FY 2004 APPROPRIATIONS REPORT

INTRODUCTION

This annual Appropriations Report provides detailed information on FY 2004 appropriations, as provided in the General Appropriation Act (Laws 2003, Chapter 262 [H.B. 2531]) and other legislative acts. The Report also includes the economic and state revenue forecast upon which the budget was based. This Report provides information relative to the legislative intent of appropriations.

TABLE OF CONTENTS

BUDGET HIGHLIGHTS
- Highlights of the FY 2004 Budget .............................................................. BH-2
- Modified Statement of General Fund Revenues and Expenditures with One-time Financing Services ............... BH-4
- FY 2004 General Fund Revenue - Where It Comes From ............................................................ BH-5
- FY 2004 General Fund Appropriations - Where It Goes ........................................................................ BH-5
- FY 2004 Total Operating Spending - All Sources ........................................................................... BH-6
- FY 2004 Total Operating Spending by Fund Source ............................................................................. BH-6
- Major General Fund Policy Issues - FY 2004 Increases Above (Below) the FY 2003 Budget .................. BH-7
- "Then and Now" - FY 1994 vs. FY 2004 General Fund Spending .......................................................... BH-12
- Major Changes in General Fund Operating Budgets - FY 2003 to FY 2004 ...................................... BH-14

BUDGET DETAIL
- Summary of Other Fund Appropriations by Individual Chapter - Fiscal Years 2003, 2004 and 2005 .... BD-3
- Summary of General Fund Budget-Related Vetoes .............................................................................. BD-5
- Summary of Other Fund Budget-Related Vetoes ..................................................................................... BD-6
- Summary of Appropriated Operating Funds by Agency for Fiscal Years 2003, 2004 and 2005 ............... BD-7
- Summary of the Capital Outlay Appropriations (Laws 2003, Chapter 261) .............................................. BD-10
- Summary of Additional Operating Appropriations
  - General Fund ................................................................................................................................. BD-12
  - Other Funds ................................................................................................................................. BD-12
- Summary of Total Operating Spending Authority (Appropriated and Non-Appropriated Funds) for Fiscal Years 2003, 2004 and 2005 ................................................................. BD-13
- State Personnel Summary by Full-Time Equivalent Positions for Fiscal Years 2003 and 2004 ......... BD-16

BUDGET UNITS ................................................................................................................................. 1

CAPITAL OUTLAY .................................................................................................................................. 310
- Capital Outlay .................................................................................................................................. 310
- Summary of Rent Charges .................................................................................................................. 316
- Lease-Purchase Appropriations ........................................................................................................... 319
- Privatized Lease-to-Own Appropriations ............................................................................................... 320

ECONOMIC AND REVENUE FORECAST
- General Fund Revenue and Legislative Adjustments ............................................................................... 322
- Fund Transfers for FY 2003 and FY 2004 ............................................................................................ 333
- Budget Stabilization Fund .................................................................................................................. 336
### TABLE OF CONTENTS

(Continued)

**GENERAL PROVISIONS OF THE GENERAL APPROPRIATION ACT, OTHER OVERALL ISSUES, AND GENERAL LEGISLATION**

- General Provisions of the General Appropriation Act and Other Overall Issues ................................................................. 340
- Salary Adjustments for State Employees Since FY 1994 and Elected Official Salaries ................................................................. 344
- Budget Cycle .................................................................................................................................................................................. 345
- County Impact of the FY 2004 Budget ........................................................................................................................................... 346
- Summary of Omnibus Reconciliation Bills for FY 2004 .................................................................................................................. 348
- General Fund - Detailed List of FY 2004 Changes by Agency .................................................................................................... 358
- Crosswalk of General Appropriation Act to Appropriations Report Totals .................................................................................. 364
- Health and Dental Insurance Allocations .................................................................................................................................... 384
- Summary of Risk Management Charges .................................................................................................................................... 391

**FY 2003 GENERAL FUND ADJUSTMENTS** ....................................................................................................................................... 394