



STATE OF NEW HAMPSHIRE
THE ADJUTANT GENERAL'S DEPARTMENT

BUSINESS ADMINISTRATION
STATE MILITARY RESERVATION
4 PEMBROKE ROAD
CONCORD, NEW HAMPSHIRE 03301-5652

46 mlc

David J. Mikolaities, Major General
The Adjutant General

Phone: 603-225-1360
Fax: 603-225-1341
TDD Access: 1-800-735-2964

Warren M. Perry
Deputy Adjutant General

August 7, 2019

The Honorable Mary Jane Wallner, Chairman
Fiscal Committee of the General Court
State House
Concord, New Hampshire 03301

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, New Hampshire 03301

REQUESTED ACTION

Pursuant to the provisions of Chapter 145, subparagraph I, (a), Laws of 2019, the Adjutant General's Department requests authorization to exceed the 3/12 limitation of said resolution for the accounts listed on the attached analysis, to the total amount of **\$483,283**, to the extent shown as projected deficits for the period of Fiscal Committee and Governor and Council approval through September 30, 2019. **21.3% General Funds, 78.7% Federal Funds**

PERSONAL SERVICES PERMANENT - 100% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22200000	ADMINISTRATION AND ARMORIES	011	29,390	35,587	(6,197)
02-12-12-120010-22200000	ADMINISTRATION AND ARMORIES	012	27,224	34,109	(6,885)
02-12-12-121010-22600000	NH VETERANS CEMETERY	010	97,113	122,227	(25,114)
05-66-66-660010-80530000	OFFICE OF VETERANS SERVICES	010	78,309	93,202	(14,893)
05-66-66-660010-80530000	OFFICE OF VETERANS SERVICES	011	16,946	26,475	(9,529)
General Funding Source			248,982	311,600	(62,618)

PERSONAL SERVICES PERMANENT - 75% Federal Fund and 25% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22330000	ANG MAINTENANCE & OPERATIONS	010	229,086	266,672	(37,586)
02-12-12-120010-22690000	ARMY GUARD ENVIRONMENTLIST	010	16,971	20,800	(3,829)
02-12-12-120010-33140000	AIR GUARD ENVIRONMENTAL 75/25	010	11,901	12,522	(621)
Federal Funding			193,469	224,996	(31,527)
General Funding			64,490	74,999	(10,509)

PERSONAL SERVICES PERMANENT - 50% Federal Fund and 50% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22400000	ARMY AND STATE 50/50	010	106,567	146,653	(40,086)
Federal Funding			53,284	73,327	(20,043)
General Funding			53,284	73,327	(20,043)

The Honorable Mary Jane Wallner, Chairman
Fiscal Committee of the General Court

His Excellency, Governor Christopher T. Sununu
and the Honorable Council

August 7, 2019

Page 2 of 4

PERSONAL SERVICES PERMANENT - 100% Federal Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22430000	ANTITERRORISM ACTIVITIES	010	17,030	18,278	(1,248)
02-12-12-120010-22450000	ARMY GUARD FACILITIES	010	270,359	441,218	(170,859)
02-12-12-120010-22460000	ARMY GUARD DISTANCE LEARNING	010	8,725	10,900	(2,175)
02-12-12-120010-22520000	AIR GUARD ADMIN - UTILITIES	010	25,134	31,876	(6,742)
02-12-12-120010-22620000	ARNG ENVIRONMENTAL RESOURCE	010	58,553	71,556	(13,003)
02-12-12-120010-22740000	AGREEMENT SUPPORT	010	33,793	52,113	(18,320)
02-12-12-120010-31330000	ARNG TELECOMMS & INFO PGM	010	11,112	14,139	(3,027)
	Federal Funding		424,706	640,080	(215,374)

BENEFITS - 100% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-121010-22600000	NH VETERANS CEMETERY	060	75,775	76,247	(472)
	General Funding Source		75,775	76,247	(472)

BENEFITS - 75% Federal Fund and 25% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22330000	ANG MAINTENANCE & OPERATIONS	060	144,952	147,840	(2,888)
02-12-12-120010-22690000	ARMY GUARD ENVIRONMENTLIST	060	10,793	12,981	(2,188)
	Federal Funding		116,809	120,616	(3,807)
	General Funding		38,936	40,205	(1,269)

BENEFITS - 50% Federal Fund and 50% General Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22400000	ARMY AND STATE 50/50	060	76,864	92,808	(15,944)
	Federal Funding		38,432	46,404	(7,972)
	General Funding		38,432	46,404	(7,972)

BENEFITS - 100% Federal Fund

Account	Description	Class	Cont. Res. Budget	Estimated Expenditures	Projected Deficit
02-12-12-120010-22450000	ARMY GUARD FACILITIES	060	171,690	263,724	(92,034)
02-12-12-120010-22460000	ARMY GUARD DISTANCE LEARNING	060	6,435	8,129	(1,694)
02-12-12-120010-22740000	COOPERTATIVE AGREEMENT SUPPO	060	28,155	36,104	(7,949)
	Federal Funding		206,280	307,957	(101,677)

General Funding Source (G)

Federal Funding Source (F)

Total Funding

519,898	622,781	(102,883)
1,032,979	1,413,379	(380,400)
1,552,877	2,036,160	(483,283)

The Honorable Mary Jane Wallner, Chairman
Fiscal Committee of the General Court

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
August 7, 2019
Page 3 of 4

EXPLANATION

The Adjutant General's Department (TAG) respectfully requests that above expenditure classes in specific accounting units be increased for the amounts noted, in excess of the 3/12 limitation established pursuant to Chapter 145, subparagraph I, (a), Laws of 2019.

The deficits projected through the end of the continuing resolution, September 30, 2019, are the result of anticipated payroll and benefit obligations, which will exceed the 25% level of funding for FY 2019, as reflected in the TAG agency budget request for the FY 2020-2021 biennium.

The primary driver for the shortfalls expected in the payroll and benefit line, is the timing of the State's bi-weekly payroll processing schedule that places 7 pay periods in the 3 month span of the Continuing Resolution. (This seventh payroll is one of two extra monthly pay periods of our annual 26 pay period cycle, which places three FY 2020 payrolls in the months of August and January 2020.)

Listed below are answers to standard questions required of all Fiscal Committee item requests, related to RSA 16-a, "Transfers authorized", RSA 14:30-a, VI "Expenditure of funds over \$100,000 from any Non State Source", or RSA 124:15, "Positions Authorized", or both, and all emergency requests pursuant to "Chapter 145, subparagraph I, (a), Laws of 2019, making temporary appropriations for the expenses and encumbrances of the State of New Hampshire":

1. Is the action required of this request a result of the Continuing Resolution for FY 2020?

Yes, this request is a result of the Continuing Resolution. This action would not have been requested if the FY 2020-2021 Operating Budget proposal had been approved.

2. If this request is retroactive what is the significance and importance of the action being effective from an earlier date?

This request is not retroactive.

3. Is this a previously funded and ongoing program established through Fiscal Committee and Governor and Executive Council action? (If so, include as an attachment the original documents as approved and cite the specific dates of authorization and end dates for each action as part of your answer to this question.)

No. This request is not a previously funded and ongoing program established through Fiscal Committee and Governor and Executive Council action.

4. Was funding for this program included in the FY 2018-2019 enacted Budget or requested and denied?

Appropriate funding for salaries and benefits was requested and authorized in the FY 2018-2019 enacted budget.

5. Is this program in total or in part, included in the vetoed FY 2020-2021 Operating Budget proposal currently pending for your department, or was it requested and denied?

The total funding needs to support the salaries and benefits for TAG were requested and included in the FY 2020-2021 Operating Budget proposal currently pending.

The Honorable Mary Jane Wallner, Chairman
Fiscal Committee of the General Court

His Excellency, Governor Christopher T. Sununu
and the Honorable Council

August 7, 2019

Page 4 of 4

6. Does this program include, either positions or consultants, and if so are the positions filled, vacant, or have offers pending? (Please provide details for each position and note whether consultant contracts have been awarded.)

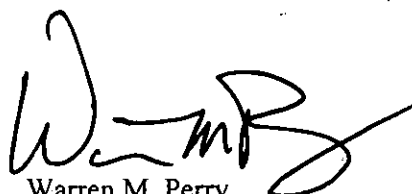
This request is the result of the need for additional funding to support filled position costs associated with the seven pay periods of the Continuing Resolution and other expected payroll anomalies, which occur annually.

7. What would be the effect should this program be discontinued or not initiated as a result of this request being denied?

The State is obligated to make payment to individuals for the work that they perform on our behalf. The denial of the request would necessitate that TAG return to Fiscal Committee with a transfer request compiled from any allowable expenditure class line with identical funding to mitigate the anticipated shortfalls in these salary and benefit lines.

Your favorable action on this request would be appreciated.

Respectfully submitted,



Warren M. Perry
Deputy Adjutant General