

Representative Patricia A. Lundstrom
Chairwoman

Representative Paul C. Bandy
Representative Randal S. Crowder
Representative George Dodge, Jr.
Representative Jimmie C. Hall
Representative Larry A. Larrañaga
Representative Nick L. Salazar
Representative Jim R. Trujillo

State of New Mexico
**LEGISLATIVE FINANCE
COMMITTEE**



David Abbey
Director

325 Don Gaspar, Suite 101 • Santa Fe, NM 87501
Phone (505) 986-4550 • Fax: (505) 986-4545

Senator John Arthur Smith
Vice-Chairman

Senator William F. Burt
Senator George K. Munoz
Senator Steven P. Neville
Senator Pete Campos
Senator Carlos. R Cisneros
Senator Carroll H. Leavell
Senator Howie C. Morales

January 14, 2019

Contact: David Abbey, 986-4550

LFC Recommends \$7 Billion Budget

Editors: Volumes I, II and III of the LFC budget recommendation are posted on the committee's website, nmlegis.gov/Entity/LFC/Default, on the home page and under Session Publications.

The Legislative Finance Committee today released a budget recommendation for the 2019-2020 fiscal year that calls for spending \$7 billion from the state's general fund, a 10.6 percent increase from FY19 spending levels.

"The LFC recommendation takes advantage of a rare opportunity to substantially invest in critical services. This proposal focuses on the court-ordered mandate to fix our public schools, but it also addresses pent-up demand in agencies, compensation for state employees, additional need in early childhood services, gaps in the justice system, and maintenance of the healthcare system for the poor," LFC Chairwoman Rep. Patty Lundstrom, D-Gallup, said. "Just as importantly, after two crippling financial downturns in a decade, it sets aside substantial reserve funds to ensure we are prepared for the next fiscal crisis."

General fund revenue for FY20 is estimated at \$7.43 billion, a 2 percent decline from the total projected to come in this year. However, the amount of "new money" available for expanded spending in FY20 – the amount of recurring revenue expected next year over the amount of planned spending for this year – is \$1.1 billion, a 17 percent increase over FY19.

The extraordinary amount of new money available in FY20 is mostly the result of an oil industry boom that also means New Mexico is expected to have a windfall of \$2.5 billion in one-time cash at the end of FY19 after a windfall of \$1.2 billion from FY18.

The committee recommends about \$1.46 billion, an amount equal to 21 percent of planned spending, be left in reserves in case of a future downturn but also recommends a similar amount in FY20 new money and prior-year surpluses be used for road projects, capital outlay projects usually covered with severance tax bond proceeds, and restoration of special use funds swept into the general fund during the recent economic downturn.

"A bust in the oil industry isn't the only threat to the revenue forecast. Many economists are expecting another recession within the next two years, and the state has \$320 million in pending tax protests. While the new money is nice, we need to be cautious. It is irresponsible to up ongoing spending to unsustainable levels and unfair to the programs that will have to be cut back when revenue slows or drops because of an inevitable decline in oil prices or some other reason," said Vice Chairman Sen. John Arthur Smith, D-Deming.

The recommendation calls for a \$673 million increase in ongoing spending in FY20, with more than 60 percent of that aimed at public schools to address court-ordered reforms.

The additional \$416.6 million for schools, a 14.9 percent increase over current year funding, includes \$113.2 million to increase funding for the education of students at risk of failure because of low income, limited English proficiency, and transience; almost \$120 million to expand the K-3 Plus extended school year program to fourth and fifth grade and to more schools; and more than \$60 million for after-school enrichment programs and additional school-year days.

-more-

2-2-2-2
LFC Budget Recommendation

In addition, it includes funding to raise the minimum salary for level one teachers from \$36,000 to \$40,000, for level two teachers from \$44,000 to \$50,000, and for level three teachers from \$54,000 to \$60,000, and to set a minimum base of \$60,000 for principals' salaries, which are multiplied by factors that depend on the grade levels in the school.

In addition to the increases in minimum pay for teachers and principals, the committee proposes spending \$161 million for a 4 percent across-the-board increase for all public school, higher education, and state employees and additional amounts to provide a 5.5 percent increase to teachers, 7.5 percent increase to principals, and 6 percent increase to judges. School employees would see additional increases through extended school year and extended school day plans, that would increase the hours in their contracts.

In early childhood services, the committee recommends a \$2 million increase for home visits to new families by paraprofessionals who help the families access supports and help the parents develop strong parenting skills, a \$4.5 million increase for early prekindergarten for 3-year-olds, a \$20 million increase for prekindergarten for 4-year-olds, and \$3 million for a new effort to build a high-quality early childhood workforce. In total, the FY20 recommendation for early childhood programs is \$437 million, an increase of \$123 million over this year.

While the committee's recommendation for ongoing spending for higher education is a more modest 2.6 percent increase, the plan includes one-time spending of \$50 million for college affordability endowment, \$25 million for an endowment for the state's colleges, and \$25 million for a teacher student-loan repayment program.

The Human Services Department would receive a 4.1 percent increase in general fund revenue under the committee plan, almost all of which would go to the Medicaid program, and the Health Department would receive a 6.2 percent increase from the general fund, including funding to raise salaries for psychiatric technicians by 11.5 percent. New spending recommended for the two agencies is focused on behavioral health services in jails and prisons to reduce recidivism, substance abuse treatment, in-home and community-based services for those with developmental disabilities, food banks, and efforts to leverage more federal funding.

The committee recommends a 3.6 percent increase for judiciary agencies – the courts, district attorneys, and public defender – that includes a 4 percent increase for the Public Defender Department and a 4.5 percent increase for the district attorney's office in Bernalillo County. The overall recommendation for public safety agencies reflects a 2.8 percent increase.

Under the committee's spending plan, the Economic Development Department would receive an additional \$2 million from the general fund, an 18.8 percent general fund increase for the small agency. That amount includes \$1 million for the Job Training Incentive Program and \$250,000 for the Local Economic Assistance and Development Support Program.

The 60-day legislative session starts Jan. 15.

Recommendations and Highlights

A surge in FY20 “new money,” \$1.1 billion in additional revenue over FY19 appropriations, will help bolster state agency budgets, replace revenue in funds drained during the fiscal downturn, and boost reserves. The increased new money also illustrates the volatility of the state’s energy-reliant economy, which has faced two serious downturns in the last decade.

New Mexico has seen similar economic upturns in previous years. In FY05, the state saw a similar growth rate as a result of spiking energy revenues and an outlook of modest growth. Recurring budgets incorporated a significant portion of this two-year spike in revenues, with general fund appropriation increases averaging 9 percent in both FY08 and FY09. However in FY10, revenues fell 11 percent, forcing agency budgets to sustain serious cuts. This pattern recurred just a few years later, with three rounds of budget cuts needed to keep the state in the black between FY17 and FY18.

In addition to the risk posed by a downturn in oil production, the revenue forecast is threatened by a possible recession within the next two years and \$320 million of potential tax protest liabilities. Learning from the past and incorporating known risks, the committee’s recommendation emphasizes higher reserve levels while prioritizing needs across agencies, including court-ordered education reforms, early childhood services, and growth in Medicaid.

Budget Development and Priorities

Budget Development

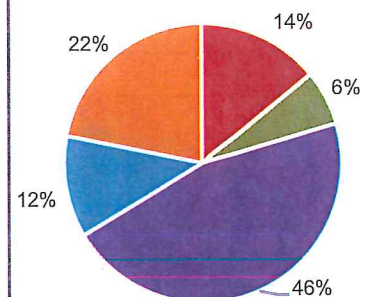
In December, the Consensus Revenue Estimating Group updated the revenue estimates. FY18 year-end revenues increased by \$931 million, bringing general fund reserves to 19.5 percent. The revised estimates for FY19 represent growth of \$773.5 million with FY20 revenue estimated at \$7.43 billion. New money available for FY20 is \$1.1 billion, a 17 percent increase compared with FY19.

The new money allows a continued focus on boosting reserves, set as almost 21 percent of recurring appropriations in the LFC recommendation, to smooth future revenue swings while focusing on prioritized issues. Total recurring appropriations increased 4 percent, not including significant allocations to public schools, the Human Services Department, and the Children, Youth and Families Department. Additionally, \$300 million is set aside for tax stabilization as part of tax reform.

Priorities

LFC’s budget recommendation for FY20 is balanced and structured to avoid unsustainable high expenditure growth rates. In addition, the recommendation replaces moneys swept out of earmarked funds into the general fund and replenishes funds that were relied upon heavily during the economic downturn.

FY20 Recurring General Fund Appropriation Recommendation: \$7 billion



- Medicaid: \$989.8 million
- Public Safety: \$443.5 million
- Public Schools: \$3,217.8 million
- Higher Education: \$824.5 million
- Other: \$1,527.5 million

Source: LFC files



Recommendations and Highlights

Agency priorities include public education, early childhood investment, public health, workforce development, public safety, protection of vulnerable citizens, and increased economic growth, and improving transportation infrastructure. Lastly, the recommendation includes a reserve of at least 20 percent to protect core agency functions from risks and volatile energy revenues.

Recommendation

Agencies requested \$6.92 billion from the general fund; the LFC recommendation is \$7 billion, up \$673 million, or 10.6 percent, from FY19 spending levels.

Early Childhood

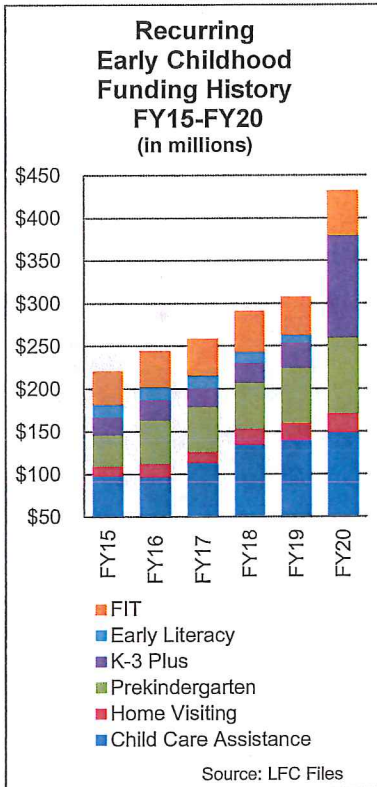
The committee recommendation for additional general fund revenues for early childhood care and education services includes \$2 million for home-visiting services to new families, \$3 million for workforce development, \$4.5 million for early prekindergarten and \$10 million for prekindergarten in the Children, Youth and Families Department (CYFD), \$10 million for prekindergarten in the Public Education Department, and \$89.7 million for K-5 Plus. The recommendation also increases the federal Temporary Assistance for Needy Families (TANF) block grant transfers from the Human Services Department to CYFD for childcare assistance by \$3 million. In total, the FY20 recommendation for early childhood programs is \$437 million, an increase of \$123.8 million above the FY19 operating budget.

Education

Educating New Mexico's children and workforce remains a priority for the committee, especially in the wake of a court ruling around sufficient funding, resulting in an increase in funding to public schools. The recommendation also continues performance-based funding for New Mexico's colleges and universities and focuses on college-affordability and lottery scholarship access.

Public Education. In light of a preliminary court ruling claiming the state insufficiently funded public education, the committee's recommendation substantially increases funding for public school support and related education appropriations. For FY20, the general fund recommendation for public education totals \$3.22 billion, a \$416.6 million, or 14.9 percent, increase from FY19 levels. Contingent on enactment of legislation, the committee recommendation for program cost includes \$113.2 million to increase the at-risk index, \$89.7 million to provide K-5 Plus programs, \$62.5 million to help schools extend the school year by 10 days and provide afterschool programs, \$34.8 million to raise teacher and principal minimum salary levels, and \$12.5 million to provide instructional materials through the funding formula. The committee recommendation also provides \$104.3 million to make targeted base pay increases for teachers, principals, and other school personnel in the program cost.

Other adjustments to the committee's program cost recommendation would require legislation that defines a school-age child, eliminates the small school bonus for small schools in large districts, and provides additional formula funding for rural schools. Altogether, the committee recommendation for the state equalization guarantee distribution (SEG) of formula funds totals \$3.05 billion, a \$466.1 million, or 18 percent, increase from FY19 funding levels.



Recommendations and Highlights

The committee general fund recommendation for categorical programs totals \$96.7 million, a \$20 million, or 17.1 percent, decrease from FY19, primarily due to the transfer of instructional material funding to the SEG. However, the committee recommendation includes \$22.5 million from the public school capital outlay fund to augment the transportation distribution and \$2 million from Indian education fund balances to help the Public Education Department (PED) meet requirements of the Indian Education Act. After considering other state funds, the committee recommendation for categorical programs totals \$121.2 million, a \$3.2 million, or 2.5 percent, decrease from FY19 funding levels.

The committee general fund recommendation for PED special appropriations totals \$58.1 million, a \$32.8 million, or 36.1 percent, decrease from FY19 funding levels, due to the transfer of K-3 Plus funding to the SEG and reprioritization of appropriations with limited evidence or support to justify continuation. The committee's general fund recommendation also includes \$14.5 million for PED's operating budget, a \$3.3 million, or 28.9 percent, increase from FY19 to increase the department's oversight capacity.

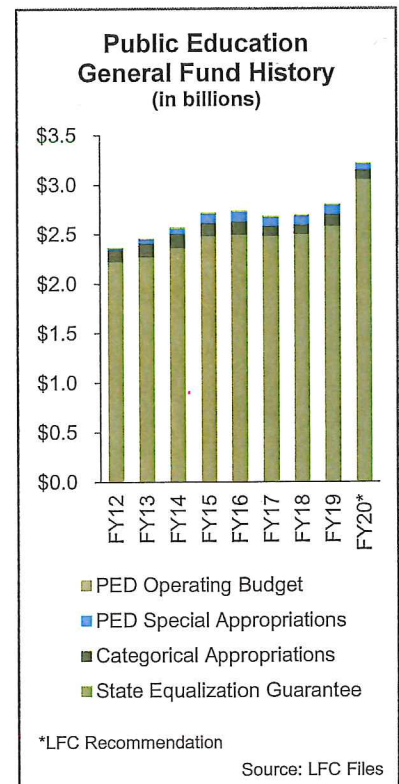
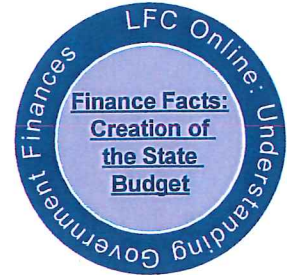
Higher Education. LFC recommendation for higher education is \$824.5 million of general fund revenues, an increase of \$21 million or 2.6 percent, over FY19. The recommendation includes an 6.7 percent increase to HED's budget, \$36.8 million, for sufficient funding to fully staff the department, which had a 28 percent vacancy rate last year, and \$2 million additional funding for adult education programs. The LFC recommendation for the instruction and general purposes funding formula includes 5.5 percent of appropriations for performance funding (2.5 percent in new money and a base redistribution equal to 3.5 percent of the FY19 appropriation) and increases the incentive for awarding credentials to at-risk students to 17.8 percent from 13.5 percent.

LFC recommends several nonrecurring appropriations to benefit higher education including \$50 million for the college affordability endowment fund, \$25 million for the higher education endowment fund, and \$25 million for the teacher loan repayment program.

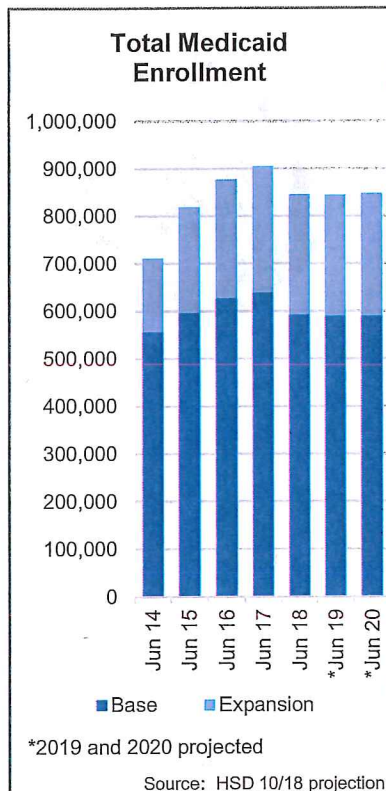
Human Services

The LFC recommendation for the Human Services Department is \$7.1 billion from all revenue sources, a \$189.8 million, or 2.8 percent, increase over the FY19 operating budget, and includes an additional \$43.1 million from the general fund, an increase of 4.1 percent. Most of the increase from the general fund, \$40 million, is for the Medicaid program. In its FY20 request, the department carried forward \$8.1 million from the general fund for a projected FY19 shortfall in the Medicaid program. LFC recommends a FY19 supplemental appropriation of \$4 million contingent on certification of need by the Board of Finance.

HSD reported the overall Medicaid and Children's Health Insurance Program enrollment peaked in early 2017 at 916,767, and dropped to 829,421 by October 2018. Medicaid's declining enrollment reflects improving economic conditions, higher incomes, and less unemployment. In its updated projection, HSD reduced its requested FY20 general fund increase for enrollment from \$15.6 million to \$12.5 million. LFC recommends an additional \$3 million from the general fund for projected FY20 enrollment growth of 0.2 percent.



Recommendations and Highlights



LFC recommends \$500 thousand to provide Medicaid and behavioral health services for eligible clients in jails and prisons in an effort to reduce recidivism, \$300 thousand to help adult residential treatment centers achieve accreditation so they are eligible for Medicaid funding, \$100 thousand for the Linkages housing program for people who are homeless because of behavioral health issues, and \$375 thousand for statewide food banks.

LFC recommends \$402 thousand from the general fund to maintain minimum state Supplemental Nutrition Assistance Program benefits for elderly or disabled people. LFC also recommends an additional \$500 thousand from the general fund to bring Medicaid rates for federally qualified health centers to the same level as other providers, and \$200 thousand to expand graduate medical education positions and residencies, particularly in rural settings. LFC recommends an additional \$3 million in federal Temporary Assistance for Needy Families (TANF) funds for transfer to the Children, Youth and Families Department for childcare programs.

Health

The \$311.1 million general fund recommendation for the Department of Health (DOH) is a 6.2 percent increase over the FY19 operating budget. Concentrated on improving services for people with developmental disabilities, increased funding would allow the department to remove about 308 people from the waiting list for home- and community-based developmental disability services covered under a Medicaid waiver, offset average cost increases for providing these services, and adjust rates for developmental disability Medicaid waiver and Family, Infant, Toddler Program providers. The recommendation also includes an allocation to increase psychiatric technician salaries by an average of 11.5 percent. The total recommendation is \$560.6 million, a \$17.5 million, or 3.2 percent, increase over the FY19 operating budget.

Judiciary

LFC recommends \$176.9 million for all judicial entities in New Mexico. The recommendation represents \$6.2 million, or 3.6 percent, more general fund revenue than the FY19 operating budget. The recommended increase funds operational costs, increases in risk rates, and a funding for vacant positions. The committee recommendation includes an additional \$2.3 million to the Administrative Office of the Courts (AOC) to fund magistrate court leases, reduce magistrate court vacancies, create a statewide release-on-recognizance program, and reduce the use of automation fund balances. For the Metropolitan and district courts, the recommendation includes an additional \$2.6 million in general fund, meeting the *Unified Budget Request*.

The general fund recommendation for the district attorneys is up 4 percent from the FY19 operating budget, including a 4.5 percent increase for the 2nd Judicial District Attorney in Bernalillo County.

LFC recommends a 4 percent increase from the general fund for the Public Defender Department from the FY19 operating budget.

Public Safety

The committee recommends a total \$506.6 million in total revenue for the Corrections Department and the Department of Public Safety (DPS), \$13.7 million, or 2.8 percent, more than the FY19 operating budget, almost solely

Recommendations and Highlights

the result of increased general fund revenues. The \$319.1 million general fund recommendation for the Corrections Department is a \$13.7 million, or 5 percent, increase over the FY19 operating budget, including \$6.1 million for correctional officer overtime and to fully fund salaries and benefits throughout the department, \$5 million for highest-rated evidence-based programming for inmates and offenders at halfway houses and for additional transitional living beds, and \$2.4 million for increased food costs, maintenance agreements, and medical contract cost-living adjustments. Land grant permanent fund revenues to the Corrections Department remain flat with the FY19 operating budget level; however, additional revenues from land sales realized in FY19 are recommended to pay past-due radio communications fees to the Department of Information Technology and to cover shortfalls at prisons. The Department of Public Safety general fund recommendation is flat compared with the FY19 operating budget.

Economic Development

The committee recommends a general fund increase of \$2 million, or 18.8 percent, for the Economic Development Department (EDD), including \$1 million for the Job Training Incentive Program, \$250 thousand for the Local Economic Assistance and Development Support Program, \$388 thousand for personnel, and \$400 thousand for the New Mexico Partnership. The overall recommendation to EDD is \$12.9 million, an increase of 15.5 percent from the FY19 operating budget.

Compensation

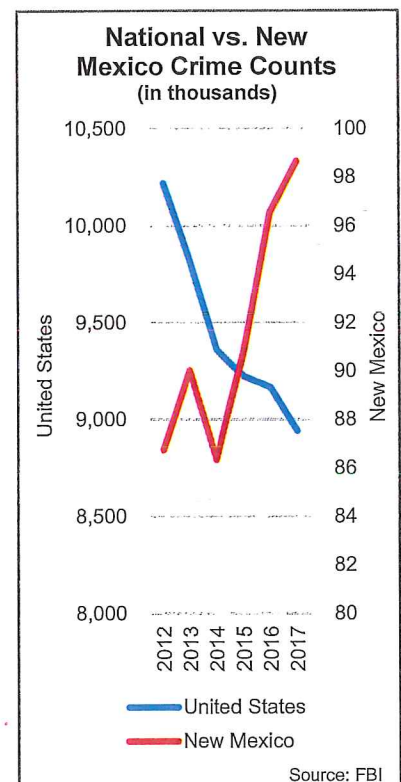
In December 2017, the State Personnel Office estimated the state's pay structure was 9 percent behind the broader labor market. For FY19, the Legislature appropriated \$90 million to provide an average 2 percent salary increase to all employees and 2.5 percent for teachers. In addition, hard-to-recruit positions, especially those in public safety, have been targeted for additional increases.

The FY20 recommendation includes \$161.2 million from the general fund for a 4 percent across the board salary increase for all state and public and higher education employees. The recommendation also includes additional amounts to bring the total increase for teachers to 5.5 percent, 7.5 percent for principals, and 6 percent for judges. In addition to educator compensation, included in the public school support recommendation are recommendations to increase minimum salaries and expand K-5 Plus and other extended learning time programs. These increases also affect compensation and are contingent on passage of funding formula reform legislation.

Pensions. Despite pension reform efforts in 2013, New Mexico's two pension systems, the Public Employees Retirement Association (PERA) and Educational Retirement Board (ERB), remain significantly underfunded. Both PERA and ERB presented reform proposals to the Legislature and the LFC recommendation includes \$27.2 million from the general fund for a 1 percent employer increase to the funds. Additional pension contributions are contingent on passage of legislation balancing increased revenues with controlling expenditures.

Deficiency, Special, and Supplemental Appropriations

The LFC recommendations for special, supplemental, and deficiency appropriations total \$140.6 million, of which \$112 million is from the general



Recommendations and Highlights

FY20 Compensation Cost (in thousands)		
Branch	General Fund Share	General Fund Cost*
Legislative	100%	\$ 471
Judicial**	95%	\$ 9,094
Executive	48%	\$ 21,611
Higher Education	53%	\$ 23,283
Public Education**	87%	\$ 106,797

*Cost for an across the board 4 percent increase for all filled positions.

**Includes additional 2 percent for judges, 1.5 percent for teachers, and 3.5 percent for principals.

Source: LFC Files

fund. These appropriations include \$29 million in special appropriations for the Public Education Department's instructional materials fund and \$5 million in deficiency appropriations to the New Mexico State Fair to cover obligations to the General Services Department.

Criteria used in building the LFC recommendation for special, supplemental, and deficiency appropriations included prioritizing the use of federal funds or other state funds where appropriate, consolidating multiple small requests serving the same purpose into unified recommendations, determining whether requested amounts would help improve performance, and determining whether projected costs were reasonable.

Fund Transfers. The LFC recommendation for fund transfers to backfill special purpose funds, whose funds were swept into the general fund to cover shortfalls, totals \$370 million from the general fund, including \$240 million to be transferred in FY19 and \$130 million in FY20. LFC recommended transfers include \$125 million to the tobacco settlement permanent fund; \$50 million to a new fund at the Public Education Department for compliance with the *Yazzie-Martinez* case; and \$50 million to the Higher Education Department for the college affordability endowment fund in FY19.

Special Transportation Appropriations. The LFC recommendation for special transportation appropriations totals \$401 million from the general fund in FY19 and FY20 for local and state road projects. The recommendation includes \$250 million for major investment projects to be specified by legislators, with priority given to projects with available matching funds. Department of Transportation provided suggestions for project selection based on district needs crucial for economic development, system maintenance, and safety improvement. The focus of these projects is moving goods more efficiently to grow the economy. Other appropriations include \$98 million to the state fund for projects already on the statewide transportation improvement program list and \$53 million to the local government road fund to be distributed according to statute.

Capital Outlay and Infrastructure

Priority capital outlay requests from state agencies, higher education institutions, and local entities totaled \$1.9 billion. Despite booming oil and gas revenues, requests still far outpace estimated severance tax bonding (STB) capacity. However, with unprecedented levels of nonrecurring general fund revenues from the energy industry, capital projects could be funded without issuing STBs and incurring interest expenses over 10 years. Rather than being used for debt service, the severance tax revenue could be transferred into the severance tax permanent fund over a 10-year period, increasing the size of the permanent fund and thereby increasing earnings and transfers to the general fund in future years.

The LFC framework of capital outlay projects for consideration by the full Legislature totals about \$373 million, including \$303 million from nonrecurring general fund revenues and \$70 million from other state funds, with nearly \$43 million for higher education institutions. Major projects in the framework include \$32.9 million to replace school buses statewide to comply with the statutory 12-year replacement requirement, \$29.3 million to complete renovations of CYFD's



Recommendations and Highlights

child wellness center in Albuquerque, \$27 million for DPS's evidence center and crime lab in Santa Fe, \$27.5 million for correctional facilities, \$21.8 million for DOH facilities, and \$9 million for state-owned museums and historic sites.

Over \$1.2 billion requested by eligible local entities reflects only the top five priorities listed in infrastructure capital improvement plans. The most critical needs requested by local entities are projects for water, transportation, quality of life (libraries, parks, senior centers, community and cultural centers, etc.), environment (utilities, landfills, clean energy, solid waste, etc.), and public safety. The priorities run in the hundreds of millions of dollars, placing the legislature in the position of funding only a small portion of the amount needed to complete even a phase of a project and resulting in increased strain on the administrative resources of local governments. The LFC framework reserves \$300 million for policymakers to address these requests.

Transportation. The Department of Transportation (NMDOT), mainly funded with state road fund (SRF) revenues for highway maintenance and federal funds for road construction and debt service, projected state road fund revenue growth of 5 percent and flat federal funds. The LFC recommendation provided \$1.1 million less than the request for personnel to reflect the department's 20 percent vacancy rate, an increase of 6 percent since FY17. The LFC recommendation redirected this vacancy savings to support road construction and maintenance activities.

Information Technology. The LFC recommendation for IT funding totals \$42.9 million for 22 projects. Funding sources include \$25.5 million from the general fund, \$1.1 million in other state funds, and \$16.3 million in federal funds. The recommendation includes \$1.3 million general fund for HSD to continue the replacement of its Medicaid management information system, and \$5.5 million to CYFD to continue planning the modernization of its child welfare information system. The recommendation prioritizes ongoing projects and well-prepared and well-managed system requests that demonstrate strong positive returns on investment for each agency and New Mexico. Projects determined to be noncritical or badly prepared or that reasonably could be delayed were not recommended.



GENERAL FUND AGENCY RECOMMENDATION SUMMARY

TABLE 1

Business Unit	Description	FY19 Operating Budget	FY20 Agency Request	FY20 Recomm.	\$ Over FY19 Oper.	Percent Change
Legislative						
111	LEGISLATIVE COUNCIL SERVICE	5,816.2	5,932.6	5,990.7	174.5	3.0%
112	LEGISLATIVE FINANCE COMMITTEE	4,243.1	4,328.0	4,370.4	127.3	3.0%
114	SENATE CHIEF CLERK	1,158.3	1,182.0	1,193.0	34.7	3.0%
115	HOUSE CHIEF CLERK	1,111.4	2,016.1	1,144.7	33.3	3.0%
117	LEGISLATIVE EDUCATION STUDY COMMITTEE	1,332.2	1,371.1	1,372.2	40.0	3.0%
119	LEGISLATIVE BUILDING SERVICES	4,154.6	4,227.6	4,279.2	124.6	3.0%
131	LEGISLATURE	1,707.2	1,735.7	1,735.7	28.5	1.7%
Total Legislative		19,523.0	20,793.1	20,085.9	562.9	2.9%
Judicial						
208	NEW MEXICO COMPILATION COMMISSION	0.0	552.0	552.0	552.0	0.0%
210	JUDICIAL STANDARDS COMMISSION	849.5	957.9	869.5	20.0	2.4%
215	COURT OF APPEALS	6,143.1	6,368.6	6,338.6	195.5	3.2%
216	SUPREME COURT	6,162.5	6,172.6	6,172.6	10.1	0.2%
218	ADMINISTRATIVE OFFICE OF THE COURTS	55,138.3	60,124.0	36,240.8	-18,897.5	-34.3%
231	FIRST JUDICIAL DISTRICT COURT	7,354.8	7,413.6	9,757.3	2,402.5	32.7%
232	SECOND JUDICIAL DISTRICT COURT	23,865.0	24,570.4	24,570.4	705.4	3.0%
233	THIRD JUDICIAL DISTRICT COURT	6,845.5	7,107.8	9,474.2	2,628.7	38.4%
234	FOURTH JUDICIAL DISTRICT COURT	2,443.1	2,611.1	3,726.3	1,283.2	52.5%
235	FIFTH JUDICIAL DISTRICT COURT	6,885.5	7,251.2	9,921.1	3,035.6	44.1%
236	SIXTH JUDICIAL DISTRICT COURT	3,364.5	3,466.3	5,110.2	1,745.7	51.9%
237	SEVENTH JUDICIAL DISTRICT COURT	2,450.0	2,535.5	3,873.5	1,423.5	58.1%
238	EIGHTH JUDICIAL DISTRICT COURT	3,132.5	3,220.8	4,432.3	1,299.8	41.5%
239	NINTH JUDICIAL DISTRICT COURT	3,549.6	3,695.5	4,718.3	1,168.7	32.9%
240	TENTH JUDICIAL DISTRICT COURT	979.2	989.8	1,706.2	727.0	74.2%
241	ELEVENTH JUDICIAL DISTRICT COURT	6,680.1	6,907.0	9,894.0	3,213.9	48.1%
242	TWELFTH JUDICIAL DISTRICT COURT	3,542.3	3,689.6	4,901.1	1,358.8	38.4%
243	THIRTEENTH JUDICIAL DISTRICT COURT	7,465.8	7,694.5	10,219.7	2,753.9	36.9%
244	BERNALILLO COUNTY METROPOLITAN COURT	23,925.5	24,421.2	24,421.2	495.7	2.1%
251	FIRST JUDICIAL DISTRICT ATTORNEY	5,802.6	5,971.4	5,971.4	168.8	2.9%
252	SECOND JUDICIAL DISTRICT ATTORNEY	22,301.9	24,296.9	23,311.9	1,010.0	4.5%
253	THIRD JUDICIAL DISTRICT ATTORNEY	5,074.3	5,461.0	5,264.8	190.5	3.8%
254	FOURTH JUDICIAL DISTRICT ATTORNEY	3,395.0	3,585.0	3,517.0	122.0	3.6%
255	FIFTH JUDICIAL DISTRICT ATTORNEY	5,379.7	6,057.6	5,610.2	230.5	4.3%
256	SIXTH JUDICIAL DISTRICT ATTORNEY	3,097.5	3,185.4	3,185.4	87.9	2.8%
257	SEVENTH JUDICIAL DISTRICT ATTORNEY	2,679.4	2,768.7	2,768.7	89.3	3.3%
258	EIGHTH JUDICIAL DISTRICT ATTORNEY	2,923.9	3,080.5	3,066.8	142.9	4.9%
259	NINTH JUDICIAL DISTRICT ATTORNEY	3,291.2	3,467.5	3,392.1	100.9	3.1%
260	TENTH JUDICIAL DISTRICT ATTORNEY	1,362.0	1,483.7	1,423.9	61.9	4.5%
261	ELEVENTH JUDICIAL DISTRICT ATTORNEY, DIVISION I	4,258.7	4,907.7	4,404.9	146.2	3.4%
262	TWELFTH JUDICIAL DISTRICT ATTORNEY	3,284.4	5,341.8	3,401.2	116.8	3.6%
263	THIRTEENTH JUDICIAL DISTRICT ATTORNEY	5,403.1	9,630.2	5,648.1	245.0	4.5%
264	ADMINISTRATIVE OFFICE OF THE DISTRICT ATTORNEYS	2,325.5	3,251.3	2,419.5	94.0	4.0%
265	ELEVENTH JUDICIAL DISTRICT ATTORNEY, DIVISION II	2,480.6	3,281.7	2,580.6	100.0	4.0%
280	LAW OFFICES OF THE PUBLIC DEFENDER	52,129.7	62,469.2	54,238.5	2,108.8	4.0%
Total Judicial		295,966.3	327,989.0	307,104.3	11,138.0	3.8%
General Control						
305	ATTORNEY GENERAL	13,323.0	17,782.8	14,255.3	932.3	7.0%

GENERAL FUND AGENCY RECOMMENDATION SUMMARY

TABLE 1

Business Unit	Description	FY19 Operating Budget	FY20 Agency Request	FY20 Recomm.	\$ Over FY19 Oper.	Percent Change
308	STATE AUDITOR	2,724.2	3,333.4	3,131.6	407.4	15.0%
333	TAXATION AND REVENUE DEPARTMENT	53,732.2	55,093.2	61,129.0	7,396.8	13.8%
337	STATE INVESTMENT COUNCIL	0.0	0.0	0.0	0.0	0.0%
340	ADMINISTRATIVE HEARINGS OFFICE	1,525.3	1,748.1	1,607.3	82.0	5.4%
341	DEPARTMENT OF FINANCE AND ADMINISTRATION	19,385.1	22,604.7	20,229.2	844.1	4.4%
342	PUBLIC SCHOOL INSURANCE AUTHORITY	0.0	0.0	0.0	0.0	0.0%
343	RETIREE HEALTH CARE AUTHORITY	0.0	0.0	0.0	0.0	0.0%
350	GENERAL SERVICES DEPARTMENT	13,667.7	15,869.9	14,473.3	805.6	5.9%
352	EDUCATIONAL RETIREMENT BOARD	0.0	0.0	0.0	0.0	0.0%
354	NEW MEXICO SENTENCING COMMISSION	499.6	650.0	549.6	50.0	10.0%
356	GOVERNOR	3,263.0	3,263.0	3,263.0	0.0	0.0%
360	LIEUTENANT GOVERNOR	513.5	513.5	513.5	0.0	0.0%
361	DEPARTMENT OF INFORMATION TECHNOLOGY	853.2	853.2	853.2	0.0	0.0%
366	PUBLIC EMPLOYEES RETIREMENT ASSOCIATION	90.7	77.0	77.0	-13.7	-15.1%
369	STATE COMMISSION OF PUBLIC RECORDS	2,463.8	2,910.2	2,513.1	49.3	2.0%
370	SECRETARY OF STATE	8,536.6	10,360.9	9,070.7	534.1	6.3%
378	PERSONNEL BOARD	3,736.0	3,949.2	3,766.6	30.6	0.8%
379	PUBLIC EMPLOYEE LABOR RELATIONS BOARD	232.0	236.2	236.2	4.2	1.8%
394	STATE TREASURER	3,476.3	7,023.6	3,563.9	87.6	2.5%
Total General Control		128,022.2	146,268.9	139,232.5	11,210.3	8.8%
Commerce and Industry						
404	BOARD OF EXAMINERS FOR ARCHITECTS	0.0	0.0	0.0	0.0	0.0%
417	BORDER AUTHORITY	304.5	327.5	320.9	16.4	5.4%
418	TOURISM DEPARTMENT	13,654.1	17,324.7	14,652.8	998.7	7.3%
419	ECONOMIC DEVELOPMENT DEPARTMENT	10,869.0	15,576.8	12,909.5	2,040.5	18.8%
420	REGULATION AND LICENSING DEPARTMENT	12,438.5	13,202.8	13,049.5	611.0	4.9%
430	PUBLIC REGULATION COMMISSION	7,361.6	8,985.4	7,800.3	438.7	6.0%
440	OFFICE OF THE SUPERINTENDENT OF INSURANCE	0.0	0.0	0.0	0.0	0.0%
446	MEDICAL BOARD	0.0	0.0	0.0	0.0	0.0%
449	BOARD OF NURSING	0.0	0.0	0.0	0.0	0.0%
460	NEW MEXICO STATE FAIR	0.0	0.0	150.0	150.0	0.0%
464	STATE BOARD OF LICENSURE FOR ENGINEERS & LAND SU	0.0	0.0	0.0	0.0	0.0%
465	GAMING CONTROL BOARD	5,202.0	6,060.7	5,411.5	209.5	4.0%
469	STATE RACING COMMISSION	2,001.7	3,213.8	2,352.7	351.0	17.5%
479	BOARD OF VETERINARY MEDICINE	0.0	0.0	0.0	0.0	0.0%
490	CUMBRES AND TOLTEC SCENIC RAILROAD COMMISSION	111.8	390.0	261.8	150.0	134.2%
491	OFFICE OF MILITARY BASE PLANNING AND SUPPORT	226.9	235.2	226.9	0.0	0.0%
495	SPACEPORT AUTHORITY	985.4	1,685.4	1,185.4	200.0	20.3%
Total Commerce and Industry		53,155.5	67,002.3	58,321.3	5,165.8	9.7%
Agriculture, Energy and Natural Resources						
505	CULTURAL AFFAIRS DEPARTMENT	30,086.7	36,343.8	31,412.9	1,326.2	4.4%
508	NEW MEXICO LIVESTOCK BOARD	563.1	1,459.1	574.4	11.3	2.0%
516	DEPARTMENT OF GAME AND FISH	0.0	0.0	0.0	0.0	0.0%
521	ENERGY, MINERALS AND NATURAL RESOURCES DEPARTM	20,468.8	24,418.8	21,284.2	815.4	4.0%
522	YOUTH CONSERVATION CORPS	0.0	0.0	0.0	0.0	0.0%
538	INTERTRIBAL CEREMONIAL OFFICE	50.0	77.0	100.0	50.0	100.0%
539	COMMISSIONER OF PUBLIC LANDS	0.0	0.0	0.0	0.0	0.0%
550	STATE ENGINEER	18,595.8	18,595.8	18,595.8	0.0	0.0%

GENERAL FUND AGENCY RECOMMENDATION SUMMARY

TABLE 1

Business Unit	Description	FY19 Operating Budget	FY20 Agency Request	FY20 Recomm.	\$ Over FY19 Oper.	Percent Change
Total Agriculture, Energy and Natural Resources		69,764.4	80,894.5	71,967.3	2,202.9	3.2%
Health, Hospitals and Human Services						
603	OFFICE OF AFRICAN AMERICAN AFFAIRS	737.1	758.3	758.3	21.2	2.9%
604	COMMISSION FOR DEAF AND HARD-OF-HEARING PERSONS	319.4	1,601.3	327.4	8.0	2.5%
605	MARTIN LUTHER KING, JR. COMMISSION	350.7	350.7	350.7	0.0	0.0%
606	COMMISSION FOR THE BLIND	1,954.3	2,154.3	2,051.3	97.0	5.0%
609	INDIAN AFFAIRS DEPARTMENT	2,254.3	2,254.3	2,254.3	0.0	0.0%
624	AGING AND LONG-TERM SERVICES DEPARTMENT	44,603.5	45,305.5	45,305.5	702.0	1.6%
630	HUMAN SERVICES DEPARTMENT	1,053,713.4	1,128,416.8	1,096,800.0	43,086.6	4.1%
631	WORKFORCE SOLUTIONS DEPARTMENT	9,116.2	10,707.9	9,816.2	700.0	7.7%
632	WORKERS' COMPENSATION ADMINISTRATION	0.0	0.0	0.0	0.0	0.0%
644	DIVISION OF VOCATIONAL REHABILITATION	5,648.6	6,198.6	6,148.6	500.0	8.9%
645	GOVERNOR'S COMMISSION ON DISABILITY	1,180.8	1,274.7	1,209.1	28.3	2.4%
647	DEVELOPMENTAL DISABILITIES PLANNING COUNCIL	5,133.0	5,133.0	5,133.0	0.0	0.0%
662	MINERS' HOSPITAL OF NEW MEXICO	0.0	0.0	0.0	0.0	0.0%
665	DEPARTMENT OF HEALTH	292,148.9	309,712.4	311,112.4	18,963.5	6.5%
667	DEPARTMENT OF ENVIRONMENT	11,415.2	11,970.2	11,970.2	555.0	4.9%
668	OFFICE OF THE NATURAL RESOURCES TRUSTEE	251.8	266.0	266.0	14.2	5.6%
670	VETERANS' SERVICES PROGRAM	3,839.9	5,939.9	5,746.9	1,907.0	49.7%
690	CHILDREN, YOUTH AND FAMILIES DEPARTMENT	279,879.1	301,177.5	308,478.6	28,599.5	10.2%
Total Health, Hospitals and Human Services		1,712,546.2	1,833,221.4	1,807,728.5	95,182.3	5.6%
Public Safety						
705	DEPARTMENT OF MILITARY AFFAIRS	7,064.1	7,092.3	7,092.3	28.2	0.4%
760	PAROLE BOARD	482.8	539.4	519.8	37.0	7.7%
765	JUVENILE PUBLIC SAFETY ADVISORY BOARD	13.2	13.9	8.3	-4.9	-37.1%
770	CORRECTIONS DEPARTMENT	305,469.9	323,410.4	319,134.1	13,664.2	4.5%
780	CRIME VICTIMS REPARATION COMMISSION	5,742.2	5,901.1	5,774.2	32.0	0.6%
790	DEPARTMENT OF PUBLIC SAFETY	124,408.6	124,408.6	124,408.6	0.0	0.0%
795	HOMELAND SECURITY AND EMERGENCY MANAGEMENT	2,897.0	3,284.6	3,128.8	231.8	8.0%
Total Public Safety		446,077.8	464,650.3	460,066.1	13,988.3	3.1%
Transportation						
805	DEPARTMENT OF TRANSPORTATION	0.0	0.0	0.0	0.0	0.0%
Total Transportation		0.0	0.0	0.0	0.0	0.0%
Other Education						
924	PUBLIC EDUCATION DEPARTMENT	11,246.6	11,246.6	14,497.6	3,251.0	28.9%
925	PUBLIC EDUCATION DEPARTMENT-SPECIAL APPROPRIATI	90,900.0	0.0	58,089.0	-32,811.0	-36.1%
930	REGIONAL EDUCATION COOPERATIVES	0.0	0.0	0.0	0.0	0.0%
940	PUBLIC SCHOOL FACILITIES AUTHORITY	0.0	0.0	0.0	0.0	0.0%
949	EDUCATION TRUST BOARD	0.0	0.0	0.0	0.0	0.0%
Total Other Education		102,146.6	11,246.6	72,586.6	-29,560.0	-28.9%
Higher Education						
950	HIGHER EDUCATION DEPARTMENT	34,538.6	35,640.3	36,840.3	2,301.7	6.7%
952	UNIVERSITY OF NEW MEXICO	301,777.0	308,292.3	308,911.0	7,134.0	2.4%

GENERAL FUND AGENCY RECOMMENDATION SUMMARY

TABLE 1

Business Unit	Description	FY19 Operating Budget	FY20 Agency Request	FY20 Recomm.	\$ Over FY19 Oper.	Percent Change
954	NEW MEXICO STATE UNIVERSITY	195,999.5	199,116.1	199,980.1	3,980.6	2.0%
956	NEW MEXICO HIGHLANDS UNIVERSITY	30,136.3	31,252.2	31,135.3	999.0	3.3%
958	WESTERN NEW MEXICO UNIVERSITY	19,887.3	21,093.9	20,889.6	1,002.3	5.0%
960	EASTERN NEW MEXICO UNIVERSITY	44,338.2	45,722.2	45,600.8	1,262.6	2.8%
962	NEW MEXICO INSTITUTE OF MINING AND TECHNOLOGY	36,534.4	37,661.7	37,416.7	882.3	2.4%
964	NORTHERN NEW MEXICO COLLEGE	10,739.0	10,485.1	10,737.9	-1.1	0.0%
966	SANTA FE COMMUNITY COLLEGE	14,073.4	14,692.5	14,571.7	498.3	3.5%
968	CENTRAL NEW MEXICO COMMUNITY COLLEGE	55,677.5	58,225.4	57,879.3	2,201.8	4.0%
970	LUNA COMMUNITY COLLEGE	7,905.2	7,635.7	7,860.2	-45.0	-0.6%
972	MESALANDS COMMUNITY COLLEGE	4,129.0	4,010.2	4,121.2	-7.8	-0.2%
974	NEW MEXICO JUNIOR COLLEGE	6,260.5	6,447.8	6,440.6	180.1	2.9%
976	SAN JUAN COLLEGE	23,473.7	23,713.8	23,964.4	490.7	2.1%
977	CLOVIS COMMUNITY COLLEGE	9,544.2	9,532.9	9,670.6	126.4	1.3%
978	NEW MEXICO MILITARY INSTITUTE	2,873.8	2,889.4	2,873.8	0.0	0.0%
979	NEW MEXICO SCHOOL FOR THE BLIND AND VISUALLY IMP	1,477.8	1,477.8	1,477.8	0.0	0.0%
980	NEW MEXICO SCHOOL FOR THE DEAF	4,113.0	4,126.7	4,113.0	0.0	0.0%
Total Higher Education		803,478.4	822,016.0	824,484.3	21,005.9	2.6%
Public School Support						
993	PUBLIC SCHOOL SUPPORT	2,699,006.4	0.0	3,145,142.9	446,136.5	16.5%
Total Public School Support		2,699,006.4	0.0	3,145,142.9	446,136.5	16.5%
Other						
994	FY19 UNDISTRIBUTED COMPENSATION	2,580.3	0.0	0.0	-2,580.3	-100.0%
996	FY20 COMPENSATION AND BENEFITS	0.0	0.0	64,755.2	64,755.2	0.0%
Total Other		2,580.3	0.0	64,755.2	62,174.9	2409.6%
Additional Appropriations						
997	ADDITIONAL APPROPRIATIONS	0.0	0.0	31,500.0	31,500.0	0.0%
Total Additional Appropriations		0.0	0.0	31,500.0	31,500.0	0.0%
Grand Total		6,332,267.1	3,774,082.1	7,002,974.9	670,707.8	10.6%

General Fund Financial Summary:
LFC FY20 Budget Recommendation
(millions of dollars)

January 10, 2019

	Prelim. FY2018	Estimate FY2019	Estimate FY2020
<u>APPROPRIATION ACCOUNT</u>			
REVENUE			
Recurring Revenue			
2018 December Consensus Revenue Forecast - Recurring Revenue	\$ 6,816.5	\$ 7,590.0	\$ 7,433.1
2019 Mid-Session Revenue Update - Recurring Revenue		\$ -	\$ -
2019 Session Legislation		\$ -	\$ (300.0)
Total Recurring Revenue	\$ 6,816.5	\$ 7,590.0	\$ 7,133.1
Nonrecurring Revenue			
2017 Regular & Special Sessions Nonrecurring Revenue Legislation ¹	\$ 21.1		New Money FY20 \$1,103 or 17%
2018 December Consensus Revenue Forecast - Nonrecurring Revenue	\$ 43.7	\$ -	
Total Nonrecurring Revenue	\$ 64.8	\$ -	
TOTAL REVENUE	\$ 6,881.3	\$ 7,590.0	\$ 7,133.1
<u>APPROPRIATIONS</u>			
Recurring Appropriations			
2017 Regular & Special Session Legislation & Feed Bill ²	\$ 6,073.3		
2018 Session Legislation & Feed Bill ³	\$ 5.6	\$ 6,329.8	\$ -
2019 Session Legislation & Feed Bill		\$ 10.3	\$ 7,003.0
Total Recurring Appropriations	\$ 6,078.8	\$ 6,340.2	\$ 7,003.0
Nonrecurring Appropriations			
2017 Regular & Special Session Nonrecurring Appropriations ²	\$ 9.0		
2018 Session Nonrecurring Appropriations	\$ 113.1	\$ 47.8	\$ -
2019 Session Nonrecurring Appropriations		\$ 1,286.0	\$ 230.0
Total Nonrecurring Appropriations	\$ 122.1	\$ 1,333.8	\$ 230.0
TOTAL APPROPRIATIONS	\$ 6,200.9	\$ 7,673.9	\$ 7,233.0
Transfer to (from) Reserves	\$ 680.4	\$ (83.9)	\$ (99.9)
<u>GENERAL FUND RESERVES</u>			
Beginning Balances	\$ 505.3	\$ 1,183.5	\$ 1,280.4
Transfers from (to) Appropriations Account	\$ 680.4	\$ (83.9)	\$ (99.9)
Revenue and Reversions	\$ 52.3	\$ 176.9	\$ 234.4
Appropriations, Expenditures and Transfers Out	\$ (54.5)	\$ 4.0	\$ 49.5
Ending Balances	\$ 1,183.5	\$ 1,280.4	\$ 1,464.4
<i>Reserves as a Percent of Recurring Appropriations</i>	<i>19.5%</i>	<i>20.2%</i>	<i>20.9%</i>

Notes:

1) FY18 reflects remaining solvency transfers per Laws 2017, Chapter 1 (HB4, \$11.6 million fire protection fund adjusted reversion) and Laws 2017, First Special Session, Chapter 1 (SB1,

2) \$9 million was moved from FY18 recurring appropriations to nonrecurring appropriations to reflect DFA accounting for \$7 million LEDA special and \$2 million NMCD special

3) Less \$2.5 million in FY19 for undistributed compensation from HB2 section 8

* Note: totals may not foot due to rounding

General Fund Financial Summary:
LFC FY20 Budget Recommendation
RESERVE DETAIL
(millions of dollars)

January 10, 2019

	Prelim. FY2018	Estimate FY2019	Estimate FY2020
OPERATING RESERVE			
Beginning Balance	\$ 331.5	\$ 484.8	\$ 398.9
BOF Emergency Appropriations/Reversions	\$ (0.3)	\$ (2.0)	\$ (2.0)
Transfers from/to Appropriation Account	\$ 680.4	\$ (83.9)	\$ (99.9)
Transfers to Tax Stabilization Reserve	\$ (526.8)	\$ -	\$ -
Transfer from (to) ACF/Other Appropriations	\$ -	\$ -	\$ -
Ending Balance	\$ 484.8	\$ 398.9	\$ 297.0
APPROPRIATION CONTINGENCY FUND			
Beginning Balance	\$ 26.0	\$ 12.3	\$ 4.3
Disaster Allotments	\$ (18.5)	\$ (16.0)	\$ (16.0)
Other Appropriations	\$ -	\$ -	\$ -
Transfers In	\$ -	\$ -	\$ -
Revenue and Reversions	\$ 4.8	\$ 8.0	\$ 8.0
Ending Balance	\$ 12.3	\$ 4.3	\$ (3.7)
STATE SUPPORT FUND			
Beginning Balance	\$ 1.0	\$ 1.0	\$ 1.0
Revenues	\$ -	\$ -	\$ 30.0
Appropriations	\$ -	\$ -	\$ -
Ending Balance	\$ 1.0	\$ 1.0	\$ 31.0
TOBACCO SETTLEMENT PERMANENT FUND (TSPF)			
Beginning Balance	\$ 146.8	\$ 158.7	\$ 227.0
Transfers In	\$ 35.7	\$ 36.0	\$ 35.0
Appropriation to Tobacco Settlement Program Fund	\$ (16.2)	\$ (18.0)	\$ (17.5)
Gains/Losses	\$ 11.9	\$ 10.3	\$ 14.8
Additional Transfers from TSPF	\$ (19.5)	\$ 40.0	\$ 85.0
Transfer to General Fund Appropriation Account	\$ -	\$ -	\$ -
Ending Balance	\$ 158.7	\$ 227.0	\$ 344.2
TAX STABILIZATION RESERVE (RAINY DAY FUND)			
Beginning Balance	\$ -	\$ 526.8	\$ 649.4
Transfers In ¹	\$ -	\$ 122.6	\$ 146.6
Transfers In (From Operating Reserve)	\$ 526.8	\$ -	\$ -
Transfer Out to Operating Reserve	\$ -	\$ -	\$ -
Ending Balance	\$ 526.8	\$ 649.4	\$ 796.0
Percent of Recurring Appropriations	8.7%	10.2%	11.4%
EMERGENCY RESERVES: RAINY DAY FUND & TSPF ENDING BALANCES	\$ 685.4	\$ 876.3	\$ 1,140.2
Percent of Recurring Appropriations	11.3%	13.8%	18.0%
OTHER RESERVE FUND ENDING BALANCES	\$ 498.1	\$ 404.1	\$ 324.2
Percent of Recurring Appropriations	8.2%	6.4%	5.1%
TOTAL GENERAL FUND ENDING BALANCES	\$ 1,183.5	\$ 1,280.4	\$ 1,464.4
Percent of Recurring Appropriations	19.5%	20.2%	20.9%

Notes:

1) Estimated transfer to tax stabilization reserve from excess oil and gas emergency school tax revenues above the five-year average

Appropriation Account Detail: General Appropriation Act of 2018 and Other 2018 Legislation
(in millions of dollars)

	FY19		FY20		FY21		FY22	
	Recurring	Non-Recurring	Recurring	Non-Recurring	Recurring	Non-Recurring	Recurring	Non-Recurring
REVENUE								
2019 Regular Session:								
February Consensus Revenue Revision								
Bill No. Revenue Legislation			\$ (300.0)					
Tax Reform								
TOTAL REVENUE FROM LEGISLATION	\$ -	\$ -	\$ (300.0)	\$ -	\$ -	\$ -	\$ -	\$ -
APPROPRIATIONS								
2019 Regular Session:								
Bill No.								
Feed Bill & General Appropriation Act (HB1) ¹	\$ 10.3							
General Appropriation Act of 2018 (HB2)								
Section 4, General Appropriation			\$ 6,809.7					
Section 4, Additional Appropriations			\$ 32.0					
Section 5 & 6, Specials, Supplementals & Deficiencies		\$ 112.0						
Sections 5 & 6, Additional Appropriations		\$ 30.0						
Section 8, Compensation			\$ 161.3					
Section 9, Roads		\$ 301.0		\$ 100.0				
Section 10, Fund Transfers		\$ 240.0		\$ 130.0				
Capital Outlay General Fund Appropriations								
Statewide Capital Outlay		\$ 303.0						
House/Senate Capital Outlay		\$ 300.0						
TOTAL APPROPRIATIONS	\$ 10.3	\$ 1,286.0	\$ 7,003.0	\$ 230.0	\$ -	\$ -	\$ -	\$ -

Notes:

- 1) Includes for LIS:
- 2) Includes for compensation increases:
- 3) Failed Contingencies:
- 4) Vetoes:

LFC FY19-FY20 Budget Recommendation, FY21 Outlook

	FY19	FY20	FY21
Estimated Ending Balance (Aug Est.)	\$ 2,164		
FY18 Ending Preliminary	\$ 73		
FY20 New Money (Aug Est.)		\$ 1,172	\$ 737
Adjusted Revenue Estimate	\$ 299	\$ (68)	\$ (71)
Adjusted Balance/ "New Money"	\$ 2,536	\$ 1,103	\$ 666
Tax Stabilization*		\$ (300)	\$ (225)
HB2 Recurring (Available)		\$ 803	\$ 441
Schools		\$ (417)	
Other		\$ (224)	
Catch up/Clean Up		\$ (1)	
HB 2: House/Senate Additions		\$ (32)	
HB 2 - Recurring		\$ (674)	
Over/Under		\$ 130	
Non-Recurring			
HB1 Feed Bill (NR)	\$ (10)		
Specials/Supp	\$ (87)		
IT	\$ (26)		
Roads -Major Projects	\$ (150)	\$ (100)	
Roads-Formula (State)	\$ (98)		
Roads-Formula (Local)	\$ (53)		
House/Senate Non-Recurring	\$ (30)		
Statewide Capital	\$ (303)		
House/Senate Capital	\$ (300)		
HB 2: Fund Transfers	\$ (240)	\$ (130)	
Subtotal: Non-Recurring	\$ (1,296)	\$ (230)	
Other Reserve Transfers ("Rainy Day")		\$ 147	
Other Net Reserve Changes	\$ 1	\$ 22	
HB 2: Transfers From Appropriation Account	\$ 40	\$ 115	
Ending Reserves	\$ 1,281	\$ 1,465	
Recurring Appropriations	\$ 6,330	\$ 7,003	
Reserves as Percent of Recurring	20.2%	20.9%	

*Includes \$133 M recurring for the road fund.

Totals may not tie due to rounding.