

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

HB-7424

AN ACT CONCERNING THE STATE BUDGET FOR THE BIENNIUM
ENDING JUNE THIRTIETH, 2021, AND MAKING
APPROPRIATIONS THEREFOR, AND IMPLEMENTING
PROVISIONS OF THE BUDGET.

AMENDMENT

LCO No.: 10637

OFA Fiscal Note

See Fiscal Note Details

The amendment reduces the Bioscience account appropriation to the University of Connecticut Health Center in the bill by \$4,138,000 in both FY 20 and FY 21. This results in a savings to the General Fund totaling approximately \$8.2 million in both FY 20 and FY 21, including approximately \$4 million which will accrue to the Office of the State Comptroller - Fringe Benefits.

The amendment also reduces the FY 20 and FY 21 College & Hospital PILOT grant to Middletown by \$4 million. This results in a savings to the General Fund, and a corresponding revenue loss to the City of Middletown.

The amendment also makes a series of adjustments as follows:

Section 501 results in a cost to the General Fund and the Pequot Fund cumulatively of \$58.6 million in FY 20 and \$119.3 in FY 21 by increasing funding for six municipal grants by 2.5% in FY 20 and 5% in FY 21. There is a corresponding revenue gain to municipalities as a result of the amendment. The grant funding increased by the amendment includes ECS, the State Property PILOT, College and Hospital PILOT, Pequot grants, Municipal Stabilization and Municipal Revenue Sharing.

Primary Analyst: DD
Contributing Analyst(s):

6/3/19
(FN)

Section 502 requires non-union state employees to take three furlough days. This would save \$4.1 million in FY 20 and FY 21.

Section 503 requires the State Contracting Standards Board (SCSB) to develop a procurement plan for state contracting agencies in order to achieve savings of \$25 million in FY 20 and \$75 million in FY 21. This section further requires SCSB to submit such plan to the Governor and Secretary of the Office of Policy and Management for implementation of such plan by August 1, 2019.

Section 504 Results in savings of \$2,250,000 in FY 21 and \$4,250,000 in FY 22 as Section 504 allows the Office of Policy and Management to make allotment reductions to the Department of Mental Health and Addiction Services to achieve privatization savings.

Section 505 requires the Department of Administrative Services to implement a plan to consolidate personnel, payroll, affirmative action and business off functions to achieve \$5 million in savings in FY 20 and \$10 million in savings in FY 21.

Section 506 requires each commissioner or chief of any budgeted agency to implement a hard hiring freeze. This is estimated to save \$35 million in FY 20 and \$100 million in FY 21.

The preceding Fiscal Impact statement is prepared for the benefit of the members of the General Assembly, solely for the purposes of information, summarization and explanation and does not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.