

From: Byrne, Emily [Emily.Byrne@vermont.gov]
Sent: Friday, February 12, 2016 11:56 AM
To: Johnson, Justin; Pallito, Andy; Pepper, James
CC: Ferland, Brad
Subject: S.241 Revamped Admin Proposal.xlsx
Attachments: S.241 Revamped Admin Proposal.xlsx

Attached are updated appropriations for S.241.

They are based on the detail that I got from departments.

One area that there are changes in is public safety. I got a sheet from them and they are at 6 chemists and 6 rulemaking staff... which I am pretty sure has changed – but I am not sure who talked to who and have nothing officially in writing...

I think this is a good snap shot of the high water mark – please make sure the numbers pass a gut check....

Let me know if you need anything else.

I would ask if this gets sent around anywhere that you turn it into a PDF – the departments were pretty clear that they don't want too many draft spreadsheets floating around.

I will call on in Tuesday.

Have a great weekend!

Emily

DRAFT**S.241 Administration Proposal**

	Funding (in Millions)			Positions		
	FY 2017	FY 2018	FY 2019	FY 2017	FY 2018	FY 2019
One time Appropriations	FY 2017	FY 2018	FY 2019	FY 2017	FY 2018	FY 2019
<i>Legislative Council Program Review</i>	0.06	-	-			
Tax Department - Administration						
Excise Tax Module	0.76	0.75	-			
Training for Staff	-	0.01	-			
Vault/Safe	-	0.08	-			
Security/Construction Enhancements	-	0.45	-			
Cash Equipment	-	0.05	-			
Department of Public Safety - Criminal Justice						
Drug Recognition training	0.06	-	-			
Trooper Set Fit Up	-	0.48	0.48			
Lab Equipment	0.12	-	-			
Agency of Agriculture						
Lab Equipment	-	0.35	-			
Total One-time Appropriations	1.00	2.16	0.48	-	-	-
Administration						
<i>Marijuana Commission</i>	0.03	0.03	0.03			
Tax Department						
Excise tax module M&O	-	0.01	0.01			
Business Analyst	0.08	0.08	0.08	1.00	-	-
Policy Analyst	0.08	0.08	0.08	1.00	-	-
Tax Examiners	-	0.16	0.16	-	2.00	-
Discovery	-	0.04	0.08	-	1.00	-
Audit	-	-	0.08	-	-	1.00
Collections	-	-	0.08	-	-	1.00
Training	-	0.00	0.00	-	-	-
Vault/Safe Maintenance	-	-	0.01	-	-	-
Security/Construction Enhancements	-	0.10	0.10	-	-	-
Cash Equipment	-	-	0.01	-	-	-
Cash Management Staff	-	0.08	0.08	-	2.00	-
Armored Car Service	-	0.03	0.06	-	-	-
Security Guards	-	0.06	0.06	-	-	-
Department of Public Safety						
Rulemaking/Application Processing	0.24	0.50	0.51	3.00	3.00	-
Agency of Agriculture						
Staff Attorney	0.13	0.13	0.14	1.00	-	-
Admin Assistant	-	0.08	0.08	-	1.00	-
Field Inspector	-	0.10	0.10	-	1.00	-
Program Lead	-	0.11	0.11	-	1.00	-
Operating	0.01	0.17	0.17	-	-	-
Attorney General	-	0.20	0.20	-	-	-
Total Administration	0.57	1.95	2.23	6.00	11.00	2.00
Criminal Justice System						
Department of Public Safety						
2018 Troopers	-	0.72	0.74	-	8.00	-
2019 Troopers	-	-	0.72	-	-	8.00
States Attorneys						
Prosecutors	-	0.50	0.51	-	4.00	2.00
Expert Witness Fees	-	0.10	0.10	-	-	-
Software for Case Management	-	0.10	-	-	-	-
Defender General						
Defense Attorneys	-	0.50	0.51	-	5.00	-
Expert Witness Fees	-	0.20	0.20	-	-	-
Judiciary	-	0.02	0.02	-	-	-
Total Criminal Justice System	-	2.14	2.80	-	17.00	10.00
Prevention and Education						
Health Department						
School Based Substance Abuse Programs	0.20	2.40	2.40	1.00	2.00	-
SBIRT Practice Model for Professionals	0.05	0.25	0.25	-	-	-
SBIRT Direct Services	-	0.20	0.20	-	-	-
Family Education Programs	0.10	0.50	0.50	-	-	-
Counter Marketing	0.15	0.90	0.90	-	-	-
Agency of Education						
Policy Position	-	0.12	0.12	-	1.00	-
Discipline Position	-	0.05	0.05	-	1.00	-
Health Education Position	-	0.12	0.12	-	1.00	-
Supplies for health Education position	-	0.03	0.03	-	-	-
Position to support homeless/delinquent/neglected youth	-	0.12	0.12	-	1.00	-
Grants to Districts	-	0.50	0.51	-	-	-
Total Prevention and Education	0.50	5.19	5.21	1.00	6.00	-

Treatment:						
Health Department						
Direct Treatment	-	1.75	1.75	-	-	-
Total Prevention and Education	-	1.75	1.75	-	-	-
Lab						
Department of Public Safety						
Equipment**	-	0.01	0.01			
Training**	0.01	0.00	0.00	-	-	-
Contractual	0.00	0.00	0.00	-	-	-
Personnel (3 chemists)	0.05	0.10	0.10	3.00	3.00	-
Supplies	0.01	0.01	0.01	-	-	-
Agency of Agriculture						
Chemists	0.10	0.20	0.21	1.00	1.00	-
Operating	0.01	0.08	0.08	-	-	-
Total Prevention and Education	0.17	0.40	0.40	4.00	4.00	-
Total Administration Proposal	2.24	13.60	12.89	11.00	38.00	12.00
Total Funding By Department						
Marijuana Commission	0.09	0.03	0.03	1.00	-	-
Public Safety	0.48	1.82	2.57	6.00	14.00	8.00
States Attorneys	-	0.70	0.61	-	4.00	2.00
Defender General	-	0.70	0.71	-	5.00	-
Judiciary	-	0.02	0.02	-	-	-
Attorney General	-	0.20	0.20	-	-	-
Health Department	0.50	6.00	6.00	1.00	2.00	-
Agriculture	0.26	1.22	0.89	2.00	4.00	-
Education	-	0.94	0.96	-	4.00	-
Tax	0.92	1.97	0.89	2.00	5.00	2.00
Total Funding By Department	2.24	13.60	12.89	12.00	38.00	12.00

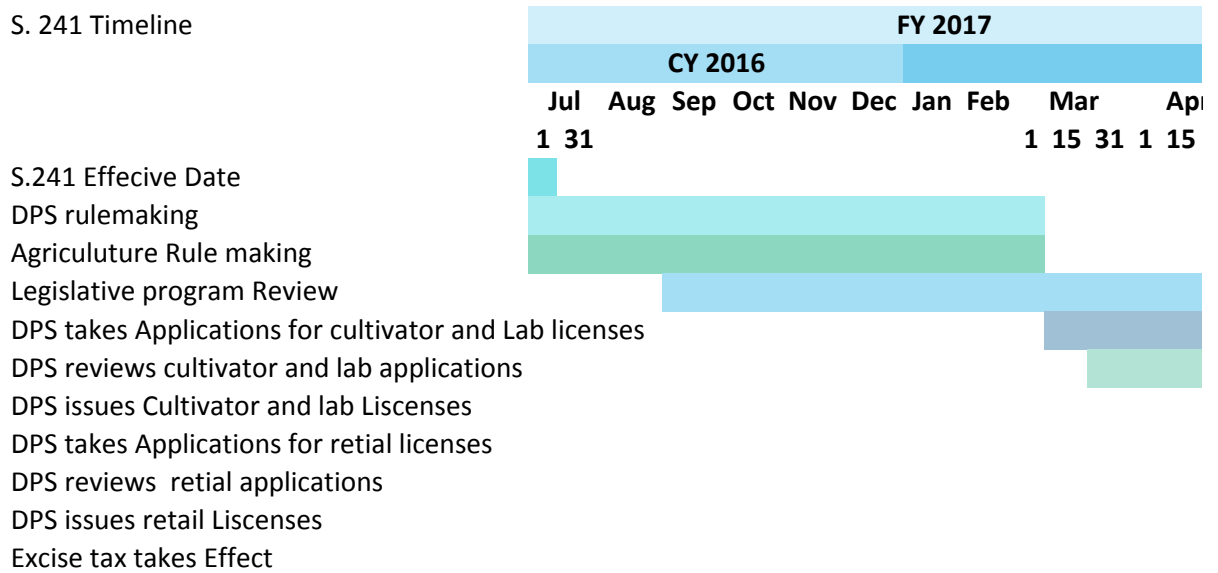
* Inflation factor 2.5%

** Match for Governor's Highway Safety Funding 20.0%

Other Funding			
Capital Bill			
DPS - Lab Work Space	0.55	-	-
Governor's Highway Safety Program			
Lab Equipment	0.47	0.04	0.04
Training	0.02	0.00	0.00
Contractual	0.01	0.01	0.01
Personnel (chemists)	0.19	0.40	0.42
Supplies	0.02	0.02	0.02
Subtotal Governor's Highway Safety Program	0.72	0.47	0.49

Fees			
Retail Stores	0.38	0.53	0.45
Cultivation Tier 1	0.38	0.38	0.30
Cultivation Tier 2	0.38	0.38	0.25
Labs/testing	0.01	0.01	0.01
Total Fees	1.13	1.28	1.01
25% Excise Tax			
Conservative	-	5.60	13.40
Middle	-	7.00	16.80
High	-	8.70	20.80
Revenue less Expenditures			
Conservative	(1.11)	(6.72)	1.52
Middle	(1.11)	(5.32)	4.92
High	(1.11)	(3.62)	8.92
Cumulative Deficit			
Conservative	(1.11)	(7.83)	(7.41)
Middle	(1.11)	(6.43)	(2.61)
High	(1.11)	(4.73)	3.09

S.241 Effective Date



										FY 2018																		
CY 2017										CY2018																		
r	May			Jun			Jul			Aug			Sep			Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct
30	1	15	31	1	15	31	1	15	31				1	15	31													



FY 2019						
		CY 2019				
Nov	Dec	Jan	Feb	Mar	Apr	May Jun



	FY17	FY18	FY19					
Computer System				Notes				
Software	\$	750,000	\$	750,000	CO's FAST module cost \$1.4M; includes interface to enforcement software costs for research, requirements development, or other research expenses			
Implementation Consulting	\$	10,000						
Vender Maintenance and Support			\$	5,000				
	Total	\$	760,000	\$	755,000	\$	5,000	Ongoing M&S
Staffing Costs								
Business Analyst/IC	\$	80,000	\$	80,000	\$	80,000	1 staff - lead SME during project development	
Policy Analyst	\$	80,000	\$	80,000	\$	80,000	1 staff - legal support	
Tax Examiners			\$	160,000	\$	160,000	2 staff - call center and front end processing	
Discovery			\$	40,000	\$	80,000	1 staff - data management for enforcement activities	
Audit					\$	80,000	1 staff - Audit activities	
Collections					\$	80,000	1 staff	
Training			\$	10,000	\$	2,000		
	Total	\$	160,000	\$	370,000	\$	562,000	8 staff
Cash Collection Costs								
Vault/safe			\$	75,000	\$	5,000	WA costs = \$63k	
Security/construction enhancements			\$	550,000	\$	100,000	WA costs = \$800k;	
Cash equipment			\$	50,000	\$	5,000	WA costs = \$50k	
2 internal staff Cash Mngmt			\$	80,000	\$	80,000	2 part time staff - needed Jul 2017 for training, bonding.	
	Total	\$	-	\$	755,000	\$	190,000	2 cash mngmt staff
Services								
Armored Car Services			\$	30,000	\$	60,000	CO costs = \$60k	
Security Guards			\$	60,000	\$	60,000		
	Total	\$	-	\$	90,000	\$	120,000	
	Total		920,000		1,970,000		877,000	10 staff

Assumptions

- Enforcement Structure Similar to CO's with seed to sale tracking
- Ad Valorem separate excise tax and sales tax at the point of retail sale
- At least 30% cash collection in first year
- 1 Tax Collection Point with Employees Present
- 5 days a month for cash collection w/ appointments

S. 241 - Number of Filers

- Max number of cultivator licenses prior to July 1, 2018 = 20
- Max number of retail licenses prior to July 1, 2018 = 40
- Max numbers after July 1, 2018 - up to Public Safety

New Trooper Cost (First Year)

Line Item	Cost	2nd year	
Salary	52,723	54,041	
Benefits Package	30,601	32,131	
Training	3,259	3,259	
Uniforms and Supplies	9,591	-	9,591
Vehicles & cost of outfitting	46,424	-	46,424
Gasoline	3,600	3,600	
IT Equipment	8,582	-	8,582.32
TOTAL	154,779	93,031	64,596.78
	\$ 1,238,234.24	744,245	1,261,019.24

One time costs per trooper 493,989
 On-going trooper costs 61,748.66
 93,031

DPS Forensic Lab and VT Criminal Information Center (VCIC) estimated costs and funding breakdown

Year One (FY17)				Funding Source Breakdown	
Cost Type	Cost per Unit	Number of Units	Total Cost Year 1 (FY 17)	General	Federal
Lab Work Space	\$ 545,000	\$ 1	\$ 545,000	\$ -	\$ -
Equipment	\$ 592,600	\$ 1	\$ 592,600	\$ 118,520	\$ 474,080
Training	\$ 25,000	\$ 1	\$ 25,000	\$ 5,000	\$ 20,000
Contractual	\$ 12,025	\$	\$ 12,025	\$ 2,405	\$ 9,620
Personnel Lab	\$ 80,000	\$ 3	\$ 240,000	\$ 48,000	\$ 192,000
Personnel VCIC	\$ 80,000	\$ 3	\$ 240,000	\$ 240,000	
Supplies	\$ 26,550	\$ 1	\$ 26,550	\$ 5,310	\$ 21,240
Total Year 1			1,681,175	419,235	716,940

Year Two (FY18)				Funding Source	
Cost Type	Cost per Unit	Number of Units	Total Cost Year 2 (FY 18)	General	Federal

Equipment	\$ 51,194	\$ 1	\$ 51,194	\$ 10,239	\$ 40,955
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Training	\$ 3,000	\$ 1	\$ 3,000	\$ 600	\$ 2,400
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Contractual	\$ 12,025	\$ 1	\$ 12,025	\$ 2,405	\$ 9,620
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Personnel Lab	\$ 83,200	\$ 6	\$ 499,200	\$ 99,840	\$ 399,360
Personnel VCIC	\$ 83,200	\$ 6	\$ 499,200	\$ 499,200	\$ -

Supplies	\$ 26,550	\$ 1	\$ 26,550	\$ 5,310	\$ 21,240
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Total Year 2	\$ 1,091,169	\$ 617,594	\$ 473,575
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Year Three (FY19)				Funding Source	
Cost Type	Cost per Unit	Number of Units	Total Cost Year 3 (FY19)	General	Federal

Equipment	\$	52,986	\$	1	\$	52,986	\$	10,597	\$	42,389
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Training	\$	3,000	\$	1	\$	3,000	\$	600	\$	2,400
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Contractual	\$	12,025	\$	1	\$	12,025	\$	2,405	\$	9,620
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Personnel Lab	\$	86,528	\$	6	\$	519,168	\$	103,834	\$	415,334
Personnel VCIC	\$	86,528	\$	6	\$	519,168	\$	519,168	\$	-

Supplies	\$	26,550	\$	1	\$	26,550	\$	5,310	\$	21,240
Total Year 3					\$	1,132,897	\$	641,914	\$	490,983

The above breakdown is based upon the information below taken from Joe Flynn's email to James Pepper dated 2/5/16

Work Space - \$545,000 - This is now in the Capital Bill

Equipment - \$592,600 - This is not in the '17 Budget, hopes are we can get grant money from the

Training -\$25,000 - Should be put into the MJ Bill.

Contractual - \$10,000 - Should be put into the MJ Bill.

Personnel - \$480,000 (Reflect 3 staff in Lab and 3 in VCIC in '17 vs. initial plan for 12. Addition:

Supplies - \$26,550 - Should be put into the MJ Bill.

Contractual - \$2,025 - Should be put into the MJ Bill.

wn for Marijuana Program (3 year projection)

kdown		Notes
Other		
\$	545,000	Included in Current Capital Bill
\$	-	Federal/GF Split shown to the left is due to the NHTSA/Gov Highway Safety Funds 20% match requirement. Also equipment over 5k must be approved by NHTSA in advance of purchase. Assumes costs are approved and there is an ongoing commitment by NHTSA/Governor's Highway Safety Program to fund these costs
\$	-	Federal/GF Split shown to the left is due to the NHTSA/Gov Highway Safety Funds 20% match requirement. Assumes costs are approved and there is an ongoing commitment by NHTSA/Governor's Highway Safety Program to fund these costs
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\$	-	No federal source for these costs.
\$	-	Federal/GF Split shown to the left is due to the NHTSA/Gov Highway Safety Funds 20% match requirement. Assumes costs are approved and there is an ongoing commitment by NHTSA/Governor's Highway Safety Program to fund these costs
545,000		

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\$	-	

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Other		

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\$	-	

GHSP (AOT). Should a decision be to put it in the MJ Bill, that would ensure this. Your call.

al 6 (3 and 3) staff would come in '18). \$480,000 should be put into the MJ Bill.