



OFFICE OF MANAGEMENT & BUDGET

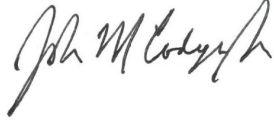
State Budget Office

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MEMORANDUM

To: The Honorable Marvin L. Abney, Chairman, House Finance Committee
The Honorable Louis P. DiPalma, Chairman, Senate Finance Committee

From: Joseph Codega Jr., Budget Officer 

Date: April 17, 2023

Subject: Amendments to FY 2023 Revised Appropriations Act (23-H-5199)

The Governor requests that several amendments be made to Article 1 of the FY 2023 Revised Appropriations Act. The amendments include changes to the appropriation amounts in Article 1, Relating to Making Revised Appropriations in Support of FY 2023. A detailed description of each amendment requested is provided in the attached documents, but some significant items include the following:

- This amendment shifts from FY 2023 into FY 2024 certain operating expenses related to Medicaid benefit redetermination activities. These changes facilitate the return to normal operations following the conclusion of the Public Health Emergency (PHE). These amendments reflect updated timing and policy assumptions necessitated by the Consolidated Appropriations Act, 2023 (CAA, 2023) which were not incorporated into the Governor's Recommended Budget as originally submitted.
- This amendment includes funding for IT system needs to implement Conflict Free Case Management for the private community developmentally disabled services program by the required date of July 1, 2023.
- This amendment reallocates funding between fiscal years to account for supply chain delays in large operating purchases at the RI State Psychiatric Hospital.
- This amendment adjusts personnel costs at the Department of Corrections to accommodate projected costs associated with the finalized collective bargaining agreement with the Rhode Island Brotherhood of Correctional Officers. The contract was pending at the time of budget submission, and the Governor's Recommended Budget had included a budget reserve of \$50.0 million to cover anticipated costs. This amendment redistributes costs across fiscal years and increases total funding by \$2.0 million for a total projected cost of \$52.0 million across FY 2023 and FY 2024.
- This amendment makes a technical correction to the Old State House Renovations project based on allocated federal grant amounts available for the project.
- This amendment seeks to reappropriate \$2.0 million of unexpended or unencumbered general revenue within the Department of Children, Youth and Families to be used immediately for the purchase of vehicles to help modernize the department's fleet. While the agency projects sufficient surplus funds to cover these expenses in the current year, reappropriations authority is requested in the event that market conditions delay acquisition of vehicles into FY 2024.

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

JC: 23-Amend-10
Attachments

cc: Sharon Reynolds Ferland, House Fiscal Advisor
Stephen Whitney, Senate Fiscal Advisor
James E. Thorsen, Director of Administration
Brian Daniels, Director, Office of Management and Budget

ARTICLE 1, RELATING TO MAKING REVISED APPROPRIATIONS IN SUPPORT OF FY 2023

SECTION 1, REVISED APPROPRIATIONS IN SUPPORT OF FY 2023

Department of Administration

Decrease Restricted Receipts in the Information Technology program, Page 3, Line 26 by \$26,831 from \$63,431,399 to \$63,404,568. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DOA1).

Decrease General Revenue in the Rhode Island Health Benefits Exchange program, Page 7, Line 4 by \$332,795 from \$3,765,539 to \$3,432,744. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DOA1).

Decrease Federal Funds in the Rhode Island Health Benefits Exchange program, Page 7, Line 8 by \$17,132 from \$1,288,710 to \$1,271,578. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DOA1).

Decrease Restricted Receipts in the Rhode Island Health Benefits Exchange program, Page 7, Line 9 by \$243,111 from \$15,557,371 to \$15,314,260. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DOA1).

Executive Office of Health and Human Services

Increase General Revenue in the Central Management program, Page 16, Line 11 by \$717,863 from \$48,760,941 to \$49,478,804. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-EOHHS1).

Decrease Federal Funds in the Central Management program, Page 16, Line 16 by \$990,753 from \$155,268,492 to \$154,277,739. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-EOHHS1).

Decrease Restricted Receipts in the Central Management program, Page 16, Line 24 by \$52,666 from \$36,049,486 to \$35,996,820. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-EOHHS1).

Department of Children, Youth and Families

Page 18, After Line 30, Insert the following language: “Provided that of the total general revenue appropriations for the Department of Children, Youth and Families that are unexpended as of the close of fiscal year 2023, \$2,000,000 shall be reappropriated to the ensuing fiscal year and made immediately available for the purchase of vehicles for the department’s fleet. If aggregate unexpended general revenue appropriations are less than \$2,000,000, the reappropriated amount shall be decreased accordingly. The reappropriation provided hereunder shall be in addition to any other discretionary reappropriations authorized by the Governor pursuant to RIGL § 35-3-15.”

Department of Human Services

Decrease General Revenue in the Individual and Family Support program, Page 21, Line 17 by \$1,932,594 from \$45,872,079 to \$43,939,485. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DHS1).

Decrease Federal Funds in the Individual and Family Support program, Page 21, Line 19 by \$899,734 from \$147,075,282 to \$146,175,548. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DHS1).

Decrease General Revenue in the Health Care Eligibility program, Page 22, Line 5 by \$1,044,805 from \$9,015,003 to \$7,970,198. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DHS1).

Decrease Federal Funds in the Health Care Eligibility program, Page 22, Line 6 by \$2,033,430 from \$12,584,624 to \$10,551,194. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1, 2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DHS1).

Decrease General Revenue in the Other Programs program, Page 22, Line 16 by \$27,707 from \$1,547,040 to \$1,519,333. This amendment reflects the need to accommodate for the timing of expenditures related to the Consolidated Appropriations Act, 2023 (CAA, 2023) unwinding of the Public Health Emergency, and redetermination schedule beginning April 1,

2023 and concluding by June 2024. A corresponding budget amendment is submitted for the FY 2024 Appropriations Act (23-DHS1).

Behavioral Healthcare, Developmental Disabilities and Hospitals

Increase General Revenue in the Services for the Developmentally Disabled program, Page 23, Line 15 by \$25,000 from \$158,074,403 to \$158,099,403. This amendment reflects the additional financing for an information technology contract the agency is utilizing to implement Conflict Free Case Management in FY 2024 (23-BHDDH1).

Increase Federal Funds in the Services for the Developmentally Disabled program, Page 24, Line 16 by \$225,000 from \$217,651,807 to \$217,876,807. This amendment reflects the additional financing for an information technology contract the agency is utilizing to implement Conflict Free Case Management in FY 2024 (23-BHDDH1).

Decrease General Revenue in the State of RI Psychiatric Hospital program, Page 26, Line 9 by \$268,000 from \$31,250,652 to \$30,982,652. This amendment shifts funding forward from the FY 2023 Revised Governor's Recommended Budget to the FY 2024 Governor's Recommended Budget in the same program. The funding is intended to finance a pair of large operating purchases that are unable to be completed in FY 2023 due to supply chain delays. A corresponding amendment is being submitted to the FY 2024 Appropriations Act. The reduction also corrects for a misallocating of funding between natural accounts (23-BHDDH2).

Historical Preservation and Heritage Commission

Decrease Federal Funds in the Central Management program, page 33, Line 3 by \$250,000 from \$1,359,037 to \$1,109,037. This amendment brings the amount requested for Old State House Renovations in line with the allocated federal grant amount, which was unintentionally overstated in the operating budget recommendation (23-HPHC1).

Department of Corrections

Increase General Revenue in the Central Management program, Page 33, Line 33 by \$600,451 from \$19,034,464 to \$19,634,915. This amendment reallocates funding for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

Decrease General Revenue in the Custody and Security program, Page 34, Line 3 by \$11,221,478 from \$176,367,614 to \$165,146,136. This amendment (1) removes the \$35,000,000 placeholder for the RIBCO contract and (2) provides \$23,778,522 for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

Increase General Revenue in the Institutional Support program, Page 34, Line 7 by \$696,402 from \$27,094,552 to \$27,790,954. This amendment reallocates funding for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

Increase General Revenue in the Institutional Based Rehab/Population Management program, Page 34, Line 14 by \$119,747 from \$12,283,848 to \$12,403,595. This amendment reallocates funding for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

Increase General Revenue in the Healthcare Services program, Page 34, Line 30 by \$1,729,547 from \$29,523,872 to \$31,253,419. This amendment reallocates funding for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

Increase General Revenue in the Community Corrections program, Page 34, Line 34 by \$249,513 from \$20,467,751 to \$20,717,264. This amendment reallocates funding for the RIBCO agreement ratified in February 2023, per the Department's most recent cost projections (23-DOC1).

SECTION 3, Internal Service Fund Appropriations

Increase Other Funds in the Corrections Central Distribution Center Internal Service Fund, Page 42, Line 30 by \$57,938 from \$7,458,988 to \$7,516,926. This amendment allocates funding for the RIBCO contract per the Department's most recent cost projections (23-DOC1).

Increase Other Funds in the Correctional Industries Internal Service Fund, Page 42, Line 31 by \$225,202 from \$8,114,402 to \$8,339,604. This amendment allocates funding for the RIBCO contract per the Department's most recent cost projections (23-DOC1).

Summary of Governor's Article 1 Amendments to FY 2023 Revised Appropriations Act (23-H-5199)

	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total	Amendment Code (23-AGENCY#)
FY 2023 Revised Expenditures (Original Governor's Recommend)	5,266,570,493	5,951,348,433	470,071,326	2,449,961,654	14,137,951,906	
February 14, 2023 Amendments	(356,410)	717,805	-	4,828,257	5,189,652	
March 8, 2023 Amendments	135,357	-	-	800,000	935,357	
March 17, 2023 Amendments	4,172,188	2,703,208	(228,377)	(14,874)	6,632,145	
April 17, 2023 Amendments						
Department of Administration						
<i>PHE Unwinding - DOA</i>	(332,795)	(17,132)	(269,942)		(619,869)	23-DOA1
Office of Health and Human Services						
<i>PHE Unwinding - EOHHS</i>	717,863	(990,753)	(52,666)		(325,556)	23-EOHHS1
Department of Human Services						
<i>PHE Unwinding - DHS</i>	(3,005,106)	(2,933,164)			(5,938,270)	23-DHS1
Department of Behavioral Healthcare, Developmental Disabilities, and Hospitals						
<i>Conflict Free Case Management Information Technology Contract</i>	25,000	225,000			250,000	23-BHDDH1
<i>RISPH Operating Shift</i>	(268,000)				(268,000)	23-BHDDH2
Historical Preservation and Heritage Commission						
<i>Old State House Renovations Grant</i>		(250,000)			(250,000)	23-HPHC1
Department of Corrections						
<i>RIBCO Contract Amendment</i>	(7,825,818)			[283,140]	(7,825,818)	23-DOC1
Total	(10,688,856)	(3,966,049)	(322,608)	-	(14,977,513)	
Grand Total	5,259,832,772	5,950,803,397	469,520,341	2,455,575,037	14,135,731,547	