

Department of Veterans' Affairs

DVA21000

Position Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Permanent Full-Time - GF	279	253	248	248	248	248

Budget Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Personal Services	21,821,017	21,838,133	21,974,165	23,055,692	21,974,165	23,055,692
Other Expenses	5,955,476	5,645,075	5,607,850	5,607,850	5,607,850	5,607,850
Equipment	0	1	1	1	1	1
Other Current Expenses						
Support Services for Veterans	180,499	190,000	520,200	520,200	180,500	180,500
Other Than Payments to Local Governments						
Burial Expenses	7,200	7,200	0	0	7,200	7,200
Headstones	327,700	350,000	0	0	332,500	332,500
GAAP Adjustments	0	0	75,705	137,388	75,705	137,388
Agency Total - General Fund	28,291,891	28,030,409	28,177,921	29,321,131	28,177,921	29,321,131
Additional Funds Available						
Federal & Other Restricted Act	2,001,616	44,609	0	0	0	0
Private Contributions	1,675,182	1,600,000	1,617,700	1,648,300	1,617,700	1,648,300
Agency Grand Total	31,968,689	29,675,018	29,795,621	30,969,431	29,795,621	30,969,431

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Current Services

Adjust Funding to Reflect Wage & Compensation Related Costs

Personal Services	0	798,315	0	1,913,277	0	0	0	0
Total - General Fund	0	798,315	0	1,913,277	0	0	0	0

Governor

Provide funding of \$798,315 in FY 14 and \$1,913,277 in FY 15 to reflect current services wage-related adjustments such as annual increments, general wage increases, overtime, annualization, turnover, and other compensation-related adjustments.

Legislative

Same as Governor

Apply Inflationary Increases

Other Expenses	0	454,292	0	729,660	0	0	0	0
Total - General Fund	0	454,292	0	729,660	0	0	0	0

Background

Applying inflationary factors to current year expenditures provides an estimate of the cost of continuing services into the next year.

Governor

Increase funding to the Other Expenses account by \$454,292 in FY 14 and an additional \$275,368 in FY 15 (for a cumulative total of \$729,660 in the second year) to reflect inflationary increases.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Provide Funding for GAAP

Nonfunctional - Change to Accruals	0	121,525	0	139,374	0	0	0	0
Total - General Fund	0	121,525	0	139,374	0	0	0	0

Background

Each agency's budget will include a new line item account called "Nonfunctional - Change to Accruals". This line item represents the estimate of the difference between an agency's cash-basis budget amounts and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

Governor

Provide funding of \$121,525 in FY 14 and \$139,374 in FY 15 to reflect the implementation of GAAP in the budget.

Legislative

Same as Governor

Policy Revisions

Transfer DVA's IT Operations to DAS

Personal Services	(5)	(417,703)	(5)	(430,235)	0	0	0	0
Other Expenses	0	(35,000)	0	(35,000)	0	0	0	0
Total - General Fund	(5)	(452,703)	(5)	(465,235)	0	0	0	0

Background

The Department of Administrative Services Bureau of Enterprise Systems and Technology provides coordinated technology services and solutions to executive branch agencies.

Governor

Reduce funding of \$452,703 in FY 14 and \$465,235 in FY 15 to reflect the transfer of the Department of Veteran Affairs Information Technology operations to the Department of Administrative Services Bureau of Enterprise Systems and Technology.

Legislative

Same as Governor

Transfer Funding to Streamline Budget Account Structure

Support Services for Veterans	0	0	0	0	0	(339,700)	0	(339,700)
Burial Expenses	0	0	0	0	0	7,200	0	7,200
Headstones	0	0	0	0	0	332,500	0	332,500
Total - General Fund	0	0	0	0	0	0	0	0

Background

The Governor's FY 14 and FY 15 budget consolidates the number of agency budgetary accounts from 675 to approximately 530.

Governor

Transfer funding of \$339,700 in both FY 14 and FY 15 from the Burial Expenses account and the Headstones account to the Support Services for Veterans account to reflect the streamlining of agency budgetary accounts.

Legislative

Do not transfer funds to reflect streamlining of accounts.

Rollout of FY 13 Rescissions

Personal Services	0	(150,000)	0	(150,000)	0	0	0	0
Support Services for Veterans	0	(9,500)	0	(9,500)	0	0	0	0
Headstones	0	(17,500)	0	(17,500)	0	0	0	0
Total - General Fund	0	(177,000)	0	(177,000)	0	0	0	0

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Background

The Governor implemented General Fund rescissions in November of 2012 totaling \$170.4 million across state agencies. The Governor's FY 14 and FY 15 budget includes the rollout of \$69.7 million of FY 13 rescissions across various agencies.

Governor

Reduce funding of \$177,000 in both FY 14 and FY 15 to reflect the rollout of the Governor's FY 13 rescissions.

Legislative

Same as Governor

Rollout of FY 13 DMP

Personal Services	0	(75,592)	0	(75,592)	0	0	0	0
Total - General Fund	0	(75,592)	0	(75,592)	0	0	0	0

Background

PA 12-1 December Special Session (AAC Deficit Mitigation for the Fiscal Year Ending June 30, 2013) reduced FY 13 General Fund expenditures by \$221.5 million in various agencies and accounts. The Governor's FY 14 and FY 15 budget includes the rollout of \$36.2 million of the FY 13 DMP across various agencies.

Governor

Reduce funding by \$75,592 in both FY 14 and FY 15 to reflect the rollout of expenditure reductions in PA 12-1 DSS.

Legislative

Same as Governor

Eliminate Inflationary Increases

Other Expenses	0	(454,292)	0	(729,660)	0	0	0	0
Total - General Fund	0	(454,292)	0	(729,660)	0	0	0	0

Governor

Reduce the Other Expenses account by \$454,292 in FY 14 and \$729,660 in FY 15 to reflect the elimination of inflationary increases.

Legislative

Same as Governor

Adjust Funding for GAAP

Nonfunctional - Change to Accruals	0	(45,820)	0	(1,986)	0	0	0	0
Total - General Fund	0	(45,820)	0	(1,986)	0	0	0	0

Governor

Reduce funding by \$45,820 in FY 14 and \$1,986 in FY 15 to reflect changes to GAAP accruals as a result of policy changes.

Legislative

Same as Governor

Remove Funding for Salary Increases of Appointed Officials

Personal Services	0	(18,988)	0	(39,891)	0	0	0	0
Total - General Fund	0	(18,988)	0	(39,891)	0	0	0	0

Governor

Reduce funding by \$18,988 in FY 14 and \$39,891 in FY 15 to reflect the elimination of salary increases for appointed officials.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer Funding - Centralize Courier & Mail Services in DAS

Other Expenses	0	(2,225)	0	(2,225)	0	0	0	0
Total - General Fund	0	(2,225)	0	(2,225)	0	0	0	0

Governor

Transfer funding of \$2,225 in both FY 14 and FY 15 to reflect moving courier and central mail services to the Department of Administrative Services (DAS).

Legislative

Same as Governor

Totals

Budget Components	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	253	28,030,409	253	28,030,409	0	0	0	0
Current Services	0	1,374,132	0	2,782,311	0	0	0	0
Policy Revisions	(5)	(1,226,620)	(5)	(1,491,589)	0	0	0	0
Total Recommended - GF	248	28,177,921	248	29,321,131	0	0	0	0

Other Significant Legislation

PA 13-184, An Act Concerning Expenditures and Revenue for the Biennium Ending June 30, 2015

Sections 11, 12 and 49 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 14 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 13-184. This includes a General Lapse of \$114,965, a General Other Expenses Lapse of \$45,938, and a Statewide Hiring Reduction Lapse of \$64,672. See the FY 14 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	21,974,165	(156,361)	21,817,804	0.71%
Other Expenses	5,607,850	(69,214)	5,538,636	1.23%