

February 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>	Jan. <u>Estimate</u>	Feb. <u>Estimate</u>	Change in Estimate - Feb. vs. <u>Jan.</u>	Feb. Est. Variance from <u>Budget</u>
<u>General Fund</u>					
Revenues	\$ 22,505.3	\$ 22,499.9	\$ 22,499.9	\$ -	\$ (5.4)
Expenditures	<u>22,105.6</u>	<u>22,333.2</u>	<u>22,332.0</u>	<u>(1.2)</u>	<u>226.4</u>
Operating Results - Surplus/(Deficit)	\$ 399.7	\$ 166.7	\$ 167.9	\$ 1.2	\$ (231.8)
<u>Budget Reserve Fund</u>					
Deposits		\$ 645.2	\$ 646.4	\$ 1.2	
Withdrawals		<u>(1,874.6)</u>	<u>(1,874.6)</u>	<u>-</u>	
Proj. Net Deposit/(Withdrawal) 6/30		\$ (1,229.4)	\$ (1,228.2)	\$ 1.2	
<u>Special Transportation Fund</u>					
Revenues	\$ 2,352.6	\$ 2,367.1	\$ 2,367.1	\$ -	\$ 14.5
Expenditures	<u>2,148.4</u>	<u>2,126.1</u>	<u>2,126.5</u>	<u>0.3</u>	<u>(22.0)</u>
Operating Results - Surplus/(Deficit)	\$ 204.2	\$ 241.0	\$ 240.7	\$ (0.3)	\$ 36.5
Proj. Fund Balance 6/30		\$ 911.0	\$ 919.8	\$ 8.8	
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 \$167.9 million, \$231.8 million below the budgeted amount and \$1.2 million above last month's estimate, as a result of 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 at the end of FY 2024 will be \$3.96 billion, or 17.9% of net General Fund appropriations for the current year and 17.4% of adopted FY 2025 appropriations. Since this projected balance would exceed the statutory 15% floor for the Budget Reserve Fund by \$541.4 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 2/20/24 Est.)	\$ 167.9
Volatility Cap Deposit - FY 2024 (OPM 2/20/24 Est.)	\$ 478.5
Estimated BRF Ending Balance - FY 2024	\$ 3,962.2
BRF as % of current year GF appropriations	17.9%

Revenues

Our forecast is unchanged from last month and continues to reflect the January 16th consensus forecast reached by my office and the Office of Fiscal Analysis. However, collections for several tax types, particularly the Sales and Use Tax, have been slightly weaker than targeted amounts and, should this trend continue, may necessitate a downward revision in the next few months. In regard to volatility cap revenues, collections for both estimates and finals under the Income Tax and the Pass-through Entity Tax fell in the months of December and January by 7.2% compared to last year. Fiscal year to date, these collections remain within our conservative revenue estimates and above the volatility cap threshold insulating, thus far, the General Fund from this negative impact. Last year's extension of the fiscal guardrails for up to ten years is an important step in mitigating the impact of revenue volatility on the FY 2024 operating budget and beyond.

Expenditures

We forecast that FY 2024 net expenditures will, in aggregate, be \$226.4 million above the level anticipated in the adopted budget and \$1.2 million below last month's projection. A description of projected shortfalls and lapses follows.

Deficiencies: Shortfalls totaling \$287.7 million are forecast in the following agencies.

- Division of Criminal Justice. A \$500,000 shortfall is anticipated, with \$200,000 in the Witness Protection account, \$200,000 in the Shooting Taskforce account, \$50,000 in the Medicaid Fraud Control account and \$50,000 in the Cold Case Unit account.
- Department of Mental Health and Addiction Services. A \$13.7 million shortfall is projected, with \$8.0 million in the Other Expenses account as a result of higher than anticipated food, utilities and maintenance costs and \$7.0 million in the Professional Services account due to the cost of contracted doctors and nurses needed to cover staffing vacancies. Partially offsetting these deficits is 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 \$300,000 in the Medicaid Adult Rehab Option account.
- Department of Social Services. A net shortfall of \$135.4 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 \$5.6 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 \$4.1 million in Aid to the Disabled and \$3.2 million in State Administered General Assistance due to higher caseload and costs per case than had been budgeted, and a \$300,000 lapse in the Old Age Assistance account primarily due to lower costs per case for boarding homes.
- Technical Education and Career System. A \$2.0 million shortfall is projected, with \$1.0 million in Personal Services and \$1.0 million in Other Expenses.
- Department of Correction. A net shortfall of \$22.2 million is forecast, with \$17.0 million in the Other Expenses account and \$9.0 million in the Inmate Medical Services account primarily due to inflationary increases in fixed costs and pharmaceuticals. Partially offsetting those shortfalls is a forecast lapse of \$1.0 million in the Board of Pardons and Paroles account and \$2.8 million in the Community Support Services account.
- Judicial Department. A \$3.634 million shortfall is projected, with \$1.634 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 \$36.7 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 \$73.538 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 and a shortfall of \$38,361 is forecast in the Pensions and Retirements – Other Statutory account. Partially offsetting those amounts are forecast lapses of \$10.0 million in the State Employees Health Service

account, \$2.0 million in the Unemployment Compensation account, \$3.0 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 \$195.0 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 \$3.0 million lapse is projected in the Personal Services account.
- Auditors of Public Accounts. A \$300,000 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 \$300,000 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 \$200,000 lapse is forecast due to lower than anticipated Personal Services costs.
- Department of Revenue Services. A \$400,000 lapse is forecast in the Personal Services account.
- Office of Governmental Accountability. A \$237,000 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 \$680,000 lapse is forecast, with \$180,000 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 combined lapse of \$35.6 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 \$2.0 million lapse is anticipated in the Personal Services account.
- Department of Aging and Disability Services. A \$415,000 lapse is forecast, with \$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 \$12.497 million is anticipated, with \$250,000 in the Personal Services account, \$6.0 million in the Sheff Settlement account due to a delay in programming, and \$6.0 million in the Magnet School account and \$900,000 in the Non-Sheff Transportation account due to

enrollment 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 \$5.115 million is forecast, with \$5.5 million anticipated to lapse in the Early Care and Education account due to enrollment and projected shortfalls of \$150,000 in Personal Services and \$235,000 in the Birth to Three account due to increased caseload.
- Office of Higher Education. A \$300,000 lapse is forecast in the Other Expenses account as a result of the transfer of responsibility for certain information technology contracts to the Department of Administrative Services.
- Teachers' Retirement Board. A net lapse of \$550,000 is forecast, with a \$1.1 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 \$7.536 million is forecast, with \$1.6 million in Personal Service, \$1.32 million in Adoptions, \$1.54 million in Foster Care, and \$3.69 million in Short-term and Residential accounts based on current caseload trends, and an additional \$311,000 across a variety of accounts. Partially offsetting these amounts is a projected \$925,000 shortfall in the Other Expenses account.
- Public Defender Services Commission. A combined lapse of \$1.827 million is forecast, with \$1.586 million in the Assigned Counsel – Criminal account and \$241,000 in the Expert Witness account as a result of a decrease in costly jury trials.
- Debt Service – State Treasurer. A total lapse of \$17.0 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.
- Workers' Compensation Claims – Department of Administrative Services. A net lapse of \$7.31 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 CSU accounts.

Special Transportation Fund

The adopted budget anticipated a \$204.2 million balance from operations. We currently forecast an operating balance of \$240.7 million, \$36.5 million above the budgeted figure and \$0.3 million smaller than last month's projection. We project that the Transportation Fund balance on June 30, 2024, will be \$919.8 million.

Revenues

Estimated revenues remain unchanged from the levels reported last month and continue to reflect the January 16th consensus revenue forecast.

Expenditures

We forecast that expenditures in the Special Transportation Fund will be \$22.0 million below the level in the adopted budget as described below.

Deficiencies:

- Department of Administrative Services. A net shortfall of \$3.5 million is forecast, including a \$4.0 million deficiency in the State Insurance and Risk Management Operations account in anticipation of a large claim payout. Partially offsetting that deficiency is a projected \$500,000 lapse in the Personal Services account.

Lapses: We project the following lapses, totaling \$37.5 million, will more than satisfy the budgeted bottom-line savings target of \$12.0 million.

- Department of Motor Vehicles. A \$13.0 million lapse is projected in the Personal Services account, a portion of which is attributable to carried-forward funds that will not be expended in the current fiscal year.
- Department of Transportation. A net lapse of \$4.275 million is projected, including a \$10.9 million lapse in the Personal Services account which is partially offset by a \$6.625 million shortfall anticipated in the Other Expenses account based on higher costs for IT expenses, electricity, and supplies.
- 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 \$375,000 is anticipated, with \$775,000 in the State Employees Health account, \$200,000 in the SERS Defined Contribution Match account and \$150,000 in the Unemployment Compensation account. Partially offsetting these amounts is a shortfall of \$750,000 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 January 31, 2024
(In Millions)

General Fund

Balance from Operations - Prior Month		\$	166.7
Revenues			
No Changes	0.0		0.0
Expenditures			
Additional Requirements	(2.8)		
Estimated Lapses	4.0		
Miscellaneous Adjustments/Rounding	0.0		1.2
Operating Surplus - FY 2024			167.9

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	167.9		(1,228.2)
Estimated Fund Balance - June 30, 2024		\$	3,962.2
Fund Balance as Percentage of FY 2024 General Fund			17.9%

Special Transportation Fund

Fund Balance as of June 30, 2023		\$	679.1
Balance from Operations - Prior Month			241.0
Revenues			
No Changes	0.0		0.0
Expenditures			
Additional Requirements	0.0		
Estimated Lapses	(0.4)		
Miscellaneous Adjustments/Rounding	0.0		(0.4)
Estimated Fund Balance - June 30, 2024		\$	919.8

State of Connecticut
General Fund
Statement of FY 2024 Revenues, Expenditures, and Results of Operations
Projected to June 30, 2024
As of January 31, 2024
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
REVENUE			
Taxes	\$ 22,060.7	\$ 21,766.4	\$ (294.3)
Less: Refunds	(2,078.6)	(2,181.6)	(103.0)
Taxes - Net	\$ 19,982.1	\$ 19,584.8	\$ (397.3)
Other Revenue	1,502.9	1,592.4	89.5
Other Sources	1,020.3	1,322.7	302.4
TOTAL Revenue	\$ 22,505.3	\$ 22,499.9	\$ (5.4)
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		287.7	287.7
Estimated Appropriations Lapsed	(133.7)	(195.0)	(61.3)
Estimated Appropriations to be Continued to FY 2025 ²		-	-
TOTAL Estimated Expenditures	\$ 22,105.6	\$ 23,161.3	\$ 1,055.7
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	\$ 167.9	\$ (231.8)

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 January 31, 2024
(In Millions)

	General Assembly Budget Plan ^{1.}	Revised Estimates OPM	Over/ (Under)
TAXES			
Personal Income - Withholding	\$ 8,380.9	\$ 8,533.8	\$ 152.9
Personal Income - Estimates and Finals	2,642.4	2,497.5	(144.9)
Sales and Use	5,299.5	5,099.5	(200.0)
Corporation	1,514.5	1,514.5	-
Pass-through Entity Tax	1,815.6	1,760.9	(54.7)
Public Service Corporations	291.6	323.9	32.3
Inheritance and Estate	178.1	158.1	(20.0)
Insurance Companies	262.8	291.3	28.5
Cigarettes	276.4	258.9	(17.5)
Real Estate Conveyance	287.7	287.7	-
Alcoholic Beverages	78.4	78.4	-
Admissions and Dues	31.0	35.5	4.5
Health Provider Tax	956.4	901.0	(55.4)
Miscellaneous	45.4	25.4	(20.0)
TOTAL - TAXES	\$ 22,060.7	\$ 21,766.4	\$ (294.3)
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	\$ 19,584.8	\$ (397.3)
OTHER REVENUE			
Transfers - Special Revenue	\$ 406.5	\$ 399.5	\$ (7.0)
Indian Gaming Payments	283.7	288.7	5.0
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	258.9	60.0
Miscellaneous	153.2	194.7	41.5
Refunds of Payments	(85.7)	(95.7)	(10.0)
TOTAL - OTHER REVENUE	\$ 1,502.9	\$ 1,592.4	\$ 89.5
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	\$ 22,499.9	\$ (5.4)

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 January 31, 2024

Division of Criminal Justice	\$ 500,000
Department of Mental Health and Addiction	13,700,000
Department of Social Services	135,400,000
Technical Education and Career System	2,000,000
Department of Correction	22,200,000
Judicial Department	3,634,000
State Comptroller - Miscellaneous	36,700,000
State Comptroller - Fringe Benefits	73,538,361
Total	<u>\$ 287,672,361</u>

State of Connecticut
General Fund
Estimated FY 2024 Lapses
Projected to June 30, 2024
As of January 31, 2024

Unallocated Lapse	\$ 2,308,873
Unallocated Lapse - Judicial	5,000,000
Reflect Historical Staffing	80,000,000
Legislative Management	3,000,000
Auditors of Public Accounts	300,000
Commission on Women, Children, Seniors, Equity and Opportunity	100,000
Elections Enforcement Commission	300,000
Office of State Ethics	50,000
Freedom of Information Commission	200,000
Department of Revenue Services	400,000
Office of Governmental Accountability	237,000
Office of Policy and Management	1,500,000
Military Department	100,000
Department of Consumer Protection	680,000
Department of Agriculture	350,000
Department of Economic and Community Development	12,300,000
Department of Developmental Services	35,600,000
Department of Aging and Disability Services	415,000
Department of Education	12,497,000
Office of Early Childhood	5,115,000
Office of Higher Education	300,000
Teachers' Retirement Board	550,000
Department of Children and Families	7,536,000
Public Defender Services Commission	1,827,000
Debt Service - State Treasurer	17,000,000
Workers' Compensation Claims - DAS	7,310,000
Total	<u><u>\$ 194,975,873</u></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					
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					
Additional Requirements	0.0	9.5	196.7	269.1	270.2	260.9	284.8	287.7					
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>					
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	0.0	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	0.0	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>					
Est. Operating Balance - 6/30/24	\$399.7	\$390.2	\$284.5	\$212.1	\$153.9	\$178.0	\$166.7	\$167.9	\$0.0	\$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 January 31, 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	\$ 1,917.8	\$ (22.5)
Less: Refunds of Taxes	<u>(16.9)</u>	<u>(16.9)</u>	<u>-</u>
Taxes - Net	1,923.4	1,900.9	(22.5)
Other Revenue	<u>429.2</u>	<u>466.2</u>	<u>37.0</u>
TOTAL - Revenue	\$ 2,352.6	\$ 2,367.1	\$ 14.5
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		3.5	3.5
Estimated Appropriations Lapsed	(12.0)	(37.5)	(25.5)
Estimated Appropriations to be Continued to FY 2025 ^{2.}		<u>-</u>	<u>-</u>
TOTAL Estimated Expenditures	\$ 2,148.4	\$ 2,207.4	\$ 59.0
Net Change in Fund Balance - Continuing Appropriations		(80.9)	(80.9)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - FY 2024	\$ 204.2	\$ 240.7	\$ 36.5
Estimated Fund Balance - June 30, 2024	<u>\$ 874.2</u>	<u>\$ 919.8</u>	<u>\$ 45.6</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 January 31, 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	860.2	-
Sales Tax DMV	107.5	107.5	-
Highway Use	90.0	65.0	(25.0)
TOTAL - TAXES	<u>1,940.3</u>	<u>1,917.8</u>	<u>(22.5)</u>
Less: Refunds of Taxes	(16.9)	(16.9)	-
TOTAL - TAXES - NET	<u>\$ 1,923.4</u>	<u>\$ 1,900.9</u>	<u>\$ (22.5)</u>
OTHER REVENUE			
Motor Vehicle Receipts	\$ 254.1	\$ 272.6	\$ 18.5
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>\$ 466.2</u>	<u>\$ 37.0</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	<u>\$ 2,352.6</u>	<u>\$ 2,367.1</u>	<u>\$ 14.5</u>

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

Statement 3T
February 20, 2024

State of Connecticut
Special Transportation Fund
FY 2024 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2024
As of January 31, 2024

Department of Administrative Services	\$ 3,500,000
Total	<u>\$ 3,500,000</u>

Statement 4T
February 20, 2024

State of Connecticut
Special Transportation Fund
FY 2024 Estimated Lapses
Projected to June 30, 2024
As of January 31, 2024

Unallocated Lapse	\$	-
Department of Motor Vehicles		13,000,000
Department of Transportation		4,275,000
Debt Service - State Treasurer		19,800,000
State Comptroller - Fringe Benefits		375,000
Total	\$	<u>37,450,000</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					
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					
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	0.0	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					
Additional Requirements	0.0	0.0	0.0	0.3	3.6	3.5	3.5	3.5					
Less: Estimated Lapses	(12.0)	(12.0)	(12.0)	(12.0)	(31.3)	(33.1)	(37.8)	(37.5)					
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	0.0	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	0.0	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					
Estimated Operating Balance 6/30/24	\$874.2	\$874.2	\$874.2	\$873.9	\$878.4	\$880.3	\$911.0	\$919.8	\$0.0	\$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