FY 2020
State Budget Overview

Susanne Young, Secretary of Administration
Adam Greshin, Commissioner of Finance and Management
Governor Scott’s Vision

- Strengthen the Economy
  - Vermont’s economy grows faster than the cost-of-living

- Make Vermont More Affordable
  - Vermont is *measurably* more affordable for families and businesses

- Protect the Vulnerable
  - We are meeting our commitment to the most vulnerable
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
  - Infrastructure Maintenance
  - Technology and Cybersecurity
Our Demographic Challenges

- Vermont today compared to 2000:
  - 28,883 fewer people under 20
  - 33,825 fewer people between the age of 25-45
  - 39,359 more people over 65
  - Third oldest state behind Maine and New Hampshire

- 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;
  - Make choices to promote the Governor’s strategic priorities of economic growth, affordability, and helping our most vulnerable Vermonters; and
  - Target outcomes to ensure we are investing public money wisely

- The Administration is working to assemble the FY 2020 Governor’s budget, FY 2019 Budget Adjustment, and FY 2020-FY2021 Capital Bill.

- In January:
  - The FY 2019 Budget Adjustment and FY 2020 Budget will be presented
  - The FY 2019 and FY 2020 revenue forecast will be updated
FY 2019 Budget By Fund
(Total: $5,901 million)

- Federal Funds: $2,006.22 (34%)
- Education Fund: $1,648.66 (28%)
- Transportation Fund: $294.38 (5%)
- Special Funds: $326.76 (6%)
- State Health Care Resources Fund: $284.48 (5%)
- Other: $45.64 (1%)
- General Fund: $1,294.51 (22%)
FY 2019 General Fund Appropriations By Government Function – $1.29 Billion
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 2020 Budget Survey](#)