

**SENATE FISCAL AGENCY
 MEMORANDUM**

DATE: May 3, 2019
TO: Members of the Senate
FROM: Christopher Harkins, Director
RE: FY 2019-20 State Budget: Senate Appropriations Committee Recommendations

The Senate Appropriations Committee has reported to the Senate all of the fiscal year (FY) 2019-20 individual budget bills. The Senate Appropriations Committee is recommending \$59.3 billion of total FY 2019-20 Gross appropriations and \$10.5 billion of State General Fund/General Purpose (GF/GP) appropriations, with a \$50.0 million appropriation to the Budget Stabilization Fund. The Senate Fiscal Agency (SFA) estimates that the Budget Stabilization Fund will have an FY 2019-20 year-end balance of \$1,269.0 million. The FY 2019-20 Senate Gross appropriations represent a 2.0% increase from FY 2018-19 year-to-date appropriations, and FY 2019-20 Senate GF/GP appropriations are 0.5% above those of FY 2018-19.

Table 1 lists the FY 2018-19 year-to-date Gross appropriations (as of May 1, 2019) as well as the FY 2019-20 Gross appropriation recommendations of the Governor and the Senate Appropriations Committee. The Governor's FY 2019-20 budget proposal includes \$1,263.7 million in additional Gross revenue generated from a proposed \$0.45 increase in gas taxes. Further, the Governor proposes other changes to revenue collections: a 6.0% tax on pass-through businesses, such as partnerships, limited liability companies (LLCs), and S-corporations; increasing the Earned Income Tax Credit (EITC) to 10% of the Federal EITC; and repealing the changes made in 2012 that expanded the retirement income that was subject to income tax collection. The revenues generated by the Governor's recommended gas tax increase and other revenue adjustment proposals are not assumed in the Senate bills.

Table 2 outlines the FY 2018-19 year-to-date GF/GP appropriations (as of May 1, 2019) as well as the FY 2019-20 GF/GP recommendations of the Governor and the Senate Appropriations Committee. The Senate GF/GP recommendation is \$188.7 million below the Governor's recommendation and would spend \$50.5 million more in GF/GP revenue than the current fiscal year.

There are several GF/GP differences between the Governor's recommendation and the Senate Appropriations Committee's recommendation. Of note, the Senate proposes to provide \$223.0 million in additional GF/GP revenue in the K-12 School Aid budget and does not concur with the Governor's recommendation to eliminate all School Aid funds in the Higher Education budget. Instead, the Senate proposes appropriating \$1,064.4 million GF/GP and \$500.5 million in School Aid Fund dollars. The Senate proposes to include \$132.0 million in GF/GP for the Department of Transportation instead of increased restricted revenue from the gas tax recommendation proposed by the Governor. Lastly, the Governor proposes a \$120.0 million GF/GP appropriation in a current-year supplemental for drinking water protection and innovation investment. The Senate instead proposes that \$120.0 million be appropriated beginning in FY 2019-20 for similar purposes.

The appropriations in Tables 1 and 2 include both ongoing and one-time appropriations, and summarize the dollar differences among the Governor and Senate at this point in the appropriations process.

For more details regarding the dollar changes in the individual budgets, please see the Senate Fiscal Agency budget highlight sheets at these links:

- S.B. 133: [Department of Agriculture and Rural Development](#)
- S.B. 134: [Community Colleges](#)
- S.B. 135: [Department of Corrections](#)
- S.B. 136: [Department of Education](#)

- S.B. 137: [Department of Environmental Quality](#)
- S.B. 138: [General Government](#)
- S.B. 139: [Department of Health and Human Services](#)
- S.B. 140: [Higher Education](#)

- S.B. 141: [Department of Insurance and Financial Services](#)
- S.B. 142: [Judiciary](#)
- S.B. 143: [Department of Licensing and Regulatory Affairs](#)
- S.B. 144: [Department of Military and Veterans Affairs](#)

- S.B. 145: [Department of Natural Resources](#)
- S.B. 146: [School Aid](#)
- S.B. 147: [Department of State Police](#)
- S.B. 148: [Department of Talent and Economic Development](#)
- S.B. 149: [Department of Transportation](#)

The Senate Fiscal Agency will update all of this information as the appropriations bills progress through the budget cycle. In the meantime, if you have any questions, please contact me.

/lms

Attachments

Table 1
FY 2018-19 and FY 2019-20 Gross Appropriations
(includes both ongoing and one-time appropriations)

DEPARTMENT	FY 2018-2019 Year-to-Date	FY 2019-20 Governor's Rec	FY 2019-20 Senate Approps	FY 2019-20 Senate Change to FY 19 YTD		FY 2019-20 Senate Change to FY 20 Gov's Rec	
Agriculture and Rural Development	\$110,198,100	\$109,830,500	\$112,745,500	\$2,547,400	2.3%	\$2,915,000	2.7%
Attorney General	104,027,700	106,517,800	102,344,200	(1,683,500)	(1.6%)	(4,173,600)	(3.9%)
Capital Outlay	15,000,900	0	0	(15,000,900)	(100.0%)	0	-
Civil Rights	16,201,100	16,388,300	15,068,800	(1,132,300)	(7.0%)	(1,319,500)	(8.1%)
Community Colleges	408,215,500	421,164,000	416,330,200	8,114,700	2.0%	(4,833,800)	(1.1%)
Corrections	2,019,056,200	2,049,998,200	2,021,964,800	2,908,600	0.1%	(28,033,400)	(1.4%)
Education	406,134,900	436,344,500	422,044,500	15,909,600	3.9%	(14,300,000)	(3.3%)
Environmental Quality	501,302,600	478,273,300	598,273,300	96,970,700	19.3%	120,000,000	25.1%
Executive	6,980,100	7,114,300	7,114,300	134,200	1.9%	0	0.0%
Health and Human Services	25,502,246,400	26,178,757,500	26,130,338,100	628,091,700	2.5%	(48,419,400)	(0.2%)
Higher Education	1,669,732,600	1,711,321,800	1,693,001,800	23,269,200	1.4%	(18,320,000)	(1.1%)
Insurance and Financial Services	67,971,900	68,889,800	68,889,800	917,900	1.4%	0	0.0%
Judiciary	304,079,100	309,341,000	311,092,100	7,013,000	2.3%	1,751,100	0.6%
Legislature	211,450,500	192,700,500	195,855,400	(15,595,100)	(7.4%)	3,154,900	1.6%
Licensing and Regulatory Affairs	552,356,700	572,612,500	571,864,840	19,508,140	3.5%	(747,660)	(0.1%)
Military and Veterans Affairs	199,639,300	201,102,500	205,197,500	5,558,200	2.8%	4,095,000	2.0%
Natural Resources	484,430,900	474,444,700	450,372,100	(34,058,800)	(7.0%)	(24,072,600)	(5.1%)
School Aid	14,844,588,800	15,371,238,900	15,240,157,900	395,569,100	2.7%	(131,081,000)	(0.9%)
State	247,062,800	255,209,600	250,393,000	3,330,200	1.3%	(4,816,600)	(1.9%)
State Police	777,936,400	718,629,000	721,588,100	(56,348,300)	(7.2%)	2,959,100	0.4%
Talent and Economic Development	1,260,746,100	1,088,257,000	1,107,257,100	(153,489,000)	(12.2%)	19,000,100	1.7%
Technology, Management, and Budget	1,433,443,600	1,580,268,900	1,521,956,900	88,513,300	6.2%	(58,312,000)	(3.7%)
Transportation	5,013,880,800	5,778,292,000	5,130,767,200	116,886,400	2.3%	(647,524,800)	(11.2%)
Treasury (Debt Service)	107,080,000	104,335,000	104,335,000	(2,745,000)	(2.6%)	0	0.0%
Treasury (Operations)	570,041,500	590,416,900	582,967,900	12,926,400	2.3%	(7,449,000)	(1.3%)
Treasury (Revenue Sharing)	1,338,142,700	1,382,407,900	1,366,155,700	28,013,000	2.1%	(16,252,200)	(1.2%)
TOTAL APPROPRIATIONS	\$58,171,947,200	\$60,203,856,400	\$59,348,076,040	\$1,176,128,840	2.0%	(\$855,780,360)	(1.4%)

Source: Senate Fiscal Agency

Table 2
 FY 2018-19 and FY 2019-20 GF/GP Appropriations
 (includes both ongoing and one-time appropriations)

DEPARTMENT	FY 2018-2019 Year-to-Date	FY 2019-20 Governor's Rec	FY 2019-20 Senate Approps	FY 2019-20 Senate Change		FY 2019-20 Senate Change	
				to FY 19 YTD		to FY 20 Gov's Rec	
Agriculture and Rural Development	\$60,835,200	\$57,920,200	\$60,835,200	\$0	0.0%	\$2,915,000	5.0%
Attorney General	41,206,800	41,736,300	37,562,700	(3,644,100)	(8.8%)	(4,173,600)	(10.0%)
Capital Outlay	15,000,900	0	0	(15,000,900)	(100.0%)	0	-
Civil Rights	13,022,100	13,195,700	11,876,200	(1,145,900)	(8.8%)	(1,319,500)	(10.0%)
Community Colleges	0	12,948,500	4,833,700	4,833,700	-	(8,114,800)	(62.7%)
Corrections	1,963,841,300	1,991,874,800	1,963,841,400	100	0.0%	(28,033,400)	(1.4%)
Education	91,503,600	87,212,000	87,212,000	(4,291,600)	(4.7%)	0	0.0%
Environmental Quality	58,546,500	53,793,000	173,793,000	115,246,500	196.8%	120,000,000	223.1%
Executive	6,980,100	7,114,300	7,114,300	134,200	1.9%	0	0.0%
Health and Human Services	4,439,614,400	4,779,342,000	4,745,342,200	305,727,800	6.9%	(33,999,800)	(0.7%)
Higher Education	1,046,017,900	1,587,795,400	1,064,438,100	18,420,200	1.8%	(523,357,300)	(33.0%)
Insurance and Financial Services	550,000	150,000	150,000	(400,000)	(72.7%)	0	0.0%
Judiciary	196,079,500	201,142,200	201,142,200	5,062,700	2.6%	0	0.0%
Legislature	198,824,000	180,074,000	182,795,800	(16,028,200)	(8.1%)	2,721,800	1.5%
Licensing and Regulatory Affairs	135,845,300	124,268,100	123,520,440	(12,324,860)	(9.1%)	(747,660)	(0.6%)
Military and Veterans Affairs	75,912,400	70,284,900	74,379,900	(1,532,500)	(2.0%)	4,095,000	5.8%
Natural Resources	77,241,800	51,224,000	48,524,200	(28,717,600)	(37.2%)	(2,699,800)	(5.3%)
School Aid	87,920,000	45,000,000	268,000,000	180,080,000	204.8%	223,000,000	495.6%
State	18,466,300	22,967,500	18,150,900	(315,400)	(1.7%)	(4,816,600)	(21.0%)
State Police	493,173,800	468,507,200	471,466,300	(21,707,500)	(4.4%)	2,959,100	0.6%
Talent and Economic Development	286,546,300	144,908,300	145,908,400	(140,637,900)	(49.1%)	1,000,100	0.7%
Technology, Management, and Budget	552,044,500	504,442,600	446,130,600	(105,913,900)	(19.2%)	(58,312,000)	(11.6%)
Transportation	356,790,900	0	132,000,000	(224,790,900)	(63.0%)	132,000,000	-
Treasury (Debt Service)	107,080,000	104,335,000	104,335,000	(2,745,000)	(2.6%)	0	0.0%
Treasury (Operations)	103,881,300	114,491,800	104,042,800	161,500	0.2%	(10,449,000)	(9.1%)
Treasury (Revenue Sharing)	0	0	0	0	-	0	-
TOTAL APPROPRIATIONS	\$10,426,924,900	\$10,664,727,800	\$10,477,395,340	\$50,470,440	0.5%	(\$187,332,460)	(1.8%)