

EDUCATION, LABOR & FAMILY ASSISTANCE

**Summary of Recommended Appropriations
By Agency**

COUNCIL ON THE ARTS

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	36,209,000	35,974,000	(235,000)	-0.6%
Special Revenue-Other	196,000	196,000	0	0.0%
Special Revenue-Federal	2,513,000	1,513,000	(1,000,000)	-39.8%
Total for AGENCY SUMMARY:	38,918,000	37,683,000	(1,235,000)	-3.2%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	28	28	0
TOTAL:	28	28	0

Agency Mission

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.

Budget Detail

The Executive proposes an All Funds appropriation of \$37,683,000, a decrease of \$1,235,000 or three percent, below the State Fiscal Year (SFY) 2011-12 level. The Executive recommends funding support for 28 full-time equivalent positions, which is unchanged from SFY 2011-12.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$4,219,000, a decrease of \$235,000 or 5.3 percent from SFY 2011-12. The decrease is attributable to workforce savings and efficiencies in purchasing that were annualized from SFY 2011-12.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$33,464,000, a decrease of \$1,000,000 or 2.9 percent, from SFY 2011-12. The decrease is attributable to an adjustment to better align appropriations with actual federal resources.

CITY UNIVERSITY OF NEW YORK

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	1,208,362,000	1,295,976,990	87,614,990	7.3%
Special Revenue-Other	175,400,000	175,400,000	0	0.0%
Capital Projects Fund	21,000,000	36,983,000	15,983,000	76.1%
Fiduciary	1,917,190,000	2,055,509,900	138,319,900	7.2%
Cap Proj Fund - CUNY - Direct Auth Bonds	315,461,000	310,926,000	(4,535,000)	-1.4%
Total for AGENCY SUMMARY:	3,637,413,000	3,874,795,890	237,382,890	6.5%

Agency Mission

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) 2012-13 Executive Budget includes the following:

- state support for CUNY Senior Colleges remains constant from SFY 2011-12 at \$523,542,900;
- CUNY Community College Base Aid is maintained at SFY 2011-12 levels, at \$2,122 per full-time equivalent (FTE) student; and
- a \$66,551,000 increase to the Senior College Revenue Offset Account, which accounts for tuition increases that were authorized by Chapter 260 of the Laws of 2011. CUNY undergraduate tuition is now \$5,130 per year.

Budget Detail

The Executive proposes an All Funds appropriation of \$3,874,795,890, an increase of \$237,382,890 over SFY 2011-12.

State Operations

The Executive proposes a Senior College Academic Year operating budget of \$2,055,509,900, a \$138,319,000 increase from SFY 2011-12 levels. Under the Executive proposal, All Funds state operations budget for CUNY would be \$2,230,909,900.

Proposed Increases

The Executive proposal includes:

- an increase of \$66,551,000 in additional spending authority to account for tuition increases that were authorized in Chapter 260 of the Laws of 2011;
- a General Fund increase of \$57,603,900 to accommodate fringe benefits increases;
- a General Fund increase of \$13,000,000 to adjust funding levels related to the mid-year cuts of 2010-11; and
- a General Fund increase of \$1,000,000 to the Search for Education, Elevation, and Knowledge (SEEK) program as authorized by Chapter 55 of the Laws of 2011.

Aid to Localities

The Executive proposes a total Aid to Localities appropriation of \$1,295,976,990 for SFY 2012 -13, representing an \$87,614,990 increase above SFY 2011-12 levels. Of this appropriation, \$1,109,866,200 would support the SFY 2012-13 operating costs for CUNY Senior Colleges and \$184,110,790 would support CUNY Community Colleges. Within this appropriation, funding is maintained for Contract Courses for workforce development (\$1,800,000), and the College Discovery program (\$883,390).

Proposed Increases

The Executive proposes a General Fund increase of \$33,000 to support Rental Aid.

Proposed Decreases

The Executive proposes a General Fund decrease of \$544,000 to CUNY Child Care.

Capital Projects

The Executive proposes a capital projects appropriation of \$347,909,000, an increase of \$11,448,000 from SFY 2011-12 levels. This includes an appropriation of \$284,222,000 which is the fifth installment of the five year CUNY capital plan for critical maintenance that was enacted in SFY 2008-09. It also includes \$26,704,000 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 administrative costs of managing of projects at CUNY. The Executive Budget includes a capital appropriation of \$15,983,000 to allow hard dollar capital financing to reimburse the City University of New York Construction Fund (CUCF).

EDUCATION DEPARTMENT

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	36,127,091,000	36,471,657,000	344,566,000	1.0%
Special Revenue-Other	9,434,772,000	9,627,672,000	192,900,000	2.0%
Special Revenue-Federal	4,429,791,000	4,599,080,000	169,289,000	3.8%
Capital Projects Fund	3,400,000	3,400,000	0	0.0%
Internal Service Fund	33,563,000	33,563,000	0	0.0%
Library Aid (Auth Bonds)	14,000,000	14,000,000	0	0.0%
Total for AGENCY SUMMARY:	50,042,617,000	50,749,372,000	706,755,000	1.4%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	286	279	(7)
All Other Funds:	2,386	2,486	100
TOTAL:	2,672	2,765	93

Agency Mission

The State Education Department (SED) is the administrative agency of the Board of Regents. The Department oversees public elementary and secondary education programs through 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) 2012-13 Executive Budget includes the following:

- The Executive proposes funding General Support for Public Schools (GSPS) at \$20,311,700,000, which is an increase of \$804,960,000 or 4.13 percent; which includes \$250,000,000 in Performance Improvement Grants.
- The Executive recommends a \$289,790,000 increase through a Gap Elimination Adjustment (GEA) restoration. The GEA restoration takes into account student poverty, school district wealth, enrollment, the impact of the original GEA reduction and provides for an across the board restoration for all districts.
- Reimbursable aids would continue to grow by \$261,963,000. The proposal freezes all school aid formulas for both 2011-12 and 2012-13 school years at the lesser of the Executive school aid run or revised data.
- The 2012-13 Executive Budget authorizes \$250,000,000 in grant awards for the 2012-13 school year and an additional round of awards for 2013-14. In addition, the 2011-12 enacted Budget authorized two competitive performance grant programs, the School District Management Efficiency Program and the School District Performance Improvement Program which are re-appropriated.
- Under the Executive proposal, eligibility to receive increases in School Aid for the 2012-13 School Year (SY) would be contingent upon district compliance with a new teacher and principal professional evaluation process which must be implemented by January 17, 2013.
- Funding is continued at the 2011-12 level for Foundation Aid, High Tax Aid, and certain grants. Funding increased for Universal Prekindergarten to \$384,290,000 for SY 2012-13, an increase of \$1,060,000.
- The Executive Budget includes legislation to authorize school districts to regain eligibility for building aid in cases where districts missed the final cost report filing deadline. The loss of building aid would be limited to the period when the cost report was outstanding.
- The Executive proposes that all growth above the county share of SY 2011-12 costs for Preschool Special Education will be paid equally by the State, school district and the county. Currently, the State pays 59.5 percent and the counties pay 40.5 percent of costs associated with programs for disabled children aged three to five. The program is receiving a \$66.8 million increase for total funding of \$936.7 million in SY 2012-13. In addition the proposal:

- prohibits children from receiving services from a preschool special education provider if there is a “less than arms length” relationship between the provider and the child’s approved evaluator in most cases; and
 - requires justification when a distant provider is chosen over a closer, suitable provider.
- Schools for the Blind and Deaf: an appropriation of \$99.3 million is provided to reimburse school districts for costs incurred in the 2011-12 school year.
- School Bus and Equipment Purchases: Under the Executive proposal, school buses and equipment would have to be purchased through the use of a state contract in order to receive state reimbursement except when the Commissioner determines that the district is unable to provide appropriate transportation for its students with the vehicles and equipment that are available under the state contract. School districts would also have to obtain the Commissioner’s approval prior to purchasing school bus equipment in order to receive state transportation reimbursement.
- Teacher Disciplinary Hearings: The Executive proposal alters the arbitration process for tenured employees by:
 - allowing the Commissioner to set maximum rates paid to hearing officers;
 - limiting the number of study days claimed by hearing officers;
 - eliminating the requirement for a stenographer;
 - allowing for the disqualification of hearing officers who fail to comply with timeline requirements; and
 - requiring the employing board and the employees’ bargaining unit or employee to share the costs of the hearing.
- The Executive budget provides for a two year appropriation which is indexed to growth in personal income. Based on current data, personal income in the state is estimated to grow by 3.5 percent, which will generate an additional \$711,000,000 for the 2013-14 school year.
- Executive Commission on Education: A Commission will be created by Executive Order to focus on school accountability in both management and teaching.

Budget Detail

State Operations

Proposed Increases

The Executive recommends an increase of \$9,245,000 or 1.61 percent for the State Education Department on an All Funds basis. Total State Operations funding is \$582,345,000; of this amount, Federal funding is \$356,849,000, and General Fund dollars account for \$42,640,000. Remaining funding for the Department comes from Internal Service Funds and Special Revenue Funds. As a result, General Fund support for the State Education Department is approximately 7.3 percent of its total budget. The Executive provides for 2,765 full time equivalent (FTE) positions in the State Education Department, an increase of 93 FTEs from last year, which is primarily related to additional direct care positions for vocational rehabilitation services and for staff overseeing the licensing of professions. In addition, the Executive budget maintained additional funding for state assessments and for the operations of the General Equivalency Diploma (GED) program that was provided in the SFY 2011-12.

Aid to Localities

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

The Executive proposes:

- funding Foundation Aid at \$14,893,624,000, which is the same level of funding as SY 2011-12;
- funding High Tax Aid at \$204,770,000, which is the same level of funding as SY 2011-12;
- funding the Supplemental Educational Improvement Grant for Yonkers at \$17,500,000, which is the same level of funding as SY 2011-12;
- funding Academic Enhancement Aid at \$8,320,000, which is the same level of funding as SY 2011-12;
- funding Supplemental Public Excess Cost Aid at \$4,313,000, which is the same level of funding as SY 2011-12;
- funding Reorganization Operating Aid at \$2,857,000, which is the same level of funding as SY 2011-12; and
- funding the Academic Achievement Grant at \$1,200,000, which is the same level of funding as SY 2011-12.

Proposed Increases

The Executive proposes:

- an increase of \$289,790,000 through a Gap Elimination Adjustment (GEA) restoration. This calculation takes into account student poverty, district wealth, enrollment, the impact of the GEA reduction and provides for an across the board restoration for all districts;
- funding Building Aid at \$2,721,490,000, which is an increase of \$91,690,000 over SY 2011-12;
- funding High Cost Excess Cost Aid for special needs students at \$498,090,000, which is a \$22,920,000 increase over SY 2011-12;
- funding Private Excess Cost Aid for special needs students at \$362,754,000, which is an increase of \$45,610,000 over SY 2011-12;
- funding BOCES Aid at \$720,875,000, which is an increase of \$16,650,000 over SY 2011-12;
- funding Special Services Aid at \$219,300,000, which is an increase of \$6,940,000 over SY 2011-12;
- funding Universal Prekindergarten at \$384,290,000, which is an increase of \$1,060,000 over SY 2011-12;
- funding Textbook Aid at \$182,630,000, which is an increase of \$3,850,000 over SY 2011-12;
- funding Computer Hardware Aid at \$39,270,000, which is an increase of \$1,880,000 over SY 2011-12;
- funding Computer Software Aid at \$46,970,000, which is an increase of \$1,490,000 over SY 2011-12;
- funding Library Materials Aid at \$19,600,000, which is an increase of \$460,000 over SY 2011-12;
- funding Transportation Aid at \$1,675,710,000, which is an increase of \$64,020,000 over SY 2011-12;

- funding Charter School Transitional Aid at \$30,978,000, which is an increase of \$3,630,000 over SY 2011-12; and
- funding Full Day Kindergarten at \$6,764,000, which is an increase of \$1,770,000 over SY 2011-12.

GRANT PROGRAMS AND ADDITIONAL AID CATEGORIES

The Executive proposes:

- funding Teachers of Tomorrow at \$25,000,000, which is the same level as SY 2011-12;
- funding the Teacher-Mentor Intern Program at \$2,000,000, which is the same level as SY 2011-12;
- funding School Health Services at \$13,840,000, which is the same level as SY 2011-12;
- funding Urban-Suburban Transfer at \$2,730,000, which is the same level as SY 2011-12;
- funding Employment Preparation Education Aid at \$96,000,000, which is the same level as SY 2011-12;
- funding Bilingual Education at \$12,500,000, which is the same level as SY 2011-12;
- funding Special Act School Districts at \$2,700,000, which is the same level as SY 2011-12;
- funding BOCES Aid for Special Act School Districts at \$700,000, which is the same level as SY 2011-12;
- funding Learning Technology Grants at \$3,285,000, which is the same level as SY 2011-12; and
- funding Bus Driver Safety at \$400,000, which is the same level as SY 2011-12.

Proposed Increases

The Executive proposal would provide:

- funding to support in competitive Performance Grants, a \$250,000,000 increase over SFY 2011-12;
- funding Homeless Pupils at \$18,230,000, which is an increase of \$1,000,000 over SY 2011-12;

- funding Incarcerated Youth at \$20,500,000, which is an increase of \$1,000,000 over SY 2011-12;
- funding Education of OMH/OPWDD pupils at \$80,000,000, which is an increase of \$4,000,000 over SY 2011-12;
- funding Native American Building Aid at \$5,000,000, which is an increase of \$1,000,000 over SY 2011-12;
- funding for the Special Academic Improvement Grant for the Roosevelt school district at \$12,000,000, which is an increase of \$6,000,000 over SY 2011-12; and
- decreasing the cost for chargebacks to \$39,800,000, which is \$14,700,000 less than SY 2011-12.

Proposed Decreases

The Executive proposes the following actions:

- eliminating funding for Teacher Resource and Computer Training Centers, which totaled \$20,440,000 in SY 2011-12; and
- funding Native American Education at \$32,000,000, which is a decrease of \$4,050,000 from SY 2011-12.

OTHER ELEMENTARY AND SECONDARY EDUCATION PROGRAMS

The Executive proposes:

- continuing Prior Year Claims/Fiscal Stabilization Grants at \$45,068,000, which is the same funding level as SY 2011-12;
- maintaining the Extended Day/School Violence Prevention program at \$24,344,000;
- continuing Charter School Startup Grants at \$4,837,000, which is the same funding level as SY 2011-12;
- continuing 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 2011-12;

- continuing Targeted Pre-kindergarten at \$1,303,000, which is the same funding level as SY 2011-12;
- continuing the County Vocational Education and Extension Boards (CVEEB) at \$932,000, which is the same funding level as SY 2011-12;
- 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 2011-12;
- continuing the New York State Center for School Safety at \$466,000, which is the same funding level as SY 2011-12;
- maintaining funding for the Say Yes to Education Program at \$350,000, which is the same funding level as SY 2011-12;
- maintaining funding for the Primary Mental Health Program at \$894,000, which is the same level of funding as SY 2011-12;
- maintaining funding for the Summer Food Program at \$3,094,000, which is the same level of funding as SY 2011-12;
- maintaining funding for the Student Mentoring and Tutoring program at \$490,000, which is the same level of funding as SY 2011-12;
- continuing aid for Children of Migrant Workers at \$89,000, which is the same funding level as SY 2011-12;
- continuing Adult Literacy Education at \$4,293,000, which is the same funding level as SY 2011-12;
- maintaining the Summer School of the Arts appropriation level at \$1,481,000, which is the same level as SY 2011-12;
- continuing funding for the Center for Autism and Related Disabilities at the University of Albany at \$490,000 for SFY 2011-12. In addition, \$500,000 in Federal funds are also continued;
- continuing funding for Small Government Assistance grants at \$1,868,000, which is funded at the same level as SY 2011-12;

- continuing federal funds of \$4,000,000 for Salary Enhancements for Teachers in Schools for Students with Special Needs; and
- continuing funding for Postsecondary Aid to Native Americans at \$598,000, which is the same level as SFY 2011-12.

Proposed Increases

The Executive proposes:

- increasing Nonpublic School Aid to \$116,620,000, which is an increase of \$13,243,000 over SY 2011-12; and
- increasing School Lunch/Breakfast programs to \$33,700,000, which is an increase of \$600,000 over SY 2011-12.

OTHER SCHOOL PROGRAMS

The Executive proposal would:

- increase the Private Schools for the Blind & Deaf program (4201) by \$79,300,000 above 2011-12 funding levels. This program would be funded at \$99,300,000 for SY 2012-13;
- increase the Preschool Special Education program (4410) by \$66,800,000 above 2011-12 funding levels. This program would be funded at \$936,700,000 for SY 2012-13; and
- increase the Summer School Program for Students with Disabilities (4408) by \$30,400,000 above 2011-12 funding levels. This program would be funded at \$321,700,000 for SY 2012-13, in order to meet the state's share of the costs of summer school programs for school-age pupils with disabilities.

Proposed Decreases

The Executive proposes:

- providing \$60,000,000 to reimburse school districts for costs associated with the payment of the Metropolitan Commuter Transportation Mobility Tax, which is a decrease of \$10,000,000 from SY 2011-12, but covers current reimbursement amounts; and
- funding the Consortium for Worker Education at \$11,500,000, which is a decrease of \$1,500,000 from SY 2011-12.

ADULT CAREER AND CONTINUING EDUCATION SERVICES PROGRAM

For SFY 2012-13, the Executive proposes:

- funding Case Services at \$54,000,000, which is the same level of funding as in SFY 2011-12;
- funding Independent Living Centers at \$12,361,000, which is the same level of funding as in SFY 2011-12;
- funding College Readers Aid at \$294,000, which is the same level of funding as in SFY 2011-12; and
- funding Supported Employment at \$15,160,000, which is the same level of funding as SFY 2011-12.

CULTURAL EDUCATION PROGRAM

The Executive proposes:

- funding Aid for Public Libraries at \$79,012,000, which the same level as SFY 2011-12 levels; and
- funding Educational Television and Radio at \$14,002,000, which is the same level as SFY 2011-12.

HIGHER EDUCATION AND THE PROFESSIONS

For SFY 2012-13, the Executive proposes:

- maintaining funding for Unrestricted Aid to Independent Colleges and Universities at a SFY 2011-12 funding level of \$35,129,000;
- maintaining funding for the Teacher Opportunity Corps Program at a SFY 2011-12 funding level of \$450,000;
- maintaining funding for the High Needs Nursing Program at a SFY 2011-12 funding level of \$941,000; and
- maintaining funding for the National Board for Professional Teaching Standards Certification Grant Program at a SFY 2011-12 funding level of \$368,000.

Proposed Decreases

The Executive proposes:

- decreasing funding for Liberty Partnerships to \$10,842,000. This appropriation does not include a \$1,700,000 appropriation enacted in December 2011;
- decreasing funding for the Higher Education Opportunity Program (HEOP) to \$20,783,000. This does not include a \$3,485,000 appropriation enacted in December 2011;
- decreasing funding for the Science and Technology Program (STEP) to \$9,774,000. This does not include the \$1,027,000 appropriation enacted in December 2011; and
- decreasing funding for the Collegiate Science and Technology Program (CSTEP) to \$7,406,000. This does not include a \$778,000 appropriation enacted in December 2011.

Capital Projects

The Executive proposes:

- continuing funding of \$14,000,000 for Public Library Capital projects throughout the state; and
- funding 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 that no school district shall receive an increase in 2012-13 education funding unless the district has submitted documentation, approved by the Commissioner, by January 17, 2013, that demonstrates full implementation of new standards and procedures for conducting annual professional performance reviews of teachers and principals;
- continue the Contract for Excellence program by requiring all school districts that submitted a contract for the 2011-12 School Year to submit a contract for the 2012-13 School Year unless all schools within the district are reported as being in “good standing” academically, and provide for the same expenditure as school year 2011-12;

- alter the calculation of payments for County Vocational Education and Extension Boards, retroactive to July of 2006, and limit the amount of time permitted for these institutions to submit claims to the state;
- provide for an increase in the payment of the competitive performance grants within the allocable growth amount;
- require the purchase of school buses and equipment from centralized state contracts, unless otherwise authorized by the Commissioner, in order to receive state reimbursement as of July 1, 2012;
- require school districts to obtain Commissioner approval for school bus equipment purchases;
- continue existing provisions for the Teachers of Tomorrow program in the city school district in the City of New York;
- extend special education class size waivers for school districts;
- provide for the support of libraries;
- extends, for five years, the provision of law that mitigates the impact of decreases in aid to school districts when a federal military base closes;
- extend the authority of school districts to award transportation contracts through a request for proposals process for an additional five years;
- 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 Prekindergarten providers to continue current hiring practices;
- extend the Consortium for Workforce Education program and reduce their setaside from \$13,000,000 to \$11,500,000;
- continue current provisions for School Bus Driver Training;
- continue current Chapter 1 Advance provisions;
- continue miscellaneous extenders for one year;

- continue the existing provisions for 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;
- continue the provision of Foundation Aid at current funding levels in the 2012-13 school year;
- provide for the calculation of the Gap Elimination Adjustment (GEA) restoration by taking into account student poverty, district wealth, enrollment, the impact of the GEA reduction and provides for an across the board restoration;
- 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 2011-12 and 2012-13 school years at the lesser of the SY 2012-13 Executive run or revised data;
- authorize school districts to regain eligibility for building aid in cases where districts missed the final cost report filing deadline;
- authorize the Office of Mental Health to enter into an agreement with the State Education Department for the purpose of providing educational services for patients ages five through twenty-one residing in hospitals operated by the Office of Mental Health. School districts and Boards of Cooperative Educational Services may be required to provide educational services comparable to what is received at the local school district;
- remove the State Education Department's ability to authorize approved preschool special education providers to also provide early intervention services to children;
- provides for the growth in county costs associated with the Preschool Special Education Program to be shared equally by the state, school district and county. In addition, the legislation prohibits children from receiving services from a preschool special education provider if there is a "less than arms length" relationship between the provider and the child's approved evaluator, unless specifically authorized by the Commissioner of Education. The legislation also requires the proximity of a provider to be considered when determining a child's placement and a justification to be stated when a provider which is more distant from a child's home is chosen over another appropriate provider; and

- amends the disciplinary procedures and penalties for tenured employees (3020-A) in order to require the employing board and the employee's collective bargaining unit or employee to pay hearing officer and panel member compensation, enforce specific timeline requirements for conducting a hearing and rendering a decision, remove the requirement for a stenographer and impose a statute of limitations for receiving payment by the State Education Department for expenses related to hearings conducted prior to April 1, 2012.

OFFICE OF CHILDREN AND FAMILY SERVICES

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	2,083,074,250	2,218,927,250	135,853,000	6.5%
Special Revenue-Other	123,340,000	88,848,000	(34,492,000)	-28.0%
Special Revenue-Federal	1,547,701,000	1,484,803,000	(62,898,000)	-4.1%
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:	3,792,365,250	3,830,828,250	38,463,000	1.0%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	2,683	2,874	191
All Other Funds:	460	460	0
TOTAL:	3,143	3,334	191

Agency Mission

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 OCFS also supervises services to the blind and visually handicapped.

Programmatic Highlights

The State Fiscal Year (SFY) 2012-13 Executive Budget includes the following:

- an investment of \$12,000,000 related to the realignment of non-secure and community based juvenile justice facilities in order to provide placements and services to youth from New York City within New York City-based facilities;
- a corresponding downsizing or closure of OCFS operated facilities by 324 beds, and 247 full-time equivalent positions (FTE), of which 123 FTEs would be eliminated by layoff and 124 FTEs can be attributed to attrition, reflecting the transition of New York City youth to New York City administered facilities;
- the addition of 258 new youth facility staff to provide improved medical, mental health and direct care services to individuals in remaining youth facilities;
- an additional \$93,000,000 in General Fund support for child care subsidies to offset the loss of federal Temporary Assistance to Needy Families (TANF) funding;
- the elimination of the planned 3.6 percent cost-of-living adjustment (COLA) scheduled to take effect in SFY 2012-13 for various human services programs, as well as elimination of administrative trend factors that are currently built into certain OCFS programs, such as foster care;
- a five year reauthorization of the current financing structure for child welfare services, maintaining the state share for preventive services and adoption subsidies (62 percent), as well as the structure of the foster care block grant, including funding for the kinship guardianship assistance program;
- new funding of \$15,000,000 for the establishment of a 24-hour hotline to report allegations of abuse and neglect of persons involved in the programs licensed or certified by various human service agencies;
- new funding of \$2,000,000 for the creation of a public/private partnership program designed to provide state resources to regional areas that can best leverage private funding for human services programs; and
- the elimination of \$1,200,000 in funding for settlement houses and programs that help local social services districts reduce the caseloads of child protective workers.

Budget Detail

The Executive proposes an All Funds appropriation of \$3,830,828,250, a net increase of \$38,463,000, or one percent, above the SFY 2011-12 budget level. The Executive recommends funding to support 3,334 FTE positions, a net increase of 191 positions from SFY 2011-12.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$529,128,200, a net decrease of \$71,800 from the SFY 2011-12 level.

Proposed Increases

The Executive proposes:

- an increase of \$27,990,000 related to the elimination of an agency offset account that transferred funds from a special revenue fund to the General Fund;
- an increase of \$15,000,000 related to the implementation of a 24-hour hotline to report allegations of abuse and neglect of persons involved in programs licensed or certified by the Office of Mental Health, the Office for Persons with Developmental Disabilities, the Office of Alcoholism and Substance Abuse, the Office of Children and Family Services, the Department of Health, and the State Education Department;
- an increase of \$700,000 to provide for the net cost of agency hearings for cases brought following reports of child abuse and neglect to the State Central Registry (SCR), and other savings assumed as the result of increased agency efficiencies and shared services; and
- an increase of \$100,000 related to an adjustment in the amount of a federal grant award for the Commission for the Blind and Visually Handicapped (CBVH).

Proposed Decreases

The Executive proposal includes:

- a decrease of \$34,492,000 related to the elimination of an agency offset account that transferred funds from a special revenue fund account to the General Fund;
- a decrease of \$4,150,000 related to the closure/downsizing of OCFS operated youth facilities that would reduce employment by 247 FTE's and reduce capacity by 324 beds;
- a decrease of \$3,000,000 as a result of the unavailability of anticipated federal funding for the Elder Justice Act; and

- a decrease of \$2,220,000 related to the hiring of 86 fewer new youth facility staff to provide improved services to youth than originally anticipated per a Department of Justice settlement agreement, as a result of the Executive proposal to transition New York City youth to New York City-based facilities. As of SFY 2011-12, 70 FTE positions have been filled.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$3,264,025,050, a net increase of \$38,534,800, or 1.2 percent, above the SFY 2011-12 level.

Proposed Increases

The Executive proposes:

- an increase of \$93,000,000 in General Fund support for child care subsidies as a result of the loss of federal Temporary Assistance to Needy Families (TANF) funding. Overall support for child care subsidies is flat year-to-year;
- an increase of \$8,614,000 for the reimbursement of New York City for services provided to juvenile delinquents in a non-secure setting;
- an increase of \$2,350,000 for Medicaid per diem services provided for children in foster care as a result of the add-on rate for mental health services;
- an increase of \$2,000,000 for the establishment of a new public/private partnership program designed to provide state resources to regional areas that can best leverage private funding for human services programs;
- an increase of \$1,300,000 for foster care, adult and child protective services, preventive and adoption services provided by Indian tribes based on increased claims; and
- an increase of \$680,000 for the state share of Committee on Special Education (CSE) placements related to increased caseload estimates.

Proposed Decreases

The Executive proposal includes:

- a decrease of \$93,000,000 related to the loss of federal TANF funding;
- a decrease of \$48,000,000 related to the loss of American Recovery and Re-investment Act (ARRA) funding for foster care and adoption subsidies;

- a decrease of \$12,000,000 as a result of the unavailability of anticipated federal funding for the Elder Justice Act;
- a decrease of \$7,000,000 in funding that was made available for the child care facilitated enrollment program in special session legislation passed in December 2011;
- a decrease of \$1,500,000 for the child care unionization agreements as a result of collective bargaining agreements by the United Federation of Teachers (UFT);
- a decrease of \$760,000 related to the elimination of funding provided to local social services districts to help reduce the caseloads of child protective workers; and
- a decrease of \$450,000 related to the elimination of funding for settlement houses.

Capital Projects

The Executive proposes funding of \$37,675,000 for the Capital Projects Fund and the Youth Facilities Improvement Fund, unchanged from SFY 2011-12.

Article VII

The Executive recommends Article VII legislation that would:

- extend Child Welfare Financing until June 30, 2017, including the current open-ended 62 percent state reimbursement to local social services districts for the non-federal portion of child preventive services, child protective services, after care, independent living and adoption administration and services, and continued funding for the Kinship Guardianship Assistance program out of the Foster Care Block Grant. This proposal would also make permanent current open-ended 62 percent state reimbursement to local social services districts for the non-federal portion of adoption subsidies, and allow the State Commission on Quality of Foster Care to sunset;
- authorize New York City (NYC) to operate limited-secure and non-secure facilities for adjudicated juvenile delinquents, subject to a plan approved by the OCFS and the Director of the Budget. Upon approval of the plan, adjudicated NYC youth requiring limited-secure or non-secure care would be placed with, or transferred to, NYC operated facilities. OCFS would be authorized to close any of its facilities for one year from the effective date of the approved plan, upon 60 days notice of any service and staffing reductions;

- repeal the Child Welfare Research Advisory Panel which is responsible for developing guidelines for research projects relating to child protective, preventive, foster care and other child welfare services; and
- repeal the Board of Visitors which is responsible for making recommendations to the facility director of each residential school operated by OCFS.

OFFICE OF TEMPORARY AND DISABILITY ASSISTANCE

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	1,396,663,000	1,664,854,000	268,191,000	19.2%
Special Revenue-Other	169,103,000	22,400,000	(146,703,000)	-86.8%
Special Revenue-Federal	4,001,053,000	3,992,148,000	(8,905,000)	-0.2%
Housing Program Fund	30,000,000	30,000,000	0	0.0%
Internal Service Fund	1,199,000	1,000,000	(199,000)	-16.6%
Fiduciary	10,000,000	10,000,000	0	0.0%
Total for AGENCY SUMMARY:	5,608,018,000	5,720,402,000	112,384,000	2.0%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	183	1,119	936
All Other Funds:	2,042	1,147	(895)
TOTAL:	2,225	2,266	41

Agency Mission

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. 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. 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) 2012-13 Executive Budget includes the following:

- a proposal to phase in the remaining ten percent public assistance grant increase that is scheduled for July 2012 with a five percent increase in July 2012, and another five percent increase in July 2013;
- a recommendation to allow for the takeover of administration of the state's portion of the Supplemental Security Income (SSI) program, which the state currently pays the federal government to administer on behalf of the state. This action requires an \$11,000,000 investment in SFY 2012-13, and is expected to generate \$90,000,000 in savings upon full implementation in SFY 2014-15;
- the elimination of \$15,000,000 in funding for shelter supplements or other services to prevent eviction and address homelessness in New York City;
- a proposal to eliminate state support for the administrative costs associated with the child support enforcement program. Under this proposal, local social services districts would no longer receive state reimbursement for a portion of administrative costs incurred and would, instead, retain the state share of child support payments previously collected on behalf of parents on public assistance. The state would save \$34,760,000 under this proposal;
- a \$13,000,000 increase in Temporary Assistance for Needy Families (TANF) funding for the Flexible Fund for Family Services (FFFS);
- a \$93,300,000 reduction in TANF funding for child care subsidies for families in receipt of public assistance;
- the elimination of \$9,400,000 in TANF funding for various initiatives including: Child Care Facilitated Enrollment, SUNY/CUNY Child Care, Wage Subsidy Program, Preventive Services, Displaced Homemakers, Non-Residential Domestic Violence, Supportive Housing for Families and Young Adults, Advantage Afterschool, Settlement Houses, ACCESS-Welfare to Careers, Supplemental Homelessness Intervention Program, Fatherhood Initiative, Emergency Homeless, Wheels for Work, Community Solutions to Transportation, BRIDGE, Refugee Resettlement Program, Disability Advocacy Program, Rochester-Genesee Regional Transportation Authority, Kinship Caretaker/Relative, and Centro of Oneida;
- the elimination of \$39,000,000 for traditionally TANF funded programs that were appropriated in Special Session legislation passed in December 2011 including: Summer

Youth Employment Program, Career Pathways, Displaced Homemakers, ATTAIN, Child Care Facilitated Enrollment;

- an additional \$1,000,000 in funding for the Nutrition Education and Outreach Program (NOEP) intended to increase enrollment in the federal food stamp program; and
- the transfer of six full-time equivalents (FTEs) and \$3,340,000 in funding for refugee resettlement and the citizenship initiative from OTDA to the Department of State related to the establishment of a new Office of New Americans.

Budget Detail

The Executive proposes an All Funds appropriation of \$5,720,402,000, a net increase of \$112,384,000, or 2.0 percent, from the SFY 2011-12 budget level. The Executive recommends funding support of 2,266 FTE positions, a net increase of 41 positions from SFY 2011-12 attributable to additional staffing related to the state takeover of SSI administration and the transfer of FTEs to the Office of New Americans.

State Operations

The Executive proposes an All Funds State Operations appropriation of \$469,180,000, a net decrease of \$2,670,000 from the SFY 2011-12 budget level.

Proposed Increases

The Executive proposes:

- an increase of \$150,900,000 in General Fund spending related to the consolidation of earned federal revenue into the General Fund, as opposed to Special Revenue accounts, including the following specific increases:
 - \$69,980,000 in the Information Technology program;
 - \$38,170,000 in the Administration program;
 - \$16,120,000 in the Legal Affairs program;
 - \$16,010,000 in the Employment and Economic Support program;
 - \$9,060,000 in the Child Support program; and
 - \$1,560,000 in the Specialized Services program;
- an increase of \$10,370,000 in federal funding for the Office of Disability Determinations; and
- an increase of \$2,160,000 in federal funding for the Food Stamp Employment and Training program to assist local districts with the administration of certain food stamp program functions.

Proposed Decreases

The Executive proposes:

- a decrease of \$136,700,000 in various special revenue fund accounts related to the consolidation of earned federal revenue into the General Fund;
- a decrease of \$12,600,000 in federal funding related to the administration of the FFFS and compliance with federal data reporting requirements;
- a decrease of \$9,410,000 in federal funding for welfare fraud prevention;
- a decrease of \$4,000,000 in federal funding for enhancements in the information technology program;
- a decrease of \$3,050,000 in federal funding for expenses related to the administration of the child support enforcement program; and
- a decrease of \$570,000 in federal funding for the administration of homeless housing grants.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$5,221,222,000, an increase of \$115,054,000, or 2.25 percent, from the SFY 2011-12 budget level. The largest funding source within Aid to Localities is the TANF block grant totaling \$2,586,667,000; a decrease of \$43,800,000 from last year. TANF appropriations of \$1,320,000,000 would support an anticipated 255,031 recipients of Family Assistance, a decrease of 6,730 from the current fiscal year. The Executive Budget proposes to continue the public assistance benefit financing structure that was included in the SFY 2011-12 Enacted Budget. This proposal fully finances Family Assistance benefit payments with TANF funding, thereby eliminating the state and local shares of Family Assistance expenditures. Further, in other Aid to Localities funding, the state reimbursement to local districts for Safety Net Expenditures remains at 29 percent, with a local share of 71 percent.

The Executive proposes to make \$964,000,000 of TANF funding available to local districts through the Flexible Fund for Family Services (FFFS), an increase of \$13,000,000 from SFY 2011-12.

The Executive provides TANF funding for child care subsidies at \$299,667,000, a decrease of \$93,300,000 from SFY 2011-12. The Executive proposal includes a corresponding increase of \$93,000,000 in the Office of Children and Family Services (OCFS) General Fund to offset this decrease in funding for child care. The Executive also eliminates \$3,729,000 in TANF funding for SUNY Child Care, CUNY Child Care, and the Child Care Facilitated Enrollment Program. In addition, the Executive eliminates funding for 21 other TANF initiatives, totaling

\$5,671,000, including: the Wage Subsidy Program, Preventive Services, Displaced Homemakers, Non-Residential Domestic Violence, Supportive Housing for Families and Young Adults, Advantage Afterschool, Settlement Houses, ACCESS-Welfare to Careers, the Supplemental Homelessness Intervention Program, the Fatherhood Initiative, Emergency Homeless Program, Wheels for Work, Community Solutions to Transportation, BRIDGE, Refugee Resettlement Program, Disability Advocacy Program, Rochester-Genesee Regional Transportation Authority, Kinship Caretaker/Relative, and Centro of Oneida.

Proposed Increases

The Executive proposes:

- an increase of \$163,600,000 in spending for public assistance expenditures related to the timing of payments to local social services districts;
- an increase of \$30,000,000 in federal funding for reimbursement of local administrative expenses for child support;
- an increase of \$25,000,000 in federal funding for the food stamp program;
- an increase of \$12,500,000 related to increased caseload in the SSI program;
- an increase of \$10,000,000 in funding for benefit issuance contracts related to the consolidation of funds from a special revenue funds to the General Fund;
- an increase of \$4,000,000 for the adult shelters and public homes outside the City of New York;
- an increase of \$1,420,000 for new single-room occupancy (SRO) units coming on-line in SFY 2012-13; and
- an increase of \$1,310,000 in funding for the Nutrition Outreach and Education Program (NOEP) to enhance enrollment in the food stamps program.

Proposed Decreases

The Executive proposes:

- a decrease of \$43,800,000 in TANF funding related to the loss of federal contingency and emergency contingency funds;
- a decrease of \$34,760,000 in state funding for reimbursement of local administrative expenses for child support;

- a decrease of \$15,500,000 for the Summer Youth Employment Program (SYEP);
- a decrease of \$15,000,000 in funding for shelter supplements or other services to prevent eviction and address homelessness in New York City;
- a decrease of \$10,000,000 in funding for benefit issuance contracts related to the consolidation of funds from a Special Revenue-Other (SRO) account to the General Fund;
- a decrease of \$7,800,000 in funding for adult homeless shelters related to isolating the appropriations for New York City and the rest of the state;
- a decrease of \$3,340,000 as the result of a transfer of funding for the Refugee Resettlement program and the Citizenship Initiative to the Office of New Americans in the Department of State;
- a decrease of \$3,000,000 in federal funding for homeless housing program related to the loss of stimulus funds;
- a decrease of \$2,500,000 in funding that was made available for the Career Pathways program in special session legislation passed December 2011;
- a decrease of \$1,880,000 as the result of a transfer of funding for NY/NY III supportive housing units to the Office of Substance Abuse Services; and
- a decrease of \$100,000 related to the elimination of funding for the Carolyn House YWCA and the Niagara Community Action program.

Capital Projects

The Executive proposes funding for \$30,000,000 for the Supported Housing Program Fund, which is unchanged from SFY 2011-12.

Article VII

The Executive recommends Article VII legislation that would:

- authorize the Federal Cost of Living Adjustment (COLA) increase in 2013 for individuals receiving SSI, who reside in various living arrangements;
- phase in the full implementation of the scheduled public assistance grant increase from one final ten percent increase in July 2012 to a five percent increase in July 2012 and another five percent increase in July 2013;

- authorize a state administrative takeover of the responsibility for administration and eligibility determinations for New York's Social Security Income Supplementation Program; and
- eliminate the advisory committee on legal advocacy for individuals whose federal disability benefits have been denied or may be discontinued. The Commissioner would assume the responsibilities once carried out by the advisory committee. The Commissioner would have the sole responsibility of establishing the criteria for applications and awarding grants to providers that represent individuals whose federal disability benefits have been denied or may be discontinued.

NEW YORK STATE HIGHER EDUCATION SERVICES CORPORATION

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	967,566,000	993,757,000	26,191,000	2.7%
Special Revenue-Other	104,292,000	116,699,000	12,407,000	11.9%
Special Revenue-Federal	12,601,000	7,052,000	(5,549,000)	-44.0%
Total for AGENCY SUMMARY:	1,084,459,000	1,117,508,000	33,049,000	3.0%

Agency Mission

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) 2012-13 Executive Budget includes the following:

- funding for TAP in the amount of \$930,614,000, which represents a net increase of \$28,072,000 from SFY 2011-12; and
- funding of \$43,875,000 for various scholarships administered by HESC, which represents a \$619,000 increase from SFY 2011-12.

Budget Detail

The Executive recommends an All Funds appropriation of \$1,117,508,000 for HESC, which is an increase of \$33,049,000 from the SFY 2011-12 level, or three percent. The Executive recommends funding support of 495 full-time equivalent positions which is consistent with SFY 2011-12 levels.

State Operations

The Executive recommends an All Funds State Operations appropriation of \$104,930,000, a decrease of \$11,642,000 from the SFY 2011-12 level.

Proposed Decreases

The Executive Budget includes:

- a decrease in federal appropriations by \$5,549,000 due to the loss of funds under the GEAR UP program;
- a Special Revenue Fund decrease of \$3,593,000 due to the consolidation of the Division of Guaranteed Loan Programs with HESC administration; and
- a General Fund decrease of \$2,500,000 due to the elimination of funding to the New York Higher Education Loan Program (NYHELPS).

Aid to Localities

The Executive proposal maintains SFY 2011-12 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 \$930,614,000 appropriation for the TAP program, reflecting a net increase of \$28,072,000 from the 2011-12 level.

Proposed Increases

The Executive Budget includes:

- an increase of \$16,000,000 to TAP funding due to an increase to the HESC Insurance Premium Payments Account; and
- a General Fund increase for various scholarships administered by HESC of \$619,000, from \$43,256,000 in SFY 2011-12 to \$43,875,000 in SFY 2012-13.

DIVISION OF HOUSING AND COMMUNITY RENEWAL

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	58,815,561	47,679,000	(11,136,561)	-18.9%
Special Revenue-Other	64,408,000	73,066,000	8,658,000	13.4%
Special Revenue-Federal	116,641,000	96,769,000	(19,872,000)	-17.0%
Housing Program Fund	74,200,000	74,200,000	0	0.0%
Total for AGENCY SUMMARY:	314,064,561	291,714,000	(22,350,561)	-7.1%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	122	122	0
All Other Funds:	623	637	14
TOTAL:	745	759	14

Agency Mission

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) 2012-13 Executive Budget includes the following:

- elimination of funding for the Neighborhood Preservation Program (NPP) and the Rural Preservation Program (RPP). Together, these programs were last funded at \$12,018,000 in SFY 2011-12;
- an increase of \$4,800,000 for the Rural Rental Assistance Program, which would accommodate costs related to federally approved rent increases; and
- the creation of a new Tenant Protection Unit, which would implement a tenant protection and landlord fraud investigation program.

Budget Detail

The Executive proposes an All Funds appropriation of \$291,714,000, a decrease of \$22,350,561, or 7.1 percent, from the SFY 2011-12 funding level. The Executive recommends funding support for 759 full-time equivalent (FTE) positions, which is an increase of 14 FTEs from the SFY 2011-12 level to reflect the new hires in the Tenant Protection Unit.

State Operations

The Executive proposes All Funds State Operations appropriations of \$97,687,000, an increase of \$5,700,000, or 6.2 percent, above the SFY 2011-12 level.

Proposed Increases

The Executive proposes:

- funding of \$4,800,000 for a new Tenant Protection Unit which would be charged with enforcing landlord obligations. The Executive proposes 14 FTE positions to staff the new unit;
- increases of \$3,860,000 related to higher fringe benefit and indirect rates; and
- funding in the amount of \$590,000 for community renewal costs that were inadvertently omitted in SFY 2011-12.

Proposed Decreases

The Executive proposes reductions of \$3,530,000 related to various State Operations efficiencies.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$119,827,000, a decrease of \$28,811,000, or 19.4 percent, from the SFY 2011-12 level.

Proposed Increases

The Executive proposes an increase of \$4,800,000 for the Rural Rental Assistance Program, which would accommodate costs related to federally approved rent increases and would maintain the same number of housing units.

Proposed Decreases

The Executive proposes:

- a reduction of \$18,000,000 for the Small Cities Community Development Block Grant related to a reduced grant award from the federal government;
- a reduction of \$8,479,000 related to the elimination of the NPP;
- a reduction of \$3,539,000 related to the elimination of the RPP;
- a \$1,870,000 reduction related to related to the loss of American Recovery and Re-investment Act (ARRA) funding for the low income weatherization program; and
- a \$719,000 reduction in periodic subsidies due to declining debt service.

Capital Projects

The Executive proposes capital projects funding consistent with the SFY 2011-12 funding level in the amount of \$74,200,000.

DIVISION OF HUMAN RIGHTS

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	13,070,000	12,744,000	(326,000)	-2.5%
Special Revenue-Federal	8,223,000	6,000,000	(2,223,000)	-27.0%
Total for AGENCY SUMMARY:	21,293,000	18,744,000	(2,549,000)	-12.0%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	147	138	(9)
All Other Funds:	41	40	(1)
TOTAL:	188	178	(10)

Agency Mission

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 \$18,744,000, a decrease of \$2,549,000, or 11.97 percent, from the State Fiscal Year (SFY) 2011-12 budget level. The Executive recommends funding support for 178 full-time equivalent (FTE) positions, a decrease of 10 FTE positions from SFY 2011-12 related to attrition.

Proposed Decreases

The Executive Budget includes:

- a General Fund decrease of \$326,000 related to a 2.5 percent reduction in support for State Operations, to be achieved through administrative efficiencies; and
- a decrease of \$2,223,000 in federal appropriation authority to more closely reflect anticipated grant amounts. This action will have no impact on agency operations.

DEPARTMENT OF LABOR

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	29,650,000	0	(29,650,000)	-100.0%
Special Revenue-Other	83,010,000	72,740,000	(10,270,000)	-12.4%
Special Revenue-Federal	766,454,000	727,471,000	(38,983,000)	-5.1%
Enterprise	8,400,000,000	4,425,000,000	(3,975,000,000)	-47.3%
Total for AGENCY SUMMARY:	9,279,114,000	5,225,211,000	(4,053,903,000)	-43.7%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
All Other Funds:	3,753	3,526	(227)
TOTAL:	3,753	3,526	(227)

Agency Mission

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) 2012-13 Executive Budget includes the following:

- A transfer of \$4,250,000,000 of funding for Unemployment Insurance (UI) benefits from State Operations to Aid to Localities to more accurately reflect how such payments are made.

Budget Detail

The Executive proposes an All Funds appropriation of \$5,225,211,000 a decrease of \$4,053,903,000, or 43.7 percent, below the SFY 2011-12 level. The Executive recommends funding support of 3,526 full-time equivalent positions, a decrease of 227 positions. The reductions are attributable to the expiration of funding from the American Recovery and Reinvestment Act (ARRA).

State Operations

The Executive proposes an All Funds State Operations appropriation of \$750,585,000 a decrease of \$8,306,010,000, or 90 percent, from SFY 2011-12.

Proposed Decreases

The Executive proposes:

- a reduction of \$4,250,000,000 as a result of a transfer of funding for UI benefits from State Operations to Aid to Localities to more accurately reflect how such payments are made;
- a reduction of \$3,975,000,000 comes as funding from ARRA expires;
- a reduction of \$4,300,000 as a result of strategic sourcing procurements and rent savings; and
- a reduction of \$1,900,000 in State Operations as a part of a statewide 2.5 percent reduction in agency operating budgets.

Aid to Localities

The Executive proposes an All Funds Aid to Localities appropriation of \$4,474,626,000, a net increase of \$4,252,107,000 above SFY 2011-12.

Proposed Increases

The Executive proposes:

- an increase of \$4,250,000,000 resulting from the transfer of funding for UI benefits from State Operations to Aid to Localities to more accurately reflect how such payments are made; and
- a new appropriation of \$5,000,000 for the Disaster Unemployment Assistance Program related to flood relief.

Proposed Decreases

The Executive proposes:

- a reduction of \$1,800,000 from the elimination of the Work Force Development Institute;
- a reduction of \$250,000 from the elimination of the Summer of Opportunity Youth Employment Program; and
- a reduction of \$100,000 from the elimination of Hillside Works.

Article VII

The Executive recommends Article VII legislation that would eliminate the Child Performer Advisory Board to Prevent Eating Disorders.

STATE OF NEW YORK MORTGAGE AGENCY

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	173,172,000	168,465,000	(4,707,000)	-2.7%
Total for AGENCY SUMMARY:	173,172,000	168,465,000	(4,707,000)	-2.7%

Agency Mission

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 SONYMA'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 \$168,465,000, a decrease of \$4,707,000 from the State Fiscal Year (SYF) 2011-12 level. The SONYMA enabling 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 mortgage income, application fees, insurance premiums, and investment proceeds.

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 SFY 2011-12 budget.

Aid to Localities

The Executive recommends a General Fund appropriation of \$91,665,000 for the SONYMA Mortgage Insurance Fund, a decrease of \$4,707,000 from the SFY 2011-12 funding level.

STATE UNIVERSITY OF NEW YORK

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	2,647,816,645	1,800,586,400	(847,230,245)	-32.0%
Special Revenue-Other	5,592,853,300	6,801,684,400	1,208,831,100	21.6%
Special Revenue-Federal	363,608,000	428,600,000	64,992,000	17.9%
Capital Projects Fund	0	25,098,000	25,098,000	--
Capital Projects Fund - Advances	550,000,000	765,000,000	215,000,000	39.1%
State University Capital Projects Fund	0	184,000,000	184,000,000	--
Internal Service Fund	19,100,000	20,100,000	1,000,000	5.2%
Cap Proj Fund - SUNY CC - Direct Auth Bonds	32,370,750	86,969,000	54,598,250	168.7%
SUNY Dorms - Direct Auth Bonds	331,000,000	0	(331,000,000)	-100.0%
State University Residence Hall Rehabilitation Fund	45,498,400	45,000,000	(498,400)	-1.1%
Total for AGENCY SUMMARY:	9,582,247,095	10,157,037,800	574,790,705	6.0%

Agency Mission

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, 13 university colleges, two independent health centers, four specialized colleges of technology, five statutory colleges, six colleges of technology and 30 community colleges.

Programmatic Highlights

The State Fiscal Year (SFY) 2012-13 Executive Budget includes the following:

- state support for SUNY State Operated Colleges remains constant from SFY 2011-12 at \$968,550,300;
- SUNY Community College Base Aid remains the same as SFY 2011-12 at \$2,122, per full-time equivalent student; and
- a \$113,221,000 increase to the Revenue Offset Account, which accounts for tuition increases approved in SFY 2011-12. SUNY undergraduate tuition is now \$5,270 per year.

Budget Detail

The Executive Proposal recommends a \$10,157,037,800 All Funds appropriation, an increase of \$574,790,705 from SFY 2011-12.

State Operations

The Executive proposes a State Operations budget of \$8,612,840,000 for State Operated campuses. This represents a \$434,733,800 increase above the SFY 2011-12 level of \$8,178,106,600.

Proposed Increases

The Executive proposes:

- eliminating the General Fund component of support for the SUNY state operated colleges. Instead, \$968,550,000 would be transferred to the Revenue Offset Account. This account also contains tuition and fees collected by all campuses;
- a General Fund increase of \$133,846,000 due to increased costs for fringe benefits;
- a Special Revenue Fund increase of \$113,221,000 to the Revenue Offset Account due to of additional spending authority to account for tuition increases authorized in Chapter 260 of the laws of 2011;
- a Special Revenue Fund increase of \$83,679,100 to the Hospital Income Reimbursable Account;
- an increase in federal appropriations of \$64,993,000 due to increased funding for Pell Grants;
- a Special Revenue Fund funding increase of \$40,000,000 due to increased funding for the SUNY Stabilization Account; and
- an Internal Service Fund increase of \$1,000,000 to reflect an increase of funding in the Banking Services Account.

Proposed Decreases

The Executive proposes a General Fund decrease of \$968,550,000 by moving General Fund spending for SUNY State Operated Colleges to the General Revenue Offset Account.

Aid to Localities

The Executive proposes a total Aid to Localities appropriation of \$438,130,400 for SFY 2012-13, representing a \$7,140,945 decrease from adjusted SFY 2011-12 levels. Within this appropriation, funding of \$1,880,000 is maintained for or contract courses for workforce development, \$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 \$406,000 to support Rental Aid.

Proposed Decreases

The Executive proposes a General Fund decrease of \$653,000 to the SUNY Child Care program.

Capital Projects

The Executive proposes a capital projects appropriation of \$1,106,067,000, an increase of \$147,197,850 from SFY 2011-12 levels, including:

- an appropriation of \$550,000,000, which is the fifth installment of the five year SUNY capital plan for critical maintenance that was enacted in SFY 2008-09;
- a \$215,000,000 appropriation for the University of Buffalo to relocate its medical school to Downtown Buffalo in accordance with NYSUNY 2020;
- a \$184,000,000 appropriation for other NYSUNY 2020 projects at Buffalo and Stony Brook;
- \$86,969,000 to provide for the state's 50 percent share of projects at SUNY Community Colleges;
- an appropriation for SUNY's Residence Hall Rehabilitation Fund for \$45,000,000;
- the Executive also proposes to move funding for the SUNY Construction Fund to hard dollar capital and appropriates \$25,100,000 for this purpose.

STATE UNIVERSITY CONSTRUCTION FUND

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
Special Revenue-Other	26,172,000	0	(26,172,000)	-100.0%
Total for AGENCY SUMMARY:	26,172,000	0	(26,172,000)	-100.0%

Agency Mission

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).

Programmatic Highlights

The Executive Budget recommends that funding for the SUNY Construction Fund be transferred to the SUNY Capital budget. SUCF is appropriated at \$25,098,000 which is a decrease of \$1,074,000 from SFY 2011-12, attributable to a reduction in personal service costs.

OFFICE OF WELFARE INSPECTOR GENERAL

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	378,000	349,000	(29,000)	-7.7%
Special Revenue-Other	1,177,000	1,167,000	(10,000)	-0.8%
Total for AGENCY SUMMARY:	1,555,000	1,516,000	(39,000)	-2.5%

ALL FUNDS PERSONNEL BUDGETED FILL LEVELS

Fund	Current 2011-12	Requested 2012-13	Change
General Fund:	3	3	0
All Other Funds:	4	4	0
TOTAL:	7	7	0

Agency Mission

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 the 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 jurisdictions.

The Office'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 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 \$1,516,000, a decrease of \$39,000, or 2.5 percent, from the State Fiscal Year (SFY) 2012-13 budget level. The Executive recommends funding for support of seven full-time equivalent positions, which is unchanged from SFY 2011-12.

Proposed Decreases

The Executive proposes a General Fund decrease of \$39,000, or 2.5 percent, related to a reduction in support for State Operations to be achieved through administrative efficiencies.

MISCELLANEOUS: EDUCATION, LABOR & FAMILY ASSISTANCE

	Adjusted Appropriation 2011-12	Executive Request 2012-13	Change	Percent Change
AGENCY SUMMARY				
General Fund	692,000	683,500	(8,500)	-1.2%
Special Revenue-Other	829,800	1,300,000	470,200	56.7%
Special Revenue-Federal	30,000,000	30,000,000	0	0.0%
Total for AGENCY SUMMARY:	31,521,800	31,983,500	461,700	1.5%

Budget Detail

State Operations

The Office of National and Community Service

The Executive proposes All Funds appropriation of \$30,683,500 for the Office of National and Community Service, which provides support to the New York State Commission on National and Community Service. This represents an overall decrease of \$8,500, or 0.3 percent, from the State Fiscal Year (SFY) 2011-12 level. This decrease is related to a 2.5 percent reduction in General Fund State Operations spending to be achieved through administrative efficiencies.

College Choice Tuition Savings Program

The Executive proposes an All Funds appropriation of \$1,300,000 for the College Choice Tuition Savings Program which supports program operation. This appropriation represents an overall increase of \$470,200, or 56.7 percent, from SFY 2011-12 levels. This increase is due to increased advertising costs to market the program.