



General Assembly

January Session, 2011

Governor's Bill No. 1000

LCO No. 3608

*03608 _____ *

Referred to Committee on Appropriations

Introduced by:

SEN. WILLIAMS, 29th Dist.

SEN. LOONEY, 11th Dist.

REP. DONOVAN, 84th Dist.

REP. SHARKEY, 88th Dist.

AN ACT REFORMING THE STATE BUDGET PROCESS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (a) of section 4-30a of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective from*
3 *passage*):

4 (a) [After the accounts for the General Fund have been closed for
5 each fiscal year and the Comptroller has determined the amount of
6 unappropriated surplus in said fund, after any amounts required by
7 provision of law to be transferred for other purposes have been
8 deducted, the amount of such surplus shall be transferred by the State
9 Treasurer to a special fund to be known as the Budget Reserve Fund.]
10 The State Treasurer shall transfer the following amounts into a special
11 fund to be known as the Budget Reserve Fund: (1) An amount equal to
12 fifty per cent of any projected surplus in the General Fund for the
13 current fiscal year as determined in the Comptroller's January

14 cumulative monthly financial statement pursuant to section 3-115, and
15 (2) an amount equal to any unappropriated surplus remaining in the
16 General Fund after any amounts required by provision of law to be
17 transferred for other purposes have been deducted as determined by
18 the Comptroller after the accounts for the General Fund have been
19 closed for each fiscal year. The State Treasurer shall transfer the
20 amount in subdivision (1) of this subsection not less than five days
21 after the Comptroller issues the January cumulative monthly financial
22 statement pursuant to section 3-115. When the amount in [said fund]
23 the Budget Reserve Fund equals [ten] fifteen per cent of the net
24 General Fund appropriations for the fiscal year in progress, no further
25 transfers shall be made by the Treasurer to said fund and the amount
26 of such surplus in excess of that transferred to said fund shall be
27 deemed to be appropriated to the State Employees Retirement Fund, in
28 addition to the contributions required pursuant to section 5-156a, but
29 not exceeding five per cent of the unfunded past service liability of the
30 system as set forth in the most recent actuarial valuation certified by
31 the Retirement Commission. Such surplus in excess of the amounts
32 transferred to the Budget Reserve Fund and the state employees
33 retirement system shall be deemed to be appropriated for: [(1)] (A)
34 Redeeming prior to maturity any outstanding indebtedness of the state
35 selected by the Treasurer in the best interests of the state; [(2)] (B)
36 purchasing outstanding indebtedness of the state in the open market at
37 such prices and on such terms and conditions as the Treasurer shall
38 determine to be in the best interests of the state for the purpose of
39 extinguishing or defeasing such debt; [(3)] (C) providing for the
40 defeasance of any outstanding indebtedness of the state selected by the
41 Treasurer in the best interests of the state by irrevocably placing with
42 an escrow agent in trust an amount to be used solely for, and sufficient
43 to satisfy, scheduled payments of both interest and principal on such
44 indebtedness; or [(4)] (D) any combination of these methods. Pending
45 the use or application of such amount for the payment of interest and
46 principal, such amount may be invested in [(A)] (i) direct obligations of
47 the United States government, including state and local government

48 treasury securities that the United States Treasury issues specifically to
49 provide state and local governments with required cash flows at yields
50 that do not exceed Internal Revenue Service arbitrage limits, [(B)] (ii)
51 obligations guaranteed by the United States government, and [(C)] (iii)
52 securities backed by United States government obligations as collateral
53 and for which interest and principal payments on the collateral
54 generally flow immediately through to the security holder.

55 Sec. 2. Section 4-30b of the general statutes is repealed and the
56 following is substituted in lieu thereof (*Effective from passage*):

57 Notwithstanding the provisions of section 4-30a, after the accounts
58 for the fiscal year ending June 30, 2010, and each fiscal year thereafter,
59 until and including the fiscal year ending June 30, 2017, are closed, if
60 the Comptroller determines there exists an unappropriated surplus in
61 the General Fund, the Secretary of the Office of Policy and
62 Management, in consultation with the State Treasurer, shall use the
63 amount of any such surplus [shall first be used] for either redeeming
64 prior to maturity any outstanding notes issued under section 3-20g [,
65 and any amount beyond that required to redeem such notes shall be
66 used] or to reduce the obligations of the state under the financing plan
67 authorized under section 88 of public act 09-3 of the June special
68 session.

69 Sec. 3. Section 4-72 of the general statutes is repealed and the
70 following is substituted in lieu thereof (*Effective July 1, 2011*):

71 [Part I of the] The budget document shall consist of the Governor's
72 budget message in which he or she shall set forth as follows: (1) [His]
73 The Governor's program for meeting all the expenditure needs of the
74 government for each fiscal year of the biennium to which the budget
75 relates, indicating the classes of funds, general or special, from which
76 such appropriations are to be made and the means through which such
77 expenditure shall be financed; and (2) financial statements giving in
78 summary form: (A) The financial position of all major state operating
79 funds including revolving funds at the end of the last-completed fiscal

80 year in a form consistent with accepted accounting practice. [He] The
81 Governor shall also set forth in similar form the estimated position of
82 each such fund at the end of the year in progress and the estimated
83 position of each such fund at the end of each fiscal year of the
84 biennium to which the budget relates if [his] the Governor's proposals
85 are put into effect; (B) a statement showing as of the close of the last-
86 completed fiscal year, a year by year summary of all outstanding
87 general obligation and special tax obligation debt of the state and a
88 statement showing the yearly interest requirements on such
89 outstanding debt; (C) a summary of appropriations recommended for
90 each fiscal year of the biennium to which the budget relates for each
91 budgeted agency and for the state as a whole in comparison with
92 actual expenditures of the last-completed fiscal year and
93 appropriations and estimated expenditures for the year in progress;
94 (D) for the biennium commencing July 1, 1999, and each biennium
95 thereafter, a summary of estimated expenditures for certain fringe
96 benefits for each fiscal year of the biennium to which the budget
97 relates for each budgeted agency; (E) a summary of permanent full-
98 time positions setting forth the number filled and the number vacant
99 as of the end of the last-completed fiscal year, the total number
100 intended to be funded by appropriations without reduction for
101 turnover for the fiscal year in progress, the total number requested and
102 the total number recommended for each fiscal year of the biennium to
103 which the budget relates; (F) a statement of expenditures for the last-
104 completed and current fiscal years, the agency request and the
105 Governor's recommendation for each fiscal year of the ensuing
106 biennium and, for any new or expanded program, estimated
107 expenditure requirements for the fiscal year next succeeding the
108 biennium to which the budget relates; (G) an explanation of any
109 significant program changes requested by the agency or recommended
110 by the Governor; (H) a summary of the revenue estimated to be
111 received by the state during each fiscal year of the biennium to which
112 the budget relates classified according to sources in comparison with
113 the actual revenue received by the state during the last-completed

114 fiscal year and estimated revenue during the year in progress; and
115 [(G)] (I) such other financial statements, data and comments as in [his]
116 the Governor's opinion are necessary or desirable in order to make
117 known in all practicable detail the financial condition and operations
118 of the government and the effect that the budget as proposed by [him]
119 the Governor will have on such condition and operations. If the
120 estimated revenue of the state for the ensuing biennium as set forth in
121 the budget on the basis of existing statutes, plus the estimated
122 unappropriated surplus at the close of the year in progress available
123 for expenditure in the ensuing biennium, is less than the aggregate
124 appropriations recommended for the ensuing biennium as contained
125 in the budget, the Governor shall make recommendations to the
126 General Assembly in respect to the manner in which such deficit shall
127 be met, whether by an increase in the indebtedness of the state, by the
128 imposition of new taxes, by increased rates on existing taxes or
129 otherwise. If the aggregate of such estimated revenue plus such
130 estimated unappropriated surplus is greater than such recommended
131 appropriations for the ensuing biennium, [he] the Governor shall make
132 such recommendations for the use of such surplus for the reduction of
133 indebtedness, for the reduction in taxation or for other purposes as in
134 his or her opinion are in the best interest of the public welfare.

135 Sec. 4. Section 4-73 of the general statutes is repealed and the
136 following is substituted in lieu thereof (*Effective from passage*):

137 (a) [Part II of the] The budget document shall present in detail for
138 each fiscal year of the ensuing biennium the Governor's
139 recommendation for appropriations to meet the expenditure needs of
140 the state from the General Fund and from all special and agency funds
141 classified by budgeted agencies and showing for each budgeted
142 agency and its subdivisions: (1) A narrative summary describing the
143 agency, the Governor's recommendations for appropriations for the
144 agency, [and a list of agency programs,] the actual expenditure for the
145 last-completed fiscal year, the estimated expenditure for the current
146 fiscal year, the amount requested by the agency and the Governor's

147 recommendations for appropriations for each fiscal year of the ensuing
148 biennium; (2) a summary of permanent full-time positions by fund,
149 setting forth the number filled and the number vacant as of the end of
150 the last-completed fiscal year, the total number intended to be funded
151 by appropriations without reduction for turnover for the fiscal year in
152 progress, the total number requested and the total number
153 recommended for each fiscal year of the biennium to which the budget
154 relates.

155 [(b) In addition, programs shall be supported by: (1) The statutory
156 authorization for the program; (2) a statement of program objectives;
157 (3) a description of the program, including a statement of need,
158 eligibility requirements and any intergovernmental participation in the
159 program; (4) a statement of performance measures by which the
160 accomplishments toward the program objectives can be assessed,
161 which shall include, but not be limited to, an analysis of the workload,
162 quality or level of service and effectiveness of the program; (5)
163 program budget data broken down by major object of expenditure,
164 showing additional federal and private funds; (6) a summary of
165 permanent full-time positions by fund, setting forth the number filled
166 and the number vacant as of the end of the last-completed fiscal year,
167 the total number intended to be funded by appropriations without
168 reduction for turnover for the fiscal year in progress, the total number
169 requested and the total number recommended for each fiscal year of
170 the biennium to which the budget relates; (7) a statement of
171 expenditures for the last-completed and current fiscal years, the
172 agency request and the Governor's recommendation for each fiscal
173 year of the ensuing biennium and, for any new or expanded program,
174 estimated expenditure requirements for the fiscal year next succeeding
175 the biennium to which the budget relates; and (8) an explanation of
176 any significant program changes requested by the agency or
177 recommended by the Governor.]

178 [(c) (1)] (b) There shall be a supporting schedule of total agency
179 expenditures including a line-item, minor object breakdown of

180 personal services, energy costs, contractual services and commodities
181 and a total of state aid grants and equipment, showing the actual
182 expenditures for the last-completed fiscal year, estimated expenditures
183 for the current fiscal year and requested and recommended
184 appropriations for each fiscal year of the ensuing biennium, classified
185 by objects according to a standard plan of classification.

186 [(2) In addition, the supporting schedule of agency energy costs
187 shall be supported by a statement of the agency's plans for energy
188 conservation in each fiscal year of the ensuing biennium, and a
189 statement of the progress the agency has made in the last-completed
190 fiscal year concerning energy conservation.]

191 [(d)] (c) All federal funds expended or anticipated for any purpose
192 shall be accounted for in the budget. The document shall set forth a
193 listing of federal programs, showing the actual expenditures for the
194 last-completed fiscal year, estimated expenditures for the current fiscal
195 year and anticipated funds available for expenditure for each fiscal
196 year of the ensuing biennium. Such federal funds shall be classified by
197 [program in] each budgeted agency but shall not include research
198 grants made to educational institutions.

199 [(e)] (d) [Part II of the] The budget document shall also set forth the
200 budget recommendations for the capital program, to be supported by
201 statements listing the agency's requests and the Governor's
202 recommendations with the statements required by section 4-78.

203 [(f) The appropriations recommended for the legislative branch of
204 the state government shall be the estimates of expenditure
205 requirements transmitted to the Secretary of the Office of Policy and
206 Management by the Joint Committee on Legislative Management
207 pursuant to section 4-77 and the recommended adjustments and
208 revisions of such estimates shall be the recommended adjustments and
209 revisions, if any, transmitted by said committee pursuant to said
210 section 4-77.]

211 [(g)] (e) The appropriations recommended for the [judicial branch of
212 the state government] Judicial Department shall be the estimates of
213 expenditure requirements transmitted to the Secretary of the Office of
214 Policy and Management by the Chief Court Administrator pursuant to
215 section 4-77 and the recommended adjustments and revisions of such
216 estimates shall be the recommended adjustments and revisions, if any,
217 transmitted by said administrator pursuant to section 4-77.

218 Sec. 5. Section 4-74 of the general statutes is repealed and the
219 following is substituted in lieu thereof (*Effective July 1, 2011*):

220 [Part III of the] The budget document shall be based upon the
221 consensus revenue estimate or revised consensus revenue estimate
222 issued pursuant to section 2-36c, and shall [consist of] include a draft
223 or drafts of appropriation and revenue bills to carry out the
224 recommendations of the Governor. [to be included in parts I and II of
225 the budget document.] Such appropriation bills shall indicate the
226 funds, general or special, from which such appropriations shall be
227 paid, but such appropriations need not be in greater detail than to
228 indicate the total appropriation to be made to each budgeted agency
229 and each independently organized division thereof for each major
230 function, [or program,] equipment, land and buildings and
231 improvements.

232 Sec. 6. Section 4-74a of the general statutes is repealed and the
233 following is substituted in lieu thereof (*Effective July 1, 2011*):

234 [Part IV of the] The budget document shall [consist of] include the
235 recommendations of the Governor concerning the economy and shall
236 include an analysis of the impact of both proposed spending and
237 proposed revenue programs on the employment, production and
238 purchasing power of the people and industries within the state.

239 Sec. 7. Section 4-85 of the general statutes is repealed and the
240 following is substituted in lieu thereof (*Effective from passage*):

241 (a) Before an appropriation becomes available for expenditure, each
242 budgeted agency shall submit to the Governor through the Secretary of
243 the Office of Policy and Management, not less than twenty days before
244 the beginning of the fiscal year for which such appropriation was
245 made, a requisition for the allotment of the amount estimated to be
246 necessary to carry out the purposes of such appropriation during each
247 quarter of such fiscal year. Commencing with the fiscal year ending
248 June 30, 2011, the initial allotment requisition for each line item
249 appropriated to the legislative branch and to the judicial branch for
250 any fiscal year shall be based upon the amount appropriated to such
251 line item for such fiscal year minus any amount of budgeted
252 reductions to be achieved by such branch for such fiscal year pursuant
253 to subsection (c) of section 2-35. Appropriations for capital outlays may
254 be allotted in any manner the Governor deems advisable. Such
255 requisition shall contain any further information required by the
256 Secretary of the Office of Policy and Management. The Governor shall
257 approve such requisitions, subject to the provisions of subsection (b) of
258 this section.

259 (b) Any allotment requisition and any allotment in force shall be
260 subject to the following: (1) If the Governor determines that due to a
261 change in circumstances since the budget was adopted certain
262 reductions should be made in allotment requisitions or allotments in
263 force or that estimated budget resources during the fiscal year will be
264 insufficient to finance all appropriations in full, the Governor may
265 modify such allotment requisitions or allotments in force to the extent
266 the Governor deems necessary. Before such modifications are effected
267 the Governor shall file a report with the joint standing committee
268 having cognizance of matters relating to appropriations and the
269 budgets of state agencies and the joint standing committee having
270 cognizance of matters relating to state finance, revenue and bonding
271 describing the change in circumstances which makes it necessary that
272 certain reductions should be made or the basis for his determination
273 that estimated budget resources will be insufficient to finance all
274 appropriations in full. (2) If the cumulative monthly financial

275 statement issued by the Comptroller pursuant to section 3-115 includes
276 a projected General Fund deficit greater than one per cent of the total
277 of General Fund appropriations, the Governor, within thirty days
278 following the issuance of such statement, shall file a report with such
279 joint standing committees, including a plan which [he] the Governor
280 shall implement to modify such allotments to the extent necessary to
281 prevent a deficit. No modification of an allotment requisition or an
282 allotment in force made by the Governor pursuant to this subsection
283 shall result in a reduction of more than [three] five per cent of the total
284 appropriation from any fund or more than [five] ten per cent of any
285 appropriation, except such limitations shall not apply in time of war,
286 invasion or emergency caused by natural disaster.

287 (c) If a plan submitted in accordance with subsection (b) of this
288 section indicates that a reduction of more than [three] five per cent of
289 the total appropriation from any fund or more than [five] ten per cent
290 of any appropriation is required to prevent a deficit, the Governor may
291 request that the Finance Advisory Committee approve any such
292 reduction, provided any modification which would result in a
293 reduction of more than [five] ten per cent of total appropriations shall
294 require the approval of the General Assembly.

295 (d) The secretary shall submit copies of allotment requisitions thus
296 approved or modified or allotments in force thus modified, with the
297 reasons for any modifications, to the administrative heads of the
298 budgeted agencies concerned, to the Comptroller and to the joint
299 standing committee of the General Assembly having cognizance of
300 appropriations and matters relating to the budgets of state agencies,
301 through the Office of Fiscal Analysis. The Comptroller shall set up
302 such allotments on the Comptroller's books and be governed thereby
303 in the control of expenditures of budgeted agencies.

304 (e) The provisions of this section shall not be construed to authorize
305 the Governor to reduce allotment requisitions or allotments in force
306 concerning [(1) aid to municipalities; or (2)] any budgeted agency of

307 the legislative or judicial branch, except that the Governor may
308 propose an aggregate allotment reduction of a specified amount in
309 accordance with this section for the legislative or judicial branch. If the
310 Governor proposes to reduce allotment requisitions or allotments in
311 force for any budgeted agency of the legislative or judicial branch, the
312 Secretary of the Office of Policy and Management shall, at least five
313 days before the effective date of such proposed reductions, notify the
314 president pro tempore of the Senate and the speaker of the House of
315 Representatives of any such proposal affecting the legislative branch
316 and the Chief Justice of any such proposal affecting the judicial branch.
317 Such notification shall include the amounts, effective dates and reasons
318 necessitating the proposed reductions. Not later than three days after
319 receipt of such notification, the president pro tempore or the speaker,
320 or both, or the Chief Justice, as appropriate, may notify the Secretary of
321 the Office of Policy and Management and the chairpersons and
322 ranking members of the joint standing committee of the General
323 Assembly having cognizance of matters relating to appropriations and
324 the budgets of state agencies, in writing, of any objection to the
325 proposed reductions. The committee may hold a public hearing on
326 such proposed reductions. Such proposed reductions shall become
327 effective unless they are rejected by a two-thirds vote of the members
328 of the committee not later than fifteen days after receipt of the
329 notification of objection to the proposed reductions. If the committee
330 rejects such proposed reductions, the Secretary of the Office of Policy
331 and Management shall present an alternative plan to achieve such
332 reductions to the president pro tempore and the speaker for any such
333 proposal affecting the legislative branch or to the Chief Justice for any
334 such proposal affecting the judicial branch. If proposed reductions in
335 allotment requisitions or allotments in force for any budgeted agency
336 of the legislative or judicial branch are not rejected, such reductions
337 shall be achieved as determined by the Joint Committee on Legislative
338 Management or the Chief Justice, as appropriate. The Joint Committee
339 on Legislative Management or the Chief Justice, as appropriate, shall
340 submit such reductions to the Governor through the Secretary of the

341 Office of Policy and Management not later than ten days after the
342 proposed reductions become effective.

343 Sec. 8. Subsection (a) of section 4-87 of the general statutes is
344 repealed and the following is substituted in lieu thereof (*Effective from*
345 *passage*):

346 (a) Whenever any specific appropriation of a budgeted agency
347 proves insufficient to pay the expenditures required for the statutory
348 purposes for which such appropriation was made, the Governor may,
349 at the request of the budgeted agency, transfer from any other specific
350 appropriation of such budgeted agency such amount as the Governor
351 deems necessary to meet such expenditures, except that transfers made
352 from appropriations for fringe benefits to the operating funds of any
353 constituent unit of the state system of higher education may be made
354 only at the close of the fiscal year. No transfer to or from any specific
355 appropriation of a sum or sums of over two hundred fifty thousand
356 dollars or [~~ten~~] fifteen per cent of any such specific appropriation,
357 whichever is less, shall be made under this section in any one fiscal
358 year without the consent of the Finance Advisory Committee except
359 for transfer made from appropriations for fringe benefits to the
360 operating funds of any constituent unit of the state system of higher
361 education. Notification of all transfers made shall be sent to the joint
362 standing committee of the General Assembly having cognizance of
363 matters relating to appropriations and the budgets of state agencies,
364 through the Office of Fiscal Analysis.

365 Sec. 9. Section 5-276b of the general statutes is repealed and the
366 following is substituted in lieu thereof (*Effective from passage*):

367 (a) Whenever a monetary settlement is awarded pursuant to an
368 interest arbitration proceeding conducted pursuant to section 5-276a,
369 [and such award is not rejected by the legislature pursuant to section 5-
370 278,] and payment is not made in accordance with the terms of such
371 [settlement within] award not later than sixty days [of] after the date
372 such award was [issued] approved by the legislature, the party liable

373 for such payment shall be required to pay interest, at the rate of five
374 per cent per annum, on such overdue payment, calculated from the
375 date the award was [issued] approved.

376 (b) Whenever a monetary settlement is awarded pursuant to a state
377 employee grievance arbitration proceeding, and payment is not made
378 in accordance with the terms of such settlement [within thirty] not
379 later than sixty days [of] after the date such award was issued, the
380 party liable for such payment shall be required to pay interest, at the
381 rate of five per cent per annum, on such overdue payment, calculated
382 from the date the award was issued. The filing of a motion to vacate
383 such award shall not toll the sixty-day time period set forth in this
384 subsection.

385 Sec. 10. Subsection (b) of section 5-278 of the general statutes is
386 repealed and the following is substituted in lieu thereof (*Effective from*
387 *passage*):

388 (b) Any agreement reached by the negotiators shall be reduced to
389 writing. The agreement, together with a request for funds necessary to
390 fully implement such agreement and for approval of any provisions of
391 the agreement which are in conflict with any statute or any regulation
392 of any state agency, and any arbitration award, issued in accordance
393 with section 5-276a, together with a statement setting forth the amount
394 of funds necessary to implement such award, shall be filed by the
395 bargaining representative of the employer with the clerks of the House
396 of Representatives and the Senate [within] not later than ten days after
397 the date on which such agreement is reached or such award is
398 distributed. The General Assembly may approve any such agreement
399 as a whole by a majority vote of each house or may reject such
400 agreement as a whole by a majority vote of either house. The General
401 Assembly may reject any such award as a whole by a two-thirds vote
402 of either house if it determines that there are insufficient funds for full
403 implementation of the award. If rejected, the matter shall be returned
404 to the parties for further bargaining. Once approved by the General

405 Assembly, any provision of an agreement or award need not be
406 resubmitted by the parties to such agreement or award as part of a
407 future contract approval process unless changes in the language of
408 such provision are negotiated by such parties. Any supplemental
409 understanding reached between such parties containing provisions
410 which would supersede any provision of the general statutes or any
411 regulation of any state agency or would require additional state
412 funding shall be submitted to the General Assembly for approval in
413 the same manner as agreements and awards. If the General Assembly
414 is in session, it shall vote to approve or reject such agreement or award
415 [within] not later than thirty days after the date of filing. If the General
416 Assembly is not in session when such agreement or award is filed, it
417 shall be submitted to the General Assembly [within] not later than ten
418 days [of] after the first day of the next regular session or special session
419 called for such purpose. The agreement or award shall [be deemed
420 approved if the General Assembly fails to vote to approve or reject
421 such agreement or award within thirty days after such filing or
422 submission] not be implemented unless approved by the General
423 Assembly. The thirty-day period shall not begin or expire unless the
424 General Assembly is in regular session. For the purpose of this
425 subsection, any agreement or award filed with the clerks within thirty
426 days before the commencement of a regular session of the General
427 Assembly shall be deemed to be filed on the first day of such session.

428 Sec. 11. Subsection (d) of section 5-278 of the general statutes is
429 repealed and the following is substituted in lieu thereof (*Effective from*
430 *passage*):

431 (d) No provision of any general statute or special act shall prevent
432 negotiations between an employer and an employee organization
433 which has been designated as the exclusive representative of
434 employees in an appropriate unit, from continuing after the final date
435 for setting the state budget. An agreement between an employer and
436 an employee organization shall be valid and in force under its terms
437 when entered into in accordance with the provisions of this chapter

438 and signed by the chief executive officer or administrator as a
439 ministerial act. Such terms may not make any such agreement effective
440 on a date prior to the date on which the agreement is entered. No
441 publication thereof shall be required to make it effective. The
442 procedure for the making of an agreement between the employer and
443 an employee organization provided by sections 5-270 to 5-280,
444 inclusive, shall be the exclusive method for making a valid agreement
445 for employees represented by an employee organization, and any
446 provisions in any general statute or special act to the contrary shall not
447 apply to such an agreement.

448 Sec. 12. Section 19a-73b of the general statutes is repealed and the
449 following is substituted in lieu thereof (*Effective from passage*):

450 The Department of Public Health may apply for and receive money
451 from public and private sources and from the federal government for
452 the purpose of funding, in whole or in part, a comprehensive cancer
453 program. [Any payment to the state as a settlement of a court action of
454 which the proceeds may be used for health shall be deposited in an
455 account designated for use by the department for comprehensive
456 cancer initiative.]

457 Sec. 13. (NEW) (*Effective from passage*) Any payment to the state as a
458 settlement of a court action shall, at the discretion of the Secretary of
459 the Office of Policy and Management, be deposited in the state's trust
460 fund for other post employment benefits, the State Employees
461 Retirement Fund or the Teachers' Retirement Fund.

462 Sec. 14. (NEW) (*Effective July 1, 2011*) (a) The Secretary of the Office
463 of Policy and Management shall prepare biennial budget documents
464 for the fiscal years ending June 30, 2012, and June 30, 2013, that begin
465 to implement Generally Accepted Accounting Principles (GAAP) by
466 maintaining balanced operations and make any other provisions, as
467 appropriate, for the implementation of such plan as is presented to the
468 General Assembly pursuant to the requirements in subsection (b) of
469 this section. The secretary shall coordinate measures taken towards the

470 implementation of GAAP with the offices of the Comptroller,
471 Treasurer and the Auditors of Public Accounts.

472 (b) Not later than sixty days after the Governor's transmittal to the
473 General Assembly of the biennial budget document for the fiscal years
474 ending June 30, 2012, and June 30, 2013, the secretary shall present to
475 the joint standing committees of the General Assembly having
476 cognizance of matters relating to appropriations and finance, revenue
477 and bonding a written plan to bring the state into compliance with
478 GAAP. The secretary or his designee shall be available to appear
479 before said committees to answer questions related to such plan at the
480 invitation of said committees.

481 (c) Not later than sixty days after the Governor's transmittal to the
482 General Assembly of the midterm budget adjustments for the biennial
483 budget for the fiscal years ending June 30, 2012, and June 30, 2013, the
484 secretary shall submit to the joint standing committees of the General
485 Assembly having cognizance of matters relating to appropriations and
486 revenue, finance and bonding a status report on the adoption and
487 implementation of the plan presented to such committees pursuant to
488 subsection (b) of this section. The secretary or his designee shall be
489 available to appear before said committees to answer questions related
490 to such plan at the invitation of said committees.

491 Sec. 15. (NEW) (*Effective July 1, 2011*) (a) Notwithstanding any
492 provision of the general statutes, the Comptroller, in carrying out
493 accounting processes and financial reporting that meet constitutional
494 needs, shall provide for the budgetary and financial reporting needs of
495 the Legislative Department and the Judicial Department and the
496 constituent units of the state system of higher education, as defined in
497 section 10a-1 of the general statutes, as may be necessary through the
498 CORE-CT system.

499 (b) Notwithstanding any provision of the general statutes, the
500 Comptroller and the Commissioner of Administrative Services shall
501 develop a plan for providing for the human resources requirements of

502 the Legislative Department and the Judicial Department and the
 503 constituent units of the state system of higher education, as defined in
 504 section 10a-1 of the general statutes, as may be necessary through the
 505 CORE-CT system. Such plan shall be implemented not later than
 506 June 30, 2013.

507 Sec. 16. (NEW) (*Effective July 1, 2011*) Notwithstanding any other
 508 provisions of the statutes to the contrary, nonfaculty hiring within the
 509 public higher education system and positions within the Division of
 510 Criminal Justice shall follow the same review and approval process as
 511 other agencies within the executive branch.

512 Sec. 17. Sections 1-81a, 1-205a, 4-67v and 9-7c of the general statutes
 513 are repealed. (*Effective July 1, 2011*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	4-30a(a)
Sec. 2	<i>from passage</i>	4-30b
Sec. 3	<i>July 1, 2011</i>	4-72
Sec. 4	<i>from passage</i>	4-73
Sec. 5	<i>July 1, 2011</i>	4-74
Sec. 6	<i>July 1, 2011</i>	4-74a
Sec. 7	<i>from passage</i>	4-85
Sec. 8	<i>from passage</i>	4-87(a)
Sec. 9	<i>from passage</i>	5-276b
Sec. 10	<i>from passage</i>	5-278(b)
Sec. 11	<i>from passage</i>	5-278(d)
Sec. 12	<i>from passage</i>	19a-73b
Sec. 13	<i>from passage</i>	New section
Sec. 14	<i>July 1, 2011</i>	New section
Sec. 15	<i>July 1, 2011</i>	New section
Sec. 16	<i>July 1, 2011</i>	New section
Sec. 17	<i>July 1, 2011</i>	Repealer section

Statement of Purpose:

To implement the Governor's budget recommendations.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]