

Revised Governor's Expenditure Report Overview and Notes as of Dec 17, 2010

These three expenditure reports provide a comparison of spending for all accounting units and funding sources in the NH FIRST state financial system, both budgeted and non-budgeted. Specific exclusions are listed in the footer page at the end of this document and at the end of each report.

Below is a brief description of each expenditure comparison column in the reports, **as of the month of July 2010 in an enhanced format:**

LY (Month) Actual: This is the recognized monthly expenditure at each reporting level (Agency, Expenditure Category, and Expenditure Class) as of the last day of each month. This amount includes issued and scheduled payments as of the report date, for the **prior** fiscal year's comparable month. (Last Year (LY) (Month))

(Month) Actual: This is the recognized monthly expenditure at each reporting level (Agency, Expenditure Category, and Expenditure Class) as of the last day of each month. This amount includes issued and scheduled payments as of the report date, for the **current** fiscal year's comparable month.

Actual vs Prior Year : This is a percentage calculation of the actual monthly expenditure versus the prior year expenditures for the same month as described in the above paragraph.

(Month) Estimate: This represents a monthly estimated budget amount calculated by dividing the total expenditure for each expenditure class for the complete prior year, by the amount expended in each individual month. That monthly percentage is then applied against the current fiscal year appropriations to determine the monthly estimate. In cases where there is no prior year expenditure history the monthly estimate represents 1/12th of the current FY appropriation at each reporting level.

Actual vs. Estimate (Month): This is a percentage calculation of the actual monthly expenditure versus the estimate described in the above paragraph.

LY YTD Actual: This is the recognized prior fiscal year to date expenditure at each reporting level as of the last day of each month. This amount includes issued and scheduled payments as of the report date.

YTD Actual: This is the recognized current fiscal year to date expenditure at each reporting level as of the last day of each month. This amount includes issued and scheduled payments as of the report date.

Actual vs. Estimate (Month): This is a percentage calculation of the actual monthly expenditure versus the prior YTD actual described in the above paragraph.

YTD FY XX Estimate: This represents the Fiscal Year to Date monthly estimated budget amounts calculated by dividing the total expenditure for each expenditure class for the complete prior year, by the amount expended in each individual month. That monthly percentage is then applied against the current fiscal year appropriated amount to determine the cumulative YTD FYXX Estimate.

Actual vs. Estimate (YTD): This is a percentage calculation of the actual year to date expenditure versus the YTD estimate described in the above paragraph.

FY 20XX Appropriation: This represents the current appropriation at each reporting level for all accounting units. The current modified appropriation reflects the authorized expenditure total at each level including:

- Operating Budget
- Additional appropriations: Authorized additional appropriations and /or reductions.
- Balances Brought Forward: Appropriations for spending authority from prior years.
- Net transfers
- Lapse amounts

As noted above, a footer page is included with each report to show specific account groupings for each expense category identified as well as which funds and accounting units have been excluded.

ADDITIONAL NOTES

1. Executive Office Makeup:

- The Executive Office includes the Office of the Governor, the Governor's Commission on Disability, and the Office of Energy and Planning.

2. Negative Balances:

- Payroll and benefit classes may go negative pursuant to the provisions of RSA 99:4 and RSA 9:17-c respectively. The Salary Adjustment Fund and Benefit Adjustment Fund referenced by these RSAs are utilized at year-end to bring qualified payroll and benefit expenditures back to zero.
- Workers Compensation and Unemployment Compensation accounts for general funded agencies may go negative if actual need exceeds the budgeted appropriation. Qualified negative balances are brought back to zero at year-end.

3. Footer Page Notes: Expenditure Class Exclusions

- Expenditure Class 216 was utilized in FY 2010 for restricted revenue surplus or shortfalls. Although Class 216 appears on agency operating statements, it is not an authorized appropriation for expenditure purposes and is excluded from these reports.
- Two groups of appropriations, those tied to Fund 30 and Fund 60, are excluded from these reports because they are not considered operating expenses. Fund 30 contains all capital accounts for major construction and facility repair projects statewide. Fund 60 is utilized by the Department of Administrative Services to manage medical payments to providers for employees and retirees, and is a component of the state's self insurance program.
- Costs of Goods Sold expenses for the Liquor Commission and Lottery have been excluded from these reports as well.