

# State Comptroller

## OSC15000

### Position Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Permanent Full-Time - GF	273	273	273	273	273	273

### Budget Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Personal Services	21,680,194	22,690,975	22,884,665	24,043,551	22,884,665	24,043,551
Other Expenses	3,594,195	4,018,046	4,421,958	4,421,958	4,241,958	4,141,958
Equipment	0	1	1	1	1	1
<b>Other Current Expenses</b>						
Tuition Reimbursement - Training and Travel	2,946,901	0	0	0	0	0
Death Benefits For St Employ	10,900	0	0	0	0	0
<b>Other Than Payments to Local Governments</b>						
Governmental Accounting Standards Board	19,570	19,570	19,570	19,570	19,570	19,570
<b>GAAP Adjustments</b>	<b>0</b>	<b>0</b>	<b>203,623</b>	<b>148,923</b>	<b>203,623</b>	<b>148,923</b>
<b>Agency Total - General Fund</b>	<b>28,251,760</b>	<b>26,728,592</b>	<b>27,529,817</b>	<b>28,634,003</b>	<b>27,349,817</b>	<b>28,354,003</b>
<b>Additional Funds Available</b>						
Private Contributions	71,632	0	0	0	0	0
<b>Agency Grand Total</b>	<b>28,323,392</b>	<b>26,728,592</b>	<b>27,529,817</b>	<b>28,634,003</b>	<b>27,349,817</b>	<b>28,354,003</b>

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

### Current Services

#### Adjust for FY 13 Deficiency

Personal Services	0	(1,100,000)	0	(1,100,000)	0	0	0	0
Other Expenses	0	(600,000)	0	(600,000)	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(1,700,000)</b>	<b>0</b>	<b>(1,700,000)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Background

Section 62 of PA 13-184, the FY 14 and FY 15 Budget, results in an increase to the General Fund of \$142 million in FY 13. The bill includes \$1.2 million in deficiency funding in FY 13 for this agency; \$600,000 in Personal Services; and \$600,000 in Other Expenses.

The agency is not anticipated to achieve savings targets that PA 12-1 of the December Special Session, the Deficit Mitigation Act, established in these accounts due in large part to certain inflexible costs related to upgrading and maintaining the CORE-CT accounting system and providing payouts to retiring personnel for accrued vacation and sick time. The FY 13 budget for Other Expenses was \$400,000 below historical levels once deficit mitigation reductions are taken into account.

#### Governor

A current services adjustment of \$1.7 million is made in FY 14 and FY 15 to recognize the deficiency in FY 13 as being one-time in nature.

#### Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

### Adjust Funding to Reflect Wage & Compensation Related Costs

Personal Services	0	1,343,718	0	2,557,678	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>1,343,718</b>	<b>0</b>	<b>2,557,678</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Governor

Provide funding of \$1,343,718 in FY 14 and \$2,557,678 in FY 15 to reflect current services wage-related adjustments such as annual increments, general wage increases, overtime, annualization, turnover, and other compensation-related adjustments.

#### Legislative

Same as Governor

### Adjust Operating Expenses to Reflect Current Requirements

Other Expenses	0	1,006,000	0	1,006,000	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>1,006,000</b>	<b>0</b>	<b>1,006,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Governor

Provide funding of \$1,006,000 in FY 14 and in FY 15 in Other Expenses to reflect FY 14 and FY 15 anticipated expenditure requirements. These costs include IT hardware maintenance and support, management consulting services and training.

#### Legislative

Same as Governor

### Apply Inflationary Increases

Other Expenses	0	74,168	0	175,443	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>74,168</b>	<b>0</b>	<b>175,443</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Background

Applying inflationary factors to current year expenditures provides an estimate of the cost of continuing services into the next year.

#### Governor

Increase funding in Other Expenses by \$74,168 in FY 14 and an additional \$101,275 in FY 15 (for a cumulative total of \$175,443 in the second year) to reflect inflationary increases.

#### Legislative

Same as Governor

### Provide Funding for GAAP

Nonfunctional - Change to Accruals	0	210,382	0	94,897	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>210,382</b>	<b>0</b>	<b>94,897</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Background

Each agency's budget will include a new line item account called "Nonfunctional - Change to Accruals". This line item represents the estimate of the difference between an agency's cash-basis budget amounts and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

#### Governor

Provide funding of \$210,382 in FY 14 and \$94,897 in FY 15 to reflect the implementation of GAAP in the budget.

#### Legislative

Same as Governor

### Policy Revisions

#### Provide Funding for Market Feasibility Study

Other Expenses	0	100,000	0	0	0	100,000	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>100,000</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>100,000</b>	<b>0</b>	<b>0</b>

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

**Background**

SB 54, 'An Act Establishing a Retirement Savings Plan for Low-Income Private Sector Workers' establishes and requires the Connecticut Retirement Security Trust Fund Board to conduct a market feasibility study, which is expected to be contracted with an expert and cost approximately \$100,000.

**Legislative**

The Senate didn't vote on the bill during the 2013 session, hence the study is not required by law.

**Remove Funding for Salary Increases of Appointed Officials**

Personal Services	0	(50,028)	0	(105,102)	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(50,028)</b>	<b>0</b>	<b>(105,102)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Governor**

Reduce funding by \$50,028 in FY 14 and \$105,102 in FY 15 to reflect the elimination of salary increases for appointed officials.

**Legislative**

Same as Governor

**Reduce Other Expenses Accounts**

Other Expenses	0	(280,000)	0	(280,000)	0	(280,000)	0	(280,000)
<b>Total - General Fund</b>	<b>0</b>	<b>(280,000)</b>	<b>0</b>	<b>(280,000)</b>	<b>0</b>	<b>(280,000)</b>	<b>0</b>	<b>(280,000)</b>

**Legislative**

Reduce funding by \$280,000 in both FY 14 and FY 15. The reductions by OE category are:

- \$200,000 in both FY 14 and FY 15 for IT Software Maintenance & Support
- \$50,000 in both FY 14 and FY 15 for IT Consultant Services, and
- \$30,000 in both FY 14 and FY 15 for General Office Supplies.

**Eliminate Inflationary Increases**

Other Expenses	0	(74,168)	0	(175,443)	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(74,168)</b>	<b>0</b>	<b>(175,443)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Governor**

Reduce Other Expenses by \$74,168 in FY 14 and \$175,443 in FY 15 to reflect the elimination of inflationary increases.

**Legislative**

Same as Governor

**Transfer Funding - Centralize Courier & Mail Services in DAS**

Other Expenses	0	(2,088)	0	(2,088)	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(2,088)</b>	<b>0</b>	<b>(2,088)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Governor**

Transfer funding of \$2,088 in FY 14 and in FY 15 to reflect moving courier and central mail services to the Department of Administrative Services (DAS).

**Legislative**

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

**Adjust Funding for GAAP**

Nonfunctional - Change to Accruals	0	(6,759)	0	54,026	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(6,759)</b>	<b>0</b>	<b>54,026</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Governor**

Reduce funding by \$6,759 in FY 14 and increase funding by \$54,026 in FY 15 to reflect changes to GAAP accruals as a result of policy changes.

**Legislative**

Same as Governor

**Totals**

Budget Components	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	273	26,728,592	273	26,728,592	0	0	0	0
Current Services	0	934,268	0	2,134,018	0	0	0	0
Policy Revisions	0	(313,043)	0	(508,607)	0	(180,000)	0	(280,000)
<b>Total Recommended - GF</b>	<b>273</b>	<b>27,349,817</b>	<b>273</b>	<b>28,354,003</b>	<b>0</b>	<b>(180,000)</b>	<b>0</b>	<b>(280,000)</b>

**Other Significant Legislation****PA 13-184, An Act Concerning Expenditures and Revenue for the Biennium Ending June 30, 2015**

Sections 11, 12 and 49 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 14 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 13-184. This includes a General Lapse of \$113,095, a General Other Expenses Lapse of \$34,749, and a Statewide Hiring Reduction Lapse of \$67,352. See the FY 14 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	22,884,665	(162,840)	22,721,825	0.71%
Other Expenses	4,241,958	(52,356)	4,189,602	1.23%