

As of January 25, 2022, the Office of Fiscal Analysis is projecting **\$30.8** million in state agency General Fund shortfalls. The following table reflects the level of funding that is anticipated to be needed by various agencies from the General Fund this fiscal year.

FY 22 General Fund Estimated Deficiency Needs

In Millions of Dollars

Agency	Deficiency
Office of the State Comptroller - Adjudicated Claims	25.0
Department of Emergency Services and Public Protection	3.0
Department of Developmental Services	2.4
Dept. of Economic & Community Development	0.5
TOTAL	30.8

Numbers may not add due to rounding.

A description of each of these deficiencies is provided below.

Office of the State Comptroller - Adjudicated Claims - \$25 million

There is an anticipated shortfall of \$25 million in the Adjudicated Claims Account. No appropriation was provided in the FY 22 and FY 23 budget. To date, approximately \$21 million has been expended in FY 22.

Department of Emergency Services and Public Protection - \$3 million

The Department of Emergency Services and Public Protection is projected to have a \$3 million deficiency in the Personal Services (PS) account. The deficiency is due to the accumulated leave payouts for retirees, which are historically covered by the Reserve for Salary (RSA) account.

Department of Developmental Services - \$2.4 million

A net shortfall of \$2.4 million is anticipated due to expenditure requirements from the implementation of the ARPA Home and Community Based Services reinvestment plan. The accounts impacted by the reinvestment plan have additional requirements of \$10.4 million and include the following: Employment Day Services, \$10.3 million; and ID Partnership, \$100,000. Partially offsetting these additional requirements are projected lapses of \$3 million in Personal Services due to turnover; \$4 million in the Behavioral Services Program based on lower caseload and \$1 million in Emergency Placements due to the timing of new initiatives.

Note: The Community Residential Services account which funds DDS consumers is budgeted in DSS and is also impacted by the ARPA Home and Community Based Services reinvestment plan. There is a \$22.4 million additional funding requirement in the Community Residential Services account associated with the reinvestment plan. This is offset by a significant lapse in the Medicaid account.

Department of Economic and Community Development - \$450,000

The agency's net projected deficiency of \$450,000 is due to costs associated with the administration of the Social Equity Council and a study required under PA 21-1 JSS, an Act Concerning Responsible and Equitable Regulation of Adult-Use Cannabis.

Under the Act, these costs were to be funded through new accounts that were established to support the Social Equity Council. However, the revenues for those accounts, which are certain licensing fees related to the cannabis industry, are yet to be generated so the agency's Personal Service (\$300,000) and Other Expenses (\$200,000) accounts must incur the costs in the meantime.

The deficiency is partially offset by a lapse of \$50,000 in Office of Military Affairs account.