

Analysis of Budget Request

Appropriation: 120 - Child Support Enforcement - Operations

Funding Sources: MCE - Child Support Enforcement Fund

The Office of Child Support Enforcement (OCSE) is a federal/state effort to collect child support from non-custodial parents. OCSE establishes and enforces orders to collect child support. The Agency determines on a case-by-case basis which of the following services will be utilized:

- Locating the non-custodial parent
- Establishing paternity
- Establishing, modifying, and terminating support/medical obligations
- Collecting and disbursing support obligations
- Enforcing delinquent child support obligations

Funding for this appropriation consists of a combination of federal funds (66%), general revenue, fees, federal incentive payments, and state share of Temporary Assistance for Needy Families (TANF) collections (34%). Approximately 60% of the Agency's current budget is personnel related costs with the remaining 40% operating expenses.

Base Level Regular Salaries and Personal Services Matching includes Career Service payments for eligible employees. Personal Services Matching also includes a \$20 increase in the monthly contribution for State employee's health insurance for a total State match per budgeted employee of \$410 per month. Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Merit Pay Increases.

Base Level is \$64,660,973 for FY14 and \$64,692,793 for FY15.

The Agency is requesting a Change Level increase of \$500,562 for the following in each year of the biennium:

- Restoration of 16 currently authorized positions. The 16 positions were not budgeted in FY13 Annual Operations Plan and will be needed to maintain normal operations.
- Reduction of 36 currently authorized positions (18 Base Level and 18 Unbudgeted) from 876 currently authorized positions. The positions no longer need to be utilized due to efficiencies of the agency.
- Increase appropriation in the Data Processing and Equipment expenses line item of \$500,000 for each fiscal year to replace desktop PC's according to the agency's 5-year Desktop PC Replacement Plan detailed in the OCSE Information Technology Plan (Major Applications, ARCSIS, Hardware) filed with the DFA Office of State Technology Planning.

Restore Capital Outlay appropriation of \$100,000 each fiscal year to replace equipment that is beyond repair, becomes obsolete or that becomes too expensive to maintain or repair.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

Appropriation Summary

Appropriation: 120 - Child Support Enforcement - Operations

Funding Sources: MCE - Child Support Enforcement Fund

Commitment Item		2011-2012	2012-2013	2012-2013	2013-2014			2014-2015		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	26,775,933	27,646,604	29,644,529	27,691,884	28,184,669	28,184,669	27,717,884	28,210,669	28,210,669
#Positions		827	842	876	840	840	840	840	840	840
Extra Help	5010001	11,589	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
#Extra Help		1	15	15	15	15	15	15	15	15
Personal Services Matching	5010003	9,450,586	10,124,910	10,112,226	10,335,604	10,445,845	10,445,845	10,341,424	10,451,657	10,451,657
Operating Expenses	5020002	13,268,924	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654	14,535,654
Conference & Travel Expenses	5050009	6,175	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	241,155	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000
Data Processing	5090012	0	0	0	0	0	0	0	0	0
Capital Outlay	5120011	18,108	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing and Equipment Exp	5900046	10,931,657	11,348,483	11,348,483	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483	11,848,483
Total		60,704,127	64,405,651	66,390,892	65,161,625	65,764,651	65,764,651	65,193,445	65,796,463	65,796,463

Funding Sources										
Fund Balance	4000005	13,844,034	6,665,290		5,172,967	5,172,967	5,172,967	3,462,670	3,026,037	3,026,037
General Revenue	4000010	13,143,359	12,951,328		12,951,328	13,117,721	13,117,721	12,951,328	13,117,719	13,117,719
Federal Revenue	4000020	28,500,000	38,500,000		38,500,000	38,500,000	38,500,000	38,500,000	38,500,000	38,500,000
Non-Revenue Receipts	4000040	11,881,752	11,462,000		12,000,000	12,000,000	12,000,000	12,000,000	12,000,000	12,000,000
M & R Sales	4000340	272	0		0	0	0	0	0	0
Total Funding		67,369,417	69,578,618		68,624,295	68,790,688	68,790,688	66,913,998	66,643,756	66,643,756
Excess Appropriation/(Funding)		(6,665,290)	(5,172,967)		(3,462,670)	(3,026,037)	(3,026,037)	(1,720,553)	(847,293)	(847,293)
Grand Total		60,704,127	64,405,651		65,161,625	65,764,651	65,764,651	65,193,445	65,796,463	65,796,463

FY13 Budget amount in Personal Services Matching exceeds the authorized amount due to matching rate adjustments during the 2011-2013 Biennium.