

# HOUSE REPUBLICANS ★ FY25 BUDGET ADJUSTMENTS KEEPING THE PROMISE

## BALANCING THE BUDGET

## HONORING THE FISCAL GUARDRAILS

### House Republican Commitment to Local Education

Education Description	2024 Budget	2025 Proposed	Year over Year Change	Percentage Increase %
Charter Schools	\$135,077,285	\$145,007,139	\$9,929,854	7.4%
Vocational Agriculture	\$18,824,200	\$26,073,260	\$7,249,060	38.5%
Education Equalization Grants	\$2,233,420,315	\$2,330,328,252	\$96,907,937	4.3%
Open Choice Program	\$31,189,780	\$21,472,503	-\$9,717,277	-31.2%
Magnet Schools	\$284,942,141	\$337,927,052	\$52,984,911	18.6%
<b>Excess Cost - Student Based</b>	\$181,119,782	\$260,600,000	<b>\$79,480,218</b>	43.9%
<b>Total To Municipalities:</b>	\$2,884,573,503	\$3,121,408,206	<b>\$236,834,703</b>	8.2%
Danbury Charter	\$-	\$1,200,000	\$1,200,000	NEW
Middletown Charter	\$-	\$3,600,000	\$3,600,000	NEW
Expansion of Charter Seats	\$-	\$1,020,000	\$1,020,000	NEW
Increase Birth to Medicaid Three Rates \$120 to \$167 per hour	\$31,000,000	\$43,000,000	\$12,000,000	38.7%
Fund the Actuarially Determined Employer Contribution (ADEC) for the Teachers' Retirement System (TRS)	\$1,554,542,000	\$1,596,989,000	\$42,447,000.00	2.7%
Additional Education Funding:	\$1,585,542,000	\$1,645,809,000	\$60,267,000	3.8%
<b>Total Increase in Education Funding:</b>	\$4,470,115,503	\$4,767,217,206	\$297,101,703	6.6%

# House Republican Major Appropriation & Revenue Changes FY 25 Budget Adjustment

## Expense Changes:

Investments in Critical Early Childhood Education: See Spreadsheet	\$297.10
Recognizes Fiscal Guardrail Policy Impact on Borrowing Reductions	\$(10.00)
Reduction of Enhanced Inmate Communications	\$(4.10)
Reduction in Legislative Branch Expenditures	\$(10.00)
Reflect Current Hiring Patterns as Confirmed by Agencies	\$(26.10)
Reflect Recent FAC Action to Modernize DMV	\$(3.00)
Does not Increase Income Eligibility Requirements for Husky C	\$(8.50)
Does not Fund the Venue Shortfalls at CRDA	\$(6.00)
Does not Expand Eligibility Threshold for Public Defender	\$(3.10)
Removes Electricity Increase Costs	\$(9.00)
Shrinks Government Across Several Agencies	\$(3.00)
Flat Funds Investments in CT Youth Employment	\$(5.20)
Eliminates Additional Other Expense Allocation in DOT	\$(4.20)
Removal of Healthcare from All Undocumented Residents	\$(45.70)
Removes Funding for Experimental Drugs	\$(0.50)
Expand CRISIS Program Statewide	\$1.00
Allocate Increase in Medicaid Rates to Behavioral Health Providers	\$7.00
Reverse Governor Cut to Ambulance Provider Medicaid Rates	\$5.00
Create Competitive Grant for Towns Less Than 25,000	\$1.20
Enact Governor Increase to Care 4 Kids Programs	\$12.00
Enhance Funding for Child and Victim Advocate	\$0.20
Does not Reamortize the JRS System, as Governor	\$-
Allocates Critical Funding for Vaping and Smoking Cessation Programs	\$12.00
Increases Funding to Municipalities to Implement Early Voting	\$3.60
Maintains Funding for Municipal PILOT Programs	\$16.30

## Revenue Changes:

Removes the Highway Use Tax	\$(66.20)
Does not Remove Tobacco Health Trust Fund Investments	\$-
Enacts the Governor Fee Reductions	\$(3.50)
Does not Enact Governor MRSF Transfer, Protecting Muni Aid	\$-
Recognizes the Net Neutrality of Returning to Inmate Phone Call Policy	\$6.00
Maintains All Previous Enacted Historical Tax Relief of \$485M to Residents	\$-

<b>Balance</b>				
<b>Fund</b>	<b>Governor FY 25</b>	<b>HR FY 25</b>	<b>HR - Gov FY 25</b>	
General Fund	617,054	473,910	(143,144.3)	
Special Transportation Fund	92,862,405	34,613,767	(58,248,638.0)	
Municipal Revenue Sharing Fund	17,854	17,854	-	
Banking Fund	22,397	22,397	-	
Insurance Fund	35,078	1,628,895	1,593,817.0	
Consumer Counsel and Public Utility Control Fund	753	753	-	
Workers' Compensation Fund	74,866	74,866	-	
Mashantucket Pequot and Mohegan Fund	58,204	1,058,204	1,000,000.0	
Criminal Injuries Compensation Fund	65,912	65,912	-	
Tourism Fund	(944,453)	51,691	996,144.0	
Cannabis Social Equity and Innovation Fund	3,500,000	3,500,000	-	
Cannabis Prevention and Recovery Services Fund	2,342,000	2,342,000	-	
Cannabis Regulatory Fund	52,580	52,580	-	
<b>TOTAL</b>	<b>98,704,650</b>	<b>43,902,829</b>	<b>(54,801,821.3)</b>	

<b>Revenue Cap Requirements</b>	<b>Governor FY 25</b>	<b>HR FY 25</b>
General Fund	290.4	289.9
Special Transportation Fund	29.8	29.0

<b>Appropriations</b>				
<b>Fund</b>	<b>FY 25 Original</b>	<b>Governor FY 25</b>	<b>HR FY 25</b>	<b>HR - Gov FY 25</b>
General Fund	22,805,856,723	22,942,464,196	22,899,749,840	(42,714,356)
Special Transportation Fund	2,286,389,891	2,261,535,095	2,254,312,483	(7,222,612)
Municipal Revenue Sharing Fund	568,645,047	558,082,146	558,082,146	-
Banking Fund	35,832,606	35,977,603	35,977,603	-
Insurance Fund	135,210,679	122,064,922	120,471,105	(1,593,817)
Consumer Counsel and Public Utility Control Fund	37,943,087	37,799,247	37,799,247	-
Workers' Compensation Fund	29,128,141	29,325,134	29,325,134	-
Mashantucket Pequot and Mohegan Fund	52,541,796	52,541,796	51,541,796	(1,000,000)
Criminal Injuries Compensation Fund	2,934,088	2,934,088	2,934,088	-
Tourism Fund	16,144,453	17,144,453	16,148,309	(996,144)
Cannabis Social Equity and Innovation Fund	10,200,000	10,200,000	10,200,000	-
Cannabis Prevention and Recovery Services Fund	3,358,000	3,358,000	3,358,000	-
Cannabis Regulatory Fund	10,247,420	10,247,420	10,247,420	-
<b>TOTAL</b>	<b>25,994,431,931</b>	<b>26,083,674,100</b>	<b>26,030,147,171</b>	<b>(53,526,929)</b>

<b>Available Revenue</b>				
<b>Fund</b>	<b>Governor FY 25</b>	<b>HR FY 25</b>	<b>HR - Gov FY 25</b>	
General Fund	22,943,081,250	22,900,223,750	(42,857,500.0)	
Special Transportation Fund	2,354,397,500	2,288,926,250	(65,471,250.0)	
Municipal Revenue Sharing Fund	558,100,000	558,100,000	-	
Banking Fund	36,000,000	36,000,000	-	
Insurance Fund	122,100,000	122,100,000	-	
Consumer Counsel and Public Utility Control Fund	37,800,000	37,800,000	-	
Workers' Compensation Fund	29,400,000	29,400,000	-	
Mashantucket Pequot and Mohegan Fund	52,600,000	52,600,000	-	
Criminal Injuries Compensation Fund	3,000,000	3,000,000	-	
Tourism Fund	16,200,000	16,200,000	-	
Cannabis Social Equity and Innovation Fund	13,700,000	13,700,000	-	
Cannabis Prevention and Recovery Services Fund	5,700,000	5,700,000	-	
Cannabis Regulatory Fund	10,300,000	10,300,000	-	
<b>TOTAL</b>	<b>26,182,378,750</b>	<b>26,074,050,000</b>	<b>(108,328,750.0)</b>	

**Spending Cap Calculations**  
(in millions)

	<b>BIENNIUM</b>	
	<b>FY 2023-24</b> HRO Proposed <b>Budget</b>	<b>FY 2024-25</b> HRO Proposed <b>Budget</b>
<b>Total All Appropriated Funds - Prior Year</b>	\$ 24,407.7	\$ 25,175.3
Base Adjustments		
Temporary STF CARES Act Funding	100.0	-
Municipal Revenue Sharing Account moved on-budget	69.8	-
Town Aid Road moved on-budget	60.0	-
Move Cannabis Funds on-budget	20.6	-
DECD bond-funded AdvanceCT positions moved to appropriations	2.0	-
Move federally-funded OWS positions on-budget	0.7	-
Move OEC Parent Cabinet on-budget	0.2	-
State match to federal grant moved on-budget (DOH)	-	-
Judicial positions moved on-budget	-	-
DVA Pharmaceutical Costs to OE	-	-
DOH Depletion of Housing Loan Fund	-	-
Extraordinary Spending	-	-
	<b>\$24,661.1</b>	<b>\$25,175.3</b>
Less "Non-Capped" Expenditures:		
Debt Service	3,618.9	3,461.5
SERS/TRS/JRS Unfunded Liability	1,295.7	1,280.8
Appropriation Of Federal Funds	2,210.1 [a]	1,778.1 [d]
<b>Total "Non-Capped" Expenditures - Prior Year</b>	<b>7,124.7</b>	<b>6,520.4</b>
Total "Capped" Expenditures	17,536.4	18,654.9
Times Growth Factor		
5-Year Avg. Personal Income or 12-month Core CPI-U	5.69%	3.96%
Allowable "Capped" Growth	<u>997.9</u>	<u>739.6</u>
"Capped" Expenditures	18,534.3	19,394.5
Plus "Non-Capped" Expenditures:		
Debt Service	3,461.5	3,431.2
SERS/TRS/JRS Unfunded Liability	1,280.8	1,316.0
Federal Mandates and Court Orders (new \$)	49.5 [b]	0.5
State Match to Fed Funds (new \$)	-	-
Appropriation Of Federal Funds	1,849.7 [a]	1,931.4 [e]
Total "Non-Capped" Expenditures	6,641.5	6,679.2
<b>Total All Expenditures Allowed</b>	<b>25,175.8</b>	<b>26,073.7</b>
Appropriation for this year	25,175.3 [c]	26,030.1
<b>Amount Total Appropriations are Over/ (Under) the Cap</b>	<b>\$ (0.5)</b>	<b>\$ (43.5)</b>

[a]: Reflects 1/17/2023 consensus revenue plus legislative policy changes.

[b]: Includes Carr vs Becerra court order.

[c]: Reflects deficiency appropriations contained in HB 5049, AA Making Deficiency Appropriations For The Fiscal Year Ending June 30, 2024

[d]: Reflects 1/16/24 consensus adjusted for timing of a \$187.9M federal reimbursements received in FY 2024 for prior year spending.

[e]: Reflects 1/16/24 consensus plus proposed policy changes.