

The final budget includes approximately \$881.6 million in General Fund lapses, which in aggregate, requires a reduction of 4.5% of all General Fund appropriations. More than 96% of these lapses have been allocated to the General Fund as follows:

| Lapse Title | Budgeted Amount | Allocated GF Holdbacks | Comments |
|---|-----------------|------------------------|---|
| Achieve Labor Savings PA 17-2 (JSS) Sec. 12 | \$700.0 million | \$669.7 million | General Fund savings due to the SEBAC 2017 agreement, includes \$300.6 million in OPM's Reserve for Salary Adjustment, \$257.9 million in the Comptroller's Fringe Benefit Accounts, and \$35.6 million in agency personnel accounts as a result of the furlough and longevity deferral provisions of the agreement. In addition to these amounts, savings of \$75.6 million in agency personnel accounts (approximately 2.2% of funding for wages and salaries) is programmed to reflect significant attritional staffing reductions. Note that an additional \$22.8 million is withheld in non-General Fund funds to reflect SEBAC 2017 – related fringe benefit, furlough, and longevity savings. |
| Statewide Hiring Reduction PA 17-2 (JSS) Sec. 28 | \$6.5 million | \$6.5 million | Allocated based on a uniform 0.22% reduction to agency personnel funding (excluding accounts with less than \$1 million in personnel funding). |
| Municipal Contribution to Renters' Rebate Program SB 1503 Sec. 25(d) | \$8.5 million | \$8.3 million | Reduction to municipal funding based on 50% of projected OPM Tax Relief for Elderly Renters payments up to a maximum of \$250,000 per town, which is expected to fall short of the budgeted \$8.5 million savings by approximately \$200,000. The resulting \$8.3 million savings is programmed against Education Cost Sharing grants. |
| Targeted Savings PA 17-2 (JSS) Sec. 14 | \$111.8 million | \$111.8 million | Holdback amounts vary by account. In general, other expenses accounts were reduced by 5%, most human services grant accounts were reduced by 2%, and most municipal aid grants were reduced 2.5%. Other accounts were reduced by varying amounts in order to achieve the budgeted lapse amount |

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| | | | while minimizing reductions to the most critical state services. |
| Unallocated Lapse – Legislative PA 17-2 (JSS) Sec. 13(b) | \$1 million | | Legislative Management to identify savings. |
| Unallocated Lapse – Judicial PA 17-2 (JSS) Sec. 13(c) | \$3 million | | Chief Justice and Chief Public Defender to identify savings. |
| Unallocated lapse PA 17-2 (JSS) Sec. 13(a) | \$42.3 million | \$42.3 million | As part of the 2.5% reduction to municipal aid noted under the Targeted Savings lapse, part of the reduction to Education Cost Sharing funds is attributed to the unallocated lapse category rather than the targeted savings category. |
| Reflect Delay PA 17-2 (JSS) Sec. 15, as amended by SB 1503 | \$8.5 million | \$8.5 million | Various grants and services that were not funded under the Executive Order Resource Allocation Plan, were reduced, generally by approximately 25%, to reflect the late adoption of the FY 2018-19 budget. |