



GENERAL ASSEMBLY
STATE OF VERMONT
LEGISLATIVE JOINT FISCAL COMMITTEE

Agenda
Friday, July 21, 2017
Room 10, State House

- 9:30 a.m. A. Call to order and approve minutes of November 14, 2016, and January 26, 2017
 [Both Approved]
- 9:35 a.m. B. Medicaid and Agency of Human Services Updates
1. Year-end Medicaid Update [*doc*]
 Stephanie Barrett, Associate Fiscal Officer, Joint Fiscal Office
 2. Other Agency of Human Services Updates [*2 docs*]
 Sarah Clark, Chief Financial Officer, Agency of Human Services
- 10:10 a.m. C. Administration's Fiscal Updates:
1. Unencumbered Balances [Sec. 60 of Act 3 of 2017 further amended by Sec. C.101 of Act 85 of 2017] [*doc*]
 David Cameron, Business Manager, Dept. of Financial Regulation
 2. FY2017 Preliminary Close-out [*doc*]
 3. FY2018 One-time Corporate Tax Refund Plan [*doc*]
 4. FY2017 Cost Savings [Sec. 70 of Act 3 of 2017, further amended by Sec. C.119 of Act 85 of 2017] [*doc*]
 Brad Ferland, Deputy Secretary, Agency of Administration, and
 Adam Greshin, Commissioner, Dept. of Finance & Management
 5. Transportation Fund Appropriation Reductions [Sec. 64 of Act 3 of 2017]
 Joe Flynn, Secretary, and
 Lenny Leblanc, Chief Financial Officer, Agency of Transportation [*doc*]
- 10:55 a.m. D. Administration's Updates and Grant Approval
1. General Assistance Housing Update of Anticipated Spending [*doc*]
 Ken Schatz, Commissioner, and
 Sean Brown, Deputy Commissioner, Economic Services Division,
 Department for Children & Families
 2. JFO #2883 – One (1) limited-service position within the Dept. of Health
 titled Compliance and Enforcement Advisor to be a part of the depts.
 existing Lead Accreditation Certification Program [*doc*] **[Approved]**
 Paul Daley, Chief Financial Officer, and
 David Englander, Senior Policy & Legal Advisor, Dept. of Health
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- 11:20 a.m. E. Revenue Update - Tom Kavet, Legislature's Economist [*doc*]
- 11:50 a.m. F. Preliminary Discussion on Rescission Process [*doc*]
Stephen Klein and Commissioner Greshin
- 12:10 p.m. G. Fiscal Office Updates
1. Fiscal Officers' Report - Stephen Klein, Chief Fiscal Officer [*doc*]
2. Education Fund Outlook – Mark Perrault, Senior Fiscal Analyst [*doc*]
- 12:30 p.m. H. Next Meetings and Adjourn: August 17/18; September 14 and November 9, 2017.

Other Meetings:

Emergency Board meets at 2:00 p.m. in the Pavilion Office Building

Other Report Submissions:

General Government

- I. Quarterly report on excess receipts. [32 V.S.A. § 511] [Administration] [received]
- II. Small Grants Quarterly Report [32 V.S.A. § 5(a)(3)] [Joint Fiscal Office] [received]

Natural Resources

Annual report of the Agency of Natural Resources of costs and expenditures for proceedings of the Federal Energy Regulatory Commission [30 V.S.A. § 20(a)(2)(C)] [ANR] [received]

Protection

Quarterly report of costs and expenditures for proceedings of the Federal Energy Regulator's Commission [30 V.S.A. § 20(b)(9)] [Dept. and Board — Public Service] [received]

Joint Transportation Oversight Committee

Agency of Transportation Emergency Declaration – Springfield VT 11 BR #57 [19 V.S.A. § 10g(h) and (k)]. [received]

Transportation Fund FY2017 Appropriation Reductions [Sec. 64 of Act 3 of 2017] [received – see C.4 of the agenda]

Updated: 7/21/2017 at 2:19 p.m.



GENERAL ASSEMBLY
STATE OF VERMONT
LEGISLATIVE JOINT FISCAL COMMITTEE

Friday, July 21, 2017

Minutes

Room 10, State House

Members present: Representatives Ancel, Donovan, Fagan, Lippert, and Toll, and Senators Ayer (by speakerphone), Cummings, Kitchel, Sears, and Westman.

Other Attendees: Administration, Joint Fiscal Office, and Legislative Council staff, and various media, lobbyists, and advocacy groups.

Representative Janet Ancel, Chair, convened the meeting at 9:36 a.m. and asked for a motion to approve the minutes of November 14, 2016, and January 26, 2017. [*Minutes were approved at this meeting but due to a technicality, they were reapproved at the following August rescission meeting*].

B. Medicaid and Agency of Human Services Updates – 1. Year-end Medicaid Update

Stephanie Barrett, Associate Fiscal Officer, Joint Fiscal Office, distributed and summarized the annual report. She pointed out there was stability now in estimates for Medicaid caseload forecasts with a difference of 736 between the estimate and actual year-end totals. There was one area of note for New Adults Without Children that dropped from estimated 80% (of all new adults) shown in the January Emergency Board's adopted FY2017 numbers to 70% in the current actual numbers of the last two quarters. This drop in childless adults impacted the draw of federal match funds and a commensurate pressure of \$4.8 million in the General Funds (GF). Other reduced trends in the program covered the GF need in FY2017.

Senator Ayer asked what the possible reason could be for the decline in childless adults. Ms. Barrett opined that the decline could have been due to redeterminations of eligibility and experience of the Aged, Blind and Disabled (ABD) population. Representative Lippert noted that when viewing the actual numbers of the total caseload population, there was a decrease. He requested further analysis and an explanation at a later date. Ms. Barrett offered that Joyce Manchester, the Office Economist, had done an analysis of the Medicaid caseload adult population and found that the numbers were inflated due to the redeterminations of about 15,000 -17,000 people. Representative Lippert asked for more understanding of the fluctuation of the numbers from the Office.

Ms. Barrett stated that all Medicaid expenditures for FY2017 came in at \$32.1 million below gross federal and State fund estimates. The GF portion of this amount of underspending

was less than the average match as a result of several factors, including: the New Adult match issue already discussed, and a legislative mandate requiring that unused funding in Medicaid be returned to the caseload reserve, which resulted in a total of \$3.8 million being re-reserved. Also, the State Health Care Resources Fund was not able to meet its target revenue estimate by \$3.4 million. Finally a legislative mandate had required that \$1.25 million be held out of any unused carryforward in FY2018.

Ms. Barrett explained that also reported was the year-end Choices for Care program position that was now entirely funded through Global Commitment. This program, per Act 85 of 2017, required the first use of the available year-end balance to fund a 1% program reserve fund for FY2018. There was a \$1.1 million reserve balance which was short of the \$1.9 million needed for the 1% reserve level, so this program has an approximate 0.6% reserve.

In responding to Representative Ancel, Ms. Barrett confirmed that the Medicaid growth rate was .02% from actual FY2016 to actual FY2017. She referred to page 7 of the Medicaid year-end report and explained the cash position of the Global Commitment Fund (GCF). Act 85 utilized the GCF balance to meet the Medicaid portion of the new 27/53 reserve fund, where \$5.287 million was transferred to the reserves, leaving the FY2017 GCF balance with \$81.5 million. Legislation also allowed up to \$10 million of GCF to be used to offset FY2018 Corporate Tax GF revenue impacts (subsequent action did not rely on this \$10 million authority).

Ms. Barrett continued her review of the year-end Medicaid report referring to page 8, the State Health Care Resources Fund. She explained the difference between the FY2017 adopted January 2017 Emergency Board revenue estimate and the FY2017 actual revenue receipts was \$3.4 million. Areas that reduced revenue were: the Cigarette Tax at \$700k below expectation; and the Ambulance Provider Tax with 31 providers that had not yet paid the tax. Senator Ayer inquired what the repercussions were for an ambulance provider not paying the tax. Ms. Barrett stated the Office would get that information to the Committee. The Committee agreed with Senator Ayer that the intent of the ambulance provider tax was to enable the State to leverage funds to increase the amount all providers were paid. Representative Ancel offered that it was not surprising the tax was difficult to estimate since it was new to the Fund. Ms. Barrett explained that the hospital provider tax estimate was slightly off but the most difficult revenue amount to estimate was recoveries, which came from the Attorney General's Medicaid Fraud Fund.

Ms. Barrett stated that there could be program pressures in FY2018, including overpayment of manufacturers' pharmacy rebates in the range of \$8 million; and the BlueCross BlueShield (BCBS) reconciliation process related to the Exchange not yet budgeted in FY2018 and could have an impact of \$8 to \$10 million. There were other possible pressures that were not known, such as built in savings targets, that may not be realized, and federal funding uncertainties.

Representative Toll asked if the reconciliation payments to BCBS were ongoing. Ms. Barrett referred to Cory Gustafson, the Commissioner of the Department of Vermont Health Access' memo to the Committee, dated July 21, 2017, and titled '2016 Qualified Health Plan

Reconciliation,' and then advised the Committee to hear from the Department on the payment methodologies. Senator Kitchel asked if there was an analysis between the old and new methodologies to estimate payments, and if so why was the decision made to move to the current methodology. She added that it had been several years of significant payments to BCBS. Sarah Clark, Chief Financial Officer, Agency of Human Services, stated she was not aware of an analysis of the past and future payment methodologies but would followup with the Commissioner for a response to the Committee. The Chair suggested the Department respond in writing and if the Committee had questions, it could invite Commissioner Gustafson to its next Committee meeting in September. Representative Lippert asked that the response include the rationale for changing the policy, and whether the contract mentioned in the Commissioner's memo had been signed and who was the independent third party mentioned in the memo. Ms. Clark explained that the contract had not yet been signed and the Department was still in its procurement process.

2. Other Agency of Human Services Updates

Ms. Clark distributed a memo from Commissioner Gustafson, dated July 21, 2017 with the subject of "Preparation for 2018 Open Enrollment," and then reviewed the Agency of Human Services (AHS) FY2017 closeout process using a presentation. The Agency spends roughly \$4 billion annually with \$5.6 million for administrative costs or 0.81% of the total budget. Per Act 85 of 2017, the AHS was required to carryforward -\$5.3 million in GF obligations. Of that \$3.7 million of GF was to be transferred to the Human Services Caseload Reserve. The Department of Vermont Health Access was required to carryforward \$200k by federal mandate for "the money follows the person program" Representative Ancel inquired how the Agency spends its budget. Ms. Clark explained that the Agency was the conduit between Departments for Medicaid funding, as well as other funding sources and programs.

Ms. Clark suggested that since the closeout information was preliminary, the Committee may want an update on federal receipts from the Agency at a later meeting. She explained that the Agency had a \$2 million federal deficit in FY2017. Reasons for this included: \$1.2 million deficit in DVHA for an annual reoccurring overspend in the CHIP administrative fund, which was capped at 10% at the federal level and the Agency decided to address in FY2017. The \$.09 million deficit in the Department for Children & Families (DCF) was primarily due to the Emergency Housing General Assistance Program. With an unanticipated increase in federal funds to the Agency minus the deficit, the Agency had a positive \$3.5 million in its budget.

Ms. Clark explained that the Department of Corrections had \$233k left on its bottom line in FY2017. The shortfall in DCF's Emergency Housing General Assistance Program was due to increased utilization and savings investments not meeting targets. The Agency found it had flexibility in its budget because of FY2017 estimates for the new Global Commitment Waiver and the 50/50 match on administrative funds that came in below targets. In addition, the increased match to the State was offset by the increased amount of funds to programs through enhanced matches. Ms. Clark promised to update the Committee when more information became available. The final impact to the State, whether it was positive or negative, would be included in the FY2018 BAA.

Ms. Clark concluded with a chart that showed a trend in AHS of declining general funds over time. She explained the Agency was aware of looming State rescissions and uncertainties at the federal level for funding. Senator Cummings expressed concern of the possible impact with federal uncertainties to Vermonters served by the Agency. She asked if the Agency had a plan to protect the most vulnerable population from federal funding rescissions. Ms. Clark responded that the Agency was paying close attention to Congress and would work hard to protect Vermonters if funding issues arose.

C.1. Administrative Updates – 1. Unencumbered Balances

David Cameron, Business Manager, Department of Financial Regulation, distributed a memo on FY2017 receipts available to the GF from the Insurance, Securities, and Captive Regulatory funds. He reviewed the three funds and the ending balances, announcing a final total of \$31.4 million available to the GF. Mr. Cameron added that legislation during the 2018 session would attempt to adjust the up and down spikes of revenue between bienniums starting in FY2019 by holding 50% of the receipts for the following fiscal year.

Mr. Cameron pointed out that the Securities Regulatory and Supervision Fund was approximately \$4.6 million above projections due to an increased Broker Dealers Investment Fee receipts and there could be further adjustments in the FY2018 BAA. Senator Kitchel inquired how many broker dealers were impacted by the fee that were not licensed in Vermont but resided out-of-state. Mr. Cameron stated the Department had initial concerns about that issue as well but found it not to be a problem since Broker Dealers are licensed nationally. Representative Toll asked if Vermont was in line with other states with Broker Dealer fees or was there capacity to increase them further. Mr. Cameron promised to send a summary of the Broker Dealer fee experience but suggested the fees were at a good rate.

C.2 – Preliminary Close-out

Brad Ferland, Deputy Secretary, Agency of Administration, and Adam Greshin, Commissioner, Department of Finance & Management, distributed information on the FY2017 preliminary close-out of the State budget. Deputy Secretary Ferland referred to the Direct Applications, Reversions, and Transfers summary box and explained there was a \$10.3 million balance in the GF because of unanticipated revenue exceeding estimates. Deputy Secretary Ferland mentioned an issue with Corporate Refunds that were budgeted but did not get disbursed to businesses. In addition, the Budget Stabilization Reserve was fully funded at the 5% statutory amount for a total of \$74 million. New reserve funds that were added and funded included the Caseload Reserve and the 27th pay period and 53rd Medicaid Reserve. Excess funds from the Budget Stabilization Reserve of \$10.38 million spilled over into the Balance Reserve (Rainy Day Fund).

Representative Lippert asked what would have happened if the Administration had paid out the Corporate Tax Returns on time. Deputy Secretary Ferland explained that leading up to March, revenue estimates showed the State carrying an \$18 million surplus, and a projected \$16.3 million in additional Corporate refunds to pay. Those refunds were being reviewed but were still obligations from FY2017. If Corporate refunds had been paid at the end of FY2017, there would not be a GF balance of \$10.38 million since that surplus would have been used for those refunds. Representative Ancel added that Corporate refunds were not unusual to pay but unusual events caused the delay in them coming due. Deputy Secretary Ferland offered that the extraordinary tax refunds could be due to many different scenarios, such as an acquisition or a sale of a business. He responded to Senator Ayer that the corporations had filed for the refunds but the Department of Taxes had requested further information before paying out the refund in performing its due diligence. Senator Kitchel added that Act 85 of 2017 had language to address the monetary payment for the known refunds but the amount had not yet been determined. Deputy Secretary Ferland explained that later in the day, the Emergency Board would receive an updated consensus forecast that would include the \$16.3 million rescission.

C.3 FY2018 One-time Corporate Tax Refund Plan

Commissioner Greshin distributed a FY2018 one-time Corporate Tax Refund Plan and stated the Agency attempted to create a plan that would have the least or no impact to Vermonters. Deputy Secretary Ferland explained that Act 85 of 2017 allowed the Administration two options for developing a one-time contingency plan in the case of extraordinary Corporate Tax refunds, including the use of \$10 million from the cash balance of the Global Commitment Fund, and up to \$5 million in special funds across departments. The Administration opted out of using the Global Commitment funds because of the federal budget unknowns. Deputy Secretary Ferland then reviewed the line items of the plan by first explaining that the plan would allow for the use of one-half of the GF Balance Reserve of \$5.19 million with Emergency Board approval and if the other half of the reserve were needed, it could be approved through the FY2018 BAA process. Representative Ancel asked about the statutory references for the reserve uses of the plan, and Deputy Secretary Ferland corrected the first notation that it would be approved within the BAA process rather than “no action required.” There were three Special Fund Balance Transfer reversions within the plan, including a SF for statewide accounting costs within the Department of Finance & Management; and two SF from the Department of Public Safety from registry fee, and hazardous chemical fees. In responding to Senator Sears, Commissioner Greshin explained that the registry fee was from Medical Marijuana. There was \$1 million from a renegotiated contract for supplies, and \$1 million for a one-time transfer from VHCB that was sitting on the bottom line of the FY2018 budget.

Representative Ancel asked who was impacted by the use of the VHCB funds, or were there any impacts to Vermonters from other redirected use of funds. Stephanie Barrett, Associate

Fiscal Officer, responded that the VHCB funds were never carried on the budget balance sheet, and, therefore never captured as additional money. Deputy Secretary Ferland added that the plan would be presented to the Emergency Board later in the day for action but no action was required by the Committee. Representative Lippert inquired where any unused funds would be used if the refunds came in lower than anticipated. Deputy Secretary Ferland responded the funds would revert back to the reserve.

C.4. FY2017 Cost Savings

Deputy Secretary Ferland distributed information and gave an overview of the Administration's FY2017 cost savings plan per Act 85 of 2017. The Administration's plan reduced 13 exempt positions to find the required \$550k in GF savings. In addition, a policy was implemented to disallow the future creation of additional exempt positions without prior approval by the Agency. The total exempt position GF saved was \$227,168 plus additional savings from the Department of Public Service and from the Pay Act appropriations that fulfilled the statutory requirements of the savings plan. Senator Ayer asked what the impact was to DVHA with the elimination of the two deputy commissioner positions. Deputy Secretary Ferland promised to get that information to the Committee later.

Senator Kitchel offered the historical context behind the policy decision for the cost-savings measures through the elimination of exempt positions. There had been a significant growth in exempt positions with each Administration change, and the legislation for the cost-savings allowed flexibility of how to find savings within the Administration. Representative Ancel inquired if all the eliminated positions were vacant at the time, and Deputy Secretary Ferland responded they were not. Senator Sears added that it allowed the Administration to find savings without the elimination of programs. However, he expressed concern for the impact on programs with the uncertainty of the federal budget. Deputy Secretary Ferland responded to members that the savings included benefits within the position savings.

C.4 – Transportation Fund Appropriation Reductions

Joe Flynn, Secretary, and Lenny Leblanc, Chief Fiscal Officer, Agency of Transportation, distributed the FY2017 Transportation Fund (TF) Appropriation Reduction Plan for \$6.3 million and reviewed it with the Committee. Senator Kitchel asked what the impacts to rail and public transit were with the rescission. Secretary Flynn stated that Senator Mazza, Chair of the Senate Transportation Committee and the Joint Transportation Oversight Committee had been apprised of the reduction plan. He then responded to the question that funds were appropriated for rail but not spent in FY2017 because the projects had been delayed. However, those projects that had earmarks would need monitoring in FY2018. The reduction to public transit funds should not have a direct impact to those providers, but would delay some vehicle replacements by a year.

In clarifying for Representative Lippert, Senator Westman explained that the reductions in transportation could slow projects down in FY2018. He expressed concern that the Administration did not provide an explanation of what projects may experience a slow down in FY2018 and how that would impact them. He hypothesized that the Vermont Western Corridor Rail Project (Middlebury Project) was where the impact would occur. Senator Ayer asked how the reductions would impact the Middlebury Project. Secretary Flynn responded that the reduction did not directly impact the Middlebury Project, and the Agency considered that project high priority.

The Chair interrupted the Committee agenda to allow Ms. Clark to return to testify on a memo submitted by Commissioner Gustafson. Ms. Clark explained that the memo gave an update on open enrollment for the Exchange and invited questions to be e-mailed to her or the Commissioner for a response.

D. Administration's Updates and Grant Approval – 1. General Assistance Housing Update of Anticipated Spending.

Ken Schatz, Commissioner, and Sean Brown, Deputy Commissioner of the Economic Services Division, Department for Children & Families, explained that the Emergency Assistance Housing Program was created to provide housing to Vermont's most vulnerable through short-term and very restrictive criteria as a bridge between other programs that would encourage recipients to move on to more permanent housing. Senator Kitchel referenced a memo from the Department on June 28, 2017, and the Commissioner explained that the memo went out to Housing and Homelessness Providers and Advocates to explain the Department's challenges it faced with the General Assistance Housing budget and its proposed decisions to address those budget issues. Commissioner Schatz announced that the Department had found ways with the help of the memo recipients to continue programs within its existing budget and without implementing the tough decisions it contemplated in its June memo.

Commissioner Schatz explained that the GA Housing Program was for last resort situations for housing when no other options were available. In FY2018, the Legislature reduced DCF's budget by \$150k with additional one-time funding for homelessness. In 2017, homelessness was increased in the State except for Chittenden County where it declined. The most significant factors for this include drug addiction, mental health issues, and domestic violence. Mr. Brown explained that the homelessness trends for Vermont included weather as a significant driver for 2017 which was colder than the prior year. This increased costs to \$1 million above the budgeted amount for FY2017 from increased stays and doubled the amount of anticipated recipients for the cold weather exemption. The number one cause for single adult usage of the GA housing vouchers was domestic violence.

Mr. Brown listed investments made by the State over the years that had a positive effect on homelessness that included warming sites and leased apartments through initiatives of domestic violence partners in Brattleboro, Bennington, and Rutland. However, there was continued growth of homelessness in Rutland and the Barre area. Senator Westman asked how far along was the Department in negotiating shelters in Barre and Rutland. Commissioner Schatz responded that the Department had preliminary meetings with those two communities and received positive responses. The Department could not confirm the shelters would be ready in time for winter of 2018. Senator Westman expressed disappointment for the lack of advancement toward the goal of shelters in Barre and Rutland because shelters are cheaper and a more positive place for housing than hotels. Families in shelters receive meals and some form of policing but families in hotels have none of those securities. Commissioner Schatz agreed but explained there were many challenges with siting and creating facilities in communities. Senator Kitchel added that the GA fund was never designed for what it was being used for today. She suggested that all resources for housing be reviewed for a more targeted system. Commissioner Schatz agreed that GA should only be used as a stop gap program, and added that the Department and the Agency are open to such a project.

D.2 - Grant JFO#2883: One (1) limited-service position within the Department of Health titled Compliance and Enforcement Advisor to be a part of the Department.

Paul Daley, Chief Financial Officer, and David Englander, Senior Policy & Legal Advisor, Department of Health, reviewed the grant packet for JFO#2883 for a limited service position, advisor, as part of the Department's existing Lead Accreditation Certification Program. Representative Ancel asked if the appropriate chairs of the standing Committees had responded to the grant request. Dan Dickerson, Fiscal Analyst, Joint Fiscal Office, responded that Representative Deen, Chair of the House Committee on Natural Resources, Fish & Wildlife gave his approval of the grant. Senator Ayer voiced her approval for the grant as the Chair of the Senate Committee on Health & Welfare.

Senator Kitchel moved to accept the grant, and Representative Fagan seconded the motion. The Committee approved the grant.

E. Revenue Update

Tom Kavet, the Legislature's Economist, distributed an Economic Review and Revenue Forecast Update as of July 2017, and reviewed the consensus forecast with the Committee. He explained that the TF was 1.2% below estimates primarily due to shortfalls in the yields for motor vehicle fees not producing as expected from the previous session, possibly due to some source data issues in estimates. The Education Fund (EF) was weaker than expected being one-half of a percent below estimates. Referring to page 4, Mr. Kavet stated that the U.S. was on track for the longest sustained economic expansion (recovery) on record with slow but steady

measured growth. Senator Sears asked why Vermont was experiencing a revenue downgrade if the U.S. overall was experiencing steady economic expansion. Mr. Kavet responded that growth was not as fast as expected which caused an unanticipated revenue shortfall. He referred to page 18 explaining that there were relatively small adjustments to the ledger. Senator Sears commented that with health care growing at 12%, it was tough to expand revenue even at 2-3%. Mr. Kavet added that revenue to the State, especially in the Transportation Fund was not growing at even inflation rates, which was due to the structure of the tax base that suggested a bigger conversation. The State was showing more volatility in tax sources than in the past, especially with its reliance on personal and corporate income. One event in these areas could cause a large revenue impact such as the current corporate refund issue.

Mr. Kavet pointed out that Vermont's unemployment levels were the lowest in the nation. Representative Fagan asked whether Vermont may gain the new sales tax but lose local stores and hurt employment from the new Amazon-Sears deal. Mr. Kavet responded that the Sears addition to Amazon would affect New Hampshire more than Vermont as shown in a town level analysis between the two states on sales tax that he worked on with the Fiscal Office. The primary area of development for box stores has been on the New Hampshire side of the Connecticut River.

Mr. Kavet referred to pages 9 through 10 of the handout and explained that house prices increased in Chittenden County, but within the rest of the State, prices were stalled. Overall, residential construction was stalled within the State, shown on page 11 of the handout. However, more commercial activity was occurring with new construction of an \$80 million wind farm in Deerfield and other business-related activity that tallied to over one billion dollars.

Representative Ancel asked for a growth chart of the three major State funds, i.e.: GF, TF, and EF. Mr. Kavet referred to pages 23–25 of the handout and explained the charts look back 5 years and forward 2 years at the percentage of growth for each of the funds. He noted there was a \$9 million increase of funds, before transfers, between July FY2018 and January FY2019. One-half of this increase was due to a 1% or \$4 million formula change to EF from Sales & Use Tax that allocates 36% of revenue to the EF from 35% the previous year. Representative Ancel noted that the chart reflects that there was a 2% growth rate in GF from FY2017 to FY2018 and a projected 3.5% for FY2019. Mr. Kavet agreed with the rates but referred to the document's appendix for longer term rates.

F. Preliminary Discussion on Rescission Process

Mr. Klein and Commissioner Greshin distributed and reviewed the statutory language on rescissions. Representative Ancel reiterated there would be a consensus forecast to the Emergency Board for approval that afternoon. The Committee would need to meet on the

Administration's proposed rescission plan when it was released, and that date had not yet been set. Commissioner Greshin stated that the Administration planned to address the Corporate revenue downgrade through one-time funds immediately, and then to address ongoing reductions over the next few weeks. He requested the Committee extend the time for submitting the rescission plan by a couple of weeks in order for his staff to scrub the budget and to prepare for the rating agencies meeting on August 8.

A Committee discussion ensued on a possible date for the Committee to receive the Administration's proposed plan and for a public hearing on the plan. The Committee decided to meet on August 17 and reserved August 18 in case it was needed for the public hearing or an additional Committee meeting. Representative Ancel reminded the Committee that once a rescission plan was presented by the Administration, the Committee was required to have a public hearing before taking action.

G. Fiscal Office Update – 1. Fiscal Officer's Report

Mr. Klein distributed the Fiscal Officer's Report and introduced the Office's new fiscal analyst, Graham Campbell, whose focus would be on revenue. He would officially start at the office on August 8. Mr. Klein explained that the Minimum Wage Study Committee was being polled for its first meeting and it should start in August. He noted that State Employees and Teachers' Retirement funds returns exceeded estimates for FY2017. Also, the assumed rate or actuarial calculation was reduced from 7.9% to 7.5%. This will increase the funding obligation to the fund.

Mr. Klein explained that the Agency of Education (AOE) was working on the \$13 million recapture of health care savings from supervisory unions (SU) and school districts (SD). Representative Ancel added that on August 15 the SUs and SDs would receive notification from AOE. Mr. Klein explained there were a number of discussions on the implementation of the plan but additional conversations would need to ensue for more clarity, including working through a number of technical issues that had arisen.

Mr. Perrault distributed a preliminary Education Fund Outlook and reviewed the balance sheet for FY2017 and the FY2018 projections of the Education Fund. The Education Stabilization Reserve was projected at 3.6% for FY2018. Representative Ancel added that the Education Outlook review of preliminary data was a normal exercise to track the numbers. Mr. Perrault agreed and reiterated that the numbers were for a preliminary closeout of the fiscal year, and the next step in the Education Fund projections would be the process for estimating FY2019. He noted that the FY2018 budget reversions were not included in the current Education Outlook.

The Committee confirmed its next meeting dates as: August 17/18, September 14, and November 9. The Committee adjourned at 12:27 p.m.

Respectfully Submitted,

Theresa Utton-Jerman
Legislative Joint Fiscal Committee

1. *Staphylococcus aureus* 2. *Staphylococcus epidermidis* 3. *Staphylococcus saprophyticus* 4. *Staphylococcus sciuri* 5. *Staphylococcus carnosus* 6. *Staphylococcus* sp.

July 21, 2017
Emergency Board Meeting
Report on Medicaid for Fiscal Year 2017

32 V.S.A. § 305a(c) requires a year end report on Medicaid and Medicaid-related expenditures and caseload. Each January the Emergency Board is required to adopt specific caseload and expenditure estimates for Medicaid and Medicaid-related programs. Action is not required at the July meeting of the Emergency Board unless the Board determines a new forecast is needed as a result of the year-end report. The data in this report reflects the most current actual FY17 information to date. The comparison of actual to the budgeted amount for FY17 reflects the changes made to the as passed budget by the budget adjustment and budget processes. There may be adjustments to actual year-end amounts as the financial close-out for the fiscal year is completed and finalized. If necessary, changes will be included in a subsequent report.

Executive Summary

The bullet points below provide the primary results of FY17 in the Vermont Medicaid/SCHIP and related programs. Detailed multiyear charts for overall program expenditure, enrollment and fund balances follow this summary.

- The State's Medicaid/SCHIP program ended FY17 in a positive fiscal position. This is true even after addressing funding needs from several additional negative fiscal issues that arose subsequent to the budget adjustment.
- Caseload has stabilized and Vermont is now following an annual eligibility redetermination process. In total, the caseload came in 0.35% below the level adopted in January for 2017. The proportion of New Adults that are Childless versus With Children is shifting and this has implications for state funding need.
- In the aggregate across all funding sources and programs, FY17 total expenditure came in \$31.2 million or 1.8% below the level budgeted.
- Of this \$31.2 million, only \$3.3 million is GF available and unexpended to be carried forward to FY18. This GF amount does not reflect the typical 45% overall state share percentage in Medicaid/SCHIP for several reasons:
 - Revenues in the State Health Care Resource Fund (SHCRF) fell short by \$3.4 million, meaning AHS was not able to utilize the full SHCRF appropriated to it in FY17 and instead had to cover this with GF reducing the amount of GF that would otherwise been available to be carried forward.
 - Approximately \$4.8 million of additional state funding was required in FY17 than was expected in the FY17 budget because the percentage of total expenditure on Childless New Adults was lower than estimated and VT drew the enhanced FMAP of 87% (federal share) on a smaller percentage of spending.

- \$3.8 million of FY17 state share was provided via a lower transfer to the Human Services Caseload Reserve (HSCR), with the stipulation that if not needed these funds revert to be redeposited in to the HSCR. While this amount of GF is not available to be carried forward, the HSCR balance is brought up to \$10 million at FY17 close.
- \$1.25m of GF carryforward was anticipated and relied upon as a source of state share in the FY18 budget as passed.
- The Choices for Care program ended FY17 with \$1.1 gross million unexpended after transfers into the program. Portions of this amount reside in DDAIL with the remainder included in the GC carryforward. This gross amount falls below the 1% program reserve specified in the budget and means there are no FY17 savings available for program reinvestment.
- There are a number of issues that will need to be taken into consideration as the staff work group determines which portions of the FY17 year end result represent ongoing changes to trends and state funding requirements for the January 2018 Emergency Board update.
 - Part of the \$31.2 million gross year end under expenditure result, may be due to invoice timing at the Brattleboro Retreat, preliminary analysis and outstanding invoices indicate a potential budget liability of \$5 to \$10 million gross related to this issue.
 - While drug rebates came in \$4.2 million gross over the level expected in FY17. There is an outstanding \$8 million GF liability from past overpayments of state only rebates. While this may dissipate over the time if netted from manufacturers' future rebate payments it could also become an immediate fiscal pressure.
 - The Childless New Adult portion of gross expenditures appears to be continuing to shift and poses a potentially greater state GF fiscal impact for FY18.
 - In FY17, \$3.5m GF was paid to BCBS after reconciling CY 2015 VHC enrolled QHP beneficiaries. No funds are budgeted in FY18 for CY 2016 reconciliation with BCBS. The current estimate is in the range of \$8-11 million GF. The funding of this payment will need to be addressed in budget adjustment.
- The consensus trend and state fund analysis for FY18 and FY19 will also need to consider:
 - The assumptions and savings targets embedded in FY18 including but not limited to; match on Woodside operations, emergency room use, care coordination, program integrity and third party payment as well as directives on the DSH and payment rate review.

- The continuation and expansion of the ACO contract.
- Changes required by the new Global Commitment Waiver including phase out and phase down of several Waiver Investments that include the school nurses investment, room and board and physician training as part of the UVM base grant.
- While there is continued uncertainty regarding changes at the federal level in policy regarding health plans, subsidies and tax credits, for the time being this now appears to be less of an immediate FY18 concern. This fall will see a shorter, six-week open enrollment period, the past three years there had been a three month window. In addition there is a real probability that the federal budget process for FFY18 and/or federal administrative decisions could result in both policy and funding changes that impact Health Exchanges, Medicaid and SCHIP.

Avg Medicaid Caseload - FY13-FY17 and FY18 budgeted

(Based on Monthly Enrollment)

< Redeterminations (note2)>

BUDGETED

	actual	ACA 1/2 yr actual	actual	actual	E-BRD Jan. 2017	actual	E-BRD Jan. 2017
AVERAGE ANNUAL CASELOAD	FY13	FY14	FY15	FY16	FY17	FY17	FY18
Full/Primary Coverage (note1)							
Adult							
Aged, Blind, or Disabled (ABD) Adults	14,294	15,559	15,967	14,883	8,791	8,496	8,636
General Adults	11,387	12,959	17,339	20,050	15,848	15,125	15,222
New Adult Childless- began 1/1/2014	n/a	35,935	42,814	49,895	59,021	42,194	59,063
New Adult w/Kids - began 1/1/2014	n/a	7,522	10,379	12,810		17,711	
Childless % of total New Adult	n/a	83%	80%	80%	est. 80%	70%	est. 80%
VHAP Adults - ended in 2014	37,468	36,817	n/a	n/a	n/a	n/a	n/a
adult subtotal	63,149	71,975	86,499	97,639	83,661	83,526	82,921
Children							
Blind or Disabled (BD) Kids	3,702	3,652	3,654	3,243	2,490	2,365	2,459
General Kids	55,400	56,536	60,894	63,354	60,003	59,965	61,159
SCHIP (Uninsured) Kids	3,986	3,835	4,416	4,509	5,280	5,121	5,562
child subtotal	63,089	64,023	68,964	71,106	67,773	67,451	69,180
Subtotal -Full/Primary	126,237	135,998	155,462	168,745	151,434	150,978	152,101
Partial/Supplemental Coverage							
Choices for Care	3,917	4,072	4,101	4,030	4,080	4,036	4,115
Waiver Moderates	n/a	n/a	n/a	233	230	247	235
ABD Dual Eligibles	17,179	17,481	18,309	18,734	17,758	17,556	18,007
Rx -Pharmacy Only Programs	12,529	13,737	11,974	11,583	11,640	11,411	11,640
Catamount - ended in 2014	11,483	12,387	n/a	n/a	n/a	n/a	n/a
ESI progs (VHAP&Catamount) - ended in 2014	1,534	1,207	n/a	n/a	n/a	n/a	n/a
HIV (incl refugees and civil union pre ACA)	507	329	119	120	n/a	143	n/a
VPA-Vermont Premium Assistance (note3)	n/a	10,886	16,906	14,893	17,915	17,961	16,854
CSR-Cost Sharing Reduction - subset of VPA	n/a	3,447	5,322	4,976	5,646	5,816	5,646
Underinsured Kids (ESI upto 312% FPL)	979	1,235	907	834	833	821	831
Subtotal -Partial/Supp	49,663	62,743	52,315	50,426	52,455	52,176	51,682
Total Medicaid Enrollment	175,900	198,740	207,777	219,171	203,889	203,153	203,783

Notes 1 Some Full Coverage enrollees may have other forms of insurance.

2 Redetermination process began in Fall 2015 at 1,000 households/mo for most Categorical groups, and January 2016 at 9,000 households/mo for MAGI/VHC groups

3 VPA-Vermont Premium Assistance counts are subscribers not individuals

Summary of Total Expenditures

Medicaid and Medicaid Related			total Admin \$	101,878,207	107,500,336	101,909,972	103,499,347
	FY13 Actual	FY14 Actual	FY15 Actual	FY16 Actual	FY17 Budgeted thru all BAA	FY17 Final Est.	FY18 Budget As Passed
Non Capitated Administration	6,098,492	5,202,413	2,468,599	n/a	n/a	n/a	n/a
Medicaid Administration	n/a	n/a	n/a	n/a	54,575,961	47,059,134	103,499,347
Global Commitment Waiver							
GC - Administration	83,170,036	73,458,966	89,009,358	101,878,207	52,924,375	54,850,838	-
GC - Program	1,025,039,146	1,062,318,540	1,218,350,870	1,376,800,946	1,391,146,806	1,365,543,916	1,442,634,237
GC - Choices for Care (CY 2015 now in GC)			102,782,659	183,841,818	191,059,572	190,393,133	194,833,201
GC - Investments (CNOM)	93,407,332	119,370,840	121,609,350	119,743,698	126,066,268	130,463,693	128,230,166
GC - Certified (non -cash program & cnom)	26,914,096	27,799,832	29,279,458	32,698,831	28,082,571	28,059,203	26,452,991
	1,228,530,610	1,284,909,634	1,463,720,209	1,636,377,827	1,604,285,495	1,585,265,378	1,603,023,529
Choices For Care / Money Follows the Person	199,033,009	205,224,249	108,013,364	3,263,786	2,750,001	2,244,110	1,650,000
Exchange Cost Sharing Subsidy (State Only)		332,623	1,138,775	1,186,720	1,232,289	1,355,318	1,232,289
Exchange Vermont Premium Assistance (State Only)		610,022	140,293	10,097	-	(62,232)	-
Pharmacy - State Only	(1,518,496)	1,004,506	1,256,966	(2,752,230)	2,959,869	408,443	4,208,317
DSH	37,448,781	37,448,781	37,448,781	37,448,781	37,448,781	37,448,780	27,448,780
Clawback (state only funded)	25,971,679	25,833,314	25,888,658	29,011,845	33,750,064	31,738,186	36,207,593
SCHIP	8,997,996	9,584,604	10,373,932	9,787,010	11,285,329	11,636,217	12,017,810
Total	1,504,562,071 10.1%	1,570,150,146 4.4%	1,650,449,577 5.1%	1,714,333,836 3.9%	1,748,287,789 2.0%	1,717,093,332 0.2%	1,789,287,664 2.3%

Notes

Admin expenses moved out of GC waiver under new terms effective January 1, 2017

GC Program includes capitated payments to ACO beginning in February 2017

FY15 Choice For Care included in GC - Jan 1, 2015

FY13 GC Program includes \$60m for GME representing both the FY12 and FY13 years

Most of the Buy-In program is included in the GC waiver and a small portion is in the CFC waiver

Choices for Care Year End Summary - SFY17

CFC is managed as one budget, categories are estimated but funding is fluid within them.

DeptID - 34100160000

LTC	SFY17 Plan\$ Available (Final Appropriation)	SFY17 Expend and Obligated	Bal. of SFY17 Approp by fund	State Share Amt as of FY17 Year End Available for CF/Savings Reinvest	State Share convert to Gross GC Amt Available For CF/Savings Reinvest	
H&CB Money Follows the Person GF	\$ 753,721	\$ 512,724	\$ 240,997	\$ 240,997	\$ 520,737	GF grossed up using SFY18 state share rate of 46.28%.
H&CB Money Follows the Person FF	\$ 1,996,280	\$ 1,731,386	\$ 264,894	\$ -	\$ -	
H&CB GC	\$ 67,993,671	\$ 67,347,317	\$ 646,354	\$ 295,254	\$ 637,974	
Nursing Home GC	\$ 123,065,901	\$ 123,045,815	\$ 20,086	\$ 9,175	\$ 19,825	
LTC Subtotal all funds	\$ 193,809,573	\$ 192,637,243	\$ 1,172,330	\$ 545,426	\$ 1,178,536	Balance available is less than the 1% reserve. (1% of SFY17 CFC-LTC expenses)
					1,926,372	1% reserve requirement, calculated by taking 1% of SFY17 expenses (if available) Amount available for 0 "reinvestment" (if available)

Global Commitment - Cash Balance Sheet - FY13 to FY18

up to \$10m
authorized

	<u>FY13 Actual</u>	<u>FY14 Actual</u>	<u>FY15 Actuals</u>	<u>FY16 Actual</u>	<u>FY17 Budgeted</u>	<u>FY17 Actual</u>	<u>FY18 Budgeted</u>
Revenues - Cash Capitated Payments	1,192,428,821	1,190,118,931	1,442,945,241	1,633,975,029	1,573,400,783	1,554,409,832	1,572,993,549
Expenses - Cash Capitated							
Administration	83,170,036	73,458,966	89,009,358	101,878,207	52,924,375	54,850,838	-
Program	1,025,039,145	1,064,279,995	1,223,822,043	1,382,057,091	1,397,212,281	1,371,894,644	1,448,340,372
Investment	84,339,985	109,465,255	112,000,874	110,777,644	123,264,127	127,661,650	124,653,177
Total Cash Expenses	1,192,549,166	1,247,204,216	1,424,832,275	1,594,712,942	1,573,400,783	1,554,407,132	1,572,993,549
Transfer to 27/53 Reserve	n/a	n/a	n/a	n/a	(5,287,591)	(5,287,591)	(1,700,000)
Transfer to GF - Corp Tax Refund Offset	n/a	n/a	n/a	n/a	n/a	n/a	?
Change in Fund Balance	(120,345)	(57,085,285)	18,112,966	39,262,087	(5,287,591)	(5,284,891)	(1,700,000)
Prior Year Fund Balance	86,662,450	86,542,106	29,456,821	47,569,787	86,831,874	86,831,874	81,546,983
Total Fund Balance	86,542,106	29,456,821	47,569,787	86,831,874	81,544,283	81,546,983	79,846,983
Non-capitated administrative expenses ⁽¹⁾	6,098,492	6,291,473	2,468,599	-			
Non-cash expenses ⁽²⁾	26,914,096	27,799,832	29,311,669	32,698,831	28,082,571	28,059,203	26,452,991
Non-cash revenues ⁽³⁾	26,914,096	27,799,832	29,311,669	32,698,831	28,082,571	28,059,203	26,452,991

Notes:

(1) Non-capitated expenses are cash expenses but are paid outside of capitation pmt and do not affect fund balance. Effective 1/1/15, with consolidation of CFC into GC these expenses are now part of the GC Admin.

(2) Non-cash expenses include certified programs in which non-federal expenses are not State cash

State Health Care Resources Fund				A	B	C		D	
	FY14 Actuals	FY15 Actuals	FY16 Actual	Jan 2017 Ebrd FY17	July 2017 FY17 Actuals	Jan 2017 Ebrd + As Passed FY18	July 2017 FY18	Jan 2017 Ebrd + As Passed FY19	July 2017 FY19
State Health Care Resources Fund									
1 Beg. Balance	5,401,893	(748)	7,337,508	4,729,431	4,729,431	-	(12,694)	-	(968,772)
2 Catamount Fd Bal (incorp FY13)	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
3 Total Beginning balance	5,401,893	(748)	7,337,508	4,729,431	4,729,431	-	(12,694)	-	(968,772)
4									
Revenue									
5 Transfer from HIT/MTL fund	n/a	n/a	n/a	n/a	n/a	2,000,000	2,000,000	n/a	n/a
6 Cigarette Tax Revenue	64,727,447	68,302,786	70,007,845	68,230,000	67,556,831	66,000,000	65,800,000	63,950,000	63,900,000
7 Tobacco Products Tax - 100%	7,125,892	8,104,758	9,012,347	9,100,000	9,134,862	9,300,000	9,240,000	9,500,000	9,370,000
8 Cigarette Floor Stock Tax	88	347,610	897,670	-	-	-	-	-	-
9 Claims Assessment	13,073,292	13,978,648	13,767,674	13,905,351	14,055,360	14,044,404	14,100,000	14,184,848	14,200,000
10 Employer Assessment	12,995,400	15,879,665	17,896,335	19,075,073	19,159,000	20,128,813	20,000,000	20,531,389	20,500,000
11 Catamount 11% Adj - >300%	1,467,338	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
12 Graduate Med Education	13,228,943	13,054,500	13,491,750	13,462,714	13,462,714	13,884,000	13,462,714	13,884,000	13,462,714
13 Nursing Home Sale Assessment	746,400	-	593,400	3,472,000	3,683,218	-	-	-	-
14 Prov Tax - Dr & Den Ambulance				1,200,000	736,924	1,200,000	925,000	1,200,000	925,000
15 Prov Tax - Hospital	120,087,900	125,293,302	131,712,103	138,936,277	137,296,343	141,686,414	141,050,598	144,520,142	141,050,598
16 Prov Tax - Hospital A/R							1,640,943		-
16 Prov Tax - Nursing Home	15,998,993	15,595,924	15,681,383	15,221,026	15,000,491	15,039,003	15,039,003	15,039,003	15,039,003
17 Prov Tax - Home Health	4,097,040	4,373,603	4,488,435	5,718,713	5,467,427	4,793,713	4,466,892	4,793,713	4,542,437
18 Prov Tax - ICF-MR	71,629	73,759	73,308	73,708	73,308	73,708	73,828	73,708	73,828
19 Pharmacy \$0.10/script	780,174	775,297	783,689	780,000	782,910	780,000	780,000	780,000	780,000
20 Premiums - Catamount	3,164,335	n/a	(38)	n/a	n/a	n/a	n/a	n/a	n/a
21 Premiums - VHAP (mgd care)	1,634,739	(260)	-	n/a	(46)	n/a	n/a	n/a	n/a
22 Premiums - Dr. D (medicaid)	88,237	192,949	130,524	135,000	183,318	135,000	185,000	135,000	185,000
23 Premiums - SCHIP	359,025	928,108	163,865	160,000	102,313	160,000	105,000	160,000	105,000
24 Premiums - Rx programs	3,163,777	3,112,356	2,918,910	2,900,000	2,799,719	2,900,000	2,800,000	2,900,000	2,800,000
25 Recoveries	1,279,529	435,377	2,831,833	500,000	55,117	1,051,725	551,725	500,000	735,633
27 Other (Misc. Interest)	(166,395)	(39,319)	(962,512)	-	(77,988)	-	-	-	-
28 Total Fund Revenue	263,923,782	270,409,063	283,488,521	292,869,862	289,472,721	293,176,780	292,220,703	292,151,804	287,669,213
29					(3,397, M II)		(956,077)		
30 Total Available	269,325,675	270,408,315	290,826,029	297,599,293	294,202,152	293,176,780	292,208,008		
31									
Expenditures									
32									
36 Total GC Expend	269,326,423	263,070,807	286,096,598	297,599,293	294,214,846	293,176,780	293,176,780		
37					(3,384,447)				
38 End. Balance	(748)	7,337,508	4,729,431	-	(12,694)	-	(968,772)		
39									
40 Exchange Operations - Allocation		1,244,668	3,448,899		2,631,828				
Exchange Operations reflect the operations cost of the Qualified Health Plan (QHP) portion of the exchange.									
Medicaid eligibility and exchange operations costs are included in the Global Commitment expenditure									
When new surgical center opens est. impact on hospital provider tax									



STATE OF VERMONT
Vermont Health Access

MEMORANDUM

TO: Joint Fiscal Committee

FROM: Cory Gustafson, Commissioner, Department of Vermont Health Access

DATE: July 21, 2017

SUBJECT: 2016 Qualified Health Plan Reconciliation

The Joint Fiscal Office's Medicaid Year-end report released July 21, 2017 contains information related to Qualified Health Plan reconciliation between Blue Cross Blue Shield of Vermont (BCBSVT) and the State of Vermont for calendar year 2016. This memo intends to provide Legislators with greater detail related to the reconciliation and its status.

Why reconciliation payment?

As Vermonters' incomes and household situations change, the programs that they qualify for can change – from full price for private health insurance to receiving financial assistance to qualifying for public health coverage through Medicaid. If the change isn't made promptly across all systems, claims could be submitted to the incorrect insurer or under the wrong circumstance. The reconciliation process was instituted in response to the high volume of discrepancies between systems and operational backlogs that lead to delayed processing when Vermont Health Connect (VHC) launched in 2014. Vermont has made two reconciliation payments to BCBSVT. The last payment of \$3.5 million was made at the end of 2016 for the 2015 plan year. The reconciliation in process now is related to the 2016 plan year.

How much is the current estimate?

\$10.3 million- The Department of Vermont Health Access received a letter from Blue Cross Blue Shield of Vermont on July 6, 2017 stating that in accordance with an MOU signed December 19, 2016, the State of Vermont owed BCBSVT \$8.9 million in premiums related to periods of enrollment that were retroactively cancelled for reasons not related to non-payment. The letter also stated that Blue Cross Blue Shield of Vermont is due \$1.39 million for outstanding accounts receivable. The numbers will be reviewed by an independent third party for validation, they have 60 days to complete their work once a contract is signed.

Why is it higher than last year?

Change in methodology-For the 2014 and 2015 plan years, the reconciliation process and payments were based on claims. For 2016, the previous administration agreed to pay Blue Cross Blue Shield of Vermont based on premiums rather than claims incurred for retroactive periods, resulting in a higher dollar value in 2016 compared to previous years.

Large volume of retroactivity- Vermont Health Connect accrued significant backlogs due to system issues 2014 and 2015. 2016 was a year of stabilization for VHC, with the State implementing some significant operational and system improvements. As a result, the State could eliminate its backlogs by the end of 2016. However, addressing operational backlogs resulted in a great deal of retroactivity in 2016 because the State processed eligibility and plan updates based on the date originally reported by the customer.

What can we expect next year?

In 2017, the current plan year, Vermont Health Connect has no significant operational backlogs and is reconciling with carriers monthly. As a result, the State believes that this will be the final year that financial reconciliation payments will need to occur. Specifically:

- 1) VHC is current on processing, with no significant operational backlogs. Over 98 percent of members' change requests made between May 16th and June 15th met the target of being completed by the next invoice (July 5).
- 2) The integration of member cases from the VHC system to partner systems is working well. Notably, the VHC-Carrier error rate fell below 1% for the second time this year in June. The 0.9% error rate was more than four times better than last June's 4.0% rate. All other key integration metrics are also surpassing target levels.
- 3) Reconciliation between VHC, BCBSVT, and payment processor WEX has been conducted monthly throughout 2017 and has consistently met its targets. In June, the Reconciliation team completed work on 100% of discrepancies with the Blue Cross Blue Shield of Vermont and Northeast Delta Dental systems within 30 days.



STATE OF VERMONT
Vermont Health Access

MEMORANDUM

TO: Joint Fiscal Committee

FROM: Cory Gustafson, Commissioner, Department of Vermont Health Access

DATE: July 21, 2017

SUBJECT: Preparation for 2018 Open Enrollment

Vermont Health Connect's 2018 Open Enrollment starts November 1, 2017. This memo intends to provide legislators with greater detail about open enrollment deadlines and prospects for success.

Open Enrollment – what is it and when is it?

Open Enrollment is the annual period when new applicants can use the Vermont Health Connect (VHC) marketplace to sign up for health and dental plans for the coming year. It is also the time that existing members have the option to change plans. Vermonters will find 20+ options for qualified health plans from Blue Cross Blue Shield of Vermont (BCBSVT) and MVP Health Care (MVP), as well as dental plans from Northeast Delta Dental (NEDD).

Members who do not qualify for financial help can enroll directly through BCBSVT or MVP and have their billing managed by their carrier.

The 2018 Open Enrollment will be shorter than in past years. It will run from November 1 to December 15, 2017. Members will have a start date of January 1.

Vermonters who miss the deadline could have to wait until January 2019 to start health coverage, although those who qualify for Medicaid can sign up throughout the year and those who qualify for a Special Enrollment Period generally have 60 days to sign up.

Applicants can sign up in one of four ways: online, by phone, by paper, or with an in-person assister. Existing members who are happy with their current plan don't have to do anything other than continue to pay their bill in a timely manner.

What lessons did DVHA take from previous Open Enrollment and Renewal periods?

QHP renewals presented major challenges for VHC during the marketplace's second and third years, including fall 2015, which was the first year with automated renewal functionality and was complicated by a significant contractor going out of business. In 2016, thorough planning and testing enabled the State and its partners to successfully complete three key steps. Specifically:

Step 1: Determined eligibility for 2017 state and federal subsidies and enrolling members in 2017 versions of their health and/or dental plans through a single automated run which took care of 91.5% eligible cases.

Step 2: Sent files to payment processor and insurance carriers to ensure appropriate billing and effectuation, with 99% accuracy in mid-November.

Step 3: Ran a year-end business process that allowed changes to be made on cases with a 100% success rate.

Altogether, performance on these three steps made the 2017 QHP renewal experience markedly different than 2016 (when the renewal process was not complete until the end of March) and positioned DVHA to hit operational targets and provide improved customer service in 2017. For 2018, DVHA aims to draw upon the successful 2017 schedule, with member communication front-loaded to ensure members are equipped to make educated decisions at the beginning of Open Enrollment.

How Will DVHA Ensure a Successful 2018 Open Enrollment?

To ensure a successful open enrollment and renewal period, DVHA and partners are taking the following steps:

- 1) Set clear goals - Enroll 95% of customer in coverage for 2018 without manual intervention by staff. Answer Tier 1 Customer Service Center calls in under 24 seconds 75% of the time. Transmit files to carriers with 99% accuracy.
- 2) Prepare customer support staff – Maximus call center staff will be fully staffed and trained by October 15th. In-person Assistants will be trained and certified by September 1st.
- 3) Ensure data is clean and reconciled - VHC is current on all processing, with no significant operational backlogs. Programmatic Data Quality Reports are being used to identify and address data issues prior to October 15th.
- 4) Communicate with carrier partners – DVHA held an open enrollment kick-off meeting was held with carriers and Vermont Legal Aid on July 12th. Meetings are continuing bi-weekly through November 1st.
- 5) Communicate with members – DVHA is using bill stuffers to inform members of open enrollment deadlines and resources such as the Plan Comparison Tool. Renewal notices will be mailed by the end of October. Notices of Decision will be mailed to all renewing members the week of November 6th, more than a month earlier than last year, to ensure that members understand their new subsidies and will have plenty of time to evaluate whether a different health plan would be a better match for their needs and budget.
- 6) Conduct thorough system testing -- Defects related to Open Enrollment are on schedule to be addressed over the course of three releases beginning the week of July 24th and ending by mid-September. The State will then enter a code freeze, with no planned releases until after Open Enrollment. Renewal file testing begins the week of July 24th. User Acceptance Testing and User Validation Testing follow each release.

By taking these six steps and continuing to work with community partners to communicate the importance of health coverage, DVHA will ensure a successful open enrollment period and a smooth customer experience.

Agency of Human Services

FY 2017 Closeout – Year-end Report

July 21, 2017

FY 2017 AHS Closeout – Spending Ended On or Below Target (unobligated GF balance of \$5.5M)

Department	Total Expended	General Fund Balance	General Fund Obligations per Act 85	Federal Surplus/<Deficit>	Net Federal & GF Surplus/<Deficit>
AHS Secretary's Office	\$1,595.7M	\$7.6M	-\$5.3M	\$.4M	\$2.7M
DVHA	\$1,155.2M	\$.9M	-\$.2M	-\$1.6M	-\$.9M
VDH	\$148.5M	\$.0M	\$.0M	\$.0M	\$.0M
DMH	\$225.5M	\$.3M	\$.0M	\$.0M	\$.3M
DCF	\$437.9M	\$1.0M	-\$.1M	-\$.9M	\$.0M
DAIL	\$263.7M	\$1.1M	\$.0M	\$.0M	\$1.1M
DOC	\$162.5M	\$.2M	\$.0M	\$.0M	\$.2M
TOTAL AHS	\$3,989.1M	\$11.1M	-\$5.6M	-\$2.0M	\$3.5M

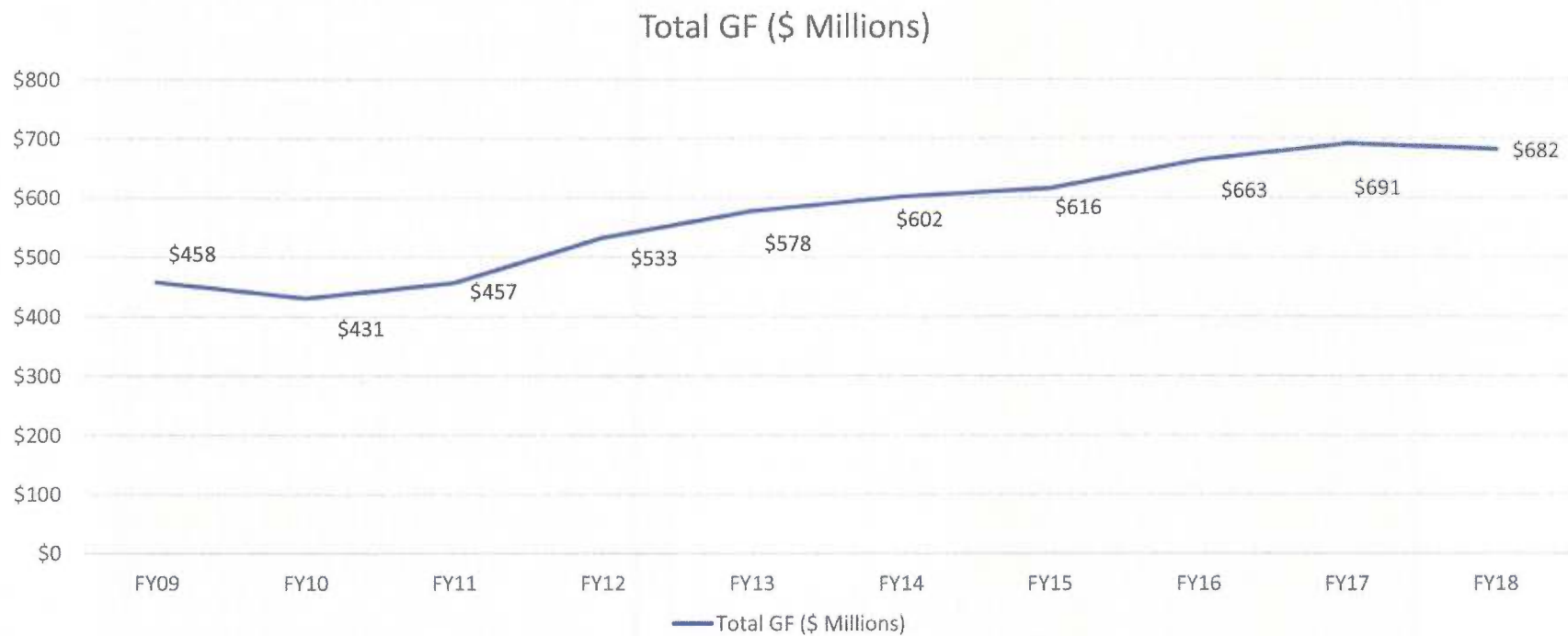
Underspent GF budget by 0.81% of appropriation (FY17 As Passed BAA, post January Rescission)

*Federal funds based on estimated amounts

Department Specific Highlights

- AHS – Secretary’s Office Global Commitment Appropriation
 - Per Sec. C. 100.2 of Act 85 - \$1.25M C/F for FY18 state match
 - Per Sec. C. 103 - \$3,738,117 of any unencumbered General Fund appropriation in 2016 Acts and Resolves No. 172, Sec. B.301 as amended by 2017 Acts and Resolves No. 3, Sec. 18, and as further amended by Sec. C.107 of H.542 of the 2017 session, that would otherwise be authorized to carry forward shall revert to the General Fund and be reserved in the Human Services Caseload Management Reserve established in 32 V.S.A. §308b.
 - Per Sec. E.308.1 \$304K for Choices for Care savings
- DOC – smallest amount of c/f in years = 0.17% balance of GF appropriation
- DCF – General Assistance shortfall
- DVHA – CHIP Admin 10% Cap
- AHS-wide – Medicaid Admin Swap

AHS General Fund Budget – FY18 As Passed (pre-rescission) is lower than FY17



Theresa Utton

From: Theresa Utton
Sent: Tuesday, August 01, 2017 9:36 AM
To: Catherine Benham; Claire Ayer; Katherine Levasseur; Mitzi Johnson; Peter Sterling; Rep. Bill Lippert; Janet Ancel; Rep. Joey Donovan; Rep. Kitty Toll; Rep. Peter Fagan; Rep. Rich Westman; Sen. Ann Cummings; Sen. Dick Sears; Sen. Jane Kitchel; Tim Ashe; Stephanie Barrett; Stephen Klein; Theresa Utton
Cc: Nolan Langweil; Joyce M. Manchester
Subject: FW: Follow Up Memo to the Joint Fiscal Committee -- July meeting
Attachments: 2016 QHP Reconciliation Follow Up Memo 7.31.17.docx

Fiscal Committee –

Attached is a follow-up memo from Commissioner Gustafson from questions at the July Committee meeting. Please let us know if you still have lingering questions.

Thank you, ~Theresa
Joint Fiscal Committee

From: Madison, Cassandra [<mailto:Cassandra.Madison@vermont.gov>]
Sent: Monday, July 31, 2017 4:25 PM
To: Theresa Utton
Cc: Clark, Sarah; Gustafson, Cory
Subject: Follow Up Memo

Hi Teresa,

Attached is a follow up memo from the Commissioner based on the questions posed by members of the JFC during testimony on the 21st. Can you distribute?

Thank you,
Cass



STATE OF VERMONT
Vermont Health Access

MEMORANDUM

TO: Joint Fiscal Committee

FROM: Cory Gustafson, Commissioner, Department of Vermont Health Access

DATE: July 31, 2017

SUBJECT: 2016 Qualified Health Plan Reconciliation

The Joint Fiscal Committee requested additional information following its July 21, 2017 meeting pertaining to Qualified Health Plan reconciliation between Blue Cross Blue Shield of Vermont (BCBSVT) and the State of Vermont for calendar year 2016. This memo intends to provide Legislators with greater detail related to the reconciliation and its status.

What is the role of the independent assessor?

The State and BCBSVT mutually agreed to hire an independent assessor to validate financial reconciliation figures for 2016. The independent assessor will perform two major validations in preparation for 2016 financial negotiations with BCBSVT.

Retroactive Transactions: BCBSVT will provide the baseline data on retroactive transactions at the subscriber level. The independent assessor will select sample of periods of retroactivity from the BCBSVT data to validate. The sample size will be recommended by the Assessor and mutually agreed upon by the State and BCBSVT. Both the State and BCBSVT will provide the Assessor with transaction level data on each period of retroactivity. The Assessor will review these transactions to ensure that they were in fact retroactive changes/terminations. This means validating that the transaction was sent retroactively and the retroactivity is not the result from a delay in BCBSVT processing.

Accounts Receivable: The Assessor will review the BCBSVT's calculated calendar year 2016 accounts receivable to determine the acceptability of the methodology used for the calculation, and to ensure that the following items are excluded:

- records included in the retroactive cancellation accounts receivable,
- the first month of grace period write off for nonpayment,
- members that were retroactively corrected and paid in full,
- termination of coverage sent from DVHA timely but processed retroactively at BCBSVT, and
- any credit balances that may exist in BCBSVT's system.

The State cannot release the name of the contractor selected for the Independent Assessment until the contract is finalized.

What is the rationale behind the switch in methodology from claims to premiums?

For plan years 2014 and 2015, the State paid BCBSVT for claims incurred during periods of retroactive termination. For plan year 2016, the State agreed to pay BCBSVT for premiums during this same period. The change in methodology was agreed to at the executive level in 2016, prior to the availability of plan year financial data so a quantitative analysis was not conducted. However, several conversations were had with key stakeholders, including BCBSVT and Vermont Legal Aid, who conceptually supported the State's liability for premiums.

There were two major reasons for this change in approach:

- An amount based on claims is subject to variability of enrollee utilization for the given plan year.
- The State cannot validate the liability reported by BCBSVT using State data.

The drawbacks of this approach include the following:

- The State is paying premiums for months in which some enrollees had zero claims.
- When an enrollee is retroactively terminated, they lose access to VPA and APTC. For this reason, the full premium liability paid to BCBSVT includes APTC or VPA for which the enrollee would have been eligible if that had remained enrolled through VHC.
- The State is paying premiums for individuals who transitioned to Medicaid, as well as paying claims for those individuals.

What can we expect for plan year 2017

In 2017, the current plan year, Vermont Health Connect has no significant operational backlogs and is reconciling with carriers monthly. As a result, the State believes that this will be the final year that financial reconciliation payments will need to occur. Specifically:

- 1) VHC is current on processing, with no significant operational backlogs. Over 98 percent of members' change requests made between May 16th and June 15th met the target of being completed by the next invoice (July 5).
- 2) The integration of member cases from the VHC system to partner systems is working well. Notably, the VHC-Carrier error rate fell below 1% for the second time this year in June. The 0.9% error rate was more than four times better than last June's 4.0% rate. All other key integration metrics are also surpassing target levels.
- 3) Reconciliation between VHC, BCBSVT, and payment processor WEX has been conducted monthly throughout 2017 and has consistently met its targets. In June, the Reconciliation team completed work on 100% of discrepancies with the Blue Cross Blue Shield of Vermont and Northeast Delta Dental systems within 30 days.

Response

Theresa Utton

From: Nolan Langweil
Sent: Friday, July 21, 2017 10:32 AM
To: Theresa Utton
Cc: Stephen Klein; Stephanie Barrett; Janet Ancel; William Lippert; adam.greshin@vermont.gov
Subject: Provider tax Delinquency question
Attachments: Letter.LatePharmacyAssessment.Fillable.FORM.v4.04.19.17.pdf; ATT00001.htm; Notification of Past Due Pharmacy Tax letter.docx; ATT00002.htm; DVHA SOP FOR DELIQUENT PHARMACY TAX.FinalEdits.docx; ATT00003.htm; DVHA SOP FOR DELIQUENT PROVIDER TAX.FinalEdits.docx; ATT00004.htm; Letter.Pharmacy.1952f.FORM.Feb2017.docx; ATT00005.htm

Theresa -

At today's JFC meeting, members asked about what happens when providers do not pay the provider tax they owe. Below is a response from Michael Costa. Can you please forward this email (with attachments) to JFC members?

Thanks.

Nolan

Sent from my iPad

Begin forwarded message:

From: "Costa, Michael" <Michael.Costa@vermont.gov>
To: "Nolan Langweil" <NLangweil@leg.state.vt.us>, "Stephanie Barrett" <SBARRETT@leg.state.vt.us>
Cc: "Gustafson, Cory" <Cory.Gustafson@vermont.gov>
Subject: Delinquency

Hi Nolan,

I am glad you asked. We have delinquent taxpayers from time to time. Some taxpayers were delinquent when the new Administration began. I discovered that DVHA lacked an SOP for delinquent taxpayers. I have worked with the business office and lawyers over the past four months to develop SOPs for providers and pharmacies. They are attached for your review.

We typically start with informal phone calls prior to initiating this process. The final result of the process (if all other strategies fail) is garnishing future Medicaid payments. That's tough medicine for a provider, but the process will ensure that we collect the money. Also, it is important to note that we cannot waive the tax, though we can waive penalties. Finally, I would note that we have been especially patient with the ambulance tax since it is new, and these are small organizations that may struggle with tax filings.

Let me know if you have additional questions.

Michael



State of Vermont
Department of Vermont Health Access
280 State Drive, NOB 1 South
Waterbury, VT 05671-1010
<http://dvha.vermont.gov>

[Phone] 802-879-5900

Agency of Human Services

via USPS certified mail, return receipt requested

RE: Telephone Conference | Past Due Provider Tax

DVHA's records indicate, as of _____, the following
Pharmacy _____ assessments have not been received by DVHA:

March 2015, May 2015, June 2015, July 2015, Oct 2015, March 2016, April 2016, May 2016, June 2016, July 2016, August 2016, September 2016, October 2016, November 2016, C

Under Title 33, Chapter 19, Subchapter 2, an assessment is levied on certain health care providers. DVHA has provided notification of these late assessments to you but has not received a response.

DVHA would like to discuss this matter with you. This is not a hearing, but rather a chance to speak with DVHA about your situation and why you are unable to remit the provider assessment.

Please place a telephone call per the following information:

Telephone #: _____
Date: _____
Time: _____

If you are unavailable at the above date/time, please notify the **XX** Unit at [email address] or send mail to: DVHA, Attn: **XX** Unit, NOB 1 South, 280 State Drive, Waterbury, VT 05671-1010. Failure to participate in the above telephone call with DVHA may result in the Commissioner of DVHA withholding Medicaid payments pursuant to 33 V.S.A. 1952(f) and any other available relief.

Cordially,

Department of Vermont Health Access





State of Vermont
Department of Vermont Health Access

[Phone] 802-241-0255

Agency of Human Services

NOB 1 South
280 State Drive
Waterbury, VT 05671-1010
www.dvha.vermont.gov

Month, Day, Year

Notification of Past Due Pharmacy Tax

Pharmacy XXXX Pharmacy

Address 1234 Street
 City, State Zip Code

Our records as of (Month, Day, Year) indicate that the Pharmacy Assessment for the month of (list the months past due) has/have not been received at the Department of Vermont Health Access (DVHA). Please submit a completed Pharmacy Assessment Monthly Documentation Form for each month past due along with the payment or submit proof that payment was made.

The assessment for each month is due at DVHA by the end of the following month. For example, the September Assessment is due by the end of October.

*The statutory penalty for late payments is two percent (2%) of the assessment amount for each quarter it remains unpaid (not to exceed \$500.00 for any one quarter).

Effective July 1, 2008, DVHA was given the authority to deduct delinquent provider taxes from Medicaid claims. If a health care provider fails to pay its assessments, the director may, after notice and opportunity for hearing, deduct these assessment arrears and any late-payment penalties from Medicaid Payments otherwise due the provider – 33 V.S.A. 1952 (f). Please contact the DVHA office at 802-241-0255 if you are interested in a hearing. The delinquent pharmacy tax for any month will be calculated using the prior twelve (12) month average of assessments received.

Mail payment and completed Pharmacy Assessment Monthly Documentation Form(s) to DVHA at the address below. Checks should be made payable to: State of Vermont, Department of Health Access.

Please mail to: Lockbox
 State of Vermont/ AHS
 DVHA-AR
 PO Box 1335
 Williston, VT 05495

Please call 802.241.0240 if you believe you have received this notice in error or if you have any questions.



VERMONT

Standard Operating Procedure

Department of Vermont Health Access

Title: Provider Tax Delinquent Notification and Garnishment Procedure	
Approver: (Member of Sr. Mgmt. or designee)	Signature:
Issuance Date: 06/01/2017	Next Review Date: 07/01/2018

Applicable Regulations, Guidelines and/or AHS Policy:

42 C.F.R. Part 433, Subpart B, *in particular*, § 433.55 (Health-care related taxes defined)

(d) a health care-related tax does not include payment of a criminal or civil fine or penalty, unless the fine or penalty was imposed instead of a tax.

33 V.S.A. § § 1953. Hospital assessment

(a) Hospitals shall be subject to an annual assessment as follows:

(1) Beginning July 1, 2012, each hospital's annual assessment, except for hospitals assessed under subdivision (2) of this subsection, shall be six percent of its net patient revenues (less chronic, skilled, and swing bed revenues).

(2) Beginning July 1, 2004, each mental hospital or psychiatric facility's annual assessment shall be 4.21 percent, provided that the U.S. Department of Health and Human Services grants a waiver to the uniform assessment rate, pursuant to 42 C.F.R. § 433.68(e). If the U.S. Department of Health and Human Services fails to grant a waiver, mental hospitals and psychiatric facilities shall be assessed under subdivision (1) of this subsection.

(b) Each hospital shall be notified in writing by the Department of the assessment made pursuant to this section. If no hospital submits a request for reconsideration under section 1958 of this title, the assessment shall be considered final.

(c) Each hospital shall submit its assessment to the Department according to a payment schedule adopted by the Commissioner. Variations in payment schedules shall be permitted as deemed necessary by the Commissioner.

(d) Any hospital that fails to make a payment to the Department on or before the specified schedule, or under any schedule for delayed payments established by the Commissioner, shall be assessed not more than \$1,000.00. The Commissioner may waive this late payment assessment provided for in this subsection for good cause shown by the hospital.

33 V.S.A. § 1952. Nursing home assessment

(a) Beginning July 1, 2011, each nursing home's annual assessment shall be \$4,509.57, and beginning October 1, 2011, \$4,919.53 per bed licensed pursuant to section 7105 of this title on June 30 of the immediately preceding fiscal year. The annual assessment for each bed licensed as of the beginning of the fiscal year shall be prorated for the number of days during which the bed was actually licensed and any overpayment shall be refunded to the facility. To receive the refund, a facility shall notify the Commissioner in writing of the size of the decrease in the number of its licensed beds and dates on which the beds ceased to be licensed.

(b) The Department shall provide written notification of the assessment amount to each nursing home. The assessment amount determined shall be considered final unless the home requests a reconsideration. Requests for reconsideration shall be subject to the provisions of section 1958 of this title.

(c) Each nursing home shall submit its assessment to the Department according to a schedule adopted by the Commissioner. The Commissioner may permit variations in the schedule of payment as deemed necessary.

(d) Any nursing home that fails to make a payment to the Department on or before the specified schedule, or under any schedule of delayed payments established by the Commissioner, shall be assessed not more than \$1,000.00. The Commissioner may waive the late-payment assessment provided for in this subsection for good cause shown by the nursing home.

33 V.S.A. § 1955. ICF/DD assessment

(a) Beginning October 1, 2011, each ICF/DD's annual assessment shall be 5.9 percent of the ICF/DD's total annual direct and indirect expenses for the most recently settled ICF/DD audit.

(b) The Department shall provide written notification of the assessment amount to each ICF/DD. The assessment amount determined shall be considered final unless the facility requests a reconsideration. Requests for reconsideration shall be subject to the provisions of section 1958 of this title.

(c) Each ICF/DD shall remit its assessment to the Department according to a schedule adopted by the Commissioner. The Commissioner may permit variations in the schedule of payment as deemed necessary.

(d) Any ICF/DD that fails to make a payment to the Department on or before the specified schedule, or under any schedule of delayed payments established by the Commissioner, shall be assessed not more than \$1,000.00. The Commissioner may waive the late-payment assessment provided for in this subsection for good cause shown by the ICF/DD.

33 V.S.A. § 1955a. Home health agency assessment

(a) Beginning October 1, 2011, each home health agency's assessment shall be 19.30 percent of its net operating revenues from core home health care services, excluding revenues for services provided under Title XVIII of the federal Social Security Act;1 provided, however, that each home health agency's annual assessment shall be limited to no more than six percent of its annual net patient revenue. The amount of

the tax shall be determined by the Commissioner based on the home health agency's most recent audited financial statements at the time of submission, a copy of which shall be provided on or before May 1 of each year to the Department. For providers who begin operations as a home health agency after January 1, 2005, the tax shall be assessed as follows:

(1) Until such time as the home health agency submits audited financial statements for its first full year of operation as a home health agency, the Commissioner, in consultation with the home health agency, shall annually estimate the amount of tax payable and shall prescribe a schedule for interim payments.

(2) At such time as the full-year audited financial statement is filed, the final assessment shall be determined, and the home health agency shall pay any underpayment or the Department shall refund any overpayment. The assessment for the State fiscal year in which a provider commences operations as a home health agency shall be prorated for the proportion of the State fiscal year in which the new home health agency was in operation.

(b) Each home health agency shall be notified in writing by the Department of the assessment made pursuant to this section. If no home health agency submits a request for reconsideration under section 1958 of this title, the assessment shall be considered final.

(c) Each home health agency shall submit its assessment to the Department according to a payment schedule adopted by the Commissioner. Variations in payment schedules shall be permitted as deemed necessary by the Commissioner.

(d) Any home health agency that fails to make a payment to the Department on or before the specified schedule, or under any schedule for delayed payments established by the Commissioner, shall be assessed not more than \$1,000.00. The Commissioner may waive the late-payment assessment provided for in this subsection for good cause shown by the home health agency.

33 V.S.A. 1959. Ambulance agency assessment

(a) The annual assessment for each ambulance agency shall be 3.3 percent of the ambulance agency's annual net patient revenues for services delivered to patients in Vermont during the most recent annual fiscal period. The Department shall determine the appropriate fiscal period as necessary to ensure compliance with federal law. Ambulance agencies shall remit the assessment amount to the Department annually on or before March 31, beginning with March 31, 2017.

(b) The Department shall provide written notification of the assessment amount to each ambulance agency. The assessment amount determined shall be considered final unless the agency requests reconsideration. Requests for reconsideration shall be subject to the provisions of section 1958 of this title.

(c) Each ambulance agency shall remit its assessment to the Department according to a schedule adopted by the Commissioner. The Commissioner may permit variations in the schedule of payment as deemed necessary.

(d) Any ambulance agency that fails to make a payment to the Department on or before the specified schedule, or under any schedule of delayed payments established by the Commissioner, shall be assessed

not more than \$1,000.00. The Commissioner may waive the late-payment assessment provided in this subsection for good cause shown by the ambulance agency.

33 V.S.A. § 1952. General provisions

(f) If a provider fails to pay its assessments under this subchapter according to the schedule or a variation thereof adopted by the commissioner, the commissioner may, after notice and opportunity for hearing, deduct these assessment arrears and any late-payment penalties from Medicaid payments otherwise due to the provider. The deduction of these assessment arrears may be made in one or more instalments on a schedule to be determined by the Commissioner.

DVHA Medicaid Covered Services Rule 7109. Health Care Trust Fund (10/01/1995, 95-28)

In accordance with 33 VSA §1956, a Health Care Trust Fund is established in which proceeds from health care provider taxes shall be deposited. The proceeds of other taxes designated by law and donations may also be deposited in the fund.

Health care provider taxes shall be assessed upon hospitals, nursing homes and intermediate care facilities for the mentally retarded (ICF/MRs) licensed in Vermont, pursuant to 33 VSA §1953, §1954, and §1955, in an amount established by statute.

For each fiscal year in which health care provider taxes are due, the Office of Vermont Health Access (OVHA) shall notify each provider of the amount of its assessment. The notification shall include the appeals provisions set forth in 33 VSA §1958 and shall establish an assessment payment schedule for each provider.

Payment in full of each installment must be sent to the OVHA post marked no later than the date specified for each payment by the Director in the assessment notification. Late payments will be subject to a late fee assessment of eight percent or \$1,000, whichever is less. The filing of a request for reconsideration, pursuant to 33 VSA §1958, does not relieve a provider from its obligation to make timely payments.

Purpose:

To ensure timely payment of provider tax payments from all health care providers per 33 V.S.A. §§ 1953, 1954, 1955, 1955a, and 1959. Health care providers include but are not limited to: hospitals, nursing home facilities, home health agencies, intermediate care facilities, and ambulance agencies (herein, “provider”). The Department of Vermont Health Access (DVHA) is committed to following the process set forth below.

Roles & Responsibilities

Unit and Position	Responsibility within Procedure
AHS, Rate Setting Division	Send letters to applicable providers stating annual provider tax due
DVHA, Business Office,	Send monthly invoices, send monthly past due balance

Financial Managers	statements to providers, send monthly past due balances to AHS & DVHA personnel, request DVHA Legal Staff to draft a letter to schedule telephone conference, attend telephone conference, notify DVHA personnel when delinquent provider tax has been paid
DVHA, Commissioner's Office, Deputy Commissioners	Attend telephone conference, Instruct DVHA's MMIS contractor to set up a Medicaid garnishment
DVHA, Commissioner's Office, Legal Unit, Staff Attorneys/Staff	Draft letters to schedule telephone conference, attend telephone conference, arrange hearings, draft agreements and other correspondence

Procedure:

- 1) Annually, Rate Setting will send a letter, as appropriate by legislature, to providers that are due a provider tax, with the annual amount due stated.
- 2) DVHA Financial Manager will send monthly invoices based on the annual amount set forth on or close to the first of each month for all providers who have an established monthly amount.
- 3) DVHA Financial Manager will send monthly past due balance statements with appropriate late fee penalty applied.
- 4) DVHA Financial Manager will send monthly past due balances to AHS, Rate Setting, Commissioner of DVHA, Deputy Commissioner of DVHA, and Financial Directors of DVHA.
- 5) When a provider reaches a full 30 days in past due balances, DVHA Financial Manager will contact the provider to inquire why the tax has not been paid. All contact with the provider will be documented including the date, name of individual spoken with and summary of the conversation.
- 6) When a provider reaches a full 60 days in past due balances, DVHA Financial Manager will notify a DVHA Deputy Commissioner and one of two possible options will be taken: institute a Medicaid Payment garnishment (per step 8 below) or a telephone conference. If a telephone conference is elected, the provider will be provided notice of DVHA's intent to schedule a telephone conference by DVHA sending a letter drafted and signed by a DVHA Staff Attorney to the provider. The telephone conference will be scheduled with a Deputy Commissioner, Staff Attorney, Rate Setting Staff Member, AR Financial Manager and the provider. The purpose of the telephone conference will be to discuss the provider's tax liability, discuss a payment plan and the possible consequences of failing to comply with the payment plan or further late payment, including the possibility of a garnishment pursuant to 33 V.S.A. 1952(f). If the telephone conference results in a mutually agreed upon plan for attaining full payment of the past due amount, then the plan will be documented in writing and executed between the provider and DVHA. If the telephone

conference does not result in a mutually agreed upon repayment plan, then DVHA will provide notice to the provider of DVHA's next actions.

7) If the provider pays the past due amount in full on or before the date of the telephone conference, the telephone conference will be cancelled. If the provider pays the past due amount in part on or before the date of the telephone conference, the telephone conference will not be cancelled except if the provider is given notice by DVHA to the contrary.

8) If the provider does not participate in the telephone conference, DVHA will initiate a garnishment action, pursuant to 33 V.S.A. 1952(f). DVHA will provide written notice to the provider of the intended garnishment action and the provider will have the opportunity to request a hearing. If no hearing is requested, the Commissioner of DVHA will set the installments and schedule for the garnishment and notify the provider. Details about the hearing will be provided in the written notice. This garnishment will reduce the provider's Medicaid claim payment by the amount set by DVHA to be applied to their past due provider tax. A notice will be sent to the provider informing the provider of the garnishment.

9) If the provider fails to comply with the payment plan, DVHA may initiate a garnishment action against the provider's Medicaid Payments. See step 8 for garnishment set up.

10) Notification must be sent to DVHA's MMIS contractor with provider number, amount of garnishment, date to begin, schedule, and instalment amounts. Deputy Commissioner must sign off on the written notification.

11) notice will be sent from DVHA's MMIS contractor back to DVHA Financial Manager with amount and date of the garnishment as it is collected. A check will be forwarded to DVHA from when this occurs or by other mutually agreed upon payment method.

12) If additional monies are still needed to cover delinquent status, DVHA's MMIS contractor will continue to enter a manual garnishment and send notification to DVHA Financial Manager until said time that account is current.

13) The provider may request a telephone conference be held, even if there is a garnishment order in place, by making a written request to DVHA.

14) If payment is made in full, the garnishment will be removed.

15) DVHA shall review the garnishment order with the provider no less than every six (6) months or by a time frame agreed to by the parties. Review shall be conducted by a telephone conference or other means. If mutually agreed to by the parties, the terms of the garnishment order may be amended or altered as solely evidenced by a written and signed acknowledgement.

Attachments:

Notification of Past Due Provider Tax

Telephone Conference Notification Letter

Medicaid Garnishment Notification Letter

References: NA

Review & Approval History:

Please document the parties involved in drafting or reviewing the procedure and approving the procedure prior to attaining initial signature by the designated Approver.

Role	Individual	Review/Approval Date
Financial Managers	Sue Grimes/Terri Blaisdell	
Deputy Commissioner	Michael Costa	
DVHA Legal	Thomas M. Kester	

Revision History:

Date	Summary of Revisions
5/15/17	This is a revision to "Provider Tax Delinquent Notification" 10/10/13



State of Vermont
Department of Vermont Health Access
280 State Drive, NOB 1 South
Waterbury, VT 05671-1010
<http://dvha.vermont.gov>

[Phone] 802-879-5900

Agency of Human Services

[Month Day, Year]

via USPS certified mail, return receipt requested

[Pharmacy Name]

[Address]

[City/Town, Zip Code]

**RE: Notice of 32 V.S.A. § 1952(f) Action for Collection of Past Due Pharmacy Tax
In Re [Pharmacy Name], Docket No. 201X-XX**

***** NOTICE *****

DVHA hereby provides you notice that based on the failure to pay the Pharmacy Tax Assessment for [Month(s), Year(s)], DVHA will be deducting the total assessment arrears and any late payment penalties from Medicaid payments due to you pursuant to 32 V.S.A. § 1952(f).

You have the opportunity to request a hearing on this matter. The request must: (1) be in writing; (2) provide a brief statement of why you are requesting a hearing; and (3) provide a mailing address and telephone number that you can be reached at. The request must be received by DVHA **no later than 4:00 PM EST on [Month Day, Year]**. If received, DVHA will schedule a hearing and provide you with notice of the date, time, location, and other details. Please send the request to:

**DEPARTMENT OF VERMONT HEALTH ACCESS
ATTN: LEGAL UNIT
NOB 1 SOUTH, 280 STATE DRIVE
WATERBURY, VT 05671**

If DVHA does not receive a request before the deadline, then total assessment arrears and any late payment penalties will be deducted from Medicaid payments owed to you based on a schedule to be determined by the Commissioner of DVHA. If you have any questions or concerns, or if you want to arrange a payment schedule without having a hearing, you may contact the DVHA Legal Unit at AHS.DVHALegal@Vermont.gov or 802-241-0454.

Cordially,

[Name]

[Title]

Department of Vermont Health Access





State of Vermont
Department of Financial Regulation
89 Main Street
Montpelier, VT 05620-3101

For consumer assistance:
[Banking] 888-568-4547
[Insurance] 800-964-1784
[Securities] 877-550-3907
www.dfr.vermont.gov

July 21, 2017

Representative Janet Ancel, Chair
Joint Fiscal Committee
1 Baldwin Street
Montpelier, VT 05602

Dear Representative Ancel:

Below are the final figures for Fiscal Year 2017 receipts available to the General Fund from the Insurance, Securities and Captive Regulatory Funds.

Pursuant to Section Sec. 60 of Act 3 of 2017, I hereby certify that the transfer of the below amounts will not impair the ability of this Department in Fiscal Year 2018 to provide thorough, competent, fair, and effective regulation of insurance companies, banking and other financial services companies, and securities companies or impair the ability of the Department to maintain accreditation by the National Association of Insurance Commissioners.

Fund	Amount
Insurance Regulatory and Supervision Fund	\$21,395,790.72
Securities Regulatory and Supervision Fund	\$9,984,203.80
Captive Insurance Regulatory and Supervision Fund	\$43,355.87
Total	\$31,423,350.39

Sincerely,

A handwritten signature in black ink, appearing to read "Michael Pieciak".

Michael Pieciak
Commissioner

C.2.

DRAFT

Presentation to the Joint Fiscal Committee - July 21, 2017
FY 2017 Preliminary Closeout

FY 2017 Closeout Summary			
	As Passed FY2017	Actual FY2017	Delta
Current Law Revenue	1,455.90	1,456.92	1.02
Direct Applications, Reversions & Transfers	98.40	117.27	18.87
Total Revenue	1,554.30	1,574.19	19.89
FY 2017 Appropriations and Rescission and Transfer			
State Government Appropriations*	1,550.54	1,550.54	-
FY 2017 Rescission	(10.64)	(10.64)	-
Transfers to/from Other Funds	0.48	5.77	5.29
Transfer to Caseload Reserve	6.26	10.00	3.74
Transfer to 27/53 Reserve	5.29	5.29	-
Transfer to Stabilization Reserve	2.43	2.85	0.42
Total Appropriations and Transfers	1,554.30	1,563.80	
Position before Balance Reserve Transfer	0.00	10.39	
Transfer to GF Balance Reserve	-	10.38	10.38
Net of Revenue and Expenses/Transfers	0.00	0.00	

Direct Applications, Reversions, and Transfer Revenue that exceeded expectations in FY 2017			
Source	Est	Received	Delta
Unclaimed Property Fund	3.49	4.25	0.76
Department of Financial Regulation Regulatory Funds	22.73	31.42	8.69
Secretary of State Services Funds	1.87	2.99	1.12
Attorney Gen. Fees & Reimbursements	2.40	0.67	(1.73)
Tax Data Warehouse	0.80	1.05	0.25
Criminal History Records Fund Sweep	-	1.10	1.10
Subtotal	31.29	41.48	10.19
Net All Other Fund & Appropriation Changes			0.19
Total			10.38

Year End General Fund Reserves			
Reserve	FY 2016	FY 2017	Year-over- Year Change
Budget Stabilization Reserve	71.25	74.10	2.85
Caseload Reserve	-	10.00	10.00
27/53 Reserve	-	5.29	5.29
Balance Reserve (Rainy Day Fund)	6.80	17.18	10.38
Total	78.05	106.57	28.52

All values unless otherwise noted are in the millions

Results may not add due to rounding.

*State Govt. Approps. Include all FY2017 GF appropriations from all bills

Fiscal Year 2018 One-Time \$16,300,000 Corporate Tax Refund Plan

Item	Source	Amount	Reference	Fund	Appropriation #
1	½ General Fund Balance Reserve	\$5,190,000	No Action Required	10000	
2	½ General Fund Balance Reserve	\$5,190,000	32 VSA §308c	10000	
3	Over collection of drug rebates, State Only Program	\$637,866.27	Act 85 Sec D. 105 (A)	10000	3410017000
4	GC Medicaid Program	\$1,862,133.73	Act 85 Sec D. 105 (A)	10000	3400004000
5	Special Fund Balance Transfer	\$1,000,000	Act 85 Sec D. 105 (A)	21005	
6	Special Fund Balance Transfer	\$300,000	Act 85 Sec D. 105 (A)	21970	
7	Special Fund Balance Transfer	\$120,000	Act 85 Sec D. 105 (A)	21125	
8	WB Mason Office Supply Contract	\$1,000,000	No Action Required	10000	
9	General Fund (One Time Transfer from VHCTF)	\$1,000,000	No Action Required	10000	
	Total	\$16,300,000			

Moved: Pursuant to 32 VSA §308c (b) (1); in Fiscal Year 2018, \$5.19 million is unreserved from the General Fund Balance Reserve and pursuant to Act 85, § D. 105(a) (2) (A) in Fiscal Year 2018;

- Transfer \$1,000,000 from FMS Development Special Fund to the General Fund
- Transfer \$300,000 from Registration Fees Fund to the General Fund
- Transfer \$120,000 from Hazardous Chemical Fund to the General Fund
- Reversion of \$637,866.27 from General Fund appropriation 341001700
- Reversion of \$ 1,862,133.73 from General Fund appropriation 3400004000

Legislative Joint Fiscal Committee

Friday, July 21, 2017

Agenda Item C. 3. Administration's Fiscal Updates

FY17 Cost Savings [Sec. 60 of Act 3 of 2017, further amended by Sec. C. 119 of Act 85 of 2017]

Sec. C.119

2016 Acts and Resolves No. 172, Sec. B.1106(b) as amended by 2017 Acts and Resolves No. 3, Sec. 70 is further amended to read:

(b) The Secretary of Administration shall reduce fiscal year 2017 appropriations and make transfers to the General Fund for a total of \$343,369. Savings in the amount of \$206,631 are included in the fiscal year 2017 budget adjustment for a total savings of \$550,000. The remaining appropriations and transfers for savings associated with positions abolished in subsection (a) of this section shall be made prior to close out of fiscal year 2017 and be reported to the Joint Fiscal Committee at the July 2017 meeting.

Summary of Transfers	
Total Reduction Required	\$550,000
Less Amount transferred through BAA	(\$206,631)
Less Additional DVHA Position	(\$20,537)
Remaining Balance	\$322,832
Less Transfer from Public Service Department	(\$100,000)
Less Transfer from Pay Act Appropriation	(\$222,832)
Remaining Balance	\$0

FY17 Cost Savings [Sec. 60 of Act 3 of 2017, further amended by Sec. C. 119 of Act 85 of 2017]

Detail of General Fund Savings by Position						
	Position Title	Department	Annual Cost	General Fund %	Months Unfunded	GF Available
1	Executive Director	DHR	\$106,815	0%	12	\$0
2	Principal Assistant	DHR	\$106,815	48%	12	\$51,090
3	Special Projects Coordinator	AHS Central Office	\$108,671	46%	6	\$24,994
4	Deputy Commissioner	DVHA	\$142,436	35%	6	\$24,926
5	Deputy Commissioner	DVHA	\$119,847	44%	12	\$52,482
6	Executive Assistant	Finance & Management	\$141,704	75%	6	\$53,139
7	Program Director	AHS Central Office	\$135,838	0%	5	\$0
8	General Council II	VT Health Access	\$147,810		5	\$20,537
9	Administrative Asst.	DCF	\$73,381	0%	6	\$0
10	General Council I	Tax*	\$96,336	100%	4	\$0
11	Telecom Connectivity Mgr.	Public Service Department	\$114,893	0%	5	\$0
12	Telecom Connectivity Coord.	Public Service Department	\$97,000	0%	6	\$0
13	Senior Policy & Legal Advisor	Public Service Department	\$123,000	\$0	12	\$0
	Total		\$1,514,546			\$227,168

*Incumbent transferred to vacant unbudgeted classified position retaining same salary

Theresa Utton

From: Theresa Utton
Sent: Wednesday, July 19, 2017 8:29 AM
To: Brennan, Pat; Catherine Benham; Katherine Levasseur; 'Mitzi Johnson (MJohnson@leg.state.vt.us)'; Peter Sterling; 'Rep. Bill Lippert'; 'Rep. Janet Ancel'; 'Rep. Joey Donovan'; 'Rep. Kitty Toll'; 'Rep. Peter Fagan'; 'Rep. Rich Westman'; 'Sen. Ann Cummings'; 'Sen. Claire Ayer'; 'Sen. Dick Sears'; 'Sen. Jane Kitchel'; 'Sen. Tim Ashe'; 'Stephen Klein (SKLEIN@leg.state.vt.us)'; 'Theresa Utton'
Cc: 'Neil Schickner'
Subject: FW: Transportation Fund FY17 Appropriation Reductions
Attachments: Act 3 of 2017 Sec. 64 Transportation Fund Appropriation Reductions.pdf

Fiscal Committee & Rep. Brennan –

Please see the attached Transportation Fund Appropriations Reductions that were approved by the Secretary of Administration. No action is required by either the Fiscal Committee or the JTOC.

Thank you, ~Theresa

From: Cayia, Lori [<mailto:Lori.Cayia@vermont.gov>]
Sent: Wednesday, July 19, 2017 8:22 AM
To: Neil Schickner; Theresa Utton
Cc: Aronowitz, Jason; LeBlanc, Leonard
Subject: Transportation Fund FY17 Appropriation Reductions

Attached please find the approved memo.

Thank you.



State of Vermont
Office of the Secretary
One National Life Drive
Montpelier, VT 05633-5001
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Agency of Transportation

TO: Susanne R. Young, Secretary of Administration
FROM: Joe Flynn, Secretary of Transportation
DATE: 07/17/2017
SUBJECT: Transportation Fund fiscal year 2017 appropriation reductions
pursuant to Section 64 of Act No. 3 of 2017

The following authority is established by Sec. 64 of Act No. 3 of 2017 which states:

Sec. 64. TRANSPORTATION FUND APPROPRIATION REDUCTIONS

(a) The Secretary of Administration, after consulting with the Secretary of Transportation, shall reduce Transportation Fund appropriations to the Agency of Transportation to the extent necessary to ensure the Transportation Fund Stabilization Reserve is funded at its maximum statutory level at the close of fiscal year 2017.

(b) In making any appropriation reductions authorized under subsection (a) of this section, the Secretary of Administration shall avoid, to the extent possible, any reductions in appropriations to the town programs described in 19 V.S.A. § 306. Any reductions to these town programs shall not affect projects or grants, and any appropriation reductions shall be replaced in fiscal year 2018.

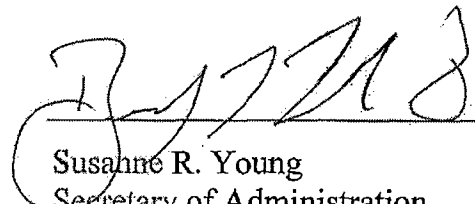
(c) In July 2017, the Secretary of Administration shall report any appropriation reductions made under the authority of this section to the Joint Fiscal Office, the Joint Fiscal Committee, and the Joint Transportation Oversight Committee.

Please indicate your approval for the following fiscal year 2017 Transportation Fund appropriation reductions:



Sec. 64 of Act 3 of 2017 Transportation Fund Appropriation Reductions
July 17, 2017
Page 2

Appropriation	Fund	DeptID	Amount Reduced
Finance & Administration	20105	8100000100	93,231.74
Aviation	20105	8100000200	3,750.59
Town Highway Structures	20105	8100000300	117,949.92
Transportation Board	20105	8100000800	1,860.45
Program Development	20105	8100001100	181,778.16
Rest Areas	20105	8100001700	36,426.51
VT Local Roads	20105	8100001900	537.20
Maintenance	20105	8100002000	995,726.45
DMV	20105	8100002100	645,433.48
Policy & Planning	20105	8100002200	61,091.26
Rail	20105	8100002300	2,571,585.79
Public Assistance Program	20105	8100005500	160,000.00
Public Transit	20105	8100005700	1,479,412.98
		Total	6,348,784.53



Susanne R. Young
Secretary of Administration

cc: Members, Joint Fiscal Committee
Members, Joint Transportation Oversight Committee
Neil Schickner, Joint Fiscal Office



Department for Children and Families
Commissioner's Office
280 State Drive - HC 1 North
Waterbury, VT 05671-1080
www.def.vt.gov

[phone] 802-241-0929
[fax] 802-241-0950

Agency of Human Services

Memorandum

To: Housing and Homelessness Providers and Advocates
From: Ken Schatz, DCF Commissioner *KAS*
Re: Update on General Assistance Emergency Housing
Date: June 28, 2017

The purpose of this memo is to provide you an update on the challenges we are facing with the General Assistance Emergency Housing (GA) budget.

Program Update:

Over the last two years, I have greatly appreciated your work to create new alternatives to the General Assistance Motel Voucher program. Our collective hope has been to provide a better service delivery system to individuals and families who are homeless, and realize savings in the GA Emergency Housing budget. Since embarking on this project with all of you, we are happy to report that more than 16 GA funded community investments have been implemented in the past two years.

Due to a continued increase in homelessness in our state overall; spikes in a few key communities; a colder winter with more Cold Weather Exception eligible nights; and the projects not saving as much GA funding as projected - in FY17, we expect to spend nearly \$1M more than GA Emergency Housing was budgeted. Additionally, the legislature cut the GA Emergency Housing budget by \$150K in SFY18. The legislature provided \$600K in one-time funding to site warming shelters in the Barre and Rutland AHS districts and these will be challenging to implement. Excluding the one-time funding to site new seasonal shelters in the Barre and Rutland districts, the legislature budgeted approximately \$3.15M for GA Emergency Housing in SFY18. Of that amount, it is our hope that we can continue to invest \$1.5M in community-based projects.

With your help, we have made a few tough decisions and are faced with more on how to best help vulnerable Vermonters within the funds available. We are committed to investing GA funds in community investments that have demonstrated significant savings to the GA budget, specifically warming shelters. In some instances, GA investments have not yielded significant savings and we have chosen to end those projects. In addition, we have notified a number of community partners operating projects with GA funding that DCF is only able to commit three-months of funding at this time. While these projects include worthwhile approaches - such as specific supports for victims of domestic violence, master lease emergency apartments for families, and expanded shelter capacity - these investments did not yield the level of GA savings anticipated in the past year. These projects have shown strong outcomes for those served by intentionally having more flexibility to meet the needs of homeless Vermonters. We very much want to continue funding these programs as we appreciate their contribution to addressing homelessness.

With this memo, we would like to enlist your input on ways that we might proceed. Specifically, we are considering the options below to address the anticipated FY18 budget shortfall. It is our hope that we can extend our three-month commitment to a full year of funding for the programs referenced earlier in this memo:





- modifying the length and scope of GA benefits;
- calibrating the 'adverse weather events' to be a narrow exception to the eligibility rules (the legislature eliminated the 'Cold Weather Exception' replacing it with 'Adverse Weather Events'); and
- seeking assistance in creating cost effective warming shelters in Barre and Rutland this winter.

Data overview:

Attached, you will find unduplicated GA emergency housing utilization year-to-date data for FY17 and the GA expenditure data for FY16 and FY17. The expenditure data is broken out by ESD district and includes spending on motels as well as on GA Community Investments. Overall the spending on GA emergency housing has increased from \$4,011,326 to \$4,371,650. It is worth remembering that this past winter was colder than the previous, resulting in more cold weather exception (CWE) nights during FY17.

In addition to the GA usage data described above, please also find last year's list of GA investment projects. As local Continua of Care discuss the challenges presented, providers are encouraged to share demographic and utilization data to help inform local discussions.

Opportunities for input this summer and beyond:

We welcome your input and ideas for how we might proceed. If the decision is to modify the GA rules (applies to changes to eligibility or benefit scope for the vulnerable or catastrophic categories), this will happen through its own process of public comment and legislative approval. Partners will be able to participate in these processes. In the meantime, we would like to hear from you at this early stage in the process. Here are some meeting opportunities and an option to provide input in writing:

1. Survey Monkey – we will put out a link you can forward to your staff and partners for their input.
2. Members of the DCF Housing team will be attending the following regularly occurring meetings:
 - a. VT Coalition to End Homelessness (attended June 20, 2017)
 - b. Vermont Council on Homelessness (attended June 20, 2017)
 - c. Chittenden Homeless Alliance (July 6, 2017)
 - d. Affordable Housing Coalition (July 12, 2017)

We are happy to attend these meetings more than once and/or arrange for an additional opportunity for input. Also, please free to connect any members of the DCF Housing Team with questions or to discuss your thoughts and suggestions. Thank you.

DCF Housing Team

Commissioner's Office:

Ken Schatz, Commissioner

Karen Vastine, Senior Advisor to the Commissioner

Economic Services Division:

Sean Brown, Deputy Commissioner

Richard Donahey, Operations Director

Geoffrey Pippenger, GA Program Chief

Office of Economic Opportunity:

Sarah Phillips, Director

Emily Higgins, Community Services Program Administrator



State of VT July 2016 - April 2017

Family Household Grants Unduplicated By District

				<u>Catastrophic</u>		<u>Auto Vuln</u>							
St. Albans ADO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	29	36	45	13	4	0	0	9	0	0	3	0	543
Burlington BDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	114	138	181	63	11	0	6	21	0	1	12	3054	665
Hartford HDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	32	41	57	12	3	0	3	10	0	1	3	0	509
St. Johnsbury JDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	23	26	38	15	2	0	1	2	0	0	3	0	307
Brattleboro LDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	31	40	58	0	8	0	7	10	0	0	6	0	477
Barre MDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	89	101	157	36	8	0	10	19	0	0	16	0	2887
Newport NDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	17	20	24	7	1	0	1	8	0	0	0	0	355
Rutland RDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	130	170	220	29	24	0	19	47	0	2	9	0	3376
Springfield SDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	36	48	68	9	8	0	2	11	0	2	4	0	687
Bennington TDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	69	87	131	15	9	0	5	31	0	2	7	0	1750
Morrisville VDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	43	56	78	11	14	0	1	12	0	1	4	14	1130
Middlebury YDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	15	18	24	7	0	0	4	4	0	0	0	0	461
STATE	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	628	781	1081	217	92	0	59	184	0	9	67	3068	13147

State of VT July 2016 - April 2017

Single Household Grants Unduplicated By District

				<u>Catastrophic</u>		<u>Auto Vuln</u>							
St. Albans ADO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	62	65	0	10	12	0	5	0	0	0	35	18	468
Burlington BDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	554	569	0	135	13	1	83	0	5	0	317	5022	4215
Hartford HDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	59	63	0	12	2	0	27	0	0	0	18	0	741
St. Johnsbury JDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	22	22	0	7	1	0	6	0	0	0	8	0	259
Brattleboro LDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	186	196	0	0	13	1	44	0	0	0	128	0	2889
Barre MDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	193	206	0	37	4	0	36	0	1	0	115	0	2892
Newport NDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	28	30	0	4	1	0	5	0	0	0	18	0	285
Rutland RDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	233	245	0	64	28	1	64	0	0	1	75	0	5076
Springfield SDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	51	57	0	15	2	1	18	0	2	0	13	0	811
Bennington TDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	100	108	0	9	5	1	24	0	0	0	61	0	1479
Morrisville VDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	49	51	0	14	4	1	6	0	0	0	24	0	809
Middlebury YDO	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	44	47	0	20	2	1	9	0	0	0	12	0	709
STATE	# Households Granted	# Adults	# Children	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	1581	1659	0	327	87	7	327	0	8	1	824	5040	20633

State of VT FY 2017 by Month											
Household Grants Unduplicated											
		Catastrophic		Auto Vuln							
July	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	249	143	30	0	42	28	2	4	0	777	3091
August	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	286	156	34	3	56	35	0	2	0	1148	3570
September	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	223	96	32	1	56	33	3	2	0	638	2292
October	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	213	79	37	1	69	22	3	2	0	807	2101
November	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	326	80	37	1	61	34	1	1	111	600	2363
December	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	563	69	34	3	53	28	0	2	374	922	4094
January	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	587	88	38	1	61	39	3	1	356	672	4859
February	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	554	70	35	0	59	16	1	2	371	823	4706
March	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	583	69	43	1	65	24	0	1	380	935	4740
April	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	174	66	47	1	35	20	2	1	2	822	2013
May	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS											
June	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS											
STATE	# Households Granted	DV	Other	65+	SSI	Under 6	Preg 3rd	Other	CWE	# HP Nights	# Nights
TOTALS	3758	916	367	12	557	279	15	18	1594	8144	33829

*Title of this chart changed from "State of VT July 2016 - April 2017"

FY 2017

District	Motel Sub-Total		GA Community Investment Expenditures	Total Expenditure
St. Albans	\$87,898		\$0	\$87,898
Burlington	\$333,014		\$277,405	\$610,419
Hartford	\$104,343		\$110,506	\$214,849
St. Johnsbury	\$75,551		\$89,936	\$165,487
Brattleboro	\$232,063		\$301,631	\$533,694
Barre	\$484,914		\$198,500	\$683,414
Newport	\$120,804		\$0	\$120,804
Rutland	\$707,200		\$446,010	\$1,153,210
Springfield	\$176,049		\$0	\$176,049
Bennington	\$246,521		\$116,875	\$363,396
Morrisville	\$121,468		\$0	\$121,468
Middlebury	\$94,760		\$46,200	\$140,960
	\$2,784,587		\$1,587,063	\$4,371,650
<i>Note: Motel Spending includes estimate expenditure for June 2017</i>				

FY 2016

District	Motel Sub-Total		GA Community Investment Expenditure	Total Expenditure
St. Albans	\$67,264		\$0	\$67,264
Burlington	\$303,718		\$325,141	\$628,859
Hartford	\$290,559		\$94,340	\$384,899
St. Johnsbury	\$139,222		\$91,004	\$230,226
Brattleboro	\$446,050		\$122,973	\$569,023
Barre	\$422,990		\$126,882	\$549,872
Newport	\$113,144		\$0	\$113,144
Rutland	\$1,044,999		\$0	\$1,044,999
Springfield	\$40,253		\$0	\$40,253
Bennington	\$195,053		\$0	\$195,053
Morrisville	\$36,615		\$0	\$36,615
Middlebury	\$116,933		\$28,800	\$145,733
	\$3,222,186		\$789,140	\$4,011,326

SFY18 General Assistance Community Investments to Decrease Reliance on Motels

Awards Under Housing Opportunity Grant Program (HOP)

AHS District	Organization	Total General Assistance Funds	Project Description
Addison	Charter House Coalition	\$ 24,000*	3 rooms of seasonal emergency shelter capacity for families
Addison	John Graham Housing & Services	\$ 22,200*	2 2-bedroom year-round crisis units for families (including DV survivors) in Middlebury, with leveraged services
Barre	Capstone Community Action	\$ 138,000*	6 2-bedroom year-round crisis units for families, with services
Barre	Good Samaritan Haven	\$ 35,000*	14-bed seasonal emergency shelter, with limited services
Barre	Washington County Youth Service Bureau	\$ 25,500*	2 1-bedroom year-round crisis units for youth, with services
Bennington	Bennington County Coalition for the Homeless	\$ 60,000	10 new year-round emergency shelter beds (shelter expansion), with limited services New Shelter: January
Bennington	Project Against Violent Encounters (PAVE)	\$ 56,875	5 new rooms of year-round emergency shelter and motel pool for to serve all District victims fleeing DV New shelter: December; Motel pool: January
Burlington	Community Health Centers of Burlington (Safe Harbor)	\$ 277,405	35-bed seasonal emergency shelter, with services
Brattleboro	Groundworks Collaborative	\$ 39,600*	3 2-bedroom year-round crisis units for families, with leveraged services
Brattleboro	Southeastern Vermont Community Action (SEVCA)	\$ 30,000*	.5 FTE position for motel-based housing specialist
Brattleboro	Women's Freedom Center	\$ 199,819*	Motel pool, and services to serve all District victims fleeing DV
Hartford	Upper Valley Haven	\$ 110,506*	4 2-bedroom year-round crisis units for families, with services
Newport	Northeast Kingdom Community Action (NEKCA)	\$ 17,500*	2 2-bedroom year-round crisis unit for families, with leveraged services
St. Johnsbury	Northeast Kingdom Community Action (NEKCA)	\$ 66,166*	10-bed seasonal emergency shelter, with services
Rutland	Open Door Mission	\$ 12,010	7 beds seasonal overflow capacity on site
Rutland	Rutland County Women's Network	\$ 434,000	4 additional year-round emergency shelter rooms, motel pool, and services to serve all District victims fleeing DV
	TOTAL AWARDS	\$1,548,581	
* partial/full continuation of SFY16 project			

ONE BALDWIN STREET
MONTPELIER, VT 05633-5701

REP. JANET ANCEL, CHAIR
SEN. ANN CUMMINGS, VICE-CHAIR
SEN. CLAIRE AYER
REP. JOHANNAH DONOVAN
REP. PETER FAGAN



TEL: (802) 828-2295
FAX: (802) 828-2483
www.leg.state.vt.us/jfo

SEN. JANE KITCHEL
REP. BILL LIPPERT
SEN. RICHARD SEARS
REP. CATHERINE TOLL
SEN. RICHARD WESTMAN

GENERAL ASSEMBLY
STATE OF VERMONT
LEGISLATIVE JOINT FISCAL COMMITTEE

MEMORANDUM

DATE: June 22, 2017
TO: Joint Fiscal Committee
FROM: Joint Fiscal Office
Re: Grant #2883

In keeping with an earlier request by the Committee to send all grants held for JFC meetings by postal service, enclosed is grant #2883 which has been held for the July 21 Joint Fiscal Committee meeting.

Thank you, ~Theresa



STATE OF VERMONT
JOINT FISCAL OFFICE

MEMORANDUM

To: Joint Fiscal Committee members
From: Daniel Dickerson, Fiscal Analyst *DD*
Date: June 15, 2017
Subject: Limited-Service Position Request #2883

Enclosed please find one (1) item, a request for one (1) limited-service position, which the Joint Fiscal Office has received from the administration.

JFO #2883 – One (1) limited-service position within the Department of Health. The position would both be titled Compliance and Enforcement Advisor and would be a part of the Department's existing Lead Accreditation Certification Program. The state program is being expanded to include the certification of federal requirements under the EPA's Lead Renovation, Repair, and Painting Program rules (40 CFR part 745) and the position will be tasked with providing guidance on the federal statutes and regulations. Funding for the position will come from a recently renewed, ongoing grant from the U.S. Environmental Protection Agency (EPA). The current grant funding period is 1/2/2017 through 12/31/2018. The Department would likely request an extension of position funding to the EPA due to the fact that the funding period will be over a quarter of the way complete before the position may be approved and filled.

[JFO received 6/14/17]

Please review the enclosed materials and notify the Joint Fiscal Office (Daniel Dickerson at (802) 828-2472; ddickerson@leg.state.vt.us) if you have questions or would like an item held for legislative review. Unless we hear from you to the contrary by June 30, 2017 we will assume that you agree to consider as final the Governor's acceptance of these requests.



**Department of Health
Business Office**
108 Cherry Street – PO Box 70
Burlington, VT 05402-0070
HealthVermont.gov

[phone] 802-863-7736

Agency of Human Services



JFO 2883

MEMORANDUM

27 April 2017

To: Sarah Clark, Chief Financial Officer
Agency of Human Services

From: Paul Daley, Financial Director

Re: Limited Service – Grant Funded Position Request – Lead Certification Program

I'm providing here for your review a limited service position request. After you've completed your review, please forward this package to Molly Paulger, DHR Director of Classification.

The Health Department is requesting one limited service position to be funded by an existing grant previously approved by the Joint Fiscal Office.

The Health Department has operated a Lead Certification Program since 1994. The position for this program was authorized via JFO #1618. The Health Department is expanding our certification program to include the certification of federal requirements. This activity will require a Compliance and Enforcement position to provide guidance on statutes and regulations.

The source of funding for the program is the Lead Certification Grant awarded by the Environmental Protection Agency. The federal funding is authorized through FFY.2018.

Attachments:

- Limited Service Position Request Form
- RFR
- Lead Certification Notice of Grant Award



MAY 8 0 2017

STATE OF VERMONT
Joint Fiscal Committee Review
Limited Service - Grant Funded
Position Request Form

This form is to be used by agencies and departments when additional grant funded positions are being requested. Review and approval by the Department of Human Resources must be obtained prior to review by the Department of Finance and Management. The Department of Finance will forward requests to the Joint Fiscal Office for JFC review. A Request for Classification Review Form (RFR) and an updated organizational chart showing to whom the new position(s) would report must be attached to this form. Please attach additional pages as necessary to provide enough detail.

Agency/Department: AHs/Vermont Department of Health Date: 04/27/17

Name and Phone (of the person completing this request): Paul Daley, 802-863-7284

Request is for:

- ☐ Positions funded and attached to a new grant.
☒ Positions funded and attached to an existing grant approved by JFO # 1618

1. Name of Granting Agency, Title of Grant, Grant Funding Detail (attach grant documents):

USEPA, Lead Cert TSCA 404g Cooperative Agreement

2. List below titles, number of positions in each title, program area, and limited service end date (information should be based on grant award and should match information provided on the RFR) position(s) will be established only after JFC final approval:

<u>Title* of Position(s) Requested</u>	<u># of Positions</u>	<u>Division/Program</u>	<u>Grant Funding Period/Anticipated End Date</u>
Compliance & Enforcement Advisor	1	Env Health	01/01/17 - 12/31/18

*Final determination of title and pay grade to be made by the Department of Human Resources Classification Division upon submission and review of Request for Classification Review.

3. Justification for this request as an essential grant program need:

Additional Staff resources are needed to provide insight into future regulatory and statutory changes in Vermont and at the Federal level.

I certify that this information is correct and that necessary funding, space and equipment for the above position(s) are available (required by 32 VSA Sec. 5(b)).

Signature of Agency or Department Head

APR 27 2017

Date

Approved/Denied by Department of Human Resources

5/23/17

Date

Approved/Denied by Finance and Management

6/8/17

Date

Approved/Denied by Secretary of Administration

6/8/17

Date

Comments:

* no recommendation - it appears to be a short period of time for the scope of work - this will be a fairly specialized role and may not be easy to fill.

MAY 30 2017

DHR - 11/7/05

VERMONT DEPARTMENT OF PERSONNEL
Request for Classification Review
Position Description Form A

- **This form is to be used by managers and supervisors to request classification of a position (filled or vacant) when the duties have changed, and by managers and supervisors to request the creation of a new job class/title (for a filled, vacant, or new position), and by employees to request classification of their position.**
- This form was designed in Microsoft Word to download and complete on your computer. This is a form-protected document, so information can only be entered in the shaded areas of the form.
- If you prefer to fill out a hard copy of the form, contact your Personnel Officer.
- To move from field to field use your mouse, the arrow keys or press Tab. Each form field has a limited number of characters. Use your mouse or the spacebar to mark and unmark a checkbox.
- Where additional space is needed to respond to a question, you might need to attach a separate page, and number the responses to correspond with the numbers of the questions on the form. Please contact your Personnel Officer if you have difficulty completing the form.
- The form must be complete, including required attachments and signatures or it will be returned to the department's personnel office. All sections of this form are required to be completed unless otherwise stated.

INSTRUCTIONS: Tell us about the job. The information you provide will be used to evaluate the position. It will not be used in any way to evaluate an employee's performance or qualifications.

Answer the questions carefully. The information you give will help ensure that the position is fairly evaluated. Here are some suggestions to consider in completing this questionnaire:

- Tell the **facts** about what an employee in this position is actually expected to do.
- Give **specific examples** to make it clear.
- Write in a way so a person unfamiliar with the job will be able to understand it.
- Describe the job **as it is now**; not the way it was or will become.
- Before answering each question, read it carefully.

To Submit this Request for Classification Review: If this is a filled position, the employee must sign the original* and forward to the supervisor for the supervisor's review and signature. The Personnel Officer and the Appointing Authority must also review and sign this request before it is considered complete. The effective date of review is the beginning of the first pay period following the date the complete Request for Classification Review is date stamped by the Classification Division of the Department of Personnel.

*An employee may choose to sign the form, make a copy, submit original to supervisor as noted above, while concurrently sending the copy to the Classification Division, 144 State Street, Montpelier, with a cover note indicating that the employee has submitted the original to the supervisor and is submitting the copy as a **Concurrent filing**.

If this is a request (initiated by employees, VSEA, or management) for review of all positions in a class/title please contact the appropriate **Classification Analyst** or the **Classification Manager** to discuss the request prior to submitting.

Request for Classification Review Position Description Form A

For Department of Personnel Use Only

Notice of Action # _____		Date Received (Stamp) _____
Action Taken: _____		
New Job Title _____		
Current Class Code _____	New Class Code _____	
Current Pay Grade _____	New Pay Grade _____	
Current Mgt Level _____ B/U _____ OT Cat. _____ EEO Cat. _____ FLSA _____		
New Mgt Level _____ B/U _____ OT Cat. _____ EEO Cat. _____ FLSA _____		
Classification Analyst _____	Date _____	Effective Date: _____
Comments: _____		Date Processed: _____
Willis Rating/Components: Knowledge & Skills: _____ Mental Demands: _____ Accountability: _____ Working Conditions: _____ Total: _____		

Incumbent Information:

Employee Name: Employee Number:
Position Number: Current Job/Class Title:
Agency/Department/Unit: Work Station: Zip Code:
Supervisor's Name, Title, and Phone Number:
How should the notification to the employee be sent: ☐ employee's work location or ☐ other address, please provide mailing address:

New Position/Vacant Position Information:

New Position Authorization: Request Job/Class Title:
Position Type: ☒ Permanent or ☐ Limited / Funding Source: ☐ Core, ☐ Partnership, or ☐ Sponsored
Vacant Position Number: Current Job/Class Title:
Agency/Department/Unit: Work Station: Zip Code:
Supervisor's Name, Title and Phone Number:

Type of Request:

- ☒ **Management:** A management request to review the classification of an existing position, class, or create a new job class.
- ☐ **Employee:** An employee's request to review the classification of his/her current position.

1. Job Duties

This is the **most critical** part of the form. Describe the activities and duties required in your job, **noting changes (new duties, duties no longer required, etc.) since the last review**. Place them in order of importance, beginning with the single most important activity or responsibility required in your job. The importance of the duties and expected end results should be clear, including the tolerance that may be permitted for error. Describe each job duty or activity as follows:

- **What it is:** The nature of the activity.
- **How you do it:** The steps you go through to perform the activity. Be specific so the reader can understand the steps.
- **Why it is done:** What you are attempting to accomplish and the end result of the activity.

For example a Tax Examiner might respond as follows: **(What)** Audits tax returns and/or taxpayer records. **(How)** By developing investigation strategy; reviewing materials submitted; when appropriate interviewing people, other than the taxpayer, who have information about the taxpayer's business or residency. **(Why)** To determine actual tax liabilities.

1. Develop standard operating procedures, protocols, rules and forms for environmental health related to compliance and enforcement activities. Regulatory programs in environmental health include Food and Lodging, Asbestos and Lead, the Chemical Disclosure Program and the Nuclear Regulatory Agreement Program.

- This position would work with the program managers, the EH division director, senior policy advisor and assistant attorney general to modernize all enforcement and compliance activities with insight into future regulatory and statutory changes that may need to be made. This would involve becoming informed of enforcement and compliance activities at other Vermont Agencies as well as federal and other state agencies.

- This position would serve as an advisor to program managers to provide pre-screening for enforcement actions prior to referral to the Attorney General office.

- The position may provide technical guidance on current statutes and regulations to ensure SOPs are within VDH's legal authority.

- This position would investigate and coordinate compliance actions for Environmental Health including initial letters of action seeking voluntary compliance, communicating with the non-compliant parties and fully processing all compliance and enforcement actions.

- Develops and monitors tracking system for enforcement actions, pre-hearing and hearing meetings.

2. Oversee the activities and trainings for the Town Health Officers serving as a technical advisor to the program assistant.

Serve as a technical advisor from the Department to more than 300 Town Health Officers and Deputy Town Health Officers (THOs) across the state.

Develop and coordinate trainings for THOs.

3. Develops, coordinates and advises on policy for Environmental Health. The position will also advise the Commissioner's office on proposed rules issued by other state and federal agencies related to all Environmental Health regulatory programs.

2. Key Contacts

This question deals with the personal contacts and interactions that occur in this job. Provide brief typical examples indicating your primary contacts (**not** an exhaustive or all-inclusive list of contacts) other than those persons to whom you report or who report to you. If you work as part of a team, or if your primary contacts are with other agencies or groups outside State government describe those interactions, and what your role is. For example: you may *collaborate, monitor, guide, or facilitate change*.

Advise program managers on compliance and enforcement actions. Work with the Assistant Attorney General on compliance and enforcement actions. Advise the Commissioner's office on proposed rules issued by other state and federal agencies related to all Environmental Health regulatory programs. Collaborate on and review work for program chiefs. Collaborate on policy initiatives with the Commissioner, Deputy Commissioners, Senior Policy & Legal Advisor, the Division Director. Work with other agency and department senior staff on joint policy issues and regulatory guidance. Work with other stakeholder groups and regulated entities through public meetings and planning sessions.

3. Are there licensing, registration, or certification requirements; or special or unusual skills necessary to perform this job?

Include any special licenses, registrations, certifications, skills; (such as counseling, engineering, computer programming, graphic design, strategic planning, keyboarding) including skills with specific equipment, tools, technology, etc. (such as mainframe computers, power tools, trucks, road equipment, specific software packages). Be specific, if you must be able to drive a commercial vehicle, or must know Visual Basic, indicate so.

A legal background is necessary for this position. A background in policy development and regulatory enforcement is preferred. Position must effectively deal with controversial issues.

4. Do you supervise?

In this question "supervise" means if you direct the work of others where you are held **directly** responsible for assigning work; performance ratings; training; reward and discipline or effectively recommend such action; and other personnel matters. List the names, titles, and position numbers of the classified employees reporting to you:

Not immediately

5. In what way does your supervisor provide you with work assignments and review your work?

This question deals with how you are supervised. Explain how you receive work assignments, how priorities are determined, and how your work is reviewed. There are a wide variety of ways a job can be supervised, so there may not be just one answer to this question. For example, some aspects of your work may be reviewed on a regular basis and in others you may operate within general guidelines with much independence in determining how you accomplish tasks.

Performance expectations and large assignments are made and prioritized in consultation with the Senior Policy Advisor to the Commissioner and the EH Division Director. This position has a significant amount of autonomy in implementing and carrying out daily assignments which are self-prioritized and initiated. Work is reviewed as needed for larger projects.

6. Mental Effort

This section addresses the mental demands associated with this job. Describe the most mentally challenging part of your job or the most difficult typical problems you are expected to solve. Be sure to give a specific response and describe the situation(s) by example.

- For example, a purchasing clerk might respond: *In pricing purchase orders, I frequently must find the cost of materials not listed in the pricing guides. This involves locating vendors or other sources of pricing information for a great variety of materials.*
- Or, a systems developer might say: *Understanding the ways in which a database or program will be used, and what the users must accomplish and then developing a system to meet their needs, often with limited time and resources.*

Determining applicability in scenarios which involve intentional (or nonintentional) disregard to Vermont laws and regulations.

Negotiating and advocating aggressively without jeopardizing working relationships.

Making and defending decisions under pressure to regulated entities or during hearings.

With regard to Town Health Officers, thinking quickly and finding resources for a wide variety of problems on a moment's notice. It also requires the ability to help guide THO through, at times, very difficult and tense situations to determine if there is a real public health hazard.

7. Accountability

This section evaluates the job's expected results. In weighing the importance of results, consideration should be given to responsibility for the safety and well-being of people, protection of confidential information and protection of resources.

What is needed here is information not already presented about the job's scope of responsibility. What is the job's most significant influence upon the organization, or in what way does the job contribute to the organization's mission?

Provide annualized dollar figures if it makes sense to do so, explaining what the amount(s) represent.

For example:

- A social worker might respond: *To promote permanence for children through coordination and delivery of services;*
- A financial officer might state: *Overseeing preparation and ongoing management of division budget: \$2M Operating/Personal Services, \$1.5M Federal Grants.*

Enforcement of environmental health laws and regulations related to food and lodging, asbestos and lead, chemical disclosure and nuclear regulatory commission agreement programs.

8. Working Conditions

The intent of this question is to describe any adverse conditions that are routine and expected in your job. It is not to identify special situations such as overcrowded conditions or understaffing.

- a) What significant mental stress are you exposed to? All jobs contain some amount of stress. If your job stands out as having a significant degree of mental or emotional pressure or tension associated with it, this should be described.

Type	How Much of the Time?
Dealing with potentially hostile regulated entities in compliance and enforcement actions in the field	10%
Dealing with hostile regulated entities in compliance and enforcement actions over the phone	60%

- b) What hazards, special conditions or discomfort are you exposed to? (Clarification of terms: **hazards** include such things as potential accidents, illness, chronic health conditions or other harm. Typical examples might involve exposure to dangerous persons, including potentially violent customers and clients, fumes, toxic waste, contaminated materials, vehicle accident, disease, cuts, falls, etc.; and **discomfort** includes exposure to such things as cold, dirt, dust, rain or snow, heat, etc.)

Type	How Much of the Time?
Lead and Asbestos exposure hazards	10%

- c) What weights do you lift; how much do they weigh and how much time per day/week do you spend lifting?

Type	How Heavy?	How Much of the Time?
office materials	up to 50 pounds	occasionally

- d) What working positions (sitting, standing, bending, reaching) or types of effort (hiking, walking, driving) are required?

Type	How Much of the Time?
Sitting/Standing	90%
Driving	10%

Additional Information:

Carefully review your job description responses so far. If there is anything that you feel is important in understanding your job that you haven't clearly described, use this space for that purpose. Perhaps your job has some unique aspects or characteristics that weren't brought out by your answers to the previous questions. In this space, add any additional comments that you feel will add to a clear understanding of the requirements of your job.

Employee's Signature (required): Uciant Date: _____

Supervisor's Section:

Carefully review this completed job description, but **do not** alter or eliminate any portion of the original response. Please answer the questions listed below.

1. What do you consider the most important duties of this job and why?

Develop standard operating procedures, protocols, rules and forms for compliance and enforcement activities for environmental Health programs.

2. What do you consider the most important knowledge, skills, and abilities of an employee in this job (not necessarily the qualifications of the present employee) and why?

Demonstrated tact and diplomacy when working on controversial issues and in confrontational circumstances.

Demonstrated excellent oral and written communication skills.

Ability to develop strong working relationships with department leadership, attorney general's office, program managers, regulated entities.

Considerable knowledge of law enforcement and investigative practices, procedures, and techniques.

Knowledge of state and federal environmental statutes, rules, regulations, policies, and procedures

Ability to develop appropriate investigative and enforcement procedures.

Ability to make and defend decisions under pressure

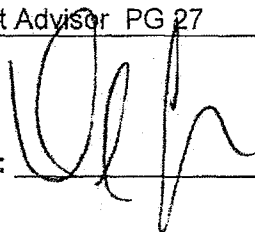
3. Comment on the accuracy and completeness of the responses by the employee. List below any missing items and/or differences where appropriate.

This would be a new position. The description was written by management.

4. Suggested Title and/or Pay Grade:

Compliance and Enforcement Advisor PG 27

Supervisor's Signature (required):



Date:

7/16/17

Personnel Administrator's Section:

Please complete any missing information on the front page of this form before submitting it for review.

Are there other changes to this position, for example: Change of supervisor, GUC, work station?

☐ Yes ☐ No If yes, please provide detailed information.

Attachments:

- ☒ Organizational charts are **required** and must indicate where the position reports.
- ☒ Draft job specification is **required** for proposed new job classes.

Will this change affect other positions within the organization? If so, describe how, (for example, have duties been shifted within the unit requiring review of other positions; or are there other issues relevant to the classification review process).

Suggested Title and/or Pay Grade:

Personnel Administrator's Signature (required):

Optim. Minal

Date:

4/6/17

Appointing Authority's Section:

Please review this completed job description but **do not alter** or eliminate any of the entries. Add any clarifying information and/or additional comments (if necessary) in the space below.

Suggested Title and/or Pay Grade:

[Signature]

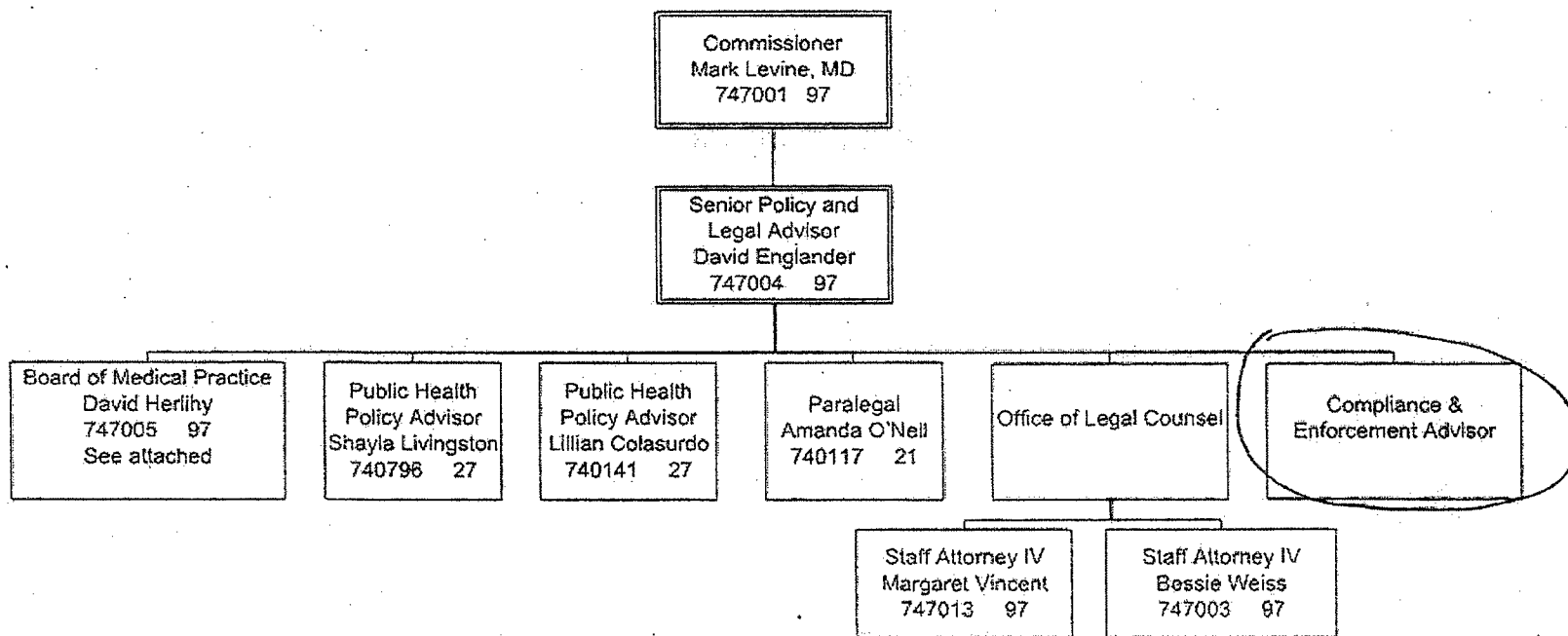
Appointing Authority or Authorized Representative Signature (required)

APR 10 2017
Date



Senior Policy & Legal Advisor

March 2017



	U.S. ENVIRONMENTAL PROTECTION AGENCY Grant Agreement	GRANT NUMBER (FAIN): 99156011		DATE OF AWARD 09/12/2016	
		MODIFICATION NUMBER: 0		MAILING DATE 09/19/2016	
		PROGRAM CODE: PB			
		TYPE OF ACTION New		PAYMENT METHOD: ASAP	
RECIPIENT TYPE: State		Send Payment Request to: U.S. EPA Las Vegas Finance Center 4220 South Maryland Parkway, Building C, Room 503 Las Vegas, NV 89119 LVFC-grants@epa.gov			
RECIPIENT: Vermont D.O.H. 108 Cherry Street, P.O. Box 70 Burlington, VT 05402-0070 EIN: 03-6000264		PAYEE: Vermont Agency of Human Services 280 State Drive - Center Building Waterbury, VT 05671-1000			
PROJECT MANAGER Vernon Nelson 108 Cherry Street, P.O. Box 70 Burlington, VT 05402-0070 E-Mail: Vernon.Nelson@vermont.gov Phone: 802-865-7784		EPA PROJECT OFFICER Jamesm Bryson 5 Post Office Square, Suite 100, OES05-4 Boston, MA 02109-3912 E-Mail: Bryson.JamesM@epa.gov Phone: 617-918-1524		EPA GRANT SPECIALIST Julie Ross Grants Management Office, OARM05-5 E-Mail: Ross.Julie@epa.gov Phone: 617-918-1317	
PROJECT TITLE AND DESCRIPTION Vermont Toxic Substances (Lead) Compliance Monitoring Fiscal Year 2017 & 2018 The Vermont Department of Health's Lead Program will: 1) maintain a lead accreditation certification program for individuals and contractors; 2) audit state certified lead training providers; 3) provide lead based paint education awareness to the regulated community; and 4) Apply for Renovation Repair and Painting (RRP) Authorization under 40 CFR 745. These efforts support Title IV, Section 404(g) of the Toxic Substances Control Act as well as Goal 4 of the EPA's Strategic Plan. The assigned Program Results Code is consistent with Goal 4 of the EPA's Strategic Plan.					
BUDGET PERIOD 01/02/2017 - 12/31/2018		PROJECT PERIOD 01/02/2017 - 12/31/2018		TOTAL BUDGET PERIOD COST \$671,446.00	
				TOTAL PROJECT PERIOD COST \$671,446.00	
NOTICE OF AWARD					
Based on your Application dated 08/12/2016 including all modifications and amendments, the United States acting by and through the US Environmental Protection Agency (EPA) hereby awards \$130,000. EPA agrees to cost-share <u>100.00%</u> of all approved budget period costs incurred, up to and not exceeding total federal funding of \$130,000. Recipient's signature is not required on this agreement. The recipient demonstrates its commitment to carry out this award by either: 1) drawing down funds within 21 days after the EPA award or amendment mailing date; or 2) not filing a notice of disagreement with the award terms and conditions within 21 days after the EPA award or amendment mailing date. If the recipient disagrees with the terms and conditions specified in this award, the authorized representative of the recipient must furnish a notice of disagreement to the EPA Award Official within 21 days after the EPA award or amendment mailing date. In case of disagreement, and until the disagreement is resolved, the recipient should not draw down on the funds provided by this award/amendment, and any costs incurred by the recipient are at its own risk. This agreement is subject to applicable EPA regulatory and statutory provisions, all terms and conditions of this agreement and any attachments.					
ISSUING OFFICE (GRANTS MANAGEMENT OFFICE)			AWARD APPROVAL OFFICE		
ORGANIZATION / ADDRESS EPA New England 5 Post Office Square, Suite 100 Boston, MA 02109-3912			ORGANIZATION / ADDRESS U.S. EPA, Region 1 5 Post Office Square, Suite 100 Boston, MA 02109-3912		
THE UNITED STATES OF AMERICA BY THE U.S. ENVIRONMENTAL PROTECTION AGENCY					
Digital signature applied by EPA Award Official for Michael Kenyon - Director Office of Administration and Resource Management Fred Weeks - Award Official delegate					DATE 09/12/2016

PB - 99156011 - 0 Page 2

FUNDS	FORMER AWARD	THIS ACTION	AMENDED TOTAL
EPA Amount This Action	\$	\$ 130,000	\$ 130,000
EPA In-Kind Amount	\$	\$	\$ 0
Unexpended Prior Year Balance	\$	\$	\$ 0
Other Federal Funds	\$	\$	\$ 0
Recipient Contribution	\$	\$	\$ 0
State Contribution	\$	\$	\$ 0
Local Contribution	\$	\$	\$ 0
Other Contribution	\$	\$	\$ 0
Allowable Project Cost	\$ 0	\$ 130,000	\$ 130,000

Assistance Program (CFDA)	Statutory Authority	Regulatory Authority
66.707 - State Lead Program Grants	Toxic Substances Control Act: Sec. 404(g)	2 CFR 200 2 CFR 1500 40 CFR 33 and 40 CFR 35 Subpart A

[illegible]

Budget Summary Page

Table A - Object Class Category (Non-construction)	Total Approved Allowable Budget Period Cost
1. Personnel	\$279,581
2. Fringe Benefits	\$111,832
3. Travel	\$22,284
4. Equipment	\$0
5. Supplies	\$0
6. Contractual	\$40,000
7. Construction	\$0
8. Other	\$50,000
9. Total Direct Charges	\$503,697
10. Indirect Costs: % Base	\$167,749
11. Total (Share: Recipient 0.00 % Federal 100.00 %.)	\$671,446
12. Total Approved Assistance Amount	\$130,000
13. Program Income	\$0
14. Total EPA Amount Awarded This Action	\$130,000
15. Total EPA Amount Awarded To Date	\$130,000

Administrative Conditions

1. GENERAL ADMINISTRATIVE TERMS AND CONDITIONS

The recipient agrees to comply with the current EPA general terms and conditions available at: <https://www.epa.gov/grants/epa-general-terms-and-conditions-effective-march-29-2016-or-later>. These terms and conditions are in addition to the assurances and certifications made as a part of the award and the terms, conditions or restrictions cited throughout the award.

The EPA repository for the general terms and conditions by year can be found at: <http://www.epa.gov/grants/grant-terms-and-conditions>.

2. UTILIZATION OF SMALL, MINORITY AND WOMEN'S BUSINESS ENTERPRISES (MBE/WBE)

GENERAL COMPLIANCE, 40 CFR, Part 33

The recipient agrees to comply with the requirements of EPA's Disadvantaged Business Enterprise (DBE) Program for procurement activities under assistance agreements, contained in 40 CFR, Part 33.

REPORTING PROVISION

MBE/WBE reporting is required annually for assistance agreements where there are funds budgeted for procuring construction, equipment, services and supplies, including funds budgeted for direct procurement by the recipient or procurement under subawards or loans in the "Other" category, that exceed the threshold amount of \$150,000, including amendments and/or modifications.

Based on EPA's review of the planned budget, this award does not meet the condition above and is not subject to the reporting requirements of the Disadvantaged Business Enterprise (DBE) Program. However, if during the performance of the award the total of all funds expended for direct procurement by the recipient and procurement under subawards or loans in the "Other" category exceeds \$150,000, annual reports will be required in accordance with the reporting paragraph below and you are required to notify your grant specialist for additional instructions.

The recipient also agrees to request prior approval from EPA for procurements that may activate DBE Program reporting requirements.

This provision represents an approved deviation from the MBE/WBE reporting requirements as described in 40 CFR, Part 33, Section 33.502; however, the other requirements outlined in 40 CFR Part 33 remain in effect, including the Good Faith Efforts requirements as described in 40 CFR Part 33 Subpart C and Fair Share Objectives negotiation as described in 40 CFR Part 33 Subpart D and explained below.

MBE/WBE REPORTING, 40 CFR, Part 33, Subpart E

When required, MBE/WBE reports must be submitted annually. The recipient agrees to complete and submit a "MBE/WBE Utilization Under Federal Grants, Cooperative Agreements and Interagency Agreements" report (EPA Form 5700-52A) on an annual basis. All procurement actions are reportable, not just that portion which exceeds \$150,000.

When completing the annual report, recipients are instructed to check the box titled "annual" in section 1B of the form. For the final report, recipients are instructed to check the box indicated for the "last report" of the project in section 1B of the form. Annual reports are due by October 30th of each year. Final reports are due by October 30th or 90 days after the end of the project period, whichever comes first.

The reporting requirement is based on total procurements. Recipients with expended and/or budgeted funds for procurement are required to report annually whether the planned procurements take place during the reporting period or not. If no budgeted procurements take place during the reporting period, the recipient should check the box in section 5B when completing the form.

MBE/WBE reports should be sent to:

**U.S. Environmental Protection Agency – Region I
5 Post Office Square – Suite 100 (OARM05-5)
Boston, MA 02109-3912
Attn: Mr. Larry Wells, Disadvantaged Business Utilization Program Manager**

The current EPA Form 5700-52A can be found at the EPA Office of Small Business Program's Home Page at http://www.epa.gov/osbp/dbe_reporting.htm

FAIR SHARE OBJECTIVES, 40 CFR, Part 33, Subpart D

A recipient must negotiate with the appropriate EPA award official, or his/her designee, fair share objectives for MBE and WBE participation in procurement under the financial assistance agreements.

In accordance with 40 CFR, Section 33.411 some recipients may be exempt from the fair share objectives requirements as described in 40 CFR, Part 33, Subpart D. Recipients should work with their DBE coordinator, if they think their organization may qualify for an exemption.

Accepting the Fair Share Objectives/Goals of Another Recipient

The dollar amount of this assistance agreement, or the total dollar amount of all of the recipient's financial assistance agreements in the current federal fiscal year from EPA is \$250,000, or more. The recipient accepts the applicable MBE/WBE fair share objectives/goals negotiated with EPA by **Vermont Department of Environmental Conservation** as follows:

Vermont	MBE	WBE
Combined Goals	1.85%	3.52%

By signing this financial assistance agreement, the recipient is accepting the fair share objectives/goals stated above and attests to the fact that it is purchasing the same or similar construction, supplies, services and equipment, in the same or similar relevant geographic buying market as **Vermont Department of Environmental Conservation**.

Negotiating Fair Share Objectives/Goals, 40 CFR, Section 33.404

The recipient has the option to negotiate its own MBE/WBE fair share objectives/goals. If the recipient wishes to negotiate its own MBE/WBE fair share objectives/goals, the recipient agrees to submit proposed MBE/WBE objectives/goals based on an availability analysis, or disparity study, of qualified MBEs and WBEs in their relevant geographic buying market for construction, services, supplies and equipment.

The submission of proposed fair share goals with the supporting analysis or disparity study means that the recipient is **not** accepting the fair share objectives/goals of another recipient. The recipient agrees to submit proposed fair share objectives/goals, together with the supporting availability analysis or disparity study, to the Regional MBE/WBE Coordinator within 120 days of its acceptance of the financial assistance award. EPA will respond to the proposed fair share objective/goals within 30 days of receiving the submission. If proposed fair

share objective/goals are not received within the 120 day time frame, the recipient may not expend its EPA funds for procurements until the proposed fair share objective/goals are submitted.

SIX GOOD FAITH EFFORTS, 40 CFR, Part 33, Subpart C

Pursuant to 40 CFR, Section 33.301, the recipient agrees to make the following good faith efforts whenever procuring construction, equipment, services and supplies under an EPA financial assistance agreement, and to require that sub-recipients, loan recipients, and prime contractors also comply. Records documenting compliance with the six good faith efforts shall be retained:

- (a) Ensure DBEs are made aware of contracting opportunities to the fullest extent practicable through outreach and recruitment activities. For Indian Tribal, State and Local and Government recipients, this will include placing DBEs on solicitation lists and soliciting them whenever they are potential sources.
- (b) Make information on forthcoming opportunities available to DBEs and arrange time frames for contracts and establish delivery schedules, where the requirements permit, in a way that encourages and facilitates participation by DBEs in the competitive process. This includes, whenever possible, posting solicitations for bids or proposals for a minimum of 30 calendar days before the bid or proposal closing date.
- (c) Consider in the contracting process whether firms competing for large contracts could subcontract with DBEs. For Indian Tribal, State and local Government recipients, this will include dividing total requirements when economically feasible into smaller tasks or quantities to permit maximum participation by DBEs in the competitive process.
- (d) Encourage contracting with a consortium of DBEs when a contract is too large for one of these firms to handle individually.
- (e) Use the services and assistance of the SBA and the Minority Business Development Agency of the Department of Commerce.
- (f) If the prime contractor awards subcontracts, require the prime contractor to take the steps in paragraphs (a) through (e) of this section.

CONTRACT ADMINISTRATION PROVISIONS, 40 CFR, Section 33.302

The recipient agrees to comply with the contract administration provisions of 40 CFR, Section 33.302.

BIDDERS LIST, 40 CFR, Section 33.501(b) and (c)

Recipients of a Continuing Environmental Program Grant or other annual reporting grant, agree to create and maintain a bidders list. Recipients of an EPA financial assistance agreement to capitalize a revolving loan fund also agree to require entities receiving identified loans to create and maintain a bidders list if the recipient of the loan is subject to, or chooses to follow, competitive bidding requirements. Please see 40 CFR, Section 33.501 (b) and (c) for specific requirements and exemptions.

3. CYBERSECURITY TERM AND CONDITION

- a. The recipient agrees that when collecting and managing environmental data under this assistance agreement, it will protect the data by following all applicable State law cybersecurity requirements.
- b. (1) EPA must ensure that any connections between the recipient's network or information system and EPA networks used by the recipient to transfer data under this agreement, are secure.

For purposes of this Section, a connection is defined as a dedicated persistent interface between an Agency IT

system and an external IT system for the purpose of transferring information. Transitory, user-controlled connections such as website browsing are excluded from this definition.

If the recipient's connections as defined above do not go through the Environmental Information Exchange Network or EPA's Central Data Exchange, the recipient agrees to contact the EPA Project Officer (PO) and work with the designated Regional/Headquarters Information Security Officer to ensure that the connections meet EPA security requirements, including entering into Interconnection Service Agreements as appropriate. This condition does not apply to manual entry of data by the recipient into systems operated and used by EPA's regulatory programs for the submission of reporting and/or compliance data.

(2) The recipient agrees that any subawards it makes under this agreement will require the subrecipient to comply with the requirements in (b)(1) if the subrecipient's network or information system is connected to EPA networks to transfer data to the Agency using systems other than the Environmental Information Exchange Network or EPA's Central Data Exchange. The recipient will be in compliance with this condition: by including this requirement in subaward agreements; and during subrecipient monitoring deemed necessary by the recipient under 2 CFR 200.331(d), by inquiring whether the subrecipient has contacted the EPA Project Officer. Nothing in this condition requires the recipient to contact the EPA Project Officer on behalf of a subrecipient or to be involved in the negotiation of an Interconnection Service Agreement between the subrecipient and EPA.

Programmatic Conditions

KEY PERSONNEL

In the event of a change in key project personnel (e.g., director, project manager, project coordinator, outreach worker), the recipient agrees to inform the Project Officer in writing within 10 days. The key personnel may include any person whose absence will substantially and/or adversely impact the quality or timeliness of the work. The letter to the Project Officer should explain the reason for the change, detail the organizations plan of action for filling the vacancy and completing project deliverables, and provide the name and telephone number for the interim project contact person. The replacement person MUST have the same and current EPA training, certifications, approved safety equipment prior to being charged to the grant.

PROJECT REVIEW

In order to evaluate the adequacy of program progress, the recipient agrees to host two (2) site visits with the Project Officer upon request. The project review will include an overview of the project and project expenditures. The time frame for the project reviews will be negotiated between the recipient (project manager) and the EPA Project Officer.

The recipient is required to attend a yearly Grant Meeting at an EPA Facility (Chelmsford, MA, Narragansett, RI Laboratories or Boston, MA) as designated by the Project Officer.

SEMI-ANNUAL (180 days) REPORTS

The recipient is required to submit to their EPA Project Officer a semi-annual project progress report. The report should be in a format as provided by the Project Officer. This format for the semi-annual progress report will also be sent to the grantee, prior to the grant award. The reports are to be completed and mailed to the EPA Project Officer as well as an electronic submission.

If reports are not received, the EPA Project Officer has the option to delay approval of the next quarterly payment or grant action request, until the report is received and approved by the EPA Project Officer.

PARTIAL FUNDING

EPA is partially funding this budget period and will consider funding the balance of the budget request contingent upon the availability of funds, and EPA priorities. The scope of work may be renegotiated to reflect the amount awarded if additional funds are not available.

PROGRAM MEASURES

The recipient is required to submit to their EPA Project Officer the following every 90 days; 1) number of individuals certified by the state, by classification, who engage in lead based paint activities; 2) cumulative number of authorized state certification and training programs, by classification, for lead based paint professionals; 3) number of individuals reached through general education and outreach activities; 4) number of community outreach partnerships addressing lead based paint hazards and exposure reduction; 5) number of lead inspections, by classification, conducted by their state; and 6) number of enforcement actions by classification.

MANDATORY MEETINGS AND CONFERENCES

In order to evaluate the adequacy of program progress, the recipient agrees to host **two (2) site visits with the Project Officer** upon request. The project review will include an overview of the project and project expenditures. The time frame for the project reviews will be negotiated between the recipient (project manager) and the EPA Project Officer.

The recipient will be required to send representatives to attend the in and/or out of state Consortium of North East States and Tribes (CONEST) Meetings and New England Lead Coordination Meeting and National Lead meeting(s) as invited by the Project Officer. The dates, times and locations of these meetings will be communicated to the grantee ahead of time and representatives from the organization must attend all these events.

FINAL REPORT

The recipient agrees to submit a draft final report within 30 days after the end of the project period. Once the draft has been reviewed and approved by the Project Officer, the recipient agrees to submit two (2) copies of the Final Report within 90 days after the end of the project period to the Project Officer. Failure to submit the final report within 90 days may result in an inability of EPA's Finance Office to process the recipient's final reimbursement request.

After review of the final report, the Project Officer may request additional information from the recipient. Once an acceptable final report has been approved, the Project Officer will keep one copy in the grant file. The Project Officer may share copies of the final report with organizations or other interested parties upon request. In addition to the report, the recipient should supply two copies to EPA of all tangible final products that were created for the purposes of the funded project (i.e., videos, research findings, curriculum, presentations, etc.) If an exhibit or slide show was created or an item too large and/or expensive to duplicate, photos or transcripts of the product may be substituted.



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July 2017 Economic Review and Revenue Forecast Update

Prepared for the
State of Vermont
Emergency Board and
Legislative Joint Fiscal Office

July 21, 2017

Economic Review and Revenue Forecast Update

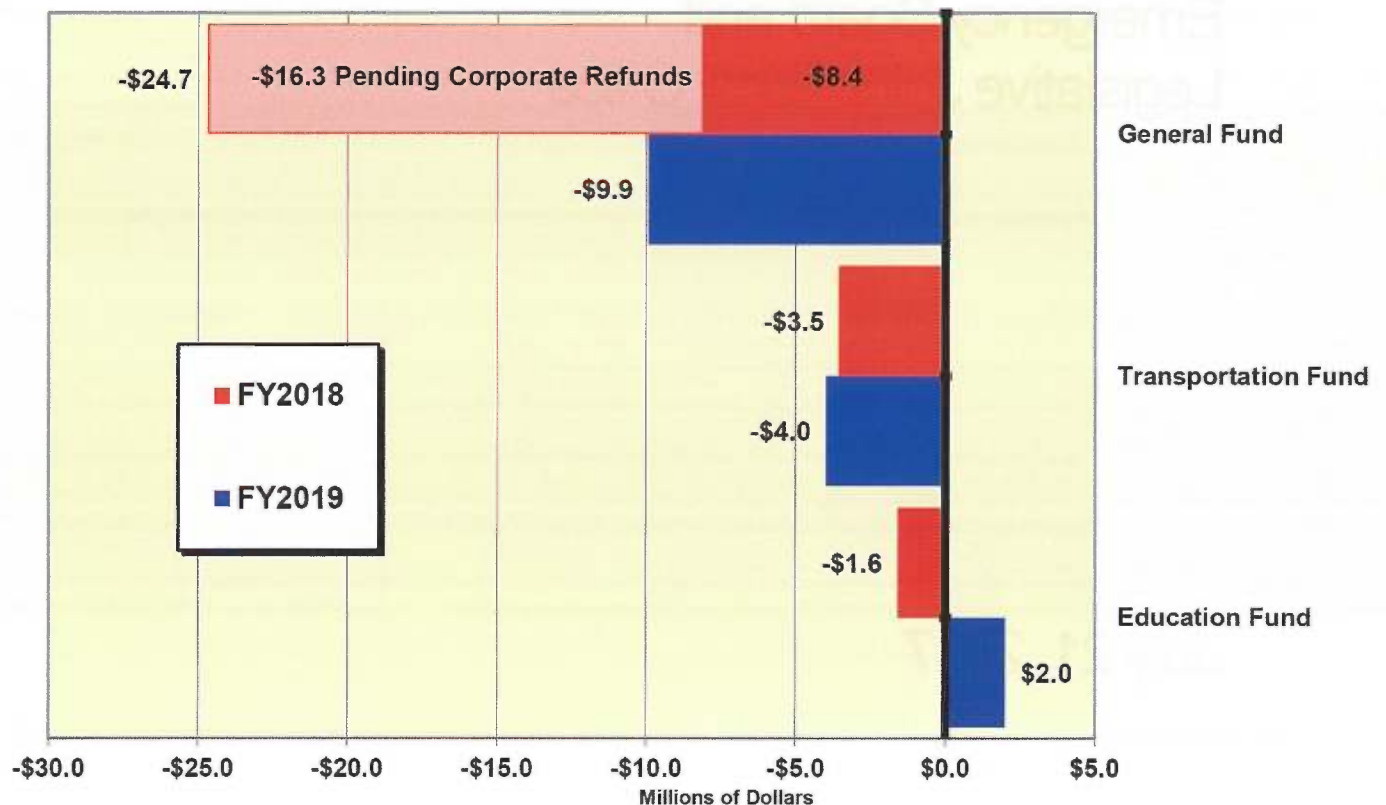
July 2017

Overview

State revenues across all three major funds reviewed herein closed FY17 within 0.16% of prior January forecasts, the lowest margin of error in the last 20 years. The General Fund closed the year a mere 0.07% above targets, with the T-Fund falling about 1% below estimates due primarily to shortfalls in new Motor Vehicle Fees implemented in FY17. The Education Fund was about 0.5% below prior projections, caused by soft Sales & Use tax receipts.

FY18 revenues are expected to be slightly below prior January projections, as macroeconomic assumptions have been downgraded and several large "one-time" corporate refunds are in the pipeline. Most other changes to the revenue and economic forecast are technical adjustments based on recent revenue experience and tax law changes. For example, almost half of the FY19 G-Fund reduction and all of the E-Fund increase in the same year are due to a change in the share of the Sales & Use tax allocated to the E-Fund. Joint Fiscal Office budgetary perspectives associated with these revenue changes are outlined on the next page.

Recommended Net Revenue Changes from January 2017 Forecast

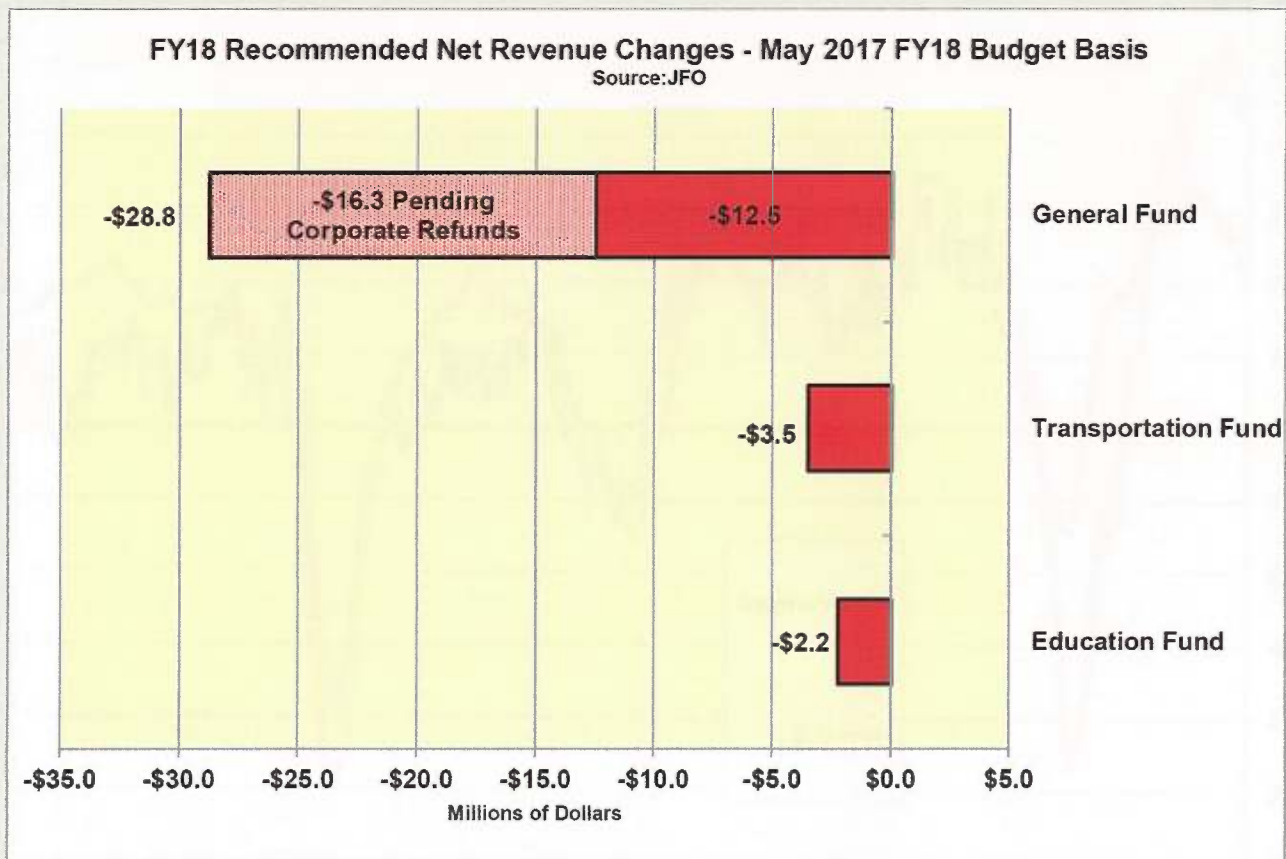


**Note from the Joint Fiscal Office: Revenue Changes Relative to May 2017 Assumptions
During the Legislative Session and Related Budget Implications**

The Fiscal Year 2018 Budget as passed and enacted in Act 85 of 2017 was based upon the January adopted official forecast and revenue adjustments estimated by JFO that were enacted during the legislative session. These adjustments had been estimated to total \$4.1 million for the General Fund and \$0.6 million for the Education Fund. For the purpose of identifying the FY18 budget impact and subsequent rescission impact of the current forecast update, the July 2017 recommended revenue forecast is compared in the below chart to the budget position when enacted in May of 2017.

Sec. D.105 of Act 85 required State economists to identify the portion of the General Fund forecast that is due to higher than normal corporate tax refunds, estimated to be \$16.3 million, and authorized specified fund transfers to address this portion of any revenue downgrade. The remaining portion of any downgrade is to be addressed by the existing rescission statute in 32 V.S.A. § 704.

The result of the new revenue forecast is a General Fund budget position below the budgeted level by about \$28.8 million of which \$16.3 million is due to pending corporate tax refunds and \$12.5 million is a base revenue reduction.

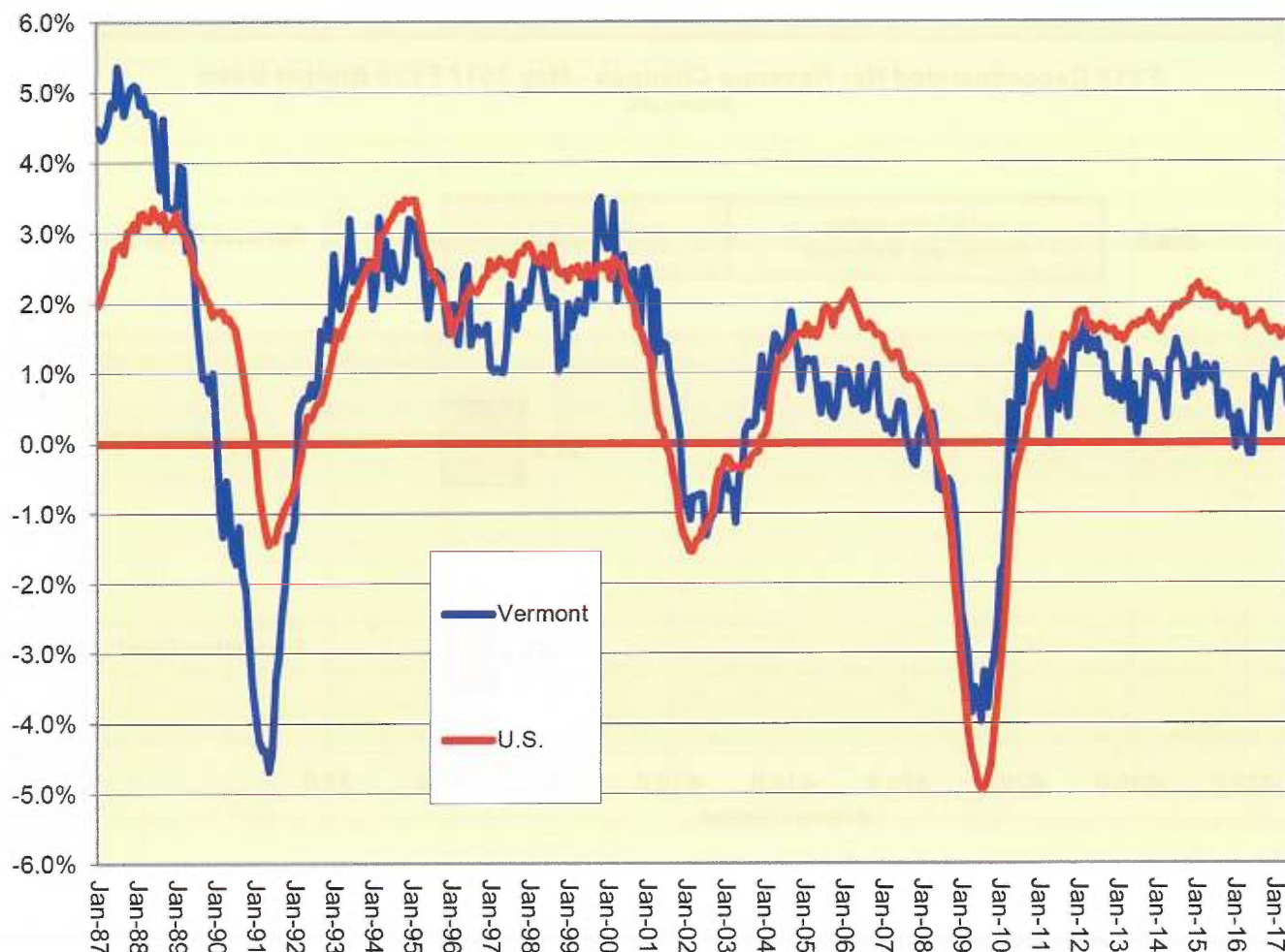


July 2017 Economic and Revenue Forecast Commentary

- The post-election “Trump bump,” which raised expectations of stronger near-term economic growth via lower taxes, increased infrastructure spending and reduced regulations, has fizzled amidst the dysfunction of an often chaotic federal administration in its first 6 months. To date, there is still little clarity on health care reform, tax policy, international trade, foreign affairs, and infrastructure investment. The clarity on immigration has led to negative economic effects, which will intensify as qualified students, workers and entrepreneurs increasingly avoid or are denied U.S. residency – limiting one of the most significant historical engines of U.S. economic growth. Although regulatory changes will aid some sectors and tax cuts are likely, most macroeconomic forecasts (including Moody’s, upon which these revenues estimates are based) have adjusted near-term economic growth back to pre-election levels and are focused now on the durability of the slow, steady expansion that is currently the third longest in U.S. history.

Vermont Employment Growth Lags U.S. as Population Growth Stalls

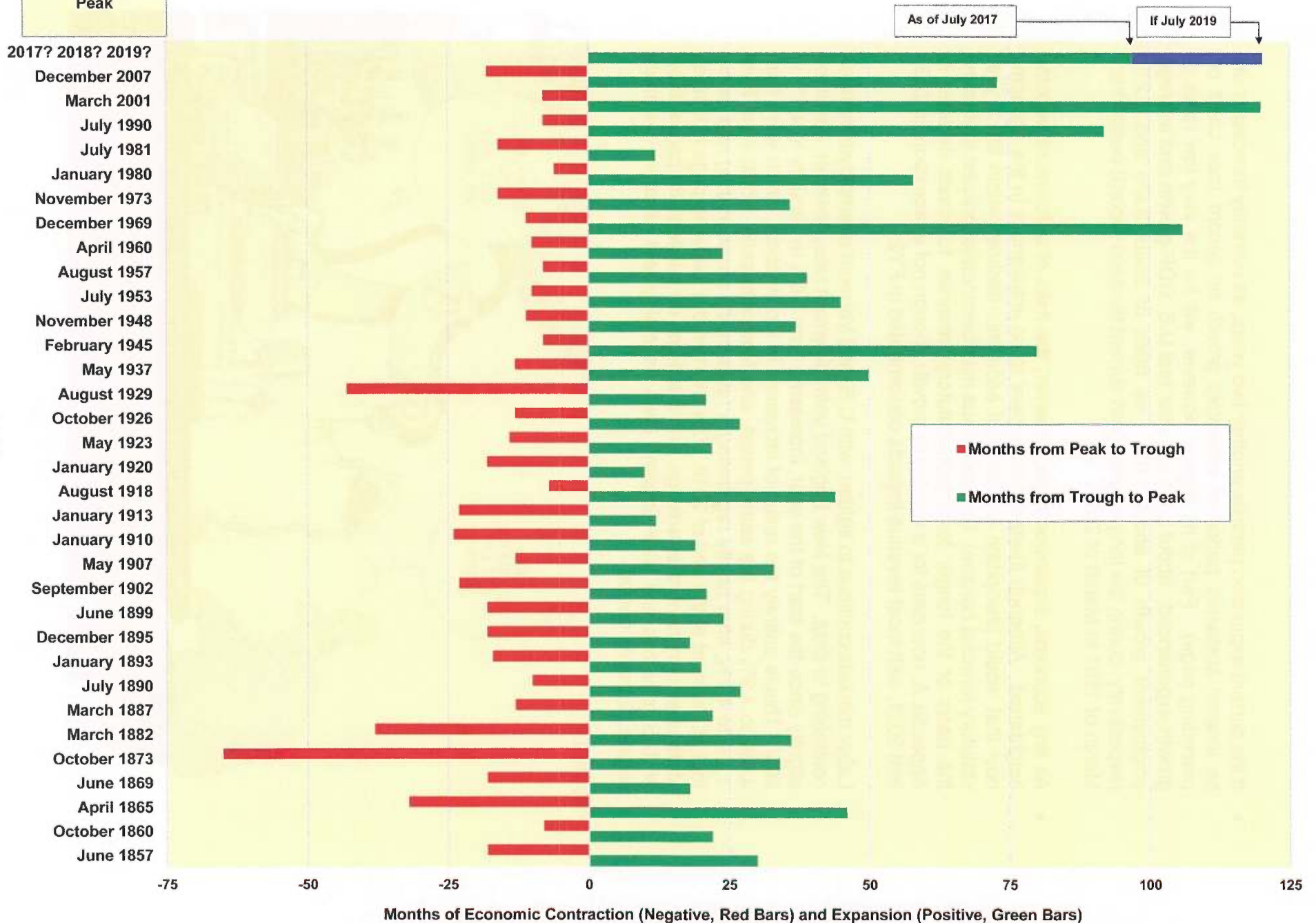
(Total Nonagricultural Employment, Percent Change vs. Year Ago, Seasonally Adjusted Data)



Source: Bureau of Labor Statistics, U.S. Department of Labor

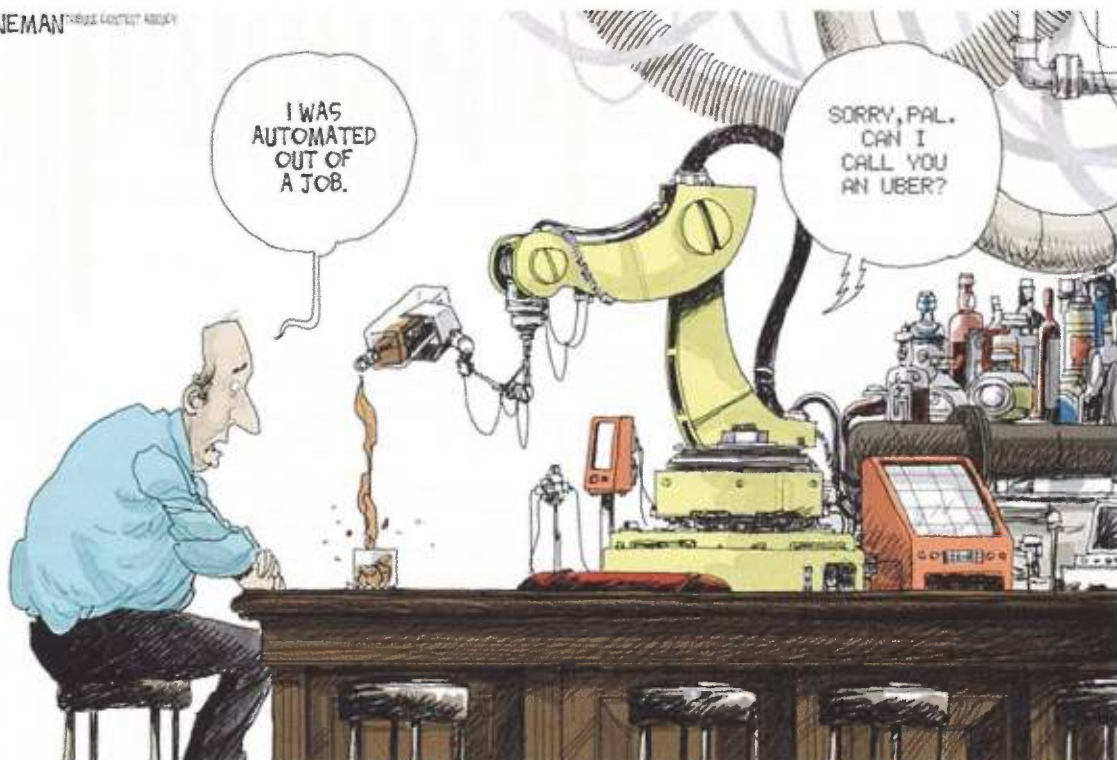
The Current Economic Expansion Could End Up Being the Longest on Record

(Source: National Bureau of Economic Research)



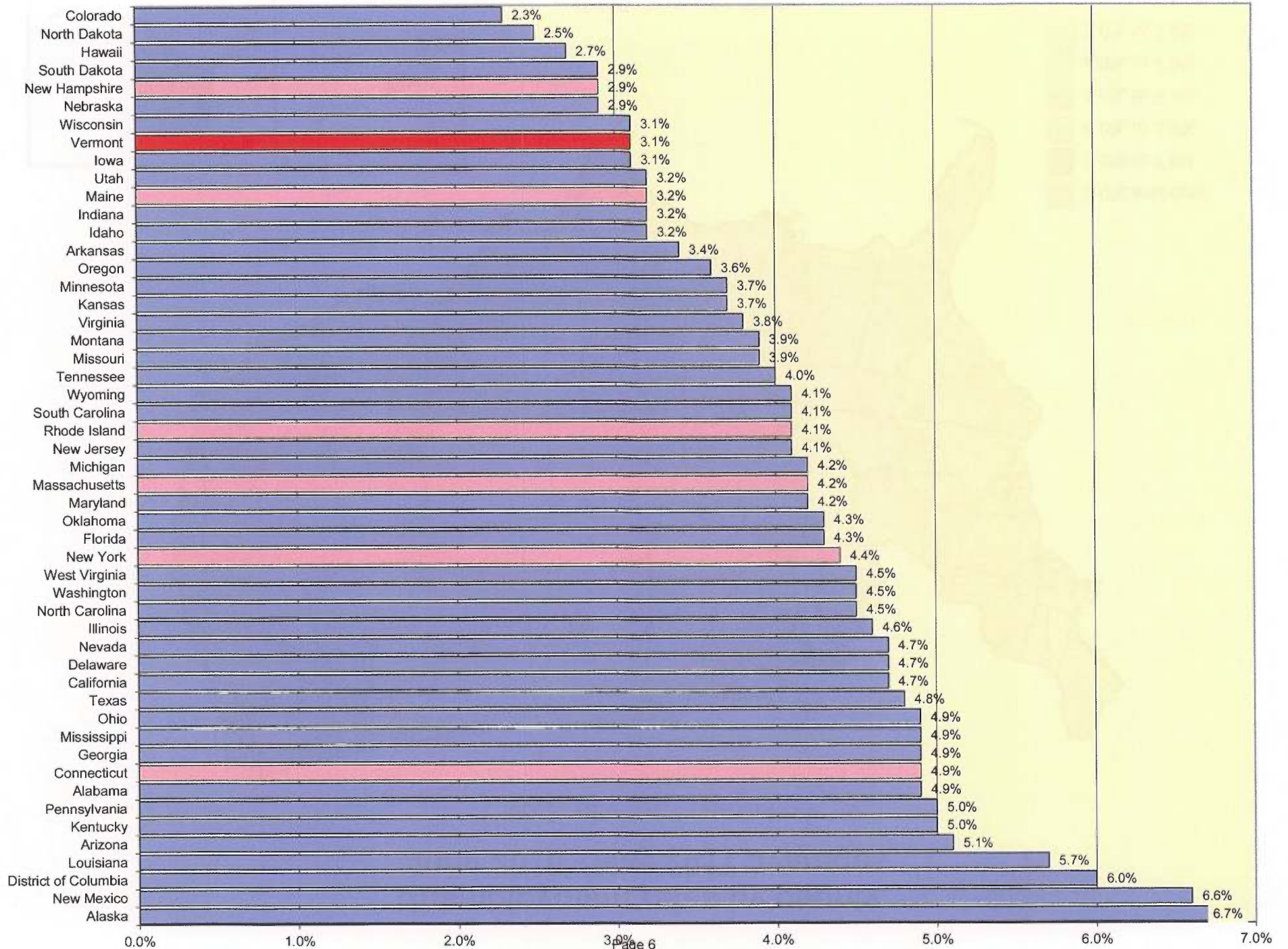
- If the current expansion persists another two years, as currently forecast, it will be longest sustained period of economic growth on record (see chart on preceding page). Part of its legacy, however, will be the very low rates of growth experienced: about 2.1% per year real U.S. GDP growth and average employment growth of about 1.6% - vs rates of about 3.6% and 2.2%, respectively, during the longest prior (and current duration record) period from March of 1991 to March of 2001.
- As any economic expansion ages, however, the risks of a downturn become heightened. Although there do not appear to be imbalances in the economy now that would precipitate a near term economic decline (within the 2 year statutory forecast horizon), the consensus macroeconomic forecast that forms the basis of the longer term (non-statutory) revenue forecasts detailed in Appendix A, now calls for a slowing of growth, though not a recession, in 2020 and 2021, with most revenue impacts concentrated in FY21.
- Labor markets continue to tighten, with U.S. and Vermont unemployment rates continuing to drop. The New England unemployment rate, however, has risen slightly since the start of the year, increasing from 3.6% in January to 4.1% in May. This is entirely the result of increases in Connecticut, which went from 4.4% to 4.9% during the same period, and Massachusetts, which went from 3.2% to 4.2%, after briefly registering a (statistically questionable) rate below that of Vermont at the end of 2016. The chart on the following page illustrates state unemployment rate rankings, and the maps on subsequent pages show all U.S. counties and New England town unemployment rates for the most recent 12 month period.

SHENEMAN



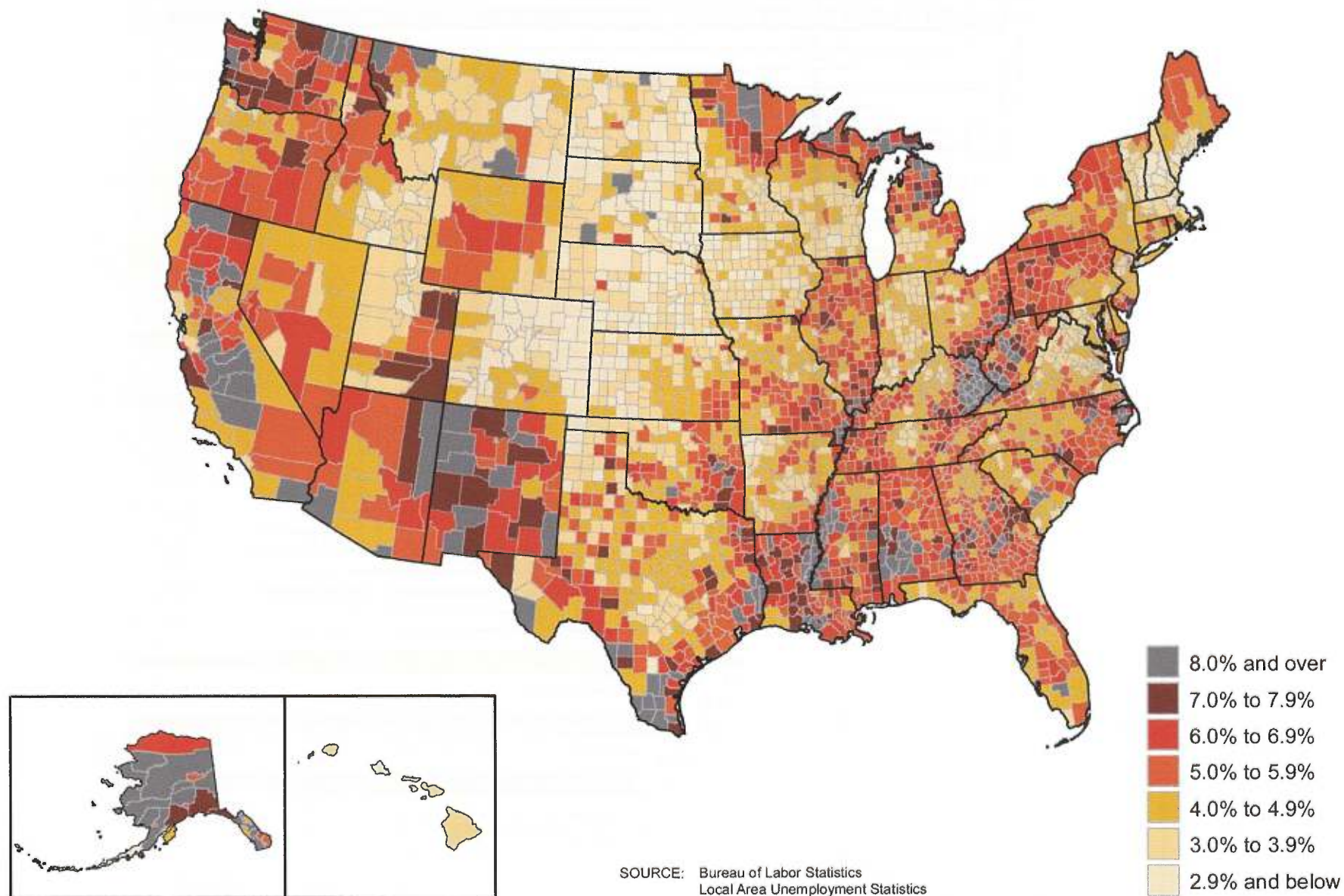
Unemployment Rate by State - May 2017

Seasonally Adjusted Data, Source: U.S. Bureau of Labor Statistics



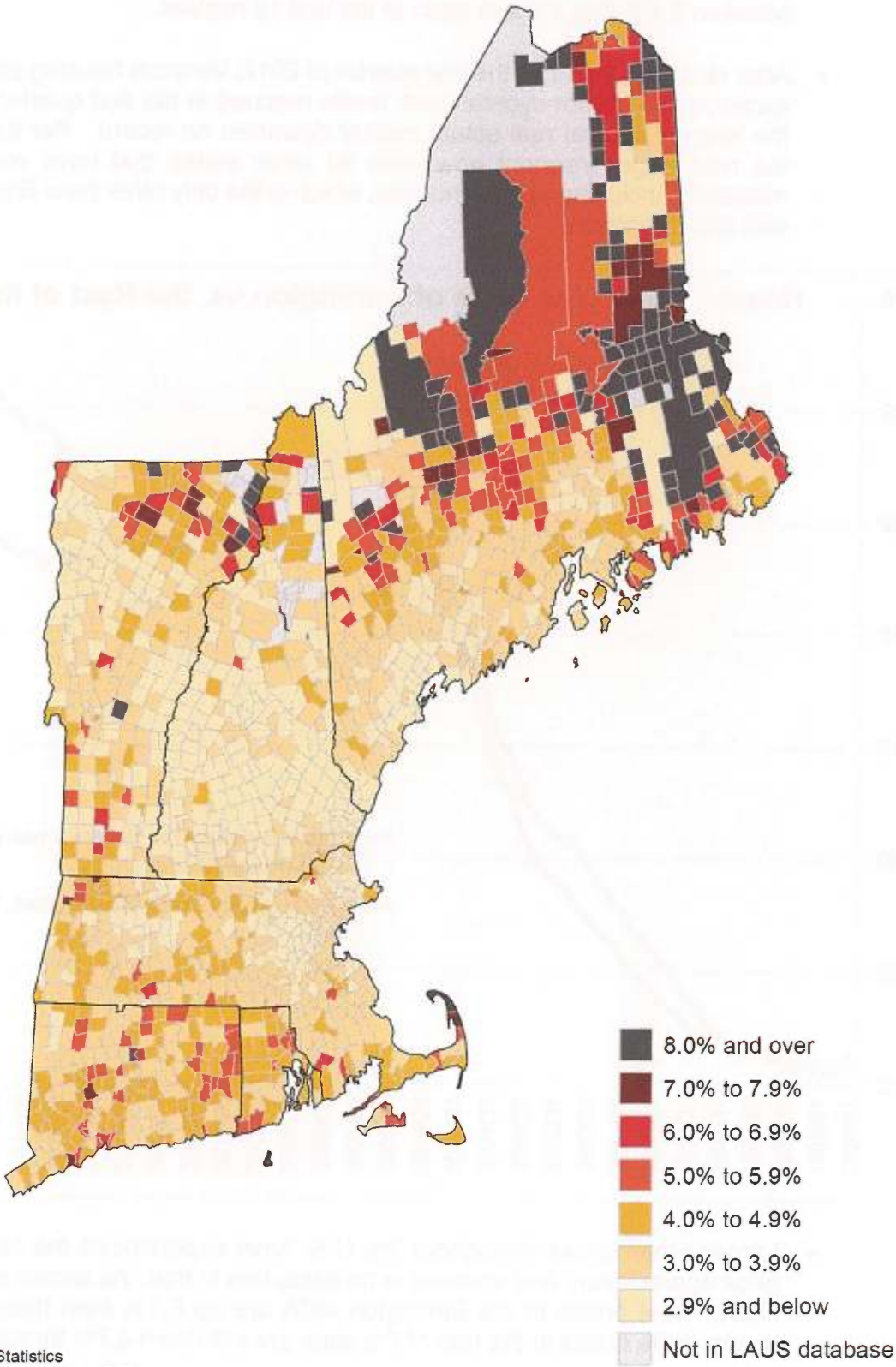
Unemployment rates by county, June 2016 - May 2017 averages

(U.S. rate = 4.7 percent)



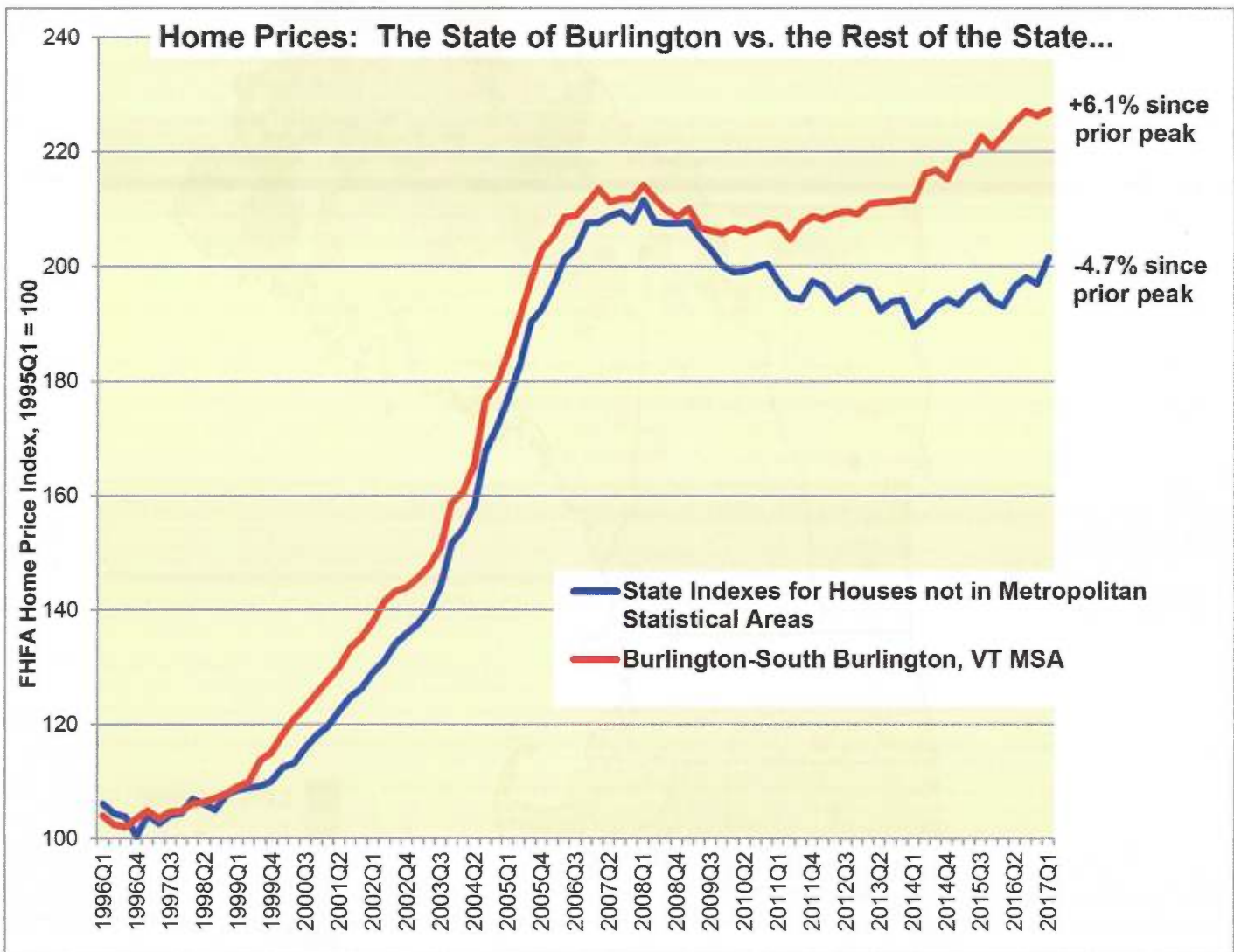
Unemployment rates in New England by Minor Civil Division, June 2016 – May 2017 averages

(U.S. rate = 4.7 percent)



SOURCE: Bureau of Labor Statistics
Local Area Unemployment Statistics

- Vermont is currently tied with Wisconsin and Iowa for the 7th lowest unemployment rate in the nation, at a seasonally adjusted monthly rate of 3.1% in May, the latest period for which data are available. In New England, Vermont has the second lowest rate, after New Hampshire, which has posted a rate between 2.7% and 2.9% in each of the last 18 months.
- After nine long years, in the first quarter of 2017, Vermont housing prices finally exceeded their prior cyclical peak levels reached in the first quarter of 2008 – the longest cyclical real estate market downturn on record. Per the chart on the next page, Vermont now joins 30 other states that have reached this milestone, including Massachusetts, which is the only other New England state with this distinction.

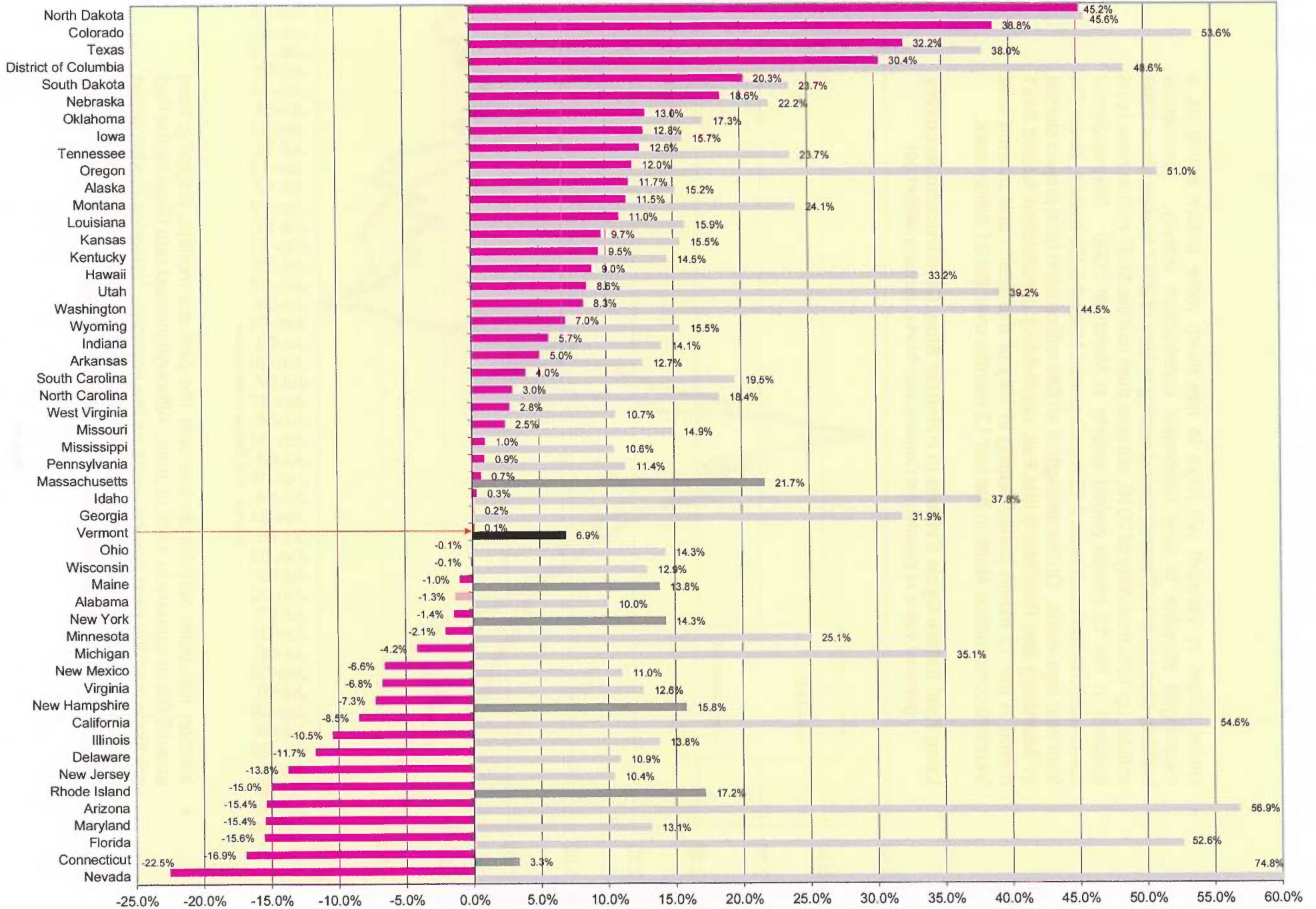


- Larger urban areas throughout the U.S. have experienced the fastest home price appreciation, and Vermont is no exception to this. As shown in the above chart, home prices in the Burlington MSA are up 6.1% from their prior peak levels, while prices in the rest of the state are still down 4.7% through 2017Q1.

Real Estate Update: Housing Values Relative to Last Peak (pink) and Trough (grey)

Percent Change, 2017Q1 vs. Peak Price by State Reached Between 2005Q3 and 2009Q2 - Pink and 2017Q1 vs. Trough Price Reached Between 2009Q3 and 2017Q1 - Grey

Source: FHFA Home Price Index



- Home prices in Vermont will have to rise much more before acting as a meaningful stimulus to new residential construction activity. Residential building starts in the 12 month period ending in May of 2017 totaled about \$296 million, up 13% from May of 2016, but less than half the \$697 million peak level reached in the 12 month period ending in March of 2006. Nonresidential construction in the most recent 12 month period totaled \$336 million, down 7% from year ago levels. On the strength of an \$80 million wind farm project started in Searsburg and Readsboro last Fall, nonbuilding construction totaled \$441 million in the 12 month period ending in May of this year - and pushed total Vermont construction starts in the last 12 months over the \$1 billion mark.

Long Real Estate Cycle Evident in Painfully Slow Construction Recovery (Indexed Value of Residential Construction Starts, January 1996=1.00)



- Inflation has been surprisingly low over the past six months, dropping from about 2.8% in January to 1.6% in June. Although interest rate hikes by the Fed are likely over the next several years as the economy continues to strengthen and labor markets recover, the relatively low current rates of inflation provide the Fed with considerable latitude with respect to timing. It would not be

surprising to see planned rate hikes delayed if job growth lags, labor force participation does not increase, wages remain stagnant and inflation is at or under 2%.

Flexibility for the Fed: Inflation Remains Tame

(Consumer Price Index - Urban, All Items, Percent Change vs. Year Ago)



- Although markets have been remarkably calm throughout the tumult of the first six months of the Trump Administration, the primary macroeconomic forecast risks are still associated with potential policy mistakes and related institutional conflict that may occur under the new Administration. There is still a wide gap of uncertainty between what has been said and what may actually be implemented in a number of key policy areas. While possible that some of the more extreme Trump proposals will be tempered by legislative processes and the realities of governing, there remains the risk that erratic talk will turn into erratic policies and/or erratic implementation of policies with negative economic impacts.

State Revenues

- The extreme volatility inherent in the State's reliance on Personal Income, Corporate and Estate taxes was on display in FY17, with fiscal year-end revenues in Corporate exceeding expectations, despite an 18% decline from the previous fiscal year (along with large pending refunds), disappointing

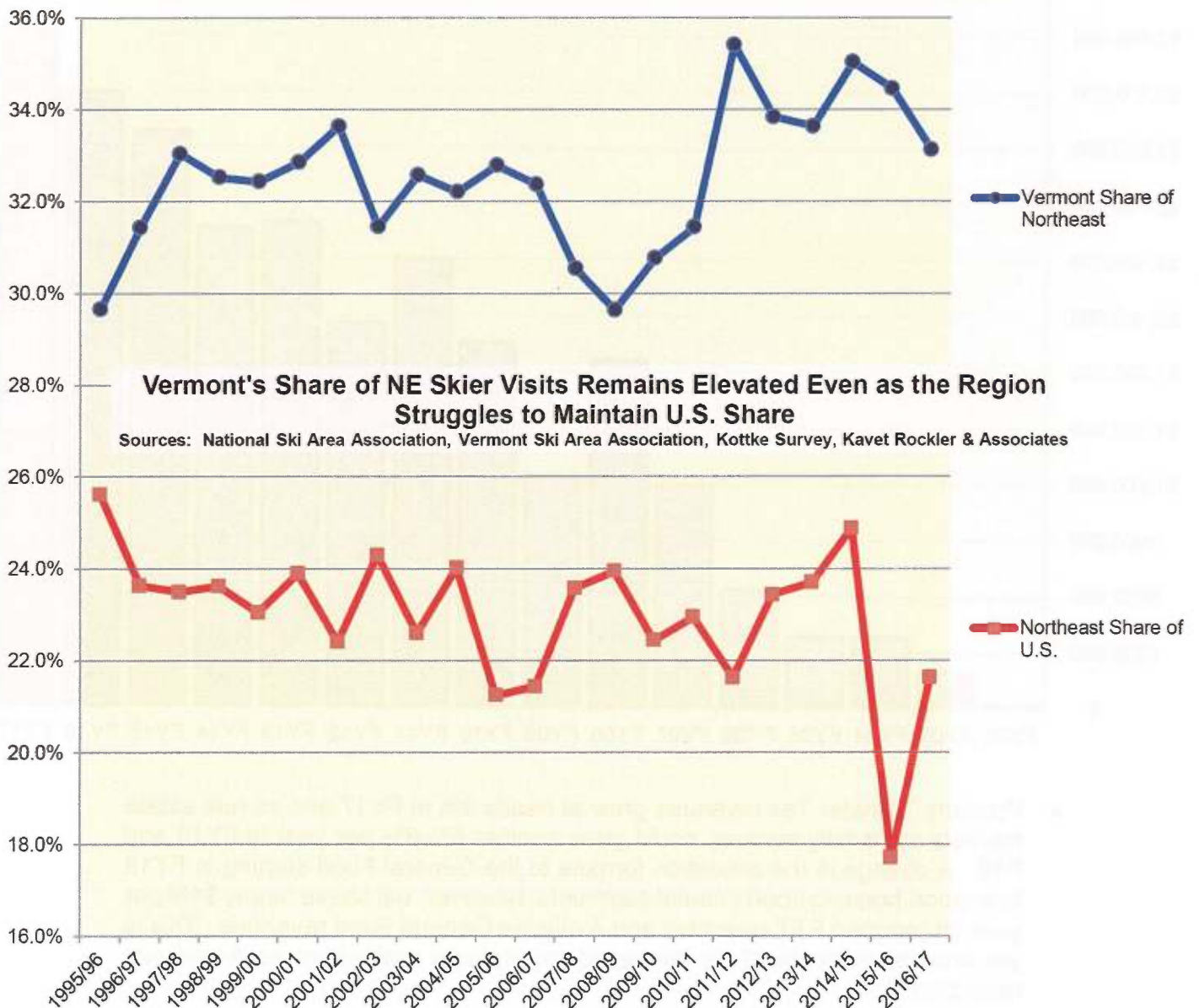
Personal Income paid returns in April, and nearly \$5 million in fourth quarter Estate tax collections that brought the fiscal year total to within about a half a million of the \$17.3 million target for this tax.

- Despite the pending Corporate tax refunds of about \$16 million likely to be paid in FY18, corporate profits remain strong and increasingly diverse. The switch to unitary taxation in FY2006 has led to a broader tax base that is less reliant on in-state businesses. While there are still some statutory changes affecting apportionment that could lead to fairer treatment of service-based firms, and probably result in additional revenue, the corporate tax base is now approaching \$90 to \$100 million per year. Although this could still swing by plus or minus \$30-\$40 million in any given year, it is a much larger and more stable core tax base than that prior to unitary taxation.



- Personal Income taxes lagged FY17 expectations at the federal level and in many states, due to expectations of possible lower tax rates in tax year 2017 and beyond that led to deferred capital gains realizations in the prior tax year. While this may generate additional revenue in FY18, uncertainty regarding federal tax law changes and the timing and magnitude of any such changes will affect any such rebound. Current projections assume 3.6% growth in FY18 Personal Income revenues and 3.1% growth in FY19.
- Sales & Use tax revenues were disappointing in FY17, with 1.6% year over year growth – slightly below even the 1.9% rate of inflation over the same period. With several large internet retailers now remitting sales taxes for the first full year in FY18 and enhanced Use tax compliance, Sales & Use receipts could grow by more than 3.5% next year and about 2.5% in FY19. Longer term growth prospects for this large revenue source, however, will still be dampened by both tax avoidance and an aging population that spends more on services than taxable goods.

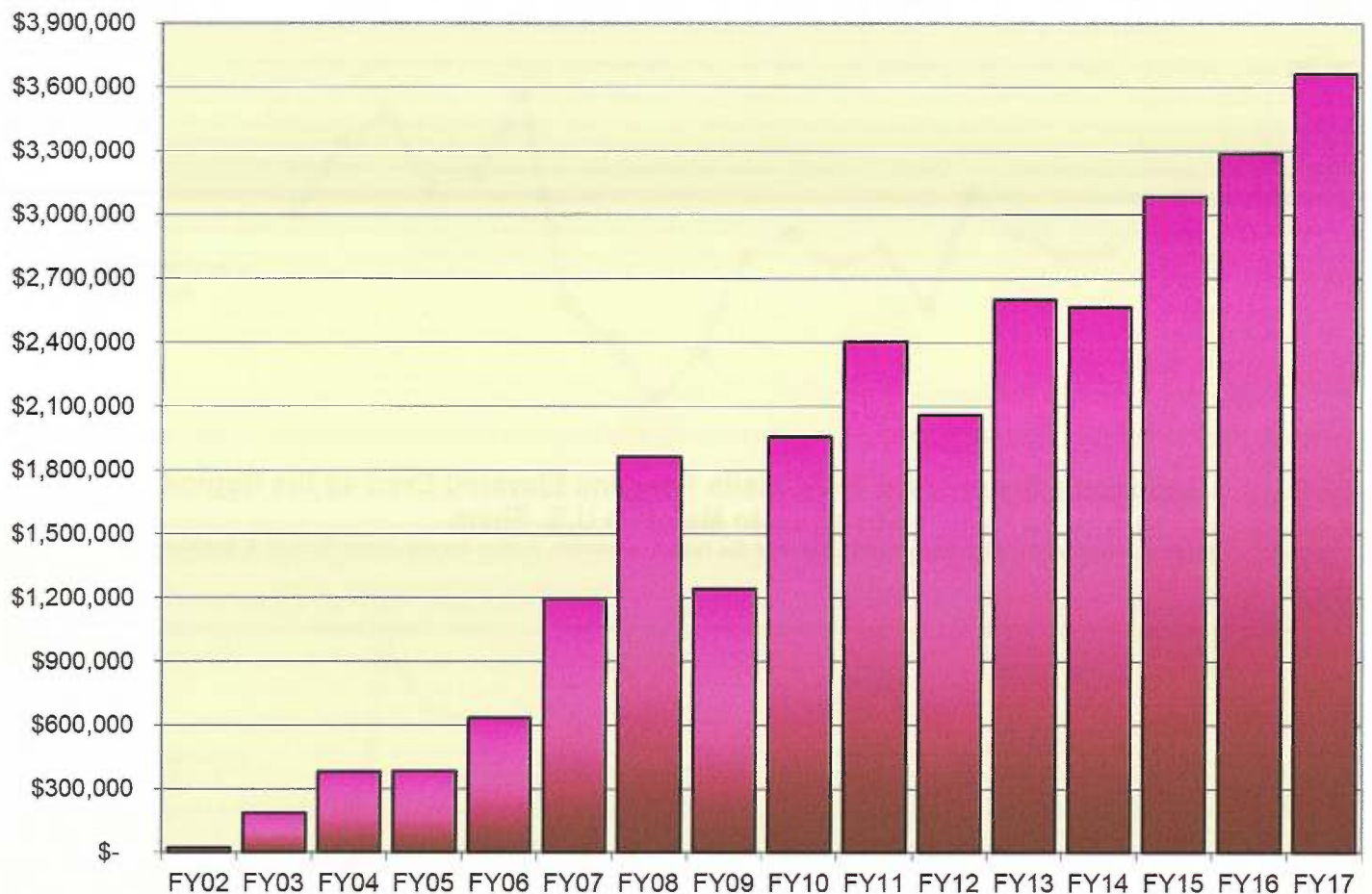
- Meals & Rooms tax receipts will benefit from this same regional demographic trend, with travel and leisure expenditures increasing as a share of total personal consumption expenditures among older and retired populations. Meals & Rooms revenues have rebounded briskly following the Great Recession in all three northern New England states. Following the worst ski season on record in FY16, Vermont revenues increased by 7.3% in FY17. A “normal” winter weather season in FY18, along with a full year of Airbnb payments, should yield revenue gains of 3.5% or more next year, with similar growth expected in FY19. As shown on the chart below, despite the poor FY16 ski season that drove the NE share of total U.S. visitation to an all-time low, Vermont’s share of the NE market remained above 33%. The recent acquisition of two prominent Vermont ski areas by companies with western ski operations and significant marketing clout could position the State to enhance this share further.



- Bank revenues benefitted from a change in the second half of FY17 that required monthly tax payments instead of quarterly. Confusion in the implementation of this new provision, however, will result in additional revenue in both FY17 and FY18, as not all payers responded to the change and monthly payments for some requires estimation of future credits and liabilities. Offsetting this one-time gain across two fiscal years, are steadily increasing tax expenditures that reduce Bank revenues before they are reported. These “invisible” expenditures have expanded to more than \$3.6 million in FY17 and are soon expected to top \$4 million per year – more than 35% of all Bank revenues.

Ever-Expanding Tax Expenditures Reduce Reported Bank Revenues by More Than \$3.6M in FY17

Development Subsidy Tax Credits Applied Against Bank Revenues, Sources: Vermont Tax Department, JFO



- Property Transfer Tax revenues grew at nearly 9% in FY17 and as real estate markets more fully recover, could grow another 5%-8% per year in FY18 and F19. A change in the allocation formula to the General Fund starting in FY18 to support housing bond interest payments, however, will shave nearly \$1M per year off reported PTT revenues and Available General Fund revenues. This is yet another example of an increased expenditure embedded as a revenue reduction.

- The Telephone Property tax has been significantly downgraded due to aggressive depreciation being taken by some of the largest payers and statutory ambiguity regarding such depreciation and the applicability of the tax to wireless and VoIP providers. Without statutory clarification, this revenue source will likely be between about \$1.5 to \$2.5 million per year lower than previously forecast.
- Transportation Fund revenues ended FY17 about 1.2% below target (-\$3.3M), due to much lower than expected yields from recent fee increases and other revenue-enhancement measures, and erratic diesel revenues – which are not unusual. Motor Fuel tax receipts were within about one-half of one percent of targets, as were Motor Vehicle Purchase and Use tax revenues, however, slightly lower future gasoline demand along with continued low gas prices will cause Motor Fuel receipts to decline 0.1% in FY18 and 0.4% in FY19. In no year in the entire forecast period (two years or five) are Transportation Fund revenues expected to even keep pace with inflation.



- The U.S. and Vermont macroeconomic forecasts upon which the revenue forecasts in this Update are based are summarized in Tables A and B at the end of this report, and represent a consensus JFO and Administration forecast developed using internal JFO and Administration State economic models with input from Moody's Analytics June 2017 projections and other major forecasting entities, including the Federal Reserve, EIA, CBO, IMF, The Conference Board and other private forecasting firms.
- Due to the reduced availability of forecasts from the New England Economic Partnership (NEEP), State consensus macroeconomic forecasts were developed using a State on-line modeling capability provided by Moody's

Analytics. This forecasting capability allows timely, customized state forecasts with modeling capabilities similar to the prior NEEP capability.

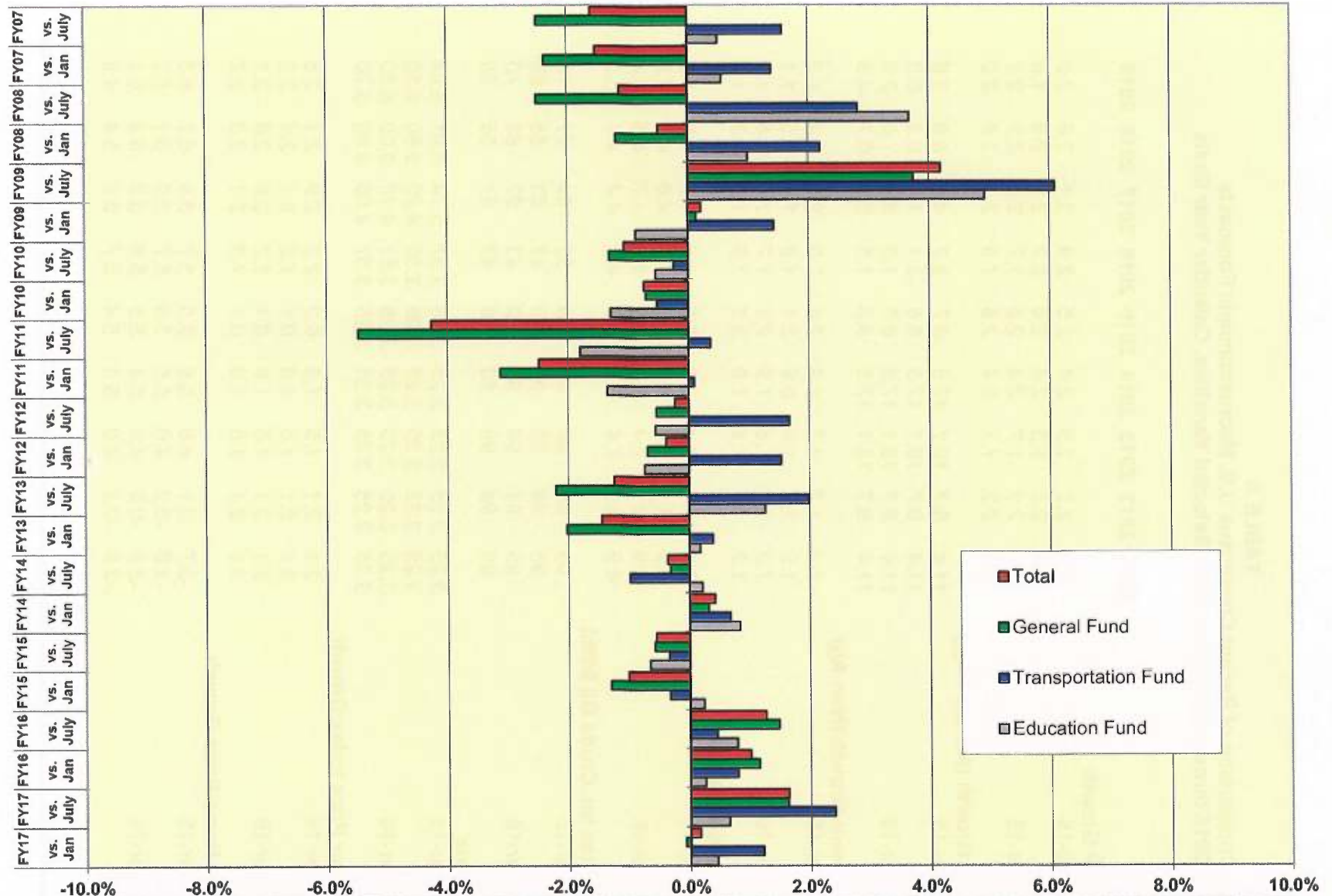
- Five-year revenue projections are included in Appendix A, following Tables A and B at the end of this report. Although these are not required by statute, they have been requested by both the JFO and Administration for several years for longer term planning purposes. During the 2015 legislative session, there was considerable misinformation and confusion regarding the role these longer term projections played in the recent (though not new) discussions of structural budget deficits. As a result of this, these tables are now published on a regular basis, so as to provide clarity with respect to longer term revenue potential and expectations. As illustrated in these tables, and consistent with virtually all past projections, longer term revenue growth from the mix and structure of the taxes in the three funds analyzed herein is unlikely to keep pace with recent levels of expenditure growth, at current law tax rates.
- Forecast versus actual revenue variance data for the most recent eleven years are illustrated in the chart on the following page. The below table summarizes the same data since FY2001. As would be expected, January projections are generally more accurate than July – though not always. Since fiscal year 2001, there have been 34 regular Consensus forecasts (January and July for each year) for each of the three major funds (General Fund, Transportation Fund and Education Fund) for a total of 102 observations. Over this seventeen year period, there have been 48 variances that were low (under-forecast actuals) and 54 variances that were high (over-forecast actuals). The average absolute value of the variance for these 16 years was about 1.8% for total revenues across all three major funds, with the lowest variance (1.4%) in the Education Fund, due to its reliance on relatively stable consumption taxes, and the highest variance (2.4%) in the General Fund, due to its reliance on more volatile revenue sources such as Personal Income, Corporate and Estate taxes.

**AVERAGE ABSOLUTE VALUE OF FORECAST VS. ACTUAL VARIANCE
(FY2001 to FY2017)**

Fund	Forecast Period		
	January	July	All Periods
Education Fund	0.9%	1.9%	1.4%
Transportation Fund	1.2%	1.9%	1.5%
General Fund	1.8%	3.0%	2.4%
Total	1.3%	2.2%	1.8%

Vermont Consensus Revenue Forecasting Record

(Forecast Percent Variance from Actual, FY2007 to FY2017 - Source: Joint Fiscal Office)



	FY17	FY17	FY16	FY16	FY15	FY15	FY14	FY14	FY13	FY13	FY12	FY12	FY11	FY11	FY10	FY10	FY09	FY09	FY08	FY08	FY07	FY07
	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July	vs. Jan	vs. July
Total	0.2%	1.6%	1.0%	1.3%	-1.0%	-0.6%	0.4%	-0.4%	-1.4%	-1.2%	-0.4%	-0.2%	-2.5%	-4.3%	-0.7%	-1.1%	0.2%	4.2%	-0.5%	-1.1%	-1.5%	-1.6%
General Fund	-0.1%	1.6%	1.1%	1.5%	-1.3%	-0.6%	0.3%	-0.3%	-2.0%	-2.2%	-0.7%	-0.5%	-3.1%	-5.5%	-0.7%	-1.3%	0.1%	3.7%	-1.2%	-2.5%	-2.4%	-2.5%
Transportation Fund	1.2%	2.4%	0.8%	0.4%	-0.3%	-0.3%	0.7%	-1.0%	0.4%	2.0%	1.5%	1.7%	0.1%	0.4%	-0.5%	-0.2%	1.4%	6.1%	2.2%	2.8%	1.4%	1.6%
Education Fund	0.4%	0.6%	0.3%	0.8%	0.2%	-0.7%	0.8%	0.2%	0.2%	1.3%	-0.7%	-0.6%	-1.3%	-1.8%	-1.3%	-0.5%	-0.9%	4.9%	1.0%	3.7%	0.6%	0.5%

TABLE A
Comparison of Recent Consensus U.S. Macroeconomic Forecasts
June 2015 through December 2016, Selected Variables, Calendar Year Basis

	2011	2012	2013	2014	2015	2016	2017	2018	2019
Real GDP Growth									
December-15	1.6	2.2	1.5	2.4	2.5	2.9	3.1	2.8	2.2
June-16	1.6	2.2	1.5	2.4	2.4	2.2	2.9	2.6	1.8
December-16	1.6	2.2	1.7	2.4	2.6	1.7	2.9	3.1	2.2
June-17	1.6	2.2	1.7	2.4	2.6	1.6	2.3	2.6	2.2
S&P 500 Growth (Annual Avg.)									
December-15	11.4	8.7	19.1	17.5	-0.7	2.7	4.8	6.9	5.6
June-16	11.4	8.7	19.1	17.5	6.8	-2.1	1.5	0.2	0.5
December-16	11.4	8.7	19.1	17.5	6.8	1.5	5.4	-1.6	-2.0
June-17	11.4	8.7	19.1	17.5	6.8	1.5	5.4	-0.7	-4.5
Employment Growth (Non-Ag)									
December-15	1.2	1.7	1.7	1.9	2.1	2.0	2.0	1.9	1.2
June-16	1.2	1.7	1.6	0.9	2.1	1.8	1.8	1.5	1.1
December-16	1.2	1.7	1.6	1.9	2.1	1.7	1.6	1.6	1.3
June-17	1.2	1.7	1.6	1.9	2.1	1.8	1.5	1.3	1.2
Unemployment Rate									
December-15	8.9	8.1	7.4	6.2	5.3	4.8	4.7	4.9	5.0
June-16	8.9	8.1	7.4	6.2	5.3	4.7	4.6	4.5	4.6
December-16	8.9	8.1	7.4	6.2	5.3	4.9	4.7	4.5	4.4
June-17	8.9	8.1	7.4	6.2	5.3	4.9	4.4	4.1	3.9
West Texas Int. Crude Oil \$/Bbl									
December-15	95	94	98	93	49	55	64	71	76
June-16	95	94	98	93	49	43	53	55	69
December-16	95	94	98	93	49	43	57	63	70
June-17	95	94	98	93	49	43	51	55	60
Prime Rate									
December-15	3.25	3.25	3.25	3.25	3.26	3.97	5.74	6.91	6.84
June-16	3.25	3.25	3.25	3.25	3.26	3.50	4.20	5.50	6.50
December-16	3.25	3.25	3.25	3.25	3.26	3.51	4.10	5.00	6.50
June-17	3.25	3.25	3.25	3.25	3.26	3.51	4.08	4.80	5.70
Consumer Price Index Growth									
December-15	3.1	2.1	1.5	1.6	0.2	2.2	2.9	3.1	2.8
June-16	3.1	2.1	1.5	1.6	0.1	1.2	2.1	2.4	2.6
December-16	3.1	2.1	1.5	1.6	0.1	1.2	2.6	2.8	3.1
June-17	3.1	2.1	1.5	1.6	0.1	1.3	2.1	2.3	2.7
Average Home Price Growth									
December-15	-3.7	-0.1	4.0	5.6	5.5	5.7	5.9	6.1	6.6
June-16	-3.8	-0.2	4.0	5.5	5.6	5.7	5.9	6.1	6.2
December-16	-3.9	-0.2	4.0	5.4	5.5	5.6	5.9	6.3	6.1
June-17	-3.9	-0.2	4.0	5.3	5.4	5.7	5.2	5.4	4.8

TABLE B
Comparison of Consensus Administration and JFO Vermont State Forecasts
June 2014 through December 2016, Selected Variables, Calendar Year Basis

	2011	2012	2013	2014	2015	2016	2017	2018	2019
Real GSP Growth									
December-14	2.2	1.1	1.9	1.0	3.3	3.6	2.8	1.9	1.8
June-15	2.2	1.1	1.9	1.2	2.4	3.0	2.6	2.1	1.7
December-15	2.8	0.4	-0.3	0.6	2.2	2.8	2.4	2.0	1.6
June-16	2.9	0.6	-0.9	0.3	-0.1	1.9	2.3	1.7	1.2
December-16	2.8	0.0	-0.4	1.5	0.2	1.8	2.4	2.0	1.5
June-17	2.4	-0.2	-0.2	0.3	0.9	0.8	1.1	1.3	0.8
Population Growth									
December-14	0.1	0.0	0.1	0.0	0.1	0.2	0.3	0.2	0.2
June-15	0.1	0.0	0.1	0.0	0.1	0.2	0.3	0.2	0.2
December-15	0.1	-0.1	0.1	-0.1	-0.1	0.2	0.2	0.3	0.3
June-16	0.1	-0.0	0.1	-0.1	-0.1	0.1	0.2	0.3	0.3
December-16	0.1	-0.1	0.1	-0.0	-0.1	-0.2	0.2	0.2	0.2
June-17	0.1	-0.1	0.1	-0.0	-0.1	-0.2	0.1	0.1	0.2
Employment Growth									
December-14	0.8	1.3	0.5	1.0	1.6	1.9	1.3	0.7	0.4
June-15	0.9	1.3	0.8	1.0	1.7	1.9	1.8	1.3	0.8
December-15	0.9	1.3	0.8	1.0	1.6	1.7	1.8	1.6	1.0
June-16	0.9	1.3	0.7	0.9	0.9	1.6	1.7	1.5	1.1
December-16	0.9	1.3	0.7	0.9	0.9	1.6	1.7	1.5	1.2
June-17	0.9	1.2	0.7	1.0	0.8	0.3	0.9	1.0	0.8
Unemployment Rate									
December-14	5.6	4.9	4.4	3.7	3.5	3.2	2.9	2.8	2.9
June-15	5.5	4.9	4.4	4.1	3.6	3.2	2.9	2.8	3.0
December-15	5.5	4.9	4.4	4.1	3.7	3.4	3.3	3.2	3.3
June-16	5.5	4.9	4.4	4.0	3.7	3.3	3.2	3.1	3.2
December-16	5.5	4.9	4.4	4.0	3.7	3.2	3.1	3.0	3.0
June-17	5.5	4.9	4.4	3.9	3.6	3.3	3.1	3.0	3.0
Personal Income Growth									
December-14	7.1	3.7	2.9	3.8	5.1	5.4	4.7	4.4	4.1
June-15	7.2	3.4	2.5	4.0	4.8	5.2	4.7	4.4	3.9
December-15	6.8	3.6	1.4	3.5	4.5	5.1	4.6	4.6	3.7
June-16	6.8	3.6	1.4	3.5	3.0	3.3	4.1	4.2	3.4
December-16	6.3	3.3	1.7	3.3	2.9	3.0	3.4	3.7	3.4
June-17	6.3	3.3	1.7	3.3	2.9	3.3	2.4	2.1	2.7
Home Price Growth (JFO)									
December-14	-0.6	0.5	0.2	0.9	2.1	2.7	3.4	4.1	4.8
June-15	-0.7	0.4	0.2	0.7	2.3	2.8	3.4	4.1	4.8
December-15	-0.8	0.4	0.1	0.7	2.5	2.9	3.4	4.1	4.8
June-16	-0.8	0.4	0.1	0.6	2.2	2.3	3.0	3.8	4.4
December-16	-0.8	0.4	0.1	0.5	1.9	1.4	2.4	3.1	3.7
June-17	-0.8	0.3	0.1	0.3	2.0	1.4	2.6	3.1	3.7

Methodological Notes and Other Comments

- This analysis has benefited significantly from the input and support of Tax Department and Joint Fiscal Office personnel, as well as Deb Brighton of Ad Hoc Associates. In the Joint Fiscal Office, Sara Teachout, Theresa Utton-Jermaine, Stephanie Barrett, Dan Dickerson, Catherine Benham, Neil Schickner, Chloe Wexler and Mark Perrault have contributed to numerous policy and revenue impact analyses and coordinated JFO forecast production and related legislative committee support functions. They have also painstakingly organized and updated large tax and other databases in support of JFO revenue forecasting activities. In the Tax Department, Sharon Asay, Mary Cox, Rebecca Sameroff, Jake Feldman, Andrew Stein and Doug Farnham provided important analytic contributions to many tax and revenue forecasts, including tax law change analyses and statistical and related background information associated with the detailed tax databases they maintain. Our thanks to all of the above for their many contributions to this analysis.
- The analysis in support of JFO economic and revenue projections are based on statistical and econometric models, and professional analytic judgment. All models are based on 40 years of data for each of the 25 General Fund categories (three aggregates), 37 years of data for most of the Transportation Fund categories (one aggregate), and 18 to 40 years for each of the Education Fund categories. The analyses employed includes seasonal adjustment using U.S. Census Bureau X-12, X-13-ARIMA-SEATS and TRAMO-SEATS methods, various moving average techniques (such as Henderson Curves, etc.), Box-Jenkins ARIMA type models, pressure curve analysis, comparable-pattern analysis of monthly, quarterly and half year trends for current year estimation, and behavioral econometric forecasting models.
- Because the State does not currently fund an internal State or U.S. macro-economic model, this analysis relies primarily on macroeconomic models from Moody's Analytics and, when available, the New England Economic Partnership (NEEP). The NEEP forecast for Vermont is managed by Jeff Carr, of Economic & Policy Resources, Inc., who is also the current Administration economist. Since October of 2001, input and review of initial Vermont NEEP model design and output prior to its release has been provided by the Joint Fiscal Office through KRA. In this forecast cycle, consensus macroeconomic State forecasts were developed using a customized Moody's on-line Vermont model. Dynamic and other input/output-based models for the State of Vermont, including those from Regional Economic Models, Inc. (REMI), Regional Dynamics, Inc. (REDYN), and IMPLAN are also maintained and managed by the JFO and KRA for use in selected economic impact and simulation analyses used herein.
- The Consensus JFO and Administration forecasts are developed following discussion, analysis and synthesis of independent revenue projections, econometric models and source data produced by Administration and Joint Fiscal Office economic advisors.

**TABLE 1A - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
SOURCE GENERAL FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

SOURCE G-FUND

revenues are prior to all E-Fund allocations
and other out-transfers; used for
analytic and comparative purposes only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE														
Personal Income	\$660.6	10.7%	\$671.1	1.6%	\$705.9	5.2%	\$747.0	5.8%	\$756.5	1.3%	\$784.0	3.6%	\$808.1	3.1%
Sales & Use*	\$346.8	1.4%	\$353.6	2.0%	\$364.6	3.1%	\$370.7	1.7%	\$376.7	1.6%	\$390.9	3.8%	\$400.3	2.4%
Corporate	\$95.0	10.5%	\$94.8	-0.1%	\$121.9	28.5%	\$117.0	-4.0%	\$95.8	-18.1%	\$80.8	-15.6%	\$97.6	20.8%
Meals and Rooms	\$134.8	6.2%	\$142.7	5.9%	\$150.8	5.7%	\$154.2	2.2%	\$165.3	7.3%	\$171.1	3.5%	\$176.9	3.4%
Cigarette and Tobacco**	\$74.3	-7.2%	\$71.9	-3.3%	\$76.8	6.7%	\$80.7	5.2%	\$76.7	-5.0%	\$75.0	-2.2%	\$73.3	-2.4%
Liquor	\$17.0	3.4%	\$17.7	4.0%	\$18.2	2.9%	\$18.3	0.8%	\$19.1	4.4%	\$19.6	2.5%	\$20.2	3.1%
Insurance	\$55.0	-2.3%	\$57.1	3.7%	\$55.3	-3.1%	\$56.2	1.7%	\$57.0	1.3%	\$58.0	1.8%	\$58.7	1.2%
Telephone	\$9.4	-2.6%	\$9.1	-2.9%	\$7.7	-14.9%	\$3.2	-59.2%	\$5.7	80.6%	\$5.0	-12.4%	\$4.4	-12.0%
Beverage	\$6.2	3.3%	\$6.4	3.6%	\$6.7	4.2%	\$6.7	0.6%	\$6.9	2.9%	\$7.1	2.9%	\$7.3	2.8%
Electric***	\$8.9	204.5%	\$13.1	46.9%	\$9.4	-28.2%	\$0.0	-100.0%	\$0.0	NM	\$0.0	NM	\$0.0	NM
Estate	\$15.4	15.4%	\$35.5	131.0%	\$9.9	-72.2%	\$12.5	26.5%	\$16.7	33.3%	\$18.4	10.4%	\$19.3	4.9%
Property	\$28.5	18.3%	\$30.9	8.5%	\$33.6	8.6%	\$35.7	6.2%	\$38.8	8.7%	\$41.8	7.7%	\$44.2	5.7%
Bank	\$10.7	0.2%	\$11.0	2.7%	\$10.7	-2.0%	\$10.7	-0.6%	\$13.2	24.0%	\$11.8	-10.9%	\$11.1	-5.9%
Other Tax	\$1.8	42.9%	\$1.9	9.6%	\$2.0	4.5%	\$1.8	-9.0%	\$2.2	18.0%	\$2.3	5.8%	\$2.5	8.7%
Total Tax Revenue	\$1464.3	6.7%	\$1517.0	3.6%	\$1573.5	3.7%	\$1614.8	2.6%	\$1630.5	1.0%	\$1665.8	2.2%	\$1723.9	3.5%
Business Licenses	\$2.8	-8.0%	\$1.1	-61.4%	\$1.1	0.2%	\$1.1	-1.6%	\$1.2	16.8%	\$1.3	4.4%	\$1.3	2.3%
Fees	\$21.4	2.2%	\$20.6	-3.4%	\$22.1	7.0%	\$23.0	4.2%	\$48.5	110.8%	\$49.8	2.8%	\$51.0	2.4%
Services	\$2.5	8.3%	\$1.3	-47.3%	\$1.5	12.5%	\$2.8	86.6%	\$3.0	7.9%	\$3.1	3.0%	\$3.1	1.0%
Fines	\$4.7	-35.9%	\$3.6	-24.2%	\$3.5	-3.1%	\$3.7	5.5%	\$4.4	21.0%	\$3.5	-20.9%	\$3.6	2.9%
Interest	\$0.6	26.3%	\$0.2	-59.2%	\$0.3	40.4%	\$0.7	130.6%	\$1.5	111.5%	\$2.2	43.8%	\$2.9	31.5%
Special Assessments	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Lottery	\$22.9	2.7%	\$22.6	-1.6%	\$22.8	0.8%	\$26.4	16.1%	\$25.5	-3.3%	\$25.3	-0.9%	\$25.6	1.2%
All Other****	\$1.7	93.1%	\$1.3	-24.0%	\$1.0	-20.4%	\$1.3	25.9%	\$2.9	128.5%	\$1.1	-62.2%	\$1.2	9.1%
Total Other Revenue	\$56.6	-1.2%	\$50.7	-10.4%	\$52.2	3.0%	\$58.9	12.9%	\$87.104	47.9%	\$86.325	-0.9%	\$88.8	2.8%
TOTAL GENERAL FUND	\$1520.9	6.4%	\$1567.6	3.1%	\$1625.7	3.7%	\$1673.7	2.9%	\$1717.7	2.6%	\$1752.2	2.0%	\$1812.7	3.5%

* Includes Telecommunications Tax; includes \$3.76M transfer in FY08 to the T-Fund for prior years Jet Fuel tax processing error.

** Includes Cigarette, Tobacco Products and Floor Stock tax revenues.

*** Reflects closure of Vermont Yankee in December of 2014, taxed per Act 143 of 2012 effective in FY13; Stated Electric Energy Tax revenues exclude appropriations to the Clean Energy Development Fund and Education Fund.

**** Excludes \$5 million Vermont Yankee settlement agreement transitional payment in FY2015.

***** Includes \$2.3 million in one-time payments in FY2017 by tax software vendors for errors related to Personal Income tax deduction changes effective in tax year 2015.

**TABLE 1 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE GENERAL FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

CURRENT LAW BASIS

including all Education Fund

allocations and other out-transfers

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%
	<i>(Actual)</i>	<i>Change</i>	<i>(Actual)</i>	<i>Change</i>	<i>(Actual)</i>	<i>Change</i>	<i>(Actual)</i>	<i>Change</i>	<i>(Preliminary)</i>	<i>Change</i>	<i>(Forecast)</i>	<i>Change</i>	<i>(Forecast)</i>	<i>Change</i>
REVENUE SOURCE														
Personal Income	\$660.6	10.7%	\$671.1	1.6%	\$705.9	5.2%	\$747.0	5.8%	\$756.5	1.3%	\$784.0	3.6%	\$808.1	3.1%
Sales and Use*	\$231.2	1.4%	\$229.9	-0.6%	\$237.0	3.1%	\$241.0	1.7%	\$244.9	1.6%	\$254.1	3.8%	\$256.2	0.8%
Corporate	\$95.0	10.5%	\$94.8	-0.1%	\$121.9	28.5%	\$117.0	-4.0%	\$95.8	-18.1%	\$80.8	-15.6%	\$97.6	20.8%
Meals and Rooms	\$134.8	6.2%	\$142.7	5.9%	\$150.8	5.7%	\$154.2	2.2%	\$165.3	7.3%	\$171.1	3.5%	\$176.9	3.4%
Cigarette and Tobacco	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Liquor	\$17.0	3.4%	\$17.7	4.0%	\$18.2	2.9%	\$18.3	0.8%	\$19.1	4.4%	\$19.6	2.5%	\$20.2	3.1%
Insurance	\$55.0	-2.3%	\$57.1	3.7%	\$55.3	-3.1%	\$56.2	1.7%	\$57.0	1.3%	\$58.0	1.8%	\$58.7	1.2%
Telephone	\$9.4	-2.6%	\$9.1	-2.9%	\$7.7	-14.9%	\$3.2	-59.2%	\$5.7	80.6%	\$5.0	-12.4%	\$4.4	-12.0%
Beverage	\$6.2	3.3%	\$6.4	3.6%	\$6.7	4.2%	\$6.7	0.6%	\$6.9	2.9%	\$7.1	2.9%	\$7.3	2.8%
Electric**	\$8.9	204.5%	\$13.1	46.9%	\$9.4	-28.2%	\$0.0	-100.0%	\$0.0	NM	\$0.0	NM	\$0.0	NM
Estate***	\$15.4	15.4%	\$35.5	131.0%	\$9.9	-72.2%	\$12.5	26.5%	\$16.7	33.3%	\$18.4	10.4%	\$19.3	4.9%
Property	\$9.2	16.5%	\$10.0	9.3%	\$10.9	8.7%	\$11.5	6.0%	\$12.6	9.0%	\$12.7	1.2%	\$13.5	6.1%
Bank	\$10.7	0.2%	\$11.0	2.7%	\$10.7	-2.0%	\$10.7	-0.6%	\$13.2	24.0%	\$11.8	-10.9%	\$11.1	-5.9%
Other Tax	\$1.8	42.9%	\$1.9	9.6%	\$2.0	4.5%	\$1.8	-9.0%	\$2.2	18.0%	\$2.3	5.8%	\$2.5	8.7%
Total Tax Revenue	\$1255.0	8.0%	\$1300.3	3.6%	\$1346.4	3.5%	\$1380.1	2.5%	\$1395.7	1.1%	\$1424.9	2.1%	\$1475.8	3.6%
Business Licenses	\$2.8	-8.0%	\$1.1	-61.4%	\$1.1	0.2%	\$1.1	-1.6%	\$1.2	16.8%	\$1.3	4.4%	\$1.3	2.3%
Fees	\$21.4	2.2%	\$20.6	-3.4%	\$22.1	7.0%	\$23.0	4.2%	\$48.5	110.8%	\$49.8	2.8%	\$51.0	2.4%
Services	\$2.5	8.3%	\$1.3	-47.3%	\$1.5	12.5%	\$2.8	86.6%	\$3.0	7.9%	\$3.1	3.0%	\$3.1	1.0%
Fines	\$4.7	-35.9%	\$3.6	-24.2%	\$3.5	-3.1%	\$3.7	5.5%	\$4.4	21.0%	\$3.5	-20.9%	\$3.6	2.9%
Interest	\$0.5	20.5%	\$0.2	-66.6%	\$0.2	51.9%	\$0.6	136.1%	\$1.2	108.2%	\$1.8	53.7%	\$2.4	33.3%
All Other****	\$1.7	93.1%	\$1.3	-24.0%	\$1.0	-20.4%	\$1.3	25.9%	\$2.9	128.5%	\$1.1	-62.2%	\$1.2	9.1%
Total Other Revenue	\$33.5	-3.9%	\$28.0	-16.4%	\$29.4	4.7%	\$32.3	10.1%	\$61.2	89.3%	\$60.6	-1.0%	\$62.7	3.4%
TOTAL GENERAL FUND	\$1288.6	7.7%	\$1328.4	3.1%	\$1375.8	3.6%	\$1412.4	2.7%	\$1457.0	3.2%	\$1485.5	2.0%	\$1538.4	3.6%

* Includes \$2.5M transfer to the T-Fund in FY08 for prior years Jet Fuel tax processing errors; Transfer to the Education Fund increases from 33.3% to 35.0% effective in FY14 and 35.0% to 36.0% effective in FY19.

** Reflects closure of Vermont Yankee in December of 2014, taxed per Act 143 of 2012 effective in FY13;

Stated Electric Energy Tax revenues exclude appropriations to the Clean Energy Development Fund and Education Fund.

*** Excludes transfer to the Higher Education Trust Fund of \$2.4M in FY05, \$5.2M in FY06 and \$11.0M in FY11.

**** Excludes \$5 million Vermont Yankee settlement agreement transitional payment in FY2015.

*****Includes \$2.3 million in one-time payments in FY2017 by tax software vendors for errors related to Personal Income tax deduction changes effective in tax year 2015.

**TABLE 2A - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
SOURCE TRANSPORTATION FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

SOURCE T-FUND

revenues are prior to all E-Fund allocations
and other out-transfers; used for
analytic and comparative purposes only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE														
Gasoline	\$59.9	1.1%	\$76.5	27.6%	\$77.6	1.5%	\$78.0	0.5%	\$78.2	0.2%	\$78.1	-0.1%	\$77.8	-0.4%
Diesel	\$15.6	-2.2%	\$17.2	9.7%	\$19.1	11.5%	\$18.3	-4.4%	\$18.0	-1.7%	\$18.4	2.2%	\$18.7	1.6%
Purchase and Use*	\$83.6	2.0%	\$91.8	9.9%	\$97.3	5.9%	\$100.1	2.9%	\$103.2	3.1%	\$106.3	3.0%	\$109.5	3.0%
Motor Vehicle Fees	\$77.9	5.9%	\$79.0	1.5%	\$80.1	1.4%	\$82.0	2.3%	\$86.2	5.2%	\$88.0	2.1%	\$88.3	0.3%
Other Revenue**	\$19.1	4.2%	\$19.5	2.3%	\$19.7	0.8%	\$19.6	-0.5%	\$19.9	1.8%	\$20.8	4.5%	\$21.1	1.4%
TOTAL TRANS. FUND	\$256.0	2.8%	\$284.0	10.9%	\$293.8	3.5%	\$298.0	1.4%	\$305.5	2.5%	\$311.6	2.0%	\$315.4	1.2%

**TABLE 2 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE TRANSPORTATION FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

CURRENT LAW BASIS

including all Education Fund
allocations and other out-transfers

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE														
Gasoline	\$59.9	1.1%	\$76.5	27.6%	\$77.6	1.5%	\$78.0	0.5%	\$78.2	0.2%	\$78.1	-0.1%	\$77.8	-0.4%
Diesel	\$15.6	-2.2%	\$17.2	9.7%	\$19.1	11.5%	\$18.3	-4.4%	\$18.0	-1.7%	\$18.4	2.2%	\$18.7	1.6%
Purchase and Use*	\$55.7	2.0%	\$61.2	9.9%	\$64.8	5.9%	\$66.8	2.9%	\$68.8	3.1%	\$70.9	3.0%	\$73.0	3.0%
Motor Vehicle Fees	\$77.9	5.9%	\$79.0	1.5%	\$80.1	1.4%	\$82.0	2.3%	\$86.2	5.2%	\$88.0	2.1%	\$88.3	0.3%
Other Revenue**	\$19.1	4.2%	\$19.5	2.3%	\$19.7	0.8%	\$19.6	-0.5%	\$19.9	1.8%	\$20.8	4.5%	\$21.1	1.4%
TOTAL TRANS. FUND	\$228.2	2.9%	\$253.4	11.0%	\$261.4	3.2%	\$264.6	1.2%	\$271.1	2.5%	\$276.2	1.9%	\$278.9	1.0%

OTHER

TIB Gasoline	\$21.2	1.4%	\$19.2	-9.5%	\$18.2	-5.2%	\$13.0	-28.4%	\$12.6	-3.3%	\$12.5	-0.7%	\$12.6	1.1%
TIB Diesel and Other***	\$1.8	-8.1%	\$1.8	4.0%	\$2.1	11.4%	\$1.9	-6.1%	\$2.1	11.0%	\$2.0	-7.9%	\$2.0	1.0%
Total TIB	\$23.0	0.6%	\$21.0	-8.4%	\$20.2	-3.8%	\$15.0	-26.1%	\$14.7	-1.5%	\$14.5	-1.8%	\$14.6	1.1%

* As of FY04, includes Motor Vehicle Rental tax revenue.

** Beginning in FY07, includes Stabilization Reserve interest; FY08 data includes \$3.76M transfer from G-Fund for prior Jet Fuel tax processing errors and inclusion of this tax in subsequent years.

*** Includes TIB Fund interest income (which has never exceeded \$20,000 per year).

**TABLE 3 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE EDUCATION FUND* REVENUE FORECAST UPDATE**
(Partial Education Fund Total - Includes Source General and Transportation Fund Allocations Only)
Consensus JFO and Administration Forecast - July 2017

CURRENT LAW BASIS

Source General and Transportation

Fund taxes allocated to or associated
with the Education Fund only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change
GENERAL FUND														
Sales & Use**	\$115.6	1.4%	\$123.8	7.1%	127.6	3.1%	\$129.8	1.7%	\$131.8	1.6%	\$136.8	3.8%	\$144.1	5.3%
Interest	\$0.1	72.8%	\$0.1	-17.2%	0.1	3.6%	\$0.2	135.7%	\$0.4	122.7%	\$0.4	13.1%	\$0.5	23.5%
Lottery	\$22.9	2.7%	\$22.6	-1.6%	22.8	0.8%	\$26.4	16.1%	\$25.5	-3.3%	\$25.3	-0.9%	\$25.6	1.2%
TRANSPORTATION FUND														
Purchase and Use***	\$27.9	2.0%	\$30.6	9.9%	32.4	5.9%	\$33.4	2.9%	\$34.4	3.1%	\$35.4	3.0%	\$36.5	3.0%
TOTAL EDUCATION FUND	\$166.5	1.7%	\$177.0	6.3%	182.9	3.3%	\$189.7	3.7%	\$192.2	1.3%	\$198.0	3.0%	\$206.7	4.4%

* Includes only General and Transportation Fund taxes allocated to the Education Fund.

This Table excludes all Education Fund property taxes, which are updated in October/November of each year and are the largest Education Fund tax sources.

** Includes Telecommunications Tax; Includes \$1.25M transfer to T-Fund in FY08 for prior Jet Fuel Tax processing errors; Transfer percentage from the General Fund increases from 33.3% to 35.0% effective in FY14 and to 36.0% in FY15

*** Includes Motor Vehicle Rental revenues, restated

Appendix A

Five Year Revenue Forecast Tables

July 2017

TABLE 1A - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
SOURCE GENERAL FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017

SOURCE G-FUND

revenues are prior to all E-Fund allocations

and other out-transfers; used for

analytic and comparative purposes only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%	FY2020	%	FY2021	%	FY2022	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE																				
Personal Income	\$660.6	10.7%	\$671.1	1.6%	\$705.9	5.2%	\$747.0	5.8%	\$756.5	1.3%	\$784.0	3.6%	\$808.1	3.1%	\$827.2	2.4%	\$840.5	1.6%	\$862.7	2.6%
Sales & Use*	\$346.8	1.4%	\$353.6	2.0%	\$364.6	3.1%	\$370.7	1.7%	\$376.7	1.6%	\$390.9	3.8%	\$400.3	2.4%	\$409.1	2.2%	\$415.7	1.6%	\$425.2	2.3%
Corporate	\$95.0	10.5%	\$94.8	-0.1%	\$121.9	28.5%	\$117.0	-4.0%	\$95.8	-18.1%	\$80.8	-15.6%	\$97.6	20.8%	\$96.8	-0.8%	\$93.7	-3.2%	\$97.2	3.7%
Meals and Rooms	\$134.8	6.2%	\$142.7	5.9%	\$150.8	5.7%	\$154.2	2.2%	\$165.3	7.3%	\$171.1	3.5%	\$176.9	3.4%	\$182.4	3.1%	\$186.9	2.5%	\$192.6	3.0%
Cigarette and Tobacco**	\$74.3	-7.2%	\$71.9	-3.3%	\$76.8	6.7%	\$80.7	5.2%	\$76.7	-5.0%	\$75.0	-2.2%	\$73.3	-2.4%	\$71.4	-2.5%	\$69.6	-2.5%	\$67.8	-2.6%
Liquor	\$17.0	3.4%	\$17.7	4.0%	\$18.2	2.9%	\$18.3	0.8%	\$19.1	4.4%	\$19.6	2.5%	\$20.2	3.1%	\$20.8	3.0%	\$21.3	2.4%	\$22.0	3.3%
Insurance	\$55.0	-2.3%	\$57.1	3.7%	\$55.3	-3.1%	\$56.2	1.7%	\$57.0	1.3%	\$58.0	1.8%	\$58.7	1.2%	\$59.3	1.0%	\$59.6	0.5%	\$60.5	1.5%
Telephone	\$9.4	-2.6%	\$9.1	-2.9%	\$7.7	-14.9%	\$3.2	-59.2%	\$5.7	80.6%	\$5.0	-12.4%	\$4.4	-12.0%	\$3.9	-11.4%	\$3.5	-10.3%	\$3.2	-8.6%
Beverage	\$6.2	3.3%	\$6.4	3.6%	\$6.7	4.2%	\$6.7	0.6%	\$6.9	2.9%	\$7.1	2.9%	\$7.3	2.8%	\$7.5	2.7%	\$7.7	2.7%	\$7.9	2.6%
Electric***	\$8.9	204.5%	\$13.1	46.9%	\$9.4	-28.2%	\$0.0	-100.0%	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Estate	\$15.4	15.4%	\$35.5	131.0%	\$9.9	-72.2%	\$12.5	26.5%	\$16.7	33.3%	\$18.4	10.4%	\$19.3	4.9%	\$20.2	4.7%	\$21.1	4.5%	\$22.0	4.3%
Property	\$28.5	18.3%	\$30.9	8.5%	\$33.6	8.8%	\$35.7	6.2%	\$38.8	8.7%	\$41.8	7.7%	\$44.2	5.7%	\$46.0	4.1%	\$46.9	2.0%	\$47.7	1.7%
Bank	\$10.7	0.2%	\$11.0	2.7%	\$10.7	-2.0%	\$10.7	-0.6%	\$13.2	24.0%	\$11.8	-10.9%	\$11.1	-5.9%	\$11.2	0.9%	\$11.3	0.9%	\$11.4	0.9%
Other Tax	\$1.8	42.9%	\$1.9	9.6%	\$2.0	4.5%	\$1.8	-9.0%	\$2.2	18.0%	\$2.3	5.8%	\$2.5	8.7%	\$2.7	8.0%	\$2.9	7.4%	\$3.0	3.4%
Total Tax Revenue	\$1464.3	6.7%	\$1517.0	3.6%	\$1573.5	3.7%	\$1614.8	2.6%	\$1630.5	1.0%	\$1665.8	2.2%	\$1723.9	3.5%	\$1758.5	2.0%	\$1780.7	1.3%	\$1823.2	2.4%
Business Licenses	\$2.8	-8.0%	\$1.1	-61.4%	\$1.1	0.2%	\$1.1	-1.6%	\$1.2	16.8%	\$1.3	4.4%	\$1.3	2.3%	\$1.4	2.3%	\$1.4	2.2%	\$1.4	2.2%
Fees	\$21.4	2.2%	\$20.6	-3.4%	\$22.1	7.0%	\$23.0	4.2%	\$48.5	110.8%	\$49.8	2.8%	\$51.0	2.4%	\$52.2	2.4%	\$53.3	2.1%	\$54.8	2.8%
Services	\$2.5	8.3%	\$1.3	-47.3%	\$1.5	12.5%	\$2.8	86.6%	\$3.0	7.9%	\$3.1	3.0%	\$3.1	1.0%	\$3.2	1.0%	\$3.2	0.9%	\$3.2	0.9%
Fines	\$4.7	-35.9%	\$3.6	-24.2%	\$3.5	-3.1%	\$3.7	5.5%	\$4.4	21.0%	\$3.5	-20.9%	\$3.6	2.9%	\$3.7	2.8%	\$3.8	2.7%	\$3.9	2.6%
Interest	\$0.6	26.3%	\$0.2	-59.2%	\$0.3	40.4%	\$0.7	130.6%	\$1.5	111.5%	\$2.2	43.8%	\$2.9	31.5%	\$3.6	23.1%	\$3.9	6.9%	\$4.0	3.9%
Special Assessments	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Lottery	\$22.9	2.7%	\$22.6	-1.6%	\$22.8	0.8%	\$26.4	16.1%	\$25.5	-3.3%	\$25.3	-0.9%	\$25.6	1.2%	\$25.8	0.8%	\$25.9	0.4%	\$26.0	0.4%
All Other****	\$1.7	93.1%	\$1.3	-24.0%	\$1.0	-20.4%	\$1.3	25.9%	\$2.9	128.5%	\$1.1	-62.2%	\$1.2	9.1%	\$1.3	8.3%	\$1.4	7.7%	\$1.5	7.1%
Total Other Revenue	\$56.6	-1.2%	\$50.7	-10.4%	\$52.2	3.0%	\$58.9	12.9%	\$87.104	47.9%	\$86.325	-0.9%	\$88.8	2.8%	\$91.1	2.6%	\$92.8	1.9%	\$94.8	2.2%
TOTAL GENERAL FUND	\$1520.9	6.4%	\$1567.6	3.1%	\$1625.7	3.7%	\$1673.7	2.9%	\$1717.7	2.6%	\$1752.2	2.0%	\$1812.7	3.5%	\$1849.6	2.0%	\$1873.6	1.3%	\$1918.0	2.4%

* Includes Telecommunications Tax; includes \$3.76M transfer in FY08 to the T-Fund for prior years Jet Fuel tax processing error.

** Includes Cigarette, Tobacco Products and Floor Stock tax revenues.

*** Reflects closure of Vermont Yankee in December of 2014, taxed per Act 143 of 2012 effective in FY13; Stated Electric Energy Tax revenues exclude appropriations to the Clean Energy Development Fund and Education Fund.

**** Excludes \$5 million Vermont Yankee settlement agreement transitional payment in FY2015.

*****Includes \$2.3 million in one-time payments in FY2017 by tax software vendors for errors related to Personal Income tax deduction changes effective in tax year 2015.

**TABLE 1 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE GENERAL FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

CURRENT LAW BASIS

*including all Education Fund
allocations and other out-transfers*

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%	FY2020	%	FY2021	%	FY2022	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE																				
Personal Income	\$660.6	10.7%	\$671.1	1.6%	\$705.9	5.2%	\$747.0	5.8%	\$756.5	1.3%	\$784.0	3.6%	\$808.1	3.1%	\$827.2	2.4%	\$840.5	1.6%	\$862.7	2.6%
Sales and Use*	\$231.2	1.4%	\$229.9	-0.6%	\$237.0	3.1%	\$241.0	1.7%	\$244.9	1.6%	\$254.1	3.8%	\$256.2	0.8%	\$261.8	2.2%	\$268.0	1.6%	\$272.1	2.3%
Corporate	\$95.0	10.5%	\$94.8	-0.1%	\$121.9	28.5%	\$117.0	-4.0%	\$95.8	-18.1%	\$80.8	-15.6%	\$97.6	20.8%	\$96.8	-0.8%	\$93.7	-3.2%	\$97.2	3.7%
Meals and Rooms	\$134.8	6.2%	\$142.7	5.9%	\$150.8	5.7%	\$154.2	2.2%	\$165.3	7.3%	\$171.1	3.5%	\$176.9	3.4%	\$182.4	3.1%	\$186.9	2.5%	\$192.6	3.0%
Cigarette and Tobacco	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Liquor	\$17.0	3.4%	\$17.7	4.0%	\$18.2	2.9%	\$18.3	0.8%	\$19.1	4.4%	\$19.6	2.5%	\$20.2	3.1%	\$20.8	3.0%	\$21.3	2.4%	\$22.0	3.3%
Insurance	\$55.0	-2.3%	\$57.1	3.7%	\$55.3	-3.1%	\$56.2	1.7%	\$57.0	1.3%	\$58.0	1.8%	\$58.7	1.2%	\$59.3	1.0%	\$59.6	0.5%	\$60.5	1.5%
Telephone	\$9.4	-2.6%	\$9.1	-2.9%	\$7.7	-14.9%	\$3.2	-59.2%	\$5.7	80.6%	\$5.0	-12.4%	\$4.4	-12.0%	\$3.9	-11.4%	\$3.5	-10.3%	\$3.2	-8.6%
Beverage	\$6.2	3.3%	\$6.4	3.6%	\$6.7	4.2%	\$6.7	0.6%	\$6.9	2.9%	\$7.1	2.9%	\$7.3	2.8%	\$7.5	2.7%	\$7.7	2.7%	\$7.9	2.6%
Electric**	\$8.9	204.5%	\$13.1	46.9%	\$9.4	-28.2%	\$0.0	-100.0%	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM	\$0.0	NM
Estate***	\$15.4	15.4%	\$35.5	131.0%	\$9.9	-72.2%	\$12.5	26.5%	\$16.7	33.3%	\$18.4	10.4%	\$19.3	4.9%	\$20.2	4.7%	\$21.1	4.5%	\$22.0	4.3%
Property	\$9.2	16.5%	\$10.0	9.3%	\$10.9	8.7%	\$11.5	6.0%	\$12.6	9.0%	\$12.7	1.2%	\$13.5	6.1%	\$14.1	4.3%	\$14.4	2.1%	\$14.6	1.8%
Bank	\$10.7	0.2%	\$11.0	2.7%	\$10.7	-2.0%	\$10.7	-0.6%	\$13.2	24.0%	\$11.8	-10.9%	\$11.1	-5.9%	\$11.2	0.9%	\$11.3	0.9%	\$11.4	0.9%
Other Tax	\$1.8	42.9%	\$1.9	9.6%	\$2.0	4.5%	\$1.8	-9.0%	\$2.2	18.0%	\$2.3	5.8%	\$2.5	8.7%	\$2.7	8.0%	\$2.9	7.4%	\$3.0	3.4%
Total Tax Revenue	\$1255.0	8.0%	\$1300.3	3.6%	\$1346.4	3.5%	\$1380.1	2.5%	\$1395.7	1.1%	\$1424.9	2.1%	\$1475.8	3.6%	\$1507.9	2.2%	\$1528.9	1.4%	\$1569.2	2.6%
Business Licenses	\$2.8	-8.0%	\$1.1	-61.4%	\$1.1	0.2%	\$1.1	-1.6%	\$1.2	16.8%	\$1.3	4.4%	\$1.3	2.3%	\$1.4	2.3%	\$1.4	2.2%	\$1.4	2.2%
Fees	\$21.4	2.2%	\$20.6	-3.4%	\$22.1	7.0%	\$23.0	4.2%	\$48.5	110.8%	\$49.8	2.8%	\$51.0	2.4%	\$52.2	2.4%	\$53.3	2.1%	\$54.8	2.8%
Services	\$2.5	8.3%	\$1.3	-47.3%	\$1.5	12.5%	\$2.8	86.8%	\$3.0	7.9%	\$3.1	3.0%	\$3.1	1.0%	\$3.2	1.0%	\$3.2	0.9%	\$3.2	0.9%
Fines	\$4.7	-35.9%	\$3.6	-24.2%	\$3.5	-3.1%	\$3.7	5.5%	\$4.4	21.0%	\$3.5	-20.9%	\$3.6	2.9%	\$3.7	2.6%	\$3.8	2.7%	\$3.9	2.6%
Interest	\$0.5	20.5%	\$0.2	-66.6%	\$0.2	51.9%	\$0.6	136.1%	\$1.2	108.2%	\$1.8	53.7%	\$2.4	33.3%	\$3.0	25.0%	\$3.2	6.7%	\$3.3	3.1%
All Other****	\$1.7	93.1%	\$1.3	-24.0%	\$1.0	-20.4%	\$1.3	25.9%	\$2.9	128.5%	\$1.1	-62.2%	\$1.2	9.1%	\$1.3	8.3%	\$1.4	7.7%	\$1.5	7.1%
Total Other Revenue	\$33.5	-3.9%	\$28.0	-16.4%	\$29.4	4.7%	\$32.3	10.1%	\$61.2	89.3%	\$60.6	-1.0%	\$62.7	3.4%	\$64.7	3.3%	\$66.3	2.4%	\$68.1	2.8%
TOTAL GENERAL FUND	\$1288.6	7.7%	\$1328.4	3.1%	\$1375.8	3.6%	\$1412.4	2.7%	\$1457.0	3.2%	\$1485.5	2.0%	\$1538.4	3.6%	\$1572.6	2.2%	\$1595.2	1.4%	\$1637.4	2.6%

* Includes \$2.5M transfer to the T-Fund in FY08 for prior years Jet Fuel tax processing errors; Transfer to the Education Fund increases from 33.3% to 35.0% effective in FY14 and 35% to 36% effective in FY19.

** Reflects closure of Vermont Yankee in December of 2014, taxed per Act 143 of 2012 effective in FY13;

Stated Electric Energy Tax revenues exclude appropriations to the Clean Energy Development Fund and Education Fund.

*** Excludes transfer to the Higher Education Trust Fund of \$2.4M in FY05, \$5.2M in FY08 and \$11.0M in FY11.

**** Excludes \$5 million Vermont Yankee settlement agreement transitional payment in FY2015.

*****Includes \$2.3 million in one-time payments in FY2017 by tax software vendors for errors related to Personal Income tax deduction changes effective in tax year 2015.

**TABLE 2A - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
SOURCE TRANSPORTATION FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

SOURCE T-FUND

revenues are prior to all E-Fund allocations
and other out-transfers; used for
analytic and comparative purposes only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%	FY2020	%	FY2021	%	FY2022	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE																				
Gasoline	\$59.9	1.1%	\$76.5	27.6%	\$77.6	1.5%	\$78.0	0.5%	\$78.2	0.2%	\$78.1	-0.1%	\$77.8	-0.4%	\$77.5	-0.4%	\$77.1	-0.5%	\$76.4	-0.9%
Diesel	\$15.6	-2.2%	\$17.2	9.7%	\$19.1	11.5%	\$18.3	-4.4%	\$18.0	-1.7%	\$18.4	2.2%	\$18.7	1.6%	\$18.9	1.1%	\$19.0	0.5%	\$19.3	1.6%
Purchase and Use*	\$83.6	2.0%	\$91.8	9.9%	\$97.3	5.9%	\$100.1	2.9%	\$103.2	3.1%	\$106.3	3.0%	\$109.5	3.0%	\$112.7	2.9%	\$115.4	2.4%	\$119.0	3.1%
Motor Vehicle Fees	\$77.9	5.9%	\$79.0	1.5%	\$80.1	1.4%	\$82.0	2.3%	\$86.2	5.2%	\$88.0	2.1%	\$88.3	0.3%	\$89.7	1.6%	\$90.1	0.4%	\$91.4	1.4%
Other Revenue**	\$19.1	4.2%	\$19.5	2.3%	\$19.7	0.8%	\$19.6	-0.5%	\$19.9	1.8%	\$20.8	4.5%	\$21.1	1.4%	\$21.4	1.4%	\$21.6	0.9%	\$22.0	1.9%
TOTAL TRANS. FUND	\$256.0	2.8%	\$284.0	10.9%	\$293.8	3.5%	\$298.0	1.4%	\$305.5	2.5%	\$311.6	2.0%	\$315.4	1.2%	\$320.2	1.5%	\$323.2	0.9%	\$328.1	1.5%

**TABLE 2 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE TRANSPORTATION FUND REVENUE FORECAST UPDATE
Consensus JFO and Administration Forecast - July 2017**

CURRENT LAW BASIS

including all Education Fund
allocations and other out-transfers

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%	FY2020	%	FY2021	%	FY2022	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change
REVENUE SOURCE																				
Gasoline	\$59.9	1.1%	\$76.5	27.6%	\$77.6	1.5%	\$78.0	0.5%	\$78.2	0.2%	\$78.1	-0.1%	\$77.8	-0.4%	\$77.5	-0.4%	\$77.1	-0.5%	\$76.4	-0.9%
Diesel	\$15.6	-2.2%	\$17.2	9.7%	\$19.1	11.5%	\$18.3	-4.4%	\$18.0	-1.7%	\$18.4	2.2%	\$18.7	1.6%	\$18.9	1.1%	\$19.0	0.5%	\$19.3	1.6%
Purchase and Use*	\$55.7	2.0%	\$61.2	9.9%	\$64.8	5.9%	\$66.8	2.9%	\$68.8	3.1%	\$70.9	3.0%	\$73.0	3.0%	\$75.1	2.9%	\$76.9	2.4%	\$79.3	3.1%
Motor Vehicle Fees	\$77.9	5.9%	\$79.0	1.5%	\$80.1	1.4%	\$82.0	2.3%	\$86.2	5.2%	\$88.0	2.1%	\$88.3	0.3%	\$89.7	1.6%	\$90.1	0.4%	\$91.4	1.4%
Other Revenue**	\$19.1	4.2%	\$19.5	2.3%	\$19.7	0.8%	\$19.6	-0.5%	\$19.9	1.8%	\$20.8	4.5%	\$21.1	1.4%	\$21.4	1.4%	\$21.6	0.9%	\$22.0	1.9%
TOTAL TRANS. FUND	\$228.2	2.9%	\$253.4	11.0%	\$261.4	3.2%	\$264.6	1.2%	\$271.1	2.5%	\$276.2	1.9%	\$278.9	1.0%	\$282.6	1.3%	\$284.7	0.7%	\$288.4	1.3%

OTHER

TIB Gasoline	\$21.2	1.4%	\$19.2	-9.5%	\$18.2	-5.2%	\$13.0	-28.4%	\$12.6	-3.3%	\$12.5	-0.7%	\$12.6	1.1%	\$13.7	8.1%	\$14.7	7.8%	\$15.8	7.1%
TIB Diesel and Other***	\$1.8	-8.1%	\$1.8	4.0%	\$2.1	11.4%	\$1.9	-6.1%	\$2.1	11.0%	\$2.0	-7.9%	\$2.0	1.0%	\$2.0	1.0%	\$2.0	1.5%	\$2.1	1.0%
Total TIB	\$23.0	0.6%	\$21.0	-8.4%	\$20.2	-3.8%	\$15.0	-26.1%	\$14.7	-1.5%	\$14.5	-1.8%	\$14.6	1.1%	\$15.7	7.1%	\$16.8	7.0%	\$17.8	6.3%

* As of FY04, includes Motor Vehicle Rental tax revenue.

** Beginning in FY07, includes Stabilization Reserve interest; FY08 data includes \$3.76M transfer from G-Fund for prior Jet Fuel tax processing errors and inclusion of this tax in subsequent years.

*** Includes TIB Fund interest income (which has never exceeded \$20,000 per year).

**TABLE 3 - STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE
AVAILABLE EDUCATION FUND* REVENUE FORECAST UPDATE**
(Partial Education Fund Total - Includes Source General and Transportation Fund Allocations Only)
Consensus JFO and Administration Forecast - July 2017

CURRENT LAW BASIS

Source General and Transportation

Fund taxes allocated to or associated
with the Education Fund only

	FY 2013	%	FY 2014	%	FY 2015	%	FY 2016	%	FY 2017	%	FY 2018	%	FY 2019	%	FY2020	%	FY2021	%	FY2022	%
	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Actual)	Change	(Preliminary)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change	(Forecast)	Change
GENERAL FUND																				
Sales & Use**	\$115.6	1.4%	\$123.8	7.1%	127.6	3.1%	\$129.8	1.7%	\$131.8	1.6%	\$136.8	3.8%	\$144.1	5.3%	\$147.3	2.2%	\$149.7	1.6%	\$153.1	2.3%
Interest	\$0.1	72.8%	\$0.1	-17.2%	0.1	3.6%	\$0.2	135.7%	\$0.4	122.7%	\$0.4	13.1%	\$0.5	23.5%	\$0.6	14.3%	\$0.7	8.3%	\$0.7	7.7%
Lottery	\$22.9	2.7%	\$22.6	-1.6%	22.8	0.8%	\$26.4	16.1%	\$25.5	-3.3%	\$25.3	-0.9%	\$25.6	1.2%	\$25.8	0.8%	\$25.9	0.4%	\$26.0	0.4%
TRANSPORTATION FUND																				
Purchase and Use***	\$27.9	2.0%	\$30.6	9.9%	32.4	5.9%	\$33.4	2.9%	\$34.4	3.1%	\$35.4	3.0%	\$36.5	3.0%	\$37.6	2.9%	\$38.5	2.4%	\$39.7	3.1%
TOTAL EDUCATION FUND	\$166.5	1.7%	\$177.0	6.3%	182.9	3.3%	\$189.7	3.7%	\$192.2	1.3%	\$198.0	3.0%	\$206.7	4.4%	\$211.2	2.2%	\$214.7	1.6%	\$219.4	2.2%

* Includes only General and Transportation Fund taxes allocated to the Education Fund.

This Table excludes all Education Fund property taxes, which are updated in October/November of each year and are the largest Education Fund tax sources.

** Includes Telecommunications Tax; Includes \$1.25M transfer to T-Fund in FY08 for prior Jet Fuel Tax processing errors; Transfer percentage from the General Fund increases from 33.3% to 35.0% effective in FY14 and to 36.0% in FY19.

*** Includes Motor Vehicle Rental revenues, restated

VERMONT **GENERAL ASSEMBLY****The Vermont Statutes Online****Title 32 : Taxation And Finance****Chapter 009 : Appropriations**

(Cite as: 32 V.S.A. § 704)

§ 704. Interim budget and appropriation adjustments

(a) The General Assembly recognizes that acts of appropriations and their sources of funding reflect the priorities for expenditures of public funds enacted by the Legislature, and that major reductions or transfers, when required by reduced State revenues or other reasons, ought to be made whenever possible by an act of the Legislature reflecting its revisions of those priorities. Nevertheless, the General Assembly also recognizes that when it is not in session, it may be necessary to reduce authorized appropriations and their sources of funding, and funds may need to be transferred, to maintain a balanced State budget. Under these limited circumstances, it is the intent of the General Assembly that appropriations may be reduced and funds transferred when the General Assembly is not in session pursuant to the provisions of this section.

(b)(1) Except as otherwise provided in subsection (f) of this section, in each instance that the official State revenue estimate for the General Fund, the Transportation Fund, or federal funds has been reduced by one percent or more from the estimates determined and assumed for purposes of the current fiscal year's appropriations, the Secretary of Administration shall prepare an expenditure reduction plan for approval by the Joint Fiscal Committee, provided that any total reductions in appropriations and transfers of funds are not greater than the reductions in the official State revenue estimate.

(2) In each instance that the official State revenue estimate for the General Fund, the Transportation Fund, or federal funds has been reduced by less than one percent from the estimates determined and assumed for purposes of the current fiscal year's appropriations, the Secretary of Administration may prepare and implement an expenditure reduction plan without the approval of the Joint Fiscal Committee, provided that any total reductions in appropriations and transfers of funds are not greater than the reductions in the official State revenue estimate. The Secretary may implement an expenditure reduction plan under this subdivision if plan reductions to the total amount appropriated in any section or subsection do not exceed five percent, the plan is designed to minimize any

negative effects on the delivery of services to the public, and the plan does not have any unduly disproportionate effect on any single function, program, service, benefit, or county. Plans not requiring the approval of the Joint Fiscal Committee shall be filed with the Joint Fiscal Office prior to implementation. If the Secretary's plan consists of reductions greater than five percent to the total amount appropriated in any section or subsection, such plan shall only be implemented in the manner provided for in subdivision (1) of this subsection.

(c) An expenditure reduction plan prepared by the Secretary shall indicate:

(1) the amounts to be reduced in each appropriation by funding source, and the amounts to be transferred;

(2) in personal services, operating expenses, grants, and other categories, the effect of each reduction in appropriations and their sources of funding, and each fund transfer, on the primary purposes of the program;

(3) how it is designed to minimize any negative effects on the delivery of services to the public; and

(4) any unduly disproportionate effect the plan may have on any single function, program, service, benefit, or county.

(d) An expenditure reduction plan implemented under subdivision (b)(2) of this section shall not include any reduction in:

(1) appropriations authorized and necessary to fulfill the State's debt obligations;

(2) appropriations authorized for the Judicial or Legislative Branch, except that the plan may recommend reductions for consideration by the Judicial or Legislative Branch; or

(3) appropriations for the salaries of elected officers of the Executive Branch listed in subsection 1003(a) of this title.

(e)(1) The Joint Fiscal Committee shall have 21 days from the date of submission of any expenditure reduction plan under subdivision (b)(1) of this section to consider the plan, and may approve or disapprove the plan upon a vote of a majority of the members of the Committee. If the Committee vote results in a tie, the plan shall be deemed disapproved; and if the Committee fails for any other reason to take final action on such plan within 21 days of its submission to the Committee, it shall be deemed to be disapproved. During the 21-day period for consideration of the plan, the Committee shall conduct a public hearing and provide an opportunity for public comment on the plan.

(2) If the plan is disapproved, then in order to communicate the priorities of the General Assembly, the Committee shall make recommendations to the Secretary for amendments to the plan. Within seven days after the Committee notifies the Secretary of its disapproval of a plan, the Secretary may submit a final plan to the Committee. The Committee shall have 14 days from the date of submission of a final plan to consider that plan and to vote by a majority of the members of the Committee to approve or disapprove the plan; but if the Committee fails to approve or disapprove the plan by a majority vote, the plan shall be deemed disapproved. If the Secretary's final plan includes any changes from the original plan other than those recommended by the Committee, then during the 14-day period for consideration of the final plan, the Committee shall conduct a public hearing and provide an opportunity for public comment, with the scope of the hearing and the comments limited to the changes from the original plan.

(3) In determining whether to approve a plan submitted by the Secretary under this subsection, the Committee shall consider whether the plan minimizes any negative effects on the delivery of services to the public, and whether the plan will have any unduly disproportionate effect on any single function, program, service, benefit, or county.

(4) Any plan disapproved under subdivision (b)(1) of this section shall not be implemented.

(5) For purposes of this section, the Committee shall be convened at the call of the Chair or at the request of at least three members of the Committee.

(f) In the event of a reduction in the official revenue estimate of one percent or more and the Joint Fiscal Committee does not approve the Secretary's final expenditure reduction plan prepared under subdivision (b)(1) of this section, the Secretary may implement an expenditure reduction plan in the manner provided for in subdivision (b)(2) of this section, provided that the expenditure reduction plan is not greater than one percent of the prior official revenue estimate. If the Secretary implements an expenditure reduction plan under the authority of this subsection, any subsequent expenditure reduction plan that is required to address the remaining imbalance under the current official State revenue estimate may only be implemented in the manner provided for in subdivision (b)(1) of this section.

(g) No expenditure reduction plan may be approved or implemented under this section which:

(1) would result in total reductions in appropriations from any fund, or transfers to that fund, by more than four percent of the estimate originally determined and assumed for purposes of the current fiscal year's appropriations; or

(2) would reduce expenditures or transfer revenues of the Education Fund as prescribed by law.

(h) An expenditure reduction plan may only be implemented under subsection (b) of this section subsequent to an official State revenue estimate and when the General Assembly is not in session.

(i) Repealed.]

(j) In each instance that cumulative revenue collections during the month of September or October are four percent or more below the respective cumulative monthly revenue targets, the Emergency Board shall convene in the manner provided for in subsection 305a(b) of this title to determine whether to revise the official State revenue estimate.

(k) As used in this section:

(1) "Cumulative monthly revenue targets" means monthly revenue targets adopted based on the most current official State revenue estimates, as agreed upon by the Legislative Joint Fiscal Office and the Secretary.

(2) "Expenditure reduction plan" means a rescission plan that includes reducing and adjusting appropriations and their sources of funding, and transferring and adjusting funds, from the amounts authorized in the current fiscal year's appropriations.

(3) "Official State revenue estimates" means a revenue estimate determined by the Emergency Board, as provided in section 305a of this title. An official State revenue estimate does not mean cumulative monthly revenue targets. (Added 1995, No. 178 (Adj. Sess.), § 280; amended 1997, No. 61, § 262a; 2009, No. 52, § 1; 2013, No. 142 (Adj. Sess.), § 63; 2015, No. 58, § C.103, eff. June 11, 2015; 2015, No. 131 (Adj. Sess.), § 33.)

Joint Fiscal Office

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MEMORANDUM

To: Representative Janet Ancel, Chair,
 Senator Ann Cummings, Vice Chair,
 Senator Jane Kitchel
 Representative Kitty Toll,
 Members of the Joint Fiscal Committee

From: Stephen Klein, Chief Fiscal Officer

Date: July 18, 2017

Subject: July 2017 – Fiscal Officers' Report

What follows is an update of recent developments, some of which will be on the agenda for the July 21 meeting of the Joint Fiscal Committee.

1. FY2017 Revenues Preliminary Closeout

The closeout process for FY 2017 was relatively slow given changes in leadership at various levels of government. The revenue report or final schedule 2 came in on July 18 and the Office received the Department of Financial Regulation's (DFR) final figures of FY 2018 receipts available to the General Fund on the 17th. These DFR transfers were stronger than anticipated.

- **The General Fund:** On a preliminary basis, before direct applications and reversions, the General Fund is \$1 million over target. With direct applications and reversions, the General Fund is \$9.5 over target.
 - Extra receipts from the Secretary of State Fund, Abandoned Property and DFR (more later), offset shortfalls in Attorney General Settlements.
- **The Transportation Fund:** The receipts are off \$3.3 million or just over 1% below forecasts, primarily due to diesel tax and DMV fees being off targets.
- **The Education Fund:** is off projections \$900,000, or just under 1/2% below forecast. Lottery receipts were \$900,000 over forecast, offsetting roughly \$1.9 million in sales tax revenue shortfalls.

The General Fund strong closeout is the sum of several substantial deviations from expectations. The largest are:

- Personal Income tax revenues were off \$13.8 million or 1.8% from forecast. Paid returns were lower and refunds were higher than projected. Withholding taxes were stronger than estimated.
- Sales tax receipts were 1.4% below estimates, which reflects the continuing erosion in receipts. Tom Kavet will talk about this but it could be in part due to changing purchasing as Vermont's demographic changes continue to impact revenues.
- Finally we received a substantial increase in the DFR's direct application receipts above anticipated revenue. In total, the transfer was \$31.4 million, which was about \$8.7 million above expectations.
 - Roughly \$4.3 million of this amount was due to increases in our broker dealer and investment advisor fees. This was a fee increase passed as part of the 2016 fee bill. Assuming the market stays strong, this is expected to be an ongoing source of revenue and is likely to result in a proposed upward adjustment in the FY 2018 budget of about \$3.5 million.
 - \$3 million is additional receipts from the regulatory insurance fund which are a combination of the retaliatory portion license fees and other producer and appointment fees. These are every-other-year receipts and will not increase FY 2018 expectations.
 - The remainder is a variety of smaller increases, including one-time payments and reduced expenditures.
 - FY 2017 receipts can help with FY 2018 and we will have an expectation of \$3.5 million in receipts for FY 2018 and future years.

2. FY 2018

FY 2018 revenues are still being finalized by Tom Kavet and Jeff Carr. The revenue adjustment will consist of two components from the estimator's analysis.

First there is the onetime "above trend" projected corporate tax refunds. This is estimated at about \$16.3 million. The budget allowed for \$15 million in onetime funds to offset this known likelihood.¹ With the potential for FY 2017 surpluses, this onetime need could possibly be reduced.

¹ Sec. D.105 FISCAL YEAR 2018 ONE-TIME CORPORATE TAX REFUND OFFSET

(a) The Administration and Legislative economists have indicated that one-time corporate tax refunds may result in a revenue downgrade for fiscal year 2018. To address the one-time fiscal impacts of this in fiscal year 2018, the following actions are authorized:

Second, there will be an ongoing base reduction due to weakness in Sales taxes and income taxes. This will be in part, offset by the \$3.5 million in extra ongoing receipts from securities fees. It is likely that the remaining amount requiring a rescission or other action will be \$8 to \$10 million.

Preliminary indications show a downgrade of \$12,500,000 net of corporate refunds. This includes the projected increase from the tax changes made last session.

3. Medicaid Trending

The Medicaid expenditures ended FY 2017 slightly better than budgeted projections. We were able to add funds to the Caseload Reserve, above initial expectations and there may be some reduction in Medicaid pressure for FY 2018. Stephanie Barrett is finalizing the Medicaid report which will be discussed at the meeting.

4. Integrated Eligibility and the Exchange

Dan Smith has updated his review of the Integrated Eligibility system and points out that there has been a period of reevaluation in system development. The Agency of Human Services is in the process of reviewing its approach and expects to have a new plan in place shortly. This fall's reenrollment for the exchange will be a shorter period than last year and run from November 15th to December 31st. Details on how this will unfold could be presented at a later Committee meeting.

5. Federal Health Care and Budget Reductions

While the Agency of Human Services has done some initial analysis of the potential impact of the House Health Care bill proposal on Vermont, the Administration and the Joint Fiscal Office have been waiting until clarity exists for a more detailed

(1) As part of the official revenue forecast for fiscal year 2018 under 32 V.S.A. § 305a, the Emergency Board at its July 2017 meeting shall hear testimony from the Administration and Legislative economists and adopt a fiscal year 2018 estimate for expected corporate tax refunds above historical trend.

(2) Based on the adopted amount of corporate income tax refunds under subdivision (1) of this subsection, to the extent necessary the following offsets will be made in the order below:

(A) The Commissioner of Finance and Management may review fund balances in State special funds and end of fiscal year 2017 carry forward appropriation balances throughout the Executive Branch. Up to \$5,000,000 may be identified for transfer or reversion to the General Fund. To the extent necessary, the Emergency Board will review any proposed fund transfers and under its authority pursuant to 32 V.S.A. § 133(b) make fund transfers at a meeting scheduled on or before September 15, 2017.

(B) Up to \$10,000,000 of the Global Commitment Fund balance may be transferred to the General Fund.

(b) Any other revenue adjustments shall be made in accordance with end of the year revenue offsets and the statutory rescission process under 32 V.S.A. § 704.

analysis. As you know, the Senate health care bill has not moved forward. The President's budget proposal is also being reworked in Congress. We are holding back from analysis at this point.

6. Proposed Education Health Care Savings

The Agency of Education has begun the process of determining the allocation of the health care savings to supervisory unions and school districts. This needs to be done by August 15th.

A number of technical issues have emerged, including among others, how technical centers are treated, and how positions supported by non-State funds are accounted for. For example, where health care is paid for from federal funding, it is not clear whether the "savings" can be taken in the same way as would be the case with Education Fund positions. The legislation was silent on the treatment of non-State funded positions. Finally the allocation formula for the savings has yet to be determined.

7. State Employees and Teachers' Retirement Funds

- FY 2017 retirement funds investment returns have exceeded estimates. Through May, with one month to go, returns were about 10%. With June performance being relatively strong, it is expected that full-year returns for the systems will be 10% or greater.
- Last week the assumed rate of return for the retirement system which is used in actuarial calculations was reduced from 7.9% to 7.5%. This lower return will increase the funding obligations on an annual basis. It does better reflects the likelihood of lower investment returns in future years.
- This summer's actuary work will take these factors into account. In addition, they will reflect what have been increased retirements in the teachers' system and other factors.

8. Studies

- **The Minimum Wage Study Committee:** The final appointments were made late last week but not all of them have been notified. We are starting the polling process of the Committee members to set a first meeting. This Committee has five meetings and was initially scheduled to start on or before July 15th. Joyce Manchester recently did an issue brief on two studies of the Seattle minimum wage increase experience at:
http://www.leg.state.vt.us/jfo/issue_briefs_and_memos/Issue_Brief_Two_Minimum_Wage_Studies.pdf
- We have not yet begun the TIF study which will probably start in August. We expect to have Sara's replacement on staff at that point.

9. Staff updates

- **Administration:**
 - Adam Greshin has taken over as Commissioner of the Department of Finance and Management.

- Emily Byrne has left as Budget Director and is replacing Bill Talbot at the Agency of Education.
- Rebecca Sameroff at the Department of Taxes will be taking a three-month leave of absence for the remainder of July into October.

- **Joint Fiscal Office**

- Sara Teachout has moved to BlueCross BlueShield of Vermont as Director of Government, Public and Media Relations.
- We have hired Graham Campbell as Sara's replacement and he will start on August 7th. He is a recent Master's graduate in Economics and Public Policy from the Public Affairs program at the Woodrow Wilson School at Princeton University. He has some work experience in economic analysis at the Bank of Canada, and some summer and in-school experience with the International Monetary Fund, the Federal Reserve Bank of New York, and a planning project for the Port Authority of New York and New Jersey. We expect to have Graham at the meeting. We are delighted to have him and expect him to be a valuable asset to the staff.
- Chloe Wexler has been working at the Joint Fiscal Office to build capacity to meet education finance needs when Deb Brighton retires.
- Mark Perrault and Maria Belliveau are coordinating different aspects of training for these staff.

Preliminary Education Fund Outlook - as of July 21, 2017

(millions of dollars)

	FY2017 Final	FY2018 Projections
a Base Homestead Property Tax Rate	\$1.00	\$1.00
Average Homestead Property Tax Rate	\$1.527	\$1.505
b Base Tax Rate on Household Income	2.0%	2.0%
Average Tax Rate on Household Income	2.70%	2.57%
c Uniform Non-Homestead Property Tax Rate	\$1.535	\$1.535
d Property Yield Per Equalized Pupil	\$9,701	\$10,160
Income Yield Per Equalized Pupil	\$10,870	\$11,990
e Total Equalized Pupil Count	88,982	87,684
f Statewide Education Grand List Growth Rate	1.4%	1.4%
g Actual Statewide Education Spending Growth Rate	1.4%	3.4%

Sources (actual)

1 Homestead Education Tax	586.5	587.5 ^{1, 2}
Income Sensitivity Adjustment	(162.0)	(164.1)
Homeowner Rebate - EF share only	(7.3)	(7.2)
2 Non-Homestead Education Tax	632.9	641.3 ²
3 Sales & Use Tax (EF allocation increases from 35% to 36% in FY2019)	131.8	136.8
4 Purchase & Use Tax	34.4	35.4
5 General Fund Transfer	303.6	314.7
One-Time Additional General Fund Transfer	-	3.3
Supplemental Property Tax Relief Fund Transfer	2.3	-
6 Lottery Transfer	25.5	25.3
7 Medicaid Transfer	10.6	8.6
8 Other Sources (Wind & Solar, Other)	1.0	1.1
9 Total Sources	1,559.2	1,582.7

Uses (appropriations)

10 Education Payment	1,311.0	1,352.2
VEHI Teachers' Health Care Savings (65% in FY2018; remainder in FY2019)	-	(8.5)
11 Special Education Aid	180.7	180.7
12 State-Placed Students	16.7	16.7
13 Transportation Aid	18.2	18.7
14 Technical Education Aid	13.5	13.6
15 Small School Support	7.7	7.6
16 Essential Early Education Aid	6.4	6.4
17 Adult Education & Literacy	1.8	2.7
18 Flexible Pathways	6.1	7.2
19 Community HS of Vermont (Corrections)	3.1	3.2
20 Renter Rebate (General Government) - EF share only	8.0	7.4
21 Reappraisal & Listing (General Government)	3.4	3.5
22 Teachers' Pensions - Normal Cost	-	7.9
23 Other Uses (Accounting & Auditing, Other)	1.1	1.2
24 Total Uses	1,577.9	1,620.6

Allocation of Revenue Surplus/(Deficit)

25 Revenue Surplus/(Deficit)	(18.6)	(37.9)
26 Prior-Year Reversions	(12.0)	(2.7) ³
27 Transfer to/(from) Stabilization Reserve	0.8	(8.8)
28 Transfer to/(from) Unreserved/Unallocated	(7.5)	(26.4)

Stabilization Reserve

29 Prior-Year Stabilization Reserve	32.6	33.5
30 Current-Year Stabilization Reserve	33.5	24.7
31 Percent of Prior-Year Net Appropriations	5.0%	3.6%
32 Maximum Reserve Target @ 5.0%	33.5	34.1
33 Minimum Reserve Target @ 3.5%	23.4	23.9

Available Funds

34 Prior-Year Unreserved/Unallocated	33.9	26.4
35 Current-Year Unreserved/Unallocated	26.4	-

¹ Act 46 merger incentives lower homestead taxes by \$10.1 million in eligible school districts in FY2018.

² Incremental property tax revenue to TIF district debt: FY2016 - \$4.2M; FY2017 - \$6.3M; FY2018 - \$7.4M; FY2019 - \$8.1M.

³ AOE's May 2017 estimate of the amount of the FY2017 appropriation for the education payment (line 10) to be reverted to the EF in FY2018.




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Adam Greshin, Commissioner

MEMORANDUM

TO: Joint Fiscal Committee
FROM: Adam Greshin, Commissioner of Finance & Management 
DATE: July 20, 2017
RE: Excess Receipts Report – 32 VSA Sec 511.

In accordance with 32 VSA Sec 511, please find attached the report on Excess Receipts approved for expenditure through the fourth quarter of FY 2017 (7/1/2016 through 6/30/17). The full text of the governing statute is provided at the end of this memo.

Review Process

The Administration goes through an extensive application and approval process for allowing expenditure of excess receipts. The form required of departments can be found at: http://finance.vermont.gov/sites/finance/files/pdf/forms/budget/Excess_Receipts_Form.doc (at <http://finance.vermont.gov/forms> under the “Budget” category). The form requires information to ensure that the approval does not overstep statutory guidelines. Requests that overstep the statutory guidelines are denied, and/or where appropriate are held for the legislative budget process.

Departments are required to provide written answers to the following questions (although only the response to the first question is entered into the VISION database):

- Reason funds are available?
- Do you anticipate additional funds from the same source available in this fiscal year and above current appropriation?
- Is this increase one-time or at an ongoing level?
- Why were funds not fully budgeted during budget development?
 - What is the current year appropriation or grant amount approved by the Joint Fiscal Committee for this fiscal year, from this source of funds for this purpose?
- If these are ongoing funds, will funds from this source be fully budgeted and appropriated next fiscal year?
- Were excess receipts requested from this source in the preceding two fiscal years? If so, explain why they were not budgeted?
- Are these excess receipts being received from another department (i.e., interdepartmental transfers)? If so, are they appropriated in that department or will excess receipts be required there as well?



- Relationship, if any, to the Budget Adjustment Act?
- Can excess receipts be used to reduce the expenditure of State funds?
- **Will excess receipts establish or increase the scope of a program, committing the State at any time to expend State funds?** [The form notes that in such instances, legislative approval is required.]
- What specifically will excess receipts be used for? What is the impact on programs if this excess receipt request is not approved?
- Are any of the excess receipts to be used for your department's administrative, staff or operating expenses? If so, explain.
- Is there any matching fund requirement due to excess receipts? If so, where is the match found in your budget?
- If excess receipts are earned federal receipts, is excess receipt being spent in the same (federal) program where the excess receipts are earned? If not, explain.
- Has the excess receipt been received and deposited? If no, what date are funds expected?
- If approved, when will the expenditure of this excess receipt first occur?

The VISION entry normally includes only the response to the first question – why are additional receipts available? However, for any individual Excess Receipt Request, we can provide the full paper copy of the form, listing all the department's responses.

Broad Categories of Excess Receipt Requests

Requests for expenditure of excess receipts generally fall into several broad categories:

Interdepartmental Transfers: It is not uncommon for one State department ("Department A") to purchase services from another State department ("Department B"). In that instance, Department A budgets these expenditures just as they would any other type of expenditure: by type of expenditure and by the source of revenue that will fund these expenditures. Department B also budgets these expenditures, and identifies the source of revenue as "interdepartmental transfers." This process results in a small amount of "double-booking" of spending authority but ensures that both departments have the necessary spending authority. In many cases, at the time of budget development, Department A has not yet decided from where to purchase the services in question, so Department B does not budget the interdepartmental transfer revenues. When Department A moves forward to contract for services with Department B after the budget has closed, then Department B must request an Excess Receipts approval for the additional spending authority to perform the services.

Federal Funds: Departments estimate their likely federal receipts in the fall for the upcoming budget year, meaning the estimate is as much as nine-months old at the start of the budget year, and another 12 months older by the end of the budgeted fiscal year. As a result, more recent developments may mean that the budgeted federal spending authority is insufficient, either because the current federal award for an existing grant has been increased, or there is spending authority from grants from earlier federal fiscal years that can be used in the current year. Additionally, extraordinary events – such as the federal American Recovery and Reinvestment Act (ARRA) or federal aid to Vermont due to Tropical Storm Irene – may cause large – and unanticipated -- spikes in federal receipts.

Other: There are over 200 different special funds created under State law, in which are deposited fees, user charges, penalties, specified taxes, etc. Departments estimate how much they will collect each year for each of these special funds, and base their spending plans accordingly. However, for the same reasons noted above, the actual collections for these revenues may be higher than the original budget. Excess receipts may also be used in an instance where prior-year special fund spending authority was not utilized and needs to be created again in the subsequent year (similar to a carry-forward). It should be noted that in addition to the restrictions in the excess receipts statute, each special fund has its own statutory restrictions that prevent the funds being used for other than their intended purposes and programs.

Attached Report:

The attached report is a cumulative list of approved excess receipt requests for the current fiscal year. It includes ALL the data entered in VISION for that transaction, including:

- Agency/Department name
- Appropriation name and "DeptID"
- Transaction date
- Fund source – name and fund number
- Amount
- Comments in response to question: "Why are funds available?" (VISION allows for a limited number of characters per cell entry.)

The data are sorted into the three broad categories of requests discussed above.

Governing Statute:

32 V.S.A. § 511. EXCESS RECEIPTS

If any receipts including federal receipts exceed the appropriated amounts, the receipts may be allocated and expended on the approval of the commissioner of finance and management. If, however, the expenditure of those receipts will establish or increase the scope of the program, which establishment or increase will at any time commit the state to the expenditure of state funds, they may only be expended upon the approval of the legislature. Excess federal receipts, whenever possible, shall be utilized to reduce the expenditure of state funds. The commissioner of finance and management shall report to the joint fiscal committee quarterly with a cumulative list and explanation of the allocation and expenditure of such excess receipts.

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Libraries	Department of Libraries	1130030000	6/7/2017	22005	Federal Revenue Fund	200,000.00	Funds from the Institute of Museum and Library Services.
Treasurer's Office	US Forest Sales to Towns	1260110000	4/14/2017	22005	Federal Revenue Fund	4,236.94	Federal money
Treasurer's Office	US Forest Sales to Towns	1260110000	4/14/2017	22005	Federal Revenue Fund	168,221.91	Federal money
Public Safety	DPS-State Police	2140010000	4/3/2017	22005	Federal Revenue Fund	800,000.00	Funds for Homeland Security grant program and COPS-Anti Heroin that were not budgeted for in SFY17.
Military	Army - 100%	2150030000	2/2/2017	22005	Federal Revenue Fund	3,580,758.00	Additional federal funds allotted to Vermont in FY16 not part of the original SFY17 base budget request and are needed in addition to the 6.281 million in PO's rolled from FY16 to FY17
Military	MIL Vet Affairs Office	2150050000	7/19/2016	22005	Federal Revenue Fund	2,328,130.27	Re-establishment of federal funds allotted to VT for multi-year federally funded Veterans Cemetery Expansion.
Agriculture, Food&Mrkts Agency	Food Safety/Consumer Assurance	2200020000	6/13/2017	22005	Federal Revenue Fund	40,000.00	Vt Dairy Promotion funds and Federal Meat Inspection Program funds
Women's Commission	Commission on Women	3310000000	7/28/2016	22005	Federal Revenue Fund	173,794.00	Federal grant from US Dept of Labor to conduct a comprehensive Paid Family & Medical Leave Feasibility Study for the State of VT.
Human Services Agency	Secretary's Office Admin Costs	3400001000	9/14/2016	22005	Federal Revenue Fund	2,650,000.00	AA-1 JFC# 2668 dated 3/24/14 approved during SFY14 in March for the Race to the Top Early Learning Challenge Grant
Human Services Agency	Secretary's Office Admin Costs	3400001000	9/14/2016	22005	Federal Revenue Fund	4,250,000.00	AA-1 JFC #2622 dated 5/9/2013 approved during SFY13 for the State Innovation Model grant.
Human Services Agency	Rate Setting	3400008000	6/7/2017	22005	Federal Revenue Fund	45,000.00	Medicaid Admin (50/50) receipts.
Human Services Agency	Develop Disabilities Council	3400009000	5/3/2017	22005	Federal Revenue Fund	147,000.00	Funding from State Innovation Model federal grant
Vermont Health Access	DVHA-Medicaid-Long Term Care W	3410016000	5/16/2017	22005	Federal Revenue Fund	1,100,000.00	Utilization of Money Follows the Person Grant over base federal appropriation

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Children and Families	DCFS - Child Support Services	3440040000	6/12/2017	22005	Federal Revenue Fund	200,000.00	Federal funding source is an entitlement, additional funds available as a result of additional spending due to steps through year.
Children and Families	DCFS - General Assistance	3440060000	5/3/2017	22005	Federal Revenue Fund	1,800,000.00	Non-budgeted revenue from prior state fiscal years
Children and Families	DCFS - Reach Up	3440080000	6/16/2017	22005	Federal Revenue Fund	530,000.00	CDD has not earned all of their budgeted TANF revenue due to lower than budgeted spending on childcare subsidy.
Children and Families	DCFS - Reach Up	3440080000	6/22/2017	22005	Federal Revenue Fund	150,000.00	CDD has not earned all of their budgeted TANF revenue due to lower than budgeted spending on childcare subsidy.
Children and Families	DCFS - LIHEAP	3440090000	6/16/2017	22005	Federal Revenue Fund	1,000,000.00	Larger carryforward of federal award than anticipated during budget build.
Children and Families	DCFS - OEO Ofc of Economic Opp	3440100000	5/3/2017	22005	Federal Revenue Fund	550,130.00	Carryforward of balance from CSBG award (93,569) prior federal fiscal year.
Children and Families	DCFS - DDS	3440130000	6/13/2017	22005	Federal Revenue Fund	600,000.00	Additional funds from SSA to DDS to cover additional spending needed above State budgeted amount.
Disabilities Aging Ind. Living	Administration & Support	3460010000	6/8/2017	22005	Federal Revenue Fund	2,142,340.00	Higher than planned earned federal receipts
Disabilities Aging Ind. Living	Advocacy & Indep Living Grants	3460020000	6/8/2017	22005	Federal Revenue Fund	680,185.00	Higher than estimated earned federal receipts
Disabilities Aging Ind. Living	DBVI Grants	3460030000	4/3/2017	22005	Federal Revenue Fund	580,432.00	Funds from higher than expected DBVI Section 110 earned receipts due to supplemental re allotment award both from last year carried into this SFY and the current Federal Fiscal Year allotment.
Disabilities Aging Ind. Living	Vocational Rehab Grants	3460040000	3/3/2017	22005	Federal Revenue Fund	3,800,000.00	VR federal reallocation of funds and higher than anticipated federal receipt earnings
Corrections	Correc-Correctional Services	3480004000	12/7/2016	22005	Federal Revenue Fund	550,000.00	The Dept of Justice awarded a 1MM federal grant to DOC, which was approved by JFO #2726.

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Forests, Parks & Recreation	Administration	6130010000	4/20/2017	22005	Federal Revenue Fund	500,000.00	The receipts in the Federal fund are available from the Federal Recreational Trails Program administered through the Federal Highway Administration.
Forests, Parks & Recreation	Forestry	6130020000	6/13/2017	22005	Federal Revenue Fund	400,000.00	Federal funds for pass-through grants to outside organizations for prior year activity.
Forests, Parks & Recreation	Parks	6130030000	4/20/2017	22005	Federal Revenue Fund	7,500.00	Funds are available through the federal award from the US Forest Service for a park interpreter at Quechee State Park.
Forests, Parks & Recreation	Lands Administration	6130040000	8/2/2016	22005	Federal Revenue Fund	1,300,000.00	Federal funds from Forest Legacy program for the acquisition of the Backus and Bullard properties
Environmental Conservation	Management & Support Services	6140020000	10/31/2016	22005	Federal Revenue Fund	300,000.00	New federal grant that was not known at the time of budgeting
Environmental Conservation	Air & Waste Management Approp	6140030000	5/30/2017	22005	Federal Revenue Fund	390,000.00	New federal grant that was not known at the time of budgeting
Environmental Conservation	Water Programs Appropriaion	6140040000	12/9/2016	22005	Federal Revenue Fund	550,000.00	Increased use of federal grant that was no anticipated at the time of budgeting. PFOA expenses were not known during budgeting.
Economic Development	Economic Development	7120010000	11/16/2016	22005	Federal Revenue Fund	112,228.00	CFDA 59.061 State Trade & Export Promotion (STEP) federal award exceeds FY17 spending authority
Public Service Department	Regulation & Energy Efficiency	2240000000	10/21/2016	22040	ARRA Federal Fund	387,881.62	ARRA funds left available at the end of FY2016.
Transportation Agency	Rail	8100002300	6/7/2017	20183	ARRA FRA Fund	1,720,000.00	Funds available from project "Vermont Rehabilitation - Redistribution Funds"
Subtotal Federal Funds (Including "Regular" ARRA) Excess Receipts						33,737,837.74	
Administration Agency	Secretary of Administration	1100010000	6/7/2017	21500	Inter-Unit Transfers Fund	364,351.50	Funds from MOU between SOA and DVHA, GMCR, and DRF for the VT Legal Aid Contract.
Administration Agency	Secretary of Administration	1100010000	6/30/2017	21500	Inter-Unit Transfers Fund	25,000.00	Funds from MOU between SOA and DVHA in regards to the SIM Grant.

FY 2017 Excess Receipts Report - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Buildings & Gen Serv-Prop	BGS-Fee For Space	1160550000	2/7/2017	21500	Inter-Unit Transfers Fund	148,700.00	FEMA funds drawn down by AOT and transferred to BGS to cover expenditures
Joint Fiscal Office	Joint Fiscal Committee/Office	1220000000	8/24/2016	21500	Inter-Unit Transfers Fund	173,437.50	Act 26 of 2015, Sec. 36(d): Funds moved to 21500 by F&M in FY16 and additional funds to 21500 by AHS in FY17
Sergeant at Arms' Office	Sergeant at Arms	1230001000	8/5/2016	21500	Inter-Unit Transfers Fund	10,000.00	Room rentals
Treasurer's Office	Office of the Treasurer	1260010000	1/12/2017	21500	Inter-Unit Transfers Fund	55,000.00	Funds will be transferred from VISION upgrade project
Attorney General's Office	Attorney General's Office	2100001000	9/22/2016	21500	Inter-Unit Transfers Fund	100,000.00	Funds available per Emergency Board meeting on 7/21/16 and 2016 Act 172, Sec. B.139
State's Attorneys and Sheriffs	Sheriffs	2130200000	11/14/2016	21500	Inter-Unit Transfers Fund	20,000.00	DOC will provide oversight and funding of the electronic monitoring system pilot program during the first ninety day of FY17
State's Attorneys and Sheriffs	Sheriffs	2130200000	3/31/2017	21500	Inter-Unit Transfers Fund	48,500.00	DOC to provide oversight and funding of the electronic monitoring pilot program.
Public Safety	DPS-State Police	2140010000	6/12/2017	21500	Inter-Unit Transfers Fund	75,500.00	Funds granted from Governor's Highway Safety Program not budgeted for in SFY17.
Public Safety	DPS-Criminal Justice Services	2140020000	6/7/2017	21500	Inter-Unit Transfers Fund	178,900.00	Additional funds granted for Governors Highway Safety Program.
Crime Victims' Services Center	Victims Compensation	2160010000	4/20/2017	21500	Inter-Unit Transfers Fund	25,000.00	Restore Corps Grant to VCCVS
Agriculture, Food&Mrkts Agency	Plant Industry, Labs & CA Div	2200040000	9/27/2016	21500	Inter-Unit Transfers Fund	26,664.00	Funding from the CDC provided through Vt Dept of Health in support of arbovirus surveillance.
Agriculture, Food&Mrkts Agency	Plant Industry, Labs & CA Div	2200040000	3/3/2017	21500	Inter-Unit Transfers Fund	50,000.00	Funding for Environmental Scientist position transferred to Agency of Agriculture
Agriculture, Food&Mrkts Agency	Plant Industry, Labs & CA Div	2200040000	3/20/2017	21500	Inter-Unit Transfers Fund	146,690.00	Funds from two MOU's with DEC; Ecosystem Restoration for water quality implementation projects; Technical Assistance for small farms.

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Agriculture, Food&Mrkts Agency	VT Ag & Environmental Lab	2200150000	5/30/2017	21500	Inter-Unit Transfers Fund	6,500.00	Funds from MOU with DEC to provide 50% of funding for the lab director position.
Financial Regulation	Insurance Division	2210011000	6/22/2017	21500	Inter-Unit Transfers Fund	12,000.00	Green Mt Care Board reimbursing DFR for space they used in SFY15
Public Service Department	Regulation & Energy Efficiency	2240000000	5/3/2017	21500	Inter-Unit Transfers Fund	129,374.00	Funds from MOA with ANR & VTrans to jointly promote public understanding and support for increasing number of electric vehicles.
Mental Health	Mental Health	3150070000	6/20/2017	21500	Inter-Unit Transfers Fund	39,600.00	23,100 is a BP5 grant to VPCH, from VDH. 15,000 is for SNHU, E-learning from ADAP. 1,500 for Ctr for Health & Learning, from GMCB, suicide prevention.
Green Mountain Care Board	Green Mountain Care Board	3330010000	5/16/2017	21500	Inter-Unit Transfers Fund	418,569.61	SIM funds provided to support activities undertaken at the GMCB to fulfill obligation of the grant.
Human Services Agency	Administrative Management Fund	3400020000	12/16/2016	21500	Inter-Unit Transfers Fund	5,500,000.00	Funds will be used to process the annual DII SLA invoice which now includes mainframe changes. AHS will pay the entire invoice and bill back the AHS Depts.
Human Services Agency	Administrative Management Fund	3400020000	6/13/2017	21500	Inter-Unit Transfers Fund	450,000.00	Funds to be used to process invoices in the Admin Fund, mainly for BGS billbacks.
Health	Administration	3420010000	6/1/2017	21500	Inter-Unit Transfers Fund	100,000.00	IDT revenue and carryforward balance greater than appropriation.
Health	Public Health Appropriation	3420021000	6/1/2017	21500	Inter-Unit Transfers Fund	100,000.00	IDT revenue and carryforward balance greater than appropriation.
Children and Families	DCFS Admin & Support Services	3440010000	6/19/2017	21500	Inter-Unit Transfers Fund	125,000.00	IDT funds in the Admin approp including MOU's with various AHS departments.
Children and Families	DCFS - Family Services	3440020000	6/20/2017	21500	Inter-Unit Transfers Fund	60,000.00	Vt Center for Crime Victim Services approved FSD to increase the percentage of IDT funds earned for select employees time. Transferring a portion of two grants to DCF.

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Children and Families	DCFS - Child Development	3440030000	2/23/2017	21500	Inter-Unit Transfers Fund	40,000.00	Funds to reimburse community agencies for sending employees to a week long training.
Children and Families	DCFS - LIHEAP	3440090000	12/8/2016	21500	Inter-Unit Transfers Fund	252,339.00	Funds available due to refunds received from vendors for unspent state funds made available through a contingent appropriation in SFY2016.
Disabilities Aging Ind. Living	Developmental Services Grants	3460050000	2/23/2017	21500	Inter-Unit Transfers Fund	40,000.00	Funds received from DMH and DCF for Disability Rights VT Grant #03460-6-2221
Corrections	Corrections - Education	3480003000	6/15/2017	21500	Inter-Unit Transfers Fund	60,000.00	Remaining cash balance in fund from receipts prior to FY14.
Corrections	Correc-Correctional Services	3480004000	3/20/2017	21500	Inter-Unit Transfers Fund	879,159.00	Funds to pay for displacement costs due to BGS renovation of prison.
Education Agency	Education Services	5100070000	5/3/2017	21500	Inter-Unit Transfers Fund	750,000.00	InterUnit funds from Agency of Human Services
Natural Resources Agency	"Admin., Management & Planning	6100010000	4/14/2017	21500	Inter-Unit Transfers Fund	30,000.00	Funds from Workload and Section 248 fees (21475) as well as inter-department funds (21500) to support development of climate change planning tools.
Fish & Wildlife	FW Support & Field Services	6120000000	3/13/2017	21500	Inter-Unit Transfers Fund	228,350.00	\$175k from VHCB for land purchase; \$14165 from Lands & Facilities Trust Fund through FPR and \$39185 from FEMA through AOT
Forests, Parks & Recreation	Administration	6130010000	8/2/2016	21500	Inter-Unit Transfers Fund	300,000.00	Funds from FEMA disaster assistance received through VTrans.
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21500	Inter-Unit Transfers Fund	40,000.00	IDT funds from DEC and PSD
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21500	Inter-Unit Transfers Fund	15,000.00	IDT funds from DEC and PSD
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21500	Inter-Unit Transfers Fund	22,000.00	IDT funds from DEC and PSD
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21500	Inter-Unit Transfers Fund	29,445.00	IDT funds from DEC and PSD
Forests, Parks & Recreation	Forestry	6130020000	4/20/2017	21500	Inter-Unit Transfers Fund	10,000.00	Funds available through MOU w/ VDH for the delivery of the Arbor Day Foundation's Energy-Saving Trees Program.
Forests, Parks & Recreation	Forestry	6130020000	5/10/2017	21500	Inter-Unit Transfers Fund	83,000.00	NRCS grant funds from FPR to pay for activity of two limited service foresters.

FY 2017 Excess Receipts Report - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Forests, Parks & Recreation	Parks	6130030000	4/20/2017	21500	Inter-Unit Transfers Fund	71,472.00	IDT funds are available from DEC to work collaboratively to implement shoreland best management practices in three VT State Parks.
Forests, Parks & Recreation	Lands Administration	6130040000	8/2/2016	21500	Inter-Unit Transfers Fund	50,000.00	Funds from VHCB for long-range management projects.
Environmental Conservation	Management & Support Services	6140020000	3/10/2017	21500	Inter-Unit Transfers Fund	250,000.00	Funds to be used to pay Internal Service Fees assessed to DEC.
Environmental Conservation	Management & Support Services	6140020000	5/10/2017	21500	Inter-Unit Transfers Fund	375,000.00	Eco-AmeriCorps grant funds from AHS to cover Internal Service Fee invoices not covered with original excess receipts.
Commerce & Community Dev Agency	Administration Division	7100000000	9/13/2016	21500	Inter-Unit Transfers Fund	205,442.29	FY13 and FY15 Capital Bill for Orthophoto program appropriated to tax dept, program moved under ACCD/VCGI admin in FY16.
Subtotal Interdepartmental Transfers						12,119,993.90	
Tourism & Marketing	Dept. of Tourism & Marketing	7130000000	9/15/2016	21500	Inter-Unit Transfers Fund	135,107.00	FY16 Remaining Cash Balance of: Act 51, 2015 session Sec.G.10.(a)(3) Economic Marketing Development Fund
Transportation Agency	Department of Motor Vehicles	8100002100	9/13/2016	21500	Inter-Unit Transfers Fund	50,000.00	Funds available from Grant #NH16405C-710, 2016 E-Citation Printers.
Transportation Agency	Department of Motor Vehicles	8100002100	10/24/2016	21500	Inter-Unit Transfers Fund	9,000.00	Funds from grant #NH16402-667, 2016 Equipment Grant
Transportation Agency	Policy and Planning	8100002200	8/11/2016	21500	Inter-Unit Transfers Fund	232,994.00	Fund from Grant #02140-34000-118B, State Hazard Mitigation Plan Update.
Buildings & Gen Serv-Capital	BGS-Various Property Sales	0904300250	8/2/2016	21613	BGS-Sale of State Land	9,403.51	Replenish spending authority as of 6/30/16
Administration Agency	Secretary of Administration	1100010000	7/28/2016	21908	Misc Grants Fund	194,723.16	Grant award from the Permanent Fund for VT's Children. To provide staff and consulting support of the Blue Ribbon Commission on Child Care.
Buildings & Gen Serv-Capital	ACCD Projects	1104000061	6/7/2017	21923	Historic Property Stab & Rehab	50,000.00	Stabilization Fund was setup up in 2011 to demolish Bishop Cabin and Fuller House.

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Information & Innovation	Comm & Info Technology	1105500000	5/16/2017	59300	Financial Management Fund	500,000.00	Funds to give the department the ability to issue PO's for prepaid maintenance for software of the ERP system.
Human Resources-Gov'tal	PERSONNEL OPERATIONS	1120010000	5/1/2017	21844	PERS-Recruitment Services	50,000.00	Funds to cover higher recruitment ads in the media for departments statewide. The fund will be reimbursed by the departments by the end of FY17
Human Resources-Gov'tal	DHR - VTHR Operations	1120080000	9/27/2016	21005	FMS System Development Fund	307,903.00	Funds in the FMS Development fund to support the requirements gathering and documentation of a contract with KPMG.
Libraries	Department of Libraries	1130030000	3/27/2017	21015	Elva S Smith Bequest	8,800.00	Funds available from a private bequest from the Elva S Smith organization to the Dept of Libraries.
Libraries	Department of Libraries	1130030000	9/29/2016	21870	Misc Special Revenue	6,000.00	Funds from billings to CCV for their portion of Learning Express Library Database
Libraries	Department of Libraries	1130030000	4/26/2017	21870	Misc Special Revenue	32,734.00	Funds available from billing school libraries for movie license fees that the Dept of Libraries purchased up front for them because they get a volume discount.
Libraries	Department of Libraries	1130030000	10/6/2016	21883	Gates Foundation Grants	7,500.86	Funds from the Opportunity ONline Broadband Grant from the Bill & Melinda Gates Foundation
Libraries	Department of Libraries	1130030000	3/28/2017	21883	Gates Foundation Grants	4,199.43	Opportunity Online Broadband Grant from Bill & Melinda Gates Foundation
Tax	Tax Operation Costs	1140010000	6/29/2017	21594	Tax-Current Use Admin	160,000.00	Cash available from the Current Use Fund.
Buildings & Gen Serv-Gov'tal	BGS- Recycling Efforts	1150060000	10/6/2016	21604	BGS-Recycling Efforts	20,000.00	Funds collected from the disposition of recycling materials.
Buildings & Gen Serv-Gov'tal	BGS-Administrative Services	1150100000	8/9/2016	21526	Governor's Portrait & Frame	20,000.00	Funds for Governor's Portrait & Frame Fund
Buildings & Gen Serv-Gov'tal	BGS-Information Centers	1150400000	8/5/2016	21603	Motorist Aid Refreshment Prog	130,000.00	Funds from donations made by motorists at Info Centers.

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Buildings & Gen Serv-Gov'tal	BGS-Information Centers	1150400000	11/7/2016	21822	ACCD\Tourism & Marketing Broch	225,000.00	Annual fees that vendors pay BGS to display their business brochures at the State Info Centers.
Buildings & Gen Serv-Gov'tal	BGS-Information Centers	1150400000	8/10/2016	21936	Information Center Revenues	102.72	Receipts come from advertisement marketing panels placed in Info Centers around the state
Buildings & Gen Serv-Gov'tal	BGS-Information Centers	1150400000	10/4/2016	21936	Information Center Revenues	5,000.00	Receipts from advertising panels placed in Info Centers around the state.
Buildings & Gen Serv-Prop	BGS-State Surplus Property	1160250000	5/23/2017	58500	State Surplus Property Fund	50,000.00	Funds to cover Pay Act related expenses, final three payrolls, and lease payments.
Buildings & Gen Serv-Prop	State Energy Management Prog	1160700000	10/24/2016	59700	Energy Revolving Fund	600,000.00	Per 2014 Act 178 Sec 41 that established Energy Revolving Fund under section 29 VSA Sec. 168 for the purpose of facilitating energy projects in State facilities.
Sergeant at Arms' Office	Sergeant at Arms	1230001000	8/5/2016	21870	Misc Special Revenue	10,000.00	Room rentals
Treasurer's Office	Office of the Treasurer	1260010000	7/12/2016	21003	Financial Literacy Commission	12,000.00	Pursuant to 9 V.S.A. Chapter 151 Section 6004 Financial Literacy Commission Fund
Treasurer's Office	Office of the Treasurer	1260010000	10/21/2016	21980	Indemnification Fund	509,338.01	Pursuant to 10 V.S.A. Chapter 12, Subchapter 2 Section 223 Mortgage Insurance Fund and Act 157 signed June 2, 2016.
Buildings & Gen Serv-Capital	VT Expo major Maint 51/14(a)	1305100141	8/2/2016	21682	AF&M-Eastern States Building	46,628.04	Replenish spending authority as of 6/30/16
Attorney General's Office	Attorney General's Office	2100001000	4/25/2017	21372	AG-Tobacco Settlement	81,000.00	Funds from attorney fees collected pursuant to the original Tobacco settlement and MyInfoGuard settlement.
Attorney General's Office	Attorney General's Office	2100001000	8/29/2016	21584	Surplus Property	2,659.31	Proceeds from the sale of vehicle at AOT spring auction
Attorney General's Office	Attorney General's Office	2100001000	4/25/2017	21870	Misc Special Revenue	32,637.00	Funds available per Act 130 (2016), Sec. 5f(g). Funds from billbacks from electric utility entities.

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Attorney General's Office	Court Diversion	2100002000	4/25/2017	21142	Youth Substance Abuse Safety P	3,868.00	18 V.S.A. § 4230a(f) - Court Diversion Youth Substance Abuse Safety Program (YSASP)
Judiciary	Judiciary Appropriation	2120000000	3/27/2017	21788	Miscellaneous Settlement Fund	10,000.00	Settlement
Public Safety	DPS-State Police	2140010000	3/14/2017	21141	Drug Task Force	92,026.00	Carry forward revenue from prior year receipts from Civil Marijuana fines.
Public Safety	DPS-State Police	2140010000	2/3/2017	21925	Restitution Special Fund	19,561.00	Restitution Special funds available when there is a court ordered reimbursement for damage to VSP Property.
Public Safety	DPS-Criminal Justice Services	2140020000	5/8/2017	21857	PS-VIBRS	292,000.00	Fund from tower leases that were previously paid to Vermont Telecommunications Authority.
Public Safety	DPS-Criminal Justice Services	2140020000	5/8/2017	21970	Registration Fees Fund	(50,000.00)	Carry forward from prior year revenue
Public Safety	DPS-Criminal Justice Services	2140020000	5/8/2017	21970	Registration Fees Fund	50,000.00	Carry forward from prior year revenue
Public Safety	DPS-Criminal Justice Services	2140020000	5/8/2017	21970	Registration Fees Fund	50,000.00	Carry forward from prior year revenue.
Public Safety	DPS-Emergency Management	2140030000	5/24/2017	21025	Radiological Emerg Response	300,000.00	To change appropriation that was used on original ER-481 journal dated 5/8/17
Public Safety	DPS-Emergency Management	2140030000	8/4/2016	21555	Emergency Relief & Assist Fd	173,324.00	This funding is granted to locals for completing Public Assistance projects.
Public Safety	DPS-Emergency Management	2140030000	4/26/2017	21584	Surplus Property	20,346.00	Funds from State Surplus for items sold at auction.
Public Safety	DPS-Emergency Management	2140030000	4/14/2017	21870	Misc Special Revenue	10,000.00	Funds from reimbursed travel and registrations and other costs under 32 VSA, 603(3).
Public Safety	DPS-Fire Safety	2140040000	6/20/2017	21120	Fire Service Training Council	65,000.00	Carry Forward from FY16
Public Safety	DPS-Fire Safety	2140040000	6/20/2017	21125	Haz Chem & Subst Emerg Resp	45,000.00	Carry Forward from FY16
Public Safety	DPS-Fire Safety	2140040000	10/18/2016	21584	Surplus Property	31,987.47	Funds available from the sale of vehicles sold at auction
Public Safety	DPS-Fire Safety	2140040000	5/16/2017	21584	Surplus Property	9,475.00	Funds from the sale of vehicles at auction

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Public Safety	DPS-Fire Safety	2140040000	10/18/2016	21870	Misc Special Revenue	1,166.31	MOU between Clean Energy States Alliance and DPS-Division of Fire Safety to facilitate the instruction training for "Solar Photovoltaic Safety for Fire Fighters course, reference 32 VSA, 603.
Public Safety	DPS-Radiological Emerg Resp Pro	2140080000	5/8/2017	21025	Radiological Emerg Response	365,000.00	Funds from Entergy Nuclear Yankee, LLC for emergency management related expenses for FY17 & FY18.
Public Safety	DPS-Radiological Emerg Resp Pro	2140080000	5/24/2017	21025	Radiological Emerg Response	(300,000.00)	To change appropriation that was used on original ER-481 journal dated 5/8/17
Military	MIL BLDG Maint&Armory Caretkr	2150040000	8/24/2016	21584	Surplus Property	24,212.13	Proceeds from the sale of vehicles
Military	MIL BLDG Maint&Armory Caretkr	2150040000	4/11/2017	21584	Surplus Property	5,885.40	Proceeds from sale of vehicles
Military	MIL Vet Affairs Office	2150050000	9/1/2016	21924	Vermont Veterans Fund	71,500.00	Proceeds from tax return donations
Agriculture, Food&Mrkts Agency	Food Safety/Consumer Assurance	2200020000	6/13/2017	21060	Vt Dairy Promotion Fund	25,000.00	Vt Dairy Promotion funds and Federal Meat Inspection Program funds
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	9/27/2016	21493	VT Working Lands Enterprise	175,000.00	Donations made in FY2016 and approved via JFO's 2807-2809
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	1/31/2017	21671	AF&M-Agricultural Fees	83,500.00	2016 Act 172 Sec E.233 30 V.S.A subsection 20 is amended to read...provided authority for the Agency to participate in and Section 248 application and bill back time and costs associated there in.
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	6/13/2017	21682	AF&M-Eastern States Building	10,000.00	Existing special fund cash balance from revenues exceeding expenditures.
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	8/5/2016	21889	Risk Manage Ag Producers	59,964.00	Grant from VT Low Income Trust for electricity accepted through JFO via #2688
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	7/19/2016	21908	Misc Grants Fund	9,750.00	Grant from Agricultural Safety & Health Council of America: JFO #2825 approved 6/20/16
Agriculture, Food&Mrkts Agency	Ag Development Division	2200030000	1/23/2017	21908	Misc Grants Fund	25,000.00	Grant from Meadows Bee Farm; JFO #2791

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Agriculture, Food&Mrkts Agency	VT Ag & Environmental Lab	2200150000	7/19/2016	21667	AF&M-Laboratory Testing	50,415.57	To reestablish funding originally approved on ER255 on 4/12/16. Funding to cover PO from FY16 was not able to be rolled to FY17.
Agriculture, Food&Mrkts Agency	Lg Animal Vet Loan Forgive	2200891601	7/19/2016	21992	Next Generation Initiative Fnd	18,593.02	Remaining one-time appropriation - grant agreement exists fully obligating funds
Agriculture, Food&Mrkts Agency	Water Quality Programs	2200891602	7/19/2016	21933	Agricultural Water Quality	873,384.33	Remaining funds from 2015 Act 64 Section 42
Financial Regulation	Banking Division	2210001000	6/20/2017	21065	Financial Institut Supervision	100,000.00	Receipts from banking fees and billback.
Financial Regulation	Administration	2210080000	6/20/2017	21065	Financial Institut Supervision	50,000.00	Receipts from Banking and Insurance fees and billback.
Financial Regulation	Administration	2210080000	6/20/2017	21075	Insurance Regulatory & Suprv	50,000.00	Receipts from Banking and Insurance fees and billback.
Secretary of State's Office	Secretary of State	2230010000	5/1/2017	21150	Prof Regulatory Fee Fund	700,000.00	Next Gen Licensing Platform (NGLP) planned implementation expenditures that original FY17 approp could not cover.
Public Service Department	Regulation & Energy Efficiency	2240000000	7/28/2016	21899	Connectivity Fund	2,552,153.36	VT Telecommunications Authority
Human Rights Commission	Human Rights Commission	2280001000	4/17/2017	21692	Human Rights Commission	9,900.00	9 VSA 4553(a)(6)(A)(iv) - Funds to offset the costs of providing legal services as part of legal settlements
Human Rights Commission	Human Rights Commission	2280001000	6/1/2017	21692	Human Rights Commission	7,295.00	Funds available from recoveries associated with investigation and enforcement actions per 9 V.S.A §4553(a)(6)(A)(iv).
Human Rights Commission	Human Rights Commission	2280001000	6/1/2017	21870	Misc Special Revenue	1,668.00	Funds available from fees collected to cover training costs.
Liquor Control	DLC - Enforcement & Licensing	2300002000	5/3/2017	21584	Surplus Property	11,272.64	Sale of enforcement vehicles via online auction, warehouse equipment and recyclables
Liquor Control	DLC - Enforcement & Licensing	2300002000	6/1/2017	21584	Surplus Property	17,930.00	Sale of surplus equipment at state auction, sale of recyclables, and insurance settlement for a totalled vehicle.

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Liquor Control	DLC - Enforcement & Licensing	2300002000	6/1/2017	50300	Liquor Control Fund	10,075.00	Sale of surplus equipment at state auction, sale of recyclables, and insurance settlement for a totalled vehicle.
Liquor Control	Warehousing & Distribution	2300007000	5/3/2017	21584	Surplus Property	8,961.00	Sale of enforcement vehicles via online auction, warehouse equipment and recyclables
Liquor Control	Warehousing & Distribution	2300007000	6/1/2017	21584	Surplus Property	15,714.00	Sale of surplus equipment at state auction, sale of recyclables, and insurance settlement for a totalled vehicle.
Mental Health	Mental Health	3150070000	4/25/2017	21870	Misc Special Revenue	1,000,000.00	Funds from billing Medicare, patient per diems and other insurance at Vermont Psychiatric Care Hospital and Middlesex Therapeutic Community Residence.
Human Services Agency	Secretary's Office Admin Costs	3400001000	4/18/2017	21870	Misc Special Revenue	86,200.00	Increase in VISTA program cost-share deposits for FY17
Human Services Agency	Secretary's Office Admin Costs	3400001000	6/30/2017	21916	Vermont Health IT Fund	30,000.00	To correct Orig ER-547 dated 6/27/17 that was entered using the wrong Dept ID.
Human Services Agency	Human Services Board	3400010000	6/27/2017	21916	Vermont Health IT Fund	30,000.00	Special fund collection for the Health IT Fund.
Human Services Agency	Human Services Board	3400010000	6/30/2017	21916	Vermont Health IT Fund	(30,000.00)	To correct Orig ER-547 dated 6/27/17 that was entered using the wrong Dept ID.
Vermont Health Access	DVHA	3410010000	6/20/2017	21916	Vermont Health IT Fund	400,000.00	Special fund collection for IT fund to be used for grants to health care providers and for the development of programs and initiatives to promote and improve health care info technology.
Health	Administration	3420010000	3/3/2017	21321	Chemical High Concn Children	20,000.00	Special fund revenue
Health	Administration	3420010000	3/3/2017	21470	Medical Practice	40,000.00	Special fund revenue
Health	Administration	3420010000	3/3/2017	21471	Hospital Licensing Fees	5,000.00	Special fund revenue
Health	Administration	3420010000	3/3/2017	21731	HE-Food & Lodging Fees	175,000.00	Special fund revenue

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Health	Administration	3420010000	3/3/2017	21829	HE-Third Party Reimbursement	20,000.00	Special fund revenue
Health	Administration	3420010000	3/3/2017	21832	HE-Asbestos Fees	20,000.00	Special fund revenue
Health	Public Health Appropriation	3420021000	3/3/2017	21912	Evidence-Based Educ & Advertis	410,000.00	Funds from pharmaceutical manufacturers fees by 33 V.S.A. 2004
Children and Families	DCFS Admin & Support Services	3440010000	6/20/2017	21235	Home Weatherization Assist	1,000,000.00	Funds to offset overhead costs from LIHEAP program that were not covered by the federal grant.
Children and Families	DCFS - LIHEAP	3440090000	12/8/2016	21235	Home Weatherization Assist	1,037,512.00	Funds available due to remaining state funds from LIHEAP/Weatherization federal fund for stat/special fund swap in FFY2016.
Children and Families	DCFS - OEO Weatherization	3440110000	6/13/2017	21584	Surplus Property	2,683.05	Funds from unanticipated cash receipts generated through the sale of weatherization vehicles.
Children and Families	DCFS - OEO Weatherization	3440110000	1/12/2017	21908	Misc Grants Fund	115,000.00	Remaining portion of grant received from Vt Low Income Trust for Electricity originally received through the AA-1 process in October 2015 but not fully spent in SFY16.
Children and Families	DCFS - OEO Weatherization	3440110000	3/20/2017	21908	Misc Grants Fund	150,000.00	Funds from Vt Low Income Trust for Electricity (VLITE) for Vermiculture removal for period 1/1/17 to 1/1/18.
Disabilities Aging Ind. Living	Administration & Support	3460010000	4/20/2017	21813	VR Fees	415,000.00	Higher than anticipated receipts collected from the Employee Assistance Program due to new companies enrolling throughout the FY.
Disabilities Aging Ind. Living	Advocacy & Indep Living Grants	3460020000	6/8/2017	21213	PATH-Civil Monetary Fund	105,000.00	Funds in the Civil Monetary Fund due to federal penalties collected.
Corrections	Correc-Correctional Services	3480004000	6/14/2017	21843	CORR-Supervision Fees	75,000.00	The collection of Supervision Fees has exceeded FY2017 spending authority.
Offender Work Program	Admin - VT Offender Work Prog	3675001000	6/22/2017	21584	Surplus Property	65.28	Funds from surplus for items sold at auction.
Education Agency	Administration	5100010000	6/13/2017	21245	Post Secondary Certification	18,750.00	Collected for Post-secondary Reviews per T.16 Subsection 177.
Education Agency	Administration	5100010000	10/10/2016	21764	ED-Medicaid Reimb-Admin	750,000.00	Funds approved in carry forward plan

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Education Agency	Administration	5100010000	6/13/2017	21764	ED-Medicaid Reimb-Admin	2,535,000.00	Receipts into special fund came in higher than anticipated due to an increase in the approved medicaid rate.
Education Agency	Education Services	5100070000	4/17/2017	21241	ROPA Program Fund	50,500.00	Fee collections
Education Agency	Education Services	5100070000	6/13/2017	21250	General Education Development	237.00	Cash left in account
Education Agency	Education Services	5100070000	10/10/2016	21764	ED-Medicaid Reimb-Admin	99,999.75	Funds approved in carry forward plan
Education Agency	Education Services	5100070000	8/24/2016	21848	ED-Private Sector Grants	30,300.00	Carryover funds and new awards approved by JFO before the end of FY16, but were not known at FY17 budget development time.
Education Agency	Education Services	5100070000	8/24/2016	21848	ED-Private Sector Grants	27,372.00	Carryover funds and new awards approved by JFO before the end of FY16, but were not known at FY17 budget development time.
Education Agency	Education Services	5100070000	8/24/2016	21848	ED-Private Sector Grants	90,000.00	Carryover funds and new awards approved by JFO before the end of FY16, but were not known at FY17 budget development time.
Education Agency	Education Services	5100070000	10/31/2016	21848	ED-Private Sector Grants	150,000.00	This is a new award approved by JFO before the end of FY16, but were not known at FY17 budget development time.
Education Agency	Ed - Flexible Pathways	5100210000	10/10/2016	20205	Education Fund	1,397,950.00	Funds approved in carry forward plan
Education Agency	Ed - Flexible Pathways	5100210000	11/9/2016	20205	Education Fund	(1,397,950.00)	To reverse original ER-402 dated 10/10/16 per memo from Andy Pallito dated 11/9/16.
Natural Resources Agency	"Admin., Management & Planning	6100010000	4/14/2017	21475	Natural Resources Mgmt	35,000.00	Funds from Workload and Section 248 fees (21475) as well as inter-department funds (21500) to support development of climate change planning tools.
Fish & Wildlife	FW Support & Field Services	6120000000	5/25/2017	20305	F&W Fund - Nondedicated	1,322,288.00	Funds available from higher than expected revenues in dedicated funds.
Fish & Wildlife	FW Support & Field Services	6120000000	3/10/2017	20310	Nongame Wildlife Fund	14,250.00	Cash balance from prior fiscal year

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Fish & Wildlife	FW Support & Field Services	6120000000	3/10/2017	20340	Species & Habitat Conservation	40,000.00	Funds acquired by the Department by donations.
Fish & Wildlife	FW Support & Field Services	6120000000	5/30/2017	21894	Green Mtn Cons Camp Endowment	5,000.00	Funds available due to a cash balance in the GMCC Endowment Fund
Forests, Parks & Recreation	Administration	6130010000	6/21/2017	21440	All Terrain Vehicles	43,000.00	Funds from ATV fines and registrations passed through from VASA to FPR through a grant agreement.
Forests, Parks & Recreation	Administration	6130010000	8/2/2016	21525	Conference Fees & Donations	5,000.00	Funds available from Waterbury Area Trail Alliance, American Forest Foundation, and anticipated from Urban & Community Forestry workshop fees.
Forests, Parks & Recreation	Administration	6130010000	8/2/2016	21525	Conference Fees & Donations	14,869.00	Funds available from Waterbury Area Trail Alliance, American Forest Foundation, and anticipated from Urban & Community Forestry workshop fees.
Forests, Parks & Recreation	Administration	6130010000	8/2/2016	21550	Lands and Facilities Trust Fd	150,000.00	Funds from the receipts in the lands and facilities trust funds that FPR has authority to use per statute.
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21475	Natural Resources Mgmnt	4,233.57	Reestablish spending authority from JFO 2734 to accept grant funds from The Nature Conservancy to create the Forster I limited service position.
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21525	Conference Fees & Donations	8,000.00	Funds available from Waterbury Area Trail Alliance, American Forest Foundation, and anticipated from Urban & Community Forestry workshop fees.
Forests, Parks & Recreation	Forestry	6130020000	8/2/2016	21584	Surplus Property	3,662.72	Funds were received from the sale of assets
Forests, Parks & Recreation	Parks	6130030000	6/13/2017	21270	State Forest Parks Fund	500,000.00	Additional funds needed to pay for costs over budget related to the temp workforce responsible for running the State Parks.
Forests, Parks & Recreation	Vt Youth Conservation Corps	6130080000	8/2/2016	21779	FPR-Youth Conservation Corps	300,000.00	Funds from a cash assistance MOA between FPR and VYCC.

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Environmental Conservation	Air & Waste Management Approp	6140030000	12/9/2016	21275	Environmental Contingency Fund	1,000,000.00	Increased use of federal grant that was no anticipated at the time of budgeting. PFOA expenses were not known during budgeting.
Environmental Conservation	Air & Waste Management Approp	6140030000	2/23/2017	21475	Natural Resources Mgmt	100,000.00	Revenue transfer from Agency Central Office for shared costs associated with Act 248.
Environmental Conservation	Water Programs Appropriation	6140040000	8/3/2016	21313	Ecosystem Rest & Water Quality	175,000.00	New fund created by statute
Commerce & Community Dev Agency	Administration Division	7100000000	9/13/2016	21330	Municipal & Regional Planning	85,787.47	Several significant multi-agency projects are in the planning and requirements gathering phases for Property Parcel Mapping Program.
Housing & Comm Development	Housing & Community Affairs	7110010000	6/8/2017	21325	Historic Sites Special Fund	72,000.00	Funds from increased admissions resulting in unplanned income not accounted for in budgeting.
Housing & Comm Development	Housing & Community Affairs	7110010000	6/13/2017	21525	Conference Fees & Donations	8,000.00	June 8th Downtown & Historic Preservation conference registration revenue collected exceeded current available spending authority.
Economic Development	STEM Incentive	7120891502	8/5/2016	21992	Next Generation Initiative Fnd	63,600.00	One-time appropriations for FY2016 carry forward
Economic Development	STEM Incentive	7120891602	8/5/2016	21992	Next Generation Initiative Fnd	129,000.00	One-time appropriations for FY2016 carry forward
Transportation Agency	Finance & Administration Div	8100000100	6/1/2017	21525	Conference Fees & Donations	7,500.00	Funds from registration fees associated with the NE Regional LTAP Conference.
Transportation Agency	Aviation	8100000200	4/3/2017	20175	Transportation DHS Fed Fund	23,000.00	Funds from three Transportation Security Admin (TSA) agreements.
Transportation Agency	Program Development	8100001100	5/30/2017	20160	Transportation Local Fund	300,000.00	Local reimbursement for payroll and other charges to locally participating projects.
Transportation Agency	Program Development	8100001100	6/20/2017	20193	Transp Improvement District Fd	60,902.54	Funds available from Transportation Impact Fees paid per 10 V.S.A. chapter 151, sub chapter 5.

FY 2017 Excess Receipts Revport - Q4 Cumulative - Run 07-18-2017

Agency/Dept Name	Appropriation Name	DeptID	Date	Fund	Fund Name	Amount	Comments
Transportation Agency	Town Highway VT Local Roads	8100001900	6/7/2017	20135	Transportation FHWA Fund	25,000.00	Funds available from prior years' unexpended Local Technical Assistance Program (LTAP) annual funds.
Transportation Agency	Department of Motor Vehicles	8100002100	2/8/2017	20105	Transp Fund - Nondedicated	29,370.00	Funds available from an insurance claim paid to Town of Williston to replace 6 damaged scales belonging to DMV.
Transportation Agency	Department of Motor Vehicles	8100002100	5/31/2017	20105	Transp Fund - Nondedicated	(29,370.00)	Reversal of ER00000426 dated 2/8/17 - ER should not have been processed
Transportation Agency	Policy and Planning	8100002200	5/30/2017	20135	Transportation FHWA Fund	350,000.00	FHWA funds obligated fro Policy & Planning work program
Transportation Agency	Policy and Planning	8100002200	9/13/2016	20155	Transportation-FRA Fund	20,000.00	Funds from a MOA between Vt Agency of Transportation and Mass Dept of Transportation
Transportation Agency	Rail	8100002300	4/13/2017	20150	Transportation FEMA Fund	500,000.00	Funds from two Rail projects, New Haven and Ferrisburgh
Transportation Agency	Rail	8100002300	8/24/2016	20165	Transportation Other Fed Funds	163,717.25	Funds are the FY16 remaining balance from a Northern Border Regional Commission Grant
Transportation Agency	Town Highway Bridge	8100002800	4/3/2017	20135	Transportation FHWA Fund	2,000,000.00	FHWA funds obligated for town highway bridge projects.



STATE OF VERMONT
LEGISLATIVE JOINT FISCAL OFFICE

MEMORANDUM

To: Joint Fiscal Committee Members

From: Daniel Dickerson, Fiscal Analyst

Date: July 21, 2017

Subject: Small Grant and Gift Quarterly Report – Second, Third and Fourth Quarters of FY 2017

In accordance with the provisions of 32 V.S.A. § 5(a)(3), the Joint Fiscal Office is required to submit quarterly reports for small grants and gift requests with a value of \$5,000 or less.*

During the second, third and fourth quarters of fiscal year 2017, October 1, 2016 through June 30, 2017, the Joint Fiscal Office received notification of one small donation as follows:

- On June 23, 2017 the Joint Fiscal Office received notice that the Vermont Dairy Industry Association was donating \$1,000 to the VT Agency of Agriculture, Food and Markets to help fund the Vermont 2 + 2 Scholarship Program. The program supports students attending college and majoring in specific farming-related fields.

* Act 146 of the 2009 Adj. Session (2010), Sec. B.15 amended 32 V.S.A. § 5(a)(3) to permit the Department of Forests, Parks and recreation to accept grants with a value of up to \$15,000 under the “small grants” procedure. This change was part of the “Challenges for Change” initiative.

Act 179 of the 2013 Adj. Session (2014), Sec. E.342.7 amended 32 V.S.A. § 5(a)(3) to permit the Vermont Veteran’s Home to accept grants with a value up to \$10,000 under the “small grants” procedure.



State of Vermont

ANR Office of Planning & Legal Affairs

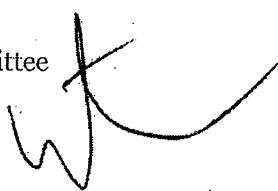
1 National Life Drive, Davis 2

Montpelier, VT 05620-3901

[phone] 802-595-0900

Agency of Natural Resources

TO: The Legislative Joint Fiscal Committee
FROM: Billy Coster, Director of Planning
DATE: July 13, 2017
SUBJECT: Annual Report on FERC Bill-Backs – FY '17



In accordance with Title 30 VSA, subsection 20(a)(2)(C), the Vermont Agency of Natural Resources (Agency) is required to report annually on all personnel costs authorized under that subsection, which were charged to applicants involved in proceedings before the Federal Energy Regulatory Commission (FERC).

For fiscal year 2017 (July 1, 2016 through June 30, 2017) the Agency had no authorized costs or charged expenditures related to FERC bill back.

Please feel free to contact me with any question or with requests for additional information.



State of Vermont
Department of Public Service
112 State Street
Montpelier, VT 05620-2601
<http://publicservice.vermont.gov>

[phone] 802-828-2811
[fax] 802-828-2342
[tdd] 800-734-8390

May 15, 2017

State of Vermont
LEGISLATIVE JOINT FISCAL COMMITTEE
One Baldwin Street
Montpelier, VT 05633-5701

To: The Legislative Joint Fiscal Committee

Enclosed is the Quarterly Report of costs and expenditures for proceedings of the Federal Energy Regulatory Commission pursuant to 30 V.S.A. § 20 (b)(9), covering the period from January 1, 2017 through March 31, 2017.

Respectfully Submitted,



June E. Tierney
Commissioner
Vermont Department of Public Service

Enclosure



**Public Service Department Expenditures
Related to Proceedings
At the
Federal Energy Regulatory Commission
For the period
July 1, 2016 – June 30, 2017**

General Description of Activity

The Department takes action at the Federal Energy Regulatory Committee (FERC) to protect the interest of Vermont ratepayers in many different proceedings. For example, the Department has been active at FERC in ensuring fairness in cost allocations for utility projects and in ensuring Vermont's interests are represented in New England transmission projects. The issues vary from quarter to quarter but it is crucial to Vermont consumers that the Public Service Department intervenes at FERC when necessary to ensure that the costs flowing back to Vermont ratepayers as a result of FERC activity and proceedings are true, accurate, just and reasonable. The Department has contracted Synapse Energy Economics, Inc to monitor FERC activities, and certain in-house expenses are also attributed to FERC activities.

Expenditures

For FERC related activity affecting Vermont¹

Q1 FY2017 \$ 9,156.16
Q2 FY2017 \$ 2,465.65
Q3 FY2017 \$ 1,693.78
Q4 FY2017 \$

\$13,315.59

Indirect Expenditures²

\$0

Total Expenditures³ for the Year FY2017

\$13,315.59

¹ In accordance with Title 30, § 20 (b) (9) the department of public service provides the following quarterly report for expenditures related to FERC proceedings affecting the State and Vermont Utilities for the period July 1, 2016 through June 30, 2017.

² Indirect expenditures include telephone, postage and coping expense.

³ Expenditures include amounts actually paid for the quarter.



State of Vermont
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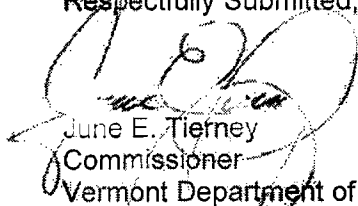
January 27, 2017

State of Vermont
LEGISLATIVE JOINT FISCAL COMMITTEE
One baldwin street
Montpelier, VT 05633-5701

To: The Legislative Joint Fiscal Committee

Enclosed is the Quarterly Report of costs and expenditures for proceedings of the Federal Energy Regulatory Commission pursuant to 30 V.S.A. § 20 (b)(9), covering the period from October 1, 2016 through December 31, 2016.

Respectfully Submitted,


June E. Tierney
Commissioner
Vermont Department of Public Service

Enclosure



**Public Service Department Expenditures
Related to Proceedings
At the
Federal Energy Regulatory Commission
For the period
July 1, 2016 – June 30, 2017**

General Description of Activity

The Department takes action at the Federal Energy Regulatory Committee (FERC) to protect the interest of Vermont ratepayers in many different proceedings. For example, the Department has been active at FERC in ensuring fairness in cost allocations for utility projects and in ensuring Vermont's interests are represented in New England transmission projects. The issues vary from quarter to quarter but it is crucial to Vermont consumers that the Public Service Department intervenes at FERC when necessary to ensure that the costs flowing back to Vermont ratepayers as a result of FERC activity and proceedings are true, accurate, just and reasonable. The Department has contracted Synapse Energy Economics, Inc to monitor FERC activities, and certain in-house expenses are also attributed to FERC activities.

Expenditures

For FERC related activity affecting Vermont¹

Q1 FY2017 \$ 9,156.16
Q2 FY2017 \$ 2,465.65
Q3 FY2017 \$
Q4 FY2017 \$

\$11,621.81

Indirect Expenditures²

\$0

Total Expenditures³ for the Year FY2016

\$11,621.81

¹ In accordance with Title 30, § 20 (b) (9) the department of public service provides the following quarterly report for expenditures related to FERC proceedings affecting the State and Vermont Utilities for the period July 1, 2016 through June 30, 2017.

² Indirect expenditures include telephone, postage and coping expense.

³ Expenditures include amounts actually paid for the quarter.



OFFICE MEMORANDUM

Highway Division Project Delivery Bureau - Structures Design Section

TO: Joe Flynn, Secretary of Transportation

FROM: Carolyn Carlson, P.E., Acting Structures Program Manager
via Kevin, Marshia, Chief Engineer

DATE: 6/29/2017

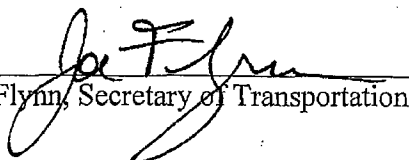
SUBJECT: Emergency Declaration
Springfield VT 11 BR #57 (Springfield BF 0134(43))

This memo is to request your concurrence on an Emergency Declaration in accordance with 19 V.S.A. § 10g (h) and (k) for the above referenced project. The corrugated metal plate pipe arch (CMPPA) constructed in 1961 has begun to fail resulting in concerns over the safety of the traveling public. Specifically, the invert of the pipe arch has deteriorated leading to loss of fill and roadway subsidence. The sidewalk and eastbound travel way has begun to subside and will continue to do so. The roadway above the existing pipe is at risk of eminent failure.

To address immediate safety concerns, the Maintenance and Operation Bureau will be installing a 140' long two-way temporary bridge off-alignment to the north of the existing alignment while maintaining one-way traffic on VT 11 during construction.

This project is currently scheduled for construction in fiscal year 2021. The installed temporary bridge will allow us to proceed with the current Project Delivery Process to deliver this project for Construction in the summer of 2020.

This situation poses a significant risk to the traveling public and must be addressed immediately. I hereby concur with the need to declare this situation an emergency to facilitate the rapid installation of a temporary bridge to maintain traffic on VT 11.


Joe Flynn, Secretary of Transportation

06/30/2017
Date

cc: Wayne Symonds, P.E. Deputy Chief Engineer
Ken Robie, P.E., Project Delivery Bureau Director