

Major Components of Gov's \$94.6M Gap Close

DRAFT

1/28/2014 1:30 PM

New State Revenue

ANR Fees	1.47	various - this is portion that offsets GF
VDH inspection Fees	0.61	Food&Lodging, Xray inspection fees
US Marshal Bed Rev	1.71	
PI - deductability	15.50	JFO estimate is \$1m lower
Payroll Tax-gap portion	15.87	portion for GF base- remaining new revenue to new expend
	<u>35.16</u>	

Ed Fund Related

Current Use GF	1.20	expense out - revenue out
Comm. HS of VT	1.74	expense out - revenue out
Vet Home Lottery assign	1.00	revenue growth that would otherwise go to EF
	<u>3.94</u>	

Non AHS Cuts/Restructures

Current Use GF	0.40	GF appropriation impact lower municipal reimbursement need
Restructing	2.90	Libraries, Judiciary ,PSAPs, Nat'l Resources Board
Cuts/Eliminations	2.84	Working lands, VIT eliminate , Early Ed GF grants eliminate, DII VTA
	<u>6.14</u>	

State Employee - Labor Costs

Pay Act (3 branches)	5.79	40% fd contract yr2 - language error in gov proposal
Savings target	5.00	to be determined
	<u>10.79</u>	

Human Services

Reduce or Eliminate	21.15	LIHEAP, DS caseload, HC Loan repayment, utilization review boards,
FF offsets	2.73	Reach Up count SSI \$, Legal Aid, GA cold weather, many others
	<u>23.88</u>	

Other

Property Transfer Tax	2.80	VHCB shift to capital bill
Rainy Day Fund	5.00	one time
One time trans/reverts	6.90	one time
	<u>14.70</u>	

Total Gap	94.61
------------------	--------------

FY16 Revenue Downgrade	-18.6	
FY15 available after BAA	2.0	FY15 downgrade was \$10m - BAA expected \$12m
New Gap	-16.6	Still needs to be addressed

Gov Proposed New Revenue in FY16

	FY16	
State deductability-retro	15.50	JFO estimate is \$1m lower
0.7% Payroll	41.44	Half year cost - begins 1/1/2016
US Marshals Beds	1.71	deposited in GF - DOC cost in base
Fee Bill	5.80	var SFs AoE\$260k, VDH \$770k, ANR \$3.5, Ag \$1.2
	<u>64.45</u>	
other tax issues		Estate Tax Neutrality Meals and Rooms Tax - growth allocation

