

EDUCATION, LABOR & FAMILY ASSISTANCE

**Summary of Recommended Appropriations
By Agency**

COUNCIL ON THE ARTS

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	39,988,000	36,209,000	(3,779,000)	-9.5%
Special Revenue-Other	1,973,000	196,000	(1,777,000)	-90.1%
Special Revenue-Federal	2,513,000	2,513,000	0	0.0%
Total for AGENCY SUMMARY:	44,474,000	38,918,000	(5,556,000)	-12.5%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	29	29	0
TOTAL:	29	29	0

Agency Mission

(Executive Budget: pp. 21-25)

The New York State Council on the Arts (NYSCA) is responsible for the oversight and administration of the cultural and artistic resources of the Council on the Arts, the Empire State Plaza Performing Arts Center Corporation and the New York State Theatre Institute. NYSCA is also responsible for administering grants to local non-for-profit arts organizations.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- a decrease of \$3,515,000 in funding for NYSCA grants from SFY 2010-11 levels;

- elimination of \$1,532,000 in funding for the New York State Theater Institute (NYSTI), along with Article VII language to eliminate its statutory authorization. NYSTI's Board of Directors suspended its operations in December 2010; and
- a reduction of \$25,000 for the Empire State Plaza Performing Arts Center Corporation.

Budget Detail

The Executive Budget proposal includes an All Funds appropriation of \$38,918,000, a decrease of \$5,556,000 or 12.5 percent below SFY 2010-11 levels. The Executive recommends funding support for 29 full-time equivalent (FTE) positions, which is unchanged from SFY 2010-11.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$4,674,000, a decrease of \$2,041,000 or 30.4 percent from SFY 2010-11 levels.

Proposed Decreases

The Executive recommends the following:

- A reduction of \$484,000 related to a 10 percent across the board reduction in General Fund agency operating budgets;
- Elimination of \$1,532,000 in funding for the New York State Theater Institute (NYSTI), which suspended its operations in December 2010; and
- A reduction of \$25,000 for the Empire State Plaza Performing Arts Center Corporation.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$32,244,000, a decrease of \$3,515,000 or 9.3 percent from SFY 2010-11 levels.

Proposed Decreases

The Executive recommends a decrease of \$3,515,000 related to arts grants.

Article VII

The Executive recommends Article VII legislation that would eliminate the statutory authorization for the New York State Theatre Institute and provide for the transfer of its rights and property to the Office of General Services.

CITY UNIVERSITY OF NEW YORK

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	1,216,362,110	1,202,703,000	(13,659,110)	-1.1%
Special Revenue-Other	145,000,000	175,400,000	30,400,000	21.0%
Special Revenue-Federal	7,554,000	0	(7,554,000)	-100.0%
Capital Projects Fund	0	21,000,000	21,000,000	-
Fiduciary	1,860,258,000	1,880,890,000	20,632,000	1.1%
Cap Proj Fund - CUNY - Direct Auth Bonds	318,785,000	315,461,000	(3,324,000)	-1.0%
Total for AGENCY SUMMARY:	3,547,959,110	3,595,454,000	47,494,890	1.3%

Agency Mission

(Executive Budget: pp. 35-39)

The City University of New York (CUNY) is the third largest public university system in the nation, comprised of 19 campuses, seven community colleges, one technical college, a graduate school and an affiliated medical school. CUNY's mission is to provide affordable higher education with a focus on the urban community of New York City.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- a \$83,217,000 decrease in State Support for CUNY Senior Colleges to \$509,378,000;
- a \$226 per full-time equivalent (FTE) student decrease in CUNY Community College Base Aid, decreasing support from \$2,260 per FTE in SFY 2010-11 to \$2,034 per FTE in SFY 2011-12; and
- a \$40,000,000 increase to the Senior College Revenue Offset Account, which accounts for the five percent tuition increase approved by the CUNY Trustees in November, 2010. CUNY undergraduate tuition is now \$4,830 per year.

Budget Detail

The Executive proposes an All Funds appropriation of \$3,595,454,000, an increase of \$47,494,890, over SFY 2010-11.

State Operations

The Executive proposes a Senior College Academic Year operating budget of \$1,880,890,000, a \$20,632,000 increase from SFY 2010-11 levels. CUNY's total proposed All Funds state operated budget stands at \$2,056,290,000.

Proposed Increases

The Executive proposes:

- a General Fund increase of \$50,192,000 in fringe benefits;
- a General Fund increase of \$11,010,000 due to a returned share of proceeds from the tuition increase of 2009-10;
- a General Fund increase of \$7,218,000 in personal service costs and collective bargaining;
- a General Fund increase of \$3,560,000 due to inflation involving non-personal service costs;
- a General Fund increase of \$4,443,000 due to increased building rental costs;
- a General Fund increase of \$1,676,000 due to increased utility funding; and
- a Special Revenue Fund increase of \$40,000,000 to account for a five percent tuition increase by the CUNY Board of Trustees in 2010-11.

Proposed Decreases

The Executive proposes a General Fund reduction of \$83,317,000 for state operating support at CUNY Senior Colleges.

Aid to Localities

The Executive proposes a total Aid to Localities appropriation of \$1,202,703,000 for SFY 2011-12 representing a \$21,213,110 decrease below adjusted SFY 2010-11 levels. Of this appropriation, \$1,030,205,235 would support the SFY 2011-12 operating costs for CUNY Senior Colleges and \$172,497,765 would support CUNY Community Colleges. Within this appropriation, funding is

maintained for Contract Courses for workforce development (\$1,800,000), CUNY childcare (\$813,100) and the College Discovery program (\$828,390) at enacted SFY 2010-11 levels.

Proposed Increases

The Executive proposes a net General Fund increase of \$18,100,655 due to an increase in rental aid, and an increase in General Fund support to offset the loss of American Recovery and Reinvestment Act funding. Within this appropriation, the Executive proposes a \$13,136,250 reduction in CUNY Community College Base Aid resulting from a \$226 per FTE reduction from \$2,260 in SFY 2010-11 to \$2,034 in SFY 2011-12.

Proposed Decreases

The Executive proposes:

- a General Fund decrease of \$31,759,765 to Institutional Support Services; and
- a Special Revenue Fund-Federal decrease of \$7,554,000 resulting from the loss of American Recovery and Reinvestment Act funding.

Capital Projects

The Executive proposes a capital projects appropriation of \$336,361,000, an increase of \$17,676,000 from SFY 2010-11 levels. This includes an appropriation of \$284,222,000 which is the fourth year of the five year CUNY capital plan for critical maintenance that was enacted in SFY 2008-09. It also includes \$31,239,000 to provide for the State's 50 percent share of projects at CUNY Community Colleges and a \$21,000,000 appropriation to pay the Dormitory Authority for the State's share of projects at CUNY.

Article VII

The Executive recommends Article VII legislation that would:

- allow the City University Construction Fund to utilize alternative construction delivery methods for certain CUNY projects; and
- remove the provisions of law subjecting CUNY to pre-approval of contracts by the Office of the State Comptroller.

EDUCATION DEPARTMENT

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	18,288,416,000	18,759,896,000	471,480,000	2.6%
Special Revenue-Other	6,617,462,000	6,389,772,000	(227,690,000)	-3.4%
Special Revenue-Federal	7,852,021,000	4,429,791,000	(3,422,230,000)	-43.6%
Capital Projects Fund	6,800,000	3,400,000	(3,400,000)	-50.0%
Capital Projects Fund - Authority Bonds	20,400,000	0	(20,400,000)	-100.0%
Internal Service Fund	31,563,000	33,563,000	2,000,000	6.3%
Library Aid (Auth Bonds)	14,000,000	14,000,000	0	0.0%
Total for AGENCY SUMMARY:	32,830,662,000	29,630,422,000	(3,200,240,000)	-9.7%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	253	253	0
All Other Funds:	2,553	2,553	0
TOTAL:	2,806	2,806	0

Agency Mission

(Executive Budget: pp. 67-83)

The State Education Department (SED) is the administrative agency of the Board of Regents. The Department oversees public elementary and secondary education programs throughout New York and promotes educational excellence, equity and cost effectiveness. The mission of the SED is to raise the knowledge, skill level and opportunity of all the people in New York.

Programmatic Highlights

The State Fiscal Year (SFY) 2010-11 Executive Budget includes the following:

- The Executive proposes funding General Support for Public Schools (GSPS) at \$19,389,680,000 in School Year (SY) 2011-12, which is a decrease of \$929,767,000 or 4.6 percent from the SY 2010-11. In addition, the Executive recommends shifting the costs of three different special education programs from the state to school districts for a cost of \$253,000,000. Taken together, this is a reduction in state support of \$1,182,767,000. Finally, the \$607,000,000 of Federal Education Jobs Fund money is not expected to continue, resulting in a total year to year decrease of \$1,789,767,000.
- The Executive recommends a \$2,785,790,000 reduction to formula based aids through a Gap Elimination Adjustment (GEA). The GEA takes into account school district wealth, student need, administrative efficiency and residential property tax burden. The GEA would be continued in future years at varying amounts and would restrict the growth in school aid to the multi-year average rate of growth in personal income in the state. The Division of Budget estimates that in SY 2012-13 the GEA will be \$2.1 billion, would grow to \$3.3 billion in SY 2013-14, and would be \$4.5 billion in SY 2014-15.
- The Executive recommends freezing Foundation Aid at \$14.9 billion in SY 2011-12. The full phase in of Foundation Aid, subject to a GEA reduction, would now be fully completed over a 10 year period with full implementation in SY 2016-17. This reflects an additional three years over current law.
- Reimbursable aids would continue to grow by \$312 million.
 - The Executive Budget proposes making various changes to reimbursable aids including Building Aid, Transportation Aid, and BOCES that would begin in SY 2012-13.
 - Building Aid would be transformed from a reimbursable aid to a competitive grant program beginning with projects approved by the Commissioner as of February 1, 2011. Reimbursement would be limited to \$2 billion of aidable building projects a year. The fund would consist of six tiers. There is a separate emergency project ceiling of \$30 million.
 - School districts would be penalized for not adopting certain Transportation efficiencies beginning in the 2012-13 School Year.
 - The BOCES Aid reimbursement rates would be modified beginning in the 2012-13 school year. In addition, certain non-instructional services would no longer be eligible for reimbursement.

- Universal Pre-kindergarten would continue to be frozen at \$393 million in SY 2011-12 and SY 2012-13.
- The per pupil charter school tuition that is paid from school districts to charter schools would be frozen to SY 2010-11 levels in SY 2011-12 and SY 2012-13.
- The Executive proposes using wealth as a factor when reimbursing school districts for the cost of educating significantly disabled pupils in a Summer School Special Education program which results in a cost shift of approximately \$86 million to school districts.
- The Executive proposes altering State Supported Schools for the Blind and Deaf into approved private schools for students with disabilities. This would change the funding structure for these institutions from being primarily state supported to receiving a combination of funding from the state and school districts. This would shift \$98 million in costs to school districts.
- School districts would now become responsible for the costs of room and board for students placed in certain residential schools. This will be a cost shift from the state of \$69 million onto school districts.
- The Executive proposes two new grants totaling \$500 million. The Executive Financial Plan does not provide any funding for these programs in SFY 2011-12. The School District Performance Improvement Awards which is appropriated at \$250 million will be awarded on a competitive basis to school districts that demonstrate significant improvement in student performance. The Executive also proposes School District Management Efficiency Awards which is also appropriated at \$250 million; these will be awarded competitively to school districts that undertake long-term structural changes to reduce costs and improve efficiency.

Budget Detail

State Operations

Proposed Decreases

The Executive recommends a decrease of \$4,255,000 or 10 percent in General Fund support for State Operations in SFY 2011-12. Total State Operations funding is \$566,868,000; of this amount, Federal funding is \$345,703,000, and General Fund dollars account for \$38,309,000. Remaining funding for the Department comes from Internal Service Funds and Special Revenue Other Funds. As a result, General Fund support for the State Education Department is approximately seven percent of their total budget. The Executive maintains 2,806 positions in the State Education Department.

Aid to Localities

FORMULA BASED AIDS: GENERAL SUPPORT FOR PUBLIC SCHOOLS (GSPS)

The Executive Proposes:

- funding Foundation Aid at \$14,893,620,000, which is the same level of funding as in SY 2010-11. Foundation Aid funding would remain level, subject to a GEA reduction through SY 2012-13 and the statutory phase-in for full funding would be extended by three years to SY 2016-17;
- funding Universal Pre-kindergarten at \$393,000,000, which is the same level of funding as in SY 2010-11. UPK funding would remain level through SY 2012-13;
- funding High Tax Aid at \$204,770,000, which is the same level of funding as in SY 2010-11. High Tax Aid would remain level through SY 2012-13;
- funding the Supplemental Educational Improvement Grant for Yonkers at \$17,500,000, which is the same level of funding as in SY 2010-11;
- funding Academic Enhancement Aid at \$8,320,000, which is the same level of funding as in SY 2010-11. Academic Enhancement Aid would remain level through SY 2012-13;
- funding Supplemental Public Excess Cost Aid at \$4,310,000, which is the same level of funding as in SY 2010-11. Supplemental Public Excess Cost Aid would remain level through SY 2012-13;
- funding Reorganization Operating Aid at \$2,860,000, which is the same level of funding as in SY 2010-11; and
- funding the Academic Achievement Grant for New York City at \$1,200,000, which is the same level of funding as in SY 2010-11.

Proposed Increases

The Executive Proposes:

- funding Building Aid at \$2,659,910,000, which is an increase of \$171,330,000 over SY 2010-11. The Executive also proposes creating a competitive Building Aid construction fund beginning with projects approved by the Commissioner as of February 1, 2011. Reimbursement would be limited to \$2,000,000,000 of aidable building projects a year. The fund would consist of six tiers along with an additional

emergency setaside. Within each tier projects would be ranked by the district's need resource index, then by the adjusted age of the building.

- funding Transportation Aid at \$1,654,690,000, which is an increase of \$71,370,000 over SY 2010-11. Beginning in SY 2012-13 the Executive proposes requiring districts to incorporate certain efficiency practices in order to forestall a penalty in their level of reimbursement;
- funding BOCES at \$720,080,000, which is an increase of \$18,390,000 over SY 2010-11. The Executive proposes various modifications to BOCES Aid that would start in the 2012-13 school year including:
 - changing the aid ratio for BOCES;
 - reducing the minimum reimbursement to 10 percent; and
 - removing certain non-instructional items from the list of BOCES services that are eligible for State Aid;
- funding High Cost Excess Cost Aid for special need students at \$482,620,000, which is an increase of \$28,480,000 over SY 2010-11. Private Excess Cost Aid for special need students would be funded at \$342,730,000, which is an increase of \$12,280,000 over SY 2010-11;
- funding Special Services Aid at \$213,890,000, which is an increase of \$2,800,000 over SY 2010-11;
- funding Textbook Aid at \$182,090,000, which is an increase of \$1,060,000 over SY 2010-11;
- funding Computer Software at \$46,370,000, which is an increase of \$1,170,000 over SY 2010-11;
- funding Computer Hardware at \$37,930,000, which is an increase of \$42,000 over SY 2010-11;
- funding Library Materials at \$19,400,000, which is an increase of \$230,000 over SY 2010-11;
- funding Charter School Transition Aid at \$25,110,000, which is an increase of \$1,890,000 over SY 2010-11; and
- funding Full-Day Kindergarten at \$4,670,000, which is an increase of \$3,310,000 over SY 2010-11.

Proposed Decreases

- The Executive proposes a recurring Gap Elimination Adjustment (GEA) which would decrease funding to school districts by \$2,785,790,000 in SY 2011-12. The GEA would be applied to formula based aids excluding Building Aid and Universal Pre-kindergarten. The GEA calculation is based on a per pupil amount, adjusted for wealth, student need, administrative efficiency, and residential tax burden.
- The GEA would be continued in future years and would restrict the growth in school aid to the five year average rate of growth in personal income in the state.

GRANT PROGRAMS AND ADDITIONAL AID CATEGORIES: GENERAL SUPPORT FOR PUBLIC SCHOOLS

The Executive proposes:

- funding Urban-Suburban Transfer at its present law level of \$2,730,000, which is the same level as SY 2010-11;
- funding the Special Academic Improvement Grant for the Roosevelt Union Free School District at \$6,000,000 for the 2011-12 School Year. This program would be restored to \$12,000,000 in SY 2012-2013 and thereafter;
- funding Teachers of Tomorrow at \$25,000,000, which is the same level as SY 2010-11;
- funding the Teacher Mentor Intern program at \$2,000,000, which is the same level as SY 2010-11;
- The Executive also maintains, at SY 2010-11 levels, funding for Employment Preparation Education (EPE) at \$96,000,000; School Health Services at \$13,840,000; Bilingual Education at \$12,500,000; Special Act School Districts at \$2,700,000; BOCES Aid for Special Act Districts at \$700,000; Learning Technology Grants at \$3,285,000; and Bus Driver Safety at \$400,000; and
- funding the EXCEL program at \$181,760,000 for the payment of debt service.

Proposed Increases

The Executive proposes

- funding Native American Building Aid at \$5,000,000, which is an increase of \$1,500,000 over SY 2010-11;

- funding Education of OMH/OMR Pupils at \$76,000,000, which is an increase of \$4,000,000 over SY 2010-11;
- funding Incarcerated Youth at \$19,500,000, which is an increase of \$750,000 over SY 2010-11; and
- funding Homeless Pupils at \$17,225,000, which is an increase of \$1,000,000 over SY 2010-11.

Proposed Decreases

The Executive proposes funding Native American Education at \$32,000,000, which is a decrease of 3,000,000 from SY 2010-11.

OTHER ELEMENTARY AND SECONDARY EDUCATION PROGRAMS

The Executive proposes:

- continuing Fiscal Stabilization Grants of \$30,022,000, which is the same funding level as SY 2010-11;
- maintaining the Extended Day/School Violence Prevention program at \$24,344,000;
- continuing Prior Year Claims at \$15,046,000, which is the same funding level as SY 2010-11;
- continuing Charter School Start-Up Grants at \$4,837,000, which is the same funding level as SYF 2010-11;
- maintaining \$3,049,000 for the Summer Food Program, which is the same funding level as SY 2010-11;
- continue funding for Adult Basic Education at \$1,843,000;
- continuing Math and Science High Schools at \$1,382,000, which is the same funding level as SY 2010-11;
- continuing Targeted Pre-kindergarten at \$1,303,000, which is the same funding level as SY 2010-11;
- continuing the County Vocational Education and Extension Boards at \$932,000, which is the same funding level as SY 2010-11;

- continuing Academic Intervention Services for Nonpublic Schools at \$922,000;
- funding of \$691,000 for the Health Education Program, which is the same funding level as SY 2010-11;
- continuing the Statewide Center for School Safety at \$466,000, which is the same funding level as SY 2010-11;
- maintaining funding for the Syracuse City School District for the Say Yes to Education Program at \$350,000, which is the same funding level as SY 2010-11;
- continuing Education of Children of Migrant Workers at \$89,000, which is the same funding level as SY 2009-10;
- continuing the Consortium for Worker Education (CWE) setaside at \$11,500,000, which is the same level as SY 2010-11;
- continuing Adult Literacy Education at \$4,293,000, which is the same funding level as SY 2010-11;
- continuing federal funds of \$4,000,000 for Salary Enhancements for Teachers in Schools for Students with Special Needs;
- maintaining Summer School of the Arts appropriation level at \$1,481,000, which is funded at the same level as SY 2010-11; and
- continuing funding for the Center for Autism and Related Disabilities at the University at Albany at \$490,000 for SFY 2010-11. In addition, \$500,000 in Federal funds are continued.

Proposed Increases

The Executive proposes new funding for:

- creating the School District Performance Improvement Awards program for \$250,000,000, which will be awarded on a competitive basis to school districts that demonstrate significant improvement in student performance;
- creating the School District Management Efficiency Awards program for \$250,000,000 to be awarded competitively to school districts that undertake long-term structural changes to reduce costs and improve efficiency; and

- creating the Competitive Educational Improvement Performance Grants program for \$1,730,000. This is for programs that have demonstrated success in supporting achievement and enhance professional capacity.

The Executive proposes:

- an increased appropriation for the Summer School Handicapped program (4408) by \$22,100,000 above SY 2010-11 funding levels. This program would be funded at \$234,300,000 for SY 2011-12. However, the Executive also proposes using wealth as a factor when reimbursing school districts for the cost of educating significantly disabled pupils in these programs which results in a cost shift of approximately \$86 million from the state to school districts;
- providing \$70,000,000 to reimburse school districts for costs associated with the payment of the Metropolitan Commuter Transportation Mobility Tax, which is an increase of \$10,000,000 SY over SY 2010-11;
- increasing Preschool Special Education funding to \$869,900,000, which is an increase of \$56,000,000 over SY 2010-11;
- increasing funding for the School Lunch and Breakfast Program to \$33,100,000. This is an \$800,000 increase over SY 2010-11; and
- increasing the appropriation for the administration of GED tests by \$300,000 to \$955,000 in SY 2011-12.

Proposed Decreases

The Executive proposes:

- decreasing funding by \$92,340,000 to Private Schools for the Blind and the Deaf to \$20,000,000 from SY 2010-11. This reduction is reflective of the change in their status from primarily state supported institutions to approved private schools for students with disabilities;
- eliminating Primary Mental Health Project which was funded at \$894,000 in SY 2010-11;
- eliminating Student Mentoring and Tutoring Initiative which was funded at \$490,000 in SY 2010-11;
- eliminating National Board for Professional Teaching Standards Certification which was funded at \$490,000 in SY 2010-11; and

- reducing Nonpublic School Aid by \$8,728,000 to \$100,377,000 in SY 2011-12.

ADULT CAREER AND CONTINUING EDUCATION SERVICES PROGRAM

For SFY 2010-11 the Executive proposes:

- funding Case Services at \$54,000,000, which is the same level of funding as in SFY 2010-11;
- funding Supported Employment at \$15,160,000, which is the same level of funding as in SFY 2010-11;
- funding Independent Living Centers at \$12,361,000, which is the same level of funding as in SFY 2010-11; and
- funding College Readers Aid at \$294,000, which is the same level of funding as in SFY 2010-11.

CULTURAL EDUCATION

The Executive proposes:

- maintaining funding grants to local governments through the Local Government Records Management Improvement Fund at \$8,346,000, which is the same level as SY 2010-11; and
- continuing aid for Documentary Heritage grants at \$461,000, which is the same level of funding as in SY 2010-11 levels.

Proposed Decrease

The Executive proposes:

- funding Aid for Public Libraries at \$76,012,000, which is a reduction of \$8,446,000 from SFY 2010-11 levels;
- funding Educational Television and Radio at \$13,502,000, which is a \$1,500,000 decrease from SY 2010-11; and
- reducing Talking Book and Braille Library to \$542,000, which is \$60,000 below the SFY 2010-11 funding level.

HIGHER EDUCATION AND THE PROFESSIONS

For SFY 2011-12 the Executive proposes:

- maintaining funding for Liberty Partnerships at a SFY 2010-11 funding level of \$10,842,000;
- maintaining funding for the Higher Education Opportunity Program at a SFY 2010-11 funding level of \$20,783,000;
- maintaining funding for the Science and Technology Program (STEP) at a SFY 2010-11 funding level of \$9,774,000;
- maintaining funding for the Collegiate Science and Technology Program (CSTEP) at a SFY 2010-11 funding level of \$7,406,000; and
- moving funding for Postsecondary Aid to Native Americans from the Office of Higher Education and the Professions to the Office of Pre-kindergarten through Grade Twelve Education Program. Funding is maintained at a SFY 2010-11 funding level of \$598,000.

Proposed Decrease

The Executive proposes:

- decreasing funding for Unrestricted Aid to Independent Colleges and Universities by \$3,903,000, or 10 percent, to \$35,129,000;
- eliminating \$941,000 in funding for the High Needs Nursing Program; and
- eliminating \$671,000 in funding for the Teacher Opportunity Corp Program. Funding for this program could become available through the Competitive Educational Improvement Performance Grants program.

Capital Projects

- The Executive continues funding of \$14,000,000 for public library capital projects throughout the state; and
- The Executive funds various minor rehabilitation projects to keep State Education Department facilities in safe operating condition at \$3,400,000.

Article VII

The Executive recommends Article VII legislation that would:

- provide for the continuation of the Contract for Excellence program in the 2011-12 School Year and require all districts that were Contract Districts in 2009-10 to continue in the program unless all schools within the District are reported as being in good standing;
- modify the Contract for Excellence Program by allowing districts to reduce program expenditures by the percentage reduction of the GEA for the SY 2011-12;
- authorize unused SY 2009-10 Contract for Excellence funds to be used in SY 2011-12;
- codify the current library aid distribution and ensure that any library aid reduction would be proportionate;
- reclassify State Supported Schools for the Blind and Deaf into approved private schools for students with disabilities. This would change the funding structure for these institutions from being primarily state supported to receiving a combination of funding from the state and school districts; in addition, the legislation makes conforming changes for DASNY financing and construction and other provisions of law;
- alter the calculation of payments for County Vocational Education and Extension Boards (CVEEBs) and limit the amount of time permitted for these institutions to submit claims to the state;
- modify the ability for school districts to enter into school bus leases for longer than a year;
- remove certain non-instructional items from the list of BOCES services that are eligible for State Aid;
- change the level of reimbursement for BOCES including the minimum reimbursement, starting in the 2012-13 school year;
- freeze the SY 2011-12 and SY 2012-13 per pupil tuition paid by school districts to charter schools at the SY 2010-11 rate;
- modify the method for calculating the effective interest rate for Building Aid in order to better take into account certain federally authorized bonds;
- provide for a recalculation of Building Aid if a school district's building is sold or ownership is transferred;

- remove energy performance contracts from the list of expenses eligible for the 10 percent Building Aid incentive;
- transform Building Aid from a reimbursable aid to a competitive grant program beginning with projects approved as of February 1, 2011. Reimbursement would be limited to \$2,000,000,000 of aidable building projects a year. The fund would consist of six tiers along with an additional emergency setaside. Within each tier projects would be ranked by the district's need resource index, then by the adjusted age of the building.
 - First Tier – for health and safety reasons.
 - Second Tier – to reduce immediate overcrowding.
 - Third Tier – replace or renovate buildings at least forty years old. School districts must not include a capacity increase greater than ten percent of the gross floor area and have a need resource index greater than the state median.
 - Fourth Tier – replace or renovate buildings at least twenty years old. School districts must not include a capacity increase greater than ten percent of the gross floor area and have a need resource index greater than the state median.
 - Fifth Tier – projects to add significant capacity for augmenting basic educational space such as classrooms or laboratories and renovations designed to extend the useful life of a building by at least fifteen years. The school district must have a need resource index greater than the state median.
 - Sixth Tier – all other projects that are eligible for building aid.
 - There is a separate emergency project ceiling of \$30,000,000.
- place certain restrictions for obtaining the reimbursement for the purchases of school buses;
- slightly modify the school aid payment schedule by specifying that some statutory payments be made on or before the end of the month instead of the beginning;
- continue existing provisions for the Teachers of Tomorrow program in the city school district in the city of New York;
- create a new \$1.7 million Competitive Education Improved Performance grant for programs with demonstrated success in supporting achievement and enhance professional capacity;
- extend special education class size waivers for large city school districts;

- clarifies that the Commissioner of Health has responsibility for Medicaid reimbursement for school supportive health services provided to students with disabilities;
- change the current reimbursement to school districts for Summer School Special Education Programs from 70 percent reimbursement by the state, to a wealth adjusted formula which would range from 10 to 80 percent. The current 10 percent county contribution would continue;
- extend the provisions allowing for waivers of maintenance of effort provisions for libraries due to economic hardship;
- extend the authority of school districts to lease school buses and modify their ability to enter into leases for longer than a year;
- extend the provisions of law in regard to conditional appointments of school district, charter school, and BOCES employees;
- extend the provisions of state law that conform to federal No Child Left Behind (NCLB) requirements;
- extend the provisions of law allowing Universal Pre-kindergarten providers to continue current hiring practices;
- provide authorization for school districts to transfer excess funds from their Employee Benefit Accrued Liability Reserve (EBALR) in an amount which is limited to the lesser of funds necessary to offset any Gap Elimination Adjustment during SY 2011-12 or the amount of excess funds as determined by the State Comptroller for the purpose of maintaining educational programming;
- extend the Consortium for Workforce Education (CWE) program;
- continue current provisions for School Bus Driver Training;
- continue the current Chapter 1 Advance provisions;
- continue the existing provisions for a lottery accrual due to a change made by the Government Accounting Standards Board regarding the Teacher Retirement System pension contributions;
- extend the Rochester City School District's ability to purchase health services from BOCES;
- continue the Magnet School, Attendance Improvement and Dropout Prevention, and Teacher Support Aid setasides within Foundation Aid;

- enact the Foundation Aid freeze for 2011-12 and 2012-13 school years and extend the phase in of Foundation Aid through SY 2016-17;
- continue the provision of Universal Pre-kindergarten into the 2011-12 and 2012-13 school years;
- continue Supplemental Public Excess Cost Aid, High Tax Aid, and Academic Enhancement Aid at current levels through SY 2012-13;
- freeze all school aid formulas for both the 2010-11 and 2011-12 school years at the lesser of the SY 2011-12 Executive run or revised data;
- provide for the calculation of the Gap Elimination Adjustment (GEA) as applied to formula based aids, with the exception of Building Aid and Universal Pre-kindergarten;
- provide a multi-year calculation for the continuation of the GEA at varying amounts, commencing in the 2012-13 school year;
- provide School District Performance Improvement Awards totaling \$250 million to be awarded on a competitive basis to school districts that demonstrate significant improvement in student performance. This program would provide additional state funding to those districts with the most improved academic gains and student outcomes; and
- provide School District Management Efficiency Awards totaling \$250 million to be awarded competitively to school districts that undertake long-term structural changes to reduce costs and improve efficiency. Districts would be allowed to apply together and must show sustainable cost savings from the proposed projects.

OFFICE OF CHILDREN AND FAMILY SERVICES

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	2,173,175,400	2,000,019,300	(173,156,100)	-8.0%
Special Revenue-Other	123,337,000	119,881,000	(3,456,000)	-2.8%
Special Revenue-Federal	1,538,701,000	1,547,701,000	9,000,000	0.6%
Enterprise	475,000	475,000	0	0.0%
Capital Projects Fund	1,825,000	1,825,000	0	0.0%
Youth Facilities Improvement Fund	35,850,000	35,850,000	0	0.0%
Internal Service Fund	100,000	100,000	0	0.0%
Total for AGENCY SUMMARY:	3,873,463,400	3,705,851,300	(167,612,100)	-4.3%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	2,855	3,269	414
All Other Funds:	496	502	6
TOTAL:	3,351	3,771	420

Agency Mission

(Executive Budget: pp. 115-123)

The Office of Children and Family Services (OCFS) is responsible for coordinating a system of support to help families achieve and maintain self-sufficiency and to provide for the well-being of their children. The Office administers a broad range of child welfare, child care, adult protective and delinquency programs, as well as residential and community-based services for New York State's juvenile justice system. The Office also supervises services to the blind and visually handicapped.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- The downsizing or closure of OCFS facilities that would reduce OCFS staffing by 371 annual salaried positions and reduce youth facility capacity by 376 beds.
- The addition of 414 new youth facility staff to provide improved medical, mental health and direct care services to individuals in youth facilities.
- The establishment of a Supervision and Treatment Services for Juveniles Program that would replace all existing funding for alternatives to detention.
- A capped appropriation to support local detention costs for youth that would replace the current open-ended funding methodology for local secure and non-secure detention.
- The maintenance of open-ended funding for child welfare services. The Executive preserves 62 percent state reimbursement for mandated preventive services and child protective services, but eliminates funding for the child welfare quality program, which supports programs to improve child welfare services.
- A proposal to shift federal Title XX discretionary funds to support child welfare services, which would generate savings for the state and for local districts, but would eliminate all Title XX discretionary funds available to local districts.
- The creation of a Primary Prevention Incentive Program to support statewide prevention services, to be awarded on a competitive basis to local districts which would replace current funding for preventive programs, including Community Optional Preventive Services (COPS), Youth Delinquency and Development Program/Special Delinquency and development program (YDDP/SDDP), runaway and homeless youth funding, the Hoyt children and family trust fund, post placement services, home visiting, kinship care, and settlement houses.
- A reduction in the state share of the adoption subsidy reimbursement percentage from 73.5 percent to 62 percent.
- A proposal to shift the state share of Committee on Special Education (CSE) placements to school districts. The cost shares are currently split between the state (36.8 percent), local districts (43.2 percent) and the school districts (20 percent).
- The maintenance of funding for the Foster Care Block Grant (FCBG) at \$436,002,000.

- Continued support for child care unionization agreements reached in 2009 with the unions that represent home based child care providers.
- The elimination of the 1.2 percent human services cost of living adjustment (COLA) scheduled to take effect in SFY 2011-12.
- An increase in the fee for child abuse and maltreatment background checks through the Statewide Central Registrar (SCR) from \$5 to \$60.

Budget Detail

The Executive proposes an All Funds appropriation of \$3,705,851,300, a decrease of \$167,612,100 or 4.3 percent from the SFY 2010-11 budget level. The Executive recommends funding support of 3,771 full-time equivalent (FTE) positions, an increase of 420 positions from SFY 2010-11.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$529,200,000, a decrease of \$5,163,700, or 0.9 percent, from the SFY 2010-11 level.

Proposed Increases

The Executive proposes:

- an increase of \$13,500,000 related to the hiring of 414 new youth facility staff to provide improved medical, mental health and direct care services to youth;
- an increase of six FTEs supported by an additional \$6,000,000 in Federal Head Start funding;
- an increase of \$3,180,000 related to modernizing and upgrading of the CONNECTIONS system;
- an increase of \$3,000,000 related to federal Title XX elder care justice funding; and
- an increase of \$1,670,000 related to a shift of federal child care funding from Aid to Localities to State Operations.

Proposed Decreases

The Executive proposes:

- a decrease of \$21,670,000 related to the closure and downsizing of youth facilities that would reduce employment at OCFS facilities by a net 371 FTE's and reduce capacity by 376 beds;
- a decrease of \$11,370,000 related to a 10 percent reduction in support for State Operations, to be achieved through administrative efficiencies and negotiated workforce savings; and
- a decrease of \$6,000,000 in federal head start funding as a result of the loss of one-time funding through the American Reinvestment and Recovery Act (ARRA).

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$3,138,976,300, a decrease of \$162,448,400, or 4.9 percent, from the SFY 2010-11 level.

Proposed Increases

The Executive proposes the following General Fund additions:

- an increase of \$35,420,000 to support the creation of a Primary Prevention Incentive Program which would replace current preventive program funding;
- an increase of \$31,380,000 related to a new capped appropriation for state reimbursement to local districts through the supervision and treatment services for juveniles program;
- an increase of \$12,340,000 related to the payment of reconciled detention expenditures to local districts;
- an increase of \$15,000,000 to support a capped state reimbursement to local districts for secure and non-secure detention expenditures;
- an increase of \$5,830,000 for the advantage afterschool program related to the elimination of \$11,200,000 in TANF funding;
- an increase of \$2,000,000 related to unionization agreements made on behalf of home-based child care providers;

- an increase of \$1,940,000 in funding for adult protective/domestic violence (AP/DV) services related to increased claims; and
- an increase of \$500,000 in funding for Medicaid per diems for youth in foster care.

The Executive proposes the following federal appropriation additions:

- an increase of \$12,000,000 related to federal Title XX elder care justice funding.

Proposed Decreases

The Executive proposes the following General Fund reductions:

- a decrease of \$71,130,000 related to the elimination of various preventive service funding streams including YDDP/SDDP, home visiting, COPS, RHYA, caseload reduction, kinship/caretaker relative, Hoyt children and family trust fund, settlement houses, and post-placement services;
- a decrease of \$69,300,000 related to the elimination of state support for the Committee on Special Education program. Local school districts would be required to fund the entire non-local share of these programs;
- a reduction of \$53,000,000 related to the reconciliation of prior year Child Welfare Services claims;
- a decrease of \$34,900,000 related to a reduction in child welfare preventive service caseload;
- a decrease of \$34,000,000 in the adoption subsidy program related to the reduction of the State reimbursement percentage from 73.5 percent to 62 percent;
- a decrease of \$38,000,000 in funding for open-ended state reimbursement of local expenditures on secure and non-secure detention;
- a decrease of \$22,000,000 related to an Executive proposal that would require that Federal Title XX funding be used to offset current state and local expenditures for Child Welfare Services. Currently, this funding primarily supports local discretionary services including housing improvement, homemaker services, and senior centers;
- a decrease of \$13,000,000 related to the elimination of the 1.2 percent human services cost of living adjustment (COLA) scheduled to take effect in SFY 2011-12;
- a decrease of \$3,000,000 related to the elimination of the Safe Harbour program, a proposed long-term safe house for sexually exploited youth;

- a decrease of \$2,200,000 related to the elimination of funding for alternative to detention programs; and
- a decrease of \$1,800,000 related to the elimination of funding for child welfare quality services.

The Executive proposes an increase in the fee for child abuse and maltreatment background checks through the Statewide Central Registrar (SCR), from \$5 to \$60. This fee would generate \$12,000,000 in new revenue. In addition, this \$60 fee would be imposed on individuals who are currently exempt from the fee, including child care providers. Several individuals would continue to be exempt from paying the fee, including: prospective foster and adoptive parents; kinship guardians; individuals age 18 and over in these homes; and operators of group family homes through OPWDD and the OMH.

The Executive proposes the following federal appropriation reductions:

- a decrease of \$3,460,000 related to the elimination of federal funding for the Hoyt children and family trust fund; and
- a decrease of \$1,670,000 related to the shift of child care funding from aid to localities to State operations.

Capital Projects

The Executive proposes funding of \$37,675,000 for the Capital Projects Fund and the Youth Facilities Improvement Fund, which is unchanged from SFY 2010-11.

Article VII

The Executive recommends Article VII legislation that would:

- eliminate the State share of funding for maintenance of handicapped children in residential care;
- create the Primary Prevention Incentive Program, with a capped appropriation and 62 percent State reimbursement for primary preventive services;
- repeal the 12 month notification requirement prior to closure of an OCFS facility;
- create a Supervision and Treatment of Juveniles Program to encourage use of community based alternatives to detention;

- create a capped appropriation for local secure and non-secure detention expenditures; and
- increase the fee for persons receiving clearances through the Statewide Central Register of Child Abuse and Maltreatment (SCR) from \$5 to \$60.

OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	1,313,003,700	1,361,511,000	48,507,300	3.7%
Special Revenue-Other	186,518,000	169,103,000	(17,415,000)	-9.3%
Special Revenue-Federal	4,394,029,000	3,995,153,000	(398,876,000)	-9.1%
Housing Program Fund	30,000,000	30,000,000	0	0.0%
Internal Service Fund	1,199,000	1,199,000	0	0.0%
Fiduciary	10,000,000	10,000,000	0	0.0%
Total for AGENCY SUMMARY:	5,934,749,700	5,566,966,000	(367,783,700)	-6.2%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	154	154	0
All Other Funds:	2,094	2,094	0
TOTAL:	2,248	2,248	0

Agency Mission

(Executive Budget: pp.124-130)

The Office of Temporary and Disability Assistance (OTDA), working with the Office of Children and Family Services and other agencies, helps children and families in need to achieve economic self-sufficiency. The OTDA administers public assistance programs, including Family Assistance, Safety Net Assistance, Supplemental Security Income, the Federal Food Stamp Program, the Home Energy Assistance Program; child support enforcement and services; refugee assistance programs; and homeless shelter and service programs. The OTDA also serves as the host agency for the administration of the federal Temporary Assistance to Needy Families (TANF) block grant which

provides funding for public assistance benefits, as well as for programs and services designed to assist needy children and families as they transition to self-support.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- A proposal to fully finance the state and local shares of Family Assistance benefit payments with federal funding from the TANF block grant and to change the reimbursement structure for Safety Net Assistance (SNA) expenditures so that state reimbursement to local districts would decrease from 50 percent to 30 percent.
- The elimination of \$73,826,000 in TANF funding for various initiatives including: Career Pathways, Alternatives to Detention, SUNY/CUNY Child Care, Advantage Afterschool, Displaced Homemakers, ACCESS – Welfare to Careers, Bridge, Caretaker Relative, Child Care Demonstration Projects, Disability Advocacy Program, Educational Resources, Emergency Homeless Program, Green Jobs, Health Care Jobs, Homeless Prevention Program, Non-Residential Domestic Violence, Nurse Family Partnership, Preventive Services, Refugee Resettlement Program, Rochester-Genesee Regional Transportation Authority, Settlement Houses, Summer Youth Employment Program, Supplemental Homeless Intervention Program, Supportive Housing for Families, Transitional Jobs, and Wheels for Work.
- A one year delay of the final 10 percent Public Assistance grant increase scheduled to take effect on July 1, 2011. This action would maintain current benefit levels and reschedule the implementation of the final grant increase to July 1, 2012.
- A proposal to withhold Public Assistance benefits from families in the second and subsequent instances in which the head of the household does not comply with employment requirements.
- The elimination of state funding for the New York City Work Advantage shelter supplement program, which allows local districts to provide an enhanced shelter allowance for those at-risk for eviction or already residing in homeless shelters.
- A proposal to cap the appropriation for reimbursement for New York City adult shelter expenditures at \$69,000,000, a reduction of \$15,680,000 from the 2010-11 level.
- The continuation of prior year TANF levels funding child care subsidies at \$392,976,000 and the Flexible Fund for Family Services at \$960,000,000.

Budget Detail

The Executive proposes an All Funds appropriation of \$5,566,966,000, a net decrease of \$367,783,700, or 6.2 percent, from the SFY 2010-11 level. The Executive recommends funding support of 2,248 full-time equivalent positions, which is unchanged from SFY 2010-11.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$472,292,000, an increase of \$1,000,000, or 0.2 percent, over the SFY 2010-11 level.

Proposed Increases

The Executive proposes:

- an increase of \$22,500,000 in federal Child Support related to a funding shift from Aid to Localities to State Operations;
- an increase of \$2,500,000 related to federal funding for the Home Energy Assistance Program;
- an increase of \$500,000 in federal funding for Welfare Fraud Prevention;
- an increase of \$200,000 in federal support for the Food Stamp Employment & Training Program;
- an increase of \$60,000 in the Special Revenue–Other funding related to the notices system account;
- an increase of \$30,000 in the Special Revenue–Other funding related to the training, management, and evaluation account.

Proposed Decreases

The Executive proposes:

- a decrease of \$11,700,000 in Special Revenue–Other funding related to the child support revenue account based on historical state share of spending;
- a decrease of \$6,310,000 related to a ten percent reduction in State Operations programs, to be achieved through administrative efficiencies and negotiated workforce savings;

- a decrease of \$3,280,000 in the Special Revenue–Other disability determinations account;
- a decrease of \$1,750,000 in the Special Revenue–Other OTDA income account;
- a decrease of \$900,000 in federal funding for the Disability Determinations Program;
- a decrease of \$83,000 in the Special Revenue-Other OTDA training contract account; and
- a decrease of \$80,000 in federal funding for the Homeless Housing Program.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$5,064,674,000, a decrease of \$368,783,700, or 6.8 percent, from the SFY 2010-11 level. The largest funding source within Aid to Localities is the TANF block grant and related contingency funds totaling \$2,624,567,000, a decrease of \$233,126,000 from last year. A TANF appropriation of \$1,268,600,000 would support an anticipated 252,353 recipients of Family Assistance, a decrease of 3,210 from the current fiscal year. The Executive budget proposes to fully finance Family Assistance benefit payments with TANF funding, thereby eliminating the 25 percent state and 25 percent local shares of Family Assistance expenditures. In other Aid to Localities funding, the Executive proposes to reduce the state reimbursement to local districts for Safety Net Assistance expenditures, from 50 percent to 30 percent, which would increase the local share to 70 percent.

The Executive proposes to make \$960,000,000 available to local districts through the Flexible Fund for Family Services, which is unchanged from SFY 2010-11. However, the Executive proposal would set aside \$10,000,000 from the FFFS to support the establishment of shared services arrangements and the consolidation of local social services district operations.

The Executive would maintain funding for child care subsidies at \$392,967,000. However, \$6,908,000 in TANF funding for SUNY Child Care, CUNY Child Care, and Child Care Demonstration Projects would be eliminated. In addition, the Executive eliminates funding for 24 other programs, totaling \$65,918,000, including: Career Pathways, Alternatives to Detention, Advantage Afterschool, Displaced Homemakers, ACCESS – Welfare to Careers, Bridge, Caretaker Relative, Disability Advocacy Program, Educational Resources, Emergency Homeless Program, Green Jobs, Health Care Jobs, Homeless Prevention Program, Non-Residential Domestic Violence, Nurse Family Partnership, Preventive Services, Refugee Resettlement Program, Rochester-Genesee Regional Transportation Authority, Settlement Houses, Summer Youth Employment Program, Supplemental Homeless Intervention Program, Supportive Housing for Families, Transitional Jobs, and Wheels for Work.

Proposed Increases

The Executive proposes:

- an increase of \$125,600,000 in base General Fund Public Assistance expenditures related to underlying program growth, which would be partially offset by savings associated with the proposal to fully fund Family Assistance with TANF funds and the proposal to reduce state reimbursement for Safety Net Assistance expenditures from 50 percent to 30 percent;
- an increase of \$4,100,000 related to increased Supplemental Security Income (SSI) caseload;
- an increase of \$1,250,000 related to a scheduled increase in NY/NY III Family Units; and
- an increase of \$1,150,000 for the Homelessness Intervention Program (HIP) related to the elimination of supplemental TANF funding for this program and the consolidation of following four housing support programs into one appropriation: single room occupancy program, HIP, Homelessness Prevention Program, and operational support for AIDS housing.

Proposed Decreases

The Executive proposes:

- a decrease of \$154,300,000 related to federal funding for food stamps;
- a decrease of \$61,600,000 in General Fund spending related to a proposal to fully finance family assistance benefit payments with TANF funding, thereby eliminating the 25 percent state and 25 percent local shares of family assistance expenditures and the proposal to reduce state reimbursement for Safety Net Assistance expenditures from 50 percent to 30 percent;
- a decrease of \$36,200,000 in federal child support related to a funding shift from Aid to Localities to State Operations;
- A decrease of \$33,000,000 in General Fund spending related to the elimination of state support for the New York City Work Advantage program, which provides an enhanced shelter allowance for households either at-risk for eviction or already residing in homeless shelters;
- a decrease of \$29,300,000 in General Fund spending and \$26,600,000 in TANF spending related to a one year delay of the final 10 percent public assistance grant

increase that is scheduled to take effect on July 1, 2011. This action would maintain current benefit levels and re-schedule the implementation of the final grant increase to July 1, 2012;

- a decrease of \$15,680,000 in General Fund spending funding for adult homeless shelters in New York City; and
- a reduction of \$7,400,000 in General Fund spending related to a proposal that would withhold public assistance benefits from families in the second and subsequent instances in which the head of the household does not comply with employment requirements.

Capital Projects

The Executive proposes funding of \$30,000,000 for the Supported Housing Program Fund, which is unchanged from SFY 2010-11.

Article VII

The Executive recommends Article VII legislation that would:

- authorize the pass-through of the federal Cost of Living Adjustment (COLA) for Supplemental Security Income;
- require local districts to withhold public assistance benefits from families in the second and subsequent instances in which the head of the household does not comply with employment requirements; and
- delay the scheduled ten percent increase to the non-shelter portion of the public assistance grant schedule from July 2011 until July 2012.

NEW YORK STATE HIGHER EDUCATION SERVICES CORPORATION

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	843,566,000	959,930,000	116,364,000	13.8%
Special Revenue-Other	122,247,000	104,292,000	(17,955,000)	-14.7%
Special Revenue-Federal	65,800,000	12,601,000	(53,199,000)	-80.8%
Total for AGENCY SUMMARY:	1,031,613,000	1,076,823,000	45,210,000	4.4%

Agency Mission

(Executive Budget: pp. 157-162)

The Higher Education Services Corporation (HESC) was established in 1974 and administers the State's Tuition Assistance Program (TAP), the Federal Family Education Loan Program, and other state and federal aid programs.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- funding for TAP in the amount of \$893,369,000, which represents a net increase of \$68,321,000 from a SFY 2010-11 funded level of \$825,048,000; and
- funding of \$43,256,000 for various scholarships administered by HESC, which represents a \$4,106,000 increase from SFY 2010-11. There are additional disbursements of \$3,933,000 due to retroactive payments for the Patricia K. McGee Nursing Faculty Scholarship and Nursing Faculty Loan Forgiveness programs from the 2010-11 appropriation.

Budget Detail

The Executive recommends an All Funds appropriation of \$1,076,873,000 for HESC which is an increase of \$45,210,000 from the SFY 2010-11 level. The Executive recommends funding support of 516 full-time equivalent positions which is consistent with SFY 2010-11 levels.

State Operations

The Executive recommends an All Funds State Operations appropriation of \$104,930,000, a decrease of \$15,117,000 from the SFY 2010-11 level.

Proposed Increases

The Executive proposes:

- a Special Revenue Fund increase of \$5,035,000 due to a redistribution of administrative personal service funding within the Division of Guaranteed Loan Programs; and
- an increase in Special Revenue funding for the Student Grant and Award Programs by \$2,601,000. This is due to an increase to the College Access Challenge Grant Account.

Proposed Decreases

The Executive proposes:

- a Special Revenue Fund decrease for the Division of Guaranteed Loan Programs by \$11,540,000 due to administrative funding redistribution with HESC administration;
- a General Fund decrease of \$5,963,000 to the New York Higher Education Loan Program (NYHELPS);
- a Special Revenue Fund decrease of \$5,000,000 to the NYHELPS; and
- an elimination of funding for the Third Party Debt Collection Program. This is a decrease of \$250,000.

Aid to Localities

The Executive proposal maintains SFY 2010-11 funding levels for the Aid to Part-Time Study Program at \$14,357,000, the Patricia K. McGee Nursing Faculty Scholarship and Nursing Faculty Loan Forgiveness programs at \$3,933,000, and the Licensed Social Worker Loan Forgiveness Program at \$978,000. The Executive also proposes a \$893,369,000 appropriation for the TAP program, reflecting a net increase of \$68,321,000 from the 2010-11 level.

Proposed Increases

The Executive proposes:

- an increase of \$118,221,000 in General Fund spending for TAP which includes the phasing out of a \$75 across the board reduction in TAP awards; and
- a General Fund increase for various scholarships administered by HESC of \$4,106,000, from \$39,150,000 in SFY 2010-11 to \$43,256,000 in SFY 2011-12.

Proposed Decreases

The Executive proposal for TAP assumes \$30,856,000 in reductions resulting from the continuation of and making permanent changes to the program enacted in 2010-11 that would:

- reduce the maximum TAP award for students enrolled in a two-year degree granting program from \$5,000 to \$4,000 (\$11,169,000);
- create new TAP award schedules reducing awards for certain married but financially independent students (\$5,438,000);
- increase minimum academic standards and GPA requirements for maintaining TAP eligibility (\$4,424,000);
- include all private pension and annuity income in TAP income determinations (\$4,201,000);
- deny TAP eligibility to students in default of their federal student loans (\$3,625,000); and
- eliminate TAP awards for graduate students (\$1,999,000).

The Executive also proposes:

- a decrease of \$55,800,000 due to the elimination of federal funding from the American Recovery & Reinvestment Act and the Special Leveraging Educational Assistance Partnership Program for TAP; and
- decreased funding of \$6,200,000 due to decrease of TAP funding from the HESC Insurance Premium Payments Account.

Article VII

The Executive recommends Article VII legislation that would:

- increase the minimum academic standards required for non-remedial students to maintain TAP eligibility;
- deny TAP awards to any student who is in default of their federal student loans and loans made or guaranteed by the Corporation;
- eliminate TAP awards for graduate students;
- decrease TAP awards for financially independent students who are married without children;
- reduce the maximum TAP award for students enrolled in two-year degree granting programs from \$5,000 to \$4,000;
- create parity between public and private pensions in TAP award eligibility determinations;
- extend the Patricia K. McGee Nursing Faculty Scholarship and Nursing Faculty Loan Forgiveness programs until June 30, 2016;
- extend the Regents Physician Loan Forgiveness Program until the end of the 2015-16 academic year; and
- extend the Regents Licensed Social Worker Loan Forgiveness Program until June 30, 2016.

DIVISION OF HOUSING AND COMMUNITY RENEWAL

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	62,341,000	52,568,000	(9,773,000)	-15.7%
Special Revenue-Other	67,163,000	64,408,000	(2,755,000)	-4.1%
Special Revenue-Federal	261,037,000	116,641,000	(144,396,000)	-55.3%
Housing Program Fund	74,200,000	74,200,000	0	0.0%
Total for AGENCY SUMMARY:	464,741,000	307,817,000	(156,924,000)	-33.8%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	138	138	0
All Other Funds:	619	619	0
TOTAL:	757	757	0

Agency Mission

(Executive Budget: pp. 170-176)

The Division of Housing and Community Renewal (DHCR) supports community efforts to preserve and expand affordable housing, home ownership and economic opportunities. In addition, DHCR provides construction and rehabilitation loans and grants; administers rent control, rent stabilization and rent subsidy programs; and supervises the management of state-assisted housing stock.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget proposal includes the following:

- the Executive recommends consolidating the Neighborhood Preservation Program (NPP) and the Rural Preservation Program (RPP) into a single, competitive performance based program funded at \$6 million;
- the Executive recommends reducing State Operations support for the Rent Administration Program by \$5 million attributed to workforce efficiencies and savings achieved through early retirement incentives; and
- the Executive recommends transferring \$13.1 million in federal funding for the Section 8 New Construction Program from the Division of Housing and Community Renewal to the Housing Trust Fund Corporation. This program will now be administered jointly with the federal Section 8 voucher program.

Budget Detail

The Executive proposes an All Funds appropriation of \$307,817,000 a decrease of \$156,924,000 or 33.8 percent, from the SFY 2010-11 funding level. The Executive recommends funding support for 757 full-time equivalent positions which is unchanged from the SFY 2010-11 level.

State Operations

The Executive proposes All Funds State Operations appropriations of \$91,987,000, a decrease of \$7,316,000 or 7.3 percent from the SFY 2010-11 level.

Proposed Increases

The Executive proposes:

- \$1,356,000 in funding for the Administration Program to support staff and non-personal service costs that were shifted from the General Fund; and
- a net increase of \$2,183,000 in the Community Development and Housing Program to reflect personal service, indirect cost, and fringe adjustments.

Proposed Decreases

The Executive proposes:

- a decrease of \$5,015,000 in state operations funding for the Rent Administration Program attributed to savings incurred from early retirement incentives and workforce efficiencies;
- a net reduction of \$2,393,000 in General Fund support attributed to an across the board 10 percent reduction in State Operations funding attributed to workforce efficiencies and non-personal service reductions;
- a net decrease of \$1,286,000 in federal funding for State Operations attributed to the transfer of the Low Income Weatherization grants from the Community Development Program to the Low Income Weatherization Program;
- a \$1,279,000 reduction to State Operations funding for the Housing Program as a results of transferring personnel tasked with administering the Housing Development Fund Program from the Housing Program to the Community Development Program; and
- a decrease of \$882,000 in federal funding for the Housing Program to reflect an adjustment in federal rates for the Housing and Urban Development Section 8 Program.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$141,630,000, a decrease of \$149,608,000 or 51 percent from the SFY 2010-11 level.

Proposed Decreases

The Executive Proposes:

- the reduction of \$129,128,000 from the discontinuation of federal stimulus funding for the Low Income Weatherization Program. The Executive Budget includes \$1,870,000 to reflect recaptured funds received by DHCR;
- the transfer of \$13,100,000 of federal funding for the Section 8 New Construction program from the Division of Housing and Community Renewal to the Housing Trust Fund Corporation. This program will now be administered jointly with the federal Section 8 voucher program;

- consolidation of NPP program and RPP program into a single competitive, performance based program, which will result in a net decrease of \$6,008,000 in General Fund support; and
- a reduction of \$1,372,000 in General Fund support for to periodic subsidy debt service payments.

Capital Projects

The Executive proposes capital projects funding consistent with the SFY 2010-11 funding level in the amount of \$74,200,000.

Article VII

The Executive recommends Article VII legislation that would:

- restructure the NPP and RPP programs into a single, competitive based program; and
- provide an additional \$4 million to the Low Income Housing Tax Credit program.

DIVISION OF HUMAN RIGHTS

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	14,522,000	13,070,000	(1,452,000)	-10.0%
Special Revenue-Federal	8,223,000	8,223,000	0	0.0%
Total for AGENCY SUMMARY:	22,745,000	21,293,000	(1,452,000)	-6.4%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	141	141	0
All Other Funds:	54	54	0
TOTAL:	195	195	0

Agency Mission

(Executive Budget: pp. 182-184)

The primary mission of the Division of Human Rights (Division) is to enforce the New York State Human Rights Law and to protect the civil rights of New Yorkers. The Human Rights Law affords protection from discrimination, based on race, sex, age, military status, disability, sexual orientation or membership in other specified classes in the law. The Division prosecutes unlawful discriminatory practices; investigates and resolves individual complaints of illegal discrimination; advances policies and legislation to expand and to protect civil rights; and promotes education and outreach to raise human rights awareness. The agency operates from its main office in New York City, as well as nine regional offices and two satellite offices across the State.

Budget Detail

State Operations

The Executive proposes an All Funds State Operations appropriation of \$21,293,000, a decrease of \$1,452,000 or 6.4 percent, from the State Fiscal Year (SFY) 2010-11 level. The Executive recommends funding support of 195 full-time equivalent positions, which is unchanged from SFY 2010-11.

Proposed Decreases

The Executive proposes a General Fund decrease of \$1,452,000 related to a ten percent reduction in support for State Operations, to be achieved through administrative efficiencies and negotiated workforce savings.

DEPARTMENT OF LABOR

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
Special Revenue-Other	75,010,000	75,010,000	0	0.0%
Special Revenue-Federal	771,103,000	766,454,000	(4,649,000)	-0.6%
Enterprise	10,020,000,000	8,400,000,000	(1,620,000,000)	-16.2%
Total for AGENCY SUMMARY:	10,866,113,000	9,241,464,000	(1,624,649,000)	-15.0%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
All Other Funds:	3,949	3,977	28
TOTAL:	3,949	3,977	28

Agency Mission

(Executive Budget: pp. 197-202)

The Department of Labor (DOL) administers New York's Unemployment Insurance system, labor exchange system and state worker protection programs, including enforcement of safety and health regulations in the public sector; state labor laws and federal statutes related to working conditions, wages and hours; and laws related to public work.

DOL is a primary advocate for job creation and economic growth through workforce development and the State's principal source of labor market information, offering a variety of services designed to help businesses to find workers and people to find jobs.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- A reduction of \$4.6 million associated with repealing reappropriation authority in the General Fund that supports certain employment and training programs added by the Legislature.

Budget Detail

The Executive proposes an All Funds appropriation of \$9,241,464,000, a decrease of \$1,624,649,000 or 15 percent below the SFY 2010-11 level. The decrease is primarily attributable to a reduction in appropriation authority for Unemployment Insurance benefits. The Executive recommends funding support of 3,977 full-time equivalent (FTE) positions, an increase of 28 FTEs related to in-sourcing information technology employees.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$9,048,595,000, a net decrease of \$1,589,953,000 or 14.9 percent below the SFY 2010-11 level.

Proposed Increases

The Executive proposes an increase of \$30,380,000, which is attributable to a shift of Workforce Investment Act funds from Aid to Localities to State Operations to more accurately reflect how the funds are used.

Proposed Decreases

The Executive proposes a decrease of \$1,620,000,000 for Unemployment Insurance. The reduction is attributable to unused appropriation authority from SFY 2010-11 and an anticipated reduction in American Recovery and Reinvestment Act (ARRA) funded benefits.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$192,869,000, a net decrease of \$34,696,000 or 15.2 percent below the SFY 2010-11 level.

Proposed Increases

The Executive recommends an increase of \$24,488,000 related to an anticipated increase in the federal grant for Unemployment Insurance Administration.

Proposed Decreases

The Executive proposes the following:

- a decrease of \$30,380,000, which is attributable to a shift of Workforce Investment Act funds from Aid to Localities to State Operations to more accurately reflect how the funds are used; and
- a reduction of \$26,436,000 related to discontinued ARRA funds for Unemployment Insurance Administration.

Article VII

The Executive recommends Article VII legislation that would permanently extend statutory authorization for DOL to assess a surcharge on employers for payment of interest due on Unemployment Insurance benefit loans from the federal government.

STATE UNIVERSITY OF NEW YORK

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	2,802,027,636	2,621,934,645	(180,092,991)	-6.4%
Special Revenue-Other	4,937,888,400	5,339,889,300	402,000,900	8.1%
Special Revenue-Federal	377,938,650	363,600,000	(14,338,650)	-3.8%
Capital Projects Fund - Advances	550,000,000	550,000,000	0	0.0%
Internal Service Fund	16,600,000	19,100,000	2,500,000	15.1%
Cap Proj Fund - SUNY CC - Direct Auth Bonds	22,426,000	31,571,000	9,145,000	40.8%
SUNY Dorms - Direct Auth Bonds	0	331,000,000	331,000,000	--
State University Residence Hall Rehabilitation Fund	0	90,000,000	90,000,000	--
Total for AGENCY SUMMARY:	8,706,880,686	9,347,094,945	640,214,259	7.4%

Agency Mission

(Executive Budget: pp. 296-301)

The State University of New York (SUNY) is the largest public university system in the nation. It consists of 64 campuses including four university centers, thirteen university colleges, two independent health centers, four specialized colleges of technology, five statutory colleges, six colleges of technology and thirty community colleges.

Programmatic Highlights

The State Fiscal Year (SFY) 2011-12 Executive Budget includes the following:

- a \$149,952,000 decrease in state support for operating expenses from an adjusted state support level of \$1,063,063,000 in Academic Year 2010-11 to \$961,624,000 in Academic Year 2011-12.
- a \$226 per full-time equivalent (FTE) student decrease in SUNY Community College Base Aid, decreasing support from \$2,260 per FTE in SFY 2010-11 to \$2,034 per FTE in SFY 2011-12; and
- elimination of the state subsidy to the SUNY Hospitals resulting in a cut of \$134,800,000.

Budget Detail

The Executive Proposal recommends a \$9,347,094,945 All Funds appropriation, an increase of \$640,214,259 from SFY 2010-11.

State Operations

The Executive proposes a State Operations budget of \$7,912,822,600 for State Operated campuses. This represents a \$304,518,300 increase above the SFY 2010-11 level of \$7,608,304,300.

Proposed Increases

The Executive proposes:

- a General Fund increase of \$19,861,000 due to personal service costs increases and collective bargaining;
- a General Fund increase of \$17,814,000 due to increased costs for fringe benefits;
- a General Fund increase of \$16,478,000 due to a returned share of proceeds from the tuition increase of 2009-10;
- a General Fund increase of \$10,297,000 from non personal service cost inflation;
- a General Fund increase of \$1,876,000 due to increased utility expenses;
- a Special Revenue-Other funding increase of \$428,450,400 from an increase in revenue in the Hospital Income Reimbursable Account;
- a Special Revenue-Other funding increase of \$32,686,000 due to an increase in revenue in the Dormitory Income Fund Reimbursable Account;
- a Special Revenue-Other funding increase of \$29,738,000 from an increase in revenue in the General Income Fund Reimbursable Account;
- a Special Revenue-Other funding increase of \$6,123,000 due to an increase in revenue in the Tuition Reimbursable Account;
- a Special Revenue Fund-Federal funding increase of \$5,100,000 for the Federal Department of Education Fund; and
- an Internal Service Fund increase of \$2,500,000 for the Banking Service Fund.

Proposed Decreases

The Executive proposes:

- a General Fund \$149,952,000 decrease to state support for SUNY State Operated and Statutory Colleges;
- a Special Revenue Fund-Other funding decrease of \$85,000,000 due to the elimination of funding for the SUNY Stabilization Account;
- a Special Revenue Fund-Other funding decrease of \$5,000,000 due to the elimination of funding for the Restricted Current Account; and
- a Special Revenue Fund-Other funding decrease of \$3,201,000 from an decrease to spending authority for the Long Island Veterans Home.

Aid to Localities

The Executive proposes a total Aid to Localities appropriation of \$431,701,345 for SFY 2011-12, representing a \$91,540,041 decrease from adjusted SFY 2010-11 levels. Within this appropriation, funding in the amount of \$11,173,000 is maintained for rental aid, \$1,880,000 for contract courses for workforce development, \$1,001,000 for child care, \$1,692,000 in funding for high priority academic programs and \$940,000 for community colleges with low enrollment.

Proposed Increases

The Executive proposes a General Fund increase of \$37,159,959 in spending for Community College Base Aid due to funding enrollment growth, restoring funding from the 2010-11 FMAP Contingency Plan, and increased General Fund Payments due to the expiration of the American Recovery and Reinvestment Act. As proposed by the Executive, within this increase is a proposed \$33,174,201 reduction in SUNY Community College Base Aid resulting from a \$226 per FTE reduction from \$2,260 in SFY 2010-11 to \$2,034 in SFY 2011-12.

Proposed Decreases

The Executive proposes a General Fund decrease of \$128,700,000 from the proposed elimination of the hospital subsidy for SUNY Health Science Centers.

Capital Projects

The Executive proposes a capital projects appropriation of \$1,002,571,000, an increase of \$430,145,000 from SFY 2010-11 levels. This includes an appropriation of \$550,000,000 which is the fourth year of the five year SUNY capital plan for critical maintenance that was enacted in

SFY 2008-09. It also includes \$31,571,000 to provide for the state's 50 percent share of projects at SUNY Community Colleges. There are also new appropriations for SUNY's Residence Hall Rehabilitation Fund totaling \$421,000,000.

Article VII

The Executive recommends Article VII legislation that would:

- authorize the creation of the State University Asset Maximization Review Board to approve the lease of real property and participate in public/private partnerships;
- allow the SUNY Construction Fund to implement capital projects through new construction delivery methods;
- authorize the construction and financing by the Dormitory Authority of New York (DASNY) of the facilities for the benefit of SUNY by affiliated not-for-profit entities;
- allow DASNY to rehabilitate, construct and finance dormitories for community colleges;
- allow SUNY to lease facilities directly through Albany County;
- authorize SUNY affiliated not-for-profit organizations to make purchases through centralized contracts of the Office of General Services;
- allow post-audit review by the Attorney General in regards to leases between SUNY and its alumni associations in support of dormitory projects;
- allow SUNY hospitals to participate in managed health care networks;
- allow the State University Construction Fund to utilize alternative construction delivery methods for SUNY projects; and
- remove the provisions of law subjecting SUNY to pre-approval of contracts by the Office of the State Comptroller.

STATE UNIVERSITY CONSTRUCTION FUND

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
Special Revenue-Other	25,678,000	26,172,000	494,000	1.9%
Total for AGENCY SUMMARY:	25,678,000	26,172,000	494,000	1.9%

Agency Mission

(Executive Budget: pp. 302-303)

The State University Construction Fund (SUCF) is a public benefit corporation established in 1962 to serve as the construction agent for academic buildings, dormitories and other facilities at state-operated institutions and statutory colleges under the jurisdiction of the State University of New York (SUNY).

Budget Detail

The Executive proposes an All Funds appropriation of \$26,172,000, an increase of \$494,000 or 1.9 percent, over the State Fiscal Year (SFY) 2010-11 level. The Executive recommends funding support of 172 positions, which is consistent with the SFY 2010-11 levels.

State Operations

Proposed Increases

An increase of \$494,000 in administrative costs to provide SUCF with additional resources to address the design, planning and construction management of SUNY's ongoing multi-year capital plan.

OFFICE OF WELFARE INSPECTOR GENERAL

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	420,000	378,000	(42,000)	-10.0%
Special Revenue-Other	1,177,000	1,177,000	0	0.0%
Total for AGENCY SUMMARY:	1,597,000	1,555,000	(42,000)	-2.6%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2010-11	Requested 2011-12	Change
General Fund:	4	4	0
All Other Funds:	3	3	0
TOTAL:	7	7	0

Agency Mission

(Executive Budget: pp. 333-335)

The Office of Welfare Inspector General (Office) is responsible for preventing, investigating and prosecuting public assistance fraud and abuse, and illegal acts involving social services programs at both the state and local levels. The Office responds to allegations that welfare recipients are receiving benefits for which they are not eligible and, where appropriate, prosecutes such behavior. The Office also investigates instances in which Medicaid, day care or other social services providers or administrators of services are alleged to be fraudulently receiving payments from government. The Office is also charged with responsibility for investigating failures by state and local officials to investigate and prosecute such fraud and abuse within their jurisdiction.

The Welfare Inspector General's statewide operations are directed from its main office in New York City and field office in Albany. The Office works closely with the Office of Temporary and

Disability Assistance and is assisted by the Attorney General in the prosecution of those alleged to be involved in fraudulent activity. The Office also works with the Office of Children and Family Services on cases involving community programs, as well as the Department of Health and the Office of the Medicaid Inspector General on cases related to alleged Medicaid fraud.

Budget Detail

State Operations

The Executive proposes an All Funds State Operations appropriation of \$1,555,000, a decrease of \$42,000 or 2.6 percent, from the State Fiscal Year (SFY) 2010-11 level. The Executive recommends funding support of seven full-time equivalent positions, which is unchanged from SFY 2010-11.

Proposed Decreases

The Executive proposes a General Fund decrease of \$42,000 related to a 10 percent reduction in support for State Operations, to be achieved through administrative efficiencies and negotiated workforce savings.

MISCELLANEOUS: EDUCATION, LABOR & FAMILY ASSISTANCE

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	730,000	692,000	(38,000)	-5.2%
Special Revenue-Other	829,800	829,800	0	0.0%
Special Revenue-Federal	36,000,000	30,000,000	(6,000,000)	-16.7%
Total for AGENCY SUMMARY:	37,559,800	31,521,800	(6,038,000)	-16.1%

Budget Detail

State Operations

The Office of National and Community Service

The Executive proposes All Funds appropriations of \$30,692,000 for The Office of National and Community Service, which provides staff support to the New York State Commission on National and Community Service. This represents a decrease of \$6,038,000, or 16.7 percent, from the SFY 2010-11 level, consisting of a \$38,000 reduction related to a 10 percent decrease in General Fund State Operations appropriations and a \$6,000,000 reduction in Special Revenue-Federal appropriations related to the loss of one-time funding from the American Reinvestment & Recovery Act.

STATE OF NEW YORK MORTGAGE AGENCY

	Adjusted Appropriation 2010-11	Executive Request 2011-12	Change	Percent Change
AGENCY SUMMARY				
General Fund	174,520,000	173,172,000	(1,348,000)	-0.8%
Total for AGENCY SUMMARY:	174,520,000	173,172,000	(1,348,000)	-0.8%

Agency Mission

(Executive Budget: pp. 178-180)

The State of New York Mortgage Agency (SONYMA) is a public benefit corporation created to increase the affordability of home ownership for low to moderate income residents of New York State. This is accomplished by the Agency's issuance of taxable and tax exempt bonds and the use of proceeds to purchase low-interest rate mortgage loans. SONYMA receives no direct operating support from the State.

Budget Detail

The Executive proposes All Funds Appropriations of \$173,172,000, a decrease of \$1,348,000 from the State Fiscal Year 2010-11 level. Statute requires the state to guarantee payments made by SONYMA, although no cash disbursements are projected to be made from this appropriation. All of SONYMA's programs and operations are supported by Agency funds, consisting of mortgage income, application fees, insurance premiums and investment proceeds.

The Executive recommends funding support of 103 full-time equivalent positions, a decrease of 18 positions.

State Operations

The Executive proposes a \$61,800,000 appropriation for the SONYMA Homeowners Mortgage Reimbursement Revenue Program and a \$15,000,000 appropriation for the Mortgage Insurance Fund Reimbursement Program, reflecting no change from the 2010-11 budget year.

Aid to Localities

Proposed Decreases

The Executive recommends a General Fund appropriation of \$96,372,000 for the SONMYA Mortgage Insurance Fund, a decrease of \$1,348,000 from the 2010-11 funding level.