

March 20, 2024

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 2024. An analysis of the Special Transportation Fund is also provided here due to the significance of this fund.

FY 2024 Projection					
(in millions)					
	<u>Budget</u>	Feb. <u>Estimate</u>	Mar. <u>Estimate</u>	Change in Estimate - Mar. vs. <u>Feb.</u>	Mar. Est. Variance from <u>Budget</u>
<u>General Fund</u>					
Revenues	\$ 22,505.3	\$ 22,499.9	\$ 22,443.2	\$ (56.7)	\$ (62.1)
Expenditures	<u>22,105.6</u>	<u>22,332.0</u>	<u>22,334.5</u>	<u>2.5</u>	<u>228.9</u>
Operating Results - Surplus/(Deficit)	\$ 399.7	\$ 167.9	\$ 108.7	\$ (59.2)	\$ (291.0)
<u>Budget Reserve Fund</u>					
Deposits		\$ 646.4	\$ 587.2	\$ (59.2)	
Withdrawals		<u>(1,874.6)</u>	<u>(1,874.6)</u>	-	
Proj. Net Deposit/(Withdrawal) 6/30		\$ (1,228.2)	\$ (1,287.4)	\$ (59.2)	
<u>Special Transportation Fund</u>					
Revenues	\$ 2,352.6	\$ 2,367.1	\$ 2,370.1	\$ 3.0	\$ 17.5
Expenditures	<u>2,148.4</u>	<u>2,126.5</u>	<u>2,140.6</u>	<u>14.1</u>	<u>(7.8)</u>
Operating Results - Surplus/(Deficit)	\$ 204.2	\$ 240.7	\$ 229.5	\$ (11.1)	\$ 25.3
Proj. Fund Balance 6/30		\$ 919.8	\$ 908.7	\$ (11.1)	
Notes:					
1. BRF withdrawal includes the transfer out of \$1,874.6 million in FY 2024 pursuant to Sec. 4-30a, CGS, as the FY 2023 ending balance exceeded the statutory 15% cap. This sum was deposited as additional contributions to the State Employees Retirement Fund and the Teachers' Retirement Fund.					

General Fund

The adopted FY 2024 budget anticipated a \$399.7 million balance at year end – 1.8% of General Fund appropriations. We currently project a surplus of \$108.7 million, \$291.0 million below the budgeted amount and \$59.2 million below last month’s estimate, as a result of revenue and expenditure changes as discussed below.

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 2023 and transfers into the fund pursuant to the statutory volatility cap and the estimated FY 2024 operating surplus, the fund balance and the end of FY 2024 will be \$3.90 billion, or 17.7% of net General Fund appropriations for the current year and 17.1% of adopted FY 2025 appropriations. Since this projected balance would exceed the statutory 15% floor for the Budget Reserve Fund by \$482.4 million during FY 2025, the excess funds would be split evenly between additional transfers to the Budget Reserve Fund and transfers to the State Employees Retirement Fund and/or the Teachers’ Retirement Fund during the close-out period for FY 2024, prior to reaching the 18% BRF cap per Public Act 23-1.

Budget Reserve Fund	
	(in millions)
BRF Starting Balance - FY 2024 (OSC 12/29/23)	\$ 5,190.4
Deposit to SERS/TRS pursuant to Sec. 4-30a, C.G.S. (OSC 12/29/23)	\$ (1,874.6)
Projected Operating Surplus - FY 2024 (OPM 3/20/24 Est.)	\$ 108.7
Volatility Cap Deposit - FY 2024 (OPM 3/20/24 Est.)	\$ 478.5
Estimated BRF Ending Balance - FY 2024	\$ 3,903.0
BRF as % of current year GF appropriations	17.7%

Revenues

Revenues have been revised downward by \$56.7 million compared to our estimate last month. The largest negative change is in the Sales and Use Tax, down \$100 million as collections to date have remained relatively flat compared to last year. Inheritance and Estate taxes have been revised downward by \$25.0 million as the tax continues to underperform each month. Transfers-Special Revenue has been revised down by \$22.0 million as sales of lottery tickets retrench from COVID era highs. Real Estate Conveyance taxes have been revised downward by \$15.0 million with collections falling by approximately five percent compared to last year. Health Provider Taxes have been revised downward by \$15.0 million due to weak collections from the nursing home sector. On the positive side, the Withholding Tax continues to exceed its target and is being revised upward by \$100.0 million and the tax appears to be growing at approximately 6%, the same rate as last year. The Public Service Tax is being revised upward by \$15.0 million as fiscal year to date collections have exceeded targets. Indian Gaming Payments have been revised upward by \$10.3 million as tribal sports betting and online casino operations exceed their targets. All other changes net to a negative \$5.0 million.

Expenditures

We forecast that FY 2024 net expenditures will, in aggregate, be \$228.9 million above the level anticipated in the adopted budget, up \$2.5 million from last month's projection. A description of projected shortfalls and lapses, including the impact of Finance Advisory Committee transfers approved March 7th, follows.

Deficiencies: Shortfalls totaling \$312.1 million are forecast in the following agencies.

- Department of Mental Health and Addiction Services. A \$17.8 million shortfall is projected, with \$4.5 million in the Personal Services account as a result of staffing and overtime increases, \$9.0 million in the Other Expenses account as a result of higher than anticipated food, utilities and maintenance costs, \$8.0 million in the Professional Services account due to the cost of contracted doctors and nurses needed to cover staffing vacancies, and \$500,000 in the Behavioral Health Medications account as a result of an increase in the cost of psychotropic medications. Partially offsetting these deficits is a \$3.0 million lapse in the Behavioral Health Recovery Services account as a result of the timing of the implementation of the Substance Use Disorder initiative, a \$1.0 million lapse in the Home and Community Based Services account as a result of the timing of placements in the Money Follows the Person program, and a \$200,000 lapse in the Medicaid Adult Rehab Option account.
- Department of Social Services. A net shortfall of \$137.2 million is anticipated. A \$150.0 million deficit is forecast in the Medicaid account as a result of several factors, including the cost of Medicare Part D clawback billing by the federal government pursuant to the *Carr v. Becerra* federal court decision, updates to the ARPA home and community based services reinvestment plan which is contributing to a projected \$4.0 million lapse in the Connecticut Home Care Program, and a shift in costs for undocumented individuals from the HUSKY B account to the Medicaid account which results in a forecast surplus in the HUSKY B account of \$16.0 million. We also project shortfalls of \$4.6 million in Aid to the Disabled and \$3.3 million in State Administered General Assistance due to higher caseload and costs per case than had been budgeted, and a \$700,000 lapse in the Temporary Family Assistance account primarily due to lower than anticipated caseload.
- Technical Education and Career System. A \$4.1 million shortfall is projected, with \$2.3 million in Personal Services and \$1.8 million in Other Expenses.
- Department of Correction. A net shortfall of \$34.15 million is forecast, with \$36.0 million in Personal Services, including the impact of the March FAC transfer which temporarily transferred \$23.2 million to other agency accounts. Partially offsetting this shortfall are forecast lapses of \$750,000 in Other Expenses, \$750,000 in Inmate Medical Services and \$350,000 in the Board of Pardons and Paroles account.
- Judicial Department. A \$4.923 million shortfall is projected, with \$2.923 million in the Personal Services account and \$2.0 million in the Other Expenses account, primarily as a result of higher-than-expected utilities and information technology costs.
- State Comptroller – Miscellaneous. We estimate \$39.6 million in expenditures for Adjudicated Claims including the anticipated settlement of two claims against the State for wrongful conviction totaling \$25.2 million, assuming approval by the General Assembly. No appropriation was made in the enacted budget for payment of these claims.
- State Comptroller – Fringe Benefits. A net shortfall of \$74.329 million is anticipated, with \$70.0 million forecast in the Higher Education Alternative Retirement System account primarily due to a change in the accounting treatment for these expenditures, which were originally budgeted as revenue reimbursements but instead will be reflected as expenditures. In addition, a \$19.0 million shortfall is forecast in the Other Post Employment Benefits account as a result of a decrease in the ARP and SERS recovery rates, a \$2.0 million shortfall is projected in the Employers Social Security Tax account, and a shortfall of \$109,030 is forecast in the Pensions and Retirements – Other Statutory account. Partially offsetting those amounts

are forecast lapses of \$8.0 million in the State Employees Health Service account, \$2.78 million in the Retired State Employees Health Service account, \$2.0 million in the Unemployment Compensation account, \$3.5 million in the SERS Defined Contribution Match account, and \$500,000 in the Insurance – Group Life account.

Lapses: Public Act 23-204 included bottom-line savings targets totaling \$133.7 million. We project that aggregate lapses will total \$216.9 million; in addition to funds withheld from agencies as part of the rollout of the FY 2024 budget, the lapses identified below are anticipated to more than satisfy the budgeted unallocated lapse.

- Office of Legislative Management. A \$4.0 million lapse is projected in the Personal Services account.
- Auditors of Public Accounts. A \$200,000 lapse is forecast in the Personal Services account.
- Commission on Women, Children, Seniors, Equity and Opportunity. A \$100,000 lapse is forecast in the Personal Service account.
- Elections Enforcement Commission. A \$450,000 lapse is forecast due to lower than anticipated Personal Services costs.
- Office of State Ethics. A \$50,000 lapse is forecast due to lower than anticipated Personal Services costs.
- Freedom of Information Commission. A \$300,000 lapse is forecast due to lower than anticipated Personal Services costs.
- Department of Revenue Services. A \$1.7 million lapse is forecast in the Personal Services account.
- Office of Governmental Accountability. A \$260,000 lapse is forecast in the Personal Services account.
- Office of Policy and Management. A \$1.5 million lapse is forecast in the Distressed Municipalities account, as requirements are fully supported by bond authorizations.
- Military Department. A \$100,000 lapse is forecast in the Personal Services account.
- Department of Consumer Protection. A \$1.25 million lapse is forecast, with \$750,000 in the Personal Services account and \$500,000 in the Other Expenses account, as funding provided for an expansion of the Prescription Drug Monitoring Program will not be needed as a result of legislation required for the expansion not passing.
- Department of Agriculture. A \$350,000 lapse is forecast in the Personal Services account.
- Department of Economic and Community Development. A \$12.3 million total lapse is forecast, with \$12.0 million in the Other Expenses account as a result of carried-forward prior year funds that are no longer needed and \$300,000 in the Office of Workforce Strategy account due to personnel costs.
- Department of Developmental Services. A net lapse of \$34.9 million is forecast, including \$24.2 million in the Employment and Day Services account and \$7.8 million in the Community Residential Services account due to a combination of three years of cost settlements together with timing impacts of graduation and age-out changes related to P.A. 23-137 and the impact of reduced utilization on the provider wage increases. In addition, the Behavioral Services Program is anticipated to lapse \$1.5 million as a result of timing of development of new programs, the Supplemental Payments for Medical Services account is forecast to lapse \$100,000 as a result of updated census estimates, and a \$2.5 million lapse is anticipated in the Personal Services account. Partially offsetting these lapses is a projected shortfall of \$1.2 million in the Other Expenses account.
- Department of Aging and Disability Services. A \$465,000 lapse is forecast, with \$50,000 in the Personal Services account, \$140,000 in the Other Expenses account due to a lease being paid by DSS and \$275,000 in the Educational Aid for Children account due to delays in hiring.
- Department of Education. A net lapse of \$20.497 million is anticipated, with \$250,000 in the Personal Services account, \$9.6 million in the Sheff Settlement account due to a delay in programming, \$6.0 million in the Magnet School account and \$300,000 in the Non-Sheff Transportation account due to enrollment, \$2.0 million in the Aspiring Educator Diversity Scholarship Program, and \$3.0 million in the Charter Schools

account which are partially offset by a projected shortfall of \$653,000 in the Adult Education account based on preliminary enrollment figures.

- Office of Early Childhood. A net lapse of \$9.092 million is forecast, with \$9.7 million anticipated to lapse in the Early Care and Education account due to enrollment, \$100,000 forecast to lapse in the Evenstart account, and projected shortfalls of \$380,000 in Personal Services and \$328,000 in the Birth to Three account due to increased caseload.
- Office of Higher Education. A \$540,000 lapse is forecast, with \$300,000 in the Other Expenses account as a result of the transfer of responsibility for certain information technology contracts to the Department of Administrative Services and \$240,000 in the Health Care Adjunct Grant Program based on grants awarded this fiscal year.
- Teachers' Retirement Board. A net lapse of \$650,000 is forecast, with a \$1.2 million lapse forecast in the Municipal Retiree Health Insurance account due to enrollment and a \$550,000 shortfall forecast in the Retirees Health Service Cost account due to increased premiums effective January 1st.
- Department of Children and Families. A net lapse of \$14.201 million is forecast, with \$4.05 million in the Personal Services account, \$880,000 in Adoptions, \$1.572 million in Foster Care, \$3.75 million in Short-term and Residential, and \$530,000 in No Nexus Special Education accounts based on current caseload trends, \$4.324 million in the Juvenile Review Boards account due to delays in implementing a new juvenile diversion program, and \$20,000 in the Youth Transition and Success programs account. Partially offsetting these amounts is a projected \$925,000 shortfall in the Other Expenses account.
- Public Defender Services Commission. A net lapse of \$1.258 million is forecast, with \$2.029 million in the Assigned Counsel – Criminal account and \$259,000 in the Expert Witness account as a result of a decrease in costly jury trials. Partially offsetting these lapses is a projected shortfall of \$1.03 million in the Personal Services account.
- Debt Service – State Treasurer. A total lapse of \$18.392 million is anticipated, with \$10.0 million in the Debt Service appropriation as a result of reduced interest payments compared to budget and \$7.0 million in the UConn 2000 - Debt Service account due to reduced interest payments and refunding savings and \$1.392 million in the Municipal Restructuring account.
- Workers' Compensation Claims – Department of Administrative Services. A net lapse of \$7.0 million is forecast, with lapses in the DDS, DCF, DMHAS and the general Workers' Compensation Claims accounts more than offsetting projected shortfalls in the DOC, UConn, and CSCU accounts.

Special Transportation Fund

The adopted budget anticipated a \$204.2 million balance from operations. We currently forecast an operating balance of \$229.5 million, \$25.3 million above the budgeted figure and \$11.1 million smaller than last month's projection. We project that the Transportation Fund balance on June 30, 2024, will be \$908.7 million.

Revenues

Revenues have been revised upward by \$3.0 million compared to our estimate last month. The largest positive change is in Sales Tax-DMV, up \$7.0 million as private sales of automobiles continue to outpace their target. All other changes net to a negative \$4.0 million.

Expenditures

We forecast that expenditures in the Special Transportation Fund will be \$7.8 million below the level in the adopted budget as described below.

Deficiencies: Shortfalls totaling \$5.25 million are forecast in the following agencies.

- Department of Administrative Services. An overall shortfall of \$4.0 million is forecast, including \$400,000 in Personal Services and \$3.6 million deficiency in the State Insurance and Risk Management Operations account in anticipation of a large claim payout.
- Workers' Compensation Claims – DAS. A \$1.25 million shortfall is projected as a result of medical claims costs.

Lapses: We project the following lapses, totaling \$25.09 million, will more than satisfy the budgeted bottom-line savings target of \$12.0 million.

- Department of Motor Vehicles. A \$1.0 million lapse is projected in the Personal Services account.
- Department of Transportation. A 3.8 million lapse is projected in the Personal Services account.
- Debt Service – State Treasurer. A \$19.8 million lapse is forecast as a result of lower than anticipated issuance costs together with a one-month delay in the timing of the Fall bond sale.
- State Comptroller – Fringe Benefits. A net lapse of \$490,000 is anticipated, with \$1.0 million in the State Employees Health account, \$200,000 in the SERS Defined Contribution Match account and \$290,000 across a variety of accounts. Partially offsetting these amounts is a shortfall of \$1.0 million in the Other Post Employment Benefits account.

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 2024 Revenue and Expenditures

State of Connecticut
Summary of Changes - FY 2024
General Fund and Special Transportation Fund
Projected to June 30, 2024
As of February 29, 2024
(In Millions)

General Fund

Balance from Operations - Prior Month		\$	167.9
Revenues			
Withholding Tax	100.0		
Sales and Use Tax	(100.0)		
Inheritance and Estate Tax	(25.0)		
All Other Changes - Net	(31.7)		(56.7)
			<hr/>
Expenditures			
Additional Requirements	(23.4)		
Estimated Lapses	20.8		
Miscellaneous Adjustments/Rounding	0.0		(2.5)
			<hr/>
Operating Surplus - FY 2024			108.7

Budget Reserve Fund

Fund Balance as of June 30, 2023		\$	5,190.4
Deposit to SERS/TRS Pursuant to Sec. 4-30a, CGS	(1,874.6)		
Volatility Cap Deposit	478.5		
FY 2024 Est. Balance from Operations	108.7		(1,287.4)
			<hr/>
Estimated Fund Balance - June 30, 2024		\$	3,903.0
Fund Balance as Percentage of FY 2024 General Fund			17.7%

Special Transportation Fund

Fund Balance as of June 30, 2023		\$	679.1
Balance from Operations - Prior Month			240.7
Revenues			
Sales Tax - DMV	7.0		
All Other Changes - Net	(4.0)		3.0
			<hr/>
Expenditures			
Additional Requirements	(1.8)		
Estimated Lapses	(12.4)		
Miscellaneous Adjustments/Rounding	0.0		(14.1)
			<hr/>
Estimated Fund Balance - June 30, 2024		\$	908.7

State of Connecticut
General Fund
Statement of FY 2024 Revenues, Expenditures, and Results of Operations
Projected to June 30, 2024
As of February 29, 2024
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
REVENUE			
Taxes	\$ 22,060.7	\$ 21,726.4	\$ (334.3)
Less: Refunds	(2,078.6)	(2,181.6)	(103.0)
Taxes - Net	\$ 19,982.1	\$ 19,544.8	\$ (437.3)
Other Revenue	1,502.9	1,575.7	72.8
Other Sources	1,020.3	1,322.7	302.4
TOTAL Revenue	\$ 22,505.3	\$ 22,443.2	\$ (62.1)
EXPENDITURES			
Initial Current Year Appropriations	\$ 22,239.3	\$ 22,239.3	\$ -
Prior Year Appropriations Continued to FY 2024 ²		829.3	829.3
TOTAL Initial and Continued Appropriations	\$ 22,239.3	\$ 23,068.6	\$ 829.3
Appropriation Adjustments	-	-	-
TOTAL Adjusted Appropriations	\$ 22,239.3	\$ 23,068.6	\$ 829.3
Net Additional Expenditure Requirements		312.1	312.1
Estimated Appropriations Lapsed	(133.7)	(216.9)	(83.1)
Estimated Appropriations to be Continued to FY 2025 ²		-	-
TOTAL Estimated Expenditures	\$ 22,105.6	\$ 23,163.8	\$ 1,058.2
Net Change in Fund Balance - Continuing Appropriations		(829.3)	(829.3)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - 6/30/2024	\$ 399.7	\$ 108.7	\$ (291.1)

1. P.A. 23-204. Note that CGS Sec. 2-33c limits appropriations to 98.75% of General Fund revenue. As a result, the \$399.7 million budgeted surplus is comprised of \$281.3 million due to this 98.75% limitation, plus an additional \$118.4 million operating surplus.

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

State of Connecticut
General Fund
FY 2024 Revenue Estimates
Projected to June 30, 2024
As of February 29, 2024
(In Millions)

	General Assembly Budget Plan ^{1.}	Revised Estimates OPM	Over/ (Under)
TAXES			
Personal Income - Withholding	\$ 8,380.9	\$ 8,633.8	\$ 252.9
Personal Income - Estimates and Finals	2,642.4	2,497.5	(144.9)
Sales and Use	5,299.5	4,999.5	(300.0)
Corporation	1,514.5	1,514.5	-
Pass-through Entity Tax	1,815.6	1,760.9	(54.7)
Public Service Corporations	291.6	338.9	47.3
Inheritance and Estate	178.1	133.1	(45.0)
Insurance Companies	262.8	291.3	28.5
Cigarettes	276.4	258.9	(17.5)
Real Estate Conveyance	287.7	272.7	(15.0)
Alcoholic Beverages	78.4	78.4	-
Admissions and Dues	31.0	35.5	4.5
Health Provider Tax	956.4	886.0	(70.4)
Miscellaneous	45.4	25.4	(20.0)
TOTAL - TAXES	\$ 22,060.7	\$ 21,726.4	\$ (334.3)
Less: Refunds of Taxes	(1,879.5)	(1,979.5)	(100.0)
Earned Income Tax Credit	(191.6)	(191.6)	-
R & D Credit Exchange	(7.5)	(10.5)	(3.0)
TOTAL - TAXES - NET	\$ 19,982.1	\$ 19,544.8	\$ (437.3)
OTHER REVENUE			
Transfers - Special Revenue	\$ 406.5	\$ 377.5	\$ (29.0)
Indian Gaming Payments	283.7	299.0	15.3
Licenses, Permits, Fees	356.5	356.5	-
Sales of Commodities and Services	16.9	16.9	-
Rents, Fines, Escheats	172.9	172.9	-
Investment Income	198.9	268.9	70.0
Miscellaneous	153.2	179.7	26.5
Refunds of Payments	(85.7)	(95.7)	(10.0)
TOTAL - OTHER REVENUE	\$ 1,502.9	\$ 1,575.7	\$ 72.8
OTHER SOURCES			
Federal Grants	\$ 1,867.8	\$ 1,966.0	\$ 98.2
Transfer from Tobacco Settlement Fund	(272.7)	108.4	381.1
Transfers From/(To) Other Funds	108.4	(273.2)	(381.6)
Transfers to BRF - Volatility Adjustment ^{2.}	(683.2)	(478.5)	204.7
TOTAL - OTHER SOURCES	\$ 1,020.3	\$ 1,322.7	\$ 302.4
TOTAL - GENERAL FUND REVENUE	\$ 22,505.3	\$ 22,443.2	\$ (62.1)

1. Sec. 397 of P.A. 23-204.

2. The volatility cap for FY 2024 is \$3,779.9 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 2024 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2024
As of February 29, 2024

Department of Mental Health and Addiction Services	\$ 17,800,000
Department of Social Services	137,200,000
Technical Education and Career System	4,100,000
Department of Correction	34,150,000
Judicial Department	4,923,000
State Comptroller - Miscellaneous	39,600,000
State Comptroller - Fringe Benefits	74,329,030
Total	<u>\$ 312,102,030</u>

State of Connecticut
General Fund
Estimated FY 2024 Lapses
Projected to June 30, 2024
As of February 29, 2024

Unallocated Lapse	\$ 2,308,873
Unallocated Lapse - Judicial	5,000,000
Reflect Historical Staffing	80,000,000
Legislative Management	4,000,000
Auditors of Public Accounts	200,000
Commission on Women, Children, Seniors, Equity and Opportunity	100,000
Elections Enforcement Commission	450,000
Office of State Ethics	50,000
Freedom of Information Commission	300,000
Department of Revenue Services	1,700,000
Office of Governmental Accountability	260,000
Office of Policy and Management	1,500,000
Military Department	100,000
Department of Consumer Protection	1,250,000
Department of Agriculture	350,000
Department of Economic and Community Development	12,300,000
Department of Developmental Services	34,900,000
Department of Aging and Disability Services	465,000
Department of Education	20,497,000
Office of Early Childhood	9,092,000
Office of Higher Education	540,000
Teachers' Retirement Board	650,000
Department of Children and Families	14,201,400
Public Defender Services Commission	1,258,000
Debt Service - State Treasurer	18,392,067
Workers' Compensation Claims - DAS	7,000,000
Total	<u>\$ 216,864,340</u>

State of Connecticut
FY 2024 General Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2023	August 2023	September 2023	October 2023	November 2023	December 2023	January 2024	February 2024	March 2024	April 2024	May 2024	June 2024
REVENUE	\$22,505.3	\$ 22,505.3	\$22,586.8	\$22,586.8	\$22,529.7	\$ 22,529.7	\$22,499.9	\$ 22,499.9	\$22,443.2				
Appropriations	22,239.3	22,239.3	22,239.3	22,239.3	22,239.3	22,239.3	22,239.3	22,239.3	22,239.3				
Additional Requirements	0.0	9.5	196.7	269.1	270.2	260.9	284.8	287.7	312.1				
Less: Estimated Lapses	<u>(133.7)</u>	<u>(133.7)</u>	<u>(133.7)</u>	<u>(133.7)</u>	<u>(133.7)</u>	<u>(148.5)</u>	<u>(191.0)</u>	<u>(195.0)</u>	<u>(216.9)</u>				
TOTAL - Estimated Expenditures	22,105.6	22,115.1	22,302.3	22,374.7	22,375.8	22,351.7	22,333.2	22,332.0	22,334.5	0.0	0.0	0.0	0.0
Operating Balance	399.7	390.2	284.5	212.1	153.9	178.0	166.7	167.9	108.7	0.0	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>				
Est. Operating Balance - 6/30/24	\$399.7	\$390.2	\$284.5	\$212.1	\$153.9	\$178.0	\$166.7	\$167.9	\$108.7	\$0.0	\$0.0	\$0.0	\$0.0

1. P.A. 23-204.

State of Connecticut
Special Transportation Fund
Analysis of FY 2024 Budget Plan
Projected to June 30, 2024
As of February 29, 2024
(In Millions)

	General Assembly <u>Budget Plan</u> ^{1.}	Revised Estimates <u>OPM</u>	Over/ <u>(Under)</u>
Fund Balance as of June 30, 2023	\$ 670.0	\$ 679.1	\$ 9.1
REVENUE			
Taxes	\$ 1,940.3	\$ 1,915.8	\$ (24.5)
Less: Refunds of Taxes	<u>(16.9)</u>	<u>(16.9)</u>	<u>-</u>
Taxes - Net	1,923.4	1,898.9	(24.5)
Other Revenue	<u>429.2</u>	<u>471.2</u>	<u>42.0</u>
TOTAL - Revenue	\$ 2,352.6	\$ 2,370.1	\$ 17.5
EXPENDITURES			
Appropriations	\$ 2,160.4	\$ 2,160.4	\$ -
Prior Year Appropriations Continued to FY 2024 ^{2.}		80.9	80.9
TOTAL Initial and Continued Appropriations	\$ 2,160.4	\$ 2,241.3	\$ 80.9
Appropriation Adjustments	<u>-</u>	<u>-</u>	<u>-</u>
TOTAL Adjusted Appropriations	\$ 2,160.4	\$ 2,241.3	\$ 80.9
Net Additional Expenditure Requirements		5.3	5.3
Estimated Appropriations Lapsed	(12.0)	(25.1)	(13.1)
Estimated Appropriations to be Continued to FY 2025 ^{2.}		<u>-</u>	<u>-</u>
TOTAL Estimated Expenditures	\$ 2,148.4	\$ 2,221.5	\$ 73.1
Net Change in Fund Balance - Continuing Appropriations		(80.9)	(80.9)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - FY 2024	\$ 204.2	\$ 229.5	\$ 25.3
Estimated Fund Balance - June 30, 2024	<u>\$ 874.2</u>	<u>\$ 908.7</u>	<u>\$ 34.5</u>

1. P.A. 23-204. Note that CGS Sec. 2-33c limits appropriations to 98.75% of Special Transportation Fund revenue. As a result, the \$204.2 million budgeted surplus is comprised of \$29.4 million due to this limitation, plus an additional \$174.8 million operating surplus.

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

State of Connecticut
Special Transportation Fund
FY 2024 Revenue Estimates
Projected to June 30, 2024
As of February 29, 2024
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
TAXES			
Motor Fuels	\$ 495.6	\$ 498.1	\$ 2.5
Oil Companies	387.0	387.0	-
Sales & Use Tax	860.2	856.2	(4.0)
Sales Tax DMV	107.5	114.5	7.0
Highway Use	90.0	60.0	(30.0)
TOTAL - TAXES	<u>1,940.3</u>	<u>1,915.8</u>	<u>(24.5)</u>
Less: Refunds of Taxes	(16.9)	(16.9)	-
TOTAL - TAXES - NET	<u>\$ 1,923.4</u>	<u>\$ 1,898.9</u>	<u>\$ (24.5)</u>
OTHER REVENUE			
Motor Vehicle Receipts	\$ 254.1	\$ 277.6	\$ 23.5
Licenses, Permits, Fees	123.7	141.2	17.5
Interest Income	59.3	67.5	8.2
Federal Grants	9.2	9.2	-
Transfers (To)/From Other Funds	(13.5)	(13.5)	-
Refunds of Payments	(3.6)	(10.8)	(7.2)
TOTAL - OTHER REVENUE	<u>\$ 429.2</u>	<u>\$ 471.2</u>	<u>\$ 42.0</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	<u>\$ 2,352.6</u>	<u>\$ 2,370.1</u>	<u>\$ 17.5</u>

1. Sec. 398 of P.A. 23-204.

Statement 3T
March 20, 2024

State of Connecticut
Special Transportation Fund
FY 2024 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2024
As of February 29, 2024

Department of Administrative Services	\$ 4,000,000
Workers' Compensation Claims - DAS	1,250,000
Total	<u>\$ 5,250,000</u>

State of Connecticut
Special Transportation Fund
FY 2024 Estimated Lapses
Projected to June 30, 2024
As of February 29, 2024

Unallocated Lapse	\$ -
Department of Motor Vehicles	1,000,000
Department of Transportation	3,800,000
Debt Service - State Treasurer	19,800,000
State Comptroller - Fringe Benefits	490,000
Total	<u><u>\$ 25,090,000</u></u>

State of Connecticut
FY 2024 Special Transportation Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2023	August 2023	September 2023	October 2023	November 2023	December 2023	January 2024	February 2024	March 2024	April 2024	May 2024	June 2024
Beginning Balance ²	\$ 670.0	\$ 670.0	\$ 670.0	\$ 670.0	\$ 670.0	\$ 670.0	\$ 670.0	\$ 679.1	\$ 679.1				
Revenue	2,352.6	2,352.6	2,352.6	2,352.6	2,341.1	2,341.1	2,367.1	2,367.1	2,370.1				
Total Available	3,022.6	3,022.6	3,022.6	3,022.6	3,011.1	3,011.1	3,037.1	3,046.2	3,049.2	0.0	0.0	0.0	0.0
Appropriations	2,160.4	2,160.4	2,160.4	2,160.4	2,160.4	2,160.4	2,160.4	2,160.4	2,160.4				
Additional Requirements	0.0	0.0	0.0	0.3	3.6	3.5	3.5	3.5	5.3				
Less: Estimated Lapses	(12.0)	(12.0)	(12.0)	(12.0)	(31.3)	(33.1)	(37.8)	(37.5)	(25.1)				
TOTAL - Estimated Expenditures	2,148.4	2,148.4	2,148.4	2,148.7	2,132.7	2,130.8	2,126.1	2,126.5	2,140.6	0.0	0.0	0.0	0.0
Operating Balance	204.2	204.2	204.2	203.9	208.4	210.3	241.0	240.7	229.5	0.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0				
Estimated Operating Balance 6/30/24	\$874.2	\$874.2	\$874.2	\$873.9	\$878.4	\$880.3	\$911.0	\$919.8	\$908.7	\$0.0	\$0.0	\$0.0	\$0.0

1. P.A. 23-204.

2. Budget plan and July - December as estimated by the Office of Policy and Management. January - June per Comptroller's year-end report