

**General Government B**  
Coordinator - Dan Dilworth  
Office of Fiscal Analysis

	Page #	Analyst	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov - App FY 22
					FY 22	FY 23	FY 22	FY 23	
<b>General Fund</b>									
State Treasurer	3	EMG	2,939,453	3,177,377	3,197,885	3,346,943	3,167,736	3,285,924	(0.30)
Debt Service - State Treasurer	5	EMG	2,250,178,168	2,368,829,874	2,503,020,176	2,736,775,898	2,462,614,136	2,666,470,733	3.96
State Comptroller	8	AN	27,042,486	29,434,887	29,767,876	32,785,963	29,268,611	32,210,345	(0.56)
State Comptroller - Miscellaneous	10	AN	74,758,408	22,326,243	22,326,243	22,326,243	20,416,182	(183,745,635)	(8.56)
State Comptroller - Fringe Benefits	13	AN	2,981,349,781	3,335,346,057	3,455,388,656	3,783,137,371	3,286,058,788	3,502,932,041	(1.48)
Department of Revenue Services	18	CW	57,835,969	66,318,248	67,244,911	68,871,862	67,649,807	69,384,127	2.01
Office of Policy and Management	22	DD	314,777,061	330,390,423	224,562,630	226,021,286	327,502,487	328,075,809	(0.87)
Reserve for Salary Adjustments	29	DC	-	23,893,500	100,474,159	207,129,010	59,194,929	114,280,948	147.74
Department of Administrative Services	31	DC	111,709,631	127,406,251	140,584,429	143,961,923	142,907,110	139,727,157	12.17
Workers' Compensation Claims - Administrative Services	37	DC	8,152,804	8,259,800	10,813,924	11,953,924	93,635,604	93,635,604	1,033.63
Attorney General	39	MR	30,827,037	31,890,543	34,385,810	35,647,040	34,200,710	35,484,077	7.24
<b>Total - General Fund</b>			<b>5,859,570,798</b>	<b>6,347,273,203</b>	<b>6,591,766,699</b>	<b>7,271,957,463</b>	<b>6,526,616,100</b>	<b>6,801,741,130</b>	<b>2.83</b>
<b>Special Transportation Fund</b>									
Debt Service - State Treasurer	5	EMG	651,264,370	767,938,231	783,801,723	854,020,480	779,001,723	851,220,480	1.44
State Comptroller - Miscellaneous	10	AN	1,712,411	1,296,031	1,296,031	1,296,031	1,652,647	(14,873,825)	27.52
State Comptroller - Fringe Benefits	13	AN	220,377,134	253,846,933	270,309,242	281,837,147	245,974,433	257,780,806	(3.10)
Office of Policy and Management	22	DD	-	-	673,688	699,599	673,688	699,599	n/a
Reserve for Salary Adjustments	29	DC	-	2,055,500	8,263,900	17,923,600	4,215,171	9,184,921	105.07
Department of Administrative Services	31	DC	9,634,746	8,934,370	12,959,750	14,684,655	14,596,481	14,699,253	63.37
Workers' Compensation Claims - Administrative Services	37	DC	5,000,091	6,723,297	8,793,681	9,933,681	6,723,297	6,723,297	-
<b>Total - Special Transportation Fund</b>			<b>887,988,752</b>	<b>1,040,794,362</b>	<b>1,086,098,015</b>	<b>1,180,395,193</b>	<b>1,052,837,440</b>	<b>1,125,434,531</b>	<b>1.16</b>
<b>Mashantucket Pequot and Mohegan Fund</b>									
Office of Policy and Management	22	DD	51,472,789	51,472,796	49,942,789	51,472,796	51,472,796	51,472,796	-
<b>Regional Market Operation Fund</b>									
State Comptroller - Miscellaneous	10	AN	(52,671)	1,636	(1,314)	1,264	-	-	(100.00)
<b>Banking Fund</b>									
State Comptroller - Miscellaneous	10	AN	300,283	39,541	39,541	39,541	89,363	(804,264)	126.00
<b>Insurance Fund</b>									
State Comptroller - Miscellaneous	10	AN	562,842	71,133	71,133	71,133	127,580	(1,148,223)	79.35
Office of Policy and Management	22	DD	533,545	606,389	623,526	648,949	574,218	599,832	(5.31)

	Page #	Analyst	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov - App FY 22
					FY 22	FY 23	FY 22	FY 23	
Department of Administrative Services	31	DC	-	-	-	-	208,527	216,548	n/a
<b>Total - Insurance Fund</b>			<b>1,096,387</b>	<b>677,522</b>	<b>694,659</b>	<b>720,082</b>	<b>910,325</b>	<b>(331,843)</b>	<b>34.36</b>
<b>Consumer Counsel and Public Utility Control Fund</b>									
State Comptroller - Miscellaneous	10	AN	201,902	42,640	42,640	42,640	87,726	(789,535)	105.74
Office of Policy and Management	22	DD	-	-	-	-	469,399	381,452	n/a
Department of Administrative Services	31	DC	-	-	-	-	136,889	142,154	n/a
<b>Total - Consumer Counsel and Public Utility Control Fund</b>			<b>201,902</b>	<b>42,640</b>	<b>42,640</b>	<b>42,640</b>	<b>694,014</b>	<b>(265,929)</b>	<b>1,527.61</b>
<b>Workers' Compensation Fund</b>									
State Comptroller - Miscellaneous	10	AN	134,004	27,484	(59,643)	29,681	55,631	(500,680)	102.41
Department of Administrative Services	31	DC	-	-	-	-	225,355	234,023	n/a
<b>Total - Workers' Compensation Fund</b>			<b>134,004</b>	<b>27,484</b>	<b>(59,643)</b>	<b>29,681</b>	<b>280,986</b>	<b>(266,657)</b>	<b>922.36</b>
<b>Criminal Injuries Compensation Fund</b>									
State Comptroller - Miscellaneous	10	AN	41,632	-	(206,700)	-	-	-	n/a
<b>Tourism Fund</b>									
State Comptroller - Miscellaneous	10	AN	(112,500)	-	112,500	-	-	-	n/a
<b>Total - Appropriated Funds</b>			<b>6,800,641,376</b>	<b>7,440,329,184</b>	<b>7,728,429,186</b>	<b>8,504,658,660</b>	<b>7,632,901,024</b>	<b>7,976,979,764</b>	<b>2.59</b>

## State Treasurer

### OTT14000

#### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	45	45	45	45	45	45	-
Special Transportation Fund	1	1	1	1	1	1	-

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	2,755,933	3,052,378	3,072,886	3,221,944	3,043,362	3,161,550	(0.30)
Other Expenses	183,520	124,999	124,999	124,999	124,374	124,374	(0.50)
<b>Agency Total - General Fund</b>	<b>2,939,453</b>	<b>3,177,377</b>	<b>3,197,885</b>	<b>3,346,943</b>	<b>3,167,736</b>	<b>3,285,924</b>	<b>(0.30)</b>

Account	Governor Recommended	
	FY 22	FY 23

## *Policy Revisions*

### Annualize FY 21 Rescissions

Personal Services	(29,524)	(29,524)
Other Expenses	(625)	(625)
<b>Total - General Fund</b>	<b>(30,149)</b>	<b>(30,149)</b>

#### Background

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.

#### Governor

Reduce funding by \$30,149 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

## *Current Services*

### Provide Funding for Wage and Compensated Related Increases

Personal Services	20,508	138,696
<b>Total - General Fund</b>	<b>20,508</b>	<b>138,696</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

#### Governor

Provide funding of \$20,508 in FY 22 and \$138,696 in FY 23 to reflect this agency's increased wage costs.

Account	Governor Recommended	
	FY 22	FY 23

### Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	3,177,377	3,177,377
Policy Revisions	(30,149)	(30,149)
Current Services	20,508	138,696
<b>Total Recommended - GF</b>	<b>3,167,736</b>	<b>3,285,924</b>

## Debt Service - State Treasurer

### OTT14100

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Other Current Expenses</b>							
Debt Service	1,870,494,945	1,967,208,185	2,023,838,599	2,126,445,782	1,989,627,549	2,076,445,782	1.14
UConn 2000 - Debt Service	211,812,412	221,406,539	215,923,346	244,051,546	209,728,356	223,746,381	(5.27)
CHEFA Day Care Security	3,803,665	5,500,000	5,500,000	5,500,000	5,500,000	5,500,000	-
Pension Obligation Bonds - TRB	118,400,521	118,400,521	203,080,521	306,680,521	203,080,521	306,680,521	71.52
<b>Grant Payments to Local Governments</b>							
Municipal Restructuring	45,666,625	56,314,629	54,677,710	54,098,049	54,677,710	54,098,049	(2.91)
<b>Agency Total - General Fund</b>	<b>2,250,178,168</b>	<b>2,368,829,874</b>	<b>2,503,020,176</b>	<b>2,736,775,898</b>	<b>2,462,614,136</b>	<b>2,666,470,733</b>	<b>3.96</b>
<b>Agency Total - Special Transportation Fund</b>							
Debt Service	651,264,370	767,938,231	783,801,723	854,020,480	779,001,723	851,220,480	1.44
<b>Agency Total - Special Transportation Fund</b>	<b>651,264,370</b>	<b>767,938,231</b>	<b>783,801,723</b>	<b>854,020,480</b>	<b>779,001,723</b>	<b>851,220,480</b>	<b>1.44</b>
<b>Total - Appropriated Funds</b>	<b>2,901,442,538</b>	<b>3,136,768,105</b>	<b>3,286,821,899</b>	<b>3,590,796,378</b>	<b>3,241,615,859</b>	<b>3,517,691,213</b>	<b>3.34</b>

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Maintain Current Treatment of General Obligation Bond Premium

Debt Service	(20,000,000)	(50,000,000)
<b>Total - General Fund</b>	<b>(20,000,000)</b>	<b>(50,000,000)</b>

#### Background

Bond premium represents additional funding investors provide when bonds are issued in order to secure desired terms, and result in additional funds being made available to the State beyond the underlying value of the bonds. In general, bond premium can either be used for projects - reducing the amount of bonds that need to be issued - or can be used to offset a portion of debt service costs for two to three years after the bonds are issued. Bonds backed by the Special Transportation Fund and bonds for the UConn 2000 program both use premium for project costs.

Statute requires that premium generated from the state's most common General Obligation (GO) bonds, tax exempt fixed rate bonds, be used to offset General Fund debt service costs for bonds issued prior to FY 22. Without change, current law stipulates that premium related to GO bonds issued in FY 22 and beyond would be made available for projects.

Premium proceeds are dependent on market conditions and the state's credit position. In recent years, bond premium has been used to reduce approximately \$80 million to \$125 million of General Fund debt service costs. Recent positive bond issuance results have led to an anticipated \$140 million of offset debt service costs in FY 22 from bonds issued in or before FY 21.

#### Governor

Reduce debt service appropriations by \$20 million in FY 22 and \$50 million in FY 23 to reflect in-biennium savings as a result of changing statutory requirements regarding the continued use of premium for current debt service requirements. The change is proposed in Governor's Bill 6443 (*AAC Revenue Items to Implement the Governor's Budget*) Sec. 25.

### Adjust Debt Service Based on Changes to Bond Issuance

Debt Service	(4,800,000)	(2,800,000)
<b>Total - Special Transportation Fund</b>	<b>(4,800,000)</b>	<b>(2,800,000)</b>

#### Background

The biennial budget proposal baseline projections assume annual Special Tax Obligation (STO) bond issuances of \$875 million annually.

Account	Governor Recommended	
	FY 22	FY 23

**Governor**

Reflect savings of \$4.8 million in FY 22 and \$2.8 million in FY 23 based on change in anticipated STO bond issuance schedule to \$800 million in FY 22 and \$925 million in FY 23.

## Current Services

### Reflect Debt Service Repayment Requirements

Debt Service	42,419,364	159,237,597
UConn 2000 - Debt Service	(11,678,183)	2,339,842
Municipal Restructuring	(1,636,919)	(2,216,580)
<b>Total - General Fund</b>	<b>29,104,262</b>	<b>159,360,859</b>
Debt Service	15,863,492	86,082,249
<b>Total - Special Transportation Fund</b>	<b>15,863,492</b>	<b>86,082,249</b>

**Background**

Debt service reflects the state's obligation to make payments on services and goods provided in previous years. General Fund-backed bond spending increased from \$1.5 billion in FY 13 to a peak of \$2.4 billion in FY 16. Spending has steadily declined since the peak, with FY 20 spending at \$1.6 billion. Bond spending in previous years relates to debt service payments in the current biennium, as payments are made on issued bonds. In FY 22, over 90 percent of the projected baseline debt service payment is to repay bonds that were issued prior to FY 21.

UConn 2000 debt service is expected to decrease from FY 21 appropriations due to three factors: 1) improved market borrowing rates in the most recent UConn 2000 bond issuance; 2) scheduled declines in new authorization for the UConn 2000 program, and 3) reconfigured UConn 2000 bond issuance schedule that delays some issuance based on programmatic cash flow. Debt service costs for the program are expected to plateau around FY 24. The program includes new bond authorizations annually through FY 27.

The municipal restructuring debt service changes reflect the contractually adopted debt repayment schedule, which peaked at \$56.3 million in FY 21 and declines through the rest of the contract period (FY 36).

Transportation debt service reflects the ramp up of infrastructure spending from an average of \$350 million of spending annually from FY 06 through FY 12 to approximately \$750 million of spending from FY 13 through FY 20.

**Governor**

Adjust funding in FY 22 and FY 23 to reflect debt repayment schedule, based on prior and projected bond spending.

### Follow Pension Obligation Bond Repayment Schedule

Pension Obligation Bonds - TRB	84,680,000	188,280,000
<b>Total - General Fund</b>	<b>84,680,000</b>	<b>188,280,000</b>

**Background**

In Fall 2008, \$2.3 billion of Pension Obligation Bonds (POBs) were issued to provide an influx of funding to the Teachers Retirement Fund. The bonds were issued with a back-loaded debt service repayment schedule - over the first 13 years of repayment (FY 09 through FY 21), the state paid less than \$1.4 billion towards the bonds, while the debt service schedule over the last 11 years of the contract (FY 22 through FY 32) anticipates \$3.4 billion of payments remaining.

FY	POBs DS	FY	POBs DS	FY	POBs DS
22	203.3	26	268.5	30	339.0
23	306.9	27	284.6	31	359.3
24	315.9	28	301.7	32	380.9
25	330.5	29	319.8		

The FY 20-21 budget included capitalizing a special capital reserve fund as part of fulfilling contractual requirements that allowed for changes to the actuarial assumptions used to calculate the State's annual required contribution to the Teacher's Retirement Fund, but did not change the debt service repayment schedule of the POBs themselves.

**Governor**

Increase funding in FY 22 and FY 23 to reflect contractual debt repayment schedule.

Account	Governor Recommended	
	FY 22	FY 23

**Totals**

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	2,368,829,874	2,368,829,874
Policy Revisions	(20,000,000)	(50,000,000)
Current Services	113,784,262	347,640,859
<b>Total Recommended - GF</b>	<b>2,462,614,136</b>	<b>2,666,470,733</b>
FY 21 Appropriation - TF	767,938,231	767,938,231
Policy Revisions	(4,800,000)	(2,800,000)
Current Services	15,863,492	86,082,249
<b>Total Recommended - TF</b>	<b>779,001,723</b>	<b>851,220,480</b>

## State Comptroller OSC15000

### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	277	277	277	277	277	277	-

### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	21,880,629	24,235,594	24,748,351	25,670,934	24,245,314	25,187,048	0.04
Other Expenses	5,161,857	5,199,293	5,019,525	7,115,029	5,023,297	7,023,297	(3.38)
<b>Agency Total - General Fund</b>	<b>27,042,486</b>	<b>29,434,887</b>	<b>29,767,876</b>	<b>32,785,963</b>	<b>29,268,611</b>	<b>32,210,345</b>	<b>(0.56)</b>

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Provide Funds for Cloud Infrastructure Services

Other Expenses	-	2,000,000
<b>Total - General Fund</b>	<b>-</b>	<b>2,000,000</b>

#### Background

Cloud infrastructure includes the hardware, software, and services required for cloud computing. Data collected by the Office of the State Comptroller would be stored and managed by a third party vendor.

#### Governor

Provide funding of \$2,000,000 in FY 23 for cloud infrastructure services.

### Transfer Funds from the Secretary of the State for the CTData Collaborative

Other Expenses	300,000	300,000
<b>Total - General Fund</b>	<b>300,000</b>	<b>300,000</b>

#### Background

The CT Data Collaborative is a nonprofit that partners with various organizations and state agencies to improve data literacy, increase access to public data, and use data to inform decision makers. The CT Data Collaborative currently partners with the Secretary of the State to provide better access to data collected through its business registry. The Office of the State Comptroller is home to OpenConnecticut, a data portal for state financial information.

#### Governor

Transfer funding of \$300,000 in both FY 22 and FY 23 to the Office of the State Comptroller for data services provided by the CT Data Collaborative.

### Annualize FY 2021 Rescissions

Personal Services	(239,856)	(239,856)
Other Expenses	(25,996)	(25,996)
<b>Total - General Fund</b>	<b>(265,852)</b>	<b>(265,852)</b>

#### Background

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.



Account	Governor Recommended	
	FY 22	FY 23

**Governor**

Reduce funding by \$265,852 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

## Current Services

### Reflect Expiring Grant-in-Aid to the Women's Business Development Council

Other Expenses	(450,000)	(450,000)
<b>Total - General Fund</b>	<b>(450,000)</b>	<b>(450,000)</b>

**Background**

Section 32 of PA 19-117, the FY 20 and FY 21 Budget Act, required that \$450,000 of the Office of the State Comptroller's Other Expenses account be made available as a grant-in-aid to the Women's Business Development Council in Stamford.

**Governor**

Reduce funding by \$450,000 in both FY 22 and FY 23 to reflect the expiration of a grant-in-aid to the Women's Business Development Council.

### Provide Funding for Wage and Compensation Related Increases

Personal Services	237,181	1,178,915
<b>Total - General Fund</b>	<b>237,181</b>	<b>1,178,915</b>

**Background**

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

**Governor**

Provide funding of \$237,181 in FY 22 and 1,178,915 in FY 23 to reflect this agency's increased wage costs.

### Transfer Funding from RSA to Agencies for Collective Bargaining Agreements

Personal Services	12,395	12,395
<b>Total - General Fund</b>	<b>12,395</b>	<b>12,395</b>

**Background**

The Governor's FY 22 and FY 23 Budget transfers funding of \$15.6 million in both FY 22 and FY 23 in the General Fund, and \$409,880 in both FY 22 and FY 23 in the Special Transportation Fund from the Reserve for Salary Adjustment account (RSA) to agencies for previously approved collective bargaining contracts.

**Governor**

Transfer funding of \$12,395 in both FY 22 and FY 23 from RSA to reflect this agency's collective bargaining wage increases.

## Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	29,434,887	29,434,887
Policy Revisions	34,148	2,034,148
Current Services	(200,424)	741,310
<b>Total Recommended - GF</b>	<b>29,268,611</b>	<b>32,210,345</b>

## State Comptroller - Miscellaneous

### OSC15100

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Other Current Expenses</b>							
Adjudicated Claims	48,106,859	-	-	-	-	-	n/a
<b>Nonfunctional - Change to Accruals</b>	<b>26,651,549</b>	<b>22,326,243</b>	<b>22,326,243</b>	<b>22,326,243</b>	<b>20,416,182</b>	<b>(183,745,635)</b>	<b>(8.56)</b>
<b>Agency Total - General Fund</b>	<b>74,758,408</b>	<b>22,326,243</b>	<b>22,326,243</b>	<b>22,326,243</b>	<b>20,416,182</b>	<b>(183,745,635)</b>	<b>(8.56)</b>
<b>Nonfunctional - Change to Accruals</b>	<b>1,712,411</b>	<b>1,296,031</b>	<b>1,296,031</b>	<b>1,296,031</b>	<b>1,652,647</b>	<b>(14,873,825)</b>	<b>27.52</b>
<b>Agency Total - Special Transportation Fund</b>	<b>1,712,411</b>	<b>1,296,031</b>	<b>1,296,031</b>	<b>1,296,031</b>	<b>1,652,647</b>	<b>(14,873,825)</b>	<b>27.52</b>
<b>Nonfunctional - Change to Accruals</b>	<b>(52,671)</b>	<b>1,636</b>	<b>(1,314)</b>	<b>1,264</b>	<b>-</b>	<b>-</b>	<b>(100.00)</b>
<b>Agency Total - Regional Market Operation Fund</b>	<b>(52,671)</b>	<b>1,636</b>	<b>(1,314)</b>	<b>1,264</b>	<b>-</b>	<b>-</b>	<b>(100.00)</b>
<b>Nonfunctional - Change to Accruals</b>	<b>300,283</b>	<b>39,541</b>	<b>39,541</b>	<b>39,541</b>	<b>89,363</b>	<b>(804,264)</b>	<b>126.00</b>
<b>Agency Total - Banking Fund</b>	<b>300,283</b>	<b>39,541</b>	<b>39,541</b>	<b>39,541</b>	<b>89,363</b>	<b>(804,264)</b>	<b>126.00</b>
<b>Nonfunctional - Change to Accruals</b>	<b>562,842</b>	<b>71,133</b>	<b>71,133</b>	<b>71,133</b>	<b>127,580</b>	<b>(1,148,223)</b>	<b>79.35</b>
<b>Agency Total - Insurance Fund</b>	<b>562,842</b>	<b>71,133</b>	<b>71,133</b>	<b>71,133</b>	<b>127,580</b>	<b>(1,148,223)</b>	<b>79.35</b>
<b>Nonfunctional - Change to Accruals</b>	<b>201,902</b>	<b>42,640</b>	<b>42,640</b>	<b>42,640</b>	<b>87,726</b>	<b>(789,535)</b>	<b>105.74</b>
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>201,902</b>	<b>42,640</b>	<b>42,640</b>	<b>42,640</b>	<b>87,726</b>	<b>(789,535)</b>	<b>105.74</b>
<b>Nonfunctional - Change to Accruals</b>	<b>134,004</b>	<b>27,484</b>	<b>(59,643)</b>	<b>29,681</b>	<b>55,631</b>	<b>(500,680)</b>	<b>102.41</b>
<b>Agency Total - Workers' Compensation Fund</b>	<b>134,004</b>	<b>27,484</b>	<b>(59,643)</b>	<b>29,681</b>	<b>55,631</b>	<b>(500,680)</b>	<b>102.41</b>
<b>Nonfunctional - Change to Accruals</b>	<b>41,632</b>	<b>-</b>	<b>(206,700)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Agency Total - Criminal Injuries Compensation Fund</b>	<b>41,632</b>	<b>-</b>	<b>(206,700)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Nonfunctional - Change to Accruals</b>	<b>(112,500)</b>	<b>-</b>	<b>112,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Agency Total - Tourism Fund</b>	<b>(112,500)</b>	<b>-</b>	<b>112,500</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>n/a</b>
<b>Total - Appropriated Funds</b>	<b>77,546,311</b>	<b>23,804,708</b>	<b>23,620,431</b>	<b>23,806,533</b>	<b>22,429,129</b>	<b>(201,862,162)</b>	<b>(5.78)</b>

Account	Governor Recommended	
	FY 22	FY 23

Account	Governor Recommended	
	FY 22	FY 23

## Current Services

### Adjust Funding for GAAP Accruals

Nonfunctional - Change to Accruals	(1,910,061)	(206,071,878)
<b>Total - General Fund</b>	<b>(1,910,061)</b>	<b>(206,071,878)</b>
Nonfunctional - Change to Accruals	356,616	(16,169,856)
<b>Total - Special Transportation Fund</b>	<b>356,616</b>	<b>(16,169,856)</b>
Nonfunctional - Change to Accruals	(1,636)	(1,636)
<b>Total - Regional Market Operation Fund</b>	<b>(1,636)</b>	<b>(1,636)</b>
Nonfunctional - Change to Accruals	49,822	(843,805)
<b>Total - Banking Fund</b>	<b>49,822</b>	<b>(843,805)</b>
Nonfunctional - Change to Accruals	56,447	(1,219,356)
<b>Total - Insurance Fund</b>	<b>56,447</b>	<b>(1,219,356)</b>
Nonfunctional - Change to Accruals	45,086	(832,175)
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>45,086</b>	<b>(832,175)</b>
Nonfunctional - Change to Accruals	28,147	(528,164)
<b>Total - Workers' Compensation Fund</b>	<b>28,147</b>	<b>(528,164)</b>

#### Background

PA 11-48 required the state to move towards Generally Accepted Accounting Principal (GAAP) based budgeting. Under GAAP, expenses are assigned to the fiscal year in which they are incurred as opposed to a modified cash basis, where the expenses are reflected when they are paid. GAAP accruals were first reflected in the FY 14 and FY 15 biennial budget. The accruals reflect the difference between an agency's modified cash basis budget amounts and the accrual basis amounts under GAAP.

#### Governor

Reduce funding by \$1,375,579 in FY 22 and \$225,666,870 in FY 23 across seven appropriated funds to reflect a decrease in accrued liabilities due to a 27th payroll in FY 23.

## Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	22,326,243	22,326,243
Current Services	(1,910,061)	(206,071,878)
<b>Total Recommended - GF</b>	<b>20,416,182</b>	<b>(183,745,635)</b>
FY 21 Appropriation - TF	1,296,031	1,296,031
Current Services	356,616	(16,169,856)
<b>Total Recommended - TF</b>	<b>1,652,647</b>	<b>(14,873,825)</b>
FY 21 Appropriation - RF	1,636	1,636
Current Services	(1,636)	(1,636)
<b>Total Recommended - RF</b>	<b>-</b>	<b>-</b>
FY 21 Appropriation - BF	39,541	39,541
Current Services	49,822	(843,805)
<b>Total Recommended - BF</b>	<b>89,363</b>	<b>(804,264)</b>
FY 21 Appropriation - IF	71,133	71,133
Current Services	56,447	(1,219,356)
<b>Total Recommended - IF</b>	<b>127,580</b>	<b>(1,148,223)</b>
FY 21 Appropriation - PF	42,640	42,640
Current Services	45,086	(832,175)
<b>Total Recommended - PF</b>	<b>87,726</b>	<b>(789,535)</b>
FY 21 Appropriation - WF	27,484	27,484
Current Services	28,147	(528,164)

<b>Total Recommended - WF</b>	<b>55,631</b>	<b>(500,680)</b>
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## State Comptroller - Fringe Benefits OSC15200

### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Other Current Expenses</b>							
Unemployment Compensation	3,281,410	4,974,400	15,000,000	15,000,000	11,790,700	9,915,000	137.03
Higher Education Alternative Retirement System	9,585,911	24,034,700	12,034,700	13,522,189	12,034,700	12,997,500	(49.93)
Pensions and Retirements - Other Statutory	1,923,329	2,029,134	2,135,971	2,191,248	2,135,971	2,191,248	5.27
Judges and Compensation Commissioners Retirement	27,010,989	28,522,111	34,040,683	34,040,683	33,170,039	35,136,261	16.30
Insurance - Group Life	8,696,990	8,770,200	9,391,000	10,280,000	9,293,600	10,223,000	5.97
Employers Social Security Tax	211,404,916	218,208,651	229,233,643	250,077,814	228,242,630	237,060,604	4.60
State Employees Health Service Cost	681,984,938	715,320,807	735,747,000	740,387,000	710,801,480	775,392,003	(0.63)
Retired State Employees Health Service Cost	743,069,910	847,309,000	854,768,000	1,066,048,000	785,602,000	874,398,000	(7.28)
Tuition Reimbursement - Training and Travel	3,455,608	3,508,500	115,000	-	115,000	-	(96.72)
Other Post Employment Benefits	91,673,340	83,648,639	87,874,986	95,865,442	84,765,700	85,793,100	1.34
Death Benefits For St Employ	15,000	-	-	-	-	-	n/a
SERS Defined Contribution Match	3,558,903	3,257,268	9,496,894	16,896,676	9,354,400	16,913,500	187.19
State Employees Retirement Contributions - Normal Cost	168,330,352	149,045,118	156,497,374	164,322,243	153,009,950	158,298,835	2.66
State Employees Retirement Contributions - UAL	1,027,358,185	1,246,717,529	1,309,053,405	1,374,506,076	1,245,742,618	1,284,612,990	(0.08)
<b>Agency Total - General Fund</b>	<b>2,981,349,781</b>	<b>3,335,346,057</b>	<b>3,455,388,656</b>	<b>3,783,137,371</b>	<b>3,286,058,788</b>	<b>3,502,932,041</b>	<b>(1.48)</b>
Unemployment Compensation	151,161	203,548	500,000	500,000	424,200	382,000	108.40
Insurance - Group Life	298,441	288,600	359,000	359,000	326,200	359,000	13.03
Employers Social Security Tax	15,018,768	17,222,866	18,093,051	19,007,203	17,638,600	18,322,815	2.41
State Employees Health Service Cost	51,690,136	54,613,417	59,454,000	59,726,000	55,006,662	60,109,406	0.72
Other Post Employment Benefits	5,894,483	5,235,623	6,471,381	7,025,717	5,614,800	5,715,900	7.24
SERS Defined Contribution Match	240,145	354,879	707,410	1,258,607	594,200	1,076,200	67.44
State Employees Retirement Contributions - Normal Cost	21,610,640	19,091,316	20,045,882	21,048,176	19,599,175	20,276,633	2.66
State Employees Retirement Contributions - UAL	125,473,360	156,836,684	164,678,518	172,912,444	146,770,596	151,538,852	(6.42)
<b>Agency Total - Special Transportation Fund</b>	<b>220,377,134</b>	<b>253,846,933</b>	<b>270,309,242</b>	<b>281,837,147</b>	<b>245,974,433</b>	<b>257,780,806</b>	<b>(3.10)</b>
<b>Total - Appropriated Funds</b>	<b>3,201,726,915</b>	<b>3,589,192,990</b>	<b>3,725,697,898</b>	<b>4,064,974,518</b>	<b>3,532,033,221</b>	<b>3,760,712,847</b>	<b>(1.59)</b>

Account	Governor Recommended	
	FY 22	FY 23

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Extend the Amortization Phase In Period for SERS

State Employees Retirement Contributions - UAL	(53,890,062)	(106,127,038)
<b>Total - General Fund</b>	<b>(53,890,062)</b>	<b>(106,127,038)</b>
State Employees Retirement Contributions - UAL	(5,987,785)	(11,791,887)
<b>Total - Special Transportation Fund</b>	<b>(5,987,785)</b>	<b>(11,791,887)</b>

#### Background

The state is currently in the process of phasing-in to a level-dollar method of making annual payments towards SERS unfunded liabilities. This phase-in, which was originally approved as part of the 2017 State Employees Bargaining Coalition (SEBAC) Agreement, will be complete in FY 23. The Governor's budget extends this phase-in from 5 to 8 years, to FY 26.

#### Governor

Reduce funding by \$53,890,062 in FY 22 and \$106,127,038 in FY 23 in the General Fund, and \$5,987,785 in FY 22 and \$11,791,887 in FY 23 in the Special Transportation Fund to reflect the extension of the SERS phase-in to a level dollar amortization.

### Reflect Volatility Cap Deposit

State Employees Retirement Contributions - UAL	-	(23,725,000)
<b>Total - General Fund</b>	<b>-</b>	<b>(23,725,000)</b>
State Employees Retirement Contributions - UAL	-	(2,925,000)
<b>Total - Special Transportation Fund</b>	<b>-</b>	<b>(2,925,000)</b>

#### Background

Under current law, if the Budget Reserve Fund exceeds 15% of that fiscal year's budget, the additional amount is transferred to either the State Employees' Retirement System (SERS) or the Teachers' Retirement System. \$61.6 million was deposited into SERS at the beginning of FY 21 due to the cap being exceeded in FY 20. The Governor's budget assumes a \$427.8 million deposit into SERS at the beginning of FY 23.

#### Governor

Reduce funding by \$23,725,000 in FY 23 in the General Fund, and \$2,925,000 in FY 23 in the Special Transportation Fund to reflect savings to the SERS actuarial determined employer contribution resulting from a volatility cap transfer of \$427.8 million.

### Adjust Funding for Net Impact of Position Changes

Unemployment Compensation	773,700	-
Employers Social Security Tax	724,100	562,900
State Employees Health Service Cost	1,069,100	537,400
Other Post Employment Benefits	165,700	93,100
SERS Defined Contribution Match	122,400	136,100
<b>Total - General Fund</b>	<b>2,855,000</b>	<b>1,329,500</b>
Employers Social Security Tax	37,600	40,700
State Employees Health Service Cost	132,600	144,900
Other Post Employment Benefits	14,800	15,900
SERS Defined Contribution Match	4,900	5,300
<b>Total - Special Transportation Fund</b>	<b>189,900</b>	<b>206,800</b>

#### Background

The Governor's budget provides funding for 226 net positions in the General Fund and 7 net positions in the Special Transportation Fund. Certain fringe benefit costs that support the net growth in positions are centrally budgeted in the Office of the State Comptroller.

#### Governor

Provide funding of \$2,855,000 in FY 22 and \$1,329,500 in FY 23 in the General Fund, and \$189,900 in FY 22 and \$206,800 in FY 23 in the Special Transportation Fund to reflect the impact to fringe benefit costs associated with net position changes.

### Reduce Costs Related to Retiree Health Retirements

Retired State Employees Health Service Cost	-	(10,000,000)
<b>Total - General Fund</b>	<b>-</b>	<b>(10,000,000)</b>

Account	Governor Recommended	
	FY 22	FY 23

**Governor**

Reduce funding by \$10 million to reflect revised projections by the Office of the State Comptroller.

## Current Services

### Fund the Actuarially Determined Employer Contribution for the State Employees' Retirement System

State Employees Retirement Contributions - Normal Cost	3,964,832	9,253,717
State Employees Retirement Contributions - UAL	133,083,465	247,915,813
<b>Total - General Fund</b>	<b>137,048,297</b>	<b>257,169,530</b>
State Employees Retirement Contributions - Normal Cost	507,859	1,185,317
State Employees Retirement Contributions - UAL	15,645,697	29,143,055
<b>Total - Special Transportation Fund</b>	<b>16,153,556</b>	<b>30,328,372</b>

**Background**

The State Employees' Retirement System (SERS) is the state's defined benefit plan for approximately 47,662 active and 52,498 retired state employees and beneficiaries. SERS is currently funded using an actuarial reserve funding method, whereby the normal cost and past service liability are calculated in order to determine the state's annual actuarial determined employer contribution (ADEC)(CGS 5-156a). SERS is a collectively bargained benefit. The current agreement governing pension benefits is effective until 2027. The SERS ADEC is funded through three sources: a General Fund appropriation, Special Transportation Fund appropriation and recoveries from other funding sources, including other appropriated funds, federal funds and grant funds. As of the June 20, 2018 SERS valuation the state transitioned from biennial valuations to annual valuations for SERS.

**Governor**

Provide funding of \$137,048,297 in FY 22 and \$257,169,530 in FY 23 in the General Fund, and \$16,153,556 in FY 22 and \$30,328,372 in FY 23 in the Special Transportation Fund to fund the GF and STF portions of the SERS ADEC in the biennium.

### Fund the Actuarially Determined Employer Contribution for the Judges and Compensation Commissioners Retirement System

Judges and Compensation Commissioners Retirement	4,647,928	6,614,150
<b>Total - General Fund</b>	<b>4,647,928</b>	<b>6,614,150</b>

**Background**

The Judges, Family Support Magistrates, and Compensation Commissioners' Retirement System (JRS) is the state's defined benefit plan for 180 active and 304 retired Judges, Family Support Magistrates, Compensation Commissioners and beneficiaries. JRS is currently funded using an actuarial reserve funding method, whereby the normal cost and past service liability are calculated in order to determine the state's annual actuarial determined employer contribution (ADEC). As of the June 20, 2018 JRS valuation the state transitioned from biennial valuations to annual valuations for JRS.

**Governor**

Provide funding of \$4,647,928 in FY 22 and \$6,614,150 in FY 23 to fund the JRS ADEC in the biennium.

### Adjust Base for Pension and Health Care Savings Holdbacks and Anticipated Savings

State Employees Health Service Cost	(21,110,000)	(21,110,000)
Retired State Employees Health Service Cost	(68,090,000)	(68,090,000)
State Employees Retirement Contributions - UAL	(80,168,314)	(80,168,314)
<b>Total - General Fund</b>	<b>(169,368,314)</b>	<b>(169,368,314)</b>
State Employees Retirement Contributions - UAL	(19,724,000)	(19,724,000)
<b>Total - Special Transportation Fund</b>	<b>(19,724,000)</b>	<b>(19,724,000)</b>

**Background**

Section 15 of PA 19-117 allocated \$256.2 million in FY 20 and FY 21 for pension and healthcare savings as a bottom-line lapse in the General fund (GF) and \$19.7 million in the Special Transportation Fund (STF). There is an estimated \$87 million deficiency across various accounts in the Office of the State Comptroller in FY 21.

**Governor**

Reduce funding by \$169,368,314 in FY 22 and FY 23 in the General Fund, and \$19,724,000 in FY 22 and FY 23 in the Special Transportation Fund to reflect the net impact of applying pension and healthcare holdbacks, adjusting for FY 21 deficiencies.

Account	Governor Recommended	
	FY 22	FY 23

### Adjust Operating Expenses to Reflect Current Requirements

Unemployment Compensation	6,042,600	4,940,600
Pensions and Retirements - Other Statutory	106,837	162,114
Insurance - Group Life	523,400	1,452,800
Employers Social Security Tax	9,309,879	9,529,879
State Employees Health Service Cost	40,371,573	83,093,796
Retired State Employees Health Service Cost	73,162,000	184,025,000
Tuition Reimbursement - Training and Travel	(3,393,500)	(3,508,500)
Other Post Employment Benefits	951,361	(1,148,639)
SERS Defined Contribution Match	5,974,732	12,898,832
<b>Total - General Fund</b>	<b>133,048,882</b>	<b>291,445,882</b>
Unemployment Compensation	220,652	178,452
Insurance - Group Life	37,600	70,400
Employers Social Security Tax	378,134	382,134
State Employees Health Service Cost	3,560,645	7,051,089
Other Post Employment Benefits	364,377	264,377
SERS Defined Contribution Match	234,421	676,321
<b>Total - Special Transportation Fund</b>	<b>4,795,829</b>	<b>8,622,773</b>

#### Governor

Provide funding of \$133,048,882 in FY 22 and \$291,445,882 in FY 23 in the General Fund, and \$4,795,829 in FY 22 and \$8,622,773 in FY 23 in the Special Transportation Fund to reflect anticipated expenditure requirements.

### Provide Funding for Wage and Compensation Related Increases

Higher Education Alternative Retirement System	-	481,400
Employers Social Security Tax	-	8,759,174
Other Post Employment Benefits	-	3,200,000
SERS Defined Contribution Match	-	621,300
<b>Total - General Fund</b>	<b>-</b>	<b>13,061,874</b>
Employers Social Security Tax	-	677,115
Other Post Employment Benefits	-	200,000
SERS Defined Contribution Match	-	39,700
<b>Total - Special Transportation Fund</b>	<b>-</b>	<b>916,815</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

#### Governor

Provide funding of \$13,061,874 in FY 23 in the General Fund, and \$916,815 in FY 23 in the Special Transportation Fund to reflect the fringe benefit costs associated with the 27<sup>th</sup> payroll in FY 23.

### Reflect Anticipated Savings Impact From Health Premiums

State Employees Health Service Cost	(22,400,000)	-
Retired State Employees Health Service Cost	(8,000,000)	-
<b>Total - General Fund</b>	<b>(30,400,000)</b>	<b>-</b>
State Employees Health Service Cost	(1,600,000)	-
<b>Total - Special Transportation Fund</b>	<b>(1,600,000)</b>	<b>-</b>

#### Background

Beginning October 1, 2020 the state health plan transitioned to being fully administered by Anthem Blue Cross Blue Shield. The state contributes to the health plan by sharing the cost of premiums with employees. For the current plan year, the average annual state contribution per eligible employee is approximately 27% of the average SERS employee salary. The state funds retiree health costs on a pay-as-you-go basis whereby it appropriates the full cost of providing benefits annually rather than on a prefunded basis.



Account	Governor Recommended	
	FY 22	FY 23

**Governor**

Reduce funding by \$30,400,000 in FY 22 in the General Fund, and \$1,600,000 in FY 22 in the Special Transportation Fund to reflect changes in health care premium costs.

**Reduce Alternate Retirement Plan Funding Based on FY 20 Accounting Change**

Higher Education Alternative Retirement System	(12,000,000)	(11,518,600)
<b>Total - General Fund</b>	<b>(12,000,000)</b>	<b>(11,518,600)</b>

**Background**

In FY 20, the state began gross appropriating the Alternate Retirement Plan (ARP) account, whereby all recoveries are deposited into the General Fund (GF) as revenue and the ARP GF appropriation reflects the state's contribution for those employees whose salaries are supported by the GF (including those employees funded out of the higher education block grants). Prior to this change, recoveries from other funding sources were deposited into the ARP GF appropriation as an expenditure offset.

**Governor**

Reduce funding by \$12,000,000 in FY 22 and \$11,518,600 in FY 23 to reflect the impact of gross appropriating ARP in the biennium.

**Reflect Anticipated Savings Associated with the Medicare Advantage Plan Extension**

Retired State Employees Health Service Cost	(56,329,000)	(76,396,000)
<b>Total - General Fund</b>	<b>(56,329,000)</b>	<b>(76,396,000)</b>

**Background**

The Medicare Advantage Plan is the state retiree health plan for Medicare-eligible individuals aged 65 and older. The plan is a preferred provider organization (PPO) plan and is administered by UnitedHealthcare. The new plan began on January 1, 2018 and is designed to provide savings to the state by maximizing federal reimbursement for health services.

**Governor**

Reduce funding by \$56,329,000 in FY 22 and \$76,396,000 in FY 23 to reflect savings associated with the re-negotiation and extension of the state's Medicare Advantage Plan administered by UnitedHealthcare.

**Reflect Anticipated Savings Associated with the Allocation of Health Care Consulting Costs**

State Employees Health Service Cost	(2,450,000)	(2,450,000)
Retired State Employees Health Service Cost	(2,450,000)	(2,450,000)
<b>Total - General Fund</b>	<b>(4,900,000)</b>	<b>(4,900,000)</b>
State Employees Health Service Cost	(1,700,000)	(1,700,000)
<b>Total - Special Transportation Fund</b>	<b>(1,700,000)</b>	<b>(1,700,000)</b>

**Governor**

Reduce funding by \$4,900,000 in FY 22 and FY 23 in the General Fund, and \$1,700,000 in FY 22 and FY 23 in the Special Transportation Fund to reflect savings associated with healthcare consulting costs provided to the Office of the State Comptroller.

**Totals**

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	3,335,346,057	3,335,346,057
Policy Revisions	(51,035,062)	(138,522,538)
Current Services	1,747,793	306,108,522
<b>Total Recommended - GF</b>	<b>3,286,058,788</b>	<b>3,502,932,041</b>
FY 21 Appropriation - TF	253,846,933	253,846,933
Policy Revisions	(5,797,885)	(14,510,087)
Current Services	(2,074,615)	18,443,960
<b>Total Recommended - TF</b>	<b>245,974,433</b>	<b>257,780,806</b>

## Department of Revenue Services

### DRS16000

#### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	627	627	627	627	625	632	(0.32)

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	51,188,692	58,985,625	59,537,288	61,539,239	58,614,332	61,463,652	(0.63)
Other Expenses	6,647,277	7,332,623	7,707,623	7,332,623	9,035,475	7,920,475	23.22
<b>Agency Total - General Fund</b>	<b>57,835,969</b>	<b>66,318,248</b>	<b>67,244,911</b>	<b>68,871,862</b>	<b>67,649,807</b>	<b>69,384,127</b>	<b>2.01</b>

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Provide Funding for a Tax Amnesty Program

Personal Services	50,000	-
Other Expenses	1,065,000	-
<b>Total - General Fund</b>	<b>1,115,000</b>	<b>-</b>

#### Background

Tax amnesty programs have been previously undertaken in 2013, 2009, 2002, 1995, and 1990. Revenues raised from those programs totaled \$192.6 million, \$25 million, \$109 million, \$46 million, and \$54 million, respectively.

#### Governor

Provide one-time funding totaling \$1.115 million in FY 22 to implement a tax amnesty program covering marketing (\$560,000), information technology system support (\$350,000), postage (\$150,000), overtime (\$50,000), and other miscellaneous (\$5,000) costs.

Implementation of a tax amnesty program is estimated to result in a revenue gain of \$40 million in FY 22 followed by a \$4 million loss in FY 23 due to a shift in the timing of receipt of collections.

### Provide Funding for a Data Analytics Initiative

Personal Services	-	380,000
Other Expenses	750,000	750,000
<b>Total - General Fund</b>	<b>750,000</b>	<b>1,130,000</b>
<b>Positions - General Fund</b>	<b>5</b>	<b>5</b>

#### Background

The Department of Revenue Services (DRS) implemented a Collections and Enforcement Scoring & Prioritization System in FY 12 to analyze various tax liabilities, prioritize potential action according to projected outcomes, and assign the best available and most cost effective resources.

An enhanced revenue collections initiative was implemented in FY 15 that included: 1) working with taxpayers that were not eligible for the 2013 tax amnesty program or that did not take advantage of it, 2) pursuing non-filers, 3) resolving disputed tax shifting resulting from business transfer payments, 4) expanded federal and interstate data matching, 5) responsible person billing for businesses not remitting or not filing taxes, 6) increased interagency data matching, 7) expanded interagency tax clearances and offsets against state payments, and 8) tax fraud reduction.

Account	Governor Recommended	
	FY 22	FY 23

**Governor**

Provide funding of \$750,000 in FY 22 and \$1.13 million in FY 23 for a Data Analytics Initiative comprising software costs of \$750,000 each year and Personal Services costs for five positions (one Program Manager and four Economists) totaling \$380,000 in FY 23.

The Data Analytics team will be responsible for developing data-centric compliance projects that segment the taxpaying population, prioritize tax return examinations and provide suggestions on the appropriate treatment strategy. Analytics, including predictive modeling, will transform how DRS conducts audits and debt collections by creating early intervention methods which ensure full collection of the tax that is due. This will be accomplished by utilizing a wide range of technical competencies such as statistics and machine learning, coding languages, data wrangling, and reporting and visualization techniques. The team will lead or support cross functional projects, and will apply critical thinking, problem solving and ability to communicate complex analysis to advance the use of data-driven decision-making.

Implementation of a Data Analytics Initiative is estimated to result in a revenue gain of \$40 million annually beginning in FY 23.

**Provide Funding for Regulation and Taxation of Recreational Use of Cannabis**

Personal Services	236,189	490,547
Other Expenses	50,000	-
<b>Total - General Fund</b>	<b>286,189</b>	<b>490,547</b>
<b>Positions - General Fund</b>	<b>-</b>	<b>7</b>

**Background**

SB 888, *An Act Respectably and Equitably Regulating Adult-Use Cannabis*, provides for the legalization, regulation, and taxation of recreational cannabis by adults.

**Governor**

Provide funding of \$286,189 in FY 22 and \$490,547 in FY 23 to support the taxation of recreational cannabis, including for two Revenue Agents responsible for the collection and investigation of cannabis taxes and five Revenue Examiners to examine financial records of businesses and individuals in order to ensure accuracy of tax liability with regard to recreational cannabis sales. Partial-year funding of positions is provided in FY 22, along with one-time funding of \$50,000 for technology costs within DRS' Information Services Division.

**Eliminate Funding for Bridgeport Regional Office**

Other Expenses	(112,148)	(112,148)
<b>Total - General Fund</b>	<b>(112,148)</b>	<b>(112,148)</b>

**Background**

The DRS main office is in Hartford, with regional offices in Bridgeport, Norwich, and Waterbury.

**Governor**

Reduce funding by \$112,148 in both FY 22 and FY 23 to reflect the closure of the Bridgeport regional office.

**Delay Funding for Tax Incidence Report**

Other Expenses	(375,000)	-
<b>Total - General Fund</b>	<b>(375,000)</b>	<b>-</b>

**Background**

Section 10 of SB 885, *An Act Implementing the Governor's Budget Recommendations for General Government*, delays until February 15, 2024 the statutory requirement for the DRS to produce a biennial Tax Incidence Report.

**Governor**

Remove funding of \$375,000 in FY 22 only to reflect a delay, from February 15, 2022 to February 15, 2024, in the deadline for submission of the next biennial Tax Incidence Report.

**Transfer Funding to Reflect Centralizing Human Resources and Labor Relations Functions**

Personal Services	(648,288)	(673,222)
<b>Total - General Fund</b>	<b>(648,288)</b>	<b>(673,222)</b>
<b>Positions - General Fund</b>	<b>(7)</b>	<b>(7)</b>

**Background**

The Governor's FY 22 and FY 23 Budget annualizes the consolidation of 1) human resources functions within the Department of Administrative Services (DAS) by transferring \$19.1 million in FY 22 and \$19.8 million from various agencies to DAS, and 2) labor

Account	Governor Recommended	
	FY 22	FY 23

relations functions within the Office of Policy and Management by transferring \$5.4 million in FY 22 and \$5.6 million in FY 23 from various agencies to OPM. During FY 21, human resources and labor relations positions were transferred to DAS and OPM respectively.

#### Governor

Transfer \$648,288 in FY 22 and \$673,222 in FY 23 to reflect the consolidation of this agency's human resources functions into DAS and labor relations functions into OPM.

### Annualize FY 21 Rescissions

Personal Services	(560,857)	(560,857)
Other Expenses	(50,000)	(50,000)
<b>Total - General Fund</b>	<b>(610,857)</b>	<b>(610,857)</b>

#### Background

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.

#### Governor

Reduce funding by \$610,857 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

## Current Services

### Provide Funding for Wage and Compensation Related Increases

Personal Services	481,331	2,771,227
<b>Total - General Fund</b>	<b>481,331</b>	<b>2,771,227</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

#### Governor

Provide funding of \$481,331 in FY 22 and \$2,771,227 in FY 23 to reflect this agency's increased wage costs.

### Provide Funding for Biennial Tax Incidence Report

Other Expenses	375,000	-
<b>Total - General Fund</b>	<b>375,000</b>	<b>-</b>

#### Background

CGS Sec. 12-7c requires the DRS, by February 15, 2022 and biennially thereafter, to provide a Tax Incidence Report covering all major state and local taxes. The latest such report was produced in December 2014.

#### Governor

Provide funding of \$375,000 in FY 20 only for consulting and information technology costs associated with the Tax Incidence Report due February 15, 2022.

### Transfer Funding from RSA to Agencies for Collective Bargaining Agreements

Personal Services	70,332	70,332
<b>Total - General Fund</b>	<b>70,332</b>	<b>70,332</b>

#### Background

The Governor's FY 22 and FY 23 Budget transfers funding of \$15.6 million in both FY 22 and FY 23 in the General Fund, and \$409,880 in both FY 22 and FY 23 in the Special Transportation Fund from the Reserve for Salary Adjustment account (RSA) to agencies for previously approved collective bargaining contracts.

#### Governor

Transfer funding of \$70,332 in both FY 22 and FY 23 from RSA to reflect this agency's collective bargaining wage increases.

Account	Governor Recommended	
	FY 22	FY 23

**Totals**

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	66,318,248	66,318,248
Policy Revisions	404,896	224,320
Current Services	926,663	2,841,559
<b>Total Recommended - GF</b>	<b>67,649,807</b>	<b>69,384,127</b>

Positions	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	627	627
Policy Revisions	(2)	5
<b>Total Recommended - GF</b>	<b>625</b>	<b>632</b>

## Office of Policy and Management

### OPM20000

#### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	125	125	125	125	179	179	43.20
Special Transportation Fund	-	-	-	-	7	7	n/a
Insurance Fund	2	2	2	2	2	2	-
Consumer Counsel and Public Utility Control Fund	-	-	-	-	2	2	n/a

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	10,274,285	11,679,172	16,579,401	17,212,277	16,648,427	17,293,127	42.55
Other Expenses	980,362	1,188,684	1,188,684	1,188,684	1,248,488	1,173,488	5.03
<b>Other Current Expenses</b>							
Automated Budget System and Data Base Link	19,335	26,776	26,776	26,776	20,438	20,438	(23.67)
Justice Assistance Grants	762,807	826,328	826,734	826,734	786,734	790,356	(4.79)
Project Longevity	596,519	998,750	998,750	998,750	948,813	948,813	(5.00)
<b>Other Than Payments to Local Governments</b>							
Tax Relief For Elderly Renters	24,748,900	25,020,226	27,726,000	28,551,780	25,020,226	25,020,226	-
Private Providers	-	6,000,000	-	-	-	-	(100.00)
MRDA	-	500,000	500,000	500,000	100,000	100,000	(80.00)
<b>Grant Payments to Local Governments</b>							
Reimbursement to Towns for Loss of Taxes on State Property	54,944,031	54,944,031	54,944,031	54,944,031	54,944,031	54,944,031	-
Reimbursements to Towns for Private Tax-Exempt Property	109,889,434	109,889,434	109,889,434	109,889,434	108,998,308	108,998,308	(0.81)
Reimbursement Property Tax - Disability Exemption	364,713	364,713	364,713	364,713	364,713	364,713	-
Distressed Municipalities	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	-
Property Tax Relief Elderly Freeze Program	17,960	40,000	10,000	10,000	10,000	10,000	(75.00)
Property Tax Relief for Veterans	2,389,169	2,708,107	2,708,107	2,708,107	2,708,107	2,708,107	-
Municipal Revenue Sharing	36,819,135	36,819,135	-	-	36,819,135	36,819,135	-
Municipal Transition	29,917,078	32,331,732	-	-	32,331,732	32,331,732	-
Municipal Stabilization Grant	37,953,333	38,253,335	-	-	37,753,335	37,753,335	(1.31)
Municipal Restructuring	3,600,000	7,300,000	7,300,000	7,300,000	7,300,000	7,300,000	-
<b>Agency Total - General Fund</b>	<b>314,777,061</b>	<b>330,390,423</b>	<b>224,562,630</b>	<b>226,021,286</b>	<b>327,502,487</b>	<b>328,075,809</b>	<b>(0.87)</b>
Personal Services	-	-	673,688	699,599	673,688	699,599	n/a
<b>Agency Total - Special Transportation Fund</b>	<b>-</b>	<b>-</b>	<b>673,688</b>	<b>699,599</b>	<b>673,688</b>	<b>699,599</b>	<b>n/a</b>
Grants To Towns	51,472,789	51,472,796	49,942,789	51,472,796	51,472,796	51,472,796	-
<b>Agency Total - Mashantucket Pequot and Mohegan Fund</b>	<b>51,472,789</b>	<b>51,472,796</b>	<b>49,942,789</b>	<b>51,472,796</b>	<b>51,472,796</b>	<b>51,472,796</b>	<b>-</b>
Personal Services	313,427	349,339	353,914	379,337	327,721	341,332	(6.19)
Other Expenses	5,573	6,012	6,012	6,012	6,012	6,012	-
Fringe Benefits	214,545	251,038	263,600	263,600	240,485	252,488	(4.20)

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Agency Total - Insurance Fund</b>	<b>533,545</b>	<b>606,389</b>	<b>623,526</b>	<b>648,949</b>	<b>574,218</b>	<b>599,832</b>	<b>(5.31)</b>
Personal Services	-	-	-	-	187,384	194,591	n/a
Other Expenses	-	-	-	-	104,000	2,000	n/a
Fringe Benefits	-	-	-	-	178,015	184,861	n/a
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>469,399</b>	<b>381,452</b>	<b>n/a</b>
<b>Total - Appropriated Funds</b>	<b>366,783,395</b>	<b>382,469,608</b>	<b>275,802,633</b>	<b>278,842,630</b>	<b>380,692,588</b>	<b>381,229,488</b>	<b>(0.46)</b>

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Transfer Funding to Reflect the Consolidation of Human Resources and Labor Relations Functions

Personal Services	4,750,738	4,933,459
<b>Total - General Fund</b>	<b>4,750,738</b>	<b>4,933,459</b>
<b>Positions - General Fund</b>	<b>51</b>	<b>51</b>
Personal Services	673,688	699,599
<b>Total - Special Transportation Fund</b>	<b>673,688</b>	<b>699,599</b>
<b>Positions - Special Transportation Fund</b>	<b>7</b>	<b>7</b>

#### Background

The Governor's FY 22 and FY 23 Budget annualizes the consolidation of 1) human resources functions within the Department of Administrative Services (DAS) by transferring \$19.1 million in FY 22 and \$19.8 million from various agencies to DAS, and 2) labor relations functions within the Office of Policy and Management by transferring \$5.4 million in FY 22 and \$5.6 million in FY 23 from various agencies to OPM. During FY 21, human resources and labor relations positions were transferred to DAS and OPM respectively.

#### Governor

Transfer 58 positions and \$5,424,426 in FY 22 and \$5,633,058 in FY 23 to reflect the consolidation of statewide labor relations functions within OPM.

### Provide Funding for Regulation of Recreational Use of Cannabis

Personal Services	182,818	189,849
Other Expenses	75,000	-
<b>Total - General Fund</b>	<b>257,818</b>	<b>189,849</b>
<b>Positions - General Fund</b>	<b>2</b>	<b>2</b>

#### Background

The Governor's bill, *An Act Concerning Responsibly and Equitably Regulating Adult-Use Cannabis*, legalizes adult cannabis use for those 21 years of age or older beginning in May of 2022. The Governor's budget provides funding of \$11.5 million in FY 22 and \$14.2 million in FY 23 across various agencies within the General Fund and Special Transportation Fund to implement, regulate, and enforce this bill.

#### Governor

Provide two positions and funding of \$257,818 in FY 22 and \$189,849 in FY 23. Funding is provided accordingly: 1) two positions and \$182,818 in FY 22 and \$189,849 in FY 23 for the creation of an Equity Commission for Cannabis and 2) \$75,000 in FY 22 for an equity analysis and report.

### Reduce Funding for Elderly Renters Tax Relief

Tax Relief For Elderly Renters	(2,728,902)	(3,297,885)
<b>Total - General Fund</b>	<b>(2,728,902)</b>	<b>(3,297,885)</b>

Account	Governor Recommended	
	FY 22	FY 23

**Background**

Tax Relief for Elderly Renters is a grant program for Connecticut renters who are elderly or totally disabled, and whose incomes do not exceed certain limits. Persons renting an apartment or room, or living in cooperative housing or a mobile home may be eligible for this program. Renters' rebates can be up to \$900 for married couples and \$700 for single persons. The renters' rebate amount is based on a graduated income scale and the amount of rent and utility payments (excluding telephone) made in the calendar year prior to the year in which the renter applies.

**Governor**

Reduce funding by \$2,728,902 in FY 22 and \$3,297,885 in FY 23 to fund Tax Relief for Elderly Renters at FY 21 levels.

**Add Funding for Broadband Consultants**

Personal Services	187,384	194,591
Other Expenses	104,000	2,000
Fringe Benefits	178,015	184,861
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>469,399</b>	<b>381,452</b>
<b>Positions - Consumer Counsel and Public Utility Control Fund</b>	<b>2</b>	<b>2</b>

**Background**

The Governor's budget provides \$2,946,982 in FY 22 and \$2,850,479 in FY 23 across four agencies for a variety of initiatives to expand and improve broadband access across the state. This funding includes 1) \$469,399 in FY 22 and \$381,452 in FY 23 to the Office of Policy and Management to develop a statewide broadband map and for consultation costs 2) \$486,166 in FY 22 and \$504,864 in FY 23 to the Department of Energy and Environmental Protection to coordinate policy and investment 3) \$1,525,895 in FY 22 and \$1,584,583 in FY 23 to the Public Utilities Regulatory Authority for regulatory oversight and 4) \$365,522 in FY 22 and \$379,580 in FY 23 to the Office of Consumer Counsel for consumer protection.

**Governor**

Provide two positions and funding of \$469,399 in FY 22 and \$381,452 in FY 23 to develop a statewide broadband map and for consulting costs related to the Governor's broadband initiatives.

**Adjust Funding for PILOT Grants to Reflect Updated Data**

Reimbursements to Towns for Private Tax-Exempt Property	(891,126)	(891,126)
<b>Total - General Fund</b>	<b>(891,126)</b>	<b>(891,126)</b>

**Background**

This grant provides a payment in lieu of local property taxes (PILOT) to municipalities for private colleges, general hospitals, and free standing chronic disease hospitals. These facilities are exempt from payment of local property taxes. The PILOT payment is equal to 77% of the amount of taxes that would have been paid if the property were not exempt from taxation. The payment is made only on real estate and does not include payment for a tax loss on exempt personal property owned by these facilities. Payments can be prorated in the event that appropriations are insufficient to fully fund the grant.

**Governor**

Reduce funding by \$891,126 in both FY 22 and FY 23 to reflect the elimination of grants to towns that no longer have property eligible for reimbursement under the College & Hospital PILOT program. Grants are eliminated to Manchester (\$552,286), Mansfield (\$7,583), New Canaan (\$101,728), Trumbull (\$10,178), and Vernon (\$219,351).

**Remove Temporary Increases to Municipal Stabilization Grants for Groton and Thompson**

Municipal Stabilization Grant	(500,000)	(500,000)
<b>Total - General Fund</b>	<b>(500,000)</b>	<b>(500,000)</b>

**Background**

PA 17-2, the FY 18 and FY 19 budget, established the Municipal Stabilization grant in order to mitigate the impact to various towns of reductions in other municipal aid.

**Governor**

Reduce the Municipal Stabilization Grant by \$500,000 in both FY 22 and FY 23 to reflect the elimination of grants of \$300,000 to Groton and \$200,000 to Thompson.

**Reduce Funding for the Connecticut Municipal Redevelopment Authority**

MRDA	(125,000)	(125,000)
<b>Total - General Fund</b>	<b>(125,000)</b>	<b>(125,000)</b>



Account	Governor Recommended	
	FY 22	FY 23

**Background**

Sections 212 to 227 of PA 19-117, the FY 20 and FY 21 budget, establish the Municipal Redevelopment Authority (MRDA) as a quasipublic agency to stimulate economic and transit-oriented development in specified development districts. The responsibilities of MRDA include 1) encouraging residential housing in development districts, 2) managing facilities through contractual agreements, 3) stimulating new development and marketing development districts, and 4) working with municipalities and the Office of Policy and Management to facilitate development or redevelopment efforts.

Municipalities under oversight of the Municipal Accountability Review Board are deemed members of MRDA. Municipalities with a population of over 70,000, or groups of municipalities with a combined population of over 70,000, may opt to join MRDA. Municipalities that are members of the Capitol Region Development Authority are ineligible to join MRDA. Those towns are Bloomfield, East Hartford, Hartford, Newington, South Windsor, Wethersfield, West Hartford, and Windsor.

**Governor**

Reduce funding by \$125,000 in both FY 22 and FY 23 to achieve savings.

**Adjust Funding for Reflect Anticipated Federal Match Needs**

Justice Assistance Grants	(40,000)	(40,000)
<b>Total - General Fund</b>	<b>(40,000)</b>	<b>(40,000)</b>

**Background**

Connecticut receives federal grants for various narcotics control and general criminal justice activities under several United States Department of Justice programs, including the Justice Assistant Grant/Byrne Formula Grant (Drug Control and System Improvement), Juvenile Justice and Delinquency Prevention, Residential Substance Abuse Treatment, and Violence Against Women Formula Grant. Funds are distributed to State justice agencies, municipalities and non-profit agencies for program implementation. Each program funded requires that up to 25% of the project be paid, or matched by the grantee/sub-grantee. These funds provide that match and other grants-in-aid for various criminal justice related activities.

**Governor**

Reduce funding by \$40,000 in both FY 22 and FY 23 to reflect reduced Federal matching fund requirements.

**Adjust Funding for Automated Budget System and Data Base Link**

Automated Budget System and Data Base Link	(5,000)	(5,000)
<b>Total - General Fund</b>	<b>(5,000)</b>	<b>(5,000)</b>

**Background**

This account funds the system used by OPM's budget division for budget preparation and monitoring.

**Governor**

Reduce funding by \$5,000 in both FY 22 and FY 23 to achieve savings.

**Adjust Funding for Personal Services**

Personal Services	(26,193)	(26,193)
<b>Total - Insurance Fund</b>	<b>(26,193)</b>	<b>(26,193)</b>

**Governor**

Reduce funding by \$26,193 in both FY 22 and FY 23 for Personal Services.

**Annualize FY 2021 Holdbacks**

Other Expenses	(9,253)	(9,253)
MRDA	(250,000)	(250,000)
<b>Total - General Fund</b>	<b>(259,253)</b>	<b>(259,253)</b>

**Background**

The Office of Policy and Management implemented FY 21 holdbacks totaling \$329.1 million. The Governor's FY 22 and FY 23 Budget annualizes \$12.2 million of these holdbacks in both FY 22 and FY 23 across various agencies.

**Governor**

Reduce funding by \$259,253 in both FY 22 and FY 23 to annualize this agency's FY 21 holdbacks.

**Annualize FY 2021 Rescissions**

Personal Services	(113,792)	(113,792)
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Account	Governor Recommended	
	FY 22	FY 23
Other Expenses	(5,943)	(5,943)
Automated Budget System and Data Base Link	(1,338)	(1,338)
Project Longevity	(49,937)	(49,937)
MRDA	(25,000)	(25,000)
<b>Total - General Fund</b>	<b>(196,010)</b>	<b>(196,010)</b>

**Background**

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.

**Governor**

Reduce funding by \$196,010 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

## Current Services

### Provide Funding for Wage and Compensation Related Increases

Personal Services	26,551	477,252
Justice Assistance Grants	406	4,028
<b>Total - General Fund</b>	<b>26,957</b>	<b>481,280</b>
Personal Services	1,945	15,455
<b>Total - Insurance Fund</b>	<b>1,945</b>	<b>15,455</b>

**Background**

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment (COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

**Governor**

Provide funding of \$28,902 in FY 22 and \$496,735 in FY 23 to reflect this agency's increased wage costs.

### Transfer Funding from RSA to Agencies for Collective Bargaining Agreements

Personal Services	12,513	12,513
<b>Total - General Fund</b>	<b>12,513</b>	<b>12,513</b>

**Background**

The Governor's FY 22 and FY 23 Budget transfers funding of \$15.6 million in both FY 22 and FY 23 in the General Fund, and \$409,880 in both FY 22 and FY 23 in the Special Transportation Fund from the Reserve for Salary Adjustment account (RSA) to agencies for previously approved collective bargaining contracts.

**Governor**

Transfer funding of \$12,513 in both FY 22 and FY 23 from RSA to reflect this agency's collective bargaining wage increases.

### Reflect Contract Costs Due to Minimum Wage Increases in Contracting Agencies

Private Providers	(6,000,000)	(6,000,000)
<b>Total - General Fund</b>	<b>(6,000,000)</b>	<b>(6,000,000)</b>

**Background**

The FY 20 and FY 21 Budget centrally appropriated \$6 million to the Office of Policy and Management (OPM) in FY 21 to support anticipated increases in contracting costs as a result of increases in the minimum wage. These increased contracting costs were expected to impact human services agencies and the Department of Administrative Services (DAS).

The Governor's FY 22 and FY 23 Budget provides funding of \$14.1 million in FY 22 and \$34.6 million in FY 23 directly to human services agencies and \$271,707 in FY 22 and \$550,853 in FY 23 to DAS to reflect increased contract costs.

**Governor**

Eliminate funding of \$6 million in both FY 22 and FY 23 to reflect the budgeting of minimum wage-related contract costs within contracting agencies.

Account	Governor Recommended	
	FY 22	FY 23

### Provide Funding for Recently Enacted Criminal Justice Legislation

Personal Services	110,427	114,674
<b>Total - General Fund</b>	<b>110,427</b>	<b>114,674</b>
<b>Positions - General Fund</b>	<b>1</b>	<b>1</b>

#### Background

Recently passed legislation (PA 19-20, PA 19-32, and PA 19-131) expand OPM's responsibilities regarding the collection of immigration and customs enforcement data, and jailhouse witness data.

#### Governor

Provide funding of \$110,427 in FY 22 and \$114,674 in FY 23 for a position to assist with data collection, oversight and policy analysis.

### Reflect Caseload Adjustments for Various Grants

Tax Relief For Elderly Renters	2,728,902	3,297,885
Property Tax Relief Elderly Freeze Program	(30,000)	(30,000)
<b>Total - General Fund</b>	<b>2,698,902</b>	<b>3,267,885</b>

#### Background

Tax Relief for Elderly Renters is a grant program for Connecticut renters who are elderly or totally disabled, and whose incomes do not exceed certain limits. Persons renting an apartment or room, or living in cooperative housing or a mobile home may be eligible for this program. Renters' rebates can be up to \$900 for married couples and \$700 for single persons. The renters' rebate amount is based on a graduated income scale and the amount of rent and utility payments (excluding telephone) made in the calendar year prior to the year in which the renter applies.

Property Tax Relief Elderly Freeze was established with the 1967 Grand List program year to provide real property tax relief to resident property owners or tenants for life age sixty-five or over (or surviving spouse over fifty) with annual taxable income of \$6,000 or less. Elderly and disabled persons who applied and qualified for tax relief had their property tax frozen at that year's net benefit level. No new applicants have been allowed since the 1978 program year.

#### Governor

Provide net funding of \$2,698,902 in FY 22 and \$3,267,885 in FY 23 to reflect changes in caseload for two elderly tax relief programs. This includes 1) an increase in funding for Tax Relief for Elderly Renters of \$2,728,902 in FY 22 and \$3,297,885 in FY 23 to reflect increased caseload, and 2) a decrease in funding for Property Tax Relief - Elderly Freeze of \$30,000 in both FY 22 and FY 23 to reflect a decrease in caseload.

### Adjust Funding for Personal Services

Personal Services	2,630	2,731
<b>Total - Insurance Fund</b>	<b>2,630</b>	<b>2,731</b>

#### Governor

Provide funding of \$2,630 in FY 22 and \$2,731 in FY 23 for Personal Services.

### Adjust Fringe Benefits and Indirect Overhead

Fringe Benefits	(10,553)	1,450
<b>Total - Insurance Fund</b>	<b>(10,553)</b>	<b>1,450</b>

#### Background

The fringe benefit costs for employees supported by funds other than the General Fund are budgeted for within their respective agencies, as opposed to the fringe benefit accounts within the Office of the State Comptroller. In addition, this agency is charged indirect overhead costs by the State Comptroller for utilizing certain centralized state agency services.

#### Governor

Reduce funding by \$10,553 in FY 22 and provide funding of \$1,450 in FY 23 to ensure sufficient funds for fringe benefits and indirect overhead.

## Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	330,390,423	330,390,423
Policy Revisions	263,265	(190,966)
Current Services	(3,151,201)	(2,123,648)
<b>Total Recommended - GF</b>	<b>327,502,487</b>	<b>328,075,809</b>
FY 21 Appropriation - TF	-	-
Policy Revisions	673,688	699,599
<b>Total Recommended - TF</b>	<b>673,688</b>	<b>699,599</b>
FY 21 Appropriation - IF	606,389	606,389
Policy Revisions	(26,193)	(26,193)
Current Services	(5,978)	19,636
<b>Total Recommended - IF</b>	<b>574,218</b>	<b>599,832</b>
FY 21 Appropriation - PF	-	-
Policy Revisions	469,399	381,452
<b>Total Recommended - PF</b>	<b>469,399</b>	<b>381,452</b>

Positions	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	125	125
Policy Revisions	53	53
Current Services	1	1
<b>Total Recommended - GF</b>	<b>179</b>	<b>179</b>
FY 21 Appropriation - TF	-	-
Policy Revisions	7	7
<b>Total Recommended - TF</b>	<b>7</b>	<b>7</b>
FY 21 Appropriation - PF	-	-
Policy Revisions	2	2
<b>Total Recommended - PF</b>	<b>2</b>	<b>2</b>

## Reserve for Salary Adjustments OPM20100

### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Other Current Expenses</b>							
Reserve For Salary Adjustments	-	23,893,500	100,474,159	207,129,010	59,194,929	114,280,948	147.74
<b>Agency Total - General Fund</b>	-	<b>23,893,500</b>	<b>100,474,159</b>	<b>207,129,010</b>	<b>59,194,929</b>	<b>114,280,948</b>	<b>147.74</b>
Reserve For Salary Adjustments	-	2,055,500	8,263,900	17,923,600	4,215,171	9,184,921	105.07
<b>Agency Total - Special Transportation Fund</b>	-	<b>2,055,500</b>	<b>8,263,900</b>	<b>17,923,600</b>	<b>4,215,171</b>	<b>9,184,921</b>	<b>105.07</b>
<b>Total - Appropriated Funds</b>	-	<b>25,949,000</b>	<b>108,738,059</b>	<b>225,052,610</b>	<b>63,410,100</b>	<b>123,465,869</b>	<b>144.36</b>

Account	Governor Recommended	
	FY 22	FY 23

## *Policy Revisions*

### Eliminate Funding for State Employee General Wage Increases

Reserve For Salary Adjustments	(44,046,071)	(92,477,070)
<b>Total - General Fund</b>	<b>(44,046,071)</b>	<b>(92,477,070)</b>
Reserve For Salary Adjustments	(4,048,729)	(8,511,303)
<b>Total - Special Transportation Fund</b>	<b>(4,048,729)</b>	<b>(8,511,303)</b>

#### Governor

Eliminate funding for general wage increases of \$48,094,800 in FY 22 (\$44,046,071 in the General Fund and Special Industry Funds and \$4,048,729 in the Transportation Fund) and \$100,988,373 in FY 23 (\$92,477,070 in the General Fund and Special Industry Funds and \$8,511,303 in the Transportation Fund). Special Industry Funds include: Banking, Insurance, Consumer Counsel and Public Utility Control, and Workers' Compensation.

### Eliminate Funding for Non-Collectively Bargained State Employee General Wage Increases

Reserve For Salary Adjustments	-	(5,232,482)
<b>Total - General Fund</b>	-	<b>(5,232,482)</b>
Reserve For Salary Adjustments	-	(227,376)
<b>Total - Special Transportation Fund</b>	-	<b>(227,376)</b>

#### Governor

Eliminate funding for non-collectively bargained state employee general wage increases in FY 23 of \$5,232,482 in the General Fund and \$227,376 in the Transportation Fund.

## *Current Services*

### Provide Funding for Anticipated State Employee Wage and Tuition Related Costs

Reserve For Salary Adjustments	94,942,874	203,692,374
<b>Total - General Fund</b>	<b>94,942,874</b>	<b>203,692,374</b>
Reserve For Salary Adjustments	6,618,280	16,277,980
<b>Total - Special Transportation Fund</b>	<b>6,618,280</b>	<b>16,277,980</b>

Account	Governor Recommended	
	FY 22	FY 23

**Background**

The Reserve for Salary Adjustment (RSA) account is centralized in the Office of Policy and Management to budget for collective bargaining and related costs that were not included in the individual agency budgets.

**Governor**

Provide funding of \$101,561,154 in FY 22 (\$94,942,874 in the General Fund and \$6,618,280 in the Transportation Fund) and \$219,970,354 in FY 23 (\$203,692,374 in the General Fund and \$16,277,980 in the Transportation Fund) to be available to transfer to agencies for anticipated wage increases that were not included in individual agency budgets.

**Transfer Funding for Approved Bargaining Unit Agreements**

Reserve For Salary Adjustments	(15,595,374)	(15,595,374)
<b>Total - General Fund</b>	<b>(15,595,374)</b>	<b>(15,595,374)</b>
Reserve For Salary Adjustments	(409,880)	(409,880)
<b>Total - Special Transportation Fund</b>	<b>(409,880)</b>	<b>(409,880)</b>

**Governor**

Transfer funding of \$15,595,374 in both FY 22 and FY 23 to agencies in the General Fund and Special Industry Funds, and \$409,880 in both FY 22 and FY 23 in the Transportation Fund from the RSA account for previously approved collective bargaining contracts.

**Totals**

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	23,893,500	23,893,500
Policy Revisions	(44,046,071)	(97,709,552)
Current Services	79,347,500	188,097,000
<b>Total Recommended - GF</b>	<b>59,194,929</b>	<b>114,280,948</b>
FY 21 Appropriation - TF	2,055,500	2,055,500
Policy Revisions	(4,048,729)	(8,738,679)
Current Services	6,208,400	15,868,100
<b>Total Recommended - TF</b>	<b>4,215,171</b>	<b>9,184,921</b>

## Department of Administrative Services DAS23000

### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	578	579	579	579	755	722	30.40
Special Transportation Fund	-	-	-	-	31	31	n/a
Insurance Fund	-	-	-	-	1	1	n/a
Consumer Counsel and Public Utility Control Fund	-	-	-	-	1	1	n/a
Workers' Compensation Fund	-	-	-	-	1	1	n/a

### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	41,555,057	51,482,515	52,237,251	53,979,066	64,444,981	60,967,060	25.18
Other Expenses	27,190,378	31,181,530	33,487,248	33,809,329	29,014,392	28,688,951	(6.95)
<b>Other Current Expenses</b>							
Tuition Reimbursement - Training and Travel	584,964	-	-	-	-	-	n/a
Loss Control Risk Management	85,499	92,634	92,634	92,634	88,003	88,003	(5.00)
Employees' Review Board	8,565	17,611	17,611	17,611	17,611	17,611	-
Surety Bonds for State Officials and Employees	47,689	73,500	117,650	74,900	113,975	71,225	55.07
Quality of Work-Life	11,400	-	-	-	-	-	n/a
Refunds Of Collections	9,368	21,453	21,453	21,453	20,381	20,381	(5.00)
Rents and Moving	7,534,608	10,571,577	10,582,127	10,600,416	4,610,985	4,610,985	(56.38)
W. C. Administrator	4,975,000	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000	-
State Insurance and Risk Mgmt Operations	15,315,407	12,239,855	17,855,902	19,259,904	14,922,588	14,922,588	21.92
IT Services	13,991,696	16,325,576	20,772,553	20,706,610	24,274,194	24,940,353	48.69
Firefighters Fund	400,000	400,000	400,000	400,000	400,000	400,000	-
<b>Agency Total - General Fund</b>	<b>111,709,631</b>	<b>127,406,251</b>	<b>140,584,429</b>	<b>143,961,923</b>	<b>142,907,110</b>	<b>139,727,157</b>	<b>12.17</b>
Personal Services	-	-	-	-	2,672,073	2,774,845	n/a
State Insurance and Risk Mgmt Operations	9,634,746	8,934,370	12,959,750	14,684,655	11,011,449	11,011,449	23.25
IT Services	-	-	-	-	912,959	912,959	n/a
<b>Agency Total - Special Transportation Fund</b>	<b>9,634,746</b>	<b>8,934,370</b>	<b>12,959,750</b>	<b>14,684,655</b>	<b>14,596,481</b>	<b>14,699,253</b>	<b>63.37</b>
Personal Services	-	-	-	-	110,507	114,758	n/a
Fringe Benefits	-	-	-	-	98,020	101,790	n/a
<b>Agency Total - Insurance Fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>208,527</b>	<b>216,548</b>	<b>n/a</b>
Personal Services	-	-	-	-	72,643	75,437	n/a
Fringe Benefits	-	-	-	-	64,246	66,717	n/a
<b>Agency Total - Consumer Counsel and Public Utility Control Fund</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>136,889</b>	<b>142,154</b>	<b>n/a</b>
Personal Services	-	-	-	-	118,921	123,495	n/a
Fringe Benefits	-	-	-	-	106,434	110,528	n/a

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Agency Total - Workers' Compensation Fund	-	-	-	-	225,355	234,023	n/a
<b>Total - Appropriated Funds</b>	<b>121,344,377</b>	<b>136,340,621</b>	<b>153,544,179</b>	<b>158,646,578</b>	<b>158,074,362</b>	<b>155,019,135</b>	<b>15.94</b>

Account	Governor Recommended	
	FY 22	FY 23

## Policy Revisions

### Transfer Funding to Reflect the Consolidation of Human Resources and Labor Relations Functions

Personal Services	14,434,499	15,032,248
IT Services	1,382,553	1,393,153
<b>Total - General Fund</b>	<b>15,817,052</b>	<b>16,425,401</b>
<b>Positions - General Fund</b>	<b>198</b>	<b>198</b>
Personal Services	2,672,073	2,774,845
<b>Total - Special Transportation Fund</b>	<b>2,672,073</b>	<b>2,774,845</b>
<b>Positions - Special Transportation Fund</b>	<b>31</b>	<b>31</b>
Personal Services	110,507	114,758
Fringe Benefits	98,020	101,790
<b>Total - Insurance Fund</b>	<b>208,527</b>	<b>216,548</b>
<b>Positions - Insurance Fund</b>	<b>1</b>	<b>1</b>
Personal Services	72,643	75,437
Fringe Benefits	64,246	66,717
<b>Total - Consumer Counsel and Public Utility Control Fund</b>	<b>136,889</b>	<b>142,154</b>
<b>Positions - Consumer Counsel and Public Utility Control Fund</b>	<b>1</b>	<b>1</b>
Personal Services	118,921	123,495
Fringe Benefits	106,434	110,528
<b>Total - Workers' Compensation Fund</b>	<b>225,355</b>	<b>234,023</b>
<b>Positions - Workers' Compensation Fund</b>	<b>1</b>	<b>1</b>

#### Background

The Governor's FY 22 and FY 23 Budget annualizes the consolidation of 1) human resources functions within the Department of Administrative Services (DAS) by transferring \$19.1 million in FY 22 and \$19.8 million from various agencies to DAS, and 2) labor relations functions within the Office of Policy and Management by transferring \$5.4 million in FY 22 and \$5.6 million in FY 23 from various agencies to OPM. During FY 21, human resources and labor relations positions were transferred to DAS and OPM respectively.

#### Governor

Transfer funding of \$19.1 million and 232 positions in FY 22 and \$19.8 million and 232 positions into DAS for the centralization of human resources functions.

### Transfer Funding for Microsoft 365 Software Licenses to DAS

IT Services	5,254,851	5,616,623
<b>Total - General Fund</b>	<b>5,254,851</b>	<b>5,616,623</b>
IT Services	912,959	912,959
<b>Total - Special Transportation Fund</b>	<b>912,959</b>	<b>912,959</b>

#### Background

This adjustment would centralize funding into DAS for software and operating system costs statewide, including new licenses that were needed as a result of the telecommuting effort during the pandemic.

#### Governor

Transfer funding of \$1.7 million from various agencies in both FY 22 and FY 23 to DAS for the centralized purchase and management of software licenses. Provide additional funding of \$4.5 million in FY 22 and \$4.8 million in FY 23.



Account	Governor Recommended	
	FY 22	FY 23

### Provide Funds for Anticipated Premium Increases

State Insurance and Risk Mgmt Operations	2,682,733	2,682,733
<b>Total - General Fund</b>	<b>2,682,733</b>	<b>2,682,733</b>
State Insurance and Risk Mgmt Operations	2,077,079	2,077,079
<b>Total - Special Transportation Fund</b>	<b>2,077,079</b>	<b>2,077,079</b>

#### Background

In FY 21 the General Fund State Insurance and Risk Management Operations account is estimated to run a deficiency.

#### Governor

Provide funding of \$4,759,812 in each of FY 22 and FY 23 (\$2,682,733 in the General Fund and \$2,077,079 in the Transportation Fund) to account for the FY 21 deficiency.

### Achieve Property Management Savings by Rebidding and Combining Other Properties

Other Expenses	(1,407,706)	(2,012,293)
<b>Total - General Fund</b>	<b>(1,407,706)</b>	<b>(2,012,293)</b>

#### Background

The Department of Administrative Services will seek to reduce the state's footprint by selling or transferring the following properties: 18-20 Trinity Street, 30 Trinity Street, 129 Lafayette Street, and 38 Wolcott Hill Road.

#### Governor

Reduce funding by \$1,407,706 in FY 22 and by \$2,012,293 in FY 23 to reflect savings from the sale or transfer of unneeded state properties and property management consolidations. In addition, savings will be achieved by consolidating property management contracts for several properties.

### Reflect Savings Resulting from Centralization of Human Resources Functions

Personal Services	(1,048,400)	(6,388,400)
<b>Total - General Fund</b>	<b>(1,048,400)</b>	<b>(6,388,400)</b>
<b>Positions - General Fund</b>	<b>(25)</b>	<b>(58)</b>

#### Background

The Governor's FY 22 and FY 23 Budget consolidates human resources functions within DAS.

#### Governor

Reduce funding by \$1,048,400 and 25 positions in FY 22 and by \$6,388,400 and 58 positions in FY 23 to reflect savings associated with centralizing human resources functions into DAS.

### Annualize FY 2021 Rescissions

Personal Services	(482,825)	(482,825)
Other Expenses	(155,908)	(155,908)
Loss Control Risk Management	(4,631)	(4,631)
Surety Bonds for State Officials and Employees	(3,675)	(3,675)
Refunds Of Collections	(1,072)	(1,072)
IT Services	(500,000)	(500,000)
<b>Total - General Fund</b>	<b>(1,148,111)</b>	<b>(1,148,111)</b>

#### Background

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.

#### Governor

Reduce funding by \$1,148,111 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

### Provide Funding for Wage and Compensation Related Increases

Personal Services	368,367	2,362,630
<b>Total - General Fund</b>	<b>368,367</b>	<b>2,362,630</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment

Account	Governor Recommended	
	FY 22	FY 23

(COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

**Governor**

Provide funding of \$368,367 in FY 22 and \$2,362,630 in FY 23 to reflect this agency's increased wage costs.

**Transfer Funds to Military and CSL for Electricity Bill at the Hartford Armory and State Library**

Other Expenses	(483,875)	(483,875)
<b>Total - General Fund</b>	<b>(483,875)</b>	<b>(483,875)</b>

**Background**

DAS previously covered the electricity costs for the Military department and the Connecticut State Library.

**Governor**

Transfer \$483,875 in FY 22 and FY 23 from Other Expenses to reflect the transfer of electricity costs to the Military and the Connecticut State Library.

**Reduce Operational Costs at 450 Columbus Boulevard by Reducing Security and Cleaning Contracts**

Other Expenses	(306,056)	(306,056)
<b>Total - General Fund</b>	<b>(306,056)</b>	<b>(306,056)</b>

**Background**

Reduce Operational costs at 450 Columbus Boulevard for security and cleaning contracts.

**Governor**

Reduce Other Expenses by \$306,056 in both FY 22 and FY 23 to reflect their negotiation of security and cleaning contracts.

**Achieve Savings by Converting Lighting to LEDs**

Other Expenses	(244,750)	(244,750)
<b>Total - General Fund</b>	<b>(244,750)</b>	<b>(244,750)</b>

**Governor**

Reduce funding by \$244,750 in FY 22 and FY 23 to reflect the anticipated savings for the Light Emitting Diode (LED) lighting upgrades. These savings represent efficiencies in lighting upgrades at 505 Hudson Street, 55 Farmington Avenue, and the Capitol Avenue complex.

**Achieve Savings by Reducing Security Costs**

Other Expenses	(239,925)	(239,925)
<b>Total - General Fund</b>	<b>(239,925)</b>	<b>(239,925)</b>

**Governor**

Reduce Other Expenses by \$239,925 in both FY 22 and FY 23 to reflect renegotiating security contracts at 165 Capitol Avenue, 450 Capitol Avenue, and 61 Woodland Street to achieve savings.

**Current Services**

**Eliminate Funding for 55 Elm Street Lease**

Rents and Moving	(5,960,592)	(5,960,592)
<b>Total - General Fund</b>	<b>(5,960,592)</b>	<b>(5,960,592)</b>

**Governor**

Reduce funding by \$5,960,592 in FY 22 and FY 23 to reflect that the State is no longer leasing 55 Elm Street.

**Provide Funding for the Annual License Costs for the Statewide Timekeeping System**

IT Services	1,555,214	1,586,319
<b>Total - General Fund</b>	<b>1,555,214</b>	<b>1,586,319</b>

Account	Governor Recommended	
	FY 22	FY 23

**Background**

A statewide timekeeping system was initially funded from the IT Capital Investment Program covering the annual maintenance, licenses, and subscriptions. In FY 22 the bond funded portion of the project will end and licensing expenses will transition to the operating budget.

**Governor**

Provide funding of \$1,555,214 in FY 22 and FY 23 to handle the transition to the operating budget.

**Adjust Personal Services to Reflect Current Services**

Personal Services	(517,175)	(1,247,108)
<b>Total - General Fund</b>	<b>(517,175)</b>	<b>(1,247,108)</b>

**Governor**

Reduce funding by \$517,175 in FY 22 and \$1,247,108 in FY 23 based on current services.

**Provide Funds for Operational Expenses at 165 Capitol Avenue**

Other Expenses	390,375	390,375
<b>Total - General Fund</b>	<b>390,375</b>	<b>390,375</b>

**Governor**

Provide funding of \$390,375 in both FY 22 and FY 23 for operational expenses.

**Provide Funds for Anticipated Cleaning and Security Contract Increases Due to Prevailing Wages**

Other Expenses	271,707	550,853
<b>Total - General Fund</b>	<b>271,707</b>	<b>550,853</b>

**Governor**

Provide funding of \$271,707 in FY 22 and \$550,853 in FY 23 for security and cleaning contracts that are anticipated to increase due to prevailing wages.

**Provide Funds for the State Marshal Commission Portal Developed in FY20**

Other Expenses	9,000	9,000
IT Services	256,000	518,682
<b>Total - General Fund</b>	<b>265,000</b>	<b>527,682</b>

**Governor**

Provide funding of \$265,000 in FY 22 and \$527,682 in FY 23 for maintenance of the State Marshal portal, increased internet bandwidth capacity, and licenses and subscriptions for JobApps and other software.

**Provide Funding for Transition from IT Bond Funds for eLicensing Transition Consulting to PS**

Personal Services	208,000	208,000
<b>Total - General Fund</b>	<b>208,000</b>	<b>208,000</b>
<b>Positions - General Fund</b>	<b>3</b>	<b>3</b>

**Governor**

Provide funding of \$208,000 in both FY 22 and FY 23 for three full-time positions to continue work currently being performed by consultants funded with bond funds. Two positions will focus on the Enterprise Content Management project while one position will be dedicated to the eLicensing system.

**Provide Funds for State Employee Comprehensive Bond**

Surety Bonds for State Officials and Employees	44,150	1,400
<b>Total - General Fund</b>	<b>44,150</b>	<b>1,400</b>

**Governor**

Provide funding of \$44,150 in FY 22 and \$1,400 in FY 23. Funding is provided for a comprehensive bond to cover all state officers and employees as required by statute. This bond renews every three years and this premium will be paid in FY 22. The bond indemnifies the state against employee theft, forgery or alteration, money order and counterfeit money, computer crime, and funds transfer fraud.

Account	Governor Recommended	
	FY 22	FY 23

### Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	127,406,251	127,406,251
Policy Revisions	19,244,180	16,263,977
Current Services	(3,743,321)	(3,943,071)
<b>Total Recommended - GF</b>	<b>142,907,110</b>	<b>139,727,157</b>
FY 21 Appropriation - TF	8,934,370	8,934,370
Policy Revisions	5,662,111	5,764,883
<b>Total Recommended - TF</b>	<b>14,596,481</b>	<b>14,699,253</b>
FY 21 Appropriation - IF	-	-
Policy Revisions	208,527	216,548
<b>Total Recommended - IF</b>	<b>208,527</b>	<b>216,548</b>
FY 21 Appropriation - PF	-	-
Policy Revisions	136,889	142,154
<b>Total Recommended - PF</b>	<b>136,889</b>	<b>142,154</b>
FY 21 Appropriation - WF	-	-
Policy Revisions	225,355	234,023
<b>Total Recommended - WF</b>	<b>225,355</b>	<b>234,023</b>

Positions	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	579	579
Policy Revisions	173	140
Current Services	3	3
<b>Total Recommended - GF</b>	<b>755</b>	<b>722</b>
FY 21 Appropriation - TF	-	-
Policy Revisions	31	31
<b>Total Recommended - TF</b>	<b>31</b>	<b>31</b>
FY 21 Appropriation - IF	-	-
Policy Revisions	1	1
<b>Total Recommended - IF</b>	<b>1</b>	<b>1</b>
FY 21 Appropriation - PF	-	-
Policy Revisions	1	1
<b>Total Recommended - PF</b>	<b>1</b>	<b>1</b>
FY 21 Appropriation - WF	-	-
Policy Revisions	1	1
<b>Total Recommended - WF</b>	<b>1</b>	<b>1</b>

## Workers' Compensation Claims - Administrative Services

### DAS23100

#### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
<b>Other Current Expenses</b>							
Workers' Compensation Claims	8,152,804	8,259,800	10,813,924	11,953,924	8,259,800	8,259,800	-
Workers' Compensation Claims - University of Connecticut	-	-	-	-	2,271,228	2,271,228	n/a
Claims - University of Connecticut Health Center	-	-	-	-	2,917,484	2,917,484	n/a
12T26	-	-	-	-	3,289,276	3,289,276	n/a
Claims - Department of Children and Families	-	-	-	-	9,933,562	9,933,562	n/a
12T28	-	-	-	-	16,721,165	16,721,165	n/a
Claim Department of Emergency Services and Public Protection	-	-	-	-	3,723,135	3,723,135	n/a
Claims - Department of Developmental Services	-	-	-	-	15,404,040	15,404,040	n/a
Workers' Compensation Claims - Department of Correction	-	-	-	-	31,115,914	31,115,914	n/a
<b>Agency Total - General Fund</b>	<b>8,152,804</b>	<b>8,259,800</b>	<b>10,813,924</b>	<b>11,953,924</b>	<b>93,635,604</b>	<b>93,635,604</b>	<b>1,033.63</b>
Workers' Compensation Claims	5,000,091	6,723,297	8,793,681	9,933,681	6,723,297	6,723,297	-
<b>Agency Total - Special Transportation Fund</b>	<b>5,000,091</b>	<b>6,723,297</b>	<b>8,793,681</b>	<b>9,933,681</b>	<b>6,723,297</b>	<b>6,723,297</b>	<b>-</b>
<b>Total - Appropriated Funds</b>	<b>13,152,895</b>	<b>14,983,097</b>	<b>19,607,605</b>	<b>21,887,605</b>	<b>100,358,901</b>	<b>100,358,901</b>	<b>569.81</b>

Account	Governor Recommended	
	FY 22	FY 23

## *Policy Revisions*

### Transfer Funding for Workers' Compensation Claims to DAS

Workers' Compensation Claims - University of Connecticut	2,271,228	2,271,228
Claims - University of Connecticut Health Center	2,917,484	2,917,484
12T26	3,289,276	3,289,276
Claims - Department of Children and Families	9,933,562	9,933,562
12T28	16,721,165	16,721,165
Claim Department of Emergency Services and Public Protection	3,723,135	3,723,135
Claims - Department of Developmental Services	15,404,040	15,404,040
Workers' Compensation Claims - Department of Correction	31,115,914	31,115,914
<b>Total - General Fund</b>	<b>85,375,804</b>	<b>85,375,804</b>

#### Background

Workers' Compensation Claims accounts for UCONN, UCONN Health Center, Board of Regents for Higher Education, Departments of Children and Families, Correction, Developmental Services, Emergency Services and Public Protection, and Mental Health and Addiction Services are consolidated within the Department of Administrative Services - Workers' Compensation Claims. A total of \$85,375,804 is transferred in both FY 22 and FY 23 to DAS.

#### Governor

Transfer funding of \$85,375,804 in both FY 22 and FY 23 to reflect consolidating workers' compensation claims within DAS.

Account	Governor Recommended	
	FY 22	FY 23

### Totals

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	8,259,800	8,259,800
Policy Revisions	85,375,804	85,375,804
<b>Total Recommended - GF</b>	<b>93,635,604</b>	<b>93,635,604</b>

## Attorney General OAG29000

### Permanent Full-Time Positions

Fund	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
General Fund	311	311	311	311	311	311	-

### Budget Summary

Account	Actual FY 20	Appropriation FY 21	Agency Requested		Governor Recommended		% Diff Gov-App FY 22
			FY 22	FY 23	FY 22	FY 23	
Personal Services	29,835,021	30,870,633	33,365,900	34,627,130	33,165,900	34,449,267	7.44
Other Expenses	992,016	1,019,910	1,019,910	1,019,910	1,034,810	1,034,810	1.46
<b>Agency Total - General Fund</b>	<b>30,827,037</b>	<b>31,890,543</b>	<b>34,385,810</b>	<b>35,647,040</b>	<b>34,200,710</b>	<b>35,484,077</b>	<b>7.24</b>

Account	Governor Recommended	
	FY 22	FY 23

## *Policy Revisions*

### Annualize FY 21 Rescissions

Personal Services	(200,000)	(200,000)
Other Expenses	(5,100)	(5,100)
<b>Total - General Fund</b>	<b>(205,100)</b>	<b>(205,100)</b>

#### Background

The Governor implemented General Fund rescissions in FY 21 totaling \$25.3 million across state agencies. The Governor's FY 22 and FY 23 Budget annualizes \$22.6 million of these rescissions in both FY 22 and FY 23 across various agencies.

#### Governor

Reduce funding by \$205,100 in both FY 22 and FY 23 to annualize the Governor's FY 21 rescissions.

### Provide Funding for Electronic Signature Software

Other Expenses	20,000	20,000
<b>Total - General Fund</b>	<b>20,000</b>	<b>20,000</b>

#### Governor

Provide funding of \$20,000 in both FY 22 and FY 23 for software enabling electronic signing of documents.

## *Current Services*

### Provide Funding for Wage and Compensation Related Increases

Personal Services	137,588	1,420,955
<b>Total - General Fund</b>	<b>137,588</b>	<b>1,420,955</b>

#### Background

The Governor's FY 22 and FY 23 Budget provides funding of \$135.9 million in FY 22 and \$383.9 million in FY 23, across six appropriated funds, to reflect current services wage-related adjustments such as an annual increment, cost of living adjustment

Account	Governor Recommended	
	FY 22	FY 23

(COLA), general wage increase, and the 27<sup>th</sup> payroll. Normally there are 26 pay periods in a fiscal year, however, every 11 years there is an additional pay period. The 27<sup>th</sup> payroll occurs again in FY 23.

**Governor**

Provide funding of \$137,588 in FY 22 and \$1,420,955 in FY 23 to reflect this agency's increased wage costs.

**Transfer Funding from RSA to Agencies for Collective Bargaining Agreements**

Personal Services	2,357,679	2,357,679
<b>Total - General Fund</b>	<b>2,357,679</b>	<b>2,357,679</b>

**Background**

The Governor's FY 22 and FY 23 Budget transfers funding of \$15.6 million in both FY 22 and FY 23 in the General Fund, and \$409,880 in both FY 22 and FY 23 in the Special Transportation Fund from the Reserve for Salary Adjustment account (RSA) to agencies for previously approved collective bargaining contracts.

**Governor**

Transfer funding of \$2,237,679 in both FY 22 and FY 23 from RSA to reflect this agency's collective bargaining wage increases.

**Totals**

Budget Components	Governor Recommended	
	FY 22	FY 23
FY 21 Appropriation - GF	31,890,543	31,890,543
Policy Revisions	(185,100)	(185,100)
Current Services	2,495,267	3,778,634
<b>Total Recommended - GF</b>	<b>34,200,710</b>	<b>35,484,077</b>