

**Proposed Substitute
Bill No. 7403**

LCO No. 7755

**AN ACT CONCERNING THE DATE FOR SUBMITTAL OF THE FISCAL
ACCOUNTABILITY REPORT AND ELIMINATING THE NOVEMBER
HEARING ON PROJECTED STATE AGENCY DEFICIENCIES.**

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

1 Section 1. Subsection (b) of section 2-36b of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective*
3 *October 1, 2019*):

4 (b) On or before November [~~fifteenth~~] twentieth, annually, the
5 Secretary of the Office of Policy and Management and the director of
6 the legislative Office of Fiscal Analysis shall each submit the following
7 to the joint standing committees of the General Assembly having
8 cognizance of matters relating to appropriations and the budgets of
9 state agencies and finance, revenue and bonding: (1) For the current
10 biennium and the next ensuing three fiscal years, a consensus estimate
11 of state revenues developed in accordance with subsection (a) of
12 section 2-36c, an estimate of the level of expenditure change from
13 current year expenditures allowable by consensus revenue estimates in
14 each fund, any changes to current year expenditures necessitated by
15 fixed cost drivers, and the aggregate changes to current year
16 expenditures required to accommodate fixed cost drivers without
17 exceeding current revenue estimates; (2) the projected tax credits to be
18 used in the current biennium and the next ensuing three fiscal years,
19 and the assumptions on which such projections are based; (3) a

20 summary of any estimated deficiencies in the current fiscal year, the
21 reasons for such deficiencies, and the assumptions upon which such
22 estimates are based; (4) the projected balance in the Budget Reserve
23 Fund at the end of each uncompleted fiscal year of the current
24 biennium and the next ensuing three fiscal years; (5) the projected
25 bond authorizations, allocations and issuances in each of the next
26 ensuing five fiscal years and their impact on the debt service of the
27 major funds of the state; (6) an analysis of revenue and expenditure
28 trends and of the major cost drivers affecting state spending, including
29 identification of any areas of concern and efforts undertaken to
30 address such areas, including, but not limited to, efforts to obtain
31 federal funds; and (7) an analysis of possible uses of surplus funds,
32 including, but not limited to, the Budget Reserve Fund, debt retirement
33 and funding of pension liabilities. For purposes of this section, "fixed
34 cost drivers" may include costs related to debt service, pension
35 contributions, retiree health care, entitlement programs and federal
36 mandates.

37 Sec. 2. Section 2-36a of the general statutes is repealed. (*Effective*
38 *October 1, 2019*)

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>October 1, 2019</i>	2-36b(b)
Sec. 2	<i>October 1, 2019</i>	Repealer section