

August 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 2025. An analysis of the Special Transportation Fund is also provided here due to the significance of this fund. This memorandum also provides an explanation of any projected deficiencies as required by Section 2-36 of the General Statutes.

	FY 2025 Projection		
	(in millions)		
	<u>Budget</u>	<u>Aug. Estimate</u>	<u>Aug. Est. Variance from Budget</u>
<u>General Fund</u>			
Revenues	\$ 23,103.7	\$ 23,252.3	\$ 148.6
Expenditures	<u>22,805.9</u>	<u>23,139.1</u>	<u>333.2</u>
Operating Results - Surplus/(Deficit)	\$ 297.8	\$ 113.2	\$ (184.6)
<u>Budget Reserve Fund</u>			
Deposits		\$ 1,276.7	
Withdrawals		<u>(940.5)</u> ^{1.}	
Proj. Net Deposit/(Withdrawal) 6/30		\$ 336.2	
<u>Special Transportation Fund</u>			
Revenues	\$ 2,354.5	\$ 2,410.5	\$ 56.0
Expenditures	<u>2,286.4</u>	<u>2,284.1</u>	<u>(2.3)</u>
Operating Results - Surplus/(Deficit)	\$ 68.1	\$ 126.4	\$ 58.3
Proj. Fund Balance 6/30		\$ 538.0 ^{2.}	
Notes:			
1. BRF withdrawal includes the projected transfer out of \$940.5 million in FY 2025 pursuant to Sec. 4-30a, CGS based on the FY 2024 ending balance. This sum will be deposited as additional contributions to the State Employees Retirement Fund and the Teachers' Retirement Fund.			
2. STF Fund balance after anticipated transfer to reduce STO debt pursuant to P.A. 24-151, Sec. 124.			

General Fund

FY 2024 Operating Results

While final accounting adjustments remain before the close of FY 2024, we currently project a \$403.6 million operating surplus, an increase of \$74.3 million from our July 19th projection. This amount, in addition to \$1,326.1 million in collections of the Estimates and Finals component of the Personal Income Tax and the Pass-through Entity Tax that exceeded the volatility cap, results in a Budget Reserve Fund (BRF) balance of 22.1% of FY 2025 General Fund appropriations prior to transfers totaling an estimated \$940.5 million being made to the State Employees’ and Teachers’ Retirement Systems later this calendar year. Following those transfers, the remaining balance in the BRF will equal 18% of FY 2025 General Fund appropriations.

General Fund			
FY 2024 Projection (in \$ millions)			
	Adopted		
	Budget	Est. 8/20/24	Variance
Revenue	22,505.3	22,679.0	173.7
Expenditures	<u>22,105.6</u>	<u>22,275.4</u>	<u>169.8</u>
Balance	399.7	403.6	3.9

FY 2025 Projection Summary

The FY 2025 budget, adopted in P.A. 23-204 and not adjusted during the 2024 legislative session, anticipated a \$297.8 million balance at year end – 1.3% of General Fund appropriations. We currently project a surplus of \$113.2 million based on expenditure requirements that are estimated to exceed appropriations by \$333.2 million, partially offset by revenues which are anticipated to exceed the level assumed in the originally adopted budget by \$148.6 million as discussed below.

Budget Reserve Fund

Our forecast of the Budget Reserve Fund 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 2024 and transfers into the fund pursuant to the statutory volatility cap and the estimated FY 2025 operating surplus, the fund balance at the end of FY 2025 will be \$5.38 billion, or 23.6% of net General Fund appropriations for the current year. Given that this balance is expected to exceed the statutory 18% cap for the Budget Reserve Fund next fiscal year, additional transfers to the State Employees Retirement Fund and/or the Teachers’ Retirement Fund are expected during the close-out period for FY 2025.

Budget Reserve Fund	
	(in millions)
Estimated BRF Ending Balance - FY 2024 (OPM 8/20/24 Est.)	\$ 5,045.5
Deposit to SERS/TRS pursuant to FY 2024 Closeout (OPM 8/20/24 Est.)	<u>(940.5)</u>
Estimated FY 2024 Ending Balance After Transfers to Pensions	\$ 4,105.1
Projected Operating Surplus - FY 2025 (OPM 8/20/24 Est.)	113.2
Volatility Cap Deposit - FY 2025 (OPM 8/20/24 Est.)	<u>1,163.5</u>
Estimated BRF Ending Balance - FY 2025	\$ 5,381.8
Ending BRF as % of Current Year GF Appropriations	23.6%

Revenues

Projected revenues have been revised upward by \$148.6 million compared to the adopted budget plan that passed over one year ago in P.A. 23-204. Of the increase, \$25.8 million is due to changes in the various consensus revenue forecasts from last year and \$122.8 million is due to the handful of revenue policy changes that occurred in the 2024 legislative session, the largest of which was the \$110.0 million increase in the revenue transfer from FY 2024 to FY 2025. Within the \$25.8 million change brought about by the various consensus revenue forecasts, some notable adjustments were made since the adopted budget. On the positive side, the withholding component of the Personal Income Tax has been revised upward by \$228.7 million, Investment Income has been revised upward by \$54.9 million, the projection for Refunds of Taxes was lowered by \$39.0 million, Insurance Companies has been revised upward by \$34.9 million, and the Corporation Tax has been revised upward by \$34.2 million. Offsetting these positive gains is the Sales and Use Tax, down \$324.7 million; Transfers Special Revenue, down \$28.5 million; Miscellaneous Tax, down \$27.8 million; and Inheritance and Estate taxes, down \$25.3 million. Volatility cap revenues were revised upward by \$503.9 million which was offset by an equivalent increase in the expected transfer to the Budget Reserve Fund. All other changes net to a positive \$31.8 million.

Expenditures

We forecast that FY 2025 net expenditures will, in aggregate, be \$333.2 million above the levels anticipated in the adopted budget. A description of projected shortfalls and lapses follows.

Deficiencies: Shortfalls totaling \$368.1 million are forecast in the following agencies. Note that a significant portion of the shortfalls identified below would have been addressed had adjustments to the FY 2025 budget been adopted as proposed in the Governor's February 7, 2024, budget document.

- Department of Administrative Services. A shortfall of \$6.6 million is forecast, with \$5.0 million in the Personal Services account, \$1.0 million in the Other Expenses account due to increases in electricity and other premises costs, and \$562,120 in the W.C. Administrator account due to contractual costs.
- Department of Mental Health and Addiction Services. A \$16.7 million shortfall is projected with \$9.0 million in the Other Expenses account as a result of higher than anticipated food, utilities and maintenance costs; \$7.0 million in the Professional Services account due to the cost of contracted doctors and nurses needed to cover staffing vacancies and \$700,000 in the Behavioral Health Medications account due to price increases for medications.
- Department of Social Services. A net shortfall of \$200.0 million is anticipated. A \$210.0 million deficit is forecast in the Medicaid account based on current trends which continue to exceed budgeted levels, particularly in the areas of hospital outpatient, pharmacy (including lower rebates) and clinic services. The cost of coverage for undocumented children also continues to increase with over 15,000 children enrolled as of July 2024; a portion of these costs were budgeted under HUSKY B which is anticipated to lapse \$10.0 million, partially offsetting the Medicaid shortfall.
- Technical Education and Career System. A \$10.3 million shortfall is projected in the Other Expenses account as a result of unbudgeted increases in special education services, a portion of which were previously funded via expiring federal grants.
- Office of Early Childhood. A \$1.2 million shortfall is anticipated in the Birth to Three account as a result of increased caseload projections.
- Department of Correction. A net shortfall of \$28.5 million is forecast, with \$5.0 million in Personal Services, \$15.0 million in the Other Expenses account due to inflation-driven increases in operating expenses, and \$10.0 million in the Inmate Medical account due to increased staffing and pharmaceutical costs. Partially offsetting this shortfall is a forecast \$1.5 million lapse in the Board of Pardons and Paroles account.
- Judicial Department. A \$950,000 shortfall is projected in the Other Expenses account, primarily caused by higher-than-expected utilities and information technology costs.

- State Comptroller – Miscellaneous. We estimate \$6.0 million in expenditures for Adjudicated Claims. No appropriation was made in the enacted budget for payment of these claims.
- State Comptroller – Fringe Benefits. A net shortfall of \$97.9 million is anticipated, with \$75.0 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 \$30.0 million shortfall is forecast in the Retired State Employees' Health Service Cost account, a \$16.5 million shortfall is forecast in the Other Post Employment Benefits account, a \$9.0 million shortfall is projected in the Employers Social Security Tax account, and a shortfall of \$38,400 is forecast in the Pensions and Retirements – Other Statutory account. Partially offsetting those amounts are forecast lapses of \$22.0 million in the State Employees Health Service account, \$7.0 million in the SERS Defined Contribution Match account, \$2.18 million in the State Employees Retirement Contributions account, and \$1.5 million in the Unemployment Compensation account.

Lapses: P.A. 23-204 included bottom-line savings targets totaling \$182.7 million. We project that aggregate lapses will total \$213.8 million including \$114.9 million remaining, after Finance Advisory Committee action earlier this month, in funds withheld from agencies as part of the rollout of the FY 2025 budget; \$48.7 million in budgeted unallocated lapse that is anticipated to be achieved over the remainder of the year; and \$50.2 million in additional lapses in agencies as identified below.

- Office of Legislative Management. A \$5.0 million lapse is projected in the Personal Services account.
- Secretary of the State. A \$500,000 lapse is projected in the Personal Services account.
- Elections Enforcement Commission. A \$250,000 lapse is forecast due to lower than budgeted Personal Services costs.
- Freedom of Information Commission. A \$250,000 lapse is forecast due to lower than budgeted Personal Services costs.
- Debt Service – State Treasurer. A total lapse of \$44.192 million is anticipated, with \$30.6 million in the Debt Service appropriation and \$12.2 million in the UConn 2000 - Debt Service account as a result of reduced interest payments compared to budgeted estimates.

Note that this month's General Fund projection includes the transfer of appropriations totaling \$3.8 million out of the General Fund Reserve for Salary Adjustment and OPM Private Provider accounts into other appropriated funds.

Special Transportation Fund

The adopted budget, P.A. 23-204, anticipated a \$68.1 million balance from operations. We currently forecast an operating balance of \$126.4 million, an improvement of \$58.6 million, largely attributable to improved revenue projections reflected in the April 30, 2024, consensus revenue forecast. While final accounting adjustments remain, we forecast that the closing STF balance, as of June 30, 2024, was \$968.2 million. Since section 124 of P.A. 24-151, requires that the portion of the STF balance that exceeds 18% of FY 2025 appropriations should be used to reduce STO indebtedness, we estimate that \$556.6 million will be devoted to this purpose and that the Transportation Fund balance on June 30, 2025, will be \$538.0 million.

Revenues

Projected revenues have been revised upward by \$56.0 million compared to the adopted budget plan that passed over one year ago in P.A. 23-204 due to changes in the various consensus revenue forecasts from last year. On the positive side, Motor Vehicle Receipts has been revised upward by \$25.2 million, Oil Companies Revenue has been revised upward by \$24.1 million, License, Permit, and Fee revenue has been revised upward by \$17.8 million, and

Interest Income has been revised upward by \$12.6 million. Offsetting these positive increases is the Highway Use Tax, anticipated to be down \$33.3 million from the originally adopted budget from over a year ago. All other changes net to a positive \$9.6 million.

Expenditures

We forecast that net expenditures in the Special Transportation Fund will be \$2.3 million below the level in the adopted budget as described below.

Deficiencies: A shortfall of \$260,000 is forecast for the following agency.

- State Comptroller – Fringe Benefits. A net shortfall of \$260,000 is anticipated, with \$1.5 million forecast in the Employers’ Social Security Tax account and \$800,000 in the Other Post Employment Benefits account. Partially offsetting these shortfalls are forecast lapses of \$18 million in the State Employees Health Service Cost account and \$200,000 in the SERS Defined Contribution account.

Lapses: We project the following lapses, totaling \$16.0 million, will more than satisfy the budgeted bottom-line savings target.

- Department of Motor Vehicles. A \$6.0 million lapse is projected in the Personal Services account.
- Department of Transportation. A \$10.0 million lapse is projected in the Personal Services account.

Note that this month’s Special Transportation Fund projection includes the transfer of appropriations totaling \$1.4 million from the General Fund Reserve for Salary Adjustment account to the Special Transportation Fund.

It is important to note that this represents the first projection of the state’s budget outlook for FY 2025. As the year progresses, these estimates will undoubtedly be revised to reflect the impact of changes in the economy, expenditure patterns, and/or other factors.

Sincerely,



Jeffrey R. Beckham
Secretary

Attachments:

Summary Statements, FY 2025 Revenue and Expenditures

State of Connecticut
Summary of Changes - FY 2025
General Fund and Special Transportation Fund
Projected to June 30, 2025
As of July 31, 2024
(In Millions)

General Fund

Balance from Operations - Adopted Budget		\$	297.8
Revenues			
Consensus Revenue Updates	25.8		
Policy Changes Adopted During 2024 Legislative Session	<u>122.8</u>		148.6
Expenditures			
Additional Requirements	(368.1)		
Estimated Lapses	31.1		
Miscellaneous Adjustments/Rounding	<u>3.8</u>		<u>(333.2)</u>
Operating Surplus - FY 2025		\$	113.2

Budget Reserve Fund

Fund Balance as of June 30, 2024		\$	5,045.5
Deposit to SERS/TRS Pursuant to Sec. 4-30a, CGS	(940.5)		
Volatility Cap Deposit	1,163.5		
FY 2025 Est. Balance from Operations	<u>113.2</u>		<u>336.2</u>
Estimated Fund Balance - June 30, 2025		\$	5,381.8
Fund Balance as Percentage of FY 2025 General Fund			23.6%

Special Transportation Fund

Fund Balance as of June 30, 2024		\$	968.2
Transfer to Reduce Indebtedness (P.A. 24-151, Sec. 124)			(556.6)
Balance from Operations - Adopted Budget			68.1
Revenues			
Consensus Revenue Updates	<u>56.0</u>		56.0
Expenditures			
Additional Requirements	(0.3)		
Estimated Lapses	4.0		
Miscellaneous Adjustments/Rounding	<u>(1.4)</u>		<u>2.3</u>
Estimated Fund Balance - June 30, 2025		\$	538.0

State of Connecticut
General Fund
Statement of FY 2025 Revenues, Expenditures, and Results of Operations
Projected to June 30, 2025
As of July 31, 2024
(In Millions)

	General Assembly Budget Plan ¹ .	Revised Estimates OPM	Over/ (Under)
REVENUE			
Taxes	\$ 22,502.2	\$ 22,921.5	\$ 419.3
Less: Refunds	(2,175.9)	(2,136.9)	39.0
Taxes - Net	<u>\$ 20,326.3</u>	<u>\$ 20,784.6</u>	<u>\$ 458.3</u>
Other Revenue	1,514.2	1,588.2	74.0
Other Sources	1,263.2	879.5	(383.7)
TOTAL Revenue	<u>\$ 23,103.7</u>	<u>\$ 23,252.3</u>	<u>\$ 148.6</u>
 EXPENDITURES			
Initial Current Year Appropriations	\$ 22,988.6	\$ 22,988.6	\$ -
Prior Year Appropriations Continued to FY 2025 ² .		438.9	438.9
TOTAL Initial and Continued Appropriations	<u>\$ 22,988.6</u>	<u>\$ 23,427.5</u>	<u>\$ 438.9</u>
Appropriation Adjustments	-	(3.8)	(3.8)
TOTAL Adjusted Appropriations	<u>\$ 22,988.6</u>	<u>\$ 23,423.7</u>	<u>\$ 435.1</u>
Net Additional Expenditure Requirements		368.1	368.1
Estimated Appropriations Lapsed	(182.7)	(213.8)	(31.1)
Estimated Appropriations to be Continued to FY 2026 ² .		-	-
TOTAL Estimated Expenditures	<u>\$ 22,805.9</u>	<u>\$ 23,577.9</u>	<u>\$ 772.1</u>
Net Change in Fund Balance - Continuing Appropriations		(438.9)	(438.9)
Miscellaneous Adjustments/Rounding		-	-
 Net Change in Unassigned Fund Balance - 6/30/2025	 \$ 297.8	 \$ 113.2	 \$ (184.6)

1. P.A. 23-204. Note that CGS Sec. 2-33c limits appropriations to 98.75% of General Fund revenue. As a result, the \$297.8 million budgeted surplus is comprised of \$288.8 million due to this 98.75% limitation, plus an additional \$9.0 million operating surplus.

2. CGS Sec. 4-89 and other statutory provisions. Prior appropriations carried forward to FY 2025 include \$73.5 million from FY 2023 and \$365.4 million from FY 2024.

State of Connecticut - General Fund
FY 2025 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2025
As of July 31, 2024

Department of Administrative Services	\$ 6,562,120
Department of Mental Health and Addicytion Services	16,700,000
Department of Social Services	200,000,000
Technical Education and Career System	10,300,000
Office of Early Childhood	1,200,000
Department of Correction	28,500,000
Judicial Department	950,000
State Comptroller - Miscellaneous	6,000,000
State Comptroller - Fringe Benefits	97,857,798
Total	<u>\$ 368,069,918</u>

State of Connecticut
General Fund
FY 2025 Revenue Estimates
Projected to June 30, 2025
As of July 31, 2024
(In Millions)

	General Assembly Budget Plan ^{1.}	Revised Estimates OPM	Over/ (Under)
TAXES			
Personal Income - Withholding	\$ 8,530.4	\$ 8,759.1	\$ 228.7
Personal Income - Estimates and Finals	2,703.0	3,123.5	420.5
Sales and Use	5,428.2	5,103.5	(324.7)
Corporation	1,526.5	1,560.7	34.2
Pass-through Entity Tax	1,877.3	1,969.3	92.0
Public Service Corporations	296.8	311.9	15.1
Inheritance and Estate	182.2	156.9	(25.3)
Insurance Companies	266.8	301.7	34.9
Cigarettes	262.0	244.7	(17.3)
Real Estate Conveyance	292.6	277.6	(15.0)
Alcoholic Beverages	78.8	78.8	-
Admissions and Dues	31.0	35.5	4.5
Health Provider Tax	957.4	956.9	(0.5)
Miscellaneous	69.2	41.4	(27.8)
TOTAL - TAXES	\$ 22,502.2	\$ 22,921.5	\$ 419.3
Less: Refunds of Taxes	(1,971.9)	(1,932.9)	39.0
Earned Income Tax Credit	(196.2)	(196.2)	-
R & D Credit Exchange	(7.8)	(7.8)	-
TOTAL - TAXES - NET	\$ 20,326.3	\$ 20,784.6	\$ 458.3
OTHER REVENUE			
Transfers - Special Revenue	\$ 411.9	\$ 383.4	\$ (28.5)
Indian Gaming Payments	286.0	303.6	17.6
Licenses, Permits, Fees	330.7	330.7	-
Sales of Commodities and Services	17.8	18.0	0.2
Rents, Fines, Escheats	175.2	188.8	13.6
Investment Income	201.7	256.6	54.9
Miscellaneous	158.0	184.3	26.3
Refunds of Payments	(67.1)	(77.2)	(10.1)
TOTAL - OTHER REVENUE	\$ 1,514.2	\$ 1,588.2	\$ 74.0
OTHER SOURCES			
Federal Grants	\$ 1,886.5	\$ 1,893.7	\$ 7.2
Transfer from Tobacco Settlement Fund	(70.4)	109.4	179.8
Transfers From/(To) Other Funds	106.7	39.9	(66.8)
Transfers to BRF - Volatility Adjustment ^{2.}	(659.6)	(1,163.5)	(503.9)
TOTAL - OTHER SOURCES	\$ 1,263.2	\$ 879.5	\$ (383.7)
TOTAL - GENERAL FUND REVENUE	\$ 23,103.7	\$ 23,252.3	\$ 148.6

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

2. The volatility cap for FY 2025 is \$3,929.3 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
Estimated FY 2025 Lapses
Projected to June 30, 2025
As of July 31, 2024

Unallocated Lapse	\$ 48,715,570
Unallocated Lapse - Judicial	5,000,000
Reflect Historical Staffing	109,900,000
Office of Legislative Management	5,000,000
Secretary of the State	500,000
Elections Enforcement Commission	250,000
Freedom of Information Commission	250,000
Debt Service - State Treasurer	44,191,628
Total	<u>\$ 213,807,198</u>

State of Connecticut
FY 2025 General Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹	July 2024	August 2024	September 2024	October 2024	November 2024	December 2024	January 2025	February 2025	March 2025	April 2025	May 2025	June 2025
REVENUE	\$ 23,103.7	\$ 23,252.3											
Appropriations	22,988.6	22,984.8											
Additional Requirements	0.0	368.1											
Less: Estimated Lapses	(182.7)	(213.8)											
TOTAL - Estimated Expenditures	22,805.9	23,139.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Balance	297.8	113.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0											
Est. Operating Balance - 6/30/25	\$297.8	\$113.2	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

1. P.A. 23-204.

State of Connecticut
Special Transportation Fund
Analysis of FY 2025 Budget Plan
Projected to June 30, 2025
As of July 31, 2024
(In Millions)

	General Assembly <u>Budget Plan</u> ¹ :	Revised Estimates <u>OPM</u>	Over/ (Under)
Fund Balance as of June 30, 2024		\$ 968.2	
Transfer to Reduce Indebtedness ² :		(556.6)	
REVENUE			
Taxes	\$ 1,947.7	\$ 1,947.4	\$ (0.3)
Less: Refunds of Taxes	<u>(16.6)</u>	<u>(11.3)</u>	<u>5.3</u>
Taxes - Net	1,931.1	1,936.1	5.0
Other Revenue	<u>423.4</u>	<u>474.4</u>	<u>51.0</u>
TOTAL - Revenue	\$ 2,354.5	\$ 2,410.5	\$ 56.0
EXPENDITURES			
Appropriations	\$ 2,298.4	\$ 2,298.4	\$ -
Prior Year Appropriations Continued to FY 2025 ³ :		<u>150.0</u>	<u>150.0</u>
TOTAL Initial and Continued Appropriations	\$ 2,298.4	\$ 2,448.4	\$ 150.0
Appropriation Adjustments	<u>-</u>	<u>1.4</u>	<u>1.4</u>
TOTAL Adjusted Appropriations	\$ 2,298.4	\$ 2,449.8	\$ 151.5
Net Additional Expenditure Requirements		0.3	0.3
Estimated Appropriations Lapsed	(12.0)	(16.0)	(4.0)
Estimated Appropriations to be Continued to FY 2026 ³ :		<u>-</u>	<u>-</u>
TOTAL Estimated Expenditures	\$ 2,286.4	\$ 2,434.1	\$ 147.7
Net Change in Fund Balance - Continuing Appropriations		(150.0)	(150.0)
Miscellaneous Adjustments/Rounding		-	-
Net Change in Unassigned Fund Balance - FY 2025	\$ 68.1	\$ 126.4	\$ 58.3
Estimated Fund Balance - June 30, 2025		<u>\$ 538.0</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 \$68.1 million budgeted surplus is comprised of \$29.4 million due to this limitation, plus an additional \$38.7 million operating surplus.

2. P.A. 24-151, Sec. 124 provides for the portion of the STF fund balance that exceeds 18% of FY 2025 appropriations to be transferred to reduce STO indebtedness.

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

State of Connecticut
Special Transportation Fund
FY 2025 Revenue Estimates
Projected to June 30, 2025
As of July 31, 2024
(In Millions)

	General Assembly Budget Plan ¹	Revised Estimates OPM	Over/ (Under)
TAXES			
Motor Fuels	\$ 506.7	\$ 512.7	\$ 6.0
Oil Companies	357.2	381.3	24.1
Sales & Use Tax	883.2	879.2	(4.0)
Sales Tax DMV	106.5	113.4	6.9
Highway Use	94.1	60.8	
TOTAL - TAXES	<u>1,947.7</u>	<u>1,947.4</u>	<u>33.0</u>
Less: Refunds of Taxes	(16.6)	(11.3)	5.3
TOTAL - TAXES - NET	<u>\$ 1,931.1</u>	<u>\$ 1,936.1</u>	<u>\$ 38.3</u>
OTHER REVENUE			
Motor Vehicle Receipts	\$ 255.4	\$ 280.6	\$ 25.2
Licenses, Permits, Fees	126.1	143.9	17.8
Interest Income	51.0	63.6	12.6
Federal Grants	8.1	8.1	-
Transfers (To)/From Other Funds	(13.5)	(13.5)	-
Refunds of Payments	(3.7)	(8.3)	(4.6)
TOTAL - OTHER REVENUE	<u>\$ 423.4</u>	<u>\$ 474.4</u>	<u>\$ 51.0</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	<u>\$ 2,354.5</u>	<u>\$ 2,410.5</u>	<u>\$ 89.3</u>

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

Statement 3T
August 20, 2024

State of Connecticut
Special Transportation Fund
FY 2025 Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2025
As of July 31, 2024

State Comptroller - Fringe Benefits	\$ 260,000
Total	<u>\$ 260,000</u>

State of Connecticut
Special Transportation Fund
FY 2025 Estimated Lapses
Projected to June 30, 2025
As of July 31, 2024

Unallocated Lapse	\$	-
Department of Motor Vehicles		6,000,000
Department of Transportation		10,000,000
Total	<u>\$</u>	<u>16,000,000</u>

State of Connecticut
FY 2025 Special Transportation Fund
Monthly Summary of Operations
(In Millions)

	Budget Plan ¹ .	July 2024	August 2024	September 2024	October 2024	November 2024	December 2024	January 2025	February 2025	March 2025	April 2025	May 2025	June 2025
Beginning Balance ² .	\$ 411.6	\$ 411.6											
Revenue	2,354.5	2,410.5											
Total Available	2,766.1	2,822.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Appropriations	2,298.4	2,299.8											
Additional Requirements	0.0	0.3											
Less: Estimated Lapses	(12.0)	(16.0)											
TOTAL - Estimated Expenditures	2,286.4	2,284.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Balance	68.1	126.4	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0											
Estimated Operating Balance 6/30/25	\$479.7	\$538.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

1. P.A. 23-204.

2. Budget plan and July as estimated by the Office of Policy and Management after transfers to reduce STO debt pursuant to P.A. 24-151, Sec. 124.