

|   | FTP         | Personnel<br>Costs | Operating<br>Expenditures | Capital<br>Outlay | Trustee/ Ben<br>Payments | Lump Sum | Total Gov<br>Rec |
|---|-------------|--------------------|---------------------------|-------------------|--------------------------|----------|------------------|
| <b>Description:</b> This Board provides an opportunity for taxpayers to express complaints regarding what they view as unfair taxation or ad valorem valuation. This is accomplished through informal hearings held throughout the state followed by a ruling from the Tax Appeals Board.   |             |                    |                           |                   |                          |          |                  |
| <b>FY 2010 Original Appropriation</b>   |             |                    |                           |                   |                          |          |                  |
| 3.00 FY 2010 Original Appropriation: SB 1173, SB 1227   |             |                    |                           |                   |                          |          |                  |
| General   | 6.00        | 441,400            | 65,100                    | 0                 | 0                        | 0        | 506,500          |
| <b>Total</b>  | <b>6.00</b> | <b>441,400</b>     | <b>65,100</b>             | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>506,500</b>   |
| <b>Appropriation Adjustments</b>  |             |                    |                           |                   |                          |          |                  |
| 4.31 Supplemental: The Governor recommends a one-time General Fund supplemental appropriation to pay for costs related to an estimated 400 additional appeals. The board currently has sufficient funding for 500 appeals. The funding of \$20,000 will be used to pay for additional communication costs, hearing costs, and supplies, which averages about \$50 per appeal. Funding of \$11,100 will also be used to pay board members for an additional 50 days of work at \$200 per day, plus benefits. |             |                    |                           |                   |                          |          |                  |
| General   | 0.00        | 11,100             | 20,000                    | 0                 | 0                        | 0        | 31,100           |
| <b>Total</b>  | <b>0.00</b> | <b>11,100</b>      | <b>20,000</b>             | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>31,100</b>    |
| 4.51 Governor's Holdback: This decision unit reflects the General Fund holdback amounts authorized by Executive Order 2009-16, issued September 25, 2009. This reduction represents an overall decrease to the FY 2010 General Fund ongoing appropriation of 4%.  |             |                    |                           |                   |                          |          |                  |
| General   | 0.00        | (29,000)           | (9,000)                   | 0                 | 0                        | 0        | (38,000)         |
| <b>Total</b>  | <b>0.00</b> | <b>(29,000)</b>    | <b>(9,000)</b>            | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>(38,000)</b>  |
| 4.52 Governor's Holdback: As a budget balancing measure, the Governor recommends a one-time holdback that represents an additional decrease in the FY 2010 General Fund appropriation beyond what is reflected in DU 4.51. Agency directors will be given the greatest flexibility in implementing the reduction for FY 2010.   |             |                    |                           |                   |                          |          |                  |
| General   | 0.00        | (8,600)            | 0                         | 0                 | 0                        | 0        | (8,600)          |
| <b>Total</b>  | <b>0.00</b> | <b>(8,600)</b>     | <b>0</b>                  | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>(8,600)</b>   |
| <b>FY 2010 Total Appropriation</b>  |             |                    |                           |                   |                          |          |                  |
| General   | 6.00        | 414,900            | 76,100                    | 0                 | 0                        | 0        | 491,000          |
| <b>Total</b>  | <b>6.00</b> | <b>414,900</b>     | <b>76,100</b>             | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>491,000</b>   |
| <b>FY 2010 Estimated Expenditures</b>   |             |                    |                           |                   |                          |          |                  |
| General   | 6.00        | 414,900            | 76,100                    | 0                 | 0                        | 0        | 491,000          |
| <b>Total</b>  | <b>6.00</b> | <b>414,900</b>     | <b>76,100</b>             | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>491,000</b>   |
| <b>Base Adjustments</b>   |             |                    |                           |                   |                          |          |                  |
| 8.41 Removal of One-Time Expenditures: This decision unit removes the one-time supplemental appropriation to pay for additional appeal costs.   |             |                    |                           |                   |                          |          |                  |
| General   | 0.00        | (11,100)           | (20,000)                  | 0                 | 0                        | 0        | (31,100)         |
| <b>Total</b>  | <b>0.00</b> | <b>(11,100)</b>    | <b>(20,000)</b>           | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>(31,100)</b>  |
| 8.48 Removal of One-Time Expenditures: Due to the one-time nature of the holdback referenced in DU 4.52, General Fund appropriation is restored in this decision unit.  |             |                    |                           |                   |                          |          |                  |
| General   | 0.00        | 8,600              | 0                         | 0                 | 0                        | 0        | 8,600            |
| <b>Total</b>  | <b>0.00</b> | <b>8,600</b>       | <b>0</b>                  | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>8,600</b>     |
| <b>FY 2011 Base</b>   |             |                    |                           |                   |                          |          |                  |
| General   | 6.00        | 412,400            | 56,100                    | 0                 | 0                        | 0        | 468,500          |
| <b>Total</b>  | <b>6.00</b> | <b>412,400</b>     | <b>56,100</b>             | <b>0</b>          | <b>0</b>                 | <b>0</b> | <b>468,500</b>   |

Tax Appeals, State Board of  
Tax Appeals

|                                  | <u>FTP</u>  | <u>Personnel<br/>Costs</u> | <u>Operating<br/>Expenditures</u> | <u>Capital<br/>Outlay</u> | <u>Trustee/ Ben<br/>Payments</u> | <u>Lump Sum</u> | <u>Total Gov<br/>Rec</u> |
|----------------------------------|---|----------------------------|-----------------------------------|---------------------------|----------------------------------|-----------------|--------------------------|
| <b>Program Maintenance</b>       |   |                            |                                   |                           |                                  |                 |                          |
| 10.11                            | Change in Benefit Costs: Changes in benefit costs reflect the increased cost of health and unemployment insurance and adjustments to worker's compensation insurance. In cases where FTPs were removed in decision unit 8.19, the incremental health insurance increase of \$860 per FTP was also removed.                      |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 5,600                      | 0                                 | 0                         | 0                                | 0               | 5,600                    |
| <b>Total</b>                     | <b>0.00</b>   | <b>5,600</b>               | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>5,600</b>             |
| 10.12                            | Employer Health Insurance Premium Holiday: This decision unit reflects a one-time employer health insurance premium holiday of two months, available by adjusting the health insurance reserve requirements from a 95 percent confidence level to a 90 percent confidence level.  |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | (9,300)                    | 0                                 | 0                         | 0                                | 0               | (9,300)                  |
| <b>Total</b>                     | <b>0.00</b>   | <b>(9,300)</b>             | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>(9,300)</b>           |
| 10.21                            | General Inflation Adjustments: General inflation is not recommended.  |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | 0                                 | 0                         | 0                                | 0               | 0                        |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>0</b>                 |
| 10.45                            | Risk Management Cost Increases: The Office of Insurance Management reports adjustments to various cost categories based on agency claims patterns.  |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | (100)                             | 0                         | 0                                | 0               | (100)                    |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>(100)</b>                      | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>(100)</b>             |
| 10.46                            | Controller's Fee Charge: Adjustments to the costs of statewide accounting and statewide payroll processing provided by the Office of the State Controller are reflected here.   |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | (400)                             | 0                         | 0                                | 0               | (400)                    |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>(400)</b>                      | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>(400)</b>             |
| 10.47                            | Treasurer's Fee Charge: Adjustments to the costs of cash management and warrant processing by the Office of the State Treasurer are reflected here.   |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | (200)                             | 0                         | 0                                | 0               | (200)                    |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>(200)</b>                      | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>(200)</b>             |
| 10.61                            | Salary Multiplier: While increasing salaries for state workers continues to be a priority for the Governor, the current economic situation does not provide the funds to recommend an increase in FY 2011. When economic conditions improve, the Governor will once again seek to improve compensation for all state employees. |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | 0                                 | 0                         | 0                                | 0               | 0                        |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>0</b>                 |
| <b>FY 2011 Total Maintenance</b> |   |                            |                                   |                           |                                  |                 |                          |
| General                          | 6.00  | 408,700                    | 55,400                            | 0                         | 0                                | 0               | 464,100                  |
| <b>Total</b>                     | <b>6.00</b>   | <b>408,700</b>             | <b>55,400</b>                     | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>464,100</b>           |
| <b>Line Items</b>                |   |                            |                                   |                           |                                  |                 |                          |
| 12.01                            | Board Member Hours: The Governor does not recommend funding from the General Fund to pay for additional board member hours.   |                            |                                   |                           |                                  |                 |                          |
| General                          | 0.00  | 0                          | 0                                 | 0                         | 0                                | 0               | 0                        |
| <b>Total</b>                     | <b>0.00</b>   | <b>0</b>                   | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>0</b>                 |

|   | <u>FTP</u>  | <u>Personnel<br/>Costs</u> | <u>Operating<br/>Expenditures</u> | <u>Capital<br/>Outlay</u> | <u>Trustee/ Ben<br/>Payments</u> | <u>Lump Sum</u> | <u>Total Gov<br/>Rec</u> |
|---|-------------|----------------------------|-----------------------------------|---------------------------|----------------------------------|-----------------|--------------------------|
| 12.71 Additional General Fund Reduction: As a budget balancing measure, the Governor recommends a one-time holdback that represents a decrease in the FY 2011 General Fund expenditure levels. Agency directors will be given the greatest flexibility in implementing the reduction for FY 2011. |             |                            |                                   |                           |                                  |                 |                          |
| General   | 0.00        | (16,800)                   | 0                                 | 0                         | 0                                | 0               | (16,800)                 |
| <b>Total</b>  | <b>0.00</b> | <b>(16,800)</b>            | <b>0</b>                          | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>(16,800)</b>          |
| <b>FY 2011 Gov's Recommendation</b>   |             |                            |                                   |                           |                                  |                 |                          |
| General   | 6.00        | 391,900                    | 55,400                            | 0                         | 0                                | 0               | 447,300                  |
| <b>Total</b>  | <b>6.00</b> | <b>391,900</b>             | <b>55,400</b>                     | <b>0</b>                  | <b>0</b>                         | <b>0</b>        | <b>447,300</b>           |