

ADDENDUM

TO THE

SENATE CALENDAR

OF

TUESDAY

March 16, 2020

Amendment to H. 961.

An act relating to making first quarter fiscal year 2021 appropriations for the support of State government, federal Coronavirus Relief Fund (CRF) appropriations, pay act appropriations, and other fiscal requirements for the first part of the fiscal year.

COMMITTEE REPORT

H. 961

An act relating to making first quarter fiscal year 2021 appropriations for the support of State government, federal Coronavirus Relief Fund (CRF) appropriations, pay act appropriations, and other fiscal requirements for the first part of the fiscal year.

Reported favorably with recommendation of proposal of amendment by Senator Kitchel for the Committee on Appropriations.

The Committee recommends that the Senate propose to the House to amend the bill by striking out all after the enacting clause and inserting in lieu thereof the following:

* * * Transitional Fiscal Year 2021 First Quarter Appropriations * * *

Sec. A.1. INTENT

(a) Intent. Due to the COVID-19 pandemic, revenue into the State's major funds are forecast to be significantly reduced. At the time of the passage of this act, the full degree of this impact remains undefined. In addition, it is unclear if there will be changes in guidance concerning the use of current federal relief funding or if additional federal funding will be made available to the State. The intent of this transitional budget bill is to provide spending authority for the State to operate in the first quarter of fiscal year 2021 to meet statutory requirements while at the same time recognizing the need to address the longer-term issues raised by the expected substantial reduction in State revenues in fiscal year 2021 and beyond.

(b) It is the intent of the Legislature to develop the full fiscal year budget in August and September of 2020, after the establishment of new official State revenue forecasts for fiscal years 2021 and 2022.

Sec. A.2. FISCAL CAPACITY

(a) Fiscal Capacity. The Secretary of Administration is authorized to establish fiscal capacity to the greatest extent possible in the first quarter of fiscal year 2021 through the following mechanisms:

(1) A nonessential position hiring freeze. From July 1 through September 30, 2020, the Secretary of Administration shall not authorize positions to be filled unless a determination is made that filling the position is critical for State operation or pandemic response. The Secretary shall notify the Legislative Joint Fiscal Committee of any approved hiring that takes place during this period. Notwithstanding 3 V.S.A. § 327(b) and 3 V.S.A. § 2222(i), vacant positions shall not be swept to the position pool before September 30, 2020 unless authorized by the Joint Fiscal Committee.

(2) Available fund balances. Fund balances at the close of fiscal year 2020 and fund capacity projected to be available in fiscal year 2021 as result of collection of deferred receipts from fiscal year 2020.

(3) Carryforward appropriation balances. Appropriation balances that are carried forward from fiscal year 2020.

(4) Available federal funds. Utilization of Federal Medical Assistance Percentage rate changes and federal funding streams related to COVID-19 response and relief available for existing programs, including administrative allowances.

(b) The Administration shall not make substantive changes to policies or program structure prior to the development and approval of the full 2021 budget unless such changes are submitted to and approved by the Joint Fiscal Committee. Any such approval shall be after soliciting input from relevant legislative policy committees.

(c) In their presentation of recommendations for the full fiscal year 2021 budget in August and September 2020, agencies and departments shall report on any portion of the fiscal capacity achieved and authorized by this section.

Sec. A.3. PHASE I -DIRECT APPROPRIATIONS FISCAL YEAR 2021 FIRST QUARTER

(a) The following appropriations are made for the first quarter of fiscal year 2021 as follows:

(1) The Vermont Veterans' Home: \$684,446 General Fund.

(2) State Teachers' Retirement System: \$119,013,146 General Fund and \$6,881,055 Education Fund. This fully funds the fiscal year 2021 obligation.

(3) Retired Teachers' Health Care and Medical Benefits: \$31,798,734 General Fund. This fully funds the fiscal year 2021 obligation.

(4) State Treasurer Unclaimed Property: \$1,134,819 Private Purpose Trust Funds.

(5) Debt Service: \$75,828,995 General Fund, \$540,918 Transportation Fund, \$504,738 ARRA Fund, and \$2,502,613 TIB Debt Service Fund. This fully funds the fiscal year 2021 obligation.

(6) Military's divisions will be appropriated General Fund as follows:

(A) Military Administration: \$1,368,238.

(B) Military Air Service Contract: \$210,693.

(C) Military Building Maintenance: \$589,662.

(D) Military Veterans' Affairs: \$217,257.

(7) Homeowner rebate: \$16,600,600 of General Fund.

(b) In fiscal year 2021, there is appropriated General Funds to the Vermont State College System for one-time bridge funding to allow system restructuring to be implemented for the 2021/2022 academic year: \$5,000,000.

Sec. A.4. PHASE I -PRORATED APPROPRIATIONS FISCAL YEAR
2021 FIRST QUARTER

(a) For all appropriations units that are not listed in Sec. A.3 of this act and were enacted pursuant to 2019 Acts and Resolves No. 72, sections B.100 through B.1001, as amended by 2020 Acts and Resolves No. 88, the following prorations shall apply to establish the Phase I interim appropriations for the operations of State government for the period beginning on July 1, 2020 and ending on September 30, 2020:

(1) All funds in the Agency of Natural Resources except the General Fund: 50%.

(2) All funds in the Agency of Transportation: 60%:

(A) With the exception of the Clean Water Fund prorated at 50% pursuant to subdivision (7)(B) of this subsection (a).

(3) Vermont Student Assistance Corporation: 50%.

(4) Vermont State Colleges: 25%:

(A) These funds are to be distributed in July 2020.

(5) Vermont Housing and Conservation Board: 40%.

(6) Payments in Lieu of Taxes: 100%.

(7) Clean Water Fund and Agricultural Water Quality Special Fund appropriations shall be prorated:

(A) Agency of Natural Resources: 50%.

(B) Agency of Transportation: 50%.

(C) Agency of Agriculture, Food and Markets: 50%.

(D) Agency of Commerce and Community Development: 50%.

(E) Agency of Administration: 50%.

(8) Treasurer, Teacher, State Employee and Municipal Pension Systems administration: 30%.

(9) All other appropriations:

(A) 25% of General Fund appropriations.

(B) 100% of all Education Fund appropriations.

(C) 25% of all remaining appropriations by fund.

Sec. A.5. EMERGENCY BOARD AUTHORIZATION

(a) Between July 1 and September 30, 2020, pursuant to the conditions set forth in 32 V.S.A. § 133(b) and in addition to the authority to transfer appropriations pursuant to 32 V.S.A. § 133(b), the Emergency Board is authorized to make expenditures from the General Fund or from any reserve within the General Fund pursuant to its authority under 32 V.S.A. § 133(a) or from other funds of the State. The appropriations in this section shall not exceed one percent of the total appropriations authorized in any fund by this act. This authority is to address any unforeseen spending requirements related to the COVID-19 pandemic.

Sec. A.6. RESCISSION AUTHORITY LIMITATION

(a) The provisions of 32 V.S.A. § 704 shall not apply between July 1, 2020 and September 30, 2020.

* * * Budgetary Specifications and Amendments * * *

(Secs. A.7 through A.40 apply to the appropriations established for the first quarter of fiscal year 2021 in Sec. A.3 and Sec. A.4 of this act that reference the 2019 Acts and Resolves No. 72, Secs. B.100 through B.1001, as amended by 2020 Acts and Resolves No. 88 unless otherwise stated.)

* * * General Government * * *

Sec. A.7. 2014 Acts and Resolves No. 179, Sec. E.100(d), as amended by 2015 Acts and Resolves No. 4, Sec. 74, by 2016 Acts and Resolves No. 172, Sec. E.100.2, by 2017 Acts and Resolves No. 85, Sec. E.100.1, and by 2018 (Sp. Sess.) Acts and Resolves No. 11, Sec. E.100.1 is further amended to read:

(d) Position Pilot Program. A Position Pilot is hereby created to assist participating departments in more effectively managing costs of overtime, compensatory time, temporary employees, and contractual work by removing the position cap with the goal of maximizing resources to the greatest benefit of Vermont taxpayers.

* * *

(7) This Pilot shall sunset on ~~July 1~~ September 30, 2020, unless extended or modified by the General Assembly.

Sec. A.8. 2017 Acts and Resolves No. 79, Sec. 13 is amended to read:

Sec. 13. STATE ETHICS COMMISSION FUNDING SOURCE
SURCHARGE; REPEAL

(a) Surcharge

* * *

(2) The amount collected shall be accounted for within the Human Resource Services Internal Service Fund and used solely for the purposes of funding the activities of the State Ethics Commission set forth in Sec. 7 of this act.

(b) Repeal. This section shall be repealed on ~~June 30, 2020~~ June 30, 2021.

Sec. A.9. BUDGET REPORT

(a) Notwithstanding 32 V.S.A. § 306, for fiscal year 2021 the Governor shall submit to the General Assembly, not later than the August 18, 2020. A budget which shall embody estimates, requests, and recommendations for appropriations or other authorizations for expenditures from the State Treasury for the remainder of fiscal year 2021. The budget shall be based upon the official State revenue estimates, including the Medicaid estimated caseloads and per-member per-month expenditures, adopted by the Emergency Board pursuant to section 305a of this title.

Sec. A.10. [RESERVED]

Sec. A.11. Vermont state retirement system

(a) Notwithstanding 3 V.S.A. § 473(d), in fiscal year 2021, investment fees shall be paid from the corpus of the Fund.

Sec. A.12. 3 V.S.A. § 479a is amended to read:

§ 479a. STATE EMPLOYEES' POSTEMPLOYMENT BENEFITS TRUST
FUND

(a) A "State Employees' Postemployment Benefits Trust Fund" (Benefits Fund) is hereby created for the purpose of accumulating and providing reserves to support retiree postemployment benefits for members, and to make distributions from the Benefits Fund for current and future postemployment benefits for retirees of the Vermont State Employees' Retirement System, excluding pensions and benefits otherwise appropriated by statute and for the payment of reasonable and proper expenses of administering the Benefits Fund and related benefit plans. The Benefits Fund shall not be part of the Retirement System but is intended to comply with and be a tax-exempt governmental trust under Section 115 of the Internal Revenue Code of 1986, as amended.

(b) Into the ~~State Employees' Postemployment Benefits Trust~~ Fund shall be deposited:

(1) ~~All~~ all assets remitted to the State as a subsidy on behalf of the members of the Vermont State Employees' Retirement System for employer-sponsored qualified prescription drug plans pursuant to the Medicare Prescription Drug Improvement and Modernization Act of 2003, except that any subsidy received from an Employer Group Waiver Program is not subject to this requirement-;

(2) ~~Any~~ any appropriations by the General Assembly for the purposes of paying current and future retiree postemployment benefits for members of the Vermont State Employees' Retirement System-; and

(3) ~~Amounts~~ amounts contributed or otherwise made available by members of the System or their beneficiaries for the purpose of paying current or future postemployment benefits costs.

(c) The ~~State Employees' Postemployment Benefits Trust~~ Fund shall be administered by the State Treasurer. The Treasurer may invest monies in the ~~State Employees' Postemployment Benefits Trust~~ Fund in accordance with the provisions of 32 V.S.A. § 434 or, in the alternative, may enter into an agreement with the Committee to invest such monies in accordance with the standards of care established by the prudent investor rule under 14A V.S.A. § 902, in a manner similar to the Committee's investment of retirements system monies. All balances in the ~~State Employees' Postemployment Benefits Trust~~ Fund at the end of the fiscal year shall be carried forward. Interest earned shall remain in the ~~State Employees' Postemployment Benefits Trust~~ Fund. The Treasurer's annual financial report to the Governor and the General Assembly shall contain an accounting of receipts, disbursements, and earnings of the ~~State Employees' Postemployment Benefits Trust~~ Fund.

(d) All funds of the ~~State Employees' Postemployment Benefits Trust~~ Fund shall be held in one or more trusts, custodial accounts treated as trusts, or a combination thereof. Contributions to the Benefits Fund shall be irrevocable and it shall be impossible at any time prior to the satisfaction of all liabilities, with respect to employees and their beneficiaries, for any part of the corpus or income of the Benefits Fund to be used for, or diverted to, purposes other than the payment of retiree postemployment benefits to members and their beneficiaries and reasonable expenses of administering the Benefits Fund and related benefit plans.

Sec. A.13. 3 V.S.A. § 523 is amended to read:

§ 523. VERMONT PENSION INVESTMENT COMMITTEE; DUTIES

(a) The Vermont Pension Investment Committee shall be responsible for the investment of the assets of the State Teachers' Retirement System of Vermont, the Vermont State Employees' Retirement System, and the Vermont Municipal Employees' Retirement System pursuant to section 472 of this title, 16 V.S.A. § 1943, and 24 V.S.A. § 5063. The Committee shall strive to maximize total return on investment, within acceptable levels of risk for public retirement systems, in accordance with the standards of care established by the prudent investor rule under 14A V.S.A. § 902. The Committee may, in its discretion, subject to approval by the Attorney General, also enter into agreements with municipalities administering their own retirement systems to invest retirement funds for those municipal pension plans. The State Treasurer shall serve as the custodian of the funds of all three retirement systems. The Committee may, in its discretion, also enter into agreements with the State Treasurer to invest the State Employees' Postemployment Benefits Trust Fund, established in 3 V.S.A. § 479a, and the Retired Teachers' Health and Medical Benefits Fund, established in 16 V.S.A. § 1944b.

* * *

Sec. A.14. 10 V.S.A. § 9 is amended to read:

§ 9. INVESTMENT IN VERMONT COMMUNITY LOAN FUND

Notwithstanding any provision of 32 V.S.A. § 433(a) to the contrary, the State Treasurer is authorized to invest up to ~~\$1,500,000.00~~ \$2,000,000.00 of short-term operating or restricted funds in the Vermont Community Loan Fund on terms acceptable to the Treasurer and consistent with prudent investment principles and guidelines pursuant to 32 V.S.A. § 433(b)-(c).

Sec. A.15. Payments in lieu of taxes

(a) This appropriation is for State payments in lieu of property taxes under 32 V.S.A. chapter 123, subchapter 4, and the payments shall be calculated in addition to and without regard to the appropriations for PILOT for Montpelier and for correctional facilities elsewhere in this act. Payments in lieu of taxes under this section shall be paid from the PILOT Special Fund under 32 V.S.A. § 3709.

Sec. A.16. Payments in lieu of taxes – Montpelier

(a) Payments in lieu of taxes under this section shall be paid from the PILOT Special Fund under 32 V.S.A. § 3709.

Sec. A.17. Payments in lieu of taxes – correctional facilities

(a) Payments in lieu of taxes under this section shall be paid from the

PILOT Special Fund under 32 V.S.A. § 3709.

Sec. A.18. SOFTWARE VENDOR CONTRACT AND USER
AGREEMENTS COMPLIANCE WITH STATE LAW

(a) The Agency of Digital Services, the Judiciary and the Legislative Information Technology department shall report to the Joint Information Technology Oversight Committee and the Joint Legislative Justice Oversight Committee not later than September 1, 2020 on the status of how software vendors that the State currently engages for the provision of services are bringing contracts and user agreements into compliance with Vermont law so as not to contain presumptively unconscionable terms per 9 V.S.A. chapter 152.

* * * Protection to Persons and Property * * *

Sec. A.19. Attorney general

(a) Notwithstanding any other provisions of law, the Office of the Attorney General, Medicaid Fraud and Residential Abuse Unit, is authorized to retain, subject to appropriation, one-half of the State share of any recoveries from Medicaid fraud settlements, excluding interest, that exceed the State share of restitution to the Medicaid Program. All such designated additional recoveries retained shall be used to finance Medicaid Fraud and Residential Abuse Unit activities.

Sec. A.20. JUDICIAL SYSTEM ROLLOUT AND E-FILING FEES

(a) The Judiciary shall meet with representatives of the Vermont Bar Association and other court users to listen to and respond to court users' experience with the Odyssey File and Serve system and to examine alternatives to the current e-filing charges. The Judiciary shall report its efforts and recommendations for improving the rollout of the program and for improving court users' experience with the system, including costs, to the Joint Fiscal Committee and Joint Legislative Justice Oversight Committee not later than October 30, 2020.

Sec. A.21. Public safety – administration

(a) The Commissioner of Public Safety is authorized to enter into a performance-based contract with the Essex County Sheriff's Department to provide law enforcement service activities agreed upon by both the Commissioner of Public Safety and the Sheriff.

Sec. A.22. Public safety – fire safety

(a) Of this General Fund appropriation, \$13,750 shall be granted to the Vermont Rural Fire Protection Task Force for the purpose of designing dry hydrants.

Sec. A.23. Military – Administration

(a) The amount of \$1,026,105 shall be disbursed to the Vermont Student Assistance Corporation for the National Guard educational assistance program established in 16 V.S.A. § 2856 and the National Guard Tuition Benefit Program established in 16 V.S.A. § 2857.

Sec. A.24. LEGISLATIVE APPROVAL OF MILITARY SECURITY
GUARD CLASS ACTION

(a) Pursuant to Article 16 (3)(f) of the Collective Bargaining Agreement in effect for fiscal year 2020, the Legislature approves for the Department of the Military:

(1) The spending of federal funds in fiscal year 2020 estimated to be \$87,453 to fund the reclassification of thirty (30) Security Guard positions representing a financial impact greater than one percent (1%).

* * * Human Services * * *

Sec. A.25. VERMONT HEALTH BENEFIT EXCHANGE RULES

(a) The Agency of Human Services may adopt rules pursuant to 3 V.S.A. chapter 25 to conform Vermont’s rules regarding health care eligibility and enrollment and the operation of the Vermont Health Benefit Exchange to State and federal law and guidance. The Agency may use the emergency rules process pursuant to 3 V.S.A. § 844 prior to June 30, 2021, but only in the event that new State or federal law or guidance requires Vermont to amend or adopt its rules in a time frame that cannot be accomplished under the traditional rulemaking process. An emergency rule adopted under these exigent circumstances shall be deemed to meet the standard for the adoption of emergency rules required pursuant to 3 V.S.A. § 844(a).

Sec. A.26. 2019 Acts and Resolves No. 72, Sec. C.100 is amended to read:

Sec. C.100. FISCAL YEAR 2019 ONE-TIME APPROPRIATIONS

(a) In fiscal year 2019, funds are appropriated from the General Fund and shall be carried forward as follows:

* * *

(19) To the Department for Children and Families, Woodside Rehabilitation Center: \$260,000 for costs associated with ~~transitioning from a treatment facility to a detention facility~~ providing additional clinical support and training.

* * *

Sec. A.27. Corrections - correctional services

(a) The special funds appropriation of \$152,000 for the supplemental facility payments to Newport and Springfield, pursuant to Sec. A.4 of this act, shall be paid from the PILOT Special Fund under 32 V.S.A. § 3709.

Sec. A.28. REDUCTION IN FORCE OF WOODSIDE JUVENILE
REHABILITATION CENTER EMPLOYEES

(a) On or before the date of passage of this act, the State of Vermont and the collective bargaining representative of the employees employed at the Woodside Juvenile Rehabilitation Center facility shall engage in bargaining regarding whether and how to modify any terms of the applicable collective bargaining agreement in relation to permanent status classified employees who are subject to a reduction in force from their positions at the Woodside Juvenile Rehabilitation Center facility.

Sec. A.29. POPULATION FUNDING COMMITMENT; AGENCY OF
HUMAN SERVICES; WOODSIDE JUVENILE
REHABILITATION CENTER; PLAN FOR JUSTICE-
INVOLVED YOUTHS

(a) The fiscal year 2021 budget as proposed by the Administration:

(1) anticipates closure of the secure Woodside Juvenile Rehabilitation Center facility that provides short and long-term placements and treatment services for justice-involved youths and youths in the custody of the Department for Children and Families; and

(2) allocates in fiscal year 2021 a total of \$2,500,000 in General Funds and any Federal Medicaid matching funds to serve this population in alternative placements approved by the Department for Children and Families.

(b) It is the intent of the General Assembly that the Woodside Juvenile Rehabilitation Center facility remain open until its closure is authorized by the appropriate committees of the General Assembly as provided in this subsection. Upon completion of its plan as provided in subsection (c) of this section, the Agency shall report to the appropriate committees as follows:

(1) prior to the adjournment of the 2020 legislative session, the Agency shall report to the Senate Committee on Judiciary and the House Committee on Human Services; or

(2) after the adjournment of the 2020 legislative session, the Agency shall report to the Joint Fiscal Committee and the Joint Legislative Justice Oversight Committee.

(c) The appropriate committees as set forth in subsection (b) of this section shall authorize the closure of the facility upon approving the Agency's plan to:

(1) adequately fund alternative programs and placements for youths served by Woodside, including those programs and placements that currently accept justice-involved youths who present a risk of injury to themselves, to others, or to property; and

(2) provide placements for all youths under 18 years of age who are in the custody of the Department of Corrections, and who have historically been placed at Woodside Juvenile Rehabilitation Center instead of a Department of Corrections facility pursuant to the memorandum of understanding between the two departments.

Sec. A.30. AGENCY OF HUMAN SERVICES; PLAN FOR YOUTHS
WITH MENTAL HEALTH DISORDERS

(a) During the 2020 legislative interim, the Agency of Human Services shall develop a plan to provide comprehensive mental health treatment services to youths, including justice-involved youths, with severe mental health disorders.

(b) On or before January 15, 2021, the Agency shall report to the House and Senate Committees on Judiciary, the House Committee on Corrections and Institutions, the Senate Institutions Committee, the House Human Services Committee, and the Senate Committee on Health and Welfare on its plans pursuant to this subsection and recommendations for repurposing of the Woodside facility.

Sec. A.31. FUNDING INTENT: JUSTICE-INVOLVED YOUTH

(a) It is the intent of the General Assembly to appropriate funds in fiscal year 2021 to the Agency of Human Services in the amount necessary to fund short- and long-term residential placements and treatment services for justice-involved youth and youth in the custody of the Department for Children and Families.

(b) Due to the impact of the COVID-19 pandemic, the General Assembly anticipates that the fiscal year 2021 budget will be developed in an initial transition phase, followed by a full budget development later in the August/September session. To assist the General Assembly in appropriating the proper funding for short- and long-term residential placements and treatment services pursuant to subsection (a) of this section, on or before August 15, 2020, the Secretary of Administration or designee shall provide to the House and Senate Committees on Appropriations, the House and Senate Committees on Judiciary, the House Committee on Human Services, and the Senate Committee on Health and Welfare:

(1) the status of operations of the Woodside Juvenile Rehabilitation Center facility in fiscal year 2021, including the projected date for cessation of

operations at the facility and the cost and funding sources identified for operation of the facility for any period of time during fiscal year 2021;

(2) the projected costs and funding sources to provide short- and long-term residential placements and treatment services for justice-involved youth and youth in the custody of the Department for Children and Families for any period of time in fiscal year 2021 subsequent to the cessation of operations at Woodside; and

(3) the projected annualized cost of providing such placements and treatment services and the proposed funding sources.

Sec. A.32. 2019 Acts and Resolves No. 72, Sec. B.301 as amended by 2020 Acts and Resolves No. 88, Sec. 12, as amended by Sec. 5 of H.953 of 2020 as passed by the house and senate is further amended to read:

Sec. B.301 Secretary's office - global commitment		
Operating expenses	3,150,212	3,150,212
Grants	<u>1,629,912,361</u>	<u>1,629,912,361</u>
Total	1,633,062,573	1,633,062,573
Source of funds		
General fund	513,632,278	513,632,278
Special funds	44,969,169	34,969,169
Tobacco fund	21,049,373	21,049,373
State health care resources fund	22,601,110	22,601,110
Federal funds	1,015,442,864	1,015,442,864
Interdepartmental transfers	<u>25,367,779</u>	<u>25,367,779</u>
Total	1,633,062,573	1,633,062,573

Sec. A.33. 2019 Acts and Resolves No. 72, Sec. B.309 as amended by 2020 Acts and Resolves No. 88, Sec. 17 as amended by Sec. 8 of H.953 of 2020 as passed by the house and senate is further amended to read:

Sec. B.309 Department of Vermont health access - Medicaid program - state only		
Grants	<u>49,128,572</u>	<u>49,128,572</u>
Total	49,128,572	49,128,572
Source of funds		
General fund	39,150,622	39,150,622
Federal funds	0	85,500
Global Commitment fund	9,892,450	9,892,450
Enterprise funds	85,500	<u>0</u>
Total	49,128,572	49,128,572

Sec. A.34. 2019 Acts and Resolves No. 72, Sec. B.346 as amended by 2020 Acts and Resolves No. 88, Sec. 34 as amended by Sec. 14 of H.953 of 2020 as passed by the House and Senate is further amended to read:

Sec. B.346 Total human services		
Source of funds		
General fund	960,370,523	960,370,523
Special funds	123,782,144	123,782,144
Tobacco fund	23,088,208	23,088,208
State health care resources fund	22,601,110	22,601,110
Federal funds	1,464,072,845	1,464,158,345
Global Commitment fund	1,583,073,476	1,583,073,476
Internal service funds	2,035,610	2,035,610
Interdepartmental transfers	46,373,468	46,373,468
Permanent trust funds	25,000	25,000
Enterprise funds	<u>85,500</u>	<u>0</u>
Total	4,255,507,884	4,255,507,884

* * * K-12 Education * * *

Sec. A.35. 2019 Acts and Resolves No. 72, Sec. E.504.2 is amended to read:

Sec. E.504.2 Education – flexible pathways

(a) Of this appropriation, ~~\$3,026,500~~ \$3,916,000 from the Education Fund shall be distributed to school districts for reimbursement of high school completion services pursuant to 16 V.S.A. § 943(c). Notwithstanding 16 V.S.A. § 4025(b), of this Education Fund appropriation, the amount of:

* * *

Sec. A.36. State teachers' retirement system

(a) In accordance with 16 V.S.A. § 1944(g)(2), the annual contribution to the State Teachers' Retirement System (STRS) shall be \$132,141,701 of which \$125,894,201 shall be the State's contribution and \$6,247,500 shall be contributed from local school systems or educational entities pursuant to 16 V.S.A. § 1944c.

(b) In accordance with 16 V.S.A. § 1944(c)(2), of the annual contribution, \$7,213,271 is the "normal contribution," and \$124,928,430 is the "accrued liability contribution."

Sec. A.37. PREFUNDING OF THE TEACHERS' HEALTH CARE AND MEDICAL BENEFITS FUND

(a) Of the amount appropriated in Sec. A.3 of this act, \$2,400,000 is intended to pre-fund Retired Teachers' Health Care and Medical Benefits at the earliest possible date.

Sec. A.38. 16 V.S.A. § 1944b is amended to read:

§ 1944b. RETIRED TEACHERS' HEALTH AND MEDICAL BENEFITS FUND

* * *

(d) The Treasurer may invest monies in the Benefits Fund in accordance with the provisions of 32 V.S.A. § 434 or, in the alternative, may enter into an agreement with the Vermont Pension Investment Committee to invest such monies in accordance with the standards of care established by the prudent investor rule under 14A V.S.A. § 902, in a manner similar to the Committee's investment of retirement system monies. Interest earned shall remain in the Benefits Fund, and all balances remaining at the end of a fiscal year shall be carried over to the following year. The Treasurer's annual financial report to the Governor and the General Assembly shall contain an accounting of receipts, disbursements, and earnings of the Benefits Fund.

* * *

* * * Higher Education * * *

Sec. A.39. University of Vermont

(a) The Commissioner of Finance and Management shall issue warrants to pay monthly installments of the appropriation in Sec. A.4 of this act to the University of Vermont on or about the 15th day of each calendar month during the first quarter of the year.

* * * Natural Resources * * *

Sec. A.40. 2019 Acts and Resolves No. 72, Sec. E.711.1 is amended as follows:

Sec. E.711.1 BENNINGTON WATER LINE EXTENSION

(a) Waiver of bond vote. The Town of Bennington shall receive a loan for the Operational Unit C / Chapel Road Project in an amount of up to ~~\$1,500,000~~ \$2,000,000 to receive a loan subsidy in the form of 100 percent principal forgiveness with no interest or administrative fee from funds authorized in 24 V.S.A § 4753(a)(3). Notwithstanding the provisions of 24 V.S.A. § 4755(a)(3), the loan is not required to be evidenced by a municipal bond.

* * *

* * * Transportation * * *

Sec. A.41. Transportation – central garage

(a) This appropriation is authorized pursuant to Sec. A.4 of this act, notwithstanding the provisions of 19 V.S.A. § 13(c)(2).

Sec. A.42. Transportation – town highway structures

(a) This appropriation is authorized pursuant to Sec. A.4 of this act, notwithstanding the provisions of 19 V.S.A. § 306(e).

Sec. A.43. Transportation – town highway class 2 roadway

(a) This appropriation is authorized pursuant to Sec. A.4 of this act, notwithstanding the provisions of 19 V.S.A. § 306(h).

Sec. A.44. Transportation – town highway aid program

(a) This appropriation is authorized pursuant to Sec. A.4 of this act, notwithstanding the provisions of 19 V.S.A. § 306(a).

(b) The Agency of Transportation shall distribute \$6,776,442.25 to towns in the apportionments provided under 19 V.S.A. § 306(a)(3) for the first quarterly payment of town highway aid.

* * * Coronavirus Relief Fund; Administrative Provisions * * *

Sec. A.45. CONSISTENCY WITH CARES ACT AND GUIDANCE

(a) The General Assembly determines that the expenditure of monies from the Coronavirus Relief Fund as set forth in this act complies with the requirements of Sec. 5001 of the CARES Act, Pub. L. No. 116-136 and related guidance because the costs to be covered:

(1) are necessary expenditures incurred due to the public health emergency with respect to Coronavirus Disease 2019 (COVID-19);

(2) were not accounted for in Vermont’s fiscal year 2020 budget; and

(3) were, or will be, incurred during the period beginning on March 1, 2020 and ending on December 30, 2020.

Sec. A.46. GRANT RECIPIENT REQUIREMENTS; REVERSION AND REALLOCATION SCHEDULE

(a) All appropriations made from the State’s Coronavirus Relief Fund (CRF) in this and other bills passed after March 1, 2020 as part of the 2020 legislative session are made with the knowledge that the statutory and regulatory context is constantly changing. Additional federal legislation may further change the potential for and appropriateness of CRF usage. As a result:

(1) Appropriations from the CRF are subject to changes in source of funds that may occur as the result of subsequent legislation or through administrative actions, where permissible by law.

(2) Specific CRF uses may need to change based on changes to federal laws or on revised or updated federal guidance.

(3) It is the responsibility of all entities receiving CRF monies to ensure compliance with all federal guidelines as to CRF spending and use.

(4) Unless otherwise authorized by the Commissioner of Finance and Management, any monies appropriated from the CRF shall revert to the CRF to the extent that they have not been expended by December 20, 2020 to enable reallocation.

Sec. A.47. CORONAVIRUS RELIEF FUND GRANTS; CONDITIONS

(a) Any person receiving a grant comprising monies from the Coronavirus Relief Fund shall use the monies only for purposes that comply with the requirements of Sec. 5001 of the CARES Act, Pub. L. No. 116-136 and related guidance.

(b) Any person who expends monies from the Coronavirus Relief Fund for purposes not eligible under Sec. 5001 of the CARES Act, Pub. L. No. 116-136 and related guidance shall be liable for repayment of the funds to the State of Vermont; provided, however, that a person shall not be liable for such repayment if the person expended the monies in good faith reliance on authorization of the proposed expenditure by or specific guidance from the agency or department administering the grant program.

(c) The Attorney General or a State agency or department administering a grant program established or authorized under this act may seek appropriate criminal or civil penalties as authorized by law for a violation of the terms or conditions of the applicable program, grant, or award.

Sec. 48. CORONAVIRUS RELIEF FUND; RECORD KEEPING;
COMPLIANCE

(a) In order to ensure compliance with the requirements of Sec. 5001 of the CARES Act, Pub. L. No. 116-136, and related guidance, and to assist the State in demonstrating such compliance:

(1) any agency or department, and any subrecipient of a grant, that is authorized to disburse grant funds appropriated by this act shall include standard audit provisions, as required by Agency of Administration Bulletins 3.5 and 5, in all contracts, loans, and grant agreements; and

(2) each grant recipient shall report on its use of the monies received pursuant to this act to the agency or department administering the grant as required by that agency or department and shall maintain records of its expenditures of the monies for three years, or for a longer period if so required by State or federal law, to enable verification as needed.

* * * COVID-19 Expenditures * * *

Sec. A.49. ONE-TIME CORONAVIRUS RELIEF FUND (CRF)
APPROPRIATIONS

(a) The following appropriations are authorized on a one-time basis in fiscal year 2021 from the Coronavirus Relief Fund (CRF) established under the

federal Coronavirus Aid, Relief, and Economic Security (CARES) Act to address necessary expenditures with respect to the COVID-19 public health emergency. These expenditures were not accounted for in the State budget most recently approved as of March 27, 2020 and were incurred during the period that began on March 1, 2020, in accordance with the Department of Treasury's May 28, 2020 interpretation of limitations on the permissible use of fund payments.

(1) Legislature: \$2,000,000 is appropriated to the Legislature for costs incurred for an estimated six-week extension of the 2020 session in fiscal year 2021 (August and September 2020) due to the response to the Coronavirus pandemic. This extension to legislative work may be conducted in a remote or partially remote manner.

(2) The Vermont State Colleges (VSC): \$22,758,000 is granted to the VSC for costs and business disruption impacts through December 30, 2020 due to the COVID-19 pandemic.

(3) The University of Vermont (UVM): \$19,355,000 is granted to UVM for costs and business disruption impacts through December 30, 2020 due to the COVID-19 pandemic as outlined in the May 5, 2020 memo submitted to the House Appropriations Committee from the UVM Vice President for Finance and Treasurer. This includes capacity for the University's Business Resource Center to engage with and provide assistance to pandemic impacted businesses in Vermont or relocating to Vermont through December 30, 2020.

(4) The Vermont Student Assistance Corporation (VSAC): \$5,000,000 is granted to VSAC for impacts due to the COVID-19 pandemic.

(5) State's Attorneys: \$1,977,000 is appropriated to the Department of State's Attorneys for costs incurred or anticipated to be incurred in response to the COVID-19 pandemic.

(6) Defender General: \$753,000 is appropriated to the Defender General for costs incurred or anticipated to be incurred in response to the COVID-19 pandemic.

(7) Vermont Center for Crime Victim Services: \$742,500 is appropriated to Center for Crime Victim Services for costs incurred or anticipated to be incurred in response to the COVID-19 pandemic. These funds are allocated as follows:

(A) \$502,500 for domestic and sexual violence providers direct costs including PPE; hazard pay; equipment and HIPAA-compliant video conference services; increased shelter sanitation costs and increased direct aid to survivors moved into in the community to meet COVID-19 health and safety recommendations.

(B) \$80,000 for no cost legal representation to victims of domestic and sexual violence through the Vermont Network's Justice for Victims Legal Clinic because the pandemic has made it more difficult for victims to find attorneys and understand how they may participate remotely in judicial proceedings.

(C) \$160,000 for providing domestic and sexual violence victim's advocates with remote access to the Forensic Nursing Program due to COVID-19 because victim's advocates are restricted by hospitals from being physically present with victims during the pandemic as an infection control strategy.

(8) Judiciary: \$2,608,500 is appropriated to the Judiciary for costs incurred in response to the COVID-19 pandemic.

(9) Agency of Human Services: \$300,000 is appropriated to the Agency of Human Services to be granted to Vermont Legal Aid for increased costs of providing access to justice services in response to the COVID-19 pandemic. Up to 50% of this amount shall be used to cover the cost of per use electronic judicial filing fees through December 30, 2020 to ensure all court users have timely access to justice as the judicial system resumes operations relying on greater digital remote online processes to ensure public health and safety after closure due to COVID-19.

(10) Department of Corrections: \$2,500,000 is appropriated to the Department of Corrections to address the health and safety of persons under the custody of the Commissioner of Corrections and Department of Corrections staff due to the COVID-19 emergency. These funds are allocated below, allocations that cannot be used by December 30, 2020 may be reallocated to other eligible COVID-19 cost categories. Any reallocations shall be reported to the Joint Legislative Justice Oversight Committee, the Commissioner of Finance and Management and the Joint Fiscal Office:

(A) \$760,000 for temperature scanners and six full body scanners at State correctional facilities, temperature scanners at field service offices, and personal protective equipment (PPE) at State correctional facilities and field service offices for COVID-19 mitigation.

(B) \$700,000 for technology upgrades to support the COVID-19 necessitated transition from in-person programs and services to remote on-line access across facilities including WIFI heating mapping in the facilities, the Community High School of Vermont learning management system, as well as devices, applications, and video conferencing services.

(C) \$363,000 to be granted to community justice centers. Of which \$252,000 is the estimated amount for direct costs incurred at the centers as a result of COVID-19. The remainder is to provide increased program capacity at the transitional housing programs operated by some community justice centers for individuals reentering into the community to reduce the risk of spreading COVID-19 in State correctional facilities.

(D) \$350,000 to for the Department to increase rental housing and supporting program capacity in the community. Of this amount \$200,000 is the estimated amount for direct rental assistance for first and last month for individuals reentering the community to reduce the risk of spreading COVID-19 in State correctional facilities. The remaining amount is to increase and provide domestic violence and batterer intervention programs in the community required for COVID-19 reentering individuals.

(E) \$327,000 to be granted to Vermont Network Against Domestic Violence. \$130,000 to provide \$10,000 grants for each of the thirteen Domestic Violence Offender Accountability Programs to immediately transition to remote access. The remaining funds to support victims of domestic and sexual violence who are incarcerated and reentering the community by remote contact systems and more extensive use of support personnel to ameliorate the impact of COVID-19 that has required the department to isolate some incarcerated individuals and to limit the in-person contacts of these re-entering individuals.

(F) The Commissioner of Corrections shall report to the Joint Legislative Justice Oversight Committee in November 2020 if the funding in this section and in Sec. 36(a)(8) of H.953 of 2020 as passed by the House and Senate for rental assistance; changes in community supervision; reentry and community programming support or pilot programs provided through community service partner organizations; and domestic violence offender reentry programs and victim support programs have decreased incarceration and if the impact is sufficient to continue to provide funding in the future for these programs. Specifically, the Commissioner shall identify if any of these programs should continue to be funded after the pandemic emergency because of their continued potential to further reduce overall incarceration rates.

(11) Auditor: \$100,000 is appropriated to the State Auditor for State single audit costs to be incurred in response to COVID-19 funding. The Auditor is authorized to fill two vacant positions.

(12) Secretary of State: \$2,000,000 is appropriated to the Secretary of State for developing and implementing the Vermont Business Portal to provide digital access for Vermont-based businesses to at least four State agencies. This project's phase one is to facilitate communications with all registered businesses and business types in the period of the COVID-19 pandemic by bringing more transactions online to facilitate remote work; and increase overall employee and agency efficiency in operations.

(13) Department for Children and Families (DCF): \$1,400,000 is appropriated to DCF, Office of Economic Opportunity, to be granted to the Community Action Agencies for the Statewide Community Action Network's Economic Micro Business Recovery Assistance for the COVID-19 Epidemic (EMBRACE) to assist the most disadvantaged Vermont microbusiness owners

impacted by COVID-19 business closure orders with to access grants and technical assistance.

(14) Department of Disabilities, Aging, and Independent Living (DAIL): \$100,000 is appropriated to DAIL to be granted to the Vermont Association for the Blind and Visually Impaired for a technology training program (iPad and iPhone training) for older Vermonters who experience decreased vision and blindness and others who are blind or visually impaired to address social isolation resulting from social distancing.

(15) Department of Disabilities, Aging and Independent Living (DAIL) \$2,450,000 is appropriated DAIL to provide financial stability grant funding to the twelve adult day providers statewide to continue to support the facilities, service infrastructure and necessary operating costs for July 2020 through September 2020 as these programs remained closed due the COVID-19 crisis and prepare to reopen safely for the vulnerable populations they service at the end of their closure period.

(16) Agency of Agriculture, Food and Markets: \$1,000,000 is appropriated to the Agency of Agriculture, Food and Markets for the COVID-19 Working Lands Program for eligible pandemic response proposals from agriculture, food and markets participants.

(17) Department of Forests, Parks and Recreation: \$500,000 is appropriated to the Department of Forests, Parks and Recreation to make payments to refund cancellations due to COVID-19 for State parks' reservations that were paid in advance.

Sec. A.50. PRE-K–12 EDUCATION PANDEMIC COSTS: CORONAVIRUS
RELIEF FUND APPROPRIATIONS

(a) Total appropriation. The sum of \$50,000,000 is appropriated in fiscal year 2020 to the Agency of Education to fund eligible fiscal years 2020 and 2021 expenditures of Vermont prekindergarten–grade 12 public schools and approved independent schools. Eligible expenditures shall conform with the requirements of Sec. 5001 of the CARES Act, Pub. L. No. 116-136, and related guidance, and shall be determined by the Secretary of Education. This funding is allocated under subsections (b), (c), and (d) of this section. Any unused portion of this funding shall carry over into fiscal year 2021.

(b) Efficiency Vermont. The amount of \$6,500,000 shall be granted to Efficiency Vermont for the air quality improvement program in Sec. A.51 of this act.

(c) Prekindergarten-12 schools.

(1) Public schools. The sum of \$41,000,000 shall be granted for the purpose of reimbursing COVID-19 costs incurred by school districts.

(A) The appropriations under this subdivision (c)(1) shall not be used for costs incurred by a prekindergarten program that is not operated by a school district.

(B) Notwithstanding 16 V.S.A. § 567, a school district that has a fiscal year 2020 surplus shall carry those surplus funds into fiscal year 2021 as revenue without waiting for an audit to confirm the existence or amount of the surplus funds. Notwithstanding any other provision of law to the contrary, the Agency of Education shall evaluate the amount of education fund payments authorized by 16 V.S.A. chapter 133 needed to fund a school district's budget, taking into account surplus funds and other factors it determines to be relevant, and shall subtract from the district's first two fiscal year 2021 education fund payments an amount it determines is unnecessary to fund the district's budget.

(2) Approved independent schools. The sum of up to \$1,500,000 shall be granted for the purpose of reimbursing COVID-19 costs incurred by approved independent schools that, as of March 27, 2020 (the date of enactment of the CARES Act), had one or more students enrolled whose tuition was funded by the student's sending school district (publicly funded student).

(A) The maximum reimbursement to an approved independent school under this subdivision (2) shall be an amount equal to \$422 for each publicly funded student who was enrolled as of March 27, 2020.

(B) An approved independent school that receives funds from the Coronavirus Relief Fund under this subdivision (2) shall provide access to the Agency of Education for the purpose of auditing the school's use of those funds.

(3) Administration and guidance. The Agency of Education shall administer these reimbursement programs, on or about June 26, 2020 issue guidance to school districts and approved independent schools on reimbursable costs, and establish a process for submission of, and reimbursement for, these costs. The guidance issued by the Agency shall allow for use of that funding to cover all costs permitted under the CARES Act and related guidance, and under any other applicable law.

(d) Accounting and technical assistance. Up to \$1,000,000 shall be available to provide accounting and technical assistance to the supervisory unions and school districts to fully identify COVID-19 expenses and accurately process these within the statewide accounting system.

(e) Purpose or determination of necessity; due to COVID-19. The General Assembly determines that the expenditure of monies from the Coronavirus Relief Fund as set forth in this section is necessary to assist public schools and approved independent schools cover a variety of COVID-19 costs. The

guidance required to be issued by the Agency of Education under this section to public schools and approved independent schools is intended to ensure that their costs are due to or resulting from COVID-19.

Sec. A.51. SCHOOL INDOOR AIR QUALITY GRANT PROGRAM;
CORONAVIRUS RELIEF FUND; APPROPRIATION

(a) Appropriation. The sum of \$6,500,000 appropriated in Sec.A.50(b) of this act from the Coronavirus Relief Fund for Efficiency Vermont in fiscal year 2021 is for purposes of providing grants to Vermont K–12 covered schools to upgrade heating, ventilation, and air conditioning (HVAC) systems, and filtration and other methods of air treatment, in response to the COVID-19 emergency.

(b) Purpose or determination of necessity; due to COVID-19. The General Assembly determines that the expenditure of monies from the Coronavirus Relief Fund as set forth in this section is necessary to make immediate improvements to the indoor air quality in K–12 covered schools to improve health and safety and to mitigate the threat of the spread of COVID-19.

(c) Definition. As used in this section, “covered school” means public schools and approved independent schools as defined under 16 V.S.A. § 11.

(d) Program established. There is established within Efficiency Vermont the School Indoor Air Quality Grant Program to provide grants to K–12 covered schools in Vermont to repair, maintain, and upgrade heating, ventilation, and air conditioning (HVAC) systems in reference to COVID-19-specific guidelines from the U.S. Centers for Disease Control and Prevention (CDC) and the American Society of Heating, Refrigeration, and Air Conditioning Engineers (ASHRAE).

(e) Administration; implementation.

(1) The Program shall be administered by Efficiency Vermont, which shall be responsible for:

(A) providing education and outreach to schools on the Program;

(B) providing informational guidance and best practices for school ventilation and air filtration systems; and

(C) awarding available grants to covered schools under the Program, which may be paid directly to a contractor on behalf of a covered school.

(2) Efficiency Vermont, in consultation with the Agency of Education, the Vermont Superintendents Association, and experts in the field of heating, ventilation, and air conditioning, shall design the Program. The Program design shall establish:

(A) An outreach and education plan.

(B) An equitable system for distributing grants statewide based on geographic location, school size, and grant dollar amount.

(C) Guidelines for the ventilation, filtration, monitoring, humidification, and dehumidification measures and costs that will be eligible for grant funding. Eligible measures may include handheld meters, system evaluation, and retrocommissioning.

(3) Efficiency Vermont is authorized to use up to \$100,000 of the amount appropriated in subsection (a) of this section for administration. As the entity appointed to serve as Efficiency Vermont, the Vermont Energy Investment Corp. (VEIC) is authorized to collect their federally approved indirect rate of 9.3 percent on the Program funds expended.

(f) Contracting with vendors; bidding exception. Due to the public health risk posed by COVID-19, any project receiving grant funds under the Program shall be deemed to be an emergency repair for the purposes of 16 V.S.A. § 559(e), and a covered school may enter into a contract with an independent third party without the need to competitively bid the contract.

(g) Report. On or before September 15, 2020, Efficiency Vermont shall submit an update on the Program to the House and Senate Committees on Education. On or before March 15, 2021, Efficiency Vermont shall submit a final report on the Program, which shall include a list of the covered schools served, projects completed, funds expended, results and benefits of the projects completed, and overall lessons learned and recommendations for possible future school ventilation improvement programs.

Sec. A.52. H.953 (Supplemental Budget Adjustment) of 2020 is amended by striking out in Sec. 36, subdivision (a)(7) in its entirety and insert in lieu thereof a new (a)(7) to read as follows:

(7) The Agency of Human Services (AHS) for Emergency Medical/Ambulance Services: \$3,000,000 is appropriated to AHS for Emergency Medical/Ambulance Services costs and financial assistance during the COVID-19 pandemic, which shall be allocated as follows:

(A) \$400,000 for the necessary training and support of emergency medical personnel, including volunteers, which shall be transferred to the Department of Health for disbursement. In order to address the needs of Vermonters as a result of the COVID-19 pandemic, the Department, in consultation with the Emergency Medical Services Advisory Committee, shall use the monies expeditiously to provide funding for live and online training opportunities for emergency medical responders, emergency medical technicians, and advanced emergency medical technicians and for other emergency medical personnel training-related purposes. The Department and the Advisory Committee shall prioritize training opportunities for volunteer

emergency medical personnel to maximize the response capabilities of all areas in the State.

(B) \$500,000 for paramedic training, including paramedic certificate programs for prospective paramedics, continuing education opportunities for licensed paramedics, and recruitment. These funds shall be transferred to the Department of Health for disbursement.

(i) Funding under this subdivision (7)(B) shall be prioritized for training through Vermont programs that include clinical and field internship work to be completed prior to December 30, 2020.

(ii) The Department may collaborate with the Vermont Student Assistance Corporation, or similar entity, to disburse funding to approved paramedic training programs, to qualified applicants seeking a paramedic certificate, and to licensed paramedics pursuing continuing education opportunities.

(iii) The Department may allocate funds for recruitment of qualified paramedics to meet the needs of emergency medical service (EMS) and ambulance service providers in the State and ensure that emergency patient care and transportation services are available to Vermonters in all parts of the State. Such costs may include reimbursement for relocation, short-term housing stipends pending relocation, reimbursement for costs associated with Vermont licensure, and other allowed costs.

(C) \$100,000 for AHS in coordination with the Department of Financial Regulation (DFR) to engage through sole source contract one or more financial consultants to assist Vermont EMS and ambulance service providers with applications needed for federal provider relief funds related to COVID-19 funding, State prospective payments related to COVID-19 through the Agency of Human Services and the Department of Vermont Health Access, and other grant funding that may be available in response to the pandemic.

(D) \$2,000,000, of which five percent shall be reserved for extraordinary financial relief to Vermont EMS and ambulance service providers upon demonstrated need, and the remainder of which may be used to make EMS and ambulance service provider stabilization grants in a manner determined by AHS that recognizes the need for administrative simplicity and is proportionate to EMS and ambulance service provider organization size.

(E) On or before January 15, 2021, AHS and the Department of Health shall report to the House Committees on Appropriations, on Health Care, and on Government Operations and the Senate Committees on Appropriations, on Health and Welfare, and on Government Operations with an accounting of its use of the funds appropriated to AHS for disbursement by the Department pursuant to this subsection.

Sec. A.53. COVID-19 UNEMPLOYMENT ADMINISTRATION COSTS

(a) The Department of Labor is authorized to use \$4,700,000 for COVID-19 Unemployment Administration Costs from the funds allocated under the conditions for the acceptance of the Coronavirus Relief Fund grant to Vermont adopted and as amended on May 5, 2020 by the Joint Fiscal Committee.

* * * Definitions; Other Legal or Budgetary Context * * *

Sec. A.54. APPROPRIATIONS DEFAULT AND TIMING LIMITATIONS

(a) If in this act there is an error in either addition or subtraction, the totals shall be adjusted accordingly. Apparent errors in referring to section numbers of statutory titles within this act may be disregarded by the Commissioner of Finance and Management.

(b) Unless codified or otherwise specified, all narrative portions of this act apply only to the first quarter of the fiscal year ending on September 30, 2021.

Sec. A.55. DEFINITIONS

(a) As used in this act:

(1) “Encumbrances” means a portion of an appropriation reserved for the subsequent payment of existing purchase orders or contracts. The Commissioner of Finance and Management shall make final decisions on the appropriateness of encumbrances.

(2) “Grants” means subsidies, aid, or payments to local governments, to community and quasi-public agencies for providing local services, and to persons who are not wards of the State for services or supplies and means cash or other direct assistance, including pension contributions.

(3) “Operating expenses” means property management; repair and maintenance; rental expenses; insurance; postage; travel; energy and utilities; office and other supplies; equipment, including motor vehicles, highway materials, and construction; expenditures for the purchase of land and construction of new buildings and permanent improvements; and similar items.

(4) “Personal services” means wages and salaries, fringe benefits, per diems and contracted third-party services, and similar items.

Sec. A.56. RELATIONSHIP TO EXISTING LAWS

(a) Except as specifically provided, this act shall not be construed in any way to negate or impair the full force and effect of existing laws.

Sec. A.57. OFFSETTING APPROPRIATIONS

(a) In the absence of specific provisions to the contrary in this act, when total appropriations are offset by estimated receipts, the State appropriations

shall control, notwithstanding receipts being greater or less than anticipated.

Sec. A.58. FEDERAL FUNDS

(a) In the first quarter of fiscal year 2021, the Governor, with the approval of the Legislature or the Joint Fiscal Committee if the Legislature is not in session, may accept federal funds available to the State of Vermont, including block grants in lieu of or in addition to funds herein designated as federal. The Governor, with the approval of the Legislature or the Joint Fiscal Committee if the Legislature is not in session, may allocate all or any portion of such federal funds for any purpose consistent with the purposes for which the basic appropriations in this act have been made.

(b) If, during the first quarter of fiscal year 2021, federal funds available to the State of Vermont and designated as federal in this and other acts of the 2020 session of the Vermont General Assembly are converted into block grants or are abolished under their current title in federal law and reestablished under a new title in federal law, the Governor may continue to accept such federal funds for any purpose consistent with the purposes for which the federal funds were appropriated. The Governor may spend such funds for such purposes for not more than 45 days prior to Legislative or Joint Fiscal Committee approval. Notice shall be given to the Joint Fiscal Committee without delay if the Governor intends to use the authority granted by this section, and the Joint Fiscal Committee shall meet in an expedited manner to review the Governor's request for approval.

Sec. A.59. NEW POSITIONS

(a) Notwithstanding any other provision of law, the total number of authorized State positions, both classified and exempt, excluding temporary positions as defined in 3 V.S.A. § 311(11), shall not be increased during the first quarter of fiscal year 2021. Limited service positions approved pursuant to 32 V.S.A. § 5 shall not be subject to this restriction.

* * * Effective Dates Secs. A.1 – A.59 * * *

Sec. A.60. EFFECTIVE DATES

(a) This section and Secs. A.7 (pilot position sunset extension), A.8 (sunset extension), A.9 (Budget Report), A.12 (State Employees' Postemployment Benefits Trust Fund), A.13 (Vermont Pension Investment Committee; Duties), A.14, (Investment in Vermont Community Loan Fund), A.20 (e-filing), A.24 (military reclassification), A.26 (repurposing one-time appropriation), A.28-A.31 (Woodside), A.32-A.34 (Agency of Human Services fiscal year budget adjustments), A.35 (education fund appropriation technical correction), A.38 (Retired Teachers' Health and Medical Benefits Fund), A.40 (Bennington waterline loan subsidy increase), A.50-A.51 (Pre-K-12 CRF appropriations),

A.52 (emergency medical/ambulance services funding), and A.53 (Labor Department authorization) shall take effect upon passage.

(b) All remaining A sections shall take effect on July 1, 2020.

And by renumbering all the sections of the bill to be numerically correct (including internal references) and adjusting all the totals to be arithmetically correct.

(Committee vote: 7-0-0)

SENATOR M. JANE KITCHEL
FOR THE COMMITTEE