

Governor Dayton's FY18-19 General Fund Budget Recommendations

	FY17	FY18-19	FY20-21
Major Tax Proposals			
Tax Relief and Local Aid			
Child and Dependent Care Credit Expansion	0	60,972	73,546
Expand the Working Family Credit to Middle Class	0	93,904	98,156
Expand Sales Tax Exemption for Charities	0	12,544	13,844
Federal Tax Update	21,730	(21,510)	90,540
Credit for Past Military Service	0	2,600	2,900
Debt Service Equalization Increase	0	18,190	43,060
School Building Bond Agriculture Credit	0	34,020	103,340
Buffer Compensation Program	0	6,745	13,172
Riparian Protection Aid	0	10,000	20,000
Minnesota State High School League Exemption	0	1,660	1,740
Indian Child Welfare Act Aid	0	9,580	19,160
CPA Appropriation Increase	0	9,560	19,120
Local Government Aid Increase	0	19,110	38,220
Tax Reforms			
Closing Corporate Tax Loopholes	0	(82,912)	(82,612)
Modernize and Expand Railroad Property Taxation	0	(11,394)	(48,630)
Sales Tax Clarifications	0	(4,450)	(6,990)
Tobacco Products Tax Changes	0	(1,817)	(3,016)
25% Health Insurance Premium Subsidy			
Commerce	300	0	0
MMB	311,645	0	0
Capital Investments			
Capital Investment Bill Debt Service and Cash	0	74,206	129,877
Jobs and Economic Development			
DEED			
Border-to-Border Broadband Development Grant Program	0	60,000	0
Minnesota Investment Fund and Job Creation Fund	0	20,000	0
Vocational Rehabilitation	0	7,000	0
DEED Operating Budget Request	0	1,991	2,470
Angel Tax Credit	0	(10,000)	0
Commerce			
Financial Institutions Funding Flexibility	0	(1,230)	(1,230)
Healthy Asbestos Insulation Remediation	0	520	520
Securities Funding	0	(4,350)	(4,350)
Operating Budget Adjustments	0	3,417	4,124
Payday Lending Regulation		(11)	0

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Housing Finance			
Down Payment and Closing Cost Assistance	0	1,500	0
Family Homelessness Prevention	0	2,000	0
Rental Assistance	0	6,000	0
Homeownership Capacity	0	500	0
Labor and Industry			
Apprenticeship: PIPELINE Project Continuation	0	(400)	(400)
Labor Standards: Technology Modernization	0	1,370	140
Labor Standards: Wage Theft Prevention Initiative	0	1,000	1,000
Agency Operations Adjustment	0	173	188
Mediation Services, Bureau of			
Move PERB's base appropriation to PERB	0	(250)	(250)
OCDR Community Mediation Grant Program	0	500	500
Operating Adjustment	0	237	314
Public Employment Relations Board			
Move PERB's base appropriation to PERB	0	250	250
Public Employment Labor Relations Board Operations	0	800	800
Explore Minnesota Tourism			
Expand Awareness of Minnesota to a Global Audience	0	2,000	0
Major New Event Development	0	600	0
Maximize Emerging Technology and Website Initiatives	0	1,000	0
Operating Adjustment	0	174	224
Reinstate carry forward authority in FY 2018	0	250	0
Early Education			
Voluntary Pre-Kindergarten Expansion (MDE)	0	74,806	109,159
Help Me Grow (MDE)	0	3,000	3,000
Home Visiting for Pregnant and Parenting Teens (MDH)	0	31,000	51,000
Child Care Assistance Program Improvements (DHS)	0	73,458	100,168
Child Care Assistance Program Integrity Changes (DHS)	0	(16,878)	(33,229)
Child Care Development Block Grant Licensing Compliance (DHS)	0	11,152	10,302
K-12 Education			
MDE			
General Education Basic Formula Increase 2%/2%	0	370,927	538,883
Special Education Funding Increase	0	40,173	40,424
Pension Aid to Districts	0	68,554	91,406
American Indian Tribal Contract Aid	0	4,425	5,330
Education Partnership Pilot and Transformation Zone Expansion	0	1,000	1,000
Full Service Community Schools	0	2,000	2,000
Student Support Staff (Support Our Students)	0	4,000	0
Agency Operating Activities	0	10,456	11,324
Mainframe Update	0	3,250	1,000

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Online Individual Education Program (IEP)	0	1,482	1,500
Perpich Center for Arts Education			
Operating Adjustment	0	207	270
Technology Initiative	0	2,260	1,460
State Academies			
Facility Safety and Accessibility Improvements	0	500	500
Operating Adjustment to Maintain and Enhance Services	0	2,288	2,632
Teaching Board			
Operating Adjustment	0	34	44
Higher Education			
Higher Education, Office of			
State Grant	0	62,000	62,000
Statewide Attainment Initiatives	0	300	300
Teacher Workforce	0	5,000	5,000
Campus Sexual Violence Prevention & Response Coordinator	0	300	300
Agency Operating, Structural Shortage, and Continuity of Effort	0	875	1,000
IT: Cybersecurity/Risk Mitigation	0	2,645	370
IT: Infrastructure	0	520	320
Move DLI PIPELINE Project Base to DLI	0	(400)	(400)
Minnesota State			
Campus Support	0	125,000	150,000
ISRS Next Generation	0	25,000	25,000
University Of Minnesota			
Core Mission Support	0	68,200	91,200
Health Training Restoration	0	14,000	16,000
Investing in Applied Research for Economic Development	0	4,000	4,000
Investing in Student Success	0	2,600	2,600
MnDRIVE	0	8,000	12,000
Public Safety and Judiciary			
Corrections			
Community Offender Supervision	0	10,000	10,000
Information Technology--Critical Technology Modernization	0	3,000	3,000
Information Technology--MN.IT rate increases	0	6,904	6,904
Medical and Nursing Services	0	2,000	2,500
Mental Health Services	0	3,150	3,750
Offender Case Management	0	3,456	3,924
Offender Health Care Contract	0	22,800	22,800
Offender Health Care Contract, FY 2017 Deficiency	9,200	0	0
Operating Costs for Capital Bonding and Sustainability Projects	0	524	524
Operating Costs for Offender Food, Utilities, Lease of Space	0	4,900	4,900
Prison Rape Elimination Act	0	2,011	2,136

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Restrictive Housing Reform	0	3,770	4,054
Security Staffing and Security System Upgrades	0	6,000	7,000
Employee Compensation	0	47,637	61,398
 Court Of Appeals			
Maintain Core Justice Operations	0	1,383	1,796
 District Courts			
Maintain Core Justice Operations	0	34,366	44,594
Mandated Services Deficit	0	2,328	2,328
New Judge Units	0	1,702	1,636
Treatment Courts Sustainability (Formerly Drug Courts)	0	3,378	3,378
 Guardian ad Litem Board			
Compliance with Federal and State Mandates	0	1,501	1,534
Maintain Core Operations - Compensation Changes	0	3,067	3,616
Maintain Core Operations: Insurance and Retirement Increases	0	922	1,106
 Human Rights			
Ban the Box Enforcement for Rental Housing	0	300	300
Incremental Operating Increase to Maintain Critical Services	0	692	888
Regional Offices	0	2,300	2,500
 Judicial Standards, Board on			
Executive Secretary Retirement Payout	0	45	0
Salary and Fringe to Maintain Board Operations	0	10	20
 Peace Officer Standards and Training Board			
Peace Officer Training Assistance	0	10,000	0
 Public Defense, Board of			
Changing Court Practices	0	1,591	1,910
Public Defense - Phase III	0	17,476	23,224
 Public Safety - Public Safety			
AGED Field Agents and Educator Staffing	0	538	538
BCA Criminal History System Maintenance Staff	0	500	500
BCA Drug Chemistry Staff	0	300	300
BCA Firearms Examiners Staffing Support	0	500	500
BCA Investigative Staffing Support Increase	0	2,460	2,460
Bomb Squad	0	200	200
Drug Monitoring Analyst	0	200	200
HSEM Replenish Disaster Contingency Account	0	20,000	0
Ongoing Operational Support (Public Safety)	0	6,870	8,060
Predatory Offender Registration System Replacement	0	4,100	800
Violent Crime Coordinating Council (VCCC) Funding	0	2,000	2,000

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Sentencing Guidelines Commission			
Operating Adjustment	0	51	68
Supreme Court			
Civil Legal Services	0	3,944	3,944
Information Security and Risk Management Program	0	1,968	1,968
Maintain Core Justice Operations	0	6,311	8,096
Transfer \$ for Judicial Appeal Panel from DHS to Judicial Branch	0	1,872	1,872
Tax Court			
Agency Operating Increase	0	44	56
Maintenance of Tax Court's New Case Management System	0	800	892
Rules of Public Access to Tax Court Files	0	150	0
Tax Court Rulemaking for Electronic Filing	0	50	0
Health and Human Services			
Disability Council			
Critical Operating Needs	0	527	456
Increasing Accessibility Compliance Services to the Public	0	219	220
Emergency Medical Services Regulatory Board			
Cooper/Sams Volunteer Ambulance Program	0	500	500
Information Technology Operating Increase	0	212	216
New Staff Positions	0	366	366
Nonprofit Ambulance Services EMT Training	0	218	218
Small Agency Operating Increase	0	477	406
System Support Act - Regional Grant Program Increase	0	400	400
Health			
Improving Health through Community-Driven Data	0	1,000	0
Medical Cannabis	0	300	300
Preventing Opioid Overdoses in American Indian Communities	0	4,000	0
Protect Vulnerable Adults in Health Care Settings	0	1,192	1,806
Technical Assistance for Infrastructure Improvement Review	0	460	460
Operating Adjustment	0	6,535	7,716
Human Services			
245D Home and Community-Based Services Licensing Reform	0	(1,274)	(1,274)
5% Rate Increase for Preventive Care and Mental Health	0	9,643	12,628
American Indian Child Welfare Expansion	0	866	0
Assisted Living Consumer Survey and Report Card	0	(400)	145
Central Office and DCT Operating Adjustment	0	43,247	55,186
Child & Adolescent Behavioral Health Services	0	896	2,693
Child Care Child Support Emancipation	0	55	0
Child Support Paternity Adjudications to Birth Registry	0	151	166
Child Welfare Services for Sexually Exploited Youth	0	152	142
Family Foster Care Liability Insurance	0	300	300
Federal Managed Care and Access to Care Rules	0	10,206	12,375

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Dedicate County Cost of Care to Community-Based Living	0	5,981	5,962
Direct Care and Treatment Oversight Response Teams	0	1,000	2,000
Direct Care and Treatment Security System	0	5,000	5,000
Direct Care and Treatment System Modernization	0	2,000	2,000
Eliminate Home Care Nursing Communicator Service	0	(30)	(30)
Enhanced MA Reimbursement for Home Visiting	0	613	1,181
Ensuring Greater Integrity in Data Practices	0	437	779
Expansion of Digital Evidence Lab	0	160	150
Expansion of Return to Community Program	0	1,190	(1,236)
Federal Compliance with Asset Verification Requirements	0	645	(53)
Increase Individual PCA Hour Limit	0	1,939	2,223
Limit Billable Days for Residential Services to 350 Days	0	(4,016)	(16,648)
Corporate Foster Care Moratorium Exceptions	0	143	134
Disability Waiver Consolidation Study	0	186	0
Individual Budgeting Study Recommendations	0	0	325
Home and Community-Based Services Rule Implementation	0	3,840	1,338
Health Care Purchasing & Coverage Reform Package	0	(4,352)	(2,302)
Group Residential Housing Reform	0	1,096	(449)
Implement Federal Home Health Care Rule	0	227	263
Improvements to Child Protection and Foster Care	0	19,561	49,050
Improving Benefit Recoveries and Special Needs Trust Guidance	0	23	(133)
Integrated Service Delivery System and MMIS Modernization	0	9,000	20,000
Modernizing Safety Net (FQHC) Provider Payments	0	937	8,363
MA Impact for MDH Vulnerable Adults Proposal	0	275	410
Increased Fines for Maltreatment in DHS-Licensed Facilities		(40)	(40)
Maltreatment Investigations in Children's Residential Facilities	0	147	136
MHCP Impact of Provider Tax Sunset Repeal	0	0	42,110
Minnesota Adult Abuse Reporting Center Enhancements	0	2,580	2,446
Minnesota Security Hospital Improved Client Care & Staff Safety	0	22,858	35,353
Minnesota Sex Offender Program Reform	0	3,900	3,225
Modernizing Deaf and Hard of Hearing Services	0	2,142	2,114
MSOCS Sustainability	0	10,285	3,588
Nursing Facility Value-Based Reimbursement	0	(3,587)	(2,969)
Provider Enrollment Requirements	0	152	148
Provider Payment Modernization and Simplification	0	227	0
Implement the SEIU Union Contract Increases	0	47,910	54,840
Redesigning Intensive Mental Health Services for Children	0	6,745	4,778
Refinance Medical Assistance to the HCAF	0	(716,000)	(1,147,000)
Self-Directed Program Workforce Data Collection	0	1,018	550
Expand Child Care Financial Fraud and Abuse Investigations	0	(464)	(514)
Substance Use Disorder Treatment System Reform	0	(1,050)	7,236
Judicial Appeal Panel Transfer to Courts	0	(900)	(900)
Update the Disability Waiver Rates	0	(4,106)	(9,505)
MA Asset Reduction Policy	0	101	285
MinnesotaCare Program and Medical Assistance Rate Cleanup	0	6	2
White Earth Nation Child Welfare Program	0	1,000	1,000

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Ombudsman for Mental Health and Developmental Operating Adjustment	0	70	90
Ombudsperson for Families Full-Time Investigator Staff	0	169	172
Operating Adjustment	0	19	24
Environment and Agriculture			
Agricultural Utilization Research Institute Operating Adjustment	0	340	210
Agriculture			
Continuous Improvement to Customer Experience	0	1,500	1,500
Critical Core Capacity for Plant Pathogens and Pests	0	1,000	1,000
Developing Minnesota's Next Generation of Crops	0	2,000	0
Food Certificate Fee Account	0	120	120
Industrial Hemp Development Program	0	400	400
Maintaining Current Service Levels	0	2,067	2,652
Noxious Weed, Invasive Plant and Pollinator Protection Program	0	600	600
Pollinator Protection Account	0	1,000	1,000
Animal Health, Board of			
Operating Adjustment	0	166	214
Conservation Corps-Minnesota			
Bridges Project	0	770	770
Natural Resources			
Conservation Easement Stewardship: Staffing	0	250	250
Delivery of Natural Resources Law Enforcement	0	5,570	5,570
DNR Sustainable Timber Harvest Analysis	0	500	0
Forest Conversion Study	0	1,500	0
Legal Support Costs	0	6,977	0
MDVA increasing service connected disability exemption	0	700	700
Mississippi River Corridor Area Rule Implementation	0	760	310
Next Generation Core Forestry Data Systems	0	4,000	2,000
Operating Adjustment	0	6,980	8,858
Parks and Trails Operations and Maintenance	0	9,315	10,072
Reforestation of DNR-Administered Forest Lands	0	2,500	2,500
Web Modernization	0	2,138	1,878

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Pollution Control			
EQB Environmental Review Continuous Improvement	0	750	750
Groundwater Protections at Construction/Demolition Landfills	0	2,000	2,000
Operating Adjustment	0	4,989	5,256
Water and Soil Resources, Board of			
Base Adjustment and Operations Support	0	1,182	1,348
Easement Stewardship	0	250	250
Local Road Wetland Replacement Program	0	5,130	0
Wetland Conservation - Permitting/Regulatory Efficiencies	0	500	125
Zoological Gardens			
Zoo Operating Increase	0	1,843	1,946
Property Tax Aids and Credits			
Additional Tax Aids, Credits and Refunds			
Agricultural Homestead Credit Modifications	0	0	(280)
Aid to Madelia and Watonwan County for Fire Recovery	0	92	92
Sales Tax Exemption for Madelia	0	170	0
Home Office Deduction Calculation	0	(870)	(1,060)
PERA Police and Fire Plan Direct Aid	0	9,000	18,000
Property Tax Exemption for Soccer Stadium	0	0	110
Senior Property Tax Deferral Enhancement	0	170	500
Sustainable Forest Incentive Act Updates	0	4,868	9,862
Siding Production Facility	0	4,200	1,400
Estate Tax Recapture	0	100	100
Motor Vehicle Lease Revenue	(5,000)	(10,900)	(11,600)
Construction and Demolition Waste Rate	0	(630)	(690)
State Government and Veterans			
Administration			
Census 2020	0	380	380
eProcurement	0	10,000	0
In Lieu of Rent Increase	0	2,449	2,466
Operating Adjustment	0	1,561	1,694
Management and Budget			
System Security and Risk Management	0	18,204	8,554
Talent Management System	0	15,000	0
Enterprise Compliance and Risk Management	0	1,726	1,732
Address Operating Budget Pressures	0	2,098	2,722
Military Affairs			
Tuition Reimbursement/Enlistment/Retention Bonus Programs	0	11,536	10,358
Operating Adjustment	0	178	230

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MN.IT Services			
Securing the State	0	26,946	9,556
Accessibility Assessment	0	500	0
Operating Increase	0	250	308
Revenue			
Effective and Efficient Tax Service	0	25,663	30,944
Secretary of State			
Election Equipment Grant Funding	0	7,000	7,000
State Auditor			
Staff Retention	0	154	198
Technology Staffing	0	212	206
Veterans Affairs			
MN GI Bill Expanded Uses	0	400	400
New Duluth Veterans Cemetery - Operational Funding	0	1,000	1,000
Operating Adjustment	0	2,265	2,914
Repair and Betterment	0	2,000	0
Accountancy, Board of			
Operating Adjustment	0	17	22
Administrative Hearings, Office of			
Additional Expedited Data Practices Funding	0	24	24
Operating Increase	0	9	12
African Heritage, Council for Minnesotans of			
Operating Adjustment	0	9	12
Program Expansion	0	200	200
Amateur Sports Commission			
Additional Administrative FTE	0	170	170
James Metzen Mighty Ducks Grant Program	(7,166)	7,166	0
Operating Adjustment	0	11	14
Arts Board			
Operating Adjustment	0	18	24
Asian-Pacific Minnesotans, Council on			
Operating Adjustment	0	195	202
Barber Examiners, Board of			
Information Technology Services and Database Maintenance	0	12	12
Operating Adjustment	0	24	26
Fee Increase		(67)	(68)

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Campaign Finance and Public Disclosure Board			
Operating Adjustment	0	37	48
Capitol Area Architectural and Planning Board			
Operating Adjustment	0	9	12
Cosmetologist Examiners, Board of			
Information Technology Services	0	140	140
Operating Adjustment	0	267	280
Humanities Center			
Grant Administration, Accounting and General Office Support	0	50	50
Indian Affairs Council			
Operating Adjustment	0	15	20
Latino Affairs, Minnesota Council on			
Operating Base Adjustment Request	0	201	218
Transportation Bill Area			
Metropolitan Council - Transportation			
Regional Transit Sales Tax General Fund Reduction	0	(36,840)	(3,840)
Public Safety - Transportation			
Ongoing Operational Support (Transportation)	0	1,011	1,216
State Patrol Helicopter	0	920	0
Transportation			
2015 Port Development Assistance	(1,100)	1,100	0
Minnesota Rail Service Improvement (MRSI) Expansion	0	2,000	2,000
NexTen Transportation Package - General Fund Interaction	0	6,800	13,630
Rail Safety - Freight Rail Appropriation	0	1,600	1,600
Rail Safety - Passenger Rail Program Appropriation Increase	0	800	800
State Planes Purchase	0	10,000	0
Tribal Training Funding	0	410	400
Working Capital Loan Fund Program	0	1,500	0