



**Governor Ned Lamont
State of Connecticut**



FACT SHEET
2020 Legislative Session

HOUSE BILL 5006
***AN ACT MAKING DEFICIENCY APPROPRIATIONS FOR THE FISCAL YEAR ENDING
JUNE 30, 2020***

Summary of Proposal:

This bill makes deficiency appropriations and transfers funds which, in combination with Finance Advisory Committee transfers and adjustment of holdbacks, would fully address shortfalls for FY 2020 projected by OPM as of January 20, 2020. As in prior years, we are prepared to work with OFA and the Appropriations Committee to adjust the deficiency bill to reflect updated estimates as the year progresses.

This bill appropriates a total of \$48.57 million for agencies with projected deficiencies for the fiscal year ending June 30, 2020. In order to remain under the spending cap, de-appropriations in the General Fund exceed deficiency needs by \$14.42 million in order to support the net increase of \$14.42 million needed to address deficiencies in the Special Transportation Fund.

	General Fund	Special Transportation Fund	Total
Deficiency Appropriations	30,950,000	17,620,000	48,570,000
De-appropriations	(45,370,000)	(3,200,000)	(48,570,000)
Net Change	(14,420,000)	14,420,000	0

As a result, the General Fund is reduced by a net \$14.42 million, and the Special Transportation Fund is increased by a net \$14.42 million, resulting in no net change to the all-funds budget, and the adjusted FY 2020 budget would remain \$0.2 million under the spending cap, unchanged from the adopted budget. These budget revisions are described further below.

Reason for Proposal:

To implement the Governor's budget.

Significant Impacts:

Section 1 proposes General Fund appropriations totaling \$30.95 million for the following agencies with projected FY 2020 deficiencies:

- DEPARTMENT OF EMERGENCY SERVICES AND PUBLIC PROTECTION

Contacts:

Governor's Office: Jonathan A. Harris, 860-899-7542

Office of Policy and Management: Jeff Beckham, 860-524-7376 • State Capitol, Room 406

- Personal Services: \$6,500,000
- DEPARTMENT OF MENTAL HEALTH AND ADDICTION SERVICES
 - Other Expenses, \$1,500,000
- DEPARTMENT OF SOCIAL SERVICES
 - Medicaid, \$8,150,000
- OFFICE OF EARLY CHILDHOOD
 - Birth to Three, \$1,800,000
- DEPARTMENT OF CORRECTION
 - Other Expenses, \$1,300,000
 - Inmate Medical Services, \$11,000,000
- WORKERS' COMPENSATION CLAIMS - ADMINISTRATIVE SERVICES
 - Workers' Compensation Claims, \$700,000

Section 2 de-appropriates a total of \$45.37 million in the General Fund to maintain cap compliance after deficiency appropriations are made. Proposed de-appropriations are as follows:

- LEGISLATIVE MANAGEMENT
 - Personal Services, \$4,000,000
- AUDITORS OF PUBLIC ACCOUNTS
 - Personal Services, \$350,000
- DEPARTMENT OF REVENUE SERVICES
 - Personal Services, \$1,000,000
- DEPARTMENT OF ADMINISTRATIVE SERVICES
 - Personal Services, \$1,950,000
- DEPARTMENT OF HOUSING
 - Housing/Homeless Services, \$1,600,000
- DEPARTMENT OF PUBLIC HEALTH
 - Personal Services, \$470,000
- DEPARTMENT OF DEVELOPMENTAL SERVICES
 - Personal Services, \$800,000
- DEPARTMENT OF EDUCATION
 - Commissioner's Network, \$1,000,000
 - Charter Schools, \$1,500,000
 - Bilingual Education, \$1,200,000
- UNIVERSITY OF CONNECTICUT
 - Operating Expenses, \$900,000
- TEACHERS' RETIREMENT BOARD
 - Retiree Health Service Cost, \$1,000,000
- DEPARTMENT OF CHILDREN AND FAMILIES
 - Board and Care for Children - Short-term and Residential, \$2,100,000
- JUDICIAL DEPARTMENT
 - Personal Services, \$3,000,000
- STATE COMPTROLLER – FRINGE BENEFITS

- Higher Education Alternative Retirement System, \$10,400,000
- Retired State Employees Health Service Cost, \$14,100,000

Section 3 appropriates \$17.62 million for FY 2020 deficiencies in the Special Transportation Fund:

- DEPARTMENT OF TRANSPORTATION
 - Rail Operations, \$17,300,000
- STATE COMPTROLLER – FRINGE BENEFITS
 - State Employees Health Service Cost, \$320,000

Section 4 de-appropriates \$3.2 million in the Special Transportation Fund to maintain spending cap compliance after deficiency appropriations are made:

- DEPARTMENT OF MOTOR VEHICLES
 - Personal Services, \$2,500,000
- WORKERS' COMPENSATION CLAIMS - ADMINISTRATIVE SERVICES
 - Workers' Compensation Claims, \$700,000