

Workers' Compensation Claims - Administrative Services

DAS23100

Budget Summary

Account	Actual FY 14	Governor Estimated FY 15	Governor Recommended		Legislative	
			FY 16	FY 17	FY 16	FY 17
Other Current Expenses						
Workers' Compensation Claims	29,192,367	29,987,707	29,987,707	29,987,707	8,662,068	8,662,068
Agency Total - General Fund	29,192,367	29,987,707	29,987,707	29,987,707	8,662,068	8,662,068
Workers' Compensation Claims	7,133,420	7,344,481	7,344,481	7,344,481	7,223,297	7,223,297
Agency Total - Special Transportation Fund	7,133,420	7,344,481	7,344,481	7,344,481	7,223,297	7,223,297
Total - Appropriated Funds	36,325,787	37,332,188	37,332,188	37,332,188	15,885,365	15,885,365

Account	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Current Services

Apply Inflationary Increases

Workers' Compensation Claims	0	1,406,477	0	2,905,272	0	0	0	0
Total - General Fund	0	1,406,477	0	2,905,272	0	0	0	0
Workers' Compensation Claims	0	328,764	0	680,581	0	0	0	0
Total - Special Transportation Fund	0	328,764	0	680,581	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 the Workers' Compensation Claims account in the General Fund by \$1,406,477 in FY 16 and an additional \$1,498,795 in FY 17 (for a cumulative total of \$2,905,272 in the second year) to reflect inflationary increases.

Increase the Workers' Compensation Claims account in the Special Transportation Fund by \$328,764 in FY 16 and an additional \$351,817 in FY 17 (for a cumulative total of \$680,581 in the second year) to reflect inflationary increases.

Legislative

Same as Governor

Policy Revisions

Reflect Workers' Compensation Savings

Workers' Compensation Claims	0	(145,322)	0	(145,322)	0	(145,322)	0	(145,322)
Total - General Fund	0	(145,322)	0	(145,322)	0	(145,322)	0	(145,322)
Workers' Compensation Claims	0	(121,184)	0	(121,184)	0	(121,184)	0	(121,184)
Total - Special Transportation Fund	0	(121,184)	0	(121,184)	0	(121,184)	0	(121,184)

Legislative

Reduce the Workers' Compensation account in the General Fund by \$145,322 in both FY 16 and FY 17 and \$121,184 in both FY 16 and FY 17 in the Special Transportation Fund.

Account	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

Transfer Workers' Compensation Claims to Agencies

Workers' Compensation Claims	0	(21,180,317)	0	(21,180,317)	0	(21,180,317)	0	(21,180,317)
Total - General Fund	0	(21,180,317)	0	(21,180,317)	0	(21,180,317)	0	(21,180,317)

Background

The Department of Administrative Services manages workers' compensation claims checkbook functions for most state agencies. Currently, five departments manage their own appropriations: Children and Families, Correction, Developmental Services, Emergency Services and Public Protection, and Mental Health and Addiction Services.

Legislative

Transfer funding of \$21,180,317 in both FY 16 and FY 17 from Workers' Compensation Claims - DAS to: Board of Regents for Higher Education (\$3,997,361); Judicial Department (\$6,762,228); UCONN Health Center (\$7,233,035); and UCONN (\$3,187,693) to reflect those agencies' assuming management of its own workers' compensation claims appropriation.

Eliminate Inflationary Increases

Workers' Compensation Claims	0	(1,406,477)	0	(2,905,272)	0	0	0	0
Total - General Fund	0	(1,406,477)	0	(2,905,272)	0	0	0	0
Workers' Compensation Claims	0	(328,764)	0	(680,581)	0	0	0	0
Total - Special Transportation Fund	0	(328,764)	0	(680,581)	0	0	0	0

Governor

Reduce funding of \$1,406,477 in FY 16 and \$2,905,272 in FY 17 in the General Fund and \$328,764 in FY 16 and \$680,581 in FY 17 in the Special Transportation Fund to reflect the elimination of inflationary increases.

Legislative

Same as Governor

Totals

Budget Components	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	0	29,987,707	0	29,987,707	0	0	0	0
Current Services	0	1,406,477	0	2,905,272	0	0	0	0
Policy Revisions	0	(22,732,116)	0	(24,230,911)	0	(21,325,639)	0	(21,325,639)
Total Recommended - GF	0	8,662,068	0	8,662,068	0	(21,325,639)	0	(21,325,639)
Governor Estimated - TF	0	7,344,481	0	7,344,481	0	0	0	0
Current Services	0	328,764	0	680,581	0	0	0	0
Policy Revisions	0	(449,948)	0	(801,765)	0	(121,184)	0	(121,184)
Total Recommended - TF	0	7,223,297	0	7,223,297	0	(121,184)	0	(121,184)

Other Significant Legislation

PA 15-5 JSS, An Act Implementing Provisions of the State Budget for the Biennium Ending June 30, 2017, Concerning General Government, Education, Health and Human Services and Bonds of the State

Section 156 contains 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 16 appropriation levels will be reduced by the amounts shown in the table below to achieve the lapses included in PA 15-244 and PA 15-5 JSS. This includes a Targeted Savings of \$129,931. See the FY 16 Holdbacks schedule in Section V of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Workers' Compensation Claims	8,662,068	(129,931)	8,532,137	1.50%