

Department of Consumer Protection

DCP39500

Position Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Permanent Full-Time - GF	215	230	232	232	235	235
Permanent Full-Time - OF	59	37	37	37	37	37

Budget Summary

Account	Actual FY 12	Governor Estimated FY 13	Governor Recommended		Legislative	
			FY 14	FY 15	FY 14	FY 15
Personal Services	12,678,422	14,073,407	14,559,102	15,226,846	14,797,102	15,464,846
Other Expenses	1,372,821	1,445,457	1,193,900	1,193,900	1,193,900	1,193,900
Equipment	0	1	1	1	1	1
Other Current Expenses						
Gaming Policy Board	1,437	2,758	0	0	0	0
GAAP Adjustments	0	0	83,225	97,562	83,225	97,562
Agency Total - General Fund	14,052,680	15,521,623	15,836,228	16,518,309	16,074,228	16,756,309
Additional Funds Available						
Federal & Other Restricted Act	317,081	442,590	448,982	254,907	448,982	254,907
Private Contributions	9,403,519	8,155,258	7,865,577	8,138,381	7,865,577	8,138,381
Agency Grand Total	23,773,280	24,119,471	24,150,787	24,911,597	24,388,787	25,149,597

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Current Services

Adjust for FY 13 Deficiency

Personal Services	0	(900,000)	0	(900,000)	0	0	0	0
Total - General Fund	0	(900,000)	0	(900,000)	0	0	0	0

Background

Section 62 of PA 13-184, AAC Expenditures and Revenues for the Biennium Ending June 30, 2015 results in an increase to the General Fund of \$142 million in FY 13. Although the Department of Consumer Protection was included in the original Deficiency Bill, the agency required no funding through a deficiency appropriation by the end of the fiscal year as it was able to manage Personal Services expenditures through the year by delaying the filling of vacancies and other internal measures.

Governor

Reduce funding by \$900,000 in Personal Services in FY 14 and FY 15 to reflect the adjustment associated with the FY 13 deficiency.

Legislative

Same as Governor

Adjust Funding to Reflect Wage & Compensation Related Costs

Personal Services	0	916,817	0	1,637,862	0	0	0	0
Total - General Fund	0	916,817	0	1,637,862	0	0	0	0

Governor

Provide funding of \$916,817 in FY 14 and \$1,637,862 in FY 15 to reflect current services wage-related adjustments such as annual increments, general wage increases, overtime, annualization, turnover, and other compensation-related adjustments.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Adjust Funding for Casino Reimbursements

Personal Services	6	777,861	6	764,213	0	0	0	0
Other Expenses	0	77,519	0	79,692	0	0	0	0
Total - General Fund	6	855,380	6	843,905	0	0	0	0

Governor

Provide funding of \$855,380 in FY 14 and \$843,905 in FY 15 for expenses and positions previously paid through casino reimbursements. The Department of Consumer Protection provides various services to the casinos in the areas of gambling and liquor control. In FY 13 the revenue from casino reimbursements was reduced by approximately \$900,000 due to a renegotiated assessment. In response the agency is altering staffing levels and moving some personnel costs to the General Fund that were previously paid through casino reimbursements.

Legislative

Same as Governor

Apply Inflationary Increases

Other Expenses	0	50,410	0	98,988	0	0	0	0
Total - General Fund	0	50,410	0	98,988	0	0	0	0

Background

Applying inflationary factors to current year expenditures provides an estimate of the cost of continuing services into the next year.

Governor

Increase funding to Other Expenses by \$50,410 in FY 14 and an additional \$48,578 in FY 15 (for a cumulative total of \$98,988 in the second year) to reflect inflationary increases.

Legislative

Same as Governor

Reduce Funding for Decommissioned Buildings

Other Expenses	0	(193,983)	0	(193,983)	0	0	0	0
Total - General Fund	0	(193,983)	0	(193,983)	0	0	0	0

Governor

Reduce funding by \$193,983 in Other Expenses to reflect the decommissioning of the Russell Road building in Newington (former Special Revenue Offices).

Legislative

Same as Governor

Provide Funding for GAAP

Nonfunctional - Change to Accruals	0	140,839	0	100,938	0	0	0	0
Total - General Fund	0	140,839	0	100,938	0	0	0	0

Background

Each agency's budget will include a new line item account called "Nonfunctional - Change to Accruals". This line item represents the estimate of the difference between an agency's cash-basis budget amounts and the accrual-basis amounts that will be reflected under Generally Accepted Accounting Principles (GAAP). These funds will not be available for spending; in the aggregate they will prevent the state's GAAP deficit from growing.

Governor

Provide funding of \$140,839 in FY 14 and \$100,938 in FY 15 to reflect the implementation of GAAP in the budget.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Policy Revisions

Eliminate Vacant Positions

Personal Services	(4)	(289,587)	(4)	(307,888)	0	0	0	0
Total - General Fund	(4)	(289,587)	(4)	(307,888)	0	0	0	0

Governor

Reduce funding by \$289,587 in FY 14 and \$307,888 in FY 15 to reflect the elimination of 4 positions that are currently vacant along with savings associated with the revised lottery drawing process.

Legislative

Same as Governor

Transfer Vapor Recovery from DEEP

Personal Services	3	238,000	3	238,000	3	238,000	3	238,000
Total - General Fund	3	238,000	3	238,000	3	238,000	3	238,000

Legislative

Funds totaling \$238,000 along with an associated three positions are provided through a transfer from the Department of Energy and Environmental Protection to the Department of Consumer Protection for testing and subsequent decommissioning of any gasoline dispensing facility of stage II vapor recovery systems under PA 13-120, AAC Gasoline Vapor Recovery Systems.

Remove Funding for Salary Increases of Appointed Officials

Personal Services	0	(19,396)	0	(40,748)	0	0	0	0
Total - General Fund	0	(19,396)	0	(40,748)	0	0	0	0

Governor

Reduce funding by \$19,396 in FY 14 and \$40,748 in FY 15 to reflect the elimination of salary increases for appointed officials.

Legislative

Same as Governor

Transfer Funding - Centralize Courier & Mail Services in DAS

Other Expenses	0	(22,821)	0	(22,821)	0	0	0	0
Total - General Fund	0	(22,821)	0	(22,821)	0	0	0	0

Governor

Transfer funding of \$22,821 in FY 14 and FY 15 to reflect moving courier and central mail services to the Department of Administrative Services (DAS).

Legislative

Same as Governor

Rollout of FY 13 Rescissions

Other Expenses	0	(72,272)	0	(72,272)	0	0	0	0
Gaming Policy Board	0	(137)	0	(137)	0	0	0	0
Total - General Fund	0	(72,409)	0	(72,409)	0	0	0	0

Background

The Governor implemented General Fund rescissions in November of 2012 totaling \$170.4 million across state agencies. The Governor's FY 14 and FY 15 budget includes the rollout of \$69.7 million of FY 13 rescissions across various agencies.

Governor

Reduce funding of \$72,409 in both FY 14 and FY 15 to reflect the rollout of the Governor's FY 13 rescissions.

Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer On-line Licensing Costs to DAS

Other Expenses	0	(40,000)	0	(40,000)	0	0	0	0
Total - General Fund	0	(40,000)	0	(40,000)	0	0	0	0

Governor

Transfer funding of \$40,000 in FY 14 and FY 15 to the Department of Administrative Services (DAS) to reflect centralizing the on-line licensing system.

Legislative

Same as Governor

Eliminate Funding for Gaming Policy Board

Gaming Policy Board	0	(2,621)	0	(2,621)	0	0	0	0
Total - General Fund	0	(2,621)	0	(2,621)	0	0	0	0

Governor

Reduce funding by \$2,621 to reflect the elimination of funding for the Gaming Policy Board.

Legislative

Same as Governor

Adjust Funding for GAAP

Nonfunctional - Change to Accruals	0	(57,614)	0	(3,376)	0	0	0	0
Total - General Fund	0	(57,614)	0	(3,376)	0	0	0	0

Governor

Reduce funding by \$57,614 in FY 14 and \$3,376 in FY 15 to reflect changes to GAAP accruals as a result of policy changes.

Legislative

Same as Governor

Eliminate Inflationary Increases

Other Expenses	0	(50,410)	0	(101,161)	0	0	0	0
Total - General Fund	0	(50,410)	0	(101,161)	0	0	0	0

Governor

Reduce Other Expenses by \$50,410 in FY 14 and \$101,161 in FY 15 to reflect the elimination of inflationary increases.

Legislative

Same as Governor

Totals

Budget Components	Legislative				Difference from Governor Recommended			
	FY 14		FY 15		FY 14		FY 15	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	230	15,521,623	230	15,521,623	0	0	0	0
Current Services	6	869,463	6	1,587,710	0	0	0	0
Policy Revisions	(1)	(316,858)	(1)	(353,024)	3	238,000	3	238,000
Total Recommended - GF	235	16,074,228	235	16,756,309	3	238,000	3	238,000

Other Significant Legislation**PA 13-184, An Act Concerning Expenditures and Revenue for the Biennium Ending June 30, 2015**

Sections 11, 12 and 49 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 14 appropriation levels will be reduced by the amounts shown in the table to achieve the lapses included in PA 13-184. This includes a General Lapse of \$66,697, a General Other Expenses Lapse of \$9,780, and a Statewide Hiring Reduction Lapse of \$43,549. See the FY 14 Holdbacks schedule in Section VI of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	14,797,102	(105,291)	14,691,811	0.71%
Other Expenses	1,193,900	(14,735)	1,179,165	1.23%