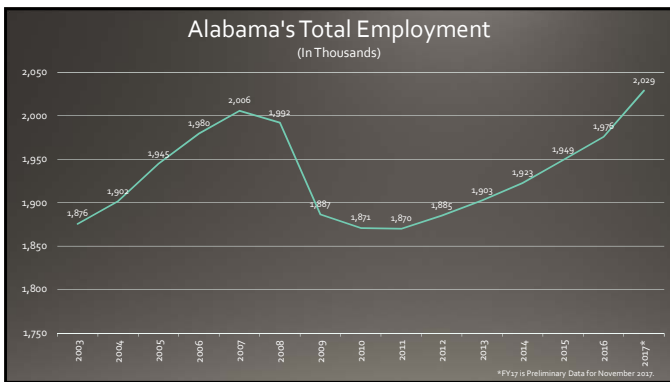
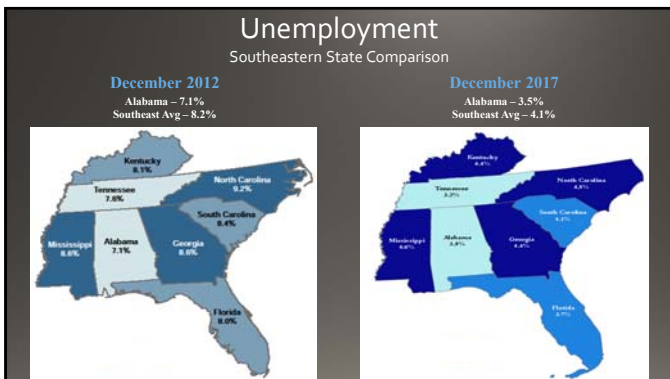
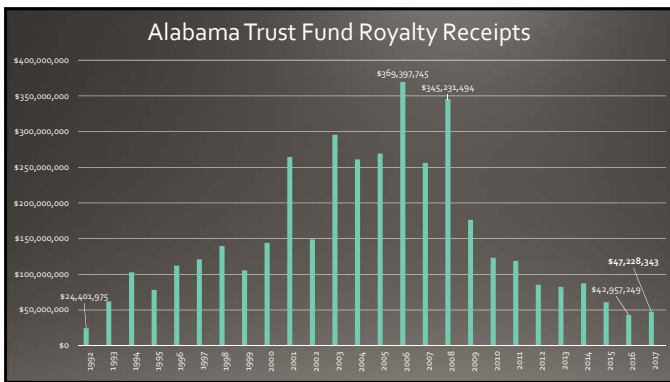


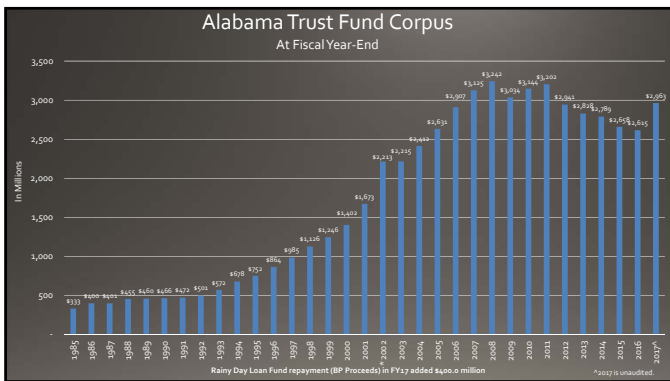
February 12, 2018
Alabama's Budget and Finances











ETF Rainy Day Account

• FY 2003 – Transferred	\$179,993,229
• FY 2004 – Repaid	\$36,000,000
• FY 2005 – Repaid	\$36,000,000
• FY 2006 – Repaid	\$36,000,000
• FY 2007 – Repaid	<u>\$71,993,229</u>
	\$179,993,229
• FY 2009 – Transferred	\$437,390,828
• FY 2012 – Repaid	\$14,412,984
• FY 2014 – Repaid	\$349,555,638
• FY 2015 – Repaid	<u>\$73,422,206</u>
	\$437,390,828

ETF Rainy Day has been fully repaid.

ETF Budget Stabilization Fund

• Transfers from ETF	
• FY 2016	\$118,305,984
• FY 2017	<u>\$59,595,211</u>
• Total Transfers	\$177,901,195
• Interest Earnings	<u>\$1,126,580*</u>
• Budget Stabilization Fund Balance	\$179,027,775

*Interest earnings as of 1/31/2018

General Fund Rainy Day Account

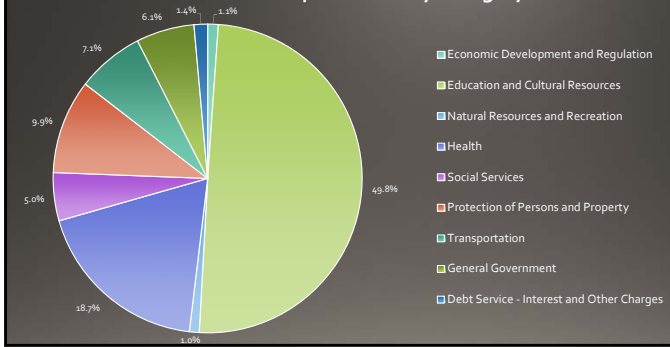
- FY 2010 – Transferred \$161,565,874
- FY 2020 – Deadline for Repayment

GF Rainy Day was fully repaid on December 15, 2016.

Alabama Trust Fund Repayment

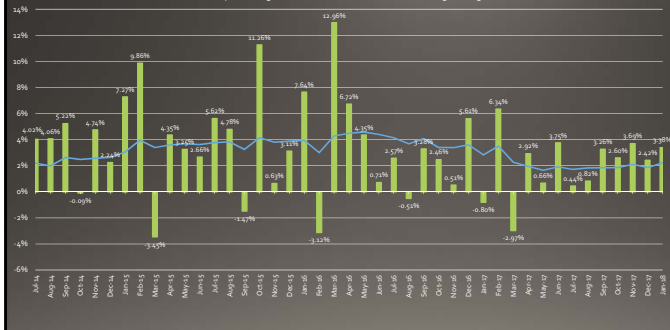
	Borrowing	Repayment	Balance Due	Notes
FY2012			0	
FY2013	(142,795,943)		(142,795,943)	
FY2014	(142,795,943)	5,000,000	(180,591,886)	
FY2015	(142,795,943)	10,000,000	(222,591,829)	
FY2016			(242,391,929)	
FY2017		238,434,126	(183,956,703)	
FY2018			(183,956,703)	
FY2019			(183,956,703)	
FY2020		33,500,000	(179,456,703)	Scheduled Payment
FY2021		33,500,000	(159,956,703)	Scheduled Payment
FY2022		33,500,000	(144,456,703)	Scheduled Payment
FY2023		33,500,000	(126,956,703)	Scheduled Payment
FY2024		33,500,000	(116,456,703)	Scheduled Payment
FY2025		33,500,000	(106,956,703)	Scheduled Payment
FY2026		33,500,000	(96,456,703)	Scheduled Payment
FY2027		33,500,000	(77,956,703)	Scheduled Payment
FY2028		33,500,000	(64,456,703)	Scheduled Payment
FY2029		33,500,000	(48,956,703)	Scheduled Payment
FY2030		33,500,000	(32,456,703)	Scheduled Payment
FY2031		33,500,000	(13,956,703)	Scheduled Payment
FY2032		33,500,000	16,543,297	Scheduled Payment
FY2033		8,456,703	0	Scheduled Payment

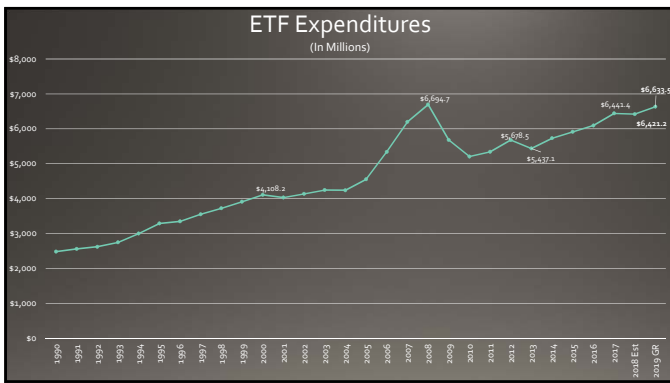
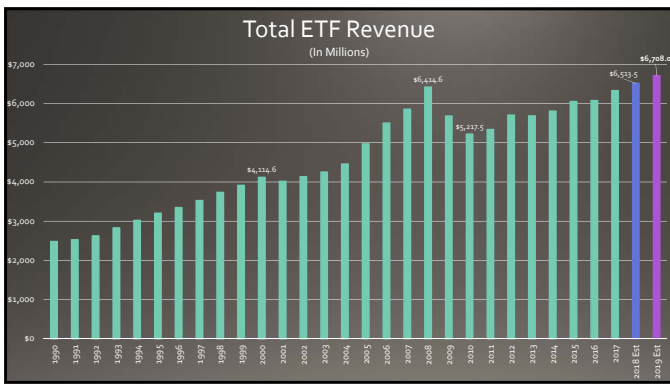
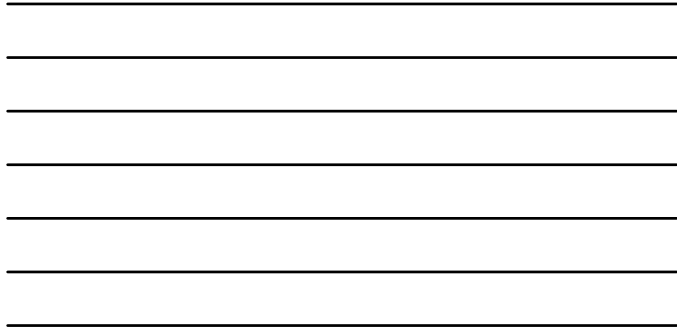
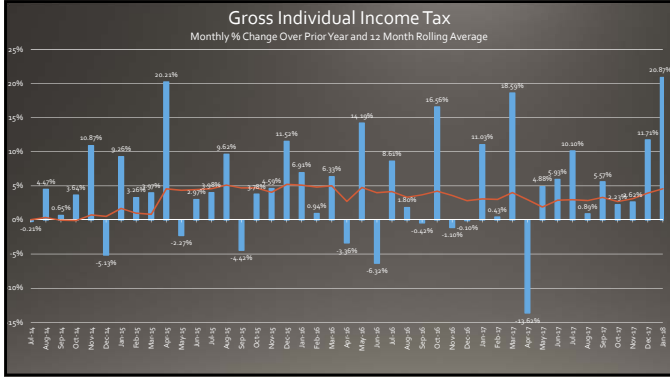
Non-Federal Expenditures by Category



Gross Sales Tax

Monthly % Change Over Prior Year and 12 Month Rolling Average





Veterans' Dependents Scholarship

Fiscal Year	Appropriation	Expenditures	Overage (Shortfall)	Cumulative Overage/Shortfall
2008	\$20,050,250	\$19,048,234	\$1,002,016	\$1,002,016
2009	\$25,015,470	\$22,242,965	\$2,772,505	\$3,774,521
2010	\$30,052,299	\$30,051,608	\$691	\$3,775,212
2011	\$36,106,057	\$36,105,758	\$299	\$3,775,511
2012	\$40,320,022	\$40,320,022	\$0	\$3,775,511
2013	\$42,264,915	\$42,239,244	\$25,771	\$3,801,282
2014	\$50,737,133	\$50,735,959	\$1,174	\$3,802,456
2015	\$52,074,123	\$58,073,621	(\$6,000,498)	(\$2,200,042)
2016	\$55,810,847	\$70,810,247	(\$14,999,399)	(\$16,999,399)
2017	\$71,766,337	\$71,766,337	\$0	(\$16,999,399)
2018 Budgeted	\$95,839,546	\$80,883,160	\$14,956,386	(\$1,043,013)
2019 Gov's Rec	\$91,544,687	\$90,927,613	\$617,074	(\$1,022,883)

- AL Code Section 31-6-1, Veterans' scholarship covers the dependents of disabled military veterans
- 10 undergraduate semesters at an Alabama institution (in-state tuition rate)
- Covers tuition, books and mandatory fees (no room and board)
- 1-year residency requirement at initial entry into military service

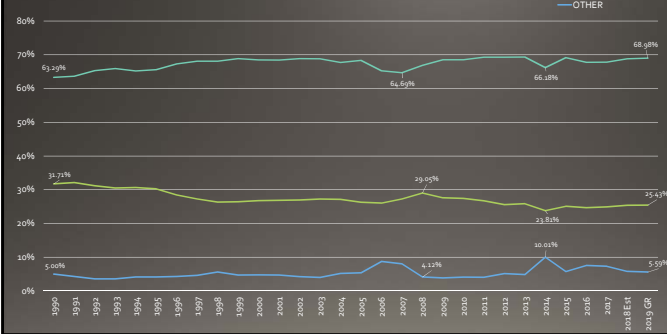
ETF Dollars to the PACT Program

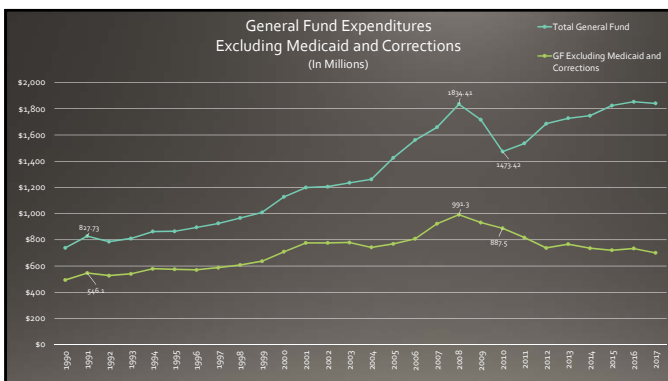
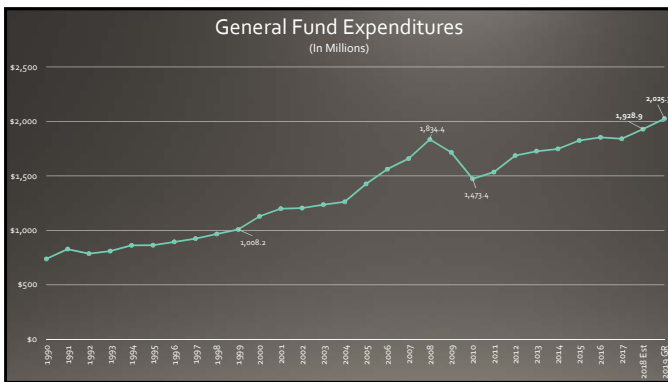
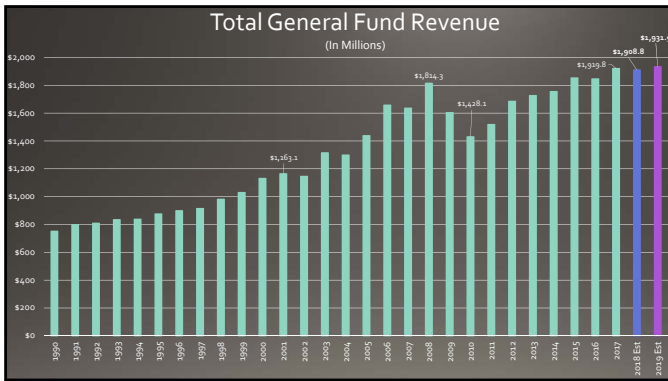
(In Millions)

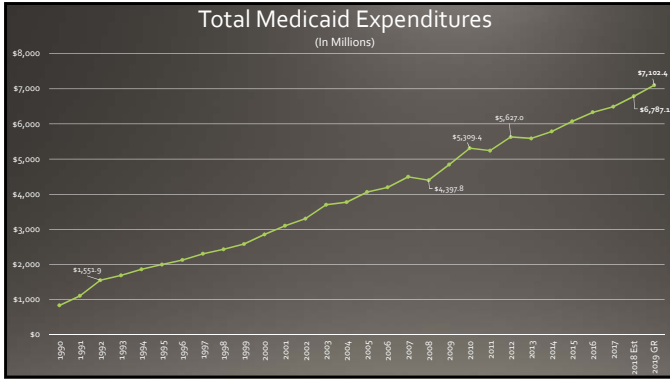


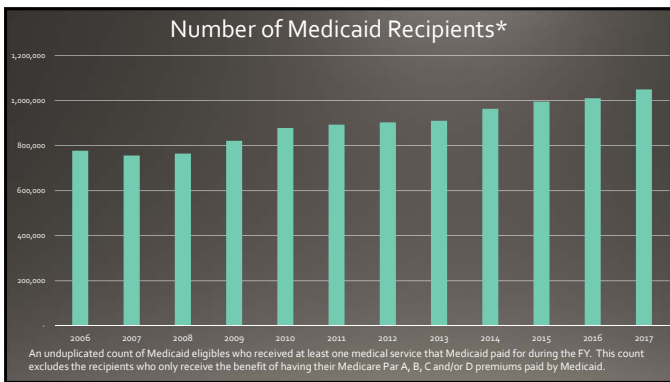
- PACT settlement pays future tuition and mandatory fees at the Fall 2010 rate
- 2021 decline is the result of the final class from the settlement

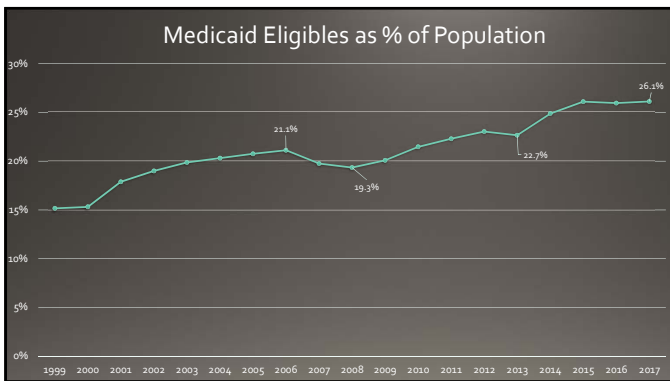
ETF Split Percentages

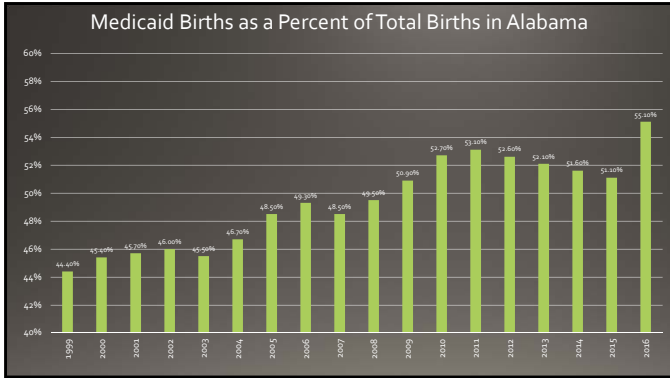


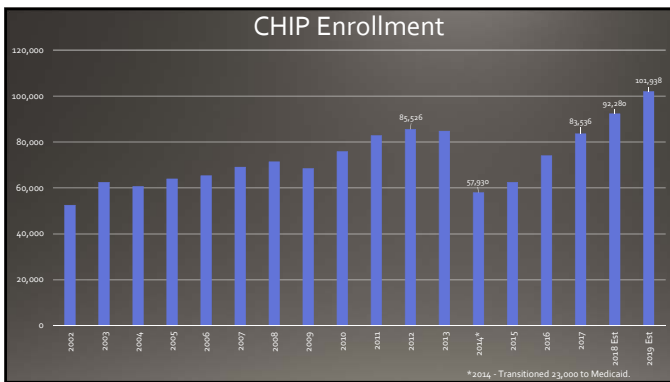








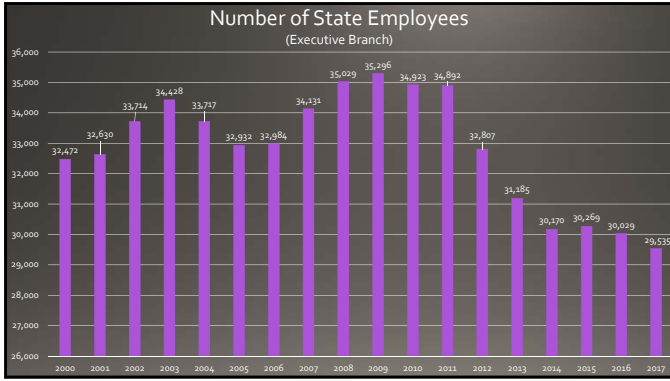


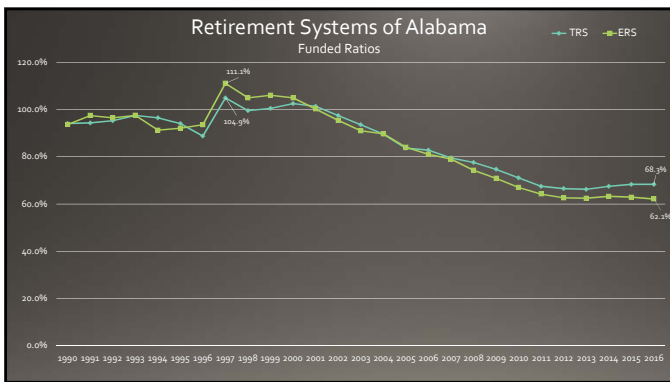


Corrections In-House Inmate Population vs Correctional Officers

	Inmate Population	Correctional Officers	Percent Change	Inmate to Officer Ratio
FY 2010	25,395	2,285	9.49%	11.1:1
FY 2011	25,638	2,342	2.49%	10.9:1
FY 2012	25,376	2,183	-6.79%	11.6:1
FY 2013	25,340	2,102	-3.71%	12.05:1
FY 2014	24,816	2,042	-2.89%	12.15:1
FY 2015	24,191	2,042	0.00%	11.84:1
FY 2016	23,328	1,745	-11.54%	13.37:1
FY 2017	21,213	1,446	-17.13%	14.67:1
FY 2018 Est.	21,200	1,546	6.92%	13.71:1

* Inmate to officer ratio is calculated using in-house population versus Correctional Officer I.





FY19 Budget Requests

What Did Departments Request for FY 2019?

- **General Fund**
 - FY18 Budget \$1.96 Billion
 - FY19 Request \$2.20 Billion
 - FY19 Est. Revenue \$1.93 Billion

- **Education Trust Fund**
 - FY18 Budget \$6.41 Billion
 - FY19 Request \$6.96 Billion
 - FY19 Est. Revenue \$6.71 Billion
 - FY19 Cap \$6.63 Billion

FY19 Governor's Recommendation

STATE GENERAL FUND

- 3% COLA for State Employees
- Health Insurance is fully-funded
- Prepayment of the People's Trust Act obligations
- Medicaid is fully-funded
- Corrections – 400 additional correctional officers, significant strides in health and mental health care
- Mental Health – provides more services for children with SED and Autism Spectrum disorders
- Addresses Infant Mortality rates
- Prescription Drug Monitoring Program increases
- Puts more troopers on the road
- Statewide Broadband grants

FY19 Governor's Recommendation

EDUCATION TRUST FUND

- 2.5% COLA for Teachers and Support staff
- Health Insurance is fully-funded
- Reduce class sizes for grades 4-6
- Increased funds for textbooks, technology & supplies
- Increased funds for library enhancements
- Increased funds for buses
- Increased funds for professional development
- \$5M Increase for the Reading Initiative
- Pre-K - \$23M – to continue to expand AL's world-class Pre-K program
- Strong Start/Strong Finish
- Higher Ed – 3.48% increase across the board for O&M
- Increased scholarships for Math & Science Teachers, dentists & physician assistants

Questions?

www.budget.alabama.gov
