



State of New Hampshire

DEPARTMENT OF ADMINISTRATIVE SERVICES
25 Capitol Street – Room 120
Concord, New Hampshire 03301

Charles M. Arlinghaus
Commissioner
(603) 271-3201

February 20, 2020

The Honorable Mary Jane Wallner, Chairman
Fiscal Committee of the General Court
State House
Concord, New Hampshire 03301

Dear Representative Wallner:

INFORMATIONAL ITEM

In accordance with RSA 9:11, II, Monthly Reporting, I respectfully submit this report regarding the status of the State's fund expenditures, including a comparison of actual expenditures to projected expenditures and an explanation for any substantial variance provided by individual agencies. The report, titled State Share Expenditure Report (SSE), is for the second quarter of fiscal year 2020 through December 31, 2019 and contains the following components:

1. General comments about the report and calculations
2. A spreadsheet detailing the State's fund expenditures including a comparison of actual expenditures to projected expenditures, presented at the agency level within each of the State's funds required to be reported
3. Budget vs. actual variance explanations provided by certain agencies.

Spreadsheet and PDF versions of the fund expenditure analysis presented at the accounting level within each agency and at the expenditure class line level within each accounting unit within each agency will be available online at: <https://das.nh.gov/accounting/reports.asp>.

I am available to address any questions you may have regarding the design of the report or of the assumptions used in the report. Questions regarding the agency variance explanations may best be answered by the individual agencies themselves.

Respectfully Submitted,

Dana M. Call
Comptroller

**BUDGET VERSUS ACTUAL
STATE SHARE EXPENDITURE REPORT - AGENCY SUMMARY
FY2020 YTD THROUGH DECEMBER 31, 2019
REPORT RUN DATE: 01/24/2020**

Company	Agency	FY20 Bal Fwd	FY20 Encumbered	FY20 Adj Auth Bud	FY20 Add/Del	FY20 Curr Mod Bud	FY20 YTD Budget	FY20 YTD Actual	YTD Bud % of Full Bud	YTD Spend % of Full Bud	FY20 Bud Var \$	FY20 Bud Var %
10-General Fund	002-EXECUTIVE DEPT	183,313	150,007	3,462,725	1,403	3,647,441	1,706,186	1,560,324	46.78	42.78	145,862	-8.55
10-General Fund	003-INFORMATION TECHNOLOGY DEPT	79,492	0	19,891	275	99,659	55,046	28,060	55.23	28.16	26,986	-49.02
10-General Fund	004-LEGISLATIVE BRANCH	12,197,023	0	19,467,080	114,568	31,778,671	15,376,757	8,321,299	48.39	26.19	7,055,457	-45.88
10-General Fund	005-EXECUTIVE COUNCIL	1,380	1,380	258,034	0	259,414	102,490	132,771	39.51	51.18	-30,281	29.55
10-General Fund	007-JUDICIAL COUNCIL	141,371	13,067,223	30,988,976	325,212	31,455,559	27,056,463	15,937,736	86.01	50.67	11,118,727	-41.09
10-General Fund	010-JUDICIAL BRANCH	1,765,358	3,449,505	94,132,455	173,938	96,071,751	45,685,110	43,336,165	47.55	45.11	2,348,945	-5.14
10-General Fund	012-MILITARY AFFRS & VET SVCS DEPT	114,627	107,854	5,924,323	0	6,038,950	2,991,503	2,360,387	49.54	39.09	631,116	-21.10
10-General Fund	013-PEASE DEVELOPMENT AUTHORITY	0	0	0	3,250,000	3,250,000	1,625,000	6,160	50.00	0.19	1,618,840	-99.62
10-General Fund	014-ADMINISTRATIVE SERV DEPT	3,296,681	2,989,781	59,814,908	1,288,680	64,400,269	31,300,919	27,931,063	48.60	43.37	3,369,856	-10.77
10-General Fund	018-AGRICULT, MARKETS & FOOD DEPT	27,203	44,911	3,457,866	3,007	3,488,076	1,894,786	1,638,448	54.32	46.97	256,338	-13.53
10-General Fund	020-JUSTICE DEPT	456,432	1,447,886	12,257,508	562,359	13,276,298	6,662,379	5,016,902	50.18	37.79	1,645,478	-24.70
10-General Fund	021-PROF LICENSURE & CERT OFFICE	82,655	0	38,949	-20,944	100,659	23,781	20,377	23.63	20.24	3,404	-14.31
10-General Fund	022-BUS & ECON AFFAIRS DEPT	2,674,148	6,832,981	15,648,148	5,160	18,327,456	9,937,374	6,643,276	54.22	36.25	3,294,098	-33.15
10-General Fund	023-SAFETY DEPT	332,053	410,846	15,622,543	-21,846	15,932,750	7,828,567	6,644,467	49.14	41.70	1,184,101	-15.13
10-General Fund	030-BOXING & WRESTLING COMMISSION	0	0	7,355	0	7,355	3,678	4	50.00	0.05	3,674	-99.89
10-General Fund	032-STATE DEPT	10,000	1,395	2,405,012	100,000	2,515,012	1,341,848	865,972	53.35	34.43	475,876	-35.46
10-General Fund	035-NATURAL & CULTURAL RESRCS DEPT	91,151	107,783	8,392,969	2,095	8,486,215	4,510,234	3,829,364	53.15	45.12	680,870	-15.10
10-General Fund	037-COMMUNITY DEV FINANCE AUTH	0	0	196,000	1,000,000	1,196,000	598,000	1,196,000	50.00	100.00	-598,000	100.00
10-General Fund	038-TREASURY DEPT	1,513	6,503,508	165,021,782	49,389,275	214,412,570	138,740,395	153,899,520	64.71	71.78	-15,159,125	10.93
10-General Fund	042-HHS: HUMAN SERVICES	1,471,894	6,346,141	112,535,139	2,240,090	116,247,123	57,672,700	54,039,566	49.61	46.49	3,633,133	-6.30
10-General Fund	043-VETERANS HOME	543,407	1,280,788	18,015,484	0	18,558,891	9,154,913	7,253,470	49.33	39.08	1,901,443	-20.77
10-General Fund	044-ENVIRONMENTAL SERVICES DEPT	1,079,605	1,279,756	22,547,938	5,157,237	28,784,780	15,113,436	10,614,743	52.50	36.88	4,498,693	-29.77
10-General Fund	045-HHS: TRANSITIONAL ASSIST DIV	1,170,286	2,951,001	54,189,132	-414,546	54,944,872	27,120,398	23,845,214	49.36	43.40	3,275,184	-12.08
10-General Fund	046-CORRECTIONS DEPT	2,207,520	10,063,245	132,187,570	9,322	134,404,411	66,517,775	62,849,748	49.49	46.76	3,668,027	-5.51
10-General Fund	047-HHS: OFC MEDICAID SERVICES	1,290,479	6,987,659	246,446,572	-270,365	247,466,685	117,634,772	108,227,176	47.54	43.73	9,407,596	-8.00
10-General Fund	048-HHS: ELDERLY & ADULT SVCS DIV	2,755,679	8,430,809	43,184,055	2,000,000	47,939,734	23,970,415	18,909,549	50.00	39.44	5,060,866	-21.11
10-General Fund	050-UNIVERSITY SYSTEM OF NH	0	0	85,500,000	9,000,000	94,500,000	47,250,000	51,000,000	50.00	53.97	-3,750,000	7.94
10-General Fund	056-EDUCATION DEPT	19,125,796	3,340,605	25,093,181	124,447	44,343,424	18,581,690	9,792,638	41.90	22.08	8,789,052	-47.30
10-General Fund	058-COMMUNITY COLLEGE SYSTEM OF NH	0	0	54,055,000	3,200,000	57,255,000	28,627,500	29,064,167	50.00	50.76	-436,667	1.53
10-General Fund	073-PUBLIC EMPLOYEE LABOR REL BRD	161	1,693	477,875	0	478,036	255,975	248,948	53.55	52.08	7,026	-2.74
10-General Fund	075-FISH AND GAME DEPT	0	0	200,000	0	200,000	200,000	100,000	100.00	50.00	100,000	-50.00
10-General Fund	076-HUMAN RIGHTS COMMISSION	0	15,177	791,573	9,233	800,805	400,403	274,979	50.00	34.34	125,423	-31.32
10-General Fund	084-REVENUE ADMINISTRATION DEPT	200,891	473,587	20,288,553	0	20,489,444	10,468,162	8,689,171	51.09	42.41	1,778,990	-16.99
10-General Fund	087-POLICE STDS & TRAINING COUNCIL	75,679	309,840	3,446,197	16,790	3,538,666	1,746,561	1,406,208	49.36	39.74	340,352	-19.49
10-General Fund	088-OFFICE OF THE CHILD ADVOCATE	0	0	528,182	0	528,182	264,091	169,443	50.00	32.08	94,648	-35.84
10-General Fund	089-TAX AND LAND APPEALS BOARD	2,285	1,361	875,877	1,764	879,926	420,077	398,976	47.74	45.34	21,101	-5.02
10-General Fund	090-HHS: PUBLIC HEALTH DIV	1,524,436	3,848,587	16,390,618	7,611,349	25,526,403	14,039,213	6,278,647	55.00	24.60	7,760,566	-55.28
10-General Fund	091-HHS: GLENCLIFF HOME	943,950	374,157	8,124,572	377,940	9,446,461	5,079,438	4,377,599	53.77	46.34	701,839	-13.82
10-General Fund	092-HHS: BEHAVIORAL HEALTH DIV	14,989,645	21,677,789	40,607,056	-3,585,023	52,011,678	24,779,714	13,802,559	47.64	26.54	10,977,155	-44.30
10-General Fund	093-HHS: DEVELOPMENTAL SVCS DIV	400,197	4,868,193	191,040,307	0	191,440,504	89,489,864	80,900,533	46.75	42.26	8,589,330	-9.60
10-General Fund	094-HHS: NH HOSPITAL	1,166,990	3,843,652	35,666,506	5,006,965	41,840,462	20,367,970	15,060,246	48.68	35.99	5,307,724	-26.06
10-General Fund	095-HHS: COMMISSIONER'S OFFICE	6,776,464	3,358,314	62,522,093	126,187	69,424,744	34,960,561	26,206,956	50.36	37.75	8,753,605	-25.04
10-General Fund	096-TRANSPORTATION DEPT	33,042,348	20,887,709	1,502,401	2,030,840	36,575,589	10,330,496	1,906,395	28.24	5.21	8,424,101	-81.55
12-Liquor Commission	077-LIQUOR COMMISSION	2,864,847	3,918,485	74,234,177	12,075	77,111,099	38,010,682	38,190,964	49.29	49.53	-180,282	0.47
13-Sweepstakes	083-LOTTERY COMMISSION	374,418	1,610,502	11,520,723	0	11,895,141	5,517,780	4,233,513	46.39	35.59	1,284,266	-23.28
15-Highway Fund	020-JUSTICE DEPT	1,088	0	0	0	1,088	514	0	47.22	0.00	514	-100.00
15-Highway Fund	023-SAFETY DEPT	1,731,535	1,155,701	33,298,331	1,429	35,031,295	16,664,115	11,098,630	47.57	31.68	5,565,486	-33.40
15-Highway Fund	096-TRANSPORTATION DEPT	12,886,810	10,994,382	221,705,456	77,107	234,669,373	118,028,436	99,322,816	50.30	42.32	18,705,620	-15.85
17-Tumpikes	022-BUS & ECON AFFAIRS DEPT	0	247	1,123,023	0	1,123,023	544,387	471,579	48.48	41.99	72,808	-13.37
17-Tumpikes	023-SAFETY DEPT	0	0	52,550	0	52,550	34,322	-50,150	65.31	-95.43	84,472	-246.12
17-Tumpikes	096-TRANSPORTATION DEPT	162,617,805	68,077,526	153,335,361	920,264	316,873,429	169,009,166	64,189,399	53.34	20.26	104,819,767	-62.02
20-Fish & Game Fund	075-FISH AND GAME DEPT	416,316	590,973	34,940,286	10,982	35,367,585	17,763,254	7,946,202	50.22	22.47	9,817,052	-55.27
40-Education Fund	056-EDUCATION DEPT	5,512,528	0	1,082,454,602	0	1,087,967,130	544,890,211	495,797,801	50.08	45.57	49,092,410	-9.01
40-Education Fund	084-REVENUE ADMINISTRATION DEPT	0	0	1,750,000	0	1,750,000	306,389	215,875	17.51	12.34	90,514	-29.54

Overview

RSA 9:11, II, requires that spending associated with certain funding sources be reported periodically. These funding sources, referred to collectively as ‘state share’ are: General funds, Education Trust funds, Highway funds, Fish and Game funds, Turnpike funds, Liquor funds, and Sweepstakes funds. In order to report spending only for these specific state share funding sources, total spending must be multiplied by the state share percentage of the total mix of funding sources. This calculation must be done at the individual expense class line level, of which there are thousands of lines. If the state share fund mix percentage is incorrect, then the calculation of state share spending is inaccurate. Working with state agencies, we have attempted to ensure that state share fund mix percentages are accurate.

RSA 9:11, II, requires a comparison between the state share projected budget for the fiscal year to date (FYTD) and the state share actual spending FYTD, and an explanation from each agency on the variance between the two. The projected budget amount is another calculation and it is based on the rate of spending in the prior fiscal year for each individual expense class line. So even if the state share fund mix were correct in all cases, if the assumption that prior year spending rate held true for the current year was not valid, then the projected FYTD state share projected budget calculation would not be valid as well. If an agency made a payment in the current year earlier in the year than that same payment was made in the prior year then the budget variance would appear negative. However, that variance could be attributable only to the different timing between years.

Variations

The variances are calculated at 3 different levels: 1. At the state share total fund level within each agency; 2. At the Accounting Unit level within each agency; 3. At the Expense Class level within each Accounting Unit within each agency.

The agency variance explanation is meant to be the opportunity for agencies to explain the reasons behind the calculated fiscal year to date budget vs actual variances. ***For purposes of this report, agencies have provided high level explanations where the variance is projecting a million plus/minus “excess” or “shortfall” at the individual class level.***

When developing explanations of the variance agencies consider the following:

- Are there unrecorded but known upcoming transactions that will affect the variance?
- Should stale encumbrances be liquidated?
- Are there substantial known GAAP adjustments that could impact the variance?
- Is estimated revenue still expected to come in at budgeted amounts?

The calculation of these FYTD variances between the projected budget and actual represents a variance as of a point in time based on the calculations and assumptions described above. If any of the inputs or assumptions are not valid, the calculated budget variance is not valid. This calculation should not be assumed to represent an estimate of a fiscal year end lapse and should not be contemplated without consultation with the agency explanation of the budget variance.

There are certain agencies for which we did not request a variance explanation, due to our estimation that any explanation was not necessary:

1. University System of New Hampshire
2. Community College System of New Hampshire
3. Community Development Finance Authority

In these cases, the nature of the appropriations to these entities is such that there is no uncertainty around the degree to which the appropriations will be paid out. The entire amounts appropriated to these 3 entities will be spent in each fiscal year.

Report Calculation Descriptions

1. **Calculation of FY20 Balance Forward (state share):** The Balance Forward is the product of the balance forward amount multiplied by the prior fiscal year state-share % for the balance forward from either the fund mix override table or NH FIRST.
2. **Calculation of FY20 Encumbered (state share):** The Encumbered is the product of the total encumbered amount multiplied by the state-share % for the current year appropriations from either the fund mix override table or NH FIRST. Encumbrances are shown to illustrate additional obligations against appropriations, but only spending amounts are compared against the projected budget amounts.
3. **Calculation of FY20 Adjusted Authorized Budget (state share):** The FY20 Adjusted Authorized Budget is the product of the enacted budget multiplied by the state-share % for the current year appropriations from either the fund mix override table or NH FIRST. This calculation is made at the individual expenditure class line level within each accounting unit.
4. **Calculation of FY20 Additions/Deletions (state share):** The FY20 Addition/Deletions is the product of the total of any increases or decreases to appropriations made after the budget is enacted (appropriation transfers, Fiscal Committee or Governor & Council items, etc.) multiplied by the state share % for the current year appropriations from either the fund mix override table or NH FIRST. This calculation is made at the individual expenditure class line level within each accounting unit.
5. **Calculation of FY20 Current Modified Budget (state share):** The FY20 Current Modified Budget is the sum of the state share of the balance forward from the prior year plus the state share of the current year budget including any adjustments made after adoption. At each expenditure class line within each accounting unit, the state share % for the balance forward from either the fund mix override table or NH FIRST is multiplied by the total balance forward to result in the state share \$ for balance forward. Then, the state share % for the current year appropriations from either the fund mix override table or NH FIRST is multiplied by the total current year appropriations to result in the state-share \$ for current year appropriations. These two state share \$ amounts are added together to result in the total state share Current Modified Budget amount, which represents the total authority to spend for the fiscal year within each expenditure class line.
6. **Calculation of FY20YTD Budget (state share):** The FY20 YTD Budget is the product of the projected burn rate multiplied by the FY20 Current Modified Budget. This calculation converts the annual Current Modified Budget to a year-to-date Current Modified Budget figure, in order to compare to year-to-date actual spending. For each expenditure class line, the projected burn rate is the percentage of total prior year spending that had occurred YTD through the same month in the prior fiscal year. In the absence of prior year data, the projected burn rate is the number of months completed to date in the current fiscal year divided by 12 months. *This projected burn rate is the most important assumption used in this analysis. If the assumption does not hold in the current year, then that should be included as part of the variance explanation.*
7. **Calculation of FY20 YTD Actual (state share):** The YTD Actual is the product, at each expenditure class line, of the total spending YTD multiplied by the state share % for the current year appropriations from either the fund mix override table or NH FIRST.
8. **Calculation of YTD Budget % of Full Budget (state share):** The FY20 YTD Budget (state share) reflected as a percentage of the total budget (FY20 Curr Mod Bud (state share)).
9. **Calculation of YTD Spend % of Full Budget (state share):** The FY20 YTD Actual (state share) reflected as a percentage of the total budget (FY20 Curr Mod Bud (state share)).

10. Calculation of FY20 YTD Budget Variance (state share): The YTD Budget Variance is the difference between the calculation of the FY20 YTD Budget (state share) and the calculation of the FY20 YTD Actual (state share). This is shown as both a dollar variance and a percentage variance as compared to the FY20 YTD Budget amount.

State Share Expenditure Report (SSE) VARIANCES

Agency Name: 04 Legislative Branch

Total by Agency Excess \$ 5,986,960

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	87010000	Special Legislative Account	289	5,986,960	N/A	N/A

COMMENT:

No Response Received.

Agency Name: 07 Judicial Council

Total by Agency Excess \$ 11,559,678

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	10940000	Public Defender Program	102	11,559,678	N/A	N/A

COMMENT:

No Response Received.

Agency Name: 13 Pease Development

Total by Agency Excess \$ 1,325,000

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	1364	Portsmouth Pier	102	\$1,325,000		6/30/2020

COMMENT: This is a new program, created in the 2020/2021 Budget trailer bill (Ch. 346 Laws of 2019 – HB4), providing \$3.25 million to Pease for work on the Portsmouth Fish Pier. This general-funds program is just getting off the ground, and none of the FY 20 YTD spend (of \$56,229.85) has hit class 102 yet. Until there is some spend, there will be, for perhaps several quarters, a sizeable positive general funds budget variance on class 102.

Agency Name: 14 Department of Administrative Services

Total by Agency Excess \$3,369,856

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	6937	HEATING-STATE OWNED BLDGS.	103	\$1,615,027	N/A	6/30/2020

COMMENT: This account was established to cover the costs associated with the closing of the Concord Steam Corp. and there is no anticipated lapse in FY20 for this account. All funds in this account are encumbered or will be encumbered to complete the heating conversion project which began in 2017.

Agency Name: 22 Business and Economic Affairs Total by Agency Excess \$ 3,294,098

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	2013	Division Travel-Tourism	069-Promotional Marketing Exp.	\$2,087,011	N/A	These funds are not expected to lapse as they are encumbered funds that will carry-forward to the next fiscal year where paid will be made.

COMMENT: This class line has a large amount of prior fiscal year encumbrances that roll forward with varied contract end dates. As payments are processed on those encumbrances in the new fiscal year, the calculated burn rate becomes inaccurate.

Agency Name: 23 Department of Safety

Total by Agency Excess \$ 2,178,555

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
15	2330	Information Technology	027	2,178,555	n/a	6/30/2020

COMMENT: This class line records payments to DOIT for IT services received. Actual spending in Class 027 does not align with the standard burn rate calculation due to the timing of processing DOIT invoices and related payments.

Agency Name: 38 State Treasury

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
010	10160000	NH Housing Finance Authority	074	(\$4,000,000)	N/A	06/30/20

COMMENT: Section 378 of HB 4 (Chapter 346, Laws of 2019) appropriated \$3 million to the lead paint hazard remediation fund for fiscal year ending June 30, 2020. Treasury made a one-time payment in the amount of \$3 million to the NH Housing Finance Authority in December 2019.

Section 193 of HB 4 (Chapter 346, Laws of 2019) appropriated \$5 million to the Affordable Housing Fund for fiscal year ending June 30, 2020. Treasury made a one-time payment in the amount of \$5 million to the NH Housing Finance Authority in December 2019.

These 2 payments exhausted the total \$8 million appropriation for this accounting unit.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
010	20760000	DEBT SERVICE	043	(\$11,710,909)	N/A	06/30/21

COMMENT: Appropriation expended in accordance with the following quarterly percentages per Treasury’s Debt Service schedule.

- Q1 29 %
- Q2 35 %
- Q3 15%
- Q4 21%

The projected spend rate assumption does not work in this instance.

Agency Name: 44 Department of Environmental Services

Total by Agency Excess \$ 1,891,062

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
010	1003	State Aid Grants	073	1,891,062		06/30/21

COMMENT: Under the State Aid Grant program for wastewater treatment systems, payments are made to communities based upon their debt service schedules with April being a major month for payments. Additionally, this fiscal year, DES was given added appropriations to award new grants to communities. The processing of new grants was delayed by the CR, with the first of the 67 awards being approved by G&C in January, 2020. We expect to disburse all funds within the balance of this fiscal year.

Agency Name: 46 Department of Corrections

Total by Agency Excess \$ 3,668,027

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	3372	NH State Prison for Men	010 Personal Services Perm Class	\$1,409,524		6/30/2020

Funds are transferred periodically throughout the year from this accounting unit and class to cover overtime deficits.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	3372	NH State Prison for Men	018 Overtime	(\$2,249,244)	The Department transfers appropriations periodically throughout the year to cover shortfalls in this class line.	6/30/2020

Agency Name: 56 Dept. of Education

Total by Agency Excess \$4,826,766

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
10	1964	Public School infrastructure	073 Grants non federal	3,515,693	N/A	N/A
10	2531	Assessment - State	612 – State testing	1,311,073	N/A	N/A

Public School Infrastructure (AU 1964) represents (\$3,515,693) of the general fund variance. This account is a new funding initiative in FY19 and has balance forward funding. The program will be granting funds to communities. There is not expected to be a deficit at year end.

Assessment State (AU 2531) represents \$1,311,073 of the general fund variance. This fund has balance forward funding. There is not expected to be a deficit at year end.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
40	3043	Education Trust Fund	079 – Grants Adequate Ed	70,040,152	N/A	N/A
40	3043	Education Trust Fund	600 – Tuition & Transportation	-4,500,000	No shortfall expected	
40	3043/7550	Education Trust Fund	611 - Charter School Tuition	-1,773,142	No shortfall expected	
40	3043	Education Trust Fund	629 – Special Education Aid	-15,400,000	No shortfall expected	

The Education Trust Fund account (3043) is below the YTD Budget due to reduced enrollment and eligibility of students. Adequacy payments are made in September (20%), November (20%), January (30%) and April (30%) and are based on a formula as set by RSA 198:40-42. There is not expected to be a deficit at year end.

This remaining part of the Education Trust Fund is composed of funds for Tuition and Transportation Aid, Charter School Tuition and Special Education Aid. Historically, the majority of these funds are

expended in the 2nd quarter and 3rd quarter of the fiscal year. There is not expected to be a deficit at year end. Charter School Tuition (class 611) also has a balance forward in the old FY19 accounting unit (7550). This is an outstanding item from the continuing resolution that we working with DAS/BOA to resolve.

Agency Name: 75 Fish and Game

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
020	78870000	Conservation Law Enforcement	010	1,489,794	N/A	06/30/20

COMMENT: No response received.

Agency Name: 77 Liquor Commission

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
012	10300000	Store Operations	049-TRANSFER TO OTHER STATE AGEN	-2,468,901	N/A	06/30/20

COMMENT: This amount is a result of the transfer to the Alcohol Abuse and Prevention Fund which is unbudgeted.

Health and Human Services

Agency Name: HHS 042 Human Services Division

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	2958	Child Family Services	563	(1,064,904)	N/A	6/30/20

No Response Received.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	2958	Child Family Services	643	(1,376,045)	N/A	6/30/20

No Response Received.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	2977	Child Development Program	536 – Employment Related Child Care	1,170,023	2977-564	6/30/20

This accounting unit represents the costs associated with Employment Related Child Care Scholarship services. Due to the continuing resolution, there was a delay in rolling out a new rate change, which is causing the excess. Some of the excess funds will be transferred into Childcare-Prevent and Protect class line. Depending on the trends of Employment Related Child Care there may be some funds that will lapse.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	7927	Housing-Shelter Program	102 – Contracts for Program Services	1,050,846	n/a	6/30/20

This accounting unit represents the costs associated with assisting people who are homeless or experiencing housing instability access shelter and other support services to assist them in achieving housing stability and independence. These funds will be used towards contracts that are currently in process and will be encumbered when approved by Governor and Council.

Agency Name: 045-HHS: Transitional Assist Div

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	6146	TEMP ASSISTNC TO NEEDY FAMILYS	501-PAYMENTS TO CLIENTS	\$1,436,185	n/a	6/30/20

This appropriation represents the costs associated with the Temporary Assistance to Needy Families (TANF) Program which serves a cash safety net for low income children and their parents. TANF caseload and semi-monthly grant amount fluctuates throughout the year based on the family size and

circumstances. All general funds in this account are used towards the required \$32M MOE for the TANF block grant.

Agency Name: HHS 047 Division Medicaid Services

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	5201	IDN Fund	102 Contracts for Program Services	1,545,089		6/30/21

This account unit represents payments to the seven regional Integrated Delivery Networks developed under the New Hampshire Building Capacity for Transformation Demonstration Waiver. On January 5, 2016 the Centers for Medicare and Medicaid Services approved the State’s application that will allow the state to access up to \$150 million dollars over a five year period for the purpose of strengthening and expanding capacity for the states behavioral health system. New Hampshire can access up to \$30 million per calendar year for performance based awards to the regionally based networks up to the DSHP earn cap. There will be two payments processed to the IDN’s in SFY20. These payments will be made consistent with the available DSHP earned funding. The balance of general funds is non-lapsing until 6/30/21.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	7051	Child Health Insurance Program	101 Medical Payments to providers	3,560,120		6/30/21

This accounting unit represents costs associated with clients that qualify for the Child Health Insurance Program capitation payments and fee-for-service provider payments for clients enrolled in New Hampshire's Medicaid program. This is a new Accounting Unit for SFY 20/21. On a quarterly basis there is a transfer of expense processed for expenses occurring in various accounting units that should have been charged to 7051 and DMS is expecting that this AU will have a shortfall towards the end of the fiscal year 2020. The shortfall will be resolved through a Dept Transfer from the Accounting Units that budgeted for the expenses but were transferred to AU 7051. Funds are non-lapsing until 6/30/21.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	7939	State Phase Down	503 State Phase Down	1,692,249		6/30/20

The rates for State Phase Down are updated on a calendar year basis. The PMPM rates for the second half of SFY20 were published in October 2019. The rates are set in the fall by the Federal government for the following calendar year. The budget assumed a 3.6% rate increase and 3% enrollment growth. The enrollment has remained level and the rate increased 1.3% higher than projected. General Funds remaining at state fiscal year end will either be used for lapse at year end or transferred to cover shortfalls within the DHHS budget.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	8009	Medicaid Mgmt Info Systems	102 Contracts for Program Services	1,436,704		6/30/21

Medicaid Management Information Systems payment are based on monthly operations of the Medicaid Management Informational systems (MMIS) and System upgrade project deliverables. At this time there are project deliverables that not been invoiced. There is a contract amendment being

processed for May Governor and Council submission that will utilize all state funds available. Funds are non-lapsing until 6/30/21.

Agency Name: DHHS 48 Elderly and Adult Services

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	1078	Pharmaceutical Assistance	102 – Contracts for Program Services	1,000,000	N/A	6/30/20

This accounting unit was established for a new Pilot Program to help assist the elderly with high prescription costs. The Department is currently evaluating that ability to spend these funds.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	9255	Social Services Block Grant	543 Adult in Home Care	1,363,419	N/A	6/30/20

This accounting unit is used to support those who are aging or have a chronic illness or disability and need support to live independently. The department contracts with a number of providers for this service. A number of providers are having workforce challenges which impact their ability to provide services, as was anticipated. The department is working with the providers on strategies to overcome these challenges. The majority of the funds have been encumbered in anticipation of paying for services provided.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	2154	Waiver and Nursing Facilities	101 – Medical Payments to Providers	1,408,838	n/a	6/30/20

This accounting unit represents the costs associated with Skilled Nursing Facilities services. Due to the continuing resolution, there was a delay in rolling out a new rate change, which is causing the excess. The full amount budgeted is expected to be expended by 6/30/20.

Agency Name: HHS 090 Public Health

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
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10	7965	RURAL HEALTH AND PRIMARY CARE	103-CONTRACTS FOR OP SERVICES	\$3,959,472	n/a	n/a
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This appropriation represents the costs associated with the State Loan Repayment Program (SLRP) in the Rural Health and Primary Care Section of the Division of Public Health Services. In House Bill 4 the program was given an additional \$6.5 million dollars to contract out with medical, dental, mental health and substance use disorder treatment services in underserved rural areas of the State. The Division is currently putting together a number of new contracts to bring forward to the Governor and Executive Council for approval in order to provide these services out in the communities that are in need. Pursuant to HB4, Ch 219,I, these appropriations are non-lapsing.

Agency Name: HHS 092 Behavioral Health

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	4117	Center for Mental Health Program Support	102 – Contracts for Program Services	5,643,878	N/A	6/30/21

This accounting unit is used to make contract payments to the many providers of Mental Health services. This agency was appropriated money to implement portions of the 10 Year Mental Health Plan. Due to the continuing resolution there was a delay in the RFP process, which has affected the timeline of various projects being implemented. There are also various contract amendments pending. This accounting unit is non-lapsing during the 20/21 biennium.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	3382	Governor’s Commission Funds	102 – Contracts for Program Services	3,399,229	n/a	n/a

This accounting unit is used to make payments to contracted providers on behalf of the Governor’s Commission on alcohol and drug abuse prevention, treatment and recovery. This fund is continuously appropriated and is non-lapsing per statute.

Agency Name: HHS 093 Developmental Services

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
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10	7016	Acquired Brain Disorder Services	502 – Payments to Providers	\$1,005,821		n/a
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This accounting unit is used to provide services to those who have an acquired brain disorder through the Home and Community Based 1915 (c) Waiver. The department recently released additional dollars to support those who were waiting for services. Those services are in the process of starting and providers have not begun to bill for these services. In addition, there are a number of home and vehicle modifications that do not get billed until the work is complete and are billed in the second half of the year. Providers are experiencing workforce challenges and as a result, some services are starting later than originally anticipated. This accounting unit is non-lapsing and continually appropriated.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	7100	Developmental Services	502 – Payments to Providers	7,516,617		n/a

This accounting unit is used to provide developmental services through the Home and Community Based 1915 (c) Waiver. The department recently released additional dollars to support those on the wait list. Those services are in the process of starting and providers have not begun to bill for these services. In addition, there are a number of home and vehicle modifications that do not get billed until the work is complete and are billed in the second half of the year. Providers are experiencing workforce challenges and as a result, some services are starting later than originally anticipated. This accounting unit is non-lapsing and continually appropriated.

Agency Name: HHS 094 New Hampshire Hospital

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	8400	ADMINISTRATION	102- CONTRACTS FOR PROGRAM SERVIC	\$2,500,000	n/a	n/a

This appropriation represents the costs associated with children’s psychiatric services provided to patients at Hampstead Hospital. These services shall commence in January 2020, actual expenditure projections are indeterminable at this time. Pursuant to HB4, Ch 219,I, these appropriations are non-lapsing.

Agency Name: HHS 95 Commissioner’s Office

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	5685	Management Support	028-Transfers to General Services	2,131,729	n/a	6/30/20

This accounting unit represents the costs associated with billings to DHHS from the Department of Administrative Services for work performed by the Department of Administrative Services on behalf of DHHS. Projects and billings are not consistent throughout the fiscal year causing the excess. Any balance remaining will lapse 6/30/2020.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	Resolve Shortfall From	Lapsing Date
10	5952	Office of Information Technology	027- Transfer to DoIT	4,034,948	n/a	6/30/20

This accounting unit represents the costs associated with all technological services paid through the Department of Information Technology budget for DHHS. Projects and payments are not consistent throughout the fiscal year causing the excess. Any balance remaining will lapse 6/30/2020.

**AGENCY NAME: 96 DEPARTMENT OF TRANSPORTATION
 FUND 10 – GENERAL FUND**

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
010	1214	State Aid Bridge	073-Grants Non Federal	4,657,568	N/A	Non-Lapsing

COMMENT: This class funds municipally-owned bridge projects. The budget variance is due to timing of and billing for project expenditures from the municipalities.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
010	3897	State-Owned Bridge Construction	046-Consultants	2,488,170	N/A	Non-Lapsing

COMMENT: This class funds consultant expenditure related to state-owned bridges. The budget variance is due to the timing of and billing for design services.

**AGENCY NAME: 96 DEPARTMENT OF TRANSPORTATION
 FUND 15 – HIGHWAY FUND**

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
015	2939	Transfers to Other Agencies	027- Transfers to DOIT	1,331,270	N/A	

COMMENT: This class funds DoIT services provided to the Department of Transportation (DOT). Activity in this class line is dependent upon the submission of invoices from DoIT for expenditures incurred on DOT’s behalf. We do not anticipate lapsing funds at this time.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
015	3005	Mechanical Services Bureau	030-Equipment New Replacement	2,765,165	N/A	

COMMENT This class funds the replacement of the Department of Transportation’s fleet (passenger and construction vehicles) equipment. The budget variance is due to the time needed for the purchasing process, the equipment-build and delivery timeframe from the selected vendor after low bid process. These funds are currently encumbered and we do not anticipate lapsing funds at this time.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
015	3007	Highway Maintenance Bureau	060-Benefits	2,255,236	N/A	

COMMENT: This class funds benefits for highway and winter maintenance personnel. The budget variance is due to the Department’s vacancy rate and benefit mix for employees. Any excess funds are anticipated to lapse during the sweep process undertaken by the Department of Administrative Services.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
015	2929	State Aid Construction	073- Grants Non Federal	3,262,743	N/A	Non-Lapsing

COMMENT: This class funds joint state and municipally-owned construction projects at 2/3 state cost and 1/3 municipal match. The budget variance is due to the timing of and billing for project expenditures from the municipalities.

**AGENCY NAME: 96 DEPARTMENT OF TRANSPORTATION
 FUN 17– TURNPIKE FUND**

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7025	Renewal - Replacement	400- Construction Repair Material	21,585,961	N/A	Non-Lapsing

COMMENT: This class funds the Renewal and Replacement program and construction projects for the continued maintenance of the Turnpike System’s infrastructure. The budget variance for this quarter is due to a delay in the commencement of the I-95 High-level bridge rehabilitation project due to the delay of contract approval. This project was advertised through Maine DOT and the Department is awaiting invoices from Maine. The majority of these funds are currently encumbered.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7050	Toll Collection	024- Maint Other Than Build-Grn	1,397,291	N/A	

COMMENT: This class funds the Toll Collection System which includes Toll Plaza Lanes, and Open Road Tolling. The budget variance is due to the timing of vendor payments and additional contract funds carried forward from the original contract. We do not anticipate lapsing funds at this time. The majority of these funds are currently encumbered.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7050	TOLL COLLECTION	102- Contracts For Program Service	3,044,462	N/A	

COMMENT: This class funds are for the E-ZPass Back Office System (BOS). The budget variance is due to the timing of vendor payments and implementation delays for new functionality in the BOS. We do not anticipate lapsing funds at this time. The majority of these funds are currently encumbered.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7499	Turnpike Debt Service	043- Debt Service Treasury	1,443,144	N/A	

COMMENT: This class funds the Turnpike System debt service. The budget variance is due to the timing of debt payments that are on a set schedule. We do not anticipate lapsing funds at this time.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7500	RSA 237:2 I Blue Star Memorial	400-Construction Repair Material	8,171,019	N/A	Non-Lapsing

COMMENT: This class funds the capital program projects related to the Blue Star Memorial Highway. There are no scheduled projects at this time. However, additional capital projects on the Blue Star Memorial Highway may be considered as determined by the Ten Year Plan (TYP) process.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7507	RSA 237:2 VII Central NH TPK	046- Consultants	3,387,891	N/A	Non-Lapsing

COMMENT: This class funds the capital program consultant cost related to the Central New Hampshire Turnpike. Several projects are in the beginning of the design phase.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7507	RSA 237:2 VII Central NH TPK	400- Construction Repair Material	22,623,229	N/A	Non-Lapsing

COMMENT: This class funds the capital program projects related to the Central New Hampshire Turnpike. Several projects are in the beginning of the design phase with construction anticipated in the future.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7511	Toll Collection Equipment	400- Construction Repair Material	5,329,095	N/A	Non-Lapsing

COMMENT: This class funds the capital program projects related to the acquisition of Toll Collection Equipment. The Legislatively approved Ten Year Plan (TYP) authorized the change from Open Road Tolling (ORT) to All Electronic Tolling in Dover and Rochester. Engineering design for the Dover and Rochester facility is in process with construction anticipated in the future.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7513	Spaulding TPK Second Barrel	400-Construction Repair Material	2,046,880	N/A	Non-Lapsing

COMMENT: This class funds the capital program projects related to the expansion of the Spaulding Turnpike Second Barrel. There are no scheduled projects at this time. However, other capital projects on the Spaulding Turnpike may be considered as determined by the Ten Year Plan (TYP) process.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7514	Spaulding TPK/US 4/NH 16	046-Consultants	1,083,548	N/A	Non-Lapsing

COMMENT: This class funds the consultant work related to the expansion of the Spaulding Turnpike. The budget variance is due to a delay in the rehabilitation of the General Sullivan bridge project as the Department explores several rehabilitation options for the bridge.

FUND	AU	AU NAME	CLASS	AMOUNT EXCESS (SHORT)	RESOLVE SHORTFALL FROM	LAPSING DATE
017	7514	Spaulding TPK/US 4/NH 16	400-Construction Repair Material	27,735,869	N/A	Non-Lapsing

COMMENT: This class funds capital program projects related to the expansion of the Spaulding Turnpike. Year-to-date expenses are appropriate based on the construction schedules for the Spaulding Turnpike expansion projects.