

**STATE OF NEW HAMPSHIRE**  
**SURPLUS STATEMENT SUMMARY COMPARISON**  
**COMBINED GENERAL AND EDUCATION TRUST FUNDS**  
*(Dollars in Thousands)*

	FY 2019		FY 2020		FY 2021	
	HB 1 & 2	HB 3 & 4	HB 1 & 2	HB 3 & 4	HB 1 & 2	HB 3 & 4
1 <u>Beginning Balance, July 1</u>	\$ 95,800	\$ 95,800	\$ 158,429	\$ 211,535	\$ 117,671	\$ 27,131
2						
3 <u>Revenues:</u>						
4 Estimated Revenues	2,679,700	2,645,300	2,626,600	2,598,200	2,623,900	2,587,400
5 Revenue Adjustments	55,700	-	60,536	96,050	100,698	68,650
6 Total Revenues	2,735,400	2,645,300	2,687,136	2,694,250	2,724,598	2,656,050
7						
8 <u>Appropriations:</u>						
9 Budget Appropriations	(2,535,067)	(2,535,067)	(2,725,059)	(2,716,400)	(2,817,748)	(2,746,229)
10 Appropriation Adjustments	(206,704)	(137,150)	(49,535)	(218,954)	(62,653)	(11,100)
11 <i>Less General Fund Lapse Estimate</i>	74,000	147,652	46,700	56,700	62,400	75,400
12 Total Appropriations	(2,667,771)	(2,524,565)	(2,727,894)	(2,878,654)	(2,818,001)	(2,681,929)
13						
14 Current Year Balance	67,629	120,735	(40,758)	(184,404)	(93,403)	(25,879)
15						
16 Cumulative Ending Balance, June 30	163,429	216,535	117,671	27,131	24,268	1,252
17						
18 <i>Transfer (To)/From Rainy Day Fund</i>	(5,000)	(5,000)	-	-	(3,464)	(1,188)
19						
20 Balance After Transfers, June 30	\$ 158,429	\$ 211,535	\$ 117,671	\$ 27,131	\$ 20,804	\$ 64
21 <i>General Fund Share</i>	17,676	197,702	15,387	(6,685)	-	-
22 <i>Education Trust Fund Share</i>	140,753	13,833	102,284	33,816	20,804	64
23						
24						
25 Rainy Day Fund Balance	\$ 115,000	\$ 115,000	\$ 115,000	\$ 115,000	\$ 118,464	\$ 116,188

Note: HB 1 & 2 reflects CofC adopted version.

## Changes to HB 1 & 2 as Adopted by the Legislature

### HB 3 (Operating Budget)

- **DRA Auditors** - Adds 2 multi-state auditors on 1/1/20, costs offset with additional General Fund revenue of \$1.2M in FY21.
- **UNIQUE** - Maintains UNIQUE appropriations consistent with current law by adding \$5M in FY 2020. (Agency Income)
- **Department of Justice** - Reduces Regional Drug Task Force funding and re-appropriates to address the increase in homicides.
- **Tourism Development** – Reduces appropriations to the Tourism Development Fund by \$250K in each year of the biennium.
- **Shelburne Rest Area** - Removes \$200K in FY20 for Shelburne Rest Area since it has been sold by the State.
- **Medicaid Drug Rebates** - Increases budget drug rebate revenue and decreases general fund appropriations by \$11M in each year.
- **Adequate Education Aid** - Increases agency income and decreases Education Trust Fund appropriations by \$62.5M in FY21 to reflect restricted funding from FY19 ETF surplus.
- **Revenue Estimates** – Adjusts General and Education Trust Fund revenue estimates to reflect compromise figures.
- **DHHS Appropriations** - Requires DHHS to reduce General Fund appropriations by \$25M over the biennium. No reductions can be made to developmental services, county programs or Medicaid rates.

### HB 4 (Trailer Bill)

- **General Changes** – Makes changes to reflect the budget delay including reporting, action, and appropriation dates. Also removes sections due to HB 2 contingency provisions, and the close of FY19.
- **Business Tax Changes** –Maintains BPT/BET rates at 7.7%/0.6%. Rates can trigger up to 7.9%/0.675% on 1/1/21 if FY20 revenues are below plan by 6% or more or trigger down to 7.5%/0.5% on 01/01/21 if FY20 revenues are above plan by 6% or more.
- **GILTI** – Adds provisions relative to global intangible low-taxed income (GILTI) to the Business Profits Tax.

- **Education Funding** – Maintains education funding at Legislatively adopted levels, including 100% Stabilization Grants. Converts additional aid for Free & Reduced Lunch and Fiscal Capacity Disparity Aid to one-time in FY21 and uses FY19 ETF surplus to fund. Allows the Commissioner of Education to adjust grants to reflect proposed changes. Appropriates \$68.1M from the General Fund to the ETF n FY20.
- **Rainy Day Fund** – Transfers \$5M into the Rainy Day Fund in FY19.
- **Highway Fund** – Reduces General Fund appropriation to the Highway Fund by \$2.5M.
- **Medicaid Provider Rates** – Provides 3.1% rate increase to Medicaid providers on January 1 of each Fiscal Year.
- **Secure Psychiatric Unit** - Decreases appropriations for the new Secure Psychiatric Unit by \$8.75M.
- **UNH Nursing** – Appropriates \$9M to UNH Nursing programs.
- **State Fish Pier** – Appropriates \$3.25M for repair of the Commercial Fish Pier in Portsmouth.
- **State Employees** – Appropriates \$6M to cover costs related to collective bargaining agreements with the State.
- **IMPACCT Program** – Reduces the General Fund appropriation for the IMPACCT Program by \$100K to reflect the availability of Federal Funds.
- **NHH Renovations** – Replaces use of \$1M of NHH Trust Funds for renovations with General Funds.
- **NH Health Protection Trust** – Maintains provisions prohibiting General Funds for Medicaid Expansion. Allows a transfer of Liquor funds should a shortfall exist.
- **Smoking Age** – Increases smoking age from 18 to 19 years, not 21.
- **Reproductive Health Care Facilities**- Maintains prohibition on using state funds for providing abortion services unless specifically appropriated. This budget does not appropriate any such funds.
- **Deletions** – Deletes appropriations for Family Medical Leave Insurance start-up and the Sunny Day Fund. Deletes changes to the UNIQUE plan to allow introduction of a bill next Session for student debt assistance.