

**Form Number 500**

**Agency Adjustment Summary**

State of Nebraska - Administrative Services - Budget Division

	PAGE NUMBER	4
	CODE & DESCRIPTION	
AGENCY	031	
	Military Department - Nebraska Emergency	
	Management Agency	

EXPENDITURE ACCOUNT	ADJUSTMENTS
	2008-2009
Permanent F.T.E. Positions	
511100 Permanent Salaries - Wages	
511200 Temporary Salaries - Wages	
511600 Per Diem Payments	
511900 Supplemental (One-time payments)	
All Other Salaries	
<b>Sub-Total Salaries</b>	
515100 Retirement Plans Expense	
515200 OASDI Expense	
515400 Life and Accident Insurance Expense	
515500 Health Insurance Expense	
All Other Personal Services	
<b>Sub-Total Benefits</b>	
510000 Personal Services	
520000 Operating Expenses	
570000 Travel Expenses	
580000 Capital Outlay	
590000 Government Aid	5,000,000
<b>Total Expense</b>	<b>5,000,000</b>
Means of Financing	
General Fund	5,000,000
Cash Fund	
Federal Fund	
Revolving Fund	
<b>Total Funding</b>	<b>5,000,000</b>
Personal Services Limitation (PSL)	

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.

# Program Adjustment Narrative

	CODE	DESCRIPTION
AGENCY	31	Military Department
PROGRAM	192	Governor's Emergency Fund
REQUEST		

State of Nebraska – Administrative Services – Budget Division

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

A) Description of Request:

The Nebraska Emergency Management Agency (NEMA), under program 192, is requesting a deficit appropriation for the Governor's Emergency Fund to meet the state's monetary match obligations for state disaster costs. These costs are a result of the state being impacted by emergencies and disasters that currently exceeds the current biennium appropriation to program 192.

The Nebraska Emergency Management Act, R.R.S. 81-829.40, gives the authority to the Governor to declare a state of emergency within the state to assist with the state and local response costs to an emergency or disaster. 81-829.42 establishes the Governor's Emergency Fund to be expended at the direction of the Governor to meet the costs of any disaster or emergency. At such time the established state and Federal thresholds are met for disaster assistance and the Governor has declared a state of emergency, funds are then made available to state and local government to meet approved eligible disaster costs. While the normal appropriations to the Governor's Emergency Fund have been adequate to meet the normal disaster costs, this past biennium has been the most active disaster period for the state within recent memory.

B) Rationale for Request:

The Governor's Emergency Fund is used to pay for the costs associated with state and Federal match requirements when disasters or emergencies are declared by the Governor. These costs are associated with the Public Assistance Program for state and local government and the Individual Assistance Program/Other Needs Program that operates under authorities found in the Stafford Act and the 44 CFR. Typically, when a state disaster or emergency declarations is enacted by the Governor, after a deductible threshold is made by local government, costs are shared on a 50/50% basis with the affected jurisdiction. If disaster costs, thresholds exceed the local and state government capabilities and meet Federal thresholds under the Stafford Act, then disasters costs are shared between local, state and the Federal government on the basis of 12 ½ /12 ½ /75% cost share for public assistance and 25/75% for individual assistance.

When the Governor issues an emergency declaration and requests assistance from the Federal government or agrees to assist a local unit of government, a cost share agreement is signed with the Federal Emergency Management Agency (FEMA) stating the state is responsible for meeting their portion of the match requirements. The normal biennium appropriation for Program 192 is used to meet the cost share match requirements for state government with local jurisdictions picking up their portion. This guidance is adhered too except in the case of public power districts who meet the entire 25% cost share on their own.

# Program Adjustment Narrative

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AGENCY	31	Military Department
PROGRAM	192	Governor's Emergency Fund
REQUEST		

State of Nebraska – Administrative Services – Budget Division

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

Since 2006, Nebraska and its communities have experienced the most active and costly disasters the state has ever seen. A listing of the disaster shows the following state and Federal declarations with their numeric indicators:

<i><b>Federal Disaster</b></i>	<i><b>Location</b></i>	<i><b>Current State Obligations</b></i>
FEMA-DR1674	Central Nebraska Ice Storms, Dec. 2006	\$ 130,554.66
FEMA-DR1706	Central Nebraska Storms/Flooding, June 2007	\$ 821,000.26
FEMA-DR1714	Central Nebraska Storms/Flooding, July 2007	\$ 369,628.45
FEMA-DR1721	Western Nebraska Storms/Flooding, Aug. 2007	\$ 165,145.00
FEMA-DR1739	S.E Nebraska Storms/Flooding, Jan. 2008	\$ 212,491.20
FEMA-DR1765	S.E. Nebraska Storms/Flooding, May 2008	\$ 67,381.78
FEMA-DR1770	Central Nebraska Storms/Flooding/Tornado June 2008	\$3,531,250.00
FEMA-DR1779	Eastern Nebraska Storms/Flooding July 2008	<u>\$ 421,600.75</u>
<b><u>Current Obligations:</u></b>		\$5,719,052.10
<b><u>Current Appropriation Balance:</u></b>		\$1,600,253.07
<b><u>Obligated Balance:</u></b>		<b>(\$4,118,799.03)</b>
<b><u>Nov 2008-June 2009 est. funding needs:</u></b>		<b>\$ 881,200.97</b>
<b><u>Estimated deficit request:</u></b>		<b>\$5,000,000.00</b>

Currently the cost share obligation the state has incurred through this program has exceeded the amount of appropriated funds available. This has inhibited the state's ability to support its share of the disaster response and recovery costs. This is an obligated cost the state has committed too and needs to be met to ultimately be in compliance with FEMA cost shares agreed to by the Governor.

Agency staff is currently processing project work sheets and balancing out the current Federal disasters awaiting a sufficient level of funding to cover the state share of the disaster costs. Until funds are appropriated, disasters will continue to be held open by FEMA. NEMA staff recommends a balance be kept within the fund to cover both anticipated and unanticipated costs as a reasonable reserve for potential events through the remainder of the current fiscal year.

# Program Adjustment Narrative

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PROGRAM	192	Governor's Emergency Fund
REQUEST		

State of Nebraska – Administrative Services – Budget Division

Provide the following information: A) Description of Request; B) Rationale for Request; C) Impact of Request; and, D) Statutory Change if Required.

An analysis of the past Federal Disaster Declarations in Nebraska has shown since 1999 Nebraska has received eighteen (18) declarations in the past nine (9) years; an average of two (2) declarations per calendar year. The average yearly cost for the state share of the disaster costs for this time span is \$1,222,899.00 per year. If one divides this time period into two time frames, the average cost 1999-2005 is \$814, 963.00 per year and 2006-to the present is \$2,310,425.00 per year. The majority of these disaster declarations have occurred in the time frame of May thru December of the calendar year.

C) Impact of the Request:

The client groups affected by this request are local units of government receiving assistance for repair/replacement of damaged public infrastructure and individual citizens receiving aid under the individual assistance program. If sufficient funds are not received, funds already appropriated and received by NEMA through the Federal PA/IA program would have to be refunded to FEMA. This is because the cost share match agreed to by the state has not been met.

By not funding this request, the entire state Public Assistance, Individual Assistance and Hazard Mitigation Programs are in jeopardy of losing all funding to the state. Since the state is not running a comprehensive emergency management program, this also jeopardizes the agency Emergency Management Performance Grant (EMPG) funds; which pay for 50% of the costs of running state and local EM programs. The EMPG funds \$3.2 million dollars to the state on a 50/50 cost share basis and pays for the comprehensive state and local program. This funds the majority of staff at the local as well as at the state agency level. The PA/IA programs ultimately are 75/25% cost share programs and the Hazard Mitigation Program is a 75/25% cost share program that funds future projects to lessen the effects of disasters. Hazard Mitigation dollars coming to the state are 15% post disaster. A current project that would be in jeopardy would be the Beale Slough Project to protect the power plant at the Nebraska State Correctional Complex.

D) Statutory Change If Required:

At this time there has not been a need identified by NEMA to make any statutory changes dealing with this deficit request.

**Form Number 520**

**Program Adjustment Request**

State of Nebraska - Administrative Services - Budget Division

	PAGE NUMBER	5
	CODE & DESCRIPTION	
AGENCY	031 - Military Dept - NE Emergency Management Agency	
PROGRAM	192	
REQUEST		

EXPENDITURE ACCOUNT	APPROPRIATIONS	ADJUSTMENTS
	2008-2009	2008-2009
Permanent F.T.E. Positions		
511100 Permanent Salaries - Wages	504,023	
511200 Temporary Salaries - Wages		
511600 Per Diem Payments		
511900 Supplemental (One-time payments)		
All Other Salaries		
<b>Sub-Total Salaries</b>	504,023	
515100 Retirement Plans Expense		
515200 OASDI Expense		
515400 Life and Accident Insurance Expense		
515500 Health Insurance Expense		
All Other Personal Services		
<b>Sub-Total Benefits</b>		
510000 Personal Services	504,023	
520000 Operating Expenses		
570000 Travel Expenses		
580000 Capital Outlay		
590000 Government Aid	1,941,349	5,000,000
<b>Total Expense</b>	2,445,372	5,000,000
Means of Financing		
General Fund	2,445,372	5,000,000
Cash Fund		
Federal Fund		
Revolving Fund		
<b>Total Funding</b>	2,445,372	5,000,000
Personal Services Limitation (PSL)	504,023	

Note: In the blank lines under Operating Expenses, itemize individual line items that comprise a significant portion of the Total Operating Expenses.