

November 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.

	<b>FY 2025 Projection</b>				
	(in millions)				
		Oct.	Nov.	Change in	Nov. Est.
	Budget	Estimate	Estimate	Nov. vs.	from
				Oct.	Budget
<b><u>General Fund</u></b>					
Revenues	\$ 23,103.7	\$ 23,271.4	\$ 23,379.9	\$ 108.5	\$ 276.2
Expenditures	<u>22,805.9</u>	<u>23,200.2</u>	<u>23,189.6</u>	<u>(10.6)</u>	<u>383.7</u>
Operating Results - Surplus/(Deficit)	\$ 297.8	\$ 71.2	\$ 190.3	\$ 119.1	\$(107.5)
<b><u>Budget Reserve Fund</u></b>					
Deposits		\$ 1,234.7	\$ 1,593.8	\$ 359.1	
Withdrawals		<u>(933.0)</u>	<u>(933.0)</u> <sup>1.</sup>	<u>-</u>	
Proj. Net Deposit/(Withdrawal) 6/30		\$ 301.7	\$ 660.8	\$ 359.1	
<b><u>Special Transportation Fund</u></b>					
Revenues	\$ 2,354.5	\$ 2,410.5	\$ 2,356.3	\$ (54.2)	\$ 1.8
Expenditures	<u>2,286.4</u>	<u>2,278.9</u>	<u>2,207.3</u>	<u>(71.6)</u>	<u>(79.1)</u>
Operating Results - Surplus/(Deficit)	\$ 68.1	\$ 131.6	\$ 149.0	\$ 17.4	\$ 80.9
Proj. Fund Balance 6/30		\$ 543.2	\$ 560.6 <sup>2.</sup>	\$ 17.4	

Notes:

- BRF withdrawal includes the projected transfer out of \$933.0 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.
- STF Fund balance after anticipated transfer to reduce STO debt pursuant to P.A. 24-151, Sec. 124.

### General Fund

The FY 2025 budget, P.A. 23-204, anticipated a \$297.8 million balance at year end – 1.3% of General Fund appropriations. We currently project a surplus of \$190.3 million, up \$119.1 million from last month’s estimate due to updated revenue projections developed as part of the consensus revenue forecast as well as updated expenditure projections as discussed below. Despite this forecast surplus, we remain concerned that spending is currently projected to exceed net General Fund appropriations by nearly \$400 million. As a result, my office issued guidance to Executive Branch agencies last week intended to reduce spending, where possible, in order to ensure that we are able to create a viable deficiency bill to address those shortfalls which cannot be mitigated without exceeding the constitutional spending cap.

### 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 \$5.70 billion, or 25.0% 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.

<b>Budget Reserve Fund</b>	
	(in millions)
Estimated BRF Ending Balance - FY 2024 (OPM 11/20/24 Est.)	\$ 5,038.1
Deposit to SERS/TRS pursuant to FY 2024 Closeout (OPM 11/20/24 Est.)	<u>(933.0)</u>
Estimated FY 2024 Ending Balance After Transfers to Pensions	\$ 4,105.1
Projected Operating Surplus - FY 2025 (OPM 11/20/24 Est.)	190.3
Volatility Cap Deposit - FY 2025 (OPM 11/20/24 Est.)	<u>1,403.5</u>
Estimated BRF Ending Balance - FY 2025	\$ 5,698.9
Ending BRF as % of Current Year GF Appropriations	25.0%

### Revenues

Projected revenues have been revised upward by a net \$108.5 million compared to our estimate last month and are reflective of the November 12th consensus revenue forecast. The largest change is in the Estimates and Finals component of the Personal Income Tax, up \$150.0 million, as the trend in estimated payments continues to exceed their target combined with continued strong performance in the equity markets. Similarly, revenue from the Pass-through Entity Tax has been revised upward by \$90.0 million. Collections of the Withholding Tax component of the Personal Income Tax have been revised upward by \$95.0 million as the tax continues to grow faster than assumed in the budget. Federal Grants have been revised upward by \$72.4 million due to final reconciliation of federal funds received to those earned for medical services during the second half of FY 2024, increased revenue due to the Substance Use Disorder waiver and re-estimates of other Medicaid claimable activities. Offsetting these gains, Health Provider collections have been revised downward by \$50 million due to lower than anticipated collections from the hospital sector and the expectation that this trend will continue. Given the projected changes in the Estimates and Finals component of the Personal Income Tax and the Pass-through Entity Tax noted above, the transfer to the Budget Reserve Fund pursuant to the volatility cap will increase by \$240.0 million to a total of \$1,403.5 million. All other changes net to a negative \$8.9 million.

## Expenditures

We forecast that FY 2025 net expenditures will, in aggregate, be \$383.7 million above the levels anticipated in the adopted budget, a decrease of \$10.6 million from last month's estimate. A description of projected shortfalls and lapses follows.

*Deficiencies:* Shortfalls totaling \$442.5 million are forecast in the following agencies.

- Department of Revenue Services. A shortfall of \$885,000 in Personal Services is anticipated which may necessitate a release of a portion of funding withheld in order to achieve the "Reflect Historic Staffing" lapse.
- Department of Administrative Services. A shortfall of \$4.5 million is forecast, with \$4.5 million in the Personal Services account and \$1.0 million in the Other Expenses account due to increases in electricity and other premises costs which are partially offset by a \$1.0 million lapse in the Rents and Moving account as funds carried forward for purchase of an emergency vehicle driving training course will not be needed.
- Military Department. A shortfall of \$200,000 in Personal Services is anticipated which may necessitate a release of a portion of funding withheld in order to achieve the "Reflect Historic Staffing" lapse.
- Department of Housing. A \$4.0 million shortfall is projected in the Housing / Homeless Services account as a result of rent increases.
- Office of Health Strategy. A shortfall of \$226,000 in Personal Services is anticipated which may necessitate a release of a portion of funding withheld in order to achieve the "Reflect Historic Staffing" lapse.
- Department of Mental Health and Addiction Services. A total shortfall of \$29.95 million is projected with \$11.0 million in Personal Services which is likely to require deficiency appropriations in addition to release of the remaining \$7.6 million withheld in order to achieve the "Reflect Historic Staffing" lapse, \$8.5 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, \$2.1 million in the Behavioral Health Medications account due to price increases for medications, and \$350,000 in the Discharge and Diversion Services account due to unanticipated costs associated with discharges from Connecticut Valley Hospital and Whiting Forensic Institute.
- Department of Social Services. A net shortfall of \$228.6 million is anticipated. A \$240.0 million deficit is forecast in the Medicaid account due to higher than budgeted costs. The Governor's proposed budget had recognized additional costs in Medicaid of \$106.8 million in FY 2025. Since that time, costs have continued to increase, exceeding budgeted amounts. The HUSKY B account is projected to lapse \$10 million due mainly to the enacted budget funding the costs for coverage of undocumented children entirely under HUSKY B when the vast majority of the costs are being charged to Medicaid. Shortfalls of \$2.8 million and \$4.0 million, respectively, are forecast in the Aid to the Disabled and State Administered General Assistance accounts due to higher caseload and costs per case than had been budgeted. These shortfalls are partially offset by lapses of \$2.0 million in Personal Services; \$500,000 in Community Services; \$4.3 million in Temporary Family Assistance and \$190,000 in Old Age Assistance, primarily due to lower caseloads than had been budgeted; and \$1.2 million in the state-funded home care program due to revised requirements under the ARPA HCBS reinvestment plan.
- Technical Education and Career System. A total shortfall of \$15.9 million is forecast including \$3.0 million in Personal Services as well as \$12.9 million in the Other Expenses account as a result of increased costs for utilities as well as unbudgeted increases in special education services, a portion of which was previously funded via expiring federal grants.
- Office of Early Childhood. A net shortfall of \$300,000 is anticipated with a \$1.4 million shortfall anticipated in the Birth to Three account as a result of increased caseload projections which is partially offset by a forecasted \$450,000 lapse in the Personal Services account and \$650,000 in the Early Care and Education account based on current trends.
- Teachers' Retirement Board. A net shortfall of \$8.9 million is anticipated, based on a \$9.9 million shortfall in the Retiree Health account due to significant increases in contractual Medicare Advantage rates

beginning January 1, 2025, in part driven by changes mandated under the federal Inflation Reduction Act. Partially offsetting this shortfall is a \$1.0 million lapse in the Municipal Retiree Health Insurance Costs account as a result of caseload.

- Department of Correction. A net shortfall of \$27.7 million is forecast, with \$4.0 million in Personal Services, \$16.0 million in the Other Expenses account due to inflation-driven increases in operating expenses, and \$12.0 million in the Inmate Medical account due to increased staffing and pharmaceutical costs. Partially offsetting this shortfall are forecast lapses of \$1.3 million in the Board of Pardons and Paroles account and \$3.0 million in the Community Services account.
- Judicial Department. A \$8.8 million shortfall is projected with \$3.9 million in the Personal Services account and \$4.9 million in the Other Expenses account, primarily caused by higher-than-expected utilities and information technology costs.
- Public Defender Services Commission. A net shortfall of \$1.14 million is anticipated based on a \$1.84 million shortfall in Personal Services which is partially offset by a \$700,000 lapse in the Assigned Counsel-Criminal account.
- State Comptroller – Miscellaneous. We estimate \$9.0 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 \$102.4 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 \$37.4 million shortfall is forecast in the Retired State Employees Health Service Cost account, a \$16.4 million shortfall is forecast in the Other Post Employment Benefits account, a \$7.5 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, \$8.0 million in the SERS Defined Contribution Match account, \$2.18 million in the State Employees Retirement Contributions account, \$1.0 million in the Unemployment Compensation account, and \$750,000 in the Insurance – Group Life account.

*Lapses:* P.A. 23-204 included bottom-line savings targets totaling \$182.7 million. We project that aggregate lapses will total \$237.7 million including \$114.9 million remaining in funds withheld from agencies as part of the rollout of the FY 2025 budget, \$48.7 million in budgeted unallocated lapse, of which \$8.14 million has been assigned to the constituent units of higher education with the remainder anticipated to be achieved as agencies work to reduce spending to ensure this savings target is satisfied; and \$74.1 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.
- Auditors of Public Accounts. A \$150,000 lapse is projected in the Personal Services account.
- Commission on Women, Children, Seniors, Equity, and Opportunity. A \$150,000 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 \$400,000 lapse is forecast due to lower than budgeted Personal Services costs.
- Freedom of Information Commission. A \$300,000 lapse is forecast due to lower than budgeted Personal Services costs.
- State Treasurer. A \$300,000 lapse is forecast due to lower than budgeted Personal Services costs.
- Office of Governmental Accountability. A \$200,000 lapse is projected in the Personal Services account.
- Office of Policy and Management. A \$2.5 million lapse is forecast with \$2.0 million in the Personal Services account and \$500,000 in the Other Expenses account.

- Division of Criminal Justice. A net lapse of \$227,000 is forecast based on an anticipated \$1.4 million lapse in Other Expenses which is partially offset by forecast shortfalls of \$1.03 million in the Personal Services account and \$136,000 in the Witness Protection account.
- Department of Emergency Services and Public Protection. A \$500,000 lapse is forecast in the Personal Services account.
- Department of Consumer Protection. A \$750,000 lapse is forecast in the Personal Services account.
- Department of Agriculture. A total lapse of \$350,000 is forecast, with \$100,000 in the Personal Services account, \$150,000 in the Senior Food Vouchers account, and \$100,000 in the WIC Coupon Program for Fresh Produce account.
- Department of Economic and Community Development. A \$500,000 lapse is forecast in the Various Grants account.
- Department of Public Health. A net lapse of \$1.7 million is forecast with \$2.5 million in the Gun Violence Prevention account based on contract timing which is partially offset by an \$800,000 shortfall in the Personal Services account.
- Department of Developmental Services. A lapse of \$2.17 million is anticipated with \$2.0 million in the Personal Services account and \$170,000 in the Supplemental Services for Medical Services account based on census.
- Department of Aging and Disability Services. A net lapse of \$350,000 is projected based on current spending patterns, with \$150,000 in the Other Expenses account as a result of a budgeted lease being paid by a different agency, \$100,000 in the Educational Aid for Children - Blind or Visually Impaired account, \$150,000 in the Employment Opportunities – Blind & Disabled account, and \$100,000 in the Special Training for the Deaf Blind account. Partially offsetting these lapses in a projected \$150,000 shortfall in the Personal Services account.
- Department of Education. A net lapse of \$1.42 million is forecast, with \$1.0 million in the Other Expenses account and \$2.0 million in the Aspiring Educators Diversity Scholarship account based on application volume. Partially offsetting these lapses are forecast shortfalls of \$700,000 in the Personal Services account and \$876,000 in the Adult Education account based on preliminary enrollment figures.
- Office of Higher Education. A \$100,000 lapse is forecast in the Personal Services account.
- Department of Children and Families. A net lapse of \$5.5 million is anticipated, with \$1.0 million in the Personal Services, \$1.8 million across the Board and Care for Children – Adoption, Foster, and Short-term and Residential accounts, and \$4.2 million in the Juvenile Review Boards account based on timing of contracts. Partially offsetting these lapses is a projected \$1.5 million shortfall in the Other Expenses account.
- Debt Service – State Treasurer. A total lapse of \$50.59 million is anticipated, with \$37.0 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 and \$1.39 million in the Municipal Restructuring account as a result of the Fall 2023 refunding sale.
- Workers’ Compensation Claims – Department of Administrative Services. A net lapse of \$470,000 is anticipated, with shortfalls in the DESPP and DOC line items more than offset by forecast lapses in the remaining accounts.

Note that this month’s General Fund projection continues to reflect 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 anticipated a \$68.1 million balance from operations. We currently forecast an operating balance of \$149.0 million, an improvement of \$17.4 million from last month's forecast attributable to a decrease in forecast revenue as discussed below which is more than offset by improved expenditure projections – primarily in the area of debt service. We forecast that the closing STF balance, as of June 30, 2025, after transfers to reduce indebtedness pursuant to section 124 of P.A. 24-151, will be \$560.6 million, or 24.5% of current year appropriations.

### Revenues

Transportation Fund revenues have been revised downward by \$54.2 million compared to our estimate last month and are reflective of the November 12<sup>th</sup> consensus revenue forecast. The largest change is in the Oil Companies Tax, down \$44.6 million, due to weaker than expected oil prices which translate into lower revenue collections from this gross receipts tax. Revenue from Licenses, Permits, and Fees has been revised downward by \$10 million due to lower-than-expected court fees. All other changes net to a positive \$0.4 million.

### Expenditures

We forecast that net expenditures in the Special Transportation Fund will be \$79.1 million below the level in the adopted budget as described below.

#### *Deficiencies:*

- Workers' Compensation Claims – Department of Administrative Services. A \$2.0 million shortfall is anticipated based on current expenditure trends.

*Lapses:* We project the following lapses, totaling \$94.5 million, will more than satisfy the budgeted bottom-line savings target.

- Department of Administrative Services. A \$400,000 lapse is projected in the Personal Services account.
- Department of Motor Vehicles. A total lapse of \$10.0 million is forecast, with \$8.0 million in the Personal Services account and \$2.0 million in the DMV Modernization account.
- Department of Energy and Environmental Protection. A \$10.0 million lapse is forecast in the Other Expenses account as a result of a budgeted commercial electric vehicle voucher program which is not anticipated to begin this year.
- Department of Transportation. A \$12.5 million lapse is projected in the Personal Services account.
- Debt Service – State Treasurer. A \$60.0 million lapse is anticipated as a result of debt cost savings with the Fall 2024 sale and from savings achieved by the payoff of outstanding debt from the cumulative balance.

Note that this month's Special Transportation Fund projection continues to reflect 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 just the third monthly 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 October 31, 2024  
(In Millions)

**General Fund**

Balance from Operations - Prior Estimate	\$	71.2
Revenues		
Personal Income Tax - Withholding	95.0	
Health Provider Tax	(50.0)	
Federal Grants	72.4	
All Other Changes (net)	(8.9)	108.5
Expenditures		
Additional Requirements	(12.2)	
Estimated Lapses	22.9	
Miscellaneous Adjustments/Rounding	0.0	10.7
Operating Surplus - FY 2025	\$	190.3

**Budget Reserve Fund**

Fund Balance as of June 30, 2024	\$	5,038.1
Deposit to SERS/TRS Pursuant to Sec. 4-30a, CGS	(933.0)	
Volatility Cap Deposit	1,403.5	
FY 2025 Est. Balance from Operations	190.3	660.8
Estimated Fund Balance - June 30, 2025	\$	5,698.9
Fund Balance as Percentage of FY 2025 General Fund		25.0%

**Special Transportation Fund**

Fund Balance as of June 30, 2024	\$	967.9
Transfer to Reduce Indebtedness (P.A. 24-151, Sec. 124)		(556.3)
Balance from Operations - Prior Estimate		131.6
Revenues		
Oil Companies Tax	(44.6)	
Licenses, Permits, Fees	(10.0)	
All Other Changes (net)	0.4	(54.2)
Expenditures		
Additional Requirements	(2.0)	
Estimated Lapses	73.6	
Miscellaneous Adjustments/Rounding	0.0	71.6
Estimated Fund Balance - June 30, 2025	\$	560.6



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

	General Assembly Budget Plan <sup>1</sup> .	Revised Estimates OPM	Over/ (Under)
<b>REVENUE</b>			
Taxes	\$ 22,502.2	\$ 23,224.6	\$ 722.4
Less: Refunds	(2,175.9)	(2,136.9)	39.0
Taxes - Net	<u>\$ 20,326.3</u>	<u>\$ 21,087.7</u>	<u>\$ 761.4</u>
Other Revenue	1,514.2	1,579.9	65.7
Other Sources	1,263.2	712.3	(550.9)
<b>TOTAL Revenue</b>	<u>\$ 23,103.7</u>	<u>\$ 23,379.9</u>	<u>\$ 276.2</u>
 <b>EXPENDITURES</b>			
Initial Current Year Appropriations	\$ 22,988.6	\$ 22,988.6	\$ -
Prior Year Appropriations Continued to FY 2025 <sup>2</sup> .		438.9	438.9
<b>TOTAL Initial and Continued Appropriations</b>	<u>\$ 22,988.6</u>	<u>\$ 23,427.5</u>	<u>\$ 438.9</u>
Appropriation Adjustments	-	(3.8)	(3.8)
<b>TOTAL Adjusted Appropriations</b>	<u>\$ 22,988.6</u>	<u>\$ 23,423.7</u>	<u>\$ 435.1</u>
Net Additional Expenditure Requirements		442.5	442.5
Estimated Appropriations Lapsed	(182.7)	(237.7)	(55.0)
Estimated Appropriations to be Continued to FY 2026 <sup>2</sup> .		-	-
<b>TOTAL Estimated Expenditures</b>	<u>\$ 22,805.9</u>	<u>\$ 23,628.5</u>	<u>\$ 822.6</u>
Net Change in Fund Balance - Continuing Appropriations		(438.9)	(438.9)
Miscellaneous Adjustments/Rounding		-	-
 <b>Net Change in Unassigned Fund Balance - 6/30/2025</b>	 <b>\$ 297.8</b>	 <b>\$ 190.3</b>	 <b>\$ (107.5)</b>

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 Revenue Estimates  
Projected to June 30, 2025  
As of October 31, 2024  
(In Millions)

	General Assembly Budget Plan <sup>1.</sup>	Revised Estimates OPM	Over/ (Under)
<b>TAXES</b>			
Personal Income - Withholding	\$ 8,530.4	\$ 8,889.1	\$ 358.7
Personal Income - Estimates and Finals	2,703.0	3,273.5	570.5
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	2,059.3	182.0
Public Service Corporations	296.8	311.9	15.1
Inheritance and Estate	182.2	171.9	(10.3)
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	39.5	8.5
Health Provider Tax	957.4	891.0	(66.4)
Miscellaneous	69.2	21.4	(47.8)
<b>TOTAL - TAXES</b>	<b>\$ 22,502.2</b>	<b>\$ 23,224.6</b>	<b>\$ 722.4</b>
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)	-
<b>TOTAL - TAXES - NET</b>	<b>\$ 20,326.3</b>	<b>\$ 21,087.7</b>	<b>\$ 761.4</b>
<b>OTHER REVENUE</b>			
Transfers - Special Revenue	\$ 411.9	\$ 383.4	\$ (28.5)
Indian Gaming Payments	286.0	308.6	22.6
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	253.3	51.6
Miscellaneous	158.0	184.3	26.3
Refunds of Payments	(67.1)	(87.2)	(20.1)
<b>TOTAL - OTHER REVENUE</b>	<b>\$ 1,514.2</b>	<b>\$ 1,579.9</b>	<b>\$ 65.7</b>
<b>OTHER SOURCES</b>			
Federal Grants	\$ 1,886.5	\$ 1,966.1	\$ 79.6
Transfer from Tobacco Settlement Fund	(70.4)	109.4	179.8
Transfers From/(To) Other Funds	106.7	40.3	(66.4)
Transfers to BRF - Volatility Adjustment <sup>2.</sup>	(659.6)	(1,403.5)	(743.9)
<b>TOTAL - OTHER SOURCES</b>	<b>\$ 1,263.2</b>	<b>\$ 712.3</b>	<b>\$ (550.9)</b>
<b>TOTAL - GENERAL FUND REVENUE</b>	<b>\$ 23,103.7</b>	<b>\$ 23,379.9</b>	<b>\$ 276.2</b>

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**  
FY 2025 Appropriation Adjustments - Net Additional Requirements  
Projected to June 30, 2025  
As of October 31, 2024

Department of Revenue Services	\$ 885,000
Department of Administrative Services	4,500,000
Military Department	200,000
Department of Housing	4,000,000
Office of Health Strategy	226,000
Department of Mental Health and Addiction Services	29,950,000
Department of Social Services	228,610,000
Technical Education and Career System	15,900,000
Office of Early Childhood	300,000
Teachers' Retirement Board	8,900,000
Department of Correction	27,700,000
Judicial Department	8,800,000
Public Defender Services Commission	1,136,000
State Comptroller - Miscellaneous	9,000,000
State Comptroller - Fringe Benefits	102,407,798
Total	<u><u>\$ 442,514,798</u></u>

**State of Connecticut**  
General Fund  
Estimated FY 2025 Lapses  
Projected to June 30, 2025  
As of October 31, 2024

Unallocated Lapse	\$ 48,715,570
Unallocated Lapse - Judicial	5,000,000
Reflect Historical Staffing	109,900,000
Legislative Management	5,000,000
Auditors of Public Accounts	150,000
Commission on Women, Children, Seniors, Equity and Opportunity	150,000
Secretary of the State	500,000
Elections Enforcement Commission	400,000
Freedom of Information Commission	300,000
State Treasurer	300,000
Office of Governmental Accountability	200,000
Office of Policy and Management	2,500,000
Division of Criminal Justice	227,000
Department of Emergency Services and Public Protection	500,000
Department of Consumer Protection	750,000
Department of Agriculture	350,000
Department of Economic and Community Development	500,000
Department of Public Health	1,700,000
Department of Developmental Services	2,170,000
Department of Aging and Disability Services	350,000
Department of Education	1,424,000
Office of Higher Education	100,000
Department of Children and Families	5,500,000
Debt Service - State Treasurer	50,591,682
Workers' Compensation Claims - DAS	470,000
Total	<u>\$ 237,748,252</u>

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

	Budget Plan <sup>1</sup>	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	\$ 23,271.4	\$ 23,271.4	\$ 23,379.9								
Appropriations	22,988.6	22,984.8	22,984.8	22,984.8	22,984.8								
Additional Requirements	0.0	368.1	391.9	430.3	442.5								
Less: Estimated Lapses	(182.7)	(213.8)	(214.4)	(214.9)	(237.7)								
TOTAL - Estimated Expenditures	22,805.9	23,139.1	23,162.2	23,200.2	23,189.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Balance	297.8	113.2	109.2	71.2	190.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0	0.0	0.0	0.0								
Est. Operating Balance - 6/30/25	\$297.8	\$113.2	\$109.2	\$71.2	\$190.3	\$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 October 31, 2024  
(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, 2024		\$ 968.2	
Transfer to Reduce Indebtedness <sup>2.</sup>		(556.6)	
<b>REVENUE</b>			
Taxes	\$ 1,947.7	\$ 1,905.2	\$ (42.5)
Less: Refunds of Taxes	<u>(16.6)</u>	<u>(11.3)</u>	<u>5.3</u>
Taxes - Net	1,931.1	1,893.9	(37.2)
Other Revenue	<u>423.4</u>	<u>462.4</u>	<u>39.0</u>
<b>TOTAL - Revenue</b>	<b>\$ 2,354.5</b>	<b>\$ 2,356.3</b>	<b>\$ 1.8</b>
<b>EXPENDITURES</b>			
Appropriations	\$ 2,298.4	\$ 2,298.4	\$ -
Prior Year Appropriations Continued to FY 2025 <sup>3.</sup>		<u>150.0</u>	<u>150.0</u>
<b>TOTAL Initial and Continued Appropriations</b>	<b>\$ 2,298.4</b>	<b>\$ 2,448.4</b>	<b>\$ 150.0</b>
Appropriation Adjustments	<u>-</u>	<u>1.4</u>	<u>1.4</u>
<b>TOTAL Adjusted Appropriations</b>	<b>\$ 2,298.4</b>	<b>\$ 2,449.8</b>	<b>\$ 151.5</b>
Net Additional Expenditure Requirements		2.0	2.0
Estimated Appropriations Lapsed	(12.0)	(94.5)	(82.5)
Estimated Appropriations to be Continued to FY 2026 <sup>3.</sup>		<u>-</u>	<u>-</u>
<b>TOTAL Estimated Expenditures</b>	<b>\$ 2,286.4</b>	<b>\$ 2,357.3</b>	<b>\$ 70.9</b>
Net Change in Fund Balance - Continuing Appropriations		(150.0)	(150.0)
Miscellaneous Adjustments/Rounding		-	-
<b>Net Change in Unassigned Fund Balance - FY 2025</b>	<b>\$ 68.1</b>	<b>\$ 149.0</b>	<b>\$ 80.9</b>
Estimated Fund Balance - June 30, 2025		<u>\$ 560.6</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 \$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 October 31, 2024  
(In Millions)

	General Assembly Budget Plan <sup>1</sup>	Revised Estimates OPM	Over/ (Under)
<b>TAXES</b>			
Motor Fuels	\$ 506.7	\$ 510.7	\$ 4.0
Oil Companies	357.2	336.7	(20.5)
Sales & Use Tax	883.2	879.2	(4.0)
Sales Tax DMV	106.5	117.8	11.3
Highway Use	94.1	60.8	(33.3)
<b>TOTAL - TAXES</b>	<u>1,947.7</u>	<u>1,905.2</u>	<u>(42.5)</u>
Less: Refunds of Taxes	(16.6)	(11.3)	5.3
<b>TOTAL - TAXES - NET</b>	<u>\$ 1,931.1</u>	<u>\$ 1,893.9</u>	<u>\$ (37.2)</u>
<b>OTHER REVENUE</b>			
Motor Vehicle Receipts	\$ 255.4	\$ 280.6	\$ 25.2
Licenses, Permits, Fees	126.1	133.9	7.8
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)	(10.3)	(6.6)
<b>TOTAL - OTHER REVENUE</b>	<u>\$ 423.4</u>	<u>\$ 462.4</u>	<u>\$ 39.0</u>
<b>TOTAL - SPECIAL TRANSPORTATION FUND REVENUE</b>	<u>\$ 2,354.5</u>	<u>\$ 2,356.3</u>	<u>\$ 1.8</u>

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

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

Workers' Compensation Claims - DAS	\$ 2,000,000
Total	<u>\$ 2,000,000</u>



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

Unallocated Lapse	\$	-
Department of Administrative Services		400,000
Department of Motor Vehicles		10,000,000
Department of Energy and Environmental Protection		10,000,000
Department of Transportation		12,500,000
Debt Service - State Treasurer		60,000,000
State Comptroller - Fringe Benefits		1,640,000
Total	\$	<u>94,540,000</u>

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

	Budget Plan <sup>1</sup> .	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 <sup>2</sup> .	\$ 411.6	\$ 411.6	\$ 411.6	\$ 411.6	\$ 411.6								
Revenue	2,354.5	2,410.5	2,410.5	2,410.5	2,356.3								
Total Available	2,766.1	2,822.1	2,822.1	2,822.1	2,767.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Appropriations	2,298.4	2,299.8	2,299.8	2,299.8	2,299.8								
Additional Requirements	0.0	0.3	0.3	0.0	2.0								
Less: Estimated Lapses	(12.0)	(16.0)	(17.0)	(20.9)	(94.5)								
TOTAL - Estimated Expenditures	2,286.4	2,284.1	2,283.1	2,278.9	2,207.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Balance	68.1	126.4	127.4	131.6	149.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Misc. Adjustments/Rounding	0.0	0.0	0.0	0.0	0.0								
Estimated Operating Balance 6/30/25	\$479.7	\$538.0	\$539.0	\$543.1	\$560.6	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0

1. P.A. 23-204.

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