

House Fiscal Advisory Staff

2020-7171, Substitute A As Recommended by the House Finance Committee



Submitted to the 2020 House of Representatives

House Committee on Finance

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Introduction

Introduction

This document provides information concerning the FY 2021 budget contained in 2020-H 7171, Substitute A as passed out of the House Finance Committee on December 9. The sections that follow contain descriptions of the Committee's recommended changes to the Governor and current law. Section I is a short summary of the budget.

Section II presents the changes to the Governor's recommendations for FY 2021 introduced and referred to House Finance on January 16. It is followed by explanations of the items in the table. The explanations are numbered to correspond to the item numbers shown in the table.

Section III contains State Aid to Cities and Towns and Education Aid.

Section IV contains summary tables of general revenues by source, expenditures by agency, by fund source, and full-time equivalent positions. The expenditure and full-time equivalent positions tables show values for the FY 2021 enacted budget, the final FY 2020 budget as contained in 2020-H 7170, Substitute A, the Governor's FY 2021 recommendations and the House Finance Committee's recommendations.

Section V contains brief descriptions of the articles contained in 2020-H 7171, Substitute A.

The names of the House Fiscal Staff are listed below by their assignments. Please feel free to allow staff to assist you with any questions you may have concerning the budget.

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Office of the Governor.....	Patricia Arruda
RI Commission for Human Rights	Molly Ogren
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Section I Overview

Summary

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	FY 2021 Committee
Expenditures by Function*				
General Government	\$ 1,630.9	\$ 3,112.4	\$ 1,719.4	\$ 3,418.2
Human Services	4,212.8	4,329.3	4,258.9	4,994.1
Education	2,746.5	2,833.5	2,835.9	2,947.6
Public Safety	624.3	776.5	613.5	648.7
Natural Resources	107.3	110.9	107.4	114.5
Transportation	648.8	631.0	660.0	607.3
Total	\$ 9,970.6	\$ 11,793.5	\$ 10,195.0	\$ 12,730.4
Expenditures by Category*				
Salaries and Benefits	\$ 1,835.4	\$ 1,822.9	\$ 1,871.4	\$ 1,871.3
Contracted Services	347.9	381.9	375.1	518.1
Subtotal	\$ 2,183.4	\$ 2,204.8	\$ 2,246.5	\$ 2,389.4
Other State Operations	1,011.7	1,240.9	1,077.3	1,507.9
Aid to Local Units of Government	1,519.9	1,572.9	1,572.4	1,669.2
Assistance, Grants, and Benefits	4,326.2	5,841.0	4,372.6	6,084.5
Capital	480.4	457.4	392.7	362.6
Capital Debt Service	268.0	255.8	270.0	266.2
Operating Transfers	181.1	220.6	263.5	450.6
Total	\$ 9,970.6	\$ 11,793.5	\$ 10,195.0	\$ 12,730.4
Sources of Funds*				
General Revenue	\$ 4,077.6	\$ 3,958.7	\$ 4,247.8	\$ 4,153.3
Federal Aid	3,325.4	4,840.3	3,323.1	5,812.9
Restricted Receipts	311.4	365.2	348.9	322.3
Other	2,256.3	2,629.4	2,275.2	2,442.0
Total	\$ 9,970.6	\$ 11,793.5	\$ 10,195.0	\$ 12,730.4
FTE Authorization	15,074.7	15,095.7	15,074.7	15,124.7

**Data in millions*

Summary

The Governor's budget recommendations for FY 2021 are contained in 2020-H 7171, introduced on January 16, 2020, which is the day it was due by law. Supporting documents required as part of that submission were made available with the introduction.

The Governor recommends a total FY 2021 budget of \$10,195.0 million. Total expenditures increase by \$224.4 million from the FY 2020 budget enacted by the 2019 Assembly, or 2.3 percent. The Governor's budget includes \$4,247.8 million of expenditures funded from general revenues, \$170.2 million, or 4.2 percent more than the enacted general revenue funded budget.

The House Finance Committee recommends total expenditures of \$12,730.4 million, which is \$2,535.4 million more than the Governor recommended. It contains \$4,153.3 million from general revenues, \$94.5 million less than the Governor recommended.

FY 2021	General				All Funds
	Revenue	Federal	Restricted	Other	
FY 2020 Enacted	\$ 4,077.6	\$ 3,325.4	\$ 311.4	\$ 2,256.3	\$ 9,970.6
Governor	4,247.8	3,323.1	348.9	2,275.2	10,195.0
Change to Enacted	\$ 170.2	\$ (2.2)	\$ 37.5	\$ 18.9	\$ 224.4
Percent Change	4.2%	-0.1%	12.1%	0.8%	2.3%
FY 2021 HFC	\$ 4,153.3	\$ 5,812.9	\$ 322.3	\$ 2,442.0	\$ 12,730.4
Change to Enacted	75.7	2,487.6	10.9	185.7	2,759.8
Percent Change	1.9%	74.8%	3.5%	8.2%	27.7%
Change to Governor	\$ (94.5)	\$ 2,489.8	\$ (26.6)	\$ 166.8	\$ 2,535.4
HFC Change to FY 2020	\$ 194.6	\$ 972.6	\$ (42.9)	\$ (187.4)	\$ 936.9
Percent Change to FY 2020	4.9%	20.1%	-11.7%	-7.1%	7.9%
HFC Change to FY 2019	\$ 229.2	\$ 2,694.3	\$ 62.7	\$ 366.6	\$ 3,352.7
Percent Change to FY 2019	5.8%	86.4%	24.1%	17.7%	35.8%

General revenue expenditures recommended by the Committee are \$194.6 million or 4.9 percent more than general revenues appropriated for FY 2020 by the 2020 Assembly.

The Budget Office estimated in July that in preparing the FY 2021 budget, the Governor faced a projected revenue-expenditure gap of about \$209 million. The June Fiscal Staff's estimated FY 2021 budget gap was only \$128.6 million with most of the difference from the subsequent Budget Office estimate being expenditure assumptions for human services and education aid. The Budget Office used considerably higher growth rates for the first two items in its July estimate than in the out-year projections presented as part of the Governor's FY 2020 budget submission. The estimates also differed in that the Budget Office assumed no decline in spending on the human service eligibility system, known as "UHIP", as design work is completed.

By November 2019, it was clear that agency overspending and increased caseload costs would outstrip increased resources available from the FY 2019 closing and revised consensus caseload and revenue estimates. The House Fiscal Staff estimated in December that those factors meant a roughly \$6.5 million current year deficit would have to be solved as well as a \$122 million issue for FY 2021. The current year estimate assumed several savings initiatives that were not progressing as planned would come to fruition.

The Governor's FY 2021 budget proposed to resolve much of the deficit through increased revenues, some of which are structural in nature, as well as reductions to human services caseload expenses and aid to cities and towns. These reductions are offset by updated education aid estimates and new initiatives, increased spending for commerce, job training and prekindergarten initiatives as well as a variety of other new spending priorities.

The state budget picture was markedly different than when the Governor proposed these revisions in January. The Governor's March 9 state of emergency declaration from the COVID-19 public health emergency was soon followed by a March 13 federal declaration. The federal government made resources available for costs of the immediate response as well as related expenses. This included economic stabilization for individuals and businesses, education budget stabilization and Medicaid assistance. There was no direct relief for lost revenues which were estimated in May to be over \$800 million less than the Governor's budget was based on over FY 2020 and FY 2021. In adopting a revised FY 2020 budget in June, the Assembly maximized the use of time sensitive Coronavirus Relief funds and other flexible federal

funds by substituting current general revenue support where possible. These combined changes were not sufficient to cover the gap in spending compared to available resources, therefore, a transfer of \$120 million from the state's "rainy day" fund was used to cover the difference. Under current law that must be repaid in FY 2021.

While action on the FY 2021 budget was delayed in anticipation of additional federal relief, the bleak fiscal picture did brighten some. Preliminary data from FY 2020 showed a surplus above expectations primarily from better than expected tax collections. The delay in the April filing deadline meant setting income tax estimates without the most current data. These improved revenues continued with revised November estimates which also showed a lower uptick in caseloads than originally projected. Additionally, revised federal guidance widened opportunities to access Coronavirus Relief funds for state spending relief. However, without an extension of the December 30 spending deadline, the state was facing COVID response costs with no corresponding federal source to fund them. In November this updated information led to a revision in the projected budget gap against current law and current service spending to about \$275 million.

The House Finance Committee recommendation for FY 2021 once again maximizes the use of Coronavirus Relief funds and other flexible federal funds using the updated guidance. This allowed for revisiting expenses from FY 2020 creating a larger general revenue surplus. Assistance to local communities is increased by \$25.0 million from all sources above current service expectations but is also an area where compliant use of federal funds created an opportunity to address other general revenue spending shortfalls related to pandemic response. The post-December 30 COVID response costs that are likely to come from general revenues now total about \$105 million based on revised assumptions increasing total costs but also accounting for likely Stafford Act (FEMA) reimbursements. The recommendation also authorizes a delay in the payback of the rainy day fund use but allocates \$90 million toward repayment this year, leaving \$30 million to be paid in FY 2022.

The items that follow represent a selection of items of interest regarding the budget. Additional information is contained in the sections describing the changes to the Governor's FY 2021 budget including extensive use of the federal stimulus funds, budget article explanations and aid reports.

- ***COVID Related Personnel Expenses.*** The federal CARES Act adopted in response to the crisis provided \$1,250.0 million to Rhode Island for related expenditures incurred between March 1, 2020 and December 30, 2020, including responding directly to the emergency. Payroll expenses for public safety, public health, health care, human services, and similar employees whose services are substantially dedicated to mitigating or responding to the COVID-19 public health emergency are allowable expenses as are those to facilitate compliance with COVID-19 related public health measures. Revised federal guidance issued in September further clarified and broadened eligible costs. H 7171, Substitute A contains adjustments in 13 department and agencies to use these coronavirus relief funds, offsetting a like amount of general revenues. For FY 2021, total savings are \$148.6 million.
- ***COVID Related Expenses - Post December 30.*** Rhode Island's expense responding directly to the emergency will outlast the current expiration date of December 30, 2020 on expenses eligible for the states \$1.250 million in federal Coronavirus Relief funds. The most recent report from the Office of Management and Budget projects over \$300 million in expenses. Of that, a portion will be covered from federal funds with a later expiration and some expenses will continue to be eligible for reimbursement under the Stafford Act. H 7171, Substitute A contains general revenue expenditures of \$105.7 million in eight agencies for the remaining portions of expenses projected to occur after December 30.
- ***Rhode Island Capital Plan Project Revisions.*** The Governor requested a budget amendment in October that made adjustments to approved and proposed funding for dozens of capital projects funded from Rhode Island Capital Plan funds in order to align projects with available resources. This pay as you

go funding source is derived from excess funds after three percent of state revenues are used to meet the annual five percent rainy day funding cap. Use of the rainy day fund to balance the FY 2020 budget interrupted the normal flow of resources into the Rhode Island Capital Plan Fund creating a resource shortfall absent full payback of the \$120 million. Many capital projects have been adjusted in H 7171, Substitute A to account for these and other changes such as the carry forward of funding for projects underway. Changes for each department and agency compared to the Governor's budget are documented in Section II. All begin with the word "Capital" followed by the project name; each is a distinct line item in Article 1.

- ***Unemployment Insurance Benefits.*** The Governor's budget includes \$159.8 million from the Unemployment Insurance Trust Fund for the payment of unemployment insurance benefits. This is \$2.9 million less than enacted to reflect projected benefit recipients. H 7171, Substitute A includes \$1,162.6 million in additional funding to represent expected claims as a result of the COVID-19 pandemic. Of the increase, \$907.4 million is from federal funds authorized to cover certain benefits through December 2020.
- ***Federal Minimum Age.*** The Governor's budget assumes a loss of \$3.7 million from the recent federal action to raise the minimum age of sale of tobacco products from 18 to 21. This change is assumed to take effect by the beginning of FY 2021. This change occurred and is reflected in the revenue assumptions.
- ***Cigarette Per Pack Increase.*** The Governor's budget assumes \$4.3 million in revenues from a proposal to increase the cigarette tax by \$0.35, to \$4.60 per 20-pack, effective August 1, 2020. H 7171, Substitute A does not include this proposal.
- ***Other Tobacco Products Increase.*** The Governor's budget assumes \$1.0 million in revenues associated with proposed legislation to impose an 80.0 percent wholesale tax on electronic nicotine delivery systems and raise the per cigar tax from \$0.50 to \$0.80. The cigar change is estimated to generate \$0.7 million, with the remaining \$0.3 million from the e-cigarette tax. It assumes a permanent ban on flavored e-liquid nicotine products. H 7171, Substitute A does not include this proposal.
- ***Tobacco Regulatory Licensing Fee.*** The Governor's budget includes \$0.4 million in new revenues from several changes to the state's cigarette licensing fees including increasing the dealer's application fees from \$25 to \$75, subjecting manufacturers to the \$1,000 license fee for importers and certain distributors, and increasing the licensing and renewal fees for all entities to \$400. It also merges e-cigarette entities and products into this license and subjects them to this fee. H 7171, Substitute A does not include this proposal.
- ***Sales Tax on Lobbying Services.*** The Governor's budget assumes \$0.7 million in revenues associated with the expansion of the state sales tax to include lobbying services within the state, effective October 1, 2020. H 7171, Substitute A does not include this proposal.
- ***Sales Tax on Computer Systems Design.*** The Governor's budget assumes \$7.9 million in revenues associated with the expansion of the state's sales tax to include computer systems design and related services, effective October 1, 2020. H 7171, Substitute A does not include this proposal.
- ***Sales Tax on Couriers and Messengers.*** The Governor's budget assumes \$4.1 million in revenues from expanding the state sales tax to include couriers and messengers, effective January 1, 2021. H 7171, Substitute A does not include this proposal.
- ***Sales Tax on Interior Design Services.*** The Governor's budget assumes \$0.6 million in revenues associated with the expansion of the state sales tax to include interior design services within the state, effective January 1, 2021. H 7171, Substitute A does not include this proposal.

- ***Sales Tax on Fishing, Hunting, Trapping, and Shooting Services.*** The Governor’s budget assumes \$0.8 million in revenues associated with the expansion of the state sales tax to include fishing, hunting, game preserves, archery, shooting ranges, and rod and gun clubs, effective October 1, 2020. H 7171, Substitute A does not include this proposal.
- ***Alcohol Taxes.*** The Governor’s budget assumes \$9.1 million in revenues from reducing the alcohol excise tax on high proof spirits by \$1.65 per gallon to \$3.75 and on wine by \$0.80 per gallon to \$0.60 and eliminating the sales tax exemption on wine and spirits sold by Class A licensees, effective October 1, 2020. This reverses a change made by the 2013 Assembly at which time the annualized impact was estimated to be \$4.8 million growing over time with inflation. H 7171, Substitute A does not include this proposal.
- ***Hotel Tax.*** The Governor’s budget assumes \$4.7 million from increasing the 5.0 percent state hotel tax to 6.0 percent, effective July 1, 2020, and retaining that extra one percent for state general revenues. Updated estimates and a delayed effective date of January 1, 2021, reduce the estimated impact to \$1.4 million. H 7171, Substitute A does not include this proposal.
- ***Administrative Fee on Pass-Through Taxes.*** The Governor’s budget assumes \$0.8 million in new revenues from retaining a 2.0 percent administrative fee from pass-through taxes collected on behalf of, and distributed to municipalities assuming a July 1, 2020 start date. These collections include the hotel tax, local meals and beverage tax, and the real estate conveyance tax. Updated estimates and a delayed effective date of January 1, 2021, reduce the estimated impact to \$0.3 million. H 7171, Substitute A does not include this proposal.
- ***Real Estate Conveyance Tax.*** The Governor’s budget proposes doubling the tax rate from 0.46 percent to 0.92 percent on the portion of a property’s value over \$0.5 million to generate \$3.6 million to fund housing initiatives via a dedicated revenue stream. The intent is to produce an additional 250 units of affordable and workforce housing annually and provide funding for opt-in municipal partnerships to develop market-rate residential development, provide technical assistance, and subsidize local education cost increases. Her budget also permits the Division of Taxation to retain 2.0 percent of the revenues collected on behalf of, and passed through to, municipalities. H 7171, Substitute A excludes this proposal.
- ***Pesticide Registration Fee.*** The Governor’s budget includes \$0.3 million in new revenue from requiring manufacturers and distributors of alternate brand name pesticide products to pay a \$200 pesticide registration fee, consistent with the registration requirements for name brand pesticide products. H 7171, Substitute A does not include this proposal.
- ***Expedited Permitting Fees.*** The Governor’s budget includes \$0.6 million in new revenue from increasing permitting fees for complicated permit requests, which would be established through the regulatory process. She also proposes \$0.5 million from general revenues for 5.0 new full-time equivalent engineering positions to help with permitting reviews. H 7171, Substitute A does not concur with this proposal.
- ***Oil Spill Prevention, Administration, and Response Fund.*** The Governor recommends doubling the fee supporting the Oil Spill Prevention, Administration, and Response Fund that is collected on barrels of petroleum products received at marine terminals from vessels originating outside the state. The fee would increase from five to ten cents per barrel increasing collections by an estimated \$1.9 million. She also proposes expanding the allowable uses of the fund to pay for climate adaptation and resiliency projects and uses \$1.1 million of the new collections for these projects. Additionally, her revised budget proposes transferring \$1.0 million of current reserves from this fund to state general revenues by June 30, 2020. H 7171, Substitute A does not include this proposal. The 2020 Assembly did not include the Governor’s proposed transfer of \$1.0 million in the FY 2020 final enacted budget.

- ***Certified Driving Records Fee.*** The Governor’s budget assumes \$0.7 million of new revenues from increasing the fee for requesting certified driving records from \$16 to \$20 for online subscribers. These requests are primarily made by insurance companies which use these records for underwriting and rate setting, but individuals may request their records online. Updated estimates and a delayed effective date of January 1, 2021, reduce the estimated impact to \$0.3 million. H 7171, Substitute A does not include this proposal.
- ***Expired License and Registration Fee.*** The Governor’s budget assumes \$1.1 million of new revenues from implementing a \$15 late fee for license or registration renewals performed after their expiration dates, effective October 1, 2020. Updated estimates and a delayed effective date of January 1, 2021, reduce the estimated impact to \$0.4 million. H 7171, Substitute A does not include this proposal.
- ***Inspection Violations.*** The Governor’s budget assumes \$1.8 million of new revenues from establishing a \$100 reinstatement fee for vehicle registrations revoked for inspection violations beginning July 1, 2020. The Division of Motor Vehicles acquired the technology a couple of years ago to know when inspections expire without update. The 2018 Assembly did not concur with a similar proposal from the Governor for a \$250 reinstatement fee for inspection violations resulting in a registration revocation. H 7171, Substitute A does not include this proposal.
- ***Adult Use Marijuana Program.*** The Governor’s budget assumes \$21.8 million in new revenues from the legalization of marijuana, with an anticipated start date of March 2021. The proposal assumes the state would hire contractors to operate the program similar to the arrangement with the state’s casinos with net revenues split 29.0 percent to the operators, 10.0 percent to municipalities, and the remaining 61.0 percent to the state; the state’s share is estimated at \$21.1 million, the remainder of the revenue is from licensing collections. The budget provides funding for the Department of Business Regulation, Department of Behavioral Healthcare, Developmental Disabilities and Hospitals, and Departments of Health, and Public Safety to support the Office of Cannabis Regulation. The out-year budget assumptions suggest revenues of approximately \$40 million once the program is fully operational. H 7171, Substitute A excludes this proposal.
- ***Rhode Island Resource Recovery Corporation Transfer.*** The Governor proposes that the Rhode Island Resource Recovery Corporation transfer \$5.0 million to state general revenues by June 30, 2020 and another \$5.0 million to state general revenues by June 30, 2021. Her five-year capital plan also allocates \$6.0 million from Rhode Island Capital Plan funds over FY 2023 and FY 2024 for the Corporation’s Landfill Phase VI Construction project. H 7171, Substitute A does not include this transfer. It should be noted that the Governor subsequently requested a budget amendment to remove the \$6.0 million Rhode Island Capital Plan funds.
- ***RI Health and Educational Building Corporation Transfer.*** The Governor proposes that the Rhode Island Health and Educational Building Corporation transfer \$1.0 million to state general revenues by June 30, 2021. H 7171, Substitute A does not include this transfer.
- ***Rhode Island Housing Transfer.*** The Governor proposes that Rhode Island Housing transfer \$1.1 million to state general revenues by June 30, 2021. Furthermore, Rhode Island Housing is authorized to use up to half of the existing funding held in reserve for Department of Behavioral Healthcare, Developmental Disabilities and Hospitals’ programs to support the creation or preservation of lower cost housing options for individuals with behavioral healthcare needs or developmental disabilities rather than in-patient services. The enacted budget also includes \$1.5 million to state general revenues by June 30, 2020. H 7171, Substitute A does not include this transfer.

- ***Narragansett Bay Commission Transfer.*** The Governor proposes that the Narragansett Bay Commission transfer \$2.0 million to state general revenues by June 30, 2021. H 7171, Substitute A does not include this transfer.
- ***Rhode Island Infrastructure Bank Transfer.*** The Governor proposes that the Rhode Island Infrastructure Bank transfer \$5.0 million to state general revenues by June 30, 2021. H 7171, Substitute A does not include this transfer.
- ***Rhode Island Student Loan Authority Transfer.*** The Governor proposes that the Rhode Island Student Loan Authority transfer \$2.0 million to state general revenues by June 30, 2021. H 7171, Substitute A does not include this transfer.
- ***Underground Storage Tank Trust Fund.*** The Governor proposes to transfer reserves of \$1.0 million from the Underground Storage Tank Trust Fund to state general revenues by June 30, 2020. The Assembly did not concur with the proposal in the FY 2020 final enacted budget.
- ***Veterans' Home Income Assessment.*** The Governor proposes increasing the monthly assessment paid by veterans residing at the Rhode Island Veterans' Home from 80 percent of their net income to 100 percent, adjusted for certain deductions. The proposal would also increase the monthly personal needs allowance of \$150 to \$300 and assumes the Home would cover all physical and occupational therapy costs. Adjusting for this cost, the estimated net revenue is \$0.9 million. H 7171, Substitute A does not include this proposal.
- ***Veterans' Home Probate Collections.*** The Governor's budget documents reference a proposal to collect the proceeds on open estate probates above \$15,000 for former residents of the Rhode Island Veterans' Home. This is estimated to generate \$0.3 million in new revenue; however, the budget does not account for the revenues. H 7171, Substitute A does not include this proposal.
- ***Veterans' Cemetery Fee.*** The Governor's budget proposes \$0.4 million in new revenue from increasing the fee on all non-veteran burials at the Rhode Island Veterans Memorial Cemetery. The Cemetery receives a federal plot allowance of \$796 for each veteran burial but does not for dependents. It currently collects a \$210 grave liner fee, which the Governor proposes to replace with a fee equal to the federal plot allowance; however, the budget does not account for the revenues. H 7171, Substitute A does not include this proposal.
- ***Requests for Public Health Data Fee.*** The Governor's budget includes \$0.4 million in new revenue by allowing the Department of Health, through rules and regulations, to charge a new fee for data requests. These data are currently used to monitor health status and trends in natality, morbidity and mortality. The legislation requires that approximately 50 percent of revenues be appropriated to the Department of Health to sustain its capacity to manage and maintain data systems to meet demands. The budget includes \$0.2 million for operating expenses. H 7171, Substitute A does not include this proposal.
- ***Licensing Fees Exemption Removal for Certain EMS Personnel.*** Current law exempts municipal employees and volunteer or non-profit organizations from paying the emergency medical technician license fees. The licensing fee for paramedics is \$80 biennially and \$120 every three years for emergency medical technicians. The Governor's budget includes \$0.3 million in new revenue from removing the current exemption. H 7171, Substitute A does not include this proposal.
- ***Shellfish Dockside Program.*** The Governor's budget includes \$0.4 million in new revenue by imposing licensing fees on marine shellfish processors; the fees would be established through rules and regulations. The funds would be used to support staff and operating expenses associated with providing sampling, laboratory testing and monitoring. The fees would be based on estimated expenditures for the

program; the budget reflects a like amount in expenditures. H 7171, Substitute A does not include this proposal.

- **Fire Marshal Plan Review Fees.** The Governor's budget assumes \$0.6 million of new revenues from increasing the plan review fees for new construction based on the cost of construction, inspection and explosives permitting fees. This appears to assume at least a fifty percent aggregate increase. The plan review fees for construction have five tiers based on a defined range of costs, all of which would increase. The first three tiers increase by \$10 to \$35, \$45, and \$55. The inspection fees charged by the Fire Marshal's Office would increase by \$150 to \$250. A delayed effective date of January 1, 2021, reduces the estimated impact to \$0.3 million. H 7171, Substitute A does not include this proposal.

- **Explosives Permit Fees.** The Governor's budget proposes to raise fees for explosives manufacturers, dealers and possessors to one annual \$100 explosives permit fee, eliminate the range for user permit fees and substitute a flat \$50 fee, and repeal the \$25 non-refundable fee for apprentice permits. Under current law, annual permit fees related to explosives are \$85 for manufacturers, and \$50 for dealers and possessors, with apprentice permits subject to a non-refundable \$25 fee. User permits are \$50 per \$10,000 of project costs. The Governor's budget did not assume an impact from this change due to the exceeding low level of annual collections. H 7171, Substitute A does not include this proposal.

- **Earned Income Tax Credit.** The Governor's budget assumes \$1.1 million less revenue for FY 2021 from increasing the refundable Rhode Island earned income tax credit by one percentage point increments each tax year for five years until it reaches 20.0 percent. Fully phased in, the annual lost revenue to the state would be \$11.6 million. H 7171, Substitute A does not include this proposal.

- **Rebuild Rhode Island Tax Credit.** The Governor's budget includes \$22.5 million from general revenues to continue funding commitments already made under the Rebuild Rhode Island Tax Credit program. This would bring total appropriations for these credits, which are redeemed over time, to \$82.2 million. An estimated \$140 million of program commitments have been made as of December 2019. The Governor proposes to increase the total amount of credits that can be awarded from \$210 million to \$250 million, lower the capped percentage of project costs based on specific criteria, and extend the sunset to December 31, 2023. H 7171, Substitute A includes the recommended level of funding and extends the sunset provision to June 30, 2021.

- **Wavemaker Fellowships.** The Governor's budget includes \$2.1 million from general revenues to fund the student loan forgiveness program enacted by the 2015 Assembly that provides up to four years of loan forgiveness for degrees in the fields of natural or environmental sciences, computer technology, engineering or medicine. Recipients must work at least 35 hours per week for an employer located in the state; two-thirds of the awardees must be permanent residents of the state. The Governor proposes to expand the program's eligibility to science, technology, and math educators. The proposal also extends the sunset three years to December 31, 2023. H 7171, Substitute A includes the enacted level of \$1.2 million and extends the sunset provision to June 30, 2021.

- **I-195 Redevelopment Fund.** The Governor's budget includes an additional \$1.0 million from general revenues to provide developers and businesses with financing for capital investment, including land acquisition to promote the development of the former highway land administered by the I-195 Redevelopment District Commission. The Governor proposes extending the sunset three years to December 31, 2023. H 7171, Substitute A excludes the funding and extends the sunset provision to June 30, 2021.

- **Industry Cluster Grants.** The Governor's budget includes \$350,000, which is \$250,000 more than enacted, for the Industry Cluster Grants program, which enables the Commerce Corporation to provide startup and technical assistance grants ranging from \$75,000 to \$250,000 and to provide competitive grants

ranging from \$100,000 to \$500,000 for activities within an industry cluster and to close industry cluster gaps. The Governor also proposes extending the sunset three years to December 31, 2023. H 7171, Substitute A includes only the enacted level funding and extends the sunset provision to June 30, 2021.

- ***P-Tech Initiative.*** The Governor’s budget includes \$0.2 million for the P-Tech Initiative, which establishes partnerships between high schools, higher education institutions, and employers to offer courses towards high school diplomas and associate’s degrees. Since FY 2016, a total of \$2.5 million has been appropriated to support the program. The Governor’s recommendation is estimated to provide \$1.2 million of available resources, after administrative costs. The Governor proposes extending the sunset three years to December 31, 2023. H 7171, Substitute A excludes the funding and extends the sunset provision to June 30, 2021.

- ***Polaris Manufacturing Extension Partnership.*** The Governor’s budget includes the enacted amount of \$350,000 from general revenues to support Rhode Island manufacturers by continuing to deploy technical experts to provide LEAN training facilities layout and provide assistance in manufacturing optimization. Polaris Manufacturing Extension Partnership is a Providence-based nonprofit organization that also receives funding from the National Institute of Standards and Technology to subsidize its consulting services to smaller manufacturing business owners, and fund awareness activities and educational seminars. H 7171, Substitute A includes the funding.

- ***Polaris Succession Initiative.*** The Governor’s budget includes \$50,000 from general revenues for a program to support small manufacturers transferring ownership interests to another party. This is an increase of general revenues passed-through the Commerce Corporation. H 7171, Substitute A does not include the funding.

- ***East Providence Waterfront Commission.*** The Governor’s budget includes \$50,000 from general revenues for the East Providence Waterfront Commission, consistent with the enacted budget. The Commission is charged with facilitating the transformation of the East Providence waterfront into a model of urban revitalization. H 7171, Substitute A includes the funding.

- ***Small Business Assistance Program.*** The Governor’s budget includes \$750,000 from general revenues, which is \$250,000 more than enacted, to recapitalize the Small Business Assistance Program for businesses with less than 200 employees that are having difficulties obtaining financing from traditional lending organizations. The maximum amount that any one business can obtain from the fund is \$750,000. The program provides a set aside provision for between 10.0 percent and 25.0 percent of the funding for a microloan program to be administered by a third party with expertise in microloans. The Governor proposes eliminating the December 31, 2020 sunset provision. H 7171, Substitute A excludes the funding but extends the sunset provision to June 30, 2021.

- ***Small Business Development Center.*** The Governor’s budget includes the enacted amount of \$350,000 from general revenues for the Small Business Development Center at the University of Rhode Island. H 7171, Substitute A includes the funding.

- ***Main Street Streetscape Improvement Fund.*** The FY 2016 through FY 2019 budgets provided a total of \$3.0 million for the fund and authorized the Commerce Corporation to award loans, matching grants and other forms of financing to enhance sidewalks, signage of public space and lighting in order to create an attractive environment in local business districts. All funding has been committed. The Governor proposes extending the sunset provision three years to December 31, 2023 but does not recommend new funding. H 7171, Substitute A extends the sunset provision to June 30, 2021.

- ***Site Readiness Municipal Capacity Building.*** The Governor’s budget includes \$0.4 million from general revenues for a program to establish five Commerce Corporation fellowships in five regions or

municipalities for targeted municipalities already participating in the Site Readiness program. H 7171, Substitute A does not include the funding.

- ***Site Readiness/Partnership.*** The Governor's budget includes legislation to allow municipalities to partner with the Commerce Corporation to assist in the development of pad-ready development sites. The proposed budget includes \$1.0 million from general revenues, consistent with the enacted budget. The budget also proposes \$21.5 million of new general obligation bonds to be submitted to the voters on the November 2020 ballot be provided to this program for competitive distribution to prepare sites for development, including municipal infrastructure. Subsequent to submission of the budget, the Governor requested an amendment to increase the bond to \$56.5 million and expand the allowable use of funds. H 7171, Substitute A excludes the general revenues, but does include \$40.0 million to be put before the voters in a special election.

- ***Supply RI.*** The Governor's budget includes the enacted amount of \$0.3 million from general revenues for the Supply RI program which connects small suppliers with the state's largest commercial purchasers by developing infrastructure to facilitate engagements, including supporting Commerce Corporation staff. H 7171, Substitute A includes the funding.

- ***School Construction Contract Apprenticeship Requirements.*** The Governor proposes a new requirement for school construction projects of \$5.0 million or more to have approved apprenticeship programs and utilize apprentices for 10.0 percent of the hours worked on the projects. It also establishes a reporting process for contractors and penalties for non-compliance, including a \$500 per day fine for not submitting data or withholding payment to the contractor until data is submitted. H 7171, Substitute A does not include the proposal.

- ***Real Jobs Rhode Island.*** The Governor's budget includes \$16.4 million from all funds for the Real Jobs Rhode Island program. This includes \$12.7 million from general revenues, which is \$7.3 million more than enacted, \$2.3 million from federal grants specifically identified for the program, and \$1.4 million from the Job Development Fund. The \$1.4 million would come from an assessment to large non-profit employers who are not currently subject to this charge. The recommendation also includes joint initiatives between the Departments of Labor and Training and Corrections to assist inmates with employment services as they transition out of incarceration. H 7171, Substitute A does not expand the assessment of the job development fund to non-profits, include the joint initiative with the Department of Corrections or the increase to general revenues, and provides the enacted amount of \$5.5 million from general revenues. H 7171, Substitute A also increases available federal funds by \$2.9 million. Additionally there is \$45.0 million of federal funding allocated to a Back to Work program through the state's federal relief funds.

- ***Affordable Housing.*** The Governor's budget proposes \$25.0 million of new general obligation bonds to be submitted to the voters on the November 2020 ballot for funding of future developments. There are also funds remaining from general obligation bond funds approved by the voters in November 2016 to provide funding for affordable housing support, including rehabilitation of existing structures and new construction. The voters also approved \$10.0 million on the November 2016 ballot to improve properties that are blighted or in need of revitalization. Subsequent to submission of the budget, the Governor requested an amendment to increase the amount borrowed by \$40.0 million to \$65.0 million. H 7171, Substitute A includes the \$65.0 million in the amended request.

- ***State Housing Policy and Planning Restructuring.*** The Governor's budget eliminates the 28-member Housing Resources Commission and its related four member Coordinating Committee. The Commission Chairperson is appointed by the Governor with the advice and consent of the Senate; Committee memberships are defined by statute. Under current law, the Housing Resources Commission is the paramount agency for housing policy and planning and is required to coordinate responsibilities with Rhode Island Housing through a memorandum of agreement. In its place, the recommendation establishes a seven

member coordinating council similar to the existing coordinating committee, and elevates that committee to be the state's lead housing entity. The new coordinating council's chairperson and its executive director would be appointed by the Governor. There would be a 19-member steering committee, with similar membership to the existing Commission. H 7171, Substitute A does not include the proposal.

- ***Police and Fire Relief Fund.*** The Governor's budget includes \$3.7 million from general revenues for FY 2021 for the Police and Fire Relief program for annuity payments and in-state tuition to eligible spouses, domestic partners and dependents of certain injured or deceased police officers and firefighters. This is \$0.1 million less than enacted but consistent with FY 2019 and FY 2020 spending. H 7171, Substitute A reduces the appropriation by \$24,080 based on projected spending.

- ***Election Equipment.*** The Governor's budget includes \$0.2 million in FY 2021 from Rhode Island Capital Plan funds for the Secretary of State to acquire new voting equipment. This includes 200 AutoMark tables, 500 privacy booths, and other equipment necessary for the November 2020 election. Current AutoMark tables were last purchased in 2005 and the recommendation notes that there is an expectation that this equipment will last for multiple election cycles. H 7171, Substitute A includes a requested budget amendment to shift this funding from FY 2021 to FY 2023.

- ***Election Expenses.*** The Governor recommends \$1.2 million from general revenues for the Board of Elections and Secretary of State for anticipated costs associated with the September 2020 primary and November 2020 general election. H 7171, Substitute A increases expenses by \$2.1 million, including \$0.2 million from general revenues and \$1.9 million from federal funds as a result of shifting to a mail ballot centric election due to the health crisis. Additionally, H 7171, Substitute A includes \$1.5 million from general revenues to hold a special election for general obligation bond referenda in the second half of FY 2021.

- ***Hospital Licensing Fee.*** The Governor's budget includes \$193.8 million in revenues from increasing the hospital license fee from the 5.0 percent that is current law to 6.0 percent for FY 2021 and adds \$32.3 million in new revenue from that change. The licensing fee appears annually in the Appropriations Act and has typically been set for one year increments; however, the 2019 Assembly established a rate for FY 2021 at 5.0 percent. H 7171, Substitute A does not include the proposal and retains the license fee at 5.0 percent.

- ***Disproportionate Share Payment to Hospitals.*** The Governor's budget includes \$142.3 million for uncompensated care payments to hospitals for assuming that federal action will be taken that once again delays the scheduled reduction. This assumes \$67.0 million from general revenues and \$75.3 million from federal funds. The November caseload conference included the current law, lower payment of \$77.8 million. H 7171, Substitute A includes the funding.

- ***Hospital Rates.*** The Governor's budget includes savings of \$20.3 million, including \$7.1 million from general revenues, from freezing hospital rates at the FY 2020 level. There is a statutory requirement for an annual price adjustment and the November caseload estimate includes a 3.0 percent increase for inpatient services and 2.7 percent for outpatient services. This is the fourth consecutive year this rate freeze has been proposed; it was also proposed for FY 2016. H 7171, Substitute A does not include the proposal.

- ***Outpatient Upper Payment Limit Reimbursement.*** The Governor's budget includes savings of \$4.6 million, including \$1.5 million from general revenues, from eliminating the outpatient upper payment limit reimbursement made to community hospitals for Medicaid services based on Medicare rates. H 7171, Substitute A does not include the proposal and includes a payment totaling \$7.9 million based on updated estimates.

- ***Nursing Facilities Rates.*** The Governor's budget includes savings of \$7.5 million, \$3.4 million from general revenues, by limiting the October 1, 2020 rate increase to 1.0 percent instead of the 3.6 percent

included in the November caseload estimate. The Governor also proposes that the full increase be applied to direct care staff wages. Adjusting for the loss of \$0.4 million in revenue, the general revenue savings is \$3.1 million. H 7171, Substitute A does not include the proposal.

- ***RItE Share.*** The Governor's budget includes savings of \$19.0 million, including \$5.0 million from general revenues from increasing enrollment in the RItE Share program by having Medicaid eligible individuals with access to commercial insurance through work to choose that first. The 2019 Assembly required the Executive Office of Health and Human Services to submit a plan to identify employees with other insurance and to include that information in its monthly reports. There are less than 3,400 individuals enrolled in RItE Share in December 2019 which is significantly lower than the approximately 8,400 enrolled in September 2016, just prior to the start of the Unified Health Infrastructure Project. The budget proposes to require employers with at least 50 employees to provide information to the Executive Office to determine which Medicaid beneficiaries have access to other insurance. There are new penalties to be assessed against these employers who do not submit or falsify information and the budget includes \$0.2 million in new revenue. H 7171, Substitute A does not include this proposal.

- ***Co-Pays for Certain Services.*** The Governor's budget includes savings of \$17.8 million, including \$4.7 million from general revenues, from charging a co-pay for inpatient hospital stays and prescription drugs to non-disabled adults. The pharmacy co-payment would be either \$1.00 or \$3.65 depending on the prescription and \$3.00 for a hospital stay. The budget assumes pharmacy savings based on a reduction in utilization. H 7171, Substitute A does not include this proposal.

- ***Perinatal Doula Services.*** The Governor's budget includes \$94,802 from general revenues, matched by Medicaid, to provide support to women during pregnancy, childbirth and the first few postpartum weeks from a doula. This assumes an \$850 payment would be made for perinatal doula services for ten percent of the estimated 5,000 births, or \$0.4 million. This cost is offset by \$0.2 million in hospital savings for a net cost of \$0.2 million. H 7171, Substitute A does not include the proposed expansion.

- ***Developmental Disabilities Services - RICLAS Closure.*** The Governor's budget includes savings of \$2.9 million from general revenues, matched by Medicaid, from closing the state-run system for adults with developmental disabilities and moving about 120 individuals into the privately operated system. The intent is to have the community based providers take over operation of the 27 group homes and apartments that individuals currently live in. The Governor's budget eliminates 204.0 full-time equivalent positions from this change. The Governor includes \$15.0 million for FY 2021 to make this transition or essentially 50 percent of the cost to run the program for a full fiscal year. H 7171, Substitute A does not include the proposal.

- ***Developmental Disabilities Services - Residential Rebalancing.*** The Governor's budget includes savings of \$1.7 million from continuing to reduce the census in the 24-hour, privately operated residential system and allowing access to alternative settings, such as shared living. The FY 2020 enacted budget includes savings of \$2.2 million for a census reduction of which only \$0.7 million of those savings is reflected in the revised budget. H 7171, Substitute A does not include the proposal.

- ***Veterans' Programs and Services.*** The Governor includes the enacted level of \$200,000 from general revenues to support various veterans' programs and services with the Office of Veterans Services determining how the funding is allocated. H 7171, Substitute A includes the funding.

- ***Rhode Island Alliance of Boys and Girls Clubs.*** The Governor's recommended budget eliminates \$250,000 from general revenues included in the enacted budget for the Boys and Girls Club Project Reach program which provides homework assistance and afterschool activities. H 7171, Substitute A restores the enacted level of funding.

- ***Day One.*** The Governor recommends the enacted level of \$217,000 from general revenues for Day One to provide outreach and supportive service programs relating to sexual assault. H 7171, Substitute A includes the funding.
- ***Institute for the Practice and Study of Non-Violence.*** The Governor recommends the enacted level of \$200,000 from general revenues to support the Institute’s Violence Reduction Strategy program. H 7171, Substitute A includes the funding.
- ***Rhode Island Community Food Bank.*** The Governor recommends \$350,000 from general revenues for food collection and distribution through the community food bank, double the enacted amount of \$175,000. H 7171, Substitute A includes the enacted level of general revenues and \$670,000 from Coronavirus Relief funds, for total funding of \$0.8 million.
- ***Community Action Agencies.*** The Governor recommends the enacted level of \$600,000 to support services provided by the state’s community action agencies. H 7171, Substitute A includes the funding.
- ***Crossroads.*** The Governor recommends the enacted level of \$500,000 from general revenues to support activities provided by Crossroads Rhode Island that address homelessness and other related issues. H 7171, Substitute A includes the funding.
- ***Domestic Violence Prevention Activities.*** The Governor recommends the enacted level of \$300,000 from general revenues for domestic violence prevention activities contracted through the Rhode Island Coalition Against Domestic Violence and distributed to domestic violence shelters in the state. H 7171, Substitute A includes the funding.
- ***Senior Services Support.*** The Governor recommends the enacted level of \$800,000 from general revenues to support the state’s senior centers through a grant process. H 7171, Substitute A includes the funding.
- ***Meals on Wheels/Elderly Nutrition Services.*** The Governor recommends the enacted level of \$580,000 from general revenues for elderly nutrition, including \$530,000 for Meals on Wheels. H 7171, Substitute A includes the funding.
- ***Respite Care.*** The Governor recommends the enacted level of \$325,000 to support the respite care program through the Diocese of Providence, also known as CareBreaks. H 7171, Substitute A includes the funding.
- ***Elder Housing Security.*** The Governor recommends the enacted level of \$85,000 from general revenues to implement security housing measures in elderly housing complexes. H 7171, Substitute A includes the funding.
- ***Long Term Care Ombudsman.*** The Governor recommends the enacted level of \$169,086 for the long term care ombudsman, including \$86,750 from general revenues. The Alliance for Better Long Term Care advocates on behalf of residents of nursing homes, assisted living residences and certain other facilities, as well as recipients of home care services. H 7171, Substitute A includes the funding.
- ***RI Promise Scholarship Expansion.*** The Governor includes a proposal to remove the sunset and expand eligibility for the Promise program to include a certificate program, provided the student remains on track to graduate as defined by the Community College. Qualifying certificates must have labor market value as defined by the Office of Postsecondary Commissioner. A student would also remain eligible for the program following the completion of a certificate program in order to obtain an associate degree, as

long as they continued to remain on track to graduate. H 7171, Substitute A does not include the proposed expansion but does extend the sunset provision to include one additional high school graduating class.

- ***Dual and Concurrent Enrollment.*** The Governor's budget includes \$3.2 million, which is \$0.9 million more than enacted, from tuition savings fees for the dual and concurrent enrollment initiative to allow qualified high school students to earn college credit at no cost to the student. It is unclear if sufficient funding is available from these sources. H 7171, Substitute A provides the enacted amount of funding.
- ***High Security.*** The Governor's budget includes savings of \$0.8 million from closing two modules at the High Security facility and transferring 24 incarcerated inmates to out-of-state facilities. The methodology for the savings calculation is unclear. H 7171, Substitute A restores the savings.
- ***Rhode Island Legal Services.*** The Governor's budget includes the enacted level of \$90,000 from general revenues for Rhode Island Legal Services to provide housing and eviction defense to indigent individuals. H 7171, Substitute A includes the funding.
- ***Rhode Island Coalition Against Domestic Violence.*** The Governor's budget includes \$230,000 from general revenues for the Rhode Island Coalition Against Domestic Violence for the domestic abuse court advocacy project, consistent with the enacted budget. H 7171, Substitute A includes the funding.
- ***Toll Revenue.*** The Governor's budget assumes toll revenues of \$18.5 million in the current year, \$7.5 million less than enacted, and \$44.4 million in FY 2021 from all gantries being in operation. H 7171, Substitute A includes the funding.
- ***Motor Fuel Revenue Bond Issuance.*** The Governor requests authorization for the issuance of \$64.2 million through Motor Fuel Revenue Bonds to match federal funds that the Department received for the Henderson Bridge and other bridge and highway capital projects. Debt service payments would be supported by excess funds from the current two cents from the gasoline tax for previously issued Motor Fuel bonds; the debt service from that issuance is lower due to refinancing over the years. The Governor subsequently requested a budget amendment that lowers the authorization by \$24.2 million to \$40.0 million based on projected decrease in gas tax revenue to repay the bonds and proposed \$30.0 million of new general obligation bonds to cover this and other resource shortfalls. H 7171, Substitute A does not include this proposal but does authorize a \$71.7 million transportation bond to cover this and a shortfall in Rhode Island Capital Plan funds.
- ***State Match - General Obligation Bonds.*** Subsequent to her budget submission, the Governor requested an amendment to add \$30.0 million of new general obligation bonds for voter approval for the Department of Transportation to use as state match. These funds would be used to make up for other shortfalls in state match related to a decline in gas tax and other sources resulting from the current crisis. She also requested an amendment in October to remove \$30.0 million of pay-go funding from Rhode Island Capital Plan funds based on the reduced resources available for FY 2021. H 7171, Substitute A includes the adjustment to Rhode Island Capital Plan funds but also provides replacement funding for this and the motor fuel bond by authorizing a \$71.1 million transportation bond.
- ***GARVEE Debt Service.*** The Governor's budget includes \$16.0 million from federal funds for a debt payment from issuance of \$200.0 million through the Grant Anticipation Revenue Vehicle (GARVEE) program to fund construction costs for the Interstate 95 Northbound Providence Viaduct project. The bonds were approved as part of the enacted budget in June and the Department was notified of a \$60 million federal discretionary grant in late July. H 7171, Substitute A includes \$8.0 million based on an updated debt schedule.

- **Highway Drainage.** The Governor’s capital budget assumes use of \$9.2 million for FY 2020 and \$6.0 million for FY 2021 from highway maintenance funds for catch basin inspection and cleaning. The Department is currently required by a consent decree with the U.S. Department of Justice to maintain storm drains and address pollutants that are going into Narragansett Bay and other waterways. Pursuant to the consent decree, the Department of Transportation must inspect and clean the state’s 34,000 stormwater catch basin systems and other connected drainage structures on an annual basis. H 7171, Substitute A includes the funding.
- **Rhode Island Public Transit Authority.** The Governor recommends \$55.0 million in FY 2021 for the Authority’s current share of the gasoline tax proceeds and highway maintenance funds. H 7171, Substitute A includes \$5.9 million less, reflecting updated gasoline tax yield and highway maintenance funds.
- **Providence Transit Connector.** The Governor’s budget assumes use of \$2.0 million each from the Department of Transportation’s share of highway maintenance funds and Rhode Island Capital Plan funds to match a \$13.6 million federal grant that was awarded to improve the transit corridor between Kennedy Plaza, the Providence Train Station and other hubs. The City of Providence was the original recipient of the Transportation Investment Generating Economic Recovery (TIGER) grant, and the Public Transit Authority has agreed to administer the project, with the state providing the match. H 7171, Substitute A include \$40,125 from unspent Rhode Island Capital Plan funds in FY 2021 to close out the project.
- **URI Bus Hub.** The capital budget includes a total of \$8.3 million, including \$0.9 million from Rhode Island Capital Plan funds to match federal funds to construct a new bus hub at the University of Rhode Island Kingston Campus; bond funds from available University of Rhode Island capital funds for infrastructure projects and highway maintenance funds will also be used for matching. The project will include bus berths with shelters, interior waiting space, restrooms, electric charging stations, and bicycle racks. The Governor requested an amendment shifting \$0.5 million from Rhode Island Capital Plan funds from FY 2021 to FY 2022. H 7171, Substitute A is consistent with the Governor’s requested amendment.

General Revenue Surplus Statement

The following table shows the general revenue balances as recommended by the House Finance Committee. The Committee recommends an FY 2021 surplus of \$7.0 million and has an operating deficit of \$168.0 million reflecting use of the FY 2020 surplus.

	FY 2019	FY 2020	FY 2021
Opening Surplus			
Free Surplus	\$ 52,525,379	\$ 30,502,912	\$ 175,058,948
Reappropriated Surplus	10,057,409	10,296,451	5,336,652
Subtotal	\$ 62,582,788	\$ 40,799,363	\$ 180,395,600
Revenues			
Actual/Enacted/Estimated	\$ 4,024,579,618	\$ 4,183,948,065	\$ 4,241,600,000
Governor	-	-	113,657,550
Assembly	-	-	(246,832,549)
Revenues	\$ 4,024,579,618	\$ 4,183,948,065	\$ 4,108,425,001
Cash Stabilization Fund	(122,313,150)	(126,433,529)	(128,504,518)
Total Available Resources	\$ 3,964,849,256	\$ 4,098,313,899	\$ 4,160,316,083
Expenditures			
Actual/Enacted/Estimated	\$ 3,924,049,893	\$ 3,917,918,299	\$ 4,222,362,477
Governor	-	-	25,442,582
Assembly	-	-	(94,535,352)
Total Expenditures	\$ 3,924,049,893	\$ 3,917,918,299	\$ 4,153,269,707
Total Surplus	\$ 40,799,363	\$ 180,395,600	\$ 7,046,376
Reappropriations	(10,296,451)	-	-
Free Surplus	\$ 30,502,912	\$ 180,395,600	\$ 7,046,376
<i>Operating Surplus/(Deficit)</i>	<i>(11,726,016)</i>	<i>149,892,688</i>	<i>(168,012,572)</i>
Budget Stabilization and Cash Reserve	\$ 203,855,250	\$ 90,722,549	\$ 214,174,197
Percent of Revenues	5.1%	2.2%	5.2%

The FY 2019 data is audited. The FY 2020 data is based on the preliminary closing and is expected to change based on revisions to use of federal funds increasing the general revenue surplus as well as the more traditional audit adjustments. FY 2021 revenues includes \$70 million to recognize expected the adjustment to the opening surplus from that federal funds revision. The FY 2021 surplus is revenues minus the transfer to the Budget Reserve Fund minus expenditures. It represents the gap between useable revenues and expenditures. The budget reserve and cash stabilization account, the “rainy day fund,” would have an ending balances of \$214.2 million in FY 2021. The account receives 3.0 percent of general revenues plus free surplus annually.

Section II

Adjustments to Governor's FY 2021 Budget

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	<i>Revenue Changes</i>					
1	FY 2020 Surplus Adjustments	70,000,000	-	-	-	70,000,000
2	Casino Operation Interruption	(18,000,000)	-	-	-	(18,000,000)
3	November Revenue Conference	(240,826,276)	-	-	-	(240,826,276)
4	Earned Income Tax Credits	1,016,103	-	-	-	1,016,103
5	Alcohol Tax Changes	(3,324,610)	-	-	-	(3,324,610)
6	Sales Tax Expansion	(3,209,451)	-	-	-	(3,209,451)
7	Hotel Tax 1 Percent Increase	(1,384,769)	-	-	-	(1,384,769)
8	Tobacco Tax and Fee Changes	(3,655,753)	-	-	-	(3,655,753)
9	Controlling Interest Transfer Tax	36,722	-	-	-	36,722
10	DEM Expedited Permitting	(149,803)	-	-	-	(149,803)
11	Hospital License Fee at Current Law	(32,308,294)	-	-	-	(32,308,294)
12	Veterans Home Resident Assessment to Current Law	3,649,000	-	-	-	3,649,000
13	Medicaid Initiatives	757,289	-	-	-	757,289
14	Requests for Public Health Data	(219,450)	-	-	-	(219,450)
15	Fee Exemption Removal for EMS Licensees	(166,800)	-	-	-	(166,800)
16	Shellfish Dockside Program	(366,138)	-	-	-	(366,138)
17	Pesticide Registration Fee	(83,700)	-	-	-	(83,700)
18	Fire Marshal Fees	(277,401)	-	-	-	(277,401)
19	DMV Fee Increases	(1,624,725)	-	-	-	(1,624,725)
20	DMV CDL Transfer	(94,000)	-	-	-	(94,000)
21	DUI/Refused Breathalyzer Fee	(220,016)	-	-	-	(220,016)
22	Admin. Fee on Pass-Through Taxes	(287,102)	-	-	-	(287,102)
23	Infrastructure Bank Transfer	(5,000,000)	-	-	-	(5,000,000)
24	Narragansett Bay Commission Transfer	(2,000,000)	-	-	-	(2,000,000)
25	Resource Recovery Corporation Transfer	(5,000,000)	-	-	-	(5,000,000)
26	Rhode Island Housing Transfer	(1,093,375)	-	-	-	(1,093,375)
27	RIHEBC Transfer	(1,000,000)	-	-	-	(1,000,000)
28	RISLA Transfer	(2,000,000)	-	-	-	(2,000,000)
29	Unemployment Support	-	907,409,432	(89,075)	255,240,000	1,162,560,357
30	COVID Relief & Other Non-General Revenues	-	1,582,382,807	(26,560,386)	(88,451,402)	1,467,371,019
	Total	(246,832,549)	2,489,792,239	(26,649,461)	166,788,598	2,383,098,827
	<i>Expenditures Changes</i>					
	Administration					-
31	Capital - 560 Jefferson Boulevard (GBA)	-	-	-	(100,000)	(100,000)
32	Capital - Accessibility - Facility Renovations (GBA)	-	-	-	57,621	57,621
33	Capital - Arrigan Center (GBA)	-	-	-	(50,000)	(50,000)
34	Capital - BHDDH DD & Community Homes - Fire Code (GBA)	-	-	-	1,294,702	1,294,702
35	Capital - Big River Management Area (GBA)	-	-	-	(100,000)	(100,000)
36	Capital - Cannon Building (GBA)	-	-	-	(1,000,000)	(1,000,000)
37	Capital - Cranston Street Armory (GBA)	-	-	-	(212,604)	(212,604)
38	Capital - Dunkin Donuts Center (GBA)	-	-	-	(1,500,000)	(1,500,000)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
39	Capital - Energy Efficiency (GBA)	-	-	-	(305,671)	(305,671)
40	Capital - Environmental Compliance (GBA)	-	-	-	(17,720)	(17,720)
41	Capital - Hospital Consolidation (GBA)	-	-	-	(12,000,000)	(12,000,000)
42	Capital - IT Enterprise Operations Center (GBA)	-	-	-	(63,829)	(63,829)
43	Capital - Medical Examiner - New Facility (GBA)	-	-	-	500,000	500,000
44	Capital - Old State House (GBA)	-	-	-	(180,185)	(180,185)
45	Capital - Pastore Center Medical Buildings Asset Protection (GBA)	-	-	-	(2,000,000)	(2,000,000)
46	Capital - Pastore Center Non-Medical Buildings Asset Protection	-	-	-	(1,685,760)	(1,685,760)
47	Capital - Pastore Center Power Plant (GBA)	-	-	-	182,503	182,503
48	Capital - Pastore Center Utilities Upgrade (GBA)	-	-	-	116,760	116,760
49	Capital - Replacement of Fueling Tanks (GBA)	-	-	-	(200,000)	(200,000)
50	Capital - Rhode Island Convention Center (GBA)	-	-	-	(1,000,000)	(1,000,000)
51	Capital - Security Measures/State Buildings (GBA)	-	-	-	(161,281)	(161,281)
52	Capital - Shepard Building (GBA)	-	-	-	250,000	250,000
53	Capital - State House Renovations (GBA)	-	-	-	582,696	582,696
54	Capital - State Office Building (GBA)	-	-	-	(250,000)	(250,000)
55	Capital - State Office Reorganization & Relocation (GBA)	-	-	-	202,765	202,765
56	Capital - Statewide Facility Master Plan (GBA)	-	-	-	(144,862)	(144,862)
57	Capital - Veterans Memorial Auditorium (GBA)	-	-	-	(100,000)	(100,000)
58	Capital - Washington County Government Center (GBA)	-	-	-	127,467	127,467
59	Capital - William Powers Building (GBA)	-	-	-	(239,413)	(239,413)
60	Capital - Zambarano Utilities and Infrastructure (GBA)	-	-	-	(1,050,000)	(1,050,000)
61	Central Management (1.0 FTE)	(343,507)	-	-	-	(343,507)
62	COVID Related Personnel Costs	(1,074,377)	1,074,377	-	-	-
63	COVID Relief - Quarantine and Isolation	2,600,000	10,300,000	-	-	12,900,000
64	COVID Relief - Legal	300,000	1,100,000	-	-	1,400,000
65	COVID Relief - Surge Hospital Operations & Deconstruction	11,400,000	41,700,000	-	-	53,100,000
66	COVID Relief - Government Readiness	1,865,000	24,200,000	-	-	26,065,000
67	COVID Relief - Hospital Assistance Partnership Program	-	125,000,000	-	-	125,000,000
68	DCAMM - New Project Managers (2.0 FTE)	(293,898)	-	-	-	(293,898)
69	Debt Service Updated	(3,397,319)	-	-	-	(3,397,319)
70	Enterprise Resource Planning - New System (2.0 FTE)	(1,500,000)	-	-	-	(1,500,000)
71	Healthsource RI Available Receipts	(970,000)	-	1,035,000	-	65,000
72	Information Technology Fund (GBA)	-	-	(1,040,688)	-	(1,040,688)
73	Rainy Day Fund Payback	90,000,000	-	-	-	90,000,000
74	Reappropriation - Complete Count	140,606	-	-	-	140,606
75	Tort Court Awards	(500,000)	-	-	-	(500,000)
76	Transportation Debt Service (GBA)	-	-	-	(1,956,509)	(1,956,509)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
77	Workshare	(171,553)	(9,514)	-	(75,656)	(256,723)
	Business Regulation					
78	Actuarial Services to Enacted	-	-	(142,627)	-	(142,627)
79	Adult Use Marijuana Implementation (13.0 FTE)	-	-	(3,216,792)	-	(3,216,792)
80	Capital - Fire Academy Asset Protection (GBA)	-	-	-	(100,000)	(100,000)
81	Capital - Evidence Repository Study (GBA)	-	-	-	(100,000)	(100,000)
82	COVID Enforcement/Inspection	1,700,000	620,873	-	-	2,320,873
83	COVID Related Personnel Costs	(2,109,809)	2,109,809	-	-	-
84	Director of Consumer Protection/Education Programs (GBA)	-	-	(138,714)	-	(138,714)
85	Fire Marshal Current Service Adjustments	(267,623)	(277,201)	-	-	(544,824)
86	RI REACH Medicaid Match	(20,000)	20,000	-	-	-
87	Other Operations Revised Request/Q1	(205,104)	-	-	-	(205,104)
88	Other Staffing to Enacted	(218,446)	-	83,255	-	(135,191)
89	Workshare	(79,808)	-	(4,141)	-	(83,949)
	Executive Office of Commerce					
90	Capital - I- 195 Park Improvements (GBA)	-	-	-	(1,000,000)	(1,000,000)
91	Capital - Quonset Industrial Park Renovation	-	-	-	(6,000,000)	(6,000,000)
92	Capital - Quonset Piers (GBA)	-	-	-	(5,000,000)	(5,000,000)
93	Commerce Corporation Operations to Enacted	(54,000)	-	-	-	(54,000)
94	COVID Related Personnel Costs	(362,290)	362,290	-	-	-
95	COVID Relief - Business Interruption Supports	-	55,800,000	-	-	55,800,000
96	COVID Relief - Eviction Diversion	-	7,269,000	-	-	7,269,000
97	COVID Relief - Hospitality, Arts, and Tourism Supports	-	20,000,000	-	-	20,000,000
98	COVID Relief - Landlord Incentives	100,000	400,000	-	-	500,000
99	COVID Relief - Navigation Assistance and Legal Services	-	150,000	-	-	150,000
100	COVID Relief - Rental Assistance	300,000	5,050,000	-	-	5,350,000
101	COVID Relief - Restore RI Business & Non-Profit Grants	-	65,500,000	-	-	65,500,000
102	Deputy Secretary (1.0 FTE)	(209,911)	-	-	-	(209,911)
103	Housing Governance Fund	-	-	(3,514,146)	-	(3,514,146)
104	I-195 Redevelopment Commission to Enacted	(130,000)	-	-	-	(130,000)
105	I-195 Redevelopment Fund	(1,000,000)	-	-	-	(1,000,000)
106	Industry Cluster Grants	(250,000)	-	-	-	(250,000)
107	Minority Entrepreneurship/Urban Ventures to	(10,000)	-	-	-	(10,000)
108	Polaris Succession Initiative	(50,000)	-	-	-	(50,000)
109	P-Tech Initiative	(200,000)	-	-	-	(200,000)
110	Site Readiness Fellowship	(390,000)	-	-	-	(390,000)
111	Small Business Assistance New Funding	(750,000)	-	-	-	(750,000)
112	Tangible Tax Study	(85,000)	-	-	-	(85,000)
113	Wavemaker Fellowship Expansion	(872,000)	-	-	-	(872,000)
114	Workshare	(7,373)	-	-	-	(7,373)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	Labor and Training					
115	Administrative Redesign	(279,084)	-	-	-	(279,084)
116	Centralized Services - Q1	(278,942)	63,466	(353,245)	228,721	(340,000)
117	COVID Relief - Back to Work RI	-	45,000,000	-	-	45,000,000
118	COVID Relief - \$400 Supplemental Unemployment Payment	-	40,000,000	-	-	40,000,000
119	Job Development Fund Assessment to Non-Profits	-	-	(1,400,000)	-	(1,400,000)
120	Opportunities Industrialization Center - Closed	(100,000)	-	-	-	(100,000)
121	Police and Fire Relief Fund - Q1	(24,080)	-	-	-	(24,080)
122	Real Jobs General Revenues to Enacted	(7,250,000)	2,883,795	-	-	(4,366,205)
123	Inmate Post-Release Employment Services (1.0 FTE)	(95,709)	-	-	-	(95,709)
124	Unemployment Administration and Operations (35.0 FTE)	(15,121)	12,542,824	101,557	-	12,629,260
125	Governor's Workforce Board Administration and Grants	-	-	(5,096,774)	-	(5,096,774)
126	Unemployment Benefits	-	907,409,432	(89,075)	255,240,000	1,162,560,357
127	Workplace Fraud Unit Expansion (4.0 FTE)	(409,195)	-	-	-	(409,195)
128	Workshare	(99,012)	(6,989)	(110,240)	-	(216,241)
129	Year Up - New Grant	(250,000)	-	-	-	(250,000)
	Revenue					
130	Car Tax Phase-Out - Current Law	11,820,282	-	-	-	11,820,282
131	CDL Road Test Transfer (3.0 FTE)	(104,834)	-	-	-	(104,834)
132	COVID Relief - Other Local Aid	(111,528,120)	136,528,120	-	-	25,000,000
133	Deputy Chief of Legal Services (1.0 FTE)	(93,907)	-	-	-	(93,907)
134	Distressed Communities to Enacted	6,192,229	-	-	-	6,192,229
135	License Plate Reissuance Delay	(4,610,391)	-	-	-	(4,610,391)
136	Central Falls Bankruptcy Related Liabilities	(223,329)	-	-	-	(223,329)
137	Turnover and Operations - Q1	(819,198)	-	-	-	(819,198)
138	Revenue Initiatives Implementation (5.0 FTE)	(1,507,949)	-	-	-	(1,507,949)
139	Saturday Hours	(115,330)	-	-	-	(115,330)
140	Workshare	(877,711)	-	-	(19,128)	(896,839)
	Legislature					
141	Workshare	(791,620)	-	-	-	(791,620)
	Lieutenant Governor					
142	Workshare	(17,791)	-	-	-	(17,791)
	Secretary of State					
143	Capital - Election Equipment (GBA)	-	-	-	(170,000)	(170,000)
144	Election Expenses	181,085	1,877,774	-	-	2,058,859
145	Special GO Bond Election	1,000,000	-	-	-	1,000,000
146	Staffing Turnover Correction - Q1	1,218,500	-	-	-	1,218,500
147	State Archives Lease	40,000	-	40,000	-	80,000
148	Workshare	(33,880)	-	-	-	(33,880)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	Office of the General Treasurer					
149	Unclaimed Property	-	-	(100,000)	-	(100,000)
150	Workshare	(5,226)	-	(4,525)	-	(9,751)
	Board of Elections					
151	Special GO Bond Election	500,000	-	-	-	500,000
	Ethics Commission					
152	Legal Services Increase	(65,000)	-	-	-	(65,000)
153	Workshare	(11,906)	-	-	-	(11,906)
	Governor's Office					
154	Contingency Fund to Enacted	(100,000)	-	-	-	(100,000)
155	Workshare	(21,142)	-	-	-	(21,142)
	Commission for Human Rights					
156	Senior Compliance Officer (0.5 FTE)	(42,500)	-	-	-	(42,500)
157	Personnel and Operating - Q1	(62,041)	16,464	-	-	(45,577)
	Public Utilities Commission					
158	Dual Party Phone Relay (GBA)	-	-	370,000	-	370,000
159	Engineering Specialists (1.0 FTE)	-	-	(101,812)	-	(101,812)
160	Public Utilities Analyst III (1.0 FTE)	-	-	(101,812)	-	(101,812)
161	Workshare	-	(3,570)	(72,647)	-	(76,217)
	Executive Office of Health and Human Services					
162	Medicaid Caseload - November Conference	(44,175,357)	272,107,890	(79,200)	-	227,853,333
163	Adult Co-Payment Proposal and Implementation (2.0 FTE)	1,614,028	6,146,402	-	-	7,760,430
164	Contracted Clinical Evaluator	(90,000)	(90,000)	-	-	(180,000)
165	COVID Related Personnel Costs	(111,743)	111,743	-	-	-
166	COVID Relief - Early Intervention and Children's Services Provider Relief	-	5,000,000	-	-	5,000,000
167	COVID Relief - Pediatric Primary Care Rate & Immunizations	-	6,100,000	-	-	6,100,000
168	COVID Relief - Primary Care Provider - Focused Technical Assistance	-	1,100,000	-	-	1,100,000
169	COVID Relief - Work Stabilization Fund (Phase 4)	-	4,000,000	-	-	4,000,000
170	COVID Relief Funds - Community Based Providers	-	3,000,000	-	-	3,000,000
171	Dual Care Management	361,326	508,397	-	-	869,723
172	Duplicate Child Care Licensing Legal Position (1.0 FTE)	(153,315)	-	-	-	(153,315)
173	High Utilizers Initiative Implementation	(250,000)	(250,000)	-	-	(500,000)
174	Hospitals - Rates to current law	4,767,335	10,889,026	-	-	15,656,361
175	Hospitals - UPL	2,200,502	4,559,680	-	-	6,760,182

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	LTSS Resiliency Fund - Nursing Facility					
176	Transformation	-	9,000,000	-	-	9,000,000
177	LTSS Resiliency Fund - Nursing Home Supports	-	4,684,000	-	-	4,684,000
	LTSS Resiliency Fund - Home & Community					
178	Based Services	-	5,900,000	-	-	5,900,000
179	Nursing Home Beds - Diversification	(1,000,000)	-	-	-	(1,000,000)
180	Nursing Home Rates to Current Law	2,094,763	3,000,779	-	-	5,095,542
181	Perinatal Doula Services	(57,308)	(92,648)	-	-	(149,956)
182	Preschool Development Grant	-	1,521,415	-	-	1,521,415
	Rite Share Employer Requirements					
183	Implementation	(600,000)	-	-	-	(600,000)
184	Reappropriation - MMIS Reprocurement	96,548	-	-	-	96,548
185	Reappropriation - Health Information Technology	95,000	-	-	-	95,000
186	Reappropriation - Electronic Visit Verification	76,858	-	-	-	76,858
187	SBIRT Grant	-	124,800	-	-	124,800
188	Turnover and Contracted Services - Q1	(500,000)	-	-	-	(500,000)
189	Workshare	(84,369)	(81,811)	-	-	(166,180)
	Children, Youth and Families					
190	Capital - Generators (GBA)	-	-	-	717,000	717,000
	Capital - Training School Asset Protection					
191	(GBA)	-	-	-	220,614	220,614
192	Capital - Training School Redesign	-	-	-	(1,750,000)	(1,750,000)
193	Child Care - Q1	(731,621)	(159,934)	-	-	(891,555)
194	Contracted Services - One Time	(350,000)	-	-	-	(350,000)
195	COVID Positive Youth Stipend	-	120,000	-	-	120,000
196	COVID Related Personnel Costs	(2,448,016)	2,448,016	-	-	-
197	COVID Relief - Child Care	-	620,000	-	-	620,000
198	COVID Relief - Isolation, Intake Placements	-	2,040,000	-	-	2,040,000
199	COVID Relief - VEC Program Extension Phase II	-	100,000	-	-	100,000
200	Current Service Placements	(909,655)	(1,315,591)	-	-	(2,225,246)
201	FMAP Relief	(3,927,149)	3,927,149	-	-	-
202	Higher Education Incentive Grant - Current Law	200,000	-	-	-	200,000
203	Turnover Savings	(7,607,837)	173,087	-	-	(7,434,750)
204	Workshare	(155,413)	(63,954)	-	-	(219,367)
	Health					
205	Adult-Use Marijuana Implementation (4.0 FTE)	-	-	(641,536)	-	(641,536)
	Capital - Health Lab. & Medical Examiner					
206	Equipment (GBA)	-	-	-	(200,000)	(200,000)
207	COVID Relief - Consultant Support	250,000	125,000	-	-	375,000
	COVID Relief - Public Health Communications					
208	and Data Analytics	1,600,000	10,800,000	-	-	12,400,000
209	COVID Related Personnel Costs	(7,862,105)	7,862,105	-	-	-
	COVID Relief - Technical					
210	Enablement/Development	400,000	10,200,000	-	-	10,600,000
211	COVID Relief - Vaccine Campaign	12,500,000	25,000,000	-	-	37,500,000
212	COVID Relief - Contact Tracing (15.0 FTE)	11,500,000	51,700,000	-	-	63,200,000

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
213	COVID Relief - Health Equity Zones	-	4,200,000	-	-	4,200,000
214	COVID Relief - Medical Examiner and Surge Expenses	-	3,400,000	-	-	3,400,000
215	COVID Relief - Testing	60,500,000	203,700,000	-	-	264,200,000
216	Home Visiting Program Expansion	(1,028,000)	-	-	-	(1,028,000)
217	Interstate Medical Licensing - Membership Fees	(12,000)	-	-	-	(12,000)
218	Preschool Development Grant & Other Federal Adjustments (GBA)	-	1,589,651	-	-	1,589,651
219	Public Health Data Charges	(219,450)	-	-	-	(219,450)
220	Shellfish Dockside New Program - (3.0 FTE)	(366,138)	-	-	-	(366,138)
221	Staffing Enhancement - Current Programs (35.0 FTE)	-	(2,513,372)	(563,216)	-	(3,076,588)
222	Workshare	(8,201)	-	(8,256)	-	(16,457)
	Human Services					
223	Aging and Disability Resource Center CARES Act	-	260,155	-	-	260,155
224	Capital - Blind Vending Facilities (GBA)	-	-	-	(96,618)	(96,618)
225	Capital - Veterans Home Asset Protection (GBA)	-	-	-	(100,000)	(100,000)
226	Cash Assistance Caseload - November Conference	(2,749,695)	(13,393,037)	-	-	(16,142,732)
227	Child Care Provider Capital Support	-	5,000,000	-	-	5,000,000
228	Child Care Program Expansion	(100,000)	-	-	-	(100,000)
229	Child Care Rates - Current Law	(1,873,775)	-	-	-	(1,873,775)
230	Child Support Enforcement Escrow Conversion (GBA)	-	-	3,476,000	-	3,476,000
231	Community Services Block Grant - CARES Act	-	4,145,468	-	-	4,145,468
232	Congregate & Home Delivered Meals - CARES Act	-	2,192,473	-	-	2,192,473
233	COVID Related Personnel Costs - Veterans Home	(11,798,794)	11,798,794	-	-	-
234	COVID Relief - Elderly Nutrition Programs	-	181,451	-	-	181,451
235	COVID Relief - Rhode Island Community Food Bank	-	670,000	-	-	670,000
236	COVID Relief - Rhode Island Works Emergency Payment	-	1,500,000	-	-	1,500,000
237	COVID Relief - Supplemental Nutrition Program Emergency Payment	-	14,000,000	-	-	14,000,000
238	COVID Relief - Summer Programming Guidance	-	133,800	-	-	133,800
239	Elderly & Disabled Supportive Services - CARES Act	-	800,000	-	-	800,000
240	Family Caregivers - CARES Act	-	400,000	-	-	400,000
241	Family Violence Prevention - CARES Act	-	111,058	-	-	111,058
242	FMAP Relief	(412,870)	412,870	-	-	-
243	LIHEAP - CARES Act	-	5,876,445	-	-	5,876,445
244	Office of Veterans Services - RI Serves	(153,000)	-	-	-	(153,000)
245	Ombudsman Program - CARES Act	-	80,000	-	-	80,000

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
246	Staff & Operating Savings - Q1	(2,216,206)	-	-	-	(2,216,206)
247	Preschool Development Grant (GBA)	-	1,350,000	-	-	1,350,000
248	RI Community Food Bank General Revenues to Enacted	(175,000)	-	-	-	(175,000)
249	RI Alliance of Boys & Girls Club to Enacted	250,000	-	-	-	250,000
250	RI Works - Expansion	-	(220,000)	-	-	(220,000)
251	Supplemental Nutrition Assistance Program	-	32,014,423	-	-	32,014,423
252	Veterans Home Collections to Current Law	7,492,739	(1,088,544)	(5,195,771)	-	1,208,424
253	Workshare	(373,312)	(526,185)	-	-	(899,497)
	BHDDH					
254	Access to Independence/Thresholds to Enacted	(600,000)	-	-	-	(600,000)
255	Adult-Use Marijuana Implementation (2.0 FTE)	-	-	(529,844)	-	(529,844)
256	COVID Related Personnel Costs	(4,900,823)	4,900,823	-	-	-
257	COVID Relief Funds - Mental Health & Domestic Violence Prevention Programs	-	2,100,000	-	-	2,100,000
258	COVID Relief Funds - Substance Abuse Provider Relief Grant	-	1,000,000	-	-	1,000,000
259	DD - Rate Enhancement	(1,016,180)	(1,150,053)	-	-	(2,166,233)
260	Eleanor Slater Hospital - Forensic Unit Match Issue	15,000,000	(15,000,000)	-	-	-
261	Eleanor Slater Hospital - Medical Patients - Match Issue	55,168,219	(50,197,992)	(4,970,227)	-	-
262	Eleanor Slater Hospital - Medical Patients - SPA	(10,000,000)	10,000,000	-	-	-
263	FMAP Relief - Developmental Disabilities	(10,822,951)	10,822,951	-	-	-
264	Person Centered Supported Employment - Federal Match Correction	-	(3,000,000)	-	-	(3,000,000)
265	Prevention Programs New Fine	(469,669)	-	-	-	(469,669)
266	RICLAS - FMAP Relief	(1,035,808)	1,035,808	-	-	-
267	RICLAS Privatization Reversal	481,262	1,919,235	1,073,225	-	3,473,722
268	Workshare	(731,750)	(51,424)	-	-	(783,174)
	Office of the Child Advocate					
269	Staffing Cost Shift (GBA)	(45,195)	45,195	-	-	-
270	Workshare	(12,819)	(1,829)	-	-	(14,648)
	Deaf and Hard of Hearing					
271	Community Project Coordinator	(30,000)	-	30,000	-	-
272	Computer Aided Real Time Translation & Interpreter Services	-	-	50,000	-	50,000
	Governor's Commission on Disabilities					
273	ADA Signing 30th Anniversary	(45,000)	-	-	-	(45,000)
274	Reappropriation - Livable Home Modification	28,293	-	-	-	28,293
275	Workshare	(18,917)	-	-	-	(18,917)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	Elementary & Secondary Education					
276	Advanced Coursework Network Increase	-	-	-	(200,000)	(200,000)
277	Capital - School for the Deaf Asset Protection (GBA)	-	-	-	200,000	200,000
278	COVID Relief - K-12 Reopening Initiatives	-	39,400,000	-	-	39,400,000
279	COVID Relief - Summer Education Programming	-	7,200,000	-	-	7,200,000
280	COVID Relief - Education Stabilization Discretionary	-	4,635,044	-	-	4,635,044
281	COVID Relief - FY 2020 Aid Carry Forward	-	46,737,781	-	-	46,737,781
282	COVID Relief - Rethink K-12 Education Grant	-	601,701	-	-	601,701
283	Curriculum Support (2.0 FTE)	(260,433)	-	-	-	(260,433)
284	Davies - Escrow Conversion (GBA)	-	-	350,000	-	350,000
285	Education Aid - March Data Update (GBA)	7,523,327	-	-	-	7,523,327
286	English Language Learner Aid Expansion	(2,500,000)	-	-	-	(2,500,000)
287	English Language Learner Tests	(115,000)	-	-	-	(115,000)
288	Pre-K Program to Current Law (1.0 FTE)	(4,919,959)	-	-	-	(4,919,959)
289	Prepare RI (1.0 FTE)	(145,433)	-	-	-	(145,433)
290	Preschool Development Grant (GBA)	-	4,153,700	-	-	4,153,700
291	School Building Authority (2.0 FTE)	-	-	(225,955)	-	(225,955)
292	School for the Deaf Audiology Center to Current Law	235,000	-	-	-	235,000
293	School Nutrition Programs	-	9,758,896	-	-	9,758,896
294	School Resource Officer Aid to Current Law	(675,000)	-	(1,000,000)	-	(1,675,000)
295	School System Support Staff (3.0 FTE)	(623,961)	-	(402,735)	-	(1,026,696)
296	Shepard Building Parking	254,000	-	-	-	254,000
297	Workshare	(183,339)	(53,044)	(26,434)	-	(262,817)
	Higher Education					
298	Capital - CCRI - Knight Campus Lab Renovation (GBA)	-	-	-	299,080	299,080
299	Capital - CCRI Asset Protection (GBA)	-	-	-	(1,750,000)	(1,750,000)
300	Capital - CCRI Data Cabling and Power Infrastructure (GBA)	-	-	-	(1,197,000)	(1,197,000)
301	Capital - CCRI Flanagan Campus Renewal (GBA)	-	-	-	(2,000,000)	(2,000,000)
302	Capital - CCRI Knight Campus Renewal (GBA)	-	-	-	(1,944,183)	(1,944,183)
303	Capital - OPC Asset Protection (GBA)	-	-	-	341,000	341,000
304	Capital - RIC Asset Protection - (GBA)	-	-	-	63,120	63,120
305	Capital - RIC Infrastructure Modernization (GBA)	-	-	-	(2,540,985)	(2,540,985)
306	Capital - URI Asset Protection (GBA)	-	-	-	(6,076,000)	(6,076,000)
307	Capital - URI Fine Arts Center (GBA)	-	-	-	2,008,672	2,008,672
308	CCRI New Advisors	(268,995)	-	-	-	(268,995)
309	COVID Related Personnel Costs - OPC	-	97,651	(97,651)	-	-
310	COVID Relief - RIC and CCRI	-	9,000,000	-	-	9,000,000
311	COVID Relief - URI	(7,000,000)	14,000,000	-	-	7,000,000

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
312	Debt Service Adjustments	827,921	-	-	730,532	1,558,453
313	Dual Enrollment to Enacted	-	-	-	(887,751)	(887,751)
314	Northern RI Education Center Delay (1.0 FTE)	-	-	(145,849)	-	(145,849)
315	Technical Correction - RIC (GBA)	-	-	-	(1,310,255)	(1,310,255)
316	Workshare	(11,829)	-	(5,430)	-	(17,259)
	Arts Council					
317	Arts Workforce Development Grant	(40,000)	-	-	-	(40,000)
318	Workshare	(14,935)	-	-	-	(14,935)
	Atomic Energy					
319	Workshare	(4,922)	-	-	-	(4,922)
			-	-	-	
	Historical Preservation & Heritage Commission					
320	Workshare	(35,045)	(19,433)	-	-	(54,478)
	Attorney General					
321	Capital - Building Renovations and Repairs (GBA)	-	-	-	27,791	27,791
322	Reappropriation - Legal & Healthcare Oversight Services	50,360	-	-	-	50,360
323	Current Service Staffing (8.0 FTE)	(428,569)	(23,291)	444	-	(451,416)
324	Workshare	(94,435)	-	-	-	(94,435)
	Corrections					
325	Capital - Asset Protection (GBA)	-	-	-	(973,358)	(973,358)
326	Capital - Correctional Facilities - Renovations (GBA)	-	-	-	4,565,166	4,565,166
327	COVID Related Personnel Costs	(78,581,441)	78,581,441	-	-	-
328	Discharge Planning Brought In House (7.0 FTE)	(257,500)	-	-	-	(257,500)
329	High Security Inmate Exchange	777,292	-	-	-	777,292
330	Inmate Apprenticeship Training Initiative (2.0 FTE)	(316,728)	-	-	-	(316,728)
331	Medical and Geriatric Parole Initiative	150,000	-	-	-	150,000
332	Personnel and Operating - Q1	(346,000)	-	-	-	(346,000)
333	Reduced Offsite Care (4.0 FTE)	397,452	-	-	-	397,452
334	Workshare	(685,671)	-	-	-	(685,671)
	Judicial					
335	Capital - Judicial Complexes Asset Protection (GBA)	-	-	-	(478,352)	(478,352)
336	Capital - Judicial Complexes Fan Coils (GBA)	-	-	-	(500,000)	(500,000)
337	Capital - Licht Complex Restoration	-	-	-	11,721	11,721
338	Capital - Murray Courtroom Restoration (GBA)	-	-	-	(350,000)	(350,000)
339	Capital - Noel Shelled Courtroom Build Out	-	-	-	40,366	40,366
340	Personnel and Operations Q1	(1,999,645)	-	-	-	(1,999,645)
341	Workshare	(900,355)	(37,252)	(146,844)	-	(1,084,451)

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
	Military Staff					
342	Capital - Asset Protection (GBA)	-	-	-	152,330	152,330
343	Capital - Bristol Readiness Center (GBA)	-	-	-	92,000	92,000
344	Capital - Joint Force Headquarters Building (GBA)	-	-	-	1,595,566	1,595,566
345	National Guard Activation	60,000	5,500,000	-	-	5,560,000
346	New Firefighters (3.0 FTE)	-	(187,816)	-	-	(187,816)
347	Workshare	(12,562)	(4,273)	-	-	(16,835)
	Public Safety					
348	Adult Use Marijuana Implementation	-	-	(500,000)	-	(500,000)
349	58th Training Academy Delay	(424,371)	(750,071)	-	-	(1,174,442)
350	Capital - Asset Protection (GBA)	-	-	-	270,449	270,449
351	Capital - Headquarters Roof Replacement (GBA)	-	-	-	588,120	588,120
352	Capital - Master Plan (GBA)	-	-	-	37,566	37,566
353	Capital - Training Academy Upgrades (GBA)	-	-	-	35,160	35,160
354	COVID Related Personnel Costs	(37,230,247)	39,994,061	(2,763,814)	-	-
355	JAG Grants	-	-	(15,000)	-	(15,000)
356	Police Powers - Sheriffs Overtime	50,000	-	-	-	50,000
357	Reappropriation - Capitol Police Security Equipment	131,315	-	-	-	131,315
358	Reappropriation - Sheriffs Security Equipment	192,521	-	-	-	192,521
359	Reappropriation - State Police Network Switch	95,000	-	-	-	95,000
360	Road Construction Reimbursements	-	-	-	101,643	101,643
361	Town of Exeter Reimbursement	440,022	-	(440,022)	-	-
362	Turnover Savings	(1,500,000)	-	-	-	(1,500,000)
363	Workshare	(49,971)	(27,186)	-	-	(77,157)
	Public Defender					
364	New Assistant Public Defenders (3.0 FTE)	(347,430)	-	-	-	(347,430)
365	Turnover and Operating - Q1	(141,800)	-	-	-	(141,800)
366	Workshare	(216,540)	-	-	-	(216,540)
	Emergency Management Agency					
367	Capital - Emergency Management Building (GBA)	-	-	-	(250,000)	(250,000)
368	COVID Related Expenses	300,000	32,000,000	-	-	32,300,000
369	COVID Related Personnel Costs	(487,702)	487,702	-	-	-
	Environmental Management					
370	Capital - Blackstone Park Improvements (GBA)	-	-	-	1,094,191	1,094,191
371	Capital - Fort Adams Trust (GBA)	-	-	-	253,618	253,618
372	Capital - Galilee Piers (GBA)	-	-	-	7,494,239	7,494,239
373	Capital - Recreational Facilities Asset Protection (GBA)	-	-	-	(250,000)	(250,000)
374	Capital - Recreational Facilities Improvements (GBA)	-	-	-	(1,595,783)	(1,595,783)
375	Capital - State Building Demolition (GBA)	-	-	-	54,942	54,942

	FY 2021 Changes to Governor	Gen. Rev.	Federal	Restricted	Other	Total
376	COVID Related Personnel Costs	(1,598,908)	1,598,908	-	-	-
377	COVID Relief - Government Readiness	335,000	1,925,000	-	-	2,260,000
378	Enhanced Mosquito Abatement Delay	(48,984)	-	-	-	(48,984)
379	Environmental Engineers (5.0 FTE)	(541,920)	-	-	-	(541,920)
380	LASA Grant Expansion	(150,000)	-	-	-	(150,000)
381	New Parks Positions (6.0 FTE)	(288,855)	-	-	-	(288,855)
382	Turnover	(500,000)	-	-	-	(500,000)
383	World War II State Park Transition Completion	(250,000)	-	-	-	(250,000)
384	Workshare	(445,936)	(127,558)	(68,920)	(462)	(642,876)
	Coastal Resources Management Council					
385	Capital - Coastal Storm Risk Study	-	-	-	(475,000)	(475,000)
386	Capital - Green Hill Pond (GBA)	-	-	-	2,159	2,159
387	Capital - Narragansett Bay SAMP (GBA)	-	-	-	89,151	89,151
388	Federal Grant Adjustments	-	714,902	-	-	714,902
389	Legal	(20,000)	-	-	-	(20,000)
390	Turnover Q1	(114,851)	-	-	-	(114,851)
391	Workshare	(25,388)	(7,394)	-	-	(32,782)
	Transportation					
392	Capital - Bike Path Facilities Maintenance	-	-	-	(361,594)	(361,594)
393	Capital - Highway Improvement Program (GBA)	-	-	-	(29,951,346)	(29,951,346)
394	Capital - Land and Buildings (GBA)	-	-	-	51,363	51,363
395	Capital - Maintenance Equipment Replacement (GBA)	-	-	-	(1,500,000)	(1,500,000)
396	Capital - Maintenance Facilities Asset Protection (GBA)	-	-	-	(131,254)	(131,254)
397	Capital - Pawtucket Bus Hub & Transit Corridor (GBA)	-	-	-	713,180	713,180
398	Capital - Providence Transit Connector (GBA)	-	-	-	40,215	40,215
399	Capital - RIPTA College Hill Bus Tunnel (GBA)	-	-	-	(800,000)	(800,000)
400	Capital - Salt Storage Facilities (GBA)	-	-	-	(913,140)	(913,140)
401	Capital - Train Station Maintenance & Repairs (GBA)	-	-	-	(22,068)	(22,068)
402	Capital - URI Mobility Hub (GBA)	-	-	-	(500,000)	(500,000)
403	Capital - Warwick Bus Hub (GBA)	-	-	-	(20,000)	(20,000)
404	Capital - Welcome Center (GBA)	-	-	-	26,208	26,208
405	Gas Tax - GARVEE Bonds Yield	-	-	-	(1,143,790)	(1,143,790)
406	Gas Tax - Turnpike and Bridge Yield	-	-	-	(2,001,633)	(2,001,633)
407	New Positions - 45.0 FTE	-	(898,438)	-	(72,132)	(970,570)
408	Public Utilities Access Permit Fee	-	-	-	(500,000)	(500,000)
409	RI Public Rail Corporation (GBA)	-	-	55,000	-	55,000
410	RIPTA - Gas Tax Yield and HMA Adjustments	-	-	-	(5,885,020)	(5,885,020)
411	Turnover Savings	-	-	-	(3,000,000)	(3,000,000)
412	Winter Maintenance Operations	-	-	-	(5,000,000)	(5,000,000)
413	Workshare	-	(453,457)	-	(401,457)	(854,914)
	Total	(94,535,352)	2,489,792,239	(26,649,461)	166,788,598	2,535,396,024

FY 2021 Changes to Governor as Contained in 2020-H 7171, Substitute A

Summary of Recurring Items of Interest

COVID Related Personnel Expenses. The federal CARES Act adopted in response to the crisis provided \$1,250.0 million to Rhode Island for related expenditures incurred between March 1, 2020 and December 30, 2020, including responding directly to the emergency. Payroll expenses for public safety, public health, health care, human services, and similar employees whose services are substantially dedicated to mitigating or responding to the COVID-19 public health emergency are allowable expenses as are those to facilitate compliance with COVID-19 related public health measures. Revised federal guidance issued in September further clarified and broadened eligible costs. H 7171, Substitute A contains adjustments in 13 department and agencies to use these coronavirus relief funds, offsetting a like amount of general revenues. For FY 2021, total savings are \$148.6 million. Savings for each department and agency are shown in the adjustments documented in the pages that follow.

Rhode Island Capital Plan Project Revisions. The Governor requested a budget amendment in October that made adjustments to both approved and proposed funding for dozens of capital projects funded from Rhode Island Capital Plan funds in order to align projects with available resources. This pay as you go funding source is derived from excess funds after three percent of state revenues are used to meet the annual five percent rainy day funding cap. Use of the rainy day fund to balance the FY 2020 budget interrupted the normal flow of resources into the Rhode Island Capital Plan Fund creating a resource shortfall absent full payback of the \$120 million. Many capital projects have been adjusted in H 7171, Substitute A to account for these and other changes such as the carry forward of funding for projects underway. Changes for each department and agency are documented in the pages that follow and all begin with the word “Capital” followed by the project name; each is a distinct line item in Article 1.

Workshare. The Department of Administration instituted a program to allow non-essential state employees to participate in a program, whereby they work 60 percent of their regular weekly hours from June 14, 2020 through September 5, 2020 and claim federal WorkShare benefits for the remaining time. Benefits for such programs are fully paid with federal funds. Because of the extra \$600 weekly payment that accompanies all unemployment claims through the end of July, participants earning less than \$69,500 are not adversely impacted and may see increased compensation. Statewide, this program produced savings of \$7.7 million in FY 2020 and \$10.0 million in FY 2021 including \$6.2 million from general revenues. H 7171, Substitute A reduces expenditures to capture the savings for FY 2021. Savings for each department and agency are shown in the adjustments documented in the pages that follow.

Revenue Changes

1. FY 2020 Surplus Adjustments. The State Controller issued preliminary closing statements for FY 2020 on September 7 which showed a \$180.4 million surplus. Updated guidance from the federal government on the use of state Coronavirus Relief funds has allowed for approximately \$70 million of expenses previously funded from state general revenues to be assigned to these federal funds thereby increasing the opening surplus by the same amount. Additionally, there is a pending audit adjustment related to about \$100 million of expenses incurred in FY 2020 that are being reimbursed through the Federal Emergency Management Agency. According to accounting standards states must follow, these funds have different rules than most other federal grants. Without certain specific reimbursement agreements in place as of June 30, expenditures that are ultimately eligible for reimbursement must be recorded as being paid from state sources in FY 2020 and then the reimbursement is treated as an increase to surplus in FY 2021. In this case there is a mismatch across fiscal years of the expense and the source funding it, but there is ultimately no net change over the two year period. The combination of these two pending adjustments result in about \$70 million more in available opening surplus for use in FY 2021.

- 2. Casino Operation Interruption.** The Governor announced temporary closings of certain businesses, including the state's two casinos, for a period of two weeks beginning November 30 which will affect revenues collected through those facilities. H 7171, Substitute A assumes that the closure and potential other surge related interruptions will lower available revenues and adjusts them downward by \$18.0 million to recognize the potential impact.
- 3. November Revenue Conference.** The November 2020 Revenue Estimating Conference decreased FY 2021 estimated revenues to \$4,056.5 million based on updated collections and a revised economic forecast. The estimate is \$330.6 million more than the May estimate and \$240.8 million less than included in the Governor's budget, adjusted for recommended changes that could not be included in the estimate which were also adjusted for the impact of delayed budget enactment.
- 4. Earned Income Tax Credits.** H 7171, Substitute A does not contain the Governor's proposal to increase Rhode Island's refundable earned income tax credit by one percentage point annually for five years from 15.0 percent to 20.0 percent of the federal credit. Fully phased in, the annual lost revenue would be \$11.6 million; the FY 2021 impact would be \$1.0 million.
- 5. Alcohol Tax Changes.** H 7171, Substitute A does not include the Governor's proposal to repeal the sales tax exemption for wine and spirits sold by class A licensees and reduce the alcohol excise tax on high proof spirits by \$1.65 per gallon to \$3.75 and on wine by \$0.80 per gallon to \$0.60 and eliminates the \$3.3 million in associated revenues. The revenue reduction consists of a decrease in reduced alcohol excise tax revenues of \$2.2 million and a reduction in the increase of sales and use tax revenues of \$5.5 million.
- 6. Sales Tax Expansion.** H 7171, Substitute A does not contain the Governor's proposal to expand services subject to the state sales tax and excludes the updated value of \$3.2 million in associated revenues. The Governor's budget assumed \$14.1 million in revenues from making lobbying services, computer design and related services, fishing, hunting, trapping and shooting services, couriers and messengers, and interior design services all subject to the state sales tax effective either October 1 or January 1, depending on the item. The updated FY 2021 value of the proposal is \$3.2 million assuming an April 1 start for computer design and related services, lobbying and fishing, hunting, trapping and shooting services, and no revenues from the other items until FY 2022.
- 7. Hotel Tax 1 Percent Increase.** H 7171, Substitute A does not contain the Governor's proposal to increase the 5.0 percent state hotel tax to 6.0 percent and retain that extra one percent for state general revenues. The Governor's budget included \$4.4 million in revenues assuming the proposal would be effective July 1, 2020. The updated FY 2021 value of the proposal is \$1.4 million assuming a January 1 start and a downgraded forecast.
- 8. Tobacco Tax and Fee Changes.** H 7171, Substitute A does not contain the Governor's various proposals to increase taxes and fees related to tobacco product sales. The proposals include increasing cigarette licensing fees and taxes on packs, raising the cigar tax cap, and expanding the cigarette licensing and other tobacco products tax to include nicotine-containing vaping products. The Governor's budget assumed \$5.3 million in revenues assuming the fee increase proposal would be effective July 1, the cigarette and cigar tax would be effective August 1, and the proposals related to vaping products effective September 1, 2020. The updated FY 2021 value of the proposal is \$3.7 million assuming a February 1 start for cigarettes and cigars, a March 1 start for vaping products and the revisions in the November revenue estimate.
- 9. Controlling Interest Transfer Tax.** H 7171, Substitute A does not contain the Governor's proposal to exempt certain affordable housing ownership transfers from the real estate conveyance tax under specified circumstances. Excluding this, this restores the proposed general revenue loss of \$36,722.

10. DEM Expedited Permitting. H 7171, Substitute A does not contain the Governor’s proposal for the Department of Environmental Management to charge higher fees for complex or multi-jurisdiction projects in order to support new case managers to facilitate the projects. The Governor’s budget included \$0.6 million in revenues with the offsetting cost of personnel assuming the proposal would be effective July 1, 2020. The updated FY 2021 value of the fees is \$0.1 million assuming an April 1 start. The Department’s FY 2021 revised budget request indicates this initiative will not occur in FY 2021.

11. Hospital License Fee at Current Law. H 7171, Substitute A maintains the hospital license fee at the current law rate of 5.0 percent of 2018 net revenues for payments totaling \$161.5 million. The Governor’s budget assumed \$32.3 million of additional revenue from increasing the fee to 6.0 percent.

12. Veterans Home Resident Assessment to Current Law. H 7171, Substitute A does not contain the Governor’s proposal to increase the Veterans’ Home resident assessments and shift them from state general revenues to restricted receipts. The November revenue estimate assumed \$3.6 million would be collected, which is lower than prior estimates based on a recent revision to assessment practices to come into compliance with current federal regulations.

13. Medicaid Initiatives. H 7171, Substitute A does not contain the Governor’s numerous proposals related to Medicaid provider payments that would in-turn impact the premium and gross receipt taxes paid by the affected entities and restores the associated lost revenues. The updated FY 2021 value of the revenue loss is \$0.8 million using the revised November caseload estimate and testimony from the Executive Office of Health and Human Services regarding which items could be implemented this fiscal year.

14. Requests for Public Health Data. H 7171, Substitute A does not contain the Governor’s proposal to authorize the director of the Department of Health to charge fees for processing special data requests and offer exemptions from those fees. The proposal called for “approximately half” of the revenues to be appropriated to the Department to manage and sustain data systems to meet requests. The Governor recommended \$0.2 million for operating expenses based on \$0.4 million in revenues. The budget enactment delay lowers projected revenues in FY 2021 to \$0.2 million assuming six months of collections. H 7171, Substitute A excludes the revenues and related expenses.

15. Fee Exemption Removal for EMS Licensees. H 7171, Substitute A does not contain the Governor’s proposal or associated revenues from removing the current law exemption from emergency medical license fees for municipal employees and volunteer or non-profit organizations. The fees are established through rules and regulations; the licensing fee for paramedics is \$80 biennially, and \$120 triennially for emergency medical technicians. The Governor’s budget included \$333,600 in revenues assuming the proposal would be effective July 1, 2020. The updated FY 2021 value of the proposal is \$166,800 assuming a January 1 start.

16. Shellfish Dockside Program. H 7171, Substitute A does not contain the Governor’s proposal to authorize the director of the Department of Health to impose licensing fees on marine shellfish processors. The fees would be established through rules and regulations. The recommended budget assumes revenues of \$0.4 million and a like amount in expenditures for staffing of 3.0 new positions and operating expenses associated with providing sampling, laboratory testing and monitoring.

17. Pesticide Registration Fee. H 7171, Substitute A does not contain the Governor’s proposal to require manufacturers and distributors of alternate brand name pesticide products to pay a \$200 pesticide registration fee and excludes the associated revenues. The Governor’s budget included \$0.3 million in revenues assuming the proposal would be effective July 1, 2020. The updated FY 2021 value of the proposal is \$0.1 million assuming an April 1 start.

- 18. Fire Marshal Fees.** H 7171, Substitute A does not contain the Governor's proposal to raise the fees assessed by the Fire Marshal's Office for plan review and inspection. Originally, this was estimated to generate \$0.6 million in new revenues. Delaying the fee change to January 1, 2021, reduces the estimated impact to \$0.3 million.
- 19. DMV Fee Increases.** H 7171, Substitute A does not contain the Governor's various proposals for new and increased fees at the Division of Motor Vehicles. The Governor's budget assumes \$3.6 million of new revenues from inspection violation enforcement, certified driver abstract subscriptions and late fees for renewals assuming an October 1, 2020 start for late fees and a July 1, 2020 start date for all other initiatives. Assuming a six month delay reduces the estimated impact to \$1.6 million.
- 20. DMV CDL Transfer.** H 7171, Substitute A does not contain the Governor's proposal to transfer the administration of commercial driver's skill tests from the Community College of Rhode Island to the Division of Motor Vehicles effective January 1, 2021 and excludes associated revenues and expenses. The Governor's budget assumes \$94,000 of revenue currently collected as restricted receipts would be converted to general revenues. It does appear that implementation would require at least a few of the six months lead time envisioned in the original proposal.
- 21. DUI/Refused Breathalyzer Fee.** H 7171, Substitute A does not contain the Governor's proposal to impose a new \$250 substance abuse education fee for anyone convicted of driving under the influence, or refusing to take a breathalyzer effective January 1, 2021. This reduces proposed revenues by \$220,016 and there is also a related reduction to proposed expenditures for the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals
- 22. Admin. Fee on Pass-Through Taxes.** H 7171, Substitute A does not contain the Governor's proposal for the Division of Taxation to retain a 2.0 percent fee from multiple local pass-through taxes which it collects, monitors, and distributes proceeds to the state's municipalities. As proposed, this was estimated to generate \$0.8 million in new revenues assuming an effective date of July 1, 2021. The updated FY 2021 value of the proposal is \$0.3 million assuming a January 1 start and revised revenue base.
- 23. Infrastructure Bank Transfer.** H 7171, Substitute A does not contain the Governor's proposal requiring the transfer of \$5.0 million from the Infrastructure Bank to general revenues by June 30, 2021.
- 24. Narragansett Bay Commission Transfer.** H 7171, Substitute A does not contain the Governor's proposal requiring the transfer of \$2.0 million from the Narragansett Bay Commission to general revenues by June 30, 2021.
- 25. Resource Recovery Corporation Transfer.** H 7171, Substitute A does not contain the Governor's proposal requiring that the Resource Recovery Corporation transfer \$5.0 million to general revenues by June 30, 2021.
- 26. Rhode Island Housing Transfer.** H 7171, Substitute A does not contain the Governor's proposal to require Rhode Island Housing to transfer \$1.1 million to state general revenues by June 30, 2021.
- 27. RIHEBC Transfer.** H 7171, Substitute A does not contain the Governor's proposal to require the Rhode Island Health and Educational Building Corporation to transfer \$1.0 million to state general revenues by June 30, 2021.
- 28. RISLA Transfer.** H 7171, Substitute A does not contain the Governor's proposal to require the Rhode Island Student Loan Authority to transfer \$2.0 million to general revenues by June 30, 2021.

29. Unemployment Support. The Families First Coronavirus Response Act and Coronavirus Aid, Relief, and Economic Security (CARES) Act signed into law by the President on March 18 and 27, 2020, respectively, contain significant changes to unemployment benefits and workers eligibility for them. The changes shift some of the burden to cover costs from employers to federal funds and expand benefits to workers not previously eligible. Beneficiaries also received a \$600 per week payment in addition to the regular benefit through July. Based on the Department of Labor and Training's FY 2021 revised request, \$907.4 million will be provided from federal funds for unemployment benefits for FY 2021. Additionally, in order to cover the state share of benefit payments, \$255.2 million more will be required from the Employment Security Trust Fund than included in the Governor's recommendation. There is also a decrease of \$0.1 million which reflects restricted receipts erroneously budgeted as benefits. H 7171, Substitute A shows this \$1,162.6 million increase in resources and expenditures.

30. COVID Relief & Other Non-General Revenues. The state received funding from a variety of sources, most of it in response to the COVID-19 emergency. Adjustments were also made based on spending to date and available resources including changes to Rhode Island Capital Plan funded projects. H 7171, Substitute A shows this \$1,467.4 million increase in resources and expenditures.

Expenditures Changes

Administration

31. Capital - 560 Jefferson Boulevard (GBA). H 7171, Substitute A includes the Governor's requested amendment to shift Rhode Island Capital Plan funds of \$0.1 million for asset protection projects at 560 Jefferson Boulevard from FY 2021 to FY 2022 and FY 2023.

32. Capital - Accessibility - Facility Renovations (GBA). H 7171, Substitute A includes the Governor's requested amendment to incorporate the reappropriation of \$57,621 from Rhode Island Capital Plan funds for renovations to state-owned long-term care and community-based facilities, health centers, group homes, fire safety improvements, accessibility renovations to state administrative and higher education institutions, and other renovations to buildings throughout the state where open meetings are held, such as senior citizen centers.

33. Capital - Arrigan Center (GBA). The capital budget includes a total of \$2.4 million from all sources, including \$1.2 million from Rhode Island Capital Plan funds to match Workers' Compensation Administrative Fund receipts to renovate the Arrigan Center. The Center offers comprehensive physical and occupational therapy to assist injured workers. H 7171, Substitute A includes the Governor's requested amendment shifting \$50,000 from FY 2021 to FY 2022.

34. Capital - BHDDH DD & Community Homes - Fire Code (GBA). The FY 2020 final budget included \$2.7 million from Rhode Island Capital Plan funds for fire code upgrades at 11 state group homes and private developmental disabilities residences. It appears that \$1.4 million was spent, reflecting a project delay and an extension was granted by the Fire Safety Board of Appeal and Review. H 7171, Substitute A includes the Governor's requested amendment to incorporate the reappropriation of \$1.3 million to complete the project.

35. Capital - Big River Management Area (GBA). The Governor's recommended budget includes \$0.2 million from Rhode Island Capital Plan funds for ongoing infrastructure repairs and improvements at the Big River Management Area. This project includes funding for security, litter/dumping enforcement and demolition of vacant homes. The Governor requested an amendment shifting expenditures of \$0.1 million from FY 2021 to FY 2022 and FY 2023 and excludes the reappropriation of \$865. H 7171, Substitute A includes the adjustment.

- 36. Capital - Cannon Building (GBA).** The Governor requested an amendment to delay Rhode Island Capital Plan fund expenditures of \$1.0 million from FY 2021 to FY 2023 for the Cannon Building project, which involves renovations to restrooms and the auditorium, and upgrade heating, ventilation and air conditioning and electrical systems. The amendment also excludes the reappropriation of \$62,983 of unused funds from H 7171, Substitute A includes the adjustment.
- 37. Capital - Cranston Street Armory (GBA).** The capital budget includes \$250,000 from Rhode Island Capital Plan funds for use in FY 2021 for repairs to the Cranston Street Armory. H 7171, Substitute A includes the Governor's requested amendment to delay these expenditures to FY 2022 and to include the reappropriation of \$37,396 from FY 2020 unspent funds.
- 38. Capital - Dunkin Donuts Center (GBA).** H 7171, Substitute A reflects the Governor's requested amendment to reduce FY 2021 Rhode Island Capital Plan fund expenditures of \$1.5 million for renewal and replacement expenses for the Dunkin' Donuts Center. The amendment also excludes the reappropriation of \$19,069 from FY 2020 unspent funds and shifts \$0.4 million from FY 2022 to FY 2023. The Center was purchased by the Convention Center Authority with revenue bonds and leased back to the state. Rental payments from the Center lease are applied to the debt service payments on the revenue bonds. Bond covenants from the 2006 purchase and renovation financing require that funds be set aside each year to maintain the facility.
- 39. Capital - Energy Efficiency (GBA).** The Governor's FY 2021 recommended budget includes \$0.5 million from Rhode Island Capital Plan funds for energy efficiency projects, including indoor and outdoor lighting projects, new heating, ventilation and air conditioning, renewable energy and building automation systems. H 7171, Substitute A includes the Governor's requested amendment to add the reappropriation of \$0.2 million from FY 2020 unspent funds and delay the recommended amount of \$0.5 million to FY 2022 and FY 2023.
- 40. Capital - Environmental Compliance (GBA).** The Department overspent its FY 2020 final appropriation from Rhode Island Capital Plan funds for the Environmental Compliance project by \$17,720. This project assists state agencies in maintaining compliance with all state and federal environmental rules and regulations. H 7171, Substitute A reflects the Governor's requested amendment to reduce current year expenses to adjust for FY 2020 overspending and to increase funding by \$0.1 million for FY 2022 and FY 2023 based on projected costs.
- 41. Capital - Hospital Consolidation (GBA).** The Governor's capital budget includes \$61.9 million from all sources, including authorization for additional borrowing of \$12.0 million through new Certificates of Participation to reorganize hospital operations for the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals. The Governor requested an amendment withdrawing her proposal and removing \$17.0 million from Rhode Island Capital Plan funds, including \$12.0 million in FY 2021 and FY 2022. H 7171, Substitute A reflects the removal of funding and does not authorize any new borrowing.
- 42. Capital - IT Enterprise Operations Center (GBA).** The capital budget includes \$0.8 million from Rhode Island Capital Plan funds in FY 2021 to make improvements to the heating, ventilation and air conditioning system at the Division of Information Technology operations center in Warwick. The Governor requested an amendment to include \$0.2 million from FY 2020 unspent funds and shift \$0.3 million of expenditures from FY 2021 to FY 2022. H 7171, Substitute A includes the adjustments.
- 43. Capital - Medical Examiner - New Facility (GBA).** Previous capital plans assumed use of the Board of Elections' former facility on Branch Avenue as the new facility for the Office of State Medical Examiners; however, the Governor's Efficiency Commission recommended selling the building rather than covert it. The Department of Health obtained approval from the Centers for Disease Control and Prevention

to use \$2.5 million from a federal grant to purchase a building in Cumberland. The Governor requested an amendment to provide a total of \$5.0 million from Rhode Island Capital Plan funds, including \$0.5 million in FY 2021 for architectural and engineering services and \$4.5 million in FY 2022 to renovate the facility. H 7171, Substitute A includes the funding.

44. Capital - Old State House (GBA). The Department overspent its FY 2020 final appropriation from Rhode Island Capital Plan funds for renovations at the Old State House by \$0.2 million. The FY 2021 recommended budget includes \$1.7 million and the Governor requested an amendment to reduce that amount to account for the overspending. H 7171, Substitute A includes the adjustment.

45. Capital - Pastore Center Medical Buildings Asset Protection (GBA). The FY 2021 through FY 2025 plan includes \$6.0 million from Rhode Island Capital Plan funds for asset protection projects for medical buildings at the Pastore Center. H 7171, Substitute A includes the Governor's requested amendment to reduce the project cost by \$3.0 million, including \$2.0 million from FY 2021. The amendment also excludes the reappropriation of \$46,735 from FY 2020 unspent funds.

46. Capital - Pastore Center Non-Medical Buildings Asset Protection. The capital budget assumes use of \$22.3 million from Rhode Island Capital Plan funds in the five-year period to fund major maintenance and capital repairs for multiple buildings at the Pastore Center. Work will focus on the following buildings: Benjamin Rush, Hazard, Louis Pasteur, Forand and Center General. H 7171, Substitute A includes the Governor's requested amendment to add the \$1.3 million unspent in FY 2020 and shift \$2.0 million from FY 2021 and \$1.0 million from FY 2022 to FY 2023 through FY 2025.

47. Capital - Pastore Center Power Plant (GBA). H 7171, Substitute A reflects the Governor's requested amendment to incorporate \$0.2 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to complete the first phase of the rehabilitation of the Central Power Plant at the Pastore Center.

48. Capital - Pastore Center Utilities Upgrade (GBA). H 7171, Substitute A reflects the Governor's requested amendment to incorporate the reappropriation of \$0.1 million from FY 2020 unspent Rhode Island Capital Plan funds to repair and make improvements to the electrical distribution system at the Pastore Center.

49. Capital - Replacement of Fueling Tanks (GBA). The Governor's recommended budget includes a total of \$2.2 million from Rhode Island Capital Plan funds in the five-year plan to replace failing tanks at state-owned and operated fueling stations for state vehicles. H 7171, Substitute A reflects the amendment the Governor requested shifting \$0.2 million from FY 2021 to FY 2022, to reflect a delay in replacing a tank at the University of Rhode Island and providing an additional \$0.1 million for FY 2022 and \$0.3 million in FY 2023 for replacing tank piping at the Veterans' Cemetery and Lincoln Fuel Depot.

50. Capital - Rhode Island Convention Center (GBA). The Governor's capital budget includes \$16.0 million from Rhode Island Capital Plan funds in the five-year plan for improvements to the Convention Center Facility. Preventive maintenance is required in order to maintain the venue to attract and keep customers; however, the facility is currently being used as an alternative hospital site. H 7171, Substitute A reflects the Governor's requested amendment to exclude the reappropriation of \$0.4 million from FY 2020 unspent funds and shift a total of \$2.5 million from FY 2021 and FY 2022 to FY 2023 through FY 2025.

51. Capital - Security Measures/State Buildings (GBA). The recommended budget includes a total of \$3.8 million from Rhode Island Capital Plan funds with annual use of \$750,000 to address security issues throughout state facilities. This is \$250,000 annually more than the approved plan, reflecting the administration's plan for a greater investment. The Governor requested an amendment to provide \$588,719

for FY 2021, which decreases budgeted funding by \$250,000 and adds \$88,719 from FY 2020 unspent funds. H 7171, Substitute A reflects the requested adjustment and also returns future annual funding to \$500,000.

52. Capital - Shepard Building (GBA). The capital budget assumes expenditures of \$250,000 from Rhode Island Capital Plan funds for FY 2021 for the Shepard Building. No funding was included beyond FY 2021 based on plans to sell the building that originated from the Efficiency Commission. The Governor requested an amendment to provide an additional \$3.3 million, including \$250,000 for FY 2021 and \$1.5 million each in FY 2022 and FY 2023 for elevator repairs and securing the roof overhangs. The amendment also excludes FY 2020 unspent funds of \$10,982. H 7171, Substitute A reflects the adjustments.

53. Capital - State House Renovations (GBA). H 7171, Substitute A reflects the Governor's requested amendment to include the reappropriation of \$1.1 million from FY 2020 unspent funds for elevator renovations, leak remediation and other projects at the State House and to delay \$0.5 million from FY 2021 to FY 2023.

54. Capital - State Office Building (GBA). The approved capital plan does not include any funding beyond FY 2020 as the administration is in the process of conducting a feasibility study to determine if the State Office Building is suitable for the state archives facility; funding for the study is included in the Statewide Facility Master Plan project. The Governor's recommended budget adds \$750,000 from FY 2021 through FY 2025 for asset protection. She requested an amendment to reduce current year expenses by \$250,000. This essentially provides \$0.1 million annually. H 7171, Substitute A reflects these adjustments.

55. Capital - State Office Reorganization & Relocation (GBA). This project consists of several components: moving the Division of Statewide Planning from the Powers Building to the Foundry Building, creating approximately 100 workstations in Benjamin Rush, Barry, and Simpson Halls and moving staff to the Powers Building. The Governor requested an amendment to incorporate the reappropriation of \$1.2 million from FY 2020 unspent funds. It also reduces current year expenses by \$1.0 million but adds \$250,000 each in FY 2022 and FY 2023, which essentially includes \$0.5 million less for the project. H 7171, Substitute A reflects these adjustments.

56. Capital - Statewide Facility Master Plan (GBA). The Governor requested an amendment to include the reappropriation of \$0.2 million from Rhode Island Capital Plan funds to conduct a feasibility study of moving the state archives facility into the State Office Building as part of the Statewide Facility Master Plan project. The amendment also delays \$0.3 million of expenses from the current year to FY 2023. H 7171, Substitute A reflects these adjustments.

57. Capital - Veterans Memorial Auditorium (GBA). The capital budget includes \$1.2 million from Rhode Island Capital Plan funds in the five-year period for ongoing asset protection costs of the Veterans Memorial Auditorium. Programmed expenditures include replacing a handicap lift, installing walls to reduce noise levels, and installing lighting fixtures. H 7171, Substitute A reflects the Governor's requested amendment to shift expenses of \$0.1 million from FY 2021 to FY 2022 to replace seats in the auditorium.

58. Capital - Washington County Government Center (GBA). The capital budget includes \$2.8 million from Rhode Island Capital Plan funds to be used in the five-year plan for asset protection projects at the Washington County Government Center, including bathroom renovations and installation of a generator. The Governor requested an amendment reducing recommended expenses by \$0.1 million and including \$0.2 million from FY 2020 unspent funds. H 7171, Substitute A reflects these adjustments.

59. Capital - William Powers Building (GBA). The capital budget includes \$12.5 million from Rhode Island Capital Plan funds to be used from FY 2021 through FY 2025 for repairs and renovations at the

William Powers Building. The Governor requested an amendment to decrease FY 2021 funding by \$0.2 million. This includes the reappropriation of \$0.5 million from FY 2020 unspent funds and delaying \$750,000 from FY 2021 to FY 2022. It also decreases FY 2024 programmed expenditures by \$0.5 million. H 7171, Substitute A reflects these adjustments.

60. Capital - Zambarano Utilities and Infrastructure (GBA). The Governor recommended a total of \$4.5 million from Rhode Island Capital Plan in the five-year period for capital repairs to various buildings and equipment at the Zambarano Campus of the Eleanor Slater Hospital in Burrillville. She requested an amendment to reduce expenses in the current year by \$1.1 million and provide \$1.5 million and \$0.5 million less for FY 2023 and FY 2025, respectively, reflecting changes in the long term plans for spending on the facilities. H 7171, Substitute A reflects these adjustments.

61. Central Management (1.0 FTE). The recommended budget adds \$0.3 million from general revenues, including \$0.1 million for a new senior management and methods analyst position that the Department indicates will conduct policy and data research, legislative tracking, and oversight of internal communications. It also includes \$0.2 million for a position transferred from the Department of Environmental Management to the Department of Health; however, the cost as well as the staffing authorization is included in the Department of Administration. H 7171, Substitute A excludes the new position and adjusts expenditures for both positions accordingly. It assumes that these expenses will be covered by turnover savings elsewhere in the Department.

62. COVID Related Personnel Costs. H 7171, Substitute A shifts a total of \$1.1 million of personnel costs from general revenues to federal funds based on the Department's staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

63. COVID Relief - Quarantine and Isolation. Based on anticipated expenditures, H 7171, Substitute A adds \$12.9 million, including \$2.6 million from general revenues for quarantine and isolation related expenses, which includes temporary housing for those that cannot isolate in their homes and for individuals and facilities experiencing homelessness. The total amount assumed for these expenses in FY 2021 is \$21.8 million; however, \$6.1 million is included in the Department of Human Services and \$2.0 million is in the Department of Children, Youth and Families.

64. COVID Relief - Legal. Based on anticipated expenditures identified in ongoing reporting from the Office of Management and Budget, H 7171, Substitute A adds \$1.4 million, including \$300,000 from general revenues for legal expenses related to the state's COVID response. This includes \$1.0 million for outside legal services and \$0.6 million for a case management software system to track the status of legal cases statewide. The Department has selected a vendor and expects the project to be completed this fiscal year.

65. COVID Relief - Surge Hospital Operations & Deconstruction. The state anticipates spending \$53.1 million on alternate hospital site, deconstruction, lease and other expenses during FY 2021. This assumes use of \$33.3 million through the end of December. H 7171, Substitute A includes \$53.1 million, of which \$11.4 million is from general revenues for expenses that will occur in the second half of the fiscal year when federal coronavirus relief funds are not available, though partial reimbursement through Stafford Act funds is expected. Related spending in FY 2020 was \$26.1 million.

66. COVID Relief - Government Readiness. The administration has identified projected FY 2021 expenses totaling \$35.3 million associated with government readiness related to COVID-19 response services, screening and reconfiguration of lobby and cubicle areas in the state. H 7171, Substitute A adds \$26.1 million including \$1.9 million from general revenues in the Department of Administration. The general revenues are for expenses that will occur in the second half of the fiscal year when federal coronavirus relief funds are not available. Additional expenses of \$2.3 million are also included in the

Department of Environmental Management for costs related to state beaches and parks and \$6.5 million for the Rhode Island National Guard. Related spending in FY 2020 was \$5.4 million.

67. COVID Relief - Hospital Assistance Partnership Program. The federal CARES Act adopted in response to the crisis provided \$1,250.0 million to Rhode Island for related expenditures incurred between March 1, 2020 and December 30, 2020, including responding directly to the emergency as well as second order effects. The administration announced a Hospital Assistance Partnership Program, which provides financial assistance to hospitals with the intent of maintaining a responsive hospital system. A total of \$95.5 million was provided in FY 2020 as part of phase one. The administration is taking applications for a second round of funding for FY 2021 and estimates the need for use of up to \$125.0 million of federal funds. H 7171, Substitute A includes funding consistent with this estimate.

68. DCAMM - New Project Managers (2.0 FTE). The recommended budget includes \$0.3 million from general revenues to fund 2.0 new positions in the Division of Capital Asset Management and Maintenance, consisting of an interdepartmental project manager and a real estate portfolio manager. The Department indicates that the positions would be in charge of space allocation and real estate planning. H 7171, Substitute A excludes the new positions and adjusts expenditures and staffing accordingly.

69. Debt Service Updated. Based on projected expenditures, H 7171, Substitute A includes general revenue debt savings of \$3.4 million. This adds \$0.8 million for Convention Center, based on lower revenues and \$1.0 million for the Garrahy Garage. This is offset by savings of \$2.8 million for payments under the Fidelity Job Rent Credits agreement based on the availability of reserve funds, \$0.9 million from I-195 Development reflective of available land receipts, \$0.3 million savings from general obligation bonds, \$20,240 savings from the final 38 Studios payment from additional available interest earnings. There is also \$0.1 million in savings related to Garrahy Garage but that is directly offset by parking expenses budgeted in several state agencies that will use the garage.

70. Enterprise Resource Planning - New System (2.0 FTE). H 7171, Substitute A does not contain the Governor's proposal to issue \$54.8 million of new debt to develop and implement an Enterprise Resource Planning System for human resources, information systems, payroll, financial management and a grants management system. The Governor's recommended budget includes \$1.5 million for operating expenses to support 2.0 full-time equivalent information technology manager positions and contracted services; H 7171, Substitute A excludes those expenses accordingly.

71. Healthsource RI Available Receipts. The Governor's recommended budget repurposed one-time general revenue funding of \$0.4 million provided for implementation of the Market Stability and Reinsurance initiative for other expenses within HealthSource RI's budget. Based on available restricted receipts from health reform assessment funds, H 7171, Substitute A shifts \$970,000 of general revenue expenditures, including the \$0.4 million, to these receipts and includes \$65,000 for expenditures above that, consistent with the Office's current spending projections.

72. Information Technology Fund (GBA). Subsequent to her budget submission, the Governor requested an amendment to reduce expenditures in the Information Technology Investment Fund by \$1.0 million, to align expenses to available resources. H 7171, Substitute A includes this adjustment.

73. Rainy Day Fund Payback. The FY 2020 final budget transferred \$120.0 million from the Budget Stabilization and Cash Reserve Account for use in balancing that budget. Current law requires that the repayment be made the following fiscal year to the Rhode Island Capital Plan Fund. H 7171, Substitute A includes a \$90.0 million repayment and legislation to delay the full payback until FY 2022.

74. Reappropriation - Complete Count. H 7171, Substitute A includes the required reappropriation of \$190,606 from general revenues provided in FY 2020 to support the Complete Count Committee, which

was created by Executive Order 18-09. The adjustment to the Governor's budget is only \$140,606, as her recommendation budget already includes \$50,000 in anticipation of spending occurring over two years but inadvertently double counting funds already budgeted in FY 2020.

75. Tort Court Awards. The Department receives an annual appropriation to pay for liability claims against any state department or state employee. The 2019 Assembly provided an additional \$0.5 million from general revenues to ensure funds would be available pending passage of legislation for future compensation of individuals, wrongfully convicted of crimes and incarcerated bringing the total allocation to \$0.9 million. The legislation did not become law but the Governor's FY 2021 budget maintained the enhanced funding. H 7171, Substitute A reduces recommended funding by the excess \$0.5 million.

76. Transportation Debt Service (GBA). The recommended budget includes \$38.3 million from gasoline tax proceeds for the Department of Transportation's portion of general obligation bond debt service. Subsequently, the Governor requested an amendment to lower the costs by \$2.0 million based on a refinancing that occurred in December 2019. H 7171, Substitute A includes the lower amount.

77. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.3 million from all sources, including \$0.2 million from general revenues based on 71 individuals from the Department opting to participate in the workshare program.

Business Regulation

78. Actuarial Services to Enacted. The Governor's recommendation of \$0.1 million more than enacted from restricted receipts for actuarial services reflects the maximum amount possible under each contract for the fiscal year. Historically, actual expenditures are less. H 7171, Substitute A includes the enacted amount.

79. Adult Use Marijuana Implementation (13.0 FTE). H 7171, Substitute A does not include the Governor's proposal for a new adult use marijuana program. Accordingly, it excludes the \$3.2 million from restricted receipts for implementation of which \$1.4 million is for salaries and benefits for 13.0 new full-time equivalent positions.

80. Capital - Fire Academy Asset Protection (GBA). The Governor's recommendation provides \$0.1 million from Rhode Island Capital Plan funds annually beginning in FY 2021 for service contracts, planned annual maintenance, as well as reoccurring and unexpected repairs of structures and equipment of the Fire Academy. H 7171, Substitute A excludes the funding consistent with the Governor's subsequent amendment request to delay the initial funding by one year.

81. Capital - Evidence Repository Study (GBA). H 7171, Substitute A does not include the Governor's recommendation to add \$0.1 million from Rhode Island Capital Plan funds for a feasibility study for the redevelopment of the former Ladd School laundry facility, located adjacent to an office of the State Fire Marshal facility, into an evidence repository.

82. COVID Enforcement/Inspection. H 7171, Substitute A includes \$2.3 million, including \$1.7 million from general revenues and \$0.6 million from federal funds, to support contractors hired to conduct inspections of businesses throughout the state to ensure compliance with COVID-19 mandates. The general revenues are intended to support expenses after December 30, 2020.

83. COVID Related Personnel Costs. H 7171, Substitute A shifts \$2.1 million from general revenues to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

84. Director of Consumer Protection/Education Programs (GBA). The Governor’s budget includes \$0.1 million from restricted receipts and a new full-time equivalent position for FY 2021 related to insurance market conduct examinations. Subsequently the Governor requested an amendment to remove the recommendation as sufficient funding is not available. H 7171, Substitute A includes the adjustment.

85. Fire Marshal Current Service Adjustments. H 7171, Substitute A reduces recommended expenses for the Fire Marshal’s Office by \$0.5 million, including \$0.3 million from general revenues to more accurately reflect the current service level. This includes staffing and facilities expenses, as well as adjusting federal grant spending to exclude expenditures that remain with the Emergency Management Agency.

86. RI REACH Medicaid Match. H 7171, Substitute A shifts \$20,000 from general revenues to matching federal Medicaid funds for the Rhode Island Insurance Resource, Education, and Assistance Helpline known as RI REACH. The shift is consistent with the Office of the Health Insurance Commissioner’s revised request and historical federal reimbursement levels. The helpline is supported from general revenues with a partial federal Medicaid match.

87. Other Operations Revised Request/Q1. H 7171, Substitute A reduces general revenue operating expenditures by \$0.2 million. This reflects savings available from the Department’s revised request including unneeded funding for building code books and operational savings identified from FY 2020.

88. Other Staffing to Enacted. H 7171, Substitute A excludes \$0.1 million of expenditures for staffing, including \$0.2 million from general revenues, to maintain the authorized level of 161.0 full-time equivalent positions. It excludes the proposed staffing shift that would have effectively reversed two of the Governor’s prior budget initiatives to save state funds in the State Building Office, restores turnover assumed in the enacted budget, and eliminates new staffing expenditures.

89. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$83,949, including \$79,808 from general revenues based on 16 individuals from the Department opting to participate in the workshare program.

Executive Office of Commerce

90. Capital - I-195 Park Improvements (GBA). The Governor recommended \$4.0 million from Rhode Island Capital Plan funds, including 1.0 million in FY 2021, for the parks infrastructure on the former I-195 land. The total of \$4.0 million for infrastructure for the Commission’s parks includes a food and beverage pavilion, restrooms, and enhanced utilities including Wi-Fi accessibility. In July, the Governor requested an amendment to shift this expense to a general obligation bond question to be put before the voters. H 7171, Substitute A includes the project as part of question two in the proposed referenda.

91. Capital - Quonset Industrial Park Renovation. H 7171, Substitute A delays the \$6.0 million of approved Rhode Island Capital Plan funds for completion of the Quonset Point infrastructure project from FY 2021 to FY 2022. The Governor had requested an amendment to shift the funds to a general obligation bond question to be placed before the voters.

92. Capital - Quonset Piers (GBA). H 7171, Substitute A reduces the Rhode Island Capital Plan support for the Quonset Point Pier 2 project by \$5.0 million to reflect updated cost projections. The Quonset Development Corporation testified that the updated estimated expense for the project is \$84.5 million; it is still anticipated to be completed in FY 2022. The \$90.0 million project was intended to be supported by \$65.0 million from state sources including a \$50.0 million bond approved by the voters in 2016, and \$25.0 million from the Corporation. The Corporation provided \$2.1 million of its support prior to FY 2021; this reduction allows the cost savings to accrue to the state. The Governor had requested an amendment to shift

the state's final \$5.0 million contribution from Rhode Island Capital Plan funds to a new general obligation bond question to be put before the voters, effectively reducing the Corporation's support for the project.

93. Commerce Corporation Operations to Enacted. H 7171, Substitute A does not include the Governor's proposal for an additional \$54,000 from general revenues for the Commerce Corporation base appropriation. The Corporation is a quasi-public agency which receives funding from several federal and state sources, some of which are used to supplement the Corporation's base appropriation. The Corporation also receives a share of the 5.0 percent Hotel Tax.

94. COVID Related Personnel Costs. H 7171, Substitute A shifts \$0.4 million from general revenues to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

95. COVID Relief - Business Interruption Supports. H 7171, Substitute A includes \$55.8 million from federal Coronavirus Relief funds resources to support a variety of businesses experiencing disruptions related to the pandemic or the pause period announced in November 2020. This includes \$47.0 million for a grant program administered by the Division of Taxation. To be eligible, businesses must be a locally-owned Rhode Island tax filer, been impacted by the pause period, and not have declared bankruptcy. Applicants are eligible for total reimbursement of losses from \$500 to \$50,000.

96. COVID Relief - Eviction Diversion. H 7171, Substitute A includes \$7.3 million from federal Coronavirus Relief funds to reflect anticipated support for eviction diversion program during the coronavirus pandemic. The program includes funding for staffing and legal contracting in support of an extrajudicial mediation process to resolve nonpayment disputes between property owners and renters. As of December 4, 2020, \$7.2 million has been disbursed.

97. COVID Relief - Hospitality, Arts, and Tourism Supports. H 7171, Substitute A includes \$20.0 million from federal Coronavirus Relief funds to reflect anticipated support to prevent closure of arts, culture, and hospitality and tourism businesses during the coronavirus pandemic. The program assumes about half of its grants will support activities to allow safe gatherings of artistic and tourism-related activities, and half will provide direct support to organizations. Presumably, funding also supports program implementation.

98. COVID Relief - Landlord Incentives. H 7171, Substitute A includes \$0.5 million, including \$0.1 million from general revenues and \$0.4 million from federal Coronavirus Relief Fund resources to reflect anticipated support for incentives to landlords during the coronavirus pandemic; the general revenues are intended to support program operations after December 30, 2020. The program provides payments to property owners to make residential units available to individuals experiencing homelessness. For permanent housing established through the program, participants are anticipated to pay 30 percent of their income, with housing vouchers paying the remaining amount directly to the property owner. The program provides payments of \$2,000 for the first unit committed and \$500 for each unit committed thereafter, first and last month's rent, and up to \$2,000 for renovation and repair upgrades.

99. COVID Relief - Navigation Assistance and Legal Services. H 7171, Substitute A includes \$0.2 million from federal Coronavirus Relief Fund resources to reflect anticipated grant support to nonprofits to help individuals navigate housing assistance applications and complete the application process successfully. This is in addition to legal services funded through the Eviction Diversion program.

100. COVID Relief - Rental Assistance. H 7171 Substitute A includes \$5.4 million, including \$0.3 million from general revenues and \$5.1 million from federal funds, to reflect anticipated support for rental assistance during the coronavirus pandemic; the general revenues are intended to support program operations after December 30, 2020. The Office of Housing and Community Development announced

Housing Help RI, a new emergency rental assistance program providing emergency housing assistance to very low-income renters at immediate risk of homelessness funded with \$1.5 million from federal homelessness assistance. Subsequently, the commitments were increased by \$6.4 million from federal Coronavirus Relief funds to the program including an expansion of eligible renters. As of December 4, 2020, \$3.5 million has been spent from federal funds. The FY 2020 final budget anticipated \$2.5 million for FY 2020 expenses though none were incurred.

101. COVID Relief - Restore RI Business & Non-Profit Grants. H 7171, Substitute A includes \$65.5 million from federal Coronavirus Relief Fund resources to reflect anticipated support for small businesses and non-profits during the coronavirus pandemic. The program provides financial support up to \$30,000 to restaurants and caterers, small businesses up to 50 employees, nonprofits, sole proprietors, child care businesses and businesses without employees or contractors. To be eligible, businesses must demonstrate a 30.0 percent revenue loss during at least one month due to COVID-19. Funding also supports program implementation. As of December 4, 2020, \$55.5 million has been spent from federal funds.

102. Deputy Secretary (1.0 FTE). H 7171, Substitute A does not include the Governor's proposal for \$0.2 million from general revenues to add a Deputy Secretary position proposed in conjunction with the restructuring of housing policy governance.

103. Housing Governance Fund. H 7171, Substitute A does not include the Governor's proposal to double the Real Estate Conveyance Tax for values over \$0.5 million to support \$3.5 million of expenditures for new programs established in conjunction with her proposed housing policy governance restructuring. While that restructuring is also not included, H 7171, Substitute A does include a \$65.0 million bond referendum to support affordable housing.

104. I-195 Redevelopment Commission to Enacted. H 7171, Substitute A includes the enacted level of \$761,000 from general revenues for the I-195 Redevelopment Commission. This excludes the \$130,000 increase the Governor recommended.

105. I-195 Redevelopment Fund. H 7171, Substitute A does not include the Governor's proposal to add \$1.0 million for the I-195 Redevelopment Fund. The Fund was capitalized with \$28.0 million from general revenue appropriations. The 2015 Assembly created the Fund to provide developers and businesses with financing for capital investment, including land acquisition in order to promote the development of the land. The Commission has \$25.0 million of awards through FY 2020, leaving approximately \$3.0 million available for future awards.

106. Industry Cluster Grants. H 7171, Substitute A does not include the Governor's recommendation to provide an additional \$250,000 for the Industry Cluster Grant program. The FY 2016, FY 2017, and FY 2019 enacted budgets provided \$1.4 million in support for the program to develop geographic concentrations of industries to create a collective competitive advantage through concentrated knowledge and workforce capabilities with shared common supply chains, markets, and/or technological competencies. The Corporation has awarded \$1.2 million to 11 awardees. The fund is estimated to have reserves available for future awards.

107. Minority Entrepreneurship/Urban Ventures to Enacted. H 7171, Substitute A includes the enacted level of \$140,000 from general revenues for Urban Ventures to support an urban incubator consistent with current law. It excludes the \$150,000 the Governor proposed to support a new minority entrepreneurship initiative in lieu of providing funding to Urban Ventures.

108. Polaris Succession Initiative. H 7171, Substitute A does not include the \$50,000 from general revenues the Governor proposed for a new initiative suggested in the long-term economic vision to

subsidize small business manufacturers intending to sell their businesses to a new owner. The long-term economic vision assumes the total cost for this program would be \$0.5 million to \$1.0 million.

109. P-Tech Initiative. H 7171, Substitute A does not include the Governor's FY 2021 recommendation for \$0.2 million from general revenues to allow for new program commitments for the High School, College, and Employer Partnerships program commonly referred to as P-Tech. The program supports partnerships among high schools, higher education, and employers to offer courses towards high school diplomas, internships, and associate degrees. Previous appropriations exceed current program commitments, which have not expanded.

110. Site Readiness Fellowship. H 7171, Substitute A does not include the Governor's proposal to add \$390,000 from general revenues for a new initiative proposed in the long-term economic vision to contract with planning professionals to support municipalities which would be expected to share a portion of the cost.

111. Small Business Assistance New Funding. H 7171, Substitute A does not include the Governor's recommendation to add \$750,000 from general revenues to further capitalize the Small Business Assistance Program. Prior appropriations have yielded \$16.4 million in loans from \$3.7 million of funds provided by Commerce. An estimated \$1.9 million of funding remains available; most of those loans are in repayment and three have been repaid in full which provides additional resources. The program serves businesses with less than 200 employees that are having difficulties obtaining financing from traditional lending organizations.

112. Tangible Tax Study. H 7171, Substitute A does not include the Governor's proposal for a tangible tax local aid program and therefore excludes the proposed \$85,000 from general revenues for the study linked to its implementation.

113. Wavemaker Fellowship Expansion. H 7171, Substitute A does not include the Governor's proposal to include an additional \$0.9 million for the expansion of the Stay Invested in RI Wavemaker Fellowship program. It maintains the enacted level of \$1.2 million for the current program. The Assembly appropriated \$7.4 million from FY 2016 through FY 2020. The program has awarded four cohorts totaling 893 fellows for awards totaling \$6.8 million.

114. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$7,373 based on one individual opting to participate in the workshare program.

Labor and Training

115. Administrative Redesign. The Governor's recommendation includes \$0.8 million from all sources for various contracted services for the Department of Labor and Training including \$0.3 million from new general revenues. As part of the Department's FY 2021 revised request and first quarter report, the general revenue funding is excluded. It appears work has continued but funded by other sources. H 7171, Substitute A excludes the new general revenues.

116. Centralized Services - Q1. The recommended budget includes \$6.2 million from all sources or \$0.7 million more than enacted, including \$0.2 million more from general revenues, for the Department's share of centralized facilities management, human resources support and information technology services. Based on the Department's FY 2021 revised request and the first quarter report, H 7171, Substitute A provides \$340,000 less from all sources, including \$278,942 less from general revenues.

117. COVID Relief - Back to Work RI. Back to Work Rhode Island is a new initiative created in response to the COVID-19 pandemic which connects Rhode Islanders with job opportunities across the

state providing resources and training. The program partners directly with businesses including Amgen, Bank of America, Care New England, CVS Health, General Dynamics Electric Boat, IGT, Infosys, Laborers' International Union of North America, Lifespan, Microsoft, Raytheon Technologies, Salesforce, Service Employees International Union and Twitter. The Governor announced the \$45.0 million program in July, and the Administration reports that the full amount is expected to be spent prior to December 30. H 7171, Substitute A includes the \$45.0 million from federal funds.

118. COVID Relief - \$400 Supplemental Unemployment Payment. On November 25, the Governor announced a series of initiatives to assist Rhode Islanders during the two week pause she announced a week earlier. Included in this is a one-time supplemental unemployment payment of \$400 to those out of work during this period as a result of the pandemic. Based on estimates from the Department of Labor and Training, this will cost \$40.0 million from federal coronavirus relief funds. H 7171, Substitute A adds this funding.

119. Job Development Fund Assessment to Non-Profits. H 7171, Substitute A does not contain the Governor's proposal to expand the job development fund assessment to nonprofit entities with 1,000 or more employees and removes the \$1.4 million of restricted receipt expenditures for job training programs that would have been supported by the new assessment.

120. Opportunities Industrialization Center - Closed. The Governor's budget includes the enacted amount of \$100,000 from general revenues to support the Opportunities Industrialization Center, a nonprofit organization which provides training, employment, minority business enterprise, and urban policy development services to underserved urban populations through collaboration with public and private sectors as well as community based organizations. The Center has ceased operations and H 7171, Substitute A excludes the funding.

121. Police and Fire Relief Fund - Q1. H 7171, Substitute A reduces recommended funding for the Police and Fire Relief funds by \$24,080 from general revenues to reflect expected spending as reported in the Department's FY 2021 revised request and first quarter report.

122. Real Jobs General Revenues to Enacted. The Governor recommends \$15.3 million from all sources, including \$12.7 million from general revenues for the Real Jobs Rhode Island program in FY 2021. By source this is \$7.3 million more from general revenues and \$2.6 million more from federal funds. Additional funding is also provided through the Governor's Workforce Board and not included in this total. H 7171, Substitute A provides general revenue funding at the FY 2020 enacted level. It also adjusts federal funding by \$2.9 million based on additional resources available to support the program.

123. Inmate Post-Release Employment Services (1.0 FTE). The Governor recommends \$0.1 million from general revenues and authorization for 1.0 new position to assist the Department of Corrections with inmate post-release employment services. The position would help contract vendors and connect incarcerated individuals with post-release employment opportunities; this is in conjunction with \$0.3 million recommended in the Department of Corrections. H 7171, Substitute A excludes this new initiative. The Department's FY 2021 revised request also excludes the funding.

124. Unemployment Administration and Operations (35.0 FTE). H 7171, Substitute A adds \$12.6 million from all sources for unemployment administration and operations based on information provided by the Department in its FY 2021 revised request. It also includes the Governor's requested amendment to increase the staffing authorizing by 35.0 full-time equivalent positions to assist with unemployment claims. Since the Governor's original budget submission, significant funding has been provided to state unemployment administrations through the various federal relief efforts. The majority of the increase reflects staffing needs. By source, the increase includes \$15,121 less from general revenues, \$12.5 million more from federal funds, and \$0.1 million more from restricted receipts.

125. Governor's Workforce Board Administration and Grants. H 7171, Substitute A includes \$5.1 million less than the Governor's recommendation from restricted receipts for the administration and grants of the Governor's Workforce Board based on the Department's FY 2021 revised request. This includes \$0.7 million less for staffing, \$2.8 million less for grants, and the removal of \$1.5 million for a technology project the Department indicates was finalized in FY 2020 and funding for FY 2021 is no longer necessary. The reduction to available grant funding reflects expected available resources; the Governor's recommendation includes carry forward funding, of which there is none, as well as lower expected collections from the job development fund assessment.

126. Unemployment Benefits. H 7171, Substitute A includes \$1,162.6 million more for unemployment benefits to reflect expected claims based on the Department's FY 2021 revised request. The Governor's recommendation was made prior to the pandemic. This includes \$907.4 million from federal funding through the CARES Act, which covers a variety of new and amended benefits and expands worker eligibility, and \$255.2 million from the Employment Security Trust Fund for traditional claims for covered employment. FY 2020 benefits totaled \$1,422.0 million.

127. Workplace Fraud Unit Expansion (4.0 FTE). H 7171, Substitute A does not include the Governor's proposal to expand the Workplace Fraud Unit with authorization for 4.0 new full-time equivalent positions and \$0.4 million from general revenues. The unit assesses penalties for violations and collected \$0.6 million during FY 2019. The Governor also proposes increasing workplace compliance penalties and fines as part of her FY 2021 recommended budget which combined with the new staff were assumed to increase revenues collected by \$4.2 million. This estimate was revised to zero for FY 2021 as the current crisis makes this proposal impractical to implement and Department's FY 2021 revised budget request also excludes the new positions.

128. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.2 million, including \$0.1 million from general revenues based on 38 individuals from the Department opting to participate in the workshare program.

129. Year Up - New Grant. The Governor proposes \$250,000 in new general revenue support for Year Up. The organization has received funding from the Governor's Contingency Fund in each of the last three years. H 7171, Substitute A excludes the new funding.

Revenue

130. Car Tax Phase-Out - Current Law. H 7171, Substitute A does not include the Governor's proposal to extend the motor vehicle excise tax phase-out five additional years and provides \$11.8 million more than included in her budget to maintain the phase-out schedule under current law.

131. CDL Road Test Transfer (3.0 FTE). H 7171, Substitute A does not contain the Governor's proposal to transfer the administration of commercial driver's skill tests from the Community College of Rhode Island to the Division of Motor Vehicles effective January 1, 2021 and excludes associated revenues and expenses including \$0.1 million from general revenues and 3.0 new full-time equivalent positions. It does appear that implementation would require at least a few of the six months lead time envisioned in the original proposal.

132. COVID Relief - Other Local Aid. H 7171, Substitute A includes a total of \$196.1 million to support local communities and provide them additional resources to respond to the Coronavirus pandemic. The funding is distributed based on statutory formulas for three general aid programs at an enhanced level of support and includes a separate distribution based on the population of each municipality. This includes \$59.5 million from general revenues and \$136.5 million from Coronavirus Relief Funds which provides a total of \$25.0 million of funding above what resources would have been after accounting for adjustments

to account for fully funding the value of the motor vehicle tax phase-out and distressed communities programs.

133. Deputy Chief of Legal Services (1.0 FTE). H 7171, Substitute A does not contain the Governor's recommendation to add \$0.1 million from general revenues and authorization for 1.0 new full-time equivalent position to provide additional legal support to the Department.

134. Distressed Communities to Enacted. The Governor's recommendation includes \$6.2 million from general revenues, half the \$12.4 million enacted level to support the Distressed Communities Relief Fund. H 7171, Substitute A provides resources to maintain the enacted level of funding.

135. License Plate Reissuance Delay. H 7171, Substitute A excludes \$4.6 million from general revenues for the license plate reissuance, required by statute to begin June 1, 2020. The Governor's office never approved a plate design which delayed the production. The November 2020 Revenue Estimating Conference estimate for FY 2021 excluded the associated revenues based on the delayed implementation; H 7171, Substitute A adjusts the expenditures accordingly.

136. Central Falls Bankruptcy Related Liabilities. The Governor's recommended budget includes \$0.9 million from general revenues for liabilities related to the City of Central Falls bankruptcy paid through the Department of Revenue including ongoing pension support. The Department's revised budget report and subsequent information confirmed the expected expenses are \$0.2 million lower. H 7171, Substitute A adjusts the expenditures accordingly.

137. Turnover and Operations - Q1. H 7171, Substitute A reduces recommended expenses by \$0.8 million across several divisions to recognize savings in both staffing and operating expenses consistent with the Department's revised request and first quarter report. Included in the adjustment is \$0.5 million of savings from turnover in the Division of Taxation.

138. Revenue Initiatives Implementation (5.0 FTE). H 7171, Substitute A does not include the Governor's proposals for several new revenue initiatives and therefore also excludes the \$1.5 million from general revenues and 5.0 full-time equivalent positions to implement the proposals.

139. Saturday Hours. H 7171, Substitute A does not include the \$0.1 million from general revenues the Governor recommended to offer Saturday hours at the Division of Motor Vehicles every other weekend for one year, by appointment for Real ID issuance. The deadline for Real ID compliance has been extended by one year.

140. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$896,839, including \$877,711 from general revenues based on 148 individuals from the Department opting to participate in the workshare program.

Legislature

141. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$0.8 million based on 144 individuals from the Legislature opting to participate in the workshare program.

Office of the Lieutenant Governor

142. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$17,791 based on three individuals from the Office opting to participate in the workshare program.

Secretary of State

143. Capital - Election Equipment (GBA). H 7171, Substitute A includes the Governor's requested budget amendment to shift \$0.2 million from Rhode Island Capital Plan funds recommended to procure election equipment from FY 2021 to FY 2023. This includes 200 AutoMark tables, 500 privacy booths, and other election equipment for future elections. Current AutoMark tables were last purchased in 2005 and the recommendation notes that there is an expectation that this equipment will last for multiple election cycles.

144. Election Expenses. H 7171, Substitute A includes \$0.2 million more from general revenues and \$1.9 million from federal funds awarded through the CARES Act for additional election expenses incurred with the shift to a mail ballot centric election as required by Executive Order 20-11. The amounts represent the remaining balance of the CARES Act funding which has been spent on the elections in September and November as well as information contained in the Budget Office first quarter report.

145. Special GO Bond Election. H 7171, Substitute A adds \$1.5 million from general revenues to fund a mail ballot centric special election for general obligation bond referenda in 2021. Delay of the FY 2021 budget enactment meant the referenda could not appear on the November 2020 ballot. The amount assumes the election will be handled in the same manner as in June and November, with a modified process to allow for the expansion of mail ballot use and assumes voter participation similar to the June 2020 election. This includes \$1.0 million for the Office of the Secretary of State and \$0.5 million for the Board of Elections.

146. Staffing Turnover Correction - Q1. The Governor's budget recommendation reduced funding below prior levels and assumed that about twelve positions would be vacant. At the time the budget was proposed, only one position was vacant. Based on actual payroll expenses through mid-November where there remains only one vacancy, the budget is underfunded by \$1.2 million. H 7171, Substitute A adds funding to maintain current service.

147. State Archives Lease. The 2020 Assembly authorized the Secretary of State to enter into a lease agreement for exhibition, office and vault space for its state archives not to exceed 10 years and a total aggregate rent of \$2.8 million. The Office's previous lease expired and a new location was needed by the end of July. H 7171, Substitute A adds \$40,000 each from general revenues, restricted receipts, and the Records Center Internal Service Fund to reflect the cost of this new lease, based on the expected terms as provided by the Office of the Secretary of State.

148. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$33,880 based on four individuals opting to participate in the workshare program.

Office of the General Treasurer

149. Unclaimed Property. H 7171, Substitute A includes \$0.1 million less for the unclaimed property program for FY 2021 to reflect the estimate of the November Revenue Estimating Conference. This reflects a transfer to the state General Fund estimated to be \$10.3 million for FY 2021 and \$12.9 million in claims paid.

150. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$9,751, including \$5,226 from general revenues based on two individuals from the Office opting to participate in the workshare program.

Board of Elections

151. Special GO Bond Election. H 7171, Substitute A adds \$1.5 million from general revenues to fund a mail ballot centric special election for general obligation bond referenda in 2021. Delay of the FY 2021

budget enactment meant, the referenda could not appear on the November 2020 ballot. The amount assumes the election will be handled in the same manner as in June and November, with a modified process to allow for the expansion of mail ballots use and assumes voter participation similar to the June 2020 election. This includes \$1.0 million for the Office of the Secretary of State and \$0.5 million for the Board of Elections.

Ethics Commission

152. Legal Services Increase. The Governor's budget adds \$80,000 from general revenues for contracted legal services relating to a matter pending the Rhode Island Superior Court. According to the Commission's first quarter report, this matter has concluded and only \$15,000 of the additional funding was required. Accordingly, H 7171, Substitute A adjusts expenditures by \$65,000.

153. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$11,906 based on two individuals opting to participate in the workshare program.

Governor's Office

154. Contingency Fund to Enacted. The contingency fund may be used for expenditures in any state department or agency where funding is insufficient, or where such requirements are due to unforeseen conditions or are non-recurring items of an unusual nature. The Governor's FY 2021 recommendation increased enacted funding by \$100,000 to \$250,000. H 7171, Substitute A excludes the increased funding.

155. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$21,142 based on four individuals from the Office opting to participate in the workshare program.

Commission for Human Rights

156. Senior Compliance Officer (0.5 FTE). H 7171, Substitute A does not include the Governor's proposal to fill a part-time senior compliance officer position that has remained vacant since 2009, and reduces general revenues by \$42,500. The Commission's FY 2021 revised request and first quarter report maintain this position as vacant.

157. Personnel and Operating - Q1. Based on the Commission's first quarter spending, H 7171, Substitute A includes \$45,577 less from all sources including \$62,041 less from general revenues. This reflects additional turnover savings from two vacancies that occurred in the fall and more rent costs shifted to available federal funds.

Public Utilities Commission

158. Dual Party Phone Relay (GBA). As part of the FY 2019 audited closing, the State Controller and Auditor General reclassified a number of escrow accounts as restricted receipts. Expenditures within escrow accounts do not typically appear in agency operating budgets. The Governor's budget inadvertently excluded these funds. H 7171, Substitute A contains the Governor's requested amendment to include \$0.4 million from restricted receipts to reflect the new guidelines; this is consistent with expected expenses.

159. Engineering Specialists (1.0 FTE). H 7171, Substitute A does not contain the Governor's proposal to add \$0.1 million from restricted receipts assessed to the regulated utilities and 1.0 new full-time engineering specialist.

160. Public Utilities Analyst III (1.0 FTE). H 7171, Substitute A does not contain the Governor's proposal to add \$0.1 million from restricted receipts assessed to the regulated utilities for 1.0 new full-time Public Utilities Analyst III position.

161. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.1 million mostly from restricted receipts assessed to the regulated utilities based on 12 individuals from the Commission opting to participate in the workshare program.

Executive Office of Health and Human Services

162. Medicaid Caseload - November Conference. H 7171, Substitute A adds \$227.9 million for FY 2021 medical assistance expenses reflecting changes made at the November caseload estimate. This includes general revenue savings of \$92.1 million from an increase in the Medicaid match rate available during the public health emergency, or three quarters of FY 2021. This also reflects updates to projected enrollment and program costs. Expenses are \$44.2 million less from general revenues, \$272.1 million more from federal funds and \$0.1 million less from restricted receipts than the Governor's budget, adjusted for recommended changes that could not be included in the estimate which were also adjusted for the impact of delayed budget enactment.

163. Adult Co-Payment Proposal and Implementation (2.0 FTE). H 7171, Substitute A does not contain the Governor's proposal to institute co-payments for non-elderly, non-disabled adults, including parents enrolled in RItE Care, for non-emergency visits to emergency rooms, non-preventive physician visits and prescription drugs. It restores savings of \$7.8 million, including \$1.6 million from general revenues, assumed from the proposal and administrative expenses, and eliminates the two positions included in the Governor's recommendation to implement the change.

164. Contracted Clinical Evaluator. H 7171, Substitute A does not include the Governor's recommendation to add \$180,000, including \$90,000 from general revenues, for contracted clinician services. Positions previously responsible for similar work were repurposed for other duties in the past several years within the organization.

165. COVID Related Personnel Costs. H 7171, Substitute A shifts \$0.1 million from general revenues to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

166. COVID Relief - Early Intervention and Children's Services Provider Relief. H 7171, Substitute A includes \$5.0 million from Coronavirus Relief funds to early intervention and children's service provider agencies that offer home based therapeutic services, personal assistance services and supports, applied behavior analysis, child and adolescent intensive treatment services, social groups for children with autism and CEDARR Family Centers. The one-time grants made to 22 providers offset any revenue loss that resulted from an interruption of services related to the pandemic.

167. COVID Relief - Pediatric Primary Care Rate & Immunizations. H 7171, Substitute A includes \$6.1 million from Coronavirus Relief funds to support pediatric primary care providers. There is \$3.1 million for financial relief payments to pediatric primary care providers meant to provide immediate cash flow to make up for lost revenue due to COVID-19. Grant payments will be made to practices that provide primary care to children based on the number of children served by the practice and are contingent on provider efforts to bring children up to date with immunizations, lead screening, and the full range of well-child care. The remaining \$3.0 million supports 42 participating pediatric and family medicine practices that are involved in the incentive based model working to ensure that Medicaid covered children have access to essential primary care services.

168. COVID Relief - Primary Care Provider - Focused Technical Assistance. H 7171, Substitute A includes \$1.1 million from Coronavirus Relief funds to provide technical assistance to health care providers. This includes the use of telemedicine services, financial and infrastructure support, with a focus on primary care providers and community health teams, to address the health care needs of those vulnerable

populations and make sure that providers can continue to meet critical health care needs during the pandemic.

169. COVID Relief - Work Stabilization Fund (Phase 4). H 7171, Substitute A includes \$4.0 million from Coronavirus Relief funds for a fourth round of funding to provide payroll support for frontline workers in congregate care settings earning under \$25 per hour. This includes those who work with seniors, people with developmental disabilities, individuals with mental health and substance abuse disorders, and young people in Department of Children, Youth, and Families' congregate care facilities. Payments totaling \$16.3 million were made from April through July for Phase 1 through Phase 3.

170. COVID Relief Funds - Community Based Providers. H 7171, Substitute A includes \$3.0 million from Coronavirus Relief funds for community based agencies providing services to adults with developmental disabilities. The Department has awarded funding to 40 agencies for payments to be made to direct support staff who make less than \$20 an hour. This includes a one-time total payment of \$1,200 for staff working 30 hours or more hours. For staff working between 15 and 21 hours, the payment is \$540 and \$750 between 22 and 29 hours a week.

171. Dual Care Management. The Governor's budget proposes savings of \$0.9 million, including \$0.4 million from general revenues, in the medical assistance program from increasing the number of elderly and disabled individuals receiving case management services through the Rhode Island Parent Information Network (RIPIN) from 500 to 2,000. The proposal would identify Medicaid beneficiaries with high medical costs and control those costs which may impact services being provided to the individuals. November Caseload Conference testimony suggested the proposed savings were likely showing up in the caseload data already and savings above that was not likely. H 7171, Substitute A excludes the proposal.

172. Duplicate Child Care Licensing Legal Position (1.0 FTE). The FY 2020 enacted budget included a new child care licensing legal position and \$0.2 million in the Executive Office's budget to support the child care licensing unit being transferred from the Department of Children, Youth and Families to the Department of Human Services. After the budget was enacted, the Executive Office reported that it and decided not to include the newly authorized position in its reorganized staff plan. However, it requested the position be added again for FY 2021 which the Governor recommended. The position has been filled but in the Department of Human Services. H 7171, Substitute A excludes both the new position and general revenues since this duplicates the funding and authority already approved for FY 2020.

173. High Utilizers Initiative Implementation. The Governor recommended adding \$500,000, including \$250,000 from general revenues, for contracted services to implement a plan to achieve savings of \$6.1 million in the medical assistance program from identifying high cost Medicaid beneficiaries and controlling those costs. The Executive Office testified at the November Caseload Estimating Conference that the proposed savings in the medical assistance program could not be achieved in FY 2021. H 7171, Substitute A does not include the funding.

174. Hospitals - Rates to Current Law. H 7171, Substitute A does not include the Governor's recommendation to freeze hospital rates at the 2020 levels. With the late budget passage, the freeze would only apply to three quarters of the year. H 7171 Substitute A adds \$15.7 million, including \$4.8 million from general revenues, to provide a total of \$20.9 million to fund the statutory rate increase.

175. Hospitals - UPL. H 7171, Substitute A includes an outpatient upper payment limit reimbursement to the hospitals for FY 2021 totaling \$7.9 million, consistent with current law. The Governor had proposed eliminating the payment. The \$6.8 million addition to the Governor's budget, includes \$2.2 million from general revenues and corrects the value of the payment which was understated in the November caseload estimate based on an error in the testimony.

176. LTSS Resiliency Fund - Nursing Facility Transformation. H 7171, Substitute A includes \$9.0 million from Coronavirus Relief funds for the Nursing Facility Transformation Program. As part of the \$25.0 million for the LTSS Resiliency Fund, the Executive Office of Health and Human Services awarded funding to ten nursing facilities: eight received \$1.0 million and two received \$0.5 million. The funds can be used to reduce the number of licensed nursing home beds allowing the facility to diversify the use of the vacant beds and build capacity to be able to provide services to more specialized populations.

177. LTSS Resiliency Fund - Nursing Home Supports. H 7171, Substitute A includes \$4.7 million from Coronavirus Relief funds for payments made through the Nursing Home Supports Program. As part of the \$25.0 million for the LTSS Resiliency Fund, the state made \$800 per bed payments to nursing facilities that covered approximately 5,700 beds.

178. LTSS Resiliency Fund - Home & Community Based Services. H 7171, Substitute A includes \$5.9 million from Coronavirus Relief funds for the Home and Community Based Services Investments Program. As part of the \$25.0 million for the LTSS Resiliency Fund, the Executive Office of Health and Human Services awarded funding in three separate phases to expand access to community based services, supporting home health care workers, and provide behavioral healthcare training.

179. Nursing Home Beds - Diversification. H 7171, Substitute A does not include the Governor's recommendation to add \$1.0 million from general revenues for an incentive program for nursing facilities to lower the number of beds available and potentially repurpose the empty beds for other state priorities. This is consistent with the Executive Office's revised request and funding for this activity is included in the nursing facility transformation program using Coronavirus Relief funds.

180. Nursing Home Rates to Current Law. H 7171, Substitute A does not include the Governor's proposal to limit the rate increase for nursing facilities to one percent and adds \$5.1 million, including \$2.1 million from general revenues, for an October 1, 2020 rate increase of 2.9 percent consistent with current law. The total value of the increase is \$7.8 million.

181. Perinatal Doula Services. H 7171, Substitute A does not include the Governor's recommendation to expand the Medicaid program to include coverage for Perinatal Doula Services. Originally estimated to cost \$0.2 million with half coming from general revenues, the revised estimate calculated with the November Caseload Estimate to reflect delay in budget adoption is \$149,956, including \$57,308 from general revenues.

182. Preschool Development Grant. In December 2019, the state was awarded a three-year, \$26.8 million federal grant to improve birth through age five education through the federal Preschool Developmental Grant. H 7171, Substitute A includes \$1.5 million in the Executive Office's budget to fund a public awareness campaign, research activities related to the barriers to access child care, and a survey to determine child care needs in the state. Funding also supports contracted information technology management and program evaluation services.

183. RIte Share Employer Requirements Implementation. The Governor proposed savings of \$19.0 million in the medical assistance program from a significant change in the way the RIte Share program operates by having employers with at least 50 workers, excluding non-profits, submit employee-specific information to the Executive Office of Health and Human Services and Division of Taxation so a determination can be made if a Medicaid eligible individual has access to employer sponsored insurance. The recommendation also included \$0.6 million to implement the proposal. The Executive Office testified at that November Caseload Estimating Conference that the savings could be not achieved in FY 2021. Therefore, when restating the Governor's proposed FY 2021 savings for the updated caseload estimates, this value was reduced to zero. H 7171, Substitute A excludes the administrative expenses related to the proposal and retains the current law program requirements.

184. Reappropriation - MMIS Reprocurement. H 7171, Substitute A includes the \$96,548 from general revenues that the Governor reappropriated to FY 2021 to hire a contractor to start the reprocurement process of the Medicaid Management Information System.

185. Reappropriation - Health Information Technology. H 7171, Substitute A includes the \$95,000 from general revenues that the Governor reappropriated to FY 2021 for health information technology upgrades.

186. Reappropriation - Electronic Visit Verification. H 7171, Substitute A includes the \$76,858 from general revenues that the Governor reappropriated to FY 2021 for the contract for the Electronic Visit Verification system.

187. SBIRT Grant. H 7171, Substitute A includes \$124,800 from federal Screening, Brief Intervention, and Referral to Treatment funds for the Rhode Island Quality Institute to assist with health information projects related to opioid overdose prevention activities.

188. Turnover and Contracted Services - Q1. H 7171, Substitute A reduces general revenue funding for staffing and contracted financial services by \$0.5 million to reflect changes included in the first quarter report.

189. Workshare. H 7171, Substitute A reduces FY 2021 expenditures \$166,180, including \$84,369 from general revenues and \$81,811 from federal funds, based on 21 individuals from the Executive Office opting to participate in the workshare program.

Children, Youth and Families

190. Capital - Generators (GBA). H 7171, Substitute A includes \$0.7 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and adds \$59,938 to reflect updated project costs for the installation of a generator at the Training School, consistent with the Governor's requested amendment.

191. Capital - Training School Asset Protection (GBA). H 7171, Substitute A includes \$0.2 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for the Training School Asset Protection project. This would provide \$0.5 million for FY 2021.

192. Capital - Training School Redesign. The Governor's recommendation includes \$1.8 million for both FY 2021 and FY 2022 for a new project to redesign the Rhode Island Training School. The Governor subsequently requested an amendment to delay the funding one year. H 7171, Substitute A excludes all funding for this project which can be reconsidered as part of the FY 2022 budget.

193. Child Care - Q1. The Governor's recommendation includes \$7.9 million from all sources, including \$4.0 million from general revenues, for daycare expenses for children in foster care. H 7171, Substitute A includes \$0.9 million less than recommended, including \$0.7 million less from general revenues and \$0.2 million less from federal funds, based on updated expenses and is consistent with the Department's first quarter report.

194. Contracted Services - One Time. H 7171, Substitute A does not include the \$350,000 for an organizational assessment conducted by Alvarez and Marsal which was hired to consult with the Department. This consultant reviewed revenues and federal funding optimization including Medicaid and Title IV-E and its methods of data collection and analysis. This funding was inadvertently included in the Governor's FY 2021 recommendation; the final payment was made in FY 2020.

195. COVID Positive Youth Stipend. In response to the COVID-19 emergency, the Department of Children, Youth and Families is providing additional support for foster families that test positive for COVID-19 with enhanced additive rates of \$10 and \$5, for the first 14 days and then days 15 to 28 respectively, to any foster family who takes in a youth diagnosed with COVID-19. The Budget Office estimates costs of \$0.1 million from the Coronavirus Relief Fund for this initiative. H 7171, Substitute A provides funding consistent with that estimate.

196. COVID Related Personnel Costs. H 7171, Substitute A shifts \$2.4 million from general revenues to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

197. COVID Relief - Child Care. On May 27, the Governor signed Executive Order 20-39 authorizing the Department of Human Services to temporarily increase child care reimbursement rates for Child Care Assistance Program providers to assist with the cost of new regulations. Rates announced by the Department of Human Services are effective beginning June 1 and are anticipated to increase program expenditures by \$0.3 million each week. The new rates would have expired on June 26; however, several Executive Orders extended the rates most recently through December 23. Based on this estimate, H 7171, Substitute A includes \$0.6 million more from federal funds for FY 2021 for daycare expenses for children in foster care.

198. COVID Relief - Isolation, Intake Placements. H 7171, Substitute A includes \$2.0 million for placements for youth or families who need to be quarantined prior to placement or who may have been exposed to COVID-19, based on estimates provided by the Office of Management and Budget.

199. COVID Relief - VEC Program Extension Phase II. The Governor renewed prior executive orders which authorized the extension of services for youth who would otherwise age out of the Voluntary Extension of Care program at age 21 through August 31, 2020. H 7171, Substitute A includes funding of \$0.1 million for FY 2021 for the extension of services based on estimated costs reported.

200. Current Service Placements. H 7171, Substitute A includes \$2.2 million less than recommended, including \$0.9 million less from general revenues, for placement costs based on updated census projections provided in the Department's revised request. This includes a lower overall population and fewer out of state placements. This is \$3.9 million more than what was spent in FY 2020.

201. FMAP Relief. On March 18, 2020, President Trump signed into law the Families First Coronavirus Response Act which temporarily increased a state's Medicaid match rate by 6.2 percent for services provided from January 1, 2020 until the end of the public health emergency. Rhode Island's Medicaid match rate is increased to 59.15 percent from 52.95 percent. H 7171, Substitute A includes general revenue savings of \$3.9 million for the Department based on the enhanced rate through the third quarter.

202. Higher Education Incentive Grant - Current Law. H 7171, Substitute A adds \$0.2 million to restore the Higher Education Incentive Grant consistent with current law requiring annual funding for grants to qualifying youth who were in state care and choose to attend the University of Rhode Island, Rhode Island College, or the Community College of Rhode Island. The Governor recommends general revenue savings of \$0.2 million from using excess funds available from prior years but does not include the necessary legal change to effectuate it.

203. Turnover Savings. The Governor includes \$9.3 million more than enacted, primarily general revenues in her FY 2021 recommendation for Department staffing. The Governor's recommendation assumed filling many of the Department's vacant positions which has not occurred. The Department had requested funding for a hiring surge to bolster its frontline staff and several savings initiatives that included hiring additional staff. H 7171, Substitute A includes \$7.4 million in turnover savings, including \$7.6

million less from general revenues and \$0.2 million more from federal funds, based on the first quarter report adjusted for spending through the first pay period in November.

204. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$219,367, including \$155,413 from general revenues, for FY 2021 based on 38 individuals from the Department opting to participate in the workshare program.

Health

205. Adult-Use Marijuana Implementation (4.0 New FTE). H 7171, Substitute A does not include the authorization or regulation of any adult-use marijuana program as proposed by the Governor. It adjusts expenditures and staffing authorization in the Department for which the recommended budget included \$0.6 million and 4.0 new full-time equivalent positions assuming passage of the proposal.

206. Capital - Health Lab. & Medical Examiner Equipment (GBA). The five-year plan assumes \$0.4 million annually from Rhode Island Capital Plan funds to replace medical equipment in the Biological, Forensic and Environmental Sciences laboratories. The Department indicates that some of its current equipment is beyond its 10 to 12 year useful life and is no longer being supported by the manufacturers. H 7171, Substitute A is consistent with the Governor's requested amendment to shift \$0.2 million of FY 2021 expenses to FY 2022.

207. COVID Relief - Consultant Support. The Department anticipates expenditures of \$375,000 for a vendor to provide strategic program management support and subject matter expertise to help the increase and target testing, strategically plan for and begin to distribute vaccines, revamp case investigation and contact tracing as well as other management support. H 7171, Substitute A includes these expenses, including \$250,000 from general revenues for activities after December 30.

208. COVID Relief - Public Health Communications and Data Analytics. The administration projects expenditures of \$12.4 million for communications, data, modeling and analytics relating to COVID-19 for FY 2021. These expenses include communication campaigns, project management, interpreters for press conferences and translation services. H 7171, Substitute A includes these expenses of which \$1.6 million is from general revenues for activities after December 30.

209. COVID Related Personnel Costs. H 7171, Substitute A shifts \$7.9 million of personnel costs from general revenues to federal funds based on the Department's staff time responding directly to the COVID-19 emergency, consistent with federal guidance.

210. COVID Relief - Technical Enablement/Development. H 7171, Substitute A includes \$10.6 million from all sources, including \$0.4 million from general revenues for software and other information technology expenses related to COVID-19. These include expenses for the CrushCovid RI App, the Salesforce software, which is used to coordinate the tracking of demographic data and personnel costs for contractors providing support. General revenues are expected to support activities after December 30.

211. COVID Relief - Vaccine Campaign. Based on projected expenses, H 7171, Substitute A includes a total of \$37.5 million from all sources for the distribution of a vaccine, including personnel to administer it, storage, supplies and outreach. The actual cost of the vaccine will be paid by the federal government. This includes \$12.5 million from general revenues for expenses expected to occur after December 30 when the Coronavirus Relief funds expire.

212. COVID Relief - Contact Tracing (15.0 FTE). Based on projected expenditures, H 7171, Substitute A adds \$63.2 million from all sources for contact tracing and case investigation. This assumes \$51.7 million would be spent by December 30 and the remaining \$11.5 million from general revenues would be spent in

the second half of the fiscal year. These expenses include contracted staffing from ADIL and Guidesoft, retired nurses and epidemiology services from Brown University. This also includes space for staff to work, call center infrastructure, and a staffing vendor to provide services in the event of a surge. H 7171, Substitute A also authorizes 15.0 new full-time equivalent positions to account for the additional staff that has been hired to assist with this and other elements of the Department's response efforts. Total staffing has been near the enacted limit as other vacancies have been used to cover these priorities.

213. COVID Relief - Health Equity Zones. Based on projected expenditures, H 7171, Substitute A includes \$4.2 million from federal Coronavirus Relief funds to support the Health Equity Zones to support mitigation efforts. A total of 10 Health Equity Zones were created throughout the state in 2015. The zones are geographical areas designed to achieve health equity by eliminating health disparities to promote healthy communities. They are currently located in Providence, Pawtucket, Central Falls, West Warwick, Woonsocket, Bristol and Newport.

214. COVID Relief - Medical Examiner and Surge Expenses. As part of the Paycheck Protection Program and Health Care Enhancement Act, the Department of Health received \$86.7 million for the state testing component. The Department obtained approval from the Centers for Disease Control and Prevention to use \$2.5 million from that federal grant to purchase a 20,280 square foot building in Cumberland for the Office of State Medical Examiners. Based on projected expenditures, H 7171, Substitute A includes \$3.4 million from federal funds for the cost of the building and \$0.9 million to purchase vehicles to respond to the scene of deaths.

215. COVID Relief - Testing. The state anticipates spending \$264.2 million on testing in FY 2021, which includes laboratory contracts, supplies, site equipment, and staffing. In FY 2020, \$5.4 million was spent. Expenses through the end of the calendar year are projected at \$143.0 million and an additional \$121.2 million would be spent in the second half of the fiscal year. H 7171, Substitute A includes \$264.2 million for these expenses, including \$60.5 million from general revenues which would cover expenses to be incurred in the second half of fiscal year for which there is no other federal support.

216. Home Visiting Program Expansion. The Governor's budget adds new general revenue expenditures of \$0.4 million to provide families with resources and services such as preventive health and prenatal care and \$0.7 million to support family home visiting programs, which provide families with resources and services such as promoting positive parenting techniques, and finding employment and child care solutions. H 7171, Substitute A does not include the new funding. This program is currently funded with federal Maternal and Child Health Care Block Grant funds.

217. Interstate Medical Licensing - Membership Fees. H 7171, Substitute A does not include the Governor's proposal to authorize the state to join several interstate medical compacts, including physicians, psychologists, physical therapists, and emergency medical services personnel and adjusts revenues accordingly. The recommended budget assumes \$12,000 from general revenues for the annual fee to join the licensure compacts for nurses and psychologists.

218. Preschool Development Grant & Other Federal Adjustments (GBA). The Executive Office of Health and Human Services received a new three year grant award of \$27.0 million to improve the quality and availability of early childhood care and education services in the state. The Executive Office entered into a Memorandum of Understanding with the Department of Health to complete certain tasks. The Governor subsequently requested an amendment to include \$1.9 million in the Department of Health to conduct a comprehensive statewide birth through five needs assessment to provide more choices for child care centers, home visiting service providers and home-based child care providers. The amendment also reduced federal fund expenditures in Community Health and Equity by \$0.3 million, reflecting an updated federal match. H 7171, Substitute A includes the adjustments.

219. Public Health Data Charges. H 7171, Substitute A does not contain the Governor’s proposal to authorize the director of the Department of Health to charge fees for processing special data requests and offer exemptions from those fees. The proposal called for “approximately half” of the revenues to be appropriated to the Department to manage and sustain data systems to meet requests. The Governor recommended \$0.2 million for operating expenses based on \$0.4 million in revenues. The budget enactment delay lowers projected revenues in FY 2021 to \$0.2 million assuming six months of collections. H 7171, Substitute A excludes the revenues and related expenses.

220. Shellfish Dockside New Program (3.0 FTE). H 7171, Substitute A does not contain the Governor’s proposal to authorize the director of the Department of Health to impose licensing fees on marine shellfish processors. The fees would be established through rules and regulations. The fees would be deposited as general revenues and would be allocated to the Department for the administration of the program. The recommended budget assumes revenues of \$0.4 million and a like amount in expenditures for staffing of 3.0 new positions and operating expenses associated with providing sampling, laboratory testing and monitoring.

221. Staffing Enhancement - Current Programs (35.0 FTE). The recommended budget includes \$3.1 million from federal funds and restricted receipts to fund 35.0 new positions in the Department to expand various programs, including lead poisoning prevention, drug overdose prevention, the Women, Infants, and Children nutrition assistance program and others. H 7171, Substitute A excludes the new positions and adjusts expenditures and staffing accordingly.

222. Workshare. H 7171, Substitute A includes savings of \$16,457, including \$8,201 from general revenues for FY 2021 based on one individual from the Department opting to participate in the workshare program.

Human Services

223. Aging and Disability Resource Center CARES Act. The final FY 2020 appropriation included \$0.3 million from new federal funds awarded to the Office of Healthy Aging to launch and support the state’s aging and disability center. Additionally, the Department of Administration approved the use of \$15,792 from Coronavirus Relief funds to assist specifically with outreach to this population. As funds were not spent in FY 2020, H 7171 Substitute A includes \$260,155 for FY 2021, with the remaining funds to be used in FY 2022.

224. Capital - Blind Vending Facilities (GBA). H 7171, Substitute A includes the Governor’s requested budget amendment to provide a total of \$68,382 from Rhode Island Capital Plan funds for the state’s blind vending facilities for FY 2021. This is \$96,618 less than recommended and reflects the unused funds reappropriated from FY 2020 and a shift of the original recommendation of \$165,000 for FY 2021 to FY 2022.

225. Capital - Veterans Home Asset Protection (GBA). H 7171, Substitute A includes the Governor’s requested amendment to remove funding for the Veterans Home Asset Protection project for FY 2021. No asset protection projects appear to be planned until remaining small projects that are part of the facility construction project are completed.

226. Cash Assistance Caseload - November Conference. H 7171, Substitute A reduces expenditures for cash assistance caseloads by \$16.1 million, including \$2.7 million less from general revenues, to reflect the November Caseload Estimating Conference estimates for Rhode Island Works, subsidized child care, supplemental security income and general public assistance bridge programs.

227. Child Care Provider Capital Support. H 7171, Substitute A includes \$5.0 million from federal Child Care Development funds for a new child care relief capital fund. Funds will be awarded to center and family based providers, including those that do not currently participate in the Child Care Assistance Program so long as they meet the grant requirements. The Department anticipates awarding up to 500 grants to providers for physical space improvements needed to comply with enhanced health and safety regulations.

228. Child Care Program Expansion. H 7171, Substitute A excludes the Governor's recommendation to expand eligibility for the child care assistance program to individuals enrolled at one of the state's public institutions of higher education to qualify for child care assistance. Based on a delay in implementation the projected cost was revised to \$100,000 for the final six months of FY 2021.

229. Child Care Rates - Current Law. H 7171, Substitute A excludes the Governor's proposal to increase rates paid to center-based child care providers for infant, toddler and preschool age children in the child care assistance program. The budget delay revised the FY 2021 estimated to cost \$1.9 million. It should be noted, however, that on May 27, the Governor signed Executive Order 20-39 authorizing the Department to temporarily increase child care reimbursement rates for Child Care Assistance Program providers to assist with the cost of new regulations. Through executive orders, the enhanced rates have been extended each month through December 23. The November caseload estimate assumes the enhanced rates will continue to be extended through the remainder of FY 2021.

230. Child Support Enforcement Escrow Conversion (GBA). As part of the FY 2019 audited closing, the State Controller and Auditor General reclassified a number of escrow accounts as restricted receipts. Expenditures within escrow accounts do not typically appear in agency operating budgets. The Governor's budget inadvertently excluded these funds. H 7171, Substitute A contains the Governor's requested amendment to include \$3.5 million from restricted receipts to reflect the new guidelines; this is consistent with expected expenses.

231. Community Services Block Grant - CARES Act. The final FY 2020 appropriation included \$9.6 million from federal funds to support programs and services through the Community Services Block Grant, including those targeting low-income families. This includes \$5.5 million from new funds authorized through the CARES Act; however, the new funds were not spent prior to the end of the fiscal year. Based on the Department's revised request, H 7171, Substitute A includes \$4.1 million for FY 2021, with remaining funds available for use in FY 2022.

232. Congregate & Home Delivered Meals - CARES Act. The final FY 2020 appropriation included a total of \$6.5 million from all sources for elderly nutrition services, including \$3.6 million from new federal funds for congregate and home delivered meals authorized in response to the coronavirus. Of the new funds, \$1.4 million was spent in FY 2020 and H 7171, Substitute A includes the remaining \$2.2 million for FY 2021.

233. COVID Related Personnel Costs - Veterans Home. H 7171, Substitute A shifts \$11.8 million from general revenues to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

234. COVID Relief - Elderly Nutrition Programs. H 7171, Substitute A includes \$0.2 million from Coronavirus Relief funds for elderly nutrition programs administered by the Office of Healthy Aging. This includes \$126,451 for Meals on Wheels to distribute 18,480 meals in December and \$55,000 to deliver 500 food and personal care supply boxes in December.

235. COVID Relief - Rhode Island Community Food Bank. H 7171, Substitute A adds \$0.7 million from Coronavirus Relief funds for the Rhode Island Community Food Bank. This in addition to the enacted level of \$175,000 from general revenues, for total funding of \$0.8 million.

236. COVID Relief - Rhode Island Works Emergency Payment. On November 25, the Governor announced that the Department of Human Services would issue a supplemental emergency payment to families currently receiving Rhode Island Works benefits. Participants will receive one extra month of benefits in December at the usual monthly value. A similar payment was made to participants in June. H 7171, Substitute A includes \$1.5 million from federal Coronavirus Relief funds for the emergency payment.

237. COVID Relief - Supplemental Nutrition Program Emergency Payment. On November 25, the Governor announced that the Department of Human Services will issue a one-time benefit of approximately \$600 to households currently receiving Supplemental Nutrition Assistance Program benefits. H 7171, Substitute A includes \$14.0 million from federal Coronavirus Relief funds to account for the one-time payment.

238. COVID Relief - Summer Programming Guidance. H 7171, Substitute A includes \$133,800 from Coronavirus Relief funds to account for the Department's contract with the Public Consulting Group for the development of guidelines for safe summer programming, primarily summer camps.

239. Elderly & Disabled Supportive Services - CARES Act. The final FY 2020 appropriation included \$1.0 million from new federal funds for supportive services to the elderly and disabled. Funds can be used for program administration and distributed to providers for a variety of activities outlined in Title III-B of the Older Americans Act, such as health education, counseling, housing services, transportation, elder abuse prevention and response activities, and in-home services, among others. As funds were not spent in FY 2020, H 7171, Substitute A includes \$0.8 million for FY 2021, with the remaining \$0.2 million available for use in FY 2022.

240. Family Caregivers - CARES Act. The final FY 2020 appropriation included \$0.5 million from new federal funds for family caregivers. Funds can be used for activities outlined in Title III-E of the Older Americans Act, including providing information to caregivers on available support, assisting caregivers in accessing that support, individual counseling and caregiver training, respite care, and, on a limited basis, services that supplement the care provided by caregivers. As funds were not spent before the end of the fiscal year, H 7171, Substitute A includes \$400,000 for FY 2021 based on the Department's revised request. The remaining funds would be used in FY 2022.

241. Family Violence Prevention - CARES Act. The final FY 2020 appropriation included \$0.2 million from new federal funds made available through the CARES Act for family violence prevention activities. Funds are distributed to local organizations to provide temporary housing and assistance to victims of family, domestic, and dating violence. Based on actual expenses incurred in FY 2020, H 7171, Substitute A includes \$0.1 million from available funds for FY 2021.

242. FMAP Relief. On March 18, 2020, President Trump signed into law the Families First Coronavirus Response Act which temporarily increased a state's Medicaid match rate by 6.2 percent for services provided from January 1, 2020 until the end of the public health emergency. Rhode Island's Medicaid match rate is increased to 59.15 percent from 52.95 percent. H 7171, Substitute A includes general revenue savings of \$0.4 million for the Department based on the enhanced rate through the third quarter.

243. LIHEAP - CARES Act. The final FY 2020 appropriation included \$37.5 million for the Low Income Home Energy Assistance Program (LIHEAP), including \$5.9 million from new federal funds available through the CARES Act. As the new funds were not spent in FY 2020, H 7171, Substitute A

includes the funding for FY 2021. The program assists low income households to meet the increasing costs of home energy and reduce the severity of an energy related crisis.

244. Office of Veterans Services - RI Serves. The Office established a coordinated care network solution and case management system, RI Serves, to connect veterans applying for assistance with program through a community provider network. The project was supported from Information Technology Investment funds in FY 2019 and FY 2020. The Governor added \$153,000 from general revenues for FY 2021. H 7171, Substitute A excludes the new funding; the Office has continued support with existing resources.

245. Ombudsman Program - CARES Act. The final FY 2020 appropriation included \$0.1 million from new federal funds available through the CARES Act for the state ombudsman program. This includes reimbursement of expenses related to remote work, purchasing equipment and other technology that allows the ombudsman to work remotely and enhancing the ombudsman presence in facilities while they cannot physically visit during the COVID-19 crisis. As funds were not spent in FY 2020, H 7171, Substitute A includes \$80,000 for FY 2021.

246. Staff & Operating Savings - Q1. Based on the first quarter reports submitted by both the Department and Office of Management and Budget, H 7171, Substitute A includes general revenue savings of \$2.2 million. This reflects changes across personnel and operating expenses for all program areas, excluding the Offices of Healthy Aging and Veterans Services.

247. Preschool Development Grant (GBA). In December 2019, the state was awarded a three-year, \$26.8 million federal grant to improve birth through age five education. H 7171, Substitute A includes the Governor's requested budget amendment to include \$8.9 million for FY 2021 across four state agencies, including \$1.4 million for the Department of Human Services.

248. RI Community Food Bank General Revenues to Enacted. H 7171, Substitute A includes the enacted level of \$175,000 from general revenues for the Rhode Island Community Food Bank. This in addition to \$670,000 provided from federal Coronavirus Relief funds, for total funding of \$845,000. The Governor's budget proposed doubling general revenue support to \$350,000.

249. RI Alliance of Boys & Girls Club to Enacted. H 7171, Substitute A includes the enacted amount of \$250,000 for the Boys and Girls Clubs Project Reach program, which provides homework assistance and afterschool activities. The Governor's budget proposed removing this general revenue support.

250. RI Works - Expansion. H 7171, Substitute A excludes the Governor's proposals to expand benefits for Rhode Island Works participants, including exemption of newly earned income for six months and amending the definition of dependent children. The revised impact of these changes for half the year is estimated to be \$220,000 for FY 2021.

251. Supplemental Nutrition Assistance Program. H 7171, Substitute A increases expenditures for the federal Supplemental Nutrition Assistance Program by \$32.0 million based on estimated program participation and benefit changes. This is consistent with the Department's revised FY 2021 request.

252. Veterans' Home Collections to Current Law. H 7171, Substitute A does not contain the Governor's proposal to increase the Veterans' Home resident assessments and shift them from state general revenues to restricted receipts. Subsequent to the final FY 2020 appropriation in June, the Home revised its maintenance fee policy to stop charging residents with a 70 percent or greater service related disability. This change complies with federal regulations as the Home receives an enhanced federal per diem reimbursement for these individuals. Additionally as a result of the coronavirus, the declining census at the Home has reduced maintenance fee collections and federal per diem reimbursements. H 7171,

Substitute A funds the Veterans' Home consistent with current state and federal law and provides \$1.2 million more than recommended from all sources, including \$7.5 million from general revenues.

253. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.9 million, including \$0.4 million from general revenues, based on 162 individuals from the Department opting to participate in the workshare program.

BHDDH

254. Access to Independence/Thresholds to Enacted. H 7171, Substitute A does not contain the \$0.6 million from new general revenues the Governor proposed to increase funding for the Access to Independence and Thresholds programs. This includes \$500,000 to expand housing options through the Thresholds program and \$100,000 to help adults with developmental disabilities to remain in their homes. The Department's FY 2021 revised request and first quarter report also exclude these funds.

255. Adult-Use Marijuana Implementation (2.0 FTE). H 7171, Substitute A does not include the Governor's proposal for a new adult-use marijuana program. Accordingly, it excludes \$0.5 million and 2.0 new administrator positions and funding proposed for prevention, treatment, and workforce development programming in the Department.

256. COVID Related Personnel Costs. H 7171, Substitute A shifts \$4.9 million from general revenues to federal funds based on staff time at Eleanor Slater Hospital responding directly to the COVID-19 emergency, consistent with updated federal guidance.

257. COVID Relief Funds - Mental Health & Domestic Violence Prevention Programs. H 7171 Substitute A includes \$2.1 million from Coronavirus Relief funds be used to support programs that address mental health and domestic violence issues during the pandemic. Funding will support student assistance services, opioid outreach and distribution of naloxone, and counseling and advocacy for survivors of family violence. The Rhode Island Foundation is managing the process to award the funds.

258. COVID Relief Funds - Substance Abuse Provider Relief Grant. H 7171, Substitute A includes \$1.0 million in one-time payments from Coronavirus Relief funds to substance abuse and opioid treatment providers who offer community based detoxification and residential services. This will pay for personal protection equipment and other infection control as well as other costs related to the pandemic. Availability of these services potentially reduces inpatient hospitalization during the pandemic.

259. DD - Rate Enhancement. H 7171, Substitute A does not contain the Governor's recommendation to enhance current rates for direct support and other professionals employed through the community based agencies and excludes the proposed \$2.2 million, including \$1.0 million from general revenues.

260. Eleanor Slater Hospital - Forensic Unit Match Issue. In May, the Department revealed that the state could also not claim Medicaid for forensic patients at the state hospitals making it ineligible for \$15.0 million of federal funds assumed in the Governor's budget. H 7171, Substitute A includes sufficient state resources to restore the lost federal funds for FY 2021.

261. Eleanor Slater Hospital - Medical Patients - Match Issue. In June, the Department testified to the House Finance Committee that it could also not bill Medicaid, or Medicare, for an unidentified number of patients who were likely not meeting the level of care required to be in a hospital setting. Such patients should be in other placements, such as a nursing home for which reimbursements are considerably lower. Further analysis suggest the total loss of federal and other revenue to be \$55.2 million for FY 2021. H 7171, Substitute A includes sufficient state resources to restore the lost federal funds for FY 2021.

262. Eleanor Slater Hospital - Medical Patients - SPA. H 7171, Substitute A includes \$10.0 million in federal funds to offset the losses noted above based on federal approval of the state plan amendment to allow the state to once again receive Medicaid funds for medical and certain psychiatric patients at Eleanor Slater Hospital. The Department is completing a review process to determine what hospital costs are reimbursable by Medicaid and provided this conservative estimate in the first quarter report.

263. FMAP Relief - Developmental Disabilities. On March 18, 2020, President Trump signed into law the Families First Coronavirus Response Act which temporarily increased a state's Medicaid match rate by 6.2 percent for services provided from January 1, 2020 until the end of the public health emergency. Rhode Island's Medicaid match rate is increased to 59.15 percent from 52.95 percent. H 7171, Substitute A includes general revenue savings of \$10.8 million for the Department based on the enhanced rate through the third quarter of FY 2021.

264. Person Centered Supported Employment - Federal Match Correction. H 7171, Substitute A excludes \$3.0 million from Medicaid assumed for payments to community-based providers participating in the Person Centered Supported Employment Performance Program to recognize that the services being provided cannot be matched by Medicaid. H 7171, Substitute A maintains the \$3.0 million from general revenues to support the program which includes certification payments, supplemental authorization and payments for meeting benchmarks in the consent decree.

265. Prevention Programs New Fine. H 7171, Substitute A does not include the Governor's proposal for a new \$250 fine for anyone convicted of driving under the influence or refusing a breathalyzer that would have generated \$0.2 million be used for prevention programs. It also does not include the statutory change necessary to transfer \$0.3 million of forfeiture funds collected through the Uniform Controlled Substances from the Department of Health to the Department of Behavioral Healthcare, Developmental Disabilities and Hospitals.

266. RICLAS - FMAP Relief. On March 18, 2020, President Trump signed into law the Families First Coronavirus Response Act which temporarily increased a state's Medicaid match rate by 6.2 percent for services provided from January 1, 2020 until the end of the public health emergency. Rhode Island's Medicaid match rate is increased to 59.15 percent from 52.95 percent. H 7171, Substitute A includes general revenue savings of \$1.0 million for the state-run residential system known as RICLAS, in the Division of Developmental Disabilities.

267. RICLAS Privatization Reversal. The Governor recommends privatizing the state run system for adults with developmental disabilities, known as RICLAS, and includes savings of \$4.5 million, including \$1.0 million from general revenues, for direct services. The budget also includes \$1.0 million, of which \$0.5 million is from general revenues, for a consultant to assist with the proposal and reduces staffing by 204.0 full-time equivalent positions. H 7171, Substitute A does not include the proposal and adjusts funding accordingly between the state and community based programs and adds back the 204.0 full-time equivalent positions.

268. Workshare. H 7171, Substitute A includes savings of \$0.8 million, including \$0.7 million from general revenues and \$0.1 million from federal funds, based on 116 individuals from the Department opting to participate in the workshare program.

Child Advocate

269. Staffing Cost Shift (GBA). As submitted, the Governor's budget recommends \$1.1 million for staffing expenses, including \$0.9 million from general revenues and \$0.2 million from federal funds. A subsequent amendment request to shift \$45,195 from general revenues to federal funds corrects an

understatement in the value of costs covered by federal funds. H 7171, Substitute A includes the requested adjustment.

270. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$14,648, including \$12,819 from general revenues based on three individuals from the Office opting to participate in the workshare program.

Deaf and Hard of Hearing

271. Community Project Coordinator. The Governor's budget includes new general revenue expenditures of \$30,000 for which the enacted budget included \$30,000 from restricted receipts for a contracted part-time community project coordinator, who assists the director of operations in installing communication assistive devices within state-owned walk-in facilities. H 7171, Substitute A includes funding consistent with the enacted budget.

272. Computer Aided Real Time Translation & Interpreter Services. The Governor's recommended budget excludes the enacted amount of \$67,608 from general revenues and restricted receipts for Computer Aided Real Time Translation and Interpreter Services. The Commission obtains interpreter services in order to provide full communication accessibility to both the Commission staff and the public. H 7171, Substitute A includes \$50,000 from restricted receipts.

Governor's Commission on Disabilities

273. ADA Signing 30th Anniversary. The Governor's budget includes \$90,000 from all sources, including \$45,000 from general revenues and \$45,000 from restricted receipts to coordinate celebration activities to mark the 30th anniversary of signing of the Americans with Disabilities Act. H 7171, Substitute A includes the expenditures from restricted receipts; the Commission will be using donated funds to commemorate the event.

274. Reappropriation - Livable Home Modification. The Governor reappropriated \$28,293 from unspent general revenues from FY 2020 for grants for the Livable Home Modification Grant Program, which provides funding to support home modifications and accessibility enhancements to allow individuals to remain in community settings. This would provide \$0.5 million for FY 2021; H 7171, Substitute A includes the reappropriation.

275. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$18,917 based on three individuals opting to participate in the workshare program.

Elementary & Secondary Education

276. Advanced Coursework Network Increase. The Governor recommends \$0.7 million for the advanced coursework network for FY 2021, including \$0.5 million from permanent school funds. The program allows middle school and high school students to enroll in courses offered by network providers, which include non-profit organizations, colleges and universities, and school districts. The proposal adds \$200,000 from an available permanent school fund balance. Use of additional permanent schools funds will eliminate the fund's balance and limit future funding as it typically generates less than the appropriation and the FY 2020 final budget excluded a similar proposal. H 7171, Substitute A maintains funding as enacted.

277. Capital - School for the Deaf Asset Protection (GBA). H 7171, Substitute A is consistent with the Governor's requested budget amendment to increase funding for the School for the Deaf asset protection project by \$200,000 from Rhode Island Capital Plan funds, for total funding of \$250,000 for FY 2021. The

additional funds will be used to upgrade the school's security system as there has been a recent surge of violence and property destruction in the immediate area.

278. COVID Relief - K-12 Reopening Initiatives. H 7171, Substitute A includes \$39.4 million from Coronavirus Relief funds for activities related to school reopening. This includes contracting with the District Management Group to assist with school reopening, including developing state-level guidance, assisting with district plans, and staff training. This also includes recruiting and training additional substitute teachers, as well as the purchase and distribution of air purifiers to local education agencies.

279. COVID Relief - Summer Education Programming. H 7171, Substitute A includes \$7.2 million from Coronavirus Relief funds for three separate programs to support summer learning and in-person services for children including \$2.5 million for grants to municipal and non-profit summer camps to assist with increased operating costs from providing in-person services, \$3.7 million for the Summer Academy for Interactive Learning (SAIL) which offered online summer courses, and \$1.0 million for grants to urban communities to provide summer learning activities.

280. COVID Relief - Education Stabilization Discretionary. The final FY 2020 appropriation included \$4.6 million from all sources for administration of the new federal education stabilization funds available through the CARES Act. While funds were not spent by the close of FY 2020, the Department spent \$0.7 million through November 17 to support summer learning opportunities and will distribute the remaining funds to those local education agencies most impacted by the coronavirus. As all funds are expected to be distributed in FY 2021, H 7171, Substitute A includes the funding.

281. COVID Relief - FY 2020 Aid Carry Forward. The final FY 2020 appropriation included \$50.0 million from Coronavirus Relief funds to be distributed to local education agencies in proportion to the FY 2019 distribution of Title I-A funds. However, the Department did not begin distributing funds until the fall of 2020. Additionally, charter schools that received a paycheck protection program loan through the CARES Act, had their allocation reduced by the same amount, as required in the final appropriations bill. H 7171, Substitute A includes \$46.7 million from Coronavirus Relief funds to account for the late distribution of funding to districts.

282. COVID Relief - Rethink K-12 Education Grant. In August, the Department of Elementary and Secondary Education was awarded a three-year, \$10.9 million competitive grant authorized under the Coronavirus Aid, Relief and Economic Security Act. Funds are limited to the establishment and expansion of virtual learning and course access programs. H 7171, Substitute A includes \$0.6 million from these new funds for FY 2021 based on the Department's revised FY 2021 request.

283. Curriculum Support (2.0 FTE). The Governor recommends \$0.3 million from general revenues and authorization for 2.0 new full-time equivalent positions to support curriculum. It should be noted that based on a supplemental personnel request made by the Department in May 2019, the enacted budget included authorization and full-funding for 4.0 new full-time equivalent positions to support curriculum and school leadership, only two of which had been hired by the start of 2020. The Department had filled positions for which no funding was included in the enacted budget. As the Department can repurpose vacancies to meet its priorities, H 7171, Substitute A excludes the funding and authorization.

284. Davies - Escrow Conversion (GBA). As part of the FY 2019 audited closing, the State Controller and Auditor General reclassified a number of escrow accounts as restricted receipts. Expenditures within escrow accounts do not typically appear in agency operating budgets. The Governor's budget inadvertently excluded these funds. H 7171, Substitute A contains the Governor's requested amendment to include \$350,000 from restricted receipts to reflect the new guidelines; this is consistent with expected expenses.

285. Education Aid - March Data Update (GBA). H 7171, Substitute A is consistent with the Governor's requested budget amendment to add \$7.5 million from general revenues for the tenth year of the education funding formula aid based on updated student enrollment data provided in April. The update affects districts differently with some receiving more and some receiving less than the Governor's budget assumed.

286. English Language Learner Aid Expansion. The Governor recommends \$7.5 million from general revenues for the English language learner category of education aid, \$2.5 million more than enacted. Her budget also includes legislation to rename this as multilingual learner aid and outlines specific uses of funds, including new bilingual classrooms and increasing capacity of multilingual educators. H 7171, Substitute A maintains current law and the enacted funding level of \$5.0 million.

287. English Language Learner Tests. The Governor recommends \$0.5 million from all sources for English language learner testing, including \$115,000 from new general revenues. H 7171, Substitute A assumes that the additional expenses will be supported within the Department's existing resources.

288. Pre-K Program to Current Law (1.0 FTE). The Governor recommends \$4.9 million from general revenues from a proposal to add prekindergarten students enrolled in district-run classrooms to the funding formula, expand the number of non-district classrooms, and add a new full-time equivalent position. The proposal does not limit the expansion of district-run classrooms supported by the formula, so long as they are approved by the Department. Additionally, the state received a three-year, \$26.8 million grant to improve birth through age five education, including creation of new classrooms. It appears that the new federal funds could be used for staff. H 7171, Substitute A maintains current law on the funding formula; it does, however, include \$4.2 million from new federal funds, noted separately.

289. Prepare RI (1.0 FTE). The Governor recommends \$0.1 million from general revenues and authorization for one new position to support the Department's Prepare RI program. This program was funded from a multi-year New Skills for Youth grant, which has since expired, that also supported two fellowships. The recommendation would replace one fellowship with a permanent position. H 7171, Substitute A excludes the funding and authorization.

290. Preschool Development Grant (GBA). In December 2019, the state was awarded a three-year, \$26.8 million federal grant to improve birth through age five education. The Governor's budget excludes the federal funds, though supporting documents indicate that funds would be used to expand and support the state's prekindergarten program. It should also be noted that the Department awarded 17 new state classrooms in FY 2021 using \$3.0 million of the new federal funds. H 7171, Substitute A is consistent with the Governor's requested amendment to add \$4.2 million from new federal preschool development funds, including the \$3.0 million for classrooms and \$1.2 million for program expenses, including professional development and technical assistance for those new classrooms.

291. School Building Authority (2.0 FTE). H 7171, Substitute A does not include the Governor's recommendation to add \$0.2 million from restricted receipts from the Rhode Island Health and Educational Building Corporation in FY 2021 for two new school construction positions, including a finance specialist and a clerk secretary. The recommendation increases the number of funded positions for the School Building Authority from 4.0 positions to 6.0 positions.

292. School for the Deaf Audiology Center to Current Law. The Governor's recommended budget reduces funding for the School for the Deaf Audiology Center by \$235,000 based on a proposal to eliminate the requirement that the Department operate a statewide hearing screening program, instead allowing schools to conduct their own hearing screenings or contract with the School for the Deaf to provide the services. This is similar to a 2019 proposal from the Governor's Commission on Government Efficiencies that was not enacted. While the Governor's budget includes general revenue savings from the proposal, it

does not assume collection of any restricted receipts to offset expenses. H 7171, Substitute A does not include this proposal and restores the funding.

293. School Nutrition Programs. H 7171, Substitute A includes authorization for an additional \$9.8 million from federal nutrition funds, including national school breakfast and lunch programs. This reflects estimated program expenditures based on the Department's revised FY 2021 request.

294. School Resource Officer Aid to Current Law. H 7171, Substitute A does not include the Governor's recommendation to expand the school resource officer category of education aid to include school mental health professionals. The proposal would have provided funding for only one year, FY 2021, and relied on use of general revenues and new Opioid Stewardship funds. Based on the Department's revised request, H 7171, Substitute A includes \$325,000 from general revenues to support current requests for reimbursement, \$1.7 million less than recommended from all sources.

295. School System Support Staff (3.0 FTE). The Governor recommends \$1.0 million from all sources to support school systems, including 3.0 new full-time equivalent positions. This includes \$0.6 million from general revenues to fund a second Deputy Commissioner, a director and an education specialist. Meanwhile, the Department announced hiring of the Deputy Commissioner in December 2019, which required repurposing a vacant position and funding. Additionally, the recommendation includes \$0.4 million from unidentified charitable donations to fund professional education. The Department has repurposed positions and funds for at least two of the positions and no charitable funds have been identified. H 7171, Substitute A does not include the new funding or positions.

296. Shepard Building Parking. Based on a recommendation from the Governor's Efficiency Commission, the Governor's recommended budget assumes Department of Elementary and Secondary Education staff would have moved from the Shepard Building to the William E. Powers building by the end of FY 2020. The recommendation assumes general revenue savings of \$254,000 from eliminating the need for future parking leases. As the move did not occur and the Department entered into new parking leases for FY 2021, H 7171, Substitute A restores the funding.

297. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.3 million including \$0.2 million from general revenues based on 48 individuals from the Department opting to participate in the workshare program.

Higher Education

298. Capital - CCRI - Knight Campus Lab Renovation (GBA). H 7171, Substitute A includes \$0.3 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for the Knight Campus Lab Renovation project consistent with the Governor's requested amendment. This would provide \$1.6 million for FY 2021.

299. Capital - CCRI Asset Protection (GBA). H 7171, Substitute A is consistent with the Governor's requested amendment to shift \$1.8 million from Rhode Island Capital Plan funds from FY 2021 to FY 2022 through FY 2024 for the Community College's Asset Protection project.

300. Capital - CCRI Data Cabling and Power Infrastructure (GBA). H 7171, Substitute A includes \$0.3 million reappropriated from FY 2020 to FY 2021 and shifts \$4.8 million from FY 2021 and FY 2022 to FY 2023 and FY 2024 for the Community College's Data Cabling, and Power Infrastructure project consistent with the Governor's requested amendment.

301. Capital - CCRI Flanagan Campus Renewal (GBA). H 7171, Substitute A delays the start of the Flanagan Campus Renewal project by shifting \$2.0 million from Rhode Island Capital Plan funds from FY 2021 to FY 2022, consistent with the Governor's requested amendment.

302. Capital - CCRI Knight Campus Renewal (GBA). H 7171 Substitute A includes \$1.6 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and shifts \$3.5 million to FY 2022 and FY 2023 for the Knight Campus Renewal project consistent with the Governor's requested amendment. This is \$1.9 million less than the Governor's original recommendation for FY 2021; however, total funding for the project is unchanged.

303. Capital - OPC Asset Protection (GBA). H 7171, Substitute A includes \$0.3 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for asset protection at the Office of the Postsecondary Commissioner consistent with the Governor's requested amendment. Future funding for this building is now in the Department of Administration's budget.

304. Capital - RIC Asset Protection - (GBA). H 7171, Substitute A includes \$2.8 million from Rhode Island Capital Plan funds reappropriated from FY 2020 for the College's Asset Protection project across FY 2021 through FY 2024. This includes increases of \$0.1 million in FY 2021, \$0.5 million in FY 2022, \$1.2 million in FY 2023, and \$1.0 million in FY 2024. Total funding for the College is the same. The Governor requested an amendment to do something similar; however, that amendment appears to eliminate \$0.1 million in funding.

305. Capital - RIC Infrastructure Modernization (GBA). H 7171, Substitute A is consistent with the Governor's requested amendment to shift \$2.5 million from Rhode Island Capital Plan funds from FY 2021 to later years for the College's Infrastructure Modernization project. This includes increases of \$0.8 million in FY 2022, \$1.0 million in FY 2023, and \$0.7 million in FY 2024. Total funding is unchanged.

306. Capital - URI Asset Protection (GBA). H 7171, Substitute A is consistent with the Governor's requested amendment to shift \$6.1 million from Rhode Island Capital Plan funds from FY 2021 to FY 2022 through FY 2024 and the out years for the University's Asset Protection project. Total funding is unchanged.

307. Capital - URI Fine Arts Center (GBA). H 7171, Substitute A incorporates the \$2.0 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for the University's Fine Arts Center project consistent with the Governor's requested amendment. This would provide \$2.0 million for FY 2021 to complete the work.

308. CCRI New Advisors. The Governor recommends \$0.3 million from general revenues for three new student advisors within the Community College's current authorization. There are 25 full-time and 3 part-time advisors as part of the current advisory staff. H 7171, Substitute A excludes the new funding.

309. COVID Related Personnel Costs - OPC. H 7171, Substitute A shifts \$0.1 million from restricted receipts to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

310. COVID Relief - RIC and CCRI. The Office of Management and Budget reported that \$9.0 million from the federal Coronavirus Relief Fund has been reserved for the Community College of Rhode Island and Rhode Island College to ensure these institutions of higher education are able to safely reopen. According to the Administration, ongoing communications with the institutions have made it clear that significant COVID-related costs have been incurred which cannot be accommodated within either institution's current resources. This includes approximately \$4.0 million for the College and \$5.0 million

for the Community College. These are costs which are eligible to be paid from the Coronavirus Relief Fund. Based on this, H 7171, Substitute A includes \$9.0 million from federal funds for these costs.

311. COVID Relief - URI. H 7171, Substitute A provides \$14.0 million in federal funds for the University of Rhode Island's COVID-related costs and partially offsets that with a reduction of \$7.0 million from general revenues. Significant COVID-related costs have been incurred by the University which are eligible to be covered by federal funds. These include refunds for housing, testing costs, classroom upgrades, personal protective equipment, reconfigurations to meet regulations, training for remote learning, computer equipment and supplies.

312. Debt Service Adjustments. H 7171, Substitute A increases recommended expenditures for debt service at the Community College and University by \$1.6 million, including \$0.8 million from general revenues based on updated projections. This includes \$0.8 million for the University's general obligation bond debt service, and \$0.7 million from other funds for energy conservation debt at both the University and Community College.

313. Dual Enrollment to Enacted. H 7171, Substitute A provides funding the Dual Enrollment program at the enacted level of \$2.3 million, \$0.9 million less than recommended by the Governor. This program is in its sixth year and allows students to take courses on either a higher education institution campus or at their high school. It is intended to allow qualified high school students to earn college credit at no cost to the students. This program and the Last Dollar Scholarship program are supported by tuition savings fees and guaranty agency reserve funds, which are declining revenue sources. Providing funding at the enacted level preserves resources through FY 2022.

314. Northern RI Education Center Delay (1.0 FTE). H 7171, Substitute A does not include the Governor's recommendation to add \$0.1 million from restricted receipts and authorization for a new operations and facilities manager at the Northern Rhode Island Education Center. A location has been secured but will not be open during FY 2021. A similar request for FY 2020 was not approved as a result of the delay in securing a location.

315. Technical Correction - RIC (GBA). H 7171, Substitute A includes the Governor's requested budget amendment to lower university and college funds for Rhode Island College by \$1.3 million to correct a technical error. The Governor's budget recommendation inadvertently included more expenditures from this source than requested by the College.

316. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$17,259, including \$11,829 from general revenues based on four individuals from the Office of Postsecondary Commissioner opting to participate in the workshare program. It should be noted that there are savings of \$1.1 million at the three institutions from 241 individuals opting to participate in the program. H 7171, Substitute A makes no adjustment to capture these savings allowing the schools to use them to offset revenue losses.

Arts Council

317. Arts Workforce Development Grant. H 7171, Substitute A excludes the \$40,000 from general revenues the Governor proposed for a program established with federal funds to develop a skilled arts workforce in Rhode Island. The program launched September 4, 2019 with an initial cohort of nine adults aged 19 to 25. The Council previously reported it had been using federal funds to continue to support the program.

318. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$14,935 based on three individuals opting to participate in the workshare program.

Atomic Energy

319. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$4,922 based on one individual opting to participate in the workshare program.

Historical Preservation & Heritage Commission

320. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$54,478 including \$35,045 from general revenues based on nine individuals from the Historical Preservation and Heritage Commission opting to participate in the workshare program.

Attorney General

321. Capital - Building Renovations and Repairs (GBA). H 7171, Substitute A includes the \$27,791 unspent from FY 2020 and reappropriated to FY 2021 for building renovations and asset protection projects for the Attorney General's facilities.

322. Reappropriation - Legal & Healthcare Oversight Services. H 7171, Substitute A includes the \$50,360 from general revenues for legal and healthcare oversight services that the Governor reappropriated from FY 2020 to FY 2021. The Office of the Attorney General uses outside services for complex legal matters, health care oversight assistance, and monitoring of mergers.

323. Current Service Staffing (8.0 FTE). The Governor's recommendation included \$0.8 million for 8.0 new positions in the Office's budget and assumed keeping ten of the remaining 239.1 positions vacant. The Office's FY 2021 revised request excludes the new positions and reduces spending by \$0.5 million to reflect current staffing projections. H 7171, Substitute A reduces funding consistent with the revised request.

324. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$94,435 based on 18 individuals opting to participate in the workshare program.

Corrections

325. Capital - Asset Protection (GBA). H 7171, Substitute A includes \$1.0 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and shifts \$2.1 million from FY 2021 to later years for the Department's asset protection project consistent with the Governor's requested amendment. This would provide \$3.1 million for FY 2021.

326. Capital - Correctional Facilities - Renovations (GBA). H 7171, Substitute A includes \$4.6 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for the Correctional Facilities - Renovations project.

327. COVID Related Personnel Costs. H 7171, Substitute A shifts \$78.6 million from general revenues to federal funds based on correctional officers and other eligible Department staff consistent with updated federal guidance.

328. Discharge Planning Brought In House (7.0 FTE). H 7171, Substitute A does not contain the Governor's recommendation to add 7.0 new positions to replace contracted discharge planning services which includes helping inmates coordinate and enroll in support services upon their release. The recommendation assumes no additional cost for FY 2021 with the cancellation of its vendor contract negating the costs of additional staff. H 7171, Substitute A restores \$0.3 million for contracted services for the next six months.

329. High Security Inmate Exchange. The Governor’s recommendation includes \$0.8 million in savings from the exchange of 24 inmates sentenced at the High Security facility with other New England states; 14 would be placed at the Medium Security facility and 10 at the Maximum Security facility, allowing the closure of two modules at High Security. During the Public Safety subcommittee hearing on July 22, 2020, the Department indicated that interstate inmate transfers were not generally viable because of the pandemic. H 7171, Substitute A does not include the new proposal.

330. Inmate Apprenticeship Training Initiative (2.0 FTE). The Governor’s recommendation includes \$0.3 million for 2.0 new positions, instructor contracts, and other ancillary program costs for the development of a workforce development program through the Real Jobs RI program and to connect inmates with employers upon release. H 7171, Substitute A excludes this new initiative.

331. Medical and Geriatric Parole Initiative. The Governor’s recommendation includes \$150,000 in savings from expansion of medical parole to include a geriatric parole provision and inmates who are cognitively incapacitated. The provision would allow for the release of elderly incarcerated inmates aged 65 or older who suffer from function impairments, infirmity or illness. At the time of the Governor’s recommendation, the Department had identified six individuals who could be released under this statute. H 7171, Substitute A excludes this new initiative.

332. Personnel and Operating - Q1. H 7171, Substitute A includes \$0.3 million less than recommended for personnel and operating costs based the population and spending through the first quarter. Population savings assume 282 fewer inmates are offset by additional medical and other per diem population costs. This also includes additional parking costs of \$54,000 based on shifting debt service expenses related to the Garrahy Garage to user agency budgets as well as savings from staff turnover and centralized services.

333. Reduced Offsite Care (4.0 FTE). The Governor’s recommendation proposed \$0.4 million in savings from expanding the Department’s in house medical capabilities. This includes \$0.5 million for 4.0 new positions offset by \$0.8 million in savings from reductions of \$0.7 million for correctional officer escorts to hospitals and off-site appointments and \$0.2 million for external medical expenses. H 7171, Substitute A does not include this new initiative and adjusts staffing and funding accordingly.

334. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$0.7 million based on 118 individuals opting to participate in the workshare program.

Judicial

335. Capital - Judicial Complexes Asset Protection (GBA). H 7171, Substitute A includes the \$21,648 from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and shifts \$0.5 million from FY 2021 to FY 2022 for the Judicial Complexes Asset Protection project consistent with the Governor’s requested amendment. Projects planned through FY 2025 include security upgrades, courtroom restoration, fire suppression and alarm system upgrades, interior refurbishments to public areas and office spaces, LED lighting replacements, and elevator upgrades. Approved five-year funding is designed to be flexible for changing priorities without increases in any given year. This would provide \$521,648 for FY 2021.

336. Capital - Judicial Complexes Fan Coils (GBA). H 7171, Substitute A shifts \$0.5 million from FY 2021 to FY 2022 and FY 2023 for the Judicial Complexes Fan Coils project consistent with the Governor’s requested amendment. This would provide \$250,000 for each FY 2022 and FY 2023.

337. Capital - Licht Complex Restoration. H 7171, Substitute A includes the \$11,721 reappropriated from Rhode Island Capital Plan funds from FY 2020 to FY 2021 for the Licht Complex Restoration project consistent with the Governor’s requested amendment. Restoration projects include plaster repair,

courtroom seating and benches, carpet replacement, woodwork, ornamental plaster restoration and repainting. This would provide \$761,721 for FY 2021.

338. Capital - Murray Courtroom Restoration (GBA). H 7171, Substitute A shifts \$350,000 from Rhode Island Capital Plan funds from FY 2021 to FY 2022 for the Murray Courtroom Restoration project consistent with the Governor's requested amendment. Restoration projects include replacing courtroom seating and benches, sealing and repainting the walls, carpet replacement, and woodwork and ornamental plaster restoration. This would provide \$700,000 for FY 2022.

339. Capital - Noel Shelled Courtroom Build Out. H 7171, Substitute A includes the \$40,366 reappropriated from Rhode Island Capital Plan funds from FY 2020 to FY 2021 for the Noel Shelled Courtroom Build Out project consistent with the Governor's requested amendment to complete the project.

340. Personnel and Operations Q1. H 7171, Substitute A reduces expenditures consistent with the Judiciary's first quarter report which identified \$2.0 million of general revenue savings compared to the Governor's recommended budget, excluding workshare. Most of the savings, \$1.4 million, is from vacancies. Other significant savings include \$0.2 million less for juror fees from trial delays, shifting \$0.2 million of court technology costs from general revenues to restricted receipts, as well as other savings from temporary closures. The Judiciary has also indicated it does not need the \$2.1 million of unspent general revenues from FY 2020 that was reappropriated to FY 2021 in accordance with current law requirements.

341. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$1.1 million, including \$0.9 million from general revenues based on 182 individuals from the Judiciary opting to participate in the workshare program.

Military Staff

342. Capital - Asset Protection (GBA). H 7171, Substitute A includes \$0.3 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021, shifts \$0.1 million from FY 2021 to FY 2022, and adds \$0.2 million to both FY 2022 and FY 2023 for the Military Staff's asset protection project consistent with the Governor's requested amendment. This would provide \$0.8 million for FY 2021.

343. Capital - Bristol Readiness Center (GBA). H 7171, Substitute A includes the \$0.1 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and reduces FY 2021 funding by \$33,000 to reflect updated project costs consistent with the Governor's requested amendment for a feasibility study for the Military Staff's Bristol Readiness Center. This would provide \$0.1 million for FY 2021.

344. Capital - Joint Force Headquarters Building (GBA). H 7171, Substitute A includes the \$1.6 million reappropriated from Rhode Island Capital Plan funds from FY 2020 to FY 2021 for construction of a Joint Force Headquarters Building. The project was delayed as a result of the COVID-19 emergency and is expected to be completed in FY 2021.

345. National Guard Activation. Beginning in August 2020, the federal government required the state to be responsible for a portion of the National Guard state activation costs related to the COVID-19 emergency which had previously been paid exclusively by the federal government. The Budget Office estimates \$5.5 million will be required for costs through December and indicates that these expenses are eligible for Coronavirus Relief Fund use. H 7171, Substitute A includes \$5.5 million from the available federal funds and also includes \$60,000 from general revenues for National Guard activation during the November 2020 election.

346. New Firefighters (3.0 FTE). The Governor recommends \$0.2 million from federal funds to add 3.0 full-time equivalent new positions for the Rhode Island National Guard firefighters program, including \$0.2 million for salaries and benefits and \$26,560 for related training and equipment. H 7171, Substitute A does not include the new positions or funding.

347. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$16,835, including \$12,562 from general revenues based on two individuals from the Military Staff opting to participate in the workshare program.

Public Safety

348. Adult Use Marijuana Implementation. H 7171, Substitute A does not include the Governor's proposal for a new adult use marijuana program and excludes all related revenues and expenses including the \$0.5 million from restricted receipts to be used by the Division of State Police for training troopers on drug recognition techniques.

349. 58th Training Academy Delay. The Governor's budget includes \$1.2 million from all sources including \$0.4 million from general revenues to train a class of 25 recruits at the State Police Training Academy beginning in June 2021. The Department's FY 2021 revised request reflects a four month delay and class would begin in September 2021, which is FY 2022. H 7171, Substitute A excludes the funding for stipends and operating costs to reflect the delay.

350. Capital - Asset Protection (GBA). H 7171, Substitute A reflects the Governor's requested amendment to incorporate the \$0.5 million of unspent Rhode Island Capital Plan funds reappropriated to FY 2021 and \$0.2 million from FY 2021 to FY 2022 for asset protection projects.

351. Capital - Headquarters Roof Replacement (GBA). H 7171, Substitute A reflects the Governor's requested amendment to incorporate the \$0.6 million unspent balance from FY 2020 from Rhode Island Capital Plan funds for the roof project to FY 2021.

352. Capital - Master Plan (GBA). H 7171, Substitute A reflects the Governor's requested amendment to incorporate the unspent FY 2020 balance of \$37,566 from Rhode Island Capital Plan funds in FY 2021 for the master plan project. This is the final payment for this project.

353. Capital - Training Academy Upgrades (GBA). H 7171, Substitute A reflects the Governor's requested amendment adding \$35,160 of unspent Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and shifting \$0.3 million from FY 2021 to FY 2022.

354. COVID Related Personnel Costs. H 7171, Substitute A shifts \$40.0 million from general revenues and restricted receipts to federal funds based on staff time responding directly to the COVID-19 emergency, consistent with updated federal guidance.

355. JAG Grants. H 7171, Substitute A does not include \$15,000 from restricted receipts from the interest earned on the Edward Byrne Memorial Justice Assistance Grant. This was an overstatement included in the Governor's budget. The Department of Public Safety's FY 2021 revised request excludes these funds.

356. Police Powers - Sheriffs Overtime. H 7171, Substitute A does not include the Governor's proposal extending emergency police powers to out-of-state law enforcement officials to guard hospitalized detainees up to eight hours from when that person is released from a Rhode Island hospital. The Governor's budget assumes overtime savings of \$0.1 million in the Division of Sheriffs based on this proposal.

357. Reappropriation - Capitol Police Security Equipment. H 7171, Substitute A includes the Governor's reappropriation of \$0.1 million of unspent general revenues from FY 2020 to FY 2021 to purchase safety equipment for the Capitol Police.

358. Reappropriation - Sheriffs Security Equipment. H 7171, Substitute A includes the Governor's reappropriation of \$0.2 million of unspent general revenues from FY 2020 to FY 2021 to purchase safety equipment for the Division of Sheriffs.

359. Reappropriation - State Police Network Switch. H 7171, Substitute A includes the Governor's reappropriation of \$0.1 million of unspent general revenues from FY 2020 to FY 2021 for State Police to complete its replacement of a network switch.

360. Road Construction Reimbursements. H 7171, Substitute A includes \$0.1 million more from road construction reimbursements from the Department of Transportation to reflect technical corrections to the Governor's recommended budget.

361. Town of Exeter Reimbursement. H 7171, Substitute A does not include the Governor's proposal to expand options for revenues that can be withheld from cities and towns that owe the state to include meals and beverage, tourism, and public service corporation taxes. The Governor's proposal included \$0.4 million of general revenue savings in the Department of Public Safety's budget assuming the Town of Exeter would to pay the annual personnel costs billed for providing public safety to the town based on this proposal.

362. Turnover Savings. H 7171, Substitute A includes \$1.5 million in additional general revenue turnover savings based on the Department's first quarter report and revised request. The Department is experiencing a higher than anticipated level of vacancies in the divisions of Sheriffs and State Police.

363. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.1 million mostly from general revenues based on 14 individuals from the Department of Public Safety opting to participate in the workshare program.

Public Defender

364. New Assistant Public Defenders (3.0 FTE). H 7171, Substitute A does not include the Governor's recommendation to add three new attorneys and excludes the associated funding of \$0.3 million from general revenues.

365. Turnover and Operating - Q1. H 7171, Substitute A reduces general revenues by \$141,800 based on first quarter spending including \$200,000 in turnover savings. The Governor's recommended budget assumes leaving one position vacant. As of November 7, the Office has four vacant positions. These saving are offset by \$58,200 in costs for use of the Garrahy parking garage shifted from the Department of Administration's budget.

366. Workshare. H 7171, Substitute A reduces FY 2021 general revenue expenditures by \$216,540 based on 39 individuals from the Public Defender's Office opting to participate in the workshare program..

Emergency Management Agency

367. Capital - Emergency Management Building (GBA). H 7171, Substitute A shifts \$250,000 from Rhode Island Capital Plan funds from FY 2021 to FY 2022 for the Emergency Management Building project consistent with the Governor's requested amendment. This would provide \$250,000 in FY 2022

for a feasibility study of the headquarters on New London Avenue, and of the separately located warehouse facility, for use as a state emergency operations center.

368. COVID Related Expenses. Under current federal law, the Stafford Act authorizes the President to provide federal assistance when the magnitude of an incident exceeds a government's capabilities to respond or recover. On March 13, 2020, the President declared that an emergency exists nationwide as a result of COVID-19 beginning on January 20, 2020. The Stafford Act constitutes the statutory authority for most federal disaster response activities as they pertain to Federal Emergency Management Agency (FEMA) programs. Under this declaration, Rhode Island qualifies for reimbursement of 75 percent of certain expenses. According to the Administration, \$94.5 million will be spent on supplies during FY 2021, the majority on ventilators and personal protective equipment. H 7171, Substitute A adds \$32.0 million from federal funds to account for these expenses. It also adds \$0.3 million from general revenues for expenses expected to occur after December 30 when the Coronavirus Relief funds expire.

369. COVID Related Personnel Costs. H 7171, Substitute A assumes shifting \$0.5 million of personnel costs from general revenues to federal funds based on the agency's staff time responding directly to the COVID-19 emergency.

Environmental Management

370. Capital - Blackstone Park Improvements (GBA). Consistent with the Governor's requested amendment, H 7171, Substitute A includes \$1.1 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for ongoing efforts at improving access to the Blackstone River Valley and related work in the Blackstone Valley Corridor.

371. Capital - Fort Adams Trust (GBA). Consistent with the Governor's requested amendment, H 7171, Substitute A includes \$0.3 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for ongoing restoration projects at Fort Adams.

372. Capital - Galilee Piers (GBA). Consistent with the Governor's requested amendment, H 7171, Substitute A includes \$1.5 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and adds \$6.0 million to address newly discovered structural damages in the bulkhead for the Galilee Piers project.

373. Capital - Recreational Facilities Asset Protection (GBA). H 7171, Substitute A is consistent with the Governor's requested amendment to shift \$250,000 from Rhode Island Capital Plan funds from FY 2021 to FY 2022 for the Recreational Facilities Asset Protection project.

374. Capital - Recreational Facilities Improvements (GBA). H 7171, Substitute A includes \$0.2 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 and shifts \$1.8 million from FY 2021 to FY 2022 through FY 2025. The Governor's requested budget amendment called for the delay in FY 2021 shown here. It also to shifted \$1.0 million from Rhode Island Capital Plan funds to newly requested bond funding which is not reflected in H 7171, Substitute A. Total Rhode Island Capital Plan funding of \$15.6 million is consistent with the Governor's FY 2021 through FY 2025 capital recommendation.

375. Capital - State Building Demolition (GBA). H 7171, Substitute A includes \$0.1 million from Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 for the Department's state building demolition projects.

376. COVID Related Personnel Costs. H 7171, Substitute A assumes \$1.6 million from federal funds from the Coronavirus Relief Fund to offset general revenues for law enforcement costs the Department incurred as the result of the coronavirus.

377. COVID Relief - Government Readiness. The federal CARES Act adopted in response to the crisis provided \$1,250.0 million to Rhode Island for related expenditures incurred between March 1, 2020 and December 30, 2020, including responding directly to the emergency. Based on the Budget Office's projections, H 7171, Substitute A includes \$1.9 million from federal Coronavirus Relief funds and \$0.3 million from general revenues for Department expenses occurring after December 30. Expenditures are for enforcing social distancing guidelines and safety protocols at state parks and beaches and cleaning supplies.

378. Enhanced Mosquito Abatement Delay. H 7171, Substitute A excludes the Governor's proposal to expand and enhance the Mosquito Abatement Program and reduces general revenues by \$48,984. This reflects the cost of three new seasonal employees to set traps, collect and identify mosquitos, and deliver samples to the Department of Health. These expenditures did not occur in FY 2021 because this proposal was still pending and the Department's revised request and first quarter report reflect the reduction.

379. Environmental Engineers (5.0 FTE). H 7171, Substitute A does not contain the Governor's proposal for the Department to charge higher fees for complex or multi-jurisdiction projects in order to support new case managers to facilitate the projects. The Governor's budget included \$0.6 million in revenues with the offsetting cost of personnel assuming the proposal would be effective July 1, 2020. Costs include \$0.5 million from general revenues for 5.0 full-time engineering positions. The updated FY 2021 value of the fees is \$0.1 million assuming an April 1 start. The Department's FY 2021 revised budget request indicates this initiative will not occur in FY 2021.

380. LASA Grant Expansion. The Governor recommends \$250,000 from general revenues for the Local Agriculture and Seafood program, which is \$150,000 more than enacted. This program provides grants to local agriculture and food businesses to support growth, development and marketing. H 7171, Substitute A excludes the enhanced funding and provides \$100,000 which is consistent with the FY 2020 enacted budget and the Department's FY 2021 revised request.

381. New Parks Positions (6.0 FTE). The Governor recommends \$0.3 million from general revenues and 6.0 new full-time equivalent positions for the Division of Parks and Recreation. H 7171, Substitute A excludes the new positions and funding.

382. Turnover. H 7171, Substitute A assumes \$0.5 million of additional turnover savings for FY 2021 based on the Department's current staffing and projected spending based on the Department's first quarter report.

383. World War II State Park Transition Completion. The state made a five year commitment to fund the maintenance and operation of the World War II State Park while transitioning control to Woonsocket. The Department of Environmental Management made its final payment to Woonsocket in FY 2020. The Governor's budget inadvertently included the \$250,000 again in FY 2021. H 7171, Substitute A excludes the funding.

384. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.6 million including \$0.4 million from general revenues based on 91 individuals from the Department of Environmental Management opting to participate in the workshare program.

Coastal Resources Management Council

385. Capital - Coastal Storm Risk Study. H 7171, Substitute A shifts \$0.5 million from Rhode Island Capital Plan funds from FY 2021 to FY 2022 for the Council's Coastal Storm Risk Study based on delays in scheduling with the Army Corps of Engineers.

386. Capital - Green Hill Pond (GBA). H 7171, Substitute A includes the \$2,159 of unspent Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 to complete the Green Hill Pond project consistent with the Governor's requested amendment.

387. Capital - Narragansett Bay SAMP (GBA). H 7171, Substitute A includes the \$89,151 of unspent Rhode Island Capital Plan funds reappropriated from FY 2020 to FY 2021 to complete the Narragansett Bay Special Area Management Plan project consistent with the Governor's requested amendment.

388. Federal Grant Adjustments. The Governor's recommendation includes \$0.4 million in expenditures from federal grants. Since the recommendation, the Council has received a new grant totaling \$0.3 million to monitor the Block Island wind farm and has requested carry forward of unused funding as part of its FY 2021 revised request. H 7171, Substitute A increases the spending authorization for federal funds by \$0.7 million to reflect expected expenditures for FY 2021.

389. Legal. The Governor's FY 2021 recommendation adds \$20,000 for legal services based on a request from the Council in anticipation of potential future needs. Current and prior year spending suggest the enacted level of \$106,000 is sufficient and H 7171, Substitute A excludes the additional funding.

390. Turnover Q1. Based first quarter spending and current vacancies, the Governor's recommended budget exceeds expected need for the Council's staffing by \$0.1 million from general revenues. H 7171, Substitute A reduces funding to reflect projected expenses.

391. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$32,782, including \$25,388 from general revenues based on four individuals from the Coastal Resources Management Council opting to participate in the workshare program.

Transportation

392. Capital - Bike Path Facilities Maintenance. H 7171, Substitute A includes the Governor's requested amendment to reduce expenditures for the Bike Path Facilities Maintenance project by \$361,594. This includes the reappropriation of \$38,406 from FY 2020 unspent funds, offset by a shift of \$0.4 million from FY 2021 to FY 2022 and FY 2023. Through an agreement, the Department of Environmental Management maintains the bike paths and performs minor repairs; larger scale improvements, such as repaving, are the responsibilities of the Department of Transportation.

393. Capital - Highway Improvement Program (GBA). General obligation bond proceeds had been historically used to as the state's match for annual allocation of federal transportation funds with gas tax revenues repaying that borrowing. Resources from motor vehicle fees and Rhode Island Capital Plan funds replaced the annual debt and no new bonds have been authorized since 2010. The Governor requested an amendment in October to remove \$30.0 million of pay-go funding from Rhode Island Capital Plan funds based on the reduced resources available for FY 2021. An earlier amendment request in July proposed \$30.0 million of new general obligation bonds for voter approval to make up for other shortfalls in state match related to a decline in gas tax and other sources resulting from the current crisis. H 7171, Substitute A includes the adjustment to Rhode Island Capital Plan funds but also provides replacement funding by increasing the transportation bond proposal to \$71.7 million. The bond will ensure sufficient match for existing commitments as well as the potential for additional federal authorizations.

394. Capital - Land and Buildings (GBA). H 7171, Substitute A includes the Governor's requested amendment to include an additional \$51,363 from Rhode Island Capital Plan funds for the Rhode Island Public Transit Authority to improve security at its Elmwood facilities, provide upgrades to various transit hubs and park and ride facilities while also making multi-year improvements to bus stops, sidewalks and transit hubs. These funds are used to match federal transit funds that the Authority receives. The amendment includes \$356,363 from FY 2020 unspent funds and shifts \$0.3 million of expenses from FY 2021 to FY 2022 through FY 2025.

395. Capital - Maintenance Equipment Replacement (GBA). The capital budget includes \$8.4 million from Rhode Island Capital Plan funds in the five-year plan to replace capital equipment such as heavy trucks, sweepers, loaders, backhoes and tractors. H 7171, Substitute A includes the Governor's requested amendment to delay \$1.5 million from FY 2021 to FY 2022 and FY 2023. The amendment also excludes the reappropriation of \$62,552 from FY 2020 unspent funds.

396. Capital - Maintenance Facilities Asset Protection (GBA). The capital budget includes \$0.6 million from Rhode Island Capital Plan funds for FY 2021 to make repairs at its seven maintenance facilities throughout the state and its headquarters in Warwick. Improvements would include pavement repair, replacement and repairs of heating, ventilation and air conditioning systems, roof repairs and improvements to windows and garage doors at several facilities. H 7171, Substitute A includes the Governor's requested amendment to incorporate \$0.2 million from FY 2020 unspent funds and shift \$0.3 million from FY 2021 expenses to FY 2022.

397. Capital - Pawtucket Bus Hub & Transit Corridor (GBA). H 7171, Substitute A includes the Governor's requested amendment to incorporate the reappropriation of \$0.7 million from Rhode Island Capital Plan funds unspent in FY 2020 to match federal funds to build a transit hub adjacent to the new commuter rail station on the Pawtucket/Central Falls border. The project will include bus berths, shelters, real-time bus information, ticket vending machines, waiting space and restrooms.

398. Capital - Providence Transit Connector (GBA). H 7171, Substitute A includes the Governor's requested amendment to incorporate the reappropriation of \$40,215 from unspent Rhode Island Capital Plan funds in FY 2021 to close out the Providence Transit Connector, which included improvements to the transit corridor between Kennedy Plaza, the Providence Train Station and other hubs.

399. Capital - RIPTA College Hill Bus Tunnel (GBA). The capital budget includes \$1.9 million from Rhode Island Capital Plan funds, including \$0.8 million for FY 2021 to match \$7.7 million from federal funds to make structural and drainage repairs, and safety improvements to the College Hill Bus Tunnel. The Authority will receive \$91.2 million from the CARES Act for transit projects, and will now be able to free up other resources to use as match for this project. H 7171, Substitute A includes the Governor's requested amendment to remove the Rhode Island Capital Plan funds to reflect this.

400. Capital - Salt Storage Facilities (GBA). H 7171, Substitute A includes the Governor's requested amendment to incorporate FY 2020 unspent funds of \$0.1 million from Rhode Island Capital Plan funds for salt storage facility projects. The amendment also defers \$1.0 million from FY 2021 to FY 2022. There are 23 salt storage facilities throughout the state. Of these sites, four remain without an enclosed facility, resulting in a negative impact on both the environment as well as operational efficiency.

401. Capital - Train Station Maintenance & Repairs (GBA). The capital budget assumes use of \$350,000 annually from Rhode Island Capital Plan funds for repairs at three train stations: Woonsocket, Kingston and Westerly. The Governor requested an amendment shifting \$0.1 million of FY 2021 expenses to FY 2022 and including the reappropriation of \$77,932 from FY 2020 unspent funds. H 7171, Substitute A includes the adjustment.

402. Capital - URI Mobility Hub (GBA). The capital budget includes \$0.5 million from Rhode Island Capital Plan funds in FY 2021 to match federal transit funds to construct a new bus hub at the University of Rhode Island Kingston Campus. H 7171, Substitute A reflects the Governor's requested amendment delaying the project start to FY 2022.

403. Capital - Warwick Bus Hub (GBA). The capital budget includes \$260,000 from Rhode Island Capital Plan funds to match \$1.0 million from federal funds to construct a new bus hub to serve the Community College's Knight Campus in Warwick. The Governor requested an amendment to incorporate the reappropriation of \$120,000 from FY 2020 and delaying \$140,000 to FY 2022, reflecting a project delay. H 7171, Substitute A includes the adjustment.

404. Capital - Welcome Center (GBA). The capital budget includes \$150,000 annually from Rhode Island Capital Plan funds to renovate the Welcome Center facility in Richmond. Program expenditures include restroom renovations, roof repair and a new filtration system. H 7171, Substitute A includes the Governor's requested amendment to increase FY 2021 expenditures by \$26,208. This includes the reappropriation of \$126,208 from FY 2020 unspent funds and shifts \$0.1 million from FY 2021 expenses to FY 2023 and FY 2024.

405. Gas Tax - GARVEE Bonds Yield. H 7171, Substitute A includes adjustments to gas tax proceeds to reflect a downward revision to the per penny yield estimate. The adjustment will decrease the debt service payment for the Department's GARVEE bonds, which are paid for with the equivalent of two cents of the gasoline tax, by \$1.1 million.

406. Gas Tax - Turnpike and Bridge Yield. H 7171, Substitute A includes adjustments to gas tax proceeds to reflect a downward revision to the per penny yield estimate. This includes a \$2.0 million reduction in the amount transferred to the Rhode Island Turnpike and Bridge Authority which receives 3.5 cents of the gas tax and brings the total transfer to \$14.2 million to the Authority.

407. New Positions - 45.0 FTE. The Governor recommends \$1.0 million from federal funds and gasoline tax proceeds to support 45.0 new positions in the Department for highway maintenance, construction and other areas. This assumes on average all new recommended positions are filled only half the year as well as \$1.3 million from overtime savings in the Maintenance Division. H 7171, Substitute A excludes these new positions and adjusts expenditures and staffing authorization accordingly.

408. Public Utilities Access Permit Fee. The recommended budget includes the enacted amount of \$500,000 in receipts charged to utility companies for accessing the Department's rights-of-way. Subsequently, the Department indicated that utility companies are now fixing rights-of-way to its standards and it will not be implementing a fee at this time. H 7171, Substitute A adjusts expenditures accordingly.

409. RI Public Rail Corporation (GBA). H 7171, Substitute A includes the Governor's requested amendment to increase restricted receipt expenditures for the Rhode Island Public Rail Corporation by \$55,000, for a total of \$165,000 based on updated estimates. These expenditures, previously paid through an escrow account not reflected in the budget, were converted to restricted receipts based on an audit finding regarding the proper treatment of these expenses.

410. RIPTA - Gas Tax Yield and HMA Adjustments. H 7171, Substitute A includes a transfer of \$49.1 million from gasoline tax proceeds and highway maintenance funds to the Rhode Island Public Transit Authority. This is \$5.9 million less than the recommended budget, including \$5.5 million less to reflect a downward revision to the gasoline tax yield estimate and \$0.4 million less for the Authority's share of the highway maintenance account based on updated estimates.

411. Turnover Savings. H 7171, Substitute A includes \$3.0 million in additional turnover savings from gasoline tax proceeds based on projected salary and benefit costs for which the FY 2021 recommended budget included \$93.3 million from all sources. Total funding provided would support approximately 730 positions and as of the pay period ending November 7, the Department had 719.0 full-time equivalent positions filled.

412. Winter Maintenance Operations. H 7171, Substitute A includes \$5.0 million less than the recommended budget for winter maintenance operations. This would provide \$13.0 million for FY 2021 and is consistent with average expenditures for the last five completed fiscal years and available resources.

413. Workshare. H 7171, Substitute A reduces FY 2021 expenditures by \$0.9 million from federal funds and gasoline tax proceeds based on 126 individuals from the Department opting to participate in the workshare program.

Section III

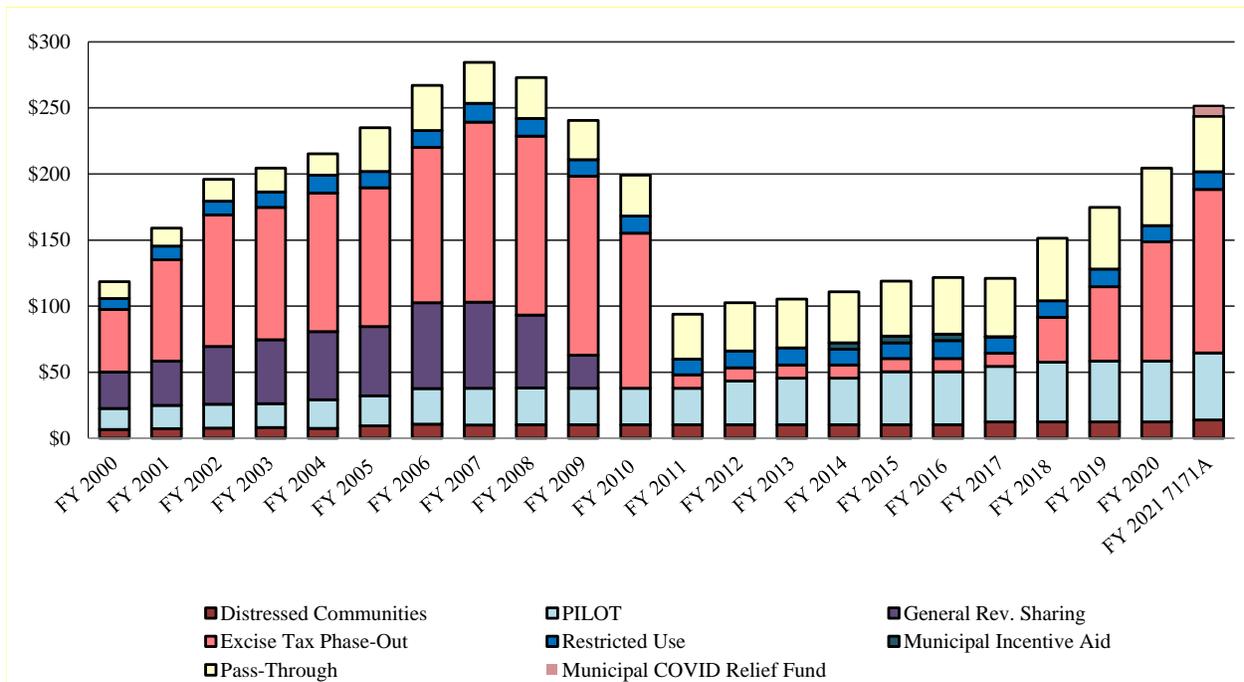
Special Reports

State Aid to Local Governments

Introduction

H 7171, Substitute A includes state aid to cities and towns totaling \$209.4 million for FY 2021. Funding for general aid programs in FY 2021 totals \$196.0 million, \$43.0 million more than recommended. Funding for restricted use programs includes \$13.4 million for FY 2021. Local communities also receive revenues from other local taxes, which the state collects and passes through to the communities. This includes \$42.1 million for FY 2021, \$7.4 million less than previously estimated.

The following graph shows historical funding data, in millions. The graph below also shows the allocation of funding for state aid programs from FY 2000 through FY 2021.



The major changes included in the aid proposal are discussed on the following pages, followed by tables that show the recommended distribution of general aid by community as well as restricted aid programs by community, including library operating aid, which is considered restricted and is not included in the general aid totals, and public service corporations' tax collections, a local levy collected at the state level and returned to local governments for tax collection efficiency purposes. It should be noted that the FY 2021 allocations for the Motor Vehicle Excise Phase-Out will be impacted by data updates which will change distributions to each community.

General. H 7171, Substitute A includes \$196.0 million for FY 2021 for general state aid programs to local governments.

Fiscal Year	2000	2005	2010	2015	2020	2021 Gov. Rec.	H 7171, Sub. A	H 7171, Sub. A to Gov. Rec.
General Aid - State Sources								
Distressed Communities	\$ 6.6	\$ 9.5	\$ 10.4	\$ 10.4	\$ 12.4	\$ 6.2	\$ 13.8	\$ 7.6
PILOT	16.1	22.7	27.6	40.1	46.1	46.1	50.7	4.6
Excise Tax Phase-Out	47.3	105.0	117.2	10.0	90.3	100.7	123.8	23.0
Municipal Incentive Aid	-	-	-	5.0	-	-	-	-
Municipal COVID Relief Fund	-	-	-	-	-	-	7.8	7.8
Subtotal	\$ 97.5	\$ 189.7	\$ 155.1	\$ 65.5	\$ 148.7	\$ 153.0	\$ 196.0	\$ 43.0
Restricted Use Aid - State Sources								
Library Resource Aid	\$ 5.7	\$ 8.1	\$ 8.8	\$ 8.8	\$ 9.6	\$ 9.6	\$ 9.6	\$ -
Library Const. Aid	1.6	2.5	2.6	2.3	1.9	2.7	2.7	-
Prop. Val. Reimb.	0.0	0.6	1.6	0.7	0.6	1.1	1.1	-
Oversight Reimb.	-	-	-	0.1	0.1	-	-	-
Subtotal	\$ 8.2	\$ 12.3	\$ 13.0	\$ 11.9	\$ 12.2	\$ 13.4	\$ 13.4	\$ -
Total - State Sources	\$ 105.7	\$ 202.0	\$ 168.2	\$ 77.4	\$ 160.9	\$ 166.4	\$ 209.4	\$ 43.0
Other Aid - Pass-Through								
Public Service Corp.	\$ 12.8	\$ 14.6	\$ 10.2	\$ 14.3	\$ 13.2	\$ 13.3	\$ 13.2	\$ (0.2)
Meals and Beverage Tax	-	17.8	19.0	23.9	\$ 26.2	30.8	24.8	(6.0)
Local Hotel Taxes	\$ -	0.6	1.7	3.4	4.3	5.4	4.2	(1.2)
Total - Other Aid	\$ 12.8	\$ 33.1	\$ 30.9	\$ 41.6	\$ 43.6	\$ 49.5	\$ 42.1	\$ (7.4)

\$ in millions

- **Distressed Communities Relief.** H 7171, Substitute A includes \$13.8 million, \$7.6 million more than the Governor's recommendation for Distressed Communities Relief. This includes \$11.3 million from COVID Relief federal funds distributed pursuant to the Distressed Communities formula. Communities' aid distribution is based on updated qualifying tax levies and reflects a total of seven funded communities; there is a redistribution of funding among qualifying communities based on that total.

- **Payment in Lieu of Taxes.** H 7171, Substitute A includes \$50.7 million for communities that qualify for the Payment in Lieu of Taxes program. This includes \$31.5 million from COVID Relief federal funds distributed pursuant to the Payment in Lieu of Taxes program formula. That formula reimburses municipalities for property taxes that would have been due on real property exempted from taxation by state law, including property owned by private nonprofit higher educational institutions, nonprofit hospitals, or any state-owned hospital, veterans' residential facility, or correctional facility. Municipalities may be reimbursed through general revenues up to 27.0 percent of the tax that would have been collected if the property had been taxable, subject to appropriation. If the appropriation is less than the necessary amount, the reimbursements are ratably reduced. The FY 2021 recommendation is \$3.1 million more than full funding based on available data.

The Governor's budget includes legislation to provide that portions of non-profit higher education and hospital properties which are not used exclusively for educational or hospital activities, are not exempt from taxation. This creates the possibility of new future tax revenues in some cases for some communities. H 7171, Substitute A excludes this legislation.

- **Motor Vehicle Excise Tax Phase-Out.** H 7171, Substitute A provides \$123.8 million, \$23.0 million more than recommended for distribution through the Motor Vehicle Excise Tax Phase-Out program. The Governor's budget proposed legislation to complete the phase-out a different way with more of the cost shifted to later years; H 7171, Substitute A excludes the proposal. It maintains the phase-out schedule under current law and distributes \$86.0 million from COVID Relief federal funds using the same formula under statute. The 2017 Assembly restarted the phase-out, which had been frozen for several years with incremental changes to different elements of the local tax collection. For FY 2021, the rate cap remains at \$35 per \$1,000 assessed, consistent with the prior year; changes include lowering the assessed value from

85.0 percent to 80.0 percent and raising the minimum exemption by \$1,000 to \$4,000. As of FY 2018, cars older than 15 years old are no longer taxed. The tax is eliminated as of FY 2024.

- ***Municipal Incentive Aid.*** The program has not been funded since FY 2016.
- ***Municipal COVID Relief Fund.*** H 7171, Substitute A provides \$136.5 million from COVID Relief federal funds and distributes those funds to communities based on four formulas. The proviso language provides that the Department of Revenue may require cities and towns to submit all appropriate and necessary documentation to document that the use of funds provided complies with all applicable federal laws and regulations governing the use of funds under Section 5001 of the Coronavirus Aid, Relief, and Economic Security Act, P.L. 116-136. The distribution formulas include the aforementioned funding amounts in the Distressed Communities Relief, Payment in Lieu of Taxes, and Motor Vehicle Excise Tax Phase-Out, distributed based on those formulas. There is an additional \$7.8 million distributed on a per capita basis.
- ***Library Resource Sharing Aid.*** H 7171, Substitute A provides \$9.6 million for library aid, consistent with the Governor's recommendation. Current law allows 25.0 percent reimbursement of second prior year expenditures, subject to appropriation. The funding level represents a 21.7 percent reimbursement; the enacted budget represents 22.1 percent.
- ***Library Construction Aid.*** H 7171, Substitute A provides \$2.7 million to fully fund library construction aid requirements. The state reimburses libraries up to half of the total costs for eligible projects on an installment basis, for a period of up to 20 years. The payments do not begin until the state fiscal year following the completion, acceptance, and audit of the project.
- ***Property Valuation Reimbursement.*** H 7171, Substitute A includes \$1.1 million for FY 2021 to reimburse communities conducting property valuation updates, consistent with the Governor's recommendation.
- ***Oversight Reimbursement.*** H 7171, Substitute A includes no funding for oversight reimbursement, consistent with the Governor's recommendation. The program provides reimbursements of 50.0 percent of the cost of a financial advisor position to communities no longer under state Fiscal Stability Act oversight. No communities are eligible; Woonsocket exited oversight in March 2020.
- ***Public Service Corporation Tax.*** H 7171, Substitute A assumes the state will collect and distribute the revenues estimated at \$13.2 million of property taxes from public service corporations on behalf of municipalities and pass that back to them. A final figure will be calculated in spring 2021 when updated data is available. The 2009 Assembly adopted the Governor's recommendation to require the tax rate applied to the tangible personal property of public service corporations not be less than the prior year.
- ***Administrative Fee on Locals.*** H 7171, Substitute A does not include the Governor's proposal to retain a 2.0 percent administrative fee from tax levies collected at the state level that are passed back to local governments. These include 1.0 percent local Meals and Beverage tax, Hotel taxes, and a portion of the Real Estate Conveyance tax. There is already a 0.75 percent deduction from the Public Service Corporation tax collections the state collects on behalf of municipalities.

General Aid Total

Includes Distressed Communities, PILOT, Motor Vehicles Excise Tax, and Municipal COVID Relief Fund

<i>City or Town</i>	<i>FY 2021 Gov. Rec.*</i>	<i>H 7171, Sub. A Gen. Rev.</i>	<i>H 7171, Sub. A Municipal CRF</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ 2,355,092	\$ 891,349	\$ 2,160,744	\$ 3,052,093	\$ 697,002
Bristol	2,260,273	884,088	1,970,204	2,854,291	594,019
Burrillville	2,282,247	866,516	2,070,721	2,937,236	654,989
Central Falls	1,280,432	494,611	1,311,643	1,806,254	525,822
Charlestown	352,034	128,064	385,190	513,255	161,221
Coventry	2,261,441	834,946	2,290,375	3,125,321	863,880
Cranston	16,990,355	6,767,112	15,175,013	21,942,124	4,951,769
Cumberland	2,112,960	770,174	2,215,334	2,985,508	872,548
East Greenwich	1,286,904	523,981	1,099,625	1,623,605	336,701
East Providence	4,607,620	535,333	4,881,225	5,416,558	808,938
Exeter	797,067	924,449	49,744	974,193	177,127
Foster	665,553	249,511	619,102	868,614	203,061
Glocester	873,383	321,860	868,767	1,190,627	317,244
Hopkinton	635,970	235,834	629,729	865,564	229,594
Jamestown	123,206	47,828	154,234	202,063	78,857
Johnston	4,660,631	1,784,056	4,140,456	5,924,511	1,263,881
Lincoln	1,330,542	444,524	1,593,286	2,037,810	707,268
Little Compton	79,230	30,974	97,519	128,494	49,264
Middletown	458,356	151,439	620,240	771,679	313,323
Narragansett	361,074	140,703	443,158	583,861	222,787
Newport	2,094,468	860,200	1,640,112	2,500,313	405,845
New Shoreham	69,920	26,685	146,710	173,395	103,475
North Kingstown	1,061,914	329,269	1,448,768	1,778,036	716,122
North Providence	5,460,338	2,120,679	5,204,571	7,325,250	1,864,912
North Smithfield	1,791,666	674,948	1,652,725	2,327,673	536,007
Pawtucket	10,624,248	4,133,399	9,704,042	13,837,440	3,213,193
Portsmouth	671,814	233,872	806,035	1,039,907	368,093
Providence	58,378,837	23,862,751	46,266,035	70,128,785	11,749,948
Richmond	532,466	196,432	538,971	735,403	202,937
Scituate	372,898	144,037	431,088	575,126	202,228
Smithfield	3,146,966	1,190,265	2,888,317	4,078,581	931,615
South Kingstown	1,185,924	409,480	1,425,837	1,835,317	649,393
Tiverton	395,519	154,991	470,471	625,461	229,942
Warren	788,472	289,838	794,792	1,084,630	296,158
Warwick	8,957,647	3,242,271	8,976,774	12,219,045	3,261,399
Westerly	2,160,308	788,065	2,174,198	2,962,263	801,955
West Greenwich	437,832	159,211	635,529	794,740	356,907
West Warwick	2,548,279	949,463	2,787,695	3,737,157	1,188,878
Woonsocket	6,449,805	2,546,745	5,759,142	8,305,887	1,856,083
Subtotal	\$ 152,903,691	\$ 59,339,953	\$ 136,528,120	\$ 195,868,073	\$ 42,964,382
MV Phase Out - Fire Districts	123,979	172,109	-	172,109	48,130
Total	\$ 153,027,670	\$ 59,512,062	\$ 136,528,120	\$ 196,040,182	\$ 43,012,512

*FY 2020 enacted MV figures reflect value of FY 2019 levy; 2020-H 7171A reflects updated data.

Distressed Communities Relief

<i>City or Town</i>	<i>FY 2021 Gov. Rec.</i>	<i>H 7171, Sub. A Gen. Rev.</i>	<i>H 7171, Sub. A Municipal CRF</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ -	\$ -	\$ -	\$ -	\$ -
Bristol	-	-	-	-	-
Burrillville	-	-	-	-	-
Central Falls	110,055	45,856	199,946	245,802	135,748
Charlestown	-	-	-	-	-
Coventry	-	-	-	-	-
Cranston	1,335,630	556,512	2,426,563	2,983,075	1,647,446
Cumberland	-	-	-	-	-
East Greenwich	-	-	-	-	-
East Providence	-	-	-	-	-
Exeter	-	-	-	-	-
Foster	-	-	-	-	-
Glocester	-	-	-	-	-
Hopkinton	-	-	-	-	-
Jamestown	-	-	-	-	-
Johnston	-	-	-	-	-
Lincoln	-	-	-	-	-
Little Compton	-	-	-	-	-
Middletown	-	-	-	-	-
Narragansett	-	-	-	-	-
Newport	-	-	-	-	-
New Shoreham	-	-	-	-	-
North Kingstown	-	-	-	-	-
North Providence	480,580	200,242	873,115	1,073,357	592,777
North Smithfield	-	-	-	-	-
Pawtucket	731,357	304,732	1,328,725	1,633,458	902,100
Portsmouth	-	-	-	-	-
Providence	2,689,318	1,120,549	4,885,935	6,006,484	3,317,166
Richmond	-	-	-	-	-
Scituate	-	-	-	-	-
Smithfield	-	-	-	-	-
South Kingstown	-	-	-	-	-
Tiverton	-	-	-	-	-
Warren	-	-	-	-	-
Warwick	-	-	-	-	-
Westerly	-	-	-	-	-
West Greenwich	-	-	-	-	-
West Warwick	460,708	191,962	837,011	1,028,973	568,265
Woonsocket	384,581	160,242	698,704	858,947	474,365
Total	\$ 6,192,229	\$ 2,580,095	\$ 11,250,000	\$ 13,830,095	\$ 7,637,866

Payment in Lieu of Taxes

<i>City or Town</i>	<i>FY 2021 Gov. Rec.</i>	<i>H 7171, Sub. A Gen. Rev.</i>	<i>H 7171, Sub. A Municipal CRF</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ 16,530	\$ 6,887	\$ 11,298	\$ 18,185	\$ 1,655
Bristol	1,280,619	533,591	875,243	1,408,834	128,215
Burrillville	99,316	41,382	67,878	109,259	9,943
Central Falls	-	-	-	-	-
Charlestown	-	-	-	-	-
Coventry	-	-	-	-	-
Cranston	4,815,713	2,006,547	3,291,313	5,297,860	482,147
Cumberland	-	-	-	-	-
East Greenwich	719,030	299,596	491,423	791,019	71,989
East Providence	254,226	105,927	173,752	279,679	25,453
Exeter	-	-	-	-	-
Foster	-	-	-	-	-
Glocester	-	-	-	-	-
Hopkinton	-	-	-	-	-
Jamestown	-	-	-	-	-
Johnston	-	-	-	-	-
Lincoln	-	-	-	-	-
Little Compton	-	-	-	-	-
Middletown	-	-	-	-	-
Narragansett	-	-	-	-	-
Newport	1,609,854	670,773	1,100,259	1,771,032	161,177
New Shoreham	-	-	-	-	-
North Kingstown	1,086	453	742	1,195	108
North Providence	-	-	-	-	-
North Smithfield	-	-	-	-	-
Pawtucket	3,521	1,467	2,406	3,873	352
Portsmouth	-	-	-	-	-
Providence	34,077,915	14,199,131	23,290,645	37,489,776	3,411,862
Richmond	-	-	-	-	-
Scituate	-	-	-	-	-
Smithfield	865,716	360,715	591,676	952,391	86,675
South Kingstown	210,219	87,591	143,675	231,266	21,047
Tiverton	-	-	-	-	-
Warren	-	-	-	-	-
Warwick	1,536,665	640,277	1,050,238	1,690,515	153,850
Westerly	162,421	67,675	111,007	178,683	16,262
West Greenwich	-	-	-	-	-
West Warwick	-	-	-	-	-
Woonsocket	436,673	181,947	298,445	480,393	43,720
Total	\$ 46,089,504	\$ 19,203,960	\$ 31,500,000	\$ 50,703,960	\$ 4,614,456

Motor Vehicle Excise Phase-Out

<i>City or Town</i>	<i>FY 2021 Gov. Rec.*</i>	<i>H 7171, Sub. A Gen. Rev.</i>	<i>H 7171, Sub. A Municipal CRF</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ 2,338,562	\$ 884,462	\$ 2,030,784	\$ 2,915,246	\$ 576,684
Bristol	979,654	350,497	931,880	1,282,376	302,722
Burrillville	2,182,931	825,134	1,882,164	2,707,298	524,367
Central Falls	1,170,377	448,755	969,534	1,418,289	247,911
Charlestown	352,034	128,064	328,126	456,190	104,156
Coventry	2,261,441	834,946	2,036,775	2,871,721	610,280
Cranston	10,839,012	4,204,052	8,861,583	13,065,635	2,226,623
Cumberland	2,112,960	770,174	1,961,170	2,731,343	618,384
East Greenwich	567,874	224,385	495,914	720,298	152,424
East Providence	4,353,394	429,406	4,359,446	4,788,852	435,457
Exeter	797,067	924,449	-	924,449	127,382
Foster	665,553	249,511	584,710	834,221	168,668
Glocester	873,383	321,860	794,964	1,116,825	243,442
Hopkinton	635,970	235,834	570,237	806,071	170,102
Jamestown	123,206	47,828	113,922	161,751	38,545
Johnston	4,660,631	1,784,056	3,926,024	5,710,079	1,049,449
Lincoln	1,330,542	444,524	1,434,532	1,879,056	548,514
Little Compton	79,230	30,974	71,811	102,785	23,555
Middletown	458,356	151,439	502,312	653,751	195,394
Narragansett	361,074	140,703	329,102	469,805	108,731
Newport	484,614	189,428	358,230	547,657	63,044
New Shoreham	69,920	26,685	140,644	167,330	97,409
North Kingstown	1,060,828	328,816	1,255,803	1,584,619	523,791
North Providence	4,979,758	1,920,437	4,093,376	6,013,814	1,034,056
North Smithfield	1,791,666	674,948	1,562,148	2,237,096	445,430
Pawtucket	9,889,370	3,827,200	7,846,596	11,673,796	1,784,426
Portsmouth	671,814	233,872	678,278	912,150	240,336
Providence	21,611,604	8,543,071	16,773,340	25,316,411	3,704,806
Richmond	532,466	196,432	483,036	679,468	147,002
Scituate	372,898	144,037	353,318	497,355	124,457
Smithfield	2,281,250	829,550	2,137,990	2,967,539	686,289
South Kingstown	975,705	321,889	1,056,727	1,378,616	402,911
Tiverton	395,519	154,991	354,464	509,454	113,935
Warren	788,472	289,838	717,865	1,007,703	219,231
Warwick	7,420,982	2,601,994	7,348,241	9,950,235	2,529,253
Westerly	1,997,887	720,389	1,897,249	2,617,639	619,751
West Greenwich	437,832	159,211	590,207	749,418	311,586
West Warwick	2,087,571	757,501	1,738,305	2,495,806	408,235
Woonsocket	5,628,551	2,204,556	4,457,313	6,661,869	1,033,318
Subtotal	\$ 100,621,958	\$ 37,555,898	\$ 86,028,120	\$ 123,584,018	\$ 22,962,059
MV Phase Out - Fire District	123,979	172,109	-	172,109	48,130
Total	\$ 100,745,937	\$ 37,728,007	\$ 86,028,120	\$ 123,756,127	\$ 23,010,189

*FY 2020 enacted MV figures reflect value of FY 2019 levy; 2020-H 7171A reflects updated data.

Municipal COVID Relief Fund

<i>City or Town</i>	<i>Distressed Communities</i>	<i>Payment in Lieu of Taxes</i>	<i>Motor Vehicle Excise Phase-Out Distribution Formula</i>	<i>Per Capita Funding</i>	<i>Total H 7171, Sub. A</i>
Barrington	\$ -	\$ 11,298	\$ 2,030,784	\$ 118,662	2,160,744
Bristol	-	875,243	931,880	163,081	1,970,204
Burrillville	-	67,878	1,882,164	120,679	2,070,721
Central Falls	199,946	-	969,534	142,163	1,311,643
Charlestown	-	-	328,126	57,065	385,190
Coventry	-	-	2,036,775	253,600	2,290,375
Cranston	2,426,563	3,291,313	8,861,583	595,554	15,175,013
Cumberland	-	-	1,961,170	254,164	2,215,334
East Greenwich	-	491,423	495,914	112,288	1,099,625
East Providence	-	173,752	4,359,446	348,028	4,881,225
Exeter	-	-	-	49,744	49,744
Foster	-	-	584,710	34,393	619,102
Glocester	-	-	794,964	73,802	868,767
Hopkinton	-	-	570,237	59,492	629,729
Jamestown	-	-	113,922	40,312	154,234
Johnston	-	-	3,926,024	214,432	4,140,456
Lincoln	-	-	1,434,532	158,754	1,593,286
Little Compton	-	-	71,811	25,708	97,519
Middletown	-	-	502,312	117,928	620,240
Narragansett	-	-	329,102	114,056	443,158
Newport	-	1,100,259	358,230	181,624	1,640,112
New Shoreham	-	-	140,644	6,066	146,710
North Kingstown	-	742	1,255,803	192,222	1,448,768
North Providence	873,115	-	4,093,376	238,079	5,204,571
North Smithfield	-	-	1,562,148	90,577	1,652,725
Pawtucket	1,328,725	2,406	7,846,596	526,314	9,704,042
Portsmouth	-	-	678,278	127,757	806,035
Providence	4,885,935	23,290,645	16,773,340	1,316,115	46,266,035
Richmond	-	-	483,036	55,935	538,971
Scituate	-	-	353,318	77,771	431,088
Smithfield	-	591,676	2,137,990	158,651	2,888,317
South Kingstown	-	143,675	1,056,727	225,434	1,425,837
Tiverton	-	-	354,464	116,007	470,471
Warren	-	-	717,865	76,927	794,792
Warwick	-	1,050,238	7,348,241	578,295	8,976,774
Westerly	-	111,007	1,897,249	165,942	2,174,198
West Greenwich	-	-	590,207	45,322	635,529
West Warwick	837,011	-	1,738,305	212,378	2,787,695
Woonsocket	698,704	298,445	4,457,313	304,679	5,759,142
Total	\$ 11,250,000	\$ 31,500,000	\$ 86,028,120	\$ 7,750,000	\$ 136,528,120

Library Aid

<i>City or Town</i>	<i>FY 2020 Enacted¹</i>	<i>FY 2021 Gov. Rec.</i>	<i>FY 2021 Rec. to Enacted</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ 382,079	\$ 375,185	\$ (6,894)	\$ 375,185	\$ -
Bristol	194,460	194,607	147	194,607	-
Burrillville	173,742	184,839	11,098	184,839	-
Central Falls	32,114	31,752	(362)	31,752	-
Charlestown	52,487	52,802	316	52,802	-
Coventry	231,669	229,468	(2,202)	229,468	-
Cranston	622,485	638,834	16,350	638,834	-
Cumberland	283,035	297,545	14,511	297,545	-
East Greenwich	129,591	132,534	2,943	132,534	-
East Providence	420,617	411,631	(8,986)	411,631	-
Exeter	52,255	53,203	948	53,203	-
Foster	33,391	33,861	470	33,861	-
Glocester	79,565	78,704	(860)	78,704	-
Hopkinton	36,702	35,851	(852)	35,851	-
Jamestown	107,185	108,139	955	108,139	-
Johnston	119,439	125,400	5,961	125,400	-
Lincoln	209,703	213,729	4,026	213,729	-
Little Compton	35,772	36,164	393	36,164	-
Middletown	144,623	142,580	(2,043)	142,580	-
Narragansett	186,191	177,025	(9,166)	177,025	-
Newport	409,617	402,053	(7,564)	402,053	-
New Shoreham	91,829	90,133	(1,696)	90,133	-
North Kingstown	297,091	297,608	517	297,608	-
North Providence	198,233	197,202	(1,031)	197,202	-
North Smithfield	79,060	79,629	569	79,629	-
Pawtucket	415,582	408,981	(6,601)	408,981	-
Portsmouth	116,067	116,092	24	116,092	-
Providence*	2,027,820	2,002,232	(25,588)	2,002,232	-
Richmond	24,997	24,736	(261)	24,736	-
Scituate	105,942	106,425	483	106,425	-
Smithfield	304,595	307,560	2,965	307,560	-
South Kingstown	225,105	231,439	6,333	231,439	-
Tiverton	125,071	122,762	(2,310)	122,762	-
Warren	57,521	60,853	3,331	60,853	-
Warwick	772,285	779,794	7,508	779,794	-
Westerly	317,009	307,643	(9,366)	307,643	-
West Greenwich	39,028	44,294	5,266	44,294	-
West Warwick	162,581	165,207	2,626	165,207	-
Woonsocket	202,925	200,967	(1,959)	200,967	-
	\$ 9,499,463	\$ 9,499,463	\$ -	\$ 9,499,463	\$ -
Institutional Libraries	62,609	62,609	-	62,609	-
Total	\$ 9,562,072	\$ 9,562,072	\$ -	\$ 9,562,072	\$ -

*Includes the Statewide Reference Library Resource Grant.

¹ Adjusted from prior publications to correct discrepancies

Public Service Corporation Tax

<i>City or Town</i>	<i>FY 2020 Enacted</i>	<i>FY 2021 Gov. Rec.*</i>	<i>FY 2021 Rec. to Enacted</i>	<i>Total H 7171, Sub. A</i>	<i>H 7171, Sub. A to Gov. Rec.</i>
Barrington	\$ 204,412	\$ 204,412	\$ -	\$ 201,493	\$ (2,920)
Bristol	281,297	281,297	-	276,918	(4,378)
Burrillville	206,240	206,240	-	204,918	(1,322)
Central Falls	244,455	244,455	-	241,398	(3,058)
Charlestown	97,833	97,833	-	96,898	(935)
Coventry	439,541	439,541	-	430,622	(8,918)
Cranston	1,020,662	1,020,662	-	1,011,274	(9,388)
Cumberland	434,814	434,814	-	431,581	(3,233)
East Greenwich	165,037	165,037	-	162,821	(2,217)
East Providence	597,746	597,746	-	590,964	(6,782)
Exeter	85,216	85,216	-	84,468	(748)
Foster	59,100	59,100	-	58,400	(700)
Glocester	125,952	125,952	-	125,319	(633)
Hopkinton	102,244	102,244	-	101,020	(1,224)
Jamestown	69,385	69,385	-	68,451	(934)
Johnston	367,521	367,521	-	364,114	(3,407)
Lincoln	272,625	272,625	-	269,570	(3,055)
Little Compton	44,379	44,379	-	43,654	(725)
Middletown	202,925	202,925	-	200,247	(2,678)
Narragansett	196,636	196,636	-	193,671	(2,965)
Newport	311,887	311,887	-	308,404	(3,483)
New Shoreham	10,461	10,461	-	10,300	(161)
North Kingstown	329,948	329,948	-	326,401	(3,547)
North Providence	407,678	407,678	-	404,268	(3,409)
North Smithfield	155,042	155,042	-	153,803	(1,239)
Pawtucket	904,592	904,592	-	893,702	(10,890)
Portsmouth	220,104	220,104	-	216,936	(3,168)
Providence	2,262,538	2,262,538	-	2,234,814	(27,723)
Richmond	95,892	95,892	-	94,980	(912)
Scituate	132,708	132,708	-	132,057	(650)
Smithfield	272,386	272,386	-	269,396	(2,990)
South Kingstown	387,095	387,095	-	382,796	(4,299)
Tiverton	200,026	200,026	-	196,984	(3,042)
Warren	132,242	132,242	-	130,625	(1,616)
Warwick	1,023,675	1,023,675	-	1,009,817	(13,858)
Westerly	285,179	285,179	-	281,776	(3,403)
West Greenwich	77,111	77,111	-	76,958	(154)
West Warwick	361,849	361,849	-	360,627	(1,223)
Woonsocket	523,168	523,168	-	517,357	(5,811)
Total	\$ 13,311,601	\$ 13,311,601	\$ -	\$ 13,159,804	\$ (151,797)

*FY 2020 based on prior data; FY 2021 7171A reflects actual data.

Meals and Beverage Tax

<i>City or Town</i>	<i>FY 2017</i>	<i>FY 2018</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021*</i>
Barrington	\$ 178,288	\$ 184,739	\$ 195,499	\$ 152,985	\$ 144,845
Bristol	490,293	451,567	474,409	416,000	393,865
Burrillville	195,692	214,442	221,434	186,986	177,036
Central Falls	123,031	142,982	128,331	132,792	125,726
Charlestown	173,879	187,253	189,078	152,990	144,849
Coventry	437,307	466,386	442,965	438,323	415,000
Cranston	1,818,951	1,975,488	2,027,876	1,858,687	1,759,785
Cumberland	481,440	539,876	514,176	506,646	479,688
East Greenwich	809,903	694,380	683,524	634,609	600,841
East Providence	1,005,535	1,076,247	1,098,154	986,260	933,781
Exeter	105,533	116,466	114,565	111,618	105,679
Foster	17,661	23,382	20,847	16,898	15,999
Glocester	74,338	75,453	82,812	74,640	70,668
Hopkinton	45,689	53,522	56,874	48,734	46,140
Jamestown	94,108	90,468	85,554	69,411	65,718
Johnston	624,339	709,170	760,660	683,594	647,219
Lincoln	791,292	811,829	830,812	685,299	648,834
Little Compton	68,507	65,110	58,794	48,533	45,951
Middletown	730,305	810,338	833,415	723,622	685,118
Narragansett	627,427	697,787	685,665	629,826	596,313
Newport	2,235,459	2,641,064	2,493,288	2,223,684	2,105,361
New Shoreham	358,555	376,358	392,629	374,252	354,338
North Kingstown	532,105	624,355	634,782	579,873	549,018
North Providence	352,137	397,108	399,707	426,666	403,963
North Smithfield	304,746	302,535	309,588	314,651	297,908
Pawtucket	865,294	945,504	952,426	939,512	889,521
Portsmouth	238,740	279,811	285,976	271,232	256,800
Providence	5,463,457	6,246,967	5,586,483	5,252,178	4,972,708
Richmond	142,210	145,562	143,403	135,091	127,902
Scituate	54,994	67,639	65,021	61,551	58,276
Smithfield	755,766	796,851	852,674	820,099	776,461
South Kingstown	859,118	911,785	968,694	871,225	824,866
Tiverton	224,686	253,167	303,474	278,459	263,642
Warren	297,499	319,510	289,579	300,451	284,464
Warwick	2,890,427	3,188,368	3,018,267	2,784,958	2,636,770
Westerly	883,820	930,904	990,459	859,102	813,389
West Greenwich	126,823	122,462	116,905	128,869	122,012
West Warwick	345,927	392,007	414,732	407,763	386,066
Woonsocket	511,790	567,885	573,533	565,861	535,751
Total	\$ 26,337,072	\$ 28,896,727	\$ 28,297,063	\$ 26,153,929	\$ 24,762,270

**Projections from Office of Revenue Analysis updated in November*

Local Hotel Tax

<i>City or Town</i>	<i>FY 2017</i>	<i>FY 2018</i>	<i>FY 2019</i>	<i>FY 2020</i>	<i>FY 2021*</i>
Barrington	\$ 1,774	\$ 2,661	\$ 2,629	\$ 2,208	\$ 2,208
Bristol	25,315	29,156	35,008	27,017	26,256
Burrillville	-	28	73	82	82
Central Falls	287	53	215	548	548
Charlestown	47,760	58,621	44,558	58,299	58,042
Coventry	43,530	47,776	43,483	32,059	30,966
Cranston	9,198	11,427	7,982	31,302	30,264
Cumberland	709	745	208	156	156
East Greenwich	292	513	1,411	1,073	1,062
East Providence	19,545	20,952	27,717	29,251	28,338
Exeter	43	-	12	88	88
Foster	117	282	397	158	153
Glocester	1,188	1,357	1,529	1,308	1,265
Hopkinton	4,494	1,123	613	75	64
Jamestown	15,793	19,766	29,117	17,826	17,728
Johnston	3,683	3,338	3,747	2,926	2,826
Lincoln	48,089	50,036	63,347	49,914	48,182
Little Compton	14,890	16,262	21,730	18,907	18,805
Middletown	396,390	490,943	507,332	420,664	407,474
Narragansett	167,486	193,464	193,414	184,588	182,875
Newport	1,079,403	1,193,942	1,174,625	988,011	958,391
New Shoreham	299,889	478,072	412,757	387,796	383,382
North Kingstown	50,847	51,564	48,092	40,796	39,642
North Providence	1	231	712	1,130	1,130
North Smithfield	1,284	1,433	1,512	1,562	1,511
Pawtucket	1,736	40,109	47,400	36,664	35,438
Portsmouth	17,463	10,217	12,228	11,130	10,997
Providence	1,036,248	1,129,388	1,117,136	812,753	786,182
Richmond	1,951	3,023	5,629	3,144	3,105
Scituate	3,279	3,110	3,381	3,390	3,294
Smithfield	68,053	74,348	72,124	70,043	67,640
South Kingstown	86,591	100,203	100,606	108,122	105,352
Tiverton	1,076	3,117	9,365	11,909	11,598
Warren	1,313	704	1,228	(715)	(715)
Warwick	529,068	555,191	569,085	423,495	409,423
Westerly	300,400	329,908	364,507	398,716	388,927
West Greenwich	52,424	55,839	57,746	49,492	47,785
West Warwick	63,401	68,240	61,313	49,814	48,102
Woonsocket	20,892	23,137	28,923	23,616	22,835
Total	\$ 4,415,901	\$ 5,070,279	\$ 5,072,891	\$ 4,299,317	\$ 4,181,399

**Projections from Office of Revenue Analysis updated in November*

FY 2021 Education Aid

H 7171, Substitute A includes \$1,253.8 million for FY 2021 total aid for local school districts. Funding includes \$1,017.6 million in direct distributions to local school districts, \$36.8 million in categorical funding, \$1.0 million in other aid for distribution by the Department, \$118.4 million for the state's contribution to teacher retirement, and \$80.0 million for school construction costs.

H 7171, Substitute A is \$43.8 million more than the final FY 2020 appropriation, including \$37.2 million more in direct distributions. The final appropriation also included \$50.0 million from coronavirus relief funds to be distributed to districts in response to the pandemic, which is not shown in the table below. Total funding in H 7171, Substitute A is \$1.5 million less than the Governor's recommendation, as it excludes new initiatives; however, it does include \$4.2 million more in direct aid for local school districts.

Education Aid	FY 2020 Final	FY 2021 Governor	H 7171 Sub. A	Sub. A Chg. to Final	Sub. A Chg. to Governor
Operating Aid					
Local Districts	\$ 807,609,544	\$ 831,952,507	\$ 835,920,840	\$ 28,311,296	\$ 3,968,333
Central Falls	41,976,650	41,855,884	45,109,045	3,132,395	3,253,161
Met School*	9,342,007	9,342,007	9,342,007	-	-
Davies Career & Technical*	13,694,981	13,771,120	13,726,982	32,001	(44,138)
Charter Schools	101,063,056	108,518,042	108,849,009	7,785,954	330,967
UCAP	1,539,913	1,584,599	1,555,465	15,552	(29,134)
Group Homes Funding	3,267,153	3,049,982	3,049,982	(217,171)	-
Local District Prekindergarten	-	3,327,327	-	-	(3,327,327)
Audit Adjustment	1,850,065	-	-	(1,850,065)	-
Subtotal	\$ 980,343,371	\$ 1,013,401,469	\$ 1,017,553,332	\$ 37,209,961	\$ 4,151,862
Other Adjustments					
Categorical Funding					
High Cost Special Education	\$ 4,500,000	\$ 4,500,000	\$ 4,500,000	\$ -	\$ -
Career and Technical	4,500,000	4,500,000	4,500,000	-	-
Early Childhood	14,850,000	16,297,199	14,850,000	-	(1,447,199)
Non-Public Transportation	3,038,684	3,038,684	3,038,684	-	-
Regional District Transportation	4,622,676	4,622,676	4,622,676	-	-
Multilingual Learners	5,000,000	7,500,000	5,000,000	-	(2,500,000)
School Resource Officer Support	325,000	2,000,000	325,000	-	(1,675,000)
Subtotal	\$ 36,836,360	\$ 42,458,559	\$ 36,836,360	\$ -	\$ (5,622,199)
Set-Aside Funds					
Textbook Loans	\$ 56,251	\$ 240,000	\$ 240,000	\$ 183,749	\$ -
School Breakfast	270,000	270,000	270,000	-	-
Recovery High School	500,000	500,000	500,000	-	-
Subtotal	\$ 826,251	\$ 1,010,000	\$ 1,010,000	\$ 183,749	\$ -
Total	\$ 1,018,005,982	\$ 1,056,870,028	\$ 1,055,399,692	\$ 37,393,710	\$ (1,470,337)
Other Aid					
Teacher Retirement	\$ 112,337,502	\$ 118,375,402	\$ 118,375,402	\$ 6,037,900	\$ -
Construction Aid	78,649,186	79,130,193	79,130,193	481,007	-
School Building Authority Fund	1,015,029	869,807	869,807	(145,222)	-
Statewide Total	\$ 1,210,007,696	\$ 1,255,245,430	\$ 1,253,775,093	\$ 43,767,395	\$ (1,470,337)

**Only reflects operating support consistent with other school districts. Capital projects funded from Rhode Island Capital Plan funds appear in the Department of Elementary and Secondary Education's operating budget.*

H 7171, Substitute A funds the tenth year of the education funding formula adopted by the 2010 Assembly. The calculation for FY 2021 uses March 15, 2020 student enrollment data adjusted for FY 2021 charter school enrollments, a per pupil core instruction amount of \$10,310, and state share ratio variables updated with June 30, 2019 data. It was designed such that districts that are going to receive more state funding

would have the additional funding phased in over seven years and districts that are going to receive less funding would have that loss phased in over ten years. As FY 2021 is the tenth year of the formula's implementation, districts receive aid as produced by the formula with no other adjustments.

Total Funding to Districts

A. Column *A* is the Governor's FY 2021 recommended formula aid for districts. It was based on March 15, 2019 student enrollment data.

B. Column *B* shows the Governor's proposal to include students in district-run prekindergarten classrooms into the funding formula. Under current law, all providers of the state prekindergarten program receive funding through the early childhood education category of education aid, including districts. The proposal impacts five districts and is based on classrooms open in FY 2020.

C. Column *C* shows the change in aid per district from updating student enrollment based on March 15, 2020 student enrollment data.

D. Column *D* is the Governor's funding formula aid recommendation adjusted for the March 2020 data update.

E. Column *E* shows the amount of group home aid for FY 2021. Group home aid is paid through the funding formula pursuant to current law.

F. The formula allows for additional resources from the state for high-cost special education students, high-cost career and technical programs, early childhood education programs, transportation costs and a limited two-year bonus for regionalized districts. The 2017 Assembly enacted a permanent category of funding for English language learners beginning in FY 2018. The distribution from high-cost special education, transportation, and English language learners aid is shown in column *F*.

G. H 7171, Substitute A, excludes the Governor's proposal included in Column *B* to shift expenses for district-run prekindergarten classrooms from the early childhood category of education aid to the funding formula, and that is shown in Column *G*.

H. Column *H* shows the total FY 2021 education aid included in H 7171, Substitute A, based on March 15, 2020 student enrollment data.

I. Column *I* shows total FY 2020 aid enacted by the 2019 Assembly.

J. Column *J* is the difference between H 7171, Substitute A, shown in Column *H* and FY 2020 aid enacted by the 2019 Assembly shown in Column *I*.

<i>District</i>	<i>A</i> <i>FY 2021</i> <i>Governor Formula</i> <i>Aid</i>	<i>B</i> <i>Pre- kindergarten</i> <i>to Funding</i> <i>Formula</i>	<i>C</i> <i>March Update</i>	<i>D</i> <i>Governor</i> <i>Adjusted Formula</i> <i>Aid</i>	<i>E</i> <i>Group Home</i> <i>Aid</i>
Barrington	\$ 5,747,660	\$ -	\$ 123,369	\$ 5,871,029	\$ -
Burrillville	14,173,058	-	(31,033)	14,142,025	73,935
Charlestown	1,347,895	-	(37,559)	1,310,336	-
Coventry	24,269,403	-	(856,700)	23,412,703	83,396
Cranston	68,342,059	122,641	108,757	68,573,456	-
Cumberland	20,731,569	-	(36,530)	20,695,039	-
East Greenwich	3,224,836	-	65,020	3,289,856	-
East Providence	36,057,984	1,130,197	(661,636)	36,526,545	503,600
Foster	1,150,582	-	(119,954)	1,030,628	-
Glocester	2,012,562	-	109,339	2,121,901	-
Hopkinton	5,381,580	-	106,972	5,488,552	-
Jamestown	379,864	-	(8,976)	370,888	-
Johnston	18,757,961	103,248	(72,079)	18,789,131	-
Lincoln	14,523,917	-	424,212	14,948,129	88,201
Little Compton	405,266	-	(7,655)	397,611	-
Middletown	7,756,075	-	89,569	7,845,644	-
Narragansett	2,243,894	-	(37,370)	2,206,524	-
Newport	13,520,554	-	274,205	13,794,759	136,977
New Shoreham	174,459	-	3,450	177,909	-
North Kingstown	11,808,025	-	(16,827)	11,791,198	-
North Providence	24,156,431	-	543,838	24,700,268	141,292
North Smithfield	6,006,868	-	21,683	6,028,551	98,055
Pawtucket	92,477,723	769,114	(510,533)	92,736,304	118,734
Portsmouth	3,232,006	-	(12,410)	3,219,595	515,155
Providence	263,275,514	-	4,949,509	268,225,023	412,525
Richmond	4,717,972	-	(24,175)	4,693,797	-
Scituate	2,746,814	-	(99,297)	2,647,517	-
Smithfield	5,835,807	-	(59,493)	5,776,314	220,744
South Kingstown	4,522,447	-	(59,156)	4,463,290	119,996
Tiverton	7,465,598	-	(85,299)	7,380,299	-
Warwick	38,418,575	-	(670,789)	37,747,785	277,870
Westerly	8,328,923	-	(214,042)	8,114,881	-
West Warwick	28,936,989	-	501,370	29,438,359	-
Woonsocket	68,014,464	-	582,089	68,596,553	37,221
Bristol-Warren	13,028,444	-	(397,818)	12,630,626	98,476
Chariho	-	-	-	-	-
Exeter-West Greenwich	4,167,942	-	58,355	4,226,297	123,805
Foster-Glocester	4,610,789	-	25,926	4,636,715	-
Central Falls*	41,855,884	1,202,128	3,253,161	46,311,173	-
Total	\$ 873,808,391	\$ 3,327,327	\$ 7,221,492	\$ 884,357,213	\$ 3,049,982
<i>Adjusted Chariho</i>	<i>11,447,447</i>	<i>-</i>	<i>45,238</i>	<i>11,492,685</i>	<i>-</i>

*This includes a \$8.0 million stabilization fund payment to Central Falls in the FY 2020 enacted budget and \$7.0 million in FY 2021.

<i>District</i>	<i>F</i> <i>Categoricals</i>	<i>G</i> <i>Exclude Pre-kindergarten</i>	<i>H</i> <i>Total</i> <i>H 7171, Sub. A</i>	<i>I</i> <i>FY 2020 Aid</i> <i>Enacted by 2019</i> <i>Assembly</i>	<i>J</i> <i>H 7171, Sub. A</i> <i>Chg. to Enacted</i> <i>Aid</i>
Barrington	\$ 277,485	\$ -	\$ 6,148,515	\$ 5,872,943	\$ 275,571
Burrillville	136,135	-	14,352,095	13,164,631	1,187,464
Charlestown	86	-	1,310,422	1,543,508	(233,087)
Coventry	68,436	-	23,564,535	24,463,006	(898,471)
Cranston	1,311,469	(122,641)	69,762,285	65,623,892	4,138,393
Cumberland	104,112	-	20,799,151	21,686,834	(887,683)
East Greenwich	201,055	-	3,490,910	2,724,747	766,164
East Providence	477,615	(1,130,197)	36,377,563	36,282,710	94,853
Foster	35,020	-	1,065,648	1,214,958	(149,310)
Glocester	96,273	-	2,218,174	2,272,359	(54,185)
Hopkinton	234	-	5,488,786	5,170,111	318,675
Jamestown	34,692	-	405,580	465,975	(60,395)
Johnston	441,401	(103,248)	19,127,284	18,288,991	838,293
Lincoln	162,355	-	15,198,685	14,418,820	779,865
Little Compton	54	-	397,665	403,595	(5,930)
Middletown	48,564	-	7,894,209	7,592,462	301,747
Narragansett	54,849	-	2,261,373	2,255,835	5,538
Newport	102,389	-	14,034,125	12,580,979	1,453,146
New Shoreham	582	-	178,491	132,830	45,661
North Kingstown	76,649	-	11,867,847	10,492,830	1,375,017
North Providence	434,122	-	25,275,682	23,382,239	1,893,444
North Smithfield	79,916	-	6,206,522	5,884,223	322,299
Pawtucket	737,713	(769,114)	92,823,636	91,306,394	1,517,243
Portsmouth	99,049	-	3,833,800	4,048,900	(215,100)
Providence	3,625,523	-	272,263,070	263,818,881	8,444,189
Richmond	409	-	4,694,206	4,640,811	53,395
Scituate	80,456	-	2,727,973	2,824,310	(96,337)
Smithfield	230,654	-	6,227,713	6,457,531	(229,819)
South Kingstown	270,151	-	4,853,437	5,433,317	(579,880)
Tiverton	95,272	-	7,475,571	7,239,775	235,797
Warwick	416,281	-	38,441,937	38,761,116	(319,180)
Westerly	140,310	-	8,255,191	8,656,589	(401,398)
West Warwick	96,880	-	29,535,239	27,094,132	2,441,107
Woonsocket	357,729	-	68,991,503	63,980,831	5,010,672
Bristol-Warren	1,784,992	-	14,514,094	14,821,717	(307,623)
Chariho	2,135,033	-	2,135,033	2,147,804	(12,770)
Exeter-West Greenwich	1,346,229	-	5,696,331	6,419,481	(723,149)
Foster-Glocester	570,941	-	5,207,657	5,268,060	(60,403)
Central Falls*	571,024	(1,202,128)	45,680,069	41,998,528	3,681,541
Total	\$ 16,702,145	\$ (3,327,327)	\$ 900,782,013	\$ 870,836,655	\$ 29,945,358
<i>Adjusted Chariho</i>	<i>2,135,762</i>	<i>-</i>	<i>13,628,447</i>	<i>13,502,234</i>	<i>126,213</i>

*This includes a \$8.0 million stabilization fund payment to Central Falls in the FY 2020 enacted budget and \$7.0 million in FY 2021.

Total Funding to Charter and State Schools

- A.** Column **A** is the FY 2020 formula aid enacted by the 2019 Assembly.
- B.** Column **B** includes final FY 2020 funding formula aid, which reflects current law requirements that any changes in enrollment as of October 1 that are greater than 10.0 percent get adjusted in that year.
- C.** Column **C** is the Governor's FY 2021 recommended formula aid. It uses March 2019 enrollment and lottery data. Growth due to adding grades is paid in the year of the growth.
- D.** Column **D** shows change in aid per district from updating student enrollment based on March 15, 2020 student enrollment data.
- E.** Column **E** includes the distribution of English language learners categorical funding.
- F.** Column **F** includes the distribution of high cost special education categorical funding.
- G.** Column **G** shows the total FY 2021 education aid included in H 7171, Substitute A, based on March 15, 2020 student enrollment data.
- H.** Column **H** is the difference between the H 7171, Substitute A shown in Column **G** and final FY 2020 formula aid in Column **B**.

<i>School</i>	<i>A FY 2020 Enacted Formula Aid*</i>	<i>B FY 2020 Final Formula Aid*</i>	<i>C FY 2021 Gov. Rec. Formula Aid*</i>	<i>D March Update</i>
Academy for Career Exploration (Textron) - Closed Spring 2020	\$ 2,221,933	\$ 2,221,932	\$ 2,276,000	\$ (2,276,000)
Achievement First	14,506,807	14,506,807	17,166,756	1,606,466
Beacon	3,041,595	3,041,595	3,275,389	67,438
Blackstone	3,898,745	3,898,745	4,034,853	47,596
Charette	1,462,582	1,462,582	2,001,614	(0)
Compass	499,581	499,581	581,683	30,976
Greene School	1,263,068	1,263,068	1,297,644	68,610
Highlander	6,213,203	6,213,203	6,614,115	402,940
Hope Academy	2,227,072	2,227,072	2,672,316	(9,928)
International	3,458,899	3,458,899	3,623,685	1,566
Kingston Hill	676,342	760,071	842,570	(13,241)
Learning Community	6,831,139	6,831,139	7,115,379	8,338
New England Laborers	1,288,574	1,288,574	1,352,483	36,182
Nowell	1,764,590	1,764,590	1,830,741	31,328
Nurses Institute	2,936,639	2,936,639	3,028,761	39,255
Paul Cuffee	9,177,961	9,177,961	9,425,877	(38,696)
RI Mayoral Academies Blackstone Prep.	19,650,936	19,650,936	20,180,053	548,056
RISE Mayoral Academy	2,406,055	2,406,055	3,163,221	(47,318)
Segue Institute	3,022,682	3,022,682	3,147,229	(62,930)
Southside Elementary	1,633,370	1,633,370	1,677,425	5,830
Times2 Academy	8,150,385	8,150,385	8,370,544	(79,150)
Trinity	2,383,975	2,383,975	2,448,371	(31,660)
Village Green	2,321,706	2,321,706	2,391,333	(4,691)
Charter Schools Subtotal	\$ 101,037,840	\$ 101,121,568	\$ 108,518,042	\$ 330,967
Davies Career and Tech	13,694,981	13,694,981	13,771,120	-
Met School	9,342,007	9,342,007	9,342,007	-
Urban Collaborative	1,539,913	1,539,913	1,584,599	(29,134)
Total	\$ 125,614,741	\$ 125,698,469	\$ 133,215,768	\$ 301,833

Growth due to adding grades is all paid in the year of growth.

*Includes a state schools stabilization payment of \$4.9 million to Davies and \$1.8 million to Met.

<i>School</i>	<i>E</i> <i>English Language</i> <i>Learners</i> <i>Categorical</i>	<i>F</i> <i>High Cost</i> <i>Special Ed.</i> <i>Categorical</i>	<i>G</i> <i>Total</i> <i>H 7171 Sub. A</i> <i>Aid*</i>	<i>H</i> <i>H 7171, Sub. A</i> <i>Change to FY</i> <i>2020 Final</i>
Academy for Career Exploration (Textron) - Closed Spring 2020	\$ -	\$ -	\$ -	\$ (2,221,932)
Achievement First	90,563	11,383	18,875,168	4,368,361
Beacon	3,238	-	3,346,065	304,470
Blackstone	5,273	-	4,087,722	188,977
Charette	2,307	-	2,003,921	541,339
Compass	-	-	612,659	113,078
Greene School	973	-	1,367,227	104,159
Highlander	31,228	-	7,048,283	835,080
Hope Academy	8,767	-	2,671,155	444,083
International	48,606	-	3,673,857	214,958
Kingston Hill	-	-	829,329	69,258
Learning Community	68,096	12,921	7,204,734	373,595
New England Laborers	4,284	-	1,392,949	104,375
Nowell	12,947	-	1,875,016	110,426
Nurses Institute	10,455	-	3,078,471	141,832
Paul Cuffee	27,686	-	9,414,867	236,906
RI Mayoral Academies Blackstone Prep.	44,073	3,355	20,775,537	1,124,601
RISE Mayoral Academy	3,702	-	3,119,605	713,550
Segue Institute	11,263	-	3,095,562	72,880
Southside Elementary	5,076	3,358	1,691,689	58,319
Times2 Academy	19,842	-	8,311,236	160,851
Trinity	5,076	-	2,421,787	37,812
Village Green	5,076	-	2,391,718	70,012
Charter Schools Subtotal	\$ 408,531	\$ 31,017	\$ 109,288,557	\$ 8,166,990
Davies Career and Tech	1,664	-	13,728,646	33,665
Met School	14,420	-	9,356,427	14,420
Urban Collaborative	3,584	-	1,559,049	19,136
Total	\$ 428,199	\$ 31,017	\$ 133,932,679	\$ 8,234,211

*Includes a state schools stabilization payment of \$5.0 million to Davies and \$1.6 million to Met; includes workshare savings of \$44,138 for Davies

Section V

Summary Tables

General Revenue Budget Surplus Table

	FY 2019	FY 2020	FY 2021
Opening Surplus			
Free Surplus	\$ 52,525,379	\$ 30,502,912	\$ 175,058,948
Reappropriated Surplus	10,057,409	10,296,451	5,336,652
Subtotal	\$ 62,582,788	\$ 40,799,363	\$ 180,395,600
Revenues			
Actual/Enacted/Estimated	\$ 4,024,579,618	\$ 4,183,948,065	\$ 4,241,600,000
Governor	-	-	113,657,550
Assembly	-	-	(246,832,549)
Revenues	\$ 4,024,579,618	\$ 4,183,948,065	\$ 4,108,425,001
Cash Stabilization Fund	(122,313,150)	(126,433,529)	(128,504,518)
Total Available Resources	\$ 3,964,849,256	\$ 4,098,313,899	\$ 4,160,316,083
Expenditures			
Actual/Enacted/Estimated	\$ 3,924,049,893	\$ 3,917,918,299	\$ 4,222,362,477
Governor	-	-	25,442,582
Assembly	-	-	(94,535,352)
Total Expenditures	\$ 3,924,049,893	\$ 3,917,918,299	\$ 4,153,269,707
Total Surplus	\$ 40,799,363	\$ 180,395,600	\$ 7,046,376
Reappropriations	(10,296,451)	-	-
Free Surplus	\$ 30,502,912	\$ 180,395,600	\$ 7,046,376
<i>Operating Surplus/(Deficit)</i>	<i>(11,726,016)</i>	<i>149,892,688</i>	<i>(168,012,572)</i>
Budget Stabilization and Cash Reserve	\$ 203,855,250	\$ 90,722,549	\$ 214,174,197
Percent of Revenues	5.1%	2.2%	5.2%

Expenditures from All Funds

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	\$ 327,880,776	\$ 362,384,772	\$ 342,713,165	\$ 623,048,316
Business Regulation	26,363,657	24,952,193	30,101,257	27,754,929
Executive Office of Commerce	59,996,451	42,065,009	80,451,025	215,497,595
Labor and Training	449,014,095	1,904,291,040	464,735,173	1,712,347,502
Revenue	643,187,244	653,391,267	672,082,118	706,722,852
Legislature	45,636,115	45,609,862	46,914,237	46,122,617
Lieutenant Governor	1,147,816	1,150,903	1,163,022	1,145,231
Secretary of State	11,001,157	12,577,440	10,945,193	15,098,672
General Treasurer	42,655,641	41,845,937	44,626,993	44,517,242
Board of Elections	2,748,855	2,902,636	3,472,921	3,972,921
Rhode Island Ethics Commission	1,845,298	1,848,405	1,977,107	1,900,201
Governor's Office	6,093,211	6,110,685	6,580,157	6,459,015
Human Rights	1,917,005	1,854,573	1,957,449	1,869,372
Public Utilities Commission	11,382,980	11,399,924	11,658,234	11,748,393
Subtotal - General Government	\$ 1,630,870,301	\$ 3,112,384,646	\$ 1,719,378,051	\$ 3,418,204,858
Human Services				
Health and Human Services	\$ 2,690,732,762	\$ 2,733,991,630	\$ 2,682,199,049	\$ 2,983,643,790
Children, Youth and Families	229,859,090	254,891,280	263,575,227	254,721,923
Health	186,637,844	215,720,638	186,724,931	578,629,413
Human Services	638,343,380	640,377,135	635,222,724	686,895,593
BHDDH	463,195,456	480,459,235	487,056,873	486,081,675
Child Advocate	1,234,057	985,579	1,248,036	1,233,388
Deaf and Hard of Hearing	663,338	686,326	600,270	650,270
Commission on Disabilities	1,558,659	1,533,797	1,618,795	1,583,171
Mental Health Advocate	602,411	627,051	630,982	630,982
Subtotal - Human Services	\$ 4,212,826,997	\$ 4,329,272,671	\$ 4,258,876,887	\$ 4,994,070,205
Education				
Elementary and Secondary	\$ 1,491,082,208	\$ 1,555,177,092	\$ 1,555,461,635	\$ 1,665,179,791
Higher Education	1,247,926,398	1,270,538,532	1,272,641,392	1,274,773,440
Arts Council	3,438,248	3,641,279	3,503,487	3,448,552
Atomic Energy	1,495,094	1,423,754	1,520,779	1,515,857
Historical Preservation	2,595,330	2,752,578	2,730,229	2,675,751
Subtotal - Education	\$ 2,746,537,278	\$ 2,833,533,235	\$ 2,835,857,522	\$ 2,947,593,391

Expenditures from All Funds

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	\$ 33,287,718	\$ 36,743,087	\$ 34,263,854	\$ 33,796,154
Corrections	257,611,700	267,791,629	251,429,093	254,739,746
Judicial	127,492,559	127,598,912	126,487,766	122,127,405
Military Staff	41,148,960	42,777,546	38,966,975	46,162,220
Emergency Management	13,622,589	148,541,956	13,216,961	45,266,961
Public Safety	138,208,356	140,176,790	135,655,557	133,890,732
Public Defender	12,900,536	12,854,501	13,462,088	12,756,318
Subtotal-Public Safety	\$ 624,272,418	\$ 776,484,421	\$ 613,482,294	\$ 648,739,536
Natural Resources				
Environmental Management	\$ 102,118,898	\$ 104,589,853	\$ 102,397,594	\$ 109,286,166
CRMC	5,220,930	6,308,894	5,041,233	5,204,812
Subtotal-Natural Resources	\$ 107,339,828	\$ 110,898,747	\$ 107,438,827	\$ 114,490,978
Transportation				
Transportation	\$ 648,773,516	\$ 630,965,159	\$ 660,012,366	\$ 607,343,003
Subtotal-Transportation	\$ 648,773,516	\$ 630,965,159	\$ 660,012,366	\$ 607,343,003
Total	\$ 9,970,620,338	\$ 11,793,538,879	\$ 10,195,045,947	\$ 12,730,441,971

Expenditures from General Revenues

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	\$ 206,638,425	\$ 194,616,242	\$ 214,958,218	\$ 313,013,170
Business Regulation	17,896,681	16,951,991	18,670,217	17,469,427
Executive Office of Commerce	28,181,129	17,675,827	44,264,097	40,293,523
Labor and Training	14,679,932	14,113,689	22,922,142	14,120,999
Revenue	216,254,237	211,526,687	229,096,871	127,228,613
Legislature	43,804,101	43,804,101	45,075,055	44,283,435
Lieutenant Governor	1,147,816	1,150,903	1,163,022	1,145,231
Secretary of State	9,533,255	9,311,397	9,883,628	12,289,333
General Treasurer	3,037,551	2,965,993	2,991,420	2,986,194
Board of Elections	2,748,855	2,802,636	3,472,921	3,972,921
Rhode Island Ethics Commission	1,845,298	1,848,405	1,977,107	1,900,201
Governor's Office	6,093,211	5,507,308	6,580,157	6,459,015
Human Rights	1,353,591	1,297,046	1,452,747	1,348,206
Public Utilities Commission	-	-	-	-
Subtotal - General Government	\$ 553,214,082	\$ 523,572,225	\$ 602,507,602	\$ 586,510,268
Human Services				
Health and Human Services	\$ 1,002,282,411	\$ 947,579,577	\$ 1,010,660,918	\$ 974,945,186
Children, Youth and Families	165,124,585	176,775,082	186,790,002	170,860,311
Health	30,968,921	23,130,443	32,999,978	110,254,084
Human Services	92,178,627	91,304,952	117,884,921	105,775,008
BHDDH	196,381,240	248,920,154	207,783,433	248,855,733
Child Advocate	986,701	870,221	1,063,237	1,005,223
Deaf and Hard of Hearing	533,338	494,519	537,816	507,816
Commission on Disabilities	1,055,069	1,075,665	1,107,632	1,072,008
Mental Health Advocate	602,411	627,051	630,982	630,982
Subtotal - Human Services	\$ 1,490,113,303	\$ 1,490,777,664	\$ 1,559,458,919	\$ 1,613,906,351
Education				
Elementary and Secondary	\$ 1,239,252,258	\$ 1,195,622,855	\$ 1,283,925,871	\$ 1,282,515,073
Higher Education	243,650,858	231,755,260	244,404,094	237,951,191
Arts Council	2,004,748	2,002,857	2,056,961	2,002,026
Atomic Energy	1,059,094	1,055,815	1,064,567	1,059,645
Historical Preservation	1,488,293	1,621,528	1,598,029	1,562,984
Subtotal - Education	\$ 1,487,455,251	\$ 1,432,058,315	\$ 1,533,049,522	\$ 1,525,090,919

Expenditures from General Revenues

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	\$ 28,675,203	\$ 28,635,863	\$ 30,054,511	\$ 29,581,867
Corrections	242,088,059	235,486,945	242,109,240	163,246,644
Judicial	105,213,960	103,818,280	106,383,394	103,483,394
Military Staff	3,219,493	2,267,625	3,227,916	3,275,354
Emergency Management	2,364,647	2,307,118	2,901,055	2,713,353
Public Safety	105,918,952	81,334,304	105,726,368	67,430,637
Public Defender	12,824,871	12,649,755	13,386,423	12,680,653
Subtotal-Public Safety	\$ 500,305,185	\$ 466,499,890	\$ 503,788,907	\$ 382,411,902
Natural Resources				
Environmental Management	\$ 43,623,975	\$ 42,934,315	\$ 46,259,572	\$ 42,769,969
CRMC	2,883,195	2,871,930	2,740,539	2,580,300
Subtotal-Natural Resources	\$ 46,507,170	\$ 45,806,245	\$ 49,000,111	\$ 45,350,269
Transportation				
Transportation	\$ -	\$ -	\$ -	\$ -
Subtotal-Transportation	\$ -	\$ -	\$ -	\$ -
Total	\$ 4,077,594,991	\$ 3,958,714,339	\$ 4,247,805,061	\$ 4,153,269,709

Expenditures from Federal Grants

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	\$ 4,152,873	\$ 45,472,914	\$ 2,486,895	\$ 205,851,758
Business Regulation	755,788	1,453,503	768,983	3,242,464
Executive Office of Commerce	17,611,003	10,185,015	15,421,017	169,952,307
Labor and Training	38,284,651	1,101,555,955	36,742,413	1,044,634,941
Revenue	1,969,581	2,550,526	1,580,404	138,108,524
Legislature	-	-	-	-
Lieutenant Governor	-	-	-	-
Secretary of State	1,016,230	2,810,000	389,155	2,266,929
General Treasurer	998,974	1,020,090	1,011,042	1,011,042
Board of Elections	-	100,000	-	-
Rhode Island Ethics Commission	-	-	-	-
Governor's Office	-	603,377	-	-
Human Rights	563,414	557,527	504,702	521,166
Public Utilities Commission	178,002	205,928	178,744	175,174
Subtotal - General Government	\$ 65,530,516	\$ 1,166,514,835	\$ 59,083,355	\$ 1,565,764,305
Human Services				
Health and Human Services	\$ 1,664,521,164	\$ 1,726,642,736	\$ 1,631,999,073	\$ 1,969,238,746
Children, Youth and Families	59,986,948	74,669,520	72,705,588	80,594,361
Health	105,815,939	146,029,605	104,298,145	420,361,529
Human Services	514,400,576	518,036,621	505,392,395	571,091,566
BHDDH	260,425,869	227,155,334	270,739,429	233,118,777
Child Advocate	247,356	115,358	184,799	228,165
Deaf and Hard of Hearing	-	30,000	-	-
Commission on Disabilities	458,689	391,455	400,000	400,000
Mental Health Advocate	-	-	-	-
Subtotal - Human Services	\$ 2,605,856,541	\$ 2,693,070,629	\$ 2,585,719,429	\$ 3,275,033,144
Education				
Elementary and Secondary	\$ 213,293,458	\$ 320,952,625	\$ 225,341,900	\$ 337,775,978
Higher Education	8,000,000	37,775,348	8,255,837	31,353,488
Arts Council	762,500	1,098,422	828,776	828,776
Atomic Energy	-	-	7,936	7,936
Historical Preservation	557,028	566,643	563,476	544,043
Subtotal - Education	\$ 222,612,986	\$ 360,393,038	\$ 234,997,925	\$ 370,510,221

Expenditures from Federal Grants

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	\$ 3,552,999	\$ 7,006,860	\$ 2,913,491	\$ 2,890,200
Corrections	2,010,944	6,867,723	2,059,771	80,641,212
Judicial	3,144,740	4,970,252	3,494,140	3,456,888
Military Staff	34,354,996	35,038,278	34,984,059	40,291,970
Emergency Management	9,295,523	144,105,737	8,018,360	40,506,062
Public Safety	19,986,405	47,524,507	17,354,609	56,571,413
Public Defender	75,665	204,746	75,665	75,665
Subtotal-Public Safety	\$ 72,421,272	\$ 245,718,103	\$ 68,900,095	\$ 224,433,410
Natural Resources				
Environmental Management	\$ 32,309,520	\$ 33,833,656	\$ 32,114,651	\$ 35,511,001
CRMC	1,557,735	2,556,655	1,575,694	2,283,202
Subtotal-Natural Resources	\$ 33,867,255	\$ 36,390,311	\$ 33,690,345	\$ 37,794,203
Transportation				
Transportation	\$ 325,075,495	\$ 338,214,974	\$ 340,744,098	\$ 339,392,203
Subtotal-Transportation	\$ 325,075,495	\$ 338,214,974	\$ 340,744,098	\$ 339,392,203
Total	\$ 3,325,364,065	\$ 4,840,301,890	\$ 3,323,135,247	\$ 5,812,927,486

Expenditures from Restricted Receipts

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	\$ 24,412,178	\$ 38,495,870	\$ 38,839,448	\$ 38,833,760
Business Regulation	7,144,829	6,124,326	10,389,044	6,970,025
Executive Office of Commerce	4,754,319	4,754,167	8,255,911	4,741,765
Labor and Training	30,022,846	36,207,204	33,283,256	26,335,479
Revenue	3,605,253	3,708,895	5,559,629	5,559,629
Legislature	1,832,014	1,805,761	1,839,182	1,839,182
Lieutenant Governor	-	-	-	-
Secretary of State	451,672	456,043	502,410	542,410
General Treasurer	37,955,257	37,228,125	39,984,107	39,879,582
Board of Elections	-	-	-	-
Rhode Island Ethics Commission	-	-	-	-
Governor's Office	-	-	-	-
Human Rights	-	-	-	-
Public Utilities Commission	11,204,978	11,193,996	11,479,490	11,573,219
Subtotal - General Government	\$ 121,383,346	\$ 139,974,387	\$ 150,132,477	\$ 136,275,051
Human Services				
Health and Human Services	\$ 23,929,187	\$ 59,769,317	\$ 39,539,058	\$ 39,459,858
Children, Youth and Families	1,887,557	2,339,616	2,079,637	2,079,637
Health	49,452,984	46,160,590	49,026,808	47,813,800
Human Services	26,750,699	26,324,424	7,251,930	5,532,159
BHDDH	6,088,347	4,064,951	8,134,011	3,707,165
Child Advocate	-	-	-	-
Deaf and Hard of Hearing	130,000	161,807	62,454	142,454
Commission on Disabilities	44,901	66,677	111,163	111,163
Mental Health Advocate	-	-	-	-
Subtotal - Human Services	\$ 108,283,675	\$ 138,887,382	\$ 106,205,061	\$ 98,846,236
Education				
Elementary and Secondary	\$ 37,427,492	\$ 37,145,954	\$ 44,184,864	\$ 42,879,740
Higher Education	3,767,896	3,679,334	3,211,866	2,962,936
Arts Council	45,000	45,000	15,000	15,000
Atomic Energy	99,000	25,036	99,000	99,000
Historical Preservation	421,439	422,100	422,100	422,100
Subtotal - Education	\$ 41,760,827	\$ 41,317,424	\$ 47,932,830	\$ 46,378,776

Expenditures from Restricted Receipts

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	\$ 909,516	\$ 1,030,364	\$ 1,145,852	\$ 1,146,296
Corrections	59,369	3,531,961	960,082	960,082
Judicial	13,007,786	13,442,436	13,010,232	12,863,388
Military Staff	55,000	55,000	55,000	55,000
Emergency Management	468,005	634,687	553,132	553,132
Public Safety	6,136,198	6,185,034	9,389,065	5,670,229
Public Defender	-	-	-	-
Subtotal-Public Safety	\$ 20,635,874	\$ 24,879,482	\$ 25,113,363	\$ 21,248,127
Natural Resources				
Environmental Management	\$ 16,060,848	\$ 17,189,655	\$ 16,628,124	\$ 16,559,204
CRMC	250,000	250,000	250,000	250,000
Subtotal-Natural Resources	\$ 16,310,848	\$ 17,439,655	\$ 16,878,124	\$ 16,809,204
Transportation				
Transportation	\$ 3,007,550	\$ 2,656,328	\$ 2,656,328	\$ 2,711,328
Subtotal-Transportation	\$ 3,007,550	\$ 2,656,328	\$ 2,656,328	\$ 2,711,328
Total	\$ 311,382,120	\$ 365,154,658	\$ 348,918,183	\$ 322,268,722

Expenditures from Other Funds

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	\$ 92,677,300	\$ 83,799,746	\$ 86,428,604	\$ 65,349,628
Business Regulation	566,359	422,373	273,013	73,013
Executive Office of Commerce	9,450,000	9,450,000	12,510,000	510,000
Labor and Training	366,026,666	752,414,192	371,787,362	627,256,083
Revenue	421,358,173	435,605,159	435,845,214	435,826,086
Legislature	-	-	-	-
Lieutenant Governor	-	-	-	-
Secretary of State	-	-	170,000	-
General Treasurer	663,859	631,729	640,424	640,424
Board of Elections	-	-	-	-
Rhode Island Ethics Commission	-	-	-	-
Governor's Office	-	-	-	-
Human Rights	-	-	-	-
Public Utilities Commission	-	-	-	-
Subtotal - General Government	\$ 890,742,357	\$ 1,282,323,199	\$ 907,654,617	\$ 1,129,655,234
Human Services				
Health and Human Services	\$ -	\$ -	\$ -	\$ -
Children, Youth and Families	2,860,000	1,107,062	2,000,000	1,187,614
Health	400,000	400,000	400,000	200,000
Human Services	5,013,478	4,711,138	4,693,478	4,496,860
BHDDH	300,000	318,796	400,000	400,000
Child Advocate	-	-	-	-
Deaf and Hard of Hearing	-	-	-	-
Commission on Disabilities	-	-	-	-
Mental Health Advocate	-	-	-	-
Subtotal - Human Services	\$ 8,573,478	\$ 6,536,996	\$ 7,493,478	\$ 6,284,474
Education				
Elementary and Secondary	\$ 1,109,000	\$ 1,455,658	\$ 2,009,000	\$ 2,009,000
Higher Education	992,507,644	997,328,590	1,016,769,595	1,002,505,825
Arts Council	626,000	495,000	602,750	602,750
Atomic Energy	337,000	342,903	349,276	349,276
Historical Preservation	128,570	142,307	146,624	146,624
Subtotal - Education	\$ 994,708,214	\$ 999,764,458	\$ 1,019,877,245	\$ 1,005,613,475

Expenditures from Other Funds

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	\$ 150,000	\$ 70,000	\$ 150,000	\$ 177,791
Corrections	13,453,328	21,905,000	6,300,000	9,891,808
Judicial	6,126,073	5,367,944	3,600,000	2,323,735
Military Staff	3,519,471	5,416,643	700,000	2,539,896
Emergency Management	1,494,414	1,494,414	1,744,414	1,494,414
Public Safety	6,166,801	5,132,945	3,185,515	4,218,453
Public Defender	-	-	-	-
Subtotal-Public Safety	\$ 30,910,087	\$ 39,386,946	\$ 15,679,929	\$ 20,646,097
Natural Resources				
Environmental Management	\$ 10,124,555	\$ 10,632,227	\$ 7,395,247	\$ 14,445,992
CRMC	530,000	630,309	475,000	91,310
Subtotal-Natural Resources	\$ 10,654,555	\$ 11,262,536	\$ 7,870,247	\$ 14,537,302
Transportation				
Transportation	\$ 320,690,471	\$ 290,093,857	\$ 316,611,940	\$ 265,239,472
Subtotal-Transportation	\$ 320,690,471	\$ 290,093,857	\$ 316,611,940	\$ 265,239,472
Total	\$ 2,256,279,162	\$ 2,629,367,992	\$ 2,275,187,456	\$ 2,441,976,054

Full-Time Equivalent Positions

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
General Government				
Administration	647.7	647.7	652.7	647.7
Business Regulation	161.0	161.0	171.0	161.0
Executive Office of Commerce	14.0	14.0	15.0	14.0
Labor and Training	390.7	390.7	395.7	425.7
Revenue	602.5	602.5	611.5	602.5
Legislature	298.5	298.5	298.5	298.5
Lieutenant Governor	8.0	8.0	8.0	8.0
Secretary of State	59.0	59.0	59.0	59.0
General Treasurer	89.0	89.0	89.0	89.0
Board of Elections	13.0	13.0	13.0	13.0
Rhode Island Ethics Commission	12.0	12.0	12.0	12.0
Governor's Office	45.0	45.0	45.0	45.0
Human Rights	14.5	14.5	14.5	14.5
Public Utilities Commission	52.0	52.0	54.0	52.0
Subtotal - General Government	2,406.9	2,406.9	2,438.9	2,441.9
Human Services				
Health and Human Services	186.0	186.0	201.0	192.0
Children, Youth and Families	621.5	621.5	640.5	617.5
Health	499.6	499.6	540.6	513.6
Human Services	1,038.1	1,038.1	1,037.1	1,038.1
BHDDH	1,189.4	1,189.4	985.4	1,188.4
Child Advocate	10.0	10.0	10.0	10.0
Deaf and Hard of Hearing	4.0	4.0	4.0	4.0
Commission on Disabilities	4.0	4.0	4.0	4.0
Mental Health Advocate	4.0	4.0	4.0	4.0
Subtotal - Human Services	3,556.6	3,556.6	3,426.6	3,571.6
Education				
Elementary and Secondary	325.1	325.1	334.1	325.1
Higher Education	4,384.3	4,384.3	4,385.3	4,384.3
Arts Council	8.6	8.6	8.6	8.6
Atomic Energy	8.6	8.6	8.6	8.6
Historical Preservation	15.6	15.6	15.6	15.6
Subtotal - Education	4,742.2	4,742.2	4,752.2	4,742.2

Full-Time Equivalent Positions

	FY 2020 Enacted	FY 2020 Final	FY 2021 Recommended	H 7171 Committee
Public Safety				
Attorney General	239.1	239.1	247.1	239.1
Corrections	1,411.0	1,411.0	1,423.0	1,411.0
Judicial	726.3	726.3	726.3	726.3
Military Staff	92.0	92.0	96.0	92.0
Emergency Management	32.0	32.0	32.0	32.0
Public Safety	593.6	593.6	598.6	593.6
Public Defender	96.0	96.0	99.0	96.0
Subtotal-Public Safety	3,190.0	3,190.0	3,222.0	3,190.0
Natural Resources				
Environmental Management	394.0	394.0	405.0	394.0
CRMC	30.0	30.0	30.0	30.0
Subtotal-Natural Resources	424.0	424.0	435.0	424.0
Transportation				
Transportation	755.0	755.0	800.0	755.0
Subtotal-Transportation	755.0	755.0	800.0	755.0
Total Positions	15,074.7	15,074.7	15,074.7	15,124.7

Section VI

Article Explanations

Explanations of Budget Articles

2020-H 7171, Substitute A

Article 1

Section 1. Appropriations. This section of Article 1 contains the appropriations for FY 2021.

Section 2. Line Item Appropriations. This section establishes that each line in Section 1 of Article 1 constitutes an appropriation.

Section 3. Transfer of Functions. This section authorizes the Governor to transfer appropriations and full-time equivalent position authorizations associated with transfers of functions.

Section 4. Contingency Fund. This section allows for expenditures from the contingency account located within the Office of the Governor's budget for unexpected expenditures or for those departments and agencies where appropriations are insufficient. The Governor must approve all expenditures and transfers from this account.

Section 5. Internal Service Funds. This section authorizes the establishment of limited and specific internal service accounts to implement the cases in which state agencies provide services to other state agencies, institutions and other governmental units on a cost reimbursement basis.

Section 6. Legislative Intent. This section authorizes the chairpersons of the finance committees of the two chambers to provide a "statement of legislative intent" for specifying the purpose of the appropriations contained in Section 1 of this article.

Section 7. Temporary Disability Insurance Funds. This section appropriates all funds required for benefit payments from the Temporary Disability Insurance Fund and the Temporary Disability Insurance Reserve Fund for FY 2021.

Section 8. Employment Security Funds. This section appropriates all funds required for benefit payments to unemployed individuals from the Employment Security Fund for FY 2021.

Section 9. Lottery. This section appropriates to the Lottery Division any funds required for the payment of prizes and commissions.

Section 10. Appropriation of CollegeBound Saver Funds. This section appropriates the funds received by the Office of the General Treasurer from the CollegeBound Saver program for transfer to the Office of Postsecondary Commissioner to support student financial aid for FY 2021. H 7171, Substitute A includes \$7.9 million from these sources for state grant programs.

Section 11. Full-Time Equivalent Positions. This section of Article 1 limits the maximum number of full-time equivalent positions authorized for the departments and agencies during any payroll period in FY 2021. In addition, this section provides that the Governor or designee, Speaker of the House or designee, and President of the Senate or designee, may jointly adjust the authorization. Total staffing is 15,124.7 full-time equivalent positions, 50.0 positions more than the Governor's recommendation for FY 2021.

H 7171, Substitute A lowers the number of higher education positions supported by third-party funds from 788.8 positions to 523.8 positions, a 265.0 position reduction for the University of Rhode Island to remove auxiliary enterprise positions previously reported incorrectly as third-party.

Explanations of Budget Articles

Section 12. Multi-Year Appropriations. This section makes multi-year appropriations for a number of capital projects included in the FY 2022 through FY 2025 Capital Budget that are funded from Rhode Island Capital Plan funds. The FY 2021 and multi-year appropriations supersede appropriations made for capital projects in Section 12 of Article 1 of the FY 2020 Appropriations Act.

Section 13. Reappropriation - RICAP. This section provides that any unexpended and unencumbered funds for Rhode Island Capital Plan Fund projects shall be reappropriated in FY 2021. However, any such reappropriations are subject to final approval by the General Assembly as part of the supplemental appropriations act. Unexpended funds of less than \$500 can be reappropriated at the discretion of the State Budget Officer.

Section 14. Rhode Island Housing and Mortgage Finance Corporation. This section requires that the Rhode Island Housing and Mortgage Finance Corporation provide from its resources an appropriate amount to support the Neighborhood Opportunities Program. The Corporation is also required to provide to the director of the Department of Administration, the chair of the Housing Resources Commission and both chairs of the House and Senate Finance Committees a report detailing the amount of funding and information such as the number of housing units created.

Section 15. Escrow Conversions. This section authorizes the State Budget Officer to convert any escrow liability account to a restricted receipt account, upon the direction of the Controller with consent of the Auditor General for FY 2021 only.

Section 16. Opioid Restricted Receipts. This section authorizes the State Budget Officer to create restricted receipt accounts in any department or agency where expenditures from the Opioid Stewardship Fund are appropriated for FY 2021 only.

Section 17. Short Term Borrowing. This section allows the state to borrow a maximum of \$300.0 million during FY 2021 for cash flow purposes in anticipation of tax receipts. The note must be repaid by June 30, 2021. The section also extinguishes the authority granted by the Disaster Emergency Funding Board in March.

Section 18. Rainy Day Fund Repayment. Current law requires that repayment of funds transferred from the Budget Stabilization and Cash Reserve Account to the Rhode Island Capital Plan Fund be made the following fiscal year. This section allows that repayment to be delayed until FY 2022. Section 1 contains \$90.0 million of the \$120.0 million repayment leaving the remaining \$30.0 million to be made in FY 2022.

Section 19. URI West Independence Way Lease. This section provides Assembly authorization for the amendment of a lease between the Council on Postsecondary Education and the University of Rhode Island for 25 West Independence Way in Kingston. Four amendments to the original lease have been approved by the University and the Council to extend to the end of the lease in 2034. The amendments require the University to pay additional rent in the extension period not to exceed \$1.4 million as well as the proportionate share of building operating expenses.

Section 20. Northern Rhode Island Higher Education Center Lease. This section provides Assembly authorization for the Council on Postsecondary Education to enter into a lease for office space and operating space for the Northern Rhode Island Higher Education Center with S-95 Main Street Woonsocket, LLC at 95-117 Main Street in Woonsocket. The lease would not exceed 10 years and a total aggregate rent of \$2.2 million. Rental costs are expected to begin in FY 2022 at an estimated \$0.2 million. As part of the lease,

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the landlord will be required to make improvements and is expected to have ten months to complete these renovations. Rental payments commence upon acceptance of the landlord's improvements.

Sections 21 through 33. Program Sunset Extensions. This section extends the sunset provisions for the state's economic development initiatives from December 31, 2020 to June 30, 2021. The programs included are the Rebuild Rhode Island Tax Credit, Rhode Island Tax Increment Financing, Tax Stabilization Incentive, First Wave Closing Fund, I-195 Redevelopment Fund, Small Business Assistance Program, Stay Invested in RI Wavemaker Fellowship, Main Street Streetscape Improvement Fund, Innovation Initiative, Industry Cluster Grants, Air Service Development Fund, Rhode Island New Qualified Jobs, and the High School, College, and Employer Partnerships program, also known as P-Tech.

Section 34. Rhode Island Promise Scholarship. This section extends the sunset provision for the Rhode Island Promise Program to next year. Under current law, the high school graduating class of 2020 is the last eligible group; this section makes the class of 2021 the last eligible group.

Section 35. Pawtucket Downtown Redevelopment. This section contains the necessary mechanism to allow for taxes collected pursuant to the tax incentive financing statute under Rhode Island General Law, Chapter 45-33.4 to be appropriated to the Downtown Pawtucket Redevelopment Economic Activity Fund to finance development projects in the existing economic development district, in accordance with the law passed in 2019.

Section 36. Budget Delay. This section would delay the date the Governor must submit her FY 2022 budget to the General Assembly by seven weeks to Thursday, March 11, 2021. The current statutory requirement is for it to be submitted on or before the third Thursday in January.

Section 37. Board of Education Restricted Receipt Accounts. This section authorizes the Board of Education to establish two restricted receipt accounts, one for the higher education and industry centers in Westerly and Northern Rhode Island and one for the Nursing Education Center. The first account would only be for funds gifted or granted to the centers. The second account would be for rentals of space at the Providence Campus for outside events.

Section 38. Effective Date. This section establishes the article is effective as of July 1, 2020.

Article 2. Capital Development Program

Article 2 places \$400.0 million of new general obligation bond authorizations on the ballot in a special election to be held March 2, 2021 for voter approval through seven separate questions. Annual debt service for the entire \$400.0 million, supported by general revenues, would be \$32.1 million assuming 5.0 percent interest and a 20-year term.

Question 1. Higher Education. Question one would provide \$107.3 million for higher education institutions including \$57.3 million for the University of Rhode Island's Fine Arts Center, \$38.0 million for Rhode Island College's Clarke Science Building, and \$12.0 million for the Community College to renovate and modernize its campuses.

Question 2. Green Bond. Question two would provide \$74.0 million for environmental and recreational projects. It is divided into eight distinct components with \$33.0 million for state beaches, parks, and campgrounds, \$4.0 million for I-195 Park, \$4.0 million for local recreation projects, \$3.0 million for natural and working lands, \$15.0 million for clean water and drinking water infrastructure improvements, \$7.0

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million for municipal resiliency projects, \$6.0 million to continue the Providence River dredging and \$2.0 million for recreation and infrastructure projects along the Woonasquatucket River Greenway.

Question 3. Affordable Housing. Question three would provide \$65.0 million for affordable housing and community revitalization projects through the redevelopment of existing structures, new construction, and property acquisition.

Question 4. Transportation. Question four would provide \$71.7 million to match federal funds and provide direct funding for the state's transportation infrastructure, including ports, highways, roads, and bridges.

Question 5. Early Childhood Infrastructure. Question 5 would provide \$15.0 million to support physical improvements and development of early childhood education facilities.

Question 6. Arts and Cultural Infrastructure. Question 6 would provide \$7.0 million for the cultural arts and economy and state preservation grants. This includes \$6.0 million for the Cultural Arts and Economy grant program administered by the Rhode Island State Council on the Arts, and \$1.0 million for the State Preservation Grants program administered by the Historical Preservation and Heritage Commission. The arts bond specifies \$2.5 million for Trinity Repertory Company and \$1.5 million for the Rhode Island Philharmonic, with the remaining \$2.0 million for non-profit arts organizations through a competitive application process.

Question 7. Industrial Facilities Infrastructure. Question 7 would provide \$60.0 million for two projects. This includes \$20.0 million for infrastructure projects at the Port of Davisville in Quonset for infrastructure improvements consistent with its port master plan, including rehabilitation of Pier 1 and construction of a new pier and dredging. There is also \$40.0 million for an industrial site development program administered by the Quonset Development Corporation that would provide small grants for pre-development purposes and competitively fund other projects to acquire industrial sites and develop facilities that create job-producing activities. The Corporation is required to establish a Rhode Island benefits agreement with funded projects.

Special Election. The article includes language to authorize a predominantly mail ballot election. For the election, which is to be held on March 2, 2021, requirements relating to the witnessing or notarization of regular mail ballots will be waived and the Board of Elections and Secretary of State are authorized to utilize the other modified election procedures of the 2020 Primary and/or General Election, notwithstanding any law inconsistent with those procedures.

Article 3. Effective Date

Article 3 provides that the act shall take effect on July 1, 2020, except where a provision within an article specifies a retroactive or prospective effective date.

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