

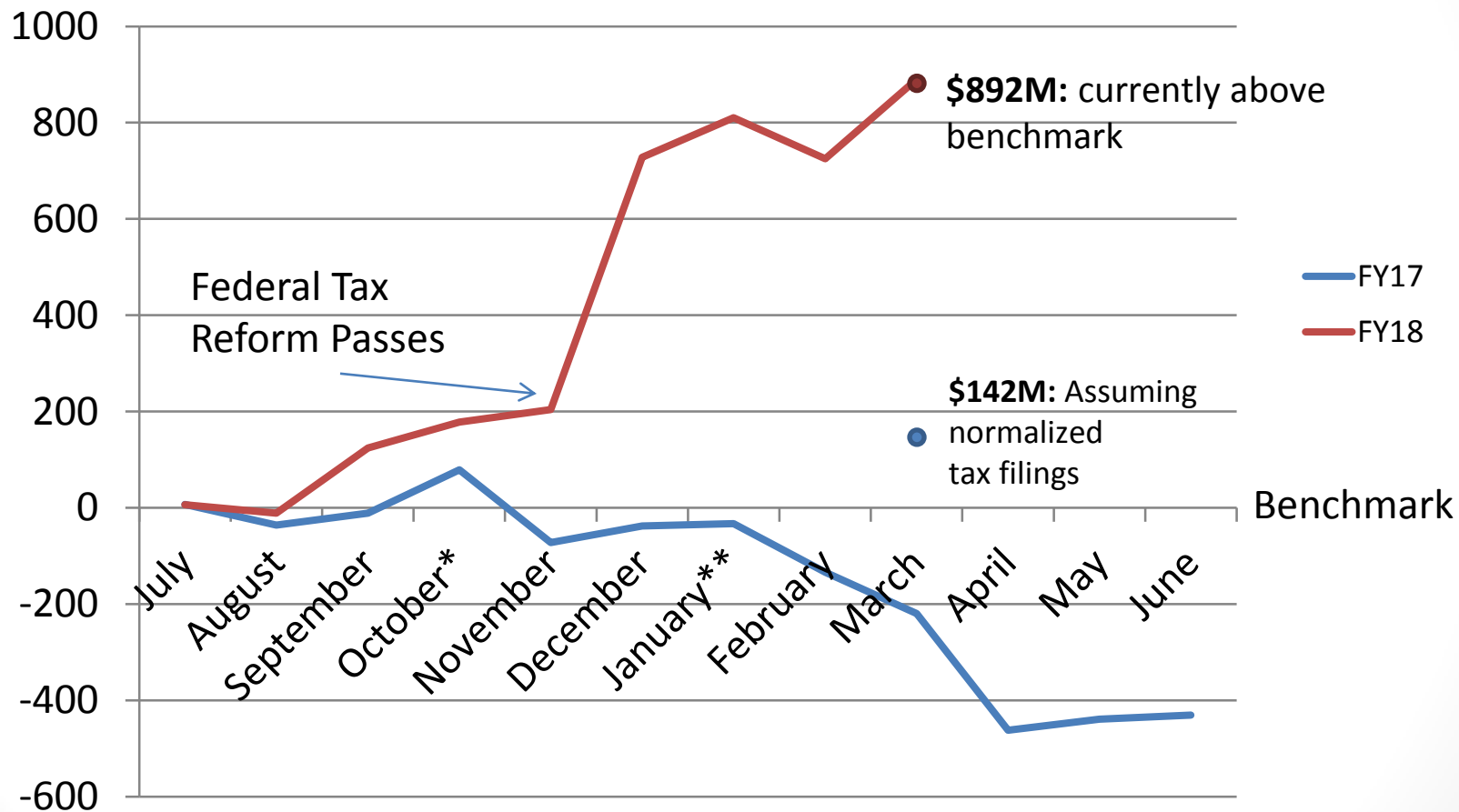


Fiscal Year 2019 House Ways and Means Budget

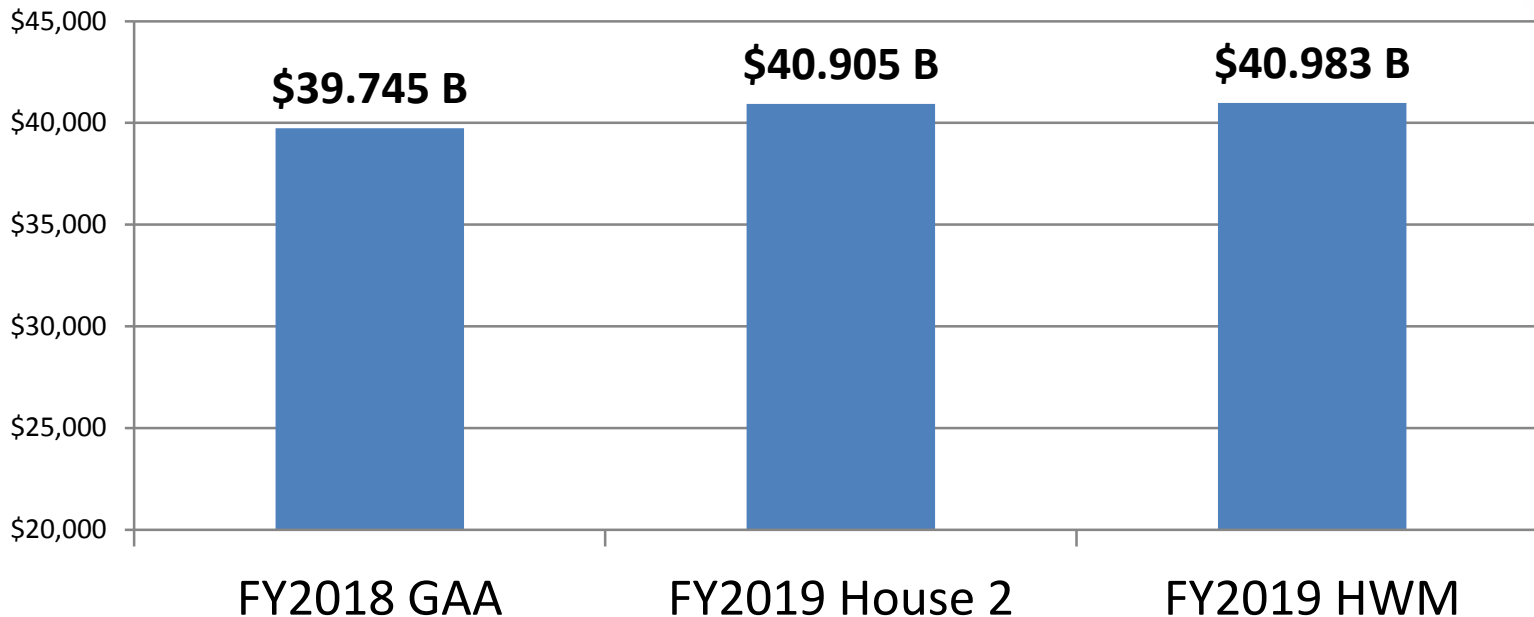
House Committee on Ways and Means
Wednesday, April 11

Speaker Robert A. DeLeo
Chairman Jeffrey Sánchez

Current Revenue Picture



House Budget is 3.1% over FY18 GAA



Consensus
Revenue

\$27.594 B

Add'l Tax
Revenue

\$253 M

Non-Tax
Revenue

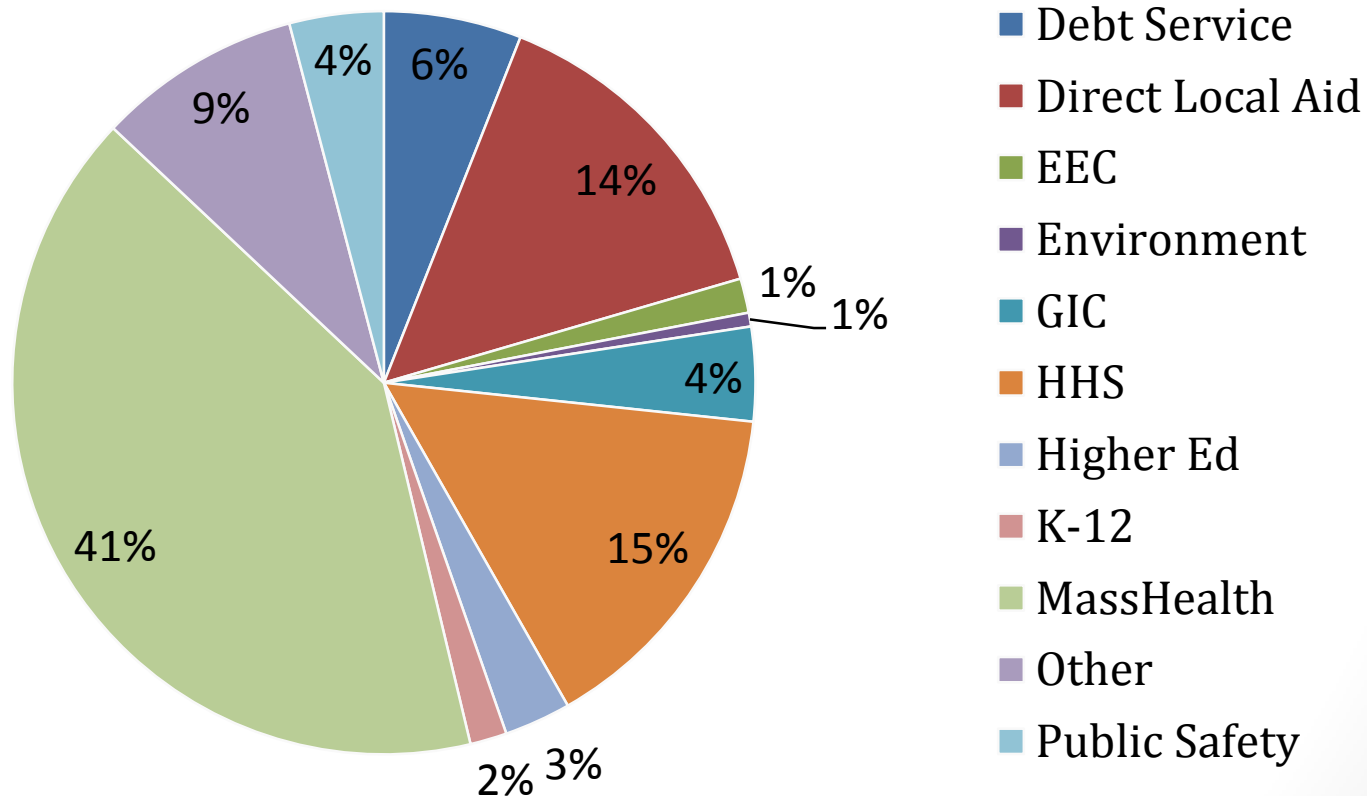
\$18.514 B

Statutory
Transfers

-\$4.615 B

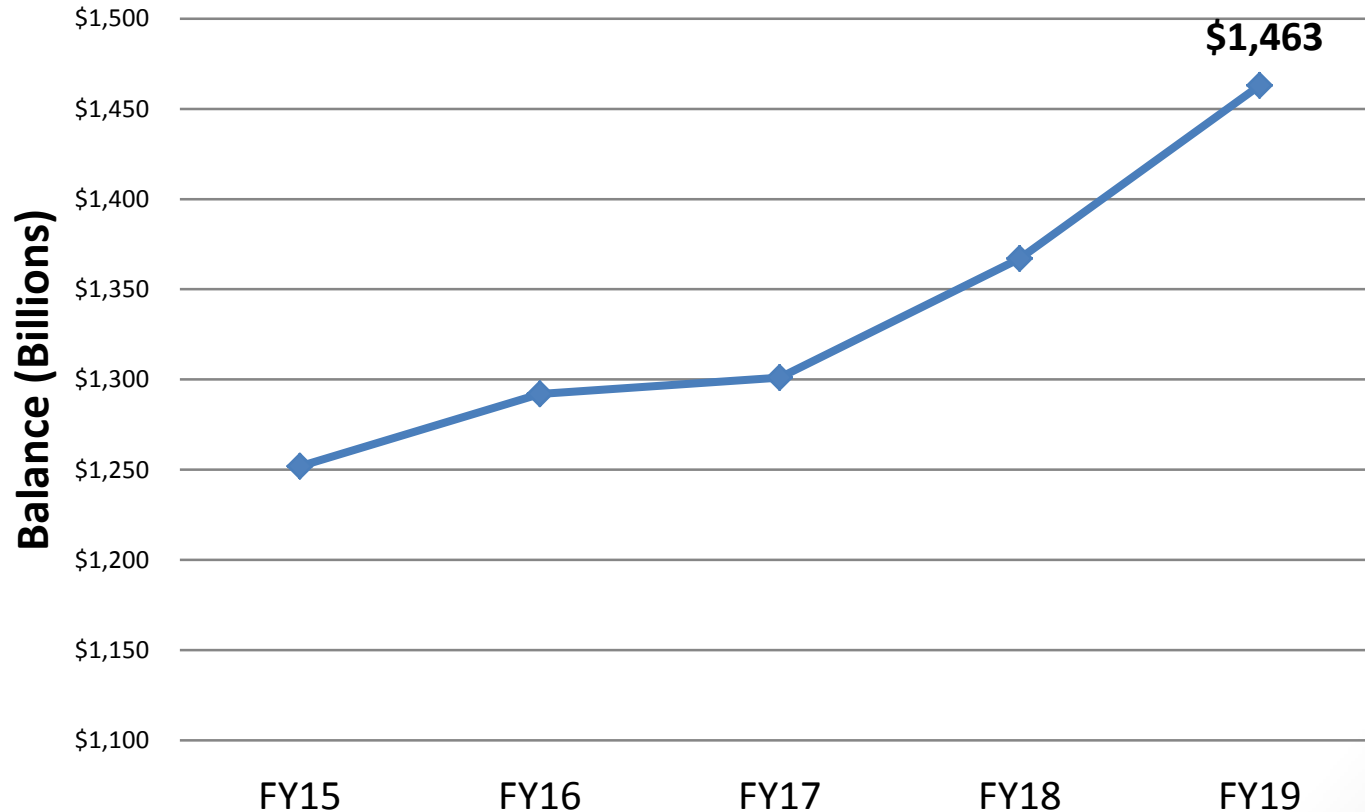
Budget Breakdown

FY2019 House Budget



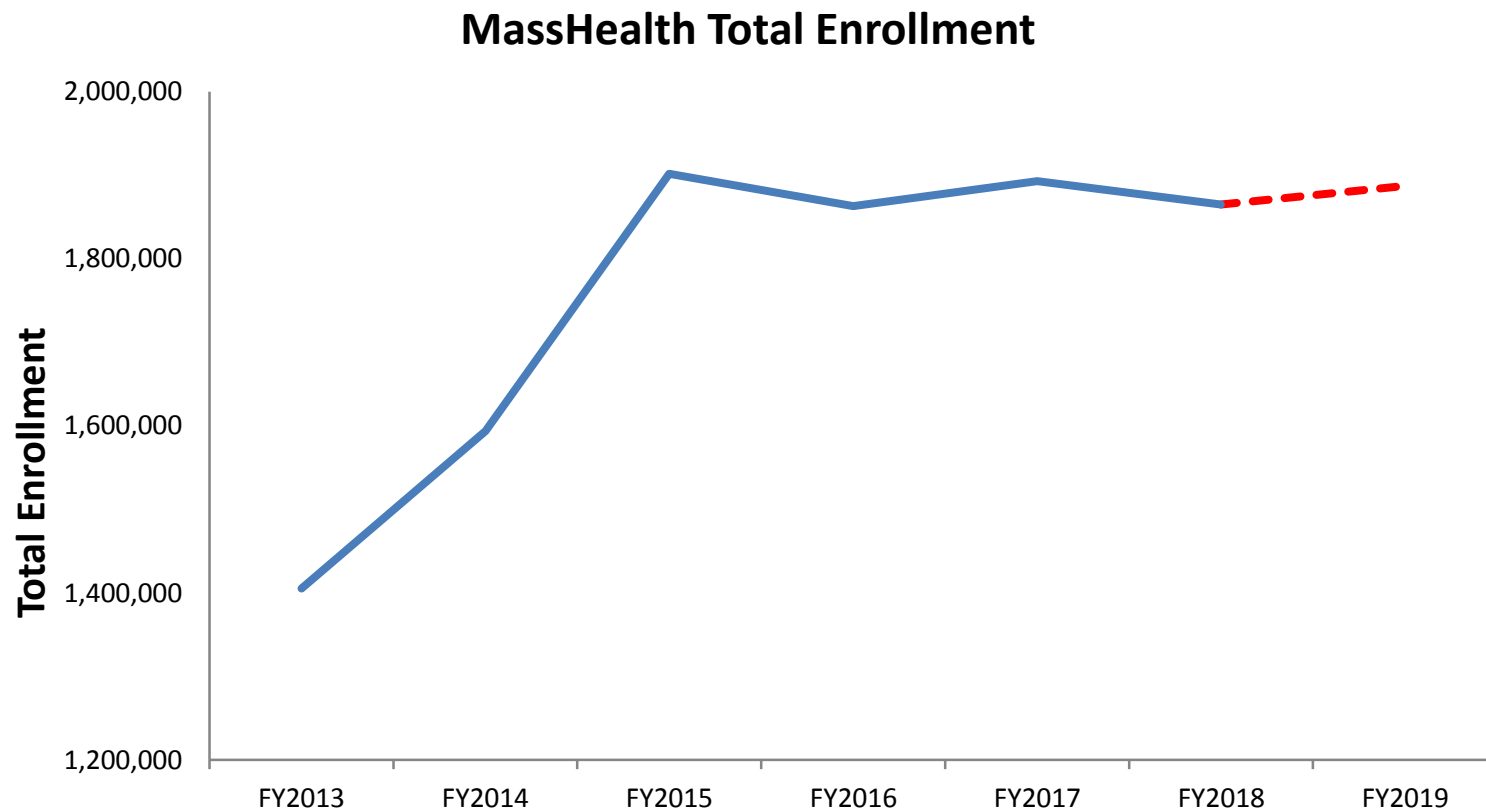
Stabilization Fund

The House FY19 Budget directs \$88M into the Commonwealth's Stabilization Fund.



MassHealth

MassHealth enrollment remains relatively stable



Important Investments over FY18

\$220M

Local Aid

- \$124.6M more for Chapter 70

\$66M

Early Education and Care provider rates

\$37M

Substance Use Disorder funding

\$22M

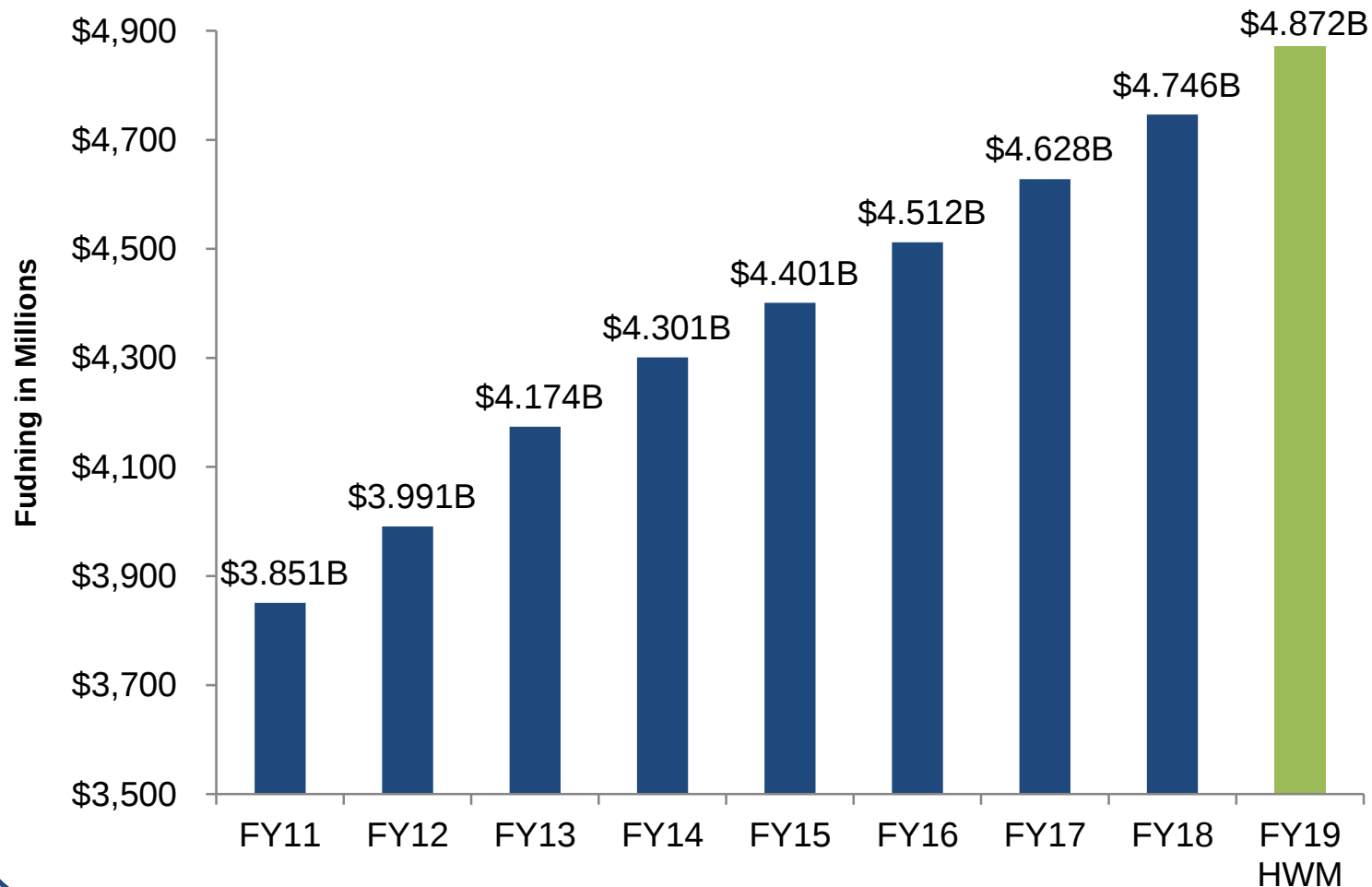
Housing and Homeless Funding

Local Aid Chart

Program	FY19 HWM	Over GAA	% Over GAA	Over H2	% Over H2
Unrestricted General Government Aid	\$1,098,945,897	\$37,162,422	3.5%	\$ -	0.0%
Chapter 70	\$4,871,530,948	\$124,577,233	2.6%	\$20,957,822	0.4%
Special Education Circuit Breaker	\$300,000,000	\$18,768,819	6.7%	\$8,854,171	3.0%
Charter Schools	\$90,000,000	\$ 9,500,000	11.8%	\$9,500,000	11.8%
Regional Transportation	\$ 62,521,000	\$1,000,000	1.6%	\$1,000,000	1.6%
Foundation Reserve	\$ 27,500,000	\$27,500,000	-	\$12,500,000	83.3%
McKinney Vento	\$9,099,500	\$1,000,000	12.3%	\$1,000,000	12.3%
Smart Growth (40S)	\$500,000	\$250,000	100.0%	\$250,000	100.0%
TOTAL	\$6,460,097,345	\$219,758,474	3.5%	\$ 54,061,993	0.8%

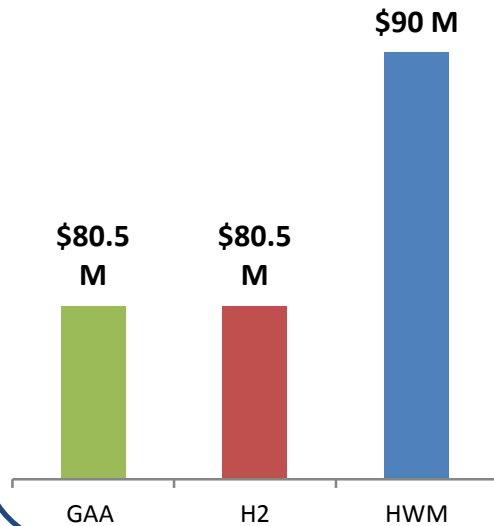
Local Aid – Chapter 70

Chapter 70 has increased \$1.020 Billion (26%) since 2011

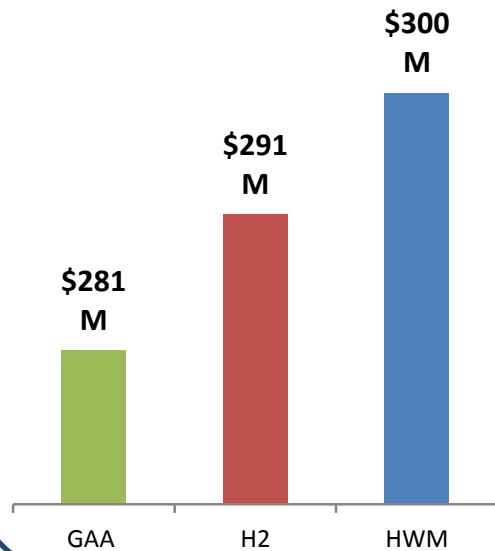


Local Aid – Notable Increases

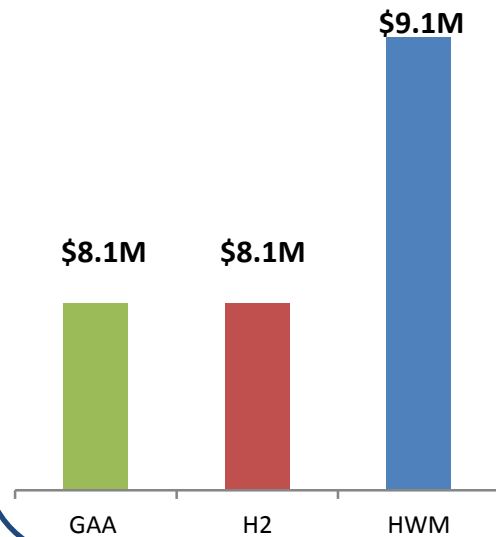
Charter School Reimbursement



Special Education Circuit Breaker



McKinney Vento



\$27.5M Funding Reserve:

- Districts negatively impacted by the FY17 low income calculation change.
- Districts receiving large numbers of students displaced by 2017 hurricanes.

Early Education and Care

\$30.4M

Quality
Improvement

\$20M

Center-Based
Rate Increase

\$235M

Supportive and
TANF Childcare

\$270M

Income Eligible
Early Education

\$9.6M

Head Start
Grants

New Initiative

Early Education and Care Workforce Council

- \$8.5M initiative
- Professional development
- Coordination with industry and community colleges

Workforce and Economic Development

Account	Description	HWM
Adult Basic Education	Educational programs to help adults learn English and earn their high school equivalency.	\$32.6M
STEM Starter Academy	STEM Starter Academy provides support to underperforming students that sets them up for post-graduation success in STEM fields.	\$4.75M
MA Manufacturing Partnership	Provides programmatic assistance to small and mid-sized manufacturing companies.	\$2M
Mass. Tech Collaborative	Connects experienced entrepreneurs and start-up enterprises to create a talent pipeline for innovation companies.	\$1.5M

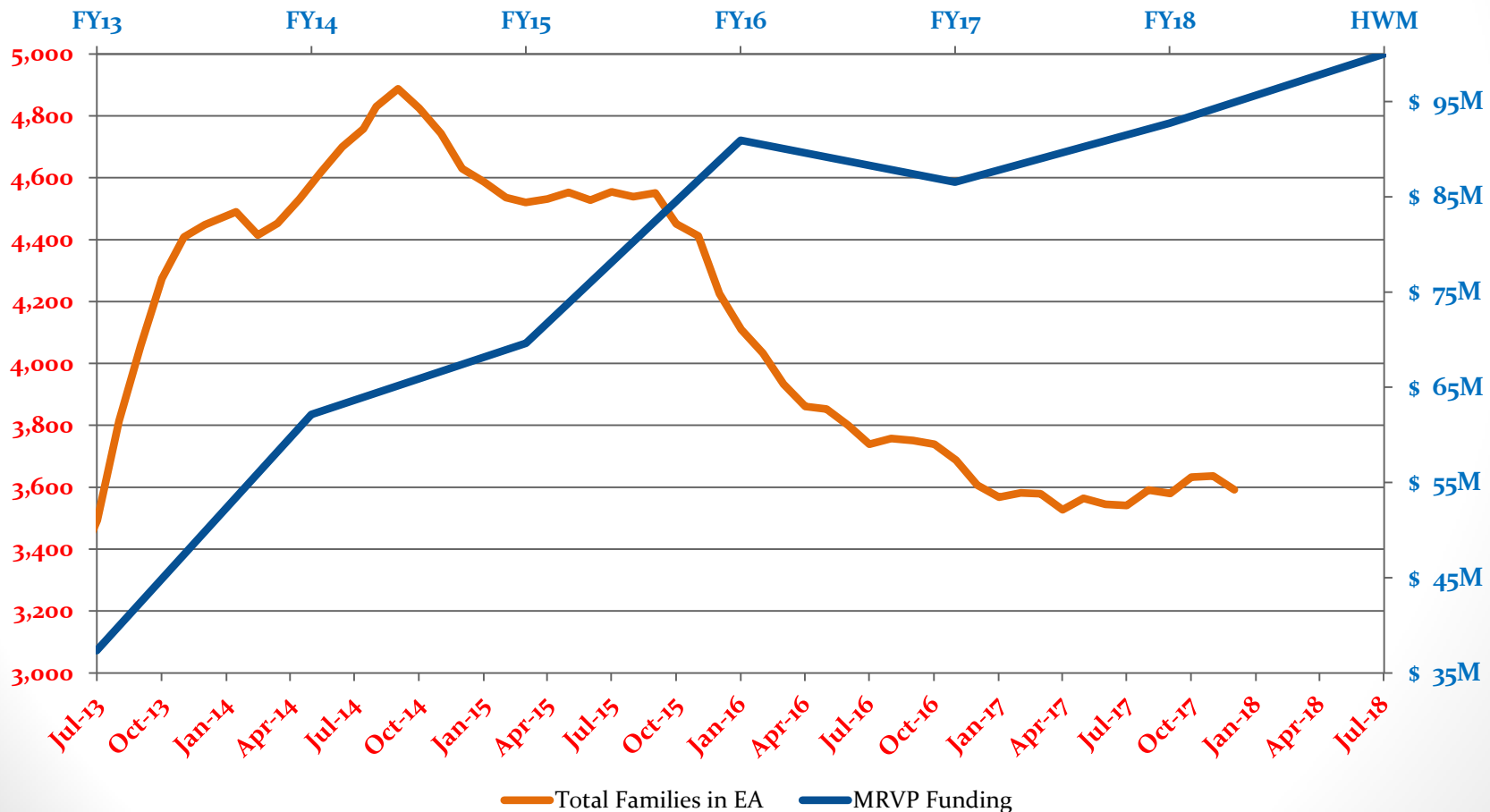
Substance Use Disorder

Account	Description	HWM
Bureau of Substance Addiction Services	Main recovery centers account • \$3.5M for 5 new recovery centers • \$1.5M for MA Access-to-Recovery (MA-ATR)	\$137.1 M
Jail Diversion Programs	Targeted services drive people away from prisons and toward community-based treatment	\$5 M
Step-Down Recovery Services	Provides a series of recovery curriculum to individuals with substance use disorder.	\$ 4.9 M

Builds on Nov. 2017 legislative action that created the Substance Use Disorder Trust Fund to acquire \$30M federal funds for additional treatment and services

MRVP Funding Reduces Shelter Caseload

House investments in permanent housing options have decreased shelter caseload



Housing and Homelessness

Families

- Massachusetts Rental Voucher Program (MRVP): \$100M
- Residential Assistance for Families in Transition (RAFT): \$17M
- Emergency Assistance Family Shelters: \$148.6M
- HomeBASE: \$32M
- Alternative Housing Voucher Program (AHVP): \$6.2M
- Housing Services and Counseling: \$2.8M
- Tenancy Preservation Program: \$500K
- Subsidies to Public Housing Authorities: \$65.5M

Individuals

- Homeless Individuals Shelters: \$45M
- Home and Healthy for Good: \$2.24M
- Housing Subsidies for DMH Clients: \$5.5M
- **NEW** Homeless Individuals Rapid Rehousing: \$5M

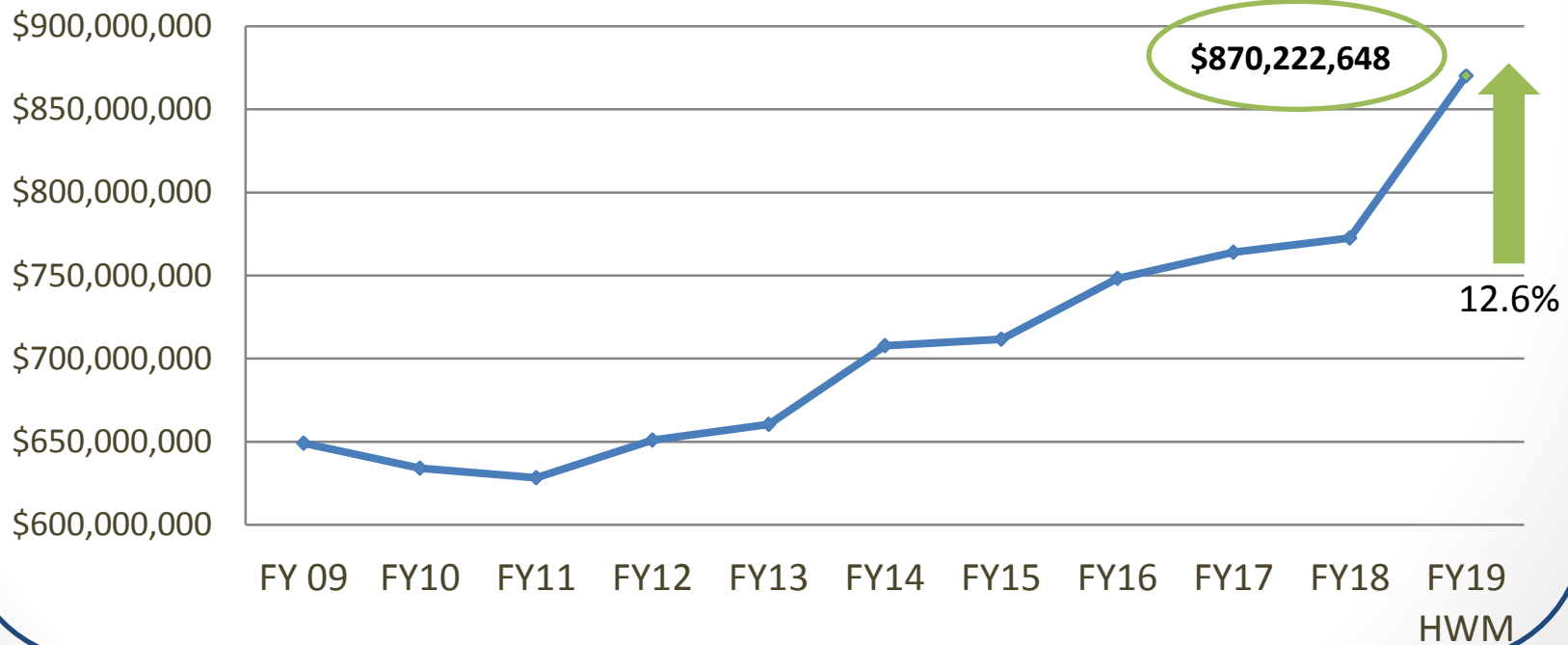
Youth

- Unaccompanied Homeless Youth: \$1M

Mental Health

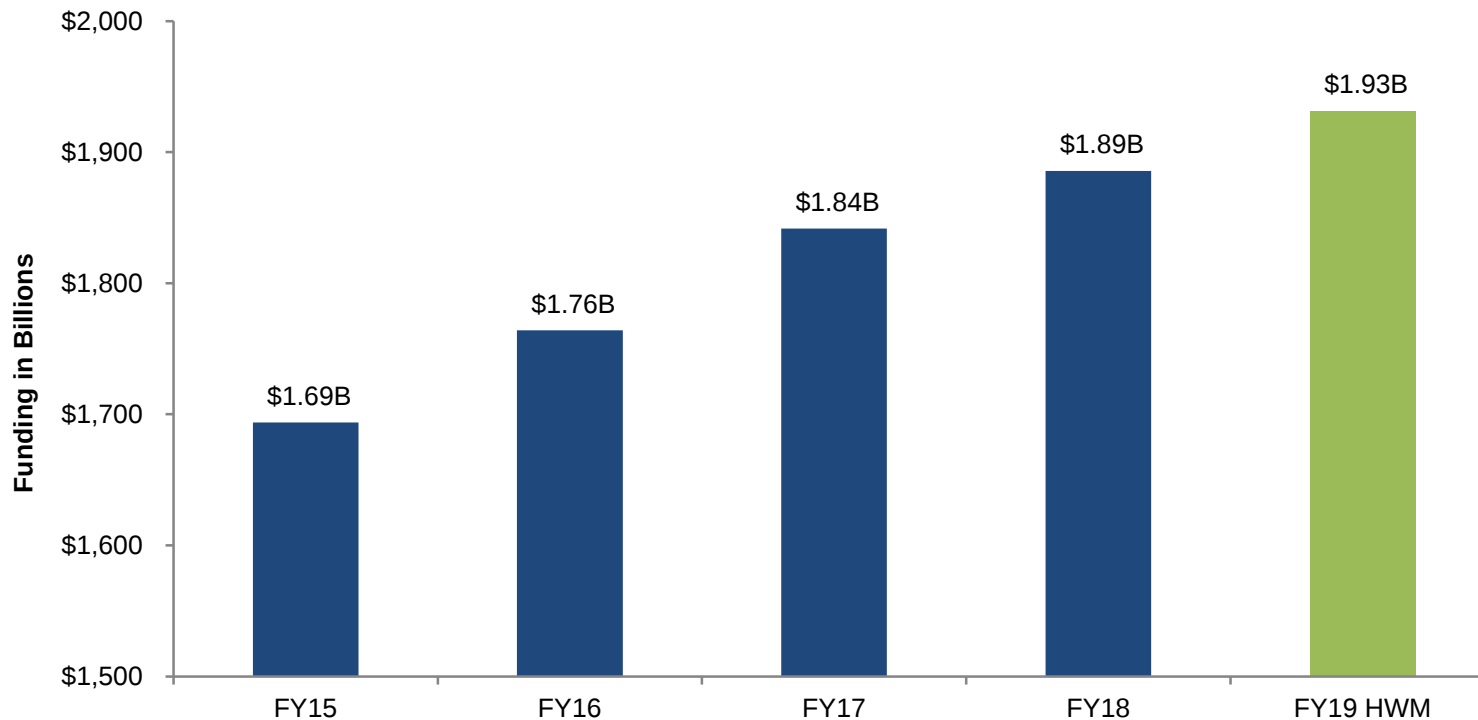
- Fully funds redesign of the Adult Community Clinical Services (ACCS)
- Fully funds Massachusetts Child Psychiatry Access Program
- \$3M investment in DMH's Crisis Intervention/Jail Diversion Grant Program

\$97M Investment in Department of Mental Health



Developmental Services

- HWM recommends \$1.93B for Community Residential supports



- \$211M for Community Day and Employment, \$8.5M above FY18 GAA
- \$65M for Family Respite Services, \$1.5M above FY18 GAA
- \$5M for the Children's Autism Waiver, \$500K above FY18 GAA

Criminal Justice

- Targeted investments build on proven, effective programs
- Funding for new programs complements criminal justice reform legislation

Front-End

- Specialty Court Expansion
 - \$2.5M
- Trial Court Administration:
 - \$800K
 - Alternative Dispute Resolution
 - Race and Bias Initiative
- Diversion Programs
 - DMH: \$3M
 - Substance Use: \$5M

Back-End

- Community Based Re-Entry Programs
 - \$3M
- Re-Entry Programs at DOC
 - \$500K
- Job Training for Ex-Prisoners
 - \$500K

Criminal Justice

\$20M

Massachusetts Legal
Assistance
Corporation

Rate Increase

- CPCS Public Defenders
- CPCS Private Counsel

\$1.76M

Prisoners' Legal
Services

Salary Increase

- Assistant District Attorneys

\$1.5M

Mental Health Legal
Advisors Committee

Department of Transitional Assistance

House budget includes \$31M over GAA to meet TAFDC caseload increase



Highlights

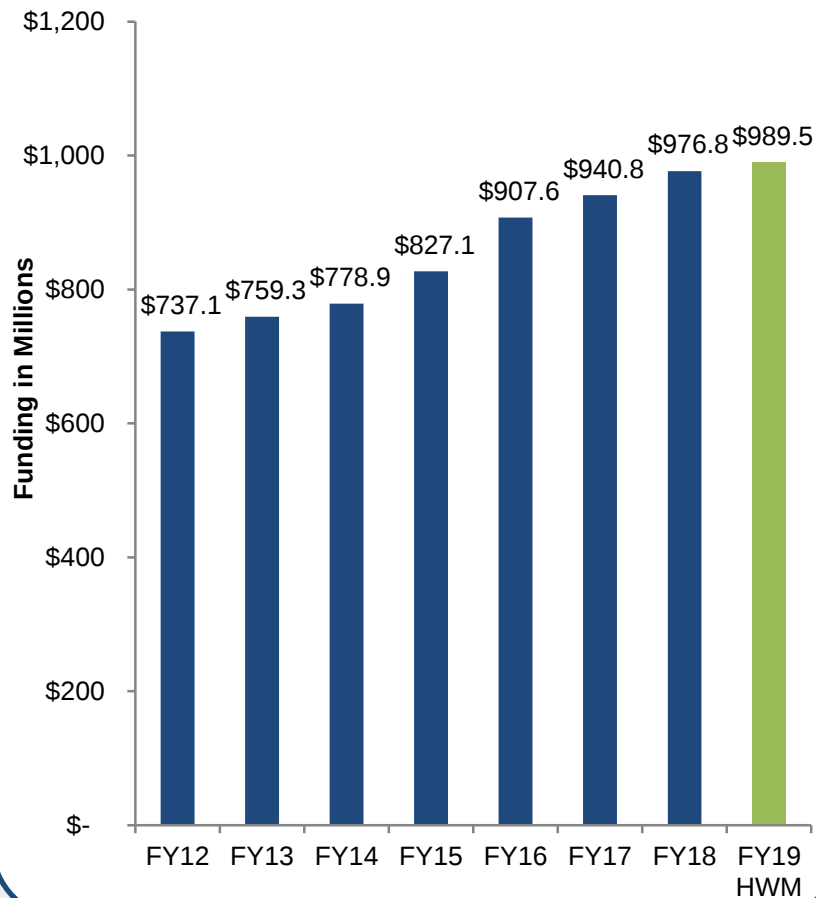
Healthy Incentives
Program: \$3.5M

Removal of “Homeless
Penalty” in EAEDC

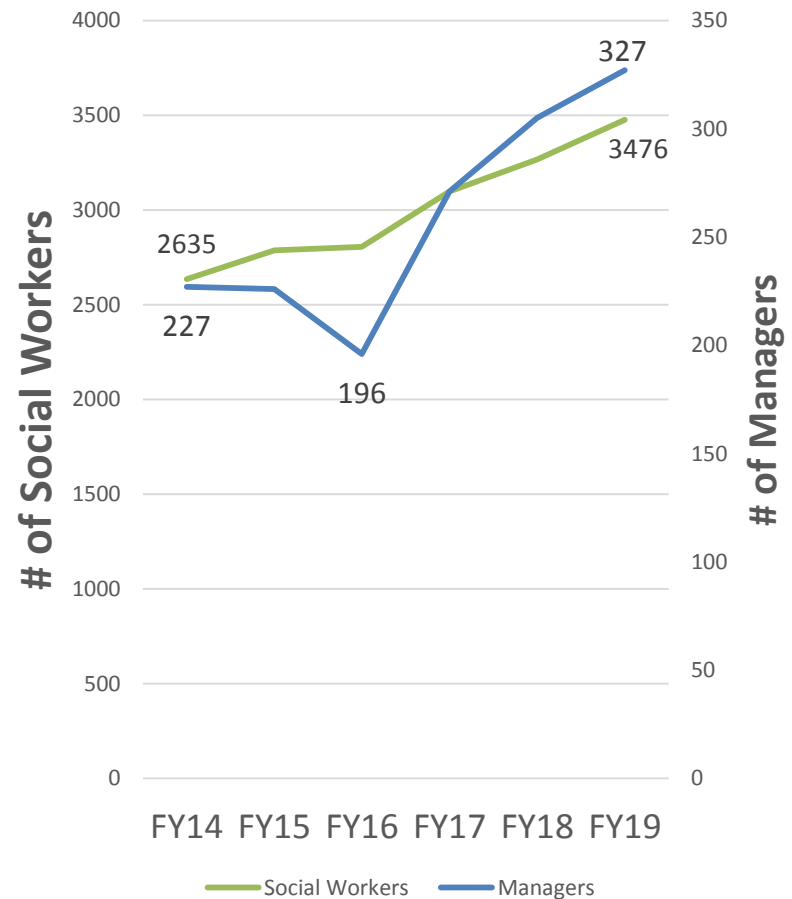
Maintains \$300 clothing
allowance

Department of Children and Families

House invests \$12.7M to meet increased caseload at DCF



Staffing levels have increased, resulting in lower caseload ratios



Environment

Account	Description	HWM	% over GAA
State Parks and Recreation	DCR parks, reservations, campgrounds, beaches, pools, rinks, and natural resources.	\$40,000,000	8%
Department of Environmental Protection Admin	Funds environmental planning, monitoring, permitting, compliance, inspections, and technical assistance.	\$29,000,000	17%
Division of Ecological Restoration	Improves ecosystems for the benefit of all MA residents.	\$855,156	36%
Watershed Management	Protects the drinking water supply for 2.5M MA residents.	\$1,100,000	14%
Climate Change	Protect and prepare for the effects of climate change.	\$2,200,000	1363%

Outside Sections

State Police

- **Special Audit Unit:** Internal to the department of state police, but directed by the Inspector General.
- **Special Legislative Commission:** to review the hiring and promotion policies and practices of the state police.
- **Collins Center for Public Management at UMass Boston:** Review and make recommendations on the overall management structure.

Office of Health Equity

- **Purpose:** To eliminate racial and ethnic health and health care disparities in the Commonwealth.

Earned Income Tax Credit

- Increases the Earned Income Tax Credit (EITC) from 23% to 30% of the federal tax credit.

Early Education and Care Workforce Council

- Recommends improvements to professional development and higher education opportunities.