

Office of Higher Education DHE66500

Permanent Full-Time Positions

Fund	Actual FY 14	Actual FY 15	Governor Estimated FY 16	Original Appropriation FY 17	Governor Revised FY 17	Final FY 17	Difference Fin-Gov FY 17
General Fund	21	27	27	27	27	27	-

Budget Summary

Account	Actual FY 14	Actual FY 15	Governor Estimated FY 16	Original Appropriation FY 17	Governor Revised FY 17	Final FY 17	Difference Fin-Gov FY 17
Personal Services	1,642,006	1,962,687	1,800,433	1,800,433	-	1,634,530	1,634,530
Other Expenses	131,912	135,243	173,987	100,307	-	77,738	77,738
Other Current Expenses							
Minority Advancement Program	1,294,979	2,219,797	2,188,526	2,188,526	-	1,845,041	1,845,041
Alternate Route to Certification	85,721	86,181	97,720	97,720	-	47,883	47,883
National Service Act	191,431	297,780	295,904	299,969	-	268,964	268,964
International Initiatives	66,453	64,917	-	-	-	-	-
Minority Teacher Incentive Program	401,779	422,068	447,806	447,806	-	366,705	366,705
English Language Learner Scholarship	-	12,500	-	-	-	-	-
Agency Operations	-	-	-	-	43,818,769	-	(43,818,769)
Other Than Payments to Local Governments							
Governor's Scholarship	39,642,374	40,992,544	39,638,381	41,023,498	-	37,363,944	37,363,944
Nonfunctional - Change to Accruals	123,784	(90,874)	-	-	-	-	-
Agency Total - General Fund	43,580,439	46,102,843	44,642,757	45,958,259	43,818,769	41,604,805	(2,213,964)
Additional Funds Available							
Carry Forward Funding	-	-	-	-	-	1,555,440	1,555,440
Agency Grand Total	43,580,439	46,102,843	44,642,757	45,958,259	43,818,769	43,160,245	(658,524)

Account	Governor Revised FY 17	Final FY 17	Difference from Governor
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Policy Revisions

Consolidate Appropriations for Agency Operations

Personal Services	(1,767,289)	-	1,767,289
Other Expenses	(87,259)	-	87,259
Minority Advancement Program	(2,071,639)	-	2,071,639
National Service Act	(299,969)	-	299,969
Minority Teacher Incentive Program	(443,328)	-	443,328
Agency Operations	45,692,982	-	(45,692,982)
Governor's Scholarship	(41,023,498)	-	41,023,498
Total - General Fund	-	-	-

Background

Currently, state agency appropriations are distributed between multiple line items. The Governor's Revised FY 17 budget consolidates funding by collapsing most or all appropriations into a new "Agency Operations" line item. Certain major line items

Account	Governor Revised FY 17	Final FY 17	Difference from Governor
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such as Education Cost Sharing (ECS) grants, entitlements, pension and debt service payments, remain as separate line items within their respective agencies and are not consolidated.

Governor

Consolidate all agency appropriations into one account.

Final

Maintain existing appropriated accounts.

Reduce Funding for Various Accounts

Personal Services	-	(82,691)	(82,691)
Other Expenses	-	(5,656)	(5,656)
Minority Advancement Program	-	(142,272)	(142,272)
National Service Act	-	(19,447)	(19,447)
Minority Teacher Incentive Program	-	(28,740)	(28,740)
Agency Operations	(2,627,346)	-	2,627,346
Governor's Scholarship	-	(3,659,554)	(3,659,554)
Total - General Fund	(2,627,346)	(3,938,360)	(1,311,014)

Background

The Governor reduces funding in the new Agency Operations accounts across state agencies by \$267.9 million.

Governor

Reduce funding by \$2,627,346 to reflect a 5.75% reduction.

Final

Reduce funding by \$3,938,360.

Reduce Funding for Alternate Route to Certification

Alternate Route to Certification	(47,883)	-	47,883
Total - General Fund	(47,883)	-	47,883

Background

The Alternate Route to Certification (ARC) is a teacher preparation program that annually prepares 220 adults who are looking to change careers and enter the teaching profession.

The ARC program generates revenue from program fees and pays for instructors, facility costs, administrative support, and accreditation. The current balance of the ARC account is approximately \$620,000, with an end of fiscal year balance projected at \$380,000.

Governor

Reduce funding by \$47,883 for the Alternate Route to Certification program. The difference in funding will be paid using student tuition and fees.

Final

Funding for the Alternate Route to Certification is maintained.

Reduce Funding for Minority Teacher Incentive Program

Minority Teacher Incentive Program	-	(47,883)	(47,883)
Total - General Fund	-	(47,883)	(47,883)

Final

Reduce funding for the Minority Teacher Incentive Program by \$47,883.

Reduce Various Accounts

Personal Services	-	(50,068)	(50,068)
Other Expenses	-	(3,865)	(3,865)
Minority Advancement Program	-	(84,326)	(84,326)
National Service Act	-	(11,558)	(11,558)
Total - General Fund	-	(149,817)	(149,817)

Account	Governor Revised FY 17	Final FY 17	Difference from Governor
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Final

Reduce funding in various accounts to achieve \$149,817 in savings.

Rollout of FY 16 DMP

Personal Services	(18,004)	(18,004)	-
Other Expenses	(10,439)	(10,439)	-
Minority Advancement Program	(109,426)	(109,426)	-
Alternate Route to Certification	(49,837)	(49,837)	-
Minority Teacher Incentive Program	(4,478)	(4,478)	-
Total - General Fund	(192,184)	(192,184)	-

Background

PA 15-1 December Special Session (AA Making Certain Structural Changes to the State Budget and Adjustments to the State Budget for the Biennium Ending June 30, 2017) made FY 16 General Fund expenditure modifications of \$195.8 million in various agencies and accounts. The Governor's FY 17 budget includes the rollout of \$90.5 million of the FY 16 DMP across various agencies.

Governor

Reduce funding by \$192,184 in FY 17 to reflect the rollout of expenditure reductions in PA 15-1 DSS.

Final

Same as Governor

Distribute Lapses

Personal Services	(15,140)	(15,140)	-
Other Expenses	(2,609)	(2,609)	-
Minority Advancement Program	(7,461)	(7,461)	-
Total - General Fund	(25,210)	(25,210)	-

Background

The Original FY 16 - 17 Biennial Budget included bottom line savings targets (lapses) totaling \$95,110,616 in FY 16 and \$100,816,745 in FY 17. These savings targets were allocated to agencies via holdbacks in FY 16.

Governor

Reduce funding by \$25,210 to reflect the allocation of these lapses in the FY 17 revised budget.

Final

Same as Governor

Transfer Funding to Agencies for Fringe Benefits

Agency Operations	753,133	-	(753,133)
Total - General Fund	753,133	-	(753,133)

Background

Funding for fringe benefits for General Fund and Special Transportation Fund supported employees is budgeted centrally in the State Comptroller-Fringe Benefit accounts.

Governor

Transfer funding of \$753,133 from the Office of the State Comptroller to the Agency Operations account to support fringe benefit costs for employers' social security and Medicare taxes, active employee health, and the normal retirement costs for employees whose earnings are supported by the General Fund and the Special Transportation Fund.

Final

Maintain funding for fringe benefits within the Office of the State Comptroller.

Account	Governor Revised FY 17	Final FY 17	Difference from Governor
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Carry Forward

Carry Forward Funding for Financial Assistance

Governor's Scholarship	-	1,555,440	1,555,440
Total - Carry Forward Funding	-	1,555,440	1,555,440

Final

Pursuant to CGS Sec. 4-89(f), \$1,555,440 is carried forward from FY 16 into FY 17 for the Governor's Scholarship Program, for purposes of student financial assistance.

Totals

Budget Components	Governor Revised FY 17	Final FY 17	Difference from Governor
Original Appropriation - GF	45,958,259	45,958,259	-
Policy Revisions	(2,139,490)	(4,353,454)	(2,213,964)
Total Recommended - GF	43,818,769	41,604,805	(2,213,964)

Positions	Governor Revised FY 17	Final FY 17	Difference from Governor
Original Appropriation - GF	27	27	-
Total Recommended - GF	27	27	-

*Other Significant Legislation***PA 16-2, An Act Adjusting the State Budget for the Biennium Ending June 30, 2017**

Sections 26, 34, 35, and 36 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 17 appropriation levels will be reduced by the amounts shown in the table below to achieve the lapses included in PA 16-2. This includes an Unallocated Lapse of \$416,045 and a Targeted Lapse of \$832,097. See the FY 17 Holdbacks schedule in Section V of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	1,634,530	(49,036)	1,585,494	3.00%
Other Expenses	77,738	(2,332)	75,406	3.00%
Minority Advancement Program	1,845,041	(55,351)	1,789,690	3.00%
Alternate Route to Certification	47,883	(1,436)	46,447	3.00%
National Service Act	268,964	(8,068)	260,896	3.00%
Minority Teacher Incentive Program	366,705	(11,001)	355,704	3.00%
Governor's Scholarship	37,363,944	(1,120,918)	36,243,026	3.00%