

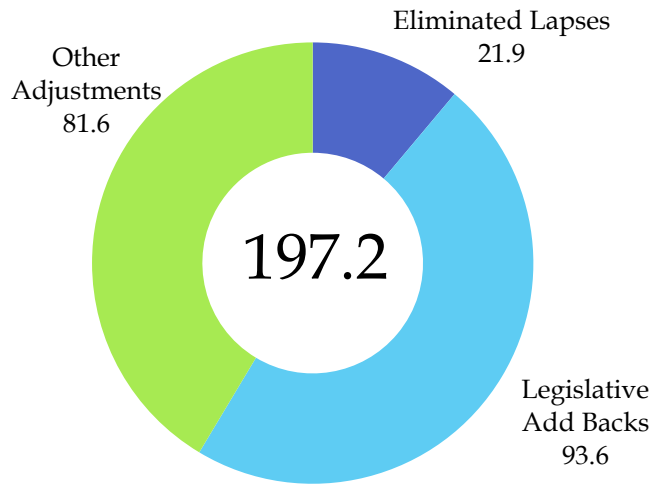
Section III. Appropriations

The \$197.2 million overall increase in net appropriations reflects the cancellation of \$115.5 million in budgeted lapses included in the FY 19 Original Budget, achieved by (1) eliminating \$21.9 million in unallocated lapses and (2) adding back \$93.6 million in planned agency reductions. The remaining \$81.6 million reflects the net impact of other appropriation adjustments.

Rollout of Budgeted Lapses

The FY 19 Original Budget provided the executive branch authority to reduce General Fund expenditures by \$1,073.2 million. The FY 19 Revised Budget adopts the governor’s planned reductions in most agencies resulting in a reduction to agency appropriations of \$1,028.8 million in the General Fund and \$22.3 million in the Special Transportation Fund. Rather than distributing all budgeted lapses, the FY 19 Revised Budget reflects adding back \$93.6 million in planned reductions, including \$74.7 million related to education (e.g., Education Cost Sharing and magnet schools). The FY 19 Revised Budget eliminates the remaining \$21.9 million in budgeted lapses.

Figure 3.1 Increases in FY 19 Net Appropriations (\$ millions)



Budgeted Lapses are required savings assumed in the budget adopted by the General Assembly which are reflected as reductions to an agency’s available funding. Once the fiscal year begins, the Office of Policy and Management is responsible for “rolling out,” or distributing, the lapses to specific agencies in the form of holdbacks, to achieve the required savings.

Table 3.1 FY 19 Adjustments
In Millions of Dollars

Fund	Rollout Budgeted Lapses		Other Adjustments	Total
	Governor's Distribution	Legislative Add Backs		
General Fund	44.2	93.6	69.7	207.5
Agency Appropriations	(1,029.0)	93.6	69.7	(865.7)
Lapses	1,073.2	-	-	1,073.2
Special Transportation Fund	(22.3)	-	11.5	(10.8)
Other Appropriated Funds	(0.0)	0.0	0.4	0.4
All Appropriated Funds Total	21.9	93.6	81.6	197.2

Other Adjustments²

The FY 19 Revised Budget includes \$81.6 million in additional net appropriations across all appropriated funds (\$69.7 million in the General Fund, \$11.5 million in the Special Transportation Fund and \$0.4 million in Other Funds). The additional net appropriations reflect funding changes predominantly related to health and human services, public transit services, education and municipal aid. Table 3.2 and Section IV detail these adjustments.

Table 3.2 Other Adjustments

In Millions of Dollars

GENERAL FUND	Increases	Decreases	Total
HEALTH AND HUMAN SERVICES			
Restore Medicare Savings Program (MSP)	61.5	-	61.5
Increase Income Eligibility for Husky A	11.3	-	11.3
Provide Funding for Private Provider Wages	40.1	-	40.1
EDUCATION			
Provide Fringe Benefit Subsidy to Community Colleges	16.2	-	16.2
Provide Funding for K-12 Education	8.3	-	8.3
MUNICIPAL			
Provide Additional Funding for Car Tax Grant	15.7	-	15.7
OTHER & TECHNICAL			
Carryforward FY 18 Funds	-	(42.5)	(42.5)
Current Service Updates	8.2	(65.0)	(56.8)
Miscellaneous	16.5	(0.6)	15.8
General Fund Total	177.8	(108.1)	69.7
TRANSPORTATION			
Increase Public Transit Services Subsidy	40.5	-	40.5
Reflect \$750 million STO Bond Issuance Cap	-	(9.0)	(9.0)
Current Service Update	-	(20.0)	(20.0)
Special Transportation Fund Total	40.5	(29.0)	11.5
OTHER APPROPRIATED FUNDS			
Other Appropriated Funds Total	0.7	(0.3)	0.4
All Appropriated Funds Total	219.0	(137.4)	81.6

² Agency-specific budget adjustments are provided in Part II Appropriations.