

Policies Details - Special Transportation Fund

Sales Tax - STF

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | - | - | - | - | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | 158,600,000 | 260,600,000 | 158,600,000 | 260,600,000 |
| Total | - | - | 158,600,000 | 260,600,000 | 158,600,000 | 260,600,000 |

Policy Revisions

Divert Sales Tax Revenue to the Special Transportation Fund

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | 158,600,000 | 260,600,000 | 158,600,000 | 260,600,000 |

Legislative: Divert a portion of the revenue associated with the 6.35% sales tax rate into the Special Transportation Fund based on the following schedule.

- October 1, 2015, but prior to October 1, 2016 - 0.3 percentage points;
- October 1, 2016, but prior to July 1, 2017 - 0.4 percentage points;
- July 1, 2017 and forward - 0.5 percentage points.

PA 15-244, the FY 16 and FY 17 budget act, as amended by PA 15-5 JSS, a budget implementer, enact this policy.

Motor Fuels

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 502,000,000 | 499,800,000 | 502,000,000 | 499,800,000 | - | - |
| April Consensus Update | - | - | (3,000,000) | 2,500,000 | (3,000,000) | 2,500,000 |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 502,000,000 | 499,800,000 | 499,000,000 | 502,300,000 | (3,000,000) | 2,500,000 |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | (3,000,000) | 2,500,000 | (3,000,000) | 2,500,000 |

The April Consensus estimate for FY 16 is lower than the January Consensus by \$3.0 million due to the decrease in the excise tax for diesel fuel which was lowered from 54.5 cents to 50.3 cents under CGS 12-458h, which calculates the excise tax on diesel fuel dependent on the wholesale price from the previous 12 months.

Oil Companies

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 339,100,000 | 359,700,000 | 339,100,000 | 359,700,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 339,100,000 | 359,700,000 | 339,100,000 | 359,700,000 | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Consensus estimate is unchanged from the January Consensus estimate because the amount to be transferred is determined per CGS 13b-61a.

Sales Tax DMV

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 84,000,000 | 85,000,000 | 84,000,000 | 85,000,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 84,000,000 | 85,000,000 | 84,000,000 | 85,000,000 | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Consensus estimates for FY 16 and FY 17 did not change because the collections data utilized in the April Consensus trended consistently with the data utilized in the January Consensus.

Refunds of Taxes

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | (7,200,000) | (7,400,000) | (7,200,000) | (7,400,000) | - | - |
| April Consensus Update | - | - | (100,000) | (100,000) | (100,000) | (100,000) |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | (7,200,000) | (7,400,000) | (7,300,000) | (7,500,000) | (100,000) | (100,000) |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | (100,000) | (100,000) | (100,000) | (100,000) |

The April Consensus estimates for FY 16 and FY 17 are higher than the January Consensus by \$100,000 due to an increase in the FY 15 estimate of \$100,000 which effectively increased the FY 15 revenue base. The change in the FY 15 may be due to higher than anticipated collections. The estimate FY 16 growth remained relatively the same in April from January with minor technical adjustments.

Transfers from the Resources of the General Fund

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 38,200,000 | 17,600,000 | 38,200,000 | 17,600,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 38,200,000 | 17,600,000 | 38,200,000 | 17,600,000 | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Consensus estimate is unchanged from the January Consensus estimate because the amount to be transferred is determined per CGS 13b-61a.

Motor Vehicle Receipts

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 245,800,000 | 246,600,000 | 245,800,000 | 246,600,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 245,800,000 | 246,600,000 | 245,800,000 | 246,600,000 | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Consensus estimate remains unchanged from the January Consensus estimate because the primary source of revenue is fees that remain constant year over year and no major changes in the number of assessments are anticipated.

Licenses, Permits and Fees

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 139,200,000 | 139,900,000 | 139,200,000 | 139,900,000 | - | - |
| April Consensus Update | - | - | 100,000 | - | 100,000 | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 139,200,000 | 139,900,000 | 139,300,000 | 139,900,000 | 100,000 | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | 100,000 | - | 100,000 | - |

The April Consensus estimates for FY 16 are higher than the January Consensus by \$100,000 due to an increase in the FY 15 estimate of \$100,000 which effectively increased the FY 15 revenue base. The change in the FY 15 may be due to higher than anticipated collections. The estimate FY 16 growth remained relatively the same in April from January with minor technical adjustments.

Interest Income

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 7,800,000 | 8,600,000 | 7,800,000 | 8,600,000 | - | - |
| April Consensus Update | - | - | (100,000) | (100,000) | (100,000) | (100,000) |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 7,800,000 | 8,600,000 | 7,700,000 | 8,500,000 | (100,000) | (100,000) |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | (100,000) | (100,000) | (100,000) | (100,000) |

The April Consensus estimates for FY 16 and FY 17 are lower than the January Consensus by \$100,000 due to a decrease in the FY 15 estimate of \$1.0 million which effectively lowered the FY 15 revenue base. The change in the FY 15 may be due to lower than anticipated interest rates. The estimate FY 16 growth remained relatively the same in April from January with minor technical adjustments.

Federal Grants

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | 12,100,000 | 12,100,000 | 12,100,000 | 12,100,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | 12,100,000 | 12,100,000 | 12,100,000 | 12,100,000 | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Federal Grants Tax estimate remains unchanged because the primary source of revenue is a federal grant that remain constant year over year.

Transfers From/To Other Funds

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|----------------------|----------------------|
| January Consensus | 146,300,000 | 156,300,000 | 146,300,000 | 156,300,000 | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | (191,000,000) | (180,400,000) | (191,000,000) | (180,400,000) |
| Total | 146,300,000 | 156,300,000 | (44,700,000) | (24,100,000) | (191,000,000) | (180,400,000) |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Consensus estimate is unchanged from the January Consensus estimate because the amount to be transferred is determined per CGS 13b-61c.

Policy Revisions

Reduce Transfer from GF to STF

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | (152,800,000) | (162,800,000) | (152,800,000) | (162,800,000) |

Background: PA 09-3 originally created a yearly statutory transfer from the General Fund to the Special Transportation Fund.

Legislative: Eliminate the statutory transfer from the General Fund to the Special Transportation Fund. Sec. 92 of PA 15-244, the FY 16 and FY 17 budget, enacts this provision.

Eliminate GF Hold Harmless of STF for Oil Companies

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | (38,200,000) | (17,600,000) | (38,200,000) | (17,600,000) |

Background: PA 97-309 originally created a transfer of the Oil Companies tax from the General Fund to the Special Transportation Fund (STF). Section 41 of PA 05-4 established a procedure that requires the resources of the General Fund to cover any shortfall in revenue below the STF transfer.

Legislative: Deposit the Oil Companies tax into the Special Transportation Fund and eliminate the provision that requires the resources of the General Fund to cover any shortfall in revenue below the STF transfer as of July 1, 2015. Sec. 91 of PA 15-244, the FY 16 and FY 17 budget, enacts this provision.

Refunds of Payments

| Revenue Components | Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|------------------------------|--------------------|--------------------|----------------------|----------------------|---------------------|---------------------|
| January Consensus | (3,700,000) | (3,800,000) | (3,700,000) | (3,800,000) | - | - |
| April Consensus Update | - | - | - | - | - | - |
| Policy Estimates and Updates | - | - | - | - | - | - |
| Total | (3,700,000) | (3,800,000) | (3,700,000) | (3,800,000) | - | - |

April Consensus Update

| Governor FY 16 | Governor FY 17 | Legislative FY 16 | Legislative FY 17 | Difference FY 16 | Difference FY 17 |
|-------------------|-------------------|----------------------|----------------------|---------------------|---------------------|
| - | - | - | - | - | - |

The April Refund of Payments tax estimate remains unchanged because the refunds remain constant year over year and no major changes in the number of assessments are anticipated.
