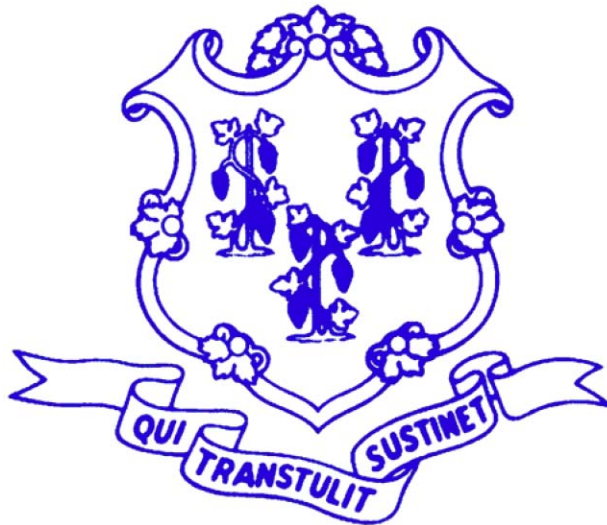


# CONNECTICUT STATE BUDGET

FY 12 & FY 13 BIENNIUM

## Part II Summary & Schedules



OFFICE OF FISCAL ANALYSIS  
CONNECTICUT GENERAL ASSEMBLY

\* Note on this document:

OFA publishes annually a comprehensive set of information on the state budget. This year, since we have converted to a web-based publishing of this information we have published it in two parts. Part I contains all of the individual agency budgets along with some brief information on the budget picture for FY 12 and FY 13.

Part II (this document) contains summaries, schedules, illustrations and descriptions of the state budget including the capital budget.

Revisions/Updates:

The table on page 71 was revised on November 10, 2011 to properly reflect the FY 12 and FY 13 general budget expenditures.

## How to Navigate This Document on the Website

An image of a hand will appear when hovering over items in the Table of Contents on the following page. This indicates that an item can be accessed directly by clicking on the desired item or page. You may also use the "Find" box in the toolbar above to search for a specific key word or phrase within the budget document. Search words or phrases must be spelled correctly to be located within the document.

Please refer to the second page within the Table of Contents for the Index of Agency Budget Detail.

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# I. OVERVIEW

## BUDGET DEVELOPMENT

The development and finalization of the budget for the FY 12 & FY 13 biennium took an unusual journey. This was largely due to the significant size of the budget gap that had to be closed and the manner in which Governor Dannel Malloy proposed to deal with it. In February 2011, the Governor estimated significant shortfalls of \$3.2 billion in FY 12 and a \$3.0 billion in FY 13 based on his current services projections.<sup>1</sup>

The Governor's recommended budget, presented to the legislature on February 16, 2011, proposed closing the gap through significant revenue enhancements and various spending reductions, a cornerstone of which was \$2.0 billion (\$1.0 billion/year) in unspecified state employee union concessions.

The legislature passed a revised version of his proposal (PA 11-6) on May 3, 2011, but kept the targeted concession savings levels that were included in the Governor's recommended budget even though negotiations with the unions had not concluded. The outcome of negotiations between the administration and union leadership would not be known for another 10 days when an agreement was announced on May 13, 2011 (and signed by the parties on May 27, 2011). The agreement fell short of the original \$2.0 billion savings target but included a range of salary, health, pension and other savings proposals designed to achieve \$1.6 billion in savings over two years (\$700 million in FY 12 and \$900 million in FY 13).

Since the final concession figures were short by \$400 million over two years, the Governor submitted a plan to revise PA 11-6 to bring it into balance. The legislature again revised the plan and passed it (PA 11-61) on June 6 & 7, 2011. However, although the union leadership representing SEBAC<sup>2</sup> had negotiated the agreement with the state, the various unions had to approve the agreement in order to make it effective. Union members failed to ratify the agreement between SEBAC and the state (signed on May 27, 2011).

Faced with starting the fiscal year on July 1 with a budget that was significantly out of balance, a special session was called for late June. The legislature on June 30, 2011 (PA 11-1, JSS) granted the Governor temporary expanded rescissionary authority as well as various other measures designed to enable the Governor to implement reductions should concessions once again fail. Pursuant to PA 11-1 JSS, the Governor submitted the required budget reduction plan on 7/15/11.

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<sup>1</sup>When the final budget was formulated and passed by the legislature on 5/3/11, projected revenues for the biennium had improved so that the actual budget deficit that had to be closed on that date had been reduced to \$2.9 billion in FY 12 and \$2.7 billion in FY 13.

<sup>2</sup>State Employee Bargaining Agent Coalition.

Ultimately this authority and the associated alternate budget reductions were not necessary as the second agreement was approved by union membership; submitted to the General Assembly on August 22, 2011 and subsequently deemed approved pursuant to PA 11-1 JSS.

## **FY 12 - FY 13 BIENNIAL BUDGET SUMMARY**

The biennial budget (PA 11-6 as adjusted by PA 11-61) appropriates \$20,140.8 million in FY 12 and \$20,400.0 million in FY 13 to state agencies. The appropriations are supported by estimated revenues of \$20,222.9 million in FY 12 and \$20,946.4 million in FY 13, as adopted by the Finance, Revenue and Bonding Committee on June 24, 2011.<sup>1</sup> The table below compares the revenue estimates to the appropriations included in the budget.

Fund	FY 12 \$ (millions)			FY 13 \$ (millions)		
	Revenue Estimate	Appropriation	Surplus/ (Deficit)	Revenue Estimate	Appropriation	Surplus/ (Deficit)
General	18,788.6	18,707.7	80.9	19,441.0	18,952.5	488.5
Transportation	1,262.5	1,261.9	0.6	1,335.0	1,277.8	57.2
Other Appropriated <sup>2</sup>	171.8	171.2	0.6	170.4	169.6	0.8
<b>TOTAL</b>	<b>20,222.9</b>	<b>20,140.8</b>	<b>82.1</b>	<b>20,946.4</b>	<b>20,400.0</b>	<b>546.5</b>

It should be noted that section 46 of PA 11-48, requires any available unappropriated surplus at the end of the year be used to cover any increase in the Generally Accepted Accounting Principles estimated deficit up to \$75.0 million in FY 12 and up to \$50.0 million in FY 13. These amounts would reduce the surplus figures above. Any remaining unappropriated surplus would be used to redeem Economic Recovery Notes issued to finance the FY 09 deficit, as required by section 511 of Public Act 09-3, June Special Session.

## **FY 11: PROJECTED DEFICIT TURNS TO SURPLUS**

During the Fall of 2010, based on increased spending requirements and concerns about projected revenue growth, OFA projected an \$83.0 million deficit for FY 11. However, based on improving revenues primarily from sales and income tax, the projected deficit disappeared by January and grew to about \$1.0 billion in size by the end of the year. This enabled the avoidance of \$646 million in previously planned securitization of energy charges generated from electric bills.

<sup>1</sup>On June 24, 2011 the Finance, Revenue, and Bonding Committee adopted revenue estimates totaling \$20,222.9 million in FY 12 and \$20,946.3 million in FY 13. Subsequently, the Governor vetoed PA 11-142, "An Act Promoting Economic Development In The Area Surrounding Oxford Airport," which included a \$100,000 reduction in projected revenue in FY 13. Consequently, appropriations are supported by estimated revenues of \$20,946.4 million in FY 13.

<sup>2</sup>Includes the following: Mashantucket Pequot and Mohegan Fund; Regional Market Operation Fund; Banking Fund; Insurance Fund; Consumer Counsel and Public Utility Control Fund; Workers' Compensation Fund; Criminal Injuries Compensation Fund; and Soldiers, Sailors and Marines' Fund.

**BIENNIAL BUDGET FUND SUMMARY  
(PA 11-6 as adjusted by PA 11-61)**

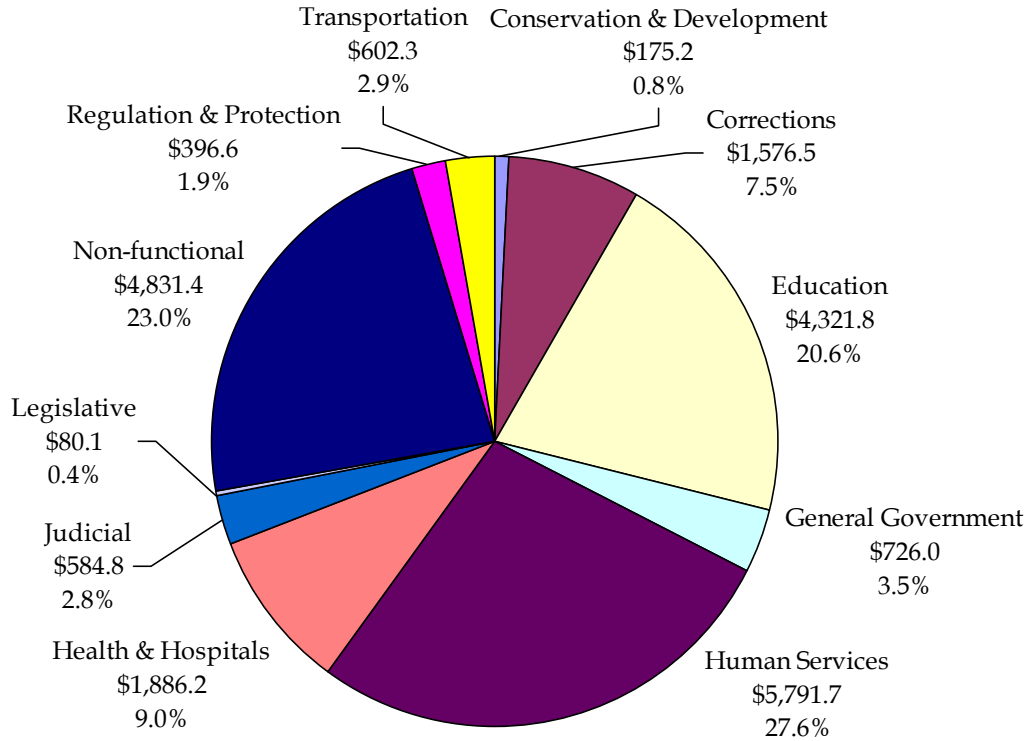
<b>GROSS APPROPRIATIONS</b>	<b>FY 12 \$</b>	<b>FY 13 \$</b>
General Fund	19,485,646,329	19,918,305,927
Special Transportation Fund	1,315,468,588	1,345,782,066
Banking Fund	26,810,366	26,176,878
Insurance Fund	26,621,617	26,131,750
Consumer Counsel and Public Utility Control Fund	26,428,820	25,986,745
Workers' Compensation Fund	22,259,542	22,037,360
Mashantucket Pequot and Mohegan Fund	61,779,907	61,779,907
Soldiers, Sailors and Marines' Fund	3,061,036	3,051,536
Regional Market Operation Fund	964,897	932,821
Criminal Injuries Compensation Fund	3,493,813	3,602,121
<b>GROSS APPROPRIATIONS TOTAL</b>	<b>20,972,534,915</b>	<b>21,433,787,111</b>
<b>General Fund Lapses</b>		
General Other Expenses Reductions - Executive	(9,066,200)	(9,066,200)
General Other Expenses Reductions - Legislative	(374,000)	(374,000)
General Personal Services Reduction - Executive	(11,538,800)	(11,538,800)
General Personal Services Reduction - Legislative	(476,000)	(476,000)
Labor Management Savings Lapse - Legislative	(4,586,734)	(6,671,872)
Labor Management Savings Lapse - Executive	(625,947,354)	(806,963,225)
Labor Management Savings Lapse - Judicial	(27,670,929)	(30,622,622)
Unallocated Lapse	(92,006,562)	(91,676,192)
Unallocated Lapse - Judicial	(3,545,000)	(5,400,672)
Unallocated Lapse - Legislative	(2,700,000)	(3,028,105)
<b>General Fund Lapses Total</b>	<b>(777,911,579)</b>	<b>(965,817,688)</b>
<b>Transportation Fund Lapses</b>		
Labor-Management Savings	(42,536,383)	(56,949,138)
Transportation Fund - Unallocated Lapse	(11,000,000)	(11,000,000)
<b>Transportation Fund Lapses Total</b>	<b>(53,536,383)</b>	<b>(67,949,138)</b>
<b>Banking Fund - Branch Savings Target - Judicial Total</b>	<b>(254,913)</b>	<b>(63,729)</b>
<b>NET APPROPRIATIONS</b>		
General Fund	18,707,734,750	18,952,488,239
Special Transportation Fund	1,261,932,205	1,277,832,928
Banking Fund	26,555,453	26,113,149
Insurance Fund	26,621,617	26,131,750
Consumer Counsel and Public Utility Control Fund	26,428,820	25,986,745
Workers' Compensation Fund	22,259,542	22,037,360
Mashantucket Pequot and Mohegan Fund	61,779,907	61,779,907
Soldiers, Sailors and Marines' Fund	3,061,036	3,051,536
Regional Market Operation Fund	964,897	932,821
Criminal Injuries Compensation Fund	3,493,813	3,602,121
<b>NET APPROPRIATIONS TOTAL</b>	<b>20,140,832,040</b>	<b>20,399,956,556</b>



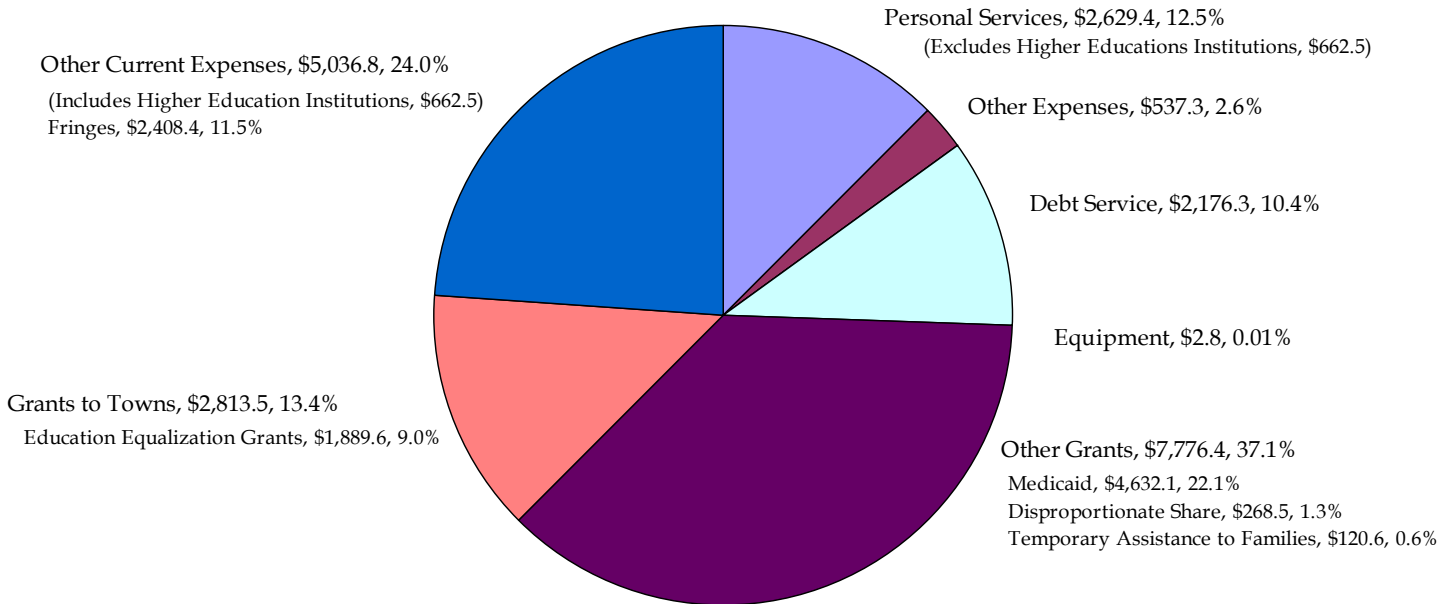
**FY 12 APPROPRIATIONS FOR APPROPRIATED FUNDS (in millions):**

**\$20,140.8\***

**By Government Function**



**By Account Category**

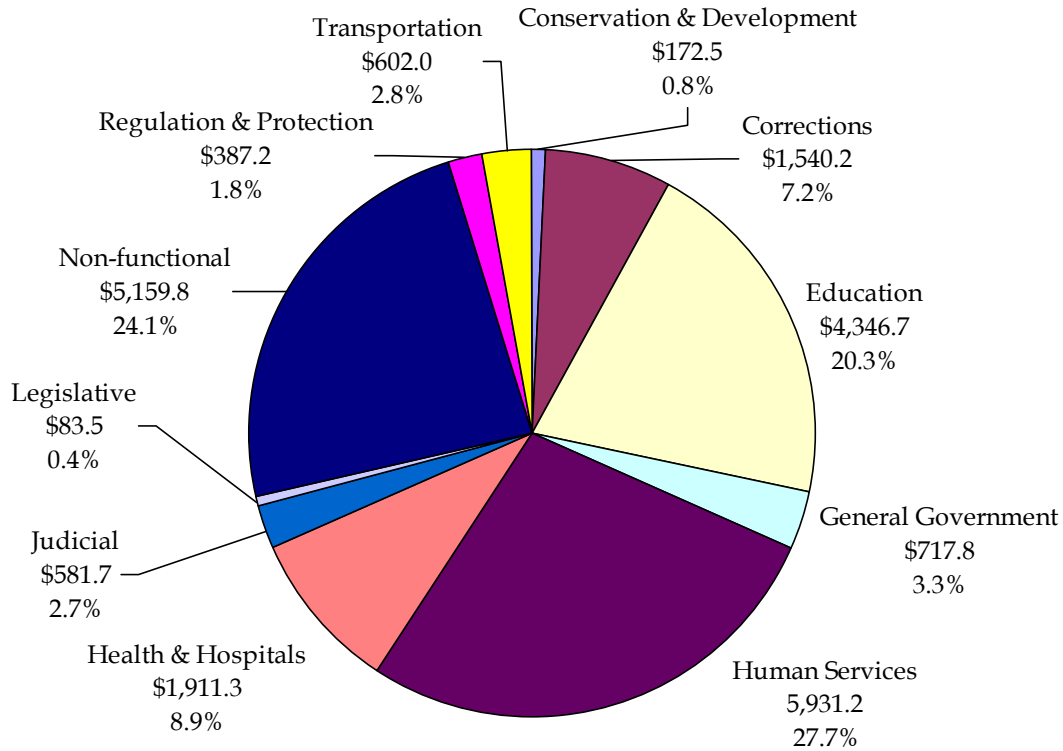


\*PLEASE NOTE: This amount is the net appropriation for all appropriated funds. It reflects the subtraction of \$831.7 million in budgeted lapse savings. The charts above reflect FY 12 gross appropriations of \$20,972.5 million.

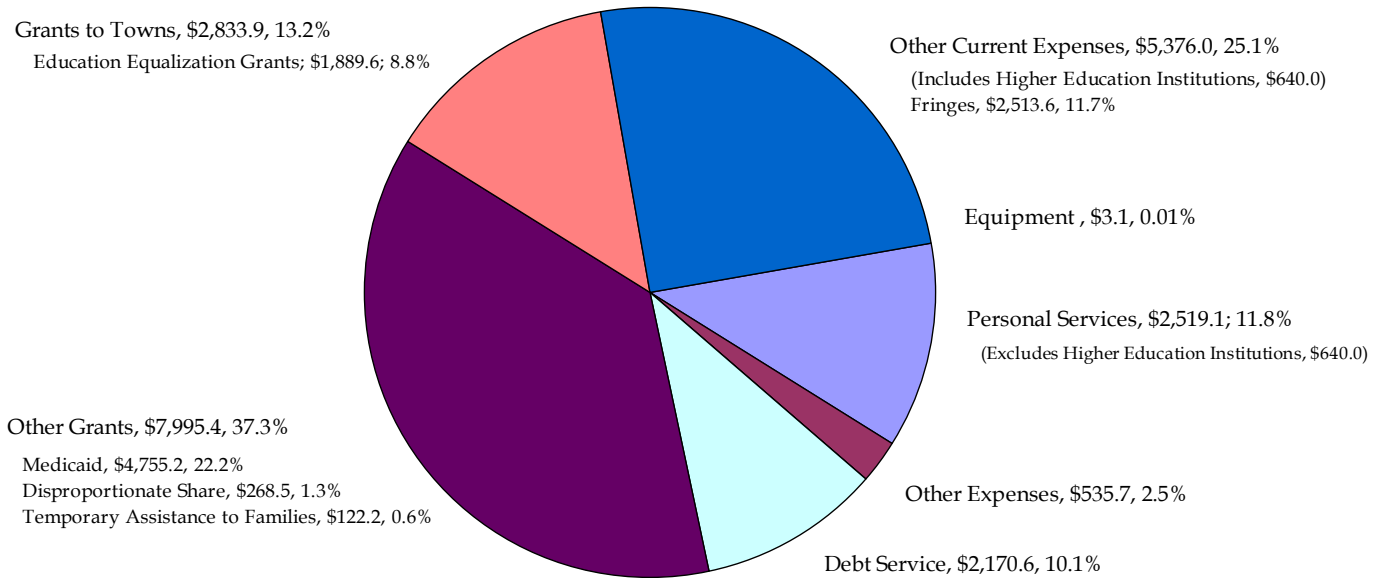
**FY 13 APPROPRIATIONS FOR APPROPRIATED FUNDS (in millions):**

**\$20,400.0\***

**By Government Function**



**By Account Category**

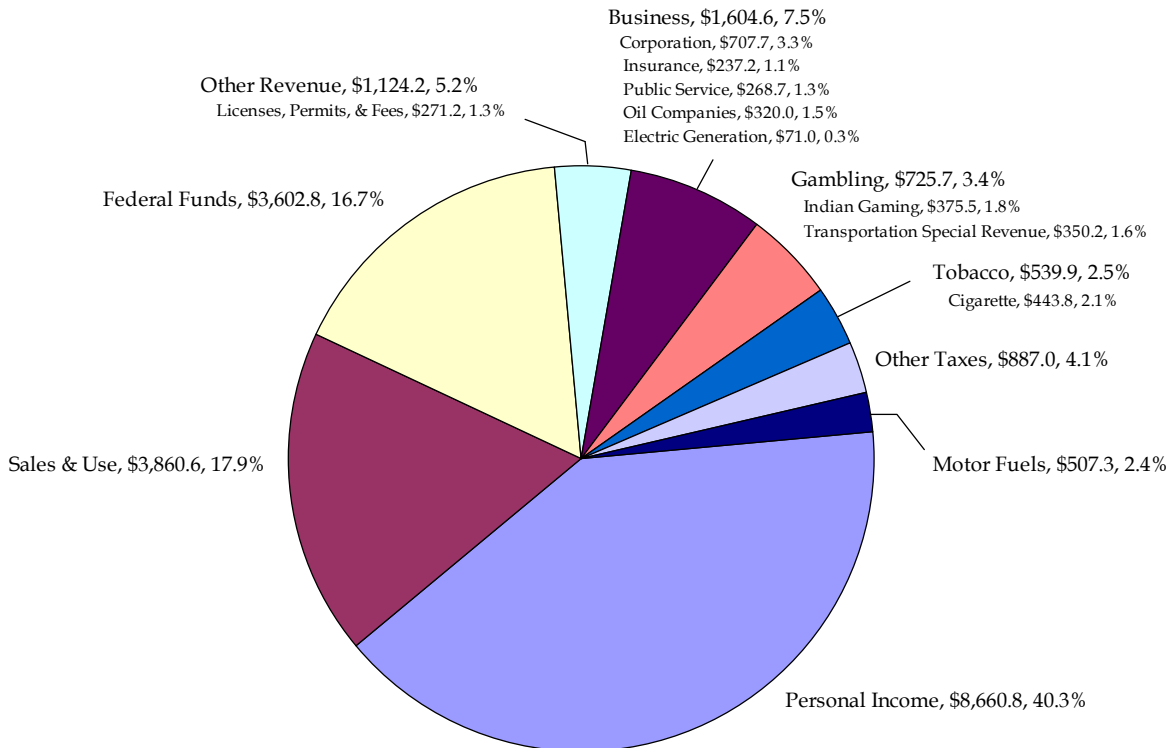


\*PLEASE NOTE: This amount is the net appropriation for all appropriated funds. It reflects the subtraction of \$1,033.8 million in budgeted lapse savings. The charts above reflect FY 13 gross appropriations of \$21,433.8 million.

**FY 12 APPROPRIATED FUNDS REVENUE (in millions):**

**\$20,222.9\***

Revenue Item	FY 12 \$	% of Total
Personal Income	8,660.8	40.3%
Sales & Use	3,860.6	17.9%
Federal Funds	3,602.8	16.7%
Other Taxes	887.0	4.1%
Business	1,604.6	7.5%
Other Revenue	1,124.2	5.2%
Gambling	725.7	3.4%
Tobacco	539.9	2.5%
Motor Fuels	507.3	2.4%
<b>Gross Total</b>	<b>21,512.9</b>	<b>100.0%</b>
Reductions	(1,290.1)	
<b>NET TOTAL</b>	<b>20,222.8</b>	

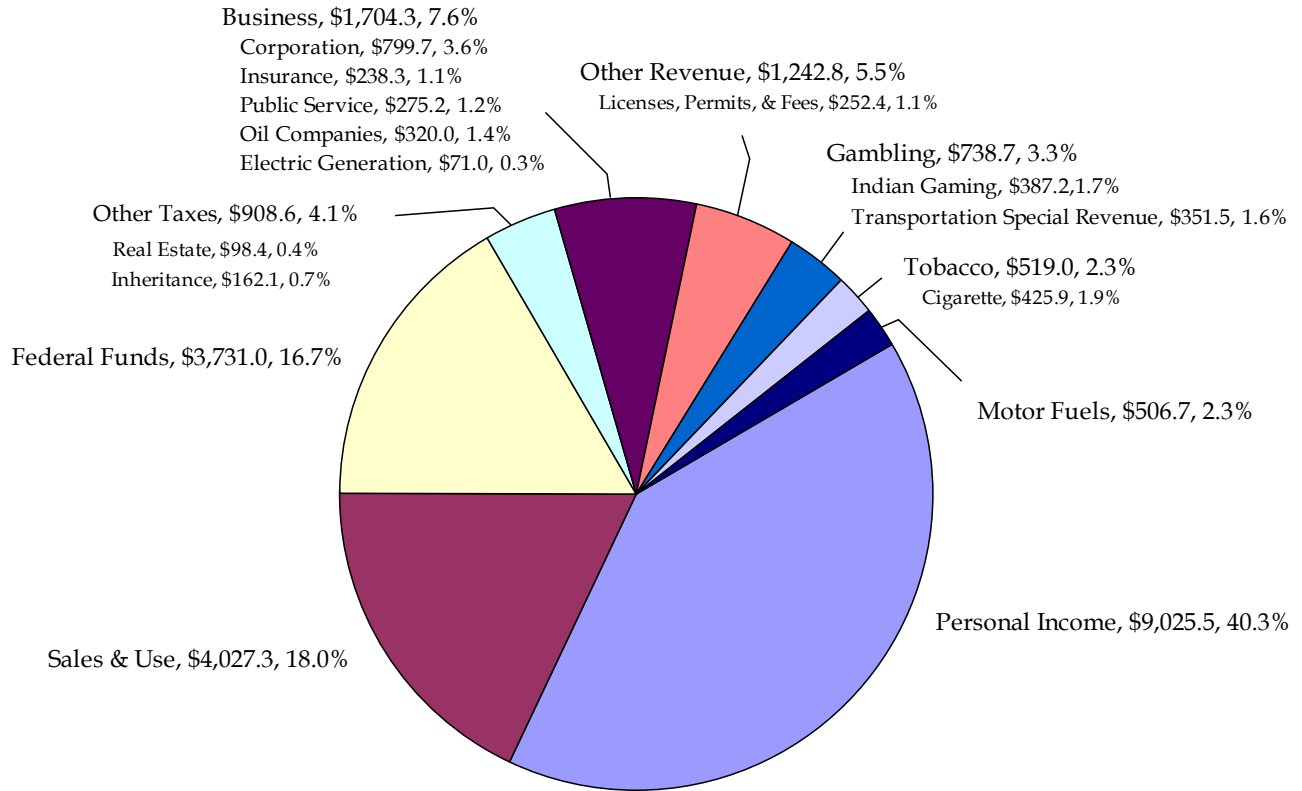


\*PLEASE NOTE: The amount shown is the net revenue available to balance appropriations. It reflects gross revenue of \$21,512.9 million minus \$1,290.1 million of various revenue adjustments comprised mainly of Refunds of Taxes. The amounts shown for each category above represent gross revenue figures.

**FY 13 APPROPRIATED FUNDS REVENUE (in millions):**

**\$20,946.4\***

Revenue Item	FY 13 \$	% of Total
Personal Income	9,025.5	40.3%
Sales & Use	4,027.3	18.0%
Federal Funds	3,731.0	16.7%
Other Taxes	908.6	4.1%
Business	1,704.3	7.6%
Other Revenue	1,242.8	5.5%
Gambling	738.7	3.3%
Tobacco	519.0	2.3%
Motor Fuels	506.7	2.3%
<b>Gross Total</b>	<b>22,403.9</b>	<b>100.0%</b>
Reductions	(1,457.5)	
<b>NET TOTAL</b>	<b>20,946.4</b>	



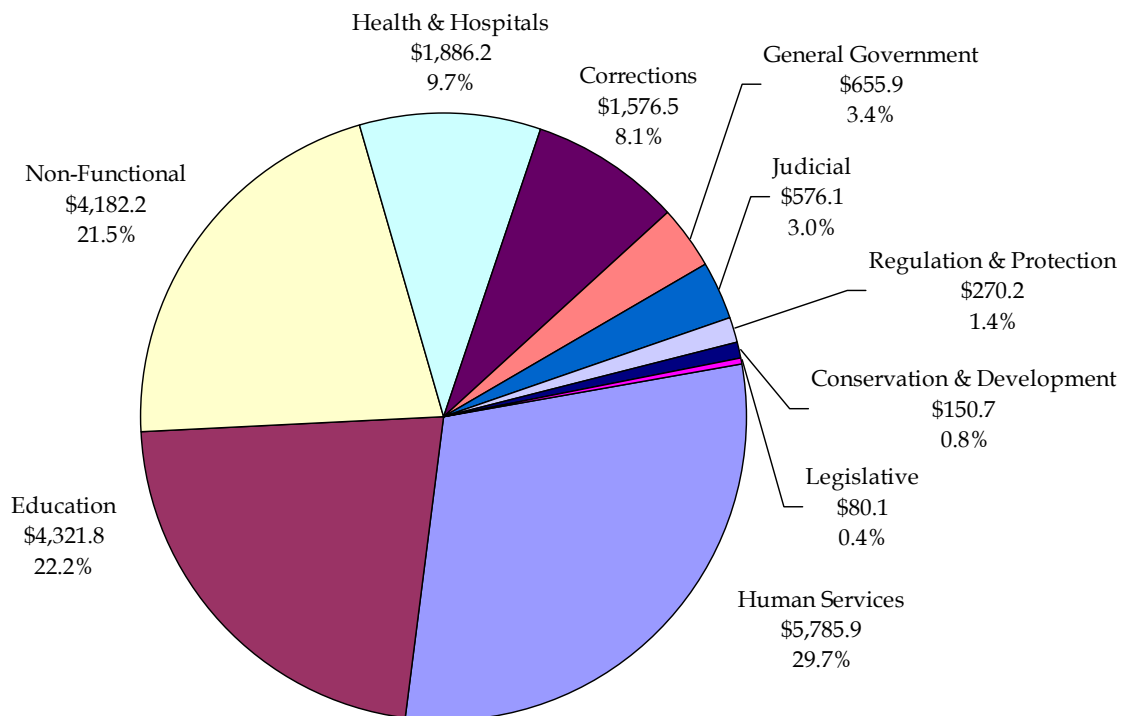
\*PLEASE NOTE: The amount shown is the net revenue available to balance appropriations. It reflects gross revenue of \$22,403.9 million minus \$1,457.5 million of various revenue adjustments comprised mainly of Refunds of Taxes. The amounts shown for each category above represent gross revenue figures.

## II. GENERAL FUND

### FY 12 APPROPRIATIONS BY GOVERNMENT FUNCTION (in millions):

**\$18,707.7\***

Government Function	FY 12 \$	% of Total
Human Services	5,785.9	29.7%
Education	4,321.8	22.2%
Non-Functional	4,182.2	21.5%
Health & Hospitals	1,886.2	9.7%
Corrections	1,576.5	8.1%
General Government	655.9	3.4%
Judicial	576.1	3.0%
Regulation & Protection	270.2	1.4%
Conservation & Development	150.7	0.8%
Legislative	80.1	0.4%
<b>TOTAL</b>	<b>19,485.6</b>	<b>100.0%</b>

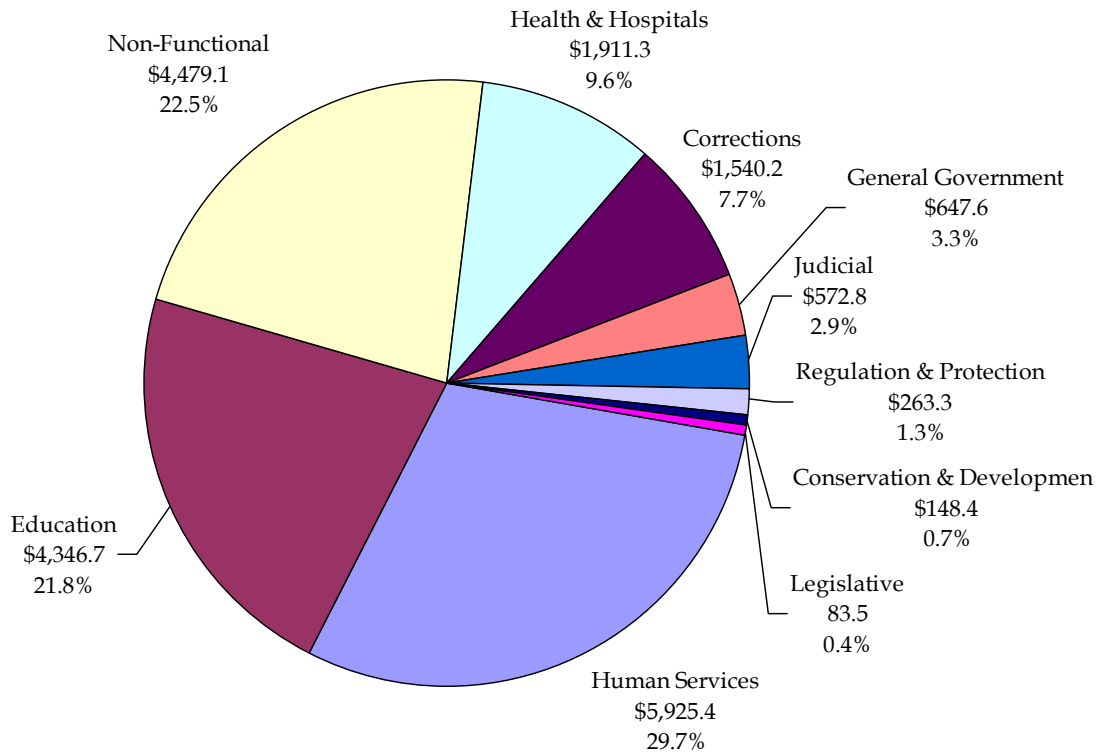


\*PLEASE NOTE: This amount is the net appropriation for the General Fund. It reflects the subtraction of \$777.9 million in budgeted lapse savings. The chart above reflects the FY 12 gross appropriations of \$19,485.6 million.

**FY 13 GENERAL FUND APPROPRIATIONS  
BY GOVERNMENT FUNCTION (in millions):**

**\$18,952.5\***

<b>Government Function</b>	<b>FY 13 \$</b>	<b>% of Total</b>
Human Services	5,925.4	29.7%
Education	4,346.7	21.8%
Non-Functional	4,479.1	22.5%
Health & Hospitals	1,911.3	9.6%
Corrections	1,540.2	7.7%
General Government	647.6	3.3%
Judicial	572.8	2.9%
Regulation & Protection	263.3	1.3%
Conservation & Development	148.4	0.7%
Legislative	83.5	0.4%
<b>TOTAL</b>	<b>19,918.3</b>	<b>100.0%</b>

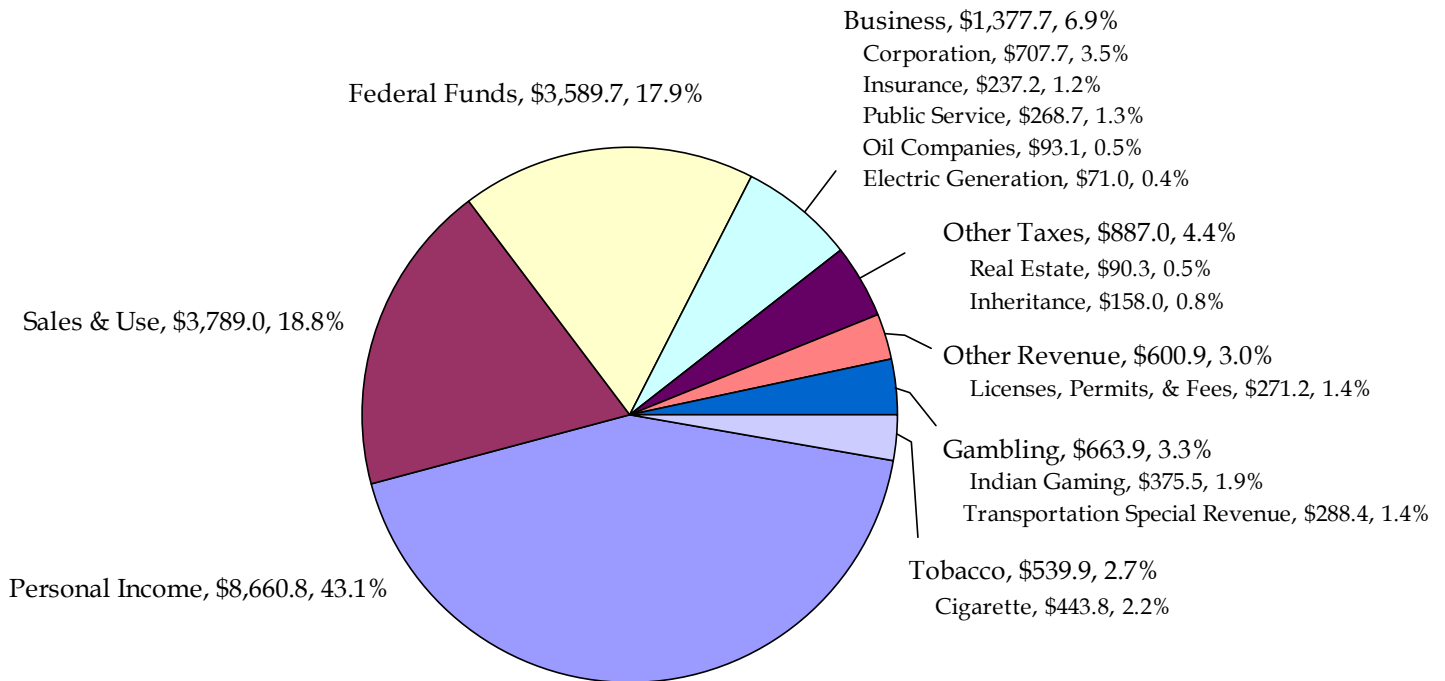


\*PLEASE NOTE: This amount is the net appropriation for the General Fund. It reflects the subtraction of \$965.8 million in budgeted lapse savings. The chart above reflects the FY 13 gross appropriations of \$19,918.3 million.

**FY 12 GENERAL FUND REVENUE (in millions):**

**\$18,788.6\***

Revenue Item	FY 12 \$	% of Total
Personal Income	8,660.8	43.1%
Sales & Use	3,789.0	18.8%
Federal Funds	3,589.7	17.9%
Business	1,377.7	6.9%
Other Taxes	887.0	4.4%
Other Revenue	600.9	3.0%
Gambling	663.9	3.3%
Tobacco	539.9	2.7%
<b>Gross Revenue Total</b>	<b>20,108.9</b>	<b>100.0%</b>
Reductions	(1,320.3)	
<b>NET TOTAL</b>	<b>18,788.6</b>	

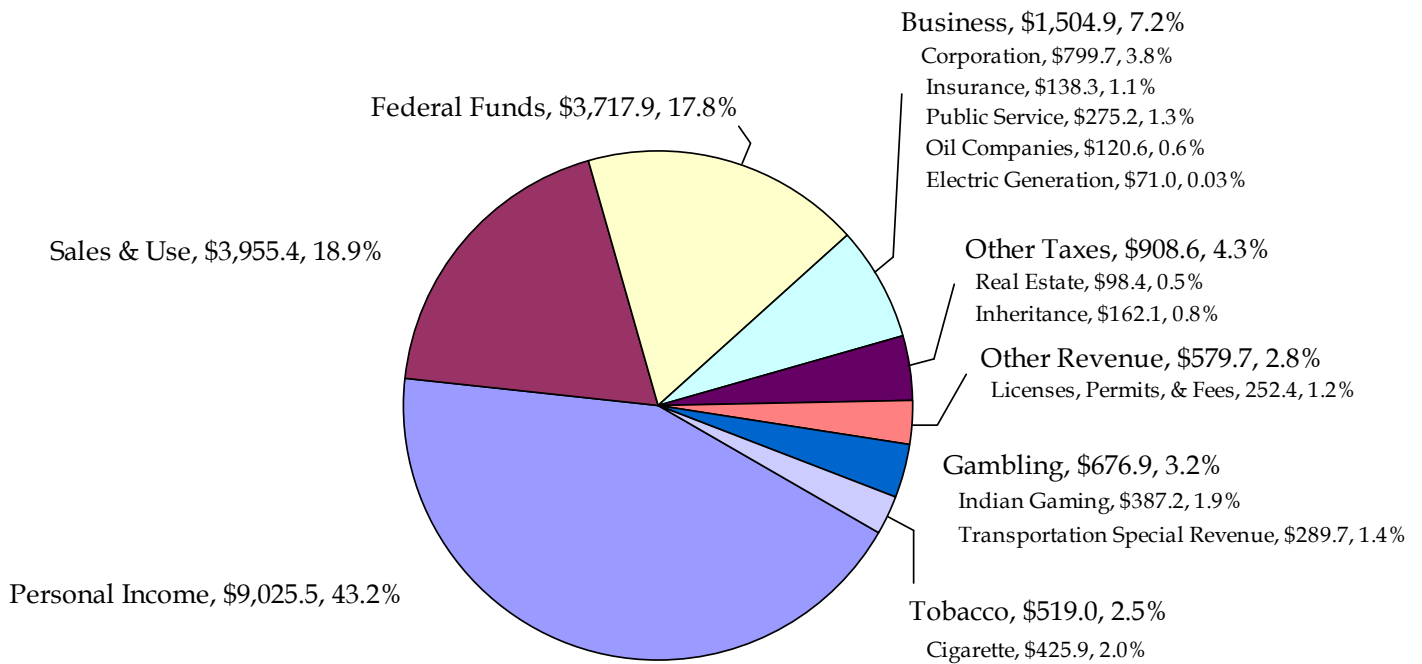


\*PLEASE NOTE: The amount shown is the net revenue available to balance appropriations. It reflects gross revenue of \$20,108.9 million, minus \$1,320.3 million of various revenue adjustments, comprised mainly of Refunds of Taxes. The amounts shown for each category above represent gross revenue figures.

**FY 13 GENERAL FUND REVENUE (in millions):**

**\$19,441.0\***

Revenue Item	FY 13 \$	% of Total
Personal Income	9,025.5	43.2%
Sales & Use	3,955.4	18.9%
Federal Funds	3,717.9	17.8%
Business	1,504.9	7.2%
Other Taxes	908.6	4.3%
Other Revenue	579.7	2.8%
Gambling	676.9	3.2%
Tobacco	519.0	2.5%
<b>Gross Revenue Total</b>	<b>20,887.9</b>	<b>100.0%</b>
Reductions	(1,446.9)	
<b>NET TOTAL</b>	<b>19,441.0</b>	



\*PLEASE NOTE: The amount shown is the net revenue available to balance appropriations. It reflects gross revenue of \$20,887.9 million, minus \$1,446.9 million of various revenue adjustments, comprised mainly of Refunds of Taxes. The amounts shown for each category above represent gross revenue figures.

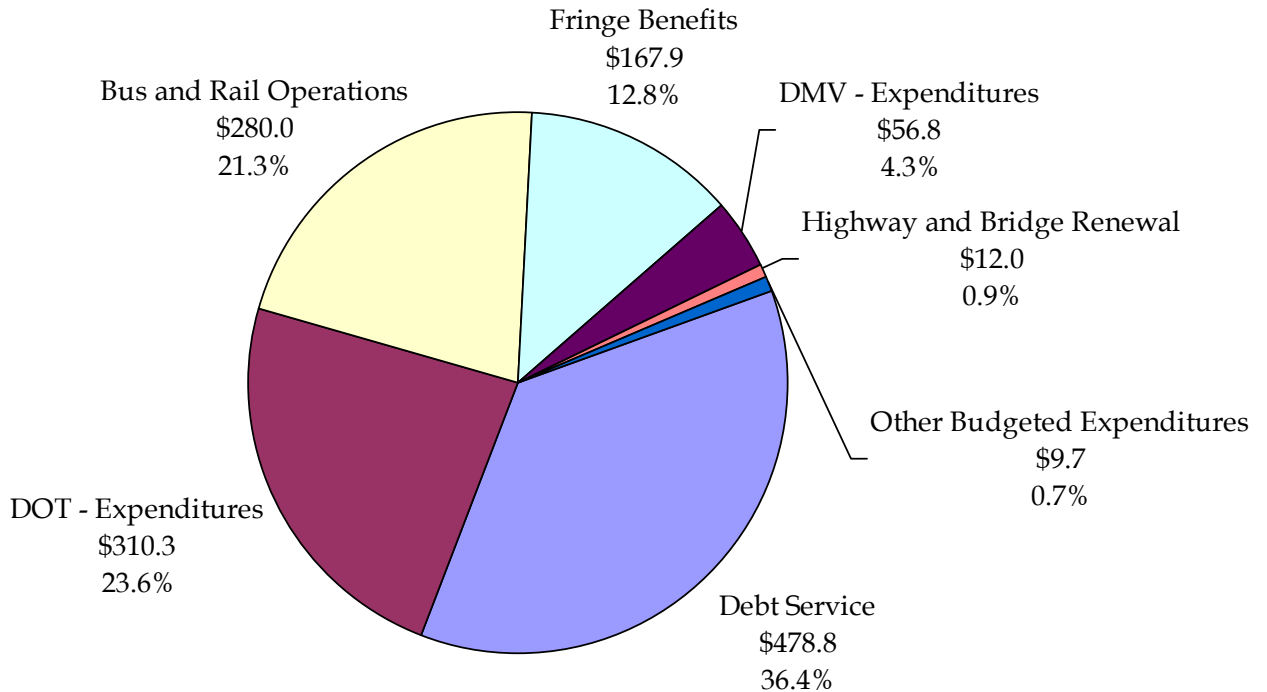


### III. TRANSPORTATION FUND

#### FY 12 APPROPRIATIONS BY EXPENSE TYPE (in millions):

**\$1,261.9\***

Type of Expenditure	FY 12 \$	% of Total
Debt Service	478.8	36.4%
DOT - Expenditures	310.3	23.6%
Bus and Rail Operations	280.0	21.3%
Fringe Benefits	167.9	12.8%
DMV - Expenditures	56.8	4.3%
Highway and Bridge Renewal	12.0	0.9%
Other Budgeted Expenditures	9.7	0.7%
<b>TOTAL</b>	<b>1,315.5</b>	<b>100.0%</b>

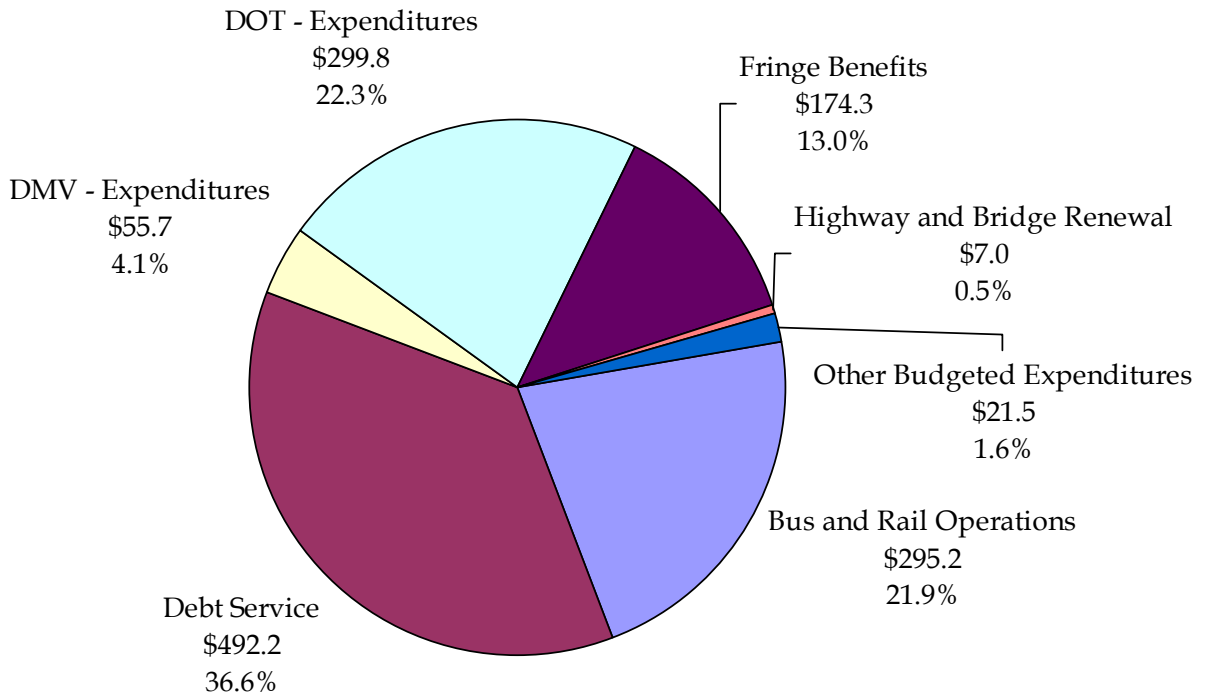


\*PLEASE NOTE: This amount is the net appropriation for the Special Transportation Fund. It reflects the subtraction of \$53.5 million in budgeted lapse savings. The chart above reflects the FY 12 gross appropriations of \$1,315.5 million.

**FY 13 SPECIAL TRANSPORTATION FUND APPROPRIATIONS BY  
EXPENSE TYPE (in millions):**

**\$1,277.8\***

Type of Expenditure	FY 13 \$	% of Total
Bus and Rail Operations	295.2	21.9%
Debt Service	492.2	36.6%
DMV - Expenditures	55.7	4.1%
DOT - Expenditures	299.8	22.3%
Fringe Benefits	174.3	13.0%
Highway and Bridge Renewal	7.0	0.5%
Other Budgeted Expenditures	21.5	1.6%
<b>TOTAL</b>	<b>1,345.8</b>	<b>100.0%</b>

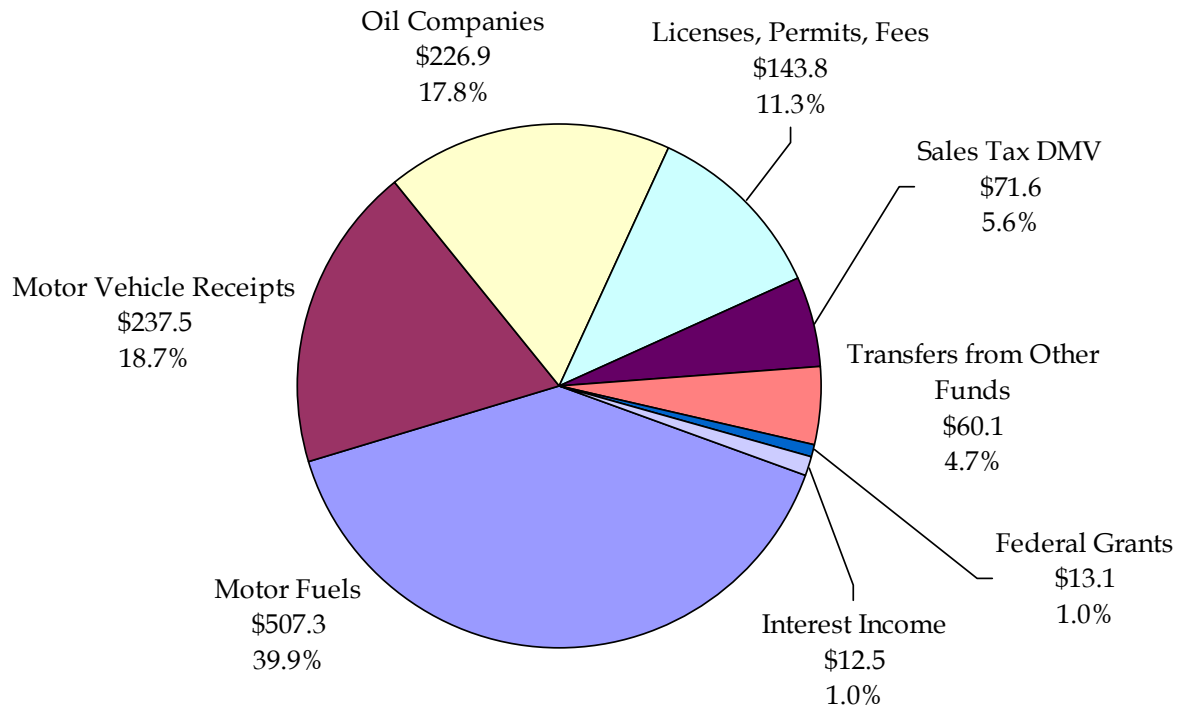


\*PLEASE NOTE: This amount is the net appropriation for the Special Transportation Fund. It reflects the subtraction of \$67.9 million in budgeted lapse savings. The chart above reflects the FY 13 gross appropriations of \$1,345.8 million.

**FY 12 SPECIAL TRANSPORTATION FUND REVENUE (in millions):**

**\$1,262.5\***

Revenue Item	FY 12 \$	% of Total
Motor Fuels	507.3	39.9%
Motor Vehicle Receipts	237.5	18.7%
Oil Companies	226.9	17.8%
Licenses, Permits, Fees	143.8	11.3%
Sales Tax DMV	71.6	5.6%
Transfers from Other Funds	60.1	4.7%
Federal Grants	13.1	1.0%
Interest Income	12.5	1.0%
<b>Gross Total</b>	<b>1,272.8</b>	<b>100.0%</b>
Reductions	(10.3)	
<b>NET TOTAL</b>	<b>1,262.5</b>	

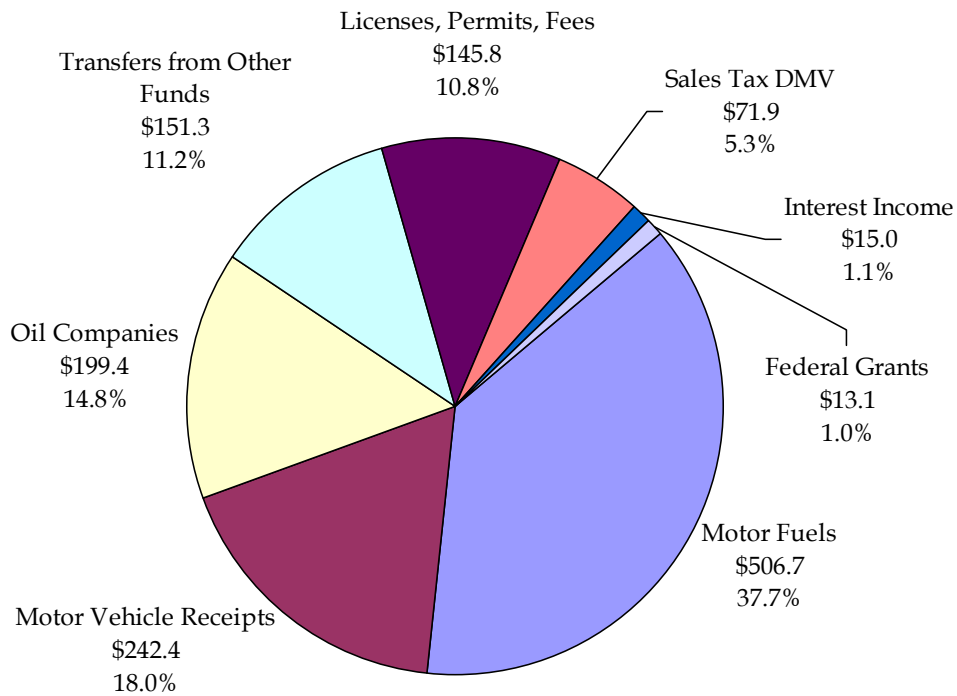


\*PLEASE NOTE: This amount is the net revenue for the Special Transportation Fund. It reflects the subtraction of \$10.3 million in reductions. The chart above reflects the FY 13 gross revenue total of \$1,272.8 million.

**FY 13 SPECIAL TRANSPORTATION FUND REVENUE (in millions):**

**\$1,335.0\***

<b>Revenue Item</b>	<b>FY 13 \$</b>	<b>% of Total</b>
Motor Fuels	506.7	37.7%
Motor Vehicle Receipts	242.4	18.0%
Oil Companies	199.4	14.8%
Transfers from Other Funds	151.3	11.2%
Licenses, Permits, Fees	145.8	10.8%
Sales Tax DMV	71.9	5.3%
Interest Income	15.0	1.1%
Federal Grants	13.1	1.0%
<b>Gross Total</b>	<b>1,345.6</b>	<b>100.0%</b>
Reductions	(10.6)	
<b>NET TOTAL</b>	<b>1,335.0</b>	



\*PLEASE NOTE: This amount is the net revenue for the Special Transportation Fund. It reflects the subtraction of \$10.6 million in reductions. The chart above reflects the FY 13 gross revenue total of \$1,345.6 million.

**SPECIAL TRANSPORTATION FUND FY 12 & FY 13 PROJECTIONS**  
(As of August 28, 2011 - in millions)

	FY 12 \$	FY 13 \$
<b>Beginning Balance</b>	<b>107.5</b>	<b>108.1</b>
<b>REVENUES <sup>1</sup></b>		
<b>Taxes</b>		
Motor Fuels Tax	507.3	506.7
Petroleum Products Tax	226.9	199.4
Sales Tax - DMV	71.6	71.9
Refund of Taxes	(7.2)	(7.4)
<b>Subtotal</b>	<b>798.6</b>	<b>770.6</b>
<b>Other Revenue</b>		
Motor Vehicle Receipts	237.5	242.4
License, Permits and Fees	143.8	145.8
Interest Income	12.5	15.0
Federal Grants <sup>2</sup>	13.1	13.1
Transfers (to)/from other Funds <sup>3</sup>	75.1	166.3
<b>Subtotal</b>	<b>482.0</b>	<b>582.6</b>
Less Refunds of Payments	(3.1)	(3.2)
Less Transfers to TSB Account <sup>4</sup>	(15.0)	(15.0)
<b>TOTAL</b>	<b>1,262.5</b>	<b>1,335.0</b>
<b>EXPENDITURES</b>		
Debt Service	478.8	492.2
DOT Budgeted Expenses	602.3	602.0
DMV Budgeted Expenses	56.8	55.7
Other Budgeted Expenses	177.5	195.8
<b>Subtotal</b>	<b>1,315.4</b>	<b>1,345.7</b>
Less Unallocated Lapses	(11.0)	(11.0)
Less Labor Management Savings Lapse	(42.5)	(56.9)
<b>TOTAL</b>	<b>1,261.9</b>	<b>1,277.8</b>
<b>Surplus(Deficit)</b>	<b>0.6</b>	<b>57.2</b>
<b>Ending Balance</b>	<b>108.1</b>	<b>165.3</b>
<b>Debt Service Ratio <sup>5</sup></b>	<b>2.6</b>	<b>2.7</b>

<sup>1</sup>The figures reflect estimates adopted by the Finance, Revenue and Bonding Committee on June 24, 2011 and adjusted by PA 11-1 JSS.

<sup>2</sup> Payments for American Recovery Reinvestment Act projects.

<sup>3</sup>Per Public Act 09-3 of the June Special Session, as amended by PA 09-7, PA 09-8 of the September Special Session, PA 10-3, and PA 10-179.

<sup>4</sup>PA 11-6 reduced the transfer to the Transportation Strategy Board (TSB) Projects account from \$15.3 to \$15.0 million for FY 12 through FY 15.

<sup>5</sup>Pledged revenues for reserves required under the Indentures in an amount at least two (2) times the aggregate Principal and Interest Requirements on all outstanding Bonds and Notes. 5 Pledged revenues for reserves required under the Indentures in an amount at least two (2) times the aggregate Principal and Interest Requirements on all outstanding Bonds and Notes.

## IV. OTHER APPROPRIATED FUNDS

Other Appropriated Funds	FY 11 Actual \$ <sup>1</sup>	FY 12 Projected \$	FY 13 Projected \$
<b>Mashantucket Pequot and Mohegan Fund</b>			
Beginning Balance	70,093	90,186	110,279
Revenue	61,800,000	61,800,000	61,800,000
Expenditures	(61,779,907)	(61,779,907)	(61,779,907)
Transfers	-	-	-
<b>Ending Balance</b>	<b>90,186</b>	<b>110,279</b>	<b>130,372</b>
<b>Regional Market Operation Fund</b>			
Beginning Balance	982,139	\$974,571	\$934,674
Revenue	943,145	925,000	925,000
Expenditures	(950,713)	(964,897)	(932,821)
Transfers	-	-	-
<b>Ending Balance</b>	<b>974,571</b>	<b>934,674</b>	<b>926,853</b>
<b>Banking Fund</b>			
Beginning Balance	20,913,936	19,119,800	18,464,347
Revenue	40,923,208	25,900,000	21,900,000
Expenditures	(22,117,344)	(26,555,453)	(26,113,149)
Transfers	(20,600,000)	-	-
<b>Ending Balance</b>	<b>19,119,800</b>	<b>18,464,347</b>	<b>14,251,198</b>
<b>Insurance Fund</b>			
Beginning Balance	11,500,142	11,284,633	11,563,016
Revenue	24,138,613	26,900,000	26,400,000
Expenditures	(24,354,123)	(26,621,617)	(26,131,750)
Transfers	-	-	-
<b>Ending Balance</b>	<b>11,284,633</b>	<b>11,563,016</b>	<b>11,831,266</b>
<b>Consumer Counsel and Public Utility Control Fund</b>			
Beginning Balance	7,767,413	5,841,002	6,012,182
Revenue	20,223,267	26,600,000	26,200,000
Expenditures	(22,149,679)	(26,428,820)	(25,986,745)
Transfers	-	-	-
<b>Ending Balance</b>	<b>5,841,002</b>	<b>6,012,182</b>	<b>6,225,437</b>
<b>Workers' Compensation Fund</b>			
Beginning Balance	17,608,529	9,043,526	9,083,984
Revenue	14,613,178	22,300,000	22,100,000
Expenditures	(19,178,180)	(22,259,542)	(22,037,360)
Transfers	(4,000,000)	-	-
<b>Ending Balance</b>	<b>9,043,526</b>	<b>9,083,984</b>	<b>9,146,624</b>

<sup>1</sup>Source: CORE Trial Balance - 7/22/11.

Other Appropriated Funds	FY 11 Actual \$ <sup>1</sup>	FY 12 Projected \$	FY 13 Projected \$
<b>Criminal Injuries Compensation Fund</b>			
Beginning Balance	3,477,978	696,441	512,628
Revenue	3,162,442	3,310,000	3,310,000
Expenditures	(4,668,978)	(3,493,813)	(3,602,121)
Transfers	(1,275,000)	-	-
<b>Ending Balance</b>	<b>696,441</b>	<b>512,628</b>	<b>220,507</b>
<b>Soldiers, Sailors and Marines' Fund</b>			
Trust Fund Value as of June 30, 2010, was 61.7 million			
Special Revenue Fund Balance - Beginning	(3,960,018)	(4,659,158)	(4,620,194)
Revenue	-	-	-
Expenditures	(2,964,783)	(3,061,036)	(3,051,536)
Transfers from the Trust Fund	2,265,642	3,100,000	3,100,000
<b>Ending Balance</b>	<b>(4,659,158)</b>	<b>(4,620,194)</b>	<b>(4,571,730)</b>
<b>Totals</b>			
Beginning Balance	58,360,213	42,391,001	42,060,916
Revenue	165,803,853	167,735,000	162,635,000
Expenditures	(158,163,706)	(171,165,085)	(169,635,389)
Transfers	(23,609,358)	3,100,000	3,100,000
<b>ENDING BALANCE</b>	<b>42,391,001</b>	<b>42,060,916</b>	<b>38,160,527</b>

### Other Appropriated Funds Explained (alphabetical)

Banking Fund: The Banking Fund is supported by assessments, fees and fines paid by depository institutions supervised by the Department of Banking. Funds are used primarily for the ongoing operation of the Department of Banking.

Consumer Counsel / Department of Public Utility Control Fund: The Consumer Counsel & Public Utility Control Fund supports the operations of the energy division of the Department of Energy and Environmental Protection, the Office of the Consumer Counsel, and the Connecticut Siting Council. Each agency assesses the regulated public utility entities (electric, gas, water and cable) to cover the agencies' costs. Each regulated entity is responsible for their portion of the total needs of the agencies, based on their percentage of the public service companies' tax.

Criminal Injuries Compensation Fund: The Criminal Injuries Compensation Fund is administered by the Office of Victim Services within the Judicial Department. The Office of Victim Services compensates eligible crime victims or their immediate families for actual and reasonable expenses, lost wages, and pecuniary and other losses resulting from injury or death. Maximum awards are \$15,000 for personal injuries and \$25,000 for death. The Criminal Injuries Compensation Fund receives funding from three major sources: 1) Costs imposed in criminal prosecutions and certain fines and fees; 2) federal funding;

and 3) money from the person directly responsible for a victim's criminal injuries or death.

Insurance Fund: The Insurance Fund supports the operation of the Department of Insurance and the Office of the Healthcare Advocate. The Department assesses domestic insurance companies and entities to cover the cost of these agencies. The assessment is built around the total amount of premium taxes paid to the Department of Revenue Services by domestic insurance companies and entities for the preceding year.

Mashantucket Pequot / Mohegan Fund: The Mashantucket Pequot Mohegan Fund is an appropriation that reduces the amount of slot machine revenues that are otherwise deposited into the General Fund. The appropriation provides grants to towns.

Regional Market Operation Fund: The Regional Market Operation Fund is operated by the state as a self sustaining non-profit venture which is fully funded by fees generated from the operation of the Market. Its purpose is to provide a central location for farmers and wholesalers to sell and distribute food and other agricultural products. The Market covers 32 acres and encompasses 230,386 square feet of warehouse space, an active railroad spur and 144 stalls in the farmers' market.

Soldiers' Sailors' and Marines' Fund: The purpose of the Soldiers' Sailors' and Marines' Fund is to provide temporary financial assistance to help meet the health and maintenance needs of eligible veterans, their dependents and survivors. The Soldiers' Sailors' and Marines' Fund exists as both an independent, appropriated agency and as a Trust Fund which is administered by the Treasurer. The investment income is distributed from the Trust Fund to the Soldiers', Sailors' and Marines' Special Revenue Fund to support the operations of the agency.

Workers' Compensation Fund: The Workers' Compensation Fund supports the operation of the Workers Compensation Commission. The Commission administers the Connecticut workers' compensation system according to the provisions of the Workers' Compensation Act including determining benefits for work-related disabilities and injuries. The State Treasurer assesses private insurance companies and employers to cover the Commission's annual costs. The assessment is built around the proportion of the preceding year's expenses that the state bore on behalf of each self-insured employer or private insurance carrier.



## V. AGENCY APPROPRIATIONS <sup>1</sup>

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>GENERAL FUND</b>		
	<b>LEGISLATIVE</b>		
	<b>Legislative Management</b>		
10010	Personal Services	46,767,963	48,753,708
10020	Other Expenses	14,867,587	17,611,168
10050	Equipment	208,000	316,000
12049	Flag Restoration	75,000	75,000
12129	Minor Capital Improvements	200,000	265,000
12210	Interim Salary/Caucus Offices	585,000	464,100
12249	Redistricting	1,325,000	-
12384	Connecticut Academy of Science and Engineering	100,000	100,000
12445	Old State House	597,985	616,523
16057	Interstate Conference Fund	365,946	380,584
16130	New England Board of Higher Education	188,344	194,183
	<b>Total</b>	<b>65,280,825</b>	<b>68,776,266</b>
	<b>Auditors of Public Account</b>		
10010	Personal Services	11,852,086	11,742,921
10020	Other Expenses	894,009	856,702
10050	Equipment	10,000	10,000
	<b>Total</b>	<b>12,756,095</b>	<b>12,609,623</b>
	<b>Commission on Aging</b>		
10010	Personal Services	259,376	271,048
10020	Other Expenses	7,864	8,021
10050	Equipment	1,500	1,500
	<b>Total</b>	<b>268,740</b>	<b>280,569</b>
	<b>Permanent Commission on the Status of Women</b>		
10010	Personal Services	461,072	481,820
10020	Other Expenses	64,203	67,092
10050	Equipment	1,500	1,500
	<b>Total</b>	<b>526,775</b>	<b>550,412</b>
	<b>Commission on Children</b>		
10010	Personal Services	517,714	541,011

<sup>1</sup> Per PA 11-6, as adjusted by PA 11-61. These figures do not include prior year carry-forwards.

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Commission on Children (con't)</b>		
10020	Other Expenses	35,000	35,700
	<b>Total</b>	<b>552,714</b>	<b>576,711</b>
	<b>Latino and Puerto Rican Affairs Commission</b>		
10010	Personal Services	293,433	306,637
10020	Other Expenses	38,994	40,748
	<b>Total</b>	<b>332,427</b>	<b>347,385</b>
	<b>African-American Affairs Commission</b>		
10010	Personal Services	193,095	201,784
10020	Other Expenses	27,456	28,005
	<b>Total</b>	<b>220,551</b>	<b>229,789</b>
	<b>Asian Pacific American Affairs Commission</b>		
10010	Personal Services	151,672	158,491
10020	Other Expenses	5,000	5,000
10050	Equipment	1,500	1,500
	<b>Total</b>	<b>158,172</b>	<b>164,991</b>
	<b>GENERAL GOVERNMENT</b>		
	<b>Governor's Office</b>		
10010	Personal Services	2,365,992	2,284,648
10020	Other Expenses	236,995	236,995
10050	Equipment	1	1
16026	New England Governors' Conference	106,734	113,138
16035	National Governors' Association	127,094	134,720
	<b>Total</b>	<b>2,836,816</b>	<b>2,769,502</b>
	<b>Secretary of the State</b>		
10010	Personal Services	1,410,000	1,350,000
10020	Other Expenses	1,030,923	1,030,923
10050	Equipment	1	1
12480	Commercial Recording Division	6,313,689	6,299,728
12508	Board of Accountancy	350,000	350,000
	<b>Total</b>	<b>9,104,613</b>	<b>9,030,652</b>
	<b>Lieutenant Governor's Office</b>		
10010	Personal Services	859,454	840,350
10020	Other Expenses	69,201	69,201

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Lieutenant Governor's Office (con't)</b>		
10050	Equipment	1	1
	<b>Total</b>	<b>928,656</b>	<b>909,552</b>
	<b>State Treasurer</b>		
10010	Personal Services	3,856,675	3,684,877
10020	Other Expenses	273,656	273,656
10050	Equipment	1	1
	<b>Total</b>	<b>4,130,332</b>	<b>3,958,534</b>
	<b>State Comptroller</b>		
10010	Personal Services	24,394,124	23,417,739
10020	Other Expenses	4,082,632	4,020,735
10050	Equipment	1	1
16016	Governmental Accounting Standards Board	19,570	19,570
	<b>Total</b>	<b>28,496,327</b>	<b>27,458,045</b>
	<b>Department of Revenue Services</b>		
10010	Personal Services	64,422,569	62,059,477
10020	Other Expenses	9,270,033	8,516,033
10050	Equipment	1	1
12050	Collection and Litigation Contingency Fund	104,479	104,479
	<b>Total</b>	<b>73,797,082</b>	<b>70,679,990</b>
	<b>Office Of Governmental Accountability</b>		
10010	Personal Services	842,844	838,060
10020	Other Expenses	510,902	462,378
10050	Equipment	6,866	24,905
12028	Child Fatality Review Panel	98,335	95,010
12347	Information Technology Initiatives	35,000	35,000
12481	Citizens' Election Fund Admin	1,802,898	1,667,549
12522	Elections Enforcement Commission	1,369,103	1,384,317
12523	Office of State Ethics	1,401,305	1,355,145
12524	Freedom of Information Commission	1,792,690	1,757,403
12525	Contracting Standards Board	175,000	175,000
12526	Judicial Review Council	156,196	155,682
12527	Judicial Selection Commission	93,314	90,620
12528	Office of the Child Advocate	594,027	578,480
12529	Office of the Victim Advocate	336,593	327,606
12530	Board of Firearms Permit Examiners	83,779	81,086
	<b>Total</b>	<b>9,298,852</b>	<b>9,028,241</b>

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Office Of Policy and Management</b>		
10010	Personal Services	13,499,420	12,853,684
10020	Other Expenses	2,589,252	2,589,252
10050	Equipment	1	1
12169	Automated Budget System and Data Base Link	55,075	55,075
12231	Cash Management Improvement Act	95	95
12251	Justice Assistance Grants	1,133,469	1,131,353
12460	Connecticut Impaired Driving Records Information System	902,857	925,428
12509	Revenue Maximization	250,000	-
16017	Tax Relief for Elderly Renters	26,160,000	29,168,400
16181	Regional Planning Agencies	500,000	500,000
17004	Reimbursement to Towns for Loss of Taxes on State Property	73,519,215	73,519,215
17006	Reimbursements to Towns for Loss of Taxes on Private Tax-Exempt Property	115,431,737	115,431,737
17011	Reimbursement Property Tax - Disability Exemption	400,000	400,000
17016	Distressed Municipalities	5,800,000	5,800,000
17018	Property Tax Relief Elderly Circuit Breaker	20,505,900	20,505,900
17021	Property Tax Relief Elderly Freeze Program	390,000	390,000
17024	Property Tax Relief for Veterans	2,970,098	2,970,098
17035	Capital City Economic Development	6,300,000	6,300,000
	<b>Total</b>	<b>270,407,119</b>	<b>272,540,238</b>
	<b>Department of Veterans' Affairs</b>		
10010	Personal Services	25,109,887	24,410,802
10020	Other Expenses	6,152,405	6,067,405
10050	Equipment	1	1
12295	Support Services for Veterans	190,000	190,000
16045	Burial Expenses	7,200	7,200
16049	Headstones	350,000	350,000
	<b>Total</b>	<b>31,809,493</b>	<b>31,025,408</b>
	<b>Department of Administrative Services</b>		
10010	Personal Services	43,295,101	41,807,080
10020	Other Expenses	34,876,197	34,871,197
10050	Equipment	1	1
12016	Tuition Reimbursement - Training and Travel	382,000	-
12024	Labor - Management Fund	75,000	-
12096	Management Services	5,062,697	5,030,792
12115	Loss Control Risk Management	143,051	143,050
12123	Employees' Review Board	25,135	25,135

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Administrative Services (con't)</b>		
12141	Surety Bonds for State Officials and Employees	12,000	82,000
12155	Quality of Work-Life	350,000	-
12176	Refunds of Collections	28,500	28,500
12179	Rents and Moving	12,367,289	12,724,000
12184	Capitol Day Care Center	127,250	127,250
12218	W. C. Administrator	5,250,000	5,250,000
12223	Hospital Billing System	114,950	114,951
12323	Connecticut Education Network	3,291,493	3,291,493
12483	Claims Commissioner Operations	281,424	273,651
12507	State Insurance and Risk Mgmt Operations	13,000,000	13,000,000
12511	IT Services	13,558,587	13,416,019
	<b>Total</b>	<b>132,240,675</b>	<b>130,185,119</b>
	<b>Department of Construction Services</b>		
10010	Personal Services	7,073,978	6,842,802
10020	Other Expenses	2,655,818	2,647,132
	<b>Total</b>	<b>9,729,796</b>	<b>9,489,934</b>
	<b>Attorney General</b>		
10010	Personal Services	29,740,544	28,623,386
10020	Other Expenses	1,017,272	1,015,272
10050	Equipment	1	1
	<b>Total</b>	<b>30,757,817</b>	<b>29,638,659</b>
	<b>Division of Criminal Justice</b>		
10010	Personal Services	48,741,668	47,245,107
10020	Other Expenses	2,100,000	2,100,000
10050	Equipment	1	1
12069	Witness Protection	220,000	220,000
12097	Training and Education	70,000	70,000
12110	Expert Witnesses	380,000	380,000
12117	Medicaid Fraud Control	887,159	841,457
12485	Criminal Justice Commission	400	415
	<b>Total</b>	<b>52,399,228</b>	<b>50,856,980</b>
	<b>REGULATION AND PROTECTION</b>		
	<b>Department of Emergency Services and Public Protection</b>		
10010	Personal Services	130,871,752	126,034,999
10020	Other Expenses	29,062,969	28,856,075
10050	Equipment	4	4

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Emergency Services and Public Protection (con't)</b>		
12026	Stress Reduction	23,354	23,354
12082	Fleet Purchase	7,035,596	7,035,596
12235	Workers' Compensation Claims	4,336,550	4,238,787
12354	COLLECT	48,925	48,925
12442	Firefighter Training I	-	-
16009	Fire Training School - Willimantic	161,798	161,798
16010	Maintenance of County Base Fire Radio	25,176	25,176
16011	Maint of State-Wide Fire Radio Network	16,756	16,756
16013	Police Association of Connecticut	190,000	190,000
16014	Connecticut State Firefighter's Assoc	194,711	194,711
16025	Fire Training School - Torrington	81,367	81,367
16034	Fire Training School - New Haven	48,364	48,364
16044	Fire Training School - Derby	37,139	37,139
16056	Fire Training School - Wolcott	100,162	100,162
16065	Fire Training School - Fairfield	70,395	70,395
16074	Fire Training School - Hartford	169,336	169,336
16080	Fire Training School - Middletown	59,053	59,053
16082	Payments to Volunteer Fire Companies	-	-
16179	Fire Training School - Stamford	55,432	55,432
	<b>Total</b>	<b>172,588,839</b>	<b>167,447,429</b>
	<b>Department of Motor Vehicles</b>		
10010	Personal Services	285,000	274,449
10020	Other Expenses	216,404	216,404
	<b>Total</b>	<b>501,404</b>	<b>490,853</b>
	<b>Military Department</b>		
10010	Personal Services	3,335,585	3,242,611
10020	Other Expenses	3,141,993	3,228,762
10050	Equipment	1	1
12325	Veteran's Service Bonuses	182,500	160,000
12512	Firing Squads	319,500	319,500
	<b>Total</b>	<b>6,979,579</b>	<b>6,950,874</b>
	<b>Department of Consumer Protection</b>		
10010	Personal Services	14,491,783	13,534,627
10020	Other Expenses	1,690,096	1,690,096
10050	Equipment	1	1

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Consumer Protection (con't)</b>		
12482	Gaming Policy Board	2,758	2,758
	<b>Total</b>	<b>16,184,638</b>	<b>15,227,482</b>
	<b>Labor Department</b>		
10010	Personal Services	9,095,403	8,741,719
10020	Other Expenses	1,094,210	1,094,210
10050	Equipment	2	2
12079	CETC Workforce	850,000	850,000
12098	Workforce Investment Act	27,387,262	27,387,262
12108	Job Funnels Projects	425,000	425,000
12205	Connecticut's Youth Employment Program	3,500,000	3,500,000
12212	Jobs First Employment Services	17,741,841	17,657,471
12232	Opportunity Industrial Centers	500,000	500,000
12245	Individual Development Accounts	95,000	95,000
12327	STRIDE	770,000	770,000
12328	Apprenticeship Program	621,281	595,867
12329	Spanish-American Merchants Association	600,000	600,000
12357	Connecticut Career Resource Network	164,883	157,880
12358	21st Century Jobs	453,635	447,955
12360	Incumbent Worker Training	450,000	450,000
12425	STRIVE	270,000	270,000
12449	Film Industry Training Program	237,500	237,500
	<b>Total</b>	<b>64,256,017</b>	<b>63,779,866</b>
	<b>Commission on Human Rights and Opportunities</b>		
10010	Personal Services	6,146,769	5,950,016
10020	Other Expenses	903,891	903,891
10050	Equipment	1	1
12027	Martin Luther King, Jr. Commission	6,650	6,650
	<b>Total</b>	<b>7,057,311</b>	<b>6,860,558</b>
	<b>Office of Protection and Advocacy for Persons with Disabilities</b>		
10010	Personal Services	2,465,321	2,366,933
10020	Other Expenses	216,038	216,038
10050	Equipment	1	1
	<b>Total</b>	<b>2,681,360</b>	<b>2,582,972</b>
	<b>CONSERVATION AND DEVELOPMENT</b>		
	<b>Department of Agriculture</b>		
10010	Personal Services	3,895,000	3,750,000

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Agriculture (con't)</b>		
10020	Other Expenses	716,168	700,668
10050	Equipment	1	1
12083	Vibrio Bacterium Program	1	1
12421	Senior Food Vouchers	404,500	404,500
16027	Collection of Agricultural Statistics	1,026	1,026
16037	Tuberculosis and Brucellosis Indemnity	900	900
16051	Fair Testing	4,040	4,040
16067	Connecticut Grown Product Promotion	10,000	10,000
16075	WIC Coupon Program for Fresh Produce	184,090	184,090
	<b>Total</b>	<b>5,215,726</b>	<b>5,055,226</b>
	<b>Department of Energy and Environmental Protection</b>		
10010	Personal Services	34,945,655	33,677,502
10020	Other Expenses	4,327,027	4,376,632
10050	Equipment	1	1
12030	Stream Gaging	199,561	199,561
12054	Mosquito Control	272,144	268,518
12084	State Superfund Site Maintenance	241,100	241,100
12146	Laboratory Fees	170,309	170,309
12195	Dam Maintenance	130,164	126,016
12487	Emergency Spill Response	7,301,292	7,074,509
12488	Solid Waste Management	2,868,088	2,781,459
12489	Underground Storage Tank	1,303,410	1,279,716
12490	Clean Air	5,131,094	5,014,450
12491	Environmental Conservation	9,158,452	9,008,720
12501	Environmental Quality	10,414,994	10,155,679
16015	Interstate Environmental Commission	48,783	48,783
16038	Agreement USGS - Hydrological Study	155,456	155,456
16046	New England Interstate Water Pollution Commission	28,827	28,827
16052	Northeast Interstate Forest Fire Compact	3,295	3,295
16059	Connecticut River Valley Flood Control Commission	32,395	32,395
16083	Thames River Valley Flood Control Commission	48,281	48,281
16099	Agreement USGS-Water Quality Stream Monitoring	215,412	215,412
16213	Operation Fuel	1,100,000	1,100,000
17088	Lobster Restoration	200,000	200,000
	<b>Total</b>	<b>78,295,740</b>	<b>76,206,621</b>
	<b>Council on Environmental Quality</b>		
10010	Personal Services	167,792	163,640
10020	Other Expenses	3,634	3,634



Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Council on Environmental Quality (con't)</b>		
10050	Equipment	1	1
	<b>Total</b>	<b>171,427</b>	<b>167,275</b>
	<b>Department of Economic and Community Development</b>		
10010	Personal Services	9,506,280	9,138,901
10020	Other Expenses	1,618,799	1,618,799
10050	Equipment	1	1
12032	Elderly Rental Registry and Counselors	1,098,171	1,098,171
12296	Statewide Marketing	15,000,001	15,000,001
12308	Innovation Challenge Grant Program	500,000	500,000
12312	Nanotechnology Study	119,000	119,000
12363	Small Business Incubator Program	425,000	-
12411	CT Asso Performing Arts/Schubert Theater	378,712	378,712
12412	Hartford Urban Arts Grant	378,712	378,712
12413	New Britain Arts Council	75,743	75,743
12432	Fair Housing	308,750	308,750
12435	Main Street Initiatives	171,000	171,000
12437	Office of Military Affairs	153,508	153,508
12438	Hydrogen/Fuel Cell Economy	191,781	-
12439	Southeast CT Incubator	148,750	-
12450	SBIR Matching Grants	95,625	95,625
12466	Ivoryton Playhouse	150,000	150,000
12467	CCAT-CT Manufacturing Supply Chain	255,000	-
12513	Economic Development Grants	-	1,817,937
12514	Garde Arts Theatre	300,000	300,000
16029	Subsidized Assisted Living Demonstration	1,730,000	2,272,000
16068	Congregate Facilities Operation Costs	6,884,547	6,884,547
16076	Housing Assistance and Counseling Program	438,500	438,500
16084	Elderly Congregate Rent Subsidy	2,389,796	2,389,796
16175	Discovery Museum	378,712	378,712
16188	National Theatre for the Deaf	151,484	151,484
16189	CONNSTEP	646,000	-
16191	Development Research and Economic Assistance	151,406	-
16196	Culture, Tourism and Art Grant	1,979,165	1,979,165
16197	CT Trust for Historic Preservation	210,396	210,396
16209	Connecticut Science Center	630,603	630,603
17008	Tax Abatement	1,704,890	1,704,890
17012	Payment in Lieu of Taxes	2,204,000	2,204,000
17063	Greater Hartford Arts Council	94,677	94,677
17064	Stamford Center for the Arts	378,712	378,712

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Economic and Community Development (con't)</b>		
17065	Stepping Stones Museum for Children	44,294	44,294
17066	Maritime Center Authority	531,525	531,525
17067	Basic Cultural Resources Grant	1,601,204	1,601,204
17068	Tourism Districts	1,495,596	1,495,596
17069	Connecticut Humanities Council	2,157,633	2,157,633
17070	Amistad Committee for the Freedom Trail	44,294	44,294
17071	Amistad Vessel	378,712	378,712
17072	New Haven Festival of Arts and Ideas	797,287	797,287
17073	New Haven Arts Council	94,677	94,677
17074	Palace Theater	378,712	378,712
17075	Beardsley Zoo	354,350	354,350
17076	Mystic Aquarium	620,112	620,112
17077	Quinebaug Tourism	41,101	41,101
17078	Northwestern Tourism	41,101	41,101
17079	Eastern Tourism	41,101	41,101
17080	Central Tourism	41,101	41,101
17082	Twain/Stowe Homes	95,674	95,674
	<b>Total</b>	<b>59,606,195</b>	<b>59,780,816</b>
	<b>Agricultural Experiment Station</b>		
10010	Personal Services	6,125,000	5,910,000
10020	Other Expenses	923,511	923,511
10050	Equipment	1	1
12056	Mosquito Control	232,979	231,173
12288	Wildlife Disease Prevention	90,474	89,571
	<b>Total</b>	<b>7,371,965</b>	<b>7,154,256</b>
	<b>HEALTH AND HOSPITALS</b>		
	<b>Department of Public Health</b>		
10010	Personal Services	35,633,513	34,626,728
10020	Other Expenses	7,183,505	8,433,505
10050	Equipment	15,001	1
12100	Needle and Syringe Exchange Program	455,072	455,072
12126	Children's Health Initiatives	2,442,813	2,435,161
12227	Childhood Lead Poisoning	75,000	75,000
12236	AIDS Services	4,802,098	4,952,098
12255	Breast and Cervical Cancer Detection and Treatment	2,183,669	2,181,483
12264	Children with Special Health Care Needs	1,271,627	1,271,627
12268	Medicaid Administration	4,276,747	4,201,595
12430	Fetal and Infant Mortality Review	299,250	299,250

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Public Health (con't)</b>		
16060	Community Health Services	6,300,500	6,300,500
16103	Rape Crisis	439,684	439,684
16112	X-Ray Screening and Tuberculosis Care	1,200,000	1,200,000
16121	Genetic Diseases Programs	828,744	828,744
16136	Immunization Services	9,044,950	9,044,950
17009	Local and District Departments of Health	4,563,700	4,563,700
17013	Venereal Disease Control	195,210	195,210
17019	School Based Health Clinics	10,440,646	10,440,646
	<b>Total</b>	<b>91,651,729</b>	<b>91,944,954</b>
	<b>Office of the Chief Medical Examiner</b>		
10010	Personal Services	5,223,625	5,050,652
10020	Other Expenses	906,282	906,282
10050	Equipment	15,500	15,500
12033	Medicolegal Investigations	54,441	58,828
	<b>Total</b>	<b>6,199,848</b>	<b>6,031,262</b>
	<b>Department of Developmental Services</b>		
10010	Personal Services	286,909,798	275,149,434
10020	Other Expenses	22,102,780	21,990,274
10050	Equipment	1	1
12034	Human Resource Development	219,790	219,790
12072	Family Support Grants	3,280,095	3,280,095
12101	Cooperative Placements Program	21,928,521	22,576,043
12185	Clinical Services	4,639,522	4,585,370
12192	Early Intervention	36,288,242	34,688,242
12213	Community Temporary Support Services	67,315	67,315
12219	Community Respite Care Programs	330,345	330,345
12235	Workers' Compensation Claims	15,544,371	15,246,035
12340	Pilot Program for Autism Services	1,185,176	1,185,176
12493	Voluntary Services	31,256,734	31,225,026
12521	Supplemental Payments for Medical Services	13,100,000	13,400,000
16069	Rent Subsidy Program	4,537,554	4,537,554
16104	Family Reunion Program	134,900	134,900
16108	Employment Opportunities and Day Services	186,574,466	197,101,167
16122	Community Residential Services	419,597,573	431,913,391
	<b>Total</b>	<b>1,047,697,183</b>	<b>1,057,630,158</b>
	<b>Department of Mental Health and Addiction Services</b>		
10010	Personal Services	219,207,637	211,068,124

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Mental Health and Addiction Services (con't)</b>		
10020	Other Expenses	29,200,732	28,599,021
10050	Equipment	1	1
12035	Housing Supports and Services	14,424,867	14,987,367
12157	Managed Service System	38,760,066	38,736,053
12196	Legal Services	639,269	639,269
12199	Connecticut Mental Health Center	8,540,721	8,540,721
12207	Professional Services	11,822,615	11,788,898
12220	General Assistance Managed Care	182,485,221	195,756,101
12235	Workers' Compensation Claims	10,833,085	10,594,566
12247	Nursing Home Screening	622,784	622,784
12250	Young Adult Services	60,807,178	64,771,066
12256	TBI Community Services	11,215,956	12,711,421
12278	Jail Diversion	4,625,185	4,569,358
12289	Behavioral Health Medications	6,169,095	6,169,095
12292	Prison Overcrowding	6,440,176	6,416,668
12298	Medicaid Adult Rehabilitation Option	3,963,349	3,963,349
12330	Discharge and Diversion Services	10,330,847	12,586,680
12444	Home and Community Based Services	7,660,683	10,252,082
12465	Persistent Violent Felony Offenders Act	703,333	703,333
16003	Grants for Substance Abuse Services	25,027,766	25,027,766
16053	Grants for Mental Health Services	76,394,230	76,394,230
16070	Employment Opportunities	10,417,746	10,417,746
	<b>Total</b>	<b>740,292,542</b>	<b>755,315,699</b>
	<b>Psychiatric Security Review Board</b>		
10010	Personal Services	332,091	320,081
10020	Other Expenses	31,469	31,469
10050	Equipment	1	1
	<b>Total</b>	<b>363,561</b>	<b>351,551</b>
	<b>HUMAN SERVICES</b>		
	<b>Department of Social Services</b>		
10010	Personal Services	120,436,042	116,581,562
10020	Other Expenses	89,316,801	88,800,670
10050	Equipment	1	1
12042	Children's Trust Fund	12,267,430	13,067,430
12121	Children's Health Council	218,317	218,317
12127	HUSKY Outreach	335,564	335,564
12197	Genetic Tests in Paternity Actions	191,142	191,142
12202	State Food Stamp Supplement	1,414,090	2,025,966

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Social Services (con't)</b>		
12239	HUSKY Program	37,700,000	42,600,000
12494	Charter Oak Health Plan	8,770,000	7,760,000
16020	Medicaid	4,632,073,500	4,755,161,500
16061	Old Age Assistance	35,599,937	36,063,774
16071	Aid to the Blind	771,201	766,494
16077	Aid to the Disabled	61,785,351	61,977,284
16090	Temporary Assistance to Families - TANF	120,551,266	122,160,034
16096	Emergency Assistance	1	1
16098	Food Stamp Training Expenses	12,000	12,000
16100	Connecticut Pharmaceutical Assistance Contract to the Elderly	789,900	380,000
16105	Healthy Start	1,490,220	1,490,220
16109	DMHAS-Disproportionate Share	105,935,000	105,935,000
16114	Connecticut Home Care Program	62,612,500	65,086,100
16118	Human Resource Development-Hispanic Programs	936,329	936,329
16123	Services to the Elderly	3,911,369	3,911,369
16128	Safety Net Services	1,890,807	1,890,807
16129	Transportation for Employment Independence Program	3,155,532	3,155,532
16139	Refunds of Collections	177,792	177,792
16146	Services for Persons With Disabilities	627,227	627,227
16147	Child Care Services-TANF/CCDBG	97,598,443	104,304,819
16148	Nutrition Assistance	447,663	447,663
16149	Housing/Homeless Services	55,311,780	59,824,050
16155	Disproportionate Share-Medical Emergency Assistance	268,486,847	268,486,847
16157	State Administered General Assistance	14,550,817	14,723,163
16158	Child Care Quality Enhancements	3,745,687	3,745,687
16159	Connecticut Children's Medical Center	10,579,200	10,579,200
16160	Community Services	1,847,615	1,798,865
16171	Alzheimer Respite Care	2,294,388	2,294,388
16174	Human Service Infrastructure Community Action Program	3,418,970	3,418,970
16177	Teen Pregnancy Prevention	1,914,339	1,914,339
17029	Human Resource Development-Hispanic Programs - Municipality	5,310	5,310
17032	Teen Pregnancy Prevention - Municipality	143,600	143,600
17037	Services to the Elderly - Municipality	44,405	44,405
17038	Housing/Homeless Services - Municipality	634,026	634,026
17083	Community Services - Municipality	87,268	87,268
	<b>Total</b>	<b>5,764,079,677</b>	<b>5,903,764,715</b>
	<b>Bureau of Rehabilitative Services</b>		
10010	Personal Services	4,733,062	4,599,638

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Bureau of Rehabilitative Services (con't)</b>		
10020	Other Expenses	991,631	991,631
10050	Equipment	2	2
12037	Part-Time Interpreters	195,241	191,633
12060	Educational Aid for Blind and Visually Handicapped Children	4,839,899	4,821,904
12301	Enhanced Employment Opportunities	673,000	673,000
16004	Vocational Rehabilitation - Disabled	7,386,668	7,386,668
16040	Supplementary Relief and Services	103,925	103,925
16054	Vocational Rehabilitation - Blind	890,454	890,454
16078	Special Training for the Deaf Blind	298,585	298,585
16086	Connecticut Radio Information Service	87,640	87,640
16150	Employment Opportunities	1,052,829	1,052,829
16153	Independent Living Centers	547,338	547,338
	<b>Total</b>	<b>21,800,274</b>	<b>21,645,247</b>
	<b>EDUCATION, MUSEUMS, LIBRARIES</b>		
	<b>Department of Education</b>		
10010	Personal Services	24,598,200	23,833,611
10020	Other Expenses	3,324,506	3,124,506
10050	Equipment	1	1
12088	Basic Skills Exam Teachers in Training	1,291,314	1,270,775
12103	Teachers' Standards Implementation Program	3,296,508	3,096,508
12113	Early Childhood Program	5,024,906	5,022,489
12171	Development of Mastery Exams Grades 4, 6, and 8	19,106,711	19,050,559
12198	Primary Mental Health	507,294	507,294
12211	Leadership, Educ., Athletics-Partnership	765,000	765,000
12216	Adult Education Action	240,687	240,687
12253	Connecticut Pre-Engineering Program	262,500	262,500
12261	Connecticut Writing Project	50,000	50,000
12290	Resource Equity Assessments	301,980	299,683
12318	Neighborhood Youth Centers	1,338,300	1,338,300
12405	Longitudinal Data Systems	1,500,000	1,500,000
12453	School Accountability	2,186,318	2,201,405
12457	Sheff Settlement	9,265,012	10,293,799
12468	CommPACT Schools	712,500	712,500
12495	Community Plans for Early Childhood	450,000	450,000
12496	Improving Early Literacy	150,000	150,000
12506	Parent Trust Fund Program	500,000	500,000
12519	Regional Vocational-Technical School System	149,618,414	143,702,045
12520	Child Care Services	18,422,653	18,419,752

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Education (con't)</b>		
16021	American School for the Deaf	9,768,242	10,264,242
16062	Regional Education Services	1,434,613	1,384,613
16101	Head Start Services	2,748,150	2,748,150
16106	Head Start Enhancement	1,773,000	1,773,000
16110	Family Resource Centers	6,041,488	6,041,488
16119	Charter Schools	57,067,400	59,839,400
16201	Youth Service Bureau Enhancement	620,300	620,300
16202	Head Start - Early Childhood Link	2,090,000	2,090,000
16210	Institutional Student Aid	882,000	882,000
16211	Child Nutrition State Match	2,354,000	2,354,000
16212	Health Foods Initiative	3,613,997	3,613,997
16217	EvenStart	500,000	500,000
17017	Vocational Agriculture	5,060,565	5,060,565
17027	Transportation of School Children	25,784,748	24,884,748
17030	Adult Education	21,032,980	21,025,690
17034	Health and Welfare Services Pupils Private Schools	4,297,500	4,297,500
17041	Education Equalization Grants	1,889,609,057	1,889,609,057
17042	Bilingual Education	1,916,130	1,916,130
17043	Priority School Districts	116,626,966	116,100,581
17044	Young Parents Program	229,330	229,330
17045	Interdistrict Cooperation	11,136,173	11,131,935
17046	School Breakfast Program	2,220,303	2,220,303
17047	Excess Cost - Student Based	139,805,731	139,805,731
17049	Non-Public School Transportation	3,595,500	3,595,500
17050	School to Work Opportunities	213,750	213,750
17052	Youth Service Bureaus	2,947,268	2,947,268
17053	OPEN Choice Program	19,839,066	22,090,956
17057	Magnet Schools	215,855,338	235,364,251
17084	After School Program	4,500,000	4,500,000
17097	School Readiness Quality Enhancement	1,100,678	1,100,678
	<b>Total</b>	<b>2,797,577,077</b>	<b>2,814,996,577</b>
	<b>State Library</b>		
10010	Personal Services	5,747,837	5,560,728
10020	Other Expenses	767,111	767,111
10050	Equipment	1	1
12061	State-Wide Digital Library	1,630,136	1,630,136
12104	Interlibrary Loan Delivery Service	282,342	275,751
12172	Legal/Legislative Library Materials	1,000,000	1,000,000
12178	State-Wide Data Base Program	574,696	574,696

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>State Library (con't)</b>		
12420	Computer Access	190,000	190,000
16022	Support Cooperating Library Service Units	350,000	350,000
17003	Grants to Public Libraries	207,692	214,283
17010	Connecticard Payments	1,000,000	1,000,000
	<b>Total</b>	<b>11,749,815</b>	<b>11,562,706</b>
	<b>Office of Financial and Academic Affairs for Higher Education</b>		
10010	Personal Services	1,240,000	1,240,000
10020	Other Expenses	300,000	110,180
10050	Equipment	1	1
12188	Minority Advancement Program	2,405,666	2,405,666
12194	Alternate Route to Certification	100,000	100,000
12208	International Initiatives	66,500	66,500
12214	Minority Teacher Incentive Program	471,374	471,374
12233	Education and Health Initiatives	522,500	522,500
16055	Capitol Scholarship Program	4,451,390	4,451,390
16063	Awards to Children of Deceased/ Disabled Veterans	4,000	4,000
16079	Connecticut Independent College Student Grant	18,072,474	16,158,319
16126	Connecticut Aid for Public College Students	29,808,469	29,808,469
16134	Connecticut Aid to Charter Oak	59,393	59,393
16198	Kirklyn M. Kerr Grant Program	400,000	400,000
	<b>Total</b>	<b>57,901,767</b>	<b>55,797,792</b>
	<b>University of Connecticut</b>		
12139	Operating Expenses	213,457,963	210,445,208
12166	Tuition Freeze	4,267,696	4,267,696
12173	Regional Campus Enhancement	7,538,003	7,538,003
12291	Veterinary Diagnostic Laboratory	90,000	90,000
	<b>Total</b>	<b>225,353,662</b>	<b>222,340,907</b>
	<b>University of Connecticut Health Center</b>		
12139	Operating Expenses	121,009,693	109,156,742
12159	AHEC	505,707	505,707
	<b>Total</b>	<b>121,515,400</b>	<b>109,662,449</b>
	<b>Teachers' Retirement Board</b>		
10010	Personal Services	1,785,698	1,731,184
10020	Other Expenses	664,470	685,068
10050	Equipment	1	1
16006	Retirement Contributions	757,246,000	787,536,000



Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Teachers' Retirement Board (con't)</b>		
16023	Retirees Health Service Cost	24,958,272	26,500,836
16032	Municipal Retiree Health Insurance Costs	7,372,720	7,887,480
	<b>Total</b>	<b>792,027,161</b>	<b>824,340,569</b>
	<b>Board of Regents for Higher Education</b>		
12200	National Service Act	328,365	328,365
12531	Charter Oak State College	2,742,725	2,696,543
12532	Community Technical College System	153,831,652	150,084,931
12533	Connecticut State University	157,363,860	153,522,741
12534	Board of Regents	1,410,954	1,316,603
	<b>Total</b>	<b>315,677,556</b>	<b>307,949,183</b>
	<b>CORRECTIONS</b>		
	<b>Department of Correction</b>		
10010	Personal Services	440,501,363	397,466,166
10020	Other Expenses	78,932,503	75,245,412
10050	Equipment	1	1
12235	Workers' Compensation Claims	30,623,609	29,936,219
12242	Inmate Medical Services	97,025,952	94,747,339
12302	Board of Pardons and Paroles	6,280,668	6,082,447
12374	Mental Health AIC	300,000	300,000
12498	Distance Learning	100,000	100,000
16007	Aid to Paroled and Discharged Inmates	9,500	9,500
16042	Legal Services to Prisoners	870,595	870,595
16073	Volunteer Services	170,758	170,758
16173	Community Support Services	40,370,121	40,370,121
	<b>Total</b>	<b>695,185,070</b>	<b>645,298,558</b>
	<b>Department of Children and Families</b>		
10010	Personal Services	300,803,182	293,558,016
10020	Other Expenses	37,534,834	37,513,645
10050	Equipment	1	1
12041	Short-Term Residential Treatment	713,129	713,129
12234	Substance Abuse Screening	1,745,896	1,745,896
12235	Workers' Compensation Claims	10,391,768	10,322,750
12243	Local Systems of Care	2,176,906	2,136,393
12304	Family Support Services	8,728,303	8,728,303
12305	Emergency Needs	1,710,000	1,710,000
12515	Differential Response System	4,000,000	4,000,000
16008	Health Assessment and Consultation	965,667	965,667

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Children and Families (con't)</b>		
16024	Grants for Psychiatric Clinics for Children	14,120,807	14,120,807
16033	Day Treatment Centers for Children	5,497,630	5,497,630
16043	Juvenile Justice Outreach Services	12,575,467	13,376,467
16064	Child Abuse and Neglect Intervention	5,379,261	5,379,261
16092	Community Based Prevention Programs	4,850,529	4,850,529
16097	Family Violence Outreach and Counseling	1,751,427	1,751,427
16102	Support for Recovering Families	14,505,485	16,773,485
16107	No Nexus Special Education	8,682,808	8,682,808
16111	Family Preservation Services	5,385,396	5,385,396
16116	Substance Abuse Treatment	4,228,046	4,228,046
16120	Child Welfare Support Services	3,371,072	3,221,072
16132	Board and Care for Children - Adoption	87,100,506	92,875,380
16135	Board and Care for Children - Foster	115,485,935	120,055,232
16138	Board and Care for Children - Residential	189,186,108	196,913,618
16140	Individualized Family Supports	16,424,785	16,424,785
16141	Community KidCare	23,575,167	23,575,167
16144	Covenant to Care	166,516	166,516
16145	Neighborhood Center	261,010	261,010
	<b>Total</b>	<b>881,317,641</b>	<b>894,932,436</b>
	<b>JUDICIAL</b>		
	<b>Judicial Department</b>		
10010	Personal Services	331,983,792	324,964,531
10020	Other Expenses	68,451,443	69,762,607
10050	Equipment	100,000	305,000
12025	Forensic Sex Evidence Exams	909,060	909,060
12043	Alternative Incarceration Program	56,747,318	56,634,818
12064	Justice Education Center, Inc.	293,111	293,110
12105	Juvenile Alternative Incarceration	30,169,861	30,169,864
12128	Juvenile Justice Centers	3,104,877	3,104,877
12135	Probate Court	8,200,000	7,300,000
12375	Youthful Offender Services	9,512,151	13,793,708
12376	Victim Security Account	48,000	48,000
12502	Children of Incarcerated Parents	350,000	350,000
12516	Legal Aid	1,500,000	1,500,000
12517	Juvenile Jurisdiction Policy and Operations Coordinating Council	50,000	50,000
	<b>Total</b>	<b>511,419,613</b>	<b>509,185,575</b>
	<b>Public Defender Services Commission</b>		
10010	Personal Services	40,367,054	39,204,811

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Public Defender Services Commission (con't)</b>		
10020	Other Expenses	1,648,454	1,654,345
12065	Special Public Defenders - Contractual	3,097,000	3,097,000
12076	Special Public Defenders - Non-Contractual	5,590,250	5,590,250
12090	Expert Witnesses	2,100,000	2,200,000
12106	Training and Education	100,000	125,000
12417	Contracted Attorneys	10,816,407	10,825,552
12418	Contracted Attorneys Related Expenses	200,000	200,000
12499	Family Contracted Attorneys/AMC	736,310	736,310
	<b>Total</b>	<b>64,655,475</b>	<b>63,633,268</b>
	<b>NON-FUNCTIONAL</b>		
	<b>Miscellaneous Appropriation to the Governor</b>		
12014	Governor's Contingency Account	1	1
	<b>Public Defender Services Commission</b>		
12285	Debt Service	1,697,397,515	1,678,331,881
12286	UConn 2000 - Debt Service	110,289,293	130,029,220
12287	CHEFA Day Care Security	5,500,000	5,500,000
12500	Pension Obligation Bonds - TRB	80,894,031	121,386,576
	<b>Total</b>	<b>1,894,080,839</b>	<b>1,935,247,677</b>
	<b>State Comptroller - Miscellaneous</b>		
12003	Adjudicated Claims	4,000,000	4,000,000
	<b>State Comptroller - Fringe Benefits</b>		
12005	Unemployment Compensation	12,481,748	8,901,932
12006	State Employees Retirement Contributions	722,137,072	715,503,022
12007	Higher Education Alternative Retirement System	37,959,646	37,737,659
12008	Pensions and Retirements - Other Statutory	1,822,697	1,842,652
12009	Judges and Compensation Commissioners Retirement	15,095,489	16,005,904
12010	Insurance - Group Life	8,586,000	8,758,000
12011	Employers Social Security Tax	244,896,847	245,850,448
12012	State Employees Health Service Cost	602,409,060	663,840,320
12013	Retired State Employees Health Service Cost	565,145,867	614,094,650
12016	Tuition Reimbursement - Training and Travel	3,327,500	-
	<b>State Comptroller - Fringe Benefits Total</b>	<b>2,213,861,926</b>	<b>2,312,534,587</b>
	<b>Reserve For Salary Adjustments</b>		
12015	Reserve for Salary Adjustments	42,568,534	200,090,187

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Workers' Compensation Claims - Department of Administrative Services</b>		
12235	Workers' Compensation Claims	27,726,672	27,239,041
	<b>Total - General Fund</b>	<b>19,485,646,329</b>	<b>19,918,305,927</b>
	LESS:		
	Unallocated Lapse	(92,006,562)	(91,676,192)
	Unallocated Lapse - Legislative	(2,700,000)	(3,028,105)
	Unallocated Lapse - Judicial	(3,545,000)	(5,400,672)
	General Personal Services Reduction - Legislative	(476,000)	(476,000)
	General Personal Services Reduction - Executive	(11,538,800)	(11,538,800)
	General Other Expenses Reductions - Legislative	(374,000)	(374,000)
	General Other Expenses Reductions - Executive	(9,066,200)	(9,066,200)
	Labor Management Savings Lapse - Legislative	(4,586,734)	(6,671,872)
	Labor Management Savings Lapse - Executive	(625,947,354)	(806,963,225)
	Labor Management Savings Lapse - Judicial	(27,670,929)	(30,622,622)
	<b>Net - General Fund</b>	<b>18,707,734,750</b>	<b>18,952,488,239</b>
	<b>TRANSPORTATION FUND</b>		
	<b>GENERAL GOVERNMENT</b>		
	<b>Department of Administrative Services</b>		
12507	State Insurance and Risk Mgmt Operations	7,157,557	7,335,373
	<b>REGULATION AND PROTECTION</b>		
	<b>Department of Motor Vehicles</b>		
10010	Personal Services	42,656,658	41,541,809
10020	Other Expenses	13,255,626	13,255,626
10050	Equipment	600,000	600,000
12091	Commercial Vehicle Information Systems and Networks Project	239,818	296,289
	<b>Total</b>	<b>56,752,102</b>	<b>55,693,724</b>
	<b>TRANSPORTATION</b>		
	<b>Department of Transportation</b>		
10010	Personal Services	169,441,130	162,240,011
10020	Other Expenses	49,396,497	49,228,630
10050	Equipment	1,642,000	1,743,000
10070	Minor Capital Projects	332,500	332,500
10080	Highway and Bridge Renewal-Equipment	12,000,000	7,000,000
12017	Highway Planning and Research	2,981,000	3,105,000
12168	Rail Operations	144,997,567	155,715,305

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Transportation (con't)</b>		
12175	Bus Operations	135,029,058	139,464,784
12334	Tweed-New Haven Airport Grant	1,000,000	1,000,000
12378	ADA Para-transit Program	27,175,000	28,880,000
12379	Non-ADA Dial-A-Ride Program	576,361	576,361
12518	Pay-As-You-Go Transportation Projects	27,718,098	22,687,740
17036	Town Aid Road Grants - TF	30,000,000	30,000,000
	<b>Total</b>	<b>602,289,211</b>	<b>601,973,331</b>
	<b>HUMAN SERVICES</b>		
	<b>Bureau of Rehabilitative Services</b>		
10010	Personal Services	116,274	116,274
10020	Other Expenses	14,436	14,436
	<b>Total</b>	<b>130,710</b>	<b>130,710</b>
	<b>NON-FUNCTIONAL</b>		
	<b>Debt Service - State Treasurer</b>		
12285	Debt Service	478,835,373	492,217,529
	<b>State Comptroller - Fringe Benefits</b>		
12005	Unemployment Compensation	459,165	644,928
12006	State Employees Retirement Contributions	99,636,000	105,694,000
12010	Insurance - Group Life	327,000	334,000
12011	Employers Social Security Tax	18,632,021	18,545,161
12012	State Employees Health Service Cost	42,129,085	42,504,880
	<b>Total</b>	<b>161,183,271</b>	<b>167,722,969</b>
	<b>Reserve for Salary Adjustments</b>		
12015	Reserve for Salary Adjustments	2,363,787	14,081,949
	<b>Workers' Compensation Claims - Department Of Administrative Services</b>		
12235	Workers' Compensation Claims	6,756,577	6,626,481
	<b>Total - Special Transportation Fund</b>	<b>1,315,468,588</b>	<b>1,345,782,066</b>
	LESS:		
	Estimated Unallocated Lapses	(11,000,000)	(11,000,000)
	Labor Management Savings Lapse	(42,536,383)	(56,949,138)
	<b>Net - Special Transportation Fund</b>	<b>1,261,932,205</b>	<b>1,277,832,928</b>

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>MASHANTUCKET PEQUOT AND MOHEGAN FUND</b>		
	<b>GENERAL GOVERNMENT</b>		
	<b>Office of Policy And Management</b>		
17005	Grants To Towns	61,779,907	61,779,907
	<b>Total</b>	<b>61,779,907</b>	<b>61,779,907</b>
	<b>SOLDIERS' SAILORS AND MARINES' FUND</b>		
	<b>HUMAN SERVICES</b>		
	<b>Soldiers, Sailors and Marines' Fund</b>		
10010	Personal Services	614,866	604,504
10020	Other Expenses	54,397	42,397
12153	Award Payments to Veterans	1,979,800	1,979,800
12244	Fringe Benefits	411,973	424,835
	<b>Total</b>	<b>3,061,036</b>	<b>3,051,536</b>
	<b>Total - Soldiers, Sailors and Marines' Fund</b>	<b>3,061,036</b>	<b>3,051,536</b>
	<b>REGIONAL MARKET OPERATION FUND</b>		
	<b>CONSERVATION AND DEVELOPMENT</b>		
	<b>Department of Agriculture</b>		
10010	Personal Services	390,151	386,193
10020	Other Expenses	271,507	273,007
10050	Equipment	3,500	1
12244	Fringe Benefits	261,401	266,473
	<b>Total</b>	<b>926,559</b>	<b>925,674</b>
	<b>NON-FUNCTIONAL</b>		
	Debt Service - State Treasurer		
12285	Debt Service	38,338	7,147
	<b>Total - Regional Market Operation Fund</b>	<b>964,897</b>	<b>932,821</b>
	<b>BANKING FUND</b>		
	<b>REGULATION AND PROTECTION</b>		
	<b>Department of Banking</b>		
10010	Personal Services	10,950,000	10,600,000
10020	Other Expenses	1,279,737	1,014,443
10050	Equipment	127,000	37,200
12244	Fringe Benefits	7,337,000	7,314,500

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Department of Banking (con't)</b>		
12262	Indirect Overhead	1,195,086	1,217,182
	<b>Total</b>	<b>20,888,823</b>	<b>20,183,325</b>
	<b>Labor Department</b>		
12471	Customized Services	500,000	500,000
	<b>CONSERVATION AND DEVELOPMENT</b>		
	<b>Department Of Economic And Community Development</b>		
12432	Fair Housing	168,639	168,639
	<b>JUDICIAL</b>		
	<b>Judicial Department</b>		
12472	Foreclosure Mediation Program	5,252,904	5,324,914
	<b>NON-FUNCTIONAL</b>		
	<b>Total - Banking Fund</b>	<b>26,810,366</b>	<b>26,176,878</b>
	LESS:		
	Branch Savings Target - Judicial	(254,913)	(63,729)
	<b>NET - BANKING FUND</b>	<b>26,555,453</b>	<b>26,113,149</b>
	<b>INSURANCE FUND</b>		
	<b>GENERAL GOVERNMENT</b>		
	<b>Office of Policy And Management</b>		
10010	Personal Services	219,888	212,322
10020	Other Expenses	500	500
10050	Equipment	2,250	-
12244	Fringe Benefits	147,018	146,503
	<b>Office of Policy And Management (cont'd)</b>		
	<b>Total</b>	<b>369,656</b>	<b>359,325</b>
	<b>REGULATION AND PROTECTION</b>		
	<b>Insurance Department</b>		
10010	Personal Services	13,445,665	12,996,951
10020	Other Expenses	2,022,453	2,022,453
10050	Equipment	40,060	40,060
12244	Fringe Benefits	8,715,295	8,699,254
12262	Indirect Overhead	58,043	59,842
	<b>Total</b>	<b>24,281,516</b>	<b>23,818,560</b>

Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Office of the Healthcare Advocate</b>		
10010	Personal Services	746,398	725,540
10020	Other Expenses	136,373	136,374
10050	Equipment	1,400	700
12244	Fringe Benefits	493,954	495,294
12262	Indirect Overhead	117,320	120,957
	<b>Total</b>	<b>1,495,445</b>	<b>1,478,865</b>
	<b>HUMAN SERVICES</b>		
	<b>Department of Social Services</b>		
10020	Other Expenses	475,000	475,000
	<b>Total - Insurance Fund</b>	<b>26,621,617</b>	<b>26,131,750</b>
	<b>CONSUMER COUNSEL FUND</b>		
	<b>REGULATION AND PROTECTION</b>		
	<b>Office of Consumer Counsel</b>		
10010	Personal Services	1,357,585	1,309,791
10020	Other Expenses	396,029	396,029
10050	Equipment	5,850	5,600
12244	Fringe Benefits	909,582	901,742
12262	Indirect Overhead	364,667	375,972
	<b>Total</b>	<b>3,033,713</b>	<b>2,989,134</b>
	<b>CONSERVATION AND DEVELOPMENT</b>		
	<b>Department of Energy and Environmental Protection</b>		
10010	Personal Services	12,392,338	11,989,348
10020	Other Expenses	1,557,709	1,550,391
10050	Equipment	21,850	26,000
12244	Fringe Benefits	8,302,867	8,276,798
12262	Indirect Overhead	1,120,343	1,155,074
	<b>Total</b>	<b>23,395,107</b>	<b>22,997,611</b>
	<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>26,428,820</b>	<b>25,986,745</b>
	<b>WORKERS' COMPENSATION FUND</b>		
	<b>GENERAL GOVERNMENT</b>		
	<b>Division of Criminal Justice</b>		
10010	Personal Services	416,894	407,580
10020	Other Expenses	21,653	30,653
10050	Equipment	1	1



Account #	Government Function/Agency/Account Title	FY 12 \$	FY 13 \$
	<b>Division of Criminal Justice (con't)</b>		
12244	Fringe Benefits	279,320	281,230
	<b>Total</b>	<b>717,868</b>	<b>719,464</b>
	<b>REGULATION AND PROTECTION</b>		
	<b>Labor Department</b>		
12045	Occupational Health Clinics	684,596	682,731
	<b>Workers' Compensation Commission</b>		
10010	Personal Services	9,227,232	9,022,493
10020	Other Expenses	2,341,706	2,284,102
10050	Equipment	34,000	15,900
12244	Fringe Benefits	6,182,245	6,227,536
12262	Indirect Overhead	945,406	974,714
	<b>Total</b>	<b>18,730,589</b>	<b>18,524,745</b>
	<b>HUMAN SERVICES</b>		
	<b>Bureau of Rehabilitative Services</b>		
10010	Personal Services	503,698	487,578
10020	Other Expenses	23,400	24,500
12066	Rehabilitative Services	1,261,913	1,261,913
12244	Fringe Benefits	337,478	336,429
	<b>Total</b>	<b>2,126,489</b>	<b>2,110,420</b>
	<b>Total - Workers' Compensation Fund</b>	<b>22,259,542</b>	<b>22,037,360</b>
	<b>CRIMINAL INJURIES COMPENSATION FUND</b>		
	<b>JUDICIAL</b>		
	<b>Judicial Department</b>		
12047	Criminal Injuries Compensation	3,493,813	3,602,121
	<b>Total - Criminal Injuries Compensation Fund</b>	<b>3,493,813</b>	<b>3,602,121</b>

## VI. ADDITIONAL BUDGET INFORMATION

### GROWTH RATE

The growth rate for appropriated funds is 5.07% over FY 11 expenditures in FY 12, and 1.29% in FY 13 above FY 12. See the table below for details.

#### BUDGET GROWTH RATES BY FUND (\$ in millions)

	FY 11 Actuals	FY 12 Approp.	FY 12 Change		FY 13 Approp.	FY 13 Change	
General Fund	17,845.2	18,707.7	862.5	4.83%	18,952.5	244.8	1.31%
Transportation Fund	1,166.6	1,261.9	95.3	8.17%	1,277.8	15.9	1.26%
Other Approp. Funds	156.9	171.2	14.3	9.10%	169.6	(1.5)	(0.89%)
<b>Total All Funds</b>	<b>19,168.7</b>	<b>20,140.8</b>	<b>972.1</b>	<b>5.07%</b>	<b>20,400.0</b>	<b>259.1</b>	<b>1.29%</b>

### SPENDING CAP

The biennial budget is under the statutory spending cap by \$1.0 million in FY 12, and \$278.4 million in FY 13. See the table below for details.

#### SPENDING CAP CALCULATIONS (in millions)

	FY 12 \$	FY 13 \$
<b>Total - Appropriated Funds - Prior Year (FY 11) <sup>1</sup></b>	19,339.4	20,140.8
Add Extraordinary Spending	-	-
<b>Revised Total</b>	<b>19,339.4</b>	<b>20,140.8</b>
<b>Less "Non-Capped" Expenditures:</b>		
Debt Service	2,127.6	2,373.0
Statutory Grants to Distressed Municipalities	1,502.1	1,480.5
<b>Total "Non-Capped" Expenditures - Prior Year (FY 11)</b>	<b>3,629.7</b>	<b>3,853.4</b>
<b>Total "Capped" Expenditures</b>	<b>15,709.8</b>	<b>16,287.4</b>
<b>Times Five-Year Average Growth in Personal Income</b>	<b>3.39%</b>	<b>2.84%</b>
<b>Allowable "Capped" Growth</b>	<b>532.4</b>	<b>463.3</b>
<b>"Capped" Expenditures</b>	<b>16,242.2</b>	<b>16,750.7</b>
<b>Plus "Non-Capped" Expenditures:</b>		
Debt Service	2,373.0	2,427.5
Federal Mandates and Court Orders (new \$)	46.3	20.6
Statutory Grants to Distressed Municipalities	1,480.5	1,479.6
<b>Total "Non-Capped" Expenditures</b>	<b>3,899.7</b>	<b>3,927.7</b>
<b>Total - All Expenditures Allowed</b>	<b>20,141.9</b>	<b>20,678.4</b>
Appropriation for this year	20,140.8	20,400.0
<b>Total Appropriations Over/(Under) the Cap</b>	<b>(1.0)</b>	<b>(278.4)</b>

<sup>1</sup> Includes a net deficiency appropriation of \$329.2 million per PA 11-61.

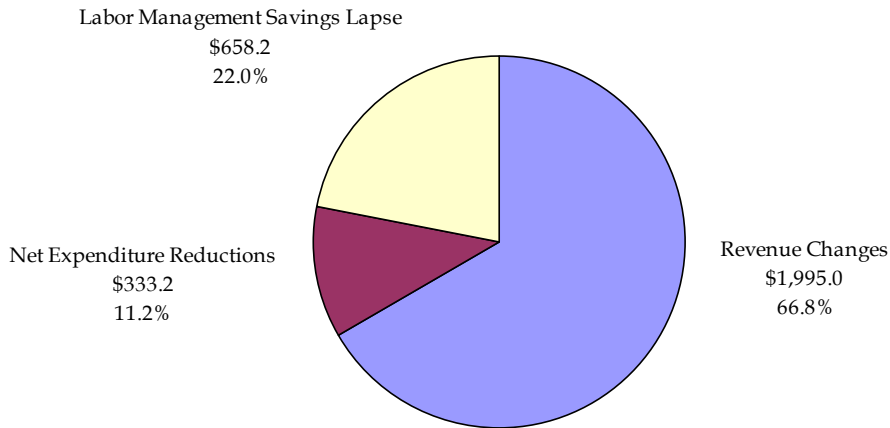
**SOLVING THE FY 12 & FY 13 GENERAL FUND BUDGET DEFICIT (in millions)\***

<b>Problem: Projected Budget Deficit</b>	<b>FY 12 \$</b>	<b>FY 13 \$</b>
Revenue (April 29, 2011 Consensus)	16,793.6	17,654.9
Current Services Needs	<u>19,699.2</u>	<u>20,353.1</u>
<b>Beginning Balance</b>	<b>(2,905.6)</b>	<b>(2,698.2)</b>
<b>Solution: Revenue, Reductions, Savings</b>		
Revenue Changes	1,995.0	1,786.1
Net Expenditure Reductions	333.2	556.3
Labor Management Savings Lapse	<u>658.2</u>	<u>844.3</u>
<b>Total Changes</b>	<b>2,986.4</b>	<b>3,186.7</b>
<b>Budget Reserve for GAAP <sup>[1]</sup></b>	<b>(75.0)</b>	<b>(50.0)</b>
<hr/>		
<b>Available Balance</b>	<b>5.8</b>	<b>438.5</b>

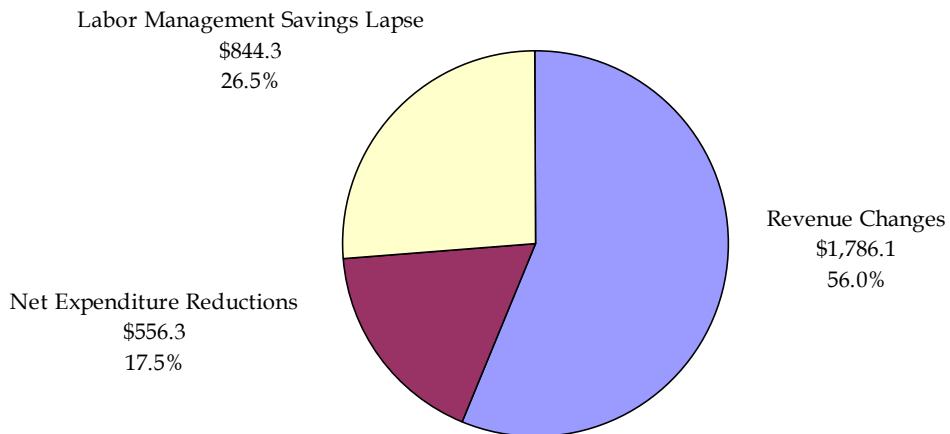
\* These figures are based on the Governor's estimated current services levels.

<sup>[1]</sup> Section 46 of PA 11-48 requires any available surplus at the end of a fiscal year be reserved to cover any increase in the Generally Accepted Accounting Principals (GAAP) deficit for that fiscal year. Up to \$75 million in FY 12, and up to \$50 million in FY 13 have been reserved as possible GAAP deficits in those respective fiscal years.

**What makes up the FY 12 budget gap solution?**



**What makes up the FY 13 budget gap solution?**



## BUILDING THE FY 12 & FY 13 BUDGET

The Governor and Legislature formulate the budget by establishing prior year base spending (FY 11) and adjusting for current service needs and policy goals. In short, the biennial budget is the sum of the Governor's estimated FY 11 expenditures, plus current service adjustments, plus policy revisions. Below is a summary of these changes by fund.

### BUDGET ADJUSTMENT SUMMARY (by fund)

Fund	Current Services Adjustments		Policy Revisions		Adjustments Total	
	FY 12 \$	FY 13 \$	FY 12 \$	FY 13 \$	FY 12 \$	FY 13 \$
General Fund	1,832,503,430	2,532,503,516	(1,069,758,909)	(1,525,005,506)	762,744,521	1,007,498,010
Special Transportation Fund	123,076,526	168,159,339	(34,228,175)	(63,410,265)	88,848,351	104,749,074
Banking Fund	2,639,475	2,292,809	(103,705)	(199,343)	2,535,770	2,093,466
Insurance Fund	558,380	95,748	(232,169)	(259,404)	326,211	(163,656)
Consumer Counsel & Public Utility Control Fund	1,847,954	1,483,396	81,447	3,930	1,929,401	1,487,326
Workers' Compensation Fund	285,120	241,727	(253,256)	(432,045)	31,864	(190,318)
Soldiers, Sailors & Marines' Fund	123,577	199,629	(55,945)	(141,497)	67,632	58,132
Regional Market Operation Fund	21,939	1,464	(8,016)	(19,617)	13,923	(18,153)
Criminal Injuries Compensation Fund	85,215	193,523	-	-	85,215	193,523
<b>TOTAL</b>	<b>1,961,141,616</b>	<b>2,705,171,151</b>	<b>(1,104,558,728)</b>	<b>(1,589,463,747)</b>	<b>856,582,888</b>	<b>1,115,707,404</b>

On the following page is the FY 12 Budget Reconciliation, and the FY 13 Budget Reconciliation by fund.

**FY 12 BUDGET RECONCILIATION (by fund)**

<b>Fund</b>	<b>Governor Estimated Expenditures FY 11 \$</b>	<b>Current Services Adjustments FY 12 \$</b>	<b>Current Services FY 12 \$</b>	<b>Policy Adjustments FY 12 \$</b>	<b>Total Adjustments FY 12 \$</b>	<b>Final Appropriation FY 12 \$</b>
General Fund	17,944,990,229	1,832,503,430	19,777,493,659	(1,069,758,909)	762,744,521	18,707,734,750
Special Transportation Fund	1,173,083,854	123,076,526	1,296,160,380	(34,228,175)	88,848,351	1,261,932,205
Banking Fund	24,019,683	2,639,475	26,659,158	(103,705)	2,535,770	26,555,453
Insurance Fund	26,295,406	558,380	26,853,786	(232,169)	326,211	26,621,617
Consumer Counsel and Public Utility Control Fund	24,499,419	1,847,954	26,347,373	81,447	1,929,401	26,428,820
Workers' Compensation Fund	22,227,678	285,120	22,512,798	(253,256)	31,864	22,259,542
Mashantucket Pequot and Mohegan Fund	61,779,907	-	61,779,907	-	-	61,779,907
Soldiers, Sailors and Marines' Fund	2,993,404	123,577	3,116,981	(55,945)	67,632	3,061,036
Regional Market Operation Fund	950,974	21,939	972,913	(8,016)	13,923	964,897
Criminal Injuries Compensation Fund	3,408,598	85,215	3,493,813	-	85,215	3,493,813
<b>TOTAL</b>	<b>19,284,249,152</b>	<b>1,961,141,616</b>	<b>21,245,390,768</b>	<b>(1,104,558,728)</b>	<b>856,582,888</b>	<b>20,140,832,040</b>

**FY 13 BUDGET RECONCILIATION (by fund)**

<b>Fund</b>	<b>Governor Estimated Expenditures FY 11 \$</b>	<b>Current Services Adjustments FY 13 \$</b>	<b>Current Services FY 13 \$</b>	<b>Policy Adjustments FY 13 \$</b>	<b>Total Adjustments FY 13 \$</b>	<b>Final Appropriation FY 13 \$</b>
General Fund	17,944,990,229	2,532,503,516	20,477,493,745	(1,525,005,506)	1,007,498,010	18,952,488,239
Special Transportation Fund	1,173,083,854	168,159,339	1,341,243,193	(63,410,265)	104,749,074	1,277,832,928
Banking Fund	24,019,683	2,292,809	26,312,492	(199,343)	2,093,466	26,113,149
Insurance Fund	26,295,406	95,748	26,391,154	(259,404)	(163,656)	26,131,750
Consumer Counsel and Public Utility Control Fund	24,499,419	1,483,396	25,982,815	3,930	1,487,326	25,986,745
Workers' Compensation Fund	22,227,678	241,727	22,469,405	(432,045)	(190,318)	22,037,360
Mashantucket Pequot and Mohegan Fund	61,779,907	-	61,779,907	-	-	61,779,907
Soldiers, Sailors and Marines' Fund	2,993,404	199,629	3,193,033	(141,497)	58,132	3,051,536
Regional Market Operation Fund	950,974	1,464	952,438	(19,617)	(18,153)	932,821
Criminal Injuries Compensation Fund	3,408,598	193,523	3,602,121	-	193,523	3,602,121
<b>TOTAL</b>	<b>19,284,249,152</b>	<b>2,705,171,151</b>	<b>21,989,420,303</b>	<b>(1,589,463,747)</b>	<b>1,115,707,404</b>	<b>20,399,956,556</b>

## MAJOR REVENUE CHANGES

The biennial budget (PA 11-6, as adjusted by PA 11-61, PA 11-44, PA 11-51, PA 11-140, PA 11-233, and PA 11-86), generates additional General Fund revenue of \$2.0 billion in FY 12 and \$1.8 billion in FY 13.

### GENERAL FUND REVENUE CHANGES BY SOURCE (in millions)

	FY 12 \$	FY 13 \$
Health Provider Tax	403.9	408.2
Net Other Taxes	1,369.5	1,227.1
Licenses, Fees, Permits, Transfers, Other	132.0	80.4
Net Federal Funds	89.6	70.4
<b>TOTAL REVENUE CHANGES</b>	<b>1,995.0</b>	<b>1,786.1</b>

Excluding the Health Provider tax increases on Nursing Homes, Intermediate Care Facilities for the Mentally Retarded and Hospitals, the biennial budget raises General Fund taxes by \$1,479.7 million in FY 12 and \$1,343.5 million in FY 13. These totals are offset by earned income tax credits of \$91.8 million in FY 12 and \$97.1 million in FY 13.

### OTHER GENERAL FUND TAX CHANGES BY TYPE (in millions)

	FY 12 \$	FY 13 \$
Personal Income *	985.3	740.6
Sales and Use	330.1	344.6
Corporation	38.8	104.8
Inheritance and Estate	22.4	22.4
Insurance Companies	20.5	19.3
Cigarette	50.5	44.8
Oil Companies	(56.6)	(29.1)
Electric Generation (New)	71.0	71.0
Admissions and Dues	4.0	8.0
Alcoholic Beverages	9.8	9.3
Enhanced Enforcement - DRS system	3.9	7.8
Earned Income Tax Credit	(110.2)	(116.5)
<b>NET OTHER TAXES TOTAL</b>	<b>1,369.5</b>	<b>1,227.1</b>
* FY 12 reflects 18 months' of revenue (the 2011 calendar and the first 6 months of 2012).		

**General Fund Revenue Changes by Type** - The following information provides a description by category on the major tax and other revenue changes enacted during the 2011 regular and special sessions. A table showing the revenue amounts follows these descriptions.

## **Income Tax**

- **Marginal Rate Changes** - Increase the number of Income Tax brackets from three to six. The new income tax rates are 3%, 5%, 5.5%, 6%, 6.5%, and 6.7% (from 3%, 5% and 6.5%). Effective upon passage and applicable to the 2011 tax year.
- **Phase-Out 3% Marginal Rate** - Phase out the lowest (3%) income tax bracket for taxpayers at certain Connecticut adjusted gross income thresholds. Effective upon passage and applicable to the 2011 tax year.
- **Marginal Rate Recapture** - Eliminate the benefit of having portions of income taxed at lower marginal rates for taxpayers at certain Connecticut adjusted gross income thresholds. Effective upon passage and applicable to the 2011 tax year.
- **Reduce the Property Tax Credit** - Reduce, from \$500 to \$300, the income tax credit for property taxes paid in Connecticut, and phase out the credit at a steeper rate. Effective upon passage and applicable to the 2011 tax year.
- **Establish an Earned Income Tax Credit** - Resident taxpayers are eligible to claim a refundable state earned income tax credit equal to 30% of the earned income tax credit claimed and allowed on the federal income tax return for the same tax year. Effective upon passage and applicable to the 2011 tax year.
- **Risk-Based Scoring Decision System** - Funding is provided for a Collections & Enforcement scoring and prioritization system to analyze various outstanding tax liabilities, prioritize potential action according to projected outcomes, and assign the best available and most cost-effective resources. This is anticipated to result in tax revenue totaling \$3.9 million in FY 12 and \$7.7 million in FY 13 from the Income, Sales, and Corporation taxes.

## **Sales & Use Tax**

### Rate Changes (effective July 1, 2011)

- **Sales Tax Rate** - The general sales tax rate increases from 6% to 6.35%. The state retains revenue from 6.25% of the 6.35% rate and deposits the remaining 0.1% into the municipal revenue sharing account.
- **Room Occupancy Tax Rate** - The room occupancy tax rate increase from 12% to 15%. The state retains revenue generated from 14% of the 15% rate and deposits the remaining 1% into the regional performance incentive account.
- **Luxury Tax Rate** - A sales tax rate of 7% applies to the price of the following:
  1. \$ 50,000 for motor vehicles, with certain exceptions;
  2. \$ 100,000 for boats;
  3. \$ 5,000 for jewelry (real or imitation); and
  4. \$ 1,000 for clothing or footwear (including handbags, luggage, umbrellas, wallets, and watches).

- The state retains revenue from 6.9% of the 7% rate and deposits the remaining 0.1% into the municipal revenue sharing account.
- Rental Car Rate - The rental car sales tax increases from 6% to 9.35%. The state retains revenue from 8.35% of the 9.35% rate and deposits the remaining 1% into the regional performance incentive account.

#### Sales Tax Exemptions Eliminated (effective July 1, 2011)

- Clothing and Footwear under \$50 - Sales tax applies to clothing and footwear costing less than \$50.
- Non-prescription Drugs and Medicine - Sales tax applies to non-prescription drugs and medicine including vitamin or mineral concentrates; dietary supplements; natural or herbal drugs or medicines; products intended to be taken for coughs, colds, asthma or allergies; antihistamines; laxatives; antidiarrheal medicines; analgesics; antibiotic, antibacterial, antiviral and antifungal medicines; antiseptics; astringents; anesthetics; steroidal medicines; anthelmintics; emetics and antiemetics; antacids; and any medication prepared to be used in the eyes, ears or nose.
- Smoking Cessation Products - Sales tax applies to specially formulated gum, inhalants, or similar products (including patches and tablets) designed to aid in the cessation of a smoking habit.
- Hazardous Waste Removal - Sales tax applies to services rendered in the voluntary evaluation, prevention, treatment, containment or removal of hazardous waste or other contaminants of air, water or soil to industrial, commercial or income-producing real property.
- Airport Valet Services - Sales tax applies to valet parking provided at any airport.
- Clothing or fabric for Non-commercial Sewing - Sales tax applies to items necessary in sewing that become component parts of clothing for noncommercial use. Additionally, sales tax applies to the sale of yarn.
- Yoga Instruction - Sales tax applies to Yoga instruction provided at a yoga studio (a fixed interior location substantially dedicated to yoga instruction).

#### New Sales Taxes (effective July 1, 2011)

- Cosmetic Surgery - Sales tax applies to services in connection with any medical procedure performed on an individual that is directed at improving the individual's appearance and that does not meaningfully promote the proper function of the body or prevent or treat illness or disease.
- Spa Services - Sales tax applies to spa-related services, including body waxing and wraps, peels, scrubs and facials, regardless of where they are performed.
- Pet Grooming Services - Sales tax applies to pet grooming and pet boarding services, except if such services are provided as an integral part of professional veterinary services, and pet obedience services.



- Livery Services - Sales tax applies to intrastate transportation services provided by livery services, including limousines, community cars or vans, with a driver.
- Motor Vehicle Towing and Road Services - Sales tax applies to motor vehicle towing and road services.
- Nail Services - Sales tax applies to manicure services, pedicure services and all other nail services, regardless of where they are performed.
- Packing and Crating - Sales Tax applies to packing and crating services.
- Motor Vehicle Storage - Sales tax applies to motor vehicle storage services, including storage of motor homes, campers and camp trailers.
- Remote Sellers - The law requires certain remote retail sellers who have no physical presence in the state to collect sales tax. Under the law, an affiliation between a remote seller and a Connecticut business creates a "nexus" in which the remote seller is determined to be engaged in business within the state though not physically present. These remote sellers are therefore required to collect sales tax on purchases made by Connecticut residents and remit the revenue to the state.

### **Corporation Business Tax**

- Corporation Tax Surcharge - A 20% corporation tax surcharge is imposed for income years 2012 and 2013 on companies that have: (1) at least \$100 million in annual gross income and (2) a tax liability that exceeds \$250. Effective upon passage and applicable to income years beginning on or after January 1, 2011.
- Lift 70% Credit Utilization Cap - Lift the 70% cap on the utilization of corporation tax credits for job creation by companies. The tax liability offset above 70% is equal to \$6,000 times the company's average net monthly increase in employees, up to 100% of its total liability. Effective upon passage and applicable to income years beginning on or after January 1, 2011.
- Raise Cap on Certain Job Creation Tax Credits - Increase the total amount of tax credits available for creating new jobs from \$11 million to \$20 million. Effective July 1, 2011.
- Neighborhood Assistance Act Changes - The maximum amount of Neighborhood Assistance Act tax credits that may be claimed in any one year is increased from \$75,000 to \$150,000. Credit eligibility is also extended to S corporations, limited liability companies, limited liability partnerships, and other entities subject to the Business Entity Tax. These provisions also apply to the Insurance Premiums Tax. Effective October 1, 2011.
- Manufacturing Reinvestment Account - Certain manufacturers may establish a Manufacturing Reinvestment Account and deposit up to \$50,000 annually on a tax-deferred basis for up to five years. Withdrawals are taxed at a reduced rate of 3.5%, regardless of corporate or business structure. Effective July 1, 2011.

### **Inheritance and Estate Tax**

- Lower Exemption Level - The exemption level is lowered from \$3.5 million to \$2 million, with the 7.2% rate extending to estates and gifts valued at between \$2 million and \$3.5 million. Effective upon passage, and applicable to deaths occurring and gifts made on or after January 1, 2011.

### **Insurance Premiums Tax**

- Film Tax Credit Transferability Revision - A limitation is imposed on the amount of film tax credits that may be assigned annually. The maximum transfer of credits is: (1) 50% in any one income year for credits earned in 2011, and (2) 25% in any one income year for credits earned in 2012 and beyond, with certain exemptions. These restrictions also apply to credits taken under the Corporation Business Tax. Effective July 1, 2011.
- Lower 70% Credit Utilization Cap - Lower, from 70% to 30%, the amount by which an insurer can reduce its annual insurance premium tax liability through tax credits for calendar years 2011 and 2012, with certain exemptions. Insurers may also lift the 30% cap through use of the job creation tax credit (see **Corporation Business Tax** above). Effective upon passage, and applicable to calendar years starting on or after January 1, 2011.

### **Cigarette Tax**

- Increase Cigarette Excise Tax - The cigarette excise tax is increased from \$3.00 to \$3.40 per pack. Additionally, a 40-cent "floor tax" is imposed on each pack of cigarettes dealers and distributors have in their inventories as of the close of business on June 30, 2011. Effective July 1, 2011.
- Increase Taxes on Other Tobacco Products - The excise tax on tobacco products is raised: (1) from 55 cents to \$1.00 per ounce on snuff products, and (2) from 27.5% to 50% of the wholesale price on all other tobacco products, not to exceed 50 cents for cigars. Effectively July 1, 2011.

### **Petroleum Products Gross Earnings Tax**

- Increase Special Transportation Fund Transfer - Petroleum Products Gross Earnings Tax (PGET) revenue dedicated for annual use in the Special Transportation fund is increased through the out-years.
- Eliminate Fuel Oil Conservation Account - Eliminate the requirement that up to \$5 million in PGET revenue be transferred annually to a separate, non-lapsing Fuel Oil Conservation account when PGET revenue exceeds FY 06 levels.

### **Electric Generation Tax**

- Establish an Electric Generation Tax - A temporary tax of \$.0025 per net kilowatt hour of electricity generated and uploaded to the regional bulk power grid at Connecticut facilities. Electric generation by fuel cell, alternative power, resources recovery facilities, and customer-side

distributed resources is exempt. Effective July 1, 2011 and scheduled to sunset on July 1, 2013.

### **Admissions and Dues Tax**

- Repeal Exemptions - Exemptions from the 10% admissions tax on admissions charges are repealed for specific facilities throughout the state. Effective January 1, 2012, and applicable to charges imposed on or after that date.

### **Alcoholic Beverages Tax**

- Increase Alcoholic Beverages Excise Tax - Increase all alcohol excise tax rates by 20%. Additionally, a 20% "floor tax" is imposed on alcoholic beverages in sellers' inventories as of the opening of business on July 1, 2011. Effective upon passage, and applicable to sales occurring on or after July 1, 2011.

### **Licenses, Permits, and Fees (effective July 1, 2011)**

- Privatize Sealed Ticket Sales - Allow private distributors to sell sealed tickets in place of the Gaming Division of the Department of Consumer Protection. The state retains 30% of the gross revenue derived from distributors' sealed ticket sales.
- Divert Banking Fund Fines to the General Fund.
- Increase Cremation Certificate Fee - Increase, from \$100 to \$150, the statutorily required fee for a cremation certificate, which is required for the cremation of a body for which a death certificate has been issued.
- Transfer Boating Account Revenue - Eliminate the separate, non-lapsing Boating Account and redirect associated watercraft registration and numbering fees to the General Fund.

### **Rents, Fines, and Escheats**

- Reduce Citizens' Election Fund Transfer - Reduce total CEF transfer by \$8.0 million in FY 12. Funding for the CEF is from the sale of abandoned property. Effective July 1, 2011.

### **Health Provider Taxes**

- Hospital User Fee - A user fee on general hospital's inpatient and outpatient revenue. This fee is assessed at 5.5% on inpatient revenue and 3.83% on outpatient revenue. Hospitals that experienced an aggregate loss in excess of 1% over the past five years are exempt from the outpatient fee. Proceeds of the hospital user fee are appropriated back to the hospital system via a Medicaid rate increase, thereby garnering additional federal matching revenue for the state. Effective July 1, 2011.
- Nursing Home and ICF/MR Provider Tax - The current nursing home provider tax is increased to the federally allowed maximum of 6% and applied for the first time to Intermediate Care Facilities for the Mentally Retarded (ICF/MR's). Proceeds of the provider tax are returned

to the system via appropriations and Medicaid rate increases, thereby garnering additional federal matching revenue for the state. Effective July 1, 2011.

### **Transfers**

- Reduce Transfer from General Fund to Special Transportation Fund - A total reduction of \$42.5 million in FY 12. Effective July 1, 2011.
- Transfer Transportation Strategy Board Account Revenue - Transfer any unspent balance in the Department of Transportation's separate, non-lapsing Transportation Strategy Board account to the General Fund. Effective July 1, 2011.
- Mashantucket Pequot/Mohegan - Transfer \$73.2 million of Indian gaming revenue from the Mashantucket Pequot and Mohegan Fund (MPMF) to the General Fund. All Indian gaming revenues are deposited into the General Fund; appropriations for grants to towns from the MPMF reduce the amount of General Fund deposit. Of \$135 million in total current services funding for MPMF grants to towns, only \$61.8 million was appropriated, resulting in a \$73.2 million transfer of revenue to the General Fund.

**Transportation Fund** - During the 2011 regular session the legislature enacted provisions anticipated to result in a net Transportation Fund revenue gain of \$6.8 million in FY 12 and \$62.2 million in FY 13 associated with increases in the diesel tax, various Department of Motor Vehicle fees and changes in the transfers from the General Fund to the Transportation Fund.

The table on the following page summarizes the revenue changes enacted by PA 11-6 unless otherwise indicated.

**TRANSPORTATION FUND REVENUE CHANGES (in millions)**

	FY 12 \$	FY 13 \$	FY 14 \$	FY 15 \$	FY 16 \$
<b>Motor Fuels Tax</b>					
Increase Diesel Tax 26 to 29 cents/gal	8.5	8.7	8.7	8.7	8.7
Diesel Floor Tax	0.2	-	-	-	-
Increase Oil Co. Tax Transfers	61.6	34.1	43.5	47.6	52.2
<b>Motor Vehicles Receipts</b>					
Increase Various Registration Fees	10.0	10.0	10.0	10.0	10.0
Increase Driver's License Fees \$10	3.1	3.1	3.1	3.1	3.1
Transfer Fines to Municipalities for Failing to Register In-State	(0.1)	(0.2)	(0.2)	(0.2)	(0.2)
<b>License, Permits and Fees</b>					
Implement \$25 Renewal Fee	2.2	2.2	2.2	2.2	2.2
Electronic VIN Inspection Fee \$10	5.5	5.5	5.5	5.5	5.5
CAA Transfer Airport Fees <sup>1</sup>	(1.5)	(1.5)	(1.5)	(1.5)	(1.5)
<b>Transfers - Other</b>					
Reduce TSB Projects Account Transfer	0.3	0.3	0.3	0.3	0.3
Reduce GF Transfer <sup>2</sup>	(42.5)	-	-	-	-
<b>Total Policy Revisions</b>	<b>47.3</b>	<b>62.2</b>	<b>71.6</b>	<b>75.7</b>	<b>80.3</b>

<sup>1</sup>PA 11-84 transfers general aviation revenues to the newly established quasi-public authority - Connecticut Airport Authority.

<sup>2</sup>PA 11-61 reduces the transfer for FY 12.

**Legislation's Impact on Revenue** - During the 2011 regular session the legislature enacted provisions anticipated to result in a net General Fund revenue gain of \$1.995 billion in FY 12 and \$1.786 billion in FY 13. The changes consist of revenue from taxes (\$1.4 billion in FY 12 and \$1.2 billion in FY 13, excluding the Health Provider Tax), licenses, permits, fees, transfers, and other non-tax sources (\$132.0 million in FY 12 and \$80.4 million in FY 13), federal funds (\$89.6 million in FY 12 and \$70.4 million in FY 13), and a Health Provider Tax (\$403.9 million in FY 12 and \$408.2 million in FY 13).

The table below provides a summary of the fiscal impact of each piece of major legislation affecting General Fund revenue.

**MAJOR LEGISLATION AFFECTING GENERAL FUND REVENUE (in millions)**

Public Act	Item Description	FY 12 \$	FY 13 \$	FY 14 \$	FY 15 \$	FY 16 \$
<b>Personal Income Tax</b>						
11-6	Income Tax Rate Changes	834.8	589.7	634.5	670.7	706.9
11-6	Reduce Property Tax to \$300	150.5	150.9	152.4	153.9	155.5
11-6	Earned Income Tax Credit	(110.2)	(116.5)	(123.5)	(130.9)	(138.8)
<b>Sales &amp; Use Tax</b>						
11-6	Sales Tax Rate Change	138.7	144.7	148.9	150.8	152.0

Public Act	Item Description	FY 12 \$	FY 13 \$	FY 14 \$	FY 15 \$	FY 16 \$
11-6	Hotel Tax Rate Change	11.1	11.6	11.9	12.1	12.2
11-6	Luxury Tax	3.6	4.0	4.1	4.2	4.2
11-6	Rental Car Tax Rate Change	3.8	4.0	4.1	4.2	4.2
11-6	Sales Tax Exemptions Eliminated	146.1	152.6	157.0	159.1	160.3
11-6	New Sales Taxes	23.6	24.6	25.3	25.6	25.9
<b>Corporation Business Tax</b>						
11-6	Corporation Tax Surcharge	46.0	116.0	70.7	3.0	0.0
11-6/11-61	Film Tax Credit Transferability Revision	1.8	0.8	0.8	0.8	0.8
11-6	Lift 70% Credit Utilization Cap (for Job Creation)	(6.9)	(8.1)	-	-	-
11-86	Raise Cap on Certain Job Creation Tax Credits	(0.5)	(1.7)	(5.2)	(4.8)	(2.1)
11-140	Neighborhood Assistance Act Changes	(1.4)	(1.8)	(1.8)	(1.8)	(1.8)
11-140	Manufacturing Reinvestment Account	(0.2)	(0.3)	(0.3)	(0.3)	(0.3)
<b>Inheritance and Estate Tax</b>						
11-6	Lower Exemption Level	22.4	22.4	22.4	22.4	22.4
<b>Insurance Premiums Tax</b>						
11-61	Lower 70% Credit Utilization Cap	19.5	19.5	-	-	-
11-6/11-61	Film Tax Credit Transferability Revision	2.0	1.1	1.1	1.1	1.1
11-6	Lift Credit Utilization Cap (for Job Creation)	(0.5)	(0.5)	-	-	-
11-140	Neighborhood Assistance Act Changes	(0.5)	(0.8)	(0.8)	(0.8)	(0.8)
<b>Cigarette Tax</b>						
11-6	Increase Cigarette Excise Tax	45.6	39.9	37.9	36.0	34.2
11-6	Increase Taxes on Other Tobacco Products	4.9	4.9	4.9	4.9	4.9
<b>Petroleum Products Gross Earnings Tax</b>						
11-6	Increase Special Transportation Fund Transfer	(61.6)	(34.1)	(43.5)	(47.6)	(52.2)
11-6	Eliminate Fuel Oil Conservation Account	5.0	5.0	5.0	5.0	5.0
<b>Electric Generation Tax</b>						
11-6/11-233	Establish an Electric Generation Tax	71.0	71.0	-	-	-
<b>Admissions and Dues Tax</b>						
11-6	Repeal Exemptions	4.0	8.0	8.0	8.0	8.0
<b>Alcoholic Beverages Tax</b>						
11-6	Increase Alcoholic Beverages Excise Tax	9.8	9.3	9.3	9.3	9.3
<b>Licenses, Permits, and Fees</b>						
11-51	Privatize Sealed Ticket Sales	0.0	(0.5)	(0.5)	(0.5)	(0.5)
11-6	Divert Banking Fund Fines to the General Fund	1.5	1.5	1.5	1.5	1.5
11-6	Increase Cremation Certificate Fee	0.6	0.6	0.6	0.6	0.6
11-61	Transfer Boating Account Revenue	5.6	5.6	5.6	5.6	5.6
<b>Rents, Fines, and Escheats</b>						
11-6	Reduce Citizens' Election Fund Transfer	8.0	-	-	-	-
<b>Health Provider Taxes</b>						

<b>Public Act</b>	<b>Item Description</b>	<b>FY 12 \$</b>	<b>FY 13 \$</b>	<b>FY 14 \$</b>	<b>FY 15 \$</b>	<b>FY 16 \$</b>
11-44/11-61	Hospital User Fee	349.1	349.1	366.6	384.9	404.1
11-44	Nursing Home and ICF/MR Provider Tax	54.8	59.1	62.1	65.2	68.4
<b>Transfers</b>						
11-61	Reduce Transfer From GF to STF	42.5	-	-	-	-
11-6	Transfer Transportation Strategy Board Revenue	0.6	-	-	-	-
11-6/11-61	Mashantucket Pequot/Mohegan Fund	73.2	73.2	73.2	73.2	73.2

## MAJOR APPROPRIATIONS CHANGES

**Agency Consolidations** - The biennial budget consolidates 30 state agencies and creates six new agencies. Thus reducing the total number of state agencies from 81 to 57 (a 30% reduction). It is estimated that the consolidations will save \$9 million in FY 12 and \$9.6 million in FY 13, and eliminate 68 positions. The savings includes salaries, benefits, and associated expenses. See the table below for details.

<b>Summary:</b>	
Number of Agencies (in FY 11)	81
Less Restructured	(30)
New Agencies	6
Adjusted Number of Agencies	57
% Reduction in Number of Agencies	30%

<b>30 Restructured Agencies:</b>	<b>Merged into:</b>
Board of Education & Services for the Blind	Bureau of Rehabilitative Services
Board of Accountancy	Secretary of the State
Board of Firearms Permit Examiners	Office of Governmental Accountability (OGA)
Charter Oak State College	Board of Regents
Child Protection Commission	Public Defender Services Comm.
Commission on Fire Prevention & Control	Department of Emergency Services & Public Protection
Commission on Deaf & Hearing Impaired	Bureau of Rehabilitative Services
Commission on Culture & Tourism	Department of Economic and Community Development
Connecticut State University	Board of Regents
Connecticut Technical High School System	State Department of Education
Contracting Standards Board	OGA
Council on Environmental Quality	Department of Energy & Environmental Protection
Department of Higher Education	Split between Board of Regents & the Office of Financial & Academic Affairs for Higher Education
Department of Information Technology	Department of Administrative Services (DAS)
Department of Public Safety	Department of Emergency Services & Public Protection
Department of Public Utility Control	Department of Energy & Environmental Protection
Department of Public Works	Split between DAS and Department of Construction Services
Division of Special Revenue	Department of Consumer Protection
Elections Enforcement Commission	OGA
Emergency Management & Homeland Security	Department of Emergency Services & Public Protection



<b>30 Restructured Agencies:</b>	<b>Merged into:</b>
Freedom of Information Commission	OGA
Judicial Review Council	OGA
Judicial Selection Commission	OGA
Office of Child Advocate	OGA
Office of State Ethics	OGA
Office of Victim Advocate	OGA
Office of Workforce Competitiveness	Department of Labor
Police Officers Standards & Training Council	Department of Emergency Services & Public Protection
Regional Community Technical Colleges	Board of Regents
State Department on Aging	Delay establishment for two years
<b>Six New Agencies:</b>	<b>That Include:</b>
Office of Governmental Accountability (OGA)	EEC, FOIC, JRC, JSC, OSE, CSB, OCA, OVA, FPE
Department of Construction Services	Components from DPW, DPS, and SDE
Dept. of Emergency Services & Public Protection	DEMHS, DPS, POSTC, CFPC
Bureau of Rehabilitative Services (APO to DSS)	BESB, CDHI, and components of DSS, WCC, and DMV
Board of Regents	CSU, Charter Oak, Regional Community Technical Colleges, and a portion of DHE
Office of Financial & Academic Affairs for Higher Education	The remainder of DHE (which was not transferred to the Board of Regents)

**Hospital Tax - PA 11-6** (as adjusted by PA 11-61) imposes a new user fee on hospital inpatient and outpatient revenue. This fee is expected to raise \$349.1 million annually. The budget appropriates \$399.5 million to the state's hospitals via the Disproportionate Share Hospital (DSH) account and supplemental Medicaid payments. This appropriation will generate an additional \$199.8 million in federal matching funds. In total the state will gain \$149.4 million annually, while hospitals realize a net gain of \$50.4 million. The table below summarizes these changes:

#### HOSPITAL TAX IMPACT

	Amount \$
<b>Appropriations</b>	
Medicaid	131,000,000
DSH	268,486,847
<b>Total</b>	<b>399,486,847</b>
<b>Revenues</b>	
User Fee	349,122,279
Federal Match	199,743,424
<b>Total</b>	<b>548,865,703</b>
<b>Net State Impact</b>	<b>149,378,856</b>

**Labor Management Savings (SEBAC Labor Concessions)** - Section 165 of PA 11-61 includes provisions related to the agreement between the state and the State Employees Bargaining Agent Coalition (SEBAC). Union members failed to ratify the tentative agreement between SEBAC and the state (signed on May 27, 2011). In response to the failure to ratify the agreement, the General Assembly passed PA 11-1 of the June Special Session. PA 11-1 JSS gave the Governor temporary increased rescission authority and required each branch of government to reduce its expenditures by a specific amount as identified in the budgeted lapse (the Executive and Judicial branches were required to submit similar plans by 7/15/11). The public act included provisions repealing the increased rescission authority and expenditure reductions if an agreement between SEBAC and the state was approved by September 1, 2011. On August 22, 2011 the ratified agreement was submitted to the General Assembly and subsequently deemed approved pursuant to Section 11 of PA 11-1 JSS, resulting in the budgeted savings reverting to the savings amounts included in PA 11-61.

The budget assumes a savings lapse of \$700.7 million in FY 12 and \$901.2 million in FY 13 as a result of the provisions in the agreement. The budgeted savings are attributable to various provisions which impact wages, longevity, retirement, health benefits, technology and other savings initiatives. In general the provisions apply to unionized employees and non-unionized employees, individuals hired after 7/1/11 and individuals who retire after 10/2/11.

The below table reflects the budgeted labor management lapse.

**LABOR MANAGEMENT SAVINGS - BUDGETED LAPSE (by fund)**

	<b>FY 12 \$</b>	<b>FY 13 \$</b>
<b>General Fund</b>		
Labor Management Savings - Legislative	(4,586,734)	(6,671,872)
Labor Management Savings - Executive	(625,947,354)	(806,963,225)
Labor Management Savings - Judicial	(27,670,929)	(30,622,622)
<b>General Fund Savings</b>	<b>(658,205,017)</b>	<b>(844,257,719)</b>
<b>Transportation Fund</b>		
Labor Management Savings	(42,536,383)	(56,949,138)
<b>Transportation Fund Savings</b>	<b>(42,536,383)</b>	<b>(56,949,138)</b>
<b>TOTAL</b>	<b>(700,741,400)</b>	<b>(901,206,857)</b>

PA 11-61 as amended by PA 11-1 JSS, requires OPM, Legislative Management and the Chief Court Administrator to submit a plan on how the agreement will be applied to non-represented employees of their respective branches of government. They are also required to implement changes to longevity and wages for non-represented employees by October 1, 2011.

**Significant Budget Changes from Current Level by Account** - Identified in the table below are the 10 accounts/agencies having the most significant changes in FY 12 and FY 13, as compared to the FY 11 base (Governor’s estimated expenditures):

**SIGNIFICANT NET INCREASES/(DECREASES) OVER FY 11 (in millions)**

Account/Agency	FY 12 \$	FY 13 \$
Medicaid - DSS	221.1	344.2
Debt Services - Treasurer <sup>1</sup>	241.4	295.9
Retirement Contributions - TRB	175.7	205.9
State Employee Retirement Contribution - Fringes <sup>2</sup>	158.8	152.2
State Employee Health - Fringes <sup>2</sup>	111.8	173.2
Magnet Schools - SDE	41.7	61.2
Retiree Health - TRB	24.9	26.5
Retired State Employee Health - Fringes <sup>2</sup>	(30.1)	18.8
University of Connecticut	(7.7)	(10.7)
Board Of Regents - 3 constituent units total	(10.0)	(17.6)

**Other Significant Budget Policy** - Identified below are some other policies having significant budget impacts.

- **Department of Social Services (DSS)** - the budget reduced Medicaid expenditures by \$29.3 million in FY 12 and \$32 million in FY 13 by re-establishing the marital asset exemption for community spouses at 50% of liquid assets, with a cap of \$109,560.
- **DSS** - the budget reduced funding by \$13 million in FY 12 and \$26.7 million in FY 13 by expanding the Money-Follows-the-Person program. This assumes an additional 2,251 institutionalized individuals will be transitioned to the community by the end of FY 13.
- **DSS** - the budget reduced funding by \$43.8 million in FY 12 and \$87.2 million in FY 13 by restructuring the Medicaid medical service delivery system. Current HUSKY and fee-for-service clients will transition to an Administrative Service Organization service structure, with anticipated savings related to more efficient administration and better medical outcomes.
- **DSS** - the budget reduced Medicaid funding by \$64.8 million in FY 12 and \$71.2 million in FY 13 by lowering the pharmacy dispensing fee from \$2.90 per prescription to \$2.00 and lowering the price paid from Average Wholesale Price (AWP) minus 14% to AWP minus 16%.
- **Department of Education (Capping Statutory Grants)** - various education statutory grants were capped resulting in savings of \$76.6

<sup>1</sup>Includes General Fund and Transportation Fund Debt Service; Pension Obligation Bonds - TRB, and UConn 2000 Debt Service.

<sup>2</sup>The increase/ (decrease) does not include any savings that may be achieved via the “Labor Management Savings” budgeted lapse.

million in FY 12 and \$96.9 million in FY 13. In addition, the town by town distribution for the education equalization grant (ECS) included in PA 11-6 maintained funding at the FY 11 levels for both FY 12 and FY 13 (\$1.9 billion each year).

- **Overall Aid to Municipalities** - \$2.3 billion is provided in FY 12 for statutory formula grants to municipalities, a reduction of \$3.0 million from the FY 11 estimated amount. A further reduction of \$0.9 million is made in FY 13, primarily reflecting anticipated efficiencies in public school transportation from regionalization efforts.
- **Payment-in-lieu of taxes (PILOT)** for manufacturing machinery and equipment and certain commercial motor vehicles was repealed, resulting in savings of \$47.9 million in both FY 12 and FY 13. These savings were offset by the creation of a new municipal revenue sharing system. A municipal revenue sharing account, funded by a portion of the sales, luxury and state real estate conveyance taxes, was established within the General Fund. The account will support payments estimated at \$93.3 million in FY 12 and \$99.0 million in FY 13, as follows: (a) Section 44 of PA 11-61 directs \$50.3 million in each fiscal year to towns, boroughs and lesser taxing districts for Manufacturing Transition Grants; and (b) 50% of the balance, estimated at \$43.0 million in FY 12 and \$48.7 million in FY 13, is to be distributed on a per capita basis, with the remaining 50% distributed according to a property tax relief formula that apportions funds based on a municipality's population, adjusted equalized net grand list per capita, and per capita income of town residents.
- **Department of Transportation (DOT)** - the budget provides \$30 million in each year for the Town Aid Road (TAR) Grant program. These funds assist municipalities in improving and maintaining local roads and bridges. For the last two fiscal years; funding for this program has been financed through the issuance of bonds.
- **DOT** - the budget provides an additional \$14.0 million in FY 12 and \$9 million in FY 13 for minor capital improvements (Pay-As-You-Go Transportation Projects program). This will result in an increase in federal support of \$30.0 million in FY 12 and \$18.0 million in FY 13.
- **Department of Correction** - savings totaling \$14.6 million in FY 12 and \$47.2 million in FY 13 are budgeted to reflect a reduced inmate population in response to implementing (a) house arrest for certain offenders, (b) a risk reduction earned credit program, and (c) an intensive probation supervision program.

## FUNDS CARRIED FORWARD

In addition to the appropriations included in the budget act, numerous provisions are made in other sections of the act as well as in PA 11-48, PA 11-61 and existing statute to permit an estimated \$238.8 million of appropriations to be carried forward from FY 11 into FY 12 and \$2.1 million into FY 13. The table below reflects a summary of the carry forward funding by legislative authority.

### ESTIMATED CARRY FORWARD FUNDING BY LEGISLATIVE AUTHORITY (in millions)

Legislative Authority	FY 12 \$	FY 13 \$
PA 11-6 (the Biennial Budget Act)	137.4	0.4
PA 11-48, PA 11-61(Budget Implementers)	4.0	1.7
Existing Statute - Carry Forward Funding	97.4	-
<b>TOTAL</b>	<b>238.8</b>	<b>2.1</b>

The carry forward funds are composed of \$198.0 million in FY 12 and \$2.1 million in FY 13 from the General Fund, \$40.6 million in FY 12 from the Transportation Fund, and \$196,500 in FY 12 from other appropriated funds. The table below includes details by fund and agency.

### ESTIMATED CARRY FORWARD FUNDING (by fund and agency - in millions) <sup>[1]</sup>

Fund/Agency	Account	Authorization (Legal Citation)	FY 12 \$	FY 13 \$
<b>General Fund</b>				
Auditors of Public Accounts	From Personal Services & transferred to the Other Expenses and Equipment	PA 11-6, Sec. 53	350,000	-
Public Defender Services Commission (Child Protection)	Contracted Attorneys	CGS Section 4-89(c)	32,195	-
Department of Economic and Community Development (Commission on Culture and Tourism)	State-Wide Marketing	CGS Section 4-89(e)	1,375	-
Department of Economic and Community Development	Main Street Initiatives	CGS Section 4-89(c)	81,115	-
Bureau of Rehabilitative Services (Commission on Deaf and Hearing Impaired)	Part-Time Interpreters	CGS Section 4-89(g)	296,300	-
Department of Administrative Services	Tuition Reimbursement Training & Travel	CGS Section 5-278(e) and collective bargaining agreements	215,201	-
Department of Administrative Services	Labor Management Fund	CGS Section 5-278(e) and collective bargaining agreements	362,632	-
Department of Administrative Services	Placement and Training Fund	CGS Section 5-278(e) and SEBAC	10,000	-
Department of Administrative Services	Quality of Work Life Fund	CGS Section 5-278(e) and collective bargaining agreements	1,004,366	-
Department of Administrative Services (Department of Information Technology)	Statewide Information Technology	CGS Section 4-89(a)	60,000	-
Department of Developmental Services	Pilot Program for Autism Services	PA 11-6, Sec. 27	125,000	-
Department of Energy and Environmental Protection (Department of Environmental Protection)	From Emergency Spill Response and transferred to Councils, Districts and ERT's Land Use Account	PA 11-6, Sec. 64	400,000	400,000

<b>Fund/Agency</b>	<b>Account</b>	<b>Authorization (Legal Citation)</b>	<b>FY 12 \$</b>	<b>FY 13 \$</b>
Department of Energy and Environmental Protection (Department of Environmental Protection)	Solid Waste Management	PA 11-6, Sec. 66	50,000	-
Department of Energy and Environmental Protection (Department of Environmental Protection)	Emergency Spill Response	PA 11-6, Sec. 67	100,000	-
Department of Energy and Environmental Protection (Department of Environmental Protection)	Environmental Quality	PA 11-48, Sec. 41	75,000	75,000
Department of Mental Health and Addiction Services	Other Expenses	CGS Section 4-89(c)	4,100,000	-
Department of Mental Health and Addiction Services	Grants for Mental Health Services	CGS Section 4-89(c)	2,000,000	-
Department of Mental Health and Addiction Services	General Assistance Managed Care	CGS Section 4-89(c)	3,800,000	-
Department of Emergency Services and Public Protection (Department of Public Safety)	Stress Reduction	CGS Section 5-278(e)	10,991	-
Department of Emergency Services and Public Protection (Department of Public Safety)	Other Expenses	CGS Section 4-89(c)	29,547	-
Department of Social Services	Other Expenses	CGS Section 4-89(c)	10,023,431	-
Department of Social Services	Children's Trust Fund	PA 11-61, Sec. 100	1,800,000	1,000,000
Department of Social Services	Medicaid	CGS Section 4-89(c)	44,672,677	-
Judicial Department	Other Expenses	PA 11-61, Sec. 100(a)	250,000	250,000
Judicial Department	Juvenile Alternative Incarceration	PA 11-61, Sec. 100(a)	500,000	-
Office of Finance and Academic Affairs for Higher Education (Department of Higher Education)	Capitol Scholarship Program	CGS Section 4-89(f)	548,996	-
Office of Finance and Academic Affairs for Higher Education (Department of Higher Education)	Minority Advancement Program	CGS Section 4-89(f)	462,442	-
Labor Department	Workforce Investment Act	CGS Section 4-89(i)	14,036,570	-
Department of Public Health	Loan Repayment Program	CGS Section 19a-7(d)	30,282	-
Department of Corrections	Stress Management	CGS Section 5-278(e)	57,082	-
Department of Corrections	Children of Incarcerated Parents	PA 11-6, Sec. 52	110,000	-
Legislative Management	Redistricting	PA 11-6, Sec. 45	170,000	-
Office of Policy and Management	Other Expenses	PA 11-6, Sec. 20(a)	178,828	-
Office of Policy and Management	Other Expenses	PA 11-6, Sec. 19	180,000	-
Office of Policy and Management	Other Expenses (CJIS)	PA 11-6 Sec. 15 and PA 11-48 Sec. 24	60,000	-
Office of Policy and Management	Litigation and Settlement Account	PA 11-6, Sec. 20(b)	400,000	-
Office of Policy and Management	Litigation and Settlement Account	CGS Section 4-89(e)	2,129,709	-
Office of Policy and Management	CT Impaired Driving Information System	PA 11-48, Sec. 23	530,000	-
Reserve for Salary Adjustment <sup>[2]</sup>	Reserve for Salary Adjustment	PA 11-6, Sec. 14(a) and 14(b)	100,033,389	-
State Comptroller	Tuition and Reimbursement	Collective Bargaining Contracts	2,501,214	-

Fund/Agency	Account	Authorization (Legal Citation)	FY 12 \$	FY 13 \$
Department of Education	From Personal Services and Transferred to Other Expenses	PA 11-6, Sec. 58	1,000,000	-
Department of Education	Other Expenses	PA 11-6, Sec. 59	500,000	-
Department of Education	From Sheff Settlement and transferred to Magnet Schools and OPEN Choice Program	PA 11-6, Sec. 60	3,200,000	-
Department of Education	Development of Mastery Exams Grades 4,6 and 8	PA 11-6, Sec. 61	1,000,000	-
Department of Education	From Personal Services and transferred to Other Expenses	PA 11-6, Sec. 62	50,000	-
Department of Education	From Personal Services and transferred to Neighborhood Youth Centers	PA 11-6, Sec. 63	100,000	-
Department of Education	Magnet School Administration transfer to Sheff Settlement	PA 11-48, Sec. 199(a)	405,000	-
Department of Education	Charter Schools transfer to Sheff Settlement	PA 11-48, Sec. 199(b)	-	405,000
<b>General Fund Total</b>			<b>198,033,342</b>	<b>2,130,000</b>
<b>Transportation Fund</b>				
Department of Motor Vehicles	Commercial Vehicle Information Systems and Networks Project	PA 11-6, Sec. 17	50,907	-
Department of Motor Vehicles	On-Line Registration System	PA 11-6 Sec. 18	12,827,352	-
Department of Motor Vehicles	Other Expenses	PA 11-48 Sec. 9	34,755	-
Department of Motor Vehicles	Equipment and transfer to Other Expenses	PA 11-48 Sec. 8	300,000	-
Department of Transportation	Equipment	CGS Section 4-89(e)	262,513	-
Department of Transportation	Minor Capital Projects	CGS Section 4-89(b)	167,248	-
Department of Transportation	Highway and Bridge Renewal Equipment	CGS Section 4-89(e)	11,058	-
Department of Transportation	Highway Planning and Research	CGS Section 4-89(e)	1,553,020	-
Department of Transportation	Highway and Bridge Renewal Program	CGS Section 4-89(b)	8,037,781	-
Department of Transportation	Emergency Relief Town Repairs	CGS Section 13a-175j	826,039	-
Reserve for Salary Adjustment <sup>[2]</sup>	Reserve for Salary Adjustment	PA 11-6, Sec. 14(a) and 14(b)	16,482,998	-
<b>Transportation Fund Total<sup>[3]</sup></b>			<b>40,553,671</b>	<b>0</b>
<b>Banking Fund</b>				
Department of Banking	Other Expenses	PA 11-48, Sec. 6	100,000	-
Department of Banking	Equipment	PA 11-48, Sec. 7	15,000	-
<b>Banking Fund Total</b>			<b>115,000</b>	<b>0</b>
<b>Workers' Compensation Fund</b>				
Workers' Compensation Commission	Other Expenses	CGS Section 4-89(c)	81,500	0
<b>Workers' Compensation Fund Total</b>			<b>81,500</b>	<b>0</b>
<b>ALL APPROPRIATED FUNDS TOTAL</b>			<b>238,783,513</b>	<b>2,130,000</b>

[1] The amounts shown in this column are either specified in legislation/statute or are estimated as of July 27, 2011.

[2] The Reserve for Salary Adjustment Account is administered by the Office of Policy and Management.

[3] The amount shown does not include \$600,000 in carry forward funds from the Transportation Strategy Board in the Department of Transportation. Pursuant to PA 11-6, Section 123 these funds were transferred to the resources of the General Fund.

## FY 11 DEFICIENCY FUNDING

Sections 70-73 of PA 11-61 result in additional FY 11 General Fund appropriations of \$329.2 million and an appropriation shift of \$4 million between accounts within the Transportation Fund, which results in no net increase to the fund. Increasing General Fund appropriations of \$355.2 million are offset by a reduction of \$26 million. The table below identifies the appropriation changes by agency that are included in Sections 70-73.

### CHANGES IN FY 11 APPROPRIATIONS

Appropriation Change	Amount \$
<b>General Fund - Increase Appropriations</b>	
Office of the State Comptroller	625,000
Department of Public Works	6,770,000
Department of Agriculture	180,000
Department of Public Safety	9,000,000
Department of Mental Health & Addiction Services	57,250,000
Department of Social Services	277,000,000
Teachers' Retirement Board	70,000
Public Defender Services Commission	1,600,000
Child Protection Commission	2,400,000
Workers' Compensation Claims - DAS	300,000
<b>General Fund Subtotal</b>	<b>355,195,000</b>
<b>General Fund - Reduce Appropriations</b>	
Reserve for Salary Adjustments	(26,000,000)
<b>GENERAL FUND TOTAL</b>	<b>329,195,000</b>
<b>Special Transportation Fund - Increase Appropriations</b>	
Department of Transportation	4,000,000
<b>Special Transportation Fund - Reduce Appropriations</b>	
Debt Service - State Treasurer	(4,000,000)
<b>SPECIAL TRANSPORTATION FUND TOTAL</b>	<b>-</b>

A further explanation of FY 11 deficiency needs is provided below.

### Increased Appropriations

#### **Office of the State Comptroller (Other Expenses) - \$625,000**

The agency's deficiency appropriation of \$625,000, when combined with an April Finance Advisory Committee approved transfer of \$400,000, addressed the Comptroller's net deficiency of \$1 million in Other Expenses (OE). Of the \$1.5 million in holdbacks applied to the agency's FY 11 budget, \$1.2 million was attributable to an OE holdback for Outside Consultant Contracts. The deficiency is the result of the agency's inability to achieve this holdback due to the need to honor multi-year contractual requirements, most of which support CORE-CT - the statewide financial and human resource management system.



**Department of Public Works (Other Expenses, Management Services, Rents & Moving and Facilities Design) - \$6,770,000**

The agency's \$6.8 million deficiency resulted in four different accounts. An Other Expenses deficiency of \$3.1 million was primarily due to: (1) payment of an unanticipated contractor's claim, and (2) higher-than-anticipated operating and utility costs at state-owned buildings in Hartford. The Rents and Moving deficiency of \$1.8 million was due to \$2.9 million in holdbacks. The agency was unable to achieve significant savings in this account because it primarily funds fixed costs such as lease payments.

The \$1.4 million deficiency in the Property Management Services was due to the agency's assumption of care and control of Cedar Crest Hospital from DMHAS. The \$470,000 Facilities Design deficiency is due to a reduction in the number of projects that have received funding through the State Bond Commission. As a result more administrative expenses are being charged to the General Fund rather than the bond-funded accounts associated with capital projects.

**Department of Agriculture (Other Expenses) - \$180,000**

The agency's deficiency of \$180,000 was a result of a shortfall in the Other Expenses account due to higher than budgeted expenses. The agency's gross deficiency of \$304,100 is comprised of a shortfall of \$280,000 in Other Expenses and a shortfall \$24,100 in Personal Services, due to higher than budgeted accrual payout costs. This was partially offset by a \$104,500 transfer (FAC 2011-18) from the WIC Program for Fresh Produce for Seniors Program to the Other Expenses account.

**Department of Public Safety (Personal Services, Other Expenses & Fleet Purchases) - \$9,000,000**

The \$9 million deficiency appropriation was generated by shortfalls in multiple accounts within the Department of Public Safety (DPS). The agency's gross deficiency of \$9.6 million was mainly due to a shortfall in the Other Expenses account (\$5.9 million) that resulted from required holdback savings which represented a 17% decrease in FY 11 available funding from FY 10 actual expenditures. The shortfalls in the Fleet Purchase account (\$2.1 million), and Personal Services (PS) account (\$1.6 million) were also mainly attributable to the inability to maintain holdback savings. The PS shortfall was partially offset by lapses in the Workers' Compensation Claims account and the COLLECT account. In June, the Finance Advisory Committee approved transfers, totaling \$643,398, from these accounts to the PS account. This transfer, in conjunction with the deficiency appropriation, allowed DPS to meet its end of year requirements in all accounts.

**Department of Mental Health and Addiction Services (Other Expenses & GA Managed Care) - \$57,250,000**

The agency's deficiency of \$57.3 million was primarily in General Assistance Managed Care due to higher than budgeted caseload and utilization for the Medicaid Low-Income Adult (MLIA) population and the transition of fiscal

responsibility for additional services from the Department of Social Services (see below for further explanation).

**Department of Social Services (Other Expenses & Medicaid) - \$277,000,000**

The agency's deficiency of \$277 million was primarily due to a Medicaid shortfall due to continued caseload increases as well as adopted savings assumptions that were not achieved. Over the past year, the HUSKY A program has seen caseload growth of 24,395 (a 6.6% increase). The new Medicaid Low Income Adults (MLIA) category, formerly State Administered General Assistance clients, has seen enrollment grow from 44,752 in April 2010, when the program was converted, to 68,068 in April 2011 (an increase of 52.1%).

The FY 11 Medicaid budget also assigned significant savings from converting the HUSKY A program to an administrative services organization model (\$76.7 million), and for managing the care of the fee-for-service Aged, Blind and Disabled population (\$60 million). These policies were not implemented prior to the end of the fiscal year; therefore these savings were not achieved. The deficiency also includes an additional two-week payment to nursing homes in FY 11 (Section 156 of PA 11-61 repeals the two week delay). The original FY 11 budget included only 50 weeks worth of payments.

**Teachers' Retirement Board (Other Expenses) - \$70,000**

The agency's deficiency of \$70,000 resulted from a shortfall in the Other Expenses account due to unanticipated expenses related to providing identity theft protection for members as a result of the loss of an encrypted flash drive.

**Public Defender Services Commission (Non-Contractual & Expert Witness) - \$1,600,000**

The agency's \$1.6 million deficiency resulted from three factors: 1) greater than expected case assignments and billed hours, 2) increased need of psychiatric and forensic professionals required in the defense of capital felony cases; and 3) \$546,000 in FY 10 obligations carried forward into FY 11.

**Child Protection Commission (Contracted Attorneys) - \$2,400,000**

The agency's \$2.4 million deficiency resulted from the Child Protection Commission replacing a flat fee compensation rate for contracted attorneys with an hourly rate payment system of \$40 or \$75. These rate increases went into effect in 2008, and were an effort to provide an improved rate of compensation to the contracted attorneys. In the Spring of 2010, an additional 40 attorneys were certified as Certified Child Welfare Specialists, bringing the total number of attorneys compensated at the hourly rate of \$75 to 81 (of 228 attorneys currently under contract with the CPC.)

**Department of Administrative Services - Workers' Compensation Claims - \$300,000**

The agency's deficiency appropriation of \$300,000 addressed the net deficiency in the Workers' Compensation Claims account, which represents 1.1% of its FY 11

revised appropriation of \$26.2 million. The deficiency is the result of a rollout of the FY 10 deficiency and an increase in medical costs.

The Department of Administrative Services Workers' Compensation account is responsible for the workers' compensation claims costs for the legislative branch, the judicial branch and all executive branch agencies except the Departments of Correction, Public Safety, Children and Families, Developmental Services, Mental Health and Addiction Services, and the Department of Transportation/Department of Motor Vehicles Special Transportation Fund.

**Department of Transportation (Special Transportation Fund - Personal Services) - \$4,000,000**

The deficiency appropriation of \$4 million in the Personal Services (PS) account was required in order for the department to meet its PS obligations for FY 11. In February and April 2011, the Finance Advisory Committee Action (FAC 2011-09 and 2011-12) transferred funding from PS to Other Expenses to cover snow and ice removal expenditures of the 2010-2011 winter season. This left insufficient PS funding to meet payroll. The snow and ice expenses in FY 11 exceeded the budgeted amount by \$9 million.

**Reduced Appropriations**

**Debt Service (Special Transportation Fund) - \$4,000,000**

\$4 million was available in the Special Transportation Fund Debt Service account due to bonds being issued at lower than anticipated interest rates.

**Reserve for Salary Adjustments (General Fund) - \$26,000,000**

\$26 million was available in the Reserve for Salary Adjustments account due to non-bargaining unit salary increases which were not implemented in FY 10 and FY 11.

**STATE BUDGET EXPENDITURE GROWTH RATE (in thousands) \***

Fiscal Year	General Budget Expenditures \$	Annual Increase Over Prior Year \$	% Growth	Inflation Adjusted Growth in Expenditures
90	7,071,134	637,560	9.9%	
91	7,705,581	634,447	9.0%	6.0%
92	7,962,141	256,560	3.3%	1.1%
93	8,693,528	731,387	9.2%	6.9%
94	9,298,194	604,666	7.0%	4.6%
95	9,789,510	233,254	2.5%	-0.4%
96	10,022,764	376,520	3.8%	1.5%
97	10,399,284	376,520	3.8%	1.8%
98	10,839,367	440,083	4.2%	2.6%
99	11,414,117	574,750	5.3%	3.0%
00	12,404,547	990,430	8.7%	4.4%
01	12,932,612	528,065	4.3%	0.3%
02	13,265,527	332,915	2.6%	0.7%
03	13,283,978	18,451	0.1%	-3.6%
04	13,595,294	311,316	2.3%	-1.0%
05	14,428,128	832,834	6.1%	0.5%
06	15,665,824	1,237,696	8.6%	2.4%
07	16,505,640	839,816	5.4%	0.6%
08	17,906,920	1,401,280	8.5%	2.9%
09	18,547,639	640,719	3.6%	1.3%
10	18,459,913	(87,726)	-0.5%	-1.1%
11	19,168,739	708,826	3.8%	1.2%
<b>12 budgeted</b>	<b>20,379,616</b>	<b>1,210,877</b>	<b>6.3%</b>	<b>3.7%</b>
<b>13 budgeted</b>	<b>20,402,087</b>	<b>22,471</b>	<b>0.1%</b>	<b>-1.7%</b>

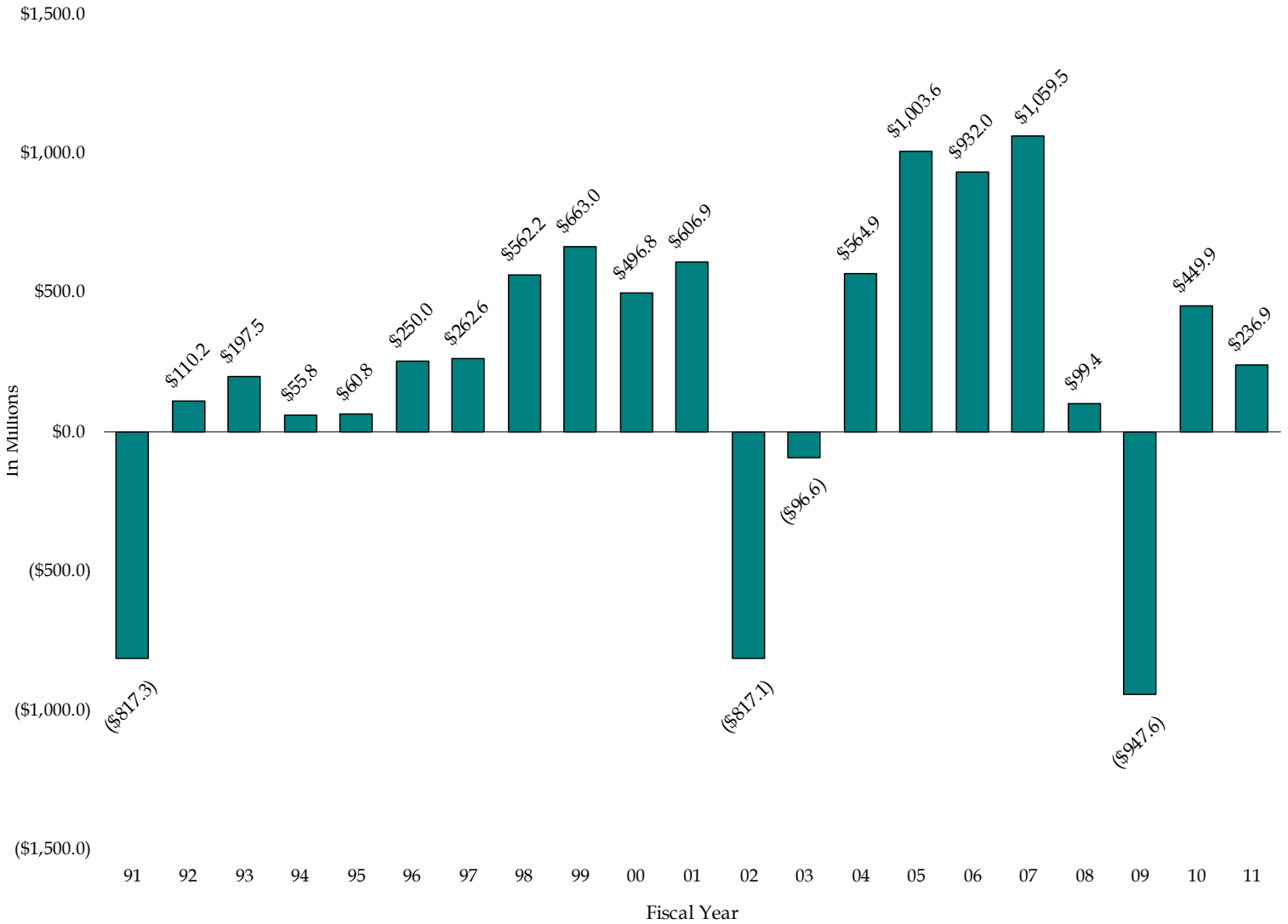
**\* NOTES**

**1. Budget Expenditures** - For purposes of comparability, the expenditure figures include all expenditures of the General Fund, Special Transportation Fund, other appropriated funds, surplus (primary for “one-time” items) and expenditures from prior year appropriations carried forward into subsequent fiscal year. The expenditures and percentage changes have been adjusted for comparability due to structural changes in the budgets. Actual expenditures are based on the Comptroller’s reports. Figures for FY 12 and FY 13 are estimates of expenditures based the biennial budget (PA 11-6 as adjusted by PA 11-61), including carried forward funding.

**2. Inflation Adjusted Growth** - The inflation adjusted growth rate factors the growth in expenditures from previous fiscal years less the Implicit Price Deflator for state and local governments. The use of this adjustment factor eliminates growth that results from inflation and facilitates the calculation of the adjusted year to year growth rate. The adjustments for FY 12 and FY 13 are expected to be 2.6% and 1.8%, respectively. When factored with the growth in expenditures, the inflation adjusted growth for FY 12 and FY 13 is 3.7% and -1.7% respectively.

**3. Implicit Price Deflator for State and Local Governments** - In economics, the GDP deflator (implicit price deflator for GDP) is a measure of the level of prices of all new, domestically produced, final goods and services in an economy. GDP stands for gross domestic product, the total value of all final goods and services produced within that economy during a specified period. Historical data is taken from the US Department of Commerce Bureau of Economic Analysis. Projections are by Moody’s Economy.com.

## FY 91 - FY 11 GENERAL FUND SURPLUS/DEFICIT FROM OPERATIONS \*



**\* NOTES**

1. This chart excludes fund balances from prior years and may include miscellaneous adjustments.
2. FY 95 excludes \$113.5 million of unspent Debt Service funds from prior periods.
3. FY 96 excludes \$19.7 million of FY 1993-94 surplus deemed appropriated for Debt Service for FY 1994-95 and not expended.
4. FY 11 surplus is an estimate based on the Comptroller's September 1, 2011 Monthly Report.

**SUMMARY OF AUTHORIZED, PERMANENT, FULL-TIME POSITIONS FOR  
APPROPRIATED FUNDS (by government function)**

**LEGEND**

**GF = General Fund**

**STF = Special Transportation Fund**

**BF = Banking Fund**

**IF = Insurance Fund**

**CC & PUCF = Consumer Counsel & Public Utility Control Fund**

**WCF = Workers' Compensation Fund**

**SS & MF = Soldiers, Sailors, and Marines' Fund**

**RMOF = Regional Market Operation Fund**

Agency	Fund	Actual FY 10	Estimated FY 11	Authorized FY 12	Difference: FY 12 - FY 11	Authorized FY 13	Difference: FY 13 - FY 12
<b>Conservation &amp; Development</b>							
Agricultural Experiment Station	GF	71	67	67	-	67	-
Commission on Culture & Tourism*	GF	34	31	-	(31)	-	-
Council on Environmental Quality	GF	2	2	2	-	2	-
Department of Agriculture	GF	53	51	51	-	51	-
Department of Agriculture	RMOF	7	7	7	-	7	-
Department of Economic and Community Development	GF	86	73	103	30	103	-
Department of Energy and Environmental Protection	GF	698	698	727	29	727	-
Department of Energy and Environmental Protection	CC & PUCF	-	-	125	125	125	-
Labor Department	GF	219	213	219	6	219	-
Office of Workforce Competitiveness*	GF	4	3	-	(3)	-	-
<b>Total</b>		<b>1,174</b>	<b>1,145</b>	<b>1,301</b>	<b>156</b>	<b>1,301</b>	<b>-</b>
<b>Elementary &amp; Secondary Education</b>							
Department of Education	GF	1,787	1,706	1,706	-	1,708	2
State Library	GF	72	61	61	-	61	-
Teachers' Retirement Board	GF	27	27	27	-	27	-
<b>Total</b>		<b>1,886</b>	<b>1,794</b>	<b>1,794</b>	<b>-</b>	<b>1,796</b>	<b>2</b>
<b>General Government</b>							
Attorney General	GF	288	288	288	-	288	-
Board of Accountancy*	GF	5	5	-	(5)	-	-
Contracting Standards Board*	GF	5	5	-	(5)	-	-
Department of Administrative Services	GF	261	263	547	284	547	-
Department of Construction Services	GF	-	-	88	88	88	-
Department of Information Technology*	GF	311	296	-	(296)	-	-
Department of Information Technology*	IF	1	1	-	(1)	-	-

Agency	Fund	Actual FY 10	Estimated FY 11	Authorized FY 12	Difference: FY 12 - FY 11	Authorized FY 13	Difference: FY 13 - FY 12
Department of Information Technology*	STF	4	4	-	(4)	-	-
Department of Public Works*	GF	129	129	-	(129)	-	-
Department of Revenue Services	GF	731	731	734	3	734	-
Division of Special Revenue*	GF	104	104	-	(104)	-	-
Elections Enforcement Commission*	GF	52	52	-	(52)	-	-
Freedom of Information Commission*	GF	23	23	-	(23)	-	-
Governor's Office	GF	32	32	27	(5)	27	-
Lieutenant Governor's Office	GF	5	5	9	4	9	-
Office of Governmental Accountability	GF	-	-	86	86	86	-
Office of Policy and Management	GF	142	142	146	4	146	-
Office of Policy and Management	IF	2	2	2	-	2	-
Office of Policy and Management*	CC & PUCF	7	7	-	(7)	-	-
Office of State Ethics*	GF	18	18	-	(18)	-	-
Office of the Child Advocate*	IF	9	9	-	(9)	-	-
Secretary of the State	IF	88	84	88	4	88	-
State Comptroller	STF	269	269	273	4	273	-
State Treasurer	STF	48	48	48	-	48	-
State Treasurer	STF	1	1	1	-	1	-
<b>Total</b>		<b>2,535</b>	<b>2,518</b>	<b>2,337</b>	<b>(181)</b>	<b>2,337</b>	<b>-</b>
<b>Health &amp; Hospitals</b>							
Department of Developmental Services	GF	3,657	3,657	3,617	(40)	3,617	-
Department of Mental Health and Addiction Services	GF	3,574	3,574	3,578	4	3,578	-
Department of Public Health	GF	558	517	524	7	524	-
Department of Veterans' Affairs	GF	298	278	279	1	279	-
Office of the Chief Medical Examiner	GF	60	58	58	-	58	-
Psychiatric Security Review Board	GF	4	4	4	-	4	-
<b>Total</b>		<b>8,151</b>	<b>8,088</b>	<b>8,060</b>	<b>(28)</b>	<b>8,060</b>	<b>-</b>
<b>Higher Education</b>							
Board of Regents for Higher Education	GF	-	-	4,463	4,463	4,500	37
Charter Oak State College*	GF	31	31	-	(31)	-	-
Connecticut State University*	GF	2,330	2,294	-	(2,294)	-	-
Office of Financial and Academic Affairs for Higher Education	GF	30	28	15	(13)	15	-
Regional Community - Technical Colleges*	GF	1,927	2,058	-	(2,058)	-	-
University of Connecticut	GF	2,993	2,985	2,901	(84)	2,921	20
University of Connecticut Health Center	GF	1,196	1,625	1,641	16	1,658	17
<b>Total</b>		<b>8,507</b>	<b>9,021</b>	<b>9,020</b>	<b>(1)</b>	<b>9,094</b>	<b>74</b>

Agency	Fund	Actual FY 10	Estimated FY 11	Authorized FY 12	Difference: FY 12 - FY 11	Authorized FY 13	Difference: FY 13 - FY 12
<b>Human Services</b>							
Board of Education and Services for the Blind*	GF	96	95	-	(95)	-	-
Bureau of Rehabilitative Services	GF	-	-	101	101	101	-
Bureau of Rehabilitative Services	STF	-	-	2	2	2	-
Bureau of Rehabilitative Services	WCF	-	-	6	6	6	-
Commission on the Deaf & Hearing Impaired	GF	8	7		(7)		-
Department of Children & Families	GF	3,517	3,456	3,364	(92)	3,393	29
Department of Social Services	GF	1,903	1,804	1,806	2	1,806	-
Soldiers, Sailors & Marines' Fund	SS & MF	9	9	9	-	9	-
<b>Total</b>		<b>5,533</b>	<b>5,371</b>	<b>5,288</b>	<b>(83)</b>	<b>5,317</b>	<b>29</b>
<b>Judicial &amp; Corrections</b>							
Child Protection Commission*	GF	9	9	-	(9)	-	-
Department of Correction	GF	6,492	6,492	6,493	1	6,493	-
Division of Criminal Justice	GF	527	498	494	(4)	494	-
Division of Criminal Justice	WCF	4	4	4	-	4	-
Judicial Department	GF	4,314	4,201	4,217	16	4,274	57
Judicial Department	BF	-	50	51	1	51	-
Judicial Review Council*	GF	1	1	-	(1)	-	-
Judicial Selection Commission*	GF	1	1	-	(1)	-	-
Office of the Victim Advocate*	GF	4	4	-	(4)	-	-
Public Defender Services Commission	GF	400	400	440	40	440	-
<b>Total</b>		<b>11,752</b>	<b>11,660</b>	<b>11,699</b>	<b>39</b>	<b>11,756</b>	<b>57</b>
<b>Legislative</b>							
African-American Affairs Commission	GF	2	2	2	-	2	-
Asian Pacific American Affairs Commission	GF	1	1	2	1	2	-
Auditors of Public Accounts	GF	117	117	117	-	117	-
Commission on Aging	GF	4	4	4	-	4	-
Commission on Children	GF	7	7	7	-	7	-
Latino & Puerto Rican Affairs Commission	GF	3	3	3	-	3	-
Legislative Management	GF	437	445	438	(7)	438	-
Permanent Commission on the Status of Women	GF	6	6	6	-	6	-
<b>Total</b>		<b>577</b>	<b>585</b>	<b>579</b>	<b>(6)</b>	<b>579</b>	<b>-</b>
<b>Regulation &amp; Protection</b>							
Board of Firearms Permit Examiners*	GF	1	1	-	(1)	-	-
Commission on Fire Prevention and Control*	GF	16	16	-	(16)	-	-



Agency	Fund	Actual FY 10	Estimated FY 11	Authorized FY 12	Difference: FY 12 - FY 11	Authorized FY 13	Difference: FY 13 - FY 12
Commission on Human Rights and Opportunities	GF	80	80	80	-	80	-
Department of Banking	BF	125	120	120	-	120	-
Department of Consumer Protection	GF	128	128	215	87	215	-
Department of Emergency Management and Homeland Security*	GF	36	35	-	(35)	-	-
Department of Emergency Services and Public Protection	GF	1,651	1,651	1,634	(17)	1,634	-
Department of Public Utility Control	CC & PUCF	115	115	-	(115)	-	-
Insurance Department	IF	147	141	141	-	141	-
Military Department	GF	46	46	46	-	46	-
Office of Consumer Counsel	CC & PUCF	14	14	14	-	14	-
Office of Protection & Advocacy for Persons with Disabilities	GF	33	33	31	(2)	31	-
Office of the Healthcare Advocate	IF	10	10	9	(1)	9	-
Police Officer Standards and Training Council*	GF	28	22	-	(22)	-	-
Workers' Compensation Commission	WCF	130	122	117	(5)	117	-
<b>Total</b>		<b>2,560</b>	<b>2,534</b>	<b>2,407</b>	<b>(127)</b>	<b>2,407</b>	<b>-</b>
<b>Transportation</b>							
Department of Motor Vehicles	STF	618	566	572	6	572	-
<b>Transportation (con't)</b>							
Department of Motor Vehicles	GF	-	-	3	3	3	-
Department of Transportation	STF	3,398	3,294	3,292	(2)	3,276	(16)
<b>Total</b>		<b>4,016</b>	<b>3,860</b>	<b>3,867</b>	<b>7</b>	<b>3,851</b>	<b>(16)</b>
<b>GRAND TOTAL</b>		<b>46,691</b>	<b>46,576</b>	<b>46,352</b>	<b>(224)</b>	<b>46,498</b>	<b>146</b>

\* The authorized position count in this agency has been adjusted due to a consolidation.

### SUMMARY OF AUTHORIZED, PERMANENT, FULL-TIME POSITIONS (by fund)

Fund	Actual FY 10	Estimated FY 11	Authorized FY 12	Difference: FY 12 - FY 11	Authorized FY 13	Difference: FY 12 - FY 11
General Fund	42,099	42,109	41,880	(229)	42,042	162
Special Transportation Fund	4,021	3,865	3,867	2	3,851	(16)
Banking Fund	125	170	171	1	171	-
Insurance Fund	160	154	152	(2)	152	-
Consumer Counsel & Public Utility Control Fund	136	136	139	3	139	-
Workers' Compensation Fund	134	126	127	1	127	-
Soldiers, Sailors and Marines' Fund	9	9	9	-	9	-
Regional Market Operation Fund	7	7	7	-	7	-
<b>GRAND TOTAL</b>	<b>46,691</b>	<b>46,576</b>	<b>46,352</b>	<b>(224)</b>	<b>46,498</b>	<b>146</b>

**STATE APPROPRIATED GRANTS TO TOWNS**

<b>Agency</b>	<b>Governor Est. FY 11 \$</b>	<b>Appropriated FY 12 \$</b>	<b>Difference FY 12 \$ - FY 11 \$</b>	<b>Appropriated FY 13 \$</b>	<b>Difference FY 13 \$ - FY 12 \$</b>
<b>State Comptroller - Miscellaneous</b>					
Reimbursement to Towns for Loss of Taxes on State Property	73,519,215	-	(73,519,215)		-
Grants To Towns - PF	61,779,907	-	(61,779,907)		-
Reimbursements to Towns for Loss of Taxes on Private Tax-Exempt Property	115,431,737		(115,431,737)		-
<b>Total</b>	<b>250,730,859</b>	<b>-</b>	<b>(250,730,859)</b>	<b>-</b>	<b>-</b>
<b>Office of Policy &amp; Management (OPM)</b>					
Reimbursement to Towns for Loss of Taxes on State Property	-	73,519,215	73,519,215	73,519,215	-
Grants To Towns	-	61,779,907	61,779,907	61,779,907	-
Reimbursements to Towns for Loss of Taxes on Private Tax-Exempt Property	-	115,431,737	115,431,737	115,431,737	-
Reimbursement Property Tax - Disability Exemption	400,000	400,000	-	400,000	-
Distressed Municipalities	7,800,000	5,800,000	(2,000,000)	5,800,000	-
Property Tax Relief Elderly Circuit Breaker	20,365,899	20,505,900	140,001	20,505,900	-
Property Tax Relief Elderly Freeze Program	560,000	390,000	(170,000)	390,000	-
Property Tax Relief for Veterans	2,970,099	2,970,098	(1)	2,970,098	-
P.I.L.O.T. - New Manufacturing Machinery and Equipment	47,895,199	-	(47,895,199)	-	-
Capital City Economic Development	6,190,000	6,300,000	110,000	6,300,000	-
<b>Total</b>	<b>86,181,197</b>	<b>287,096,857</b>	<b>200,915,660</b>	<b>287,096,857</b>	<b>-</b>
<b>Department of Energy &amp; Environmental Protection (DEEP)</b>					
Lobster Restoration	200,000	200,000	-	200,000	-
<b>Total</b>	<b>200,000</b>	<b>200,000</b>	<b>-</b>	<b>200,000</b>	<b>-</b>
<b>Commission on Culture &amp; Tourism (CCT)</b>					
Greater Hartford Arts Council	94,677	-	(94,677)	-	-
Stamford Center for the Arts	378,712	-	(378,712)	-	-
Stepping Stone Child Museum	44,294	-	(44,294)	-	-
Maritime Center Authority	531,525	-	(531,525)	-	-
Basic Cultural Resources Grant	1,398,750	-	(1,398,750)	-	-
Tourism Districts	1,687,500	-	(1,687,500)	-	-
Connecticut Humanities Council	2,103,953	-	(2,103,953)	-	-
Amistad Committee for the Freedom Trail	44,294	-	(44,294)	-	-
Amistad Vessel	378,712	-	(378,712)	-	-

Agency	Governor Est. FY 11 \$	Appropriated FY 12 \$	Difference FY 12 \$ - FY 11 \$	Appropriated FY 13 \$	Difference FY 13 \$ - FY 12 \$
<b>Commission on Culture &amp; Tourism (CCT) (con't)</b>					
New Haven Festival of Arts and Ideas	797,287	-	(797,287)	-	-
New Haven Arts Council	94,677	-	(94,677)	-	-
Palace Theater	378,712	-	(378,712)	-	-
Beardsley Zoo	354,350	-	(354,350)	-	-
Mystic Aquarium	620,112	-	(620,112)	-	-
Quinebaug Tourism	46,375	-	(46,375)	-	-
Northwestern Tourism	46,375	-	(46,375)	-	-
Eastern Tourism	46,375	-	(46,375)	-	-
Central Tourism	46,375	-	(46,375)	-	-
Twain/Stowe Homes	95,674	-	(95,674)	-	-
<b>Total</b>	<b>9,188,729</b>	<b>-</b>	<b>(9,188,729)</b>	<b>-</b>	<b>-</b>
<b>Department of Economic &amp; Community Development (DECD)</b>					
Tax Abatement	1,704,890	1,704,890	-	1,704,890	-
Payment in Lieu of Taxes	2,204,000	2,204,000	-	2,204,000	-
Greater Hartford Arts Council	-	94,677	94,677	94,677	-
Stamford Center for the Arts	-	378,712	378,712	378,712	-
Stepping Stones Museum for Children	-	44,294	44,294	44,294	-
Maritime Center Authority	-	531,525	531,525	531,525	-
Basic Cultural Resources Grant	-	1,601,204	1,601,204	1,601,204	-
Tourism Districts	-	1,495,596	1,495,596	1,495,596	-
Connecticut Humanities Council	-	2,157,633	2,157,633	2,157,633	-
Amistad Committee for the Freedom Trail	-	44,294	44,294	44,294	-
Amistad Vessel	-	378,712	378,712	378,712	-
New Haven Festival of Arts and Ideas	-	797,287	797,287	797,287	-
New Haven Arts Council	-	94,677	94,677	94,677	-
Palace Theater	-	378,712	378,712	378,712	-
Beardsley Zoo	-	354,350	354,350	354,350	-
Mystic Aquarium	-	620,112	620,112	620,112	-
Quinebaug Tourism	-	41,101	41,101	41,101	-
Northwestern Tourism	-	41,101	41,101	41,101	-
Eastern Tourism	-	41,101	41,101	41,101	-
Central Tourism	-	41,101	41,101	41,101	-

Agency	Governor Est. FY 11 \$	Appropriated FY 12 \$	Difference FY 12 \$ - FY 11 \$	Appropriated FY 13 \$	Difference FY 13 \$ - FY 12 \$
<b>Department of Economic &amp; Community Development (DECD) (con't)</b>					
Twain/Stowe Homes	-	95,674	95,674	95,674	-
<b>Total</b>	<b>3,908,890</b>	<b>13,140,753</b>	<b>9,231,863</b>	<b>13,140,753</b>	<b>-</b>
<b>Department of Public Health (DPH)</b>					
Local and District Departments of Health	4,264,470	4,563,700	299,230	4,563,700	-
Venereal Disease Control	195,210	195,210	-	195,210	-
School Based Health Clinics	10,440,646	10,440,646	-	10,440,646	-
<b>Total</b>	<b>14,900,326</b>	<b>15,199,556</b>	<b>299,230</b>	<b>15,199,556</b>	<b>-</b>
<b>Department of Transportation (DOT)</b>					
Town Aid Road Grants	-	-	-	-	-
Town Aid Road Grants - TF	-	30,000,000	30,000,000	30,000,000	-
<b>Total</b>	<b>-</b>	<b>30,000,000</b>	<b>30,000,000</b>	<b>30,000,000</b>	<b>-</b>
<b>Department of Social Services (DSS)</b>					
Child Day Care - Municipality	5,263,706	-	(5,263,706)	-	-
Human Resource Development - Municipality	31,034	-	(31,034)	-	-
Human Resource Development- Hispanic Programs - Municipality	5,900	5,310	(590)	5,310	-
Teen Pregnancy Prevention - Municipality	870,326	143,600	(726,726)	143,600	-
Services to the Elderly - Municipality	44,405	44,405	-	44,405	-
Housing/Homeless Services - Municipality	686,592	634,026	(52,566)	634,026	-
Community Services - Municipality	116,358	87,268	(29,090)	87,268	-
<b>Total</b>	<b>7,018,321</b>	<b>914,609</b>	<b>(6,103,712)</b>	<b>914,609</b>	<b>-</b>
<b>Department of Education</b>					
Vocational Agriculture	4,560,565	5,060,565	500,000	5,060,565	-
Transportation of School Children	28,649,720	25,784,748	(2,864,972)	24,884,748	(900,000)
Adult Education	20,594,371	21,032,980	438,609	21,025,690	(7,290)
Health and Welfare Services Pupils Private Schools	4,297,500	4,297,500	-	4,297,500	-
Education Equalization Grants	1,889,609,057	1,889,609,057	-	1,889,609,057	-
Bilingual Education	1,916,130	1,916,130	-	1,916,130	-
Priority School Districts	117,237,188	116,626,966	(610,222)	116,100,581	(526,385)
Young Parents Program	229,330	229,330	-	229,330	-
Interdistrict Cooperation	11,127,369	11,136,173	8,804	11,131,935	(4,238)

Agency	Governor Est. FY 11 \$	Appropriated FY 12 \$	Difference FY 12 \$ - FY 11 \$	Appropriated FY 13 \$	Difference FY 13 \$ - FY 12 \$
<b>Department of Education (con't)</b>					
School Breakfast Program	1,634,103	2,220,303	586,200	2,220,303	-
Excess Cost - Student Based	139,805,731	139,805,731	-	139,805,731	-
Non-Public School Transportation	3,995,000	3,595,500	(399,500)	3,595,500	-
School to Work Opportunities	213,750	213,750	-	213,750	-
Youth Service Bureaus	2,947,268	2,947,268	-	2,947,268	-
OPEN Choice Program	14,465,002	19,839,066	5,374,064	22,090,956	2,251,890
Magnet Schools	174,131,395	215,855,338	41,723,943	235,364,251	19,508,913
After School Program	4,500,000	4,500,000	-	4,500,000	-
School Readiness Quality Enhancement	-	1,100,678	1,100,678	1,100,678	-
Technical High Schools	-	-	-	-	-
<b>Total</b>	<b>2,419,913,479</b>	<b>2,465,771,083</b>	<b>45,857,604</b>	<b>2,486,093,973</b>	<b>20,322,890</b>
<b>State Library</b>					
Grants to Public Libraries	\$347,109	\$207,692	(\$139,417)	\$214,283	\$6,591
Connecticard Payments	1,226,028	1,000,000	(226,028)	1,000,000	-
<b>Total</b>	<b>\$1,573,137</b>	<b>\$1,207,692</b>	<b>(\$365,445)</b>	<b>\$1,214,283</b>	<b>\$6,591</b>
<b>TOTAL</b>	<b>2,793,614,938</b>	<b>2,813,530,550</b>	<b>19,915,612</b>	<b>2,833,860,031</b>	<b>20,329,481</b>

## THE GOVERNOR'S FY 12 - FY 13 BUDGET RECOMMENDATIONS

Governor Dannel P. Malloy introduced his biennial budget on February 16, 2011 at a joint session of the Connecticut General Assembly, which:

- totaled \$19,738.2 million for all appropriated funds;
- totaled \$18,268.1 million for the General Fund;
- totaled \$1,303.8 million for the Special Transportation Fund; and was
- under the spending cap by \$406.4 million in FY 12, and \$57.4 million in FY 13.

The tables below reflect the Governor's FY 12 and FY 13 Recommended Budget in comparison to the FY 12 and FY 13 final budget.

### GOVERNOR'S RECOMMENDED FY 12 BUDGET: FY 12 APPROPRIATIONS

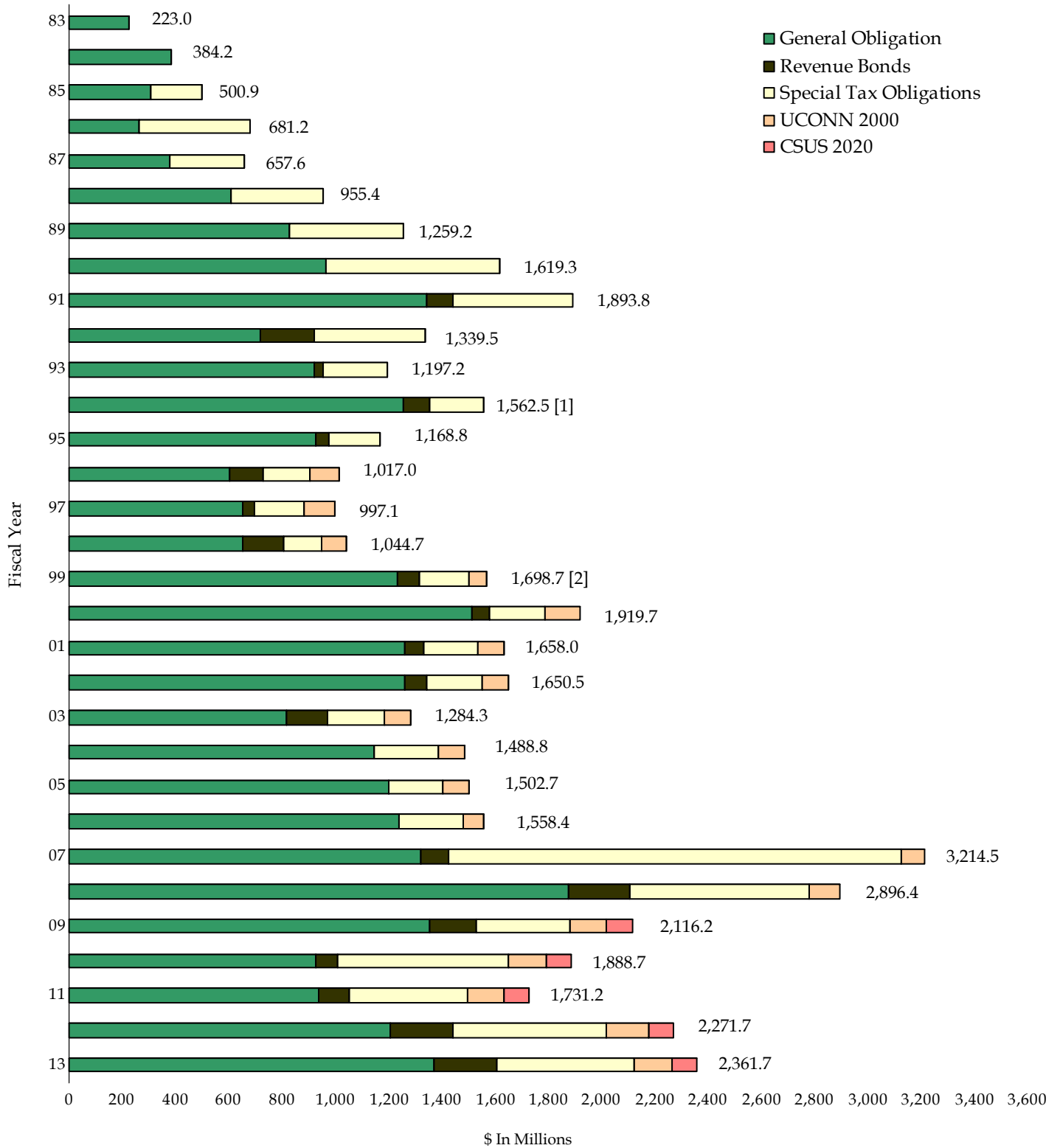
Fund	Gov. FY 12 \$	FY 12 Approp. \$	Difference \$
<b>Gross</b>			
General Fund	19,407.3	19,485.6	78.3
Transportation Fund	1,314.8	1,315.5	0.7
Other Funds	166.6	171.4	4.8
<b>Subtotal</b>	<b>20,888.7</b>	<b>20,972.5</b>	<b>83.8</b>
<b>Lapses</b>			
General Fund	(1,139.2)	(777.9)	361.3
Transportation Fund	(11.0)	(53.5)	(42.5)
Other Funds	(0.3)	(0.3)	0.0
<b>Subtotal</b>	<b>(1,150.5)</b>	<b>(831.7)</b>	<b>318.8</b>
<b>Net</b>			
General Fund	18,268.1	18,707.7	439.6
Transportation Fund	1,303.8	1,261.9	(41.9)
Other Funds	166.4	171.2	4.8
<b>TOTAL</b>	<b>19,738.2</b>	<b>20,140.8</b>	<b>402.6</b>

### GOVERNOR'S RECOMMENDED FY 13 BUDGET: FY 13 APPROPRIATIONS

Fund	Gov. FY 13 \$	FY 13 Approp. \$	Difference \$
<b>Gross</b>			
General Fund	19,850.2	19,918.3	68.1
Transportation Fund	1,346.5	1,345.8	(0.7)
Other Funds	161.3	169.7	8.4
<b>Subtotal</b>	<b>21,358.0</b>	<b>21,433.8</b>	<b>75.8</b>
<b>Lapses</b>			
General Fund	(1,140.6)	(965.8)	174.8
Transportation Fund	(11.0)	(67.9)	(56.9)
Other Funds	(0.3)	(0.1)	0.2
<b>Subtotal</b>	<b>(1,151.9)</b>	<b>(1,033.8)</b>	<b>118.1</b>
<b>Net</b>			
General Fund	18,709.6	18,952.5	242.9
Transportation Fund	1,335.5	1,277.8	(57.7)
Other Funds	161.2	169.6	8.4
<b>TOTAL</b>	<b>20,206.3</b>	<b>20,400.0</b>	<b>193.7</b>

# VII. CAPITAL BUDGET

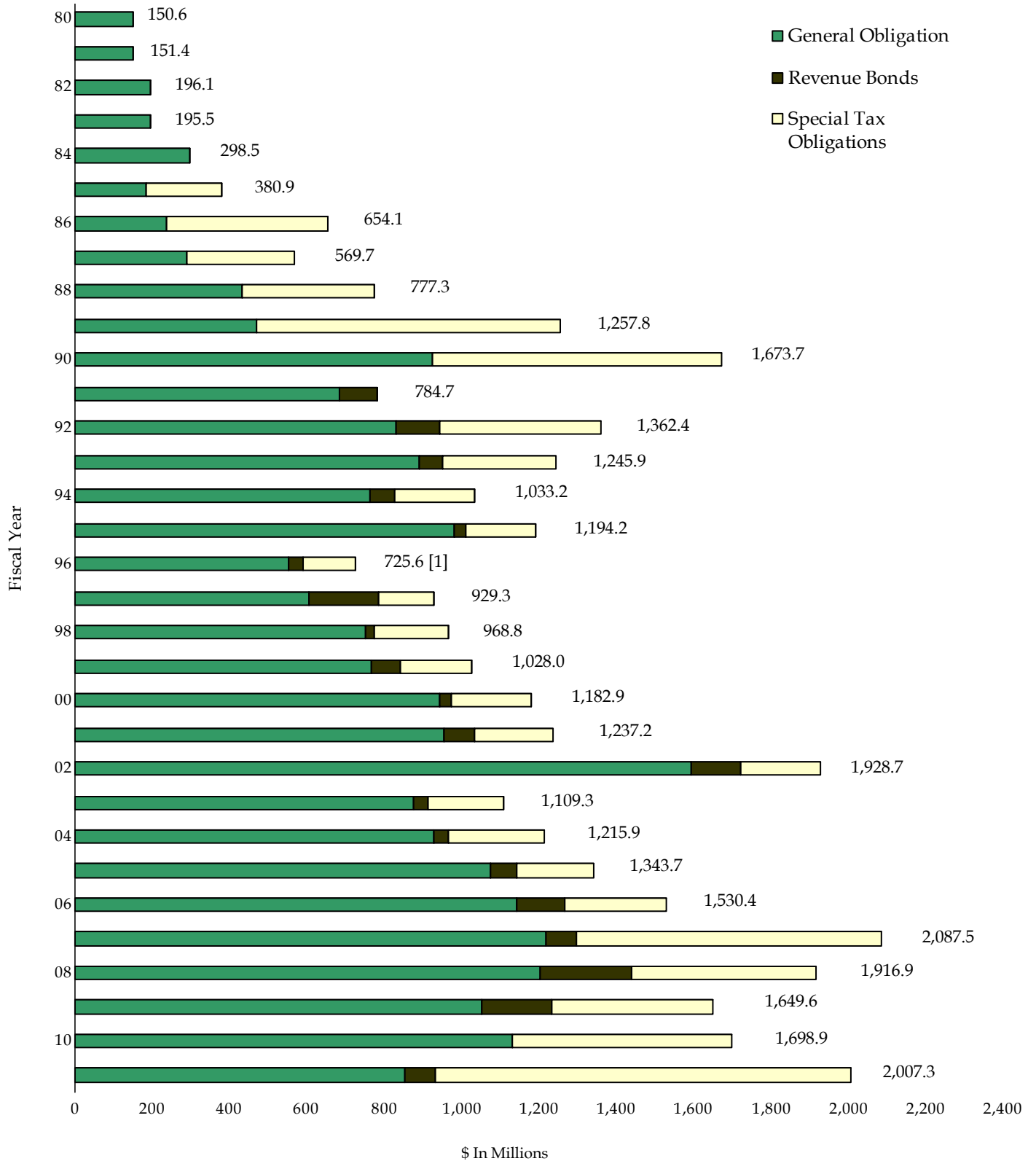
## FY 83 - FY 13 LEGISLATIVE BOND AUTHORIZATIONS



[1] The FY 94 total for Legislative Authorizations includes \$252.1 million authorized in September 1993 for the construction of a stadium in Hartford. This authorization was subsequently repealed by Section 101, PA 94-2 of the May Special Session.

[2] The FY 99 total for Legislative Authorizations includes \$274.4 million authorized in December 1999 for the construction of the Patriots stadium in Hartford. This authorization was subsequently repealed by Section 65, PA 99-241.

FY 80 - FY 11 BOND COMMISSION ALLOCATIONS (in millions)

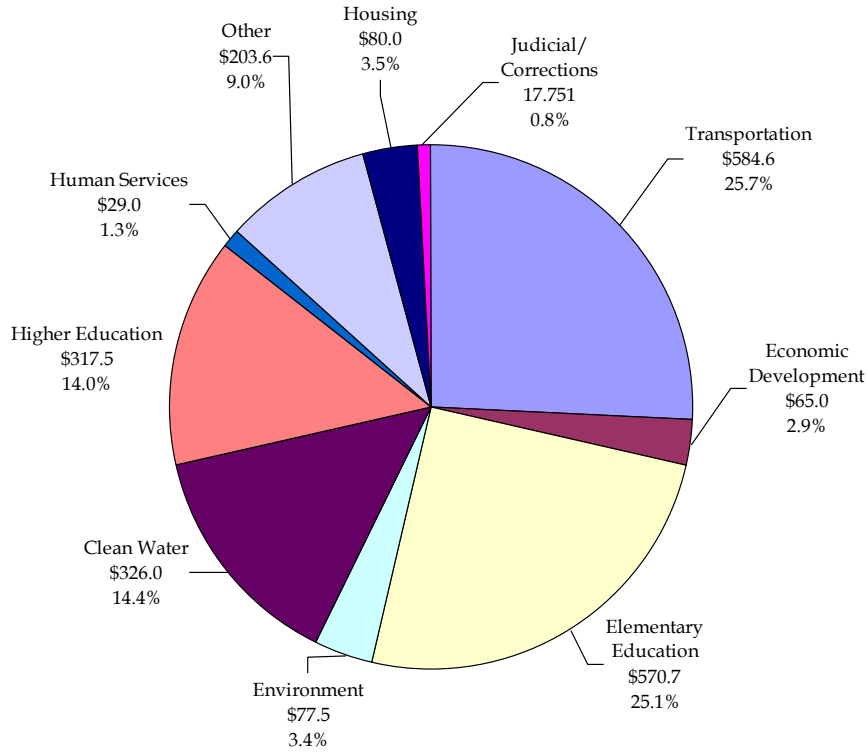


[1] General Obligation bonds authorized by PA 95-230 and PA 02-3 (May 9<sup>th</sup> Special Session) to finance UConn 2000 projects are not included in state Bond Commission allocations because the legislation only required the commission to approve the master resolution. This began in FY 96 and continues to the present.

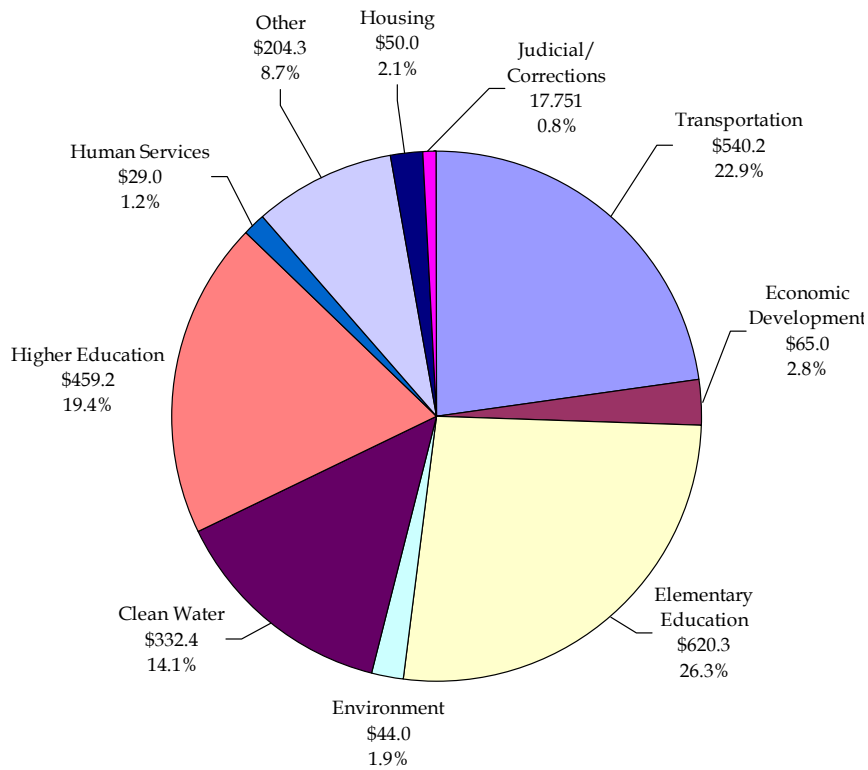


**GENERAL, REVENUE, AND SPECIAL TAX OBLIGATION  
BOND AUTHORIZATION INCREASES (in millions)**

**FY 12: \$2,271.7**



**FY 13: \$2,361.7**



**NEW BOND AUTHORIZATIONS (in millions)**

General Obligation (GO) Bond	FY 12 \$	FY 13 \$
Increases	1,202.4	1,365.1
Reductions	(2.8)	0.0
<b>Total</b>	<b>1,199.6</b>	<b>1,365.1</b>
<b>Authorized in prior legislative sessions</b>		
UConn 21 <sup>st</sup> Century infrastructure projects	157.2	143.0
CSUS 2020 infrastructure projects	95.0	95.0
Energy Conservation Loan Fund	5.0	5.0
<b>Total</b>	<b>257.2</b>	<b>243.0</b>
Clean Water Fund Revenue Bonds	233.4	238.4
Special Tax Obligation (STO) Bond Increases (Transportation Fund)	578.6	515.2
<b>NET TOTAL</b>	<b>2,268.8</b>	<b>2,361.7</b>

**BOND AUTHORIZATIONS BY AGENCY**

Agency	FY 12 \$	FY 13 \$
<b>General Obligation (GO) Bond Authorizations</b>		
Secretary of the State	3,000,000	2,000,000
State Comptroller	15,000,000	7,000,000
Office of the Attorney General	2,125,000	-
Office of Policy and Management	121,700,000	139,620,000
Department of Veterans' Affairs	2,000,000	-
Department of Administrative Services	35,000,000	34,000,000
Dept of Construction Services	543,900,000	601,800,000
Department of Emergency Services and Public Protection	6,000,000	2,212,000
Military Department	8,250,000	5,000,000
Agricultural Experiment Station	3,500,000	-
Department of Agriculture	10,000,000	10,000,000
Department of Energy and Environmental Protection	156,600,000	128,000,000
Department of Economic and Community Development	145,000,000	115,000,000
Department of Public Health	2,000,000	2,000,000
Department of Developmental Services	7,000,000	7,000,000
Department of Mental Health and Addiction Services	8,000,000	10,000,000
Department of Social Services	10,000,000	10,000,000
Department of Education	34,250,000	28,000,000
University of Connecticut	18,000,000	154,500,000
Regional Community College System (Board of Regents for Higher Education)	47,320,556	66,723,135
Department of Children and Families	6,751,000	6,285,000
Judicial Department	11,000,000	11,000,000
Department of Transportation	6,000,000	25,000,000

Agency	FY 12 \$	FY 13 \$
<b>Total Bond Authorizations</b>	<b>1,202,396,556</b>	<b>1,365,140,135</b>
<b>Authorizations from Prior Sessions:</b>		
Energy Conservation Loan Fund	5,000,000	5,000,000
UConn 21st Century Infrastructure Program	157,200,000	143,000,000
CSUS 2020 Infrastructure Program	95,000,000	95,000,000
<b>Total Authorizations from Prior Sessions</b>	<b>257,200,000</b>	<b>243,000,000</b>
<b>Total New Tax-Supported GO Bond Authorizations</b>	<b>1,459,596,556</b>	<b>1,608,140,135</b>
<b>Reductions &amp; Cancellations of Prior Year Authorizations</b>	<b>(2,845,950)</b>	<b>-</b>
<b>Net General Obligation Bonds</b>	<b>1,456,750,606</b>	<b>1,608,140,135</b>
<b>Revenue Supported Bonds</b>		
Clean Water Fund Revenue Bonds	233,420,000	238,360,000
<b>Special Tax Obligation (STO) Bond Authorizations</b>		
Bureau of Highways	357,596,200	302,284,000
Bureau of Aviation and Ports	2,780,000	8,100,000
Bureau of Public Transportation	159,452,000	167,000,000
Bureau of Administration	58,820,993	37,855,168
<b>Total Special Tax Obligation Bonds</b>	<b>578,649,193</b>	<b>515,239,168</b>
<b>TOTAL</b>	<b>2,268,819,799</b>	<b>2,361,739,303</b>

## STATUTORY DEBT LIMIT

The state's level of General Fund indebtedness for FY 12 was \$15.5 billion as of June 3, 2011, which is approximately 69.1% of the statutory limit. The range between 1993 and 2013 has been from 68.7% to 90%. The 69.1% level is 20.9 percentage points or \$4.7 billion away from the 90% level. If the 90% level is reached, a trigger provision in CGS Sec. 2-27b would require the Governor to review each bond authorization for which no obligations have yet been incurred and recommend priorities for repealing them to the Finance, Revenue and Bonding Committee. The committee would consider the recommendations and propose whatever legislation it concluded was necessary to repeal any of the authorizations.

### Description of the Debt Limit

CGS Sec. 3-21 imposes a ceiling<sup>1</sup> on the total amount of General Obligation (GO) bonds the General Assembly may authorize. The limit is 1.6 times total General Fund tax receipts (net of refunds) projected by the Finance, Revenue and Bonding Committee for the fiscal year in which the bonds are authorized (see calculation below). The statute prohibits the General Assembly from authorizing any additional General Fund-

<sup>1</sup>Between FY 75 and FY 92, the state debt limit was 4.5 times the net General Fund tax receipts received during the previous fiscal year that ended not less than three, or more than 15 calendar months prior to such issuance. The current calculation method has been used since FY 93.

supported debt, except what is required to meet cash flow needs or emergencies resulting from natural disasters, when the aggregate amount of outstanding debt and authorized but unissued debt exceed this amount. Certain types of debt are excluded from the statutory debt limit calculation, including: (1) debts incurred for federally reimbursable public works projects, (2) assets in debt retirement funds, (3) debt incurred in anticipation of revenue, (4) debt incurred to fund General Fund budget deficits (4) tax incremental financing bonds, (5) Special Transportation GO bonds, (6) Bradley Airport revenue bonds, (7) Clean Water Fund revenue bonds, (8) Connecticut Unemployment revenue bonds (9) Economic Recovery Notes and (10) Teachers' Retirement Fund bonds.

The statute requires the Office of the State Treasurer to certify that any bill authorizing bonds does not violate the debt limit, before the General Assembly may vote on the bill. A similar certification is required before the state Bond Commission can authorize any new bonds to be issued. Under the provisions of CGS Sec. 2-27b, the State Treasurer is also required to compute the state's aggregate bonded indebtedness each January 1 and July 1.

The Certificate of State Indebtedness issued by the Office of the State Treasurer on June 3, 2011 indicated the following:

**CERTIFICATE OF STATE INDEBTEDNESS (issued June 3, 2011)**

FY 12 limit on GO bonds (1.6 x FY 12 revenue estimates)	\$22,430,560,000
FY 12 net GO bond indebtedness	\$15,501,410,431
Debt incurring margin	\$6,929,149,569
<b>FY 12 net indebtedness as a percent of debt limit</b>	<b>69.11%</b>
<b>Capacity remaining before 90% limit</b>	<b>\$4,686,093,569</b>
FY 13 limit on GO bonds (1.6 x FY 13 revenue estimates)	\$23,408,800,000
FY 13 net GO bond indebtedness	\$16,068,670,361
Debt incurring margin	\$7,340,129,639
<b>FY 13 net indebtedness as a percent of debt limit</b>	<b>68.64%</b>
<b>Capacity remaining before 90% limit</b>	<b>\$4,999,249,639</b>

The table below shows the level of state indebtedness between FY 93 and FY 13.

**STATE DEBT LIMITATION FROM FY 93 TO FY 13 (in thousands)**

<b>Fiscal Year</b>	<b>Statutory Debt Limitation \$</b>	<b>Aggregate Indebtedness (Adjusted) \$</b>	<b>Debt Incurring Margin \$</b>	<b>Indebtedness % of Debt Limitation</b>
1993	7,176,000	5,787,197	1,388,803	80.6%
1994	8,967,040	7,720,809	1,246,231	86.1%
1995	10,169,920	8,529,758	1,640,162	83.9%
1996	10,496,160	8,596,566	1,899,594	81.9%
1997	10,534,880	8,928,457	1,606,423	84.8%
1998	10,905,280	9,069,716	1,835,564	83.2%
1999 <sup>[1]</sup>	11,578,400	9,446,584	2,131,816	81.6%
2000	12,521,280	10,547,655	1,973,625	84.2%
2001	12,967,840	11,189,658	1,778,182	86.3%
2002 <sup>[2]</sup>	14,006,720	11,599,614	2,407,106	82.8%
2003 <sup>[3][4]</sup>	13,116,000	11,805,771	1,310,229	90.0%
2004 <sup>[4]</sup>	13,116,000	11,796,826	1,319,174	89.9%
2005 <sup>[5]</sup>	15,105,760	12,868,871	2,236,889	85.2%
2006	16,728,640	13,230,649	3,497,991	79.1%
2007	17,411,520	13,919,490	3,492,030	79.9%
2008	19,925,120	14,702,079	5,223,041	73.8%
2009	20,753,760	15,384,452	5,369,308	74.1%
2010	17,484,160	15,574,796	1,909,364	89.1%
2011	17,477,440	15,108,155	2,369,285	86.4%
2012	22,430,560	15,501,410	6,929,150	69.1%
2013	23,408,800	16,068,670	7,340,130	68.6%

<sup>[1]</sup> Includes Patriots stadium project in Hartford (December 1998 Special Session).  
<sup>[2]</sup> Includes November 2001 Special Session  
<sup>[3]</sup> Includes May 2002 Special Session  
<sup>[4]</sup> The Office of Policy and Management supplied the budgeted tax revenue estimates, which form the basis for calculating the statutory debt limit, because the legislature did not adopt revised FY 03 revenue estimates.  
<sup>[5]</sup> The debt limit calculation is based on revised revenue estimates adopted by the Finance, Revenue and Bonding Committee on 6/28/04.

**FY 12 & FY 13 GENERAL OBLIGATION (GO) BOND AUTHORIZATIONS**

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
		<b>Secretary of the State</b>			
PA 11-57 Sec. 2(a)	PA 11-57 Sec. 21(a)	Development, implementation and upgrade of information technology systems	-	3,000,000	2,000,000
		<b>State Comptroller</b>			
PA 11-57 Sec. 2(b)	PA 11-57 Sec. 21(b)	Enhancements and upgrades to the CORE financial system	-	15,000,000	7,000,000
		<b>Office of the Attorney General</b>			
PA 11-57 Sec. 2(p)	-	Enhancements and upgrades of electronic document software and hardware	-	2,125,000	-
		<b>Office of Legislative Management</b>			
PA 11-57 Sec. 39	-	Funding for capital equipment, upgrades to information technology systems and infrastructure repair and improvement projects	9,000,000	-	-
		<b>Office of Policy and Management</b>			
PA 11-57 Sec. 2(c)(1)	PA 11-57 Sec. 21(c)(1)	Design and implementation of the Criminal Justice Information System	-	7,700,000	4,720,000
PA 11-57, Sec 64		Local Capital Improvement Program (LoCIP)	-	30,000,000	30,000,000
PA 11-57, Sec 75		Inter-town Capital Equipment Purchase Incentive Program.	-	10,000,000	10,000,000
PA 11-57, Sec 61		Urban Action Program	-	50,000,000	50,000,000
PA 11-57, Sec 62		Small Town Economic Assistance Program (STEAP)	-	20,000,000	20,000,000
PA 11-57, Sec 63		Capital Equipment Purchase Fund	-	-	22,900,000
PA 11-57 Sec. 2(c)(2)	PA 11-57 Sec. 21(c)(2)	Design and implementation of state and local benchmarking systems, including technology development	-	4,000,000	2,000,000
		<b>Department of Veterans' Affairs</b>			
PA 11-57 Sec. 2(d)(1)	-	Power plant upgrades in Rocky Hill	-	1,750,000	-
PA 11-57 Sec. 2(d)(2)	-	Boiler repairs and improvements in Rocky Hill	-	250,000	-
		<b>Department of Administrative Services</b>			
PA 11-57 Sec. 2(e)(1)	-	Development of a new data center, including design, construction and demolition DAS must first study other methods of data storage and usage	-	21,000,000	-
PA 11-57 Sec. 2(e)(2)	PA 11-57 Sec. 21(d)(1)	Exterior renovations and improvements, including installation of air conditioning, to the State Office Building in Hartford	-	1,500,000	21,500,000
PA 11-57 Sec. 2(e)(3)	PA 11-57 Sec. 21(d)(2)	Infrastructure repairs and improvements, including fire, safety and compliance with the Americans with Disabilities Act improvements, improvements to state-owned buildings and grounds, including energy conservation and off-site improvements, and preservation of unoccupied buildings and grounds, including office development, acquisition, renovations for additional parking and security improvements	-	12,500,000	12,500,000

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
<b>Department of Construction Services (Public Works)</b>					
PA 11-57 Sec. 2(f)(1)	PA 11-57 Sec. 21(e)(1)	Removal or encapsulation of asbestos in state-owned buildings	-	5,000,000	5,000,000
PA 11-57 Sec. 2(f)(2)	PA 11-57 Sec. 21(e)(2)	Infrastructure repairs and improvements, including fire, safety and compliance with the Americans with Disabilities Act improvements, improvements to state-owned buildings and grounds, including energy conservation and off-site improvements, and preservation of unoccupied buildings and grounds, including office development, acquisition, renovations for additional parking and security improvements	-	2,500,000	2,500,000
PA 11-57, Sec 65		School construction grants-in-aid - progress payments. CGS Sec. 10-287d	-	523,000,000	584,000,000
PA 11-57, Sec 66		School construction grants-in-aid - interest payments. CGS Sec. 10-292k	-	13,400,000	8,300,000
PA 11-57 Secs. 76-82		Language change to prior bond authorizations that change the DPW to DCS	-	-	-
-	PA 11-57 Sec. 21(e)(3)	Fire Training Schools: Notwithstanding the provisions of section 4b-1 of the general statutes, capital construction, improvements, repairs, renovations and land acquisition at Fire Training Schools	-	-	2,000,000
<b>Military Department</b>					
PA 11-57 Sec. 2(h)(1)	PA 11-57 Sec. 21(g)(1)	State matching funds for anticipated federal reimbursable projects	-	2,000,000	2,000,000
PA 11-57 Sec. 2(h)(2)	PA 11-57 Sec. 21(g)(2)	Alterations and improvements to buildings and grounds, including utilities, mechanical systems and energy conservation	-	1,000,000	1,000,000
PA 11-57 Sec. 2(h)(3)	-	Construction of a readiness center for the Connecticut Army National Guard Civil Support Team in Windsor Locks	-	1,250,000	-
PA 11-57 Sec. 2(h)(4)	-	Construction of a combined support maintenance shop for Connecticut National Guard equipment in Windsor Locks	-	4,000,000	-
-	PA 11-57 Sec. 21(g)(3)	Alterations, renovations and improvements to the National Guard Armory in New London and the storage facility at Stone's Ranch in East Lyme for the 250th Engineering Company	-	-	2,000,000
<b>Department of Emergency Services and Public Protection (Public Safety)</b>					
PA 11-57 Sec. 2(g)(1)	PA 11-57 Sec. 21(f)	Alterations and improvements to buildings and grounds, including utilities, mechanical systems and energy conservation projects	-	5,000,000	2,212,000
PA 11-57 Sec. 2(g)(2)	-	Programmatic study of state police troops and districts and development of a design prototype for troop facilities	-	1,000,000	-
<b>Agricultural Experiment Station</b>					
PA 11-57 Sec. 2(q)	-	Renovations and construction at the Jenkins Building	-	3,500,000	-
<b>Department of Agriculture</b>					
PA 11-57, Sec 71		Farmland Preservation Program.	-	10,000,000	10,000,000
<b>Department of Energy and Environmental Protection</b>					
PA 11-57 Sec. 2(i)(1)	PA 11-57 Sec. 21(h)(1)	Dam repairs, including state-owned dams	-	4,000,000	4,000,000

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
PA 11-57 Sec. 2(i)(2)	PA 11-57 Sec. 21(h)(2)	Alterations, renovations and new construction at state parks and other recreation facilities, including Americans with Disabilities Act improvements	-	45,000,000	15,000,000
PA 11-57 Sec. 13(a)(1)	PA 11-57 Sec. 32(a)(1)	Grants-in-aid for containment, removal or mitigation of identified hazardous waste disposal sites	-	10,000,000	10,000,000
PA 11-57, Sec 72		Clean Water Fund grants-in-aid - GO Bonds	-	92,600,000	94,000,000
PA 11-57, Sec 73		Clean Water Fund loans - Revenue Bonds	-	233,420,000	238,360,000
PA 11-57 Sec. 13(a)(2)	PA 11-57 Sec. 32(a)(2)	Grants-in-aid to municipalities for open space land acquisition and development for conservation or recreation purposes.	-	5,000,000	5,000,000
PA 11-57 Sec. 68	-	Language change to CGS Sec. 16a-38m: The proceeds of the sale of said bonds shall be used by the Department of [Public Utility Control] <u>Energy and Environmental Protection</u> for the purpose of funding [the net project costs, or the balance of any projects after applying any public or private financial incentives available for] any energy services projects that results in increased efficiency measures in state buildings pursuant to section 16a-38l, <u>or any renewable energy or combined heat and power project in state buildings.</u>	-	-	-
PA 11-57 Sec. 69	-	Language change to CGS Sec. 16a-38o: The proceeds of the sale of said bonds shall be used by the Department of [Public Utility Control] <u>Energy and Environmental Protection</u> for the purpose of [the grant program established in section 16a-38n] <u>funding any energy services project that results in increased efficiency measures in state buildings pursuant to section 16a-38l, or for any renewable energy or combined heat and power project in state buildings.</u>	-	-	-
PA 11-57 Sec. 70	-	The proceeds of the sale of said bonds, to the extent of the amount stated in subsection (a) of this section, shall be used by [Connecticut Innovations, Incorporated] <u>the Department of Energy and Environmental Protection</u> , for the purpose of funding [the net project costs, or the balance of any projects after applying any public or private financial incentives available, for any renewable energy or combined heat and power projects in state buildings. The funds shall be made available through the Renewable Energy Investment Fund, established pursuant to section 16-245n. Eligible state buildings shall be Leadership in Energy and Environmental Design (LEED) certified or in the process of becoming LEED certified or in the process of becoming LEED silver rating certified or receive a two-globe rating in the green Globes USA design program or in the process of receiving a two-globe rating in the Green Globes USA design program] <u>any energy services project that results in increased efficiency measures in state buildings pursuant to section 16a-38l, or for any renewable energy or combined heat and power project in state buildings.</u>	-	-	-
PA 11-57 Sec. 89	-	Language change to PA 09-2, Sec. 34(a): Grants-in-aid, not exceeding \$16,000,000, (1) for containment, removal or mitigation of identified hazardous waste disposal sites and to municipalities for new water mains to replace water supplied from contaminated wells, (2) for identification, investigation, containment, removal or mitigation of contaminated industrial sites in urban areas, (3) to municipalities for acquisition of land, for public parks, recreational and water quality improvements, water mains and water pollution control facilities, including sewer projects, (4) to municipalities for the purpose of providing potable water, and (5) <u>to state agencies, regional planning agencies and municipalities for water pollution control projects.</u>	-	-	-



Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
<b>Department of Economic and Community Development</b>					
PA 11-57 Sec. 13(b)	PA 11-57 Sec. 32(b)	Regional Brownfield redevelopment loan fund	-	25,000,000	25,000,000
PA 11-57 Sec. 9(1)	PA 11-57 Sec. 28	Housing development and rehabilitation programs	-	25,000,000	25,000,000
PA 11-57, Sec 91		Housing Trust Fund	-	25,000,000	25,000,000
PA 11-57 Sec. 9(2)	-	Supportive Housing Initiative	-	30,000,000	-
PA 11-57, Sec 74		Manufacturing Assistance Act	-	40,000,000	40,000,000
PA 11-57 Sec. 88	-	Language change: PA 07-7, Sec. 28 - Amend Sec 28 to read \$10 mil so it matches Sec. 27.	-	-	-
PA 11-57 Sec. 85	-	Language change: SA 05-1, Sec. 9 as amended by PA 10-44, Sec. 346: (3) \$15,000,000 may be made available for the Pinnacle Heights <u>Extension</u> and Corbin Heights [Extension] housing development projects in New Britain.	-	-	-
<b>Department of Public Health</b>					
PA 11-57 Sec. 13(c)	PA 11-57 Sec. 32(c)	Grants-in-aid to community health centers, primary care organizations and municipalities for the purchase of equipment, renovations, improvements and expansion of facilities	-	2,000,000	2,000,000
PA 11-57 Sec. 84	-	Language change and reduction: For the Department of Public Health: Development of a new Public Health Laboratory <u>or for a laboratory addition for the Department of Energy and Environmental Protection in Windsor</u> , including acquisition. SA 01-2 Sec. 2(e)	-	(630,250)	-
PA 11-57 Sec. 87	-	Development of a new Public Health Laboratory or for a laboratory addition for the Department of Energy and Environmental Protection in Windsor, including acquisition. PA 07-7 Sec. 2(o)	-	(2,215,700)	-
<b>Department of Developmental Services</b>					
PA 11-57 Sec. 2(j)	PA 11-57 Sec. 21(i)	Fire, safety and environmental improvements to regional facilities for client and staff needs, including improvements in compliance with current codes, including intermediate care facilities and site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning and other interior and exterior building renovations and additions at all state-owned facilities	-	5,000,000	5,000,000
PA 11-57 Sec. 13(d)	PA 11-57 Sec. 32(d)	Grants-in-aid to private, nonprofit organizations for alterations and improvements to nonresidential facilities		2,000,000	2,000,000
<b>Department of Mental Health and Addiction Services</b>					
PA 11-57 Sec. 2(k)	PA 11-57 Sec. 21(j)	Fire, safety and environmental improvements to regional facilities for client and staff needs, including improvements in compliance with current codes, including intermediate care facilities and site improvements, handicapped access improvements, utilities, repair or replacement of roofs, air conditioning and other interior and exterior building renovations and additions at all state-owned facilities	-	3,000,000	5,000,000

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
PA 11-57 Sec. 13(e)	PA 11-57 Sec. 32(e)	Grants-in-aid to private, non-profit organizations that are exempt under Section 501(c)(3) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as amended from time to time, for community-based residential and outpatient facilities for purchases, repairs, alterations, and improvements	-	5,000,000	5,000,000
		<b>Department of Social Services</b>			
PA 11-57 Sec. 13(g)	PA 11-57 Sec. 32(g)	Grants-in-aid for neighborhood facilities, child day care projects, elderly centers, multipurpose human resource centers, shelter facilities for victims of domestic violence and food distribution facilities	-	10,000,000	10,000,000
		<b>Department of Education</b>			
PA 11-57 Sec. 2(l)	PA 11-57 Sec. 21(k)	For the regional vocational-technical school system: Alterations and improvements to buildings and grounds, including new and replacement equipment, tools and supplies necessary to update curricula, vehicles and technology upgrades at all regional vocational-technical schools	-	28,000,000	28,000,000
PA 11-57 Sec. 13(h)	-	Grants-in-aid for the purpose of capital start-up costs related to the development of new interdistrict magnet school programs to assist the state in meeting the goals of the 2008 stipulation and order for Milo Sheff, et al. v. William A. O'Neill, et al., for the purpose of purchasing a building or portable classrooms, subject to the reversion provisions in subdivision (1) of subsection (c) of section 10-264h of the general statutes, leasing space, and purchasing equipment, including, but not limited to, computers and classroom furniture	-	6,250,000	-
		<b>University of Connecticut</b>			
PA 11-57 Sec. 92		For the University of Connecticut: Planning, design and development of a technology park.	-	18,000,000	154,500,000
		<b>University of Connecticut Health Center</b>			
PA 11-75		Increase prior bond authorizations for a new bed tower and the renovation of academic, clinical, and research space to the following: \$198 million in FY 14; \$208.5 million in FY 15; \$199.5 million in FY 16 and \$160.9 million in FY 17.	-	-	-
		<b>Connecticut State University System (Board of Regents for Higher Education)</b>			
PA 11-57 Sec. 67	-	Changes to CSUS 2020: Add \$16,386,585 for additions and renovations to Buley Library at SCSU; Reduce: (1) new academic laboratory building/parking garage by \$11,482,000 and (2) code compliance/infrastructure improvements by \$4,904,585.	-	-	-
		<b>Regional Community College System (Board of Regents for Higher Education)</b>			
PA 11-57 Sec. 2(m)(1)(A)	PA 11-57 Sec. 21(l)(1)(A)	All Community Colleges: Alterations, renovations and improvements to facilities including fire, safety, energy conservation and code compliance improvements	-	4,000,000	5,000,000
PA 11-57 Sec. 2(m)(1)(B)	PA 11-57 Sec. 21(l)(1)(B)	All Community Colleges: New and replacement instruction, research or laboratory equipment	-	9,000,000	9,000,000
PA 11-57 Sec. 2(m)(1)(C)	PA 11-57 Sec. 21(l)(1)(C)	All Community Colleges: System Technology Initiative	-	5,000,000	5,000,000
PA 11-57 Sec. 2(m)(2)	-	Northwestern Community College: Site remediation, design and construction for replacement of the Joyner Building	-	24,650,786	-

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
PA 11-57 Sec. 2(m)(3)	-	Housatonic Community College: Implementation of phase III of the master plan for renovations and additions to Lafayette Hall	-	4,669,770	-
-	PA 11-57 Sec. 21(l)(2)	Norwalk Community College: Implementation of phase III of the master plan	-	-	3,720,936
-	PA 11-57 Sec. 21(l)(3)	Naugatuck Valley Community College: Alterations, renovations and improvements to Founders Hall	-	-	39,008,382
-	PA 11-57 Sec. 21(l)(4)	Tunxis Community College: Implementation of phase III of the master plan	-	-	4,993,817
PA 11-57 Sec. 90	-	Language Change to PA 09-2, Sec. 42 (e)(3) FY 2011: At Northwestern Community College: Site remediation, <u>acquisition of property</u> , design and construction for a replacement for the Joyner Building	-	-	-
		<b>Department of Children and Families</b>			
PA 11-57 Sec. 2(n)	PA 11-57 Sec. 21(m)	Alterations, renovations and improvements to buildings and grounds	-	1,751,000	1,285,000
PA 11-57 Sec. 13(i)	PA 11-57 Sec. 32(h)	Grants-in-aid for construction, alteration, repairs and improvements to residential facilities, group homes, shelters and permanent family residences	-	5,000,000	5,000,000
		<b>Judicial Department</b>			
PA 11-57 Sec. 2(o)(1)	PA 11-57 Sec. 21(n)(1)	Alterations, renovations and improvements to buildings and grounds at state-owned and maintained facilities	-	5,000,000	5,000,000
PA 11-57 Sec. 2(o)(2)	PA 11-57 Sec. 21(n)(2)	Security improvements at various state-owned and maintained facilities	-	1,000,000	1,000,000
PA 11-57 Sec. 2(o)(3)	PA 11-57 Sec. 21(n)(3)	Implementation of the Technology Strategic Plan Project	-	5,000,000	5,000,000
		<b>Department of Transportation</b>			
PA 11-57 Sec. 13(f)	PA 11-57 Sec. 32(f)	Grants-in-aid for improvements to [deep water] ports and marinas, including dredging and navigational direction. FY 12: \$1 million shall be made available for a Port Study-Strategy for Economic Development in the New Haven, New London and Bridgeport ports.	-	6,000,000	25,000,000
<b>Total GO New Bond Authorizations</b>			<b>9,000,000</b>	<b>1,202,396,556</b>	<b>1,365,140,135</b>
<b>GO Bond Cancellations</b>			<b>0</b>	<b>(2,845,950)</b>	<b>0</b>
<b>Net Total GO Bonds</b>			<b>9,000,000</b>	<b>1,199,550,606</b>	<b>1,365,140,135</b>
<b>GO BOND TOTAL</b>				<b>233,420,000</b>	<b>238,360,000</b>

**FY 12 & FY 13 SPECIAL TAX OBLIGATION (STO) BOND AUTHORIZATIONS**

Authorizing Act/Section		Agency/Description	FY 11 \$	FY 12 \$	FY 13 \$
FY 12	FY 13				
		<b>Bureau of Highways</b>			
PA 11-57, Secs. 49 & 56		Interstate Highway Program	-	13,000,000	14,950,000
PA 11-57, Secs. 49 & 56		Urban Systems Projects	-	8,500,000	8,500,000
PA 11-57, Secs. 49 & 56		Intrastate Highway Program	-	44,000,000	44,000,000
PA 11-57, Secs. 49 & 56		Environmental compliance, soil and groundwater remediation, hazardous materials abatement, demolition, salt shed construction and renovation, storage tank replacement, and environmental emergency response at or in the vicinity of state-owned properties or related to Department of Transportation operations	-	13,000,000	11,205,000
PA 11-57, Secs. 49 & 56		State bridge improvement, rehabilitation and replacement projects	-	33,000,000	33,000,000
PA 11-57, Secs. 49 & 56		Fix-It-First Bridge Repair	-	66,150,000	64,129,000
PA 11-57, Secs. 49 & 56		Fix-It-First Road Repair	-	39,146,000	57,600,000
PA 11-57, Secs. 49 & 56		Capital resurfacing and related reconstruction projects	-	137,800,000	68,900,000
SA 11-1		Capital resurfacing and related reconstruction projects	68,900,000	-	-
PA 11-57, Sec. 49	-	Repair of the bridge that carries freight rail over the Connecticut River between Hartford and East Hartford	-	3,000,200	-
		<b>Bureau of Aviation and Ports</b>			
PA 11-57, Secs. 49 & 56		Reconstruction and improvements to the warehouse and State Pier, New London, including site improvements and improvements to ferry slips (increase requested by OPM)	-	780,000	6,100,000
PA 11-57, Secs. 49 & 56		Development and improvement of general aviation airport facilities including grants-in-aid to municipal airports, excluding Bradley International Airport	-	2,000,000	2,000,000
		<b>Bureau of Public Transportation</b>			
PA 11-57, Secs. 49 & 56		Bus and rail facilities and equipment, including rights-of-way, other property acquisition and related projects	-	156,722,000	167,000,000
PA 11-57, Secs. 49 & 56		Demolition of 175,000 square feet of obsolete mill structures related to the Barnum train station project in Bridgeport	-	2,500,000	-
PA 11-57, Secs. 49 & 56		Construction of a catwalk over the railroad tracks separating the Columbus Circle area from McAuliffe Park in East Hartford	-	230,000	-
		<b>Bureau of Administration</b>			
PA 11-57, Secs. 49 & 56		Department facilities	-	37,520,993	16,555,168
PA 11-57, Secs. 49 & 56		Cost of issuance of Special Tax Obligation Bonds and debt service reserve	-	21,300,000	21,300,000
<b>TOTAL</b>			<b>68,900,000</b>	<b>578,649,193</b>	<b>515,239,168</b>

## VIII. APPENDIX

### THE STATE BUDGET PROCESS

**Overview:** The State of Connecticut uses a biennial budget process. In odd-numbered years (2009, 2011), the Governor presents a recommended budget for the next two years at the beginning of February<sup>1</sup>. The Governor's budget recommendations are formulated by the Office of Policy and Management (OPM). In even-numbered years (2010, 2012), the Governor reports on the status of the biennial budget and makes recommendations for revisions and adjustments if they are needed. The state's fiscal year runs from July 1 through June 30.

**Budget Formulation:** The process begins in July when OPM sends instructions to agencies to prepare: (1) a current services funding level and (2) a list of options for expenditure or revenue changes above or below the current services level. From September through October, OPM budget analysts review requests and prepare recommendations. The Governor and the Secretary of OPM review the recommendations and make adjustments.

In February the Governor presents to the legislature: 1) a budget message; 2) recommendations for appropriations (spending) for every agency; 3) revenue projections; 4) drafts of the appropriations, bonding and revenue bills that implement the recommendations; and 5) a report on the state's economy.

**The General Assembly** (legislature) has the ultimate "power of the purse," which is the authority to appropriate (authorize spending) public funds and raise revenue. In February, the legislature's Appropriations Committee begins its review of the Governor's recommendations by holding public hearings on each agency's budget. This is followed by work sessions<sup>2</sup> with subcommittee members, agency heads and staff from the Office of Fiscal Analysis (OFA)<sup>3</sup>. The purpose of these sessions is to produce recommendations that are presented to the Appropriations chairs, who decide what will be included in the final version that is voted on by the committee.

Similar action is taken by the Finance, Revenue and Bonding Committee, which reviews the Governor's revenue-related and capital projects (bonding) recommendations.

**Passage:** After the Appropriations and Finance Committees approve a budget and tax package, the House and Senate leaders, usually in consultation with the Governor's Office and OPM, work to develop final versions of the budget, revenue and bonding

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<sup>1</sup> The Governor is responsible for: (1) recommending a balanced budget to the legislature and (2) executing the budget passed by the legislature.

<sup>2</sup> The Appropriations Committee has sub-committees that review the budgets of agencies grouped by function of government.

<sup>3</sup> The Office of Fiscal Analysis is the legislature's non-partisan budget office.

bills. Both chambers vote on the final versions and if they are approved by the legislature, such bills go to the Governor to be signed.

The budget bill is called the **appropriations act** after it is signed by the Governor. The legislature also passes several other bills called **implementers** that describe how funding is to be spent and how cuts are to be made. There are often three implementer bills: (1) general government, (2) human services and (3) education. Sometimes more implementer bills are needed.

The revenue bill or **tax package** contains all revenue-related provisions.

The bond bill(s) also known as the **bond package** authorizes funds for capital projects<sup>4</sup>, financial assistance programs and transportation-related projects.

In some years, legislative leaders choose to combine the tax package, bond bills and appropriations bill into a single document.

**Budget Execution:** Agency appropriations are administered by OPM budget staff through quarterly allotments. The Governor may restrict allotments due to a change in circumstances, or when estimated budget resources will be insufficient to fully finance appropriations.

Bond funds are allocated or made available for expenditure by the State Bond Commission, a joint executive-legislative body. Bond authorizations continue to be available for allocations until they are canceled by the legislature.

**Spending Cap:** The cap on general budget expenditures, which was passed in 1991, specifies that expenditures may not exceed prior year spending by more than a given percentage<sup>5</sup>. The cap calculation exempts: (1) debt service expenditures, (2) grants to distressed municipalities in effect on July 1, 1991, (3) the first year of spending on court orders and federal mandates, and (3) transfers to the Budget Reserve Fund. The cap can only be exceeded if: (a) the Governor declares emergency or extraordinary circumstances and (b) three-fifths of the General Assembly vote to do so.

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<sup>4</sup> Capital projects include new state-owned facilities and equipment, and improvements, repairs and additions to existing state-owned facilities. Financial assistance programs are administered by state agencies and provide funds to municipal and non-government entities through grants and/or loans.

<sup>5</sup> The percentage is the greater of: (1) the average percentage increase in personal income over the preceding 5 years as determined by the U.S. Bureau of Economic Analysis or (2) the percentage increase in inflation during the preceding twelve months as determined by the U.S. Bureau of Labor Statistics.

## BUDGET AND FINANCE RELATED LEGISLATION

<p><b>PA 11-6 (SB 1239)</b></p>	<p><b>AN ACT CONCERNING THE BUDGET FOR THE BIENNIUM ENDING JUNE 30, 2013, AND OTHER PROVISIONS RELATING TO REVENUE.</b></p> <p>This act appropriates funds for state agencies and programs for FY 12 and FY 13. It also increases taxes and makes other revenue changes, as well as includes provisions to budget. Appropriations total \$19.8 billion in FY 12 and \$20.3 billion in FY 13. Various revenue policy changes yield net increases of \$2,017.2 million in FY 12 and \$1,825.6 million in FY 13.</p>
<p><b>PA 11-44 (SB 1240)</b></p>	<p><b>AN ACT CONCERNING THE BUREAU OF REHABILITATIVE SERVICES AND IMPLEMENTATION OF PROVISIONS OF THE BUDGET CONCERNING HUMAN SERVICES AND PUBLIC HEALTH.</b></p> <p>This act transfers all of the powers, functions, and duties of the Board of Education and Services for the Blind and Commission on the Deaf and Hearing Impaired to a new Bureau of Rehabilitative Services, which is within the Department of Social Services (DSS) for administrative purposes only. The act also transfers rehabilitation service functions from DSS' current Bureau of Rehabilitation Services, the Department of Motor Vehicles' driver training program for individuals with disabilities, and the Worker's Compensation Commission's employee rehabilitation program.</p>
<p><b>PA 11-48 (HB 6651)</b></p>	<p><b>AN ACT IMPLEMENTING PROVISIONS OF THE BUDGET CONCERNING GENERAL GOVERNMENT.</b></p> <p>This act implements provisions of PA 11-6 (the biennial budget) and makes various other changes. The major areas addressed by the act include agency consolidations and the establishment of the Office of Government Accountability (OGA) to provide consolidated personnel, payroll, affirmative action, administrative and business office functions for nine state agencies. The act makes various changes related to the State Department of Education and education related grants to municipalities, including: capping various statutory grants, maintaining grant amounts for Interdistrict Magnet Schools, reconfiguring reimbursement amounts for the OPEN Choice program, establishing a taskforce to study the Education Cost Sharing (ECS) grant formula, establishing a taskforce to study the Connecticut Technical High School System, establishing the minimum budget requirement, altering the eligibility requirements for the state school breakfast program, establishing college transition pilot programs, and increasing the vocational agriculture grant.</p> <p>Other areas addressed include economic development, higher education, campaign finance, interlock devices, and the state budget process and conformance to generally accepted accounting principles (GAAP).</p>
<p><b>PA 11-51 (HB 6650)</b></p>	<p><b>AN ACT IMPLEMENTING THE PROVISIONS OF THE BUDGET CONCERNING THE JUDICIAL BRANCH, CHILD PROTECTION, CRIMINAL JUSTICE, WEIGH STATIONS AND CERTAIN STATE AGENCY CONSOLIDATIONS.</b></p> <p>This act implements agency mergers and consolidations and makes various changes to the law regarding intensive probation, risk reduction credits, house arrest, education in juvenile detention facilities, the foreclosure mediation program, firearm possession by minors, the Probate Court Administration Fund, privatization of sealed tickets, school construction, and ignition interlock devices.</p> <p>The act also makes changes resulting in a revenue loss/cost to municipalities associated with various changes to the school construction grant-in-aid program, and the payment of overtime costs and fringe benefits for resident state troopers and tuition and fees for municipal police officer training.</p>

PA 11-57 (SB 1242)	<p><b>AN ACT AUTHORIZING BONDS OF THE STATE FOR CAPITAL IMPROVEMENTS AUTHORIZING SPECIAL TAX OBLIGATION BONDS OF THE STATE FOR TRANSPORTATION PURPOSES AND AUTHORIZING STATE GRANT COMMITMENTS FOR SCHOOL BUILDING PROJECTS.</b></p> <p>This act authorizes up to \$9 million in state general obligation (GO) bonds for FY 11, up to \$1.202 billion for FY 12, and up to \$1.365 billion for FY 13 for state capital projects and grant programs. For transportation projects, it authorizes up to \$578.6 million in special tax obligation (STO) bonds for FY 12 and up to \$515.2 million in FY 13. The act also authorizes up to \$471.78 million in revenue bonds over the two years for Clean Water Fund loans.</p> <p>The act also approves \$284.9 million in grant commitments for 22 new school projects, and reauthorizes five projects with significant changes for a net increase of \$1.85 million in grant authorizations for those projects. The act approves various exemptions, waivers, and changes in previously authorized school construction projects with an aggregate state cost of \$32.9 million.</p>
PA 11-61 (HB 6652)	<p><b>AN ACT IMPLEMENTING THE REVENUE ITEMS IN THE BUDGET AND MAKING BUDGET ADJUSTMENTS, DEFICIENCY APPROPRIATIONS, CERTAIN REVISIONS TO BILLS OF THE CURRENT SESSION AND MISCELLANEOUS CHANGES TO THE GENERAL STATUTES.</b></p> <p>This act: 1) includes revenue provisions that result in a net General Fund revenue gain of \$54.7 million in FY 12 and \$13.8 million in FY 13; 2) increases General Fund appropriations contained in PA 11-6 (the biennial budget) by \$357.5 million in FY 12 and \$170.7 million in FY 13, reduces the Transportation Fund by \$42 million in FY 12 and \$56.4 million in FY 13, and increases the Consumer Counsel and Public Utility Control Fund by \$299,573 in FY 12 and \$291,932 in FY 13; 3) reflects deficiency needs through additional FY 11 General Fund appropriations of \$329.2 million and a transfer of \$4 million within the Transportation Fund; and 4) includes budget implementation provisions; and technical changes.</p>
PA 11-75 (SB 1152)	<p><b>AN ACT CONCERNING THE UNIVERSITY OF CONNECTICUT HEALTH CENTER.</b></p> <p>This act increases previously authorized funding to construct a new bed tower and renovate academic, clinical, and research space at UConn's John Dempsey Hospital. It increases existing bond authorizations by \$254.9 million by authorizing \$262.9 million in new bonding under the UConn 2000 infrastructure program, and reduces, by \$8 million, existing general obligation (GO) bond authorizations for UConn health network initiatives. It also requires the UConn Health Center (UHC) to contribute at least \$69 million from operations, special eligible gifts, or other sources toward the new construction and renovation project, and provide for the construction of a new ambulatory care center through private financing. The act also eliminates a requirement that UConn obtain at least \$100 million in federal, private, or other nonstate money before the bonds are issued and construction commences.</p>
PA 11-233 (SB 1127)	<p><b>AN ACT CONCERNING MISCELLANEOUS PROVISIONS INCLUDING NURSING HOME CLOSURES, STAFFING AT THE POLICE OFFICERS STANDARDS AND TRAINING COUNCIL, THE REPEAL OF PROVISIONS CONCERNING THE DIVISION OF SPECIAL REVENUE, HIGHWAY REST AREAS AND AN EXEMPTION TO THE ELECTRIC GENERATION TAX.</b></p> <p>This act exempts customer-side distributed resources from the Electric Generation Tax established in PA 11-6, requires the Office of Fiscal Analysis to review certain expenditures, and includes provisions that implement the budget.</p>



<p><b>PA 11-1, JSS (HB 6701)</b></p>	<p><b>AN ACT CONCERNING THE BUDGET FOR THE BIENNIUM ENDING JUNE 30, 2013.</b>  This act includes provisions that alter the Governor’s authority depending on whether a SEBAC agreement is or is not approved. This includes increasing the Governor’s rescission authority, increasing the transfer threshold that requires Finance Advisory Committee (FAC) approval, and requiring each branch of government to modify expenditures to meet the revised labor-management savings contained in the act. The act also reduces the state Earned Income Tax Credit (EITC) from 30% to 25% of the federal EITC.</p>
<p><b>PA 11-86 (SB 1001)</b></p>	<p><b>AN ACT CREATING THE FIRST FIVE PROGRAM.</b>  This act authorizes substantial financial assistance under existing economic development programs for business development projects that can create jobs and invest funds within specified timeframes. The Department of Economic and Community Development may provide this assistance to up to five businesses per year in FY 12 and 13, respectively, with the Governor’s consent. The act exempts such projects from the legislative approval process.</p> <p>The act also increases the total amount of business tax credits available under the (1) job creation tax credit program, from \$11 million to \$20 million, and (2) Urban and Industrial Sites Reinvestment program, from \$500 million to \$750 million.</p>
<p><b>PA 11-140 (HB 6525)</b></p>	<p><b>AN ACT CONCERNING THE CONTINUANCE OF THE MAJORITY LEADERS' JOB GROWTH ROUNDTABLE.</b>  This act establishes and modifies several economic development programs, makes structural and procedural changes to two quasi-public state development agencies, and requires two studies. It: 1) extends student loan reimbursements to residents receiving more types of science and technology-related degrees and eliminates reimbursements for those receiving training certificates in specified fields; 2) allows business taxpayers to transfer insurance reinvestment tax credits to their affiliates; 3) establishes a program under which small manufacturers can defer taxes on the money they save for training workers and acquiring facilities and equipment; 4) allows the Office of Brownfield Remediation and Development to enter into cooperative funding agreements with other entities; 5) extends Neighborhood Assistance Act (NAA) tax credit eligibility to companies subject to the state's business entity tax and doubles the total amount of credits that a company may claim annually under the NAA; 6) extends enterprise zones benefits to specified sections of Plainville; and 7) allows the establishment of the Learn Here, Live Here program.</p>
<p><b>SA 11-1 (SB 1194)</b></p>	<p><b>AN ACT CONCERNING THE AUTHORIZATION OF BONDS OF THE STATE FOR CAPITAL RESURFACING AND RELATED RECONSTRUCTION PROJECTS.</b>  This act authorizes up to \$68.9 million in special tax obligation bonds for use by the Department of Transportation's Bureau of Engineering and Highway Operations for capital resurfacing and related road reconstruction projects. The bonds are payable from the Special Transportation Fund and are subject to the regular procedures for issuing such bonds.</p>