



OFFICE OF THE GOVERNOR
COMMONWEALTH OF MASSACHUSETTS
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CHARLES D. BAKER
GOVERNOR

KARYN E. POLITO
LIEUTENANT GOVERNOR

December 6, 2016

To the Honorable Senate and House of Representatives:

Pursuant to Section 9C of Chapter 29 of the Massachusetts General Laws, Secretary of Administration and Finance Kristen Lepore has advised me of a projected budget shortfall of \$98 million in Fiscal Year 2017. This letter and the attached supporting documents detail the spending reductions that I am undertaking to close this shortfall.

I am making the attached reductions to Executive Branch accounts under my Section 9C authority. These reductions were made in close consultation with my Cabinet Secretaries and their respective teams.

It is our shared responsibility to address this shortfall, and I look forward to working with you to do so. A timely solve to the current budget problem will place the Commonwealth on sound footing as we move forward into the Fiscal Year 2018 budget season.

Sincerely,

A handwritten signature in black ink that reads "Charles D. Baker".

Charles D. Baker
Governor

/attachments

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
1100-1100 - Office of the Secretary of Administration and Finance(1CS)	3,020,992	3,129,590	(46,433)	-	3,083,157
1100-1700 - Administration and Finance IT Costs(1CS)	30,949,578	30,400,957	(153,366)	-	30,247,591
1102-3199 - Office of Facilities Management(1CS)	9,775,160	9,897,930	(129,817)	-	9,768,113
1102-3205 - State Office Building Rents Retained Revenue(1RN)	7,202,415	8,770,634	(200,000)	-	8,570,634
1102-3309 - Bureau of the State House(1CS)	2,248,058	2,467,120	(38,919)	-	2,428,201
1108-5100 - Group Insurance Commission (1CS)	3,807,639	4,462,538	(162,719)	-	4,299,819
1201-0100 - Department of Revenue (1CS)	76,950,066	76,436,443	(952,870)	-	75,483,573
1201-0122 - Low Income Tax Clinics(1CS)	-	100,000	(100,000)	-	-
1231-1000 - For the Rate Relief Component of the (1CS)	1,100,000	1,100,000	(600,000)	-	500,000
1232-0100 - Underground Storage Tank Reimbursements(1CS)	10,000,000	10,000,000	(3,000,000)	-	7,000,000
1232-0200 - Underground Storage Tank Administrative Review Board (1CS)	1,210,551	1,237,297	(18,984)	-	1,218,313
1310-1000 - Appellate Tax Board(1CS)	1,886,476	1,895,196	(34,053)	-	1,861,143
1599-0026 - Municipal Regionalization and Efficiencies Incentive Reserve (1CS)	10,687,933	11,425,000	(5,200,000)	-	6,225,000
1599-2003 - Uniform Law Commission(1CN)	-	70,000	(70,000)	-	-
1599-2014 - Victim Reserve(1CN)	-	250,000	(250,000)	-	-
1750-0100 - Human Resources Division (1CS)	2,931,782	2,801,537	(120,000)	-	2,681,537
1750-0300 - State Contribution to Union Dental and Vision Insurance (1CS)	30,154,007	31,101,194	(190,000)	-	30,911,194
1775-0115 - Statewide Contract Fee (1RS)	9,160,732	11,300,283	(200,295)	-	11,099,988
2000-0100 - Executive Office of Energy and Environmental Affairs Admin(1CS)	5,836,831	7,672,881	(407,861)	-	7,265,020
2030-1000 - Environmental Law Enforcement (1CS)	10,679,224	10,547,986	(453,633)	-	10,094,353
2200-0100 - Department of Environmental Protection Administration (1CS)	24,407,420	25,037,437	(632,000)	-	24,405,437

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
2200-0107 - Recycling and Solid Waste Master Plan Operations (1CS)	206,902	475,000	(50,000)	-	425,000
2260-8870 - Hazardous Waste Cleanup Program (1CS)	11,776,083	12,330,404	(83,000)	-	12,247,404
2300-0101 - Riverways Protection Restoration and Public Access Promotion (1CS)	516,843	680,889	(127,000)	-	553,889
2310-0300 - Natural Heritage and Endangered Species Program(1CS)	149,891	250,000	(100,000)	-	150,000
2330-0100 - Division of Marine Fisheries Administration (1CS)	5,584,317	6,298,094	(343,221)	-	5,954,873
2511-0100 - Department of Agricultural Resources Administration(1CS)	5,509,833	5,629,445	(150,000)	-	5,479,445
2511-0105 - Emergency Food Assistance Program (1CS)	17,160,000	17,665,000	(665,000)	-	17,000,000
2800-0401 - Stormwater Management (1CS)	492,834	465,854	(50,000)	-	415,854
2800-0500 - Beach Preservation (1CN)	1,190,000	1,100,000	(300,000)	-	800,000
2800-0501 - DCR Seasonals (1CS)	14,542,300	15,695,936	(434,500)	-	15,261,436
2800-0700 - Office of Dam Safety (1CS)	249,651	448,295	(75,000)	-	373,295
2810-0100 - State Parks and Recreation (1CS)	38,657,659	41,611,430	(5,383,588)	-	36,227,842
3000-1000 - Department of Early Education and Care Administration (1CS)	11,698,176	5,666,766	(25,000)	-	5,641,766
3000-7020 - Multi-Generational Anti-Poverty Pilot(1CS)	-	100,000	(100,000)	-	-
3000-7070 - Reach Out and Read (1CS)	1,000,000	1,000,000	(1,000,000)	-	-
4000-0005 - Safe and Successful Youth Initiative(1CS)	5,998,225	6,560,000	(60,000)	-	6,500,000
4000-0014 - Edward M Kennedy Community Health Center(1CS)	100,000	100,000	(100,000)	-	-
4000-0051 - Family Resource Centers(1CS)	1,939,234	500,000	(500,000)	-	-
4000-0300 - EOHHS and MassHealth Administration(1CS)	85,524,885	100,501,087	(525,000)	-	99,976,087
4000-0600 - MassHealth Senior Care(1CS)	3,390,677,413	3,516,116,093	(6,350,000)	(3,175,000)	3,509,766,093
4000-0640 - MassHealth Nursing Home Supplemental Rates(1CS)	302,400,000	347,900,000	(2,800,000)	(1,400,000)	345,100,000

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
4000-0700 - MassHealth Fee for Service Payments(1CS)	2,243,288,373	2,380,696,175	(26,000,000)	(15,575,000)	2,354,696,175
4110-1000 - Community Services for the Blind(1CS)	3,858,912	4,350,682	(175,000)	-	4,175,682
4110-2000 - Turning 22 Program and Services(1CS)	12,682,333	13,183,460	(140,000)	-	13,043,460
4120-2000 - Vocational Rehabilitation for the Disabled (1CS)	10,258,905	10,260,724	(165,248)	-	10,095,476
4120-4002 - Living Independently for Equality Brockton(1CS)	-	30,000	(30,000)	-	-
4125-0100 - Massachusetts Commission for the Deaf and Hard of Hearing (1CS)	5,207,584	5,611,403	(200,000)	-	5,411,403
4200-0300 - Residential Services for Committed Population (1CS)	112,618,951	116,373,492	(660,000)	-	115,713,492
4400-1000 - Dept of Transitional Assistance Administration & Operation(1CS)	56,931,033	65,231,263	(1,541,228)	(523,247)	63,690,035
4400-1100 - Caseworkers Reserve(1CS)	66,295,138	70,791,291	(20,000)	(10,000)	70,771,291
4401-1000 - Employment Services Program(1CS)	12,278,592	12,694,060	(75,000)	-	12,619,060
4403-2007 - Supplemental Nutritional Program (1CS)	1,171,403	1,200,000	(500,000)	-	700,000
4405-2000 - State Supplement to Supplemental Security Income (1CS)	224,249,672	224,808,227	(922,323)	-	223,885,904
4510-0110 - Community Health Center Services (1CS)	1,254,990	1,598,773	(275,000)	-	1,323,773
4510-0112 - Postpartum Depression Pilot Program(1CS)	155,430	200,000	(200,000)	-	-
4510-0600 - Environmental Health Assessment and Compliance (1CS)	3,572,087	3,938,554	(100,000)	-	3,838,554
4510-0710 - Division of Health Care Quality and Improvement (1CS)	9,235,720	10,634,252	(50,000)	-	10,584,252
4510-0716 - Academic Detailing Program (1CS)	-	150,000	(150,000)	-	-
4510-0721 - Board of Registration in Nursing (1CS)	823,625	918,628	(63,699)	-	854,929
4510-3010 - Down Syndrome Clinic (1CS)	150,000	150,000	(150,000)	-	-
4512-0103 - HIV/AIDS Prevention Treatment and Services (1CS)	31,766,671	33,134,598	(917,485)	-	32,217,113
4512-0200 - Bureau of Substance Abuse Services (1CS)	108,025,879	125,692,987	(1,929,000)	-	123,763,987

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
4512-0225 - Compulsive Behavior Treatment Program Retained Revenue(1RN)	1,500,000	1,500,000	(500,000)	-	1,000,000
4512-0500 - Dental Health Services (1CS)	1,916,357	2,219,647	(550,000)	-	1,669,647
4513-1000 - Family Health Services (1CS)	5,503,276	5,711,509	(181,802)	-	5,529,707
4513-1026 - Suicide Prevention and Intervention Program (1CS)	4,287,759	4,180,748	(50,000)	-	4,130,748
4513-1027 - Samaritans Inc Suicide Prevention Services(1CS)	-	400,000	(400,000)	-	-
4513-1098 - Services to Survivors of Homicide Victims(1CS)	200,000	200,000	(100,000)	-	100,000
4513-1111 - Health Promotion and Disease Prevention (1CS)	3,592,406	3,929,010	(330,000)	-	3,599,010
4513-1121 - Stop Stroke Program(1CS)	196,616	630,000	(630,000)	-	-
4513-1130 - Domestic Violence and Sexual Assault Prevention and Treatment (1CS)	6,360,536	30,907,153	(185,000)	-	30,722,153
4513-1131 - Healthy Relationships Grant Program (1CS)	81,870	150,000	(150,000)	-	-
4530-9000 - Teenage Pregnancy Prevention Services (1CS)	2,452,288	2,575,922	(150,000)	-	2,425,922
4590-0081 - Public Health Evaluation Grants(1CS)	-	250,000	(250,000)	-	-
4590-0250 - School-Based Health Programs (1CS)	12,030,810	12,157,830	(225,000)	-	11,932,830
4590-0915 - Public Health Hospitals (1CS)	147,035,899	155,250,383	(1,159,023)	-	154,091,360
4590-0925 - Prostate Cancer Research(1CS)	499,971	600,000	(300,000)	-	300,000
4590-1503 - Pediatric Palliative Care (1CS)	1,710,745	2,204,578	(400,000)	-	1,804,578
4590-1507 - Youth At-Risk Matching Grants (1CS)	3,945,946	2,639,000	(539,000)	-	2,100,000
5911-1003 - DDS Service Coordination and Administration(1CS)	65,750,723	70,068,991	(175,000)	-	69,893,991
5920-3000 - Respite Family Supports for the Developmentally Disabled (1CS)	54,634,748	62,846,395	(107,000)	-	62,739,395
5920-3025 - Aging with Developmental Disabilities(1CS)	223,613	150,000	(150,000)	-	-
7002-0010 - Executive Office of Housing and Economic Development (1CS)	2,535,913	2,501,996	(407,000)	-	2,094,996

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
7002-0012 - Summer Jobs Program for At Risk Youth(1CS)	9,974,610	21,199,390	(150,000)	-	21,049,390
7002-0020 - Workforce Development Grant(1CS)	1,462,634	1,625,000	(175,000)	-	1,450,000
7002-0032 - Massachusetts Technology Collaborative(1CS)	2,500,000	1,000,000	(500,000)	-	500,000
7002-1075 - Workforce Competitiveness Trust Fund(1CS)	483,938	2,700,000	(500,000)	-	2,200,000
7002-1502 - Transformative Development Fund(1CS)	1,000,000	500,000	(500,000)	-	-
7002-1508 - Mass Tech Collaborative Tech and Innovation Entrepre(1CS)	1,500,000	1,500,000	(1,500,000)	-	-
7002-1512 - Big Data Innovation and Workforce Fund (1CS)	-	2,000,000	(2,000,000)	-	-
7002-1593 - Digital Health Internship Incentive Fund(1CS)	-	100,000	(100,000)	-	-
7003-0100 - Office of the Secretary EOLWD Administration(1CS)	950,058	902,092	(121,120)	-	780,972
7003-0606 - Massachusetts Manufacturing Extension Partnership(1CS)	2,000,000	2,062,500	(2,000,000)	-	62,500
7003-0803 - One Stop Career Centers(1CS)	4,385,658	4,025,000	(262,400)	-	3,762,600
7003-0902 - Joint Labor Management Committee for Municipal Po(1CS)	-	250,000	(125,000)	-	125,000
7003-1206 - Massachusetts Service Alliance (1CS)	3,415,879	3,790,000	(2,340,000)	-	1,450,000
7004-0099 - Dept of Housing and Community Development Admin(1CS)	7,542,443	7,702,921	(1,285,000)	-	6,417,921
7004-0100 - Operation of Homeless Programs (1CS)	5,050,603	5,385,145	(184,790)	-	5,200,355
7004-0101 - Emergency Assistance Family Shelters and Services(1CS)	195,983,449	155,533,948	(400,000)	-	155,133,948
7004-0102 - Homeless Individuals Assistance (1CS)	44,634,034	45,485,000	(650,000)	-	44,835,000
7004-3036 - Housing Services and Counseling (1CS)	2,862,134	2,791,992	(500,000)	-	2,291,992
7004-9005 - Subsidies to Public Housing Authorities (1CS)	64,493,808	65,000,000	(500,000)	-	64,500,000
7004-9024 - Massachusetts Rental Voucher Program (1CS)	73,395,423	88,947,706	(2,416,109)	-	86,531,597
7006-0040 - Division of Professional Licensure (1CS)	1,698,531	3,542,824	(248,000)	-	3,294,824

	Actual Spent Year to Date	FY17 GAA + PACs + Supps	9C Reduction Amount	Revenue Offset	Total Appropriated Funding after 9C Reduction
7007-0300 - Massachusetts Office of Business Development (1CS)	1,489,911	1,612,050	(62,000)	-	1,550,050
7007-0800 - Small Business Development Center at UMass(1CS)	1,186,222	1,386,222	(200,000)	-	1,186,222
7007-0952 - Commonwealth Zoological Corporation(1CS)	4,900,000	4,100,000	(100,000)	-	4,000,000
7007-1202 - Mass Tech Collaborative - Computer Science Education Promoti (1CS)	1,700,000	1,700,000	(1,700,000)	-	-
7008-0900 - Massachusetts Office of Travel and Tourism(1CS)	11,407,236	8,979,666	(7,647,000)	-	1,332,666
7009-1700 - Education Information Technology Costs(1CS)	17,582,353	18,046,158	(300,000)	-	17,746,158
7009-6400 - Programs for English Language Learners in Gateway Cities(1CS)	183,732	2,016,268	(1,000,000)	-	1,016,268
7009-9600 - Inclusive Concurrent Enrollment(1CS)	1,094,882	1,661,250	(250,000)	-	1,411,250
7010-0005 - Department of Elementary and Secondary Education (1CS)	13,430,450	14,352,257	(1,878,844)	-	12,473,413
7010-0020 - Bay State Reading Institute(1CN)	400,000	400,000	(266,667)	-	133,333
7010-0033 - Literacy Programs(1CS)	1,706,205	2,200,000	(580,000)	-	1,620,000
7027-0019 - School to Career Connecting Activities(1CS)	2,903,263	3,398,750	(400,000)	-	2,998,750
7035-0002 - Adult Basic Education (1CS)	30,490,076	29,468,517	(644,444)	-	28,824,073
7053-1925 - School Breakfast Program (1CS)	4,644,906	5,029,713	(250,000)	-	4,779,713
7061-0033 - Public School Military Mitigation (1CS)	1,300,000	1,400,000	(100,000)	-	1,300,000
7061-9011 - Innovation Schools(1CS)	296,550	350,000	(350,000)	-	-
7061-9401 - Assessment Consortium(1CS)	-	350,000	(350,000)	-	-
7061-9406 - Statewide College and Career Readiness Program(1CS)	500,000	700,000	(466,666)	-	233,334
7061-9408 - Targeted Intervention(1CS)	7,976,958	8,123,643	(300,000)	-	7,823,643
7061-9611 - After-School and Out-of-School Grants (1CS)	2,082,934	3,427,252	(714,999)	-	2,712,253
8000-0105 - Office of the Chief Medical Examiner (1CS)	9,161,493	9,673,380	(30,000)	-	9,643,380

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8000-0110 - Criminal Justice Information Services(1CS)	1,599,990	1,600,261	(35,000)	-	1,565,261
8000-0600 - Executive Office of Public Safety(1CS)	3,349,178	4,650,207	(1,690,900)	-	2,959,307
8000-1001 - Boston Regional Counter Terrorism Intelligence Center(1CS)	792,669	1,000,000	(750,000)	-	250,000
8000-1700 - Public Safety Information Technology Costs(1CS)	21,306,700	20,581,825	(150,000)	-	20,431,825
8100-1001 - Department of State Police (1CS)	273,227,662	284,896,142	(6,458,001)	-	278,438,141
8100-1004 - State Police Crime Laboratory(1CS)	18,140,610	18,986,121	(324,100)	-	18,662,021
8200-0200 - Municipal Police Training Committee (1CS)	4,863,025	4,787,750	(100,632)	-	4,687,118
8311-1000 - Department of Public Safety and Inspections (1CS)	3,669,822	3,062,652	(31,922)	-	3,030,730
8700-0001 - Military Division (1CS)	9,500,103	9,912,787	(58,290)	-	9,854,497
8700-1150 - National Guard Tuition and Fee Waivers (1CS)	14,736,971	3,750,000	(30,000)	-	3,720,000
8900-0001 - Department of Correction Facility Operations(1CS)	566,538,974	568,707,345	(368,000)	-	568,339,345
9110-1455 - Prescription Advantage (1CS)	17,799,372	18,171,922	(400,000)	-	17,771,922
9110-1630 - Elder Home Care Purchased Services(1CS)	105,094,196	106,357,313	(10,000)	-	106,347,313
9110-9002 - Grants to Councils on Aging (1CS)	13,412,682	14,862,000	(702,000)	-	14,160,000
Total			(118,541,951)	(20,683,247)	