

Republican Post SEBAC Adjustment
Senate and House Republicans

Needed Adjustments Post SEBAC 2017 Approval:

	FY 2018	FY 2019
Reduce Labor Lapse to Governor	\$ (136.0)	\$ (212.7)
DMHAS Conversions	(28.3)	(55.6)
Remove Savings from FY 2017 DDS Conversions	(15.9)	(15.9)
Other Government Reorganization Contained in the Original Budget - IT and Attorneys	(11.9)	(20.9)
CJTS Closure	(11.2)	(13.5)
Remove Savings Associated with the Medicare Advantage Program	(10.0)	(10.0)
Remove Savings Associated with Transitioning Part Time and Seasonal Employees to FICA	(9.6)	(9.6)
Remove Savings from the Closure of a Prison	(8.1)	(8.1)
All Other Personal Service Related Savings that will be Unachievable	(5.5)	(2.8)
DOC Deputy Wardens	(4.5)	(4.5)
BOR Central Office Staff	(4.3)	(4.3)
New Recommended DDS Conversions (net savings including fringe)	(3.1)	(9.2)
DESPP Supervisory Staff	(2.3)	(2.3)
Total Needed Adjustments Related to SEBAC 2017 and Job Security Provisions	\$ (250.7)	\$ (369.4)
Subtotal No Layoff Provisions - Biennial Total \$271.3 million	(114.7)	(156.7)

Modifications to Previously Recommended Budget:

	FY 2018	FY 2019
Reflect Savings from the Updated Valuation with Modifications to Employee Pensions in 2027*	\$ 119.0	\$ 151.1
Net Impact from the Hospital Settlement / Medicaid Rate Increase	70.0	70.0
Millstone Procurement Fee	50.0	35.0
Remove Funding for the "Municipal Transition Grant"	35.6	-
OFA Estimate: Medicaid Reduction Based on Prior Years' Expenditures	20.0	20.0
Increase Teacher Contributions to the Teachers' Retirement Fund**	19.0	76.0
OFA Estimated Correction: SCHIP Fix in CMS Claims Submissions	15.0	15.0
Eliminate all Deputy Commissioner and Executive Secretary Positions not Originally Recommended	13.2	13.2
From Gov Round 3: Teachers' Retirement Retirees Health Service Cost	10.8	14.5
From Gov Round 3: Reduce Debt Service	10.0	10.0
OFA Estimate: State Employee Fringe Benefit Reduction Based on Prior Years' Expenditures	10.0	10.0
OFA Estimate: Retired State Employee Fringe Benefit Reduction Based on Prior Years' Expenditures	10.0	10.0
Required Contract Savings/Results First Savings	-	10.0
Eliminate all Partisan Appointed Executive Assistant Positions not Originally Recommended	4.3	4.3
Increase UCONN Professor Course Loads - Set by UCONN Board of Trustees Bylaws	5.2	10.4
OFA Estimated Correction: Temporary Family Assistance	5.0	5.0
Reflect Deposit of Palmo Settlement	5.0	-
Achieve Wage and Hiring Efficiencies - Legislative Management	3.5	3.5
OFA Estimated Correction: Hospital Supplemental Payments	2.0	2.0
OFA Estimate: Social Security Fringe Benefit Reduction Based on Prior Years' Expenditures	2.0	2.0
Transfer Temporary, Seasonal Positions to a FICA Alternative Retirement	1.0	1.9
From Gov Round 3: University of Connecticut Workers' Compensation Claims	1.2	1.2
OFA Estimated Correction: State Administered General Assistance	1.0	1.0
OFA Estimate: Pension Fringe Benefit Reduction Based on Prior Years' Expenditures	0.1	0.1
Utilization of Previous General Fund Surplus to Increase Carryforward		5.0
Increase Fees to Cover Administrative Expenses	-	20.0
Additional Sweeps	-	20.0
Provide Funding for Dairy Farmers with the 2 Year Delay of Community Investment Act Monies	(1.5)	(1.5)
Reflect DEEP Estimate of RGGI Proceeds	(16.0)	(16.0)
Reflect Potential Timing Issues with Late Passage of Budget	(20.0)	-
Remove the Recommended Restriction on the Property Tax Credit	(55.3)	(55.3)
Eliminate Transfer from the CT Energy Efficiency Fund	(68.0)	(68.0)
Total Options	\$ 252.0	\$ 370.4
Surplus/(Deficit)	1.3	1.0

*Modifications to State Employee Pensions on July 1, 2027 include:

- Suspending COLAs until the funded ratio of the SERS equals 80%
- Increasing employee contributions to the national average of 7%
- Eliminating the current practice of providing higher paid state employees a larger percentage of their final average salary
- Eliminate overtime from the final average salary computation

*These numbers reflect 1% increase effective Jan. 1, 2018 increasing another 1% on July 1, 2018.