

Summary of 2014-2015 General Fund Baseline Budget Shortfall and Structural Gap

	FY12	FY13	FY14	FY15	2014-2015
General Fund Revenue Prior to December 2012 Revenue Forecast	\$3,015.5	\$3,056.23	\$2,972.64	\$3,078.47	\$6,051.1
Revenue Forecasting Committee December 2012 Revenue Revisions		(\$35.5)	(\$58.3)	(\$66.9)	(\$125.2)
General Fund Revenue	\$3,015.5	\$3,020.8	\$2,914.3	\$3,011.6	\$5,925.9
Annual Percentage Change	2.4%	0.2%	-3.5%	3.3%	
General Fund Appropriations:	FY12	FY13	FY14	FY15	2014-2015
- Actual Expenditures/Appropriations	\$2,866.4	\$3,012.5			
- Baseline Appropriations - Projections			\$3,094.6	\$3,110.5	\$6,205.1
- Constitutionally Required Appropriations Above Baseline			\$22.6	\$24.2	\$46.8
- Additional Cost of General Purpose Aid at 55%			\$83.9	\$99.8	\$183.6
- Additional Cost of MaineCare above Baseline Appropriations			\$52.5	\$95.5	\$147.9
- Other Additional Costs above Baseline Appropriations			\$15.6	\$33.6	\$49.2
Total Projected "Current Services" Appropriations	\$2,866.4	\$3,012.5	\$3,269.2	\$3,363.5	\$6,632.7
Annual Percentage Change	-5.1%	5.1%	8.5%	2.9%	

	FY14	FY15	2014-2015
Total General Fund Shortfall - Baseline Budget	(\$180.3)	(\$98.9)	(\$279.2)
Total General Fund Shortfall - Baseline and Constitutionally Required Funding	(\$202.9)	(\$123.1)	(\$326.0)
Total General Fund Shortfall - Baseline, Constitutionally Required Funding and GPA @ 55%	(\$286.8)	(\$222.8)	(\$509.7)
Total General Fund Shortfall - Baseline, Constitutional Funding, GPA @ 55% and MaineCare	(\$339.3)	(\$318.3)	(\$657.6)
Total General Fund Shortfall - Projected Structural Gap	(\$354.9)	(\$351.9)	(\$706.8)

General Fund Revenue - Summary of Major Adjustments

	FY 08 Actual	FY 09 Actual	FY 10 Actual	FY 11	FY 12	FY 13	FY 14	FY 15
General Fund Revenue - Beg. of 125th Leg.	\$3,087,818,992	\$2,811,368,295	\$2,755,682,500	\$2,885,475,055	\$2,953,273,850	\$3,096,013,848	\$3,281,969,701	\$3,418,595,261
Annual % Growth		-9.0%	-2.0%	4.7%	2.3%	4.8%	6.0%	4.2%
Legislative Changes - 125th Legislature (see below)				(\$1,500,344)	(\$945,884)	\$13,424,680	(\$187,754,171)	(\$221,327,172)
Total General Fund Revenue Forecast Revisions				\$12,089,813	\$43,116,770	(\$88,656,273)	(\$179,906,267)	(\$185,703,417)
Revenue Variances - After Beg. of 125th				\$48,892,232	\$20,093,486			
Total General Fund - After the 125th Leg.	\$3,087,818,992	\$2,811,368,295	\$2,755,682,500	\$2,944,956,756	\$3,015,538,222	\$3,020,782,255	\$2,914,309,263	\$3,011,564,672
Annual % Change		-9.0%	-2.0%	6.9%	2.4%	0.2%	-3.5%	3.3%

Major Legislative Initiatives Affecting General Fund Revenue

	FY 11	FY 12	FY 13	FY 14	FY 15
First Regular Session - Legislative Initiatives					
Significant One-time Current Biennium Revenue Increases:					
Adjusts Municipal Revenue Sharing by continuing fixed transfer back to General Fund.	\$0	\$40,350,638	\$44,267,343	\$0	\$0
One-time revenue from award of liquor contract.	\$0	\$0	\$20,000,000	\$0	\$0
Prorates Circuitbreaker program benefits to limit the amount to 80% of the amount otherwise available in 2012 and 2013.	\$0	\$10,015,329	\$10,268,761	\$0	\$0
Significant Future Revenue Decreases:					
Conforms Maine standard deduction and personal exemption amounts to the federal amounts; eliminate the Maine alternative minimum tax on individuals; reduces top individual income tax rate from 8.5% to 7.95% (beg. 2013 tax year) and other income tax changes.	\$0	(\$9,750,000)	(\$78,788,000)	(\$166,378,000)	(\$175,944,000)
Raises the Maine estate tax exclusion from \$1,000,000 to \$2,000,000 beginning January 1, 2013, provides progressive rate structure beginning in 2013 and implements QTIP conformity in 2011.	\$0	(\$137,500)	(\$150,000)	(\$23,919,215)	(\$27,454,580)
Enacts the Maine New Markets Capital Investment Program.	\$0	\$0	\$0	\$0	(\$5,600,000)
Other Revenue Initiatives:					
Conform to the United States Internal Revenue Code of 1986 as amended through 12/31/2010.	(\$4,755,698)	(\$8,341,619)	(\$34,054)	\$8,093,036	\$7,426,942
Repeals the addition modifications related to federal bonus depreciation and section 179 depreciation changes.	\$0	(\$32,272,012)	(\$9,190,347)	\$5,055,538	\$4,978,557
Provides new minimum taxability thresholds for nonresidents to permit greater income-earning activity in the State.	\$0	(\$3,098,000)	(\$2,503,000)	(\$2,692,000)	(\$2,841,000)
Other Municipal Revenue Sharing adjustment from sales and income tax changes.	\$3,112,854	\$2,475,795	\$4,354,756	\$7,461,447	\$8,712,298
Increases the STAR Transportation Fund share of revenue from the taxon the auto rentals to 100%.	\$0	\$0	(\$3,130,000)	(\$3,160,000)	(\$3,190,000)
Various sales and use tax exemptions.	\$0	(\$2,606,175)	(\$1,828,338)	(\$1,902,898)	(\$1,961,011)
Other Miscellaneous Legislative Changes - 1st Regular Session	\$142,500	\$514,332	\$2,856,682	\$1,584,605	\$1,292,593
Total - 1st Regular Session Revenue Changes	(\$1,500,344)	(\$2,849,212)	(\$13,876,197)	(\$175,857,487)	(\$194,580,201)

Second Regular Session - Legislative Initiatives					
Significant One-time Current Biennium Revenue Increases:					
Imposes a temporary 0.39% hospital assessment for hospital fiscal years ending during calendar year 2008.	\$0	\$0	\$14,173,813	\$0	\$0
Tax compliance initiatives (Use Tax compliance and "Overtime" initiatives).	\$0	\$0	\$7,600,000	(\$500,000)	(\$250,000)
Eliminates the transfer of net slot machine revenue to the Fund for a Healthy Maine for FY 13.	\$0	\$0	\$4,500,000	\$0	\$0
Transfers from FAME's Loan Insurance Reserve Fund.	\$0	\$2,000,000	\$3,000,000	\$0	\$0
Significant Future Revenue Decreases:					
Raises the pension income tax subtraction modification from the \$6,000 limit to \$10,000 beginning with 2014 tax years.	\$0	\$0	\$0	(\$7,578,000)	(\$21,894,737)
Exempts active duty military pay earned outside of Maine beginning with 2014 tax years.	\$0	\$0	\$0	(\$780,000)	(\$1,972,000)
Other Revenue Initiatives:					
Net Municipal Revenue Sharing adjustments from legislative changes.	\$0	\$5,878	(\$358,321)	\$534,463	\$1,311,305
Revenue transfers from updating the target prices used in the Dairy Stabilization Program.	\$0	\$0	(\$1,501,547)	(\$1,625,776)	(\$1,625,776)
Expansion of the education opportunity tax credit.	\$0	\$0	(\$95,000)	(\$521,000)	(\$761,000)
Various sales and use tax exemptions.	\$0	(\$117,550)	(\$349,084)	(\$1,310,371)	(\$1,347,867)
Other Miscellaneous Legislative Changes - 2nd Regular Session	\$0	\$15,000	\$331,016	(\$116,000)	(\$206,896)
Total - 2nd Regular Session Revenue Changes	\$0	\$1,903,328	\$27,300,877	(\$11,896,684)	(\$26,746,971)
Total General Fund Revenue - 125th Legislature's Legislative Changes	(\$1,500,344)	(\$945,884)	\$13,424,680	(\$187,754,171)	(\$221,327,172)

Revenue Forecasting Committee Revenue Revisions	FY 11	FY 12	FY 13	FY 14	FY 15
May 2011 Forecast	\$12,089,813	(\$4,795,787)	(\$42,204,219)	(\$85,742,256)	(\$83,770,167)
December 2011 Forecast		\$10,645,254	(\$9,643,359)	(\$46,225,103)	(\$45,607,018)
March 2012 Forecast		(\$4,918,512)	(\$8,063,997)	(\$15,412,823)	(\$15,973,942)
April 2012 Special Forecast		\$42,185,815	\$6,707,675	\$25,800,809	\$26,556,989
December 2012 Forecast			(\$35,452,373)	(\$58,326,894)	(\$66,909,279)
Total General Fund Revenue Forecast Revisions	\$12,089,813	\$43,116,770	(\$88,656,273)	(\$179,906,267)	(\$185,703,417)

General Fund Appropriations - Baseline Projections

	FY 12 Expenditures	FY 13 Appropriations	Baseline Adjustments	FY 14 Baseline Appropriations	FY 15 Baseline Appropriations
General Purpose Aid for Local School *	\$863,076,706	\$904,957,079	\$300,000	\$905,257,079	\$905,257,079
Medicaid/MaineCare *	\$723,776,072	\$619,133,735	\$22,704,526	\$641,838,261	\$641,838,261
Personal Services **	\$386,024,906	\$398,636,622	\$9,919,863	\$440,776,300	\$456,635,498
Teacher Retirement	\$172,592,848	\$174,932,892	\$0	\$174,932,892	\$174,932,892
Higher Education	\$269,802,793	\$268,009,193	(\$124,211)	\$267,884,982	\$267,884,982
Debt Service	\$119,004,542	\$125,682,858	\$767,694	\$126,450,552	\$126,450,552
Other	\$553,011,788	\$521,172,202	\$16,292,385	\$537,464,587	\$537,464,587
Total General Fund	\$3,087,289,656	\$3,012,524,581	\$49,860,257	\$3,094,604,653	\$3,110,463,851
Annual % Change		-2.4%		2.7%	0.5%

Net Increases from Baseline to "Current Services" Levels

	FY 14 Increase	FY 15 Increase
General Purpose Aid for Local School *	\$83,883,584	\$99,754,538
Medicaid/MaineCare *	\$52,477,234	\$95,458,453
Personal Services **	\$0	\$0
Teacher Retirement	\$33,248,629	\$48,344,892
Higher Education	\$4,286,160	\$10,524,665
Debt Service	(\$10,601,150)	(\$24,170,687)
Other	\$11,286,756	\$23,110,977
Total General Fund	\$174,581,213	\$253,022,838

Projections of "Current Services" Appropriations

	FY 12 Expenditures	FY 13 Appropriations	FY 14 "Current Services"	FY 15 "Current Services"
General Purpose Aid for Local School *	\$863,076,706	\$904,957,079	\$989,140,663	\$1,005,011,617
Medicaid/MaineCare *	\$723,776,072	\$619,133,735	\$694,315,495	\$737,296,714
Personal Services **	\$386,024,906	\$398,636,622	\$440,776,300	\$456,635,498
Teacher Retirement	\$172,592,848	\$174,932,892	\$208,181,521	\$223,277,784
Higher Education	\$269,802,793	\$268,009,193	\$272,171,142	\$278,409,647
Debt Service	\$119,004,542	\$125,682,858	\$115,849,402	\$102,279,865
Other	\$553,011,788	\$521,172,202	\$548,751,343	\$560,575,564
Total General Fund	\$3,087,289,656	\$3,012,524,581	\$3,269,185,866	\$3,363,486,689
Annual % Change		-2.4%	8.5%	2.9%

* Adjusted to remove Personal Services Appropriations/Expenditures to avoid double counting

** Personal Services Baseline Appropriations include all adjustments in addition to the one-time Baseline Adjustments.

General Purpose Aid for Local Schools

	FY 12 Expenditures	FY 13 Appropriations	Baseline Adjustments	FY 14 Est. Appropriations	FY 15 Est. Appropriations
Biennial Budget - Baseline Budget	\$863,076,706	\$904,957,079	\$300,000	\$905,257,079	\$905,257,079
Additional Adjustments for "Current Services"				\$83,883,584	\$99,754,538
Total "Current Services" Appropriations	\$863,076,706	\$904,957,079		\$989,140,663	\$1,005,011,617
Annual % Change		4.9%		9.3%	1.6%

Summary of Baseline Adjustments

Adjusts for the one-time deappropriation of funds for the contract to review the cost components of the Essential Programs and Services Funding Act pursuant to the Maine Revised Statutes, Title 20-A, section 15689-A, subsection 3 and for a portion of the contract with a statewide education policy research institute for the compilation and analysis of education data in accordance with the provisions established pursuant to Title 20-A, section 10.

Adjustments
\$300,000

Summary of Adjustments for "Current Services" Estimate

Adjusts for the additional funding necessary to achieve the statutory commitment for the state to fund 55% of the total cost of K-12 public education as calculated by the Essential Programs and Services model plus the state contributions to teacher retirement, retired teachers' health insurance and retired teachers' life insurance pursuant to Title 20-1, §15671, sub-§7. The total state and local cost of K-12 public education for FY 14 and FY 15 is determined by increasing the the prior fiscal year's cost by the updated average growth in real personal income of 1.05% pursuant to Title 20-A, §15671, sub-§1.

	FY 14	FY15
\$	83,883,584	\$ 99,754,538

Other Comments/Adjustments

Excludes Personal Services Amounts of \$1,771,078 in FY 14 and \$1,834,837 in FY 15.

Includes \$24.9 million in FY 14 and \$13.8 million in FY 15 in dedicated revenue projected to be received from the State's share of income from the Oxford Casino as part of the additional funding needed to achieve the statutory commitment for the state to fund 55% of the total cost of K-12 public education. The FY 14 amount includes balances of \$0.6 million and \$10.6 million carried forward from FY 12 and FY 13, respectively.

MaineCare

	FY 12 Expenditures	FY 13 Appropriations	Baseline Adjustments	FY 14 Est. Appropriations	FY 15 Est. Appropriations
Biennial Budget - Baseline Budget	\$723,776,072	\$619,133,735	\$22,704,526	641,838,261	\$641,838,261
Additional Adjustments for "Current Services"				\$52,477,234	\$95,458,453
Total "Current Services" Appropriations	\$723,776,072	\$619,133,735		\$694,315,495	\$737,296,714
Annual % Change		-14.5%		12.1%	6.2%

Summary of Baseline Adjustments

	Adjustments
Adjust for one-time savings during the 2012-2013 biennium from increased recoveries from third-party payers.	\$1,000,000
Reduces funding as a result of establishing 15 limited-period Customer Service Representative Associate II positions in the Bureau of Family Independence - Regional program to expedite disability determinations and reduce the time period for determination of disability by an average of 15 days and achieve one-time savings by decreasing payments for benefits with state funds.	\$5,151,400
Adjusts appropriations based on the transfer from the unappropriated surplus of the General Fund at the close of fiscal year 2011-12 for hospital settlements.	(\$9,688,205)
Adjusts funding for the 2012-2013 biennium only for the Cub Care program for families with income greater or equal to 150% but less than 200% of the nonfarm income official poverty line as the result of contributions from the Dirigo Health Fund to provide MaineCare seed for the program.	\$2,231,331
Adjusts funding to reflect the one-time transfer of funds from the Housing Opportunities for Maine Fund to fund the MaineCare seed for targeted case management services for individuals experiencing homelessness.	\$300,000
Reduces funding as a result of the collection of overpayments to MaineCare providers due to errors in calculating cost of care.	\$11,000,000
Reduces funding from extending the freeze on new enrollment in the MaineCare childless adult waiver program through June 30, 2013 as the first course of action to limit annual waiver spending to \$40,000,000 beginning July 1, 2012 and pursuing waiver benefit design as the next course of action if the freeze on new enrollment is insufficient to achieve the necessary savings. Assumes that \$5,500,000 of these savings will continue in FY 14.	\$5,500,000
Reduces funding as a result of a one-time transfer from the Dirigo Health Fund to the Medical Care - Payments to Providers program as a result of reducing eligibility for Medicaid services for parents with a maximum income of 200% to a maximum income of 133% of the nonfarm income official poverty line effective October 1, 2012.	\$7,210,000

Summary of Adjustments for "Current Services" Estimate

	FY 14	FY 15
Underlying program growth (i.e., caseload increase and price inflation) of 5.5% based on CBO August 2012 Medicaid baseline assumptions.	\$35,301,104	\$72,543,769
Federal Medical Assistance Percentage (FMAP) decrease for FFY 2013 from 62.57% to an estimated 61.55% for FFY 14.	17,176,129	22,914,683
Total "Current Services" Adjustments	\$52,477,234	\$95,458,453

Other Comments/Adjustments

Does not reflect changes to MaineCare eligibility required under the Patient Protection and Affordable Care Act (PPACA). While these federal changes are scheduled to take effect on January 1, 2014, how they will be implemented in Maine has not been finally determined.

Personal Services

	FY 12	FY 13	Baseline	FY 14 Est.	FY 15 Est.
	Expenditures	Appropriations	Adjustments	Appropriations	Appropriations
Biennial Budget - Baseline Budget	\$386,024,906	\$398,636,622	\$9,919,863	440,776,300	456,635,498
Additional Adjustments for "Current Services"				Included above	Included above
Total "Current Services" Appropriations	\$386,024,906	\$398,636,622		440,776,300	\$456,635,498
Annual % Change		3.3%		10.6%	3.6%

Summary of Baseline Adjustments

	Adjustments
Adjusts for the one-time reduction in FY 13 associated with merit increases not being awarded.	\$3,101,710
Adjusts for the one-time salary savings in the Department of Health and Human Services.	\$4,000,000
Adjust for the one-time savings from the increase in the attrition rate from 5% to 6% for FY 13.	\$3,454,047
Adjust for one-time spending by Maine Revenue Services for an overtime initiative to generate revenue.	(\$210,000)
Adjust for limited-period positions in the Department of Health and Human Services.	(\$479,514)
Adjusts for the one-time reduction in FY 13 associated with eliminating longevity payments for individuals not eligible on June 30, 2011 and maintaining the longevity payment level for those eligible on June 30, 2011 to the rate in effect on June 30, 2011 during the 2012-2013 biennium.	\$67,904
Net adjustment for other miscellaneous one-time spending in Personal Services line category.	(\$14,284)

Adjustments for "Current Services" included in Baseline Budget for Personal Services

	FY 14	FY 15
The adjustments to the baseline budget for the normal cost and unfunded actuarial costs for state employee retirement are based upon current law and the required contributions determined by the Maine Public Employees Retirement System's actuary for the State Employee and Teacher Retirement Program presented and accepted by the MainePERS Board of Trustees on July 12, 2012.	\$4,920,248	\$6,397,928
The baseline budget is also adjusted to reflect an increase in health insurance premiums of 6% per year.	\$3,899,556	\$8,033,085
The baseline budget is also adjusted to reflect an increase in dental insurance premiums of 4% per year.	\$79,806	\$162,804
The baseline budget is adjusted to reflect retiree health insurance rates of 15.4% of payroll in FY 14 and 17.46% of payroll in FY 15.	\$19,381,101	\$25,549,096
Adjustment to reflect assumed 1.4% increase in base salaries due to merit increases.	\$3,695,462	\$7,442,660
Other miscellaneous interaction effects	\$243,642	\$493,440

Teachers' Retirement

(Including Retired Teachers' Health Insurance and Group Life Insurance)

	FY 12	FY 13	Baseline	FY 14 Est.	FY 15 Est.
	Expenditures	Appropriations	Adjustments	Appropriations	Appropriations
Biennial Budget - Baseline Budget	\$172,592,848	\$174,932,892	\$0	174,932,892	\$174,932,892
Additional Adjustments for "Current Services"				\$33,248,629	\$48,344,892
Total "Current Services" Appropriations	\$172,592,848	\$174,932,892		\$208,181,521	\$223,277,784
Annual % Change		1.4%		19.0%	7.3%

Summary of Baseline Adjustments

There are no adjustments to FY 13 appropriations affecting the Baseline Budget.

Adjustments

\$0

Summary of Adjustments for "Current Services" Estimate

The adjustments to the baseline budget for the normal cost and unfunded actuarial costs for teacher retirement are based upon current law and the required contributions determined by the Maine Public Employees Retirement System's actuary for the State Employee and Teacher Retirement Program presented and accepted by the MainePERS Board of Trustees on July 12, 2012.

Assumes increase in retiree health insurance costs of 6% per year.

Assumes prepayment of unfunded actuarial liability of \$9.6 million in FY 14 and \$17.2 million in FY 15.

Assumes increase in the cost of group life insurance for retired teachers of 3.5% per year.

FY 14

FY15

\$22,139,764

\$28,123,840

\$1,380,000

\$2,842,800

\$9,620,398

\$17,157,522

\$108,467

\$220,730

Higher Education

	FY 12	FY 13	Baseline	FY 14 Est.	FY 15 Est.
	Expenditures	Appropriations	Adjustments	Appropriations	Appropriations
Biennial Budget - Baseline Budget	\$269,802,793	\$268,009,193	(\$124,211)	\$267,884,982	\$267,884,982
Additional Adjustments for "Current Services"				\$4,286,160	\$10,524,665
Total "Current Services" Appropriations	\$269,802,793	\$268,009,193		\$272,171,142	\$278,409,647
Annual % Change		-0.7%		1.6%	2.3%

Summary of Baseline Adjustments

Provides one-time funding for the Doctors for Maine's Future Scholarship Program in FY 13.

Adjustments
(\$124,211)

Summary of Adjustments for "Current Services" Estimate

The adjustment to the baseline budget assumes funding for higher education increases at an inflationary rate of 1.6% in FY 14 and 1.8% in FY 15. This estimate utilizes the projection of the change in the Consumer Price Index that reflects the Consensus Economic Forecasting Committee's most recent forecast.

	FY 14	FY 15
	\$4,286,160	\$10,524,665

Debt Service

	FY 12	FY 13	Baseline	FY 14 Est.	FY 15 Est.
	Expenditures	Appropriations	Adjustments	Appropriations	Appropriations
Biennial Budget - Baseline Budget	\$119,004,542	\$125,682,858	\$767,694	126,450,552	\$126,450,552
Additional Adjustments for "Current Services"				(\$10,601,150)	(\$24,170,687)
Total "Current Services" Appropriations	\$119,004,542	\$125,682,858		115,849,402	\$102,279,865
Annual % Change		5.6%		-7.8%	-11.7%

Summary of Baseline Adjustments

Debt Service - Judicial funding for Maine Governmental Facilities Authority debt service was reduced on a one-time basis in FY 13.

Adjustments

\$767,694

Summary of Adjustments for "Current Services" Estimate

Projected debt service costs are based on authorized General Fund general obligation bonds and Maine Governmental Facilities Authority bonds. The adjustments assume that the \$40,785,809 in authorized but unissued bonds as of 6/30/12 is fully issued in FY 13 and that 60% of the \$64,425,000 authorized by the voters on November 5, 2012 is issued in FY 13, 30% is issued in FY 14 and 10% is issued in FY 15.

FY 14

(\$10,601,150)

FY15

(\$24,170,687)

Other "Non-Personal Services"

	FY 12 Expenditures	FY 13 Appropriations	Baseline Adjustments	FY 14 Est. Appropriations	FY 15 Est. Appropriations
Biennial Budget - Baseline Budget	\$553,011,788	\$521,172,202	\$16,292,385	537,464,587	\$537,464,587
Additional Adjustments for "Current Services"				\$11,286,756	\$23,110,977
Total "Current Services" Appropriations	\$553,011,788	\$521,172,202		\$548,751,343	\$560,575,564
Annual % Change		-5.8%		5.3%	2.2%

Summary of Baseline Adjustments

Adjustments

Adjust for one-time retroactive and current year savings from the federal certification of the MaineCare processing system, the Maine Integrated Health Management Solution (MIHMS) system.	\$16,800,000
Adjust for one-time spending on a contract to conduct an independent review of the school funding formula and related state subsidy distribution method in the Essential Programs and Services Funding Act.	(\$300,000)
Adjust for one-time spending for contract services and other administrative costs of the MaineCare Redesign Task Force.	(\$250,000)
Adjust for one-time reduction to the Maine Public Broadcasting Corporation.	\$200,000
Adjust for cost of Apportionment Commission.	(\$256,000)
Adjusts funding for the 2012-2013 biennium only for the Cub Care program for families with income greater or equal to 150% but less than 200% of the nonfarm income official poverty line as the result of contributions from the Dirigo Health Fund to provide MaineCare seed for the	\$335,550
Adjusts for one-time cost for computer programming associated with establishing the Fund for a Healthy Maine as a separate fund.	(\$131,028)
Adjust for other miscellaneous net one-time spending	(\$106,137)

Summary of Adjustments for "Current Services" Estimate

The adjustment to the baseline budget assumes funding for this category increases at an inflationary rate of 2.1% in FY 14 and 2.2% in FY 15. This estimate utilizes the projection of the change in the Consumer Price Index that reflects the Consensus Economic Forecasting Committee's most recent forecast.

	FY 14	FY15
	\$11,286,756	\$23,110,977