

FY 2019 EXECUTIVE BUDGET SUMMARY



Fiscal Year 2019 Executive Budget Recommendations

Philip B. Scott
Governor of Vermont
January 23, 2018



January 23, 2018

Dear Members of the General Assembly and Fellow Vermonters:

It is my pleasure to present the Fiscal Year (FY) 2019 budget for your consideration.

This budget continues to invest in our top strategic priorities and offers a new, more fiscally responsible way to determine an appropriate spending level. We began by asking a question: How can we better align the budget of our state government with what Vermonters can afford? To do this, we decided to hold growth in state spending – all state spending in all funds – at or below a six-year rolling average of real wage growth. This *Growth Rate Calculation* ensures growth in state spending no longer outpaces Vermonters' ability to pay and mitigates the risk of building a budget based on forward-looking projections that end up being off target. This year's Growth Rate Calculation was set at 2.36%.

As a matter of principle, I do not believe the cost of state government – or the service areas we regulate – should be permitted to grow faster than the paychecks of the Vermonters footing the bill. My Administration will apply the Growth Rate Calculation to all future budget proposals, and to our policy and regulatory work in other areas. One of the key performance indicators of our strategic plan is the

percent of household income devoted to taxes and fees. The Growth Rate Calculation is one important tool to reduce this percentage over time. And this goal is why, for the second year in a row, my recommended budget does not raise taxes or fees—because I believe Vermonters needed a break.

Containing spending growth is hard work, particularly when you consider the years of underfunding longer-term liabilities and the cost pressures of old systems embedded in state government. We had to make difficult decisions. Most importantly, we had to prioritize our spending.

From the first day of my administration, I emphasized three strategic goals: strengthen the economy, make Vermont more affordable, and protect the most vulnerable.

My budget prioritizes investments that will make it easier to create jobs, expand small businesses and boost wages. It confronts stagnant growth in our workforce by expanding training, recruitment and retention tools. It reaches out to senior members, or former members, of our workforce and helps them to take on a new challenge, if they are seeking one. And it creates a wider path into the workforce for newly minted college graduates or high school graduates who prefer to go directly into the trades.

Another opportunity to strengthen the economy is through our work to address climate change and meet our clean energy goals. Our Clean Energy Plan identified wood heat as a critical way to achieve Vermont's goal of 90% renewable energy by 2050. We will fund a program to help homeowners replace old, non-EPA certified wood stoves with modern, efficient ones. This initiative not only improves air quality in and outside the home, but also saves folks money by reducing what they burn. It helps small businesses by driving sales at local stove shops, and supporting our forest products economy. We will also support an innovation-driven, entrepreneurial approach to our water quality challenges that we hope will result in net tax revenue and new jobs.

As you know, one major challenge in making Vermont more affordable is the ever-rising cost of education. Year after year, Vermonters have endured property tax increases they can no longer afford. We all want every child, regardless of address, to have the best education possible. But we must be honest about whether we're achieving that vision, and whether we're receiving the best value we can get for the \$1.6 billion we are investing. My administration has already reached out to the legislature to help find solutions and chart a path forward. We know investment in education brings long-term benefits for our kids, families and the economy, but we must have the courage to reform our K-12 education system.

While economic growth and affordability are strategic priorities in my administration, an equal priority is offering assistance to those in need. To face the growing mental health needs in our state, my budget replaces our temporary secure residential facility and funds a new forensic psychiatric facility. To get people the care they need when they need it, we partner with communities and healthcare providers to put mental health outreach workers in key areas throughout the state. And, to prevent costly and debilitating healthcare problems, my budget launches two innovative, preventative programs: a school-based dental program and a universal home visit pilot for pregnant women and babies.

As we make strides in the battle against substance abuse disorders, we can do more to help Vermonters in recovery find and keep a job. That's why I've directed the Department of Labor, within the resources provided in this budget, to provide comprehensive employment services directly to those in recovery, through regular service hours at Vermont's Recovery Centers. Employment counselors will serve three recovery centers by the end of this Spring, and every recovery center in the state by the end of the year - at no additional cost to Vermonters.

This year's budget will also provide additional funds for teachers' retirement (up \$16 million) and teachers' healthcare (up \$4 million) – because we have an obligation to keep the promises we made to

these retired public servants. It fully funds the annual transfer of general funds to the education fund (up \$8 million), and normal salary and benefit increases for the state workforce.

Balancing this budget without raising taxes or fees required a lot of hard work. The truth is, for many decades, the cost of state government has been designed to grow about 5 percent each year. The budget I present today grows at less than half that rate while still investing in our economy and protecting the most vulnerable. This required careful, diligent work and often difficult decisions. I want to thank my entire Administration – every secretary, commissioner, director, and every hardworking state employee – for their willingness to think differently, to innovate, prioritize, modernize and put the state in a much better fiscal position for the future.

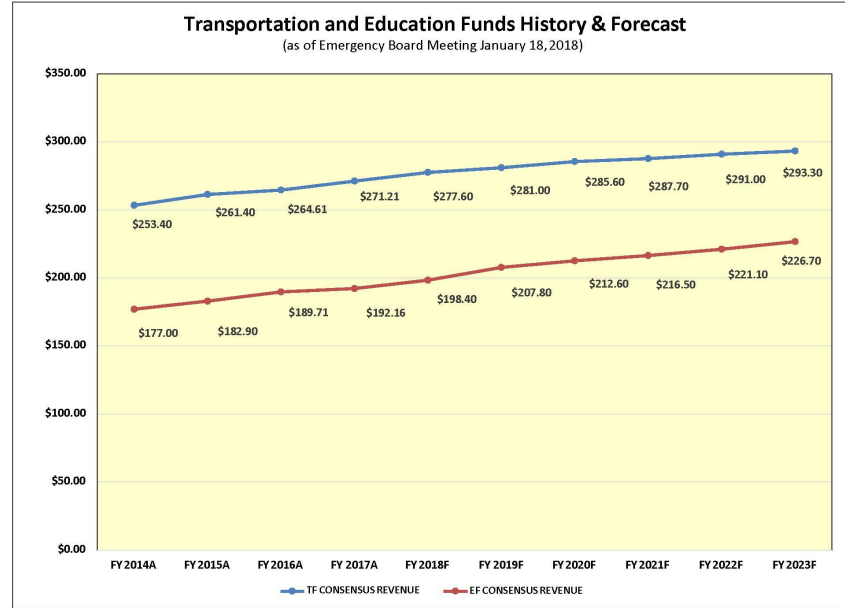
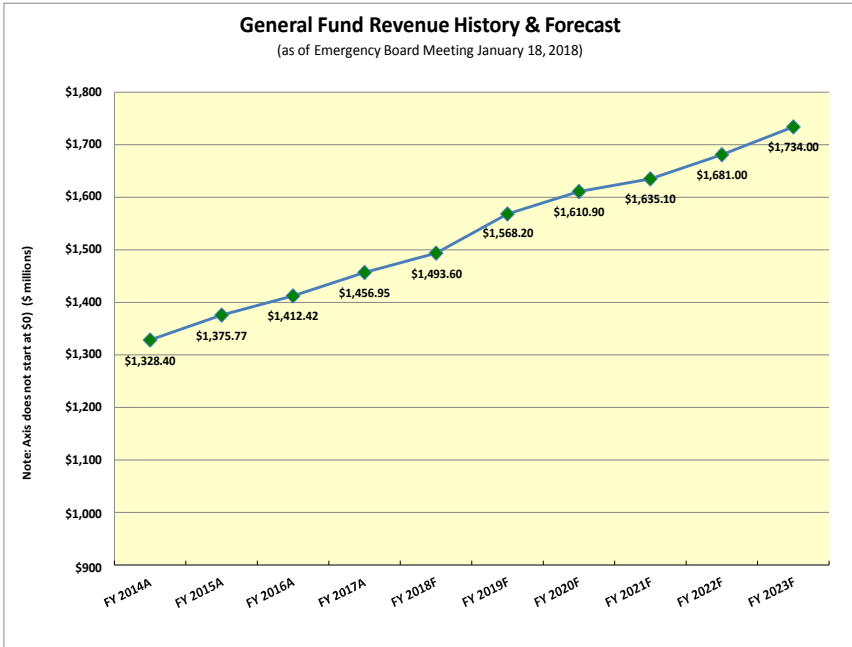
Sincerely,



Philip B. Scott
Governor

| TABLE OF CONTENTS4 | Page |
|--|--------------|
| CONSENSUS REVENUE HISTORY AND FORECAST | 4 |
| Revenue by Component - General Fund | 5 |
| Revenue by Component - Transportation Fund | 6 |
| Revenue by Component - Education Fund | 7 |
| FY 2019 BUDGET RECOMMENDATIONS | 8 |
| FY 2019 BUDGET DEVELOPMENT PROCESS | 9 |
| Public Participation - Public Budget Forums | 9 |
| Current Services Budget | 10 |
| FY 2019 Performance Accountability | 11-12 |
| GOVERNOR SCOTT'S FISCAL YEAR 2019 BUDGET ITEMS | 13-17 |
| FY 2019 GF BUDGET OVERVIEW | 18 |
| FY 2019 GF Budget & Deficit Mitigation | 18 |
| Total Appropriations History FY 2016 - FY 2019 (All Funds) | 19 |
| FY 2019 Governor's Recommended Budget - All Funds by Function | 20-21 |
| FY 2019 Governor's Recommended Budget - Pie Charts - by Function and Fund | 22 |
| FY 2019 Governor's Recommended Budget by Department and Funding Source | 23-25 |
| General Fund Summary | 26 |
| Transportation Fund Summary | 27 |
| Education Fund Summary | 28 |
| FY 2018 BUDGET ADJUSTMENT RECOMMENDATIONS (BAA): | 29 |
| Governor's Budget Adjustment Recommendation Summary | 30 |
| FY 2018 BAA - Pie Charts - by Function and Fund | 31 |
| FY 2018 Budget Adjustment Worksheet by Fund | 32-33 |
| OTHER REQUIRED REPORTS | 34 |
| TAX EXPENDITURE REPORT | 35 |
| Non-Profit and Charitable Related Tax Expenditures by Tax Category, and by Agency/Department | 36-37 |
| RETIREMENT INTEGRITY REPORT | 38-39 |
| ACKNOWLEDGEMENTS AND CREDITS | 40 |

CONSENSUS REVENUE HISTORY AND FORECAST

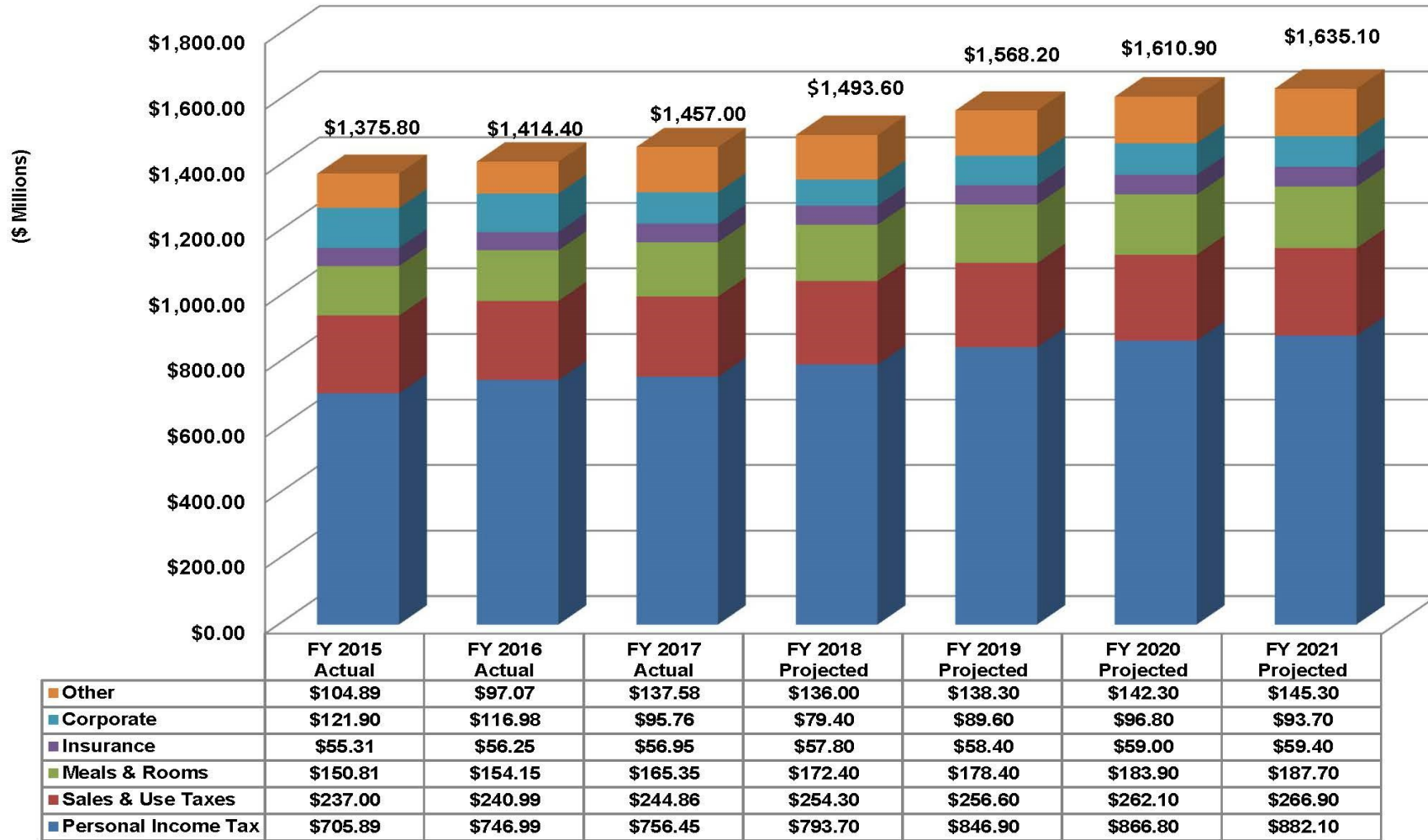


On January 18, 2018, the Vermont Emergency Board adopted revised General, Transportation and Education Fund Consensus Revenue Forecasts for the remainder of FY2018, FY2019 and FY2020 as compared to the adopted July 2017 forecast. The General Fund (GF) for FY2018 was projected to be \$1,493.6 million (+\$8.1 million, +0.5%) while the FY2019 GF was projected at \$1,568.2 million (\$29.7 million, +1.9%). The Transportation Fund forecast for the remainder of FY2018 was projected at \$277.6 million (+\$1.4 million, +0.5 %) and for FY2019 was projected at \$281.0 million (+\$2.1 million, +0.8 %). The Education Fund (portion subject to consensus revenue forecast) was projected to be \$198.4 million for FY2018 (+\$0.4 million, +0.2%) and \$207.8 million for FY2019 (+\$1.1 million, +0.5%).

General Fund Revenue by Component

FY 2015 - FY 2021

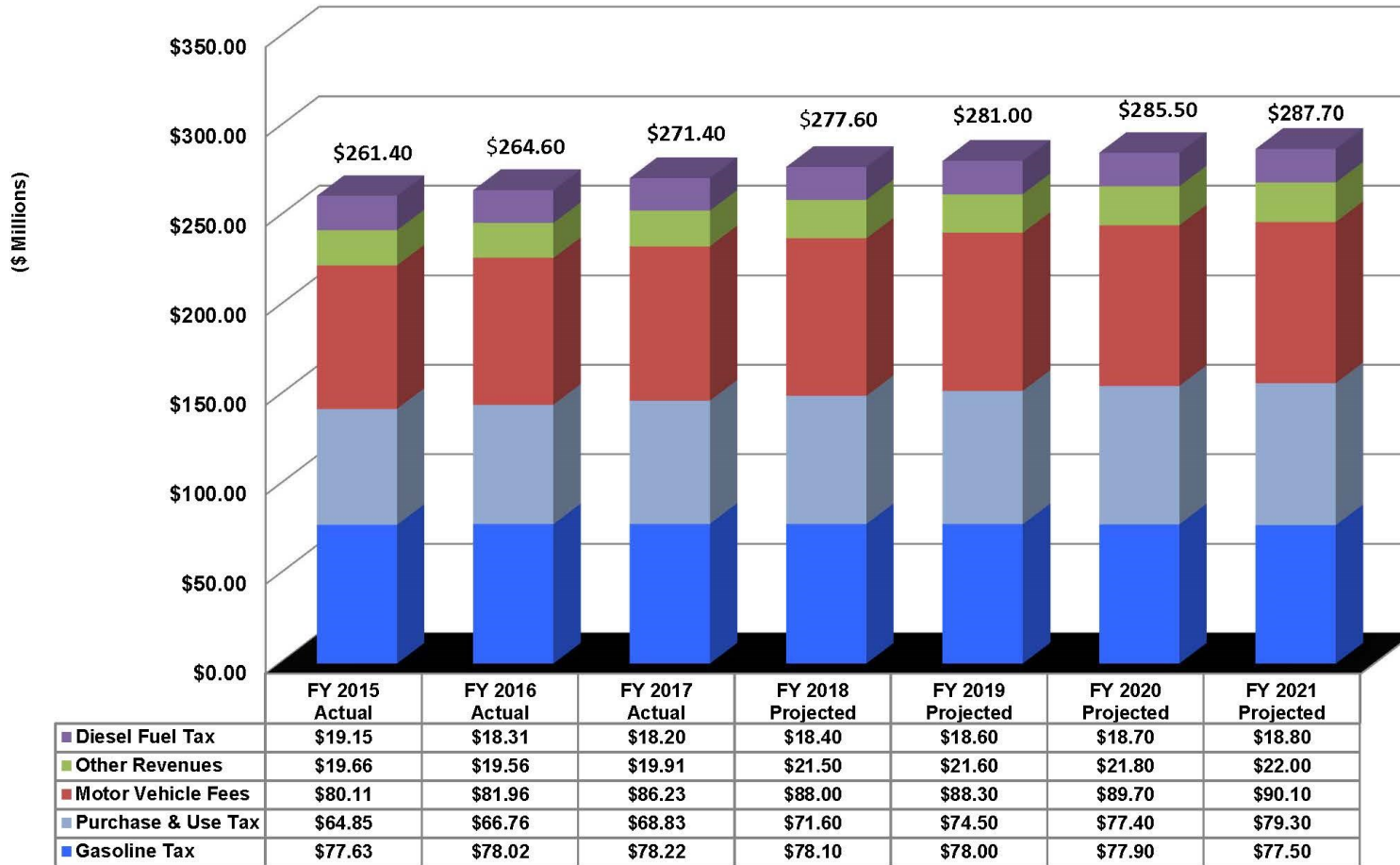
Emergency Board January 18, 2018



Transportation Fund Revenue by Component

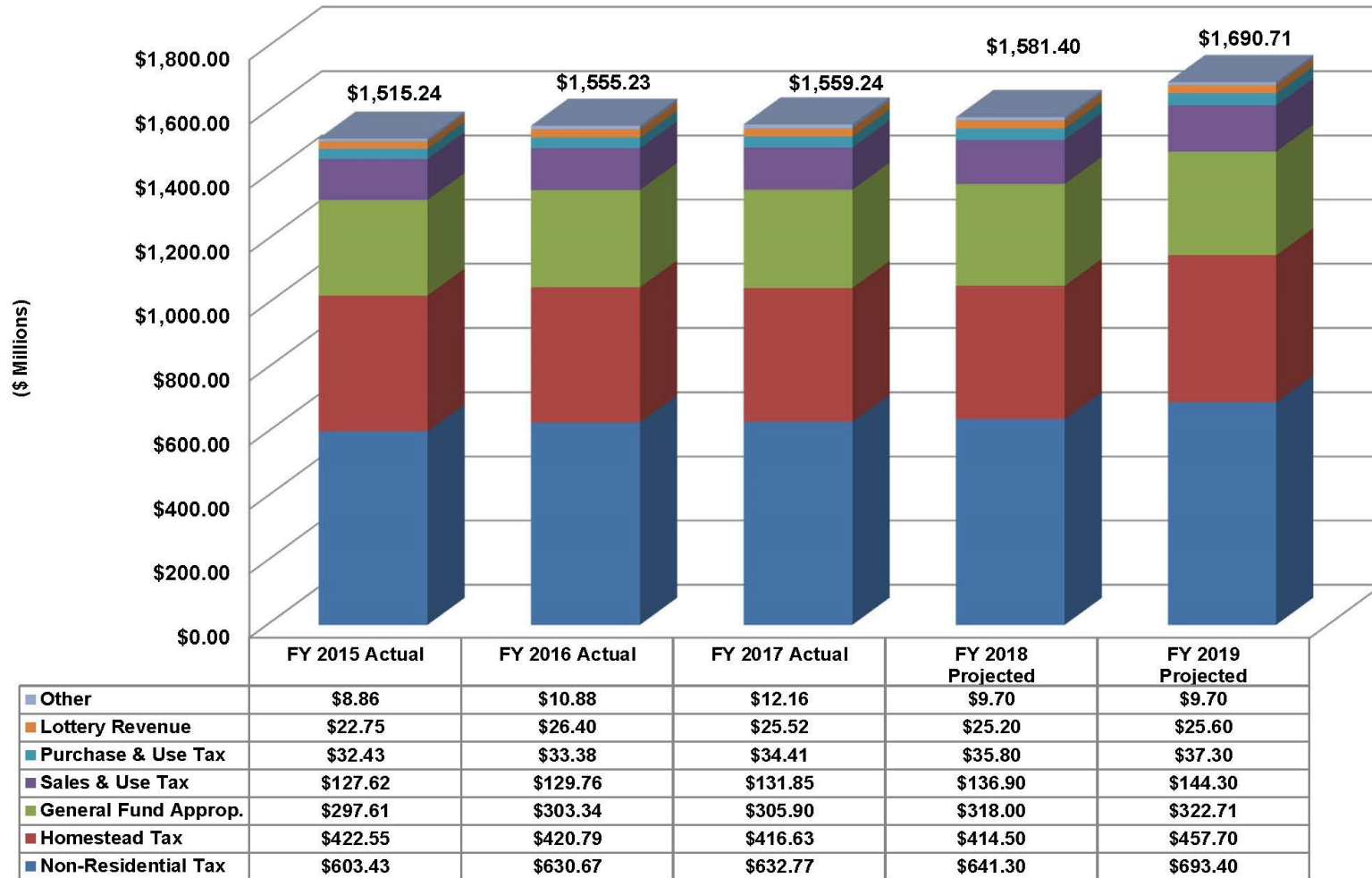
FY 2015 - FY 2021

Emergency Board January 18, 2018



Education Fund Revenue by Component FY 2015 - FY 2019

Emergency Board January 18, 2018



FY2019 BUDGET RECOMMENDATIONS

THE FISCAL YEAR 2019 BUDGET DEVELOPMENT PROCESS/PUBLIC BUDGET PROCESS

In accordance with 32 V.S.A. § 306 (d), the development process for the Governor's Budget Recommendations include public participation and a current services budget.

Public Participation – Public Budget Forums

The Secretary of Administration used an online budget forum to meet the requirements of 32 V.S.A. § 306 (d). Under this section the Governor is required to develop a process for public participation in the development of goals and a general prioritization of spending and revenue initiatives as part of the state's budget.

Using the Department of Finance & Management's public website, the Administration posted an online presentation describing the overall budget and budgeting process, found at the website address below:

<http://finance.vermont.gov/sites/finance/files/FINAL%20FY19%20Budget%20Presentation.pdf>

The Administration invited comments both online and in writing, during a five week period in November and December.

During this time, Finance & Management received 475 comments online (SurveyMonkey) and 74 written comments. Below is a summary of those comments:

28 comments supported the full funding of \$10M for the Parent Child Centers Master Grant

16 comments supported an increase of \$250,000 for the expansion of the HEAT squad

12 comments regarding K-12 education; both in support and against

9 comments supported increased funding for public higher education

1 comment encouraged support of senior citizens

1 comment supported an increase in human services spending; particularly the opioid epidemic and mental health

1 comment supported tax reform

1 comment supported the Working Lands Enterprise

1 comment supported an overhaul of the online survey

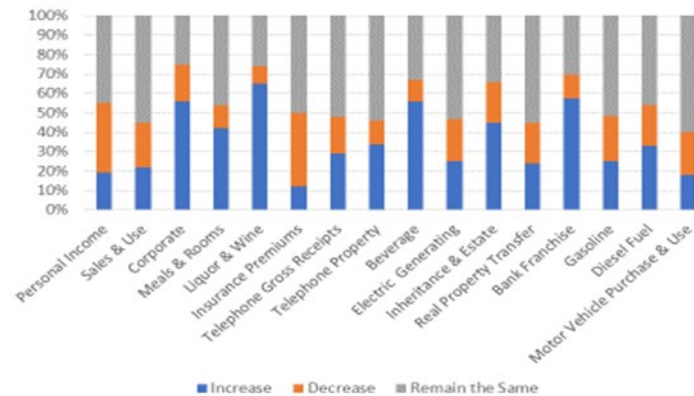
1 comment supported an increase in Vermont game wardens

1 comment was not in support of the meals and rooms tax

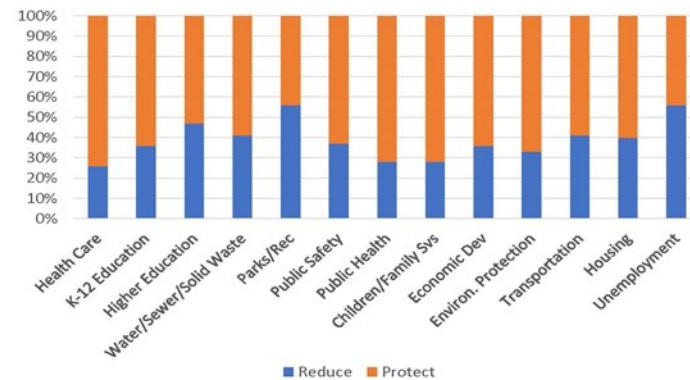
1 comment supported Vermont secession

1 comment was in support of teachers' pensions

Which areas of revenue would you consider reducing, increasing or maintaining at current levels in order to balance the state budget?



Which areas of spending would you consider reducing – and which would you protect in order to balance the state budget?



Current Services Budget (per 32 V.S.A. § 306 (a)(1))

THE FISCAL YEAR 2019 CURRENT SERVICES BUDGET

A current services budget measures how much it would cost the State in an upcoming budget period to deliver the same quantity and quality of services delivered in the current budget period. A current services budget takes into account the impact of factors such as: inflation and other changes in the per-person cost of providing the programs and services; any expected changes in the number of people utilizing those services and benefits due to population growth or other factors; any previously enacted changes that have not been phased in, ongoing formula-based adjustments, and other factors that would require statutory changes to undo; and collective bargaining agreements.

A current services budget does not take into account the impact of factors such as: proposed new policy or policy changes not yet enacted; new programmatic initiatives; and proposed new revenue or tax receipts.

See General Fund Overview on page 18 for additional information.

| | FY18 As Passed - Less Rescission & Mgmt Savings | FY 2019 Current Services |
|--|---|--------------------------|
| GENERAL FUND | | |
| Administration - secretary's office | 886,620 | 886,620 |
| Agency of Digital Services - NEW GF | - | 177,615 |
| Finance and management | 1,259,041 | 1,258,956 |
| Human resources | 1,927,276 | 1,940,451 |
| Libraries | 2,277,909 | 2,025,918 |
| Tax | 17,919,935 | 18,686,980 |
| Buildings and general services | 1,967,688 | 1,958,279 |
| Executive office - governor's office | 1,658,582 | 1,658,582 |
| Legislative Branch - all appropriations | 14,746,482 | 15,114,957 |
| Lieutenant governor | 238,545 | 254,551 |
| Auditor of accounts | 392,180 | 390,871 |
| State treasurer | 964,136 | 969,366 |
| State labor relations board | 246,610 | 251,465 |
| VOSHA review board | 44,061 | 44,333 |
| Sub-total Gen'l Gov't - Excl PropTaxAssistance | 44,529,065 | 45,618,944 |
| Homeowner rebate | 16,600,000 | 16,600,000 |
| Renter rebate | 3,150,000 | 3,150,000 |
| Municipal Current Use | 15,283,643 | 15,981,672 |
| Sub-total Property Tax Assistance | 35,033,643 | 35,731,672 |
| Attorney general | 4,868,128 | 5,056,635 |
| Vermont court diversion | 2,156,486 | 2,270,486 |
| Defender general | 16,954,883 | 17,203,935 |
| Judiciary | 42,133,260 | 43,309,694 |
| State's attorneys | 11,416,787 | 11,756,761 |
| Special investigative units | 1,999,100 | 1,999,100 |
| Sheriffs | 4,291,184 | 4,433,362 |
| Public safety | 45,649,281 | 47,551,358 |
| Military | 3,936,474 | 4,056,866 |
| Center for crime victims services | 1,264,140 | 1,264,158 |
| Criminal justice training council | 2,294,478 | 2,355,582 |
| Agriculture, food and markets | 8,292,701 | 8,388,761 |
| Human rights commission | 490,229 | 492,122 |
| Sub-total Protection | 145,747,131 | 150,138,820 |
| AHS - secretary's office (incl RS & HSB) | 10,899,980 | 11,083,443 |
| Secretary's office - Global Commitment | 261,459,324 | 272,567,160 |
| Department of Vermont Health Access | 83,812,544 | 81,680,449 |
| Health | 14,096,225 | 14,674,692 |
| Mental health | 4,852,748 | 6,164,792 |
| Department for children and families | 129,000,448 | 132,514,980 |
| Disabilities, aging and independent living | 25,730,132 | 28,208,183 |
| Corrections | 142,829,671 | 145,229,028 |
| Vermont Veterans Home | 6,191,522 | 6,394,706 |
| Commission on women | 370,571 | 372,962 |
| Retired senior volunteer program | 151,096 | 151,096 |
| Green Mountain Care Board | 2,076,352 | 2,119,482 |
| Sub-total Human Services - incl AHS & other | 681,470,613 | 701,180,973 |

| | FY18 As Passed - Less Rescission & Mgmt Savings | FY 2019 Current Services |
|---|---|--------------------------|
| GENERAL FUND | | |
| Labor | 3,153,735 | 2,980,386 |
| Education - finance/admin/ed services | 9,781,625 | 9,911,836 |
| Appropriation & transfer to Ed Fund | 314,695,753 | 322,905,813 |
| State teachers' retirement system | 75,912,816 | 92,241,519 |
| Retired teachers health care | 27,560,966 | 31,639,205 |
| Sub-Total General Education | 427,951,160 | 456,698,373 |
| University of Vermont | 38,462,876 | 38,462,876 |
| Vermont public television | 1 | - |
| Vermont state colleges | 27,300,464 | 27,300,464 |
| VSC - Supplemental aid | 700,000 | 700,000 |
| Vermont state colleges - allied health | 748,314 | 748,314 |
| Vermont student assistance corporation | 19,414,588 | 19,414,588 |
| New England higher education compact | 84,000 | 84,000 |
| University of Vt - Morgan Horse Farm | 1 | - |
| Sub-Total Higher Education | 86,710,244 | 86,710,242 |
| Agency of natural resources - admin | 4,109,497 | 4,149,820 |
| ANR Local property tax assessment | 2,071,729 | 2,111,255 |
| Fish and wildlife | 5,039,913 | 5,260,156 |
| Forests, parks and recreation | 7,351,086 | 7,374,042 |
| Environmental conservation | 8,560,138 | 8,582,788 |
| Natural resources board | 606,998 | 608,163 |
| Sub-Total Natural Resources - incl ANR & NRB | 27,739,361 | 28,086,224 |
| Agency Commerce & Comm Dev - Admin | 3,696,869 | 3,523,916 |
| Economic Development | 4,534,127 | 4,590,054 |
| Housing & Community Development | 2,607,555 | 2,611,491 |
| Tourism and marketing | 2,991,225 | 3,038,789 |
| Vermont council on the arts | 675,307 | 717,735 |
| Vermont symphony orchestra | 141,214 | 141,214 |
| Vermont historical society | 996,945 | 961,426 |
| Vermont humanities council | 217,959 | 217,959 |
| Sub-Total Commerce - incl ACCD & Grants | 15,861,201 | 15,802,584 |
| Debt service | 73,989,703 | 72,860,748 |
| Sub-Total Debt Service | 73,989,703 | 72,860,748 |
| Total Base Appropriations | 635,405,404 | 663,138,557 |
| One-time Appropriations: | | |
| FY 18 Pay Act - all branches (1) | 11,510,803 | (11,510,803) |
| FY 19 Pay Act (1) | | 8,312,303 |
| Other 1-time appropriations (2) | 700,000 | 1,848,516 |
| Sub-total "Other Items" | 12,210,803 | (1,349,984) |
| Grand Total General Fund | 1,554,396,659 | 1,594,438,982 |

Notes:

(1) FY19 Pay Act reflects State's collective bargaining position as of 1/16/18, and will be included in separate Pay Act legislation. FY18 Pay Act is annualized in departments' FY19 Current Services above, and so should be excluded for comparison.

(2) Departments' FY19 Current services includes allocated \$5M management savings and \$7M base rescission reductions.

(3) FY19 One-time appropriations include \$400K Secretary of State elections (every other year) and \$1.4M for statewide reclassifications.

PROGRAM TO IMPROVE VERMONT OUTCOMES TOGETHER (PIVOT) FY 2019 GOVERNOR'S BUDGET RECOMMENDATION

Governor Scott's Executive Order 04-17 established the **Program to Improve Vermont Outcomes Together (PIVOT)**. Governor Scott firmly believes in a system of Continuous Improvement (CI) for programs and processes as a way to modernize state government.

CI is a way of thinking, a commitment to making things better. CI comes with a full diverse toolbox. No idea is a bad idea, regardless of whether an idea eventually works or not. The key to CI is to keep thinking. CI is a system which works from the bottom up.

The system is driven by specific performance indicators which we will use to measure our progress and report to Vermonters so they can hold us accountable for making meaningful gains. These "breakthrough" indicators will prove if Vermont's families, children and communities are doing better. When they are, revenues will increase and state government will have more resources to invest in our strategic priorities. This is the benefit of having a clearly defined strategic plan - a blueprint for growth - and a budget that supports this approach.

2017 RESULTS

Under the leadership of the Chief Performance Officer, PIVOT accomplished a great deal in 2017, its formative year, and has ambitious plans for 2018 and 2019.

Targeted Action Plans (TAPs): On June 20, 2017, forty-four Targeted Action Plans (TAPs) were approved by the Governor. TAPs were developed to have actionable items to implement, beginning in 2017, jump-starting our ability to act on process and results improvements, instead of waiting for training program maturity or completion of the Strategic Plan. A "Dashboard" report on the status of the initial PIVOT TAPs, as of 12/31/17, is available electronically at: http://spotlight.vermont.gov/sites/spotlight/files/Performance/PIVOT/2017_PIVOT_TAP_Update_12.31.17Final.pdf.

Training: A total of 201 employees and 80 extended cabinet members have been trained in-house by the PIVOT Development Team (PDT), since June 19, 2017 (RBA and Lean). Prior to PIVOT, Lean-only training and support was contracted by DEC and AOT at a cost approaching \$300,000 and trained 340 employees and 58 leadership positions from 2013 - 2017. In total, 541 employees and 130 leaders/managers have been trained in some level of continuous improvement methodologies.

Steering Committee: The statewide Steering Committee has been established, consisting of the PDT members, the Chief Data Officer, and one representative from each of the 12 cabinet agencies and independent departments. The Committee will provide governance, project selection advice, dissemination of best practices, training curriculum changes and assistance.

A Green Belt (GB) Practice Network has been established. The network meetings are an opportunity for GBs to support and learn from each other. By sharing experiences, practicing skills, learning new tools, and staying connected, GBs will develop and sustain an infrastructure for continuous improvement to rely on for effective and consistent facilitation.

2018 & 2019 PLANS

- Continue work on 2017 TAPs to completion and establish periodic meetings schedule with Cabinet and PIVOT Leads to review TAP progress; developing future TAPs to add strategic planning.

- Transfer training to Center for Achievement in Public Service (CAPS) workforce development staff; Develop plan to ramp-up training capacity to meet strategic goals; Continue working on the Service Domain, Program and Activities inventory (SPA Matrix).
- Form a chartered Project Team for the new Outcomes-Based Programmatic Budget construct (key goal in AOA-Strategic Plan).
- The final SPA Matrix will be the basis for the new budget construct, eventually allowing for budgeting by organization (as we currently do), by individual Programs, and by Service Domains across Agencies - such as "All Housing Service."
- Finalize the state Strategic Plan and planning process, with annual updates to transcend administrations.
- Future TAPs will be developed from the Strategic Plan and/or the continuous improvement process being built within each agency and departments.
- Form a chartered Project Team for a Dashboard template and Open Data portal expansion, including Dashboards for the Strategic Plan, PIVOT and 2014 Act 186 Outcomes.
- Continue the institutionalization of a Continuous Improvement Culture, including process improvement methodology training (RBA and Lean), driving improvement work strategically, and pairing top-down vision with bottom-up ideas.

We made great progress in 2017, PIVOT's formative year. Our progress to date leaves us well positioned to increase trained employees and engage in projects which will improve results, make processes more efficient, eliminate waste, improve customer service and build programmatic capacity.

GOVERNOR SCOTT'S FISCAL YEAR 2019 KEY BUDGET ITEMS

Governor Scott's Fiscal Year 2019 Key Budget Items

- Supports Fiscal Year 2019 (FY19) General Fund base appropriations of \$1.591 billion, a 2.33% growth rate over the post-rescission Fiscal Year 2018 (FY18) base appropriations.
- Does not raise taxes or fees.
- Supports increased investments in workforce training, housing, small business, mental health, and clean energy.
- Provides tax relief to Vermonters by exempting military pensions from state income tax and phasing out state taxes on Social Security income for low and moderate income households.
- Maintains the General, Transportation and Education Funds (GF, TF, and EF) Budget Stabilization Reserves at statutory levels.
- Fully supports the 27/53 Reserve and maintains the existing balance in the General Fund Balance Reserve.
- Transfers \$72,806,983 to the Human Services Caseload Reserve to provide for a future Medicaid “tail” and other human services related needs, including utilization and changes in federal participation.

Workforce Expansion and Economic Development

Since 2010, Vermont's labor force has been shrinking, on average, by 6 workers each day. Although Vermont's labor force participation rate remains higher than the national average, the total number of workers fails to meet the employment demands of the state. With one of the lowest seasonally-adjusted unemployment rates in the country, Vermont employers face a growing gap between the skills of those available in the labor force and the skills needed to get the job done. We must increase the number of workers in Vermont's labor market.

- \$500,000 in the proposed FY19 Capital Budget Adjustment for competitive grants to be awarded to Adult Technical Education Centers to enable them to purchase training equipment, fit up new space, and expand adult career and technical education across the state. Increasing training programs targeted at our greatest workforce needs will allow workers to step directly into available positions and promote economic growth.
- \$400,000 for the Agency of Commerce and Community Development for the ThinkVermont Growth and Innovation Initiative:
 - \$300,000 for competitive proposals for economic development projects;
 - \$50,000 to develop a small business accelerator initiative;
 - \$25,000 to partner with capital providers to assist entrepreneurs; and
 - \$25,000 to continue to develop the Aerospace sector - supply chain - clusters throughout the state.
- \$3,182,000 in the proposed FY18 Budget Adjustment for the Agency of Commerce and Community Development to ThinkVermont/Move, a measurable and sustainable approach to identify and attract new workers and families, create incentives to lower barriers to relocation and leverage our robust tourism efforts to convert visitors into residents. The funds will help create a gateway portal of information on jobs, school districts, housing, and recreation to reverse the trend of fewer workers, fewer taxpayers and fewer students in our schools. Existing Department of Labor employees will serve as “relocation agents” and be trained to provide all the knowledge someone needs from the moment they first consider making Vermont their home.
- \$100,000 for a public/private partnership to recruit workers to Vermont and help retain our college graduates.

- Within existing resources, greater support and employment counseling will be provided to adults in recovery and to retirement-age Vermonters who want to remain in the workforce.
- \$100,000 to support planning and implementation of a community development program targeting outdoor recreation, in consultation with the Department of Forests, Parks and Recreation.

Affordability

Too many hard-working Vermonters face the same problem the state budget faces - expenses and costs growing faster than income. It's not just taxes. Utility bills, healthcare costs and other necessities make it harder for many Vermonters to get ahead, and too many of them aren't getting by at all. We know this problem is real and we must take steps to provide relief.

- Exempts 100% of military retirement pay from state income tax, joining Vermont to the overwhelming majority of states providing tax relief to those who put themselves in harm's way and devoted their careers to the service of their nation.
- Exempts from state income tax social security payments made to low and moderate income Vermonters under the Social Security Act. Vermont is one of only a handful of states that taxes Social Security benefits the same way they are taxed at the federal level.
- \$125,000 to double the state's investment in VHFA's successful Down Payment Assistance Program, which will maintain the number of families eligible for assistance. Vermont's first-time homebuyers have long struggled to afford a home with the persistent disconnect between high home prices, wages and heavy student and auto debt. Down payment is the most needed form of assistance for most buyers.
- Provides free college tuition to members of our National Guard by increasing last year's appropriation by \$640,000, making a total of \$890,000 available annually for scholarships. These scholarships will enhance the ability of the Vermont National Guard to recruit, will increase post-secondary enrollment in state colleges and universities, and will keep our service-committed individuals in Vermont.
- Last year the Governor and Legislature came together to pass the single largest investment to enhance the construction of new housing for the workforce. The FY19 General Fund budget takes the next step by focusing on revitalizing existing housing stock through a \$625,000 homeowner rehabilitation tax credit pilot program. In many communities the cost to repair and update existing housing stock can exceed the appraised value of the building or an owner's ability to borrow. Without tools or funding to close that gap, property values and quality of life continue to decline in many neighborhoods. Targeted rehabilitation tax credits are a proven strategy to spark new investment needed to increase the value of the grand list.
- The budget increases funding to the State's Historic Tax Credit Program by an additional \$250,000. These tax credits spark revitalization by supporting building and code improvements, and are one of the primary benefits of a downtown and village center designation. The demand for these tax credits continues to outpace current capacity and many worthy projects are undeveloped. Annually, applicants submit well over 30 rehabilitation and renovation project applications to support total investments that exceed \$40 million.

Healthcare, Human Services, and Combatting Opiate Addiction

We must make sure we get the most value out of every dollar we spend to protect the vulnerable. The Agency of Human Services has identified ways to improve operations, find savings and efficiencies, repurpose existing resources and reduce overhead. Their efforts allow us to invest in

new initiatives to tackle some of our toughest challenges - from opioids to mental health - but also to focus on prevention, which will reduce healthcare spending in the long-run.

- \$400,000 in the proposed FY19 General Fund budget and proposed FY18 Budget Adjustment, to expand Street Outreach and Mobile Crisis workers to provide more direct support to individuals in need. Intervening earlier leads to better outcomes.
- \$500,000 to launch two statewide programs focused on prevention: a school-based dental health program, including sealants, to improve the dental health of Vermont children; and a voluntary universal home visit pilot available to new parents in Vermont. This pilot would provide up to 3 home visits by a nurse through 16 weeks after birth. It would also provide sustained and targeted home visits for mothers experiencing substance use disorder.
- \$2,900,000 in the proposed FY19 Capital Budget Adjustment and \$1,500,000 in the FY19 General Fund budget to build and operate a mental health forensic unit. Our emergency rooms have seen a dramatic increase in individuals with mental health issues. While the capacity created will not address all the needs of this population, it will help alleviate some of the pressures while Vermont transitions to a more integrated and comprehensive system of care.
- \$2,000,000 in the proposed FY9 Capital Budget Adjustment for the replacement of the temporary secure residential facility in Middlesex.
- \$500,000 for a child protection initiative within the Department of Children and Families that supports parent-child contact and will help to reduce the backlog of court cases involving children affected by the opioid epidemic.
- A Substance Use Prevention Coordinator established in the Agency of Education, using existing resources, to implement a statewide, comprehensive system for the delivery of school-based primary prevention programs that address opiate, marijuana and other drug use.

Cybersecurity:

The State of Vermont, like other businesses or organizations, faces evolving cyber-security threats. Some of the main threats are viruses, malware, spam, phishing, ransomware, denial of service (DoS) and network intrusion attempts. To combat the rise of cyber threats to the State of Vermont, \$600,000 of internal service funds are proposed to create the VT Security Operations Center (SOC), a proactive initiative developed and coordinated by the Vermont Agency of Digital Services and strategic partners to mitigate cybersecurity risks among state entities. The Vermont SOC will be a trusted hub for information-sharing and analysis on cybersecurity issues in the State of Vermont.

The Environment: Funding Clean Water, Clean Air and Clean Energy

In FY19, we must continue our commitments to funding clean water initiatives, reducing carbon emissions and meeting Vermont's clean energy goal of 90% renewable by 2050. Significant investments are made in the General Fund and Capital Fund budgets.

- \$25,958,048 in the FY19 Capital Budget Adjustment reflecting our second year of commitments to clean water initiatives. This includes \$2,487,836 more than appropriated in the FY18 -FY19 Capital Bill, as enacted.
- \$4,000,000 allocated from the Clean Water Fund to clean water initiatives administered in the Agencies of Natural Resources, Transportation, Agriculture, Food and Markets, Administration, and the Vermont Housing and Conservation Board.
- \$1,800,000 invested from the Volkswagen Settlement Fund to expand the availability of vehicle charging infrastructure in Vermont.

- \$200,000 for woodstove changeouts to improve air quality and reduce air emissions related to woodstoves. This augments the \$100,000 already included in that appropriation to the Department of Environmental Conservation.

Other General Fund Budget Initiatives

- \$434,000 to the Department of Public Safety to increase trooper recruitment classes and \$105,000 to acquire new fingerprint technology.
- \$200,000 of one-time funds to the State’s Attorneys for a new case management system.
- \$400,000 of one-time funds to the Secretary of State for the biennial election cycle.

Education and Education Fund

Education spending: The Education Fund currently expends over \$1.6 billion to educate 76,000 students, a steadily declining enrollment, in an infrastructure designed for 100,000. The Education Fund is comprised of several different revenue sources, which collectively support the school budgets presented to Vermonters during annual meetings in March. Early projections indicate the Education Fund will require \$1.689 billion to reconcile school budgets in FY19.

Local homestead property taxes make up about 27 percent of this total, non-homestead property taxes contribute 41 percent, the General Fund transfer to the Education Fund adds 19 percent, the Sales and Use and Purchase and Use taxes pay 10 percent and all other revenue sources make up the final 2-3 percent of the cost to support school budgets. This does not include General Fund appropriations of over \$120,000,000 to the Vermont Teachers’ Retirement System.

Working with the Legislature on behalf of all Vermonters, we must contain costs to eliminate the current deficit in the Education Fund and achieve savings that will expand over time and prevent costs from growing faster than wages.

Education funding: A statewide funding system that is fully transparent, easily understood, and truly equitable for every child should be developed, one that provides a stronger connection between the impact local spending decisions have on local taxes.

Education planning: School districts and supervisory unions need greater flexibility and better tools to ensure consolidations save money and improve outcomes for children. Working alongside our school boards, superintendents and faculty unions, we should chart a course over the next 5 years that steadily moves us from our current ratio of 1 adult for every 4 students to a new ratio of 1 adult for every 5 students. Much could be achieved with careful attention to natural attrition in the workforce.

The Administration has contributed its ideas to the policy discussions that must be had this Legislative session and looks forward to a positive and constructive dialogue with policymakers and Vermonters.

Cradle to Career: The General Fund budget continues its investment in transforming Vermont’s education system to a “cradle to career” experience that realigns priorities and funding from pre-kindergarten to higher education and nondegree programs. The increased base investments made last year to Vermont State Colleges and the Child Care Financial Assistance Program are maintained while appropriations to National Guard scholarships and Career Technical Education centers have increased.

Transportation

The Transportation budget uses forecasted Transportation Fund (TF) and Transportation Infrastructure Bond (TIB) Fund revenues to fully match estimated expenditures and availability of federal transportation funds. VTrans, the Department of Motor Vehicles, and Town Highway programs are funded to support current service levels within anticipated revenues. VTrans expects to advance more than 120 bridges and culvert projects in more than 90 communities, perform preventive maintenance on numerous additional structures, and improve more than 200 miles of State highways.

The \$612,000,000 FY19 Transportation Budget (\$270,000,000 state funds) will grow Vermont's economy by supporting thousands of jobs, without raising new transportation taxes or fees. It continues to invest in Vermont's pavement and bridge network. Over the past two years the percentage of pavement in very poor condition declined from 14% to 11%, while increased use of Accelerated Bridge Construction has reduced cost. Work continues towards the expansion of Amtrak service to Burlington. FY19 marks the second year of VTrans' program to direct an additional \$13,500,000 to clean water through transportation alternatives, municipal stormwater grants and municipal mitigation assistance.

THE FISCAL YEAR 2019 GENERAL FUND OVERVIEW

FY 2019 General Fund Overview - Excluding Federal Tax Impact

| Category | Revenue (\$ millions) | Appropriations & Net Transfers | (Shortfall)/ Surplus |
|--|--------------------------|-----------------------------------|-------------------------|
| Projected Base Revenue | | | |
| Jan. 2018 Emergency Board revenue est. - excluding federal tax impact | \$ 1,538.40 | | |
| "Notwithstanding" PTT statutory distribution | \$ 15.13 | | |
| Direct Applications & Reversions - prior year base | 39.00 | | |
| Total Base FY 2019 Revenue | 1,592.53 | | |
| FY 2019 Budget Needs | | | |
| Base Appropriations - FY 2018 | | | |
| Base rescission items across State Government | | 1,561.53 | |
| Adjusted base | | (7.13) | |
| | | 1,554.40 | |
| Base Pressures | | | |
| FY 2018 Pay Act one-time | | (11.51) | |
| Annualization of FY 2018 into department budgets | | 11.76 | |
| Current Use | | 0.70 | |
| Human Services | | 11.19 | |
| Education - GF to EF increase | | 8.21 | |
| VT Teachers Retirement System | | 16.32 | |
| Teacher Retiree Health | | 4.08 | |
| Debt Service | | (1.10) | |
| Net other | | 0.39 | |
| Subtotal: Base Pressures | | 40.04 | |
| Total (Shortfall)/Surplus | \$ 1,592.53 | \$ 1,594.44 | \$ (1.90) |
| Revenue Adjustments | | | |
| Reversions | 0.52 | | |
| Eliminate DFR "smoothing" language | 6.08 | | |
| Increase DFR base direct application - base | 0.50 | | |
| Increase Liquor Control base direct application - base | 0.75 | | |
| Military pension tax exemption | (2.70) | | |
| Social Security income tax exemption | (1.90) | | |
| Housing revitalization pilot project | (0.63) | | |
| VHFA Down Payment Assistance program | (0.13) | | |
| Increase Downtown & Village Center Tax Credit Program | (0.25) | | |
| Subtotal: Revenue Adjustments | 2.25 | | |
| Appropriation & Transfer Adjustments | | | |
| New forensics unit - operational costs | | 1.50 | |
| AHS Prevention | | 0.50 | |
| DCF Child Protection | | 0.50 | |
| Increase National Guard scholarships | | 0.64 | |
| ThinkVermont initiative | | 0.40 | |
| Woodstove conversion | | 0.20 | |
| VOREC pilot | | 0.10 | |
| Public Safety - increase recruiting and new fingerprint technology | | 0.54 | |
| AHS policy actions | | (16.80) | |
| Transfer GF to State Health Care Resources Fund (SHCRF) | | 3.10 | |
| University of Vermont - Medicaid hold-harmless - net impact | | 0.36 | |
| Vermont Veterans Home - Replace GF with Medicaid - net State impact | | (1.00) | |
| Net - all other changes | | 3.12 | |
| Subtotal: Appropriation & Transfer Adjustments | | (11.22) | |
| One-Time Adjustments | | | |
| Additional AHS Non-budgeted revenue direct application | 2.21 | | |
| FY 2019 Pay Act | | 8.31 | |
| College Graduate Placement & Small Business Recruitment | | 0.10 | |
| Secretary of State - biennial elections | | 0.40 | |
| State's Attorneys - Case Management System | | 0.20 | |
| Reclassifications | | 1.42 | |
| Transfer to Next Generation Special Fund | | 2.91 | |
| Transfer to Revenue Stabilization | | 0.45 | |
| Subtotal: One-Time Adjustments | 2.21 | 13.79 | |
| Total: Adjustments | 4.46 | 2.57 | 1.90 |
| Total General Fund | \$ 1,597.01 | \$ 1,597.01 | \$0.00 |

FY 2019 General Fund Overview

The budget process began with the submission of FY 2019 budget requests from agencies and departments. Regular meetings with the Secretary of Administration and the Governor yielded a budget balanced to the projected available revenues and the Governor's targeted growth rate.

The Governor's Budget Recommendations were finalized based on the Consensus Revenue Forecast adopted by the Emergency Board on January 18, 2018, just prior to the Governor's budget address to the General Assembly on January 23, 2018. (The revenues in this chart exclude the impact from the federal tax changes in order to present a cleaner picture of the "moving parts" in the FY 2019 Governor's recommendation and the upcoming potential revision to the federal tax impact). The individual items reflected in the chart are discussed in more detail elsewhere in this document.

TOTAL APPROPRIATIONS HISTORY FY 2015 - FY 2019 (All Funds)

| Funding Sources | FY 2015 Final Appropriation | FY 2016 Final Appropriation | FY 2017 Final Appropriation | FY 2018 Gov's Rec Budget Adjustment (a) | FY 2019 Governor's Recommended Budget (b) |
|---|--|--|--|--|--|
| General Fund (GF) | 1,428,543,926 | 1,478,505,587 | 1,539,901,405 | 1,548,834,746 | 1,590,553,123 |
| Transportation Fund | 255,870,594 | 267,664,380 | 269,341,769 | 274,995,169 | 282,670,852 |
| Education Fund (EF) | 1,514,319,727 | 1,552,651,046 | 1,577,895,478 | 1,629,545,710 | 1,680,286,771 |
| Special Funds & Other Funds ^(c) | 606,170,170 | 641,008,130 | 645,972,327 | 636,122,261 | 636,310,294 |
| Sub-Total | <u>3,804,904,417</u> | <u>3,939,829,143</u> | <u>4,033,110,979</u> | <u>4,089,497,886</u> | <u>4,189,821,040</u> |
| Adjust for inter-fund appropriation: GF Transfer to EF | (295,816,793) | (303,343,381) | (305,902,634) | (314,695,753) | (322,705,813) |
| Total State Funds after EF Transfer | <u>3,509,087,624</u> | <u>3,636,485,762</u> | <u>3,727,208,345</u> | <u>3,774,802,133</u> | <u>3,867,115,227</u> |
| percent of total | 62.84% | 64.17% | 64.30% | 65.07% | 65.55% |
| Federal Funds | 1,984,927,906 | 1,989,510,220 | 2,027,125,721 | 1,987,818,346 | 1,991,409,439 |
| Federal ARRA Funds ^(d) | 3,034,523 | 1,390,158 | 1,890,808 | 2,250,146 | 2,112,486 |
| Total Funds Before Dedicated Dollars | <u>5,497,050,053</u> | <u>5,627,386,140</u> | <u>5,756,224,874</u> | <u>5,764,870,625</u> | <u>5,860,637,152</u> |
| percent of total | 98.45% | 99.30% | 99.30% | 99.38% | 99.34% |
| Dedicated Sources | | | | | |
| Local Match | 2,592,411 | 2,574,285 | 2,315,416 | 1,625,777 | 2,131,800 |
| TIB Bond Proceeds | - | - | - | - | - |
| Enterprise Funds | 11,627,151 | 12,020,634 | 12,188,414 | 12,792,735 | 14,544,526 |
| Debt Service Obligation Funds | 2,502,313 | 2,504,913 | 2,501,413 | 2,503,738 | 2,504,688 |
| Pension & Private Purpose Trust Funds ^(e) | 70,056,243 | 22,535,714 | 23,329,301 | 19,060,784 | 19,510,695 |
| Sub-Total | <u>86,778,118</u> | <u>39,635,546</u> | <u>40,334,544</u> | <u>35,983,034</u> | <u>38,691,709</u> |
| Total Funds and Dedicated Sources | <u>5,583,828,171</u> | <u>5,667,021,686</u> | <u>5,796,559,418</u> | <u>5,800,853,659</u> | <u>5,899,328,861</u> |
| percent of total | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| Fund Sources that are duplicated in the | | | | | |
| Internal Service Funds | 92,513,655 | 108,100,634 | 112,534,703 | 114,493,951 | 143,368,161 |
| Interdepartmental Transfer | 58,976,708 | 60,402,840 | 58,281,449 | 79,557,807 | 78,905,615 |
| Global Commitment Fund | 1,408,785,998 | 1,606,909,354 | 1,557,956,799 | 1,513,004,644 | 1,535,619,418 |
| Total | <u>1,560,276,361</u> | <u>1,775,412,828</u> | <u>1,728,772,951</u> | <u>1,707,056,402</u> | <u>1,757,893,194</u> |
| Memo: Total All Appropriations | <u>7,439,921,325</u> | <u>7,745,777,895</u> | <u>7,831,235,003</u> | <u>7,822,605,814</u> | <u>7,979,927,868</u> |

NOTES:

- (a) Governor's FY 2018 Budget Adjustment Recommendation presented to House Appropriations on December 18, 2017.
- (b) Governor's Budget Recommendations presented to the General Assembly on January 23, 2018.
- (c) "Special Funds" also include: Fish & Wildlife, Next Generation, Tobacco, State Health Care Resources, Transportation Infrastructure Bond Funds.
- (d) American Recovery & Reinvestment Act of 2009 (federal stimulus bill).
- (e) Includes Permanent Trust Funds, Pension Funds, Retired Teachers' Health Fund and Private Purpose Trust Funds.

STATE OF VERMONT - FY 2019 GOVERNOR'S BUDGET

| Funding Sources | FY 2018 BUDGET GOV. BAA ^(a) | FY 2019 GOVERNOR'S RECOMMENDED BUDGET ^(b) | % Change from BAA | All General Government | | | Total Human Services | | |
|---|--|---|----------------------|------------------------|---|--|----------------------|--------------------|---|
| | | | | General Government | Property Tax Assistance ^(c) | Protection to Persons & Property | Corrections | Non-GC/Medicaid | GC/Medicaid/ LTC Federal & State Only |
| General Fund (GF) | 1,548,834,746 | 1,590,553,123 | 2.69% | 45,618,944 | 35,731,672 | 150,778,820 | 143,819,404 | 191,208,956 | 348,453,950 |
| Transportation Fund | 274,995,169 | 282,670,852 | 2.79% | 3,868,566 | - | 20,250,000 | - | - | - |
| Education Fund (EF) | 1,629,545,710 | 1,680,286,771 | 3.11% | - | 10,645,021 | - | 3,268,466 | - | - |
| Special Funds ^(d) | 636,122,261 | 636,310,294 | 0.03% | 5,721,529 | 8,110,000 | 87,069,259 | 1,492,336 | 73,796,190 | 340,305,148 |
| Sub-Total | 4,089,497,886 | 4,189,821,040 | 2.45% | 55,209,039 | 54,486,693 | 258,098,079 | 148,580,206 | 265,005,146 | 688,759,098 |
| Adjust for inter-fund appropriation: GF Transfer to EF | (314,695,753) | (322,705,813) | 2.55% | - | - | - | - | - | - |
| Total State Funds after EF Transfer | 3,774,802,133 | 3,867,115,227 | 2.45% | 55,209,039 | 54,486,693 | 258,098,079 | 148,580,206 | 265,005,146 | 688,759,098 |
| percent of total | 65.07% | 65.55% | | 1.43% | 1.41% | 6.67% | 3.84% | 6.85% | 17.81% |
| Federal Funds | 1,987,818,346 | 1,991,409,439 | 0.18% | 1,064,162 | - | 54,930,811 | 470,962 | 287,444,957 | 1,087,125,184 |
| Federal ARRA Funds ^(e) | 2,250,146 | 2,112,486 | -6.12% | - | - | 1,010,000 | - | - | - |
| Total Funds Before Dedicated Dollars | 5,764,870,625 | 5,860,637,152 | 1.66% | 56,273,201 | 54,486,693 | 314,038,890 | 149,051,168 | 552,450,103 | 1,775,884,282 |
| percent of total | 99.38% | 99.34% | | 0.96% | 0.93% | 5.36% | 2.54% | 9.43% | 30.30% |
| Dedicated Sources | | | | | | | | | |
| Local Match | 1,625,777 | 2,131,800 | 31.12% | - | - | - | - | - | - |
| Enterprise Funds | 12,792,735 | 14,544,526 | 13.69% | 3,485,365 | - | 10,408,556 | - | - | - |
| Debt Service Obligation Funds | 2,503,738 | 2,504,688 | 0.04% | - | - | - | - | - | - |
| Pension Trust & Private Purpose Trust Funds | 19,060,784 | 19,510,695 | 2.36% | 11,608,038 | - | - | - | 25,000 | - |
| Sub-Total | 35,983,034 | 38,691,709 | 7.53% | 15,093,403 | - | 10,408,556 | - | 25,000 | - |
| Total Funds and Dedicated Sources | 5,800,853,659 | 5,899,328,861 | 1.70% | 71,366,604 | 54,486,693 | 324,447,446 | 149,051,168 | 552,475,103 | 1,775,884,282 |
| | 100.00% | 100.00% | | 1.21% | 0.92% | 5.50% | 2.53% | 9.37% | 30.10% |
| Funds Sources that are duplicated in the | | | | | | | | | |
| Internal Service Funds | 114,493,951 | 143,368,161 | 25.22% | 120,710,053 | - | - | 1,973,584 | - | - |
| Interdepartmental Transfer | 79,557,807 | 78,905,615 | -0.82% | 6,948,809 | - | 14,681,856 | 545,099 | 16,024,188 | 24,079,271 |
| Global Commitment Fund | 1,513,004,644 | 1,535,619,418 | 1.49% | - | - | - | 5,387,869 | 579,164,404 | 946,660,467 |
| Total | 1,707,056,402 | 1,757,893,194 | 2.98% | 127,658,862 | - | 14,681,856 | 7,906,552 | 595,188,592 | 970,739,738 |
| Memo: Total All Appropriations | 7,822,605,814 | 7,979,927,868 | 2.01% | 199,025,466 | 54,486,693 | 339,129,302 | 156,957,720 | 1,147,663,695 | 2,746,624,020 |

NOTES (both pages):

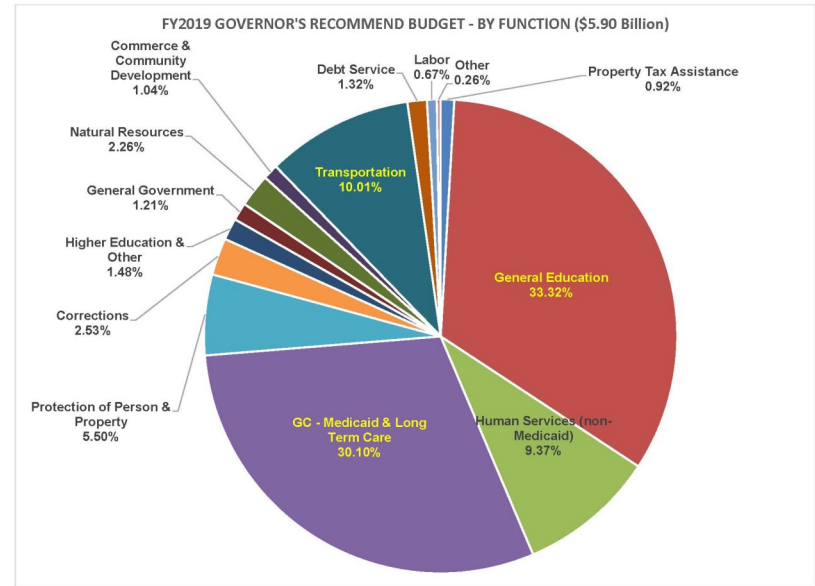
- (a) FY 2018 Budget Adjustment Governor's Recommend was presented to the House Appropriations Committee on December 18, 2017.
- (b) FY 2019 Governor's Budget Recommendation presented to the General Assembly January 23, 2018.
- (c) Includes Homeowner Rebate; Renter Rebate; reappraisal and listing payments; and municipal current use.
- (d) "Special Funds" also include: Fish & Wildlife, Next Generation, Tobacco, State Health Care Resources, and Transportation Infrastructure Bond Funds.
- (e) American Recovery & Reinvestment Act of 2009 (federal stimulus bill).

STATE OF VERMONT - FY 2019 GOVERNOR'S BUDGET

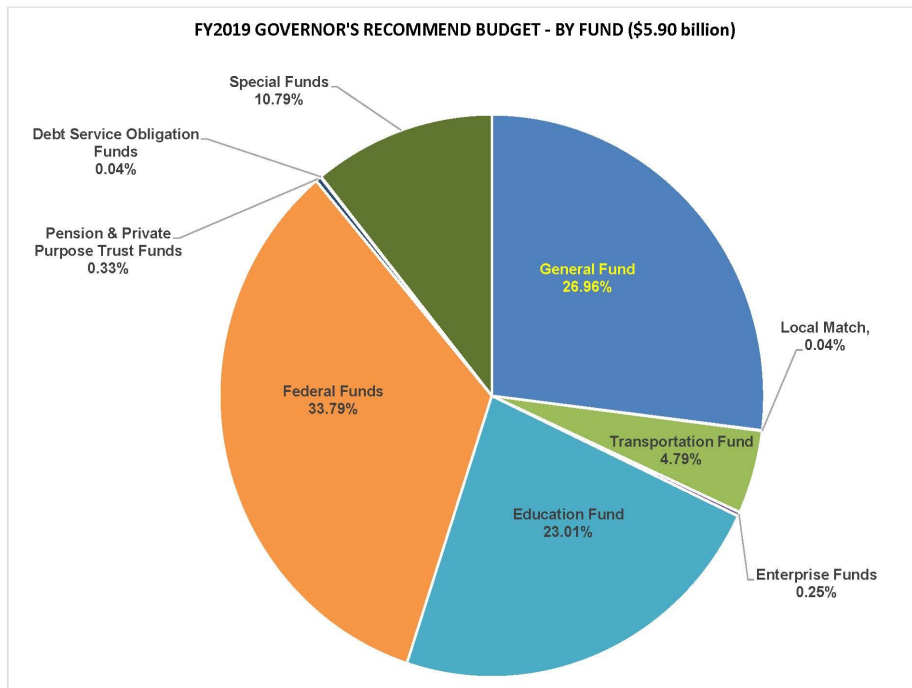
| Funding Sources | Labor | General Education | Higher Education & Other | Natural Resources | Commerce & Community Development | Transportation | Debt Service | Other |
|---|-------------------|--------------------------|-------------------------------------|--------------------------|---|-----------------------|---------------------|-------------------|
| General Fund (GF) | 2,980,386 | 456,698,373 | 87,377,242 | 28,286,224 | 16,302,584 | - | 72,860,749 | 10,435,819 |
| Transportation Fund | - | - | - | - | - | 255,072,742 | 1,629,544 | 1,850,000 |
| Education Fund (EF) | - | 1,666,373,284 | - | - | - | - | - | - |
| Special Funds ^(d) | 3,616,477 | 19,233,479 | - | 58,476,854 | 18,557,328 | 17,021,794 | - | 2,909,900 |
| Sub-Total | 6,596,863 | 2,142,305,136 | 87,377,242 | 86,763,078 | 34,859,912 | 272,094,536 | 74,490,293 | 15,195,719 |
| Adjust for inter-fund appropriation: GF Transfer to EF | - | (322,705,813) | - | - | - | - | - | - |
| Total State Funds after EF Transfer | 6,596,863 | 1,819,599,323 | 87,377,242 | 86,763,078 | 34,859,912 | 272,094,536 | 74,490,293 | 15,195,719 |
| percent of total | 0.17% | 47.05% | 2.26% | 2.24% | 0.90% | 7.04% | 1.93% | 0.39% |
| Federal Funds | 33,222,466 | 138,281,079 | - | 46,401,814 | 25,950,869 | 316,517,135 | - | - |
| Federal ARRA Funds ^(e) | - | - | - | - | - | - | 1,102,486 | - |
| Total Funds Before Dedicated Dollars | 39,819,329 | 1,957,880,402 | 87,377,242 | 133,164,892 | 60,810,781 | 588,611,671 | 75,592,779 | 15,195,719 |
| percent of total | 0.68% | 33.41% | 1.49% | 2.27% | 1.04% | 10.04% | 1.29% | 0.26% |
| Dedicated Sources | | | | | | | | |
| Local Match | - | - | - | - | - | 2,131,800 | - | - |
| Enterprise Funds | - | - | - | - | 650,605 | - | - | - |
| Debt Service Obligation Funds | - | - | - | - | - | - | 2,504,688 | - |
| Pension Trust & Private Purpose Trust Funds | - | 7,781,379 | - | 96,278 | - | - | - | - |
| Sub-Total | - | 7,781,379 | - | 96,278 | 650,605 | 2,131,800 | 2,504,688 | - |
| Total Funds and Dedicated Sources | 39,819,329 | 1,965,661,781 | 87,377,242 | 133,261,170 | 61,461,386 | 590,743,471 | 78,097,467 | 15,195,719 |
| | 0.67% | 33.32% | 1.48% | 2.26% | 1.04% | 10.01% | 1.32% | 0.26% |
| Funds Sources that are duplicated in the | | | | | | | | |
| Internal Service Funds | - | - | - | - | - | 20,684,524 | - | - |
| Interdepartmental Transfer | 1,350,000 | 4,204,714 | - | 9,907,827 | 110,751 | 1,053,100 | - | - |
| Global Commitment Fund | - | 260,000 | 4,146,678 | - | - | - | - | - |
| Total | 1,350,000 | 4,464,714 | 4,146,678 | 9,907,827 | 110,751 | 21,737,624 | - | - |
| Memo: Total All Appropriations | 41,169,329 | 2,292,832,308 | 91,523,920 | 143,168,997 | 61,572,137 | 612,481,095 | 78,097,467 | 15,195,719 |

THE FISCAL YEAR 2019 GOVERNOR'S BUDGET RECOMMENDATIONS BY GOVERNMENT FUNCTION AND BY FUND

FY2019 Governor's Budget Recommendations by Government Function



FY 2019 Governor's Budget Recommendations by Fund



FISCAL YEAR 2019 GOVERNOR'S BUDGET RECOMMENDATION
All Funds by Department

| Agency/Department/Program | General Fund | Transportation Fund | Special Funds (a) | Education Fund (b) | Subtotal State Funds, Net (b) | Federal Funds | ARRA Funds | Subtotal Before Dedicated Sources | Dedicated Sources (c) | Total Funds and Dedicated Sources | Duplicate Appropriations (d) | | FY 2019 Governor's Recommended Total Appropriations |
|---|--------------------|---------------------|-------------------|--------------------|-------------------------------|-------------------|------------------|-----------------------------------|-----------------------|-----------------------------------|------------------------------|------------------------|---|
| | | | | | | | | | | | Global Commitment | ISF, IDT, and ARRA IDT | |
| GENERAL GOVERNMENT | | | | | | | | | | | | | |
| Agency of Administration: | | | | | | | | | | | | | |
| Secretary of Administration | 986,620 | - | 100,000 | - | 986,620 | - | - | 986,620 | - | 986,620 | - | 1,279,731 | 2,266,351 |
| Secretary of Administration - Insurance | - | - | - | - | - | - | - | - | - | - | - | 1,463,088 | 1,463,088 |
| Finance & Management | 1,258,956 | - | - | - | 1,258,956 | - | - | 1,258,956 | - | 1,258,956 | - | 3,159,356 | 4,418,312 |
| Human Resources | 1,940,451 | - | 277,462 | - | 2,217,913 | - | - | 2,217,913 | - | 2,217,913 | - | 10,987,091 | 13,205,004 |
| Libraries | 2,025,918 | - | 97,571 | - | 2,123,489 | 1,064,162 | - | 3,187,651 | - | 3,187,651 | - | 96,528 | 3,284,179 |
| Tax | 18,686,980 | - | 1,570,888 | - | 20,257,868 | - | - | 20,257,868 | - | 20,257,868 | - | 142,566 | 20,400,434 |
| Buildings and General Services | 1,958,279 | 3,868,566 | 450,958 | - | 6,277,803 | - | - | 6,277,803 | 26,291 | 6,304,094 | - | 38,779,811 | 45,083,905 |
| Total Agency of Administration | 26,757,204 | 3,868,566 | 2,498,879 | - | 33,583,964 | 1,064,162 | - | 34,648,126 | 26,291 | 34,674,417 | - | 55,908,171 | 90,121,273 |
| Executive Office | 1,658,582 | - | - | - | 1,658,582 | - | - | 1,658,582 | - | 1,658,582 | - | 186,500 | 1,845,082 |
| Legislative Council | 4,774,787 | - | - | - | 4,774,787 | - | - | 4,774,787 | - | 4,774,787 | - | - | 4,774,787 |
| Legislature | 7,700,916 | - | - | - | 7,700,916 | - | - | 7,700,916 | - | 7,700,916 | - | - | 7,700,916 |
| Joint Fiscal Office | 1,833,426 | - | - | - | 1,833,426 | - | - | 1,833,426 | - | 1,833,426 | - | - | 1,833,426 |
| Sergeant at Arms | 805,828 | - | - | - | 805,828 | - | - | 805,828 | - | 805,828 | - | - | 805,828 |
| Lt. Governor | 254,551 | - | - | - | 254,551 | - | - | 254,551 | - | 254,551 | - | - | 254,551 |
| Auditor of Accounts | 390,871 | - | 53,145 | - | 444,016 | - | - | 444,016 | - | 444,016 | - | 3,058,430 | 3,502,446 |
| State Treasurer | 969,366 | - | 2,781,017 | - | 3,750,383 | - | - | 3,750,383 | 1,125,701 | 4,876,084 | - | 113,662 | 4,989,746 |
| State Employees/Municipal Retirement Systems | - | - | - | - | - | - | - | - | 10,482,337 | 10,482,337 | - | - | 10,482,337 |
| Agency of Digital Services | 177,615 | - | 383,700 | - | 561,315 | - | - | 561,315 | - | 561,315 | - | 68,224,135 | 68,785,450 |
| Labor Relations Board | 251,465 | - | - | - | 251,465 | - | - | 251,465 | - | 251,465 | - | 2,788 | 254,253 |
| VOSHA Review Board | 44,333 | - | 6,788 | - | 51,121 | - | - | 51,121 | - | 51,121 | - | - | 95,454 |
| Homeowner rebate | 16,600,000 | - | - | - | 16,600,000 | - | - | 16,600,000 | - | 16,600,000 | - | - | 16,600,000 |
| Renter rebate | 3,150,000 | - | - | 7,350,000 | 10,500,000 | - | - | 10,500,000 | - | 10,500,000 | - | - | 10,500,000 |
| Reappraisal and listing payments | - | - | - | 3,295,021 | 3,295,021 | - | - | 3,295,021 | - | 3,295,021 | - | - | 3,295,021 |
| Use Tax Reimbursement - municipal current use | 15,981,672 | - | - | - | 15,981,672 | - | - | 15,981,672 | - | 15,981,672 | - | - | 15,981,672 |
| Ethics Commission | - | - | - | - | - | - | - | - | - | - | - | 120,843 | 120,843 |
| Lottery | - | - | - | - | - | - | - | - | 3,459,074 | 3,459,074 | - | - | 3,459,074 |
| PILOT/Montpelier Services | - | - | 8,070,000 | - | 8,070,000 | - | - | 8,070,000 | - | 8,070,000 | - | - | 8,070,000 |
| Corrections PILOT | - | - | 40,000 | - | 40,000 | - | - | 40,000 | - | 40,000 | - | - | 40,000 |
| TOTAL GENERAL GOVERNMENT | 81,350,616 | 3,868,566 | 13,831,529 | 10,645,021 | 109,695,732 | 1,064,162 | - | 110,759,894 | 15,093,403 | 125,853,297 | - | 127,658,862 | 253,512,159 |
| percent of total | 5.11% | 1.37% | 2.17% | 0.78% | 2.84% | 0.05% | 0.00% | 1.89% | 39.01% | 2.13% | 0.00% | 57.43% | 3.31% |
| PROTECTION TO PERSONS AND PROPERTY | | | | | | | | | | | | | |
| Attorney General | 5,056,635 | - | 2,442,967 | - | 7,499,602 | 1,220,634 | - | 8,720,236 | - | 8,720,236 | - | 2,943,104 | 11,663,340 |
| Court Diversion | 2,270,486 | - | 589,997 | - | 2,870,483 | - | - | 2,870,483 | - | 2,870,483 | - | - | 2,870,483 |
| Defender General | 17,203,935 | - | 589,653 | - | 17,793,588 | - | - | 17,793,588 | - | 17,793,588 | - | - | 17,793,588 |
| Judiciary | 43,308,694 | - | 3,174,315 | - | 46,483,009 | 640,524 | - | 47,124,533 | - | 47,124,533 | - | 2,325,272 | 49,449,805 |
| State's Attorneys/SIU | 13,755,861 | - | 106,471 | - | 13,862,332 | 31,000 | - | 13,893,332 | - | 13,893,332 | - | 2,682,447 | 16,575,779 |
| Sheriffs | 4,433,362 | - | - | - | 4,433,362 | - | - | 4,433,362 | - | 4,433,362 | - | - | 4,433,362 |
| Public Safety | 47,551,358 | 20,250,000 | 13,911,143 | - | 81,712,501 | 20,109,453 | - | 101,821,954 | - | 101,821,954 | - | 6,020,429 | 107,842,383 |
| Military | 4,696,866 | - | 200,010 | - | 4,896,876 | 20,245,788 | - | 25,142,664 | - | 25,142,664 | - | - | 25,142,664 |
| Center for Crime Victim Services | 1,264,158 | - | 5,341,178 | - | 6,605,336 | 6,281,029 | - | 12,886,365 | - | 12,886,365 | - | - | 12,886,365 |
| Criminal Justice Training Council | 2,355,582 | - | - | - | 2,355,582 | - | - | 2,355,582 | - | 2,355,582 | - | 121,155 | 2,476,737 |
| Agriculture, Food and Markets | 8,388,781 | - | 12,385,665 | - | 20,774,428 | 3,810,367 | - | 24,584,793 | - | 24,584,793 | - | 448,149 | 24,832,942 |
| Dept. of Financial Regulation (formerly BISHCA) | - | - | 15,101,746 | - | 15,101,746 | - | - | 15,101,746 | - | 15,101,746 | - | - | 15,101,746 |
| Secretary of State | - | - | 10,453,613 | - | 10,453,613 | 1,220,416 | - | 11,674,029 | - | 11,674,029 | - | 75,000 | 11,749,029 |
| Public Service Department | - | - | 13,996,660 | - | 13,996,660 | 1,182,983 | 1,010,000 | 16,189,643 | 25,588 | 16,215,229 | - | 50,000 | 16,265,229 |
| Public Service Board | - | - | 3,700,815 | - | 3,700,815 | - | - | 3,700,815 | - | 3,700,815 | - | - | 3,700,815 |
| Enhanced 911 Board | - | - | 4,831,183 | - | 4,831,183 | - | - | 4,831,183 | - | 4,831,183 | - | - | 4,831,183 |
| Human Rights Commission | 492,122 | - | - | - | 492,122 | 76,114 | - | 568,236 | - | 568,236 | - | - | 568,236 |
| Liquor Control | - | - | 233,943 | - | 233,943 | 312,503 | - | 546,346 | 10,382,970 | 10,929,316 | - | 18,300 | 10,945,616 |
| TOTAL PROTECTION | 150,778,820 | 20,250,000 | 87,069,259 | - | 258,098,079 | 54,930,811 | 1,010,000 | 314,038,890 | 10,408,556 | 324,447,446 | - | 14,681,856 | 339,129,302 |
| percent of total | 9.48% | 7.16% | 13.68% | 0.00% | 6.67% | 2.76% | 47.81% | 5.36% | 26.90% | 5.50% | 0.00% | 6.61% | 4.43% |

FISCAL YEAR 2019 GOVERNOR'S BUDGET RECOMMENDATION
All Funds by Department

| Agency/Department/Program | General Fund | Transportation Fund | Special Funds (a) | Education Fund (b) | Subtotal State Funds, Net (b) | Federal Funds | ARRA Funds | Subtotal Before Dedicated Sources | Dedicated Sources (c) | Total Funds and Dedicated Sources | Duplicate Appropriations (d) | | FY 2019 Governor's Recommended Total Appropriations |
|--|--------------------|---------------------|--------------------|----------------------|-------------------------------|----------------------|------------|-----------------------------------|-----------------------|-----------------------------------|------------------------------|------------------------|---|
| | | | | | | | | | | | Global Commitment | ISF, IDT, and ARRA IDT | |
| HUMAN SERVICES | | | | | | | | | | | | | |
| Human Services Agency: | | | | | | | | | | | | | |
| AHS - Secretary's Office | 8,460,492 | - | 91,017 | - | 8,551,509 | 17,323,677 | - | 25,875,186 | - | 25,875,186 | 453,000 | 11,600,000 | 37,928,186 |
| AHS - Secretary's Office - Global Commitment | 271,905,320 | - | 336,782,563 | - | 608,687,883 | 948,225,047 | - | 1,556,912,930 | - | 1,556,912,930 | - | 16,832,282 | 1,573,745,212 |
| Human Services Board | 425,466 | - | - | - | 425,466 | 319,974 | - | 745,440 | - | 745,440 | - | 41,581 | 787,021 |
| Department of VT Health Access | 76,548,630 | - | 3,522,585 | - | 80,071,215 | 138,900,137 | - | 218,971,352 | - | 218,971,352 | 946,660,467 | 7,246,989 | 1,172,878,808 |
| Health | 14,373,998 | - | 22,309,267 | - | 36,683,265 | 66,756,188 | - | 103,439,453 | 25,000 | 103,464,453 | 50,191,865 | 1,165,000 | 154,821,318 |
| Mental Health | 7,671,693 | - | 434,904 | - | 8,106,597 | 8,782,053 | - | 16,888,650 | - | 16,888,650 | 223,556,579 | 20,000 | 240,465,229 |
| Department for Children and Families | 128,800,361 | - | 34,677,472 | - | 163,477,833 | 154,810,768 | - | 318,288,601 | - | 318,288,601 | 74,776,927 | 836,323 | 393,901,851 |
| Disabilities, Aging and Independent Living | 24,955,988 | - | 1,629,370 | - | 26,585,358 | 30,956,282 | - | 57,541,640 | - | 57,541,640 | 227,769,836 | 2,361,284 | 287,672,760 |
| Corrections | 143,819,404 | - | 1,492,336 | 3,268,466 | 148,580,206 | 470,962 | - | 149,051,168 | - | 149,051,168 | 5,387,869 | 2,518,683 | 156,957,720 |
| TOTAL HUMAN SERVICES AGENCY | 676,961,352 | - | 400,939,514 | 3,268,466 | 1,081,169,332 | 1,366,545,088 | - | 2,447,714,420 | 25,000 | 2,447,739,420 | 1,528,796,543 | 42,622,142 | 4,019,158,105 |
| Veterans' Home | 3,998,789 | - | 11,281,346 | - | 15,280,135 | 8,426,015 | - | 23,706,150 | - | 23,706,150 | - | - | 23,706,150 |
| Commission on Women | 372,962 | - | 2,500 | - | 375,462 | - | - | 375,462 | - | 375,462 | - | - | 375,462 |
| RSVP | 151,096 | - | - | - | 151,096 | - | - | 151,096 | - | 151,096 | - | - | 151,096 |
| Green Mountain Care Board | 1,998,111 | - | 3,370,314 | - | 5,368,425 | 70,000 | - | 5,438,425 | - | 5,438,425 | 2,416,197 | - | 7,854,622 |
| TOTAL HUMAN SERVICES | 683,482,310 | - | 415,593,674 | 3,268,466 | 1,102,344,450 | 1,375,041,103 | - | 2,477,385,553 | 25,000 | 2,477,410,553 | 1,531,212,740 | 42,622,142 | 4,051,245,435 |
| percent of total | 42.97% | 0.00% | 65.31% | 0.24% | 28.51% | 69.05% | 0.00% | 42.27% | 0.06% | 41.99% | 99.71% | 19.18% | 52.91% |
| Labor | 2,980,386 | - | 3,616,477 | - | 6,596,863 | 33,222,466 | - | 39,819,329 | - | 39,819,329 | - | 1,350,000 | 41,169,329 |
| TOTAL LABOR | 2,980,386 | - | 3,616,477 | - | 6,596,863 | 33,222,466 | - | 39,819,329 | - | 39,819,329 | - | 1,350,000 | 41,169,329 |
| percent of total | 0.19% | 0.00% | 0.57% | 0.00% | 0.17% | 1.67% | 0.00% | 0.68% | 0.00% | 0.67% | 0.00% | 0.61% | 0.54% |
| GENERAL EDUCATION | | | | | | | | | | | | | |
| Agency of Education | 10,111,836 | - | 19,233,479 | 1,658,674,026 | 1,688,019,341 | 138,281,079 | - | 1,826,300,420 | - | 1,826,300,420 | 260,000 | 4,204,714 | 1,830,765,134 |
| GF Appropriation to Education Fund | 322,705,813 | - | - | (322,705,813) | - | - | - | - | - | - | - | - | - |
| Teachers' Retirement | 123,880,724 | - | - | 7,699,258 | 131,579,982 | - | - | 131,579,982 | 7,781,379 | 139,361,361 | - | - | 139,361,361 |
| TOTAL GENERAL EDUCATION | 456,698,373 | - | 19,233,479 | 1,343,667,471 | 1,819,599,323 | 138,281,079 | - | 1,957,880,402 | 7,781,379 | 1,965,661,781 | 260,000 | 4,204,714 | 1,970,126,495 |
| percent of total | 28.71% | 0.00% | 3.02% | 98.98% | 47.05% | 6.94% | 0.00% | 33.41% | 20.11% | 33.32% | 0.02% | 1.89% | 25.73% |
| HIGHER EDUCATION AND OTHER | | | | | | | | | | | | | |
| University of Vermont | 39,129,876 | - | - | - | 39,129,876 | - | - | 39,129,876 | - | 39,129,876 | 3,737,217 | - | 42,867,093 |
| Vermont Public Television | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Vermont State Colleges | 28,748,778 | - | - | - | 28,748,778 | - | - | 28,748,778 | - | 28,748,778 | 409,461 | - | 29,158,239 |
| Vermont Student Assistance Corp. | 19,414,588 | - | - | - | 19,414,588 | - | - | 19,414,588 | - | 19,414,588 | - | - | 19,414,588 |
| N.E. Higher Education Compact | 84,000 | - | - | - | 84,000 | - | - | 84,000 | - | 84,000 | - | - | 84,000 |
| TOTAL HIGHER EDUCATION AND OTHER | 87,377,242 | - | - | - | 87,377,242 | - | - | 87,377,242 | - | 87,377,242 | 4,146,678 | - | 91,523,920 |
| percent of total | 5.49% | 0.00% | 0.00% | 0.00% | 2.26% | 0.00% | 0.00% | 1.49% | 0.00% | 1.48% | 0.27% | 0.00% | 1.20% |
| NATURAL RESOURCES | | | | | | | | | | | | | |
| Agency of Natural Resources: | | | | | | | | | | | | | |
| ANR - Central Office | 4,781,637 | - | 554,112 | - | 5,335,749 | - | - | 5,335,749 | - | 5,335,749 | - | 516,654 | 5,852,403 |
| Fish & Wildlife | 5,652,621 | - | 9,701,841 | - | 15,354,462 | 8,691,203 | - | 24,045,665 | 10,011 | 24,055,676 | - | 93,102 | 24,148,778 |
| Forests, Parks & Recreation | 7,728,051 | - | 13,023,655 | - | 20,751,706 | 3,823,632 | - | 24,575,338 | 86,267 | 24,661,605 | - | 462,323 | 25,123,928 |
| Environmental Conservation | 9,515,752 | - | 32,665,941 | - | 42,181,693 | 33,886,979 | - | 76,068,672 | - | 76,068,672 | - | 8,835,748 | 84,904,420 |
| Total Agency of Natural Resources | 27,678,061 | - | 55,945,549 | - | 83,623,610 | 46,401,814 | - | 130,025,424 | 96,278 | 130,121,702 | - | 9,907,827 | 140,029,529 |
| Natural Resources Board | 608,163 | - | 2,531,305 | - | 3,139,468 | - | - | 3,139,468 | - | 3,139,468 | - | - | 3,139,468 |
| TOTAL NATURAL RESOURCES | 28,286,224 | - | 58,476,854 | - | 86,763,078 | 46,401,814 | - | 133,164,892 | 96,278 | 133,261,170 | - | 9,907,827 | 143,168,997 |
| percent of total | 1.78% | 0.00% | 9.19% | 0.00% | 2.24% | 2.33% | 0.00% | 2.27% | 0.25% | 2.26% | 0.00% | 4.46% | 1.87% |

**General Fund Summary
Fiscal Years 2016 - 2020**

(\$ in Millions)*

| | Actual FY 2016 | Actual FY 2017 | Governor Recommended BAA (post Rescission) FY 2018 | Governor Recommended Budget FY 2019** | Forecast** FY 2020 |
|--|-------------------|-------------------|---|--|-----------------------|
| Sources | | | | | |
| Current law revenues | 1,412.39 | 1,456.92 | 1,485.50 | 1,568.20 | 1,610.90 |
| VEDA debt forgiveness | - | - | - | - | - |
| Direct applications, transfers in & reversions | 51.67 | 104.44 | 67.57 | 49.08 | 69.71 |
| Other bills and tax changes | 1.50 | 2.15 | 1.13 | (5.60) | - |
| Revenue from U.S. Marshalls | - | - | - | - | - |
| Additional property transfer tax to GF | 10.27 | 10.68 | 12.51 | 15.12 | 17.03 |
| For appropriation from GF reserve | 7.93 | - | 10.38 | - | - |
| Total sources | 1,483.77 | 1,574.19 | 1,577.09 | 1,626.80 | 1,697.63 |
| Uses | | | | | |
| Base appropriations | 1,465.62 | 1,533.36 | 1,549.32 | 1,580.12 | 1,617.41 |
| Budget adjustment and rescission(s) | 8.70 | (15.12) | (12.70) | - | - |
| | 1,474.33 | 1,518.24 | 1,536.62 | 1,580.12 | 1,617.41 |
| Net Base Appropriation | 1,474.33 | 1,518.24 | 1,536.62 | 1,580.12 | 1,617.41 |
| Budget adjustment - one time | - | - | - | - | - |
| Other Bills/Pay Act | 4.18 | 5.56 | 11.50 | 8.31 | 8.31 |
| One-time appropriations | - | 16.10 | 0.70 | 2.12 | - |
| One-time waterfall and other adjustments | - | - | - | - | - |
| Total uses | 1,478.51 | 1,539.90 | 1,548.82 | 1,590.55 | 1,625.72 |
| Subtotal operating surplus (deficit) | 5.27 | 34.29 | 28.27 | 36.25 | 71.91 |
| Allocation of surplus - transfers (to)/from other funds | | | | | |
| Transportation fund | - | - | - | - | - |
| Emergency relief & assistance fund | (0.85) | (2.63) | (0.81) | - | - |
| Economic development fund | - | - | - | - | - |
| Next generation fund | (2.99) | (2.91) | (2.91) | (2.91) | (2.91) |
| Global Commitment Fund | - | - | - | 79.85 | - |
| Internal service funds and assorted funds | 0.51 | (0.22) | (3.66) | (3.10) | - |
| Total transfers (to) / from other funds | (3.33) | (5.76) | (7.38) | 73.84 | (2.91) |
| Reserved in GF (designated) | | | | | |
| Budget Stabilization Reserve | (1.94) | (2.85) | (2.89) | (0.45) | (2.07) |
| Reserved in GF Balance/Other Reserves | - | (25.67) | (17.99) | (79.85) | - |
| Total reserved in the GF (designated) | (1.94) | (28.52) | (20.88) | (80.30) | (2.07) |
| Total allocated | (5.27) | (34.28) | (28.26) | (6.46) | (4.98) |
| Unallocated operating surplus/(deficit) | 0.00 | 0.01 | 0.01 | 29.78 | 66.93 |
| Stabilization Reserve at statutory level | 71.25 | 73.93 | 77.00 | 77.44 | 79.53 |
| GF Reserves (cumulative) | | | | | |
| Budget Stabilization Reserve | 71.25 | 74.10 | 77.00 | 77.45 | 79.53 |
| Human Services Management Reserve | - | 10.00 | 22.00 | 94.81 | 94.81 |
| 27/53 Reserve | - | 5.29 | 10.78 | 17.82 | 17.82 |
| Bond Premium/Other Short Term Reserves | - | - | - | - | - |
| GF Balance Reserve | 6.80 | 17.18 | 7.30 | 7.30 | 7.30 |
| Total GF Reserve Balance | 78.05 | 106.57 | 117.08 | 197.38 | 199.45 |

* Results may not add due to rounding.

** Revenue as adopted by the Vermont Emergency Board on January 18, 2018.

Transportation Fund Summary
Fiscal Years 2016 - 2020
(\$ in Millions)*

| | Actual FY 2016 | Actual FY 2017 | Governor's Recommended BAA FY 2018 | Governor's Recommended Budget FY 2019 | Forecast FY 2020 |
|---|-------------------|-------------------|--|--|---------------------|
| Sources | | | | | |
| Current law revenues | 264.61 | 271.19 | 276.20 | 281.00 | 285.50 |
| New revenue | - | - | - | 4.00 | - |
| Direct applications, reversions & 1-time revenue | 0.03 | 0.02 | - | - | - |
| For appropriation from TF Carryforward | 1.58 | - | - | - | - |
| Total sources | 266.22 | 271.21 | 276.20 | 285.00 | 285.50 |
| Uses | | | | | |
| Base appropriations | 263.49 | 269.40 | 277.08 | 282.67 | 283.22 |
| Budget adjustment, rescissions & excess receipts | 1.61 | - | (2.08) | - | - |
| Post budget adjustment change | - | - | - | - | - |
| One-time appropriations | - | - | - | - | - |
| Total uses | 265.10 | 269.40 | 275.00 | 282.67 | 283.22 |
| Subtotal operating surplus (deficit) | 1.12 | 1.81 | 1.20 | 2.33 | 2.28 |
| Allocation of surplus | | | | | |
| Transfers (to) / from other funds | | | | | |
| General Fund | - | - | - | - | - |
| Downtown Fund | (0.42) | (0.42) | (0.42) | (0.42) | (0.42) |
| Central Garage Fund | (0.16) | (0.70) | (0.20) | (1.32) | (1.32) |
| VT Recreational Trail Fund | (0.44) | (0.37) | (0.37) | (0.37) | (0.37) |
| Other Funds | 0.15 | 0.14 | - | 0.14 | 0.14 |
| Total transfers (to) / from other funds | (0.88) | (1.35) | (0.99) | (1.97) | (1.97) |
| Reserved in the TF (designated) | | | | | |
| Budget Stabilization Reserve | (0.24) | (0.46) | (0.21) | (0.36) | (0.31) |
| Bond Reserve | - | - | - | - | - |
| Total reserved in the TF (designated) | (0.24) | (0.46) | (0.21) | (0.36) | (0.31) |
| Total allocated | (1.12) | (1.81) | (1.20) | (2.33) | (2.28) |
| Unallocated operating surplus(deficit) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Stabilization Reserve at statutory level of 5% | 12.79 | 13.26 | 13.47 | 13.83 | 14.13 |
| TF Reserves (cumulative) | | | | | |
| Bond Reserve | - | - | - | - | - |
| Budget Stabilization Reserve | 12.79 | 13.26 | 13.47 | 13.83 | 14.13 |
| Total TF Reserve Balance | 12.79 | 13.26 | 13.47 | 13.83 | 14.13 |

*Results may not add due to rounding.

Education Fund Summary
Fiscal Years 2016 - 2019**
(\$ in Millions)*

| | Actual FY 2016 | Actual FY 2017 | Governor's Recommended BAA FY 2018 | Projected Budget FY 2019 |
|---|-------------------|-------------------|--|--------------------------------|
| Sources | | | | |
| Current law revenues | 33.38 | 34.41 | 35.80 | 37.30 |
| Sales & use tax | 129.76 | 131.85 | 136.90 | 144.30 |
| Lottery revenue | 26.40 | 25.52 | 25.20 | 25.60 |
| Non-residential property tax | 630.67 | 632.77 | 641.30 | 693.40 |
| Net Homestead property tax | 420.79 | 416.63 | 414.50 | 457.70 |
| Supplemental Property Tax Relief | - | - | - | - |
| General fund appropriations | 303.34 | 305.90 | 318.00 | 322.71 |
| Medicaid reimbursement | 9.62 | 10.60 | 8.60 | 8.60 |
| Other Sources (Wind, Solar, Fund Interest, Other) | 1.26 | 1.92 | 1.10 | 1.10 |
| Total sources | 1,555.23 | 1,559.60 | 1,581.40 | 1,690.71 |
| Uses | | | | |
| Base appropriations | 1,552.70 | 1,567.53 | 1,629.54 | 1,680.29 |
| Appropriation savings | - | - | - | - |
| Total uses | 1,552.70 | 1,567.53 | 1,629.54 | 1,680.29 |
| Subtotal operating surplus/(deficit) | 2.53 | (7.93) | (48.14) | 10.42 |
| Allocation of surplus/(deficit) | | | | |
| Transfer (to)/from the stabilization reserve | 0.56 | (0.84) | 7.06 | (8.60) |
| Transfer (to)/from continuing appropriations | 11.30 | 1.70 | - | (1.82) |
| Transfer (to)/from unallocated | 5.00 | 7.07 | 41.08 | |
| Total allocated | 16.86 | 7.93 | 48.14 | (10.42) |
| Education fund reserves | | | | |
| Budget stabilization reserve*** | 32.61 | 33.46 | 26.40 | 35.00 |
| Minimum statutory reserve at 3.5% | 22.80 | 23.40 | 23.90 | 24.50 |
| Maximum statutory reserve at 5% | 32.61 | 33.46 | 34.10 | 35.00 |

*Results may not add due to rounding.

** Lottery, Sales and Use tax, and Purchase and Use tax revenues are reflected as adopted by the Vermont Emergency Board on January 18, 2018. The remaining revenue sources and spending plan are taken from the December 2017 consensus process involving the Agency of Education, the JFO, the Vermont Department of Taxes, and the Secretary of Administration.

***Only the Budget stabilization reserve component of the Education Fund balance is reflected in this statement.

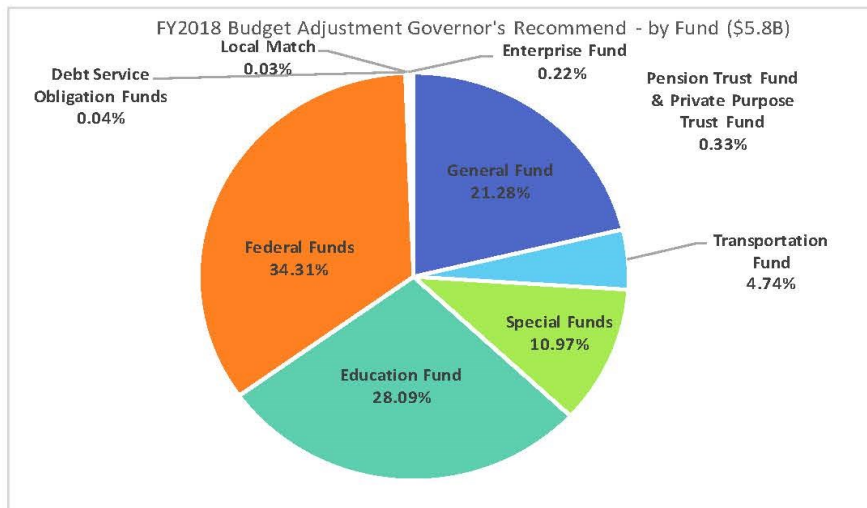
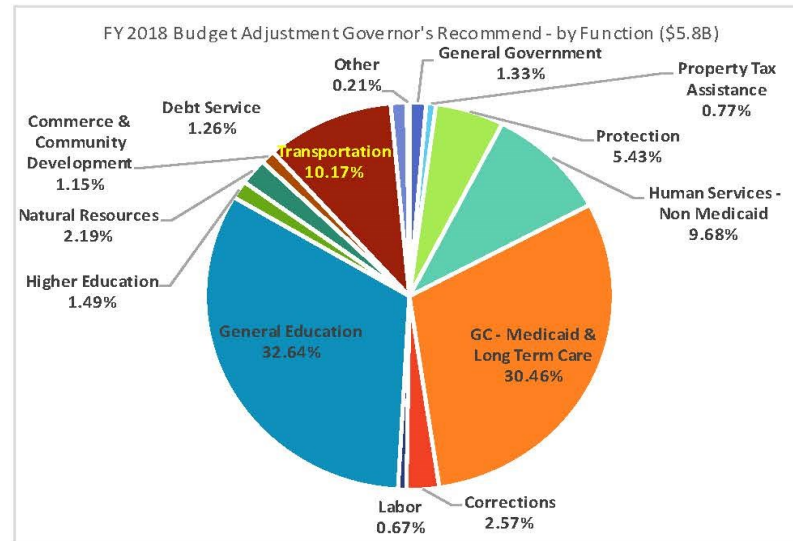
FY 2018 BUDGET ADJUSTMENT RECOMMENDATIONS

FY 2018 GOVERNOR'S RECOMMENDED GENERAL FUND BUDGET ADJUSTMENT SUMMARY

| FY 2018 POST- RESCISSION General Fund (GF) Revenue Adjustments (\$ millions) | | |
|--|---------------|---|
| Direct Applications | 0.01 | |
| Additional unclaimed property from State agencies | 0.34 | Estimate - one-time additional revenues |
| Reversions of unspent FY17 appropriations | 0.25 | |
| TOTAL POST-RESCISSION NET REVENUE | 0.59 | More revenue vs. Post Rescission |
| FY 2018 BAA General Fund (GF) Appropriation Adjustments (\$ millions) | | |
| Homeowners, Renters Rebates, & Current Use | (1.41) | Revised estimates |
| Agency of Education - study funding | 0.30 | |
| Debt Service | (6.17) | Updated debt service estimate. |
| All AHS | 1.24 | See separate detail |
| Vermont Veterans Home | 0.45 | |
| Sub-total Net Appropriation Adjustments | (5.60) | Decreased Appropriations vs. FY 2018 Post Rescission |
| FY 2018 Transfers to/(from) General Fund (GF) (\$ millions) | | |
| Contribute to "27th Pay Period" Reserve | (1.79) | To pre-fund required FY19 payment |
| Vermont Life | (3.18) | |
| Transfer to ERAF fund | (0.81) | To fund estimated state share FEMA payments (late FY18 or early FY19) |
| Transfer to Tobacco Trust Fund | (0.41) | Tobacco Trust Fund has est. \$410K FY19 obligations but zero balance |
| | - | |
| Sub-total Net Transfers to/(from) General Fund | (6.19) | Net Transfers from GF |
| TOTAL NET APPROPRIATION AND TRANSFER ADJUSTMENTS | (0.00) | Net GF |

THE FISCAL YEAR 2019 GOVERNOR'S BAA RECOMMENDATIONS BY GOVERNMENT FUNCTION AND BY FUND

**FY 2018 Governor's BAA
Recommendations by Government Function**



**FY 2018 Governor's BAA
Recommendations by Fund**

FISCAL YEAR 2018 GOVERNOR'S RECOMMENDED BUDGET ADJUSTMENT

| FUNCTION 2017 Act 85 Sec. # | Appropriation Title | General Fund | Education Fund | Special Funds (Various) ⁽¹⁾ | Global Commitment Fund | State Health Care Resources Fund | Federal Funds (includes ARRA) | Other ⁽³⁾ Funds |
|--|--|-----------------------|-----------------------|---|-------------------------------|---|--------------------------------------|-----------------------------------|
| General Government | | | | | | | | |
| B.137 | Homeowner rebate | (760,000.00) | | | | | | |
| B.138 | Renter rebate | (630,000.00) | | | | | | |
| B.140 | Municipal current use | (24,334.00) | | | | | | |
| Total General Government | | (1,414,334.00) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Protection | | | | | | | | |
| Total Protection | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Human Services | | | | | | | | |
| B.300 | Human services - agency of human services - secretary's office | (328,399.00) | | | | | 22,250.00 | |
| B.301 | Secretary's office - global commitment | 777,501.00 | | 3,088,699.00 | | (1,726,689.00) | (5,637,537.00) | (1,207,718.00) |
| B.306 | Department of Vermont health access - administration | (2,061,073.00) | | | | | (22,758,224.00) | (121,474.00) |
| B.307 | Department of Vermont health access - Medicaid program - global commitment | | | | (7,141,522.00) | | | |
| B.308 | Department of Vermont health access - Medicaid program - long term care waiver | (240,997.00) | | | 1,178,535.00 | | | |
| B.310 | Department of Vermont health access - Medicaid non-waiver matched | (28,605.00) | | | | | 4,778,012.00 | |
| B.312 | Health - public health | 375,000.00 | | | | | | |
| B.313 | Health - alcohol and drug abuse programs | | | | | | | |
| B.314 | Mental health - mental health | 262,366.00 | | | 3,035,267.00 | | 1,496,561.00 | |
| B.316 | Department for children and families - administration & support services | (4,037,332.00) | | 1,789,542.00 | 1,835,150.00 | | 333,024.00 | |
| B.317 | Department for children and families - family services | 242,805.00 | | | (1,119,894.00) | | 960,091.00 | |
| B.318 | Department for children and families - child development | (1,815,154.00) | | | | | | |
| B.319 | Department for children and families - office of child support | 256,788.00 | | | | | (256,788.00) | |
| B.321 | Department for children and families - general assistance | 1,171,000.00 | | | | | (1,000,000.00) | |
| B.323 | Department for children and families - reach up | 1,285,492.00 | | (790,234.00) | 49,177.00 | | (332,374.00) | |
| B.324 | Department for Children and Families - Home Heating Fuel Assistance/IJHEAP | | | 752,768.00 | | | (752,768.00) | |
| B.325 | Department for children and families - office of economic opportunity | 202,627.00 | | | (437,828.00) | | | |
| B.326 | Department for children and families - OEO weatherization assistance | | | (2,542,768.00) | | | 2,542,768.00 | |
| B.327 | Department for children and families - woodside rehabilitation services | 4,973,756.00 | | | (4,973,756.00) | | | |
| B.328 | Department for children and families - disability determination services | 21,520.00 | | | (109,768.00) | | 54,884.00 | |
| B.333 | Disabilities, aging, and independent living - developmental services | | | | 1,211,116.00 | | | |
| B.339 | Corrections - correctional services - Out of State Beds | 183,960.00 | | | | | | |
| B.342 | Vermont Veterans' Home | 449,000.00 | | | | | | |
| Total Human Services | | 1,690,255.00 | 0.00 | 2,298,007.00 | (6,473,523.00) | (1,726,689.00) | (20,550,101.00) | (1,329,192.00) |
| Labor | | | | | | | | |
| Total Labor | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Education | | | | | | | | |
| B.500 | Education - finance and administration | 300,000.00 | | (3,108,001.00) | | | | |
| B.504.1 | Education - Flexible Pathways | | 650,000.00 | | | | | |
| Total Education | | 300,000.00 | 650,000.00 | (3,108,001.00) | 0.00 | 0.00 | 0.00 | 0.00 |
| Higher Education | | | | | | | | |
| Total Higher Education | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Natural Resources | | | | | | | | |
| Total Natural Resources | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |

| FISCAL YEAR 2018 GOVERNOR'S RECOMMENDED BUDGET ADJUSTMENT | | | | | | | | |
|--|---|----------------|-------------------|---|---------------------------|-------------------------------------|----------------------------------|----------------------------|
| FUNCTION 2017 Act 85 Sec. # | Appropriation Title | General Fund | Education Fund | Special Funds (Various) ⁽¹⁾ | Global Commitment Fund | State Health Care Resources Fund | Federal Funds (includes ARRA) | Other ⁽³⁾ Funds |
| Total Natural Resources | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Debt Service | | | | | | | | |
| B.1000 | Debt Service | (6,172,161.00) | | | | | | |
| Total Debt Services | | (6,172,161.00) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| One-time and Other Appropriations | | | | | | | | |
| Total One-Time and Other Appropriations | | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Total Appropriation Changes | | (5,596,240.00) | 650,000.00 | (809,994.00) | (6,473,523.00) | (1,726,689.00) | (20,550,101.00) | (1,329,192.00) |
| (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. | | | | | | | | |
| FISCAL YEAR 2018 RESCISSION AND MANAGEMENT SAVINGS REQUIRING BAA ADOPTION | | | | | | | | |
| Human Services | | | | | | | | |
| B.301 [MS & R] | Secretary's office - global commitment (Management Savings & Rescission) | (4,513,697.00) | | | | | | |
| B.307 [R] | Department of Vermont health access - Medicaid program - global commitment (Rescission) | | | | (25,677,087.00) | | | |
| B.309 [R] | Department of Vermont health access - Medicaid program - state only (Rescission) | (1,712,958.00) | | | (409,694.00) | | | |
| B.310 [R] | Department of Vermont health access - Medicaid non-waiver matched (Rescission) | (62,555.00) | | | | | (736,949.00) | |
| B.330 [MS] | Disabilities, aging, and independent living - advocacy and independent living grants (Management Savings) | (300,000.00) | | | (300,000.00) | | | |
| Total Human Services | | (6,589,210.00) | 0.00 | 0.00 | (26,386,781.00) | 0.00 | (736,949.00) | 0.00 |

OTHER REQUIRED REPORTS

TAX EXPENDITURE BUDGET REPORT

Tax expenditures are statutory provisions that reduce the amount of revenue collected in order to encourage certain activities or to limit the tax burden on certain types of individuals. By reducing the amount of tax revenues collected by the government, tax expenditures can have the same fiscal impact as direct government expenditures, even though they appear as reductions in taxes.

Tax expenditures, however, differ from direct spending programs in one important respect. Direct appropriations for government programs are evaluated annually during the budget process, and the Legislature must take affirmative action to continue funding. Additionally, direct spending programs are itemized in the budget and are therefore more transparent to the public. Tax expenditures, on the other hand, usually represent permanently foregone revenue and are not evident in the State budget or subject to the same annual review process.

Annual Tax Expenditure Budget reporting is codified under 32 V.S.A. § 306. The schedule for reporting is segregated into the following categories:

- (1) A budget covering tax expenditures related to non-profits and charitable organizations and covering miscellaneous expenditures shall be made by the third Tuesday of the legislative session beginning in January 2012 and every three years thereafter.**
- (2) A budget covering tax expenditures related to economic development, including business, investment, and energy, shall be made by the third Tuesday of the legislative session beginning in January 2013 and every three years thereafter.
- (3) A budget covering tax expenditures made in furtherance of Vermont's human services, including tax expenditures affecting veterans, shall be made by the third Tuesday of the legislative session beginning in January 2014 and every three years thereafter.

| Non-Profit & Charitable Organization Tax Expenditure Budget Report (1) By Department | | | | |
|---|--|------------------------|------------------------|------------------------|
| Tax type | Tax Expenditures and Categories | FY2017 Estimate | FY2018 Estimate | FY2019 Proposed |
| Individual Income | Qualified Sale of Mobile Home Park Credit | \$50,000 | \$50,000 | \$50,000 |
| Sales & Use | Admission fees to nonprofit museums | \$1,967,000 | \$2,000,000 | \$2,033,000 |
| Insurance Premiums | Fraternal Societies | \$87,000 | \$90,000 | \$93,000 |
| Property Tax | Libraries | \$818,000 | \$814,000 | \$810,000 |
| Property Tax | Cemeteries | \$614,000 | \$619,000 | \$624,000 |
| Property Tax | YMCA and YWCA | \$174,000 | \$175,000 | \$176,000 |
| | Agency of Commerce & Community Development - Subtotal | \$3,710,000 | \$3,748,000 | \$3,786,000 |
| Sales & Use | Veterinary Supplies | \$2,820,000 | \$3,000,000 | \$3,180,000 |
| Property Tax | Owned by Agricultural societies | \$508,000 | \$511,000 | \$515,000 |
| Property Tax | Humane societies | \$114,000 | \$115,000 | \$117,000 |
| | Agency of Agriculture - Subtotal | \$3,442,000 | \$3,626,000 | \$3,812,000 |
| Insurance Premiums | Hospital and Medical Service Organizations | \$14,930,000 | \$15,150,000 | \$15,370,000 |
| Property Tax | Non-Profit Medical Service Corporations | \$149,000 | \$150,000 | \$152,000 |
| Property Tax | FQHC and RHC | \$423,000 | \$423,000 | \$424,000 |
| | Agency of Human Services - Subtotal | \$15,502,000 | \$15,723,000 | \$15,946,000 |
| Motor Vehicle P & U | Trade-In Allowance | \$30,900,000 | \$32,180,000 | \$33,460,000 |
| | Agency of Transportation - Subtotal | \$30,900,000 | \$32,180,000 | \$33,460,000 |
| Individual Income | Vermont Higher Education Investment Credit | \$2,413,000 | \$2,500,000 | \$2,588,000 |
| Property Tax | Vermont State Colleges | \$5,912,000 | \$5,975,000 | \$6,039,000 |
| Property Tax | University of Vermont | \$12,043,000 | \$12,174,000 | \$12,305,000 |
| Property Tax | College fraternities and societies | \$203,000 | Repealed | Repealed |
| | Higher Education - Subtotal | \$20,571,000 | \$20,649,000 | \$20,932,000 |
| Property Tax | Municipalities hosting large power plants | \$1,530,000 | \$1,040,000 | \$550,000 |
| | Public Service Department - Subtotal | \$1,530,000 | \$1,040,000 | \$550,000 |
| Sales & Use | Rentals of coin-operated washing facilities | \$1,167,000 | \$1,200,000 | \$1,233,000 |
| Motor Vehicle P & U | Religious, charitable | \$170,000 | \$180,000 | \$191,000 |
| Motor Vehicle P & U | Gifts | \$3,229,000 | \$3,400,000 | \$3,572,000 |
| Motor Vehicle P & U | IRC Sec. 351 | \$41,000 | \$30,000 | \$30,000 |
| Property Tax | Congressionally Chartered Organizations | \$803,000 | \$800,000 | \$798,000 |
| Property Tax | Public, pious and charitable property | \$50,513,000 | \$51,093,000 | \$51,674,000 |
| | Tax Department - Subtotal | \$55,923,000 | \$56,703,000 | \$57,498,000 |
| Individual Income | Vermont Municipal Bond Income | \$2,794,000 | \$2,800,000 | \$2,806,000 |
| | Treasurer's Office - Subtotal | \$2,794,000 | \$2,800,000 | \$2,806,000 |
| | GRAND TOTAL | \$134,372,000 | \$136,469,000 | \$138,790,000 |

(1) Note: The FY 2019 Tax Expenditure Budget "covers tax expenditures related to nonprofits and charitable organizations and covering miscellaneous expenditures," as prescribed by 2011 Act 45. Act 200 of 2014 on the statutory purposes of tax expenditures amended in the section on the definition of a tax expenditure.

| Non-Profit & Charitable Organization Tax Expenditure Budget Report (1) By Type | | | | |
|---|---|------------------------|------------------------|------------------------|
| Agency/Dept. | Tax Expenditures and Categories | FY2017 Estimate | FY2018 Estimate | FY2019 Proposed |
| TRE | Vermont Municipal Bond Income | \$2,794,000 | \$2,800,000 | \$2,806,000 |
| ACCD | Qualified Sale of Mobile Home Park Credit | \$50,000 | \$50,000 | \$50,000 |
| HED | Vermont Higher Education Investment Credit | \$2,413,000 | \$2,500,000 | \$2,588,000 |
| | Individual Income Tax Expenditure - Subtotal | \$5,257,000 | \$5,350,000 | \$5,444,000 |
| AGFM | Veterinary Supplies | \$2,820,000 | \$3,000,000 | \$3,180,000 |
| TAX | Rentals of coin-operated washing facilities | \$1,167,000 | \$1,200,000 | \$1,233,000 |
| ACCD | Admission fees to nonprofit museums | \$1,967,000 | \$2,000,000 | \$2,033,000 |
| | Sales & Use Tax Expenditures - Subtotal | \$5,954,000 | \$6,200,000 | \$6,446,000 |
| ACCD | Fraternal Societies | \$87,000 | \$90,000 | \$93,000 |
| AHS | Hospital and Medical Service Organizations | \$14,930,000 | \$15,150,000 | \$15,370,000 |
| | Insurance Premium Tax Expenditures - Subtotal | \$15,017,000 | \$15,240,000 | \$15,463,000 |
| TAX | Religious, charitable | \$170,000 | \$180,000 | \$191,000 |
| TAX | Gifts | \$3,229,000 | \$3,400,000 | \$3,572,000 |
| TAX | IRC Sec. 351 | \$41,000 | \$30,000 | \$30,000 |
| AOT | Trade-In Allowance | \$30,900,000 | \$32,180,000 | \$33,460,000 |
| | Motor Vehicle Purchase & Use Expenditures - Subtotal | \$34,340,000 | \$35,790,000 | \$37,253,000 |
| AHS | Non-Profit Medical Service Corporations | \$149,000 | \$150,000 | \$152,000 |
| HED | Vermont State Colleges | \$5,912,000 | \$5,975,000 | \$6,039,000 |
| HED | University of Vermont | \$12,043,000 | \$12,174,000 | \$12,305,000 |
| ACCD | Libraries | \$818,000 | \$814,000 | \$810,000 |
| TAX | Congressionally Chartered Organizations | \$803,000 | \$800,000 | \$798,000 |
| TAX | Public, pious and charitable property | \$50,513,000 | \$51,093,000 | \$51,674,000 |
| HED | College fraternities and societies | \$203,000 | Repealed | Repealed |
| ACCD | YMCA and YWCA | \$174,000 | \$175,000 | \$176,000 |
| ACCD | Cemeteries | \$614,000 | \$619,000 | \$624,000 |
| AGFM | Owned by Agricultural societies | \$508,000 | \$511,000 | \$515,000 |
| AGFM | Humane societies | \$114,000 | \$115,000 | \$117,000 |
| AHS | FQHC and RHC | \$423,000 | \$423,000 | \$424,000 |
| PSD | Municipalities hosting large power plants | \$1,530,000 | \$1,040,000 | \$550,000 |
| | Property Tax Expenditures - Subtotal | \$73,804,000 | \$73,889,000 | \$74,184,000 |
| | GRAND TOTAL | \$134,372,000 | \$136,469,000 | \$138,790,000 |

(1) Note: The FY 2019 Tax Expenditure Budget "covers tax expenditures related to nonprofits and charitable organizations and covering miscellaneous ex-penditures," as prescribed by 2011 Act 45. Act 200 of 2014 on the statutory purposes of tax expenditures amended in the section on the definition of a tax expenditure.

Retirement Systems: Funding Update

As specified in 32 V.S.A. §311, the following is a report on the financial integrity of the State Employees' and State Teachers' Retirement Systems.

Contribution Levels

VSERS

As a result of the June 30, 2017 actuarial valuation, the actuary for the Vermont State Employees' Retirement System (VSERS) recommended a FY 2019 contribution of \$62,984,742 to the pension plan (VSERS pension) and \$100,187,896 to the Vermont State Employees' Other Post-Employment Benefits (VSERS OPEB) plan.

The State's contribution has been reduced to \$62,059,742 (down \$925,000) based on the Treasurer's estimate of FY 2019 contributions to VSERS by town participants.

The State's contribution to the VSERS OPEB during FY 2019 will be \$36,985,568, which is the Treasurer's November 2017 estimate of VSERS retiree benefit costs on a pay-as-you-go basis.

VSTRS

As a result of the June 30, 2017 actuarial valuation, the actuary for the Vermont State Teachers' Retirement System (VSTRS) recommended a FY 2019 contribution of \$105,640,777 to the pension plan (VSTRS pension) and \$54,658,645 to the Retired Teachers' Health and Medical Benefits (RTHMB) plan.

The FY 2019 VSTRS contribution of \$105,640,777 will be funded by \$92,241,519 of State general funds, \$7,699,258 of State education funds and \$5,700,000 from local education agencies for teacher salaries supported by federal grants. The Treasurer's November 2017 estimate for VSTRS retiree health benefit costs on a pay-as-you-go basis is \$36,747,786. That amount will be contributed to the VSTRS OPEB during FY 2019, using \$31,639,205 of State general funds and \$5,108,581 from the employer annual charge for new teacher health care and from subsidies under the Employee Group Waiver Plan (EGWP) implemented in 2014.

Funding Levels

State statutes define the method of funding the retirement systems, which is assessed and reported by an independent actuary. Based on the actuarial funding calculations and reports, the funded ratios (and resulting unfunded liability) for the VSERS and VSTRS pension systems for the period ended June 30, 2017 are 71.4% (\$717,577,722) and 54.2% (\$1,502,453,387) respectively. The funded ratios (and resulting unfunded liability) for the VSERS OPEB and VSTRS RTHMB plans for the period ended June 30, 2017 are 1.54% (\$1,435,113,042) and -3.08% (\$891,459,018) respectively. The pension plan actuary uses Governmental Accounting Standards Board (GASB) standards to produce separate data (comparable nationally by using a standard actuarial method) for accounting and financial reporting purposes, and not for funding decisions.

[Acknowledgements and Credits](#)

This Executive Summary and the Governor's Recommended Budget were prepared by the dedicated staff in the Budget & Management Division of the Department of Finance & Management with the assistance of agency and department heads, business managers and finance staff across the State. Questions may be addressed to: The Department of Finance & Management, Budget & Management Division at (802) 828-2376.

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Fiscal Year 2019 Executive Budget Summary

is a publication of the
Vermont Department of Finance & Management,
Adam Greshin, Commissioner
Matt Riven, Deputy Commissioner

The purpose of this publication is to inform members of the Vermont Legislature, state and local government officials, and Vermont citizens of the Fiscal Year 2019 Budget Recommendations of Governor Philip B. Scott.

This publication is available for viewing or printing at the
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http://finance.vermont.gov/state_budget/rec

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