



February 26, 2009

Senator Richard Cohen, Chair
Senate Finance Committee
121 State Capitol
St. Paul, MN 55155

Representative Loren Solberg, Chair
House Ways and Means Committee
443 State Office Building
St. Paul, MN 55155

Senator Thomas Bakk, Chair
Senate Tax Committee
226 State Capitol
St. Paul, MN 55155

Representative Ann Lenczewski, Chair
House Tax Committee
509 State Office Building
St. Paul, MN 55155

RE: Final Report of FY 2009 Allotment Reductions

Dear Senators and Representatives:

The purpose of this letter is to provide a final report on total FY 2009 allotment reductions pursuant to M.S. 16A.152, subdivision 4 and to identify several changes and corrections made from initial submissions.

We have previously reported agency allotment reductions during various stages of the process. The attached chart is a comprehensive list, by appropriation account, of all implemented FY 2009 allotment reductions. This report totals \$271,371,000. Because the reductions have been implemented from a variety of accounts, reflecting both current and prior year appropriated funds, the report also provides additional detail on certain appropriation accounts and transaction types.

Information on three specific items has changed from the last report:

- Department of Natural Resources – Initially an allotment reduction of \$273,000 in general fund appropriations from the Mississippi Headwaters Grant was shown. The final allotment reduction was made from the Stream Protection & Improvement ITC account in the special Revenue fund.
- Legislature – Initial reports reflected only a total amount, this report now includes the details of voluntary allotment reductions made by Legislature.
- Minnesota Management and Budget – Previous information identified allotment reductions of \$1.4 million from the Statewide and Agency Operations account. The completed reduction reflects a \$1.366 million reduction from this account and a \$34,000 allotment reduction from the Bankruptcy Counsel appropriation.

Any additional questions you or your staff may have on the completed unallotments may be directed to Jim Schowalter, Assistant Commissioner for Budget Services.

Sincerely,

A handwritten signature in black ink that reads "Tom J. Hanson". The signature is written in a cursive, slightly slanted style.

Tom J. Hanson
Commissioner

Enclosure(s)

MINNESOTA MANAGEMENT & BUDGET
 REPORT OF ALLOTMENT REDUCTIONS (UNALLOTMENTS)
 M.S. 16A.152, SUBD. 4
 GENERAL FUND
 FISCAL YEAR ENDING JUNE 30, 2009

(\$ in thousands)

AGENCY	APPROPRIATION NAME	APPROP UNIT #	APPROP AMOUNT	AGENCY TOTAL	AGENCY TARGET
ADMINISTRATION DEPT				\$900	\$900
	ADMINISTRATIVE MANAGEMENT	100	263		
	SMALL AGENCY RESOURCE TEAM	104	20		
	CENTRAL MAIL	204	4		
	STATE FACILITIES SERVICES	300	377		
	STATE & COMMUNITY SERVICES	700	77		
	LAND MGMT INFORMATION CENTER	706	2		
	OFFICE OF STATE ARCHAEOLOGIST	707	0		
	GENETIC INFO WORK GROUP	708	7		
FUND 941	FEDERAL SURPLUS PROPERTY EXPENSE	768	150		
ADMINISTRATION DEPT - PUBLIC BROADCASTING				\$103	\$103
	PUBLIC TV EQUIPMENT GRANTS	916	33		
	PUBLIC ED RADIO COMM SVC GRANT	918	34		
	PUBLIC ED RADIO EQUIPMENT GRANTS	919	36		
AGRICULTURE DEPT				\$1,000	\$1,000
	CLEAN WATER LEGACY ASSISTANCE	GF2	135		
	AG RESOURCES & DEVELOPMENT	G45	260		
	SUST AG & IMP DEMO GRANTS	G72	40		
	AG BMP LOAN PROGRAM	GF3	265		
	NEXTGEN ENERGY BOARD PROJECT	G27	300		
ATTORNEY GENERAL				\$1,200	\$1,200
	ATTORNEY GENERAL	001	1,200		
COMMERCE DEPT				\$500	\$500
	ADMINISTRATIVE SERVICES	AS1	140		
	RURAL WIND ENERGY PROGRAM	E05	250		
	MARKET ASSURANCE	EL1	110		
EDUCATION DEPARTMENT				\$2,400	\$2,400
	AGENCY OPERATIONS	001	1,516		
	ACHIEVEMENT TASK FORCE	006	50		
	EARLY HEARING LOSS INTERVENTION	017	20		
	KINDERGARTEN ENTRANCE ASSMTN	079	13		
	FOUNDATION FOR STUDENT ORGS	804	1		
	COLLEGE LEVEL EXAM PROG -CLEP	822	800		
EMPLOYMENT & ECONOMIC DEVELPMT				\$3,100	\$3,100
	BUSINESS & COMM DEVELOPMENT	101	311		
	MI-SUPPORT EMPLOYMENT	478	309		
	SERVICES FOR THE BLIND	485	42		
	ADMINISTRATION	900	238		
	MN INVESTMENT FUND	001	700		
FUND 200	21st CENTURY FUND	121	1,500		
EXPLORE MINNESOTA TOURISM				\$300	\$300
	EXPLORE MINNESOTA TOURISM	400	300		
GOVERNORS OFFICE				\$200	\$200
	GOVERNORS OFFICE	GEN	200		
HEALTH DEPT				\$1,700	\$1,700
	COMM & FAMILY HEALTH PROMO	001	546		
	POLICY QUALITY & COMPLIANCE	002	341		
	HEALTH PROTECTION	003	254		
	MINORITY & MULTICULTURAL HEALTH	004	9		
	ADMINISTRATIVE SERVICES	005	36		
	EH TRACKING & BIO HPCD	033	314		
FUND 200	NONGRANT OPERATING CARRYOVER	CF1	200		

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HISTORICAL SOCIETY				\$600	\$600
	EDUCATION & OUTREACH	EDO	343		
	PRESERVATION & ACCESS	PRA	257		
HOUSING FINANCE AGENCY				\$4,000	\$4,000
	DISASTER RELIEF CONTINGENCY	S77	3 585		
	FLOOD CAPACITY BUILDING GRANT	S77	3 515		
	ECONOMIC HOUSING DEV. CHALLENGE	07A	3 2,600		
	REHAB LOAN PROGRAM	07A	3 300		
HUMAN RIGHTS DEPT				\$300	\$300
	HUMAN RIGHTS ENFORCEMENT	DHR	125		
	CASE MANAGEMENT SYSTEM	MGT	175		
HUMAN SERVICES DEPT				\$88,757	\$88,757
	DHS ADMIN OPERATIONS	S20	5,700		
	ALTERNATIVE CARE GRANTS	S53	500		
	EXISTING MENTAL HEALTH GRANTS	S21	2,700		
	AGING & ADULT SERVICES GRANTS	S26	53		
FY2008	AGING & ADULT SERVICES GRANTS	S26	4 46		
	MENTAL HEALTH GRANTS	S28	5,300		
	CONTINUING CARE GRANTS	S29	250		
FUND 200	CHEM DEP ENTITLEMENT GRANTS	S33	2 17,000		
	ADOPTION ASSISTANCE GRANTS	S42	6,000		
	LIMIT GROWTH DISABILITY WAIVER GRANTS	S54	2,717		
	MA HOSPITAL QUARTERLY PAYMENTS GRANTS	S54	10,000		
FUND 561	MEDICAL EDUCATION AND RESEARCH GRANTS	S54	8 24,814		
	MEDICAL EDUCATION AND RESEARCH GRANTS	S54	3,186		
	PATIENT INCENTIVE GRANTS	S98	491		
	OUTREACH \$25 BONUS PAYMENTS GRANTS	S98	0		
FUND 561	MERC	S54	8 10,000		
LABOR AND INDUSTRY DEPT				\$80	\$80
	PREVAILING WAGE ENFORCEMENT	PWE	80		
LEGISLATIVE AUDITOR'S OFFICE				\$15	\$15
	LEGISLATIVE AUDITOR'S OFFICE	AP1	15		
LEGISLATURE VOLUNTARY REDUCTION				\$2,185	\$2,185
	SENATE	SEN	800		
	LEGISLATIVE COORDINATING COMMISSION	LCC	197		
	LCC - PENSION & RETIREMENT ACT	ACT	40		
	CAPITOL FACILITATED PLANNING	CFP	155		
	LCC - CARRYFORWARD	CFD	6		
	PUBLIC INFO TV, INTERNET	PIT	12		
	REVISOR'S CARRYFORWARD	RCF	80		
	LEGISLATIVE REFERENCE LIBRARY	LRL	15		
	REVISOR OF STATUTES	ROS	80		
	HOUSE CARRYFORWARD	HCF	800		
MEDIATION SERVICES DEPT				\$100	\$100
	MEDIATION SERVICES	MED	100		
METROPOLITAN COUNCIL/TRANSPORT				\$600	\$600
	METRO TRANSIT ASSISTANCE	MTA	600		
MINNESOTA MANAGEMENT & BUDGET				\$1,400	\$1,400
	STATEWIDE & AGENCY OPERATIONS	GEN	1,366		
	BANKRUPTCY COUNSEL	BCO	34		
MNSCU				\$20,000	\$20,000
FUND 105	MNSCU OPERATING	GEN	5 20,000		

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NATURAL RESOURCES DEPT				\$5,300	\$5,300
	LANDS & MINERALS MGMT-GEN	100	641		
	MINERAL COOP ENV RESEARCH	103	15		
	CON-IRON ORE COOPERATIVE AGREE	104	57		
	WATERS RESOURCES MANAGEMENT	200	710		
FUND 200	STREAM PROTECTION & IMPROVEMENT ITC	202	273		
	WATERS - CLEAN WATER ACT	232	149		
	WATERS - WATER SUPPLY	234	68		
	FOREST MANAGEMENT	300	598		
	MINN FOREST RESOURCES COUNCIL	303	9		
	FOR-FIREWOOD INFO CAMPAIGN	332	50		
	FOR-LAND ASSET MGMT	335	130		
	PARKS AND REC MANAGEMENT	400	755		
	PARKS - ACCELERATED MAINT	404	48		
	TRAILS AND WATERWAYS GEN	500	311		
	T&W-NONMOTORIZED TRAILS	521	141		
	OPERATIONS SUPPORT GEN	840	82		
	EMERGENCY DETERRENT ASSIST	D08	33		
	MN SHOOTING SPORT ED CTR	D09	20		
	F&W-PRAIRIE WETLANDS-GEN	D10	151		
	ECOLOGICAL SERVICES GEN	E00	513		
	HARMFUL INVASIVE SPECIES	E01	119		
	REINVEST IN MINN-ECO SERV	E04	112		
	ECO-CLEAN WATER ACT	E30	256		
	ECO-PRAIRIE SEED HARVEST	E32	50		
	ECO-ST PAUL STEAM FACILITY STU	E37	5		
	FISH MANAGEMENT GEN	F00	3		
	1837 POPULATION SURVEY-FISH	F03	1		
	AQUATIC PLANT RESTORATION	F21	0		
OFFICE OF ENTERPRISE TECHNOLOGY				\$800	\$800
	ENTERPRISE IT SECURITY	501	568		
	ENTERPRISE E-LICENSING SYSTEM	502	158		
	SMALL AGENCY TECH PROJECTS	503	74		
OFFICE OF HIGHER EDUCATION				\$390	\$390
	AGENCY ADMINISTRATION	001	240		
	ACHIEVE SCHOLARSHIP PROGRAM	013	150		
POLLUTION CONTROL AGENCY				\$1,400	\$1,400
	CLEAN WATER PARTNERSHIP GRANTS FY05	W27	209		
	CLEAN WATER LEGACY ASSESSMENT FY07	WY2	62		
	MULTIMEDIA PROGRAM OPERATIONS	C08	302		
	ADMINISTRATIVE SUPPORT OPS	P01	240		
	WATER PROGRAM OPERATIONS	W01	282		
	CLEAN WATER PARTNERSHIP GRANTS	W27	180		
	COUNTY FEEDLOT PROGRAM GRANTS	W71	125		
REVENUE DEPT - AIDS & CREDITS				\$110,015	\$110,015
	LOCAL GOVERNMENT AIDS	008	53,510		
	COUNTY PROGRAM AID	090	43,948		
	RESIDENTIAL MARKET VALUE CREDIT	083	12,477		
	AGRICULTURAL MARKET VALUE CREDIT	085	80		
REVENUE DEPT				\$2,700	\$2,700
	TAX SYSTEM MANAGEMENT	900	2,425		
	TSM INITIATIVE	983	200		
	09 TAX COMPLIANCE INITIATIVE	985	75		
SECRETARY OF STATE				\$225	\$225
	SECRETARY OF STATE	SEC	225		

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STATE AUDITOR				\$200	\$200
	AUDIT PRACTICE	AUD	4		
	CONSTITUTIONAL OFFICE	CON	32		
	JOBZ	JOB	39		
	OPERATIONS MANAGEMENT	OPM	17		
	PENSION	P/F	16		
	GOVERNMENT INFORMATION	R&I	51		
	LEGAL/SPECIAL INVESTIGATIONS	SPI	41		
TRANSPORTATION DEPT				\$600	\$600
	NON METRO TRANSIT ASST	004	290		
	ROOSEVELT TOWER	006	10		
	UPA TECH, TELECOM, OUTREACH	13M	300		
UNIVERSITY OF MINNESOTA				\$20,000	\$20,000
	OPERATIONS & MAINTENANCE	00U	18,617		
	AGRICULTURE & EXTENSION SERVICES	01U	1,383		
WATER & SOIL RESOURCES BOARD				\$300	\$300
	CWL - NON POINT REST	CW1	200		
	CWL - COST SHARE FEEDLOTS	CW8	70		
	WCA RULEMAKING	WC5	30		
UNALLOTMENT SUMMARY				\$271,371	
	EXPENDITURE REDUCTIONS			\$193,117	
	TRANSFERS FROM OTHER FUNDS			77,937	
	PRIOR YEAR CANCELLATIONS			317	

FORECAST SUMMARY		\$271,375
	NOVEMBER 2008 FORECAST SHORTFALL	\$426,297
	BUDGET RESERVE	(154,922)

- 1 Materials Dist - Surplus Property Fund
- 2 Special Revenue Fund
- 3 General Fund from Housing Finance Fund
- 4 \$46,062 cancelled from FY08 appropriations
- 5 MNSCU General Fund -105
- 6 Cancellations - FY05
- 7 Cancellations - FY07
- 8 MERC Fund -561