

MINUTES OF
Budget and
Control Board
Meeting

September 10, 1982

MINUTES OF BUDGET AND CONTROL BOARD MEETING

SEPTEMBER 10, 1982 9:30 A. M.

The Budget and Control Board met at 9:30 A. M. on Friday, September 10, 1982, in the Governor's conference room with the following members in attendance:

Governor Richard W. Riley
Mr. Grady L. Patterson, Jr.
Mr. Earle E. Morris, Jr.
Senator Rembert C. Dennis
Representative Tom G. Mangum

Also attending were Executive Director W. T. Putnam; Board Secretary William A. McInnis; Governor's Executive Assistant Katherine M. Clarke; and staff members of the various Board divisions.

BOARD OF ECONOMIC ADVISORS - REVENUE FORECASTS - Chairman James A. Morris of the Board of Economic Advisors, accompanied by other members of that Board Dr. E. A. Laurent, John Weeks, and Dr. Barbara A. Feinn, appeared before the Board on this matter.

Chairman Morris first read a statement on the revenue outlook for fiscal years 1982-83 and 1983-84 as follows:

The economic outlook at this time (September, 1982) can best be described as uncertain. There is most probably a modest recovery from the 1981-82 recession in the offing but no clear pattern of indicators which indicate recovery has yet emerged. The recent decline in interest rates, the stock market rally and the rise in the index of leading indicators are encouraging, but other meaningful indices of business activity such as unemployment, new orders for machine tools and retail sales provide little basis for optimism. The most likely outcome is a gradual pick-up during the fall, which will gather some momentum later in the fiscal year. Real growth should be in the two-three percent range, with inflation at levels of six-seven percent.

005382

The South Carolina economy will move with that of the nation but it may be slower in picking up momentum because of depressed activity in textiles. Textiles and some other manufacturing sectors are in basic difficulty not only because of the automobile and residential building declines but also because of lack-luster performance by consumers and increased imports. The industrial development program is performing well, considering the depressed state of investment activity, but the agricultural sector is experiencing continued problems.

The net result of these factors is a reduced rate of tax collections. The individual income tax and the all other category are doing moderately well but corporate tax revenues are still negative and sales tax receipts are well below normal expectancy. It has become necessary, therefore, to adjust downward the general fund revenue projections for this fiscal year. The attached table reflects not only the revised estimate for FY-83 but also the estimate for FY-84.

The general fund revenue forecasted for 1982-83, as presented in the table accompanying Chairman Morris' statement, is \$1,971,500,000 and the forecast for 1983-84 is \$2,151,000,000.

Dr. Morris commented that July and August collections of general fund revenue were mediocre with an overall 7.8% increase. He indicated his concern that consumers are not reacting to their increased buying capability and noted that August showed a .9% increase in sales tax revenues while a 4.1% gain was recorded for July and August. He stated that corporate income tax collections were down in the two-month period and the all other category was typically erratic. In the current 1982-83 fiscal year, Chairman Morris indicated that the forecast presented is \$79 million under the previously-adopted figure. He pointed out that that figure includes the \$47 million estimated for taxes added by the General Assembly.

005383

In the ensuing discussion, Chairman Morris noted that one could project at least three economic scenarios including one like the past roller coaster situation, one like the view from Washington which anticipates an exuberant 10% growth rate and which focuses on consumer confidence and, finally, one could take the most probable which is the Board of Economic Advisors' conservative view which projects a modest two to four percent real growth in GNP and which translates out to a 9.1% growth in general fund revenue for 1983-84 above 1982-83.

Governor Riley questioned Chairman Morris about the rates of change and noted that the 7.8% increase for July and August is well under the 9.3% forecasted in the current fiscal year. Governor Riley noted that offsetting the 7.8% start would require some high rates of change later in the fiscal year.

Chairman Morris responded by noting that one had to consider the tax collection cycles and concluded that he does not believe in month to month extrapolations or projections. He noted in particular that the back to school impact on sales tax is not yet reflected in the figures and he again expressed the view that the most probable scenario is that economic activity generally will pick up in the near future.

Mr. Patterson observed that textiles could come back rather rapidly because of the relatively low inventory situation. Chairman Morris observed that disinvestment generally is a healthy factor and noted that the age of automobiles in service on the average is up noticeably which represents a potential for significant auto sales. He also pointed out, however, that

005384

BCB Minutes
4 - 9/10/82

retail sales in the country generally have been off badly because consumers are not yet extending their credit.

Governor Riley then noted that the projected shortfall of \$79 million would have an effect on the base for fiscal year 1983-84.

Mr. Morris expressed the view that the country needs a fiscal new deal and noted that if Federal Reserve Board Chairman Volcker had done a year ago what he has begun to do recently the nation and the State would not be in the present poor economic situation. Chairman Morris expressed the view that inflation probably would have been higher than it is presently but that might have been a better trade-off. Dr. Feinn noted that the country is in a "guns and butter" economy now even though we are not engaged in any shooting war. She observed that, instead, a build up of defense supplies and equipment is occurring.

Dr. Laurent and Mr. Weeks chose not to comment.

Following this discussion, upon a motion by Mr. Patterson, seconded by Senator Dennis, the Board adopted as the general fund revenue forecast for fiscal year 1982-83 the figure of \$1,971,500,000 and for fiscal year 1983-84 the figure of \$2,151,000,000, as recommended by the Board of Economic Advisors.

Information relating to this matter has been retained in these files and is identified as Exhibit 1.

EXECUTIVE DIRECTOR'S OFFICE - BUDGETARY IMPLICATIONS - Governor Riley noted that the Board is scheduled to meet on next Tuesday at which time it would take up and complete the matter of adjusting the 1982-83 budget in accord with the revised revenue forecast and also make allocations for 1983-84.

005385

Governor Riley emphasized that the policy of the Budget and Control Board is that the State is not going to have a deficit.

Senator Dennis noted that some persons are saying that the Budget and Control Board does not have to act in that the reserve fund covers this situation, but he expressed the view that the law does require that the Board act to prevent a deficit and that it cannot shirk this responsibility. Mr. Patterson agreed that the Board is required both by statute and by Constitution to take steps to prevent deficits. The Governor reiterated the Board's commitment to prevent a deficit in the current year.

Mr. Putnam then called the Board's attention to provisions in law on this subject and noted that to prevent a deficit the Board may reduce appropriations as uniformly as may be practicable. He noted that this language tends to require that the Board deal with these situations by reductions or limiting expenditures in an across-the-board fashion if the apparent legislative intent is to be followed.

[Secretary's Note: Mr. Morris excused himself from the meeting at this point after indicating that the list of funds to be exempted from the expenditure limitation appeared OK.)

Mr. Putnam then reviewed preliminary budget information on 1982-83 by noting that the revised revenue estimate for 1982-83 after making provision for the required reserve fund transfer of \$8,960,907 leaves \$1,962,539,093 of general fund revenue available. Against that amount, he noted that the 1982-83 appropriations come to \$2,047,753,736 less the 0.31% reduction and agency head adjustment of \$5,951,853 leaving a revised 1982-83 base appropriation of \$2,041,801,883.

005386

That figure compared with the \$1,962,539,093 of general fund revenue available in the current fiscal year indicate a deficit of \$79,262,790. Mr. Putnam further noted that the proposed exemptions from the expenditure limitation or reduction amount to \$311,654,829 and that amount from the revised 1982-83 base appropriation leaves \$1,730,147,054 as the appropriation amount subject to the expenditure limitation or reduction. The \$79,262,790 deficit represents 4.581% or, in round terms, 4.6% of the amount subject to the limitation or reduction if the exemptions are approved.

Mr. Putnam then reviewed the proposed "held harmless" or exemption amounts which, as proposed by staff, total \$311,654,829.

Governor Riley expressed concern about the \$107 million listed for debt service and urged that special care be taken about incurring debt. Governor Riley also inquired about the possible impact of other funds available to the Department of Mental Health and Mr. Putnam noted that some of the patient fee revenue of that agency otherwise committed to debt service is already included in the operating budget of Mental Health.

Mr. Patterson asked that the staff look again at the exemptions provided for the Department of Mental Health and the Department of Corrections and asked also that consideration be given to the Board of Financial Institutions.

Governor Riley urged also that the staff look again at exemptions proposed for the Tax Commission and the ABC Commission and emphasized a need to be extremely strict in this regard.

Senator Dennis noted that the General Assembly had intended that revenue collection efforts not be subjected to budget cuts because they would

005387

simply aggravate the bad financial situation. Governor Riley urged that the Board be able to take the position that it did not exempt anything except those matters specified in law.

Mr. Putnam urged that the Board take the view that any funds exempted not be used to take any required reductions and that no transfers from those exempted funds be permitted except in cases of extreme emergency.

Representative Mangum inquired about reviewing the situation monthly to see if more cuts may be required or if any cuts could be restored. He asked rhetorically if the Board is to be literally bound by the action it takes next Tuesday. Governor Riley expressed the view that the Board would be bound in that it could not reallocate funds which may become surplus as a result of the Board's budget cuts or limitations on expenditures. Mr. Putnam urged that the reductions be made and expressed the view that they could not be restored by action of the Budget and Control Board.

Senator Dennis then questioned what the Board could do if later in the fiscal year it finds that the revenue shortfall will not be as great as it now expects and he asked if the Board would have the authority to restore funds reduced.

Board members discussed this question at some length and agreed that the device used last fiscal year in effect limited expenditures by transferring funds to frozen accounts.

Mr. Putnam urged that a new base be established as a result of the action of the Board. Senator Dennis expressed concern about the morale within State government as a result of budget restrictions and cuts and expressed

005388

BCB Minutes
8 - 9/10/82

the view that the Board would be legally and morally bound to restore any funds which might subsequently be determined to be available.

The Board asked staff to consult with Deputy Attorney General Sloan on these questions.

Senator Dennis and Mr. Patterson asked that the financial situation be formally reviewed on a quarterly basis and Governor Riley asked the Board of Economic Advisors to communicate with the Board and its staff at the end of each month on an informal basis for the purpose of apprising the members and staff of any trends in the situation.

Mr. Putnam noted that the Board at its meeting on next Tuesday would be asked to act formally on limiting expenditures or budget cuts for 1982-83 and to act on allocations for 1983-84. Mr. Putnam reminded the Board that the agencies are expected to have their detailed budgets filed by October 15 and that the Board is pretty well locked in to having its review completed by November 15 in order to get the bill printed by January 1.

Senator Dennis urged that a proviso be attached to the expenditure limitation or budget cuts that the Board would reduce the reductions or relax the expenditure restrictions if the Board of Economic Advisors later advised that the projected deficit is substantially less than the \$79 million presently expected.

Mr. Patterson expressed the view that there is a compelling requirement that the State not spend more than it takes in during this year. Senator Dennis indicated that he is not speaking from any basis of optimism but rather for a real concern for State agencies and State employees in urging the inclusion of that proviso.

005369

Governor Riley indicated that the Board has an obligation to respond to the situation firmly, clearly and realistically and to pull the \$79 million revenue shortfall out of the base it projects for 1983-84.

Representative Mangum indicated that he is in accord with the Board position of having a balanced budget and noted that if a surplus were to result from the Board's actions it would get much criticism.

[Secretary's Note: While the Board did not act formally on the exemptions proposed by staff, it appeared that the Board agreed with all of the recommendations except those pertaining to the Department of Mental Health, the Department of Corrections, the Tax Commission and the ABC Commission.]

Information relating to this matter has been retained in these files and is identified as Exhibit 2.

ADJOURNMENT - Upon a motion by Mr. Patterson, seconded by Representative Mangum, the meeting was adjourned at 11:45 a.m.

[Secretary's Note: In compliance with Section 9 of Act 593 of 1978 (the Freedom of Information Act), public notice of and the agenda for this meeting were posted on bulletin boards in the office of the Governor's press secretary in the State House and near the Board Secretary's office in the Wade Hampton Building at 2:00 p.m. on Wednesday, September 8, 1982.]

005390

EXHIBIT

SEP 10 1982 NO. 1

GENERAL FUND REVENUES FORECAST 1982-83 and 1983-84 IN MILLIONS OF DOLLARS

STATE BUDGET & CONTROL BOARD

	<u>1982-83</u>	<u>1983-84</u>
TOTAL GENERAL FUND	1971.5	2151.0
Total Regular Sources	1928.0	2111.0
Sales Tax	696.2	746.0
Individual Income Tax	726.0	830.0
Corporation Income Tax	122.0	138.0
All Other	383.8	397.0
Miscellaneous Sources	43.5	40.0

RATES OF CHANGE

TOTAL GENERAL FUND	9.3 %	9.1 %
Total Regular Sources	9.3 %	9.5 %
Sales Tax	7.7 %	7.2 %
Individual Income Tax	13.1 %	14.3 %
Corporation Income Tax	(4.4) %	13.1 %
All Other	10.4 %	3.4 %
Miscellaneous Sources	---	---

9/08/82

005391

EXHIBIT

SEP 10 1982 NO. 1

Revenue Outlook, FY-83, FY-84

STATE BUDGET & CONTROL BOARD

The economic outlook at this time (September, 1982) can best be described as uncertain. There is most probably a modest recovery from the 1981-82 recession in the offing but no clear pattern of indicators which indicate recovery has yet emerged. The recent decline in interest rates, the stock market rally and the rise in the index of leading indicators are encouraging but other meaningful indices of business activity such as unemployment, new orders for machine tools and retail sales provide little basis for optimism. The most likely outcome is a gradual pick-up during the Fall, which will gather some momentum later in the fiscal year. Real growth should be in the 2-3 percent range, with inflation at levels of 6-7 percent.

The South Carolina economy will move with that of the nation but it may be slower in picking up momentum because of depressed activity in textiles. Textiles and some other manufacturing sectors are in basic difficulty not only because of the automobile and residential building declines but also because of lack-luster performance by consumers and increased imports. The industrial development program is performing well, considering the depressed state of investment activity, but the agricultural sector is experiencing continued problems.

The net result of these factors is a reduced rate of tax collections. The individual income tax and the all other category are doing moderately well but corporate tax revenues are still negative and sales tax receipts are well below normal expectancy. It has become necessary, therefore, to adjust downward the general fund revenue projection for this fiscal year. The attached table reflects not only the revised estimate for FY-83 but also the estimate for FY-84.

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Board of Economic Advisors

005392

Budget Development Section
September 9, 1982

EXHIBIT

SEP 10 1982 NO. 2

STATE BUDGET & CONTROL BOARD

Preliminary Budget Information 1982-83

Revenue Estimate 1982-83	<u>2,050,816,436</u>	
Revised Revenue Estimate 1982-83	1,971,500,000	
Less: Reserve Fund Transfer	<u>8,960,907</u>	
Total General Fund Revenue Available	<u>1,962,539,093</u>	
1982-83 Appropriations	2,047,753,736	
Less: .31 Reduction and Agency Heads	<u>5,951,853</u>	
Revised 82-83 Base Appropriation	<u>2,041,801,883</u>	
1982-83 Deficit	<u>79,262,790</u>	
Revised 82-83 Base Appropriation	2,041,801,883	
Less: Held Harmless Amount	<u>311,654,829</u>	
Amount Subject To Reduction	<u>1,730,147,054</u>	
Deficit	79,262,790	= 4.581%
Amount Subject To Reduction	<u>1,730,147,054</u>	

005393

AGENCY	82-83 APPROPR.	AGENCY HEADS +.31% REDUCTION	82-83 BASE AS OF 9/1/82	HELD HARMLESS	SUBJECT TO CUT
<u>LEGISLATIVE</u>					
A 01 The Senate	4,453,825		4,453.825	460,000	3,993,825
A 05 House of Representatives	5,774,927		5,774,927	1,240,000	4,534,927
A 10 Special Services-Both Houses	213,794		213,794		213,794
A 15 Codification of Laws Leg Co	1,401,694		1,401,694		1,401,694
A 20 Legislative Audit Council	784,126		784,126		784,126
A 25 Legislative Information Sys.	855,810		855,810		855,810
A 30 Joint Legislative Comm.	1,068,734		1,068,734		1,068,734
A 35 House Membership Res. Com.	98,304		98,304		98,304
A 48 State Reorganization Comm.	803,504		803,504		803,504
B 04 Judicial Department	15,444,091	31,691	15,412,400	6,901,967	8,510,433
<u>GOVERNOR'S OFFICE</u>					
D 05 Executive Control	752,779	2,303	750,476		750,476
D 10 Law Enforcement	11,029,353	35,593	10,993,760		10,993,760
D 17 Office Exec. Policy & Prog	4,153,561	12,742	4,140,819		4,140,819
D 20 Mansion and Grounds	192,364	590	191,774		191,774
E 04 Lieutenant Governor's Office	179,577	550	179,027		179,027
E 08 Secretary of State's Office	581,240	1,776	579,464		579,464
E 12 Comptroller General's Office	3,748,017	8,416	3,739,601	1,172,185	2,567,416
E 16 State Treasurer's Office	1,558,929	4,770	1,554,159		1,554,159
E 20 Attorney General's Office	7,694,484	21,217	7,673,267	1,222,082	6,451,185
E 22 Comm. of Appellate Defense	499,731	2,893	496,838		496,838
E 24 Adjutant General's Office	2,784,000	8,563	2,775,437		2,775,437
E 25 South Carolina State Guard	25,000	78	24,922		24,922
E 28 State Election Commission	1,761,835	6,991	1,754,844	1,315,000	439,844
<u>BUDGET AND CONTROL BOARD</u>					
F 02 Office of Executive Direct.	3,140,423	11,560	3,128,863		3,128,863
F 04 Finance Division	6,761,884	22,699	6,739,185		6,739,185
F 08 Research & Statistics	1,770,294	7,221	1,763,073		1,763,073
F 12 General Services	7,391,979	24,573	7,367,406		7,367,406
F 14 State Fire Marshal	841,280	4,132	837,148		837,148
F 16 Motor Vehicle Management	288,041	4,867	283,174		283,174
F 20 Retirement Division					
F 24 Personnel Division	2,531,955	9,583	2,522,372		2,522,372
F 26 Local Government	4,950,187	20,953	4,929,234		4,929,234
F 28 Employee Benefits	21,209,798		21,209,798	18,390,714	2,819,084

State Auditor's Office
Budget Development Section
September 10, 1982

EXHIBIT

SEP 10 1982 NO. 2

STATE BUDGET & CONTROL BOARD

005391

AGENCY	82-83 APPROPR.	AGENCY HEADS + .31% REDUCTION	82-83 BASE AS OF 9/1/82	HELD HARMLESS	SUBJECT TO CUT
H 03 Commission on Higher Ed	1,728,527	7,186	1,721,341		1,721,341
H 06 Higher Ed. Tuit. Grants	12,369,259	39,431	12,329,828		12,329,828
H 09 The Citadel	9,464,958	30,762	9,434,196		9,434,196
H 12 Clemson University	43,745,815	135,410	43,610,405		43,610,405
H 15 College of Charleston	11,950,708	38,371	11,912,337		11,912,337
H 18 Francis Marion College	6,107,897	20,522	6,087,375		6,087,375
H 21 Lander College	4,421,229	15,364	4,405,865		4,405,865
H 24 S. C. State College	12,760,600	40,733	12,719,867		12,719,867
H 27 University of S. C.	85,031,150	261,461	84,769,689		84,769,689
H 29 U.S.C. - Aiken Campus	3,571,490	10,895	3,560,595		3,560,595
H 32 U.S.C. - Coastal Campus	4,862,311	14,877	4,847,434		4,847,434
H 34 U.S.C. - Spartanburg	5,053,373	15,433	5,037,940		5,037,940
H 36 U.S.C. - Beaufort	801,053	2,454	798,599		798,599
H 37 U.S.C. - Lancaster	1,340,854	4,114	1,336,740		1,336,740
H 38 U.S.C. - Salkehatchie	826,538	2,533	824,005		824,005
H 39 U.S.C. - Sumter	1,692,149	5,164	1,686,985		1,686,985
H 40 U.S.C. - Union	555,053	1,679	553,374		553,374
H 47 Winthrop College	12,496,704	40,016	12,456,688		12,456,688
H 51 Medical University of S.C.	73,264,936	225,615	73,039,321		73,039,321
H 55 Advisory Council Voc & Tec	31,622	97	31,525		31,525
H 59 St. Bd. for Tec & Comp Ed	59,310,022	182,441	59,127,581		59,127,581
H 63 Department of Education	774,543,794	2,396,496	772,147,298	37,219,813	734,927,485
H 67 Educational Television Com	12,945,685	43,187	12,902,498		12,902,498
H 71 Wil Lou Gray Opport. Sch.	1,299,811	5,249	1,294,562	978,610	315,952
H 73 Vocational Rehabilitation	11,418,416	36,981	11,381,435		11,381,435
H 75 School for the Deaf & Blind	7,178,234	23,381	7,154,853		7,154,853
H 79 Dept. of Archives & History	2,775,793	9,970	2,765,823		2,765,823
H 83 Confederate Relic Room	132,195	1,278	130,917		130,917
H 87 S. C. State Library	3,623,248	12,570	3,610,678		3,610,678
H 91 S. C. Arts Commission	1,407,798	5,691	1,402,107		1,402,107
H 95 State Museum Commission	490,845	2,927	487,918		487,918
J 04 Dept. of Health & Env. Con.	59,388,269	183,182	59,205,087		59,205,087
J 12 Dept. of Mental Health	84,276,680	258,128	84,018,552	47,926,382	36,092,170
J 16 Dept. of Mental Retardation	52,552,168	161,698	52,390,470		52,390,470
J 20 Comm. on Alcohol & Drug Ab.	4,073,352	14,141	4,059,211		4,059,211
L 04 Dept. of Social Services	131,411,031	407,489	131,003,542		131,003,542
L 12 John De La Howe	1,511,098	5,948	1,505,150		1,505,150
L 16 Foster Care of Children	319,749	2,013	317,736		317,736
L 20 Children's Bureau	817,604	3,761	813,843		813,843

State Auditor's Office
Budget Development Section
September 10, 1982

EXHIBIT

SEP 10 1982 NO. 2

STATE BUDGET & CONTROL BOARD

005395

AGENCY	82-83 APPROPR.	AGENCY HEADS +.31% REDUCTION	82-83 BASE AS OF 9/1/82	HELD HARMLESS	SUBJECT TO CUT
L 24 Commission For The Blind	2,403,995	8,717	2,395,278		2,395,278
L 28 Commission on Aging	1,320,937	5,579	1,315,358		1,315,358
L 32 State Housing Authority	410,169	2,794	407,375		407,375
L 36 Commission on Human Affairs	1,024,924	4,667	1,020,257		1,020,257
L 40 Dept. of Veterans Affairs	985,582	3,011	982,571		982,571
L 44 Commission on Women	39,645	122	39,523		39,523
N 04 Dept. of Corrections	57,508,890	125,317	57,383,573	53,789,461	3,594,112
N 08 Dept. Parole & Comm. Corr.	7,334,825	23,843	7,310,982		7,310,982
N 12 Dept. of Youth Services	18,557,969	58,447	18,499,522		18,499,522
N 16 Dept. of Juv. Plac. & Afterc.					
N 20 Law Infor. Train. Council					
N 24 Law Officers Hall of Fame					
P 04 Water Resources Commission	1,148,647	4,928	1,143,719		1,143,719
P 08 Land Resources Commission	1,833,640	7,015	1,826,625		1,826,625
P 12 State Forestry Commission	10,627,220	34,073	10,593,147		10,593,147
P 16 Department of Agriculture	4,479,065	13,699	4,465,366		4,465,366
P 18 Family Farm Dev. Authority	6,000	19	5,981		5,981
P 20 Clemson University - PSA	25,279,393	77,124	25,202,269		25,202,269
P 24 Wildlife & Marine Res. Dept	11,193,052	36,163	11,156,889		11,156,889
P 25 Coastal Council	617,146	3,446	613,700		613,700
P 26 Sea Grant Consortium	334,975	1,028	333,947		333,947
P 28 Parks, Recreation & Tourism	8,088,511	26,488	8,062,023		8,062,023
P 32 State Development Board	3,397,333	12,285	3,385,048		3,385,048
P 36 Patriot's Point Dev. Auth.	425,118	2,545	422,573		422,573
P 40 Clark's Hill-Russell Auth.	157,038	1,366	155,672		155,672
P 48 Old Exchange Building Comm.	88,155	270	87,885		87,885
P 52 American Rev. Bicenn. Comm.	10,000	31	9,969		9,969
R 04 Public Service Commission	4,429,861	25,394	4,404,467	4,404,467	
R 08 Industrial Commission	2,065,670	22,357	2,043,313		2,043,313
R 12 State Workers Com. Fund					
R 16 Second Injury Fund					
R 20 Insurance Department	4,167,336	14,640	4,152,694		4,152,694
<u>Board of Financial Instit.</u>					
R 23 Administration	19,487	60	19,427		19,427
R 24 Bank Examiners	712,267	5,989	706,278		706,278
R 25 Consumer Finance	281,510	2,124	279,386		279,386
R 28 Comm. on Consumer Affairs	1,042,303	4,945	1,037,358		1,037,358
R 32 State Dairy Commission	236,867	2,059	234,808	234,808	
R 36 Department of Labor	2,494,698	9,347	2,485,351		2,485,351
R 44 State Tax Commission	17,926,586	60,002	17,866,584	11,613,276	6,253,308
R 48 Alcoholic Beverage Comm.	1,978,202	11,266	1,966,936	1,159,778	807,158
R 52 State Ethics Commission	126,744	1,571	125,173		125,173

State Auditor's Office
Budget Development Section
September 10, 1982

EXHIBIT

SEP 10 1982 NO. 2

STATE BUDGET & CONTROL BOARD

005396

AGENCY	82-83 APPROPR.	AGENCY		HELD HARMLESS	SUBJECT TO CUT
		82-83 HEADS +.31% REDUCTION	82-83 BASE AS OF 9/1/82		
R 60	Employment Security Comm.				
R 64	Board of Accountancy	170,914	1,212	169,702	169,702
R 68	Board of Architectural Ex.	103,059	1,131	101,928	101,928
R 69	Auctioneer's Commission	80,857	1,361	79,496	79,496
R 72	Board of Barber Examiners	115,481	353	115,128	115,128
R 76	Cemetery Board	2,694	8	2,686	2,686
R 80	Board of Chiropractic Ex.	41,518	642	40,876	40,876
R 82	Contractor's Licensing Bd.	218,082	1,659	216,423	216,423
R 84	Board of Cosmetic Art Ex.	281,475	5,242	276,233	276,233
R 88	Board of Dentistry	130,693	663	130,030	130,030
R 92	Board of Engineering Ex.	199,725	4,599	195,126	195,126
R 94	Board of Cert. of Env. Sys	85,936	1,212	84,724	84,724
R 96	Board of Regis. for Foresters	4,855	15	4,840	4,840
R 99	Board of Funeral Services	55,335	520	54,815	54,815
S 04	Board of Medical Examiners	433,623	2,521	431,102	431,102
S 08	Board of Nursing	420,057	2,390	417,667	417,667
S 12	Board of Nursing Home Adm	39,625	121	39,504	39,504
S 14	Board of Occupational Therap	2,185	7	2,178	2,178
S 17	Board of Exam in Opticianry	13,375	97	13,278	13,278
S 18	Board of Exam in Optometry	26,221	212	26,009	26,009
S 20	Board of Pharmacy	144,320	1,393	142,927	142,927
S 24	Bd of Ex & Regis. of Phys.	14,396	44	14,352	14,352
S 28	Board of Podiatry Examiners	1,097	3	1,094	1,094
S 32	Board of Ex. in Psychology	9,674	145	9,529	9,529
S 36	Real Estate Commission	780,591	3,887	776,704	776,704
S 40	Residential Home Builders	269,586	1,933	267,653	267,653
S 44	Bd of Exam for Reg. Sanit.	3,110	10	3,100	3,100
S 48	Bd of Social Workers Regis	3,081	10	3,071	3,071
S 52	Bd of Exam for Spch, Path & Aud	9,950	30	9,920	9,920
S 56	Bd of Veterinary Med. Exam.	11,468	35	11,433	11,433
U 04	Aeronautics Commission	2,047,248	7,772	2,039,476	2,039,476
U 08	Public Railways Commission				
U 10	Highways & Public Trans.- Interagency Council	588,062	1,818	586,244	586,244
U 12	Highways & Public Trans				
V 04	Debt Service	107,702,186		107,702,186	107,702,186
W 04	Miscellaneous	170,000	527	169,473	169,473
X 08	Dues and Contributions	645,519	1,124	644,395	417,100
X 22	Aid to Subdivisions				227,295
	- Clerks, Sheriffs, Judges			207,000	
	Home Stead Exemption	123,876,442	384,017	123,492,425	107,985,425
				15,300,000	
GRAND TOTAL	2,047,753,736	2,041,801,883	1,730,147,054		
		5,951,853	311,654,829		

State Auditor's Office
Budget Development Section
September 10, 1982

EXHIBIT

SEP 10 1982 NO. 2

STATE BUDGET & CONTROL BOARD

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THE END

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