

Table of Contents

2016-17 Governor's Budget - Attorney General

Agency Profile – Attorney General.....	1
Expenditures Overview.....	2
Financing by Fund.....	3
Administrative Law Section.....	6
Expenditures Overview.....	7
Financing by Fund.....	8
State Services Section.....	9
Expenditures Overview.....	10
Financing by Fund.....	11
Public Services Section.....	14
Expenditures Overview.....	15
Financing by Fund.....	16
Regulatory Law Section.....	18
Expenditures Overview.....	19
Financing by Fund.....	20
Solicitor General Section.....	21
Expenditures Overview.....	22
Financing by Fund.....	23
Administrative Operations.....	24
Expenditures Overview.....	25
Financing by Fund.....	26
Federal Funds Summary.....	27
Consolidated Listing of Appropriations.....	28

<http://www.ag.state.mn.us>

AT A GLANCE

- Chief Legal Officer for the State of Minnesota
- Provides legal representation to State agencies, boards, and commissions
- Takes legal action on behalf of Minnesota citizens

PURPOSE

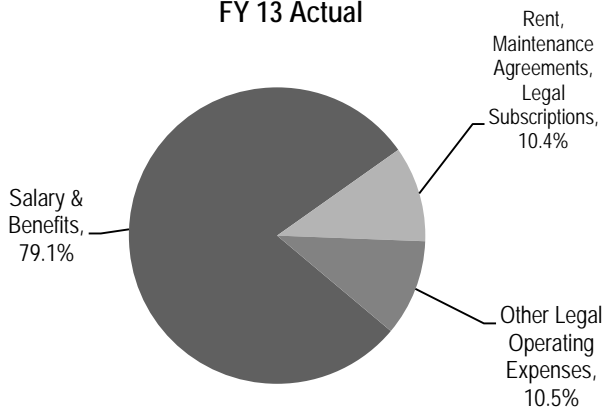
The Attorney General is the State of Minnesota’s Chief Legal Officer. The Attorney General helps to ensure that the laws the Legislature enacts are upheld. The Attorney General’s Office represents the State agencies, boards, and commissions by providing effective, efficient and high quality legal representation. The Attorney General’s Office also

protects the citizens of Minnesota by bringing lawsuits on behalf of the citizens of Minnesota. Through its legal work, including the representation of State agencies, the Attorney General’s Office helps to support the following statewide outcome(s):

- A thriving economy that encourages business growth and employment opportunities
- Minnesotans have the education and skills needed to achieve their goals
- All Minnesotans have optimal health
- Strong and stable families and communities
- People in Minnesota are safe
- A clean, healthy environment with sustainable uses of natural resources
- Efficient and accountable government services

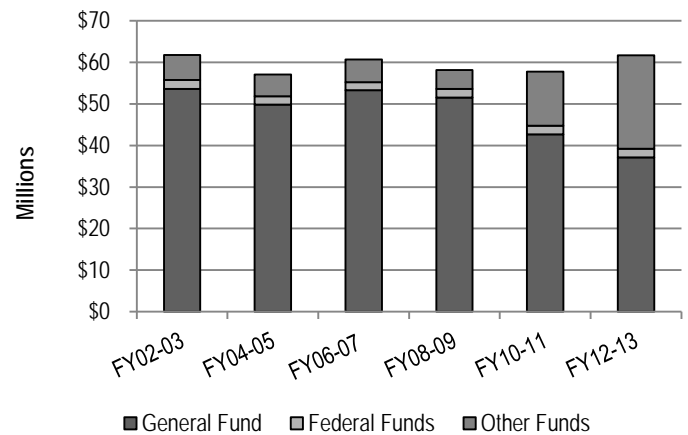
BUDGET

**Spending by Category
FY 13 Actual**



Source: SWIFT

Historical Spending



Source: Consolidated Fund Statement

STRATEGIES

- Deliver high-quality, efficient and effective legal representation to State agencies, boards and officials.
- Protect and save taxpayers’ dollars by defending claims for monetary judgments against State agencies and employees.
- Defend laws passed by the Minnesota Legislature against constitutional and other legal challenges.
- Facilitate the enforcement of laws passed by the Minnesota Legislature.
- Provide legal representation to State agencies and boards in various civil and administrative proceedings and obtain monetary payments as directed by the Minnesota Legislature.
- Provide proactive legal advice to avoid lawsuits.
- Provide Minnesota counties and law enforcement agencies with assistance in serious criminal matters.
- Ensure that the public interest is protected in delivering legal services.
- Population primarily served is the citizens of the State of Minnesota and the executive, legislative, and judicial branches of State government and State agencies, boards, and commissions.

Expenditures By Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY13	FY14	FY15	FY16	FY17	FY16	FY17
1000 - General	17,328	19,782	17,415	26,703	22,125	22,125	22,125	22,125
1201 - Health Related Boards	1,795	1,987	2,202	2,156	1,823	1,823	1,823	1,823
2000 - Restricted Misc Special Rev	110	167	247	225	226	226	226	226
2001 - Other Misc Special Rev	9,175	9,200	9,554	9,443	9,443	9,443	9,443	9,443
2800 - Environmental	0	0	0	145	145	145	145	145
2801 - Remediation Fund	22	3		250	250	250	250	250
3000 - Federal	1,005	1,088	1,115	1,385	1,375	1,375	1,375	1,375
6000 - Miscellaneous Agency	453	3,872	40,658	1,581	0	0	0	0
Total	29,888	36,100	71,191	41,888	35,386	35,386	35,386	35,386
<i>Biennial Change</i>				47,091		(42,307)		(42,307)
<i>Biennial % Change</i>				71		(37)		(37)
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Program

Program: Attorney General	29,888	36,100	71,191	41,888	35,386	35,386	35,386	35,386
Total	29,888	36,100	71,191	41,888	35,386	35,386	35,386	35,386

Expenditures by Category

Compensation	25,321	25,798	26,798	34,387	29,468	29,468	29,468	29,468
Operating Expenses	4,535	9,417	44,346	7,458	5,879	5,879	5,879	5,879
Other Financial Transactions	33	874	43	40	40	40	40	40
Grants, Aids and Subsidies	0							
Capital Outlay-Real Property		10	5	3				
Total	29,888	36,100	71,191	41,888	35,386	35,386	35,386	35,386
Total Agency Expenditures	29,888	36,100	71,191	41,888	35,386	35,386	35,386	35,386
Internal Billing Expenditures	151	163	166	194	194	194	194	194
Expenditures Less Internal Billing	29,738	35,936	71,026	41,694	35,192	35,192	35,192	35,192

<i>Full-Time Equivalents</i>	287.3	293.2	300.5	326.0	326.0	326.0	326.0	326.0
-------------------------------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------	--------------

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	3	3,704		4,645				
Direct Appropriation	21,094	21,071	22,125	22,125	22,125	22,125	22,125	22,125
Net Transfers	(65)	(68)	(65)	(65)	0	0	0	0
Cancellations		4,925						
Expenditures	17,328	19,782	17,415	26,703	22,125	22,125	22,125	22,125
Balance Forward Out	3,704		4,645					
<i>Biennial Change in Expenditures</i>				7,008		132		132
<i>Biennial % Change in Expenditures</i>				19		0		0
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	261.4	265.1	268.0	286.4	286.4	286.4	286.4	286.4

1201 - Health Related Boards

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		941		334				
Direct Appropriation	1,884	1,884	1,822	1,822	1,822	1,822	1,822	1,822
Receipts	682	511	714	714	569	562	569	562
Cancellations		1,349						
Expenditures	1,795	1,987	2,202	2,156	1,823	1,823	1,823	1,823
Balance Forward Out	770		334					
<i>Biennial Change in Expenditures</i>				575		(712)		(712)
<i>Biennial % Change in Expenditures</i>				15		(16)		(16)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	16.9	17.4	20.4	24.5	24.5	24.5	24.5	24.5

2000 - Restricted Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	2,874	2,943	2,969	2,920	2,970	2,970	2,970	2,970
Receipts	178	193	198	226	226	226	226	226
Internal Billing Receipts	151	163	166	194	194	194	194	194
Net Transfers	2	0	1	50				
Expenditures	110	167	247	225	226	226	226	226
Balance Forward Out	2,943	2,969	2,920	2,970	2,970	2,970	2,970	2,970

(Dollars in Thousands)

2000 - Restricted Misc Special Rev

<i>Biennial Change in Expenditures</i>				195		(21)		(21)
<i>Biennial % Change in Expenditures</i>				70		(4)		(4)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	1.0	1.7	2.7	4.0	4.0	4.0	4.0	4.0

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Receipts	6,711	6,736	6,971	6,731	6,731	6,731	6,731	6,731
Net Transfers	2,464	2,464	2,583	2,712	2,712	2,712	2,712	2,712
Expenditures	9,175	9,200	9,554	9,443	9,443	9,443	9,443	9,443
<i>Biennial Change in Expenditures</i>				623		(111)		(111)
<i>Biennial % Change in Expenditures</i>				3		(1)		(1)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

2800 - Environmental

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		145		145				
Direct Appropriation	145	145	145	145	145	145	145	145
Cancellations		290		145				
Expenditures	0	0	0	145	145	145	145	145
Balance Forward Out	145		145					
<i>Biennial Change in Expenditures</i>				145		145		145
<i>Biennial % Change in Expenditures</i>						100		100
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

2801 - Remediation Fund

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		228		250				
Direct Appropriation	250	250	250	250	250	250	250	250
Cancellations		475		250				
Expenditures	22	3		250	250	250	250	250

(Dollars in Thousands)

2801 - Remediation Fund

Balance Forward Out	228	250		
<i>Biennial Change in Expenditures</i>			225	250
<i>Biennial % Change in Expenditures</i>			885	100
<i>Gov's Exp Change from Base</i>				0
<i>Gov's Exp % Change from Base</i>				0
FTEs	0.1			

3000 - Federal

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Receipts	1,005	1,088	1,115	1,386	1,375	1,375	1,375	1,375
Expenditures	1,005	1,088	1,115	1,385	1,375	1,375	1,375	1,375
<i>Biennial Change in Expenditures</i>				407		250		250
<i>Biennial % Change in Expenditures</i>				19		10		10
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	7.9	8.9	9.3	11.1	11.1	11.1	11.1	11.1

6000 - Miscellaneous Agency

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	627	46,309	47,564	7,034	7,361	7,361	7,361	7,361
Receipts	46,252	7,217	308	1,910	0	0	0	0
Net Transfers	(118)	(2,089)	(181)					
Expenditures	453	3,872	40,658	1,581	0	0	0	0
Balance Forward Out	46,309	47,564	7,034	7,361	7,361	7,361	7,361	7,361
<i>Biennial Change in Expenditures</i>				37,914		(42,239)		(42,239)
<i>Biennial % Change in Expenditures</i>				877		(100)		(100)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

Program: Attorney General

Activity: Administrative Law Section

<http://www.ag.state.mn.us>

AT A GLANCE

In 2014, the section:

- Protected and saved taxpayer dollars by defending claims against State agencies, boards and employees.
- Upheld and implemented the laws passed by the Minnesota Legislature.
- Represented State agencies and boards in actions to enforce Minnesota laws and regulations.

PURPOSE & CONTEXT

The Administrative Law Section provides high quality, efficient and effective legal representation to various Minnesota State agencies and boards, such as Minnesota Management and Budget, Minnesota Departments of Corrections, Commerce, Health, Agriculture and Transportation.

The section provides legal representation to State agencies and boards in disciplinary and enforcement proceedings.

The section also provides legal advice to State agencies and boards in transactional matters, including real estate transactions, contracts and financial transactions. The population primarily served includes State agencies and boards and Minnesota citizens.

SERVICES PROVIDED

The Administrative Law section provides the following services:

- Provides legal counsel to state agencies and boards.
- Represents State agencies and boards in enforcement and disciplinary proceedings.
- Provides proactive legal advice to avoid lawsuits.
- Saves taxpayer dollars by defending against legal claims for money judgments against the State and by recovering funds for the State.
- Delivers legal advice and representation in transactional, contract and financial matters.

RESULTS

- Taxpayer dollars are protected due to defense of legal claims for monetary judgments made against the State and by recovering funds for the State.
- Citizens' rights are protected by ensuring Minnesota's laws and the Minnesota Constitution are enforced and upheld.
- The public's interest is advanced in litigation and legal representation.
- High quality, effective and efficient legal representation delivered to state agencies and boards.
- Legal work helps facilitate the implementation and enforcement of laws passed by the Minnesota Legislature.

Expenditures By Fund

	Actual		Actual FY14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY13			FY16	FY17	FY16	FY17
1000 - General	3,369	3,654	3,563	5,776	2,988	2,988	2,988	2,988
2001 - Other Misc Special Rev	2,797	2,933	2,827	2,908	2,908	2,908	2,908	2,908
Total	6,167	6,587	6,391	8,684	5,896	5,896	5,896	5,896
<i>Biennial Change</i>				2,320		(3,282)		(3,282)
<i>Biennial % Change</i>				18		(22)		(22)
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	6,105	6,238	6,281	8,148	5,360	5,360	5,360	5,360
Operating Expenses	55	219	100	526	526	526	526	526
Other Financial Transactions	7	128	8	10	10	10	10	10
Capital Outlay-Real Property		1	1	0				
Total	6,167	6,587	6,391	8,684	5,896	5,896	5,896	5,896

Full-Time Equivalents

	57.8	59.4	59.5	63.6	49.8	49.8	49.8	49.8
--	-------------	-------------	-------------	-------------	-------------	-------------	-------------	-------------

Budget Activity: Administrative Law

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		537		418				
Direct Appropriation	3,006	3,006	3,156	3,156	3,156	3,156	3,156	3,156
Net Transfers	900	948	825	2,202	(168)	(168)	(168)	(168)
Cancellations		837						
Expenditures	3,369	3,654	3,563	5,776	2,988	2,988	2,988	2,988
Balance Forward Out	537		418					
<i>Biennial Change in Expenditures</i>				2,316		(3,363)		(3,363)
<i>Biennial % Change in Expenditures</i>				33		(36)		(36)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	57.8	59.4	59.5	63.6	49.8	49.8	49.8	49.8

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Receipts	6,711	6,736	6,971	6,731	6,731	6,731	6,731	6,731
Net Transfers	(3,913)	(3,803)	(4,144)	(3,823)	(3,823)	(3,823)	(3,823)	(3,823)
Expenditures	2,797	2,933	2,827	2,908	2,908	2,908	2,908	2,908
<i>Biennial Change in Expenditures</i>				5		81		81
<i>Biennial % Change in Expenditures</i>				0		1		1
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

Program: Attorney General
Activity: State Services Section

<http://www.ag.state.mn.us>

AT A GLANCE

In 2014, the section:

- Protected and saved taxpayer dollars by defending claims for monetary judgments against State agencies, boards and employees.
- Upheld and implemented the laws passed by the Minnesota Legislature.
- Represented residential and small business utility ratepayers before the Public Utilities Commission in rate cases and other significant matters.

PURPOSE & CONTEXT

The State Services Section provides effective, efficient and high-quality legal representation to the Minnesota Pollution Control Agency, Minnesota health licensing boards and the Environmental Quality Board (EQB). As part of the representation, the section commences disciplinary and enforcement proceedings to make sure that laws passed by the Minnesota Legislature are upheld and enforced.

The section also ensures that businesses operating in Minnesota comply with state and federal antitrust laws by investigating and taking enforcement actions against entities

violating state and federal antitrust laws. The section also provides legal counsel to state agencies regarding antitrust matters.

The section represents residential and small business utility ratepayers before the Minnesota Public Utilities Commission and the courts pursuant to state law. The population primarily served includes State agencies and boards, including the health licensing boards, EQB and the Minnesota Pollution Control Agency, and Minnesota citizens.

SERVICES PROVIDED

The State Services section provides the following services:

- Provides legal counsel to state agencies and boards including the Minnesota Pollution Control Agency, Environmental Quality Board and Minnesota's health licensing boards.
- Represents residential and small business utility ratepayers before the Minnesota Public Utilities Commission.
- Conducts investigations and pursues actions to ensure businesses comply with the state and federal antitrust laws.
- Delivers proactive legal advice to avoid lawsuits.
- Ensures that the public interest is protected in delivering legal services.

RESULTS

- Legal work helps facilitate the implementation and enforcement of laws passed by the Minnesota Legislature.
- High quality, effective and efficient legal representation delivered to state agencies and boards.
- Taxpayer dollars are protected due to defense of legal claims for monetary judgments made against the State and by recovering funds for the State.
- Public interest is advanced in civil litigation.
- Citizen's rights are protected by making sure laws are enforced and upheld.
- Health care professionals are disciplined to help ensure Minnesota citizens obtain safe and reliable health care.
- Minnesota residential and small business utility ratepayers' interests are provided representation before the Minnesota Public Utilities Commission.

Expenditures By Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY13	FY14	FY15	FY16	FY17	FY16	FY17
1000 - General	2,978	3,128	2,513	4,597	2,550	2,550	2,550	2,550
1201 - Health Related Boards	1,774	1,966	2,181	2,135	1,802	1,802	1,802	1,802
2001 - Other Misc Special Rev	2,377	2,342	2,495	2,229	2,229	2,229	2,229	2,229
2800 - Environmental	0	0	0	145	145	145	145	145
2801 - Remediation Fund	22	3		250	250	250	250	250
6000 - Miscellaneous Agency	453	3,872	40,658	1,581	0	0	0	0
Total	7,604	11,311	47,846	10,936	6,976	6,976	6,976	6,976
<i>Biennial Change</i>				39,868		(44,832)		(44,832)
<i>Biennial % Change</i>				211		(76)		(76)
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	6,555	6,631	6,768	8,531	6,154	6,154	6,154	6,154
Operating Expenses	1,034	4,549	41,069	2,387	807	807	807	807
Other Financial Transactions	15	128	8	15	15	15	15	15
Capital Outlay-Real Property		3	2	3				
Total	7,604	11,311	47,846	10,936	6,976	6,976	6,976	6,976
Total Agency Expenditures	7,604	11,311	47,846	10,936	6,976	6,976	6,976	6,976
Internal Billing Expenditures	0	0	0	0	0	0	0	0
Expenditures Less Internal Billing	7,604	11,311	47,846	10,936	6,976	6,976	6,976	6,976
<u>Full-Time Equivalents</u>	89.0	92.8	89.9	93.3	67.1	67.1	67.1	67.1

Budget Activity: State Services

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	3	745		1,422				
Direct Appropriation	5,086	5,086	5,340	5,340	5,340	5,340	5,340	5,340
Net Transfers	(1,367)	(1,374)	(1,405)	(2,165)	(2,790)	(2,790)	(2,790)	(2,790)
Cancellations		1,329						
Expenditures	2,978	3,128	2,513	4,597	2,550	2,550	2,550	2,550
Balance Forward Out	744		1,422					
<i>Biennial Change in Expenditures</i>				1,005		(2,010)		(2,010)
<i>Biennial % Change in Expenditures</i>				16		(28)		(28)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	72.0	75.3	69.5	68.8	42.6	42.6	42.6	42.6

1201 - Health Related Boards

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		941		334				
Direct Appropriation	1,863	1,863	1,801	1,801	1,801	1,801	1,801	1,801
Receipts	682	511	714	714	569	562	569	562
Cancellations		1,349						
Expenditures	1,774	1,966	2,181	2,135	1,802	1,802	1,802	1,802
Balance Forward Out	770		334					
<i>Biennial Change in Expenditures</i>				575		(712)		(712)
<i>Biennial % Change in Expenditures</i>				15		(17)		(17)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	16.9	17.4	20.4	24.5	24.5	24.5	24.5	24.5

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Net Transfers	2,377	2,342	2,495	2,229	2,229	2,229	2,229	2,229
Expenditures	2,377	2,342	2,495	2,229	2,229	2,229	2,229	2,229
<i>Biennial Change in Expenditures</i>				5		(266)		(266)
<i>Biennial % Change in Expenditures</i>				0		(6)		(6)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

2001 - Other Misc Special Rev

2800 - Environmental

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		145		145				
Direct Appropriation	145	145	145	145	145	145	145	145
Cancellations		290		145				
Expenditures	0	0	0	145	145	145	145	145
Balance Forward Out	145		145					
<i>Biennial Change in Expenditures</i>				145		145		145
<i>Biennial % Change in Expenditures</i>						100		100
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

2801 - Remediation Fund

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		228		250				
Direct Appropriation	250	250	250	250	250	250	250	250
Cancellations		475		250				
Expenditures	22	3		250	250	250	250	250
Balance Forward Out	228		250					
<i>Biennial Change in Expenditures</i>				225		250		250
<i>Biennial % Change in Expenditures</i>				885		100		100
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	0.1							

6000 - Miscellaneous Agency

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	627	46,309	47,564	7,034	7,361	7,361	7,361	7,361
Receipts	46,252	7,217	308	1,910	0	0	0	0
Net Transfers	(118)	(2,089)	(181)					
Expenditures	453	3,872	40,658	1,581	0	0	0	0
Balance Forward Out	46,309	47,564	7,034	7,361	7,361	7,361	7,361	7,361
<i>Biennial Change in Expenditures</i>				37,914		(42,239)		(42,239)
<i>Biennial % Change in Expenditures</i>				877		(100)		(100)

Budget Activity: State Services

Budget Activity Financing by Fund

(Dollars in Thousands)

6000 - Miscellaneous Agency

<i>Gov's Exp Change from Base</i>			0
<i>Gov's Exp % Change from Base</i>			0

Program: Attorney General
Activity: Public Services Section

<http://www.ag.state.mn.us>

AT A GLANCE

In 2014, the section:

- Provided Minnesota counties and law enforcement agencies with prosecutorial assistance in serious criminal matters.
- Prosecuted healthcare providers that fraudulently obtained State Medicaid funds.
- Represented the Department of Public Safety at implied consent hearings.

PURPOSE & CONTEXT

The Public Services Section provides effective, efficient and high quality legal representation to the Minnesota Department of Public Safety as well as other boards and commissions. The section provides assistance to county attorneys and local law enforcement agencies in prosecuting serious crimes and in the civil commitment of sex offenders. The section also investigates and prosecutes healthcare providers committing Medicaid fraud and assists county attorneys in prosecuting vulnerable adult abuse, neglect, and financial exploitation cases. The section further provides assistance to Minnesota counties for criminal appeals.

In addition, the section provides legal representation to the Commissioner of Public Safety including at implied consent hearings. The population primarily served includes Minnesota county attorneys and local law enforcement agencies, Minnesota agencies, boards and commissions and Minnesota citizens.

SERVICES PROVIDED

The Public Services Section provides the following services:

- Assists Minnesota counties and law enforcement in prosecuting serious crimes.
- Conducts grand jury proceedings to obtain first-degree murder indictments.
- Provides assistance to county attorneys in felony appeals, including murder, sexual assault, child sexual abuse, felony assault, and drug distribution cases.
- Assists county attorneys in civil commitment hearings involving dangerous sexual predators.
- Investigates and prosecutes healthcare provider fraud within the Medicaid program and recovers fraudulently obtained Medicaid funds.
- Appears in court on behalf of the Commissioner of Public Safety in implied consent cases.

RESULTS

- Legal work helps facilitate the implementation and enforcement of laws passed by the Minnesota Legislature.
- High quality, effective and efficient legal representation delivered to state agencies, boards, and commissions.
- Providers are disciplined for fraudulent use of Medicaid funds.
- Public interest is advanced by providing assistance in prosecutions and appeals.
- Citizen's rights and safety are protected by making sure laws are enforced and upheld.

Expenditures By Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY13	FY14	FY15	FY16	FY17	FY16	FY17
1000 - General	2,731	3,182	2,929	4,763	6,343	6,343	6,343	6,343
1201 - Health Related Boards	21	21	21	21	21	21	21	21
2000 - Restricted Misc Special Rev	4	3	1	0	0	0	0	0
2001 - Other Misc Special Rev	1,854	1,743	1,815	1,917	1,917	1,917	1,917	1,917
3000 - Federal	1,005	1,088	1,115	1,385	1,375	1,375	1,375	1,375
Total	5,614	6,038	5,880	8,086	9,656	9,656	9,656	9,656
<i>Biennial Change</i>				2,315		5,345		5,345
<i>Biennial % Change</i>				20		38		38
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	5,221	5,349	5,430	7,390	8,960	8,960	8,960	8,960
Operating Expenses	389	551	440	692	692	692	692	692
Other Financial Transactions	3	136	8	4	4	4	4	4
Capital Outlay-Real Property		2	1	0				
Total	5,614	6,038	5,880	8,086	9,656	9,656	9,656	9,656
Total Agency Expenditures	5,614	6,038	5,880	8,086	9,656	9,656	9,656	9,656
Internal Billing Expenditures	151	163	166	194	194	194	194	194
Expenditures Less Internal Billing	5,463	5,875	5,714	7,892	9,462	9,462	9,462	9,462
<u>Full-Time Equivalents</u>	58.6	59.4	61.4	73.2	114.2	114.2	114.2	114.2

Budget Activity: Public Services

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		419		308				
Direct Appropriation	2,966	2,966	3,114	3,114	3,114	3,114	3,114	3,114
Net Transfers	184	381	123	1,341	3,229	3,229	3,229	3,229
Cancellations		584						
Expenditures	2,731	3,182	2,929	4,763	6,343	6,343	6,343	6,343
Balance Forward Out	419		308					
<i>Biennial Change in Expenditures</i>				1,779		4,994		4,994
<i>Biennial % Change in Expenditures</i>				30		65		65
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	50.7	50.5	52.0	62.1	103.1	103.1	103.1	103.1

1201 - Health Related Boards

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Direct Appropriation	21	21	21	21	21	21	21	21
Expenditures	21	21	21	21	21	21	21	21
<i>Biennial Change in Expenditures</i>				0		0		0
<i>Biennial % Change in Expenditures</i>				0		0		0
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

2000 - Restricted Misc Special Rev

	Actual		Actual FY 14	Estimate FY 15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	2,400	2,398	2,398	2,398	2,448	2,448	2,448	2,448
Receipts		2						
Net Transfers	2	0	1	50				
Expenditures	4	3	1	0	0	0	0	0
Balance Forward Out	2,398	2,398	2,398	2,448	2,448	2,448	2,448	2,448
<i>Biennial Change in Expenditures</i>				(6)		(1)		(1)
<i>Biennial % Change in Expenditures</i>				(89)		(100)		(100)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

Budget Activity: Public Services

Budget Activity Financing by Fund

(Dollars in Thousands)

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Net Transfers	1,854	1,743	1,815	1,917	1,917	1,917	1,917	1,917
Expenditures	1,854	1,743	1,815	1,917	1,917	1,917	1,917	1,917
<i>Biennial Change in Expenditures</i>				135		102		102
<i>Biennial % Change in Expenditures</i>				4		3		3
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

3000 - Federal

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Receipts	1,005	1,088	1,115	1,386	1,375	1,375	1,375	1,375
Expenditures	1,005	1,088	1,115	1,385	1,375	1,375	1,375	1,375
<i>Biennial Change in Expenditures</i>				407		250		250
<i>Biennial % Change in Expenditures</i>				19		10		10
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	7.9	8.9	9.3	11.1	11.1	11.1	11.1	11.1

Program: Attorney General
Activity: Regulatory Law Section

<http://www.ag.state.mn.us>

AT A GLANCE

In 2014, the section:

- Protected and saved taxpayer dollars by defending claims for monetary judgments against the Department of Human Services.
- Upheld and implemented the laws passed by the Minnesota Legislature.
- Ensured Minnesota nonprofits, charities and trusts registered and complied with Minnesota law.

investigating and taking enforcement actions against entities violating state consumer protection laws. The section often works jointly with other states and the federal government in joint investigations and enforcement. Through its defense of the Minnesota Department of Human Services in litigation, the section defends the State's laws and the constitutionality of the State's actions and decisions, when challenged. The population primarily served includes the Department of Human Services, Minnesota businesses and Minnesota citizens.

PURPOSE & CONTEXT

The Regulatory Law Section of the Attorney General's Office provides high quality legal representation to one of the State's largest agencies, the Minnesota Department of Human Services. The section also regulates nonprofits, charities, and trusts that operate and fund raise in Minnesota, as well as taking enforcement action against nonprofits and other entities that commit fraud in Minnesota.

The section also ensures that businesses operating in Minnesota comply with state consumer protection laws by

SERVICES PROVIDED

The Regulatory Law section provides the following services:

- Conducts investigations and pursues enforcement actions to ensure business comply with the state consumer protection laws.
- Delivers proactive legal advice to avoid lawsuits.
- Ensures that the public interest is protected in delivering legal services.
- Provides legal counsel to the Minnesota Department of Human Services.
- Protects consumers from businesses violating state consumer protection laws.
- Oversees and regulates Minnesota nonprofit organizations, charities and trusts.

RESULTS

- Legal work helps facilitate the implementation and enforcement of laws passed by the Minnesota Legislature.
- High quality, effective and efficient legal representation delivered to state agencies.
- Taxpayer dollars are protected due to defense of legal claims for monetary judgments made against the State and by recovering funds for the State.
- Public interest is advanced in civil litigation.
- Citizen's rights are protected by making sure laws are enforced and upheld.
- Ensures nonprofits, charities and trusts register and comply with Minnesota laws.

Expenditures By Fund

	Actual		Actual FY14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY13			FY16	FY17	FY16	FY17
1000 - General	1,864	2,223	2,326	4,562	3,769	3,769	3,769	3,769
2001 - Other Misc Special Rev	1,376	1,488	1,590	1,624	1,624	1,624	1,624	1,624
Total	3,240	3,711	3,916	6,186	5,393	5,393	5,393	5,393
<i>Biennial Change</i>				3,151		684		684
<i>Biennial % Change</i>				45		7		7
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	3,088	3,205	3,731	5,976	5,183	5,183	5,183	5,183
Operating Expenses	149	375	177	207	207	207	207	207
Other Financial Transactions	4	129	8	3	3	3	3	3
Capital Outlay-Real Property		1	1	0				
Total	3,240	3,711	3,916	6,186	5,393	5,393	5,393	5,393

Full-Time Equivalents

	36.4	36.6	40.9	56.6	56.6	56.6	56.6	56.6
--	-------------	-------------	-------------	-------------	-------------	-------------	-------------	-------------

Budget Activity: Regulatory Law

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		355		312				
Direct Appropriation	1,582	1,582	1,661	1,661	1,661	1,661	1,661	1,661
Net Transfers	637	824	977	2,589	2,108	2,108	2,108	2,108
Cancellations		538						
Expenditures	1,864	2,223	2,326	4,562	3,769	3,769	3,769	3,769
Balance Forward Out	355		312					
<i>Biennial Change in Expenditures</i>				2,801		650		650
<i>Biennial % Change in Expenditures</i>				69		9		9
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	36.4	36.6	40.9	56.6	56.6	56.6	56.6	56.6

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Net Transfers	1,376	1,488	1,590	1,624	1,624	1,624	1,624	1,624
Expenditures	1,376	1,488	1,590	1,624	1,624	1,624	1,624	1,624
<i>Biennial Change in Expenditures</i>				350		34		34
<i>Biennial % Change in Expenditures</i>				12		1		1
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

Program: Attorney General

Activity: Solicitor General Section

<http://www.ag.state.mn.us>

AT A GLANCE

In 2014, the section:

- Protected and saved taxpayer dollars by defending tort, employment law claims and other significant claims for monetary judgments against State agencies, boards, and employees.
- Upheld and implemented the laws passed by the Minnesota Legislature.
- Provided legal advice and representation to the Public Utilities Commission.
- Successfully defended constitutional challenges and other legal challenges to Minnesota laws.

PURPOSE & CONTEXT

The Solicitor General Section provides efficient and high-quality legal representation to State agencies, boards and officials. The section represents the State in constitutional and other legal challenges to laws passed by the Minnesota Legislature. The section also represents the State by defending tort and employment claims as well as other important civil legal claims where the party is often seeking a large monetary payment.

The section is responsible for representing the Minnesota Public Utilities Commission and providing legal advice on matters brought before the Commission. The population primarily served includes the executive, legislative, and judicial branches of state government and the citizens of Minnesota.

SERVICES PROVIDED

The Solicitor General section provides the following services:

- Defends laws passed by the Minnesota Legislature against constitutional and other legal challenges.
- Protects taxpayer dollars by defending tort, employment, and other claims for monetary relief made against State agencies, boards, officials, and employees.
- Represents the State of Minnesota in state and federal courts at all levels.
- Delivers high-quality, efficient legal representation to State agencies, boards, and officials.

RESULTS

- High quality, effective and efficient legal representation delivered to State agencies, board, officials, and employees.
- Taxpayer dollars are protected due to defense of legal claims for monetary judgments made against the State of Minnesota.
- Public interest is advanced in litigation.
- State laws are protected for constitutional and other legal challenges allowing the laws to be enforced.
- Minnesota Public Utility Commission is provided legal counsel in matters brought before the Commission.

(Dollars in Thousands)

Expenditures By Fund

	Actual		Actual	Estimate	Forecast Base		Governor's Recommendation	
	FY12	FY13	FY14	FY15	FY16	FY17	FY16	FY17
1000 - General	1,096	1,452	1,112	2,016	1,551	1,551	1,551	1,551
2001 - Other Misc Special Rev	771	694	827	765	765	765	765	765
Total	1,867	2,146	1,939	2,781	2,316	2,316	2,316	2,316
<i>Biennial Change</i>				707		(88)		(88)
<i>Biennial % Change</i>				18		(2)		(2)
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	1,832	1,843	1,846	2,565	2,100	2,100	2,100	2,100
Operating Expenses	33	174	85	214	214	214	214	214
Other Financial Transactions	2	128	9	2	2	2	2	2
Capital Outlay-Real Property		1	1	0				
Total	1,867	2,146	1,939	2,781	2,316	2,316	2,316	2,316

Full-Time Equivalents

	18.5	18.1	18.7	22.0	22.0	22.0	22.0	22.0
--	-------------	-------------	-------------	-------------	-------------	-------------	-------------	-------------

Budget Activity: Solicitor General

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		379		492				
Direct Appropriation	2,556	2,556	2,684	2,684	2,684	2,684	2,684	2,684
Net Transfers	(1,081)	(1,072)	(1,080)	(1,160)	(1,133)	(1,133)	(1,133)	(1,133)
Cancellations		410						
Expenditures	1,096	1,452	1,112	2,016	1,551	1,551	1,551	1,551
Balance Forward Out	379		492					
<i>Biennial Change in Expenditures</i>				579		(26)		(26)
<i>Biennial % Change in Expenditures</i>				23		(1)		(1)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	18.5	18.1	18.7	22.0	22.0	22.0	22.0	22.0

2001 - Other Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Net Transfers	771	694	827	765	765	765	765	765
Expenditures	771	694	827	765	765	765	765	765
<i>Biennial Change in Expenditures</i>				128		(62)		(62)
<i>Biennial % Change in Expenditures</i>				9		(4)		(4)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0

Program: Attorney General
Activity: Administrative Operations

www.ag.state.mn.us

AT A GLANCE

- Provide a wide range of administrative, human resources and accounting services to the Attorney General's Office.
- Purchase goods and services pursuant to State guidelines and requirements.
- Protect and save taxpayer dollars by ensuring an efficient use of resources and staff.
- Primary customers are the Attorney General's Office and the citizens of the State.

PURPOSE & CONTEXT

- Interact with other State agencies and boards on personnel, administrative and accounting issues.
- Ensure that budget and accounting practices are in accordance with State law and procedures.

SERVICES PROVIDED

- Supply human resource, administrative and accounting services.
- Protect taxpayer dollars by ensuring accounting services are accurate and in accordance with the law.
- Maintain budget and accounting systems to ensure that they are in compliance with State law and practice.
- Facilitate purchasing to ensure that it is in accordance with all applicable laws and regulations.
- Provide the Attorney General's Office with adequate support to provide high quality and efficient legal representation.
- Implement administrative policies and procedures in accordance with State law and requirements.

RESULTS

- Administrative support is provided to carry out the delivery of high quality and efficient legal services.
- Access to accurate legal resources is provided to ensure accurate and timely representation is provided.
- Personnel matters are dealt with in an accurate and timely manner and in accordance with the law.
- Fiscal matters are handled to ensure that efficient and accountable government services are provided and that the systems are in accordance with the laws of the State.

Expenditures By Fund

	Actual		Actual FY14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY13			FY16	FY17	FY16	FY17
1000 - General	5,290	6,143	4,972	4,991	4,924	4,924	4,924	4,924
2000 - Restricted Misc Special Rev	107	164	247	225	226	226	226	226
Total	5,397	6,307	5,219	5,216	5,150	5,150	5,150	5,150
<i>Biennial Change</i>				(1,270)		(135)		(135)
<i>Biennial % Change</i>				(11)		(1)		(1)
<i>Governor's Change from Base</i>								0
<i>Governor's % Change from Base</i>								0

Expenditures by Category

Compensation	2,520	2,533	2,742	1,778	1,712	1,712	1,712	1,712
Operating Expenses	2,875	3,550	2,476	3,432	3,433	3,433	3,433	3,433
Other Financial Transactions	2	224	0	6	6	6	6	6
Grants, Aids and Subsidies	0							
Total	5,397	6,307	5,219	5,216	5,150	5,150	5,150	5,150

Full-Time Equivalents

	26.9	27.0	30.1	17.3	16.3	16.3	16.3	16.3
--	-------------	-------------	-------------	-------------	-------------	-------------	-------------	-------------

Budget Activity: Administrative Operations

Budget Activity Financing by Fund

(Dollars in Thousands)

1000 - General

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In		1,270		1,693				
Direct Appropriation	5,898	5,875	6,170	6,170	6,170	6,170	6,170	6,170
Net Transfers	663	225	495	(2,872)	(1,246)	(1,246)	(1,246)	(1,246)
Cancellations		1,227						
Expenditures	5,290	6,143	4,972	4,991	4,924	4,924	4,924	4,924
Balance Forward Out	1,270		1,693					
<i>Biennial Change in Expenditures</i>				(1,471)		(115)		(115)
<i>Biennial % Change in Expenditures</i>				(13)		(1)		(1)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	26.0	25.3	27.4	13.3	12.3	12.3	12.3	12.3

2000 - Restricted Misc Special Rev

	Actual		Actual FY 14	Estimate FY15	Forecast Base		Governor's Recommendation	
	FY12	FY 13			FY16	FY17	FY16	FY17
Balance Forward In	474	545	571	522	522	522	522	522
Receipts	178	190	198	226	226	226	226	226
Internal Billing Receipts	151	163	166	194	194	194	194	194
Expenditures	107	164	247	225	226	226	226	226
Balance Forward Out	545	571	522	522	522	522	522	522
<i>Biennial Change in Expenditures</i>				201		(20)		(20)
<i>Biennial % Change in Expenditures</i>				74		(4)		(4)
<i>Gov's Exp Change from Base</i>								0
<i>Gov's Exp % Change from Base</i>								0
FTEs	1.0	1.7	2.7	4.0	4.0	4.0	4.0	4.0

FY16-17 Federal Funds Summary

(Dollars in Thousands)

Federal Agency and CFDA #	Federal Award Name and Brief Purpose	New Grant	2014 Actuals	2015 Budget	2016 Base	2017 Base	State Match or MOE Required?	FTEs
93.775	Budget Activity Total	No	1,115	1,386	1,375	1,375	Yes	16.0
	Program Total	No	1,115	1,386	1,375	1,375	Yes	16.0
	Federal Fund – Agency Total	No	1,115	1,386	1,375	1,375	Yes	16.0

Narrative

The AGO uses federal grant money for 75% of the funding of its Medicaid Fraud Control Unit (MFCU). The MFCU investigates and criminally prosecutes health care providers committing fraud against the Medicaid program in cases referred by the Minnesota Department of Human Services or other agencies. The MFCU provides investigative support to and jointly prosecutes providers with the U.S. Attorney's Office for the District of Minnesota. The Maintenance of Effort level for the MFCU is a 25% funding match by the State of Minnesota. The Minnesota legislature appropriates this match bi-annually as part of the state budget process

**Consolidated Listing of Appropriations
(\$ in thousands)**

	<u>Agency Request</u>			<u>Senate Budget Division</u>	<u>House Finance Division</u>
	<u>FY 2016</u>	<u>FY 2017</u>	<u>FY 2016-17</u>		
<u>Submitted as Part of the Attorney General's Budget Request:</u>					
General	\$22,125	\$22,125	\$44,250		
State Government Special Revenue	2,652	2,647	5,299		
Restricted Miscellaneous Special Revenue	224	224	448		
Miscellaneous Special Revenue	6,731	6,731	13,462		
Environmental	145	145	290		
Remediation Fund	250	250	500		
Federal	1,375	1,375	2,750		
Total Agency Request	<u>\$33,502</u>	<u>\$33,497</u>	<u>\$66,999</u>	State Government Division	State Government Division
<hr/>					
<u>Other Funding: Partner Agreements:</u>					
Direct Appropriations:					
General					
--Department of Human Services	2,712	2,712	5,424	Health, Human Services & Corrections Division	Health & Human Services Division
Total Partner Agreement Funding	<u>\$2,712</u>	<u>\$2,712</u>	<u>\$5,424</u>		
TOTAL ALL	<u>\$36,214</u>	<u>\$36,209</u>	<u>\$72,423</u>		