



STATE OF CONNECTICUT

OFFICE OF POLICY AND MANAGEMENT

September 21, 2009

The Honorable Nancy Wyman
State Comptroller
55 Elm Street
Hartford, Connecticut 06106

Dear Comptroller Wyman:

The following information on the State's General Fund for Fiscal Year 2009-2010 is provided in accordance Section 4-66 of the General Statutes. In addition, an analysis of the Special Transportation Fund is included due to the significant nature of this fund. Estimates are as of August 31, 2009.

Public Act 09-3 of the June Special Session recently became law without the signature of Governor Rell. Because of the late passage of a state budget, and the fact that much legislation necessary to implement this budget has yet to be voted on by the General Assembly, we are currently predicting no changes to General Fund budget as set forth in the public act, and only a minor technical change to the Special Transportation Fund budget.

This office is in the process of distributing instructions and software for state agencies to utilize in submitting their annual spending plans, as required under state statute. As you are aware, for the first three months of the fiscal year, the state was run pursuant to several executive orders signed by the Governor. In developing their spending plans, these prior allotments, as well as any required lapses, will be netted out against the available appropriations. It is anticipated that agency requests for allotments for appropriations will have been received by this office prior to October 1. In addition, we expect that budget implementing legislation will be passed in that same time period. Our analysis of the agency submittals, expenditures made through the first quarter and the status of the implementing legislation will form the basis of our October 20 expenditure estimates.

It should be noted that while these projections are the best that can be made at this time, estimates may have to be adjusted to reflect changes in the economy, expenditure patterns and/or other factors.

Sincerely,

A handwritten signature in black ink, appearing to read "M. Cicchetti", with a long horizontal line extending to the right.

Michael J. Cicchetti
Deputy Secretary

Summary
September 21, 2009

State of Connecticut
Summary of Changes
General Fund and Special Transportation Fund
Projected to June 30, 2010
As of August 31, 2009
(In Millions)

General Fund

Balance - Budget Plan		\$	0.8
Revenues - No Changes			0.0
Expenditures - No Changes			
Additional Requirements	0.0		
Estimated Lapses	0.0		
Miscellaneous Adjustments/Rounding	0.0		0.0
			<u>0.0</u>
Balance - September 21, 2009		\$	<u>0.8</u>

Special Transportation Fund

Carry Forward FY 2008-9 Surplus		\$	93.6
Balance - Budget Plan			0.1
Revenues			
Transfers-Other Funds	3.0		3.0
			<u>3.0</u>
Expenditures			
Estimated Lapses			0.0
			<u>0.0</u>
Balance - September 21, 2009		\$	<u>96.7</u>

State of Connecticut
General Fund
Statement of Revenues, Expenditures, and Results of Operations
Projected to June 30, 2010
As of August 31, 2009
(In Millions)

	General Assembly <u>Budget Plan</u> ^{1.}	Revised Estimates <u>OPM</u> ^{2.}	Over/ <u>(Under)</u>
REVENUE			
Taxes	\$12,017.5	\$12,017.5	\$0.0
Less: Refunds	<u>(1,089.9)</u>	<u>(1,089.9)</u>	<u>0.0</u>
Taxes - Net	10,927.6	10,927.6	0.0
Other Revenue	1,278.3	1,278.3	0.0
Other Sources	<u>5,169.5</u>	<u>5,169.5</u>	<u>0.0</u>
TOTAL Revenue	\$17,375.4	\$17,375.4	\$0.0
EXPENDITURES			
Appropriations	\$17,847.9	\$17,847.9	\$0.0
Net Additional Requirements	0.0	0.0	0.0
Less: Estimated Lapses	<u>(473.3)</u>	<u>(473.3)</u>	<u>0.0</u>
TOTAL Expenditures	\$17,374.6	\$17,374.6	\$0.0
Balance from Operations	\$0.8	\$0.8	\$0.0
Miscellaneous Adjustments	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Estimated Balance 6/30/09	<u>\$0.8</u>	<u>\$0.8</u>	<u>\$0.0</u>

1. PA 09-3 of the June Special Session

2. Given the adopted budget's recent effective date of September 8th and the fact that a considerable amount of implementing legislation is currently being developed, it is premature to identify any material deviations in the General Assembly Budget Plan. This month's letter does not reflect any surplus adjustment, based upon OPM's projection that the overall budget remains in balance.

State of Connecticut
General Fund
Revenue Estimates
Projected to June 30, 2010
As of August 31, 2009
(In Millions)

TAXES	
Personal Income	\$6,630.7
Sales and Use	3,166.7
Corporation	721.6
Public Service Corporations	272.3
Inheritance and Estate	208.7
Insurance Companies	202.7
Cigarettes	392.6
Real Estate Conveyance	94.5
Oil Companies	98.9
Alcoholic Beverages	48.0
Admissions and Dues	37.1
Miscellaneous	143.7
TOTAL - TAXES	<u>\$12,017.5</u>
Less: Refunds of Taxes	(1,080.5)
R & D Credit Exchange	(9.4)
TOTAL - TAXES - NET	<u>\$10,927.6</u>
OTHER REVENUE	
Transfers - Special Revenue	\$293.4
Indian Gaming Payments	384.1
Licenses, Permits, Fees	283.0
Sales of Commodities and Services	33.2
Rents, Fines, Escheats	97.3
Investment Income	10.0
Miscellaneous	178.0
Refunds of Payments	(0.7)
TOTAL - OTHER REVENUE	<u>\$1,278.3</u>
OTHER SOURCES	
Federal Grants	\$4,051.8
Transfer from Tobacco Settlement Fund	107.3
Transfers to Other Funds	1,010.4
TOTAL - OTHER SOURCES	<u>\$5,169.5</u>
TOTAL - GENERAL FUND REVENUE	\$17,375.4

State of Connecticut - General Fund
Appropriation Adjustments - Net Additional Requirements
Projected to June 30, 2010
As of August 31, 2009

Additional Requirements

\$0

State of Connecticut
General Fund
Estimated Lapses
Projected to June 30, 2010
As of August 31, 2009

Reduce Outside Consultant Contracts	\$95,000,000
Estimated Unallocated Lapses	87,780,000
General Personal Services Reduction	14,000,000
General Other Expenses Reductions	11,000,000
Personal Services Reductions	190,977,440
Legislative Unallocated Lapses	2,700,000
DOIT Lapse	30,836,354
Enhance Agency Outcomes	3,000,000
Management Reduction	10,000,000
Reduce Other Expenses to FY 07 Levels	<u>28,000,000</u>
Total	<u><u>\$473,293,794</u></u>

State of Connecticut
2009-10 General Fund
Summary of Operations Per Letter to the Comptroller
(In Millions)

	Budget Plan ¹	July 2009	August 2009	September 2009	October 2009	November 2009	December 2009	January 2010	February 2010	March 2010	April 2010	May 2010	June 2010
REVENUE	\$17,375.4	\$17,375.4	\$17,375.4										
Appropriations	17,847.9	17,847.9	17,847.9										
Additional Requirements	0.0	0.0	0.0										
Less: Estimated Lapses	(473.3)	(473.3)	(473.3)										
TOTAL - Estimated Expenditures	17,374.6	17,374.6	17,374.6										
Balance from Operations	0.8	0.8	0.8										
Compt.'s Misc. Adjustments/Rounding	0.0	0.0	0.0										
Estimated Balance 6/30/09	\$0.8	\$0.8	\$0.8										

1. PA 09-3 of the June Special Session

Statement 1T
September 21, 2009

State of Connecticut
Special Transportation Fund
Analysis of Budget Plan
Projected to June 30, 2010
As of August 31, 2009
(In Millions)

	General Assembly <u>Budget Plan</u> ^{1.}	Revised Estimates <u>OPM</u>	Over/ <u>(Under)</u>
Surplus Carried Forward from 2008-09	\$93.6	\$93.6	\$0.0
REVENUE			
Taxes	\$691.4	\$691.4	\$0.0
Less: Refunds of Taxes	<u>(6.6)</u>	<u>(6.6)</u>	<u>0.0</u>
Taxes - Net	684.8	684.8	0.0
Other Revenue	<u>421.7</u>	<u>424.7</u>	<u>3.0</u>
TOTAL - Revenue	\$1,106.5	\$1,109.5	\$3.0
EXPENDITURES			
Appropriations	\$1,127.6	\$1,127.6	\$0.0
Additional Appropriations	0.0	0.0	0.0
Less: Estimated Lapses	<u>(21.2)</u>	<u>(21.2)</u>	<u>0.0</u>
TOTAL - Expenditures	\$1,106.4	\$1,106.4	\$0.0
Balance from Operations	\$0.1	\$3.1	\$3.0
Miscellaneous Adjustments	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
Estimated Balance 6/30/10	<u>\$93.7</u>	<u>\$96.7</u>	<u>\$3.0</u>

1. P.A. 09-3 of the June Special Session

Statement 2T
September 21, 2009

State of Connecticut
Special Transportation Fund
Revenue Estimates
Projected to June 30, 2010
As of August 31, 2009
(In Millions)

TAXES	
Motor Fuels	\$494.7
Oil Companies	141.9
Sales Tax DMV	54.8
TOTAL - TAXES	<u>691.4</u>
Less: Refunds of Taxes	<u>(6.6)</u>
TOTAL - TAXES - NET	\$684.8
OTHER REVENUE	
Motor Vehicle Receipts	\$224.5
Licenses, Permits, Fees	136.1
Interest Income	16.5
Transfers (To)/From Other Funds	50.2
Refunds of Payments	<u>(2.6)</u>
TOTAL - OTHER REVENUE	<u>\$424.7</u>
TOTAL - SPECIAL TRANSPORTATION FUND REVENUE	\$1,109.5

Statement 3T
September 21, 2009

State of Connecticut
Special Transportation Fund
Appropriation Adjustments - Additional Appropriations
Projected to June 30, 2010
As of August 31, 2009

Additional Appropriations	\$0
Total	<u>\$0</u>

Statement 4T
September 21, 2009

State of Connecticut
Special Transportation Fund
Estimated Lapse
Projected to June 30, 2010
As of August 31, 2009

Estimated Unallocated Lapses	\$11,000,000
Personal Services Reductions	10,227,979
Total	<u>\$21,227,979</u>

State of Connecticut
2009-10 Special Transportation Fund
Summary of Operations Per Letter to the Comptroller
(In Millions)

	Budget Plan ¹	July 2009	August 2009	September 2009	October 2009	November 2009	December 2009	January 2010	February 2010	March 2010	April 2010	May 2010	June 2010
Beginning Balance	\$93.6	\$93.6	\$93.6										
Revenue	<u>1,106.5</u>	<u>1,106.5</u>	<u>1,109.5</u>										
Total Available	1,200.1	1,200.1	1,203.1										
Appropriations	1,127.6	1,127.6	1,127.6										
Additional Appropriations	0.0	0.0	0.0										
Less: Estimated Lapses	<u>(21.2)</u>	<u>(21.2)</u>	<u>(21.2)</u>										
TOTAL - Estimated Expenditures	1,106.4	1,106.4	1,106.4										
Balance from Operations	0.1	0.1	3.1										
Compt's Misc. Adjustments/Rounding	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>										
Estimated Balance 6/30/09	\$93.7	\$93.7	\$96.7										

1. P.A. 09-3 of the June Special Session