

## **FY 2017 Governor's Recommended Budget Adjustment (BAA)**

Senate Committee on Appropriations

January 11, 2017

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# FY 2017 Governor’s Recommended Budget Adjustment

January 10<sup>th</sup>, 2017

**Highlights:**

**General Fund:**

**Includes \$31M in revenues of which \$18M is ongoing and \$10M is one-time (which is redirected to the AHS Caseload Reserve)**

**Funds total expenditure changes of \$10.0M**

**\$9.7M unallocated for projected revenue downgrade at the January 19, 2017 Emergency Board meeting (including \$1.2M from contingent appropriation from 2016 Act 172 B.1107)**

**Allocates \$10M to AHS Caseload Reserve; this is in addition to the \$86M Global commitment fund balance.**

**Maintains statutory level (\$73.68M) of the General Fund Stabilization Reserve and the \$6.8 m in Balance Reserve**

**All Funds:**

**Total Unduplicated Budget Adjustment: \$5.795M**

**Summary of Exempt Position Changes**

<b>Exempt Savings Per 2016 Act 172 Sec B.1106(b)</b>	
Amount Appropriated	550,000.00
AOA, DHR Savings	(104,227.00)
AHS Savings	(102,402.00)
Balance	343,371.00

The current Administration is working on identifying the remaining savings required by the FY2017 Budget Bill. Through the review agencies, departments, and program structure the current administration will identify additional positions for elimination in the remaining months of FY 2017 and FY 2018.

# FY 2017 Governor's Recommended Budget Adjustment

## General Fund Changes

January 10th, 2017

<b>Revenue Changes</b>	<b>GF</b>
Additional Direct Apps & Reversions	3.78
Change in Tax Modernization Fund Transfer & Property Transfer Tax	(0.19)
Direct App Enhanced CHIP Match	18.00
Direct App Earned Federal Receipts	10.00
Rescission true up	(0.02)
<b>Total Additional Revenue</b>	<b>31.57</b>

<b>Expenditure Changes</b>	<b>GF</b>
<b>General Government</b>	
Exempt Position Savings (AoA, DHR)	(0.10)
VOSHA Review Board	0.01
Property Tax Assistance Changes	(0.64)
<b>Subtotal General Government</b>	<b>(0.74)</b>
<b>Protection</b>	
Transfer Pretrial Program to the Attorney General's Office From DOC	0.66
Victim's Advocates Salary and Benefits Costs	0.10
<b>Subtotal Protection</b>	<b>0.76</b>
<b>Agency of Human Services</b>	
<i>General Fund impact associated with Changes in Federal Revenue</i>	
Net Global Commitment and Federal Funding Changes	(3.03)
Vocational Rehab Funds	0.62
Woodside Medicaid Eligibility Change	0.84
<b>Subtotal Federal Funding Changes</b>	<b>(1.56)</b>
<i>Caseload and Utilization Changes</i>	
Buy-in change	(0.47)
Medicaid Caseload and Utilization	(4.14)
Mental Health Caseload	0.47
Family Services Caseload	1.22
Net Reach Up Caseload Changes	(0.22)
<b>Subtotal Caseload and Utilization Changes</b>	<b>(3.14)</b>
<i>Personal Service Changes</i>	
Exempt Position savings	(0.10)
DCF Payroll Reconciliation	3.60
HAEEU Staff	0.65
FY 2016 RFR (Nurses, BPS)	1.56
<b>Subtotal Personal Service Changes</b>	<b>5.70</b>

<i>Contractual Changes</i>	
Vermont Health Connect Contract Changes	2.24
DVHA Base Contract increases	0.51
Contractual Changes DMH	(0.23)
<b>Subtotal Contractual Changes</b>	<b>2.52</b>
<i>Other DVHA &amp; DCF</i>	
ACO Contract Savings	0.20
Hep C Medication	0.46
FY 2015 BCBS Settlement	3.50
Lifeline Rules Change	0.08
Lund Rate Adjustment	0.11
<b>Subtotal Admin Changes</b>	<b>4.35</b>
Pretrial Program transfer From DOC to AG	(0.66)
<b>Subtotal Agency of Human Services</b>	<b>7.20</b>
<i>Other Human Services</i>	
Vermont Veterans' Home - Nurse RFR	1.39
GMCB - APM Contracts	0.16
<b>Subtotal Other Human Services</b>	<b>1.55</b>
<i>Labor</i>	
Paid Sick Leave	0.19
<b>Subtotal Labor</b>	<b>0.19</b>
<i>Education and Higher Education</i>	
Burlington College Records Processing	0.06
GC Waiver Changes	0.17
VSC - Northern VT University Merger	0.77
<b>Subtotal Education and Higher Education</b>	<b>1.00</b>
<i>Natural Resources</i>	
St. Johnsbury Office Move	0.08
Lampricide Mitigation	0.08
<b>Subtotal Natural Resources</b>	<b>0.15</b>
<i>Debt Service and One-time Appropriations</i>	
Debt Service Technical Change	0.00
Risk management Savings	0.50
Exempt Position Savings	0.55
Contingent appropriation	(1.20)
<b>Subtotal Debt Service and One-time Appropriations</b>	<b>1.05</b>
<b>Total Expenditure Changes</b>	<b>9.97</b>
<b>Transfers</b>	
To Single Audit Revolving Fund	(0.20)
To Aquatic Nuisance Fund	(0.03)
To Environmental Contingency Fund	(0.50)
To Emergency Relief and Assistance Fund	(1.18)
One time Funds To Human Services Caseload Reserve	(10.00)
<b>Total Transfers</b>	<b>(11.90)</b>
<b>Net Budget Adjustment Changes</b>	<b>9.70</b>

FISCAL YEAR 2017 GOVERNOR'S RECOMMENDED BUDGET ADJUSTMENT

FUNCTION 2016 Act 172 Sec. #	Appropriation Title	General Fund	Transportation Fund	Education Fund	Special Funds (Various) <sup>(1)</sup>	Global Commitment Fund	State Health Care Resources Fund	Federal Funds (includes ARRA)	Debt Service Obligation Funds	Dedicated Funds <sup>(2)</sup>	Other <sup>(3)</sup> Funds	Total	Narrative Description
<b>FY 2017 As Appropriated</b>		<b>1,549,461,791.00</b>	<b>277,972,370.00</b>	<b>1,575,804,178.00</b>	<b>345,098,214.00</b>	<b>1,622,476,656.00</b>	<b>286,005,627.00</b>	<b>2,034,710,843.00</b>	<b>3,653,114.00</b>	<b>36,637,189.00</b>	<b>171,782,053.00</b>	<b>7,903,602,035.00</b>	
<b>General Government</b>													
B. 100	Secretary of administration - secretary's office	(53,139.00)									0.00	<b>(53,139.00)</b>	Exempt position elimination pursuant to 2016 Act 172 Sec. B1106.
B. 108	Human resources - operations	(51,088.00)									(162,542.00)	<b>(213,630.00)</b>	Exempt position elimination pursuant to 2016 Act 172 Sec. B1106.
B. 124	Executive office - governor's office										0.00		Net neutral technical change to correct the change in personal services and operating made when the Race to the Top Grant was moved removed from the Governor's budget in the 2016 Legislative Session.
B. 136	VOSHA review board	10,292.00									10,292.00	<b>20,584.00</b>	On-going funding for caseload \$17,054; onetime funding for new rules \$6,200; other operating changes (\$2,670). Funding for the VOSHA review board is 50% General Funds (GF), 50% Interdepartmental Transfer (IDT) from the Department of Labor VOSHA Grant.
B. 137	Homeowner rebate	(640,000.00)										<b>(640,000.00)</b>	Mid-year adjustment to reflect the updated expenditures.
B. 138	Renter rebate	297,150.00		693,350.00								<b>990,500.00</b>	Mid-year adjustment to reflect the updated expenditures.
B. 140	Municipal current use	(298,666.00)										<b>(298,666.00)</b>	Mid-year adjustment to reflect the updated expenditures.
<b>Total General Government</b>		<b>(735,451.00)</b>	<b>0.00</b>	<b>693,350.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(152,250.00)</b>	<b>(194,351.00)</b>	
<b>Protection</b>													
B.200	Attorney general				0.00								Reclassify \$182.79K Tobacco spending from Tobacco Litigation Settlement Fund to Tobacco Trust Fund to comply with statute and settlement rules.
B.201	Vermont court diversion	658,847.00									0.00	<b>658,847.00</b>	Net Neutral transfer of 9 months of funding of the Pretrial Services Program from the Department of Corrections (DOC).
B.205	State's attorneys	103,112.00										<b>103,112.00</b>	Additional funds for the salary and benefit costs of Victims Advocates.
B.235	Enhanced 9-1-1 Board				456,778.00							<b>456,778.00</b>	Technical appropriation adjustment to reflect actual projected FY17 spending, adjustments in 2015 Act 41 (FY16 Appropriations Act) were incorrectly taken as base adjustments in the original FY17 appropriations bill.
B.237	Liquor control - administration									39,630.00		<b>39,630.00</b>	Funding to support FY17 position reclassifications (RFR) and full funding for marketing position that has been filled.
B.238	Liquor control - enforcement and licensing				72,090.00							<b>72,090.00</b>	\$3.2K for reprinting and restocking of educational packets, ID checking kits, and training seminar materials. \$68.8K one time need for improvement to the Department licensing system.
B.239	Liquor control - warehousing and distribution				59,752.00					24,426.00		<b>84,178.00</b>	\$54.7K surplus property funds for warehouse repairs and upgrades completed in June but not billed until FY17; \$5K spending authority for the NACBA grant approved by the JFC on 03/20/15 for a route efficiency study; \$24.4K to support the reclassification of two positions.
<b>Total Protection</b>		<b>761,959.00</b>	<b>0.00</b>	<b>0.00</b>	<b>588,620.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>64,056.00</b>	<b>0.00</b>	<b>1,414,635.00</b>	
<b>Human Services</b>													
B.300	Human services - agency of human services - secretary's office	812,693.00				(3,135,483.00)		929,599.00				<b>(1,393,191.00)</b>	Transfer of 2% non-Designated Agency (DA) increase from the Agency of Human Services Central Office (AHSCO) to the appropriate departments (-\$707K GF, -\$615K Federal Funds (FF)); Administration allocation change associated with the Terms and Conditions (T&Cs) of the 1115 Waiver from Global Commitment Funding (GC) to 50/50 GF/FF (\$1.54M GF, \$1.54M FF, -\$3.08M GC); Exempt position elimination pursuant to 2016 Act 172 Sec. B1106.
B.301	Secretary's office - global commitment	(25,863,468.00)					3,602,452.00	(45,841,894.00)				<b>(68,102,910.00)</b>	Reflects the GF and GC impacts for all GC appropriation changes throughout State Government (primarily within the Agency of Human Services (AHS)); 1115 Waiver change in administration allocation; \$3.6M State Health Care Resources Fund budget in the FY 2017 rescission; Federal match changes associated with Caseload & Utilization (\$4.2M GF); \$15.9K for match associated with 2016 Act 120 (LARC Bill);
B.302	Rate Setting	232,454.00				(464,908.00)		232,454.00				<b>0.00</b>	1115 Waiver change in administration allocation.
B.304	Human Services Board	92,405.00				(184,809.00)		92,404.00				<b>0.00</b>	1115 Waiver change in administration allocation.
B.306	Department of Vermont health access - administration	16,063,300.00				(29,232,730.00)		25,266,834.00			(982,342.00)	<b>11,115,062.00</b>	1115 Waiver change in administration allocation (\$10.9M GF, \$10.9M FF, -\$21.6M GC); Funding for 52 Health Access Enrollment and Eligibility Unit (HAEEU) Staff for a full year (\$652K GF, \$3.3M FF, -\$235K VHC); RFR of 104 Benefit Program Specialists (BPS) in FY16 (\$118K GF, \$363K FF, \$34K VHC); Exempt position elimination pursuant to 2016 Act 172 Sec. B1106 (-\$77,843 GF, -\$109,230 FF, -\$8,197); Changes in contract needs for Vermont Health Connect (\$1.6M GF, \$4.8M FF, -\$6.3M GC); Contract adjustments for the Blueprint and MMIS (\$511K, \$1.5M FF); 75/25 Enhanced Federal match for Specialized Professional Medical Personnel (SPMP) (\$89K GF, \$268K FF, -\$357K GC) and Medicaid Management Information System (MMIS) (\$1.5M GF, \$4.4M FF, -\$5.8M GC); Funding reallocation due to changes in the cost allocation plan (-\$50K SF, \$971,378 ldpT, -\$512K FF, -2.4M VHC, \$2M GC).
B.307	Department of Vermont health access - Medicaid program - global commitment					(32,936,638.00)						<b>(32,936,638.00)</b>	Caseload & Utilization (-\$21M); Accountable Care Organization (ACO) contractual savings allocation (\$443K); Buy-in rate increase (-\$1.027M); Enhanced Primary Care Physician (EPCP) rate (\$791K); Drug Utilization board recommendation for Hepatitis C drug authorization (\$1M); GC spending authority change associated with FY 2017 rescission (-\$13M).
B.308	Department of Vermont health access - Medicaid program - long term care waiver					3,965,099.00						<b>3,965,099.00</b>	Transfer of 2% non-DA increase from the AHSCO (\$1M); Spending authority for FY16 GC carryforward funds (\$2.9M)
B.309	Department of Vermont health access - Medicaid program - state only	4,221,805.00				1,006,764.00						<b>5,228,569.00</b>	Caseload & Utilization (\$722K GF, \$1M GC); Blue Cross Blue Shield of Vermont settlement (\$3.5M).
B.310	Department of Vermont health access - Medicaid non-waiver matched	90,700.00						836,018.00				<b>926,718.00</b>	Buy-in rate change (-\$83.6K FF); ACO contractual savings allocation (\$0.1K GF, \$1.6K FF); EPCP rate (\$0.7K GF, \$7.8K FF)
B.311	Health - administration and support	533,400.00				(1,047,600.00)		538,200.00				<b>24,000.00</b>	1115 Waiver change in administration allocation (\$525K GF, \$525K FF, -\$1.05M GC); FY16 RFR of nurses (\$8K GF, \$13K FF, \$2K GC); net neutral transfer of qualified expenditures from Managed Care Organization (MCO) investment to Global Commitment.
B.312	Health - public health	1,387,410.00				(4,893,038.00)		4,597,707.00				<b>1,092,079.00</b>	1115 Waiver change in administration allocation (\$973K GF, \$973K FF, -\$1.9M GC); FY16 RFR of nurses (\$119K GF, \$412K FF, \$560K GC); 75/25 Enhanced Federal match for SPMP (\$295K GF, \$886K FF, -\$1.2M GC); net neutral change in certified funding
B.313	Health - alcohol and drug abuse programs	319,328.00				(899,969.00)		344,378.00				<b>(236,263.00)</b>	1115 Waiver change in administration allocation (\$307K GF, \$307K FF, -\$614K GC); 75/25 Enhanced Federal match for SPMP (\$13K GF, \$37K FF, -\$50K GC); GC spending authority change associated with FY17 rescission (-\$516K GC); Net neutral transfer for the DA 2% increase from the Department of Mental Health (DMH) (\$279K GC).

FISCAL YEAR 2017 GOVERNOR'S RECOMMENDED BUDGET ADJUSTMENT

FUNCTION 2016 Act 172 Sec. #	Appropriation Title	General Fund	Transportation Fund	Education Fund	Special Funds (Various) <sup>(1)</sup>	Global Commitment Fund	State Health Care Resources Fund	Federal Funds (includes ARRA)	Debt Service Obligation Funds	Dedicated Funds <sup>(2)</sup>	Other <sup>(3)</sup> Funds	Total	Narrative Description
B.314	Mental health - mental health	1,535,378.00				(2,147,190.00)		1,535,378.00				923,566.00	FY16 RFR of nurses (\$340k); Onetime contract savings from the change in the medical director at the Vermont Psychiatric Care Hospital (-\$162.5K); onetime operating savings from the Electronic Medical Records contract (-\$337.5K); Community Rehab and Treatment (CRT) utilization (\$643K); Adult Level 1 inpatient hospital cost increase (\$377K); 1115 Waiver change in administration allocation (\$1.5M GF, \$1.5M FF, -\$3M GC); GC spending authority change associated with FY17 rescission (-\$875K); Net neutral transfer of funding for the DA 2% increase to the Health Department and the Department of Disabilities, Aging and Independent Living (DAIL) (-\$653K); Vocational rehab funding to sustain program despite federal funding reduction in FY17 (\$1.4M); Net neutral transfer from DAIL for ARCH (\$253k); Net neutral transfer to the Department for Children and Families (DCF) for New Leaf (-\$25k).
B.316	Department for children and families - administration & support services	3,922,885.00			(68,631.00)	(683,396.00)		(407,166.00)			(21.00)	2,763,671.00	1115 Waiver change in administration allocation (\$1M GF, \$1M FF, -\$2M GC); Technical adjustment to funding to realign with projected actual Federal and Medicaid earning (\$1.4M GF, -\$81k SF, -\$2.5M FF, 1.18M GC); adjustment to correct for the under budgeting of the annualization of the FY 2016 pay act in the FY 2017 base budget (\$1.25M GF, 10k SF, \$797k FF, \$172k GC); increased vacancy saving (-\$218k GF, -\$2k SF, -\$139k FF, -\$29k GC) and decreased temp and overtime use (-\$263k GF, -\$52k FF, -\$12k GC); annualization of Human Service Enterprise (HSE) positions not budgeted in FY 2017 (\$280k GF, \$1k SF, \$178k FF, \$39k GC); FY 2016 reclassification of Benefits specialist positions (\$416k GF, \$3k SF, \$286k GG, \$7k GC); 6 months of funding for two temps to support rule changes in the Lifeline program (\$75k GF); net neutral transfer of grant administrator to the Office of Economic Opportunity (OEO) (-\$38k GF).
B.317	Department for children and families - family services	2,316,745.00				380,515.00		(1,376,554.00)			(1,288.00)	1,319,418.00	1115 Waiver change in administration allocation (\$182.5k GF, \$182.5k FF, -\$365k GC); Technical adjustment to realign with projected actual Federal and Medicaid earning (\$1.56M GF, -\$2.25M FF, \$690k GC); adjustment to correct for the under budgeting of the annualization of the FY16 pay act in the FY17 base budget (-\$27k GF, -\$15k FF, -\$24k GC); increased vacancy saving (-\$258k GF, -\$2.5k IDT, -\$143k FF, -\$229k GC); increased cost of case aids and social worker overtime associated with increased caseload (\$498k GF, \$2k IDT, \$374k); funding for foster parent recruitment (\$24k GF, \$26k FF); Adoption and CPC caseload increase (\$379k GF, \$451k FF); Family Supportive Housing Targeted Case Management (\$158k GF, -\$158k GC); Social Services Block Grant (SSBG) onetime funding reallocation (-\$200k GF, \$200k FF); GC spending authority change associated with FY17 rescission (-\$39k GC).
B.318	Department for children and families - child development	(1,505,773.00)				(147,305.00)		879,393.00				(773,685.00)	1115 Waiver change in administration allocation (\$54k GF, \$54k FF, -\$108k GC); Technical adjustment to realign with projected actual Federal and Medicaid earning (-\$814k GF, \$728k FF, \$86 GC); adjustment to correct for the under budgeting of the annualization of the FY16 pay act in the FY17 base budget (-\$1.8k GF, -\$2.4k FF); increased vacancy saving (-\$51k GF, -\$67.5k FF, -\$4.5k GC); Lund Family Home rate adjustment (\$18k GF); SSBG onetime funding reallocation (-\$675k GF, \$675k FF); GC spending authority change associated with FY17 rescission (-\$144.8k GC); Change in spending authority for Juvenile Justice & Delinquency Prevention (-\$170k FF); ECCS Fed Early Comprehensive Childhood Systems Impact (ECCS Impact) grant concluded (-\$140k FF).
B.319	Department for children and families - office of child support	(89,601.00)						(336,573.00)				(426,174.00)	1115 Waiver change in administration allocation (\$0 GF, \$0 FF, -\$0 GC); Technical adjustment to realign with projected actual Federal and Medicaid earning (\$48k GF, -\$48k FF); adjustment to correct for the under budgeting of the annualization of the FY16 pay act in the FY17 base budget (-\$17k GF, -\$33k FF); increased vacancy saving (-\$120k GF, -\$256k).
B.321	Department for children and families - general assistance					(9,650.00)						(9,650.00)	GC spending authority change associated with FY17 rescission.
B.323	Department for children and families - reach up	(197,964.00)			(1,698,862.00)	247,831.00		(1,016,986.00)				(2,665,981.00)	Lund Family Home interim rate increase and adjustment (\$18k GF, \$248k GC); Reach Up and Reach Ahead caseload savings (-\$1.3M GF, -\$1.3M SF, -\$276k GG); loss of federal Supplemental Nutrition Assistance Program Employment & Training (SNAP E&T) funding (-\$2.4M FF); replace SNAP E&T funding with Reach Up savings; technical adjustment to Office of Child Support PA collection issue - as RU caseload declined savings applied to GF. Correction to apply to SF as well (\$384K GF, -\$384K SF).
B.325	Department for children and families - office of economic opportunity	37,267.00						(3,242.00)				34,025.00	Increased vacancy saving (-\$476 GF, -\$3.2k FF); Net neutral transfer of grant administrator from Economic Services Division (ESD) (\$37.7k GF).
B.326	Department for children and families - OEO weatherization assistance				(57,972.00)			228,156.00				170,184.00	Technical adjustment to realign with projected actual Federal and Medicaid earning (-\$56k SF, \$56k FF); Increased vacancy savings (-\$1.7k SF, -\$566 FF); Increase to correspond with federal award (\$172k FF).
B.327	Department for children and families - woodside rehabilitation services	1,504,532.00				(1,547,915.00)						(43,383.00)	Increased vacancy savings (-\$43k GF); Loss of Medicaid funding due to change in the 1115 Waiver (\$2.9M GF, -\$2.9M GC); one-time GC earnings from FY16 to offset lost Medicaid eligibility of the facility (-\$1.38M GF, \$1.38M GC).
B.328	Department for children and families - disability determination services	41,250.00				(43,626.00)		(41,568.00)				(43,944.00)	1115 Waiver change in administration allocation (\$41k GF, \$41k FF, -\$82k GC); Technical adjustment to realign with projected actual Federal and Medicaid earning (-\$40k FF, \$40k GC); Increased vacancy savings (-\$43k FF, -\$879 GC).
B.329	Disabilities, aging, and independent living - administration & support	2,099,341.00				(3,516,134.00)		2,373,291.00				956,498.00	1115 Waiver change in administration allocation (\$1.5M GF, \$1.5M FF, -\$3M GC); FY16 RFRs of nurses (\$433k GF, \$424k FF, \$99k GC); 75/25 Enhanced Federal match for SPMP (\$141k GF, \$424k FF, -\$565M GC).
B.330	Disabilities, aging, and independent living - advocacy and independent living grants	305,605.00				(201,040.00)		116,801.00				221,366.00	1115 Waiver change in administration allocation (\$117k GF, \$117k FF, -\$234k GC); Transfer of 2% non-DA increase from the AHSCO (\$189k GC).
B.333	Disabilities, aging, and independent living - developmental services					(676,251.00)						(676,251.00)	Net neutral transfer for the DA 2% increase from DMH (\$374K); Net neutral transfer to DMH for ARCH (-\$253K GC); GC spending authority change associated with FY17 rescission (-\$797K).
B.338	Corrections - correctional services	(658,847.00)										(658,847.00)	Net Neutral transfer of 9 months of funding of the Pretrial Services Program to the Attorney General's Office (AG).
B.342	Vermont Veterans' Home	1,389,927.00										1,389,927.00	FY16 RFR of nurses (\$1,014 M); \$375K for additional temporary nurses
B.345	Green Mountain Care Board	158,000.00			237,000.00							395,000.00	Additional funding for All Payer Model analytics and modeling contracts.
<b>Total Human Services</b>		<b>8,748,772.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(1,588,465.00)</b>	<b>(76,167,473.00)</b>	<b>3,602,452.00</b>	<b>(11,053,370.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>(983,651.00)</b>	<b>(77,441,735.00)</b>	

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<b>Labor</b>													
B.400	Labor - programs	192,709.00										192,709.00	Additional funding need to implement 2016 Act 69, Paid Sick Leave.
<b>Total Labor</b>		<b>192,709.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>192,709.00</b>	
<b>Education</b>													
B.500	Education - finance and administration	230,000.00				(340,000.00)					170,000.00	60,000.00	\$60K to hold and process the student records from Burlington College; 1115 Waiver change in administration allocation to match AHS CO BAA (\$170K GF, \$170K IDT, -\$340K GC)
B.504.1	Education - Flexible Pathways			1,397,950.00								1,397,950.00	Reversion of FY 2016 Education Funds from B.504 Education - Adult Education & Literacy appropriation to continue implementation of the 2013 Act 77 Flexible Pathways to Secondary School Completion program, in its own separate appropriation.
<b>Total Education</b>		<b>230,000.00</b>	<b>0.00</b>	<b>1,397,950.00</b>	<b>0.00</b>	<b>(340,000.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>170,000.00</b>	<b>1,457,950.00</b>	
<b>Higher Education</b>													
B.602	Vermont state colleges	770,000.00										770,000.00	FY 2017 projected funding needed for the consolidation Johnson and Lyndon State Colleges.
<b>Total Higher Education</b>		<b>770,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>770,000.00</b>	
<b>Natural Resources</b>													
B.700	Natural Resources - agency of natural resources - administration	75,000.00										75,000.00	Onetime funding for moving and fit up costs associated with the relocation of the Agency of Natural Resources Field Office in St. Johnsbury.
B.702	Fish and Wildlife - support and field services	75,000.00										75,000.00	Onetime cost of an additional filtration device required by the Champlain water district due to a 2016 change in the allowable levels of the chemical that US Fish & Wildlife uses for lampricide in Lake Champlain.
B.710	Environmental conservation - air and waste management				2,068,447.00							2,068,447.00	Additional spending authority from the Environmental Contingency Fund for additional costs associated with PFOA clean up and mitigation.
<b>Total Natural Resources</b>		<b>150,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,068,447.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,218,447.00</b>	
<b>Debt Service</b>													
B.1000	Debt Service	651.00						(651.00)				0.00	Change in Federal Funds available for debt service
<b>Total Debt Services</b>		<b>651.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(651.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>One-time and Other Appropriations</b>													
B.1103	Fiscal Year 2017 Risk Management Savings	500,000.00										500,000.00	Adjustment in savings associated with contracting for risk management services. Department budgets will not be reduced associated with savings from the contractual change; any savings achieved from the change in the service will be used to improve the negative balance in the internal service fund.
B.1106	Secretary of Administration; Fiscal Year 2017 Exempt Personnel Cost Savings and Exempt Positions	550,000.00										550,000.00	Adjustment to align with the actual GF savings achieved through the reduction in exempt positions.
B.1107	Fiscal Year 2017 Appropriated Reserve	(1,200,000.00)										(1,200,000.00)	In accordance with 2016 Act 172 Sec. B.1107 the remaining funds in the contingent appropriation are allocated for use in the FY 2017 Budget adjustment process
<b>Total One-Time and Other Appropriations</b>		<b>(150,000.00)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(150,000.00)</b>	
<b>Total Appropriation Changes</b>		<b>9,968,640.00</b>	<b>0.00</b>	<b>2,091,300.00</b>	<b>1,068,602.00</b>	<b>(76,507,473.00)</b>	<b>3,602,452.00</b>	<b>(11,054,021.00)</b>	<b>0.00</b>	<b>64,056.00</b>	<b>(965,901.00)</b>	<b>(71,732,345.00)</b>	
<b>Total Adjusted Appropriations</b>		<b>1,559,430,431.00</b>	<b>277,972,370.00</b>	<b>1,577,895,478.00</b>	<b>346,166,816.00</b>	<b>1,545,969,183.00</b>	<b>289,608,079.00</b>	<b>2,023,656,822.00</b>	<b>3,653,114.00</b>	<b>36,701,245.00</b>	<b>170,816,152.00</b>	<b>7,831,869,690.00</b>	
<b>FY 2017 Adopted Rescission</b>		<b>(10,641,228.00)</b>	<b>(2,223,221.00)</b>					<b>(1,170,941.00)</b>				<b>(14,035,390.00)</b>	GF and TF Rescission Adopted by the Joint Fiscal Committee July 21 and September 15
<b>FY 2017 Total Appropriations</b>		<b>1,548,789,203.00</b>	<b>275,749,149.00</b>	<b>1,577,895,478.00</b>	<b>346,166,816.00</b>	<b>1,545,969,183.00</b>	<b>289,608,079.00</b>	<b>2,022,485,881.00</b>	<b>3,653,114.00</b>	<b>36,701,245.00</b>	<b>170,816,152.00</b>	<b>7,817,834,300.00</b>	
<b>FY 2017 Total Unduplicated Appropriations</b>												<b>5,795,146,331.00</b>	Net of Internal Service Funds, Global Commitment, Interdepartmental Transfers, and Transfer to the Education Fund
(1) Special Funds include: Special, Tobacco, TIB and Fish & Wildlife funds.													
(2) Dedicated funds include: Local Match, TIB Proceeds, Pension & Trust Funds, Retired Teachers Health Fund, and Enterprise Funds.													
(3) Other Funds include: Internal Service Funds and Interdepartmental Transfers.													

Direct Applications to the General Fund			FY 2017					
(transfer of special fund balances to the General Fund)								
On-Going Direct Applications			As Passed	Rescission	Gov Rec BAA Changes	Gov Rec BAA	Notes	Statutory Authorization
Fund Name	Fund Number	Department						
AG Fees & Reimbursements - Court Order	21638	Attorney General	2,400,000			2,400,000		2017 Gov Rec BAA Sec. 60(a)(1)
Earned Federal Receipts - AHS	22005	AHS Central Office	10,040,542			10,040,542		2017 Gov Rec BAA Sec. 60(a)(1)
Liquor Control Fund	50300	Liquor Control	955,000			955,000		2017 Gov Rec BAA Sec. 60(a)(1)
Unclaimed Property Fund	62100	Treasurer	2,050,807		638,511	2,689,318	estimated	27 VSA Sec 1253
DFR Regulatory Funds; Captives Regulatory, Insurance Regulatory, Securities Regulatory Funds	21075 21080 21085	Financial Regulation	21,469,012		983,006.00	22,452,018	estimated	2017 Gov Rec BAA Sec. 60(a)(2)
Secretary of State Services Funds	21928	Secretary of State	1,590,957			1,590,957	estimated	3 VSA § 118 (a)
Caledonia Fair		Finance & Management	5,000			5,000	Annual repayment of loan thru 2055.	2001 Act 61 Sec 21.
North Country Hospital Loan		Finance & Management	24,250			24,250	Annual repayment of loan thru 2026.	2004 Act 121 Sec. 3 (c)
Subtotal On-Going Direct Applications			38,535,568	-	1,621,517	40,157,085		
One-time Direct Applications			As Passed	Rescission	Gov Rec BAA Changes	Gov Rec BAA	Notes	Statutory Authorization
Fund Name	Fund Number	Department						
Vermont Enterprise Fund	21944	Finance & Management	-			-		
Misc. Fines & Penalties	21054	Attorney General	-		442,849.77	442,849.77		2017 Gov Rec BAA Sec. 60(a)(1)
Financial Institute Supervision	21065	Financial Regulation	-		728,499.86	728,499.86		2017 Gov Rec BAA Sec. 60(a)(1)
Home Heating Fuel Asst Trust fund	21210	DCF	-		764.47	764.47	estimated	2017 Gov Rec BAA Sec. 62
Act 250 Permit Fund	21260	ANR	-			-		
Land & facilities Trust Fund	21550	Forest & Parks	450,000			450,000.00		2017 Gov Rec BAA Sec. 60(a)(1)
AG- Administrative Special Fund	21641	Attorney General	-		30,848.02	30,848.02		2017 Gov Rec BAA Sec. 60(a)(1)
Agriculture Laboratory testing Fund	21667	Agriculture	42,594			42,594.00		2016 Act 172 Sec. D.100.1 (a)(8)
Agriculture Laboratory testing Fund	21667	Agriculture	75,000			75,000.00		2016 Act 172 Sec. D.100.1 (a)(7)
Pesticide Monitoring Fund	21669	Agriculture	275,000			275,000.00		2016 Act 172 Sec. D.100.1 (a)(6)
Evidence Based Advertising Fund	21912	Health Department	1,800,000			1,800,000.00		2016 Act 172 Sec. D.100.1 (a)(5)
PSD - Regulation/Energy Efficiency	21698	Public Service Department	-			-		
PSB - Special Funds	21709	Public Service Board	-			-		
Industrial Homework- Fund	50600		76,378		2,000.00	78,378.00	estimated	2017 Gov Rec BAA Sec. 63
Bond Investment Earnings	21405	Treasurer	-		161,100.90	161,100.90		2017 Gov Rec BAA Sec. 60(a)(1)
Mosquito Control Fund	21678	Mosquito Control Fund	-			-		
Earned Federal Receipts - AHS; CHIP Claim	22005	AHS Central Office			18,000,000.00	18,000,000		2017 Gov Rec BAA Sec. 60(a)(1)
Earned Federal Receipts - AHS; Additional Fund Balance	22005	AHS Central Office			10,000,000.00	10,000,000		2017 Gov Rec BAA Sec. 60(a)(4)
Subtotal One-Time Direct Applications			2,718,972	-	29,366,063	36,170,070.04		
<b>Total Direct Applications</b>			<b>41,254,540</b>	<b>-</b>	<b>30,987,580</b>	<b>72,242,120</b>		
In Millions \$			41.25	-	30.99	72.24		

Transfers to/(from) the General Fund			FY 2017					
(transfer General funds to/from other funds)								
Transfers from the General fund			As Passed	Rescission	BAA Changes	Gov Rec BAA	Notes	Statutory Authorization
Fund Name	Fund Number							
Next Generation			(2,909,900)			(2,909,900)		2016 Act 172 Sec. D.101(a)(1)
Emergency Relief and Assistance Fund	21555				(1,176,226)	(1,176,226)		2017 Gov Rec BAA Sec. 60(a)(3)
Single Audit Revolving Fund	59500				(196,169)	(196,169)		2017 Gov Rec BAA Sec. 60(a)(3)
EC - Aquatic Nuisance Control	21790				(27,095)	(27,095)	estimated	
Environmental Contingency Fund	21275				(500,000)	(500,000)		2017 Gov Rec BAA Sec. 60(a)(3)
Subtotal Transfers			(2,909,900)	-	(1,899,490)	(4,809,390)		
<b>Total Direct Applications</b>			<b>(2,909,900)</b>	<b>-</b>	<b>(1,899,490)</b>	<b>(4,809,390)</b>		
In Millions \$			(2.91)	-	(1.90)	(4.81)		



Reversions to the General Fund		FY 2017					
(transfer of Prior year Appropriation Balances to the General Fund)							
Base Appropriations							
Appropriation Name	Dept. ID	As Passed	Rescission	Gov Rec BAA Changes	Gov Rec BAA	Notes	Statutory Authorization
Pay Act - Executive Branch	1100030000			659,116.0	659,116		2017 Gov Rec BAA Sec. 61(a)(1)
Use Tax Reimbursement Program	1140070000	-		-	-		
Renter Rebate	1140330000	-		-	-		
Legislative Council	1210001000	-					
Legislature	1210002000	113,500			113,500		2016 Act 172 Sec. E.126 (a)
Joint Fiscal Office	1220000000	50,000			50,000		2016 Act 172 Sec. E.127 (a)
Sergeant-at-Arms	1230001000	10,000			10,000		2016 Act 172 Sec. E.128 (a)
Lieutenant Governor	1240001000	-		4,603.0	4,603		2017 Gov Rec BAA Sec. 61(a)(1)
Auditor of Accounts	1250010000	-		63,533.0	63,533		2017 Gov Rec BAA Sec. 61(a)(1)
Treasurer	1260010000	-		35,868.0	35,868		2017 Gov Rec BAA Sec. 61(a)(1)
Attorney General	2100001000	-		25,416.0	25,416		2017 Gov Rec BAA Sec. 61(a)(1)
Commission on Women	3310000000	-		10,890.0	10,890		2017 Gov Rec BAA Sec. 61(a)(1)
Green Mountain Care Board	3330010000	-		296,663.0	296,663		2017 Gov Rec BAA Sec. 61(a)(1)
Global Commitment	3400004000	-	8,309,974		8,309,974		Reverted per adopted GF rescission plan
DVHA - Programs - State Only	3410017000	-	1,558,798		1,558,798		Reverted per adopted GF rescission plan
Department of Health - ADAP	3420060000	-			-		
Department of Labor	4100500000	-			-		
Agency of Education - Adult Basic Education	5100060000	-		-	-		
Agency of Education - Education Services	5100070000	-		245,000.0	245,000		2017 Gov Rec BAA Sec. 61(a)(1)
<b>Subtotal Reversions from Base Appropriations</b>		<b>173,500</b>	<b>9,868,772</b>	<b>1,341,089</b>	<b>11,383,361</b>		
<b>Other Reversions</b>							
Per VSA Sec 706(3)		-		2.00	2.00		
Reversion Estimate		550,000		(550,000.00)	-		
<b>Subtotal Other Reversions</b>		<b>550,000</b>	<b>-</b>	<b>(549,998)</b>	<b>2.00</b>		
<b>Total Reversions</b>		<b>723,500</b>	<b>9,868,772</b>	<b>791,091</b>	<b>11,383,363</b>		
<b>In Millions \$</b>		<b>0.72</b>	<b>9.87</b>	<b>0.79</b>	<b>11.38</b>		

Reversions to the Education Fund		FY 2017					
(transfer of Prior year Appropriation Balances to the General Fund)							
Base Appropriations							
Appropriation Name	Dept. ID	As Passed	Rescission	Gov Rec BAA Changes	Gov Rec BAA	Notes	Statutory Authorization
Special Education	5100040000			9,212,026.11	9,212,026		2017 Gov Rec BAA Sec. 61(a)(2)
State placed Students	5100050000	-		593,810.48	593,810		2017 Gov Rec BAA Sec. 61(a)(2)
Education Grants	5100090000	-		341,879.54	341,880		2017 Gov Rec BAA Sec. 61(a)(2)
Essential Early Education	5100190000	-		209,218.79	209,219		2017 Gov Rec BAA Sec. 61(a)(2)
Capital Debt Service	5100120000	-		100,447.00	100,447		2017 Gov Rec BAA Sec. 61(a)(2)
Technical Education	5100200000	-		203,853.72	203,854		2017 Gov Rec BAA Sec. 61(a)(2)
Adult Education	5100060000	-		1,397,949.90	1,397,950		2017 Gov Rec BAA Sec. 61(a)(2)
<b>Subtotal Reversions from Base Appropriations</b>		<b>-</b>	<b>-</b>	<b>12,059,186</b>	<b>10,661,236</b>		
<b>Total Reversions</b>		<b>-</b>	<b>-</b>	<b>12,059,186</b>	<b>12,059,186</b>		
<b>In Millions \$</b>		<b>-</b>	<b>-</b>	<b>12.06</b>	<b>12.06</b>		

Prop Transfer Tax - FY 2011 - FY 2018	FY2016	FY 2017
1/9/17 6:38 PM	Year-End Actuals	Act 172 As Passed - July 26 Revenue Estimate with Current Appropriations
	7/14/2016	Revenue Forecast 7/26/2016
Property Transfer Tax (PTT) revenue estimate	35,627,293	39,000,000
Clean Water Fund Surcharge revenue estimate	4,719,217	4,900,000
2% to Tax (32 VSA Sec 9610( c))	518,000	790,000
Remainder for distribution	35,109,293.31	38,210,000
33% to GF (32 VSA Sec 435(b)(10))	11,521,867	12,609,300
<b>50% to Housing &amp; Conservation Trust (10 VSA Sec 312)</b>	<b>9,554,840</b>	<b>11,304,840</b>
17% to Municipal & Regional Planning Fund (MRPF) (24 VSA Sec 4306(a))	3,760,599	3,760,599
70% of MRPF to Regional Planning Commissions	2,632,419	2,924,417
20% of MRPF to Municipal Planning Commissions	752,120	457,482
10% of MRPF to GIS (Geographic Information Service)	376,060	378,700
Tot to GF	21,793,854	23,144,561
How much PTT in GF revenues (Jeff Carr's est)	11,521,867	12,609,300
Transfer from PVR Special Fund to GF per session law		272,000
How much additional as Direct App (due to capped approps)	10,271,987.66	10,535,261
Total to GF	21,793,854	23,416,561

## Notes:

All figures (excluding FY2016) are based on the Consensus Revenue Estimates for the Property Transfer Tax reported prior to the passage of the each year's appropriations act.

In all cases, when the usage of the PTT revenue is appropriated below the formula calculation described in 32 VSA ch. 231, the difference is transferred to the General Fund through Direct Application.

# General Fund Operating Statement

1/9/2017 18:32

Fiscal Year Time/Event Forecast	FY 2016 Final Actual	FY 2017 Rescission Jul-16	FY 2017 Gov Rec BAA Jul-16
<b>Sources</b>			
Current Law Revenue	1,412.39	1,480.50	1,480.50
Direct Applications & Reversions	46.80	51.85	83.63
Revenue Changes <sup>(1)</sup>			-
Other Revenue <sup>(2)</sup>	1.50	0.99	0.80
VEDA Debt Forgiveness			
Additional Property Transfer Tax	10.27	10.80	10.81
<b>Subtotal Current Year Sources</b>	<b>1,481.24</b>	<b>1,544.14</b>	<b>1,575.73</b>
Carried Forward	7.93		
End of Year Reversion From GF Reserve	4.87		
<b>Total Sources</b>	<b>1,483.77</b>	<b>1,544.14</b>	<b>1,575.73</b>
<b>Uses</b>			
Base Appropriations	1,465.62	1,533.36	1,533.36
One-time Appropriations		5.50	5.50
Other Bills	4.18		
Pay Act		9.40	9.40
Budget Adjustment Act	8.70		11.17
Rescission		(10.64)	(10.64)
ARRA Replacement			
Contingent Appropriation		1.20	-
<b>Total Uses</b>	<b>1,478.51</b>	<b>1,538.82</b>	<b>1,548.79</b>
<b>Subtotal Operating Surplus (deficit)</b>	<b>5.27</b>	<b>5.32</b>	<b>26.94</b>
<b>Allocation of Surplus (deficit)</b>			
Transfers From/(to) other funds Reserved	(3.33)	(2.91)	(4.81)
Budget Stabilization Reserve	(1.94)	(2.43)	(2.43)
Human Services Caseload 27/53 Reserve			(10.00)
Balance Reserve			
Other reserves			
Total Reserved in the GF (Designated)	(1.94)	(2.43)	(12.43)
<b>Total Allocated</b>	<b>(5.27)</b>	<b>(5.34)</b>	<b>(17.24)</b>
<b>Unallocated Operating Surplus (Deficit)</b>	<b>(0.00)</b>	<b>(0.02)</b>	<b>9.70</b>
<b>General Fund Reserves (Cumulative)</b>			
Budget Stabilization Reserve	71.25	73.68	73.68
Human Services Caseload Reserve	-	-	10.00
27/53 reserve			
Balance Reserve	6.80	6.80	6.80
Other Reserves			
<b>Total GF Reserve Balance</b>	<b>78.05</b>	<b>80.48</b>	<b>90.48</b>

<b>TRANSPORTATION FUND SUMMARY</b>				
	<b>FY2016 Final</b>	<b>FY2017 As Passed (Jan Rev)</b>	<b>FY2017 Rescission (Jul Rev)</b>	<b>FY2017 Governor's Recommend BAA (Jul Rev)</b>
<b>Revenues</b>				
Current Law Revenues	264,609,396	271,300,000	277,700,000	277,700,000
Adjustment	29,184	0	0	0
New Revenue	0	9,876,474		
Federal Reimbursements	0	0	0	0
Est. Reversions	0	0	0	0
Current Year Reversions	0	0	0	0
Direct Applications & Reversions	0	0	0	0
<b>Total Revenue</b>	<b>264,638,580</b>	<b>281,176,474</b>	<b>277,700,000</b>	<b>277,700,000</b>
Carry forward balance	1,584,986	0	0	0
<b>Total State Funds</b>	<b>266,223,566</b>	<b>281,176,474</b>	<b>277,700,000</b>	<b>277,700,000</b>
<b>Appropriations</b>				
AOT Appropriations	235,321,207	249,073,779	249,073,779	249,073,779
Waterfall appropriations	0	0	0	0
Information Centers	4,034,714	4,014,502	4,014,502	4,014,502
Pay Act / FY11 27th Payroll	2,000,000	1,850,000	1,850,000	1,850,000
Transportation Debt Service	1,946,969	1,884,089	1,884,089	1,884,089
JTOC Appropriations	22,750,000	21,150,000	21,150,000	21,150,000
Contingent Approps / Ex Receipts	0	0	0	0
Other appropriations	0	0	0	0
Current Year Reversions/Rescissions	(2,560,374)		(2,223,221)	(2,223,221)
Net Budget Adjustments	1,611,489	0	0	0
<b>Total Appropriations</b>	<b>265,104,005</b>	<b>277,972,370</b>	<b>275,749,149</b>	<b>275,749,149</b>
Pre-Transfer balance	1,119,561	3,204,104	1,950,851	1,950,851
<b>Transfers</b>				
Transfer (to)/from General Fund				
Transfer (to)/from Downtown Fund	(423,966)	(423,966)	(423,966)	(423,966)
Transfer (to)/from Central Garage Fund	(162,504)	(1,283,215)	(695,215)	(695,215)
Transfer (to)/from Other Reserves	0	0	0	0
Transfer (to)/from Recreational Trail Fund	(443,497)	(370,000)	(370,000)	(370,000)
Transfer (to)/from Other funds	151,045	0	0	0
Transfer (to)/from Stabilization Reserve	(240,639)	(589,689)	(461,670)	(461,670)
Transfer (to)/from Vision Reserve	0	0	0	0
Transfer (to)/from Bond Reserve	0	0	0	0
Closing Recon Entries	0	0	0	0
Transfer (to)/from Bridge Fund	0	0	0	0
<b>Net Transfers</b>	<b>(1,119,561)</b>	<b>(2,666,870)</b>	<b>(1,950,851)</b>	<b>(1,950,851)</b>
<b>Ending Balance</b>	<b>0</b>	<b>537,234</b>	<b>0</b>	<b>0</b>
Bond Reserve	0	0	0	0
Stabilization Reserve Balance	12,793,530	13,383,219	13,255,200	13,255,200
5% Maximum Balance	12,793,530	13,383,219	13,255,200	13,255,200
Reserve Balance vs Maximum	0	0	0	0

**FY 2017 BAA Bill words at end – to JFO 01/10/16**

**Sec. 60. FUND TRANSFERS**

(a) Notwithstanding any provision of law to the contrary, in fiscal year 2017:

(1) The following amounts shall be transferred to the General Fund from the funds indicated:

<u>21054</u>	<u>Misc. Fines &amp; Penalties</u>	<u>442,849.77</u>
<u>21065</u>	<u>Financial Institute Supervision</u>	<u>728,499.86</u>
<u>21405</u>	<u>Bond Investment Earnings</u>	<u>161,100.90</u>
<u>21550</u>	<u>Land &amp; facilities Trust Fund</u>	<u>450,000.00</u>
<u>21641</u>	<u>AG – Administrative Special Fund</u>	<u>30,848.02</u>
<u>21638</u>	<u>AG -Fees &amp; reimbursements -Court order</u>	<u>2,400,000.00</u>
<u>22005</u>	<u>AHS Central Office earned federal receipts</u>	<u>28,040,542.00</u>
<u>50300</u>	<u>Liquor Control Fund</u>	<u>955,000.00</u>
	<u>Caledonia Fair</u>	<u>5,000.00</u>
	<u>North Country Hospital Loan</u>	<u>24,250.00</u>

**EXPLANATION:** Funds available to be transferred to the General Fund.

(2) All or a portion of the unencumbered balanced in the Insurance Regulatory and Supervision Fund (Fund Number 21075), the Captive Insurance Regulatory and Supervision Fund (Fund Number 21085), and the Securities Regulatory and Supervision Fund (Fund Number 21080), expected to be approximately, \$21,452,018 shall be transferred to the General Fund, provided that on or before July 1, 2017, the Commissioner of Financial Regulation certifies to the Joint Fiscal Committee that the transfer of such balances, or any smaller portion deemed proper by the Commissioner, will not impair the ability of the Department in fiscal year 2017 to provide thorough, competent, fair, and effective regulatory services, or maintain accreditation by the National Association of Insurance Commissioners; and that the Joint Fiscal Committee does not reject such certification.

**EXPLANATION:** Annual language directing funds remaining in the Department of Financial Regulation Special funds to be transferred to the General Fund at the end of the fiscal year.

(3) The following amounts shall be transferred from the General Fund to the fund indicated:

<u>21275</u>	<u>Environmental Contingency Fund</u>	<u>500,000.00</u>
<u>21555</u>	<u>Emergency Relief and Assistance Fund</u>	<u>1,176,226.00</u>
<u>59500</u>	<u>Single Audit Revolving Fund</u>	<u>196,169.00</u>

**EXPLANATION:** Funds that require a transfer of General Fund to meet projected current year obligations (21275 & 21555) and a fund needing General Fund to eliminate a structural deficit (59500).

(4) The following amount shall be transferred to the General Fund from the Agency of Human Services earned federal receipts and reserved in the Human Services Caseload reserve established in 32 V.S.A. § 308b and amended by this Act.

<u>22005</u>	<u>AHS Central Office earned federal receipts</u>	<u>10,000,000.00</u>
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**EXPLANATION:** There is sufficient onetime earned federal receipts held by the Agency of Human Services to transfer part of the unallocated balance to the Human Services caseload reserve for unanticipated caseload needs in FY 2017 or a future fiscal year.

**Sec. 61. REVERSIONS**

(a) Notwithstanding any provision of law to the contrary, in fiscal year 2016:

(1) The following amounts shall revert to the General Funds from the Accounts indicated:

<u>1100030000</u>	<u>Pay Act – Executive Branch</u>	<u>659,116.00</u>
<u>1240001000</u>	<u>Lieutenant Governor</u>	<u>4,603.00</u>
<u>1250001000</u>	<u>Auditor of Accounts</u>	<u>63,533.00</u>
<u>1260010000</u>	<u>State Treasurer</u>	<u>35,868.00</u>
<u>2100001000</u>	<u>Attorney General</u>	<u>25,416.00</u>
<u>3310000000</u>	<u>Commission on Women</u>	<u>10,890.00</u>
<u>3330010000</u>	<u>Green Mountain Care Board</u>	<u>296,663.00</u>
<u>5100070000</u>	<u>Agency of Education – Education services</u>	<u>245,000.00</u>

**EXPLANATION:** Funds carried forward from FY 2016 that can be reverted to the General Fund.

(2) The following amounts shall revert to the Education Fund from the accounts indicated:

<u>5100040000</u>	<u>Special Education</u>	<u>9,212,026.11</u>
<u>5100050000</u>	<u>State Placed Students</u>	<u>593,810.48</u>
<u>5100090000</u>	<u>Education Grants</u>	<u>341,879.54</u>
<u>5100190000</u>	<u>Essential Early Education</u>	<u>209,218.79</u>
<u>5100120000</u>	<u>Capital Debt Services</u>	<u>100,447.00</u>
<u>5100200000</u>	<u>Technical Education</u>	<u>203,853.72</u>
<u>5100060000</u>	<u>Adult Education</u>	<u>1,397,949.90</u>

**EXPLANATION:** Funds carried forward from FY 2016 that can be reverted to the Education Fund.

(3) The following amounts shall revert to the Transportation Infrastructure Bond Fund from the accounts indicated:

<u>8100001700</u>	<u>Transportation – rest areas constructions</u>	<u>101,114.00</u>
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**EXPLANATION:** The July consensus forecast reduced the FY 2017 revenue estimate for the Transportation Infrastructure Bond Fund, resulting in a budgetary shortfall of \$101,114. The reversion in this section balances the Fund’s outstanding appropriations to the July consensus forecast. The reverted funds were appropriated in FY 2014 for the Derby Welcome Center, and that project was cancelled by the General Assembly in Sec. 7 of Act No. 40 of 2015 (Transportation Bill).

**Sec. 62. HOME HEATING FUEL ASSISTANCE FUND REPEAL AND TRANSFER**

(a) 33 V.S.A. §2602(d) and 33 V.S.A. §2603 Home Heating Fuel Assistance Fund (#21210) are repealed.

(b) The balance remaining in the fund shall be transferred to the General Fund.

(c) This section shall be effective on passage.

**EXPLANATION:** The Home Heating Fuel Assistance Fund has not been used since FY 2008. In FY 2009 the federal appropriations to the fund were discontinued because the fund was not in compliance with federal regulations. This language repeals a fund no longer in use and transfer the small balance (about \$700) to the General Fund.

#### **Sec. 63. INDUSTRIAL HOMEWORK FUND REPEAL AND TRANSFER**

(a) 33 V.S.A. §1502 (6) is repealed.

(b) The balance remaining in the Industrial Homework fund shall be transferred to the General Fund.

(c) This section shall be effective on passage.

**EXPLANATION:** The Industrial Homework Fund is no longer in use. This language repeals a fund no longer in use and transfers the balance (about \$78K) to the General Fund.

#### **Sec. 64. AQUATIC NUISANCE FUND REPEAL AND TRANSFER**

(a) General fund shall be transferred to the aquatic nuisance fund in the amount needed to bring the fund balance to zero.

(c) This section shall be effective on passage.

**EXPLANATION:** The Aquatic Nuisance fund was repealed in 2009 Acts and Resolves No. 46 Sec.4. This language transfers the general funds to bring the balance to zero so that the fund can be closed in accordance with current law.

#### **Sec. 65. CARRY FORWARD AUTHORITY**

(a) Notwithstanding any other provisions of law and subject to the approval of the Secretary of Administration, General, Transportation, Transportation Infrastructure Bond, and Education Fund appropriations remaining unexpended on June 30, 2017 in the Executive Branch of State government shall be carried forward and shall be designated for expenditure.

(b) Notwithstanding any other provisions of law, General Fund appropriations remaining unexpended on June 30, 2017 in the Legislative and Judicial branches of State government shall be carried forward and shall be designated for expenditure.

**EXPLANATION:** Standard language (see last year: 2016 Act 68 Sec. 56).

#### **Sec. 66. 2016 Acts and Resolves No.172, Sec. B.1103 is amended to read:**

(a) ~~The Secretary of Administration shall reduce fiscal year 2017 appropriations and make transfer to the General Fund for a total of \$500,000 due to savings~~ Savings generated from improved risk management processes which are underway in the administration of the State's risk management programs shall be used to reduce projected fiscal year 2017 expenditures.

**EXPLANATION:** The FY 2017 budget as passed required the administration to reduce appropriations associated with the change in the administration of the State's risk management programs. Rather than reduce billings, the administration is going to use the revenue currently appropriated to departments to be deposited into the fund. These revenues combined with a reduction in program expenditures will help generate a positive balance in the fund. The risk management funds currently operate with a negative balance. Any programmatic savings

generated through the change in administration of the program will be accounted for in departments FY 2018 base budgets.

**Sec. 67.** 2016 Acts and Resolves No.172, Sec. B.1106(b) is amended to read:

(b) The Secretary of Administration shall reduce fiscal year 2017 appropriations and make transfers to the General Fund for a total of ~~-\$550,000~~ \$206,631 for savings associated with positions abolished in subsection (a) of this section and shall include the appropriation reductions and transfers ~~in the report to the Joint Fiscal Committee in November 2016~~ as part of the FY 2017 Budget Adjustment.

**EXPLANATION:** The new administration has eliminated 6 number of positions in FY 2017 and achieved a savings of \$206,631. The appropriation reductions have been made in the corresponding appropriations.

**Sec. 68.** GRAND LIST LITIGATION ASSISTANCE

(a) Of the appropriation in 2016 Act and Resolves No. 172, Sec. B.139, \$100,000 shall be transferred to the Attorney General. The funds transferred shall be reserved and used with any remaining funds from the amounts previously transferred for payment of expenses incurred by the department or towns in defense of grand list appeals regarding the reappraisals of the hydroelectric plants and other property owned by TransCanada Hydro Northeast, Inc. in the State of Vermont. Expenditures for this purpose shall be considered qualified expenditures under 16 V.S.A. § 4025(c).

**EXPLANATION:** Hydro-dam litigation with Trans Canada is costing more than expected. This language appropriates additional funds to Attorney General's office in accordance with the Emergency Board motion adopted on July 21, 2016.

**Sec. 69.** 2016 Acts and Resolves No.172, Sec. E.100(a)(1) is amended to read:

Sec. E. 100 EXECUTIVE BRANCH POSITION AUTHORIZATIONS

(1) ~~In the Green Mountain Care Board – one (1) Health Care Statistical Information Administrator Health Policy Analyst, one (1) Health Facility Senior Auditor & Rate Specialist, and Financial Manager II, two (2) Reimbursement Analyst, one (1) Financial Systems Analyst, and one (1) Health Policy Advisor.~~

**EXPLANATION:** Change in position titles created in 2016 Act 172 due the evolution of the Board's position requirements to implement the All Payer Model.

**Sec. 70.** 2016 Acts and Resolves No.172, Sec. E.100(a) is added to read:

(2) The conversion of classified limited service positions to classified permanent status in fiscal year 2017 as follows:

(i) In the Green Mountain Care Board – one (1) Health Policy Director, one (1) Health Policy Analyst, and one (1) Board Legal Technician.

**EXPLANATION:** Base funding was allocated for these positions in FY 2017 budget; language authorizing permanent status was not included in the final bill.

**Sec. 71.** Sec. 4. 19 V.S.A. § 11a(b) is amended to read:

(b) In fiscal year 2017 ~~and in succeeding fiscal years~~, of the funds appropriated to the Department of Public Safety pursuant to subsection (a) of this section, the amount of ~~\$2,100,000.00~~ \$1,680,000.00 is allocated exclusively for the purchase, outfitting, assignment,



and disposal of State Police vehicles. In fiscal year 2018 and in succeeding fiscal years, of the funds appropriated to the Department of Public Safety pursuant to subsection (a) of this section, the amount of \$2,100,000.00 is allocated exclusively for the purchase, outfitting, assignment, and disposal of State Police vehicles. Any unexpended and unencumbered funds remaining in this allocation at the close of a fiscal year shall revert to the Transportation Fund. The Department of Public Safety may periodically recommend to the General Assembly that this allocation be adjusted to reflect market conditions for the vehicles and equipment.

**EXPLANATION:** During the 2016 session, the legislature in Act 158 (Transportation Bill) mandated DPS to expend more funds than were appropriated on State Police vehicles. DPS was only appropriated \$785K in General Fund and Special Funds, and a one-time appropriation of \$900K in additional transportation fund. This change aligns the funding in the Appropriations bill (2016 Act 172 Sec. 202(c)) and the Transportation bill.

**Sec. 72.** 2016 Acts and Resolves No. 172, Sec. D.101(a)(5) is amended to read:

(5) From the Evidence-Based Education and Advertising Fund established by 33 V.S.A. § 2004a to the General Fund. Notwithstanding any law to the contrary, the first \$500,000 of any cigarette tax receipts above the amount adopted in the forecast within the State Health Care Resources Fund in January 2016 by the Emergency Board for fiscal year 2016 shall be ~~deposited in~~ transferred to the Evidence Based Education and Advertising Fund: \$1,800,000.

**EXPLANATION:** Technical adjustment requested by Finance and Management – Division of Financial Operations.

**Sec. 73.** 32 V.S.A. § 308b is amended to read:

(a) There is created within the General Fund a Human Services Caseload Management Reserve. Expenditures from the Reserve shall be subject to an appropriation by the General Assembly or approval by the Emergency Board. Expenditures from the Reserve shall be limited to Agency of Human Services caseload-related needs primarily in the Departments for Children and Families; of Health; of Mental Health; of Disabilities, Aging, and Independent Living; of Corrections and of Vermont Health Access.

(b) The Secretary of Administration may transfer to the Human Services Caseload Reserve any General Fund carry-forward directly attributable to Agency of Human Services Aid to Needy Families with Children (ANFC) caseload reductions or savings and the effective management of related federal receipts.

**EXPLANATION:** Update to the Human Service Caseload Reserve Language to include all programs and agencies in the Agency of Human Services.

**Sec. 74.** GLOBAL COMMITMENT APPROPRIATIONS; TRANSFER; REPORT

(a) In order to facilitate the end-of-year closeout for fiscal year 2017, the Secretary of Human Services, with approval from the Secretary of Administration, may make transfers among the appropriations authorized for Medicaid and Medicaid-waiver program expenses, including Global Commitment appropriations outside the Agency of Human Services. At least three business days prior to any transfer, the Agency shall submit to the Joint Fiscal Office a proposal of transfers to be made pursuant to this section. A final report on all transfers made under this section shall be made to the Joint Fiscal Committee for review at the September 2017 meeting. The purpose of this section is to provide the Agency with limited authority to modify the appropriations to comply with the terms and conditions of the Global Commitment for Health

waiver approved by the Centers for Medicare and Medicaid Services under Section 1115 of the Social Security Act.

**EXPLANATION:** Repeat and continuation of language found most recently in 2016 Act 68 Sec 64. Medicaid services cut across numerous appropriations within AHS (and outside AHS). While best efforts are made to accurately project expenditures in each appropriation, there is always a need at the end of the year to true up to actual needs and activities. The Joint Fiscal Committee reporting requirement ensures that the legislature is aware of these adjustments.

**Sec. 75.** 2016 Acts and Resolves No. 172, Sec. E.301(b) is amended to read:

(b) In addition to the State funds appropriated in this section, a total estimated sum of ~~29,633,326~~ \$28,082,571 is anticipated to be certified as State matching funds under the Global Commitment as follows:

(1) ~~18,500,400~~ \$23,068,400 certified State match available from local education agencies for eligible special education school-based Medicaid services under the Global Commitment. This amount combined with ~~\$21,999,600~~ \$27,431,600 of federal funds appropriated in Sec. B.301 of this act equals a total estimated expenditure of ~~\$40,500,000~~ \$50,500,000. An amount equal to the amount of the federal matching funds for eligible special education school-based Medicaid services under Global Commitment shall be transferred from the Global Commitment Fund to the Medicaid Reimbursement Special Fund created in 16 V.S.A. § 2959a.

~~(2) \$4,091,214 certified State match available from local education agencies for direct school-based health services, including school nurse services, that increase the access of quality health care to uninsured persons, underinsured persons, and Medicaid beneficiaries.~~

(3) ~~\$1,883,273~~ \$941,637 certified State match available from local education agencies for eligible services as allowed by federal regulation for early periodic screening, diagnosis, and treatment programs for school-age children.

(4) ~~\$2,731,052~~ \$1,716,095 certified State match available via the University of Vermont's Child Health Improvement Program for quality improvement initiatives for the Medicaid program.

(5) ~~\$2,427,387~~ \$2,356,439 certified State match available from local designated mental health and developmental services agencies for eligible mental health services provided under Global Commitment.

**EXPLANATION:** Annual language (with updated revenue estimates) to establish certified state fund match as defined in the Global Commitment waiver. School-based health services no longer eligible be claimed as Investment per the Centers for Medicaid & Medicare Services.

**Sec. 76.** CORRECTIONS APPROPRIATIONS; TRANSFER; REPORT

(a) In fiscal year 2017, the Secretary of Administration may, upon recommendation of the Secretary of Human Services, transfer unexpended funds between the respective appropriations for correctional services and for correctional services out-of-state beds. At least three days prior to any such transfer being made, the Secretary of Administration shall report the intended transfer to the Joint Fiscal Office and shall report any completed transfers to the Joint Fiscal Committee at its next scheduled meeting.

**EXPLANATION:** The same authority was included in the past six years' Budget Adjustment Acts (see last year: 2016 Act 68 Sec. 66). This language provides the flexibility to move general funds between the Correctional Services and Out of State appropriations.

**Sec. 77.** 2016 Acts and Resolves No. 113, Sec. 13 is amended to read:

**Sec. 13. MEDICAID ADVISORY RATE CASE FOR ACO SERVICES**

(a) On or before December 31, ~~2016~~ 2017, the Green Mountain Care Board shall review any all inclusive population-based payment arrangement between the Department of Vermont Health Access and an accountable care organization for calendar ~~year~~ years 2017 and 2018. The Board's review shall include the number of attributed lives, eligibility groups, covered services, elements of the per-member, per-month payment, and any other nonclaims payments. The Board's review may include deliberative sessions to the same extent as allowable under insurance rate review in 8 V.S.A. §4062.

(b) The review shall be nonbinding on the Agency of Human Services, and nothing in this section shall be construed to abrogate the designation of the Agency of Human Services as the single State agency as required by 42 C.F.R. §431.10.

(c) The Board shall review the payment arrangement prior to the finalization of a contract between the Department and the accountable care organization and shall maintain the confidentiality of information necessary to preserve contract negotiations of the parties. The Board shall release its advisory opinion within 30 days of the finalization of the contract between the parties.

(d) The Department of Vermont Health Access shall provide the Board and its contractors such data and information requested by the Board for its review on the timeframe set forth by the Board.

**EXPLANATION:** The Green Mountain Care Board was provided one year of authority to review Medicaid's ACO payment arrangement in Act 113. With the finalization of the All Payer ACO Model, an extension of this authority is necessary for one year while the Board works to implement new regulatory authority. The Board expects to request statutory changes in 2018.

**Sec. 78. REPEAL**

(a) 2016 Acts and Resolves No.172, Sec. E.345.1 is repealed on upon passage of this Act.

**EXPLANATION:** All Payer Model language repealed in favor of adding funding through the FY 2017 Budget Adjustment.

**Sec. 79. BENNINGTON PFOA RESPONSE EXPENDITURES**

(a) Notwithstanding the \$100,000 minimum balance required by 10 V.S.A. § 1283(b), the Secretary may spend funds necessary to investigate and remediate the release of perfluorooctanoic acid (PFOA) in the Town of Bennington and Village of North Bennington. To the extent that these expenditures exceed receipts to the fund established by 10 V.S.A. § 1283, the Secretary shall include those expenditures in the fiscal year 2018 budget request.

**EXPLANATION:** Current expenditures for PFOA response may require that the Department of Environmental Conservation spend into the funds reserves in FY2017. The Administration anticipates transferring additional funds in the FY 2018 Budget.

**Sec. 80. EXEMPTIONS FROM TRANSPORTATION FUND BUDGET STABILIZATION RESERVES**

(a) Transportation Fund amounts totaling \$2,560,373.70, reverted under the Secretary of Administration's carry forward authority in 2016 Acts and Resolves No. 68, Sec 56(a), are exempt from the fiscal year 2016 Transportation Fund appropriation total used to calculate the five percent budget stabilization requirement for fiscal year 2017 in 32 V.S.A. § 308a.

**EXPLANATION:** Transportation Fund revenue reductions in FY 2016 have entailed reversions of FY 2016 spending authority, which should reduce the amounts needed to fulfill the 5% budget stabilization calculation in 32 VSA Sec 308a.

**Sec. 81. EFFECTIVE DATES**

(a) Unless otherwise noted in this act, this section and all remaining sections shall take effect on passage.