



STATE OF CONNECTICUT

OFFICE OF POLICY AND MANAGEMENT

April 20, 2022

The Honorable Natalie Braswell
 State Comptroller
 55 Elm Street
 Hartford, Connecticut 06106

Dear Comptroller Braswell:

Section 4-66 of the General Statutes requires that my office provide information on the state's General Fund for Fiscal Year 2022. An analysis of the Special Transportation Fund is also provided here due to the significance of this fund.

	FY 2022 Projection				Change in Estimate - Apr. vs. Mar.	Apr. Est. Variance from Budget
	Budget	Mar. Estimate	(in millions)			
			Apr. Estimate			
<u>General Fund</u>						
Revenues	\$ 21,021.3	\$ 22,112.0	\$ 22,409.5	\$ 297.5	\$ 1,388.2	
Expenditures	<u>20,746.4</u>	<u>20,345.0</u>	<u>20,329.1</u>	<u>(15.9)</u>	<u>(417.3)</u>	
Operating Results - Surplus/(Deficit)	\$ 274.9	\$ 1,767.0	\$ 2,080.4	\$ 313.4	\$ 1,805.5	
<u>Budget Reserve Fund</u>						
Deposits		\$ 2,736.2	\$ 3,949.6	\$ 1,213.4		
Withdrawals		<u>(1,618.3)</u>	<u>(1,618.3)</u> ¹	-		
Proj. Net Deposit/(Withdrawal) 6/30		\$ 1,117.9	\$ 2,331.3	\$ 1,213.4		
<u>Special Transportation Fund</u>						
Revenues	\$ 1,889.7	\$ 2,072.4	\$ 1,982.4	\$ (90.0)	\$ 92.7	
Expenditures	<u>1,721.8</u>	<u>1,691.1</u>	<u>1,690.8</u>	<u>(0.3)</u>	<u>(31.0)</u>	
Operating Results - Surplus/(Deficit)	\$ 167.9	\$ 381.3	\$ 291.6	\$ (89.7)	\$ 123.7	
Proj. Fund Balance 6/30		\$ 622.4	\$ 532.7	\$ (89.7)		

Notes:

1. BRF withdrawal includes the transfer out of \$1618.3 million in FY 2022 pursuant to Sec. 4-30a, CGS, as the FY 2021 ending balance exceeds the statutory 15% cap. This sum will be deposited as additional contributions to the State Employees Retirement Fund and the Teachers' Retirement Fund.

General Fund

The adopted FY 2022 budget anticipated a \$274.9 million balance at year end. We are projecting an operating surplus of \$2,080.4 million – 10.0 percent of the General Fund – up \$313.4 million from last month’s forecast. Revenues reflect a \$297.5 million improvement over our March 18, 2022 projection as discussed below, and expenditure requirements show an improvement of \$14.9 million over last month’s estimate. The operating surplus is comprised of \$1,388.2 million of excess revenues and \$417.3 million of net expenditures below the enacted budget.

As noted in previous months, our projections include additional federal revenues associated with the American Rescue Plan Act home and community-based services (HCBS) reinvestment plan and the new Medicaid 1115 substance use disorder (SUD) waiver. Both of these plans were unbudgeted, resulting in additional revenues as well as increased expenditure requirements in FY 2022 through FY 2024. About \$83.2 million of federal revenue in FY 2022 included in the January consensus forecast is related to the early receipt of federal Medicaid funding for services that will be rendered in future fiscal years and would need to be transferred to FY 2023 to support reinvestment costs, reducing the forecast surplus for FY 2022 accordingly.

As we have noted previously, the enacted budget for the current biennium relies on one-time ARPA funds of \$560 million in FY 2022 and \$1.2 billion in FY 2023 to achieve balance. If not for the use of this one-time source, projected General Fund results for FY 2022 would be positive by \$1.4 billion, about 6.9 percent, and FY 2023 would end with a sizable operating deficit. While the Governor’s recommended budget as presented to the legislature on February 9th eliminates reliance on this source to balance the General Fund budget in FY 2022 and reduces it by \$250 million in FY 2023, to \$944.9 million, the state will need to experience revenue growth this biennium to prevent a budgetary gap in FY 2024 and beyond.

General Fund - Structural Balance			
(in millions)			
	<u>FY 2022</u>		<u>FY 2023</u>
	Enacted Budget <u>Plan</u>	OPM Apr. <u>Estimate</u>	Enacted Budget <u>Plan</u>
<u>General Fund</u>			
Revenues	\$21,021.3	\$22,409.5	\$21,537.2
Expenditures	<u>20,746.4</u>	<u>20,329.1</u>	<u>21,534.3</u>
Operating Balance - Surplus/(Deficit)	\$ 274.9	\$ 2,080.4	\$ 2.8
Consensus Revenue Adjustment			\$ 253.7
Less One-Time Revenues:			
ARPA Revenue Replacement	(559.9)	(559.9) ^{1.}	(1,194.9) ^{2.}
ARPA HCBS Revenue - reserved for FY 2023 reinvestment		(83.2) ^{3.}	-
Revised Balance	\$ (285.0)	\$ 1,437.3	\$ (938.4)

Notes: 1. and 2.) The Governor's recommended budget adjustments for FY 2023 would, if adopted by the legislature, eliminate reliance on this one-time revenue source in FY 2022, and would reduce it by \$250 million in FY 2023. 3.) Reflects Federal Grants revenue estimated to be received in FY 2022 that must be transferred to FY 2023 to support ARPA HCBS reinvestment costs.

Our forecast of the Budget Reserve Fund (BRF) balance is depicted below. After accounting for transfers out of the fund following the close-out of FY 2021 and transfers into the fund pursuant to the statutory volatility cap and the estimated FY 2022 operating surplus, we estimate that the fund balance at the end of FY 2022 will be approximately \$7.06 billion, or 34.0 percent of net General Fund appropriations for the current year and 32.8 percent of FY 2023 appropriations contained in Special Act 21-15. Given that this balance exceeds the statutory 15 percent cap for the Budget Reserve Fund, additional transfers to the State Employees Retirement Fund and/or the Teachers' Retirement Fund are expected during the close-out period for FY 2022.

Budget Reserve Fund	
	(in millions)
Estimated BRF Starting Balance - FY 2022 (OSC 9/30/21 Est.)	\$ 4,730.3
Deposit to SERS/TRS pursuant to Sec. 4-30a, C.G.S. (OSC 9/30/21 Est.)	\$ (1,618.3)
Projected Operating Surplus - FY 2022 (OPM 4/20/22 Est.)	\$ 2,080.4
Volatility Cap Deposit - FY 2022 (OPM 4/20/22 Est.)	<u>\$ 1,869.2</u>
Estimated BRF Ending Balance - FY 2022	\$ 7,061.6

Revenues

Estimated revenues have been revised upward this month by a net \$297.5 million. The largest positive change is in the Pass-Through Entity Tax, up \$700 million, as collections in the month of March far exceeded its target. Estimates and Finals under the Personal Income Tax are being revised upward by \$200 million as collections for the month of April have met targeted levels. Also, the Withholding component of the Personal Income Tax is being revised upward by \$200 million. Withholding collections have continued to exceed their monthly targets with the December through March period, which typically comprise employee bonus payouts, registering particularly strong growth. Sales and Use Tax collections have been revised upward by \$100 million as the tax continues to exhibit double-digit growth over last year. Escheat collections in the first quarter of the calendar year also exhibited strong growth and therefore Rents, Fines and Escheats have been revised upward by \$40 million. Miscellaneous Tax has been revised downward by \$40 million due to a reallocation of projected tax amnesty collections from this revenue source to the appropriate tax type, as amnesty collections far exceeded the initial \$40 million estimate. With the upward revisions to the Pass-Through Entity Tax and Estimates and Finals noted above, the projected transfer from the General Fund to the Budget Reserve Fund will increase by an additional \$900 million. All other changes net to a negative \$2.5 million.

It should be noted that collections for the Estimates and Finals portion of the Personal Income Tax, as well as refunds, are still being processed at the Department of Revenue Services, as the due date was April 18th. As in previous years, we anticipate releasing an updated forecast no later than May 2nd after issuance of the consensus revenue estimate required under section 2-36c of the General Statutes.

Expenditures

We estimate that FY 2022 net expenditures will, in aggregate, be \$417.3 million below the levels anticipated in the adopted budget. This is chiefly due to the extension of the public health emergency declaration by the federal government, which maintains the enhanced level of federal Medicaid reimbursement through June 30, 2022, thus reducing the state share of program costs. A description of projected shortfalls and lapses follows.

Our estimate includes spending to support implementation of recreational cannabis pursuant to Public Act 21-1, June Special Session. While \$15 million is the anticipated budget requirement for FY 2022, the amount and timing of receipt of revenues this year to support these costs is unclear. Given the uncertainty around receipt of revenues, additional funding requirements totaling \$2.8 million are identified below where agencies are unable to absorb costs; this amount may increase as the year progresses.

Deficiencies. Shortfalls totaling \$56.1 million are projected in the following agencies:

- Comptroller's Office. A \$220,000 shortfall is projected in Other Expenses as a result of inflationary increases for software and hardware maintenance agreements.
- Department of Administrative Services. A net \$14.0 million deficiency is anticipated in Other Expenses due to the purchase of rapid COVID-19 test kits and personal protective equipment. While a significant portion of these costs are expected to be reimbursed by the Federal Emergency Management Agency (FEMA), there is some uncertainty regarding the extent to which these costs may need to be borne by the General Fund.
- Department of Consumer Protection. A shortfall of \$1.1 million is projected as a result of cannabis regulation activities associated with the passage of Public Act 21-1, June Special Session.
- Commission on Human Rights and Opportunities. A \$250,000 shortfall in Personal Services is projected due largely to the addition of durational staff to aid with the agency's COVID-related caseload.
- Department of Energy and Environmental Protection. A total deficiency of \$1.5 million is forecast, including \$250,000 in Other Expenses due to costs to outfit Environmental Conservation officers with body and dashboard cameras per the requirements of Public Act 20-1, July Special Session as well as \$1.25 million in the Emergency Spills Response account as a result of an increase in spill cases.
- Department of Economic and Community Development. A total shortfall of \$1,450,000 is forecast, with shortfalls of \$250,000 in Personal Services and \$1,200,000 in Other Expenses related to staffing and associated costs related to the establishment of the Social Equity Council.
- Office of the Chief Medical Examiner. A total shortfall of \$301,000 is projected as a result of a \$171,000 deficiency in the Personal Services account due to overtime coverage of vacant positions and a \$130,000 shortfall in the Other Expenses account due to higher than budgeted costs for contractual services.
- Office of Higher Education. A net shortfall, after transfers, totaling \$245,000 in Other Expenses is expected as a result of a determination that OHE was not authorized to utilize funds as the agency had planned from the Private Occupational School Student Protection Account, the State Authorization Reciprocity Agreement fee account, or the out-of-state school fee account.
- State Comptroller – Miscellaneous. We estimate \$37.0 million in expenditures for Adjudicated Claims. No appropriation was made in the enacted budget for payment of these claims.

Lapses. The following sums totaling \$490.3 million beyond programmed lapses are estimated to remain unspent this fiscal year:

- Office of Legislative Management. Personal Services will lapse \$5.5 million.
- Auditors of Public Accounts. A lapse of \$500,000 is forecast in the Personal Services account due to vacancies.
- Governor's Office. A lapse of \$200,000 is projected in the Personal Services account due to vacancies.
- Secretary of the State. A lapse of \$150,000 is projected in the Personal Services account due to vacancies.
- Department of Revenue Services. A lapse of \$1.3 million is projected in the Personal Services account due to vacancies.
- Department of Veterans Affairs. A lapse of \$700,000 is estimated in Personal Services due to vacancies and reduced census in the skilled nursing facility.

- Division of Criminal Justice. A total lapse of \$859,000 is forecast in the Personal Services and Medicaid Fraud Control accounts due to vacancies.
- Department of Labor. A lapse of \$3.2 million is forecast across a variety of accounts as a result of reduced staffing and contractual costs.
- Department of Housing. A \$5 million lapse is forecast in the Housing / Homeless account due to slower than anticipated RAP rollout.
- Department of Public Health. A net lapse of \$1.75 million is forecast in the Personal Services account due to vacancies.
- Office of Health Strategy. A lapse of \$400,000 is forecast in the Personal Services account due to vacancies.
- Department of Developmental Services. A net lapse of \$3.68 million is anticipated, with \$8.0 million in Personal Services due to turnover, \$4.0 million in the Behavioral Services Program due to lower caseloads and more individuals receiving services in their homes rather than in more expensive residential settings, and \$1.5 million in Emergency Placements and \$500,000 in ID Partnership Initiatives based on timing of initiatives. Partially offsetting these lapses is a projected \$10.27 million shortfall in the Employment and Day Services account due to expenditure requirements associated with the implementation of the American Rescue Plan Act HCBS reinvestment plan.
- Department of Mental Health and Addiction Services. A net lapse of \$2 million, after transfers, is forecast in the Personal Services account.
- Department of Social Services. A total of \$219.3 million is projected to lapse. After factoring in the extension of the public health emergency declaration by the federal government, which maintains the enhanced level of federal reimbursement through June 30, 2022 (reducing the state share of program costs), as well as lower levels of service utilization, combined with the impacts of the ARPA HCBS reinvestment plan and the SUD waiver, the Medicaid account is projected to lapse \$230 million. The ARPA HCBS reinvestment plan and the SUD waiver will also require additional funding of \$2.6 million under Other Expenses while the ARPA HCBS plan will require an additional \$22.4 million under the Community Residential Services account and \$2.9 million under the Connecticut Home Care program. Total requirements for the Connecticut Home Care program are \$1.1 million due to lower-than-budgeted caseload levels, and total requirements for Other Expenses are \$1.5 million due to reduced requirements in other areas that partially offset ARPA HCBS and SUD waiver requirements. Personal Services is expected to lapse \$4.5 million due to vacancies. Reduced caseloads and service utilization, coupled with the extension of enhanced federal reimbursement through June 30, 2022, are expected to result in a \$4.2 million lapse in the HUSKY B account. We are projecting lapses of \$3.8 million in Temporary Family Assistance, \$2.2 million in State Administered General Assistance, \$107,000 in Aid to the Blind, and \$700,000 in Aid to the Disabled due to lower caseload levels than had been budgeted. A lapse of \$813,000 is also projected in Human Resource Development - Hispanic Programs due to contracting delays. Lastly, we are projecting a deficiency of \$2.0 million in Old Age Assistance because Medicaid billing for medical services provided by residential care homes is not expected to occur until next fiscal year.
- Department of Aging and Disability Services. A total lapse of \$600,000 is projected across various accounts, with most of the total related to vacancies.
- Department of Education. A total of \$8.0 million will lapse, with \$5 million in the Magnet School account, \$2.5 million in the Open Choice account, \$500,000 in the Charter School account and \$30,000 in the Local Charter School account due to enrollment below budgeted levels.
- Office of Early Childhood. A total of \$1.24 million is anticipated to lapse, including \$250,000 in Personal Services due to hiring delays, \$1.0 million in the Early Care and Education account due to enrollment below budgeted levels and \$75,000 in the Smart Start account as a result of a vacant classroom.

- Teachers' Retirement Board. A total lapse of \$9 million is anticipated, with \$8.8 million in the Retiree Health Service Cost account due to lower than budgeted health premium costs, and \$200,000 in the Municipal Retiree Insurance Costs account.
- Department of Correction. A net lapse of \$71.4 million is projected in the Personal Services account due to expenditure offsets from the Coronavirus Relief Fund for allowable public safety costs.
- Department of Children and Families. A total of \$51.29 million is anticipated to lapse across a variety of accounts, primarily those related to board and care, due to the continuing impact of the pandemic on agency caseloads and service utilization as well as position vacancies.
- Judicial Department. A lapse of \$4.2 million is estimated in the Personal Services account due to vacancies.
- Public Defender Services Commission. A total of \$1.72 million will lapse, with most of the under-expenditure occurring in the Assigned Counsel – Criminal and Expert Witnesses accounts due to current cost trends.
- State Treasurer – Debt Service. A total of \$39.7 million will lapse, primarily due to low interest rates resulting from the most recent bond sale. Of the total, \$33.3 million is in the Debt Service account and \$6.5 million in UConn 2000 Debt Service.
- State Comptroller – Fringe Benefits. A total lapse of \$57.67 million is projected across a variety of accounts, with \$32.0 million of the total in the active employees' health services account, partly due to increasing retirements.
- DAS – Workers' Compensation Claims. A net lapse of \$915,000 will occur due to current claim cost trends.

Special Transportation Fund

The adopted budget anticipates a \$167.9 million balance from operations. We estimate that the Special Transportation Fund will end the year with an operating surplus of \$291.7 million, and that the Transportation Fund balance on June 30, 2022, will be \$532.7 million.

Revenues

Estimated revenues have been revised downward by \$90.0 million to reflect the three-month suspension of state's twenty-five cents per gallon motor fuels tax per Special Act 22-2.

Expenditures

In aggregate, expenditures are projected to be \$31.0 million below the level assumed in the adopted budget.

Deficiencies. A \$1.0 million deficiency is forecast in the Department of Administrative Services' Insurance and Risk Management account due to increases in automobile liability insurance costs.

Lapses. The following sums totaling \$44.0 million beyond programmed lapses are estimated to remain unspent this fiscal year. The items identified below more than satisfy the unassigned, budgeted lapse of \$12.0 million.

- Department of Motor Vehicles. A net lapse of \$3.2 million in Personal Services is anticipated due to vacancies.
- Department of Transportation. A net lapse of \$14.87 million is projected, with lapses of \$10.37 million in Personal Services due to vacancies and winter snow and ice costs and \$4.5 million in ADA Para-transit based on current ridership trends.

- State Treasurer – Debt Service. A lapse of \$22.4 million is projected primarily due to a reduction in the par amount and timing of the Fall 2022 Special Tax Obligation bond sale. The projected lapse also includes savings associated with lower than anticipated interest rates for that sale.
- State Comptroller – Fringe Benefits. A net lapse of \$1.87 million is projected across a variety of accounts.
- DAS – Workers’ Compensation Claims. A lapse of \$1.7 million is estimated due to current claim trends.

As the year progresses, these estimates will continue to be revised to reflect the impact of changes in the economy, expenditure patterns, and/or other factors.

Sincerely,

A handwritten signature in blue ink that reads "Jeffrey R. Beckham". The signature is written in a cursive, flowing style.

Jeffrey R. Beckham
Secretary

Attachment:
Summary Statements, FY 2022 Revenue and Expenditures

State of Connecticut
Summary of Changes - FY 2022
General Fund and Special Transportation Fund
Projected to June 30, 2022
As of March 31, 2022
(In Millions)

General Fund

Balance from Operations - Prior Month		\$	1,767.0
Revenues			
Personal Income Taxes - Withholding	200.0		
Sales and Use Tax	100.0		
All other changes (net)	<u>(2.5)</u>		297.5
Expenditures			
Additional Requirements	(4.1)		
Estimated Lapses	19.9		
Miscellaneous Adjustments/Rounding	<u>0.0</u>		<u>15.9</u>
Operating Surplus - FY 2022		\$	2,080.4

Budget Reserve Fund

Fund Balance as of June 30, 2021		\$	4,730.3
Deposit to SERS/TRS Pursuant to Sec. 4-30a, CGS	(1,618.3)		
Volatility Cap Deposit	1,869.2		
FY 2022 Est. Balance from Operations	<u>2,080.4</u>		<u>2,331.2</u>
Estimated Fund Balance - June 30, 2022		\$	7,061.5
Fund Balance as Percentage of FY 2022 General Fund			34.0%

Special Transportation Fund

Fund Balance as of June 30, 2021		\$	241.1
Balance from Operations - Prior Month		\$	381.3
Revenues			
Motor Fuels Tax	<u>(90.0)</u>		(90.0)
Expenditures			
Additional Requirements	0.0		
Estimated Lapses	0.3		
Miscellaneous Adjustments/Rounding	<u>0.0</u>		<u>0.3</u>
Estimated Fund Balance - June 30, 2022		\$	532.7

State of Connecticut
General Fund
Statement of FY 2022 Revenues, Expenditures, and Results of Operations
Projected to June 30, 2022
As of March 31, 2022
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
REVENUE			
Taxes	\$ 19,634.6	\$ 21,679.1	\$ 2,044.6
Less: Refunds	(1,751.7)	(1,825.1)	(73.4)
Taxes - Net	\$ 17,882.9	\$ 19,854.0	\$ 1,971.2
Other Revenue	1,350.8	1,381.3	30.5
Other Sources	1,787.7	1,174.2	(613.5)
TOTAL Revenue	\$ 21,021.3	\$ 22,409.5	\$ 1,388.2
EXPENDITURES			
Initial Current Year Appropriations	\$ 20,800.3	\$ 20,800.3	\$ -
Prior Year Appropriations Continued to FY 2022 ²		409.2	409.2
TOTAL Initial and Continued Appropriations	\$ 20,800.3	\$ 21,209.5	\$ 409.2
Appropriation Adjustments	-	-	-
TOTAL Adjusted Appropriations	\$ 20,800.3	\$ 21,209.5	\$ 409.2
Net Additional Expenditure Requirements		56.1	56.1
Estimated Appropriations Lapsed	(53.9)	(527.3)	(473.4)
Estimated Appropriations to be Continued to FY 2023 ²		-	-
TOTAL Estimated Expenditures	\$ 20,746.4	\$ 20,738.3	\$ (8.1)
Net Change in Fund Balance - Continuing Appropriations		(409.2)	(409.2)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - 6/30/2022	\$ 274.9	\$ 2,080.4	\$ 1,805.4

1. S.A. 21-15. Note that CGS Sec. 2-33c limits appropriations in FY 2022 to 99.0% of General Fund revenue. As a result, the \$274.9 million budgeted surplus is comprised of \$210.2 million due to this 99.0% limitation, plus a \$64.7 million operating surplus.

2. CGS Sec. 4-89 and other statutory provisions.

State of Connecticut
General Fund
FY 2022 Revenue Estimates
Projected to June 30, 2022
As of March 31, 2022
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
TAXES			
Personal Income - Withholding	\$ 7,371.9	\$ 7,826.9	\$ 455.0
Personal Income - Estimates and Finals	2,989.1	3,189.1	200.0
Sales and Use	4,274.6	4,767.3	492.8
Corporation	1,115.6	1,275.6	160.0
Pass-through Entity Tax	1,485.8	2,185.8	700.0
Public Service Corporations	262.4	262.4	-
Inheritance and Estate	164.4	164.4	-
Insurance Companies	239.9	232.4	(7.5)
Cigarettes	322.9	324.2	1.3
Real Estate Conveyance	267.4	342.4	75.0
Alcoholic Beverages	76.6	76.6	-
Admissions and Dues	27.3	35.3	8.0
Health Provider Tax	974.7	974.7	-
Miscellaneous	62.0	22.0	(40.0)
TOTAL - TAXES	\$ 19,634.6	\$ 21,679.1	\$ 2,044.6
Less: Refunds of Taxes	(1,571.7)	(1,651.7)	(80.0)
Earned Income Tax Credit	(173.4)	(166.8)	6.6
R & D Credit Exchange	(6.6)	(6.6)	-
TOTAL - TAXES - NET	\$ 17,882.9	\$ 19,854.0	\$ 1,971.2
OTHER REVENUE			
Transfers - Special Revenue	\$ 387.4	\$ 402.2	\$ 14.8
Indian Gaming Payments	246.0	246.0	-
Licenses, Permits, Fees	352.1	341.6	(10.5)
Sales of Commodities and Services	25.9	23.4	(2.5)
Rents, Fines, Escheats	160.0	200.0	40.0
Investment Income	6.6	3.3	(3.3)
Miscellaneous	245.4	227.4	(18.0)
Refunds of Payments	(72.6)	(62.6)	10.0
TOTAL - OTHER REVENUE	\$ 1,350.8	\$ 1,381.3	\$ 30.5
OTHER SOURCES			
Federal Grants	\$ 1,851.9	\$ 2,138.4	\$ 286.5
Transfer from Tobacco Settlement Fund	126.2	126.2	-
Transfers From/(To) Other Funds	778.8	778.8	-
Transfers to BRF - Volatility Adjustment ²	(969.2)	(1,869.2)	(900.0)
TOTAL - OTHER SOURCES	\$ 1,787.7	\$ 1,174.2	\$ (613.5)
TOTAL - GENERAL FUND REVENUE	\$ 21,021.3	\$ 22,409.5	\$ 1,388.2

1. Sec. 44 of S.A. 21-15.

2. The volatility cap for FY 2022 is \$3,505.7 million. Total revenue from the Estimates and Finals portion of the Personal Income Tax and the Pass-through Entity Tax that exceeds the volatility cap will be deposited into the Budget Reserve Fund.

State of Connecticut - General Fund
FY 2022 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2022
As of March 31, 2022

Comptroller's Office	\$ 220,000
Department of Administrative Services	14,000,000
Department of Consumer Protection	1,100,000
Commission on Human Rights and Opportunities	250,000
Department of Energy and Environmental Protection	1,500,000
Department of Economic and Community Development	1,450,000
Agricultural Experiment Station	301,000
Office of the Chief Medical Examiner	245,000
OSC - Miscellaneous (Adjudicated Claims)	37,000,000
Total	<u><u>\$ 56,066,000</u></u>

State of Connecticut
General Fund
Estimated FY 2022 Lapses
Projected to June 30, 2022
As of March 31, 2022

Unallocated Lapse	\$ 27,391,051
Unallocated Lapse - Judicial	5,000,000
CREATES Savings Initiative Lapse	4,607,283
Office of Legislative Management	5,500,000
Auditors of Public Accounts	500,000
Governor's Office	200,000
Secretary of the State	150,000
Department of Revenue Services	1,300,000
Department of Veterans Affairs	700,000
Division of Criminal Justice	859,000
Department of Labor	3,199,546
Department of Housing	5,000,000
Department of Public Health	1,746,347
Office of Health Strategy	400,000
Department of Developmental Services	3,677,000
Department of Mental Health and Addiction Services	2,000,000
Department of Social Services	219,288,332
Department of Aging and Disability Services	600,000
Department of Education	8,000,000
Office of Early Childhood	1,237,000
Teachers' Retirement Board	9,000,000
Department of Correction	71,400,000
Department of Children and Families	51,293,692
Judicial Department	4,218,000
Public Defender Services Commission	1,724,000
OTT - Debt Service	39,700,000
OSC - Fringe Benefits	57,670,000
DAS - Workers' Compensation Claims	915,000

State of Connecticut
FY 2022 General Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2021	August 2021	September 2021	October 2021	November 2021	December 2021	January 2022	February 2022	March 2022	April 2022	May 2022	June 2022
REVENUE	\$21,021.3	\$ 21,021.7	\$21,021.7	\$ 21,147.9	\$ 21,549.0	\$ 21,549.0	\$ 21,912.0	\$ 21,912.0	\$22,112.0	\$22,409.5			
Appropriations	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3	20,800.3			
Additional Requirements	0.0	0.0	10.0	40.4	55.7	53.7	94.2	94.2	52.0	56.1			
Less: Estimated Lapses	<u>(53.9)</u>	<u>(53.9)</u>	<u>(63.9)</u>	<u>(175.1)</u>	<u>(201.7)</u>	<u>(216.9)</u>	<u>(465.8)</u>	<u>(492.8)</u>	<u>(507.4)</u>	<u>(527.3)</u>			
TOTAL - Estimated Expenditures	20,746.4	20,746.4	20,746.4	20,665.6	20,654.3	20,637.1	20,428.7	20,401.7	20,345.0	20,329.1	0.0	0.0	0.0
Operating Balance	274.9	275.3	275.3	482.3	894.7	911.9	1,483.3	1,510.3	1,767.0	2,080.4	0.0	0.0	0.0
Misc. Adjustments/Rounding	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>			
Est. Operating Balance - 6/30/22	\$274.9	\$275.3	\$275.3	\$482.3	\$894.7	\$911.9	\$1,483.3	\$1,510.3	\$1,767.0	\$2,080.4	\$0.0	\$0.0	\$0.0

1. S.A. 21-15.

State of Connecticut
Special Transportation Fund
Analysis of FY 2022 Budget Plan
Projected to June 30, 2022
As of March 31, 2022
(In Millions)

	General Assembly <u>Budget Plan</u> ^{1.}	Revised Estimates <u>OPM</u>	Over/ <u>(Under)</u>
Fund Balance as of June 30, 2021	\$ 245.8	\$ 241.1	\$ (4.7)
REVENUE			
Taxes	\$ 1,494.6	\$ 1,570.9	\$ 76.3
Less: Refunds of Taxes	<u>(15.5)</u>	<u>(18.5)</u>	<u>(3.0)</u>
Taxes - Net	1,479.1	1,552.4	73.3
Other Revenue	<u>410.6</u>	<u>430.0</u>	<u>19.4</u>
TOTAL - Revenue	\$ 1,889.7	\$ 1,982.4	\$ 92.7
EXPENDITURES			
Appropriations	\$ 1,833.8	\$ 1,833.8	\$ -
Prior Year Appropriations Continued to FY 2022 ^{2.}		<u>40.6</u>	<u>40.6</u>
TOTAL Initial and Continued Appropriations	\$ 1,833.8	\$ 1,874.4	\$ 40.6
Appropriation Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL Adjusted Appropriations	\$ 1,833.8	\$ 1,874.4	\$ 40.6
Net Additional Expenditure Requirements		1.0	1.0
Estimated Appropriations Lapsed	(112.0)	(144.0)	(32.0)
Estimated Appropriations to be Continued to FY 2023 ^{2.}		<u>-</u>	<u>-</u>
TOTAL Estimated Expenditures	\$ 1,721.8	\$ 1,731.4	\$ 9.6
Net Change in Fund Balance - Continuing Appropriations		(40.6)	(40.6)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - FY 2022	\$ 167.9	\$ 291.6	\$ 123.7
Estimated Fund Balance - June 30, 2022	<u>\$ 413.7</u>	<u>\$ 532.7</u>	<u>\$ 119.0</u>

1. S.A. 21-15. Note that CGS Sec. 2-33c limits appropriations in FY 2022 to 99.0% of Special Transportation Fund revenue. As a result, the \$167.9 million budgeted surplus is comprised of \$18.9 million due to this 99.0% limitation, plus a \$149.0 million operating surplus.

2. CGS Sec. 4-89 and other statutory provisions.

State of Connecticut
Special Transportation Fund
FY 2022 Revenue Estimates
Projected to June 30, 2022
As of March 31, 2022
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
TAXES			
Motor Fuels	\$ 480.3	\$ 390.3	\$ (90.0)
Oil Companies	250.4	370.4	120.0
Sales & Use Tax	670.0	689.3	19.3
Sales Tax DMV	93.9	120.9	27.0
TOTAL - TAXES	<u>1,494.6</u>	<u>1,570.9</u>	<u>76.3</u>
Less: Refunds of Taxes	(15.5)	(18.5)	(3.0)
TOTAL - TAXES - NET	<u>\$ 1,479.1</u>	<u>\$ 1,552.4</u>	<u>\$ 73.3</u>
OTHER REVENUE			
Motor Vehicle Receipts	\$ 264.2	\$ 286.7	\$ 22.5
Licenses, Permits, Fees	140.8	140.8	-
Interest Income	5.1	2.0	(3.1)
Federal Grants	11.0	11.0	-
Transfers (To)/From Other Funds	(5.5)	(5.5)	-
Refunds of Payments	(5.0)	(5.0)	-
TOTAL - OTHER REVENUE	<u>\$ 410.6</u>	<u>\$ 430.0</u>	<u>\$ 19.4</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	<u>\$ 1,889.7</u>	<u>\$ 1,982.4</u>	<u>\$ 92.7</u>

1. Sec. 45 of S.A. 21-15.

Statement 3T
April 20, 2022

State of Connecticut
Special Transportation Fund
FY 2022 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2022
As of March 31, 2022

Department of Administrative Services	\$ 1,000,000
Total	<u>\$ 1,000,000</u>

Statement 4T
April 20, 2022

State of Connecticut
Special Transportation Fund
FY 2022 Estimated Lapses
Projected to June 30, 2022
As of March 31, 2022

Unallocated Lapse	\$	-
Temporary Federal Support for Transportation Operations		100,000,000
Department of Motor Vehicles		3,200,000
Department of Transportation		14,867,000
OTT - Debt Service		22,400,000
OSC - Fringe Benefits		1,870,000
DAS - Workers' Compensation Claims		1,700,000
Total		<u>\$ 144,037,000</u>

State of Connecticut
FY 2022 Special Transportation Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2021	August 2021	September 2012	October 2021	November 2021	December 2021	January 2022	February 2022	March 2022	April 2022	May 2022	June 2022
Beginning Balance ²	\$ 245.8	\$ 245.8	\$ 241.1	\$ 241.1	\$ 241.1	\$ 241.1	\$ 241.1	\$ 241.1	\$ 241.1	\$ 241.1			
Revenue	<u>1,889.7</u>	<u>1,889.7</u>	<u>1,889.7</u>	<u>1,904.8</u>	<u>1,953.9</u>	<u>1,953.9</u>	<u>1,972.4</u>	<u>1,972.4</u>	<u>2,072.4</u>	<u>1,982.4</u>			
Total Available	2,135.5	2,135.5	2,130.8	2,145.9	2,195.0	2,195.0	2,213.5	2,213.5	2,313.5	2,223.5	0.0	0.0	0.0
Appropriations	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8	1,833.8			
Additional Requirements	0.0	0.0	0.0	0.0	0.0	0.0	0.9	1.0	1.0	1.0			
Less: Estimated Lapses	<u>(112.0)</u>	<u>(112.0)</u>	<u>(112.0)</u>	<u>(112.0)</u>	<u>(131.2)</u>	<u>(134.8)</u>	<u>(132.0)</u>	<u>(137.3)</u>	<u>(143.7)</u>	<u>(144.0)</u>			
TOTAL - Estimated Expenditures	1,721.8	1,721.8	1,721.8	1,721.8	1,702.6	1,699.0	1,702.7	1,697.5	1,691.1	1,690.8	0.0	0.0	0.0
Operating Balance	167.9	167.9	167.9	183.0	251.3	254.9	269.7	274.9	381.3	291.6	0.0	0.0	0.0
Misc. Adjustments/Rounding	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>			
Estimated Operating Balance 6/30/22	\$413.7	\$413.7	\$409.0	\$424.1	\$492.4	\$496.0	\$510.8	\$516.0	\$622.4	\$532.7	\$0.0	\$0.0	\$0.0

1. S.A. 21-15.

2. Budget plan and July as estimated by the Office of Policy and Management. August based on OSC preliminary closing balance for FY 2021. September and thereafter per the Comptroller's September 30, 2021 letter.