

FY 2015 Budget Adj. Summary - H. 82 Senate Appropriations Recommendation

	<u>GF</u>	<u>%</u>	<u>State Fds</u>	<u>%</u>	<u>All Fds</u>	<u>%</u>
As passed (May'14)	\$1.444	4.8%	\$2.315	4.1%	\$5.503	4.8%
Rescission (Aug'14)	\$1.417	2.5%	\$2.291	2.4%	\$5.463	3.4%
Hs/Sen BAA (Jan'15)	\$1.406	1.9%	\$2.271	1.5%	\$5.471	3.5%

Budget Adjustment Context:

FY2015:

- The Budget Adjustment bill is proposed in the context of General Fund revenue downgrades of over \$41 million from the original official forecast last January 2014. These downgrades represent a 2.8% reduction in general funds available to support operations of State government.
- Departments and agencies are absorbing \$3.5 million general funds (\$9.2 million all funds) in their current year budgets to cover increased costs of State employee health care, on top of \$1.5 million of 'efficiency and enhancement savings' passed in the budget.
- The FY 2015 budget adjustment proposal maintains our commitment to addressing Vermonters' needs while closing the FY 2015 budget gap and reserving \$2 million in additional funds to address the FY 2016 budget gap.

Specific Actions include:

- Decreases GF spending by \$12 million in response to the Official Revenue Forecast downgrade. Of that, \$10 million balances FY 2015 and \$2 million is available to close the FY 2016 budget gap.
- Fully funds all required reserves and leaves \$7 million in the Rainy Day Fund for use in FY 2016.
- Applies federal funds and Global Commitment funds to upward pressures in health care, the Dept. for Children and Families, and Corrections. The Human Services budget in total is down over \$9M in general funds from what was passed in May.
- Finalizes a \$2.5 million rescission in Transportation /TIB Funds, meeting a 1% decline in revenue.

Specific funding changes in the bill:

- Supports increased costs related to Vermont Health Connect.
- Reach Up caseload decreasing by approximately \$1.4m, over 500 households. Savings used to strengthen DCF's ability to respond to child welfare issues. Added 2 new Assistant Attorneys General, 5 positions in Management and Field Services, 18 social workers, and 12 other positions in Family Services Division, including 3 positions to keep families together and prevent abuse.
- Increases support for emergency housing by \$600k.
- Adds \$611K to Pathways to Housing for the service portion of a new wrap-around housing and service model for people with mental illness.
- Provides Veterans' Home with \$2.15 million to meet budget gap.
- Adds \$1.6M in choices for care high and highest need, \$900,000 in reductions in Moderate Needs. Reinvests \$40.5K to SASH (Support and Services at Home), and \$207K for home modification.
- Meets funding pressures in the renter rebate and current use program.
- Funds new opiate treatments slots in Bennington County, helping to free up slots in Rutland.
- Adds \$25K to support towns defending reappraisals and appeals related to TransCanada.

Reductions in bill

- LIHEAP – Saves \$1 million is seasonal benefits due to reduction in applications.
- Reduced mental health housing vouchers by \$437K characterized as due to underutilization.
- Judiciary – \$224K reduction in overall budget which will impact availability of judges.
- Reduced staff and contract costs resulting from not moving forward with single payer.

FY15 BAA

AHS Major BAA Ups and Downs

		GF	FF	SHCRF	Total		
1	AHS CO	Agency wide lease costs	833,928	442,235		1,276,163	multiple sections
2	AHS CO	GCF FMAP true ups (New Adults/Opioid match)	(14,225,082)	14,225,082		-	B.301
3	AHS CO	GCF - SHCRF true up	4,339,104	-	(4,339,104)	-	B.301
4	AHS CO	GC carryforward use (onetime)	(4,915,605)	(6,382,039)		(11,297,644)	B.301
5	DVHA/DCF	Exchange - Vermont Health Connect	3,499,039	6,091,810		9,590,849	B.306/309/316 net
6	DVHA	DVHA Caseload, Utilization, CFC, Buy In etc	2,399,813	8,480,067		10,879,880	B.307-309 net
7	DVHA	Clawback	(1,102,619)	-		(1,102,619)	B.309
8	VDH	Pub. Health - Vaccine	(97,898)	(127,103)		(225,000)	B.312
9	VDH	Pub. Health - AHEC	73,967	96,033		170,000	B.312
10	VDH	ADAP - Bennington Care Alliance	89,196	115,805		205,000	B.313
11	VDH	ADAP - Residential Utilization	(33,503)	(43,497)		(77,000)	B.313
12	DMH	Second Spring	(248,657)	(322,837)		(571,494)	B.314
13	DMH	Housing Voucher	(190,199)	(246,940)		(437,139)	B.314
14	DMH	Pathways	266,246	345,674		611,920	B.314
15	DCF	Federal Funds true up	-	2,543,653		2,543,653	B.316
16	DCF	Foster, Substitute Care CFS caseload \$/case	1,421,223	1,755,425		3,176,648	B.317
17	DCF	Child welfare	1,039,016	472,743		1,511,759	B.317
18	DCF	Emergency housing	600,000			600,000	B.321
19	DCF	Reach Up - Caseload savings	(1,682,421)	(245,765)		(1,928,186)	B.323 (\$2.1m Aug'15 re
20	DCF	Reach Up - Lund Ctr contract	263,078	216,922		480,000	B.323
21	DCF	Reach Up - One time ARRA redistribution	(1,636,422)	1,636,422		-	B.323
22	DCF	LIHEAP - caseload	(1,000,000)	-		(1,000,000)	B.324
23	DCF	Fed. funded disability determination	-	321,000		321,000	B.328
24	DDAIL	DS caseload	(281,291)	(365,206)		(646,497)	B.333
25	DDAIL	SFI utilization	(87,020)	(112,980)		(200,000)	B.333
26	DDAIL	Family Managed Respite - IFS utilization	(522,120)	(677,880)		(1,200,000)	B.333
27	Var.	Net All other AHS	(416,557)	988,756			multiple sections
			(11,614,783)	29,207,379			

Other BAA Changes

Vermont Veterans Home	2,150,367	(690,500)		B.342
Debt Service	(837,046)			B.1000
States' Att'y/Def./Sherriffs/Judiciary	(603,673)			B.200-207 net
Agency of Commerce and Comm. Dev.	(127,496)			B.800-806 net
Natural Resources	(62,049)			B.705/713 net
Gen'l Govt- Renter Rebate, Homeowner, SoA	(904,576)	505,877		B.100-140 net