampering, organized crime, and violent crimes. In addition to conducting their own investigations, investigators regularly assist local and county law enforcement agencies that lack the resources or expertise needed for major crime investigations.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	369,439,400	382,978,000	13,538,600	9,116,900
Aid To Localities	0	0	0	0
Capital Projects	2,700,000	4,500,000	1,800,000	7,987,000
Total	<u>372,139,400</u>	<u>387,478,000</u>	<u>15,338,600</u>	<u>17,103,900</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Administration			
General Fund	148	148	0
Criminal Investigation Activities			
General Fund	1,067	1,067	0
Special Revenue Funds - Federal	89	92	3
Indian Gaming			
Special Revenue Funds - Other	40	40	0
Patrol Activities			
General Fund	2,599	2,641	42
Special Revenue Funds - Federal	159	130	(29)
Patrol Activities			
Special Revenue Funds - Other	4	4	0
Policing the Thruway			
Special Revenue Funds - Other	340	340	0
Technical Police Services			
General Fund	695	741	46
Special Revenue Funds - Federal	6	6	0
Vehicle Dimension and Weight Enforcement			
Special Revenue Funds - Other	34	34	0
Total	<u>5,181</u>	<u>5,243</u>	<u>62</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	282,320,800	295,563,000	13,242,200
Special Revenue Funds - Federal	16,274,700	9,825,000	(6,449,700)
Special Revenue Funds - Other	70,836,400	77,582,000	6,745,600
Fiduciary Funds	7,500	8,000	500
Total	<u>369,439,400</u>	<u>382,978,000</u>	<u>13,538,600</u>

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(3,735,000)
Special Revenue Funds - Federal	(30,000)
Special Revenue Funds - Other	(150,000)
Transfer(s) To	
Statewide Wireless Network	
Special Revenue Funds - Other	<u>10,000,000</u>
Appropriated 2000-01	<u>375,524,400</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	9,121,500	9,518,000	396,500
Special Revenue Funds - Other	200,000	200,000	0
Fiduciary Funds	7,500	8,000	500
Criminal Investigation Activities			
General Fund	74,797,900	74,796,000	(1,900)
Special Revenue Funds - Federal	6,492,300	6,983,000	490,700
Special Revenue Funds - Other	6,417,000	6,684,000	267,000
Patrol Activities			
General Fund	153,279,800	156,163,000	2,883,200
Special Revenue Funds - Federal	9,227,900	2,842,000	(6,385,900)
Special Revenue Funds - Other	12,050,900	12,063,000	12,100
Policing the Thruway			
Special Revenue Funds - Other	27,785,800	27,741,000	(44,800)
Technical Police Services			
General Fund	45,121,600	55,086,000	9,964,400
Special Revenue Funds - Federal	554,500	0	(554,500)
Special Revenue Funds - Other	<u>24,382,700</u>	<u>30,894,000</u>	<u>6,511,300</u>
Total	<u>369,439,400</u>	<u>382,978,000</u>	<u>13,538,600</u>

**STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	8,963,000	410,800	8,963,000	410,800
Criminal Investigation Activities	70,528,000	(2,600)	70,528,000	(2,600)
Patrol Activities	153,455,000	2,982,100	153,455,000	2,982,100
Technical Police Services	<u>32,222,000</u>	<u>1,871,600</u>	<u>32,222,000</u>	<u>1,871,600</u>
Total	<u>265,168,000</u>	<u>5,261,900</u>	<u>265,168,000</u>	<u>5,261,900</u>

STATE POLICE

STATE OPERATIONS - GENERAL AND OFFSET FUNDS SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	555,000	(14,300)	87,000	(14,700)
Criminal Investigation Activities	4,268,000	700	83,000	500
Patrol Activities	2,708,000	(98,900)	0	0
Technical Police Services	31,964,000	8,092,800	1,851,000	749,900
Total	39,495,000	7,980,300	2,021,000	735,700

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	77,000	200	384,000	600
Criminal Investigation Activities	68,000	(400)	476,000	300
Patrol Activities	1,283,000	100	608,000	300
Technical Police Services	3,654,000	200	9,768,000	9,200
Total	5,082,000	100	11,236,000	10,400

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	7,000	(400)	0	0
Criminal Investigation Activities	3,268,000	0	373,000	300
Patrol Activities	447,000	(99,300)	370,000	0
Technical Police Services	16,691,000	7,333,500	0	0
Total	20,413,000	7,233,800	743,000	300

STATE OPERATIONS - OTHER THAN GENERAL FUND AND OFFSET FUNDS SUMMARY OF APPROPRIATIONS AND CHANGES 2001-02 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	208,000	500	0	0
Criminal Investigation Activities	13,667,000	757,700	7,759,000	554,200
Patrol Activities	14,905,000	(6,373,800)	3,703,000	564,500
Policing the Thruway	27,741,000	(44,800)	18,698,000	(1,918,900)
Technical Police Services	30,894,000	5,956,800	0	0
Total	87,415,000	296,400	30,160,000	(800,200)

Program	Nonpersonal Service	
	Amount	Change
Administration	208,000	500
Criminal Investigation Activities	5,908,000	203,500
Patrol Activities	11,202,000	(6,938,300)
Policing the Thruway	9,043,000	1,874,100
Technical Police Services	30,894,000	5,956,800
Total	57,255,000	1,096,600

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2000-01	Recommended 2001-02	Change	Reappropriations 2001-02
Maintenance and Improvement of Existing Facilities				
Capital Projects Fund	2,700,000	4,500,000	1,800,000	6,485,000
New Facilities				
Capital Projects Fund	0	0	0	1,502,000
Total	2,700,000	4,500,000	1,800,000	7,987,000

OFFICE FOR TECHNOLOGY

MISSION

The Office for Technology, formerly the Governor's Task Force on Information Resource Management, was statutorily created in 1997. The Office has evolved from planning and coordinating the State's investment in information technology to a policy-oriented organization with added operational responsibilities. In consultation with an Advisory Council for Technology consisting of representatives of State agencies and the Legislature, the Office works to accomplish three objectives: achieving financial efficiencies; improving communication between State and local agencies; and making it easier for citizens and the private sector to do business with New York.

ORGANIZATION AND STAFFING

The Office is located in Albany and has a staff of 710 for 2001-02. It is supported with State tax dollars from the General Fund and payments from other State agencies.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The 2001-02 General Fund recommendation of \$89.4 million includes \$55.9 million to maintain current staffing levels and support ongoing agency efforts. A total of \$33.5 million is also recommended for priority initiatives, including \$25 million to fund selected e-government projects in 31 State agencies. These projects will make it easier for citizens and businesses to access information and transact business with State agencies at their convenience over the Internet. Major recommendations include:

- A \$97.4 million Internal Service Fund appropriation for operation of the consolidated State Data Center. This fund will support positions transferred primarily from State agencies and the cost of upgrading and operating the Center's computers.
- An \$11.3 million General Fund appropriation for the renovation of space to house the Data Center.
- A \$20.6 million Internal Service Fund appropriation for the New York Intranet (NYeNet). This fund will be supported with fees charged to State and local users of the NYeNet.
- \$8.5 million in General Fund appropriations mainly to improve the security of State computer systems, to expand technology training of users and executive staff and to develop a Geographic Information System in the Office for Technology.

Continuation of a \$19 million Internal Service Fund appropriation is also recommended for the Office for Technology to coordinate the development of computer systems that will be used by various agencies and statewide enterprise agreements.

PROGRAM HIGHLIGHTS

Since its inception as a Task Force in 1996, the Office has been actively involved in designing and implementing statewide policies and practices to govern the management of information technologies. One of the early products of the Office was an agenda created to guide the State's technology activities over the next five years. The agenda, released in 1996, identified five priorities: the need for statewide policies and direction to guide the State's technology efforts; greater coordination and sharing of information among agencies involved in projects having multi-agency implications; reducing duplication of efforts by encouraging data sharing; coordinating technology purchases; and creating a statewide "intranet" to link State and local agencies.

TECHNOLOGY

A wide variety of activities are underway to implement this agenda. Under the auspices of the Office, several interagency work groups are developing or have developed technology-related productivity initiatives that involve such topics as best practices, electronic bidding and procurement, administrative systems and information technology workforce issues.

The Office for Technology has taken important steps to improve the State's management of technology services, such as the consolidation of 19 separate data centers into a single operation. The consolidation has resulted in stronger management of the State's data centers, as demonstrated by greater coordination of purchases of sophisticated equipment.

Another priority is the operation of the statewide telecommunications network, known as the NYeNet, that provides State and local governments with more reliable data, voice and video communications. The NYeNet offers a new framework for conducting governmental business using Internet technology. This network has greater capacity to transmit data, provide local entities and citizens with easier access to State government and facilitate increased interagency cooperation and data-sharing.

The Office for Technology will assume responsibility for managing the State's e-government initiative. The priority e-government projects will move New York closer to the Governor's vision of "a government without walls." Governor Pataki has directed the Office to work closely with agencies to transform the way government provides services to its citizens, eventually giving New Yorkers online access to virtually all critical government services, 24 hours a day, seven days a week.

The Office for Technology is also making investments in protecting the security of State data systems, providing users with the confidence that transactions and records will be safe from unauthorized access.

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	216,076,300	271,409,000	55,332,700	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>216,076,300</u>	<u>271,409,000</u>	<u>55,332,700</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Technology			
General Fund	131	131	0
Internal Service Funds	<u>579</u>	<u>579</u>	<u>0</u>
Total	<u>710</u>	<u>710</u>	<u>0</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	52,091,700	89,379,000	37,287,300
Special Revenue Funds - Federal	0	5,000,000	5,000,000
Special Revenue Funds - Other	0	5,000,000	5,000,000
Internal Service Funds	<u>163,984,600</u>	<u>172,030,000</u>	<u>8,045,400</u>
Total	<u>216,076,300</u>	<u>271,409,000</u>	<u>55,332,700</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
General Fund	(350,000)		
Internal Service Funds	<u>(15,000)</u>		
Appropriated 2000-01	<u>215,711,300</u>		

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
E-Government Initiatives			
General Fund	0	25,000,000	25,000,000
Special Revenue Funds - Federal	0	5,000,000	5,000,000
Special Revenue Funds - Other	0	5,000,000	5,000,000
Technology			
General Fund	52,091,700	64,379,000	12,287,300
Internal Service Funds	<u>163,984,600</u>	<u>172,030,000</u>	<u>8,045,400</u>
Total	<u>216,076,300</u>	<u>271,409,000</u>	<u>55,332,700</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Technology	<u>8,800,000</u>	<u>6,815,600</u>	<u>8,794,800</u>	<u>6,815,600</u>
Total	<u>8,800,000</u>	<u>6,815,600</u>	<u>8,794,800</u>	<u>6,815,600</u>

<u>Program</u>	<u>Holiday/Overtime Pay (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>
Technology	<u>5,200</u>	<u>0</u>
Total	<u>5,200</u>	<u>0</u>

TECHNOLOGY

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total Nonpersonal Service		Supplies and Materials	
	Amount	Change	Amount	Change
E-Government Initiatives	25,000,000	25,000,000	0	0
Technology	55,579,000	5,471,700	140,000	120,000
Total	<u>80,579,000</u>	<u>30,471,700</u>	<u>140,000</u>	<u>120,000</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Technology	230,000	205,000	35,263,000	2,693,700
Total	<u>230,000</u>	<u>205,000</u>	<u>35,263,000</u>	<u>2,693,700</u>

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
E-Government Initiatives	0	0	25,000,000	25,000,000
Technology	150,000	104,000	19,796,000	2,349,000
Total	<u>150,000</u>	<u>104,000</u>	<u>44,796,000</u>	<u>27,349,000</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

Program	Total		Maintenance Undistributed	
	Amount	Change	Amount	Change
E-Government Initiatives	10,000,000	10,000,000	10,000,000	10,000,000
Technology	172,030,000	8,045,400	172,030,000	8,045,400
Total	<u>182,030,000</u>	<u>18,045,400</u>	<u>182,030,000</u>	<u>18,045,400</u>

DIVISION OF VETERANS' AFFAIRS

MISSION

The Division of Veterans' Affairs assists veterans, members of the armed forces and their families and dependents in securing benefits earned through military service. The Division coordinates veterans' programs and services offered by other State agencies, works closely with the Federal Department of Veterans' Affairs and advocates State and Federal actions to meet veterans' needs. The Division serves more than 1.4 million New Yorkers who are veterans, as well as their dependents and those on active duty.

ORGANIZATION AND STAFFING

The Division is headed by the Director who is appointed by the Governor. The Division's central office is in Albany, with regional offices in New York City, Malta in Saratoga County, and Buffalo. The Division is also supported by a network of approximately 60 community field offices in nearly all of the State's counties and New York City.

The Division will have a workforce of 128 during 2001-02. Approximately 86 percent of these positions are paid for by State tax dollars from the General Fund and 14 percent are supported by Federal Medicaid and Veterans' Education funds.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The 2001-02 recommendation of nearly \$11.5 million for the Division of Veterans' Affairs will fund veterans' counseling services at current levels. The Blind Veteran Annuity Assistance Program, increased in 2000-01, will be maintained at \$3.4 million. In addition, State aid is continued for local county and city veterans' service agencies, which defrays the operating costs of these organizations, and Federal appropriations are increased to match actual Federal support for the Veterans' Education Program.

PROGRAM HIGHLIGHTS

During 2001-02, the Division of Veterans' Affairs will operate three principal programs. The largest provides veterans' counseling and claims services through a statewide network of approximately 61 State Veterans' Counselors — all veterans — and 28 support staff. The counselors help veterans complete applications for benefits and services, file for Federal, State, local and private veterans' benefits, and access the services provided by Veterans' Affairs Medical Centers, senior centers, State Veterans' Homes and local nursing homes, public assistance offices and correctional facilities.

The Division of Veterans' Affairs continues to maintain its community outreach activities through senior citizens' seminars and similar forums for women veterans, and is the driving force behind the Interagency Veterans' Council, a consortium of Federal, State and local agencies and non-profit organizations that meets periodically to address and resolve problems and concerns within the veteran community. The Division is also collaborating with various state agencies to better identify veterans and their dependents on public assistance to assist them in securing Federal veterans' benefits to which they are entitled, and to advise senior citizens of veterans' benefits and services that could improve the quality of their lives.

The Division of Veterans' Affairs is responsible for securing a substantial portion of the more than \$900 million in recurring Federal VA payments made directly to New York State veterans and their dependents. During 1999, State Veterans' Counselors made more than 130,000 contacts — an average of over 2,100 annually per counselor — and

VETERANS' AFFAIRS

provided some 250,000 services, filing nearly 11,000 applications for benefits for New York's veterans and their dependents. In doing so, State Veterans' Counselors obtained 4,500 VA benefits awards worth approximately \$44 million in Federal payments, most of which are recurring.

Effective October 1, 2000, the Blind Veteran Annuity Assistance Program, which serves more than 3,100 visually impaired veterans and unremarried surviving spouses, was enhanced by raising the value of the annuity from \$500 to \$1,000.

The agency will continue to maintain the New York State Vietnam Veterans' Memorial, which was created in 1984 as a living memorial to citizens who served in the Armed Forces during the war in Southeast Asia. The memorial includes a courtyard in honor of those killed or missing in action, an information resource room, and an art gallery that features a revolving art exhibit and educational programs. Memorial staff also provide educational outreach programs to school districts.

Staff of the Veterans' Education Program investigate and certify post-secondary educational and vocational institutions for eligibility for student veterans' education benefits.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available	Appropriations	Change	Reappropriations
	2000-01	Recommended 2001-02		Recommended 2001-02
State Operations	7,038,300	7,345,000	306,700	2,297,000
Aid To Localities	7,100,400	4,125,000	(2,975,400)	0
Capital Projects	0	0	0	0
Total	14,138,700	11,470,000	(2,668,700)	2,297,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2000-01	2001-02	FTE Change
	Estimated FTEs 03/31/01	Estimated FTEs 03/31/02	
Administration			
General Fund	13	13	0
Higher Education			
Special Revenue Funds - Federal	13	13	0
Veteran Counseling Services Program			
General Fund	102	102	0
Total	128	128	0

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	5,603,300	5,855,000	251,700
Special Revenue Funds - Federal	1,435,000	1,490,000	55,000
Total	7,038,300	7,345,000	306,700

Adjustments:

Transfer(s) From	
Special Pay Bill	
General Fund	(454,000)
Special Revenue Funds - Federal	(74,000)
Appropriated 2000-01	6,510,300

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Administration			
General Fund	884,000	913,000	29,000
Higher Education			
Special Revenue Funds - Federal	1,171,000	1,226,000	55,000
Veteran Counseling Services Program			
General Fund	4,719,300	4,942,000	222,700
Special Revenue Funds - Federal	264,000	264,000	0
Total	7,038,300	7,345,000	306,700

**STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Personal Service</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	779,000	0	779,000	0
Veteran Counseling Services Program	4,646,000	43,700	4,646,000	43,700
Total	5,425,000	43,700	5,425,000	43,700

**STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total Nonpersonal Service</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	134,000	29,000	134,000	29,000
Veteran Counseling Services Program	560,000	179,000	495,000	179,000
Total	694,000	208,000	629,000	208,000

<u>Program</u>	<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>
Veteran Counseling Services Program	65,000	0
Total	65,000	0

VETERANS' AFFAIRS

**STATE OPERATIONS - OTHER THAN GENERAL FUND AND OFFSET FUNDS
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Higher Education	1,226,000	55,000	732,000	(18,000)
Veteran Counseling Services Program	264,000	0	0	0
Total	<u>1,490,000</u>	<u>55,000</u>	<u>732,000</u>	<u>(18,000)</u>

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Higher Education	494,000	73,000	0	0
Veteran Counseling Services Program	0	0	264,000	0
Total	<u>494,000</u>	<u>73,000</u>	<u>264,000</u>	<u>0</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
General Fund	7,100,400	4,125,000	(2,975,400)
Total	<u>7,100,400</u>	<u>4,125,000</u>	<u>(2,975,400)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Blind Veteran Annuity Assistance			
General Fund	3,400,000	3,400,000	0
Veteran Counseling Services Program			
General Fund	1,125,000	725,000	(400,000)
Community Projects			
General Fund	2,575,400	0	(2,575,400)
Total	<u>7,100,400</u>	<u>4,125,000</u>	<u>(2,975,400)</u>

WORKERS' COMPENSATION BOARD

MISSION

Most private and public sector employers in New York are required to carry workers' compensation and disability benefits insurance for their employees or demonstrate their ability to self-insure. The Workers' Compensation Board reviews claims for workers' compensation payments and assists in resolving disputed claims. In performing these responsibilities, the Board administers provisions of the following laws: the Workers' Compensation Law, the Disability Benefits Law, the Civil Defense Volunteers' Law, the Volunteer Firefighters' Benefit Law and the Volunteer Ambulance Workers' Benefit Law.

Because of its broad mission, the Board is responsible for implementing many of the reforms included in the Governor's New York Employment, Safety and Security Act that made historic reforms in the workers' compensation system. The Act improved workplace safety and reduced average workers' compensation rates by nearly 40 percent since enactment of the reforms.

The Board continues to work to reduce costs and improve services. Among other advances, the Board increased the number of hearings held, made greater use of such electronic tools as video conferencing, electronic signatures and internet access to various forms and created a new performance measurement system for claims processing. At the Governor's direction, the Board also created a new Workers' Compensation Inspector General with staff located across the State. In 1999, the Inspector General's office received 1,500 alleged fraud case referrals, investigated and closed 1,223 cases and submitted over 450 cases to various authorities for criminal prosecution or other appropriate action.

ORGANIZATION AND STAFFING

The Board is headed by a Chairperson selected by the Governor and includes 12 additional full-time members nominated by the Governor and confirmed by the Senate for seven year terms. District offices are located in Albany, Brooklyn, Binghamton, Buffalo, Hauppauge, Hempstead, Peekskill, Rochester, and Syracuse, with administrative offices in Albany. To make the hearing process as convenient as possible, the Board has 30 additional customer service centers located throughout the State. The Board will have a workforce of 1,688 positions for 2001-02.

FISCAL BACKGROUND AND BUDGET HIGHLIGHTS

The Board is funded with assessments on the Workers' Compensation and Disability Benefits insurance industry and with revenues produced by various services provided by the Board. The assessments paid by insurers are allocated to three major programs: Disability Benefits, Systems Modernization and Workers' Compensation.

The 2001-02 Executive Budget recommends approximately \$159.7 million for the Board, an increase of \$3.4 million. The recommended funding will enable the Board to continue to fulfill the Governor's commitment to improve service to businesses and injured workers. Major recommendations are as follows:

- Expanded use of electronic data exchanges with customers will reduce costs and provide recipients with faster notice.
- Funding to continue several multi-year technology projects in 2001-02, including creating a customer call center, developing a data warehouse to link the Board's separate data bases into a single, agency-wide information system and installing a new financial management information system.

WORKERS' COMPENSATION

- Additional staff for enhanced Inspector General investigation activities which will further reduce employer costs.
- Funding is also continued for the relocation of the Brooklyn district office to three new, smaller offices which will make the Board more accessible to its customers. Relocation to the new Queens and Brooklyn locations is expected to be completed this year and the Manhattan move will occur by the end of 2001-02.

PROGRAM HIGHLIGHTS

DISABILITY BENEFITS PROGRAM

Disability Benefits provide cash payments in lieu of lost wages to temporarily disabled employees. Coverage is required for employers of one or more employees with such selected exceptions as agricultural enterprises and public employers. Weekly statutory cash benefits equal one-half of a disabled worker's weekly wage, with a maximum of \$170 per week for a 26 week period.

SYSTEMS MODERNIZATION PROGRAM

The Office for Systems Modernization manages a multi-year effort to overhaul the Board's capacity to manage and use information. This program also maintains computerized systems vital to various Board operations and collects and analyzes data that measure performance and identify potential problems. Now that the Board has automated and improved the claims processing operation, its focus is being directed to other functional areas in need of automation and re-engineering, including Administration, Research and Compliance and Regulatory Services. When the modernization program is complete, the Board will have a new Workers' Compensation Board Information System that will automate and streamline all business activities. This has already increased productivity by enhancing the Board's capacity to process the millions of pieces of information it receives each year.

WORKERS' COMPENSATION PROGRAM

The Workers' Compensation Board reviews workers' claims for benefits, reports of injury filed by employers and medical reports from physicians and other health care providers. The Board adjudicates all issues and law judges make awards and findings to ensure that an entitled claimant promptly receives benefits and medical treatment. The decisions by the law judges may subsequently be appealed to Board panels and eventually to the courts. The Board, through its Bureau of Compliance, also monitors employers to ensure that they properly provide coverage for their employees and imposes penalties on those employers who fail to do so. In addition, the Board's Regulatory Services Bureau authorizes physicians to treat compensation cases, awards licenses to medical providers and arbitrates disputed medical bills.

WORKERS' COMPENSATION

ALL FUNDS APPROPRIATIONS (dollars)

<u>Category</u>	<u>Available 2000-01</u>	<u>Appropriations Recommended 2001-02</u>	<u>Change</u>	<u>Reappropriations Recommended 2001-02</u>
State Operations	156,282,400	159,724,400	3,442,000	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	<u>156,282,400</u>	<u>159,724,400</u>	<u>3,442,000</u>	<u>0</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2000-01 Estimated FTEs 03/31/01</u>	<u>2001-02 Estimated FTEs 03/31/02</u>	<u>FTE Change</u>
Disability Benefits			
Special Revenue Funds - Other	59	57	(2)
Systems Modernization			
Special Revenue Funds - Other	83	83	0
Workers' Compensation			
Special Revenue Funds - Other	1,568	1,548	(20)
Total	<u>1,710</u>	<u>1,688</u>	<u>(22)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Special Revenue Funds - Other	156,282,400	159,724,400	3,442,000
Total	<u>156,282,400</u>	<u>159,724,400</u>	<u>3,442,000</u>
Adjustments:			
Transfer(s) From			
Special Pay Bill			
Special Revenue Funds - Other	(8,703,000)		
Appropriated 2000-01	<u>147,579,400</u>		

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2000-01</u>	<u>Recommended 2001-02</u>	<u>Change</u>
Disability Benefits			
Special Revenue Funds - Other	7,502,700	7,641,900	139,200
Systems Modernization			
Special Revenue Funds - Other	37,893,500	37,354,300	(539,200)
Workers' Compensation			
Special Revenue Funds - Other	110,886,200	114,728,200	3,842,000
Total	<u>156,282,400</u>	<u>159,724,400</u>	<u>3,442,000</u>

WORKERS' COMPENSATION

STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2001-02 RECOMMENDED
(dollars)

<u>Program</u>	Total		Personal Service	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Disability Benefits	7,641,900	139,200	4,371,100	56,200
Systems Modernization	37,354,300	(539,200)	4,589,400	144,200
Workers' Compensation	114,728,200	3,842,000	65,600,700	1,420,000
Total	<u>159,724,400</u>	<u>3,442,000</u>	<u>74,561,200</u>	<u>1,620,400</u>

<u>Program</u>	Nonpersonal Service		Maintenance Undistributed	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Disability Benefits	3,270,800	83,000	0	0
Systems Modernization	32,764,900	(683,400)	0	0
Workers' Compensation	48,527,500	2,591,400	600,000	(169,400)
Total	<u>84,563,200</u>	<u>1,991,000</u>	<u>600,000</u>	<u>(169,400)</u>