

OFFICE OF THE GOVERNOR
BUDGET REPORT 2016



Presented by

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DIRECTOR, BUSINESS AND ADMINISTRATION

Submitted to

SENATOR CLIFFORD GRAHAM
COMMITTEE ON FINANCE
31ST LEGISLATURE OF THE UNITED STATES VIRGIN ISLANDS
JULY 8, 2015

**OFFICE OF THE GOVERNOR
FISCAL YEAR 2016
BUDGET PRESENTATION
JULY 8, 2015**

GOOD MORNING CHAIRMAN CLIFFORD F. GRAHAM, DISTINGUISHED MEMBERS OF THE COMMITTEE ON FINANCE, OTHER MEMBERS OF THE 31st LEGISLATURE PRESENT, LEGISLATIVE STAFF, MEMBERS OF THE MEDIA, LISTENING AND VIEWING AUDIENCE.

I AM NELLIE C. VARLACK, DIRECTOR OF BUSINESS AND ADMINISTRATION OF THE OFFICE OF THE GOVERNOR. IT IS A PLEASURE TO APPEAR BEFORE THIS COMMITTEE ON BEHALF OF THE HONORABLE KENNETH E. MAPP, GOVERNOR OF THE UNITED STATES VIRGIN ISLANDS TO PROVIDE JUSTIFICATION AND SUPPORT FOR HIS FISCAL YEAR 2016 BUDGET. JOINING ME TODAY ARE MEMBERS OF THE GOVERNOR'S SENIOR LEADERSHIP TEAM - DR. SIMON JONES-HENDRICKSON, CHIEF ECONOMIST & FISCAL POLICY ADVISOR, BERNADETTE MELENDEZ, DIRECTOR OF THE BUREAU OF ECONOMIC RESEARCH AND DONNIE DORSETT, SENIOR ECONOMIST OF THE BUREAU OF ECONOMIC RESEARCH.

THE OFFICE OF THE GOVERNOR MANDATES CAN BE FOUND IN THE VIRGIN ISLANDS CODE, TITLES 2 AND 3, THE REVISED ORGANIC ACT OF 1954 AND THE ELECTIVE GOVERNOR'S ACT. THE OFFICE OF THE GOVERNOR PROVIDES EXECUTIVE DIRECTION AND DEVELOPS POLICIES AND PRIORITIES TO ENHANCE GOVERNMENT OPERATIONS AND PROVIDES AND EXERCISES AUTHORITY OVER THE DEPARTMENTS, AGENCIES AND INSTRUMENTALITIES OF THE U.S. VIRGIN ISLANDS GOVERNMENT. THE UNITS WITHIN THE OFFICE OF THE GOVERNOR ARE: ADMINISTRATION, POLICY (NAMELY, ECONOMIC AND FISCAL, LEGAL, EDUCATION, HEALTH AND HUMAN SERVICES,

PROTOCOL, PUBLIC RELATIONS, ADMINISTRATIVE SERVICES) AND THE BUREAU OF ECONOMIC RESEARCH.

BEFORE I CONTINUE MY TESTIMONY, I WOULD LIKE TO SHARE A MESSAGE FROM GOVERNOR KENNETH E. MAPP. GOVERNOR MAPP WOULD LIKE TO ENCOURAGE THE STAFF OF THE OFFICE OF THE GOVERNOR AND THE EMPLOYEES OF THE GOVERNMENT OF THE VIRGIN ISLANDS TO STRIVE FOR EXCELLENCE IN THEIR WORKPLACES WITH RENEWED COURAGE, DETERMINATION AND DEDICATION.

The Budget

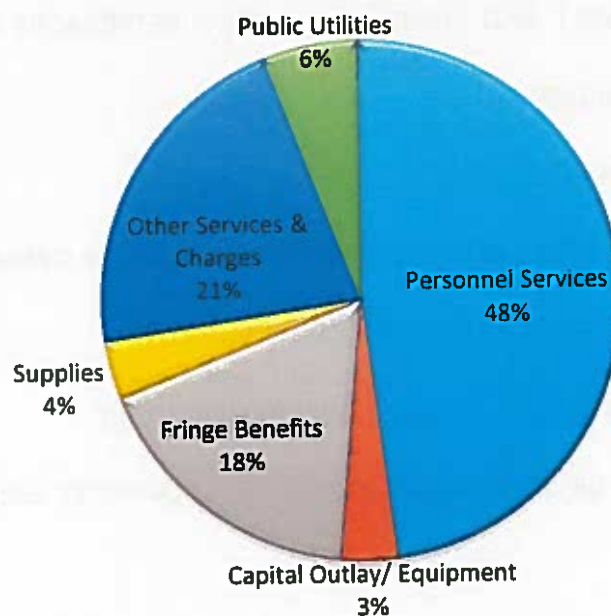
TODAY, WE WILL HIGHLIGHT THE MAJOR COMPONENTS OF THE GOVERNOR'S FISCAL YEAR 2016 BUDGET REQUEST; PROVIDE OUR PRIORITIES, ACCOMPLISHMENTS AND FISCAL YEAR 2016 STRATEGIC GOALS. THE FINANCIAL RESOURCES REQUESTED ARE REQUIRED TO FUND OUR MANDATORY COSTS AND PLANNED INITIATIVES FOR THE CENTRAL OPERATIONS OF THE OFFICE OF THE GOVERNOR AND THE BUREAU OF ECONOMIC RESEARCH. THE OFFICE OF THE GOVERNOR'S FISCAL YEAR 2016 BUDGET OF **\$9,011,481** INCLUDES **\$8,301,448** OF FUNDING FOR THE OFFICE OF THE GOVERNOR AND **\$710,033** FOR THE BUREAU OF ECONOMIC RESEARCH, OR 97% FROM THE GENERAL FUND (WHICH IS **\$213,519**) LESS THAN THE 2015 GENERAL FUND APPROPRIATION OF **\$9,225,000**, **\$150,000** OR 2% FROM THE TOURISM REVOLVING FUND AND **\$139,876** OR 1% FROM FEDERAL FUNDS, FOR A TOTAL FUNDING OF **\$9,301,357**.

THE CHARTS BELOW PROVIDES A DETAILED DISTRIBUTION OF THE OFFICE OF THE GOVERNOR'S FISCAL YEAR 2016 BUDGET REQUEST.

Fiscal Year 2016 Funding Request

	General Fund	Special Fund	Federal Funds	Total
Personnel Services	\$4,413,500	\$0	\$50,000	\$4,463,500
Capital Outlay/ Equipment	\$321,000	\$0	\$0	\$321,000
Fringe Benefits	\$1,620,621	\$0	\$14,169	\$1,634,790
Supplies	\$331,175	\$0	\$2,300	\$333,475
Other Services & Charges	\$1,775,185	\$150,000	\$73,407	\$1,998,592
Public Utilities	\$550,000	\$0	\$0	\$550,000
Totals	\$9,011,481	\$150,000	\$139,876	\$9,301,357

FY2016 Funding Request



PERSONAL SERVICES-\$4,413,500 – 48.98% OF BUDGET

OUR PERSONNEL SERVICES OBLIGATIONS OF \$4,413,500 COVERS SEVENTY-NINE (79) POSITIONS FUNDED ONE HUNDRED PERCENT (100%) BY THE GENERAL FUND AND ONE (1) POSITION FUNDED ONE HUNDRED PERCENT BY FEDERAL FUNDS. GOVERNMENT HOUSE ON ST. THOMAS IS HOME TO THIRTY-THREE (33) EMPLOYEES, PROPERTY AND PROCUREMENT IS THE TEMPORARY HOME TO FIVE (5) EMPLOYEES OF THE BUREAU OF ECONOMIC RESEARCH, THE BATTERY ON ST. JOHN HAS FIVE (5) EMPLOYEES, GOVERNMENT HOUSE IN CHRISTIANSTED HOUSES TWENTY-THREE (23) EMPLOYEES AND FREDERIKSTED HOUSES THIRTEEN (13) FULLTIME EMPLOYEES. THESE PROFESSIONALS CARRY OUT THE MISSION OF THE GOVERNOR'S OFFICE ON A DAILY BASIS.

FRINGE BENEFITS-\$1,620,621 - 17.98% OF BUDGET

THE FRINGE BENEFITS COST FOR THE REQUESTED PERSONNEL LEVEL OF \$1,620,621, IS THIRTY SEVEN PERCENT (37%) OF PERSONAL SERVICE COST AS STIPULATED BY THE OFFICE OF MANAGEMENT AND BUDGET AND FUNDS EMPLOYER'S RETIREMENT CONTRIBUTIONS AND HEALTH INSURANCE PREMIUMS.

SUPPLIES-\$331,175 - 3.68% OF BUDGET

THE SUPPLIES REQUEST OF \$331,175 WILL FUND THE PURCHASE OF OPERATING, MAINTENANCE AND CONSUMABLE OFFICE SUPPLIES AND MINOR EQUIPMENT.

OTHER SERVICES AND CHARGES-\$1,775,185 - 19.70% OF BUDGET

\$178,000 - FOR THE REPAIR AND MAINTENANCE OF EQUIPMENT BASED ON TRADITIONAL EXPENDITURES.

\$10,000 - FOR STORAGE.

\$80,000 - FOR THE RENTAL COST OF COPIERS AND POSTAGE MACHINES.

\$489,000 - FOR ROUTINE MONTHLY PROFESSIONAL SERVICES, CATERING OF SPECIAL EVENTS, EXTERMINATING SERVICES, LANDSCAPING, FLORAL TRIMMINGS, CARPET CLEANING, SPECIAL PROJECTS COORDINATION TERRITORY WIDE AND SECURITY SERVICES.

\$27,100 - FOR THE PRINTING AND BINDING OF DOCUMENTS AND TRANSPORTATION EXPENSES.

\$363,800 - FOR POSTAGE AND TO PROVIDE FOR THE MONTHLY PAYMENTS OF DEDICATED COMPUTER, TELEPHONE, T1 LINES, INTERNET SERVICE AND ADVERTISING AND PROMOTION.

\$403,500 - FOR INTER AND OFF-ISLAND TRAVEL, AS WELL AS TO FACILITATE OUR TRAINING INITIATIVES.

\$223,785 - FOR ALL MISCELLANEOUS ITEMS NOT OTHERWISE CLASSIFIED IN THE ERP SYSTEM, INITIATIVES OF THE GOVERNOR, AS WELL AS TO HOST COMMUNITY RELATED ACTIVITIES AND FUNCTIONS.

UTILITIES-\$550,000 - 6.10% OF THE BUDGET

OUR BUDGET REQUEST OF **\$550,000** WILL PROVIDE FOR ELECTRICAL NEEDS OF **\$517,600** AND WATER CONSUMPTION OF **\$32,400**. WE WILL CONTINUE TO UTILIZE ENERGY EFFICIENCY MEASURES TO FURTHER REDUCE OUR CONSUMPTION LEVELS.

CAPITAL OUTLAY-\$321,000 - 3.56% OF THE BUDGET OUR BUDGET REQUEST OF \$321,000 WILL PROVIDE \$201,000 FOR BUILDING IMPROVEMENTS TERRITORY WIDE AND \$120,000 FOR THE PURCHASE OF CEREMONIAL VEHICLES FOR EACH DISTRICT.

AN ANALYSIS OF THE OFFICE OF THE GOVERNOR'S GENERAL FUND DISTRIBUTION TRENDS TO INCLUDE 2014 ACTUALS, 2015 PROJECTED AND 2016 RECOMMENDATION ARE SHOWN IN EXHIBITS I, IA, AND IB.

IN KEEPING WITH OUR MISSION TO REBUILD A SOUND, STABLE, FINANCIAL AND ECONOMIC ENVIRONMENT THAT WILL ENHANCE THE WELFARE OF ALL OF THE PEOPLE OF THE VIRGIN ISLANDS WE WOULD LIKE TO HIGHLIGHT OUR PRIORITIES THAT ARE CRUCIAL AS THE ADMINISTRATION MOVES ALONG ITS UPWARD PATH OF GROWTH AND DEVELOPMENT FOR THE PEOPLE OF THE VIRGIN ISLANDS.

PRIORITIES

- REORGANIZE THE GOVERNANCE STRUCTURE.
- INSTITUTIONALIZE GREATER FISCAL RESPONSIBILITY FOR REVENUES AND EXPENDITURES.
- ORCHESTRATE A MORE AGGRESSIVE MODE IN THE TAX COLLECTION PROCESS.
- DEVELOP A STRONG POSITIVE RELATIONSHIP WITH THE OFFICE OF THE DELEGATE TO CONGRESS.
- BE PROACTIVE IN AN AGGRESSIVE APPROACH TO ALL LEGAL MATTERS TO ENSURE THAT THE VIRGIN ISLANDS INTERESTS ARE PROTECTED.

- MOUNT NEW AND A MORE POSITIVE APPROACH TO ATTRACTING OVER-NIGHT TOURISTS TO OUR SHORES AND SEEK TO MAINTAIN THE MARKET SHARE.
- SEEK TO ATTRACT NEW VENTURES AND BUSINESSES TO GROW THE ECONOMY TO CAPTURE NEW MODALITIES IN TECHNOLOGICAL AND INTERNET SPACE.
- GROW THE AGRICULTURAL SYSTEM TOWARDS GREATER SELF-SUFFICIENCY AND FOOD SECURITY ADVOCACY.
- PIVOT OUR EDUCATIONAL SYSTEM TO ENABLE OUR EDUCATORS TO ENCOURAGE OUR STUDENTS AND OUR PEOPLE TO BENEFIT FROM SCIENCE, TECHNOLOGY, ENGINEERING, ARTS AND MATHEMATICS.
- REFOCUS ON A GREATER THRUST IN INFRASTRUCTURAL DEVELOPMENT.
- REPOSITION THE SECURITY FORCES ACROSS THE VIRGIN ISLANDS IN TERMS OF LEVELS OF PROFESSIONALISM, COMPETENCE, RESPECT AND AUTHORITY.
- HIRE AND RETAIN EMPLOYEES IN THE EMERGENCY RESPONSE UNITS.
- CONDUCT A DETAILED ASSESSMENT OF PUBLIC SAFETY WITHIN THE TERRITORY AND IMPLEMENT RECOMMENDED ACTIONS.

THE FOLLOWING ARE OUR SIGNIFICANT ACCOMPLISHMENTS OVER THE PAST SIX MONTHS.

ACCOMPLISHMENTS

- ESTABLISHED RELATIONSHIPS WITH THE US CONGRESS AND THE ENVIRONMENTAL PROTECTION AGENCY.
- MADE SIGNIFICANT AND STEADY PROGRESS IN ISSUING TAX REFUNDS FOR TAXPAYERS FOR 2013 AND PRIOR YEARS, EXCEPT FOR THOSE WHICH MAY HAVE AUDITING ISSUES.

- IMPLEMENTED PLANS TO ELIMINATE THE THIRD PARTY FIDUCIARY AND DEVELOP THE NECESSARY MANAGERIAL SKILLS WITHIN AGENCIES AFFECTED BY OR UNDER THE SUPERVISION OF A THIRD PARTY.
- UTILIZED THE TAX REVIEW BOARD HEARINGS PROCESS WHICH RESULTED IN A REDUCTION IN TAX APPEALS.
- ACTIVELY REDUCED RETIREE GERS PAYMENT CONCERNS RELATING TO LONG-STANDING ANNUITY PAYMENTS FROM 216 RETIREES TO 53 RETIREES.
- ANALYZED FINANCIAL MANAGEMENT OF RESOURCES TO ASSIST IN THE DEVELOPMENT OF A FIVE YEAR PLAN.
- REESTABLISH RELATIONSHIPS WITH FEDERAL PARTNERS TO DEVELOP AND IMPLEMENT AGGRESSIVE STRATEGIES TO OBTAIN AND RETAIN FEDERAL FUNDS.

FISCAL YEAR 2016 GOALS

THE STRATEGIC GOALS FOR FISCAL YEAR 2016 ARE TO:

- GROW THE ECONOMY.
- INVEST IN INFRASTRUCTURE.
- DEVELOP AND IMPLEMENT AN AUTOMATED PROCUREMENT SYSTEM.
- DISCHARGE THE THIRD PARTY FIDUCIARY.
- LAUNCH AGRICULTURAL INITIATIVE FROM FARM TO TABLE LUNCHES IN OUR SCHOOLS.
- EXPAND SERVICES AND OUTREACH TO THE MENTALLY ILL.

- STRENGTHEN THE OPERATING SYSTEMS OF OUR HOSPITALS, CONSOLIDATE GOVERNANCE AND REDUCE COST.
- EXPAND SERVICES TO OUR SENIOR CITIZENS.
- PAY SALARY INCREASES FOR UNIONIZED AND NON UNION WORKERS.
- ESTABLISH COHESIVE PARTNERSHIPS TO REDUCE GERS UNFUNDED LIABILITY.
- FINALIZE WAPA CONVERSION TO PROPANE GAS.
- LIGHT ALL PUBLIC STREETS.
- DEVELOP A COMPREHENSIVE APPROACH TO HANDLE WASTE AND REFUGE IN THE TERRITORY.

BUREAU OF ECONOMIC RESEARCH

THE GOVERNOR'S BUDGET PROPOSAL FOR THE BUREAU OF ECONOMIC RESEARCH OF **\$710,033** INCLUDES **\$560,083** OF GENERAL FUNDS AND **\$150,000** OF SPECIAL FUNDS FOR A TOTAL FUNDING OF **\$710,033**.

FUNDING SOURCE	FY 2015
General Fund	\$560,033
Tourism Revolving Fund	\$150,000
TOTAL	\$710,033

IN THE **MISCELLANEOUS** SECTION OF THE BUDGET THE FOLLOWING FUNDING IS PROVIDED
 UNDER THE OFFICE OF THE GOVERNOR.

Item	Amount
Expenses for Annual Activities	\$60,000
Office of Veterans Affairs	\$20,000
Governor's Office Youth Program Activities	30,000
Transfer Day Activities	5,000
Dr. Hamilton Jackson Day Activities	5,000
Total	\$60,000
Legal Services of the Virgin Islands**	1,084,000
V. I. Economic Dev. Authority**	4,800,000
Governor's Access Channel	130,000
PR-VI Friendship Day	30,000
BVI/VI Friendship Day	20,000
Emancipation Day Activities	9,000
Expenses related to Hovensa Closure	250,000
Early Childhood Advisory Committee	70,000
Total	\$6,453,000

**** For budgetary purposes only**

TO ENABLE US TO EFFICIENTLY REALLOCATE RESOURCES TO ADDRESS THE NEEDS OF THE OFFICE OF THE GOVERNOR, WE RESPECTFULLY ASK TO BE GRANTED A LUMP SUM BUDGET WHICH WILL GIVE US THE FLEXIBILITY TO ENSURE THAT WE PLACE AVAILABLE RESOURCES WHERE THEY ARE MOST NEEDED.

THE OFFICE OF THE GOVERNOR IS COMMITTED TO REBUILD A SOUND, STABLE, FINANCIAL ECONOMIC AND SOCIAL ENVIRONMENT THAT WILL ENHANCE THE WELFARE OF ALL OF THE PEOPLE OF THE VIRGIN ISLANDS. THE DRIVING FORCES BEHIND THIS VISION IS THE FACT THAT THE CITIZENS AND RESIDENTS OF THE VIRGIN ISLANDS MUST UNDERSTAND THAT THE CURRENT ECONOMIC AND FINANCIAL POSITION OF THE VIRGIN ISLANDS IS CHALLENGING, BUT THAT IT IS NOT UNSURMOUNTABLE. IT WOULD REQUIRE THAT ALL OF US PUT OUR SHOULDERS TO THE WHEELS OF PROGRESS AND CHANGE WITH COURAGE, DETERMINATION AND DEDICATION. COURAGE IS REQUIRED IN RESOLVING THE CHALLENGES AHEAD OF US IN ENSURING THAT WE BOLDLY MOVE FORWARD. IF WE ALL UNDERSTAND THIS, AND IF WE RECOGNIZE THAT IT WILL TAKE TIME TO CORRECT SOME OF THE MANY DISRUPTIONS OF THE PAST, WE WILL OVERCOME THE IMPEDIMENTS AND MAKE THE PROGRESS THAT OUR PEOPLE SO RICHLY DESERVE. WE LOOK FORWARD TO WORKING WITH THE HONORABLE MEMBERS OF THE 31ST LEGISLATURE IN THIS ENDEAVOR.

THIS CONCLUDES MY OFFICIAL PRESENTATION AND ON BEHALF OF GOVERNOR KENNETH E. MAPP, I EXTEND APPRECIATION TO YOU, MR. CHAIRMAN, MEMBERS OF THE COMMITTEE AND

OTHER SENATORS FOR YOUR CURRENT AND CONTINUED SUPPORT. DR. SIMON JONES-HENDRICKSON AND I ARE PREPARED TO RESPOND TO ANY QUESTIONS YOU MAY HAVE AS IT RELATES TO THE OFFICE OF THE GOVERNOR. DIRECTOR, BERNADETTE MELENDEZ WILL NOW PROVIDE TESTIMONY ON BEHALF OF THE BUREAU OF ECONOMIC RESEARCH.

EXHIBITS

EXHIBIT I**FINANCIAL SUMMARY**Office of the Governor and Bureau of Economic Research
as of June 1, 2015

Funding Source: GENERAL FUND

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 7699	2015 Appropriation Including Budget Transfers Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
Salaries	4,413,500.00	5,099,432.00	5,099,432.00	4,476,054.63	3,069,795.01	4,425,756.15	4,386,502.00
TOTAL SALARIES	4,413,500.00	5,099,432.00	5,099,432.00	4,476,054.63	3,069,795.01	4,425,756.15	4,386,502.00
Employer Contribution Ret.	747,635.00	655,726.00	655,726.00	663,041.14	459,028.48	679,846.33	690,679.00
FICA	273,637.00	324,039.00	324,039.00	272,553.47	189,552.40	273,461.81	270,142.00
MEDICARE	63,996.00	75,783.00	75,783.00	64,386.56	44,575.31	59,127.00	63,604.00
Health Insurance	572,109.00	584,880.00	584,880.00	537,050.72	371,804.35	538,153.00	586,448.00
Workmen Compensation	3,244.00	3,496.00	3,496.00	4,822.74	4,822.74	3,202.00	4,386.00
TOTAL FRINGE:	1,620,621.00	1,643,924.00	1,643,924.00	1,541,654.63	1,068,783.28	1,553,790.14	1,615,159.00
TOTAL PERSONNEL COST	6,034,121.00	6,743,356.00	6,743,356.00	6,017,709.26	4,138,578.29	5,979,546.29	6,001,661.00
NON-PERSONNEL SERVICES							
Office Supplies	21,400.00	21,400.00	21,400.00	21,160.97	10,610.97	19,400.00	6,257.00
Operating Supplies	140,875.00	148,962.00	161,636.75	123,503.98	81,853.98	100,875.00	97,883.00
Vehicle Supplies				5,000.00	5,000.00		66,284.00
Repair and Maintenance Sup	11,400.00	5,400.00	5,524.00	28,418.19	25,918.19	5,400.00	18,937.00
Small Tools and Minor Equipment	100,000.00	82,000.00	104,843.48	95,345.21	68,345.21	30,000.00	28,551.00
Food	50,000.00	20,000.00	23,060.07	42,458.56	27,027.05	20,000.00	51,890.00
Prof Ref Books & Periodicals	3,000.00	3,000.00	3,000.00	2,843.84	1,743.84	4,500.00	4,082.00
Data Processing	4,500.00	4,000.00	4,000.00	2,500.00		2,500.00	575.00
Clothing & Cloth Material			1,097.36	3,330.91	3,330.91		5,670.00
All Other							
TOTAL SUPPLIES	331,175.00	284,762.00	324,561.66	324,561.66	223,830.15	182,675.00	280,129.00

Office of the Governor Budget Hearing 2016

July 8, 2015

Page | 15

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 7699	2015 Appropriation Including Budget Transfers Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
REPAIRS & MAINTENANCE							
Repairs & Maintenance 512000	143,000.00	138,000.00	141,308.75	101,823.83	69,244.81	138,000.00	120,144.00
Automotive Repairs & Maintenance 512100	35,000.00	20,000.00	20,544.51	23,042.63	31,542.63	20,000.00	31,264.00
Rental of Land Bldg 533000	10,000.00	157,525.00	158,435.00	35,544.13	10,544.13	70,215.00	23,619.00
Rental of Machine Equip. 533020	80,000.00	75,000.00	76,374.36	75,468.44	58,918.44	80,700.00	79,984.00
Professional Services 534000	449,000.00	505,125.00	715,633.96	705,048.42	662,048.42	507,572.00	960,951.00
Security Services 534100	40,000.00	-	-	1,232.00	1,232.00	-	17,838.00
Training 534110	30,000.00	10,000.00	13,512.13	3,988.93	3,988.93	10,000.00	4,562.00
Communications 535000	303,800.00	302,800.00	350,298.18	347,385.04	254,048.64	302,800.00	280,399.00
Advertising & Promotion 535010	60,000.00	-	-	11,191.75	11,191.75	-	26,319.00
Printing & Binding 535020	7,100.00	7,100.00	7,100.00	1,598.00	1,098.00	7,100.00	5,319.00
Transportation not Travel 536000	20,000.00	10,000.00	10,150.00	10,005.56	8,505.56	10,000.00	11,118.00
Travel 560000	303,500.00	168,500.00	198,373.85	197,588.85	143,588.85	183,500.00	182,230.00
Purchase Bulk Airline Tickets 560100	70,000.00	20,000.00	20,000.00	20,000.00	-	20,000.00	10,034.00
Other Services N.O.C. 564100	221,785.00	140,500.00	181,510.14	157,751.76	99,851.76	207,500.00	71,834.00
Bank Charges 564400	2,000.00	-	-	-	1,321.97	-	1,805.00
Security	-	-	-	-	-	-	-
All Other	-	-	-	-	-	-	-
TOTAL SERVICES & CHARGES	1,775,185.00	1,454,450.00	1,893,240.88	1,691,669.32	1,337,127.92	1,557,387.60	1,827,480.00
Electricity 530000	517,600.00	482,600.00	494,001.97	494,001.49	341,802.76	7,257,573.00	611,674.00
Water 531010	32,400.00	32,400.00	32,400.00	32,399.54	11,370.71	32,400.00	19,561.00
TOTAL UTILITY SERVICES	550,000.00	515,000.00	526,401.97	526,400.83	353,173.47	7,289,973.00	631,235.00
Improvement Building 571200	125,000.00	-	-	-	-	-	-
Machinery and Equipment 575000	196,000.00	127,332.00	127,332.00	98,110.00	98,110.00	-	5,000.00
Vehicle 575200	-	-	-	-	-	-	-
Improvement Other than Bldg 577200	-	-	-	-	-	-	-
TOTAL CAPITAL OUTLAY	321,000.00	127,332.00	127,332.00	98,110.00	98,110.00	0.00	5,000.00
TOTAL NON-PERSONNEL COST	2,977,360.00	2,481,644.00	2,871,536.51	2,640,741.81	2,012,241.54	9,030,035.00	2,743,844.00
TOTAL NON-OPERATING BUDGET	9,011,481.00	9,225,000.00	9,614,892.51	8,658,451.07	6,150,819.83	15,009,581.00	8,745,503.00
Budget Adjustment 5% Reduction			-480,744.63				
Adjusted 2015 Appropriation			9,134,147.88				

Fiscal Year 2015 Adj Appropriation
 Projected Expenditures
 Less Reimbursement GF for Lump Sum Payments
 2015 Projected Unexpended Balance

9,134,147.88
 8,658,451.07
 351,784.88
 123,911.93

EXHIBIT 10A**OFFICE OF THE GOVERNOR****Financial Report**

as of June 1, 2015

Funding Source: GENERAL FUND

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 699	2015 Appropriation Including Budget Transfers and Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
SALARIES							
Salaries	4,149,500.00	4,850,067.00	4,850,067.00	4,142,249.31	3,842,406.71	4,076,756.15	4,074,075.00
TOTAL SALARIES	4,149,500.00	4,850,067.00	4,850,067.00	4,142,249.31	3,842,406.71	4,076,756.15	4,074,075.00
NON-PERSONNEL SERVICES							
Employer Contribution Ret.	694,540.00	600,331.00	600,331.00	614,908.67	425,706.00	622,691.33	633,461.00
FICA	257,269.00	295,038.00	295,038.00	251,998.62	174,460.58	249,276.81	247,671.00
MEDICARE	60,165.00	69,702.00	69,702.00	59,676.18	41,779.66	54,471.00	55,349.00
Health Insurance	494,735.00	540,561.00	540,561.00	494,386.11	342,767.31	495,188.00	540,401.00
Workmen Compensation	3,031.00	3,243.00	3,243.00	4,570.02	2,948.00	2,948.00	3,917.00
TOTAL FRINGE:	1,409,740.00	1,512,875.00	1,512,875.00	1,425,489.60	980,283.57	1,424,755.14	1,483,800.00
TOTAL PERSONNEL COST	5,659,240.00	6,362,942.00	6,362,942.00	5,567,738.91	4,822,690.28	5,501,511.29	5,557,875.00
NON-PERSONNEL SERVICES							
Office Supplies	15,000.00	15,000.00	15,000.00	14,992.79	7,942.79	15,000.00	562.00
Operating Supplies	130,000.00	148,087.00	148,087.00	119,663.03	79,163.03	100,000.00	94,962.00
Vehicle Supplies	541,000.00	-	140,761.75	5,000.00	5,000.00	-	66,284.00
Repair and Maintenance Sup	10,000.00	4,000.00	4,174.00	28,418.19	25,918.19	4,000.00	18,937.00
Small Tools and Minor Equipment	100,000.00	82,000.00	104,843.48	95,445.21	66,345.21	30,000.00	27,251.00
Fuel	50,000.00	20,000.00	33,060.07	42,292.69	26,911.18	20,000.00	51,447.00
Print Ref Books & Periodicals	3,000.00	3,000.00	3,000.00	2,543.84	1,743.84	3,000.00	3,434.00
Data Processing	3,000.00	2,500.00	2,500.00	2,500.00	-	2,500.00	25.00
Clothing & Cloth Material	-	-	1,097.16	3,330.91	3,330.91	-	5,670.00
All Other	-	-	-	-	-	-	-
TOTAL SUPPLIES	311,000.00	374,587.00	314,386.66	314,386.66	218,355.15	174,500.00	248,822.00

Office of the Governor Budget Hearing 2016

July 8, 2015

Page | 17

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 7699	2015 Appropriation including Budget Transfers Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
Repairs & Maintenance 512000	130,000.00	125,000.00	128,308.75	97,557.81	67,674.81	125,000.00	116,404.00
Automotive Repairs & Maintenance 532100	35,000.00	20,000.00	20,544.51	20,292.05	10,292.05	20,000.00	31,156.00
Rental of Land/Bldg. 533000	10,000.00	157,525.00	158,435.00	30,513.93	5,513.93	70,215.00	15,838.00
Rental of Machinery/Equip. 533020	80,000.00	75,000.00	76,374.36	75,468.44	58,918.44	80,700.00	79,984.00
Professional Services 534000	425,000.00	481,125.00	689,914.44	679,935.25	654,935.24	493,577.00	522,795.00
Security Services 534100	40,000.00	-	-	1,232.00	1,232.00	-	17,838.00
Training 534110	30,000.00	10,000.00	13,512.13	3,988.93	1,988.93	10,000.00	4,287.00
Communications 535000	301,000.00	100,000.00	347,430.62	343,468.23	251,631.83	100,000.00	377,029.00
Advertising & Promotion 535010	60,000.00	-	-	11,191.25	11,191.25	-	76,319.00
Printing & Binding 535020	5,000.00	5,000.00	5,000.00	1,098.00	1,098.00	5,000.00	5,319.00
Transportation and Travel 536000	20,000.00	10,000.00	10,150.00	9,974.56	8,374.56	10,000.00	11,011.00
Travel 560000	300,000.00	165,000.00	194,873.85	194,588.85	146,588.88	180,000.00	180,191.00
Purchase Bulk Airline Tickets 560100	70,000.00	20,000.00	20,000.00	20,000.00	-	20,000.00	10,034.00
Other Services N/C 562100	210,000.00	126,875.00	167,895.14	144,221.76	99,321.76	200,000.00	71,324.00
Bank Charges 564000	2,000.00	-	-	-	1,331.97	-	1,505.00
Security All Other	-	-	-	-	-	-	-
TOTAL SERVICES & CHARGES	1,718,000.00	1,495,525.00	1,832,418.80	1,633,761.56	1,332,630.16	1,514,487.00	1,681,337.00
Electricity 530000	478,200.00	468,200.00	479,601.97	479,601.98	332,822.49	7,243,173.00	598,816.00
Water 531010	20,000.00	30,000.00	30,000.00	29,999.34	9,897.34	30,000.00	13,619.00
TOTAL UTILITY SERVICES	498,200.00	498,200.00	509,601.97	509,601.33	342,719.83	7,273,173.00	612,435.00
Improvement Building 571000	125,000.00	-	-	-	-	-	-
Machinery and Equipment 575000	140,000.00	127,332.00	127,332.00	98,110.00	98,110.00	-	5,000.00
Vehicle 575300	-	-	-	-	-	-	-
Improvement Other than Bldg. 577200	-	-	-	-	-	-	-
TOTAL CAPITAL OUTLAY	265,000.00	127,332.00	127,332.00	98,110.00	98,110.00	0.00	5,000.00
TOTAL NON-PERSONNEL COST	2,797,200.00	2,195,641.00	2,783,219.43	2,555,859.05	1,981,802.14	8,962,148.00	2,569,194.00
TOTAL OPERATING BUDGET	8,451,248.00	8,587,786.00	8,975,881.43	8,124,097.96	5,812,592.32	14,463,641.29	8,077,271.00

Budget Adjustment 5% Reduction

Adjusted 2015 Appropriation

Fiscal Year 2015 Adj Appropriation

Projected Expenditures

Less Reimbursement C/F for Lump Sum Payments

2015 Projected Unexpended Balance

8,527,087.36

8,124,097.96

551,784.08

51,204.52

448,794.07

8,527,087.36

EXHIBIT I (B)**BUREAU OF ECONOMIC RESEARCH**Financial Report
as of June 1, 2015

Funding Source: GENERAL FUND

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 7699	2015 Appropriation Including Budget Transfer Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
Salaries	264,000.00	419,765.00	419,765.00	333,705.32	227,288.70	349,000.00	362,424.00
TOTAL SALARIES	264,000.00	419,765.00	419,765.00	333,705.32	227,288.70	349,000.00	362,424.00
Employer Contribution Ret	51,095.00	55,495.00	55,495.00	48,132.47	33,322.48	57,355.00	57,218.00
FICA	16,368.00	26,001.00	26,001.00	20,354.85	14,091.82	34,235.00	22,470.00
MILICARI	521,000.00	6,081.00	6,081.00	4,760.38	3,393.65	4,636.00	5,255.00
Health Insurance	522,000.00	44,019.00	44,019.00	42,664.61	39,537.04	42,765.00	46,047.00
Workmen Compensation	211.00	253.00	253.00	253.72	253.72	254.00	169.00
TOTAL FRINGE:	110,873.00	131,849.00	131,849.00	116,165.03	80,499.71	119,065.00	131,359.00
TOTAL PERSONNEL COST	374,873.00	551,214.00	551,214.00	449,470.35	307,788.01	478,065.00	493,783.00
NON PERSONNEL SERVICES							
Office Supplies	6,400.00	6,400.00	6,400.00	6,168.18	2,668.18	4,400.00	5,695.00
Operating Supplies	541,000.00	575.00	575.00	3,840.95	2,690.95	875.00	2,921.00
Vehicle Supplies	10,875.00		875.00				
Repair and Maintenance Shop	542,000.00						
Small Tools and Minor Equipment	542,000.00	1,400.00	1,400.00			1,400.00	
Food	543,000.00			165.87	715.87		1,100.00
Post Ref Books & Periodicals	545,000.00						447.00
Data Processing	546,000.00	1,500.00	1,500.00			1,500.00	648.00
Cleaning & Cloth Material	546,000.00						500.00
Other							
TOTAL SUPPLIES	20,175.00	10,175.00	10,175.00	10,175.00	5,475.00	8,175.00	11,507.00

Name of Activity	Fiscal Year 2016 Governor's Recommendation	Fiscal Year 2015 Appropriation as per Act No. 7694	2015 Appropriation Including Budget Transfers and Adjustments	Projected Expenditure to Sept. 30th	Total Expenses June 1, 2015	Fiscal Year 2014 Appropriation as Amended	Fiscal Year 2014 Actual Expenditures
Repairs & Maintenance							
532000	11,000.00	11,000.00	11,000.00	4,066.00	1,566.00	11,000.00	3,715.00
Automotive Repairs & Maintenance							
532100				2,150.58	750.58		103.00
Rental of Land Bldg.				5,000.20	5,000.20		7,711.00
533000							
Rental of Machine Equip							
533070							
Professional Services	24,000.00	24,000.00	24,719.22	25,113.17	7,113.17	14,000.00	128,136.00
534000							
Security Services							
534100							
Training							
534110							
Communications	2,800.00	2,800.00	2,877.56	3,916.81	3,416.81	2,400.00	1,370.00
535000							
Advertising & Promotion							
535010							
Printing & Binding	2,100.00	2,100.00	2,100.00	500.00	31.00	2,100.00	167.00
536000							
Transportation and Travel	3,500.00	3,500.00	3,500.00	3,000.00	(3,000.00)	3,500.00	2,039.00
560000							
Travel							
560100							
Purchase Bulk Airline Tickets							
564100	11,785.00	13,625.00	13,625.00	13,530.00	6,100.00	7,500.00	510.00
Other Services N ITC							
564400							
Bank Charges							
Security							
All Other							
TOTAL SERVICES & CHARGES	57,185.00	59,025.00	66,872.08	57,907.76	14,501.76	41,900.00	146,141.00
Utilities							
530400	19,400.00	14,400.00	14,400.00	14,400.00	8,973.77	14,400.00	17,838.00
Electricity							
531010	13,400.00	2,400.00	2,400.00	2,400.00	1,481.17	2,400.00	1,942.00
Water							
TOTAL UTILITY SERVICES	31,200.00	16,800.00	16,800.00	16,800.00	10,454.94	16,800.00	19,780.00
Improvement Building							
571200							
Machinery and Equipment	56,000.00						
575200							
Vehicle							
577200							
Improvement Other than Bldg	54,000.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL CAPITAL OUTLAY	185,160.00	86,000.00	87,797.08	84,802.76	30,439.48	67,875.00	174,448.00
TOTAL NON-PERSONNEL COST	560,033.00	637,214.00	639,011.08	634,353.11	338,227.41	545,940.00	648,732.00

Budget Adjustment 5% Reduction

Adjusted 2015 Appropriation

607,061.53

Fiscal Year 2015 Adj Appropriation

Projected Expenditures

2015 Projected Unexpended Balance

72,307.47

NOTES

the 1990s, the number of people in the world who are undernourished has increased from 600 million to 800 million (FAO 1996).

There is a growing awareness of the need to improve the nutritional status of the world's population. The United Nations World Food Programme (WFP) has been instrumental in the development of the *World Food Summit Declaration* (WFP 1996) and the *World Food Summit Plan of Action* (WFP 1996). The *World Food Summit Declaration* states that 'the world must ensure that all people have access to sufficient food for a healthy and productive life'. The *World Food Summit Plan of Action* states that 'the world must ensure that all people have access to sufficient food for a healthy and productive life'.

The *World Food Summit Declaration* and the *World Food Summit Plan of Action* are the first international agreements to address the issue of food security. They are the result of a series of negotiations between the United Nations and the World Food Programme, and they represent a commitment by the world's governments to ensure that all people have access to sufficient food for a healthy and productive life. The *World Food Summit Declaration* and the *World Food Summit Plan of Action* are the first international agreements to address the issue of food security.

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