

H. 97: FY 2019 Sen BAA Proposal Summary

○ Human Services

- Adjusts for losses in federal funding including \$2.7m for Woodside.
- Adjusts for caseload and utilization changes including pressure in DCF child welfare, MH residential and Medicaid and decreases in Reach Up and Aged Blind & Disabled Caseload.
- Funds contract wage increases for direct care workers (AFSCME).
- Refunds past overpayment of Vpharm program Rx rebates.
- DMH - Success Beyond Six increase of \$16.2m (match provided from school districts).
- DOC - Adds \$2m GF for Correctional Officer I and II reclassifications.
- Fiscally neutral move of State Health Care Reserve Fund (SHCRF) of \$277.6m to GF.

○ Other Budget Areas

- Judiciary - Adds \$200k for expungements of convictions workload.
- Public Safety - Adds \$1.77m for sworn officer position reclassifications and other under budgeted expenses.
- Fish & Wildlife - Adds \$115k for 10-year Angler Survey.
- AOE - Adds \$398k for Dual Enrollment increase and updates the education payment estimate.
- Transportation - Authorizes transfer up to \$2.5m to address cost of winter highway maintenance.
- Tax – Lowers the tax computer modernization fund allocation, increasing GF funds available.

○ One-Time Appropriations

- Cybersecurity - Adds \$1.8m to strengthen the State's data infrastructure.
- Retirement & OPEB - Uses \$22.2m to retire internal retired teachers' health care fund loan initiating pre-funding for this obligation and \$3.3m additional FY20 Teachers' Retirement Fund.
- Places funds in reserve for FY20 budget process similar to house and administration.

Senate Additions or Modifications

- Carries forward \$800k in Child Care appropriation to FY20 for update to Federal Poverty Level and supplemental grant support; provides \$1.4m one-time grants to providers, and redirects \$300k for lead remediation in licensed child care settings.
- Provides \$2.5m for lead testing and remediation in schools and childcare settings per S.40.
- Adds \$40k for training of law enforcement officers in fair and impartial policing. Funds one-time equipment and less lethal weapons for State Police. Requires recommendations on video retention policy.
- Maintains quarter year funding related to sheriffs' contracts in hospitals and requires a report in April from DMH with stake holder input.
- Adds \$435k in Judiciary to replace disallowed Federal child support receipts. Funds AG request of \$22k to address higher caseloads for diversion and pre-trial services.
- Provides additional \$90k funding for regional economic development grants.
- Reserves funds for child welfare and DOC detention studies. Study specifications to be developed in FY20 budget process.
- Corrects public inebriates' statutory inconsistencies.
- Accepts several pending grant and limited service position requests.

Appropriation Totals (unduplicated)	FY18	FY19 sac	1 yr % Growth	5 yr % Growth
GF	1,563,588,618	1,581,898,226	1.17%	2.68%
All State w/o EF	2,501,839,927	2,245,525,566	-10.25%	2.87%
All State w/ EF	3,822,606,442	3,896,044,900	1.92%	1.02%
All Funds (incl EF and FF)	6,122,245,565	5,922,628,968	-3.26%	1.22%

Act 11 of 2018 (spec. sess.) and this proposal includes changes related to the General Fund, State Health Care Resources Fund, and Education Fund. This impacts the all state funds growth rates for all state funds. In calculating the growth rate which include the EF, adjustments for the transfer to the EF have been made where appropriate.

JFO
February 12, 2019