

State Comptroller - Miscellaneous

OSC15100

Budget Summary

| Account | Actual FY 12 | Governor Estimated FY 13 | Governor Recommended | | Legislative | |
|------------------------------------|------------------|--------------------------------|----------------------|-------------------|------------------|------------------|
| | | | FY 14 | FY 15 | FY 14 | FY 15 |
| Other Current Expenses | | | | | | |
| Adjudicated Claims | 7,638,961 | 4,000,000 | 4,100,000 | 4,100,000 | 4,100,000 | 4,100,000 |
| Amortize GAAP Deficit | 0 | 0 | 29,800,000 | 29,800,000 | 0 | 0 |
| Agency Total - General Fund | 7,638,961 | 4,000,000 | 33,900,000 | 33,900,000 | 4,100,000 | 4,100,000 |
| Additional Funds Available | | | | | | |
| Carry Forward Funding | 0 | 0 | 0 | 0 | 2,941,339 | 0 |
| Agency Grand Total | 7,638,961 | 4,000,000 | 33,900,000 | 33,900,000 | 7,041,339 | 4,100,000 |

| Account | Legislative | | | | Difference from Governor Recommended | | | |
|---------|-------------|--------|-------|--------|--------------------------------------|--------|-------|--------|
| | FY 14 | | FY 15 | | FY 14 | | FY 15 | |
| | Pos. | Amount | Pos. | Amount | Pos. | Amount | Pos. | Amount |
| | | | | | | | | |

Policy Revisions

Amortize the GAAP Deficit

| | | | | | | | | |
|-----------------------------|----------|----------|----------|----------|----------|---------------------|----------|---------------------|
| Amortize GAAP Deficit | 0 | 0 | 0 | 0 | 0 | (29,800,000) | 0 | (29,800,000) |
| Total - General Fund | 0 | 0 | 0 | 0 | 0 | (29,800,000) | 0 | (29,800,000) |

Governor

Provide funding of \$29,800,000 in both FY 14 and FY 15 to support the amortization, over 15 years, of the estimated cumulative GAAP deficit as of June 30, 2013, which is anticipated to be reduced from approximately \$1.2 billion to \$447 million as a result of debt restructuring.

Legislative

Eliminate funding of \$29,800,000 in both FY 14 and FY 15 for the amortization of the cumulative GAAP deficit.

Transfer Claims Costs from DAS

| | | | | | | | | |
|-----------------------------|----------|----------------|----------|----------------|----------|----------|----------|----------|
| Adjudicated Claims | 0 | 100,000 | 0 | 100,000 | 0 | 0 | 0 | 0 |
| Total - General Fund | 0 | 100,000 | 0 | 100,000 | 0 | 0 | 0 | 0 |

Background

Under current law the Claims Commissioner has the authority to order immediate payment of any just claim against the state in an amount not exceeding \$7,500. If a claim against the state has merit, but damages exceed \$7,500, a claimant must either get approval from the General Assembly for a higher award, or must pursue their claim through the Judicial Branch. The claims which the Commissioner orders for immediate payment is paid out of this account, while larger claims are paid out of the OSC's Adjudicated Claims account.

Governor

The payment of small claims against the state is consolidated into the OSC's Adjudicated Claims account from DAS; \$100,000 is transferred in both FY 14 and FY 15 from DAS to the Office of the State Comptrollers Adjudicated Claims account to handle the payment of these claims.

Legislative

Same as Governor

| Account | Legislative | | | | Difference from Governor Recommended | | | |
|---------|-------------|--------|-------|--------|--------------------------------------|--------|-------|--------|
| | FY 14 | | FY 15 | | FY 14 | | FY 15 | |
| | Pos. | Amount | Pos. | Amount | Pos. | Amount | Pos. | Amount |

Carry Forward**Carry Forward Funding for Adjudicated Claims**

| | | | | | | | | |
|--------------------------------------|----------|------------------|----------|----------|----------|------------------|----------|----------|
| Adjudicated Claims | 0 | 2,941,339 | 0 | 0 | 0 | 2,941,339 | 0 | 0 |
| Total - Carry Forward Funding | 0 | 2,941,339 | 0 | 0 | 0 | 2,941,339 | 0 | 0 |

Legislative

Section 63 of PA 13-184, the FY 14 and FY 15 Budget, carries forward funding of \$2,941,339 in the Adjudicated Claims account for use for claims against the state, including a class action settlement against the Department of Correction.

Totals

| Budget Components | Legislative | | | | Difference from Governor Recommended | | | |
|-------------------------------|-------------|------------------|----------|------------------|--------------------------------------|---------------------|----------|---------------------|
| | FY 14 | | FY 15 | | FY 14 | | FY 15 | |
| | Pos. | Amount | Pos. | Amount | Pos. | Amount | Pos. | Amount |
| Governor Estimated - GF | 0 | 4,000,000 | 0 | 4,000,000 | 0 | 0 | 0 | 0 |
| Policy Revisions | 0 | 100,000 | 0 | 100,000 | 0 | (29,800,000) | 0 | (29,800,000) |
| Total Recommended - GF | 0 | 4,100,000 | 0 | 4,100,000 | 0 | (29,800,000) | 0 | (29,800,000) |