

State Comptroller

OSC15000

Position Summary

Account	Actual FY 13	Governor Estimated FY 14	Original Appropriation FY 15	Governor Revised FY 15	Legislative FY 15	Difference Leg-Gov FY 15
Permanent Full-Time - GF	273	273	273	276	276	0

Budget Summary

Account	Actual FY 13	Governor Estimated FY 14	Original Appropriation FY 15	Governor Revised FY 15	Legislative FY 15	Difference Leg-Gov FY 15
Personal Services	21,326,147	22,884,665	24,043,551	24,392,177	24,228,310	(163,867)
Other Expenses	3,842,060	4,241,958	4,141,958	4,141,958	4,089,423	(52,535)
Equipment	0	1	1	1	1	0
Other Than Payments to Local Governments						
Governmental Accounting Standards Board	0	19,570	19,570	19,570	19,570	0
Nonfunctional - Change to Accruals	0	203,623	148,923	158,245	150,072	(8,173)
Agency Total - General Fund	25,168,207	27,349,817	28,354,003	28,711,951	28,487,376	(224,575)
Additional Funds Available						
Carry Forward Funding	0	0	0	0	356,000	356,000
Agency Grand Total	25,168,207	27,349,817	28,354,003	28,711,951	28,843,376	131,425

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

Current Services

Adjust Funding for Revised Estimated GAAP Requirements

Nonfunctional - Change to Accruals	0	9,322	0	9,322	0	0
Total - General Fund	0	9,322	0	9,322	0	0

Background

Each agency's budget includes a line item account called "Nonfunctional - Change to Accruals." This line item represents the estimate of the difference between an agency's cash-basis budget amount and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

Governor

Provide funding of \$9,322 to reflect updated estimates of accruals to comply with GAAP. Across all appropriated funds, there is a net GAAP reduction of \$33.8 million.

Legislative

Same as Governor

Policy Revisions

Provide Funding to Reduce Retirement Audit Backlog

Personal Services	0	123,540	0	123,540	0	0
Total - General Fund	0	123,540	0	123,540	0	0

Governor

Provide funding of \$123,540 in Personal Services and two durational positions to assist the Retirement Division with the retirement audit backlog. The current backlog is four years. By statute durational positions may only be for a period not to exceed three years. These positions are considered full-time state employees and are eligible for a state employee benefit package.

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

Legislative

Same as Governor

Provide Funding to Support Core-CT Expansion

Personal Services	2	160,086	2	160,086	0	0
Total - General Fund	2	160,086	2	160,086	0	0

Background

The April 26, 2013 Bond Commission allocated \$1.5 million to the Office of Policy and Management (OPM) to build an Oracle Business Intelligence (OBI) data warehouse. The warehouse will improve the ability of Core-CT users to extract financial, human resources, and other information from the system. These funds were allocated to hire consultants to build the technical infrastructure and to develop initial reports. The project is expected to be completed in three years.

Governor

Provide funding of \$160,086 in Personal Services and two positions to support OPM's implementation schedule of the Oracle Business Intelligence (OBI) software and installation in Core-CT.

Legislative

Same as Governor

Provide Funding for State Innovation Model

Personal Services	1	65,000	1	65,000	0	0
Total - General Fund	1	65,000	1	65,000	0	0

Background

The State Innovation Model (SIM) was initiated by the federal Affordable Care Act, through the federal Center for Medicare and Medicaid Innovation (CMMI). The state received a planning grant in March of 2013 to develop a SIM. The state submitted a plan to CMMI in December 2013. The SIM's purpose is to align all healthcare payers in the state (e.g. Medicaid, the state employee and retiree health plan, Medicare, commercial and self-funded plans) around a value-based payment methodology which focuses reimbursement on quality metrics, as opposed to simply volume and cost reduction measures.

Governor

Provide funding of \$65,000 in Personal Services and one Health Care Analyst to assist with the implementation of the State Innovation Model.

Legislative

Same as Governor

Adjust Funding for GAAP

Nonfunctional - Change to Accruals	0	0	0	(8,173)	0	(8,173)
Total - General Fund	0	0	0	(8,173)	0	(8,173)

Legislative

Adjust funding by \$8,173 in FY 15 to reflect changes to GAAP accruals as a result of policy changes.

Distribute Lapses

Personal Services	0	0	0	(163,867)	0	(163,867)
Other Expenses	0	0	0	(52,535)	0	(52,535)
Total - General Fund	0	0	0	(216,402)	0	(216,402)

Background

The Governor's Revised FY 15 budget included a bottom line General Lapse of \$14,243,700, a General Other Expenses Lapse of \$4,000,000, and a Statewide Hiring Reduction Lapse of \$6,796,754. These lapse amounts would have been determined and distributed to agencies by OPM at the beginning of FY 15.

Legislative

Reduce funding by \$114,244 to reflect distribution of the General Lapse, \$34,749 for the General Other Expenses Lapse, and \$67,410 for the Statewide Hiring Reduction Lapse.

Account	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$

Carry Forward

Carry Forward Funding to Support the CT Retirement Board

Personal Services	0	0	0	170,000	0	170,000
Other Expenses	0	0	0	186,000	0	186,000
Total - Carry Forward Funding	0	0	0	356,000	0	356,000

Legislative

Pursuant to section 40 of PA 14-47, the FY 15 Revised Budget, funding of \$356,000 is carried forward from FY 14 to FY 15 from the Medicaid account within the Department of Social Services to the Personal Services account (\$170,000) for two positions to support the Connecticut Retirement Security Board and the Other Expenses account (\$186,000) to secure a consultant to conduct a market feasibility study. Sections 180 - 185 of PA 14-217, the budget implementer, establish the board, the board's duties, and requires the market feasibility study to be conducted.

Totals

Budget Components	Governor Revised FY 15		Legislative FY 15		Difference from Governor	
	Pos.	\$	Pos.	\$	Pos.	\$
Original Appropriation - GF	273	28,354,003	273	28,354,003	0	0
Current Services	0	9,322	0	9,322	0	0
Policy Revisions	3	348,626	3	124,051	0	(224,575)
Total Recommended - GF	276	28,711,951	276	28,487,376	0	(224,575)

Other Significant Legislation

PA 14-47, An Act Making Adjustments to State Expenditures and Revenues for the Fiscal Year Ending June 30, 2015

Sections 30 and 31 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 15 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 14-47. This includes a General Lapse of \$101,657 and a Statewide Hiring Reduction Lapse of \$117,976. See the FY 15 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	24,228,310	(204,891)	24,023,419	0.85%
Other Expenses	4,089,423	(14,742)	4,074,681	0.36%