FY 2019
State Budget Overview

Susanne Young, Secretary of Administration
Adam Greshin, Commissioner of Finance and Management
- Six fewer Vermonters in the workforce every day
- Three fewer children every day in Vermont’s public school system
- One child born every day to an opiate addicted parent
Key Indicators
How the Scott Administration will Measure Progress

Growing the Economy
• Size of the workforce—as a percent of the population (statewide and by county)
• Employer growth rate—total size and by employee count
• Wage growth—by region

Making Vermont More Affordable
• Average percent of household income spent on healthcare, housing (includes utility and heating costs, etc.), and taxes & fees

Protecting the Vulnerable
• Percent of the population living below 200% of the Federal Poverty Level (FPL)
• Rate of homelessness/housing stability
• Kindergarten readiness
• Percent of the population with access to comprehensive healthcare
General Fund Pressures

- **Known Liabilities**
  - Pension and Debt Service Costs
  - State Employee Contractual Obligations
  - Education Financing
  - Maintaining Statutory Reserves

- **Other Pressures**
  - Medicaid and Other Human Service Caseload
  - Clean Water and Other Environmental Costs
  - Technology Costs
  - Federal Funding Uncertainty
Our Demographic Challenges

- Vermont today compared to 2000:
  - 25,000 fewer people under 20
  - 60,000 more people over 65
  - Second oldest state behind Maine

- Over 65 share will grow faster than U.S. average through 2030

- We lose 1,788 people each year in the working-age category of 20-64

- We must grow our shrinking working-age population to grow our workforce and tax base
Governor’s Budget Instructions

- Agencies and Departments were asked to submit budget proposals that:
  - Work within existing financial resources; and
  - Make choices to promote the Governor’s strategic priorities of economic growth, affordability, and helping our most vulnerable Vermonters.

- The Administration is working to assemble the FY 2019 Governor’s budget, the FY 2018 Budget Adjustment, the FY 2019 Capital Bill Adjustment, and other adjustments as necessary.

- In January:
  - The FY 2018 Budget Adjustment and FY 2019 Budget will be presented
  - The FY 2018 and FY 2019 revenue forecast will be updated
FY 2018 Budget By Fund (in $ millions)

Federal Funds: $2,032.64 (34.70%)
General Fund: $1,561.53 (26.60%)
Education Fund: $1,314.19 (22.40%)
Special Funds: $334.32 (5.70%)
State Health Care Resources Fund: $293.18 (5.00%)
Transportation Fund: $291.78 (5.00%)
Other: $33.48 (0.60%)
FY 2018 General Fund Appropriations By Government Function - $1.56 billion

- Education: 427,964,287
- Medicaid/GC/LTC/State Only: 352,299,429
- Human Services – Not Medicaid: 194,834,819
- Protection: 147,547,660
- Corrections: 143,613,253
- Higher Education: 86,710,244
- General Government: 44,971,109
- Property Tax Assistance: 35,033,643
- Natural Resources: 28,026,319
- Debt Service: 73,989,703
- Other – Labor, ACCD: 26,535,984
Public Process

- Public Comments can be submitted through the Finance & Management Website
  - Public Comment Page

- Citizens can provide feedback on priorities by completing the following survey
  - FY 2019 Budget Survey