

## **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%). Currently 55% of the Agency's budget is personnel related costs with the remaining 45% operating expenses.

Base Level salaries and matching do not include appropriation for a Cost of Living Adjustment or Career Service Payments. Base Level is \$62,897,873 in each year of the 2011-2013 biennium.

The Agency requests a Change Level increase over Base Level of the following for each year of the biennium:

- An additional \$801,014 in Regular Salaries and \$323,245 in Personal Services Matching to cover restoration of 34 currently authorized positions. These positions are needed to maintain normal operations, to ensure services continue at the current level without interruption and so hiring delays are not experienced throughout the Agency due to normal employee turnover;
- Restore \$100,000 in Capital Outlay to the current authorized level to replace equipment that is beyond repair, becomes obsolete or is too expensive to maintain.

Current funding levels will sufficiently cover the Agency Request.

The Executive Recommendation provides for the Agency Request.

The Legislative Recommendation concurs with the Executive Recommendation.

## Appropriation Summary

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Commitment Item		2009-2010	2010-2011	2010-2011	2011-2012			2012-2013		
		Actual	Budget	Authorized	Agency	Executive	Legislative	Agency	Executive	Legislative
Regular Salaries	5010000	25,820,323	27,090,072	27,815,430	27,703,780	28,998,056	28,998,056	27,703,780	29,644,529	29,644,529
	<b>#Positions</b>	<b>864</b>	<b>842</b>	<b>876</b>	<b>876</b>	<b>876</b>	<b>876</b>	<b>876</b>	<b>876</b>	<b>876</b>
Extra Help	5010001	7,205	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
	<b>#Extra Help</b>	<b>11</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>15</b>	<b>15</b>
Personal Services Matching	5010003	8,585,763	9,248,040	9,682,352	9,784,215	9,985,645	9,985,645	9,784,215	10,112,226	10,112,226
Operating Expenses	5020002	13,432,547	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	1,668	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000
Professional Fees	5060010	252,414	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	21,585	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000
Data Processing and Equipment Expe	5900046	9,225,557	11,348,483	11,348,483	11,348,483	11,348,483	11,348,483	11,348,483	11,348,483	11,348,483
ARRA of 2009	5900052	7,786,369	13,669,543	0	0	0	0	0	0	0
<b>Total</b>		<b>65,133,431</b>	<b>76,641,792</b>	<b>64,131,919</b>	<b>64,122,132</b>	<b>65,617,838</b>	<b>65,617,838</b>	<b>64,122,132</b>	<b>66,390,892</b>	<b>66,390,892</b>

Funding Sources										
Fund Balance	4000005	12,925,135	11,066,659		10,045,738	10,045,738	10,045,738	7,874,934	6,379,228	6,379,228
General Revenue	4000010	12,506,845	12,951,328		12,951,328	12,951,328	12,951,328	12,951,328	12,951,328	12,951,328
Federal Revenue	4000020	28,882,460	38,000,000		38,000,000	38,000,000	38,000,000	40,000,000	40,000,000	40,000,000
Non-Revenue Receipts	4000040	17,622,749	11,000,000		11,000,000	11,000,000	11,000,000	11,000,000	11,000,000	11,000,000
Federal Funds-ARRA	4000244	4,262,627	13,669,543		0	0	0	0	0	0
M & R Sales	4000340	274	0		0	0	0	0	0	0
<b>Total Funding</b>		<b>76,200,090</b>	<b>86,687,530</b>		<b>71,997,066</b>	<b>71,997,066</b>	<b>71,997,066</b>	<b>71,826,262</b>	<b>70,330,556</b>	<b>70,330,556</b>
Excess Appropriation/(Funding)		(11,066,659)	(10,045,738)		(7,874,934)	(6,379,228)	(6,379,228)	(7,704,130)	(3,939,664)	(3,939,664)
<b>Grand Total</b>		<b>65,133,431</b>	<b>76,641,792</b>		<b>64,122,132</b>	<b>65,617,838</b>	<b>65,617,838</b>	<b>64,122,132</b>	<b>66,390,892</b>	<b>66,390,892</b>