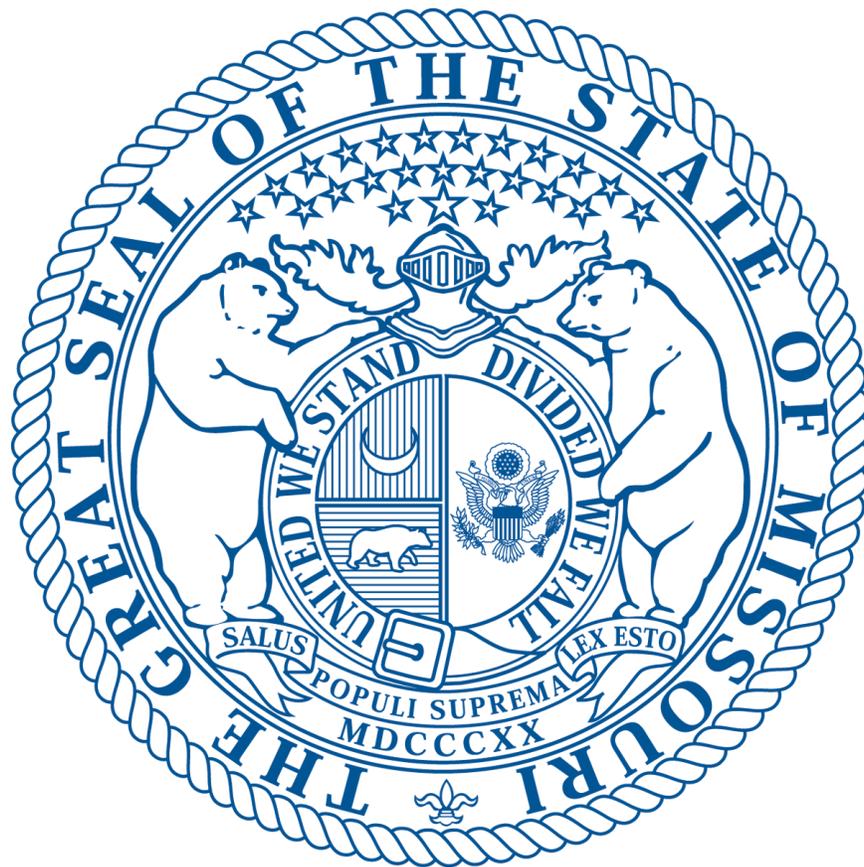


THE MISSOURI BUDGET FISCAL YEAR 2019



Eric R. Greitens
Governor



GOVERNOR OF MISSOURI

JEFFERSON CITY
65102

ERIC R. GREITENS
GOVERNOR

P.O. Box 720
(573) 751-3222

Fellow citizens of Missouri,

Missouri's economy is growing again, and Missouri businesses are creating quality jobs. People are going back to work, and we're working hard to make sure that more jobs with higher pay come back to our state.

When the economy grows, it is tempting to want to grow the government with it. With more money coming in, they want to spend it. Not on our watch. Our budget situation is only a bit better than it was a year ago, and we still need to be careful. Last year, we were almost \$600 million in the hole because for too long, bureaucrats had created programs that we couldn't pay for. As a result, we had to make some painful but necessary cuts.

We've created a common sense and conservative budget. We're watching out for your tax dollars, making important investments in Missouri's future, and also making tough decisions to make sure we don't burden our children with debt. This is the people's money, and we need to watch over every single dollar.

Government doesn't create jobs, but it can create the conditions in which businesses want to start and grow. That's why this budget includes \$162.8 million in new funding to develop Missouri's infrastructure by constructing and maintaining the state road and bridge system. It also includes \$25 million to establish a new Jobs and Infrastructure Fund that will assist local governments to build necessary infrastructure. We've also invested \$7.6 million to modernize the ports on our rivers. We need to be able to ship what we make in Missouri to the rest of the world, and this investment will help Missouri farmers sell agricultural products.

We're also investing in our future by supporting our teachers and students. Teachers in Missouri are not getting the pay they deserve. That is why the 2019 budget increases pay for teachers in state-run schools, sending more money than ever to our elementary, middle and high schools. This budget also adds an additional \$87.5 million over last year for total funding of \$6.1 billion—a record high level of support for Missouri elementary and secondary education.

We've also made some investments in programs to support vulnerable children. The budget includes \$3.3 million in additional funding to care for children who have been abused or neglected and removed from their homes and an additional \$8.5 million for the First Steps Program which provides early intervention services for families with young children with disabilities or developmental delays. It also includes \$8.4 million in new funding to provide instruction and therapy to young children with disabilities through the Early Childhood Special Education Program.

We're making investments in public safety. Our budget increases pay for the Highway Patrol and front-line corrections officers, provides needed safety and forensic investigation equipment, and increases funding for drug treatment efforts. We're also expanding our fight against the opioid epidemic.

We also had to make tough choices, and we know this budget will not make everyone happy. Just like last year, Missouri faces rising healthcare costs that consume a huge amount of money. We have done the best we can to produce a common sense, conservative budget that takes care of our people and invests in our future. We are taking Missouri in a new and better direction, and we will continue to do everything we can to put Missourians back to work.

Yours in service,

A handwritten signature in black ink, appearing to read 'Eric R. Greitens', with a large, stylized flourish at the end.

Eric R. Greitens

THE MISSOURI BUDGET

FISCAL YEAR 2019

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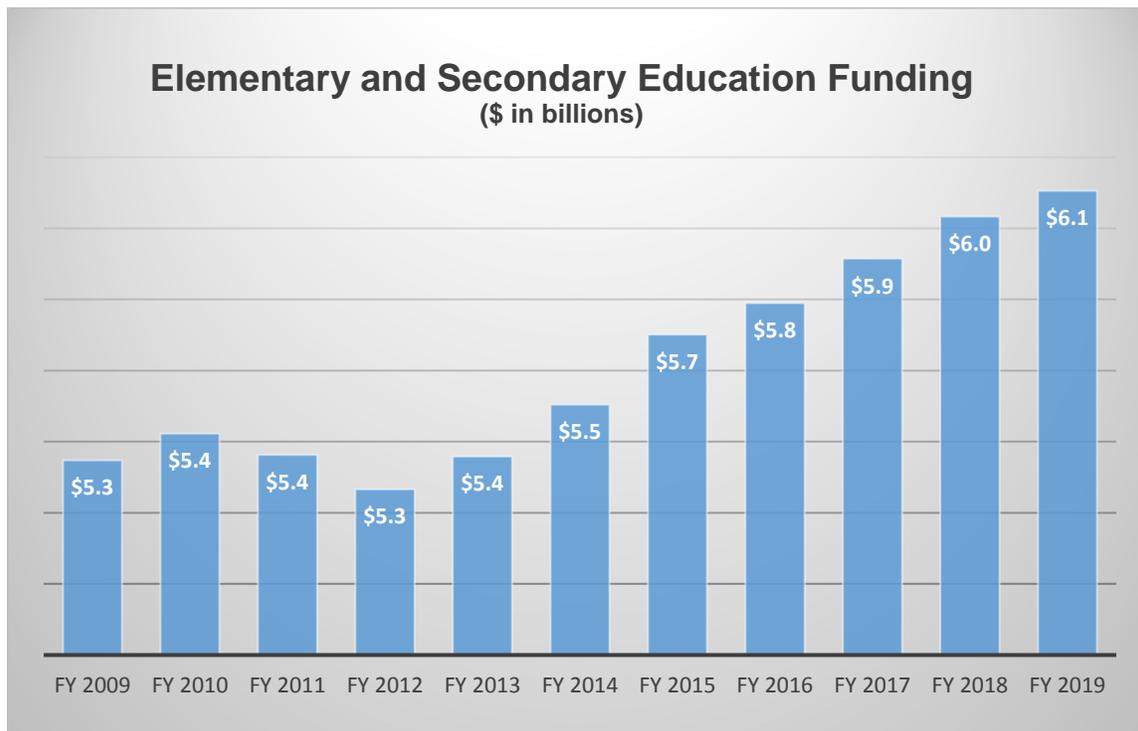
THE MISSOURI BUDGET

Fiscal Year 2019 Budget Priorities

Missouri’s economy is growing and Missouri businesses are creating more quality jobs. Missouri’s budget situation is stronger than it was one year ago. Despite the growth in the economy and greater efficiencies in Missouri’s government, tough decisions still need to be made. This document highlights the areas of strategic investment for Missouri—where the Governor has determined more funding is needed. It also plainly lists the areas of the budget to be cut.

Increasing Funding for Elementary and Secondary Education

Teachers in Missouri are not getting the pay they deserve, yet costs of administrative overhead continue to rise. That is why the Governor’s Fiscal Year 2019 budget increases pay for teachers in state-run schools, and sends more money than ever to our elementary, middle and high schools, in the hope that they will follow suit and give teachers a badly needed raise. The Governor’s Fiscal Year 2019 budget adds an additional \$87.5 million over last year for total funding of \$6.1 billion – a record high level of support for Missouri elementary and secondary education. As can be seen below, funding for elementary and secondary education has increased by \$190.4 million since Governor Greitens took office, compared to a \$16 million increase during the first two years of the previous administration.



Missouri's Most Vulnerable Children

Governor Greitens promised to be a champion for Missouri's most vulnerable citizens. The Governor's budget includes additional funding for programs that support vulnerable children, including:

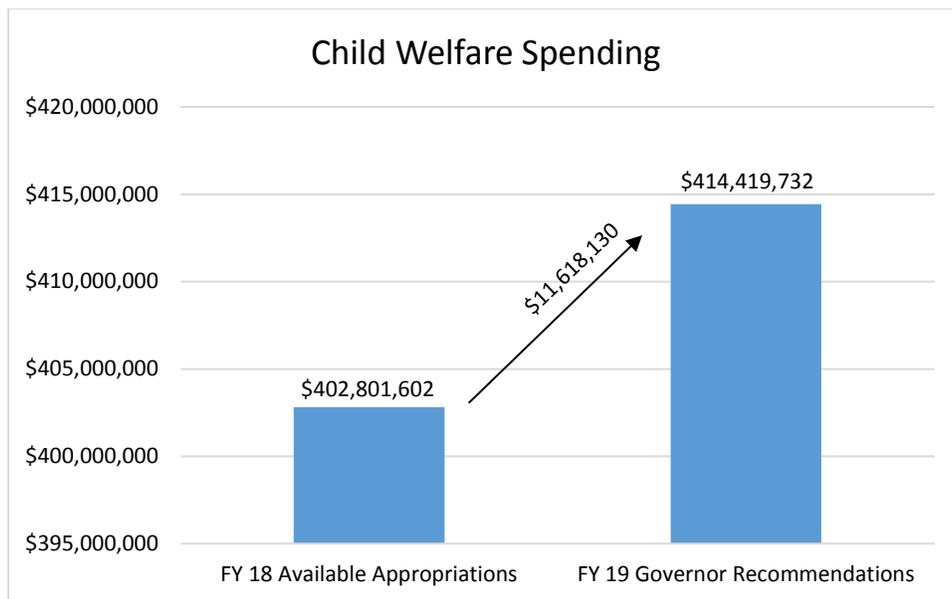
- \$3.3 million in new funding to care for children who have been abused or neglected and removed from their homes, including services for children with emotional and psychological difficulties, and expenses for children in adoptive and guardianship care placements. This Fiscal Year 2019 funding increase is in addition to \$10.7 million added in Fiscal Year 2018. This funding will assist an estimated 13,700 children who have been removed from their homes to ensure their safety and over 21,000 children in adoption and guardianship placements.
- \$5.3 million in new funding to reduce the backlog in the number of children awaiting termination of parental rights, which must occur before these children can be moved into permanent forever homes. As of July 31, 2017, there were 1,317 children whose adoptions were being held up due to this backlog.
- \$2.6 million in new funding for a rate increase for foster care providers and for adoptive and guardian families. This will impact 13,548 foster children and 20,612 children receiving adoption and guardianship subsidies.

ADOPTION TRANSFORMS LIVES



Conner had been in care since 2006. When his Extreme Recruitment case started he was already 16 years old. Extreme Recruitment explored many relatives for him; unfortunately, no one was willing to be a permanent placement option. Conner had been in the same foster home for about two years and was a freshman in high school when we met him. At his high school he was involved in the ROTC program and shared dreams of enlisting one day. Conner's wish was that if family was not an option for him that he could stay in the same high school and graduate with his friends. Extreme Recruitment went to his town on a Wednesday evening and visited 10 to 15 churches. We passed around his media profile and asked the pastor to speak to the adults about our need to find this teenage boy a home. One week later we received a phone call from a middle aged couple, Richard and Sheri Champion, who were interested in learning more about this teenager in need. Two months later Conner was moved in to their home and his behaviors and grades improved immensely. Richard and Sheri each had their own children from previous marriages and always wanted a child together; nine months to the day that Conner moved in to their home, his adoption was finalized. Conner officially became a Champion and the joy and love that was spread that day was undeniable.

- \$460,814 in new funding to ensure that crimes against children, including child abuse, child neglect, child sexual abuse, child exploitation/pornography, and child fatalities, are promptly investigated.
- \$638,356 in new funding for the Alternatives to Abortion program which saw 486 healthy births in Fiscal Year 2017. These funds are targeted to provide services and counseling to pregnant women in carrying their unborn child to term instead of having an abortion.
- \$424,626 in new funding to begin testing newborns for Spinal Muscular Atrophy and Hunter Syndrome and provide the associated genetic follow-up services.
- \$8.5 million in new funding for the First Steps Program which provides early intervention services for families with children, birth to three years of age, with disabilities or developmental delays. The First Steps Program enhances children’s development, learning, and participation in family and community life.
- \$8.4 million in new funding to provide instruction and therapy to young children with disabilities through the Early Childhood Special Education Program.



Protecting Missourians with Disabilities

Governor Greitens understands the critical role state government has in protecting Missourians with intellectual and developmental disabilities, mental health disorders, physical disabilities, and chronic health conditions. Governor Greitens’ \$2.2 billion investment in the Department of Mental Health, including \$1.2 billion for the Division of Developmental Disabilities, are record high levels of funding,

exceeding support recommended by the previous administration by \$248 million for the Department of Mental Health, including \$56 million for Developmental Disabilities. To support and protect Missouri's vulnerable citizens, the Fiscal Year 2019 budget includes increased funding for the following programs:

- \$65.8 million in new funding to serve 1,399 additional individuals with developmental disabilities through case management, transitional services, and crisis residential placements. The goal for people with a developmental disability is to enable them to live independently and productively while providing needed in-home supports.
 - This funding will ensure that an estimated 1,018 vulnerable Missourians needing development disability services aren't put on a wait list but instead have access to needed services in a timely manner. Missouri's approach differs markedly from that of most other states, where wait lists are common and can result in an individual's situation needlessly escalating into a personally painful crisis that is more expensive and difficult to treat.
 - Governor Greitens is recommending funding to assist families where parents can no longer care for an adult child with developmental disabilities by providing crisis residential placements.
 - Children with developmental disabilities in the foster care system must transition from the state's guardianship when they reach adulthood. This funding will provide necessary services as they transition out of state care.
 - This funding will also assist individuals with developmental disabilities who are moving from nursing facilities into community-based services, increasing their quality of life by providing them more freedom and independence.
- \$28.6 million in new funding to implement HB 1565 (2016), which gradually increases the asset limits for aged, blind, and disabled individuals to receive health benefits.
- \$5.9 million in new funding to provide comprehensive psychiatric rehabilitation to Missourians experiencing mental illness.
- \$5.4 million in new funding to expand the Primary Care Health Home Program, which coordinates care for MO HealthNet participants diagnosed with chronic conditions, thereby improving the quality of life and outcomes for participants while achieving cost savings.
- \$105,000 in new funding to improve employment services for individuals with intellectual and developmental disabilities.

Growing Missouri's Economy and Investing in Infrastructure

Communities, entrepreneurs, business leaders, investors, and workers make an economy strong. State government can help businesses and hard-working individuals thrive by investing in our state's infrastructure and workforce, and making sure that those who want to create jobs in Missouri find open arms, not red tape. Governor Greitens' budget will increase funding for our infrastructure to support economic growth. The funding will modernize multimodal assets, including our vital port system, and help towns and cities attract business and jobs by co-investing in their infrastructure projects.

In order to continue to grow Missouri's economy and attract more businesses like Nucor to the state, the Governor recommends funding the following priorities:

- \$162.8 million in new funding to develop Missouri's infrastructure by constructing and maintaining the state road and bridge system.
- \$25 million in new funding to establish a new Jobs and Infrastructure Fund that will assist local governments with matching funds to ensure infrastructure is in place to attract, retain, and grow Missouri businesses and create additional jobs for hard working Missourians. A broad array of infrastructure improvements will be authorized under this program, including improvements to waterways, ports, utilities, and communication systems.
- \$7.6 million in new funding to modernize river ports statewide to facilitate the transportation of Missouri goods and stimulate economic development along Missouri's waterways. This funding

BRINGING NEW MANUFACTURING TO MISSOURI



Last year, Governor Greitens called a special session of the General Assembly to pass legislation to make Missouri more economically competitive to new steel and other manufacturing facilities. As a result, Missouri beat out other states for Sedalia to be home to Nucor's new steel mill in November 2017. The Fortune 500 company has committed to creating at least 250 high-paying jobs and invest \$250 million in the new rebar micro-mill. The construction and operation of the new facility is also expected to attract more jobs to the community. We were able to compete and win thanks to the collaboration between the local communities and our State of Missouri team, led by the Department of Economic Development. Continued investments in the State's economic development capabilities will help us compete and win in the future.

will assist Missouri's farmers by opening up new markets for agricultural products, including the growing international sector.

Rural Missouri

Governor Greitens understands that too often Missouri's small towns have been forgotten. The Governor believes that state government should fight for all Missouri families; therefore, the Fiscal Year 2019 budget includes:

- \$6 million in funding for rural broadband—to bring the necessary infrastructure for high-speed broadband to rural public schools at no cost to the school.
- \$2.5 million in new funding for invasive species and disease monitoring and control to ensure that native wildlife, farms, landscapes, and waterways are protected. The increased funding is also significant in Missouri's efforts to maintain healthy fish, forest, and wildlife and to protect the pastimes of Missouri's nearly 520,000 deer hunters and almost two million wildlife watchers.
- \$2.4 million to maintain public roadways through the voluntary County Aid Road Trust (CART) program. It is estimated that 85 counties will participate in the cost-share CART Program.

Public Safety

Whether responding to natural disasters, pursuing dangerous criminals, or responding to the scourge of drugs in our communities, Missouri's first responders have some of the toughest and most dangerous jobs. Governor Greitens' budget increases pay for the Highway Patrol and front-line corrections officers, provides needed safety and forensic investigation equipment, and increases funding for sorely needed community-based drug treatment efforts, because we have no higher priority than keeping Missourians safe. Governor Greitens' Fiscal Year 2019 budget includes:

- \$5 million in new funding for community-based substance abuse treatment to ensure non-violent offenders receive the most effective and appropriate treatment as based on recommendations from the Governor's Missouri State Justice Reinvention Task Force. Approximately one-third of prison admissions are for substance abuse treatment. Research indicates community treatment for these offenders leads less of them to reoffend.

Missouri must increase the number of community-based treatment opportunities to prevent people from reoffending and prioritize treatment for those most in need.

- \$3.6 million in new funding for adult, family, and veterans' treatment court programs which provide effective treatment for substance use disorders and opioid incarceration in the correctional system.
- \$3.2 million in new funding for pay increases for members of the Missouri State Highway Patrol, which is necessary to attract and retain the best and brightest officers to this elite force.
- \$3 million in new funding to expand the crime lab at the Missouri State Highway Patrol's general headquarters. Evidence must be analyzed promptly in order for the Patrol to close cases, get criminals off the street, and assure crime victims that investigations are proceeding without delay and with up-to-date equipment.
- \$1 million in new funding to upgrade Missouri State Highway Patrol radios with modern encryption keys. Upgrading radios with internal encryption keys will allow law enforcement personnel to maintain a higher level of situational awareness and be able to discuss secure data over radio networks.
- \$955,935 and nine troopers and investigators in new funding to allow the Division of Drug and Crime Control to handle increasing numbers of special investigation requests, including human and drug trafficking.

DRUG COURTS CHANGE LIVES

Time and time again, drug courts have proven to be an effective way for families to address substance use disorders in a way that allows individuals to lead healthy and productive lives. Take the story of Jane and John, both of whom were charged with multiple counts of felony possession of a controlled substance in Franklin County, Missouri. They led a life of possessing and manufacturing methamphetamine, which led them to the court system. Both were homeless, unemployed and only working sporadically. When Jane appeared before the court she was 8 months pregnant with her second child and had already voluntarily terminated her parental rights for her first child. John, her boyfriend, father of her second child and co-defendant, also engaged in the screening process for drug court. Jane entered the drug court program in July 2005 and successfully completed the program in 13 months, graduating in August 2006. John entered the program in September 2005 and successfully completed the program in 17 months, graduating in July 2007. Since graduation, the couple has become productive members of their community. They own a home and have had full-time, stable employment for years now. They continue to be active in the recovery community and have not been back in the criminal justice system. Their story speaks to the great tools drug courts provide.

- \$860,000 in new funding for Forward Looking Infrared and Mapping equipment for Missouri State Highway Patrol helicopters in order to assist during traffic and search and rescue operations, including instances when a child is missing and a timely rescue is critical.
- \$556,369 in new funding to provide Probation and Parole Officers additional safety equipment, including firearms, ammunition, holsters, and bulletproof vests and \$158,305 for enhanced safety equipment at Probation and Parole offices. Missouri owes its front line public safety officers, officers who are keeping Missouri citizens safe, the equipment necessary to be safe while performing their jobs.
- \$281,000 in new funding to maintain the Missouri State Highway Patrol Sex Offender Registry System and meet federal National Crime Information Center requirements.
- \$202,208 in new funding to reduce the 9-month backlog in blood sample toxicology analysis.
- \$120,000 in new funding to refurbish Missouri State Highway Patrol armored vehicles.

Fighting the Opioid Epidemic

The opioid epidemic is a modern day plague. It strikes families across the state, regardless of race, creed, or class. Data from the CDC indicate between February 2016 and January 2017, drug overdoses accounted for more than 64,070 deaths nationally, including more than 1,000 Missourians. Opioids and heroin were the main drivers of drug overdose deaths in 2016, representing 908 deaths in Missouri, and misuse of opioids such as oxycodone, hydrocodone, codeine, and morphine has skyrocketed. Additionally, misuse of opioids is strongly linked to heroin addiction.

2017 was a pivotal year in Missouri's response to the opioid crisis as Governor Greitens instituted a comprehensive, integrated, innovative Cabinet-wide response that focused on prevention, reducing deaths, and increasing treatment. Members from all 16 Cabinet departments participated in 9 opioid summits across the state that aligned federal, state, and local resources to implement practical solutions to fight the opioid scourge. These initiatives have included increasing the availability of Narcan (a drug to counteract opioid overdoses), decreasing misuse and abuse of prescribed opioids, and expanding treatment options.

The Missouri Department of Social Services' Medicaid Program has implemented pharmaceutical strategies to combat the opioid epidemic including the following: reducing doses for short-acting opioids; requiring 85% of days-supply of opioid prescriptions be used before refilling or a new opioid prescription is allowed; limiting new prescriptions to opioid-naïve participants to a 7-day supply; improving access and the approval process for Opiate Dependence Treatments; restricting the use of Codeine and Tramadol for children under the age of 12; and removing the prior authorization criteria for intranasal Narcan.

The Missouri Department of Social Services' Medicaid Program is seeking federal approval to add alternative pain management options for individuals with a pain diagnosis. The alternative pain management options include physical therapy, occupational therapy, chiropractic services, massage, and acupuncture. It is estimated that offering alternative treatments will result in cost savings while improving health outcomes.

We are making progress. Preliminary data shows that the 35% increase in deaths from opioid overdose from 2015-2016 has slowed in 2017.

More is needed. The Governor's recommended budget includes several evidence-based initiatives to expand the state's fight against the opioid epidemic in Missouri:

- \$4.7 million in new funding for peer recovery coaches in hospital emergency departments and faith and community recovery support services.
- \$731,154 in new funding to reduce opioid-involved deaths through training, education, and the distribution of Narcan to first responders.
- \$374,213 in new funding to implement the state's prescription drug monitoring program.

NARCAN SAVES LIVES



Earlier this year, Narcan helped to save the life of a 30 year-old Eureka woman who was unresponsive and not breathing when Sgt. Michael Werges, an officer with the Eureka Police Department, arrived on the scene. Sgt. Werges observed the victim lying on her back when he arrived and immediately recognized the situation as a Heroin overdose. He immediately provided her with a single dose of Narcan Nasal Spray, followed by several other doses. The victim was eventually transported to the hospital with a pulse and breathing. During his 20 years of experience as a police officer, Sgt. Werges estimates that he has responded to at least 20-30 overdose situations. He believes the frequency of such calls are on the rise and has seen first-hand how Narcan saves lives.

- \$750,000 in new funding for entities providing programs that educate or promote medication safety or that suppress or prevent prescription drug misuse, abuse, and diversion.

Higher Education

Governor Greitens appreciates the value of affordable higher education that equips our citizens with quality degrees, certificates, and training. To help students and their families, the Governor recommends increased funding for Missouri’s need- and merit-based scholarship programs. Doing so puts more higher education dollars directly into the hands of students. The budget includes:

- \$2 million in new funding for the Access Missouri Scholarship Program, bringing total funding to \$70.7 million. Access Missouri, the state’s largest need-based scholarship program, provides awards averaging \$1,676 to over 44,000 students. Access Missouri awards are structured to provide the most assistance to students with the greatest financial need and, due to its portability, the scholarship increases students’ access to their Missouri school of choice.
- \$3.5 million in new funding for the A+ Scholarship Program, bringing total funding to \$41.1 million. Through the A+ Program, high school students who graduate with a grade point average of at least 2.5, have an attendance record of at least 95%, and perform at least 50 hours of unpaid tutoring or mentoring can attend a public community college or vocational/technical school without

MAKING COLLEGE AFFORDABLE



Madison Evans spent her childhood watching her parents build a business. Now, as a student at Jefferson College, she looks forward to earning a business degree, returning to her hometown, and helping her family’s business flourish. She is using Missouri’s A+ Scholarship to pay for her first two years of college before transferring to a four-year university.

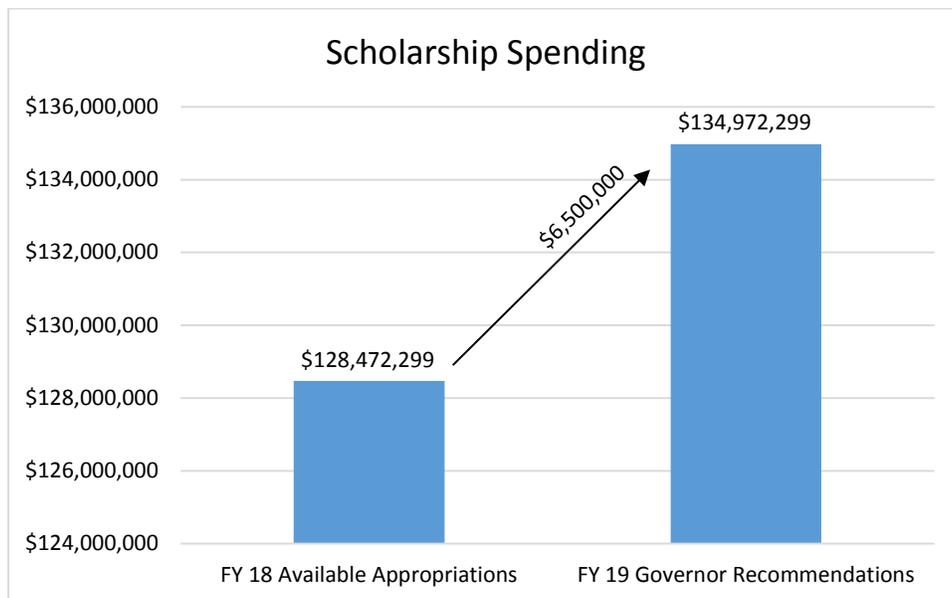
“I chose to major in business because it allows me to combine my creativity and leadership skills, Madison said. “I have made sure that I push myself as far as I can go. I know with hard work, anyone can accomplish something great.”

Madison chose to attend Jefferson College because it was close to her home, and she could use the A+ Scholarship to help with college costs.

Last year, more than 12,000 students received the A+ Scholarship, which covers tuition and general fees at a community college or participating career/technical school in the state. To receive the scholarship, students at participating high schools must earn a 2.5 grade point average, maintain 95 percent attendance, perform 50 hours of tutoring, and meet other eligibility requirements.

having to pay tuition or fees. The Fiscal Year 2019 increased funding will allow students who graduate from private high schools to participate in the program; private school students were first allowed access to A+ scholarships under Governor Greitens' administration, a long overdue change that treats public and private school students equitably. A+ Program awards average \$2,662 for over 12,500 students.

- \$1 million in new funding for the Academic Scholarship (Bright Flight) Program, bringing total funding to \$23.2 million. The Bright Flight Program incentivizes Missouri's high-achieving students to attend college in Missouri. Students who study in Missouri are more likely to remain in Missouri; therefore, the Bright Flight Program helps to keep Missouri's most gifted students in the workforce. Students scoring in the top 3% on the ACT or SAT receive annual awards of \$3,000 which can be used at public and private colleges and universities in Missouri. Over 7,000 students receive Bright Flight awards annually.



In addition to the focus on helping students afford higher education through scholarships, Governor Greitens set a new course for deeper change in higher education by establishing a performance funding structure that will focus resources on the institutions that deliver for their students. This commitment to performance funding means that higher education institutions will need to reduce administrative costs to best use taxpayer money. Among the difficult decisions this year, the budget includes reductions in overall funding for these institutions as they undergo management transformation. Reflecting national trends, Missouri has experienced a growth in administrative and other costs in its higher education institutions over the past few decades. Across our state, we are now seeing change and innovation in how higher education institutions can cut administrative bloat, eliminate duplicative, low-impact programs, step up cost-saving collaborations, and improve operational efficiencies. We are confident that the institutions will continue to accelerate management reform and prioritize efforts to achieve affordable education for our students and their families.

TACKLING ADMINISTRATIVE OVERHEAD

With a focus on improving efficiency and effectiveness, the University of Missouri is making changes at its four-campus system that should save millions of dollars in administrative costs.

The university system has reduced its workforce by 500 positions and made other cuts totaling nearly \$101 million. Participation in a statewide Task Force on Fleet Management prompted the university system to change the way it manages its fleet of vehicles for a potential savings of more than \$1.5 million per year.

A recent report from consulting firm PricewaterhouseCoopers recommended changes in human resources, purchasing, information technology, facilities, and other areas that could result in as much as \$70 million in savings at all four campuses. Plans for implementing many of the recommendations are underway.

Transforming our Government

For too long, improving the operations of our government has been neglected. Our citizens deserve better for their tax dollars. Governor Greitens has assembled a Cabinet team that includes a diverse set of leaders with both business and government experience – from across Missouri and the country – and is focused on transforming how the state government works every day for the citizens of Missouri. The Cabinet team is focused upon providing what every taxpayer wants and deserves – a state government that is more focused and smaller, that is more efficient, and one that delivers better for its citizens. The management challenges have accumulated over many years. All these problems will not be solved in the next year or two. But State Government and its workers are committed to fundamental change.

Strengthening our public servant team

Like any business or enterprise, success in state government depends on getting the right people in the right positions and then rewarding them for doing the right things in the right way at the right time. We have begun to transform the state workforce’s annual review process to provide greater flexibility and eventually rewards for high performance – i.e., a common sense approach to “reward-for-performance.” The budget reflects a commitment to investing in our public servants working on the frontlines for our citizens with a targeted cost of living and salary adjustment and preserving their overall benefits package. In the coming year, we will also continue to see the state workforce shrink through retirements and other reforms as the government focuses its programs on core government responsibilities and modernizes how it gets work done. To support Missouri’s public servants, the Governor recommends:

- \$61.2 million in new funding to fund the state’s share of employee health care benefits.
- \$29.4 million in new funding to provide a \$650 salary increase for all state employees making \$50,000 or less. This funding will be provided if the Missouri legislature enacts critical reforms to the state civil service system—to ensure that we can move employees to where they help the most, reward the best for superior performance, and take rapid action against those who fail our citizens and their colleagues.
- \$14.4 million in new funding to fund fully the contribution rate for the state’s primary employee pension system.
- \$4.5 million in new funding for targeted pay adjustments for specific job classes in order to bring these salaries closer to the market rates to ensure that Missouri state government can attract and retain the best workers.
- \$2.9 million in new funding for one-time investments to revamp the design and functioning of state processes and information technology systems to enable greater flexibility and common-sense reward for performance for state employees.

Changing how the Missouri state government operates

The management and direction of the Missouri state government reflects years of neglect despite the hard work and commitment of the majority of our state employees. Governor Greitens is committed to changing how we run the business of government to ensure Missouri tax dollars are used in the most efficient and effective manner possible. We need to introduce best practices from the private sector and other successful governments, and to scale up what the Missouri state government does well already.

This will involve analyzing data in new ways to help us solve problems faster, better, and save the taxpayers money.

To bring much-needed reforms to Missouri state government, the Governor recommends:

- \$2.5 million in new funding to increase the Third Party Liability contract, which is responsible for cost recovery and cost avoidance of MO HealthNet expenditures. In Fiscal Year 2016, this program accounted for more than \$243 million in savings by avoiding claims and recovering MO HealthNet funds.
- \$993,000 in new funding for an independent, objective assessment of Missouri's organization for Medicaid. Continued increasing Medicaid costs are a major threat to our entire state budget. As part of the broader effort to find ways to improve the efficiency of our Medicaid program, this project would assess the state's current organization for Medicaid – i.e., unlike many states, Missouri's Medicaid programs are split across three departments – and develop potential options to optimize our organization for future performance.
- \$700,000 in new funding to implement the Lean Efficiency and Cost Reduction Initiative, which will save millions of dollars by cutting waste and streamlining processes.
- \$324,599 in new funding to help the Department of Social Services to investigate legal cases in a more timely manner. Seven additional staff will work on cases including anti-trafficking initiatives, undercover investigations, and civil and criminal proceedings concerning public assistance fraud.
- \$220,206 in new funding to implement the first Missouri Leaders in Management Program, which will recruit top quality, young managers from MBA and other graduate programs to serve in Missouri state government. Similar to nominations to the military service academies, candidates will be nominated by members of the General Assembly or Missouri's congressional delegation.
- \$200,000 in new funding for a new Cost Reduction and Citizen Service Improvement Challenge, which will provide incentives to teams of state employees to develop and then implement innovative solutions to improve government performance.

Investing in technology to improve how work gets done

The right tools are needed to do a job right. This is true in government as in business. After years of neglect, the State of Missouri relies upon many outdated information technology systems that are vulnerable to failure and cannot be modified. They also are cumbersome to use, and do not support the

data analysis needed to streamline state operations. Like many businesses have already done, the State of Missouri will accelerate its move from COBOL to secure cloud computing. Investments in better technology will help improve efficiency and reduce government operating costs. The Fiscal Year 2019 budget includes investments in the following technology improvement projects:

- \$10 million in new funding to replace the statewide ERP (enterprise resource planning) financial system to enable better and more rapid analysis, improve efficiencies, streamline processes, and thereby help reduce program budgets.
- \$9.6 million in new funding to advance Medicaid Management Information System technology necessary for future cost savings by developing a system that is less expensive to operate and that allows for quicker implementation of program changes. The current outdated system processes over 116.9 million claims annually. Missouri will be able to use the new system to better analyze how to contain future Medicaid costs.
- \$9 million for cyber security to protect against potential threats, attacks, and breaches. Missouri's state government protects millions of people's private personal information and must invest accordingly to prevent criminals and foreign governments from compromising that data.
- \$669,000 in new funding to provide child welfare practitioners with tablets that will allow them to update a child's file and access critical safety case information while in the field.
- \$678,338 in new funding to develop an Electronic Visit Verification system for Personal Care Services. An Electronic Visit Verification system provides technological options to document the time and tasks performed by in-home caregivers. This system will improve quality of service, reduce late or missed visits, reduce audit exposure, improve efficiency, and improve transparency. These system improvements will reduce fraud, waste, and abuse along with the operational costs associated with paper-based operations.

NEW ANALYSIS REDUCES MOTOR POOL TO SAVE MONEY

In the fall of 2017, a group of private sector experts volunteered their time in the Chief Operating Officer's Task Force on Fleet Management convened by the nonprofit Hawthorn Foundation. These experts introduced to the Office of Administration's fleet managers new analyses to optimize the size of the state's motor pool in Jefferson City. The analysis showed that the motor pool could be reduced by 30 vehicles, saving the taxpayers over \$500,000. To complete the analysis, however, the state team had to collect the data manually in a time consuming, inefficient way because the current state systems and processes did not compile the needed information. By investing in new management techniques and the supporting fleet management system to collect and analyze the relevant data, the state will be able to drive more rapidly and effectively similar cost savings in the management of our vehicle fleets.

- \$5.5 million for other critical information technology projects to help automate the state’s procurement system, allow the Department of Natural Resources to track and report drinking water and environmental samples, permit online licensing for business owners regulated by the Division of Alcohol and Tobacco Control, and improve management of the state’s fleet of vehicles. Together these investments will help achieve efficiencies and better performance.

Reducing State Government

Although there has been an aggressive effort over the past year to reign in wasteful spending and make state government more efficient, some costs continue to rise. Special interest tax credits—which cannot be touched in the budget process due to special protections—continue to drain the budget. Health care costs paid by the government continue to skyrocket. Obamacare has still not been repealed, and the cost of health care continues to rise. Taxpayers pay more and more for government health care every year with little or no improvement in results. Some other government programs may be well-intentioned, but are not sufficient to deliver real impact and could be done better by non-governmental organizations. Given all these strains on the budget, tough decisions still have to be made to balance our budget every year – as our constitution requires.

The realities of the state’s fiscal position thus require difficult trade-offs. The Governor has listed his recommendations for reductions in state spending clearly below. None was made lightly. Reasonable people can argue that the proposed reductions should be replaced with cuts to other areas of government like public elementary schools, infrastructure investments, or fighting the opioid epidemic. Others might argue that taxes should be raised on Missourians to facilitate more government spending. The Governor believes that these are the most reasonable and responsible reductions that also ensure Missouri’s budget is balanced. The recommendations below reflect the budget priorities listed above and the commitment to a smaller, cheaper, more effective government for the citizens of Missouri.

The Governor recommends the following Fiscal Year 2019 reductions from Fiscal Year 2018 available appropriations:

- \$68,171,255 from the higher education institutions
- \$345,254 from the Department of Revenue, Division of Highway Collection through a reduction in field and other administrative staff
- \$42,700 from the Department of Revenue, Division of Legal Services through reduced administrative expenses

- \$250,000 from the Department of Revenue through reduced postage costs
- \$40,000 from the Department of Revenue through reduced county lien filing expenses
- \$1,022,552 from the Department of Revenue, Division of Taxation through call center efficiencies and reduced equipment, travel, and contract costs
- \$500,000 from the Missouri Department of Transportation's Amtrak passenger rail state match; twice daily train service will continue
- \$10,000,000 from the Missouri Department of Transportation's planning grants due to a reduction in available federal funding
- \$77,550 from the Office of Administration through administrative reductions and efficiencies
- \$1,950,270 from unneeded debt service on Board of Public Building bonds
- \$91,800 from the Office of Administration through reduced dues payments
- \$200,000 from the Office of Administration's Regional Planning Commission grants; local funding is still available
- \$30,000 in unused funds from the Office of Administration's teacher retirement contributions
- \$660,000 from the Missouri Department of Agriculture's Dairy Industry Revitalization Program, funding associated with the defunct dairy price insurance program
- \$197,565 from the Department of Natural Resources through administrative efficiencies
- \$250,000 from the Department of Economic Development's Missouri Technology Corporation Program; \$2.25 million will still be invested through the Missouri Technology Corporation
- \$1,000,000 from the Department of Economic Development's Wood Energy Tax Credit Program
- \$50,000 from the Department of Economic Development's Alternative Fuel Infrastructure Tax Credit Program
- \$351,766 from the Missouri State Highway Patrol through reduced administrative costs
- \$406,872 from the National Guard through reduced Field Support personnel and other administrative efficiencies
- \$305,639 from the Department of Corrections through reduced administrative costs
- \$3,000,000 from the Department of Corrections' medical services contract
- \$1,167,617 from the Department of Corrections through reductions in contracts and staff travel
- \$975,000 from the Department of Mental Health's emergency room enhancement expansion, which has not been started
- \$259,793 from the Compulsive Gambling Program

- \$158,228 from the Department of Health and Senior Services; facilities will still be able to receive designation as a trauma, stroke, or STEMI center through various accrediting organizations
- \$118,681 from the Department of Health and Senior Services' Missouri Health Facilities Review Committee; the Division of Regulation and Licensure will absorb these duties within their existing resources
- \$100,000 from the Department of Health and Senior Services' tobacco cessation program
- \$76,876,876 through a reduced state share of the Federal Medical Assistance percentage; increased federal earnings will offset this reduction
- \$40,000,000 from the Department of Social Services through Medicaid cost containment initiatives
- \$9,600,000 from the Department of Social Services by maximizing Medicare pharmacy benefits
- \$1,500,000 from the Department of Social Services through enhanced rebates on antipsychotic medications
- \$704,758 from the Department of Social Services through reductions to the Montgomery City Youth Center associated with unneeded beds; remaining funding will be sufficient to serve all clients
- \$1,228,920 from the Department of Social Services through the closure of three moderate level care groups due to unneeded beds; remaining funding will be sufficient to serve all clients
- \$124,130 from the Department of Social Services through consolidations and reduced administrative costs

<https://oa.mo.gov/budget-planning/budget-information/2019-budget-information/fiscal-year-2019-executive-budget>

REVIEW OF FISCAL YEAR 2017 REVENUE

Net general revenue collections increased in Fiscal Year 2017 by 2.6 percent over the previous year. With the U.S. economy continuing to expand, modest to moderate revenue growth is expected over the next eighteen months. Revenues are estimated to grow by 1.9 percent in Fiscal Year 2018 and increase moderately to 2.5 percent growth in Fiscal Year 2019.

THE ECONOMIC OUTLOOK

U.S. Economic Position

The national economy grew in Calendar Year 2017, gaining momentum throughout the year. The unemployment rate declined and employment growth has continued. Housing starts and sales continued to grow at a faster pace than last year. Inflation remained low, tempered by low oil and energy prices and a strong U.S. dollar.

The President signed a federal tax reform package with a January 1, 2018 effective date. This boosted consumer and business confidence and raised inflation expectations. While it is not yet clear how this will impact individual taxpayer behavior, the consensus is that the tax reform package will have a positive impact to the overall U.S. economy.

The economy grew modestly in 2017. Through November, average employment increased 1.4 percent. The unemployment rate decreased to 4.1 percent in November. Personal income continued to improve at a moderate pace. Consumer confidence and spending remained strong through November. Corporate profits had a strong year, and appear to be maintaining momentum. The stock market continues its run in record-setting territory. Growth in the median selling price for new homes stayed moderate and remains slightly below the peak price in 2015. The inventory of homes ended the year at a five-month supply.

Economic Projections

Increase by Calendar Year			
	<u>2017</u>	<u>2018</u>	<u>2019</u>
<u>US</u>			
Real GDP	2.5%	2.7%	2.2%
Employment	1.5%	1.5%	1.2%
Personal Income	2.7%	4.3%	5.1%
Consumer Expenditures	3.8%	3.4%	3.3%
Consumer Prices	2.1%	2.1%	2.4%
<u>MO</u>			
Employment	1.7%	1.6%	1.0%
Personal Income	2.6%	4.9%	5.3%

The economy continues to grow at a moderate pace. The outlook over the next two years shows a slight acceleration into 2018 and then steady growth through 2018. As the economy approaches full employment, wage growth will likely continue to accelerate, which should keep consumer confidence high. Further, reduced oil and energy prices will continue to leave more disposable income in consumers' pockets, and hold costs down for businesses.

The Federal Reserve raised interest rates three times this year. However, the rate remains very low and it is expected to be increased slowly over the next two years. The stock market reaction to the rate hikes appears positive. The Federal Reserve still needs to move cautiously as they continue to unwind a balance sheet that is inflated after the historic quantitative easing program.

In addition, there are other risks to this outlook. Geopolitical conflicts in the Middle East could have a powerful impact on oil prices. Uncertainty in national policy, and the renegotiation of international trade agreements, such as NAFTA, may dampen consumer confidence and could further weaken demand for U.S. exports. However, economic growth could exceed expectations if business investment accelerates, hiring accelerates at a faster than expected pace, and wage growth improves at a more than modest pace.

Missouri Economic Position

Missouri's economy improved in 2017. According to payroll data in December, employment has increased. Through the first eleven months, employment improved 1.6 percent compared to 2016. Unemployment claims remain below pre-recession levels. Both personal income and consumer

spending grew. Missouri's unemployment rate declined, falling to 3.4 percent in November; lower than the national average. The current unemployment rate is the lowest rate in Missouri since 2000.

Missouri's economy is expected to accelerate and then maintain growth in 2018. Job growth will continue over the next eighteen months, but at a slower rate as the economy reaches full employment, boosting wages. Unlike the national economy, the manufacturing industry in Missouri has remained steady over the past year. The Missouri GDP due to manufacturing increased by 0.8% in the first half of 2017 compared to national growth of 0.5%.

REVENUE PROJECTIONS FOR FISCAL YEARS 2018 AND 2019

Revenue forecasting is challenging under the best of circumstances and is even more difficult when there is significant uncertainty around national tax policy.

With economic growth accelerating, continued revenue growth is expected for Fiscal Year 2018. The revised revenue estimate assumes growth of 1.9 percent, which reflects solid growth in sales taxes and moderate growth in income taxes. Growth in individual income taxes will be less, given the federal tax reform and the first implementation of income tax cuts passed in 2014. Tax credit redemptions will continue to equal a large portion of net revenue, though likely will not be as high as the record level reached in Fiscal Year 2012. The revised estimate of 1.9% reflects a downward adjustment from the number on which the Fiscal Year 2018 budget is based.

Continued employment increases, stronger wage growth, and spending growth will help boost general revenue collections in Fiscal Year 2019. Governor Greitens' Fiscal Year 2019 Budget is based on a forecast of revenue growth of 2.5 percent in Fiscal Year 2019.

REVENUE LIMITATION AMENDMENT

Article X of the Missouri Constitution establishes a revenue and spending limit on state government. The limit is 5.6 percent of Missouri personal income, based on the relationship between personal income and total state revenues when the limit was established and approved by voters in November 1980. Calculations made pursuant to Article X of the Missouri Constitution show that total state revenues for Fiscal Year 2016 were below the total state revenue limit by over \$4.0 billion.

The Office of Administration projects that total state revenues will not exceed the total state revenue limit in Fiscal Years 2018 or 2019. These preliminary calculations are subject to change as actual state revenue collections become known and as the federal government revises its estimates of Missouri personal income. These projections could change if legislation is approved to increase taxes without a vote of the people. Pursuant to Article X of the Missouri Constitution, revenue approved by the voters is not subject to the revenue and spending limit.

In addition, Article X, Section 18(e) of the Missouri Constitution states the General Assembly shall not increase taxes or fees in any fiscal year, without voter approval, that in total produce net new annual revenues greater than \$50 million, adjusted annually by the percentage change in the personal income of Missouri for the second previous year, or one percent of total state revenues for the second fiscal year prior to the General Assembly's action, whichever is less.

"Net new annual revenues" is defined as the net increase in annual revenues produced by the total of all tax or fee increases by the General Assembly in a fiscal year, less refunds and less all contemporaneously occurring tax or fee reductions in that same fiscal year.

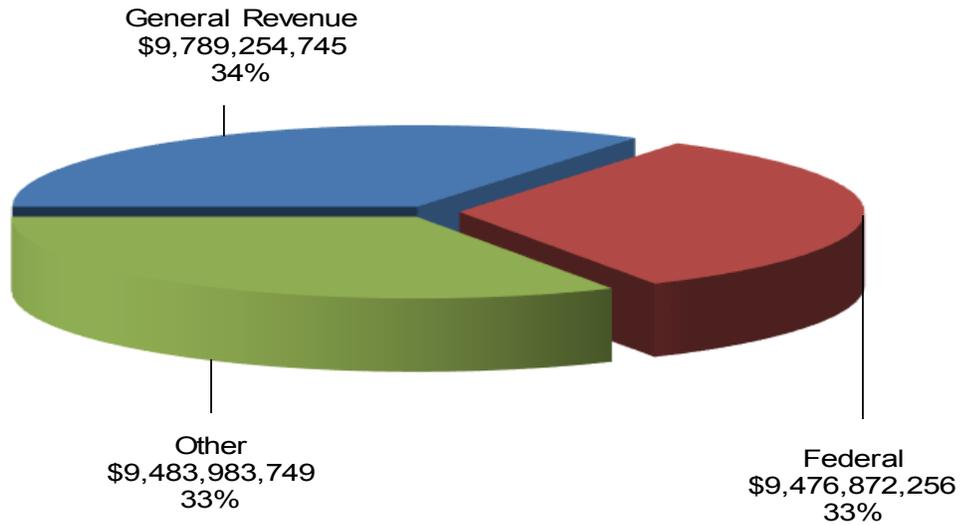
For Fiscal Year 2017, these calculations were \$120.3 million for the personal income amount and \$101.5 million for the one percent of total state revenues amount. Legislative actions in the 2017 session resulted in a decrease of at least \$2.9 million in state revenues when the provisions are fully implemented.

For Fiscal Year 2018, the calculations are \$123.5 million for the personal income amount and \$102.9 million for the one percent of total state revenues amount.

FY 2019 TOTAL OPERATING BUDGET

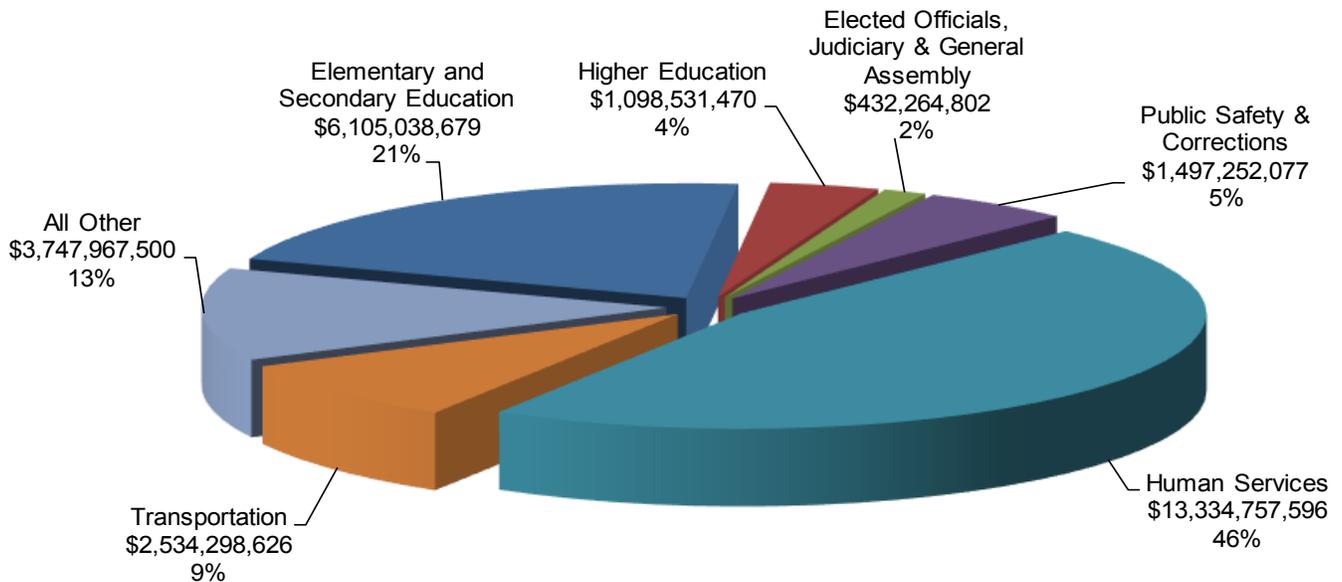
SOURCES OF FUNDS

Total Funds* \$28,750,110,750



FY 2019 GOVERNOR'S RECOMMENDED OPERATING BUDGET—ALL FUNDS

Total Appropriations* \$28,750,110,750



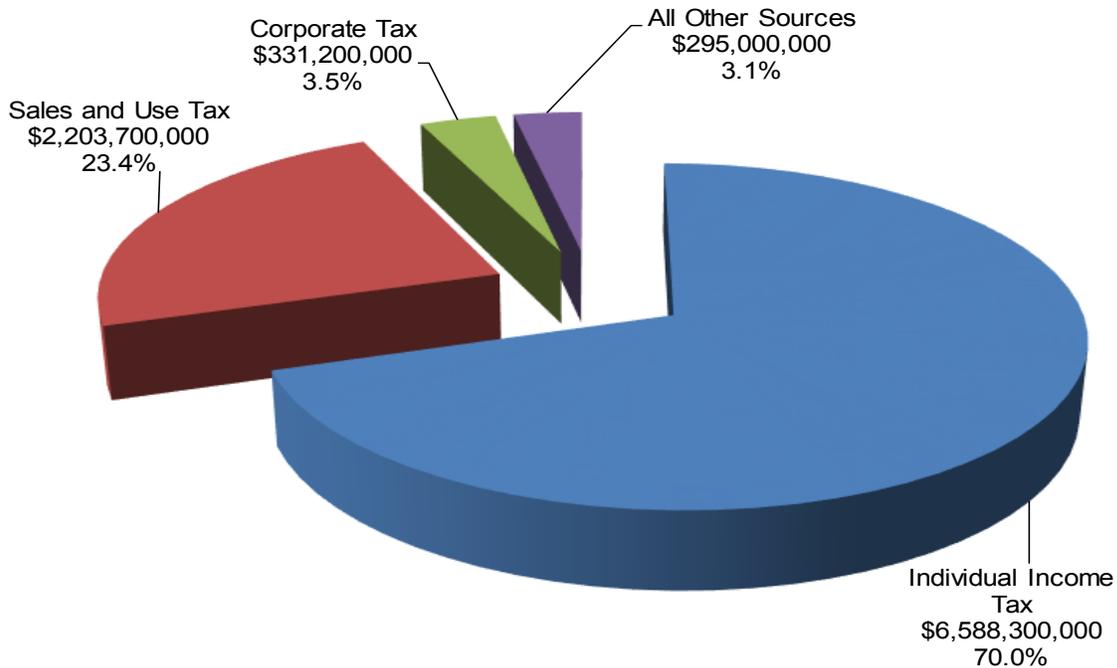
*Excludes refunds

GENERAL REVENUE RECEIPTS AND ESTIMATES

	Actual Receipts FY 2017	Revenue Estimate FY 2018	Revenue Estimate FY 2019
Collections			
Individual Income Tax	\$ 7,320,599,807	\$ 7,552,500,000	\$ 7,789,200,000
Sales and Use Tax	2,147,141,091	2,195,400,000	2,240,900,000
Corporate Income/Franchise Tax	435,097,753	469,700,000	490,300,000
County Foreign Insurance Tax	280,410,231	238,300,000	226,400,000
Liquor Tax	25,601,633	26,400,000	26,800,000
Beer Tax	7,666,892	7,800,000	7,900,000
Interest on Deposits and Investments	6,596,265	11,000,000	18,300,000
Federal Reimbursements	13,275,902	8,800,000	7,600,000
All Other Sources	195,744,213	168,900,000	172,600,000
Total General Revenue Collections	10,432,133,787	10,678,800,000	10,980,000,000
Refunds	(1,415,891,991)	(1,489,900,000)	(1,561,800,000)
Net General Revenue Collections	\$ 9,016,241,796	\$ 9,188,900,000	\$ 9,418,200,000
Net Growth Rate		1.9%	2.5%

FY 2019 REVENUE CONSENSUS ESTIMATE

Net General Revenue \$9,418,200,000



GENERAL REVENUE SUMMARY

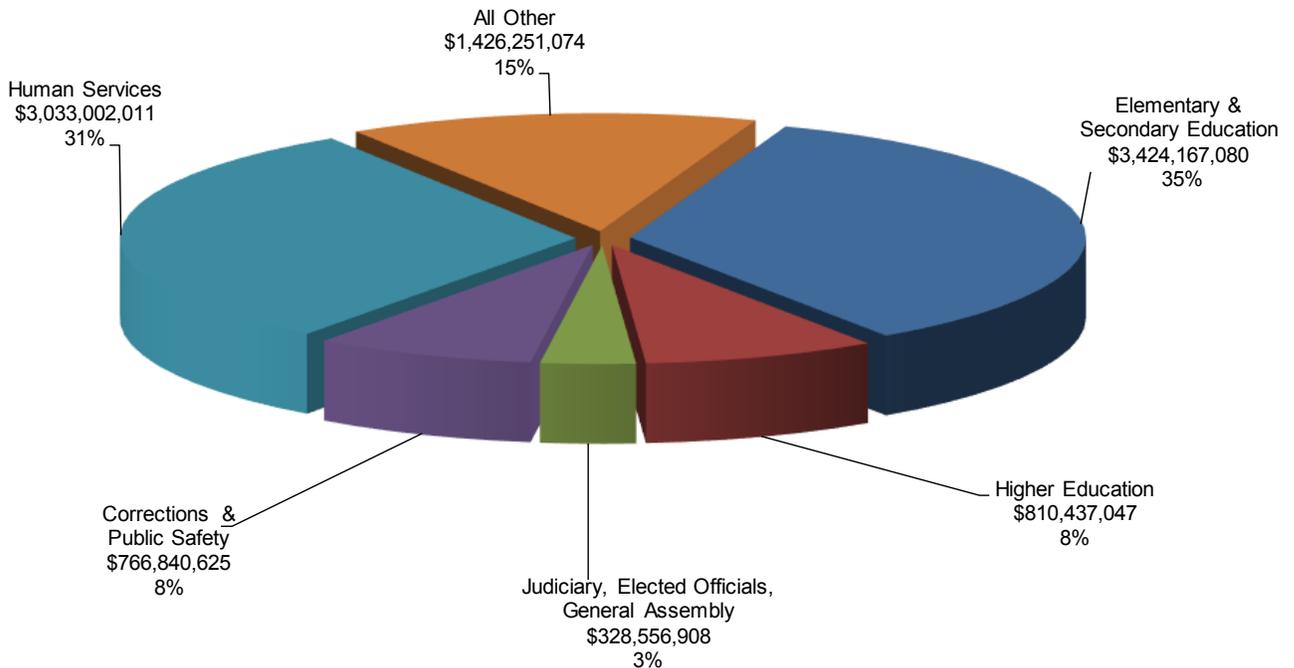
<u>RESOURCES</u>	<u>FY 2017</u>	<u>FY 2018</u>	<u>FY 2019</u>
Beginning Balance	\$ 21,060,407	\$ 5,074,991	\$ 70,447,906
Previous Year's Lapse ¹	132,169,848	162,833,420	110,066,308
Revenue Collections	10,432,134,347	10,678,800,000	10,980,000,000
Refunds	(1,415,892,382)	(1,489,900,000)	(1,561,800,000)
Collection Additions	0	267,700,000	250,000,000
Transfers to Fund	154,525,495	129,900,000	119,900,000
Total Resources Available	\$ 9,323,997,715	\$ 9,754,408,411	\$ 9,968,614,214
<u>OBLIGATIONS</u>			
Operating Appropriations	\$ 9,526,396,598	\$ 9,367,307,893	\$ 9,789,254,745
Capital Appropriations	120,500,000	82,400,000	92,597,292
Capital Reappropriations	27,530,640	18,976,152	5,066,308
Supplemental	43,647,939	430,966,833	125,000,000
Increased estimates	24,962,739	0	0
Confirmed Lapse	(4,750,000)	(16,300,000)	(8,000,000)
Expenditure Restrictions	(419,365,192)	(199,390,373)	(40,000,000)
Total Obligations	\$ 9,318,922,724	\$ 9,683,960,505	\$ 9,963,918,345
Ending Balance	\$ 5,074,991	\$ 70,447,906	\$ 4,695,869

NOTES TO GENERAL REVENUE SUMMARY

(1) Unexpended appropriations are counted as a resource in the next fiscal year to avoid premature commitment of uncertain resources until actual lapses are known. This includes reserves authorized by Section 33.290, RSMo.

FY 2019 GOVERNOR'S RECOMMENDED OPERATING BUDGET—GENERAL REVENUE

Total Appropriations* \$9,789,254,745



*Excludes refunds

FY 2019 BUDGET SUMMARY

House <u>Bill</u>	<u>FY 2017 Expenditures</u>	<u>FY 2018 Available Appropriations**</u>	<u>Governor's Recommendation FY 2019</u>	<u>Difference</u>
1	<u>Public Debt</u>			
General Revenue	52,884,413	40,014,997	22,779,846	(17,235,151)
Federal Funds	0	0	0	0
Other Funds	2,539,051	1,742,287	1,275,213	(467,074)
Total	55,423,464	41,757,284	24,055,059	(17,702,225)
2	<u>Elementary and Secondary Education</u>			
General Revenue	3,296,888,881	3,354,310,402	3,424,167,080	69,856,678
Federal Funds	1,013,128,945	1,109,671,551	1,111,379,031	1,707,480
Other Funds	1,504,005,928	1,553,581,029	1,569,492,568	15,911,539
Total	5,814,023,754	6,017,562,982	6,105,038,679	87,475,697
3	<u>Higher Education</u>			
General Revenue	878,137,450	873,919,459	810,437,047	(63,482,412)
Federal Funds	1,117,890	2,248,806	2,249,457	651
Other Funds	239,711,373	283,405,649	285,844,966	2,439,317
Total	1,118,966,713	1,159,573,914	1,098,531,470	(61,042,444)
4	<u>Revenue</u>			
General Revenue	77,419,577	68,728,729	69,809,905	1,081,176
Federal Funds	2,471,860	4,111,573	4,114,654	3,081
Other Funds	407,892,903	440,571,129	453,639,892	13,068,763
Total	487,784,340	513,411,431	527,564,451	14,153,020
4	<u>Transportation</u>			
General Revenue	11,657,652	11,794,130	9,794,129	(2,000,001)
Federal Funds	81,937,282	144,605,962	134,919,098	(9,686,864)
Other Funds	1,923,137,420	2,123,863,550	2,389,585,399	265,721,849
Total	2,016,732,354	2,280,263,642	2,534,298,626	254,034,984
5	<u>Office of Administration</u>			
General Revenue	178,855,434	220,921,838	489,519,845	268,598,007
Federal Funds	50,799,991	81,110,186	81,110,641	455
Other Funds	32,786,306	59,177,545	66,655,195	7,477,650
Total	262,441,731	361,209,569	637,285,681	276,076,112
5	<u>Employee Benefits</u>			
General Revenue	555,040,313	593,926,712	651,447,403	57,520,691
Federal Funds	187,317,430	216,798,270	238,192,176	21,393,906
Other Funds	165,570,420	191,727,160	206,666,992	14,939,832
Total	907,928,163	1,002,452,142	1,096,306,571	93,854,429

FY 2019 BUDGET SUMMARY

House <u>Bill</u>	FY 2017 <u>Expenditures</u>	FY 2018 Available <u>Appropriations**</u>	Governor's Recommendation <u>FY 2019</u>	<u>Difference</u>
6	<u>Agriculture</u>			
General Revenue	8,312,230	6,295,340	6,131,752	(163,588)
Federal Funds	3,284,609	7,981,633	5,124,771	(2,856,862)
Other Funds	20,721,553	25,687,616	24,690,242	(997,374)
Total	32,318,392	39,964,589	35,946,765	(4,017,824)
6	<u>Natural Resources</u>			
General Revenue	10,618,219	11,730,552	12,216,293	485,741
Federal Funds	25,800,220	48,023,808	47,933,165	(90,643)
Other Funds	337,527,072	520,572,332	532,681,266	12,108,934
Total	373,945,511	580,326,692	592,830,724	12,504,032
6	<u>Conservation</u>			
General Revenue	0	0	0	0
Federal Funds	0	0	0	0
Other Funds	142,747,420	154,559,867	161,731,853	7,171,986
Total	142,747,420	154,559,867	161,731,853	7,171,986
7	<u>Economic Development</u>			
General Revenue	73,676,609	60,705,605	89,055,569	28,349,964
Federal Funds	111,247,571	161,859,104	159,490,566	(2,368,538)
Other Funds	37,722,827	69,529,852	68,555,169	(974,683)
Total	222,647,007	292,094,561	317,101,304	25,006,743
	<u>Insurance, Financial Institutions and</u>			
7	<u>Professional Registration</u>			
General Revenue	0	0	0	0
Federal Funds	1,220,000	1,250,000	1,250,000	0
Other Funds	34,402,038	42,577,712	44,508,785	1,931,073
Total	35,622,038	43,827,712	45,758,785	1,931,073
7	<u>Labor and Industrial Relations</u>			
General Revenue	1,908,836	2,125,460	2,024,620	(100,840)
Federal Funds	35,075,627	53,376,729	53,601,048	224,319
Other Funds	112,901,699	155,714,052	146,660,227	(9,053,825)
Total	149,886,162	211,216,241	202,285,895	(8,930,346)
8	<u>Public Safety</u>			
General Revenue	55,826,849	69,937,501	71,591,529	1,654,028
Federal Funds	150,428,143	212,011,007	213,029,202	1,018,195
Other Funds	378,693,309	420,140,699	434,200,217	14,059,518
Total	584,948,301	702,089,207	718,820,948	16,731,741

FY 2019 BUDGET SUMMARY

House <u>Bill</u>	<u>FY 2017 Expenditures</u>	<u>FY 2018 Available Appropriations**</u>	<u>Governor's Recommendation FY 2019</u>	<u>Difference</u>
9	<u>Corrections</u>			
General Revenue	653,832,650	676,677,958	695,249,096	18,571,138
Federal Funds	2,449,810	5,042,846	4,719,989	(322,857)
Other Funds	29,628,082	42,848,644	78,462,044	35,613,400
Total	685,910,542	724,569,448	778,431,129	53,861,681
10	<u>Mental Health</u>			
General Revenue	802,150,212	783,295,991	807,085,543	23,789,552
Federal Funds	973,201,586	1,324,931,255	1,352,135,502	27,204,247
Other Funds	38,963,578	49,829,446	48,385,831	(1,443,615)
Total	1,814,315,376	2,158,056,692	2,207,606,876	49,550,184
10	<u>Health and Senior Services</u>			
General Revenue	386,189,735	374,238,532	389,269,371	15,030,839
Federal Funds	932,397,085	994,051,547	1,014,593,055	20,541,508
Other Funds	17,003,754	44,404,811	22,626,563	(21,778,248)
Total	1,335,590,574	1,412,694,890	1,426,488,989	13,794,099
11	<u>Social Services</u>			
General Revenue	1,690,413,721	1,682,450,910	1,836,647,097	154,196,187
Federal Funds	4,566,272,103	4,827,536,467	4,997,797,506	170,261,039
Other Funds	2,472,696,156	2,813,973,020	2,866,217,128	52,244,108
Total	8,729,381,980	9,323,960,397	9,700,661,731	376,701,334
12	<u>Elected Officials</u>			
General Revenue	62,659,331	50,788,777	54,421,848	3,633,071
Federal Funds	11,786,110	22,516,751	21,120,496	(1,396,255)
Other Funds	58,938,974	68,643,844	52,056,982	(16,586,862)
Total	133,384,415	141,949,372	127,599,326	(14,350,046)
12	<u>Judiciary</u>			
General Revenue	183,088,051	189,517,872	195,543,474	6,025,602
Federal Funds	10,579,793	14,478,318	14,578,743	100,425
Other Funds	10,921,718	12,421,916	12,443,691	21,775
Total	204,589,562	216,418,106	222,565,908	6,147,802
12	<u>Public Defender</u>			
General Revenue	37,997,579	42,497,581	42,625,391	127,810
Federal Funds	0	125,000	125,000	0
Other Funds	1,032,482	2,985,943	2,986,593	650
Total	39,030,061	45,608,524	45,736,984	128,460
12	<u>General Assembly</u>			
General Revenue	32,849,762	35,593,312	35,966,195	372,883
Federal Funds	0	0	0	0
Other Funds	389,402	395,739	396,389	650
Total	33,239,164	35,989,051	36,362,584	373,533

FY 2019 BUDGET SUMMARY

House Bill	FY 2017 Expenditures	FY 2018 Available Appropriations**	Governor's Recommendation FY 2019	Difference	
13	<u>Real Estate</u>				
	General Revenue	68,743,230	72,094,096	73,471,712	1,377,616
	Federal Funds	16,548,547	19,061,314	19,408,156	346,842
	Other Funds	13,357,041	13,832,777	14,220,544	387,767
	Total	98,648,818	104,988,187	107,100,412	2,112,225
14	<u>Operating Supplemental</u>				
	General Revenue		430,966,833		
	Federal Funds		353,526,686		
	Other Funds		199,383,053		
	Total		983,876,572		
	<u>Total Operating Budget</u>				
	General Revenue	9,119,150,734	9,652,532,587	9,789,254,745	136,722,158
	Federal Funds	8,177,064,602	9,604,318,813	9,476,872,256	(127,446,557)
	Other Funds	7,983,290,506	9,291,569,672	9,483,983,749	192,414,077
	Total	25,279,505,842	28,548,421,072	28,750,110,750	201,689,678
	<u>Capital Improvements - One-Time Projects*</u>				
	General Revenue	33,957,082	28,751,766	92,597,292	63,845,526
	Federal Funds	9,403,618	10,900,000	42,500,000	31,600,000
	Other Funds	227,270,650	78,569,737	135,803,602	57,233,865
	Total	270,631,350	118,221,503	270,900,894	152,679,391
	<u>Grand Total</u>				
	General Revenue	9,153,107,816	9,681,284,353	9,881,852,037	200,567,684
	Federal Funds	8,186,468,220	9,615,218,813	9,519,372,256	(95,846,557)
	Other Funds	8,210,561,156	9,370,139,409	9,619,787,351	249,647,942
	Total	25,550,137,192	28,666,642,575	29,021,011,644	354,369,069

- Reappropriations are recognized in the budget in the first year they are appropriated. Expenditures
- * from reappropriations are recognized in the year in which the expenditure occurred.
- ** FY 2018 Available Appropriations reflect expenditure restrictions.

FY 2019 FTE SUMMARY

House <u>Bill</u>	FY 2017 <u>Budget</u>	FY 2018 <u>Budget</u>	Governor's Recommendation <u>FY 2019</u>
1 <u>Public Debt</u>			
General Revenue	0.00	0.00	0.00
Federal Funds	0.00	0.00	0.00
Other Funds	0.00	0.00	0.00
Total	0.00	0.00	0.00
2 <u>Elementary and Secondary Education</u>			
General Revenue	821.50	811.25	787.52
Federal Funds	854.26	853.51	852.51
Other Funds	18.00	18.75	18.75
Total	1,693.76	1,683.51	1,658.78
3 <u>Higher Education</u>			
General Revenue	14.03	14.03	14.03
Federal Funds	1.00	1.00	1.00
Other Funds	64.67	64.67	63.67
Total	79.70	79.70	78.70
4 <u>Revenue</u>			
General Revenue	901.52	909.02	892.02
Federal Funds	6.74	4.74	4.74
Other Funds	420.79	420.79	426.79
Total	1,329.05	1,334.55	1,323.55
4 <u>Transportation</u>			
General Revenue	0.00	0.00	0.00
Federal Funds	15.41	15.29	15.29
Other Funds	5,640.46	5,540.58	5,540.58
Total	5,655.87	5,555.87	5,555.87
5 <u>Office of Administration</u>			
General Revenue	654.35	658.10	664.60
Federal Funds	321.29	321.29	321.29
Other Funds	915.83	910.83	908.83
Total	1,891.47	1,890.22	1,894.72
6 <u>Agriculture</u>			
General Revenue	89.14	88.14	88.14
Federal Funds	43.21	47.21	47.21
Other Funds	322.16	320.41	320.41
Total	454.51	455.76	455.76
6 <u>Natural Resources</u>			
General Revenue	133.45	133.45	129.95
Federal Funds	379.36	341.57	339.82
Other Funds	1,189.31	1,217.60	1,217.28
Total	1,702.12	1,692.62	1,687.05

FY 2019 FTE SUMMARY

House <u>Bill</u>	FY 2017 <u>Budget</u>	FY 2018 <u>Budget</u>	Governor's Recommendation <u>FY 2019</u>
6	<u>Conservation</u>		
General Revenue	0.00	0.00	0.00
Federal Funds	0.00	0.00	0.00
Other Funds	1,812.81	1,812.81	1,812.81
Total	1,812.81	1,812.81	1,812.81
7	<u>Economic Development</u>		
General Revenue	69.89	34.74	65.36
Federal Funds	523.81	502.03	498.67
Other Funds	301.55	328.44	298.18
Total	895.25	865.21	862.21
7	<u>Insurance, Financial Institutions and Professional Registration</u>		
General Revenue	0.00	0.00	0.00
Federal Funds	21.00	0.00	0.00
Other Funds	576.33	581.58	567.08
Total	597.33	581.58	567.08
7	<u>Labor and Industrial Relations</u>		
General Revenue	27.81	22.12	19.72
Federal Funds	602.31	614.24	613.54
Other Funds	192.84	177.16	185.36
Total	822.96	813.52	818.62
8	<u>Public Safety</u>		
General Revenue	467.82	488.07	486.07
Federal Funds	434.83	431.83	430.83
Other Funds	4,145.05	4,150.55	4,154.55
Total	5,047.70	5,070.45	5,071.45
9	<u>Corrections</u>		
General Revenue	10,961.85	10,953.85	10,950.35
Federal Funds	43.00	43.00	43.00
Other Funds	239.00	239.00	239.00
Total	11,243.85	11,235.85	11,232.35
10	<u>Mental Health</u>		
General Revenue	4,839.34	4,886.42	4,897.63
Federal Funds	2,337.15	2,318.65	2,296.14
Other Funds	65.50	54.50	45.50
Total	7,241.99	7,259.57	7,239.27
10	<u>Health and Senior Services</u>		
General Revenue	654.57	654.57	651.07
Federal Funds	976.95	969.95	972.95
Other Funds	128.52	128.52	128.52
Total	1,760.04	1,753.04	1,752.54

FY 2019 FTE SUMMARY

House <u>Bill</u>	FY 2017 <u>Budget</u>	FY 2018 <u>Budget</u>	Governor's Recommendation <u>FY 2019</u>
11 <u>Social Services</u>			
General Revenue	1,879.17	1,863.11	1,862.33
Federal Funds	4,623.01	4,572.07	4,549.35
Other Funds	359.93	360.93	363.93
Total	6,862.11	6,796.11	6,775.61
12 <u>Elected Officials</u>			
General Revenue	635.33	621.08	622.58
Federal Funds	93.51	94.51	95.26
Other Funds	246.68	246.93	247.68
Total	975.52	962.52	965.52
12 <u>Judiciary</u>			
General Revenue	3,211.30	3,213.30	3,213.30
Federal Funds	168.25	168.25	168.25
Other Funds	58.50	58.50	58.50
Total	3,438.05	3,440.05	3,440.05
12 <u>Public Defender</u>			
General Revenue	595.13	595.13	595.13
Federal Funds	0.00	0.00	0.00
Other Funds	2.00	2.00	2.00
Total	597.13	597.13	597.13
12 <u>General Assembly</u>			
General Revenue	687.92	685.92	685.92
Federal Funds	0.00	0.00	0.00
Other Funds	1.25	1.25	1.25
Total	689.17	687.17	687.17
<u>Total Budget</u>			
General Revenue	26,644.12	26,632.30	26,625.72
Federal Funds	11,445.09	11,299.14	11,249.85
Other Funds	16,701.18	16,635.80	16,600.67
Total	54,790.39	54,567.24	54,476.24

SUPPLEMENTAL RECOMMENDATIONS FISCAL YEAR 2018

	<u>GENERAL</u> <u>REVENUE</u>	<u>FEDERAL</u> <u>FUNDS</u>	<u>OTHER</u> <u>FUNDS</u>	<u>TOTAL</u>
Department of Elementary and Secondary Education	\$ 4,000,000	\$ 1,000,000	\$ 0	\$ 5,000,000
Department of Revenue	5,188	0	9,200,001	9,205,189
Department of Transportation	94,230	1,000,000	1,680,000	2,774,230
Office of Administration	270,881,075	0	7,922,000	278,803,075
Department of Conservation	0	0	2,500,000	2,500,000
Department of Economic Development	0	400,000	1,800,000	2,200,000
Department of Public Safety	4,300,000	0	82,000	4,382,000
Department of Corrections	5,035,680	0	0	5,035,680
Department of Mental Health	6,174,283	4,621,980	2,279,638	13,075,901
Department of Health and Senior Services	20,522,367	31,609,208	0	52,131,575
Department of Social Services	114,454,010	314,895,498	164,219,414	593,568,922
Elected Officials	5,500,000	0	9,700,000	15,200,000
TOTAL	<u>\$ 430,966,833</u>	<u>\$ 353,526,686</u>	<u>\$ 199,383,053</u>	<u>\$ 983,876,572</u>

PUBLIC DEBT

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 3,496	\$ 20,002	\$ 20,002	\$ 20,002
Fourth State Building Bonds	25,759,669	25,927,525	9,875,375	9,875,375
Water Pollution Control Bonds	27,920,997	14,576,632	12,379,557	12,379,557
Stormwater Control Bonds	<u>1,739,302</u>	<u>1,783,125</u>	<u>1,780,125</u>	<u>1,780,125</u>
TOTAL	\$ 55,423,464	\$ 42,307,284	\$ 24,055,059	\$ 24,055,059
General Revenue Fund	52,884,413	40,564,997	22,779,846	22,779,846
Water and Wastewater Loan Revolving Fund	2,539,051	1,742,287	1,275,213	1,275,213
Total Full-time Equivalent Employees	0.00	0.00	0.00	0.00

Moody's Investors Service, Standard and Poor's Corporation, and Fitch Ratings have consistently awarded the State of Missouri's bond issues the highest rating: "Triple A". Missouri is one of only 11 states with this rating from all three rating organizations. Voter approved state constitutional provisions allow for specific general obligation bond issuances. Current general obligation bonds serve three purposes:

Fourth State Building Bonds: In August 1994, Missouri voters approved a \$250 million fourth state building bond issuance to provide essential prison capacity, new juvenile offender residential beds, and significant new higher education construction and renovation.

Water Pollution Control Bonds: Missouri voters approved several water pollution control bond issuances totaling \$725 million. Water pollution control bond proceeds help local governments construct wastewater and stormwater control facilities and improve public drinking water systems. These infrastructure improvements support local economic development, protect Missouri waterways from pollution, and help ensure safe drinking water supplies.

Stormwater Control Bonds: In November 1998, Missouri voters approved stormwater control bond issuances of \$200 million for stormwater control plans, studies, and projects.

PUBLIC DEBT

ADMINISTRATION OF PUBLIC DEBT

The Board of Fund Commissioners administer the state's general obligation bonded indebtedness. The following members comprise the board pursuant to Section 33.300, RSMo: Governor, Lieutenant Governor, Attorney General, State Treasurer, and Commissioner of Administration. Selling and processing the state's general obligation bonds results in administrative costs. The board directs the payment of state debt principal and interest. Moody's Investors Service, Standard and Poor's Corporation, and Fitch Ratings rate the State of Missouri general obligation bonds as "Triple A". Additionally, the Board of Fund Commissioners must repay the United States Treasury excess interest earnings (arbitrage rebate) on water pollution control bonds, stormwater control bonds, and fourth state building bonds.

Fiscal Year 2019 Governor's Recommendations

- \$20,002 for the administration of public debt.

FOURTH STATE BUILDING BONDS DEBT SERVICE

Under Article III, Section 37, Missouri Constitution, Missouri voters authorized \$250 million in fourth state building bonds for state facilities and higher education institutions capital improvement projects. The General Assembly authorized bonds on a cash-as-needed basis to meet scheduled construction timetables. The Office of Administration has issued all \$250 million in voter-approved bonds. The Office of Administration transfers general revenue to the Fourth State Building Bond and Interest Fund one year in advance of its required payment of principal, interest, and fees.

Fiscal Year 2019 Governor's Recommendations

- \$9,875,375 for the transfer of general revenue for debt service on currently outstanding fourth state building bonds.

PUBLIC DEBT

SUMMARY OF FOURTH STATE BUILDING BONDS ISSUANCES

<u>Issuance</u>	<u>Final Maturity Fiscal Year</u>	<u>Principal Amount Issued</u>	<u>Principal Amount Repaid</u>	<u>Principal Amount Refunded/Defeased</u>	<u>Principal Outstanding As of 1/1/18</u>
Series A 1995	2005	\$ 75,000,000	\$ 18,700,000	\$ 56,300,000	\$ 0
Series A 1996	Refunded	125,000,000	24,800,000	100,200,000	0
Series A 1998	Refunded	50,000,000	9,030,000	40,970,000	0
Totals Excluding Refunding Issuances		\$ 250,000,000	\$ 52,530,000	\$ 197,470,000	\$ 0
Series A 2002 Refunding	Refunded	154,840,000	35,335,000	119,505,000	0
Series A 2005 Refunding	2017	45,330,000	42,825,000	2,505,000	0
Series A 2010 Refunding	2023	9,060,000	4,350,000	0	4,710,000
Series A 2012 Refunding	2022	100,395,000	61,755,000	0	38,640,000
Totals Including Refunding Issuances		\$ 559,625,000	\$ 196,795,000	\$ 319,480,000	\$ 43,350,000

**FOURTH STATE BUILDING BONDS
COMPOSITE SCHEDULE OF DEBT SERVICE REQUIREMENTS**

<u>FISCAL YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>
1996	\$ 1,380,000.00	\$ 4,311,020.00	\$ 5,691,020.00
1997	1,480,000.00	7,773,776.25	9,253,776.25
1998	4,260,000.00	11,177,882.50	15,437,882.50
1999	5,625,000.00	13,406,382.50	19,031,382.50
2000	5,900,000.00	13,077,082.50	18,977,082.50
2001	6,160,000.00	12,716,357.50	18,876,357.50
2002	6,470,000.00	12,339,770.00	18,809,770.00
2003	6,765,000.00	8,366,104.31	15,131,104.31
2004	7,080,000.00	4,447,762.50	11,527,762.50
2005	7,410,000.00	3,992,137.50	11,402,137.50
2006	0.00	2,930,666.67	2,930,666.67
2007	1,470,000.00	3,447,950.00	4,917,950.00
2008	7,780,000.00	3,255,600.00	11,035,600.00
2009	8,130,000.00	2,771,500.00	10,901,500.00
2010	10,320,000.00	2,310,250.00	12,630,250.00
2011	0.00	2,423,594.44	2,423,594.44
2012	0.00	2,492,000.00	2,492,000.00
2013	8,945,000.00	4,182,183.89	13,127,183.89
2014	7,730,000.00	5,669,975.00	13,399,975.00
2015	19,100,000.00	5,115,650.00	24,215,650.00
2016	20,670,000.00	4,208,900.00	24,878,900.00
2017	26,890,000.00	3,135,900.00	30,025,900.00
2018	23,815,000.00	2,054,275.00	25,869,275.00
2019	24,855,000.00	1,072,525.00	25,927,525.00
2020	9,455,000.00	420,375.00	9,875,375.00
2021	3,955,000.00	215,950.00	4,170,950.00
2022	4,050,000.00	107,025.00	4,157,025.00
2023	1,035,000.00	25,875.00	1,060,875.00
TOTAL	\$ 230,730,000.00	\$ 137,448,470.56	\$ 368,178,470.56

Total principal issued includes refunding issuances of \$309,625,000 which does not count toward the \$250 million constitutional authorization. Total principal has also been reduced by \$1,035,000 of legally defeased bonds.

PUBLIC DEBT

WATER POLLUTION CONTROL BONDS DEBT SERVICE

Under Article III, Section 37, Missouri Constitution, Missouri voters authorized selling \$725 million in water pollution control bonds. The General Assembly authorizes bond increments on a cash-as-needed basis to fund Missouri Clean Water Commission approved wastewater treatment projects. Excluding refunding issuances, the state has issued \$594.5 million in bonds. The Water Pollution Control Bond and Interest Fund accepts a general revenue transfer one year in advance of the required payment of principal, interest, and fees.

Fiscal Year 2019 Governor's Recommendations

- \$12,379,557 for the transfer of funds for debt service on currently outstanding water pollution control bonds, including \$11,104,344 general revenue.

SUMMARY OF WATER POLLUTION CONTROL BONDS ISSUANCES

<u>Issuance</u>	<u>Final Maturity Fiscal Year</u>	<u>Principal Amount Issued</u>	<u>Principal Amount Repaid</u>	<u>Principal Amount Refunded/Defeased</u>	<u>Principal Outstanding As of 1/1/18</u>
Series A 1972	1997	\$ 20,000,000	\$ 20,000,000	\$ 0	\$ 0
Series A 1974	1999	8,000,000	8,000,000	0	0
Series B 1974	1995	15,000,000	15,000,000	0	0
Series A 1977	1997	31,494,240	31,494,240	0	0
Series A 1981	Refunded	20,000,000	3,060,000	16,940,000	0
Series A 1983	Refunded	20,000,000	3,585,000	16,415,000	0
Series B 1983	Refunded	10,000,000	375,000	9,625,000	0
Series A 1985	Refunded	20,000,000	425,000	19,575,000	0
Series A 1986	Refunded	60,000,000	13,600,000	46,400,000	0
Series B 1987	Refunded	35,000,000	4,305,000	30,695,000	0
Series A 1989	Refunded	35,000,000	7,720,000	27,280,000	0
Series A 1991	Refunded	35,000,000	7,650,000	27,350,000	0
Series A 1992	Refunded	35,000,000	8,440,000	26,560,000	0
Series A 1993	2004	30,000,000	7,650,000	22,350,000	0
Series A 1995	2005	30,000,000	7,480,000	22,520,000	0
Series A 1996	Refunded	35,000,000	6,940,000	28,060,000	0
Series A 1998	Refunded	35,000,000	6,320,000	28,680,000	0
Series A 1999	Refunded	20,000,000	2,405,000	17,595,000	0
Series A 2001	Refunded	20,000,000	4,890,000	15,110,000	0
Series A 2002	Refunded	30,000,000	6,550,000	23,450,000	0
Series A 2007	2022	50,000,000	11,180,000	31,385,000	7,435,000
Totals Excluding Refunding Issuances		\$ 594,494,240	\$ 177,069,240	\$ 409,990,000	\$ 7,435,000
Series A 1987 Refunding	Refunded	49,715,000	16,475,000	33,240,000	0
Series B 1991 Refunding	Refunded	17,435,000	6,080,000	11,355,000	0
Series C 1991 Refunding	Refunded	33,575,000	11,700,000	21,875,000	0
Series B 1992 Refunding	Refunded	50,435,000	16,840,000	33,595,000	0
Series B 1993 Refunding	Refunded	109,415,000	32,875,000	76,540,000	0
Series B 2002 Refunding	Refunded	147,710,000	70,640,000	77,070,000	0
Series A 2003 Refunding	2017	74,655,000	23,120,000	51,535,000	0
Series A 2005 Refunding	2017	95,100,000	86,505,000	8,595,000	0
Series A 2010 Refunding	2023	81,450,000	39,085,000	0	42,365,000
Series A 2012 Refunding	2020	62,460,000	58,790,000	0	3,670,000
Totals Including Refunding Issuances		\$ 1,316,444,240	\$ 539,179,240	\$ 723,795,000	\$ 53,470,000

PUBLIC DEBT

**WATER POLLUTION CONTROL BONDS
COMPOSITE SCHEDULE OF DEBT SERVICE REQUIREMENTS**

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
1973	\$ 570,000.00	\$ 930,188.68	\$ 1,500,188.68
1974	485,000.00	986,240.00	1,471,240.00
1975	705,000.00	1,751,569.56	2,456,569.56
1976	1,105,000.00	2,145,455.00	3,250,455.00
1977	1,160,000.00	2,080,357.50	3,240,357.50
1978	2,129,240.00	3,259,522.70	5,388,762.70
1979	2,240,000.00	3,405,992.50	5,645,992.50
1980	2,355,000.00	3,278,505.00	5,633,505.00
1981	2,475,000.00	3,146,440.00	5,621,440.00
1982	3,135,000.00	4,730,807.06	7,865,807.06
1983	3,165,000.00	4,694,670.00	7,859,670.00
1984	3,580,000.00	6,591,015.00	10,171,015.00
1985	3,915,000.00	6,805,965.00	10,720,965.00
1986	4,325,000.00	8,378,860.00	12,703,860.00
1987	4,650,000.00	10,567,758.28	15,217,758.28
1988	4,840,000.00	11,131,392.44	15,971,392.44
1989	6,805,000.00	13,815,388.63	20,620,388.63
1990	7,225,000.00	14,573,892.38	21,798,892.38
1991	8,240,000.00	15,275,401.13	23,515,401.13
1992	8,770,000.00	14,529,565.51	23,299,565.51
1993	10,110,000.00	16,610,720.57	26,720,720.57
1994	11,540,000.00	15,670,014.33	27,210,014.33
1995	13,690,000.00	16,312,826.27	30,002,826.27
1996	13,880,000.00	17,131,521.28	31,011,521.28
1997	14,790,000.00	17,175,506.28	31,965,506.28
1998	12,605,000.00	17,258,681.28	29,863,681.28
1999	14,210,000.00	18,152,123.78	32,362,123.78
2000	14,525,000.00	17,798,035.65	32,323,035.65
2001	15,690,000.00	17,488,317.53	33,178,317.53
2002	16,375,000.00	16,920,016.28	33,295,016.28
2003	15,325,000.00	12,911,579.82	28,236,579.82
2004	12,470,000.00	9,526,278.91	21,996,278.91
2005	13,075,000.00	9,429,707.52	22,504,707.52
2006	11,130,000.00	7,214,554.17	18,344,554.17
2007	11,735,000.00	7,721,087.50	19,456,087.50
2008	13,895,000.00	7,552,927.97	21,447,927.97
2009	14,270,000.00	7,312,643.76	21,582,643.76
2010	22,825,000.00	6,392,656.26	29,217,656.26
2011	0.00	9,148,647.09	9,148,647.09
2012	37,335,000.00	8,830,268.76	46,165,268.76
2013	20,615,000.00	8,737,650.98	29,352,650.98
2014	42,010,000.00	8,547,456.26	50,557,456.26
2015	32,695,000.00	6,982,318.76	39,677,318.76
2016	31,685,000.00	5,557,675.01	37,242,675.01
2017	25,865,000.00	4,248,706.26	30,113,706.26
2018	24,960,000.00	3,110,231.26	28,070,231.26
2019	12,295,000.00	2,281,631.26	14,576,631.26
2020	10,640,000.00	1,739,556.26	12,379,556.26
2021	10,355,000.00	1,241,006.26	11,596,006.26
2022	10,860,000.00	728,815.63	11,588,815.63
2023	9,320,000.00	233,000.00	9,553,000.00
TOTAL	\$ 592,649,240.00	\$ 432,045,149.32	\$ 1,024,694,389.32

Total principal issued includes refunding issuance of \$721,950,000 which does not count toward the \$725 million constitutional authorization. Total principal has also been reduced by \$80,000 of legally defeased bonds.

PUBLIC DEBT

STORMWATER CONTROL BONDS DEBT SERVICE

Under Article III, Section 37, Missouri Constitution, Missouri voters authorized selling \$200 million in stormwater control bonds. The General Assembly authorizes increments of bonds on a cash-as-needed basis to fund stormwater control projects. Excluding refunding issuances, the state has issued \$45 million in bonds. The Stormwater Control Bond and Interest Fund accepts a general revenue transfer one year in advance of payment of principal, interest, and fees.

Fiscal Year 2019 Governor's Recommendations

- \$1,780,125 for the transfer of general revenue for debt service on currently outstanding stormwater control bonds.

SUMMARY OF STORMWATER CONTROL BONDS ISSUANCES

<u>Issuance</u>	<u>Final Maturity Fiscal Year</u>	<u>Principal Amount Issued</u>	<u>Principal Amount Repaid</u>	<u>Principal Amount Refunded/Defeased</u>	<u>Principal Outstanding As of 1/1/18</u>
Series A 1999	Refunded	\$ 20,000,000	\$ 2,405,000	\$ 17,595,000	\$ 0
Series A 2001	Refunded	10,000,000	2,445,000	7,555,000	0
Series A 2002	2016	<u>15,000,000</u>	<u>4,885,000</u>	<u>10,115,000</u>	<u>0</u>
Totals Excluding Refunding Issuances		\$ 45,000,000	\$ 9,735,000	\$ 35,265,000	\$ 0
Series A 2005 Refunding	2016	17,175,000	16,270,000	905,000	0
Series A 2010 Refunding	2023	<u>15,150,000</u>	<u>7,275,000</u>	<u>0</u>	<u>7,875,000</u>
Totals Including Refunding Issuances		\$ 77,325,000	\$ 33,280,000	\$ 36,170,000	\$ 7,875,000

PUBLIC DEBT

**STORMWATER CONTROL BONDS
COMPOSITE SCHEDULE OF DEBT SERVICE REQUIREMENTS**

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL
2000	\$ 0.00	\$ 541,461.88	\$ 541,461.88
2001	445,000.00	1,070,352.51	1,515,352.51
2002	695,000.00	1,163,568.76	1,858,568.76
2003	725,000.00	1,215,835.01	1,940,835.01
2004	1,095,000.00	1,255,276.26	2,350,276.26
2005	1,145,000.00	1,198,976.26	2,343,976.26
2006	650,000.00	839,744.44	1,489,744.44
2007	680,000.00	1,015,762.50	1,695,762.50
2008	705,000.00	979,368.75	1,684,368.75
2009	730,000.00	953,500.00	1,683,500.00
2010	1,405,000.00	901,062.50	2,306,062.50
2011	0.00	1,487,812.22	1,487,812.22
2012	2,390,000.00	1,542,450.00	3,932,450.00
2013	4,580,000.00	1,376,100.00	5,956,100.00
2014	5,015,000.00	1,152,350.00	6,167,350.00
2015	5,325,000.00	904,750.00	6,229,750.00
2016	5,040,000.00	650,400.00	5,690,400.00
2017	1,295,000.00	494,125.00	1,789,125.00
2018	1,360,000.00	427,750.00	1,787,750.00
2019	1,425,000.00	358,125.00	1,783,125.00
2020	1,495,000.00	285,125.00	1,780,125.00
2021	1,570,000.00	208,500.00	1,778,500.00
2022	1,650,000.00	128,000.00	1,778,000.00
2023	1,735,000.00	43,375.00	1,778,375.00
TOTAL	\$ 41,155,000.00	\$ 20,193,771.09	\$ 61,348,771.09

Total principal issued includes refunding issuances of \$32,325,000 which does not count toward the \$200 million constitutional authorization. Total principal has also been reduced by \$1,875,000 of legally defeased bonds.

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Financial and Administrative Services	\$ 315,345,550	\$ 347,545,459	\$ 347,494,092	\$ 347,532,963
Foundation Formula	3,336,086,471	3,392,907,149	3,491,827,921	3,443,366,020
Other Public School Aid	1,231,882,782	1,274,516,237	1,278,873,778	1,285,773,778
Division of Learning Services	880,531,045	953,276,479	971,393,564	963,343,492
Board Operated Schools	46,804,897	55,655,055	55,655,055	55,992,058
Missouri Public Charter School Commission	181,998	3,750,000	3,750,000	3,750,000
Missouri Commission for the Deaf and Hard of Hearing	476,098	877,266	877,266	881,816
Missouri Assistive Technology Council	2,714,913	4,384,050	4,384,050	4,390,552
Missouri Children's Services Commission	0	8,000	8,000	8,000
DEPARTMENTAL TOTAL	\$ 5,814,023,754	\$ 6,032,919,695 *	\$ 6,154,263,726	\$ 6,105,038,679
General Revenue Fund	3,296,888,881	3,369,667,115	3,489,794,061	3,424,167,080
Federal Funds	1,013,128,945	1,109,671,551	1,110,888,636	1,111,379,031
School District Bond Fund	439,393	492,000	492,000	492,000
Outstanding Schools Trust Fund ¹	39,606	2,450	2,450	4,980
Bingo Proceeds for Education Fund	1,618,536	1,876,355	1,876,355	1,876,355
Lottery Proceeds Fund	167,949,694	174,986,702	174,986,702	174,947,846
State School Moneys Fund ²	65,892,902	69,487,430	69,487,430	69,484,900
Excellence in Education Fund	2,269,078	2,947,889	2,947,889	2,955,527
School District Trust Fund ³	884,800,000	901,600,000	901,600,000	917,500,000
Missouri Charter Public School Commission Funds	0	2,750,000	2,750,000	2,750,000
Missouri Commission for the Deaf and Hard of Hearing Funds	77,461	303,437	303,437	303,437
Missouri Assistive Technology Council Funds	2,319,837	3,575,568	3,575,568	3,579,469
Classroom Trust Fund ⁴	343,971,832	351,663,349	351,663,349	351,702,205
Part C Early Intervention Fund	5,648,466	13,000,000	13,000,000	13,000,000
Early Childhood Development, Education and Care Fund	28,070,482	28,747,793	28,747,793	28,747,793
Other Funds	908,641	2,148,056	2,148,056	2,148,056
Total Full-time Equivalent Employees	1,588.47	1,683.51	1,658.78	1,658.78
General Revenue Fund	769.07	811.25	786.52	787.52
Federal Funds	803.54	853.51	853.51	852.51
Other Funds	15.86	18.75	18.75	18.75

* Does not include \$5,000,000 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Elementary and Secondary Education supplemental appropriations.

¹ Outstanding Schools Trust Fund receives transfers from general revenue.

² State School Moneys Fund receives transfers from General Revenue-County Foreign Insurance Tax, the Fair Share Fund, and revenues from cigarette taxes.

³ School District Trust Fund receives revenues generated by a one cent sales tax (Proposition C).

⁴ Classroom Trust Fund receives transfers from the Gaming Proceeds for Education Fund and unclaimed lottery prizes.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$6.1 billion for the Department of Elementary and Secondary Education. The core functions provided by the Department of Elementary and Secondary Education include:

- Administering educational policies of the state and supervising instruction in the public schools.
- Distributing school funding, including the Foundation Program and state and federal grant programs.
- Granting certificates of qualification and licenses to teach in the public schools of the state.
- Providing vocational rehabilitation services to Missourians with disabilities to help them obtain employment.

The department is supervised by the State Board of Education, which consists of eight members appointed by the Governor with the advice and consent of the Senate. The board appoints the Commissioner of Education as its chief administrative officer.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF FINANCIAL AND ADMINISTRATIVE SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Financial and Administrative Services	\$ 4,192,247	\$ 4,610,282	\$ 4,597,786
Early Grade Literacy	99,910	0	0
School Nutrition Services	309,782,890	321,443,177	321,443,177
School District Bond Program	439,393	492,000	492,000
Federal Grants and Donations	831,110	15,000,000	15,000,000
School Broadband Fund -Transfer	0	6,000,000	6,000,000
TOTAL	\$ 315,345,550	\$ 347,545,459	\$ 347,532,963
PERSONAL SERVICE			
General Revenue Fund	1,807,025	1,855,629	1,825,454
Federal Funds	1,757,623	1,951,468	1,969,148
EXPENSE AND EQUIPMENT			
General Revenue Fund	112,133	114,600	114,600
Federal Funds	2,789,427	2,705,584	2,705,584
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,512,061	9,413,152	9,413,151
Federal Funds	304,927,888	331,013,026	331,013,026
Other Funds	439,393	492,000	492,000
TOTAL			
General Revenue Fund	5,431,219	11,383,381	11,353,205
Federal Funds	309,474,938	335,670,078	335,687,758
Other Funds	439,393	492,000	492,000
Total Full-time Equivalent Employees			
General Revenue Fund	71.29	72.80	71.80
Federal Funds	33.98	36.60	36.60
Federal Funds	37.31	36.20	35.20

The Financial and Administrative Services Division provides administrative support for the department. These duties include the distribution of all federal and state funds to local school districts and other agencies and the supervision and administration of the Early Grade Literacy Program, School Food Services Program, School District Bond Program, and the Foundation Program. The division also provides assistance with school administrative and governance issues.

Fiscal Year 2019 Governor's Recommendations

- \$38,871 for pay plan, including \$21,191 general revenue.
- (\$51,367) and (one) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
PUBLIC SCHOOL AID**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Foundation - Formula	\$ 3,336,086,471	\$ 3,392,907,149	\$ 3,443,366,020
Foundation - Small Schools Program	15,000,000	15,000,000	15,000,000
Foundation - Transportation	83,665,122	105,297,713	92,297,713
Foundation - Early Childhood Special Education	177,248,252	183,209,718	191,567,259
Foundation - Career Education	50,069,027	50,069,028	50,069,028
Foundation - Early Childhood Development/PAT	17,462,250	18,000,000	18,000,000
School District Trust Fund	884,800,000	901,600,000	917,500,000
Virtual Education	438,027	589,778	589,778
Critical Needs/Professional Development	47,604	0	0
Math and Science Tutoring Program	145,500	0	0
Urban Teaching Program	2,910,000	750,000	750,000
Kansas City Tutoring Program	97,000	0	0
TOTAL	\$ 4,567,969,253	\$ 4,667,423,386	\$ 4,729,139,798
EXPENSE AND EQUIPMENT			
General Revenue Fund	274,006	198,000	198,000
Other Funds	111,197	279,278	279,278
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,120,698,174	3,182,382,837	3,228,199,249
Other Funds	1,446,885,876	1,484,563,271	1,500,463,271
TOTAL			
General Revenue Fund	3,120,972,180	3,182,580,837	3,228,397,249
Other Funds	1,446,997,073	1,484,842,549	1,500,742,549
Total Full-time Equivalent Employees	0.00	0.00	0.00

A multitude of programs and funding sources are used to ensure all Missouri children receive a quality education. The bulk of state aid is distributed to districts via the foundation formula. The foundation formula distributes state aid to Missouri schools based on a per-student adequacy target. State funds are distributed to school districts based on the adequacy target times the number of students, minus the funding provided through local property taxes collected in 2004 and other taxes. The formula provides additional funding for children struggling with the English language, financial constraints, and special needs. In addition, the formula uses a regional dollar value modifier to address cost of living differences throughout the state.

In addition to the State's General Revenue Fund, revenues from the Fair Share Fund, County Foreign Insurance Tax, Lottery Proceeds Fund, Gaming Proceeds for Education Fund, and the State School Moneys Fund are distributed via the foundation formula.

- Fair Share Fund revenues are generated from tax receipts from four cents per cigarette pack.
- County Foreign Insurance Tax revenues are generated from the receipts of a two percent, per annum tax levied on the direct premiums of insurance companies not based in Missouri but doing business in Missouri. One-half of the net receipts of the County Foreign Insurance Tax from the previous year are distributed to school districts.
- Lottery Proceeds Fund revenues are generated from Missouri State Lottery revenue.
- Gaming Proceeds for Education Fund revenues are generated from a tax on riverboat gaming adjusted gross receipts, which are distributed to school districts through the Classroom Trust Fund as a component of the foundation formula.
- State School Moneys Fund receives tax receipts from nine cents per cigarette pack.

Missouri's Public School Aid includes funding for foundation categorical add-on programs, including Early Childhood Special Education, Transportation, Career Education, and the Early Childhood Development Program.

The Small School Success Program provides additional funding for small school districts throughout the state. The School District Trust Fund provides additional funding distributed directly to districts to be used largely at their discretion. School District Trust Fund revenues are generated from Proposition C, which collects a one percent sales tax for elementary and secondary education.

The Missouri Virtual School allows children to enroll in online classes. For a fee, students have the option of enrolling full-time in the virtual school or enrolling part-time, allowing them to take courses not currently offered in their local school. Enrollment is open to all students, public or private, including homeschooled students. State funding provides access to the Missouri Virtual School for medically fragile students who are unable to attend class in their local school.

Fiscal Year 2019 Governor's Recommendations

- \$50,458,871 for the foundation formula.
- \$15,900,000 School District Trust Fund on an open-ended basis to distribute additional revenue to school districts.
- \$8,357,541 for the Early Childhood Special Education Program.
- (\$13,000,000) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
DIVISION OF LEARNING SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Learning Services	\$ 11,879,499	\$ 14,310,502	\$ 14,429,525
Excellence In Education Fund	2,269,078	2,947,889	2,955,527
STEM Pilot Program	0	100,000	0
Dyslexia Programs	3,990	250,000	250,000
Title I Academic Standards and Assessments	251,466,382	260,000,000	260,000,000
Homeless and Comprehensive School Health	1,104,561	1,500,000	1,500,000
Stephen M Ferman Memorial for Gifted Education	0	9,027	9,027
Scholars and Fine Arts Academies	545,624	0	0
Early Childhood Program	12,681,551	12,851,554	12,791,841
Performance Based Assessment	21,248,878	21,583,468	21,583,468
Advanced Placement/Dual Credit	227,784	315,875	0
Title II Improve Teacher Quality	41,365,129	44,000,000	44,000,000
Charter Schools	1,059,534	2,432,000	2,432,000
Right from the Start	761,511	900,000	900,000
Title V, Part B - Rural and Low-Income Schools	3,320,678	3,500,000	3,500,000
Title III, Part A - Language Acquisition	5,296,172	5,800,000	5,800,000
Title IV, Part A - Student Support/Academic Enrichment	0	8,000,000	8,000,000
Federal Refugees	219,864	300,000	300,000
Character Education Initiatives	9,700	10,000	10,000
Teacher of the Year	27,948	40,000	40,000
Vocational Rehabilitation	113,241,993	127,382,392	128,298,332
Career Education	50,658,063	57,922,406	58,922,406
Special Education	363,143,106	389,121,366	397,621,366
TOTAL	\$ 880,531,045	\$ 953,276,479	\$ 963,343,492
PERSONAL SERVICE			
General Revenue Fund	3,510,775	3,617,638	3,659,005
Federal Funds	33,793,528	35,632,639	36,093,275
Other Funds	601,051	701,930	709,568
EXPENSE AND EQUIPMENT			
General Revenue Fund	22,931,278	17,335,891	17,243,391
Federal Funds	16,672,073	22,819,280	23,454,740
Other Funds	6,136,499	6,118,314	6,501,314
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	102,368,567	109,370,696	117,803,483
Federal Funds	649,263,281	706,516,715	707,098,340
Other Funds	45,253,993	51,163,376	50,780,376
TOTAL			
General Revenue Fund	128,810,620	130,324,225	138,705,879
Federal Funds	699,728,882	764,968,634	766,646,355
Other Funds	51,991,543	57,983,620	57,991,258
Total Full-time Equivalent Employees			
General Revenue Fund	850.27	887.06	887.06
Federal Funds	77.79	79.89	79.89
Other Funds	760.94	794.42	794.42
	11.54	12.75	12.75

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION DIVISION OF LEARNING SERVICES

Quality Schools – The Office of Quality Schools is responsible for the oversight of the Missouri School Improvement Program (MSIP), the accreditation/accountability system for public school districts. This office administers a wide range of state and federally funded programs that assist local schools (Title I, Title III, and other federal programs), charter and other innovative schools, as well as developing a statewide system of support for schools, communities, and families. Schools are also provided assistance on federal and state-developed improvement initiatives which are coordinated with other state and regional services. This office is also responsible for the oversight of the department's efforts to expand and to improve early and extended learning opportunities for children, and provides support for teachers, programs, parents, and families.

College and Career Readiness – The Office of College and Career Readiness provides technical assistance to local school personnel in the adoption and implementation of the state's performance standards and curriculum development for all content areas. This office assists comprehensive high schools, area career centers, and post-secondary institutions with the approval and monitoring of the Carl D. Perkins Career and Technical Education Act programming. This office is also responsible for the development and oversight of the Missouri Assessment Program (MAP), as well as the administration of the National Assessment of Educational Progress (NAEP).

Special Education – The Office of Special Education administers state and federal funds to support services for students and adults with disabilities. This office works with other state and local agencies to coordinate the Missouri First Steps Program, which provides early intervention services for infants and toddlers with disabilities and their families. The office works with local school districts in developing and improving special education services for students ages 3 to 21 with disabilities. Financial and technical support for all approved sheltered workshops in the state is provided through this office. Sheltered workshops provide employment for adults with disabilities. This office also oversees the operation of three school systems administered by the State Board of Education. These are the Missouri School for the Blind, the Missouri School for the Deaf, and the Missouri Schools for Severely Disabled. Through their outreach programs and consulting services, the schools assist local school personnel and families throughout the state in meeting the needs of children with disabilities.

Educator Quality – The Office of Educator Quality is responsible for approving public and private educator preparation programs. This office issues certificates (licenses) to all professional personnel who work in Missouri's schools, as well as assists with the review of certificate-holders who are charged with misconduct. This office is responsible for the implementation of teacher, principal, and administrator standards; as well as the implementation of Missouri's Educator Evaluation System.

Adult Learning and Rehabilitation Services – The Office of Adult Learning and Rehabilitation Services administers statewide adult education services, including adult education and literacy, the high school equivalency-testing program (GED), and veteran's education. The office provides specialized services to adult citizens with disabilities to help them achieve employment and independence. Offices are maintained across the state to provide convenient services to clients. Office personnel provide individualized counseling, training, and other services to help clients achieve gainful employment or independent living. This office currently administers Independent Living Center programs across the state. These centers provide counseling, advocacy, personal care, and training in independent living skills for adults with disabilities. The Disability Determinations Program is part of this office and operates under regulations of the Social Security Administration. Located in offices across the state, Disability Determinations Program personnel adjudicate claims from Missouri residents seeking federal disability benefits.

Data System Management – The Office of Data System Management is responsible for the development and implementation of the Missouri Comprehensive Data System (MCDS) which includes the student-level record system, Missouri Student Information System (MOSIS) and Core Data, a web-based data collection system of education-related statistics. The office collects and generates data to inform the public about school performance and to meet federal reporting requirements and compliance, as well as provides data utilized in research and analysis that impacts policy decision-making.

Fiscal Year 2019 Governor's Recommendations

- \$8,500,000 for the First Steps Program.
- \$1,000,000 federal funds for career education distribution to schools.
- \$537,200 federal funds for Disability Determinations program facility space costs.
- \$509,641 for pay plan, including \$41,367 general revenue.
- (\$475,588) core reduction from the Fiscal Year 2018 appropriation level, including (\$159,713) general revenue.
- (\$4,240) federal funds core reduction for one-time expenditures.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
BOARD OPERATED SCHOOLS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Board Operated Schools	\$ 46,242,812	\$ 53,905,555	\$ 54,242,558
School for the Deaf Trust Fund	17,633	49,500	49,500
School for the Blind Trust Fund	542,148	1,500,000	1,500,000
Handicapped Children's Trust Fund	2,304	200,000	200,000
TOTAL	\$ 46,804,897	\$ 55,655,055	\$ 55,992,058
PERSONAL SERVICE			
General Revenue Fund	24,018,833	27,020,448	26,499,329
Federal Funds	50,712	722,689	732,167
EXPENSE AND EQUIPMENT			
General Revenue Fund	17,066,385	17,273,594	18,122,238
Federal Funds	3,476,967	6,591,668	6,591,668
Other Funds	2,180,621	3,116,362	3,116,362
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	9,009	10,801	10,801
Federal Funds	2,370	410,000	410,000
Other Funds	0	509,493	509,493
TOTAL			
General Revenue Fund	41,094,227	44,304,843	44,632,368
Federal Funds	3,530,049	7,724,357	7,733,835
Other Funds	2,180,621	3,625,855	3,625,855
Total Full-time Equivalent Employees			
General Revenue Fund	651.17	704.65	680.92
Federal Funds	649.68	685.76	662.03
Federal Funds	1.49	18.89	18.89

The State Board of Education operates two residential facilities, the Missouri School for the Blind in St. Louis and the Missouri School for the Deaf in Fulton, and day-school facilities – the Missouri Schools for the Severely Disabled located throughout the state. The Department of Elementary and Secondary Education oversees the distribution of state, federal, and private donations to these institutions.

- The Missouri School for the Blind offers elementary and secondary education in a residential school environment for blind or visually impaired students from ages 5 to 21 years.
- The Missouri School for the Deaf provides elementary and secondary education in a residential school environment for deaf- or hearing-impaired students from ages 5 to 21 years.
- For students too severely disabled to be served effectively by local public schools, the department operates 34 state schools and contracts with private non-profit agencies to provide educational services for children the state schools cannot practically serve. These schools offer day programs in basic and prevocational training with the ultimate goal of assisting students in functioning semi-independently in their homes and communities.

In addition to providing direct services to eligible students, these school systems, through their outreach programs and consulting services, assist local school personnel and families throughout the state in meeting the needs of children with disabilities.

Fiscal Year 2019 Governor's Recommendations

- \$337,003 for pay plan, including \$327,525 general revenue.
- (23.73) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI CHARTER PUBLIC SCHOOL COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Charter Public School Commission TOTAL	\$ 181,998	\$ 3,750,000	\$ 3,750,000
PERSONAL SERVICE			
General Revenue Fund	148,525	152,141	152,141
EXPENSE AND EQUIPMENT			
General Revenue Fund	33,473	48,032	48,032
Federal Funds	0	250,000	250,000
Other Funds	0	1,002,000	1,002,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	299,827	299,827
Federal Funds	0	250,000	250,000
Other Funds	0	1,748,000	1,748,000
TOTAL			
General Revenue Fund	181,998	500,000	500,000
Federal Funds	0	500,000	500,000
Other Funds	0	2,750,000	2,750,000
Total Full-time Equivalent Employees	1.02	2.00	2.00
General Revenue Fund	1.02	2.00	2.00

The Missouri Charter Public School Commission is assigned to the Department of Elementary and Secondary Education for budgetary purposes. The Commission was established by state statute in 2012 with the authority to sponsor high-quality charter schools throughout the state. The Commission shall consist of nine members and may approve proposed charters for its sponsorship under Sections 160.400 and 160.425, RSMo.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI COMMISSION FOR THE DEAF AND HARD OF HEARING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Commission for the Deaf and Hard of Hearing TOTAL	\$ 476,098	\$ 877,266	\$ 881,816
PERSONAL SERVICE			
General Revenue Fund	269,558	310,758	315,308
Other Funds	0	34,437	34,437
EXPENSE AND EQUIPMENT			
General Revenue Fund	129,079	112,571	112,571
Other Funds	77,461	170,900	170,900
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	150,500	150,500
Other Funds	0	98,100	98,100
TOTAL			
General Revenue Fund	398,637	573,829	578,379
Other Funds	77,461	303,437	303,437
Total Full-time Equivalent Employees	6.60	7.00	7.00
General Revenue Fund	6.60	7.00	7.00

The Missouri Commission for the Deaf and Hard of Hearing and the Board for Certification of Interpreters are assigned to the Department of Elementary and Secondary Education for budgetary purposes. Established in 1988, the commission advocates public policies, regulations, and programs to improve the quality and coordination of existing services for deaf persons and promotes new services when necessary. The commission promotes deaf awareness for the general public and for state agencies; develops and maintains quality interpreting services; maintains a website and information/referral network regarding services for deaf and hard of hearing people; and provides liaison efforts with elementary and secondary schools, colleges/universities, hospitals, prisons, Centers for Independent Living, and others. The commission also maintains a census of the deaf and hard of hearing population of Missouri.

Fiscal Year 2019 Governor's Recommendations

- \$4,550 for pay plan.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI ASSISTIVE TECHNOLOGY COUNCIL**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Assistive Technology Council TOTAL	\$ 2,714,913	\$ 4,384,050	\$ 4,390,552
PERSONAL SERVICE			
Federal Funds	187,451	238,344	240,945
Other Funds	210,814	280,865	284,766
EXPENSE AND EQUIPMENT			
Federal Funds	62,608	116,245	116,245
Other Funds	92,753	396,789	396,789
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	145,017	453,893	453,893
Other Funds	2,016,270	2,897,914	2,897,914
TOTAL			
Federal Funds	395,076	808,482	811,083
Other Funds	2,319,837	3,575,568	3,579,469
Total Full-time Equivalent Employees	8.12	10.00	10.00
Federal Funds	3.80	4.00	4.00
Other Funds	4.32	6.00	6.00

The Missouri Assistive Technology Council is assigned to the Department of Elementary and Secondary Education for budgetary purposes. The council, established in 1993, supports increased access to assistive technology for Missourians of all ages with all types of disabilities. The council provides adaptive telecommunication devices and computer adaptations, short-term loan of a full range of assistive technology, used equipment exchange, and low-interest loans for the purchase of assistive technology and home modifications.

Fiscal Year 2019 Governor's Recommendations

- \$6,502 federal and other funds for pay plan.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
MISSOURI CHILDREN'S SERVICES COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Children's Services Commission TOTAL	\$ 0	\$ 8,000	\$ 8,000
EXPENSE AND EQUIPMENT TOTAL			
Other Funds	0	8,000	8,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

The Missouri Children's Services Commission is assigned to the Department of Elementary and Secondary Education for budgetary purposes. The Commission, created in 1983, takes a leadership role in identifying and in evaluating programs and state services that affect the children of Missouri.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF HIGHER EDUCATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Higher Education Coordination	\$ 771,876	\$ 1,357,350	\$ 1,357,349	\$ 1,366,518
Proprietary School Regulation	206,785	708,171	708,171	711,344
Midwestern Higher Education Compact	115,000	115,000	115,000	115,000
Federal Education Programs	1,141,724	2,347,164	2,337,164	3,249,457
Financial Aid	222,744,594	259,081,447	265,641,447	265,674,374
Higher Education Initiatives	49,228,617	10,750,000	10,750,000	0
Community Colleges	135,797,119	147,391,746	147,391,746	132,470,093
Technical Colleges	5,252,055	5,677,566	5,677,566	5,102,780
Four-Year Colleges and Universities	695,881,099	754,885,629	754,885,629	678,468,409
University of Missouri - Related Programs	7,827,844	12,348,495	11,848,495	11,373,495
DEPARTMENTAL TOTAL	\$ 1,118,966,713	\$ 1,194,662,568	\$ 1,200,712,567	\$ 1,098,531,470
General Revenue Fund	878,137,450	909,008,113	925,068,112	810,437,047
Federal Funds	1,117,890	2,248,806	2,248,806	2,249,457
Missouri Student Grant Program Gift Fund	0	50,000	50,000	50,000
Lottery Proceeds Fund	124,098,769	127,809,700	127,809,700	127,809,700
Department of Higher Education Out-of-State Program Fund	32,120	55,483	55,483	56,068
Spinal Cord Injury Fund	1,500,000	2,000,000	1,500,000	1,500,000
State Seminary Moneys Fund	44,857	275,000	275,000	275,000
Healthy Families Trust Fund	437,640	437,640	437,640	437,640
State Board of Nursing Fund	1,789,841	0	0	0
Proprietary School Certification Fund	206,785	308,171	308,171	311,344
Proprietary School Bond Fund	0	400,000	400,000	400,000
Advantage Missouri Trust Fund	30,000	50,000	50,000	50,000
Seminary Fund	0	3,000,000	3,000,000	3,000,000
Guaranty Agency Operating Fund	11,535,722	24,821,297	15,321,297	24,855,214
Federal Student Loan Reserve Fund	98,398,805	120,000,000	120,000,000	120,000,000
State Institutions Gift Trust Fund	1,623,834	4,098,358	4,088,358	7,000,000
AP Incentive Grant Fund	13,000	100,000	100,000	100,000
Total Full-time Equivalent Employees	54.87	79.70	79.70	78.70
General Revenue Fund	8.27	14.03	14.03	14.03
Federal Funds	0.55	1.00	1.00	1.00
Other Funds	46.05	64.67	64.67	63.67

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$1.1 billion for the Department of Higher Education. The core functions provided by the Department of Higher Education include:

- Supporting Missouri's two- and four-year institutions of higher education. Missouri's higher education institutions play a critical role in supplying the skilled workers that are necessary to stimulate economic growth in the state.
- Providing financial assistance to allow Missouri students access to higher education and encourage the state's top academic achievers to attend Missouri higher education institutions.
- Planning for post-secondary education, evaluating institutional missions and performance, regulating proprietary institutions, and approving new degree programs offered by public colleges and universities.

**DEPARTMENT OF HIGHER EDUCATION
HIGHER EDUCATION COORDINATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Higher Education Coordination TOTAL	\$ 771,876	\$ 1,357,350	\$ 1,366,518
PERSONAL SERVICE			
General Revenue Fund	322,263	371,821	377,562
Other Funds	273,205	282,621	286,049
EXPENSE AND EQUIPMENT			
General Revenue Fund	136,482	140,703	140,703
Other Funds	39,926	462,204	462,204
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	1	0
Other Funds	0	100,000	100,000
TOTAL			
General Revenue Fund	458,745	512,525	518,265
Other Funds	313,131	844,825	848,253
Total Full-time Equivalent Employees	10.42	17.76	17.76
General Revenue Fund	5.61	11.18	11.18
Other Funds	4.81	6.58	6.58

This program includes the Commissioner of Higher Education, the general administrative staff, and the expenses of the Coordinating Board. Under direction of the Coordinating Board, the administrative staff reviews and coordinates the programs of approximately 59 public and private institutions of higher education. Staff also prepares the Coordinating Board's budget recommendations for public colleges and universities. Other program responsibilities include collecting and distributing student enrollment data and reviewing and approving proposed new degree programs at public institutions.

Fiscal Year 2019 Governor's Recommendations

- \$9,169 for pay plan, including \$5,741 general revenue.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF HIGHER EDUCATION
 PROPRIETARY SCHOOL REGULATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Proprietary School Regulation	\$ 206,785	\$ 308,171	\$ 311,344
Proprietary School Bond	0	400,000	400,000
TOTAL	\$ 206,785	\$ 708,171	\$ 711,344
PERSONAL SERVICE	185,437	216,023	219,196
EXPENSE AND EQUIPMENT	20,428	92,148	92,148
PROGRAM SPECIFIC DISTRIBUTION	920	400,000	400,000
TOTAL			
Other Funds	206,785	708,171	711,344
Total Full-time Equivalent Employees	4.12	5.00	5.00
Other Funds	4.12	5.00	5.00

Sections 173.600 through 173.619, RSMo, provide for the regulation of proprietary schools operating in the state of Missouri. There are approximately 147 proprietary schools in operation. The Coordinating Board is charged with the authority to issue, revoke, or suspend certificates of approval ensuring that proprietary schools meet minimum state standards, place schools on probation, require each school to file a security bond, and collect data from certified proprietary schools.

Fiscal Year 2019 Governor's Recommendations

- \$3,173 Proprietary School Certification Fund for pay plan.

**DEPARTMENT OF HIGHER EDUCATION
MIDWESTERN HIGHER EDUCATION COMPACT**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Midwestern Higher Education Compact TOTAL	\$ 115,000	\$ 115,000	\$ 115,000
EXPENSE AND EQUIPMENT General Revenue Fund	115,000	115,000	115,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

The Midwestern Higher Education Compact is a consortium of states that work together on student exchange agreements, higher education research and policy development, and cost saving programs in which Missouri institutions may participate. Membership in the organization requires payment of annual dues. Missouri became a member state of the Midwestern Higher Education Compact pursuant to the provisions of Sections 173.700 through 173.708, RSMo.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF HIGHER EDUCATION
FEDERAL EDUCATION PROGRAMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Improving Teacher Quality State Grants Program	\$ 1,117,890	\$ 1,248,806	\$ 1,249,457
Federal Grants and Donations	0	1,000,000	1,000,000
Other Grants and Donations	23,834	98,358	1,000,000
TOTAL	\$ 1,141,724	\$ 2,347,164	\$ 3,249,457
PERSONAL SERVICE			
Federal Funds	28,565	38,806	39,457
State Institutions Gift Trust Fund	2,034	23,358	0
EXPENSE AND EQUIPMENT			
Federal Funds	4,250	1,009,000	1,009,000
State Institutions Gift Trust Fund	11,800	22,000	0
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	1,085,075	1,201,000	1,201,000
State Institutions Gift Trust Fund	10,000	53,000	1,000,000
TOTAL			
Federal Funds	1,117,890	2,248,806	2,249,457
State Institutions Gift Trust Fund	23,834	98,358	1,000,000
Total Full-time Equivalent Employees			
	0.60	2.00	1.00
Federal Funds	0.55	1.00	1.00
Other Funds	0.05	1.00	0.00

The Improving Teacher Quality State Grants Program provides federal funds for the improvement of instruction in the core subject areas in grades K-12. The Department of Higher Education administers its portion of these funds through a competitive grant process. The funds are used to design and develop professional development projects addressing the needs of K-12 teachers in the targeted core academic subjects of mathematics and science.

In addition, department staff will continue to pursue federal grants, foundation resources, and private donations to support new programs.

Fiscal Year 2019 Governor's Recommendations

- \$1,000,000 State Institutions Gift Trust Fund on an open-ended basis for receiving and expending grants from non-federal sources.
- \$651 federal funds for pay plan.
- (\$98,358) State Institutions Gift Trust Fund and (one) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF HIGHER EDUCATION
FINANCIAL AID**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
GRANTS AND SCHOLARSHIPS			
Administration	\$ 134,146	\$ 149,604	\$ 151,457
Academic Scholarship Program	18,791,366	22,176,666	23,176,666
Access Missouri Financial Assistance Program	59,764,838	63,682,307	65,682,307
A+ Schools Scholarship Program	33,484,927	37,613,326	41,113,326
Advanced Placement Grants	13,000	100,000	100,000
Public Service Survivor Grant Program	121,226	140,000	140,000
Marguerite Ross Barnett Scholarship Program	400,974	413,375	413,375
Veteran's Survivors Grant Program	229,836	241,250	301,250
Minority Teaching Scholarship Program	123,360	0	0
Minority and Underrepresented Environmental Literacy Program	27,405	32,964	32,964
MISSOURI STUDENT LOAN PROGRAM	109,653,516	134,531,955	134,563,029
TOTAL	\$ 222,744,594	\$ 259,081,447	\$ 265,674,374
PERSONAL SERVICE			
General Revenue Fund	112,014	119,429	121,282
Other Funds	1,702,280	2,316,262	2,347,336
EXPENSE AND EQUIPMENT			
General Revenue Fund	22,132	30,175	30,175
Other Funds	8,917,980	10,825,692	10,825,692
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	78,621,740	77,123,773	81,683,773
Other Funds	133,368,448	168,666,116	170,666,116
TOTAL	78,755,886	77,273,377	81,835,230
General Revenue Fund	143,988,708	181,808,070	183,839,144
Total Full-time Equivalent Employees			
General Revenue Fund	39.73	54.94	54.94
Other Funds	2.66	2.85	2.85
Other Funds	37.07	52.09	52.09

ADMINISTRATION OF STATE GRANT AND SCHOLARSHIP PROGRAMS

Administration of state grant and scholarship programs includes determining an applicant's eligibility for a grant, determining the amount of individual grants, issuing payments, and monitoring school financial aid offices for compliance with program requirements. In Fiscal Year 2018, it is anticipated that approximately 66,500 grants and scholarships totaling more than \$126 million will be distributed by the department.

Fiscal Year 2019 Governor's Recommendations

- \$1,853 for pay plan.

ACADEMIC SCHOLARSHIP PROGRAM

The Academic Scholarship ("Bright Flight") Program provides scholarships of up to \$3,000 for Missouri high school graduating seniors scoring in the top three percent of all Missouri students taking either the American College Test (ACT) or the Scholastic Aptitude Test (SAT) of the College Board. The students must use the scholarship to attend a Missouri college or university. The scholarships are renewable up to a total of ten semesters or until the first bachelor's degree is received, whichever occurs first.

Fiscal Year 2019 Governor's Recommendations

- \$1,000,000 to support the Academic Scholarship (Bright Flight) Program.

**DEPARTMENT OF HIGHER EDUCATION
FINANCIAL AID**

ACCESS MISSOURI FINANCIAL ASSISTANCE PROGRAM

The Access Missouri Financial Assistance Program provides need-based scholarships to eligible Missouri residents. Need is determined based on the student's expected family contribution with different award amounts depending on the type of higher education institution the student attends. Students attending public and private four-year colleges and universities are eligible to receive up to \$2,850 in taxpayer-funded scholarships and students attending community colleges are eligible to receive up to \$1,300.

Fiscal Year 2019 Governor's Recommendations

- \$2,000,000 to support the Access Missouri Financial Assistance Program.

A+ SCHOOLS SCHOLARSHIP PROGRAM

The A+ Schools Scholarship Program provides for two years of tuition reimbursement at public community colleges or vocational or technical schools and certain private, non-profit technical schools for qualified students who graduate from an A+ high school, earn a GPA of at least 2.5, have at least a 95 percent attendance record, and fulfill community service requirements.

Fiscal Year 2019 Governor's Recommendations

- \$3,500,000 to support the A+ Schools Scholarship Program, including \$1,500,000 general revenue.

ADVANCED PLACEMENT GRANTS

Under this initiative, Access Missouri Financial Assistance Program and A+ Schools Scholarship Program recipients who achieve a passing score on at least two Advanced Placement exams in science or math while attending a Missouri public high school will receive a \$500 grant.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

PUBLIC SERVICE SURVIVOR GRANT PROGRAM

The Public Service Survivor Grant Program provides educational benefits to the children and spouses of certain public employees killed or permanently and totally disabled in the line of duty. An eligible child, up to the age of 24, or an eligible spouse may receive a grant to enroll in a program leading to a certificate, associate degree, or baccalaureate degree at an approved public or private post-secondary institution. The grant may not exceed the amount paid in tuition by a full-time undergraduate Missouri resident at the University of Missouri.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MARGUERITE ROSS BARNETT SCHOLARSHIP PROGRAM

The Marguerite Ross Barnett Scholarship Program provides grants to part-time undergraduate students who are employed and compensated for at least 20 hours per week and who have financial need. The maximum award may not exceed the amount of tuition paid by a part-time undergraduate Missouri resident at the University of Missouri.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF HIGHER EDUCATION
FINANCIAL AID**

VETERAN'S SURVIVORS GRANT PROGRAM

The Veteran's Survivors Grant Program provides up to 25 grants to spouses or children of Missouri veterans who died or became at least 80 percent disabled as a result of injuries or accidents sustained in combat action after September 11, 2001. The maximum award may not exceed the amount of tuition paid by a full-time undergraduate Missouri resident at the University of Missouri plus up to a \$2,000 room and board allowance and a \$500 book allowance per semester.

Fiscal Year 2019 Governor's Recommendations

- \$60,000 to support the Veteran's Survivors Grant Program.

MINORITY AND UNDERREPRESENTED ENVIRONMENTAL LITERACY PROGRAM

The Minority and Underrepresented Environmental Literacy Program provides scholarships to full-time minority and underrepresented students who pursue a bachelor's or master's degree in an environmental-related field of study at a Missouri college or university and who meet specified academic standards.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI STUDENT LOAN PROGRAM AND ADMINISTRATION

The Missouri Student Loan Program administers a program that has provided repayable guaranteed student loans to parents and students through commercial lending institutions since 1979. Since its inception, the program has guaranteed nearly 3 million loans totaling over \$10.9 billion. Because of changes in federal law, the department no longer has authority to guarantee new federal student loans as of July 1, 2010. However, the department will continue to fulfill the responsibilities related to its \$1.3 billion portfolio of outstanding guaranteed and defaulted loans. The Missouri Student Loan Program uses private contractors to aid in servicing and collecting loans. Loan program staff perform general loan program administration and oversight functions. Loan program staff also work closely with lenders, schools, and borrowers to prevent loan defaults. In addition, loan program staff provide numerous outreach services to inform students, parents, and schools about financial aid, college preparation, financial literacy, and debt management.

Fiscal Year 2019 Governor's Recommendations

- \$31,074 Guaranty Agency Operating Fund for pay plan.

**DEPARTMENT OF HIGHER EDUCATION
HIGHER EDUCATION INITIATIVES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Funding Based on Improved Outcomes	\$ 36,076,981	\$ 0	\$ 0
Pharmacy Doctorate Program	1,131,669	1,000,000	0
University of Missouri Cooperative Medicine Program	5,700,000	5,000,000	0
Nursing Program Grants	1,789,841	0	0
Cooperative Dental Program	1,697,500	3,000,000	0
Autism Services and Training	565,831	0	0
College Preparation Program	0	100,000	0
Cooperative Engineering Expansion Program	1,131,662	1,000,000	0
Missouri University of Science and Technology Engineering Program	254,051	0	0
Missouri University of Science and Technology Project Lead the Way	113,169	400,000	0
Southeast Missouri State University Cyber Security Program	141,456	0	0
University of Missouri - Kansas City Medical Student Training	194,001	0	0
University of Missouri - Kansas City Tier 1 Medical Student Training	291,000	0	0
Harris-Stowe State University Graduate and STEM Education Programs	141,456	250,000	0
TOTAL	\$ 49,228,617	\$ 10,750,000	\$ 0
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	47,438,776	10,750,000	0
State Board of Nursing Fund	1,789,841	0	0
Total Full-time Equivalent Employees	0.00	0.00	0.00

Fiscal Year 2019 Governor's Recommendations

- (\$10,750,000) core reduction from the Fiscal Year 2018 appropriation level:
 - (\$5,000,000) from the University of Missouri Cooperative Medicine Program
 - (\$3,000,000) from the Cooperative Dental Program
 - (\$1,000,000) from the Cooperative Engineering Expansion Program
 - (\$1,000,000) from the Pharmacy Doctorate Program
 - (\$400,000) from the Missouri University of Science and Technology Project Lead the Way
 - (\$250,000) from the Harris-Stowe State University Graduate and STEM Education Programs
 - (\$100,000) from the College Preparation Program

**DEPARTMENT OF HIGHER EDUCATION
PUBLIC COMMUNITY COLLEGES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Crowder College	\$ 4,969,357	\$ 5,537,436	\$ 5,086,197
East Central College	5,158,516	5,605,319	5,024,844
Jefferson College	7,530,217	8,112,618	7,279,445
Metropolitan Community College	30,901,596	33,245,334	29,605,181
Mineral Area College	5,234,136	5,635,470	5,122,208
Moberly Area Community College	5,629,578	6,128,212	5,606,039
North Central Missouri College	2,502,698	2,744,866	2,466,981
Ozarks Technical Community College	12,308,577	13,501,050	12,526,425
St. Charles Community College	8,272,278	8,999,020	8,184,452
St. Louis Community College	42,867,975	46,549,249	41,244,285
State Fair Community College	5,644,066	6,135,452	5,579,953
Three Rivers College	4,778,125	5,197,720	4,744,083
TOTAL	\$ 135,797,119	\$ 147,391,746	\$ 132,470,093
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	125,621,828	136,901,755	121,980,102
Lottery Proceeds Fund	10,175,291	10,489,991	10,489,991
TOTAL	125,621,828	136,901,755	121,980,102
General Revenue Fund	125,621,828	136,901,755	121,980,102
Lottery Proceeds Fund	10,175,291	10,489,991	10,489,991
Total Full-time Equivalent Employees	0.00	0.00	0.00

Missouri's public community colleges include the following 12 institutions (19 campuses): Crowder College in Neosho, East Central College in Union, Jefferson College in Hillsboro, Metropolitan Community College – five campuses in the Kansas City area, Mineral Area College in Park Hills, Moberly Area Community College in Moberly, North Central Missouri College in Trenton, Ozarks Technical Community College in Springfield, St. Charles Community College in St. Peters, St. Louis Community College – four campuses in St. Louis City and County, State Fair Community College in Sedalia, and Three Rivers College in Poplar Bluff.

Fiscal Year 2019 Governor's Recommendations

- Core reallocations between community colleges, as recommended by the Missouri Community College Association:
 - \$121,679 reallocated to Crowder College
 - (\$14,468) reallocated from East Central College
 - (\$13,204) reallocated from Jefferson College
 - (\$305,377) reallocated from Metropolitan Community College
 - \$63,712 reallocated to Mineral Area College
 - \$109,301 reallocated to Moberly Area Community College
 - \$436,373 reallocated to Ozarks Technical Community College
 - \$107,342 reallocated to St. Charles Community College
 - (\$659,139) reallocated from St. Louis Community College
 - \$73,036 reallocated to State Fair Community College
 - \$80,745 reallocated to Three Rivers College
- (\$14,921,653) core reduction from the Fiscal Year 2018 appropriation level:
 - (\$572,918) from Crowder College
 - (\$566,007) from East Central College
 - (\$819,969) from Jefferson College
 - (\$3,334,776) from Metropolitan Community College
 - (\$576,974) from Mineral Area College
 - (\$631,474) from Moberly Area Community College
 - (\$277,885) from North Central Missouri College
 - (\$1,410,998) from Ozarks Technical Community College
 - (\$921,910) from St. Charles Community College
 - (\$4,645,825) from St. Louis Community College
 - (\$628,535) from State Fair Community College
 - (\$534,382) from Three Rivers College

**DEPARTMENT OF HIGHER EDUCATION
PUBLIC COMMUNITY COLLEGES**

Fiscal Year 2019 Governor's Recommendations

The Governor recommends \$13,247,010 of core funding be set aside and made available to the institutions upon the Coordinating Board for Higher Education's certification of successful achievement of each institution's performance goals. The following dollar amounts are available for each institution:

- \$508,620 for Crowder College
- \$502,484 for East Central College
- \$727,945 for Jefferson College
- \$2,960,518 for Metropolitan Community College
- \$512,221 for Mineral Area College
- \$560,604 for Moberly Area Community College
- \$246,698 for North Central Missouri College
- \$1,252,643 for Ozarks Technical Community College
- \$818,445 for St. Charles Community College
- \$4,124,429 for St. Louis Community College
- \$557,995 for State Fair Community College
- \$474,408 for Three Rivers College

**DEPARTMENT OF HIGHER EDUCATION
STATE TECHNICAL COLLEGE OF MISSOURI**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Technical College of Missouri TOTAL	\$ 5,252,055	\$ 5,677,566	\$ 5,102,780
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	4,731,925	5,141,349	4,566,563
Lottery Proceeds Fund	520,130	536,217	536,217
TOTAL			
General Revenue Fund	4,731,925	5,141,349	4,566,563
Lottery Proceeds Fund	520,130	536,217	536,217
Total Full-time Equivalent Employees	0.00	0.00	0.00

Sections 178.631 through 178.640, RSMo, establish the State Technical College of Missouri with a statewide mission to offer highly specialized and advanced technical education and training at the certificate and associate degree level.

Fiscal Year 2019 Governor's Recommendations

- (\$574,786) core reduction from the Fiscal Year 2018 appropriation level.

The Governor recommends \$510,278 of core funding be set aside and made available to the State Technical College of Missouri upon the Coordinating Board for Higher Education's certification of successful achievement of the institution's performance goals.

**DEPARTMENT OF HIGHER EDUCATION
PUBLIC FOUR-YEAR INSTITUTIONS OF HIGHER EDUCATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
University of Central Missouri	\$ 51,526,800	\$ 55,784,610	\$ 50,137,085
Southeast Missouri State University	42,463,377	46,073,968	41,409,529
Missouri State University	78,874,462	85,620,837	76,952,751
Lincoln University	17,397,173	20,332,513	18,527,184
Truman State University	38,701,988	41,742,526	37,516,593
Northwest Missouri State University	28,922,541	30,989,542	27,852,221
Missouri Southern State University	21,906,413	23,644,235	21,250,539
Missouri Western State University	20,220,652	21,812,252	19,604,022
Harris-Stowe State University	9,268,535	9,713,078	8,729,745
University of Missouri	386,599,158	419,172,068	376,488,740
TOTAL	\$ 695,881,099	\$ 754,885,629	\$ 678,468,409
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	615,169,943	671,678,252	595,261,032
Lottery Proceeds Fund	80,711,156	83,207,377	83,207,377
TOTAL			
General Revenue Fund	615,169,943	671,678,252	595,261,032
Lottery Proceeds Fund	80,711,156	83,207,377	83,207,377
Total Full-time Equivalent Employees	0.00	0.00	0.00

Missouri's public, four-year institutions of higher education include the following ten institutions: the University of Central Missouri at Warrensburg, Harris-Stowe State University at St. Louis, Lincoln University at Jefferson City, Missouri Southern State University at Joplin, Missouri Western State University at St. Joseph, Northwest Missouri State University at Maryville, Southeast Missouri State University at Cape Girardeau, Missouri State University at Springfield, Truman State University at Kirksville, and the University of Missouri system.

Fiscal Year 2019 Governor's Recommendations

- (\$76,417,220) core reduction from the Fiscal Year 2018 appropriation level:
 - (\$5,647,525) from the University of Central Missouri
 - (\$4,664,439) from Southeast Missouri State University
 - (\$8,668,086) from Missouri State University
 - (\$1,805,329) from Lincoln University
 - (\$4,225,933) from Truman State University
 - (\$3,137,321) from Northwest Missouri State University
 - (\$2,393,696) from Missouri Southern State University
 - (\$2,208,230) from Missouri Western State University
 - (\$983,333) from Harris-Stowe State University
 - (\$42,683,328) from the University of Missouri

The Governor recommends \$67,596,841 of core funding be set aside and made available to the institutions upon the Coordinating Board for Higher Education's certification of successful achievement of each institution's performance goals. The following dollar amounts are available for each institution:

- \$5,013,709 for the University of Central Missouri
- \$4,140,953 for Southeast Missouri State University
- \$7,695,275 for Missouri State University
- \$1,602,718 for Lincoln University
- \$3,751,659 for Truman State University
- \$2,785,222 for Northwest Missouri State University
- \$2,125,054 for Missouri Southern State University
- \$1,960,402 for Missouri Western State University
- \$872,975 for Harris-Stowe State University
- \$37,648,874 for the University of Missouri

**DEPARTMENT OF HIGHER EDUCATION
UNIVERSITY OF MISSOURI – RELATED PROGRAMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
University of Missouri-Kansas City Neighborhoods Initiative	\$ 172,444	\$ 400,000	\$ 0
University of Missouri Press	0	75,000	0
University of Missouri-St. Louis International Collaboration	254,625	450,000	450,000
Missouri Telehealth Network	1,771,390	1,937,640	1,937,640
Missouri Kidney Program	1,697,500	1,750,000	1,750,000
State Historical Society	2,387,028	2,460,855	2,460,855
Spinal Cord Injury Research	1,500,000	2,000,000	1,500,000
State Seminary Investments	0	3,000,000	3,000,000
State Seminary Income on Investments	44,857	275,000	275,000
TOTAL	\$ 7,827,844	\$ 12,348,495	\$ 11,373,495
EXPENSE AND EQUIPMENT			
Other Funds	44,857	3,275,000	3,275,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	5,845,347	6,635,855	6,160,855
Other Funds	1,937,640	2,437,640	1,937,640
TOTAL			
General Revenue Fund	5,845,347	6,635,855	6,160,855
Other Funds	1,982,497	5,712,640	5,212,640
Total Full-time Equivalent Employees	0.00	0.00	0.00

The University of Missouri has administrative responsibility for a range of programs that are related to its institutional mission, but are not a part of the education and general operations: University of Missouri-Kansas City Neighborhoods Initiative, University of Missouri Press, University of Missouri-St. Louis International Collaboration, Missouri Telehealth Network, Missouri Kidney Program, State Historical Society, Spinal Cord Injury Research Program, and investments and interest from Seminary Fund and State Seminary Moneys Fund.

UNIVERSITY OF MISSOURI-KANSAS CITY NEIGHBORHOODS INITIATIVE

The University of Missouri-Kansas City Neighborhoods Initiative provides resources and technical assistance to the Kansas City region, local governments, political subdivisions, higher education institutions, and community organizations to meet the critical needs of Kansas City neighborhoods.

Fiscal Year 2019 Governor’s Recommendations

- (\$400,000) core reduction from the Fiscal Year 2018 appropriation level.

UNIVERSITY OF MISSOURI PRESS

This program supports the biennial publication of the Official Manual of the State of Missouri, more commonly known as the “Blue Book,” by the University of Missouri Press. First published in 1878, the series of volumes serves as a historical resource, providing information about Missouri’s government, culture, and history.

Fiscal Year 2019 Governor’s Recommendations

- (\$75,000) core reduction from the Fiscal Year 2018 appropriation level.

UNIVERSITY OF MISSOURI-ST. LOUIS INTERNATIONAL COLLABORATION

The program funds initiatives to increase international collaboration and promote economic activity in the St. Louis region. A key focus of the program is the St. Louis-Israel Innovation Connection, which connects the economies of St. Louis and Israel and will serve as a model to attract companies from other targeted geographic areas to the St. Louis region.

Fiscal Year 2019 Governor’s Recommendations

Continue funding at the current level.

**DEPARTMENT OF HIGHER EDUCATION
UNIVERSITY OF MISSOURI – RELATED PROGRAMS**

MISSOURI TELEHEALTH NETWORK

The Missouri Telehealth Network enhances access to care to people in underserved areas by providing the tools and training necessary for communities to develop and implement successful telehealth programs. The Missouri Telehealth Network has 200 sites in 56 Missouri counties and the City of St. Louis including Federally Qualified Health Centers (FQHCs), hospitals, rural health clinics, community mental health centers, state facilities, an army hospital, two schools of medicine, a school of nursing, the Missouri Department of Health and Senior Services, and many other types of health care facilities.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI KIDNEY PROGRAM

The Missouri Kidney Program enables Missourians with end-stage renal disease to obtain education and medical support services. The program contracts with federally approved dialysis/transplant centers and facilities to help pay expenses related to patient care not paid by other sources such as Medicare, MO HealthNet, and private insurance. Patients' medications and insurance premiums, as well as patient education, are paid by the program.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATE HISTORICAL SOCIETY

The State Historical Society of Missouri is directed by statute to collect, preserve, publish, and make accessible those materials that pertain to the history of Missouri and western America. The staff conducts research projects, publishes the quarterly Missouri Historical Review, and produces other publications.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

SPINAL CORD INJURY RESEARCH

The program funds research that will advance knowledge concerning spinal cord injuries and congenital or acquired disease processes. Research awards are made by an advisory board to researchers in public or private educational, health care, and research institutions and other voluntary health associations. Funds for this research come from fees assessed to individuals who are convicted of intoxication-related offenses, as well as surcharges from all criminal cases including violations of any county ordinance or any violation of criminal or traffic laws of this state.

Fiscal Year 2019 Governor's Recommendations

- (\$500,000) Spinal Cord Injury Fund core reduction for one-time expenditures.

SEMINARY FUND INVESTMENTS AND INCOME ON INVESTMENTS

The Seminary Fund consists of the proceeds of the sale of land donated to the state, proceeds from a direct tax received from the United States, the James S. Rollins Scholarship Fund, and others. Income from the State Seminary Moneys Fund is given to the University of Missouri as required by Article IX, Section 6 of the Missouri Constitution, and by Section 172.610, RSMo.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF REVENUE

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Administration Division	\$ 8,890,432	\$ 11,039,894	\$ 11,039,893	\$ 10,811,138
Taxation Division	29,041,705	37,738,373	37,738,373	35,868,450
Motor Vehicle and Driver Licensing Division	777,689	1,381,460	1,381,460	1,400,279
Legal Services Division	2,204,848	2,646,800	2,646,800	2,629,464
Highway Collections	22,989,782	24,640,123	25,113,866	25,034,789
State Tax Commission	2,024,198	2,208,213	2,208,213	2,226,413
Distributions	217,659,748	202,418,704	209,438,704	209,198,704
State Lottery Commission	<u>204,195,938</u>	<u>234,992,864</u>	<u>235,113,639</u>	<u>240,395,214</u>
DEPARTMENTAL TOTAL	\$ 487,784,340	\$ 517,066,431 *	\$ 524,680,948	\$ 527,564,451
General Revenue Fund	77,419,577	72,383,729	72,379,379	69,809,905
Federal Funds	2,471,860	4,111,573	4,111,573	4,114,654
Child Support Enforcement Fund	1,329,118	2,115,905	2,115,905	2,116,477
Health Initiatives Fund	54,239	62,406	62,406	63,707
Petroleum Storage Tank Insurance Fund	27,430	29,462	29,462	30,112
Motor Vehicle Commission Fund	685,823	978,607	978,607	990,568
Conservation Commission Fund	516,724	587,017	587,017	600,291
State Highways and Transportation Department Fund	13,055,232	13,704,862	14,202,954	14,342,866
Lottery Enterprise Fund	56,835,445	60,917,646	61,038,421	66,319,996
Petroleum Inspection Fund	28,399	37,519	37,519	38,170
Motor Fuel Tax Fund	188,000,000	188,000,000	195,000,000	195,000,000
State Lottery Fund	147,360,493	174,075,218	174,075,218	174,075,218
Department of Revenue Specialty Plate Fund	0	16,885	16,885	16,885
Tobacco Control Special Fund	0	45,602	45,602	45,602
Total Full-time Equivalent Employees	1,295.05	1,334.55	1,340.55	1,323.55
General Revenue Fund	870.82	909.02	909.02	892.02
Federal Funds	4.10	4.74	4.74	4.74
Other Funds	420.13	420.79	426.79	426.79

* Does not include \$9,205,189 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Revenue supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$527.6 million for the Department of Revenue. The department is the State of Missouri's primary revenue collection agency. The department performs its duties and services according to statutory and regulatory standards with minimal administrative expense to pursue payment of all taxes and fees owed to the State. The Department of Revenue's core functions include:

- Processing tax returns.
- Collecting tax and issuing refunds.
- Titling and registering motor vehicles, boats, trailers, and all-terrain vehicles.
- Licensing drivers and suspending, revoking, and disqualifying driver licenses.
- Licensing motor vehicle dealers.
- Investigating suspected violations of the tax, vehicle, dealer, and driver licensing laws.
- Coordinating Requests for Proposals for license offices and directing the operations of these offices.

**DEPARTMENT OF REVENUE
ADMINISTRATION DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration Division	\$ 4,970,238	\$ 6,996,138	\$ 7,017,382
Postage	<u>3,920,194</u>	<u>4,043,756</u>	<u>3,793,756</u>
TOTAL	\$ 8,890,432	\$ 11,039,894	\$ 10,811,138
PERSONAL SERVICE			
General Revenue Fund	1,144,610	1,144,666	1,164,208
Federal Funds	37,636	54,234	55,365
Other Funds	23,411	26,064	26,636
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,074,572	4,204,338	3,954,337
Federal Funds	2,253,912	3,470,006	3,470,006
Other Funds	1,356,291	2,140,586	2,140,586
TOTAL			
General Revenue Fund	5,219,182	5,349,004	5,118,545
Federal Funds	2,291,548	3,524,240	3,525,371
Other Funds	1,379,702	2,166,650	2,167,222
Total Full-time Equivalent Employees			
General Revenue Fund	32.96	38.66	38.66
Federal Funds	31.16	36.04	36.04
Other Funds	1.12	1.74	1.74
Other Funds	0.68	0.88	0.88

The Administration Division provides executive leadership and administrative support for all department programs including, but not limited to, setting policy, strategic planning, leadership, and overall direction of the Department. This division also provides administrative support to the Department in the areas of accounting, cash management, procurement, mail processing, archiving, stores, inventory distribution, delivery services, form development, payroll processing, recruitment, training and communication, and child support oversight.

Fiscal Year 2019 Governor's Recommendations

- \$21,245 for pay plan, including \$19,542 general revenue.
- (\$250,001) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF REVENUE
TAXATION DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Taxation Division	\$ 21,569,222	\$ 24,738,373	\$ 22,868,450
Integrated Tax System	<u>7,472,483</u>	<u>13,000,000</u>	<u>13,000,000</u>
TOTAL	\$ 29,041,705	\$ 37,738,373	\$ 35,868,450
PERSONAL SERVICE			
General Revenue Fund	18,853,187	19,873,511	19,987,844
Other Funds	617,581	693,359	709,235
EXPENSE AND EQUIPMENT			
General Revenue Fund	9,568,281	17,155,174	15,155,042
Other Funds	2,656	16,329	16,329
TOTAL			
General Revenue Fund	28,421,468	37,028,685	35,142,886
Other Funds	620,237	709,688	725,564
Total Full-time Equivalent Employees			
General Revenue Fund	594.16	572.05	564.05
Other Funds	571.56	547.63	539.63
Other Funds	22.60	24.42	24.42

The Taxation Division administers and enforces tax laws. The division deposits all tax revenue, issues refunds, and collects and distributes local taxes. The division's collection activities include account management, lien filing, delinquent tax collections (including identifying non-compliant businesses and individuals), tax clearances, and debt offsets. The division has six in-state field offices (St. Louis, Kansas City, Springfield, Jefferson City, Joplin, and Cape Girardeau) that audit businesses required to pay taxes to the State of Missouri. The division's auditors are also stationed in five out-of-state offices (Chicago, Dallas, Georgia, Colorado, and New York) to foster Missouri tax law compliance.

Fiscal Year 2019 Governor's Recommendations

- \$325,089 for pay plan, including \$309,213 general revenue.
- (\$2,122,552) and (eight) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$72,460) core reduction for one-time expenditures.

**DEPARTMENT OF REVENUE
MOTOR VEHICLE AND DRIVER LICENSING DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Motor Vehicle and Driver Licensing Division TOTAL	\$ 777,689	\$ 1,381,460	\$ 1,400,279
PERSONAL SERVICE			
General Revenue Fund	290,842	376,228	388,611
Federal Funds	0	2,749	2,749
Other Funds	198,545	205,682	212,118
EXPENSE AND EQUIPMENT			
General Revenue Fund	233,358	380,232	380,232
Federal Funds	0	160,776	160,776
Other Funds	54,944	255,793	255,793
TOTAL			
General Revenue Fund	524,200	756,460	768,843
Federal Funds	0	163,525	163,525
Other Funds	253,489	461,475	467,911
Total Full-time Equivalent Employees	14.35	32.05	32.05
General Revenue Fund	8.33	22.05	22.05
Other Funds	6.02	10.00	10.00

The Motor Vehicle and Driver Licensing Division administers Missouri laws that license drivers and suspend, revoke, and disqualify driver licenses; titles/registers motor vehicles, boats, and trailers; and collects required fees and taxes. The division licenses approximately 6,000 dealers and oversees dealer operations to ensure compliance with dealer licensing laws. The division also manages the operations of 177 licensing offices throughout the state and coordinates requests for proposals for these offices.

Fiscal Year 2019 Governor's Recommendations

- \$18,819 for pay plan, including \$12,383 general revenue.

**DEPARTMENT OF REVENUE
LEGAL SERVICES DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Legal Services Division TOTAL	\$ 2,204,848	\$ 2,646,800	\$ 2,629,464
PERSONAL SERVICE			
General Revenue Fund	1,485,739	1,531,869	1,549,758
Federal Funds	113,948	212,654	214,604
Other Funds	371,498	504,149	509,674
EXPENSE AND EQUIPMENT			
General Revenue Fund	150,492	155,533	112,833
Federal Funds	66,364	211,154	211,154
Other Funds	16,807	31,441	31,441
TOTAL			
General Revenue Fund	1,636,231	1,687,402	1,662,591
Federal Funds	180,312	423,808	425,758
Other Funds	388,305	535,590	541,115
Total Full-time Equivalent Employees	45.26	54.75	54.75
General Revenue Fund	33.58	40.75	40.75
Federal Funds	2.98	3.00	3.00
Other Funds	8.70	11.00	11.00

The Legal Services/General Counsel Division supports the department's revenue tax law administration, driver licensing and motor vehicle title/registration administration, and provides legal counsel and representation to the Director of Revenue and divisions. The division includes the Criminal Tax Investigation and the Compliance and Investigation Bureaus, which investigate suspected law violations, prepare cases for prosecution, and perform audits of internal department functions and the license offices throughout the state.

Fiscal Year 2019 Governor's Recommendations

- \$25,364 for pay plan, including \$17,889 general revenue.
- (\$42,700) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF REVENUE
HIGHWAY COLLECTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Highway Collections - Taxation Division	\$ 1,121,644	\$ 1,542,016	\$ 1,573,523
Highway Collections - Motor Vehicle and Driver Licensing Division	13,704,528	14,516,605	14,821,576
Highway Collections - Legal Services Division	2,221,006	2,370,473	2,391,640
Highway Collections - Attorney Fees	0	1,000	1,000
Highway Collections - Postage	2,861,398	2,952,658	2,952,658
Highway Collections - Administration Division	2,440,730	2,537,084	2,574,105
Highway Collections - Postage - Driver License	640,476	720,287	720,287
TOTAL	\$ 22,989,782	\$ 24,640,123	\$ 25,034,789
PERSONAL SERVICE			
General Revenue Fund	6,888,455	7,661,778	7,467,789
Other Funds	6,972,162	7,197,457	7,517,044
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,046,095	3,273,483	3,224,134
Other Funds	6,083,070	6,507,405	6,825,822
TOTAL			
General Revenue Fund	9,934,550	10,935,261	10,691,923
Other Funds	13,055,232	13,704,862	14,342,866
Total Full-time Equivalent Employees			
General Revenue Fund	419.00	445.54	442.54
Other Funds	189.83	224.55	215.55
	229.17	220.99	226.99

The Missouri Constitution, Article IV, Sections 30(a), 30(b), and 30(c) requires all state revenues from the existing motor vehicle fuel tax, vehicle taxes, and fees paid by highway users (less collection costs of up to three percent of the amount collected and State Highway Patrol enforcement costs) be used for state and local highways, roads, and bridges, and for constructing and maintaining the state highway system. The Department of Revenue collects and remits these revenues to the State Highways and Transportation Department Fund. Highway Collections functions are distributed between the department's Taxation Division, Motor Vehicle and Driver Licensing Division, Administration Division, and Legal Services/General Counsel Division.

Fiscal Year 2019 Governor's Recommendations

- \$448,404 State Highways and Transportation Department Fund and six staff to implement Real ID pursuant to HB 151 (2017).
- \$49,688 State Highways and Transportation Department Fund for enhanced security tabs.
- \$266,177 for pay plan, including \$126,265 general revenue.
- (\$345,254) and (nine) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$24,349) transferred to the Office of the Governor.

**DEPARTMENT OF REVENUE
STATE TAX COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Tax Commission TOTAL	\$ 2,024,198	\$ 2,208,213	\$ 2,226,413
PERSONAL SERVICE	1,860,512	2,037,438	2,055,638
EXPENSE AND EQUIPMENT	163,686	170,775	170,775
TOTAL			
General Revenue Fund	2,024,198	2,208,213	2,226,413
Total Full-time Equivalent Employees	36.36	38.00	38.00
General Revenue Fund	36.36	38.00	38.00

A constitutionally created quasi-judicial administrative agency, the State Tax Commission performs six basic functions: equalize inter- and intra-county assessments; conduct de novo judicial hearings regarding valuation and classification appeals from local boards of equalization; formulate and implement statewide assessment policies and procedures to comport with statutory and constitutional mandates; supervise local assessing officials and local assessment programs to ensure compliance with statewide requirements; conduct ratio studies to determine the assessment level in each county and to measure the quality of the assessments; and assess the distributable property of railroads and other public utilities.

Fiscal Year 2019 Governor's Recommendations

- \$18,200 for pay plan.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Prosecuting Attorneys and Collection Agencies Fees	\$ 2,767,574	\$ 3,300,000	\$ 3,100,000
County Filing Fees	280,880	315,000	275,000
State Share of Assessment Maintenance Costs	10,615,709	9,956,004	9,956,004
Appropriated Tax Credits	291,000	0	0
Motor Fuel Tax Distribution to Cities and Counties	188,000,000	188,000,000	195,000,000
Emblem Use Fee Distribution	600	1,000	1,000
County Stock Insurance Tax	115,390	115,700	135,700
Debt Offset For Tax Credits Transfer	146,178	260,000	260,000
Debt Offset Transfer	12,784,590	0	0
Circuit Courts Escrow Transfer	2,210,258	0	0
Income Tax Check-Off Refund Designations	310,313	471,000	471,000
General Revenue Reimbursement to State			
Highways and Transportation Department Fund	137,256	0	0
TOTAL	\$ 217,659,748	\$ 202,418,704	\$ 209,198,704
EXPENSE AND EQUIPMENT			
General Revenue Fund	818,128	750,000	900,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	28,841,620	13,668,704	13,298,704
Other Funds	188,000,000	188,000,000	195,000,000
TOTAL			
General Revenue Fund	29,659,748	14,418,704	14,198,704
Other Funds	188,000,000	188,000,000	195,000,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

PROSECUTING ATTORNEYS AND COLLECTION AGENCIES FEES

Section 136.150, RSMo, provides a 20 percent collection fee to circuit or prosecuting attorneys for delinquent taxes, licenses, or fees recovered on behalf of the state. The department deposits the collection fee in the county treasury with one-half of the fee for use by the attorney's office and one-half to be expended as the county determines.

Section 140.850, RSMo, authorizes the Department of Revenue to use private attorneys or professional collection agencies to collect delinquent taxes owed by resident and non-resident taxpayers (individuals and businesses). The statute restricts the fee to not more than 25 percent of the amount collected.

Fiscal Year 2019 Governor's Recommendations

- (\$200,000) core reduction from the Fiscal Year 2018 appropriation level.

COUNTY FILING FEES

The Department of Revenue is authorized to file certificates of lien with the circuit courts for income, withholding, sales, and use tax delinquencies under Sections 144.380 and 143.902, RSMo. Under Section 144.380(4), RSMo, county recorders may charge the department a fee of \$3.00 per tax lien for filing and \$1.50 per release of a filed tax lien. The department collects these fees from the delinquent taxpayers.

Fiscal Year 2019 Governor's Recommendations

- (\$40,000) core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF REVENUE DISTRIBUTIONS

STATE SHARE OF ASSESSMENT MAINTENANCE COSTS

The state reimburses a portion of local assessor maintenance assessment costs and expenses.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MOTOR FUEL TAX DISTRIBUTION TO CITIES AND COUNTIES

Missouri Constitution Article IV, Section 30(a)(2) requires a 15 percent allocation of the Motor Fuel Tax collections net proceeds to the incorporated cities, towns, and villages of the state to assist in the maintenance of streets and highways.

Missouri Constitution Article IV, Section 30(a)(1) requires a 10 percent allocation of the Motor Fuel Tax collections net proceeds to the counties to assist in the maintenance of county roads, highways, and bridges. In addition, Missouri Constitution Article IV, Section 30(a)(2) requires distributing 15 percent of the net proceeds resulting from any increase in the Motor Fuel Tax rate over the rate in effect on March 31, 1992, to the counties to assist in the maintenance of county roads, highways, and bridges.

Fiscal Year 2019 Governor's Recommendations

- \$7,000,000 Motor Fuel Tax Fund for distribution to cities and counties.

EMBLEM USE FEE DISTRIBUTION

Individuals requesting a specialty license plate contribute an emblem use fee to the organization sponsoring the specialty plate. If statute allows the individual to remit the emblem use authorization fee to the Department of Revenue, the department must remit these fees to the applicable organization.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

COUNTY STOCK INSURANCE TAX

The Department of Revenue uses this appropriation to meet the apportionment requirements for the County Stock Insurance Tax required by Section 148.330, RSMo, while holding school districts and counties harmless to reductions from premium tax credits provided to insurance companies.

Fiscal Year 2019 Governor's Recommendations

- \$20,000 for distribution to counties and school districts held harmless for tax credit claims.

DEBT OFFSET FOR TAX CREDITS TRANSFER

Section 135.815, RSMo, requires that tax credit applicants first use any award to pay off any delinquent income, sales, use, or insurance taxes. After applying all credits toward any delinquencies, the applicant can be issued any remaining credits. The Department of Revenue uses this appropriation to satisfy delinquencies.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

DEBT OFFSET TRANSFER

Chapter 143, RSMo, provides a mechanism to offset debts owed to the state against tax refunds payable to the debtor. The Department of Revenue transfers to the Office of State Treasurer the amount of the debt certified to be owed to a state agency in an amount not exceeding the tax refund claimed. Any amount in excess of the debt is forwarded to the taxpayer. Upon settlement of the claim through the established administrative hearings process, the escrow funds are returned to the state agency or the payee.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

CIRCUIT COURTS ESCROW TRANSFER

Section 143.784, RSMo, provides a mechanism to offset debts owed to the state against tax refunds payable to the debtor. The Department of Revenue transfers to the Office of State Courts Administrator (OSCA) any amounts certified to be owed to the courts, in an amount not exceeding the tax refund claimed. Upon settlement of the claim, the escrow funds are returned to OSCA.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

INCOME TAX CHECK-OFF REFUND DESIGNATIONS

State statutes permit individuals and corporations to contribute a portion of their income tax refund to numerous separate state trust funds and separate charitable trust funds. The taxpayer designates a distribution amount to the various trust funds to transfer from the General Revenue Fund.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
STATE LOTTERY COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Lottery Commission - Operating	\$ 56,835,445	\$ 60,917,646	\$ 66,319,996
Lottery Commission - Prizes	147,360,493	174,075,218	174,075,218
TOTAL	\$ 204,195,938	\$ 234,992,864	\$ 240,395,214
PERSONAL SERVICE	6,811,524	7,075,249	7,156,824
EXPENSE AND EQUIPMENT	197,374,035	227,911,415	233,228,940
PROGRAM SPECIFIC DISTRIBUTION	10,379	6,200	9,450
TOTAL			
Other Funds	204,195,938	234,992,864	240,395,214
Total Full-time Equivalent Employees	152.96	153.50	153.50
Other Funds	152.96	153.50	153.50

Approved by the voters of Missouri, the Missouri Constitution, Article III, Section 39(b), established the Missouri State Lottery. The Missouri State Lottery transfers all profits to help fund public institutions of elementary, secondary, and higher education. Lottery functions include: recruiting and licensing Lottery retailers; creating, marketing, and distributing Lottery products; collecting revenue from Lottery retailers; paying out Lottery prizes and retailer commissions; and ensuring the security and integrity of the Lottery operations and games.

Fiscal Year 2019 Governor's Recommendations

- \$5,200,000 Lottery Enterprise Fund on an open-ended basis for the vendor costs associated with increased ticket sales.
- \$81,575 Lottery Enterprise Fund for pay plan.
- \$120,775 Lottery Enterprise Fund transferred from the Office of Administration for Lottery Commission fuel and utilities.

LOTTERY TRANSFER TO EDUCATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Other Funds	\$ 297,874,416	\$ 311,000,000	\$ 311,000,000

Section 39(b) of Article III of the Missouri Constitution provides for the transfer of net proceeds to help fund public institutions of elementary, secondary, and higher education.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF TRANSPORTATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Highway Administration	\$ 21,291,485	\$ 33,156,919	\$ 35,867,851	\$ 35,274,289
Fringe Benefits	191,711,348	216,899,128	223,556,048	219,924,266
Fleet, Facilities, and Information Systems	66,521,385	84,520,326	90,013,033	84,645,126
System Management	347,946,482	389,753,449	395,468,310	392,229,604
Highway Construction	1,302,811,785	1,401,310,729	1,661,143,683	1,659,169,415
Multimodal Operations and Programs	<u>86,449,869</u>	<u>154,623,091</u>	<u>165,530,906</u>	<u>143,055,926</u>
DEPARTMENTAL TOTAL	\$ 2,016,732,354	\$ 2,280,263,642 *	\$ 2,571,579,831	\$ 2,534,298,626
General Revenue Fund	11,657,652	11,794,130	27,204,130	9,794,129
Federal Funds	81,937,282	144,605,962	144,948,625	134,919,098
Motorcycle Safety Trust Fund	290,857	425,000	425,000	425,000
Grade Crossing Safety Account Fund	1,409,011	3,000,000	3,000,000	3,000,000
State Road Bond Fund	175,678,834	180,009,881	201,259,881	201,259,881
State Road Fund	1,735,091,938	1,922,013,474	2,175,836,489	2,166,050,468
Railroad Expense Fund	792,456	1,245,929	1,691,309	1,673,499
State Transportation Fund	4,936,736	5,113,784	5,130,309	5,115,694
State Transportation Assistance Revolving Fund	301,205	1,000,000	1,000,000	1,000,000
Aviation Trust Fund	4,636,383	11,055,482	11,084,088	11,060,857
Total Full-time Equivalent Employees	5,344.10	5,555.87	5,555.87	5,555.87
Federal Funds	11.15	15.29	15.29	15.29
Other Funds	5,332.95	5,540.58	5,540.58	5,540.58

* Does not include \$2,774,230 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Transportation supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$2.5 billion for the Department of Transportation (MoDOT).

The department oversees all aspects of Missouri's transportation system. The Department of Transportation core functions include:

- Constructing and maintaining the state road and bridge system.
- Promoting safety on Missouri highways for citizens and Department of Transportation employees.
- Providing capital improvement and operating assistance grants for rural and urban transit systems, public airports, ferryboats, and passenger rail service.
- Registering commercial motor vehicles.

**DEPARTMENT OF TRANSPORTATION
HIGHWAY ADMINISTRATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration			
TOTAL	\$ 21,291,485	\$ 33,156,919	\$ 35,274,289
PERSONAL SERVICE			
Other Funds	17,562,330	18,729,356	18,846,727
EXPENSE AND EQUIPMENT			
General Revenue Fund	0	1	0
Federal Funds	5,000	5,000	5,000
Other Funds	3,724,155	14,422,562	16,422,562
TOTAL			
General Revenue Fund	0	1	0
Federal Funds	5,000	5,000	5,000
Other Funds	21,286,485	33,151,918	35,269,289
Total Full-time Equivalent Employees	328.88	350.57	350.57
Other Funds	328.88	350.57	350.57

Highway Administration supports the Missouri Highways and Transportation Commission operations and the department's centralized functions: auditing, accounting, risk management, financial planning, government relations, communications, and human resource management.

Fiscal Year 2019 Governor's Recommendations

- \$2,000,000 State Road Fund on an open-ended basis for increased license plate reissuance costs pursuant to HB 2380 (2016).
- \$117,371 State Road Fund for pay plan.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF TRANSPORTATION
FRINGE BENEFITS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Highway Administration	\$ 28,167,198	\$ 31,861,738	\$ 33,222,000
Highway Construction	44,469,076	51,581,254	51,904,132
Maintenance	110,167,900	121,331,773	122,593,943
Fleet, Facilities, and Information Systems	7,733,165	10,706,189	10,778,573
Multimodal Operations and Programs	<u>1,174,009</u>	<u>1,418,174</u>	<u>1,425,618</u>
TOTAL	\$ 191,711,348	\$ 216,899,128	\$ 219,924,266
PERSONAL SERVICE			
Federal Funds	407,790	468,358	473,180
Other Funds	169,329,766	191,050,256	192,778,385
EXPENSE AND EQUIPMENT			
Other Funds	21,973,792	25,380,514	26,672,701
TOTAL			
Federal Funds	407,790	468,358	473,180
Other Funds	191,303,558	216,430,770	219,451,086
Total Full-time Equivalent Employees	0.00	0.00	0.00

MoDOT compensates its employees in part through various fringe benefits including retirement and long-term disability contributions, medical and life insurance, retirees' medical insurance, dental insurance, workers' compensation, and the employee assistance program.

Fiscal Year 2019 Governor's Recommendations

- \$1,732,951 federal and other funds on an open-ended basis for fringe benefit cost increases.
- \$1,292,187 State Road Fund on an open-ended basis for retiree fringe benefit cost increases.

**DEPARTMENT OF TRANSPORTATION
FLEET, FACILITIES, AND INFORMATION SYSTEMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Fleet, Facilities, and Information Systems TOTAL	\$ 66,521,385	\$ 84,520,326	\$ 84,645,126
PERSONAL SERVICE Other Funds	10,459,258	14,320,326	14,445,126
EXPENSE AND EQUIPMENT Other Funds	56,040,936	69,147,894	69,147,894
PROGRAM SPECIFIC DISTRIBUTION Other Funds	21,191	1,052,106	1,052,106
TOTAL Other Funds	66,521,385	84,520,326	84,645,126
Total Full-time Equivalent Employees	213.45	299.25	299.25
Other Funds	213.45	299.25	299.25

This program area supports the General Services and Information Systems divisions and district operations by providing fleet and facilities, procurement, and other services to the department. The Information Systems Division delivers information technology solutions, services, and support.

Fiscal Year 2019 Governor's Recommendations

- \$124,800 State Road Fund for pay plan.

**DEPARTMENT OF TRANSPORTATION
SYSTEM MANAGEMENT**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Maintenance	\$ 329,705,420	\$ 367,753,724	\$ 369,929,879
Highway Safety Grants	16,264,537	20,000,000	19,000,000
Motor Carrier Safety Assistance	<u>1,976,525</u>	<u>1,999,725</u>	<u>3,299,725</u>
TOTAL	\$ 347,946,482	\$ 389,753,449	\$ 392,229,604
PERSONAL SERVICE			
Federal Funds	256,940	319,202	324,597
Other Funds	134,995,756	143,048,845	145,219,605
EXPENSE AND EQUIPMENT			
Federal Funds	2,906,479	1,089,195	1,089,195
Other Funds	191,761,762	222,738,895	222,738,895
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	15,388,977	20,964,923	21,264,923
Other Funds	2,636,568	1,592,389	1,592,389
TOTAL			
Federal Funds	18,552,396	22,373,320	22,678,715
Other Funds	329,394,086	367,380,129	369,550,889
Total Full-time Equivalent Employees			
Federal Funds	3,574.70	3,543.93	3,543.93
Other Funds	5.54	8.30	8.30
Other Funds	3,569.16	3,535.63	3,535.63

Systems management supports highway safety initiatives; motor carrier services; and is responsible for the state road system, welcome centers, rest areas, and weigh stations. Functions include road and shoulder repair, bridge repair, snow and ice removal, traffic signal and sign maintenance, pavement marking, and right-of-way mowing.

Fiscal Year 2019 Governor's Recommendations

- \$1,300,000 federal funds for the Motor Carrier Safety Assistance Program.
- \$2,176,155 federal and other funds for pay plan.
- (\$1,000,000) federal funds core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF TRANSPORTATION
HIGHWAY CONSTRUCTION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Construction TOTAL	\$ 1,302,811,785	\$ 1,401,310,729	\$ 1,659,169,415
PERSONAL SERVICE Other Funds	61,850,544	67,292,198	67,848,884
EXPENSE AND EQUIPMENT Other Funds	678,293,023	863,136,013	950,969,013
PROGRAM SPECIFIC DISTRIBUTION Other Funds	562,668,218	470,882,518	640,351,518
TOTAL Other Funds	1,302,811,785	1,401,310,729	1,659,169,415
Total Full-time Equivalent Employees Other Funds	1,195.86 1,195.86	1,326.44 1,326.44	1,326.44 1,326.44

This program area supports the state road construction program and activities such as contractor payments for road and bridge construction, consultant design services, land acquisition, and debt service on bonds.

Fiscal Year 2019 Governor's Recommendations

- \$162,833,000 State Road Fund on an open-ended basis for construction projects.
- \$94,469,000 State Road Fund on an open-ended basis for debt service on outstanding bonds.
- \$556,686 State Road Fund for pay plan.

**DEPARTMENT OF TRANSPORTATION
MULTIMODAL OPERATIONS AND PROGRAMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Multimodal Operations	\$ 4,440,884	\$ 5,797,031	\$ 6,229,866
Transit Programs			
Federal Transit Programs	25,881,848	59,500,000	49,500,000
State Aid for Transportation of Elderly, Disabled, and Low-Income Citizens	2,432,783	2,468,607	2,468,607
State Safety Oversight Program	228,995	632,453	632,453
Railroad Programs			
State Passenger Rail Assistance and Station Improvements	15,702,367	9,125,000	8,625,000
Railroad Grade Crossing Safety	1,409,011	3,000,000	3,000,000
Aviation Programs			
State Aid for Airports/Federal Aviation Assistance	29,961,182	35,000,000	35,000,000
Airport Capital Improvements	3,757,202	10,000,000	10,000,000
State Aid to Port Authorities	1,635,597	2,100,000	600,000
Federal Rail, Port, and Freight Assistance Program	0	26,000,000	26,000,000
Freight Enhancement	1,000,000	1,000,000	1,000,000
TOTAL	\$ 86,449,869	\$ 154,623,091	\$ 143,055,926
PERSONAL SERVICE			
Federal Funds	288,753	316,722	319,641
Other Funds	1,412,451	1,605,801	1,615,717
EXPENSE AND EQUIPMENT			
Federal Funds	679,774	1,836,600	1,836,600
Other Funds	251,877	576,899	576,899
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	11,657,652	11,794,129	9,794,129
Federal Funds	62,003,569	119,605,962	109,605,962
Other Funds	10,155,793	18,886,978	19,306,978
TOTAL			
General Revenue Fund	11,657,652	11,794,129	9,794,129
Federal Funds	62,972,096	121,759,284	111,762,203
Other Funds	11,820,121	21,069,678	21,499,594
Total Full-time Equivalent Employees	31.21	35.68	35.68
Federal Funds	5.61	6.99	6.99
Other Funds	25.60	28.69	28.69

DEPARTMENT OF TRANSPORTATION MULTIMODAL OPERATIONS AND PROGRAMS

MULTIMODAL OPERATIONS

This section supports non-highway programs, including aviation, transit, rail, waterways, and freight development. The transit section provides financial and technical assistance to public transit and specialized transit providers statewide through the administration of state and federal general public transportation programs, as well as specific transit programs for agencies serving senior citizens and/or persons with disabilities.

The rail section regulates and improves freight rail services, passenger rail service, rail safety outreach, light rail safety oversight, rail/highway construction, and railroad/highway grade crossing safety. The rail division also prepares and implements a state rail plan and administers state and federal funds to increase safety at railroad crossings.

The aviation section oversees state and federal funding programs for airport maintenance and capital improvement projects. This section is also responsible for airport safety inspections, maintaining the state airport systems plan, and working with local governments to secure federal aviation funding.

The waterways section provides technical assistance and administers port capital improvement programs. This section also assists cities and counties in forming port authorities that foster local economic growth. The freight development section works to increase efficiencies and reduce bottlenecks in freight movement, improve connections between transportation modes, and expand freight logistics opportunities.

Fiscal Year 2019 Governor's Recommendations

- \$420,000 Railroad Expense Fund for railroad Transportation System Management enhancements.
- \$12,835 federal and other funds for pay plan.

FEDERAL TRANSIT PROGRAMS

Federal funds support metropolitan transportation planning activities in seven areas: St. Louis, Kansas City, Springfield, Columbia, St. Joseph, Joplin, and Jefferson City. This program provides demographic forecasting, corridor studies, transit service analysis, route and schedule evaluation, financial capacity analysis, special needs investigations, and traffic and transit management studies.

Federal funds also provide rural and urban transit providers financial assistance and allow local transportation providers to purchase buses, related facilities and equipment, and other capital expenses.

Fiscal Year 2019 Governor's Recommendations

- (\$10,000,000) federal funds core reduction from the Fiscal Year 2018 appropriation level.

STATE AID FOR TRANSPORTATION OF ELDERLY, DISABLED, AND LOW-INCOME CITIZENS

The Missouri Elderly and Handicapped Transportation Assistance Program provides operating assistance for non-profit transportation providers serving the elderly and disabled individuals. State funds match local, private, and federal provider funds.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATE SAFETY OVERSIGHT

This program provides funding to oversee safety issues and investigate light rail systems accidents. There are two operational systems – Metrolink in St. Louis and the Kansas City Streetcar. The Delmar Loop Trolley, which will serve areas in St. Louis and University City, is scheduled to begin operations in February 2018.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF TRANSPORTATION
MULTIMODAL OPERATIONS AND PROGRAMS**

STATE PASSENGER RAIL ASSISTANCE AND STATION IMPROVEMENTS

Through the State Passenger Rail Assistance Program, Missourians enjoy rail service between Kansas City and St. Louis, with stops in between. The state pays the direct costs of the twice-daily train route and provides small amounts of funding for station improvements to cities that own train stations.

Fiscal Year 2019 Governor's Recommendations

- (\$500,000) core reduction from the Fiscal Year 2018 appropriation level.

RAILROAD GRADE CROSSING SAFETY

This program provides state and federal funding to complete safety railroad grade crossing safety projects. A motor-vehicle licensing fee provides state funds.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATE AID FOR AIRPORTS/FEDERAL AVIATION ASSISTANCE/AIRPORT CAPITAL IMPROVEMENTS

To meet acceptable safety performance standards, this program uses state and federal funds for airport capital improvements, maintenance, and for safety-related items emergency repairs. The Aviation Trust Fund, funded by the aviation fuel tax, provides the state portion of funding for these projects.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATE AID TO PORT AUTHORITIES

This program provides funding to local port authorities for administration, planning, and development activities. The active port authorities in Missouri are: Howard/Cooper County Regional Port Authority; Jefferson County Port Authority; Pemiscot County Port Authority; Southeast Missouri Regional Port Authority; Mississippi County Port Authority; New Madrid County Port Authority; New Bourbon Regional Port Authority; St. Joseph Regional Port Authority; Pike/Lincoln County Port Authority, Lewis County Regional Port Authority; Marion County Port Authority; Mid-America Port Commission; Port of Kansas City, City of St. Louis Port Authority, and St. Louis County Port Authority.

Fiscal Year 2019 Governor's Recommendations

- (\$1,500,000) core reduction from the Fiscal Year 2018 appropriation level; port funding has been moved to the Capital Improvements Budget.

FEDERAL RAIL, PORT, AND FREIGHT ASSISTANCE PROGRAM

This program captures potential federal grant awards for rail, port, and freight projects.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

FREIGHT ENHANCEMENT FUNDS

The Freight Enhancement program invests in high priority freight projects that move goods between non-highway transportation modes throughout the State of Missouri. The projects improve connections between water, air, and rail transportation modes.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

OFFICE OF ADMINISTRATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Commissioner's Office	\$ 1,004,642	\$ 1,025,153	\$ 1,095,268	\$ 4,550,143
Division of Accounting	2,199,672	2,267,020	2,265,981	2,293,281
Division of Budget and Planning	1,591,702	1,730,607	1,727,071	1,712,371
Information Technology Services Division	121,159,542	168,403,381	181,054,643	191,107,005
Division of Personnel	2,801,820	2,895,357	2,823,886	6,863,573
Division of Purchasing	1,789,437	2,042,481	2,041,609	2,052,659
Division of Facilities Management, Design and Construction	0	25,000	25,000	25,000
Division of General Services	27,230,197	30,231,868	30,231,867	35,244,773
Assigned Programs	8,542,517	6,378,353	6,365,321	6,421,297
Debt and Related Obligations	88,319,365	113,785,957	112,168,378	364,202,378
Administrative Disbursements	<u>7,802,837</u>	<u>40,901,001</u>	<u>15,414,002</u>	<u>22,813,201</u>
DEPARTMENTAL TOTAL	\$ 262,441,731	\$ 369,686,178 *	\$ 355,213,026	\$ 637,285,681
General Revenue Fund	178,855,434	229,398,447	212,925,770	489,519,845
Federal Funds	50,799,991	81,110,186	81,110,186	81,110,641
Other Funds	32,786,306	59,177,545	61,177,070	66,655,195
Total Full-time Equivalent Employees	1,804.33	1,890.22	1,891.72	1,894.72
General Revenue Fund	690.67	658.10	659.60	664.60
Federal Funds	243.47	321.29	321.29	321.29
Other Funds	870.19	910.83	910.83	908.83

* Does not include \$278,803,075 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Office of Administration supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$637.3 million for the Office of Administration. The Office of Administration is the state's service and administrative control agency. Created by the General Assembly on January 15, 1973, it combines and coordinates state government's central management functions. Its responsibilities were clarified and amended by the Omnibus State Reorganization Act of 1974. The core functions provided by the Office of Administration include:

- Administering state budget and accounting activities.
- Administering the human resources system.
- Coordinating information technology and telecommunications for state agencies.
- Providing and maintaining asset management including office and other space for governmental operations.
- Procuring supplies, equipment, and services for state agencies.
- Managing the state transportation fleet, printing, and mail services.

**OFFICE OF ADMINISTRATION
COMMISSIONER'S OFFICE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Commissioner's Office	\$ 698,877	\$ 720,687	\$ 4,173,287
Office of Equal Opportunity	305,765	304,466	376,856
TOTAL	\$ 1,004,642	\$ 1,025,153	\$ 4,550,143
PERSONAL SERVICE			
General Revenue Fund	824,028	875,063	1,054,553
EXPENSE AND EQUIPMENT			
General Revenue Fund	170,164	150,090	3,495,590
Other Funds	10,450	0	0
TOTAL			
General Revenue Fund	994,192	1,025,153	4,550,143
Other Funds	10,450	0	0
Total Full-time Equivalent Employees	14.17	14.50	17.50
General Revenue Fund	14.17	14.50	17.50

The chief administrative officer is the Commissioner of Administration, who is appointed by the Governor with the advice and consent of the Senate. The Commissioner appoints the Deputy Commissioner/Chief Counsel, Assistant Commissioner and the directors of the divisions who report directly to her. The divisions are Accounting; Budget and Planning; Facilities Management, Design and Construction; General Services; Information Technology Services; and Purchasing. The Director of the Division of Personnel is appointed by the Governor and reports to the Commissioner of Administration.

The Office of Equal Opportunity, created by Executive Order 10-24, assists and monitors state agencies in promoting and ensuring equal opportunity within state government through employment, provision of services, and operation of facilities.

Fiscal Year 2019 Governor's Recommendations

- \$1,957,000 for the Business Transformation Management Office.
- \$993,000 for the Medicaid Organization Reform Project.
- \$500,000 and two staff for the Complete Count Committee for the census.
- \$4,875 for pay plan.
- \$70,115 and one staff reallocated from the Division of Personnel for Office of Equal Opportunity duties.

**OFFICE OF ADMINISTRATION
DIVISION OF ACCOUNTING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Accounting TOTAL	\$ 2,199,672	\$ 2,267,020	\$ 2,293,281
PERSONAL SERVICE	2,083,541	2,150,125	2,176,386
EXPENSE AND EQUIPMENT	116,131	116,895	116,895
TOTAL General Revenue Fund	2,199,672	2,267,020	2,293,281
Total Full-time Equivalent Employees	48.36	49.00	49.00
General Revenue Fund	48.36	49.00	49.00

The Division of Accounting (DoA) provides central accounting and central payroll system services for state government, producing checks and electronic payments for state vendors and state employees. The DoA publishes annual statewide financial reports, administers bond sales for the Board of Fund Commissioners, Board of Public Buildings, and Board of Unemployment Fund Financing, and administers the social security coverage for all employees of the state and its political subdivisions.

Fiscal Year 2019 Governor's Recommendations

- \$27,300 for pay plan.
- (\$1,039) transferred to the Office of the Governor.

**OFFICE OF ADMINISTRATION
DIVISION OF BUDGET AND PLANNING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Budget and Planning TOTAL	\$ 1,591,702	\$ 1,730,607	\$ 1,712,371
PERSONAL SERVICE	1,520,880	1,655,666	1,643,771
EXPENSE AND EQUIPMENT	70,822	74,941	68,600
TOTAL			
General Revenue Fund	1,591,702	1,730,607	1,712,371
Total Full-time Equivalent Employees	25.42	26.00	26.00
General Revenue Fund	25.42	26.00	26.00

The Division of Budget and Planning (DBP) analyzes state government programs and provides recommendations and information to the Commissioner of Administration, Governor, General Assembly, and state agencies regarding fiscal and other policies. The DBP prepares the budget instructions, reviews agency budget requests, prepares the annual executive budget, analyzes economic and demographic conditions, forecasts state revenues, and conducts technical policy and program analyses. To assist in state government management, the DBP controls appropriation allotments, manages the automated state budget system, prepares legislative fiscal notes, reviews legislation, tracks agency performance measures, analyzes and develops policy options, and reviews federal issues and their impact on Missouri. The DBP prepares population estimates and projections, required by state and local agencies, and serves as Missouri's liaison to the United States Bureau of the Census.

Fiscal Year 2019 Governor's Recommendations

- \$3,900 for pay plan.
- (\$18,600) core reduction from the Fiscal Year 2018 appropriation level.
- (\$2,741) core reduction for one-time expenditures.
- (\$795) transferred to the Office of the Governor.

**OFFICE OF ADMINISTRATION
INFORMATION TECHNOLOGY SERVICES DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
ITSD Consolidation	\$ 120,008,267	\$ 166,403,381	\$ 187,107,005
eProcurement	1,151,275	2,000,000	4,000,000
TOTAL	\$ 121,159,542	\$ 168,403,381	\$ 191,107,005
PERSONAL SERVICE			
General Revenue Fund	23,121,927	23,085,864	23,198,693
Federal Funds	10,209,839	15,177,965	15,177,965
Other Funds	5,938,177	8,102,319	8,140,693
EXPENSE AND EQUIPMENT			
General Revenue Fund	31,953,687	35,264,224	55,823,645
Federal Funds	33,876,216	55,958,078	55,958,078
Other Funds	15,418,052	30,776,281	32,807,931
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	577,066	0	0
Federal Funds	24,288	0	0
Other Funds	40,290	38,650	0
TOTAL			
General Revenue Fund	55,652,680	58,350,088	79,022,338
Federal Funds	44,110,343	71,136,043	71,136,043
Other Funds	21,396,519	38,917,250	40,948,624
Total Full-time Equivalent Employees			
General Revenue Fund	945.68	980.00	981.50
Federal Funds	443.29	399.39	400.89
Other Funds	241.33	318.99	318.99
Other Funds	261.06	261.62	261.62

ITSD's mission is to provide the IT services and systems that allow state agencies to fulfill their missions while maximizing the total value of the State's IT infrastructure, workforce and contracts for the benefit of all. ITSD provides network, data center, telecommunication services, helpdesk, application development and other services for most of Missouri State Government. Led by the Chief Information Officer (CIO), the division sets a foundation for a unified IT office that delivers superior quality at reduced cost.

Fiscal Year 2019 Governor's Recommendations

- \$10,000,000 for SAM II replacement.
- \$8,341,127 for Department of Revenue data warehouse restructuring.
- \$2,318,866 and two staff to implement Real ID pursuant to HB 151 (2017).
- \$2,000,000 eProcurement and State Technology Fund to receive and expend funds for eProcurement activities.
- \$59,562 for pay plan, including \$21,188 general revenue.
- \$1,500 transferred from the Department of Public Safety for on-going computer costs.
- (\$10,431) and (.5) staff transferred to the Office of the Governor.
- (\$7,000) other funds core adjustment from the Fiscal Year 2018 appropriation level.

**OFFICE OF ADMINISTRATION
DIVISION OF PERSONNEL**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Personnel TOTAL	\$ 2,801,820	\$ 2,895,357	\$ 6,863,573
PERSONAL SERVICE	2,713,202	2,803,711	3,165,221
EXPENSE AND EQUIPMENT	88,618	91,646	3,698,352
TOTAL			
General Revenue Fund	2,801,820	2,895,357	6,863,573
Total Full-time Equivalent Employees	65.41	72.97	74.97
General Revenue Fund	60.24	65.97	67.97
Other Funds	5.17	7.00	7.00

The Division of Personnel (DOP) is responsible for administering the State’s Merit System, overseeing the Uniform Classification and Pay System (UPC), maintaining employee service reports, developing and administering a management development training program, and overseeing a variety of employee recognition programs, including a statewide employee suggestion system as established in the State Personnel Law (Chapter 36, RSMo). Division staff provides consultation on a variety of human resources topics. The Missouri Merit System is based on the principles of merit and fitness for employment. UCP system is designed to promote equity in position classification among state employees in most executive branch agencies and to provide coordinated compensation policies.

The Personnel Advisory Board (PAB) has oversight responsibility for the Missouri Merit System and the Uniform Classification and Pay system and has rule-making authority in various areas of human resources administration. Responsibilities also include making recommendations to the Governor and the general assembly regarding the state’s pay plan. The PAB consists of seven members, six of whom are appointed by the Governor with the advice and consent of the Senate. Four members are appointed from the public at large, one is a member of executive management in state government, and one is a non-management state employee. The seventh member is the person designated as the state equal opportunity officer, now known as the Director of the Office of Equal Opportunity.

Fiscal Year 2019 Governor’s Recommendations

- \$2,915,000 for the Reward for Performance Transformation Program.
- \$700,000 for the Lean Efficiency and Cost Reduction Program.
- \$220,206 and three staff for the Missouri Leaders in Management Program.
- \$200,000 for the Cost Reduction and Citizen Service Improvement Challenge.
- \$32,481 for pay plan.
- (\$70,115) and (one) staff reallocated to the Commissioner’s Office, Office of Equal Opportunity.
- (\$28,000) core reduction from the Fiscal Year 2018 appropriation level.
- (\$1,356) transferred to the Office of the Governor.

**OFFICE OF ADMINISTRATION
DIVISION OF PURCHASING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Purchasing	\$ 1,789,437	\$ 1,880,218	\$ 1,890,396
Contract Review	0	162,263	162,263
TOTAL	\$ 1,789,437	\$ 2,042,481	\$ 2,052,659
PERSONAL SERVICE			
General Revenue Fund	1,735,329	1,942,897	1,953,075
Federal Funds	0	11,129	11,129
Other Funds	0	11,252	11,252
EXPENSE AND EQUIPMENT			
General Revenue Fund	54,108	77,203	77,203
TOTAL			
General Revenue Fund	1,789,437	2,020,100	2,030,278
Federal Funds	0	11,129	11,129
Other Funds	0	11,252	11,252
Total Full-time Equivalent Employees			
General Revenue Fund	35.22	37.00	37.00
Other Funds	0.00	0.25	0.25

The Division of Purchasing (Purchasing) is responsible for the procurement of all state-required supplies, materials, equipment, and professional or general services, except for those agencies exempted by law. Purchasing executes procurement functions in accordance with applicable statutes by maximizing competition in the procurement process, conducting evaluations and negotiations as appropriate, and awarding contracts to the "lowest and best" bidders. Additionally, Purchasing is responsible for cooperative contracts, emergency procurement authorizations, single feasible source contracts, special delegations of authority, as well as other procurement authorizations as permitted by law.

Fiscal Year 2019 Governor's Recommendations

- \$11,050 for pay plan.
- (\$872) transferred to the Office of the Governor.

**OFFICE OF ADMINISTRATION
DIVISION OF FACILITIES MANAGEMENT, DESIGN AND CONSTRUCTION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Capitol Commission Fund			
TOTAL	\$ 0	\$ 25,000	\$ 25,000
EXPENSE AND EQUIPMENT	0	25,000	25,000
TOTAL			
State Capitol Commission Fund	0	25,000	25,000
Total Full-time Equivalent Employees	497.89	515.25	515.25
Other Funds	497.89	515.25	515.25

The Division of Facilities Management, Design and Construction's (FMDC) mission is to provide a superior workplace environment for state occupants and their visitors and protect the State's investments in property assets. The goal of FMDC is to provide agencies with the information and resources that will support their development of high-performance workplaces - workplaces that will meet agencies' business needs and can be readily adapted to changing work place practices and strategies. The Executive Budget's Real Estate section contains the division's operating funds. Additionally, FMDC draws upon funds in the Capital Improvements appropriation bills.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**OFFICE OF ADMINISTRATION
DIVISION OF GENERAL SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
General Services	\$ 920,582	\$ 964,279	\$ 964,184
State Property Preservation Transfer	0	0	1
State Legal Expense Fund	24,201,366	25,982,566	30,982,565
Surplus Property	780,096	1,389,979	1,402,329
Fixed Price Vehicle Program	990,291	1,495,994	1,495,994
Surplus Property Recycling	97,871	99,156	99,806
Surplus Property Sale Proceed	239,991	299,894	299,894
TOTAL	\$ 27,230,197	\$ 30,231,868	\$ 35,244,773
PERSONAL SERVICE			
General Revenue Fund	847,990	888,926	899,781
Other Funds	602,749	843,115	856,115
EXPENSE AND EQUIPMENT			
General Revenue Fund	72,592	75,353	64,403
Other Funds	1,299,773	2,181,808	2,181,808
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	19,983,784	16,000,001	16,000,001
Other Funds	4,423,309	10,242,665	15,242,665
TOTAL			
General Revenue Fund	20,904,366	16,964,280	16,964,185
Other Funds	6,325,831	13,267,588	18,280,588
Total Full-time Equivalent Employees			
General Revenue Fund	106.80	127.00	125.00
Other Funds	18.84	20.00	20.00
Other Funds	87.96	107.00	105.00

The Division of General Services provides essential support services to state departments and to the Office of Administration. State Printing provides comprehensive reproduction services including design, printing, finishing, and quick copy services. Central Mail Services advises agencies on efficient mailing practices and provides comprehensive mailing services to most state agencies operating within the Jefferson City area. Risk Management administers the Legal Expense Fund and the workers' compensation program for state employees, purchases insurance as required, and advises state agencies on risk management issues. Vehicle Maintenance operates a centralized maintenance facility to provide mechanical repairs and body shop services for state vehicles based in the Mid-Missouri area. Fleet Management establishes statewide policies governing state vehicle operations and management; coordinates a centralized fleet information system; operates a consolidated car pool serving agencies in the Jefferson City area; and serves as a resource for fleet management issues. Surplus Property is responsible for transfers and disposal of state surplus property and distribution of excess federal property to eligible entities. State Recycling coordinates statewide recycling efforts and serves as a resource for recycling issues. General Services also coordinates the Missouri State Employees Charitable Campaign.

Fiscal Year 2019 Governor's Recommendations

- \$5,000,000 other funds for transfer to the State Legal Expense Fund.
- \$1 for transfer to the State Property Preservation Fund.
- \$23,855 for pay plan, including \$10,855 general revenue.
- (\$10,951) core reduction from the Fiscal Year 2018 appropriation level.
- (Two) staff Office of Administration Revolving Administrative Trust Fund core reduction from the Fiscal Year 2018 appropriation level.

**OFFICE OF ADMINISTRATION
ASSIGNED PROGRAMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administrative Hearing Commission	\$ 979,276	\$ 1,200,892	\$ 1,185,117
Office of Child Advocate	319,749	326,430	327,080
Children's Trust Fund	2,246,901	3,135,088	3,193,839
Governor's Council on Disability	190,900	198,611	200,561
Missouri Ethics Commission	1,247,055	1,517,332	1,514,700
Alternatives to Abortion	3,558,636	0	0
TOTAL	\$ 8,542,517	\$ 6,378,353	\$ 6,421,297
PERSONAL SERVICE			
General Revenue Fund	2,258,267	2,548,428	2,565,198
Federal Funds	128,159	128,189	128,644
Other Funds	247,851	299,965	358,716
EXPENSE AND EQUIPMENT			
General Revenue Fund	368,559	417,939	384,907
Federal Funds	14,641	14,825	14,825
Other Funds	56,034	167,807	167,807
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	70	200	200
Federal Funds	3,508,616	0	0
Other Funds	1,960,320	2,801,000	2,801,000
TOTAL			
General Revenue Fund	2,626,896	2,966,567	2,950,305
Federal Funds	3,651,416	143,014	143,469
Other Funds	2,264,205	3,268,772	3,327,523
Total Full-time Equivalent Employees			
General Revenue Fund	63.18	68.50	68.50
Federal Funds	42.93	46.49	46.49
Other Funds	2.14	2.30	2.30
Other Funds	18.11	19.71	19.71

ADMINISTRATIVE HEARING COMMISSION

The Administrative Hearing Commission (AHC) is an executive branch court that decides disputes, usually between a state agency and a business or individual, after a trial-type hearing. Its decisions are subject to review by judicial branch courts, if a party wishes to appeal. The AHC's jurisdiction is broad and frequently expanding with the passage of new legislation. Matters under its jurisdiction include state tax disputes; Medicaid provider payment disputes; due process complaints filed under the federal Individuals with Disabilities Education Act (IDEA); appeal of personnel matters under the state's merit system; discipline of professional licenses, as well as appeals of denials of those licenses; motor vehicle dealer licenses; decisions of certain commissions under the Department of Natural Resources; appeals of orders issued by the Ethics Commission; liquor control licenses; motor carrier and railroad safety matters; and surety agent licenses. The AHC is also statutorily charged with jurisdiction over certain franchisor-franchisee disputes, and serves as hearing officer pursuant to memoranda of understanding with the Missouri Commission on Human Rights and the Department of Agriculture. The AHC's jurisdiction was recently expanded to include appeals from Department of Elementary and Secondary Education decisions, involving scholarship-granting organizations and special education students. The AHC consists of not more than five commissioners, appointed by the Governor and confirmed by the Senate, who serve six-year terms.

Fiscal Year 2019 Governor's Recommendations

- \$4,225 for pay plan.
- (\$20,000) core reduction from the Fiscal Year 2018 appropriation level.

OFFICE OF ADMINISTRATION ASSIGNED PROGRAMS

OFFICE OF CHILD ADVOCATE

The Office of Child Advocate (OCA) provides families and citizens an avenue through which they can obtain an independent and impartial review of the decisions and/or actions made by the Department of Social Services, Children's Division. The main duties of the Office of Child Advocate are: (1) review foster care cases; (2) review unsubstantiated hotline investigations; (3) mediate between parents and schools regarding abuse allegations that occur in a school setting; (4) review child fatalities when there is a history of child abuse and neglect concerns or involvement with the Children's Division; (5) intervene on behalf of a child during judicial proceedings; (6) review policy and procedures of the Children's Division, the Juvenile Office and guardian ad litem within a county; and (7) provide information and referrals for families needing resources. The OCA is managed by the Child Advocate, who is appointed jointly by the Governor and the Chief Justice of the Missouri Supreme Court, with the advice and consent of the Senate, and reports to the Commissioner of Administration.

Fiscal Year 2019 Governor's Recommendations

- \$650 for pay plan, including \$195 general revenue.

CHILDREN'S TRUST FUND

The Children's Trust Fund (CTF) works to prevent child abuse and neglect and strengthen families through grant distribution, education, awareness, and training. CTF was established by state statute in 1983 as a public-private partnership governed by a 21-member Board of Directors, including seventeen public members appointed by the Governor, of whom twelve require the advice and consent of the Senate. Unique in its origin and mission, CTF is the only state agency to receive non-general revenue funding for the specific purpose of child abuse and neglect prevention. Funding is obtained from dedicated fees on marriage licenses and vital records, voluntary contributions designated on Missouri state income tax returns, sales of the CTF prevent child abuse license plate depicting a child's green handprints, general donations, interest income from the Fund, and other grants. CTF funded programs include building the protective factors known to strengthen families and prevent abuse, positive parenting education and engagement, family support, home visiting, mentoring, crisis nurseries, fatherhood and grandparent support, child sexual abuse prevention, prevention of Shaken Baby Syndrome/abusive head trauma, safe sleep environments for infants, not leaving children unattended in vehicles, training, and community education.

Fiscal Year 2019 Governor's Recommendations

- \$57,451 Children's Trust Fund for compensation adjustments.
- \$1,300 Children's Trust Fund for pay plan.

GOVERNOR'S COUNCIL ON DISABILITY

The Governor's Council on Disability (GCD) provides education and technical assistance to people with disabilities and the public about civil rights, employment, education, housing, and transportation; GCD ensures equal access and full participation for all individuals with disabilities in their communities at the local, state, and federal levels. GCD works to ensure that proposed legislation respect the rights of people with disabilities through legislative updates and the Legislation Education Project. The Council offers a summer leadership program for high school students with disabilities called the Missouri Youth Leadership Forum. Annually, the Inclusion Awards honors employers, or other entities or individuals, who have done an outstanding job promoting the inclusion of people with disabilities in the state. Additionally, the Youth Leadership Award honors a youth with disabilities who demonstrates outstanding leadership skills in their community. A new award, the Website/IT award, will be awarded to the non-profit, business, or local government agency that has the most informative and accessible website. The Governor appoints 21 members-at-large, representing each Congressional district.

Fiscal Year 2019 Governor's Recommendations

- \$1,950 for pay plan.

MISSOURI PUBLIC ENTITY RISK MANAGEMENT PROGRAM

The Missouri Public Entity Risk Management (MOPERM) operates a shared-risk program offering tort liability, property, and other coverages for participating political subdivisions of the state. Membership of the board consists of the Attorney General, the Commissioner of Administration, and four members appointed by the Governor with the advice and consent of the Senate, who are officers or employees of those public entities participating in the fund.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

OFFICE OF ADMINISTRATION ASSIGNED PROGRAMS

MISSOURI ETHICS COMMISSION

The Missouri Ethics Commission (MEC) is charged with the enforcement of conflict of interest, personal financial disclosure, and lobbying laws as well as campaign finance disclosure laws. The MEC also educates public officials, candidates for public office, registered lobbyists and the public about these laws. The MEC is composed of six members, appointed by the Governor with advice and consent of the Senate, for four year terms. Each member must be from a different congressional district with three Democrats and three Republicans serving at a given time.

Fiscal Year 2019 Governor's Recommendations

- \$10,400 for pay plan.
- (\$13,032) core reduction for one-time expenditures.

ALTERNATIVES TO ABORTION

The Alternatives to Abortion Program was established in 2007 through Section 188.325, RSMo. The program is designed to assist low-income pregnant women in carrying their unborn child to term instead of having an abortion and to assist them in caring for their child or placing their child for adoption. The program provides services and counseling during pregnancy and for one year following birth.

Fiscal Year 2019 Governor's Recommendations

The program is currently administered by the Department of Social Services.

**OFFICE OF ADMINISTRATION
DEBT AND RELATED OBLIGATIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Board of Public Buildings Debt Service	\$ 55,447,181	\$ 63,414,330	\$ 61,839,060
Lease/Purchase Debt Service	16,083,600	16,082,539	16,085,911
Missouri Health and Educational Facilities Authority Debt Service	2,526,600	2,522,625	2,519,375
Missouri Historical Society Building Debt Service	2,333,530	2,333,344	2,328,594
Debt Management	17,609	83,300	83,300
Revenue Anticipation Note	0	0	252,000,000
Convention and Sports Complex Projects	5,000,000	17,000,000	17,000,000
Fulton State Hospital Bonding	6,910,845	12,349,819	12,346,138
TOTAL	\$ 88,319,365	\$ 113,785,957	\$ 364,202,378
EXPENSE AND EQUIPMENT			
General Revenue Fund	28,403	93,722	93,722
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	85,873,418	111,274,553	361,316,449
Other Funds	2,417,544	2,417,682	2,792,207
TOTAL			
General Revenue Fund	85,901,821	111,368,275	361,410,171
Other Funds	2,417,544	2,417,682	2,792,207
Total Full-time Equivalent Employees	0.00	0.00	0.00

BOARD OF PUBLIC BUILDINGS DEBT SERVICE

This appropriation is for payment of principal, interest, and fees related to outstanding bonds.

Fiscal Year 2019 Governor's Recommendations

- \$375,000 Board of Public Building Bond Proceeds Fund for debt service.
- (\$1,950,270) core reduction from the Fiscal Year 2018 appropriation level.

LEASE/PURCHASE DEBT SERVICE

This appropriation is for the payment of principal, interest, and fees on outstanding financings.

Fiscal Year 2019 Governor's Recommendations

- \$3,847 for the payment of annual debt.
- (\$475) State Facility Maintenance and Operation Fund core reduction from the Fiscal Year 2018 appropriation level.

MISSOURI HEALTH AND EDUCATIONAL FACILITIES AUTHORITY DEBT SERVICE

This appropriation is for the payment of principal, interest, and fees on outstanding financings.

Fiscal Year 2019 Governor's Recommendations

- (\$3,250) core reduction from the Fiscal Year 2018 appropriation level.

**OFFICE OF ADMINISTRATION
DEBT AND RELATED OBLIGATIONS**

MISSOURI HISTORICAL SOCIETY BUILDING DEBT SERVICE

This appropriation is for the principal, interest, and fees on outstanding bonds.

Fiscal Year 2019 Governor's Recommendations

(\$4,750) core reduction from the Fiscal Year 2018 appropriation level.

DEBT MANAGEMENT

This appropriation is for professional assistance with managing the state's \$1.1 billion outstanding debt so that the Office of Administration can monitor the debt and act quickly to take advantage of savings opportunities.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

REVENUE ANTICIPATION NOTE

This appropriation is for the debt service on short-term notes issued through the Missouri Health and Educational Facilities Authority to provide working capital resources to the General Revenue Fund.

Fiscal Year 2019 Governor's Recommendations

- \$252,000,000 for debt service on revenue notes.

CONVENTION AND SPORTS COMPLEX PROJECTS

Sections 67.641 and 67.653, RSMo, authorize annual appropriations of state matching funds for convention and sports complex capital projects in certain cities and counties. Edward Jones Dome debt service appropriation is for the payment of principal, interest, and fees on outstanding financings.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

FULTON STATE HOSPITAL BONDING

This appropriation is for the payment of principal, interest, and fees for bonds related to the replacement and renovation of the Fulton State Hospital.

Fiscal Year 2019 Governor's Recommendations

- (\$3,681) core reduction from the Fiscal Year 2018 appropriation level.

**OFFICE OF ADMINISTRATION
ADMINISTRATIVE DISBURSEMENTS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Cash Management Improvement Act	\$ 12,274	\$ 340,000	\$ 540,000
Budget Reserve Interest	2,294,899	3,500,000	4,000,000
Budget Reserve Required Transfer	1,556,828	26,000,001	7,500,001
Other Fund Corrections	677,942	800,000	800,000
Statewide Dues	222,000	231,000	130,200
Flood Control Lands Grant	39,714	1,800,000	1,800,000
National Forest Reserve Grant	2,756,490	8,000,000	8,000,000
County Prosecution Reimbursements	22,950	30,000	30,000
Regional Planning Commissions	97,000	200,000	0
Elected Officials Transition	122,740	0	13,000
TOTAL	\$ 7,802,837	\$ 40,901,001	\$ 22,813,201
PERSONAL SERVICES			
General Revenue Fund	101,214	0	10,000
EXPENSE AND EQUIPMENT			
General Revenue Fund	255,800	531,000	633,200
Federal Funds	0	20,000	20,000
Other Funds	0	20,000	20,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	4,035,834	29,280,000	11,080,000
Federal Funds	3,038,232	9,800,000	9,800,000
Other Funds	371,757	1,250,001	1,250,001
TOTAL			
General Revenue Fund	4,392,848	29,811,000	11,723,200
Federal Funds	3,038,232	9,820,000	9,820,000
Other Funds	371,757	1,270,001	1,270,001
Total Full-time Equivalent Employees			
General Revenue Fund	2.20	0.00	0.00
General Revenue Fund	2.20	0.00	0.00

Acting as the central financial agency for the state, the Office of Administration makes numerous disbursements each year.

CASH MANAGEMENT IMPROVEMENT ACT

The federal Cash Management Improvement Act of 1990 and 1992 requires that the state pay interest on certain federal grant monies while deposited in the State Treasury. Interest is calculated and paid at the daily equivalent of the annualized 13-week average Treasury Bill Rate.

Fiscal Year 2019 Governor's Recommendations

- \$200,000 for anticipated payments.

BUDGET RESERVE INTEREST

In the event that any state fund borrows money from the Budget Reserve Fund or other funds, that fund must repay the loan with interest.

Fiscal Year 2019 Governor's Recommendations

- \$500,000 for anticipated payments.

**OFFICE OF ADMINISTRATION
ADMINISTRATIVE DISBURSEMENTS**

BUDGET RESERVE REQUIRED TRANSFER

Article IV, Section 27(a), requires a transfer from either general revenue or the Budget Reserve Fund, depending on actual revenue collections and the balance in the Budget Reserve Fund at the close of a fiscal year.

Fiscal Year 2019 Governor's Recommendations

- (\$18,500,000) core reduction from the Fiscal Year 2018 appropriation level.

OTHER FUND CORRECTIONS

This transfer section allows corrections when money is erroneously deposited into the wrong fund.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATEWIDE DUES

The State of Missouri belongs to several national and regional associations which benefit all state agencies.

Fiscal Year 2019 Governor's Recommendations

- (\$100,800) core reduction from the Fiscal Year 2018 appropriation level.

FLOOD CONTROL LANDS GRANT

The Flood Control Lands Grant is a pass-through of funds that represents 75 percent of the monies from leases of the land owned by the United States under the Flood Control Act. Sections 12.080 and 12.090, RSMo, prescribe that the funds be used for the benefit of public schools and public roads of the county in which the government land is situated. These funds may also be used for any expenses of the county government, including public obligations of levee and drainage districts for flood control and drainage improvements.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

NATIONAL FOREST RESERVE GRANT

The National Forest Reserve Grant is a pass-through of funds received from the federal government. Sections 12.070 and 12.090, RSMo, provide for 25 percent of all the money received by the National Forest Reserve by the state to be expended for the benefit of public schools and public roads of the county in which the forest reserve is located. Of the total received, 75 percent will be spent for public schools and 25 percent for public roads.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

COUNTY PROSECUTION REIMBURSEMENTS

The state may provide reimbursement to counties for expenses incurred in the prosecution of crimes within correctional institutions and expenses of trials of capital cases in limited circumstances.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**OFFICE OF ADMINISTRATION
ADMINISTRATIVE DISBURSEMENTS**

REGIONAL PLANNING COMMISSIONS

State financial aid enables local governments, through regional planning commissions, to initiate programs and services identified as important by member governments. State funds are matched by local funds.

Fiscal Year 2019 Governor's Recommendations

- (\$200,000) core reduction from the Fiscal Year 2018 appropriation level.

ELECTED OFFICIALS TRANSITION

The state provides operating costs for the transition into office of newly elected officials, including the State Auditor's Office.

Fiscal Year 2019 Governor's Recommendations

- \$13,000 for transition expenses for a newly elected state official.

FRINGE BENEFITS

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
OASDHI Contributions	\$ 150,222,122	\$ 161,922,767	\$ 161,857,036	\$ 165,621,660
Missouri State Employees' Retirement System	323,246,283	393,255,045	418,226,149	416,447,510
Teacher Retirement Contributions	104,660	152,000	152,000	122,000
Unemployment Benefits	1,450,791	3,749,459	3,748,686	3,748,686
Missouri Consolidated Health Care Plan	391,952,166	403,350,316	494,840,169	465,967,275
Workers' Compensation	37,385,285	36,086,554	41,168,439	40,463,439
Other Employer Disbursements	3,566,856	3,936,001	3,936,001	3,936,001
TOTAL	\$ 907,928,163	\$ 1,002,452,142 *	\$ 1,123,928,480	\$ 1,096,306,571
General Revenue Fund	555,040,313	593,926,712	669,611,428	651,447,403
Federal Funds	187,317,430	216,798,270	244,529,321	238,192,176
Other Funds	165,570,420	191,727,160	209,787,731	206,666,992

* Does not include \$7,656,970 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Employee Benefits supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$1,096.3 million for employee retirement, health care, and other benefits.

**FRINGE BENEFITS
OASDHI CONTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
OASDHI Contributions	\$ 142,729,246	\$ 153,447,418	\$ 156,830,311
Highway Patrol OASDHI Contributions	<u>7,492,876</u>	<u>8,475,349</u>	<u>8,791,349</u>
TOTAL	\$ 150,222,122	\$ 161,922,767	\$ 165,621,660
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	73,811,198	76,133,000	77,701,469
Federal Funds	28,002,377	32,067,541	33,002,891
Other Funds	48,408,547	53,722,226	54,917,300

The State of Missouri pays the employer's share of federal Old Age and Survivors Disability and Health Insurance contributions on all state employees' salaries.

Fiscal Year 2019 Governor's Recommendations

- \$2,604,624 on an open-ended basis for increased social security costs due to pay plan, including \$1,166,200 general revenue.
- \$1,160,000 on an open-ended basis for new personal service statewide, including \$468,000 general revenue.
- (\$65,731) transferred to the Department of Mental Health for fringe savings due to privatizing a state-operated facility.

**FRINGE BENEFITS
MISSOURI STATE EMPLOYEES' RETIREMENT SYSTEM CONTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri State Employees' Retirement System Contributions TOTAL	\$ 323,246,283	\$ 393,255,045	\$ 416,447,510
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	201,435,032	234,538,000	247,310,733
Federal Funds	66,751,396	86,355,893	92,238,893
Other Funds	55,059,855	72,361,152	76,897,884

The State of Missouri provides an employee retirement program through a combination of employer and employee contributions to the Missouri State Employees' Retirement System. The state's contribution includes semimonthly payments to the applicable Missouri state employee benefit plan and a payment of long-term disability premiums.

Fiscal Year 2019 Governor's Recommendations

- \$14,420,000 on an open-ended basis for actuarially recommended retirement benefit contribution rate increases, including \$8,282,000 general revenue.
- \$6,036,732 on an open-ended basis for increased retirement benefit costs due to pay plan, including \$3,616,000 general revenue.
- \$2,907,000 on an open-ended basis for new personal service statewide, including \$1,046,000 general revenue.
- (\$171,267) transferred to the Department of Mental Health for fringe savings due to privatizing a state-operated facility.

**FRINGE BENEFITS
TEACHER RETIREMENT CONTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Teacher Retirement Contributions TOTAL	\$ 104,660	\$ 152,000	\$ 122,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	91,951	120,000	90,000
Federal Funds	11,984	30,000	30,000
Other Funds	725	2,000	2,000

Section 104.342, RSMo, provides that the Commissioner of Administration shall monthly requisition and certify the payment of contributions to the Public School Retirement System (PSRS). The Department of Elementary and Secondary Education and the Department of Social Services employ certified teachers who remain members of the PSRS.

Fiscal Year 2019 Governor's Recommendations

- (\$30,000) core reduction from the Fiscal Year 2018 appropriation level.

**FRINGE BENEFITS
DISBURSEMENT FOR UNEMPLOYMENT BENEFITS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Unemployment Benefits	\$ 1,443,213	\$ 3,604,517	\$ 3,603,744
Highway Patrol Unemployment Benefits	<u>7,578</u>	<u>144,942</u>	<u>144,942</u>
TOTAL	\$ 1,450,791	\$ 3,749,459	\$ 3,748,686
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	620,277	1,634,325	1,633,552
Federal Funds	336,308	659,619	659,619
Other Funds	494,206	1,455,515	1,455,515

The State of Missouri contributes to the Division of Employment Security to fulfill unemployment claims of former employees. A governmental entity may elect to either pay contributions in advance based on a statutory formula or reimburse the Division of Employment Security for actual claims paid. The State of Missouri reimburses for actual claims. By using this deferred method of payment and one central appropriation, the state simplifies the administration of unemployment benefits.

Fiscal Year 2019 Governor's Recommendations

- (\$773) transferred to the Department of Mental Health for fringe savings due to privatizing a state-operated facility.

**FRINGE BENEFITS
MISSOURI CONSOLIDATED HEALTH CARE PLAN**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Consolidated Health Care Plan Contributions TOTAL	\$ 391,952,166	\$ 403,350,316	\$ 465,967,275
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	242,626,337	246,643,832	285,487,209
Federal Funds	92,215,365	97,685,217	112,260,773
Other Funds	57,110,464	59,021,267	68,219,293

The Missouri Consolidated Health Care Plan administers health care benefits for most state employees and retirees. Municipalities and other public entities may join the Missouri Consolidated Health Care Plan as well, building a larger pool of members and greater bargaining power for lower cost medical services.

Fiscal Year 2019 Governor's Recommendations

- \$61,210,968 on an open-ended basis to continue the state's share of the state employee health care benefit plan, including \$37,889,589 general revenue.
- \$1,622,947 on an open-ended basis for new personal service statewide, including \$1,170,744 general revenue.
- (\$216,956) transferred to the Department of Mental Health for fringe savings due to privatizing a state-operated facility.

**FRINGE BENEFITS
WORKERS' COMPENSATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Workers' Compensation	\$ 34,178,400	\$ 33,356,554	\$ 37,223,439
Workers' Compensation/Second Injury Fund Tax	3,206,885	2,730,000	3,240,000
TOTAL	\$ 37,385,285	\$ 36,086,554	\$ 40,463,439
EXPENSE AND EQUIPMENT			
General Revenue Fund	29,350,287	22,038,000	25,918,633
Other Funds	673,829	900,000	900,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	7,105,231	12,783,554	13,269,806
Other Funds	255,938	365,000	375,000
TOTAL			
General Revenue Fund	36,455,518	34,821,554	39,188,439
Other Funds	929,767	1,265,000	1,275,000

In accordance with Chapter 287, RSMo, the State of Missouri is responsible for paying Workers' Compensation benefits to injured state employees. Payments made by general revenue on behalf of employees paid from other funding sources are reimbursed by these non-general revenue funds. A self-insurer, the state pays its Workers' Compensation tax and Second Injury Fund assessments based on billings received from the Department of Revenue and the Division of Workers' Compensation.

Fiscal Year 2019 Governor's Recommendations

- \$3,880,633 on an open-ended basis for paying workers' compensation benefits to injured state employees.
- \$510,000 Workers' Compensation tax and Second Injury Fund for assessments, including \$500,000 general revenue.
- (\$13,748) transferred to the Department of Mental Health for fringe savings due to privatizing a state-operated facility.

**FRINGE BENEFITS
OTHER EMPLOYER DISBURSEMENTS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Voluntary Life Insurance	\$ 3,566,856	\$ 3,900,000	\$ 3,900,000
Cafeteria Plan Transfer	0	1	1
HR Contingency Transfer	0	36,000	36,000
TOTAL	\$ 3,566,856	\$ 3,936,001	\$ 3,936,001
PERSONAL SERVICE			
General Revenue Fund	0	36,001	36,001
Other Funds	3,566,856	3,900,000	3,900,000

VOLUNTARY LIFE INSURANCE

State employees may opt to withhold a portion of their salaries for voluntary life insurance. This appropriation provides expenditure authority to distribute the monies withheld to the various life insurance companies as designated by employees.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

CAFETERIA PLAN TRANSFER

The state offers a tax reduction plan for state employees who set aside a portion of their salaries for certain expenses such as medical care and dependent care. The federal government requires the state to provide a sufficient balance in the medical expenses category for timely reimbursements to plan participants.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

HUMAN RESOURCES CONTINGENCY FUND TRANSFER

This transfer section ensures that payroll checks are timely for payment against accounts with temporary allotment or fund cash flow problems.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF AGRICULTURE

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 6,298,246	\$ 9,786,963	\$ 6,330,765	\$ 3,336,908
Agriculture Business Development Division	4,234,891	5,865,398	5,917,791	5,224,619
Division of Animal Health	5,552,137	6,854,536	6,854,536	6,892,189
Division of Grain Inspection and Warehousing	3,313,093	3,980,293	3,802,638	3,826,067
Division of Plant Industries	3,416,192	5,334,459	5,110,459	5,154,367
Division of Weights, Measures and Consumer Protection	4,035,921	5,901,420	5,298,082	5,219,849
Missouri State Fair	4,377,959	4,741,351	4,741,351	4,777,740
State Milk Board	1,089,953	1,509,869	1,509,869	1,515,026
DEPARTMENTAL TOTAL	\$ 32,318,392	\$ 43,974,289	\$ 39,565,491	\$ 35,946,765
General Revenue Fund	8,312,230	10,305,040	9,748,475	6,131,752
Federal Funds	3,284,609	7,981,633	5,106,349	5,124,771
Other Funds	20,721,553	25,687,616	24,710,667	24,690,242

Total Full-time Equivalent Employees	396.95	455.76	455.76	455.76
General Revenue Fund	74.04	88.14	88.14	88.14
Federal Funds	35.59	47.21	47.21	47.21
Other Funds	287.32	320.41	320.41	320.41

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$35.9 million for the Department of Agriculture. The department provides services for Missouri's farmers, ranchers, agriculture processors, and consumers of food and fuel products. The Governor's budget includes strategic investments in agriculture, including funds to: foster local livestock production, improve food safety, and ensure market fairness for businesses and consumers. The core functions provided by the Department of Agriculture include:

- Promote Missouri agriculture, both at home and abroad.
- Assist start-up value-added agriculture businesses.
- Protect Missouri's livestock and domestic animals, and the businesses and citizens who rely on them.
- Inspect Missouri's grains, fresh fruits, vegetables, milk, feed, seed, plants, and forest products.
- Regulate, control, and inspect measuring devices and petroleum products.

**DEPARTMENT OF AGRICULTURE
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Office of the Director TOTAL	\$ 6,298,246	\$ 9,786,963	\$ 3,336,908
PERSONAL SERVICE			
Federal Funds	171,463	199,293	200,268
Other Funds	910,742	904,962	885,782
EXPENSE AND EQUIPMENT			
Federal Funds	42,636	384,374	384,374
Other Funds	478,335	129,638	129,638
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,850,638	4,573,779	1,017,213
Federal Funds	725,046	3,459,917	584,633
Other Funds	119,386	135,000	135,000
TOTAL			
General Revenue Fund	3,850,638	4,573,779	1,017,213
Federal Funds	939,145	4,043,584	1,169,275
Other Funds	1,508,463	1,169,600	1,150,420
Total Full-time Equivalent Employees	17.99	20.75	20.75
Federal Funds	3.07	3.45	3.45
Other Funds	14.92	17.30	17.30

The Office of the Director initiates policy decisions on agricultural issues, establishes department goals and priorities, and coordinates activities of the various divisions to achieve those goals. The Office of the Director includes administrative functions such as financial services, human resources, and public information. The Director's Office also administers the Biodiesel Producer Incentive Program.

Fiscal Year 2019 Governor's Recommendations

- \$6,144 federal and other funds for pay plan.
- (\$3,431,849) core reduction for one-time expenditures, including (\$556,565) general revenue.
- (\$3,000,001) core reduction from the Fiscal Year 2018 appropriation level.
- (\$24,349) Agriculture Protection Fund transferred to the Office of the Governor.

**DEPARTMENT OF AGRICULTURE
AGRICULTURE BUSINESS DEVELOPMENT DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Agriculture Business Development Division TOTAL	\$ 4,234,891	\$ 5,865,398	\$ 5,224,619
PERSONAL SERVICE			
Federal Funds	7,165	62,205	62,985
Other Funds	1,604,875	1,783,517	1,801,958
EXPENSE AND EQUIPMENT			
Federal Funds	12,257	29,451	29,451
Other Funds	2,227,233	2,709,651	2,709,651
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	70,000	735,000	75,000
Federal Funds	94,663	163,759	163,759
Other Funds	218,698	381,815	381,815
TOTAL			
General Revenue Fund	70,000	735,000	75,000
Federal Funds	114,085	255,415	256,195
Other Funds	4,050,806	4,874,983	4,893,424
Total Full-time Equivalent Employees	34.73	40.28	40.28
Federal Funds	0.18	1.26	1.26
Other Funds	34.55	39.02	39.02

The Agriculture Business Development Division (ABD) improves the profitability of Missouri’s farmers and agribusinesses by increasing international and domestic sales of agricultural products that are produced or processed in Missouri. The division provides services for Missouri farmers and agribusinesses, including the following: business planning, domestic and international marketing assistance, product promotion, and financial assistance programs. Financial assistance programs are administered through the Missouri Agricultural and Small Business Development Authority (MASBDA), which is governed by an independent board. MASBDA administers loans, loan guarantees, grants, and tax credits aimed at increasing the profitability of Missouri’s farmers. The Wine and Grape Board furthers the growth and development of the Missouri grape-growing and wine-making industries through research and promotion that improves the quality of grapes grown, advances the methods of wine-making, and promotes the sale and distribution of Missouri wine. The ABD also administers the AgriMissouri branding initiative which promotes products that are produced or processed in Missouri through a variety of marketing channels, including retail, restaurants, schools, institutions, and direct-to-consumer marketing. Over 2,300 Missouri businesses are members of AgriMissouri. Members of the AgriMissouri Advisory Commission for Marketing Missouri Agricultural Products serve as advisors to the department’s AgriMissouri marketing efforts.

Fiscal Year 2019 Governor’s Recommendations

- \$19,221 federal and other funds for pay plan.
- (\$660,000) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF AGRICULTURE
DIVISION OF ANIMAL HEALTH**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Animal Health TOTAL	\$ 5,552,137	\$ 6,854,536	\$ 6,892,189
PERSONAL SERVICE			
General Revenue Fund	2,240,482	2,629,803	2,655,591
Federal Funds	705,652	807,745	815,448
Other Funds	568,617	572,456	576,618
EXPENSE AND EQUIPMENT			
General Revenue Fund	746,349	907,293	907,293
Federal Funds	399,451	402,803	402,803
Other Funds	875,651	1,168,406	1,169,406
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	10,000	10,000
Federal Funds	0	163,580	163,580
Other Funds	15,935	192,450	191,450
TOTAL			
General Revenue Fund	2,986,831	3,547,096	3,572,884
Federal Funds	1,105,103	1,374,128	1,381,831
Other Funds	1,460,203	1,933,312	1,937,474
Total Full-time Equivalent Employees	75.24	84.42	84.42
General Revenue Fund	45.51	57.42	57.42
Federal Funds	16.33	18.60	18.60
Other Funds	13.40	8.40	8.40

The Division of Animal Health implements programs to protect Missouri's livestock, poultry, and other domestic animals from dangerous, infectious, or contagious diseases. These responsibilities include the enforcement of animal health regulations. Through control, containment, and elimination of diseases and diseased animals, the division enables Missouri's livestock and poultry to remain eligible for interstate and international export marketing. Diagnostic laboratories are maintained in Jefferson City and Springfield. The division also works closely with USDA-Veterinary Services and receives significant federal funding as a result of this relationship. To ensure the health and well-being of companion animals sold in Missouri, the division's Animal Care Program also licenses and inspects animal shelters, dog pounds, boarding kennels, commercial kennels, contract kennels, and pet shops. The division's Meat and Poultry Inspection Program works with producers to promote, protect, and develop the agricultural interests of Missouri processed meat products. This program helps livestock and poultry producers add value to their operations and capture additional profits from their meat and poultry products.

Fiscal Year 2019 Governor's Recommendations

- \$37,653 for pay plan, including \$25,788 general revenue.

**DEPARTMENT OF AGRICULTURE
DIVISION OF GRAIN INSPECTION AND WAREHOUSING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Grain Inspection and Warehousing TOTAL	\$ 3,313,093	\$ 3,980,293	\$ 3,826,067
PERSONAL SERVICE			
General Revenue Fund	686,223	707,473	717,062
Federal Funds	5,995	36,337	36,663
Other Funds	1,952,340	2,089,094	2,127,608
EXPENSE AND EQUIPMENT			
General Revenue Fund	83,351	85,928	85,928
Federal Funds	7,057	10,211	10,211
Other Funds	540,619	862,250	659,595
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	26,000	26,000
Other Funds	37,508	163,000	163,000
TOTAL			
General Revenue Fund	769,574	793,401	802,990
Federal Funds	13,052	72,548	72,874
Other Funds	2,530,467	3,114,344	2,950,203
Total Full-time Equivalent Employees	68.88	82.75	82.75
General Revenue Fund	14.68	17.00	17.00
Federal Funds	0.12	0.50	0.50
Other Funds	54.08	65.25	65.25

The Division of Grain Inspection and Warehousing operates four programs to assist Missouri grain farmers and agribusinesses. The Grain Regulatory Services Program enforces grain warehouse and dealer laws to ensure grain producers that licensed grain warehouses and grain dealers are reputable businesses in sound financial condition. The Grain Inspection Services Program performs official inspection and weighing of grain upon request to assist both grain farmers and grain businesses in the marketing of Missouri's corn, soybean, wheat, and other grain crops. The program helps ensure food safety by performing USDA mandated inspections on edible rice, peas, and beans. All costs are paid from fees charged for services performed. The division also administers the state's Certified Agricultural Mediation Program, which mediates disputes between Missouri farmers and USDA agencies, and the Commodity Merchandising Program, which provides centralized administration for the collection and distribution of fees for nine commodity check-off programs.

Fiscal Year 2019 Governor's Recommendations

- \$31,830 other funds for training, supplies, and other program expenses.
- \$48,429 for pay plan, including \$9,589 general revenue.
- (\$234,485) Grain Inspection Fee Fund core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
DIVISION OF PLANT INDUSTRIES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Plant Industries			
TOTAL	\$ 3,416,192	\$ 5,334,459	\$ 5,154,367
PERSONAL SERVICE			
Federal Funds	644,650	945,294	958,282
Other Funds	1,883,402	2,097,210	2,127,130
EXPENSE AND EQUIPMENT			
Federal Funds	438,364	1,056,899	1,051,899
Other Funds	448,937	1,149,357	931,357
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	839	85,475	85,475
Other Funds	0	224	224
TOTAL			
Federal Funds	1,083,853	2,087,668	2,095,656
Other Funds	2,332,339	3,246,791	3,058,711
Total Full-time Equivalent Employees	61.07	75.46	75.46
Federal Funds	15.35	22.40	22.40
Other Funds	45.72	53.06	53.06

The Division of Plant Industries operates four programs serving Missouri agriculture. The Feed, Seed, and Treated Timber Program performs sampling and laboratory analyses of planting seed and commercial feeds to ensure that they meet requirements for accurate labeling. Inspections are also conducted to ensure good manufacturing practices are followed and that prohibited mammalian protein is not formulated into feed rations to help prevent the dissemination of Bovine Spongiform Encephalopathy (Mad Cow Disease). The program also inspects treated wood products to ensure that minimum preservation standards are met. The Pesticide Control Program promotes the safe use of pesticides by licensing private and commercial applications, conducting field inspections, conducting investigations of pesticide misuse, and ensuring the proper registration of pesticides. The Plant Pest Control Program conducts inspections of nurseries, greenhouses, and other plant products to prevent the introduction and dissemination of insect, disease, and noxious weed pests that could be detrimental to plants and crops. The program assists county weed control boards in the control and eradication of Johnson grass and other noxious weeds. Phytosanitary certification inspections are also conducted for plant materials being exported to other states and countries. The Produce Safety Program works in conjunction with the U.S. Food and Drug Administration to help ensure the safety of produce grown or packed in Missouri. The program also performs shipping point and terminal market inspections of fresh fruits and vegetables to facilitate the sale of Missouri-grown produce and ensure the quality of produce sold to consumers.

Fiscal Year 2019 Governor's Recommendations

- \$91,000 Agriculture Protection Fund to replace feed laboratory equipment.
- \$42,908 federal and other funds for pay plan.
- (\$314,000) federal and other funds core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
DIVISION OF WEIGHTS, MEASURES AND CONSUMER PROTECTION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Weights and Measures and Consumer Protection Programs	\$ 3,253,396	\$ 4,559,326	\$ 3,871,255
Missouri Land Survey Program	782,525	1,342,094	1,348,594
TOTAL	\$ 4,035,921	\$ 5,901,420	\$ 5,219,849
PERSONAL SERVICE			
General Revenue Fund	434,205	448,567	455,297
Federal Funds	24,228	38,290	38,940
Other Funds	2,464,660	3,040,501	3,081,298
EXPENSE AND EQUIPMENT			
General Revenue Fund	97,384	100,396	100,396
Federal Funds	5,143	80,000	80,000
Other Funds	1,010,301	2,163,666	1,433,918
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	30,000	30,000
TOTAL			
General Revenue Fund	531,589	548,963	555,693
Federal Funds	29,371	148,290	148,940
Other Funds	3,474,961	5,204,167	4,515,216
Total Full-time Equivalent Employees			
General Revenue Fund	75.74	82.79	82.79
Federal Funds	11.68	11.59	11.59
Other Funds	0.54	1.00	1.00
TOTAL	63.52	70.20	70.20

The Division of Weights, Measures and Consumer Protection operates five regulatory programs and two laboratories to fulfill its goal of protecting consumers. The Device and Commodity Program inspects livestock market, grain elevator, vehicle, and small retail scales and scanning devices to ensure their accuracy. In addition, milk sales practices are monitored and shell eggs are inspected for quality. The Petroleum/Propane/Anhydrous Ammonia Program protects consumers against inaccurate and unsafe gasoline pumps and unsafe practices by the retailer. In addition, the program approves propane gas delivery truck and dispenser meters to prevent overcharges on fuel bills and oversees anhydrous ammonia fertilizer installations for safety. The Metrology Laboratory certifies volume and weight standards used by measuring device service repair technicians, maintains all mass and volume standards used for calibrating industry standards, and certifies all weighing and measuring devices used by the division's inspectors. In addition, the Moisture Meter Program protects Missouri farmers against unjustified discounts on grain sales due to inaccurate moisture content values. The Fuel Quality Program and laboratory collect samples and perform chemical analyses on gasoline, diesel fuel, heating oil, and other fuels to ensure that octane and other quality specifications are met. The Missouri Land Survey Program is responsible for restoring and maintaining the U.S. Public Land Survey System in Missouri and serves as a repository for the state's land survey records.

Fiscal Year 2019 Governor's Recommendations

- \$120,000 Agriculture Protection Fund to replace metrology lab equipment.
- \$48,177 for pay plan, including \$6,730 general revenue.
- (\$849,748) Petroleum Inspection Fund core reduction for one-time expenditures.

**DEPARTMENT OF AGRICULTURE
MISSOURI STATE FAIR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri State Fair TOTAL	\$ 4,377,959	\$ 4,741,351	\$ 4,777,740
PERSONAL SERVICE	1,584,560	1,891,499	1,927,888
EXPENSE AND EQUIPMENT	2,771,142	2,774,852	2,774,852
PROGRAM SPECIFIC DISTRIBUTION	22,257	75,000	75,000
TOTAL			
Other Funds	4,377,959	4,741,351	4,777,740
Total Full-time Equivalent Employees	55.19	59.38	59.38
Other Funds	55.19	59.38	59.38

The Missouri State Fair is held annually in August on the state fairgrounds in Sedalia. The fair provides a showcase for livestock, agricultural products, commercial exhibits, and other displays. In addition, the fair offers a variety of youth programs, entertainment, and educational events. The fairgrounds are used during the rest of the year for exhibits, sales, meetings, competitions, and entertainment events.

Fiscal Year 2019 Governor's Recommendations

- \$36,389 other funds for pay plan.

**DEPARTMENT OF AGRICULTURE
STATE MILK BOARD**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Milk Board TOTAL	\$ 1,089,953	\$ 1,509,869	\$ 1,515,026
PERSONAL SERVICE			
General Revenue Fund	102,772	105,949	107,120
Other Funds	291,589	450,087	454,073
EXPENSE AND EQUIPMENT			
General Revenue Fund	826	852	852
Other Funds	168,531	241,661	241,661
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	526,235	711,320	711,320
TOTAL			
General Revenue Fund	103,598	106,801	107,972
Other Funds	986,355	1,403,068	1,407,054
Total Full-time Equivalent Employees	8.11	9.93	9.93
General Revenue Fund	2.17	2.13	2.13
Other Funds	5.94	7.80	7.80

The State Milk Board inspects, samples, and tests milk and milk products ensuring that they are wholesome and safe for consumption. The board operates both a Grade A Milk Inspection Program and a Manufacturing Grade Milk Inspection Program to ensure milk quality. An inspection fee is assessed and deposited in the State Milk Inspection Fee Fund to cover all costs of the Grade A Milk Inspection Program. The Manufacturing Grade Milk Inspection Program ensures sanitation, safety, and quality standards for milk used only for manufacturing dairy products (e.g. cheese and butter). Approximately one-half of all Grade A milk is consumed as fluid milk with the remainder used for manufacturing other dairy products.

Fiscal Year 2019 Governor's Recommendations

- \$5,157 for pay plan, including \$1,171 general revenue.

DEPARTMENT OF NATURAL RESOURCES

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Department Operations	\$ 4,595,000	\$ 5,592,681	\$ 5,568,331	\$ 5,549,875
Environmental Programs	296,066,756	487,045,541	485,521,394	498,764,773
Missouri Geological Survey	9,873,703	14,374,761	13,046,109	13,549,699
Missouri State Parks	37,516,985	43,982,835	44,207,835	44,616,173
Historic Preservation	2,627,477	4,142,644	4,142,644	4,153,212
Agency-Wide Implementation	23,265,590	26,188,229	26,313,576	26,196,991
Environmental Improvement and Energy Resources Authority	0	1	1	1
DEPARTMENTAL TOTAL	\$ 373,945,511	\$ 581,326,692	\$ 578,799,890	\$ 592,830,724
General Revenue Fund	10,618,219	12,730,552	12,450,450	12,216,293
Federal Funds	25,800,220	48,023,808	47,744,667	47,933,165
Other Funds	337,527,072	520,572,332	518,604,773	532,681,266
Total Full-time Equivalent Employees	1,594.98	1,692.62	1,692.05	1,687.05
General Revenue Fund	131.31	133.45	132.95	129.95
Federal Funds	331.16	341.57	339.82	339.82
Other Funds	1,132.51	1,217.60	1,219.28	1,217.28

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$593 million for the Department of Natural Resources. The department protects Missouri's air, land, and water; preserves Missouri's unique natural and historic places; and provides recreational opportunities. The core functions provided by the Department of Natural Resources include:

- Managing Missouri's state parks and cultural and historical resources.
- Protecting Missouri's water by implementing state and federal environmental laws.
- Overseeing environmental programs that improve air quality and safely manage hazardous and solid waste.
- Helping landowners conserve topsoil and protect water resources.
- Investigating the state's geology and water resources to determine the character and availability of the state's natural resources.
- Providing compliance assistance to businesses, industries, local governments, and farmers.

**DEPARTMENT OF NATURAL RESOURCES
DEPARTMENT OPERATIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Department Operations TOTAL	\$ 4,595,000	\$ 5,592,681	\$ 5,549,875
PERSONAL SERVICE			
General Revenue Fund	193,991	199,992	189,164
Federal Funds	1,230,212	507,217	510,732
Other Funds	2,394,847	3,297,826	3,309,963
EXPENSE AND EQUIPMENT			
General Revenue Fund	106,200	109,486	61,856
Federal Funds	29,915	313,142	313,142
Other Funds	639,835	1,165,018	1,165,018
TOTAL			
General Revenue Fund	300,191	309,478	251,020
Federal Funds	1,260,127	820,359	823,874
Other Funds	3,034,682	4,462,844	4,474,981
Total Full-time Equivalent Employees	74.32	82.69	82.19
General Revenue Fund	3.75	9.50	9.00
Federal Funds	23.47	10.10	10.10
Other Funds	47.10	63.09	63.09

Department Operations is responsible for developing statewide environmental and natural resource policies. Under its leadership, the department works to protect water, air, land, recreational, and cultural resources. Department Operations staff represent Missouri before several regional and national organizations and agencies, including the U.S. Environmental Protection Agency and a regional river basin association. Department Operations partners with the Environmental Improvement and Energy Resources Authority and Petroleum Storage Tank Insurance Fund Board to achieve shared objectives. Responsible for the management of all department organizational units, Department Operations implements policies to provide direction, and to improve efficiencies and coordination. Department Operations provides the department legal counsel as well as administrative support, including budget development, financial resource allocations, internal auditing, accounting, human resources management, procurement, grants management, and other general services. Also included in Department Operations, communications staff convey the department's commitment to Missouri's resources and ways the public can protect and enjoy those resources.

Fiscal Year 2019 Governor's Recommendations

- \$29,173 for pay plan, including \$3,161 general revenue.
- (\$47,630) core reduction from the Fiscal Year 2018 appropriation level.
- (\$24,349) and (.5) staff transferred to the Office of the Governor, including (\$13,989) general revenue.

**DEPARTMENT OF NATURAL RESOURCES
ENVIRONMENTAL PROGRAMS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Environmental Quality	\$ 36,916,064	\$ 45,252,737	\$ 44,660,773
Soil and Water Conservation	52,468,275	58,997,971	58,973,952
Environmental Financial Support	205,654,182	376,636,916	388,972,131
Environmental Restoration	1,028,235	6,157,917	6,157,917
TOTAL	\$ 296,066,756	\$ 487,045,541	\$ 498,764,773
PERSONAL SERVICE			
General Revenue Fund	3,643,095	3,780,814	3,675,460
Federal Funds	12,320,453	12,813,915	12,939,710
Other Funds	16,940,371	20,038,982	20,154,603
EXPENSE AND EQUIPMENT			
General Revenue Fund	656,302	750,758	1,085,758
Federal Funds	2,962,957	7,225,858	6,699,858
Other Funds	6,981,383	16,152,739	15,339,943
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	961,176	3,075,449	1,925,664
Federal Funds	2,633,435	15,735,916	16,035,916
Other Funds	248,967,584	407,471,110	420,907,861
TOTAL			
General Revenue Fund	5,260,573	7,607,021	6,686,882
Federal Funds	17,916,845	35,775,689	35,675,484
Other Funds	272,889,338	443,662,831	456,402,407
Total Full-time Equivalent Employees			
General Revenue Fund	730.23	796.10	789.28
Federal Funds	85.17	80.67	77.67
Other Funds	269.37	280.92	280.17
Other Funds	375.69	434.51	431.44

ENVIRONMENTAL QUALITY

Water Protection Program – The Water Protection Program (WPP) includes three functional areas of responsibility: water pollution control, public drinking water, and financial assistance. The program protects the quality of Missouri’s groundwater, streams, and lakes, safeguarding these vital resources, enhancing agricultural production, forestry, fisheries, water-intensive manufacturing, water recreation, tourism, hunting, and fishing and ensuring that water is safe for human and animal consumption. The WPP ensures that all public drinking water systems provide clean and healthy drinking water for Missouri’s citizens by ensuring that public water system construction and operation comply with the requirements of the federal Safe Drinking Water Act. The program also trains and certifies operators at Missouri’s water supply and wastewater treatment plants. The program’s Financial Assistance Center administers the federal Clean Water and Drinking Water State Revolving Fund programs that provide low-interest loans and grants to Missouri communities for the construction of new, and the improvement of existing drinking water supply, wastewater treatment, and stormwater management systems.

Air Pollution Control Program – The Air Pollution Control Program (APCP) staff support the Air Conservation Commission, which develops policies to maintain and enhance the state’s air quality for the protection of the public’s health. Operating under the Clean Air Act’s State Implementation Plans and Rules, the APCP reviews facility construction and operating permits to help ensure ambient air quality. Working with the department’s regional office staff, the APCP identifies facilities that are not in compliance prior to pursuing any enforcement action. Collecting air quality and emission inventory data, the APCP provides benchmark data for Missouri air quality monitoring and planning. Through the state’s vehicle emission inspection program, the APCP helps ensure that pollutant levels in the St. Louis area improve and meet federal health-based air standards. Staff also coordinate air pollution control activities with other programs in the division.

Solid Waste Management Program – The Solid Waste Management Program ensures solid waste facilities (e.g. landfills, transfer stations including infectious waste and material recovery facilities, and scrap tire facilities) are designed and operated in a manner protective of neighbors and property through permitting, inspecting, and technical assistance activities. The program encourages management of waste materials through improved processing, reduced generation, beneficial reuse, recycling, energy recovery, and proper disposal.

DEPARTMENT OF NATURAL RESOURCES ENVIRONMENTAL PROGRAMS

Hazardous Waste Program – The Hazardous Waste Program (HWP) provides technical assistance and ensures compliance with state and federal law regulating hazardous waste practices from the point of generation through transportation and final disposal to ensure the safe and legal handling of such materials. The HWP is responsible for permitting and inspecting facilities that treat, store, or dispose of hazardous waste. Together with these functions, the registration and reporting requirements for hazardous waste generators enable the program to identify the amount and types of waste generated, stored, transported off-site, and treated or otherwise disposed. The HWP also has several regulatory programs that oversee the cleanup of sites contaminated with hazardous substances. The cleanup at these sites are addressed through assessments, site investigations, feasibility studies, and remedial actions. The HWP registers and regulates petroleum underground storage tanks; provides general and technical information concerning the installation, use, and closure of such systems; encourages compliance with underground storage tank law, regulations, and performance standards; and oversees corrective actions taken in response to leaks and other releases. In addition, the program provides oversight services for those who wish to voluntarily cleanup contaminated properties, reviving them for productive use. To ensure safe and productive reuse of properties for future generations, the HWP implements long-term stewardship measures for remedial properties.

Regional Offices – Regional Office activities support the implementation of the department's environmental programs throughout Missouri. Staff perform field inspections, provide compliance and technical assistance to regulated entities, respond to environmental emergencies for non-hazardous substances (e.g., fishkills), issue permits, investigate reports of environmental concerns from the public, and provide front-line troubleshooting, problem solving, and regulatory education and assistance on environmental issues.

Environmental Services Program – The Environmental Services Program supports department programs by providing accurate scientific data for their work. Staff perform field work, conduct monitoring, collect samples, and provide laboratory testing for environmental pollutants. The Environmental Emergency Response Section serves as the department's front line of defense to significant and imminent environmental emergencies and maintains a 24-hour hotline.

Fiscal Year 2019 Governor's Recommendations

- \$423,227 for pay plan, including \$44,582 general revenue.
- (\$1,015,191) and (5.82) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$149,936) general revenue.

SOIL AND WATER CONSERVATION

The Soil and Water Conservation Program implements the policies of the Soil and Water Districts Commission to ensure the long-term productivity of Missouri's soil and protection of water resources. Program staff provide guidance to Missouri's local soil and water conservation districts and administer conservation programs funded by one-half of the constitutionally authorized one-tenth of one percent dedicated parks, soils, and water sales tax. Soil and water sales tax funded programs include: (1) cost share assistance for agricultural landowners to implement approved soil and water conservation practices; (2) grants to local districts for operational expenses; (3) water quality monitoring of conservation practices; and (4) grants for research on soil and water conservation issues.

Fiscal Year 2019 Governor's Recommendations

- \$18,761 federal and other funds for pay plan.
- (\$42,780) Soil and Water Sales Tax Fund and (one) staff core reduction from the Fiscal Year 2018 appropriation level.

ENVIRONMENTAL FINANCIAL SUPPORT

The department administers a variety of funds for local governments and others to control air pollution, assess and remediate contaminated sites, collect and manage pesticide waste, reduce and reuse solid waste, monitor and test drinking water supplies, and construct or improve water and wastewater facilities.

Fiscal Year 2019 Governor's Recommendations

- \$13,500,000 Volkswagen Environmental Mitigation Trust Proceeds Fund to help reduce air pollution from mobile sources.
- \$962,979 to pay for the state's obligation for the Superfund cleanup of contaminated sites.
- \$335,000 to implement closure, post-closure, and corrective action plans at landfills where operators are no longer meeting their obligations to do so.
- (\$1,350,000) core reduction from the Fiscal Year 2018 appropriation level, including (\$1,000,000) general revenue.
- (\$1,112,764) core reduction for one-time expenditures.

ENVIRONMENTAL RESTORATION

The department conducts natural resource damage assessments where unpermitted releases have damaged natural resources. These assessments evaluate the extent of and method to mitigate the damage and how to compensate the public for the damage. The department works with responsible parties to either participate in the restoration or negotiate a monetary settlement, which is then used to restore the damaged resource or acquire equivalent resources.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF NATURAL RESOURCES
MISSOURI GEOLOGICAL SURVEY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Geological Survey TOTAL	\$ 9,873,703	\$ 14,374,761	\$ 13,549,699
PERSONAL SERVICE			
General Revenue Fund	2,152,324	2,295,952	2,310,690
Federal Funds	1,221,526	1,796,541	1,768,097
Other Funds	1,238,610	1,606,937	1,620,815
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,732,784	1,321,003	1,770,603
Federal Funds	2,002,673	4,504,884	4,329,884
Other Funds	1,048,689	2,362,344	1,262,510
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	477,097	477,098	477,098
Federal Funds	0	10,001	10,001
Other Funds	0	1	1
TOTAL			
General Revenue Fund	4,362,205	4,094,053	4,558,391
Federal Funds	3,224,199	6,311,426	6,107,982
Other Funds	2,287,299	3,969,282	2,883,326
Total Full-time Equivalent Employees	98.20	117.17	115.92
General Revenue Fund	42.39	43.28	43.28
Federal Funds	26.09	35.37	34.37
Other Funds	29.72	38.52	38.27

Headquartered in Rolla, Missouri, the Missouri Geological Survey (MGS) includes the Geological Survey Program, Land Reclamation Program, Water Resources Center, and Dam and Reservoir Safety Program. The Geological Survey Program investigates the state's geology, providing geologic and hydrologic information and expertise to aid economic and environmental decision-making regarding site remediation, contaminant migration, subsurface investigations, and geologic hazards. Staff oversee the proper construction of all wells, including water, oil, gas, exploration, heat pumps, and monitoring. The division also determines the character and availability of the state's energy and mineral resources. Division management represents the state through the Association of American State Geologists and the Central U.S. Earthquake Consortium.

The Land Reclamation Program provides technical support for the Missouri Mining Commission. The commission regulates the surface mining of coal and other mineral commodities (such as lead, barite, tar sands, clay, limestone, sand, and gravel). Staff regulatory duties include developing regulations, permitting, inspection, complaint investigation, bonding, and enforcement. Staff reclamation duties include human health and environmental hazard assessment, reclamation plan designs, contracting, budgeting, public relations, landowner education, construction oversight, and maintenance of reclaimed abandoned mine lands and bond forfeiture mine lands until responsibility release is approved by the commission.

To meet Missouri's comprehensive water needs, Water Resources' hydrologists, geologists, and engineers investigate and monitor surface water and groundwater resource characteristics, availability, and use. Program responsibilities include (1) operating a statewide groundwater monitoring network with real-time water quantity data; (2) collecting and analyzing surface-water flow data for reaction to flood and drought emergencies; (3) providing guidance, data, and technical expertise in the preservation and development of sustainable regional water supplies throughout Missouri; and (4) defending the state's vital water interests in the Missouri River, the Mississippi River, and other interstate water resources, before federal and interstate water resource management authorities.

The Dam and Reservoir Safety Program administers the provisions of the Missouri Dam and Reservoir Safety law. The program provides public safety of downstream residents against dam failure as well as protecting the investment and purpose of the reservoir. The program regulates non-federal, non-agricultural dams 35 feet high and higher through inspections and issuance of registration, safety, and construction permits. The program performs emergency response to dams in distress and provides engineering evaluation of conditions during natural disasters to protect life and property.

**DEPARTMENT OF NATURAL RESOURCES
MISSOURI GEOLOGICAL SURVEY**

Fiscal Year 2019 Governor's Recommendations

- \$389,600 to sustain the operation of gages that monitor stream and groundwater levels throughout the state.
- \$60,000 to update groundwater gage data logging and transmitting devices.
- \$53,990 for pay plan, including \$14,738 general revenue.
- (\$1,273,450) federal and other funds core reduction for one-time expenditures.
- (\$55,202) federal and other funds and (1.25) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF NATURAL RESOURCES
MISSOURI STATE PARKS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri State Parks Operation TOTAL	\$ 37,516,985	\$ 43,982,835	\$ 44,616,173
PERSONAL SERVICE			
Federal Funds	104,565	177,681	180,977
Other Funds	21,911,319	22,739,317	23,144,359
EXPENSE AND EQUIPMENT			
Federal Funds	261,553	281,306	481,306
Other Funds	13,261,777	17,078,531	17,068,531
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	1,857,955	3,600,000	3,600,000
Other Funds	119,816	106,000	141,000
TOTAL			
Federal Funds	2,224,073	4,058,987	4,262,283
Other Funds	35,292,912	39,923,848	40,353,890
Total Full-time Equivalent Employees	656.79	661.21	661.21
Federal Funds	2.39	5.07	5.07
Other Funds	654.40	656.14	656.14

Missouri's Division of State Parks manages the many recreational, cultural, and historical resources of the Missouri state parks system. The division also administers programs to promote outdoor recreation statewide.

Missouri's state parks system consists of 91 state parks and historic sites, as well as the Roger Pryor Pioneer Backcountry. The system is divided into five districts, with each of the district headquarters reporting to the Central Office in Jefferson City. Administrative, maintenance, and service personnel manage the lands and improvements, provide recreational and educational programs for visitors, and provide necessary law enforcement. Funding provided by one-half of the constitutionally authorized one-tenth of one percent parks, soils, and water sales tax has been used for projects such as campground remodeling; the addition of shower houses and restrooms; paving of roads within campgrounds; restoration of landscapes; and personnel for maintenance, education, and site interpretation. The parks sales tax provides continued restoration and improvement of the state parks system and allows division staff to better serve the millions of people who visit parks and historic sites each year.

Central Office administration directs and coordinates the management of the state parks system. Responsibilities include personnel management, budget and policy development, and the evaluation of management procedures and performance. Central Office staff provide logistical support to the individual state parks, and operate the central sign shop, central warehouse, and aerial device unit. Staff also identify unique natural areas which may require protection; conduct special studies related to parks operations and development; and prepare site, architectural, and engineering plans and maps.

The division also administers grants that finance outdoor recreation projects.

Fiscal Year 2019 Governor's Recommendations

- \$400,000 federal and other funds for grants.
- \$408,338 federal and other funds for pay plan.
- (\$175,000) Parks Sales Tax Fund core reduction for one-time expenditures.

**DEPARTMENT OF NATURAL RESOURCES
HISTORIC PRESERVATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Historic Preservation TOTAL	\$ 2,627,477	\$ 4,142,644	\$ 4,153,212
PERSONAL SERVICE			
Federal Funds	403,242	407,321	413,516
Other Funds	283,021	305,887	310,260
EXPENSE AND EQUIPMENT			
Federal Funds	48,255	90,026	90,026
Other Funds	56,081	42,167	42,167
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	695,250	720,000	720,000
Federal Funds	289,303	560,000	560,000
Other Funds	852,325	2,017,243	2,017,243
TOTAL			
General Revenue Fund	695,250	720,000	720,000
Federal Funds	740,800	1,057,347	1,063,542
Other Funds	1,191,427	2,365,297	2,369,670
Total Full-time Equivalent Employees	16.80	17.25	17.25
Federal Funds	9.84	10.11	10.11
Other Funds	6.96	7.14	7.14

The State Historic Preservation Office helps identify and preserve historic properties and cultural resources throughout the state, administers grants and loans to support preservation efforts, and provides technical assistance to taxpayers in qualifying for historic preservation tax credits.

Fiscal Year 2019 Governor's Recommendations

- \$10,568 federal and other funds for pay plan.

**DEPARTMENT OF NATURAL RESOURCES
AGENCY-WIDE IMPLEMENTATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Department of Natural Resources Revolving Services Fund	\$ 1,766,677	\$ 2,921,745	\$ 2,921,745
Sales Tax Reimbursement to General Revenue	23,835	250,000	50,000
Petroleum Storage Tank Insurance Fund Board	1,556,738	2,222,904	2,349,204
Petroleum Storage Tank Insurance Fund Claims	18,194,205	20,000,000	20,000,000
Petroleum Related Activities	781,527	793,580	876,042
DNR Integrated Data System	942,608	0	0
TOTAL	\$ 23,265,590	\$ 26,188,229	\$ 26,196,991
PERSONAL SERVICE			
Other Funds	850,742	852,776	1,053,518
EXPENSE AND EQUIPMENT			
Federal Funds	153,732	0	0
Other Funds	5,697,783	7,480,453	7,288,473
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	280,444	0	0
Other Funds	16,282,889	17,855,000	17,855,000
TOTAL			
Federal Funds	434,176	0	0
Other Funds	22,831,414	26,188,229	26,196,991
Total Full-time Equivalent Employees	18.64	18.20	21.20
Other Funds	18.64	18.20	21.20

A number of projects and administrative issues are multi-faceted and require resources and expertise from several divisions within the Department of Natural Resources. To effectively coordinate work on these issues, the department consolidated these operations agency wide.

Fiscal Year 2019 Governor's Recommendations

- \$125,000 Petroleum Storage Tank Insurance Fund and two staff to provide additional support for the Petroleum Storage Tank Insurance Fund Board operations.
- \$71,932 Petroleum Storage Tank Insurance Fund and one staff to help prevent and remediate petroleum storage tank site contamination.
- \$11,830 Petroleum Storage Tank Insurance Fund for pay plan.
- (\$200,000) State Park Earnings Fund core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF NATURAL RESOURCES
ENVIRONMENTAL IMPROVEMENT AND ENERGY RESOURCES AUTHORITY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Environmental Improvement and Energy Resources Authority TOTAL	\$ 0	\$ 1	\$ 1
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	0	1	1
Total Full-time Equivalent Employees	0.00	0.00	0.00

The Environmental Improvement and Energy Resources Authority, under Chapter 260, RSMo, is an independent, self-supporting, quasi-governmental agency assigned to the Department of Natural Resources.

Due to its special independent status as “a body corporate and politic,” the authority is able to issue tax-exempt bonds and use fees charged for issuance of its bonds and notes. The authority is empowered to conduct environmental and energy research and development activities; develop alternative methods of financing environmental and energy projects; and assist Missouri communities, organizations, and businesses in obtaining low-cost funds and other financial assistance for projects related to the authority’s purpose. This appropriation allows authority employees to participate in the state employee retirement system.

Fiscal Year 2019 Governor’s Recommendations

Continue funding at the current level.

DEPARTMENT OF CONSERVATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Conservation Programs				
DEPARTMENTAL TOTAL	\$ 142,747,420	\$ 154,559,867 *	\$ 160,709,867	\$ 161,731,853
PERSONAL SERVICE	79,014,645	85,177,304	85,703,530	86,725,516
EXPENSE AND EQUIPMENT	55,380,051	60,474,546	64,526,620	64,526,620
PROGRAM SPECIFIC DISTRIBUTION	8,352,724	8,908,017	10,479,717	10,479,717
TOTAL				
Conservation Commission Fund	142,747,420	154,559,867	160,709,867	161,731,853
Total Full-time Equivalent Employees	1,653.79	1,812.81	1,812.81	1,812.81
Other Funds	1,653.79	1,812.81	1,812.81	1,812.81

* Does not include \$2,500,000 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Conservation supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$161.7 million for the Department of Conservation to support its mission to protect and manage the fish and wildlife resources of Missouri. In 1976, Missouri voters endorsed a measure authorizing a one-eighth of one-cent sales tax to provide for conservation services. This dedicated funding source has helped foster abundant fish, wildlife, forestry, and water resources for generations of Missourians. The department will continue to serve the public responsibly, facilitate the public's involvement in resource management activities, and provide an opportunity for all citizens to use, enjoy, and learn about Missouri's natural treasures.

Fiscal Year 2019 Governor's Recommendations

- \$2,500,000 Conservation Commission Fund for invasive species and disease monitoring and control.
- \$2,000,000 Conservation Commission Fund to replace heavy equipment.
- \$1,000,000 Conservation Commission Fund for information technology projects.
- \$650,000 Conservation Commission Fund for facilities maintenance services.
- \$1,021,986 Conservation Commission Fund for pay plan.

DEPARTMENT OF ECONOMIC DEVELOPMENT

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Business and Community Services	\$ 88,897,966	\$ 104,867,733	\$ 104,930,889	\$ 130,067,363
Workforce Development	84,485,830	127,984,702	127,971,202	128,374,145
Tourism	20,721,717	20,972,943	20,972,943	10,972,943
Energy	9,606,898	23,061,245	23,061,245	22,027,214
Affordable Housing	3,565,073	5,375,214	5,375,214	5,379,764
Utility Regulation	13,365,914	17,086,928	17,086,928	17,141,204
Administrative Services	2,003,609	3,128,656	3,128,655	3,138,671
DEPARTMENTAL TOTAL	\$ 222,647,007	\$ 302,477,421 *	\$ 302,527,076	\$ 317,101,304
General Revenue Fund	73,676,609	71,088,465	76,248,464	89,055,569
Federal Funds	111,247,571	161,859,104	159,248,760	159,490,566
Other Funds	37,722,827	69,529,852	67,029,852	68,555,169

Total Full-time Equivalent Employees	687.04	865.21	862.71	862.21
General Revenue Fund	57.09	34.74	65.86	65.36
Federal Funds	352.25	502.03	498.67	498.67
Other Funds	277.70	328.44	298.18	298.18

*Does not include \$2,200,000 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Economic Development supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$317.1 million for the Department of Economic Development to develop new and expanded business opportunities to facilitate economic growth and provide job training and related services to Missourians. Core functions provided by the Department of Economic Development include:

- Facilitating the location, expansion, retention, and start-up of businesses to help create and retain high-quality employment opportunities for Missourians.
- Designing and administering job training and re-training programs to provide prospective employers with a qualified and productive workforce, and providing unemployed or displaced workers with new skills and opportunities.
- Administering tax credit programs designed to assist with business recruitment, workforce training, and other economic growth opportunities.
- Overseeing and regulating public utility companies to ensure Missourians receive reliable and safe services at reasonable rates.
- Helping facilitate the development of new housing and the redevelopment of existing housing.
- Advocating for the sound development of the travel and tourism industry in Missouri.
- Supporting arts and cultural activities for all Missourians.
- Supporting efforts that advance energy efficiency and the use of diverse energy resources that contribute to business retention and expansion and new economic opportunities.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
BUSINESS AND COMMUNITY SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Economic Research and Information Center	\$ 1,141,191	\$ 1,966,031	\$ 1,980,989
Marketing	4,164,351	3,016,454	5,269,978
Sales	1,316,256	1,401,523	1,416,175
Finance	893,304	969,702	980,956
International Trade and Investment Offices	1,836,448	1,500,000	1,500,000
Missouri Technology Investment	13,356,902	2,500,000	2,250,000
Community Development Block Grant Program	31,573,793	41,403,550	41,323,422
State Small Business Credit Initiative	928,455	6,000,000	2,000,000
Community Redevelopment and Assistance	25,407,477	36,865,916	39,099,986
Arts and Cultural Development	8,279,789	9,244,557	9,245,857
Jobs and Infrastructure Development	0	0	25,000,000
TOTAL	\$ 88,897,966	\$ 104,867,733	\$ 130,067,363
PERSONAL SERVICE			
General Revenue Fund	2,535,857	1,112,065	2,775,163
Federal Funds	1,846,520	2,940,651	2,968,643
Other Funds	1,340	1,719,546	53,446
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,939,625	245,501	1,277,320
Federal Funds	366,003	1,625,404	1,625,404
Other Funds	2,440,337	3,504,664	4,634,675
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	41,457,140	41,776,431	67,896,699
Federal Funds	35,583,798	49,310,294	46,708,450
Other Funds	1,727,346	2,633,177	2,127,563
TOTAL			
General Revenue Fund	46,932,622	43,133,997	71,949,182
Federal Funds	37,796,321	53,876,349	51,302,497
Other Funds	4,169,023	7,857,387	6,815,684
Total Full-time Equivalent Employees			
General Revenue Fund	97.40	116.95	116.45
Federal Funds	51.39	25.75	57.89
Other Funds	40.86	47.16	47.16
Other Funds	5.15	44.04	11.40

The Business and Community Services Division consists of the Missouri Economic Research and Information Center, and the Marketing, Sales, and Finance Teams. The Teams also support international export expansion. The Missouri Community Service Commission and the Missouri Technology Corporation are funded through the division's budget. The division partners with the professional economic development community to facilitate the expansion, relocation, and start-up of businesses in the state. The division also partners with local governments, non-profits, community organizations, and private citizens to help develop and grow Missouri's communities.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
BUSINESS AND COMMUNITY SERVICES**

MISSOURI ECONOMIC RESEARCH AND INFORMATION CENTER

The responsibilities of the Missouri Economic Research and Information Center (MERIC) include gathering data, conducting applied research, performing innovative analysis, and reporting to policymakers and the public. Staff researches and analyzes labor market trends, employment and unemployment figures, new business start-ups, wages, and the state's targeted industries and economic development initiatives. Staff at MERIC also work in cooperation with the U.S. Department of Labor to conduct research and produce reports on economic conditions and the labor market.

Fiscal Year 2019 Governor's Recommendations

- \$14,958 for pay plan, including \$891 general revenue.

MARKETING

The Marketing Team is responsible for promoting Missouri in regional, national, and international marketplaces in order to attract capital investment. The Marketing Team supports the Business and Community Services Division by providing all print advertising, publishing, videography, and other media production services.

Fiscal Year 2019 Governor's Recommendations

- \$2,250,000 Economic Development Advancement Fund for business recruitment and marketing expenses.
- \$1,517,390 and 4.12 staff for marketing activities.
- \$3,524 for pay plan, including \$2,607 general revenue.
- (\$1,517,390) Economic Development Advancement Fund and (4.12) staff core reduction from the Fiscal Year 2018 appropriation level.

SALES

The Sales Team is responsible for promoting Missouri communities, infrastructure, and the state's well-trained, dedicated workforce. With an emphasis on creating additional high quality jobs for Missourians, members of the Sales Team work in the field to gain in-depth knowledge of resources and needs in specific regions and have continuous contact with communities and businesses within that region.

Fiscal Year 2019 Governor's Recommendations

- \$1,394,435 and 25.52 staff for sales activities.
- \$14,652 for pay plan, including \$14,489 general revenue.
- (\$1,394,435) Economic Development Advancement Fund and (25.52) staff core reduction from the Fiscal Year 2018 appropriation level.

FINANCE

The Finance Team is responsible for evaluating community projects for state financial assistance and packaging incentive proposals for companies interested in locating or expanding in Missouri. This team also manages financial tools offered by the department and processes large volumes of financial program applications including those for tax credits, loans, and grants.

Fiscal Year 2019 Governor's Recommendations

- \$338,175 and three staff for finance activities.
- \$11,254 for pay plan.
- (\$338,175) Economic Development Advancement Fund and (three) staff core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF ECONOMIC DEVELOPMENT BUSINESS AND COMMUNITY SERVICES

INTERNATIONAL TRADE AND INVESTMENT OFFICES

The purpose of Missouri's International Trade and Investment Offices, located in the United Kingdom, Germany, Canada, Mexico, Israel, Brazil, India, China, Japan, Taiwan, Singapore, Hong Kong, the United Arab Emirates, and South Korea, is to increase the number of Missouri companies exporting, increase the volume of Missouri exports to international markets, and increase foreign direct investments in Missouri. Each office provides trade counseling and technical advice to Missouri interests regarding possible market entry strategies. The International Trade and Investment Offices also provide technical information about Department of Economic Development incentive programs and client solutions, which includes preparing comprehensive investment packages on behalf of the state and its partners.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI TECHNOLOGY INVESTMENT

The Missouri Technology Corporation (MTC) is a public-private partnership created to promote entrepreneurship and foster the growth of new and emerging high-tech companies. Corporation staff focuses on 21st century bioscience industries that build on Missouri's rich history in agriculture. Staff administers the Missouri Technology Investment Fund in support of the following programs:

Innovation Centers – The innovation centers, located in ten communities throughout the state, provide specialized entrepreneurial and small business support services (and often physical incubator space) to transform new ideas and scientific discoveries into Missouri-based businesses that put Missourians to work. The centers often serve as the hub of entrepreneurial activity in their local communities.

Manufacturing Extension Partnership – The Manufacturing Extension Partnership (MEP) is a public-private partnership which includes the U.S. Department of Commerce's National Institute of Standards and Technology and Missouri Enterprise. The MEP assists small- and medium-sized manufacturers throughout the state, including innovation center clients that require manufacturing expertise, by bringing the benefits of new technology to bear on traditional industries. The MEP also helps Missouri manufacturers increase productivity, achieve growth objectives, and obtain necessary quality certifications for exporting Missouri-made products.

Fiscal Year 2019 Governor's Recommendations

- (\$250,000) core reduction from the Fiscal Year 2018 appropriation level.

COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

The Community Development Block Grant (CDBG) program is a formula block grant provided to the state of Missouri, 70 percent of which is allocated directly to entitlement cities and 30 percent of which is allocated for non-entitlement areas in the state. DED administers the 30 percent non-entitlement portion of the program by providing grants for community development activities. These activities must benefit at least 51 percent low and moderate income persons, eliminate slum and blight, or meet urgent threats to health and safety. Typical projects include infrastructure expansion and improvements, downtown revitalization, housing rehabilitation, Americans with Disabilities Act accessibility improvements, and community facility projects.

Fiscal Year 2019 Governor's Recommendations

- \$8,042 for pay plan, including \$2,536 general revenue.
- (\$88,170) core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF ECONOMIC DEVELOPMENT BUSINESS AND COMMUNITY SERVICES

STATE SMALL BUSINESS CREDIT INITIATIVE

The State Small Business Credit Initiative (SSBCI) is a federal initiative that provides funds to states in order to increase the amount of private capital available to small businesses. The SSBCI program in Missouri assists small businesses in accessing credit and venture capital via two programs. The Grow Missouri Loan Participation Fund supports the formation and growth of businesses in the industrial, commercial, agricultural, and recreational sectors. The Missouri Innovation, Development, and Entrepreneurial Advancement (IDEA) Fund provides seed and venture capital to promote the formation and growth of businesses that engage in the transfer of science and technology into job creation.

Fiscal Year 2019 Governor's Recommendations

- (\$4,000,000) federal funds core reduction from the Fiscal Year 2018 appropriation level.

COMMUNITY REDEVELOPMENT AND ASSISTANCE

Community Redevelopment and Assistance consists of the Missouri Community Service Commission, Missouri Small Business Regulatory Fairness Board, various military assistance activities, Missouri Development Finance Board, and Missouri Main Street Connection. These programs promote volunteerism and community services, monitor the impact of state regulations on small business, design and implement measures to retain and protect military posts or bases in Missouri, and administer a range of financing programs through revenue bonds, notes, and tax credits.

Fiscal Year 2019 Governor's Recommendations

- \$1,403,156 federal funds for the Missouri Community Service Commission.
- \$1,046,774 for current tax increment financing projects.
- \$55,000 for current tax increment financing redevelopment projects (DRPP).
- \$1,950 federal funds for pay plan.
- (\$272,810) and (.5) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$230,196) general revenue.

ARTS AND CULTURAL DEVELOPMENT

Missouri Arts Council – The Missouri Arts Council oversees the distribution of state and federal funds in support of the arts. Funds are distributed statewide on a matching-grant basis to Missouri nonprofit organizations through a competitive process with specific guidelines, evaluation criteria, and a citizen advisory panel review. Grants are provided in a wide range of specific arts discipline and program areas. Council staff provides assistance and expertise in arts and nonprofit management, community development, grant writing, fundraising, marketing, arts education, board development, and program development.

Missouri Humanities Council – The Missouri Humanities Council is the state affiliate of the National Endowment for the Humanities. The council's mission is to help citizens of Missouri explore subjects including history, literature, languages, law, philosophy, and ethics, and consider the ideas that shape and facilitate participatory democracy. Council programs help communities understand and share their unique history, and to utilize those stories as a resource that can generate new economic development opportunities. Programs also help local institutions develop the capacity to engage the public in lifelong learning activities.

Public Television and Public Radio – Funds are distributed to Missouri public television and radio stations for instructional, local programming, and operating assistance.

Fiscal Year 2019 Governor's Recommendations

- \$1,300 federal funds for pay plan.

JOBS AND INFRASTRUCTURE DEVELOPMENT

To provide local governments with matching money for infrastructure development projects.

Fiscal Year 2019 Governor's Recommendations

- \$25,000,000 for jobs and infrastructure development projects.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
WORKFORCE DEVELOPMENT**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Workforce Development Administration	\$ 12,149,848	\$ 19,413,453	\$ 19,602,896
Workforce Programs	56,798,311	77,200,000	77,400,000
Missouri Works Job Development Fund	5,126,196	5,300,000	5,300,000
Missouri Women's Council	2,817	71,249	71,249
Missouri Works Community College Job Retention Training Program	6,028,757	10,000,000	10,000,000
Missouri Works Community College New Jobs Training Program	4,379,901	16,000,000	16,000,000
TOTAL	\$ 84,485,830	\$ 127,984,702	\$ 128,374,145
PERSONAL SERVICE			
Federal Funds	10,690,361	15,953,408	16,156,351
EXPENSE AND EQUIPMENT			
Federal Funds	1,434,549	4,986,022	3,019,203
Other Funds	1,999,999	2,000,000	2,000,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	5,605,890	5,500,000	5,700,000
Federal Funds	54,346,373	73,545,272	75,498,591
Other Funds	10,408,658	26,000,000	26,000,000
TOTAL			
General Revenue Fund	5,605,890	5,500,000	5,700,000
Federal Funds	66,471,283	94,484,702	94,674,145
Other Funds	12,408,657	28,000,000	28,000,000
Total Full-time Equivalent Employees	286.97	422.72	422.72
Federal Funds	282.62	414.72	414.72
Other Funds	4.35	8.00	8.00

The Division of Workforce Development, (DWD), supports economic growth for individuals and businesses through innovative workforce programs and services. DWD provides information, supportive services, and training in demand industries and occupations for job seekers and assists businesses to acquire and develop skilled workers. Services are provided through a collaborative workforce system that includes multiple State Agencies, over 30 Missouri Job Centers, 14 local Workforce Development Boards, and 12 community colleges and other local educational agencies throughout the state.

WORKFORCE DEVELOPMENT ADMINISTRATION

Missouri's workforce system was authorized and is funded by two pieces of federal job training legislation: the Workforce Innovation and Opportunity Act and the Wagner-Peyser Act. The division administers federal job training funds in accordance with federal and state policy.

Fiscal Year 2019 Governor's Recommendations

- \$202,943 federal funds for pay plan.
- (\$13,500) federal funds transferred to the statewide leasing budget.

DEPARTMENT OF ECONOMIC DEVELOPMENT WORKFORCE DEVELOPMENT

WORKFORCE PROGRAMS

Missouri's Career Center system provides training and employment services through the coordinated integration of several workforce development programs: Workforce Innovation and Opportunity Act, Wagner-Peyser/Employment Services, Trade Adjustment Assistance, Rapid Response, and Missouri Employment and Training Program. While individuals must meet eligibility requirements to receive certain services via these programs, the majority of services—including valuable skills assessments and career counseling—are available to all Missourians at no cost. Services available at Career Centers include referral to job openings, job readiness skill training, referral to classroom or employer training, and payment of support services such as transportation.

Fiscal Year 2019 Governor's Recommendations

- \$200,000 for workforce autism programs.

MISSOURI WORKS JOB DEVELOPMENT FUND

The Missouri Works Job Development Fund (MWJDF) helps new and expanding businesses by providing and covering the costs of training. In addition, MWJDF provides assistance to existing businesses for the purpose of upgrading workers' skills. The Missouri Works Training Program assists small, medium, and large companies that are either creating jobs or making significant capital investment.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI WOMEN'S COUNCIL

The Missouri Women's Council works closely with other agencies and community-based organizations to connect Missouri women in business and women in the workforce to information and resources. The council prepares a comprehensive resource guide for its constituents and serves as a resource and referral center to help encourage, educate, and support Missouri women as they pursue their economic goals. The Missouri Women's Council portal is designed to connect women to a network of accessible, high quality advisory services, and information ranging from employment and training to information on starting or growing a business. The council also partners with other state and federal organizations in offering programs and events that benefit women entrepreneurs and women in the workforce.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI WORKS COMMUNITY COLLEGE JOB RETENTION TRAINING PROGRAM

The Missouri Works Community College Job Retention Training Program provides an incentive for the retention of existing jobs by providing education and training to employees of Missouri industries. The program is operated locally by community colleges and used in large job retention situations.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MISSOURI WORKS COMMUNITY COLLEGE NEW JOBS TRAINING PROGRAM

The Missouri Works Community College New Jobs Training Program provides an incentive for the creation of new jobs by providing education and training of workers for new or expanding industries. The program is operated locally by community colleges and is used to attract a large number of new jobs.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
TOURISM**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Tourism Commission			
TOTAL	\$ 20,721,717	\$ 20,972,943	\$ 10,972,943
EXPENSE AND EQUIPMENT			
Other Funds	6,727	24,500	24,500
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	20,714,990	20,948,443	10,948,443
TOTAL			
General Revenue Fund	20,714,990	20,948,443	10,948,443
Other Funds	6,727	24,500	24,500
Total Full-time Equivalent Employees	36.13	39.00	38.50
Other Funds	36.13	39.00	38.50

The Division of Tourism is responsible for promoting Missouri as a premier destination for domestic and international travelers. The division implements strategic investments in travel promotion with integrated marketing strategies that provide economic benefits for Missouri. Travel promotion programs spur interest in visiting destinations among potential travelers. Stronger travel interest generates more visitors. The division operates nine official welcome centers and works with community-based affiliate welcome centers that meet inspection guidelines. In addition to these duties, the Division of Tourism is responsible for the Missouri Film Office and the support of the Missouri Film Commission. The Commission and Film Office work to establish a reliable and consistent conduit to Missouri for the creative media industry to stimulate new production work across the state.

Fiscal Year 2019 Governor's Recommendations

- (\$10,000,000) core reduction from the Fiscal Year 2018 appropriation level.
- (.5) staff transferred to the Office of the Governor.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
ENERGY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Energy Operations	\$ 1,908,308	\$ 2,783,445	\$ 2,799,414
Division of Energy Services	7,698,590	19,227,800	19,227,800
Wood Energy/Alternative Fuel Infrastructure Tax Credits	0	1,050,000	0
TOTAL	\$ 9,606,898	\$ 23,061,245	\$ 22,027,214
PERSONAL SERVICE			
Federal Funds	829,311	1,251,318	1,261,624
Other Funds	821,211	786,198	791,861
EXPENSE AND EQUIPMENT			
General Revenue Fund	14,610	0	0
Federal Funds	319,021	731,300	731,300
Other Funds	140,954	2,304,130	2,304,130
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	1,050,000	0
Federal Funds	5,098,845	9,978,799	9,978,799
Other Funds	2,382,946	6,959,500	6,959,500
TOTAL			
General Revenue Fund	14,610	1,050,000	0
Federal Funds	6,247,177	11,961,417	11,971,723
Other Funds	3,345,111	10,049,828	10,055,491
Total Full-time Equivalent Employees			
Federal Funds	32.98	37.00	37.00
Other Funds	16.78	23.05	23.05
Other Funds	16.20	13.95	13.95

The Division of Energy assists, educates, and encourages Missourians to advance the efficient use of diverse energy resources to drive economic growth, provide for a healthier environment, and achieve greater energy security for future generations.

Fiscal Year 2019 Governor's Recommendations

- \$15,969 federal and other funds for pay plan.
- (\$1,050,000) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
AFFORDABLE HOUSING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Housing Trust	\$ 3,182,734	\$ 4,450,000	\$ 4,450,000
Manufactured Housing Program	<u>382,339</u>	<u>925,214</u>	<u>929,764</u>
TOTAL	\$ 3,565,073	\$ 5,375,214	\$ 5,379,764
PERSONAL SERVICE	267,278	358,748	363,298
EXPENSE AND EQUIPMENT	97,445	354,466	354,466
PROGRAM SPECIFIC DISTRIBUTION	3,200,350	4,662,000	4,662,000
TOTAL			
Other Funds	3,565,073	5,375,214	5,379,764
Total Full-time Equivalent Employees	6.80	8.00	8.00
Other Funds	6.80	8.00	8.00

MISSOURI HOUSING TRUST FUND

The Missouri Housing Development Commission administers the Missouri Housing Trust Fund, which provides grants to housing service providers to help meet the needs of very low income families and individuals. Funding is available for a variety of housing needs, such as homeless prevention, rehabilitation or construction of rental housing, rental assistance, and home repair. The Missouri Housing Trust Fund is funded through a \$3 recording fee authorized in Section 59.319, RSMo.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

MANUFACTURED HOUSING PROGRAM

Under the jurisdiction of the Public Service Commission, the staff of the Manufactured Housing Program oversees the annual registration of home installers, dealers, and manufacturers of new manufactured homes and modular units. Program staff also enforces construction and safety standards, conducts code inspections, addresses consumer complaints, and enforces home set-up and tie-down requirements.

Fiscal Year 2019 Governor's Recommendations

- \$4,550 other funds for pay plan.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
UTILITY REGULATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Office of Public Counsel	\$ 1,153,370	\$ 1,165,424	\$ 1,168,350
Public Service Commission	<u>12,212,544</u>	<u>15,921,504</u>	<u>15,972,854</u>
TOTAL	\$ 13,365,914	\$ 17,086,928	\$ 17,141,204
PERSONAL SERVICE			
Other Funds	11,049,054	11,789,049	11,843,325
EXPENSE AND EQUIPMENT			
Other Funds	2,316,860	5,297,879	5,297,879
TOTAL			
Other Funds	13,365,914	17,086,928	17,141,204
Total Full-time Equivalent Employees	196.43	210.00	208.00
Other Funds	196.43	210.00	208.00

OFFICE OF PUBLIC COUNSEL

The Office of Public Counsel is the state’s consumer advocate in matters of utility ratemaking and regulation. Attorneys and technical staff analyze utility rate cases and provide testimony and cross-examination in hearings held before the Public Service Commission. The Public Counsel also has the right to appeal Public Service Commission cases through the court system. Through the Ombudsman for Property Rights, the Public Counsel provides guidance to citizens regarding the condemnation process and procedures.

Fiscal Year 2019 Governor’s Recommendations

- \$2,926 other funds for pay plan.

PUBLIC SERVICE COMMISSION

The Public Service Commission (PSC) regulates the rates and practices of investor-owned natural gas, electric, steam, water, and sewer utilities. The commission has limited regulatory authority over investor-owned telephone companies. The PSC also administers safety standards for the rural electric cooperatives and municipal natural gas systems, maintains a registry of state video service providers, and registers Voice over Internet Protocol (VoIP) service providers. In addition, the PSC administers the Relay Missouri service, which gives hearing-impaired citizens access to the telephone network.

Fiscal Year 2019 Governor’s Recommendations

- \$51,350 other funds for pay plan.
- (Two) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
ADMINISTRATIVE SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administrative Services TOTAL	\$ 2,003,609	\$ 3,128,656	\$ 3,138,671
PERSONAL SERVICE			
General Revenue Fund	358,221	406,715	408,635
Federal Funds	673,141	1,114,168	1,119,733
Other Funds	784,055	788,822	791,353
EXPENSE AND EQUIPMENT			
General Revenue Fund	50,276	49,309	49,309
Federal Funds	59,649	422,468	422,468
Other Funds	78,267	347,172	347,172
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	1	0
Other Funds	0	1	1
TOTAL			
General Revenue Fund	408,497	456,025	457,944
Federal Funds	732,790	1,536,636	1,542,201
Other Funds	862,322	1,135,995	1,138,526
Total Full-time Equivalent Employees	30.33	31.54	31.54
General Revenue Fund	5.70	8.99	7.47
Federal Funds	11.99	17.10	13.74
Other Funds	12.64	5.45	10.33

The Administrative Services Division provides direction and guidance to the department. This division aligns the work of each of the other divisions through coordinated policy development, legislative planning, legal assistance, communications, and public information. The Administrative Services Division also provides centralized support in the areas of financial systems, personnel functions, budget, and general services.

Fiscal Year 2019 Governor's Recommendations

- \$10,016 for pay plan, including \$1,920 general revenue.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Administration and Insurance Operations	\$ 9,374,437	\$ 10,938,007	\$ 10,882,933	\$ 10,949,709
Market Conduct and Financial Examinations	3,410,939	4,217,557	4,214,038	4,214,038
Health Insurance Counseling	1,420,000	1,450,000	1,450,000	1,450,000
Division of Credit Unions	1,146,001	1,321,135	1,320,480	1,322,755
Division of Finance	8,032,196	9,045,352	9,040,365	9,058,013
Division of Professional Registration	12,238,465	16,855,661	16,846,231	18,764,270
DEPARTMENTAL TOTAL	\$ 35,622,038	\$ 43,827,712	\$ 43,754,047	\$ 45,758,785
Federal Funds	1,220,000	1,250,000	1,250,000	1,250,000
Other Funds	34,402,038	42,577,712	42,504,047	44,508,785
Total Full-time Equivalent Employees	533.55	581.58	581.08	567.08
Other Funds	533.55	581.58	581.08	567.08

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$45.8 million for the Department of Insurance, Financial Institutions and Professional Registration. The department protects consumers through oversight of the insurance industry, financial institutions, and licensed professionals.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
ADMINISTRATION AND INSURANCE OPERATIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 161,541	\$ 167,484	\$ 169,581
Insurance Operations	<u>9,212,896</u>	<u>10,770,523</u>	<u>10,780,128</u>
TOTAL	\$ 9,374,437	\$ 10,938,007	\$ 10,949,709
PERSONAL SERVICE			
Other Funds	7,997,376	8,856,974	8,914,473
EXPENSE AND EQUIPMENT			
Other Funds	1,377,061	2,076,033	2,030,236
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	0	5,000	5,000
TOTAL			
Other Funds	9,374,437	10,938,007	10,949,709
Total Full-time Equivalent Employees	148.07	181.13	165.63
Other Funds	148.07	181.13	165.63

ADMINISTRATION

Certain administrative functions such as policy development, legislative coordination, communications (public information), research, and accounting are centralized to provide more efficient services. Staff provides these functions centrally with the costs allocated to the appropriate divisions within the department based on usage.

INSURANCE OPERATIONS

Insurance staff is responsible for overseeing the insurance industry's compliance with Missouri insurance laws and regulations, and protecting the interests of Missouri insurance-buying consumers. Examples of specific duties include licensing insurance producers (agents, brokers, and agencies), investigating consumer complaints, collecting premium taxes paid by insurance companies, and providing information to over 37,000 consumers each year through a statewide toll-free hotline and the department's website.

Fiscal Year 2019 Governor's Recommendations

- \$66,776 other funds for pay plan.
- (\$45,797) Insurance Dedicated Fund core reduction for one-time expenditures.
- (\$9,277) Insurance Dedicated Fund and (.5) staff transferred to the Office of the Governor.
- (15) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
MARKET CONDUCT AND FINANCIAL EXAMINATIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Market Conduct and Financial Examinations TOTAL	\$ 3,410,939	\$ 4,217,557	\$ 4,214,038
PERSONAL SERVICE	3,154,491	3,446,590	3,446,590
EXPENSE AND EQUIPMENT	256,448	770,967	767,448
TOTAL			
Other Funds	3,410,939	4,217,557	4,214,038
Total Full-time Equivalent Employees	40.77	43.30	43.30
Other Funds	40.77	43.30	43.30

The department performs both financial and market conduct examinations. Financial examinations ensure that insurance companies have sufficient reserves to pay consumer claims. Market conduct examinations of insurance companies serve to verify that policyholders and beneficiaries receive the full benefits from the contracts by which they and the insurer have agreed.

Fiscal Year 2019 Governor's Recommendations

- (\$3,519) Insurance Examiners Fund core reduction for one-time expenditures.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
HEALTH INSURANCE COUNSELING**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Health Insurance Counseling TOTAL	\$ 1,420,000	\$ 1,450,000	\$ 1,450,000
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	1,220,000	1,250,000	1,250,000
Other Funds	200,000	200,000	200,000
TOTAL			
Federal Funds	1,220,000	1,250,000	1,250,000
Other Funds	200,000	200,000	200,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

The department sponsors the Missouri State Health Insurance Assistance Program, commonly known as CLAIM. Trained counselors provide free, unbiased advocacy, education, and assistance to people with Medicare and those who help them to make informed decisions about Medicare and related health insurance needs.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF CREDIT UNIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Credit Unions			
TOTAL	\$ 1,146,001	\$ 1,321,135	\$ 1,322,755
PERSONAL SERVICE	1,019,724	1,177,380	1,179,000
EXPENSE AND EQUIPMENT	126,277	143,755	143,755
TOTAL			
Other Funds	1,146,001	1,321,135	1,322,755
Total Full-time Equivalent Employees	13.93	15.50	15.50
Other Funds	13.93	15.50	15.50

The Division of Credit Unions is responsible for the examination, supervision, chartering, merger, and liquidation of Missouri's state-chartered credit unions. The division also responds to consumer complaints against credit union services or operations. Missouri's 105 credit unions have approximately 1.4 million members and assets exceeding \$13.3 billion. Missouri ranks sixth in the nation in the number of state-chartered credit unions.

Fiscal Year 2019 Governor's Recommendations

- \$2,275 Division of Credit Unions Fund for pay plan.
- (\$655) Division of Credit Unions Fund transferred to the Office of the Governor.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF FINANCE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Finance TOTAL	\$ 8,032,196	\$ 9,045,352	\$ 9,058,013
PERSONAL SERVICE	7,318,836	8,117,376	8,130,037
EXPENSE AND EQUIPMENT	708,060	926,976	926,976
PROGRAM SPECIFIC DISTRIBUTION	5,300	1,000	1,000
TOTAL Other Funds	8,032,196	9,045,352	9,058,013
Total Full-time Equivalent Employees	106.93	118.15	116.15
Other Funds	106.93	118.15	116.15

The Division of Finance is responsible for the incorporation and regulation of Missouri's 257 state-chartered banks, non-deposit trust companies, and savings and loan associations. The division also licenses and regulates consumer credit companies, credit services organizations, money order companies, and residential mortgage brokers. Primary objectives include ensuring the safety and soundness of these institutions and the monitoring of compliance with laws and regulations, thereby safeguarding the funds of depositors and maintaining public confidence in Missouri's financial system. Missouri ranks third in the nation in the number of state-chartered banks.

Fiscal Year 2019 Governor's Recommendations

- \$17,648 Division of Finance Fund for pay plan.
- (\$4,987) Division of Finance Fund transferred to the Office of the Governor.
- (Two) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF PROFESSIONAL REGISTRATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 4,248,187	\$ 4,758,226	\$ 5,736,360
State Board of Accountancy	444,516	542,259	546,159
State Board for Architects, Professional Engineers, Land Surveyors and Landscape Architects	527,527	699,996	705,846
State Board of Chiropractic Examiners	57,151	131,820	131,820
Missouri Dental Board	398,722	632,117	636,992
State Board of Embalmers and Funeral Directors	120,873	164,200	164,200
State Board of Registration for the Healing Arts	2,055,811	2,656,349	2,681,699
State Board of Nursing	1,633,834	3,845,989	3,858,989
State Board of Optometry	23,286	34,726	34,726
State Board of Pharmacy	1,409,393	1,763,217	2,625,117
State Board of Podiatric Medicine	10,479	13,734	13,734
Missouri Real Estate Commission	1,009,829	1,231,154	1,246,754
Missouri Veterinary Medical Board	30,838	107,975	107,975
State Board of Cosmetology and Barber Examiners	268,019	273,899	273,899
TOTAL	\$ 12,238,465	\$ 16,855,661	\$ 18,764,270
PERSONAL SERVICE	8,972,702	9,773,429	10,115,133
EXPENSE AND EQUIPMENT	3,264,578	5,062,232	5,879,137
PROGRAM SPECIFIC DISTRIBUTION	1,185	2,020,000	2,770,000
TOTAL			
Other Funds	12,238,465	16,855,661	18,764,270
Total Full-time Equivalent Employees	223.85	223.50	226.50
Other Funds	223.85	223.50	226.50

The Division of Professional Registration is responsible for supporting 41 professional licensing boards and commissions in licensing and regulating the activities of over 474,000 Missourians representing approximately 254 different trades and professions. The division serves and protects the public by providing an accessible, responsible, and accountable regulatory system to ensure that Missouri consumers benefit from competent practitioners. Each licensing entity licenses qualified professionals by ensuring that minimum requirements have been met. In addition, each entity must appropriately enforce standards through the inspection of facilities and the investigation of complaints.

Fiscal Year 2019 Governor's Recommendations

ADMINISTRATION

- \$750,000 Professional Registration Fees Fund to collect and transmit federal Appraisal Management Company fees.
- \$192,389 Professional Registration Fees Fund and three staff to implement SB 240 (2017) requiring electrical contractors to be licensed.
- \$45,175 Professional Registration Fees Fund for pay plan.
- (\$9,430) Professional Registration Fees Fund transferred to the Office of the Governor.

STATE BOARD OF ACCOUNTANCY

- \$3,900 State Board of Accountancy Fund for pay plan.

STATE BOARD FOR ARCHITECTS, PROFESSIONAL ENGINEERS, LAND SURVEYORS AND LANDSCAPE ARCHITECTS

- \$5,850 State Board for Architects, Professional Engineers, Professional Land Surveyors and Professional Landscape Architects Fund for pay plan.

**DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION
DIVISION OF PROFESSIONAL REGISTRATION**

STATE BOARD OF CHIROPRACTIC EXAMINERS

Continue funding at the current level.

MISSOURI DENTAL BOARD

- \$4,875 Dental Board Fund for pay plan.

STATE BOARD OF EMBALMERS AND FUNERAL DIRECTORS

Continue funding at the current level.

STATE BOARD OF REGISTRATION FOR THE HEALING ARTS

- \$25,350 Board of Registration for the Healing Arts Fund for pay plan.

STATE BOARD OF NURSING

- \$13,000 State Board of Nursing Fund for pay plan.

STATE BOARD OF OPTOMETRY

Continue funding at the current level.

STATE BOARD OF PHARMACY

- \$750,000 Board of Pharmacy Fund to implement SB 139 (2017) for the Rx Cares for Missouri Program.
- \$108,000 Board of Pharmacy Fund to attract and retain qualified inspectors.
- \$3,900 Board of Pharmacy Fund for pay plan.

STATE BOARD OF PODIATRIC MEDICINE

Continue funding at the current level.

MISSOURI REAL ESTATE COMMISSION

- \$15,600 Real Estate Commission Fund for pay plan.

MISSOURI VETERINARY MEDICAL BOARD

Continue funding at the current level.

STATE BOARD OF COSMETOLOGY AND BARBER EXAMINERS

Continue funding at the current level.

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Department Administration	\$ 8,440,569	\$ 13,453,345	\$ 13,271,512	\$ 13,271,512
Labor and Industrial Relations Commission	863,547	1,007,001	1,007,001	1,000,019
Division of Labor Standards	1,767,297	2,353,142	2,283,757	2,168,538
Division of Workers' Compensation	108,471,104	145,364,650	136,346,746	136,527,386
Division of Employment Security	28,789,313	47,160,616	57,110,616	47,422,103
State Board of Mediation	114,067	122,761	122,761	123,411
Missouri Commission on Human Rights	1,440,265	1,754,726	1,754,726	1,772,926
DEPARTMENTAL TOTAL	\$ 149,886,162	\$ 211,216,241	\$ 211,897,119	\$ 202,285,895
General Revenue Fund	1,908,836	2,125,460	2,152,639	2,024,620
Federal Funds	35,075,627	53,376,729	63,276,624	53,601,048
Martin Luther King, Jr. State Celebration Commission Fund	0	5,000	5,000	5,000
Tort Victims' Compensation Fund	361,761	1,004,836	1,004,836	1,004,836
Workers' Compensation Fund	10,942,804	12,242,296	13,224,392	13,407,848
Second Injury Fund	99,195,901	134,060,833	124,060,833	124,060,833
War on Terror Unemployment Compensation Fund	0	90,000	40,000	40,000
Child Labor Enforcement Fund	5,667	179,450	82,885	79,450
Workers Memorial Fund	0	250,000	250,000	250,000
Special Employment Security Fund	2,150,725	7,391,442	7,309,715	7,319,465
Unemployment Automation Fund	194,089	435,303	435,303	437,903
State Mine Inspection Fund	50,752	54,892	54,892	54,892
Total Full-time Equivalent Employees	700.34	813.52	822.02	818.62
General Revenue Fund	24.39	22.12	23.12	19.72
Federal Funds	512.02	614.24	613.54	613.54
Other Funds	163.93	177.16	185.36	185.36

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$202.3 million for the Department of Labor and Industrial Relations. The department provides services that promote economic security and safe and healthy workplaces, and protect wage earners and individuals against discrimination.

The core functions provided by the Department of Labor and Industrial Relations include:

- Processing and awarding payment of compensation to those who are unemployed or injured at work.
- Ensuring safe and healthy workplaces for Missouri employees through on-site inspections that identify hazards to be corrected in the workplace.
- Protecting wage earners and individuals against discrimination by improving workplace conditions and enforcing labor and anti-discrimination laws.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DEPARTMENT ADMINISTRATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Director and Staff	\$ 534,457	\$ 1,450,000	\$ 1,450,000
Administrative Services	<u>7,906,112</u>	<u>12,003,345</u>	<u>11,821,512</u>
TOTAL	\$ 8,440,569	\$ 13,453,345	\$ 13,271,512
EXPENSE AND EQUIPMENT			
Federal Funds	534,457	1,450,000	1,450,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	453,788	469,535	469,534
Federal Funds	5,682,205	9,221,789	9,147,060
Other Funds	1,770,119	2,312,021	2,204,918
TOTAL			
General Revenue Fund	453,788	469,535	469,534
Federal Funds	6,216,662	10,671,789	10,597,060
Other Funds	1,770,119	2,312,021	2,204,918
Total Full-time Equivalent Employees	43.38	49.15	48.65
General Revenue Fund			
Federal Funds	43.38	49.15	48.65
Other Funds			

The Director's Office provides leadership and supervision in the areas of policy, operation, and interagency coordination. Functions centralized within the Director's Office include: administrative services, financial management, human resources, legislative and public relations, research and analysis, and legal services. (Although spending authority is appropriated to Department Administration, for purposes of the Executive Budget, certain funds appear in other divisions of the department to more clearly reflect where dollars are spent.)

Fiscal Year 2019 Governor's Recommendations

- \$25,376 federal funds reallocated for realignment of the federal cost allocation plan.
- (\$181,833) core reduction from the Fiscal Year 2018 appropriation level, including (\$1) general revenue.
- (\$25,376) Workers' Compensation Fund reallocated for realignment of the federal cost allocation plan.
- (.5) staff transferred to the Office of the Governor.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
LABOR AND INDUSTRIAL RELATIONS COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Labor and Industrial Relations Commission			
TOTAL	\$ 863,547	\$ 1,007,001	\$ 1,000,019
PERSONAL SERVICE			
General Revenue Fund	10,753	9,476	0
Federal Funds	427,233	545,711	523,945
Other Funds	390,587	392,392	417,246
EXPENSE AND EQUIPMENT			
General Revenue Fund	674	594	0
Federal Funds	16,562	34,221	32,724
Other Funds	17,738	24,607	26,104
TOTAL			
General Revenue Fund	11,427	10,070	0
Federal Funds	443,795	579,932	556,669
Other Funds	408,325	416,999	443,350
Total Full-time Equivalent Employees	12.54	14.00	13.59
General Revenue Fund	0.25	0.41	0.00
Federal Funds	5.80	7.91	7.71
Other Funds	6.49	5.68	5.88

The three-member Labor and Industrial Relations Commission reviews appeals at the highest administrative level in workers' compensation, unemployment compensation, tort victims' compensation, and prevailing wage cases. The commission conducts hearings and renders written opinions, which are subject to review by the judiciary. The commission is also charged with the statutory authority to approve or disapprove all rules and regulations promulgated by the divisions within the department.

Fiscal Year 2019 Governor's Recommendations

- \$3,088 federal and other funds for pay plan.
- \$25,376 Workers' Compensation Fund and .2 staff reallocated for realignment of the federal cost allocation plan.
- (\$25,376) federal funds and (.2) staff reallocated for realignment of the federal cost allocation plan.
- (\$10,070) and (.41) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF LABOR STANDARDS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 677,622	\$ 745,109	\$ 419,814
On-Site Safety and Health Program	864,104	1,169,327	1,178,417
Mine Safety and Health Training Program	225,571	438,706	570,307
TOTAL	\$ 1,767,297	\$ 2,353,142	\$ 2,168,538
PERSONAL SERVICE			
General Revenue Fund	579,584	429,037	338,129
Federal Funds	725,178	907,233	917,732
Other Funds	226,233	247,157	248,998
EXPENSE AND EQUIPMENT			
General Revenue Fund	41,619	49,060	43,024
Federal Funds	148,332	488,544	488,544
Other Funds	46,351	232,011	132,011
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	0	100	100
TOTAL			
General Revenue Fund	621,203	478,097	381,153
Federal Funds	873,510	1,395,877	1,406,376
Other Funds	272,584	479,168	381,009
Total Full-time Equivalent Employees			
General Revenue Fund	34.09	32.21	30.22
Federal Funds	13.48	8.71	6.72
Other Funds	16.01	18.27	18.27
Other Funds	4.60	5.23	5.23

The Division of Labor Standards exists to ensure the proper payment, safety, and health of Missouri workers. Staff conducts regular and special on-site inspections of businesses, industries, and commercial mines and caves. The division also provides free on-site safety and health consultations at the request of employers; ensures compliance with statutory provisions governing wage rates for public works projects; and conducts on-site inspections to assure compliance with Missouri's Child Labor Law.

Fiscal Year 2019 Governor's Recommendations

- \$15,404 for pay plan, including \$3,064 general revenue.
- (\$200,008) and (1.99) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$100,008) general revenue.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF WORKERS' COMPENSATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 8,913,467	\$ 10,303,817	\$ 11,466,553
Second Injury Fund Benefits	99,195,901	134,060,833	124,060,833
Tort Victims' Compensation Payments	361,736	1,000,000	1,000,000
TOTAL	\$ 108,471,104	\$ 145,364,650	\$ 136,527,386
PERSONAL SERVICE			
Other Funds	7,854,638	8,177,870	9,340,606
EXPENSE AND EQUIPMENT			
Other Funds	893,750	1,653,945	1,655,945
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	149,981	450,000	450,000
Other Funds	99,572,735	135,082,835	125,080,835
TOTAL			
General Revenue Fund	149,981	450,000	450,000
Other Funds	108,321,123	144,914,650	136,077,386
Total Full-time Equivalent Employees	132.97	144.25	152.25
Other Funds	132.97	144.25	152.25

ADMINISTRATION

The Division of Workers' Compensation processes all reports of job-related injuries and formal claims for compensation filed with the division under Missouri Workers' Compensation Law. The division also resolves disputes between an employee and employer/insurer through mediation and/or evidentiary hearings, which are conducted by the division's administrative law judges. The division administers the rehabilitation of seriously injured workers, resolves disputes concerning the reasonableness of medical fees and charges, reviews and approves applications by employers or group trusts for self-insurance authority, and investigates allegations of workers' compensation fraud and noncompliance.

Fiscal Year 2019 Governor's Recommendations

- \$982,096 Workers' Compensation Fund and eight staff for additional administrative law judges.
- \$112,227 Workers' Compensation Fund to implement the recommendations of the Missouri Citizens' Commission on Compensation for Elected Officials.
- \$68,413 Workers' Compensation Fund for pay plan.

SECOND INJURY FUND BENEFITS

The Second Injury Fund is designed to compensate an injured employee when a current work-related injury combines with a prior injury to create an increased combined disability. The fund is also responsible for payment of medical bills for injured employees when the employer fails to insure its workers' compensation liability. In addition, if an employee is killed, burial expenses and death benefits in the form of weekly payments to the surviving spouse or dependents are paid from the fund. The fund also provides benefits to injured employees undergoing physical rehabilitation. For injuries taking place after August 28, 1998, but no later than December 31, 2013, the fund provides second job lost wage benefits. SB 1, signed into law on July 10, 2013, authorized a supplemental surcharge to provide funding to pay backlogged claims that have been held due to insufficient resources in the Second Injury Fund.

Fiscal Year 2019 Governor's Recommendations

- (\$10,000,000) Workers' Compensation – Second Injury Fund core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF WORKERS' COMPENSATION**

TORT VICTIMS' COMPENSATION PAYMENTS

The Tort Victims' Compensation Fund provides benefits to individuals who have received a final monetary judgment in a civil case but who have been unable to collect all, or part of, the judgment entered against the defendant. The fund's exclusive revenue source is 50 percent of all punitive damage awards entered in civil cases in Missouri. Of this amount, 74 percent is used to pay tort victims, and the remaining 26 percent is transferred to the Basic Civil Legal Services Fund.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF EMPLOYMENT SECURITY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 19,257,016	\$ 29,009,705	\$ 29,311,442
Special Employment Security Fund	1,935,459	7,060,911	7,070,661
War on Terror Unemployment Compensation Program	0	90,000	40,000
Employment and Training Payments	7,596,838	11,000,000	11,000,000
TOTAL	\$ 28,789,313	\$ 47,160,616	\$ 47,422,103
PERSONAL SERVICE			
Federal Funds	15,932,563	22,787,832	23,086,969
Other Funds	747,339	982,071	994,421
EXPENSE AND EQUIPMENT			
Federal Funds	2,798,449	5,086,526	5,086,526
Other Funds	1,380,408	6,559,123	6,519,123
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	7,928,753	11,700,044	11,700,044
Other Funds	1,801	45,020	35,020
TOTAL			
Federal Funds	26,659,765	39,574,402	39,873,539
Other Funds	2,129,548	7,586,214	7,548,564
Total Full-time Equivalent Employees			
Federal Funds	448.22	539.21	539.21
Other Funds	428.35	517.21	517.21
Other Funds	19.87	22.00	22.00

ADMINISTRATION

The Division of Employment Security is responsible for determining employer liability, collecting unemployment compensation taxes from liable Missouri employers, paying unemployment benefits to eligible claimants, maintaining wage records of Missouri workers, and investigating cases involving possible fraud and benefit overpayments.

Fiscal Year 2019 Governor's Recommendations

- \$301,737 federal and other funds for pay plan.

SPECIAL EMPLOYMENT SECURITY FUND

The Special Employment Security Fund receives interest and penalties collected under the provisions of the Missouri Employment Security Law. Expenditures from this fund include refunds of overcollected interest and penalties and administrative expenses of the division not covered by federal monies. Federal interest assessments on Title XII advances to the Unemployment Compensation Trust Fund are also deposited into this fund until payment to the federal government is made.

Fiscal Year 2019 Governor's Recommendations

- \$9,750 Special Employment Security Fund for pay plan.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
DIVISION OF EMPLOYMENT SECURITY**

WAR ON TERROR UNEMPLOYMENT COMPENSATION PROGRAM

The War on Terror Unemployment Compensation Program provides enhanced unemployment benefits to veterans of the War on Terror who have been dismissed or demoted as a result of being deployed. Benefits are paid out of the War on Terror Unemployment Compensation Fund, which consists of administrative penalties paid by employers found in violation of the relevant statutory provisions.

Fiscal Year 2019 Governor's Recommendations

- (\$50,000) War on Terror Unemployment Compensation Fund core reduction from the FY 2018 appropriation level.

EMPLOYMENT AND TRAINING PAYMENTS

The Division of Employment Security operates employment and training programs established and funded by the U.S. Department of Labor as authorized by the Disaster Unemployment Assistance and the Trade Adjustment Assistance programs. The division contracts with the Division of Workforce Development and others to provide a full range of services, which include referral to employer job openings, job readiness skills training, referral to classroom or employer training, and payment of support services such as transportation, subsistence, and relocation allowances.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
STATE BOARD OF MEDIATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Board of Mediation TOTAL	\$ 114,067	\$ 122,761	\$ 123,411
PERSONAL SERVICE	107,519	113,785	114,435
EXPENSE AND EQUIPMENT	6,548	8,976	8,976
TOTAL			
General Revenue Fund	114,067	122,761	123,411
Total Full-time Equivalent Employees	1.27	2.00	2.00
General Revenue Fund	1.27	2.00	2.00

The State Board of Mediation is a quasi-judicial board that is statutorily charged with determining appropriate bargaining units of public employees that request the establishment of such units and conducting elections to determine the exclusive bargaining representative for those units.

Fiscal Year 2019 Governor's Recommendations

- \$650 for pay plan.

**DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS
MISSOURI COMMISSION ON HUMAN RIGHTS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Commission on Human Rights	\$ 1,387,374	\$ 1,694,640	\$ 1,712,840
Martin Luther King Jr. State Celebration Commission	52,891	60,086	60,086
TOTAL	\$ 1,440,265	\$ 1,754,726	\$ 1,772,926
PERSONAL SERVICE			
General Revenue Fund	489,631	523,573	529,098
Federal Funds	747,397	951,745	964,420
EXPENSE AND EQUIPMENT			
General Revenue Fund	16,135	19,026	19,026
Federal Funds	134,471	202,884	202,884
Other Funds	0	600	600
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	52,604	52,398	52,398
Federal Funds	27	100	100
Other Funds	0	4,400	4,400
TOTAL			
General Revenue Fund	558,370	594,997	600,522
Federal Funds	881,895	1,154,729	1,167,404
Other Funds	0	5,000	5,000
Total Full-time Equivalent Employees			
General Revenue Fund	27.87	32.70	32.70
Federal Funds	9.39	11.00	11.00
Other Funds	18.48	21.70	21.70

MISSOURI COMMISSION ON HUMAN RIGHTS

The statutory mandate of the Missouri Commission on Human Rights (MCHR) is to prevent and eliminate discrimination as prohibited by the Missouri Human Rights Act. The act requires the MCHR to investigate and resolve complaints of alleged discrimination in the areas of housing, employment, and public accommodations due to race, color, religion, national origin, ancestry, sex, disability, or age (in employment only) and familial status (in housing only). Through its education and outreach program, the MCHR reduces intergroup conflict and discourages illegal discrimination.

Fiscal Year 2019 Governor's Recommendations

- \$18,200 for pay plan, including \$5,525 general revenue.

MARTIN LUTHER KING JR. STATE CELEBRATION COMMISSION

The Martin Luther King Jr. State Celebration Commission reviews proposals and recommends funding for distribution to organizations and communities across the state for appropriate activities in recognition and celebration of Martin Luther King Day in Missouri.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

DEPARTMENT OF PUBLIC SAFETY

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 59,530,481	\$ 63,824,799	\$ 63,237,798	\$ 62,886,585
Capitol Police	1,386,959	1,656,365	1,607,470	1,630,220
State Highway Patrol	298,990,204	337,942,487	341,809,019	349,440,995
Division of Alcohol and Tobacco Control	1,608,818	1,892,292	1,892,292	1,908,542
Division of Fire Safety	3,764,839	5,313,929	5,358,674	4,591,645
Missouri Veterans' Commission	83,125,339	86,624,981	88,471,663	89,342,113
Missouri Gaming Commission	26,059,707	28,478,610	28,478,610	28,666,440
Adjutant General and State Emergency Management Agency	110,481,954	179,690,239	179,440,239	180,354,408
DEPARTMENTAL TOTAL	\$ 584,948,301	\$ 705,423,702 *	\$ 710,295,765	\$ 718,820,948
General Revenue Fund	55,826,849	73,271,996	72,541,740	71,591,529
Federal Funds	150,428,143	212,011,007	211,748,060	213,029,202
Gaming Commission Fund	27,812,175	31,147,584	31,341,321	31,618,602
Missouri Veterans' Homes Fund	76,485,517	78,696,006	80,542,688	81,346,081
State Highways and Transportation Department Fund	223,840,491	240,440,875	243,443,485	249,809,619
Other Funds	50,555,126	69,856,234	70,678,471	71,425,915
Total Full-time Equivalent Employees	5,115.91	5,070.45	5,071.95	5,071.45
General Revenue Fund	449.05	488.07	489.57	486.07
Federal Funds	419.30	431.83	430.83	430.83
Other Funds	4,247.56	4,150.55	4,151.55	4,154.55

* Does not include \$4,382,000 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Public Safety supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$718.8 million for the Department of Public Safety.

The department provides citizens with around-the-clock service by land, water, and air through these core functions:

- Preparing for and responding to disasters.
- Maintaining National Guard units at a high state of readiness so they are prepared to respond when called to active duty.
- Providing assistance and care for veterans.
- Enforcing laws on state roads and waterways.
- Combating the manufacturing and sale of illegal drugs.
- Supporting local law enforcement agencies.
- Assisting victims of crime and crime victim organizations, such as domestic violence shelters.
- Promoting fire safety.
- Regulating riverboat gambling.

**DEPARTMENT OF PUBLIC SAFETY
OFFICE OF THE DIRECTOR AND
CRIMINAL JUSTICE PROGRAMS UNIT**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 20,429,038	\$ 29,062,146	\$ 27,983,582
Juvenile Justice Programs	440,572	822,792	722,492
Narcotics Control Assistance	3,370,307	4,510,000	4,450,000
Crime Victims' Programs	29,317,494	16,134,161	16,734,811
Cyber Crimes Task Forces	1,420,652	2,000,700	2,000,700
National Forensic Sciences Improvement Program	93,186	100,000	100,000
State Forensic Labs	239,900	400,000	400,000
Residential Substance Abuse Treatment Grant Program	304,331	350,000	300,000
Missouri Sheriff Methamphetamine Relief Taskforce (MOSMART)	2,960,171	7,200,000	7,200,000
Peace Officer Standards and Training Program	951,567	1,250,000	1,000,000
Funding for Fallen Public Safety Officers	3,263	50,000	50,000
Information Technology Services	0	1,945,000	1,945,000
TOTAL	\$ 59,530,481	\$ 63,824,799	\$ 62,886,585
PERSONAL SERVICE			
General Revenue Fund	1,035,165	1,309,070	1,453,093
Federal Funds	1,427,901	1,922,827	1,932,259
Other Funds	505,088	629,435	636,689
EXPENSE AND EQUIPMENT			
General Revenue Fund	114,072	467,483	207,214
Federal Funds	522,245	1,382,332	1,017,332
Other Funds	1,932,930	4,201,511	4,201,511
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	5,552,522	6,966,143	6,487,789
Federal Funds	38,524,891	31,222,870	31,377,570
Other Funds	9,915,667	15,723,128	15,573,128
TOTAL			
General Revenue Fund	6,701,759	8,742,696	8,148,096
Federal Funds	40,475,037	34,528,029	34,327,161
Other Funds	12,353,685	20,554,074	20,411,328
Total Full-time Equivalent Employees			
General Revenue Fund	63.84	73.55	75.05
Federal Funds	19.68	27.97	29.47
Other Funds	30.67	31.72	31.72
Other Funds	13.49	13.86	13.86

The Director's Office provides the central budgeting, finance, and personnel control to ensure efficient use of available resources. Staff members plan, review, and evaluate programs to coordinate the state's public safety and law enforcement efforts, and to promote cooperation among local, state, and federal agencies. In addition, the criminal justice unit oversees the implementation of programs relating to juvenile justice, peace officer standards, forensic laboratories, narcotics control, and crime victims' assistance.

Fiscal Year 2019 Governor's Recommendations

- \$163,158 and two staff for the Missouri Statewide Interoperability Network (MOSWIN).
- \$100,000 MODEX Fund for the Missouri Data Exchange (MODEX) Program.
- \$25,287 for pay plan, including \$8,601 general revenue.
- (\$875,301) core reduction from the Fiscal Year 2018 appropriation level, including (\$475,001) general revenue.
- (\$253,009) core reduction for one-time expenditures.
- (\$60,000) federal funds transferred to the Missouri Office of Prosecution Services.
- (\$24,349) and (.5) staff transferred to the Office of the Governor.
- (\$12,500) reallocated to the Highway Patrol to administer alert systems.
- (\$1,500) transferred to the Office of Administration for information technology resources.

**DEPARTMENT OF PUBLIC SAFETY
CAPITOL POLICE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Capitol Police TOTAL	\$ 1,386,959	\$ 1,656,365	\$ 1,630,220
PERSONAL SERVICE	1,303,377	1,517,242	1,539,992
EXPENSE AND EQUIPMENT	83,582	139,123	90,228
TOTAL			
General Revenue Fund	1,386,959	1,656,365	1,630,220
Total Full-time Equivalent Employees	33.41	37.00	37.00
General Revenue Fund	33.41	37.00	37.00

The Capitol Police are responsible for security at the Capitol Building and other facilities occupied by state agencies throughout Jefferson City.

Fiscal Year 2019 Governor's Recommendations

- \$22,750 for pay plan.
- (\$48,895) core reduction for one-time expenditures.

**DEPARTMENT OF PUBLIC SAFETY
STATE HIGHWAY PATROL**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 9,079,631	\$ 9,671,392	\$ 9,800,348
Fringe Benefits	100,738,419	111,387,881	116,049,632
Enforcement	124,561,779	144,097,606	148,234,661
Crime Laboratory	9,825,453	12,038,625	11,982,594
Law Enforcement Academy	2,060,303	2,497,695	2,522,230
Vehicle and Driver Safety	11,700,243	12,973,110	13,330,199
Technical Services	41,024,376	45,276,178	47,521,331
TOTAL	\$ 298,990,204	\$ 337,942,487	\$ 349,440,995
PERSONAL SERVICE			
General Revenue Fund	27,001,773	30,833,254	30,872,049
Federal Funds	5,258,676	10,023,489	10,037,396
Gaming Commission Fund	386,506	596,173	685,624
State Highways and Transportation Department Fund	177,582,230	190,261,856	198,684,146
Other Funds	10,590,298	11,356,934	11,855,790
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,594,183	5,274,322	5,694,306
Federal Funds	7,000,470	12,770,645	12,770,645
Gaming Commission Fund	1,372,227	2,134,111	2,327,848
State Highways and Transportation Department Fund	46,257,774	50,178,819	51,125,273
Other Funds	15,268,516	19,712,203	20,587,237
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	100	100
Federal Funds	3,668,861	4,786,381	4,786,381
State Highways and Transportation Department Fund	487	200	200
Other Funds	8,203	14,000	14,000
TOTAL			
General Revenue Fund	31,595,956	36,107,676	36,566,455
Federal Funds	15,928,007	27,580,515	27,594,422
Gaming Commission Fund	1,758,733	2,730,284	3,013,472
State Highways and Transportation Department Fund	223,840,491	240,440,875	249,809,619
Other Funds	25,867,017	31,083,137	32,457,027
Total Full-time Equivalent Employees	2,435.59	2,330.00	2,336.00
General Revenue Fund	247.33	257.07	260.07
Federal Funds	58.85	27.00	26.00
Other Funds	2,129.41	2,045.93	2,049.93

ADMINISTRATION

This section includes the administrative, planning, fiscal, and support activities of the Missouri State Highway Patrol.

Fiscal Year 2019 Governor's Recommendations

- \$40,000 State Highways and Transportation Department Fund for recruitment advertising costs.
- \$135,244 for civilian salary grid alignment, including \$4,200 general revenue.
- \$48,508 State Highways and Transportation Department Fund and one staff reallocated from the Crime Lab Division.
- (\$94,796) other funds and (two) staff reallocated to other divisions.

**DEPARTMENT OF PUBLIC SAFETY
STATE HIGHWAY PATROL**

FRINGE BENEFITS

Employer retirement contributions, health insurance, and workers' compensation insurance for Missouri State Highway Patrol employees are paid by the state in a separate appropriation made for those purposes. The amount of the retirement payment is determined by the Board of Trustees of the Missouri Department of Transportation and Missouri Highway Patrol Employees' Retirement System (MPERS).

Fiscal Year 2019 Governor's Recommendations

- \$5,075,001 on an open-ended basis for fringe benefit cost increases, including \$241,644 general revenue.
- (\$413,250) core reduction from the Fiscal Year 2018 appropriation level.

ENFORCEMENT

The primary activity of this section is the patrolling of more than 123,000 miles of public roadways to ensure the safe and orderly flow of traffic and patrolling 626,081 acres of recreational waters in the state. The Enforcement Division also performs undercover investigations, assists local law enforcement agencies, provides access to the Missouri Uniform Law Enforcement System, performs criminal background checks, and maintains a statewide system of commercial motor vehicle weigh stations. Officers provide boating safety education and boat inspection services and enforce laws relating to water safety.

Fiscal Year 2019 Governor's Recommendations

- \$955,935 and nine staff for the Division of Drug and Crime Control operations.
- \$860,000 Highway Patrol's Motor Vehicle, Aircraft, and Watercraft Revolving Fund for forward looking infrared and mapping system equipment.
- \$612,926 State Highways and Transportation Department Fund for the Missouri Statewide Interoperability Network (MOSWIN) leases.
- \$120,000 for refurbishing armored vehicles.
- \$100,000 for vehicle weapon storage, including \$10,000 general revenue.
- \$2,256,180 for the Missouri State Highway Patrol salary grid adjustment, including \$276,180 general revenue.
- \$453,426 for civilian salary grid alignment, including \$33,168 general revenue.
- \$239,419 and five staff reallocated from various divisions, including \$124,205 general revenue.
- (\$1,026,154) core reduction for one-time expenditures, including (\$514,000) general revenue.
- (\$235,549) and (four) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$199,128) Criminal Record System Fund and (six) staff reallocated to other divisions.

CRIME LABORATORY

The Missouri State Highway Patrol Crime Laboratory is a nationally accredited crime lab system that provides state-of-the-art forensic science services to all local, state, and federal law enforcement agencies. Services provided include analysis in forensic specialties of controlled substance, DNA, trace evidence, firearms, tool-mark, toxicology, and latent fingerprint examination.

Fiscal Year 2019 Governor's Recommendations

- \$202,208 State Highways and Transportation Department Fund and three staff for reduction of crime laboratory backlog.
- \$245,969 for civilian salary grid alignment, including \$90,082 general revenue.
- \$155,255 Criminal Record System Fund and four staff reallocated from various divisions.
- (\$486,750) core reduction from the Fiscal Year 2018 appropriation level.
- (\$172,713) and (four) staff reallocated to various divisions, including (\$124,205) general revenue.

LAW ENFORCEMENT ACADEMY

The academy provides basic training to police officers in all agencies outside St. Louis and Jackson counties. The academy also provides administrative and specialized training to police officers from all counties.

Fiscal Year 2019 Governor's Recommendations

- \$24,535 other funds for civilian salary grid alignment.

**DEPARTMENT OF PUBLIC SAFETY
STATE HIGHWAY PATROL**

VEHICLE AND DRIVER SAFETY

This section evaluates drivers and vehicles to identify and remove those unfit to be on Missouri roadways. Over 4,400 inspection stations and approximately 14,830 inspector mechanics throughout the state are supervised. The section also maintains over 150 driver examination stations throughout the state.

Fiscal Year 2019 Governor's Recommendations

- \$357,089 State Highways and Transportation Department Fund for civilian salary grid alignment.

TECHNICAL SERVICES

This section develops and processes comprehensive criminal offender data, traffic record data, and administrative data. The database is used to respond to inquiries and for analysis of the criminal justice and traffic systems to plan for effective law enforcement. This section also operates the statewide Missouri Uniform Law Enforcement System (MULES).

Fiscal Year 2019 Governor's Recommendations

- \$1,038,000 for an upgrade to Missouri Statewide Interoperability Network (MOSWIN), including \$186,840 general revenue.
- \$281,000 for the sex offender registration system maintenance.
- \$58,137 State Highways and Transportation Department Fund and one staff for alignment of appropriations with planned expenditures.
- \$799,944 federal and other funds for the Missouri State Highway Patrol salary grid adjustment.
- \$312,491 for civilian salary grid alignment, including \$12,996 general revenue.
- \$86,537 Criminal Record System Fund and three staff reallocated from the Enforcement Division.
- \$12,500 reallocated from the Office of the Director for alert systems.
- (\$174,354) and (three) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$116,217) general revenue.
- (\$106,020) State Highways and Transportation Department Fund core reduction for one-time expenditures.
- (\$63,082) State Highways and Transportation Department Fund and (one) staff reallocated to the Enforcement Division.

**DEPARTMENT OF PUBLIC SAFETY
DIVISION OF ALCOHOL AND TOBACCO CONTROL**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Alcohol and Tobacco Control			
TOTAL	\$ 1,608,818	\$ 1,892,292	\$ 1,908,542
PERSONAL SERVICE			
Federal Funds	0	20,000	20,000
Other Funds	940,168	1,324,828	1,341,078
EXPENSE AND EQUIPMENT			
Federal Funds	63,168	147,594	147,594
Other Funds	605,482	399,870	399,870
TOTAL			
Federal Funds	63,168	167,594	167,594
Other Funds	1,545,650	1,724,698	1,740,948
Total Full-time Equivalent Employees	21.08	29.00	29.00
Other Funds	21.08	29.00	29.00

The Division of Alcohol and Tobacco Control administrative staff reviews all liquor license applications and reports liquor and tobacco violations. The staff develops facts regarding reported violations in pre-hearing conferences and formal hearings before the supervisor and when appropriate, issues citations.

The audit and collection staff reviews beer, wine, and liquor transactions to ensure that all revenues due to the state are collected. The program also ensures fair competition among liquor wholesalers by monitoring actual prices charged for various classes and types of beverages against price schedules for such products.

The enforcement program ensures that liquor licenses are issued only to qualified applicants on approved premises. Reports are filed with local authorities and the supervisor of Alcohol and Tobacco Control for review and appropriate action.

Fiscal Year 2019 Governor's Recommendations

- \$16,250 other funds for pay plan.

**DEPARTMENT OF PUBLIC SAFETY
DIVISION OF FIRE SAFETY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 3,210,827	\$ 4,393,929	\$ 3,671,645
Firefighter Training Program	554,012	920,000	920,000
TOTAL	\$ 3,764,839	\$ 5,313,929	\$ 4,591,645
PERSONAL SERVICE			
General Revenue Fund	1,983,895	2,204,705	2,456,950
Other Funds	780,144	897,483	908,534
EXPENSE AND EQUIPMENT			
General Revenue Fund	568,701	697,317	682,317
Other Funds	415,683	564,024	543,444
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	10,787	950,100	100
Other Funds	5,629	300	300
TOTAL			
General Revenue Fund	2,563,383	3,852,122	3,139,367
Other Funds	1,201,456	1,461,807	1,452,278
Total Full-time Equivalent Employees			
General Revenue Fund	66.31	70.92	69.92
Other Funds	47.69	51.92	50.92
Other Funds	18.62	19.00	19.00

Division of Fire Safety staff investigates the causes of fires and explosions. Investigators assist in case development and work with local law enforcement authorities to prosecute persons accused of arson. Inspection activities concentrate on fire prevention evaluations. Inspectors evaluate facilities that are used for state mental health patients, patient care facilities operated by the Department of Mental Health, day care facilities licensed by the state, senior citizen nutrition and recreation centers, and other public facilities. The division also administers the Public Boiler and Pressure Vessel Safety Inspection Program, Elevator Safety Program, and Amusement Ride Safety Program; conducts fireworks industry inspections; and provides firefighter training throughout the state.

Fiscal Year 2019 Governor's Recommendations

- \$257,397 for recruitment and retention of fire safety investigation and inspection staff.
- \$40,899 for pay plan, including \$29,848 general revenue.
- (\$1,000,000) and (one) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$20,580) Elevator Safety Fund core reduction for one-time expenditures.

**DEPARTMENT OF PUBLIC SAFETY
MISSOURI VETERANS' COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration and Service to Veterans	\$ 5,202,365	\$ 6,099,264	\$ 6,165,671
Veterans' Service Officer Program	1,378,491	1,600,000	1,600,000
Veterans' Homes	76,416,483	78,775,717	81,426,442
World War I Memorial	128,000	150,000	150,000
TOTAL	\$ 83,125,339	\$ 86,624,981	\$ 89,342,113
PERSONAL SERVICE			
General Revenue Fund	189,647	204,000	0
Veterans' Commission Capital Improvement Trust Fund	3,406,545	4,444,950	4,716,007
Missouri Veterans' Homes Fund	54,141,216	54,768,463	57,091,751
EXPENSE AND EQUIPMENT			
General Revenue Fund	363,750	0	0
Veterans' Commission Capital Improvement Trust Fund	1,101,056	1,456,213	1,456,213
Missouri Veterans' Homes Fund	22,344,301	23,927,543	24,254,330
Veterans' Trust Fund	72,333	73,812	73,812
World War I Memorial Trust Fund	128,000	150,000	150,000
PROGRAM SPECIFIC DISTRIBUTION			
Veterans' Commission Capital Improvement Trust Fund	1,378,491	1,600,000	1,600,000
TOTAL			
General Revenue Fund	553,397	204,000	0
Veterans' Commission Capital Improvement Trust Fund	5,886,092	7,501,163	7,772,220
Missouri Veterans' Homes Fund	76,485,517	78,696,006	81,346,081
Veterans' Trust Fund	72,333	73,812	73,812
World War I Memorial Trust Fund	128,000	150,000	150,000
Total Full-time Equivalent Employees			
General Revenue	1,803.15	1,753.69	1,753.69
Other Funds	5.09	0.00	0.00
	1,798.06	1,753.69	1,753.69

The Missouri Veterans' Commission has four components: administration, which oversees programs and maintains central files; the Missouri veterans' homes at St. James, Mexico, Mt. Vernon, Cape Girardeau, St. Louis, Cameron, and Warrensburg, which care for Missouri veterans; the Missouri veterans' cemeteries at Higginsville, Springfield, Jacksonville, and Bloomfield; and the Service to Veterans' Program, which assists veterans in applying for U.S. Veterans' Administration pensions and other benefits.

Fiscal Year 2019 Governor's Recommendations

- \$1,358,355 Missouri Veterans' Homes Fund for increased overtime costs.
- \$204,000 Veterans' Commission Capital Improvement Trust Fund for alignment of appropriations with planned expenditures.
- \$201,579 Missouri Veterans' Homes Fund for increases in food and medical costs.
- \$125,208 Missouri Veterans' Homes Fund for increases in routine costs of nursing home care.
- \$1,031,990 other funds for pay plan.
- (\$204,000) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF PUBLIC SAFETY
MISSOURI GAMING COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Gaming Commission TOTAL	\$ 26,059,707	\$ 28,478,610	\$ 28,666,440
PERSONAL SERVICE	19,662,970	21,423,464	21,611,294
EXPENSE AND EQUIPMENT	1,396,737	2,055,146	2,055,146
PROGRAM SPECIFIC DISTRIBUTION	5,000,000	5,000,000	5,000,000
TOTAL			
Other Funds	26,059,707	28,478,610	28,666,440
Total Full-time Equivalent Employees	226.95	238.75	238.75
Other Funds	226.95	238.75	238.75

The Missouri Gaming Commission regulates bingo, fantasy sports contest operators, and riverboat gambling at 13 riverboat casinos. The five members of the Gaming Commission are appointed by the Governor with the advice and consent of the Senate.

Fiscal Year 2019 Governor's Recommendations

- \$132,912 Gaming Commission Fund for the Missouri State Highway Patrol salary grid adjustment.
- \$50,538 Gaming Commission Fund for pay plan.
- \$4,380 Gaming Commission Fund for civilian salary grid alignment.

**DEPARTMENT OF PUBLIC SAFETY
ADJUTANT GENERAL AND
STATE EMERGENCY MANAGEMENT AGENCY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 1,379,036	\$ 1,418,418	\$ 1,510,003
Missouri National Guard Trust Fund Program	5,181,639	7,861,629	7,887,890
Veterans' Recognition Program	98,707	631,990	633,940
Field Support	2,618,130	3,005,786	2,634,095
Missouri Military Family Relief Program	60,515	150,000	150,000
Contract Services	20,050,504	25,653,934	25,859,641
Office of Air Search & Rescue	16,976	19,501	19,501
State Emergency Management Agency (SEMA)	81,076,447	140,948,981	141,659,338
TOTAL	\$ 110,481,954	\$ 179,690,239	\$ 180,354,408
PERSONAL SERVICE			
General Revenue Fund	3,666,700	3,488,572	3,468,185
Federal Funds	12,437,692	13,929,164	14,494,509
Missouri National Guard Trust Fund	1,027,323	1,291,425	1,317,686
Other Funds	228,129	277,787	282,285
EXPENSE AND EQUIPMENT			
General Revenue Fund	6,331,320	5,473,571	4,955,212
Federal Funds	17,613,745	17,365,462	18,005,273
Missouri National Guard Trust Fund	1,416,697	3,900,171	3,930,171
Other Funds	207,346	980,209	980,209
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,027,375	13,746,994	13,683,994
Federal Funds	63,910,494	118,440,243	118,440,243
Missouri National Guard Trust Fund	0	1	1
Other Funds	615,133	796,640	796,640
TOTAL			
General Revenue Fund	13,025,395	22,709,137	22,107,391
Federal Funds	93,961,931	149,734,869	150,940,025
Missouri National Guard Trust Fund	2,444,020	5,191,597	5,247,858
Other Funds	1,050,608	2,054,636	2,059,134
Total Full-time Equivalent Employees			
General Revenue Fund	465.58	537.54	532.04
Federal Funds	95.85	114.11	108.61
Missouri National Guard Trust Fund	329.78	373.11	373.11
Other Funds	39.95	50.32	50.32

ADMINISTRATION

This section provides administrative support for the Missouri National Guard, including the functions of command communication, logistical assistance, finance, and budgeting. The Adjutant General is the military chief-of-staff to the commander-in-chief (Governor). The Adjutant General is also the administrative head of the military forces, which include Army and Air National Guard elements assigned to the state by the federal government.

Fiscal Year 2019 Governor's Recommendations

- \$59,750 for the Missouri Reserve Force.
- \$30,000 Missouri National Guard Trust Fund for repairing the Missouri First World War Monument in Cheppy, France.
- \$14,348 for pay plan.
- (\$12,513) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF PUBLIC SAFETY
ADJUTANT GENERAL AND
STATE EMERGENCY MANAGEMENT AGENCY**

MISSOURI NATIONAL GUARD TRUST FUND PROGRAM

The Missouri National Guard Trust Fund receives income tax check-off contributions. Grants, gifts, and bequests may also be deposited in the fund. In the absence of specific requirements attached to fund donations, the Office of the Adjutant General may, subject to appropriation, expend the funds for any lawful purpose in support of the Guard.

Fiscal Year 2019 Governor's Recommendations

- \$26,261 Missouri National Guard Trust Fund for pay plan.

VETERANS' RECOGNITION PROGRAM

The Veterans' Recognition Program was first established in 2000 with the creation of the World War II Veterans' Recognition Award. The Program now includes the Korean Conflict Medallion Program, the Vietnam War Medallion Program, the Operation Iraqi Freedom and Operation New Dawn Medallion Program, and the Operation Desert Shield and Operation Desert Storm Medallion Program.

Fiscal Year 2019 Governor's Recommendations

- \$1,950 Veterans Commission Capital Improvement Trust Fund for pay plan.

FIELD SUPPORT

The field support section supports the operational needs of Missouri National Guard facilities located throughout the state. This section includes maintenance and operation of 59 readiness centers and 557 buildings in 54 Missouri communities.

Fiscal Year 2019 Governor's Recommendations

- \$22,668 for pay plan, including \$20,295 general revenue.
- (\$394,359) and (5.5) staff core reduction from the Fiscal Year 2018 appropriation level.

MISSOURI MILITARY FAMILY RELIEF PROGRAM

Families of persons who are members of the Missouri National Guard or Missouri residents who are members of the reserve forces of the United States and have been called to active duty as a result of the terrorist attacks of September 11, 2001 are eligible for grants through this program. This program is funded from donations and contributions designated on Missouri income tax returns.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

CONTRACT SERVICES

This section provides funding for contractual agreements between the federal and state governments.

Fiscal Year 2019 Governor's Recommendations

- \$205,707 for pay plan, including \$7,645 general revenue.

OFFICE OF AIR SEARCH AND RESCUE

The Office of Air Search and Rescue provides emergency services utilizing the efforts of professionally trained pilots, communications specialists, and emergency support personnel. The office works in cooperation with state and federal agencies, the Civil Air Patrol, and public and private hospitals to provide emergency services, rescue operations, mercy missions, aerial observations, and emergency communications to anyone in immediate need of these specialized services.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF PUBLIC SAFETY
ADJUTANT GENERAL AND
STATE EMERGENCY MANAGEMENT AGENCY**

STATE EMERGENCY MANAGEMENT AGENCY

The State Emergency Management Agency (SEMA) develops policies and procedures that help protect citizens in times of disaster. The agency is charged with the task of preparing and periodically updating plans to manage and control the state's resources in emergency situations. Once disaster strikes, the agency administers federal assistance to disaster areas, and coordinates efforts to aid individuals, protect property, and restore essential utilities and structures. A state emergency operations center is maintained to serve as the control center for state government should emergency situations arise.

The Center for Emergency Response and Terrorism (CERT) is responsible for coordinating regional and state preparedness for public health emergencies and natural disasters, including chemical, biological, radiological, and nuclear terrorism. Through partnerships with local public health agencies, health care organizations, local government agencies, first responders, and other public and private partners, the center works to assure that systems and programs are in place to protect the health of Missourians during a public health emergency.

Fiscal Year 2019 Governor's Recommendations

- \$43,546 for pay plan, including \$16,088 general revenue.
- \$979,811 federal funds transferred from the Department of Health and Senior Services for the Disaster Medical Assistance Team.
- (\$250,000) core reduction for one-time expenditures.
- (\$63,000) core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF CORRECTIONS

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 9,132,931	\$ 13,626,637	\$ 13,441,987	\$ 18,339,494
Division of Human Services	116,356,641	123,459,221	122,881,944	122,886,444
Division of Adult Institutions	287,885,853	301,854,774	302,597,218	343,439,367
Division of Offender Rehabilitative Services	189,140,749	195,680,269	206,906,513	202,989,876
Board of Probation and Parole	<u>83,394,368</u>	<u>90,448,547</u>	<u>90,129,280</u>	<u>90,775,948</u>
DEPARTMENTAL TOTAL	\$ 685,910,542	\$ 725,069,448 *	\$ 735,956,942	\$ 778,431,129
General Revenue Fund	653,832,650	677,177,958	688,428,309	695,249,096
Federal Funds	2,449,810	5,042,846	4,719,989	4,719,989
Inmate Canteen Fund	0	0	0	35,500,000
Working Capital Revolving Fund	23,593,385	30,604,097	30,604,097	30,746,447
Inmate Fund	5,400,319	11,379,547	11,339,547	11,350,597
Inmate Incarceration Reimbursement Act Revolving Fund	556,540	750,000	750,000	750,000
Correctional Substance Abuse Earnings Fund	74,861	40,000	40,000	40,000
State Institutions Gift Trust Fund	2,977	75,000	75,000	75,000
Total Full-time Equivalent Employees	11,327.35	11,235.85	11,235.35	11,232.35
General Revenue Fund	11,121.71	10,953.85	10,953.35	10,950.35
Federal Funds	38.05	43.00	43.00	43.00
Other Funds	167.59	239.00	239.00	239.00

* Does not include \$5,035,680 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Corrections supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$778.4 million for the Department of Corrections. The department provides secure facilities for segregating criminals and promotes their safe reentry into lawful society. The Department of Corrections promotes Missouriian safety through:

- Confinement of offenders who require incarceration.
- Provision of effective reentry strategies to reduce offender recidivism.
- Rehabilitation of both incarcerated and community-supervised offenders.
- Supervision of offenders who have served their terms and are being reintroduced back into society.
- Supervision of offenders who have been assigned community probation.

**DEPARTMENT OF CORRECTIONS
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Office of the Director (Staff)	\$ 4,835,611	\$ 2,658,523	\$ 2,686,743
Office of Professional Standards	0	2,379,852	2,373,846
Federal and Other Programs	2,381,763	4,921,822	4,723,965
Restitution Payments	109,500	111,778	75,278
Population Growth Pool	1,570,945	1,177,162	6,102,162
Kansas City Reentry Program	153,049	178,000	178,000
Reentry, Rehabilitation, and Recidivism Initiatives	82,063	2,199,500	2,199,500
TOTAL	\$ 9,132,931	\$ 13,626,637	\$ 18,339,494
PERSONAL SERVICE			
General Revenue Fund	4,714,524	4,420,583	4,362,540
Federal Funds	1,438,686	2,390,376	2,390,376
EXPENSE AND EQUIPMENT			
General Revenue Fund	673,782	2,376,265	7,361,522
Federal Funds	940,100	2,456,446	2,258,589
Other Funds	641,580	250,232	250,232
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	653,235	887,443	870,943
Federal Funds	71,024	71,024	71,024
Other Funds	0	774,268	774,268
TOTAL			
General Revenue Fund	6,041,541	7,684,291	12,595,005
Federal Funds	2,449,810	4,917,846	4,719,989
Other Funds	641,580	1,024,500	1,024,500
Total Full-time Equivalent Employees			
General Revenue Fund	155.13	145.00	137.00
Federal Funds	117.08	102.00	94.00
Federal Funds	38.05	43.00	43.00

The Director of the Department of Corrections formulates policies and procedures to effectively and efficiently improve public safety. To this end, the Office of the Director administers and coordinates the department's four divisions: Human Services, Adult Institutions, Offender Rehabilitative Services, and Probation and Parole. The Office of the Director consists of the Director, Deputy Director, Public Information, Legislative/Constituent Services, Legal Services, Inspector General, Restorative Justice, Victim Services, Reentry/Women's Offender Program, Emergency Preparedness/Workplace Violence Coordinator, the Office of Professional Standards, and Budget and Research.

Fiscal Year 2019 Governor's Recommendations

- \$5,000,000 for justice reinvestment initiatives.
- \$46,500 for prison audits to comply with federal Prison Rape Elimination Act of 2003.
- \$38,457 for increased victim notifications.
- \$44,200 for pay plan.
- \$151,779 and three staff reallocated from various divisions.
- (\$348,414) and (two) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$150,557) general revenue.
- (\$219,665) and (five) staff reallocated to the Division of Human Services.
- (Four) staff reallocated to the Division of Adult Institutions.

**DEPARTMENT OF CORRECTIONS
DIVISION OF HUMAN SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
General Services	\$ 411,793	\$ 411,834	\$ 411,834
Fuel and Utilities	28,404,767	29,090,422	29,090,422
Telecommunications	2,045,511	1,860,529	1,860,529
Food Purchases	29,348,849	31,308,488	31,183,488
Human Services (Staff)	9,113,100	9,287,586	9,003,809
Staff Training	989,773	913,909	749,909
Employee Health and Safety	580,101	580,135	580,135
Overtime	5,988,936	6,176,046	6,176,046
Costs in Criminal Cases	39,473,811	43,830,272	43,830,272
TOTAL	\$ 116,356,641	\$ 123,459,221	\$ 122,886,444
PERSONAL SERVICE			
General Revenue Fund	14,944,210	15,189,487	14,892,860
Other Funds	50,106	143,688	146,938
EXPENSE AND EQUIPMENT			
General Revenue Fund	60,463,241	62,711,099	62,556,699
Federal Funds	0	125,000	0
Other Funds	1,425,273	1,459,675	1,459,675
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	39,473,811	43,830,272	43,830,272
TOTAL			
General Revenue Fund	114,881,262	121,730,858	121,279,831
Federal Funds	0	125,000	0
Other Funds	1,475,379	1,603,363	1,606,613
Total Full-time Equivalent Employees			
General Revenue Fund	435.36	244.60	234.02
Other Funds	433.64	239.60	229.02
Other Funds	1.72	5.00	5.00

The Division of Human Services consists of Training, Employee Health and Safety, Human Resources, Fiscal Management, Offender Finance, General Services, Planning, Religious and Spiritual Programming, and Volunteers/Interns. The Training Academy is responsible for equipping new and current staff with duty skills. Employee Health and Safety oversees infectious disease control, workers' compensation, wellness programs, and staff drug testing. Human Resources coordinates all personnel actions and processes and investigates employee complaints. Fiscal Management oversees departmental day-to-day financial operations. Offender Finance manages offender banking services. General Services coordinates food and construction services. The Planning Section develops strategic plans and initiatives. Religious and Spiritual Programming serves offender religious and spiritual needs. The Volunteers/Interns coordinator recruits and oversees volunteers and interns. The division also manages department-wide appropriations including food and compensatory time.

Fiscal Year 2019 Governor's Recommendations

- \$75,000 for firearms training equipment.
- \$135,863 for pay plan, including \$132,613 general revenue.
- \$479,054 and 13 staff reallocated from various divisions.
- (\$802,042) and (21.58) staff reallocated to the Division of Adult Institutions.
- (\$364,000) core reduction from the Fiscal Year 2018 appropriation level, including (\$239,000) general revenue.
- (\$96,652) and (two) staff reallocated to the Office of the Director.

**DEPARTMENT OF CORRECTIONS
DIVISION OF ADULT INSTITUTIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Central Office	\$ 1,604,709	\$ 2,388,412	\$ 2,605,656
Wage and Discharge Costs	3,161,195	3,259,031	3,259,031
Institutional E&E Pool	22,513,414	22,853,512	22,853,512
Jefferson City Correctional Center	17,133,657	17,786,032	18,125,577
Women's Eastern Reception, Diagnostic and Correctional Center	14,018,643	14,208,801	14,525,995
Ozark Correctional Center	5,558,591	6,014,754	6,161,648
Moberly Correctional Center	12,579,822	13,200,477	13,486,471
Algoa Correctional Center	10,413,049	10,954,445	11,200,789
Missouri Eastern Correctional Center	10,445,963	11,008,273	11,257,217
Chillicothe Correctional Center	13,875,311	14,636,907	14,925,474
Boonville Correctional Center	9,548,080	10,265,432	10,495,526
Farmington Correctional Center	19,087,250	19,684,695	20,139,683
Western Missouri Correctional Center	14,857,959	16,210,945	16,437,408
Potosi Correctional Center	10,804,927	11,311,719	11,562,613
Fulton Reception and Diagnostic Center	13,707,713	14,170,117	14,482,111
Tipton Correctional Center	10,276,938	10,661,005	10,896,949
Western Reception, Diagnostic and Correctional Center	15,993,644	16,744,272	17,083,449
Maryville Treatment Center	5,851,188	6,164,597	6,271,426
Crossroads Correctional Center	11,775,761	12,826,348	13,111,692
Northeast Correctional Center	16,079,886	17,325,686	17,703,980
Eastern Reception, Diagnostic and Correctional Center	19,288,008	19,684,959	20,115,253
South Central Correctional Center	13,299,299	13,568,026	13,870,270
Southeast Correctional Center	12,986,245	13,339,791	13,639,435
Kansas City Reentry Center	3,024,601	3,586,538	3,728,202
Canteen Operations	0	0	35,500,000
TOTAL	\$ 287,885,853	\$ 301,854,774	\$ 343,439,367
PERSONAL SERVICE			
General Revenue Fund	262,044,895	275,125,849	281,199,142
Other Funds	42,745	488,939	496,739
EXPENSE AND EQUIPMENT			
General Revenue Fund	25,797,887	26,239,736	26,243,236
Other Funds	0	0	35,500,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	326	250	250
TOTAL			
General Revenue Fund	287,843,108	301,365,835	307,442,628
Other Funds	42,745	488,939	35,996,739
Total Full-time Equivalent Employees	8,234.85	8,263.61	8,287.69
General Revenue Fund	8,233.85	8,251.61	8,275.69
Other Funds	1.00	12.00	12.00

The Division of Adult Institutions safely and humanely houses criminal offenders within 21 adult correctional institutions statewide and prepares these offenders to successfully reenter Missouri communities. The division is responsible for operating safe and secure prisons that hold offenders accountable for their behavior.

Fiscal Year 2019 Governor's Recommendations

- \$35,500,000 Inmate Canteen Fund for canteen sales and operations.
- \$5,342,149 for pay plan, including \$5,334,349 general revenue.
- \$805,542 and 25.58 staff reallocated from various divisions.
- (\$38,749) and (one) staff reallocated to the Division of Human Services.
- (\$24,349) and (.5) staff transferred to the Office of the Governor.

**DEPARTMENT OF CORRECTIONS
DIVISION OF ADULT INSTITUTIONS**

Missouri Prison Population for December 28, 2017

<u>Male</u>	<u>Design Capacity</u>	<u>Saturation Capacity</u>	<u>Beds Off Line</u>	<u>Population</u>	<u>Vacancies</u>
Algoa Correctional Center	1,537	0	0	1,532	5
Boonville Correctional Center	1,346	36	0	1,347	35
Crossroads Correctional Center	1,418	22	0	1,427	13
Cremer Treatment Center	180	0	(4)	166	10
Eastern Reception, Diagnostic and Correctional Center	2,721	96	0	2,866	(49)
Farmington Correctional Center	2,652	53	0	2,691	14
Fulton Reception and Diagnostic Center	1,302	0	0	1,378	(76)
Jefferson City Correctional Center	1,941	0	0	1,933	8
Kansas City Reentry Center	405	0	(155)	231	19
Moberly Correctional Center	1,800	0	0	1,794	6
Missouri Eastern Correctional Center	1,100	0	0	1,095	5
Maryville Treatment Center	525	72	0	587	10
Northeast Correctional Center	1,925	281	0	2,199	7
Ozark Correctional Center	650	88	0	714	24
Potosi Correctional Center	851	91	0	916	26
South Central Correctional Center	1,516	112	0	1,610	18
Southeast Correctional Center	1,510	112	0	1,606	16
Tipton Correctional Center	1,118	160	(24)	1,246	8
Western Missouri Correctional Center	1,923	35	0	1,924	34
Western Reception, Diagnostic and Correctional Center	1,928	40	0	1,990	(22)
TOTAL MALE POPULATION	28,348	1,198	(183)	29,252	111
Female					
Chillicothe Correctional Center	1,600	0	0	1,575	25
Women's Eastern Reception, Diagnostic and Correctional Center	1,473	100	0	1,833	(260)
TOTAL FEMALE POPULATION	3,073	100	0	3,408	(235)
TOTAL POPULATION	31,421	1,298	(183)	32,660	(124)

**DEPARTMENT OF CORRECTIONS
DIVISION OF OFFENDER REHABILITATIVE SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Central Office	\$ 1,172,539	\$ 1,296,423	\$ 1,274,690
Medical Services	148,259,908	147,550,706	155,575,612
Medical Equipment	289,600	299,087	299,087
Substance Abuse Services	9,102,413	9,144,358	8,169,341
Drug Testing - Toxicology	501,288	517,125	517,125
Education Services	7,646,889	7,694,080	7,833,181
Vocational Enterprises	22,168,112	29,178,490	29,320,840
TOTAL	\$ 189,140,749	\$ 195,680,269	\$ 202,989,876
PERSONAL SERVICE			
General Revenue Fund	12,517,301	12,869,427	12,996,129
Other Funds	5,707,220	7,178,490	7,320,840
EXPENSE AND EQUIPMENT			
General Revenue Fund	154,380,475	153,592,352	160,632,907
Other Funds	16,535,753	22,039,000	22,039,000
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	0	1,000	1,000
TOTAL			
General Revenue Fund	166,897,776	166,461,779	173,629,036
Other Funds	22,242,973	29,218,490	29,360,840
Total Full-time Equivalent Employees			
General Revenue Fund	494.58	571.15	570.15
Other Funds	329.71	349.15	348.15
Other Funds	164.87	222.00	222.00

The Division of Offender Rehabilitative Services provides offenders with rehabilitative, educational, and treatment programs. These programs include: reception and diagnostic center assessment; adult education; library services; substance abuse treatment; inmate physical and mental health care; sexual offender assessment and treatment; and work-based education, including Missouri Vocational Enterprises employment. Through these programs, the offender's ability to comply with societal expectations improves and recidivism falls.

Fiscal Year 2019 Governor's Recommendations

- \$11,024,906 for increased offender health care costs.
- \$354,901 for pay plan, including \$212,551 general revenue.
- (\$4,070,200) and (one) staff core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF CORRECTIONS
BOARD OF PROBATION AND PAROLE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Probation and Parole (Staff)	\$ 68,271,091	\$ 74,007,632	\$ 75,052,853
St. Louis Community Release Center	4,213,110	4,387,828	4,516,865
Community Supervision Centers	5,056,739	5,158,978	4,803,220
Community-Based Corrections Programs	5,853,428	6,894,109	6,403,010
TOTAL	\$ 83,394,368	\$ 90,448,547	\$ 90,775,948
PERSONAL SERVICE			
General Revenue Fund	72,810,445	74,907,377	75,923,504
EXPENSE AND EQUIPMENT			
General Revenue Fund	5,358,518	5,027,817	4,379,091
Other Funds	5,097,881	10,503,352	10,463,352
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	1	1
Other Funds	127,524	10,000	10,000
TOTAL			
General Revenue Fund	78,168,963	79,935,195	80,302,596
Other Funds	5,225,405	10,513,352	10,473,352
Total Full-time Equivalent Employees	2,007.43	2,011.49	2,003.49
General Revenue Fund	2,007.43	2,011.49	2,003.49

The Board of Probation and Parole provides a full range of supervision strategies to manage offenders on probation, parole and conditional release supervision. These strategies combine appropriate structure, control, treatment, and intervention to address the risk and needs of offenders in the community. In addition to supervision of offenders, staff provides assessments and investigations for the Courts, Parole Board, and other states. These assessments and investigations assist judges and the parole board in making informed and appropriate decisions. Through professional assessment and supervision, the board identifies and delivers necessary services to a complex offender population. The Board also manages incarceration alternatives including electronic monitoring programs, intensive supervision programs, contracted residential facilities, one community release center, and six community supervision centers.

Fiscal Year 2019 Governor's Recommendations

- \$556,369 for probation officer safety equipment.
- \$158,305 for enhanced safety equipment at probation and parole offices.
- \$1,286,994 for pay plan.
- (\$1,395,000) core reduction from Fiscal Year 2018 appropriation level, including (\$1,355,000) general revenue.
- (\$220,640) and (seven) staff reallocated to the Division of Human Services.
- (\$58,627) and (one) staff reallocated to the Office of the Director.

DEPARTMENT OF MENTAL HEALTH

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 45,914,652	\$ 66,173,796	\$ 52,450,113	\$ 52,512,871
Division of Behavioral Health-Alcohol and Drug Abuse	126,804,038	169,053,433	169,701,941	172,194,577
Division of Behavioral Health-Comprehensive				
Psychiatric Services	602,139,217	803,324,629	824,256,921	815,728,944
Division of Developmental Disabilities	1,039,457,469	1,137,947,437	1,189,871,863	1,167,170,484
DEPARTMENTAL TOTAL	\$ 1,814,315,376	\$ 2,176,499,295 *	\$ 2,236,280,838	\$ 2,207,606,876
General Revenue Fund	802,150,212	801,738,594	827,022,821	807,085,543
Federal Funds	973,201,586	1,324,931,255	1,360,181,563	1,352,135,502
Mental Health Intergovernmental Transfer Fund	5,990,162	5,000,000	6,600,000	6,600,000
Compulsive Gamblers Fund	121,699	259,793	259,793	0
Health Initiatives Fund	6,518,844	6,443,082	6,443,082	6,371,965
Mental Health Earnings Fund	6,005,312	8,792,220	9,270,471	8,688,985
Missouri Senior Services Protection Fund	0	300,000	0	0
Habilitation Center Room and Board Fund	2,864,511	3,416,027	3,416,027	3,416,027
Inmate Fund	3,013,779	3,513,779	3,513,779	3,513,779
Healthy Families Trust Fund	2,269,327	2,216,865	2,216,865	2,168,927
Mental Health Trust Fund	1,012,720	2,377,574	2,377,574	2,381,528
DMH Local Tax Matching Fund	11,167,224	17,500,106	14,968,863	15,234,620
Developmental Disabilities Waiting List				
Equity Trust Fund	0	10,000	10,000	10,000
Total Full-time Equivalent Employees	7,316.62	7,259.57	7,275.94	7,239.27
General Revenue Fund	5,264.46	4,886.42	4,897.79	4,897.63
Federal Funds	2,008.89	2,318.65	2,318.65	2,296.14
Other Funds	43.27	54.50	59.50	45.50

* Does not include \$13,075,901 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Mental Health supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$2.2 billion for the Department of Mental Health. The primary focus for the department is to provide effective, consumer-friendly services to Missourians challenged by substance use disorders, mental illnesses, and developmental disabilities. Core services provided by the Department of Mental Health include:

- Offering prevention, evaluation, treatment, and rehabilitation services for individuals requiring public mental health services. One in four Missouri families is affected by mental illness. The department also operates forensic and sexually violent predator programs that protect the public from clients committed to state custody by the courts.
- Improving the lives of persons with developmental disabilities. The department is committed to building partnerships that support individuals with developmental disabilities in meeting their own unique needs. Four Medicaid Waivers enable individuals to maintain their independence and avoid more costly institutional placements.
- Providing substance use disorder prevention, education, intervention, and treatment services that have a positive impact on the problems that are associated with addiction – problems that cost the state's economy through loss of productivity, rising health care expenditures, and increased crime.
- Establishing policies, standards, and quality controls for services for Missourians challenged by mental illness, substance use disorder/addiction, and developmental disabilities.

**DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Office of the Director TOTAL	\$ 45,914,652	\$ 66,173,796	\$ 52,512,871
PERSONAL SERVICE			
General Revenue Fund	10,458,494	6,308,591	6,358,154
Federal Funds	1,032,501	1,768,807	1,777,597
Other Funds	85,834	452,574	456,528
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,296,546	1,336,646	1,336,646
Federal Funds	2,349,723	6,392,200	6,392,200
Other Funds	848,705	1,875,000	1,875,000
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	247,350	7,175,420	255,000
Federal Funds	23,380,337	35,639,558	27,236,746
Other Funds	6,215,162	5,225,000	6,825,000
TOTAL			
General Revenue Fund	12,002,390	14,820,657	7,949,800
Federal Funds	26,762,561	43,800,565	35,406,543
Other Funds	7,149,701	7,552,574	9,156,528
Total Full-time Equivalent Employees	288.75	139.64	139.14
General Revenue Fund	261.01	109.39	108.89
Federal Funds	27.72	22.75	22.75
Other Funds	0.02	7.50	7.50

The Office of the Director sets the direction for the Department of Mental Health under the advice of the seven-member Mental Health Commission appointed by the Governor. The Office of the Deputy Director is charged with internal audits, quality improvement, and deaf services. The Office of Public Affairs/Legislative Liaison disseminates information about mental health programs and reviews state and federal legislation. The Division of Administration provides management and fiscal support to the department.

Fiscal Year 2019 Governor's Recommendations

- \$5,640,000 federal and other funds for the additional funding necessary to operate programs within the division.
- \$62,758 for pay plan, including \$50,014 general revenue.
- (\$14,821,130) core reduction from the Fiscal Year 2018 appropriation level, including (\$5,297,073) general revenue.
- (\$4,542,102) reallocated to various other divisions within the department, including (\$1,623,347) general revenue.
- (\$451) and (.5) staff transferred to the Office of the Governor.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF BEHAVIORAL HEALTH - ALCOHOL AND DRUG ABUSE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Behavioral Health-Alcohol and Drug Abuse TOTAL	\$ 126,804,038	\$ 169,053,433	\$ 172,194,577
PERSONAL SERVICE			
General Revenue Fund	1,381,289	1,424,010	1,431,560
Federal Funds	1,476,805	1,805,889	1,818,989
Other Funds	257,239	292,859	253,826
EXPENSE AND EQUIPMENT			
General Revenue Fund	20,107	20,729	20,729
Federal Funds	575,311	1,680,459	1,680,459
Other Funds	334,401	341,935	338,802
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	43,958,342	42,983,816	45,861,924
Federal Funds	62,370,962	101,014,284	101,584,303
Other Funds	16,429,582	19,489,452	19,203,985
TOTAL			
General Revenue Fund	45,359,738	44,428,555	47,314,213
Federal Funds	64,423,078	104,500,632	105,083,751
Other Funds	17,021,222	20,124,246	19,796,613
Total Full-time Equivalent Employees	57.76	67.92	63.90
General Revenue Fund	23.26	25.93	25.93
Federal Funds	28.81	34.99	31.97
Other Funds	5.69	7.00	6.00

The Division of Behavioral Health supports alcohol and drug misuse prevention, treatment, and recovery services for individuals and families struggling with substance use disorders. Services are delivered through contracts with community-based agencies across the state. Treatment services include detoxification, outpatient treatment, and residential support when necessary. There are treatment programs that serve the general population and provide specialized programs for women with dependent children, adolescents, and individuals needing specialized treatment for opioid use disorders. Individuals prioritized for services include pregnant women, intravenous drug users, and high-risk referrals from the Department of Corrections. Evidence-based substance use prevention programs focus on reducing underage drinking and delaying the first use of drugs among children.

Administrative responsibilities include fiscal oversight, service monitoring, claims processing, technical assistance, training, establishing standards, conducting research, disseminating public information, and authorizing services. Missouri's treatment, prevention, and recovery services receive a significant amount of federal financial support from the Substance Abuse Prevention and Treatment Block Grant funded through the federal Substance Abuse and Mental Health Services Administration.

Fiscal Year 2019 Governor's Recommendations

- \$4,653,020 for peer recovery coaches in hospital emergency departments and recovery support services to address the opioid crisis.
- \$554,286 federal funds to address the change in the Medicaid federal participation percentage.
- \$453,673 federal and other funds for the additional funding necessary for operations.
- \$144,150 for increased Medicaid caseloads related to the increased asset limits established in HB 1565 (2016), including \$50,160 general revenue.
- \$86,763 for increased medication costs due to inflation.
- \$25,445 for pay plan, including \$8,899 general revenue.
- \$337,427 reallocated from the Office of the Director, including \$120,596 general revenue.
- (\$2,860,708) and (4.02) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$1,780,868) general revenue.
- (\$251,563) reallocated to the Division of Behavioral Health – Comprehensive Psychiatric Services.
- (\$1,349) transferred to the Office of the Governor.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF BEHAVIORAL HEALTH - COMPREHENSIVE PSYCHIATRIC SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Behavioral Health-Comprehensive Psychiatric Services TOTAL	\$ 602,139,217	\$ 803,324,629	\$ 815,728,944
PERSONAL SERVICE			
General Revenue Fund	137,606,851	142,502,888	145,526,192
Federal Funds	5,750,550	6,432,694	6,489,409
Other Funds	122,743	159,622	164,172
EXPENSE AND EQUIPMENT			
General Revenue Fund	54,712,421	59,200,984	60,063,864
Federal Funds	7,418,589	12,360,398	12,360,398
Other Funds	1,081,596	1,571,646	1,571,646
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	161,557,800	159,410,366	157,458,514
Federal Funds	232,815,981	419,719,309	429,552,513
Other Funds	1,072,686	1,966,722	2,542,236
TOTAL			
General Revenue Fund	353,877,072	361,114,238	363,048,570
Federal Funds	245,985,120	438,512,401	448,402,320
Other Funds	2,277,025	3,697,990	4,278,054
Total Full-time Equivalent Employees	3,825.36	3,827.07	3,830.94
General Revenue Fund	3,651.73	3,670.02	3,681.89
Federal Funds	136.07	117.05	117.05
Other Funds	37.56	40.00	32.00

The Division of Behavioral Health is charged with delivering psychiatric services to individuals with mental illness throughout the State of Missouri. Services are targeted primarily to persons with severe and persistent mental illness, children and youth with serious emotional disturbances, and people with mental illness who have been involved in the criminal justice system. Priorities within these target groups are individuals in crisis, people who are homeless, those recently discharged from inpatient care, individuals with complex medical conditions, and individuals on probation or parole.

Each of Missouri's 25 service areas has a community mental health center that is designated as the division's administrative agent and provides psychiatric services to individuals that meet admission criteria. These administrative agents have historically served as the primary entry and exit points for state-funded mental health services. The agents are responsible for providing services to both adults and children in their designated areas and for providing follow-up services to individuals released from state-operated inpatient hospitals.

The division operates six adult inpatient facilities and one children's psychiatric hospital. It also operates a secure inpatient program for sexually violent predators committed to state custody by the courts.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF BEHAVIORAL HEALTH - COMPREHENSIVE PSYCHIATRIC SERVICES**

Fiscal Year 2019 Governor's Recommendations

- \$5,915,974 for anticipated utilization increases, including \$2,058,581 general revenue.
- \$4,184,613 federal and other funds for the additional funding necessary to operate programs within the division.
- \$3,133,534 federal funds to address the change in the Medicaid federal participation percentage.
- \$1,843,444 for increased Medicaid caseloads related to the increased asset limits established in HB 1565 (2016), including \$641,463 general revenue.
- \$1,512,688 and 27.50 staff to accommodate population increases within the Sex Offender Rehabilitation and Treatment Services Program at Fulton State Hospital.
- \$657,560 and 8.37 staff to fund the remaining three months for the 17-bed treatment unit at the Sex Offender Rehabilitation and Treatment Services Program at Southeast Missouri Mental Health Center.
- \$548,231 for increased costs of health care services in state-operated facilities.
- \$290,383 for anticipated medication cost increases at state-operated facilities.
- \$213,506 to continue the maximum security differential pay for specific employees at Fulton State Hospital.
- \$112,091 to pay statutorily mandated attorney fees and other court costs for involuntary civil detention proceedings.
- \$2,033,872 for pay plan, including \$1,972,607 general revenue.
- \$4,456,238 reallocated from various divisions, including \$1,754,314 general revenue.
- \$468,475 transferred from the Office of Administration for fringe savings due to privatizing a state-operated facility.
- (\$10,094,991) and (32) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$6,947,897) general revenue.
- (\$2,478,617) transferred to the Department of Social Services, including (\$954,984) general revenue.
- (\$381,719) core reduction for one-time expenditures.
- (\$10,967) transferred to the Office of the Governor.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF DEVELOPMENTAL DISABILITIES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Developmental Disabilities TOTAL	\$ 1,039,457,469	\$ 1,137,947,437	\$ 1,167,170,484
PERSONAL SERVICE			
General Revenue Fund	42,486,976	43,634,146	44,223,177
Federal Funds	57,243,940	64,430,722	65,743,735
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,804,773	3,965,717	3,999,125
Federal Funds	4,091,683	5,200,044	5,200,044
Other Funds	2,864,511	3,416,027	3,416,027
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	344,619,263	333,775,281	340,550,658
Federal Funds	574,695,204	668,486,891	692,299,109
Other Funds	9,651,119	15,038,609	11,738,609
TOTAL			
General Revenue Fund	390,911,012	381,375,144	388,772,960
Federal Funds	636,030,827	738,117,657	763,242,888
Other Funds	12,515,630	18,454,636	15,154,636
Total Full-time Equivalent Employees	3,144.75	3,224.94	3,205.29
General Revenue Fund	1,328.46	1,081.08	1,080.92
Federal Funds	1,816.29	2,143.86	2,124.37

The Division of Developmental Disabilities provides service coordination and support services to individuals with developmental and intellectual disabilities (ID/DD) which allow them to live as independently as possible and stay connected with their communities. The division provides these services through contracts with public and private agencies as well as with state-operated facilities. Through this provider network, the division provides residential services for individuals who need a support structure ranging from complex medical and behavior settings to independent living. The division also provides support services for individuals who live independently or with family and other services that provide training, address behavior issues, and provide therapies. Funding for these services is predominately matched by Medicaid through four Medicaid Waivers for the ID/DD population. The division also provides an array of supportive and diagnostic services for individuals with autism. Division regional offices are the entry point for all individuals applying for services. These offices determine eligibility, connect an individual with a service coordinator, provide quality oversight, manage the provider network, and approve service plans.

Fiscal Year 2019 Governor's Recommendations

- \$65,785,571 to provide critical community-based services for individuals experiencing a crisis or emergency situation, to transition individuals from the Children's Division and nursing homes, and to continue to eliminate the Medicaid-eligible in-home wait list, including \$24,061,173 general revenue.
- \$8,328,711 federal funds to address the change in the Medicaid federal participation percentage.
- \$105,000 federal funds to enhance employment services for individuals with intellectual and developmental disabilities.
- \$53,450 for increased costs of health care services in state-operated facilities.
- \$1,902,044 for pay plan, including \$589,031 general revenue.
- (\$46,931,687) and (19.65) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$17,285,796) general revenue.
- (\$11,582) transferred to the Office of the Governor.
- (\$8,460) transferred to the Office of Administration for a parking lot project at the Kansas City Regional Office.

DEPARTMENT OF HEALTH AND SENIOR SERVICES

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Health Administration	\$ 7,419,019	\$ 11,220,044	\$ 10,719,435	\$ 11,050,786
Division of Community and Public Health	324,510,809	370,348,298	359,294,394	367,540,118
State Public Health Laboratory	10,198,472	11,384,858	12,217,465	12,319,007
Division of Senior and Disability Services	968,995,307	994,460,295	996,111,014	1,007,764,833
Division of Regulation and Licensure	24,466,967	25,946,395	26,938,594	27,814,245
DEPARTMENTAL TOTAL	\$ 1,335,590,574	\$ 1,413,359,890 *	\$ 1,405,280,902	\$ 1,426,488,989
General Revenue Fund	386,189,735	374,903,532	380,214,615	389,269,371
Federal Funds	932,397,085	994,051,547	1,002,915,865	1,014,593,055
Nursing Facility Reimbursement Allowance Fund	705,623	725,000	725,000	725,000
Nursing Facility Quality of Care Fund	1,548,728	2,341,562	3,241,562	3,253,497
Health Initiatives Fund	1,600,827	1,677,997	1,677,997	1,696,066
Health Access Incentive Fund	731,396	787,837	787,837	789,137
Missouri Public Health Services Fund	7,673,906	8,772,119	9,296,745	9,322,930
Missouri Senior Services Protection Fund	0	23,973,124	0	0
Insurance Dedicated Fund	1,000,000	500,000	500,000	500,000
Hazardous Waste Fund	267,134	275,665	275,665	278,590
Safe Drinking Water Fund	430,375	434,532	473,641	473,641
Early Childhood Development, Education and Care Fund	268,751	277,064	277,064	280,314
Other Funds	2,777,014	4,639,911	4,894,911	5,307,388
Total Full-time Equivalent Employees	1,762.36	1,753.04	1,752.54	1,752.54
General Revenue Fund	641.98	654.57	654.07	651.07
Federal Funds	1,020.87	969.95	969.95	972.95
Other Funds	99.51	128.52	128.52	128.52

* Does not include \$52,131,575 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Health and Senior Services supplemental appropriations.

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$1.4 billion for the Department of Health and Senior Services. The department works to safeguard the public health, safety, and well-being of all Missourians. The primary responsibilities of the department include:

- Preparing for and responding to disasters and other health-related emergencies;
- Providing in-home and community-based programs for Missouri seniors and adults with disabilities that allow them to remain in their homes and communities;
- Preventing and controlling communicable diseases and detecting genetic diseases;
- Preventing and reducing the burden of chronic diseases;
- Protecting Missourians through regulation and inspection of facilities, including hospitals, nursing homes, and child and adult day care programs;
- Participating in efforts to create more primary and rural providers so that all Missourians have access to health care;
- Protecting seniors and adults with disabilities through the investigation of hotline reports alleging abuse, neglect, or financial exploitation;
- Protecting vulnerable persons through background screenings of those who care for children, seniors, and persons with disabilities; and
- Ensuring food safety through facility inspections, education, surveillance, outbreak investigations, and activities tied to food recalls.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
HEALTH ADMINISTRATION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Health Administration TOTAL	\$ 7,419,019	\$ 11,220,044	\$ 11,050,786
PERSONAL SERVICE			
General Revenue Fund	635,196	654,631	880,005
Federal Funds	3,509,946	3,784,736	3,822,888
Other Funds	199,370	237,194	238,209
EXPENSE AND EQUIPMENT			
General Revenue Fund	146,862	151,340	217,541
Federal Funds	2,223,570	2,536,322	2,036,324
Other Funds	449,891	803,283	807,111
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	189,993	2,739,129	2,739,127
Other Funds	64,191	313,409	309,581
TOTAL			
General Revenue Fund	782,058	805,971	1,097,546
Federal Funds	5,923,509	9,060,187	8,598,339
Other Funds	713,452	1,353,886	1,354,901
Total Full-time Equivalent Employees	95.92	103.93	103.93
General Revenue Fund	13.04	27.63	27.63
Federal Funds	79.27	74.54	74.54
Other Funds	3.61	1.76	1.76

The Director's Office and the Division of Administration perform the coordination and control functions necessary to ensure efficient, cost-effective use of state resources for all Missouri public health and senior services programs. Responsibilities and services include budgeting, legislative review, accounting, expenditure control, purchasing, contract and grant administration, general office support, legal services, public affairs, strategic planning, and personnel management and training.

Fiscal Year 2019 Governor's Recommendations

- \$188,366 to implement a prescription drug monitoring program pursuant to Executive Order 17-18.
- \$91,465 for a Deputy Department Director position.
- \$51,520 for pay plan, including \$12,353 general revenue.
- (\$500,000) federal funds reallocated to various divisions.
- (\$608) transferred to the Office of the Governor.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF COMMUNITY AND PUBLIC HEALTH**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Community and Public Health TOTAL	\$ 324,510,809	\$ 370,348,298	\$ 367,540,118
PERSONAL SERVICE			
General Revenue Fund	6,374,568	6,603,133	6,693,522
Federal Funds	17,715,732	18,770,887	18,821,572
Other Funds	1,929,445	2,327,485	2,364,279
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,723,359	1,954,168	1,907,219
Federal Funds	9,276,119	11,755,677	10,903,766
Other Funds	995,644	1,475,324	1,360,170
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	10,622,680	21,685,913	17,567,788
Federal Funds	271,019,381	299,930,351	301,906,288
Other Funds	4,853,881	5,845,360	6,015,514
TOTAL			
General Revenue Fund	18,720,607	30,243,214	26,168,529
Federal Funds	298,011,232	330,456,915	331,631,626
Other Funds	7,778,970	9,648,169	9,739,963
Total Full-time Equivalent Employees	574.07	599.83	599.33
General Revenue Fund	148.62	141.23	140.73
Federal Funds	379.49	395.48	395.48
Other Funds	45.96	63.12	63.12

The Division of Community and Public Health, in partnership with 115 local public health agencies, is responsible for providing an effective and responsive public health system in Missouri in order to promote health, prevent disease, and protect all persons living in or traveling through the state. The division addresses this mission through a variety of actions, including monitoring and epidemiological services for environmentally-induced conditions and communicable and zoonotic diseases. Additionally, diagnostic and treatment services for tuberculosis, HIV/AIDS, and sexually transmitted diseases are provided in collaboration with local public health agencies and other clinical partners.

Public health functions include the collection, analysis, and dissemination of data that identify the current health status, emerging health problems, and the unmet health needs of Missourians. Issuance of birth and death certificate copies and maintenance of documentation of marriages and dissolutions are managed through the division. The health needs of women and minority populations in the state are addressed through the Office on Women's Health and the Office of Minority Health. In addition, Missouri provides women's health services for women with incomes no greater than 201 percent of the federal poverty level. The division reduces the risk of disease and illness in Missouri by implementing and assuring good sanitation and safety practices in commercial lodging establishments, on-site sewage systems, and lead remediators. The division also administers programs for maternal, child, and family health including children with special health care needs, nutritional health, chronic disease prevention, health promotion, head injury rehabilitation, genetic disorders, and community health improvement. Finally, the Office of Primary Care and Rural Health encourages nurses, doctors, and dentists to locate in medically underserved areas of the state.

Fiscal Year 2019 Governor's Recommendations

- \$9,141,265 federal funds for the Ryan White HIV/AIDS Program.
- \$400,000 Professional and Practical Nursing Student Loan and Nurse Loan Repayment Fund for additional nurse education loan repayments.
- \$255,000 Department of Health - Donated Fund for projects through the Office of Dental Health.
- \$100,000 Missouri Public Health Services Fund to provide genetic follow-up services for newborn screening expansions pursuant to SB 50 (2017).
- \$79,380 to implement fetal tissue tracking requirements pursuant to SB 5 (2017).
- \$294,890 for pay plan, including \$67,411 general revenue.
- (\$9,803,789) reallocated to various divisions, including (\$3,575,354) general revenue.
- (\$2,288,993) core reduction from the Fiscal Year 2018 appropriation level, including (\$640,000) general revenue.
- (\$979,811) federal funds transferred to the Department of Public Safety for the Disaster Medical Assistance Team.
- (\$6,122) and (.5) staff transferred to the Office of the Governor.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
STATE PUBLIC HEALTH LABORATORY**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Public Health Laboratory TOTAL	\$ 10,198,472	\$ 11,384,858	\$ 12,319,007
PERSONAL SERVICE			
General Revenue Fund	1,527,122	1,624,397	1,651,316
Federal Funds	874,766	874,938	1,002,330
Other Funds	1,257,024	1,438,150	1,458,976
EXPENSE AND EQUIPMENT			
General Revenue Fund	481,856	496,460	496,528
Federal Funds	1,326,183	1,327,250	1,782,527
Other Funds	4,730,455	5,548,545	5,912,280
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	75,118	50
Federal Funds	1,066	0	15,000
TOTAL			
General Revenue Fund	2,008,978	2,195,975	2,147,894
Federal Funds	2,202,015	2,202,188	2,799,857
Other Funds	5,987,479	6,986,695	7,371,256
Total Full-time Equivalent Employees	89.44	98.01	101.01
General Revenue Fund	36.66	46.67	46.67
Federal Funds	21.23	16.70	19.70
Other Funds	31.55	34.64	34.64

The State Public Health Laboratory analyzes samples from newborns for metabolic conditions, conducts tests of human samples for suspected disease agents, and tests materials suspected in biological, chemical, and radiological terrorism. Each year nearly 400,000 specimens are submitted to the laboratory for testing and examination. The laboratory performs tests for communicable and infectious diseases including the following: tuberculosis, HIV/AIDS, sexually transmitted diseases, rabies, immunizable diseases, and others. The laboratory also tests public and private water supplies, performs screenings for childhood lead poisoning, and examines milk and food suspected of causing disease outbreaks.

Fiscal Year 2019 Governor's Recommendations

- \$324,626 Missouri Public Health Services Fund to begin testing newborns for Spinal Muscular Atrophy (SMA) and Hunter Syndrome (MPS-II) pursuant to SB 50 (2017).
- \$285,189 federal funds and three staff to perform new laboratory testing functions relating to food safety, Zika, and other mosquito-borne diseases.
- \$39,109 Safe Drinking Water Fund to maintain bacteriological drinking water testing of Missouri public drinking water systems.
- \$61,630 for pay plan, including \$28,324 general revenue.
- \$300,000 federal funds reallocated from Health Administration.
- (\$75,000) core reduction from the Fiscal Year 2018 appropriation level.
- (\$1,405) transferred to the Office of the Governor.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF SENIOR AND DISABILITY SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Senior and Disability Services			
TOTAL	\$ 968,995,307	\$ 994,460,295	\$ 1,007,764,833
PERSONAL SERVICE			
General Revenue Fund	9,430,927	9,054,992	9,206,521
Federal Funds	10,987,187	10,421,233	10,561,784
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,243,056	1,002,115	1,002,115
Federal Funds	1,914,469	1,764,660	1,764,660
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	345,079,740	322,340,733	340,392,666
Federal Funds	600,276,970	626,540,480	644,774,129
Other Funds	62,958	23,336,082	62,958
TOTAL			
General Revenue Fund	355,753,723	332,397,840	350,601,302
Federal Funds	613,178,626	638,726,373	657,100,573
Other Funds	62,958	23,336,082	62,958
Total Full-time Equivalent Employees	553.65	488.31	488.31
General Revenue Fund	259.07	255.92	255.92
Federal Funds	294.58	232.39	232.39

The Division of Senior and Disability Services is mandated to investigate allegations of abuse, neglect, and financial exploitation of vulnerable seniors and individuals with disabilities based on reports received at a state-wide, toll-free hotline. Designated as the State Unit on Aging, the division is responsible for assuring that a comprehensive, effective, and coordinated home and community-based long-term care delivery system is available for the elderly and individuals with disabilities. The division informs individuals considering long-term care about their options for home care and provides appropriate referrals; authorizes Medicaid funded home and community-based services; provides care plan management for home care service recipients; and monitors the quality of services provided to participants. The State Long-Term Care Ombudsman Program advocates for the rights of residents in licensed long-term care facilities and educates volunteers to assist residents in facilities across the state. Funding for the Area Agencies on Aging (AAAs) helps provide seniors the services they need to continue living in their communities, including congregate and home-delivered meals, transportation, legal services, health promotion, and other support services authorized under the Older Americans Act. The division also provides guidance, oversight, and monitoring of the programs and services offered by the AAAs. These flexible service delivery systems help empower thousands of elderly individuals and adults with disabilities to live dignified, independent lives in their own homes and communities.

Fiscal Year 2019 Governor's Recommendations

- \$40,472,845 for increased MO HealthNet Home and Community Based Services Program costs, including \$14,083,336 general revenue.
- \$13,661,969 to meet increases in demand for the MO HealthNet Home and Community Based Services Program, including \$4,753,955 general revenue.
- \$8,287,926 federal funds to address the change in the Medicaid federal participation percentage.
- \$6,076,225 for the MO HealthNet Home and Community Based Services Program due to increased caseloads as a result of the increased asset limit pursuant to HB 1565 (2016), including \$2,114,344 general revenue.
- \$2,596,308 for additional clients in the Medically Fragile Adult Waiver program, including \$903,437 general revenue.
- \$500,000 to the Area Agencies on Aging for increased funding for home-delivered meals.
- \$300,493 for pay plan, including \$159,942 general revenue.
- \$10,003,789 reallocated from the Division of Community and Public Health, including \$3,575,354 general revenue.
- \$409,433 transferred from the Department of Social Services for MO HealthNet Home and Community Based Services provided to participants formerly receiving state-only medical benefits.
- (\$68,996,037) core reduction from the Fiscal Year 2018 appropriation level, including (\$8,287,926) general revenue.
- (\$8,413) transferred to the Office of the Governor.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF REGULATION AND LICENSURE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Division of Regulation and Licensure TOTAL	\$ 24,466,967	\$ 25,946,395	\$ 27,814,245
PERSONAL SERVICE			
General Revenue Fund	8,193,768	8,505,928	8,444,691
Federal Funds	11,521,131	11,936,185	12,061,807
Other Funds	820,615	1,250,870	1,268,376
EXPENSE AND EQUIPMENT			
General Revenue Fund	730,601	754,604	809,409
Federal Funds	1,148,271	1,225,433	1,666,587
Other Funds	315,673	270,117	270,117
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	412,301	444,266	734,266
Other Funds	1,324,607	1,558,992	2,558,992
TOTAL			
General Revenue Fund	8,924,369	9,260,532	9,254,100
Federal Funds	13,081,703	13,605,884	14,462,660
Other Funds	2,460,895	3,079,979	4,097,485
Total Full-time Equivalent Employees	449.28	462.96	459.96
General Revenue Fund	184.59	183.12	180.12
Federal Funds	246.30	250.84	250.84
Other Funds	18.39	29.00	29.00

The Division of Regulation and Licensure is responsible for assuring that the care and services provided by hospitals, ambulatory surgical centers, other health care facilities, home health agencies, hospices, adult day care providers, skilled nursing facilities, intermediate care facilities (including those for the intellectually disabled), assisted living facilities, residential care facilities, child care providers, ambulances, emergency medical technicians, and those who prescribe or dispense controlled substances meet state and/or federal standards. The division fulfills its regulatory responsibilities through license issuance, inspections and surveys, compliance monitoring visits, complaint investigations, enforcement activities, and training. For providers that are certified for Medicare and Medicaid, the division performs various functions on behalf of the federal Centers for Medicare and Medicaid Services. The division also includes the Family Care Safety Registry, which registers caregivers and provides background screenings to families and employers who want to hire a caregiver for children, the elderly, and people with disabilities. The Board of Nursing Home Administrators and the Missouri Health Facilities Review Committee are also part of the division. The board licenses, tests, and provides oversight for nursing home administrators. The committee focuses on health care cost containment through a certificate of need process.

Fiscal Year 2019 Governor's Recommendations

- \$1,000,000 Nursing Facility Quality of Care Fund to improve the quality of care for Missouri nursing facility residents.
- \$731,154 federal funds to reduce opioid-involved deaths through training, education, and the distribution of Narcan (naloxone) to first responders.
- \$185,847 and two staff to implement the prescription drug monitoring program pursuant to Executive Order 17-18.
- \$235,559 for pay plan, including \$92,431 general revenue.
- (\$276,909) and (five) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$7,801) transferred to the Office of the Governor.

DEPARTMENT OF SOCIAL SERVICES

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 19,191,263	\$ 28,103,664	\$ 28,097,117	\$ 31,802,155
Family Support Division	545,307,298	684,817,961	684,575,734	685,450,587
Children's Division	583,476,386	591,202,676	592,180,148	600,698,328
Division of Youth Services	57,053,640	61,500,238	61,498,890	60,286,638
MO HealthNet Division	7,524,353,393	8,001,620,363	8,507,398,280	8,322,424,023
DEPARTMENTAL TOTAL	\$ 8,729,381,980	\$ 9,367,244,902 *	\$ 9,873,750,169	\$ 9,700,661,731
General Revenue Fund	1,690,413,721	1,725,735,415	1,949,561,388	1,836,647,097
Title XIX - Federal Funds	3,714,128,265	3,809,781,354	4,005,577,986	3,972,947,514
Temporary Assistance for Needy Families - Federal Funds	137,148,690	165,653,040	165,653,040	166,134,463
DSS - Federal and Other Funds	683,903,024	816,902,073	819,176,405	830,515,529
Division of Youth Services Child Benefits Fund	25,422	200,000	200,000	200,000
Federal Stimulus-Social Services Fund	31,066,702	35,000,000	35,000,000	28,000,000
Uncompensated Care Fund	92,794,914	92,794,914	92,794,914	92,794,914
Pharmacy Rebates Fund	261,807,650	236,745,912	240,343,580	239,502,425
Third Party Liability Collections Fund	16,627,453	16,986,471	18,428,290	18,340,698
DSS Intergovernmental Transfer Fund	6,277,009	23,348,801	23,348,801	23,348,801
Federal Reimbursement Allowance Fund	1,356,189,607	1,572,487,413	1,691,424,473	1,665,045,600
Pharmacy Reimbursement Allowance Fund	160,301,969	173,189,120	174,923,796	174,021,593
Family Services Donations Fund	8,764	143,994	143,994	143,994
Child Support Enforcement Fund	4,001,462	4,937,755	4,937,755	5,056,367
Nursing Facility Reimbursement Allowance Fund	336,202,908	352,862,808	362,369,046	359,722,622
Nursing Facility Quality of Care Fund	62,649	96,313	96,313	97,609
Health Initiatives Fund	32,528,254	28,636,783	28,636,783	28,661,926
Gaming Commission Fund	488,975	500,000	500,000	500,000
Missouri Senior Services Protection Fund	0	11,072,091	0	0
Ground Emergency Medical Transportation Fund	0	30,925,852	30,920,922	29,261,486
DSS Administrative Trust Fund	905,336	1,204,466	1,204,466	1,204,531
DSS Educational Improvement Fund	7,136,995	7,090,841	7,090,841	7,140,372
Blind Pension Fund	31,504,749	35,203,216	35,762,368	35,762,368
Healthy Families Trust Fund	68,825,979	102,248,166	76,773,202	76,773,202
Long Term Support UPL Fund	1,972,794	3,913,804	3,913,804	3,810,539
Life Sciences Research Trust Fund	35,526,746	46,280,546	38,349,274	38,349,274
Youth Services Products Fund	0	5,000	5,000	5,000
Missouri Rx Plan Fund	6,493,129	7,046,680	5,074,077	5,078,120
Youth Services Treatment Fund	0	999	999	999
Early Childhood Development, Education and Care Fund	7,358,467	7,632,793	7,632,793	7,633,240
Premium Fund	10,880,502	14,516,411	13,059,854	13,059,854
Blindness Education, Screening and Treatment Program Fund	349,000	349,000	349,000	349,000
Alternative Care Trust Fund	11,637,353	16,500,000	13,000,000	13,000,000
Ambulance Service Reimbursement Allowance Fund	22,761,766	25,904,284	26,148,418	26,021,606
Recovery Audit and Compliance Fund	226	1,282,087	1,282,087	1,282,087
Foster Care and Adoptive Parents Recruitment and Retention Fund	0	15,000	15,000	15,000
Medicaid Provider Enrollment Fund	51,500	51,500	51,500	233,901
Total Full-time Equivalent Employees	6,768.28	6,796.11	6,795.61	6,775.61
General Revenue Fund	2,160.71	1,863.11	1,862.61	1,862.33
Federal Funds	4,360.49	4,572.07	4,572.07	4,549.35
Other Funds	247.08	360.93	360.93	363.93

* Does not include \$593,568,922 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Social Services supplemental appropriations.

DEPARTMENT OF SOCIAL SERVICES

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$9.7 billion for the Department of Social Services. The core functions provided by the Department of Social Services include:

- Protecting the welfare of Missouri's children through foster care, child abuse and neglect investigations, children's treatment, purchase of child care, and adoption assistance.
- Administering income support programs and many of the state's child support enforcement functions, such as, Temporary Assistance for Needy Families, Food Stamps, Energy Assistance, Blind Pension, Supplemental Aid to the Blind, Domestic Violence, and Medicaid eligibility.
- Providing case management, community care, and aftercare to youth committed to the state's custody for various crimes. The Juvenile Court Diversion Program works with local communities to help prevent juvenile crime and provide treatment for youth in their own communities.
- Administering health care delivery to low-income Missouri citizens, including the elderly, people with disabilities, children, and pregnant women. The Medicaid Program is a federal-state partnership to meet the health care needs of those who cannot pay for their own care. While states must meet certain minimum criteria, each state can establish eligibility guidelines, benefit packages, and provider payment rates for its Medicaid Program.

**DEPARTMENT OF SOCIAL SERVICES
OFFICE OF THE DIRECTOR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Office of the Director	\$ 287,555	\$ 316,926	\$ 317,740
Federal Grants and Donations	1,196,250	4,477,551	4,477,551
Human Resource Center	496,879	508,974	513,791
Missouri Medicaid Audit and Compliance	3,087,715	3,984,463	4,208,885
Recovery Audit and Compliance	226	1,200,000	1,200,000
Finance and Administrative Services	6,517,262	7,038,073	9,655,533
Revenue Maximization	680,734	3,250,000	3,250,000
Neglected and Delinquent Children	1,219,820	1,354,000	1,354,000
Legal Services	5,704,822	5,973,677	6,824,655
TOTAL	\$ 19,191,263	\$ 28,103,664	\$ 31,802,155
PERSONAL SERVICE			
General Revenue Fund	4,761,951	4,907,698	5,482,733
Federal Funds	5,859,246	6,167,581	6,408,024
Other Funds	704,956	834,470	934,814
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,099,336	1,066,876	1,615,101
Federal Funds	4,014,617	8,310,137	10,417,705
Other Funds	1,017,815	2,623,993	2,714,378
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,239,699	1,354,000	1,359,360
Federal Funds	493,643	2,804,923	2,836,053
Other Funds	0	33,986	33,987
TOTAL			
General Revenue Fund	7,100,986	7,328,574	8,457,194
Federal Funds	10,367,506	17,282,641	19,661,782
Other Funds	1,722,771	3,492,449	3,683,179
Total Full-time Equivalent Employees			
General Revenue Fund	260.31	277.79	297.65
Federal Funds	108.18	124.72	137.38
Other Funds	136.05	134.72	138.92
Other Funds	16.08	18.35	21.35

Office of the Director – The Office of the Director includes the director, the director’s staff, the Human Resource Center (HRC), the Missouri Medicaid Audit and Compliance Unit (MMAC), and the Strategic Performance and Innovations (SPI) Unit. The director provides leadership for nearly 6,800 employees and the divisions of the Department of Social Services. The HRC guides the Department’s human resource management program, providing leadership, direction and coordination of related services and support to all divisions. The MMAC Unit screens and enrolls Medicaid providers and ensures Medicaid provider payments are in compliance with state and federal requirements. The SPI Unit conducts research, data management and analysis, and improvement and innovation initiatives for the Department.

Division of Finance and Administrative Services – The Division of Finance and Administrative Services provides centralized financial and administrative support to all divisions. Financial related functions include audit support and contract compliance, budgeting, expenditure review and control, federal grants management and reporting, cash management, administration of the Victims of Crime Act grant, administration of Temporary Assistance for Needy Families subrecipient programs, managing IV-E eligibility and IV-E redeterminations for youth in state custody, implementation of the Department’s fiscal policies, and responding to changes in federal and state fiscal policy. Administrative support services include procurement, accounts payables and receivables, payroll management of child care subsidy payments, regional office support functions, emergency management, telecommunications, warehouse/inventory coordination and distribution, fleet management, lease and location management for Social Services facilities, and research and data management.

**DEPARTMENT OF SOCIAL SERVICES
OFFICE OF THE DIRECTOR**

Division of Legal Services – The Division of Legal Services provides comprehensive legal support to the Department and all its divisions. The Division’s responsibilities include due process hearings for public assistance and child support recipient appeals, legal representation of the Department in juvenile and circuit courts, coordinating with the Missouri Attorney General’s Office, investigating fraud and abuse of public assistance programs, and conducting background investigations on Department employees. The Division also includes the State Technical Assistance Team which is responsible for assisting in investigations of child abuse, neglect, exploitation, child fatality, and management and training of Missouri’s Child Fatality Review Program. The Division also coordinates the Department’s compliance with applicable federal and state privacy laws, such as the Health Insurance Portability and Accountability Act.

Fiscal Year 2019 Governor’s Recommendations

- \$2,587,751 for a Medicaid fraud and abuse detection system, including \$474,879 general revenue.
- \$460,814 and ten staff to ensure that crimes against children are promptly investigated.
- \$324,599 and seven staff to investigate legal cases in a timely manner, including \$129,839 general revenue.
- \$180,451 Medicaid Provider Enrollment Fund and three staff for provider enrollment and post-payment reviews.
- \$151,423 for pay plan, including \$69,635 general revenue.
- (\$6,546) and (.14) staff transferred to the Office of the Governor.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

**DEPARTMENT OF SOCIAL SERVICES
FAMILY SUPPORT DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Family Support Administration	\$ 76,996,995	\$ 95,358,036	\$ 95,343,123
Income Maintenance Field Staff and Operations	76,952,946	82,336,089	83,664,545
Family Support Staff Training	237,213	247,667	242,667
Community Partnerships	8,217,157	8,236,127	8,236,127
Missouri Mentoring Partnership	1,443,700	1,443,700	1,443,700
Adolescent Program	750,000	600,000	600,000
Food Nutrition and Employment Training Program	11,409,604	19,843,755	19,843,755
Health Care Industry Training	2,671,722	3,000,000	3,000,000
Temporary Assistance for Needy Families (TANF)	81,636,758	92,114,553	88,114,553
Alternatives to Abortion	0	6,458,561	7,096,917
Healthy Marriage Promotion	757,379	1,500,000	1,500,000
Adult Supplementation	24,758	25,525	25,525
Supplemental Nursing Care	25,104,469	25,420,885	25,420,885
Blind Pension and Supplemental Aid to the Blind	34,738,699	39,387,166	39,946,318
Refugee Assistance	2,470,369	3,806,226	35,000
Community Services Block Grant	20,980,090	23,637,000	23,637,000
Emergency Solutions Program	2,514,277	4,130,000	4,130,000
Food Distribution Programs	1,492,852	1,500,000	1,500,000
Energy Assistance	64,148,416	77,547,867	77,547,867
Assistance for Victims of Sexual Assault	470,517	750,000	910,000
Emergency Shelter Grants	532,782	562,137	562,137
Domestic Violence	8,194,817	8,716,524	10,556,524
Blind Administration	3,921,477	4,738,658	4,802,820
Services for the Visually Impaired	5,610,141	8,304,901	8,304,901
Business Enterprises	31,452,959	35,000,000	35,000,000
Child Support Field Staff and Operations	29,051,666	33,851,673	34,273,041
Child Support Distributions	53,525,535	69,027,285	69,027,285
Victims of Crime Program	0	37,273,626	40,685,897
TOTAL	\$ 545,307,298	\$ 684,817,961	\$ 685,450,587
PERSONAL SERVICE			
General Revenue Fund	19,556,430	19,970,373	20,275,364
Federal Funds	72,646,125	77,488,707	79,089,653
Other Funds	3,414,702	3,528,540	3,659,932
EXPENSE AND EQUIPMENT			
General Revenue Fund	19,206,270	19,627,552	19,876,199
Federal Funds	106,156,038	139,892,187	140,116,036
Other Funds	1,761,651	2,634,148	2,634,148
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	44,349,396	49,199,231	45,486,644
Federal Funds	245,953,961	336,446,247	337,722,483
Other Funds	32,262,725	36,030,976	36,590,128
TOTAL			
General Revenue Fund	83,112,096	88,797,156	85,638,207
Federal Funds	424,756,124	553,827,141	556,928,172
Other Funds	37,439,078	42,193,664	42,884,208
Total Full-time Equivalent Employees			
General Revenue Fund	2,879.34	2,978.87	2,981.76
Federal Funds	589.23	485.09	484.98
Other Funds	2,189.22	2,288.82	2,291.82
Other Funds	100.89	204.96	204.96

Administrative Services/Eligibility and Enrollment System – Management, coordination, direction, and general customer support are provided for all Family Support Division programs. The Division Director and staff monitor the efficiency and effectiveness of and provide policy direction for Income Maintenance, Child Support, and Visually Impaired programs. Administrative Services also provides operational services, human resource support, and systems support to Income Maintenance and Child Support field staff. The Division manages Missouri’s eligibility and enrollment system for income maintenance and Medicaid services.

DEPARTMENT OF SOCIAL SERVICES FAMILY SUPPORT DIVISION

Income Maintenance Field Staff and Operations – Staff provide intake services, information and referral, and eligibility determinations for applicants of services provided by the Department. Funds in these sections support communication, including the Family Support Division's merit staffed call center operation and technology, along with the salaries, general operating expenses, and training for Income Maintenance eligibility specialists, administrative and supervisory staff, and clerical support positions in Family Support offices.

Family Support Staff Training – This funding provides training for income maintenance and child support enforcement staff as well as community stakeholders and partners. Proper training is key to ensuring program compliance and developing effective staff.

Community Partnerships – Twenty organizations partner with the department and other state agencies to plan, develop, finance, and monitor strategies to achieve specific core results. These core results include safe and healthy children and families, children ready to enter and succeed in school, youth ready to enter the workforce and become productive citizens, and parents working.

Missouri Mentoring Partnership – The program provides intervention programs and offers worksite and teen parent mentoring to youth at risk of entering the welfare system or the justice system.

Adolescent Program – Federal dollars are utilized to provide mentoring to adolescent boys and girls to prevent and reduce the incidence of out-of-wedlock pregnancies and encourage the formation and maintenance of two-parent families.

Food Nutrition and Employment Training Program – This program has two parts: SNAP-ED and SkillUP. SNAP-Ed is a partnership with the University of Missouri that provides information on nutrition, physical activity, food safety, and food budgeting education to Food Stamp eligible individuals, especially women; people with children in the home; at-risk, pregnant, and parenting teens; youth; and seniors. SkillUP is the Missouri employment training program which provides Food Stamp participants opportunities to gain skills, training or experience which will improve their employment prospects and assist them to obtain and retain sustaining employment.

Healthcare Industry Training and Education (HITE) – This federally funded program targets low-income individuals and provides job training for high-demand careers with self-sustaining wages in the healthcare industry.

Temporary Assistance for Needy Families (TANF)/ Missouri Work Assistance (MWA) – TANF is a program designed to provide temporary assistance/relief to families to promote self-sufficiency so parents do not remain dependent on government payments and children do not grow up in poverty. TANF is designed to be a temporary assistance which, coupled with a myriad of other support services, enables parents to find and retain employment; thereby, enabling them to support their families without government assistance. MWA requires certain cash benefit (Temporary Assistance) applicants and recipients to participate in work or training activities for a set number of hours, or they can lose their cash benefit. MWA participants can receive assistance and engage in a variety of activities, including barrier resolution for childcare, transportation, and housing; referrals to community resources for substance abuse, mental health treatment, vocational rehabilitation, blind services, and crisis intervention; employment activities including paid, unpaid, subsidized employment, and internships; education and training activities for soft skills, high school or equivalency, short-term training, job search, apprenticeships, and workplace readiness; and assistance with transportation, training, and work expenses.

Alternatives to Abortion – Alternatives to Abortion provides services and counseling to pregnant women at or below 185 percent of the federal poverty level to assist women in carrying their unborn child to term, instead of having an abortion, and to assist women in caring for their child or placing their child for adoption.

Healthy Marriage Promotion – TANF block grant funds support fatherhood program initiatives, encourage paternal involvement in children's lives by connecting fathers with resources to help provide financial assistance to their children, establish legal paternity, and actively participate in caregiving tasks.

Adult Supplementation – The federal government assumed responsibility for Old Age Assistance, Aid to the Permanently and Totally Disabled, and Aid to the Blind programs in January 1974 when it created the Supplemental Security Income (SSI) Program. Recipients who are eligible for SSI, but who receive smaller benefits than their December 1973 payments, receive payments from the state equal to the difference. Recipients who are not eligible for SSI, but who received payments under one of the earlier programs, receive payments from the state equal to the amount they received in December 1973. No new cases can be added to this program, and consequently, the caseload will decline over time.

Supplemental Nursing Care – This state-funded program provides monthly cash benefits to eligible persons in residential care facilities, assisted living facilities, and non-Medicaid certified areas of intermediate care facilities and skilled nursing facilities for use in paying for their care. These grants help low-income seniors and persons with disabilities afford adequate care and remain in a less restrictive environment for long-term care. Persons eligible for these benefits also receive a personal needs monthly allowance.

Blind Pension and Supplemental Aid to the Blind – The Blind Pension program aids the blind who do not qualify for Supplemental Aid to the Blind and who do not own property – excluding homes – worth more than \$20,000. Supplemental Aid to the Blind pays benefits to those blind persons who meet certain requirements with reasonable subsistence in accordance with standards developed by the Family Support Division. An earmarked state property tax provides revenue to the Blind Pension Fund.

DEPARTMENT OF SOCIAL SERVICES FAMILY SUPPORT DIVISION

Community Services Block Grant (CSBG), Emergency Solutions Grants, and Refugee Assistance – CSBG funds are used to address and reduce poverty conditions such as unemployment, inadequate education, malnutrition, inadequate housing, unmet emergency needs, and inadequate available income. Federal statutes require that 90 percent of CSBG funding be passed through to Community Action Agencies and/or other not-for-profit organizations. The federally funded Emergency Solutions Grants Program provides services necessary to help homeless individuals and those at risk of homelessness to quickly regain stability in permanent housing. The Refugee Assistance Program, funded with federal funds, is designed to provide services to help refugees overcome language barriers, acquire or adapt vocational skills, and adjust to their new environment to become productive citizens within the shortest possible time.

Food Distribution – The federally funded Food Distribution Program enables Family Support to provide USDA commodities and administrative funds to not-for-profit food banks to store, ship, and distribute food to eligible individuals and families. The Food Distribution Program also provides commodities for the Summer Food Service Program and other charitable institutions.

Energy Assistance – The Low-Income Home Energy Assistance Program is a federally funded block grant which provides heating assistance payments, winter and summer crisis assistance, and weatherization assistance to low-income households.

Assistance for Victims of Sexual Assault and Emergency Shelter Grants – The Victims of Sexual Assault Program provides support services on a contractual basis to programs throughout the state that serve victims who have been subjected to non-consensual conduct of a sexual nature. The Emergency Shelter Grants Program provides emergency shelter funding on a contractual basis to domestic violence shelters throughout the state.

Domestic Violence – This program issues contracts to domestic violence shelters and programs throughout the state. These shelters provide residential facilities for domestic violence victims and their children. In addition, shelters provide support services such as hotline calls, professional therapy, legal advocacy, and case management.

Blind Administration – This program provides funding for personal services, expense and equipment, and communication costs for both field and central office staff to administer the Services for the Visually Impaired programs.

Services for the Visually Impaired/Business Enterprises – Professional staff in Rehabilitation Services for the Blind counsel and train blind and visually impaired Missourians, arrange for the purchase of other services, and help the visually impaired find jobs. Services include rehabilitation, vocational rehabilitation, diagnosis and treatment of eye disease, equipment and supplies for blind preschool children, the Public Building Vending Program, and the Readers for the Blind Program.

Child Support Field Staff and Operations – Child Support staff provide services to locate missing parents; establish paternity, medical support, and financial child support obligations; and enforce the collection of support payments for TANF, MO HealthNet, and non-TANF families that apply for child support services. The state retains approximately 37 percent of all assigned child support collected on current and former TANF cases.

Child Support Distributions – Distributions are made to reimburse counties that have signed a cooperative agreement with the Department of Social Services to provide judicial assistance in the establishment and enforcement of child support obligations. Child support collection and prosecution costs incurred by the counties are reimbursed by the federal government at a rate of 66 percent. Distributions are also made to families, and to refund overpayments from federal and state income tax refund intercepts.

Victims of Crime Program – The Victims of Crime Program provides grants to crime victim services agencies and state and local units of government to provide high quality services that are directly related to the emotional healing and recovery of crime victims. These services include 24-hour crisis hotline, individual and group counseling, emergency shelter, crisis intervention, court advocacy, emergency transportation, and other services to promote emotional and physical health of victims.

Fiscal Year 2019 Governor's Recommendations

- \$3,431,527 federal funds and three staff for Victims of Crime Act grants.
- \$1,840,000 federal funds for domestic violence shelters.
- \$638,356 for the Alternatives to Abortion Program.
- \$559,152 Blind Pension Fund for a rate increase pursuant to Section 209.040, RSMo.
- \$160,000 federal funds for victims of sexual assault.
- \$1,909,970 for pay plan, including \$310,688 general revenue.
- (\$7,876,226) core reduction from the Fiscal Year 2018 appropriation level, including (\$4,102,296) general revenue.
- (\$24,456) federal funds core reduction for one-time expenditures.
- (\$5,697) and (.11) staff transferred to the Office of the Governor.

**DEPARTMENT OF SOCIAL SERVICES
CHILDREN'S DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Children's Administration	\$ 6,296,968	\$ 6,784,490	\$ 6,827,081
Children's Field Staff and Operations	83,543,461	85,976,302	87,880,690
Children's Staff Training	1,326,689	1,471,758	1,426,758
Children's Treatment Services	21,135,990	22,154,961	22,154,961
Crisis Care	1,629,642	2,050,000	2,050,000
Foster Care	67,554,489	67,269,824	74,918,854
Foster Parent Training	533,190	576,399	576,399
Subsidized Adoption and Guardianship	89,811,251	88,478,796	92,058,731
Adoption Resource Centers	2,099,865	3,850,000	3,850,000
Independent Living	1,988,748	2,999,900	2,999,900
Transitional Living	2,788,940	2,918,887	2,918,887
Child Assessment Centers	2,811,001	2,950,523	2,950,523
Residential Treatment	74,809,982	54,281,481	54,281,481
Foster Care Case Management Contracts	38,880,660	39,183,803	39,183,803
IV-E Court Contracts	79,662	400,000	400,000
Child Abuse and Neglect Grant	186,264	188,316	188,316
Foster Care Children's Account	11,637,353	16,500,000	13,000,000
Purchase of Child Care	170,971,435	186,413,888	186,278,596
Home Visitation	3,953,501	4,364,500	4,364,500
Foster Youth Educational Assistance	1,411,424	1,688,848	1,688,848
Foster Care Outdoor Program	0	500,000	500,000
IV-E CASA Training	25,871	200,000	200,000
TOTAL	\$ 583,476,386	\$ 591,202,676	\$ 600,698,328
PERSONAL SERVICE			
General Revenue Fund	31,817,073	32,778,099	33,217,648
Federal Funds	47,782,441	49,630,340	50,431,825
Other Funds	70,353	119,275	120,928
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,987,061	4,954,283	4,619,826
Federal Funds	9,271,077	10,189,700	9,912,971
Other Funds	88,213	379,056	397,614
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	230,988,597	226,770,730	235,875,189
Federal Funds	239,000,936	242,080,307	245,339,999
Other Funds	19,470,635	24,300,886	20,782,328
TOTAL	267,792,731	264,503,112	273,712,663
General Revenue Fund	267,792,731	264,503,112	273,712,663
Federal Funds	296,054,454	301,900,347	305,684,795
Other Funds	19,629,201	24,799,217	21,300,870
Total Full-time Equivalent Employees			
General Revenue Fund	2,194.88	2,060.38	2,058.32
Federal Funds	883.27	708.79	708.73
Other Funds	1,309.65	1,348.79	1,346.79
	1.96	2.80	2.80

Children's Administration – The Children's Division Administrative Services provides management, coordination, and general direction for all Children's Division programs. The division director and staff monitor the effectiveness of programs that promote safety, permanency, and well-being for Missouri's children served by the division. Administrative Services provides policy direction, operational services, leadership development, and human resource support to field staff.

DEPARTMENT OF SOCIAL SERVICES CHILDREN'S DIVISION

CD Field Staff and Operations/Staff Training – This funding covers salaries, expenses, and training for Children's Service workers and support staff to maintain the Children's Division programs in each of the state's 46 judicial circuits. Front-line staff respond to allegations of child abuse or neglect, provide assistance for families in need of services to keep or return children home safely, secure appropriate out-of-home placements for children placed in the division's custody, and locate permanent homes when it is in the best interest of children. Strong emphasis is placed on engaging families through the implementation of a new practice model focused on well-being, safety, and effects of trauma.

In the spring of 2015, the Children's Division obtained national accreditation by the Council on Accreditation (COA), in accordance with Section 210.113, RSMo. To achieve accreditation, Missouri's child welfare system was reviewed and measured against nationally recognized standards of best practice established by COA. This was the second time the Children's Division achieved accreditation; the first occurred in 2009.

Children's Treatment Services, Crisis Care, and Prevention Programs – The Children's Treatment Services funding provides a variety of contracted services to child abuse victims and their parents. Specific services include individual and family therapy, respite care, parent aides, intensive family reunification, and other supportive services. Children's Treatment Services funding also provides for intensive, in-home services to help prevent placement of children in foster care and keep children with their families. Prevention programs such as Crisis Care Centers and home visiting provide services for families and children to prevent child abuse and neglect and to divert children from the state's custody.

Foster Care, Foster Parent Training, Children's Account, Adoption Subsidy, and Subsidized Guardianship – The Foster Care Program provides monthly room and board payments for children in the custody and care of the Children's Division. Types of placements include traditional foster care, relative care, and kinship care. For children with intensive behavioral or medical needs, specialized placements are provided. Payments are made for non-Medicaid medical and dental services, clothing, transportation, foster parent training, respite care, and other needs.

Children's Account is comprised of funds received from a variety of sources on behalf of children in the division's custody. These monies are used to offset the cost of maintaining the child in foster care and to pay for any special expenses of the child.

The Adoption Subsidy Program and Subsidized Guardianship Program provide financial assistance to parents who adopt or become legal guardians of special needs children in order to move these children from foster care into permanent family arrangements.

Adoption Resource Centers - The purpose of these centers located in St. Louis, Kansas City, Springfield, Jefferson City, and Southeast Missouri is to prevent adoption disruption and promote family well-being through the provision of supportive services, crisis intervention, respite services, and training on accessing community resources. Centers also provide extreme recruitment services aimed at locating family or kinship connections for children in foster care.

Child Assessment Centers – Child Assessment Centers provide a child friendly setting where children, reported to have been sexually abused, can be interviewed by multi-disciplinary team members and receive a single medical examination.

Residential Treatment, Transitional Living, Independent Living, Title IV-E Court Contracts, and Title IV-E CASA Training – Residential facilities are used when foster family care cannot meet the children's treatment needs. The division contracts with a wide range of residential programs, ranging from small group homes to large, self-contained, resident campuses. Facilities must be licensed by the Children's Division and may also be accredited by one of three nationally recognized accrediting organizations. Independent Living programs assist foster care children, ages 15 to 21, in learning the necessary skills for the transition from foster care to adult independent living in the community. Transitional Living placement programs assist foster care children ages 16 to 21 by placing youth in their communities with support services. Contracts through the Title IV-E Program allow the Children's Division to pass through federal funds to be used for reimbursement to juvenile courts for children in the court's custody placed in juvenile court residential facilities and to the statewide Court Appointed Special Advocate (CASA) agency to support training programs.

Foster Care Case Management Contracts – The Children's Division contracts with private agencies to provide foster care/adoption case management services to children who have been removed from their homes and are under the jurisdiction of the juvenile court. These children have been abused and/or neglected or were found to be at serious risk of such. The goal of the foster care case management contracts is to improve safety, stability, and timely permanency for these children. Approximately 25% of children in the custody of the Children's Division are case managed by private contractors.

Child Abuse and Neglect Grant – This grant is used to improve the investigation, prosecution, and judicial handling of cases of child abuse and neglect, particularly child sexual abuse and exploitation in a manner that limits additional trauma to the child victim.

Foster Care Children's Account – This appropriation provides a central account for the distribution of funds for a child in the Children's Division's care and custody, offsetting state expenses and providing support for children who can safely return home.

DEPARTMENT OF SOCIAL SERVICES CHILDREN'S DIVISION

Purchase of Child Care – The child care program supports low-income working families and children receiving protective service child care through the Children's Division. Without child care assistance, many parents could not participate in job training or education, or maintain employment in order to become self-sufficient. Without such assistance, the risk of children being left in inappropriate, unsupervised, or unsafe environments also increases. The Early Childhood Development, Education and Care Fund supports programs to improve the availability of, and access to, quality child care and programs that prepare children to enter school ready to succeed. Because children learn more from the ages of zero to five than during any other developmental period, the availability of quality child care is essential to preparing children for school.

Home Visitation – The Home Visitation Program provides free, voluntary services for families and children to prevent child abuse and neglect and to divert children from the state's custody. This program targets low income families and families with children under age three to ensure that these children have positive early childhood experiences both in and out of the home.

Foster Youth Educational Assistance – This funding provides financial assistance for tuition and other fees related to post-secondary education, certificate programs, or career and vocational training to youth in foster care and former foster care youth. The program gives the division the opportunity to provide funding to assist eligible youth interested in pursuing higher education to reach their goals and reduce student loan debt.

Foster Care Outdoor Program – This funding supports a residential licensed or accredited "Outdoor Learning" program related to the treatment of foster children.

Fiscal Year 2019 Governor's Recommendations

- \$5,268,000 to reduce the number of children awaiting termination of parental rights, including \$3,951,000 general revenue.
- \$3,340,093 to serve the increasing number of children in state custody, including \$2,395,197 general revenue.
- \$2,620,872 for a rate increase for foster care, adoption, and guardianship providers, including \$2,112,625 general revenue.
- \$669,000 to provide technology resources for child welfare practitioners, including \$381,330 general revenue.
- \$1,319,833 for pay plan, including \$456,735 general revenue.
- (\$3,719,130) and (two) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$84,320) general revenue.
- (\$3,016) and (.06) staff transferred to the Office of the Governor.

**DEPARTMENT OF SOCIAL SERVICES
DIVISION OF YOUTH SERVICES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administrative Services	\$ 1,866,220	\$ 1,898,993	\$ 1,916,831
Youth Treatment Programs	51,406,344	55,621,759	54,390,321
Juvenile Court Diversion	3,781,076	3,979,486	3,979,486
TOTAL	\$ 57,053,640	\$ 61,500,238	\$ 60,286,638
PERSONAL SERVICE			
General Revenue Fund	17,946,835	18,494,764	18,199,901
Federal Funds	20,504,884	24,061,423	23,391,132
Other Funds	3,171,288	3,374,624	3,428,168
EXPENSE AND EQUIPMENT			
General Revenue Fund	621,532	451,430	346,347
Federal Funds	4,021,604	4,378,328	4,181,421
Other Funds	3,518,799	2,571,492	2,571,492
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	3,591,804	3,954,232	3,954,232
Federal Funds	2,600,177	2,418,030	2,418,030
Other Funds	1,076,717	1,795,915	1,795,915
TOTAL			
General Revenue Fund	22,160,171	22,900,426	22,500,480
Federal Funds	27,126,665	30,857,781	29,990,583
Other Funds	7,766,804	7,742,031	7,795,575
Total Full-time Equivalent Employees			
General Revenue Fund	1,223.10	1,253.21	1,204.18
Federal Funds	523.89	480.23	463.12
Other Funds	605.07	683.77	651.85
Other Funds	94.14	89.21	89.21

Youth Services Administration – The Youth Services Administrative Unit assumes overall responsibility for designing, implementing, managing, and evaluating all programs operated by the Division of Youth Services (DYS). Five regional offices work with central office staff to ensure program efficiency and effectiveness at the local level.

Youth Treatment – Youth treatment includes residential and non-residential services. Residential Services provide youthful offenders with structured rehabilitation programs to address the youth’s treatment/educational needs and facilitate the youth’s successful and productive transition to aftercare in the community. Services include academic and vocational education. The division operates 5 secure care facilities, 19 moderate care facilities, and 6 community-based facilities. Non-residential Services help youthful offenders adjust to community life and become law-abiding and productive citizens. The division also provides the following: case management; community care which includes day treatment, intensive supervision, family counseling, and alternative living; and aftercare contractual services.

Juvenile Court Diversion – The Juvenile Court Diversion Program encourages local communities to develop programs to divert youth from commitment to DHS through contracts with local courts to provide early intervention services to first-time offenders to stop their delinquent behavior.

Fiscal Year 2019 Governor’s Recommendations

- \$721,426 for pay plan, including \$274,264 general revenue.
- (\$1,933,678) and (49) staff core reduction from the Fiscal Year 2018 appropriation level, including (\$672,862) general revenue.
- (\$1,348) and (.03) staff transferred to the Office of the Governor.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administrative Services	\$ 117,362,874	\$ 139,977,745	\$ 147,088,653
MO HealthNet Vendor Payments and Managed Care	7,378,750,257	7,834,969,820	8,150,431,188
Blind Pension Medical Benefits	28,240,262	26,672,798	24,904,182
TOTAL	\$ 7,524,353,393	\$ 8,001,620,363	\$ 8,322,424,023
PERSONAL SERVICE			
General Revenue Fund	2,593,084	2,651,172	2,934,945
Federal Funds	5,444,863	5,548,030	5,867,480
Other Funds	1,572,483	1,877,457	1,900,329
EXPENSE AND EQUIPMENT			
General Revenue Fund	16,070,964	16,635,605	24,277,710
Federal Funds	66,611,248	78,619,116	84,148,488
Other Funds	8,596,918	8,334,285	9,489,359
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,291,583,689	1,322,919,370	1,419,125,898
Federal Funds	3,735,911,243	3,839,501,411	3,995,516,206
Other Funds	2,395,968,901	2,725,533,917	2,779,163,608
TOTAL			
General Revenue Fund	1,310,247,737	1,342,206,147	1,446,338,553
Federal Funds	3,807,967,354	3,923,668,557	4,085,532,174
Other Funds	2,406,138,302	2,735,745,659	2,790,553,296
Total Full-time Equivalent Employees			
General Revenue Fund	210.65	225.86	233.70
Federal Funds	56.14	64.28	68.12
Other Funds	120.50	115.97	119.97
	34.01	45.61	45.61

Administrative Services – The MO HealthNet Division is an intermediary for providing services to both participants and providers. The agency’s structure includes five major sections: Administration, Finance, Program Operations, Evidence-Based Decision Support, and Information Systems.

The Administration section coordinates legislative guidance on MO HealthNet issues and completes final review of budget and State Plan Amendments.

The Finance section is responsible for budget analysis and rate development, institutional policy and reimbursement, and financial operations and recoveries.

The Program Operations section provides the day-to-day oversight of MO HealthNet benefits, outpatient prescription drug reimbursement, and Managed Care programs. The section also develops and implements clinical policy, creates cost containment initiatives, and monitors federal waiver programs.

The Evidence-Based Decision Support section assesses the quality of care provided under Managed Care and Fee-For-Service programs, develops and supports evidence-based clinical decisions, and manages the patient-centered medical home program.

The Information Systems section manages the primary claims processing system, known as the Medicaid Management Information System (MMIS), as well as tools for pharmacy and clinical services.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

Fiscal Year 2019 Governor's Recommendations

- \$9,557,817 and seven staff to advance the MO HealthNet technology infrastructure, including \$6,621,410 general revenue.
- \$2,500,000 federal and other funds for a contract increase to recover third-party liability claims.
- \$1,271,966 to extend contracts for development, operation, and support of the MO HealthNet technology infrastructure, including \$395,881 general revenue.
- \$678,338 and one staff to develop and implement an Electronic Visit Verification system for personal care services, including \$101,169 general revenue.
- \$120,389 for pay plan, including \$34,791 general revenue.
- (\$7,000,000) federal fund core reduction from the Fiscal Year 2018 appropriation level.
- (\$9,860) federal and other funds core reduction for one-time expenditures.
- (\$7,742) and (.16) staff transferred to the Office of the Governor.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

**MEDICAID EXPENDITURES
SELECTED SERVICES AND ANNUAL TOTALS**

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Missouri Rx Plan	\$ 22,883,096	\$ 11,562,803	\$ 11,416,112
Pharmacy and PFRA	1,319,458,163	1,404,947,438	1,407,843,057
Medicare Part D - Clawback	211,018,979	228,376,331	226,750,733
Physician Related Services	479,614,606	327,303,213	493,764,810
Dental	14,995,471	3,921,462	6,533,810
Premium Payments	232,135,128	261,214,246	265,697,026
Nursing Facilities and NFRA	973,825,164	951,856,587	947,868,150
Home Health	5,253,779	7,353,195	5,236,688
Rehabilitation and Specialty Services	255,495,866	266,103,357	307,939,806
Non-Emergency Medical Transportation	40,872,346	47,032,706	48,042,239
Managed Care	1,874,470,729	2,322,413,226	2,087,619,510
Hospital Care	715,788,411	463,574,056	701,704,051
FRA	1,071,322,910	1,280,818,734	1,370,127,055
Health Care Access	6,542,043	0	0
Children's Health Insurance Program	80,193,969	93,518,698	85,069,163
Show-Me Healthy Babies	17,867,652	13,988,802	30,105,869
FQHC Distribution	11,663,693	12,368,722	13,095,727
School District Claiming	29,781,698	34,896,295	34,896,295
FRA Health Care Home	5,510,063	8,105,166	11,637,802
Blind Pension Medical Benefits	28,240,262	26,672,798	24,904,182
Complex Rehab Technology Products	10,056,491	11,654,537	11,123,039
Ground Emergency Medical Transport	0	83,960,246	83,960,246
TOTAL	\$ 7,406,990,519	\$ 7,861,642,618	\$ 8,175,335,370
EXPENSE AND EQUIPMENT			
General Revenue Fund	3,391,353	3,173,676	4,349,926
Federal Funds	7,961,383	3,997,973	6,099,223
Other Funds	1,898,911	215,000	1,375,004
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,291,583,689	1,322,918,671	1,418,729,318
Federal Funds	3,706,186,282	3,805,803,381	3,966,868,291
Other Funds	2,395,968,901	2,725,533,917	2,777,913,608
TOTAL			
General Revenue Fund	1,294,975,042	1,326,092,347	1,423,079,244
Federal Funds	3,714,147,665	3,809,801,354	3,972,967,514
Other Funds	2,397,867,812	2,725,748,917	2,779,288,612

Vendor Payments – The Medicaid Program is a federal-state partnership to pay for the health care of those who cannot pay for their own care. Federal law sets the minimum services for any state that opts to administer the Medicaid Program. These include hospital; physician; Early and Periodic Screening, Diagnostic and Treatment; lab and x-ray; skilled nursing home care; home health care; Federally Qualified Health Centers; rural health clinics; and non-emergency transportation. Additional State Plan services include pharmacy and dental benefits. Services (except pharmacy) provided to most children, custodial parents, and pregnant women are delivered through managed care contracts.

In addition to Medicaid State Plan Services, Missouri provides breast and cervical cancer treatment for uninsured women under the age of 65. The State Children's Health Insurance Program (CHIP) covers uninsured children up to 300 percent of the federal poverty level. Families with incomes above 150 percent of the federal poverty level must pay premiums to receive coverage for their children. The Show-Me Healthy Babies program, as part of CHIP, offers services for targeted low-income unborn children from families with household incomes up to 300 percent of the federal poverty level. The Blind Pension Medical Benefits Program covers individuals receiving blind pension benefits who do not meet categorical eligibility criteria for Medicaid.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

Fiscal Year 2019 Governor's Recommendations

- \$342,193,731 for the additional cost of existing Medicaid programs, including \$81,771,921 general revenue.
- \$63,130,669 to reimburse Managed Care organizations for the federally mandated health insurer fee, including \$22,303,546 general revenue.
- \$58,537,793 to replace one-time funding sources budgeted in Fiscal Year 2018.
- \$56,572,419 federal funds to address the change in the Medicaid federal participation percentage.
- \$55,230,637 for increases in the pharmacy program due to new specialty drugs, therapies, utilization, and inflation, including \$19,297,140 general revenue.
- \$37,259,777 for an actuarially-required rate adjustment for managed care plans, including \$12,789,839 general revenue.
- \$34,020,886 for the full release of the Managed Care contracted withhold deferred in Fiscal Year 2018, including \$11,735,282 general revenue.
- \$20,555,557 for existing Medicaid programs due to increased caseloads as a result of the increased asset limit pursuant to HB 1565 (2016), including \$3,198,730 general revenue.
- \$9,063,624 for increases in Medicare Part A and B premiums, including \$2,995,668 general revenue.
- \$5,352,480 for the expansion of the health home program, including \$650,412 general revenue.
- \$4,196,978 for Medicare parity payments to primary care physicians relating to maternal-fetal medicine, neonatology, and pediatric cardiology, including \$1,460,422 general revenue.
- \$2,209,072 for an actuarial cost increase for non-emergency medical transportation, including \$768,691 general revenue.
- \$271,554 for increases to Medicare hospice rates, including \$94,493 general revenue.
- \$1,250,000 transferred from the Department of Mental Health for children's trauma treatment, including \$500,000 general revenue.
- \$1,228,617 transferred from the Department of Mental Health for non-emergency medical transportation, including \$454,984 general revenue.
- (\$277,394,306) core reduction from the Fiscal Year 2018 appropriation level, including (\$83,873,555) general revenue.
- (\$99,577,303) core reduction for one-time expenditures, including (\$35,289,036) general revenue.
- (\$409,433) transferred to the Department of Health and Senior Services for Home and Community Based Services provided to participants formerly receiving state-only medical benefits.

ELECTED OFFICIALS

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Office of the Chief Executive	\$ 4,916,361	\$ 6,639,527	\$ 6,897,510	\$ 6,902,710
Lieutenant Governor	409,632	538,425	588,425	541,025
Secretary of State	30,137,231	43,973,775	54,122,750	48,024,926
State Auditor	7,035,302	8,587,033	8,587,033	8,682,434
State Treasurer	66,073,572	47,637,188	27,837,189	27,860,199
Attorney General	24,812,317	35,469,424	35,338,035	35,588,032
TOTAL	\$ 133,384,415	\$ 142,845,372 *	\$ 133,370,942	\$ 127,599,326
General Revenue Fund	62,659,331	51,684,777	60,383,829	54,421,848
Federal Funds	11,786,110	22,516,751	21,063,392	21,120,496
Other Funds	58,938,974	68,643,844	51,923,721	52,056,982
Total Full-time Equivalent Employees	764.11	962.52	965.52	965.52
General Revenue Fund	524.43	621.08	622.58	622.58
Federal Funds	69.40	94.51	95.26	95.26
Other Funds	170.28	246.93	247.68	247.68

* Does not include \$15,200,000 recommended in the Fiscal Year 2018 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Elected Officials supplemental appropriations.

OFFICE OF THE CHIEF EXECUTIVE

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Governor's Office and Mansion	\$ 4,070,780	\$ 2,609,526	\$ 2,872,709
National Guard Emergency	845,581	4,000,001	4,000,001
Special Audits	0	30,000	30,000
TOTAL	\$ 4,916,361	\$ 6,639,527	\$ 6,902,710
PERSONAL SERVICE			
General Revenue Fund	4,262,121	1,999,651	2,342,886
Federal Funds	0	18,386	5,027
Other Funds	0	123,995	220,761
EXPENSE AND EQUIPMENT			
General Revenue Fund	654,240	497,494	334,035
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	0	4,000,001	4,000,001
TOTAL			
General Revenue Fund	4,916,361	6,497,146	6,676,922
Federal Funds	0	18,386	5,027
Other Funds	0	123,995	220,761
Total Full-time Equivalent Employees			
General Revenue Fund	46.58	31.00	36.00
Federal Funds	0.00	1.00	1.25
Other Funds	0.00	2.25	3.50

GOVERNOR'S OFFICE AND MANSION

Article IV, Section 1 of the Missouri Constitution vests the state's executive power in the Governor. This section of the budget includes the statutory salary of the Governor, funds for personnel, and expense and equipment in the Governor's office and the mansion.

Fiscal Year 2019 Governor's Recommendations

- \$5,200 for pay plan.
- \$257,983 and five staff transferred from various departments, including \$174,576 general revenue.

NATIONAL GUARD EMERGENCY/HOMELAND SECURITY

The Missouri National Guard, when called to active duty by the Governor under Section 41.480, RSMo, has the authority to restore law and order and assist in the disaster relief of any section of the state where circumstances exceed the resources of local civil authorities. The most common use of the guard has been for cleanup and security following natural disasters, such as a flood or tornado.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

SPECIAL AUDITS

Section 26.060, RSMo, authorizes the Governor to call for special audits of any entity receiving state funds when the public interest of the state will be served.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

LIEUTENANT GOVERNOR

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Lieutenant Governor TOTAL	\$ 409,632	\$ 538,425	\$ 541,025
PERSONAL SERVICE	371,016	457,748	460,348
EXPENSE AND EQUIPMENT	38,616	80,677	80,677
TOTAL			
General Revenue Fund	409,632	538,425	541,025
Total Full-time Equivalent Employees	6.38	8.00	8.00
General Revenue Fund	6.38	8.00	8.00

Article IV, Section 10 of the Missouri Constitution establishes the qualifications of the Lieutenant Governor and the office's powers and responsibilities as ex officio president of the Senate. The statutory salary of the Lieutenant Governor, funds for personnel and expense and equipment costs in operating the Office of the Lieutenant Governor are included in this section.

Fiscal Year 2019 Governor's Recommendations

- \$2,600 for pay plan.

SECRETARY OF STATE

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 13,084,237	\$ 21,599,502	\$ 19,575,653
Elections	10,837,518	12,650,496	18,725,496
Record Preservation Programs	62,866	475,001	475,001
Missouri Library Programs	6,152,610	9,248,776	9,248,776
TOTAL	\$ 30,137,231	\$ 43,973,775	\$ 48,024,926
PERSONAL SERVICE			
General Revenue Fund	7,436,496	7,603,512	7,722,149
Federal Funds	277,290	532,779	539,799
Other Funds	1,088,421	2,201,298	2,227,292
EXPENSE AND EQUIPMENT			
General Revenue Fund	5,650,899	4,832,226	10,087,226
Federal Funds	3,152,031	4,976,839	3,476,841
Other Funds	2,672,960	4,461,113	4,535,613
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	4,864,148	6,800,777	6,870,777
Federal Funds	4,759,866	10,142,230	10,142,228
Other Funds	235,120	2,423,001	2,423,001
TOTAL			
General Revenue Fund	17,951,543	19,236,515	24,680,152
Federal Funds	8,189,187	15,651,848	14,158,868
Other Funds	3,996,501	9,085,412	9,185,906
Total Full-time Equivalent Employees			
General Revenue Fund	214.14	269.30	269.30
Federal Funds	182.67	205.76	205.76
Other Funds	7.80	12.80	12.80
Other Funds	23.67	50.74	50.74

Article IV, Section 14 of the Missouri Constitution sets forth responsibilities of the Secretary of State.

ADMINISTRATION

The Office of the Secretary of State provides services as follows:

Administrative Services – Provides central budgeting, payroll, human resources, accounting, supplies, and mailroom services for all areas of the office. Responsibilities also include publication of the official manual of the State of Missouri, the Constitution, corporation laws, securities laws, the uniform commercial code manual, notary public laws, trademark laws, primary election returns, and the state and general assembly roster.

Elections Services – Prepares ballots, certifies candidates, canvasses election returns, certifies initiative petitions, and maintains the statewide voter registration database.

Record Services – Provides for the maintenance, retention, preservation, and disposal of official records of the state and local governments of Missouri.

Administrative Rules and Legal Services – Serves as the central filing office for all rules and regulations promulgated by departments of the State of Missouri.

Securities Services – Works to protect Missouri investors from fraud and maintains an orderly securities market in the state. The Securities Commissioner administers the Missouri Uniform Securities Act.

Business Services – Administers the laws and filings of corporations and non-profit organizations. The division is the central filing office and custodian of all filings on business and professional loans. Additionally, the division commissions public notaries.

Missouri State Library – Supports or works in concert with public, academic, and institutional libraries of the state with grant support, consultant services, development of criteria for establishment of libraries, collection development, and resource sharing. The library serves as a research and reference library for state government and the legislature and as the central outlet for census data information.

ELECTED OFFICIALS SECRETARY OF STATE

Wolfner Library for the Blind and Physically Handicapped - Provides a variety of Braille, large print books, audio books, and playback equipment for eligible citizens who are blind or have visual impairments, physical disabilities, or learning disabilities. The federal government, through the National Library Service, provides production of the materials, equipment, and postal charges for their distribution. The State of Missouri pays for staffing and the cost of housing the collections of material and equipment for staff to operate the service.

Fiscal Year 2019 Governor's Recommendations

- \$54,500 Wolfner Library Trust Fund to increase public awareness of the Wolfner Library, a free library service for Missourians who are unable to use standard print materials due to a visual or physical disability.
- \$20,000 Family Trust Company Fund to implement the Missouri Family Trust Company Act enacted under HB 292 (2017).
- \$151,651 for pay plan, including \$118,637 general revenue.
- (\$2,250,000) core reduction from the Fiscal Year 2018 appropriation level, including (\$750,000) general revenue.

ELECTIONS

Initiative, Referendum, and Constitutional Amendments Expenses - Funds are provided to allow for the publication of the texts of initiative petitions and referendums in newspapers prior to their consideration by the electorate of the State of Missouri. Payments are made in accordance with Chapter 125, RSMo, for constitutional amendments and Chapter 126, RSMo, for initiative petitions and referendums.

Absentee Ballots – Funds are provided to allow for fees and costs for establishing and maintaining the business reply and postage-free mail for absentee envelopes returned by voters, in accordance with Section 115.285, RSMo.

Election Printing and Federal Election Reform – Provisional ballot envelopes must be provided for local election authorities to use in elections of federal candidates, statewide candidates, or statewide issues. In addition, the Elections Division must print and distribute voter registration applications in accordance with federal laws.

Fiscal Year 2019 Governor's Recommendations

- \$6,000,000 for publishing the full texts of any statewide ballot measures in local newspapers throughout the state.
- \$75,000 for reimbursement to local election authorities for absentee ballot return postage costs.

RECORD PRESERVATION PROGRAMS

Local Records Grants – These funds are user fees designated for local records preservation. Missouri local governments submit proposals that address their specific needs in archive/records management. The Historical Records Advisory Board in concert with the Local Records Program Fiscal Grants Officer establish and implement funding priorities and audit the return of money to local governments.

Document Preservation – These funds are private donations designated for preservation of documents of legal, historical, and genealogical importance to the State of Missouri.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**ELECTED OFFICIALS
SECRETARY OF STATE**

MISSOURI LIBRARY PROGRAMS

State Aid for Public Libraries – The Missouri Constitution authorizes the state to support and aid public libraries. Consistent with this authority and the procedure set out in Section 181.060, RSMo, the Missouri State Library distributes funds to eligible public libraries on the basis of population served by the library district. A public library becomes eligible for participation if it has voted a local tax of at least ten cents per one hundred dollars assessed valuation. Local libraries use state funds to supplement local support.

Library Networking Fund – Section 143.183, RSMo, authorizes the transfer from general revenue of ten percent of the annual estimate of income taxes generated from nonresident athletes and entertainers to the Library Networking Fund for distribution to public libraries for the acquisition of library materials.

Federal Aid for Public Libraries – The Missouri State Library administers federal grants under the federal Library Services and Construction Act. The library distributes funds to local public libraries for personnel, books, other library materials, and for general operating expenses to develop and improve library services. In addition, funds are available to local groups of libraries for improving local library cooperation. All costs for cooperative projects, except book purchases and building construction, are eligible for funding.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

STATE AUDITOR

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Auditor			
TOTAL	\$ 7,035,302	\$ 8,587,033	\$ 8,682,434
PERSONAL SERVICE			
General Revenue Fund	5,156,664	5,873,479	5,948,405
Federal Funds	597,806	888,870	896,020
Other Funds	224,032	952,475	965,800
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,010,866	807,859	807,859
Federal Funds	30,123	30,123	30,123
Other Funds	15,811	34,227	34,227
TOTAL			
General Revenue Fund	6,167,530	6,681,338	6,756,264
Federal Funds	627,929	918,993	926,143
Other Funds	239,843	986,702	1,000,027
Total Full-time Equivalent Employees			
General Revenue Fund	108.59	168.77	168.77
Federal Funds	93.64	137.27	137.27
Other Funds	11.14	11.00	11.00
	3.81	20.50	20.50

Article IV, Section 13 of the Missouri Constitution establishes qualifications and responsibilities of the State Auditor. The State Auditor's Office works to ensure the proper use of public funds by performing audits of state agencies, boards and commissions, the circuit court system, counties in Missouri that do not have a county auditor, and other political subdivisions upon petition by the voters. All audits are performed in accordance with generally accepted government auditing standards issued by the Comptroller General of the United States. The audit reports are delivered to the Governor, the General Assembly, the auditee, and interested citizens. The State Auditor also provides an annual audit of the state's comprehensive annual financial report and federal grant programs administered by the state, reviews and registers general obligation bond issues of the state's political subdivisions, prepares fiscal notes for ballot initiatives, performs an Annual Forfeiture Report, and reviews property tax rates proposed by political subdivisions for compliance with state law.

Fiscal Year 2019 Governor's Recommendations

- \$95,401 for pay plan, including \$74,926 general revenue.

STATE TREASURER

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 3,996,429	\$ 4,337,188	\$ 4,360,198
Edward Jones Dome Project Debt Service and Maintenance	12,000,000	0	0
Issuing Duplicate and Outlawed Checks	3,101,374	2,000,000	1,000,000
Abandoned Fund Account	46,975,769	41,300,000	22,500,001
TOTAL	\$ 66,073,572	\$ 47,637,188	\$ 27,860,199
PERSONAL SERVICE			
Other Funds	2,132,508	2,259,916	2,282,926
EXPENSE AND EQUIPMENT			
Other Funds	1,863,921	2,077,272	2,077,272
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	18,991,181	4,000,000	1,000,001
Other Funds	43,085,962	39,300,000	22,500,000
TOTAL			
General Revenue Fund	18,991,181	4,000,000	1,000,001
Other Funds	47,082,391	43,637,188	26,860,199
Total Full-time Equivalent Employees	46.22	50.40	50.40
Other Funds	46.22	50.40	50.40

ADMINISTRATION

Article IV, Section 15 of the Missouri Constitution describes the duties and responsibilities of the State Treasurer. The State Treasurer is responsible for receiving and investing state moneys, posting receipts to the proper funds, and signing warrants drawn according to law. As custodian of those funds, the Treasurer determines the amount of state moneys not needed for current operating expenses and invests those funds in interest-bearing time deposits in Missouri banking institutions or in short-term United States government obligations. The Treasurer is required to give due consideration to the preservation of state funds and the comparative yields available. The Treasurer also must determine whether the general welfare of the state is better served by investing state funds in United States securities or within the Missouri banking system.

The Treasurer also administers the state's unclaimed property law by collecting unclaimed or abandoned funds and property belonging to Missouri citizens and trying to locate the owners.

Fiscal Year 2019 Governor's Recommendations

- \$23,010 other funds for pay plan.

ISSUING DUPLICATE AND OUTLAWED CHECKS

These functions allow payment of claims against the state in cases where checks are not presented for payment within 12 months of issuance as required by law.

Fiscal Year 2019 Governor's Recommendations

- (\$1,000,000) core reduction from the Fiscal Year 2018 appropriation level.

**ELECTED OFFICIALS
STATE TREASURER**

ABANDONED FUND ACCOUNT

In accordance with Section 447.543, RSMo, the Abandoned Fund Account has the two-fold purpose of receiving funds that have remained unclaimed for a period of seven years and making the payment of valid claims. Any time the fund exceeds 1/12th of the prior year's disbursements, the Treasurer may, and at least once every year shall, transfer the excess to general revenue. If verified claims for payment should reduce the balance in the account to less than 1/24th of the prior year's disbursements, the Treasurer shall transfer from general revenue an amount sufficient to restore the fund to 1/12th of the prior year's disbursements.

Fiscal Year 2019 Governor's Recommendations

- (\$18,799,999) core reduction from the Fiscal Year 2018 appropriation level, including (\$1,999,999) general revenue.

ATTORNEY GENERAL

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 23,537,503	\$ 32,019,661	\$ 32,073,069
Missouri Office of Prosecution Services	1,274,814	3,449,763	3,514,963
TOTAL	\$ 24,812,317	\$ 35,469,424	\$ 35,588,032
PERSONAL SERVICE			
General Revenue Fund	11,012,898	12,496,250	12,532,381
Federal Funds	2,395,769	3,098,911	3,141,845
Other Funds	4,759,134	5,192,991	5,263,923
EXPENSE AND EQUIPMENT			
General Revenue Fund	2,974,836	2,000,303	2,000,303
Federal Funds	568,908	2,576,614	2,636,614
Other Funds	2,489,310	5,577,356	5,484,967
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	235,350	234,800	234,800
Federal Funds	4,317	251,999	251,999
Other Funds	371,795	4,040,200	4,041,200
TOTAL			
General Revenue Fund	14,223,084	14,731,353	14,767,484
Federal Funds	2,968,994	5,927,524	6,030,458
Other Funds	7,620,239	14,810,547	14,790,090
Total Full-time Equivalent Employees			
General Revenue Fund	342.20	435.05	433.05
Federal Funds	195.16	242.30	240.30
Other Funds	50.46	69.71	70.21
Other Funds	96.58	123.04	122.54

Established by Article IV, Section 12 of the Missouri Constitution, the Attorney General takes legal action to protect the rights and interests of the state, litigates appeals to which the state is a party, provides opinions regarding state law, and assists prosecuting attorneys in the prosecution of cases. The Office of the Attorney General has several responsibilities for which specific funds have been established by law.

Section 27.080, RSMo, establishes the Attorney General's Court Costs Fund to receive deposits and make payments of court costs in litigation requiring the appearance of the Attorney General. This fund is supplemented by a transfer from general revenue.

Section 416.081, RSMo, creates the Antitrust Revolving Fund which is composed of deposits of ten percent of any court settlement of antitrust litigation involving the Attorney General. This fund is supplemented by a transfer from general revenue.

Chapter 287, RSMo, authorizes the Attorney General to charge the Second Injury Fund for the cost of defending the fund.

Section 56.750, RSMo, establishes the Missouri Office of Prosecution Services within the Attorney General's Office. The Prosecution Services Office is funded primarily through fees assessed as court costs in criminal cases. The office was established to develop uniform training and procedures for Missouri's prosecuting attorneys.

Sections 407.1095 to 407.1110, RSMo, establish a no-call database to be maintained by the Attorney General for citizens who object to receiving telephone solicitations at home.

Fiscal Year 2019 Governor's Recommendations

- \$249,997 for pay plan, including \$136,131 general revenue.
- \$60,000 federal funds transferred from the Department of Public Safety for the Missouri Office of Prosecution Services.
- (\$100,000) and (two) staff core reduction from the Fiscal Year 2018 appropriation level.
- (\$91,389) Merchandising Practices Revolving Fund transferred to the Department of Public Safety.

JUDICIARY

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Supreme Court	\$ 5,202,118	\$ 5,951,299	\$ 6,136,578	\$ 6,010,109
Office of State Courts Administrator	28,260,628	32,647,045	36,604,331	32,751,445
Court of Appeals	12,128,526	12,139,301	12,452,530	12,285,009
Circuit Courts	152,007,930	158,362,458	160,351,745	160,617,669
Drug Courts	6,741,971	7,056,745	8,885,213	10,637,163
Commission on Retirement, Removal, and Discipline of Judges	242,418	253,517	255,634	256,772
Appellate Judicial Commission	5,971	7,741	7,741	7,741
TOTAL	\$ 204,589,562	\$ 216,418,106	\$ 224,693,772	\$ 222,565,908
General Revenue Fund	183,088,051	189,517,872	197,793,538	195,543,474
Federal Funds	10,579,793	14,478,318	14,478,318	14,578,743
Third Party Liability Collections Fund	293,364	400,229	400,229	405,104
Statewide Court Automation Fund	3,063,761	5,250,489	5,250,489	5,266,739
Supreme Court Publications Revolving Fund	25,942	150,000	150,000	150,000
Missouri CASA Fund	75,748	100,000	100,000	100,000
Crime Victims' Compensation Fund	887,200	887,200	887,200	887,200
Circuit Courts Escrow Fund	2,069,224	5,500	5,500	5,500
Basic Civil Legal Services Fund	4,187,309	5,098,498	5,098,498	5,099,148
State Court Administration Revolving Fund	149,952	230,000	230,000	230,000
Domestic Relations Resolution Fund	169,218	300,000	300,000	300,000
Total Full-time Equivalent Employees	3,235.85	3,440.05	3,440.05	3,440.05
General Revenue Fund	3,075.34	3,213.30	3,213.30	3,213.30
Federal Funds	113.51	168.25	168.25	168.25
Other Funds	47.00	58.50	58.50	58.50

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$222.6 million for the Judiciary. The Judiciary ensures Missourians have a fair and accessible forum to adjudicate civil and criminal charges.

**JUDICIARY
SUPREME COURT**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Judicial Proceedings and Review TOTAL	\$ 5,202,118	\$ 5,951,299	\$ 6,010,109
PERSONAL SERVICE			
General Revenue Fund	3,909,376	4,270,358	4,325,918
Federal Funds	130,517	518,532	521,782
EXPENSE AND EQUIPMENT			
General Revenue Fund	1,136,283	1,012,409	1,012,409
Other Funds	25,942	149,700	149,700
PROGRAM SPECIFIC DISTRIBUTION			
Other Funds	0	300	300
TOTAL			
General Revenue Fund	5,045,659	5,282,767	5,338,327
Federal Funds	130,517	518,532	521,782
Other Funds	25,942	150,000	150,000
Total Full-time Equivalent Employees	61.14	83.00	83.00
General Revenue Fund	58.68	75.00	75.00
Federal Funds	2.46	8.00	8.00

The Supreme Court has exclusive appellate jurisdiction in all cases involving: the validity of a treaty or statute of the United States or of a statute or provision of the Missouri Constitution; the construction of the state's revenue laws; the title to any state office; and, in all cases where the punishment imposed is death. In addition, the court may transfer cases from the Court of Appeals if: the cases involve questions of general interest or importance; the court thinks the existing law should be reexamined; the lower court opinion conflicts with prior opinions; or for other reasons provided by rule of the court. The Court of Appeals also may order a case transferred to the Supreme Court after opinion either by order of the Court of Appeals itself, or by the request of a dissenting court of appeals judge.

The Constitution authorizes the Court to establish Court practice and procedure rules and to temporarily transfer judicial personnel. In addition to its decision-making powers, the Supreme Court supervises all lower state courts (assisted by the Office of State Courts Administrator), licenses all lawyers practicing in Missouri, and disciplines those guilty of Rules of Professional Conduct violations.

Fiscal Year 2019 Governor's Recommendations

- \$19,160 to implement the recommendations of the Missouri Citizens' Commission on Compensation for Elected Officials.
- \$39,650 for pay plan, including \$36,400 general revenue.

**JUDICIARY
OFFICE OF STATE COURTS ADMINISTRATOR**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
State Courts Administrator	\$ 12,470,197	\$ 12,556,426	\$ 12,615,651
Court Improvement Projects	11,339,103	13,127,563	13,151,288
Statewide Court Automation	3,063,761	5,250,489	5,266,739
Judicial Report	0	100,000	100,000
Judicial Training and Education Transfer	1,387,567	1,612,567	1,617,767
TOTAL	\$ 28,260,628	\$ 32,647,045	\$ 32,751,445
PERSONAL SERVICE			
General Revenue Fund	6,409,926	6,848,868	6,907,369
Federal Funds	2,003,735	2,419,416	2,442,491
Other Funds	1,433,529	1,748,996	1,765,896
EXPENSE AND EQUIPMENT			
General Revenue Fund	5,156,918	4,860,358	4,861,082
Federal Funds	5,144,294	5,533,649	5,533,649
Other Funds	2,778,614	4,545,968	4,545,968
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	1,387,567	1,387,567	1,392,767
Federal Funds	3,765	301,000	301,000
Other Funds	3,942,280	5,001,223	5,001,223
TOTAL			
General Revenue Fund	12,954,411	13,096,793	13,161,218
Federal Funds	7,151,794	8,254,065	8,277,140
Other Funds	8,154,423	11,296,187	11,313,087
Total Full-time Equivalent Employees			
General Revenue Fund	207.18	229.25	229.25
Federal Funds	124.97	136.00	136.00
Other Funds	44.83	46.25	46.25
Other Funds	37.38	47.00	47.00

The Office of State Courts Administrator fulfills the Supreme Court's administrative obligations. Staff provides technical assistance, statistical analysis, financial system analysis, continuing education, and automation support functions for the courts. The office assists in policy direction for the Statewide Judicial Information System and Missouri Court Automation, collects and analyzes caseload data from the courts, develops and operates appellate and circuit record-keeping systems, develops and operates administrative systems, prepares the judicial budget, and maintains the personnel system for the courts. The office processes payrolls for all state-paid circuit court employees and all other state expenditures of the Supreme Court and circuit courts. The office's fundamental goal is to build an integrated court system that renders geography largely irrelevant with greater efficiency, wider access, and enhanced accountability for the litigant.

Fiscal Year 2019 Governor's Recommendations

- \$98,476 for pay plan, including \$58,501 general revenue.
- \$5,200 transferred to the Judicial Training and Education for the Fiscal Year 2019 pay plan and related fringe costs.
- \$724 reallocated from the circuit courts.

**JUDICIARY
COURT OF APPEALS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Court of Appeals - Western District	\$ 4,198,571	\$ 4,192,852	\$ 4,241,967
Court of Appeals - Eastern District	5,355,532	5,368,329	5,435,552
Court of Appeals - Southern District	<u>2,574,423</u>	<u>2,578,120</u>	<u>2,607,490</u>
TOTAL	\$ 12,128,526	\$ 12,139,301	\$ 12,285,009
PERSONAL SERVICE	10,873,581	11,082,368	11,239,318
EXPENSE AND EQUIPMENT	1,254,945	1,056,933	1,045,691
TOTAL			
General Revenue Fund	12,128,526	12,139,301	12,285,009
Total Full-time Equivalent Employees	153.52	159.35	159.35
General Revenue Fund	153.52	159.35	159.35

Missouri's current appellate structure is a single Court of Appeals consisting of three districts. The Eastern District sits in St. Louis, the Western District in Kansas City, and the Southern District holds sessions in Springfield and Poplar Bluff. Missouri Statute sets the number of judges in each district: 14 in the Eastern District, 11 in the Western District, and 7 in the Southern District.

The Court of Appeals may issue and determine original remedial writs and has general appellate jurisdiction in all cases not within the exclusive jurisdiction of the Supreme Court. The Court of Appeals may transfer cases not within the Supreme Court's exclusive jurisdiction to the Supreme Court when involving an important issue that should be decided by the state's highest court.

Fiscal Year 2019 Governor's Recommendations

- \$70,080 to implement the recommendations of the Missouri Citizens' Commission on Compensation for Elected Officials.
- \$75,628 for pay plan.

**JUDICIARY
CIRCUIT COURTS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Circuit Personnel	\$ 141,813,840	\$ 149,877,058	\$ 152,132,269
Circuit Court Administration	10,194,090	7,585,400	7,585,400
CASA Programs	0	600,000	600,000
Domestic Relations	0	300,000	300,000
TOTAL	\$ 152,007,930	\$ 158,362,458	\$ 160,617,669
PERSONAL SERVICE			
General Revenue Fund	132,595,387	140,469,808	142,647,642
Federal Funds	1,669,967	3,876,060	3,950,160
Other Funds	171,995	272,190	277,065
EXPENSE AND EQUIPMENT			
General Revenue Fund	4,983,021	2,836,300	2,834,702
Federal Funds	1,400,371	1,798,661	1,798,661
Other Funds	227,358	270,600	270,600
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	8,390,687	8,374,900	8,374,900
Federal Funds	227,144	31,000	31,000
Other Funds	2,342,000	432,939	432,939
TOTAL			
General Revenue Fund	145,969,095	151,681,008	153,857,244
Federal Funds	3,297,482	5,705,721	5,779,821
Other Funds	2,741,353	975,729	980,604
Total Full-time Equivalent Employees			
General Revenue Fund	2,807.99	2,961.70	2,961.70
Federal Funds	2,736.16	2,840.20	2,840.20
Federal Funds	66.22	114.00	114.00
Other Funds	5.61	7.50	7.50

Missouri Constitution Article V, Section 1 establishes the 46 Missouri Circuit Courts with Chapter 478, RSMo, detailing the boundaries, circuit numbers, and geographic locations. The circuit court, the exclusive trial court in Missouri, is comprised of circuit judges, associate circuit judges, and municipal judges. Municipalities under 400,000 population may, and those over 400,000 must, make provision for judges to hear municipal ordinance violations. If such provision is not made, municipalities will file such cases before an associate circuit judge.

Fiscal Year 2019 Governor's Recommendations

- \$766,550 to implement the recommendations of the Missouri Citizens' Commission on Compensation for Elected Officials.
- \$1,491,557 for pay plan, including \$1,412,582 general revenue.
- (\$2,172) core reduction from the Fiscal Year 2018 appropriation level.
- (\$724) reallocated to the Office of State Court Administrator.

**JUDICIARY
DRUG COURTS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Drug Courts Transfer			
TOTAL	\$ 6,741,971	\$ 7,056,745	\$ 10,637,163
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	6,741,971	7,056,745	10,637,163
Total Full-time Equivalent Employees	4.01	4.00	4.00
Other Funds	4.01	4.00	4.00

The treatment court program uses court authority to identify those offenders for whom costly incarceration is neither necessary nor an efficient allocation of scarce public resources. Based on the circumstance, judges divert defendants to treatment court programs at various stages of the judicial process. Treatment courts provide an additional tool to reduce the number of people entering the court and penal systems. Additionally, treatment programs decrease the negative consequences of drug and alcohol abuse by reducing the number of additional cases filed involving family disputes, abuse and neglect, truancy, property crimes, and crimes of violence.

The Missouri Veterans' Treatment Courts are hybrid drug and mental health courts that use the drug court model to serve veterans struggling with addiction, serious mental illness, and/or co-occurring disorders. These courts use a coordinated response that involves cooperation and collaboration with the U.S. Department of Veterans Affairs health care networks, the Veterans' Benefits Administration, volunteer veteran mentors and veterans' family support organizations.

Any circuit may establish a treatment court that combines judicial supervision, drug testing, and treatment of treatment court participants. The Drug Court Coordinating Commission is composed of eight members: one member selected by the director of the Department of Corrections, one member selected by the director of the Department of Social Services, one member selected by the director of the Department of Mental Health, one member selected by the director of the Department of Public Safety, one member selected by the Office of State Courts Administrator, and three members selected by the Supreme Court. The commission is to evaluate, secure, coordinate, and allocate funding resources to the various treatment courts around the state.

Fiscal Year 2019 Governor's Recommendations

- \$3,578,468 for Veterans' Courts and Drug Courts.
- \$1,950 transferred to the Drug Court Resources Fund for the Fiscal Year 2019 pay plan and related fringe costs.

**JUDICIARY
COMMISSION ON RETIREMENT, REMOVAL, AND DISCIPLINE OF JUDGES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Commission on Retirement, Removal, and Discipline of Judges TOTAL	\$ 242,418	\$ 253,517	\$ 256,772
PERSONAL SERVICE	194,418	210,850	214,105
EXPENSE AND EQUIPMENT	48,000	42,667	42,667
TOTAL			
General Revenue Fund	242,418	253,517	256,772
Total Full-time Equivalent Employees	2.01	2.75	2.75
General Revenue Fund	2.01	2.75	2.75

The Commission on Retirement, Removal, and Discipline of Judges receives and investigates all requests and suggestions concerning retirement for disability and all complaints concerning misconduct of judges, members of the judicial commissions, and members of this commission. The commission is composed of two citizens appointed by the Governor who are not members of the bar, two lawyers appointed by the governing body of the Missouri Bar, one judge of the Court of Appeals selected by a majority of the judges of the Court of Appeals, and one judge of the circuit courts selected by a majority of the circuit judges of this state.

Fiscal Year 2019 Governor's Recommendations

- \$2,117 to implement the recommendations of the Missouri Citizens' Commission on Compensation for Elected Officials.
- \$1,138 for pay plan.

**JUDICIARY
APPELLATE JUDICIAL COMMISSION**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Appellate Judicial Commission TOTAL	\$ 5,971	\$ 7,741	\$ 7,741
EXPENSE AND EQUIPMENT General Revenue Fund	5,971	7,741	7,741
Total Full-time Equivalent Employees	0.00	0.00	0.00

The Appellate Judicial Commission consists of a judge of the Supreme Court, one member of the bar from each appeals district, and one citizen not a member of the bar from each appeals district. The commission considers vacant judgeships of the Supreme Court and the Court of Appeals.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

OFFICE OF THE STATE PUBLIC DEFENDER

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Defender Services	\$ 34,276,508	\$ 37,776,510	\$ 67,560,282	\$ 37,904,320
Federal Grants	0	125,000	125,000	125,000
Legal Defense and Defender Fund	1,032,482	2,985,943	2,985,943	2,986,593
Homicide/Conflict of Interest Cases	3,721,071	4,721,071	4,721,071	4,721,071
DEPARTMENTAL TOTAL	\$ 39,030,061	\$ 45,608,524	\$ 75,392,296	\$ 45,736,984
PERSONAL SERVICE				
General Revenue Fund	28,355,350	29,896,943	54,616,666	30,024,753
Legal Defense and Defender Fund	135,187	135,187	135,187	135,837
EXPENSE AND EQUIPMENT				
General Revenue Fund	9,642,229	12,600,638	17,664,687	12,600,638
Legal Defense and Defender Fund	876,366	2,825,756	2,600,756	2,600,756
PROGRAM SPECIFIC DISTRIBUTION				
Federal Funds	0	125,000	125,000	125,000
Legal Defense and Defender Fund	20,929	25,000	250,000	250,000
TOTAL				
General Revenue Fund	37,997,579	42,497,581	72,281,353	42,625,391
Federal Funds	0	125,000	125,000	125,000
Legal Defense and Defender Fund	1,032,482	2,985,943	2,985,943	2,986,593
Total Full-time Equivalent Employees	580.83	597.13	1,063.13	597.13
General Revenue Fund	578.95	595.13	1,061.13	595.13
Other Funds	1.88	2.00	2.00	2.00

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$45.7 million for the State Public Defender.

The Office of the State Public Defender seeks to fulfill the constitutional guarantee of legal counsel in Missouri state courts for indigent persons accused or convicted of criminal offenses. The system also provides civil commitment defense representation under Missouri's sexually violent predator laws.

Fiscal Year 2019 Governor's Recommendations

- \$128,460 for pay plan, including \$127,810 general revenue.

GENERAL ASSEMBLY

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Expenses of the Senate	\$ 10,677,302	\$ 12,313,829	\$ 12,313,829	\$ 12,420,780
Expenses of the House of Representatives	20,520,378	21,451,922	21,451,922	21,604,204
Interstate Organizations	208,398	240,000	240,000	240,000
Committee on Legislative Research	1,523,838	1,697,951	1,697,951	1,710,301
Joint Committees of the General Assembly	309,248	385,349	385,349	387,299
TOTAL	\$ 33,239,164	\$ 36,089,051	\$ 36,089,051	\$ 36,362,584
General Revenue Fund	32,849,762	35,693,312	35,693,312	35,966,195
House of Representatives Revolving Fund	13,903	45,000	45,000	45,000
Senate Revolving Fund	1,337	40,000	40,000	40,000
Statutory Revision Fund	374,162	285,739	285,739	286,389
Marital and Family Therapists' Fund	0	25,000	25,000	25,000
Total Full-time Equivalent Employees	611.31	687.17	687.17	687.17
General Revenue Fund	610.13	685.92	685.92	685.92
Other Funds	1.18	1.25	1.25	1.25

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$36.4 million for the General Assembly. Article III of the Missouri Constitution provides for the legislative branch of Missouri state government, consisting of the House of Representatives and Senate. The Senate is comprised of 34 members elected for four-year terms. The House is comprised of 163 members elected for two-year terms.

**GENERAL ASSEMBLY
SENATE**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Salaries of Members	\$ 1,153,120	\$ 1,226,610	\$ 1,226,610
Mileage of Members	70,073	87,406	87,406
Per Diem of Members	226,100	251,100	251,100
Senate Contingent Expenses	9,163,280	10,523,713	10,630,664
Joint Contingent Expenses	64,729	225,000	225,000
TOTAL	\$ 10,677,302	\$ 12,313,829	\$ 12,420,780
General Revenue Fund	10,675,965	12,273,829	12,380,780
Senate Revolving Fund	1,337	40,000	40,000
Total Full-time Equivalent Employees	183.40	221.04	221.04
General Revenue Fund	183.40	221.04	221.04

The budget of the Senate includes funding for members' statutory salaries, staff support, interim committee expenses, and travel expense reimbursements, including lodging, meals, and mileage.

Fiscal Year 2019 Governor's Recommendations

- \$106,951 for pay plan.

**GENERAL ASSEMBLY
HOUSE OF REPRESENTATIVES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Salaries of Members	\$ 5,795,612	\$ 5,861,145	\$ 5,861,145
Mileage of Members	340,395	395,491	395,491
Per Diem of Members	1,290,960	1,290,960	1,290,960
Representatives' Expense Vouchers	1,051,422	1,370,691	1,371,341
House Contingent Expenses	12,028,086	12,488,635	12,640,267
House of Representatives Revolving Fund	13,903	45,000	45,000
TOTAL	\$ 20,520,378	\$ 21,451,922	\$ 21,604,204
General Revenue Fund	20,506,475	21,406,922	21,559,204
House of Representatives Revolving Fund	13,903	45,000	45,000
Total Full-time Equivalent Employees	400.66	435.88	435.88
General Revenue Fund	400.66	435.88	435.88

The budget of the House includes funding for members' statutory salaries, staff support, interim committee expenses, and travel expense reimbursements, including lodging, meals, and mileage.

Fiscal Year 2019 Governor's Recommendations

- \$152,282 for pay plan.

**GENERAL ASSEMBLY
INTERSTATE ORGANIZATIONS**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration			
TOTAL	\$ 208,398	\$ 240,000	\$ 240,000
EXPENSE AND EQUIPMENT			
General Revenue Fund	208,398	240,000	240,000
Total Full-time Equivalent Employees	0.00	0.00	0.00
General Revenue Fund	0.00	0.00	0.00

Missouri dues to the National Conference of State Legislatures are paid from these funds.

Fiscal Year 2019 Governor's Recommendations

Continue funding at the current level.

**GENERAL ASSEMBLY
COMMITTEE ON LEGISLATIVE RESEARCH**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Administration	\$ 560,713	\$ 560,790	\$ 564,690
Statute Publication	374,162	285,739	286,389
Oversight Division	<u>588,963</u>	<u>851,422</u>	<u>859,222</u>
TOTAL	\$ 1,523,838	\$ 1,697,951	\$ 1,710,301
General Revenue Fund	1,149,676	1,387,212	1,398,912
Statutory Revision Fund	374,162	285,739	286,389
Marital and Family Therapists' Fund	0	25,000	25,000
<hr/>			
Total Full-time Equivalent Employees	22.18	24.25	24.25
General Revenue Fund	21.00	23.00	23.00
Other Funds	1.18	1.25	1.25

Sections 23.010 through 23.190, RSMo, establish a permanent joint committee of the General Assembly. It is comprised of the chair of the Senate Appropriations Committee and nine other senators, and the chair of the House Budget Committee and nine other representatives. As outlined in Missouri statutes, the Committee on Legislative Research employs staff to perform the following services for the members of the General Assembly:

- Prepare the online and print versions of the Revised Statutes of Missouri for publication,
- Review all Truly Agreed to and Finally Passed legislation,
- Assign sections of drafted and passed legislation for placement in the statutes,
- Provide research and reference services on legislative issues,
- Prepare fiscal notes for legislation introduced in either house of the General Assembly,
- Conduct management and performance evaluations of state agencies,
- Make investigations into legislative and governmental institutions to aid the General Assembly, and
- Maintain a legislative library for a reference service to the General Assembly and public.

Fiscal Year 2019 Governor's Recommendations

- \$12,350 for pay plan, including \$11,700 general revenue.

**GENERAL ASSEMBLY
JOINT COMMITTEES**

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	GOVERNOR RECOMMENDS FY 2019
Joint Committee on Administrative Rules	\$ 125,994	\$ 139,435	\$ 140,085
Joint Committee on Public Employee Retirement	115,828	169,669	170,969
Joint Committee on Education	<u>67,426</u>	<u>76,245</u>	<u>76,245</u>
TOTAL	\$ 309,248	\$ 385,349	\$ 387,299
General Revenue Fund	309,248	385,349	387,299
Total Full-time Equivalent Employees	5.07	6.00	6.00
General Revenue Fund	5.07	6.00	6.00

These are statutory committees comprised of members of the House and Senate.

Fiscal Year 2019 Governor's Recommendations

- \$1,950 for pay plan.

STATEWIDE REAL ESTATE

FINANCIAL SUMMARY

	FY 2017 EXPENDITURE	FY 2018 APPROPRIATION	FY 2019 REQUEST	GOVERNOR RECOMMENDS FY 2019
Department of Elementary & Secondary Education	\$ 7,459,100	\$ 7,949,821	\$ 8,018,891	\$ 8,124,389
Department of Higher Education	110,678	123,739	117,623	119,181
Department of Revenue	2,764,287	2,914,708	2,784,698	2,810,755
Office of Administration	3,466,644	3,505,932	3,542,670	3,582,064
Department of Agriculture	1,273,529	1,290,076	1,394,231	1,401,383
Department of Natural Resources	2,819,109	2,826,063	2,894,789	2,910,926
Department of Economic Development	3,355,244	3,916,081	3,818,545	3,837,476
Department of Insurance, Financial Institutions and Professional Registration	874,075	917,400	943,878	955,425
Department of Labor and Industrial Relations	1,748,483	1,878,441	1,940,939	1,961,179
Department of Public Safety	7,640,250	9,334,914	9,433,746	9,467,420
Department of Corrections	6,732,719	7,583,035	7,445,408	7,324,610
Department of Mental Health	23,446,820	23,718,272	23,773,304	24,240,141
Department of Health and Senior Services	5,085,789	5,283,415	5,739,621	5,766,737
Department of Social Services	24,271,569	25,545,908	25,666,515	25,858,767
Elected Officials	5,088,258	5,455,590	5,925,736	5,984,397
Judiciary	2,512,264	2,744,792	2,749,635	2,755,562
TOTAL	\$ 98,648,818	\$ 104,988,187	\$ 106,190,229	\$ 107,100,412
General Revenue Fund	68,743,230	72,094,096	72,722,537	73,471,712
Federal Funds	16,548,547	19,061,314	19,307,758	19,408,156
Other Funds	13,357,041	13,832,777	14,159,934	14,220,544

DEPARTMENT SUMMARY

The Fiscal Year 2019 budget provides \$107.1 million for Statewide Real Estate. The Office of Administration's Division of Facilities Management, Design and Construction (FMDC) oversees all leased facilities, state-owned facilities, and most institutional facilities. FMDC continues, as possible, to terminate leases and consolidate state agencies within state-owned space. FMDC has implemented several initiatives to reduce facilities costs, including extensive contract negotiations and energy reduction.

FMDC manages over 14.2 million square feet of facility space. The facilities house the following departments:

DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION

On behalf of the Department of Elementary and Secondary Education, FMDC oversees and manages 35 lease contracts, totaling over 176,000 square feet, with approximately 182,000 square feet within state-owned facilities, and approximately 1,139,000 square feet of institutional space.

Fiscal Year 2019 Governor's Recommendations

- \$175,926 federal funds for the Disability Determinations program office space in Springfield.
- \$125,116 for fringes related to real estate administrative charges, including \$100,807 general revenue.
- \$42,059 for pay plan, including \$36,638 general revenue.
- \$54,436 reallocated from various departmental real estate budgets, including \$38,048 general revenue.
- (\$222,969) reallocated to various departmental real estate budgets, including (\$104,686) general revenue.

DEPARTMENT OF HIGHER EDUCATION

On behalf of the Coordinating Board for Higher Education, FMDC oversees and manages approximately 20,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$2,111 for fringes related to real estate administrative charges.
- \$501 for pay plan.
- (\$7,170) reallocated to various departmental real estate budgets.

STATEWIDE REAL ESTATE

DEPARTMENT OF REVENUE

On behalf of the Department of Revenue and the Tax Commission, FMDC oversees and manages 13 lease contracts totaling over 23,000 square feet and approximately 282,000 square feet located within state-owned facilities. On behalf of the Lottery Commission, FMDC is responsible for the oversight and management of three lease contracts totaling over 26,300 square feet.

Fiscal Year 2019 Governor's Recommendations

- \$35,473 for fringes related to real estate administrative charges, including \$34,856 general revenue.
- \$8,268 for pay plan, including \$8,181 general revenue.
- \$21,726 reallocated from various departmental real estate budgets, including \$15,173 general revenue.
- (\$120,775) Lottery Enterprise Fund transferred to the Missouri Lottery Commission.
- (\$48,645) reallocated to various departmental real estate budgets.

OFFICE OF ADMINISTRATION

On behalf of the Office of Administration, FMDC oversees and manages 24 lease contracts totaling over 124,000 square feet and approximately 487,000 square feet located within state-owned facilities. On behalf of the Ethics Commission, FMDC is responsible for the oversight and management of one lease contract for approximately 7,200 square feet of space.

Fiscal Year 2019 Governor's Recommendations

- \$53,844 for fringes related to real estate administrative charges, including \$53,603 general revenue.
- \$12,369 for pay plan, including \$12,312 general revenue.
- \$32,283 reallocated from various departmental real estate budgets, including \$32,129 general revenue.
- (\$22,363) reallocated to various departmental real estate budgets.
- (\$1) core reduction from the Fiscal Year 2018 appropriation level.

DEPARTMENT OF AGRICULTURE

On behalf of the Department of Agriculture, FMDC oversees and manages seven lease contracts totaling approximately 18,000 square feet, and approximately 64,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$76,245 other funds for fuel and utilities increase.
- \$9,747 for fringes related to real estate administrative charges, including \$1,926 general revenue.
- \$2,263 for pay plan, including \$419 general revenue.
- \$37,900 reallocated from various departmental real estate budgets, including \$16,777 general revenue.
- (\$14,848) reallocated to various departmental real estate budgets, including (\$1,645) general revenue.

DEPARTMENT OF NATURAL RESOURCES

On behalf of the Department of Natural Resources, FMDC oversees and manages 24 lease contracts totaling over 140,500 square feet and approximately 157,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$22,225 for fringes related to real estate administrative charges, including \$5,776 general revenue.
- \$4,958 for pay plan, including \$1,299 general revenue.
- \$107,948 reallocated from various departmental real estate budgets, including \$13,268 general revenue.
- (\$50,268) reallocated to various departmental real estate budgets, including (\$1,339) general revenue.

STATEWIDE REAL ESTATE

DEPARTMENT OF ECONOMIC DEVELOPMENT

On behalf of the Department of Economic Development, FMDC oversees and manages 30 lease contracts totaling over 179,000 square feet and approximately 169,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$26,153 for fringes related to real estate administrative charges, including \$3,603 general revenue
- \$5,769 for pay plan, including \$849 general revenue.
- \$52,652 reallocated from various departmental real estate budgets, including \$4,952 general revenue.
- \$13,500 federal funds transferred from the Department of Economic Development for additional leased space.
- (\$176,679) reallocated to various departmental real estate budgets, including (\$911) general revenue.

DEPARTMENT OF INSURANCE, FINANCIAL INSTITUTIONS AND PROFESSIONAL REGISTRATION

On behalf of the Department of Insurance, Financial Institutions and Professional Registration, FMDC oversees and manages five lease contracts totaling approximately 5,800 square feet and approximately 124,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$15,654 other funds for fringes related to real estate administrative charges.
- \$3,703 other funds for pay plan.
- \$24,696 other funds reallocated from various departmental real estate budgets.
- (\$6,028) other funds reallocated to various departmental real estate budgets.

DEPARTMENT OF LABOR AND INDUSTRIAL RELATIONS

On behalf of the Department of Labor and Industrial Relations, FMDC oversees and manages 16 lease contracts totaling over 27,000 square feet and approximately 256,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$27,505 for fringes related to real estate administrative charges, including \$912 general revenue.
- \$6,452 for pay plan, including \$215 general revenue.
- \$52,350 reallocated from various departmental real estate budgets, including \$5,529 general revenue.
- (\$3,569) federal and other funds reallocated to various departmental real estate budgets.

DEPARTMENT OF PUBLIC SAFETY

On behalf of the Department of Public Safety's Office of the Director, Veterans' Commission, Alcohol and Tobacco Control, Capitol Police, and Fire Safety, FMDC oversees and manages 29 lease contracts totaling approximately 28,000 square feet, approximately 63,000 square feet located within state-owned facilities, and approximately 1,000,000 square feet of institutional space.

In addition, on behalf of the Gaming Commission, FMDC oversees and manages two lease contracts for approximately 30,800 square feet and approximately 6,400 square feet located within state-owned facilities; on behalf of the Missouri State Highway Patrol, 134 lease contracts totaling approximately 107,000 square feet, approximately 16,000 square feet located within state-owned facilities, and approximately 531,000 square feet of institutional space; and on behalf of the Missouri Adjutant General, 13 lease contracts, totaling over 64,000 square feet of space.

Fiscal Year 2019 Governor's Recommendations

- \$111,437 other funds for fuel and utilities increase.
- \$8,571 for National Guard lease of a Missouri Department of Transportation building in St. Louis.
- \$31,843 for fringes related to real estate administrative charges, including \$8,623 general revenue.
- \$7,995 for pay plan, including \$2,181 general revenue.
- \$102,247 reallocated from various departmental real estate budgets, including \$5,769 general revenue.
- (\$129,587) reallocated to various departmental real estate budgets, including (\$72,130) general revenue.

STATEWIDE REAL ESTATE

DEPARTMENT OF CORRECTIONS

On behalf of the Department of Corrections (DOC), FMDC oversees and manages 101 lease contracts totaling approximately 514,000 square feet, and approximately 86,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$27,647 for fringes related to real estate administrative charges, including \$27,408 general revenue.
- \$5,441 for pay plan, including \$5,407 general revenue.
- (\$291,513) reallocated to various departmental real estate budgets, including (\$205,692) general revenue.

DEPARTMENT OF MENTAL HEALTH

On behalf of the Department of Mental Health, FMDC oversees and manages 15 lease contracts totaling approximately 83,000 square feet, approximately 128,000 square feet located within state-owned facilities, and approximately 3,300,000 square feet of institutional space.

Fiscal Year 2019 Governor's Recommendations

- \$521,262 for fringes related to real estate administrative charges, including \$517,706 general revenue.
- \$160,908 for pay plan, including \$160,063 general revenue.
- \$56,864 reallocated from various departmental real estate budgets.
- \$8,460 transferred from the Department of Mental Health for additional leased space.
- (\$225,625) reallocated to various departmental real estate budgets, including (\$216,302) general revenue.

DEPARTMENT OF HEALTH AND SENIOR SERVICES

On behalf of the Department of Health and Senior Services, FMDC oversees and manages 88 lease contracts totaling approximately 296,000 square feet, approximately 185,000 square feet located within state-owned facilities, and approximately 3,500 square feet of institutional space.

Fiscal Year 2019 Governor's Recommendations

- \$37,521 for fringes related to real estate administrative charges, including \$17,406 general revenue.
- \$8,224 for pay plan, including \$3,815 general revenue.
- \$437,577 reallocated from various departmental real estate budgets, including \$234,019 general revenue.

DEPARTMENT OF SOCIAL SERVICES

On behalf of the Department of Social Services, FMDC oversees and manages 161 lease contracts totaling over 1,084,000 square feet, approximately 772,000 square feet located within state-owned facilities, and approximately 536,000 square feet of institutional space.

Fiscal Year 2019 Governor's Recommendations

- \$251,693 for fringes related to real estate administrative charges, including \$205,045 general revenue.
- \$62,866 for pay plan, including \$51,642 general revenue.
- \$46,071 reallocated from various departmental real estate budgets, including \$13,576 general revenue.
- (\$47,771) reallocated to various departmental real estate budgets, including (\$44,978) general revenue.

STATEWIDE REAL ESTATE

ELECTED OFFICIALS

FMDC oversees and manages approximately 40,000 square feet located within state-owned facilities on behalf of the Governor's Office; approximately 5,300 square feet located within state-owned facilities on behalf of the Lt. Governor's Office; six lease contracts totaling approximately 99,000 square feet and approximately 172,000 square feet located within state-owned facilities on behalf of the Secretary of State; two parking lease contracts and approximately 26,000 square feet located within state-owned facilities on behalf of the State Auditor; approximately 27,000 square feet located within state-owned facilities on behalf of the State Treasurer's Office; 12 lease contracts totaling approximately 36,000 square feet and approximately 115,000 square feet located within state-owned facilities on behalf of the Attorney General; one storage lease and approximately 285,000 square feet located within state-owned facilities on behalf of the Missouri Legislature.

Fiscal Year 2019 Governor's Recommendations

- \$79,782 for fringes related to real estate administrative charges, including \$70,856 general revenue.
- \$18,662 for pay plan, including \$16,612 general revenue.
- \$350,953 reallocated from various departmental real estate budgets, including \$305,577 general revenue.
- \$91,389 other funds transferred from the Office of the Attorney General for additional leased space.
- (\$11,979) reallocated to various departmental real estate budgets, including (\$11,973) general revenue.

JUDICIARY

On behalf of the Missouri State Judiciary, FMDC oversees and manages six lease contracts totaling over 132,000 square feet and approximately 46,000 square feet located within state-owned facilities.

Fiscal Year 2019 Governor's Recommendations

- \$8,516 for fringes related to real estate administrative charges, including \$8,251 general revenue.
- \$1,600 for pay plan, including \$1,563 general revenue.
- \$10,478 reallocated from various departmental real estate budget, including \$5,977 general revenue.
- (\$9,824) reallocated to various departmental real estate budgets.

SUPPLEMENTAL APPROPRIATIONS

The Governor's recommendations for Fiscal Year 2018 Supplemental Appropriations include \$431.0 million general revenue, \$353.5 million federal funds, and \$199.4 million other funds, for a total of \$983.9 million.

SUPPLEMENTAL RECOMMENDATIONS FISCAL YEAR 2018
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	<u>GENERAL REVENUE</u>	<u>FEDERAL FUNDS</u>	<u>OTHER FUNDS</u>	<u>TOTAL</u>
Department of Elementary and Secondary Education	\$ 4,000,000	\$ 1,000,000	\$ 0	\$ 5,000,000
Department of Revenue	5,188	0	9,200,001	9,205,189
Department of Transportation	94,230	1,000,000	1,680,000	2,774,230
Office of Administration	270,881,075	0	7,922,000	278,803,075
Department of Conservation	0	0	2,500,000	2,500,000
Department of Economic Development	0	400,000	1,800,000	2,200,000
Department of Public Safety	4,300,000	0	82,000	4,382,000
Department of Corrections	5,035,680	0	0	5,035,680
Department of Mental Health	6,174,283	4,621,980	2,279,638	13,075,901
Department of Health and Senior Services	20,522,367	31,609,208	0	52,131,575
Department of Social Services	114,454,010	314,895,498	164,219,414	593,568,922
Elected Officials	5,500,000	0	9,700,000	15,200,000
TOTAL	\$ 430,966,833	\$ 353,526,686	\$ 199,383,053	\$ 983,876,572

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
OFFICE OF SPECIAL EDUCATION
FOUNDATION - EARLY CHILDHOOD SPECIAL EDUCATION**

	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
H.B. Sec. 14.005			
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 154,248,311	\$ 0	\$ 4,000,000
Lottery Proceeds Fund	16,548,507	0	0
Early Childhood Development, Education and Care Fund	12,412,900	0	0
TOTAL	\$ 183,209,718	\$ 0	\$ 4,000,000

The Governor recommends \$4,000,000 for increased early childhood special education costs.

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
OFFICE OF COLLEGE AND CAREER READINESS
CAREER EDUCATION DISTRIBUTION**

	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
H.B. Sec. 14.010			
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	\$ 21,000,000	\$ 1,000,000	\$ 1,000,000

The Governor recommends \$1,000,000 for Perkins grant payments to local education agencies.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF ELEMENTARY AND SECONDARY EDUCATION
OFFICE OF QUALITY SCHOOLS
CHARTER SCHOOL CLOSURE REFUND**

H.B. Sec. 14.015	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION General Revenue Fund	\$ 0	\$ 250,000	\$ 208,164

The Governor recommends \$208,164 for distribution of charter school closure refunds.

**DEPARTMENT OF HIGHER EDUCATION
COMMUNITY COLLEGES
TAX REFUND OFFSETS**

H.B. Sec. 14.020	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION Debt Offset Escrow Fund	\$ 2,556,000	\$ 250,000	\$ 250,000

The Governor recommends \$250,000 for the state's public community colleges to intercept tax refunds to offset debt owed to the institutions.

**MISSOURI STATE UNIVERSITY
TAX REFUND OFFSETS**

H.B. Sec. 14.025	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION Debt Offset Escrow Fund	\$ 300,000	\$ 50,000	\$ 50,000

The Governor recommends \$50,000 for Missouri State University to intercept tax refunds to offset debt owed to the university.

**DEPARTMENT OF REVENUE
TAXATION DIVISION
MOTOR FUEL TAX DISTRIBUTION**

H.B. Sec. 14.030	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION Motor Fuel Tax Fund	\$ 188,000,000	\$ 4,000,000	\$ 4,000,000

The Governor recommends \$4,000,000 for the distribution of motor fuel tax to cities and counties.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF REVENUE
TAXATION DIVISION
MOTOR FUEL TAX REFUNDS**

H.B. Sec. 14.035	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION State Highways and Transportation Department Fund	\$ 10,914,000	\$ 5,200,000	\$ 5,200,000E

The Governor recommends \$5,200,000 on an open-ended basis for motor fuel tax refunds.

**DEPARTMENT OF REVENUE
TAXATION DIVISION
COUNTY STOCK INSURANCE DISTRIBUTION**

H.B. Sec. 14.040	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION General Revenue Fund	\$ 115,700	\$ 5,188	\$ 5,188

The Governor recommends \$5,188 to offset credits taken against the County Stock Insurance Tax.

**DEPARTMENT OF REVENUE
MISSOURI STATE LOTTERY COMMISSION**

H.B. Sec. 14.045	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT Lottery Enterprise Fund	\$ 28,994,882	\$ 2E	\$ 5,200,000E

The Governor recommends \$5,200,000 on an open-ended basis for the vendor costs associated with increased ticket sales.

**DEPARTMENT OF REVENUE
MISSOURI STATE LOTTERY COMMISSION**

H.B. Sec. 14.050	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT State Lottery Fund	\$ 174,075,218	\$ 1E	\$ 1E

The Governor recommends \$1 on an open-ended basis for Lottery prize payouts.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF REVENUE
MISSOURI STATE LOTTERY COMMISSION**

H.B. Sec. 14.055	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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TRANSFER State Lottery Fund	\$ 65,981,168	\$ 1E	\$ 5,200,000E
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The Governor recommends \$5,200,000 on an open-ended basis for transfer to the Lottery Enterprise Fund to cover increased vendor expenses.

**DEPARTMENT OF REVENUE
MISSOURI STATE LOTTERY COMMISSION**

H.B. Sec. 14.060	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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TRANSFER State Lottery Fund	\$ 311,000,000	\$ 1E	\$ 1E
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The Governor recommends \$1 on an open-ended basis for transfer to the Lottery Proceeds Fund for public education.

**DEPARTMENT OF TRANSPORTATION
HIGHWAY SAFETY
MOTOR CARRIER SAFETY ASSISTANCE**

H.B. Sec. 14.065	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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PROGRAM SPECIFIC DISTRIBUTION Federal Funds	\$ 1,999,725	\$ 1,000,000	\$ 1,000,000
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The Governor recommends \$1,000,000 for commercial motor vehicle enforcement.

**DEPARTMENT OF TRANSPORTATION
MULTIMODAL OPERATIONS
SUPPORT TO MULTIMODAL DIVISION**

H.B. Sec. 14.070	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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PROGRAM SPECIFIC DISTRIBUTION Railroad Expense Fund	\$ 270,000	\$ 420,000	\$ 420,000
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The Governor recommends \$420,000 for railroad system enhancements to the Transportation Management System.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF TRANSPORTATION
MULTIMODAL OPERATIONS
AIRPORT CAPITAL IMPROVEMENTS & MAINTENANCE**

H.B. Sec. 14.075	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION Aviation Trust Fund	\$ 10,000,000	\$ 1,260,000	\$ 1,260,000

The Governor recommends \$1,260,000 for airport improvements.

**DEPARTMENT OF TRANSPORTATION
MULTIMODAL OPERATIONS
PORT AUTHORITY CAPITAL IMPROVEMENT**

H.B. Sec. 14.080	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION General Revenue Fund	\$ 1,500,000	\$ 94,230	\$ 94,230

The Governor recommends \$94,230 for delayed project costs related to Jefferson County port authority.

**OFFICE OF ADMINISTRATION
GENERAL SERVICES
SURPLUS PROPERTY SALES TRANSFER**

H.B. Sec. 14.085	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER Proceeds of Surplus Property Sales Fund	\$ 3,000,000	\$ 750,000	\$ 750,000

The Governor recommends \$750,000 for distribution to state agencies from state surplus property sales.

**OFFICE OF ADMINISTRATION
GENERAL SERVICES
LEGAL EXPENSE FUND TRANSFER**

H.B. Sec. 14.090	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER General Revenue Fund	\$ 16,000,000	\$ 0	\$ 11,200,000E
Federal and Other Funds	10,000,000	0	7,900,000E
	<u>\$ 26,000,000</u>	<u>\$ 0</u>	<u>\$ 19,100,000</u>

The Governor recommends \$19,100,000 on an open-ended basis for transfer to the State Legal Expense Fund.

SUPPLEMENTAL APPROPRIATIONS

**OFFICE OF ADMINISTRATION
DEBT AND RELATED OBLIGATIONS
REVENUE ANTICIPATION NOTES**

H.B. Sec. 14.095	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 0	\$ 0	\$ 252,000,000

The Governor recommends \$252,000,000 for short-term borrowing for working capital resources.

**OFFICE OF ADMINISTRATION
FUND CORRECTIONS**

H.B. Sec. 14.100	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER			
General Revenue Fund	\$ 50,000	\$ 46,105	\$ 46,105

The Governor recommends \$46,105 for transfer of money between state funds for a prior-year correction.

**OFFICE OF ADMINISTRATION
EMPLOYEE BENEFITS
MCHCP TRANSFER**

H.B. Sec. 14.105	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER			
General Revenue Fund	\$ 246,643,832	\$ 0	\$ 4,000,000E

The Governor recommends \$4,000,000 on an open-ended basis for transfer to the Missouri Consolidated Health Care Plan Benefit Fund to pay state employee health benefits.

**OFFICE OF ADMINISTRATION
EMPLOYEE BENEFITS
WORKERS' COMPENSATION**

H.B. Sec. 14.110	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT			
General Revenue Fund	\$ 22,038,000	\$ 1,721,266	\$ 1,714,629E
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	<u>10,118,554</u>	<u>773,322</u>	<u>770,341E</u>
TOTAL	\$ 32,156,554	\$ 2,494,588	\$ 2,484,970

The Governor recommends \$2,484,970 on an open-ended basis for workers' compensation benefits to state employees.

SUPPLEMENTAL APPROPRIATIONS

**OFFICE OF ADMINISTRATION
EMPLOYEE BENEFITS
WORKERS' COMPENSATION TRANSFER**

H.B. Sec. 14.115	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER			
Federal Funds	\$ 4,159,070	\$ 827,075	\$ 330,867E
Other Funds	3,196,686	623,934	881,341E
TOTAL	<u>\$ 7,355,756</u>	<u>\$ 1,451,009</u>	<u>\$ 1,212,208</u>

The Governor recommends \$1,212,208 on an open-ended basis for transfer to the General Revenue Fund for reimbursement of workers' compensation claims.

**OFFICE OF ADMINISTRATION
EMPLOYEE BENEFITS
WORKERS' COMPENSATION TAX PAYMENTS**

H.B. Sec. 14.120	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 2,665,000	\$ 1,200,000	\$ 1,150,000E
Conservation Commission Fund	65,000	15,000	22,000E
TOTAL	<u>\$ 2,730,000</u>	<u>\$ 1,215,000</u>	<u>\$ 1,172,000</u>

The Governor recommends \$1,172,000 on an open-ended basis for workers' compensation tax payments.

DEPARTMENT OF CONSERVATION

H.B. Sec. 14.125	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT			
Conservation Commission Fund	\$ 0	\$ 2,500,000	\$ 2,500,000

The Governor recommends \$2,500,000 for capital improvements to repair natural disaster damages, including flooding, and to maintain public roads accessing department areas through the voluntary County Aid Road Trust (CART) program.

**DEPARTMENT OF ECONOMIC DEVELOPMENT
BUSINESS AND COMMUNITY SERVICES
BUSINESS RECRUITMENT AND MARKETING**

H.B. Sec. 14.130	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT			
Economic Development Advancement Fund	\$ 0	\$ 1,800,000	\$ 1,800,000

The Governor recommends \$1,800,000 to restore funding for the Business Recruitment and Marketing core appropriation.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF ECONOMIC DEVELOPMENT
BUSINESS AND COMMUNITY SERVICES DIVISION
MISSOURI COMMUNITY SERVICE COMMISSION**

H.B. Sec. 14.135	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Community Service Commission Fund	\$ 3,750,000	\$ 0	\$ 400,000

The Governor recommends \$400,000 to expend available federal grant funding.

**DEPARTMENT OF PUBLIC SAFETY
MISSOURI STATE HIGHWAY PATROL
FRINGE BENEFITS**

H.B. Sec. 14.140	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT			
Gaming Commission Fund	\$ 337,341	\$ 60,000	\$ 60,000E
Water Patrol Division Fund	105,078	10,000	10,000E
Highway Patrol Academy Fund	6,458	7,000	7,000E
Highway Patrol Inspection Fund	7,594	0	5,000E
TOTAL	\$ 456,471	\$ 77,000	\$ 82,000

The Governor recommends \$82,000 on an open-ended basis for fringe benefit costs.

**DEPARTMENT OF PUBLIC SAFETY
STATE EMERGENCY MANAGEMENT AGENCY
STATE EMERGENCY MANAGEMENT AGENCY GRANTS**

H.B. Sec. 14.145	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 10,000,000	\$ 0	\$ 2,800,000

The Governor recommends \$2,800,000 to provide matching funds for federal grants and for emergency assistance expenses.

**DEPARTMENT OF PUBLIC SAFETY
STATE EMERGENCY MANAGEMENT AGENCY
STATE EMERGENCY MANAGEMENT AGENCY GRANTS**

H.B. Sec. 14.145	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 3,455,010	\$ 0	\$ 1,500,000

The Governor recommends \$1,500,000 for state agencies responding during a declared emergency.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF CORRECTIONS
OFFENDER REHABILITATIVE SERVICES
OFFENDER HEALTH CARE**

H.B. Sec. 14.150	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
EXPENSE AND EQUIPMENT General Revenue Fund	\$ 147,550,706	\$ 5,035,680	\$ 5,035,680

The Governor recommends \$5,035,680 for increased offender health care costs.

**DEPARTMENT OF CORRECTIONS
PROBATION AND PAROLE
TAX INTERCEPT PROGRAM**

H.B. Sec. 14.155	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER Debt Offset Escrow Fund	\$ 1,300,000	\$ 0	\$ 2,000,000

The Governor recommends \$2,000,000 for transfer to the Inmate Incarceration Reimbursement Act Revolving Fund for offender community services.

**DEPARTMENT OF MENTAL HEALTH
DEPARTMENT-WIDE
OVERTIME**

H.B. Sec. 14.160	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE General Revenue Fund	\$ 1,112,359	\$ 5,053,416	\$ 5,992,979

The Governor recommends \$5,992,979 for increased overtime costs.

**DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
DEVELOPMENTAL DISABILITIES UPPER PAYMENT LIMIT**

H.B. Sec. 14.165	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	\$ 8,500,000	\$ 3,400,000	\$ 3,400,000
Mental Health Intergovernmental Transfer Fund	5,000,000	1,600,000	1,600,000
TOTAL	\$ 13,500,000	\$ 5,000,000	\$ 5,000,000

The Governor recommends \$5,000,000 to capture additional federal funds from the Upper Payment Limit (UPL) claim on state-operated Intermediate Care Facilities for Individuals with Intellectual Disabilities.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
INTERGOVERNMENTAL TRANSFER**

H.B. Sec. 14.170	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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TRANSFER

General Revenue Fund	\$ 231,100,086	\$ 0	\$ 35,260,689
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The Governor recommends \$35,260,689 for transfer to the Department of Social Services Intergovernmental Transfer Fund to provide the accounting mechanism to generate the state match for Medicaid funds.

**DEPARTMENT OF MENTAL HEALTH
OFFICE OF THE DIRECTOR
INTERGOVERNMENTAL TRANSFER**

H.B. Sec. 14.175	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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TRANSFER

Federal Funds	\$ 148,643,830	\$ 0	\$ 35,260,689
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The Governor recommends \$35,260,689 for transfer to the General Revenue Fund to provide the accounting mechanism to generate the state match for Medicaid funds.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF BEHAVIORAL HEALTH
ADULT COMMUNITY PROGRAMS**

H.B. Sec. 14.180	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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PROGRAM SPECIFIC DISTRIBUTION

Federal Funds	\$ 293,491,104	\$ 602,000	\$ 1,221,980
DMH Local Tax Matching Fund	948,843	334,819	679,638
TOTAL	\$ 294,439,947	\$ 936,819	\$ 1,901,618

The Governor recommends \$1,901,618 for Adult Community Programs.

**DEPARTMENT OF MENTAL HEALTH
DIVISION OF BEHAVIORAL HEALTH
CIVIL COMMITMENT LEGAL FEES**

H.B. Sec. 14.185	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
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EXPENSE AND EQUIPMENT

General Revenue Fund	\$ 635,350	\$ 181,304	\$ 181,304
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The Governor recommends \$181,304 to reimburse attorneys, physicians, and counties for involuntary civil commitment procedure fees.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF COMMUNITY AND PUBLIC HEALTH
RYAN WHITE HIV/AIDS PROGRAM**

H.B. Sec. 14.190	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	\$ 44,840,078	\$ 0	\$ 9,141,265

The Governor recommends \$9,141,265 for the Ryan White HIV/AIDS Program.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF SENIOR AND DISABILITY SERVICES
MEDICAID HOME AND COMMUNITY BASED SERVICES REASSESSMENTS**

H.B. Sec. 14.195	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PERSONAL SERVICE			
General Revenue Fund	\$ 0	\$ 0	\$ 640,482
Federal Funds	0	0	640,482
TOTAL	\$ 0	\$ 0	\$ 1,280,964

The Governor recommends \$1,280,964 for Medicaid Home and Community Based Services Program reassessments.

**DEPARTMENT OF HEALTH AND SENIOR SERVICES
DIVISION OF SENIOR AND DISABILITY SERVICES
MEDICAID HOME AND COMMUNITY BASED SERVICES**

H.B. Sec. 14.200	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 152,621,597	\$ 0	\$ 19,881,885
Federal Funds	288,331,288	0	21,827,461
TOTAL	\$ 440,952,885	\$ 0	\$ 41,709,346

The Governor recommends \$41,709,346 for the Medicaid Home and Community Based Services Program.

**DEPARTMENT OF SOCIAL SERVICES
CHILDREN'S DIVISION
FOSTER CARE SERVICES**

H.B. Sec. 14.205	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 41,651,281	\$ 1,336,436	\$ 1,120,255
Federal Funds	25,603,543	428,711	737,347
TOTAL	\$ 67,254,824	\$ 1,765,147	\$ 1,857,602

The Governor recommends \$1,857,602 to provide foster care services for children in the care and custody of the Children's Division.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF SOCIAL SERVICES
CHILDREN'S DIVISION
ADOPTION/GUARDIANSHIP SUBSIDIES**

H.B. Sec. 14.210	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 64,770,054	\$ 2,195,193	\$ 1,274,942
Federal Funds	<u>23,708,742</u>	<u>520,148</u>	<u>207,549</u>
TOTAL	\$ 88,478,796	\$ 2,715,341	\$ 1,482,491

The Governor recommends \$1,482,491 to provide Adoption/Guardianship payments for children in the care and custody of the Children's Division.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
MANAGED CARE**

H.B. Sec. 14.215	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 458,560,957	\$ 0	\$ 1,500,000
Federal Funds	1,464,071,911	0	2,696,978
Federal Reimbursement Allowance Fund	192,526,292	0	0
Uncompensated Care Fund	33,848,436	0	0
Health Initiatives Fund	18,590,380	0	0
Premium Fund	10,716,411	0	0
Healthy Families Trust Fund	48,358,354	0	0
Ambulance Service Reimbursement Allowance Fund	1,702,257	0	0
Life Sciences Research Trust Fund	<u>35,724,296</u>	<u>0</u>	<u>0</u>
TOTAL	\$ 2,264,099,294	\$ 0	\$ 4,196,978

The Governor recommends \$4,196,978 to increase Medicare parity payments for primary care physicians relating to maternal-fetal medicine, neonatology, and pediatric cardiology.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION**

H.B. Sec. 14.220	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Federal Funds	\$ 277,048,873	\$ 528,369	\$ 195,415,689
Department of Social Services Intergovernmental Transfer Fund	<u>147,977,007</u>	<u>6,405,356</u>	<u>38,016,424</u>
TOTAL	\$ 425,025,880	\$ 6,933,725	\$ 233,432,113

The Governor recommends \$233,432,113 for increased Department of Mental Health payments through the Department of Mental Health Intergovernmental Transfer.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
PHARMACY**

H.B. Sec. 14.225	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 124,739,301	\$ 0	\$ 0
Federal Funds	848,208,598	0	0
Pharmacy Rebates Fund	236,745,912	0	2,000,000
Third Party Liability Collections Fund	4,217,574	0	0
Pharmacy Reimbursement Allowance Fund	64,827,527	0	5,300,000
Health Initiatives Fund	3,543,350	0	0
Premium Fund	3,800,000	0	0
Life Sciences Research Trust Fund	10,556,250	0	0
TOTAL	\$ 1,296,638,512	\$ 0	\$ 7,300,000

The Governor recommends \$7,300,000 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
PHYSICIAN SERVICES**

H.B. Sec. 14.230	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 98,546,943	\$ 63,072,270	\$ 44,777,630
Federal Funds	213,853,273	89,848,768	93,184,758
Third Party Liability Collections Fund	241,046	0	0
Pharmacy Reimbursement Allowance Fund	10,000	0	0
Health Initiatives Fund	1,427,081	0	0
Healthy Families Trust Fund	11,825,877	0	0
TOTAL	\$ 325,904,220	\$ 152,921,038	\$ 137,962,388

The Governor recommends \$137,962,388 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
DENTAL SERVICES**

H.B. Sec. 14.235	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 478,690	\$ 846,684	\$ 1,007,710
Federal Funds	2,522,837	1,516,449	1,654,903
Health Initiatives Fund	71,162	0	0
Healthy Families Trust Fund	848,773	0	0
TOTAL	\$ 3,921,462	\$ 2,363,133	\$ 2,662,613

The Governor recommends \$2,662,613 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
NURSING FACILITIES**

H.B. Sec. 14.240	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 134,380,603	\$ 7,072,488	\$ 1,281,468
Federal Funds	378,476,928	0	0
Uncompensated Care Fund	58,516,478	0	34,866
Healthy Families Trust Fund	17,973	0	0
Third Party Liability Collections Fund	6,992,981	0	3,500,000
Missouri Senior Services Protection Fund	11,072,091	0	0
TOTAL	\$ 589,457,054	\$ 7,072,488	\$ 4,816,334

The Governor recommends \$4,816,334 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
REHABILITATION AND SPECIALTY SERVICES**

H.B. Sec. 14.245	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 82,582,600	\$ 7,619,779	\$ 14,825,136
Federal Funds	155,500,913	10,525,425	29,834,257
Nursing Facility Reimbursement Allowance Fund	1,414,043	0	0
Health Initiatives Fund	194,881	0	0
Healthy Families Trust Fund	831,745	0	0
Ambulance Service Reimbursement Allowance Fund	24,180,182	0	0
TOTAL	\$ 264,704,364	\$ 18,145,204	\$ 44,659,393

The Governor recommends \$44,659,393 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
NON-EMERGENCY MEDICAL TRANSPORTATION (NEMT)**

H.B. Sec. 14.245	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 13,297,060	\$ 316,687	\$ 224,336
Federal Funds	27,275,546	0	0
TOTAL	\$ 40,572,606	\$ 316,687	\$ 224,336

The Governor recommends \$224,336 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

SUPPLEMENTAL APPROPRIATIONS

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
HOSPITAL CARE**

H.B. Sec. 14.250	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 8,907,792	\$ 57,469,389	\$ 44,826,079
Federal Funds	246,794,653	165,829,491	175,790,318
Federal Reimbursement Allowance Fund	87,906,216	53,546,430	57,216,413
Pharmacy Reimbursement Allowance Fund	15,709	0	0
TOTAL	\$ 343,624,370	\$ 276,845,310	\$ 277,832,810

The Governor recommends \$277,832,810 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
FEDERAL REIMBURSEMENT ALLOWANCE**

H.B. Sec. 14.255	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Federal Reimbursement Allowance Fund	\$ 1,280,818,734	\$ 114,528,895	\$ 89,308,321E

The Governor recommends \$89,308,321 on an open-ended basis for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
SHOW-ME HEALTHY BABIES**

H.B. Sec. 14.260	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
General Revenue Fund	\$ 3,510,090	\$ 3,653,700	\$ 3,616,454
Federal Funds	10,478,712	10,943,412	10,789,388
TOTAL	\$ 13,988,802	\$ 14,597,112	\$ 14,405,842

The Governor recommends \$14,405,842 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

**DEPARTMENT OF SOCIAL SERVICES
MO HEALTHNET DIVISION
NURSING FACILITY REIMBURSEMENT ALLOWANCE**

H.B. Sec. 14.265	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION			
Nursing Facility Reimbursement Allowance Fund	\$ 351,448,765	\$ 9,506,238	\$ 6,859,814

The Governor recommends \$6,859,814 for additional funding necessary to operate MO HealthNet programs for Fiscal Year 2018.

SUPPLEMENTAL APPROPRIATIONS

**SECRETARY OF STATE
ELECTIONS
SPECIAL ELECTION COSTS**

H.B. Sec. 14.270	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION State Election Subsidy Fund	\$ 400,000	\$ 300,000E	\$ 300,000E

The Governor recommends \$300,000 on an open-ended basis to reimburse local election authorities for special election costs.

**STATE TREASURER
ISSUING DUPLICATE AND OUTLAWED CHECKS**

H.B. Sec. 14.275	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION General Revenue Fund	\$ 2,000,000	\$ 2,500,000	\$ 2,500,000E

The Governor recommends \$2,500,000 on an open-ended basis to pay claims against the state in cases where checks are not presented for payment within 12 months of issuance as required by law.

**STATE TREASURER
ABANDONED FUND ACCOUNT**

H.B. Sec. 14.280	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
PROGRAM SPECIFIC DISTRIBUTION Abandoned Fund Account	\$ 39,300,000	\$ 9,700,000	\$ 9,700,000E

The Governor recommends \$9,700,000 on an open-ended basis to pay claims for state-held abandoned property.

**STATE TREASURER
ABANDONED FUND ACCOUNT**

H.B. Sec. 14.285	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER General Revenue Fund	\$ 2,000,000	\$ 3,000,000	\$ 3,000,000E

The Governor recommends \$3,000,000 on an open-ended basis to transfer sums necessary to pay claims from the Abandoned Fund Account.

SUPPLEMENTAL APPROPRIATIONS

**STATE TREASURER
BIENNIAL TRANSFER TO GENERAL REVENUE**

H.B. Sec. 14.290	ORIGINAL APPROPRIATION	CURRENT REQUEST	GOVERNOR RECOMMENDS
TRANSFER Various Funds	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000E

The Governor recommends \$1,000,000 on an open-ended basis to transfer unexpended biennial balances from various funds to the General Revenue Fund.

CAPITAL IMPROVEMENTS

FISCAL YEAR 2019 CAPITAL IMPROVEMENTS SUMMARY

	GENERAL REVENUE	FEDERAL FUNDS	OTHER FUNDS	TOTAL
Department of Transportation				
Ports Capital Improvements	\$ 7,636,567	\$ 0	\$ 0	\$ 7,636,567
Office of Administration				
Statewide Maintenance and Repair	82,153,823	0	0	82,153,823
Capitol Complex Maintenance & Repair	0	0	34,500,000	34,500,000
Department of Agriculture				
State Fair Construction	2,032,945	0	0	2,032,945
Department of Natural Resources				
State Parks and Historic Property Preservation	0	500,000	14,800,000	15,300,000
State Parks Construction	0	0	5,200,000	5,200,000
Department of Conservation				
Statewide Maintenance & Repair	0	0	32,500,000	32,500,000
Statewide Construction	0	0	33,000,000	33,000,000
Department of Public Safety				
Missouri State Highway Patrol Facilities	679,207	0	9,467,863	10,147,070
Missouri Veterans' Commission Facilities	0	0	5,135,739	5,135,739
National Guard Facilities	94,750	42,000,000		42,094,750
Department of Mental Health				
Fulton State Hospital Infrastructure	0	0	1,200,000	1,200,000
TOTAL	\$ 92,597,292	\$ 42,500,000	\$ 135,803,602	\$ 270,900,894

The State of Missouri provides essential services through many state owned and operated facilities. Good stewardship of state property requires facility upkeep. Governor Greitens recommends \$272 million in funding for Fiscal Year 2019 for various projects statewide, including improvements at ports, state parks, conservation areas statewide, Missouri National Guard facilities, and the Missouri State Fair; renovations at Missouri State Highway Patrol facilities; various capital improvement projects at Missouri Veterans' Homes and the Missouri State Capitol; and the completion of Fulton State Hospital.

PORTS CAPITAL IMPROVEMENTS

- \$7,636,567 to develop port infrastructure on Missouri's waterways and improve connections between transportation modes. Projects may include, but are not limited to, property acquisition, security systems, rail connectors, and road access improvements.

STATEWIDE MAINTENANCE AND REPAIR

- \$82,153,823 for the constitutionally required transfer to the Facilities Maintenance Reserve Fund. This funding will pay for emergency requirements, operational maintenance and repair, bond payments, critical maintenance and repair, and unexpected maintenance and repair projects that occur throughout the fiscal year.

STATE CAPITOL COMPLEX MAINTENANCE AND REPAIR

- \$34,500,000 Board of Public Buildings Capitol Bond Proceeds Fund for repairs and renovation to the Capitol Complex in Jefferson City. Projects may include, but are not limited to, exterior stone repairs, skylight repairs, bathroom renovations, roof drain replacements, plumbing renovations, and interior finish restoration.

DEPARTMENT OF AGRICULTURE STATE FAIR CONSTRUCTION

- \$2,032,945 for construction of a new restroom and campground expansion at the State Fairgrounds.

CAPITAL IMPROVEMENTS

STATE PARKS AND HISTORIC PROPERTY PRESERVATION AND CONSTRUCTION

- \$15,300,000 federal and other funds for statewide capital improvements and historic preservation projects for the state park system, including but not limited to: interpretive exhibits; land acquisitions; water and wastewater improvements; catastrophic contingency responses; repairs to roadways, parking areas and trails; and preservation of historic properties.
- \$5,200,000 other funds for statewide construction and improvements for the state park system, including but not limited to: new construction to enhance facilities and services, new construction of exhibits, and land acquisition.

DEPARTMENT OF CONSERVATION STATEWIDE MAINTENANCE, REPAIR, AND CONSTRUCTION

- \$32,500,000 Conservation Commission Fund for statewide improvements and repairs to state conservation areas, including but not limited to: stream and lake site acquisition and development; improvements to buildings, roads, hatcheries and other structures; and soil conservation and erosion control.
- \$33,000,000 Conservation Commission Fund for new construction within statewide conservation areas including but not limited to: stream and lake site acquisition and development; improvements to buildings, roads, hatcheries and other structures; and soil conservation and erosion control.

MISSOURI STATE HIGHWAY PATROL FACILITIES MAINTENANCE, REPAIR, AND CONSTRUCTION

- \$3,777,769 State Highways and Transportation Department Fund for statewide facilities maintenance and repair including, but not limited to, parking lot and driveway repairs, exterior repairs, ceiling and roof replacement, and flooring replacement.
- \$3,396,034 for construction of a new firing range in Jefferson City, including \$679,207 general revenue.
- \$2,973,267 DNA Profiling Analysis Fund for expansion of the Highway Patrol's Crime Lab.

MISSOURI VETERANS COMMISSION STATEWIDE CAPITAL IMPROVEMENTS

- \$5,135,739 Veterans Commission Capital Improvement Trust Fund for maintenance, renovations, upgrades and construction at veterans' homes and facilities statewide. Projects may include, but are not limited to, water and sanitary line repairs, roof repairs, and other repairs and renovations.

MISSOURI NATIONAL GUARD FACILITIES CONSTRUCTION

- \$32,000,000 federal funds for construction of an addition to the aircraft maintenance facility at AVCRAD Base in Springfield.
- \$10,000,000 federal funds for construction of training and operations facilities statewide.
- \$94,750 for renovation of a Department of Transportation building for Missouri National Guard troop additions in Town and Country.

FULTON STATE MENTAL HOSPITAL INFRASTRUCTURE IMPROVEMENTS

- \$1,200,000 Fulton State Hospital Bond Proceeds Fund to complete the construction of the new state mental hospital and demolition of the Biggs facility.