

Representative Jerome Zeringue
Chairman



Representative Francis Thompson
Vice Chairman

Fiscal Year 2024 Executive Budget Review Ancillary Appropriations

House Committee on Appropriations
House Fiscal Division

April 17, 2023

Budget Analyst: Ashari J. Robinson

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All data and figures were obtained from the governor's Fiscal Year 2023-2024 Executive Budget and Supporting Documents provided by the Office of Planning and Budget within the Division of Administration along with House Bill 388 of the 2023 Regular Session, unless otherwise noted.

<https://www.doa.la.gov/doa/opb/budget-documents/>

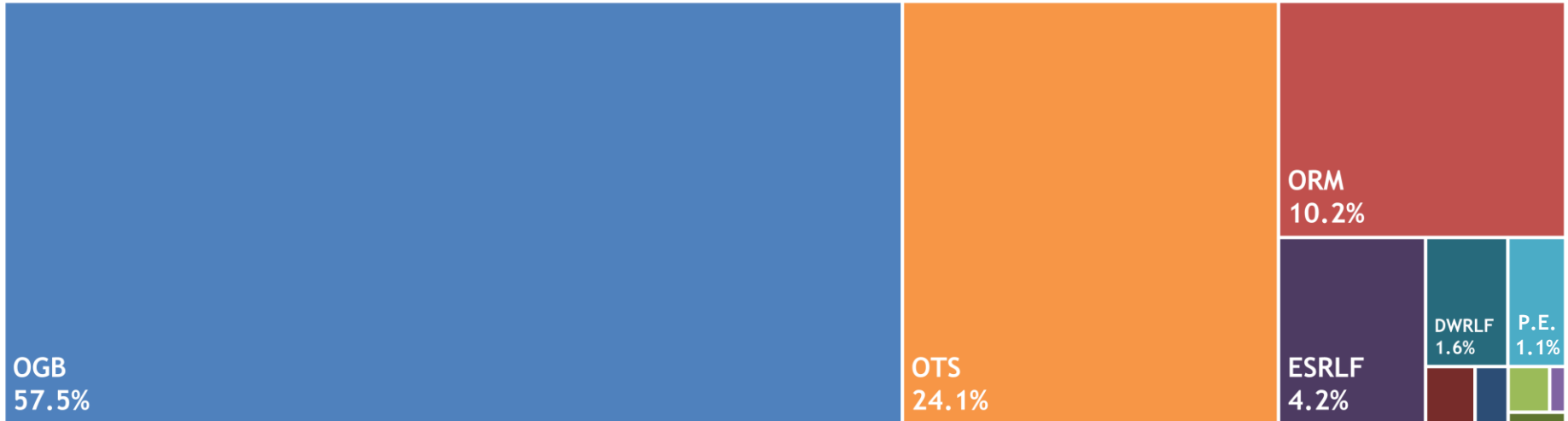
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FUNDING RECOMMENDATION FY 24

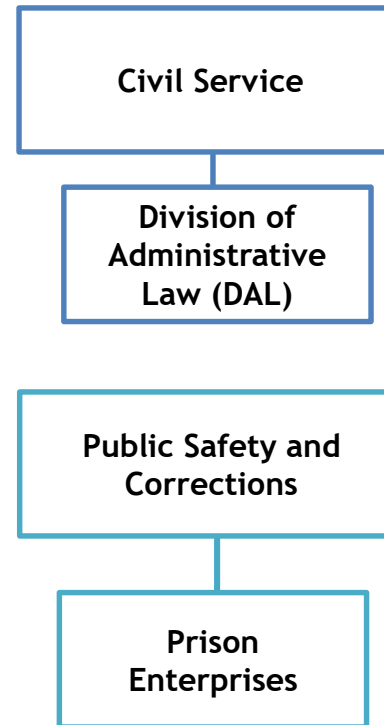
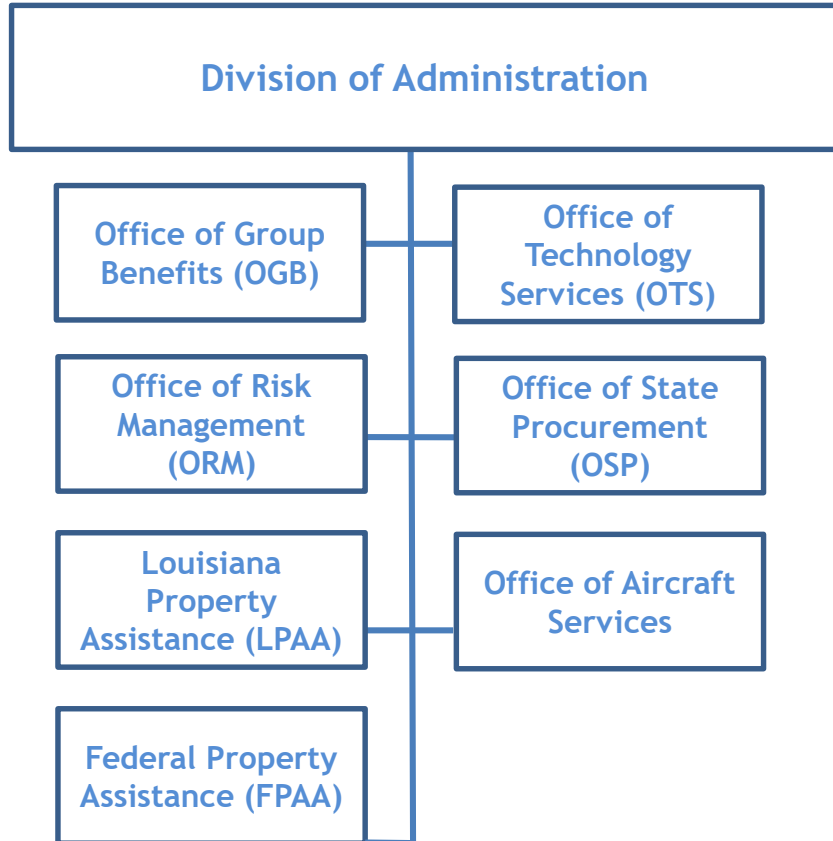
Total Funding = \$3,146,460,176

Program Funding & Authorized Positions		
	<i>Amount</i>	<i>Positions</i>
Group Benefits	\$ 1,810,338,359	56
Risk Management	322,479,556	42
La Property Assistance	9,005,357	37
Federal Property Assistance	3,455,836	9
Prison Enterprises	35,380,985	72
Technology Services	758,166,902	833

Program Funding & Authorized Positions		
	<i>Amount</i>	<i>Positions</i>
Administrative Law	\$ 9,130,194	58
State Procurement	13,657,114	99
Aircraft Services	3,388,815	4
Env. State Rev Loan Funds	130,775,600	0
Drinking Water Rev Loan Fund	50,681,458	0
Total	\$ 3,146,460,176	1,210

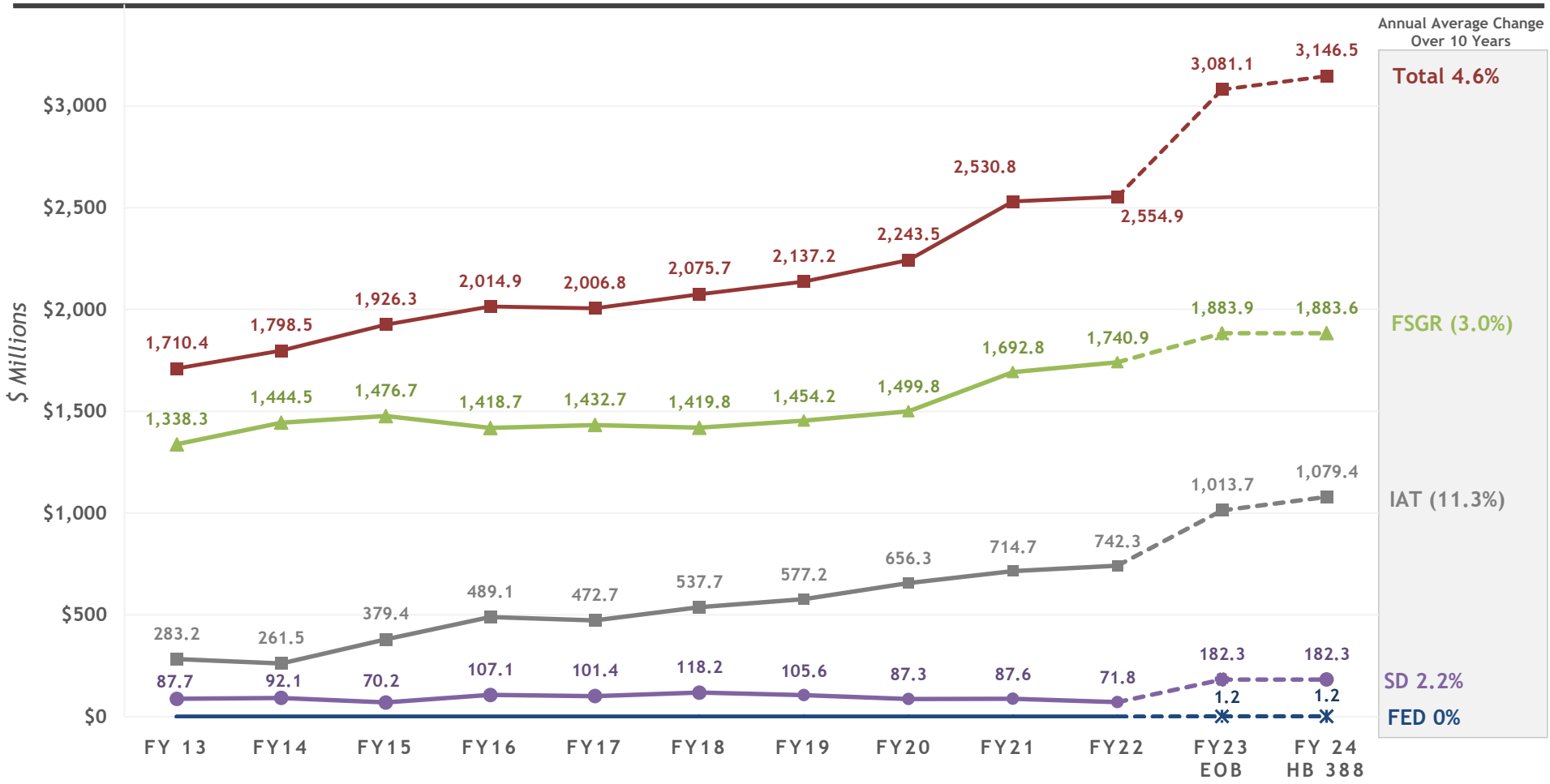


DEPARTMENT ORGANIZATION



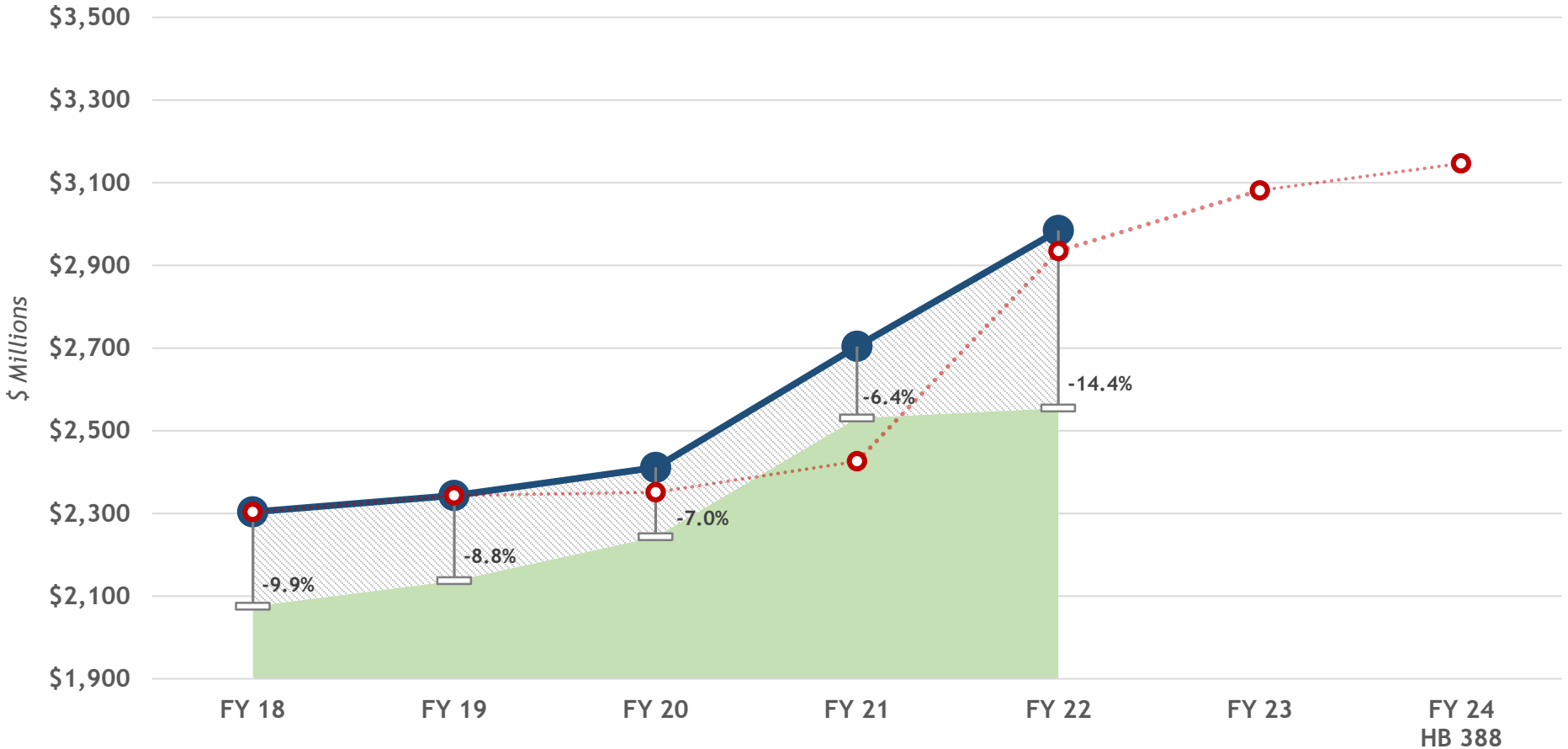
HISTORICAL SPENDING

Historical Spending



HISTORICAL BUDGET

Actual Spending Final Budget Beginning Budget



FY 24
HB 388

PRIOR YEAR ACTUALS FY 22

Means of Finance	Final Budget <i>(w/o FY23 carryfwd)</i>	Amount Spent	Unspent Authority	Unspent Authority %	Unspent % by MOF
General Fund	\$ 0	\$ 0	\$ 0	0.0%	0.0%
Interagency Transfers	883,044,911	742,263,627	140,781,284	15.9%	32.8%
Self-generated	1,925,393,188	1,740,901,197	184,491,991	9.6%	42.9%
Statutory Dedications	175,338,458	71,766,978	103,571,480	59.1%	24.1%
Federal	755,000	0	755,000	100.0%	0.2%
FY22 Total	\$ 2,984,531,557	\$ 2,554,931,802	\$ 429,599,755	14.4%	100.0%

<i>Historical Total Unspent Budget Authority</i>	Final Budget	Amount Spent	Unspent Authority	Unspent %	
	FY21 Total	\$ 2,704,164,642	\$ 2,530,770,386	\$ 173,394,256	6.4%
	FY20 Total	2,411,176,909	2,243,450,894	167,726,015	7.0%
	FY19 Total	2,343,582,618	2,137,155,805	206,426,813	8.8%
	3 Year Avg.	\$ 2,486,308,056	\$ 2,303,792,362	\$ 182,515,695	7.3%

EXISTING OPERATING BUDGET FY 23

The FY 2022-23 Existing Operating Budget (EOB) was frozen on December 1, 2022. This point-in-time reference is used in both the Executive Budget and the Ancillary Appropriations Bill.

Means of Finance	Appropriation	Mid-Year Adjustments	Existing Operating Budget
General Fund	\$ 0	\$ 0	\$ 0
Interagency Transfers	1,013,727,795	0	1,013,727,795
Self-generated Revenue	1,883,923,053	0	1,883,923,053
Statutory Dedications	182,288,058	0	182,288,058
Federal	1,169,000	0	1,169,000
Total	\$ 3,081,107,906	\$ 0	\$ 3,081,107,906

Budget Adjustments From Appropriation to EOB

July	August	September	October	November
No change	No change	No change	No change	No change

SOURCES OF FUNDING

Interagency Transfers

\$1.1 B

- Payments from various state agencies that utilize services in a given area (i.e. technology services, procurement services)
- Premiums billed for insurance to state agencies
- Sale of state surplus property to other agencies
- Funds from LDH to OGB for billing services for the LaCHIP program
- Funds from agencies who utilize flight services

Self-generated Revenue

\$1.88 B

- Payment of health and life insurance premiums by participating employees and their employing agencies
- Payments from various quasi-state agencies that utilize services in a given area (i.e. technology services, procurement services)
- Sale of state surplus property at public auctions
- Premiums billed for insurance to quasi-state agencies
- Payments for aircraft maintenance services

Statutory Dedications

\$182.3 M

- **\$125 M** - Clean Water State Revolving Fund receives federal grant funds and utilizes interest payments paid back into the fund from eligible borrowers to supplement the fund's balance
- **\$48 M** - Drinking Water Revolving Loan Fund receives a combination of federal grant funds with state match when made available, and utilizes interest payments paid back into the fund from local governments to supplement the fund's balance
- **\$6.9 M** - Matching Funds Fund
- **\$2 M** - Future Medical Care Fund gets funds from the Self Insurance Fund on an as-needed basis
- **\$350,000** - Brownfields Cleanup Revolving Loan Fund receives federal grant funds and utilizes interest payments paid back into the fund from eligible borrowers to supplement the fund's balance

FUNDING COMPARISON

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB388		Change Actual Expenditures to HB388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	742,263,627	1,013,727,795	1,079,387,777	65,659,982	6.5%	337,124,150	45.4%
FSGR	1,740,901,197	1,883,923,053	1,883,615,341	(307,712)	(0.0%)	142,714,144	8.2%
Stat Ded	71,766,978	182,288,058	182,288,058	0	0.0%	110,521,080	154.0%
Federal	0	1,169,000	1,169,000	0	0.0%	1,169,000	0.0%
Total	\$ 2,554,931,802	\$ 3,081,107,906	\$ 3,146,460,176	\$ 65,352,270	2.1%	\$ 591,528,374	23.2%

Significant funding changes compared to the FY 23 Existing Operating Budget

Interagency Transfers

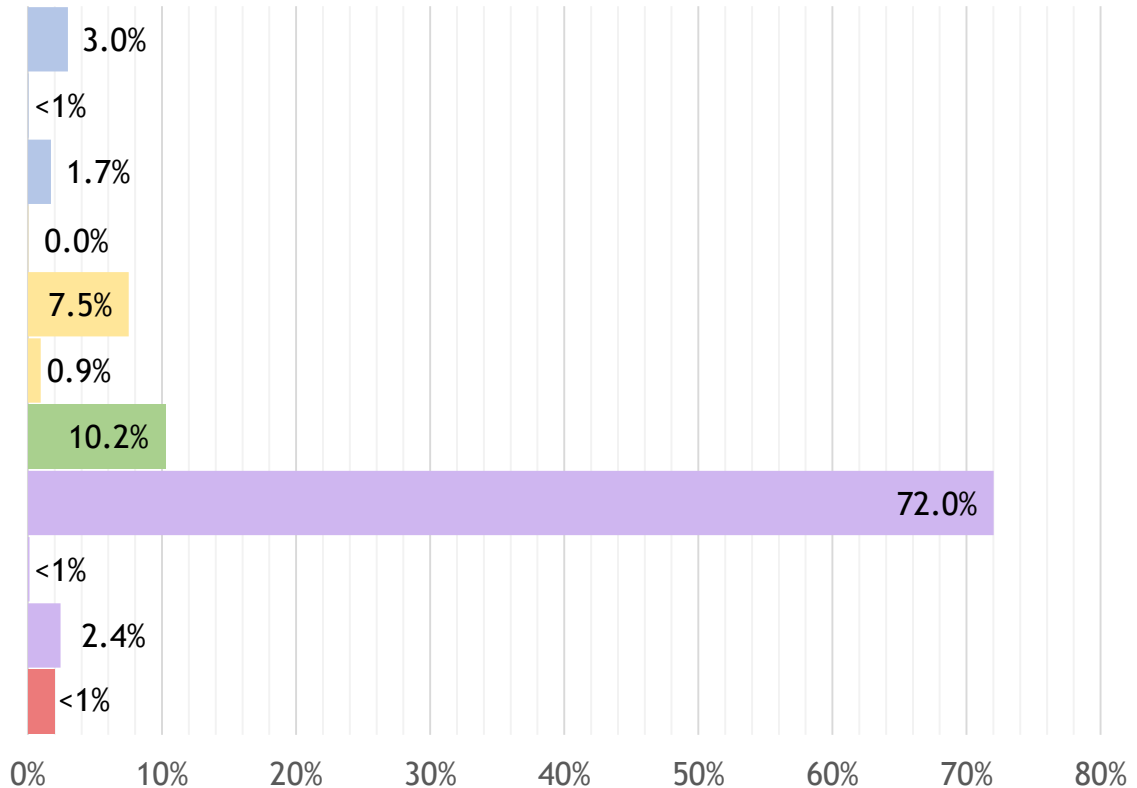
\$65.4 M net increase primarily driven by:

- \$61.6 M acquisitions and repairs
- \$31.4 M increase in IT projects, services
- \$33.3 M Cybersecurity Assurance Program in OTS
- (\$37.9 M) decrease for the removal of one-time expenses

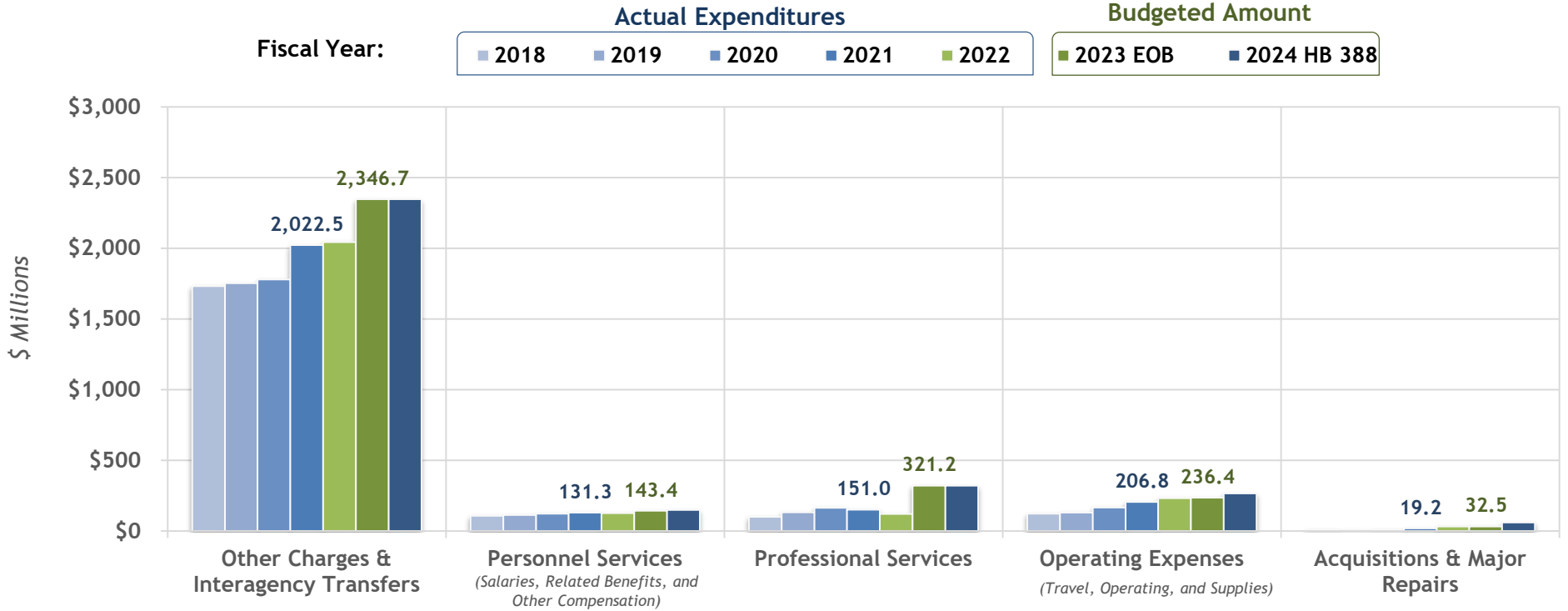
EXPENDITURE RECOMMENDATION FY 24

Total Budget = \$3,146,460,176

Expenditure Category	
Salaries	\$ 93,880,854
Other Compensation	1,809,521
Related Benefits	53,786,493
Travel	981,072
Operating Services	236,529,989
Supplies	29,680,141
Professional Services	321,786,627
Other Charges	2,266,124,323
Debt Service	3,500,000
Interagency Transfers	76,881,871
Acquisitions/Repairs	61,499,285
Total	\$ 3,146,460,176



EXPENDITURE HISTORY



5 Year Average Spending per Expenditure Category				
\$1.86 B : 80.8%	\$120.6 M : 5.2%	\$134.2 M : 5.8%	\$172.1 M : 7.5%	\$15.5 M : <1%

EXPENDITURE COMPARISON

Expenditure Category	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
Salaries	\$ 80,340,848	\$ 90,281,348	\$ 93,880,854	\$ 3,599,506	4.0%	\$ 13,540,006	16.9%
Other Compensation	2,210,243	1,872,822	1,809,521	(63,301)	(3.4%)	(400,722)	(18.1%)
Related Benefits	44,142,600	51,201,462	53,786,493	2,585,031	5.0%	9,643,893	21.8%
Travel	466,292	491,072	981,072	490,000	99.8%	514,780	110.4%
Operating Services	203,720,892	206,451,248	236,529,989	30,078,741	14.6%	32,809,097	16.1%
Supplies	28,496,964	29,480,141	29,680,141	200,000	0.7%	1,183,177	4.2%
Professional Services	120,618,860	321,222,602	321,786,627	564,025	0.2%	201,167,767	166.8%
Other Charges	1,977,907,773	2,267,022,731	2,266,124,323	(898,408)	(0.0%)	288,216,550	14.6%
Debt Service	6,500,455	3,500,000	3,500,000	0	0.0%	(3,000,455)	100.0%
Interagency Transfers	58,589,806	76,149,478	76,881,871	732,393	1.0%	18,292,065	31.2%
Acquisitions/Repairs	31,937,068	33,435,002	61,499,285	28,064,283	83.9%	29,562,217	92.6%
Total	\$ 2,554,931,801	\$ 3,081,107,906	\$ 3,146,460,176	\$ 65,352,270	2.1%	\$ 591,528,375	23.2%

SIGNIFICANT EXPENDITURE CHANGES FY 24

Compared to the FY 23 Existing Operating Budget

Personnel Services	Operating Services	Acquisitions/Repairs
<p>\$6.1 M net increase primarily driven by:</p> <ul style="list-style-type: none">• \$7.6 M in employee pay increases step increases• \$2.6 M increase in personnel services budget authority in OTS• \$624,209 M increase for 5 authorized positions in OTS• (\$1.6 M) decrease to fully fund base personnel costs less a factor for projected vacancies• (\$4.5 M) decrease funding from the removal of funding from the 27th pay period	<p>\$30.1 M net increase primarily driven by a \$29.7 M increase in OTS for the newly created Cyber Assurance Program</p>	<p>\$28.1 M net increase primarily driven by:</p> <ul style="list-style-type: none">• \$61.5 M in new acquisitions and major repairs across the Ancillary agencies, including:<ul style="list-style-type: none">• \$27.5 M in OTS• \$2.5 M in Prison Enterprises• \$289,050 in DAL• (\$33.4 M) reduction of acquisition and major repair expenses funded in the current year no longer needed

OTHER CHARGES/INTERAGENCY TRANSFERS

Other Charges

Amount	Description
\$ 1,626,073,701	OGB fully-insured plan premium payments
92,502,107	OGB claims payments from self-insured plans
158,553,337	Risk management claims payments
125,000,000	Clean Water State Revolving Loan Fund
56,266,658	Miscellaneous
54,569,081	Secondary commercial insurance payments (ORM)
50,681,458	Drinking Water Revolving Loan Fund
30,881,363	Contract expenses (ORM)
28,682,763	OGB third-party administrative fees
24,589,355	Statewide IT services support (OTS)
18,324,500	LCIW reconstruction (ORM)
\$2,266,124,323	Total Other Charges

Interagency Transfers

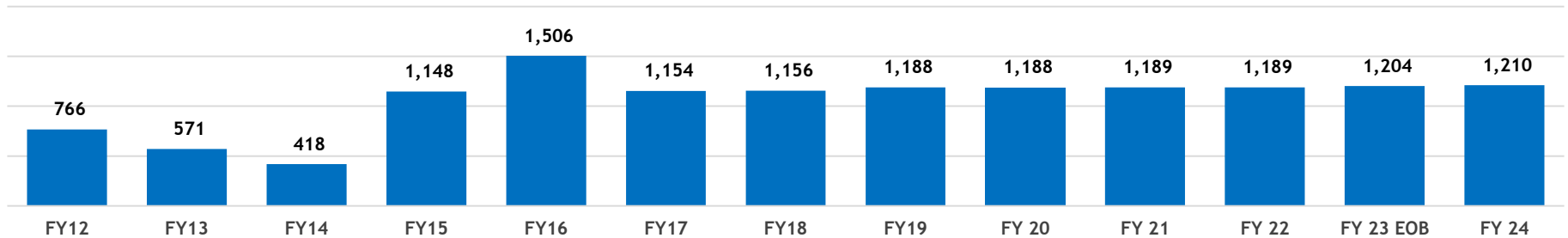
Amount	Description
\$ 21,431,309	Payments to the AG for risk litigation svcs (ORM)
20,656,359	Payments to DOA for various support services
17,142,448	Miscellaneous
6,104,662	Contracts with universities
3,860,924	Rent in state-owned buildings
2,865,846	Reimbursements to agencies for auction sales
2,778,779	Payments to OTS for services
1,263,788	Payments to Corrections for work crews
529,684	Payments to Civil Service
152,000	Multi-year equipment financing payments
96,072	Risk management premiums
\$76,881,871	Total Interagency Transfers

PERSONNEL INFORMATION

FY 2024 Recommended Positions

1210	Total Authorized T.O. Positions (1206, Classified, 4 Unclassified)
9	Authorized Other Charges Positions
23	Non-T.O. FTE Positions
118	Vacant Positions (January 30, 2023)

Historical Authorized T.O. Positions



* Existing Operating Budget on 12/1/22

OFFICE OF GROUP BENEFITS

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	538,024	598,733	1,098,733	500,000	83.5%	560,709	104.2%
FSGR	1,647,856,980	1,809,106,671	1,809,239,626	132,955	0.0%	161,382,646	9.8%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 1,648,395,004	\$ 1,809,705,404	\$ 1,810,338,359	\$ 632,955	0.0%	\$ 161,943,355	9.8%

Major Sources of Revenue

Self-generated Revenue

Health and life insurance premiums by all participating active and retired enrollees and their employing agencies.

Interagency Transfers

Payments from LDH for premium billing for the Louisiana Children's Health Insurance Program (LaCHIP).

Significant adjustments compared to the FY 23 Existing Operating Budget

Interagency Transfers

- \$500,000 increase driven by standard statewide adjustments and means of financing changes to align projected expenditures

Fees & Self-generated

- \$132,955 increase associated with the means of financing changes to align projected expenses

OFFICE OF GROUP BENEFITS

FY 24 Plan Estimates

Plan	Administrative Costs	Claims	Premium Pass Through	Total
<i>Blue Cross Blue Shield Health Plans</i>	\$35,940,342	\$1,179,891,168	\$0	\$1,215,831,510
<i>Caremark PCS Health Pharmacy Benefits</i>	\$6,961,102	\$438,531,722	\$0	\$445,492,824
<i>Health Equity HSA Claims Reimbursements</i>	\$0	\$7,650,811	\$0	\$7,650,811
<i>Access Health*</i>	\$24,000,000	\$0	\$0	\$24,000,000
<i>DataPath - COBRA & FSA</i>	\$896,606	\$0	\$0	\$896,606
<i>Prudential Life Insurance**</i>	\$0	\$0	\$32,913,633	\$32,913,633
<i>Via Benefits- Medicare Market Exchange</i>	\$0	\$0	\$0	\$0
<i>Vantage Health - Medical Home HMO</i>	\$0	\$0	\$51,231,975	\$51,231,975
<i>Vantage Health - Medicare Advantage</i>	\$0	\$0	\$2,251,908	\$2,251,908
<i>People's Health - Medicare Advantage</i>	\$0	\$0	\$4,565,520	\$4,565,520
<i>Humana - Medicare Advantage</i>	\$0	\$0	\$307,079	\$307,079
<i>HMO Louisiana - Medicare Advantage</i>	\$0	\$0	\$1,231,992	\$1,231,992
Total Payments	\$67,798,050	\$1,626,073,701	\$92,502,107	\$1,786,373,858

Agency Contacts

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Bill Guerra
Financial Administrator
 Bill.Guerra@la.gov

**Figures subject to change with potential contract amendments*
***Represents fully insured programs whose claims are not paid out of OGB's fund balance*

OFFICE OF RISK MANAGEMENT

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	220,934,940	275,551,395	275,398,210	(153,185)	(0.1%)	54,463,270	24.7%
FSGR	73,976,419	46,667,088	45,081,346	(1,585,742)	(3.4%)	(28,895,073)	(39.1%)
Stat Ded	620,669	2,000,000	2,000,000	0	0.0%	1,379,331	222.2%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 295,532,028	\$ 324,218,483	\$ 322,479,556	\$ (1,738,927)	(0.5%)	\$ 26,947,528	9.1%

Major Sources of Revenue

Self-generated Revenue

- Premiums billed to other entities for insurance provided by ORM
- Interest earnings from the self insurance fund

Interagency Transfers

Premiums billed to state agencies for insurance provided by ORM.

Statutory Dedications

Future Medical Care Fund

Legislative appropriations, interest earnings on the fund, and deposits from ORM's self insurance fund.

Agency Contacts

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Director

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Significant funding changes compared to the FY 23 Existing Operating Budget

Fees & Self-generated

(\$1.6 M) reduction largely driven by:

- (\$2 M) reduction to align survivors benefits claim to appropriate level
- \$420,258 increase in projected premium collections

LOUISIANA PROPERTY ASSISTANCE AGENCY

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	1,184,509	1,615,846	1,615,846	0	0.0%	431,337	36.4%
FSGR	6,101,795	7,076,522	7,389,511	312,989	4.4%	1,287,716	21.1%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 7,286,304	\$ 8,692,368	\$ 9,005,357	\$ 312,989	3.6%	\$ 1,719,053	23.6%

Major Sources of Revenue

Self-generated Revenue

The sale of state surplus property at public auctions.

Interagency Transfers

The sale of state surplus property to state agencies and other political subdivision.

AGENCY CONTACTS

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Director
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Significant changes compared to the FY 23 Existing Operating Budget

Fees & Self-generated

\$312,189 increase primarily to standard statewide adjustments

FEDERAL PROPERTY ASSISTANCE AGENCY

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	2,300	1,084,342	1,084,342	0	0.0%	1,082,042	47,045.3%
FSGR	1,959,264	2,356,966	2,371,494	14,528	0.6%	412,230	21.0%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 1,961,564	\$ 3,441,308	\$ 3,455,836	\$ 14,528	0.4%	\$ 1,494,272	76.2%

Major Sources of Revenue

Self-generated Revenue

Commissions earned from the sale of federal surplus property to various other entities.

Interagency Transfers

Commissions earned from the sale of federal surplus property to state agencies.

AGENCY CONTACTS

Richard Janis
Director
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Significant funding changes compared to the FY 23 Existing Operating Budget

Fees & Self-generated

\$14,528 net decrease driven by a standard statewide adjustments

PRISON ENTERPRISES

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	24,289,540	25,447,628	26,231,562	783,934	3.1%	1,942,022	8.0%
FSGR	4,426,135	9,036,379	9,149,423	113,044	1.3%	4,723,288	106.7%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 28,715,675	\$ 34,484,007	\$ 35,380,985	\$ 896,978	2.6%	\$ 6,665,310	23.2%

Major Sources of Revenue

Self-generated Revenue

Sales to non-state entities and sales of surplus farm products on the open market.

Interagency Transfers

Sales of products to various state agencies.

AGENCY CONTACTS

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Significant changes compared to the FY 23 Existing Operating Budget

Statewide Adjustments

\$113,044 net increase, primarily driven by personnel adjustments:

- \$200,216 to fully fund base levels of personnel costs
- \$183,322 for staff pay raises
- **(\$223,128)** decrease for the removal of the 27th pay period

Acq & Major Repairs

\$783,934 net increase driven by reducing **(\$2.5 M)** of acquisitions needed in FY 22 and adding \$3.2 M for various major costs such as purchasing of vehicles, farm equipment and repairs to buildings

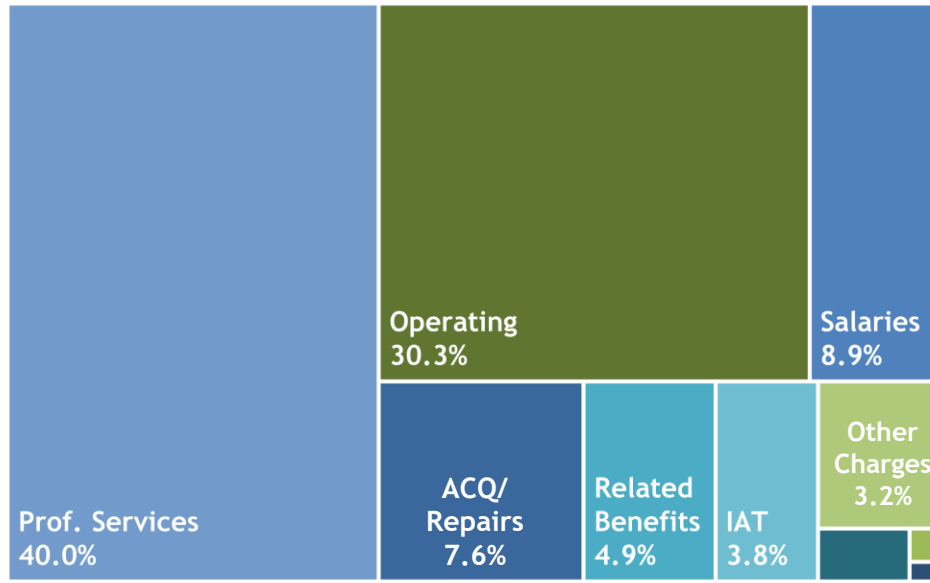
OFFICE OF TECHNOLOGY SERVICES

FY 24 Budget Recommendation

Means of Finance		
State General Fund	\$	0
Interagency Transfers		756,648,429
Fees & Self-generated		1,518,473
Statutory Dedications		0
Federal Funds		0
Total	\$	758,166,902

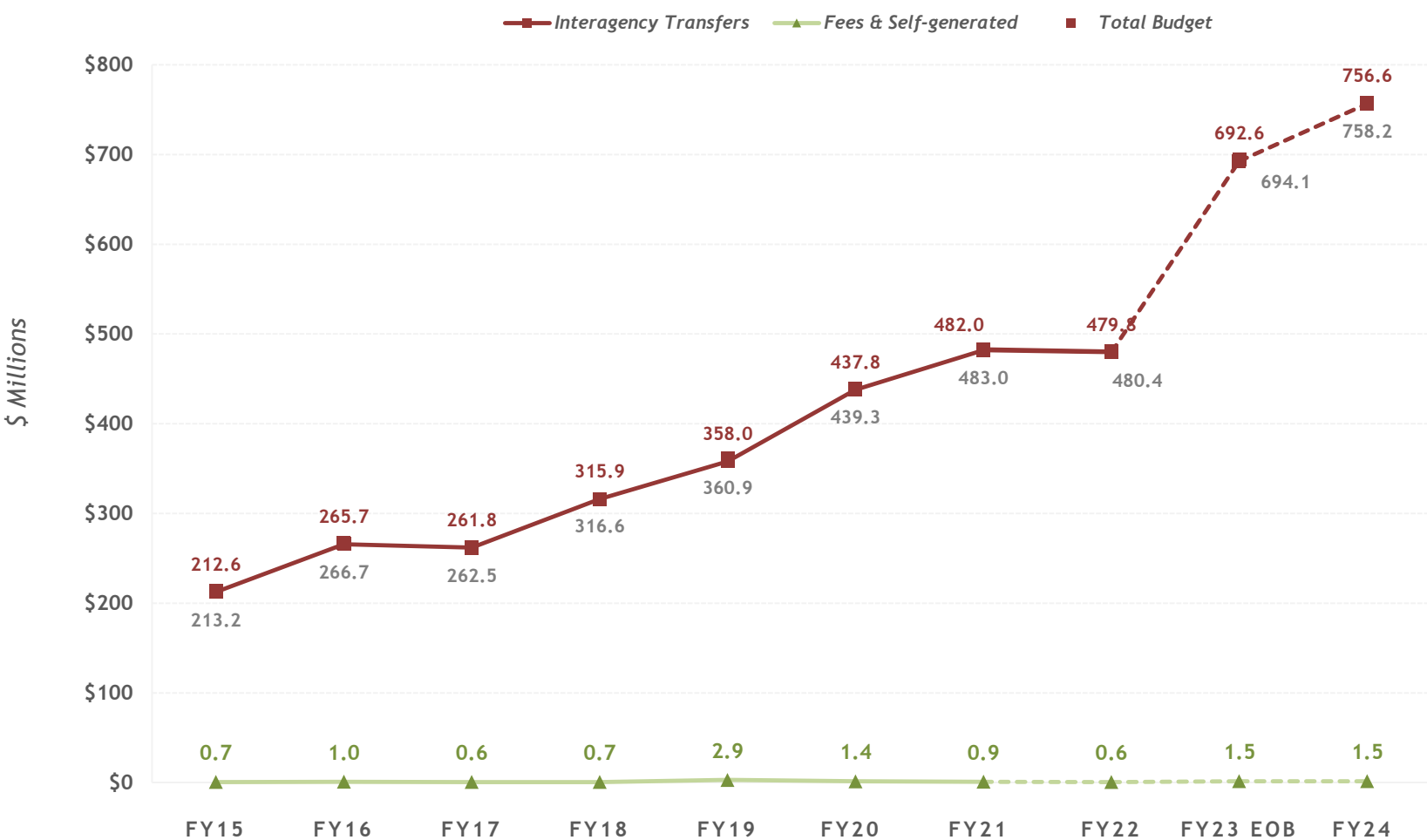


Expenditure Category		
Salaries	\$	67,667,811
Other Compensation		1,274,865
Related Benefits		37,231,974
Travel		751,627
Operating Services		230,083,595
Supplies		6,856,927
Professional Services		302,974,033
Other Charges		24,589,355
Interagency Transfers		28,913,915
Acquisitions/Repairs		57,822,800
Total	\$	758,166,902



OFFICE OF TECHNOLOGY SERVICES

Historical Spending



Average Annual Spending Change Over 7 Years

Total 9.4%

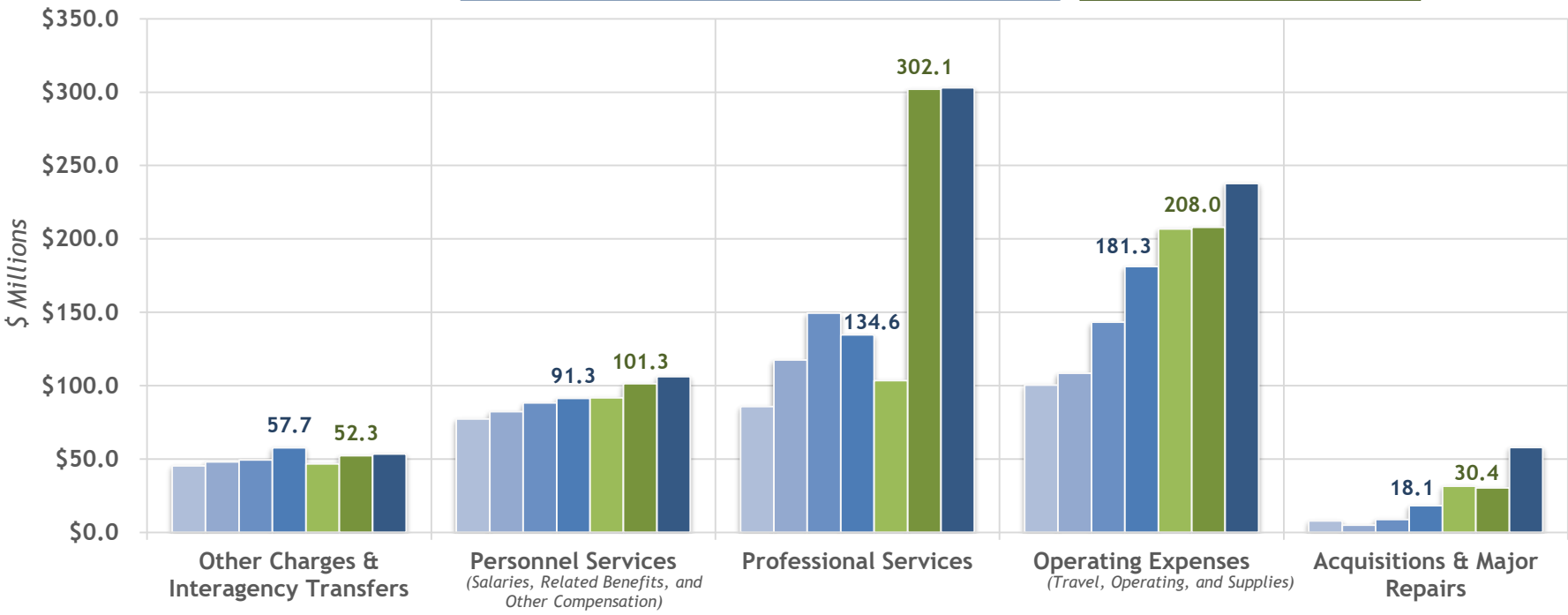
IAT 9.5%

FSGR 1.7%

OFFICE OF TECHNOLOGY SERVICES

Expenditure History

Fiscal Year:
■ 2018
 ■ 2019
 ■ 2020
 ■ 2021
 ■ 2022
 ■ 2023 EOB
 ■ 2024 HB388



5 Year Average Spending per Expenditure Category

\$49.5 M : 11.9%	\$86.1 M : 20.7%	\$118.1 M : 28.4%	\$148.1 M : 35.6%	\$14.2 M : 3.4%
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OFFICE OF TECHNOLOGY SERVICES

Expenditure Comparison

Expenditure Category	FY22	FY23	FY24	Change		Change	
	Actual Expenditures	Existing Operating Budget 12/1/22	HB 388 Budget	Existing Operating Budget to HB 388		Actual Expenditures to HB 388	
Personnel Services	\$ 91,784,945	\$ 101,336,565	\$ 106,174,650	\$ 4,838,085	4.8%	\$ 14,389,705	15.7%
Operating Expenses	206,851,107	207,966,990	237,692,149	29,725,159	14.3%	30,841,042	14.9%
Professional Services	103,466,020	302,124,033	302,974,033	850,000	0.3%	199,508,013	192.8%
Other Charges	46,759,346	52,283,104	53,503,270	1,220,166	2.3%	6,743,924	14.4%
Acquisitions/Repairs	31,513,516	30,371,817	57,822,800	27,450,983	90.4%	26,309,284	83.5%
Total	\$ 480,374,934	\$ 694,082,509	\$ 758,166,902	\$ 64,084,393	9.2%	\$ 277,791,968	57.8%

Significant Expenditure changes compared to the FY 23 Existing Operating Budget

Personnel Services

\$4.8 M net increase in salaries to account for the removal of the 27th pay period and historical attrition, adjustments to cover the base need for salaries, related benefits, and 5 authorized positions and associated funding for the Cyber Assurance Program

Operating Expenses

\$29.7 M increase for the newly created Cyber Assurance Program

Other Charges

\$1.2 M increase for standard statewide adjustments and expenditures associate with customer agencies

Acquisitions/Repairs

\$27.5 M net increase primarily associated with the acquisitions customer agency

OFFICE OF TECHNOLOGY SERVICES

Service Fees vs. Project Comparison

OTS Service Fees \$24.6 M

- Statewide adjustment
- SAP system usage
- HCM Payroll usage
- Lines of service for internet and phone
- State Printing and State Mail services
- Acquisitions or projects are not included
- In-scope and out of scope agencies use
- Help desk

OTS Projects \$303 M

- Not a statewide adjustment
- Requested by agencies in CB8-T budget form included in budget requests
- IT acquisitions replacement
- Multi-year agency specific IT projects
- Over and above statewide usage fees
- In-scope agencies
- Support and maintenance of projects after completion

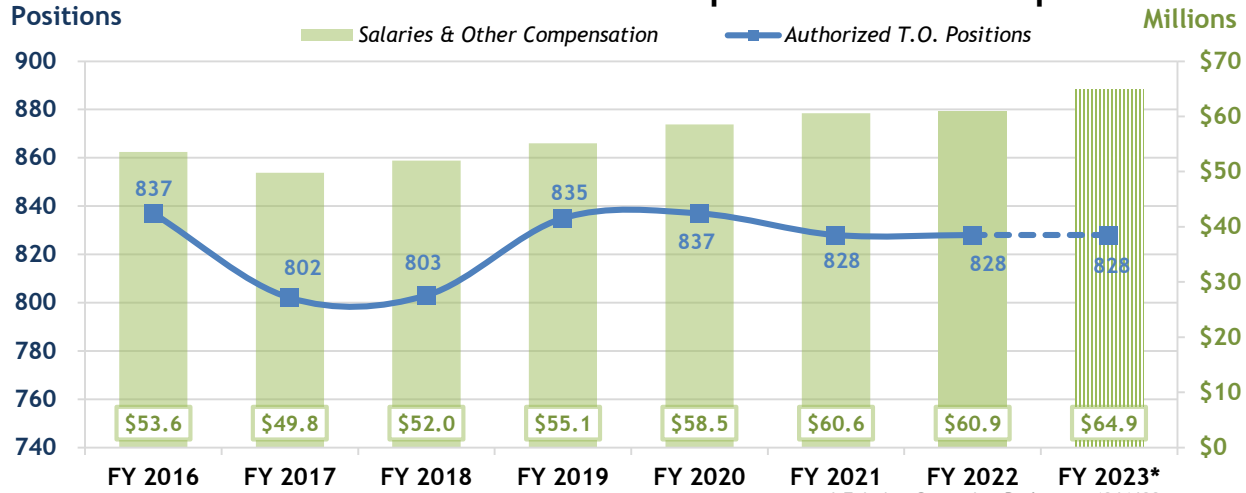
OFFICE TECHNOLOGY SERVICES

Personnel Information

FY 2024 Recommended Positions

833	Total Authorized T.O. Positions (832 Classified, 1 Unclassified)
9	Authorized Other Charges Positions
0	Non-T.O. FTE Positions
58	Vacant Positions (January 30, 2023)

Historical Positions¹ Compare to Salaries Expended



¹ FTE Source: Dept. of Civil Service Weekly Report on State Employment

* Existing Operating Budget on 12/1/22



Agency Contacts

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DIVISION OF ADMINISTRATIVE LAW

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	8,211,180	9,800,389	9,101,297	(699,092)	(7.1%)	890,117	10.8%
FSGR	2,118	28,897	28,897	0	0.0%	26,779	1,264.4%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 8,213,298	\$ 9,829,286	\$ 9,130,194	\$ (699,092)	(7.1%)	\$ 916,896	11.2%

Major Sources of Revenue

Interagency Transfers

Payments from various state agencies for which the agency conducts administrative hearings.

Self-generated Revenue

Sale of transcripts.

AGENCY CONTACTS

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Director

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Significant funding changes compared to the FY 23 Existing Operating Budget

(\$699,029) net decrease is primarily driven by the following:

- (\$285,975) to removal funding for a case management system no longer needed
- (\$289,050) to realign employee benefit costs to base levels of funding
- (\$265,865) removal of funding for 27th pay period
- \$141,798 increase for standard statewide adjustments

OFFICE OF STATE PROCUREMENT

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	5,165,892	4,920,576	4,999,758	79,182	1.6%	(166,134)	(3.2%)
FSGR	5,954,488	7,952,842	8,657,356	704,514	8.9%	2,702,868	45.4%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 11,120,380	\$ 12,873,418	\$ 13,657,114	\$ 783,696	6.1%	\$ 2,536,734	22.8%

Major Sources of Revenue

Self-generated Revenue

Payments for state agency utilization of negotiated contracts for products and services.

Interagency Transfers

Payments from state agencies for procurement services provided.

AGENCY CONTACTS

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Director
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Significant funding changes compared to the FY 23 Existing Operating Budget

Statewide Adjustments

\$783,696 net increase primarily driven by:

- \$763,517 for base adjustments to salaries and related benefits
- (\$262,159)** removal of the 27th pay period
- (\$17,731)** risk management premiums

Operating Expenses

\$36,474 increase for RFP software

OFFICE OF AIRCRAFT SERVICES

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	2,120,142	2,144,850	3,209,600	1,064,750	49.6%	1,089,458	51.4%
FSGR	66,164	179,215	179,215	0	0.0%	113,051	170.9%
Stat Ded	0	0	0	0	0.0%	0	0.0%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 2,186,306	\$ 2,324,065	\$ 3,388,815	\$ 1,064,750	45.8%	\$ 1,202,509	55.0%

Major Sources of Revenue

Interagency Transfers

Payments from state agencies who utilize flight services.

Self-generated Revenue

Non-state agencies for aircraft maintenance services provided.

AGENCY CONTACTS

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Significant funding changes compared to the FY 23 Existing Operating Budget

Statewide Adjustments

\$ 64,750 net increase primarily driven by a \$78,450 realignment of employee benefit costs to base levels and **(\$13,700)** in reduced need in equipment purchases

Operating Expenses

\$1.0 M increase operating expenses

ENVIRONMENTAL STATE REVOLVING LOAN FUNDS

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	0	0	0	0	0.0%	0	0.0%
FSGR	0	0	0	0	0.0%	0	0.0%
Stat Ded	37,673,769	129,606,600	129,606,600	0	0.0%	91,932,831	244.0%
Federal	0	1,169,000	1,169,000	0	0.0%	1,169,000	0.0%
Total	\$ 37,673,769	\$ 130,775,600	\$ 130,775,600	\$ 0	0.0%	\$ 93,101,831	247.1%

Statutory Dedications

Clean Water State Revolving Fund - \$125 M

- To reimburse municipalities who have received loans from the department for the construction and/or repair of publicly owned treatment work facilities.

Brownfields Cleanup Revolving Loan Fund - \$350,000

- To provide funding for a grant recipient to capitalize a revolving loan fund and to provide loans and subgrants to carry out cleanup activities at brownfield sites.

Matching Funds Fund - \$4.3 M

- To provide funding to match funds and is treated in the same manner as state general fund.

DRINKING WATER REVOLVING LOAN FUND

Funding Comparison

Means of Finance	FY22 Actual Expenditures	FY23 Existing Operating Budget 12/1/22	FY24 HB 388 Budget	Change Existing Operating Budget to HB 388		Change Actual Expenditures to HB 388	
SGF	\$ 0	\$ 0	\$ 0	\$ 0	0.0%	\$ 0	0.0%
IAT	0	0	0	0	0.0%	0	0.0%
FSGR	0	0	0	0	0.0%	0	0.0%
Stat Ded	33,472,539	50,681,458	50,681,458	0	0.0%	17,208,919	51.4%
Federal	0	0	0	0	0.0%	0	0.0%
Total	\$ 33,472,539	\$ 50,681,458	\$ 50,681,458	\$ 0	0.0%	\$ 17,208,919	51.4%

Statutory Dedications

The Drinking Water Revolving Loan Fund receives a combination of federal grant funds with state match when made available, and utilizes interest payments paid back into the fund from local governments to supplement the fund's balance.

General Agency Information

OVERVIEW



The Office of Group Benefits (OGB) manages an employer-based life and health insurance program for current and former state employees and other participating groups.

Agency Functions

Third-party Administration

Pays fees, usually on a per-member-per-month (PMPM) basis, charged by third-party vendors for the administration of OGB's self funded health plans' medical and prescription drug benefits, COBRA, flexible spending, and others.

Self-funded Health Insurance

Provides employees, retirees, and dependents of the state of Louisiana and other eligible participating groups comprehensive health insurance plans that cover medical, prescription drug, mental health, and substance abuse coverage.

Fully insured health Insurance

Provides alternative options, including Medicare Advantage Plans and HMO/Medical Home Health Plan.

Life insurance

Provides affordable term life insurance products for eligible employees and retirees, with the state of Louisiana participating in 50% of the cost.

LDH Products

Issues invoices and collects payments for the Louisiana Children's Health Insurance Plan (LaCHIP) and Family Opportunity Act (FOA) offered by LDH.

OFFICE OF RISK MANAGEMENT

OVERVIEW

The mission of the Office of Risk Management is to develop, direct, achieve, and administer a cost-effective, comprehensive risk management program for all agencies, boards and commissions of the State of Louisiana and for any other entity for which the State has an equity interest, in order to preserve and protect the assets of the State of Louisiana.

Agency Functions

Administration

Provides executive leadership and management of the self-insurance program.

Claims Losses & Related Payments

Pays adjusted/settled claims, commercial excess premiums, and related costs. Also pays for certain contractual costs of the Third Party Administrator (TPA).

Disaster Management and Recovery

Serves as the single applicant for Federal Public Assistance grants representing the state for all damaged state-owned public facilities.

Contract Litigation

Provides funding for contracts issues for the legal defense of claims made against the state. This includes contract attorneys and other related expenses.

Division of Risk Litigation

Reimburses the Division of Risk Litigation in the Louisiana Department of Justice (DOJ) for legal defense of claims against the state.

OVERVIEW

The Louisiana Property Assistance Agency (LPAA) provides for the accountability of the state's movable property using sound management practices; ensures that all state agencies comply with the State Property Control and Fleet Management Regulations; provides a savings and return on state and federal monies through redistribution and sale of surplus property; and tracks the utilization of the state's fleet of passenger vehicles.

Agency Functions

Property Certifications

Ensures all state agencies comply with property and fleet regulations by reviewing inventory certification documents from each agency.

Surplus Property

Removes surplus property from state agency locations across the state. LPAA then makes this surplus available to other state agencies, municipalities, and qualifying non-profit entities.

FEDERAL PROPERTY ASSISTANCE AGENCY

OVERVIEW

The mission of Federal Property Assistance is to re-utilize the tax dollar by putting federal property that is no longer needed into the hands of Louisiana entities. This surplus property may be used by all eligible donees in public and private health facilities, cities, parish and state government, as well as qualified 501 non-profit organizations and federal Small Business Administration subcontractors.

Agency Functions

Transfer of Federal Surplus Property to Louisiana

The Louisiana Federal Property Assistance Agency (LFPAA) secures surplus federal property and makes it available to eligible groups in Louisiana, including various public and private education entities, public and private health facilities, local, parish and state governments, and qualified 501(c) non-profit organizations.

PRISON ENTERPRISES

OVERVIEW



The mission of Prison Enterprises is to lower the cost of incarceration by providing job opportunities to offenders that instill occupational and skills training, while producing quality products and services for sale to state and local governments, non-profit organizations, political subdivisions and others. Operation of the Prison Enterprises' programs serves to further the Department of Corrections Reentry Initiative by enabling offenders to increase the potential for successful rehabilitation and reintegration into society.

Agency Functions

Industry Operations

Utilizes offender labor in the production of low-cost goods and services, which reduce the overall cost of incarceration and save funds for other state agencies, parishes, and local government entities.

Agriculture Operations

Utilizes offender labor in the production of a wide variety of crops and livestock sold on the open market.

OVERVIEW



The mission of the Office of Technology Services (OTS) is to establish competitive, cost-effective technology systems and services while acting as the sole centralized customer for the acquisition, billing and record keeping of those technology services. The Office of Technology Services shall charge respective user agencies for the cost of the technology and services provided including the cost of the operation of the office in a fair, equitable, and consistent manner, in full compliance with State of Louisiana statutes.

Agency Functions

- Procures technology and communication systems and services on behalf of most of state government by leveraging the state's buying power to secure the most favorable contract terms and conditions
- Provides a comprehensive package of technology and communication systems and services that meet the needs of the government enterprise and enable individual agencies/customers to carry out their operational plans, missions, program goals, and objectives
- Assists customers in the assessment of their technology and communications requirements and provide consolidated management, administration, and implementation coordination and support of services, as appropriate

DIVISION OF ADMINISTRATIVE LAW

OVERVIEW



The mission of the Division of Administrative Law is to provide a neutral forum for resolving administrative disputes by conducting accessible, fair, and prompt hearings and rendering well-reasoned decisions and orders.

Agency Functions

- Handles administrative hearings and provides due process to the citizens of the State and to executive branch agencies, through hearings conducted by Administrative Law Judges
- Dockets, schedules, and conducts adjudications for state agencies, including the issuance of decisions and orders
- *Not to be confused with Ethics Administration*

OVERVIEW

The mission of the Office of State Procurement is to develop and implement sound procurement practices in accordance with executive policy and legislative mandates, and to provide quality and timely services to the agency and vendor communities.

The Office of State Procurement (OSP) administers competitive, cost-effective purchasing opportunities and contracts for goods and services required by state agencies. They also regulate Requests for Proposals (RFP's) and contracts for professional and complex services and the bid process.

Agency Functions

- Manages costs by standardizing procurement of goods and services, ensuring that contract pricing, terms and conditions are advantageous to the State
- Provides quality and timely services to user agencies and vendors to ensure that the office prioritizes customer service to agencies and vendors alike
- Realizes economies of scale by leveraging the State's buying power, ensuring that small and large agencies alike have access to the best pricing available, and that the State's enterprise purchasing activities are aligned with the State's budget
- Ensures that all procurement and related management processes are conducted in full accordance with State and Federal law, policies and procedures

OVERVIEW

The mission of the Office of Aircraft Services is to manage the overall maintenance and provide all needed and required support for safe, proper, and economic operation of the State's various aircraft.

Agency Functions

Flight Maintenance

Performs maintenance, inspections, modifications, parts procurement and replacement avionic services, fuel services, storage, and outside services as required within government guidelines, rules and regulations.

ENVIRONMENTAL STATE REVOLVING LOAN FUNDS

OVERVIEW



Clean Water State Revolving Fund

The Clean Water State Revolving Fund assists the State in meeting water quality goals and ensure the long-range integrity of the fund by:

- Reaching statewide compliance with Federal and State water quality standards by providing financial aid to municipalities and other qualified recipients
- Promoting expanded eligibility under Title VI of the Clean Water Act allowing financial assistance for non-point sources, reconstruction of waste water treatment facilities needed to accommodate population growth, estuaries, and groundwater-related needs

Brownfields Cleanup Revolving Loan Fund

Provides funding to protect the health and welfare of the citizens of the State by:

- Striving to uphold the federal Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA)
- Utilizing funds to clean up vacant and/or underutilized properties where environmental concerns prevent their redevelopment
- Facilitating the reuse of blighted properties into neighborhood assets by helping to address environmental issues that hinder redevelopment of the properties

**Both funds administered by the Department of Environmental Quality*

OVERVIEW



The mission of the Drinking Water Revolving Loan Fund (DWRLF) is to provide for the correction of conditions that may cause poor water quality and/or quantity delivery to Louisiana citizens.

Functions

- Provides low-interest loans and technical assistance to public water systems in Louisiana to assist them in complying with state and federal drinking water regulations
- Administered by the Department of Health