

Connecticut General Assembly



OFFICE OF FISCAL ANALYSIS

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October 18, 2010

TO: Senator Joan Hartley
Representative T. R. Rowe
Co-Chairs, Regulations Review Committee

FROM: Alan Calandro, Director

A handwritten signature in black ink, appearing to read "Alan Calandro".

SUBJECT: Review of Agenda Items for the October 26, 2010 Meeting

OFA has reviewed the state and municipal fiscal impact of the six items on the agenda (items 2010-045 thru 2010-047, 2010-032a, 2010-036a and 2010-039a) for the above meeting.¹ The following table summarizes our review.

¹ CGS Section 2-71c(c)(7) requires OFA to prepare "short analyses of the costs and long range projections of ... proposed agency regulations."

Reg. #	Agency	Is Agency Estimate of State Impact Reasonable?	Is Agency Estimate of Municipal Impact Reasonable?	Did Agency Submit a Small Business Impact Statement? ²	Did Agency Submit a Regulatory Flexibility Analysis? ³
2010-045	Motor Veh.	Yes	Yes	Yes	No
2010-046	Insurance	Yes	Yes	Yes	No
2010-047	Environ. Prot.	Yes	Yes	Yes	Yes
2010-032a	Soc. Services	Yes	Yes	Yes	No
2010-036a	Labor	See below	Yes	Yes	No
2008-039a	Motor Veh.	Yes	Yes	Yes	No

2010-036a Department of Labor - "Pertaining to Unemployment Compensation"

The agency fiscal estimate identifies a cost of \$13,900 and revenue gain of \$13,900 associated with the proposed regulation. We concur with the net cost of \$13,900 to all appropriated state funds; there is no corresponding revenue gain to appropriated state funds, however, and as such we do not concur with the \$13,900 annual revenue gain.⁴

As a reimbursing employer, the state is responsible for reimbursing the Unemployment Compensation Fund (UCF) dollar-for-dollar for benefits paid. Accordingly, the proposed regulation is estimated to result in a total cost to the state of up to \$13,900 annually, which is not directly offset by any revenue to appropriated state funds.

AC: lmk
 Regs-Oct26,2010-donotconcur
 Office of Fiscal Analysis

² PA 09-19 requires agencies to prepare a small business impact statement on all regulation submittals, effective October 1, 2009.

³ CGS 4-168(a) requires agencies to prepare a regulatory flexibility analysis statement on all regulation submittals when there is an impact on small businesses.

⁴ Please note that while these regulations do enable to state to receive a one-time distribution of approximately \$58.0 million in federal funds to the Unemployment Compensation Fund (UCF), the state costs pertain to all appropriated funds rather than to the UCF.