

Governor Rell's Alternative Budget  
August 25, 2009

	<u>General</u> <u>FY'10</u>	<u>Fund</u> <u>FY'11</u>
<b>Consensus Revenue Estimates</b>	<b>\$ 14,402.1</b>	<b>\$ 15,003.3</b>
Approp's Committee 2 GF expenditures	17,464.6	17,981.8
Addback of major GF holes	159.7	4.5
Remove Industry Funds:	(91.0)	(91.1)
	C2 with adjustments	17,533.3
	G3	17,093.8
	Difference C2 - G3	439.5
	50%	219.8
	C2 with adjustments	17,533.3
	less 50%	(219.8)
	<b>Revised appropriation for balanced budget</b>	<b>17,313.6</b>
		<b>17,597.9</b>
<b>Gap between revenue and expenditures</b>	<b>\$ (2,911.5)</b>	<b>\$ (2,594.6)</b>
<b>Revenue Items Related to Expenditures</b>		
Federal Revenue*	20.0	(3.5)
DEP Consolidation	61.7	61.7
Mashantucket Pequot/Mohegan Fund	24.5	24.5
	<u>Subtotal</u>	<u>\$ 106.2</u>
		<u>\$ 82.7</u>
<b>Other Revenue Items</b>		
Federal Stimulus	878.9	594.8
Transfer from Budget Reserve Fund	1,088.4	293.3
Securitization	-	1,200.0
Reduction to Certain Funds**	67.1	72.6
	<u>Subtotal</u>	<u>\$ 2,034.4</u>
		<u>\$ 2,160.7</u>
Increase Cigarette Tax from \$2 to \$3 per pack, effective 10/1/09	103.2	124.2
Increase Other Tobacco Products Tax	1.9	2.3
Economic Nexus Option	-	10.0
6.5% Personal Income Tax - single filers earning over \$500k, \$1 million joint filers	615.0	410.0
Reduction of Sales Tax by 1/2 percent to 5.5% (effective 10/1/09)	(179.3)	(273.9)
Corporate Surcharge 10% for IY's 2009-11 for businesses with over \$100m in adjusted federal gross income	74.1	41.1
Elimination of Inheritance Tax effective January 2010	(85.0)	(177.0)
Increase Preference Tax from \$250k to \$500k	9.0	9.0
Apply Real Estate Conveyance Tax to Foreclosure Transactions (effective 1/1/2010)	8.5	17.0
	<u>Subtotal</u>	<u>\$ 547.4</u>
		<u>\$ 162.7</u>
Reform Film Tax Credit to Emphasize CT Based Operations	-	10.0
Delay Increase in Singles Exemption	19.3	22.8
Eliminate Deduction for Federal Domestic Production (Decouple)	27.5	27.5
Establish Use Tax Look-up Table on Personal Income Tax Form	0.5	0.5
Cap Historic Homes and Structures Tax Credit at \$2.5 million per year	5.0	5.0
Increase Various Fees (excluding nurses)	52.2	45.2
Sale of Assets	15.0	45.0
Increase DEP Fees	8.8	11.8
Cell Tower Leases	-	10.0
Enhanced Tax Collections - DRS Settlement Initiative	75.0	-
Enhanced Tax Collections - DRS New Staff	7.0	14.1
Enhanced Tax Collections - DRS New Staff	(0.3)	(0.6)
Casino E-Play Settlement	25.0	3.0
	<u>Subtotal</u>	<u>\$ 235.0</u>
		<u>\$ 194.3</u>
Transfer Resources from the GF to the STF	(11.5)	(5.8)
	<b>Total Balance</b>	<b>\$ 0.1</b>
		<b>\$ 0.1</b>

\* Dependent on the nature of spending adjustments made

\*\* Reflects G3 proposed fund sweeps with reduction to Siting Council with additional \$1.7 million from the Municipal Video Competition Trust Account