



Alabama's Budget and Finances

April 2023



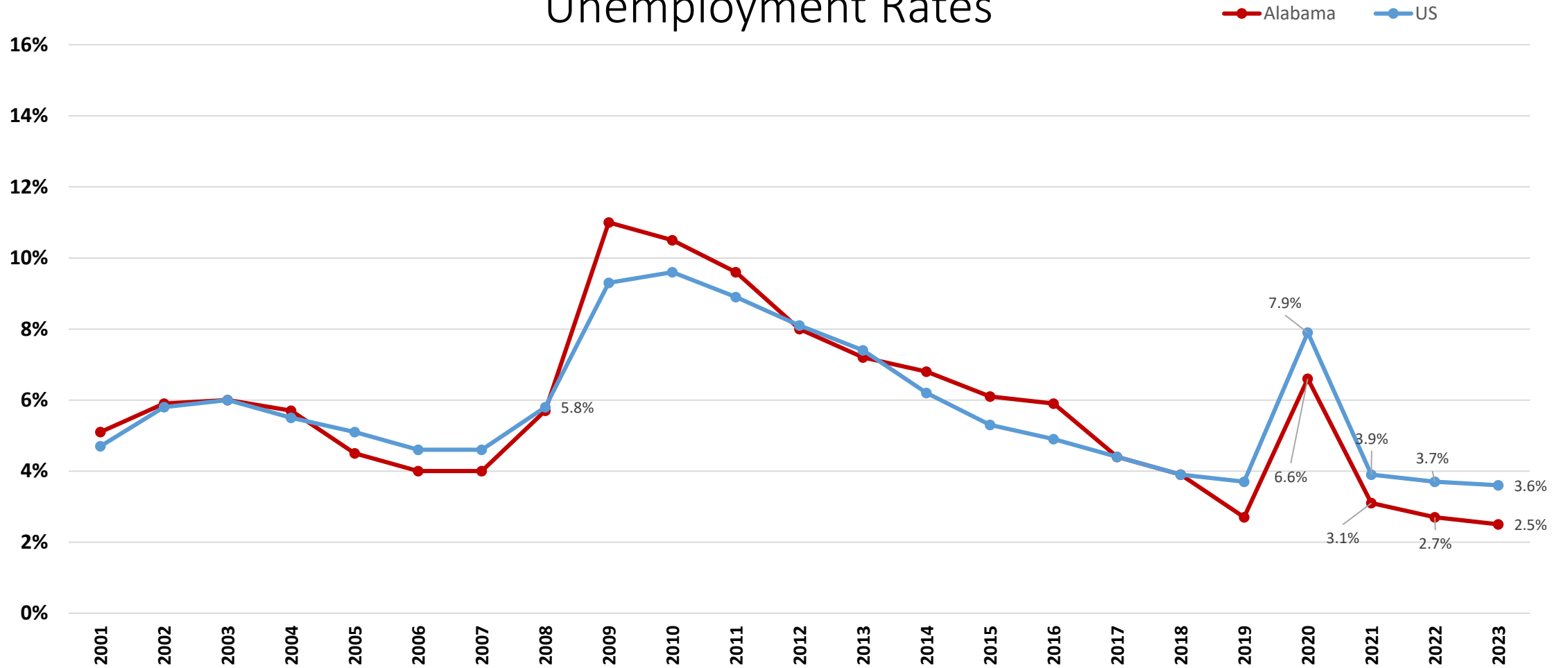


State Budget Process

- September – Process begins with revenue estimating
- November 1st – Agencies begin submitting budget requests
 - Executive Budget Office staff receive and analyze requests
- November/December – Meetings with agencies to discuss their budget requests and discussion of priorities with Governor Ivey and formulating early drafts of the budgets
 - Follow up meetings with agencies as necessary
 - Governor Ivey meets with legislative leadership for input on policy matters
 - Budgets are finalized and prepared in the last week before the Regular Sessions begins



Unemployment Rates



*2023 is as of February 2023



Rainy Day, Reserve, and Other ETF Accounts

ETF Rainy Day

Balance: \$585,217,649

ETF Budget Stabilization Fund

Balance: \$568,886,616

SGF Rainy Day

Balance: \$291,592,824

SGF Budget Reserve Fund

Balance: \$100,000,000

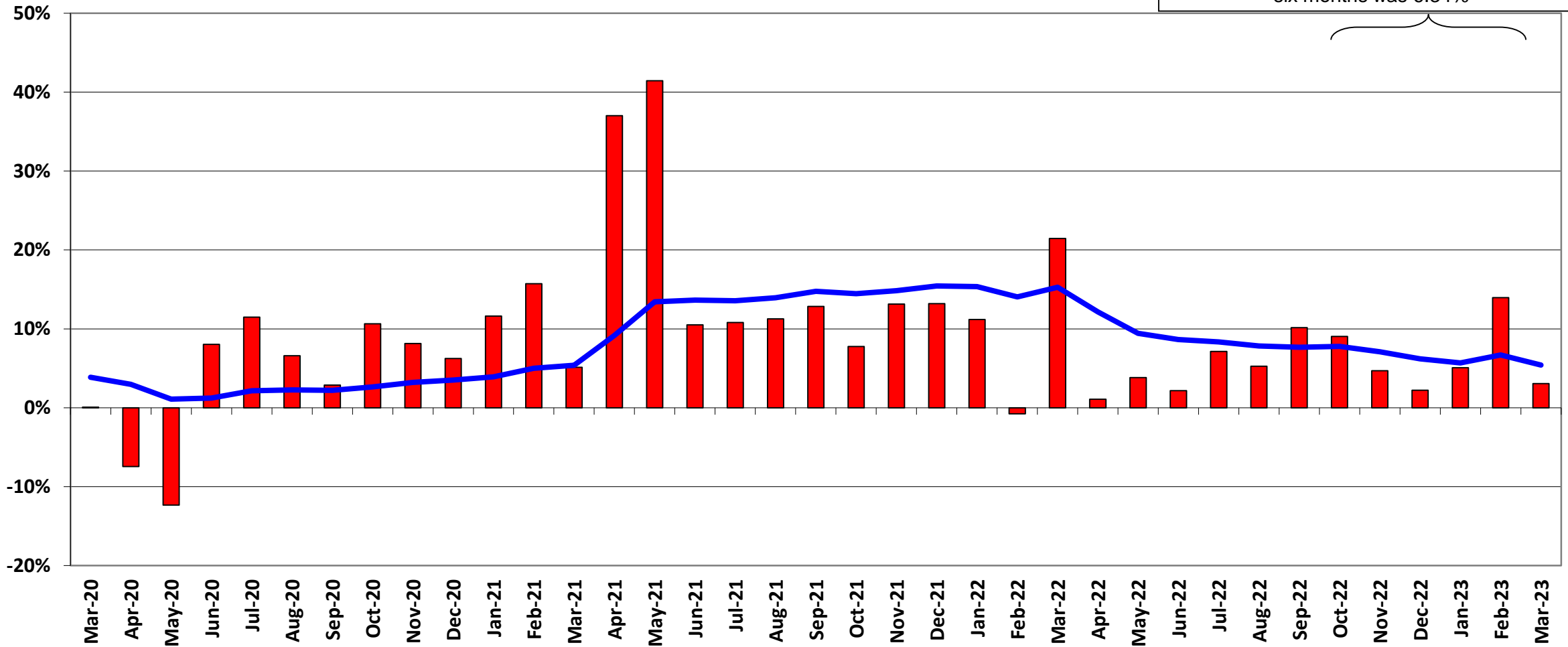
Advancement and Technology Fund

Balance: \$750,000,000



GROSS SALES TAX
MONTHLY % CHANGE OVER PRIOR YEAR
AND
12 MONTH ROLLING AVERAGE

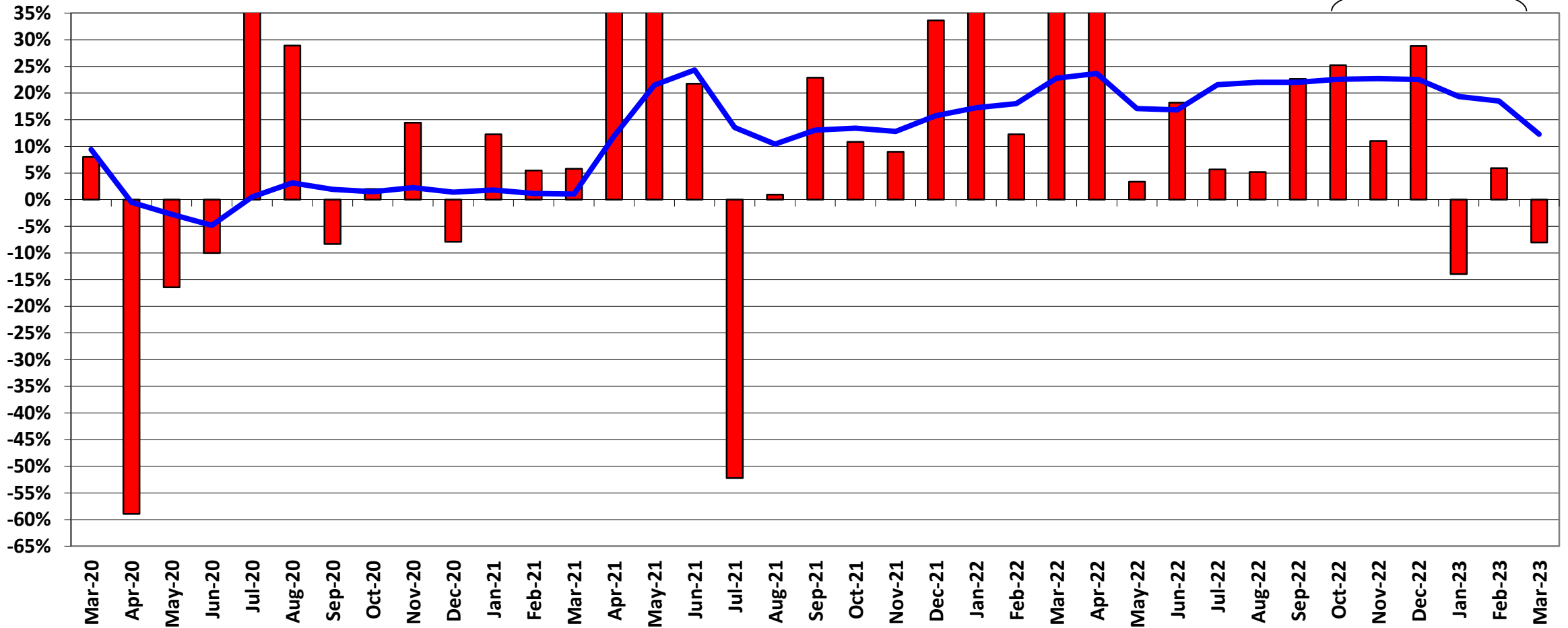
average monthly percentage increase over prior six months was 6.34%





GROSS INDIVIDUAL INCOME TAX MONTHLY % CHANGE OVER PRIOR YEAR AND 12 MONTH ROLLING AVERAGE

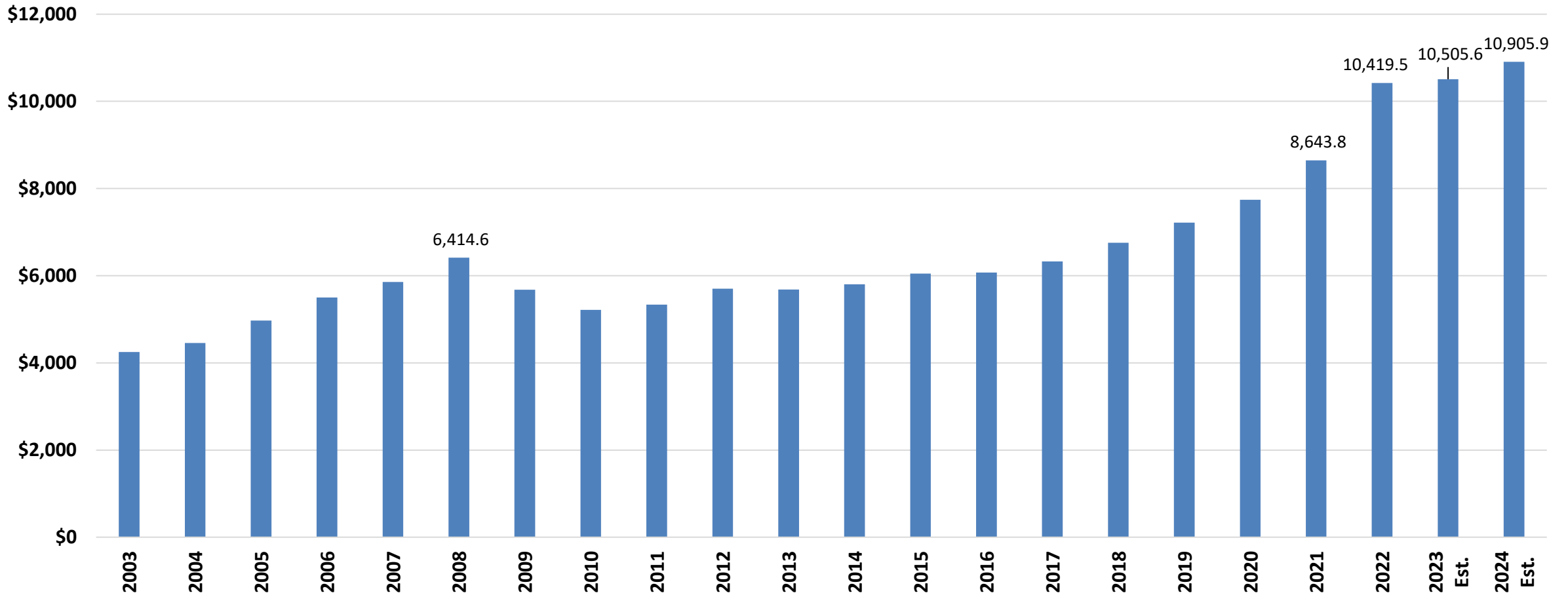
average monthly percentage
increase over prior six months
was 8.17 %





Total ETF Revenue

(In Millions)





Education Trust Fund Revenue Sources

Beer Tax

Court Costs

Hydroelectric Tax

Income Tax

Mobile Telecom Tax

Sales Tax

Store & Passenger Bus Licenses

Use Tax

Use Tax – Remote Sellers

Use Tax – Simplified Sellers

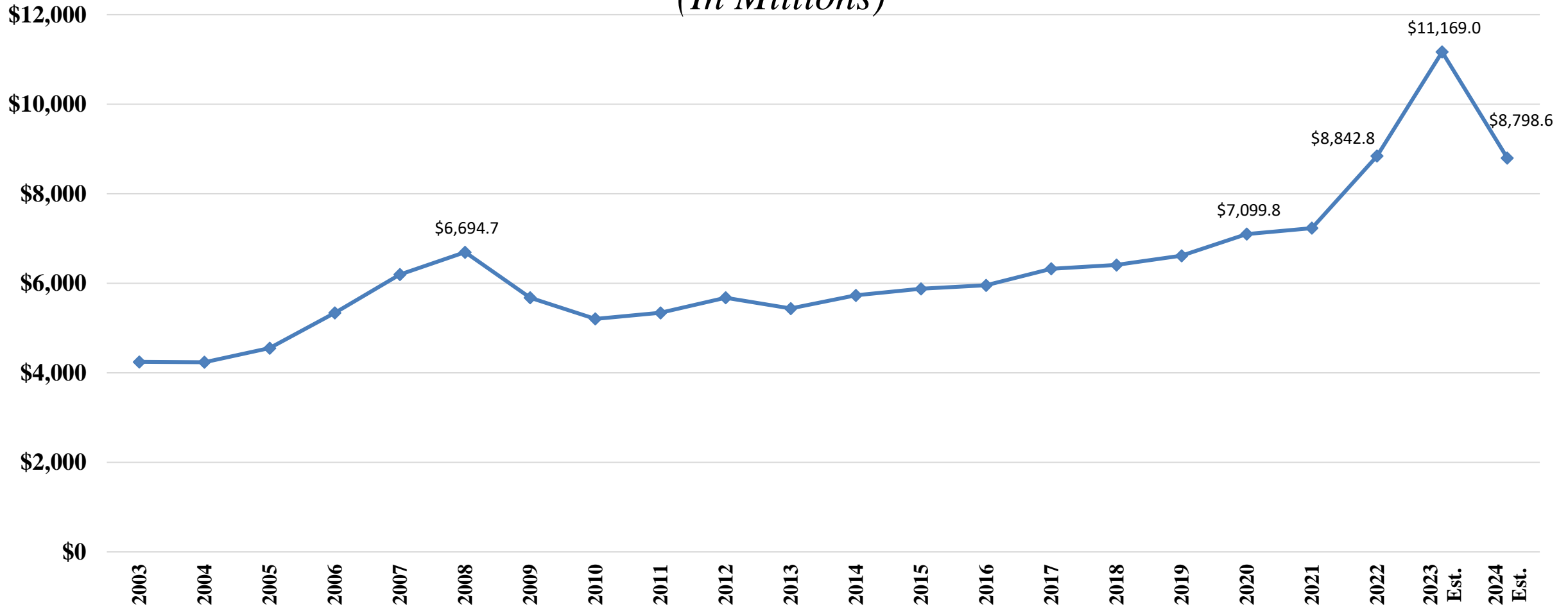
Utility Tax

Unclassified



Total ETF Expenditures

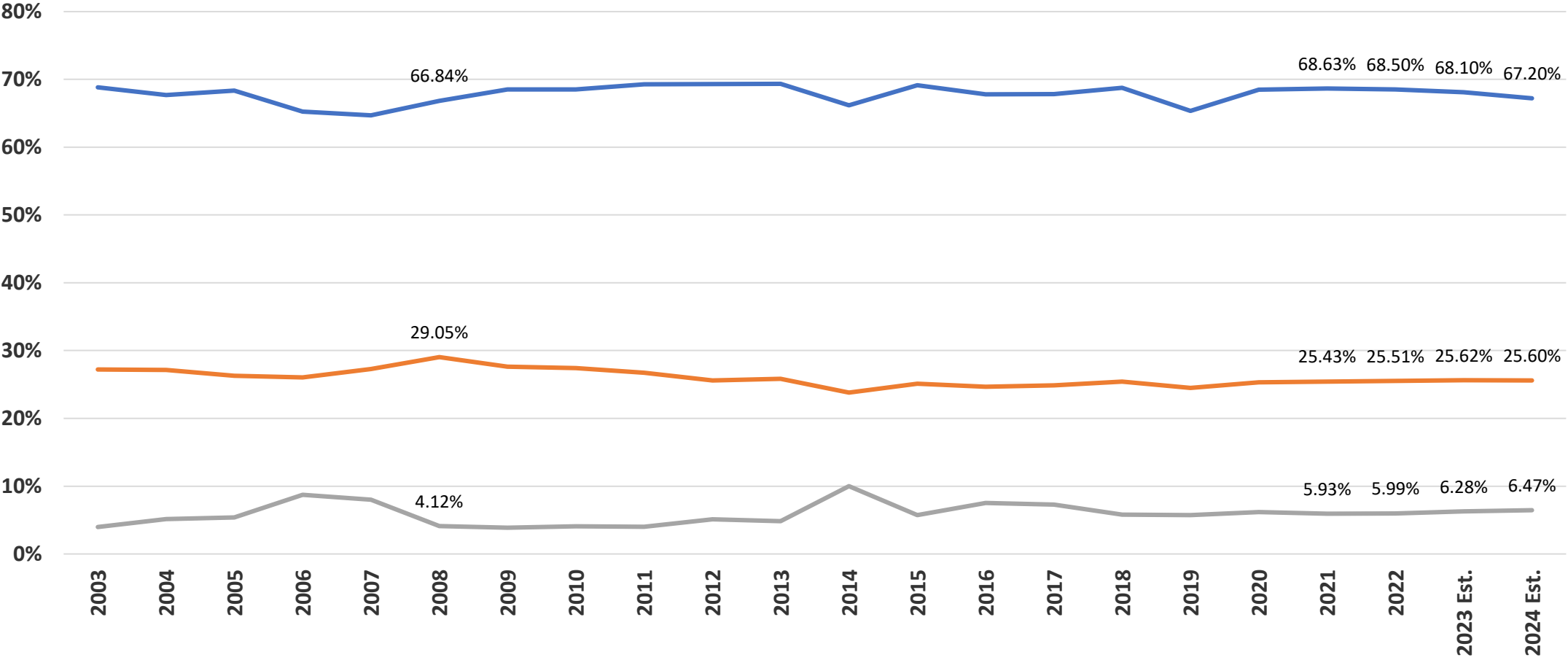
(In Millions)





ETF Split Percentages

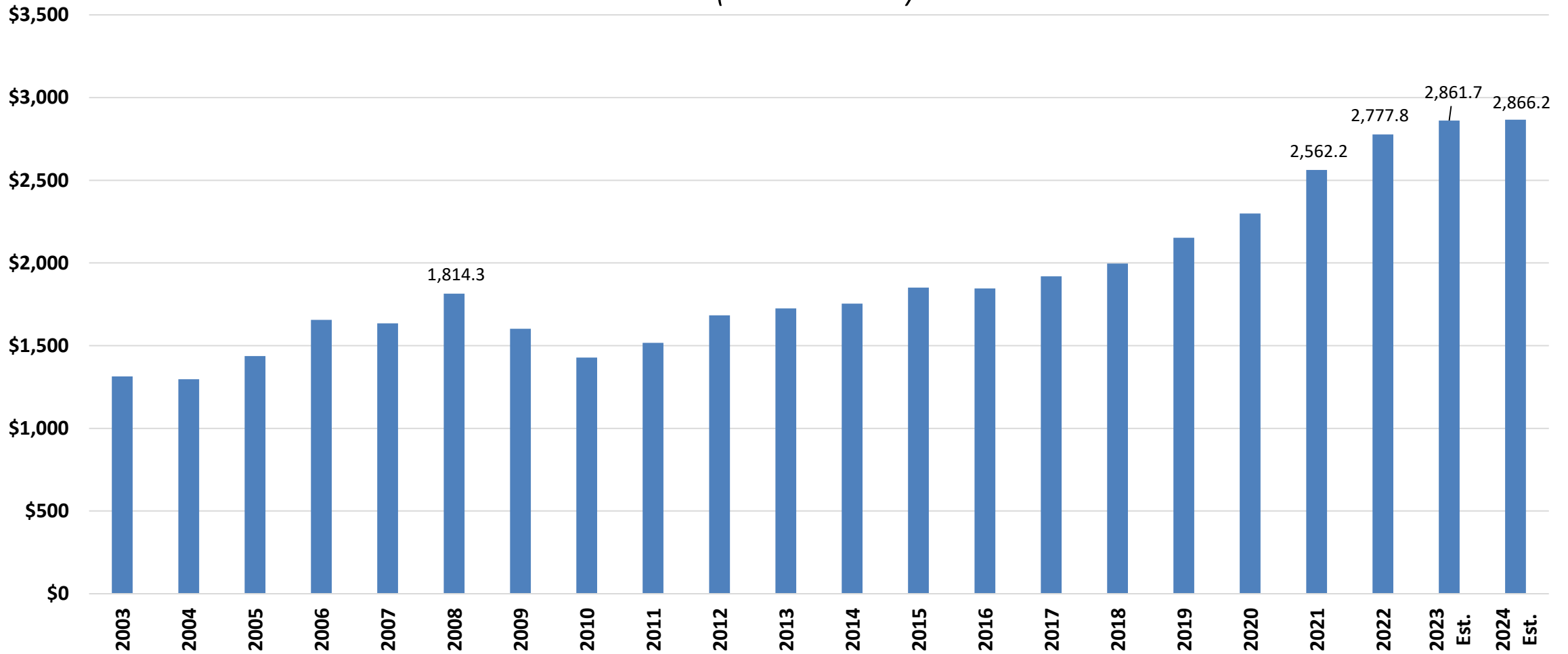
K-12 HIGHER ED OTHER





Total General Fund Revenue

(In Millions)





State General Fund Revenue Sources

Abandoned Property
ABC Board
AD Valorem Tax
Auto Title Tax
Cellular Telephone Tax
Cigarette Tax
Corporation Tax
Court Cost
Deed Record Tax
Driver's License Fees
Financial Inst. Excise Tax
Freight Line
Hazardous Waste Fees
Inheritance Tax

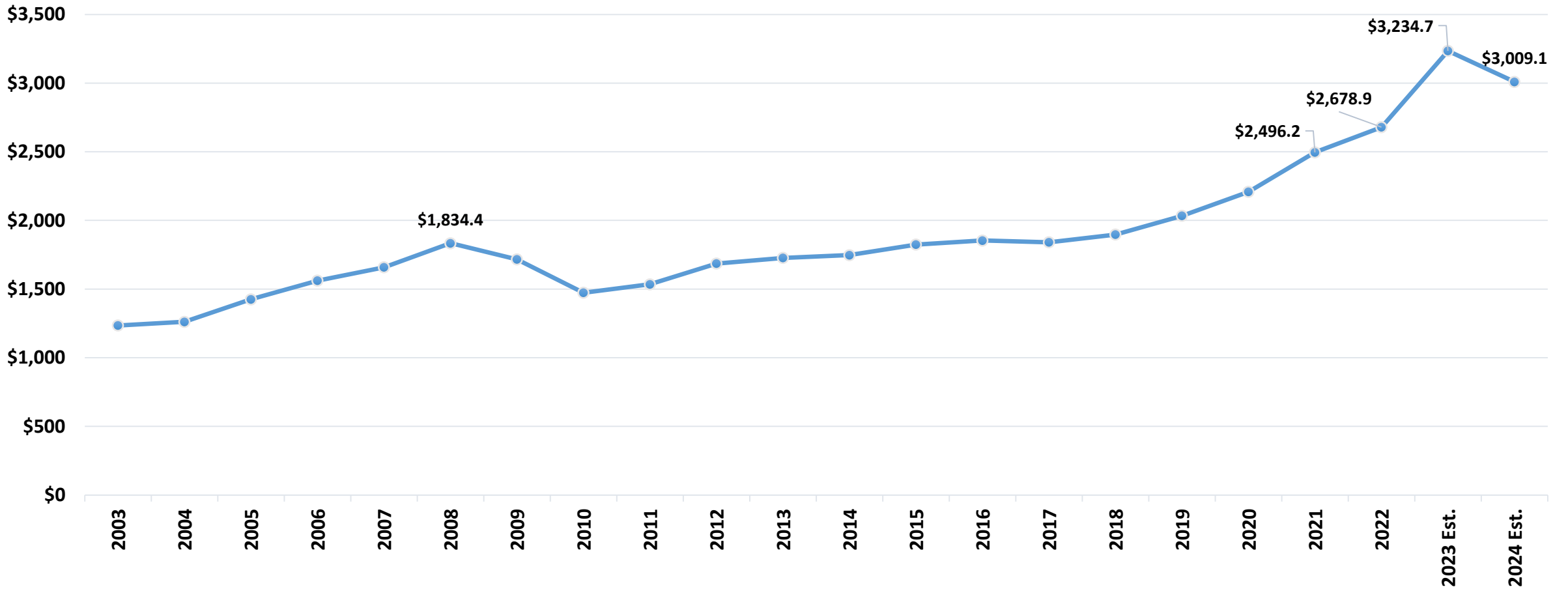
Insurance Co. Taxes
Interest – Alabama Trust Fund
Interest – State Deposits
Judicial Admin. Fees
Leasing/Rental Tax
Lodgings Tax
Manufac Home Registration
Miscellaneous Receipts
Mortgage Record Tax
Motor Vehicle License
Oil and Gas Production Tax
Oil Company Licenses
Part-Mutual Taxes

Part-Mutual Taxes
Public Safety - Miscellaneous
Public Utilities Receipts
Sales & Use Tax
Sales Tax for Parks Bonds
State Securities Commission
Simplified Sellers Use Tax
Tobacco Tax
Tobacco Settlement Funds
Use Tax
Use Tax Discount
Use Tax Remote
Unclassified
Vapor Products



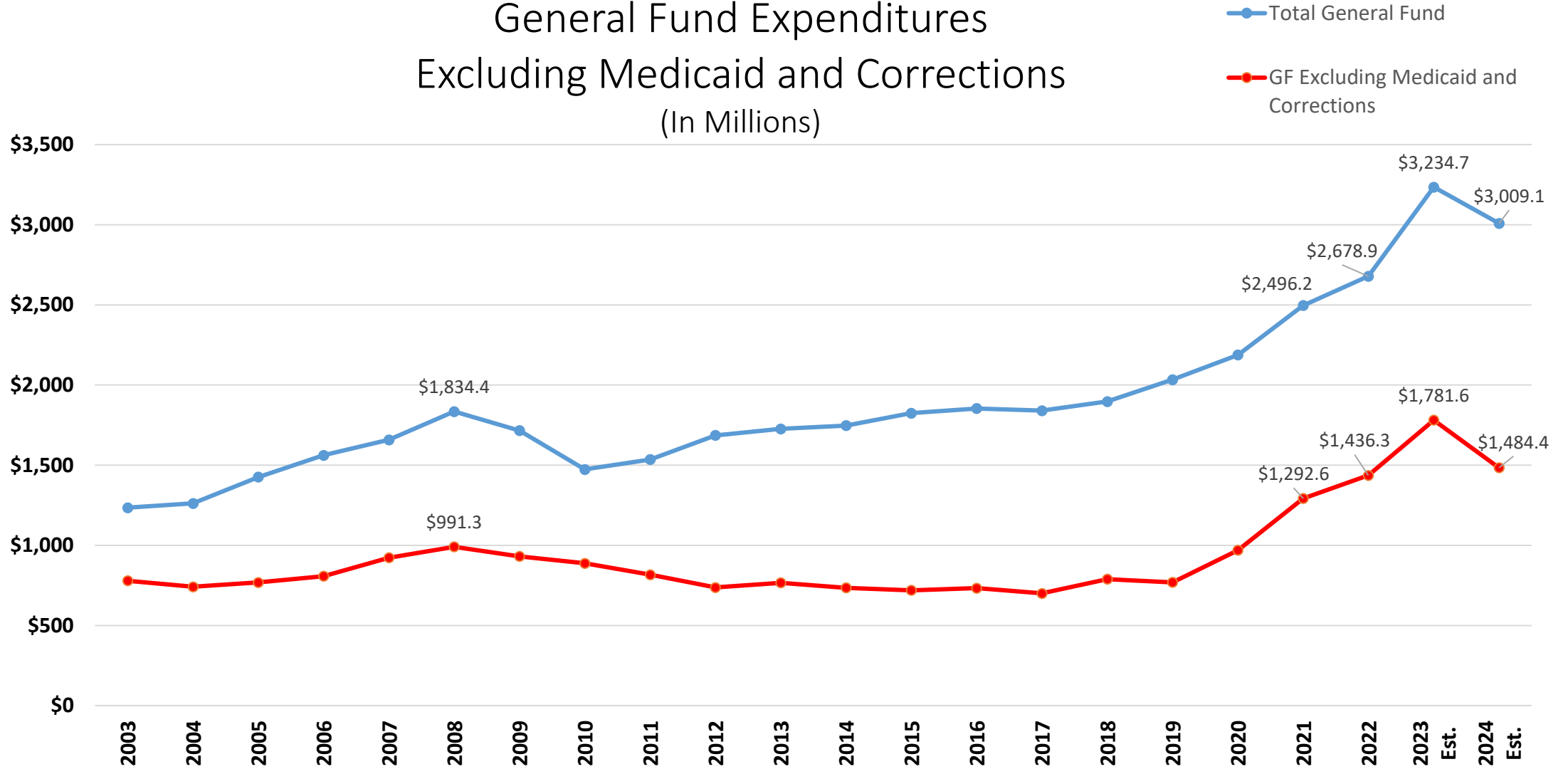
General Fund Expenditures

(In Millions)



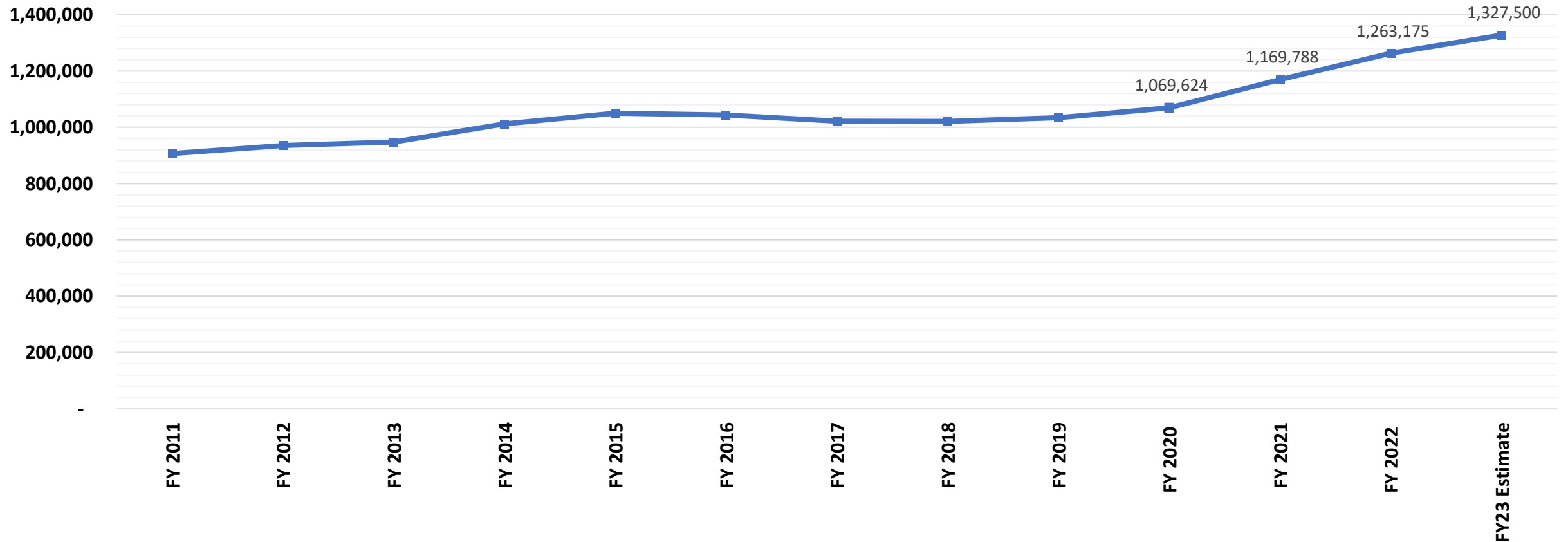


General Fund Expenditures Excluding Medicaid and Corrections (In Millions)





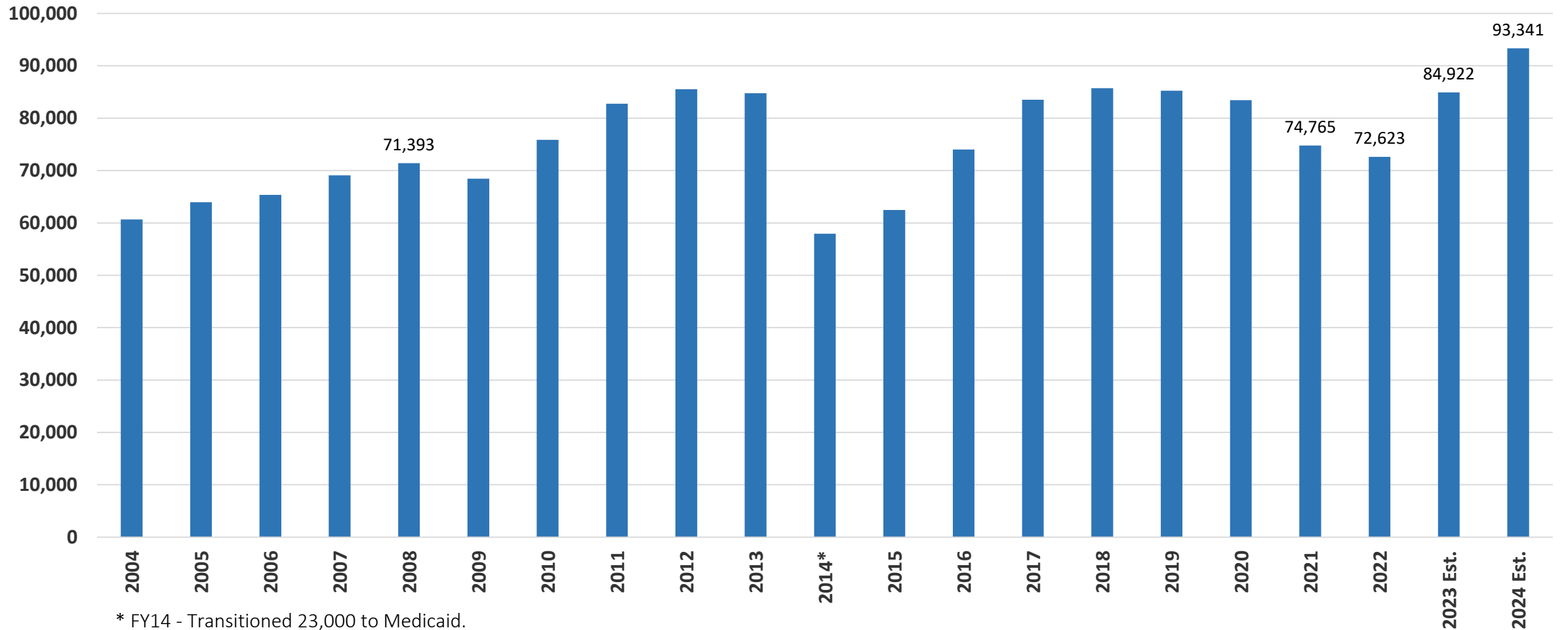
Alabama Medicaid Agency Monthly Average Eligibles



*FY 23 estimate is as of February 2023



CHIP Enrollment



* FY14 - Transitioned 23,000 to Medicaid.



Corrections In-House Inmate Population vs. Correctional Officers

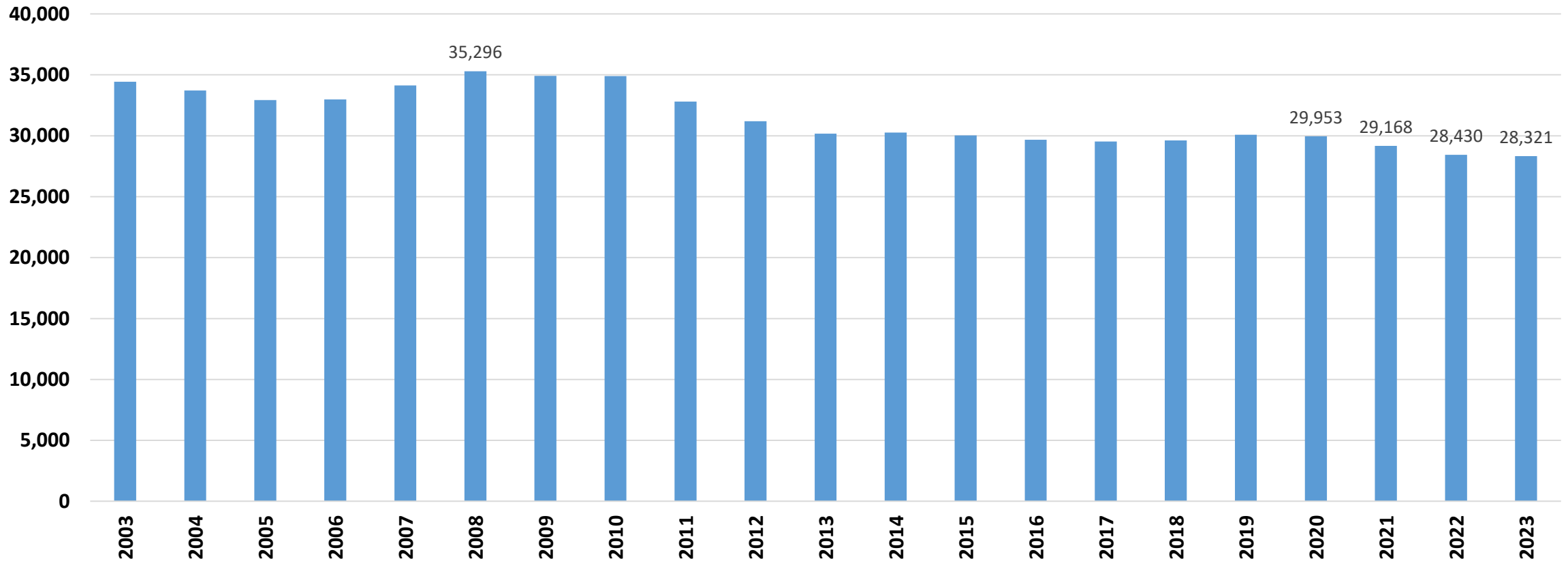
	<u>Inmate Population</u>	<u>Correctional Officers</u>	<u>Percent Change</u>	<u>Inmate to Officer Ratio</u>
FY 2012	25,374	2,499	1.09%	10.15 : 1
FY 2013	25,340	2,406	-3.72%	10.53 : 1
FY 2014	24,816	2,381	-1.04%	10.42 : 1
FY 2015	24,191	2,101	-11.76%	11.51 : 1
FY 2016	23,328	1,803	-14.18%	12.94 : 1
FY 2017	21,213	1,694	-6.05%	12.52 : 1
FY 2018	20,087	1,660	-2.01%	12.10 : 1
FY 2019	20,953	1,886	12.41%	11.23 : 1
FY 2020	18,409	2,005	10.13%	8.96 : 1
FY 2021	17,769	1,887	-8.22%	9.42 : 1
FY 2022	19,978	1,477	-21.73%	13.53 : 1
FY 2023	19,988	1,393	-5.69%	14.35 : 1

(as of 1/31/23)

* The officer count includes correctional officers, senior correction officers, correctional officer trainees, correctional security guards and security guard I class codes. It also includes part-time employees in correctional officer roles. The inmate to officer ratio column is calculated by dividing the in-house population by the officer count.



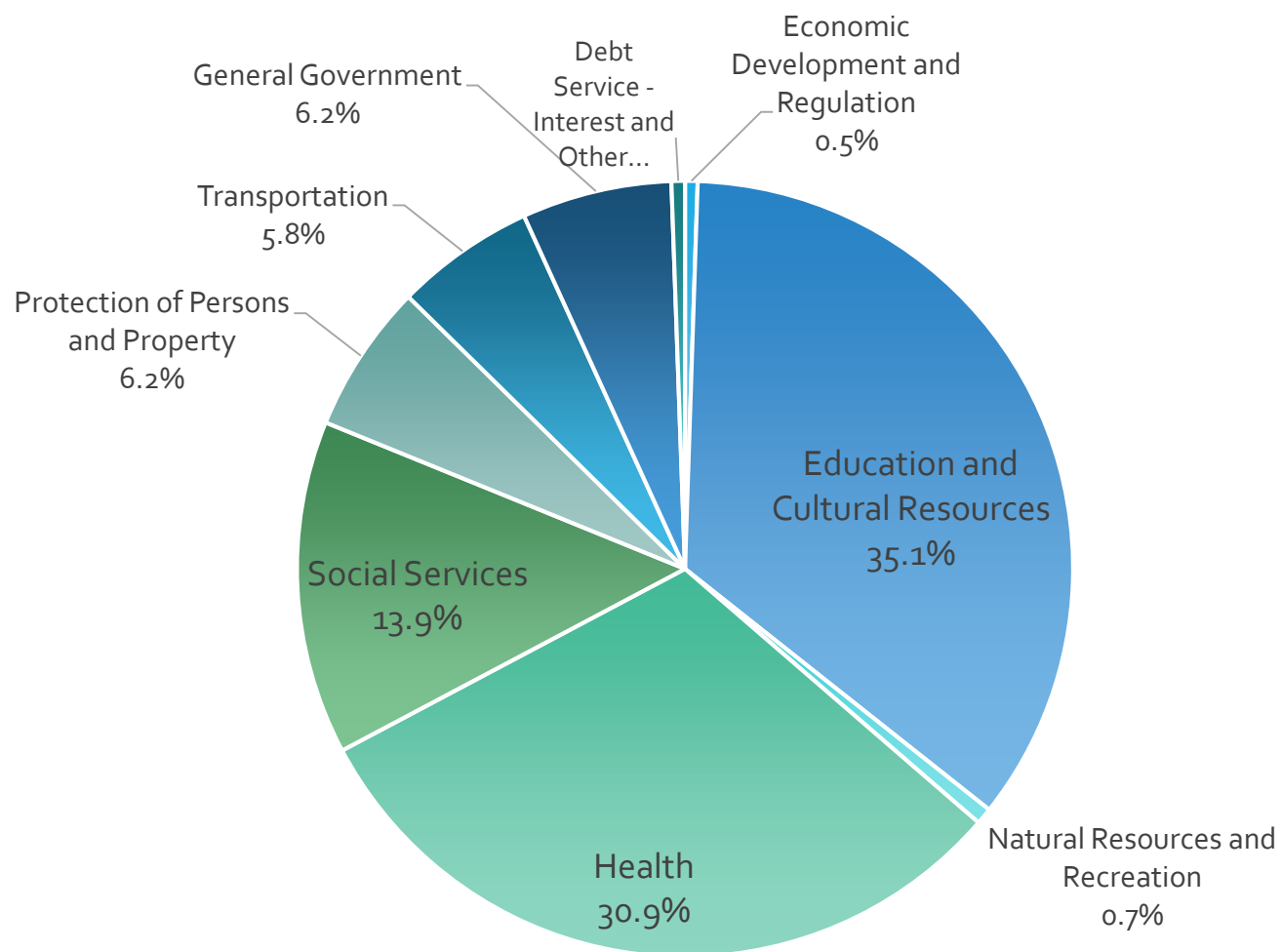
Number of State Employees (Executive Branch)



* 2023 is as of March 2023



Non-Federal Expenditures by Category





General Fund FY 2023 Condition of Funds

FISCAL YEAR 2023

Beginning Balance	515,845,225
Revenues as of 3/31/2023	<u>3,103,460,870</u>
Total Revenues	3,103,460,870
Total Funds Available	3,619,306,095
Appropriations as of 3/31/2023	2,857,365,842
Reappropriation of Reversions	147,398,955
Proposed FY23 Supplemental Appropriations	<u>248,571,637</u>
Ending Balance (after reversions and adjustments)	<u><u>365,969,661</u></u>



Education Trust Fund FY 2023 Condition of Funds

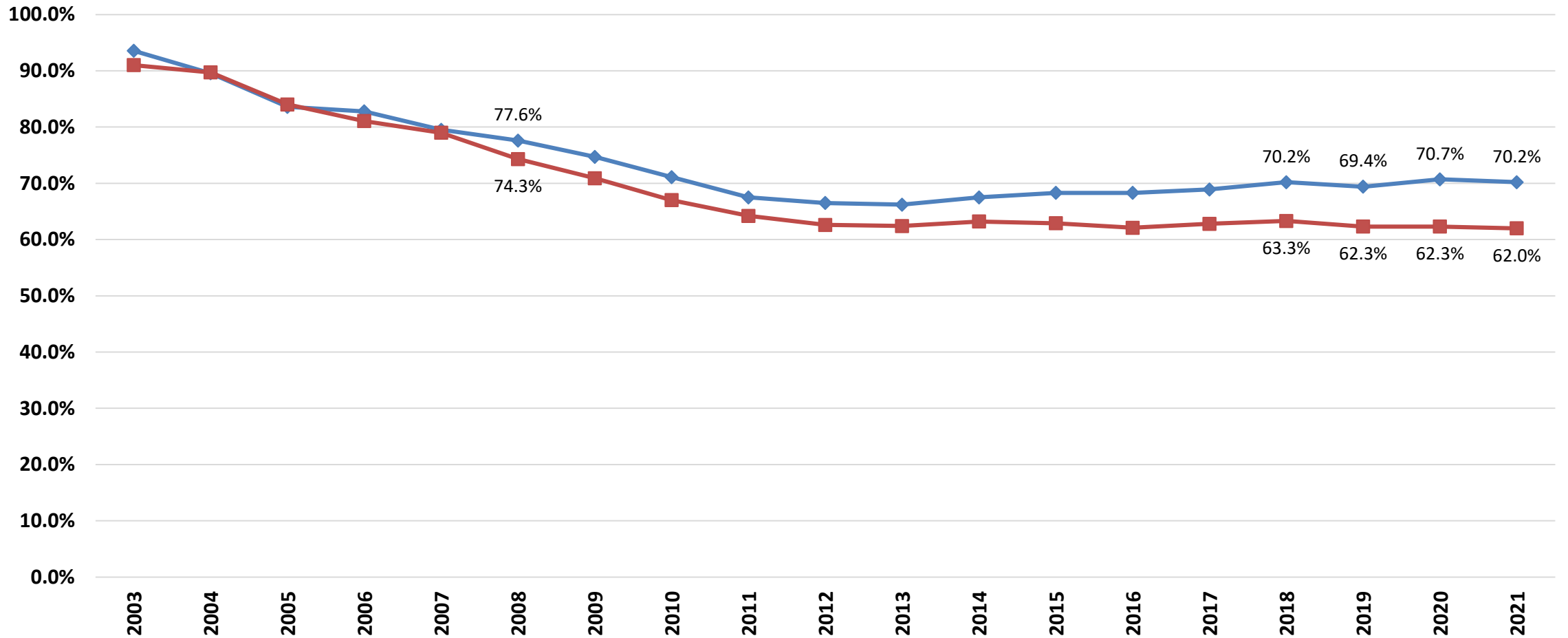
FISCAL YEAR 2023

Beginning Balance	2,907,418,790
Revenues as of 3/31/2023	<u>9,456,755,938</u>
Total Revenues	9,456,755,938
Total Funds Available	12,364,174,728
Appropriations as of 3/31/2023	8,262,090,649
Reappropriation of Reversions	119,751,481
Proposed FY23 Supplemental Appropriations	<u>2,787,667,309</u>
Ending Balance (after reversions and adjustments)	<u><u>1,194,665,289</u></u>



Retirement Systems of Alabama Funded Ratios

—◆— TRS
—■— ERS





FY 2024 General Fund

- 2% COLA for state employees
- \$50 million for the Budget Reserve Fund to bring it to \$150 million
- Full repayment of the People's Trust Act
- Inflationary increase for agency operations
- Corrections – New healthcare contract for inmates
- Economic and Community Affairs – Increase for the Mainstreet Alabama Program and the Electric Vehicle Infrastructure Grant Program
- Medicaid is fully funded
- Public Health – Fully funding the CHIP program
- Human Resources – Funding for additional Child Welfare employees
- Mental Health – Funding for Crisis Care, the 988 Call Center Capacity Building, and community provider rate increases
- Forensic Sciences– New lab equipment for the Huntsville lab
- Senior Services – Fully funding the 5.57 million meals served to senior citizens



FY 2024 Education Trust Fund

- Tax rebates \$400/\$800
- Funding for Fleet Renewal
- Funding for Math Summer Camps
- College and Career Readiness Grants/School Safety Grants
- Capital projects funding for K-12 and Higher Ed
- Paying off debt early
- Proposed 2% teacher pay raise
- Proposed 2% employee pay raise
- Additional STEM funding
- Funding for Early Childhood High-Needs classrooms
- Funding for the Dolly Parton Imagination Library
- Additional funding for the Numeracy Act for math coaches
- Adding funding for afterschool/summer learning programs and child care
- Creation of Office of School Improvement
- Creation of Office of Specialized Treatment Centers
- Higher Ed increases
- Over \$100M added for Other Current Expense to give school systems flexibility in spending
- Increase Classroom Materials from \$900/unit to \$1,000/unit



Other Information

- CARES Act (Coronavirus Aid, Relief, and Economic Security Act)

Website link: crf.alabama.gov

- ARPA (American Rescue Plan Act of 2021)

Website link: frf.alabama.gov



Questions?

WWW.BUDGET.ALABAMA.GOV