

COMMONWEALTH OF PENNSYLVANIA

**FY 2014-15
Summary of the
Governor's Executive Budget**



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The Adjutant General

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FISCAL YEAR 2014-2015
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DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
Fiscal Year 2014-2015
Budget Hearing Presentation

MISSION STATEMENT

The Department of Military and Veterans Affairs (DMVA) has dual missions. The 20,000 member strong Pennsylvania National Guard (PNG) trains and conducts domestic operations under the command and control of The Adjutant General (TAG) and the department when it is not in active federal service. The PNG is the only military force shared by the state and federal governments. With regard to veterans affairs, DMVA oversees and manages programs to provide benefits and assistance to nearly one million veterans in Pennsylvania. In both of these missions, DMVA works in close partnership with the federal government, including the Department of Defense and the U.S. Department of Veterans Affairs (VA), to carry out its dual missions for the commonwealth and the nation.

DMVA is one of Pennsylvania's top ten employers with more than 2,700 commonwealth employees, 3,600 full-time federal employees/Guard Members and nearly 16,400 National Guard Members in more than 90 communities statewide. The federal and the state governments spend a combined total of over \$835 million on veterans and National Guard programs and personnel managed by DMVA. The federal government contributes roughly 95% of the funding for the PNG. DMVA fulfills its dual mission by:

- **Providing resources and assistance to Pennsylvania veterans** and their families; ensuring that all eligible Pennsylvania veterans receive the appropriate services and benefits; and providing quality care for aging and disabled veterans.
- **Preparing the PNG for combat**, performing worldwide combat and combat support operations, providing global reach and the projection of U.S. military power in support of national objectives; and, at the command of the governor, **providing trained personnel to support state and local authorities in times of natural disaster or civil strife.**

OVERVIEW OF PROGRAM SERVICES

- Provides assistance to nearly one million Pennsylvania veterans and their dependents.
- Operates six State Veterans' Homes.
- Administers the Veterans' Trust Fund (VTF), Veterans Education Gratuity Program, Blind Veterans Pension, Paralyzed Veterans Pension, Burial Detail Honor Guard, Disabled Veterans Real Estate Tax Exemption Program, Discharge Papers Program, Pennsylvania Veterans Memorial, Veteran Outreach Services Program, Disabled American Veterans Transportation Program and Persian Gulf Conflict Veterans Bonus.
- Provides command and control of the PNG, which is one of the largest and most frequently deployed National Guards in the nation.
- Provides well-trained personnel and well-equipped units to work effectively and efficiently in either combat or civil missions. Armories/Readiness Centers and air bases are located in more than 90 communities and 52 counties throughout the commonwealth.

AGENCY OBJECTIVES

To Support Pennsylvania Veterans:

1. Enhance services to veterans and their dependents and beneficiaries.
2. Provide quality care to residents in Pennsylvania's Veterans' Homes.

To Provide Command and Control of the PNG:

1. Maintain the strength and enhance the readiness and training of the Pennsylvania Army and Air National Guard so that soldiers and airmen can respond effectively to federal military requirements and emergencies in the commonwealth.
2. Maintain a network of facilities and air bases that provide a professional working environment, assure cost effectiveness and establish the PNG in local communities.
3. Provide well-trained and well-equipped personnel for deployment in connection with global contingencies, homeland security and emergency preparedness and response.

ACHIEVEMENTS AND INITIATIVES

Veterans and their Families:

DMVA is committed to providing support and care to Pennsylvania's veterans and improving outreach efforts to veterans and their families.

Federal and state funds in the amount of \$181 million are appropriated for Veterans' Homes in Pennsylvania. Six Veterans' Homes with a current total capacity of 1,554 beds provide services to veterans and/or their spouses who are disabled, indigent or in need of care. These homes are located in Hollidaysburg, Erie, Spring City, Scranton, Pittsburgh and Philadelphia.

The Veterans' Homes consist of domiciliary/personal care units, nursing care units and dementia units. The commonwealth's commitment to its veterans results in a level of service not found at similar private facilities. Staffing standards are designed to meet both commonwealth and federal regulations, plus address the acuity of care needs. In turn, Veterans' Homes operate in compliance with both commonwealth and federal laws and regulatory requirements.

A sustained increase in census maximizes both our federal reimbursement revenues and resident maintenance fee revenue collections, which decreases the state funding obligation.

DMVA continues to move forward with the goal to modernize the six Veterans' Homes and improve their efficiency and effectiveness. Where feasible, opportunities for privatization have recognized costs savings. As well, other procurement efficiencies have been achieved through operational modifications and delivery of care/service reviews. DMVA will continue to explore additional cost-savings measures.

Approved in 2012, one of the significant initiatives was the establishment of the VTF. Under Fiscal Code (Act 87 of 2012) \$1.7 million was transferred from the General Fund to the VTF upon the sale of Scotland School for Veterans' Children (June 6, 2013) with \$700,000 granted to Veterans Service Organizations (VSO).

Other revenue sources include:

- Proceeds from "Honoring Our Veterans" license plates
- Contributions (check off) from motorists who apply for or renew drivers' license and motor vehicle registrations (implementation November 3, 2013)
- Donations

Legislation has been introduced for the following revenue source:

- Proceeds from "Honoring Our Veterans" motorcycle license plates (SB 1531)

The VTF will pay the costs of implementing the new veterans' designator on state drivers' licenses (SB 2428), which will, as a result of this partnership with the Pennsylvania Department of Transportation, be issued at no charge to the veterans. In addition, as part of the VTF, a more effective program known as Veterans in Need of Temporary Assistance (VINTA) will supplant the Veterans Assistance Program.

On Veterans Day of 2013 (along with the governor), DMVA announced grant opportunities to begin building public/private partnerships to support and assist Pennsylvania veterans and their families. These grants extended to veterans' service organizations, charitable organizations and County Directors of Veterans' Affairs.

Grant opportunities include:

Competitive Organizational Grants - Grants for programs and projects to support Pennsylvania veterans and their families to charitable organizations and veterans' service organizations. DMVA will set aside \$50,000 of this grant money for "mini-grants" for programs and projects of up to \$10,000 each.

- Respite Care: To provide short-term, temporary relief to those who are caring for wounded warrior family members and veterans' who require full-time care.
- Women Veterans' Outreach: To support a women's health care awareness campaign or symposium.

County Director Grants - Grants for new, innovative and expanded programs operated by County Directors of Veterans' Affairs or the Pennsylvania Association of County Directors of Veterans' Affairs.

- Health Care Enrollment: Emphasis to focus on new VA health care enrollment with the commonwealth and at the community, county, regional or statewide level.
- Veteran Outreach Initiatives: Emphasis is to implement or improve veterans' outreach initiatives within the commonwealth at the community, county, regional or statewide level.

A list of special DMVA programs that support veterans and their families are listed below:

- **Educational Gratuity** - Provides educational funding up to \$500 per term, or semester per qualified child, to each approved educational institution covering matriculation and other necessary fees, tuition, board, room, rent, books and supplies. The State Veterans' Commission determines eligibility.
- **Disabled Veterans' Real Estate Tax Exemption** - Any eligible honorably discharged veteran who served during war or armed conflict deemed 100 percent service-connected disabled and is a resident of the commonwealth is exempt from the payment of all real estate taxes on their principal dwelling.
- **Pension Programs for Blind and Paralyzed Veterans** – Payment of \$150 per month is made to eligible veterans who are functionally blind and eligible veterans who lost the use of two or more limbs. Veterans do not have to currently reside in Pennsylvania but must have been a Pennsylvania resident at the time of entering military service.
- **Persian Gulf Conflict Veterans' Bonus** - Eligible veterans will receive \$75 per month for each month of active service up to a maximum of \$525. Five thousand dollars will be paid on behalf of veterans who died in active service or were prisoners of war.
- **Military Family Relief Assistance** - Funded through donations and personal income tax check off program when filing taxes, this program provides grants to Pennsylvania members of the Armed Forces and their families who have a direct and immediate financial need resulting from military service.

PNG:

Fort Indiantown Gap (FTIG) is largely an open installation, protected by the state-funded FTIG Police Department and contract security guards. FTIG complement includes one police chief, 15 police officer positions, 12 full-time state security officers and six military police officers assigned in an Active Duty Operational Support (ADOS) status.

Since September 11, 2001, nearly all of Pennsylvania Army and Air National Guard personnel have deployed in support of the global contingencies. Today, many soldiers and airmen have served numerous deployments.

Below are the major State Active Duty (SAD) Operations; including one Emergency Management Assistance Compact (EMAC):

- NY/NJ Hurricane Sandy EMACs - 453 Guard Members from November 2, 2012 through November 16, 2012.
- Operation Hurricane Sandy - 1,698 Guard Members from October 27, 2012 through November 4, 2012.

- Operation Spring Snow - 114 Guard Members on April 23, 2012.
- Operation Tropical Storm Lee - 2,076 Guard Members from September 6, 2011 through September 23, 2011.
- Operation Hurricane Irene - 1,515 Guard Members from August 27, 2011 through September 1, 2011.
- EMAC Operation Winter Storm Nemo - 108 Guard Members were activated from February 11, 2013 through February 17, 2013 for a total of 536 mandays in support of Connecticut for snow removal operations.

Governors have agreements called EMACs where National Guard Members under SAD status or Title 32 can be sent to other states.

The department is exploring a solution to improve the current payroll system for the approximately 20,000 PNG members who could be ordered to SAD by the governor at any time. Once this order is given, the commonwealth is responsible for paying these individuals and the current process requires manual input of all PNG members into the state payroll system. This method results in unacceptable errors and delays for soldiers and airmen receiving SAD pay and allowances. DMVA and Integrated Enterprise System (IES) are moving forward with changes to the payroll system for SAD. These changes, combined with systems leveraged from the PNG, allow for more efficient entry and payment to Guard Members, better accountability and increased tracking. DMVA anticipates the new system will be ready for use for SAD operations occurring at the end of 2013-14.

The recruitment and retention of qualified, motivated and trainable men and women are essential to all facets of the department's operations. **Enhanced benefits now provided to National Guard personnel** include the following:

- **Educational Assistance Program Fund** - Provides grants for eligible PNG members equal to the tuition at any of the Pennsylvania Higher Education Assistance Agency (PHEAA) approved school. This grant provides 100% tuition for full-time students enrolled at the Pennsylvania State System of Higher Education (PASSHE) 14 universities.
- **Supplemental Life Insurance Premiums** - Authorizes reimbursement for federal life insurance premiums will be made for eligible PNG members who are deployed to combat and elect to participate in the coverage.

DMVA strives to ensure that the network of Army and Air National Guard facilities and air bases are adequate to meet existing needs, yet adaptable to future requirements. DMVA has developed and implemented a long-term plan for anticipated armory replacements and air base modernization and development of future sites through existing state and federal construction processes. DMVA has completed a major construction program built around the federal funds that came to Pennsylvania when the 56 Brigade Combat Team converted to a Stryker Brigade Combat Team. This led to the construction of ten (10) new Readiness Centers, three (3) new Field Maintenance Shops and major additions to ten (10) more Readiness Centers.

As a result of this construction boom, twenty (20) PNG Armories/Readiness Centers have been identified by the DMVA as no longer meeting mission requirements or are no longer in use. These Armories/Readiness Centers are costly to maintain and must be disposed of in order to effectively compete for new federal military construction funds. The funds from the sale of these armories are returned to the State Treasury Armory Fund to be used to improve existing facilities or to provide the state match funding to construct new armories that meet current military requirements. In 2013, the Department of General Services (DGS), with the approval of the governor and the DMVA, was authorized to grant and convey five (5) armories by direct conveyance: Gettysburg, Scranton, Bethlehem, West Chester and Philadelphia Ogontz armories and sell twelve (12) armories through a competitive bid process: Altoona, Tyrone, Bellefonte, Berwick, Ridgeway, Ridgeway weekend training site, Waynesboro, Huntingdon, Scranton (Watres), Lancaster, Bradford and Sunbury armories. The sale of these properties will save the department maintenance and utility costs, and the revenue from the sales will return to the State Treasury Armory Fund. There are three (3) remaining armories that have been identified for disposal but require further legislation.

The State Military Justice Fund was established in October 2012 through Act 192 of 2012. This will be used to deposit all fines, penalties, fees and other monies paid to the commonwealth as imposed by a military court and/or collected through the sentence of courts-martial. Disbursements from this account will be used to pay expenses incurred in the administration of military justice.

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET**

**GENERAL GOVERNMENT OPERATIONS
(SAP Fund 10053)**

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.6

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$18,741	\$20,694	\$21,244
Federal Funds Total	\$158,685	\$108,185	\$108,185
Federal Funds Itemized			
Facilities Maintenance	\$77,685	\$77,685	\$77,685
Federal Construction Grants	\$80,000	\$30,000	\$28,000
Rural Veterans Coordination Pilot	\$0	\$0	\$2,000
Domestic Preparedness (EA)	\$1,000	\$500	\$500
Other Funds Total	\$428	\$388	\$472
Other Funds Itemized			
Rental of Armories and Other Facilities	\$122	\$122	\$122
Housing Fees (Billeting Operations)	\$69	\$63	\$69
Utility Reimbursements	\$168	\$195	\$195
Miscellaneous Reimbursements	\$69	\$8	\$86
Total Funds	<u>\$177,854</u>	<u>\$129,267</u>	<u>\$129,901</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Personnel					
State funds	\$11,590	\$13,173	\$14,683	\$1,510	11.46%
Federal funds	\$19,769	\$23,138	\$25,539	\$2,401	10.38%
Other funds	\$196	\$192	\$276	\$84	43.75%
Total Personnel	\$31,555	\$36,503	\$40,498	\$3,995	10.94%
Complement	<u>31-Dec-2012 Authorized/Filled</u>		<u>31-Dec-2013 Authorized/Filled</u>		<u>Budgeted Authorized/Filled</u>
State funds	152 144		160 156		160 160
Federal funds	299 255		299 254		299 299
Other funds	0 0		0 0		0 0
Total Complement	451 399		459 410		459 459

GENERAL GOVERNMENT OPERATIONS
(SAP Fund 10053)

2. DETAIL OF SUMMARY BY MAJOR OBJECT (Continued)

	<u>2012-2013</u> <u>Actual</u>	<u>2013-2014</u> <u>Available</u>	<u>2014-2015</u> <u>Budgeted</u>	<u>Change</u> <u>Budget vs.</u> <u>Available</u>	<u>Percent</u> <u>Change</u>
Operating					
State funds	\$6,752	\$6,771	\$6,511	(\$260)	-3.84%
Federal funds	\$50,151	\$44,282	\$45,881	\$1,599	3.61%
Other funds	\$177	\$196	\$196	\$0	0.00%
Total Operating	\$57,080	\$51,249	\$52,588	\$1,339	2.61%
Fixed Assets					
State funds	\$308	\$410	\$50	(\$360)	-87.80%
Federal funds	\$5,365	\$5,265	\$5,265	\$0	0.00%
Other funds	\$55	\$0	\$0	\$0	0.00%
Total Fixed Assets	\$5,728	\$5,675	\$5,315	(\$360)	-6.34%
Grants & Subsidies					
State funds	\$91	\$0	\$0	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Budgetary Reserve	\$91	\$0	\$0	\$0	0.00%
Non-Expense/Interagency					
State funds	\$0	\$0	\$0	\$0	0.00%
Federal funds	\$83,400	\$35,500	\$31,500	(\$4,000)	-11.27%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Non-Expense/Interagency	\$83,400	\$35,500	\$31,500	(\$4,000)	-11.27%
Budgetary Reserve					
State funds	\$0	\$340	\$0	(\$340)	-100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Budgetary Reserve	\$0	\$340	\$0	(\$340)	-100.00%
Total Funds					
State funds	\$18,741	\$20,694	\$21,244	\$550	2.66%
Federal funds	\$158,685	\$108,185	\$108,185	\$0	0.00%
Other funds	\$428	\$388	\$472	\$84	21.65%
Total Funds	\$177,854	\$129,267	\$129,901	\$634	0.49%

**GENERAL GOVERNMENT OPERATIONS
(SAP Fund 10053)**

3. PROGRAM NARRATIVE

The General Government Operations (GGO) appropriation is funded by both state and federal monies. Included are a statewide communications network, administrative support for veterans' programs, the Fort Indiantown Gap complex, an armory/readiness center system and military personnel and training programs for the Pennsylvania National Guard (PNG). Funds made available by the state are used to provide adequate facilities for personnel training and storage for federal property issued to the PNG. Federal funds from the U.S. Department of Defense (DOD) provide for the operation and maintenance of facilities statewide.

The total complement for this appropriation is comprised of both state and federally funded positions. The state complement is made up of professional, technical, administrative, clerical, labor/trades and custodial personnel who support the daily activities within the Armories/Readiness Centers, the Air National Guard bases and at the PNG headquarters located at Fort Indiantown Gap. Federal positions identified are fully or partially funded through the federal appropriation Facilities Maintenance through the Master Cooperative Agreement (MCA).

The federal budget has been maintained in federal grant awards through the MCA. Federal funds continue to match state dollars in the maintenance and repair of equipment and facilities at Fort Indiantown Gap, Armories/Readiness Centers, Field Maintenance Shops (FMS) and Air National Guard bases in Pennsylvania.

The federal Military Construction (MILCON) grants appropriation has been reduced due to the completion of Stryker projects. This initiative began in Federal Fiscal Year (FFY) 2006 and the remaining projects were completed FFY 2013.

Additional Veteran Service Officers will provide the adequate structure required for Department of Military and Veterans Affairs (DMVA) to provide quality control over claims submitted to the U.S. Department of Veterans Affairs (VA) and will achieve measurable improvements in faster adjudication and larger awards of claims by the federal VA to the veteran.

4. PROGRAM PERFORMANCE

DMVA's program objective is to achieve and maintain readiness capability in units of the PNG for quick and effective response to state or federal mobilization and to provide services to Pennsylvania veterans. This program provides the administrative, logistical and training support necessary for the Guard to maintain requisite readiness capability to serve during emergencies and to support veterans' programs.

For additional information on the DMVA, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

The state veterans' program consists of administering the veterans' assistance programs and state veterans' nursing home programs. Administering the State Veterans' Commission also falls under the purview of the DMVA (71 P.S. §391d; 51 PA C.S.Ch. 17; Constitution of Pennsylvania, Article VII, Section 2 (c); 51 PA C.S. Ch. 89).

6. COST ASSUMPTIONS

Personnel Benefit Factors	<u>2012-2013</u>	<u>2013-2014</u>	<u>2014-2015</u>
	56.55%	63.96%	74.47%

Other Assumptions

- a. Assumes ongoing availability of federal funds to support certain personnel costs which augment GGO.
- b. Includes a total of \$5,265,000 in federal funding for fixed assets.

2014-2015 Non-Recurring Expenditures

Replacement of old maintenance equipment (state)	\$50
Replacement of old maintenance equipment and facility repairs (federal)	\$5,265
Subtotal 2014-2015 Non-Recurring Expenditures	<u>\$5,315</u>

GENERAL GOVERNMENT OPERATIONS
(SAP Fund 10053)

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$340

2013-2014 Non-Recurring Expenditures

Replacement of old maintenance equipment (state)	\$110
State Active Duty Interface (state)	\$300
Replacement of old maintenance equipment (federal)	\$5,265
Subtotal 2013-2014 Non-Recurring Expenditures	\$5,675

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
PERSONNEL				
1. The Governor's Executive Budget provides carry forward costs for 156 filled and 4 vacant salary complement positions:	\$1,697	\$0	\$84	\$1,781
2. Reflects Pension Collar Change in State Funds:	(\$187)	\$0	\$0	(\$187)
3. Provides funding for 255 federal positions for 26.1 pay periods and 44 vacant positions:	\$0	\$2,401	\$0	\$2,401
Subtotal Personnel	\$1,510	\$2,401	\$84	\$3,995
OPERATING				
1. Decreases state operating from \$6,771,000 in FY 2013-2014 to \$6,511,000 in FY 2014-2015:	(\$260)	\$0	\$0	(\$260)
2. Maintains federal Domestic Preparedness at the FY 2013-2014 funding level of \$500,000:	\$0	\$0	\$0	\$0
3. Provides \$2 million for the federal Rural Veterans Coordination Pilot grant program in FY 2014-2015 to provide veterans in rural areas with outreach services on the availability of health care and benefits:	\$0	\$2,000	\$0	\$2,000
4. Decrease in operating in federal Facilities Maintenance to cover the increase in personnel costs. Operating budget will still accommodate existing grant awards as well as potential new grant awards:	\$0	(\$401)	\$0	(\$401)
Subtotal Operating	(\$260)	\$1,599	\$0	\$1,339

GENERAL GOVERNMENT OPERATIONS
(SAP Fund 10053)

8. EXPLANATION OF CHANGES (Continued)

	State \$	Federal \$	Other \$	Total \$
FIXED ASSETS				
1. Decreases state fixed assets funding from \$410,000 in FY 2013-2014 to \$50,000 in FY 2014-2015 for the one-time purchase of the State Active Duty Interface and the replacement of a FTIG police vehicle:	(\$360)	\$0	\$0	(\$360)
2. Maintain federal Facilities Maintenance fixed assets funding at the FY 2013-2014 funding level of \$5,265,000:	\$0	\$0	\$0	\$0
	(\$360)	\$0	\$0	(\$360)
Subtotal Fixed Assets	(\$360)	\$0	\$0	(\$360)
NON-EXPENSE/INTERAGENCY				
1. Decrease federal Construction Grants funding from \$30 million in FY 2013-2014 to \$28 million in FY 2014-2015:	\$0	(\$2,000)	\$0	(\$2,000)
2. Decreases federal Facilities Maintenance non-expense from \$5,500,000 in FY 2013-2014 to \$3,500,000 in FY 2013-2014:	\$0	(\$2,000)	\$0	(\$2,000)
	\$0	(\$4,000)	\$0	(\$4,000)
Subtotal Non-Expense	\$0	(\$4,000)	\$0	(\$4,000)
BUDGETARY RESERVE				
1. Appropriation authority placed in budgetary reserve in FY 2013-2014 due to the economic impact of state funds:	(\$340)	\$0	\$0	(\$340)
	(\$340)	\$0	\$0	(\$340)
TOTAL	\$550	\$0	\$84	\$634

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

BURIAL DETAIL HONOR GUARD
(SAP Fund 10051)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.6

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$99	\$99	\$99
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	\$99	\$99	\$99

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$99	\$99	\$99	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	\$99	\$99	\$99	\$0	0.00%
Total Funds					
State funds	\$99	\$99	\$99	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	\$99	\$99	\$99	\$0	0.00%

3. PROGRAM NARRATIVE

The law for this program authorizes the department to pay up to \$150 per day to each veterans' group that conducts a burial detail at the Fort Indiantown Gap National Cemetery, National Cemetery of the Alleghenies and Washington Crossing National Cemetery.

4. PROGRAM PERFORMANCE

This program provides enough funding to compensate burial details for every day that burials may be performed.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

BURIAL DETAIL HONOR GUARD
(SAP Fund 10051)

5. LEGISLATIVE CITATIONS

Administering for the Burial Detail Honor Guard program falls under the purview of the DMVA, 51 Pa C.S. §705, which currently authorizes burial detail services at the Fort Indiantown Gap National Cemetery, National Cemetery of the Alleghenies and Washington Crossing National Cemetery. Act 38 of 2011 authorizes burial detail services at the Washington Crossing National Cemetery.

6. COST ASSUMPTIONS

The department is authorized to pay up to \$150 per day for each group performing these honors.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$30	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Maintain funding at the FY 2013-2014 level of \$99,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

AMERICAN BATTLE MONUMENTS
(SAP Fund 10041)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.6

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$0	\$50	\$50
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$0</u>	<u>\$50</u>	<u>\$50</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$0	\$50	\$50	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u>\$0</u>	<u>\$50</u>	<u>\$50</u>	<u>\$0</u>	<u>0.00%</u>
Total Funds					
State funds	\$0	\$50	\$50	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$0</u>	<u>\$50</u>	<u>\$50</u>	<u>\$0</u>	<u>100.00%</u>

3. PROGRAM NARRATIVE

Maintains funding for the maintenance and repair of the Pennsylvania Memorial at Varennes, France. These historical monuments are a direct reflection of the commonwealth's respect for the sacrifices made by our nation, our commonwealth and our veterans during World War I. It is essential that the condition of the monuments reflect the honor due the event and its place in our history. The centennial of World War I takes place in 2014 through 2018.

AMERICAN BATTLE MONUMENTS
(SAP Fund 10041)

4. PROGRAM PERFORMANCE

A written agreement between the Department of Military and Veterans Affairs (DMVA) and the American Battle Monuments Commission contains the articles defining the responsibilities/functions of both parties.

For additional information on the DMVA programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

The department has been authorized to administer grants to the American Battle Monuments Commission by prior year appropriations acts.

6. COST ASSUMPTIONS

The program provides for the rising costs of preventive maintenance to avoid further deterioration of the monuments.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Maintains funding at the FY 2013-2014 funding level of \$50,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

ARMORY/READINESS CENTERS MAINTENANCE AND REPAIR
(SAP Fund 10043)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.6

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$446	\$446	\$245
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$446</u>	<u>\$446</u>	<u>\$245</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Operating					
State funds	\$398	\$396	\$195	(\$201)	-50.76%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Operating	\$398	\$396	\$195	(\$201)	-50.76%
Fixed Assets					
State funds	\$48	\$50	\$50	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Fixed Assets	\$48	\$50	\$50	\$0	0.00%
Total Funds					
State funds	\$446	\$446	\$245	(\$201)	-45.07%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$446</u>	<u>\$446</u>	<u>\$245</u>	<u>(\$201)</u>	<u>-45.07%</u>

ARMORY/READINESS CENTERS MAINTENANCE AND REPAIR
(SAP Fund 10043)

3. PROGRAM NARRATIVE

These funds are utilized for the maintenance and repair at our Armories/Readiness Centers throughout the commonwealth. Projects not only consist of routine maintenance, replacement and repair, but also installation of heating systems, roofing, electrical and plumbing upgrades, painting and waterproofing of buildings and overall modernization, which is critical in providing our soldiers with a safe and well-maintained workplace. Projects are matched with 50% or 75% federal funding.

Chapter 15, Section 1501 of the Pennsylvania Military and Veterans Code describes the composition and general functions of the State Armory Board. It authorizes the Board "to provide, equip, maintain, manage and regulate Armories/Readiness Centers for the use of the Pennsylvania Military Forces." The responsibility to adequately maintain and repair the Armories/Readiness Centers is exercised by the Board through use of this appropriation.

4. PROGRAM PERFORMANCE

Funding for the program is used for heating systems, roofs and updating buildings for tenant turnover. Projects are matched with 50% or 75% federal funding.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for the Armory/Readiness Centers Maintenance and Repair program falls under the purview of the DMVA, 51 Pa.C.S., Ch. 15.

6. COST ASSUMPTIONS

These funds provide maintenance and repair projects at our Armories/Readiness Centers to forestall major comprehensive capital investment programs to rehabilitate these facilities.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$1	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
OPERATING				
1. Decreases operating from \$396,000 in FY 2013-2014 to \$195,000 in FY 2014-2015:	(\$201)	\$0	\$0	(\$201)
FIXED ASSETS				
1. Maintain fixed assets at FY 2013-2014 funding level of \$50,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>(\$201)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>(\$201)</u></u>

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET**

**SPECIAL STATE DUTY
(SAP Fund 10048)**

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.6

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$35	\$35	\$35
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	\$35	\$35	\$35

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Personnel					
State funds	\$25	\$25	\$25	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Personnel	\$25	\$25	\$25	\$0	0.00%
Operating					
State funds	\$10	\$10	\$10	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Operating	\$10	\$10	\$10	\$0	0.00%
Total Funds					
State funds	\$35	\$35	\$35	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	\$35	\$35	\$35	\$0	0.00%

3. PROGRAM NARRATIVE

Special State Duty allows for the delegation of authority to The Adjutant General to order any volunteer member of the Pennsylvania National Guard or, when unavailable due to the call into service of the United States, any member of the Pennsylvania National Guard on Special State Duty to respond to emergency community needs; support commonwealth functions and ceremonies; participate in court-martial and board functions; support federal, state and local drug eradication and interdiction operations; and perform other necessary military duties as funds are available.

SPECIAL STATE DUTY
(SAP Fund 10048)

4. PROGRAM PERFORMANCE

The Pennsylvania National Guard faces a continuous stream of requests to perform duties to either alleviate or avert emergencies where it may not be appropriate for the governor to issue a proclamation.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for Special State Duty falls under the purview of the DMVA, Section 1415 of Administrative Code of 1929, as amended, (71 P.S. 391e).

6. COST ASSUMPTIONS

This appropriation will provide for the pay and any operational costs related to Special State Duty missions. The payroll is calculated based upon military pay tables issued by the federal government.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$35	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
PERSONNEL				
1. Maintain this program at the FY 2013-2014 funding level of \$25,000:	\$0	\$0	\$0	\$0
OPERATING				
1. Maintain this program at the FY 2013-2014 funding level of \$10,000:	\$0	\$0	\$0	\$0
TOTAL	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

VETERANS HOMES
(SAP Fund 10702)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.7, E32.8, E32.11

1. SUMMARY FINANCIAL DATA

	<u>2012-2013</u> <u>Actual</u>	<u>2013-2014</u> <u>Available</u>	<u>2014-2015</u> <u>Budgeted</u>
State Funds	\$82,221	\$82,385	\$81,695
Federal Funds Total	\$58,557	\$67,665	\$68,507
Federal Funds Itemized			
Enhanced Veterans Reimbursement	\$15,286	\$22,728	\$22,728
Operations and Maintenance	\$42,641	\$44,587	\$45,519
Medical Reimbursement	\$630	\$350	\$260
Other Funds Total	\$27,272	\$28,832	\$31,124
Other Funds Itemized			
Aid and Attendance Payments	\$7,279	\$7,483	\$8,046
Residential Fees	\$16,729	\$18,317	\$19,186
Estate Collections	\$2,772	\$2,005	\$2,958
Miscellaneous Reimbursements	\$86	\$289	\$25
Insurance or Third Party Reimbursements	\$41	\$83	\$61
Physical & Occupational Therapy Reimbursements	\$365	\$365	\$365
Pharmaceutical Reimbursements	\$0	\$290	\$483
Total Funds	<u>\$168,050</u>	<u>\$178,882</u>	<u>\$181,326</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013</u> <u>Actual</u>	<u>2013-2014</u> <u>Available</u>	<u>2014-2015</u> <u>Budgeted</u>	<u>Change</u> <u>Budget vs.</u> <u>Available</u>	<u>Percent</u> <u>Change</u>
Personnel					
State funds	\$54,457	\$55,785	\$61,806	\$6,021	10.79%
Federal funds	\$53,095	\$62,188	\$63,045	\$857	1.38%
Other funds	\$21,475	\$22,044	\$25,336	\$3,292	14.93%
Total Personnel	\$129,027	\$140,017	\$150,187	\$10,170	7.26%

Complement	<u>31-Dec-2012</u> <u>Authorized/Filled</u>		<u>31-Dec-2013</u> <u>Authorized/Filled</u>		<u>Budgeted</u> <u>Authorized/Filled</u>	
State funds	1,767	1,669	1,767	1,682	1,767	1,767
Federal funds	-	-	-	-	-	-
Other funds	-	-	-	-	-	-
Total Complement	1,767	1,669	1,767	1,682	1,767	1,767

VETERANS HOMES
(SAP Fund 10702)

2. DETAIL OF SUMMARY BY MAJOR OBJECT (Continued)

	<u>2012-2013</u> <u>Actual</u>	<u>2013-2014</u> <u>Available</u>	<u>2014-2015</u> <u>Budgeted</u>	<u>Change</u> <u>Budget vs.</u> <u>Available</u>	<u>Percent</u> <u>Change</u>
Operating					
State funds	\$22,091	\$21,854	\$19,123	(\$2,731)	-12.50%
Federal funds	\$5,462	\$5,462	\$5,462	\$0	0.00%
Other funds	<u>\$5,790</u>	<u>\$6,781</u>	<u>\$5,781</u>	<u>(\$1,000)</u>	<u>-14.75%</u>
Total Operating	\$33,343	\$34,097	\$30,366	(\$3,731)	-10.94%
Fixed Assets					
State funds	\$5,576	\$1,637	\$655	(\$982)	-59.99%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.00%</u>
Total Fixed Assets	\$5,576	\$1,637	\$655	(\$982)	-59.99%
Grants and Subsidies					
State funds	\$97	\$109	\$111	\$2	1.83%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	<u>\$7</u>	<u>\$7</u>	<u>\$7</u>	<u>\$0</u>	<u>0.00%</u>
Total Grants and Subsidies	\$104	\$116	\$118	\$2	1.72%
Budgetary Reserve					
State funds	\$0	\$3,000	\$0	(\$3,000)	-100.00%
Federal funds	\$0	\$15	\$0	(\$15)	-100.00%
Other funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>0.00%</u>
Total Budgetary Reserve	\$0	\$3,015	\$0	(\$3,015)	-100.00%
Total Funds					
State funds	\$82,221	\$82,385	\$81,695	(\$690)	-0.84%
Federal funds	\$58,557	\$67,665	\$68,507	\$842	1.24%
Other funds	<u>\$27,272</u>	<u>\$28,832</u>	<u>\$31,124</u>	<u>\$2,292</u>	<u>7.95%</u>
Total Funds	<u>\$168,050</u>	<u>\$178,882</u>	<u>\$181,326</u>	<u>\$2,444</u>	<u>1.37%</u>

VETERANS HOMES
(SAP Fund 10702)

3. PROGRAM NARRATIVE

Funding for the Department of Military and Veterans Affairs (DMVA) six Veterans' Homes is appropriated in total and allotments controlled by SAP sub-funds. The six Veterans' Homes consist of Pennsylvania Soldiers' and Sailors' Home, Southeastern Veterans Center, Hollidaysburg Veterans Home, Southwestern Veterans Center, Gino J. Merli Veterans Center and Delaware Valley Veterans Home. Administrative support and oversight is provided by DMVA's central office. The overall objective is to operate at the most efficient level possible in order to provide dedicated, holistic care to residents of the Veterans' Homes.

The Veterans' Homes consist of domiciliary/personal care units, nursing care units and dementia units. The commonwealth's commitment to its veterans results in a level of service not found at similar private facilities. Staffing standards are designed to meet both commonwealth and federal regulations, plus address acuity of care needs. In turn, the Veterans' Homes operate in compliance with both commonwealth and federal laws and regulatory requirements. Veterans residing in the Veterans' Homes their per diem operating costs. Resident costs are based on the ability of the resident to pay and current income. The receipt of Medicare, Medicaid and third-party revenue supplements the cost of operating the Veterans' Homes and reduces the amount of state funding.

The type of care provided to the residents is dependent on their physical and mental capabilities. Domiciliary residents require a supervised, protective environment. Personal care provides services to those residents in need of assistance in eating, bathing, shaving and other activities of daily living, but do not require constant nursing care. The skilled nursing and dementia facility residents require constant 24-hour health services. The Veterans' Homes' primary goal is to provide individualized, quality and cost-effective health care to all residents.

This budget provides for the ongoing operation of the Veterans' Homes. With the aid of both federal and augmenting revenue to support the remaining 54.95% of the Veterans' Homes total Fiscal Year 2014-2015 budget, the overall objective will be met. This objective is to operate at the most efficient level possible to provide quality care and effective services to all residents of the facilities. Staffing needs are based on clinical and therapeutic care standards that must be met to comply with all licensure regulations of the U.S. Department of Veterans Affairs, the Pennsylvania Department of Health and the Pennsylvania Department of Public Welfare.

4. PROGRAM PERFORMANCE

The department's program objective is to provide high caliber, long-term skilled nursing, personal and domiciliary care for veterans.

The Veterans' Homes consistently strive to maintain full occupancy. The December 2013 figures indicate that, of the 1,554 maximum bed capacity, 1,375 are filled. The occupancy rate for nursing care/dementia is 93 percent and personal/domiciliary care is 75 percent. A sustained increase in census maximizes both federal reimbursement revenues and resident maintenance fee revenue collections, which decreases the state funding obligation. The Veterans' Homes project to maintain an average occupancy rate of 95 percent in State Fiscal Year 2014-2015.

For additional information on the DMVA programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

The state veterans program consists of administering the veterans' assistance programs and state veterans nursing home programs. Administering the State Veterans' Commission also falls under the purview of the DMVA (71 P.S. §391d; 51 PA C.S.Ch. 17).

VETERANS HOMES
(SAP Fund 10702)

6. COST ASSUMPTIONS

	2012-2013	2013-2014	2014-2015
Personnel Benefit Factors	62.67%	72.01%	81.95%

Other Assumptions:

- a. Includes amount to cover cost-to-carry operating costs.
- b. Assumes ongoing availability of federal funds to augment the Veterans' Homes.
- c. Provides a total of \$655,000 for equipment replacements essential to the operation of the Veterans' Homes.
- d. Includes federal funds for per diem rate increases for nursing care and personal/domiciliary care.

2014-2015 Non-Recurring Expenditures

Replacement of resident care, dietary and maintenance equipment	\$655
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7. OTHER INFORMATION

	2011-2012	2012-2013	2013-2014
Lapses	\$3,726	\$0	\$0
Budgetary Reserve	\$7,000	\$3,500	\$3,000

2013-2014 Non-Recurring Expenditures

Replacement of resident care, dietary and maintenance equipment	\$1,637
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8. EXPLANATION OF CHANGES

	State \$	Federal \$	Other \$	Total \$
PERSONNEL				
1. Carry forward cost of 1,660 filled positions for 26.1 pay periods and 107 vacant positions in FY 2013-2014:	\$6,759	\$857	\$3,292	\$10,908
2. Reflects Pension Collar Change:	(\$738)	\$0	\$0	(\$738)
Subtotal Personnel	\$6,021	\$857	\$3,292	\$10,170
OPERATING				
1. Decrease Operating from \$34,097,000 in FY 2013-2014 to \$30,366,000 in FY 2014-2015:	(\$2,731)	\$0	(\$1,000)	(\$3,731)
FIXED ASSETS				
1. Decrease state Fixed Assets from \$1,637,000 in FY 2013-2014 to \$655,000 in FY 2014-2015:	(\$982)	\$0	\$0	(\$982)
GRANTS & SUBSIDIES				
1. Increase resident stipends from \$116,000 in FY 2013-2014 to \$118,000 in FY 2014-2015:	\$2	\$0	\$0	\$2
BUDGETARY RESERVE				
1. State and Federal Medical Reimbursement funds placed in budgetary reserve in FY 2013-2014:	(\$3,000)	(\$15)	\$0	(\$3,015)
TOTAL	(\$690)	\$842	\$2,292	\$2,444

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

EDUCATION OF VETERANS CHILDREN
(SAP Fund 10034)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.9, E32.10, E32.11

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$101	\$101	\$101
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	\$101	\$101	\$101

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$101	\$101	\$101	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	\$101	\$101	\$101	\$0	0.00%
Total Funds					
State funds	\$101	\$101	\$101	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	\$101	\$101	\$101	\$0	0.00%

3. PROGRAM NARRATIVE

This program provides gratuity, not to exceed \$500 per semester, to eligible veterans' children who demonstrate financial need in order to pursue their education/training at any educational/training institution of a secondary or college grade or other institution of higher education, business school or trade school providing vocational-education courses of a various nature within the commonwealth that is approved and licensed by the Pennsylvania Department of Education. The veteran must be honorably discharged, have wartime-connected disabilities rated as totally and permanently disabled, have died of war-service connected disabilities or have died in service during a period of war or armed conflict. Children must have been Pennsylvania residents for five years immediately prior to the date of their application for educational gratuity. Payments are for children, aged 16 to 23, may not exceed a period longer than four scholastic years and are made directly to the school or institution.

**EDUCATION OF VETERANS CHILDREN
(SAP Fund 10034)**

4. PROGRAM PERFORMANCE

Current analysis indicates that this program had 91 participants during Fiscal Year (FY) 2012-2013 and it is anticipated that 101 students will participate during FY 2013-2014.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

This program falls under the auspices of DMVA pursuant to 51 PA, C.S. Ch 87.

6. COST ASSUMPTIONS

- a. Provides a maximum gratuity of \$500 per semester to eligible veterans' children.
- b. It is anticipated that 100 students will apply for benefits in FY 2014-2015.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$4	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	State \$	Federal \$	Other \$	Total \$
GRANTS & SUBSIDIES				
1. Maintain this program at the FY 2013-2014 funding level of \$101,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

TRANSFER TO EDUCATIONAL ASSISTANCE PROGRAM
(SAP Fund 10705)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.10, E32.11

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$12,870	\$12,870	\$11,500
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$12,870</u>	<u>\$12,870</u>	<u>\$11,500</u>

This state fund transfers the total to a special fund, 20303xx000.

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Budget vs. Available</u>	<u>Percent Change</u>
Non-Expense					
State funds	\$12,870	\$12,870	\$11,500	(\$1,370)	-10.64%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Non-Expense	<u>\$12,870</u>	<u>\$12,870</u>	<u>\$11,500</u>	<u>(\$1,370)</u>	<u>-10.64%</u>
Total Funds					
State funds	\$12,870	\$12,870	\$11,500	(\$1,370)	-10.64%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$12,870</u>	<u>\$12,870</u>	<u>\$11,500</u>	<u>(\$1,370)</u>	<u>-10.64%</u>

3. PROGRAM NARRATIVE

This appropriation provides a grant for qualified members of the Pennsylvania National Guard (PNG) who enroll in a degree or certificate-granting course of study. The course of study may be pursued on a full-time or part-time basis at an institution of higher learning approved by Pennsylvania Higher Education Assistance Agency (PHEAA).

The 2005-2006 Governor's Executive Budget established this fund as a "Transfer to Educational Assistance Program Fund." Funds will be transferred into a Special Fund, 20303, for grant distributions, allowing unused funds to be retained.

TRANSFER TO EDUCATIONAL ASSISTANCE PROGRAM
(SAP Fund 10705)

3. PROGRAM NARRATIVE

This grant currently provides 100% tuition (up to \$3,311 per semester) for full-time students at a PA State System of Higher Education (PASSHE) school or the equivalent at an approved PHEAA school. The maximum annual grant for a part-time student not possessing a bachelor's degree is 100% of the tuition or \$2,207, whichever amount is less per semester. The part-time grant for members possessing a bachelor's degree is one-half of the tuition or \$1,104, whichever amount is less per semester.

The department wants to maximize the use of this program and be able to approve all applications for enrollment into higher education. The Educational Assistance Program (EAP) not only benefits the student, but also benefits the commonwealth by: 1) providing better leaders with high educational standards, thus giving back more to the commonwealth and 2) providing revenue for the PASSHE schools. All funds remain within the state system's financial structure, ensuring the grantee does public service to the citizens of the commonwealth through service in the Pennsylvania National Guard.

4. PROGRAM PERFORMANCE

This program had 2,631 participants during Fiscal Year (FY) 2012-2013 and it is expected that 2,773 Guard members will participate during FY 2013-2014.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for the Educational Assistance Program falls under the purview of the DMVA 51 PA C.S. §3201 et seq.

6. COST ASSUMPTIONS

- a. It is anticipated that approximately 2,900 PNG members will participate in this program in FY 2014-2015.
- b. Act 11 of 2000 provided for 100% tuition assistance to eligible PNG members.
- c. Senate Bill No. 981 of 2003 allows this special fund to retain interest.
- d. Senate Bill No. 358 of 2005 extends the eligibility of this grant for at least one year after discharge, depending on the length of active duty service in a combat zone.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
NON-EXPENSE				
1. Decreases transfer amount from \$12,870,000 in FY 2013-2014 to \$11,500,000 in FY 2014-2015:	(\$1,370)	\$0	\$0	(\$1,370)
TOTAL	<u><u>(\$1,370)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>(\$1,370)</u></u>

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET**

**TRANSFER TO VETERANS' TRUST FUND (EA)
(SAP Fund 11R0214)**

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$1,700	\$0	\$1,000
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$1,700</u>	<u>\$0</u>	<u>\$1,000</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Non-Expense					
State funds	\$1,700	\$0	\$1,000	\$1,000	100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Non-Expense	<u>\$1,700</u>	<u>\$0</u>	<u>\$1,000</u>	<u>\$1,000</u>	<u>100.00%</u>
Total Funds					
State funds	\$1,700	\$0	\$1,000	\$1,000	100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$1,700</u>	<u>\$0</u>	<u>\$1,000</u>	<u>\$1,000</u>	<u>100.00%</u>

3. PROGRAM NARRATIVE

The Veterans' Trust Fund (VTF) legislation was created as a means to develop a public-private partnership and establish a framework for the funding, operation, maintenance and use of these funds. Monies will be expended exclusively to provide assistance and support to Pennsylvania veterans and families via Veterans In Need of Temporary Assistance (VINTA) funds. In addition, grants will be awarded to foundations, statewide charitable organizations, Veterans' Service Organizations (VSO) and County Directors of Veterans' Affairs that support and assist veterans.

TRANSFER TO VETERANS' TRUST FUND (EA)
(SAP Fund 11R0214)

4. PROGRAM PERFORMANCE

Any veteran who previously qualified for Emergency Assistance would be referred to VTF.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

The VTF is a fund assigned to DMVA by 51 Pa. C.S. 1721.

6. COST ASSUMPTIONS

- a. Veterans Assistance (Emergency Assistance) funding was eliminated as separate appropriation and is now included in VTF as VINTA.
- b. The amount available for veterans assistance would be adjusted based on need for VTF to reimburse PENNDOT for cost of implementing the veterans designation on drivers' licenses and check off donation on license registrations/renewals.
- c. Grants for programs or projects to support Pennsylvania veterans and their families.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
NONEXPENSE				
1. Transfer \$1,000,000 to the VTF in FY 2014-2015:	\$1,000	\$0	\$0	\$1,000
TOTAL	\$1,000	\$0	\$0	\$1,000

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

FISCAL YEAR 2014-2015

GOVERNOR'S EXECUTIVE BUDGET

VETERANS ASSISTANCE

(SAP Fund 10033)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.10, E32.11

1. SUMMARY FINANCIAL DATA

	2012-2013 Actual	2013-2014 Available	2014-2015 Budgeted
State Funds	\$200	\$200	\$0
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	\$200	\$200	\$0

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	2012-2013 Actual	2013-2014 Available	2014-2015 Budgeted	Change Budget vs. Available	Percent Change
Grants and Subsidies					
State funds	\$200	\$200	\$0	(\$200)	-100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	\$200	\$200	\$0	(\$200)	-100.00%
Total Funds					
State funds	\$200	\$200	\$0	(\$200)	-100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	\$200	\$200	\$0	(\$200)	-100.00%

3. PROGRAM NARRATIVE

Assistance is provided for food, shelter, fuel and clothing on a temporary and emergency basis for eligible veterans, spouses and dependents. The amount of assistance is based on public assistance rates. Eliminates the state appropriation for Fiscal Year (FY) 2014-2015. Veterans' Trust Fund (VTF) will fund eligible recipients.

VETERANS ASSISTANCE
(SAP Fund 10033)

4. PROGRAM PERFORMANCE

Current analysis of this program indicates that there were 305 participants during FY 2012-13. It is anticipated that 366 individuals will participate during FY 2013-2014. Program measure continues to reflect eligible recipients through the VTF.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for the Veterans' Assistance program falls under the purview of the DMVA 51 PA C.S. § 8501 et seq.

6. COST ASSUMPTIONS

- a. Payments will not exceed the maximum assistance payable for a family of the same size under the Public Welfare Code.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$210	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. The 2014-2015 Governor's Executive Budget is recommending the elimination of this funding. Assistance will be provided through the VTF:	(\$200)	\$0	\$0	(\$200)
TOTAL	(\$200)	\$0	\$0	(\$200)

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

BLIND VETERANS PENSION
(SAP Fund 10036)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.9, E32.10, E32.11

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$222	\$222	\$222
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$222</u>	<u>\$222</u>	<u>\$222</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$222	\$222	\$222	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u>\$222</u>	<u>\$222</u>	<u>\$222</u>	<u>\$0</u>	<u>0.00%</u>
Total Funds					
State funds	\$222	\$222	\$222	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$222</u>	<u>\$222</u>	<u>\$222</u>	<u>\$0</u>	<u>0.00%</u>

3. PROGRAM NARRATIVE

This program provides a pension of \$150 per month to any qualified veteran separated under honorable conditions from the Armed Forces of the United States. The veteran must have reported Pennsylvania as their place of residence at the time of entering active duty in the military. The veteran must also have suffered an injury or incurred a disease while performing duties connected with such service that resulted in blindness to the extent that normal vision is 3/60th or 10/200th or less or a field of vision of less than 20 degrees in the better eye. Current Pennsylvania residency is not an eligibility requirement.

**BLIND VETERANS PENSION
(SAP Fund 10036)**

4. PROGRAM PERFORMANCE

This program had 116 participants during Fiscal Year (FY) 2012-2013 and it is anticipated that 123 veterans will participate during FY 2013-2014.

Due to presumptive disabilities related to exposure to Agent Orange by Vietnam veterans, the Department of Military and Veterans Affairs (DMVA) is anticipating an increase in applications to the Blind Veterans Pension program. One of the most common of those conditions is diabetic retinopathy.

For additional information on the DMVA programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for this program falls under the purview of the DMVA 51 Pa. C.S. 7701.

6. COST ASSUMPTIONS

- a. Provides a monthly pension of \$150 to eligible veterans.
- b. It is anticipated that approximately 123 veterans will participate in FY 2014-2015.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$21	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Maintain this program at the FY 2013-2014 funding level of \$222,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

FISCAL YEAR 2014-2015

GOVERNOR'S EXECUTIVE BUDGET

PARALYZED VETERANS PENSION

(SAP Fund 10045)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.9, E32.10, E32.11

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$1,285	\$2,131 (a)	\$2,131
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u><u>\$1,285</u></u>	<u><u>\$2,131</u></u>	<u><u>\$2,131</u></u>

1A. REQUESTED SUPPLEMENTALS (included above)

State Funds	\$843
Federal Funds	\$0
Other Funds	\$0
Total Funds	\$843

(a) Act 1A of 2013 included a \$1,288,000 appropriation authority; however, the Governor's Executive Budget for Fiscal Year (FY) 2013-2014 reflects an \$843,000 supplemental request for a revised FY 2013-2014 Paralyzed Veterans Pension Program total of \$2,131,000.

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$1,285	\$2,131	\$2,131	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u><u>\$1,285</u></u>	<u><u>\$2,131</u></u>	<u><u>\$2,131</u></u>	<u><u>\$0</u></u>	<u><u>0.00%</u></u>
Total Funds					
State funds	\$1,285	\$2,131	\$2,131	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u><u>\$1,285</u></u>	<u><u>\$2,131</u></u>	<u><u>\$2,131</u></u>	<u><u>\$0</u></u>	<u><u>0.00%</u></u>

PARALYZED VETERANS PENSION
(SAP Fund 10045)

3. PROGRAM NARRATIVE

Provides \$150 per month for honorably discharged veterans who have lost or lost the use of two or more extremities while serving in active duty in the military. Eligible veterans must have reported Pennsylvania as their residence upon entering the military; however, effective July 1, 2002, veterans no longer must reside in Pennsylvania in order to receive this pension.

4. PROGRAM PERFORMANCE

This program had 810 participants during FY 2012-2013 and it is anticipated that 1,363 veterans will participate during FY 2013-2014.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for the Paralyzed Veterans Pension program falls under the purview of the DMVA, 51 Pa.C.S. 7702.

6. COST ASSUMPTIONS

- a. Provides a monthly pension of \$150 to eligible veterans.
- b. Without proposed legislative changes, the expected growth of the program will increase beyond 1,363 participants, to a cost of \$2,131,000.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$34	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Maintains this program at the FY 2013-2014 funding level of \$2,131,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET
NATIONAL GUARD PENSION
(SAP Fund 10035)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.3, E32.5, E32.9, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$5	\$5	\$5
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$5</u>	<u>\$5</u>	<u>\$5</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$5	\$5	\$5	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u>\$5</u>	<u>\$5</u>	<u>\$5</u>	<u>\$0</u>	<u>0.00%</u>
Total Funds					
State funds	\$5	\$5	\$5	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$5</u>	<u>\$5</u>	<u>\$5</u>	<u>\$0</u>	<u>0.00%</u>

3. PROGRAM NARRATIVE

This program provides a monthly pension to either the widow/widower, minor child or dependent parent of any member of the Pennsylvania National Guard who dies from injuries received or is killed while in active service, including participation in armory assemblies or in aerial flights incidental to training. Dependent children become ineligible to collect benefits under this program when they reach 18 years of age. Minor children, if there is no widow or widower, are entitled to compensation, \$75, with \$50 for each child in excess of two, with a maximum of \$200 to be paid to their guardian. Act 225 of 1980 provided an increase in the monthly pension to a maximum of \$300 per month, for no more than five 10-year periods. A five-year renewal is available if dependency is evident.

NATIONAL GUARD PENSION
(SAP Fund 10035)

4. PROGRAM PERFORMANCE

During Fiscal Year (FY) 2012-2013, there were no participants in this program. As of January 31, 2014, there are no participants.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for the National Guard Pension program falls under the purview of the DMVA Section 702 (11) and 3502 of the Military and Veterans Code, 51 Pa. C.S. § 702, 3502.

6. COST ASSUMPTIONS

Cost provides for eligible dependent children to receive up to \$75 per month, guardian up to \$200 per month and widow or widower up to \$300 per month.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$5	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Maintain this program at the FY 2013-2014 funding level of \$5,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

SUPPLEMENTAL LIFE INSURANCE PREMIUMS
(SAP Fund 10785)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.4, E32.5, E32.9, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$364	\$364	\$164
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$364</u>	<u>\$364</u>	<u>\$164</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Operating					
State funds	\$364	\$364	\$164	(\$200)	-54.95%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Operating	<u>\$364</u>	<u>\$364</u>	<u>\$164</u>	<u>(\$200)</u>	<u>-54.95%</u>
Total Funds					
State funds	\$364	\$364	\$164	(\$200)	-54.95%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$364</u>	<u>\$364</u>	<u>\$164</u>	<u>(\$200)</u>	<u>-54.95%</u>

3. PROGRAM NARRATIVE

This program provides for the reimbursements to eligible members of the difference between the cost of the maximum Servicemembers Group Life Insurance (SGLI) coverage available and taken out by the eligible member and the cost of such coverage paid for by the United States government. Members of the Pennsylvania Army or Air National Guard ordered to active federal service for a period of 30 or more consecutive days while preparing to deploy, deployed and demobilizing from deployment to areas or operations designated by the Secretary of Defense as "zones of combat" or "combat operations".

Effective October 1, 2006, Section 616 of the National Defense Act provides coverage for SGLI premiums for soldiers/airmen deployed for Operation Iraqi Freedom and Operation Enduring Freedom. This federal act has reduced the amount of reimbursement by the Commonwealth of Pennsylvania.

SUPPLEMENTAL LIFE INSURANCE PREMIUMS
(SAP Fund 10785)

4. PROGRAM PERFORMANCE

This program in Fiscal Year (FY) 2013-2014 will reimburse an estimated 2,400 Guard members' premiums during deployment.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

51 Pa.C.S. 3105(b), as amended by the Act of July 7, 2006 (P.L. 1046, No. 105), authorized the Commonwealth of Pennsylvania to pay or reimburse the cost, not otherwise paid by the federal government, of SGLI premiums for eligible soldiers and airmen of the Pennsylvania Army and Air National Guard. This program is designed to provide financial assistance to eligible members to ensure they take out and maintain the maximum SGLI coverage for which they are eligible.

6. COST ASSUMPTIONS

a. Provides insurance premium payments for an estimated 2,400 eligible National Guard members deployed overseas or for emergencies during FY 2014-2015. Premium reimbursements will depend on deployments to combat zones.

b. Effective October 1, 2006, Section 616 of the National Defense Act provides coverage for SGLI premiums for soldiers/airmen deployed for Operation Iraqi Freedom and Operation Enduring Freedom.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$146	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
OPERATING				
1. Decreases funding from \$364,000 in FY 2013-2014 to \$164,000 in FY 2014-2015:	(\$200)	\$0	\$0	(\$200)
TOTAL	<u>(\$200)</u>	<u>\$0</u>	<u>\$0</u>	<u>(\$200)</u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

FISCAL YEAR 2014-2015
LEGISLATIVE BUDGET

CIVIL AIR PATROL
(SAP Fund 10050)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.4, E32.5, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$0	\$100	\$0
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$0</u>	<u>\$100</u>	<u>\$0</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$0	\$100	\$0	(\$100)	-100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	\$0	\$100	\$0	(\$100)	-100.00%
Total Funds					
State funds	\$0	\$100	\$0	(\$100)	-100.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$0</u>	<u>\$100</u>	<u>\$0</u>	<u>(\$100)</u>	<u>-100.00%</u>

3. PROGRAM NARRATIVE

Provides operational costs to the PA Wing, Civil Air Patrol, Inc. (PAWG) in accordance with an agreement established by departmental staff. Prior to July 1, 1998, funds were appropriated to Pennsylvania Emergency Management Agency (PEMA) for these expenses.

CIVIL AIR PATROL
(SAP Fund 10050)

4. PROGRAM PERFORMANCE

The principal function of the Civil Air Patrol (CAP) is to assist state and local governments in response to natural disasters and other emergencies. CAP has the ability to quickly generate and organize large numbers of highly trained and motivated volunteers with ready access to up-to-date equipment, which results in extremely cost-effective support to government agencies.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.11 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Grants to the Civil Air Patrol were made through DMVA under prior-year appropriation acts.

6. COST ASSUMPTIONS

Cost is based upon terms of the agreement between CAP and DMVA.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANT & SUBSIDIES				
1. The 2014-2015 Governor's Executive Budget is recommending elimination of this funding:	(\$100)	\$0	\$0	(\$100)
TOTAL	<u><u>(\$100)</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>(\$100)</u></u>

**DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET**

**DISABLED AMERICAN VETERANS TRANSPORTATION
(SAP Fund 10660)**

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.4, E32.5, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$336	\$336	\$336
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$336</u>	<u>\$336</u>	<u>\$336</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$336	\$336	\$336	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u>\$336</u>	<u>\$336</u>	<u>\$336</u>	<u>\$0</u>	<u>0.00%</u>
Total Funds					
State funds	\$336	\$336	\$336	\$0	0.00%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$336</u>	<u>\$336</u>	<u>\$336</u>	<u>\$0</u>	<u>0.00%</u>

3. PROGRAM NARRATIVE

This program was established by the legislature to provide transportation needs to veterans living in the commonwealth who have no other means of transportation to medical facilities.

4. PROGRAM PERFORMANCE

This program provides funding for the Pennsylvania Disabled American Veterans Volunteer Transportation Network, which includes the replacement of vans used to transport veterans who have no other means of transportation to Veterans Affairs (VA) medical facilities.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the Fiscal Year (FY) 2014-2015 Agency Budget Submission.

DISABLED AMERICAN VETERANS TRANSPORTATION
(SAP Fund 10660)

5. LEGISLATIVE CITATIONS

Grants to the Disabled American Veterans Transportation program were made through DMVA under prior-year appropriation acts.

6. COST ASSUMPTIONS

The department is authorized to pay quarterly payments to the Disabled American Veterans.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$0	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
Grants and Subsidies				
1. Maintain this program at the FY 2013-2014 funding level of \$336,000:	\$0	\$0	\$0	\$0
TOTAL	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS

FISCAL YEAR 2014-2015
GOVERNOR'S EXECUTIVE BUDGET

VETERANS OUTREACH SERVICES
(SAP Fund 10936)

(\$ Amounts in Thousands)

Pages of the Governor's Executive Budget
E32.4, E32.5, E32.9, E32.10

1. SUMMARY FINANCIAL DATA

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>
State Funds	\$1,632	\$2,682	\$2,332
Federal Funds	\$0	\$0	\$0
Other Funds	\$0	\$0	\$0
Total Funds	<u>\$1,632</u>	<u>\$2,682</u>	<u>\$2,332</u>

2. DETAIL OF SUMMARY BY MAJOR OBJECT

	<u>2012-2013 Actual</u>	<u>2013-2014 Available</u>	<u>2014-2015 Budgeted</u>	<u>Change Budget vs. Available</u>	<u>Percent Change</u>
Grants and Subsidies					
State funds	\$1,632	\$2,682	\$2,332	(\$350)	-13.05%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Grants and Subsidies	<u>\$1,632</u>	<u>\$2,682</u>	<u>\$2,332</u>	<u>(\$350)</u>	<u>-13.05%</u>
Total Funds					
State funds	\$1,632	\$2,682	\$2,332	(\$350)	-13.05%
Federal funds	\$0	\$0	\$0	\$0	0.00%
Other funds	\$0	\$0	\$0	\$0	0.00%
Total Funds	<u>\$1,632</u>	<u>\$2,682</u>	<u>\$2,332</u>	<u>(\$350)</u>	<u>-13.05%</u>

3. PROGRAM NARRATIVE

Grants shall be awarded to designated veterans' service organizations in Pennsylvania to support veterans' service officer programs. Grants are solely for wages, benefits, other compensation and related personnel costs, training provided by accredited veterans' service advocacy staff and select equipment to be used by accredited veterans' service officer staff.

VETERANS OUTREACH SERVICES
(SAP Fund 10936)

4. PROGRAM PERFORMANCE

In Fiscal Year (FY) 2012-2013, five grants were awarded to veterans' organizations totaling \$1,632,000. In FY 2013-2014, seven grants were awarded to veterans' organizations totaling \$2,332,000. Additional funds in the amount of \$350,000 were legislatively enacted. \$250,000 shall be used for programs providing treatment for post-traumatic stress disorder for veterans and \$100,000 shall be allocated to an association of veterans that promotes civic duty in a county of the second class A.

For additional information on the Department of Military and Veterans Affairs (DMVA) programs, refer to the Governor's Executive 2014-2015 Budget, pp. E32.1 thru E32.12 and the FY 2014-2015 Agency Budget Submission.

5. LEGISLATIVE CITATIONS

Administering for Veterans Outreach Services falls under the purview of the DMVA, 51 Pa.C.S. 9304; Act 66 of December 12, 2007 (P.L. 433, No. 66).

6. COST ASSUMPTIONS

- a. Four major veterans' service organizations (American Legion, Veterans of Foreign Wars, American Veterans and Disabled American Veterans) in Pennsylvania are designated by Act 66 as eligible to receive the grants.
- b. Other Pennsylvania veterans' service organizations that are members and actively participate in the State Veterans' Commission are also eligible to receive grants under this program.

7. OTHER INFORMATION

	<u>2011-2012</u>	<u>2012-2013</u>	<u>2013-2014</u>
Lapses	\$17	\$0	\$0
Budgetary Reserve	\$0	\$0	\$0

8. EXPLANATION OF CHANGES

	<u>State \$</u>	<u>Federal \$</u>	<u>Other \$</u>	<u>Total \$</u>
GRANTS & SUBSIDIES				
1. Decrease funding from \$2,682,000 in FY 2013-2014 to \$2,332,000 in FY 2014-2015:	(\$350)	\$0	\$0	(\$350)
TOTAL	(\$350)	\$0	\$0	(\$350)

DEPARTMENT OF MILITARY AND VETERANS AFFAIRS
2012-2013 OBLIGATIONS ROLLED FORWARD TO 2013-2014

<u>FUNDING SOURCE</u>	<u>APPROPRIATION</u>	<u>DOLLAR AMOUNT</u>
	No obligations rolled forward	

2013-2014 SUPPLEMENTAL APPROPRIATIONS

<u>FUNDING SOURCE</u>	<u>APPROPRIATION</u>	<u>DOLLAR AMOUNT</u>
001- General Fund	Paralyzed Veterans Pension	\$843,000.00

RESTRICTED RECEIPT ACCOUNTS

The following restricted revenue accounts were established in the General Fund:

Distance Learning Network 6015700000

The symbol will be used to account for the disbursement of funds provided by the Distance Learning Program.

Federal Seized/Forfeited Property 6015800000

This symbol will be used to account for the receipt and expenditure of federal funds awarded to the Pennsylvania Counterdrug Joint Task Force as part of the Federal Equitable Sharing Agreement administered by the U.S. Department of Justice. Agencies participating in federal drug investigations, interdictions and prosecutions are proportionally awarded the assets seized or forfeited in federal court upon conviction. Expenditure of these funds must be made in accordance with the statutes and guidelines set forth in the U.S. Department of Justice's *Guide to Equitable Sharing for State and Local Law Enforcement*.

Military Family Relief Assistance Fund 6021600000

The symbol will be used to account for the receipt and disbursement of funds provided by the Department of Military and Veterans Affairs. These funds provide for short-term financial relief to Families in need due to the deployment of a Family member.

State Military Justice Fund 6035600000

The symbol will be used to deposit all fines, penalties, fees and other monies paid to the commonwealth as imposed by a military court and/or collected through the sentence of courts-martials. Disbursements from this account will be used to pay expenses incurred in the administration of military justice.

**Pennsylvania Department of Military and Veterans Affairs
Budget and Complement Fact Sheet**

State Budget Authorization - SFY 13-14	
State General Fund	\$122,720,000
Augmentations	\$29,220,000
Special Funds	\$1,570,000
Total	\$153,510,000

Annual Federal Funding for FY 2013	
Army National Guard*	\$435,056,456
Air National Guard*	\$148,752,600
PNG Federal Funds (Approp in State Budget)	\$30,500,000
Veteran Federal Funds (Approp in State Budget)	\$67,665,000
Total	\$681,974,056

***Includes funds for MCA Approp in State Budget \$77,685,000**

TOTAL STATE AND FEDERAL SUPPORT FOR THE PA DMVA	\$835,484,056
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