



# STATE OF CONNECTICUT

## OFFICE OF POLICY AND MANAGEMENT

April 20, 2020

The Honorable Kevin Lembo  
 State Comptroller  
 55 Elm Street  
 Hartford, Connecticut 06106

Dear Comptroller Lembo:

Section 4-66 of the General Statutes requires that my office provide information on the state's General Fund for Fiscal Year 2020. An analysis of the Special Transportation Fund is also provided here due to the significance of this fund.

<b>Overview of Changes</b>					
(in millions)					
	Budget (as Revised Dec. 2019)	March Estimate	April Estimate	Change in Estimate - April vs. March	April Est. Variance from Budget
<b>General Fund</b>					
Revenues	\$ 19,564.4	\$ 19,390.6	\$ 18,888.9	\$ (501.7)	\$ (675.5)
Expenditures	<u>19,423.3</u>	<u>19,449.3</u>	<u>19,419.2</u>	<u>(30.1)</u>	<u>(4.1)</u>
Operating Results - Surplus/(Deficit)	\$ 141.1	\$ (58.6)	\$ (530.2)	\$ (471.6)	\$ (671.3)
<b>Budget Reserve Fund</b>					
Deposit / (Withdrawal)	\$ 318.3	\$ 259.7	\$ (211.9)	\$ (471.6)	\$ (530.2)
Proj. Balance 6/30/20	\$ 2,823.8	\$ 2,765.2	\$ 2,293.6	\$ (471.6)	\$ (530.2)
<b>Special Transportation Fund</b>					
Revenues	\$ 1,749.1	\$ 1,683.9	\$ 1,581.8	\$ (102.1)	\$ (167.3)
Expenditures	<u>1,710.3</u>	<u>1,723.2</u>	<u>1,717.6</u>	<u>(5.5)</u>	<u>7.3</u>
Operating Results - Surplus/(Deficit)	\$ 38.8	\$ (39.3)	\$ (135.8)	\$ (96.5)	\$ (174.6)
Proj. Fund Balance 6/30/20	\$ 358.9	\$ 280.9	\$ 184.4	\$ (96.5)	\$ (174.5)

### General Fund

The adopted budget anticipated a \$141.1 million balance at year end. We are projecting an operating shortfall of \$530.2 million, an increase of \$471.6 million from last month's forecast due largely to revised revenue estimates driven by the pandemic's effect on the economy. The projected shortfall represents 2.7 percent of the General Fund. On March 10, 2020, Governor Lamont declared a public health emergency due to the spread of COVID-19 throughout the State. By and large, actions are being taken to support the Connecticut economy and the businesses therein through tax filing deferments consistent with federal actions. Action have also been taken to stabilize grants to providers, services and programs at a time where demand for such programs is high. These measures are coupled with increased programmatic supports that are necessary for COVID-19 response. Given the declaration of a public health emergency, the critical pandemic response measures and the timing thereof, the Governor is not offering expenditure reductions or revenue policy

changes to address the deficit. Any year-end deficit will, by operation of existing state law, be addressed through a transfer from the Budget Reserve Fund when the Comptroller closes the books for fiscal year 2020.

The estimated rainy day fund balance at the start of FY 2020 is \$2.5 billion, or about 13.0% of net General Fund appropriations. After closing the anticipated FY 2020 deficit, reserves are expected to be almost \$2.3 billion by the beginning of FY 2021, or 11.4% of net General Fund appropriations for that year. The projected Budget Reserve Fund balance at year end is depicted below.

<b>Budget Reserve Fund</b>	
	(in millions)
Estimated BRF Ending Balance - FY 2019 (OSC Est. 9/30/19)	\$ 2,505.5
Projected Operating Deficit - FY 2020 (OPM 04/20/20 Est.)	\$ (530.2)
Volatility Cap Deposit - FY 2020 (OPM 04/20/20 Est.)	<u>318.3</u>
Estimated BRF Ending Balance - FY 2020	\$ 2,293.6

Our estimates include anticipated state costs for the state’s pandemic response. The table attached to this letter outlines specific measures approved to date as part of that response, but it should be noted that agencies, particularly those with 24/7 operations, are incurring significant overtime and other personnel costs that may prove to be reimbursable through federal supplemental funding bills. As a result, we believe that our spending estimates may overstate the requirement for state funding in response to the pandemic.

The federal government has enacted three emergency supplemental funding bills which will provide significant resources to the state. One of the vehicles for this relief is through a 6.2 percent increase in reimbursement for the Medicaid program, and this additional reimbursement is reflected in both our estimate of Medicaid spending as well as our revenue projection, as discussed later in this letter.

Revenues

Estimated revenues have been revised downward this month by \$501.7 million due to the suspension of business activity in certain sectors and corresponding employee furloughs and layoffs wrought by the global pandemic. The largest revisions are in the Sales and Use Tax, down \$281.3 million, and in the withholding component of the Personal Income Tax, down \$120.7 million. The Corporation Tax has been revised downward by \$71.9 million due to projected reduced corporate profitability affecting estimated payments. Indian Gaming Payments have been revised downward by \$31.0 million due to the temporary closure of the state’s two casinos, and Transfers - Special Revenue have been revised downward by \$15.8 million as lottery and keno sales have declined. Licenses Permits and Fees have been revised downward by \$11.8 million primarily due to the extension of certain due dates in response to the pandemic, which will largely shift such revenue into FY 2021. Federal Grants have been revised upward by \$46.8 million due to the increase in federal reimbursement from the enhanced Medicaid matching rate provided in the Families First Coronavirus Response Act. All other changes net to a negative \$16.0 million.

Most of the due date extensions that have been implemented by the Internal Revenue Service and the Department of Revenue Services (DRS) to assist tax filers impacted by the pandemic currently fall within the existing statutory revenue accrual period for this fiscal year for those tax-types, and therefore remittance delays are not expected to have a material impact on budgetary balance outside of small losses in interest income from the change in timing of collections. However, the state may seek a one-time extension to those accrual periods to allow the DRS adequate time to process returns and, in cases where no accrual period currently exists, to allow for such accrual on a one-time basis. The Office of the State Treasurer and the Office

of Policy and Management continue to monitor the cash flow impact of the timing changes, which are considerable but are currently manageable.

As in past years, we anticipate releasing an updated forecast on April 30 after issuance of the consensus revenue estimate required under section 2-36c of the General Statutes. Unlike past years, however, the remittance deferrals announced by the Internal Revenue Service and DRS to assist tax filers impacted by the pandemic will hamper our ability to forecast many tax revenue sources, including Personal Income Tax collections and associated refunds. Additionally, our ability to forecast the balance in the Budget Reserve Fund will be hampered due to delays in the Estimates and Finals component of the Personal Income Tax and the Pass-Through Entity Tax which are the components of the volatility cap. While our estimate this month does not include a decline in either tax source in FY 2020, our projection of a \$318.3 million volatility deposit may be impacted if taxpayers reduce their estimated payments. However, my office is continually assessing the economic impacts of the pandemic on the state's revenue streams and will report material developments in future forecasts. The adequacy of the Budget Reserve Fund will be critical for any necessary long-term recovery of state finances--the rapid deterioration of the BRF during the last recession necessitated years of budget cuts and tax increases.

### Expenditures

We are projecting net expenditures will, in aggregate, be below the amended budget plan by \$4.1 million, an improvement of \$30.1 million from last month's estimate due to revised estimates of lapses and deficiencies, explained below.

*Deficiencies.* Projected shortfalls totaling \$55.5 million are forecast in the following agencies:

- Department of Economic and Community Development. A net \$3,788,074 shortfall is projected in the Capital Region Development Authority account due to the effect of the COVID-19 pandemic. Event cancellations have impacted attendance and associated revenues at the Pratt and Whitney Stadium at Rentschler Field (\$830,948), the XL Center (\$1,842,301) and the CT Convention Center (\$1,314,825). The overall shortfall is partially mitigated by lapses attributable largely to vacancies in the agency.
- Department of Mental Health and Addiction Services. A net shortfall of \$7.95 million is forecast. Other Expenses spending is \$2.3 million over budget due largely to various facility maintenance and repair costs, and increased software licensing costs. Spending on contracted medical services in the Professional Services account is projected to have a \$3.5 million deficiency due largely to use of contracted psychiatrists given difficulties recruiting for vacancies. The General Assistance Managed Care and Discharge and Diversion accounts are over budget by \$1.25 million and \$250,000 respectively due to client care costs. Shortfalls of \$350,000 in the Behavioral Health Medications account and \$1.8 million in Workers' Compensation Claims are projected due to cost trends. The overall shortfall is partially mitigated by a \$1.5 million Personal Services lapse due to vacancies.
- Department of Correction. A total net shortfall of \$19.0 million is projected. Other Expenses spending, inclusive of projected expenditures related to the pandemic, will result in a net shortfall of \$3.9 million. A \$15.1 million shortfall is projected in Inmate Medical Services largely due to outpatient services and pharmaceutical utilization trending higher than compared to last fiscal year. While the agency has transitioned its pharmacy provider, costs of pharmaceuticals have declined but are offset by increased utilization. Additionally, overtime costs for medical staff along with the use of temporary staffing are up compared to last fiscal year as the agency works to achieve appropriate staffing levels.
- Public Defender Services Commission. A \$370,000 deficiency is projected in the Assigned Counsel – Criminal account due to appropriations that are lower than prior year spending levels.
- OSC – Fringe Benefits. A net shortfall of \$23.5 million is forecast based on current cost trends, including projected shortfalls of \$42.0 million in the State Employees' Health Service Cost account to

reflect higher than expected claims experience and premium costs, \$4.0 million in the Employers' Social Security Tax account, \$1.4 million in the SERS Defined Contribution Match account, and \$0.22 million in the Insurance – Group Life account. Partially offsetting these shortfalls are a projected lapse of \$5.0 million in the Retired State Employees' Health Service Cost account that is primarily the result of lower Medicare Advantage premiums attributable to the repeal of the federal health insurance tax; a \$2.4 million lapse in the Unemployment Compensation account; a \$2.7 million lapse in the Other Post Employment Benefits account; and a \$14.0 million lapse in the Higher Education Alternate Retirement Program (ARP), which is attributable to 1,600 employees shifting from ARP to SERS as an outcome of a grievance award, as well as a one-time accounting transaction related to the July 1, 2019, change in how these costs are budgeted.

- DAS – Workers' Compensation Claims. A \$0.9 million shortfall is projected based on current claim trends.

Our forecast includes an estimated \$50.0 million in unappropriated expenditures for Adjudicated Claims. Existing law identifies the resources of the General Fund as the source for payments.

*Lapses.* Our projections reflect the amounts currently withheld from agencies to achieve budgeted lapse targets. Additionally, the following sums totaling \$129.0 million are estimated to remain unspent this fiscal year:

- State Treasurer – Debt Service. A lapse of \$14.0 million is expected in the Debt Service account due to savings achieved from the December 2019 General Obligation bond sale.
- Personal Services. We are projecting a total of \$10.82 million in lapsing Personal Services appropriations in the following agencies:
  - Office of Legislative Management - \$4.0 million;
  - Auditors of Public Accounts - \$350,000;
  - Commission on Women, Children, Seniors, Equity and Opportunity - \$175,000;
  - Office of the State Treasurer - \$48,000;
  - Office of the State Comptroller - \$400,000;
  - Department of Revenue Services - \$3.1 million;
  - Department of Veterans Affairs - \$300,000;
  - Office of the Attorney General - \$400,000;
  - Division of Criminal Justice – a net \$720,000;
  - Department of Consumer Protection - \$490,000;
  - Department of Agriculture - \$350,000;
  - Agricultural Experiment Station - \$40,000;
  - Office of Health Strategy - \$100,000;
  - State Library - \$275,000; and
  - Office of Higher Education - \$70,000.
- Election Enforcement Commission, Office of State Ethics, Freedom of Information Commission. These agencies are projected to lapse \$125,000, \$100,000 and \$140,000, respectively, reflective of spending trends.
- Office of Policy and Management. A total lapse of \$1,664,000 is forecast, with \$475,000 in Personal Services, \$300,000 in the Property Tax Relief for Veterans account, \$244,000 in the Tax Relief for Elderly Renters account, and \$20,000 in the Property Tax relief Elderly Freeze Program due to reduced claims. The MRDA account will lapse \$425,000 due to startup delays. Additionally, \$200,000 will lapse in the Project Longevity account as no statutory authority exists for a budgeted grant to Waterbury.

- Department of Administrative Services. A net lapse of \$1.8 million is projected. A lapse of \$2.5 million in Personal Services due to vacancies and \$1.7 million in the Rents and Moving account are offset by a \$2.4 million shortfall in the Insurance and Risk Management account due to cost trends.
- Department of Labor. A total of \$590,000 will lapse, with \$50,000 in the Jobs First Employment Services account, \$250,000 in the Healthcare Apprenticeship Initiative account and \$290,000 in the Workforce Training Authority account due to startup delays.
- Department of Energy and Environmental Protection. A total of \$745,000 will lapse across a variety of accounts based on current expenditure trends.
- Department of Housing. A \$1.2 million lapse is forecast in the Housing / Homeless account as a result of natural placement delays.
- Department of Public Health. A net total of \$457,490 is projected to lapse across several accounts based on current expenditure trends.
- Department of Developmental Services. A net lapse of \$10.5 million is forecast. A shortfall of \$1.7 million in Other Expenses is due to appropriations that are less than prior year spending levels. This shortfall is more than mitigated by lapses, with \$3.7 million in Personal Services due to vacancies, \$7.0 million in the Behavioral Services Program account as a result of more individuals being supported in their own homes rather than in more expensive residential settings, and \$1.5 million across the Emergency Placements and ID Partnership accounts based on current expenditure trends.
- Department of Social Services. A net lapse of \$64.5 million is forecast. A projected \$46.5 million lapse is forecast in the Medicaid account after accounting for \$92.6 million in Medicaid costs related to the pandemic response which are more than offset by increased federal reimbursement provided under Public Law 116-127. Other pandemic costs totaling \$1.1 million are offset by lapses totaling more than \$19 million across Personal Services, Other Expenses and other various accounts.
- Department of Aging and Disability Services. A total of \$900,000 is projected to lapse, with \$200,000 in Personal Services due to vacancies, \$600,000 in the Employment Opportunities – Blind and Disabled account due to program efficiencies and programmatic restructuring that occurred in FY 2018 and which have contributed to lapses the last two years, and the remainder across other accounts based on current cost trends.
- State Department of Education. A total of \$4.56 million will lapse across several accounts based on current expenditure trends.
- Office of Early Childhood. A net lapse of \$625,000 is projected in the Early Care and Education account to reflect actual costs for early child care slots.
- Teachers’ Retirement Board. A total lapse of \$1.75 million is forecast. Of this sum, \$1.5 million is projected to lapse in the Retirees Health Service Cost account due to lower than budgeted premiums that take effect January 1, 2020, resulting from reduced pharmacy trends. Additionally, \$200,000 will lapse in the Municipal Retiree Health Insurance Costs account based on current expenditure trends and \$50,000 will lapse in Personal Services.
- Department of Children and Families. A net total of \$6.795 million is projected to lapse across a variety of accounts, with the majority of this in the Board and Care for Children – Short-term and Residential account as a result of recent caseload reductions.
- Judicial Department. A net total of \$7.58 million will lapse, with \$6.7 million in Personal Services due to vacancies and the remainder in the Juvenile Justice Outreach Services account.

### **Special Transportation Fund**

The adopted budget anticipated a \$38.8 million balance from operations, while we project a \$135.8 million operating deficit by year end, due primarily to an \$102.1 million downward revision in projected revenues

compared to last month as discussed further below. We project that the Transportation Fund balance on June 30, 2020, will be \$184.3 million.

#### Revenues

Estimated revenues have been revised downward by \$102.1 million which is primarily a result of significant declines in global oil prices coupled by the effects of the coronavirus pandemic. The Motor Fuels Tax has been revised downward by \$26.5 million due to significant declines in consumption resulting from increased telecommuting and social distancing orders which we assume will continue through the month of May. The Oil Companies Tax has been revised downward by \$18.0 million as a result of continued declines in the price of oil. The Sales and Use Tax has been revised downward by \$26.3 million, consistent with revisions made in the General Fund. Motor Vehicle Receipts have been revised downward by \$20.0 million primarily due to the extension of vehicle license and registration remittance dates in response to the pandemic which will shift such revenue into FY 2021. All other changes net to a negative \$11.3 million.

#### Expenditures

Estimated expenditures are projected to be \$7.4 million above the budget plan, an improvement of \$5.5 million from last month's estimate. Additional requirements total \$10.3 million, with a net \$6.32 million in the Department of Transportation's Rail Operations account, reflective of current cost trends; a net \$2.975 million in the active employee healthcare account managed by the State Comptroller; and \$1.0 million in the DAS Insurance and Risk Management account based on several large payouts. Offsetting these projected shortfalls are lapses totaling \$14.9 million, with \$10 million in Debt Service as a result of a delay in the date of the fall bond sale, \$3.5 million in the Department of Motor Vehicles' Personal Services account due to vacancies, and \$1.4 million in the DAS – Workers' Compensation Claims account based on current expenditure trends. It should be noted that the impact of the pandemic on transit ridership and associated fare collections, as well as the amount of farebox relief provided by the federal emergency supplemental funding bills, is still being assessed and may materially impact future projections.

As the final quarter of the fiscal year nears conclusion, the estimates offered by my office will continue to be revised to reflect the impact of changes in the economy and revenue collections, expenditure patterns, and/or other factors.

Sincerely,



Melissa McCaw  
Secretary

#### Attachments:

COVID Responses – Budget Impact  
Summary Statements, FY 2020 Revenue and Expenditures

COVID-19 Response Items - Funding Sources and Budget Impact

Agency	Item	Total Cost - Expenditure or (Revenue Loss)			Funding Source						Notes	
		Gross Cost SFY 2020	Gross Cost SFY 2021	Gross Total	Unassigned	State SFY 2020	State SFY 2021	Federal - CRF	Federal - T-XIX	Federal - Other		Philanthropy
1. DSS60000	Medicaid service increase to reflect anticipated volume (est.)	\$ 52,200,000		\$ 52,200,000		\$ 15,900,000			\$ 36,300,000			State share @ enhanced FMAP (+6.2%) State share @ enhanced FMAP (+6.2%).
2. DSS60000	Suspend Medicaid eligibility discontinuances for 3 months	\$ 12,900,000		\$ 12,900,000		\$ 4,600,000			\$ 8,300,000			Approved for 3 months
3. DSS60000	Reflect new Medicaid enrollment due to AHCT's special open enrollment period	\$ 33,200,000	\$ 119,400,000	\$ 152,600,000		\$ 10,000,000	\$ 40,300,000		\$ 102,300,000			State share @ enhanced FMAP (+6.2%) in FY 20 only; assumes 24,230 new enrollees with 90% staying on Medicaid until 12-month redetermination \$4.5m of gross costs are 100% federally funded; balance is 100% state funded. Note: DSS is on hold, pending further federal guidance
4. DSS60000	Provide uninsured persons with coverage for COVID-19 - Citizens	\$ 12,600,000	\$ 6,300,000	\$ 18,900,000		\$ 9,600,000	\$ 4,800,000		\$ 4,500,000			Assumes majority of costs will be reimbursable at 56.2%
5. DSS60000	Provide uninsured persons with coverage for COVID-19 - Non-Citizens	\$ 5,900,000	\$ 3,000,000	\$ 8,900,000		\$ 2,700,000	\$ 1,400,000		\$ 4,800,000			
6. DSS60000	Waive HUSKY B copays	\$ 340,000	\$ -	\$ 340,000		\$ 80,000	\$ -		\$ -	\$ 260,000		
7. DSS60000	Waive Medicare Part D (Rx) copays for dually eligible population	\$ 100,000	\$ -	\$ 100,000		\$ 100,000	\$ -		\$ -	\$ -		
8. DSS60000	Suspend cash assistance discontinuances (TFA, State Supplement, SAGA)	\$ 1,200,000	\$ -	\$ 1,200,000		\$ -	\$ -	\$ 1,200,000	\$ -	\$ -		Approved for 3 months (Note: Suspension of time limit impacts both FY 21 and FY 22, with add'l costs of \$570k in FY 22)
9. DSS60000	Suspend 21 month time limit for TFA/JFES	\$ 190,000	\$ 770,000	\$ 960,000		\$ -	\$ -	\$ 960,000	\$ -	\$ -		
10. DSS60000	Provide additional flexibilities under home and community-based services waivers	\$ 870,000	\$ 430,000	\$ 1,300,000		\$ 360,000	\$ 250,000		\$ 690,000			
11. DSS60000	Provide rate increases for existing nursing homes and establish COVID-specific rate for facilities exclusively serving nursing home patients with COVID-19	\$ 58,490,000	\$ (18,740,000)	\$ 39,750,000		\$ 42,190,000	\$ (23,410,000)		\$ 20,970,000			Approved for 3 months (with one-month retro where applicable)
12. DSS60000	Provide interim payments to FQHCs to assist with cash flow	\$ 6,000,000	\$ (6,000,000)	\$ -		\$ 6,000,000	\$ (6,000,000)		\$ -			Advances will be recouped in FY 21
13. DSS60000	Provide pandemic rate increase for residential care homes (RCHs)	\$ 980,000	\$ -	\$ 980,000		\$ 980,000	\$ -		\$ -			Includes interim payment in April to be recouped in FY 21. Approved for 3 months.
14. DSS60000	Provide pandemic rate increase for private intermediate care facilities (ICF/IIDs)	\$ 1,640,000	\$ -	\$ 1,640,000		\$ 1,020,000	\$ (270,000)		\$ 890,000			Includes interim payment in April to be recouped in FY 21. Approved for 3 months.
15. DSS60000	Use DSS' non-emergency medical transportation vendor (Veyo) to assist with meals-on-wheels deliveries	TBD	TBD	\$ -		TBD	TBD		\$ -			
16. DSS60000	Expand service array under Community First Choice to include agency-based PCAs	\$ 31,500	\$ 15,800	\$ 47,300		\$ 11,000	\$ 8,000		\$ 28,300			
17. DSS60000	Provide 90-day supply for most prescription drugs and more flexible pharmacy early refill	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			Fiscal impact expected to be minimal No state cost--federally funded program.
18. DSS60000	Waive SNAP requirement for face-to-face interviews	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			Federal approval received
19. DSS60000	Waive SNAP requirements - extend certification periods by 90 days, suspend collection of most SNAP overpayments, issue supplemental benefits to all existing SNAP households	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No state cost--federally funded program. Federal approval pending
20. DSS60000	Waive TFA requirement for face-to-face interviews and assessments	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
21. DSS60000	Expand telehealth under Medicaid	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
22. DSS60000	Provide additional flexibilities under section 1135 waiver authority	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
23. DSS60000	Provide additional flexibilities to home care recipients of 1915(i) state plan services	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
24. DSS60000	Provide interim payments to home health agencies to assist with cash flow	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			Payments will be recouped in FY 20
25. DSS60000	Expedite Medicaid payments to hospitals when possible	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			
26. DPH48500	School-Based Health Centers - no kids will be getting services while schools are closed, but staff need to be paid	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
27. DDS50000	Day programs - need to pay providers for not working in order to ensure staff are still in place when day programs reopen	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
28. DDS50000	Cost of providing first shift in residential programs if day programs are closed	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			Some cost expected, amount unclear
29. DDS50000	Allowable costs for expenses vs. returning the payments because services were not delivered	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
30. MHA53000	Allowable costs for expenses vs. returning the payments because services were not delivered	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
31. DCF91000	Allowable costs for expenses vs. returning the payments because services were not delivered	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			No additional cost anticipated
32. DCF91000	Foster care - expanded day care opportunities if both foster parents work	\$ -	\$ -	\$ -		\$ -	\$ -		\$ -			Some cost expected, not anticipated to be significant based on experience to date
33. DCF91000	Staff residential programs for children in Group Homes during the day due to school closures	\$ 75,000	\$ -	\$ 75,000		\$ 75,000	\$ -		\$ -			\$5,000 per week, assumes 15 weeks
34. OEC64800	Daycare outside of hospitals	\$ 4,008,940	\$ -	\$ 4,008,940		\$ -	\$ -		\$ -	\$ 4,008,940		OPM reestimate of agency proposal

COVID-19 Response Items - Funding Sources and Budget Impact

Agency	Item	Total Cost - Expenditure or (Revenue Loss)			Funding Source						Notes	
		Gross Cost SFY 2020	Gross Cost SFY 2021	Gross Total	Unassigned	State SFY 2020	State SFY 2021	Federal - CRF	Federal - T-XIX	Federal - Other		Philanthropy
35. OEC64800	Suspend collection of family fees - Birth to Three program	\$ 375,000		\$ 375,000		\$ 375,000						Assumes 3 months. Cap at \$10M, for six weeks with limit at 85% SMI. Source: CCDBG, PL 116-136 Division B Title VIII
36. OEC64800	Childcare for frontline workers	\$ 10,000,000		\$ 10,000,000					\$ 10,000,000			Assumes 3 months. FEMA has approved reimbursement @ 75%
37. DOH46900	Homeless shelter decompression initiative	\$ 7,500,000		\$ 7,500,000			\$ 7,500,000					Assumes 3 months. FEMA has approved reimbursement @ 75%. If necessary, DSS may be able to accommodate state share within existing appropriations.
38. DSS60000	Domestic violence shelter decompression	\$ 660,000		\$ 660,000			\$ 660,000					CARES funding (HEER) received directly by the agency. Does not include revenue losses. Estimate may vary when USDOE guidance becomes available. Does not include revenue losses.
39. BOR77700	Student Refunds, Online Conversion Costs and Donated Equipment	\$ 27,291,084		\$ 27,291,084					\$ 27,291,084			HEER. Does not include projected FY21 revenue loss at UConn and UConn Health.
40. BOR77700	Student Refunds, Online Conversion Costs and Donated Equipment	\$ 3,960,420		\$ 3,960,420			\$ 3,960,420					
41. UOC67000	Student refunds (housing, dining, parking)	\$ 10,750,423		\$ 10,750,423					\$ 10,750,423			
42. CME49500	Refrigerated space for decedent remains	\$ 16,000		\$ 16,000			\$ 16,000					
43. DOC88000	Central purchase of Personal Protective Equipment and other supplies	\$ 75,000,000		\$ 75,000,000			\$ 75,000,000					FEMA has approved reimbursement @ 75%
44. MIL36000	State Active Duty to staff the Emergency Operations Center	\$ 150,000		\$ 150,000			\$ 150,000					Increased from \$50,000
45. DPH48500	CDC Cooperative Agreement for Emergency Response: Public Health Crisis Response	\$ 9,309,998	\$ -	\$ 9,309,998					\$ 9,309,998			State and local Covid 19 response activities will be reimbursed from federal emergency supplemental funding; \$2.5m will be utilized to reimburse local health authorities.
46. DPH48500	Epidemiology and Laboratory Capacity	\$ 500,000	\$ -	\$ 500,000					\$ 500,000			Supplements pre-existing grant under the Epidemiology and Laboratory Capacity Cooperative Agreement (\$4,075,639). To support DPH Covid19 direct costs in areas of State Public Health Laboratory, Epidemiology, Healthcare Associated Infections
47. DPH48500	Hospital preparedness	\$ 734,403	\$ -	\$ 734,403					\$ 734,403			National Bioterrorism Hospital Preparedness Program. \$186,440 each for federally designated Special Pathogen Treatment Centers @ YNH and HH. Balance for DPH direct costs and other hospital needs.
48. DAS23000	Architectural support for hospital capacity expansion	\$ 90,000		\$ 90,000			\$ 90,000					
49. DAS23000	IT support for teleworking (VPN capacity, etc.)	\$ 154,000		\$ 154,000			\$ 154,000					
50. DAS23000	Cleaning and other facility costs	\$ 1,100,000		\$ 1,100,000			\$ 1,100,000					
51. SOS12500	Cost of publishing various Executive Orders	\$ 305,000		\$ 305,000			\$ 305,000					
52. DCP39500	Waive casino payment of regulatory costs during closure	\$ 584,126		\$ 584,126		\$ 584,126						GF will pay the full payroll and fringe benefit costs for six pay periods through end of FY 20 (March 26th - June 18th payrolls), as well as indirect costs and OE, due to agreement with casinos to defer true-up of costs until the August 2020 assessment.
53. DPS32000	Use of interpreters during the Governor's pandemic response briefings	\$ 38,000	\$ -	\$ 38,000			\$ 38,000					
54. JUD95000	PPE, cleaning and disinfecting, and other response costs	\$ 1,540,000		\$ 1,540,000			\$ 1,540,000					
55. DVA21000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 235,000	\$ -	\$ 235,000			\$ 235,000					
56. DPS32000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 1,400,000		\$ 1,400,000			\$ 1,400,000					
57. DDS50000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 1,700,000		\$ 1,700,000			\$ 1,700,000					
58. MHA53000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 2,000,000		\$ 2,000,000			\$ 2,000,000					



**COVID-19 Response Items - Funding Sources and Budget Impact**

Agency	Item	Total Cost - Expenditure or (Revenue Loss)			Funding Source							Notes		
		Gross Cost SFY 2020	Gross Cost SFY 2021	Gross Total	Unassigned	State SFY 2020	State SFY 2021	Federal - CRF	Federal - T-XIX	Federal - Other	Philanthropy			
59. DOC88000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 6,000,000		\$ 6,000,000				\$ 6,000,000						
60. DCF91000	Procure housing for certain Level 1 Constant employees of 24/7 agencies to enable physical distancing with those with whom they share living arrangements	\$ 500,000		\$ 500,000				\$ 500,000						
61. OEC64800	Provide technical support and resources to family day care providers	\$ 1,316,573		\$ 1,316,573						\$ 1,316,573				Administered through EdAdvance
62. OEC64800	Suspend Birth-to-Three Age Outs at 36 months and continue services	\$ 120,000		\$ 120,000		\$ 120,000								Approved for April and May
63. DSS60000	Suspend Birth-to-Three Age Outs at 36 months and continue services	\$ 180,000		\$ 180,000		\$ 80,000			\$ 100,000					Approved for April and May. State share @ enhanced FMAP (+6.2%) Source: CARES Act. Must be used for services, activities, and supplies needed to prevent or minimize the impact of COVID-19 on RWHPAP clients.
64. DPH48500	Ryan White HIV/AIDS Program Part B COVID19 Response	\$ 203,981		\$ 203,981								\$ 203,981		Approved if within existing agency CEPF allocations and as part of normal equipment refresh.
65. Var	State agencies purchase of laptops and other equipment to facilitate telework			\$ -										
<b>Subtotal -Additional Expenditures</b>		<b>\$ 354,439,448</b>	<b>\$ 105,175,800</b>	<b>\$ 459,615,248</b>	<b>\$ -</b>	<b>\$ 94,775,126</b>	<b>\$ 17,078,000</b>	<b>\$ 104,508,420</b>	<b>\$ 178,878,300</b>	<b>\$ 59,049,889</b>	<b>\$ 5,325,513</b>			
<b>Approved</b>		<b>\$ 354,439,448</b>	<b>\$ 105,175,800</b>	<b>\$ 459,615,248</b>	<b>\$ -</b>	<b>\$ 94,775,126</b>	<b>\$ 17,078,000</b>	<b>\$ 104,508,420</b>	<b>\$ 178,878,300</b>	<b>\$ 59,049,889</b>	<b>\$ 5,325,513</b>			
<b>Revenue Items</b>														
66. DRS	Pass-through Entity Tax - Delay March 15, 2020 payment date to July 15, 2020	\$ (800,000)		\$ (800,000)		\$ (800,000)								Cash flow impact, loss of interest
67. DRS	Corporation Tax - Delay May 15, 2020 payment date to July 15, 2020	\$ (400,000)		\$ (400,000)		\$ (400,000)								Cash flow impact, loss of interest
68. DRS	Unrelated Business Income - Delay May 15, 2020 payment date to July 15, 2020	\$ (4,000)		\$ (4,000)		\$ (4,000)								Cash flow impact, loss of interest
69. DRS	Indian Gaming Payments - Defer March 15 & April 15, 2020 Payment until May & June	\$ (84,000)		\$ (84,000)		\$ (84,000)								Cash flow impact, loss of interest
70. DRS	Personal Income Tax - Delay April 15 final payment date to July 15	\$ (2,686,935)		\$ (2,686,935)		\$ (2,686,935)								Cash flow impact, loss of interest. Assumes shifted revenue will accrue to FY20
71. DRS	Personal Income Tax - Delay April 15 1st estimate payment to July 15	\$ (400,350)		\$ (400,350)		\$ (400,350)								Cash flow impact, loss of interest. Assumes shifted revenue will accrue to FY20
72. DRS	Personal Income Tax - Delay June 15 2nd estimate payment to July 15	\$ (238,850)		\$ (238,850)		\$ (238,850)								Cash flow impact, loss of interest. Assumes shifted revenue will accrue to FY20
73. DMV	LPF & MVR - Delay Various Licenses and Registrations by 90 Days	\$ (20,000,000)	\$ 20,000,000	\$ -		\$ (20,000,000)	\$ 20,000,000							STF. Shift of revenue from FY20 to FY21
74. DRS	Sales and Use Tax - Waive 10 cent plastic bag fee through May 15	\$ (900,000)		\$ (900,000)		\$ (900,000)								Revenue loss for 1.5 months
75. DRS	Sales and Use Tax - Delay 3/31 & 4/30 payment date to May 31, ann. liab <\$150k	\$ (200,000)		\$ (200,000)		\$ (200,000)								Cash flow impact, loss of interest
76. DPH	LPF - Delay Various Licenses	\$ (10,000,000)	\$ 10,000,000	\$ -		\$ (10,000,000)	\$ 10,000,000							Per order of DPH Commissioner
77. DRS	Gift Tax - Delay April 15 final payment date to July 15	\$ (100,000)		\$ (100,000)		\$ (100,000)								Cash flow impact, loss of interest. Assumes shifted revenue will accrue to FY20
78. DRS	LPF - Extend Term for On-Premise Liquor License by 4 months	\$ (1,800,000)		\$ (1,800,000)		\$ (1,800,000)								One-time revenue loss due to extension
79. DRS	Corporation Tax - Delay June 15 2nd estimated payment to July 15	\$ (236,000)		\$ (236,000)		\$ (236,000)								Cash flow impact, loss of interest
80. DRS	Unrelated Business Income - Delay June 15 2nd estimated payment to July 15	\$ -		\$ -		\$ -								Cash flow impact, loss of interest - included in Corp. Tax figure above
81. DRS	Pass-through Entity Tax - Delay June 15 2nd estimated payment to July 15	\$ (149,000)		\$ (149,000)		\$ (149,000)								Cash flow impact, loss of interest
82. DRS	Estate Tax - Delay payments due from 4/1-7/15 to July 15	\$ (88,000)		\$ (88,000)		\$ (88,000)								Cash flow impact, loss of interest. Assumes accrual
<b>Subtotal - Revenue Loss</b>		<b>\$ (38,087,135)</b>	<b>\$ 30,000,000</b>	<b>\$ (8,087,135)</b>	<b>\$ -</b>	<b>\$ (38,087,135)</b>	<b>\$ 30,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	
<b>Approved</b>		<b>\$ (38,087,135)</b>	<b>\$ 30,000,000</b>	<b>\$ (8,087,135)</b>	<b>\$ -</b>	<b>\$ (38,087,135)</b>	<b>\$ 30,000,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	
<b>Grand Total Impact</b>		<b>\$ 392,526,583</b>	<b>\$ 75,175,800</b>	<b>\$ 467,702,383</b>	<b>\$ -</b>	<b>\$ 132,862,261</b>	<b>\$ (12,922,000)</b>	<b>\$ 104,508,420</b>	<b>\$ 178,878,300</b>	<b>\$ 59,049,889</b>	<b>\$ 5,325,513</b>			
<b>Total - Approved</b>		<b>\$ 392,526,583</b>	<b>\$ 75,175,800</b>	<b>\$ 467,702,383</b>	<b>\$ -</b>	<b>\$ 132,862,261</b>	<b>\$ (12,922,000)</b>	<b>\$ 104,508,420</b>	<b>\$ 178,878,300</b>	<b>\$ 59,049,889</b>	<b>\$ 5,325,513</b>			

State of Connecticut  
Summary of Changes  
General Fund and Special Transportation Fund  
Projected to June 30, 2020  
As of March 31, 2020  
(In Millions)

**General Fund**

Operating Balance - Prior Month		\$	(58.6)
Revenues			
Personal Income Tax - Withholding	(120.7)		
Sales and Use Tax	(281.3)		
Corporation Tax	(71.9)		
Transfers - Special Revenue	(15.8)		
Indian Gaming Payments	(31.0)		
Licenses, Permits, Fees	(11.8)		
Federal Grants Revenue	46.8		
All Other Changes (net)	(16.0)		(501.7)
Expenditures			
Additional Requirements	(10.8)		
Estimated Lapses	40.9		
Miscellaneous Adjustments/Rounding	0.0		30.1
Operating Deficit - FY 2020		\$	(530.2)

**Budget Reserve Fund**

Fund Balance as of June 30, 2019		\$	2,505.5
Volatility Cap Deposit	318.3		
FY 2020 Est. Balance from Operations	(530.2)		(211.9)
Estimated Fund Balance - June 30, 2020		\$	2,293.6
Fund Balance as Percentage of FY 2021 General Fund			11.4%

**Special Transportation Fund**

Fund Balance as of June 30, 2019		\$	320.1
Operating Balance - Prior Month			(39.3)
Revenues			
Motor Fuels Tax	(26.5)		
Oil Companies Tax	(18.0)		
Sales and Use Tax	(26.3)		
Motor Vehicle Receipts	(20.0)		
All Other Changes (net)	(11.3)		(102.1)
Expenditures			
Additional Requirements	5.1		
Estimated Lapses	0.4		
Miscellaneous Adjustments/Rounding	0.0		5.5
Estimated Fund Balance - June 30, 2020		\$	184.3

State of Connecticut  
General Fund  
Statement of Revenues, Expenditures, and Results of Operations  
Projected to June 30, 2020  
As of March 31, 2020  
(In Millions)

	General Assembly Budget Plan <sup>1</sup>	Revised Estimates OPM	Over/ (Under)
<b>REVENUE</b>			
Taxes	\$ 18,445.1	\$ 17,945.7	\$ (499.4)
Less: Refunds	(1,411.7)	(1,650.2)	(238.5)
Taxes - Net	\$ 17,033.4	\$ 16,295.5	\$ (737.9)
Other Revenue	1,288.2	1,260.1	(28.1)
Other Sources	1,138.6	1,333.3	194.7
<b>TOTAL Revenue</b>	<b>\$ 19,460.2</b>	<b>\$ 18,888.9</b>	<b>\$ (571.3)</b>
<b>EXPENDITURES</b>			
Initial Current Year Appropriations	\$ 19,528.3	\$ 19,528.3	\$ -
Prior Year Appropriations Continued to FY 2020 <sup>2</sup>		164.5	164.5
<b>TOTAL Initial and Continued Appropriations</b>	<b>\$ 19,528.3</b>	<b>\$ 19,692.8</b>	<b>\$ 164.5</b>
Appropriation Adjustments <sup>3</sup>	-	104.2	104.2
<b>TOTAL Adjusted Appropriations</b>	<b>\$ 19,528.3</b>	<b>\$ 19,797.0</b>	<b>\$ 268.7</b>
Net Additional Expenditure Requirements		55.5	55.5
Estimated Appropriations Lapsed	(209.2)	(318.8)	(109.6)
Estimated Appropriations to be Continued to FY 2021 <sup>2</sup>		-	-
<b>TOTAL Estimated Expenditures</b>	<b>\$ 19,319.1</b>	<b>\$ 19,533.7</b>	<b>\$ 214.6</b>
Net Change in Fund Balance - Continuing Appropriations		(164.5)	(164.5)
Miscellaneous Adjustments/Rounding		(50.0)	(50.0)
<b>Net Change in Unassigned Fund Balance - 6/30/2020</b>	<b>\$ 141.1</b>	<b>\$ (530.2)</b>	<b>\$ (671.4)</b>

1. P.A. 19-117. Note that CGS Sec. 2-33c limits appropriations in FY 2020 to 99.5% of General Fund revenue. As a result, the \$141.1 million budgeted surplus is comprised of \$97.3 million due to this 99.5% limitation, plus a \$43.8 million operating surplus. Pursuant to Sec. 50 of P.A. 19-117, \$30.0 million of the operating surplus is available for use toward a potential settlement of hospital litigation. Section 50 also makes available \$160.0 million of FY 2019 surplus for a total of \$190.0 million to effectuate a settlement, and further specifies that the General Assembly Budget Plan be modified to reflect any adjustments to revenue or expenditures that might be necessary as a result of such settlement.

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

3. PA 19-1 of the December Special Session increased appropriations by \$104.2 million to support costs associated with the hospital settlement.

State of Connecticut  
General Fund  
Revenue Estimates  
Projected to June 30, 2020  
As of March 31, 2020  
(In Millions)

	General Assembly Budget Plan <sup>1.</sup>	Revised Estimates OPM	Over/ (Under)
<b>TAXES</b>			
Personal Income - Withholding	\$ 6,910.5	\$ 6,759.8	\$ (150.7)
Personal Income - Estimates and Finals	2,762.5	2,462.5	(300.0)
Sales and Use	4,444.1	4,191.0	(253.1)
Corporation	1,099.8	987.9	(111.9)
Pass-through Entity Tax	850.0	1,150.0	300.0
Public Service Corporations	237.7	237.7	-
Inheritance and Estate	165.8	210.8	45.0
Insurance Companies	203.3	218.3	15.0
Cigarettes	344.7	344.7	-
Real Estate Conveyance	217.4	217.4	-
Alcoholic Beverages	68.9	68.9	-
Admissions and Dues	41.9	36.9	(5.0)
Health Provider Tax	1,050.1	1,040.1	(10.0)
Miscellaneous	48.4	19.7	(28.7)
<b>TOTAL - TAXES</b>	<b>\$ 18,445.1</b>	<b>\$ 17,945.7</b>	<b>\$ (499.4)</b>
Less: Refunds of Taxes	(1,309.3)	(1,544.3)	(235.0)
Earned Income Tax Credit	(97.3)	(97.3)	-
R & D Credit Exchange	(5.1)	(8.6)	(3.5)
<b>TOTAL - TAXES - NET</b>	<b>\$ 17,033.4</b>	<b>\$ 16,295.5</b>	<b>\$ (737.9)</b>
<b>OTHER REVENUE</b>			
Transfers - Special Revenue	\$ 368.0	\$ 342.2	\$ (25.8)
Indian Gaming Payments	226.0	200.0	(26.0)
Licenses, Permits, Fees	341.2	329.4	(11.8)
Sales of Commodities and Services	30.2	27.2	(3.0)
Rents, Fines, Escheats	158.5	154.0	(4.5)
Investment Income	52.6	52.6	-
Miscellaneous	178.1	226.1	48.0
Refunds of Payments	(66.4)	(71.4)	(5.0)
<b>TOTAL - OTHER REVENUE</b>	<b>\$ 1,288.2</b>	<b>\$ 1,260.1</b>	<b>\$ (28.1)</b>
<b>OTHER SOURCES</b>			
Federal Grants	\$ 1,526.0	\$ 1,647.9	\$ 121.9
Transfer from Tobacco Settlement Fund	136.0	136.0	-
Transfers From/(To) Other Funds	(205.1)	(132.3)	72.8
Transfers to BRF - Volatility Adjustment <sup>2.</sup>	(318.3)	(318.3)	-
<b>TOTAL - OTHER SOURCES</b>	<b>\$ 1,138.6</b>	<b>\$ 1,333.3</b>	<b>\$ 194.7</b>
<b>TOTAL - GENERAL FUND REVENUE</b>	<b>\$ 19,460.2</b>	<b>\$ 18,888.9</b>	<b>\$ (571.3)</b>

1. Sec. 386 of P.A. 19-117.

2. The volatility cap for FY 2020 is \$3,294.2 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  
Appropriation Adjustments - Net Additional Requirements  
Projected to June 30, 2020  
As of March 31, 2020

Department of Economic and Community Development	\$	3,788,074
Department of Mental Health and Addiction Services		7,950,000
Department of Correction		19,000,000
Public Defender Services Commission		370,000
OSC - Fringe Benefits		23,520,000
DAS - Workers' Compensation Claims		900,000
Total	\$	<u>55,528,074</u>

State of Connecticut  
 General Fund  
 Estimated Lapses  
 Projected to June 30, 2020  
 As of March 31, 2020

Unallocated Lapse	\$ 10,113,143
Unallocated Lapse - Judicial	5,000,000
Statewide Hiring Reduction - Executive	7,000,000
Contracting Savings Initiatives	4,510,350
Pension and Healthcare Savings (pension portion)	115,780,000
Pension and Healthcare Savings (healthcare portion)	47,420,000
Office of Legislative Management	4,000,000
Auditors of Public Accounts	350,000
Commission on Women, Children, Seniors, Equity & Opportunity	175,000
Secretary of the State	130,000
Elections Enforcement Commission	125,000
Office of State Ethics	100,000
Freedom of Information Commission	140,000
Office of the State Treasurer	48,000
Office of the State Comptroller	400,000
Department of Revenue Services	3,100,000
Office of Policy and Management	1,664,000
Department of Veterans Affairs	300,000
Department of Administrative Services	1,800,000
Office of the Attorney General	400,000
Division of Criminal Justice	720,000
Department of Consumer Protection	490,000
Department of Labor	590,000
Department of Agriculture	350,000
Department of Energy and Environmental Protection	745,000
Department of Housing	1,200,000
Agricultural Experiment Station	40,000
Department of Public Health	457,490
Office of Health Strategy	100,000
Department of Developmental Services	10,500,000
Department of Social Services	64,540,102
Department of Aging and Disability Services	900,000
State Department of Education	4,560,000
Office of Early Childhood	625,000
Connecticut State Library	275,000
Office of Higher Education	70,000
Teachers' Retirement Board	1,750,000
Department of Children and Families	6,795,000
Judicial Department	7,580,000
OTT - Debt Service	14,000,000
Total	<u>\$ 318,843,085</u>

State of Connecticut  
FY 2020 General Fund  
Monthly Summary of Operations  
(In Millions)

	Budget Plan <sup>1</sup>	July 2019	August 2019	September 2019	October 2019	November 2019	December 2019	January 2020	February 2020	March 2020	April 2020	May 2020	June 2020
REVENUE	\$19,460.2	\$ 19,460.2	\$19,460.2	\$ 19,460.2	\$ 19,375.7	\$ 19,459.2	\$ 19,427.2	\$ 19,427.2	\$19,390.6	\$18,888.9			
Appropriations <sup>2</sup>	19,528.3	19,528.3	19,528.3	19,528.3	19,528.3	19,632.5	19,632.5	19,632.5	19,632.5	19,632.5			
Additional Requirements	0.0	0.0	37.8	37.8	51.5	53.5	56.4	60.8	44.7	55.5			
Less: Estimated Lapses	<u>(209.2)</u>	<u>(209.2)</u>	<u>(210.2)</u>	<u>(210.0)</u>	<u>(214.5)</u>	<u>(233.8)</u>	<u>(242.9)</u>	<u>(251.2)</u>	<u>(278.0)</u>	<u>(318.8)</u>			
TOTAL - Estimated Expenditures	19,319.1	19,319.1	19,355.9	19,356.1	19,365.3	19,452.1	19,446.0	19,442.0	19,399.2	19,369.1	0.0	0.0	0.0
Operating Balance	141.1	141.1	104.3	104.1	10.4	7.1	(18.8)	(14.8)	(8.6)	(480.2)	0.0	0.0	0.0
Misc. Adjustments/Rounding	<u>0.0</u>	<u>(15.0)</u>	<u>(20.0)</u>	<u>(25.0)</u>	<u>(30.0)</u>	<u>(30.0)</u>	<u>(40.0)</u>	<u>(40.0)</u>	<u>(50.0)</u>	<u>(50.0)</u>			
Est. Operating Balance - 6/30/20	\$141.1	\$126.1	\$84.3	\$79.1	(\$19.6)	(\$22.9)	(\$58.8)	(\$54.8)	(\$58.6)	(\$530.2)	\$0.0	\$0.0	\$0.0

1. P.A. 19-117.

2. Reflects gross General Fund appropriations based on PA 19-117 through October. November based on PA 19-1 of the December Special Session.

State of Connecticut  
Special Transportation Fund  
Analysis of Budget Plan  
Projected to June 30, 2020  
As of March 31, 2020  
(In Millions)

	General Assembly <u>Budget Plan</u> <sup>1.</sup>	Revised Estimates <u>OPM</u>	Over/ <u>(Under)</u>
Fund Balance as of June 30, 2019	\$ 315.1	\$ 320.1	\$ 5.0
<b>REVENUE</b>			
Taxes	\$ 1,330.1	\$ 1,212.6	\$ (117.5)
Less: Refunds of Taxes	<u>(14.3)</u>	<u>(30.3)</u>	<u>(16.0)</u>
Taxes - Net	1,315.8	1,182.3	(133.5)
Other Revenue	<u>433.3</u>	<u>399.5</u>	<u>(33.8)</u>
<b>TOTAL - Revenue</b>	<b>\$ 1,749.1</b>	<b>\$ 1,581.8</b>	<b>\$ (167.3)</b>
<b>EXPENDITURES</b>			
Appropriations	\$ 1,740.6	\$ 1,740.6	\$ -
Prior Year Appropriations Continued to FY 2020 <sup>2.</sup>		33.3	33.3
<b>TOTAL Initial and Continued Appropriations</b>	<b>\$ 1,740.6</b>	<b>\$ 1,773.9</b>	<b>\$ 33.3</b>
Appropriation Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
<b>TOTAL Adjusted Appropriations</b>	<b>\$ 1,740.6</b>	<b>\$ 1,773.9</b>	<b>\$ 33.3</b>
Net Additional Expenditure Requirements		10.3	10.3
Estimated Appropriations Lapsed	(30.3)	(33.2)	(2.9)
Estimated Appropriations to be Continued to FY 2021 <sup>2.</sup>		<u>-</u>	<u>-</u>
<b>TOTAL Estimated Expenditures</b>	<b>\$ 1,710.3</b>	<b>\$ 1,750.9</b>	<b>\$ 40.7</b>
Net Change in Fund Balance - Continuing Appropriations		(33.3)	(33.3)
Miscellaneous Adjustments/Rounding		-	-
<b>Net Change in Unassigned Fund Balance - FY 2020</b>	<b>\$ 38.8</b>	<b>\$ (135.8)</b>	<b>\$ (174.7)</b>
Estimated Fund Balance - June 30, 2020	<u>\$ 353.9</u>	<u>\$ 184.3</u>	<u>\$ (169.7)</u>

1. P.A. 19-117. Note that CGS Sec. 2-33c limits appropriations in FY 2020 to 99.5% of Special Transportation Fund revenue. As a result, the \$38.8 million budgeted surplus is comprised of \$8.7 million due to this 99.5% limitation, plus a \$30.1 million operating surplus.

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



State of Connecticut  
Special Transportation Fund  
Revenue Estimates  
Projected to June 30, 2020  
As of March 31, 2020  
(In Millions)

	General Assembly Budget Plan <sup>1</sup> .	Revised Estimates OPM	Over/ (Under)
TAXES			
Motor Fuels	\$ 507.2	\$ 483.9	\$ (23.3)
Oil Companies	322.9	255.0	(67.9)
Sales & Use Tax	414.3	389.7	(24.6)
Sales Tax DMV	85.7	84.0	(1.7)
TOTAL - TAXES	<u>1,330.1</u>	<u>1,212.6</u>	<u>(117.5)</u>
Less: Refunds of Taxes	(14.3)	(30.3)	(16.0)
TOTAL - TAXES - NET	<u>\$ 1,315.8</u>	<u>\$ 1,182.3</u>	<u>\$ (133.5)</u>
OTHER REVENUE			
Motor Vehicle Receipts	\$ 280.1	\$ 260.1	\$ (20.0)
Licenses, Permits, Fees	145.5	145.5	-
Interest Income	36.1	22.3	(13.8)
Federal Grants	12.1	12.1	-
Transfers (To)/From Other Funds	(35.5)	(35.5)	-
Refunds of Payments	(5.0)	(5.0)	-
TOTAL - OTHER REVENUE	<u>\$ 433.3</u>	<u>\$ 399.5</u>	<u>\$ (33.8)</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	<u>\$ 1,749.1</u>	<u>\$ 1,581.8</u>	<u>\$ (167.3)</u>

1. Sec. 387 of P.A. 19-117, as adjusted by provisions of P.A. 19-165.

Statement 3T  
April 20, 2020

State of Connecticut  
Special Transportation Fund  
Appropriation Adjustments - Net Additional Requirements  
Projected to June 30, 2020  
As of March 31, 2020

Department of Administrative Services	\$ 1,000,000
Department of Transportation	6,320,000
OSC - Fringe Benefits	2,975,000
Total	<u>\$ 10,295,000</u>

Statement 4T  
April 20, 2020

State of Connecticut  
Special Transportation Fund  
Estimated Lapses  
Projected to June 30, 2020  
As of March 31, 2020

Unallocated Lapse	\$	-
Pension and Healthcare Savings (pension portion)		15,720,000
Pension and Healthcare Savings (healthcare portion)		2,580,000
Department of Motor Vehicles		3,500,000
Department of Energy and Environmental Services		25,000
OTT - Debt Service		10,000,000
DAS - Workers' Compensation Claims		1,400,000
Total		<u>\$ 33,225,000</u>

State of Connecticut  
FY 2020 Special Transportation Fund  
Monthly Summary of Operations  
(In Millions)

	Budget Plan <sup>1</sup>	July 2019	August 2019	September 2019	October 2019	November 2019	December 2019	January 2020	February 2020	March 2020	April 2020	May 2020	June 2020
Beginning Balance <sup>2</sup>	\$ 315.1	\$ 315.1	\$ 320.1	\$ 320.1	\$ 320.1	\$ 320.1	\$ 320.1	\$ 320.1	\$ 320.1	\$ 320.1			
Revenue	<u>1,749.1</u>	<u>1,749.1</u>	<u>1,749.1</u>	<u>1,749.1</u>	<u>1,732.7</u>	<u>1,732.7</u>	<u>1,730.3</u>	<u>1,730.3</u>	<u>1,683.9</u>	<u>1,581.8</u>			
Total Available	2,064.2	2,064.2	2,069.2	2,069.2	2,052.8	2,052.8	2,050.4	2,050.4	2,004.0	1,901.9	0.0	0.0	0.0
Appropriations	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6	1,740.6			
Additional Requirements	0.0	0.0	0.0	0.0	7.0	18.3	20.2	20.8	15.4	10.3			
Less: Estimated Lapses	<u>(30.3)</u>	<u>(30.3)</u>	<u>(30.3)</u>	<u>(30.3)</u>	<u>(41.7)</u>	<u>(30.2)</u>	<u>(31.5)</u>	<u>(32.3)</u>	<u>(32.8)</u>	<u>(33.2)</u>			
TOTAL - Estimated Expenditures	1,710.3	1,710.3	1,710.3	1,710.3	1,705.9	1,728.7	1,729.3	1,729.1	1,723.2	1,717.6	0.0	0.0	0.0
Operating Balance	38.8	38.8	38.8	38.8	26.8	4.0	1.0	1.2	(39.3)	(135.8)	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 6/30/20	\$353.9	\$353.9	\$358.9	\$359.0	\$347.0	\$324.2	\$321.2	\$321.4	\$280.9	\$184.3	\$0.0	\$0.0	\$0.0

1. P.A. 19-117.

2. Budget plan and July as estimated by the Office of Policy and Management based on the Comptroller's August 1, 2019 letter. August based on OSC preliminary closing balance for FY 2019. September and thereafter per the Comptroller's September 30, 2019 letter.