



## STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

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

**Memorandum**

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

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

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

**Date:** May 31, 2017

**Subject:** Amendments to FY 2018 Appropriations Act (17-H-5175)

The Governor requests that several amendments be made to the FY 2018 Appropriations Act, which are in addition to the amendments that were submitted to the General Assembly on March 29<sup>th</sup>. These new amendments reflect changes resulting from the May 5<sup>th</sup> Caseload Estimating Conference, agency 3<sup>rd</sup> quarter reports, and grant awards received since the March 29<sup>th</sup> amendments were submitted. The amendments also reflect an accounting change in the how the State budgets Google forfeiture funds and federal grant funding from nonprofit organizations; while previously these funds were budgeted, and expended as restricted receipts, the State Controller has requested that going forward these funds should be budgeted as federal funds to comply with federal reporting requirements. A description of the amendments requested is provided below.

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

TAM:18-Amend-22  
 Attachments

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

TDD#: 277-1227

### **Human Services**

Increase Full-Time Equivalents for Human Services, Page 36, Line 11, by 143.0 FTE positions, from 838.1 FTE positions to 981.1 FTE positions. This increase reflects the additional FTE position authorization related to the UHIP project for 143.0 new FTE positions related to eligibility tech's (96.0 FTE positions), customer service aids (11.0 FTE positions), career advisors (6.0 FTE positions), social case workers (23.0 FTE positions), chief program development (2.0 FTE positions) and administrator family & adult services (1.0 FTE position). Of the 143.0 additional FTE positions, 60.0 are expected to be permanent position restorations and 83.0 are expected to be term limited.

## ARTICLE 10, RELATING TO MAKING REVISED APPROPRIATIONS IN SUPPORT OF FY 2017

### SECTION 1, REVISED APPROPRIATIONS IN SUPPORT OF FY 2017

#### **Department of Administration**

Decrease Debt Service Payments – General Revenues, Page 4, Line 23 by \$2,625,826 from \$122,168,998 to \$119,543,172. This amendment adjusts several debt service accounts, including: Fidelity Job Rent Credits decreases by \$85,300 due to lower than anticipated jobs claimed by Fidelity; Technology COPS debt service decreases by \$21,300 due to close out of project accounts; I-195 variable rate debt service increases by \$4,035 due to higher than estimated interest rates in the latter part of FY 2017; and 38 Studios debt service decreases by \$2,523,261 due to available settlement proceeds.

Increase Federal Funds – Energy Resources, Page 5, Line 10 by \$107,735 from \$571,400 to \$679,135. Decrease Restricted Receipts, Page 5, Line 11 by \$107,735 from \$16,138,048 to \$16,030,313. This amendment shifts Clean Energy grants that had been previously budgeted as restricted receipts to federal funds per a request of the State Controller to meet federal reporting requirements.

Decrease General Revenues – Construction, Planning, Appeals, and Licenses, Page 5, Line 20 by \$450,000 from \$2,149,292 to \$1,699,292. This reduction is consistent with current projections for personnel costs within this Division.

Decrease General Revenues – Office of Diversity, Equity, and Opportunity, Page 5, Line 25 by \$200,000 from \$1,224,597 to \$1,024,597. This reduction is consistent with current projections for personnel costs within this Division.

Decrease General Revenues- Office of Management and Budget, Page 1, Line 21 by \$1,440,000 from \$8,969,835 to \$7,529,835. This amendment shifts funding for the Fraud Detection System from FY 2017 to FY 2018 due to delays in the project.

### **Department of Business Regulation**

Decrease General Revenues – Central Management, Page 6, Line 15 by \$35,151 from \$1,395,571 to \$1,360,420. This reduction is consistent with current projections for personnel costs within this Division.

Decrease General Revenues – Banking Regulation, Page 6, Line 17 by \$95,737 from \$1,761,804 to \$1,666,067. This reduction is consistent with current projections for personnel costs within this Division.

Decrease General Revenues – Securities Regulation, Page 6, Line 21 by \$32,513 from \$974,896 to \$942,383. This reduction is consistent with current projections for personnel costs within this Division.

Decrease General Revenues – Insurance Regulation, Page 6, Line 25 by \$106,561 from \$8,807,033 to \$3,700,472. This reduction is consistent with current projections for personnel costs within this Division.

### **General Treasurer**

Increase Transfers to Division of Higher Education Assistance, Page 13, Line 20 by \$400,000 from \$8,000,000 to \$8,400,000. This amendment reflects the transfer of an additional \$400,000 of investment earnings from the General Treasurer to the Office of the Postsecondary Commissioner. The investment earnings are derived from a nine (9) basis points surcharge on all out-of-state CollegeBound Saver accounts. The CollegeBound Saver program is the State's 529 college savings program.

Insert new line "Transfers to Division of Higher Education Assistance Adjustment Account - \$8,400,000" after Page 13, Line 20. This adjustment corrects the double counting of expenditures from the State's 529 investment earnings account. An audit finding in 2016 by the Auditor General required that the transfer of funds from the CollegeBound Saver program (the State's 529 college savings plan, which was formerly known as the CollegeBoundfund) investment earnings be treated as expenditure item. These funds are transferred from the General Treasurer to Office of the Postsecondary Commissioner monthly.

Increase Restricted Receipts in the Unclaimed Property program, Page 14, Line 3 by \$951,893. This increase reflects the results of the May 2017 Revenue Estimating Conference for the Unclaimed Property transfer to the general fund surplus. The change is comprised of three parts: an increase in the transfer amount of \$1.1 million; a decrease in the claim payouts in the amount of \$347,024; and a decrease in the change in liability holdback in the amount of \$246,351. The transfer amount is higher than originally anticipated due to higher than expected year to date revenue collections.

Increase Federal Funds – Crime Victims Compensation Program, Page 180, Line 22 by \$200,000 from \$617,462 to \$817,462. This amendment is an increase to the federal

expenditure ceiling for claims from the annual Department of Justice federal grant for reimbursements to victims of crime. The increase reflects year-to-date FY 2017 activity for medical bills, relocation expenses and lost wages.

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

Decrease General Revenues, Page 15, Line 2 by \$2,599,273 from \$32,882,050 to \$30,282,777. This amendment is related to a \$27.0 million credit that the State of Rhode Island negotiated with Deloitte Consulting, LLP, as memorialized in the Unified Health Infrastructure Project (UHIP) contract amendment number 41 executed on April 26, 2017. This amendment is intended to offset expenditures through the first quarter of FY 2018 thereby requiring that this projected FY 2017 surplus be carried forward into FY 2018. The Governor's Third Quarter Report projected a \$2,896,693 surplus for EOHHS compared to the revised FY 2017 Governor Recommended Budget. The \$2,599,273 reflects the credit expected for the UHIP project. The quarterly report assumed that a total net surplus amount of \$421,449 was expected to be achieved primarily within personnel from an anticipated adjustment to the agency's Allocap indirect cost recovery rate from a prior period. After the submission of the quarterly report it was discovered that the surplus would need to be booked as a prior period adjustment and could not be reflected in the current year. Thus, the agency budget could have a \$124,029 deficit if this UHIP amendment is accepted in conjunction with additional adjustments that could be taken from the quarterly report assuming a \$2,896,693 projected surplus from the revised FY 2017 Governor Recommended Budget. The Governor requests that the surplus resulting from the prior period adjustment be recognized as a revenue offset to the agency budget. This prior period adjustment will also result in a \$427,504 increase in available federal funds and a decrease of \$6,055 in available restricted receipts compared to the projections reflected in the quarterly report.

Decrease Federal Funds, Page 15, Line 4 by \$17,759,966 from \$131,674,537 to \$113,914,571. This amendment reflects three adjustments including increased spending of \$19,922,263 for pharmaceuticals under the HIV Care Grant (Ryan White) grant; a decrease of \$20,752,229 related to a \$27.0 million credit that the State of Rhode Island negotiated with Deloitte Consulting, LLP, as memorialized in the Unified Health Infrastructure Project (UHIP) contact amendment number 41 executed on April 26, 2017; and an increase of \$1.0 million to cover project management expenses for Rhode Island's new Health System Transformation Project, which leverages new federal authority by the Affordable Care Act to test cutting-edge ways to improve how care is paid for and delivered. The initiative aligns with the "Triple Aim" to improve the patient experience of care (including quality and satisfaction), improve population health, and reduce per capita cost of health care.

Increase General Revenues Managed Care – Medical Assistance Program, Page 15, Line 10 by \$11,932,851 from \$294,900,808 to \$306,833,659. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease General Revenues Hospitals – Medical Assistance Program, Page 15, Line 11 by \$2,352,332 from \$97,904,991 to \$95,552,659. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Increase General Revenues Nursing Facilities – Medical Assistance Program, Page 15, Line 12 by \$6,632,550 from \$86,960,100 to \$93,592,650. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease General Revenues Home and Community Based Services – Medical Assistance Program, Page 15, Line 13 by \$933,470 from \$27,709,320 to \$26,775,850. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease General Revenues Other Services – Medical Assistance Program, Page 15, Line 14 by \$3,525,437 from \$55,895,343 to \$52,369,906. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease General Revenues Pharmacy – Medical Assistance Program, Page 15, Line 15 by \$563,933 from \$59,204,642 to \$58,640,709. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease General Revenues Rhydy Health – Medical Assistance Program, Page 15, Line 16 by \$2,110,670 from \$289,902,786 to \$287,792,116. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Increase Federal Funds Managed Care – Medical Assistance Program, Page 15, Line 18 by \$8,967,148 from \$362,199,193 to \$371,166,341. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease Federal Funds Hospitals – Medical Assistance Program, Page 15, Line 19 by \$2,747,667 from \$101,743,925 to \$98,996,258. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Increase Federal Funds Nursing Facilities – Medical Assistance Program, Page 15, Line 20 by \$6,867,449 from \$90,039,901 to \$96,907,350. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease Federal Funds Home and Community Based Services – Medical Assistance Program, Page 15, Line 21 by \$966,531 from \$28,690,681 to \$27,724,150. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Increase Federal Funds Other Services – Medical Assistance Program, Page 15, Line 22 by \$20,053,437 from \$496,961,657 to \$517,015,094. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference worth an additional \$12,753,437. This includes an additional amendment for an increase of \$7,300,000 for incentive payments to be made through Rhode Island’s new Health System Transformation Project, which leverages new federal authority by the Affordable Care Act to test cutting-edge ways to improve how care is paid for and delivered. The initiative aligns with the “Triple Aim” to improve the patient experience of care (including quality and satisfaction), improve population health, and reduce per capita cost of health care. The \$7,300,000 includes the following incentive programs: \$7,000,000 for the nursing homes and \$300,000 for health workforce training investments at the three Rhode Island Institutions of Higher Education (University of Rhode Island, Rhode Island College, and Community College of Rhode Island).

Decrease Federal Funds Pharmacy – Medical Assistance Program, Page 15, Line 23 by \$202,129 from (\$848,587) to (\$1,050,716). This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

Decrease Federal Funds Rhody Health – Medical Assistance Program, Page 15, Line 24 by \$1,989,330 from \$298,397,214 to \$296,407,884. This adjustment reflects the combined impact of the consensus estimates adopted by the May 2017 Caseload Estimating Conference.

### **Department of Children, Youth and Families**

Decrease Federal Funds, Page 17, Line 7 by \$2,149,222 from \$49,215,767 to \$47,066,545. This amendment is composed of two changes. First, the Chafee Education Training Voucher grant program provides higher education tuition assistance to children in foster care or exiting from foster care. Additional authorization of \$196,407 is to accommodate prior year and current year funding needs not included in the budget as submitted. Second is an amendment to decrease budget authorization by \$2,345,629 in accordance with third quarter projections.

Increase Restricted Receipts, Page 17, Line 9 by \$35,771 from \$3,150,302 to \$3,186,073. This amendment is composed of two changes. First, the Department of Children, Youth and Families has been awarded a \$6,000 grant from the Annie E. Casey Foundation to support the acquisition of forecasting and analytic software to enhance the capabilities of the Department to engage in timely, accurate, and advanced analysis of its caseload and other trends to, at least part, assist with budget preparations and development. A Governor’s amendment to Article 7 of the FY 2018 Appropriations Act was submitted on May 4, 2017 which adds a new section 8 authorizing the establishment of a restricted

receipt account for donations/grants from non-profit charitable organizations received by the Department. Please note that the Article 7 amendment would authorize the establishment of the account July 1, 2017. \

The second change will allow the department to properly record the receipt and expenditure of \$29,771 of Casey Family Foundation grant funds as restricted receipts. In recent years, the Department has received several grants from the Foundation, which have been deposited as departmental receipts. These funds are not always expended within a fiscal year and requests for reappropriation of funds have not always been submitted. This effectively resulted in the loss of these funds and required the Department to cover expenses attributable to the grants with other state appropriations. A Governor's amendment to Article 7 of the FY 2018 Appropriations Act was submitted on May 4, 2017 which adds a new section 8 authorizing the establishment of a restricted receipt account for donations/grants from non-profit charitable organizations received by the Department. Please note that the Article 7 amendment would authorize the establishment of the account July 1, 2017. The Department has already been awarded the grant in FY 2017 thus requiring a change to the submitted article amendment to be effective upon passage.

Increase Children's Behavioral Health Services - General Revenues, Page 16, Line 10 by \$1,070,517 from \$5,147,492 to \$6,218,009. This amendment seeks to adjust two programs within the Department's budget to bring them in line with third quarter projections. A reversing adjustment is proposed within the Juvenile Correctional Services program which will result in a zero-bottom line impact on the department budget.

Decrease Juvenile Correctional Services - General Revenues, Page 16, Line 20 by \$1,070,517 from \$23,179,853 to \$22,109,336. This amendment seeks to adjust two programs within the Department's budget to bring them in line with third quarter projections. A reversing adjustment is proposed within the Children's Behavioral Health Services program which will result in a zero-bottom line impact on the department budget.

Increase Juvenile Correctional Services - Federal Funds, Page 16, Line 11 by \$1,072,511 from \$5,847,452 to \$6,920,037. This amendment seeks to adjust the budget for this program per projections as of the third quarter.

### **Department of Health**

Increase Restricted Receipts in the Customer Services program, Page 18, Line 16 by \$160,000 from \$1,107,733 to \$1,267,733. This increase represents funding for software maintenance due to historical general revenue funding being eliminated in the FY 2017 enacted budget.

### **Department of Human Services**

Decrease General Revenues, Page 19, Line 24 by \$283,185 from \$22,649,133 to \$22,365,948. This amendment is related to a \$27.0 million credit that the State of Rhode Island negotiated with Deloitte Consulting, LLP, as memorialized in contact amendment number 41 executed on April 26, 2017. This amendment is intended to offset expenditures

through the first quarter of FY 2018 thereby requiring that this projected FY 2017 surplus be carried forward into FY 2018.

Increase Federal Funds in the Individual and Family Support Program, Page 19, Line 25 by \$112,175 from \$102,858,834 to \$103,741,509. This increase brings two CNOM federal accounts to equal funding with the corresponding 50-50 matched general revenue accounts.

Increase Federal Funds in the Veterans Affairs Program, Page 20, Line 11 by \$40,000,000 from \$18,086,844 to \$58,086,844. This increase represents spending for the construction of the new Veterans Home in Bristol that will take place in FY 2017 instead of FY 2018.

Increase General Revenue in the Supplemental Security Income Program, Page 20, Line 19 by \$415,404 from \$18,500,260 to \$18,915,664. This increase represents changes to Cash Assistance estimates from the May 2017 Caseload Estimating Conference.

Increase Federal Funds in the Rhode Island Works Program, Page 20, Line 22 by \$3,702,425 from \$78,845,969 to \$82,136,808. This increase represents changes to Cash Assistance estimates from the May 2017 Caseload Estimating Conference.

Decrease General Revenue in the State Funded Programs, Page 20, Line 25 by \$69,897 from \$1,611,600 to \$1,541,703. This decrease represents changes to Cash Assistance estimates from the May 2017 Caseload Estimating Conference.

### **Behavioral Healthcare, Developmental Disabilities and Hospitals**

Increase General Revenues – Services for the Developmentally Disabled, Page 22, Line 7 by \$2,811,752 from \$122,015,467 to \$124,827,219. The Department is projecting a deficit as of the third quarter and this amendment would finance the shortage projected within the Services for the Developmentally Disabled Program. A deficit is forecast for provision of services and is primarily due to increases in the cost of services, as well as unachieved savings initiatives. A total of \$338,000 is due to additional supplemental authorizations; \$1.4 million is related to the utilization of the SIS-A assessment tool, which has increased the number of clients reassessed at higher acuity levels; and a total of \$1.3 million represents unachieved savings initiatives proposed in the supplemental budget.

Increase Federal Funds – Services for the Developmentally Disabled, Page 22, Line 16 by \$2,911,334 from \$125,055,036 to \$127,966,370. This amendment is to authorize federal matching funds for the general revenue increase described above.

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

Increase General Revenues in the Teachers' Retirement program, Page 26, Line 24 by \$1,145,659 from \$99,076,582 to \$100,222,241. This increase reflects updated wage growth projections and a FY 2016 expense that was not accounted for in the accrual and thus was paid in FY 2017.



### **Attorney General**

Increase Federal Funds in the Criminal Program, Page 32, Line 9 and Decrease Restricted Receipts, Page 32, Line 10, by \$15,404,290. The increase results from the conversion of the existing Asset Forfeiture (Google) restricted receipt account to a federal account.

### **Department of Corrections**

Increase Federal Funds in the Central Management Program, Page 33, Line 2, by \$3,745. The increase reflects the shift of budgeted funding for the prison Rape Elimination grant from FY 2018 to FY 2017.

Increase Federal Funds in the Custody and Security Program, Page 33, Line 12 and Decrease Restricted Receipts, Page 33, Line 11, by \$35,000. The increase results from the conversion of the existing Asset Forfeiture restricted receipt account to a federal account.

### **Judiciary**

Increase Federal Funds in the Supreme Court Program, Page 34, Line 26, by \$6,768. The increase reflects \$6,000 in additional funding for the Criminal History Improvement federal grant, as well as \$768 for a new grant, the National Judicial College Tuition Assistance Program.

Increase Restricted Receipts in the Supreme Court program, Page 35, Line 1, by \$3,000. The increase reflects additional funding in the Champlin Foundation grant.

### **Military Staff**

Increase Federal Funds in the Military Staff, Page 36, Line 8, by \$420,000 from \$16,660,113 to \$17,080,113. The increase results from the conversion of the existing Counter Drug Asset Forfeiture (Google) restricted receipt account to a federal account, per the request of the U.S. Department of Justice, as well as a \$10,000 increase for unanticipated equipment purchases. The federal Catalog of Federal Domestic Assistance account number for the new account is 16.922 and the program name is Equitable Sharing Program.

Decrease the Counter Drug Asset Forfeiture Restricted Receipt account in the Military Staff, Page 36, Line 11 by \$410,000 from \$410,000 to \$0. The decrease results from the conversion of the existing Counter Drug Asset Forfeiture (Google) restricted receipt account to a federal account, per the request of the U.S. Department of Justice. The Governor's originally revised FY 2017 budget included an appropriation of \$32,000 in this line item, but a March 29 amendment increased this amount by \$378,000 for equipment purchases related to managing the State's opioid crises.

### **Department of Public Safety**

Increase Federal Funds in the Central Management program, Page 37, Line 2, by \$14,468 from \$8,230,121 to \$8,244,589. The Edward Byrne Memorial Justice Assistance grant was renewed and the agency anticipates additional expenditures for overtime in the current fiscal year.

Increase Restricted Receipts in the State Fire Marshal program, Page 37, Line 10, by \$114,157 from \$195,472 to \$309,629. The increase results from previously unbudgeted expenditures for instructors and safety and training supplies.

Increase Federal Funds in the State Police program, Page 37, Line 24, by \$20,146,767 from \$3,259,609 to \$23,406,376. The increase results from the conversion of \$19,671,673 in existing federal forfeiture restricted receipt accounts to federal accounts, per the request of the U.S. Department of Justice. The remaining \$475,094 increase is due to two new and three renewed federal grants. New expenditures of \$5,717 are included from the Equitable Sharing – Department of the Treasury program and expenditures of \$38,392 are included from the National Priority Safety grant program. Additional expenditures of \$430,985 are expected due to the renewal of the Edward Byrne Memorial Justice Assistance, Minimum Penalties for Repeat Offenders for Driving While Intoxicated, and the State and Community Highway Safety grants.

Decrease Restricted Receipts in the State Police program, Page 37, Line 25 by \$19,609,673 from \$19,772,219 to \$162,546. The net decrease results from an increase of \$62,000 to purchase two vehicles, partially offset by a \$19,671,673 reduction to convert existing federal forfeiture restricted receipt accounts to federal accounts, per the request of the U.S. Department of Justice.

### **Department of Transportation**

Increase Federal Funds - Stimulus in the Infrastructure-Engineering program, Page 41, Line 8 by \$3,918,447 from \$12,612,814 to \$16,531,261. These changes are additive to the change in the March amendment. These funds are for 1) the Kingston Station ARRA account, in which spending was accelerated from FY 2018 to FY 2017 (\$2,824,204), and 2) the Providence Station ARRA account, in which projected spending has increased (\$1,094,244). Relative to the Governor's Recommended budget, the total increase from both amendments is \$11,418,447.

**Summary of Governor's Article 10, May Amendments to FY 2017 Supplemental (17-H-5175)**

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
<b>Supplemental FY 2017 Recommend (Gov's Original Recommendation)</b>	<b>3,700,404,975</b>	<b>3,098,111,493</b>	<b>306,762,457</b>	<b>2,095,264,216</b>	<b>9,200,543,141</b>
<b>March 31st Amendments</b>	-	9,904,316	862,427	2,020,043	12,786,786
<b>May Amendments</b>					
<b>Department of Administration</b>		107,735	(107,735)		
Shift Clean Energy Grants from Restricted Receipts to Federal Funds	(1,440,000)				(1,440,000)
Shift Fraud System Expenditures from FY 2017 to FY 2018	(450,000)				(450,000)
CPAL Additional Turnover	(200,000)				(200,000)
Diversity Additional Turnover	(85,300)				(85,300)
Debt Service - Fidelity Job Rent Credits	4,035				4,035
Debt Service - I-195 Variable Rate Debt	(21,300)				(21,300)
Debt Service - Technology COPS	(2,523,261)				(2,523,261)
Debt Service - 38 Studios					
<b>Department of Business Regulation</b>					
Central Management - Third Quarter Report Adjustments	(35,151)				(35,151)
Insurance Regulation - Third Quarter Report Adjustments	(106,561)				(106,561)
Banking Regulation - Third Quarter Report Adjustments	(95,737)				(95,737)
Securities Regulation - Third Quarter Report Adjustments	(32,513)				(32,513)
<b>Office of the General Treasurer</b>					
Transfer increased 529 Plan investment earnings to Office of Post Secondary Commission	-	-	-	400,000	400,000
Mirror account of 529 investment earning transferred to OPC	-	-	-	(8,400,000)	(8,400,000)
Increase claims for Crime Victims Compensation Program	-	200,000	-	-	200,000
Increase Unclaimed Property transfer to General Fund	-	-	951,893	-	951,893
<b>Office of Health and Human Services</b>					
Increase in Pharmaceutical Expenses HIV Care Grant (Ryan White)	-	1,992,263	-	-	1,992,263
Balance Forward to FY 2018 of UHIP Contract Amendment	(2,599,273)	(20,752,229)	-	-	(23,351,502)
Fund new RI Health System Transformation Project Administrative Costs	-	1,000,000	-	-	1,000,000
Fund new RI Health System Transformation Project Incentive Payment	-	7,300,000	-	-	7,300,000
Caseload Changes May CEC	9,079,559	22,682,377	-	-	31,761,936
<b>Department of Children, Youth and Families</b>					
Increase Education and Training Vouchers Federal Funds	-	196,407	-	-	196,407
Increase for new Annie E. Casey Foundation Grant Funds	-	6,000	-	-	6,000
Convert Casey Family Programs Funding to Restricted Receipts	-	29,771	-	-	29,771
Third Quarter Report Adjustments	-	(1,273,118)	-	-	(1,273,118)
<b>Department of Health</b>					
Increase in Restricted Receipt financing for software maintenanc	-	-	160,000	-	160,000
<b>Department of Human Services</b>					
Balance Forward to FY 2018 of UHIP Contract Amendment	(283,185)	-	-	-	(283,185)
Increase federal CNOM (Personal Care Attendent) account to match general revenue portio	-	53,733	-	-	53,733
Increase federal CNOM (Home Modification) account to match general revenue portio	-	58,442	-	-	58,442
Increase in federal grant spending in '17 (offset by decrease in '18) to transfer	-	-	-	-	-
bond expenditures to federal funds	-	40,000,000	-	-	40,000,000
Increase in the SSI program due to the May 2017 Caseload Estimating	415,404	-	-	-	415,404
Conference					

**Summary of Governor's Article 10, May Amendments to FY 2017 Supplemental (17-H-5175)**

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
<i>Increase in Rhode Island Works due to the May 2017 Caseload Estimating Conference</i>	-	2,068,025	-	-	2,068,025
<i>Increase in Child Care due to the May 2017 Caseload Estimating Conference</i>	-	1,634,400	-	-	1,634,400
<i>Decrease in the GPA program due to the May 2017 Caseload Estimating Conference</i>	(69,897)	-	-	-	(69,897)
<b>Behavioral Healthcare, Developmental Disabilities and Hospitals</b>					
<i>Increase Budget for Services for the Developmentally Disabled</i>	2,811,752	2,911,334	-	-	5,723,086
<b>Department of Elementary and Secondary Education</b>					
<i>Teacher Retirement - Update</i>	1,145,659	-	-	-	1,145,659
<b>Attorney General</b>					
<i>Shift restricted receipt forfeiture accounts to federal funds:</i>					
<i>Federal Forfeitures</i>		98,445	(98,445)		-
<i>Federal Forfeitures (Google Settlement)</i>		15,305,845	(15,305,845)		-
<b>Department of Corrections</b>					
<i>Shift restricted receipt forfeiture accounts to federal funds:</i>					
<i>Shift PREA Reallocation Project from FY 2018</i>		35,000	(35,000)		-
		3,745			3,745
<b>Judiciary</b>					
<i>Increase federal funds Criminal History Improvement Project</i>		6,000			6,000
<i>Increase restricted receipts Champlin Foundation Grant</i>			3,000		3,000
<i>New federal grant-National Judicial College Tuition Assistance Program</i>		768			768
<b>Military Staff</b>					
<i>Shift Counter Drug Asset Forfeiture funds from Restricted Receipts to Federal Funds</i>	-	410,000	(410,000)	-	-
<i>Increase Counter Drug Asset Forfeiture expenditures for equipment purchases</i>	-	10,000	-	-	10,000
<b>Department of Public Safety</b>					
<i>Convert Restricted Receipt Forfeiture Accounts to Federal Fund Accounts</i>					
<i>Federal Forfeitures</i>		1,238,393	(1,238,393)		-
<i>Federal Forfeitures (Google Settlement)</i>		18,433,280	(18,433,280)		-
<i>Vehicle Purchases</i>		-	62,000		62,000
<i>New and Renewed Federal Grants</i>		483,845	-		483,845
<i>New Department of Treasury Equitable Sharing Account</i>		5,717	-		5,717
<i>Additional Fire Academy Expenditures</i>		-	114,157		114,157
<b>Department of Transportation</b>					
<i>Shift Kingston Station ARRA funding from FY 2018 to FY 2017</i>		2,824,203			2,824,203
<i>Increase Providence Station ARRA funding</i>		1,094,244			1,094,244
<b>Total - Governor's May Amendments to FY 2017 Supplemental</b>	5,514,231	98,128,854	(34,301,877)	(8,000,000)	61,341,208
<b>Total Recommended Expenditures</b>	3,705,919,206	3,206,144,663	273,323,007	2,089,284,259	9,274,671,135

**Governor's Article 10 May Amendments to FY 2017 Supplemental Appropriations (17-H-5175)**

	Page No./ Line No.	FY 2017 Original Supplemental Submittal	Governor's March Amendments	Governor's May Amendments	FY 2017 Supplemental Recommend
<b>Department of Administration</b>					
Office of Management and Budget					
General Revenues	Page 1, Line 21	8,969,835		(1,440,000)	7,529,835
Total- Office of Management and Budget	Page 1, Line 24	10,939,273		(1,440,000)	9,499,273
General					
McCoy Stadium Repairs	Page 4, Insert after Line 12	0	107,750		107,750
Total - General	Page 4, Line 21	63,112,027	107,750		63,219,777
Debt Service					
General Revenue	Page 4, Line 23	122,168,998		(2,625,826)	119,543,172
Total- Debt Service Payments	Page 5, Line 8	170,687,472		(2,625,826)	168,061,646
					0
Energy Resources					
Federal Funds	Page 5, Line 10	571,400		107,735	679,135
Restricted Receipts	Page 5, Line 11	16,138,048		(107,735)	16,030,313
Construction, Planning, Appeals and Licenses					
General Revenues	Page 5, Line 20	2,149,292		(450,000)	1,699,292
Total- Construction, Planning, Appeals and Licenses	Page 5, Line 22	3,528,328		(450,000)	3,078,328
Office of Diversity, Equity, and Opportunity					
General Revenues	Page 5, Line 25	1,224,597		(200,000)	1,024,597
Total- Office of Diversity, Equity, and Opportunity	Page 6, Line 2	1,274,721		(200,000)	1,074,721
Grand Total - Administration	Page 6, Line 12	400,715,432	107,750	(4,715,826)	396,107,356
<b>Department of Business Regulation</b>					
Central Management					
General Revenue	Page 6, Line 15	1,395,571	0	(35,151)	1,360,420
Banking Regulation					
General Revenue	Page 6, Line 17	1,761,804	0	(95,737)	1,666,067
Restricted Receipts	Page 6, Line 18	50,000	25,000	0	75,000
Total - Banking Regulation	Page 6, Line 19	1,811,804	25,000	(95,737)	1,741,067
Insurance Regulation					
General Revenue	Page 6, Line 25	3,807,033	0	(106,561)	3,700,472
Total - Insurance Regulation	Page 7, Line 1	5,606,970	0	(106,561)	5,500,409
Securities Regulation					
General Revenue	Page 6, Line 21	974,896	0	(32,513)	942,383
Total - Securities Regulation	Page 6, Line 23	989,896	0	(32,513)	957,383
Commercial Licensing, Racing & Athletics					
Restricted Receipts	Page 7, Line 12	2,366,283	(470,000)	0	1,896,283
Total - Commercial Licensing, Racing & Athletics	Page 7, Line 14	3,238,385	(470,000)	0	2,768,385
Grand Total - Business Regulation	Page 7, Line 17	16,875,344	(445,000)	(269,962)	16,160,382
<b>Department of Labor and Training</b>					
Workforce Development Services					
Federal Funds	Page 9, Line 22	32,723,482	1,347,386		34,070,868
Other Funds	Page 9, Line 24	4,247,794	26,787		4,274,581
Total - Workforce Development Services	Page 9, Line 25	55,646,182	1,374,173	0	57,020,355
Grand Total - Labor and Training	Page 10, Line 17	444,584,790	1,374,173	0	445,958,963
<b>Office of the General Treasurer</b>					
Treasury					
Transfer to Division of Higher Education Assistance	Page 13, Line 20	8,000,000		400,000	8,400,000
Transfer to Division of Higher Education Assistance Adjustment	Page 13, Insert after Line 20	0		(8,400,000)	(8,400,000)
Total - General Treasurer	Page 13, Line 21	11,432,629		(8,000,000)	3,432,629
Unclaimed Property					
Restricted Receipts	Page 14, Line 3	24,443,953		951,893	25,395,846
Total - Unclaimed Property	Page 14, Line 4	24,443,953		951,893	25,395,846
Crime Victim Compensation Program					

**Governor's Article 10 May Amendments to FY 2017 Supplemental Appropriations (17-H-5175)**

	Page No./ Line No.	FY 2017 Original Supplemental Submittal	Governor's March Amendments	Governor's May Amendments	FY 2017 Supplemental Recommend
Federal Funds	Page 14, Line 6	617,462		200,000	817,462
Total - Crime Victim Compensation Program	Page 14, Line 8	1,988,388		200,000	2,188,388
 Grand Total - General Treasurer	Page 14, Line 9	 49,146,897		 (6,848,107)	 42,298,790
<b>Office of Health and Human Services</b>					
Central Management					
General Revenues	Page 15, Line 2	32,882,050	0	(2,599,273)	30,282,777
Federal Funds	Page 15, Line 4	131,674,537	0	(17,759,966)	113,914,571
Total - Central Management	Page 15, Line 7	170,756,679	0	(20,359,239)	150,397,440
Medical Assistance					
General Revenues					
Managed Care	Page 15, Line 10	294,900,808	0	11,932,851	306,833,659
Hospitals	Page 15, Line 11	97,904,991	0	(2,352,332)	95,552,659
Nursing Facilities	Page 15, Line 12	86,960,100	0	6,632,550	93,592,650
Home and Community Based Services	Page 15, Line 13	27,709,320	0	(933,470)	26,775,850
Other Services	Page 15, Line 14	55,895,343	0	(3,525,437)	52,369,906
Pharmacy	Page 15, Line 15	59,204,642	0	(563,933)	58,640,709
Rhody Health	Page 15, Line 16	289,902,786	0	(2,110,670)	287,792,116
Federal Funds					
Managed Care	Page 15, Line 18	362,199,193	0	8,967,148	371,166,341
Hospitals	Page 15, Line 19	101,743,925	0	(2,747,667)	98,996,258
Nursing Facilities	Page 15, Line 20	90,039,901	0	6,867,449	96,907,350
Home and Community Based Services	Page 15, Line 21	28,690,681	0	(966,531)	27,724,150
Other Services	Page 15, Line 22	496,961,657	0	20,053,437	517,015,094
Pharmacy	Page 15, Line 23	(848,587)	0	(202,129)	(1,050,716)
Rhody Health	Page 15, Line 24	298,397,214	0	(1,989,330)	296,407,884
Total - Medical Assistance	Page 16, Line 1	2,318,276,974	0	39,061,936	2,357,338,910
Grand Total - Office of Health and Human Services	Page 16, Line 2	2,489,033,653	0	18,702,697	2,507,736,350
<b>Department of Children, Youth, and Families</b>					
Children's Behavioral Health Services					
General Revenues	Page 16, Line 10	5,147,492	0	1,070,517	6,218,009
Federal Funds	Page 16, Line 11	5,847,526	0	1,072,511	6,920,037
Total - Children's Behavioral Health Services	Page 16, Line 18	11,519,691	0	2,143,028	13,662,719
Juvenile Correctional Services					
General Revenues	Page 16, Line 20	23,179,853	0	(1,070,517)	22,109,336
Restricted Receipts	Page 16, Insert after Line 21	0	38,700	0	38,700
Total - Juvenile Correctional Services	Page 17, Line 3	23,894,243	38,700	(1,070,517)	22,862,426
Child Welfare					
Federal Funds	Page 17, Line 7	49,215,767	0	(2,149,222)	47,066,545
Restricted Receipts	Page 17, Line 9	3,150,302	0	35,771	3,186,073
Total - Child Welfare	Page 17, Line 13	173,222,984	0	(2,113,451)	171,109,533
 Grand Total- Children, Youth, and Families	Page 17, Line 16	 218,284,037	 38,700	 (1,040,940)	 217,281,797
<b>Department of Health</b>					
Customer Services					
Restricted Receipts	Page 18, Line 16	1,107,733	0	160,000	1,267,733
Total - Customer Services	Page 18, Line 17	11,807,781	0	160,000	11,967,781
Policy, Information and Communications					
Federal Funds	Page 18, Line 20	1,965,667	81,000	0	2,046,667
Total - Policy, Information and Communications	Page 18, Line 23	3,266,362	81,000	0	3,347,362
 Grand Total - Health	Page 19, Line 3	 169,940,915	 81,000	 160,000	 170,181,915
<b>Department of Human Services</b>					
Central Management					
Federal Funds	Page 19, Line 16	3,938,876	1,280,985	0	5,219,861
Total - Central Management	Page 19, Line 18	8,357,441	1,280,985	0	9,638,426
Individual and Family Support					
General Revenues	Page 19, Line 24	22,649,133	0	(283,185)	22,365,948
Federal Funds	Page 19, Line 25	102,858,834	770,500	112,175	103,741,509

**Governor's Article 10 May Amendments to FY 2017 Supplemental Appropriations (17-H-5175)**

	Page No./ Line No.	FY 2017 Original Supplemental Submittal	Governor's March Amendments	Governor's May Amendments	FY 2017 Supplemental Recommend
Total - Individual and Family Support	Page 20, Line 7	134,898,420	770,500	(171,010)	135,497,910
<b>Veterans Affairs</b>					
Federal Funds	Page 20, Line 11	18,086,844	0	40,000,000	58,086,844
Total - Veterans Affairs	Page 20, Line 13	40,569,999	0	40,000,000	80,569,999
<b>Supplemental Security Income</b>					
General Revenue	Page 20, Line 19	18,500,260	0	415,404	18,915,664
<b>Rhode Island Works</b>					
Federal Funds	Page 20, Line 22	78,845,969	0	3,702,425	82,136,808
Total - Rhode Island Works	Page 20, Line 23	88,706,588	0	3,702,425	92,409,013
<b>State Funded Programs</b>					
General Revenues	Page 20, Line 25	1,611,600	0	(69,897)	1,541,703
Grand Total - Human Services	Page 21, Line 16	620,615,953	2,051,485	43,876,922	666,544,360
<b>Behavioral Healthcare, Developmental Disabilities, and Hospitals</b>					
<b>Services for the Developmentally Disabled</b>					
General Revenues	Page 22, Line 7	122,015,467	0	2,811,752	124,827,219
Federal Funds	Page 22, Line 16	125,055,036	0	2,911,334	127,966,370
Total - Services and the Developmentally Disabled	Page 22, Line 24	250,626,970	0	5,723,086	256,350,056
Grand Total - Behavioral Healthcare, Developmental Disabilities, and Hospitals	Page 23, Line 25	401,089,576	0	5,723,086	406,812,662
<b>Department of Elementary and Secondary Education</b>					0
<b>Administration of the Comprehensive Education Strategy</b>					
General Revenues	Page 24, Line 20	20,645,193	(8,640)		20,636,553
Restricted Receipts	Page 25, Line 3	1,264,259	415,727		1,679,986
Total - Administration of the Comprehensive Education Strategy	Page 25, Line 10	233,575,578	407,087		233,982,665
<b>Education Aid</b>					
General Revenues	Page 26, Line 11	845,923,695	(1,566)		845,922,129
Total - Education Aid	Page 26, Line 15	867,379,021	(1,566)		867,377,455
<b>Davies Career and Technical School</b>					
General Revenues	Page 25, Line 12	12,590,093	10,206		12,600,299
Total - Davies Career and Technical School	Page 25, Line 19	18,954,487	10,206		18,964,693
<b>Teachers' Retirement</b>					
General Revenues	Page 26, Line 24	99,076,582	0	1,145,659	100,222,241
Grand Total - Elementary and Secondary Education	Page 26, Line 26	1,358,110,571	415,727	1,145,659	1,359,671,957
<b>Public Higher Education</b>					
<b>Office of the Postsecondary Commissioner</b>					
Federal Funds	Page 27, Line 11	11,826,471	(1,859,500)		9,966,971
Tuition Savings Program - Dual Enrollment	Page 27, Line 17	1,300,000	1,000,000		2,300,000
Total - Office of the Postsecondary Commissioner	Page 27, Line 23	34,449,175	(859,500)		33,589,675
<b>University of Rhode Island</b>					
University and College Funds	Page 28, Line 13	630,927,445	ation: \$11,161,648		630,927,445
Grand Total - Public Higher Education	Page 31, Line 4	1,137,268,264	(859,500)		1,136,408,764
<b>Attorney General</b>					
<b>Criminal</b>					
Restricted Receipts	Page 32, Line 10	15,404,290		(15,404,290)	0
Federal Funds	Page 32, Line 9	3,351,007		15,404,290	18,755,297
Total-Criminal	Page 32, Line 11	34,818,071		0	34,818,071
Grand Total - Attorney General	Page 32, Line 24	46,080,121		0	46,080,121
<b>Department of Corrections</b>					
<b>Central Management</b>					
Federal Funds	Page 33, Line 2	59,219		3,745	62,964
Total-Central Management	Page 33, Line 3	10,157,716		3,745	10,161,461
<b>Custody and Security</b>					

**Governor's Article 10 May Amendments to FY 2017 Supplemental Appropriations (17-H-5175)**

	Page No./ Line No.	FY 2017 Original Supplemental Submittal	Governor's March Amendments	Governor's May Amendments	FY 2017 Supplemental Recommend
Restricted Receipts	Page 33, Line 11	35,000		(35,000)	0
Federal Funds	Page 33, Line 10	875,590		35,000	910,590
Total-Custody and Security	Page 33, Line 12	137,177,459		0	137,177,459
 Grand Total - Corrections	 Page 34, Line 13	 223,366,125		 3,745	 223,369,870
<b>Judiciary</b>					
Supreme Court					
Federal Funds	Page 34, Line 26	122,343	18,000	6,768	147,111
Restricted Receipts	Page 35, Line 1	4,684,329		3,000	4,687,329
Total - Supreme Court	Page 35, Line 8	43,146,512	18,000	9,768	43,174,280
 Grand Total -Judiciary	 Page 36, Line 5	 120,252,202	 18,000	 9,768	 120,279,970
<b>Military Staff</b>					
Federal Funds	Page 36, Line 8	16,660,113	0	420,000	17,080,113
Restricted Receipts					
Counter Drug Asset Forfeiture	Page 36, Line 11	32,000	378,000	(410,000)	0
 Grand Total - Military Staff	 Page 36, Line 20	 20,996,945	 378,000	 10,000	 21,374,945
<b>Department of Public Safety</b>					
Central Management					
Federal Funds	Page 37, Line 2	8,230,121	0	14,468	8,244,589
Total - Central Management	Page 37, Line 3	10,101,867	0	14,468	10,116,335
State Fire Marshal					
Restricted Receipts	Page 37, Line 10	195,472	0	114,157	309,629
Total - State Fire Marshal	Page 37, Line 15	6,918,393	0	114,157	7,032,550
Municipal Police Training Academy					
Federal Funds	Page 37, Line 20	222,395	115,945	0	338,340
Total - Municipal Police Training Academy	Page 37, Line 21	485,176	115,945	0	601,121
State Police					
Federal Funds	Page 37, Line 24	3,259,609	0	20,146,767	23,406,376
Restricted Receipts	Page 37, Line 25	19,547,219	225,000	(19,609,673)	162,546
Total - State Police	Page 38, Line 11	95,617,748	225,000	537,094	96,379,842
Grand Total - Public Safety	Page 38, Line 12	142,334,521	340,945	665,719	143,341,185
<b>Emergency Management Agency</b>					
Other Funds					
Rhode Island Capital Plan Fund					
Emergency Management Building	Page 38, Line 19	189,750	(189,750)	0	0
 Grand Total - Emergency Management	 Page 38, Line 22	 22,158,553	 (189,750)	 0	 21,968,803
<b>Department of Environmental Management</b>					
Natural Resources					
Restricted Receipts	Page 39, Line 11	3,807,283	250,000		4,057,283
Total - Natural Resources	Page 40, Line 4	61,553,386	250,000		61,803,386
 Grand Total - Environmental Management	 Page 40, Line 12	 103,441,715	 250,000		 103,691,715
<b>Department of Transportation</b>					
Central Management					
Federal Funds	Page 40, Line 24	8,702,611	650,000		9,352,611
Total - Central Management	Page 41, Line 1	13,308,290	650,000		13,958,290
Infrastructure Engineering					
Federal Funds - Stimulus	Page 41, Line 8	5,112,814	7,500,000	3,918,447	16,531,261
Total - Infrastructure Engineering	Page 41, Line 17	377,472,815	7,500,000	3,918,447	388,891,262
Infrastructure Maintenance					
Rhode Island Capital Plan Fund					
Portsmouth Facility	Page 42, Line 1	2,273,444	1,075,256		3,348,700
Total - Infrastructure Maintenance	Page 42, Line 4	139,578,656	1,075,256		140,653,912
 Grand Total - Transportation	 Page 42, Line 5	 534,458,464	 9,225,256	 3,918,447	 547,602,167
<b>Statewide Totals</b>					



**Governor's Article 10 May Amendments to FY 2017 Supplemental Appropriations (17-H-5175)**

	Page No./ Line No.	FY 2017 Original Supplemental Submittal	Governor's March Amendments	Governor's May Amendments	FY 2017 Supplemental Recommend
<b>General Revenues</b>	Page 42, Line 7	3,700,404,975	0	5,514,231	3,705,919,206
<b>Federal Funds</b>	Page 42, Line 8	3,098,111,493	9,904,316	98,128,854	3,206,144,663
<b>Restricted Receipts</b>	Page 42, Line 9	306,762,457	862,427	(34,301,877)	273,323,007
<b>Other Funds</b>	Page 42, Line 10	2,095,264,216	2,020,043	(8,000,000)	2,089,284,259
<b>Statewide Grand Total</b>	Page 42, Line 11	9,200,543,141	12,786,786	61,341,208	9,274,671,135
<b>Internal Service Funds</b>					
State Fleet Revolving Loan Fund (language only in appropriations act; database correct)	Insert after Line 10, Page 43	[0]	[2,173,414]		[2,173,414]