



SECTION A

---

# FINANCIAL SUMMARY

Financial Summary

**GOVERNOR'S BUDGET PLAN**

(In Millions)

	<b>2004-2005</b>	<b>2005-2006</b>	<b>2006-2007</b>
<b><u>General Fund</u></b>			
Projected Revenues	\$ 13,657.2	\$ 14,124.7	\$ 14,681.0
Recommended Appropriations (Net)	<u>13,321.6</u>	<u>14,124.3</u>	<u>14,680.6</u>
Balance from Operations	\$ 335.6	\$ 0.4	\$ 0.4
Proposed Changes			
Transfer for Stem Cell Research	(20.0)		
Prefund Economic Recovery Notes	(137.7)		
Additional appropriations	(79.1)		
Carryforward to FY 2006	<u>(57.1)</u>		
Total Changes	\$ (293.9)		
Revised Balance from Operations	41.7	0.4	0.4
Transfer to Budget Reserve Fund	<u>(41.7)</u>	<u>(0.4)</u>	<u>(0.4)</u>
Projected Balance 6/30	\$ 0.0	\$ 0.0	\$ 0.0

**Special Transportation Fund**

Beginning Balance	\$ 129.3	\$ 126.6	\$ 126.8
Projected Revenues	<u>926.6</u>	<u>944.6</u>	<u>968.1</u>
Total Available Resources	\$ 1,055.9	\$ 1,071.2	\$ 1,094.9
Recommended Appropriations (Net)	<u>929.3</u>	<u>976.2</u>	<u>1,011.5</u>
Balance from Operations	\$ (2.7)	\$ (31.6)	\$ (43.4)
Proposed Revenue Changes	<u>0.0</u>	<u>31.8</u>	<u>43.7</u>
Projected Balance 6/30*	\$ 126.6	\$ 126.8	\$ 127.1

\* The balance in the Special Transportation Fund is required for the financing of the multi-year Infrastructure Renewal Pla

Financial Summary

**GOVERNOR'S RECOMMENDED REVISIONS TO CURRENT FISCAL YEAR**

(In Millions)

<u>General Fund</u>	<u>Revenue</u>	<u>Expenditures</u>	<u>Fiscal Year</u> <u>2004-2005</u>
Balance as of January 20, 2005			\$ 315.6
Personal Income Tax re-estimate	20.0		
Balance as of February 9, 2005			335.6
Revenues			
Transfer for Stem Cell Research	(20.0)		
Total Revised			\$ 315.6
Expenditure Adjustments:			
Prefund Economic Recovery Notes		137.7	
Additional appropriations		79.1	
Carryforward to FY 2006		57.1	
		<u>273.9</u>	
Revised Surplus/(Deficit)		\$	\$ 41.7
Transfer to Budget Reserve Fund	(41.7)		
Balance June 30, 2005			\$ <u>0.0</u>

Financial Summary

**SUMMARY OF APPROPRIATION CHANGES**

(In Millions)

	<b>Fiscal Year 2005-2006</b>			
	Appropriation *	Net	Recommended	% Growth
	<u>2004-2005</u>	<u>Adjustments</u> <u>2005-2006</u>	<u>Appropriation</u> <u>2005-2006</u>	<u>Over</u> <u>2004-2005</u>
General Fund	\$ 13,521.3	\$ 603.0	\$ 14,124.3	4.5%
Special Transportation Fund	929.3	46.9	976.2	5.0%
Mashantucket Pequot & Mohegan Fund	85.0	1.3	86.3	1.5%
All Other Funds	81.4	2.2	83.6	2.7%
<b>Total</b>	<b>\$ 14,617.0</b>	<b>\$ 653.4</b>	<b>\$ 15,270.4</b>	<b>4.5%</b>

	<b>Fiscal Year 2006-2007</b>			
	Recommended	Net	Recommended	% Growth
	<u>Appropriation</u> <u>2005-2006</u>	<u>Adjustments</u> <u>2006-2007</u>	<u>Appropriation</u> <u>2006-2007</u>	<u>Over</u> <u>2005-2006</u>
General Fund	\$ 14,124.3	\$ 556.3	\$ 14,680.6	3.9%
Special Transportation Fund	976.2	35.3	1,011.5	3.6%
Mashantucket Pequot & Mohegan Fund	86.3	-	86.3	0.0%
All Other Funds	83.6	0.3	83.9	0.4%
<b>Total</b>	<b>\$ 15,270.4</b>	<b>\$ 591.9</b>	<b>\$ 15,862.3</b>	<b>3.9%</b>

\* Fiscal 2004-05 General Fund appropriation includes a proposed \$78.1 million in deficiencies, \$137.7 million for prefunding the fiscal 2006 and 2007 Economic Recovery Notes payments, and \$79.1 million in appropriations for one-time expenses in the upcoming biennium.

**SUMMARY OF EXPENDITURE GROWTH**

(In Millions)

	<b>Fiscal Year 2005-2006</b>			
	Estimated **	Net	Recommended	% Growth
	<u>Expenditures</u> <u>2004-2005</u>	<u>Adjustments</u> <u>2005-2006</u>	<u>Appropriation</u> <u>2005-2006</u>	<u>Over</u> <u>2004-2005</u>
General Fund	\$ 13,538.4	\$ 585.9	\$ 14,124.3	4.3%
Special Transportation Fund	929.3	46.9	976.2	5.0%
Mashantucket Pequot & Mohegan Fund	85.0	1.3	86.3	1.5%
All Other Funds	81.4	2.2	83.6	2.7%
<b>Total</b>	<b>\$ 14,634.1</b>	<b>\$ 636.3</b>	<b>\$ 15,270.4</b>	<b>4.3%</b>

	<b>Fiscal Year 2006-2007</b>			
	Recommended	Net	Recommended	% Growth
	<u>Appropriation</u> <u>2005-2006</u>	<u>Adjustments</u> <u>2006-2007</u>	<u>Appropriation</u> <u>2006-2007</u>	<u>Over</u> <u>2005-2006</u>
General Fund	\$ 14,124.3	\$ 556.3	\$ 14,680.6	3.9%
Special Transportation Fund	976.2	35.3	1,011.5	3.6%
Mashantucket Pequot & Mohegan Fund	86.3	-	86.3	0.0%
All Other Funds	83.6	0.3	83.9	0.4%
<b>Total</b>	<b>\$ 15,270.4</b>	<b>\$ 591.9</b>	<b>\$ 15,862.3</b>	<b>3.9%</b>

\*\* Fiscal 2004-05 estimated General Fund expenditures include a proposed \$78.1 million in deficiencies, \$137.7 million for prefunding the fiscal 2006 and 2007 Economic Recovery Notes payments, \$79.1 million in appropriations for one-time expenses in the upcoming biennium, and a \$12.2 million surplus adjustment.

Financial Summary

**SUMMARY OF CAP GROWTH**

(In Millions)

**Fiscal Year 2005-06**

	Appropriated Base <u>2004-05</u>	Recommended Appropriation <u>2005-06</u>	<u>Difference</u>	% <u>Change</u>	<u>Cap</u>
Appropriated Funds - Capped	\$ 11,435.2	\$ 11,853.9	\$ 418.7	3.66%	4.06%
Appropriated Funds - Uncapped (1)	<u>3,181.8</u>	<u>3,416.5</u>	<u>234.7</u>	<u>7.38%</u>	N.A.
Total - Appropriated Funds	\$ 14,617.0	\$ 15,270.4	\$ 653.4	4.47%	

**Fiscal Year 2006-07**

	Appropriated Base <u>2005-06</u>	Recommended Appropriation <u>2006-07</u>	<u>Difference</u>	% <u>Change</u>	<u>Cap</u>
Appropriated Funds - Capped	\$ 12,214.7	\$ 12,583.2	\$ 368.5	3.02%	3.54%
Appropriated Funds - Uncapped	<u>3,055.7</u>	<u>3,279.1</u>	<u>223.4</u>	<u>7.31%</u>	N.A.
Total - Appropriated Funds	\$ 15,270.4	\$ 15,862.3	\$ 591.9	3.88%	

(1) Total Appropriated Funds for fiscal 2005-06 includes the first year expenditure of \$244.0 million related to the Provider Tax.

**ESTIMATED EXPENDITURE CAP GROWTH**

(Based on Current Statute)

	Fiscal <u>2005-06</u>	Fiscal <u>2006-07</u>
Expenditure Cap (1)	4.06%	3.54%
<u>Personal Income</u>		
Beginning Personal Income	\$126,769 (FY 1999)	\$135,783 (FY 2000)
Ending Personal Income	\$154,705 (FY 2004)	\$161,610 (FY 2005)
Personal Income Growth	4.06%	3.54%
<u>Consumer Price Index</u>	3.27%	1.67%

(1) The Expenditure Cap is the greater of the Personal Income Growth or the growth in the Consumer Price Index in the above Table.

**Statutory Spending Cap Calculations**

For FY 2006 and FY 2007

	FY 2004-05 Mid-Term		FY 2004-05 Revised	FY 2005-06 Proposed	FY 2006-07 Proposed
	<u>Budget</u>	<u>Adjustment</u>	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>
<b>Total All Appropriated Funds - Prior Year</b>	\$13,755.3	\$ -	\$ 13,755.3	\$ 14,617.0	\$ 15,270.4
Less "Non-Capped" Expenditures:					
Debt Service	1,584.8		1,584.8	1,871.9	1,713.4
Statutory Grants to Distressed Municipalities	<u>1,249.3</u>		<u>1,249.3</u>	<u>1,309.9</u> [5]	<u>1,342.3</u>
<b>Total "Non-Capped" Expenditures - Prior Year</b>	2,834.2		2,834.2	3,181.8	3,055.7
Total "Capped" Expenditures	10,921.2		10,921.2	11,435.2	12,214.7
Times Five-Year Average Growth in					
Personal Income	4.46%		4.46%	4.06%	3.54%
Allowable "Capped" Growth	<u>487.1</u>		<u>487.1</u>	<u>464.7</u>	<u>432.9</u>
"Capped" Expenditures	11,408.2		11,408.2	11,899.9	12,647.6
Plus "Non-Capped" Expenditures:					
Extraordinary Spending - Provider Tax Program				244.0	-
Debt Service	1,734.2	137.7 [1]	1,871.9	1,713.4	1,837.2
Federal Mandates and Court Orders (new \$)	19.4	23.2 [2]	42.6	116.1	96.5
Statutory Grants to Distressed Municipalities	<u>1,294.2</u>	<u>0.1</u> [3]	<u>1,294.3</u>	<u>1,342.3</u>	<u>1,344.6</u>
Total "Non-Capped" Expenditures	3,047.7	161.0	3,208.8	3,415.9	3,278.3
<b>Total All Expenditures Allowed</b>	14,455.9		14,617.0	15,315.7	15,925.9
Appropriation for this year	14,322.1	78.1 [2]	14,617.0 [4]	15,270.4	15,862.3
<b>Amount Total Appropriations are Over/ (Under) the Cap</b>	<b>\$ (133.8)</b>	<b>\$ -</b>	<b>\$ 0.0</b>	<b>\$ (45.3)</b>	<b>\$ (63.6)</b>

Note:

[1] Includes \$137.7M in appropriations for the fiscal 2006 and 2007 Economic Recovery Notes.

[2] Adjusted based on the projected deficiency of \$78.1M for fiscal 2005, which includes federal mandates and court orders of \$23.2M as follows:

- a). An increase in DCF \$ 12.9
  - b). A base adjustment for DOE - Open Choice 4.5
  - c). An increase in DOE - Magnet Schools 1.2
  - d). A base adjustment for DMR 4.6
- \$ 23.2

[3] Adjusted due to an additional \$0.2M deficiency expenditures by DPH.

[4] Includes \$79.1M appropriations for one-time expenditures in fiscal 2006 and 2007.

[5] Adjusted based on a new listing of distressed municipalities and fiscal 2004 actual spending.

Financial Summary

**SUMMARY OF PROPOSED APPROPRIATIONS BY FUNCTION OF GOVERNMENT**

(In Millions)

	Proposed 2005-2006	Proposed 2006-2007
<b>GENERAL FUND</b>		
Legislative	\$ 69.6	\$ 73.4
General Government	454.8	470.9
Regulation and Protection	226.6	227.8
Conservation and Development	82.4	85.6
Health and Hospitals	1,378.0	1,408.6
Human Services	4,196.2	4,339.4
Education	3,105.0	3,162.1
Corrections	1,321.4	1,370.9
Judicial	429.7	440.1
Non Functional	2,965.0	3,206.2
Total - General Fund Gross	<u>14,228.7</u>	<u>14,785.0</u>
Less: Legislative Unallocated Lapses	(2.0)	(2.0)
Legislative Personal Services, Other Expenses, & Out-of-State Travel Lapses	(2.4)	(2.4)
Estimated Unallocated Lapses	(75.0)	(75.0)
General Personal Services and Other Expense Reduction	(25.0)	(25.0)
TOTAL - General Fund Net	<u>\$ 14,124.3</u>	<u>\$ 14,680.6</u>
<b>SPECIAL TRANSPORTATION FUND</b>		
General Government	\$ 6.8	\$ 7.0
Regulation and Protection	54.3	55.5
Transportation	391.9	407.3
Non-Functional	534.2	552.7
Total - Special Transportation Fund Gross	<u>987.2</u>	<u>1,022.5</u>
Less: Estimated Unallocated Lapses	(11.0)	(11.0)
TOTAL - Special Transportation Fund Net	<u>\$ 976.2</u>	<u>\$ 1,011.5</u>
<b>MASHANTUCKET PEQUOT AND MOHEGAN FUND</b>		
Non-Functional	\$ 86.3	\$ 86.3
Total - Mashantucket Pequot and Mohegan Fund	<u>\$ 86.3</u>	<u>\$ 86.3</u>
<b>SOLDIERS', SAILORS' AND MARINES' FUND</b>		
General Government	\$ 0.2	\$ 0.3
Regulation and Protection	0.3	0.3
Human Services	3.3	3.4
Total - Soldiers', Sailors' and Marines' Fund	<u>\$ 3.8</u>	<u>\$ 4.0</u>
<b>REGIONAL MARKET OPERATION FUND</b>		
Regulation and Protection	\$ 0.1	\$ 0.1
Non-Functional	0.9	0.9
Total - Regional Market Operation Fund	<u>\$ 1.0</u>	<u>\$ 1.0</u>
<b>BANKING FUND</b>		
Regulation and Protection	\$ 15.6	\$ 15.7
Total - Banking Fund	<u>\$ 15.6</u>	<u>\$ 15.7</u>
<b>INSURANCE FUND</b>		
Regulation and Protection	\$ 21.1	\$ 21.2
Total - Insurance Fund	<u>\$ 21.1</u>	<u>\$ 21.2</u>
<b>CONSUMER COUNSEL AND PUBLIC UTILITY FUND</b>		
Regulation and Protection	\$ 19.3	\$ 19.6
Total - Consumer Counsel and Public Utility Fund	<u>\$ 19.3</u>	<u>\$ 19.6</u>
<b>WORKERS' COMPENSATION FUND</b>		
Regulation and Protection	\$ 20.8	\$ 20.5
Total - Workers' Compensation Fund	<u>\$ 20.8</u>	<u>\$ 20.5</u>
<b>CRIMINAL INJURIES COMPENSATION FUND</b>		
Judicial	\$ 2.0	\$ 2.0
Total - Criminal Injuries Compensation Fund	<u>\$ 2.0</u>	<u>\$ 2.0</u>
<b>TOTAL NET APPROPRIATIONS - ALL FUNDS</b>	<u>\$ 15,270.4</u>	<u>\$ 15,862.3</u>

Financial Summary

**GENERAL FUND - SUMMARY OF 2005-2006 RECOMMENDATIONS**

(In Millions)

Projected 2005-2006 Revenues

Estimated 2005-2006 Revenue - Current Law		\$	13,571.3
Proposed Revenue Changes			
Personal Income Tax Changes	\$	115.0	
Corporation Tax Changes		74.5	
Cigarette and Alcohol Taxes Increase		127.6	
Nursing Home Provider Tax at 6%		139.2	
Bottle Escheat		20.0	
Transfer from Other Sources		16.7	
All Other - Net		60.4	
Total Changes		\$	553.4
Available Resources - 2005-2006		\$	14,124.7

Projected 2005-2006 Expenditures

Estimated Expenditures 2004-2005			13,321.6
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Increase/Decrease

State Employees Retirement Contributions		92.8	
State Employees Health Benefits		37.0	
Retired State Employees Health Service Cost		32.1	
Employers Social Security Tax		11.0	
Teachers' Retirement		75.8	
Reserve for Salary Adjustments		5.0	
SDE - Adult Education		2.7	
SDE - Education Equalization Grants		31.5	
SDE - Special Education- Excess Cost Student-Based		25.5	
SDE - Magnet Schools		15.0	
SDE - Early Childhood Initiative		10.2	
SDE - Open Choice		2.8	
DOL - 21st Century Skills Fund		3.0	
Department of Mental Health and Addiction Services		19.0	
Department of Mental Retardation		68.5	
DSS - Nursing Home Rate Increases		187.6	
DSS - Medicaid Excluding Nursing Home Increases		59.1	
DSS - Connecticut Pharmaceutical Assistance to the Elderly		(16.5)	
DSS - Connecticut Home Care Program		6.3	
DSS - Safety Net Services		0.0	
DSS - Child Care Services - TANF/CCDBG		11.2	
DSS - State Administered General Assistance		13.6	
DSS - AIDS Drug Assistance		1.2	
Connecticut State University		3.0	
University of Connecticut		4.2	
UCONN 2000 - Debt Service		7.5	
Department of Correction		9.1	
Department of Children and Families		58.4	
Council to Administer Children's Trust Fund		2.4	
Judicial Department		17.3	
Department of Revenue Services		4.5	
All Other - Net		1.9	
Total Increases/(Decreases)		\$	802.7
Total Projected Expenditures 2005-2006			14,124.3
Projected Balance - June 30, 2006		\$	0.4



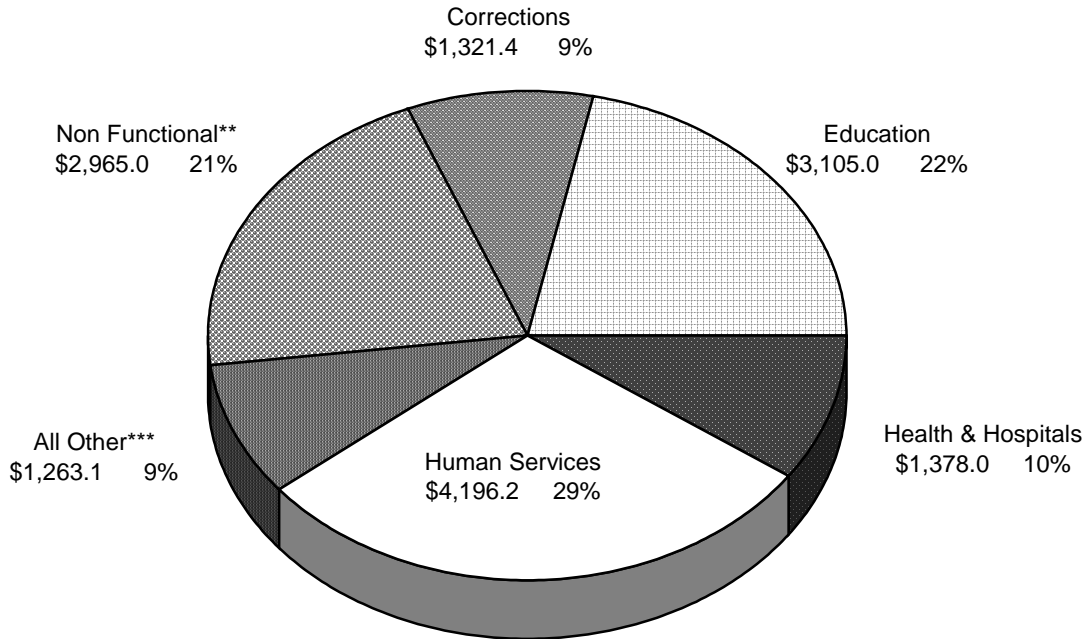
Financial Summary

**GENERAL FUND APPROPRIATIONS FY 2005-06**

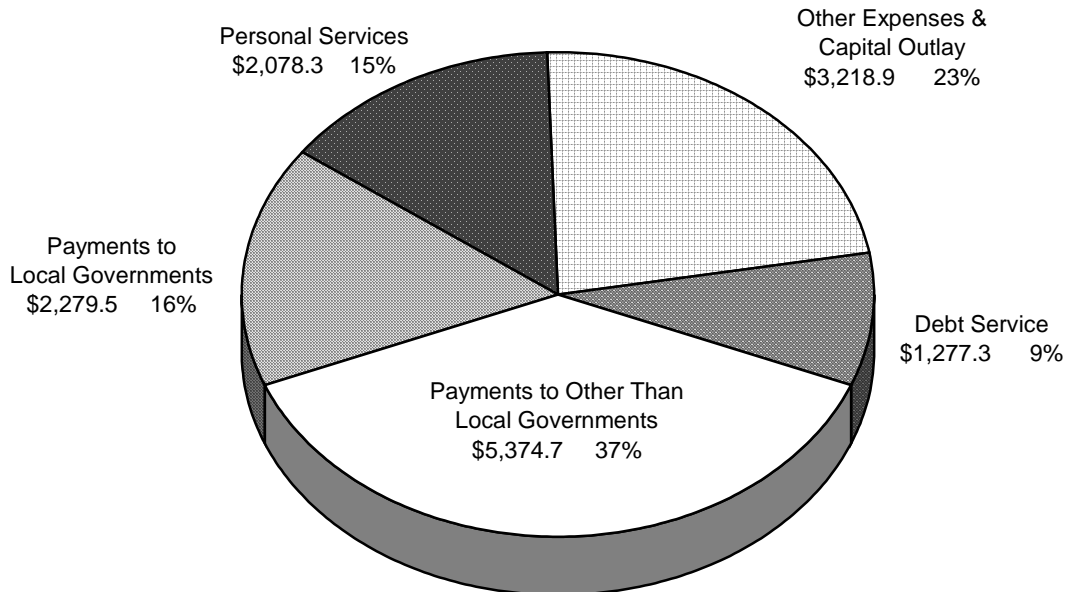
(In Millions)

**TOTAL \$14,124.3 MILLION\***

**BY FUNCTION OF GOVERNMENT**



**BY MAJOR OBJECT**



\* Net General Fund appropriations are \$14,124.3 million after estimated lapses and savings totaling \$104.4 million. Individual pie pieces will total \$14,228.7 million.

\*\* Non Functional includes debt service, state employee fringe benefits and various miscellaneous accounts.

\*\*\* All Other includes: Legislative (\$69.6 0.5%), General Government (\$432.0 3.0%), Regulation and Protection (\$226.6 1.6%), Conservation and Development (\$82.4 0.6%), and Judicial (\$429.7 3.0%).

## Financial Summary

**GENERAL FUND - SUMMARY OF 2006-2007 RECOMMENDATIONS**

(In Millions)

<u>Projected 2006-2007 Revenues</u>	
Estimated 2006-2007 Revenue - Current Law	\$ 13,979.1
Proposed Revenue Changes	
Personal Income Tax Changes	\$ 128.0
Corporation Tax changes	28.8
Cigarette and Alcohol Taxes Increase	110.1
Nursing Home Provider Tax at 6%	139.2
Bottle Escheat	20.0
Transfer from Other Sources	161.7
All Other - Net	114.1
Total Changes	\$ 701.9
Available Resources - 2006-2007	\$ 14,681.0
<u>Projected 2006-2007 Expenditures</u>	
Recommended Appropriations 2005-2006	14,124.3
Increase/Decrease	
Debt Service	106.8
Debt Service - UCONN 2000	6.1
State Employees Retirement Contributions	30.0
State Employees Health Benefits	68.1
Social Security	11.5
Retired State Employees Health Service Cost	15.4
Teachers' Retirement Contributions	10.4
Retired Teachers Health Benefits	2.7
Higher Education Alternative Retirement System	2.7
SDE - Personal Services	8.1
SDE - Open Choice	4.0
SDE - Magnet Schools	14.5
SDE - Priority Schools	2.6
SDE - Charter Schools	2.1
DMR - Community Based Service Grants	22.3
DMR - Personal Services	2.1
DMHAS - GA Managed Care	2.2
DMHAS - Personal Services	2.2
DSS - Medicaid	129.3
DSS - Connecticut Pharmaceutical Assistance to the Elderly	8.4
DSS - Connecticut Home Care Program	5.1
DSS- State Administered General Assistance	9.0
DSS- AIDS Drug Assistance	4.3
Connecticut State University	1.0
University of Connecticut	3.2
Department of Children and Families	27.0
Department of Correction	22.5
Judicial Department	9.6
Attorney General	1.8
Department of Information Technology	3.0
Office of Policy and Management	1.7
Insurance and Risk Management	1.3
Department of Criminal Justice	1.0
Public Defenders	0.8
Department of Environmental Protection	1.0
Department of Economic and Community Development	1.5
Department of revenue Services	2.3
Legislative Branch Agencies - Net Increase	1.8
All Other - Net	6.9
Total Increases/(Decreases)	\$ 556.3
Total Projected Expenditures 2006-2007	14,680.6
Projected Balance - June 30, 2007	\$ 0.4

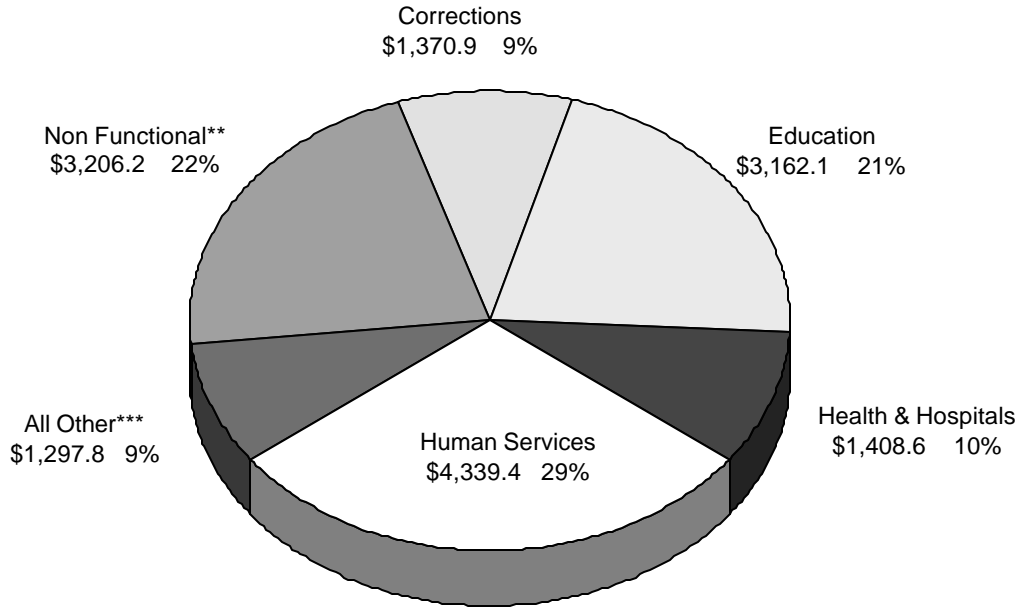
Financial Summary

**GENERAL FUND APPROPRIATIONS FY 2006-07**

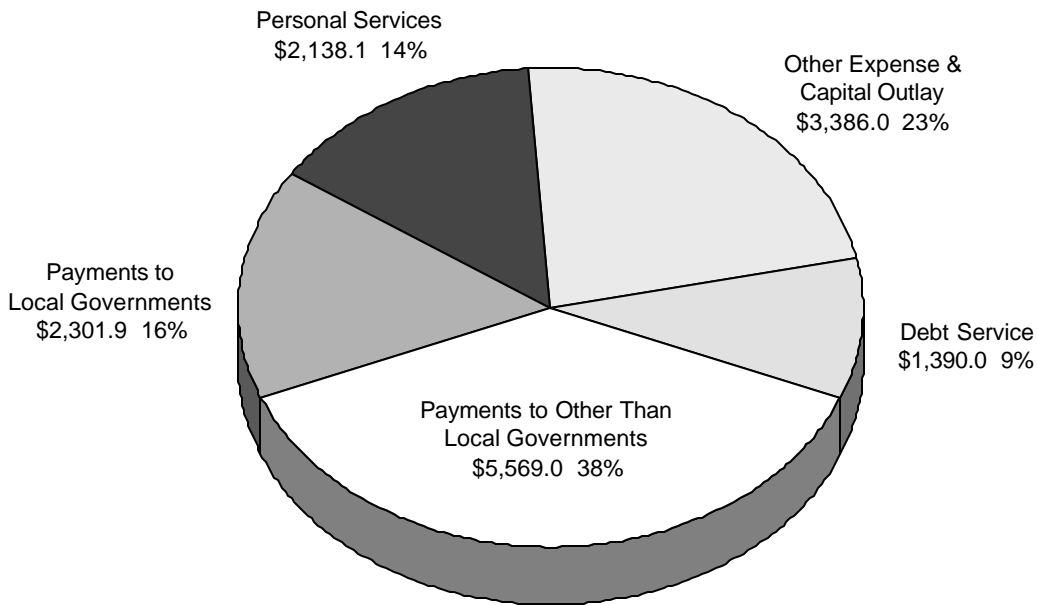
(In Millions)

**TOTAL \$14,680.6 MILLION\***

**BY FUNCTION OF GOVERNMENT**



**BY MAJOR OBJECT**



\* Net General Fund appropriations are \$14,680.6 million after estimated lapses and savings totaling \$104.4 million. Individual pie pieces will total \$14,785.0 million.

\*\* Non Functional includes debt service, state employee fringe benefits and various miscellaneous accounts.

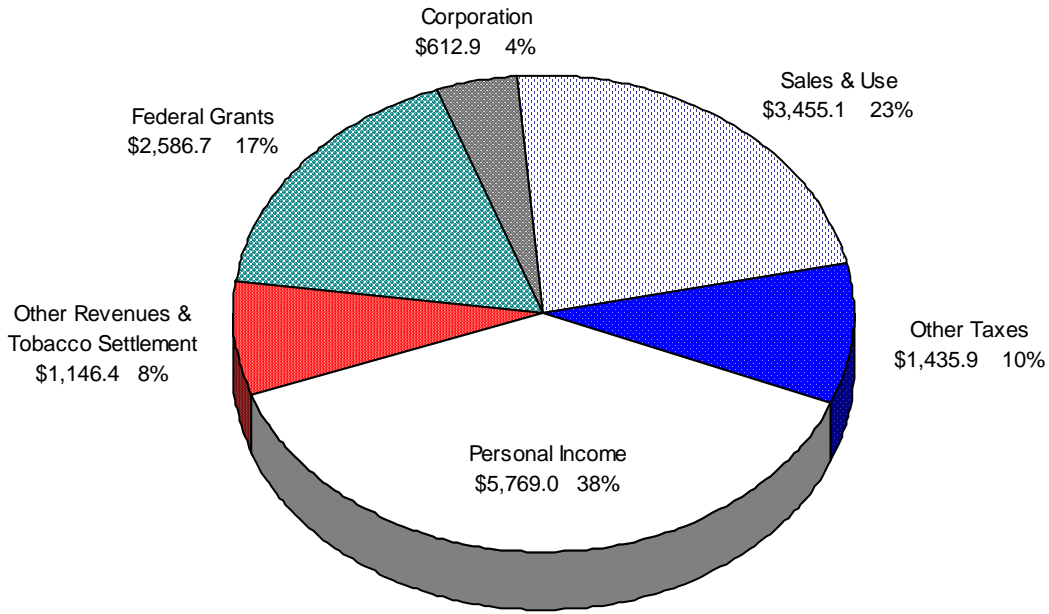
\*\*\* All Other includes: Legislative (\$73.4 0.5%), General Government (\$444.9 3.0%), Regulation and Protection (\$227.8 1.5%), Conservation and Development (\$85.6 0.6%), and Judicial (\$440.1 3.0%).

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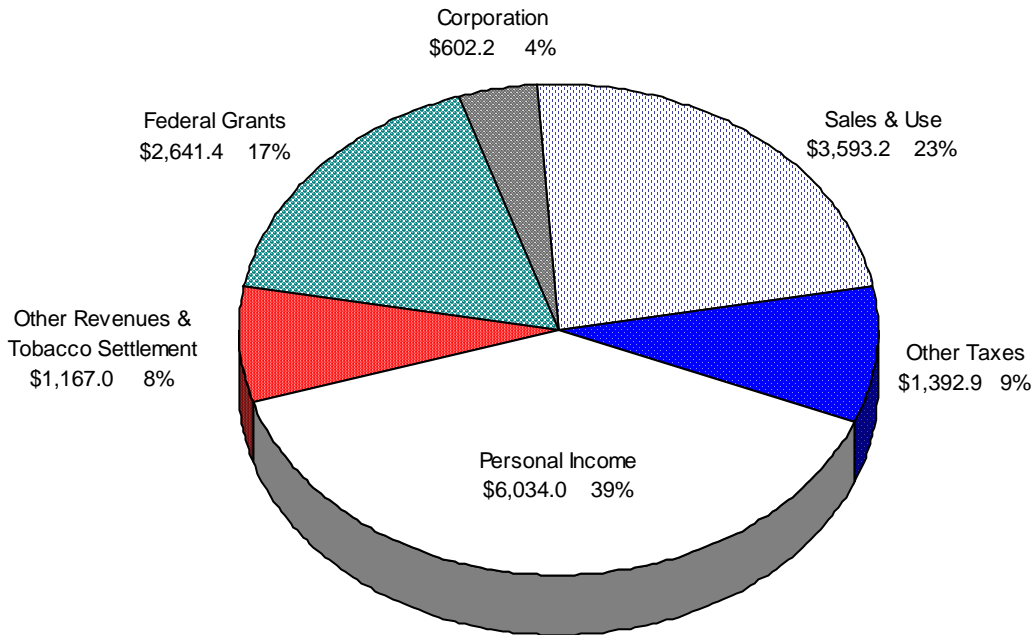
**GENERAL FUND REVENUES**

(In Millions)

**Fiscal Year 2005-06 - Total \$14,124.7 Million\***



**Fiscal Year 2006-07 - Total \$14,681.0 Million\***



\* Refunds are estimated at \$872.0 million in 2005-06 and \$884.4 million in 2006-07 and Transfers to Other Funds at \$9.3 million in 2005-06 and Transfers from Other Funds at \$134.7 million in 2006-07.

Financial Summary

**State of Connecticut  
General Fund Revenues**

(In Millions)

	Actual Revenue 2003-04	Estimated Revenue 2004-05	Projected Revenue Current Rates 2005-06	Proposed Revenue Changes 2005-06	Net Projected Revenue 2005-06
<b><u>Taxes</u></b>					
Personal Income Tax	\$ 4,943.4	\$ 5,370.0	\$ 5,654.0	\$ 115.0	\$ 5,769.0
Sales & Use Tax	3,134.0	3,278.8	3,447.6	7.5	3,455.1
Corporation Tax	518.0	570.3	538.4	74.5	612.9
Public Service Tax	193.7	206.0	197.4	-	197.4
Inheritance & Estate Tax	147.6	165.0	73.6	11.0	84.6
Insurance Companies Tax	233.4	239.0	244.9	-	244.9
Cigarettes Tax	279.6	267.6	245.6	112.9	358.5
Real Estate Conveyance Tax	176.7	176.5	164.0	-	164.0
Oil Companies Tax	106.9	137.4	118.0	(12.0)	106.0
Alcoholic Beverages Tax	44.0	44.1	44.5	7.4	51.9
Admissions & Dues Tax	31.7	32.3	32.9	-	32.9
Miscellaneous Tax	34.9	36.6	37.0	158.7	195.7
<b>Total Taxes</b>	<b>\$ 9,843.9</b>	<b>\$ 10,523.6</b>	<b>\$ 10,797.9</b>	<b>\$ 475.0</b>	<b>\$ 11,272.9</b>
Less Refunds of Tax	(650.8)	(720.0)	(855.0)	-	(855.0)
Less R&D Credit Exchange	(10.4)	(14.0)	(17.0)	-	(17.0)
<b>Total - Taxes Less Refunds</b>	<b>\$ 9,182.7</b>	<b>\$ 9,789.6</b>	<b>\$ 9,925.9</b>	<b>\$ 475.0</b>	<b>\$ 10,400.9</b>
<b><u>Other Revenue</u></b>					
Transfers-Special Revenue	\$ 286.7	\$ 266.6	\$ 272.0	\$ -	\$ 272.0
Indian Gaming Payments	402.7	420.0	436.8	-	436.8
Licenses, Permits, Fees	154.2	140.5	154.8	-	154.8
Sales of Commodities	41.0	37.0	38.3	-	38.3
Rents, Fines, Escheats	117.7	180.0	87.1	20.0	107.1
Investment Income	1.8	12.0	25.0	-	25.0
Miscellaneous	111.1	111.8	113.3	(0.3)	113.0
Less Refunds of Payments	(0.6)	(0.6)	(0.6)	-	(0.6)
<b>Total - Other Revenue</b>	<b>\$ 1,114.6</b>	<b>\$ 1,167.3</b>	<b>\$ 1,126.7</b>	<b>\$ 19.7</b>	<b>\$ 1,146.4</b>
<b><u>Other Sources</u></b>					
Federal Grants	\$ 2,563.7	\$ 2,497.2	\$ 2,544.7	\$ 42.0	\$ 2,586.7
Transfers - Resources of the G.F.	82.0	179.8	17.0	(44.0)	(27.0)
Transfer From Tobacco Settlement	114.6	88.3 *	92.0	12.0	104.0
Transfers To Other Funds	(85.0)	(85.0)	(135.0)	48.7	(86.3)
<b>Total - Other Sources</b>	<b>\$ 2,675.3</b>	<b>\$ 2,680.3</b>	<b>\$ 2,518.7</b>	<b>\$ 58.7</b>	<b>\$ 2,577.4</b>
<b>Total - General Fund Revenues</b>	<b>\$ 12,972.6</b>	<b>\$ 13,637.2</b>	<b>\$ 13,571.3</b>	<b>\$ 553.4</b>	<b>\$ 14,124.7</b>

\* Denotes funding of \$20 million for Governor's Stem Cell Initiative in fiscal 2004-2005

**Explanation of Changes****Personal Income Tax**

Delay the restoration of the \$500 property tax credit and the singles exemption increase for 2 years. Exempt 50% of military pensions and tax nonresident gambling winnings.

**Sales & Use Tax**

Impose tax on aviation services and additional revenue due to change in Cigarette and Alcohol Taxes.

**Corporation Tax**

Impose 15% surcharge on corporate entities for income year 2005 and a 10% surcharge for income year 2006. Reduce net operating loss carry forward period from 20 years to 5 years.

**Inheritance Tax**

Defer scheduled phase-down of tax by two years.

**Cigarette Tax**

Increase tax from \$1.51 per pack to \$2.25 per pack. Raise excise tax on the wholesale price of non-cigarette tobacco products from 20% to 90%, and increase the tax on tobacco products sold by the ounce from 40¢ to \$1.80 per ounce.

**Oil Companies Tax**

Intercept funds for the Emergency Spill Response Fund.

**Alcohol Tax**

Increase all tax rates by 15%.

**Miscellaneous Taxes**

Impose a gross receipts tax on nursing homes and defer phase-down of the Gift Tax by 2 years.

**R&D Credit Exchange**

Eliminate R&D credit exchange.

**Rent, Fines and Escheats**

Escheat unclaimed bottle deposits to the state.

**Federal Grants**

Reflects impact of recommended expenditure changes.

**Transfers To The Resources Of The General Fund**

Transfers from various state entities; the ECLM Fund, the securitization of future unclaimed property, and the deferral of GAAP accounting.

**Transfers From The Tobacco Settlement Fund**

Redirect transfers to the General Fund for two years.

**Transfers From (To) Other Funds**

Reduce Mashantucket Pequot & Mohegan Grant transfer.

Projected Revenue Current Rates 2006-07	Proposed Revenue Changes 2006-07	Net Projected Revenue 2006-07
\$ 5,906.0	\$ 128.0	\$ 6,034.0
3,586.6	6.6	3,593.2
573.4	28.8	602.2
200.1	-	200.1
39.0	26.0	65.0
251.0	-	251.0
226.0	97.1	323.1
152.4	-	152.4
121.0	(12.0)	109.0
45.0	6.6	51.6
33.6	-	33.6
37.3	169.8	207.1
<u>\$ 11,171.4</u>	<u>\$ 450.9</u>	<u>\$ 11,622.3</u>
(884.4)	-	(884.4)
(20.0)	20.0	-
<u>\$ 10,267.0</u>	<u>\$ 470.9</u>	<u>\$ 10,737.9</u>
\$ 277.4	\$ -	\$ 277.4
454.3	-	454.3
142.6	-	142.6
39.7	-	39.7
90.8	20.0	110.8
27.0	-	27.0
116.1	(0.3)	115.8
(0.6)	-	(0.6)
<u>\$ 1,147.3</u>	<u>\$ 19.7</u>	<u>\$ 1,167.0</u>
\$ 2,591.8	\$ 49.6	\$ 2,641.4
17.0	101.0	118.0
91.0	12.0	103.0
(135.0)	48.7	(86.3)
<u>\$ 2,564.8</u>	<u>\$ 211.3</u>	<u>\$ 2,776.1</u>
\$ 13,979.1	\$ 701.9	\$ 14,681.0

Financial Summary

**SPECIAL TRANSPORTATION FUND - SUMMARY OF 2005-2006 RECOMMENDATIONS**

(In Millions)

Unappropriated Surplus - 6/30/2005		\$	126.6
<u>Projected 2005-2006 Revenues</u>			
Estimated 2005-2006 Revenue - Current Law	\$	944.6	
Proposed Revenue Changes		<u>31.8</u>	
Revised 2005-2006 Revenue		\$	<u>976.4</u>
Available Resources - 2005-2006		\$	1,103.0
<u>Projected 2005-2006 Expenditures</u>			
Estimated Expenditures 2004-2005			929.3
Increase/Decrease			
DMV - Personal Services		1.7	
DOT - Personal Services		12.4	
DOT - Rail Operations		5.3	
Debt Service		8.6	
State Employees Retirement Contributions		11.1	
State Employees Health Service Cost		3.0	
All Other - Net		<u>4.8</u>	
Total Increases/(Decreases)		\$	<u>46.9</u>
Total Projected Expenditures 2005-2006		\$	976.2
Projected Balance - 6/30/2006		\$	<u><u>126.8</u></u>

Financial Summary

**SPECIAL TRANSPORTATION FUND - SUMMARY OF 2006-2007 RECOMMENDATIONS**

(In Millions)

Unappropriated Surplus - 6/30/2006		\$	126.8
<u>Projected 2006-2007 Revenues</u>			
Estimated 2006-2007 Revenue - Current Law	\$	968.1	
Proposed Revenue Changes		<u>43.7</u>	
Revised 2006-2007 Revenue		\$	<u>1,011.8</u>
Available Resources - 2006-2007		\$	1,138.6
<u>Projected 2006-2007 Expenditures</u>			
Recommended Appropriation - 2005-2006			976.2
Increase/Decrease			
DOT - Rail Operations		6.8	
DOT - Bus Operations		5.5	
Debt Service		10.0	
State Employees Retirement Contributions		3.8	
State Employees Health Service Cost		3.0	
All Other - Net		<u>6.2</u>	
Total Increases/(Decreases)		\$	<u>35.3</u>
Total Projected Expenditures 2006-2007		\$	1,011.5
Projected Balance - 6/30/2007		\$	<u><u>127.1</u></u>



Financial Summary  
**State of Connecticut**  
**Special Transportation Fund**  
(In Millions)

	Actual Revenue 2003-04	Estimated Revenue 2004-05	Projected Revenue Current Rates 2005-06	Proposed Revenue Changes 2005-06	Net Projected Revenue 2005-06
<b><u>Taxes</u></b>					
Motor Fuels Tax	\$ 464.5	\$ 472.0	\$ 477.9	\$ 15.6	\$ 493.5
Oil Companies Tax	10.5	13.0	21.0	-	21.0
Sales Tax - DMV	70.5	72.6	76.3	-	76.3
Total Taxes	\$ 545.5	\$ 557.6	\$ 575.2	\$ 15.6	\$ 590.8
Less Refunds of Taxes	(10.1)	(8.8)	(8.9)	(0.1)	(9.0)
Total - Taxes Less Refunds	\$ 535.4	\$ 548.8	\$ 566.3	\$ 15.5	\$ 581.8
<b><u>Other Sources</u></b>					
Motor Vehicle Receipts	\$ 219.7	\$ 232.2	\$ 228.8	-	\$ 228.8
Licenses, Permits, Fees	154.5	160.4	163.4	1.4	164.8
Interest Income	24.5	27.0	27.5	-	27.5
Federal Transit Administration	-	0.5	0.5	-	0.5
Transfers From (To) Other Funds	(4.8)	(8.5)	(9.5)	5.9	(3.6)
Transfer To TSB	(22.8)	(31.0)	(29.3)	9.0	(20.3)
Less Refunds of Payments	(2.5)	(2.8)	(3.1)	-	(3.1)
Total - Other Sources	\$ 368.6	\$ 377.8	\$ 378.3	\$ 16.3	\$ 394.6
<b>Total - STF Revenues</b>	<b>\$ 904.0</b>	<b>\$ 926.6</b>	<b>\$ 944.6</b>	<b>\$ 31.8</b>	<b>\$ 976.4</b>

**Explanation of Changes**

**Motor Fuels Tax**

Increase the 25¢ per gallon tax on gasoline to:

26¢ on 7/1/2005

27¢ on 7/1/2006

29¢ on 7/1/2007

30¢ on 7/1/2008

31¢ on 7/1/2013

**License, Permits & Fees**

Various minor changes.

**Transfers From (To) Other Funds**

Reduce the transfer to the Conservation Fund and the Emission Enterprise Fund.

**Transfer To The Transportation Strategy Board**

Reduce the transfer to TSB and use funds for the Transportation Revitalization Program.

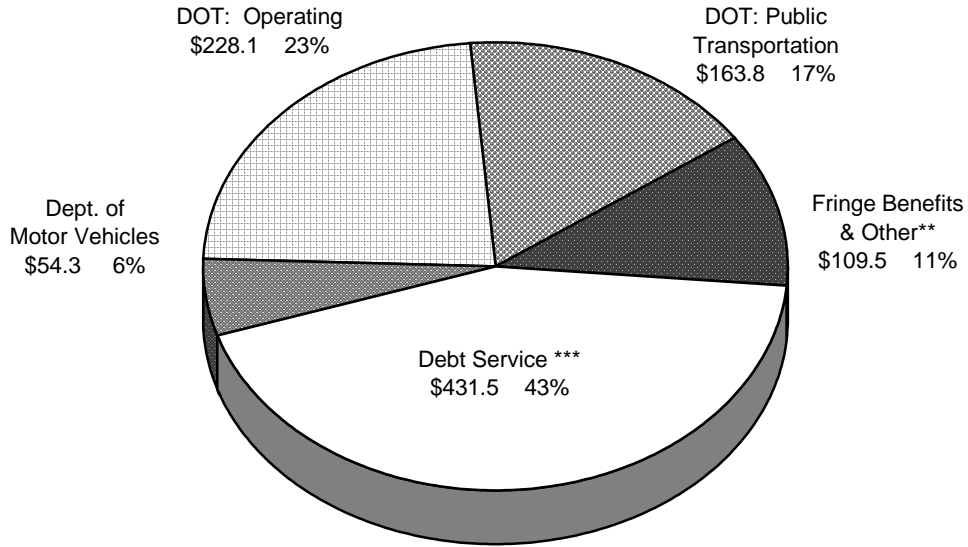
Financial Summary

Projected Revenue Current Rates <u>2006-07</u>	Proposed Revenue Changes <u>2006-07</u>	Net Projected Revenue <u>2006-07</u>
\$ 483.9	\$ 31.0	\$ 514.9
21.0	-	21.0
80.1	-	80.1
<u>\$ 585.0</u>	<u>\$ 31.0</u>	<u>\$ 616.0</u>
(9.0)	(0.2)	(9.2)
<u>\$ 576.0</u>	<u>\$ 30.8</u>	<u>\$ 606.8</u>
\$ 233.1	\$ -	\$ 233.1
166.5	0.4	166.9
29.0	-	29.0
0.5	-	0.5
(9.5)	3.5	(6.0)
(24.3)	9.0	(15.3)
<u>(3.2)</u>	<u>-</u>	<u>(3.2)</u>
<u>\$ 392.1</u>	<u>\$ 12.9</u>	<u>\$ 405.0</u>
\$ 968.1	\$ 43.7	\$ 1,011.8

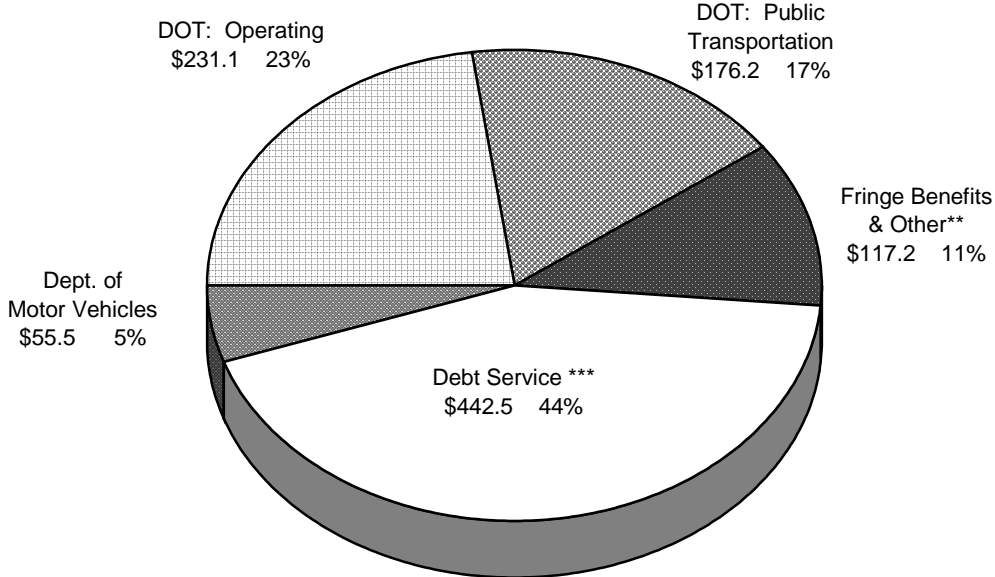
Financial Summary

**SPECIAL TRANSPORTATION FUND APPROPRIATIONS**  
(IN MILLIONS)

**FISCAL YEAR 2005-06 - TOTAL \$976.2 MILLION\***



**FISCAL YEAR 2006-07 - TOTAL \$1,011.5 MILLION\***



\* Net Special Transportation Fund appropriations are \$976.2 million in 2005-06 and \$1,011.5 million in 2006-07 after an estimated lapse of \$11 million in both 2005-06 and 2006-07. Individual pie pieces total \$987.2 million in 2005-06 and \$1,022.5 million in 2006-07.

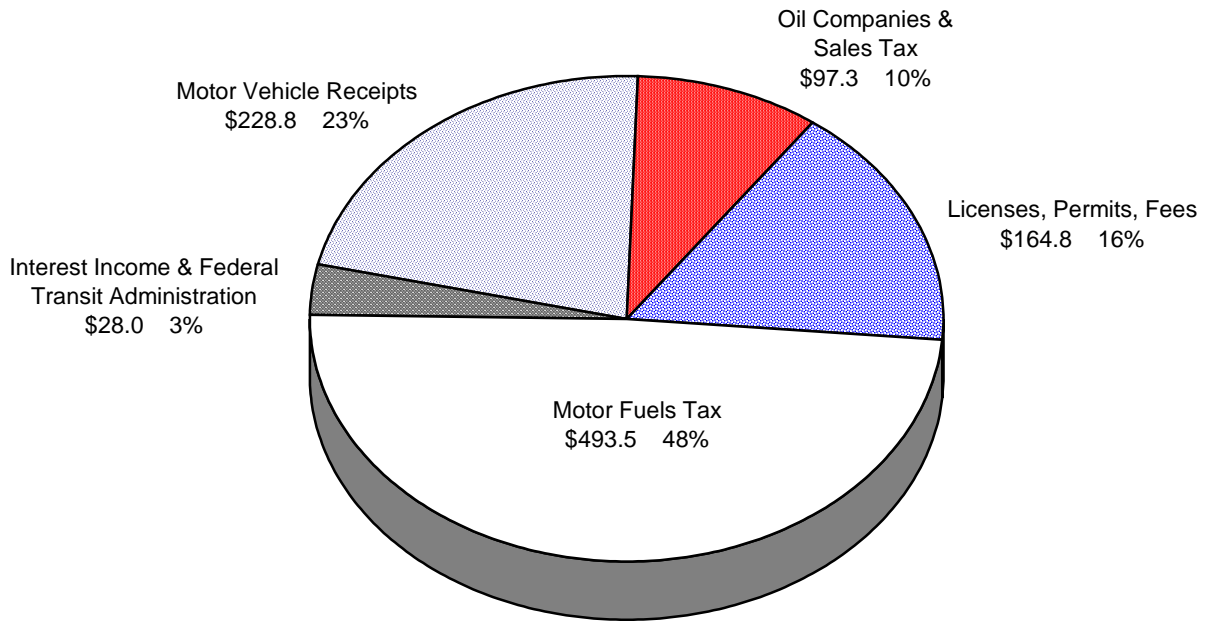
\*\* Fringe Benefits & Other includes: State employees fringe benefits (\$102.7 and \$110.3), State Insurance & Risk Management Board (\$2.6 and \$2.8), and other miscellaneous accounts (\$4.2 and \$4.1).

\*\*\* Debt Service includes: Special Tax Obligation Bonds (\$427.2 and \$439.0) and General Obligation Bonds (\$4.3 and \$3.5).

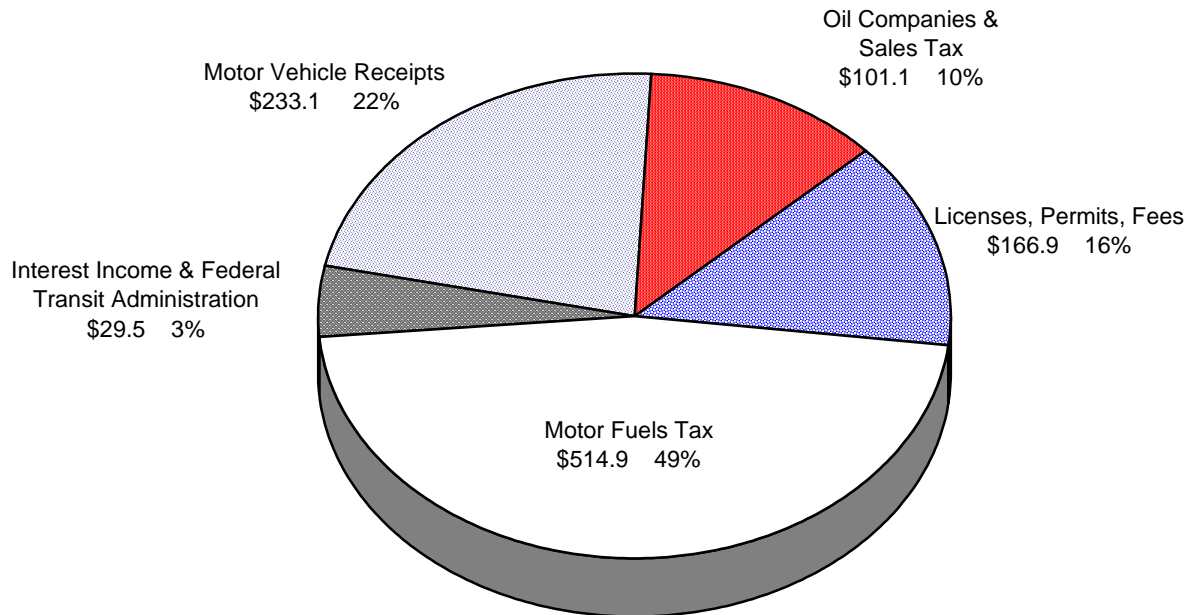
Financial Summary

**SPECIAL TRANSPORTATION FUND REVENUES**  
(In Millions)

**Fiscal Year 2005-06 - Total \$976.4 Million\***



**Fiscal Year 2006-07 - Total \$1,011.8 Million\***



\* Refunds are estimated at \$9.0 million in 2005-06 and \$9.2 million in 2006-07 and Transfers to Other Funds are estimated at \$27 million in 2005-06 and \$24.5 in 2006-07.

**SPECIAL TRANSPORTATION FUND - STATEMENT OF FINANCIAL CONDITION**  
(In Millions of Dollars)

<b>Actual &amp; Projected Revenues</b>	FY '05	FY '06	FY '07	FY '08	FY '09	FY '10
Motor Fuels Tax, Motor Vehicle Receipts, Licenses, Permits, Fees	864.6	870.1	883.5	897.2	911.0	925.0
Sales Tax - DMV	72.6	76.3	80.1	84.1	88.3	92.7
Oil Companies Tax	13.0	21.0	21.0	21.0	21.0	21.0
Federal Transit Administration (FTA)	0.5	0.5	0.5	0.5	0.5	0.5
Interest Income	27.0	27.5	29.0	29.5	30.0	30.5
Transfers from / (to) Other Funds	(8.5)	(9.5)	(9.5)	(9.5)	(9.5)	(9.5)
Transfers to Transportation Strategy Board	(31.0)	(29.3)	(24.3)	(24.3)	(24.3)	(24.3)
<b>Total Revenues</b>	<b>938.2</b>	<b>956.6</b>	<b>980.3</b>	<b>998.5</b>	<b>1,017.0</b>	<b>1,035.9</b>
Refunds	(11.6)	(12.0)	(12.2)	(12.4)	(12.6)	(12.9)
<b>Total Net Revenues</b>	<b>926.6</b>	<b>944.6</b>	<b>968.1</b>	<b>986.1</b>	<b>1,004.4</b>	<b>1,023.0</b>
<b>Projected Debt Service and Expenditures</b>						
Projected Debt Service on the Bonds	413.9	424.5	429.7	433.6	432.6	431.5
Projected Debt Service on Transportation related General Obligation Bonds	4.5	4.4	3.5	3.1	2.0	1.0
DOT Budgeted Expenses	356.2	384.0	401.3	413.8	424.8	436.3
DMV Budgeted Expenses	51.1	55.3	56.9	59.0	60.9	63.1
Other Budget Expenses	94.2	111.8	122.6	125.6	129.2	135.4
Program Costs Paid from Current Operations	15.9	16.2	16.4	16.7	17.0	17.2
Estimated Unallocated Lapses	(6.5)	(11.0)	(11.0)	(11.0)	(11.0)	(11.0)
<b>Total Expenditures</b>	<b>929.3</b>	<b>985.2</b>	<b>1,019.4</b>	<b>1,040.8</b>	<b>1,055.5</b>	<b>1,073.5</b>
<b>Projected Excess (Deficiency)</b>	<b>(2.7)</b>	<b>(40.6)</b>	<b>(51.3)</b>	<b>(54.7)</b>	<b>(51.1)</b>	<b>(50.5)</b>
<b>Cumulative Projected Excess (Deficiency)</b>	<b>126.6</b>	<b>86.0</b>	<b>34.7</b>	<b>(20.0)</b>	<b>(71.1)</b>	<b>(121.6)</b>
<b>New Revenue Changes</b>						
Incr. Gas Tax 1¢ in '06, 1¢ in '07, 2¢ in '08 and 1¢ in '09	-	15.5	30.8	61.6	76.7	76.5
One-time Sweep of Safety Inspection Account	-	1.0	-	-	-	-
Increase Billboard Licenses	-	0.4	0.4	0.4	0.4	0.4
Reduce Transfer to Conservation Fund	-	1.0	1.0	1.0	1.0	1.0
Reduce Trfr. for 2 Yrs. to Emission Enterp. Fund	-	4.9	2.5	-	-	-
Reduce Transfer to TSB	-	9.0	9.0	9.0	9.0	9.0
<b>Total Revenue Changes</b>	<b>-</b>	<b>31.8</b>	<b>43.7</b>	<b>72.0</b>	<b>87.1</b>	<b>86.9</b>
<b>Total Revised Revenues</b>	<b>926.6</b>	<b>976.4</b>	<b>1,011.8</b>	<b>1,058.1</b>	<b>1,091.5</b>	<b>1,109.9</b>
<b>New Expenditure Changes</b>						
DOT - Misc. Expenditure Reductions	-	(3.8)	(5.0)	(4.1)	(4.1)	(4.2)
DMV - Misc. Expenditure Reductions	-	(0.6)	(1.1)	(1.1)	(1.1)	(1.1)
DMV - Program Exp. - Licenses & ID Cards	-	0.7	0.7	0.7	0.7	0.7
Increase Bus Fares	-	(4.5)	(5.4)	(5.4)	(5.4)	(5.4)
DMV - Delay Vision Screening	-	(1.0)	(1.0)	-	-	-
FY05 Surplus to Fund ERIP Accruals	-	(2.6)	(2.6)	-	-	-
Fringes Incr. Positions and Elim. COLA for Unsl. BU	-	0.1	(2.9)	0.2	0.3	0.4
Increase Debt Service	-	2.7	9.3	19.2	33.0	48.4
<b>Total Expenditure Changes</b>	<b>-</b>	<b>(9.0)</b>	<b>(7.9)</b>	<b>9.6</b>	<b>23.4</b>	<b>38.9</b>
<b>Total Revised Expenditures</b>	<b>929.3</b>	<b>976.2</b>	<b>1,011.5</b>	<b>1,050.4</b>	<b>1,078.9</b>	<b>1,112.4</b>
<b>Revised Projected Excess (Deficiency)</b>	<b>(2.7)</b>	<b>0.2</b>	<b>0.3</b>	<b>7.7</b>	<b>12.6</b>	<b>(2.5)</b>
<b>Revised Cumulative Excess (Deficiency)</b>	<b>126.6</b>	<b>126.8</b>	<b>127.1</b>	<b>134.8</b>	<b>147.4</b>	<b>144.9</b>

## PERMANENT FULL TIME POSITIONS - APPROPRIATED FUNDS

	2003-2004	2004-2005	2005-2006 Recommended		2006-2007 Recommended	
	Authorized	Authorized	Total	Change	Total	Change
<b>GENERAL FUND</b>						
Legislative Management	386	389	389	0	391	2
Auditors of Public Accounts	109	109	109	0	109	0
Commission on the Status of Women	8	8	8	0	8	0
Commission on Children	7	7	8	1	8	0
Latino & Puerto Rican Affairs Comm	5	5	5	0	5	0
African-American Affairs Commission	4	4	4	0	4	0
Governor's Office	34	37	37	0	37	0
Secretary of the State	34	34	30	(4)	30	0
Lieutenant Governor's Office	5	5	5	0	5	0
Elections Enforcement Commission	11	12	14	2	14	0
Citizens' Ethics & Govt Integrity Comm	10	12	16	4	16	0
Freedom of Information Commission	15	15	17	2	17	0
Judicial Selection Commission	1	1	1	0	1	0
State Properties Review Board	5	5	5	0	5	0
Contracting Standards Board	0	0	10	10	10	0
State Treasurer	52	52	52	0	52	0
State Comptroller	244	247	250	3	253	3
Department of Revenue Services	738	661	729	68	729	0
Division of Special Revenue	152	113	119	6	119	0
State Insurance and Risk Management	3	3	3	0	3	0
Office of Policy and Management	171	147	150	3	150	0
Department of Veterans Affairs	329	311	299	(12)	299	0
Office of Workforce Competitiveness	5	5	5	0	5	0
Department of Administrative Services	282	227	240	13	241	1
Department of Information Technology *	36	318	75	(243)	77	2
Department of Public Works	169	154	154	0	154	0
Attorney General	319	312	309	(3)	309	0
Office of the Claims Commissioner	4	4	4	0	4	0
Division of Criminal Justice	530	532	507	(25)	509	2
State Marshal Commission	4	4	4	0	4	0
Board of Accountancy	0	0	4	4	4	0
Department of Public Safety	1,783	1,775	1,754	(21)	1,754	0
Emergency Mgmt/Homeland Security	0	0	47	47	47	0
Police Standards & Training Council	25	24	25	1	25	0
Board of Firearms Permit Examiners	1	1	1	0	1	0
Military Department	59	55	45	(10)	45	0
Comm on Fire Prevention & Control	21	20	20	0	20	0
Department of Consumer Protection	160	149	151	2	151	0
Department of Labor	121	120	117	(3)	117	0
Office of Victim Advocate	3	3	3	0	3	0
Comm-Human Rights & Opportunities	105	97	98	1	98	0
Office of Protection and Advocacy	36	36	36	0	36	0
Office of the Child Advocate	8	8	9	1	9	0
Department of Agriculture *	56	58	54	(4)	54	0
Department of Environmental Protection	401	367	367	0	367	0
Council on Environmental Quality	0	1	1	0	1	0
Commission on Culture and Tourism	45	45	45	0	45	0
Dept-Economic & Community Developme	93	97	90	(7)	90	0
Agricultural Experiment Station	69	67	67	0	67	0
Department of Public Health	491	447	461	14	461	0
Office of Health Care Access	24	23	24	1	24	0
Office of the Chief Medical Examiner	53	50	52	2	52	0
Department of Mental Retardation	4,336	4,015	4,045	30	4,045	0
Dept Mental Health & Addiction Svs	3,320	3,139	3,225	86	3,219	(6)
Psychiatric Security Review Board	4	4	4	0	4	0
Department of Social Services	1,894	1,692	1,753	61	1,753	0

Financial Summary

	2003-2004 Authorized	2004-2005 Authorized	2005-2006 Recommended		2006-2007 Recommended	
			Total	Change	Total	Change

Department of Education	1,709	1,714	1,730	16	1,740	10
Bd of Educ & Services for the Blind	75	66	71	5	71	0
Comm on the Deaf & Hearing Impaired	12	12	11	(1)	11	0
State Library	68	61	63	2	63	0
Department of Higher Education	28	27	27	0	27	0
University of Connecticut	2,560	2,344	2,763	419	2,763	0
Univ of Connecticut Health Center	974	913	933	20	933	0
Charter Oak State College	23	23	29	6	29	0
Teachers' Retirement Board	26	21	26	5	26	0
Regional Community-Technical Colleges	1,697	1,584	2,063	479	2,063	0
Connecticut State University	2,288	2,170	2,218	48	2,218	0
Department of Correction	7,010	6,739	6,774	35	6,774	0
Department of Children and Families	3,457	3,520	3,558	38	3,558	0
Council to Administer Children's Trust	10	10	10	0	10	0
Judicial Department	4,020	4,119	4,138	19	4,138	0
Public Defender Services Commission	362	367	367	0	367	0
Judicial Review Council	1	1	1	0	1	0
<b>TOTAL - General Fund</b>	<b>41,100</b>	<b>39,717</b>	<b>40,838</b>	<b>1,121</b>	<b>41,956</b>	<b>14</b>
<b>SPECIAL TRANSPORTATION FUND</b>						
Department of Information Technology *	6	71	2	(69)	2	0
Department of Motor Vehicles	624	595	631	36	631	0
Department of Transportation	3,375	3,262	3,225	(37)	3,225	0
<b>TOTAL - Special Transportation Fund</b>	<b>4,005</b>	<b>3,928</b>	<b>3,858</b>	<b>(70)</b>	<b>3,858</b>	<b>0</b>
<b>SOLDIERS, SAILORS AND MARINES' FUND</b>						
Soldiers, Sailors and Marines' Fund	14	14	14	0	14	0
<b>TOTAL - Soldiers, Sailors and Marines'</b>	<b>14</b>	<b>14</b>	<b>14</b>	<b>0</b>	<b>14</b>	<b>0</b>
<b>REGIONAL MARKET OPERATION FUND</b>						
Department of Agriculture *	9	9	9	0	9	0
<b>TOTAL - Regional Market Operation Fu</b>	<b>9</b>	<b>9</b>	<b>9</b>	<b>0</b>	<b>9</b>	<b>0</b>
<b>BANKING FUND</b>						
Department of Information Technology *	0	5	2	(3)	2	0
Department of Banking	132	127	129	2	129	0
<b>TOTAL - Banking Fund</b>	<b>132</b>	<b>132</b>	<b>131</b>	<b>(1)</b>	<b>131</b>	<b>0</b>
<b>INSURANCE FUND</b>						
Department of Information Technology *	0	5	1	(4)	1	0
Insurance Department	159	149	149	0	149	0
Office of the Managed Care Ombudsman	3	3	3	0	3	0
<b>TOTAL - Insurance Fund</b>	<b>162</b>	<b>157</b>	<b>153</b>	<b>(4)</b>	<b>153</b>	<b>0</b>
<b>CONSUMER COUNSEL/PUBLIC UTILITY FUND</b>						
Office of Consumer Counsel	17	17	17	0	17	0
Department of Public Utility Control	135	133	135	2	135	0
<b>TOTAL - Consumer Counsel/Public Util</b>	<b>152</b>	<b>150</b>	<b>152</b>	<b>2</b>	<b>152</b>	<b>0</b>
<b>WORKERS' COMPENSATION FUND</b>						
Workers' Compensation Commission	143	133	133	0	133	0
<b>TOTAL - Workers' Compensation Fund</b>	<b>143</b>	<b>133</b>	<b>133</b>	<b>0</b>	<b>133</b>	<b>0</b>
<b>TOTAL - Appropriated Funds</b>	<b>45,717</b>	<b>44,240</b>	<b>45,288</b>	<b>1,048</b>	<b>46,333</b>	<b>14</b>

\* Indicates positions funded from two or more appropriated funds

Note: For the higher education constituent units, authority regarding establishing and filling positions rests with the agency. The authorized count represents the estimated number of positions that can be filled.

**ESTIMATED COSTS OF MAJOR FRINGE BENEFITS BY AGENCY\***

	<u>Estimated 2005-2006</u>	<u>Estimated 2006-2007</u>
Legislative Management	\$ 11,902,480	\$ 13,478,102
Auditors of Public Accounts	3,082,579	3,417,247
Commission on the Status of Women	175,405	199,173
Commission on Children	195,837	219,780
Latino and Puerto Rican Affairs Commission	116,418	130,791
African-American Affairs Commission	94,091	105,240
Governor's Office	904,618	972,465
Secretary of the State	588,846	661,119
Lieutenant Governor's Office	135,868	145,068
Elections Enforcement Commission	316,645	347,268
Ethics Commission	396,517	427,255
Freedom of Information Commission	464,361	479,071
Judicial Selection Commission	25,941	28,770
State Properties Review Board	85,980	104,665
Contracting Standards Board	204,784	225,719
State Treasurer	1,207,182	1,322,003
State Comptroller	5,652,085	6,116,063
Department of Revenue Services	15,780,476	16,954,267
Division of Special Revenue	1,156,038	1,290,509
State Insurance and Risk Management Board	76,327	81,595
Office of Policy and Management	3,800,915	4,273,349
Department of Veterans Affairs	7,207,511	7,641,406
Office of Workforce Competitiveness	121,612	145,134
Department of Administrative Services	5,277,868	5,716,825
Department of Information Technology	1,401,130	2,307,084
Department of Public Works	2,050,083	2,264,730
Attorney General	8,436,729	9,468,890
Office of the Claims Commissioner	77,126	89,094
Division of Criminal Justice	11,618,910	12,528,315
State Marshal Commission	66,890	84,120
Department of Public Safety	30,679,654	32,665,212
Department of Emergency Management & Homeland Security	1,280,194	1,373,523
Police Officer Standards and Training Council	563,254	611,524
Board of Firearms Permit Examiners	24,442	26,788
Military Department	912,683	997,701
Commission on Fire Prevention and Control	513,648	548,359
Department of Consumer Protection	3,021,799	3,244,272
Department of Labor	2,409,762	2,612,929
Office of Victim Advocate	64,950	72,036
Commission on Human Rights and Opportunities	1,935,719	2,219,812
Office of Protection and Advocacy for Persons with Disabilities	713,572	775,881
Office of the Child Advocate	200,576	219,023
Department of Agriculture	1,219,953	1,370,598
Department of Environmental Protection	9,588,316	10,397,544
Council on Environmental Quality	28,317	31,324
Commission on Culture and Tourism	1,061,137	1,215,562
Department of Economic and Community Development	2,094,824	2,268,802
Agricultural Experiment Station	1,678,247	1,807,727
Department of Public Health	8,687,316	9,483,173
Office of Health Care Access	619,422	666,505
Office of the Chief Medical Examiner	1,294,796	1,389,449
Department of Mental Retardation	89,426,094	95,025,356



**ESTIMATED COSTS OF MAJOR FRINGE BENEFITS BY AGENCY\***

		<u>Estimated 2005-2006</u>	<u>Estimated 2006-2007</u>
Department of Mental Health and Addiction Services	\$	49,451,587	\$ 52,780,370
Psychiatric Security Review Board		94,794	101,982
Department of Social Services		33,290,084	35,588,092
Department of Education		39,378,402	44,183,243
Board of Education and Services for the Blind		1,388,258	1,556,120
Commission on the Deaf and Hearing Impaired		196,596	263,839
State Library		1,632,190	1,754,653
Department of Higher Education		771,241	820,139
University of Connecticut		60,604,949	64,821,958
University of Connecticut Health Center		23,807,167	25,184,726
Charter Oak State College		528,109	565,565
Teachers' Retirement Board		460,386	492,955
Regional Community - Technical Colleges		41,038,052	43,421,774
Connecticut State University		42,833,943	45,437,128
Department of Correction		122,228,437	134,009,816
Department of Children and Families		79,245,791	84,414,527
Council to Administer the Children's Trust Fund		245,218	264,657
Judicial Department		82,275,136	88,984,181
Public Defender Services Commission		8,850,179	9,382,572
Judicial Review Council		41,112	43,696
Board of Accountancy		73,080	78,287
Department of Motor Vehicles		12,162,184	13,035,854
Department of Transportation		40,228,954	42,745,494
Department of Banking		2,780,501	2,956,649
Insurance Department		3,690,966	3,915,929
Office of the Managed Care Ombudsman		80,774	86,648
Office of Consumer Counsel		363,238	387,173
Department of Public Utility Control		3,295,851	3,499,680
Workers' Compensation Commission		2,728,154	2,911,858
Soldiers, Sailors and Marines' Fund		247,453	277,615

\*Note: Estimates assume actual costs of Social Security, average cost of Health Insurance, the normal cost of State Employees Retirement, and Alternate Retirement Program pension contributions as an estimated percentage of recommended appropriations for Personal Services. For the higher education constituent units, figures are based on the amounts appropriated for Operating Expenses.

**SUMMARY OF EXPENDITURES AND RECOMMENDATIONS**

By Character and Fund In Thousands

	Estimated 2004-2005	2005-2006 Current Services	2005-2006 Recommended Total	2006-2007 Current Services	2006-2007 Recommended Total
<b>GENERAL FUND</b>					
Personal Services	\$ 2,001,887	2,098,320	2,078,292	2,144,229	2,138,075
Other Expenses	461,889	472,275	460,331	485,581	468,967
Capital Outlay	3,405	26,483	3,883	23,835	3,611
Other Current Expenses	3,851,290	4,181,867	4,031,994	4,508,621	4,303,409
Pmts to Other Than Local Governments	4,945,200	5,496,985	5,374,598	5,738,877	5,569,026
Pmts to Local Governments	2,200,540	2,465,648	2,279,537	2,523,322	2,301,873
<b>TOTAL</b>	<b>\$ 13,464,211</b>	<b>\$ 14,741,579</b>	<b>\$ 14,228,635</b>	<b>\$ 15,424,465</b>	<b>\$ 14,784,961</b>
Legislative Unallocated Lapses	-2,000	-2,000	-2,000	-2,000	-2,000
Legislative Lapse - Personal Services		-1,000	-1,000	-1,000	-1,000
Legislative Lapse - Other Expenses		-1,000	-1,000	-1,000	-1,000
Legislative Out-of-State Travel			-354		-359
Estimated Unallocated Lapses	-76,600	-75,000	-75,000	-75,000	-75,000
General Personal Services Reduction	-14,000	-14,000	-14,000	-14,000	-14,000
General Other Expenses Reductions	-11,000	-11,000	-11,000	-11,000	-11,000
Statewide GAAP Implementation		50,400		50,400	
Amortized GAAP				56,155	
<b>NET-General Fund</b>	<b>\$ 13,360,611</b>	<b>\$ 14,687,979</b>	<b>\$ 14,124,281</b>	<b>\$ 15,427,020</b>	<b>\$ 14,680,602</b>
<b>SPECIAL TRANSPORTATION FUND</b>					
Personal Services	\$ 158,544	175,753	172,671	178,016	174,572
Other Expenses	51,788	53,437	52,775	54,919	53,030
Capital Outlay	6,064	6,062	6,062	6,421	6,421
Other Current Expenses	705,423	740,958	735,716	771,063	768,518
Pmts to Local Governments	20,000	20,000	20,000	20,000	20,000
<b>TOTAL</b>	<b>\$ 941,818</b>	<b>\$ 996,210</b>	<b>\$ 987,224</b>	<b>\$ 1,030,419</b>	<b>\$ 1,022,542</b>
Estimated Unallocated Lapses	-11,000	-11,000	-11,000	-11,000	-11,000
<b>NET-Special Transportation Fund</b>	<b>\$ 930,818</b>	<b>\$ 985,210</b>	<b>\$ 976,224</b>	<b>\$ 1,019,419</b>	<b>\$ 1,011,542</b>
<b>MASHANTUCKET PEQUOT AND MOHEGAN FUND</b>					
Pmts to Local Governments	\$ 85,000	135,000	86,250	135,000	86,250
<b>TOTAL</b>	<b>\$ 85,000</b>	<b>\$ 135,000</b>	<b>\$ 86,250</b>	<b>\$ 135,000</b>	<b>\$ 86,250</b>
<b>SOLDIERS, SAILORS AND MARINES' FUND</b>					
Personal Services	\$ 740	778	773	836	824
Other Expenses	200	99	98	102	98
Capital Outlay	4	9	9	7	7
Other Current Expenses	2,431	2,692	2,688	2,819	2,808
Pmts to Other Than Local Governments	252	254	251	257	251
<b>TOTAL</b>	<b>\$ 3,627</b>	<b>\$ 3,831</b>	<b>\$ 3,818</b>	<b>\$ 4,020</b>	<b>\$ 3,987</b>
Governor's ERIP Payouts		7		7	
<b>NET-Soldiers, Sailors and Marines' Fund</b>	<b>\$ 3,627</b>	<b>\$ 3,838</b>	<b>\$ 3,818</b>	<b>\$ 4,027</b>	<b>\$ 3,987</b>
<b>REGIONAL MARKET OPERATION FUND</b>					
Personal Services	\$ 452	463	463	482	481
Other Expenses	174	176	174	180	174
Capital Outlay	24	35	35	25	25
Other Current Expenses	315	360	360	359	359
<b>TOTAL</b>	<b>\$ 963</b>	<b>\$ 1,034</b>	<b>\$ 1,031</b>	<b>\$ 1,046</b>	<b>\$ 1,039</b>
<b>BANKING FUND</b>					
Personal Services	\$ 8,934	8,747	8,686	8,886	8,776
Other Expenses	2,270	2,148	2,030	2,199	2,030
Capital Outlay	125	127	127	24	24
Other Current Expenses	4,638	4,763	4,763	4,834	4,834
<b>TOTAL</b>	<b>\$ 15,967</b>	<b>\$ 15,784</b>	<b>\$ 15,606</b>	<b>\$ 15,942</b>	<b>\$ 15,663</b>
Governor's ERIP Payouts		23		23	
<b>NET-Banking Fund</b>	<b>\$ 15,967</b>	<b>\$ 15,806</b>	<b>\$ 15,606</b>	<b>\$ 15,965</b>	<b>\$ 15,663</b>
<b>INSURANCE FUND</b>					
Personal Services	\$ 11,247	11,954	11,783	12,100	11,881

**SUMMARY OF EXPENDITURES AND RECOMMENDATIONS**

By Character and Fund In Thousands

	Estimated 2004-2005	2005-2006 Recommended		2006-2007 Recommended	
		Current Services	Total	Current Services	Total
Other Expenses	2,475	2,826	2,486	2,987	2,523
Capital Outlay	102	97	97	137	137
Other Current Expenses	5,724	6,742	6,742	6,655	6,655
TOTAL	\$ 19,548	\$ 21,619	\$ 21,108	\$ 21,879	\$ 21,195
Governor's ERIP Payouts		96		96	
NET-Insurance Fund	\$ 19,548	\$ 21,715	\$ 21,108	\$ 21,975	\$ 21,195
<b>CONSUMER COUNSEL/PUBLIC UTILITY FUND</b>					
Personal Services	\$ 11,096	11,456	11,431	11,634	11,537
Other Expenses	2,396	2,456	2,316	2,516	2,363
Capital Outlay	148	183	183	180	180
Other Current Expenses	5,159	5,371	5,363	5,515	5,507
TOTAL	\$ 18,799	\$ 19,466	\$ 19,292	\$ 19,845	\$ 19,587
Governor's ERIP Payouts		119		119	
NET-Consumer Counsel/Public Utility Fund	\$ 18,799	\$ 19,586	\$ 19,292	\$ 19,964	\$ 19,587
<b>WORKERS' COMPENSATION FUND</b>					
Personal Services	\$ 8,286	8,692	8,523	8,828	8,643
Other Expenses	2,980	2,925	2,774	3,526	2,774
Capital Outlay	181	289	289	51	51
Other Current Expenses	9,637	10,357	9,213	10,237	8,991
TOTAL	\$ 21,084	\$ 22,264	\$ 20,798	\$ 22,642	\$ 20,459
Governor's ERIP Payouts		60		60	
NET-Workers' Compensation Fund	\$ 21,084	\$ 22,324	\$ 20,798	\$ 22,702	\$ 20,459
<b>CRIMINAL INJURIES COMPENSATION FUND</b>					
Other Current Expenses	\$ 1,425	1,444	2,025	1,475	2,025
TOTAL	\$ 1,425	\$ 1,444	\$ 2,025	\$ 1,475	\$ 2,025
Siting Council	\$ 1,988	\$ 1,996	\$ 1,996	\$ 2,037	\$ 2,037
University of Connecticut Operating Fd	459,044	483,081	483,081	509,760	509,760
UHC Operating Fund	233,161	246,118	246,118	259,347	259,347
State University Operating/Tuition Fd	316,459	341,273	341,273	361,921	361,921
CTC Higher Ed Operating Fund	110,112	115,772	115,772	121,984	121,984
UConn Research Foundation	20,018	21,944	21,944	22,973	22,973
UConn Health Center Research	95,575	102,229	102,229	108,716	108,716
Employment Security Admin Fund	88,098	89,825	89,825	94,166	94,166
Federal and Other Activities	2,180				
Unclaimed Property Fund	4,621	4,412	4,412	4,544	4,544
UConn Health Center Clinical Programs	177,679	185,003	185,003	194,044	194,044
Auto Emissions	6,892	7,075	7,075	7,293	7,293
Technical Services	80,204	81,246	81,246	82,303	82,303
Special Funds, Non-Appropriated	137,784	105,538	105,538	101,914	101,913
Bond Funds	71,997	39,744	122,472	37,196	195,655
Federal Contributions	1,165,471	1,154,427	1,154,427	1,145,266	1,146,466
2nd Injury & Comp Assurance	9,134	9,856	9,856	9,687	9,687
Investment Trust Fund	56,004	57,998	57,998	59,413	59,413
Private Contributions	171,365	117,615	117,615	118,974	119,274
TOTAL STATE	\$ 17,665,629	\$ 19,059,090	\$ 18,518,316	\$ 19,910,133	\$ 19,263,845

Note: Net 2004-2005 expenditures have been adjusted for expenditures on appropriations carried forward from prior years and for additional lapses and expenditures in agency appropriations estimated after January 20, 2005. FY2005 General Fund Estimated figures include \$48.4 million in prefunded Salary Adjustment funds for collective bargaining costs. Further, the recommended amounts may exceed requested amounts in total or by agency since funds have been included to reflect additional requirements relating to deficiencies in 2004-2005 as well as expenditure options not requested as part of the regular current services budget submissions.