

PHILIP B. SCOTT
Governor



State of Vermont
OFFICE OF THE GOVERNOR

**Emergency Board Meeting Minutes
July 29, 2019 – 2:00 p.m.**

Pursuant to notice, the Emergency Board met in the Pavilion 5th Floor Cabinet Room, 109 State Street, Montpelier, Vermont, on Monday, July 29, 2019, at 2:00 p.m.

Members present: Governor Philip B. Scott, Chair; Senator Jane Kitchel; Senator Ann Cummings; Representative Janet Ancel; and Representative Catherine (Kitty) Toll

The items on the agenda were as follows:

ITEM 1. Allocation for calendar year 2019 Private Activity Bond (32 VSA Sec. 992(b))
Presentation by Beth Pearce, State Treasurer

Proposed Motion Regarding Governor's Authority to Reallocate PAB Volume Cap

Senator Kitchel moved and Senator Cummings seconded the motion pursuant to 32 V.S.A. Sec. 992(b), that the Emergency Board hereby delegates to the Governor the power and authority to assign or reallocate, after December 20 and on or before December 31, 2019, any unused portion of Vermont's calendar year 2019 private activity bond cap, including the Contingency, among and between the Vermont Housing Finance Agency (VHFA), the Vermont Student Assistance Corporation (VSAC), the Vermont Economic Development Authority (VEDA), and the Vermont Municipal Bond Bank (VMBB). Any calendar year 2019 private activity bond allocations to other eligible recipients will require future Emergency Board action.

The motion was passed unanimously.

Proposed Motion Regarding Vermont Municipal Bond Bank Authority to Assign PAB Volume Cap

Senator Kitchel moved and Senator Cummings seconded the motion pursuant to its authority under 32 V.S.A. Sec. 992, that the Emergency Board amends its January 22, 2019 calendar year 2019 apportionment of \$20 million to the Vermont Municipal Bond Bank (VMBB) to grant VMBB the authority to assign and re-assign a portion or all of that apportionment, or any subsequent apportionment to the VMBB, of Vermont's calendar year 2019 private activity bond ceiling to one or more governmental units, as defined in 24 V.S.A. Sec. 4551.

The motion was passed unanimously.

ITEM 2. Medicaid Report (32 VSA Sec. 305a(c))

Presentation of Medicaid Report by Nolan Langweil, Senior Fiscal Analyst, Joint Fiscal Office and Matt Riven, Deputy Commissioner of Finance, Department of Finance and Management

The year-end report on Medicaid and Medicaid-related expenditures and caseload was presented.

No action was required.

ITEM 3. Official State Revenue Estimate (32 VSA Sec 305a (a))

Presentation of Revenue Report by Jeff Carr and Tom Kavet

Senator Kitchel moved and Representative Ancel seconded the motion that the state revenue estimates pursuant to 32 VSA Sec. 305a(a) for FY 2020 and FY 2021, are as follows:

	Fiscal 2020 Estimate (Millions)	Fiscal 2021 Estimate (Millions)
General Fund	\$1,576.2	\$1,580.8
Transportation Fund	\$284.6	\$288.0
Transportation Infrastructure Bond (TIB) Fund	\$16.6	\$17.3
Education Fund	\$552.8	\$568.7
Federal Funds	\$2,046.0	---

The motion was passed unanimously.

ITEM 4. VSTRS OPEB Transfer (72 VSA Sec. D.101.1(b))

Presentation by Stephen Klein, Chief Fiscal Officer, Joint Fiscal Office

Due to 2020 revised General Fund revenue estimate of \$1,576.2 billion remaining below \$1,577 billion threshold, no transfer to VSTRS OPEB required.

No action was required.

ITEM 5. 2019 General Fund Distribution (72 VSA Sec. C.102.1(a)(1-3))
 Presentation by Adam Greshin, Commissioner, Department of Finance and Management

Prior to Sec. C.102.1 EOY Unallocated distribution		
Total In-flows less Out-flows:	51.27	
<u>Remaining Unallocated Surplus Subject to Section C.102.1</u>		
Transfer to VSERS OPEB	25.64	50% to VSERS OPEB;
Transfer to the AHS Federal Holding Account	9.40	Of remaining 50%, first \$9.4M to AHS reserve,
Additional Rainy Day Fund contribution	16.24	Balance to the Rainy Day Fund.
Unallocated Operating Surplus (Deficit)	0.00	

General Fund Reserves - balances at end of FY 2019		
Budget Stabilization Reserve	78.18	5% reserve requirement met.
Human Services Caseload Reserve	100.09	Reflects transfer of \$78M Global Commitment unspent balance.
27/53 reserve	14.42	Includes FY19 pre-payment of FY20 obligation for 27th PP.
Balance Reserve (Rainy Day Fund)	31.55	Reflects transfer above and DFR-related transfer.
Total GF Reserve Balances	224.24	
GF Reserves as percent of FY19 appropriations	14.2%	Includes base appropriations plus Pay Act and BAA

No action was required.

ITEM 6. Other Business – Education Fund Outlook (32 VSA Sec. 5402b(c))

Chloe Wexler, Legislative Fiscal Data Analyst, Joint Fiscal Office will provide a memo to the Board as requested.

No action was required.

Representative Janet Ancel made a motion to adjourn, seconded by Senator Ann Cummings. The motion was passed unanimously.

The meeting was adjourned at 3:15 p.m.

A true record,

ATTEST:

Brittney L. Wilson

Brittney L. Wilson

Secretary of Civil and Military Affairs

/kp 7/30/19

c: Board Members

Auditor of Accounts

State Treasurer