

**General Government B**  
Coordinator - Lauren Goulet  
Office of Fiscal Analysis

	Page #	Analyst	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov - App FY 24
					FY 24	FY 25	FY 24	FY 25	
<b>General Fund</b>									
State Treasurer	3	EMG	3,345,918	3,285,924	3,776,474	3,828,680	3,855,957	3,908,163	17.35
Debt Service - State Treasurer	5	EMG	2,383,640,332	2,572,447,512	2,628,752,696	2,778,050,685	2,586,033,652	2,595,372,994	0.53
State Comptroller	8	NN	29,771,269	33,673,419	35,300,056	34,520,858	35,357,172	34,537,449	5.00
State Comptroller - Miscellaneous	11	NN	237,498,504	(183,745,635)	(183,745,635)	(183,745,635)	8,048,485	38,998,570	(104.38)
State Comptroller - Fringe Benefits	13	NN	3,245,779,655	3,590,748,763	3,523,845,363	3,641,735,606	3,331,865,315	3,377,654,535	(7.21)
Department of Revenue Services	18	CW	60,998,928	62,205,116	66,725,788	67,990,490	66,523,674	67,323,544	6.94
Office of Policy and Management	20	LG	387,283,379	658,256,040	133,583,101	133,839,879	59,095,686	59,494,758	(91.02)
Reserve for Salary Adjustments	27	WL	-	161,680,948	161,680,948	161,680,948	19,092,700	48,184,698	(88.19)
Department of Administrative Services	29	WL	138,159,283	183,313,780	213,470,522	219,377,216	202,307,621	205,815,957	10.36
Workers' Compensation Claims - Administrative Services	35	LD	91,775,538	95,537,854	124,270,588	128,100,586	99,697,204	99,748,643	4.35
Attorney General	37	MR	33,432,122	35,771,592	39,835,308	40,304,851	38,721,560	39,178,103	8.25
Office of Workforce Strategy	40	LG	259,666	-	34,008	37,131	1,352,872	1,371,510	n/a
<b>Total - General Fund</b>			<b>6,611,944,594</b>	<b>7,213,175,313</b>	<b>6,747,529,217</b>	<b>7,025,721,295</b>	<b>6,451,951,898</b>	<b>6,571,588,924</b>	<b>(10.55)</b>
<b>Special Transportation Fund</b>									
Debt Service - State Treasurer	5	EMG	743,671,504	842,720,480	891,703,520	955,353,828	887,510,468	951,115,534	5.31
State Comptroller - Miscellaneous	11	NN	27,155,697	(14,873,825)	(14,873,825)	(14,873,825)	784,314	3,800,359	(105.27)
State Comptroller - Fringe Benefits	13	NN	249,750,341	271,441,867	273,642,656	277,931,942	265,251,177	260,662,929	(2.28)
Office of Policy and Management	20	LG	631,022	647,790	730,483	740,945	730,483	740,945	12.77
Reserve for Salary Adjustments	27	WL	-	9,184,921	9,184,921	9,184,921	634,300	7,736,356	(93.09)
Department of Administrative Services	29	WL	15,249,253	14,617,413	17,692,218	18,630,168	17,733,258	18,671,208	21.32
Workers' Compensation Claims - Administrative Services	35	LD	5,559,375	6,723,297	6,723,297	6,723,297	6,723,297	6,723,297	-
<b>Total - Special Transportation Fund</b>			<b>1,042,017,192</b>	<b>1,130,461,943</b>	<b>1,184,803,270</b>	<b>1,253,691,276</b>	<b>1,179,367,297</b>	<b>1,249,450,628</b>	<b>4.33</b>
<b>Mashantucket Pequot and Mohegan Fund</b>									
Office of Policy and Management	20	LG	51,472,789	51,481,796	51,481,796	51,481,796	-	-	(100.00)
<b>Banking Fund</b>									
State Comptroller - Miscellaneous	11	NN	1,055,121	(804,264)	(804,264)	(804,264)	39,790	192,800	(104.95)
Department of Administrative Services	29	WL	-	845,313	864,474	865,767	1,010,230	975,283	19.51
<b>Total - Banking Fund</b>			<b>1,055,121</b>	<b>41,049</b>	<b>60,210</b>	<b>61,503</b>	<b>1,050,020</b>	<b>1,168,083</b>	<b>2,457.97</b>
<b>Insurance Fund</b>									
State Comptroller - Miscellaneous	11	NN	4,977,268	(1,148,223)	(1,148,223)	(1,148,223)	72,835	352,916	(106.34)

	Page #	Analyst	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov - App FY 24
					FY 24	FY 25	FY 24	FY 25	
Office of Policy and Management	20	LG	527,347	599,832	618,551	621,508	643,193	646,150	7.23
Department of Administrative Services	29	WL	-	1,724,625	1,744,250	1,745,592	1,996,109	1,998,672	15.74
<b>Total - Insurance Fund</b>			<b>5,504,615</b>	<b>1,176,234</b>	<b>1,214,578</b>	<b>1,218,877</b>	<b>2,712,137</b>	<b>2,997,738</b>	<b>130.58</b>
<b>Consumer Counsel and Public Utility Control Fund</b>									
State Comptroller - Miscellaneous	11	NN	962,110	(789,535)	(789,535)	(789,535)	39,892	193,293	(105.05)
Office of Policy and Management	20	LG	64,530	381,452	393,419	392,665	392,665	392,665	2.94
Department of Administrative Services	29	WL	128,470	142,154	169,725	172,165	194,109	198,707	36.55
<b>Total - Consumer Counsel and Public Utility Control Fund</b>			<b>1,155,110</b>	<b>(265,929)</b>	<b>(226,391)</b>	<b>(224,705)</b>	<b>626,666</b>	<b>784,665</b>	<b>(335.65)</b>
<b>Workers' Compensation Fund</b>									
State Comptroller - Miscellaneous	11	NN	555,272	(500,680)	(500,680)	(500,680)	22,210	107,617	(104.44)
Department of Administrative Services	29	WL	-	1,475,679	1,487,418	1,487,673	1,498,732	1,499,233	1.56
<b>Total - Workers' Compensation Fund</b>			<b>555,272</b>	<b>974,999</b>	<b>986,738</b>	<b>986,993</b>	<b>1,520,942</b>	<b>1,606,850</b>	<b>55.99</b>
<b>Criminal Injuries Compensation Fund</b>									
State Comptroller - Miscellaneous	11	NN	(155,501)	-	-	-	-	-	n/a
<b>Tourism Fund</b>									
State Comptroller - Miscellaneous	11	NN	10,000	-	-	-	-	-	n/a
<b>Municipal Revenue Sharing Fund</b>									
Office of Policy and Management	20	LG	-	-	-	-	598,580,213	598,580,213	n/a
<b>Total - Appropriated Funds</b>			<b>7,713,559,192</b>	<b>8,397,045,405</b>	<b>7,985,849,418</b>	<b>8,332,937,035</b>	<b>8,235,809,173</b>	<b>8,426,177,101</b>	<b>(1.92)</b>

## State Treasurer OTT14000

### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	45	45	45	45	45	45	-
Special Transportation Fund	1	1	1	1	1	1	-

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	3,222,864	3,161,550	3,416,620	3,468,826	3,496,103	3,548,309	10.58
Other Expenses	123,054	124,374	359,854	359,854	359,854	359,854	189.33
<b>Agency Total - General Fund</b>	<b>3,345,918</b>	<b>3,285,924</b>	<b>3,776,474</b>	<b>3,828,680</b>	<b>3,855,957</b>	<b>3,908,163</b>	<b>17.35</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Provide Funding for Debt Management System

Other Expenses	235,480	235,480
<b>Total - General Fund</b>	<b>235,480</b>	<b>235,480</b>

#### Background

The Office of the Treasurer is responsible for issuing and managing the State's bonded debt, along with maintaining cash flow for capital projects and communicating the state's fiscal position and creditworthiness to credit rating agencies and investors.

The current legacy computer systems that are used to track bond authorizations and allocations are in the process of being replaced by a modern system. The legacy systems run on outdated hardware and software, which may no longer be available in the near future. The replacement systems are expected to be used by the Treasurer and the Office of Policy and Management to issue and track the state's bonded debt.

#### Governor

Provide funding of \$235,480 in each of FY 24 and FY 25 for the ongoing costs of operating and maintaining the modernized debt management system.

## Current Services

### Provide Funding for Salary Increases Included in PA 22-85

Personal Services	79,483	79,483
<b>Total - General Fund</b>	<b>79,483</b>	<b>79,483</b>

#### Background

PA 22-85, *An Act Concerning the Compensation of Legislators and Constitutional Officers*, increased annual salaries for legislators, the governor, the lieutenant governor, and constitutional officers (secretary of the state, treasurer, state comptroller, and attorney general).

Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Provide funding of \$79,483 in FY 24 and \$79,483 in FY 25 for salary increases.

**Remove Funding for 27th Payroll**

Personal Services	(118,188)	(118,188)
<b>Total - General Fund</b>	<b>(118,188)</b>	<b>(118,188)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$118,188 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

**Provide Funding for Existing Wage Agreements**

Personal Services	373,258	425,464
<b>Total - General Fund</b>	<b>373,258</b>	<b>425,464</b>

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$373,258 in FY 24 and \$425,464 in FY 25 to reflect this agency's increased wage costs.

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	3,285,924	3,285,924
Policy Revisions	235,480	235,480
Current Services	334,553	386,759
<b>Total Recommended - GF</b>	<b>3,855,957</b>	<b>3,908,163</b>

## Debt Service - State Treasurer

### OTT14100

#### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
<b>Other Current Expenses</b>							
Debt Service	1,919,102,523	1,987,098,186	2,031,660,925	2,166,906,917	1,990,441,881	1,985,729,226	0.17
UConn 2000 - Debt Service	203,137,816	219,070,756	224,668,144	227,542,388	224,668,144	227,542,388	2.56
CHEFA Day Care Security	3,641,762	5,500,000	5,500,000	5,500,000	4,000,000	4,000,000	(27.27)
Pension Obligation Bonds - TRB	203,080,521	306,680,521	315,671,921	330,190,921	315,671,921	330,190,921	2.93
<b>Grant Payments to Local Governments</b>							
Municipal Restructuring	54,677,710	54,098,049	51,251,706	47,910,459	51,251,706	47,910,459	(5.26)
<b>Agency Total - General Fund</b>	<b>2,383,640,332</b>	<b>2,572,447,512</b>	<b>2,628,752,696</b>	<b>2,778,050,685</b>	<b>2,586,033,652</b>	<b>2,595,372,994</b>	<b>0.53</b>
<b>Agency Total - Special</b>							
Debt Service	743,671,504	842,720,480	891,703,520	955,353,828	887,510,468	951,115,534	5.31
<b>Transportation Fund</b>	<b>743,671,504</b>	<b>842,720,480</b>	<b>891,703,520</b>	<b>955,353,828</b>	<b>887,510,468</b>	<b>951,115,534</b>	<b>5.31</b>
<b>Total - Appropriated Funds</b>	<b>3,127,311,836</b>	<b>3,415,167,992</b>	<b>3,520,456,216</b>	<b>3,733,404,513</b>	<b>3,473,544,120</b>	<b>3,546,488,528</b>	<b>1.71</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Payoff Outstanding GAAP Deficit Bond with FY 2023 Surplus

Debt Service	-	(58,372,875)
<b>Total - General Fund</b>	-	(58,372,875)

#### Background

In Fall 2013, the State issued approximately \$560 million of bonds to be used to mitigate a portion of the state's Generally Accepted Accounting Principles (GAAP) deficit. This bond issuance included a pledge to extinguish the remaining unfunded GAAP deficit (\$727.2 million) from that time before the bonds were repaid in FY 28.

In addition to annual repayment of the GAAP bonds, the state has made a total contribution of \$123.1 million towards the \$727.2 million unfunded GAAP deficit. Though no annual contribution is required, it would take revenue diversions of \$120.8 million annually through FY 28 to repay the remaining \$604.1 million unfunded GAAP deficit prior to final bond maturity.

#### Governor

Eliminate GAAP bond payments of \$58,372,875 in FY 25, by using \$211.7 million of FY 23 surplus funds along with the FY 24 scheduled debt service payment of \$58.4 million to retire 2013 GAAP bonds early. This would eliminate the need for future debt service payments on GAAP bonds (\$58.4 million annually through FY 28), which would include eliminating future interest payments totaling between \$21-34 million.

### Maintain Current Treatment of General Obligation Bond Premium

Debt Service	(20,000,000)	(60,000,000)
<b>Total - General Fund</b>	(20,000,000)	(60,000,000)

#### Background

Bond premium represents additional funding investors provide when bonds are issued in order to secure desired terms, and result in additional funds being made available to the State beyond the underlying value of the bonds.

In general, bond premium can either be used for projects - reducing the amount of bonds that need to be issued - or can be used to offset a portion of debt service costs for two to three years after the bonds are issued. As of the start of the 2023 session, statute (C.G.S. 3-20j) requires that premium generated from the state's most common General Obligation (GO) bonds, tax exempt fixed rate bonds, be used to offset General Fund debt service costs for bonds issued prior to FY 24 and that premium related to GO

Account	Governor Recommended	
	FY 24	FY 25

bonds issued in FY 24 and beyond would be made available for projects. Bonds backed by the Special Transportation Fund and bonds for the UConn 2000 program both use premium for project costs.

Premium proceeds are dependent on market conditions and the state's credit position. Current service debt service projections for FY 24 and FY 25 include savings generated from strong premiums in CY 21 bond issuances and lower levels of premium generated in CY 22. Recent market changes, especially higher market interest rates, may limit the availability of bond premium going forward.

#### Governor

Reduce debt service appropriations by \$20 million in FY 24 and \$60 million in FY 25 to reflect in-biennium savings as a result of delaying statutory requirements regarding the continued use of premium for current debt service requirements. The change is proposed in Governor's Bill 981 (AAC Revenue Items to Implement the Governor's Budget) Sec. 11. The Governor's proposed change would delay the requirement that bond premiums be used for projects beginning in FY 24 to FY 26.

## Current Services

### Adjust CHEFA Day Care Security Debt Service

CHEFA Day Care Security	(1,500,000)	(1,500,000)
<b>Total - General Fund</b>	<b>(1,500,000)</b>	<b>(1,500,000)</b>

#### Background

The Connecticut Health and Education Facilities Authority (CHEFA) is authorized to issue bonds that can be used to provide loans for child care facilities. This debt is guaranteed and mostly repaid by the General Fund, with a portion of the payment coming from day care operators. As of November 2022, CHEFA had approximately \$36.5 million in outstanding bonds under the child care facilities program, with annual state debt service of approximately \$4.3 million.

#### Governor

Reduce debt service payment for the CHEFA day care program by \$1.5 million in each of FY 24 and FY 25.

### Reflect Debt Service Repayment Requirements

Debt Service	23,343,695	117,003,915
UConn 2000 - Debt Service	5,597,388	8,471,632
Municipal Restructuring	(2,846,343)	(6,187,590)
<b>Total - General Fund</b>	<b>26,094,740</b>	<b>119,287,957</b>
Debt Service	44,789,988	108,395,054
<b>Total - Special Transportation Fund</b>	<b>44,789,988</b>	<b>108,395,054</b>

#### Background

Debt service reflects the state's obligation to make payments on services and goods provided in previous years. In FY 24, over 90 percent of the projected baseline debt service payment is to repay bonds that were issued prior to FY 23. Market conditions changed considerably from 2021 to 2023, including rising interest rates that have been partially offset by improvements in the State's credit rating and decreases in General Obligation bond issuance.

General Fund-backed bond spending increased from \$1.5 billion in FY 13 to a peak of \$2.4 billion in FY 16. Spending has steadily declined since the peak, with FY 22 spending at \$1.4 billion. Bond spending in previous years relates to debt service payments in the current biennium, as payments are made on issued bonds.

UConn 2000 debt service is expected to plateau around \$225 million in FYs 24-26 due to the combination of the state's credit rating improvements and scheduled declines in new authorization and issuance for the UConn 2000 program. The program includes new bond authorizations annually through FY 27.

The municipal restructuring debt service changes reflect the contractually adopted debt repayment schedule, which peaked at \$56.3 million in FY 21 and declines through the rest of the contract period (FY 36).

Transportation debt service reflects the ramp up of Special Tax Obligation (STO) bond issuance from an annual average of approximately \$350 million from FY 06 through FY 12 to approximately \$710 million from FY 13 through FY 22. Current service estimates for STF debt assume a ramp up of STO bond issuances from \$830 million in FY 23 to \$1 billion in each of FY 24 and FY 25. Increased STO issuance and increasing interest rates both contribute to rising debt service repayment requirements.

Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Adjust funding in FY 24 and FY 25 to reflect debt repayment schedule, based on prior and projected bond spending.

**Follow Pension Obligation Bond Repayment Schedule**

Pension Obligation Bonds - TRB	8,991,400	23,510,400
<b>Total - General Fund</b>	<b>8,991,400</b>	<b>23,510,400</b>

**Background**

In Fall 2008, \$2.3 billion of Pension Obligation Bonds (POBs) were issued to provide an influx of funding to the Teachers Retirement Fund. The bonds were issued with a back-loaded debt service repayment schedule - over the first 15 years of repayment (FY 09 through FY 23), the state paid less than \$1.9 billion towards the bonds (\$133 million annual average), while the debt service schedule over the last 9 years of the contract (FY 24 through FY 32) anticipates \$2.9 billion of payments remaining (\$322 million annual average).

**POBs Annual Debt Service Remaining Schedule** (in millions of \$)

FY	Amount	FY	Amount	FY	Amount
24	315.9	27	284.6	30	339.0
25	330.5	28	301.7	31	359.3
26	268.5	29	319.8	32	380.9

The FY 20-21 budget made a FY 19 appropriation capitalizing a special capital reserve fund as part of fulfilling contractual requirements that allowed for changes to the actuarial assumptions used to calculate the State's annual required contribution to the Teacher's Retirement Fund, but did not change the debt service repayment schedule of the POBs themselves.

**Governor**

Increase funding in FY 24 and FY 25 to reflect contractual debt repayment schedule.

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	2,572,447,512	2,572,447,512
Policy Revisions	(20,000,000)	(118,372,875)
Current Services	33,586,140	141,298,357
<b>Total Recommended - GF</b>	<b>2,586,033,652</b>	<b>2,595,372,994</b>
FY 23 Appropriation - TF	842,720,480	842,720,480
Current Services	44,789,988	108,395,054
<b>Total Recommended - TF</b>	<b>887,510,468</b>	<b>951,115,534</b>

## State Comptroller OSC15000

### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	277	283	283	283	284	284	0.35

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	24,325,476	26,200,122	27,969,577	28,331,995	28,150,681	28,513,099	7.44
Other Expenses	5,445,793	7,473,297	7,330,479	6,188,863	7,206,491	6,024,350	(3.57)
<b>Agency Total - General Fund</b>	<b>29,771,269</b>	<b>33,673,419</b>	<b>35,300,056</b>	<b>34,520,858</b>	<b>35,357,172</b>	<b>34,537,449</b>	<b>5.00</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	30,000,000	-	-	-	-	(100.00)
<b>Agency Grand Total</b>	<b>29,771,269</b>	<b>63,673,419</b>	<b>35,300,056</b>	<b>34,520,858</b>	<b>35,357,172</b>	<b>34,537,449</b>	<b>(44.47)</b>

Account	Governor Recommended	
	FY 24	FY 25

## *Policy Revisions*

### Transfer Funding for the Women's Business Development Council to DECD

Other Expenses	(450,000)	(450,000)
<b>Total - General Fund</b>	<b>(450,000)</b>	<b>(450,000)</b>

#### Background

The Governor's Recommended Budget reallocates \$450,000 in FY 24 and FY 25 from a Grant-in-Aid to the Women's Business Development Council to the Department of Economic and Community Development.

#### Governor

Transfer \$450,000 in FY 24 and FY 25 from the State Comptroller to the Department of Economic and Community Development.

### Provide Funding for Staff to Support Participation in the Multistate Prescription Purchasing Consortium

Personal Services	101,621	101,621
<b>Total - General Fund</b>	<b>101,621</b>	<b>101,621</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>1</b>

#### Governor

Provide funding of \$101,621 in FY 24 and FY 25 to create a position to expand participation in the multistate prescription purchasing consortium.

### Reallocate Funding for the Connecticut Security Retirement Program from Personal Services to Other Expenses

Personal Services	(200,000)	(200,000)
Other Expenses	200,000	200,000
<b>Total - General Fund</b>	<b>-</b>	<b>-</b>

#### Background

Funding for the Connecticut Security Retirement Program was appropriated to Personal Services within the State Comptroller's account.



Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Reallocate funding of \$200,000 in FY 24 and FY 25 from Personal Services to Other Expenses within the State Comptroller's account.

## Current Services

### Provide Funding for Existing Wage Agreements

Personal Services	2,911,189	3,273,607
<b>Total - General Fund</b>	<b>2,911,189</b>	<b>3,273,607</b>

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$2,911,189 in FY 24 and \$3,273,607 in FY 25 to reflect this agency's increased wage costs.

### Remove Funding for 27th Payroll

Personal Services	(941,734)	(941,734)
<b>Total - General Fund</b>	<b>(941,734)</b>	<b>(941,734)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$941,734 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

### Adjust Funding for Cloud Infrastructure Services

Other Expenses	(473,471)	(1,671,963)
<b>Total - General Fund</b>	<b>(473,471)</b>	<b>(1,671,963)</b>

**Background**

Cloud infrastructure includes the hardware, software, and services required for cloud computing. Data collected by the Office of the State Comptroller would be stored and maintained by a third party vendor.

**Governor**

Reduce funding by \$473,471 in FY 24, and \$1,671,963 in FY 25 for cloud infrastructure services.

### Provide Funding for Hardware and Software Maintenance Inflation

Other Expenses	456,665	473,016
<b>Total - General Fund</b>	<b>456,665</b>	<b>473,016</b>

**Background**

Inflation is defined as a rise in the general price level (or average price level) of all goods and services. The general price level varies inversely with the purchasing power of a unit of money. Therefore, when prices increase, purchasing power declines.

**Governor**

Provide funding of \$456,665 in FY 24 and \$473,016 in FY 25 to account for inflationary increases.

### Provide Funding for Salary Increases in PA 22-85

Personal Services	79,483	79,483
<b>Total - General Fund</b>	<b>79,483</b>	<b>79,483</b>

**Background**

PA 22-85, *An Act Concerning the Compensation of Legislators and Constitutional Officers*, increased annual salaries for legislators, the governor, the lieutenant governor, and constitutional officers (secretary of the state, treasurer, state comptroller, and attorney general).

Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Provide funding of \$79,483 in FY 24 and \$79,483 in FY 25 for salary increases.

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	33,673,419	33,673,419
Policy Revisions	(348,379)	(348,379)
Current Services	2,032,132	1,212,409
<b>Total Recommended - GF</b>	<b>35,357,172</b>	<b>34,537,449</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	283	283
Policy Revisions	1	1
<b>Total Recommended - GF</b>	<b>284</b>	<b>284</b>

## State Comptroller - Miscellaneous OSC15100

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
<b>Other Current Expenses</b>							
Adjudicated Claims	29,391,597	-	-	-	-	-	n/a
<b>Nonfunctional - Change to Accruals</b>	<b>208,106,907</b>	<b>(183,745,635)</b>	<b>(183,745,635)</b>	<b>(183,745,635)</b>	<b>8,048,485</b>	<b>38,998,570</b>	<b>(104.38)</b>
<b>Agency Total - General Fund</b>	<b>237,498,504</b>	<b>(183,745,635)</b>	<b>(183,745,635)</b>	<b>(183,745,635)</b>	<b>8,048,485</b>	<b>38,998,570</b>	<b>(104.38)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Special Transportation Fund</b>	<b>27,155,697</b>	<b>(14,873,825)</b>	<b>(14,873,825)</b>	<b>(14,873,825)</b>	<b>784,314</b>	<b>3,800,359</b>	<b>(105.27)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Banking Fund</b>	<b>1,055,121</b>	<b>(804,264)</b>	<b>(804,264)</b>	<b>(804,264)</b>	<b>39,790</b>	<b>192,800</b>	<b>(104.95)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Insurance Fund</b>	<b>4,977,268</b>	<b>(1,148,223)</b>	<b>(1,148,223)</b>	<b>(1,148,223)</b>	<b>72,835</b>	<b>352,916</b>	<b>(106.34)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>962,110</b>	<b>(789,535)</b>	<b>(789,535)</b>	<b>(789,535)</b>	<b>39,892</b>	<b>193,293</b>	<b>(105.05)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Workers' Compensation Fund</b>	<b>555,272</b>	<b>(500,680)</b>	<b>(500,680)</b>	<b>(500,680)</b>	<b>22,210</b>	<b>107,617</b>	<b>(104.44)</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Criminal Injuries Compensation Fund</b>	<b>(155,501)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Nonfunctional - Change to Accruals</b>							
<b>Agency Total - Tourism Fund</b>	<b>10,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Total - Appropriated Funds</b>	<b>272,058,471</b>	<b>(201,862,162)</b>	<b>(201,862,162)</b>	<b>(201,862,162)</b>	<b>9,007,526</b>	<b>43,645,555</b>	<b>(104.46)</b>

Account	Governor Recommended	
	FY 24	FY 25

### Current Services

#### Adjust Funding for GAAP Accruals

Nonfunctional - Change to Accruals	191,794,120	222,744,205
<b>Total - General Fund</b>	<b>191,794,120</b>	<b>222,744,205</b>
Nonfunctional - Change to Accruals	15,658,139	18,674,184

Account	Governor Recommended	
	FY 24	FY 25
<b>Total - Special Transportation Fund</b>	<b>15,658,139</b>	<b>18,674,184</b>
Nonfunctional - Change to Accruals	844,054	997,064
<b>Total - Banking Fund</b>	<b>844,054</b>	<b>997,064</b>
Nonfunctional - Change to Accruals	1,221,058	1,501,139
<b>Total - Insurance Fund</b>	<b>1,221,058</b>	<b>1,501,139</b>
Nonfunctional - Change to Accruals	829,427	982,828
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>829,427</b>	<b>982,828</b>
Nonfunctional - Change to Accruals	522,890	608,297
<b>Total - Workers' Compensation Fund</b>	<b>522,890</b>	<b>608,297</b>

### Background

PA 11-48 required the state to move towards Generally Accepted Accounting Principal (GAAP) based budgeting. Under GAAP, expenses are assigned to the fiscal year in which they are incurred as opposed to a modified cash basis, where the expenses are reflected when they are paid. GAAP accruals were first reflected in the FY 14 and FY 15 biennial budget. The accruals reflect the difference between an agency's modified cash basis budget amounts and the accrual basis amounts under GAAP.

### Governor

Increase funding by \$210,869,688 in FY 24 and \$245,507,717 in FY 25 across six appropriated funds to reflect an increase in accrued liabilities.

## Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	(183,745,635)	(183,745,635)
Current Services	191,794,120	222,744,205
<b>Total Recommended - GF</b>	<b>8,048,485</b>	<b>38,998,570</b>
FY 23 Appropriation - TF	(14,873,825)	(14,873,825)
Current Services	15,658,139	18,674,184
<b>Total Recommended - TF</b>	<b>784,314</b>	<b>3,800,359</b>
FY 23 Appropriation - BF	(804,264)	(804,264)
Current Services	844,054	997,064
<b>Total Recommended - BF</b>	<b>39,790</b>	<b>192,800</b>
FY 23 Appropriation - IF	(1,148,223)	(1,148,223)
Current Services	1,221,058	1,501,139
<b>Total Recommended - IF</b>	<b>72,835</b>	<b>352,916</b>
FY 23 Appropriation - PF	(789,535)	(789,535)
Current Services	829,427	982,828
<b>Total Recommended - PF</b>	<b>39,892</b>	<b>193,293</b>
FY 23 Appropriation - WF	(500,680)	(500,680)
Current Services	522,890	608,297
<b>Total Recommended - WF</b>	<b>22,210</b>	<b>107,617</b>

## State Comptroller - Fringe Benefits

### OSC15200

#### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
<b>Other Current Expenses</b>							
Unemployment Compensation	2,841,744	7,915,000	5,000,000	5,000,000	5,000,000	5,037,500	(36.83)
Higher Education Alternative Retirement System	11,093,829	12,997,500	13,776,830	14,603,440	13,776,830	14,603,440	6.00
Pensions and Retirements - Other Statutory	1,957,150	2,191,248	2,125,719	2,188,946	2,125,719	2,188,946	(2.99)
Judges and Compensation Commissioners Retirement	33,170,039	32,532,792	32,965,911	32,965,911	35,251,783	37,436,431	8.36
Insurance - Group Life	9,942,006	10,514,900	11,060,000	11,467,000	10,016,038	10,423,038	(4.74)
Employers Social Security Tax	228,973,047	232,940,179	252,091,868	255,873,246	196,005,946	198,724,448	(15.86)
State Employees Health Service Cost	672,861,929	745,300,000	789,572,000	834,322,000	587,455,868	632,714,268	(21.18)
Retired State Employees Health Service Cost	735,548,337	830,791,000	778,701,210	840,369,521	729,905,600	793,618,200	(12.14)
Tuition Reimbursement - Training and Travel	915,548	-	3,783,500	3,833,500	4,073,500	4,123,500	n/a
Other Post Employment Benefits	80,726,959	85,657,863	43,576,082	43,786,762	44,082,282	44,315,762	(48.54)
Death Benefits For St Employ	13,000	-	-	-	-	-	n/a
SERS Defined Contribution Match	7,093,437	17,096,788	18,325,218	24,458,255	18,506,518	24,654,555	8.25
State Employees Retirement Contributions - Normal Cost	153,009,950	167,611,504	172,667,179	172,667,179	177,212,110	182,006,295	5.73
State Employees Retirement Contributions - UAL	1,307,632,680	1,400,199,989	1,400,199,846	1,400,199,846	1,463,453,121	1,382,808,152	4.52
CT Premium Pay Account	-	45,000,000	-	-	45,000,000	45,000,000	-
<b>Agency Total - General Fund</b>	<b>3,245,779,655</b>	<b>3,590,748,763</b>	<b>3,523,845,363</b>	<b>3,641,735,606</b>	<b>3,331,865,315</b>	<b>3,377,654,535</b>	<b>(7.21)</b>
Unemployment Compensation	189,362	382,000	360,000	360,000	360,000	360,000	(5.76)
Insurance - Group Life	378,280	419,300	408,000	414,000	408,000	414,000	(2.69)
Employers Social Security Tax	17,476,288	18,413,216	19,044,801	19,330,473	18,808,470	19,025,570	2.15
State Employees Health Service Cost	53,328,814	60,292,606	63,913,000	67,604,000	65,280,300	69,110,000	8.27
Other Post Employment Benefits	5,524,322	5,733,422	2,924,219	2,938,357	2,973,119	2,989,257	(48.14)
SERS Defined Contribution Match	495,719	1,082,041	1,229,504	1,521,980	1,245,804	1,538,880	15.13
State Employees Retirement Contributions - Normal Cost	19,599,175	21,346,200	21,990,067	21,990,067	20,485,465	21,096,029	(4.03)
State Employees Retirement Contributions - UAL	152,758,381	163,773,082	163,773,065	163,773,065	155,690,019	146,129,193	(4.94)
<b>Agency Total - Special Transportation Fund</b>	<b>249,750,341</b>	<b>271,441,867</b>	<b>273,642,656</b>	<b>277,931,942</b>	<b>265,251,177</b>	<b>260,662,929</b>	<b>(2.28)</b>
<b>Total - Appropriated Funds</b>	<b>3,495,529,996</b>	<b>3,862,190,630</b>	<b>3,797,488,019</b>	<b>3,919,667,548</b>	<b>3,597,116,492</b>	<b>3,638,317,464</b>	<b>(6.86)</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Restructure Fringe Benefit Funding to the Higher Education Constituent Units

Insurance - Group Life	(1,043,962)	(1,043,962)
Employers Social Security Tax	(52,376,722)	(52,376,722)
State Employees Health Service Cost	(161,651,932)	(161,651,932)
State Employees Retirement Contributions - Normal Cost	16,359,146	16,359,146
State Employees Retirement Contributions - UAL	132,360,362	132,360,362
<b>Total - General Fund</b>	<b>(66,353,108)</b>	<b>(66,353,108)</b>

#### Background

Currently, the General Fund fringe benefit accounts only pay for those higher education employees paid out of the General Fund block grants. This method will change so the Comptroller's General Fund fringe benefit accounts pay 100% of the pension "legacy" costs for all higher education employees, regardless of fund. In turn, the higher education constituent units will pay 100% of the costs for group life insurance, active health and social security for all of its employees in all funds.

#### Governor

Reduce funding by \$66,353,108 in FY 24 and FY 25 to reflect restructuring of fringe benefit costs to Higher Education Constituent Units.

### Reflect Impact of Position Changes

Employers Social Security Tax	1,079,600	1,140,500
State Employees Health Service Cost	3,852,100	4,337,500
Other Post Employment Benefits	423,400	447,200
SERS Defined Contribution Match	153,700	169,000
<b>Total - General Fund</b>	<b>5,508,800</b>	<b>6,094,200</b>
Employers Social Security Tax	38,400	40,000
State Employees Health Service Cost	159,500	175,700
Other Post Employment Benefits	15,100	15,700
SERS Defined Contribution Match	5,000	5,200
<b>Total - Special Transportation Fund</b>	<b>218,000</b>	<b>236,600</b>

#### Background

Fringe benefit costs that support positions in the General Fund and Special Transportation Fund are centrally budgeted in the Office of the State Comptroller.

#### Governor

Provide funding of \$5,508,800 in FY 24 and \$6,094,200 in FY 25 in the General Fund, and \$218,000 in FY 24 and \$236,600 in FY 25 in the Special Transportation Fund to reflect the net impact to fringe benefit costs associated with the net position change.

## Current Services

### Reflect Savings from the new Medicare Advantage Prescription Drug (MAPD) Administrator

Retired State Employees Health Service Cost	(120,000,000)	(120,000,000)
<b>Total - General Fund</b>	<b>(120,000,000)</b>	<b>(120,000,000)</b>

#### Background

On January 1, 2023, Aetna became the MAPD plan administrator for the state retiree health plan. The contract impacts Medicare-eligible retirees only, as under-65 retirees are covered by the same health vendors as active employees. Approximately 57,000 Medicare eligible retirees and dependents are enrolled in the MAPD plan.

#### Governor

Reduce funding by \$120,000,000 in FY 24 and FY 25 to reflect savings associated with the new plan administrator.

Account	Governor Recommended	
	FY 24	FY 25

### Adjust Operating Expenses to Reflect Current Requirements

Unemployment Compensation	(2,915,000)	(2,915,000)
Higher Education Alternative Retirement System	1,260,730	2,087,340
Pensions and Retirements - Other Statutory	(65,529)	(2,302)
Insurance - Group Life	545,100	952,100
Employers Social Security Tax	22,910,863	25,570,865
State Employees Health Service Cost	(728,000)	44,022,000
Retired State Employees Health Service Cost	19,114,600	82,827,200
Tuition Reimbursement - Training and Travel	3,783,500	3,833,500
Other Post Employment Benefits	(38,881,781)	(38,671,101)
SERS Defined Contribution Match	1,849,730	7,982,767
<b>Total - General Fund</b>	<b>6,874,213</b>	<b>125,687,369</b>
Unemployment Compensation	(22,000)	(22,000)
Insurance - Group Life	(11,300)	(5,300)
Employers Social Security Tax	947,769	1,159,769
State Employees Health Service Cost	3,620,394	7,311,394
Other Post Employment Benefits	(2,609,203)	(2,595,065)
SERS Defined Contribution Match	187,163	479,639
<b>Total - Special Transportation Fund</b>	<b>2,112,823</b>	<b>6,328,437</b>

#### Governor

Provide funding of \$6,874,213 in FY 24 and \$125,687,369 in FY 25 in the General Fund, and \$2,112,823 in FY 24 and \$6,328,437 in FY 25 in the Special Transportation Fund to reflect anticipated expenditure requirements.

### Fund the SERS Actuarial Determined Employer Contribution (ADEC)

State Employees Retirement Contributions - Normal Cost	(6,758,540)	(1,964,355)
State Employees Retirement Contributions - UAL	(69,107,230)	(35,735,839)
<b>Total - General Fund</b>	<b>(75,865,770)</b>	<b>(37,700,194)</b>
State Employees Retirement Contributions - Normal Cost	(860,735)	(250,171)
State Employees Retirement Contributions - UAL	(8,083,063)	(4,179,809)
<b>Total - Special Transportation Fund</b>	<b>(8,943,798)</b>	<b>(4,429,980)</b>

#### Background

The State Employees' Retirement System (SERS) is the state's defined benefit plan for approximately 46,661 active and 56,778 retired state employees and beneficiaries. SERS is currently funded using an actuarial reserve funding method, whereby the normal cost and past service liability are calculated in order to determine the state's annual actuarial determined employer contribution (ADEC)(CGS 5- 156a). SERS is a collectively bargained benefit. The current agreement governing pension benefits is effective until 2027. The SERS ADEC is funded through three sources: a General Fund appropriation, Special Transportation Fund appropriation and recoveries from other funding sources, including other appropriated funds, federal funds and grant funds. The state transitioned from biennial valuations to annual valuations for SERS beginning with the June 30, 2018 valuation. The June 30, 2022 valuation, which was completed in January 2023, established the ADEC for FY 24.

#### Governor

Reduce funding by \$75,865,770 in FY 24 and \$37,700,194 in FY 25 in the General Fund, and \$8,943,798 in FY 24 and \$4,429,980 in FY 25 in the Special Transportation Fund to reflect savings to the GF and STF portions of the SERS ADEC in the biennium.

### Reflect Impact of Revised Pension Fund Deposits

State Employees Retirement Contributions - UAL	-	(114,016,360)
<b>Total - General Fund</b>	-	<b>(114,016,360)</b>
State Employees Retirement Contributions - UAL	-	(13,464,080)
<b>Total - Special Transportation Fund</b>	-	<b>(13,464,080)</b>

#### Background

Under current law (CGS 4-30a) if the Budget Reserve Fund (BRF) exceeds the 15% cap in FY 23, the State Treasurer must deposit the amount over the cap to either State Employees Retirement System (SERS) and/or the Teachers' Retirement System (TRS) to reduce the unfunded liability of the selected system by up to 5%. The FY 24 and FY 25 Governor's Recommended Budget funds the State Employee Retirement Contribution-UAL account based on reductions to the SERS ADEC resulting from an anticipated BRF transfer due to the BRF cap being exceeded in FY 23. The State Treasurer is expected to transfer the anticipated excess of \$2.68 billion to SERS and TRS at the end of FY 23.

Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Reduce funding of \$114,016,360 in the General Fund and \$13,464,080 in the Special Transportation Fund to reflect reduction of the unfunded accrued liability resulting from additional deposits.

**Remove Funding for 27th Payroll**

Higher Education Alternative Retirement System	(481,400)	(481,400)
Employers Social Security Tax	(8,759,174)	(8,759,174)
Other Post Employment Benefits	(3,200,000)	(3,200,000)
SERS Defined Contribution Match	(621,300)	(621,300)
<b>Total - General Fund</b>	<b>(13,061,874)</b>	<b>(13,061,874)</b>
Employers Social Security Tax	(677,115)	(677,115)
Other Post Employment Benefits	(200,000)	(200,000)
SERS Defined Contribution Match	(39,700)	(39,700)
<b>Total - Special Transportation Fund</b>	<b>(916,815)</b>	<b>(916,815)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$13,978,689 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

**Fund the Judges & Compensation Commissioners Retirement System Actuarially Determined Employer Contribution (ADEC)**

Judges and Compensation Commissioners Retirement	2,718,991	4,903,639
<b>Total - General Fund</b>	<b>2,718,991</b>	<b>4,903,639</b>

**Background**

The Judges, Family Support Magistrates, and Compensation Commissioners' Retirement System (JRS) is the state's defined benefit plan for active and retired Judges, Family Support Magistrates, Compensation Commissioners, and beneficiaries. JRS is currently funded on an actuarial reserve basis, where the normal cost and past service liability are calculated to determine the state's actuarially determined employer contribution (ADEC). The state transitioned from biennial valuations to annual valuations for JRS with the June 30, 2018 valuation. The June 30, 2022 valuation established the ADEC for FY 24.

**Governor**

Provide funding of \$2,718,991 in FY 24 and \$4,903,639 in FY 25 to fund the JRS ADEC in the biennium.

**Adjust for Net Impact of Position Changes**

Unemployment Compensation	-	37,500
Employers Social Security Tax	211,200	208,800
State Employees Health Service Cost	683,700	706,700
Other Post Employment Benefits	82,800	81,800
SERS Defined Contribution Match	27,600	27,300
<b>Total - General Fund</b>	<b>1,005,300</b>	<b>1,062,100</b>
Employers Social Security Tax	86,200	89,700
State Employees Health Service Cost	1,207,800	1,330,300
Other Post Employment Benefits	33,800	35,200
SERS Defined Contribution Match	11,300	11,700
<b>Total - Special Transportation Fund</b>	<b>1,339,100</b>	<b>1,466,900</b>

**Background**

Fringe benefit costs that support positions in the General Fund and Special Transportation Fund are centrally budgeted in the Office of the State Comptroller.

**Governor**

Provide funding of \$1,005,300 in FY 24 and \$1,062,100 in FY 25 in the General Fund, and \$1,339,100 in FY 24 and \$1,466,900 in FY 25 in the Special Transportation Fund to reflect the impact to fringe benefit costs associated with net position changes.



Account	Governor Recommended	
	FY 24	FY 25

**Transfer Tuition and Reimbursement Costs for a Recently Settled Collective Bargaining Contract and for Managers**

Tuition Reimbursement - Training and Travel	290,000	290,000
<b>Total - General Fund</b>	<b>290,000</b>	<b>290,000</b>

**Background**

A recently settled collective bargaining agreement between the State of Connecticut and the Connecticut State Police Union (NP-1 Bargaining Unit) increased the tuition reimbursement fund to \$90,000, added a new annual \$500 lump sum payment for Bachelor of Arts or Master's degree, as well as other changes to the contract.

**Governor**

Transfer funding of \$290,000 in FY 24 and FY 25 from the Reserve for Salary Adjustments account to the Comptroller's tuition reimbursement fringe benefit account for the recently settled NP-1 (State Police) contract.

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	3,590,748,763	3,590,748,763
Policy Revisions	(60,844,308)	(60,258,908)
Current Services	(198,039,140)	(152,835,320)
<b>Total Recommended - GF</b>	<b>3,331,865,315</b>	<b>3,377,654,535</b>
FY 23 Appropriation - TF	271,441,867	271,441,867
Policy Revisions	218,000	236,600
Current Services	(6,408,690)	(11,015,538)
<b>Total Recommended - TF</b>	<b>265,251,177</b>	<b>260,662,929</b>

## Department of Revenue Services

### DRS16000

#### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	625	593	593	593	600	600	1.18

#### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	52,165,513	57,087,758	61,608,430	62,323,132	61,406,316	62,206,186	7.56
Other Expenses	8,833,415	5,117,358	5,117,358	5,667,358	5,117,358	5,117,358	-
<b>Agency Total - General Fund</b>	<b>60,998,928</b>	<b>62,205,116</b>	<b>66,725,788</b>	<b>67,990,490</b>	<b>66,523,674</b>	<b>67,323,544</b>	<b>6.94</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	605,000	-	-	-	-	(100.00)
American Rescue Plan Act	-	42,250,000	-	-	-	-	(100.00)
<b>Agency Grand Total</b>	<b>60,998,928</b>	<b>105,060,116</b>	<b>66,725,788</b>	<b>67,990,490</b>	<b>66,523,674</b>	<b>67,323,544</b>	<b>(36.68)</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Provide Funding for Regulation, Prevention & Education of Adult Recreational Cannabis Use

Personal Services	450,000	484,188
<b>Total - General Fund</b>	<b>450,000</b>	<b>484,188</b>
<b>Positions - General Fund</b>	<b>7</b>	<b>7</b>

#### Background

PA 21-1 JSS, *An Act Concerning Responsible and Equitable Regulation of Adult-Use Cannabis*, legalized recreational cannabis use for adults 21 years of age or older. Recreational cannabis sales began in January 2023. The Governor's Recommended Budget moves all recreational cannabis expenditures from a non-appropriated, off-budget account to the General Fund, Special Transportation Fund, and two newly-created, appropriated funds that are on-budget.

Fund	Agencies	FY 24 \$ (in millions)	FY 25 \$ (in millions)
General Fund	DCP, DESPP, DRS, DPH, OAG, AES, UConn, OWS	9.0	9.2
Social Equity and Innovation Fund	DECD	5.8	10.2
Prevention and Recovery Services Fund	DMHAS	2.4	3.4
Special Transportation Fund	DOT, DMV	1.1	1.1
<b>TOTAL</b>		<b>18.3</b>	<b>23.8</b>

\*Totals are rounded to the nearest tenth of a million. The sum of the four funds for FY 25 is \$0.1 million less than the reflected total due to rounding.

#### Governor

Provide funding of \$450,000 in FY 24 and \$484,188 in FY 25 for the regulation, prevention, and education of adult recreational cannabis.

Account	Governor Recommended	
	FY 24	FY 25

## Current Services

### Provide Funding for Existing Wage Agreements

Personal Services	6,158,454	6,924,136
<b>Total - General Fund</b>	<b>6,158,454</b>	<b>6,924,136</b>

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$6,158,454 in FY 24 and \$6,924,136 in FY 25 to reflect this agency's increased wage costs.

### Remove Funding for 27th Payroll

Personal Services	(2,289,896)	(2,289,896)
<b>Total - General Fund</b>	<b>(2,289,896)</b>	<b>(2,289,896)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$2,289,896 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

## Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	62,205,116	62,205,116
Policy Revisions	450,000	484,188
Current Services	3,868,558	4,634,240
<b>Total Recommended - GF</b>	<b>66,523,674</b>	<b>67,323,544</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	593	593
Policy Revisions	7	7
<b>Total Recommended - GF</b>	<b>600</b>	<b>600</b>

## Office of Policy and Management

### OPM20000

#### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	180	182	182	182	185	187	1.65
Special Transportation Fund	7	7	7	7	7	7	-
Insurance Fund	2	2	2	2	3	3	50.00
Consumer Counsel and Public Utility Control Fund	2	2	2	2	2	2	-

#### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	15,788,699	18,329,598	19,775,484	20,032,036	19,960,539	20,359,385	8.90
Other Expenses	1,051,971	1,173,488	1,414,922	1,414,922	1,414,922	1,414,922	20.57
<b>Other Current Expenses</b>							
Litigation Settlement Costs	47,736	-	-	-	-	-	n/a
Automated Budget System and Data Base Link	12,937	20,438	20,438	20,438	20,438	20,438	-
Justice Assistance Grants	702,394	790,356	800,741	800,967	800,741	800,967	1.31
Project Longevity	586,861	-	-	-	-	-	n/a
<b>Other Than Payments to Local Governments</b>							
Tax Relief For Elderly Renters	23,908,716	25,020,226	25,020,226	25,020,226	25,020,226	25,020,226	-
Private Providers	-	147,000,000	-	-	-	-	(100.00)
<b>Grant Payments to Local Governments</b>							
Reimbursement to Towns for Loss of Taxes on State Property	-	54,944,031	-	-	-	-	(100.00)
Reimbursements to Towns for Private Tax-Exempt Property	-	108,998,308	-	-	-	-	(100.00)
Reimbursement Property Tax - Disability Exemption	364,713	364,713	364,713	364,713	364,713	364,713	-
Distressed Municipalities	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	-
Property Tax Relief Elderly Freeze Program	6,647	10,000	6,000	6,000	6,000	6,000	(40.00)
Property Tax Relief for Veterans	2,066,166	2,708,107	2,708,107	2,708,107	2,708,107	2,708,107	-
Municipal Revenue Sharing	36,819,135	36,819,135	36,819,135	36,819,135	-	-	(100.00)
Municipal Transition	32,331,732	132,331,732	-	-	-	-	(100.00)
Municipal Stabilization Grant	37,853,333	37,853,335	37,853,335	37,853,335	-	-	(100.00)
Municipal Restructuring	3,900,000	7,300,000	7,300,000	7,300,000	7,300,000	7,300,000	-
Tiered PILOT	230,342,339	83,092,573	-	-	-	-	(100.00)
<b>Agency Total - General Fund</b>	<b>387,283,379</b>	<b>658,256,040</b>	<b>133,583,101</b>	<b>133,839,879</b>	<b>59,095,686</b>	<b>59,494,758</b>	<b>(91.02)</b>
Personal Services	631,022	647,790	730,483	740,945	730,483	740,945	12.77
<b>Agency Total - Special Transportation Fund</b>	<b>631,022</b>	<b>647,790</b>	<b>730,483</b>	<b>740,945</b>	<b>730,483</b>	<b>740,945</b>	<b>12.77</b>
Grants To Towns	51,472,789	51,481,796	51,481,796	51,481,796	-	-	(100.00)
<b>Agency Total - Mashantucket Pequot and Mohegan Fund</b>	<b>51,472,789</b>	<b>51,481,796</b>	<b>51,481,796</b>	<b>51,481,796</b>	<b>-</b>	<b>-</b>	<b>(100.00)</b>
Personal Services	332,103	341,332	360,051	363,008	360,051	363,008	5.48
Other Expenses	4,119	6,012	6,012	6,012	6,012	6,012	-

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Fringe Benefits	191,125	252,488	252,488	252,488	277,130	277,130	9.76
<b>Agency Total - Insurance Fund</b>	<b>527,347</b>	<b>599,832</b>	<b>618,551</b>	<b>621,508</b>	<b>643,193</b>	<b>646,150</b>	<b>7.23</b>
Personal Services	30,790	194,591	194,591	194,591	194,591	194,591	-
Other Expenses	1,200	2,000	2,000	2,000	2,000	2,000	-
Fringe Benefits	32,540	184,861	196,828	196,074	196,074	196,074	6.07
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>64,530</b>	<b>381,452</b>	<b>393,419</b>	<b>392,665</b>	<b>392,665</b>	<b>392,665</b>	<b>2.94</b>
Tiered PILOT	-	-	-	-	317,088,142	317,088,142	n/a
Motor Vehicle Tax Grants	-	-	-	-	155,337,805	155,337,805	n/a
Supplemental Revenue Sharing Grants	-	-	-	-	74,672,470	74,672,470	n/a
Mashantucket Pequot and Mohegan Grants	-	-	-	-	51,481,796	51,481,796	n/a
<b>Agency Total - Municipal Revenue Sharing Fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>598,580,213</b>	<b>598,580,213</b>	<b>n/a</b>
<b>Total - Appropriated Funds</b>	<b>439,979,067</b>	<b>711,366,910</b>	<b>186,807,350</b>	<b>187,076,793</b>	<b>659,442,240</b>	<b>659,854,731</b>	<b>(7.30)</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	35,150,000	-	-	-	-	(100.00)
American Rescue Plan Act	60,000,000	381,610,037	-	-	(14,814,000)	(40,800,000)	(103.88)
<b>Agency Grand Total</b>	<b>499,979,067</b>	<b>1,128,126,947</b>	<b>186,807,350</b>	<b>187,076,793</b>	<b>644,628,240</b>	<b>619,054,731</b>	<b>(42.86)</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Appropriate Grants Supported by the Municipal Revenue Sharing Fund

Tiered PILOT	317,088,142	317,088,142
Motor Vehicle Tax Grants	155,337,805	155,337,805
Supplemental Revenue Sharing Grants	74,672,470	74,672,470
Mashantucket Pequot and Mohegan Grants	51,481,796	51,481,796
<b>Total - Municipal Revenue Sharing Fund</b>	<b>598,580,213</b>	<b>598,580,213</b>

#### Background

Certain grants are currently funded through various sources including (1) General Fund appropriations (GF) (partially supported by a transfer from Municipal Revenue Sharing Account (MRSA)), (2) direct payments from MRSA, and (3) the Mashantucket Pequot and Mohegan Fund.

The Municipal Revenue Sharing Account is a non-appropriated fund that is currently funded via a 0.5 percentage point sales tax diversion. The diversion resulted in an estimated deposit into the account of \$436.4 million in FY 23. These funds were distributed in the following way: (1) \$276.3 million transfer to the GF to support Tiered PILOT and the Municipal Transition grant (i.e., Motor Vehicle Tax Grants), (2) \$69.8 million to pay the balance of Tiered PILOT, and (3) \$90.3 million in MRSA - grant that will be distributed in FY 24. Transfers from MRSA to the GF were only scheduled for FY 22 and FY 23. Any future transfers would have to be specified in future legislation.

PA 21-3 established the Tiered PILOT formula as a way to provide for State Property PILOT and College and Hospital PILOT grants to towns in the event that appropriations are insufficient to fund those grants. Tiered PILOT (encompassing all three PILOT accounts) is currently funded via appropriated funds from the GF and direct payments from MRSA to cover the balance. It is distributed based on the type of applicable property, town property wealth per capita, and town status as an Alliance District.

The Municipal Transition grant (i.e., Motor Vehicle Tax Grant) reimburses towns for revenue loss associated with the statewide 32.46 mill rate cap.

GF Municipal Revenue Sharing grants and Municipal Stabilization grants are statutory payments to towns which are appropriated from the GF.

Account	Governor Recommended	
	FY 24	FY 25

The Mashantucket Pequot and Mohegan Fund provides grants to towns from casino gaming revenue. Funding is distributed based on PILOT funding, town income and property wealth, population and designation as a Distressed Municipality.

#### Governor

Beginning in FY 24, redirect the sales tax diversion from the Municipal Revenue Sharing Account (MRSA) to the Municipal Revenue Sharing Fund (MRSF). Provide \$589,580,213 from the Municipal Revenue Sharing Fund (MRSF) in both FY 24 and FY 25 for the following grants: (1) Tiered PILOT, (2) Municipal Transition grants (i.e., Motor Vehicle Tax Grants), (3) Supplemental Revenue Sharing Grants (Municipal Stabilization Grant and GF Municipal Revenue Sharing grant combined), and (4) Mashantucket Pequot and Mohegan Grants. In both FY 24 and FY 25, the MRSF funding will be distributed: \$317,088,142 for Tiered PILOT, \$155,337,805 for Municipal Transition grant (i.e., Motor Vehicle Tax grants), \$74,672,470 for Supplemental Revenue Sharing grants, and \$51,481,796 for Mashantucket Pequot and Mohegan Grants.

The distribution calculations for the affected grants are unchanged. The purposes of the MRSF are to: (1) to reduce the level of complexity associated with the current funding mechanisms, and (2) allow OPM to process payments according to schedule.

### Transfer Certain Appropriated Municipal Aid to Municipal Revenue Sharing Fund

Municipal Revenue Sharing	(36,819,135)	(36,819,135)
Municipal Stabilization Grant	(37,853,335)	(37,853,335)
<b>Total - General Fund</b>	<b>(74,672,470)</b>	<b>(74,672,470)</b>
Grants To Towns	(51,481,796)	(51,481,796)
<b>Total - Mashantucket Pequot and Mohegan Fund</b>	<b>(51,481,796)</b>	<b>(51,481,796)</b>

#### Background

The Municipal Revenue Sharing Fund (MRSF) is proposed in the Governor's FY 24 and FY 25 Recommended Budget to replace the Municipal Revenue Sharing Account (MRSA). Under the proposal, (1) Tiered PILOT (all three current accounts), (2) the Municipal Transition grant (i.e., Motor Vehicle Tax Grants), (3) Municipal Stabilization grants and GF Municipal Revenue Sharing grants, and (4) Mashantucket Pequot and Mohegan Grants would be paid out from MRSF instead of their current funding processes.

These grants are currently funded through various sources, including: (1) General Fund (GF) appropriations (partially supported by a transfer from Municipal Revenue Sharing Account (MRSA)), (2) direct payments from MRSA, and (3) the Mashantucket Pequot and Mohegan Fund. Under this proposal, the MRSF would be funded via: (1) via the sales tax revenue diversion that currently funds the Municipal Revenue Sharing Account (MRSA) and (2) transfers from the GF and the Mashantucket Pequot and Mohegan Fund.

#### Governor

Transfer \$126,154,266 in both FY 24 and FY 25 from the GF to the Municipal Revenue Sharing Fund (MRSF) to support grants paid out of the MRSF. These transfers include \$74,672,470 in both FY 24 and FY 25 (combined \$36,819,135 and \$37,853,335) to fund Supplemental Revenue Sharing Grants (combined GF Municipal Revenue Sharing grant and Municipal Stabilization Grant) and \$51,481,796 in both FY 24 and FY 25 for the Mashantucket Pequot and Mohegan Grants. The distribution calculations for the affected grants are unchanged.

### Provide Funding to Support Planning and Service Coordination for Individuals Across the Autism Spectrum

Personal Services	90,214	90,214
<b>Total - General Fund</b>	<b>90,214</b>	<b>90,214</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>1</b>

#### Governor

Provide \$90,214 in both FY 24 and FY 25 and one position to the Health and Human Services Policy and Planning Division in OPM to coordinate autism services across state agencies and school districts that directly provide or oversee services for individuals on the autism spectrum. This position will also review and identify gaps in autism services.

### Provide Funding for Staff to Provide Technical Assistance to Towns per the Proposed Work Live Ride Legislation

Personal Services	71,147	213,441
<b>Total - General Fund</b>	<b>71,147</b>	<b>213,441</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>3</b>

Account	Governor Recommended	
	FY 24	FY 25

**Background**

Work Live Ride is a bill that encourages and assists local planning in communities. The legislation promotes Rapid Transit Communities and deems municipalities eligible for Discretionary Infrastructure Funding if they meet certain requirements. A Rapid Transit Community is any municipality that has at least one Rapid Transit Station within its borders.

**Governor**

Provide \$71,147 and one position in FY 24 and \$213,441 and a total of three positions in FY 25 to support the proposed Work Live Ride legislation within the Office of Responsible Growth in the Office of Policy and Management.

**Provide Funding for Staff to Administer the Nonprofit Grant Program**

Personal Services	85,958	85,958
<b>Total - General Fund</b>	<b>85,958</b>	<b>85,958</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>1</b>

**Governor**

Provide \$85,958 and one position in both FY 24 and FY 25 to administer the nonprofit grant program.

**Current Services****Remove Funding for 27th Payroll**

Personal Services	(450,701)	(450,701)
Justice Assistance Grants	(3,622)	(3,622)
<b>Total - General Fund</b>	<b>(454,323)</b>	<b>(454,323)</b>
Personal Services	(13,510)	(13,510)
<b>Total - Insurance Fund</b>	<b>(13,510)</b>	<b>(13,510)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$467,833 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

**Provide Funding for Existing Wage Agreements**

Personal Services	1,834,323	2,090,875
Justice Assistance Grants	14,007	14,233
<b>Total - General Fund</b>	<b>1,848,330</b>	<b>2,105,108</b>
Personal Services	82,693	93,155
<b>Total - Special Transportation Fund</b>	<b>82,693</b>	<b>93,155</b>
Personal Services	32,229	35,186
<b>Total - Insurance Fund</b>	<b>32,229</b>	<b>35,186</b>

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$1,963,252 in FY 24 and \$2,233,449 in FY 25 to reflect this agency's increased wage costs.

**Adjust Fringe Benefits to Reflect Actual Rates**

Personal Services	-	-
Fringe Benefits	24,642	24,642
<b>Total - Insurance Fund</b>	<b>24,642</b>	<b>24,642</b>
<b>Positions - Insurance Fund</b>	<b>1</b>	<b>1</b>
Fringe Benefits	11,213	11,213
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>11,213</b>	<b>11,213</b>

Account	Governor Recommended	
	FY 24	FY 25

**Background**

The fringe benefits costs for employees supported by funds other than the General Fund are budgeted within their respective agencies, as opposed to the fringe benefit account within the Office of the State Comptroller.

**Governor**

Provide funding of \$35,855 in both FY 24 and FY 25 and one position in the Insurance Fund to ensure sufficient funds for fringe benefits.

**Transfer Municipal Grant Programs**

Reimbursement to Towns for Loss of Taxes on State Property	(54,944,031)	(54,944,031)
Reimbursements to Towns for Private Tax-Exempt Property	(108,998,308)	(108,998,308)
Municipal Transition	(132,331,732)	(132,331,732)
Tiered PILOT	(83,092,573)	(83,092,573)
<b>Total - General Fund</b>	<b>(379,366,644)</b>	<b>(379,366,644)</b>

**Background**

Under the Governor's Recommended Budget, the sales tax diversion will fund the Municipal Revenue Sharing Fund (MRSF) instead of the Municipal Revenue Sharing Account (MRSA). The following grants will be paid out of MRSF: (1) Tiered PILOT, (2) Municipal Transition grants (i.e., Motor Vehicle Tax Grants), (3) Municipal Stabilization Grants and GF Revenue Sharing grants, and (4) Mashantucket Pequot and Mohegan Grants.

The Municipal Revenue Sharing Account (MRSA) is currently supported via a 0.5 percentage point sales tax diversion to MRSA, from the 6.35% sales tax rate. Transfers from MRSA to the General Fund are intended to support General Fund appropriations for Tiered PILOT (across all three PILOT accounts), plus a portion of the appropriation for Municipal Transition grants (i.e., Motor Vehicle Tax Grants).

**Governor**

Remove funding of \$379,366,644 in both FY 24 and FY 25 from the GF. Instead, fund these grants via the new Municipal Revenue Sharing Fund.

**Transfer Private Provider COLA Funding to Agencies**

Private Providers	(147,000,000)	(147,000,000)
<b>Total - General Fund</b>	<b>(147,000,000)</b>	<b>(147,000,000)</b>

**Background**

Private provider organizations contract to provide direct health and human services for clients of various state agencies, including: the Departments of Aging and Disability Services, Children and Families, Correction, Housing, Mental Health and Addiction Services, Public Health, and Social Services, the Office of Early Childhood, and the Judicial Department.

**Governor**

Transfer \$147,000 in both FY 24 and FY 25 to agencies for a COLA for private providers of human services.

**Reduce Funding to Reflect Lower Cost of Elderly Property Tax Freeze Program**

Property Tax Relief Elderly Freeze Program	(4,000)	(4,000)
<b>Total - General Fund</b>	<b>(4,000)</b>	<b>(4,000)</b>

**Background**

The Property Tax Relief Elderly Freeze Program was established with the 1967 Grand List program year to provide real property tax relief to resident property owners or tenants for life age sixty-five or over (or surviving spouse over fifty) with annual taxable income of \$6,000 or less. Elderly and disabled persons who applied and qualified for tax relief had their property tax frozen at that year's net benefit level. No new applicants have been allowed since the 1978 program year.

**Governor**

Reduce funding by \$4,000 in both FY 24 and FY 25 to reflect a decrease in caseload.

**Provide Funding for Other Expenses**

Other Expenses	241,434	241,434
<b>Total - General Fund</b>	<b>241,434</b>	<b>241,434</b>

**Governor**

Provide funding of \$241,434 in both FY 24 and FY 25 for Other Expenses.



Account	Governor Recommended	
	FY 24	FY 25

## American Rescue Plan Act

### Provide Funding for Medical Debt Erasure

ARPA - CSFRF	20,000,000	-
<b>Total - American Rescue Plan Act</b>	<b>20,000,000</b>	<b>-</b>

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

#### Governor

Provide funding of \$20 million in FY 24 to relieve residents with medical debt by partnering with a non-profit that buys debt.

### Provide Funding for Grants and Contracts Specialist Positions for State Agency Support

ARPA - CSFRF	5,736,000	-
<b>Total - American Rescue Plan Act</b>	<b>5,736,000</b>	<b>-</b>

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

#### Governor

Provide funding of \$5,376,000 in FY 24 for eight durational Grants and Contracts Specialists to support grant administration and compliance for approximately the next three years.

### Provide Funding for a Post - Pandemic Structural Review Study of CSCU

ARPA - CSFRF	250,000	-
<b>Total - American Rescue Plan Act</b>	<b>250,000</b>	<b>-</b>

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

#### Governor

Provide funding of \$250,000 in ARPA-SLFRF in FY 24 for a structural review of the Connecticut State Colleges and Universities system.

### Reduce Funding for COVID Response Measures

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

#### Governor

Reduce funding by \$51.5 million in FY 23 for COVID Response Measures. The original allocation of \$157.5 million in FY 23 is reduced to \$106 million based on the Department of Public Health's updated estimates for COVID response measures, including testing, personal protective equipment, and other supplies.

### Reduce Funding for Invest Connecticut

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

#### Governor

Reduce funding by \$5,341,308 in FY 23 for the Invest Connecticut allocation.

## Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	658,256,040	658,256,040
Policy Revisions	(74,425,151)	(74,282,857)
Current Services	(524,735,203)	(524,478,425)
<b>Total Recommended - GF</b>	<b>59,095,686</b>	<b>59,494,758</b>
FY 23 Appropriation - TF	647,790	647,790
Current Services	82,693	93,155
<b>Total Recommended - TF</b>	<b>730,483</b>	<b>740,945</b>
FY 23 Appropriation - MF	51,481,796	51,481,796
Policy Revisions	(51,481,796)	(51,481,796)
<b>Total Recommended - MF</b>	<b>-</b>	<b>-</b>
FY 23 Appropriation - IF	599,832	599,832
Current Services	43,361	46,318
<b>Total Recommended - IF</b>	<b>643,193</b>	<b>646,150</b>
FY 23 Appropriation - PF	381,452	381,452
Current Services	11,213	11,213
<b>Total Recommended - PF</b>	<b>392,665</b>	<b>392,665</b>
FY 23 Appropriation - MU	-	-
Policy Revisions	598,580,213	598,580,213
<b>Total Recommended - MU</b>	<b>598,580,213</b>	<b>598,580,213</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	182	182
Policy Revisions	3	5
<b>Total Recommended - GF</b>	<b>185</b>	<b>187</b>
FY 23 Appropriation - IF	2	2
Current Services	1	1
<b>Total Recommended - IF</b>	<b>3</b>	<b>3</b>

## Reserve for Salary Adjustments OPM20100

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
<b>Other Current Expenses</b>							
Reserve For Salary Adjustments	-	161,680,948	161,680,948	161,680,948	19,092,700	48,184,698	(88.19)
<b>Agency Total - General Fund</b>	-	<b>161,680,948</b>	<b>161,680,948</b>	<b>161,680,948</b>	<b>19,092,700</b>	<b>48,184,698</b>	<b>(88.19)</b>
Reserve For Salary Adjustments	-	9,184,921	9,184,921	9,184,921	634,300	7,736,356	(93.09)
<b>Agency Total - Special Transportation Fund</b>	-	<b>9,184,921</b>	<b>9,184,921</b>	<b>9,184,921</b>	<b>634,300</b>	<b>7,736,356</b>	<b>(93.09)</b>
<b>Total - Appropriated Funds</b>	-	<b>170,865,869</b>	<b>170,865,869</b>	<b>170,865,869</b>	<b>19,727,000</b>	<b>55,921,054</b>	<b>(88.45)</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	73,000,000	-	-	-	-	(100.00)
American Rescue Plan Act	-	15,000,000	-	-	6,500,000	-	(56.67)
<b>Agency Grand Total</b>	-	<b>258,865,869</b>	<b>170,865,869</b>	<b>170,865,869</b>	<b>26,227,000</b>	<b>55,921,054</b>	<b>(89.87)</b>

Account	Governor Recommended	
	FY 24	FY 25

### Current Services

#### Provide Funding for Existing Wage Agreements

Reserve For Salary Adjustments	(157,588,248)	(63,496,250)
<b>Total - General Fund</b>	<b>(157,588,248)</b>	<b>(63,496,250)</b>
Reserve For Salary Adjustments	(8,550,621)	(1,448,565)
<b>Total - Special Transportation Fund</b>	<b>(8,550,621)</b>	<b>(1,448,565)</b>

#### Background

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

#### Governor

Reduce funding with the Reserve for Salary account of \$166,138,869 in FY 24 and \$64,944,818 in FY 25 to reflect the increased costs of the wage agreements within the agency budgets.

#### Provide Funding for Anticipated Accruals

Reserve For Salary Adjustments	15,000,000	-
<b>Total - General Fund</b>	<b>15,000,000</b>	-

#### Governor

Provide funding to the Reserve for Salary account of \$15,000,000 in FY 24 for anticipated accruals across various state agencies.

#### Utilize Anticipated FY 2023 Carryforward to Cover Costs in FY 2025

Reserve For Salary Adjustments	-	(50,000,000)
<b>Total - General Fund</b>	-	<b>(50,000,000)</b>

#### Governor

Reduce funding by \$50,000,000 in FY 25 to reflect use of carryforward funds from FY 23 being used to cover costs.

Account	Governor Recommended	
	FY 24	FY 25

## *American Rescue Plan Act*

### Provide Funding for Premium Pay Increases for Essential Workers and National Guard

ARPA - CSFRF	6,500,000	-
<b>Total - American Rescue Plan Act</b>	<b>6,500,000</b>	<b>-</b>

#### Background

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25. Previous ARPA allocations have provided \$20,000,000 in FY 22 and \$15,000,000 in FY 23 for premium pay increases for essential workers and National Guard members.

#### Governor

Provide funding of \$6,500,000 in FY 24 for pay increases to essential workers and National Guard members.

### Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	161,680,948	161,680,948
Current Services	(142,588,248)	(113,496,250)
<b>Total Recommended - GF</b>	<b>19,092,700</b>	<b>48,184,698</b>
FY 23 Appropriation - TF	9,184,921	9,184,921
Current Services	(8,550,621)	(1,448,565)
<b>Total Recommended - TF</b>	<b>634,300</b>	<b>7,736,356</b>

## Department of Administrative Services DAS23000

### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	755	938	938	938	1,136	1,138	21.11
Special Transportation Fund	31	31	31	31	121	121	290.32
Banking Fund	-	3	3	3	3	3	-
Insurance Fund	1	6	6	6	6	6	-
Consumer Counsel and Public Utility Control Fund	1	1	1	1	1	1	-
Workers' Compensation Fund	1	6	6	6	6	6	-

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	59,976,907	83,030,444	91,261,544	94,286,309	88,286,043	89,195,808	6.33
Other Expenses	30,486,912	28,856,256	33,799,402	34,232,609	29,005,543	29,008,080	0.52
<b>Other Current Expenses</b>							
Tuition Reimbursement - Training and Travel	408,507	-	-	-	-	-	n/a
Loss Control Risk Management	73,119	88,003	88,003	88,003	88,003	88,003	-
Employees' Review Board	17,611	17,611	17,611	17,611	17,611	17,611	-
Surety Bonds for State Officials and Employees	97,506	71,225	122,134	125,184	71,225	125,184	-
Quality of Work-Life	7,800	-	-	-	-	-	n/a
Refunds Of Collections	12,122	20,381	20,381	20,381	20,381	20,381	-
Rents and Moving	3,048,769	4,610,985	5,099,162	5,157,150	5,637,058	4,637,501	22.25
W. C. Administrator	4,860,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	-
Insurance Recovery	1,900,000	-	-	-	-	-	n/a
State Insurance and Risk Mgmt Operations	13,623,869	14,922,588	20,107,499	20,558,351	16,226,971	17,831,771	8.74
IT Services	23,246,161	46,296,287	57,554,786	59,491,618	57,554,786	59,491,618	24.32
Firefighters Fund	400,000	400,000	400,000	400,000	400,000	400,000	-
<b>Agency Total - General Fund</b>	<b>138,159,283</b>	<b>183,313,780</b>	<b>213,470,522</b>	<b>219,377,216</b>	<b>202,307,621</b>	<b>205,815,957</b>	<b>10.36</b>
Personal Services	2,668,313	2,693,005	3,042,478	3,090,648	3,042,478	3,090,648	12.98
State Insurance and Risk Mgmt Operations	11,667,981	11,011,449	13,736,781	14,626,561	13,736,781	14,626,561	24.75
IT Services	912,959	912,959	912,959	912,959	953,999	953,999	4.50
<b>Agency Total - Special Transportation Fund</b>	<b>15,249,253</b>	<b>14,617,413</b>	<b>17,692,218</b>	<b>18,630,168</b>	<b>17,733,258</b>	<b>18,671,208</b>	<b>21.32</b>
Personal Services	-	303,203	322,364	323,657	322,364	323,657	6.32
Fringe Benefits	-	272,883	272,883	272,883	290,128	291,292	6.32
IT Services	-	269,227	269,227	269,227	397,738	360,334	47.73
<b>Agency Total - Banking Fund</b>	<b>-</b>	<b>845,313</b>	<b>864,474</b>	<b>865,767</b>	<b>1,010,230</b>	<b>975,283</b>	<b>19.51</b>
Personal Services	-	755,980	775,605	776,947	775,605	776,947	2.60
Fringe Benefits	-	688,509	688,509	688,509	706,368	707,589	2.59
IT Services	-	280,136	280,136	280,136	514,136	514,136	83.53
<b>Agency Total - Insurance Fund</b>	<b>-</b>	<b>1,724,625</b>	<b>1,744,250</b>	<b>1,745,592</b>	<b>1,996,109</b>	<b>1,998,672</b>	<b>15.74</b>

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	62,000	75,437	103,008	105,448	103,008	105,448	36.55
Fringe Benefits	66,470	66,717	66,717	66,717	91,101	93,259	36.55
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>128,470</b>	<b>142,154</b>	<b>169,725</b>	<b>172,165</b>	<b>194,109</b>	<b>198,707</b>	<b>36.55</b>
Personal Services	-	649,615	661,354	661,609	661,354	661,609	1.81
Fringe Benefits	-	626,126	626,126	626,126	637,440	637,686	1.81
IT Services	-	199,938	199,938	199,938	199,938	199,938	-
<b>Agency Total - Workers' Compensation Fund</b>	<b>-</b>	<b>1,475,679</b>	<b>1,487,418</b>	<b>1,487,673</b>	<b>1,498,732</b>	<b>1,499,233</b>	<b>1.56</b>
<b>Total - Appropriated Funds</b>	<b>153,537,006</b>	<b>202,118,964</b>	<b>235,428,607</b>	<b>242,278,581</b>	<b>224,740,059</b>	<b>229,159,060</b>	<b>11.19</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	3,415,460	-	-	-	-	(100.00)
American Rescue Plan Act	10,000,000	104,247,489	-	-	3,000,000	-	(97.12)
<b>Agency Grand Total</b>	<b>163,537,006</b>	<b>309,781,913</b>	<b>235,428,607</b>	<b>242,278,581</b>	<b>227,740,059</b>	<b>229,159,060</b>	<b>(26.48)</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Transfer Information Technology Positions to Support IT Optimization

Personal Services	-	-
<b>Total - General Fund</b>	<b>-</b>	<b>-</b>
<b>Positions - General Fund</b>	<b>193</b>	<b>193</b>
Personal Services	-	-
<b>Total - Special Transportation Fund</b>	<b>-</b>	<b>-</b>
<b>Positions - Special Transportation Fund</b>	<b>90</b>	<b>90</b>

#### Background

The Department of Administrative Services provides administrative assistance to agencies including information technology (IT) services. The positions for the employees providing these services exist within DAS while the funding for the services is given to the agencies who are receiving the services.

#### Governor

Transfer 193 General Fund positions from the Office of Health Strategy and the departments of Children and Families, Developmental Services, Social Services, Labor, Mental Health and Addiction Services to the Department of Administrative Services to support IT Optimization. In addition, transfer 90 Special Transportation Fund positions from the Departments of Transportation and Motor Vehicles to the Department of Administrative Services. Funding remains budgeted in the agencies listed above.

### Provide Funds for Two Staff in Human Resources to Improve the Hiring Process

Personal Services	200,641	200,641
<b>Total - General Fund</b>	<b>200,641</b>	<b>200,641</b>
<b>Positions - General Fund</b>	<b>2</b>	<b>2</b>

#### Background

DAS provides centralized human resources functionality to various state agencies including assistance in hiring new state employees.

#### Governor

Provide funding of \$200,641 in FY 24 and FY 25 for two new employees to help improve the hiring process.

### Provide Funding for Digital Government Transition from IT Investment Capital Funds

IT Services	2,600,000	2,600,000
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Account	Governor Recommended	
	FY 24	FY 25
<b>Total - General Fund</b>	<b>2,600,000</b>	<b>2,600,000</b>
<b>Positions - General Fund</b>	<b>3</b>	<b>5</b>

**Governor**

Provide funding of \$2,600,000 in FY 24 and FY 25 to support the digital government transition initiative. The funds will go toward 3 additional staff in FY 24 and an additional 2 staff in FY 25 for a total of 5. The funding will also go towards operational costs, consultants, and licensing.

**Provide Funds for IT Costs for the Department of Banking's New Financial Protection and Innovation Team**

IT Services	128,511	91,107
<b>Total - Banking Fund</b>	<b>128,511</b>	<b>91,107</b>

**Governor**

Provide funding of \$128,511 in FY 24 and \$91,107 in FY 25 for IT services for the financial protection and innovation program within the Department of Banking.

**Provide Funds for New Software**

IT Services	41,040	41,040
<b>Total - Special Transportation Fund</b>	<b>41,040</b>	<b>41,040</b>
IT Services	234,000	234,000
<b>Total - Insurance Fund</b>	<b>234,000</b>	<b>234,000</b>

**Background**

The costs of certain software licenses are centralized within DAS in order to achieve cost savings and efficiencies.

**Governor**

Provide funding of \$275,040 in FY 24 and FY 25 for additional or new software licenses within the Department of Transportation and the Department of Insurance.

**Provide One-Time Funds to Lease Property for DESPP Emergency Vehicle Operator Course Training**

Rents and Moving	1,000,000	-
<b>Total - General Fund</b>	<b>1,000,000</b>	<b>-</b>

**Governor**

Provide one-time funding of \$1,000,000 in FY 24 to lease property for DESPP emergency vehicle operator course training.

**Current Services****Provide Funding for Existing Wage Agreements**

Personal Services	7,049,221	7,958,986
<b>Total - General Fund</b>	<b>7,049,221</b>	<b>7,958,986</b>
Personal Services	349,473	397,643
<b>Total - Special Transportation Fund</b>	<b>349,473</b>	<b>397,643</b>
Personal Services	19,161	20,454
Fringe Benefits	17,245	18,409
<b>Total - Banking Fund</b>	<b>36,406</b>	<b>38,863</b>
Personal Services	19,625	20,967
Fringe Benefits	17,859	19,080
<b>Total - Insurance Fund</b>	<b>37,484</b>	<b>40,047</b>
Personal Services	27,571	30,011
Fringe Benefits	24,384	26,542
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>51,955</b>	<b>56,553</b>
Personal Services	11,739	11,994
Fringe Benefits	11,314	11,560
<b>Total - Workers' Compensation Fund</b>	<b>23,053</b>	<b>23,554</b>

Account	Governor Recommended	
	FY 24	FY 25

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$7,547,592 in FY 24 and \$8,515,646 in FY 25 to reflect this agency's increased wage costs.

**Remove Funding for 27th Payroll**

Personal Services	(1,994,263)	(1,994,263)
<b>Total - General Fund</b>	<b>(1,994,263)</b>	<b>(1,994,263)</b>

**Background**

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

**Governor**

Remove funding of \$1,994,263 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

**Provide Funding for Anticipated Insurance and Risk Management Increases**

State Insurance and Risk Mgmt Operations	1,304,383	2,909,183
<b>Total - General Fund</b>	<b>1,304,383</b>	<b>2,909,183</b>
State Insurance and Risk Mgmt Operations	2,725,332	3,615,112
<b>Total - Special Transportation Fund</b>	<b>2,725,332</b>	<b>3,615,112</b>

**Background**

These accounts fund: 1) premiums associated with policies purchased by the State to insure against losses; 2) claims and judgments issued against the State for losses that occur within the self-insured deductible amounts; and 3) payment to an insurance broker and the Third Party Administrator. The FY 24 and FY 25 insurance premiums and claim expenses were calculated using actuarial and historical experience. The majority of the Board's premium dollars are for Rail, Liability, Property Insurance and Fleet, Bus and Highway Liability. Each of these insurance lines is incurring increases upon renewal and the premium projections reflect market increases.

**Governor**

Provide funding of \$4,029,715 (\$1,304,383 in the GF and \$2,725,332 in the STF) in FY 24 and \$6,524,295 (\$2,909,183 in the GF and \$3,615,112 in the STF) in FY 25 to reflect current requirements.

**Provide Funding for Inflation**

Other Expenses	149,287	151,824
Rents and Moving	26,073	26,516
<b>Total - General Fund</b>	<b>175,360</b>	<b>178,340</b>

**Background**

Inflation is defined as a rise in the general price level (or average price level) of all goods and services. The general price level varies inversely with the purchasing power of a unit of money. Therefore, when prices increase, purchasing power declines.

**Governor**

Provide funding of \$175,360 in FY 24 and \$178,340 in FY 25 to account for inflationary increases.

**Provide Funds for State Employee Comprehensive Bond**

Surety Bonds for State Officials and Employees	-	53,959
<b>Total - General Fund</b>	<b>-</b>	<b>53,959</b>

**Background**

In accordance with CGS 4-20, surety bonds for state officials and employees covers employee theft, forgery or alteration, money order and counterfeit money, computer crime, and funds transfer fraud.

**Governor**

Provide funding of \$53,959 to cover increased costs associated with surety bonds for state officials and employees.

**Support Increased Costs for the Bureau of Information Technology Services Contracts**

IT Services	8,658,499	10,595,331
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Account	Governor Recommended	
	FY 24	FY 25
<b>Total - General Fund</b>	<b>8,658,499</b>	<b>10,595,331</b>

**Governor**

Provide funding of \$8,658,499 in FY 24 and \$10,595,331 in FY 25 to reflect increased costs for IT service contracts.

## American Rescue Plan Act

### Provide Funding for Capital Area Heating System Study

ARPA - CSFRF	2,000,000	-
<b>Total - American Rescue Plan Act</b>	<b>2,000,000</b>	<b>-</b>

**Background**

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

**Governor**

Allocate funding of \$2,000,000 in FY 24 for a study on the capital area heating system. Funding will support a needs study and planning for alternative energy, modernization, and required upgrades to the Capital Area System.

### Healthcare Workforce Recruitment Campaign Expansion

ARPA - CSFRF	1,000,000	-
<b>Total - American Rescue Plan Act</b>	<b>1,000,000</b>	<b>-</b>

**Background**

The Governor's Recommended Budget reallocates \$433.9 million in American Rescue Plan Act (ARPA) funding across 17 agencies for a variety of purposes in FY 24 and FY 25.

**Governor**

Provide funding of \$1,000,000 in FY 24 for the expansion of the healthcare workforce recruitment campaign to include out of state recruitment.

## Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	183,313,780	183,313,780
Policy Revisions	3,800,641	2,800,641
Current Services	15,193,200	19,701,536
<b>Total Recommended - GF</b>	<b>202,307,621</b>	<b>205,815,957</b>
FY 23 Appropriation - TF	14,617,413	14,617,413
Policy Revisions	41,040	41,040
Current Services	3,074,805	4,012,755
<b>Total Recommended - TF</b>	<b>17,733,258</b>	<b>18,671,208</b>
FY 23 Appropriation - BF	845,313	845,313
Policy Revisions	128,511	91,107
Current Services	36,406	38,863
<b>Total Recommended - BF</b>	<b>1,010,230</b>	<b>975,283</b>
FY 23 Appropriation - IF	1,724,625	1,724,625
Policy Revisions	234,000	234,000
Current Services	37,484	40,047
<b>Total Recommended - IF</b>	<b>1,996,109</b>	<b>1,998,672</b>
FY 23 Appropriation - PF	142,154	142,154

Current Services	51,955	56,553
<b>Total Recommended - PF</b>	<b>194,109</b>	<b>198,707</b>
FY 23 Appropriation - WF	1,475,679	1,475,679
Current Services	23,053	23,554
<b>Total Recommended - WF</b>	<b>1,498,732</b>	<b>1,499,233</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	938	938
Policy Revisions	198	200
<b>Total Recommended - GF</b>	<b>1,136</b>	<b>1,138</b>
FY 23 Appropriation - TF	31	31
Policy Revisions	90	90
<b>Total Recommended - TF</b>	<b>121</b>	<b>121</b>

## Workers' Compensation Claims - Administrative Services DAS23100

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
<b>Other Current Expenses</b>							
Workers' Compensation Claims	6,362,611	8,259,800	23,259,800	23,259,800	99,697,204	99,748,643	1,107.02
Workers' Compensation Claims - University of Connecticut	2,343,948	2,271,228	2,656,585	2,826,585	-	-	(100.00)
Claims - University of Connecticut Health Center	2,878,056	3,460,985	3,460,985	3,460,985	-	-	(100.00)
Workers' Compensation Claims - Board of Regents Higher Ed	2,970,637	3,289,276	3,289,276	3,289,276	-	-	(100.00)
Claims - Department of Children and Families	8,625,881	10,286,952	10,286,952	10,286,952	-	-	(100.00)
Workers' Compensation Claims Mental Health & Addiction Serv	18,675,207	16,721,165	23,312,468	25,392,466	-	-	(100.00)
Claim Department of Emergency Services and Public Protection	3,014,643	3,723,135	3,723,135	3,723,135	-	-	(100.00)
Claims - Department of Developmental Services	13,640,481	15,773,417	15,773,417	15,773,417	-	-	(100.00)
Workers' Compensation Claims - Department of Correction	33,264,074	31,751,896	38,507,970	40,087,970	-	-	(100.00)
<b>Agency Total - General Fund</b>	<b>91,775,538</b>	<b>95,537,854</b>	<b>124,270,588</b>	<b>128,100,586</b>	<b>99,697,204</b>	<b>99,748,643</b>	<b>4.35</b>
Workers' Compensation Claims	5,559,375	6,723,297	6,723,297	6,723,297	6,723,297	6,723,297	-
<b>Agency Total - Special Transportation Fund</b>	<b>5,559,375</b>	<b>6,723,297</b>	<b>6,723,297</b>	<b>6,723,297</b>	<b>6,723,297</b>	<b>6,723,297</b>	<b>-</b>
<b>Total - Appropriated Funds</b>	<b>97,334,913</b>	<b>102,261,151</b>	<b>130,993,885</b>	<b>134,823,883</b>	<b>106,420,501</b>	<b>106,471,940</b>	<b>4.07</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	15,000,000	-	-	15,000,000	15,000,000	-
<b>Agency Grand Total</b>	<b>97,334,913</b>	<b>117,261,151</b>	<b>130,993,885</b>	<b>134,823,883</b>	<b>121,420,501</b>	<b>121,471,940</b>	<b>3.55</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Consolidate Agency Workers Compensation Claims Accounts

Workers' Compensation Claims	91,437,404	91,488,843
Workers' Compensation Claims - University of Connecticut	(2,271,228)	(2,271,228)
Claims - University of Connecticut Health Center	(3,460,985)	(3,460,985)
Workers' Compensation Claims - Board of Regents Higher Ed	(3,289,276)	(3,289,276)
Claims - Department of Children and Families	(10,286,952)	(10,286,952)
Workers' Compensation Claims Mental Health & Addiction Serv	(18,543,291)	(18,561,027)
Claim Department of Emergency Services and Public Protection	(3,723,135)	(3,723,135)
Claims - Department of Developmental Services	(15,773,417)	(15,773,417)
Workers' Compensation Claims - Department of Correction	(34,089,120)	(34,122,823)
<b>Total - General Fund</b>	-	-

Account	Governor Recommended	
	FY 24	FY 25

**Background**

Funding for Workers' Compensation Claims are generally funded out of a single Workers' Compensation Claims account except for eight specific state agencies that have their own individual account dedicated to claims within their agency. These agencies are the University of Connecticut, University of Connecticut Health Center, Board of Regents for Higher Education, Department of Children and Families, Department of Mental Health and Addiction Services, Department of Emergency Services and Public Protection, Department of Developmental Services, and the Department of Corrections.

**Governor**

Consolidate the funding for workers' compensation claims in the General Fund into a single Workers' Compensation Claims account. This would transfer \$91,437,404 in FY 24 and \$91,488,843 in FY 25 from various accounts within the agency into the Workers' Compensation Claims account.

## Current Services

**Provide Funding to Reflect Current Requirements**

Workers' Compensation Claims Mental Health & Addiction Serv	1,822,126	1,839,862
Workers' Compensation Claims - Department of Correction	2,337,224	2,370,927
<b>Total - General Fund</b>	<b>4,159,350</b>	<b>4,210,789</b>

**Governor**

Provide funding of \$4,159,350 in FY 24 and \$4,210,789 in FY 25 to reflect current workers' compensation claims in the Department of Mental Health & Addiction Services and the Department of Correction.

### Totals

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	95,537,854	95,537,854
Policy Revisions	-	-
Current Services	4,159,350	4,210,789
<b>Total Recommended - GF</b>	<b>99,697,204</b>	<b>99,748,643</b>

## Attorney General OAG29000

### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	314	314	314	314	320	320	1.91

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	32,642,032	34,736,782	38,800,498	39,270,041	37,686,750	38,143,293	8.49
Other Expenses	790,090	1,034,810	1,034,810	1,034,810	1,034,810	1,034,810	-
<b>Agency Total - General Fund</b>	<b>33,432,122</b>	<b>35,771,592</b>	<b>39,835,308</b>	<b>40,304,851</b>	<b>38,721,560</b>	<b>39,178,103</b>	<b>8.25</b>
<b>Additional Funds Available</b>							
Carry Forward Funding	-	250,000	-	-	-	-	(100.00)
<b>Agency Grand Total</b>	<b>33,432,122</b>	<b>36,021,592</b>	<b>39,835,308</b>	<b>40,304,851</b>	<b>38,721,560</b>	<b>39,178,103</b>	<b>7.50</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Provide Funding for Regulation, Prevention & Education of Adult Recreational Cannabis Use

Personal Services	396,362	396,362
<b>Total - General Fund</b>	<b>396,362</b>	<b>396,362</b>
<b>Positions - General Fund</b>	<b>4</b>	<b>4</b>

#### Background

PA 21-1 JSS, *An Act Concerning Responsible and Equitable Regulation of Adult-Use Cannabis*, legalized recreational cannabis use for adults 21 years of age or older. Recreational cannabis sales began in January 2023. The Governor's Recommended Budget moves all recreational cannabis expenditures from a non-appropriated, off-budget account to the General Fund, Special Transportation Fund, and two newly-created, appropriated funds that are on-budget.

Fund	Agencies	FY 24 \$ (in millions)	FY 25 \$ (in millions)
General Fund	DCP, DESPP, DRS, DPH, OAG, AES, UConn, OWS	9.0	9.2
Social Equity and Innovation Fund	DECD	5.8	10.2
Prevention and Recovery Services Fund	DMHAS	2.4	3.4
Special Transportation Fund	DOT, DMV	1.1	1.1
<b>TOTAL</b>		<b>18.3</b>	<b>23.8</b>

\*Totals are rounded to the nearest tenth of a million. The sum of the four funds for FY 25 is \$0.1 million less than the reflected total due to rounding.

#### Governor

Provide funding of \$396,362 in both FY 24 and FY 25 for the regulation, prevention, and education of adult recreational cannabis.

Account	Governor Recommended	
	FY 24	FY 25

## Provide Funding for Staff to Implement the Personal Data Privacy and Online Monitoring Provisions of PA 22-15

Personal Services	134,628	134,628
<b>Total - General Fund</b>	<b>134,628</b>	<b>134,628</b>
<b>Positions - General Fund</b>	<b>2</b>	<b>2</b>

### Background

PA 22-15, *AAC Personal Data Privacy and Online Monitoring*, establishes a framework for controlling and processing personal data. It: (1) sets responsibilities and privacy protection standards for data controllers and processors; (2) gives consumers the right to access, correct, delete, and obtain a copy of personal data and to opt out of the processing of personal data for targeted advertising; (3) requires controllers to conduct data protection assessments; (4) authorizes the attorney general to bring an action to enforce the bill's requirements; and (5) deems violations of the act to be Connecticut Unfair Trade Practices Act (CUTPA) violations.

### Governor

Provide funding of \$134,628 in both FY 24 and FY 25 and two new positions, one paralegal and one administrative assistant, to implement the various provisions of PA 22-15. The Office of the Attorney General is solely responsible for interpreting, developing guidance for, and enforcing the various provisions of the act, including public education and investigation of complaints.

Relatedly, Section 76 of PA 21-118 (as amended by PA 22-146), the FY 23 Revised Budget, provided carryforward funding of up to \$250,000 in FY 23 for data security consultants.

## Current Services

### Provide Funding for Existing Wage Agreements

Personal Services	3,622,862	4,079,405
<b>Total - General Fund</b>	<b>3,622,862</b>	<b>4,079,405</b>

### Background

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

### Governor

Provide funding of \$3,622,862 in FY 24 and \$4,079,405 in FY 25 to reflect this agency's increased wage costs.

### Provide Funding for Salary Increases Included in PA 22-85

Personal Services	79,483	79,483
<b>Total - General Fund</b>	<b>79,483</b>	<b>79,483</b>

### Background

PA 22-85, *An Act Concerning the Compensation of Legislators and Constitutional Officers*, increased annual salaries for legislators, the governor, the lieutenant governor, and constitutional officers (secretary of the state, treasurer, state comptroller, and attorney general).

### Governor

Provide funding of \$79,483 in both FY 24 and FY 25 for salary increases.

### Remove Funding for 27th Payroll

Personal Services	(1,283,367)	(1,283,367)
<b>Total - General Fund</b>	<b>(1,283,367)</b>	<b>(1,283,367)</b>

### Background

The FY 23 Revised Budget included a total of \$128,456,014 for an extra 27<sup>th</sup> pay period for six appropriated funds. There are usually 26 pay periods in a fiscal year, but every 11 years there is an additional 27<sup>th</sup> pay period.

Account	Governor Recommended	
	FY 24	FY 25

**Governor**

Remove funding of \$1,283,367 in both FY 24 and FY 25 to reflect 26 pay periods in each fiscal year.

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	35,771,592	35,771,592
Policy Revisions	530,990	530,990
Current Services	2,418,978	2,875,521
<b>Total Recommended - GF</b>	<b>38,721,560</b>	<b>39,178,103</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	314	314
Policy Revisions	6	6
<b>Total Recommended - GF</b>	<b>320</b>	<b>320</b>

## Office of Workforce Strategy OWS47500

### Permanent Full-Time Positions

Fund	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
General Fund	-	-	-	-	10	10	n/a

### Budget Summary

Account	Actual FY 22	Appropriation FY 23	Agency Requested		Governor Recommended		% Diff Gov-App FY 24
			FY 24	FY 25	FY 24	FY 25	
Personal Services	259,666	-	34,008	37,131	1,317,872	1,336,510	n/a
Other Expenses	-	-	-	-	35,000	35,000	n/a
<b>Agency Total - General Fund</b>	<b>259,666</b>	<b>-</b>	<b>34,008</b>	<b>37,131</b>	<b>1,352,872</b>	<b>1,371,510</b>	<b>n/a</b>

Account	Governor Recommended	
	FY 24	FY 25

## Policy Revisions

### Provide Funding for Regulation, Prevention & Education of Adult Recreational Cannabis Use

Personal Services	100,000	100,000
<b>Total - General Fund</b>	<b>100,000</b>	<b>100,000</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>1</b>

#### Background

PA 21-1 JSS, *An Act Concerning Responsible and Equitable Regulation of Adult-Use Cannabis*, legalized recreational cannabis use for adults 21 years of age or older. Recreational cannabis sales began in January 2023. The Governor's Recommended Budget moves all recreational cannabis expenditures from a non-appropriated, off-budget account to the General Fund, Special Transportation Fund, and two newly-created, appropriated funds that are on-budget.

Fund	Agencies	FY 24 \$ (in millions)	FY 25 \$ (in millions)
General Fund	DCP, DESPP, DRS, DPH, OAG, AES, UConn, OWS	9.0	9.2
Social Equity and Innovation Fund	DECD	5.8	10.2
Prevention and Recovery Services Fund	DMHAS	2.4	3.4
Special Transportation Fund	DOT, DMV	1.1	1.1
<b>TOTAL</b>		<b>18.3</b>	<b>23.8</b>

\*Totals are rounded to the nearest tenth of a million. The sum of the four funds for FY 25 is \$0.1 million less than the reflected total due to rounding.

#### Governor

Provide funding of \$100,000 in FY 24 and FY 25 for the regulation, prevention, and education of adult recreational cannabis.

### Make Office of Workforce Strategy A Stand Alone Agency

Personal Services	470,000	470,000
<b>Total - General Fund</b>	<b>470,000</b>	<b>470,000</b>
<b>Positions - General Fund</b>	<b>3</b>	<b>3</b>



Account	Governor Recommended	
	FY 24	FY 25

**Provide Funding and Positions to Support the Office of Workforce Strategy**

Personal Services	468,864	484,379
Other Expenses	35,000	35,000
<b>Total - General Fund</b>	<b>503,864</b>	<b>519,379</b>
<b>Positions - General Fund</b>	<b>4</b>	<b>4</b>

*Current Services*

**Provide Funding for Existing Wage Agreements**

Personal Services	34,008	37,131
<b>Total - General Fund</b>	<b>34,008</b>	<b>37,131</b>

**Background**

The Governor's Recommended Budget provides net funding of \$237.2 million in FY 24 and \$394 million in FY 25, across six appropriated funds, to reflect current wage-related adjustments resulting from existing wage agreements.

**Governor**

Provide funding of \$34,008 in FY 24 and \$37,131 in FY 25 to reflect this agency's increased wage costs.

**Provide Funding and Positions for OWS Administrative and Fiscal Support**

Personal Services	245,000	245,000
<b>Total - General Fund</b>	<b>245,000</b>	<b>245,000</b>
<b>Positions - General Fund</b>	<b>2</b>	<b>2</b>

**Totals**

Budget Components	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	-	-
Policy Revisions	1,073,864	1,089,379
Current Services	279,008	282,131
<b>Total Recommended - GF</b>	<b>1,352,872</b>	<b>1,371,510</b>

Positions	Governor Recommended	
	FY 24	FY 25
FY 23 Appropriation - GF	-	-
Policy Revisions	8	8
Current Services	2	2
<b>Total Recommended - GF</b>	<b>10</b>	<b>10</b>