



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

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

**Memorandum**

**To:** The Honorable Helio Melo  
Chairman, House Finance Committee

The Honorable Daniel DaPonte  
Chairman, Senate Finance Committee

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

**Date:** May 18, 2012

**Subject:** Amendments to FY 2013 Appropriations Act (12-H-7323)

The Governor requests that several amendments be made to the FY 2013 Appropriations Act, which was submitted to the General Assembly on January 31, 2012 and as amended by on February 29, 2012. The amendments include changes to appropriation amounts in Article 1, Relating to Making Appropriations in Support of FY 2013, and Article 10, Relating to Making Revised Appropriations in Support of FY 2012.

If you have any questions regarding Article 1 or Article 10, please feel free to call me or my staff at 222-6300.

TAM:12-43  
Attachments

cc: Sharon Reynolds Ferland, House Fiscal Advisor  
Peter Marino, Senate Fiscal Advisor  
Kelly Mahoney, Director of Policy  
Richard Licht, Director of Administration  
Gregory Stack

**ARTICLE 1, RELATING TO MAKING APPROPRIATIONS IN SUPPORT OF FY 2013**

**SECTION 1, APPROPRIATIONS IN SUPPORT OF FY 2013**

**Department of Administration**

Insert "Auditing" on page 3 between lines 30 and 31; then, insert "General Revenues" between lines 31 and 32 and increase by \$667,919 from \$0 to \$667,919. Then, insert "Total – Auditing" and increase by \$667,919 from \$0 to \$667,919. This amendment reflects the changes to Article 4 (Relating to Governmental Organization), which restores some of the functions of the Bureau of Audits to conduct audits of any state department, state agency, or private entity that is a recipient of state funding or state grants. It also reinstates 5.0 FTE positions to staff these restored functions.

Increase General Revenues – Human Resources, Page 3, Line 32, by \$70,000 from \$8,369,425 to \$8,439,425. This increase reflects the transfer of financial resources from FY 2012 to FY 2013 to facilitate the audit of the state's medical and pharmacy plans with United Health. The audit could not be completed in FY 2012 due to extenuating circumstances. An equal reduction is requested in Article 10 for FY 2012.

Insert in General Program on Page 5, after Line 13 a new general revenue line item entitled "I-195 Redevelopment Commission \$3,800,000". The Governor recommends providing funding in FY 2013 to support the projected five-year budget for the I-195 Redevelopment Commission.

Insert in General Program on Page 5, after Line 13 a new general revenue line item entitled "Current Care (HIE Development)" \$450,000. The Governor recommends providing funding for the development of the Health Information Exchange based on a per member per month charge for state employees. A similar add is requested in OHHS for Medicaid enrollees.

Decrease RICAP – Statehouse Renovations – General, Page 5, Line 23, by \$1,460,000 from \$3,000,000 to \$1,540,000. This reduction for the RICAP-funded Statehouse Renovations project reflects a revised timeline for the central HVAC project. The current plan is to begin architectural and engineering work in FY 2013 with construction beginning in FY 2014.

Decrease RICAP – Building 79 Stabilization, Page 6, Line 11, by \$2,200,000 from \$2,200,000 to \$0. This decrease for the RICAP-funded Building 79 Stabilization project reflects the changed plans in regards to Buildings 79 and 80, which have deteriorated to a point where it is not feasible to reuse them for other purposes and thus they must be demolished. The new plan is to demolish these buildings after the demolition of Buildings A & D is completed in FY 2013.

Decrease RICAP – Station Park, Page 6, Line 12, by \$200,000 from \$200,000 to \$0. This decrease to the RICAP-funded Station Park project reflects the revised funding requirement for the current project plans.

Insert on page 6, between lines 15 and 16, “Ladd Center Building Demolition” and increase by \$300,000 from \$0 to \$300,000. This increase reflects the Governor’s a revised funding priority due to a recent court decision that has placed a greater emphasis on the removal of the Fogarty Hospital (Building 20) at the Ladd Center. This funding is expected to finance the pre-construction costs for architectural and engineering services.

Increase Federal Funds – Energy Resources, Page 6, Line 31, by \$50,958 from \$318,349 to \$369,307. This increase reflects the partial costs and financial resources required for the reassignment of two FTE positions from the Department of Human Services back to the Department of Administration’s Office of Energy Resources. Pursuant to an agreement reached between the two departments on May 8, 2012, the Executive Secretary (Gr. 4623) position and a vacant FTE for a potential new federal grant are being transferred from the Department of Human Services back to the Department of Administration.

Increase Federal Funds - Stimulus – Energy Resources, Page 6, Line 32, by \$68,949 from \$163,065 to \$232,014. This increase reflects the partial costs and financial resources required for the reassignment of two FTE positions from the Department of Human Services back to the Department of Administration’s Office of Energy Resources. Pursuant to an agreement reached between the two departments on May 8, 2012, the Executive Secretary (Gr. 4623) position and a vacant FTE for a potential new federal grant are being transferred from the Department of Human Services back to the Department of Administration.

Decrease Restricted Receipts – Energy Resources, Page 6, Line 34 by \$6,500,000 from \$12,366,791 to \$5,866,791. This decrease reflects a shift of financial resources related to the surcharge paid by ratepayers for the Demand Side Management program pursuant to RIGL 39-2-1.2. Formerly housed in the Department of Administration, the program and related funding are now being transferred to the Department of Human Services as part of the Low Income Home Energy Assistance Program (LIHEAP)/ Weatherization Assistance Program (WAP).

### **Department of Labor and Training**

Increase Federal Funds – Workforce Development Services, Page 8, line 17 by \$2,399,188 from \$22,590,725 to \$24,989,913. In its FY 2013 budget request, the Department of Labor and Training reduced financing of its federally funded Workforce Development Services program based on information from the federal government that its grant award may be 20 percent less than previous years’

awards. The Department also proposed a reduction of 37.0 FTE from the FY 2012 enacted level of 470.2 FTE. Updated funding information for the program indicate that financing from the federal government will not be as constrained as originally planned, allowing for continuing efforts in the Department to train job-seekers, provide career guidance, and link job opportunities with unemployed individuals.

Increase General Revenue – Income Support, Page 8, Line 24, by \$129,214 from \$4,246,368 to \$4,375,582. Additional general revenues are anticipated to be required in FY 2013 to pay the State of Rhode Island's 40 percent portion of the \$323,036 federal Public Safety Officer Benefit for the recent death of a Providence police officer in the line of duty.

Increase Federal Funds – Income Support, Page 8, Line 26, by \$2,573,359 from \$13,045,349 to \$15,618,708. In its FY 2013 Budget Request, the Department of Labor and Training reduced financing in its federally funded Income Support Program based on near complete expenditure of Unemployment Insurance Modernization financing. The Department recently learned of an extension of the Emergency Compensation program, which provides more contingency financing for the program in FY 2013. The Department also requests a restoration of 61.1 FTE for the program, based on availability of this federal financing.

Increase Employment Security Funds – Income Support, Page 9, Line 1, by \$40,545,000 from \$282,151,493 to \$322,696,493. The additional Employment Security Funds reflect the extension of Unemployment Insurance benefits that will be made available through January 2, 2013 per the Unemployment Benefits Extension Act of 2012.

### **Department of Revenue**

Increase General Revenue – Municipal Finance, Page 9, Line 25, by \$2,000,000 from \$2,064,780 to \$4,064,780. This amendment provides an additional \$2.0 million for anticipated costs associated with oversight of municipalities.

### **General Treasurer**

Increase Restricted Receipts – Crime Victim's Compensation Program, Page 11, Line 34 by \$25,000 from \$1,169,331 to \$1,194,331. This amendment creates a new account to receive subrogations or refunds that may come back to the program, and also allows for expenditure of these funds for crime victim compensation. The separation of these funds from the existing restricted receipt account will allow for better tracking by the program in reporting to the federal government.

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

Increase General Revenues – Central Management Program, Page 12, Line 30 by \$3,314,407 from \$22,408,631 to \$25,723,038. This increase is comprised of the following adjustments:

- (1) The transfer of \$2,648,157 in general revenues for the HIV/AIDS care and treatment programs from the Department of Human Services to the Executive Office of Health and Human Services, as authorized in the Governor's recent amendment to Article 18 of the FY 2013 Appropriations Act.
- (2) An increase of \$66,250 for additional legal consultancies to assist the Executive Office on matters pertaining to both the Patient Protection and Affordable Care Act (health care reform) and the receiverships of Landmark and Westerly Hospitals.
- (3) An increase of \$600,000, which represents the general revenue share of a new grant to finance the development of Rhode Island's Statewide Health Information Exchange (HIE), known as "currentcare". The Governor recommends providing this funding based on a per member per month charge for both state employees and Medicaid beneficiaries. This amendment reflects only the Medicaid-based assessment.

Increase Federal Funds – Central Management Program, Page 12, Line 32 by \$11,462,461 from \$61,904,865 to \$73,367,326. This amendment is comprised of the following adjustments:

- (1) A technical correction to remove financing of \$998 inadvertently included in a federal account that should have been unbudgeted.
- (2) An increase of \$1.5 million in expenditure authority for the federal share of administrative costs incurred by local education agencies (LEAs) for Medicaid-eligible special education services. Recent trends in LEA reimbursement signal a significant and recurring uptick in quarterly expenditure requirements.
- (3) An upward adjustment of \$394,685, providing the expenditure authority for the "Money Follows the Person" (MFP) reinvestment initiative, in accordance with expenditures as adopted by the May 2012 Caseload Estimating Conference. Specifically, this financing represents the differential between the standard Federal Medical Assistance Percentage (FMAP) and the MFP-enhanced federal match, which is then applied to estimated qualifying MFP expenditures to obtain the total reinvestment account proceeds. As these funds are ultimately expended on administrative activities, they are included within the Office's Central Management federal line item.
- (4) An increase of \$9,568,774, reflecting the transfer of the HIV/AIDS care and treatment programs from the Department of Human Services to the Executive Office of Health and Human Services.

Decrease Managed Care General Revenues – Medical Assistance Program, Page 13, Line 5 by \$7,450,456 from \$290,837,603 to \$283,387,147. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also

included herein is the restoration of dental services for Medicaid-eligible adults aged 21 and older, reflective of the Governor's budget amendment requesting removal of Article 17 from the FY 2013 Appropriations Act. The general revenue component of this restoration totals \$1,080,458 within the category of Managed Care. Please note that associated financing for this reduction is also restored in the Medical Assistance category of "Other Services", since the budget for adult dental services resides within both categories, and is designated based upon the particular enrollment status of the recipient.

Decrease Hospitals General Revenues – Medical Assistance Program, Page 13, Line 6 by \$8,539,320 from \$110,168,609 to \$101,629,289. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Nursing Facilities General Revenues – Medical Assistance Program, Page 13, Line 7 by \$2,523,040 from \$167,636,600 to \$170,159,640. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Home and Community Based Services General Revenues – Medical Assistance Program, Page 13, Line 8 by \$782,021 from \$36,735,341 to \$35,953,320. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Other Services General Revenues – Medical Assistance Program, Page 13, Line 9 by \$1,034,155 from \$42,731,590 to \$43,765,745. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also included herein is the restoration of dental services for Medicaid-eligible adults aged 21 and older, reflective of the Governor's budget amendment requesting removal of Article 17 from the FY 2013 Appropriations Act. The general revenue component of this restoration totals \$1,620,686 within the category of Other Services. Please note that associated financing for this reduction is also restored in the Medical Assistance category of "Managed Care", since the budget for adult dental services resides within both categories, and is designated based upon the particular enrollment status of the recipient.

Decrease Pharmacy General Revenues – Medical Assistance Program, Page 13, Line 10 by \$1,460,086 from \$53,814,160 to \$52,354,074. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Rhody Health General Revenues – Medical Assistance Program, Page 13, Line 11 by \$3,510,582 from \$99,362,982 to \$102,873,564. This increase aligns the

level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Managed Care Federal Funds – Medical Assistance Program, Page 13, Line 14 by \$8,888,931 from \$321,225,535 to \$312,336,604. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also included herein is the restoration of dental services for Medicaid-eligible adults aged 21 and older, reflective of the Governor’s budget amendment requesting removal of Article 17 from the FY 2013 Appropriations Act. The federal component of this restoration totals \$1,146,372 within the category of Managed Care. Please note that associated financing for this reduction is also restored in the Medical Assistance category of “Other Services”, since the budget for adult dental services resides within both categories, and is designated based upon the particular enrollment status of the recipient.

Decrease Hospitals Federal Funds – Medical Assistance Program, Page 13, Line 15 by \$9,060,268 from \$118,546,704 to \$109,486,436. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Nursing Facilities Federal Funds – Medical Assistance Program, Page 13, Line 16 by \$2,676,960 from \$177,863,400 to \$180,540,360. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Home and Community Based Services Federal Funds – Medical Assistance Program, Page 13, Line 17 by \$2,867,334 from \$41,014,014 to \$38,146,680. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Other Services Federal Funds – Medical Assistance Program, Page 13, Line 18 by \$2,399,614 from \$60,094,754 to \$62,494,368. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also included herein is the restoration of dental services for Medicaid-eligible adults aged 21 and older, reflective of the Governor’s budget amendment requesting removal of Article 17 from the FY 2013 Appropriations Act. The federal component of this restoration totals \$1,719,557 within the category of Other Services. Please note that associated financing for this reduction is also restored in the Medical Assistance category of “Managed Care”, since the budget for adult dental services resides within both categories, and is designated based upon the particular enrollment status of the recipient.

Decrease Pharmacy Federal Funds – Medical Assistance Program, Page 13, Line 19 by \$1,695,735 from \$2,985,840 to \$1,290,105. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Rhody Health Federal Funds – Medical Assistance Program, Page 13, Line 20 by \$1,421,738 from \$105,424,698 to \$106,846,436. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Restricted Receipts – Medical Assistance Program, Page 13, Line 23 by \$381,005 from \$11,133,995 to \$11,515,000. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

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

Increase General Revenue – Central Management, Page 13, Line 29 by \$262,000, from \$4,224,549 to \$4,486,549. This increase reflects costs associated with document imaging and reproduction services provided by War Room Document Solutions in connection with a lawsuit in which the department is a defendant.

Change title 'General Revenue' to '18 to 21 Year Olds', Page 14, Line 24. No change in funding.

Change title '18 to 21 Year Olds' to 'General Revenue' and increase General Revenue – Child Welfare, Page 14, Line 25 by \$4,800,000 from \$92,007,393 to \$96,807,393. There is an estimated all funds increase of \$6.1 million from the Governor's FY 2013 recommendation for costs associated with providing services to children through the System of Care. These projections are based on an analysis of the caseloads performed by the Executive Office of Health and Human Services and the Department of Children, Youth & Families. The general revenue portion of this increase is estimated to be \$4.8 million and the federal portion \$1.3 million.

Increase Federal Funds – Child Welfare, Page 14, Line 28 by \$1,300,000 from \$44,523,476 to \$45,823,476. There is an estimated all funds increase of \$6.1 million from the Governor's FY 2013 recommendation for costs associated with providing services to children through the System of Care. These projections are based on an analysis of the caseloads performed by the Executive Office of Health and Human Services and the Department of Children, Youth & Families. The general revenue portion of this increase is estimated to be \$4.8 million and the federal portion \$1.3 million. *This final balance includes a previous amendment reducing this line item by \$323,171.*

### **Department of Human Services**

Decrease General Revenues – Individual and Family Support Program, Page 16, Line 34 by \$2,648,157 from \$23,170,788 to \$20,522,631. This decrease reflects the transfer of the HIV/AIDS care and treatment programs from the Department of Human Services to the Executive Office of Health and Human Services, as requested in the Governor's recent amendment to Article 18 of the FY 2013 Appropriations Act.

Decrease Federal Funds – Individual and Family Support Program, Page 17, Line 2 by \$9,762,308 from \$116,682,101 to \$106,919,793. This decrease withdraws financing of \$193,534 for 2.0 FTE originally transferred from the Department of Administration (DOA) to the Department of Human Services (DHS) in the Governor's FY 2013 budget. Although these positions formed 2.0 FTE of a 9.0 FTE complement redirected to DHS with the transfer of the Low Income Home Energy Assistance Program and the Weatherization Assistance Program, it has since been determined that these particular positions (Executive Secretary and a vacant FTE) should remain at DOA, serving the Office of Energy Resources. Also included herein is a decrease of \$9,568,774, reflecting the transfer of the HIV/AIDS care and treatment programs from the Department of Human Services to the Executive Office of Health and Human Services.

Increase Restricted Receipts – Individual and Family Support Program, Page 17, Line 5 by \$6,500,000 from \$180,000 to \$6,680,000. This increase represents the redirection of the "Demand Side Management" program from the budget of the Department of Administration to that of the Department of Human Services, in keeping with the transfer of the Low Income Home Energy Assistance Program and the Weatherization Assistance Program. Further examination of the qualifying uses of these funds has revealed significant similarities with the purposes of the Weatherization Assistance Program, particularly with respect to eligibility requirements.

Increase Federal Funds – Veterans' Affairs Program, Page 17, Line 14 by \$870,000 from \$7,707,781 to \$8,577,781. This increase is comprised of two distinct modifications to the plan of capital improvement at the Rhode Island Veterans' Memorial Cemetery. As originally recommended by the Governor, the FY 2013 capital budget contains \$960,000 in federal funds for the design and construction of a new columbarium on the grounds of the Cemetery. Projected disbursements totaled \$515,000 in year 1 (FY 2012) and \$445,000 in year 2 (FY 2013). However, delays in receiving federal approval from the U.S. Department of Veterans' Affairs, State Cemetery Grants Service (SCGS) will result in the project commencing in FY 2013 rather than FY 2012. As such, the Governor requests that the project timeframe be shifted forward by one year, yielding a FY 2013 net upward adjustment of \$70,000. The remaining \$800,000 represents formerly unbudgeted federal authority for the first year of a \$2.1 million "Operation and Maintenance

Project” (see Subpart C of 38 CFR Part 39) at the Cemetery, approval for which was recently obtained from SCGS by the Division of Veterans’ Affairs. Activities to be pursued under this project include, but are not limited to, re-marking, re-grading, and seeding of the burial field as well as the resetting of all stone grave markers.

Decrease General Revenues – Supplemental Security Income Program, Page 17, Line 22 by \$381,400 from \$18,622,000 to \$18,240,600. This adjustment aligns the level of program financing with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Child Care General Revenues – Rhode Island Works Program, Page 17, Line 26 by \$276,154 from \$9,392,481 to \$9,668,635. This increase reflects the removal of a proposal to increase family co-sharing requirements within the Child Care Assistance Program (CCAP) by one percentage-point. The Governor requests that the currently prevailing CCAP co-sharing levels be maintained in FY 2013.

Decrease Federal Funds – Rhode Island Works Program, Page 17, Line 28 by \$618,084 from \$80,816,569 to \$80,198,485. This decrease aligns the level of financing within this program of cash assistance with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also contained herein is an upward revision of \$293,000, reflecting the removal of a proposal to increase family co-sharing requirements within the Child Care Assistance Program (CCAP) by one percentage-point. The Governor requests that the currently prevailing CCAP co-sharing levels be maintained in FY 2013.

Increase General Public Assistance General Revenues – State Funded Programs, Page 17, Line 32 by \$30,698 from \$2,541,960 to \$2,572,658. This increase aligns the level of financing within this program of cash assistance with caseloads as adopted by the May 2012 Caseload Estimating Conference. There are two components to this adjustment: (1) an upward revision of \$96,200 within the standard GPA general revenue account; and (2) a downward revision of \$65,502 within the GPA Medical “CNOM” account relative to the original recommended level.

Decrease Federal Funds – State Funded Programs, Page 18, Line 1 by \$69,498 from \$299,204,062 to \$299,134,564. This decrease aligns the level of financing within the GPA Medical “CNOM” program with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase General Revenues – Elderly Affairs Program, Page 18, Line 5 by \$393,550 from \$10,165,749 to \$10,559,299. This increase represents an FY 2013 base adjustment in recognition of a deficit in the DEA Home and Community Care Medicaid Waiver program that was identified in the Department’s FY 2012 third quarter report. This amendment is necessary due to a significant and unanticipated

increase in the demand for these services witnessed during the third quarter of FY 2012.

Increase Federal Funds – Elderly Affairs Program, Page 18, Line 9 by \$417,559 from \$17,744,166 to \$18,161,725. This increase represents an FY 2013 base adjustment in recognition of a deficit in the DEA Home and Community Care Medicaid Waiver program that was identified in the Department's FY 2012 third quarter report. This amendment is necessary due to a significant and unanticipated increase in the demand for these services witnessed during the third quarter of FY 2012. This is the second amendment to the Federal Funds line item since the Governor's FY 2013 budget was submitted.

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

Change project title from 'Eleanor Slater HVAC/Elevators' to 'BHDDH Administrative Building', Page 19, Line 28. This is a correction to the name of the project. There is no change in the recommended funding.

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

Increase Federal Funds – Stimulus - Administration of the Comprehensive Education Strategy, Page 20, Line 24 by \$1,729,307 from \$19,260,394 to \$20,989,701. This amendment reflects an increase to the Race to the Top – Early Childhood Challenge grant based on delays in hiring and purchasing that have occurred in FY 2012. It is recommended that these federal funds be shifted from FY 2012 to FY 2013. A commensurate reduction is requested in Article 10 for the FY 2012 Supplemental Appropriations Act.

Decrease General Revenue – Davies Career and Technical School, Page 21, Line 8 by \$28,915 from \$13,400,497 to \$13,371,582. This decrease reflects an adjustment to the Education Aid Funding Formula based on March 2012 student enrollment numbers along with free & reduced price student lunch data. As a result, state funded education aid for the Davies Career and Technical School would decrease by \$28,915.

Decrease RICAP Davies HVAC Project – Davies Career and Technical School, Page 21, Line 16 by \$7,436 from \$250,628 to \$243,192. This decrease reflects overspending in FY 2012 by \$7,436 for the Davies HVAC project. As a result, the like amount is reduced in FY 2013 to stay consistent with total funding under the recommended Capital Improvement Plan.

Increase General Revenue – Metropolitan Career and Technical School, Page 21, Line 29 by \$37,785 from \$11,601,699 to \$11,639,484. This increase reflects an adjustment to the Education Aid Funding Formula based on March 2012 student enrollment numbers along with free & reduced price student lunch data. As a

result, the Metropolitan Career and Technical School would receive an additional \$37,785 in state funded education aid.

Increase General Revenue – Education Aid, Page 22, Line 3 by \$299,491 from \$689,843,930 to \$690,143,421. This increase reflects an adjustment to the Education Aid Funding Formula based on March 2012 student enrollment numbers along with free & reduced price student lunch data. As a result, Education Aid to districts and charter schools would increase by \$299,710. In addition, the regional bonus decreases by \$219 as a result of using March 2012 data.

Increase General Revenue – Central Falls School District, Page 22, Line 10 by \$263,457 from \$39,413,322 to \$39,676,779. This increase reflects an adjustment to the Education Aid Funding Formula based on March 2012 student enrollment numbers along with free & reduced price student lunch data. As a result, the Central Falls School District would receive an additional \$263,457 in state funded education aid. This amendment also makes a technical change to the two Central Falls RIFANS accounts to accurately reflect the correct distribution between the state share and the local share.

#### **Public Higher Education**

Decrease URI Federal Funds – Stimulus, Page 22, Line 32 by \$383,779 from \$383,779 to \$0. Federal Stimulus funds are projected to be fully spent by June 30, 2012 and thus no appropriation authority will be required in FY 2013..

Decrease CCRI Restricted Receipts, Page 24, Line 10 by \$110,094 from \$817,872 to \$707,778. This decrease removes the Human Resource Investment Council (HRIC) Workforce Development Initiative. This initiative funded two jobs service coordinators; however, the initiative was limited to FY 2011 and FY 2012 per the agreement between HRIC and CCRI and thus no appropriation authority is required in FY 2013.

#### **RI Public Telecommunications Authority**

Increase General Revenues – RI Public Telecommunications Authority, Page 25, Line 19 by \$425,286 from \$425,286 to \$850,572. This amendment reflects an increase of \$425,286 in support of the Rhode Island Public Telecommunications Authority in FY 2013. The Governor's original budget provided general revenue financing of the Authority for a six month period in FY 2013, after which time the state would eliminate general revenue financing for operational support of the Authority. This proposed amendment would extend general revenue financing for the full fiscal year to provide the Authority a sufficient amount of time to transition off of state support, transfer their FCC license to the Rhode Island PBS Foundation and address staff and fundraising issues. A separate amendment to Article 3 has been submitted to change the effective date of the article, which eliminates the

requirement for the state to appropriate funds to the Authority, from January 1, 2013 to July 1, 2013.

### **Corrections**

Decrease RICAP - ISC Exterior Envelope and HVAC, Page 27, Line 1 by \$2,600,000 from \$4,000,000 to \$1,400,000. This decrease reflects changes in expenditure scheduling for the RICAP funded project. The funds are recommended to be added to the FY 2014 budget for this project.

Decrease RICAP - Minimum Security Kitchen Expansion, Page 27, Line 2 by \$3,959,393 from \$4,175,000 to \$215,607. This decrease reflects changes in expenditure scheduling for the RICAP funded project. Project design will occur during FY 2013, with construction rescheduled to FY 2014 due to delays in preparation of letters of interest and delays in other projects, such as the demolition of D building, that are required for the project to proceed. The funds are recommended to be added to the FY 2014 budget for this project.

Decrease RICAP - Medium Infrastructure, Page 27, Line 3 by \$2,310,000 from \$3,310,000 to \$1,000,000. This decrease reflects changes in expenditure scheduling for the RICAP funded project. Project design will occur during FY 2013, with construction rescheduled to FY 2014 due to delays in preparation of letters of interest and delays in other projects. The funds are recommended to be added to the FY 2014 budget for this project.

Decrease Institutional Based Rehab/Population Management Federal Funds-Stimulus, Page 27, Line 10 by \$114,818 from \$446,310 by \$331,492. The decrease reflects corrections of errors in the originally submitted appropriations act of the following ARRA Stimulus projects: Family Reunification Programming (a reduction of \$133,237), Access to Employment (a reduction of \$177,654), and ARRA IDEA B (a reduction of \$20,601).

### **Judiciary**

Increase Federal Funds – Superior Court, Page 28, Line 9 by \$75,000 from \$100,025 to \$175,025. This amendment increases federal funds in the Superior Court by \$75,000 to reflect second year expenditure of an enhancement grant award from the Office of Justice Programs for the Adult Court Discretionary Grant Program. Enhancement grants are made available to jurisdictions with a fully operational drug court to continue efforts to reduce recidivism and substance abuse of non-violent offenders. Total grant amount for the Judiciary is \$199,942, which will be utilized across fiscal years 2012, 2013 and 2014.

## **Public Safety**

Insert under Municipal Police Training Academy, Page 30, after Line 12 “General Revenue \$356,811”. This amendment restores full year general revenue financing for the Municipal Police Training Academy. The Governor’s FY 2013 budget originally proposed funding the Academy from restricted receipts received from tuition payments. After discussions with the Department of Public Safety and various municipal leaders, the Governor has determined assessing tuition in the manner proposed is not the appropriate mechanism to support the training academy. Alternative tuition or fee assessments are being explored by the Department but will not be ready for consideration as part of the FY 2013 budget.

Decrease Restricted Receipts - Municipal Police Training Academy, Page 30 Line 13 by \$356,811 from \$356,811 to \$0. This amendment removes full year restricted receipt appropriations for the Municipal Police Training Academy. The Governor’s FY 2013 budget originally proposed funding the Academy from restricted receipts received from tuition payments.

## **Office of the Public Defender**

Increase General Revenue by \$112,215 from \$10,679,011 to \$10,791,227, Page 31, Line 2. This amendment reflects additional general revenue funding for an attorney FTE for the Adult Drug Court program. The agency had originally expected a new federal Adult Drug Court grant award to be received in FY 2013, but this no longer appears likely. Continuation of this FTE will have a positive impact on the disposition of drug cases.

Decrease Federal Funds by \$70,000 from \$509,300 to \$439,300, Page 31, Line 3. This amendment reverses a \$70,000 increase in federal funds from the March amendment submitted to the General Assembly. Due to the uncertainty of the potential for a new federal Adult Drug Court grant, the March amendment is withdrawn.

## **Environmental Management**

Increase Federal Funds – Bureau of Natural Resources, Page 31, Line 13 by \$100,000 from \$22,998,301 to \$23,098,301. This amendment is associated with a new federal planning grant from Department of Administration Division of Planning. The purpose of the project is to thoroughly assess the status of village growth, recommend incentives to encourage village growth, and develop reasonable alternatives to address issues that are currently impeding village development.

Decrease RICAP Blackstone Valley Bike Path – Bureau of Natural Resources, Page 31, Line 26 by \$250,000 from \$500,000 to \$250,000. This amendment

reduces RICAP funding for the Blackstone Valley Bike Path project by \$250,000. Based on expenditures planned for FY 2013, RICAP funding for the project should be reduced by \$250,000 in FY 2013, leaving \$250,000 for maintenance and improvement activities.

Decrease RICAP World War II Facility – Bureau of Natural Resources, Page 31, Line 27 by \$200,000 from \$2,200,000 to \$2,000,000. This amendment reduces RICAP funding for the World War II Facility project by \$200,000. Based on the current schedule of expenditures, it is unlikely that the \$2.2 million amount will be fully expended in FY 2013.

## SECTION 11, FTE POSITION AUTHORIZATION

### **Department of Administration**

Increase FY 2013 FTE Position Authorization – Administration, Page 36, Line 8, by 7.0 FTE from 665.6 to 672.6. This increase consists of the following: a) a shift of two FTE positions, an Executive Secretary (Gr. 4623) and vacant FTE, back to the Department of Administration from the Department of Human Services for positions that were transferred as part of the transfer of the federal Weatherization Assistance Program (WAP) and the Low Income Home Energy Assistance Program (LIHEAP); and b) a re-instatement of 5.0 FTE positions in the Bureau of Audits.

### **Department of Labor and Training**

Increase FTE Position Authorization, Page 36, Line 10 by 98.1 FTE from 364.4 to 462.5. This amendment increases the FTE authorization for the Workforce Development Services program to reflect restoration of federal financing based on recent information that the Department's federal grant will be larger in FY 2013 than originally contemplated when the Governor's recommended FY 2013 Budget was submitted. This amendment restores 37.0 FTE. The Department was also notified of late-year extension of the Emergency Unemployment Compensation program, which allows for restoration of 61.1 FTE for efforts in the Unemployment Insurance program, including call center staffing.

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

Increase FTE Position Authorization, Page 36, Line 21 by 5.0 FTE, from 163.0 to 168.0. This amendment reflects the Governor's recommendation that 5.0 FTE associated with the administration of the HIV/AIDS care and treatment programs be transferred from the Department of Human Services to the Executive Office of Health and Human Services in FY 2013.

### **Department of Human Services**

Decrease FTE Position Authorization, Page 36, Line 24 by 7.0 FTE, from 947.7 to 940.7. This decrease removes the authorization for 2.0 FTE originally transferred from the Department of Administration (DOA) to the Department of Human Services (DHS) in the Governor's FY 2013 budget. Although these positions formed 2.0 FTE of a 9.0 FTE complement redirected to DHS for the transfer of the Low Income Home Energy Assistance Program and the Weatherization Assistance Program, it has since been determined that these particular positions (Executive Secretary and a vacant FTE) should remain at DOA, serving the Office of Energy Resources.

In addition, this amendment removes 5.0 FTE associated with the administration of the HIV/AIDS care and treatment programs from the Department's authorized staffing level. The Governor recommends these positions be transferred to the Executive Office of Health and Human Services in FY 2013.

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

Increase FTE Position Authorization, Page 36, Line 30 by 1.0 FTE from 169.4 to 170.4. This request increases the recommended FTE positions for the Department of Elementary and Secondary Education from 169.4 to 170.4. The Governor requests an additional 1.0 FTE position for a Chief Finance Officer of the Central Falls School District. No additional funding is required as Central Falls will reimburse RIDE for the position.

### **Office of the Public Defender**

Increase FTE Position Authorization, Page 37, Line 20 by 1.0 FTE from 93.0 to 94.0. The increase reflects the addition of an attorney to allow continuation of Courtroom 14 work on warrants in the Providence Superior Court. Currently, this attorney has been working on both warrants and remaining drug court cases. A previous amendment submitted in March increased the FTE authorization from 92.0 to 93.0 FTE to reflect an additional attorney FTE for the Adult Drug Court. The FTE increase to 94.0 will allow the transfer of the current position to the Adult Drug Court and continuation of warrant presentments with a full time attorney.

## **ARTICLE 10, RELATING TO MAKING REVISED APPROPRIATIONS IN SUPPORT OF FY 2012**

### **SECTION 1, REVISED APPROPRIATIONS IN SUPPORT OF FY 2012**

## **Department of Administration**

Decrease General Revenues – Budgeting, Page 170, Line 23, by \$74,802 from \$2,363,543 to \$2,288,741. This decrease reflects the transfer of general revenue funding from the Department of Administration to the Department of Revenue for a staff member assigned to the East Providence Budget Commission.

Decrease General Revenues – Human Resources, Page 170, Line 34, by \$115,731 from \$8,702,014 to \$8,586,283. This decrease consists of the following: a) the transfer of \$70,000 from FY 2012 to FY 2013 for the audit of the state's medical and pharmacy plans with United Health, which could not be completed in FY 2012 due to extenuating circumstances and is now expected to be completed in FY 2013; and b) the transfer of \$45,731 to the Department of Revenue for a staff member assigned to the receivership staff in Central Falls.

Decrease General Revenues – Facilities Management, Page 171, Line 9, by \$350,000 from \$31,835,832 to \$31,485,832. This decrease reflects the department's revised projected costs for utilities based on its FY 2012 third quarter report, allowing for a reduction of \$350,000 to the Governor's FY 2012 revised recommendation.

Increase Federal Funds – Information Technology, Page 171, Line 27, by \$83,227 from \$5,715,710 to \$5,798,937. This amount finances the Department of Human Services' client system desktop support services provided by the Department of Administration's Division of Information Technology.

Increase Federal Funds – Planning, Page 172, Line 5, by \$62,563 from \$10,919,540 to \$10,982,103. This amount underwrites the personal services costs of two staff FTE positions within the Division of Planning, pursuant to a new grant award from the US Department of Housing and Urban Development for a Sustainable Communities Regional Planning Cooperative Project, which encompasses land use, housing, integrated housing, transportation, and economic and workforce development.

Decrease RICAP - Statehouse Renovations, Page 173, Line 4, by \$1,490,000 from \$2,154,704 to \$664,704. This reduction for the RICAP-funded Statehouse Renovations project reflects a revised timeline for the central HVAC project. The current plan is to begin architectural and engineering work in FY 2013 with construction beginning in FY 2014.

Decrease RICAP – Cranston Street Armory, Page 173, Line 5, by \$400,000 from \$620,863 to \$220,863. This reduction for the RICAP-funded Cranston Street Armory project reflects the correction of funding requested for a payable from prior years.

Decrease RICAP – Zambarano Building Rehabilitation, Page 173, Line 7, by \$750,000 from \$1,070,484 to \$320,484. This reduction for the RICAP-funded Zambarano Building Rehabilitation project reflects revised funding requirements due to the delay of one of the major projects. Facilities is working with DEM on its proposal to address deficiencies at the waste water treatment plant which will determine the amount of funding required and timing for plant upgrades.

Decrease RICAP – Fire Code Compliance State Buildings, Page 173, Line 13, by \$300,000, from \$650,000 to \$350,000. This reduction for the RICAP-funded Fire Code Compliance State Buildings project reflects the transfer of funding to the Washington County Government Center project. Of the renovations near completion at the WCG Center, this account is funding \$600,000 for the fire code related work.

Decrease RICAP – Pastore Center Utilities Upgrade, Page 173, Line 16, by \$300,000, from \$1,330,509 to \$1,030,509. This reduction for the RICAP-funded Pastore Center Utilities Upgrade project reflects revised funding requirements. The plans for the Medium Moran feeder, the major portion of this project, are under review in Building Code. Once complete, it will go out to bid to begin in FY 2013.

Decrease RICAP – Environmental Compliance, Page 173, Line 18, by \$100,000, from \$300,000 to \$200,000. This reduction for the RICAP-funded Environmental Compliance project reflects the Department's recognition that \$100,000 is not needed this year and not needed in outer years due to the funding recommended. This project addresses ongoing remediation issues as required by DEM.

Increase RICAP - Washington County Government Center, Page 173, Line 21, by \$300,000, from \$1,846,233 to \$2,146,233. This increase for the RICAP-funded Washington County Government Center project reflects the transfer of funding from the State Fire Code project. Of the major renovations near completion, the State Fire Code project is funding \$600,000 for the fire code related work.

Decrease RICAP – Chapin Health Laboratory, Page 173, Line 25, by \$375,000, from \$500,000 to \$125,000. This decrease for the RICAP-funded Chapin Health Laboratory project is comprised of two items. The Department has recognized that \$200,000 is not required this fiscal year based on current plans. In addition, a transfer of \$175,000 is requested to reflect the Health Laboratory Feasibility Study as a stand alone project.

Decrease RICAP – Building 79 Stabilization, Page 173, Line 28, by \$300,000, from \$300,000 to \$0. This decrease for the RICAP-funded Building 79 Stabilization project reflects the changed plans in regards to Buildings 79 and 80. The new plan is to demolish these buildings after the demolition of Buildings A & D is completed in FY 2013.

Increase RICAP - Health Laboratory Feasibility Study – General, by inserting on Page 173, between Lines 33 and 34, “Health Laboratory Feasibility Study”, by \$175,000, from \$0 to \$175,000. This increase shifts funding in the same amount from the RICAP-funded project of Chapin Health Laboratory to finance the cost of a feasibility study that would review and evaluate the structure and operations of the current laboratory location as well as identify other options for operating effectiveness and efficiency.

Increase RICAP – Big River Management Area, Page 173, Line 33, by \$3,000, from \$262,252 to \$265,252. This amount corrects the Governor-recommended RICAP funding for the Big River Management Area, which was understated by \$3,000 in the Governor’s FY 2012 revised recommendation and reflects the intended RICAP funding level of \$265,252 and not \$262,252, as was originally recommended in the Governor’s FY 2013 Appropriations Bill.

Decrease Debt Service Payments – General Revenues, Page 174, Line 3 by \$613,804, from \$141,149,067 to \$140,535,263. This general revenue debt service cost savings reflects an adjustment for fewer jobs created by Fidelity Investments pursuant to the agreement amongst the Rhode Island Economic Development Corporation (RI EDC), the State of Rhode Island and FMR Rhode Island, Inc to provide lease payment credits for jobs created above the base number of 2,500. For Phase II of the project, Fidelity Investments was under this base amount by 1,134 in the first six months and 1,115 in the second six months. It should be noted that for each job created that is above the 2,500 base, the State pays \$250 in job rent credits, which are applied toward debt service costs.

### **Department of Business Regulation**

Increase Restricted Receipts – Assessment for Costs of Rate Filing of Workers Compensation, Page 175, Line 7 by \$15,000 from \$1,272,260 to \$1,287,260. The Governor recommends that the increased costs of provider financial services be appropriated. Current balances from direct writings of workers’ compensation insurance are available to cover these costs of personnel to review rate filings.

### **Department of Labor and Training**

Increase Federal Funds – Workforce Developments Services, Page 176, Line 4 by \$191,113 from \$28,448,885 to \$28,639,998. Federal funds have been made available subsequent to the Governor’s budget recommendation through the Workforce Investment Act for the purposes of training jobseekers and creating a viable workforce to decrease unemployment levels.

Decrease General Revenues - Income Support, Page 176, Line 16, by \$192,281, from \$4,245,502 to \$4,053,221. The reduction reflects the removal of 90% of the Department of Labor and Training’s projected surplus of \$213,646 for the Police and Firefighter Relief Funds, per the Department’s FY 2012 third quarter report.

Because the projection was based on expenses through the third quarter and additional costs above projections could be incurred, removal of the full projected surplus is not recommended.

Increase Federal Funds – Stimulus – UI – Income Support, Page 176, Line 19, by \$11,150,000 from \$160,413,679 to \$171,563,679. The extension of Emergency Unemployment Compensation federal funding will allow payment of additional Unemployment Insurance benefits through the end of FY 2012.

Increase Employment Security Funds – Income Support, Page 176, Line 24, by \$24,455,527, from \$414,111,300 to \$438,566,827. The additional Employment Security Funds reflect the extension of Unemployment Insurance benefits that will be made available in FY 2012 due to an extension of funding.

### **Department of Revenue**

Decrease General Revenue, Office of Revenue Analysis, Page 177, Line 6 in the amount of \$58,022 from \$427,198 to \$369,176. Personnel costs have decreased by \$28,022, due to a vacancy not expected to be filled until FY 2013, and a decrease of \$30,000 in Contract Services due to a tax model that will not be updated this fiscal year.

Offsetting adjustments – Increase General Revenue, Municipal Finance, Page 177, Line 14 by \$2,636,932 from \$2,585,366 to \$5,222,298. Decrease General Revenue, State Aid, Page 178, line 2 by \$2,636,932 from \$57,106,085 to \$54,469,153. The Governor recommends these offsetting adjustments to more accurately reflect the funding of the Central Falls Pension Stabilization Payment as a grant and not as a state aid payment.

Increase General Revenue, Municipal Finance, Page 177, Line 14 by \$729,471 from \$5,222,298 to \$5,951,769. Legal costs for Central Fall's Receivership have increased by \$554,515 due to the inability of the Central Fall's School Department to make its expected contribution, combined with increased overall legal costs from the ongoing receivership. Personnel costs for Central Falls have increased by \$45,730 due to a portion of an employee's salary from the Department of Administration's Human Resource Division being charged to the receivership. Personnel costs have increased by \$128,485 due to a portion of two employee's salaries, one from the Department of Administration's Budget Office and one from the Registry of Motor Vehicle in the Department of Revenue, being charged to the East Providence Budget Commission expenses. There is \$740 in related operating costs associated with East Providence.

Decrease General Revenue, Registry of Motor Vehicles, Page 177, Line 27 in the amount of \$287,727 to from \$18,339,757 to \$18,052,030. Personnel costs have decreased by \$287,727, including \$53,683 due to a portion of an employee's salary from the Registry of Motor Vehicles being charged to the East Providence Budget

Commission expenses. Additional savings have occurred due to decreases in overtime expense and higher turnover than expected.

Redirect Federal Funds – Registry of Motor Vehicles, Page 177, Line 28 in the amount of \$312,872 within the Registry of Motor Vehicles. This represents a zero-sum technical adjustment to move financing into the appropriate federal funds line sequence (account) within this program. As such, there is no change to the line item total.

### **General Treasurer**

Increase Restricted Receipts – Crime Victim’s Compensation Program, Page 179, Line 27 by \$25,000 from \$1,152,549 to \$1,177,549. This amendment creates a new account to receipt any subrogations or refunds that may come back to the program, and also allows for expenditure of these funds for crime victim compensation. The separation of these funds from the existing restricted receipt account will allow for better tracking for reporting to the federal government.

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

Increase General Revenue – Central Management – Office of the Director, Page 181, Line 5 by \$200,000 from \$808,261 to \$1,008,261. This increase reflects costs associated with document imaging and reproduction services provided by War Room Document Solutions in connection with a lawsuit in which the department is a defendant.

Increase General Revenue – Children’s Mental Health – Children’s Behavioral Health program, Page 181, Line 17 by \$128,600 from \$9,421,112 to \$9,549,712. This increase in general revenue is related to three private grants that have corresponding receipt accounts and which have been included in estimated collections under the departmental receipts category. Of this increase, \$20,000 is for the Olmstead grant, which is an initiative to review the progress in the reduction of institutional care, expansion of access to community based services for individuals and families, and assist individuals in returning to their home communities. The System of Care Rhode Island Foundation grant is for \$98,600 and will assist in funding network enhancements. The Foundation Strategic Communications grant for \$10,000 will aid in the implementation of measures that will increase the quality and effectiveness of communications within the System of Care.

Increase Federal Funds – Educational Services – Children’s Behavioral Health program, Page 181, Line 17 by \$6,000 from \$1,600,378 to \$1,606,378. This increase of \$6,000 represents the expansion of the Smart Schools grant, which is used for professional development trainings in participating Rhode Island schools (including the training school).

Increase Federal Funds – RITS Education Program – Juvenile Correctional Services program, Page 182, Line 8 by \$28,720 from \$104,658 to \$133,378. This increase reflects additional federal funding for the Byrne Grant and will be used to provide vocational training to adjudicated youth.

Increase General Revenue – Family Services – Child Welfare program, Page 182, Line 21 by \$47,500 from \$13,320,531 to \$13,368,031. This increase in general revenue is related to a private grant that has a corresponding receipt account and has been included in estimated collections under the departmental receipts category. The Child Welfare Initiative- Casey Family Programs will be used to improve the well-being of children in foster care by assisting in the development of service supports.

Increase Federal Funds-Stimulus – Child Welfare program, Page 182, after Line 32 by \$1,964 from \$37,500 to \$39,464. This increase reflects the utilization of the remaining funds established for Title IV-E Guardianship Assistance through the ARRA Medicaid FMAP enhancement. A previous amendment requested on March 12 added the Federal Funds-Stimulus line with an appropriation of \$37,500.

Decrease RICAP - Fire Code Upgrades- Child Welfare program, Page 183, Line 4 by \$500,000 from \$1,000,000 to \$500,000. This decrease reflects the shift of \$500,000 in RICAP funding to FY 2014 in the Capital Improvement Plan.

Increase Federal Funds – Board and Care – Child Welfare program, Page 182, Line 28 by \$1.2 million from \$23,721,626 to \$24,921,626. The \$1.2 million (Title XX funds) is an estimate of the one-time/start-up costs that each of the two networks in the System of Care will incur during their implementation (administrative costs, systems, etc.). These funds will be drawn down from the Department of Human Services' Title XX grant.

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

Increase Federal Funds – Central Management Program, Page 180, Line 29 by \$52,169, from \$7,938,506 to \$7,990,675. This increase provides the expenditure authority for the “Money Follows the Person” (MFP) reinvestment initiative, in accordance with expenditures as adopted by the May 2012 Caseload Estimating Conference. Specifically, this financing represents the differential between the standard Federal Medical Assistance Percentage (FMAP) and the MFP-enhanced federal match, which is then applied to estimated qualifying MFP expenditures to obtain the total reinvestment account proceeds. As these funds are ultimately expended on administrative activities, they are included within the Office’s Central Management federal line item.

### **Department of Health**

Decrease General Revenues – State Medical Examiner, Page 183, Line 19 by \$300,000 from \$2,393,268 to \$2,093,268. This amendment reduces the amount budgeted for payroll costs in the Medical Examiners Office by \$300,000. The Governor's FY 2012 revised budget added \$374,863 for payroll, however, due to turnover savings associated with positions being vacant longer than originally anticipated, most of this funding is no longer required in the current year. As of the 22nd pay period, one of the 14.4 FTE positions is still vacant.

Decrease General Revenues – Environmental and Health Services Regulation, Page 183, Line 23, by \$300,000 from \$8,834,549 to \$8,534,549. This amendment reduces the amount budgeted for payroll costs in the Facilities Regulation account the by \$300,000. The Budget Office projects a surplus in this account of approximately \$300,000 due to positions being vacant longer than originally anticipated.

### **Department of Human Services**

Increase Federal Funds – Central Management Program, Page 184, Line 30 by \$90,700 from \$5,299,679 to \$5,390,379. This increase aligns expenditure authority for The Emergency Food Assistance Program (TEFAP) with anticipated FY 2012 final payments.

Increase Federal Funds – Individual and Family Support Program, Page 185, Line 6 by \$50,000 from \$98,696,420 to \$98,746,420. This increase aligns expenditure authority for the Title XX Emergency Shelter program with anticipated FY 2012 final payments. This is the second amendment to the Federal Funds line item since the Governor's FY 2012 revised budget was submitted.

Decrease Federal Funds – Veterans' Affairs Program, Page 185, Line 18 by \$515,000 from \$7,083,757 to \$6,568,757. This decrease removes all FY 2012 (federal) financing for the design and construction of a new columbarium at the Rhode Island Veterans' Memorial Cemetery. Delays in receiving federal approval from the U.S. Department of Veterans' Affairs, State Cemetery Grants Service (SCGS) will result in the project commencing in FY 2013 rather than FY 2012.

Increase Federal Funds – Health Care Quality, Financing and Purchasing Program, Page 185, Line 24 by \$1,500,000 from \$61,974,872 to \$63,474,872. This amendment increases expenditure authority for the federal share of administrative costs incurred by local education agencies (LEAs) for Medicaid-eligible special education services. Anticipated FY 2012 final payments total \$6.5 million, which are \$1.5 million above both the FY 2012 enacted and recommended revised levels.

Increase Federal Funds- Stimulus – Health Care Quality, Financing and Purchasing Program, Page 185, Line 25 by \$488,630 from \$30,956 to \$519,586. This increase provides the appropriation necessary for expenditure of all remaining IDEA Part C (Early Intervention) funding available to DHS pursuant to ARRA. All financing will be fully expended prior to the close of FY 2012, thereby exhausting the ARRA-based grant.

Decrease Managed Care General Revenues – Medical Benefits Program, Page 185, Line 32 by \$12,516,653 from \$281,452,985 to \$268,936,332. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Hospitals General Revenues – Medical Benefits Program, Page 185, Line 33 by \$8,434,636 from \$117,418,252 to \$108,983,616. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference

Increase Nursing Facilities General Revenues – Medical Benefits Program, Page 185, Line 34 by \$905,730 from \$163,269,750 to \$164,175,480. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also included herein is the reversal of a 1.8 percent reduction to nursing facility per diem reimbursement rates, the general revenue component of which totals \$3.1 million. Authorization for this reduction was originally contained in Article 31 of the Governor's FY 2013 Appropriations Act, but was removed via a subsequent budget amendment.

Decrease Home and Community Based Services General Revenues – Medical Benefits Program, Page 186, Line 1 by \$1,582,951 from \$36,239,041 to \$34,656,090. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Other General Revenues – Medical Benefits Program, Page 186, Line 2 by \$356,508 from \$43,258,709 to \$42,902,201. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Pharmacy General Revenues – Medical Benefits Program, Page 186, Line 3 by \$2,141,173 from \$50,369,520 to \$48,228,347. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Rhody Health General Revenues – Medical Benefits Program, Page 186, Line 4 by \$3,896,582 from \$92,003,100 to \$88,106,518. This decrease aligns the

level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Managed Care Federal Funds – Medical Benefits Program, Page 186, Line 7 by \$13,483,347 from \$320,527,367 to \$307,044,020. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Hospitals Federal Funds – Medical Benefits Program, Page 186, Line 8 by \$9,262,410 from \$121,643,851 to \$112,381,441. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Nursing Facilities Federal Funds – Medical Benefits Program, Page 186, Line 9 by \$994,270 from \$179,230,250 to \$180,224,520. This increase aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference. Also included herein is the reversal of a 1.8 percent reduction to nursing facility per diem reimbursement rates, the federal component of which totals \$3.3 million. Authorization for this reduction was originally contained in Article 31 of the Governor's FY 2013 Appropriations Act, but was removed via a subsequent budget amendment.

Decrease Home and Community Based Services Federal Funds – Medical Benefits Program, Page 186, Line 10 by \$2,117,049 from \$40,160,959 to \$38,043,910. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Other Federal Funds – Medical Benefits Program, Page 186, Line 11 by \$143,492 from \$62,122,296 to \$61,978,804. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Pharmacy Federal Funds – Medical Benefits Program, Page 186, Line 12 by \$3,750,176 from \$2,930,480 to \$(819,696). This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease Rhody Health Federal Funds – Medical Benefits Program, Page 186, Line 13 by \$6,703,418 from \$100,996,900 to \$94,293,482. This decrease aligns the level of financing within this category of Medicaid expenditure with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease General Revenues – Supplemental Security Income Program, Page 186, Line 19 by \$178,080 from \$18,777,600 to \$18,599,520. This adjustment aligns the level of program financing with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase Federal Funds – Rhode Island Works Program, Page 186, Line 25 by \$239,963 from \$78,226,262 to \$78,466,225. This increase aligns the level of financing within this program of cash assistance with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Decrease General Public Assistance General Revenues – State Funded Programs, Page 186, Line 29 by \$7,954 from \$2,915,669 to \$2,907,715. This decrease aligns the level of financing within this program of cash assistance with caseloads as adopted by the May 2012 Caseload Estimating Conference. There are two components to this adjustment: (1) an upward revision of \$75,469 within the standard GPA general revenue account; and (2) a downward revision of \$83,423 within the GPA Medical “CNOM” account relative to the original recommended level.

Decrease Federal Funds – State Funded Programs, Page 186, Line 32 by \$91,577 from \$298,830,353 to \$298,738,776. This decrease aligns the level of financing within the GPA Medical “CNOM” program with caseloads as adopted by the May 2012 Caseload Estimating Conference.

Increase General Revenues – Elderly Affairs Program, Page 187, Line 2 by \$388,540 from \$9,212,302 to \$9,600,842. This increase accommodates the general revenue share of a deficit in the DEA Home and Community Care Medicaid Waiver program that was identified in the Department’s third quarter report. This amendment is necessary due to a significant and unanticipated increase in the demand for these services witnessed during the third quarter of FY 2012.

Increase Federal Funds – Elderly Affairs Program, Page 187, Line 6 by \$635,477 from \$19,438,796 to \$20,074,273. This increase aligns expenditure authority for several programs administered by the Division of Elderly Affairs with anticipated FY 2012 final payments. These programs are as follows: (1) Disease Prevention, increase of \$38,317; (2) The Senior Medicare Patrol (SMP) program, increase of \$19,591; (3) The National Family Caregiver Support Program (NFCSP), increase of \$85,000, and (4) Aging and Disability Resource Centers (ADRCs)- Evidence Based Care Decisions and “The Point”, \$70,000. Also included herein is additional financing of \$422,569, which accommodates the federal share of a deficit in the DEA Home and Community Care Medicaid Waiver program that was identified in the Department’s third quarter report. This is the second amendment to the Federal Funds line item since the Governor’s FY 2012 revised budget was submitted.

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

Decrease RICAP - Medical Center Rehabilitation – Hospital and Community System Support program, Page 187, Line 21 by \$500,000 from \$1,966,466 to

\$1,466,466. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - Community Facilities Fire Code - Hospital and Community System Support program, Page 187, Line 22 by \$375,000 from \$1,265,388 to \$890,388. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - MR Community Facilities/Access to Independence – Services for Developmentally Disabled program, Page 187, Line 33 by \$100,000 from \$1,000,000 to \$900,000. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - Regional Center Repair/Rehabilitation – Services for Developmentally Disabled program, Page 187, Line 32 by \$100,000 from \$795,932 to \$695,932. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Increase Mental Health Community Facilities Repair – Behavioral Healthcare Services program, Page 188, Line 11 by \$120,000 from \$416,888 to \$536,888. This increase represents higher expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - Substance Abuse Asset Protection – Behavioral Healthcare Services program, Page 188, Line 14 by \$120,000 from \$300,000 to \$180,000. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - Zambarano Buildings and Utilities – Hospital and Community Rehabilitative Services program, Page 188, Line 23 by \$133,000 from \$277,516 to \$144,516. This reduction in Rhode Island Capital Plan funds represents lower expenditures than anticipated in the original capital plan for the current fiscal year.

Decrease RICAP - Eleanor Slater HVAC/Elevators – Hospital and Community Rehabilitative Services program, Page 188, Line 25 by \$500,000 from \$500,000 to \$0. This decrease eliminates funding for this project in the current year. These funds were inadvertently allocated for this project; it was originally intended that these funds be used for the BHDDH Administrative Building project.

Increase RICAP - BHDDH Administrative Building - Hospital and Community Rehabilitative Services program, Page 188, Line 27 by \$100,000 from \$0 to \$100,000. This increase provides \$100,000 for the BHDDH Administrative Building project. A total of \$500,000 was originally allocated for this project, but it was inadvertently budgeted in Eleanor Slater HVAC/Elevators project account.

Decrease Federal Funds – Behavioral Healthcare Services program, Page 188, Line 5 by \$9,312,209 from \$71,238,875 to \$61,926,666. This represents a reduction of \$11.3 million in Health Homes due to a lower rate of penetration than was originally anticipated, of which \$1.3 million is shifted to the Behavioral Health Medicaid account. There is also an increase of \$671,246 in the Access to Recovery grant.

Increase General Revenue – Services for the Developmentally Disabled program, Page 187, Line 26 by \$973,918 from \$98,501,962 to \$99,475,880. This increase is the result of overtime savings not being fully achieved due to delays in the hiring of new staff and vacating groups homes and is based on the department's projections in their third quarter report.

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

Increase Federal Funds – Administration of the Comprehensive Education Strategy Program, Page 189, Line 24 by \$110,098 from \$190,800,051 to \$190,910,149. This amendment adjusts the Governor's FY 2012 supplemental recommendation to include both unspent funds from FY 2011 based on further review by the Department of Elementary and Secondary Education, subsequent to submission of the Governor's budget and based on projected third quarter expenditures. This is the second amendment to the Federal Funds line since the Governor's FY 2012 revised budget was submitted. This amendment provides additional funds for the following grants: Vocational Education Technical Preparation Education (\$12,500), Special Milk Program (\$3,115), and Nutrition Program (\$94,483).

Decrease Federal Funds – Stimulus - Administration of the Comprehensive Education Strategy, Page 189, Line 25 by \$1,740,036 from \$25,949,421 to \$24,209,385. This amendment adjusts the Governor's FY 2012 supplemental recommendation by decreasing the Race to the Top – Early Childhood Challenge fund based on delays in hiring and in purchasing. It is recommended that the majority of this federal funding be shifted to FY 2013. This is the second amendment to the Federal Funds Stimulus line since the Governor's FY 2012 revised budget was submitted.

Increase RICAP - Newport Career and Technical – Administration of the Comprehensive Education Strategy Program, Page 190, Line 4 by \$400 from \$942,962 to \$943,362. This amendment adjusts the Governor's FY 2012 supplemental recommendation to match the transfer agreement between the City of Newport and the State of Rhode Island for the city to take ownership of the facility housing the Career and Technical Center.

Increase RICAP - East Providence Career and Technical – Administration of the Comprehensive Education Strategy Program, Page 190, Line 7 by \$400 from \$847,834 to \$848,234. This amendment adjusts the Governor's FY 2012 supplemental recommendation to match the transfer agreement between the City of

East Providence and the State of Rhode Island for the city to take ownership of the facility housing the Career and Technical Center.

Increase Federal Funds – Stimulus – Davies Career and Technical School, Page 190, Line 15 by \$130,000 from \$1,061,057 to \$1,191,057. This amendment adjusts the Governor's FY 2012 supplemental recommendation to include unspent federal State Fiscal Stabilization Funds from FY 2011 in order for Davies to utilize all remaining funds.

Increase RICAP - Davies HVAC Project – Davies Career and Technical School, Page 190, Line 21 by \$7,436 from \$418,225 to \$425,661. This increase reflects overspending in FY 2012 by \$7,436 for the Davies HVAC project. As a result, the like amount is reduced in FY 2013 to stay consistent with total funding under the Capital Improvement Plan.

Decrease General Revenues – Housing Aid Program, Page 191, Line 23 by \$127,688 from \$69,776,010 to \$69,648,322. This amendment adjusts for the final aid number to the School Housing Aid Program based on the interest earning and unspent bond proceeds applied to the April debt service. Housing aid is paid on the net amount and as a result \$85,308 in savings related to Providence and \$42,380 in savings related to Portsmouth was achieved.

### **Public Higher Education**

Increase Restricted Receipts – CCRI, Page 193, Line 33 by \$7,083 from \$810,264 to \$817,347. This amendment adjusts for the actual retirement contribution for the two employees of the Workforce Development Initiative as approved by the executive director of the Governor's Workforce Board.

Decrease Federal Funds-Stabilization Funds – Fire Safety (URI), Page 192, Line 11 by \$11,057,821 from \$18,250,503 to \$7,192,682. This amendment adjusts federal Stimulus funds based on updated fund balances to properly program only available Stimulus Stabilization Funds for FY 2012.

Increase Other Funds for University and College Funds – URI, Page 192, Line 14 by \$11,057,821 from \$579,500,764 to \$590,558,585. This amendment adjusts for other federal funds to be programmed with other sponsored research funds and not within the federal Stabilization Stimulus program for FY 2012.

Increase Federal Funds-Stabilization Funds – Fire Safety (RIC), Page 193, Line 8 by \$62,605 from \$6,966,499 to \$7,029,104. This amendment adjusts for updated federal stimulus fund balances to properly program funding for FY 2012.

### **Corrections**

Increase Federal Funds – Institutional Corrections, Page 196, Line 31 by \$16,705 from \$2,018,631 to \$2,035,336. This amendment reflects increased funding for the National Crime Histories Improvement project.

Increase Restricted Receipts – Institutional Corrections, Page 196, Line 34 by \$40,309 from \$28,894 to \$69,203. This amendment reflects increased fund availability for the Drug Market Intervention program.

Decrease RICAP - ISC Exterior Envelope and HVAC, Page 197, Line 9 by \$1,400,000 from \$1,400,000 to \$0. This amendment reflects revised expenditure scheduling for this RICAP funded capital project. The reduction reflects delays in the construction portion of the project to FY 2014.

Decrease RICAP - Minimum Security Kitchen Expansion, Page 197, Line 10 by \$215,607 from \$325,000 to \$109,393. This amendment reflects revised expenditure scheduling for this RICAP funded capital project. The reduction reflects delays in the construction portion of the project to FY 2014.

Decrease RICAP - Medium Infrastructure, Page 197, Line 11 by \$1,000,000 from \$1,000,000 to \$0. This amendment reflects revised expenditure scheduling for this RICAP funded capital project. The reduction reflects delays in the construction portion of the project to FY 2014.

### **Military Staff**

Decrease General Revenue – National Guard, Page 199, Line 1 by \$71,406 from \$1,485,130 to \$1,413,724. This amendment reflects revised expenditure estimates resulting from the third quarter report. They include payroll expenditure reductions of \$27,206 in the Army and Air Guard 25 percent state match accounts and operating reductions of \$44,100 in the Guard 50 percent match account.

Decrease RICAP – Logistics/Maintenance Facilities Fire Code Compliance – National Guard, Line 199, Line 10 by \$50,000 from \$50,000 to \$0. This amendment reflects a revised expenditure schedule for this capital project.

Decrease RICAP – FMS #3 Roof – National Guard, Page 199, Line 11 by \$5,255 from \$15,000 to \$9,745. This amendment reflects a revised expenditure amount in FY 2012 due to project completion.

Decrease General Revenue – Emergency Management, Page 199, Line 17 by \$109,811 from \$2,281,742 to \$2,271,941. This amendment reflects revised expenditure estimates resulting from the third quarter report. The reduction reflects payroll expenditure reductions of \$37,588 and overtime and contract services reductions of \$72,223 in the Tropical Storm Irene State Match account.

Increase Federal Funds – Emergency Management, Page 199, Line 18 by \$173,871 from \$31,189,658 to \$31,363,529. The amendment reflects a net adjustment in various federal EMA grants due to changed expenditure expectations. The change consists of the following: Transit Security program 2007 (an increase of \$187,304), Citizens Corps Program (an increase of \$28,377), Transit Security program 2009 (an increase of \$177,327), Emergency Management Performance Grant 2009 (an increase of \$76,209), Emergency operations Centers Grant 2009 (a reduction of \$74,770), Urban Area Non-Profit Security Grant, (a reduction of \$39,29), Metropolitan Medical Response (an increase of \$20,010), and FEMA Flood hazard Mitigation (a decrease of \$201,296).

### **Judiciary**

Increase Federal Funds – Supreme Court, Page 197, Line 28 by \$14,807 from \$487,111 to \$501,918. This amendment recognizes availability of additional financing in the current year from the Criminal History Improvement grant, and availability of carry-over funds for the Library Services and Technology grant.

Increase Federal Funds – Superior Court, Page 198, Line 9 by \$65,000, from \$100,022 to \$165,022. This amendment increases federal funds in the Superior Court by \$65,000 in FY 2012 to reflect an expansion grant award from the Office of Justice Programs for the Adult Court Discretionary Grant Program. Enhancement grants are made available to jurisdictions with a fully operational drug courts to continue efforts to reduce recidivism and substance abuse of non-violent offenders. Total grant amount for the Judiciary is \$199,942, which will be utilized across fiscal years 2012, 2013 and 2014.

### **Public Safety**

Increase Federal Funds – Central Management, Page 199, Line 28 by \$342,880, from \$447,321 to \$790,201. This amendment provides financing for a new Active Shooter grant in the amount of \$8,110, and \$300,000 in the Forfeitures-Federal grant, to accommodate late notice of additional financing available to the department in FY 2012. This line was also amended in the March Amendment letter.

Increase Federal Funds – State Fire Marshal, Page 200, Line 4, by \$49,944 from \$790,651 to \$840,595. This amendment adds a new line sequence and \$49,944 for current year expenditures from a new grant awarded from the Emergency Management Agency to the Fire Marshal for hazardous materials emergency training efforts. This line was previously amended in the March 12, 2012 amendment letter, to include a new award of \$26,000 for Fire Safety Training initiatives.

Increase Federal Funds – Municipal Police Training Academy, Page 200 Line 18 by \$17,500 from \$204,251 to \$221,751. This amendment adds \$17,500 to the In-Service Training Byrne Grant to reflect expected departmental expenditures in FY 2012. The Governor’s recommendation was \$24,500 – this amendment allows for total expenditure of \$42,000 from the account for FY 2012.

Decrease General Revenues – State Police, Page 200, Line 23 by \$625,000 from \$63,440,481 to \$62,815,481. This amendment removes overtime financing in the amount of \$500,000 from the Patrol division and by \$125,000 in the Detective division of the State Police Program based on third quarter report results. Overtime financing in the two divisions totals \$2.07 million, of which \$826,687 has been spent by the end of the 22<sup>nd</sup> pay period.

Increase Federal Funds – State Police, Page 200 line 25 by \$48,411 from \$3,342,780 to \$3,391,191 This amendment adds \$18,411 to the Forensic Improvement Grant, awarded through the US Department of Justice. The amendment is required in order to expend the full amount awarded to the State Police by the June 30, 2012 end date of the grant award. The State Police is utilizing the grant for forensic training and forensic equipment purchases. The amendment also adds \$30,000 to the 2007 Intelligence/Information Sharing Initiative grant, to accommodate expenditure of remaining grant award for cross-agency communication interface development.

#### **Office of the Public Defender**

Increase Federal Funds, Page 201, Line 14 from \$517,671 by \$7,656 to \$525,327. The amendment reflects increased funding for the John R. Justice Incentive Grant, which is expected to be fully expended in the current year.

#### **Department of Environmental Management**

Increase General Revenues – Bureau of Natural Resources, Page 201, Line 25 by \$106,530 from \$18,588,981 to \$18,695,889. This amendment increases general revenue funding by \$106,530 for state costs associated with Tropical Storm Irene. The total state share of the cost is \$285,495 (25%), while the federal share is \$860,053 (75%). The Supplemental budget provided an additional \$102,864 in general revenue department-wide. Some of the savings originally anticipated in other programs to fund a portion of the Tropical Storm Irene state match have not been realized.

Increase Federal Funds – Bureau of Natural Resources, Page 201, Line 26 by \$366,908 from \$25,481,797 to \$25,848,705. This amendment increases federal funds expenditures by \$366,908 to provide appropriations for the Department to purchase a parcel of land referred to as the “Boy Scouts Property” in Burrillville. The land will be incorporated into DEM’s Buck Hill Management Area.

Decrease RICAP - Galilee Piers Upgrade – Bureau of Natural Resources, Page 202, Line 3 by \$400,000 from \$950,000 to \$550,000. This amendment reduces RICAP funding for the Galilee Piers project by \$400,000. Due to construction delays, \$400,000 of the \$2.0 million currently budgeted over the FY 2012 to FY 2013 period is expected to be expended in FY 2014.

Decrease RICAP - Newport Piers – Bureau of Natural Resources, Page 202, Line 4 by \$250,000 from \$250,000 to \$0. This amendment reduces RICAP funding for the Newport Piers project by \$250,000. No expenditures are planned for the remainder of FY 2012, thus RICAP funding for the project should be reduced by \$250,000 in the current year.

Decrease RICAP - Blackstone Valley Bike Path – Bureau of Natural Resources, Page 202, Line 5 by \$250,000 from \$746,000 to \$496,000. This amendment reduces RICAP funding for the Blackstone Valley Bike Path project by \$250,000. Based on expenditures planned for the remainder of FY 2012, RICAP funding for the project should be reduced by \$250,000 in the current year.

Increase Federal Funds – Bureau of Environmental Protection, Page 202, Line 11 by \$330,000 from \$13,037,167 to \$13,367,167. This amendment increases federal funds expenditures by \$330,000, including \$160,000 for a DEM Brownfields grants to the Town of Richmond and the Town of Coventry and \$170,000 for the Underground Storage Tank Prevention, Detection and Compliance Program. This is the second amendment to the Federal Funds line item since the Governor's FY 2012 revised budget was submitted.

### **Coastal Resources Management Council**

Decrease RICAP – South Coast Restoration Project, Page 202, Line 32 by \$62,782 from \$729,100 to \$666,318. The amendment reflects the final bid award for the Charlestown Breachway Dredging portion of the South Coast Restoration Project.

### **Department of Transportation**

Redirect Federal Funds – Central Management, Federal Funds, in the amount of \$400,000 within Central Management, Page 203, line 2. This represents a zero-sum technical adjustment to move financing into the appropriate federal funds line sequence (account) within this program. As such, there is no change to the line item total.

Decrease RICAP – Salt Storage Facilities – Infrastructure Maintenance, Page 204, Line 2 by \$200,000 from \$1,585,937 to \$1,385,937. This amendment decreases other funds by \$200,000 to reflect the expected expenditures on salt storage facilities for this fiscal year.



Summary of Governor's Article 10, May Amendments to FY 2012 Supplemental (12-H-7323)

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
Smart Schools		6,000			6,000
Title IV-E Guardianship Assistance		1,964			1,964
System of Care Rhode Island Foundation	98,600				98,600
Olmstead	20,000				20,000
System of Care Rhode Island Foundation Strategic Communications	10,000				10,000
Child Welfare Initiative- Casey Family Programs	47,500				47,500
Byrne Grant		28,720			28,720
Firecode Upgrades (Child Welfare)				(500,000)	(500,000)
Litigation Preparation	200,000				200,000
Title XX- Implementation of System of Care Networks		1,200,000			1,200,000
<b>Department of Health</b>					
Medical Examiner Turnover Savings - 3rd Qtr Report	(300,000)	0			(300,000)
EHSR Turnover Savings - 3rd Qtr Report	(300,000)	0			(300,000)
<b>Department of Human Services</b>					
The Emergency Food Assistance Program (TEFAP)- Federal Cap Increase		90,700			90,700
Emergency Shelter Program- Federal Cap Increase		50,000			50,000
Division of Elderly Affairs- Various Federal Cap Increases		212,908			212,908
ARRA- IDEA Part C (Early Intervention)- Residual Expenditure Authority		488,630			488,630
Division of Veterans' Affairs- Cemetery Capital Improvement Plan (Shift to FY 2013)		(515,000)			(515,000)
LEA Special Education MA Administration- Federal Cap Increase		1,500,000			1,500,000
May CEC- Medical Assistance	(31,073,654)	(37,814,741)			(68,888,395)
May CEC- Cash Assistance	(186,034)	148,386			(37,648)
Restoration of 1.8 percent Nursing Facility Rate Reduction	3,050,881	3,349,119			6,400,000
DEA Medicaid Waiver Shortfall (3Q)	388,540	422,569			811,109
<b>Department of Behavioral Healthcare, Developmental Disabilities, and Hospitals</b>					
Medical Center Rehabilitation (FM2)				(500,000)	(500,000)
Community Facilities Firecode (FIRECODE)				(375,000)	(375,000)
MR/DD Residential Development (DD1)				(100,000)	(100,000)
Regional Center Repair/Rehabilitation (DD5)				(100,000)	(100,000)
Mental Health Community Facilities Repair (MH1)				120,000	120,000
Substance Abuse Asset Protection (ASSETP)				(120,000)	(120,000)
Zambrano Buildings (HOS3)				(133,000)	(133,000)
BHDDH Admin Buildings Renovations (HOS4)				(400,000)	(400,000)
Mental Health Medicaid		1,324,760			1,324,760
Access to Recovery		671,246			671,246
Health Homes		(11,308,215)			(11,308,215)
RICLAS and ESH Overtime	973,918				973,918
<b>Department of Elementary and Secondary Education</b>					
Federal - ACES - Vocational Education Technical Prep. Education		12,500			12,500
General Revenue - Housing Aid Savings	(127,688)				(127,688)
Federal - Davies - Stimulus Stabilization Funds		130,000			130,000
Federal - ACES - Special School Milk Program		3,115			3,115
Federal - ACES - Nutrition Program		94,483			94,483
RICAP - ACES - Newport Career and Technical				400	400
RICAP - ACES - East Providence Career and Technical				400	400
RICAP - Davies - HVAC Project				7,436	7,436
Federal - ACES - Race to the Top Early Learning Challenge		(1,740,036)			(1,740,036)

**Summary of Governor's Article 10, May Amendments to FY 2012 Supplemental (12-H-7323)**

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
<b>Public Higher Education</b>					
URI Federal Funds-Stabilization Funds-Fire Safety		(11,057,821)			(11,057,821)
URI RICAP Fine Arts Center Renovation				11,057,821	11,057,821
URI Other Funds					62,605
RIC Federal Funds-Stabilization Funds-Fire Safety		62,605			
RIC RICAP New Art Center Advanced Planning					7,083
CCRI Restricted Receipts - Workforce Development Initiative - HRIC			7,083		
CCRI RICAP Asset Protection					
CCRI RICAP Fire Code and HVAC					
<b>Department of Corrections</b>					
National Crime Histories Improvement Project		16,705			16,705
Drug Market Intervention			40,309		40,309
RICAP Intake Service Center Renovation				(1,400,000)	(1,400,000)
RICAP Medium Infrastructure				(1,000,000)	(1,000,000)
RICAP Minimum Security Kitchen				(215,607)	(215,607)
<b>Judiciary</b>					
Federal - Supreme Court - Criminal History Improvement		8,000			8,000
Federal - Supreme Court - Library Services and Technology		6,807			6,807
Federal - Superior Court - OJP Adult Drug Court Expansion Project		65,000			65,000
<b>Military Staff</b>					
Third Quarter Report	(181,217)				(181,217)
FMS#3Roof				(5,255)	(5,255)
Logistics Armories Fire Code Compliance				(50,000)	(50,000)
Transit Security Program 2007		187,304			187,304
Citizens Corp Program		28,377			28,377
Transit Security Program 2009		177,327			177,327
EMPG 2009		76,209			76,209
EOC Grant 2009		(74,770)			(74,770)
UASI Non-Profit		(39,290)			(39,290)
Metropolitan Medical Response		20,010			20,010
FEEMA Flood Hazard Mitigation		(201,296)			(201,296)
<b>Department of Public Safety</b>					
Federal - State Fire Marshall's Office - Hazardous Materials Training Grant		49,944			49,944
Federal - Municipal Police - Byrne Grant - In-Service Training Grant		17,500			17,500
General Revenue - State Police - Overtime	(625,000)				(625,000)
Federal - State Police - Forensic Improvement Grant		18,411			18,411
Federal - State Police - 2007 Intelligence/Information Sharing Initiative		30,000			30,000
Federal - Central Management - Stimulus Edward Byrne Memorial		342,880			342,880
Federal - State Police - Active Shooter Grant		8,110			8,110
Federal - State Police - Forfeitures Federal		300,000			300,000
Federal - Stimulus - DMV Licensing CHIS Project		155,000			155,000
<b>Office of the Public Defender</b>					
John R. Justice Incentive Grant		7,656			7,656
<b>Department of Environmental Management</b>					

**Summary of Governor's Article 10, May Amendments to FY 2012 Supplemental (12-H-7323)**

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
Nat. Resources - Comprehensive Wildlife Mgt Plan-Boy Scouts Property	-	366,908	-	-	366,908
Nat. Resources - Gaillee Piers Upgrade Procurement/Construction Delays	-	-	-	(400,000)	(400,000)
Nat. Resources - Newport Piers	-	-	-	(250,000)	(250,000)
Nat. Resources - Blackstone Valley Bikepath	-	-	-	(250,000)	(250,000)
Env. Protection- Brownfields grants to Richmond and Coventry	-	160,000	-	-	160,000
Env. Protection- UST Program	-	170,000	-	-	170,000
State Match Shortfall - Tropical Storm Irene - 3rd Quarter Report	106,530	-	-	-	106,530
<b>Coastal Resources Management Council</b>					
South Coast Restoration Project				(62,782)	(62,782)
<b>Department of Transportation</b>					
RICAP - Salt Storage RICAP Funding Correction				(200,000)	(200,000)
Federal - NHTSA Grants (transfer between line sequences)		[400,000]			
<b>Total - Governor's May Amendments to FY 2012</b>	<b>(28,860,520)</b>	<b>(39,202,244)</b>	<b>87,392</b>	<b>26,042,940</b>	<b>(41,932,432)</b>
<b>Total Recommended Expenditures</b>	<b>3,143,946,765</b>	<b>2,830,876,188</b>	<b>228,902,009</b>	<b>1,930,752,067</b>	<b>8,134,477,029</b>

**Summary of Governor's Article 1, Section 1 May Amendments to FY 2013 Appropriations Act (12-H-7323)**

Department/Item	General Revenue	Federal Funds	Restricted Receipts	Other Funds	Total
<b>FY 2013 Recommend (Gov's Original Recommendation)</b>	3,269,153,035	2,594,212,185	224,124,174	1,855,945,563	7,943,434,957
<b>March Amendments</b>	666,081	22,038,127	(8,502,402)	12,460,402	26,662,208
<b>April DOH Amendments</b>	-	36,445	265,783	-	302,228
<b>May Amendments</b>					
<b>Department of Administration</b>					
Bureau of Audits - Re-instatement of 5.0 FTE Positions	667,919				667,919
HR - Contract Services (State's Medical and Pharmacy Plans Audits)	70,000				70,000
RICAP - Statehouse Renovations				(1,460,000)	(1,460,000)
RICAP - Building 79 Stabilization				(2,200,000)	(2,200,000)
RICAP - Station Park				(200,000)	(200,000)
RICAP - LADD Center Building Demolition				300,000	300,000
Office of Energy Resources - Interdepartmental Transfer - 2.0 FTEs		119,907			119,907
Demand Side Management Grants Shift to DHS			(6,500,000)		(6,500,000)
I-195 Redevelopment Commission	3,900,000				3,900,000
Current Care (HIE Development)	450,000				450,000
<b>Department of Labor and Training</b>					
Policemen's Relief Fund - RI Portion of Federal Payment	129,214				129,214
Workforce Development Services - Adjusted Grant Amount		2,399,188			2,399,188
Income Support - Grant Continuation		66,953,359		40,545,000	107,498,359
<b>Department of Revenue</b>					
Municipal Finance - Municipality Oversight	2,000,000				2,000,000
<b>General Treasurer</b>					
CVCP Subrogation and Refunds			25,000		25,000
<b>Executive Office of Health and Human Services</b>					
MFP Planning Correction		(998)			(998)
LEA Special Education MA Administration- Federal Cap Increase		1,500,000			1,500,000
May CEC- Medical Assistance		(18,879,885)			(18,879,885)
MFP Reinvestment		394,685			394,685
Medical Assistance- Restoration of Adult Dental Services	2,701,144	2,865,929			5,567,073
Transfer HIV Care and Treatment Programs from DHS	2,648,157	9,568,774			12,216,931
Additional Legal Services	66,250				66,250
Health Information Exchange ("Current Care")- Medicaid Recipients	600,000				600,000
<b>Department of Children, Youth &amp; Families</b>					
Litigation Preparation	262,000				262,000
System of Care	4,800,000				6,100,000
<b>Department of Human Services</b>					
Division of Veterans' Affairs- Cemetery Capital Improvement Plan		870,000			870,000
May CEC- Cash Assistance	(350,702)	(980,582)			(1,331,284)

LIHEAP/MAP- Maintain 2.0 FTE at DOA	(193,534)			6,500,000	(193,534)
Demand Side Management Grants Shift from DOA					6,500,000
Transfer HIV Care and Treatment Programs to EOHHS	(2,648,157)	(9,568,774)			(12,216,931)
DEA Medicaid Waiver Shortfall- 2013 Base Adjustment	393,550	417,559			811,109
Reverse CCAP Co-Share Increase	276,154	293,000			569,154
					-
					-
					-
<b>Department of Behavioral Healthcare, Developmental Disabilities, and Hospitals</b>					
Change 'Eleanor Slater HVAC/Elevators' to 'BHDDH Administrative Building'					N/A
					-
					-
<b>Department of Elementary and Secondary Education</b>					
General Revenue - Davies - Update to Funding Formula Data	(28,915)				(28,915)
General Revenue - Met - Update to Funding Formula Data	37,785				37,785
General Revenue - Education Aid - Update to Funding Formula Data	299,710				299,710
General Revenue - Central Falls - Update to Funding Formula Data	263,457				263,457
General Revenue - Education Aid - Regional Bonus Update	(219)				(219)
RICAP - Davies - HVAC Project				(7,436)	(7,436)
Federal - ACES - Race to the Top Early Learning Challenge		1,729,307			1,729,307
					-
					-
<b>Public Higher Education</b>					
URI Federal Funds - Stimulus	(383,779)			(110,094)	(383,779)
CCRI Restricted Receipts - HRIC Workforce Dev.					(110,094)
					-
					-
<b>RI Public Telecommunications Authority</b>					
General Revenues - Restore 6 Months of Funding	425,286				425,286
					-
					-
<b>Department of Corrections</b>					
Family Reunification Programming	(133,237)				(133,237)
Access to Employment	(177,654)				(177,654)
ARRA IDEA B	(20,601)				(20,601)
RICAP Intake Service Center Renovation				(2,600,000)	(2,600,000)
RICAP Medium Infrastructure				(2,310,000)	(2,310,000)
RICAP Minimum Security Kitchen				(3,959,393)	(3,959,393)
					-
					-
<b>Judiciary</b>					
Federal - Superior Court - Adult Drug Court Expansion	75,000				75,000
					-
					-
					-
<b>Department of Public Safety</b>					
Municipal Police Training Academy - 1/2 Year Financing	356,811			(356,811)	
					-
					-
<b>Office of the Public Defender</b>					
Adult Drug Court-General Revenue	112,215				112,215
Adult Drug Court-Federal Funds		(70,000)			(70,000)
					-
					-
<b>Department of Environmental Management</b>					
Natural Resources - Planning Challenge Grant		100,000			100,000
RICAP - Blackstone Valley Bike Path-Projected Maintenance					(250,000)
RICAP - World War II Facility - Revised Project Schedule					(200,000)
					-
					-
<b>Total - Governor's May Amendments to FY 2013</b>	<b>3,566,409</b>	<b>58,177,664</b>	<b>(60,900)</b>	<b>27,658,171</b>	<b>89,341,344</b>
<b>Total Recommended Expenditures</b>	<b>3,273,385,525</b>	<b>2,674,464,421</b>	<b>215,826,655</b>	<b>1,896,064,136</b>	<b>8,059,740,737</b>