

JFO and F&M Combined Working List of Potential Reductions and Revenue Ideas To Close FY09 GF Gap

Working list: not positions of any participant and are subject to additions, reductions, and estimate changes

Proposed Target - working target 24,500,000

Principles

The list is from the House passed budget position
 Agreed on House passed revenue to date
 Legislative and Judicial reductions to be scaled

DRAFT

Revenues	Est Amount	Comments
Renewal of Staples Contract	125,000	Contract rebate
Restitution Fund	2,500,000	No back cases, no new expenditures from the fund, limit all new domestic violence expenditures to S.357, sweep fund balance
Agriculture	80,000	Small transfers from a variety of special funds
VT Veterans Home - Rate Settlements	500,000	One time Special Fund application to General Fund
Special funds balances	300,000	Level fund Petroleum Clean Up Fund lexpenditures.
Universal Service Fund - E911 answering	1,000,000	\$1.04m fund all 26 Emergency Communication Dispatchers thru E911
Universal Service Fund (reduce TF in DPS)		\$1m swap to reduce TF pressure
Accelerate FY10 fee bill	1,800,000	Secretary of State Corp fees and Securities related fees in BISCHA
Catamount Employer Assessment	350,000	Index to Catamount Premium/ Healthcare CPI - assume 5% on \$7m base
Special Ed Medicaid Special Fund	1,000,000	Pay Corrections High School of VT & Other from Medicaid Special Fund
PILOT	224,000	Move Montpelier and DOC/PILOT expenditure to PILOT Special Fund
	7,879,000	

Judiciary and Legislative Branches

Legislature +/- 2%	200,000	
Judiciary +/- 2%	500,000	
Judiciary eliminate duplicative Probate Courts		Reduces pressure on Judiciary budget in FY10
	700,000	

Executive Branchwide

Positions:

Savings Target 250 position reduction	1,790,838	6 months, House = 3 mos, Admin = 5 mos
Additional 200 positions for 6 months (477,577 x 6)	2,865,342	How? Attrition, RIFS, Freeze, targets (example media pos, field service directors, managers, other)
Salary adjustments	<i>no '09 savings</i>	Freeze reclassifications for 1yr, - pressure reduction
Salary adjustments	<i>no '09 savings</i>	Cap Exempts at \$60K, for Exempts below \$60K, 3.5% or up to \$28.85/hr
<u>Operating Expenditures</u>		
Travel reduction	973,627	25% from all travel - executive branch: GF and GF equivalent
Video production unit - in house		Contract savings by bringing production in-house.
Logo merchandise - reduce or eliminate	40,000	Reduce expenditures on logo knickknacks, calendars, etc.
	5,669,807	

General Government & Protection

Regional Marketing Program Grants	150,000	Eliminate grant program
Regional Library - St J/Berlin	250,000	Close 2 remaining regional libraries
Tax - DII Mainframe Processing	17,750	Efficiencies in use of services
Tax -BGS Postage Costs	22,000	One less tax notification - Act 185
Finance and Management - Payroll changes	50,030	Elimination of paper employee pay advices, postage and printing
Finance and Management - 100% Direct deposit	16,777	No checks 100% direct deposited -need legislative action
Defender General - Public Defense	58,000	Software related savings - use equipment revolving fund
State's Attorneys	55,000	Increase vacancy savings
Agriculture	22,300	Do not fund new slots in the 2+2 program
	641,857	

Human Services

Inflationary increases

Inflationary Incr to Mental Health Designated Agencies	467,490	Limit inflation factor to 1.25%
Inflationary Incr to Develop Serv Designated Agencies	664,398	Limit inflation factor to 1.25%
Inflationary Increases to Substance Abuse Designated	47,102	Limit inflation factor to 1.25%
Inflationary Increases to Nursing Homes	670,725	50% - need legislative action

Medicaid

Hospital reimbursement	1,016,250	\$2.5m gross - \$8m increase within budget
Cross Over Claims	934,077	\$2.3m gross - reduction in claims payments
Increase Home Health	81,300	\$200k gross - reduce increase for home health
VHAP/SCHIP/DrD premiums - program on expend	171,034	\$424k gross - program expenditure impact of higher premiums
VHAP/SCHIP/DrD premiums - revenue impact	773,530	\$2m gross - New revenue from higher premiums
Rx Co-pays	2,317,112	\$3.7 gross, new \$3-\$7/script copays in Rx programs
Medicare Part D wrap - state only	7,170,000	End all state only funded Rx programs - 8/12 of the year

Chiropractic coverage	283,846	Do not reinstate coverage under Medicaid
Catamount Income disregards	1,500,000	Maximize Federal financial participation
Secretary's Office Regional Partnerships	352,000	Reduce grants to local organizations used to convene meetings for discussions
VDH - program transitions to Catamount		Review existing programs for potential transition
Health Improvement - AHEC Operations	50,000	Does not backfill FY08 onetime funds
DCF - Family Services. Prevent Child Abuse	40,000	Do not backfill FY08 one-time funds
DCF - Family Services. Post Adoption Services	40,000	Do not backfill FY08 one-time funds
DCF - Family Services. Learning Together	26,000	Do not backfill FY08 one-time funds
DCF - Family Services. Teen Centers	40,000	Do not backfill FY08 one-time funds
DCF - Family Services. Kids on the block	2,000	Do not backfill FY08 one-time funds
DCF - Family Services. Mentoring	100,000	Do not backfill FY08 one-time funds
DCF - Child Dev. - Bright Futures	50,000	Do not backfill FY08 one-time funds
DCF - Child Dev. Eliminate Bright Futures Coordinators	524,000	Non-state employees who coordinate local groups for input - AHS staff can perform this function
DCF - Child Dev.	852,658	No adjustment to eligibility scale (1999 to 2000)
DCF - Child Dev.	500,000	Reduce subsidies for unqualified but deemed at risk
DCF - OEO - microbusiness	23,000	Do not backfill FY08 onetime funds
DAIL - June Grads	305,135	Budget would fund 30 grads (43% of projected need)
DAIL Advocacy and Independent Living -Triple A's	100,000	Do not backfill FY08 onetime funds (2.5% inflation remains)
Corrections	1,413,082	Close St Albans and send all out of state - \$5m annualized
Corrections		No more probation for misdemeanors
Corrections		Allow probationers to be assigned to work crews
Corrections		Transitional housing on corrections facilities grounds
Corrections		Transportation - dedicated transport unit and video conferences
	20,514,739	
	19,146,739	Adjusted for Wrap/Copay double count
Labor K-12 and Higher Ed		
Labor - Reduce Workforce Ed Training Fund programs	47,000	Reduction
Ed -Early Education program reduction	100,000	Personnel and operating reductions
UVM	1,056,796	Level Fund to FY08
VSC	630,405	Level Fund to FY08
VSAC	478,844	Level Fund to FY08
VSC - Endowment Fund	100,000	Do not backfill FY08 onetime funds
	2,413,045	
ANR & ACCD		
ANR	13,500	Reduce temp services
ANR	20,000	Delay PC & Server Replacement.
ANR	10,000	Cut the Leadership Management Program
F&W	27,000	Marketing/promo position
F&W	30,000	Reduce number of seasonal employees.
F&W	50,000	Reduce marketing and print advertisements
F&W	125,000	Delay purchase of vehicles and equipment
FPR	88,000	delay vehicle and equipment purchase
Agency of Commerce & Community Dev	750,000	4.5% reduction all GF and SF funded programs.
Quadcentinnial - Lake Champlain	50,000	Do not backfill FY08 onetime funds
RDC	75,000	Do not backfill FY08 onetime funds
Energy Efficiency loans VEDA/VHFA	600,000	Reduction
Council on Arts	23,640	Level fund to FY '08
Vt Symphony	3,059	Level fund to FY '08
Humanities Council	4,640	Level fund to FY '08
VT Historical Society	30,708	Level fund to FY '08
VHCB - reduction	4,000,000	29% reduction from level fund - amount funded = \$10.1m
Next Generation - dual enrollment	150,000	1.9% reduction to Next Generation FY09 initial funding target
Next Generation - scholarship/workforce dev/loan repay	3,850,000	48.1% reduction to Next Generation FY09 initial funding target
	9,900,547	
Appropriation Reductions Total	38,471,995	
Grand Total Revenue and Appropriations	46,350,995	