



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Department of Administration
BUDGET OFFICE
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Memorandum

To: The Honorable Marvin L. Abney
Chairman, House Finance Committee

The Honorable William Conley, Jr.
Chairman, Senate Finance Committee

From: Thomas A. Mullaney
Executive Director/State Budget Officer

Date: April 5, 2019

Subject: Amendments to FY 2019 Revised Appropriations Act (19-H-5150)

The Governor requests that several amendments be made to Article 1 of the FY 2019 Revised Appropriations Act. The amendments include changes to the appropriation amounts in Article 1, Relating to Making Revised Appropriations in Support of FY 2019, as well as changes to Section 12 of Article 1. A description of the amendments requested is provided below.

If you have any questions regarding these amendments, please feel free to call me or my staff at 222-6300.

TAM: 20-Amend-21
Attachments

cc: Sharon Reynolds Ferland, House Fiscal Advisor
Stephen Whitney, Senate Fiscal Advisor
Michael DiBiase, Director of Administration
Jonathan Womer, Director, Office of Management and Budget

ARTICLE 1, RELATING TO MAKING REVISED APPROPRIATIONS IN SUPPORT OF FY 2019

SECTION 1, REVISED APPROPRIATIONS IN SUPPORT OF FY 2019

Department of Administration

Increase Restricted Receipts in the Office of Library and Information Services program, Page 2, Line 32, by \$1,200 from \$18,129 to \$19,329. The increase is the result of greater than anticipated receipts for the Studio Rhode program (19-DOA1).

Increase Federal Funds in the Office of Energy Resources, Page 5, Line 23, by \$132,000 from \$727,333 to \$859,333. This amendment is comprised of two changes: 1) An increase of \$27,000 for a new federal grant for Clean Cities. The grant will provide staffing support for The Ocean State Clean Cities Coalition. The Coalition works with vehicle fleets, fuel providers, community leaders, and other stakeholders to save energy and promote the use of domestic fuels and advanced vehicle technologies in transportation (19-DOA3); 2) An increase of \$105,000 for a new federal grant titled "SEP 2017 Competitive Grant". The SEP 2017 Competitive Grant will provide funding to the Office of Energy Resources and its project partners (Massachusetts, West Virginia, and a non-profit), along with the support of six advisory states (CO, CT, NH, NY, PA, and VT), to engage 150 small, medium, and rural communities across nine states to increase energy affordability, reliability, and resiliency (19-DOA4).

Reallocate Restricted Receipts in the Rhode Island Health Benefits Exchange program, Page 5, Line 30, for no net change. This amendment reallocates \$186,982 in restricted receipts from the UHIP Recovery Account to the UHIP IAPD Restricted Account. The transfer more accurately represents the share of UHIP-related expenses to be charged to HSRI (19-DOA2).

Department of Business Regulation

Increase Restricted Receipts in the Division of Building, Design and Fire Professionals program, Page 7, Line 18, by \$341,580 from \$1,952,956 to \$2,294,536. This increase incorporates two changes, one for the Fire Academy and one for the Contractor's Registration Board. First is an increase of \$246,000 represents additional funding received from tuitions used to pay instructors for scheduled Fire Academy classes in FY 2019 (19-DBR1). Second is an increase of \$95,580 to account for financing for the Contractor's Registration Board's online licensing system that was requested in the agency budget submission but omitted from the Governor's recommended budget (19-DBR2).

General Treasurer

Decrease General Revenue in Treasury Program, Page 12, Line 13, by \$70,000 from \$2,603,629 to \$2,533,629. This amendment transfers \$70,000 in anticipated surplus funds from the Treasury program to the Crime Victim Compensation Program, to increase support and aid to victims of violent crimes (19-TRS1).

Increase General Revenue in Crime Victim Compensation Program, Page 12, Line 33, by \$70,000 from \$350,293 to \$420,293. This amendment transfers \$70,000 from the Treasury program to the Crime Victim Compensation Program, to increase support and aid to victims of violent crimes (19-TRS1).

Executive Office of Health and Human Services

Increase Federal Funds in the Central Management Program, Page 13, Line 27, by \$ 2,538,279 from \$149,677,341 to \$152,215,620. This adjustment is comprised of three changes: 1) an increase of \$2,085,123 to align requested funding for the State Innovation Models Initiative with available grant funds (19-EOHHS1); 2) an increase of \$203,156 to align requested funding for the per member per month (PMPM) contribution to CurrentCare, the state's electronic health information exchange, with anticipated funding requirements (19-EOHHS2); and 3) an increase of \$250,000 for Children's Health Insurance Program Admin expenditures to align with anticipated funding requirements (19-EOHHS3).

Department of Health

Decrease Federal Funds in the Community Health and Equity Program, Page 15, Line 26, by \$178,870 from \$70,790,313 to \$70,611,443. This adjustment corrects for technical errors discovered within the payroll codes of several DOH federal accounts that resulted in the inadvertent overfunding of personnel expenses (19-DOH2).

Decrease Restricted Receipts in the Community Health and Equity Program, Page 15, Line 27, by \$45,287 from \$37,195,287 to \$37,150,000. This adjustment corrects for technical errors discovered within the payroll codes of several DOH restricted receipt accounts that resulted in the inadvertent overfunding of personnel expenses (19-DOH2).

Decrease Restricted Receipts in the Policy, Information and Communications Program, Page 16, Line 13, by \$36,998 from \$1,574,853 to \$1,537,855. This adjustment aligns requested funding for the per member per month (PMPM) contribution to CurrentCare, the state's electronic health information exchange, with anticipated funding requirements (19-DOH1).

Increase Federal Funds in the Preparedness, Response, Infectious Disease & Emergency Services Program, Page 16, Line 18, by \$90,000 from \$18,390,776 to \$18,480,776. This amendment establishes the FY 2019 expenditure authority for a newly received federal grant from the Centers for Disease Control for Hepatitis elimination (19-DOH3).

Department of Human Services

Increase Restricted Receipts in the Office of Veterans' Affairs Program, Page 17, Line 23, by \$368,450 from \$1,000,000 to \$1,368,450. This adjustment aligns the capital accounts for the Veterans Cemetery with the Governor's recommended Capital Improvement Plan (19-DHS1).

Department of Behavioral Healthcare, Developmental Disabilities, and Hospitals

Reallocate Federal Funds in the Hospital and Community Rehabilitative Services program, Page 20, Line 1, for no net change. This adjustment transfers the sum of \$2,744,573 in federal funds from an assistance/grants code to applicable personnel expenditure codes, thereby correcting the inadvertent misclassification of federal matching funds for staffing increases at Eleanor Slater Hospital as recommended in the Governor's FY 2019 Revised Budget (19-BHDDH1).

Department of Corrections

Increase Federal Funds in the Custody and Security Program, Page 27, Line 32, by \$124,233 from \$854,547 to \$978,780. The agency received additional federal funding from the Bureau of Justice Assistance's State Criminal Alien Assistance Program. This program provides federal payments to states that incur correctional officer salary costs for incarcerating undocumented criminal aliens. (19-DOC1).

Department of Public Safety

Increase Restricted Receipt in State Police program, Page 31, Line 7, by \$222,008 from \$970,000 to \$1,192,008. This increase is for revenue sharing of State property forfeitures with municipalities based on expected collections through year-end.

Rhode Island Emergency Management Agency

Increase Federal Funds, Page 31, Line 28, by \$182,187 from \$20,028,796 to \$20,210,983. Expenditure authority for the "Pre-disaster Mitigation Grant 2016" was inadvertently excluded from the RIEMA FY 2019 revised budget submission (19-EMA1).

Military Staff

Net Zero Shift of Federal Funds, Page 30, Line 10. Based on projected expenditures, there is a reduction of \$1,110,000 from the Miscellaneous Minor Construction account, as it shifts \$1,000,000 to the Air National Guard Field Training Site – 100% Federal account, and \$110,000 is shifted to the Air National Guard Minor Construction – 100% Federal account (19-MIL1).

Judiciary

Change the amount for Court Offsets, Page 28, Line 32, from \$1,183,205 to \$1,303,816. This change is based on updated information provided by the Judiciary finance staff for the amounts they intend to bill agencies.

Decrease Federal Funds in the Supreme Court program, Page 29, Line 7, by \$6,056 from \$144,823 to \$138,767. This net decrease is the result of two federal grants. To match available grant funds for the Violence Against Women grant, there is a reduction of \$7,000 (19-JUD1). There is a total increase of \$944 for expenses rolled over into FY 2019 for the Grants to Encourage Arrest Policies (19-JUD2).

Increase Federal Funds in the Superior Court program, Page 29, Line 7, by \$33,248 from \$17,145 to \$50,393. This increase is due to unexpected grant funds from the OJP Adult Drug Court Expansion Project (19-JUD3).

Decrease Federal Funds in the Family Court program, Page 29, Line 30, by \$8,437 from \$2,892,429 to \$2,883,992. This decrease is the result of several federal grants. There is a reduction of \$55,000 in the Juvenile Justice Program due to a reduction of contract costs and applicable system charges not hitting FY 2019 (19-JUD4). There is an increase of \$167,000 due to the increase in the indirect cost rate for the Child Support Enforcement – IV D Program (19-JUD5). There is a reduction of \$41,437 as the NCASA Grant – Victims of Child Abuse was not received (19-JUD6). A reduction of \$40,000 as personnel was on leave without pay for the first half of the fiscal year (19-JUD7). A reduction of \$50,000 based on available funding of the Victims of Crime

grant (19-JUD8). There is an increase of \$11,000 based on available funding of the Supervision of Court Ordered Child Visit grant (19-JUD9).

Department of Environmental Management

Increase Federal Funds in the Natural Resources program, Page 32, Line 11, by \$844,567 from \$21,594,492 to \$22,439,059. This increase is the result of several changes to federal grants. A new federal award for regional restoration, monitoring and management of New England Cottontail for \$190,715 (19-DEM1). A new grant for the Division of Forestry Volunteer Fire Program for \$30,000 (19-DEM2). A level funded grant not included in the Department's supplemental budget request for the protection and monitoring of bats for \$15,000 (19-DEM3). A new grant from the USDA Cooperative Agricultural Pest Survey for a Nursery and Pest Survey for \$54,129 (19-DEM4). New federal funds from USDA-AMS within CFDA 10.156 for maximizing of potential markets for RI farms fisheries and food processors for \$50,500(19-DEM6). Increased federal funding for the Food Safety Modernization Act for \$498,349 (19-DEM7). A level funded grant for the 2019 Poultry and Egg Grading Agreement that was not included in the Department's revised budget submission for \$5,874 (19-DEM8).

Increase Federal Funds in the Environmental Protection program, Page 33, Line 4, by \$292,462 from \$9,930,864 to \$10,223,326. This increase is requested based on available funding under the Department of Defense Site Restoration grant (19-DEM5).

Department of Transportation

Decrease Federal Funds to Infrastructure Engineering, Page 34, Line 1, by \$4,982,632 from \$318,201,357 to \$313,218,725. This amendment corrects the effective indirect cost recovery rate for federal funds supporting administrative services (19-DOT2).

Increase Gasoline Tax to Infrastructure Maintenance, Page 34, Line 18, by \$1,922,800 from \$22,849,971 to \$24,772,771. This amendment is comprised of two changes. First, a technical correction of \$53,364 addresses the negative budget in the Vehicle Maintenance account (19-DOT1). Second, an appropriation of \$1,869,436 of FY 2019 gas tax surplus to displace the Rhode Island Highway Maintenance Account funding to be transferred to Rhode Island Public Transit Authority. The funds are to serve as state matching funds in the Downtown Transit Connector, consistent with the enacted Capital Improvement Plan (19-DOT3).

Reallocate Rhode Island Highway Maintenance Account, Page 34, Line 23, for no net change. This amendment is comprised of two changes: 1) \$53,364 is shifted from the Vehicle Maintenance Account to infrastructure uses (19-DOT1); 2) \$1,869,436 is shifted from the Department of Transportation-managed TIP projects to Rhode Island Public Transit Authority-managed TIP projects, consistent with the enacted Capital Improvement Plan (19-DOT3).

SECTION 12.

Replace "two million dollars (\$2,000,000)" on Page 39, Lines 23 and 24 with "one million dollars (\$1,000,000)". This amendment moves \$1.0 million of the proposed \$2.0 million transfer from the Quonset Development Corporation from FY 2019 to FY 2020.

Summary of Governor's Article 1 Amendments to FY 2019 Revised Appropriations Act (19-H-5150)

	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total	Amendment Code
FY 2019 Revised Expenditures (Original Governor's Recommendation)	3,947,052,253	3,339,612,369	294,341,899	2,227,767,733	9,808,774,254	
April 2019 Amendments						
Department of Administration						
Studio Rhode- Actual Revenues Greater Than Budgeted			1,200		1,200	19-DOA1
HSRI- Net Zero Shift Between Restricted Receipt Accounts			[186,982]		[186,982]	19-DOA2
Ocean State Clean Cities- New OER Federal Grant		27,000			27,000	19-DOA3
FY 17 SEP Competitive Grant- New OER Federal Grant		105,000			105,000	19-DOA4
Department of Business Regulation						
Increasing Fire Academy operating expenditures			246,000		246,000	19-DBR1
Fund the Contractor's Registration Board online licensing system			95,580		95,580	19-DBR2
General Treasurer						
Net Zero Shift of General Revenue from Treasury to Crime Victims' Compensation	[70,000]				[70,000]	19-TRS1
Executive Office of Health and Human Services						
State Innovation Models Initiative - Align to Available Grant Funds	2,085,123				2,085,123	19-EOHHS1
RQI PMPM - Adjust to Estimated Federal Funds Requirement	203,156				203,156	19-EOHHS2
Children's Health Insurance Program Admin - Adjust to Estimated Federal Funds Requirement	250,000				250,000	19-EOHHS3
Department of Health						
RQI PMPM - Adjust to Estimated Restricted Receipts Requirement		(178,870)	(36,998)		(36,998)	19-DOH1
Technical Corrections to Various Federal/Restricted Line-Sequences		90,000	(45,287)		(224,157)	19-DOH2
New Federal Grant- Hepatitis Elimination					90,000	19-DOH3
Department of Human Services						
Veterans' Cemetery - Align Capital Accounts to Recommended Capital Improvement Plan			368,450		368,450	19-DHS1
Department of Behavioral Healthcare, Developmental Disabilities, and Hospitals						
Eleanor Slater Hospital: Zero-Sum Reallocation to Personnel Codes	[2,744,573]				[2,744,573]	19-BHDDH1
Department of Corrections						
Increased State Criminal Alien Assistance Program Funding		124,233			124,233	19-DOC1
Department of Public Safety						
Municipal Share of State Forfeited Property			222,008		222,008	19-DPS1
Rhode Island Emergency Management Agency						
Correcting grant funding error for 'Pre-disaster Mitigation Grant 2016'		182,187			182,187	19-EMAI
Military Staff						
Net Zero Shift of Federal Funds Between Accounts - Minor Construction Projects	[1,110,000]				[1,110,000]	19-MIL1
Judiciary						
Matching requirements - Violence Against Women Grant	(7,000)				(7,000)	19-JUD1
Rolled Expenses - Grants to Encourage Arrest Policies	944				944	19-JUD2
Hire personnel - OJP Adult Drug Court Expansion Project	33,248				33,248	19-JUD3
Reduction of costs and shift of system charges - Juvenile Justice Program	(55,000)				(55,000)	19-JUD4
Increase in Indirect Cost Rate - Child Support Enforcement - IV D Program	167,000				167,000	19-JUD5
Grant not received - NCASA Grant - Victims of Child Abuse	(41,437)				(41,437)	19-JUD6
Personnel - LWOP for first half of FY 19	(40,000)				(40,000)	19-JUD7
Project Expenses for available funding - Victims of Crime Grant	(50,000)				(50,000)	19-JUD8

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	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total	Amendment Code
<i>Project Expenses for available funding - Supervision of Court Ordered Child Visit</i>		11,000			11,000	19-JUD9
Department of Environmental Management						
<i>Regional Restoration, Monitoring and Management of North Eastern Cottontail</i>		190,715			190,715	19-DEM1
<i>Rural Community Fire Protection Program</i>		30,000			30,000	19-DEM2
<i>Protection and Monitoring of Bats</i>		15,000			15,000	19-DEM3
<i>CAPS Nursery and Retail Pest Survey</i>		54,129			54,129	19-DEM4
<i>Department of Defense Sites Restoration</i>		292,462			292,462	19-DEM5
<i>Federal/State Marketing Improvement Program</i>		50,500			50,500	19-DEM6
<i>Food Safety Modernization Act</i>		498,349			498,349	19-DEM7
<i>Poultry Grading Cooperative Agreement</i>		5,874			5,874	19-DEM8
Department of Transportation						
<i>Correct negative Vehicle Maintenance account totals</i>				53,364	53,364	19-DOT1
<i>Adjust Indirect Cost Recovery</i>		(4,982,632)			(4,982,632)	19-DOT2
<i>Shift of HMA funds to RIPTA-managed DTC, Backfill with Gas Tax Surplus</i>				1,869,436	1,869,436	19-DOT3
Total	-	(939,019)	850,953	1,922,800	1,834,734	
Grand Total	3,947,052,253	3,338,673,350	295,192,852	2,229,690,533	9,810,608,988	