

# Governor's FY 2020 - 21 Supplemental Budget Recommendations

## All Funds by Agency

(Dollars in Thousands)

FY 2020      FY 2021      FY 2022      FY 2023

### Education

#### School Aids, Funds, Formulas Adjusted

The Governor recommends adjusting several education aids to ensure schools have predictable funding despite the school closure and distance learning period associated with COVID-19. Adjusted aids include: Special Education, School Lunch, School Breakfast, School Milk, Career and Technical Education, Adult Basic Education, Nonpublic Pupil Transportation, Interdistrict Desegregation Transportation and Literacy Aid. The changes to these aids keep spending at February 2020 forecast levels and have no trackable fiscal impact except for Literacy Aid in which the exclusion of FY 2020 test scores decreases the appropriation.

General	Expenditures	\$0	(\$92)	(\$69)	(\$137)
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#### Total Education

General	Expenditures	\$0	(\$92)	(\$69)	(\$137)
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### Human Services

#### Expand Ability to Conduct Presumptive Eligibility to Additional Provider Settings

The Governor recommends expanding the ability to conduct presumptive eligibility to additional hospitals and clinics, and presumptive eligibility will be expanded to those who qualify for Medical Assistance (MA) based on age, blindness, or disability. All services for people covered under this presumptive eligibility option will be paid fee-for-service. DHS will seek federal authority to maximize federal financial participation to help offset the cost to the state budget. This proposal funds expected costs from the Health Care Access Fund.

Health Care Access	Expenditures	\$4,866	\$0	\$0	\$0
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#### Expedited Reimbursements To Nursing Facilities

The Governor recommends additional appropriations to provide payments to Medicaid enrolled nursing facilities during the emergency. These payments are made under existing emergency authority in Minnesota Statutes Section 12A.10. These payments ensure providers have the resources necessary to provide for patient care and ensure continuity of operations. This proposal reimburses facilities for costs associated with COVID-19, including extra staffing costs, paid sick leave, extraordinary medical costs, remedial services, and personal care services. This proposal provides payments for three months. These costs will be excluded from future rate setting.

General	Expenditures	\$19,081	\$21,949	\$0	\$0
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#### Updated Department of Human Services Temporary Emergency Authority

The Governor's Executive Order 20-12 allows the Department of Human Services to temporarily issue waivers or modifications to state requirements to help ensure services are delivered safely and without delay. The Governor updated the prior recommendation to reflect additional waivers granted and implementation decisions made since the March 22, 2020 release. Among the program waivers issued through the executive order are changes required to earn enhanced federal matching funds for Medical Assistance, currently estimated at \$54 million per month.

General	Expenditures	\$12,097	(\$5,100)	\$0	\$0
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		FY 2020	FY 2021	FY 2022	FY 2023
<b>Human Services</b>					
<b>Total Human Services</b>					
General	Expenditures	\$31,178	\$16,849	\$0	\$0
Health Care Access	Expenditures	\$4,866	\$0	\$0	\$0

**Agriculture**

**Good Food Access Program**

The Governor recommends additional funding for increasing availability of and access to affordable, nutritious, and culturally appropriate food to underserved communities in low-income and moderate-income areas through the Good Food Access Program. This funding will provide grants for up to 25 small food retailers and grocery stores such as farmers markets, corner stores, and mobile food markets adapting to changes in food systems as a direct result of COVID-19 pandemic. Additional capacity will serve Minnesotans in areas where traditional food access points are limited.

General	Transfers Out	\$2,000	\$0	\$0	\$0
Agriculture	Transfers In	\$2,000	\$0	\$0	\$0
Agriculture	Expenditures	\$2,000	\$0	\$0	\$0

**Second Harvest Milk Grant & Farm to Food Shelf Program**

The Governor recommends grant funding to Second Harvest Heartland to purchase milk from Minnesota milk processors. Milk will be distributed using an existing emergency food system to local food shelves and other charitable organizations across all Minnesota counties. Additionally, this funding will help offset Minnesota growers' costs to harvest and package donated fruits and vegetables that would otherwise go unharvested or be discarded.

General	Expenditures	\$2,000	\$0	\$0	\$0
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**Supporting Minnesota Farmers and Processors**

The Governor recommends funding to address immediate challenges to farmers, the ag industry, and the overall supply chain that have been created by COVID-19. This onetime funding proposal will help farmers and processors develop new markets and maintain production. Many farms and food processors have lost out on wholesale markets (restaurants, schools, etc.) and are searching to find replacement markets during this time.

General	Expenditures	\$250	\$0	\$0	\$0
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**Total Agriculture**

General	Transfers Out	\$2,000	\$0	\$0	\$0
General	Expenditures	\$2,250	\$0	\$0	\$0
Agriculture	Transfers In	\$2,000	\$0	\$0	\$0
Agriculture	Expenditures	\$2,000	\$0	\$0	\$0

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<b>Prof Educator Licensing Std Bd</b>
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**Conditional Teacher Licensing**

The Governor recommends extending the 2020 deadline for educator license renewals by six months. Additionally, educators may receive a one-year conditional Tier 3 license if they are qualified but unable to complete the required exams. PELSB will adapt its licensing system to accommodate the changes.

General	Revenues	(\$300)	\$300	\$0	\$0
General	Expenditures	\$59	\$0	\$0	\$0

**Total Prof Educator Licensing Std Bd**

General	Revenues	(\$300)	\$300	\$0	\$0
General	Expenditures	\$59	\$0	\$0	\$0