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STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Department of Administration  
BUDGET OFFICE  
One Capitol Hill  
Providence, R.I. 02908-5886

**Memorandum**

**To:** The Honorable Marvin L. Abney  
Chairman, House Finance Committee  
  
The Honorable William Conley, Jr.  
Chairman, Senate Finance Committee

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

**Date:** May 8, 2018

**Subject:** Amendments to FY 2018 Appropriations Act (18-H-7200)

The Governor requests that several amendments be made to the FY 2019 Appropriations Act, which was submitted to the General Assembly on January 18, 2018. The amendments include changes to the appropriation amounts in Article 1, Relating to Making Appropriations in Support of FY 2019; and Article 10, relating to Making Revised Appropriations in Support of FY 2018. 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:19-Amend-17  
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  
Dan Orgel, Supervising Budget Analyst



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

SECTION 1, APPROPRIATIONS IN SUPPORT OF FY 2019

**Department of Administration**

Increase Restricted Receipts in the Rhode Island Health Exchange, Page 6, Line 18 by \$665,202 from \$5,754,213 to \$6,419,415. These funds were erroneously excluded from the Governor's original recommendation for FY 2019. The new funding level is more in line with anticipated restricted receipt revenues.

Increase General Revenues in the Capital Asset Management and Maintenance program, Page 6, Line 25 by \$777,314 from \$9,804,474 to \$10,581,788. The Governor's recommendation mistakenly included facilities management internal service fund costs related to the Cranston Street Armory under the Military Staff budget. This amendment shifts \$777,314 from the Military Staff to the Department of Administration to account for these expenses in the proper location because the Cranston Street Armory is under the jurisdiction of the Department of Administration (DCAMM).

**Office of Health and Human Services**

Decrease General Revenues in the Central Management program, Page 14, Line 16 by \$225,000 from \$30,110,832 to \$29,885,832. Increase Federal Funds in the Central Management program, Page 14, Line 17 by \$225,000 from \$100,927,845 to \$101,152,845. This amendment is comprised of two parts. First, the Governor's recommendation incorrectly added \$450,000 related to the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals' (BHDDH) Court Monitor for the Department of Justice's Consent Decree to the Office of Health and Human Services (OHHS), when the original appropriation was only for \$225,000. This amendment reduces the recommended funding in OHHS to the correct amount. Second, the intent of the shift of these funds from BHDDH to OHHS was to garner federal match, but the Federal Funds appropriations was not properly increased in the Governor's budget. This amendment requests to increase the federal appropriation to account for the matching expenditures.

**Department of Behavioral Healthcare, Developmental Disabilities and Hospitals**

Increase General Revenue in the Services for the Developmentally Disabled Program, Page 19, Line 19 by \$375,000 from \$116,720,695 to \$117,095,695. Decrease Federal Funds in the Services for the Developmentally Disabled Program, Page 19, Line 20 by a net change of \$255,379 from \$131,367,987 to \$131,112,608. This amendment is comprised of two parts. First, the Governor's recommendation incorrectly transferred more funding related to the Court Monitor for the Department of Justice's Consent Decree to the Executive Office of Health and Human Services than was appropriated in BHDDH. While there is no intent to transfer funding back to BHDDH, this amendment eliminates negative appropriations in the Department's general revenue and associated federal fund appropriations. Second, a decrease of \$655,163 is requested in Federal Funds to more



accurately reflect the prevailing Federal Medical Assistance Percentage (FMAP). The SFY 2019 FMAP is projected as 52.3 percent.

Decrease Federal Funds in the Hospital and Community Rehabilitation Services Program, Page 20, Line 10 by \$70,630 from \$57,374,123 to \$57,303,493. The decrease in Federal Funds is to more accurately reflect the prevailing Federal Medical Assistance Percentage (FMAP). The SFY 2019 FMAP is projected as 52.3 percent.

### **Rhode Island Department of Elementary and Secondary Education**

Increase Other Funds - Permanent School Fund in the Education Aid program, Page 22, Line 16 by \$100,000 to \$1,520,000. Also, strikethrough \$300,000, Page 22, Line 17, and insert \$400,000. This increase reflects anticipated expenditures for the Advanced Coursework Network.

### **Department of Corrections**

Decrease General Revenue in the Custody and Security Program, Page 27, Line 13 by \$8,958,659 to \$137,510,181, and Increase General Revenue in the Institutional Support Program, Page 27, Line 17 by the same amount to \$23,407,925. This change transfers recommended expenditures for the facilities management internal services decentralization to the correct account. The Governor's budget recommendation inadvertently included the decentralization expenditures in the incorrect program and account.

Increase Federal Funds in the Institutional Based Rehab/Population Management Program Page 27, Line 32, by \$205,537 to \$751,423. The increase reflects expenditures from a newly-received federal grant to establish a contract with a community-based mental health and substance abuse treatment provider to identify eligible program participants awaiting trial at the Intake Service Center. The goal of the new grant program is to reduce recidivism and improve public safety and public health by providing screening, assessment, and pre- and post-release treatment for individuals with co-occurring substance use and mental disorders.

### **Military Staff**

Decrease General Revenue in the Military Staff, Page 29, Line 27 by \$777,314 from \$3,674,300 to \$2,896,886. The Governor's recommendation mistakenly included facilities management internal service fund costs related to the Cranston Street Armory in the Military Staff budget. This amendment shifts \$777,314 from the Military Staff to the Department of Administration to account for these expenses in the proper location because the Cranston Street Armory is under the jurisdiction of the Department of Administration (DCAMM).



## SECTION 5, INTERNAL SERVICE ACCOUNTS

### **Capitol Police Internal Service Fund**

Increase Expenditures in the Capitol Police Internal Service Fund, Page 35, Line 9, by \$110,227 to \$1,395,433. The Governor's recommended budget for Capitol Police overtime was inadvertently not adjusted to reflect the 2018 legislative enacted budget. The amendment restores the Capitol Police's overtime budget to the 2018 legislative enacted amount.

## ARTICLE 10, RELATING TO MAKING REVISED APPROPRIATIONS IN SUPPORT OF FY 2018

### SECTION 1, REVISED APPROPRIATIONS IN SUPPORT OF FY 2018

#### **Department of Administration**

Increase General Revenue in the Capital Asset Management and Maintenance program, Page 242, Line 4 by \$749,894 from \$9,801,781 to \$10,551,675. The Governor's recommendation mistakenly included facilities management costs related to the Cranston Street Armory in the Military Staff budget. This amendment shifts \$749,894 from the Military Staff to the Department of Administration to account for these expenses in the proper location because the Cranston Street Armory is under the jurisdiction of the Department of Administration.

#### **Department of Revenue**

Decrease Other Funds in the Lottery Division program, Page 246, Line 3 by \$689,034 from \$370,224,511 to \$369,555,477. The Governor's revised recommendation failed to properly account for the total reduction in spending within the Lottery for savings identified as part of the \$25 million in undistributed savings process. Non-personnel funding increased incorrectly offsetting the proposed personnel savings. This amendment corrects for this error.

#### **Office of Health and Human Services**

Decrease General Revenues in the Central Management program, Page 249, Line 9 by \$225,000 from \$27,234,932 to 27,009,932. Increase Federal Funds in the Central Management program, Page 249, Line 10 by \$225,000 from \$130,785,039 to \$130,560,039. This amendment is comprised of two parts. First, the Governor's recommendation incorrectly added \$450,000 related to the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals' (BHDDH) Court Monitor for the Department of Justice's Consent Decree, when the original appropriation in BHDDH was only for \$225,000. This amendment reduces the recommended funding in OHHS to the correct amount. Second, the intent of the shift of these funds from BHDDH to OHHS was





Summary of Governor's Article 1, Section 1 Amendments to FY 2019 Act (18-H-7200)

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
<b>FY 2019 Recommend (Gov's Original Recommendation)</b>	<b>3,829,280,172</b>	<b>3,091,874,325</b>	<b>285,475,852</b>	<b>2,171,110,921</b>	<b>9,377,741,270</b>
<b>Gov's Amendments</b>	-	-	-	-	-
<b>Department of Administration</b>					
Restore Restricted Receipts to HSRI			665,202		665,202
Cranston Street Armory Facilities Management Cost	777,314				777,314
<b>Office of Health and Human Services</b>					
Move Court Monitor for Consent Decree to EOHHS	(225,000)	225,000	-	-	-
<b>Department of Behavioral Healthcare, Developmental Disabilities and Hospitals</b>					
Move Court Monitor for Consent Decree to EOHHS	375,000	399,784	-	-	774,784
Correct FY 2019 FMAP	-	(725,793)	-	-	(725,793)
<b>Rhode Island Department of Elementary and Secondary Education</b>					
Permanent School Funds for the Advanced Coursework Network				100,000	100,000
<b>Department of Corrections</b>					
Shift Facilities Internal Service Fund Decentralization to Correct Account	-	-	-	-	-
New Co-Occuring Substance Abuse and Mental Health Federal Grant	-	205,537	-	-	205,537
<b>Military Staff</b>					
Cranston Street Armory Facilities Management Cost	(777,314)				(777,314)
<b>Department of Public Safety</b>					
Capital Police Rotary Overtime Adjustment	-	-	-	[110,227]	-
<b>Total - Governor's May Amendments to FY 2019</b>	<b>150,000</b>	<b>104,528</b>	<b>665,202</b>	<b>100,000</b>	<b>1,019,730</b>
<b>Total Recommended Expenditures</b>	<b>3,829,430,172</b>	<b>3,091,978,853</b>	<b>286,141,054</b>	<b>2,171,210,921</b>	<b>9,378,761,000</b>



**Governor's Article 1, Amendments to FY 2019 Appropriations Act (18-H-7200)**

	Page No./ Line No.	FY 2019 Original Submittal	Governor's Amendment 7-May	Governor's 2nd Amendments	FY 2019 Revised Recommend
<b>Department of Administration</b>					
Rhode Island Health Exchange					
Restricted Receipts	Page 6, Line 18	5,754,213	665,202		6,419,415
Total - Rhode Island Health Exchange	Page 6, Line 19	8,256,143	665,202		8,921,345
Capital Asset Management and Maintenance					
General Revenues	Page 6, Line 25	9,804,474	777,314		10,581,788
Total - Capital Asset Management and Maintenance	Page 6, Line 26	9,804,474	777,314		10,581,788
Grand Total - General Revenues	Page 6, Line 30	183,043,234	777,314		183,820,548
Grand Total - Administration	Page 6, Line 31	298,453,464	1,442,516		299,895,980
<b>Office of Health and Human Services</b>					
Central Management					
General Revenues	Page 14, Line 16	30,110,832	(225,000)	-	29,885,832
Federal Funds	Page 14, Line 17	100,927,845	225,000	-	101,152,845
Total - Central Management	Page 14, Line 19	140,260,397	-	-	140,260,397
Grand Total - General Revenues	Page 15, Line 8	935,907,193	(225,000)	-	935,682,193
Grand Total - Office of Health and Human Services	Page 15, Line 9	2,477,269,162	-	-	2,477,269,162
<b>Department of Behavioral Healthcare, Developmental Disabilities and Hospitals</b>					
Services for the Developmentally Disabled					
General Revenues	Page 19, Line 19	116,720,695	375,000	-	117,095,695
Federal Funds	Page 19, Line 20	131,367,987	(255,379)	-	131,112,608
Total - Services for the Developmentally Disabled	Page 19, Line 29	250,808,432	119,621	-	250,928,053
Hospital and Community Rehabilitative Services					
Federal Funds	Page 20, Line 10	57,374,123	(70,630)	-	57,303,493
Total - Hospital and Community Rehabilitative Service:	Page 20, Line 19	116,844,851	(70,630)	-	116,774,221
Grant Total - General Revenues - BHDDH	Page 20, Line 20	179,401,491	375,000	-	179,776,491
Grand Total - Behavioral Healthcare, Developmental D:	Page 20, Line 22	400,743,927	48,991	-	400,792,918
<b>Rhode Island Department of Elementary and Secondary Education</b>					
Permanent School Fund - Education Aid	Page 22, Line 16	1,420,000	100,000		1,520,000
Total - Education Aid	Page 22, Line 19	929,230,399	100,000		929,330,399
Grand Total - Elementary and Secondary Education	Page 22, Line 33	1,433,886,695	100,000		1,433,986,695
<b>Department of Corrections</b>					
Custody and Security					
General Revenue	Page 27, Line 13	146,468,840	(8,958,659)	-	137,510,181
Total - Custody and Security	Page 27, Line 15	147,279,533	(8,958,659)	-	138,320,874
Institutional Support					
General Revenue	Page 27, Line 17	14,449,266	8,958,659	-	23,407,925
Total - Institutional Support	Page 27, Line 27	26,199,266	8,958,659	-	35,157,925
Institutional Based Rehab/Population Management					
Federal Funds	Page 27, Line 32	545,886	205,537	-	751,423
Total - Institutional Based Rehab/Pop/Mgt.	Page 27, Line 34	14,250,500	205,537	-	14,456,037
Grand Total - Corrections	Page 28, Line 10	246,426,505	205,537	-	246,632,042
<b>Military Staff</b>					
General Revenues	Page 29, Line 27	3,674,200	(777,314)		2,896,886
Grand Total - General Revenue	Page 30, Line 3	3,674,200	(777,314)		2,896,886
Grand Total - Military Staff	Page 30, Line 4	27,660,424	(777,314)		26,883,110
<b>General Revenues</b>	Page 34, Line 4	3,829,280,172	150,000		3,829,430,172
<b>Federal Funds</b>	Page 34, Line 5	3,091,874,325	104,528		3,091,978,853
<b>Restricted Receipts</b>	Page 34, Line 6	285,475,852	665,202		286,141,054
<b>Other Funds</b>	Page 34, Line 7	2,171,110,921	100,000		2,171,210,921
<b>Statewide Grand Total</b>	Page 34, Line 8	9,377,741,270	1,019,730		9,378,761,000

**Governor's Article 1, Amendments to FY 2019 Appropriations Act (18-H-7200)**

	Page No./ Line No.	FY 2019 Original Submittal	Governor's Amendment 7-May	Governor's 2nd Amendments	FY 2019 Revised Recommend
<b>Department of Public Safety</b>					
Capital Police Rotary					
Capital Police Internal Service Fund	Page 35, Line 9	1,285,206	110,227	-	1,395,433