



New York City Council

Christine C. Quinn, Speaker

Finance Division

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Hearing on the Mayor's Fiscal Year 2012 Executive Budget

Office of Emergency Management

May 18, 2011

The Committee on Finance

Hon. Domenic M. Recchia, Jr., Chair

The Committee on Public Safety

Hon. Peter F. Vallone, Jr., Chair

Andy Grossman, Deputy Director

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Overview

The Office of Emergency Management (OEM) coordinates and supports multiagency responses to, and regularly monitors, emergency conditions and other potential incidents that affect public health and safety in the City, including severe weather, natural hazards and disasters, power outages, transportation incidents, labor disruptions, aviation disasters and acts of terrorism. OEM develops and continually revises many of the City's emergency response plans, including those for coastal storms, extreme winter weather, heat emergencies, power disruptions, and debris management. OEM educates residents and businesses on the need for preparedness and supports the efforts of City and other government agencies and private and non-profit entities in emergency planning, interagency training and exercises and business continuity planning. OEM operates the City's Emergency Operations Center and makes recommendations about the City's emergency response capabilities. As the City's primary liaison with the U.S. Department of Homeland Security for consequence management, OEM oversees the City's compliance with federal preparedness and emergency response requirements.

Department of Emergency Management						
<i>Dollars in Thousands</i>						
	2009	2010	2011		2012	Difference
	Actual	Actual	Adopted	Exec. Plan	Exec. Plan	2011 - 2012*
Spending						
Personal Services	\$8,881	\$9,655	\$9,824	\$18,531	\$11,913	\$2,089
Other Than Personal Services	11,112	17,569	22,380	37,216	18,619	(3,761)
TOTAL	\$19,993	\$27,224	\$32,204	\$55,747	\$30,532	(\$1,672)
Funding						
City Funds	N/A	N/A	\$7,945	\$6,548	\$5,958	(\$1,987)
Other Categorical	N/A	N/A	0	52	0	0
State	N/A	N/A	762	762	762	(0)
Federal - Other	N/A	N/A	23,497	48,301	23,812	315
Intra City	N/A	N/A	0	84	0	0
TOTAL	\$19,993	\$27,224	\$32,204	\$55,747	\$30,532	(\$1,672)
Positions						
Full-Time Positions	106	107	32	34	26	(6)

*Difference refers to the variance between the Fiscal 2011 Adopted Budget and the Projected Fiscal 2012 Budget.

The 2012 Executive Plan proposes a budget of \$30.5 million for the Office of Emergency Management (OEM) which is \$1.7 million below the Department's \$32.2 million Adopted Budget for Fiscal 2011. The Executive Plan for Fiscal 2012 is also \$25.2 million below the Department's 2011 Executive Plan appropriation of \$55.7 million, a reduction of approximately 45.2-percent. This is largely accounted for by the fact that the federal grants in the Department's 2011 Executive Plan drop out in Fiscal 2012. Federal funds are not generally baselined, rather they are modified into the Department's budget on a year-by-year basis. The exact amount of federal grant funds in the Department's Fiscal 2012 budget will not be known until sometime after the budget has been adopted.

Fiscal 2012 Executive Budget Actions & Highlights

- ☑ The Fiscal 2012 Executive Budget reflects a \$1.7-million decrease when compared to the Fiscal 2011 Adopted Budget for OEM.
- ☑ OEM will shift 25 percent of the cost of four positions and the total cost of four additional positions which were formerly City-funded to federal grant funding, thus generating total baselined savings of \$536,000 beginning in Fiscal 2012.
- ☑ The February Plan proposed eliminating two vacant positions to help OEM meet its PEG reduction target.

Budget Actions in the Executive Plan

<i>Dollars in Thousands</i>	FY 2011			FY 2012		
	City	Non-City	Total	City	Non-City	Total
Agency Budget as of February 2011 Plan	\$7,556	\$48,391	\$55,947	\$5,203	\$17,867	\$23,070
Program to Eliminate the Gap (PEGs)						
Funding Swap (City to Federal Funds)	\$0	\$0	\$0	(\$226)	\$0	(\$226)
Total, PEGs	\$0	\$0	\$0	(\$226)	\$0	(\$226)
PEG Restorations						
			0			0
Total, PEG Restorations	\$0	\$0	\$0	\$0	\$0	\$0
New Needs						
			0			0
Total, New Needs	\$0	\$0	\$0	\$0	\$0	\$0
Other Adjustments						
Fringe Cost Adjustment	\$0	\$0	\$0	\$52	\$0	\$52
Coastal Storm Plan Roll	(1,000)	0	(1,000)	1,000	0	1,000
Heat, Light and Power	(8)	0	(8)	(73)	0	(73)
Lease Adjustment	0	0	0	2	0	2
Other Categorical Grants	0	5	5	0	0	0
Federal Grants	0	803	803	0	6,706	6,706
Total, Other Adjustments	(\$1,008)	\$808	(\$200)	\$981	\$6,706	\$7,687
Total Changes to Agency Budget	(\$1,008)	\$808	(\$200)	\$755	\$6,706	\$7,461
Agency Budget as of Executive 2012 Plan	\$6,548	\$49,199	\$55,747	\$5,958	\$24,574	\$30,532

Program to Eliminate the Gap (PEGs)

- ☑ **Shift City PS Costs to Federal Grants.** OEM will shift the cost of three formerly city-funded positions to federal grant funds. This proposal would generate \$226,000 in savings beginning in Fiscal 2012 and into the outyears. These savings include PEG credit for fringe benefits totaling \$52,289 in Fiscal 2012, 55,354 in Fiscal 2013, \$58,699 in Fiscal 2014 and \$62,321 in

Fiscal 2015 which are offset as an “Other Adjustment” in OEM’s budget since the associated fringe benefit savings are generated in the Miscellaneous Budget.

Appendix A: Budget Actions in the November and February Plans

<i>Dollars in Thousands</i>	FY 2011			FY 2012		
	City	Non-City	Total	City	Non-City	Total
Agency Budget as of July 2010 Plan	\$7,944	\$24,258	\$32,202	\$5,596	\$24,258	\$29,854
Program to Eliminate the Gap (PEGs)						
Coastal Storm Plan Reduction	(\$91)	\$0	(\$91)	\$0	\$0	\$0
Elimination of 2 Vacancies	(175)	0	(175)	(165)	0	(165)
Shift City PS Funds to Fed Grants	(183)	0	(183)	(310)	0	(310)
Total, PEGs	(\$449)	\$0	(\$449)	(\$475)	\$0	(\$475)
Other Adjustments						
Federal Grants	\$0	\$24,001	\$24,001	\$0	(\$6,391)	(\$6,391)
Other Categorical Grants	0	47	47	0	0	0
Elimination of 2 Vacancies - Fringe	35	0	35	36	0	36
Shift City PS Funds to Fed Grants	24	0	24	46	0	46
SW Brooklyn Citizens Corps CERT Team	1	0	1	0	0	0
Intra City Adjustments	0	84	84			0
Total, Other Adjustments	\$60	\$24,132	\$24,192	\$81	(\$6,391)	(\$6,310)
Total Changes to Agency Budget	(\$389)	\$24,132	\$23,743	(\$394)	(\$6,391)	(\$6,785)
Agency Budget as of February 2011 Plan	\$7,556	\$48,391	\$55,947	\$5,203	\$17,867	\$23,070