

# LFC BAR REPORT

## January – April 2011

- The summary report (Table 1) shows 283 BARs were approved during the period January through April. This level of BAR activity is down significantly from the 325 BARs approved a year ago over the same period of time. The majority of the BAR activity is attributable to budget increases from federal sources and transfers between divisions.
- A number of BARs transferred surplus personal services and employee benefits budget – the result of the hiring freeze - to other categories of the budget. Agencies used the transferred surplus budget to address other deficient areas of the budget or to plan expenditures in light of FY12 operating budgets. Analysts will continue to monitor year end budget adjustments and evaluate previously approved budget adjustments during the FY13 budget recommendation process.
- Approved BARs include 126 budget transfers between divisions, 22 decreases, and 135 increases.
- Overall a net increase of \$221.6 million was added to agency budgets: \$14.8 million from cash balances, \$186.7 million from federal grant revenue, \$14.3 million from interagency revenues, and \$5.8 million from other state revenues.
- Table 2 reports all BARs greater than \$250 thousand approved during the January through April period.
- Select BARs of interest, highlighted with a box, on Table 2 of the report include the following:
  - On page 5, the Administrative Office of the Courts (AOC) added \$842 thousand from other state funds for jury and witness pay.
  - On page 5, the Taxation and Revenue Department (TRD) added \$1.3 million to the Motor Vehicle Division (MVD) budget with revenue from weight distance tax identification permit fees. The funds will be transferred to the Motor Transportation Division of DPS to purchase and maintain license plate readers and for salary and overtime pay for special enforcement operations at the ports-of-entry.
  - On page 6, the Department of Finance and Administration (DFA) added \$3 million of miscellaneous revenue to the budget for DWI compliance monitoring and competitive grants.
  - On page 6, DFA added \$5 million from a federal Neighborhood Stabilization Program grant. The funds will be used for redevelopment of abandoned and foreclosed homes.
  - On page 6, with three BARs, the General Services Department (GSD) added \$9.1 million for Risk Management claims, settlements, legal fees, and unemployment. Risk Management added \$6 million from the public liability fund, \$2 million from the public property fund, and \$1.1 million from the local public body unemployment compensation fund.

- On page 7, the Department of Information Technology (DoIT) added \$37.7 million to update the 59 state-owned telecommunication towers as part of the analog to microwave conversion.
- On page 7, the Economic Development Department (EDD) added \$7 million from cash balances for the Job Training Incentive Program (JTIP). Appropriations to EDD for JTIP are held in a nonreverting fund until grantees request reimbursement for job training.
- On page 8, with two BARS, the Indian Affairs Department increased the budget \$5.5 million from the Tribal Infrastructure Fund.
- On page 9, with two BARs, the Human Services Department (HSD) added \$10.1 million from the federal Low Income Home Energy Assistance (LIHEAP) program. The funds will be used to provide home heating and cooling bill relief to low-income families.
- On page 9, HSD transferred \$2.1 million within the Temporary Assistance for Needy Families program. Funds were transferred from contractual services to personal services and employee benefits and other cost categories to bring a portion of the New Mexico Works program in-house instead of contracting with the Eastern Workforce Board.
- On page 9, HSD added \$102 million of federal revenue from Medicaid. The Medicaid federal funds are for waiver programs at the Department of Health (DOH) and Aging and Long-Term Services Department (ALTSD).
- On page 9, the Workforce Solutions Department transfers \$5.3 million from the personal services and employee benefits category and other cost category to the contractual services category to reflect the revised ARRA unemployment modernization plan approved by the NM Office of Recovery and Reinvestment.
- On page 10, the Workers' Compensation Administration added \$1.9 million from fund balances to transfer to the general fund. Section 11 of the 2011 General Appropriation Act (GAA) required certain agencies to transfer cash balances to the general fund.
- On page 11, the Department of Health (DOH) added \$4 million of federal grant funds from the Public Health Emergency Response program for influenza vaccinations.
- On page 11, DOH transferred \$1.6 million of tobacco settlement funds to help support perm and term FTE in the Diabetes Prevention program, Tobacco Cessation and Prevention program, and Substance Abuse Program.

- On page 11, DOH reduced federal funds revenue \$1.9 million in the Epidemiology and Response Program. The reduced funding is associated with vacant staff positions the department was unable to fill due to the hiring freeze.
- On page 12, the Department of Environment transferred surplus personal services and employee benefits budget to the contractual services category and other cost category to purchase air monitoring equipment, safety equipment, and provide first aid training.
- On page 13, with four BARs, the Homeland Security and Emergency Management Department added \$5 million from Federal Emergency Management Agency (FEMA) grants for disaster assistance.
- On page 13, the Department of Transportation (DOT) added \$780 thousand from Federal Transit Administration grant funds for rural public transportation system improvements.
- On page 14, the Public Education Department (PED) added \$18.1 million of federal IDEA-B special education funds to flow to school districts.
- On page 14, the Higher Education Department (HED) added \$751.9 thousand of federal “State Fiscal Stabilization Fund-Government Services” grant funds distance learning management system in the IDEAL-NM program.

**Table 1**

**Department of Finance and Administration  
Budget Adjustment Review System  
Summary of Approved BARs**

**1/1/2011 - 4/30/2011**

<b>Bar Type</b>	<b># DFA Processed</b>	<b>Amount Increase</b>	<b>Amount Decrease</b>	<b>Net Increase</b>	<b>General Fund</b>	<b>Other State</b>	<b>IS/IAT</b>	<b>Federal Funds</b>	<b>Cash Balance</b>
Trans - Between Division	126	\$24,347,159	\$23,377,874	\$969,285	\$0	\$183,618	\$0	\$785,667	\$0
Budget Decrease	22	\$448,753	\$9,159,878	(\$8,711,125)	\$0	(\$301,963)	(\$3,233,258)	(\$5,022,904)	(\$153,000)
Budget Increase	135	\$230,167,465	\$818,413	\$229,349,052	\$0	\$5,953,217	\$17,551,901	\$190,903,287	\$14,940,647
<b>Grand Total</b>	<b>283</b>	<b>\$254,963,377</b>	<b>\$33,356,165</b>	<b>\$221,607,212</b>	<b>\$0</b>	<b>\$5,834,872</b>	<b>\$14,318,643</b>	<b>\$186,666,050</b>	<b>\$14,787,647</b>

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Administrative Office of the Courts	110699	\$263,950	\$0	\$0	Laws 2010 Ch 6 Sec 9 (E)	The AOC requests to increase other costs by \$263.9 thousand. The BAR is needed to cover a projected shortfall in the SCAF budget.
Administrative Office of the Courts	110896	\$842,000	\$0	\$0	Laws 2011 Ch 179 Sec 8 (C)	The AOC requests an increase of \$842 thousand in the other cost category to cover a projected shortfall in the jury and witness fund. The jury and witness fund pays for juror, witness, and interpreter services.
Second Judicial District Court	110646	\$0	\$390,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	The transfers are needed to budget additional funds for maintenance contracts, communication services, vehicle leases, and to purchase office supplies.
Bernalillo County Metropolitan Court	110664	\$0	\$446,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	The transfer will cover a projected shortfall in salaries and help the court avoid furloughs.
Taxation and Revenue Department	110590	\$0	\$350,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	This BAR transfers a projected surplus in the personal services and employee benefits category to the other cost category to purchase plates for vehicle licenses and for in-state travel expenses. The surplus is due to the hiring freeze.
Taxation and Revenue Department	110817	\$1,330,000	\$0	\$0	Section 7-15A-14 NMSA 1978	This BAR increases the budget of the Motor Vehicle Division (MVD) with revenue from the weight distance tax identification permit fund. Money in the fund is appropriated to the TRD, according to statute, to issue and enforce permit compliance. The funds will be transferred to the Motor Transportation Division of the Department of Public Safety (DPS) to purchase (\$1 million) and maintain (\$200 thousand) license plate readers and for salaries and overtime (\$100 thousand) for special enforcement operations at the ports-of entry.
Department of Finance and Administration	110682	\$250,000	\$0	\$0	Laws 2010 Ch 6 Sec 9 (E)	This BAR increases civil legal services funding for contractual services by \$250 thousand using fund balance to support the Socorro NM Legal Aid office and the Albuquerque Legal FAC office to continue providing legal services to low-income individuals in those areas. However, during the legislative session, when it became apparent that the FY12 funding for CLS was going to be reduced, the commission decided not to expend the fund balance in FY11 because of the inability to sustain the maintenance of effort in the next fiscal year for those two offices.

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Department of Finance and Administration	110683	\$3,039,702	\$0	\$0	Laws 2010 Ch 6 Sec 3(H)	This BAR budgets the final transfer of liquor excise tax from the Taxation and Revenue Department, current year grant reversions from the county disbursements, and other miscellaneous revenue in the DWI program for compliance monitoring (\$15.2 thousand) and competitive grants (\$3 million).
Department of Finance and Administration	110819	\$5,000,000	\$0	\$0	Laws 2010 Ch 6 Sec 3(H)	This BAR budgets a \$5 million federal Neighborhood Stabilization Program grant, of which \$4.8 million will be used for redevelopment of abandoned and foreclosed homes. Contractual services of \$200 thousand will help monitor the program statewide.
General Services Department	110650	\$6,000,000	\$0	\$0	Section 41-4-23 NMSA 1978	The BAR increases expenditures from the public liability fund of the risk management program by \$6 million. The BAR includes a \$2 million increase for contractual services to pay for legal fees associated with the defense of claims against the state. In addition, the BAR includes a \$4 million increase from other costs to pay for claims and settlements against the state. Cash balances will be used to support the requested increase.
General Services Department	110651	\$2,000,000	\$0	\$0	Section 41-4-23 NMSA 1978	The BAR increases the other costs category from the public property fund of the risk management program by \$2 million. This increase (from fund balance) will be used to pay for property claims and losses against the state.
General Services Department	110652	\$1,100,000	\$0	\$0	Section 51-1-46, NMSA 1976	The BAR increases the other category of the risk program - local public body unemployment compensation fund by \$1.1 million. This increase is supported by cash balances in local public body unemployment compensation fund for unemployment compensation claims.
General Services Department	110899	\$0	\$411,000	\$0	Laws 2011 Ch 179 Sec 8 (A)	This BAR transfers \$411 thousand from the personal services employee benefits in GSD Building Office Space Management and Maintenance to the personal services and employee benefits in the Transportation Services Aviation Services Bureau to cover a projected budget shortfall in FY11 of \$374.9 thousand. The surplus of \$36.1 thousand will be transferred to its non-reverting enterprise account to pay forward for program supplies in FY12.

Table 2

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Educational Retirement Board	110843	\$500,000	\$0	\$0	Laws 2010 Ch 6 Sec 9 (E)	This BAR increases the contractual services category \$500 thousand for special actuarial studies and business process reengineering to improve client service, accounting and administrative practices as well as provide adaptive solutions for long term fund sustainability. Sufficient funding remains in the contractual services category but it is restricted by statute and cannot be used for the intended purposes specified.
Public Defender Department	110712	\$0	\$700,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	The BAR transfers \$700 thousand from personal services and employee benefits to the contractual services category. This funding will pay for contracting attorneys to handle conflict of interest cases and is a result of the hiring freeze and the department's vacancy rate approaching 20 percent.
Department of Information Technology	110697	\$935,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	The BAR increases the contractual services category \$920 thousand and the other category \$15 thousand with federal revenue for the completion of the Middle Mile/LTE project to enhance the interoperable radio communication transport system.
Department of Information Technology	110796	\$37,764,997	\$0	\$0	Section 6-3-23 (D) NMSA 1978	The BAR increases DoIT's budget by \$37.7 million including \$890 thousand for personal services and employee benefits, \$9.9 million for contractual services and \$26.9 million for other costs. Funding will be used to update 59 state-owned telecommunication towers as part of the analog to microwave conversion.
Economic Development Department	110788	\$6,972,394	\$0	\$0	Section 21-19-7 NMSA 1978	This BAR increases the budget with revenue from cash balances in the development training fund for the Job Training Incentive Program (JTIP). The cited statute provides appropriation authority to the department for job training. Agency requested, and was granted, a 10-day waiver.
Regulation and Licensing Department	110581	\$308,237	\$0	\$0	Section 6-3-23 (D) NMSA 1978	CID requests to increase personal services and employee benefits category \$21 thousand, the contractual services category \$273.7 thousand, and other cost category \$13.3 thousand. The BAR budgets a federal grant for the US Department of Energy for building code compliance in NM.
Department of Game and Fish	110862	\$500,000	\$0	\$0	Laws 2011 Ch 179 Sec 11 (3)	Aligns Trail Safety funds so \$500 thousand can be transferred to the general fund per Section 11 (3).

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

<b>Business Unit</b>	<b>BAR #</b>	<b>Budget Incr/Decr</b>	<b>Transfrs within</b>	<b>Other BAR types</b>	<b>Legal Authority</b>	<b>Description</b>
Energy, Minerals and Natural Resources	110655	\$0	\$900,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	Category transfer of federal funds from contractual to other to accurately reflect the method of payment of grants to organizations rather than contracts.
Energy, Minerals and Natural Resources	110765	\$0	\$450,000	\$0	Section 6-3-23 (D) NMSA 1978	Category transfer of federal funds to be used as contract monies rather than transfer to DOE.
Youth Conservation Corps	110879	\$0	\$265,000	\$0	Laws 2011 Ch 179, Sec 8 (Q)	Budget funds not required for transfer to other state agencies for use by YCC for other contracts.
State Engineer	110601	\$316,834	\$0	\$0	Section 72-1-2.5 NMSA 1978	Budget funds for replacement of artesian wells
State Engineer	110766	\$700,300	\$0	\$0	Laws 2010 Ch 6 Sec 4	Technical adjustment to increase funds in fund 86400 for emergency drought management to transfer to operating fund 21400 as specified by Section 4 language.
Commission for the Blind	110614	\$409,438	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases budget for basic support services from the second half of the ARRA grant. The funding has helped the department avoid an order of selection (waiting list).
Indian Affairs Department	110738	\$5,000,000	\$0	\$0	Other: 6-29-7(B)	Through the budget adjustment process and MOU, DFA is transferring to the Indian Affairs Department authority to administer the Tribal Infrastructure Fund.
Indian Affairs Department	110739	\$1,528,693	\$0	\$0	Other: 6-29-7(B)	Through the budget adjustment process and MOU, DFA is transferring to the Indian Affairs Department authority to administer the Tribal Infrastructure Fund.
Aging and Long-Term Services Department	110729	\$0	\$300,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	Budgeting reductions in IT, supplies, communications, and care and support to align budget with actual salary expenditures.
Aging and Long-Term Services Department	110882	\$650,662	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budgeting federal grant for the Senior Community Service Employment Program.
Human Services Department	110468	\$287,403	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increase budget from federal Medicaid grants to pay administrative expenses at the Children, Youth and Families Department.
Human Services Department	110569	\$385,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases budget from federal Low Income Home Energy Assistance (LIHEAP) grant in the Income Support Program. The program provides one-time benefits to eligible individuals for help with home heating bills.



## Budget Adjustment Requests LFC Monthly Report

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Human Services Department	110570	\$4,465,717	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases budget from federal Low Income Home Energy Assistance (LIHEAP) grant in the Income Support Program. The program provides one-time benefits to eligible individuals for help with home heating bills.
Human Services Department	110844	\$5,669,102	\$0	\$0	Laws 2010 Ch 6 Sec 3 (H)	This BAR budgets \$5.7 million from available funds remaining in FY10 and FY11 federal grants for the Low Income Home Energy Assistance program (LIHEAP) to address a \$3.2 million budget shortfall for FY11 to help low-income families meet the costs of home heating and cooling.
Human Services Department	110625	\$0	\$2,150,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	BAR transfers \$2.1 million from contracts in the TANF program to personal services and employee benefits and other to operate a portion of the NM Works program in house, instead of contracting with the Eastern Workforce Board.
Human Services Department	110633	\$0	\$325,000	\$0	Laws 2010 Ch 6 Sec 9 (C)	Category transfer to realign budget in the Child Support Enforcement Division from FY11 GAA Section 14 reductions. BAR moves \$325 thousand out of PS/EB to contracts and other.
Human Services Department	110754	\$102,380,738	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budgeting remainder of federal matching funds for DOH's Medicaid waivers and ALTD's Medicaid waivers.
Workforce Solutions Department	110641	\$0	\$5,327,962	\$0	Section 6-3-23 (D) NMSA 1978	BAR decreases the personal services and employee benefits category \$168 thousand and the other category \$5.2 million, and increases the contractual services category \$5.3 million to reflect the revised ARRA unemployment modernization plan approved by NM Office of Recovery and Reinvestment on December 20, 2010.
Workforce Solutions Department	110714	\$0	\$1,549,964	\$0	Section 6-3-23 (D) NMSA 1978	BAR decreases the contractual services category by \$121,543 and the other category by \$1,428,421, and increases the personal services and employee benefits category by \$1,549,964 to reflect the revised American Recovery and Reinvestment Act (ARRA) unemployment modernization administrative cost plan approved by NM Office of Reinvestment and Recovery on December 20, 2010. WSD reports the extension of the unemployment insurance ARRA staff will help alleviate long call center wait times and the backlog of adjudications and appeals that have arisen given the high volume of UI claims.

## Budget Adjustment Requests LFC Monthly Report

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Workforce Solutions Department	110756	\$550,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	This BAR increases the budget of the Workforce Transition & Business Services Program with federal grant funds from the U.S. Department of Labor. The funds will be used for the Trade Adjustment Assistant (TAA) program to pay case management and to pay training providers. The department reports there are over 600 TAA participants.
Workforce Solutions Department	110855	\$1,293,430	\$0	\$0	Section 6-3-23 (D) NMSA 1978	The BAR provides for a total increase of \$1,293,430 to the Workforce Solutions Department. There is a \$90,000 increase in the PS&EB category in Business Development and Outreach and a \$1,203,430 increase in the other category in Special Pass Through. The increase is provided by federal Workforce Investment Act grants for adults, youth and dislocated workers. This funding will continue to provide funding for three positions that provide WIA business services to NM employers and allocations to the Local Boards.
Workers' Compensation Administration	110868	\$1,900,000	\$0	\$0	Laws 2011 Ch 179 Sec 11 (2)	The BAR increases the Other Financing Uses category by \$1.9 million pursuant to Laws of 2011, Chapter 179, Section 11 which calls for these funds to be transferred to the general fund for the purpose of meeting appropriations from the general fund.
Division of Vocational Rehabilitation	110602	\$690,967	\$0	\$0	Section 6-3-23 (D) NMSA	BAR corrects BAR # 110490, which used the wrong budget reference code to budget the remaining federal grant from ARRA for basic support services.
Division of Vocational Rehabilitation	110603	\$690,967	\$0	\$0	Section 6-3-23 (D) NMSA	BAR re-budgets remaining federal grant from ARRA for basic support services. Unexpired funds -- now available through January 1, 2011 -- were budgeted under an expiring budget reference code.
Developmental Disabilities Planning Council	110822	\$300,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budgeting \$300 thousand from Medicaid federal funds for Office of Guardianship.
Miners' Hospital of New Mexico	110777	\$350,000	\$0	\$0	Laws 2010 2nd SS Ch 6	Budgeting funds to hire surgeon; budgeting funds from MOU with DOH for storage of antivirals; budgeting sole community provider and Medicare low utilization funds.
Miners' Hospital of New Mexico	110778	\$350,000	\$0	\$0	Laws 2010 2nd SS Ch 6	Budgeting miners' trust funds to cover IT purchases for electronic health records.

Table 2

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Miners' Hospital of New Mexico	110779	\$1,280,000	\$0	\$0	Laws 2010 2nd SS Ch 6	Budgeting funds to hire surgeon; budgeting funds from MOU with DOH for storage of antivirals; budgeting sole community provider and Medicare low utilization funds.
Department of Health	110567	\$282,430	\$0	\$0	Section 6-3-23 (D) NMSA 1978 1978\ARRA funds	Budget federal ARRA grant to provide funding to improve the quality of data on patient race and ethnicity so that hospital databases can be used to understand disparities in health care in NM.
Department of Health	110621	\$4,034,200	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budget federal grant funding for the Public Health Emergency Response program. Funds will support vaccinations for influenza.
Department of Health	110659	\$0	\$304,000	\$0	Section 6-3-23 (D) NMSA 1978	Realigning WIC federal grant funds from further expansion of farmers' market EBT cards to other grant initiatives including the WIC interactive voice response system.
Department of Health	110660	\$0	\$1,604,600	\$0	Section 6-3-23 (D) NMSA 1978	Realigning tobacco settlement fund revenue into PS/EB to fund term FTE in the diabetes prevention, tobacco cessation and prevention, and substance abuse programs, and perm positions in regional health offices.
Department of Health	110661	\$0	\$384,000	\$0	Laws 2010 Ch 6 Sec 9 (C); Sec 9-1-5(C) NMSA 1978	Facilities management program, due to the hiring freeze, is increasing personnel contracts for medical services for physicians, nurses, psychologists, psychiatrists and locum tenens while decreasing funding for the Los Lunas Community Program due to a lower than projected census.
Department of Health	110662	\$1,890,000	\$0	\$0	Laws 2010 Ch 6 Sec 3 (F)	Epidemiology and Response Program is reducing federal funds for vacant FTE they are unable to fill due to the hiring freeze.
Department of Health	110665	\$3,290,800	\$0	\$0	Laws 2010 Ch 6	Correcting public health program budget to reflect decrease in federal and internal service funds/interagency transfer revenue due to transfer of the behavioral health services division from DOH to HSD.
Department of Health	110666	\$1,289,600	\$0	\$0	Laws 2010 Ch 6	Reducing budget to reflect decrease in Medicaid match for the developmental disabilities program due to 3.2 percent appropriation reductions. Funds are also decreased for personal services and employee benefits due to the November 2010 hiring freeze.

**Table 2**

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

<b>Business Unit</b>	<b>BAR #</b>	<b>Budget Incr/Decr</b>	<b>Transfrs within</b>	<b>Other BAR types</b>	<b>Legal Authority</b>	<b>Description</b>
Department of Health	110872	\$0	\$300,842	\$0	Section 6-3-23 (D) NMSA 1978	Realigns ARRA funds from contracts to personal services and employee benefits for epidemiology healthcare-associated infections.
Department of Environment	110732	\$0	\$425,600	\$0	Laws 2010 Ch 6	This BAR transfers \$425,600 from salary & benefits to contractual services and other. The hiring freeze has resulted in an excess budget in personal services and employee benefits. The funds will be used to cover air monitoring equipment and safety equipment such as flame retardant clothing, X-ray analyzers and first aid training.
Department of Environment	110865	\$450,000	\$0	\$0	Laws 2010 Ch 6	The BAR decreases the other category by \$450,000 because the federal DOE is no longer allowing the transfer of ARRA funds from Energy, Minerals & Natural Resources Department to NMED. The funding was for the Hub and Spoke Recycling Project. NMED will therefore not be purchasing equipment or conducting site development pursuant to an amended agreement.
Children, Youth and Families Department	110658	\$315,600	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases the contractual services category by \$315,600 from a federal grant award from the Department of Health and Human Services. The funding will support contracts for the Incarcerated Parent's Program which was cost shifted from general fund to federal funding to comply with CYFD's FY11 budget solvency plan.
Children, Youth and Families Department	110667	\$323,508	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases the other category by \$323,508 from federal American Recovery and Reinvestment Act changes to the FY11 Federal Medical Assistance Percentage (FMAP). The BAR request is based on an estimate from an extension with increased FMAP through June 30, 2011 for adoption and foster care maintenance payments issued through CYFD.
Children, Youth and Families Department	110733	\$0	\$352,100	\$0	Section 6-3-23 (D) NMSA 1978	BAR decreases the contractual services category and increases the personal services and employee benefits category to realign the budget to meet validation conditions of the federal grant award from the U.S. Department of Health and Human Services. Salaries and benefit costs of in-home service workers will be used to validate the award. CYFD reports originally anticipated costs to cover the award through contracts have not materialized.

Table 2

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Department of Military Affairs	110776	\$0	\$470,000	\$0	Section 6-3-23 (D) NMSA 1978	The BAR transfer funds from the 200 category to the 400 category to fund armory and facility and maintenance repair for infrastructure and operations. The funding request consists entirely of Federal funds.
Department of Military Affairs	110786	\$0	\$350,000	\$0	Laws 2010 Ch 6	The BAR transfers funds from the 200 category to the 400 category to support armory and facility maintenance and repair related to aging systems and
Corrections Department	110764	\$583,754	\$0	\$0	Laws 2010 Ch 6	Decreases salaries and benefits funded with other state funds by \$118.9 thousand and increases other costs by \$464.8 thousand using revenue sources that are higher than expected, e.g. payments for housing county inmates and sale of concession merchandise.
Crime Victims Reparation Commission	110825	\$500,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budget federal grants (Victims of Crimes Act - CVR55 an Violence Against Women Act CVR32) to compensate victims of crime and administrative costs.
Homeland Security and Emergency Management	110613	\$787,692	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Within the homeland security department, this BAR increases the other costs category by \$787.6 thousand with federal funds. The increase will be applied to disaster assistance pursuant to a September 2010 presidential disaster declaration.
Homeland Security and Emergency Management	110743	\$1,461,261	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Within the homeland security department, this BAR increases the other costs category by \$1.4 million in federal funds. The increase will be applied to disaster assistance pursuant to a September 2010 presidential disaster declaration.
Homeland Security and Emergency Management	110801	\$1,623,636	\$0	\$0	Section 6-3-23 (D) NMSA 1978	FEMA grant to address disasters in McKinley, Mora and Socorro counties and Farmington, Acoma Pueblo and the Navajo Nation
Homeland Security and Emergency Management	110861	\$1,214,933	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Federal Emergency Management Agency grant for disaster relief for McKinley, Mora and Socorro counties, Farmington, Acoma Pueblo and Navajo Nation
Department of Transportation	110751	\$780,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	The BAR increases the other category \$700 thousand and personal services and employee benefits category by \$80 thousand. The increase will allow the Transit and Rail Bureau to add awarded Federal Transit Administration grant funds to the FY11 budget. \$700 thousand will be used for improvements to rural public transportation systems and \$80 thousand will be used to support FTE.

**Budget Adjustment Requests  
LFC Monthly Report**

1/1/2011 to 4/30/2011

Business Unit	BAR #	Budget Incr/Decr	Transfrs within	Other BAR types	Legal Authority	Description
Public Education Department	110611	\$270,711	\$0	\$0	Section 22-8-44 NMSA 1978	BAR increases the personal services and employee benefits category \$91.3 thousand, the contractual services category \$104.8 thousand and the other cost category \$74.6 thousand from fund balance in the Educator Licensure Fund for 2 term positions to support Professional Development Dossier review and other general expenses of the Professional Licensure Bureau.
Public Education Department	110670	\$18,150,000	\$0	\$0	Section 6-3-23 (D) NMSA 1978	BAR increases the other category \$16.4 million and the contractual services category \$1.8 million in federal IDEA-B special education funds for the Flow-through Bureau.
Public Education Department	110839	\$0	\$695,000	\$0	Section 6-3-23 (D) NMSA 1978	BAR moves \$695 thousand in ARRA funds allocated to the Graduate New Mexico program from the other services category to the professional services category for the Lograr Institute, as the funds were inadvertently budgeted in the wrong category. PED indicates this will allow the department to contract with REC 10 to provide support services and outreach training to regional school districts.
Higher Education Department	110648	\$751,882	\$0	\$0	Section 6-3-23 (D) NMSA 1978	This BAR increases budget for federal "State Fiscal Stabilization Fund-Government Services" for IDEAL-NM to pay for the Distance Learning Management System
Higher Education Department	110688	\$269,529	\$0	\$0	Section 6-3-23 (D) NMSA 1978	Budget federal grant. Carry-forward of funds for FY11 according to DFA analyst.