

FY06: Purchasing Results

- ◆ Zero based budgeting
- ◆ Cross agency silos
- ◆ Long range perspective
- ◆ Strengthen accountability for results



How?

- ◆ Define Results
- ◆ Buyers Create RFR's
- ◆ Sellers Create Offers
- ◆ Buyers Negotiate with Sellers
- ◆ Buyers Choose and Rank Offers
- ◆ Resources Determine Offers Purchased

**\$24
Billion**

(GF-S & Health Services)

Funded Priorities

**\$2.4
Billion**

(GF-S & Health Services)

Unfunded Priorities

Purchased: \$24 Billion (GF-S & Health Services Account)

\$10.2b	K-12 education for 1,000,000 students
\$2.7b	Higher education for 215,000 students
\$3.7b	Health care for 979,000 children & needy people
\$3.8b	Protecting vulnerable children, adults & families
\$1.4b	Public Safety, including Prison for 15,500
\$125m	Economic development
\$310m	Natural resources and parks
\$133m	Legislature
\$82m	Judicial
\$389m	Government Operations
\$1.3b	Debt service on capital projects
\$55m	Pension contributions
\$344m	Reserves (GF-S=\$214m, Health Services=\$73m, ERF=\$57m)

Reductions: \$2.4 Billion (GF-S & Health Services Account)

\$189m	Lower costs in higher education
\$221m	Future class size reduction
\$112m	K-12 programs beyond basic education
\$112m	Revised sentences for 1,200 non-violent and drug offenders
\$197m	Lower-priority programs for vulnerable children and adults
\$389m	Future expansion of Basic Health Plan
\$277m	Health coverage for 59,000 adults now on Basic Health Plan
\$774m	Pay increases/benefits for state-funded employees, pension savings
\$112m	Consolidation and staff reductions of 2,500 FTE