

Analysis of Finance Advisory Committee
Meeting Items

February 2, 2012 Agenda

OFFICE OF FISCAL ANALYSIS

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FAC 2012-3 State Treasurer

Account	Original Appropriation	Prior Policy Actions ¹	Proposed FAC Transfer		Available Funding Post-FAC Action
			FROM (Decrease)	TO (Increase)	
Debt Service	1,697,397,515	-	(6,700,000)	-	1,690,697,515
UConn 2000 - Debt Service	110,289,293	-	-	6,700,000	116,989,293
TOTAL			(6,700,000)	6,700,000	

Funding is available for transfer from this account due to the following:

- Debt Service- The current estimated lapse in the debt service account is \$65 million due to: (1) differences between the amount and interest rate issuance assumptions and actual issuance for General Obligation (GO) bonds, (2) bond premiums paid by purchasers to receive a higher interest rate than the one at which the bonds would otherwise have sold, and (3) savings from bond refundings.

Funding is needed in this account due to the following:

- UConn 2000- Debt Service- The FY 12 debt service payment for UConn 2000 bonds issued in November 2011 is higher than anticipated because the first principal payment is being made in April 2012 rather than December 2012 (FY 13). The budget assumed that the first principal payment would occur in December 2012; however, the payment agreement with bondholders requires it to be paid in April 2012. The \$6.7 million transfer is needed to accommodate this shift.

Holdback and Lapses

This transfer does not impact any accounts to which a holdback has been applied.

¹ Prior policy actions may include holdbacks (forced lapses), rescissions, de-appropriations, and transfers.

FAC 2012-4 Office of Governmental Accountability

Account	Original Appropriation	Prior Policy Actions	Proposed FAC Transfer		Available Funding Post-FAC Action
			FROM (Decrease)	TO (Increase)	
Other Expenses	510,902	(12,188)	(25,000)	-	473,714
Equipment	6,866	-	-	25,000	31,866
TOTAL			(25,000)	25,000	

Funding is available for transfer from these accounts due to the following:

- Other Expenses- Delays in staffing the newly created Office of the Executive Administrator (OEA), combined with delays in the physical consolidation of OEA and the component divisions of the agency, resulted in lower than budgeted expenditures during the first six months of the Fiscal Year.

Funding is needed in these accounts due to the following:

- Equipment- Computers in certain divisions (the Office of the Child Advocate, Office of the Victim Advocate, Judicial Selection Commission, Judicial Review Council, and the Board of Firearms Permit Examiners) are, on average, about 5 years old and prone to crashing and memory problems.

Holdback and Lapses

This transfer is not expected to impact the agency's ability to achieve the \$12,188 holdback in the OE account.

FAC 2012-5 Department of Energy and Environmental Protection

Account	Original Appropriation	Prior Policy Actions	Proposed FAC Transfer		Available Funding Post-FAC Action
			FROM (Decrease)	TO (Increase)	
Personal Services	12,392,338	-	(1,137,725)	-	11,254,613
Fringe Benefits	8,302,867	-	(762,275)	-	7,540,592
Indirect Overhead	1,120,343	-	-	20,090	1,140,433
Equipment	21,850	-	-	485,000	506,850
Other Expenses	1,557,709	-	-	1,394,910	2,952,619
TOTAL			(1,900,000)	1,900,000	

Funding is available for transfer from these accounts due to the following:

- Personal Services- Agency has achieved PS Savings with unfilled vacancies and the elimination of budgeted General Wage Increases and Annual Increments (as a result of the SEBAC 2011 agreement).
- Fringe Benefits- Actual fringe benefit costs are lower than budgeted due to unfilled vacancies.

Funding is needed in these accounts due to the following:

- Other Expenses- IT changes and upgrades at 10 Franklin Square in New Britain will bring technology to a consistent level across the recently consolidated agency. Reconfiguration at this location will consist of structural changes to the building; updates to hearing rooms, the training center and the operation room. The updates will consist of emergency back-up power to assist in emergency situations.
- Equipment -To purchase network hardware and servers to support the IT upgrades that are being requested.
- Indirect Overhead- The Office of State Comptroller (OSC) increased costs for Statewide Cost Allocation Plan (SWCAP), which is a charge to non-General and Special Transportation funds for utilizing OSC services.

Holdback and Lapses

The transfer from Personal Services and Fringe Benefits will not affect the agency's ability to meet the agency distributed \$5,740,990 in holdbacks. These holdbacks were applied solely to the General Fund and not to the Public Utility Control Fund.

Appendix A: Projected Account Balances for Agencies on This Agenda (After Proposed FAC Transfer(s))

State Treasurer				
	Appropriation ²	Available Funding ³	Estimated Expenditures	Estimated Surplus/(Deficiency)
Personal Services	3,856,675	3,769,269	3,300,000	469,269
Other Expenses	273,656	193,067	150,000	43,067
Equipment	1	1	-	1
General Fund TOTAL	4,130,332	3,962,337	3,450,000	512,337

Office of Governmental Accountability				
	Appropriation	Available Funding	Estimated Expenditures	Estimated Surplus/(Deficiency)
Personal Services	842,844	842,844	790,151	52,693
Other Expenses	510,902	473,714	473,714	-
Equipment	6,866	31,866	31,866	-
Child Fatality Review Panel	98,335	90,947	90,947	-
Information Technology Initiatives	35,000	35,000	35,000	-
Citizens' Election Fund Admin	1,802,898	1,802,898	1,802,898	-
Elections Enforcement Commission	1,369,103	1,275,896	1,150,896	125,000
Office of State Ethics	1,401,305	1,361,398	1,200,000	161,398
Freedom of Information Commission	1,792,690	1,738,896	1,618,896	120,000
Contracting Standards Board	175,000	175,000	100,000	75,000
Judicial Review Council	156,196	154,716	154,716	-
Judicial Selection Commission	93,314	92,706	92,706	-
Office of the Child Advocate	594,027	584,290	584,290	-
Office of the Victim Advocate	336,593	329,993	329,993	-
Board of Firearms Permit Examiners	83,779	83,373	83,373	-
General Fund TOTAL	9,298,852	9,073,537	8,539,446	534,091

Department of Energy and Environmental Protection				
	Appropriation	Available Funding	Estimated Expenditures	Estimated Surplus/(Deficiency)
Personal Services	34,945,655	29,352,891	29,352,891	-
Other Expenses	4,327,027	4,223,801	4,223,801	-
Equipment	1	1	-	1

² Includes appropriated accounts from all appropriated funds.

³ Includes all anticipated and enacted holdbacks (forced lapses), rescissions, de-appropriations, and transfers.

Department of Energy and Environmental Protection				
	Appropriation	Available Funding	Estimated Expenditures	Estimated Surplus/(Deficiency)
Stream Gaging	199,561	199,561	199,561	-
Mosquito Control	272,144	272,144	272,144	-
State Superfund Site Maintenance	241,100	196,100	196,100	-
Laboratory Fees	170,309	170,309	170,309	-
Dam Maintenance	130,164	130,164	130,164	-
Councils, Districts and ERTs Land Use	-	800,000	-	800,000
Emergency Spill Response	7,301,292	7,401,292	7,301,292	100,000
Solid Waste Management	2,868,088	2,918,088	2,868,088	50,000
Underground Storage Tank	1,303,410	1,303,410	1,303,410	-
Clean Air	5,131,094	5,131,094	5,131,094	-
Environmental Conservation	9,158,452	9,158,452	9,958,452	(800,000)
Environmental Quality	10,414,994	10,564,994	10,414,994	150,000
Interstate Environmental Commission	48,783	48,783	48,783	-
Agreement USGS - Hydrological Study	155,456	155,456	155,456	-
New England Interstate Water Pollution Commission	28,827	28,827	28,827	-
Northeast Interstate Forest Fire Compact	3,295	3,295	3,295	-
Connecticut River Valley Flood Control Commission	32,395	32,395	32,395	-
Thames River Valley Flood Control Commission	48,281	48,281	48,281	-
Agreement USGS-Water Quality Stream Monitoring	215,412	215,412	215,412	-
Operation Fuel	1,100,000	1,100,000	1,100,000	-
Lobster Restoration	200,000	200,000	200,000	-
General Fund TOTAL	78,295,740	73,654,750	73,354,749	300,001
Personal Services	12,392,338	11,254,613	10,370,250	884,363
Other Expenses	1,557,709	2,952,619	2,952,619	-
Equipment	21,850	506,850	506,850	-
Fringe Benefits	8,302,867	7,540,592	6,653,111	887,481
Indirect Overhead	1,120,343	1,140,433	1,005,098	135,335
Consumer Counsel and Public Utility Control Fund TOTAL	23,395,107	23,395,107	21,487,928	1,907,179
TOTAL	101,690,847	97,049,857	94,842,677	2,207,180