

Representative Jim Fannin
Chairman



Representative Simone Champagne
Vice Chairman

FY 14-15 Executive Budget Review DEPARTMENT of JUSTICE

House Committee on Appropriations
by the House Fiscal Division
March 17, 2014



Agenda

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Department Structure

Office of the Attorney General

- Administrative Program
- Civil Law Program
- Criminal Law and Medicaid Fraud Program
- Risk Litigation Program
- Gaming Program



Comparison to Total State Budget FY 14-15

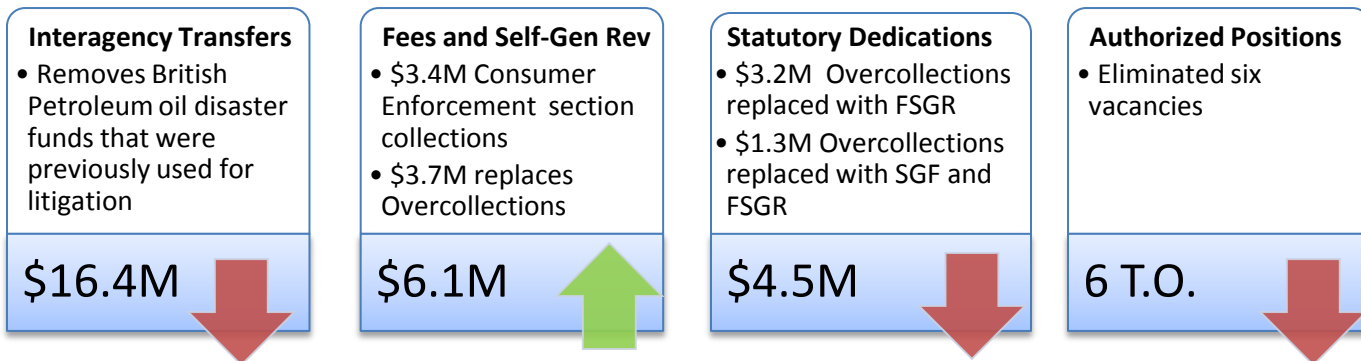
Means of Finance	Justice Department	Total State Budget	% of Total State Budget
State General Fund	\$8,397,395	\$8,617,600,000	0.1%
Interagency Transfers	\$21,928,340	\$1,767,132,013	1.2%
Fees and Self-Gen. Rev.	\$11,270,961	\$3,861,523,669	0.3%
Statutory Dedications	\$13,791,512	\$4,065,764,569	0.3%
Federal Funds	\$7,865,367	\$9,886,615,632	0.1%
TOTAL MOF	\$63,253,575	\$28,198,635,883	0.2%
Authorized Positions	466	53,109	0.9%



Means of Finance

Means of Finance	FY 12-13 Actual Expenditures	FY 13-14 Existing Operating Budget (12/1/13)	FY 14-15 Executive Budget Recommendation	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
State General Fund	\$11,990,495	\$7,032,457	\$8,397,395	\$1,364,938	19.4%
Interagency Transfers	\$28,370,803	\$40,424,316	\$21,928,340	(\$18,495,976)	(45.8%)
Fees and Self-Gen Rev	\$3,146,759	\$5,119,096	\$11,270,961	\$6,151,865	120.2%
Statutory Dedications	\$10,209,407	\$18,549,822	\$13,791,512	(\$4,758,310)	(25.7%)
Federal Funds	\$5,176,127	\$7,614,491	\$7,865,367	\$250,876	3.3%
TOTAL	\$58,893,591	\$78,740,182	\$63,253,575	(\$15,486,607)	(19.7%)
Authorized Positions	474	472	466	(6)	(1.3%)

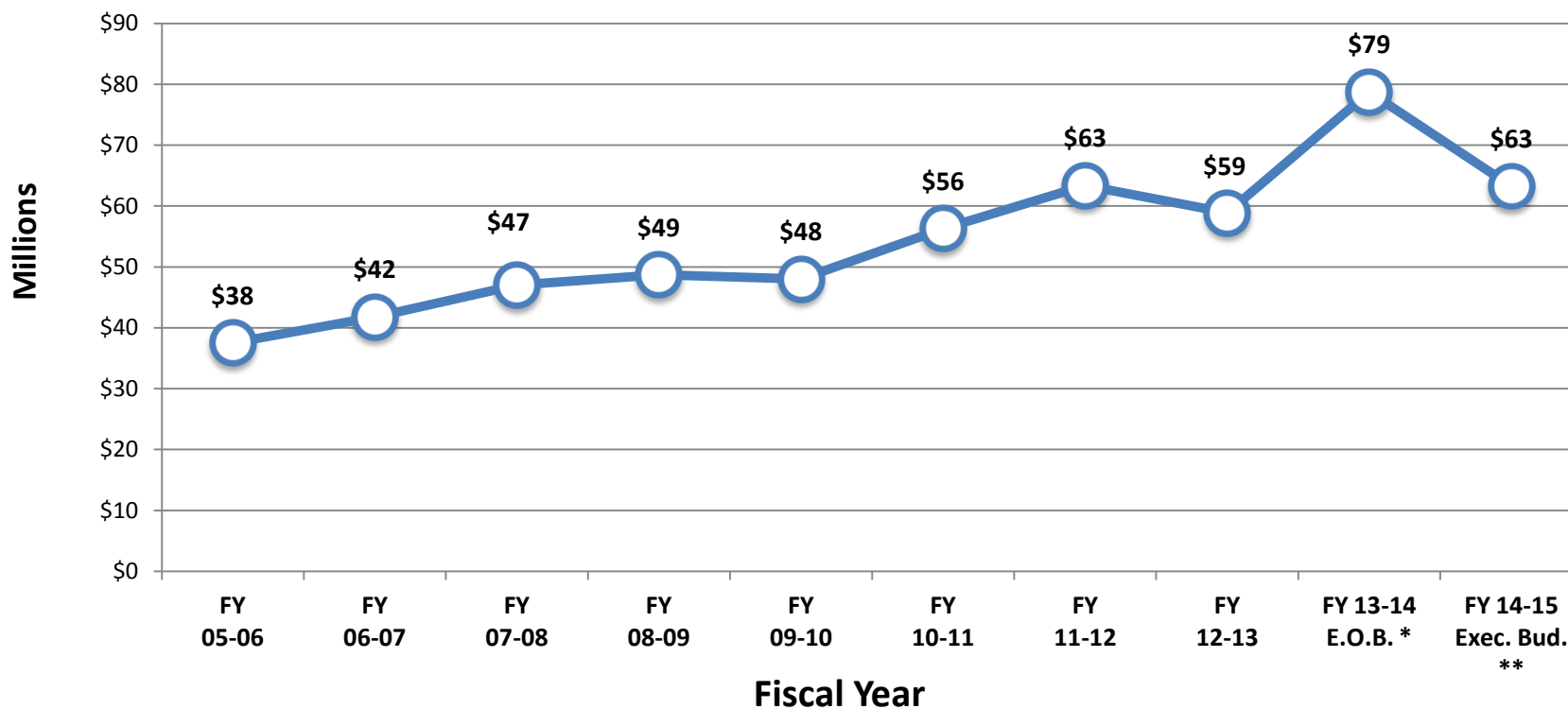
Significant Adjustments:





10-Year Budget History

ATTORNEY GENERAL (Total Funding)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/13

**Governor's Executive Budget Recommendation



Major Sources of Revenues FY 14-15

Self-Generated Revenues - \$11.2 million

- 94% is appropriated in the Civil Law Program, derived from fees charged for legal services for the collection of delinquent student loans and from other quasi-state agencies for legal services; \$2.2 million is from the National Mortgage Settlement Agreement.

Interagency Transfers - \$21.9 million

- 82% is appropriated in the Risk Litigation Program from the Office of Risk Management for investigative and legal services; 100% of the Risk Litigation Program is funded through IAT.

Statutory Dedications - \$13.8 million

- 38% of total statutory dedications is appropriated in the Gaming Program; 23% in the Administrative Program; 20% in the Civil Law Program; and 18% in the Criminal Law and Medicaid Fraud Program.

Federal Funds - \$7.9 million

- Primarily from DHHS Medicaid Fraud Unit and US Dept. of Justice Federal Forfeiture Program.



Mortgage Settlement Agreement

- \$21.7 million went directly to the state to be used for programs benefitting borrowers, homeowners, and other consumers.

Fiscal Yr.	Item	Appropriated	Balance
			\$ 21,741,560
FY 11-12	Drywall	\$ 477,804	\$ 21,263,756
FY 12-13	Transferred to SGF	\$ 7,000,000	
	Mortgage Settlement Enforcement	\$ 2,019,340	
	Drywall	\$ 3,627,737	
	Insurance Fraud	<u>\$ 975,113</u>	
		\$ 13,622,190	\$ 7,641,566
FY 13-14	Mortgage Settlement Enforcement	\$ 2,120,309	
	Insurance Fraud	<u>\$ 943,473</u>	
		\$ 3,063,782	\$ 4,577,784
FY 14-15	Mortgage Settlement Enforcement	\$ 2,226,326	\$ 2,351,458
FY 15-16	Mortgage Settlement Enforcement	\$ 2,337,645	\$ 13,813
	TOTAL	\$ 21,727,747	



Statutory Dedications FY 14-15

Administrative Program - \$3.2 million

- \$2.2M Dept. of Justice Debt Collection Fund
- \$1.0M Dept. of Justice Legal Support Fund

Civil Law Program- \$2.8 million

- \$2.1M Louisiana Fund
- \$203K Tobacco Control Special Fund
- \$409K Tobacco Settlement Enforcement Fund

Criminal Law and Medicaid Fraud Program - \$2.5 million

- \$595K Insurance Fraud Investigation Fund
- \$1.5M Medical Assistance Program Fraud Detection Fund
- \$450K Sex Offender Registry Technology Fund

Gaming Program - \$5.2 million

- \$842K Pari-mutuel Live Racing Facility Gaming Control Fund
- \$1.9M Riverboat Gaming Enforcement Fund
- \$2.5M Video Draw Poker Device Fund



Expenditure Breakdown

Expenditures	FY 12-13 Actual Expenditures	FY 13-14 Existing Operating Budget (12/1/13)	FY 14-15 Executive Budget Recommendation	Change from FY 13-14 to FY 14-15	Percent Change from FY 13-14 to FY 14-15
Salaries	\$24,773,746	\$25,042,556	\$25,205,249	\$162,693	0.6%
Other Compensation	\$1,236,866	\$675,382	\$682,356	\$6,974	1.0%
Related Benefits	\$10,345,258	\$10,203,556	\$13,026,198	\$2,822,642	27.7%
Travel	\$568,609	\$495,297	\$495,297	\$0	0.0%
Operating Services	\$1,534,451	\$1,632,867	\$1,638,180	\$5,313	0.3%
Supplies	\$536,888	\$514,993	\$508,955	(\$6,038)	(1.2%)
Professional Services	\$10,217,379	\$24,669,424	\$4,083,307	(\$20,586,117)	(83.4%)
Other Charges	\$9,155,726	\$14,346,645	\$16,776,849	\$2,430,204	16.9%
Acq/Major Repairs	\$524,668	\$1,159,462	\$837,184	(\$322,278)	(27.8%)
Unallotted	\$0	\$0	\$0	\$0	0.0%
TOTAL EXP	\$58,893,591	\$78,740,182	\$63,253,575	(\$15,486,607)	(19.7%)

Salaries and Related Benefits

Reflects an increase in performance adjustments, retirement rate adjustments, and health insurance adjustments, and a decrease due to a reduction of 6 authorized T.O. positions.

Professional Services

Reflects a \$19.4 million decrease in funds for litigation of Deepwater Horizon.

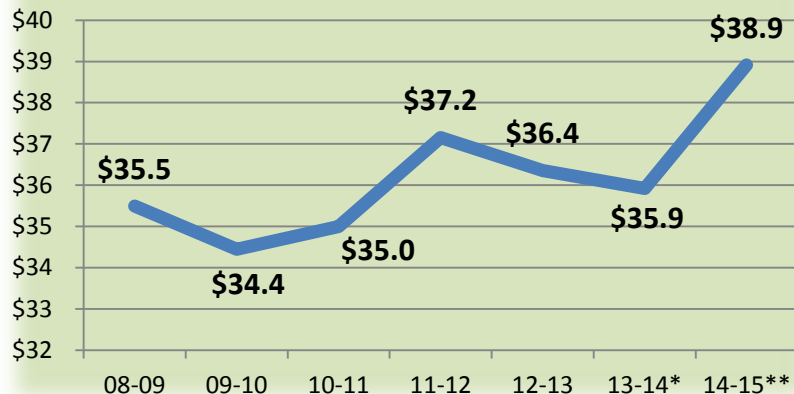
Other Charges

Increase is from National Mortgage Settlement Agreement Funds.



7-Year Expenditure History (in millions)

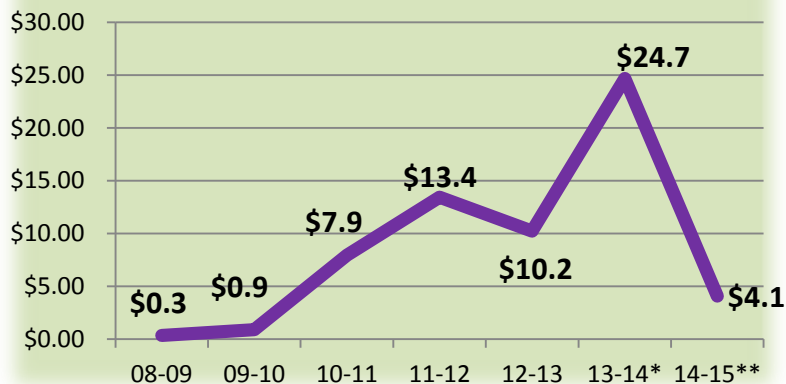
Personal Services



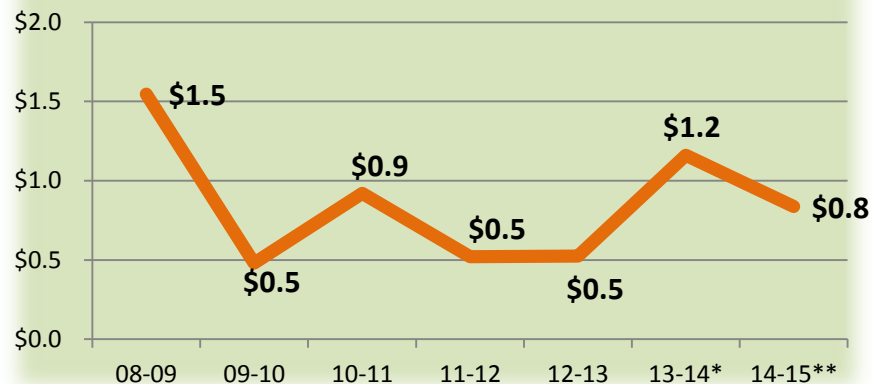
Operating Expenses



Professional Services

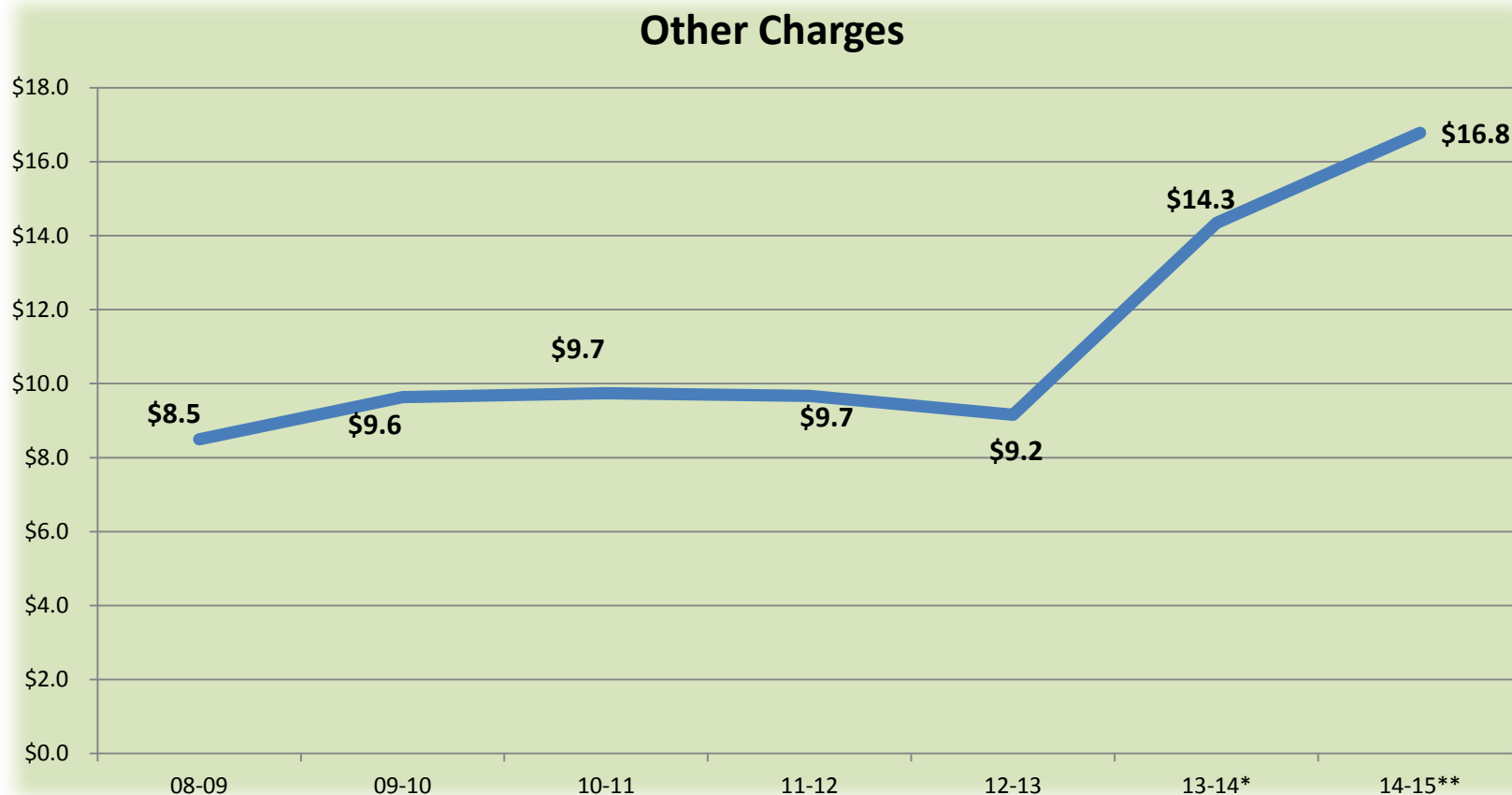


Acquisitions & Major Repairs





7-Year Expenditure History (in millions)



Source: Executive Budget Supporting Documents

*Existing Operating Budget as of 12/1/13

**Governor's Executive Budget Recommendation



Significant Adjustments

\$16.4 M
IAT



Reduces funding for the Civil Law Program from British Petroleum oil disaster funds. These funds are transferred to AG from the Dept. of Public Safety. These funds were previously used for litigation.

\$4.5M
MOF
SWAP

Replaces \$4.5M from Overcollections Fund in the Civil Law Program and the Criminal Law and Medicaid Fraud Program. \$3.2 M in Civil Law Program is replaced with FSGR and \$1.3 M in Criminal Law and Medicaid Fraud Program is replaced with SGF and FSGR.

\$3.4 M
FSGR



Provides funding in the program to accurately reflect Consumer Enforcement Section collections and expenditures.



Discretionary/Nondiscretionary Funding in FY 14-15

Executive Budget

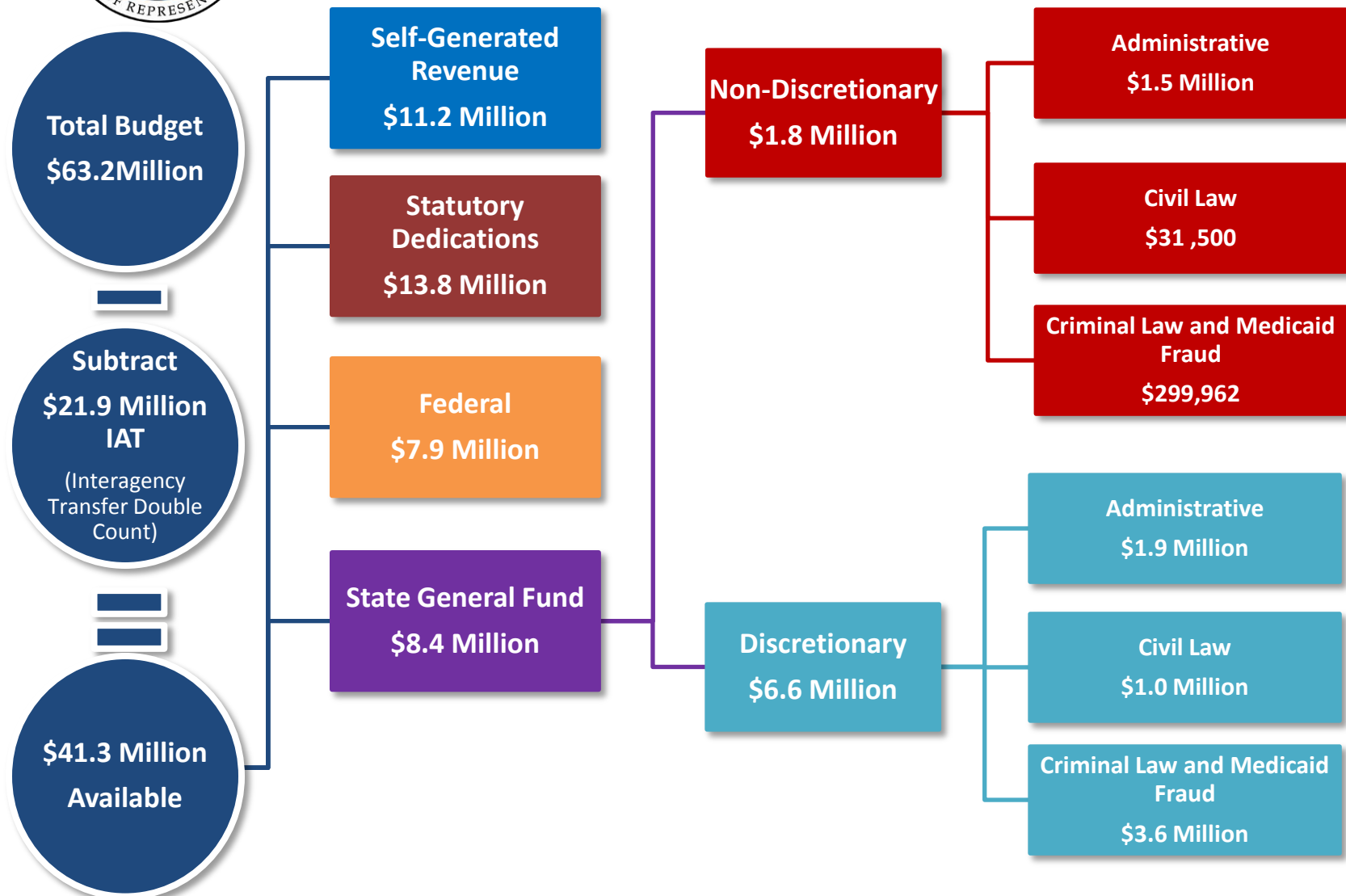
<u>Activity/Program</u>	<u>TOTAL FUNDING</u> = \$63,253,575		<u>STATE GENERAL FUND</u> = \$8,397,395	
	Discretionary	Non-Discretionary	Discretionary	Non-Discretionary
<u>Administrative</u>	\$5,061,057	\$1,576,846	\$1,935,650	\$1,462,113
<u>Civil Law</u>	\$17,756,636	\$93,683	\$1,045,473	\$31,500
<u>Criminal Law and Medicaid Fraud</u>	\$14,629,810	\$404,568	\$3,622,697	\$299,962
<u>Risk Litigation</u>	\$16,470,620	\$1,596,298	\$0	\$0
<u>Gaming</u>	\$5,322,416	\$341,641	\$0	\$0
TOTAL	\$59,240,539	\$4,013,036	\$6,603,820	\$1,793,575

*Note: The discretionary State General Fund in the agency's budget is **less than ¼ of 1%** of the total discretionary State General Fund recommended for FY 14-15.*



Discretionary/Nondiscretionary Funding in FY 14-15

Executive Budget





Salaries and Positions

FY 14-15 SALARIES/POSITIONS

- \$25.9 million for Salaries and Other Compensation
- \$13 million for Related Benefits
- Total Personnel Services = \$38.9 million; 84% of the Department of Justice total Executive Budget Recommendation (excluding Other Charges)

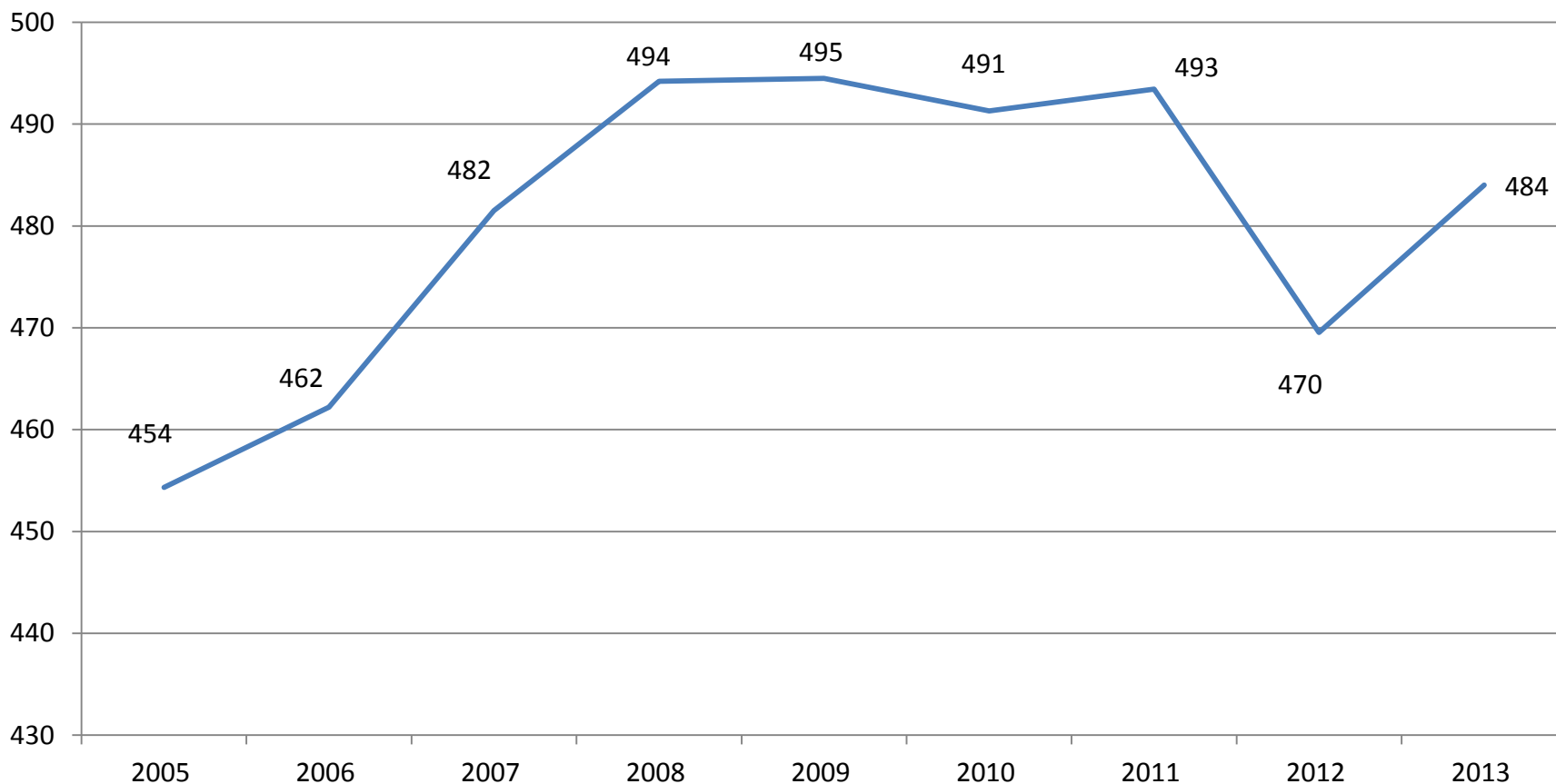
- 466 Authorized Positions (0 classified and 466 unclassified)
- 46 full-time non-T.O. positions
- 1 Other Charges positions

- As of 12/27/2013, there were 18 vacant positions; the Executive Budget eliminates 6 of these vacancies.



Salaries and Positions

TOTAL FULL-TIME EQUIVALENT (FTE) POSITIONS

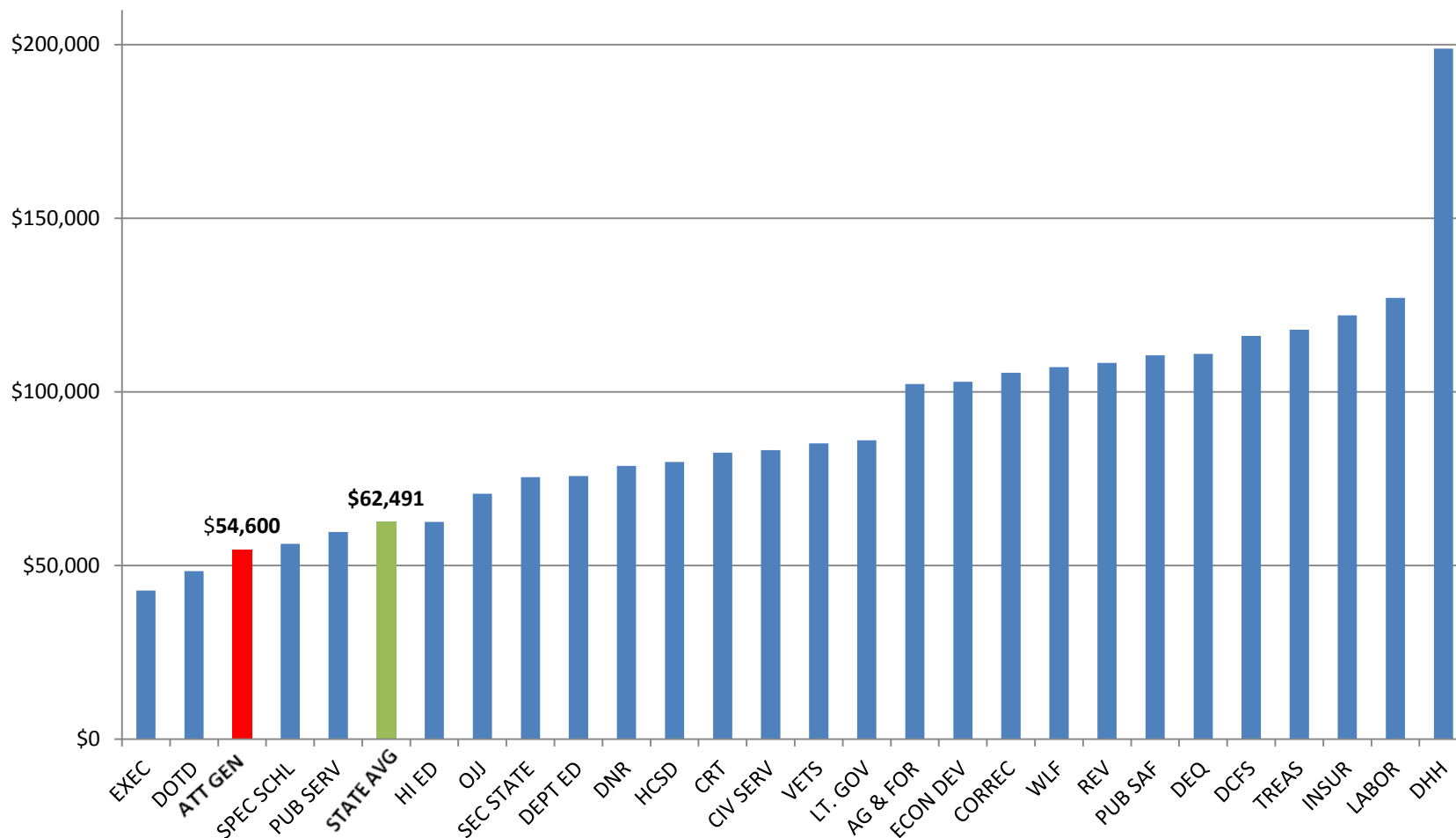


Source: Prepared by House Fiscal Division staff using information from ISIS-HR



Salaries and Positions

FY 13 UNCLASSIFIED AVERAGE ANNUAL PAY PER FTE



Source: Prepared by House Fiscal Division staff using information from ISIS-HR and Civil Service



Department Contacts

Title	Contact Name	Phone
Attorney General	Honorable James D. "Buddy" Caldwell	225-342--6705
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