



***TRANSPORTATION,
ECONOMIC DEVELOPMENT AND
ENVIRONMENTAL CONSERVATION***

ADIRONDACK PARK AGENCY

MISSION

The Adirondack Park Agency was established in 1971 to “ensure the optimum overall conservation, protection, development and use of the unique scenic, aesthetic, wildlife, recreational, open space, ecological and natural resources of the Adirondack Park.” The Park itself was created in 1892, and contains six million acres of publicly and privately owned lands.

ORGANIZATION AND STAFFING

The Adirondack Park Agency is governed by an 11-member board, including the Commissioners of Environmental Conservation, Economic Development and the Secretary of State. The other members, five of whom must be Park residents, are nominated by the Governor and confirmed by the Senate. The principal functions of the Agency are:

- Reviewing and issuing permits for private and State land-use projects, consistent with the Adirondack Park State Land Master Plan and the Adirondack Park Private Land Use and Development Plan, and for certain activities on or near fresh water wetlands, pursuant to the 1975 Freshwater Wetlands Act;
- Helping local governments develop land use plans and providing technical expertise; and
- Administering the State’s Wild, Scenic and Recreational River System.

The Adirondack Park Agency’s responsibilities are carried out by the following divisions: Planning, which handles local and regional land use policy issues; Counsel’s Office, which provides legal advice to all Agency functions and oversees jurisdictional determinations and enforcement functions; Regulatory, which performs the Agency’s permitting function; Resource Analysis, which conducts scientific research of the ecology of the Adirondacks; Economic Services, which assists project sponsors in the review process; and Local Government Services, which provides technical expertise and assistance to communities.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$6.3 million All Funds** (\$5.1 million General Fund; \$700,000 Federal funds; \$500,000 Capital Funds) for the Adirondack Park Agency. This reflects a \$338,000 decrease from 2009-10, after adjusting for a new \$500,000 capital gift account, resulting from overall State operations reductions and the closure of the Agency’s two Visitor Interpretative Centers in Newcomb, Essex County, and near Paul Smith’s College in Franklin County. For 2010-11, the Adirondack Park Agency will have a **workforce of 59** positions, 10 fewer than in 2009-10.

The budget will support the Agency’s core regulatory functions and continues to fund the Adirondack Park Local Government Review Board. The Board advises and assists the Agency in carrying out its responsibilities and monitors the implementation of the Adirondack Park Land Use and Development Plan.

ADIRONDACK PARK

PROGRAM HIGHLIGHTS

Since its inception, the Agency has worked to achieve a balance between strong environmental protection and sustainable economic development opportunities for the residents of the Adirondack Park. The Agency's priorities for the future include continued updating of the Agency's rules and regulations, facilitating the development of land use plans by local governments, providing local governments with technical expertise and training, working toward completing Unit Management Plans for the State lands of the Adirondack Park and improving resource data base information to better protect the resources of the Adirondack Park.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	6,157,000	5,819,000	(338,000)	3,373,000
Aid To Localities	0	0	0	0
Capital Projects	0	500,000	500,000	0
Total	6,157,000	6,319,000	162,000	3,373,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
General Fund	69	59	(10)
Total	69	59	(10)

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	5,457,000	5,119,000	(338,000)
Special Revenue Funds - Federal	700,000	700,000	0
Total	6,157,000	5,819,000	(338,000)

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	5,457,000	5,119,000	(338,000)
Special Revenue Funds - Federal	700,000	700,000	0
Total	6,157,000	5,819,000	(338,000)

ADIRONDACK PARK

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	4,736,000	(215,000)	4,620,000	(205,000)
Total	4,736,000	(215,000)	4,620,000	(205,000)

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	110,000	(10,000)	6,000	0
Total	110,000	(10,000)	6,000	0

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	383,000	(123,000)	88,000	(39,000)
Total	383,000	(123,000)	88,000	(39,000)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	37,000	(10,000)	220,000	16,000
Total	37,000	(10,000)	220,000	16,000

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	38,000	(10,000)	0	(80,000)
Total	38,000	(10,000)	0	(80,000)

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Nonpersonal Service	
	Amount	Change	Amount	Change
Administration	700,000	0	700,000	0
Total	700,000	0	700,000	0

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Maintenance & Improvement of Existing Facilities	0	500,000	500,000	0
Fiduciary Funds - Miscellaneous Gifts Account	0	500,000	500,000	0
Total	0	500,000	500,000	0

DEPARTMENT OF AGRICULTURE AND MARKETS

MISSION

The Department of Agriculture and Markets is charged with fostering a competitive and safe New York food and agricultural industry for the benefit of producers and consumers. Over the next year, the Department will continue to carry out its major responsibilities for encouraging the growth and economic health of the State's agricultural and food industry and conducting various inspections and testing programs to enforce laws on food safety, animal and plant health, and accuracy of labeling. The Department will also continue to act to preserve agricultural resources, improve soil and water quality and operate the annual State Fair.

ORGANIZATION AND STAFFING

The Department will have a **workforce of 543** positions in fiscal year 2010-11. The agency is headquartered in Albany and maintains four regional offices located in Buffalo, Syracuse, Rochester and Brooklyn. Approximately 22 percent of the Department of Agriculture and Markets' operating programs are funded by tax dollars from the General Fund and the remaining 78 percent are financed by fees, Federal grants and other funds.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$164.6 million All Funds** (\$40.8 million General Fund; \$47.2 million Special Revenue Fund; \$76.6 Other Funds) for the Department of Agriculture and Markets. This is a decrease of **\$18.2 million All Funds** (\$14.3 million General Fund) from the 2009-10 budget. This change reflects reductions in funding for State operations, local initiatives and capital projects.

Major Budget actions include:

- **Local Assistance Reductions.** Various local assistance appropriations would be reduced or eliminated, including elimination of funding for the Wine and Grape Foundation, New York State Apple Growers, and Farm Viability Institute. Core funding for the Cornell Veterinary Diagnostic Laboratory and Migrant Childcare program would not be impacted.
- **Discontinuation of Farm Products Grading.** Farm products wholesalers would utilize existing private entities to grade products for quality and potential price, rather than have the State provide the service for a nominal fee, which is inadequate to support the Department's expenses. Existing Federal funding for a portion of the program would continue.
- **Reduction of Kosher Enforcement Staffing.** The Kosher Division would reduce staff to reflect diminished responsibility resulting from a previous court decision that limited the State's role in performing religious inspections. Remaining staff would continue ensuring compliance with consumer disclosure laws.
- **Dog Licensing Reform.** The State's role in dog licensing would be eliminated. Municipalities would continue to maintain their own licensing programs, and would keep the State and counties' share of licensing revenues to cover expenses.

AGRICULTURE AND MARKETS

- **Elimination of Grape Genomics Lab Funding.** A capital re-appropriation that had been reserved, but never used, for construction of a grape research lab would be eliminated due to lack of Federal funding. Much of the work that the lab would have done will be handled by existing laboratories.

The Executive Budget recommends \$1.75 million for capital projects to maintain, repair, and rehabilitate the State Fair's 19 major buildings and other structures, and \$2 million for a capital special revenue fund to continue support for development of private partnerships at the State Fair. Funding from the Environmental Protection Fund (EPF) is also provided for Soil and Water Conservation Districts, non-point source pollution control, and farmland protection programs.

The Executive Budget recommends \$13.3 million from the General Fund for local assistance to continue programs which provide valuable services to the State's agricultural community, including continued funding for the Agribusiness Child Development program (Migrant Childcare) and the New York State Veterinary Diagnostic Laboratory. Continued Federal appropriation authority will allow the Department to apply for Federal grants to fund Federal nutrition programs for senior citizens, animal health initiatives and food safety programs, including essential funding for the State Food Laboratory.

PROGRAM HIGHLIGHTS

The Agricultural Business Services program promotes the agricultural economy of the State and fosters the responsible use of resources to preserve agricultural land and the environment. These purposes are carried out through six divisions which:

- Inspect and test livestock, poultry, and plants to control and eradicate diseases which can both cause severe economic losses for farmers and present a public health hazard;
- Oversee the activities of county soil and water conservation districts, direct the agricultural non-point source pollution control and farmland preservation grant programs, establish agricultural districts, administer agricultural product market orders and the Federal Farmers Market Nutrition Program for low-income families and collect and disseminate statistical agricultural information; and
- Exercise a variety of statutorily required activities involving the pricing and marketing of milk and milk products, and the licensing and bonding of milk and farm products dealers.

The Consumer Food Services program ensures that wholesome food products are sold to the consumer and that the industry and the public are protected from fraud, adulteration, or malpractice in the production, processing, transportation, and retailing of food and gasoline, and in the use of measuring devices. In carrying out these purposes, the program:

- Licenses and inspects more than 28,000 businesses that produce, process, manufacture, or distribute food products, registers food represented as kosher and grades farm products;
- Inspects and tests dairy products to enforce laws pertaining to milk and milk product sanitation, and guards against harmful or misrepresented food; and
- Certifies and calibrates weighing and measuring devices and oversees the testing of motor fuels under the Motor Fuel Quality and Clean Air programs.

AGRICULTURE AND MARKETS

STATE FAIR

The Department directs the New York State Fair and Fairgrounds, located in Syracuse. The Fairgrounds, a 365-acre complex, has 19 major exhibit buildings and 107 other structures. It is used for the annual 12-day State Fair, and its facilities are rented year round for various shows and activities. The operating costs of the Fair and Fairgrounds are fully funded from admission, rental and concession fees.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	137,227,000	127,584,000	(9,643,000)	147,383,000
Aid To Localities	41,892,000	33,303,000	(8,589,000)	36,973,400
Capital Projects	3,750,000	3,750,000	0	42,217,000
Total	<u>182,869,000</u>	<u>164,637,000</u>	<u>(18,232,000)</u>	<u>226,573,400</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
General Fund	65	65	0
Agricultural Business Services			
General Fund	175	162	(13)
Special Revenue Funds - Federal	11	11	0
Special Revenue Funds - Other	38	38	0
Fiduciary Funds	5	5	0
Consumer Food Services			
General Fund	103	73	(30)
Special Revenue Funds - Federal	14	14	0
Special Revenue Funds - Other	132	133	1
State Fair			
Enterprise Funds	40	42	2
Total	<u>583</u>	<u>543</u>	<u>(40)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	33,162,000	27,486,000	(5,676,000)
Special Revenue Funds - Federal	29,644,000	29,644,000	0
Special Revenue Funds - Other	48,224,000	47,257,000	(967,000)
Enterprise Funds	24,361,000	21,361,000	(3,000,000)
Fiduciary Funds	1,836,000	1,836,000	0
Total	<u>137,227,000</u>	<u>127,584,000</u>	<u>(9,643,000)</u>

AGRICULTURE AND MARKETS

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	8,067,000	6,742,000	(1,325,000)
Agricultural Business Services			
General Fund	17,499,000	14,203,000	(3,296,000)
Special Revenue Funds - Federal	21,919,000	21,919,000	0
Special Revenue Funds - Other	26,967,000	26,417,000	(550,000)
Fiduciary Funds	1,836,000	1,836,000	0
Consumer Food Services			
General Fund	7,596,000	6,541,000	(1,055,000)
Special Revenue Funds - Federal	7,725,000	7,725,000	0
Special Revenue Funds - Other	21,257,000	20,840,000	(417,000)
State Fair			
Enterprise Funds	24,361,000	21,361,000	(3,000,000)
Total	<u>137,227,000</u>	<u>127,584,000</u>	<u>(9,643,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	5,219,000	(118,000)	5,137,000	(115,000)
Agricultural Business Services	10,696,000	(537,000)	10,266,000	(528,000)
Consumer Food Services	6,310,000	(811,000)	5,854,000	(801,000)
Total	<u>22,225,000</u>	<u>(1,466,000)</u>	<u>21,257,000</u>	<u>(1,444,000)</u>

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	63,000	(2,000)	19,000	(1,000)
Agricultural Business Services	220,000	(5,000)	210,000	(4,000)
Consumer Food Services	90,000	(2,000)	366,000	(8,000)
Total	<u>373,000</u>	<u>(9,000)</u>	<u>595,000</u>	<u>(13,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	1,523,000	(1,207,000)	132,000	(104,000)
Agricultural Business Services	3,507,000	(2,759,000)	228,000	(201,000)
Consumer Food Services	231,000	(244,000)	71,000	(86,000)
Total	<u>5,261,000</u>	<u>(4,210,000)</u>	<u>431,000</u>	<u>(391,000)</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	110,000	(87,000)	1,238,000	(983,000)
Agricultural Business Services	210,000	(193,000)	2,933,000	(2,257,000)
Consumer Food Services	54,000	(61,000)	54,000	(51,000)
Total	<u>374,000</u>	<u>(341,000)</u>	<u>4,225,000</u>	<u>(3,291,000)</u>

Program	Equipment	
	Amount	Change
Administration	43,000	(33,000)
Agricultural Business Services	136,000	(108,000)
Consumer Food Services	52,000	(46,000)
Total	<u>231,000</u>	<u>(187,000)</u>

AGRICULTURE AND MARKETS

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Agricultural Business Services	50,172,000	(550,000)	3,226,000	(92,000)
Consumer Food Services	28,565,000	(417,000)	9,867,000	(225,000)
State Fair	21,361,000	(3,000,000)	6,831,000	82,000
Total	<u>100,098,000</u>	<u>(3,967,000)</u>	<u>19,924,000</u>	<u>(235,000)</u>

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Agricultural Business Services	25,027,000	(458,000)	21,919,000	0
Consumer Food Services	10,973,000	(192,000)	7,725,000	0
State Fair	14,530,000	(3,082,000)	0	0
Total	<u>50,530,000</u>	<u>(3,732,000)</u>	<u>29,644,000</u>	<u>0</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available	Recommended	Change
	2009-10	2010-11	
General Fund	21,892,000	13,303,000	(8,589,000)
Special Revenue Funds - Federal	20,000,000	20,000,000	0
Total	<u>41,892,000</u>	<u>33,303,000</u>	<u>(8,589,000)</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available	Recommended	Change
	2009-10	2010-11	
Agricultural Business Services			
General Fund	21,034,000	13,303,000	(7,731,000)
Special Revenue Funds - Federal	20,000,000	20,000,000	0
Community Projects			
General Fund	858,000	0	(858,000)
Total	<u>41,892,000</u>	<u>33,303,000</u>	<u>(8,589,000)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available	Recommended	Change	Reappropriations
	2009-10	2010-11		2010-11
New Facilities				
Capital Projects Fund - Authority Bonds	0	0	0	40,542,000
State Fair				
Capital Projects Fund	1,750,000	1,750,000	0	1,675,000
Misc. Capital Projects	2,000,000	2,000,000	0	0
Total	<u>3,750,000</u>	<u>3,750,000</u>	<u>0</u>	<u>42,217,000</u>

BANKING DEPARTMENT

MISSION

The Banking Department is charged with protecting the public interest and promoting a desirable business climate by regulating and supervising approximately 2,700 State-chartered banking institutions, and licensees with total assets of approximately \$2.35 trillion. In carrying out this responsibility, the Department approves acquisitions, branch expansions, mergers and other forms of consolidation. It levies fines, orders cessation of unsound financial practices, and replaces management as needed. In addition, the Department is authorized to take possession of failing institutions and to operate or liquidate them for the benefit of depositors and creditors. In exercising this oversight, the Banking Department maintains the highest standards to assure the continued safety and soundness of, and the full public confidence in, the institutions supervised. By dealing decisively with institutions that are not in compliance with banking laws and regulations, or cases of malfeasance, the Department promotes a desirable business climate for all financial institutions operating in New York State.

ORGANIZATION AND STAFFING

The Superintendent of Banks, appointed by the Governor, directs the Department. The Superintendent is also the Chair of the 17-member Banking Board, a quasi-legislative body which regulates the conduct of banking in the State. Members of the Board are appointed by the Governor with the consent of the Senate. They receive travel reimbursement but are not otherwise compensated. The Department maintains offices in Albany, New York City, and Syracuse.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$107 million All Funds** (\$107 million Special Revenue Funds) for the Banking Department, approximately \$200,000 less than last year's level. The Executive Budget recommends a staffing level of **555 FTEs** for the Banking Department, reflecting no change from the 2009-10 Budget.

The Banking Department's operations are primarily funded through assessments charged to regulated financial institutions and organizations. The remainder of the Department's operating budget is derived from fees such as investigation fees paid by entities applying for licensure or State charter. Of the recommended \$107 million, the Department's operating budget totals \$93 million and the remaining \$14 million is an appropriation to support the State Transmitter of Money Insurance Fund which protects moneys that New Yorkers electronically transfer via commercial third parties.

PROGRAM HIGHLIGHTS

To ensure the safety and soundness of banking institutions, the Department monitors these institutions to identify problems and works with management to promptly solve them. This responsibility is carried out through annual on-site examinations of most State-chartered institutions, the regular review of institutional financial reports and periodic site visits.

BANKING

To ensure that State-chartered banking institutions are complying with State laws and regulations and that no individuals are unfairly denied credit, Department employees conduct consumer compliance examinations and resolve consumer complaints. Other staff monitors whether institutions are helping to meet the credit and banking needs of local communities as required by various State laws.

The Department's investigation and prosecution of criminal banking activities protects the public and provides support to institutions that abide by applicable laws and regulations. Lastly, the Department continues to review its internal programs, policies and procedures in order to respond to the changing financial services environment and to promote a strong and healthy financial services industry.

Additionally, the Department is actively engaged with supervised institutions and the regulatory community to bring about subprime lending reform. Pursuant to legislation signed by Governor Paterson in 2008, the Department oversees protections of at risk homeowners. The Holocaust Claims Processing Office, established in 1997, assists Holocaust survivors and their heirs in their search for assets that are held by banks, insurance companies and other institutions. The 2010-11 Executive Budget includes \$1 million in Federal funds in support of this office.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	103,710,000	106,194,000	2,484,000	4,500,000
Aid To Localities	3,500,000	850,000	(2,650,000)	125,000
Capital Projects	0	0	0	0
Total	107,210,000	107,044,000	(166,000)	4,625,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
Special Revenue Funds - Other	58	58	0
Analysis and Compliance			
Special Revenue Funds - Other	35	35	0
Regulation			
Special Revenue Funds - Other	462	462	0
Total	555	555	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Federal	0	1,000,000	1,000,000
Special Revenue Funds - Other	103,710,000	105,194,000	1,484,000
Total	103,710,000	106,194,000	2,484,000

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
Special Revenue Funds - Other	22,851,000	22,896,000	45,000
Analysis and Compliance			
Special Revenue Funds - Other	4,589,000	4,795,000	206,000
Regulation			
Special Revenue Funds - Federal	0	1,000,000	1,000,000
Special Revenue Funds - Other	76,270,000	77,503,000	1,233,000
Total	<u>103,710,000</u>	<u>106,194,000</u>	<u>2,484,000</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	22,896,000	45,000	5,524,000	285,000
Analysis and Compliance	4,795,000	206,000	3,040,000	88,000
Regulation	78,503,000	2,233,000	41,384,700	753,700
Total	<u>106,194,000</u>	<u>2,484,000</u>	<u>49,948,700</u>	<u>1,126,700</u>

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	17,372,000	(240,000)	0	0
Analysis and Compliance	1,755,000	118,000	0	0
Regulation	35,953,300	1,479,300	1,165,000	0
Total	<u>55,080,300</u>	<u>1,357,300</u>	<u>1,165,000</u>	<u>0</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	3,500,000	850,000	(2,650,000)
Total	<u>3,500,000</u>	<u>850,000</u>	<u>(2,650,000)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
Special Revenue Funds - Other	3,500,000	850,000	(2,650,000)
Total	<u>3,500,000</u>	<u>850,000</u>	<u>(2,650,000)</u>

NEW YORK STATE ENERGY RESEARCH AND DEVELOPMENT AUTHORITY

MISSION

The New York State Energy Research and Development Authority (NYSERDA) was established in 1975 to develop and implement new energy technologies, focusing on renewable energy sources and energy conservation.

As part of its central mission, the Authority manages energy research, development and demonstration programs, which are funded by assessments on gas and electric utilities. Projects are selected on a competitive basis to promote applied research on State energy problems.

The Authority administers Federal grant programs which help businesses, schools and hospitals implement energy efficiency measures, and issues tax-exempt bonds on behalf of investor-owned utilities for capital improvements. The Authority also administers the System Benefits Charge, which supports energy programs for low-income consumers, energy efficiency, energy research and development, and environmental protection. In addition, the Authority administers the Renewable Portfolio Standard program, designed to increase the percentage of electricity used by retail customers in the State which is derived from renewable resources.

The Authority also manages the former nuclear fuel reprocessing plant at West Valley in Cattaraugus County and the Saratoga Technology and Energy Park (STEP) in Saratoga County. Currently, NYSERDA has several clean-energy technology companies located at STEP, and is continuing to work toward bringing in other clean-energy technology companies.

ORGANIZATION AND STAFFING

The Energy Research and Development Authority is headed by a 13-member board, consisting of nine members nominated by the Governor with the consent of the Senate and four ex-officio members, which include the commissioners of the departments of Transportation and Environmental Conservation, and the chairs of the Public Service Commission and the Power Authority of the State of New York. All board members serve without compensation.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$35.4 million All Funds** (\$16.2 million Special Revenue Funds; \$19.2 million Capital funds) for the Energy Research and Development Authority. This is an increase of **\$6.3 million** (\$0.6 million Special Revenue Funds; \$5.7 million Capital Funds) from the 2009-10 budget. This change reflects an increase in capital funding for nuclear waste cleanup activities at West Valley, and a continuation of local assistance grant funding reduced during the 2009-10 Deficit Reduction Plan. The Authority's costs at West Valley are largely dictated by a Federal match requirement, and are expected to increase in 2010-11 as a result of increased spending by the Federal government.

ENERGY RESEARCH AND DEVELOPMENT

The Authority is partially funded by assessments on State public utility gross intrastate operating receipts. The 2010-11 budget recommends approximately \$16.2 million in appropriations for the Authority's energy, research and development programs and \$19.2 million for ongoing work at West Valley. The Authority has a workforce of 315.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	6,996,000	6,996,000	0	0
Aid To Localities	8,656,874	9,234,000	577,126	0
Capital Projects	13,500,000	19,247,000	5,747,000	0
Total	29,152,874	35,477,000	6,324,126	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	6,996,000	6,996,000	0
Total	6,996,000	6,996,000	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Research, Development and Demonstration			
Special Revenue Funds - Other	6,996,000	6,996,000	0
Total	6,996,000	6,996,000	0

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Research, Development and Demonstration	6,996,000	0	3,299,000	(629,000)
Total	6,996,000	0	3,299,000	(629,000)

Program	Nonpersonal Service	
	Amount	Change
Research, Development and Demonstration	3,697,000	629,000
Total	3,697,000	629,000

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	8,656,874	9,234,000	577,126
Total	8,656,874	9,234,000	577,126

ENERGY RESEARCH AND DEVELOPMENT

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Research, Development and Demonstration			
Special Revenue Funds - Other	8,656,874	9,234,000	577,126
Total	<u>8,656,874</u>	<u>9,234,000</u>	<u>577,126</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>	<u>Reappropriations 2010-11</u>
Western New York Nuclear Service Center Program				
Capital Projects Fund - Authority Bonds	13,500,000	19,247,000	5,747,000	0
Total	<u>13,500,000</u>	<u>19,247,000</u>	<u>5,747,000</u>	<u>0</u>

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

MISSION

The Department of Environmental Conservation is responsible for conserving, improving and protecting the State's natural resources and environment. The Department also works to control water, land and air pollution in order to enhance the health, safety and welfare of all New Yorkers. In addition, the Department plays a major role in implementing the Environmental Protection Fund, the State's dedicated environmental fund.

ORGANIZATION AND STAFFING

The Department is headed by a commissioner appointed by the Governor. The Department's Central Office is in Albany, with regional offices in Avon, Buffalo, Long Island City, New Paltz, Ray Brook, Schenectady, Stony Brook, Syracuse and Watertown. These regional offices are the operational arms of the Department. Staff in the regional offices review and issue environmental permits for activities regulated by the Department such as the operation of landfills and sewage treatment plants. In addition, these offices ensure compliance with State and Federal environmental statutes, consistent with policy and management direction from program divisions in the Central Office.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$1 billion All Funds** (\$124.2 million General Fund; \$128.4 million Federal funds and \$761.2 million for all other funds) for the Department of Environmental Conservation. This is a decrease of **\$541 million** from the 2009-10 budget, primarily as the result of one-time Federal American Recovery and Reinvestment Act funding and reductions in State operations and capital projects.

The Department will have a workforce of **3,314 positions** in fiscal year 2010-11. This decrease of **54 positions** from 2009-10 levels is due to the impact of the statewide hiring freeze and the Department's approved 2009-10 Spending Reduction Plan. Approximately 35 percent of these positions are paid by State tax dollars, 56 percent are supported by State fees, capital and other revenues and the remaining 9 percent are financed by Federal grants.

General Fund appropriations will finance 23.7 percent of the Department of Environmental Conservation's operations in 2010-11. Fees and license revenues will support 51.5 percent, including the major permitting functions, the hazardous substances bulk storage and oil spill programs and the hazardous waste remedial and enforcement programs. Federal funds will support the remaining 24.8 percent of the Department's budget.

The Environmental Protection Fund (EPF) will provide appropriations of \$143 million, a reduction of \$69 million from 2009-10, to support environmental programs, including farmland preservation, recycling programs, non-point source pollution control projects, and municipal park and waterfront revitalization projects. The EPF is supported primarily by revenues from the real estate transfer tax as well as by the sale or lease of State property, Fund interest earnings and receipts from water withdrawal fees, wetland application permits and pesticide applicator fees.

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The voter-approved Clean Water/Clean Air Bond Act authorizes \$1.75 billion for critical environmental programs in the following categories: Safe Drinking Water Program (\$355 million); Clean Water Program (\$790 million); Solid Waste Projects (\$175 million); Air Quality Projects (\$230 million); and Environmental Restoration Projects (\$200 million).

The Clean Air Fund will continue to provide the resources needed to meet the State's obligations under the Federal Clean Air Act to control stationary and mobile sources of air pollution. The Fund is supported by vehicle emission inspection fees and fees on regulated pollutants emitted by factories, power plants and other stationary source facilities.

General Fund appropriations will support the preservation and maintenance of the State's trails, regional facilities, campgrounds and the 20 percent match required for Federal grants provided through the Clean Water State Revolving Fund. Since 1992-93, the cost of the State match has been reimbursed by proceeds from the sale of bonds issued by the Environmental Facilities Corporation. Principal and interest on the bonds are paid from State taxes.

The 2010-11 Executive Budget provides approximately \$1 billion to support the Department's critical environmental, resource management and recreation programs, including:

- \$120 million to support the refinanced Superfund program to continue the cleanup of inactive hazardous waste sites and to address hazardous substance sites. Recommendations also include \$98.8 million in reappropriated funds from the 1986 Environmental Quality Bond Act to continue work already underway for existing Superfund sites;
- \$143 million in funding from the Environmental Protection Fund to provide resources to address such high priority programs as the continued implementation of the Hudson River Estuary Management Plan, the Hudson River Park and stewardship projects. Other projects funded by the EPF in 2010-11 will include: the Pollution Prevention Institute; local solid waste reduction/recycling and marketing of recycled materials; landfill closure/gas management projects; natural resource damages; local parks and historic preservation grants; local waterfront revitalization projects; non-point source water pollution control projects; farmland protection; funding for soil and water conservation districts; Land Trust Alliance; urban forestry projects; and invasive species grants. In conjunction with a lower 2010-11 EPF appropriation level, real estate transfer tax deposits into the Fund will be reduced by \$67 million from the 2009-10 level. In light of the State's severe fiscal constraints, a moratorium on open space acquisitions is assumed in the Executive Budget.
- The total 1996 Clean Water/Clean Air Bond Act authorization of \$1.75 billion has been appropriated. However, the Executive Budget includes \$50 million in continued Bond Act disbursements in 2009-10 for critical Water Quality, Air, Solid Waste, Brownfield and Safe Drinking Water Projects;
- \$17 million in appropriations to support the abatement of illegal waste tire piles and the development of new markets for waste tires under the Waste Tire Management and Recycling Act of 2003. Additionally, the waste tire fee that supports this program and is set to expire in 2010, is recommended to be extended, and will continue to support the program and other Department solid waste activities;

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- \$5.8 million to implement the New York City Watershed Agreement. These funds will support State enforcement and monitoring efforts in the Watershed and the provision of technical assistance to participating Watershed communities;
- \$177.6 million in new State and Federal funds for the Clean Water State Revolving Fund low-interest loan program to build and rehabilitate municipal sewage treatment facilities;
- \$5 million for the remediation of Onondaga Lake;
- \$49.5 million to support the programs of the Conservation Fund;
- \$16.8 million in new funding for basic capital infrastructure projects to ensure health, safety and compliance with State and Federal laws and environmental requirements, including \$8.3 million for rehabilitation and improvement of State owned facilities;
- \$29.8 million in non-General Fund support for the State's Clean Air programs. New programs began in 1997-98 to control pollution from automobiles and to establish new consolidated permits for major stationary sources of air pollution, and in 1999-2000 to control air pollution from heavy-duty vehicles; and
- \$389.6 million to support the operations of the Department, including a workforce of 3,314 positions.

PROGRAM HIGHLIGHTS

Under both State and Federal law, the Department carries out a wide range of environmental, regulatory, remedial, resource management, outdoor recreation and education programs. These include the protection and management of the State's air, water, mineral and energy resources, as well as the management of both solid and hazardous waste. In this regard, the Department has undertaken expanded responsibilities as part of the State's Homeland Security effort including air and water toxic assessments, hazardous materials monitoring, water infrastructure monitoring and security and other activities to protect public health and safety.

The Department has restructured its operations to eliminate redundant management layers and refocused its attention on the core mission of the Department. Additionally, the regulatory process for issuing environmental permits has been streamlined to simplify requirements while still ensuring that environmental standards are maintained and the State's natural resources are protected.

The Department's functions are divided into the following categories: Natural Resources, Environmental Quality/Remediation and Environmental Enforcement and Regulation.

NATURAL RESOURCES

In addition to its responsibility to protect the State's fish, wildlife and marine resources and habitats, the Fish, Wildlife and Marine program also manages 200,000 acres of Wildlife Management Area Lands, operates 12 fish hatcheries, and maintains more than 300 boat launching and fishing access sites. The primary source of funding for this program is sporting license fees (over \$50 million annually) deposited to the Conservation Fund.

The Lands and Forests program manages more than four million acres of State land under the Department's jurisdiction, including nearly three million acres of State-owned land within the Adirondack and Catskill parks and manages over 690,000 acres of

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conservation easements. The Lands and Forests program also supports statewide urban and community forestry, forest health and other programs to encourage the long-term sustainable management of private forest lands. Revenues from the sale of forest products from State lands help offset program costs. The State Forest Ranger force is charged with firefighting, search and rescue and enforcing rules, regulations and laws on State land.

The Mineral Resources program regulates more than 13,000 active oil and gas wells and oversees the mined land reclamation program. This program is focused on returning land used for mining to a productive use and also performs technical and environmental review of new and 2,200 existing active mines. Further, the Executive Budget includes \$2.5 million in new funding for additional staff to support the potential increase in natural gas drilling, oversight and regulation from Marcellus Shale activity.

The Water program protects and conserves the State's water resources which include 87,000 miles of rivers, 7,900 lakes, 2.4 million acres of fresh water wetlands, and 25,000 acres of tidal wetlands.

The Department also operates 52 campgrounds and seven day-use areas within the Adirondack and Catskill parks, as well as the Belleayre Mountain Ski Center. These recreational facilities serve approximately 1.8 million visits annually, generating over \$14 million in revenue and greatly increasing tourist trade to their host communities. Camping and skiing user fees are intended to fully support facility operations.

ENVIRONMENTAL QUALITY/REMEDIATION

The 1988 Solid Waste Management Act established the State's policies for the management of solid waste, identifying reduction and recycling as the preferred options. The Act required municipalities to implement source separation programs and to prepare Local Solid Waste Management Plans. Also in 1988, the Department of Environmental Conservation established requirements for the construction and operation of solid waste management facilities, such as landfills. Local governments must meet those requirements before the Department will grant an operating permit.

The 1990 amendments to the Federal Clean Air Act imposed new mandates on the State designed to improve air quality. While the cost of complying with the Act is significant, the cost of non-compliance would be more severe. If the Federal Environmental Protection Agency determines that there is a deficiency in New York's clean air programs, then it must apply sanctions if the deficiency is not corrected within 18 months. Sanctions include the withholding of Federal highway funds and the requirement of a two-for-one air pollution emissions offset for new or modified sources of emissions in areas that do not meet Federal air quality standards. The sanction would result in a virtual ban on industrial expansion and would place New York at a severe economic disadvantage with other states.

New York has taken steps to implement a comprehensive stationary source air permit program, a small business assistance program and programs to reduce vehicular emissions and inspect vehicle emission systems. In 1997-98, the State began implementing a decentralized vehicle emission testing system mandated by the Federal Clean Air Act. New York's system is more convenient and less costly to motorists than other federally-approved testing systems, while still reducing air pollution. This decentralized and simpler testing program allows motorists to visit their local automotive service stations to have emissions inspections performed. In addition, the Heavy Duty

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Inspection and Maintenance Program, which is supported by motor vehicle inspection sticker fees, inspects on-road heavy duty diesel vehicles for conformance with emission requirements.

The Department has also established regulations implementing the most aggressive Acid Rain controls on emissions of sulfur dioxide and nitrogen oxide in the country.

The 1986 Environmental Quality Bond Act – commonly known as the State Superfund – made \$1.1 billion available for inactive hazardous waste cleanups, allowing the Department to embark on one of the most ambitious remedial programs in the nation. In response to New York’s actions, responsible parties have committed more than \$4.51 billion for the investigation and remediation of identified inactive hazardous waste sites. This is in addition to the \$1.1 billion in Bond Act funds committed to investigate and remediate 990 hazardous waste sites.

The Department implements the State’s Superfund Program and the Brownfields Cleanup Program to encourage private investment and job creation through liability reform, tax incentives, and a predictable process for cleaning up and redeveloping brownfields. A total of 315 sites have been approved for the Brownfield Cleanup Program, and 64 have been completely cleaned as of December 2009.

The Department has also undertaken significant new initiatives including the most aggressive program in the nation to address the emerging problem of soil vapor intrusion from contaminated sites.

ENVIRONMENTAL ENFORCEMENT AND REGULATION

The Department of Environmental Conservation also enforces and regulates a myriad of activities carried out by businesses, local governments and individuals that can have an impact on the environment and the State’s natural resources.

The Department carries out this responsibility through a variety of regulatory and permitting processes and through ongoing communication with those subject to environmental laws and regulations to ensure that such requirements are understood. The Department uses its Environmental Conservation Officers and Forest Rangers as its frontline to interact directly with the public and the regulated community to ensure compliance with all Department regulations and the initiatives described above.

The Department has enhanced and improved its overall regulatory and enforcement capabilities, including the coordination of enforcement and inspection programs at each of its regional offices. The Department will continue to review its regulatory practices to streamline procedures and eliminate unnecessary requirements, while still ensuring that strict environmental standards are maintained.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	514,808,800	516,209,400	1,400,600	549,655,350
Aid To Localities	2,290,757	1,867,900	(422,857)	10,494,713
Capital Projects	1,038,234,000	495,726,000	(542,508,000)	3,643,649,000
Total	<u>1,555,333,557</u>	<u>1,013,803,300</u>	<u>(541,530,257)</u>	<u>4,203,799,063</u>

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ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10	2010-11	FTE Change
	Estimated FTEs 03/31/10	Estimated FTEs 03/31/11	
Administration			
General Fund	142	129	(13)
Special Revenue Funds - Other	144	143	(1)
Air and Water Quality Management			
General Fund	158	146	(12)
Special Revenue Funds - Federal	165	165	0
Special Revenue Funds - Other	355	371	16
Environmental Enforcement			
General Fund	354	344	(10)
Special Revenue Funds - Other	130	130	0
Fish, Wildlife and Marine Resources			
General Fund	14	12	(2)
Special Revenue Funds - Federal	80	80	0
Special Revenue Funds - Other	300	300	0
Forest and Land Resources			
General Fund	238	238	0
Special Revenue Funds - Federal	10	10	0
Special Revenue Funds - Other	181	181	0
Operations			
General Fund	303	259	(44)
Special Revenue Funds - Other	45	45	0
Rehabilitation and Improvement			
Capital Projects Funds - Other	142	142	0
Solid and Hazardous Waste Management			
General Fund	114	24	(90)
Special Revenue Funds - Federal	50	50	0
Special Revenue Funds - Other	131	233	102
Capital Projects Funds - Federal	7	7	0
Capital Projects Funds - Other	305	305	0
Total	<u>3,368</u>	<u>3,314</u>	<u>(54)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available	Recommended	Change
	2009-10	2010-11	
General Fund	142,018,100	122,380,100	(19,638,000)
Special Revenue Funds - Federal	90,000,000	128,419,000	38,419,000
Special Revenue Funds - Other	282,730,700	265,350,300	(17,380,400)
Internal Service Funds	60,000	60,000	0
Total	<u>514,808,800</u>	<u>516,209,400</u>	<u>1,400,600</u>

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STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	12,434,000	12,142,000	(292,000)
Special Revenue Funds - Other	15,891,600	15,220,000	(671,600)
Internal Service Funds	60,000	60,000	0
Air and Water Quality Management			
General Fund	16,294,000	13,090,000	(3,204,000)
Special Revenue Funds - Federal	21,370,000	78,519,000	57,149,000
Special Revenue Funds - Other	85,636,800	79,841,000	(5,795,800)
Air Resources			
Special Revenue Funds - Federal	9,730,000	8,000,000	(1,730,000)
Construction Management			
Special Revenue Funds - Federal	13,500,000	4,500,000	(9,000,000)
Environmental Enforcement			
General Fund	37,908,900	36,361,000	(1,547,900)
Special Revenue Funds - Other	29,649,500	23,631,000	(6,018,500)
Fish, Wildlife and Marine Resources			
General Fund	9,004,200	4,629,100	(4,375,100)
Special Revenue Funds - Federal	24,000,000	26,000,000	2,000,000
Special Revenue Funds - Other	44,620,000	42,168,300	(2,451,700)
Forest and Land Resources			
General Fund	21,413,000	22,511,000	1,098,000
Special Revenue Funds - Federal	15,000,000	5,000,000	(10,000,000)
Special Revenue Funds - Other	32,544,900	30,707,000	(1,837,900)
Operations			
General Fund	34,300,000	28,622,000	(5,678,000)
Special Revenue Funds - Other	15,633,800	12,342,000	(3,291,800)
Solid and Hazardous Waste Management			
General Fund	10,664,000	5,025,000	(5,639,000)
Special Revenue Funds - Federal	6,400,000	6,400,000	0
Special Revenue Funds - Other	58,754,100	61,441,000	2,686,900
Total	<u>514,808,800</u>	<u>516,209,400</u>	<u>1,400,600</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	11,008,000	118,000	10,459,000	95,000
Air and Water Quality Management	11,546,000	(2,714,000)	11,432,000	(2,720,000)
Environmental Enforcement	28,974,000	(1,266,000)	26,466,000	(1,310,000)
Fish, Wildlife and Marine Resources	2,792,000	(3,890,000)	2,664,000	(3,896,000)
Forest and Land Resources	19,854,000	509,000	18,627,000	494,000
Operations	16,001,000	(3,495,000)	15,354,000	(3,522,000)
Solid and Hazardous Waste Management	4,448,000	(5,465,000)	4,331,000	(5,366,000)
Total	<u>94,623,000</u>	<u>(16,203,000)</u>	<u>89,333,000</u>	<u>(16,225,000)</u>

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	485,000	19,000	64,000	4,000
Air and Water Quality Management	59,000	3,000	55,000	3,000
Environmental Enforcement	15,000	15,000	2,493,000	29,000
Fish, Wildlife and Marine Resources	91,000	4,000	37,000	2,000
Forest and Land Resources	241,000	3,000	986,000	12,000
Operations	532,000	21,000	115,000	6,000
Solid and Hazardous Waste Management	114,000	5,000	3,000	(104,000)
Total	<u>1,537,000</u>	<u>70,000</u>	<u>3,753,000</u>	<u>(48,000)</u>

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STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	1,134,000	(410,000)	238,000	(64,000)
Air and Water Quality Management	1,544,000	(490,000)	446,000	(120,000)
Environmental Enforcement	7,387,000	(281,900)	297,000	(78,000)
Fish, Wildlife and Marine Resources	1,837,100	(485,100)	676,000	(183,000)
Forest and Land Resources	2,657,000	589,000	1,472,000	107,000
Operations	12,621,000	(2,183,000)	1,841,000	(599,000)
Solid and Hazardous Waste Management	577,000	(174,000)	109,000	(29,000)
Total	27,757,100	(3,435,000)	5,079,000	(966,000)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	91,000	(129,000)	712,000	(194,000)
Air and Water Quality Management	43,000	(95,000)	940,000	(263,000)
Environmental Enforcement	27,000	(33,000)	1,225,000	(363,000)
Fish, Wildlife and Marine Resources	50,000	(117,000)	696,000	(187,000)
Forest and Land Resources	40,000	(53,000)	411,000	(112,000)
Operations	256,000	(349,000)	8,588,000	(222,000)
Solid and Hazardous Waste Management	18,000	(22,000)	448,000	(123,000)
Total	525,000	(798,000)	13,020,000	(1,464,000)

Program	Equipment		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	93,000	(23,000)	0	0
Air and Water Quality Management	115,000	(12,000)	0	0
Environmental Enforcement	30,000	(8,000)	5,808,000	200,100
Fish, Wildlife and Marine Resources	57,000	(15,000)	358,100	16,900
Forest and Land Resources	69,000	(18,000)	665,000	665,000
Operations	1,936,000	(1,013,000)	0	0
Solid and Hazardous Waste Management	2,000	0	0	0
Total	2,302,000	(1,089,000)	6,831,100	882,000

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	15,280,000	(671,600)	9,382,000	(67,600)
Air and Water Quality Management	158,360,000	51,353,200	40,093,000	1,484,200
Air Resources	8,000,000	(1,730,000)	4,125,000	125,000
Construction Management	4,500,000	(9,000,000)	2,000,000	180,000
Environmental Enforcement	23,631,000	(6,018,500)	12,496,000	(3,317,500)
Fish, Wildlife and Marine Resources	68,168,300	(451,700)	29,375,000	(270,000)
Forest and Land Resources	35,707,000	(11,837,900)	18,753,000	(108,900)
Operations	12,342,000	(3,291,800)	2,420,000	(660,800)
Solid and Hazardous Waste Management	67,841,000	2,686,900	25,950,000	7,326,900
Total	393,829,300	21,038,600	144,594,000	4,691,300

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	5,898,000	(604,000)	0	0
Air and Water Quality Management	55,117,000	(6,911,000)	63,150,000	56,780,000
Air Resources	3,875,000	(125,000)	0	(1,730,000)
Construction Management	2,500,000	320,000	0	(9,500,000)
Environmental Enforcement	11,135,000	(2,701,000)	0	0
Fish, Wildlife and Marine Resources	34,113,300	(381,700)	4,680,000	200,000
Forest and Land Resources	16,954,000	(1,729,000)	0	(10,000,000)
Operations	9,922,000	(2,631,000)	0	0
Solid and Hazardous Waste Management	41,891,000	(4,640,000)	0	0
Total	181,405,300	(19,402,700)	67,830,000	35,750,000

ENVIRONMENTAL CONSERVATION

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	2,290,757	1,867,900	(422,857)
Total	<u>2,290,757</u>	<u>1,867,900</u>	<u>(422,857)</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Air and Water Quality Management			
General Fund	947,800	936,900	(10,900)
Solid and Hazardous Waste Management			
General Fund	931,000	931,000	0
Community Projects			
General Fund	411,957	0	(411,957)
Total	<u>2,290,757</u>	<u>1,867,900</u>	<u>(422,857)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Marine Resources				
Federal Capital Projects Fund	0	5,700,000	5,700,000	11,238,000
Air Resources - EQBA				
Capital Projects Fund - EQBA (Bondable)	0	0	0	6,346,000
Environmental Quality Bond Act Fund				
Environmental Quality Bond Act Fund - 1986	0	0	0	98,760,000
Water Resources - PWBA				
Capital Projects Fund - PWBA (Bondable)	0	0	0	10,073,000
Solid Waste Management				
Capital Projects Fund	50,000	50,000	0	2,480,000
Capital Projects Fund - Advances	0	0	0	1,250,000
Federal Capital Projects Fund	0	0	0	26,964,000
Environmental Protection and Enhancements				
Environmental Protection Fund	0	0	0	18,927,000
Environment and Recreation				
Environmental Protection Fund	222,000,000	143,000,000	(79,000,000)	805,751,000
Fish and Wildlife				
Capital Projects Fund	1,000,000	1,000,000	0	5,227,000
Federal Capital Projects Fund	1,250,000	3,000,000	1,750,000	3,102,000
Hudson River Habitat Restor. Fund	0	0	0	351,000
Lands and Forests				
Capital Projects Fund	16,800,000	1,300,000	(15,500,000)	34,279,000
Federal Capital Projects Fund	0	0	0	4,831,000
Forest Preserve Expansion Fund	0	0	0	110,000
Water Resources - EQBA				
Capital Projects Fund - EQBA (Bondable)	0	0	0	5,604,000
Air Resources				
Clean Air Fund	0	0	0	3,951,000
Administration				
Capital Projects Fund	4,100,000	600,000	(3,500,000)	12,135,000
Environmental Quality Protection Bond Fund				
Environmental Quality Protection Bond Fund	0	0	0	31,039,000
Clean Water/Clean Air Bond Fund				
Clean Water - Clean Air Bond Fund	0	0	0	332,353,000
Pure Waters Bond Fund				
Pure Waters Bond Fund	0	0	0	25,777,000
Recreation				
Capital Projects Fund	1,000,000	500,000	(500,000)	3,397,000
Cap Proj Fund - DEC Regular (Auth Bonds)	0	0	0	3,957,000

ENVIRONMENTAL CONSERVATION

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Solid Waste Management - EQBA				
Capital Projects Fund - EQBA (Bondable)	0	0	0	9,455,000
Operations				
Capital Projects Fund	20,800,000	11,050,000	(9,750,000)	46,319,000
Cap Proj Fund - DEC Regular (Auth Bonds)	12,000,000	12,000,000	0	36,000,000
Natural Resource Damages Fund	0	0	0	27,298,000
Financial Security Fund	0	0	0	1,139,000
Water Resources				
Capital Projects Fund	3,334,000	2,334,000	(1,000,000)	25,591,000
Capital Projects Fund - Advances	0	0	0	14,019,000
Cap Proj Fund - State Revolving Fund (Auth Bonds)	29,600,000	29,600,000	0	96,633,000
Cap Proj Fund - Onondaga Lake (Auth Bonds)	10,000,000	5,000,000	(5,000,000)	32,001,000
Federal Capital Projects Fund	148,000,000	148,000,000	0	483,164,000
Federal Stimulus	435,000,000	0	(435,000,000)	423,644,000
Air Quality - Clean Water/Clean Air 96				
Capital Projects Fund - 1996 CWA (Bondable)	0	0	0	33,173,000
Clean Water - Clean Water/Clean Air 96				
Capital Projects Fund - 1996 CWA (Bondable)	0	0	0	170,618,000
Solid Waste - Clean Water/Clean Air 96				
Capital Projects Fund - 1996 CWA (Bondable)	0	0	0	8,851,000
Environmental Restoration - Clean Water/Clean Air 96				
Capital Projects Fund - 1996 CWA (Bondable)	0	0	0	102,762,000
Clean Water - Clean Air Implementation				
Clean Water Clean Air Implementation Fund	1,050,000	0	(1,050,000)	7,139,000
Solid and Hazardous Waste Management - EQBA 86				
Capital Projects Fund - EQBA 86 (Bondable)	0	342,000	342,000	87,881,000
Solid and Hazardous Waste Management				
Capital Projects Fund - Advances	0	0	0	34,359,000
Cap Proj Fund - DEC Regular (Auth Bonds)	0	0	0	25,000,000
Hazardous Waste Remedial Fund - Oversight & Assessment	12,250,000	12,250,000	0	107,466,000
Hazardous Waste Remedial Fund - Cleanup	120,000,000	120,000,000	0	423,235,000
Total	<u>1,038,234,000</u>	<u>495,726,000</u>	<u>(542,508,000)</u>	<u>3,643,649,000</u>

ENVIRONMENTAL FACILITIES CORPORATION

MISSION

The Environmental Facilities Corporation (EFC) is a public benefit corporation whose mission is to promote environmental quality by providing low cost financing and technical assistance to municipalities, businesses and State agencies for environmental and public health projects in New York State.

The Environmental Facilities Corporation's largest program is the Clean Water State Revolving Fund (CWSRF). This program, administered jointly with the Department of Environmental Conservation, provides reduced interest rate financing to municipalities for infrastructure projects that control water pollution. EFC, in conjunction with the New York State Department of Health, also administers the Drinking Water State Revolving Fund (DWSRF), which provides reduced interest rate financing and grants to community and private water systems for safe drinking water projects. A Federal grant and corresponding State match provide funding for these programs. The Clean Water/Clean Air Bond Act provides a State match for the DWSRF. Administration of these programs is also supported with a portion of the Federal Capitalization Grant and fees charged on financings.

The Environmental Facilities Corporation also administers other funding programs including the Financial Assistance to Business, Industrial Finance, Pipeline for Jobs, Beginning Farmer, and the Clean Vessel Assistance Program (in conjunction with the Department of Environmental Conservation). In addition, technical assistance is provided through its New York City Watershed Programs and Small Business Environmental Assistance Program.

ORGANIZATION AND STAFFING

A seven-member Board of Directors governs the Corporation. Ex-officio board members include the Commissioner of the Department of Environmental Conservation, who serves as the Board Chair, the Commissioner of the Department of Health, and the Secretary of State. The four remaining board members serve six-year terms and require nomination by the Governor and confirmation by the State Senate. The Board of Directors appoints the Corporation President and Corporate Officers.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$12.7 million** for the Environmental Facilities Corporation. This is a decrease of **\$721,000** from the 2009-10 enacted budget. In addition, State funds are included in the Department of Environmental Conservation and Department of Health's capital budgets for the required match to Federal funding for the CWSRF and DWSRF programs.

The Environmental Facilities Corporation will have a 2010-11 **workforce of 97**, a continuation of the 2009-10 level, while also continuing to support approximately \$3.5 million in staffing at the Department of Environmental Conservation who are assigned administratively to the Corporation.

Corporate operations are funded by:

- Financing fees and annual fees charged to recipients that receive Revolving Fund loans and a portion of State and Federal grants made for the Clean Water and Drinking Water programs; and

ENVIRONMENTAL FACILITIES

- User fees paid by businesses, municipalities, and industrial clients for the Corporation's technical and financial services.

PROGRAM HIGHLIGHTS

The Environmental Facilities Corporation currently administers seven major programs: the two State Revolving Funds, the Industrial Finance Program, Technical Advisory Services, the Clean Water/Clean Air Bond Act's business environmental compliance assistance programs, the Pipeline for Jobs Program and New York Beginning Farmer Loan Program.

In February 2009, President Barack Obama signed the American Recovery and Reinvestment Act (ARRA) that allocated \$520 million to New York State: \$433 million for the CWSRF and \$87 million for the DWSRF. EFC is combining conventional Federal funding with the ARRA allocations to provide benefits to as many eligible projects as possible. Projects that qualify for ARRA funding will receive 50 percent of the project costs as a low-cost loan and the remaining 50 percent as principal forgiveness.

CLEAN WATER STATE REVOLVING FUND PROGRAM

This program was established in 1989 to help municipalities comply with the Federal Clean Water Act by providing low-interest rate financings to build or upgrade water pollution control facilities. Since 1989, the program has received Federal and State appropriations totaling \$3 billion and \$588 million, respectively. The State Revolving Fund has made financings totaling \$14.1 billion to 489 recipients across the State. Interest rates range from as low as zero percent to no more than two-thirds of the market rate. These low-interest rate financings substantially reduce the cost of water pollution control projects for borrowers, making environmental compliance and protection more attainable.

DRINKING WATER STATE REVOLVING FUND PROGRAM

In 1996, Congress enacted Federal legislation authorizing the Drinking Water State Revolving Fund program. This program, modeled after the Clean Water State Revolving Fund program, provides reduced interest rate financings to community and private water systems to finance safe drinking water projects. In cases of financial hardship, funds are also available from the Clean Water/Clean Air Bond Act to make grants for the construction of drinking water facilities. The Drinking Water Program has made loans and grants totaling \$2.6 billion to 334 recipients across the State. Federal funding provided for the Drinking Water State Revolving Fund requires a 20 percent State match. Since 1996, the program has received Federal and State appropriations totaling \$649 million and \$265 million, respectively. The State's share of the Drinking Water State Revolving Fund is provided from the Clean Water/Clean Air Bond Act.

INDUSTRIAL FINANCE PROGRAM

Since 1976, the Industrial Finance Program has provided more than \$2.6 billion in low-interest rate loans to businesses and State agencies for environmental improvement projects. Projects eligible for loans include solid waste management facilities, hazardous

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waste management facilities, and water supply and wastewater management facilities. Loans under the program are financed from the proceeds of special obligation revenue bonds issued by the Corporation.

TECHNICAL ADVISORY SERVICES

The Technical Advisory Services Program advises businesses, industrial clients, State agencies, and municipalities on pollution prevention, waste management, and compliance with environmental laws and regulations. The Corporation also provides fund management and loan and grant servicing to its clients. The Environmental Facilities Corporation addresses such issues as air pollution control and compliance, multi-media waste management, inactive hazardous waste site remediation, water and wastewater management, and solid waste management and landfill closure. This program is funded by fees paid by Corporation clients who contract for these services.

FINANCIAL ASSISTANCE TO BUSINESS

The 1996 Clean Water/Clean Air Bond Act provided \$60 million to assist businesses in achieving compliance with environmental laws and regulations pertaining to air and water quality. The air and water quality programs are funded at \$30 million each and are used to assist businesses in targeted sectors to achieve environmental compliance including procurement of new capital equipment. The Corporation works with village, town, and city governments to identify businesses in need of assistance.

PIPELINE FOR JOBS

The Pipeline for Jobs Program was created in 1999 to provide low-cost loans and financial assistance to municipalities, public utilities, public benefit corporations, and businesses. The purpose of the program is to encourage and support water supply and cold water supply improvement projects which provide an economic development benefit to the State. The recommendation for this program includes \$1.3 million in reappropriations.

NEW YORK BEGINNING FARMER LOAN PROGRAM

The New York Beginning Farmer Loan Program provides low interest loans of up to \$250,000 to individuals for the purchase of agricultural property and equipment. The purpose of this program is to attract and support New York's next generation of farmers.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	13,031,000	12,310,000	(721,000)	0
Aid To Localities	0	0	0	0
Capital Projects	343,000	343,000	0	1,648,000
Total	13,374,000	12,653,000	(721,000)	1,648,000

ENVIRONMENTAL FACILITIES

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

<u>Program</u>	<u>2009-10 Estimated FTEs 03/31/10</u>	<u>2010-11 Estimated FTEs 03/31/11</u>	<u>FTE Change</u>
Administration			
Special Revenue Funds - Other	94	94	0
Clean Water/Clean Air Administration Program			
Capital Projects Funds - Other	3	3	0
Total	<u>97</u>	<u>97</u>	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Special Revenue Funds - Other	13,031,000	12,310,000	(721,000)
Total	<u>13,031,000</u>	<u>12,310,000</u>	<u>(721,000)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	13,031,000	12,310,000	(721,000)
Total	<u>13,031,000</u>	<u>12,310,000</u>	<u>(721,000)</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	12,310,000	(721,000)	7,429,000	(415,000)
Total	<u>12,310,000</u>	<u>(721,000)</u>	<u>7,429,000</u>	<u>(415,000)</u>

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Administration	4,881,000	(306,000)
Total	<u>4,881,000</u>	<u>(306,000)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>	<u>Reappropriations 2010-11</u>
Pipeline for Jobs Program				
Capital Projects Fund - Authority Bonds	0	0	0	1,305,000
Clean Water - Clean Air Implementation				
Clean Water Clean Air Implementation Fund	343,000	343,000	0	343,000
Total	<u>343,000</u>	<u>343,000</u>	<u>0</u>	<u>1,648,000</u>

HUDSON RIVER PARK TRUST

MISSION

The Hudson River Park Trust (the Trust) is a public benefit corporation established in 1998 to design, develop, and maintain the 550-acre Hudson River Park in Manhattan, which extends five miles along the Hudson River waterfront from Battery Park to 59th Street. The Trust is governed by a 13-member board: 5 members appointed by the Governor, 5 by the Mayor of New York City, and 3 by the Manhattan Borough President.

ORGANIZATION AND STAFFING

The Trust is headed by a President and Chief Executive Officer who is appointed by the Board.

BUDGET HIGHLIGHTS

The Executive Budget recommends new funding of **\$3 million** for the Trust to aid in the completion of the remaining segments of the Park. This funding will come from the State Environmental Protection Fund. All Trust administrative activities, including operating costs, are paid directly from a portion of the commercial lease payments and other revenues generated by businesses and activities conducted on the Park property. These receipts are deposited directly to the Trust. The Trust has a **workforce of 58** full time employees.

PROGRAM HIGHLIGHTS

During 2010-11, the Trust will continue the design and construction of the remaining segments of the Park, develop detailed cost estimates, explore alternative sources of funding and continue to oversee capital projects to build the Park.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	0	0	0	0
Aid To Localities	0	0	0	0
Capital Projects	7,000,000	0	(7,000,000)	40,647,000
Total	7,000,000	0	(7,000,000)	40,647,000

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Regional Development				
Capital Projects Fund - Advances	7,000,000	0	(7,000,000)	40,647,000
Total	7,000,000	0	(7,000,000)	40,647,000

INSURANCE DEPARTMENT

MISSION

The Insurance Department, which was established in 1860, is charged with regulating the insurance industry and with balancing the interests of insurance consumers, companies and producers. Specific statutory responsibilities include: approving the formation, consolidation or merger of insurance organizations and all new insurance products; monitoring the financial stability of insurers; overseeing the testing and licensing of agents, adjusters, consultants and insurance intermediaries; and disciplining licensees who violate the Insurance Law or regulations.

ORGANIZATION AND STAFFING

The Insurance Department is headed by a Superintendent who is appointed by the Governor. The Department maintains offices in Albany, New York City and local offices in Mineola, Rochester, Syracuse, Oneonta, Brooklyn and Buffalo. The Department's activities are carried out through three programs: Administration, Regulation and Consumer Services.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$502 million All Funds** (\$52 million General Fund and \$450 million Other Funds) for the Insurance Department. This is a decrease of **\$32 million All Funds** from the 2009-10 budget, reflecting savings achieved through a \$30 million reduction in health insurance subsidy payments made under the Timothy's Law program and \$2 million from net State operations changes.

The Executive Budget recommends a staffing level of **992 FTEs** for the Insurance Department, an increase of **70 FTEs** from the 2009-10 budget. This increased staffing level will allow the Department to hire three classes of examiner trainees and provide staffing to support enhanced oversight of the health care insurance industry. The addition of newly-trained insurance examiners to the Department's staff will allow the Department to perform more onsite examinations. This increase in Department examinations will result in savings to the industry by reducing the number of costlier direct-pay examinations for which insurers contract with outside vendors to perform examinations.

The Insurance Department is funded by assessments on New York State based insurance carriers and company examination fees. These monies fully support the operations of the Department as well as insurance-related operations in other agencies.

PROGRAM HIGHLIGHTS

The Department ensures that insurance companies meet statutory requirements regarding their finances and corporate conduct by monitoring the financial condition of companies and conducting periodic field examinations of insurers. It strives for the fair treatment of policyholders, claimants and the public through the regulation of company claim payments and sales practices, responses to consumer complaints, and the timely review of insurance company denials of coverage. In an effort to maximize Department resources while continuing to maintain strong oversight of the industry, the Department has focused upon areas of higher risk within the industry. As a result of this change in

INSURANCE

emphasis, risk-focused examinations are being incorporated by State insurance regulators, replacing the traditional full scope financial statement verification examinations.

The Department promotes high standards of conduct and competence through testing, oversight, and pre-licensing and continuing education of insurers and agents. It maintains a registry of all licensees, collects fees, and imposes fines related to the revocation of licenses and irregular activities.

Pursuant to the Workers' Compensation Reform Act of 2007, the Department is responsible for developing reforms to expedite claim processing as well as reviewing and reporting on the effectiveness and benefits of the Compensation Insurance Rating Board, developing medical treatment and disability guidelines for injured workers, and evaluating the cost, economic efficiency, and fairness of the workers' compensation system.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	231,100,000	230,566,555	(533,445)	1,023,000
Aid To Localities	303,286,826	271,566,000	(31,720,826)	4,200,000
Capital Projects	0	0	0	0
Total	534,386,826	502,132,555	(32,254,271)	5,223,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
	Administration		
Special Revenue Funds - Other	131	131	0
Consumer Services			
Special Revenue Funds - Other	153	153	0
Regulation			
General Fund	11	11	0
Special Revenue Funds - Other	627	697	70
Total	922	992	70

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	1,801,000	1,792,000	(9,000)
Special Revenue Funds - Federal	150,000	0	(150,000)
Special Revenue Funds - Other	229,149,000	228,774,555	(374,445)
Total	231,100,000	230,566,555	(533,445)

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Administration			
Special Revenue Funds - Other	17,020,000	19,093,511	2,073,511
Consumer Services			
Special Revenue Funds - Other	13,490,000	14,668,668	1,178,668
Regulation			
General Fund	1,801,000	1,792,000	(9,000)
Special Revenue Funds - Federal	150,000	0	(150,000)
Special Revenue Funds - Other	198,639,000	195,012,376	(3,626,624)
Total	<u>231,100,000</u>	<u>230,566,555</u>	<u>(533,445)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service Regular (Annual Salaried)</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation	852,000	(9,000)	852,000	(9,000)
Total	<u>852,000</u>	<u>(9,000)</u>	<u>852,000</u>	<u>(9,000)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Supplies and Materials</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation	940,000	0	60,000	0
Total	<u>940,000</u>	<u>0</u>	<u>60,000</u>	<u>0</u>

<u>Program</u>	<u>Travel</u>		<u>Contractual Services</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation	100,000	0	700,000	0
Total	<u>100,000</u>	<u>0</u>	<u>700,000</u>	<u>0</u>

<u>Program</u>	<u>Equipment</u>	
	<u>Amount</u>	<u>Change</u>
Regulation	80,000	0
Total	<u>80,000</u>	<u>0</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	19,093,511	2,073,511	11,131,573	343,573
Consumer Services	14,668,668	1,178,668	8,677,050	(74,950)
Regulation	195,012,376	(3,776,624)	55,772,548	(1,560,452)
Total	<u>228,774,555</u>	<u>(524,445)</u>	<u>75,581,171</u>	<u>(1,291,829)</u>

<u>Program</u>	<u>Nonpersonal Service</u>		<u>Maintenance Undistributed</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration	7,961,938	1,729,938	0	0
Consumer Services	5,991,618	1,253,618	0	0
Regulation	59,542,539	8,799,539	79,697,289	(11,015,711)
Total	<u>73,496,095</u>	<u>11,783,095</u>	<u>79,697,289</u>	<u>(11,015,711)</u>

INSURANCE

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
General Fund	79,743,000	50,000,000	(29,743,000)
Special Revenue Funds - Other	223,543,826	221,566,000	(1,977,826)
Total	<u>303,286,826</u>	<u>271,566,000</u>	<u>(31,720,826)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Regulation			
General Fund	79,743,000	50,000,000	(29,743,000)
Special Revenue Funds - Other	223,543,826	221,566,000	(1,977,826)
Total	<u>303,286,826</u>	<u>271,566,000</u>	<u>(31,720,826)</u>

NEW YORK STATE JOB DEVELOPMENT CORPORATION

MISSION

The 2010-11 Executive Budget proposes the merger of the Urban Development Corporation (d/b/a Empire State Development Corporation) and the Department of Economic Development into the New York State Job Development Corporation (JDC). This new entity will streamline the currently bifurcated economic development delivery structure to promote growth in the State's traditional economic bases and to ensure that New York emerges as a leader in the knowledge, technology, and innovation-based economy.

The Job Development Corporation will maintain the three principal activities of its predecessor corporation: economic and real estate development; State facility financing; and housing portfolio maintenance.

ECONOMIC AND REAL ESTATE DEVELOPMENT

The Job Development Corporation will provide financial and technical assistance to businesses, local governments, and community-based not-for-profit corporations for economic development and large-scale real estate projects that create and/or retain jobs in New York and reinvigorate distressed areas.

STATE FACILITY FINANCING

The Job Development Corporation will issue bonds to finance the construction and modernization of correctional facilities and other special projects for the State. Debt service on these bonds will continue to be paid from State appropriations to the Urban Development Corporation.

HOUSING PORTFOLIO MAINTENANCE

In the early 1970s, the Urban Development Corporation built 113 large-scale housing developments for low- to middle-income persons. The Corporation also built non-residential civic and industrial properties, including the Niagara Falls Convention Center; the Wards Island Fire Training Center; the Monroe County Fairgrounds; the Ten Eyck Plaza in Albany; and public school facilities in Buffalo, Manhattan, the Bronx, and Brooklyn. Since the mid-1970s, activity in this area has been limited to the monitoring and loan servicing of projects, which the Job Development Corporation will continue.

ORGANIZATION AND STAFFING

Historically, State economic development programs have been administered by the Empire State Development Corporation working in conjunction with the Department of Economic Development. The 2010-11 Executive Budget would consolidate these entities by fully merging the Department and Empire State Development Corporation into the New York State Job Development Corporation. This recommendation will further streamline and improve the delivery of economic development services, eliminate duplicative administrative support and save \$4.7 million in State taxpayer dollars.

JOB DEVELOPMENT

For 2010-11, the Job Development Corporation will be overseen by a chairman who will coordinate statewide operations of the newly created entity. The Corporation will have a **workforce of 406** in 2010-11. This staffing level reflects the transfer of 168 staff from the Department and 238 staff from Empire State Development Corporation. The Corporation will assume the following responsibilities of the Department and Empire State Development Corporation: Tourism, Empire Zones, Minority and Women-owned Business, Linked Deposit, Regulatory Compliance, and International Trade.

OVERSIGHT

The Job Development Corporation will be governed by a eight-member Board of Directors comprising one ex-officio member and seven members appointed by the Governor with the consent of the Senate. The chairman of the Job Development Corporation Board will be selected by the Governor. Board members serve without compensation. Under the Executive Budget proposal, the current Empire State Development Corporation Board will serve as the Job Development Corporation Board.

BUDGET HIGHLIGHTS

The Job Development Corporation will assume responsibility for all economic development programs formerly administered by the Empire State Development Corporation and Department of Economic Development, as well as new initiatives: The Executive Budget recommends **\$103.2 million** for the Job Development Corporation in 2010-11, a decrease of **\$74.6 million** from the affected agencies' comparable funding levels in 2009-10. This net change primarily reflects new funding to support a Small Business Revolving Loan Fund, reduced funding for operations, the transfer of administration of the Centers of Excellence program to the Foundation for Science, Technology and Innovation, and elimination of one-time capital appropriations.

In 2010-11, the Job Development Corporation's activities will be funded through a combination of State General Fund appropriations and corporate revenues generated by corporation-owned residential and non-residential properties and by its financing programs. Major budget actions and initiatives to be overseen by the JDC include:

- **Excelsior Jobs Program:** The 2010-11 Executive Budget would create a new program named the *Excelsior Jobs Program*. This program will offer a package of tax credits for selected firms in targeted industries that create and maintain at least 50 net new jobs in New York for five years. The tax credits, each of which is fully refundable, include the following:
 - Excelsior New Jobs Tax Credit: Firms would be eligible to receive between \$2,500 and \$10,000 per new job to cover a portion of the associated payroll cost.
 - Excelsior Investment Tax Credit (ITC): Firms would be eligible for a two percent return of total qualified investments.
 - Excelsior Research and Development (R&D) Tax Credit: Firms would be eligible for a ten percent credit for new investments based on the Federal R&D credit.

- **Small Business Revolving Loan Fund:** \$25 million is provided for capital loans to support the growth of small businesses. The Governor’s Small Business Task Force initially proposed the creation of a small businesses revolving loan fund. The fund will target minorities, women and other disadvantaged New Yorkers who have difficulty accessing regular credit markets;
- **New Technology Seed Fund:** \$25 million is provided to help University-based entrepreneurs transform research and innovation to marketable products that generate revenue and employment. This fund will help institutions of higher learning expand their research, strengthen their partnerships with the business community and advance their work toward commercialization. This initiative will put New York on par with states like Pennsylvania, California, Maryland and Texas that directly support entrepreneurial activity to result in job creation.
- **Economic Development Initiatives:** Over \$43 million is provided for economic development initiatives, including: the Empire State Economic Development Fund; Minority- and Women-Owned Business Development and Lending programs; the Urban and Community Development Program; the Entrepreneurial Assistance Program; and the retention of professional football in Western New York. Existing resources will also be made available to support the Manufacturing Legacy Program, a partnership between the State and regional business organizations to re-purpose abandoned industrial facilities. In 2010-11, the operation and development of the Centers of Excellence and other high technology research centers will be transferred to the Foundation for Science, Technology and Innovation;
- **Tourism Promotion Programs:** \$10.6 million is made available for tourism promotion efforts, including “I ♥ NY” tourism advertising, Tourism Matching Grants and Explore New York. State spending will be augmented by securing additional resources and coordinating regional advertising campaigns with private and non-State entities. This is a combined decrease of \$3.5 million from the 2009-10 budget;
- **International Trade:** \$2.7 million, an increase of \$1.2 million from the 2009-10 budget, is provided to attract international investment to New York State, and increase export sales to foreign countries;
- **Economic Development Capital:** The Executive Budget implements a multi-agency Capital Reduction Program that will ensure sufficient debt capacity for future investments and reduce projected growth in the State’s debt burden. Economic Development capital programs will achieve \$317 million of projected spending reductions over a five year period as a component of this initiative. The savings actions will include aligning economic development spending to actual project needs, requiring implementing agencies to carefully manage the pace of project commitments and spending, and eliminating funding for dormant projects;
- **Continuing support of specific projects:** The Executive Budget maintains over \$3.8 billion in capital funding from reappropriations for initiatives that are facilitating economic growth in New York: \$1.36 billion is provided for continued support of various economic development and regional initiatives including high technology initiatives, a statewide competitive grant program administered by the Corporation, and specific downstate regional initiatives and upstate city-by-city projects; and over \$2.5 billion is provided for continued support of an international computer chip research and development center, capital improvements at Governor’s Island, redevelopment at the Harriman Research and

JOB DEVELOPMENT

Technology Park, and specific economic development, cultural facilities, university development, environmental, and energy projects administered by the Corporation and DASNY, including \$650 million for the construction of the GlobalFoundries facility in Upstate New York and \$300 million for the Restore NY Communities Initiative; and

- **Operations:** \$16.7 million is budgeted to support the Job Development Corporation's operations and administration of State economic development programs.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	5,570,000	4,765,000	(805,000)	26,040,000
Aid To Localities	72,194,500	73,441,000	1,246,500	355,263,000
Capital Projects	100,000,000	25,000,000	(75,000,000)	3,772,223,000
Total	177,764,500	103,206,000	(74,558,500)	4,153,526,000

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Federal	1,000,000	1,000,000	0
Special Revenue Funds - Other	4,570,000	3,765,000	(805,000)
Total	5,570,000	4,765,000	(805,000)

Adjustments:

Transfer(s) From	
Economic Development, Department of	
Special Revenue Funds - Federal	(1,000,000)
Special Revenue Funds - Other	(4,570,000)
Appropriated 2009-10	<u>0</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Economic Development			
Special Revenue Funds - Federal	1,000,000	1,000,000	0
Special Revenue Funds - Other	4,570,000	3,765,000	(805,000)
Total	5,570,000	4,765,000	(805,000)

JOB DEVELOPMENT

**STATE OPERATIONS - OTHER THAN GENERAL FUND AND OFFSET FUNDS
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Economic Development	4,765,000	(805,000)	279,000	(6,000)
Total	<u>4,765,000</u>	<u>(805,000)</u>	<u>279,000</u>	<u>(6,000)</u>

Program	Nonpersonal Service	
	Amount	Change
Economic Development	4,486,000	(799,000)
Total	<u>4,486,000</u>	<u>(799,000)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	72,194,500	73,441,000	1,246,500
Total	<u>72,194,500</u>	<u>73,441,000</u>	<u>1,246,500</u>

Adjustments:

Transfer(s) From	
Economic Development, Department of	
General Fund (State Operations)	(32,895,000)
General Fund	(6,445,500)
Appropriated 2009-10	<u>32,854,000</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Economic Development			
General Fund	66,268,000	73,441,000	7,173,000
Community Projects			
General Fund	5,926,500	0	(5,926,500)
Total	<u>72,194,500</u>	<u>73,441,000</u>	<u>1,246,500</u>

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Regional Development				
Capital Projects Fund - Authority Bonds	0	0	0	710,695,000
Cap Proj Fund - CEFAP (Direct Auth Bonds)	0	0	0	425,000,000
AMD Direct (Direct Auth Bonds)	0	0	0	150,000,000
Economic Development				
Capital Projects Fund - Authority Bonds	100,000,000	25,000,000	(75,000,000)	1,697,973,000
Cap Proj Fund - Stadium (Auth Bonds)	0	0	0	11,533,000
Cap Proj Fund - Downtown Buffalo (Auth Bonds)	0	0	0	27,022,000
AMD Direct (Direct Auth Bonds)	0	0	0	500,000,000
Misc. Capital Projects	0	0	0	250,000,000
Total	<u>100,000,000</u>	<u>25,000,000</u>	<u>(75,000,000)</u>	<u>3,772,223,000</u>

DIVISION OF THE LOTTERY

MISSION

In 1966, New Yorkers approved a constitutional amendment to authorize a State Lottery in support of education. The Division of the Lottery raises revenue through the sale and marketing of Lottery games.

ORGANIZATION AND STAFFING

The Division of the Lottery is an independent unit of the Department of Taxation and Finance, whose Commissioner appoints the Director of the Lottery. The Division maintains a central office in Schenectady, regional offices in Buffalo, Syracuse, New York City and Long Island, a satellite office in Fishkill to serve the Hudson Valley, and a claims center in Rochester. Marketing sales representatives are assigned to the regional offices around the State, and recruit and support point-of-sale retailers, which include convenience stores, newsstands, supermarkets, restaurants and bowling centers.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$95 million All Funds** (\$95 million Other Funds) for the Division of the Lottery. This is a decrease of **\$22 million in All Funds** (\$22 million Other Funds) from the 2009-10 budget, primarily reflecting achieved savings in nonpersonal services expenditures. Lottery was able to achieve reductions through a successful contract negotiation with their full service contractor who provides services for both draw and instant games.

The Executive Budget recommends a staffing level of **329 FTEs** for the Division of the Lottery, which is at the same level as in 2009-10. This flat level reflects the impact of the statewide hiring freeze, implemented by the Executive in July of 2008. Selective hiring will continue for positions that will enable Lottery to advance its goal of maximizing revenue for education.

The Division of the Lottery currently invests funds to pay annuity payments to prize holders in low yielding Treasury strips. The current investment market provides an opportunity to sell Treasury strips and purchase a portfolio of higher-yielding taxable municipal bonds that will provide the same cash flow needed to match existing prize winner obligations at a lower cost. This re-investment strategy will allow the Lottery to provide an additional \$50 million to support education in 2010-11 while maintaining a secure portfolio of investments to pay future prize liabilities.

The Executive Budget proposes legislation that will eliminate the sunset of Quick Draw and certain restrictions on the game, and eliminate restrictions on VLT hours.

PROGRAM HIGHLIGHTS

The Division of the Lottery sells games through 17,000 licensed retailers and eight licensed video gaming facilities across New York State. The Lottery offers three distinct products: 1) Draw games, such as Numbers, Win 4, Pick 10, Take 5, Quick Draw, Lotto, Sweet Million, Mega Millions, and Powerball, 2) Instant scratch-off games, and 3) Video Lottery games.

Draw games are conducted multiple times per day, daily, or twice weekly, depending on the game. Players try to win prizes by matching their selected numbers to those drawn

LOTTERY

by the Lottery. Quick Draw, first introduced in 1995, draws random numbers electronically on a central computer system every four minutes. Quick Draw is displayed at approximately 3,800 licensed retailers statewide, such as restaurants, OTB's, and bowling centers. Pursuant to legislation enacted in 2001, the Lottery entered into an agreement with nine other states to create the multi-state Lottery game called Mega Millions. Mega Millions first drawing in New York occurred on May 17, 2002. Currently, 12 states participate in Mega Millions including New York, California, Georgia, Illinois, Maryland, Massachusetts, Michigan, New Jersey, Ohio, Texas, Virginia, and Washington. In 2009-10, the Mega Millions consortium reached an agreement with the Multi-State Lottery Association (MUSL) to cross-sell Mega Millions and Powerball, allowing New York to sell the Powerball game and expanding the number of states offering each game to approximately 45. Powerball will be offered for the first time in New York in February 2010.

Instant scratch-off games are played by instantly revealing pre-selected characters and prizes on a game ticket. Instant games have contributed significantly to the growth of Lottery revenues. The Lottery will market approximately 40 new Instant games during 2010-11, with ticket prices ranging from \$1 to \$30.

Video Lottery games are played on video lottery terminals (VLTs) which interact with a central gaming system. Video lottery gaming was authorized in 2001 by legislation enacted to broaden the Lottery gaming opportunities in New York State. This legislation permitted the installation of VLTs at horse racing facilities across the State. Eight racetracks currently offer video lottery gaming: Batavia Downs Casino, Fairgrounds Gaming & Raceway, Finger Lakes Gaming & Racetrack, Monticello Casino & Raceway, Saratoga Gaming & Raceway, Tioga Downs Casino, Vernon Downs Casino, and Empire City Casino at Yonkers Raceway.

The 2010-11 Executive Budget provides funds necessary for the Lottery to administer, operate, and market traditional Lottery games for the coming fiscal year. The 2010-11 Executive Budget also provides the necessary funding for the video lottery program's continued operation and implementation.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	117,552,101	95,310,700	(22,241,401)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	117,552,101	95,310,700	(22,241,401)	0

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration of the Lottery Program			
Special Revenue Funds - Other	307	307	0
Administration of the VLT Program			
Special Revenue Funds - Other	22	22	0
Total	329	329	0

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Special Revenue Funds - Other	117,552,101	95,310,700	(22,241,401)
Total	<u>117,552,101</u>	<u>95,310,700</u>	<u>(22,241,401)</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Administration of the Lottery Program			
Special Revenue Funds - Other	106,142,013	84,476,800	(21,665,213)
Administration of the VLT Program			
Special Revenue Funds - Other	11,410,088	10,833,900	(576,188)
Total	<u>117,552,101</u>	<u>95,310,700</u>	<u>(22,241,401)</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration of the Lottery Program	84,476,800	(21,665,213)	20,087,700	(711,997)
Administration of the VLT Program	10,833,900	(576,188)	2,664,000	150,621
Total	<u>95,310,700</u>	<u>(22,241,401)</u>	<u>22,751,700</u>	<u>(561,376)</u>

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Administration of the Lottery Program	64,389,100	(20,953,216)
Administration of the VLT Program	8,169,900	(726,809)
Total	<u>72,559,000</u>	<u>(21,680,025)</u>

METROPOLITAN TRANSPORTATION AUTHORITY

MISSION

The Metropolitan Transportation Authority (MTA) is responsible for operating, maintaining and improving public transportation in the Metropolitan Commuter Transportation District consisting of New York City and Dutchess, Nassau, Orange, Putnam, Rockland, Suffolk and Westchester counties. The Authority oversees the operations of the bus and subway systems in New York City, commuter railroads in the region, and seven bridges and two tunnels in New York City. This oversight includes general policy direction and development and financing of the operating and capital programs.

The Authority is comprised of three independent entities: The Metropolitan Transportation Authority, MTA New York City Transit and MTA Bridges and Tunnels. The Metropolitan Transportation Authority has six subsidiaries: MTA Staten Island Rapid Transit, MTA Long Island Rail Road, MTA Long Island Bus, MTA Metro North Railroad, MTA Bus and MTA Capital Construction. MTA New York City Transit, which operates the New York City subway and bus systems, has one subsidiary: MTA Manhattan and Bronx Surface Transit.

ORGANIZATION AND STAFFING

Each of the three independent entities mentioned above is governed by its own Board, although by law membership on each Board is identical. There are 17 board members, each nominated by the Governor and confirmed by the Senate. Four members are nominated from a list provided by the Mayor of the City of New York and one each from lists prepared by the seven county executives in the Metropolitan Commuter Transportation District. The remaining six members are appointed directly by the Governor, with one serving as Board Chair. In 2009 there were two non-voting members on the Board, for a total of 19 members. The provision of law that authorized these non-voting members sunset on January 1, 2010.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$1.1 billion All Funds** (\$1.1 billion from the General Fund) for the MTA capital program from reappropriations of the Rebuild and Renew New York Bond Act of 2005. This funding was approved by voters in November 2005 and provided a total of \$1.45 billion of capital to the MTA from SFY 2005-06 to SFY 2009-10. The Executive Budget also includes contingent appropriations worth **\$2.2 billion All Funds** (\$2.2 billion from Other Funds) for the MTA. These contingent appropriations are from the Dedicated Mass Transportation Trust Fund and the MTA Support Program Fund, and are used to ensure continuation of aid payments to the MTA in the event of temporary non-appropriation due to a late budget for the subsequent fiscal State year.

Within the Department of Transportation budget, the Executive Budget recommends \$3.9 billion in aid to the MTA, an increase of \$160.6 million over the final 2009-10 appropriation level. This increase is primarily the result of the full annualization of new dedicated revenue sources enacted in May 2009 and the non-recurrence of 2009-10 Deficit Reduction Plan actions, offset by revenue deterioration of traditional dedicated sources.

METROPOLITAN TRANSPORTATION

PROGRAM HIGHLIGHTS

MTA NEW YORK CITY TRANSIT AND MTA COMMUTER RAILROADS

The Metropolitan Transportation Authority provides 24 hour-a-day transit and commuter services in the New York City metropolitan region. Its subway system is the largest in the nation and one of the largest in the world. MTA New York City Transit operates approximately 230 local and express bus routes throughout New York City. Complementing this service are additional bus routes in Nassau County provided by MTA Long Island Bus. MTA Long Island Rail Road and MTA Metro North Railroad, the two largest commuter rail systems in the nation, provide transportation for travelers entering New York City from outlying suburban areas in New York State and Connecticut. Over two and a half billion passengers ride the subways, buses and commuter rail systems each year.

MTA BRIDGES AND TUNNELS

MTA Bridges and Tunnels, the largest toll system in the nation serving 300 million vehicles annually, operates nine intra-city bridges and tunnels in New York City: Triborough Bridge, Bronx-Whitestone Bridge, Henry Hudson Bridge, Marine Parkway-Gil Hodges Bridge, Cross Bay Veterans' Memorial Bridge, Throgs Neck Bridge, Verrazano-Narrows Bridge, Queens-Midtown Tunnel and Brooklyn Battery Tunnel. It also provides financing for MTA New York City Transit's and the commuter railroads' capital programs. In addition, MTA Bridges and Tunnels is required by law to transfer surplus revenues to MTA New York City Transit and the commuter railroads to support their operations.

OTHER SUBSIDIARIES

In July 2003, the MTA created the MTA Capital Construction Company, which has the ability to manage, design and effectuate the system expansion projects of all the MTA agencies. The other subsidiaries – MTA Staten Island Rapid Transit, MTA Long Island Bus, and MTA Manhattan and Bronx Surface Transit – provide regional transportation services. MTA Staten Island Rapid Transit operates transit services on Staten Island. MTA Manhattan and Bronx Surface Transit, in conjunction with MTA New York City Transit, provide bus service within New York City, primarily to passengers traveling within a particular borough or as a feeder service to the subway. In September 2004, the MTA Board created the MTA Bus Company. Pursuant to an agreement with the City of New York, the MTA has assumed operation of bus service in the areas previously serviced by the City-franchised private bus lines. Specifically, the MTA is now responsible for all aspects of service delivery; the City of New York will pay to the MTA the difference between the actual cost of operations and all revenues. MTA Bus now operates the 11th largest bus fleet in North America.

MTA Long Island Bus provides bus service to Nassau County, western Suffolk County and eastern Queens County, connecting these areas to MTA Long Island Rail Road's stations and New York City Transit's subway stations. The Metropolitan Transportation Authority is responsible for the operation and general oversight of MTA

METROPOLITAN TRANSPORTATION

Long Island Bus. Nassau County is financially responsible for MTA Long Island Bus' operating costs that are over and above those supported by fares and by Federal and State assistance.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	0	0	0	0
Aid To Localities	633,654,000	2,253,300,000	1,619,646,000	0
Capital Projects	82,000,000	0	(82,000,000)	1,154,000,000
Total	<u>715,654,000</u>	<u>2,253,300,000</u>	<u>1,537,646,000</u>	<u>1,154,000,000</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	633,654,000	2,253,300,000	1,619,646,000
Total	<u>633,654,000</u>	<u>2,253,300,000</u>	<u>1,619,646,000</u>

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Dedicated Tax			
Special Revenue Funds - Other	633,654,000	621,300,000	(12,354,000)
Metropolitan Transportation Authority Support Program			
Special Revenue Funds - Other	0	1,632,000,000	1,632,000,000
Total	<u>633,654,000</u>	<u>2,253,300,000</u>	<u>1,619,646,000</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Mass Transportation and Rail Freight Metropolitan Transportation Authority Capital Projects Fund - Advances	0	0	0	36,000,000
Urban and Commuter Mass Transportation Bondable Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	82,000,000	0	(82,000,000)	1,118,000,000
Total	<u>82,000,000</u>	<u>0</u>	<u>(82,000,000)</u>	<u>1,154,000,000</u>

DEPARTMENT OF MOTOR VEHICLES

MISSION

The mission of the Department of Motor Vehicles (DMV) is to administer the motor vehicle laws, provide quality customer service, promote traffic safety, protect consumers, verify identities, issue secure documents, provide information services, protect the privacy of personal information, and collect revenues for the benefit of the people of the State.

ORGANIZATION AND STAFFING

Under the direction of the Commissioner, the Department operates from its main office in Albany (Empire State Plaza) and from three regional headquarters in Albany, Long Island and New York City. The Department also operates 27 district and branch offices, which issue licenses and registrations. In addition, County Clerk offices act as DMV agents at 101 locations throughout the State.

Dedicated funds and fees, including a portion of traffic violation fines in certain localities, support approximately 99 percent of the Department's positions. The remaining 1 percent is funded with Federal grants.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$356 million All Funds (\$356 million Other Funds)** for the Department of Motor Vehicles. This is a decrease of **\$4 million All Funds (\$4 million Other Funds)** from the 2009-10 budget. This net change reflects the fully annualized value of a workforce reduction plan and overall State operations reductions, offset by increases due to collective bargaining agreements and fringe benefit rates. The Executive Budget recommendations also include an increase of \$1.4 million of Federal funds due to a projected increase in grants to the Governor's Traffic Safety Committee.

The Dedicated Highway and Bridge Trust Fund, supported primarily by revenues from motor vehicle fees and highway use and motor fuel taxes, will fund \$217.8 million, or 61 percent of DMV's budget. The balance is financed by Federal funds and special revenue funds supported by various fees and fines.

The Executive Budget recommends a staffing level of **2,809 FTEs** for the Department of Motor Vehicles; a **decrease of 3** from the revised 2009-10 year-end estimate of 2,812 and a decrease of 93 FTEs from the Enacted 2009-10 level of 2,902.

The Executive Budget also reflects the Governor's decision to eliminate the requirement that vehicle owners obtain new license plates upon re-registration, previously scheduled to begin April 1st, 2010.

PROGRAM HIGHLIGHTS

CUSTOMER SERVICE

DMV issues drivers licenses and vehicle registrations, collects more than \$1.7 billion in revenue for the State and localities, monitors driver training and enforces the directives of local magistrates and departmental referees. State offices are also responsible for

MOTOR VEHICLES

conducting road tests and maintaining enforcement sections that issue conditional and restricted use licenses and handle other suspension and revocation activities. The Department of Motor Vehicles served more than 20 million customers last year.

The Department also adjudicates traffic violations at 11 locations in New York City and several other jurisdictions across the State. This allows local judges and criminal courts to dedicate their activities to criminal matters. This program is funded entirely by fines collected from violators. After State operating expenses are deducted, remaining funds are returned to the jurisdictions where the violations occurred.

The Department continues to enhance its website to provide customers an alternative means for transacting Department business. Through the convenience of personal computers, more than two million transactions per year are processed via the DMV website. Through the Internet, customers can renew registrations and drivers licenses, order personalized and custom plates, order duplicate titles, registrations and licenses, plead and pay Traffic Violations Bureau (TVB) tickets, obtain accident reports, and if requested, post insurance proof. Customers can also check the status of plate or title orders, schedule road tests, pay certain fines, and obtain information and instructions from DMV's Right Now Web knowledge base. Businesses with secure access can order supplies of inspection stickers and post lien information.

VEHICLE AND DRIVER SAFETY

Highway safety policies have resulted in reductions in fatalities and serious injuries on our roads. Contributing to this success have been new enforcement and educational efforts by State, local and non-profit agencies, including a statewide crackdown to stop those who drink and drive or engage in aggressive driving, initiatives to promote proper child safety seat usage and the statewide Click It or Ticket enforcement campaign, which has increased seatbelt usage to nearly 90 percent. These efforts have resulted in New York State's roadways being some of the safest in the nation.

DMV vehicle safety activities include: licensing and monitoring safety and emissions inspection stations; registering auto repair shops, dealers, transporters and dismantlers; and certifying vehicle inspectors, junk and salvage businesses and automotive body damage estimators.

Driver safety initiatives include implementation and oversight of educational or rehabilitative programs for motorists convicted of alcohol or drug related driving offenses, the point insurance reduction program and pre-licensing courses. DMV also licenses and monitors driving schools and instructors.

FIELD INVESTIGATION AND AUDIT

One of the Department's major functions is to issue credentials that establish the identity and license status of drivers, the ownership of vehicles and boats, and the authenticity of auto-related businesses. External investigation activities focus on stolen automobiles, odometer fraud, fraudulent identity and motor vehicle documents, and complaints regarding unlicensed and suspended drivers.

MOTOR VEHICLES

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	119,562,000	117,740,000	(1,822,000)	45,173,000
Aid To Localities	19,540,000	20,410,000	870,000	40,540,000
Capital Projects	220,435,000	217,842,000	(2,593,000)	2,500,000
Total	<u>359,537,000</u>	<u>355,992,000</u>	<u>(3,545,000)</u>	<u>88,213,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administrative Adjudication			
Special Revenue Funds - Other	422	422	0
Clean Air			
Special Revenue Funds - Other	259	258	(1)
Compulsory Insurance			
Special Revenue Funds - Other	200	188	(12)
Governor's Traffic Safety Committee			
Special Revenue Funds - Federal	18	18	0
Transportation Safety			
Special Revenue Funds - Other	2	3	1
Transportation Support			
Capital Projects Funds - Other	1,911	1,920	9
Total	<u>2,812</u>	<u>2,809</u>	<u>(3)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Federal	15,860,000	16,390,000	530,000
Special Revenue Funds - Other	93,202,000	89,850,000	(3,352,000)
Internal Service Funds	10,500,000	11,500,000	1,000,000
Total	<u>119,562,000</u>	<u>117,740,000</u>	<u>(1,822,000)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
Special Revenue Funds - Other	1,400,000	1,400,000	0
Internal Service Funds	10,500,000	11,500,000	1,000,000
Administrative Adjudication			
Special Revenue Funds - Other	44,818,000	45,272,000	454,000
Clean Air			
Special Revenue Funds - Other	25,488,000	25,595,000	107,000
Compulsory Insurance			
Special Revenue Funds - Other	18,190,000	15,586,000	(2,604,000)
Governor's Traffic Safety Committee			
Special Revenue Funds - Federal	15,860,000	16,390,000	530,000
Transportation Safety			
Special Revenue Funds - Other	3,306,000	1,997,000	(1,309,000)
Total	<u>119,562,000</u>	<u>117,740,000</u>	<u>(1,822,000)</u>

MOTOR VEHICLES

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	12,900,000	1,000,000	0	0
Administrative Adjudication	45,272,000	454,000	23,056,000	(444,000)
Clean Air	25,595,000	107,000	14,645,000	(405,000)
Compulsory Insurance	15,586,000	(2,604,000)	8,996,000	(704,000)
Governor's Traffic Safety Committee	16,390,000	530,000	526,000	0
Transportation Safety	1,997,000	(1,309,000)	270,000	(5,000)
Total	117,740,000	(1,822,000)	47,493,000	(1,558,000)

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	12,900,000	1,000,000	0	0
Administrative Adjudication	22,216,000	898,000	0	0
Clean Air	10,950,000	512,000	0	0
Compulsory Insurance	6,590,000	(1,900,000)	0	0
Governor's Traffic Safety Committee	322,470	(15,030)	15,541,530	545,030
Transportation Safety	1,727,000	(1,304,000)	0	0
Total	54,705,470	(809,030)	15,541,530	545,030

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available	Recommended	Change
	2009-10	2010-11	
Special Revenue Funds - Federal	19,540,000	20,410,000	870,000
Total	19,540,000	20,410,000	870,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available	Recommended	Change
	2009-10	2010-11	
Governor's Traffic Safety Committee			
Special Revenue Funds - Federal	19,540,000	20,410,000	870,000
Total	19,540,000	20,410,000	870,000

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Comprehensive Construction Program	Available	Recommended	Change	Reappropriations 2010-11
	2009-10	2010-11		
Transportation Support				
Dedicated Highway and Bridge Trust Fund	220,435,000	217,842,000	(2,593,000)	2,500,000
Total	220,435,000	217,842,000	(2,593,000)	2,500,000

OLYMPIC REGIONAL DEVELOPMENT AUTHORITY

MISSION

In 1980, Lake Placid and the surrounding areas hosted the Winter Olympic Games. The following year, the Olympic Regional Development Authority was established to create and administer a post-Olympic program for the Lake Placid facilities. These facilities include: the Olympic Ice Center; the Olympic Speedskating Oval; the Whiteface Mountain Ski Area and Veterans' Memorial Highway; the Mt. Van Hoevenberg Complex that includes bobsled and luge runs, cross-country ski trails and a biathlon range; the Olympic Ski Jumping Complex; and the U.S. Olympic Training Center. In 1984, the Olympic Regional Development Authority's responsibility expanded to include the management of the Gore Mountain Ski Center in North Creek, Warren County.

ORGANIZATION AND STAFFING

The Authority is governed by a ten-member Board of Directors, consisting of the commissioners of Economic Development, Environmental Conservation, Parks and seven other members appointed by the Governor and confirmed by the Senate. The Governor selects one member as Chair. Board members serve without compensation.

BUDGET HIGHLIGHTS

The 2010-11 Executive Budget recommends \$6.6 million for the Olympic Regional Development Authority, which is approximately 21 percent of its \$32.4 million operating budget. This is a decrease of \$1.6 million from the 2009-10 budget. This net change primarily reflects increases in revenues generated at the ski facilities and other Olympic venues, as well as enhanced operational efficiencies. In addition to \$6.2 million in State Operations funding and \$354,000 for the Winter Sports Education and Olympic Training Center Special Revenue Funds recommended in the Executive Budget, the Authority receives \$24.9 million from marketing, ticket sales, fees and other revenues; and over \$900,000 from the Town of North Elba.

The Authority has a **workforce of 197**, a decrease of **3** from the 2009-10 budget, and employs up to 1,072 full- and part-time hourly workers, depending on the season.

PROGRAM HIGHLIGHTS

OLYMPIC FACILITIES

The Olympic Regional Development Authority manages one of four primary sites (the others being in California, Colorado and Utah) for year-round training of America's Olympic athletes. The Authority hosts numerous national and international athletic and entertainment events. In 2009, major events included: the NCAA Division III Men's Ice Hockey Championships; ISI Winter Classic; Smuckers Stars on Ice; Disney on Ice; Four Nations Men's and Women's Cup (USA Hockey); U.S. Figure Skating Adult and Junior Nationals; World Championships in bobsled, skeleton and luge; Freestyle World Cup aerial competition; Nordic Jumping Championships; and several festivals and shows.

OLYMPIC REGIONAL

SKI FACILITIES

The Authority also manages the Gore and Whiteface Mountain ski centers, two major downhill ski facilities that received more than 415,000 visitors in 2009.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	8,226,000	6,576,000	(1,650,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	8,226,000	6,576,000	(1,650,000)	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	7,826,000	6,222,000	(1,604,000)
Special Revenue Funds - Other	400,000	354,000	(46,000)
Total	8,226,000	6,576,000	(1,650,000)

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Operations			
General Fund	7,826,000	6,222,000	(1,604,000)
Special Revenue Funds - Other	400,000	354,000	(46,000)
Total	8,226,000	6,576,000	(1,650,000)

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Operations	3,765,000	(445,000)	3,765,000	(445,000)
Total	3,765,000	(445,000)	3,765,000	(445,000)

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Operations	2,457,000	(1,159,000)	921,000	(979,000)
Total	<u>2,457,000</u>	<u>(1,159,000)</u>	<u>921,000</u>	<u>(979,000)</u>

Program	General State Charges	
	Amount	Change
Operations	1,536,000	(180,000)
Total	<u>1,536,000</u>	<u>(180,000)</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Operations	354,000	(46,000)	151,000	(19,000)
Total	<u>354,000</u>	<u>(46,000)</u>	<u>151,000</u>	<u>(19,000)</u>

Program	Nonpersonal Service	
	Amount	Change
Operations	203,000	(27,000)
Total	<u>203,000</u>	<u>(27,000)</u>

OFFICE OF PARKS, RECREATION AND HISTORIC PRESERVATION

MISSION

The Office of Parks, Recreation and Historic Preservation's (OPRHP) mission is to provide safe and enjoyable recreational and interpretive opportunities for all New York State residents and visitors, and to be responsible stewards of our valuable natural, historic, and cultural resources. The Office operates and maintains 179 parks and 35 historic sites, hosts a multitude of cultural and educational programs and offers diverse recreational opportunities, ranging from secluded campsites to the internationally renowned Niagara Falls State Park. Approximately 55 million people visit the State's parks and historic sites annually.

New York's park system and its unparalleled recreational opportunities are an important factor in the State's tourism industry and economy. Services open to the public at State parks include beaches, golf courses, performing arts centers, swimming pools, marinas, cabins, campgrounds and many significant bird conservation, wildlife habitat, historic properties and natural areas.

ORGANIZATION AND STAFFING

The Office is headed by a Commissioner appointed by the Governor. Operations are administered through a network of 11 regional offices: Allegany, Central, Finger Lakes, Genesee, Long Island, New York City, Niagara, Palisades, Saratoga/Capital District, Taconic and Thousand Islands. The central office, which includes executive staff and other administrative support functions, is located in Albany.

BUDGET HIGHLIGHTS

The Executive Budget recommends more than **\$271 million in All Funds spending**, including \$123 million from the General Fund; \$9.8 million in Federal funds and \$138.2 million from other funds. This is a decrease of more than **\$60 million** from the prior year spending level.

In 2009-10 savings are achieved through reduced State operations and capital investment, including delayed openings and early seasonal closings, mid-week service reductions, and the elimination of on-site services at certain parks and historic sites.

The 2010-11 Executive Budget continues and, in certain cases, will further reduce operations at, and access to, State parks and historic sites. These management actions are necessitated by the continuation of the statewide hiring freeze on new personnel through the next year. For fiscal year 2010-11, OPRHP will have a **workforce of 2,006**, which is a decrease of **67** positions from 2009-10 levels.

Taxpayer dollars continue to be the primary source of support for State parks, providing nearly 57 percent of total funding. Patron user fees pay for approximately 40 percent of annual costs, while Federal grants and other miscellaneous funds comprise the remaining revenues.

The primary focus of the OPRHP capital program is the health and safety of park visitors and the maintenance and rehabilitation of existing facilities. Park facilities include more than 5,000 buildings, 29 golf courses, 53 water recreational facilities, 76

PARKS, RECREATION AND HISTORIC PRESERVATION

beaches, 27 marinas, 40 vacation rentals, 18 nature centers, 817 cabins and 8,355 campsites. The Office also maintains hundreds of miles of roads and over 1,350 miles of trails, expansive utility systems, 106 dams and 604 bridges.

For 2010-11, appropriations of \$29 million are recommended for capital projects from the State Park Infrastructure Fund, a dedicated fund consisting of revenues generated from day use and camping fees at the parks, as well as concession revenues and other miscellaneous revenues. Budget recommendations also include \$4 million in Federal appropriations for Federal Land and Water Conservation funding, \$10 million in fiduciary appropriations for other potential gifts to improve various parks and \$3.8 million for miscellaneous capital projects.

Funding from the State Park Infrastructure Fund will be supplemented by the Federal Land and Water Conservation Fund and the Environmental Protection Fund (EPF). In 2010-11, the EPF will provide \$35 million for infrastructure and stewardship projects for both OPRHP and the Department of Environmental Conservation.

PROGRAM HIGHLIGHTS

The Office's mission is carried out through its operation of 214 parks and historic sites, providing safe and attractive facilities, accessible and affordable services and quality visitor experiences. In response to reduced funding levels, OPRHP has reorganized functions and consolidated management operations and continues to achieve efficiencies by streamlining administrative oversight, redeploying staff and consolidating functions.

To enhance park facilities and support events, OPRHP continues to foster public-private partnerships, including corporate sponsorships, for fireworks displays, playground construction and the Empire State Games. With private sector support and expertise, the Black Course at Bethpage State Park was the first public course ever to host the U.S. Open national golf championship in the summer of 2002 and again in 2009.

The responsibilities of the Office are carried out through five major programs:

- Administration provides executive direction, fiscal, personnel and public communication services, as well as management of the capital program;
- Park Operations operates the State's 179 parks in the 11 Park regions throughout the State. Staff includes a statewide police force, security, field operations, and maintenance personnel;
- Empire State Games staff implement the Games for the Physically Challenged and Senior Games, along with the Summer and Winter Games. Fundraising for the Games will be a major focus of the program in the coming year;
- Historic Preservation oversees preservation activities at 35 historic sites, develops a statewide Comprehensive Historic Preservation Plan and maintains the State Register of Historic Places; and
- The Natural Heritage Trust, which receives and administers funds, including private gifts and bequests, to advance conservation, outdoor recreation and historic preservation purposes. Created under the Public Authorities Law in 1968, the Natural Heritage Trust is a public benefit corporation.

PARKS, RECREATION AND HISTORIC PRESERVATION

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	226,886,400	211,681,400	(15,205,000)	15,722,800
Aid To Localities	18,049,838	12,675,000	(5,374,838)	25,172,505
Capital Projects	91,000,000	46,801,000	(44,199,000)	230,882,000
Total	<u>335,936,238</u>	<u>271,157,400</u>	<u>(64,778,838)</u>	<u>271,777,305</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
General Fund	62	74	12
Historic Preservation			
General Fund	162	159	(3)
Special Revenue Funds - Federal	12	9	(3)
Park Operations			
General Fund	1,352	1,382	30
Special Revenue Funds - Federal	9	6	(3)
Special Revenue Funds - Other	349	240	(109)
Capital Projects Funds - Other	120	129	9
Recreation Services			
General Fund	7	7	0
Total	<u>2,073</u>	<u>2,006</u>	<u>(67)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	139,635,600	120,213,600	(19,422,000)
Special Revenue Funds - Federal	5,200,900	5,700,900	500,000
Special Revenue Funds - Other	80,549,900	84,266,900	3,717,000
Enterprise Funds	1,500,000	1,500,000	0
Total	<u>226,886,400</u>	<u>211,681,400</u>	<u>(15,205,000)</u>

PARKS, RECREATION AND HISTORIC PRESERVATION

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	8,053,900	7,049,900	(1,004,000)
Special Revenue Funds - Federal	0	500,000	500,000
Special Revenue Funds - Other	1,000,000	500,000	(500,000)
Historic Preservation			
General Fund	12,139,800	9,603,800	(2,536,000)
Special Revenue Funds - Federal	1,200,900	1,200,900	0
Special Revenue Funds - Other	42,000	42,000	0
Park Operations			
General Fund	116,597,500	101,378,500	(15,219,000)
Special Revenue Funds - Federal	4,000,000	4,000,000	0
Special Revenue Funds - Other	79,507,900	83,724,900	4,217,000
Recreation Services			
General Fund	2,844,400	2,181,400	(663,000)
Enterprise Funds	1,500,000	1,500,000	0
Total	<u>226,886,400</u>	<u>211,681,400</u>	<u>(15,205,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	5,478,800	(75,000)	5,303,200	(75,000)
Historic Preservation	9,171,200	(1,479,000)	7,533,500	(930,000)
Park Operations	95,133,200	(3,091,000)	62,473,000	(3,083,000)
Recreation Services	1,102,900	(25,000)	863,000	(25,000)
Total	<u>110,886,100</u>	<u>(4,670,000)</u>	<u>76,172,700</u>	<u>(4,113,000)</u>

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	131,100	0	44,500	0
Historic Preservation	1,588,000	(502,000)	49,700	(47,000)
Park Operations	27,940,000	(5,000)	4,720,200	(3,000)
Recreation Services	225,000	0	14,900	0
Total	<u>29,884,100</u>	<u>(507,000)</u>	<u>4,829,300</u>	<u>(50,000)</u>

PARKS, RECREATION AND HISTORIC PRESERVATION

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	1,571,100	(929,000)	37,200	(23,000)
Historic Preservation	432,600	(1,057,000)	104,800	(224,000)
Park Operations	6,245,300	(12,128,000)	2,004,000	(4,483,000)
Recreation Services	1,078,500	(638,000)	247,000	(146,000)
Total	9,327,500	(14,752,000)	2,393,000	(4,876,000)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	34,400	(21,000)	1,433,500	(846,000)
Historic Preservation	10,700	(55,000)	261,500	(712,000)
Park Operations	64,000	(158,000)	3,817,300	(7,067,000)
Recreation Services	10,000	(6,000)	797,000	(471,000)
Total	119,100	(240,000)	6,309,300	(9,096,000)

Program	Equipment	
	Amount	Change
Administration	66,000	(39,000)
Historic Preservation	55,600	(66,000)
Park Operations	360,000	(420,000)
Recreation Services	24,500	(15,000)
Total	506,100	(540,000)

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	1,000,000	0	175,000	(25,000)
Historic Preservation	1,242,900	0	500,000	0
Park Operations	87,724,900	4,217,000	32,235,100	(211,000)
Recreation Services	1,500,000	0	0	0
Total	91,467,800	4,217,000	32,910,100	(236,000)

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Administration	825,000	25,000	0	0
Historic Preservation	742,900	0	0	0
Park Operations	53,827,800	4,667,000	1,662,000	(239,000)
Recreation Services	1,500,000	0	0	0
Total	56,895,700	4,692,000	1,662,000	(239,000)

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	8,294,838	2,920,000	(5,374,838)
Special Revenue Funds - Federal	4,120,000	4,120,000	0
Special Revenue Funds - Other	5,635,000	5,635,000	0
Total	18,049,838	12,675,000	(5,374,838)

PARKS, RECREATION AND HISTORIC PRESERVATION

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Administration			
General Fund	3,920,000	2,920,000	(1,000,000)
Historic Preservation			
Special Revenue Funds - Federal	120,000	120,000	0
Park Operations			
Special Revenue Funds - Federal	2,000,000	2,000,000	0
Special Revenue Funds - Other	5,635,000	5,635,000	0
Recreation Services			
Special Revenue Funds - Federal	2,000,000	2,000,000	0
Community Projects			
General Fund	4,374,838	0	(4,374,838)
Total	<u>18,049,838</u>	<u>12,675,000</u>	<u>(5,374,838)</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>	<u>Reappropriations 2010-11</u>
Parks EQBA 86				
Capital Projects Fund - EQBA 86 (Bondable)	0	0	0	3,602,000
Natural Heritage Trust				
Capital Projects Fund	0	0	0	300,000
Federal Capital Projects Fund				
Federal Capital Projects Fund	4,000,000	4,000,000	0	15,298,000
Maintenance and Improvements of Existing Facilities				
Fiduciary Funds - Misc. Combined Expendable Trust Fund	10,000,000	10,000,000	0	56,380,000
State Parks Infrastructure Fund	73,200,000	29,001,000	(44,199,000)	142,808,000
Misc. Capital Projects	3,800,000	3,800,000	0	11,481,000
Outdoor Recreation Development Bond Fund				
Outdoor Recreation Development Bond Fund	0	0	0	230,000
Parks and Recreation Land Acquisition Bond Fund				
Parks and Recreation Land Acquisition Bond Fund	0	0	0	783,000
Total	<u>91,000,000</u>	<u>46,801,000</u>	<u>(44,199,000)</u>	<u>230,882,000</u>

NEW YORK STATE PUBLIC AUTHORITIES

Public authorities are statutorily created agents of State and local government, established primarily to finance, build, manage or improve specific capital facilities that serve public purposes. Enacted into law as independent and autonomous public benefit corporations, public authorities are governed by boards of directors whose members serve by virtue of their public positions or their appointment by the Governor, the Legislature or local officials. With their statutorily granted management and operating flexibility, public authorities are an effective means to address public needs, which may not otherwise be met within the limitations imposed on traditional government agencies. Public authorities derive their powers and responsibilities from the legislation by which they are established.

The Public Authorities Accountability Act of 2005 opened the operations and financial dealings of public authorities to enhanced public scrutiny. State and local public authorities must now adhere to accepted corporate governance standards, disclose their budgets, indebtedness, independent audit reports, financial statements and activities, and follow prescribed procedures for the custody, control and disposition of real property. It has been the responsibility of the Authority Budget Office (ABO), created in 2006, to monitor and assess compliance with these governance and reporting requirements. Enactment of the Public Authorities Reform Act of 2009 (Chapter 506 of the Laws of 2009) eliminates the ABO and creates a new independent Authorities Budget Office with additional oversight, regulatory and enforcement responsibilities.

By law, the Authorities Budget Office reviews and reports on the operations; practices and finances of public authorities; enforces compliance with State law and initiates actions against public authorities and their boards of directors for noncompliance; and provides guidance to public authorities on ways to adhere to the principles of accountability, transparency and effective corporate governance. The Authorities Budget Office is also authorized to make recommendations to the Governor and the Legislature concerning the performance, structure, formation and oversight of public authorities, public authority debt, procurement, and property transaction practices, and to ensure that directors receive training on the fiduciary, legal and ethical obligations of board members. These actions are intended to strengthen public confidence in the integrity and accountability of public authorities, their boards of directors and executive management.

Detailed information on a number of public authorities reflected in Tables 1 through 4 can be found elsewhere in this Executive Budget. These authorities include:

BRIDGE, TUNNEL AND HIGHWAY

Thruway Authority

ECONOMIC DEVELOPMENT

Development Authority of the North Country
New York State Job Development Corporation

ENERGY AND ENVIRONMENT

Energy Research and Development Authority
Environmental Facilities Corporation

PUBLIC AUTHORITIES

HOUSING AND FINANCE

Housing Finance Agency
Local Government Assistance Corporation
State of New York Mortgage Agency

REGIONAL TRANSPORTATION

Metropolitan Transportation Authority

Public authorities that are not included elsewhere in the Executive Budget are discussed below:

BRIDGE, TUNNEL AND HIGHWAY AUTHORITIES

Buffalo and Fort Erie Public Bridge Authority

The Buffalo and Fort Erie Public Bridge Authority is a bi-national entity that owns and operates the “Peace Bridge”, which crosses the Niagara River between Buffalo and Fort Erie, Ontario. The Authority is mainly financed through toll revenue and property lease revenue.

New York State Bridge Authority

The New York State Bridge Authority is responsible for the Bear Mountain, Kingston-Rhinecliff, Mid-Hudson, Newburgh-Beacon and Rip Van Winkle toll bridges that span the lower Hudson River. The Authority is mainly financed through toll revenue.

Thousand Islands Bridge Authority

The Thousand Islands Bridge Authority operates two bridges connecting U.S. Interstate 81 in Jefferson County with Highway 401 in Ontario, Canada. The Authority also operates a sewage treatment facility and recreational facilities. The Authority is mainly financed through toll revenue and service fees.

ECONOMIC DEVELOPMENT AUTHORITIES

Battery Park City Authority

The Battery Park City Authority (BPCA) is a public benefit corporation charged with the management and development of Battery Park City, a 92-acre mixed-use community located on the southwest tip of Manhattan. The Authority generates revenues by leasing individual plots of land to private developers through a public bid process. It collects rents and real estate tax equivalency payments to support its operations.

The Authority’s adoption of environmental building guidelines in early 2000 resulted in the construction of the nation’s first sustainable residential high-rise. When Battery Park City is completed, it will contain nearly five million square feet of sustainable construction – the largest concentration of “green” buildings in the world.

New York City Off-Track Betting Corporation

The mission of the New York City Off-Track Betting Corporation (NYCOTB) is threefold: first, to generate revenue for municipal and State government; second, to help fund the State's horse racing and breeding industry; and, third, to help eliminate illegal wagering on horse races. NYCOTB offers off-track pari-mutuel wagering on thoroughbred and harness horse racing to customers in the City of New York through its network of 57 branch offices, eight restaurants, and three teletheaters and through its account wagering (telephone and internet betting) operation.

In December of 2009, NYCOTB filed for bankruptcy under Chapter 9 of the US bankruptcy code. During bankruptcy, NYCOTB plans to continue day-to-day operations without interruption as it develops a new business plan that will permit it to exit bankruptcy.

United Nations Development Corporation

The United Nations Development Corporation develops and manages commercial and residential facilities for United Nations-related activities in New York City, including One, Two and Three United Nations Plaza. The Corporation does not rely on any State support to pay debt service or for its own operations.

ENERGY AND ENVIRONMENTAL AUTHORITIES

New York Power Authority

The New York Power Authority finances, builds and operates electric generation and transmission facilities. It currently owns and operates five major generating facilities, five small hydroelectric facilities, 11 small natural gas powered generating plants and more than 1,400 circuit miles of transmission lines. The Authority supplies economical electric power to New York State's municipal electric systems and rural electric cooperatives, private sector businesses and not-for-profit institutions throughout the State, municipalities and public corporations in the New York City metropolitan area, and investor-owned utilities for resale to their customers. The Authority receives no State subsidy. It generally finances construction projects through sales of bonds and notes and pays the related debt service with revenues from the generation and transmission of electricity.

Long Island Power Authority

The Long Island Power Authority (LIPA) has the broad authority and responsibility to ensure adequate, dependable and affordable electric service within its service area, including Nassau and Suffolk counties and the Rockaway Peninsula in Queens. LIPA serves approximately 1.1 million residential and commercial electricity customers. No State tax dollars are used to fund the Authority.

PUBLIC AUTHORITIES

HOUSING AND FINANCE AUTHORITIES

Dormitory Authority

The Dormitory Authority provides financing, construction management, planning and design, and purchasing services for higher and secondary education, not-for-profit health care, judicial and other not-for-profit institutions. The Authority funds its operations from its own client-generated revenues.

Municipal Assistance Corporation for the City of Troy

The Municipal Assistance Corporation for the City of Troy was created in 1995 to provide the City with access to credit markets and to oversee Troy's fiscal affairs. The Authority is subject to a debt cap of \$75 million. The State is authorized, subject to legislative review and appropriation, to provide moneys as necessary to ensure a 1.5:1 debt service coverage ratio on Authority debt. No State moneys are used to finance the Corporation, and failure of the State to appropriate State aid to the City does not constitute an event of default for Corporation obligations.

Nassau County Interim Finance Authority

The Nassau County Interim Finance Authority was established in 2000 to restore fiscal stability to Nassau County by overseeing its finances and issuing debt on its behalf. Authority debt service and operating expenses are funded with County sales tax revenues, on which the Authority has first lien.

Buffalo Fiscal Stability Authority

The Buffalo Fiscal Stability Authority was established in 2003 to restore fiscal health to the City of Buffalo by overseeing its finances and issuing debt on its behalf. Authority debt service and operating expenses are funded with City sales tax revenues and aid to municipalities on which the Authority has first lien.

Municipal Bond Bank Agency

The Municipal Bond Bank Agency was established in 1972 to provide low-cost capital financing to towns, villages, cities and counties. In addition, the Agency is authorized to issue special program bonds and tax lien collateralized securities. The Agency is staffed by the Housing Finance Agency. No State tax dollars are used to fund the Agency.

Tobacco Settlement Financing Corporation

The Tobacco Settlement Financing Corporation (TSFC) is a subsidiary of the Municipal Bond Bank Agency, established by statute in June 2003 to securitize amounts to be received by the State of New York under the Master Settlement Agreement (MSA) entered into in 1998 by the State, the other "settling jurisdictions" and certain

participating cigarette manufacturers. In June 2003, TSFC issued \$2.3 billion of bonds backed by 50 percent of the anticipated MSA funds. In December 2003, TSFC issued an additional \$2.2 billion of bonds backed by the remaining 50 percent of the anticipated MSA funds.

PORT DEVELOPMENT AUTHORITIES

Albany Port District Commission

The Albany Port District Commission develops and operates port facilities in the cities of Albany and Rensselaer. Lease revenues account for the majority of the Port's annual revenue, with maritime traffic making up the remainder. No State tax dollars are used to fund the Commission.

Ogdensburg Bridge and Port Authority

The Ogdensburg Bridge and Port Authority (OBPA) operates a 1.5 mile international bridge crossing between Ogdensburg, New York and Prescott, Ontario, Canada, as well as the Port of Ogdensburg Marine Terminal, Ogdensburg International Airport, two industrial parks, and owns a thirty mile rail line connecting to the CSX rail system. No State tax dollars are used to fund the Authority.

Port Authority of New York and New Jersey

The Port Authority of New York and New Jersey was created in 1921 to improve port and transportation facilities in the New York metropolitan area. The Port Authority operates many of the busiest and most important transportation links in the region, including the five major regional airports and the associated AirTrain network, all of the bridges and tunnels that connect New York and New Jersey, the Port of New York and New Jersey, the PATH transit system and the bus terminals at 42nd Street and the George Washington Bridge. The Port Authority also owns the World Trade Center site in Lower Manhattan and is engaged in rebuilding the public projects at the site. In addition, the Authority is a partner in the Access to the Region's Core rail tunnel project.

The revenues of the Port Authority are completely independent from any Federal, State or local taxes and are derived principally from the tolls, fares, landing and dockage fees, rentals and other charges for the use of Port Authority facilities. In addition, the Port Authority has the power to issue bonds, notes and other obligations needed to raise the necessary funds for the improvement, construction or acquisition of its facilities generally. These instruments are sold on the basis of the Authority's own credit and are not obligations of New York State or New Jersey.

Port of Oswego Authority

The Port of Oswego Authority operates port facilities in the Oswego Port District, which includes the City of Oswego, the Town of Scriba, and all waters of the Oswego River and Lake Ontario within its boundaries. The Authority operates a commercial shipping terminal and storage facilities and supports recreational boating activities at three marinas. No State tax dollars are used to fund the Authority.

PUBLIC AUTHORITIES

REGIONAL TRANSPORTATION AUTHORITIES

Capital District Transportation Authority

The Capital District Transportation Authority (CDTA) provides public transportation service within Albany, Rensselaer, Saratoga and Schenectady counties. State funding for the CDTA is provided through appropriations to the New York State Department of Transportation.

Central New York Regional Transportation Authority

The Central New York Regional Transportation Authority (CNYRTA) provides public transportation service within Central New York through four subsidiary corporations: CNY Centro (Onondaga County); Centro of Oswego (Oswego County); Centro of Oneida (Oneida County); and Centro of Cayuga (Cayuga County). State funding for CNYRTA is provided through appropriations to the New York State Department of Transportation.

Niagara Frontier Transportation Authority

The Niagara Frontier Transportation Authority (NFTA) oversees the operations of a public transportation system providing bus, rail and paratransit services in Niagara and Erie counties. The Authority also operates the Buffalo Niagara International Airport, a primary commercial airport and the Niagara Falls International Airport, a joint-use military/general aviation airport that serves as a reliever airport. Additionally, the NFTA operates a small boat harbor and two metro transit centers which are primary terminals for private inter-city bus service for Niagara and Erie counties. State funding for the NFTA is provided through appropriations to the New York State Department of Transportation.

Rochester-Genesee Regional Transportation Authority

The Rochester-Genesee Regional Transportation Authority (RGRTA) provides public transportation service in the counties of Genesee, Livingston, Monroe, Orleans, Seneca, Wayne and Wyoming. The Authority operates the Regional Transit Service (Rochester area), Wayne Area Transportation System, Livingston Area Transportation Service, Orleans Transit Service Inc., Seneca Transit Service Inc., Wyoming Transportation Service and Batavia Bus Service. State funding for RGRTA is provided through appropriations to the New York State Department of Transportation.

PUBLIC AUTHORITIES

**TABLE 1
FINANCIAL OPERATIONS ^{a/} OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010
(thousands of dollars)**

Authorities by Function	Fiscal Year Begins	2009				2010			
		Total Revenues	Operating Expenses	Debt Service Requirements	Surplus (Deficit) ^{b/}	Total Revenues	Operating Expenses	Debt Service Requirements	Surplus (Deficit) ^{b/}
BRIDGE, TUNNEL AND HIGHWAY									
Buffalo and Fort Erie Public Bridge Authority	Jan. 1	31,996	14,584	3,236	14,176	29,092	16,718	3,922	8,452
New York State Bridge Authority	Jan. 1	37,445	23,761	8,065	5,619	40,117	24,898	8,052	7,167
Thousand Islands Bridge Authority	Mar. 1	9,623	7,628	738	1,257	9,553	8,166	735	652
Thruway Authority ^{c/}	Jan. 1	666,873	426,761	178,218	61,894	688,134	442,215	191,469	54,450
ECONOMIC DEVELOPMENT									
Battery Park City Authority	Nov. 1	235,809	32,800	66,600	136,409	375,545	33,594	77,080	264,871
Development Authority of the North Country	April 1	22,461	11,012	5,379	6,070	22,557	11,086	4,488	6,983
New York State Job Development Corporation	April 1	832,905	115,068	727,180	(9,343)	928,173	113,146	825,807	(10,780)
New York City OTB	July 1	221,465	248,436	0	(26,971)	213,612	229,424	0	(15,812)
United Nations Development Corporation	Jan. 1	39,409	28,697	10,712	0	40,166	29,454	10,712	0
ENERGY AND ENVIRONMENT									
Energy Research and Development Authority	April 1	661,364	661,364	0	0	747,691	747,691	0	0
Environmental Facilities Corporation	April 1	794,020	23,403	771,073	(456)	839,259	24,444	815,254	(439)
Long Island Power Authority	Jan. 1	3,488,913	2,866,402	570,769	51,742	3,701,897	3,060,570	566,327	75,000
Power Authority	Jan. 1	2,666,700	2,425,100	191,800	49,800	2,802,000	2,370,900	212,900	218,200
HOUSING, HEALTH AND FINANCE									
Dormitory Authority	April 1	3,805,324	106,115	3,699,209	0	3,963,528	113,633	3,849,895	0
Housing Finance Agency	Nov. 1	732,138	27,468	703,507	1,163	496,789	29,595	466,212	982
Local Government Assistance Corporation	April 1	382,103	11,354	366,799	3,950	393,477	17,497	373,225	2,755
Mortgage Agency	Nov. 1	373,848	44,947	315,460	13,441	470,457	39,686	426,863	3,908
Municipal Assistance Corporation for the City of Troy	Jan. 1	5,990	38	5,952	0	6,358	36	6,322	0
Nassau County Interim Finance Authority ^{d/}	Jan. 1	186,887	1,404	185,483	0	179,477	1,400	178,077	0
Municipal Bond Bank Agency	Nov. 1	53,371	295	53,076	0	52,348	450	51,898	0
Tobacco Settlement Financing Corporation	Nov. 1	495,620	390	519,994	(24,764)	491,950	450	491,500	0
Buffalo Fiscal Stability Authority ^{e/}	July 1	293,574	732	17,515	275,327	275,671	893	17,878	256,900

PUBLIC AUTHORITIES

TABLE 1
FINANCIAL OPERATIONS ^{a/} OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010
 (thousands of dollars)

Authorities by Function	Fiscal Year Begins	2009				2010			
		Total Revenues	Operating Expenses	Debt Service Requirements	Surplus (Deficit) ^{b/}	Total Revenues	Operating Expenses	Debt Service Requirements	Surplus (Deficit) ^{b/}
PORT DEVELOPMENT									
Albany Port District Commission	Jan. 1	5,204	4,469	853	(118)	4,858	4,629	688	(459)
Ogdensburg Bridge and Port Authority	April 1	5,575	3,736	1,177	662	5,360	3,875	1,199	286
Port Authority of New York and New Jersey ^{f/}	Jan. 1	4,518,161	2,290,911	620,000	1,607,250	4,408,304	2,420,782	688,674	1,298,848
Port of Oswego Authority	April 1	2,393	1,973	165	255	2,361	2,310	173	(122)
REGIONAL TRANSPORTATION									
Capital District Transportation Authority	April 1	71,951	71,951	0	0	75,321	86,878	0	(11,557)
Central New York Regional Transportation Authority	April 1	58,556	58,540	16	0	55,763	61,754	16	(6,007)
Metropolitan Transportation Authority ^{g/}	Jan. 1	12,129,000	10,621,000	1,499,200	8,800	13,195,000	11,297,600	1,919,900	(22,500)
Niagara Frontier Transportation Authority	April 1	188,516	171,614	11,717	5,185	190,142	171,868	13,972	4,302
Rochester-Genesee Regional Transportation Authority	April 1	78,861	78,162	0	699	80,340	84,576	0	(4,236)
GRAND TOTAL		33,096,055	20,380,115	10,533,893	2,182,047	34,785,300	21,450,218	11,203,238	2,131,844

^{a/} This table is based on authority estimates and may not reflect approval by the Board of Directors. This table covers the Authority fiscal year which includes September 30. Data vary as to cash or accrual accounting.

^{b/} The operating surplus may be committed to reserve requirements, repayment of State advances or funding of capital programs or programs operated by other authorities. Deficits are to be financed from existing resources, by management actions, and/or by securing revenues from outside sources greater than anticipated by the Authority.

^{c/} Excludes debt service for bonds sold to finance State transportation programs.

^{d/} Excess sales tax funds of the Authority are remitted immediately to Nassau County as required under the NIFA Act.

^{e/} Surplus funds of the Authority are remitted immediately to the City of Buffalo and the Buffalo School District as required by the BFS Act.

^{f/} 2010 information is a preliminary estimate of Authority Operating Budget and is subject to change.

^{g/} Data represents consolidated reporting for the Metropolitan Transportation Authority and the Triborough Bridge and Tunnel Authority. These figures do not include debt service on State Service Contract bonds.

**TABLE 2
CAPITAL PROGRAMS ^{aj} OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010
(thousands of dollars)**

Authorities by Function	2009			2010		
	Capital Program Disbursements	Available Resources	Sale of New Debt ^{aj}	Capital Program Disbursements	Available Resources	Sale of New Debt ^{aj}
BRIDGE, TUNNEL AND HIGHWAY						
Buffalo and Fort Erie Public Bridge Authority	8,961	58,688	0	2,342	58,180	0
New York State Bridge Authority	10,018	25,716	0	13,758	25,477	0
Thousand Islands Bridge Authority	2,254	2,254	0	2,635	2,635	0
Thruway Authority	424,723	269,253	155,470	485,862	485,862	0
ECONOMIC DEVELOPMENT						
Battery Park City Authority	25,300	25,300	0	27,000	85,000	85,000
Development Authority of the North Country	4,843	4,843	0	0	0	0
New York State Job Development Corporation	699,000	2,380	979,967	992,403	4,506	737,500
New York City OTB	1,285	2,491	0	2,400	3,305	250,000
United Nations Development Corporation	2,142	7,960	0	2,599	8,250	0
ENERGY AND ENVIRONMENT						
Energy Research and Development Authority	13,500	0	13,500	19,247	0	19,247
Environmental Facilities Corporation	964,150	0	964,150	600,000	0	600,000
Long Island Power Authority	258,200	53,475	204,725	259,700	29,700	230,000
Power Authority	305,077	287,077	18,000	343,895	304,293	39,602
HOUSING, HEALTH AND FINANCE						
Dormitory Authority	5,138,481	3,252,821	6,292,659	4,650,783	4,406,999	5,231,527
Housing Finance Agency	1,190,984	984,169	993,796	865,329	787,092	332,020
Local Government Assistance Corporation	0	0	0	0	0	0
Mortgage Agency	239,633	0	82,485	500,000	0	500,000
Municipal Assistance Corporation for the City of Troy	0	0	0	0	0	0
Nassau County Interim Finance Authority ^{aj}	0	0	0	0	0	0
Municipal Bond Bank Agency	0	0	0	0	0	0
Tobacco Settlement Financing Corporation	0	0	0	0	0	0
Buffalo Fiscal Stability Authority	0	0	0	0	0	0

PUBLIC AUTHORITIES

TABLE 2
CAPITAL PROGRAMS ^{a/} OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010
 (thousands of dollars)

Authorities by Function	2009			2010		
	Capital Program Disbursements	Available Resources	Sale of New Debt ^{b/}	Capital Program Disbursements	Available Resources	Sale of New Debt ^{b/}
PORT DEVELOPMENT						
Albany Port District Commission	469	469	0	500	500	0
Ogdensburg Bridge and Port Authority	4,117	4,117	0	20,735	20,735	0
Port Authority of New York and New Jersey ^{d/}	2,510,493	2,001,585	1,550,307	3,124,714	2,144,022	1,753,000
Port of Oswego Authority	1,779	1,779	0	839	625	0
REGIONAL TRANSPORTATION						
Capital District Transportation Authority	24,964	24,964	0	4,445	4,445	0
Central New York Regional Transportation Authority	11,134	11,134	0	5,797	5,797	0
Metropolitan Transportation Authority ^{e/}	5,676,300	2,425,400	3,250,900	9,256,400	4,547,500	4,708,900
Niagara Frontier Transportation Authority	76,947	76,947	0	94,369	94,369	0
Rochester-Genesee Regional Transportation Authority	47,932	70,907	0	48,152	50,765	0
GRAND TOTAL	17,642,686	9,593,729	14,505,959	21,323,904	13,070,057	14,486,796

^{a/} This table is based on authority estimates and may not reflect approval by the Board of Directors. The table covers the Authority fiscal year which includes September 30. "Available resources" may include anticipated and/or requested State and Federal funds.

^{b/} Includes proceeds available for capital program only.

^{c/} All capital borrowings are made by the Authority on behalf of Nassau County and all capital bond proceeds are disbursed to Nassau County. The Authority issues debt only at the request of Nassau County.

^{d/} All estimates are preliminary and are subject to change.

^{e/} Data represents consolidated reporting for the Metropolitan Transportation Authority and the Triborough Bridge and Tunnel Authority.

PUBLIC AUTHORITIES

**TABLE 3
DEBT STRUCTURE OF NEW YORK STATE PUBLIC AUTHORITIES
AS OF SEPTEMBER 30, 2009
(thousands of dollars)**

Authorities by Function	All Bonds and Notes				Moral Obligation Bonds		
	Statutory Authorization	Bonds Issued	Bonds Outstanding	Notes Outstanding	Authorized Limit	Bonds Issued	Bonds Outstanding
BRIDGE, TUNNEL AND HIGHWAY							
Buffalo and Fort Erie Public Bridge Authority	165,000	44,120	44,120	0	0	0	0
New York State Bridge Authority	153,255	83,522	53,255	0	0	0	0
Thousand Islands Bridge Authority	Unlimited	5,745	715	0	0	0	0
Thruway Authority	Unlimited	21,126,600	13,099,450	680,610	0	0	0
ECONOMIC DEVELOPMENT							
Battery Park City Authority ^{a/}	1,060,000	0	1,063,603	0	0	0	0
Development Authority of the North Country	Unlimited	67,552	19,910	6,689	0	0	0
New York State Job Development Corporation	15,365,263	10,668,483	7,482,037	0	0	0	0
New York City OTB	None	0	0	0	0	0	0
United Nations Development Corporation	Unlimited	260,728	118,743	0	75,000	32,560	0
ENERGY AND ENVIRONMENT							
Energy Research and Development Authority	Unlimited	8,094,695	3,626,740	0	0	0	0
Environmental Facilities Corporation	Unlimited	15,199,835	8,508,300	0	0	0	0
Long Island Power Authority	Unlimited	11,622,223	6,716,605	200,000	0	0	0
Power Authority	Unlimited	7,469,425	1,210,775	827,649	0	0	0
HOUSING, HEALTH AND FINANCE							
Dormitory Authority	Unlimited	94,253,235	40,737,295	59,275	926,015	698,660	3,255
Housing Finance Agency ^{b/}	23,413,141	18,629,399	9,686,110	0	7,112,115	6,524,379	31,700
Local Government Assistance Corporation	4,700,000	5,647,035	3,638,940	0	0	0	0
Mortgage Agency	8,720,000	13,617,203	3,139,937	0	0	0	0
Municipal Assistance Corporation for the City of Troy	75,000	69,583	55,625	0	0	0	0
Nassau County Interim Finance Authority	Unlimited	3,888,595	1,840,125	0	0	0	0
Municipal Bond Bank Agency	1,000,000	620,550	464,975	0	0	0	0
Tobacco Settlement Financing Corporation	4,200,000	4,552,495	3,256,805	0	0	0	0
Buffalo Fiscal Stability Authority	Unlimited	156,580	132,850	0	0	0	0

PUBLIC AUTHORITIES

TABLE 3
DEBT STRUCTURE OF NEW YORK STATE PUBLIC AUTHORITIES
AS OF SEPTEMBER 30, 2009
(thousands of dollars)

Authorities by Function	All Bonds and Notes				Moral Obligation Bonds		
	Statutory Authorization	Bonds Issued	Bonds Outstanding	Notes Outstanding	Authorized Limit	Bonds Issued	Bonds Outstanding
PORT DEVELOPMENT							
Albany Port District Commission	Unlimited	0	0	451	0	0	0
Ogdensburg Bridge and Port Authority	Unlimited	7,910	5,505	2,650	0	0	0
Port Authority of New York and New Jersey	Unlimited	19,982,319	13,301,895	400,575	0	0	0
Port of Oswego Authority	Unlimited	0	0	627	0	0	0
REGIONAL TRANSPORTATION							
Capital District Transportation Authority	Unlimited	0	0	0	0	0	0
Central New York Regional Transportation Authority	Unlimited	0	0	0	0	0	0
Metropolitan Transportation Authority ^{a/}	57,754,000	34,068,715	27,614,370	1,350,000	0	0	0
Niagara Frontier Transportation Authority	Unlimited	205,940	165,995	33,474	0	0	0
Rochester-Genesee Regional Transportation Authority	Unlimited	0	0	0	0	0	0
GRAND TOTAL		<u>270,342,487</u>	<u>145,984,680</u>	<u>3,562,000</u>	<u>8,113,130</u>	<u>7,255,599</u>	<u>34,955</u>

^{a/} \$400 million in bonding authority related to the Housing New York Program sunsetted on June 30, 1995.

^{b/} HFA moral obligation bond limit is reduced as bonds outstanding after April 1, 1976 are repaid.

^{c/} Data represents consolidated reporting for the Metropolitan Transportation Authority and the Triborough Bridge and Tunnel Authority and does include debt outstanding numbers for State Service Contract bonds and Convention Center bonds. Bond cap is applicable only to projects set forth in transit and commuter capital programs approved by the MTA Capital Program Review Board. Authorization for State Service Contract bonds is limited to \$165 million in annual debt service maturing no later than July 1, 2031.

PUBLIC AUTHORITIES

**TABLE 4
STATE INVOLVEMENT IN FINANCING OF PROJECTS AND OPERATIONS
OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010-11
(thousands of dollars)**

Authorities by Function	Authority Bonds Outstanding, 2009 ^{a/}			Outstanding Reimbursable State Appropriations, 2009	State Appropriations Recommended in Support of Authority Programs, 2010-11 ^{b/}		
	Revenue and Nonrecourse	State Guaranteed	Moral Obligation		New Appropriations	Reappropriations	Total
BRIDGE, TUNNEL AND HIGHWAY							
Buffalo and Fort Erie Public Bridge Authority	44,120	0	0	0	0	0	0
New York State Bridge Authority	53,255	0	0	0	0	0	0
Thousand Islands Bridge Authority	715	0	0	0	0	0	0
Thruway Authority	13,099,450	0	0	0	2,000	10,239	12,239
ECONOMIC DEVELOPMENT							
Battery Park City Authority	1,063,603	0	0	0	0	0	0
Development Authority of the North Country	19,910	0	0	0	0	0	0
New York State Job Development Corporation	7,449,567	32,470	0	0	52,830	4,063,202	4,116,032
New York City OTB	0	0	0	0	0	0	0
United Nations Development Corporation	118,743	0	0	0	0	0	0
ENERGY AND ENVIRONMENT							
Energy Research and Development Authority	3,626,740	0	0	0	35,622	50,000	85,622
Environmental Facilities Corporation	8,508,300	0	0	475	13,374	1,305	14,679
Long Island Power Authority	6,716,605	0	0	0	0	0	0
Power Authority	1,210,775	0	0	0	0	0	0
HOUSING, HEALTH AND FINANCE							
Dormitory Authority	40,734,040	0	3,255	119,196	0	0	0
Housing Finance Agency	9,654,410	0	31,700	0	0	0	0
Local Government Assistance Corporation	3,638,940	0	0	0	390,722	0	390,722
Mortgage Agency	3,139,937	0	0	0	0	0	0
Municipal Assistance Corporation for the City of Troy	55,625	0	0	0	0	0	0
Nassau County Interim Finance Authority	1,840,125	0	0	0	0	0	0
Municipal Bond Bank Agency	464,975	0	0	0	0	0	0
Tobacco Settlement Financing Corporation	3,256,805	0	0	0	0	0	0
Buffalo Fiscal Stability Authority	132,850	0	0	0	0	0	0

PUBLIC AUTHORITIES

TABLE 4
STATE INVOLVEMENT IN FINANCING OF PROJECTS AND OPERATIONS
OF NEW YORK STATE PUBLIC AUTHORITIES
2009 AND 2010-11
(thousands of dollars)

Authorities by Function	Authority Bonds Outstanding, 2009 ^{a/}			Outstanding Reimbursable State Appropriations, 2009	State Appropriations Recommended in Support of Authority Programs, 2010-11 ^{b/}		
	Revenue and Nonrecourse	State Guaranteed	Moral Obligation		New Appropriations	Reappropriations	Total
PORT DEVELOPMENT							
Albany Port District Commission	0	0	0	0	0	0	0
Ogdensburg Bridge and Port Authority	5,505	0	0	19,005	0	0	0
Port Authority of New York and New Jersey	13,301,895	0	0	0	0	0	0
Port of Oswego Authority	0	0	0	3,906	0	0	0
REGIONAL TRANSPORTATION							
Capital District Transportation Authority	0	0	0	0	29,176	897	30,073
Central New York Regional Transportation Authority	0	0	0	0	26,633	819	27,452
Metropolitan Transportation Authority ^{c/}	27,614,370	0	0	0	3,926,790	1,199,000	5,125,790
Niagara Frontier Transportation Authority	165,995	0	0	0	42,007	1,297	43,304
Rochester-Genesee Regional Transportation Authority	0	0	0	0	30,543	939	31,482
GRAND TOTAL	145,917,255	32,470	34,955	142,582	4,549,697	5,327,698	9,877,395

^{a/} This table covers bonds outstanding as of September 30.

^{b/} Appropriations are included in the Executive Budget for State Fiscal Year 2010-11 from the State's General Fund, dedicated tax funds, Capital Projects Fund or bond funds. Some of these funds may be appropriated to an intermediary which, in turn, makes payment to the named authority.

^{c/} Data represents consolidated reporting for the Metropolitan Transportation Authority and the Triborough Bridge and Tunnel Authority. Outstanding bonds do not include Convention Center Project Bonds that are not covered by the Authority's bond cap, and are solely supported by rental income.

DEPARTMENT OF PUBLIC SERVICE

MISSION

The Department of Public Service is the staff arm of the Public Service Commission, which regulates the rates and services of the State's public utilities, including electric, gas, steam, telephone and water. The Commission also oversees the siting of major electric and gas transmission lines and facilities. In addition, it ensures the safety of natural gas and liquid petroleum pipelines and is responsible for oversight and regulation of the cable television industry in New York State.

ORGANIZATION AND STAFFING

The Public Service Commission consists of five members who are nominated by the Governor and confirmed by the Senate. The Chairman serves as the chief executive officer of the Department, which operates offices in Albany, New York City, Buffalo and Syracuse.

The Department's budget has two programs: the Administration Program, which supports the Public Service Commission and Department activities; and the Regulation Program, which undertakes activities to ensure fair and reasonable rates, monitor service standards, address consumer complaints, promote efficient operation and ensure that industry construction programs meet safety and environmental requirements.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$80.1 million All Funds** (\$76.4 million Special Revenue Funds; \$3.7 million Federal funds) for the Department of Public Service. This is a net decrease of **\$4.1 million All Funds** (decrease of \$4.7 million Special Revenue Funds; increase of \$600,000 Federal funds) from the 2009-10 budget. This change primarily reflects reductions in State operations, offset by additional Federal funding for pipeline safety activities. The Department will have an estimated **workforce of 555** for 2010-11, an increase of 2 from 2009-10. This additional staff will be required to support review of additional natural gas pipeline applications associated with potential Marcellus Shale gas drilling activity.

The Department's 2010-11 operating budget includes funding of \$75.4 million from utility and cable assessments. Public utility assessments are based on a utility's gross intrastate operating revenues above \$500,000. Cable television assessments are based on revenues from those companies with 1,000 or more subscribers.

In addition, the local assistance budget provides a total of \$1 million from fees paid by entities proposing the siting of electric generation and transmission facilities. These funds can be accessed by local governments and community groups to fund intervention activities related to the siting review process.

The Department also receives Federal grants to perform pipeline safety activities, and, in 2010-11, will receive funding from the Federal American Recovery and Reinvestment Act (ARRA) for Department regulatory activities associated with ARRA funded projects undertaken by utilities.

PUBLIC SERVICE

PROGRAM HIGHLIGHTS

The Department will continue the following priorities for the coming year:

- Develop energy efficiency programs to ensure the goal of reducing electricity consumption, consistent with the Governor's "45 by 15" initiative.
- Work actively to implement the goal of the Renewable Portfolio Standard, which is designed to increase the amount of electricity in New York State generated by renewable resources to 30 percent by 2015.
- Ensure just and reasonable utility rates, along with safe and adequate electric, gas, steam, and telecommunications service.
- Assist in the implementation of the State Energy Plan, to help develop a clean energy economy for New York.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	83,658,000	79,142,000	(4,516,000)	1,847,000
Aid To Localities	550,000	1,000,000	450,000	3,589,000
Capital Projects	0	0	0	0
Total	84,208,000	80,142,000	(4,066,000)	5,436,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
	Administration		
Special Revenue Funds - Other	98	98	0
Regulation of Utilities			
General Fund	0	2	2
Special Revenue Funds - Federal	12	12	0
Special Revenue Funds - Other	443	443	0
Total	553	555	2

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Federal	3,097,000	3,750,000	653,000
Special Revenue Funds - Other	80,561,000	75,392,000	(5,169,000)
Total	83,658,000	79,142,000	(4,516,000)

Adjustments:

Recommended Deficiency	
Public Service Department	
Special Revenue Funds - Federal	(1,250,000)
Appropriated 2009-10	82,408,000

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
Special Revenue Funds - Other	13,439,000	12,761,000	(678,000)
Regulation of Utilities			
Special Revenue Funds - Federal	3,097,000	3,750,000	653,000
Special Revenue Funds - Other	67,122,000	62,631,000	(4,491,000)
Total	<u>83,658,000</u>	<u>79,142,000</u>	<u>(4,516,000)</u>

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Administration	12,761,000	(678,000)	6,979,000	(517,000)
Regulation of Utilities	66,381,000	(3,838,000)	36,044,000	(2,209,000)
Total	<u>79,142,000</u>	<u>(4,516,000)</u>	<u>43,023,000</u>	<u>(2,726,000)</u>

Program	Nonpersonal Service	
	Amount	Change
Administration	5,782,000	(161,000)
Regulation of Utilities	30,337,000	(1,629,000)
Total	<u>36,119,000</u>	<u>(1,790,000)</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	550,000	1,000,000	450,000
Total	<u>550,000</u>	<u>1,000,000</u>	<u>450,000</u>

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Regulation of Utilities			
Special Revenue Funds - Other	550,000	1,000,000	450,000
Total	<u>550,000</u>	<u>1,000,000</u>	<u>450,000</u>

STATE RACING AND WAGERING BOARD

MISSION

The State Racing and Wagering Board regulates all legalized gambling activities in New York except those regulated by the State Lottery. Horse racing, off-track betting (OTB), and Indian casino gaming are directly regulated by the Board. The responsibility for oversight of bingo and other permitted games of chance conducted by religious and not-for-profit organizations is shared with municipalities, which collect license fees and ensure that the Board's rules and regulations are followed.

ORGANIZATION AND STAFFING

A three-member Board oversees agency activities. The Governor appoints each member to a six-year term with the consent of the Senate.

The Chair's office is located in New York City and central office staff are stationed in Albany. The Board employs on-site inspectors at the Oneida Indians' Turning Stone Casino in Verona, Oneida County; the Mohawk Indians' Akwesasne Mohawk Casino in Hogansburg, Franklin County; the Seneca Nation's Seneca Niagara Casino in Niagara Falls, Seneca Buffalo Creek Casino in Buffalo, and Seneca Alleghany Casino in Salamanca. Temporary and full-time employees oversee horse racing at New York's four thoroughbred race tracks – Aqueduct, Belmont, Saratoga and Finger Lakes – and eight harness tracks – Buffalo, Monticello, Saratoga, Syracuse, Tioga Downs, Vernon Downs, Batavia Downs and Yonkers. The State Racing and Wagering Board staff will be supported by revenues generated by the racing industry, Indian casinos and charitable gaming activities.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$22.5 million All Funds** (\$22.5 million Other Funds) for the State Racing and Wagering Board. Operations of the Board are financed from fees collected from the racing and gaming industries.

The Executive Budget recommends a staffing level of **99 FTEs** for the Board, unchanged from 2009-10 levels. The Board anticipates employing as many as 140 per diem staff in the 2010-11 fiscal year.

PROGRAM HIGHLIGHTS

REGULATION OF GAMES OF CHANCE

The State Racing and Wagering Board promulgates rules and regulations governing bingo and other games of chance operated by more than 15,000 charitable and not-for-profit organizations throughout the State. The Board establishes standards for issuing licenses to suppliers and manufacturers of gaming equipment; reviews financial statements of charitable gaming operations; and, in conjunction with local law enforcement officials, investigates illegal gaming activities. In accordance with legislation enacted in 1996, the Board continues its oversight of "bell jar" games in order to decrease illegal activity.

RACING AND WAGERING BOARD

INDIAN GAMING

The State has negotiated compacts or protocols with the Oneida Nation, the St. Regis Mohawk Tribe and the Seneca Nation to conduct gaming activities. Under these compacts, the State Racing and Wagering Board is responsible for the regulation and oversight of gaming activities operating on these Indian lands. To oversee these activities, the Board maintains 12 employees at the Oneida Nation's Turning Stone Casino, 12 employees at the St. Regis Mohawk Tribe's Akwesasne Casino, 12 employees at the Seneca Nation's Seneca Niagara Casino, 10 employees at the Seneca Nation's Seneca Alleghany Casino, and 5 employees at the Seneca Buffalo Creek Casino.

REGULATION OF RACING

The Board's permanent staff oversees as many as 140 temporary, seasonal employees who ensure that horse races at the State's racetracks are conducted legally. To help oversee racing activities, the Board will utilize the services of a State college with an approved equine science program to carry out post-race testing of blood and urine samples taken from race horses.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	25,203,000	22,470,000	(2,733,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	25,203,000	22,470,000	(2,733,000)	0

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Regulation of Racing			
Special Revenue Funds - Other	9	9	0
Regulation of Wagering			
Special Revenue Funds - Other	90	90	0
Total	99	99	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Other	25,203,000	22,470,000	(2,733,000)
Total	25,203,000	22,470,000	(2,733,000)

RACING AND WAGERING BOARD

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Regulation of Racing			
Special Revenue Funds - Other	14,784,000	12,970,000	(1,814,000)
Regulation of Wagering			
Special Revenue Funds - Other	10,419,000	9,500,000	(919,000)
Total	<u>25,203,000</u>	<u>22,470,000</u>	<u>(2,733,000)</u>

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Personal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Regulation of Racing	12,970,000	(1,814,000)	6,535,000	230,000
Regulation of Wagering	9,500,000	(919,000)	5,670,000	(64,000)
Total	<u>22,470,000</u>	<u>(2,733,000)</u>	<u>12,205,000</u>	<u>166,000</u>

<u>Program</u>	<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>
Regulation of Racing	6,435,000	(2,044,000)
Regulation of Wagering	3,830,000	(855,000)
Total	<u>10,265,000</u>	<u>(2,899,000)</u>

GOVERNOR'S OFFICE OF REGULATORY REFORM

MISSION

The Governor's Office of Regulatory Reform (GORR) improves the State's regulatory process by assisting State agencies in the development of regulations that are well-conceived, understandable, and based upon adequate input from the parties affected. The Office is also responsible for evaluating the financial impact of new and amended regulations on local government ensuring their cost efficiency.

ORGANIZATION AND STAFFING

Led by a Director appointed by the Governor, the Office is located in Albany. The Office's core objectives are achieved through its regulatory review program.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$2.4 million All Funds** (\$2.4 million General Fund) and a staffing level of **22 FTEs** to support the Office's regulatory review activities. Funding is reduced by \$0.7 million from the 2009-10 budget to reflect savings achieved through the functional transfer of the Online Permit and Licensing System (OPAL), along with associated staff, to the State Office for Technology, and by other cost-cutting initiatives.

PROGRAM HIGHLIGHTS

REGULATORY REVIEW

The Office reviews the need for proposed new and revised regulations and their economic impact. The Office requires regulating agencies to analyze the costs and benefits of any proposed new or amended rule and to consider its effect on job creation and retention, public health, safety and welfare. Recommendations are also made to agencies to help them simplify their regulatory processes.

BUSINESS PERMITS ASSISTANCE

The Business Permits Assistance program provides comprehensive information about permits required to operate businesses in New York State, and consults with local governments to better coordinate local permit applications. Program staff also assist agencies in streamlining and simplifying permit procedures required for business and local government undertakings. GORR is completing transfer of its permit assistance and Online Permit and Licensing System functions to the Office of the CIO/OFT. This transfer will facilitate technological upgrades to the aging OPAL system and make the system more user-friendly and more efficient.

REGULATORY REFORM

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	3,072,521	2,350,000	(722,521)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	3,072,521	2,350,000	(722,521)	0

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
General Fund	22	22	0
Total	22	22	0

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	3,072,521	2,350,000	(722,521)
Total	3,072,521	2,350,000	(722,521)

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	3,072,521	2,350,000	(722,521)
Total	3,072,521	2,350,000	(722,521)

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	2,000,000	(376,350)	1,970,000	(366,890)
Total	2,000,000	(376,350)	1,970,000	(366,890)

Program	Temporary Service (Nonannual Salaried)	
	Amount	Change
Administration	30,000	(9,460)
Total	30,000	(9,460)

REGULATORY REFORM

STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	350,000	(346,171)	50,000	(23,153)
Total	350,000	(346,171)	50,000	(23,153)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	5,000	733	215,000	(263,541)
Total	5,000	733	215,000	(263,541)

Program	Equipment	
	Amount	Change
Administration	80,000	(60,210)
Total	80,000	(60,210)

FOUNDATION FOR SCIENCE, TECHNOLOGY, AND INNOVATION

MISSION

The New York State Foundation for Science, Technology, and Innovation – doing business as the Office of Science, Technology, and Academic Research (NYSTAR) – is a public benefit corporation responsible for directing the State’s university-based high-technology economic development programs.

ORGANIZATION AND STAFFING

The Foundation for Science, Technology, and Innovation is headed by an Executive Director who is appointed by the Governor and confirmed by the Senate. Foundation oversight is governed by a 13-member board of directors.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$142.5 million All Funds** (\$142 million General Fund; \$0.5 million Other Funds) for the Foundation for Science, Technology, and Innovation. This is an increase of **\$99.2 million All Funds** (\$99.2 million General Fund) from the 2009-10 budget. This net change primarily reflects additional support for the Innovation Economy Matching Grants Program; transfer of oversight and administration of the Centers of Excellence Program; reductions to the Faculty Development Program, Technology Transfer Incentive Program and FOCUS Center Program; and overall State Operations savings.

The Executive Budget recommends continuing a staffing level of **24 FTEs** for the Foundation for Science, Technology, and Innovation.

PROGRAM HIGHLIGHTS

The Foundation for Science, Technology, and Innovation is responsible for the following major programs:

- **Innovation Economy Matching Grants Program:** This program will commit up to \$100 million in State funds over a five year period for research awards financed through the American Recovery and Reinvestment Act (ARRA). New York academic institutions applying for the ARRA funds will be selected for the 10 percent match through a competitive process that will reward projects with the greatest economic and scientific benefits for the New Economy;
- **Centers of Excellence:** This program, previously administered by the Empire State Development Corporation, fosters collaboration between the academic research community and the business sector to develop and commercialize new products and technologies, to promote critical private sector investment in emerging high technology fields, and to create and expand technology-related business and employment at New York’s six Centers of Excellence.
- **Center for Advanced Technology (CAT) Program:** This program supports industry sectors across the State through university centers that advance commercialization efforts in designated technology areas;

SCIENCE, TECHNOLOGY, AND INNOVATION

- **Faculty Development Program:** This program provides grants to assist colleges and universities in attracting and retaining research faculty;
- **Technology Transfer Incentive Program:** This program provides grants to colleges and universities to assist businesses with technology transfer activities, such as patent applications, and other actions related to the commercialization of high-technology innovations.; and
- **Science and Technology Law Center:** This program assists start-up companies in bringing new technologies to the marketplace, and is a resource for State agencies and institutions of higher education on technology-related legal issues.

In addition, the Foundation for Science, Technology, and Innovation will continue to administer various other programs including: Industrial Technology Extension Service; Manufacturing Extension Partnership Program; Technology Development Organizations; and the Focus Center-New York semiconductor research center. Other programs include: the High-Technology Matching Grants Program, including the Security Through Advanced Research and Technology (START) initiative; the Cornell University Nanobiotechnology Center; the Cornell University Materials Research Science and Engineering Center; the Cornell University Nanoscale Science and Engineering Center; the Cornell University National Nanotechnology Infrastructure Network; the Columbia University Nanoscale Science and Engineering Center; the Columbia University Materials Research Science and Engineering Center; the Rensselaer Polytechnic Institute Nanoscale Science and Engineering Center; the Rensselaer Polytechnic Institute Engineering Research Center; and the University at Albany Semiconductor Research Corporation Center for Advanced Interconnect Systems Technologies.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	4,293,000	3,351,000	(942,000)	0
Aid To Localities	39,066,000	139,182,000	100,116,000	175,600,000
Capital Projects	0	0	0	7,132,000
Total	43,359,000	142,533,000	99,174,000	182,732,000

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
	Administration Program		
General Fund	24	24	0
Total	24	24	0

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STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	3,793,000	2,851,000	(942,000)
Special Revenue Funds - Other	500,000	500,000	0
Total	<u>4,293,000</u>	<u>3,351,000</u>	<u>(942,000)</u>

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration Program			
General Fund	3,793,000	2,851,000	(942,000)
Special Revenue Funds - Other	500,000	500,000	0
Total	<u>4,293,000</u>	<u>3,351,000</u>	<u>(942,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration Program	1,742,000	(412,000)	1,742,000	(412,000)
Total	<u>1,742,000</u>	<u>(412,000)</u>	<u>1,742,000</u>	<u>(412,000)</u>

STATE OPERATIONS - GENERAL FUND SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration Program	1,109,000	(530,000)	22,000	(4,000)
Total	<u>1,109,000</u>	<u>(530,000)</u>	<u>22,000</u>	<u>(4,000)</u>

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration Program	33,000	(4,000)	262,000	(199,000)
Total	<u>33,000</u>	<u>(4,000)</u>	<u>262,000</u>	<u>(199,000)</u>

Program	Equipment		General State Charges	
	Amount	Change	Amount	Change
Administration Program	48,000	(27,000)	682,000	(268,000)
Total	<u>48,000</u>	<u>(27,000)</u>	<u>682,000</u>	<u>(268,000)</u>

Program	Special Departmental Charges	
	Amount	Change
Administration Program	62,000	(28,000)
Total	<u>62,000</u>	<u>(28,000)</u>

SCIENCE, TECHNOLOGY, AND INNOVATION

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

<u>Program</u>	<u>Total</u>		<u>Nonpersonal Service</u>	
	<u>Amount</u>	<u>Change</u>	<u>Amount</u>	<u>Change</u>
Administration Program	500,000	0	500,000	0
Total	500,000	0	500,000	0

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
General Fund	39,066,000	139,182,000	100,116,000
Total	39,066,000	139,182,000	100,116,000

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Community Projects			
General Fund	1,165,000	0	(1,165,000)
High Technology Program			
General Fund	30,483,000	135,748,000	105,265,000
Research Development Program			
General Fund	5,948,000	1,964,000	(3,984,000)
Training and Business Assistance Program			
General Fund	1,470,000	1,470,000	0
Total	39,066,000	139,182,000	100,116,000

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Comprehensive Construction Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>	<u>Reappropriations 2010-11</u>
Research Facilities				
Capital Projects Fund - Authority Bonds	0	0	0	7,132,000
Total	0	0	0	7,132,000

DEPARTMENT OF STATE

MISSION

Established in 1788, the Department of State (DOS) is the State's oldest agency. Historically serving as the State's general recording officer and custodian of the State's "Great Seal", the Department's mission has grown to include a broad range of activities that coordinate programs with, and provide services to, local governments and businesses. The Department supports public safety through the administration of building and energy code programs; administers programs for community development and local government service activities; and supports businesses through various licensing and registration activities.

ORGANIZATION AND STAFFING

The Department is headed by the Secretary of State, who is appointed by the Governor and confirmed by the Senate. The Department has a central office in Albany and 20 regional offices across the State.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$183 million All Funds** (\$21 million General Fund; \$162 million Other Funds) for the Department of State. This is a net decrease of **\$18 million All Funds** from the 2009-10 budget. The net decrease is primarily attributable to the transfer of the Office of Fire Prevention and Control, and related fire programs, to the newly established Division of Homeland Security and Emergency Services, the elimination of nonrecurring program additions, and the implementation of various State operations efficiencies.

The Executive Budget recommends a staffing level of **677 FTEs** for the Department of State, a decrease of **130** from the 2009-10 budget. This decrease primarily reflects the impact of the statewide hiring freeze and the transfer of the Office of Fire Prevention and Control, and related fire programs, to the Division of Homeland Security and Emergency Services. Additional staffing is recommended for the Athletic Commission to regulate the conduct of professional mixed martial arts competitions in the State. Staff increases resulting from the inclusion of the Authorities Budget Office appropriation in the Department's budget are also included in 2010-11 staffing levels.

PROGRAM HIGHLIGHTS

The responsibilities of the Department of State are carried out through three programs:

- The Local Government and Community Services Program manages New York's building and energy codes; offers planning and management services to local governments; supports land use planning activities in the New York City/Catskill watershed; coordinates New York's coastal resources and waterfront revitalization activities; provides technical assistance and grant administration for the Brownfield Opportunity Areas Program; administers the Department's Federal grant programs, including the Appalachian Regional Commission; and provides a means for achieving economic self-sufficiency through programs designed to improve opportunities for low-income participants.

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- The Business and Licensing Services Program maintains all certificates on file for businesses and corporations; administers qualifying examinations and licensing of 26 occupations; and prepares the State Register and other publications.
- The Administration Program provides the basic executive direction, fiscal, personnel, legal and electronic data processing activities that support the Department's operations.

Additionally, the Department's appropriations contain funds for the Lake George Park Commission, the Commission on Uniform State Laws, the State Athletic Commission, the Committee on Open Government, and the Tug Hill Commission.

AUTHORITIES BUDGET OFFICE

The Authorities Budget Office (ABO) was statutorily created by Chapter 506 of the Laws of 2009 as an independent office with administrative support and other host services provided through the Department of State. The Authorities Budget Office is not supported by a General Fund appropriation. Rather, a portion of the assessment the State charges public authorities is used to fund its operations. The Executive Budget recommends a staffing level of **11 FTEs** for the Office.

The Office continues, and builds on, the work initially begun by its predecessor, the Authority Budget Office that was established in 2006 and was hosted by the Division of the Budget. The Authorities Budget Office will study, review and report on State and local public authorities, enforce their compliance with State laws, and promote the principles of effective corporate governance.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	77,192,500	75,142,309	(2,050,191)	24,609,500
Aid To Localities	121,481,884	105,133,631	(16,348,253)	109,535,911
Capital Projects	2,750,000	2,750,000	0	2,750,000
Total	<u>201,424,384</u>	<u>183,025,940</u>	<u>(18,398,444)</u>	<u>136,895,411</u>

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Program	Full-Time Equivalent Positions (FTE)		
	2009-10	2010-11	FTE Change
	Estimated FTEs 03/31/10	Estimated FTEs 03/31/11	
Administration			
General Fund	58	58	0
Authority Budget Office			
Special Revenue Funds - Other	0	11	11
Lake George Park Commission			
Special Revenue Funds - Other	9	9	0
Licensing Services			
Special Revenue Funds - Other	360	351	(9)
Local Government and Community Services			
General Fund	99	71	(28)
Special Revenue Funds - Federal	58	58	0
Special Revenue Funds - Other	205	101	(104)
Tug Hill Commission			
General Fund	18	18	0
Total	<u>807</u>	<u>677</u>	<u>(130)</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	22,923,000	20,907,000	(2,016,000)
Special Revenue Funds - Federal	8,466,500	13,692,309	5,225,809
Special Revenue Funds - Other	45,803,000	40,543,000	(5,260,000)
Total	<u>77,192,500</u>	<u>75,142,309</u>	<u>(2,050,191)</u>

Adjustments:			
Transfer(s) From			
Authority Budget Office			
Special Revenue Funds - Other	(1,326,000)		
Transfer(s) To			
Homeland Security and Emergency Services			
Special Revenue Funds - Federal	3,300,000		
Special Revenue Funds - Other	1,408,000		
Appropriated 2009-10	<u>80,574,500</u>		

STATE

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	11,258,000	9,825,207	(1,432,793)
Authority Budget Office			
Special Revenue Funds - Other	1,326,000	1,826,000	500,000
Lake George Park Commission			
Special Revenue Funds - Other	1,509,000	1,495,000	(14,000)
Licensing Services			
Special Revenue Funds - Other	41,112,000	35,639,000	(5,473,000)
Local Government and Community Services			
General Fund	10,292,000	9,737,793	(554,207)
Special Revenue Funds - Federal	8,466,500	13,692,309	5,225,809
Special Revenue Funds - Other	1,823,000	1,550,000	(273,000)
Tug Hill Commission			
General Fund	1,213,000	1,194,000	(19,000)
Special Revenue Funds - Other	33,000	33,000	0
Uniform State Laws, NY Commission on General Fund	160,000	150,000	(10,000)
Total	<u>77,192,500</u>	<u>75,142,309</u>	<u>(2,050,191)</u>

STATE OPERATIONS - GENERAL AND OFFSET FUNDS SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	5,341,207	(92,793)	5,294,207	(92,793)
Local Government and Community Services	8,494,793	(148,207)	8,455,793	(148,207)
Tug Hill Commission	1,084,000	(19,000)	1,084,000	(19,000)
Total	<u>14,920,000</u>	<u>(260,000)</u>	<u>14,834,000</u>	<u>(260,000)</u>
Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	41,000	0	6,000	0
Local Government and Community Services	34,000	0	5,000	0
Tug Hill Commission	0	0	0	0
Total	<u>75,000</u>	<u>0</u>	<u>11,000</u>	<u>0</u>

STATE OPERATIONS - GENERAL AND OFFSET FUNDS
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	4,484,000	(1,340,000)	646,000	0
Local Government and Community Services	1,243,000	(406,000)	78,500	0
Tug Hill Commission	110,000	0	13,000	0
Uniform State Laws, NY Commission on	150,000	(10,000)	0	0
Total	5,987,000	(1,756,000)	737,500	0

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	58,500	0	3,065,500	(1,340,000)
Local Government and Community Services	140,300	0	641,100	(406,000)
Tug Hill Commission	8,000	0	87,000	0
Uniform State Laws, NY Commission on	0	0	150,000	(10,000)
Total	206,800	0	3,943,600	(1,756,000)

Program	Equipment	
	Amount	Change
Administration	714,000	0
Local Government and Community Services	383,100	0
Tug Hill Commission	2,000	0
Uniform State Laws, NY Commission on	0	0
Total	1,099,100	0

STATE OPERATIONS - OTHER THAN GENERAL FUND AND OFFSET FUNDS
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Authority Budget Office	1,826,000	500,000	953,000	273,000
Lake George Park Commission	1,495,000	(14,000)	612,000	(12,000)
Licensing Services	35,639,000	(5,473,000)	19,550,000	(531,000)
Local Government and Community Services	15,242,309	4,952,809	6,570,000	1,628,000
Tug Hill Commission	33,000	0	0	0
Total	54,235,309	(34,191)	27,685,000	1,358,000

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Authority Budget Office	873,000	227,000	0	0
Lake George Park Commission	883,000	(2,000)	0	0
Licensing Services	16,089,000	(4,942,000)	0	0
Local Government and Community Services	7,636,000	3,320,000	1,036,309	4,809
Tug Hill Commission	33,000	0	0	0
Total	25,514,000	(1,397,000)	1,036,309	4,809

STATE

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
General Fund	16,824,384	0	(16,824,384)
Special Revenue Funds - Federal	104,118,500	104,594,631	476,131
Special Revenue Funds - Other	539,000	539,000	0
Total	121,481,884	105,133,631	(16,348,253)
Adjustments:			
Transfer(s) To			
Homeland Security and Emergency Services			
Special Revenue Funds - Other	12,362,700		
Appropriated 2009-10	133,844,584		

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Licensing Services			
Special Revenue Funds - Other	539,000	539,000	0
Local Government and Community Services			
General Fund	10,616,672	0	(10,616,672)
Special Revenue Funds - Federal	104,118,500	104,594,631	476,131
Community Projects			
General Fund	6,207,712	0	(6,207,712)
Total	121,481,884	105,133,631	(16,348,253)

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

<u>Comprehensive Construction Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>	<u>Reappropriations 2010-11</u>
Solid and Hazardous Waste Management				
Hazardous Waste Remedial Fund - Oversight & Assessment	2,750,000	2,750,000	0	2,750,000
Total	2,750,000	2,750,000	0	2,750,000

DEPARTMENT OF TAXATION AND FINANCE

MISSION

The Department of Taxation and Finance (DTF) collects tax revenue and provides associated services in support of government operations in New York State. In fulfilling its responsibilities, the Department collects and accounts for more than \$60 billion in State taxes and nearly \$40 billion in local taxes; administers 37 State and nine local taxes, including New York City and City of Yonkers income taxes, as well as the Metropolitan Commuter Transportation Mobility Tax; and processes almost 28 million returns, registrations, and associated documents. The Department also manages the State Treasury, which provides investment and cash management services to various State agencies and public benefit corporations, and acts on the Tax Commissioner's behalf as joint custodian of the State's General Checking Account. Finally, beginning in 2010-11, the agency will oversee local property tax administration with the Executive Budget proposal to merge the Office of Real Property Services into the Department.

ORGANIZATION AND STAFFING

The Department is headed by a Commissioner who is appointed by the Governor and confirmed by the Senate. The Department fulfills its mission through nine programs: Audit, Collection and Enforcement, Centralized Operations Support, Office of Conciliation and Mediation, Management, Administration and Counsel, Revenue Processing and Reconciliation, Tax Policy, Revenue Accounting and Taxpayer Guidance, Technology and Information Services, Treasury Management, and the Office of Real Property Tax Services.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$540.3 million All Funds** (\$388.7 million General Fund; \$151.6 million Other Funds) for the Department of Taxation and Finance. This is an increase of **\$7.1 million All Funds** (a decrease of \$2.9 million in General Fund, an increase of \$10 million in Other Funds) from the 2009-10 level. This net change primarily reflects costs associated with merging the Office of Real Property Services into the Department.

The Executive Budget recommends a staffing level of **5,622 FTEs** for the Department of Taxation and Finance, an increase of **444 FTEs** from the 2009-10 budget. The Department will improve nonvoluntary tax collections through the following administrative and proposed statutory efforts: adding more than 300 compliance staff to focus more effort on the personal income tax and lower volume sales tax vendors, mirroring IRS requirements that credit card settlement banks report payments to credit card merchants, and allowing statistical sampling in lieu of a complete audit of all invoices during audits of larger sales tax vendors. In addition, DTF is working with counties voluntarily to identify vendors that are not paying the tax (especially sales tax) that is due to the State and the locality. Since the county is in a better position of identifying the best audits, this process will help streamline and enhance the current audit process. This enhanced information is expected to increase tax revenue for both the State and county.

TAXATION AND FINANCE

The Executive Budget merges the Office of Real Property Services into the Department for over \$1.9 million in full annual savings by consolidating facilities and services in support of agency operations. This merger expands upon the current host agency arrangement between the agencies that has already reduced overall costs for administrative support by \$650,000.

The Executive Budget proposes legislation that will reduce certified mail volumes, expand e-file participation, restructure State aid for local governments to maintain updated property assessments, and provide more efficient reporting of property assessment and real property transfer information.

PROGRAM HIGHLIGHTS

The Department's strategic goal is to achieve "universal voluntary compliance" to ensure that all taxpayers voluntarily pay the correct amount of tax due on a timely basis. To achieve this goal, the Department is committed to increasing the current high level of voluntary compliance through taxpayer education initiatives, technology, and enforcement efforts.

The operations of the Department are organized along the following functional lines to support its legal mission:

- **Audit, Collection and Enforcement:** Ensures that voluntarily remitted taxes are accurate and complete; leverages sophisticated technologies and highly-trained personnel to collect delinquent taxes; and identifies and investigates alleged evasion of the State tax code, whether through underreporting, non-filing or schemes of avoidance.
- **Centralized Operations Support:** Provides infrastructure support services; vehicle fleet management; printing and mailing services; telecommunications support; space planning, management, and utilization; in-house security; and parking services.
- **Office of Conciliation and Mediation:** Provides taxpayers with a statutorily-mandated option of informal and impartial dispute resolution that potentially mitigates time-consuming, formal administrative hearings with the Division of Tax Appeals.
- **Management, Administration and Counsel:** Provides departmental financial services, including budgeting, accounting, and procurement; provides a full range of legal services to the Department; and provides personnel services, including workforce strategies and solutions.
- **Real Property Tax Services:** Oversees local property tax administration in New York with a range of responsibilities, including: equalization of local assessments for purposes of apportioning property taxes and calculating state aid; determination of assessments on several specific categories of property; various services to support local governments in performing their assessment responsibilities; and the administration of State aid for quality local assessment practices and property tax relief.
- **Revenue Processing and Reconciliation:** Processes taxpayer returns and remittance to compute liability, identify underpayments or overpayments, and issue assessments and refunds; creates and maintains taxpayer accounts and records; and responds to taxpayer inquiries.

TAXATION AND FINANCE

- **Tax Policy, Revenue Accounting and Taxpayer Guidance:** Performs revenue accounting; reviews tax policies; assesses tax proposals and proposed legislation; prepares fiscal impacts; performs sophisticated studies and analyses for the Legislature and the Division of the Budget; and develops tax information, advice, forms, and instructions.
- **Technology and Information Services:** Maintains, secures, and improves the Department's information technology infrastructure, applications, and networks.
- **Treasury Management:** Acts on the Tax Commissioner's behalf as custodian of the State Treasury, and joint-custodian of the State General Checking Account; provides various financial and investment services to certain State agencies and public benefit corporations.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	520,235,000	527,969,000	7,734,000	1,000,000
Aid To Localities	12,933,750	12,325,000	(608,750)	0
Capital Projects	0	0	0	0
Total	<u>533,168,750</u>	<u>540,294,000</u>	<u>7,125,250</u>	<u>1,000,000</u>

ALL FUND TYPES PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM FILLED ANNUAL SALARIED POSITIONS

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Audit, Collection and Enforcement			
General Fund	2,751	2,859	108
Centralized Operations Support			
General Fund	122	122	0
Office of Conciliation and Mediation			
General Fund	25	25	0
Management, Administration and Counsel			
General Fund	253	253	0
Real Property Tax Services, Office of			
General Fund	0	239	239
Special Revenue Funds - Other	0	29	29
Revenue Processing and Reconciliation			
General Fund	538	584	46
Special Revenue Funds - Other	731	731	0
Tax Policy, Revenue Accounting and Taxpayer Guidance			
General Fund	172	176	4
Technology and Information Services			
General Fund	542	560	18
Treasury Management			
Special Revenue Funds - Other	44	44	0
Total	<u>5,178</u>	<u>5,622</u>	<u>444</u>

TAXATION AND FINANCE

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

<u>Fund Type</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
General Fund	378,652,000	376,366,000	(2,286,000)
Special Revenue Funds - Federal	2,582,000	2,500,000	(82,000)
Special Revenue Funds - Other	92,799,000	107,297,000	14,498,000
Internal Service Funds	46,202,000	41,806,000	(4,396,000)
Total	520,235,000	527,969,000	7,734,000

Adjustments:

Transfer(s) From

Real Property Services, Office of General Fund	(27,100,000)
Special Revenue Funds - Other	(5,457,000)
Appropriated 2009-10	487,678,000

STATE OPERATIONS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

<u>Program</u>	<u>Available 2009-10</u>	<u>Recommended 2010-11</u>	<u>Change</u>
Audit, Collection and Enforcement			
General Fund	176,197,987	183,039,900	6,841,913
Special Revenue Funds - Federal	2,582,000	2,500,000	(82,000)
Special Revenue Funds - Other	4,000,000	16,500,000	12,500,000
Centralized Operations Support			
General Fund	29,020,005	25,000,600	(4,019,405)
Office of Conciliation and Mediation			
General Fund	1,754,904	1,908,000	153,096
Management, Administration and Counsel			
General Fund	16,834,684	17,245,000	410,316
Real Property Tax Services, Office of			
General Fund	27,100,000	22,150,000	(4,950,000)
Special Revenue Funds - Other	5,457,000	4,055,000	(1,402,000)
Revenue Processing and Reconciliation			
General Fund	45,411,949	46,567,700	1,155,751
Special Revenue Funds - Other	79,653,000	83,053,000	3,400,000
Internal Service Funds	46,202,000	41,806,000	(4,396,000)
Tax Policy, Revenue Accounting and Taxpayer Guidance			
General Fund	12,253,238	12,037,700	(215,538)
Technology and Information Services			
General Fund	70,079,233	68,417,100	(1,662,133)
Treasury Management			
Special Revenue Funds - Other	3,689,000	3,689,000	0
Total	520,235,000	527,969,000	7,734,000

TAXATION AND FINANCE

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	176,671,000	6,885,899	174,901,000	7,135,899
Centralized Operations Support	5,484,200	(98,378)	4,885,200	(98,378)
Office of Conciliation and Mediation	1,830,800	153,127	1,830,800	153,127
Management, Administration and Counsel	15,990,500	442,283	15,821,500	442,283
Real Property Tax Services, Office of	18,250,000	(2,550,000)	18,250,000	(2,550,000)
Revenue Processing and Reconciliation	44,449,200	1,155,775	38,900,200	2,030,775
Tax Policy, Revenue Accounting and Taxpayer Guidance	10,800,600	(215,514)	10,697,600	(215,514)
Technology and Information Services	36,919,800	857,908	36,244,800	982,908
Total	310,396,100	6,631,100	301,531,100	7,881,100

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	1,020,000	0	750,000	(250,000)
Centralized Operations Support	549,000	0	50,000	0
Office of Conciliation and Mediation	0	0	0	0
Management, Administration and Counsel	159,000	0	10,000	0
Real Property Tax Services, Office of	0	0	0	0
Revenue Processing and Reconciliation	5,174,000	(750,000)	375,000	(125,000)
Tax Policy, Revenue Accounting and Taxpayer Guidance	38,000	0	65,000	0
Technology and Information Services	300,000	0	375,000	(125,000)
Total	7,240,000	(750,000)	1,625,000	(500,000)

TAXATION AND FINANCE

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	6,368,900	(43,986)	420,500	21
Centralized Operations Support	19,516,400	(3,921,027)	6,347,700	(3,012,969)
Office of Conciliation and Mediation	77,200	(31)	3,600	25
Management, Administration and Counsel	1,254,500	(31,967)	98,000	31
Real Property Tax Services, Office of	3,900,000	(2,400,000)	200,000	(50,000)
Revenue Processing and Reconciliation	2,118,500	(24)	813,800	44
Tax Policy, Revenue Accounting and Taxpayer Guidance	1,237,100	(24)	44,300	(36)
Technology and Information Services	31,497,300	(2,520,041)	107,300	35
Total	65,969,900	(8,917,100)	8,035,200	(3,062,849)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	3,700,600	(46)	1,083,600	(43,977)
Centralized Operations Support	27,900	11	12,516,600	(907,986)
Office of Conciliation and Mediation	68,600	(50)	4,300	9
Management, Administration and Counsel	111,600	44	778,200	(32,009)
Real Property Tax Services, Office of	200,000	(150,000)	3,200,000	(1,800,000)
Revenue Processing and Reconciliation	100,100	(14)	1,012,300	(20)
Tax Policy, Revenue Accounting and Taxpayer Guidance	20,000	(23)	1,159,900	7
Technology and Information Services	214,500	(30)	28,861,500	(2,519,980)
Total	4,443,300	(150,108)	48,616,400	(5,303,956)

Program	Equipment	
	Amount	Change
Audit, Collection and Enforcement	1,164,200	16
Centralized Operations Support	624,200	(83)
Office of Conciliation and Mediation	700	(15)
Management, Administration and Counsel	266,700	(33)
Real Property Tax Services, Office of	300,000	(400,000)
Revenue Processing and Reconciliation	192,300	(34)
Tax Policy, Revenue Accounting and Taxpayer Guidance	12,900	28
Technology and Information Services	2,314,000	(66)
Total	4,875,000	(400,187)

**STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	19,000,000	12,418,000	0	0
Real Property Tax Services, Office of	4,055,000	(1,402,000)	2,555,000	(745,000)
Revenue Processing and Reconciliation	124,859,000	(996,000)	38,764,000	1,883,000
Treasury Management	3,689,000	0	2,025,000	0
Total	151,603,000	10,020,000	43,344,000	1,138,000

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Audit, Collection and Enforcement	16,500,000	12,500,000	2,500,000	(82,000)
Real Property Tax Services, Office of	1,500,000	(657,000)	0	0
Revenue Processing and Reconciliation	86,095,000	(2,879,000)	0	0
Treasury Management	1,664,000	0	0	0
Total	105,759,000	8,964,000	2,500,000	(82,000)

TAXATION AND FINANCE

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	12,933,750	12,325,000	(608,750)
Total	12,933,750	12,325,000	(608,750)
Adjustments:			
Transfer(s) From			
Real Property Services, Office of			
General Fund	(12,933,750)		
Appropriated 2009-10	0		

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Real Property Tax Services, Office of			
General Fund	12,933,750	12,325,000	(608,750)
Total	12,933,750	12,325,000	(608,750)

DIVISION OF TAX APPEALS

MISSION

The Division of Tax Appeals provides taxpayers with a system of due process for resolving disputes with the Department of Taxation and Finance. The separation of tax administration from tax adjudication promotes the impartial and timely hearing of taxpayer disputes.

ORGANIZATION AND STAFFING

The Division of Tax Appeals is headed by the Tax Appeals Tribunal, which is comprised of three commissioners appointed by the Governor and confirmed by the Senate. Under the direction of the Tax Tribunal, dispute adjudication is provided through small claims hearings, formal hearings and the Tribunal appeals process. The Division holds formal hearings in Troy, New York City and Rochester, while Tax Tribunal oral arguments are held in New York City, Buffalo, and Troy. Small claims hearings are conducted throughout the State.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$2.9 million All Funds** (\$2.9 million General Fund) for the Division of Tax Appeals. This net decrease of **\$440,000** from the 2009-10 budget reflects reductions in employee costs and savings in nonpersonal service expenditures. The Executive Budget recommends a staffing level of **27 FTEs**, implying no change from 2009-10, a reflection of the statewide hiring freeze implemented by the Executive in July of 2008.

PROGRAM HIGHLIGHTS

The Division's hearing process has been substantially improved in recent years to benefit taxpayers. These improvements have allowed taxpayers more flexibility in scheduling hearings, thus minimizing delays caused by sudden cancellations.

The Division also conducts formal hearings in New York City and Rochester to provide easier access for taxpayers in these metropolitan areas. At these locations, the Division utilizes existing State office space, thus providing improved service at nominal additional cost.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available	Appropriations	Change	Reappropriations
	2009-10	Recommended 2010-11		Recommended 2010-11
State Operations	3,353,000	2,913,000	(440,000)	0
Aid To Localities	0	0	0	0
Capital Projects	0	0	0	0
Total	3,353,000	2,913,000	(440,000)	0

TAX APPEALS

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Full-Time Equivalent Positions (FTE)

Program	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
Administration			
General Fund	27	27	0
Total	<u>27</u>	<u>27</u>	<u>0</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	3,353,000	2,913,000	(440,000)
Total	<u>3,353,000</u>	<u>2,913,000</u>	<u>(440,000)</u>

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Administration			
General Fund	3,353,000	2,913,000	(440,000)
Total	<u>3,353,000</u>	<u>2,913,000</u>	<u>(440,000)</u>

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Administration	2,546,000	(360,000)	2,536,000	(360,000)
Total	<u>2,546,000</u>	<u>(360,000)</u>	<u>2,536,000</u>	<u>(360,000)</u>

Program	Temporary Service (Nonannual Salaried)	
	Amount	Change
Administration	10,000	0
Total	<u>10,000</u>	<u>0</u>

TAX APPEALS

**STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
2010-11 RECOMMENDED
(dollars)**

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Administration	367,000	(80,000)	27,100	(5,900)
Total	367,000	(80,000)	27,100	(5,900)

Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Administration	19,700	(4,300)	257,000	(56,000)
Total	19,700	(4,300)	257,000	(56,000)

Program	Equipment	
	Amount	Change
Administration	63,200	(13,800)
Total	63,200	(13,800)

THRUWAY AUTHORITY

The Thruway Authority operates a 641 mile highway system, including the 426 mile mainline from Pennsylvania to New York City and 71 miles of un-tolled Interstate 84 currently operated under contract for the New York State Department of Transportation.

The Thruway Authority also has jurisdiction over the New York State Canal System. Through its subsidiary, the New York State Canal Corporation, the Thruway maintains, operates, develops and makes capital improvements to the 524-mile navigable waterway which includes 57 locks, 20 lift bridges, numerous dams, reservoirs and water control structures.

Thruway Authority and Canal System programs are primarily supported by Authority funds, which are not reflected in the Executive Budget. The 2010 Thruway annual operating and capital budget totals \$1.1 billion. The Authority will have a workforce of 3,329 in 2010, a decrease of 48 positions from 2009.

Revenues from canal tolls and other user fees are deposited into the Canal System Development Fund and, in accordance with the State Constitution, are used exclusively for the canals. The Executive Budget recommends a new appropriation of \$2 million and reappropriations of \$10.2 million from the Canal System Development Fund for a portion of the maintenance, construction, reconstruction, development and promotion of the canals.

The Executive Budget also proposes the transfer of operational responsibility for Interstate 84 from the Thruway Authority to the New York State Department of Transportation.

ALL FUNDS APPROPRIATIONS (dollars)

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	0	0	0	0
Aid To Localities	0	0	0	0
Capital Projects	2,000,000	2,000,000	0	10,239,000
Total	<u>2,000,000</u>	<u>2,000,000</u>	<u>0</u>	<u>10,239,000</u>

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Canal Development Program				
New York State Canal System Development Fund	2,000,000	2,000,000	0	10,239,000
Total	<u>2,000,000</u>	<u>2,000,000</u>	<u>0</u>	<u>10,239,000</u>

DEPARTMENT OF TRANSPORTATION

MISSION

The Department of Transportation (DOT) directly maintains and improves the State's more than 38,000 State highway lane miles and over 7,500 bridges. In addition, the Department partially funds locally-operated transit systems, local government highway and bridge construction, and rail, airport, and canal programs.

The DOT of the 21st Century is capitalizing on intelligent transportation technology to manage increases in traffic and to balance security concerns with the need to move people and products safely and efficiently. The Department closely coordinates with other State transportation agencies and authorities, with the goal of creating a seamless statewide transportation system that addresses environmental and community concerns and more efficiently moves people and goods throughout the State's transportation system.

ORGANIZATION AND STAFFING

The Department is headed by a Commissioner appointed by the Governor. The Department's main office is in Albany, with 11 regional offices in Schenectady, Utica, Syracuse, Rochester, Buffalo, Hornell, Watertown, Poughkeepsie, Binghamton, Hauppauge and New York City. The Department also maintains highway maintenance and equipment repair facilities across the State.

Employees of the Department perform such activities as highway maintenance, snow and ice removal, highway and bridge design and construction inspection. In addition, the Department's staff inspects school and charter buses, regulates commercial transportation, oversees public transportation systems and State-owned airports, and provides administrative support for the Department.

BUDGET HIGHLIGHTS

The Executive Budget recommends **\$8.8 billion All Funds** (\$97.6 million General Fund; \$4.3 billion Capital Projects Funds; \$4.4 billion Other Funds) for the Department. This is an overall decrease of **\$3.46 billion** (decrease of \$3.6 billion in Capital Projects Funds, offset by increases of \$36 million in General Fund and \$128 million in Other Funds) from 2009-10 levels. This net change primarily reflects non-recurrence of 2009-10 capital appropriations from the American Recovery and Reinvestment Act (ARRA) and the 2005 Bond Act, transit aid changes and the full annualization of newly enacted Metropolitan Transportation Authority dedicated tax revenues.

The Executive Budget recommends a staffing level of **9,610 FTEs** for the Department of Transportation, a net **decrease of 91** from the 2009-10 budget, adjusted for workforce reduction and severance plans. Key budget actions include: a decrease of 100 positions for snow and ice control and preventive maintenance; an increase of 54 positions associated with the DOT takeover of maintenance and operation of Interstate 84; 15 new positions to replace consultant contracts for information technology and a decrease of 60 positions associated with the Department's workforce reduction plan and lower staffing for non-health and safety functions.

The Department is responsible for the implementation of transportation programs related to highways and bridges, transit, aviation, ports, rail and other modes. It is supported by revenues from the Petroleum Business Tax, highway use tax, motor fuel

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taxes, auto rental tax, transportation/transmission tax, motor vehicle fees, and other fees. Substantial Federal aid is also used to support the programs. While no new appropriations are provided, spending from the 2005 Bond Act continues.

The budget funds a two-year DOT capital program that balances fiscal austerity with the preservation of core transportation infrastructure and delivery of essential services. Major budget actions include:

- **Preserving State Support for Highway and Bridge Investments:** Funding in the Dedicated Highway and Bridge Trust Fund (DHBTF) for highway and bridge construction is recommended at \$501 million, an increase of \$10 million over 2009-10.
- **Funding for Rail Programs:** The budget includes a \$15.3 million appropriation to support Amtrak service from Albany to Montreal and additional rail capital investments.
- **Preserving Local Capital Aid:** Capital aid to local governments for highway and bridge projects is preserved at 2009-10 levels, with \$363.1 million provided for the Consolidated Highway Improvement Program (CHIPS) and \$39.7 million for the Marchiselli program.
- **Maintenance Reductions:** Reduced staffing levels for preventive maintenance and snow and ice control (100 positions) and implementation of new salt application techniques would result in over \$6 million in annual savings.
- **Rest Area Closures:** Development and implementation of a highway rest area closure plan would achieve \$1 million in savings in 2010-11 (growing to \$2 million annually). The plan would identify suitable locations based on proximity to other available services, existing contractual obligations and may also involve service reductions.
- **Return of I-84 Maintenance and Operation to DOT:** The budget would return operational responsibility for I-84 from the Thruway Authority to DOT. DOT maintenance staff would increase by 54 positions with annual savings from operational efficiencies estimated at over \$3 million beginning in 2011-12.
- **Mandate Relief:** Proposals for mandate relief would provide cost relief to transit systems and DOT operations. These proposals include:
 - Requiring the Department of Environmental Conservation (DEC) to issue waivers to State agencies, regional public authorities and their contractors that defer the statutory retrofitting requirements under the Diesel Emissions Reduction Act (DERA) for vehicles that will be retired before December 31, 2013. This will avoid retrofits for older vehicles that are already scheduled to be replaced with cleaner vehicles and will generate \$36 million in estimated relief for transit systems and \$1.4 million in savings for DOT; and
 - Relaxing requirements under Executive Order No. 142 that prescribe the use of more expensive biofuels for transportation purposes. This will generate savings of \$7.4 million, growing to \$10 million annually for transit systems and \$1.5 million for DOT.
- **IT Insourcing:** The budget proposes to enhance the use of State staff (15 positions) for IT functions currently performed by consultant staff. Annual savings are estimated at over \$600,000.
- **Reduce Prior-Year Multi-Modal and Industrial Access Program Funding:** Reappropriations for these non-core capital programs would be reduced by \$133 million, with \$101 million in Multi-Modal Program reductions and \$32 million in Industrial Access Program reductions.

- **Other Agency Reductions:** A combination of personal service and non-personal service reductions and maximization of Federal transportation funding will achieve nearly \$28.6 million in additional savings. The Department will manage the reductions through a broad range of savings actions that include strict limits on staffing, energy purchases, vehicles, supplies, equipment, contracts for technology and other services; the development of shared services; and other actions.

The Department's operations are devoted primarily to highway maintenance, particularly snow and ice removal. The 2010-11 Executive Budget provides \$680 million for snow and ice control and State forces preventive maintenance. This level represents an increase of approximately \$15.2 million from 2009-10 levels. This increase primarily reflects the merger of the Accident Damage Recovery account into the Dedicated Highway and Bridge Trust Fund, which provides funding for this appropriation.

The Department's regulatory programs and other operations are primarily funded by fees, miscellaneous revenues and Federal aid. Approximately \$13.9 million is derived from fees, including those imposed on trucks registered to transport products throughout the State; landing fees and rents levied at Republic Airport and revenues generated by the sale and rental of Department property, such as commercial leasing of land for parking or storage. These funds support a number of agency activities, including various safety and regulatory oversight functions as well as highway safety and aviation programs.

Federal aid of \$21 million and dedicated mass transit funds totaling \$5.9 million help finance the Department's remaining operating responsibilities for mass transportation, aviation and motor-carrier safety programs.

Capital appropriations provide funding for construction and reconstruction projects on State highways, bridges, railways and airports, as well as financing the engineering staff and private-sector consultants who work on these projects. Obligations for State and local highway and bridge construction contracts will total \$1.83 billion in 2010-11.

The centerpiece of the State's Highway and Bridge Program is the Dedicated Highway and Bridge Trust Fund, established in 1993. The Trust Fund derives its revenues from portions of the petroleum business tax, motor fuel tax, motor vehicle fees, highway user fees, auto rental tax, transportation/transmission tax, and miscellaneous transportation-related revenues. These funds are used both on a pay-as-you-go basis and to pay debt service on bonds issued by the Thruway Authority to finance portions of the State and local highway programs. The 2010-11 Executive Budget proposes to dedicate an additional \$12.5 million in revenue to the DHBTF from accident damage recoveries that are currently deposited into a separate fund.

A significant portion of the State and local highway capital program is supported by Federal aid, authorized in accordance with multi-year Federal transportation acts. The most recent Federal Transportation Act, known as SAFETEA-LU, expired on September 30, 2009. A successor program has not been enacted and Federal support for the State's transportation programs continues at reduced levels through temporary funding measures passed by Congress. The Federal capital aid appropriation in 2010-11 is available for up to \$2 billion of Federal funding, including provisions for State and local highways and bridges, engineering, rail and community enhancement programs. In addition, a \$300 million appropriation is available to accommodate future Federal high speed rail grants and a \$10 million appropriation is provided to support miscellaneous ARRA transportation grants.

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Local highway and bridge capital programs include the Consolidated Highway Improvement Program (CHIPS), the Municipal Streets and Highways Program (“Marchiselli” Program) and the Multi-Modal Program. The CHIPS and Marchiselli programs are funded by bonds issued by the Thruway Authority with debt service paid from the State’s Dedicated Highway and Bridge Trust Fund. In 2010-11, the CHIPS capital program will be funded at \$363.1 million, and the Marchiselli program at \$39.7 million.

A \$15.3 million rail preservation appropriation will be available to support Amtrak service between Albany and Montreal and new rail infrastructure investments. The State will also provide up to \$4 million to match Federal aviation grants.

The Aid to Localities budget is comprised primarily of appropriations supported by State taxes dedicated to public transportation through the Mass Transportation Operating Assistance (MTOA) Fund, the Metropolitan Transportation Authority Financial Assistance Fund (MTASP) and the Dedicated Mass Transportation Trust Fund (DMTTF). Mass Transportation Operating Assistance Fund revenues are derived from a 3/8 percent sales tax; a business tax surcharge levied in the New York City metropolitan region; and a portion of statewide taxes on transmission, transportation and petroleum-related businesses. MTASP revenues are derived from a tax on payrolls, surcharges on motor vehicle registration and license fees, a rental car surcharge, and a taxi surcharge, all within the Metropolitan Commuter Transportation District (MCTD). Dedicated Mass Transportation Trust Fund revenues are derived from a share of the revenues deposited in the Transportation Dedicated Funds Pool, which includes portions of the petroleum business tax, the motor fuel tax and motor vehicle fees.

The Executive Budget provides more than \$4.3 billion in aid to transit systems throughout the State, including more than \$3.9 billion for the MTA and more than \$400.8 million for other systems. This aid level reflects an overall increase of approximately \$148 million from the amended 2009-10 levels, and is comprised of a \$160 million increase for the MTA and a \$12.6 million decrease for all other transit systems. The year-to-year increase for the MTA is driven by the full annualization of the Metropolitan Transportation Authority Financial Assistance Fund revenues that were enacted in May 2009, offset by a decrease in other dedicated transit revenues. The decrease in aid for all other transit systems reflects the impact of declining dedicated transit revenues offset by increases in the Additional Mass Transportation Operating Assistance Program (AMTAP). Transit aid reductions were distributed to systems in proportion to 2009-10 aid levels.

The changes to the total 2010-11 Executive Budget recommendation for State Transportation Operating Assistance include: a \$168.5 million increase to the MTA resulting from an increase in MTASP revenues; a restoration of the MTA School Fare program to the originally enacted 2009-10 level that results in an \$18.94 increase in the General Fund contribution to subsidize fares for New York City school children; a \$9.1 million increase in the General Fund AMTAP for non-MTA systems; a \$16.5 million decrease to the DMTTF for the MTA; and a \$32 million decrease in MTOA for all systems.

In addition to the State Transportation Operating Assistance Program, the Executive Budget provides \$37 million for the DMTTF non-MTA capital program, a \$5 million decrease from 2009-10. This capital program funds a variety of transit related needs, including bus purchases and a portion of the required match to Federal transit capital aid.

PROGRAM HIGHLIGHTS

HIGHWAYS AND BRIDGES

Improving the State’s vital transportation infrastructure remains the agency’s highest priority. During 2008-09, the Department replaced or rehabilitated a total of 82 State bridges and completed 4,120 corrective and preventive bridge treatments to slow deterioration. Nearly 4,613 lane miles of State highway were resurfaced, rehabilitated or given preventive maintenance treatment. The Executive Budget continues this commitment to strategic investments in critical infrastructure needs. Even more than in previous years, preventive maintenance performed by State forces and private sector contractors will be an area of significant concentration.

State staff and private-sector consultants perform the planning, property acquisition, design engineering, environmental reviews, surveying, materials and soils testing and construction inspection associated with the Department’s capital program. Construction of virtually all highway and bridge projects is performed by private firms.

The State makes a significant investment in helping localities maintain safe roads and bridges through its CHIPS and Marchiselli capital programs. These programs fund local construction projects, with the majority performed by private firms. Through its safety inspections of school and charter buses and its regulation of commercial transport, the Department also focuses its resources on passenger safety and environmental issues.

PUBLIC TRANSPORTATION

The Department provides oversight and funding for more than 130 public transportation operators, including the Metropolitan Transportation Authority, the four upstate regional transportation authorities and other (usually county-sponsored) transit systems. These systems provide bus, subway, light rail and commuter rail services, as well as “paratransit” services designed to meet the needs of disabled people, as required by the Federal Americans with Disabilities Act.

State financial assistance to transit systems is supported by the Mass Transportation Operating Assistance Fund, the Metropolitan Transportation Authority Financial Assistance Fund, the Dedicated Mass Transportation Trust Fund and the General Fund. In addition, State law authorizes the imposition of an additional mortgage recording tax in regions covered by the Metropolitan Transportation Authority and the four upstate transit authorities. These moneys are collected by the affected counties and transmitted directly to the transit systems.

**ALL FUNDS
APPROPRIATIONS
(dollars)**

Category	Available 2009-10	Appropriations Recommended 2010-11	Change	Reappropriations Recommended 2010-11
State Operations	48,429,000	37,840,000	(10,589,000)	81,797,800
Aid To Localities	4,209,526,719	4,357,490,900	147,964,181	285,255,200
Capital Projects	7,990,868,000	4,396,915,000	(3,593,953,000)	18,406,833,000
Total	12,248,823,719	8,792,245,900	(3,456,577,819)	18,773,886,000

TRANSPORTATION

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Program	Full-Time Equivalent Positions (FTE)		
	2009-10 Estimated FTEs 03/31/10	2010-11 Estimated FTEs 03/31/11	FTE Change
	Design and Construction		
Capital Projects Funds - Other	2,858	2,827	(31)
New York Metropolitan Transportation Council			
Special Revenue Funds - Other	62	62	0
Non-Federally Aided Highway Capital Projects - Administration			
Capital Projects Funds - Other	736	751	15
Operations Program			
Special Revenue Funds - Other	12	0	(12)
Passenger and Freight Transportation Program, Office of			
Special Revenue Funds - Federal	79	79	0
Special Revenue Funds - Other	101	101	0
Capital Projects Funds - Other	98	98	0
Planning and Program Management			
Capital Projects Funds - Other	577	577	0
Preventive Maintenance			
Capital Projects Funds - Other	4,973	4,910	(63)
Real Estate			
Capital Projects Funds - Other	205	205	0
Total	9,701	9,610	(91)

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available 2009-10	Recommended 2010-11	Change
Special Revenue Funds - Federal	17,606,000	18,031,000	425,000
Special Revenue Funds - Other	30,823,000	19,809,000	(11,014,000)
Total	48,429,000	37,840,000	(10,589,000)

**STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Program	Available 2009-10	Recommended 2010-11	Change
Operations Program			
Special Revenue Funds - Other	14,129,000	3,210,000	(10,919,000)
Passenger and Freight Transportation Program, Office of			
Special Revenue Funds - Federal	17,606,000	18,031,000	425,000
Special Revenue Funds - Other	16,694,000	16,599,000	(95,000)
Total	48,429,000	37,840,000	(10,589,000)

TRANSPORTATION

STATE OPERATIONS - OTHER THAN GENERAL FUND SUMMARY OF APPROPRIATIONS AND CHANGES 2010-11 RECOMMENDED (dollars)

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Operations Program	3,210,000	(10,919,000)	0	(606,000)
Passenger and Freight Transportation Program, Office of	34,630,000	330,000	11,837,000	222,000
Total	37,840,000	(10,589,000)	11,837,000	(384,000)

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Operations Program	3,210,000	(10,313,000)	0	0
Passenger and Freight Transportation Program, Office of	13,863,000	108,000	8,930,000	0
Total	17,073,000	(10,205,000)	8,930,000	0

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE APPROPRIATIONS (dollars)

Fund Type	Available 2009-10	Recommended 2010-11	Change
General Fund	61,587,591	97,550,900	35,963,309
Special Revenue Funds - Federal	53,062,000	53,062,000	0
Special Revenue Funds - Other	4,094,877,128	4,206,878,000	112,000,872
Total	4,209,526,719	4,357,490,900	147,964,181

AID TO LOCALITIES ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Program	Available 2009-10	Recommended 2010-11	Change
Additional Mass Transportation Assistance Program			
General Fund	35,747,841	44,866,000	9,118,159
Dedicated Mass Transportation Trust Fund Program			
Special Revenue Funds - Other	634,100,000	617,600,000	(16,500,000)
Local Transportation Planning Studies Program			
Special Revenue Funds - Federal	18,868,000	18,868,000	0
Mass Transportation Assistance Program General Fund	6,312,750	25,251,000	18,938,250
Metropolitan Transportation Authority Support Program			
Special Revenue Funds - Other	1,643,100,000	1,811,600,000	168,500,000
Mass Transportation Operating Assistance Fund Program			
Special Revenue Funds - Other	1,615,309,228	1,583,242,000	(32,067,228)
Mass Transportation Operating Assistance Program			
Special Revenue Funds - Other	202,367,900	194,436,000	(7,931,900)
Passenger and Freight Transportation Program, Office of			
General Fund	19,502,000	27,433,900	7,931,900
Special Revenue Funds - Federal	9,094,000	9,094,000	0
Rural and Small Urban Transit Aid Program Special Revenue Funds - Federal	25,100,000	25,100,000	0
Community Projects General Fund	25,000	0	(25,000)
Total	4,209,526,719	4,357,490,900	147,964,181

TRANSPORTATION

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Aviation				
Airport or Aviation Program				
Capital Projects Fund - Aviation (Bondable)	0	0	0	2,073,000
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	479,000
Regional Aviation Fund	0	0	0	7,510,000
Airport or Aviation Program -- Bondable				
Capital Projects Fund - Aviation (Bondable)	0	0	0	826,000
Airport or Aviation State Program				
Dedicated Highway and Bridge Trust Fund	4,000,000	4,000,000	0	45,295,000
Regional Aviation Fund	0	0	0	4,678,000
American Recovery and Reinvestment Act Federal Stimulus	10,000,000	0	(10,000,000)	10,000,000
Aviation				
Transportation Capital Facilities Bond Fund	0	0	0	3,393,000
Federal Airport or Aviation Federal Capital Projects Fund	6,000,000	6,000,000	0	39,371,000
Rebuild and Renew New York Transportation Bonds of 2005				
Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	16,400,000	0	(16,400,000)	55,390,000
Bond Proceeds				
Rebuild and Renew New York Transportation Bonds of 2005				
Rebuild and Renew New York Transportation Bonds of 2005	0	0	0	2,221,278,000
Canals and Waterways				
Canals and Waterways - Bondable				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	485,000
Rebuild and Renew New York Transportation Bonds of 2005				
Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	10,000,000	0	(10,000,000)	50,000,000
Economic Development				
Non-Federal Aided Highway Capital Projects Dedicated Highway and Bridge Trust Fund	0	0	0	184,657,000
Health and Safety				
Non-Federal Aided Highway Capital Projects Dedicated Highway and Bridge Trust Fund	8,012,000	8,885,000	873,000	7,679,000
Highway Facilities				
Accelerated Capacity and Transportation Improvements Fund				
Accelerated Capacity and Transportation Improvements Fund	0	0	0	30,583,000
Airport or Aviation State Program Dedicated Highway and Bridge Trust Fund	0	0	0	232,000
American Recovery and Reinvestment Act Dedicated Highway and Bridge Trust Fund	23,600,000	0	(23,600,000)	23,600,000
Federal Stimulus	1,625,700,000	10,000,000	(1,615,700,000)	1,580,859,000
Engineering Services				
Engineering Services Fund	0	0	0	138,794,000
NY Metro Transportation Council Account	19,597,000	19,300,000	(297,000)	37,520,000
Federal Aid Highways - Bondable Purpose				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	7,271,000
Federal Aid Highways - Federal Purpose				
Federal Capital Projects Fund	2,000,000,000	2,000,000,000	0	7,389,418,000
Highway Facilities				
Dedicated Highway and Bridge Trust Fund	0	0	0	12,103,000
Infrastructure Bond Act Projects				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	7,255,000
Multi-Modal				
Dedicated Highway and Bridge Trust Fund	0	0	0	44,841,000

TRANSPORTATION

CAPITAL PROJECTS ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM APPROPRIATIONS (dollars)

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
New York State Agency Fund				
Miscellaneous New York State Agency Fund	50,000,000	50,000,000	0	290,888,000
Non-Federal Aided Highway Capital Projects				
Dedicated Highway and Bridge Trust Fund	1,223,371,000	1,218,448,000	(4,923,000)	2,176,153,000
Priority Bond Act Projects				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	8,830,000
Rebuild and Renew New York Transportation Bonds of 2005				
Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	168,600,000	0	(168,600,000)	825,357,000
Road and Bridge Improvements - Bondable				
Capital Projects Fund - AC and TI Fund (Bondable)	0	0	0	30,586,000
Small and Minority and Women-Owned Small Business Assistance				
Dedicated Highway and Bridge Trust Fund	0	0	0	3,500,000
Transportation Infrastructure Renewal Bond Fund				
Transportation Infrastructure Renewal Bond Fund	0	0	0	27,908,000
Maintenance Facilities				
Maintenance Facilities				
Dedicated Highway and Bridge Trust Fund	18,165,000	18,165,000	0	39,226,000
Mass Transportation and Rail Freight				
American Recovery and Reinvestment Act Federal Stimulus	2,026,300,000	0	(2,026,300,000)	2,026,300,000
Marine Projects				
Dedicated Mass Transportation Non MTA	0	0	0	181,000
Mass Transportation				
Dedicated Mass Transportation Non MTA	21,000,000	18,500,000	(2,500,000)	109,028,000
Mass Transportation and Rail Freight				
Capital Projects Fund - Energy Conservation (Bondable)	0	0	0	149,000
Dedicated Highway and Bridge Trust Fund	7,500,000	15,300,000	7,800,000	76,347,000
Dedicated Mass Transportation Non MTA	50,471,000	47,971,000	(2,500,000)	114,482,000
Federal Capital Projects Fund	0	0	0	19,575,000
Mass Transportation and Rail Freight Bondable				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	2,731,000
Other Transportation Aid				
Federal Capital Projects Fund	0	300,000,000	300,000,000	0
Rail Freight				
Capital Projects Fund - Advances	0	0	0	21,350,000
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	121,000
Dedicated Mass Transportation Non MTA	0	0	0	1,351,000
Rail Preservation and Development Fund				
Energy Conservation Improved Transportation Bond Fund	0	0	0	164,000
Rebuild and Renew New York Transportation Bonds of 2005				
Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	10,000,000	0	(10,000,000)	44,786,000
Small and Minority and Women-Owned Small Business Assistance				
Dedicated Mass Transportation Non MTA	0	0	0	5,000,000
Special Rail and Aviation Program				
Capital Projects Fund - Authority Bonds	0	0	0	21,628,000
Dedicated Mass Transportation Non MTA	0	0	0	5,276,000
Port Development				
Port Development Bondable				
Capital Projects Fund - Infrastructure Renewal (Bondable)	0	0	0	57,000
Rebuild and Renew New York Transportation Bonds of 2005				
Capital Projects Fund - Rebuild Renew NY 2005 (Bondable)	27,000,000	0	(27,000,000)	104,300,000

TRANSPORTATION

**CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)**

Comprehensive Construction Program	Available 2009-10	Recommended 2010-11	Change	Reappropriations 2010-11
Preservation of Facilities				
Non-Federal Aided Highway Capital Projects				
Dedicated Highway and Bridge Trust Fund	665,152,000	680,346,000	15,194,000	545,969,000
Total	7,990,868,000	<u>4,396,915,000</u>	<u>(3,593,953,000)</u>	<u>18,406,833,000</u>
Adjustments:				
Recommended Deficiency				
American Recovery and Reinvestment Act		(5,000,000)		
Appropriated 2009-10		<u>7,985,868,000</u>		