

# Connecticut General Assembly

OFFICE OF FISCAL ANALYSIS  
LEGISLATIVE OFFICE BUILDING  
ROOM 5200

HARTFORD, CONNECTICUT 06106-1591

PHONE: (860) 240-0200 FAX: (860) 240-0052 E-MAIL: ofa@po.state.ct.us

## Year-End Analysis of the FY 98 General Fund and Transportation Fund Budgets September 30, 1998

### Overview

General Fund  
Transportation Fund  
Charts

### I. General Fund

Final Figures Compared to the Original Budget  
Revenues  
Expenditures  
Exhibit A: FY 98 General Fund Summary  
Exhibit B: FY 98 General Fund Revenue  
FY 98 General Fund Deficiency Appropriations  
FY 98 General Fund Lapsing Appropriations  
Exhibit C: FY 98 General Fund Lapsing Appropriations of \$1 Million or More  
Exhibit D: General Fund Account Detail

### II. Transportation Fund

Revenues  
Expenditures  
FY 98 Transportation Fund Lapsing Appropriations  
Exhibit E: FY 98 Transportation Fund Summary  
Exhibit F: FY 98 Transportation Fund Revenue  
Exhibit G: Transportation Fund Account Detail  
Exhibit H: FY 98 Transportation Fund Lapsing Appropriations of \$1 Million or More

## **Overview**

### **General Fund**

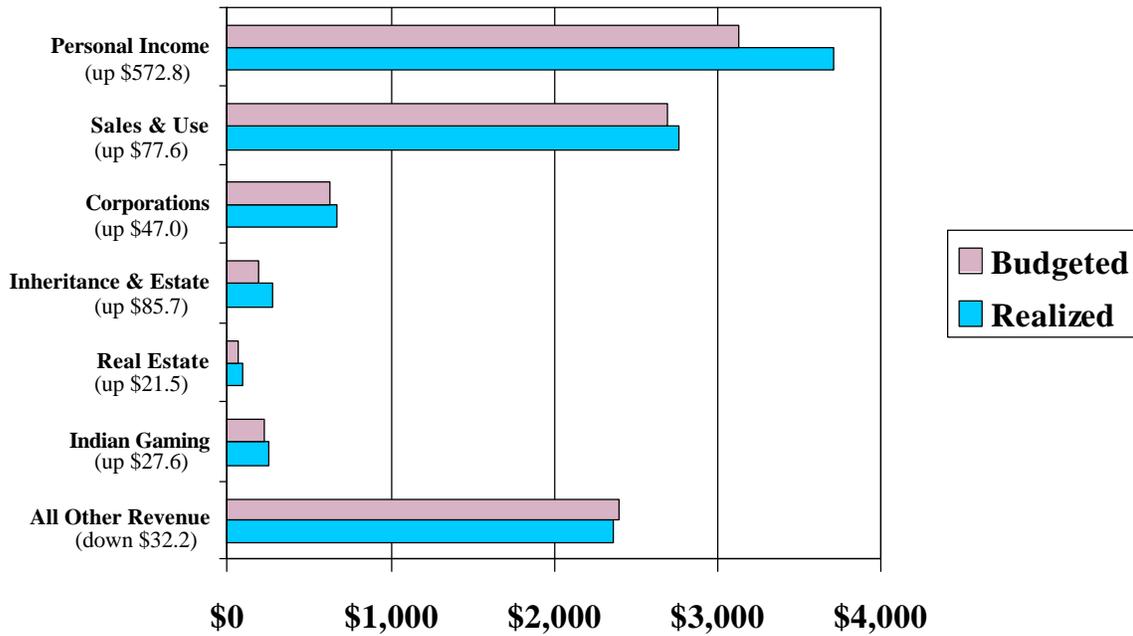
Due to \$800 million in additional revenues above the budget plan, offset by \$237.8 million in operational adjustments (including \$108.6 million in deficiency appropriations and \$58 million in lower savings from the Early Retirement Incentive Program), the FY 98 General Fund surplus from operations totaled \$562.2 million or 6% of the budget. After appropriating \$249.3 million of this amount for various purposes (including \$124.5 million for the Tax Rebate Program and related costs, \$80 million for Year 2000 Information Technology Conversions and \$40 million for Property Tax Relief), a surplus of \$312.9 million remained. Of this figure, \$161.7 million has been transferred to the Budget Reserve Fund (Rainy Day Fund) with the remaining balance of \$151.2 million in unappropriated surplus going to Debt Retirement.

### **Transportation Fund**

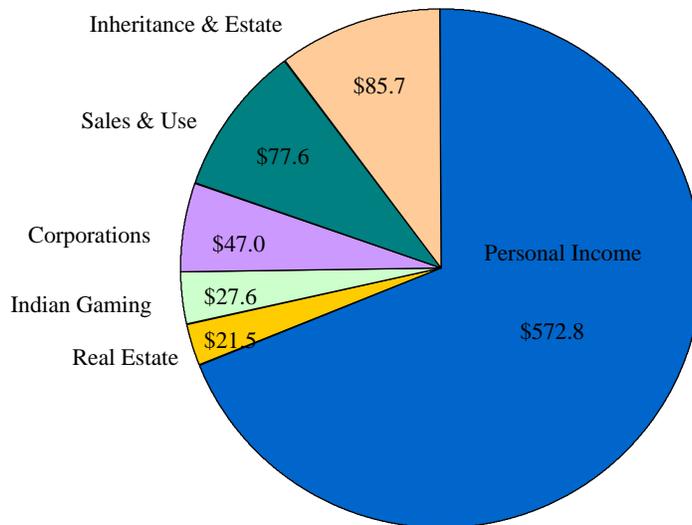
Due to \$29.1 million in additional revenues above the budget plan and \$17.3 million in lower spending requirements, the FY 98 Transportation Fund surplus from operations totaled \$46.4 million or 5.6% of the budget. After deducting the \$15 million appropriated for FY 99 Debt Service, the remaining surplus of \$31.4 million will be used for debt retirement. This leaves the required fund balance of \$20 million as of June 30, 1998.

For more information, please refer to the individual sections of this report related to the General Fund and the Transportation Fund. The charts immediately following this overview are designed to give a visual perspective of the additional revenue which contributed toward the FY 98 General Fund surplus and the manner in which it was dispersed.

## \$800 Million in Additional General Fund Revenue (Net) for FY 98 by Major Category (in millions)

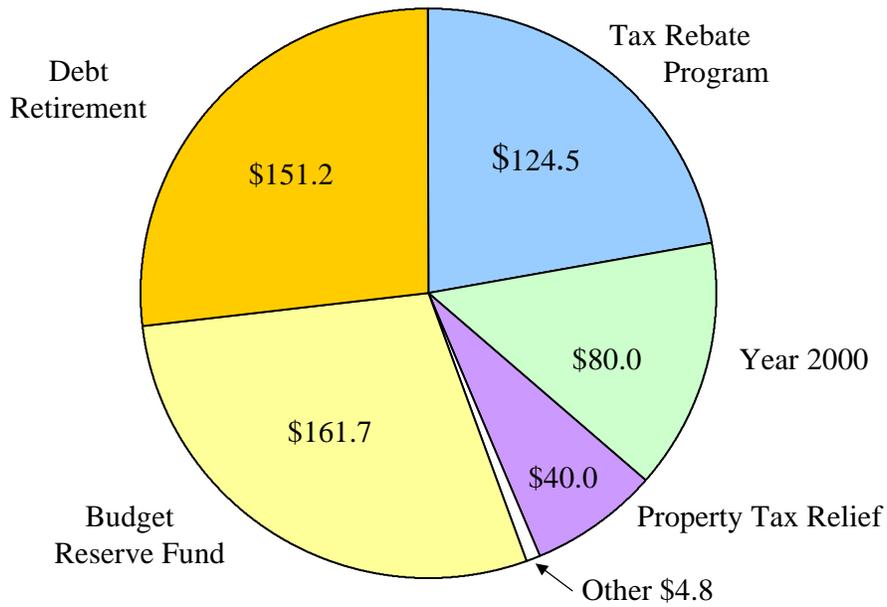


## Additional General Fund Revenue Realized Above Budget for FY 98 by Major Category (in millions)

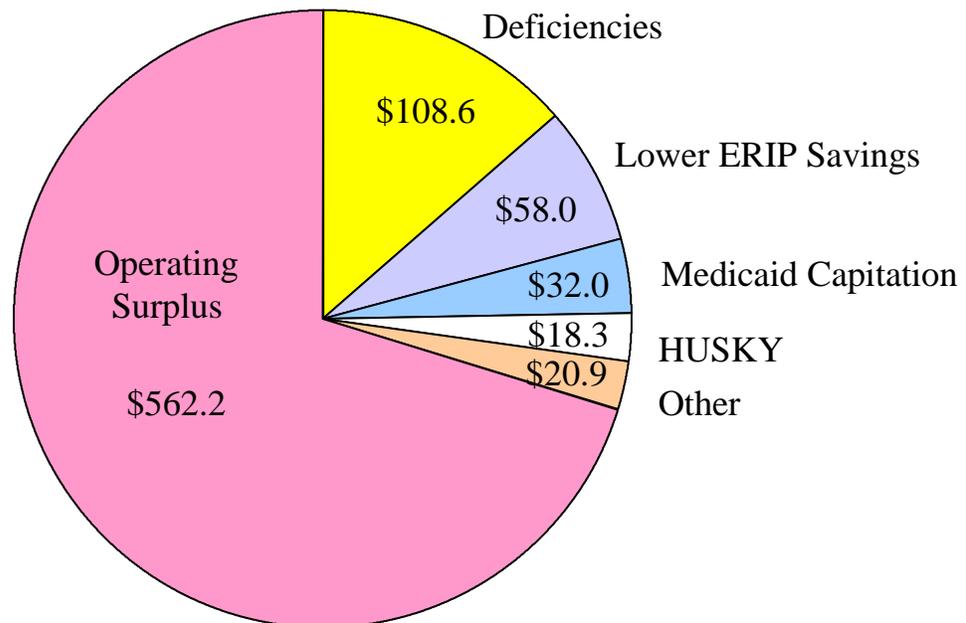


Pie Chart elements total \$832.2 million, whereas the amount realized from All Other Revenues was down \$32.2 million (net) from the budgeted level, resulting in \$800.0 million in net additional revenue.

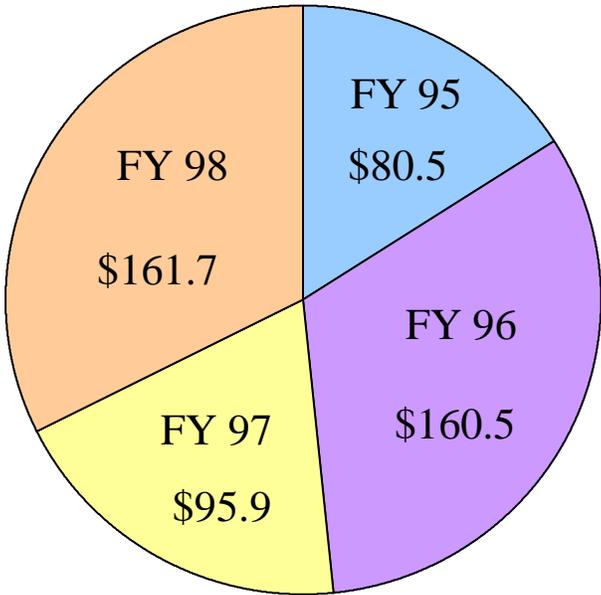
## Use of FY 98 General Fund Operating Surplus of \$562.2 Million



## Disposition of \$800 Million in Additional General Fund Revenue for FY 98



**Contributions from FY 95 through FY 98 Surpluses to the  
Budget Reserve (Rainy Day) Fund  
(in millions)**



With the \$161.7 million contribution from FY 98 surplus, the Budget Reserve Fund has reached its maximum at \$498.6 million, or 5.0% of the FY 99 budget.

## **I. General Fund**

### **Final Figures Compared to the Original Budget**

The budget adopted by the General Assembly in June 1997 for FY 98 anticipated General Fund revenues of \$9,342.4 million and General Fund expenditures of \$9,342.2 million. Thus, at the time the budget was adopted, revenue estimates exceeded total net appropriations by \$0.2 million.

The General Fund ended FY 98 with an operating surplus of \$562.2 million, or 6% of the budget. The surplus resulted primarily from higher than budgeted revenues (up \$799.8 million or 8.6%) and expenditures and additional appropriations that were over budget by \$237.8 million. After appropriating an additional \$249.3 million for the purposes outlined below, the remaining surplus amounts to \$312.9 million. Of this figure, \$161.7 million has been transferred to the Budget Reserve Fund (Rainy Day Fund) in accordance with Sec. 4-30a, CGS with the remaining balance of \$151.2 million in unappropriated surplus going to Debt Retirement in accordance with the Article XXVIII of the state constitution.

When added to the current balance of \$336.9 million, the Budget Reserve Fund has reached its maximum at \$498.6 million, or 5% of the budget. Under current law, the Budget Reserve Fund can grow to equal 5% of the General Fund and is to be used only to fund a future deficit. Please refer to Exhibit A for a summary of total General Fund revenues and expenditures for FY 98.

### **Revenues**

FY 98 revenues were \$800 million above budget plan projections, which represents 8.6% of total revenues. While most revenue items were above their original estimates, the significant items were (1) the Personal Income Tax, (2) Sales Tax, (3) Corporation Business Tax, (4) Inheritance Tax, (5) Real Estate Conveyance Tax, (6) Indian Gaming Payments, and (7) Interest Income.

Income tax revenue finished \$572.8 million above budget plan projections, \$461.1 million as a result of higher collections and \$111.7 million from lower than anticipated refunds. The budget estimate projected modest 1.8% revenue growth because it was assumed that the growth realized in the stock market for the past two years would not continue. This assumption proved incorrect since the stock market experienced its third straight year of double-digit growth, resulting in the greatest "bull market" in history. This unprecedented bull market is the main reason why revenues grew at 15.6% rather than the budgeted 1.8%.

The booming stock market translated into income tax revenue in various ways.

Capital gain earnings from selling stock, which was partially due to the behavioral response to the federal tax change. Investors who waited for the federal government to fulfill its long-time promise of a lower capital gains tax rate, took their gain after the legislation was signed into law August 5, 1997;

Income from 401(k) plans and IRA's, which may have large stock holdings, are being drawn down by retirees as well as over half of workers who, when they are changing jobs, cash in their accounts - thus raising their tax bills;

The booming stock market coupled with low interest rates has caused individuals to pour money into mutual funds which translates into many more people getting hit with capital gains from high stock turnover;

As the stock market continued to grow, stock options exercised by executives were more valuable than the previous year, therefore, given the current options boom, greater tax revenue was realized from this source.

The Sales Tax revenue finished above the budget plan estimate by \$77.6 million. The budget estimate assumed that consumers had satisfied all of their pent-up demand built up by the recession in the early 1990s and that revenues would grow near the historic trend mark of 5.5%. Due to the wealth effect resulting from the booming stock market and a strong overall economy, consumer demand remained high, which translated into better than expected collections.

The Corporation Business Tax revenue finished above the budget plan estimate by \$47 million as a result of \$37.6 million in higher collections and \$9.4 million in lower than anticipated refunds. Revenues were higher as a result of the continued overall health of the business climate.

The Inheritance Tax revenue finished above the budget plan estimate by \$85.7 million. Revenues grew by an unprecedented 51.5% as a result of estates being worth more due to increases in asset value, primarily from stocks. In addition, the state received payments from several substantial estates and one very large estate.

The Real Estate Conveyance Tax finished \$21.5 million above the budget plan estimates. FY 98's growth rate of 24.6% was on top of 15.4% growth in FY 97, which indicates that the housing market has rebounded from declining levels experienced in the late 1980s and early 1990s. This resurgence is primarily explained by historically low interest rates that have made the cost of buying a first home or a larger home more viable for many families and the overall strength in the economy that has kept consumer confidence high.

Indian Gaming payments finished \$27.6 million above the budget plan, \$15 million from activity at the Foxwood's Casino and \$12.6 million from the Mohegan Sun Casino. Revenues from Foxwood's grew by 14% and by 21% from the Mohegan Sun. These rates outpaced the growth experienced by Nevada and New Jersey slot machines which was around 6%.

Investment Income finished \$17.7 million above budget plan estimates. Investment income was stronger than anticipated because: (1) revenue collections far exceeded budget plan estimates resulting in the state having more cash to invest during the year, and (2) the FY 97 surplus was approximately \$100 million more than what was projected when the FY 98 budget was adopted resulting in more money in the short term investment fund at the start of FY 98.

Lower than anticipated federal grants revenue of \$58.9 million (or 3.1% of the budget act estimate) is primarily due to revenue changes in the following areas: Temporary Assistance to Needy Families (TANF) (\$11.5 million), Intermediate Care Facilities - Mentally Retarded (ICF/MR) reimbursement (\$12.5 million), Disproportionate Share (DSH) (\$3 million), Child Support Collections (\$12 million) and Title IV-E reimbursements (\$5 million). The state TANF, support collections and ICF/MR programs had all recently undergone numerous changes which made the projection of revenues uncertain. Federal support of the DSH program was reduced as part of the Federal Balanced Budget act, which lowered the state's allotment of DSH funds. Revenue under Title IV-E was lower than anticipated due to a technical delay in the processing of claims. It is anticipated the additional revenue related to these back claims will be realized in FY 99.

## Expenditures

As originally budgeted, expenditure requirements had been estimated at \$9,342.2 million. However, actual FY 98 expenditures and additional appropriations were \$9,580 million or \$237.8 million higher than originally anticipated. This figure includes additional requirements (deficiency appropriations) of \$108.6 million; other appropriations (totaling \$52 million) for the HUSKY Plan (\$18.3 million), Food Stamps for Legal Immigrants (\$1.7 million) and Medicaid Capitation Payment (\$32 million); Adjudicated Claims of \$5.3 million; Refunds of Escheated Property of \$8.8 million; lower savings from the Early Retirement Incentive Program of \$58 million; other net lower lapses of \$5.7 million; and a miscellaneous expenditure adjustment of -\$0.6 million.

The major deficiencies were in the Department of Social Services (DSS) (\$82.6 million) and the State Employees Health Service Cost account (\$10 million). In DSS, the Medicaid account had a shortfall of \$67.4 million after FAC transfers of \$19.6 million to other accounts (including \$12.5 million for the General Assistance program and \$6.6 million for the Connecticut Pharmaceutical Assistance Contract for the Elderly (ConnPACE) program). This deficiency was offset by an expected revenue gain of \$23.9 million due to federal Medicaid reimbursement for increased expenditures in FY 98. Major contributors to the shortfall were less than expected savings from initiatives in the FY 98 budget related to pharmacy, home health care and Medicaid managed care. The Temporary Family Assistance (TFA) account had a \$15.2 million shortfall because the budget had anticipated a continuation of declining caseloads which actually increased slightly during the first quarter of FY 98. Regarding the State Employees Health Service Cost account, a \$10 million payment to Anthem Blue Cross and Blue Shield was required as part of an agreement between Anthem and the State Comptroller that would maintain for FY 99 the current health insurance rates for active and retired state employees and keep the Rate Stabilization Reserve (RSR) cap at \$53.3 million.

Other shortfalls, in excess of \$1 million, occurred in the State Comptroller's Sundry Purposes account (\$7 million), the Department of Mental Retardation (\$5 million), the State Comptroller's Refunds of Payments account (\$1.9 million), and the Department of Public Works (\$1 million). For complete explanations of all deficiencies, please see the section pertaining to FY 98 General Fund Deficiency Appropriations.

The General Fund's year-end lapse was \$63.7 million lower than the original estimated lapse of \$191.9 million. This was primarily due to \$58 million in lower savings from the Early Retirement Incentive Program (ERIP). The original budgeted General Fund savings for ERIP was \$104.7 million, whereas \$46.7 million was realized. Lower lapses due to additional carry-forwards into FY 99 amounted to \$17 million, which was partially offset by \$11.3 million of additional lapse, due to lower spending in some agencies. The largest lapse (\$15.6 million) occurred in the Department of Mental Health and Addiction Services (DMHAS) primarily due to delays in the start-up of certain projects as well as Personal Services holdbacks. The Department of Correction lapsed \$12.3 million primarily due to Personal Services and Other Expenses holdbacks as well as overtime reductions and the Early Retirement Incentive Program (ERIP). The Office of Policy and Management (OPM) lapsed \$11.7 million primarily due to lower costs than budgeted in the PILOT for Manufacturing Equipment account and the Tax Relief for Elderly Homeowners account. For complete explanations of major lapses, please see the section pertaining to FY 98 General Fund Lapsing Appropriations.

The \$249.3 million in additional appropriations from projected surplus were provided for:

- Year 2000 Information Technology Conversions (\$80 million);
- Tax Rebate Program (\$115 million);
- administrative costs associated with the Tax Rebate Program (\$1 million);
- Circuit Breaker and Freeze Supplemental Payment (\$8 million);
- administrative costs associated with the Circuit Breaker and Freeze Supplemental Payment (\$0.5 million);
- PILOT – State Property (\$28 million);
- PILOT – Tax Exempt Property (\$12 million);
- School Library Books (\$3 million); and
- UConn Endowment (\$1.8 million).

**Exhibit A**

**FY 98 General Fund Summary**

Original Estimated Revenue	\$9,342,400,000
Plus: Adjustments to Reflect Actual Revenue	799,841,316
<b>Total Realized Revenue</b>	<b>\$10,142,241,316</b>
Original Appropriations – Gross	\$9,534,161,779
Less: Original Estimated Lapse	(191,912,000)
Total Original Appropriations Requirement (Net)	9,342,249,779
<b>Adjusted Revenue above Original Requirements for FY 98 Net Appropriations</b>	<b>\$799,991,537</b>
Total Original Appropriations Requirement (Net)	\$9,342,249,779
Plus Operational Adjustments:	
Appropriation for HUSKY Plan (PA 97-1, Oct. SS)	\$18,282,575
Deficiency Appropriations (SA 98-7)	108,584,500
Food Stamps for Legal Immigrants (PA 98-11)	1,700,000
Medicaid Capitation Payment (SA 98-6)	32,000,000
Adjudicated Claims	5,297,982
Refunds of Escheated Property	8,777,191
Lower Savings from Early Retirement Incentive Program	58,020,309
Lapse Adjustment (Net)	5,692,209
Miscellaneous Adjustment	(553,408)
Total Operational Adjustments	237,801,358
<b>Total Expenditures / Net Appropriations [1]</b>	<b>\$9,580,051,137</b>
Amount by which Expenditures are Greater than Original Appropriations Requirement (Net)	(237,801,358)
<b>FY 98 Surplus from Operations</b>	<b>\$562,190,179</b>
Additional Appropriations of Projected Surplus:	
DoIT – Year 2000 Conversions	\$(80,000,000)
Tax Rebate Program	(115,000,000)
DRS – Rebate Administration	(1,000,000)
OPM – Circuit Breaker and Freeze Supplemental Payment	(8,000,000)
OPM – Circuit Breaker and Freeze Payment Administration	(500,000)
PILOT – State Property	(28,000,000)
PILOT – Tax Exempt Property	(12,000,000)
Library Books	(3,000,000)
UConn Endowment	(1,778,823)
Total Additional Appropriations of Projected Surplus	(249,278,823)
<b>Remaining Surplus</b>	<b>\$312,911,356</b>
<b>Transfer to Budget Reserve Fund</b>	<b>(161,694,130)</b>
<b>Remaining Balance (Unappropriated Surplus) to Debt Retirement</b>	<b>\$151,217,226</b>

[1] Excludes expenditures from prior year carry forwards. Includes certain amounts to be carried forward into FY 99. Excludes expenditures from certain appropriations from projected surplus.

## Exhibit B

### FY 98 General Fund Revenue (in thousands)

	FY 98 Growth Rates [1]		FY 98 Revenue		Over/(Under) Budget	
	Budget	Actual	Budget	Realized	\$	%
<b>Taxes</b>						
Personal Income	1.8	15.6	\$3,135,100	\$3,596,200	\$461,100	14.7%
Sales and Use Corporations	5.5	7.5	2,694,500	2,772,100	77,600	2.9%
Inheritance and Estate	1.9	7.0	626,100	663,700	37,600	6.0%
Hospital Gross Receipts	3.5	51.5	193,500	279,200	85,700	44.3%
Public Service Corporations	0.6	(2.8)	151,800	140,900	(10,900)	(7.2%)
Insurance Companies	2.5	3.2	175,000	170,400	(4,600)	(2.6%)
Cigarettes	2.0	5.5	179,600	192,800	13,200	7.3%
Oil Companies	(2.5)	0.5	121,900	127,200	5,300	4.3%
Real Estate Conveyance	3.3	(10.3)	75,200	61,900	(13,300)	(17.7%)
Alcoholic Beverages	0.0	24.6	72,100	93,600	21,500	29.8%
Miscellaneous	0.0	0.2	39,400	39,800	400	1.0%
Admissions, Dues and Cabaret	3.5	12.4	25,200	28,000	2,800	11.1%
<b>Total Taxes</b>	2.0	(0.1)	<b>\$7,513,800</b>	<b>\$8,190,800</b>	<b>\$677,000</b>	<b>9.0%</b>
Refunds of Taxes			(\$698,000)	(\$580,800)	\$117,200	(16.8%)
<b>Net General Fund Taxes</b>			<b>\$6,815,800</b>	<b>\$7,610,000</b>	<b>\$794,200</b>	<b>11.7%</b>
<b>Other Revenue</b>						
Transfer Special Revenue			\$264,400	\$267,300	\$2,900	1.1%
Indian Gaming Payments			230,000	257,600	27,600	12.0%
Licenses, Permits and Fees			110,700	123,200	12,500	11.3%
Sales of Commodities and Services			40,000	29,500	(10,500)	(26.3%)
Rentals, Fines and Escheats			32,000	37,100	5,100	15.9%
Investment Income			37,000	54,700	17,700	47.8%
Miscellaneous			109,000	118,400	9,400	8.6%
<b>Total Other Revenue</b>			<b>\$823,100</b>	<b>\$887,800</b>	<b>\$64,700</b>	<b>7.9%</b>
<b>Other Sources</b>						
Federal Grants			\$1,883,500	\$1,824,600	(\$58,900)	(3.1%)
Net Statutory Transfers						
To Mashantucket/Mohegan Fund			(180,000)	(180,000)	0	
<b>Total - Other Sources</b>			<b>\$1,703,500</b>	<b>\$1,644,600</b>	<b>(\$58,900)</b>	
<b>Total Revenue</b>			<b>\$9,342,400</b>	<b>\$10,142,400</b>	<b>\$800,000</b>	<b>8.6%</b>

[1] Tax growth rates reflect adjustments for rate and base changes.

## **FY 98 General Fund Deficiency Appropriations**

The General Assembly approved one deficiency bill during the 1998 session, Special Act 98-7, which provided appropriations totaling \$108,744,500. Of this amount, \$108,584,500 was appropriated from the General Fund and \$160,000 from the Consumer Counsel and Public Utility Control Fund. Additional federal reimbursements of \$23.9 million were anticipated to result from the Medicaid deficiency.

The following is an explanation of each deficiency by agency:

### **State Ethics Commission**

**\$7,500**

The State Ethics Commission experienced a \$7,500 deficiency in the Other Expenses (OE) account. The shortfall resulted from (1) the previous practice of the business office to carryover bills, and (2) the delay of payments causing previously appropriated funds to lapse. The commission partially offset some of the deficiency through cost savings measures in the OE account, however, a shortfall of \$7,500 remained. It should be noted that the commission incurred a discretionary expenditure of \$3,000 for food and non-alcoholic beverages for an anniversary reception after the deficiency in the OE account was apparent.

### **Department of Public Works (DPW)**

**\$1,000,000**

The Department of Public Works (DPW) received a deficiency appropriation of \$1 million to the Other Expenses account. This was required: (1) to cover the management and maintenance costs of the Altobello campus in Meriden, which was transferred to DPW in September 1997 with no funding from the Department of Children and Families; and (2) due to the inability of DPW to renegotiate heating and cooling rates for state facilities in the Capitol Center District.

### **Office of the Medical Examiner**

**\$100,000**

The deficiency is due to increased facility and maintenance services of some \$87,000, higher data processing costs (\$15,000), and additional death investigations beyond budget estimates (\$48,000). For FY 98, funds were appropriated based on an estimated investigation of 6,880 cremations. The agency investigated 7,880 cremations. This is an increase of 1,000 cases, or 14.5% over the budget estimates. Since the estimates were submitted in early February, some \$50,000 in Personal Services funds became available for transfer, which reduced the amount of the deficiency to \$100,000.

### **Department of Mental Retardation**

**\$5,027,000**

The Department of Mental Retardation received deficiency funding of \$5,027,000 in the Other Expenses account. The funding provided for a FY 98 budget reduction of \$4,700,000 (25%) in this account. Savings of \$352,000 in the Other Expenses account was due to the closure of group homes and consolidation of state services. However, this savings was more than offset by approximately \$500,000 in additional costs relating to Southbury Training School litigation including special counsel and expert witnesses. Approximately \$184,000 in unbudgeted technological and telecommunication requirements also contributed to the shortfall.

**Department of Social Services****\$82,600,000**

This \$82.6 million projected deficiency in DSS results from the Medicaid program and the Temporary Assistance to Families program.

***Medicaid*****\$67,400,000**

The appropriation estimate for Medicaid expenditures assumed significant cost savings in three areas: (1) pharmacy; (2) home health care; and (3) managed care. These three areas account for nearly two-thirds the expenditures on Medicaid health services (excluding long-term care expenditures). In the first half of FY 98, savings in these areas were not achieved. Pharmacy expenditures continued to rise despite legislative actions aimed at controlling the growth in spending. Recently approved co-payments for prescriptions may have an impact in the final three-quarters of the current fiscal year, however, the account was approximately \$39.5 million over the appropriation. Other cost reduction efforts related to implementation of the AIM computer system did not have an appreciable impact. Competitive bidding of pharmaceutical services, a cost containment strategy proposed by the executive branch and approved by the legislature, was implemented. Similar efforts concerning the provision of transportation services for Medicaid clients were delayed, and thus did not have an impact on first quarter spending.

There was also a delay in competitive bidding for Medicaid managed care from October 1, 1997 to April 1, 1998. To date, the average capitation rate has remained steady over the past six months and enrollment has risen. This adjustment was estimated to increase Medicaid expenditures by \$46 million.

There were also increased spending in home health care. Two services are covered by this category of expenditures: clients in need of care when being discharged from a hospital and clients at risk of going into a nursing home. The latter services are part of those provided by the Connecticut Home Care Program. Through direction of the legislature, the Department of Social Services reopened the Connecticut Home Care Program to reduce the waiting list of clients. At the end of the last fiscal year, the program served 5,120 clients. As of January 1998, the program served 8,112 clients, an increase over budget act estimates of 7,000. Also contributing to this deficiency was a higher than expected caseload for home health care services for clients being discharged from a hospital. A breakdown between the two types of claims is not available. These expenditures will require careful review by the department, the Office of Policy and Management, and the Office of Fiscal Analysis if they continue to rise at their current pace.

It should be noted that the Medicaid deficiency has been increased due to a \$19.6 million transfer out of this account by action of the FAC at its March 1998 meeting (FAC #98-19). This transfer covered anticipated deficiencies of \$12.5 million in the General Assistance program and \$6.6 million in the Connecticut Pharmaceutical Assistance Contract for the Elderly (ConnPACE) program, along with several smaller program deficiencies. The deficiency in the General Assistance program was due to higher than anticipated medical claims associated with the state takeover of towns GA programs. The ConnPACE deficiency was due primarily to unrealized budgeted savings.

The Medicaid deficiency was offset by a modest projected surplus in several other Medicaid categories of expenditures.

**Temporary Family Assistance (TFA)****\$15,200,000**

The appropriation estimates for the Temporary Family Assistance program assumed that the recent trend of declining caseloads would continue even prior to the first clients reaching the end of their time limits. However, there was a slight increase in the caseload during the first quarter of FY 98. This resulted in expenditures in excess of those originally anticipated. The 21-month time limit on TFA benefits affected the first clients as of November 1.

**Board of Education and Services for the Blind****\$910,000**

The agency received deficiency funding related to the relocation of its state-owned headquarters in Wethersfield and its leased-space Industries for the Blind facility in West Hartford. These would be consolidated in a leased facility in Windsor. These deficiency funds consist of \$490,000 for moving expenses and \$330,000 for new workstations and other equipment. Also included is \$90,000 for operating expenses for June 1998 for the new headquarters. The governor's budget adjustments for FY 99 recommends additional funding of \$1,145,800 for annualized operating costs and moving costs for these facilities and for the agency's other Industries for the Blind facility in West Haven which is anticipated to be relocated to New Haven. The final budget as contained in the revised appropriations act included \$460,000 in additional funding for the move. Adjustments were made based upon a revised occupancy date, a reduction in the estimated rent per square foot, a budgeted reduction in new workstations and furniture, a delay in the move of the West Haven facility to FY 00 and anticipated available funds in the Personal Services account. The agency lapsed \$473,000 in this account in FY 98.

Section 2 of the bill and a provision in the appropriations act allowed the entire amount of the deficiency funding to be carried forward into FY 99.

**Miscellaneous Appropriations Administered by the Comptroller:*****Refunds of Payments*****\$1,940,000**

The Refunds of Payments account had a deficiency of \$1,940,000 as the result of a refund of the same amount due the United States Department of Agriculture (USDA). The USDA asserted that its regulations regarding school breakfasts and lunches were not fully adhered to by the state and requested a reimbursement for overpayment. This resulted in a court case over the repayment covering FY 93. The State was unsuccessful in this case and \$841,534 plus accrued interest has been paid as an adjudicated claim through the Comptroller's Office. The amount to be paid from this account reflects the remaining fiscal years of exposure through FY 95.

***Sundry Purposes*****\$7,000,000**

An appropriation of \$7,000,000 permits the State Comptroller to eliminate the deficits in the Education Excellence Trust Fund (\$2,532,299); Nautilus Committee Loan Fund (\$2,000,000); and the Public Works Service Fund (\$2,459,071). These obsolete funds had no current income sources and no means to eliminate the negative balances. The State Comptroller indicates that this

appropriation permits these three funds to be closed. The following background information is provided on the three funds:

### ***Education Excellence Trust Fund***

The Educational Excellence Trust Fund was established pursuant to PA 85-554. A total of \$371.9 million was transferred from the General Fund surplus in the fiscal years 1985, 1986 and 1987. The fund was authorized to keep its investment earnings. The fund terminated operations at the end of FY 89 with a deficit of \$12.3 million, the result of shortfalls in anticipated investment income. PA 89-251 transferred \$8 million to the fund from the Residential Property Tax Relief Fund, leaving a deficit of \$4.3 million. Refunds of grant payments from towns have since reduced the deficit to \$2.5 million, where it has remained since FY 92.

### ***Nautilus Committee Loan Fund***

Special Act 83-17 (June Special Session) authorized \$2,000,000 of bonding to provide a loan to the Connecticut Nautilus Committee for the purpose of berthing the USS Nautilus in Connecticut. The fund was established to account for the proceeds of the bonds and the payment of the loan. The Bond Commission allocated the \$2 million that was placed in the fund and subsequently loaned to the Nautilus Committee. The loan was eventually repaid and the repayments were deposited in the General Fund with the assumption that the General Fund would pay the debt service on the bonds.

The problem arose in the fund because the bonds were never issued and therefore the fund has a cash deficit of \$2 million resulting from the loan payment. When the Treasurer went to issue the bonds for this project, the office was informed by the state's bond counsel that bonds could not be issued for a loan that had been repaid. This resulted in an unusual situation because the bonds remain authorized and allocated but cannot be issued.

### ***Public Works Service Fund***

The Department of Public Works (DPW) provides technical assistance to other state agencies in the preparation of the design and funding requests for capital projects. These positions are funded out of Bond Funds. Due to problems in the design and construction of various buildings, and due to cost overruns in the actual construction, DPW was not recovering all of its costs from the Bond Funds, resulting in a negative balance in the Public Works Service Fund. No further expenditures have been made out of this account since 1991. At that time the account was over \$10.2 million in deficit. Since that time, DPW was able to recover some funds directly from bonded projects, and also increased its Bond Fund charges to new projects for a short time, in order to reduce the deficit to \$2.5 million. The State Auditors have recommended that an appropriation be made to eliminate this deficit and close out the account.

### ***State Employees Health Service Cost***

***\$10,000,000***

Funding was required for payment to Anthem Blue Cross and Blue Shield of Connecticut as part of an agreement between Anthem and the State Comptroller. The agreement maintains, for FY 99, the current health insurance rates for active and retired state employees and keeps the Rate Stabilization Reserve (RSR) cap at \$53.3 million. Prior to this payment, the RSR is approximately \$30 million negative at this time which has been confirmed by recent audit.

## **FY 98 General Fund Lapsing Appropriations**

As of June 30, 1998, General Fund agencies and non-functional accounts lapsed a total of \$128.2 million. This is \$63.7 million lower than the originally anticipated lapse of \$191.9 million. This was primarily due to lower savings from the Early Retirement Incentive Program (ERIP). The original budgeted General Fund savings for ERIP was \$104.7 million, whereas \$46.7 million was realized. The originally budgeted ERIP savings was based on all eligible state employees, including all eligible higher education employees. However, the ERIP legislation specifically excluded the higher education constituent units from contributing to those savings. With nearly 1,000 retirees, higher education represented approximately 25% of the ERIP participation. Higher education employees were allowed to participate in the ERIP program, however, the higher education units were able to utilize the savings for their own purposes. The Department of Higher Education has indicated that the ERIP resulted in about \$51 million for the state's public colleges to be used at their discretion.

Agencies which lapsed \$7 million or more or whose lapses were significant in relation to the size of the program are outlined below.

### **Division of Special Revenue**

**\$2,355,399**

The division lapsed \$2.4 million, which represents 23.1% of the agency's budget. Of the division's Personal Services account lapse of \$1,724,901, \$589,881 is due to a higher level of direct and indirect cost reimbursement by the Connecticut Lottery Corporation (CLC) and Mohegan Indian tribe, and \$626,643 is due to a delay in refilling vacant positions. The remaining \$508,377 is due to the impact of the Early Retirement Incentive Program (ERIP) and the Personal Services holdback. Of the Other Expenses account lapse of \$629,417, \$449,151 is due to unused transitional expenses for the CLC, and \$132,766 is due to a higher level of reimbursement by the CLC and Mohegan Indian tribe. The remaining \$47,500 is due to the agency's Other Expenses holdback. A lapse of \$1,081 was realized in Equipment.

### **Office of Policy and Management**

**\$11,724,544**

The Office of Policy and Management lapsed \$6,473,247 or 9.4% of the appropriation in the PILOT for Manufacturing Machinery and Equipment account. The actual program costs will be less than estimated due to fewer than anticipated purchases of commercial trucks for hire and bio-technical equipment by companies, which are newly eligible for the grant program. The agency also realized a \$1,731,027 lapse or 7.1% of the appropriation in the Tax Relief for Elderly Homeowners account due to an unanticipated decline in participation. An additional lapse of \$1,231,673 or 10.7% of the appropriation in Personal Services resulted from the impact of the Early Retirement Incentive Program (ERIP) and the Personal Services holdbacks. The agency also realized smaller lapses in other accounts.

### **Department of Consumer Protection**

**\$1,333,574**

The department lapsed \$1,333,574 or 13.1% of its appropriation primarily due to Early Retirement Incentive Program (ERIP) savings and the Personal Services holdback. The savings from the ERIP amounted to \$477,910 and a lapse of \$680,879 resulted from the Personal Services holdback. In addition, the agency lapsed \$174,785 as a result of the Other Expenses holdback.

**Department of Mental Retardation****\$9,988,553**

The Department of Mental Retardation lapsed nearly \$10 million or 1.8% of its budget. Approximately \$2 million was lapsed in Personal Services due to the Early Retirement Incentive Program (ERIP). The savings generated from the retirement of 363 employees from the department, offset by additional overtime and refill costs resulted in the lapse. The department lapsed \$2.8 million in Other Expenses due to the FAC #98-24, which transferred \$3 million from Personal Services to Other Expenses to cover current expenses pending approval of the deficiency bill, which provided \$5,027,000. The department also incurred additional Southbury Training School litigation costs beyond what was anticipated in the deficiency bill. In addition, the department lapsed approximately \$3.8 million in the Community Residential Services account. This lapse is mainly due to delayed implementation of new community placements. Delays in the provider selection process, housing development and staff training as well as other program issues have combined to cause delays and the resulting lapse.

**Department of Mental Health and Addiction Services****\$15,550,555**

The Department of Mental Health and Addiction Services lapsed \$15.6 million, which represents 6.6% of the agency's budget. Approximately \$5.7 million was lapsed in Personal Services (PS). This lapse was due to delays in the start up of certain projects as well as a department effort to reduce hiring in order to accommodate anticipated PS holdbacks required by the Office of Policy and Management in FY 99.

The department also lapsed approximately \$2 million in its Managed Services System account in FY 98. This lapse was mainly due to delays in the implementation of managed care for a variety of clients for whom the department is now responsible. The program had been budgeted for full year costs for the management of services for these clients.

The department lapsed approximately \$1 million in Professional Services and \$2.4 million in Grants for Substance Abuse Services due to delays associated with the start up of several programs.

The department also had smaller lapses in several other accounts.

**Department of Correction****\$12,319,136**

The Department of Correction lapse represents approximately 3% of the agency's total appropriation. More than 60% or \$7.6 million of the lapse is due to holdbacks by the Office of Policy and Management. The balance of the lapse (\$4.7 million) is primarily associated with overtime reductions, the early retirement program, vacant positions, and savings in several Other Expenses accounts.

**Department of Children and Families****\$7,641,573**

The department lapsed \$7.6 million, which represents 2.1% of the agency's budget. Of the total lapse of approximately \$7.6 million, \$3.4 million resulted from mandated Early Retirement Incentive Program (ERIP) savings and other Personal Services holdbacks imposed upon the agency. Approximately \$1 million in a mandated Other Expenses holdback also contributed to the overall lapse. Approximately \$1.9 million in savings were achieved due to lower than anticipated board and

care costs for children in out-of-home placement. A total of approximately \$470,000 in savings were achieved due to late start up of new programs funded through the Children's Trust Fund (of which \$400,000 has been authorized to be carried forward into FY 99) and miscellaneous savings under other various accounts equaled approximately \$1.2 million.

**Judicial Department**

**\$7,361,249**

The department lapsed \$7.4 million or 3.4% of its budget. The lapse occurred primarily in Personal Services (\$6.5 million) due to the Early Retirement Incentive Program (ERIP) and other Personal Services holdbacks imposed upon the agency. Approximately \$0.8 million in a mandated Other Expenses holdback also contributed to the overall lapse.

**Exhibit C**

**FY 98 General Fund Lapsing Appropriations of \$1 Million or More**

<b>Agency</b>	<b>Adjusted Appropriation (in millions)</b>	<b>Lapse Amount (in millions)</b>	<b>% of Adjusted Appropriation</b>
Legislative Management	\$39.3	\$1.9	4.8%
State Comptroller	16.9	1.2	7.1%
Department of Revenue Services	167.9	3.0	1.8%
Division of Special Revenue	10.4	2.4	23.1%
Office of Policy and Management	177.4	11.7	6.6%
Department of Veterans' Affairs	27.1	1.8	6.6%
Department of Administrative Services	40.1	3.4	8.5%
Department of Public Works	37.1	2.0	5.4%
Attorney General	21.3	1.6	7.5%
Division of Criminal Justice	30.2	1.4	4.6%
Department of Public Safety	50.8	1.9	3.7%
Department of Consumer Protection	9.9	1.3	13.1%
Department of Environmental Protection	39.1	2.4	6.1%
Department of Public Health	62.3	4.8	7.7%
Department of Mental Retardation	551.3	10.0	1.8%
Department of Mental Health and Addiction Services	236.2	15.6	6.6%
Department of Social Services	3,396.5	5.2	0.2%
Department of Education	1,569.7	6.3	0.4%
Board of Education and Services for the Blind	14.9	1.4	9.4%
Department of Correction	404.9	12.3	3.0%
Department of Children and Families	354.4	7.6	2.1%
Judicial Department	219.2	7.4	3.4%
<b>Non-Functional</b>			
Debt Service	800.8	6.9	.9%
Employers Social Security Tax	125.7	1.4	1.1%
State Employees Health Service Cost	176.5	2.3	1.3%
<b>All Others</b>	1,572.3	11.0	0.7%
<b>Total General Fund Lapses</b>	<b>\$10,152.2</b>	<b>\$128.2</b>	<b>1.3%</b>

## Exhibit D

### General Fund Account Detail

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>Legislative</b>					
<b>Legislative Management</b>					
Personal Services	22,751,272	22,962,153	21,827,211	1,134,942	0
Other Expenses	9,946,414	11,530,914	10,845,235	685,679	0
Equipment	1,882,246	672,246	668,384	3,862	0
Fiscal Reporting	0	86,727	23,825	0	62,902
Chamber Printers	160,000	0	0	0	0
Interim Committee Staffing	485,000	485,000	474,435	10,565	0
Interim Salary/Caucus Offices	425,000	425,000	411,465	13,535	0
Industrial Renewal Plan	180,000	180,000	180,000	0	0
Institute for Municipal Studies	195,000	195,000	158,925	36,075	0
Redistricting	25,000	25,000	0	25,000	0
Year 2000 Conversion	0	2,476,971	0	0	2,476,971
Council of State Governments	85,400	85,400	82,900	2,500	0
National Conference of State Legislatures	100,056	100,056	100,056	0	0
National Conference on Uniform State Laws	18,050	18,050	18,000	50	0
Caucus of New England Legislatures	4,000	4,000	0	4,000	0
National Conference of Insurance Legislators	2,500	3,000	3,000	0	0
Yankee Trader Institute	14,750	14,750	14,750	0	0
<b>Agency Total</b>	<b>36,274,688</b>	<b>39,264,267</b>	<b>34,808,186</b>	<b>1,916,208</b>	<b>2,539,873</b>
<b>Auditors of Public Accounts</b>					
Personal Services	6,418,224	6,500,175	5,743,925	756,250	0
Other Expenses	486,961	486,961	301,738	115,223	70,000
Equipment	91,459	91,459	90,686	773	0
<b>Agency Total</b>	<b>6,996,644</b>	<b>7,078,595</b>	<b>6,136,349</b>	<b>872,246</b>	<b>70,000</b>
<b>Commission on Status of Women</b>					
Personal Services	301,700	301,700	289,567	12,133	0
Other Expenses	93,000	95,500	83,449	12,051	0
Equipment	5,000	2,500	0	2,500	0
<b>Agency Total</b>	<b>399,700</b>	<b>399,700</b>	<b>373,016</b>	<b>26,684</b>	<b>0</b>
<b>Commission on Children</b>					
Personal Services	262,248	257,948	215,149	2,799	40,000
Other Expenses	50,125	58,125	54,423	3,702	0
Equipment	7,500	3,800	1,490	2,310	0
<b>Agency Total</b>	<b>319,873</b>	<b>319,873</b>	<b>271,062</b>	<b>8,811</b>	<b>40,000</b>
<b>Commission on Latino and Puerto Rican Affairs</b>					
Personal Services	145,910	152,810	143,502	9,308	0
Other Expenses	46,000	44,100	43,942	158	0
Equipment	5,000	0	0	0	0
<b>Agency Total</b>	<b>196,910</b>	<b>196,910</b>	<b>187,444</b>	<b>9,466</b>	<b>0</b>

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>African-American Affairs Commission</b>					
Personal Services	137,322	137,322	0	137,322	0
Other Expenses	16,500	16,500	15,072	1,428	0
Equipment	40,000	40,000	1,490	38,510	0
<b>Agency Total</b>	<b>193,822</b>	<b>193,822</b>	<b>16,562</b>	<b>177,260</b>	<b>0</b>
<b>Total Legislative</b>	<b>44,381,637</b>	<b>47,453,167</b>	<b>41,792,619</b>	<b>3,010,675</b>	<b>2,649,873</b>
<b>General Government</b>					
<b>Governor's Office</b>					
Personal Services	1,807,792	1,803,350	1,752,857	50,493	0
Other Expenses	230,571	253,628	253,579	49	0
Equipment	1,500	1,500	1,419	81	0
New England Governor's Conference	110,000	110,000	110,000	0	0
National Governor's Association	89,292	89,292	84,128	5,164	0
<b>Agency Total</b>	<b>2,239,155</b>	<b>2,257,770</b>	<b>2,201,983</b>	<b>55,787</b>	<b>0</b>
<b>Secretary of the State</b>					
Personal Services	1,992,958	1,992,958	1,898,427	94,531	0
Other Expenses	1,159,696	1,259,696	1,183,282	76,414	0
Year 2000 Conversion	0	356,766	0	0	356,766
<b>Agency Total</b>	<b>3,152,654</b>	<b>3,609,420</b>	<b>3,081,709</b>	<b>170,945</b>	<b>356,766</b>
<b>Lieutenant Governor's Office</b>					
Personal Services	208,726	208,726	176,150	32,576	0
Other Expenses	24,408	24,408	22,338	2,070	0
Equipment	3,000	3,000	3,000	0	0
<b>Agency Total</b>	<b>236,134</b>	<b>236,134</b>	<b>201,488</b>	<b>34,646</b>	<b>0</b>
<b>Elections Enforcement Commission</b>					
Personal Services	553,028	566,793	506,500	60,293	0
Other Expenses	59,961	70,161	68,667	1,494	0
<b>Agency Total</b>	<b>612,989</b>	<b>636,954</b>	<b>575,167</b>	<b>61,787</b>	<b>0</b>
<b>Ethics Commission</b>					
Personal Services	539,695	552,440	551,121	1,319	0
Other Expenses	84,412	91,912	91,546	366	0
<b>Agency Total</b>	<b>624,107</b>	<b>644,352</b>	<b>642,667</b>	<b>1,685</b>	<b>0</b>
<b>Freedom of Information Commission</b>					
Personal Services	785,656	803,393	768,231	35,162	0
Other Expenses	101,009	101,009	95,622	5,387	0
<b>Agency Total</b>	<b>886,665</b>	<b>904,402</b>	<b>863,853</b>	<b>40,549</b>	<b>0</b>
<b>Judicial Selection Commission</b>					
Personal Services	51,826	51,826	51,295	531	0
Other Expenses	20,120	20,120	19,950	170	0
<b>Agency Total</b>	<b>71,946</b>	<b>71,946</b>	<b>71,245</b>	<b>701</b>	<b>0</b>

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>State Properties Review Board</b>					
Personal Services	250,101	258,601	258,327	274	0
Other Expenses	134,796	134,796	126,052	8,744	0
<b>Agency Total</b>	<b>384,897</b>	<b>393,397</b>	<b>384,379</b>	<b>9,018</b>	<b>0</b>
<b>State Treasurer</b>					
				<b>0</b>	
Personal Services	2,659,569	2,697,415	2,349,347	348,068	0
Other Expenses	578,842	578,842	530,802	48,040	0
Equipment	1,000	1,000	1,000	0	0
<b>Agency Total</b>	<b>3,239,411</b>	<b>3,277,257</b>	<b>2,881,149</b>	<b>396,108</b>	<b>0</b>
<b>State Comptroller</b>					
Personal Services	12,861,019	12,861,019	11,957,792	903,227	0
Other Expenses	2,271,492	2,450,078	2,182,611	267,467	0
Equipment	5,000	5,000	4,999	1	0
Wellness - Pre-Natal Program	47,500	47,500	325	47,175	0
Death Benefits for State Employees	0	2,311	2,311	0	0
State Employees Retirement Data Base	617,500	1,516,995	654,627	0	862,368
Governmental Accounting Standards Board	19,570	19,570	19,570	0	0
<b>Agency Total</b>	<b>15,822,081</b>	<b>16,902,473</b>	<b>14,822,235</b>	<b>1,217,870</b>	<b>862,368</b>
<b>Department of Revenue Services</b>					
Personal Services	40,822,548	41,988,886	39,647,182	2,341,704	0
Other Expenses	9,631,290	9,591,290	8,932,569	658,721	0
Equipment	1,100	1,100	1,074	26	0
Collection and Litigation Contingency Fund	187,500	227,500	226,737	763	0
Tax Rebate Administration	0	1,125,000	123,500	0	1,001,500
Tax Rebate Program	0	115,000,000	26,479,358	0	88,520,642
<b>Agency Total</b>	<b>50,642,438</b>	<b>167,933,776</b>	<b>75,410,420</b>	<b>3,001,214</b>	<b>89,522,142</b>
<b>Division of Special Revenue</b>					
Personal Services	8,012,534	8,011,832	6,286,931	1,724,901	0
Other Expenses	2,206,962	2,306,962	1,677,545	629,417	0
Equipment	2,600	42,600	41,519	1,081	0
<b>Agency Total</b>	<b>10,222,096</b>	<b>10,361,394</b>	<b>8,005,995</b>	<b>2,355,399</b>	<b>0</b>
<b>State Insurance Purchasing Board</b>					
Personal Services	96,081	96,081	74,099	21,982	0
Other Expenses	7,140,173	7,140,173	7,086,385	53,788	0
Equipment	1,500	1,500	1,467	33	0
Surety Bonds for State Officials and Employees	147,220	147,220	119,568	27,652	0
<b>Agency Total</b>	<b>7,384,974</b>	<b>7,384,974</b>	<b>7,281,519</b>	<b>103,455</b>	<b>0</b>
<b>Gaming Policy Board</b>					
Other Expenses	4,000	4,000	1,659	2,341	0
<b>Office of Policy and Management</b>					
Personal Services	11,033,039	11,501,399	10,269,726	1,231,673	0
Other Expenses	1,965,246	1,965,246	1,428,244	262,002	275,000

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Equipment	15,000	15,000	15,000	0	0
Automated Personnel System	513,478	129,839	0	129,839	0
Social Service Initiatives	0	1,861,969	1,644,432	0	217,537
Energy Conservation Program	0	642	0	642	0
Automated Budget System and Database Link	0	513,478	28,071	485,407	0
Elderly Renter/Circuit Breaker Relief	0	8,000,000	0	0	8,000,000
Elderly Renter/Circuit Breaker Relief - Administration	0	500,000	23,863	0	476,137
Leadership, Education, Athletics in Partnership	1,000,000	1,000,000	1,000,000	0	0
Children and Youth Programs and Development	750,000	1,800,000	1,304,309	0	495,691
Cash Management Improvement Act	100	100	0	100	0
Justice Assistance Grants	3,575,054	3,575,054	2,012,431	0	1,562,623
Neighborhood Youth Centers	1,774,080	1,774,080	1,774,080	0	0
Private Providers	9,000,000	1,262,721	0	0	1,262,721
Contingency Reserve Account	259,562	259,562	59,500	200,062	0
Year 2000 Conversion	0	33,350	0	0	33,350
Regional Planning Agencies	600,000	600,000	600,000	0	0
Tax Relief for Elderly Renters	9,500,000	10,675,000	10,666,391	8,609	0
Justice Assistance Grants	0	945,492	859,869	0	85,623
Drug Enforcement Program	976,749	976,749	976,749	0	0
Reimburse Property Tax - Disability Exemption	409,600	409,600	389,096	20,504	0
Distressed Municipalities	3,200,000	3,200,000	2,966,539	233,461	0
Property Tax Relief Elderly Circuit Breaker	25,250,000	24,225,000	22,493,973	1,731,027	0
Property Tax Relief Elderly Freeze Program	7,200,000	6,500,000	6,496,692	3,308	0
Property Tax Relief for Veterans	9,100,000	9,100,000	8,155,337	944,663	0
Justice Assistance Grants	0	55,897	9,420	0	46,477
Drug Enforcement Program	14,328,337	17,702,068	12,973,200	0	4,728,868
Pilot - New Manufacturing Machinery and Equipment	69,000,000	68,800,000	61,826,753	6,473,247	500,000
<b>Agency Total</b>	<b>169,450,245</b>	<b>177,382,246</b>	<b>147,973,675</b>	<b>11,724,544</b>	<b>17,684,027</b>
<b>Department of Veterans' Affairs</b>					
Personal Services	20,899,783	20,952,538	19,404,285	1,548,253	0
Other Expenses	5,677,477	6,087,277	5,815,985	271,292	0
Equipment	2,000	2,000	1,816	184	0
Year 2000 Conversion	0	106,613	0	0	106,613
<b>Agency Total</b>	<b>26,579,260</b>	<b>27,148,428</b>	<b>25,222,086</b>	<b>1,819,729</b>	<b>106,613</b>
<b>Department of Administrative Services</b>					
Personal Services	18,241,043	18,631,583	16,120,946	2,510,637	0
Other Expenses	3,456,500	3,456,500	3,309,189	147,311	0
Equipment	10,000	10,000	9,991	9	0
Labor - Management Fund	0	432,039	14,875	0	417,164
Loss Control Risk Management	705,000	705,000	341,168	363,832	0
Employees' Review Board	14,000	69,000	59,915	9,085	0
Placement and Training Fund	0	3,542,920	343,795	0	3,199,125
Quality of Work Life Fund	0	528,085	408,301	0	119,784
Refunds of Collections	45,000	45,000	45,000	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Workers' Compensation Administrator	5,219,328	5,219,328	5,181,433	37,895	0
Hospital Billing System	0	4,832,728	1,504,339	0	3,328,389
Automated Personnel System	1,803,103	1,803,103	1,712,962	90,141	0
New Collections Projects	200,000	200,000	0	200,000	0
Year 2000 Conversion	0	653,266	0	0	653,266
<b>Agency Total</b>	<b>29,693,974</b>	<b>40,128,552</b>	<b>29,051,914</b>	<b>3,358,910</b>	<b>7,717,728</b>
<b>Department of Information Technology</b>					
Personal Services	1,913,492	1,986,756	1,549,346	437,410	0
Other Expenses	625,678	675,678	673,235	2,443	0
Year 2000 Conversion	0	56,385,691	1,320	0	56,384,371
<b>Agency Total</b>	<b>2,539,170</b>	<b>59,048,125</b>	<b>2,223,901</b>	<b>439,853</b>	<b>56,384,371</b>
<b>Department of Public Works</b>					
Personal Services	5,170,192	5,925,038	4,971,064	953,974	0
Other Expenses	16,110,613	17,619,116	16,750,695	868,421	0
Equipment	10,000	10,000	9,079	921	0
Thames River Campus Management	1,556,000	1,006,000	1,003,632	2,368	0
Fairfield Hills Campus Management	1,500,000	1,500,000	1,490,578	9,422	0
Norwich Hospital Campus Management	500,000	925,000	922,507	2,493	0
Minor Capital Improvements	2,000,000	2,000,000	1,450,048	106,077	443,875
Rents and Moving	6,000,000	5,885,000	5,884,670	330	0
Capitol Day Care Center	109,250	109,250	106,596	2,654	0
Facilities Design Expenses	1,940,000	2,115,000	2,094,809	20,191	0
<b>Agency Total</b>	<b>34,896,055</b>	<b>37,094,404</b>	<b>34,683,678</b>	<b>1,966,851</b>	<b>443,875</b>
<b>Attorney General</b>					
Personal Services	18,686,747	19,091,756	18,335,482	756,274	0
Other Expenses	986,031	1,011,031	1,009,585	1,446	0
Equipment	5,000	5,000	2,787	2,213	0
Sheff v. O'Neill	100,000	75,000	30	74,970	0
Police Wiretap Case	1,100,000	1,100,000	291,167	808,833	0
<b>Agency Total</b>	<b>20,877,778</b>	<b>21,282,787</b>	<b>19,639,051</b>	<b>1,643,736</b>	<b>0</b>
<b>Office of the Claims Commissioner</b>					
Personal Services	178,853	207,297	197,726	9,571	0
Other Expenses	32,903	30,403	24,638	5,765	0
Equipment	5,000	7,500	7,405	95	0
Adjudicated Claims	95,000	95,000	75,137	19,863	0
<b>Agency Total</b>	<b>311,756</b>	<b>340,200</b>	<b>304,906</b>	<b>35,294</b>	<b>0</b>
<b>Division of Criminal Justice</b>					
Personal Services	26,520,217	27,243,228	26,023,716	1,219,512	0
Other Expenses	2,537,261	2,397,261	2,258,406	138,855	0
Forensic Sex Evidence Exams	160,000	300,000	267,385	32,615	0
Witness Protection	30,000	30,000	10,047	19,953	0
Training and Education	46,800	53,800	53,800	0	0
Expert Witnesses	175,600	175,600	140,658	34,942	0
<b>Agency Total</b>	<b>29,469,878</b>	<b>30,199,889</b>	<b>28,754,012</b>	<b>1,445,877</b>	<b>0</b>

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>Criminal Justice Commission</b>					
Other Expenses	1,195	1,195	800	395	0
<b>Total General Government</b>	<b>409,342,858</b>	<b>607,244,075</b>	<b>404,279,491</b>	<b>29,886,694</b>	<b>173,077,890</b>
<b>Regulation and Protection</b>					
<b>Department of Public Safety</b>					
Personal Services	35,376,453	36,398,037	35,274,700	1,123,337	0
Other Expenses	9,121,492	9,121,492	8,671,783	449,709	0
Equipment	20,000	20,000	18,763	1,237	0
Stress Reduction	53,354	78,354	73,325	5,029	0
Trooper Training Class	2,251,860	2,251,860	1,945,593	306,267	0
Fleet Purchase	2,023,695	2,066,006	2,066,006	0	0
Workers' Compensation Claims	855,223	855,223	830,399	24,824	0
Civil Air Patrol	38,692	38,692	38,692	0	0
<b>Agency Total</b>	<b>49,740,769</b>	<b>50,829,664</b>	<b>48,919,261</b>	<b>1,910,403</b>	<b>0</b>
<b>Police Officer Standards and Training Council</b>					
Personal Services	1,378,592	1,421,921	1,239,258	182,663	0
Other Expenses	809,156	951,156	730,893	78,263	142,000
Equipment	10,000	10,000	10,000	0	0
Alzheimer's Association	50,000	50,000	50,000	0	0
<b>Agency Total</b>	<b>2,247,748</b>	<b>2,433,077</b>	<b>2,030,151</b>	<b>260,926</b>	<b>142,000</b>
<b>Board of Firearms Permit Examiners</b>					
Personal Services	74,519	82,819	81,249	1,570	0
Other Expenses	19,007	19,007	14,254	4,753	0
<b>Agency Total</b>	<b>93,526</b>	<b>101,826</b>	<b>95,503</b>	<b>6,323</b>	<b>0</b>
<b>Military Department</b>					
Personal Services	2,387,237	2,383,857	2,361,737	22,120	0
Other Expenses	2,139,570	2,139,570	1,889,236	250,334	0
Equipment	30,000	30,000	30,000	0	0
Firing Squads	195,000	234,500	234,111	389	0
<b>Agency Total</b>	<b>4,751,807</b>	<b>4,787,927</b>	<b>4,515,084</b>	<b>272,843</b>	<b>0</b>
<b>Commission on Fire Prevention and Control</b>					
Personal Services	1,044,051	1,105,607	1,082,424	23,183	0
Other Expenses	475,611	475,611	448,149	27,462	0
Equipment	20,000	20,000	19,641	359	0
Payments to Volunteer Fire Companies	220,000	220,000	216,900	3,100	0
<b>Agency Total</b>	<b>1,759,662</b>	<b>1,821,218</b>	<b>1,767,114</b>	<b>54,104</b>	<b>0</b>
<b>Department of Motor Vehicles</b>					
Year 2000 Conversion	0	5,820,558	0	0	5,820,558

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>Department of Consumer Protection</b>					
Personal Services	8,496,160	8,581,904	7,423,115	1,158,789	0
Other Expenses	1,061,578	1,061,578	886,793	174,785	0
Year 2000 Conversion	0	223,999	0	0	223,999
<b>Agency Total</b>	<b>9,557,738</b>	<b>9,867,481</b>	<b>8,309,908</b>	<b>1,333,574</b>	<b>223,999</b>
<b>Department of Labor</b>					
Personal Services	7,529,417	7,710,914	7,316,213	394,701	0
Other Expenses	984,880	1,104,880	1,040,194	64,686	0
Equipment	50,000	50,000	50,000	0	0
Vocational and Manpower Training	1,925,300	1,925,300	1,925,300	0	0
Displaced Homemakers	419,365	419,365	419,365	0	0
Regional Workforce Development Boards	450,000	450,000	450,000	0	0
Community Employment Incentive Program	3,665,978	3,545,978	3,352,923	193,055	0
Summer Youth Employment	800,314	800,314	752,290	48,024	0
One-Stop Employment Services	22,500,000	5,000,000	841,227	0	4,158,773
Non-Traditional Occupational Training	325,000	325,000	218,663	0	106,337
Machine Tool Job Training	125,000	125,000	83,044	0	41,956
Customized Job Training Program	0	1,200,000	611,216	0	588,784
<b>Agency Total</b>	<b>38,775,254</b>	<b>22,656,751</b>	<b>17,060,435</b>	<b>700,466</b>	<b>4,895,850</b>
<b>Commission on Human Rights and Opportunities</b>					
Personal Services	4,507,158	4,539,877	4,517,899	21,978	0
Other Expenses	646,747	672,347	672,150	197	0
Martin Luther King, Jr. Commission	5,230	5,230	5,230	0	0
<b>Agency Total</b>	<b>5,159,135</b>	<b>5,217,454</b>	<b>5,195,279</b>	<b>22,175</b>	<b>0</b>
<b>Protection and Advocacy for Persons with Disabilities</b>					
Personal Services	1,817,912	1,817,912	1,749,487	68,425	0
Other Expenses	428,573	428,573	425,543	3,030	0
Equipment	3,000	3,000	2,691	309	0
<b>Agency Total</b>	<b>2,249,485</b>	<b>2,249,485</b>	<b>2,177,721</b>	<b>71,764</b>	<b>0</b>
<b>Office of the Child Advocate</b>					
Personal Services	151,406	124,700	94,740	29,960	0
Other Expenses	15,600	42,306	42,209	97	0
<b>Agency Total</b>	<b>167,006</b>	<b>167,006</b>	<b>136,949</b>	<b>30,057</b>	<b>0</b>
<b>Total Regulation and Protection</b>	<b>114,502,130</b>	<b>105,952,447</b>	<b>90,207,405</b>	<b>4,662,635</b>	<b>11,082,407</b>
<b>Conservation and Development</b>					
<b>Department of Agriculture</b>					
Personal Services	2,822,250	2,876,269	2,841,015	35,254	0
Other Expenses	572,524	572,524	561,329	11,195	0
CT Seafood Advisory Council	50,000	50,000	0	50,000	0
Food Council	50,000	50,000	6,021	43,979	0
WIC Program for Fresh Produce for Seniors	36,114	39,714	39,714	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Collection of Agricultural Statistics	1,200	1,200	1,200	0	0
Tuberculosis and Brucellosis Indemnity	1,000	1,000	0	1,000	0
Exhibits and Demonstrations	600	600	600	0	0
Connecticut Grown Product Promotion	15,000	15,000	14,200	800	0
WIC Coupon Program for Fresh Produce	88,886	85,286	58,726	26,560	0
<b>Agency Total</b>	<b>3,637,574</b>	<b>3,691,593</b>	<b>3,522,805</b>	<b>168,788</b>	<b>0</b>
<b>Department of Environmental Protection</b>					
Personal Services	25,976,796	27,455,002	25,312,067	2,142,935	0
Other Expenses	2,802,314	2,752,314	2,751,832	482	0
Equipment	2,500	2,500	2,500	0	0
Title V Permitting State Facilities	50,000	50,000	50,000	0	0
Mosquito Control	300,000	300,000	300,000	0	0
Laboratory Fees	280,076	280,076	280,076	0	0
Dam Maintenance	106,882	106,882	106,882	0	0
Emergency Spill Response	6,101,764	7,101,764	5,839,471	262,293	1,000,000
Long Island Sound Research Fund	1,000	1,000	1,000	0	0
Greenways	100,000	100,000	61,753	0	38,247
Emergency Response Commission	107,002	107,002	107,002	0	0
Beardsley Park and Zoo	450,000	450,000	450,000	0	0
Soil Conservation Districts	1,000	1,000	1,000	0	0
U S Geological Survey - Geology Investigations	47,000	47,000	47,000	0	0
U S Geological Survey - Hydrological Study	119,800	119,800	119,800	0	0
New England Interstate Water Pollution Commission	8,400	8,400	8,400	0	0
Northeast Interstate Forest Fire Compact	2,000	2,000	2,000	0	0
Connecticut River Valley Flood Control Commission	39,400	39,400	37,890	1,510	0
Thames River Valley Flood Control Commission	50,200	50,200	48,281	1,919	0
Environmental Review Teams	1,000	1,000	1,000	0	0
Usgs - Water Quality Stream Monitoring	166,000	166,000	166,000	0	0
<b>Agency Total</b>	<b>36,713,134</b>	<b>39,141,340</b>	<b>35,693,954</b>	<b>2,409,139</b>	<b>1,038,247</b>
<b>Council on Environmental Quality</b>					
Personal Services	96,776	98,995	98,808	187	0
Other Expenses	6,470	5,830	5,830	0	0
<b>Agency Total</b>	<b>103,246</b>	<b>104,825</b>	<b>104,638</b>	<b>187</b>	<b>0</b>
<b>Connecticut Historical Commission</b>					
Personal Services	774,044	787,915	755,342	32,573	0
Other Expenses	86,165	89,665	89,665	0	0
Equipment	2,000	2,000	2,000	0	0
Freedom Trail	40,000	36,500	35,988	512	0
<b>Agency Total</b>	<b>902,209</b>	<b>916,080</b>	<b>882,995</b>	<b>33,085</b>	<b>0</b>
<b>Department of Economic and Community Development</b>					
Personal Services	4,830,413	4,933,207	4,867,998	65,209	0
Other Expenses	3,177,532	3,177,532	2,984,074	193,458	0
Freedom Trail	100,000	100,000	100,000	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Economic Information Systems	80,000	80,000	78,664	1,336	0
Connecticut Science Park	70,000	70,000	70,000	0	0
Year 2000 Conversion	0	53,360	0	0	53,360
Entrepreneurial Centers	215,000	215,000	215,000	0	0
Institute for Community and Regional Development	60,000	60,000	60,000	0	0
Independent Living Handicapped Persons	56,250	56,250	56,250	0	0
Congregate Facilities Operation Costs	3,819,153	3,251,576	2,607,005	0	644,571
Housing Assistance and Counseling Program	75,000	75,000	75,000	0	0
Elderly Congregate Rent Subsidy	942,549	1,510,126	1,158,443	351,683	0
Tax Abatement	2,243,276	2,243,276	2,243,276	0	0
Payment in Lieu of Taxes	2,900,000	2,900,000	2,900,000	0	0
<b>Agency Total</b>	<b>18,569,173</b>	<b>18,725,327</b>	<b>17,415,710</b>	<b>611,686</b>	<b>697,931</b>
<b>Connecticut Agricultural Experiment Station</b>					
Personal Services	4,103,023	4,263,277	4,017,765	245,512	0
Other Expenses	390,300	390,300	371,689	18,611	0
Equipment	2,000	2,000	2,000	0	0
Mosquito Control	144,000	144,000	143,375	625	0
<b>Agency Total</b>	<b>4,639,323</b>	<b>4,799,577</b>	<b>4,534,829</b>	<b>264,748</b>	<b>0</b>
<b>Total Conservation and Development</b>	<b>64,564,659</b>	<b>67,378,742</b>	<b>62,154,931</b>	<b>3,487,633</b>	<b>1,736,178</b>
<b>Health and Hospitals</b>					
<b>Department of Public Health</b>					
Personal Services	26,407,548	27,032,275	23,638,178	3,394,097	0
Other Expenses	5,596,345	6,231,936	5,390,534	359,902	481,500
Equipment	16,000	115,612	22,528	19,084	74,000
Young Parents Program	201,250	201,250	201,250	0	0
Pregnancy Healthline	112,100	112,100	111,761	339	0
Needle and Syringe Exchange Program	404,700	404,700	404,700	0	0
Community Services Support for Aids Victims	207,223	207,223	207,223	0	0
Teen Pregnancy Prevention Campaign	50,000	150,000	100,000	50,000	0
Children's Health Initiative	1,187,091	1,187,091	1,187,005	86	0
Childhood Lead Poisoning Prevention	255,450	255,450	242,197	13,253	0
Aids Services	3,404,715	3,404,715	3,397,484	7,231	0
Liability Coverage for Volunteer Retired Physicians	4,500	4,500	4,500	0	0
Breast and Cervical Cancer Detection and Treatment	1,830,923	1,875,923	1,818,127	57,796	0
Services for Children Affected By Aids	275,000	350,000	350,000	0	0
Children With Special Health Care Needs	450,000	450,000	450,000	0	0
Community Health Services	6,055,433	6,479,566	5,855,020	624,546	0
Emergency Medical Services Training	35,000	35,000	31,031	3,969	0
Emergency Medical Services Regional Offices	378,110	378,110	378,110	0	0
Rape Crisis	444,120	444,120	444,120	0	0
X-Ray Screening and Tuberculosis Care	597,392	597,392	597,290	102	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Genetic Diseases Programs	677,357	677,357	677,357	0	0
Loan Repayment Program	194,500	442,942	120,653	0	322,289
Immunization Services	4,330,520	4,330,520	4,324,361	6,159	0
Local and District Departments of Health	2,823,774	2,823,774	2,550,792	272,982	0
Venereal Disease Control	222,275	222,275	222,275	0	0
School Based Health Clinics	3,837,129	3,837,129	3,837,119	10	0
<b>Agency Total</b>	<b>59,998,455</b>	<b>62,250,960</b>	<b>56,563,615</b>	<b>4,809,556</b>	<b>877,789</b>
<b>Office of Health Care Access</b>					
Personal Services	1,813,914	1,849,204	1,693,232	155,972	0
Other Expenses	162,631	537,631	489,430	48,201	0
Equipment	500	500	0	500	0
Administration - Uncompensated Care	200,000	180,000	130,318	49,682	0
Year 2000 Conversion	0	198,500	0	0	198,500
<b>Agency Total</b>	<b>2,177,045</b>	<b>2,765,835</b>	<b>2,312,980</b>	<b>254,355</b>	<b>198,500</b>
<b>Office of the Medical Examiner</b>					
Personal Services	2,728,800	2,682,747	2,595,426	87,321	0
Other Expenses	1,540,405	1,690,405	1,687,717	2,688	0
Equipment	10,500	10,500	10,500	0	0
<b>Agency Total</b>	<b>4,279,705</b>	<b>4,383,652</b>	<b>4,293,643</b>	<b>90,009</b>	<b>0</b>
<b>Department of Mental Retardation</b>					
Personal Services	229,155,107	233,147,478	231,074,765	2,072,713	0
Other Expenses	15,777,536	23,804,536	20,948,530	2,856,006	0
Equipment	2,000	2,000	2,000	0	0
Human Resource Development	385,600	385,600	361,337	24,263	0
Family Support Grants	969,000	969,000	966,268	2,732	0
Pilot Programs for Client Services	1,929,826	2,012,423	2,003,244	9,179	0
Clinical Services	4,750,800	4,750,800	4,687,253	63,547	0
Early Intervention	11,489,562	12,089,562	12,087,087	2,475	0
Temporary Support Services	200,000	200,000	199,623	377	0
Community Temporary Support Services	100,000	100,000	100,000	0	0
Community Respite Care Programs	400,000	440,000	440,000	0	0
Dental Services	0	119,990	89,993	9,461	20,536
Workers' Compensation Claims	9,719,258	9,719,258	9,284,150	435,108	0
Year 2000 Conversion	0	219,170	0	0	219,170
Rent Subsidy Program	2,111,183	2,156,183	2,127,708	28,475	0
Respite Care	1,473,384	1,473,384	1,473,384	0	0
Family Reunion Program	140,000	140,000	126,640	13,360	0
Employment Opportunities and Day Services	79,489,835	80,889,745	79,930,550	599,195	360,000
Family Placements	1,619,797	1,652,615	1,649,838	2,777	0
Emergency Placements	3,175,349	3,263,373	3,263,372	1	0
Community Residential Services	169,894,521	173,732,511	169,543,625	3,868,886	320,000
<b>Agency Total</b>	<b>532,782,758</b>	<b>551,267,628</b>	<b>540,359,367</b>	<b>9,988,555</b>	<b>919,706</b>
<b>Department of Mental Health and Addiction Services</b>					
Personal Services	57,842,843	56,148,283	49,158,489	6,989,794	0
Other Expenses	8,499,783	8,499,783	7,277,651	1,222,132	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Equipment	10,000	10,000	10,000	0	0
Corporation for Supportive Housing	1,000,000	123,518	116,201	7,317	0
Pre-Trial Drug Education System	1,288,000	1,288,000	513,615	774,385	0
Pre-Trial Alcohol Education System	1,240,738	1,240,738	1,133,500	107,238	0
Supportive Housing	0	894,218	835,359	58,859	0
Managed Service System	6,533,280	10,135,516	7,552,281	2,083,235	500,000
Drug Treatment for Schizophrenia	1,743,195	1,743,195	1,738,314	4,881	0
Legal Services	397,200	397,200	397,200	0	0
Connecticut Mental Health Center	7,172,564	7,172,564	7,154,980	17,584	0
Capitol Region Mental Health Center	363,781	363,781	334,627	29,154	0
Professional Services	5,390,371	5,390,371	4,236,187	1,154,184	0
Regional Action Councils	725,000	736,419	685,491	50,928	0
General Assistance Managed Care	35,656,694	38,375,119	32,678,796	0	5,696,323
Substance Abuse Treatment Programs	20,000	20,315	20,315	0	0
Chronic Gamblers Treatment and Rehabilitation	100,000	100,000	100,000	0	0
Workers' Compensation Claims	5,362,523	5,362,523	5,075,015	287,508	0
Eastern Region	2,000,000	2,027,156	1,817,711	209,445	0
Grants for Substance Abuse Services	21,025,835	23,627,590	20,808,215	2,335,461	483,914
Grants for Vocational Services	387,511	393,614	393,614	0	0
Governor's Partnership to Protect Connecticut's Workforce	450,000	450,000	450,000	0	0
Mental Health Service Grants	63,059,862	63,059,862	62,841,807	218,055	0
Employment Opportunities	8,539,613	8,685,715	8,685,320	395	0
<b>Agency Total</b>	<b>228,808,793</b>	<b>236,245,480</b>	<b>214,014,688</b>	<b>15,550,555</b>	<b>6,680,237</b>
<b>Psychiatric Security Review Board</b>					
Personal Services	191,219	197,075	191,561	5,514	0
Other Expenses	49,660	54,626	41,620	13,006	0
<b>Agency Total</b>	<b>240,879</b>	<b>251,701</b>	<b>233,181</b>	<b>18,520</b>	<b>0</b>
<b>Total Health and Hospitals</b>	<b>828,287,635</b>	<b>857,165,256</b>	<b>817,777,474</b>	<b>30,711,550</b>	<b>8,676,232</b>
<b>Human Services</b>					
<b>Department of Social Services</b>					
Personal Services	93,819,620	91,362,028	91,184,160	177,868	0
Other Expenses	38,902,793	41,749,475	40,499,268	318,707	931,500
Equipment	500	115,500	111,150	4,350	0
Federal Nursing Home Reform Act	1,318,437	725,000	442,835	276,446	5,719
Financial Management Reporting	625,000	955,117	30,475	93,655	830,987
Children's Health Initiative	2,440,359	2,440,359	2,440,359	0	0
Buy-Back Certificates of Need	0	0	0	0	0
Job Connection Program	0	15,720,512	11,525,732	0	4,194,780
Independent Living Center Grant Administration	23,441	23,441	23,441	0	0
Anti-Hunger Programs	18,201	18,201	18,201	0	0
Blood Tests in Paternity Actions	0	200,006	167,530	32,476	0
Statewide GA Database/Tracking System	0	2,063,481	1,951,429	112,052	0
State Food Assistance to Legal Non-Citizens	0	1,720,000	83,289	0	1,636,711

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Day Care Projects	496,300	496,300	496,300	0	0
Commission on Aging	200,000	200,000	196,809	3,191	0
Privatize Data Processing Services	28,747,369	41,259,731	40,897,431	96,300	266,000
Husky Program	0	7,965,716	388,177	0	7,577,539
Vocational Rehabilitation	6,794,000	6,794,000	6,794,000	0	0
Medicaid	1,936,360,300	2,040,551,975	2,040,051,995	499,980	0
Old Age Assistance	32,892,524	31,777,390	31,701,389	76,001	0
Aid to the Blind	599,762	586,433	581,175	5,258	0
Aid to the Disabled	69,400,908	65,405,711	65,254,268	151,443	0
Temporary Assistance to Families	28,655,752	44,026,211	42,748,612	1,277,599	0
Temporary Assistance to Families - TANF	250,000,000	250,000,000	250,000,000	0	0
Adjustment of Recoveries	150,000	100,000	83,336	16,664	0
Emergency Energy Assistance	500	500	0	500	0
Food Stamp Training Expenses	130,800	5,000	800	4,200	0
CT Pharmaceutical Assistance to the Elderly	22,523,102	30,522,039	30,325,601	196,438	0
Maternal and Child Health Services	2,865,300	2,645,300	2,606,338	38,962	0
DMHAS Medicaid Disproportionate Share	191,000,000	191,000,000	191,000,000	0	0
Connecticut Home Care Program	14,601,835	11,055,330	10,471,428	583,902	0
Human Resource Development - Hispanic Programs	106,746	106,746	106,746	0	0
Services to the Elderly	3,758,674	3,828,674	3,675,776	62,898	90,000
Hospital Assistance Program	0	9,198,221	9,198,205	0	16
Safety Net Services	2,500,000	2,050,000	1,866,379	183,621	0
Transportation for Employment Independence	2,200,000	2,065,135	1,573,068	117,067	375,000
Opportunity Industrial Centers	314,116	314,116	314,116	0	0
Transitional Rental Assistance	5,000,000	3,326,668	426,668	0	2,900,000
Refunds of Collections	1,000,000	1,450,592	1,437,025	13,567	0
Energy Assistance	6,800,100	3,300,100	3,263,632	36,468	0
Services for Persons With Disabilities	7,586,366	7,295,385	7,244,214	51,171	0
Child Care Services	55,949,482	55,949,482	55,260,490	688,992	0
Child Care Services-TANF/CCDBG	51,592,848	57,092,540	57,092,540	0	0
Residences for Persons With Aids	445,900	445,900	445,900	0	0
Supplemental Nutrition Assistance	91,904	91,904	91,904	0	0
Housing/Homeless Services	7,131,793	7,131,793	7,112,489	19,304	0
Employment Opportunities	881,376	881,376	881,376	0	0
Human Resource Development	3,897,963	3,897,963	3,897,963	0	0
Child Day Care	8,761,207	8,761,207	8,761,207	0	0
Independent Living Centers	593,845	593,845	593,845	0	0
Aids Drug Assistance	592,000	592,000	592,000	0	0
Shelter Services for Victims of Household Abuse	27,000	27,000	27,000	0	0
Disproportionate Share/Emergency Assistance	254,000,000	244,801,795	244,801,795	0	0
State Administered General Assistance	58,682,500	57,379,606	57,365,282	14,324	0
School Readiness	6,063,879	6,063,879	4,872,925	0	1,190,954
General Assistance	10,140,000	31,610,442	31,610,442	0	0
Child Day Care Local Governments	5,710,200	5,710,200	5,710,200	0	0
Human Resource Development - Local Governments	239,385	239,385	239,385	0	0
Human Resource Development - Hispanic Programs	11,678	11,678	11,678	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Teenage Pregnancy Prevention Block Grant	620,000	620,000	620,000	0	0
Vocational Rehabilitation Transition Plan	39,000	39,000	39,000	0	0
Traumatic Brain Injury	109,000	109,000	109,000	0	0
<b>Agency Total</b>	<b>3,217,413,765</b>	<b>3,396,470,388</b>	<b>3,371,317,778</b>	<b>5,153,404</b>	<b>19,999,206</b>
<b>Total Human Services</b>	<b>3,217,413,765</b>	<b>3,396,470,388</b>	<b>3,371,317,778</b>	<b>5,153,404</b>	<b>19,999,206</b>

**Education, Museums, Libraries**

**Department of Education**

Personal Services	83,665,480	84,544,634	83,940,424	604,210	0
Other Expenses	10,769,699	10,769,699	10,747,855	21,844	0
Train Paraprofessionals for Teaching	372,000	372,000	339,700	32,300	0
Literacy Volunteers	20,860	20,860	19,860	1,000	0
Institutes for Educators	328,000	328,000	300,345	27,655	0
Basic Skills Exam Teachers in Training	1,190,000	1,190,000	1,049,995	140,005	0
Teachers' Standards Implementation Program	3,415,523	3,415,523	3,263,123	152,400	0
Early Childhood Program	10,000,000	12,000,000	9,661,966	338,034	2,000,000
Admin - Extended School Hours	0	22,768	22,768	0	0
Adult Education Administration	0	675,583	675,583	0	0
Development of Mastery Exams - Grades 4, 6 and 8	4,630,920	4,630,920	4,547,320	83,600	0
Admin - Interdistrict Cooperative Program	294,000	195,696	189,118	6,578	0
Primary Mental Health	300,000	294,000	279,281	14,719	0
Admin - Youth Service Bureaus	0	54,968	54,968	0	0
Adult Education Action	0	300,000	285,000	15,000	0
Vocational Technical School Textbooks	500,000	500,000	500,000	0	0
Repair of Instructional Equipment	237,500	237,500	235,209	2,291	0
Minor Repairs to Plant	332,500	332,500	325,485	7,015	0
Connecticut Pre-Engineering Program	100,000	100,000	100,000	0	0
Contracting Instructional TV Services	209,000	209,000	208,999	1	0
Connecticut Writing Project	75,000	75,000	75,000	0	0
Jobs for Connecticut Graduates	240,000	240,000	228,000	12,000	0
Hartford Public School Monitors	200,000	200,000	197,858	2,142	0
Resource Equity Assessment	150,000	150,000	117,453	32,547	0
Year 2000 Conversion	0	1,108,080	0	0	1,108,080
American School for the Deaf	6,351,558	6,351,558	6,351,558	0	0
Resc Leases	650,000	900,000	893,749	6,251	0
Regional Education Services	2,572,384	2,572,384	2,572,384	0	0
Omnibus Grants State Supported Schools	2,854,000	2,854,000	2,655,665	198,335	0
Head Start Services	3,100,000	3,100,000	3,100,000	0	0
Head Start Enhancement	2,000,000	2,000,000	2,000,000	0	0
Family Resource Centers	4,032,500	4,032,500	4,000,000	32,500	0
Nutmeg Games	50,000	50,000	50,000	0	0
Charter Schools	6,000,000	6,000,000	5,834,642	165,358	0
School Building Grant and Interest Subsidy	42,500	42,500	42,295	205	0
Vocational Agriculture	2,567,800	2,567,800	2,567,800	0	0
Transportation of School Children	39,500,000	39,460,000	39,187,014	272,986	0
Adult Education	13,821,660	13,146,077	13,058,527	87,550	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Health and Welfare for Private School Pupils	3,200,000	3,199,327	3,148,709	50,618	0
Education Equalization Grants	1,262,860,000	1,262,610,000	1,261,298,859	1,311,141	0
Bilingual Education	2,226,000	2,226,000	2,226,000	0	0
Priority School Districts	18,500,000	18,500,000	18,499,999	1	0
Young Parents Program	238,592	238,592	238,592	0	0
Interdistrict Cooperation	21,219,600	21,023,904	20,977,749	46,155	0
School Breakfast Program	1,524,736	1,525,409	1,525,409	0	0
Excess Cost - Student Based	25,000,000	25,000,000	23,359,768	1,640,232	0
Excess Cost - Equity	11,500,000	11,500,000	11,500,000	0	0
Medicaid Coordination	6,000,000	6,000,000	5,065,810	934,190	0
Student Achievement Grant	500,000	500,000	500,000	0	0
Nonpublic School Transportation	4,235,000	4,275,000	4,255,138	19,862	0
Celebration of Excellence	25,000	25,000	25,000	0	0
School to Work Opportunities	250,000	250,000	245,200	4,800	0
Extended School Hours and Support Programs	1,310,720	1,287,952	1,277,952	10,000	0
Youth Service Bureaus	2,748,398	2,693,430	2,681,021	12,409	0
Project Concern - Receiving District	271,524	271,524	241,956	29,568	0
Lighthouse Schools	100,000	100,000	100,000	0	0
Special Education Overburden	425,000	425,000	425,000	0	0
Library Book Grants to Schools	0	3,000,000	0	0	3,000,000
<b>Agency Total</b>	<b>1,562,707,454</b>	<b>1,569,694,688</b>	<b>1,557,271,106</b>	<b>6,315,502</b>	<b>6,108,080</b>
<b>Board of Education and Services for the Blind</b>					
Personal Services	3,445,253	3,534,361	3,061,840	472,521	0
Other Expenses	943,977	1,566,477	710,459	1,018	855,000
Equipment	0	337,500	14,060	0	323,440
Supplementary Relief and Services	118,560	118,560	118,560	0	0
Education of Handicapped Blind Children	7,023,100	6,973,100	6,111,326	861,774	0
Vocational Rehabilitation	965,515	1,023,677	1,023,677	0	0
Education of Pre-School Blind Children	24,486	24,486	24,486	0	0
Special Training for the Deaf Blind	335,280	311,404	262,330	49,074	0
Connecticut Radio Information Service	42,750	42,750	42,750	0	0
Services for Persons With Impaired Vision	238,760	262,636	261,450	1,186	0
Tuition and Services - Public School Children	660,400	710,400	709,795	605	0
<b>Agency Total</b>	<b>13,798,081</b>	<b>14,905,351</b>	<b>12,340,733</b>	<b>1,386,178</b>	<b>1,178,440</b>
<b>Commission on the Deaf and Hearing Impaired</b>					
Personal Services	670,328	684,762	510,615	174,147	0
Other Expenses	157,799	157,799	145,242	12,557	0
Part-Time Interpreters	263,247	341,858	136,888	0	204,970
<b>Agency Total</b>	<b>1,091,374</b>	<b>1,184,419</b>	<b>792,745</b>	<b>186,704</b>	<b>204,970</b>
<b>State Library</b>					
Personal Services	4,853,974	4,855,665	4,851,660	4,005	0
Other Expenses	851,361	851,361	847,386	3,975	0
Equipment	25,000	25,000	25,000	0	0
Equipment - Law Department	371,695	371,695	371,695	0	0
Library and Educational Materials	427,720	427,720	427,720	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Statewide Data Base Program	542,327	542,327	542,327	0	0
Basic Cultural Resources Grant	2,210,695	2,210,695	2,210,695	0	0
Support Cooperating Library Service Units	807,829	807,829	807,829	0	0
Grants - Local Institutions in Humanities	40,000	40,000	40,000	0	0
Connecticut Educational Telecommunications Corporation	850,000	850,000	850,000	0	0
Grants to Public Libraries	453,776	453,776	453,776	0	0
Connecticard Payments	697,835	697,835	697,835	0	0
<b>Agency Total</b>	<b>12,132,212</b>	<b>12,133,903</b>	<b>12,125,923</b>	<b>7,980</b>	<b>0</b>
<b>Department of Higher Education</b>					
Personal Services	1,704,396	1,857,448	1,750,284	107,164	0
Other Expenses	157,559	184,359	164,738	19,621	0
Equipment	1,000	3,625	3,625	0	0
Minority Advancement Program	1,704,818	1,773,077	1,515,715	0	257,362
Alternative Route to Certification	10,240	10,240	10,240	0	0
Student Community Services	15,360	15,360	14,390	970	0
National Service Act	511,340	566,340	235,379	55,961	275,000
International Initiatives	150,000	150,000	150,000	0	0
Scholastic Achievement Grant	3,150,400	3,228,679	2,735,180	143,499	350,000
Awards to Children of Deceased/Disabled Veterans	6,000	6,000	3,600	2,400	0
Independent College Student Grant	14,344,863	14,344,863	14,344,814	49	0
Aid for Public College Students	8,696,397	8,696,397	8,696,397	0	0
New England Board of Higher Education	347,353	347,353	347,353	0	0
<b>Agency Total</b>	<b>30,799,726</b>	<b>31,183,741</b>	<b>29,971,715</b>	<b>329,664</b>	<b>882,362</b>
<b>Charter Oak College</b>					
Operating Expenses	888,227	888,227	888,227	0	0
<b>University of Connecticut</b>					
Operating Expenses	147,137,354	154,684,619	154,684,619	0	0
Endowment Match	0	10,891,617	9,112,794	0	1,778,823
Year 2000 Conversion	0	4,591,426	4,591,426	0	0
<b>Agency Total</b>	<b>147,137,354</b>	<b>170,167,662</b>	<b>168,388,839</b>	<b>0</b>	<b>1,778,823</b>
<b>University of Connecticut Health Center</b>					
Operating Expenses	62,445,188	64,439,462	64,434,349	5,113	0
Ahec for Bridgeport	0	150,000	52,471	27,530	69,999
Year 2000 Conversion	0	1,127,748	0	0	1,127,748
<b>Agency Total</b>	<b>62,445,188</b>	<b>65,717,210</b>	<b>64,486,820</b>	<b>32,643</b>	<b>1,197,747</b>
<b>Teachers' Retirement Board</b>					
Personal Services	1,292,000	1,361,019	1,197,808	163,211	0
Other Expenses	439,551	689,551	644,323	45,228	0
Equipment	6,900	6,900	6,696	204	0
Year 2000 Conversion	0	2,486,022	0	0	2,486,022
Retirement Contributions	179,365,000	179,365,000	179,365,000	0	0
Retirees Health Service Cost	3,500,000	3,500,000	3,500,000	0	0
<b>Agency Total</b>	<b>184,603,451</b>	<b>187,408,492</b>	<b>184,713,827</b>	<b>208,643</b>	<b>2,486,022</b>

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>Regional Community-Technical Colleges</b>					
Personal Services	0	97,900,105	95,603,590	1,772	2,294,743
Operating Expenses	92,984,494	0	0	0	0
<b>Agency Total</b>	<b>92,984,494</b>	<b>97,900,105</b>	<b>95,603,590</b>	<b>1,772</b>	<b>2,294,743</b>
<b>Connecticut State University</b>					
Personal Services		113,779,132	113,779,074	58	0
Operating Expenses	106,127,662	0	0	0	0
Long Island Sound Council	75,000	75,000	74,466	534	0
Year 2000 Conversion	0	2,500,000	0	0	2,500,000
<b>Agency Total</b>	<b>106,202,662</b>	<b>116,354,132</b>	<b>113,853,540</b>	<b>592</b>	<b>2,500,000</b>
<b>Total Education, Museums, Libraries</b>	<b>2,214,790,223</b>	<b>2,267,537,930</b>	<b>2,240,437,065</b>	<b>8,469,678</b>	<b>18,631,187</b>
<b>Corrections</b>					
<b>Department of Correction</b>					
Personal Services	276,058,285	289,600,099	284,114,503	5,485,596	0
Other Expenses	84,034,001	84,034,001	77,529,143	6,504,858	0
Equipment	2,698,773	3,898,773	3,898,629	144	0
Stress Management	0	66,206	25,620	0	40,586
Workers' Compensation Claims	10,610,180	12,910,180	12,739,434	170,746	0
Year 2000 Conversion	0	546,140	0	0	546,140
Aid to Paroled and Discharged Inmates	151,664	151,664	14,850	136,814	0
Legal Services to Prisoners	750,000	750,000	747,777	2,223	0
Volunteer Services	189,885	189,885	172,975	16,910	0
Community Residential Services	11,723,986	11,723,986	11,722,141	1,845	0
Community Non-Residential Services	1,005,648	1,005,648	1,005,648	0	0
<b>Agency Total</b>	<b>387,222,422</b>	<b>404,876,582</b>	<b>391,970,720</b>	<b>12,319,136</b>	<b>586,726</b>
<b>Board of Pardons</b>					
Other Expenses	34,141	34,141	28,006	6,135	0
<b>Board of Parole</b>					
Personal Services	2,918,523	3,175,324	2,983,258	192,066	0
Other Expenses	742,363	742,363	706,695	35,668	0
Community Residential Services	1,020,000	1,020,000	784,200	235,800	0
Community Non-Residential Services	1,571,064	1,571,064	1,537,042	34,022	0
<b>Agency Total</b>	<b>6,251,950</b>	<b>6,508,751</b>	<b>6,011,195</b>	<b>497,556</b>	<b>0</b>
<b>Department of Children and Families</b>					
Personal Services	137,359,673	138,695,414	135,205,331	3,490,083	0
Other Expenses	21,201,121	26,899,762	22,893,638	1,433,124	2,573,000
Short-Term Residential Treatment	360,000	360,000	360,000	0	0
Wilderness School Program	96,250	96,250	86,136	10,114	0
Children's Trust Fund	1,710,000	1,710,000	1,240,592	69,408	400,000
Substance Abuse Screening	1,600,000	1,611,000	1,611,000	0	0
Workers' Compensation Claims	1,588,611	2,088,611	1,958,948	129,663	0
Grants for Psychiatric Clinics for Children	10,206,671	10,221,615	10,172,378	49,237	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Grants for Day Treatment Centers for Children	4,726,138	4,726,138	4,441,141	284,997	0
Treatment and Prevention of Child Abuse	4,506,230	5,089,400	5,041,737	47,663	0
Community Emergency Services	776,597	776,597	776,597	0	0
Community Preventive Services	2,545,814	2,547,485	2,438,523	108,962	0
Aftercare for Children	87,862	82,750	74,862	7,888	0
Family Violence Services	352,367	357,800	357,800	0	0
Health and Community Services	1,154,136	1,406,374	1,373,668	32,706	0
No Nexus Special Education	3,275,871	2,775,871	2,775,735	136	0
Family Preservation Services	5,375,515	5,683,722	5,682,835	887	0
Substance Abuse Treatment	1,636,053	1,636,053	1,586,471	49,582	0
Child Welfare Support Services	1,873,811	1,376,186	1,352,969	23,217	0
Juvenile Case Management Collaborative	547,600	547,600	547,600	0	0
Board and Care for Children - Adoption	20,122,495	19,521,495	18,584,724	936,771	0
Board and Care for Children - Foster	59,905,233	64,205,233	63,288,593	916,640	0
Board and Care for Children - Residential	66,319,421	62,019,421	61,968,926	50,495	0
<b>Agency Total</b>	<b>347,327,469</b>	<b>354,434,777</b>	<b>343,820,204</b>	<b>7,641,573</b>	<b>2,973,000</b>
<b>County Sheriffs</b>					
Personal Services	1,206,418	1,024,286	967,225	57,061	0
Other Expenses	998,353	998,353	998,353	0	0
Sheriffs' Training	63,405	43,405	41,682	1,723	0
Special Deputy Sheriffs	18,989,880	19,214,880	19,013,772	201,108	0
Vaccination and Testing	79,430	69,430	65,467	3,963	0
<b>Agency Total</b>	<b>21,337,486</b>	<b>21,350,354</b>	<b>21,086,499</b>	<b>263,855</b>	<b>0</b>
<b>Total Corrections</b>	<b>762,173,468</b>	<b>787,204,605</b>	<b>762,916,624</b>	<b>20,728,255</b>	<b>3,559,726</b>
<b>Judicial</b>					
<b>Judicial Department</b>					
Personal Services	141,960,477	143,478,681	136,988,986	6,489,695	0
Other Expenses	41,581,634	41,331,634	40,570,585	761,049	0
Equipment	15,000	15,000	14,975	25	0
Alternative Incarceration Program	19,812,484	19,812,484	19,812,484	0	0
Grant to Justice Education Center, Inc.	225,000	225,000	225,000	0	0
Children Impacted By Domestic Violence	193,577	193,577	193,577	0	0
Juvenile Alternative Incarceration	10,384,981	10,384,981	10,275,001	109,980	0
Post-Release Non-Residential Services	1,300,000	1,300,000	1,299,500	500	0
Juvenile Justice Centers	1,363,000	1,363,000	1,363,000	0	0
Year 2000 Conversion	0	1,112,340	0	0	1,112,340
<b>Agency Total</b>	<b>216,836,153</b>	<b>219,216,697</b>	<b>210,743,108</b>	<b>7,361,249</b>	<b>1,112,340</b>
<b>Public Defender Services Commission</b>					
Personal Services	18,305,944	18,389,536	17,811,410	578,126	0
Other Expenses	824,736	919,686	919,673	13	0
Special Public Defenders - Contractual	1,239,000	1,239,000	1,239,000	0	0
Special Public Defenders - Non-Contractual	910,000	930,000	930,000	0	0
Expert Witnesses	670,000	670,000	670,000	0	0

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
Training and Education	27,000	27,000	27,000	0	0
<b>Agency Total</b>	<b>21,976,680</b>	<b>22,175,222</b>	<b>21,597,083</b>	<b>578,139</b>	<b>0</b>
<b>Total Judicial</b>	<b>238,812,833</b>	<b>241,391,919</b>	<b>232,340,191</b>	<b>7,939,388</b>	<b>1,112,340</b>
<b>Non-Functional</b>					
<b>Miscellaneous Appropriations to the Governor</b>					
Governor's Contingency Account	18,000	18,000	0	18,000	0
<b>Debt Service - State Treasurer</b>					
Debt Service	756,839,140	800,839,140	769,930,892	6,908,248	24,000,000
UConn 2000 Debt Service	20,666,635	20,666,635	20,233,260	433,375	0
<b>Agency Total</b>	<b>777,505,775</b>	<b>821,505,775</b>	<b>790,164,152</b>	<b>7,341,623</b>	<b>24,000,000</b>
<b>Reserve for Salary Adjustments</b>					
Reserve for Salary Adjustments	62,622,200	63,133,290	0	0	63,133,290
<b>Workers' Compensation Claims - Department of Administrative Services</b>					
Workers' Compensation Claims	11,862,111	11,862,111	11,274,257	587,854	0
<b>Judicial Review Council</b>					
Personal Services	106,843	106,843	106,205	638	0
Other Expenses	92,200	92,200	21,373	70,827	0
<b>Agency Total</b>	<b>199,043</b>	<b>199,043</b>	<b>127,578</b>	<b>71,465</b>	<b>0</b>
<b>Sundry Purposes</b>					
Other Expenses	0	7,000,000	6,972,622	27,378	0
<b>Refunds of Payments</b>					
Other Expenses	450,000	2,390,000	2,225,715	164,285	0
<b>Refunds of Escheated Property</b>					
Other Expenses	0	8,777,191	8,777,191	0	0
<b>Adjudicated Claims</b>					
Other Expenses	0	5,297,982	5,297,982	0	0
<b>Fire Training Schools</b>					
Willimantic	65,400	65,400	65,400	0	0
Torrington	48,100	48,100	48,100	0	0
New Haven	32,200	32,200	32,200	0	0
Derby	32,200	32,200	32,200	0	0
Wolcott	42,200	42,200	42,200	0	0
Fairfield	32,200	32,200	32,200	0	0
Hartford	57,000	57,000	57,000	0	0
Middletown	25,000	25,000	25,000	0	0
<b>Agency Total</b>	<b>334,300</b>	<b>334,300</b>	<b>334,300</b>	<b>0</b>	<b>0</b>

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>Maintenance of County Base Fire Radio Network</b>					
Maintenance of County Base Fire Radio Network	21,000	21,000	21,000	0	0
<b>Maintenance of Statewide Fire Radio Network</b>					
Maintenance of Statewide Fire Radio Network	14,000	14,000	14,000	0	0
<b>Equal Grants to Thirty-Four Non-Profit General Hospitals</b>					
Equal Grants to Thirty-Four Non-Profit General Hospitals	34	34	31	3	0
<b>State Police Association</b>					
State Police Association	63,000	63,000	59,495	3,505	0
<b>State Firemen's Association</b>					
State Firemen's Association	100,000	100,000	36,454	63,546	0
<b>Interstate Sanitation Commission</b>					
Interstate Sanitation Commission	3,333	3,333	3,333	0	0
<b>Reimbursements to Towns for Loss of Taxes on State Property</b>					
Reimbursements to Towns for Loss of Taxes on State Property	33,341,007	61,341,007	33,319,723	21,284	28,000,000
<b>Reimbursements to Towns for Loss of Taxes on Private Tax-Exempt Property</b>					
Reimbursements to Towns for Loss of Taxes on Private Tax-Exempt Property	82,320,537	94,320,537	82,320,537	0	12,000,000
<b>Unemployment Compensation</b>					
Other Expenses	8,409,000	4,309,000	3,869,292	439,708	0
<b>State Employees Retirement Contributions</b>					
Other Expenses	236,609,630	227,610,361	227,610,361	0	0
<b>Higher Education Alternative Retirement System</b>					
Other Expenses	11,100,000	13,200,000	12,451,845	748,155	0
<b>Pension and Retirements-Other Statutory</b>					
Other Expenses	1,450,000	1,450,000	1,447,047	2,953	0
<b>Judges and Compensation Commissioners Retirement</b>					
Other Expenses	9,308,947	9,308,947	9,308,947	0	0
<b>Group Life Insurance</b>					
Other Expenses	2,500,000	2,500,000	2,440,470	59,530	0

	<b>Budgeted Appropriations (Excluding Carry-Forwards) 1997-98</b>	<b>Adjusted Appropriations (Including Carry-Forwards) 1997-98</b>	<b>Actual Expenditures (Including Carry-Forwards) 1997-98</b>	<b>Lapsed Appropriations 1997-98</b>	<b>Appropriations Continued 1997-98</b>
<b>Tuition Reimbursement - Training and Travel</b>					
Other Expenses	925,625	8,369,999	2,105,087	0	6,264,912
<b>Employers Social Security Tax</b>					
Other Expenses	126,677,729	125,677,729	124,308,731	1,368,998	0
<b>State Employees Health Service Cost</b>					
Other Expenses	180,507,300	176,507,300	174,213,760	2,293,540	0
<b>Retired Employees Health Service Cost</b>					
Other Expenses	93,550,000	128,549,269	127,611,526	937,743	0
<b>Insurance Recoveries</b>					
Other Expenses	0	501,720	306,778	0	194,942
<b>Total Non-Functional</b>	<b>1,639,892,571</b>	<b>1,774,364,928</b>	<b>1,626,622,214</b>	<b>14,149,570</b>	<b>133,593,144</b>
<b>Grand Total</b>	<b>9,534,161,779</b>	<b>10,152,163,457</b>	<b>9,649,845,792</b>	<b>128,199,482</b>	<b>374,118,183</b>

## **II. Transportation Fund**

The Transportation Fund ended FY 98 with an operating surplus of \$46.4 million or 5.6% of the budget. (It should be noted that Section 41 of SA 98-6 (the Revised Appropriations Act) appropriates \$15 million of this FY 98 surplus for FY 99 Debt Service, thereby reducing the FY 98 surplus to \$31.4 million, as shown in the Comptroller's year-end report.) In accordance with Section 3 of PA 97-309, \$31.4 million will be used for debt retirement and \$20 million will be retained as a fund balance. Please refer to Exhibit E for a summary of the 1997-98 Transportation Fund's financial condition.

Revenues were approximately \$32.0 million higher than originally estimated and expenditures were \$17.3 million lower than budgeted. Lapsing appropriations totaled \$37.9 million or \$17.5 million more than the \$20.4 million lapse originally budgeted. The actual FY 98 ERIP (Early Retirement Incentive Program) savings totaled \$10.6 million, which was close to the original budgeted lapse figure of \$10.4 million.

### **Revenues**

Revenues were up from budget plan estimates primarily from (1) the Motor Fuels Tax, (2) Motor Vehicle Receipts and (3) Interest Income.

Motor Fuels Taxes finished up \$8.6 million above budget plan estimates, 1.6% of Motor Fuels Tax collections. After two consecutive years of negative growth in revenues, the budget plan assumed that revenue would grow at a modest 0.5%. Revenues actually grew at 2.2%, which was caused by greater consumption. Total consumption during FY 98 was 1.609 billion gallons compared to 1.583 billion gallons in FY 97 - an increase of 26 million gallons.

Motor Vehicle Receipts finished \$10 million above budget plan estimates. Revenue from motor vehicle registrations was the primary reason for the difference between actual and budget revenue. Revenue from motor vehicle registrations was \$152 million for FY 98, while historically revenue from registrations averages \$144 million. The Department of Motor Vehicles issued 1.63 million registrations in FY 98 compared to 1.51 million in FY 97 - an increase of 66,000 registrations.

Interest Income finished \$4.4 million above budget plan estimates. Earnings from interest income exceeded the budget estimate because there was more cash on hand during the fiscal year due to realized revenues being greater than budgeted estimates and actual expenditures being lower than budgeted amounts.

### **Expenditures**

Expenditure requirements had been budgeted at \$829.8 million. However, actual FY 98 expenditures were \$17.3 million or 2.1% lower than originally anticipated. The lapse figure was \$17.5 million higher than originally budgeted. This additional lapse can be attributed to the Debt Service account which lapsed a total of \$16.4 million, the Department of Transportation's lapse of \$12.8 million primarily in Personal Services (\$6.2 million), Other Expenses (\$2.6 million), and Rail Operations, (\$2.7 million), and the Department of Motor Vehicles' lapse of \$2.5 million primarily in Personal Services (\$2.4 million). The Personal Services lapses resulted from mandated Early Retirement Incentive Program savings.

The following three factors reduced the lapse amounts by \$10.0 million from what it would otherwise have been:

(1) The Finance Advisory Committee's (FAC) action on May 7, 1998 transferred \$5.9 million to the Highway and Bridge Renewal Equipment account. Due to the anticipated lapse in Personal Services and Other Expenses resulting from the mild winter season, \$3.4 million from Personal Services and \$2.5 million from Other Expenses were transferred for the replacement of 79 nine-ton dump trucks.

(2) In accordance with Section 35 of SA 98-6, (the Revised Appropriations Act), \$4.1 million will be carried forward into FY 99 for the Department of Public Safety's Fleet Purchase account.

(3) The Workers' Compensation Claims account experienced a \$63,730 deficiency.

### **FY 98 Transportation Fund Lapsing Appropriations**

The agencies and accounts financed by the Transportation Fund lapsed a total of \$37.9 million. This is \$17.5 million higher than the originally anticipated lapse of \$20.4 million. (The lapse figure includes \$10.6 million in realized ERIP savings). Please refer to Exhibit H for a listing of agency lapses and the percentages relative to the adjusted appropriations for the various components of the Transportation Fund.

Below are explanations concerning lapses in excess of \$1 million.

#### **Department of Transportation (DOT)**

**\$12,800,000**

The Department of Transportation (DOT) lapsed a total of \$12.8 million. The largest lapses were in Personal Services, \$6,243,566, Other Expenses, \$2,637,366 and Rail Operations, \$2,696,917.

The Personal Services lapse of \$6.2 million was the result of mandated Early Retirement Incentive Program (ERIP) savings.

The 1997-99 biennial budget, (SA 97-21, the Appropriations Act), included ERIP savings of \$10.4 million to be distributed among the three agencies in the Transportation Fund. Consequently, the proposed ERIP savings for the DOT was \$6.2 million. As a result, the DOT experienced a permanent reduction of 184 full-time employees, primarily in Administration and Engineering.

The lapse of \$2.6 million in Other Expenses is attributable to the commitment of funds in FY 98 for goods and services required in FY 98, but which were not billed in time to be processed through the Comptroller's system prior to the date for closing the accounts for the fiscal year in June, 1998.

The lapse of \$2.7 million in Rail Operations was due to (1) higher ridership than projected on the Metro North Commuter Rail Line resulting in a higher than budgeted revenue figure, (2) a mild winter season which contributed to limited equipment problems and service disruptions resulting in operating expenditures favorable to the budget, (3) problems with contract negotiations which caused the scheduled M-2 overhaul program to not advance as originally planned, (4) a delay in awarding a major contract for the installation of ticket vending machines and ticket office machines which resulted in expenditures for administrative assets being significantly less than the amount budgeted.

**Department of Motor Vehicles****\$2,500,000**

The Department of Motor Vehicles' lapse of \$2.5 million was due to mandated ERIP savings.

**Non-Functional Accounts*****Debt Service*****\$16.4**

The lapse of \$16,395,436 in Transportation Fund debt service is due to (1) lower-than-budgeted interest rates, (2) a cash defeasance of Special Tax Obligation (STO) bonds, and (3) elimination of the spring 1998 STO bond issue. (1) When market rates are below those used in the debt service budget estimate, actual debt service payments will be below the budgeted amount. Low market interest rates were responsible for savings of \$7.5 million in three areas. First, the state saved \$4.6 million because arbitrage rebate payments to the federal government were reduced. States are required to make such payments because the federal government limits the amount of interest a state may earn on STO bond reserve investments. Second, the state saved \$1.6 million because the October 1997 STO bonds were issued at 5.1% rather than the 6.5% used in the budget estimate. Third, the low interest rates permitted the state to do two refundings of bonds, which yielded \$1.3 million in debt service savings. (2) The cash defeasance of \$80.8 million in STO bonds saved \$6.3 million in debt service costs. (3) Budgeted issuance costs were reduced by \$1.6 million due to elimination of the spring 1998 STO bond issue.

***State Employees Health Service Cost*****\$4.6**

The lapse in this account is a result of the Early Retirement Incentive Program (ERIP). Approximately 500 Transportation Fund employees retired under the ERIP. The retired state employee health service costs of former Transportation Fund employees are an expense of the General Fund.

## Exhibit E

### FY 98 Transportation Fund Summary

Original Estimated Revenue	\$826,900,000
Plus: Adjustments to Reflect Actual Revenues	31,977,949
<b>Total Actual Revenue</b>	<b>\$858,877,949</b>
Original Appropriations - Gross	\$850,170,869
Less: Estimated Unallocated Lapses	(10,000,000)
Early Retirement Incentive Program	(10,417,500)
<b>Total Original Appropriations (Net)</b>	<b>\$829,753,369</b>
Total Revenue Above Original FY 98 Net Appropriations	\$29,124,580
<b>Total Original Appropriations (Net)</b>	<b>\$829,753,369</b>
Less: Additional Lapses	(17,280,513)
Higher Savings from Early Retirement Incentive Program	(169,536)
Plus: Miscellaneous Adjustments	152,649
<b>Total Expenditures/Net Appropriations</b>	<b>\$812,455,969</b>
Amount by which Expenditures/ Appropriations Are Less Than Original Appropriations (Net)	\$17,297,400
Operating Surplus, June 30, 1998	\$46,421,980
Required Fund Balance, (June 30, 1997 per PA 97-309, Sec.3)	20,000,000
<b>Total Fund Balance</b>	<b>\$66,421,980</b>
Less: Appropriation for FY 99 Debt Service, (SA 98-6, Sec. 41)	(15,000,000)
Reserve for Debt Retirement	(31,421,980)*
<b>Required Fund Balance as of June 30, 1998</b>	<b>\$20,000,000*</b>

\*Please note that PA 97-309 requires that amounts in excess of \$20.0 million be used by the State Treasurer to reduce the future cost of Special Tax Obligation (STO) debt service.

## Exhibit F

### FY 98 Transportation Fund Revenue (in thousands)

	FY 98 Revenue		Over/(Under)
	Budget	Realized	Budget
<b>Taxes</b>			
Motor Fuels	\$521,200	\$530,700	\$9,500
Refunds of Taxes	(5,900)	(6,800)	(900)
<b>Total - Taxes Less Refunds</b>	<b>\$515,300</b>	<b>\$523,900</b>	<b>\$8,600</b>
<b>Other Sources</b>			
Motor Vehicle Receipts	\$176,000	\$186,000	\$10,000
Licenses, Permits and Fees	101,850	107,700	5,850
Interest Income	31,000	35,400	4,400
Federal Grants	3,000	3,100	100
Release From Debt Service	0	3,000	3,000
Transfer-Other Funds	(250)	(250)	0
<b>Total - Other Sources</b>	<b>\$311,600</b>	<b>\$334,950</b>	<b>\$23,350</b>
<b>Total Revenue</b>	<b>\$826,900</b>	<b>\$858,850</b>	<b>\$31,950</b>

## Exhibit H

### FY 98 Transportation Fund Lapsing Appropriations of \$1 Million or More

	Amount (in millions)	% of Adjusted Appropriation
<b>Agency</b>		
Department of Motor Vehicles	\$ 2.5	5.3
Department of Transportation	12.8	4.1
<b>Non Functional Accounts</b>		
Debt Service	\$16.4	4.1
State Employees Health Service Cost	4.6	23.5

## Exhibit G

### Transportation Fund Account Detail

	Budgeted Appropriations (Excluding Carry-Forwards) 1997-98	Adjusted Appropriations (Including Carry-Forwards) 1997-98	Actual Expenditures (Including Carry-Forwards) 1997-98	Lapsed Appropriations 1997-98	Appropriations Continued 1997-98
<b>General Government</b>					
<b>State Insurance Purchasing Board</b>					
Other Expenses	2,177,500	2,177,500	1,710,495	467,005	0
<b>Total General Government</b>	<b>2,177,500</b>	<b>2,177,500</b>	<b>1,710,495</b>	<b>467,005</b>	<b>0</b>
<b>Regulation and Protection</b>					
<b>Department of Public Safety</b>					
Personal Services	37,034,452	34,792,447	34,694,832	0	97,615
Other Expenses	3,062,597	3,062,597	2,859,215	1,169	202,213
Equipment	281,083	281,083	252,204	0	28,879
Fleet Purchase	3,000,442	6,735,649	2,662,357	0	4,073,292
Workers' Compensation Claims	1,664,274	1,664,274	1,616,085	0	48,189
<b>Agency Total</b>	<b>45,042,848</b>	<b>46,536,050</b>	<b>42,084,693</b>	<b>1,169</b>	<b>4,450,188</b>
<b>Department of Motor Vehicles</b>					
Personal Services	31,226,777	32,466,254	30,113,196	2,353,058	0
Other Expenses	12,553,407	12,715,976	12,629,959	86,017	0
Equipment	700,000	700,000	700,000	0	0
Graduated Licenses	200,000	200,000	176,516	23,484	0
<b>Agency Total</b>	<b>44,680,184</b>	<b>46,082,230</b>	<b>43,619,671</b>	<b>2,462,559</b>	<b>0</b>
<b>Total Regulation and Protection</b>	<b>89,723,032</b>	<b>92,618,280</b>	<b>85,704,364</b>	<b>2,463,728</b>	<b>4,450,188</b>
<b>Transportation</b>					
Personal Services	100,255,174	102,625,543	96,381,977	6,243,566	0
Other Expenses	33,865,470	31,365,470	28,728,104	2,637,366	0
Equipment	1,500,000	2,192,373	1,365,179	128	827,066
Highway Planning and Research	2,274,356	3,141,890	2,389,227	0	752,663
Minor Capitol Projects	350,000	571,980	334,363	0	237,617
Highway and Bridge Renewal Equipment	4,000,000	12,188,377	4,158,737	491	8,029,149
Handicapped Access Program	6,746,063	6,746,063	6,225,345	520,718	0
Hospital Transit for Dialysis	113,000	113,000	113,000	0	0
Rail Operations	56,190,642	56,190,642	53,493,725	2,696,917	0
Bus Operations	60,077,103	60,077,103	59,301,565	775,538	0
Eastern Connecticut Rail Service Study	75,000	75,000	29,275	0	45,725
Workers' Compensation Claims	1,464,260	1,464,260	1,527,990	-63,730	0
Highway and Bridge Renewal	0	1,506,516	1,506,516	0	0
Highway and Bridge Renewal	9,700,000	9,700,000	7,191,357	0	2,508,643
Aircraft Registration	1,454,000	1,454,000	1,445,869	8,131	0
Town Aid Road Grants	20,000,000	19,918,524	19,918,524	0	0
Emergency Relief-Town Repairs	0	351,456	0	0	351,456
<b>Agency Total</b>	<b>298,065,068</b>	<b>309,682,197</b>	<b>284,110,753</b>	<b>12,819,125</b>	<b>12,752,319</b>
<b>Total Transportation</b>	<b>298,065,068</b>	<b>309,682,197</b>	<b>284,110,753</b>	<b>12,819,125</b>	<b>12,752,319</b>

	<b>Budgeted Appropriations (Excluding Carry-Forwards) 1997-98</b>	<b>Adjusted Appropriations (Including Carry-Forwards) 1997-98</b>	<b>Actual Expenditures (Including Carry-Forwards) 1997-98</b>	<b>Lapsed Appropriations 1997-98</b>	<b>Appropriations Continued 1997-98</b>
<b>Non-Functional</b>					
<b>Debt Service - State Treasurer</b>					
Debt Service	388,899,269	403,899,269	372,503,833	16,395,436	15,000,000
<b>Reserve for Salary Adjustments</b>					
Reserve for Salary Adjustments	10,442,000	15,590,370	0	0	15,590,370
<b>Refunds of Payments</b>					
Other Expenses	1,810,000	1,810,000	1,589,204	220,796	0
<b>Unemployment Compensation</b>					
Other Expenses	460,000	460,000	229,790	230,210	0
<b>Employees Retirement Contributions</b>					
Other Expenses	25,740,000	25,740,000	25,740,000	0	0
<b>Group Life Insurance</b>					
Other Expenses	131,000	131,000	108,477	22,523	0
<b>Employers Social Security Tax</b>					
Other Expenses	13,100,000	13,100,000	12,472,340	627,660	0
<b>State Employees Health Service Cost</b>					
Other Expenses	19,623,000	19,623,000	15,001,934	4,621,066	0
<b>Insurance Recoveries</b>					
Other Expenses	0	316,114	28,398	0	287,716
<b>Total Non-Functional</b>	<b>460,205,269</b>	<b>480,669,753</b>	<b>427,673,976</b>	<b>22,117,691</b>	<b>30,878,086</b>
<b>Grand Total</b>	<b>850,170,869</b>	<b>885,147,730</b>	<b>799,199,588</b>	<b>37,867,549</b>	<b>48,080,593</b>