



STATE OF CONNECTICUT

OFFICE OF POLICY AND MANAGEMENT

April 20, 2023

The Honorable Sean Scanlon
 State Comptroller
 165 Capitol Avenue
 Hartford, Connecticut 06106

Dear Comptroller Scanlon:

Section 4-66 of the General Statutes requires that my office provide information on the state’s General Fund for Fiscal Year 2023. An analysis of the Special Transportation Fund is also provided here due to the significance of this fund.

	FY 2023 Projection				Change in Estimate - Apr. vs. Mar.	Apr. Est. Variance from Budget
	Budget	Mar. Estimate	Apr. Estimate	Apr. Estimate		
			(in millions)			
<u>General Fund</u>						
Revenues	\$ 22,388.2	\$ 23,281.5	\$ 23,281.5	\$ -	\$ 893.3	
Expenditures	<u>22,089.2</u>	<u>21,844.8</u>	<u>21,860.8</u>	<u>16.0</u>	<u>(228.4)</u>	
Operating Results - Surplus/(Deficit)	\$ 299.0	\$ 1,436.7	\$ 1,420.7	\$ (16.0)	\$ 1,121.7	
<u>Budget Reserve Fund</u>						
Deposits		\$ 3,284.2	\$ 3,268.2	\$ (16.0)		
Withdrawals		<u>(4,107.6)</u>	<u>(4,107.6)</u> ¹	<u>-</u>		
Proj. Net Deposit/(Withdrawal) 6/30		\$ (823.4)	\$ (839.4)	\$ (16.0)		
<u>Special Transportation Fund</u>						
Revenues	\$ 2,091.9	\$ 2,057.5	\$ 2,057.5	\$ -	\$ (34.4)	
Expenditures	<u>1,826.2</u>	<u>1,820.1</u>	<u>1,818.4</u>	<u>(1.7)</u>	<u>(7.8)</u>	
Operating Results - Surplus/(Deficit)	\$ 265.7	\$ 237.4	\$ 239.1	\$ 1.7	\$ (26.6)	
Proj. Fund Balance 6/30		\$ 635.2	\$ 636.8	\$ 1.7		
Notes:						
1. BRF withdrawal includes the transfer out of \$4,107.6 million in FY 2023 pursuant to Sec. 4-30a, CGS, as the FY 2022 ending balance exceeded the statutory 15% cap. This sum is deposited as additional contributions to the State Employees Retirement Fund and the Teachers' Retirement Fund.						

General Fund

The adopted FY 2023 budget anticipates a \$299.0 million balance at year end. We are projecting an operating surplus of \$1,420.7 million, a \$16.0 million decrease from last month's forecast. This month's estimate reflects a net \$16.0 million decrease in projected General Fund spending with no change in projected revenue. The projected surplus represents 6.4 percent of the General Fund. The operating surplus is comprised of \$893.3 million in increased revenue and \$228.4 million in net expenditures below the amounts included in the originally enacted budget plan.

Budget Reserve Fund

Our forecast of the Budget Reserve Fund (BRF) balance is depicted below. We project that, after transfers out of the fund and into the State Employees and Teachers' Retirement Systems pursuant to the close-out of FY 2022 and transfers into the fund pursuant to the statutory volatility cap and the estimated FY 2023 operating surplus, the fund balance at the end of FY 2023 will be nearly \$6.6 billion, or 29.8 percent of net General Fund appropriations for the current year. Given that this balance is expected to exceed the statutory 15 percent cap for the Budget Reserve Fund next fiscal year, additional significant transfers to the State Employees Retirement Fund and/or the Teachers' Retirement Fund are expected during the close-out period for FY 2023.

Budget Reserve Fund	
	(in millions)
Estimated BRF Starting Balance - FY 2023 (OSC 12/5/22 Est.)	\$ 7,420.9
Deposit to SERS/TRS pursuant to Sec. 4-30a, C.G.S. (OPM 4/20/23 Est.)	\$ (4,107.6)
Projected Operating Surplus - FY 2023 (OPM 4/20/23 Est.)	\$ 1,420.7
Volatility Cap Deposit - FY 2023 (OPM 4/20/23 Est.)	<u>\$ 1,847.5</u>
Estimated BRF Ending Balance - FY 2023	\$ 6,581.6

Revenues

Estimated revenues remain unchanged from last month. However, several revenue sources continue to exhibit positive trends relative to target including the Sales Tax, Corporation Tax, Escheats, and Investment Income. The due date for Income Tax payments was April 18th and therefore collections are still being received by the Department of Revenue Services. While those receipts are currently trending below target, we should have a better indication of their performance prior to the release of the consensus revenue forecast on May 1st.

Expenditures

We forecast that FY 2023 net expenditures will, in aggregate, be \$228.4 million below the levels anticipated in the adopted budget, \$16.0 million higher than last month's estimate. This month's forecast incorporates the impact of Finance Advisory Committee transfers approved at the April 6, 2023 meeting. A description of projected shortfalls and lapses follows.

Deficiencies: Shortfalls totaling \$75.852 million are forecast in the following agencies.

- State Comptroller. A \$2.75 million shortfall in Personal Services is anticipated as a result of Finance Advisory Committee action earlier this month.
- Department of Economic and Community Development. A total shortfall of \$2.472 million is anticipated, with \$2.225 million in the Capital Region Development Authority account as a result of operating shortfalls of \$850,000 at Rentschler Field and \$1.4 million at the XL Center and \$247,100 anticipated in the Other Expenses account as a result of an uncollectible vendor overpayment.
- Office of the Chief Medical Examiner. A total shortfall of \$320,000 is anticipated, with \$125,000 forecast in the Personal Services account as a result of overtime costs and \$195,000 in the Other Expenses account as a result of unbudgeted contractual security services costs.
- Technical Education and Career System. A \$2 million net shortfall is forecast based on a \$5.0 million deficiency in Other Expenses, largely attributable to increased energy costs, which is partially offset by a projected \$3.0 million surplus in the Personal Services account.
- Office of Higher Education. A net shortfall of \$100,000 is anticipated based on projected unbudgeted costs of \$200,000 in the Other Expenses account that are related to scanning of student records in response to the closure of a private educational institution. Partially offsetting that cost is an forecast lapse of \$100,000 in the Personal Services account.
- Department of Correction. A net shortfall of \$18.75 million is anticipated. This is the result of a \$29.0 million deficit in the Personal Services account attributable to delays in the closure of a correctional facility and Finance Advisory Committee action earlier this month. Partially offsetting this shortfall are lapses totaling \$10.25 million across the Inmate Medical Services, Board of Pardons and Paroles, and Community Support Services accounts.
- State Comptroller – Miscellaneous. We estimate \$45.0 million in expenditures for Adjudicated Claims. No appropriation was made in the enacted budget for payment of these claims.
- DAS – Workers' Compensation Claims. A deficiency of \$4.46 million is forecast based on claims exceeding appropriations in the account supporting the Department of Correction.

Lapses: The following sums totaling \$426.67 million are anticipated to lapse; this amount exceeds the bottom-line lapse targets included in Public Act 22-118 by \$277.0 million.

- Office of Legislative Management. A \$7.0 million lapse is expected in the Personal Services account.
- Auditors of Public Accounts. A net lapse of \$550,000 is forecast in the Personal Services account.
- Secretary of the State. A \$250,000 Personal Services lapse is forecast due to vacancies.
- Elections Enforcement Commission. A \$600,000 Personal Services lapse is forecast due to vacancies.
- Department of Revenue Services. A lapse of \$11.0 million is forecast in the Personal Services account due to vacancies.
- Office of Governmental Accountability. A \$550,000 lapse is forecast based on \$350,000 in the Personal Services account and \$200,000 in the Contracting Standards Board account due to delays in hiring.
- Department of Veterans Affairs. A net lapse of \$750,000 is forecast. The Personal Services account is expected to lapse \$1.1 million due to vacancies while a \$350,000 shortfall is anticipated in the Other Expenses account due to utility costs.

- Department of Administrative Services. A net lapse of \$9.0 million is forecast. The Personal Services account is anticipated to lapse \$2.0 million due to vacancies. Other Expenses is anticipated to lapse \$7.0 million as a portion of the carryforward from FY 2022 is not anticipated to be expended.
- Attorney General. A lapse of \$3.0 million is forecast in the Personal Services account due to vacancies.
- Division of Criminal Justice. A lapse of \$6.5 million is forecast in the Personal Services account due to vacancies.
- Department of Consumer Protection. A \$600,000 Personal Services lapse is forecast due to vacancies.
- Commission on Human Rights and Opportunities. A \$250,000 Personal Services lapse is forecast due to vacancies.
- Department of Housing. A net lapse of \$925,000 is anticipated as a result of a \$2.0 million lapse in the Housing/Homeless Services account as a result of delays in the rollout of CHES. Partially offsetting that amount is a projected \$1.075 million deficiency in the Congregate Facilities Operation Costs account as a result of unbudgeted rate increases.
- Agricultural Experiment Station. A lapse of \$900,000 is forecast in the Personal Services account due to vacancies.
- Department of Public Health. A net lapse of \$3.765 million is forecast. The Personal Services account is anticipated to lapse \$5.3 million, and the Office of Pandemic Preparedness account is anticipated to lapse \$22,000 due to lower than budgeted maintenance costs. The LGBTQ Health and Human Services Network account will lapse \$150,000 as a result of contracting delays. Partially offsetting these lapses is a shortfall of \$1.7 million forecast in the Other Expenses account, primarily due to unbudgeted costs related to increased utility costs, sponsorships of clinical training for recent nursing students, mpox vaccinations, as well as audit and consulting services.
- Office of Health Strategy. A \$900,000 Personal Services lapse is forecast due to vacancies.
- Department of Developmental Services. A total lapse of \$44.048 million is forecast, with \$22.5 million in the Personal Services account due to vacancies, \$5.032 million in the Other Expenses and \$9.348 million in the Employment Opportunities and Day Services accounts due to changes in the rollout of the ARPA home and community-based services (HCBS) reinvestment plan, \$6.0 million in the Behavioral Services Program account due to age-outs of more costly placements transitioning from the program, \$100,000 in the Supplemental Payments for Medical Services account due to the declining census at the Southbury Training School, and \$1.067 million across the Housing Supports, ID Partnership Initiatives and Emergency Placements accounts due to changes in the rollout of initiatives.
- Department of Mental Health and Addiction Services. A lapse of \$7.8 million is forecast, with \$5.0 million in the Personal Services account expected to lapse as a result of vacancies and \$2.8 million in the Home and Community Based Services account due to delays in placements.
- Department of Social Services. A total lapse of \$131.787 million is forecast across several accounts. The Personal Services account is anticipated to lapse \$6.0 million due to vacancies. The Medicaid account is anticipated to lapse \$110.0 million; this reflects three additional quarters of enhanced federal reimbursement – at a stepped down level for the quarter ending June 30, 2023 – related to the federal public health emergency, thereby reducing the state share of program costs. It also reflects updates to the ARPA HCBS reinvestment plan, which results in a projected \$23.687 million lapse in the Community Residential Services account and contributes to the lapse in the state-funded Connecticut Home Care Program of \$3.1 million. Partially offsetting these lapses is a projected shortfall of \$11.0 million in the Other Expenses account due to anticipated systems and other administrative costs associated with the unwinding of the public health emergency, as well as increased contractual costs associated with eligibility processing for DSS and Access Health CT.

- Department of Aging and Disability Services. A total lapse of \$1.2 million is forecast, with \$700,000 in Personal Services and \$500,000 in the Educational Aid for Children – Blind or Visually Impaired account due to vacancies.
- Department of Education. A net lapse of \$7.3 million with \$3.0 million anticipated in the Personal Services account due to vacancies, \$2.5 million in the Charter School Magnet account due to enrollment below budgeted levels, and \$2.2 million expected to lapse in the Magnet Schools account.
- Office of Early Childhood. A net lapse of \$9.975 million is forecast, with \$1.0 million in the Personal Services account due to vacancies, \$9.5 million in the Early Care and Education account due to delays in operationalizing new funding for infant/toddler slots, and \$75,000 in the Smart Start account due to the closure of a classroom. Partially offsetting these lapses is a projected \$600,000 deficiency in the Care4Kids account due to increased caseload.
- Teachers' Retirement Board. An \$1.0 million lapse is forecast, with \$700,000 projected in the Retiree Health Service Cost account due to medical rates that were effective January 1, 2023, and \$300,000 in the Municipal Retiree Health Insurance Costs account due to enrollment.
- Department of Children and Families. A total lapse of \$63.65 million is projected, with \$22.5 million forecast in the Personal Services account due to vacancies, and \$43.7 million across the board and care accounts as a result of caseload trends, offset by a \$2.55 million shortfall in Other Expenses as a result of unanticipated information systems costs.
- Judicial Department. A net lapse of \$4.424 million is forecast, with \$5.198 million in the Personal Services account due to vacancies which is partially offset by a \$774,000 shortfall in Other Expenses due to unanticipated utility and software costs.
- Public Defender Services Commission. An aggregate lapse of \$2.718 million is forecast across a variety of accounts as a result of vacancies and a decrease in costly jury trials.
- State Treasurer – Debt Service. A \$4.205 million lapse is forecast in the Debt Service and UConn 2000 Debt Service accounts as a result of savings from the Fall 2022 bond sale.
- State Comptroller – Fringe Benefits. A net lapse of \$101.63 million is projected. Of this, \$23.0 million is in the State Employees Health Service Cost account, \$85.0 million in the Retired State Employees Health Service Cost account, \$5.0 million is in the Unemployment Compensation account, \$2.0 million in the Other Post Employment Benefits account, \$5.5 million in the SERS Defined Contribution Match account, and \$130,000 in the Pensions and Retirements – Other Statutory account, offset by projected shortfalls of \$18.0 million in the Employer's Social Security Tax account and \$1.0 million in the Higher Education Alternative Retirement System account.

This month's forecast also continues to reflect a net \$17.74 million reduction in expenditure requirements as a result of appropriation transfers out of the General Fund totaling \$16.97 million from OPM's Reserve for Salary Adjustment account and \$0.77 million from OPM's Private Providers account. While these funds were appropriated in the General Fund, these transfers were necessary to support contractual requirements in other funds.

Special Transportation Fund

The adopted budget anticipates a \$265.7 million balance from operations. We estimate that the Special Transportation Fund will end the year with an operating balance of \$239.1 million, a \$1.7 million increase from last month's projection. We project that the Transportation Fund balance on June 30, 2023, will be \$636.8 million.

Revenues

Estimated revenues remain unchanged from last month.

Expenditures

Projected expenditures are anticipated to be \$7.8 million below the enacted budget, which contained budgeted bottom-line lapse amounts totaling \$112.0 million. This month's expenditure forecast reflects the following deficiencies and lapses:

Deficiencies:

- Department of Administrative Services. A \$5.0 million shortfall is projected in the Insurance and Risk Management Operations account as a result of premium increases and the anticipated settlement of several large claims.

Lapses:

- Department of Transportation. A net lapse of \$100.0 million is projected as a result of lapses totaling \$20.749 million in Personal Services due to vacancies and the mild winter, \$2.0 million in the ADA Para-transit Program due to decreased ridership, and \$77.251 million across the Bus and Rail Operations accounts as a result of temporarily available federal support for transportation.
- State Treasurer - Debt Service. A \$31.4 million lapse is forecast as a result of savings from the FY 2022 bond sale which were not reflected in the FY 2023 budget as well as a revised estimate of FY 2023 borrowing.
- State Comptroller – Fringe Benefits. A net \$2.5 million lapse is forecast due to lower than anticipated costs in the State Employees Health Service Cost, Unemployment Compensation, and SERS Defined Contribution Match accounts, offset by a projected shortfall in the Employer's Social Security Tax account.
- Department of Administrative Services – Workers' Compensation Claims. A \$1.15 million lapse is projected based on current reimbursements.

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

Sincerely,



Jeffrey R. Beckham
Secretary

Attachments:

Summary Statements, FY 2023 Revenue and Expenditures

State of Connecticut
Summary of Changes - FY 2023
General Fund and Special Transportation Fund
Projected to June 30, 2023
As of March 31, 2023
(In Millions)

General Fund

Balance from Operations - Prior Month		\$	1,436.7
Revenues			
No change	0.0		0.0
Expenditures			
Additional Requirements	(25.4)		
Estimated Lapses	9.4		
Miscellaneous Adjustments/Rounding	0.0		(16.0)
Operating Surplus - FY 2023			1,420.7

Budget Reserve Fund

Fund Balance as of June 30, 2022			7,420.9
Deposit to SERS/TRS Pursuant to Sec. 4-30a, CGS	(4,107.6)		
Volatility Cap Deposit	1,847.5		
FY 2023 Est. Balance from Operations	1,420.7		(839.4)
Estimated Fund Balance - June 30, 2023		\$	6,581.6
Fund Balance as Percentage of FY 2023 General Fund			29.8%

Special Transportation Fund

Fund Balance as of June 30, 2022		\$	397.8
Balance from Operations - Prior Month			237.4
Revenues			
No change	0.0		0.0
Expenditures			
Additional Requirements	0.0		
Estimated Lapses	1.7		
Miscellaneous Adjustments/Rounding	0.0		1.7
Estimated Fund Balance - June 30, 2023		\$	636.8

State of Connecticut
General Fund
Statement of FY 2023 Revenues, Expenditures, and Results of Operations
Projected to June 30, 2023
As of March 31, 2023
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
REVENUE			
Taxes	\$ 22,150.5	\$ 22,661.9	\$ 511.4
Less: Refunds	(2,103.5)	(1,978.5)	125.0
Taxes - Net	<u>\$ 20,047.0</u>	<u>\$ 20,683.4</u>	<u>\$ 636.4</u>
Other Revenue	1,334.6	1,544.4	209.8
Other Sources	1,006.6	1,053.7	47.1
TOTAL Revenue	<u>\$ 22,388.2</u>	<u>\$ 23,281.5</u>	<u>\$ 893.3</u>
EXPENDITURES			
Initial Current Year Appropriations	\$ 22,229.4	\$ 22,229.4	\$ -
Prior Year Appropriations Continued to FY 2023 ²		834.3	834.3
TOTAL Initial and Continued Appropriations	<u>\$ 22,229.4</u>	<u>\$ 23,063.7</u>	<u>\$ 834.3</u>
Appropriation Adjustments	-	-	-
TOTAL Adjusted Appropriations	<u>\$ 22,229.4</u>	<u>\$ 23,063.7</u>	<u>\$ 834.3</u>
Net Additional Expenditure Requirements		75.9	75.9
Estimated Appropriations Lapsed	(140.2)	(426.7)	(286.5)
Estimated Appropriations to be Continued to FY 2024 ²		-	-
TOTAL Estimated Expenditures	<u>\$ 22,089.2</u>	<u>\$ 22,712.9</u>	<u>\$ 623.7</u>
Net Change in Fund Balance - Continuing Appropriations		(834.3)	(834.3)
Miscellaneous Adjustments/Rounding ³		17.7	17.7
Net Change in Unassigned Fund Balance - 6/30/2023	\$ 299.0	\$ 1,420.7	\$ 1,121.7

1. P.A. 22-118. Note that CGS Sec. 2-33c limits appropriations in FY 2023 to 98.75% of General Fund revenue. As a result, the \$299.0 million budgeted surplus is comprised of \$279.9 million due to this 98.75% limitation, plus an additional \$19.1 million operating surplus.

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

3. Appropriation transfers to other funds from OPM Reserve for Salary Adjustment and Private Providers accounts.

State of Connecticut
General Fund
FY 2023 Revenue Estimates
Projected to June 30, 2023
As of March 31, 2023
(In Millions)

	General Assembly Budget Plan ^{1.}	Revised Estimates OPM	Over/ (Under)
TAXES			
Personal Income - Withholding	\$ 8,184.4	\$ 8,309.4	\$ 125.0
Personal Income - Estimates and Finals	3,522.7	3,522.7	-
Sales and Use	4,777.6	5,057.6	280.0
Corporation	1,294.2	1,381.7	87.5
Pass-through Entity Tax	1,957.3	1,957.3	-
Public Service Corporations	277.0	287.0	10.0
Inheritance and Estate	150.2	210.2	60.0
Insurance Companies	243.1	253.1	10.0
Cigarettes	308.1	293.1	(15.0)
Real Estate Conveyance	290.4	290.4	-
Alcoholic Beverages	78.0	80.0	2.0
Admissions and Dues	27.2	37.2	10.0
Health Provider Tax	973.8	955.7	(18.1)
Miscellaneous	66.5	26.5	(40.0)
TOTAL - TAXES	\$ 22,150.5	\$ 22,661.9	\$ 511.4
Less: Refunds of Taxes	(1,952.4)	(1,827.4)	125.0
Earned Income Tax Credit	(143.8)	(143.8)	-
R & D Credit Exchange	(7.3)	(7.3)	-
TOTAL - TAXES - NET	\$ 20,047.0	\$ 20,683.4	\$ 636.4
OTHER REVENUE			
Transfers - Special Revenue	\$ 402.2	\$ 392.2	\$ (10.0)
Indian Gaming Payments	251.8	279.9	28.1
Licenses, Permits, Fees	327.5	327.5	-
Sales of Commodities and Services	23.9	11.9	(12.0)
Rents, Fines, Escheats	163.3	163.3	-
Investment Income	4.8	185.0	180.2
Miscellaneous	224.9	248.4	23.5
Refunds of Payments	(63.8)	(63.8)	-
TOTAL - OTHER REVENUE	\$ 1,334.6	\$ 1,544.4	\$ 209.8
OTHER SOURCES			
Federal Grants	\$ 2,059.0	\$ 2,210.1	\$ 151.1
Transfer from Tobacco Settlement Fund	122.1	110.1	(12.0)
Transfers From/(To) Other Funds	673.0	581.0	(92.0)
Transfers to BRF - Volatility Adjustment ^{2.}	(1,847.5)	(1,847.5)	-
TOTAL - OTHER SOURCES	\$ 1,006.6	\$ 1,053.7	\$ 47.1
TOTAL - GENERAL FUND REVENUE	\$ 22,388.2	\$ 23,281.5	\$ 893.3

1. Sec. 474 of P.A. 22-118.

2. The volatility cap for FY 2023 is \$3,632.5 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 2023 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2023
As of March 31, 2023

State Comptroller	\$ 2,750,000
Department of Economic and Community Development	2,472,100
Office of the Chief Medical Examiner	320,000
Technical Education and Career System	2,000,000
Office of Higher Education	100,000
Department of Correction	18,750,000
OSC - Miscellaneous	45,000,000
DAS - Workers' Compensation Claims	4,460,000
Total	<u>\$ 75,852,100</u>

State of Connecticut
 General Fund
 Estimated FY 2023 Lapses
 Projected to June 30, 2023
 As of March 31, 2023

Unallocated Lapse	\$ -
Unallocated Lapse - Judicial	-
SEBAC Specialty Drug Savings	-
CREATES Savings Initiative Lapse	-
Office of Legislative Management	7,000,000
Auditors of Public Accounts	550,000
Secretary of the State	250,000
Elections Enforcement Commission	600,000
Department of Revenue Services	11,000,000
Office of Governmental Accountability	550,000
Department of Veterans Affairs	750,000
Department of Administrative Services	9,000,000
Attorney General	3,000,000
Division of Criminal Justice	6,500,000
Department of Consumer Protection	600,000
Commission on Human Rights and Opportunities	250,000
Department of Housing	925,000
Agricultural Experiment Station	900,000
Department of Public Health	3,765,005
Office of Health Strategy	900,000
Department of Developmental Services	44,048,400
Department of Mental Health and Addiction Services	7,800,000
Department of Social Services	131,787,000
Department of Aging and Disability Services	1,200,000
Department of Education	7,700,000
Office of Early Childhood	9,975,000
Teachers' Retirement Board	1,000,000
Department of Children and Families	63,650,000
Judicial Department	4,424,000
Public Defender Services Commission	2,718,000
Debt Service - State Treasurer	4,202,591
State Comptroller - Fringe Benefits	101,630,000
Total	<u>\$ 426,674,996</u>

State of Connecticut
FY 2023 General Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2022	August 2022	September 2022	October 2022	November 2022	December 2022	January 2023	February 2023	March 2023	April 2023	May 2023	June 2023
REVENUE	\$22,388.2	\$ 22,409.2	\$22,534.4	\$22,534.4	\$22,959.2	\$ 22,959.2	\$ 23,224.5	\$ 23,224.5	\$23,281.5	\$23,281.5			
Appropriations	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4	22,229.4			
Additional Requirements	0.0	21.0	21.0	24.7	33.7	35.8	41.4	47.5	50.5	75.9			
Less: Estimated Lapses	(140.2)	(140.2)	(160.6)	(196.1)	(291.4)	(306.2)	(371.3)	(387.8)	(417.2)	(426.7)			
TOTAL - Estimated Expenditures	22,089.2	22,110.2	22,089.8	22,057.9	21,971.6	21,959.0	21,899.5	21,889.0	21,862.6	21,878.5	0.0	0.0	0.0
Operating Balance	299.0	299.0	444.6	476.5	987.6	1,000.2	1,325.0	1,335.5	1,418.9	1,403.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0	0.0	17.7	17.7	17.7	17.7	17.7	17.7	17.7			
Est. Operating Balance - 6/30/23	\$299.0	\$299.0	\$444.6	\$494.2	\$1,005.3	\$1,018.0	\$1,342.7	\$1,353.2	\$1,436.7	\$1,420.7	\$0.0	\$0.0	\$0.0

1. P.A. 22-118.

State of Connecticut
Special Transportation Fund
Analysis of FY 2023 Budget Plan
Projected to June 30, 2023
As of March 31, 2023
(In Millions)

	General Assembly <u>Budget Plan</u> ^{1.}	Revised Estimates <u>OPM</u>	Over/ <u>(Under)</u>
Fund Balance as of June 30, 2022	\$ 456.2	\$ 397.8	\$ (58.4)
REVENUE			
Taxes	\$ 1,692.2	\$ 1,639.2	\$ (53.0)
Less: Refunds of Taxes	<u>(16.2)</u>	<u>(16.2)</u>	<u>-</u>
Taxes - Net	\$ 1,676.0	\$ 1,623.0	\$ (53.0)
Other Revenue	<u>415.9</u>	<u>434.5</u>	<u>18.6</u>
TOTAL - Revenue	\$ 2,091.9	\$ 2,057.5	\$ (34.4)
EXPENDITURES			
Appropriations	\$ 1,938.2	\$ 1,938.2	\$ -
Prior Year Appropriations Continued to FY 2023 ^{2.}		<u>156.3</u>	<u>156.3</u>
TOTAL Initial and Continued Appropriations	\$ 1,938.2	\$ 2,094.5	\$ 156.3
Appropriation Adjustments		<u>-</u>	<u>-</u>
TOTAL Adjusted Appropriations	\$ 1,938.2	\$ 2,094.5	\$ 156.3
Net Additional Expenditure Requirements		5.0	5.0
Estimated Appropriations Lapsed	(112.0)	(135.1)	(23.1)
Estimated Appropriations to be Continued to FY 2024 ^{2.}		<u>-</u>	<u>-</u>
TOTAL Estimated Expenditures	\$ 1,826.2	\$ 1,964.4	\$ 138.3
Net Change in Fund Balance - Continuing Appropriations		(156.3)	(156.3)
Miscellaneous Adjustments/Rounding ^{3.}		(10.3)	-
Net Change in Unassigned Fund Balance - FY 2023	\$ 265.7	\$ 239.1	\$ (16.4)
Estimated Fund Balance - June 30, 2023	<u>\$ 721.9</u>	<u>\$ 636.8</u>	<u>\$ (74.8)</u>

1. P.A. 22-118. Note that CGS Sec. 2-33c limits appropriations in FY 2023 to 98.75% of Special Transportation Fund revenue. As a result, the \$265.7 million budgeted surplus is comprised of \$26.1 million due to this 99.0% limitation, plus an additional \$239.6 million operating surplus.

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

3. Appropriation transfers from OPM General Fund Reserve for Salary Adjustment account.

State of Connecticut
Special Transportation Fund
FY 2023 Revenue Estimates
Projected to June 30, 2023
As of March 31, 2023
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
TAXES			
Motor Fuels	\$ 344.4	\$ 254.4	\$ (90.0)
Oil Companies	402.4	402.4	-
Sales & Use Tax	794.1	820.1	26.0
Sales Tax DMV	106.3	117.3	11.0
Highway Use	45.0	45.0	
TOTAL - TAXES	\$ 1,692.2	\$ 1,639.2	\$ (53.0)
Less: Refunds of Taxes	(16.2)	(16.2)	-
TOTAL - TAXES - NET	\$ 1,676.0	\$ 1,623.0	\$ (53.0)
OTHER REVENUE			
Motor Vehicle Receipts	\$ 269.0	\$ 252.8	\$ (16.2)
Licenses, Permits, Fees	142.1	122.1	(20.0)
Interest Income	3.3	61.6	58.3
Federal Grants	10.1	10.1	-
Transfers (To)/From Other Funds	(5.5)	(5.5)	-
Refunds of Payments	(3.1)	(6.6)	(3.5)
TOTAL - OTHER REVENUE	\$ 415.9	\$ 434.5	\$ 18.6
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	\$ 2,091.9	\$ 2,057.5	\$ (34.4)

1. Sec. 475 of P.A. 22-118.

Statement 3T
April 20, 2023

State of Connecticut
Special Transportation Fund
FY 2023 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2023
As of March 31, 2023

Department of Administrative Services	\$ 5,000,000
Total	<u>\$ 5,000,000</u>

Statement 4T
April 20, 2023

State of Connecticut
Special Transportation Fund
FY 2023 Estimated Lapses
Projected to June 30, 2023
As of March 31, 2023

Unallocated Lapse	\$	-
Temporary Federal Support for Transportation Operations		-
Department of Transportation		100,000,000
OTT - Debt Service		31,400,000
OSC - Fringe Benefits		2,500,000
DAS - Workers' Compensation Claims		1,150,000
Total		<u>\$ 135,050,000</u>

State of Connecticut
FY 2023 Special Transportation Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2022	August 2022	September 2022	October 2022	November 2022	December 2022	January 2023	February 2023	March 2023	April 2023	May 2023	June 2023
Beginning Balance ²	\$ 456.2	\$ 456.2	\$ 456.2	\$ 397.8	\$ 397.8	\$ 397.8	\$ 397.8	\$ 397.8	\$ 397.8	\$ 397.8			
Revenue	<u>2,091.9</u>	<u>2,093.2</u>	<u>2,119.9</u>	<u>2,119.9</u>	<u>2,132.6</u>	<u>2,042.6</u>	<u>2,052.5</u>	<u>2,052.5</u>	<u>2,057.5</u>	<u>2,057.5</u>			
Total Available	2,548.1	2,549.4	2,576.1	2,517.7	2,530.4	2,440.4	2,450.3	2,450.3	2,455.3	2,455.3	0.0	0.0	0.0
Appropriations	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2	1,938.2			
Additional Requirements	0.0	0.0	0.0	0.0	0.0	2.0	2.0	5.0	5.0	5.0			
Less: Estimated Lapses	<u>(112.0)</u>	<u>(112.0)</u>	<u>(145.4)</u>	<u>(149.8)</u>	<u>(132.7)</u>	<u>(134.5)</u>	<u>(135.8)</u>	<u>(135.3)</u>	<u>(133.4)</u>	<u>(135.1)</u>			
TOTAL - Estimated Expenditures	1,826.2	1,826.2	1,792.8	1,788.5	1,805.5	1,805.7	1,804.5	1,808.0	1,809.8	1,808.2	0.0	0.0	0.0
Operating Balance	265.7	267.0	327.1	331.5	327.1	236.9	248.1	244.6	247.7	249.4	0.0	0.0	0.0
Misc. Adjustments/Rounding	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>(10.3)</u>	<u>(10.3)</u>	<u>(10.3)</u>	<u>(10.3)</u>	<u>(10.3)</u>	<u>(10.3)</u>	<u>(10.3)</u>			
Estimated Operating Balance 6/30/23	\$721.9	\$723.2	\$783.3	\$718.9	\$714.6	\$624.4	\$635.5	\$632.0	\$635.2	\$636.8	\$0.0	\$0.0	\$0.0

1. P.A. 22-118.

2. Budget plan, July and August as estimated by the Office of Policy and Management, September and later based on OSC preliminary closing balance for FY 2022.