

Transportation
 Coordinator - Patrick Mellon
 Office of Fiscal Analysis

| | Page # | Analyst | Actual FY 24 | Actual FY 25 | Governor Estimated FY 26 | Original Appropriation FY 27 | Governor Revised FY 27 | Difference Gov- Orig FY 27 | % Diff Gov - Orig FY 27 |
|--|--------|---------|--------------------|----------------------|--------------------------|------------------------------|------------------------|----------------------------|-------------------------|
| Special Transportation Fund | | | | | | | | | |
| Department of Motor Vehicles | 2 | PM | 67,767,013 | 77,404,780 | 75,780,820 | 77,730,820 | 78,319,630 | 588,810 | 0.76 |
| Department of Transportation | 4 | PM | 816,093,260 | 1,022,268,696 | 992,998,048 | 1,000,595,761 | 1,032,815,810 | 32,220,049 | 3.22 |
| Total - Special Transportation Fund | | | 883,860,273 | 1,099,673,476 | 1,068,778,868 | 1,078,326,581 | 1,111,135,440 | 32,808,859 | 3.04 |
| Cannabis Regulatory Fund | | | | | | | | | |
| Department of Motor Vehicles | 2 | PM | 522,583 | 398,206 | 540,135 | 540,135 | 540,135 | - | - |
| Department of Transportation | 4 | PM | 549,991 | 549,962 | 550,000 | 550,000 | 550,000 | - | - |
| Total - Cannabis Regulatory Fund | | | 1,072,574 | 948,168 | 1,090,135 | 1,090,135 | 1,090,135 | - | - |
| Total - Appropriated Funds | | | 884,932,847 | 1,100,621,644 | 1,069,869,003 | 1,079,416,716 | 1,112,225,575 | 32,808,859 | 3.04 |

Department of Motor Vehicles DMV35000

Permanent Full-Time Positions

| Fund | Actual FY 24 | Actual FY 25 | Governor Estimated FY 26 | Original Appropriation FY 27 | Governor Revised FY 27 | Difference Gov- Orig FY 27 | % Diff Gov - Orig FY 27 |
|-----------------------------|--------------|--------------|--------------------------|------------------------------|------------------------|----------------------------|-------------------------|
| Special Transportation Fund | 591 | 591 | 594 | 594 | 594 | - | - |
| Cannabis Regulatory Fund | 7 | 7 | 7 | 7 | 7 | - | - |

Budget Summary

| Account | Actual FY 24 | Actual FY 25 | Governor Estimated FY 26 | Original Appropriation FY 27 | Governor Revised FY 27 | Difference Gov- Orig FY 27 | % Diff Gov - Orig FY 27 |
|---|-------------------|-------------------|--------------------------|------------------------------|------------------------|----------------------------|-------------------------|
| Personal Services | 46,341,942 | 50,453,363 | 52,709,126 | 53,959,126 | 53,959,126 | - | - |
| Other Expenses | 18,851,458 | 18,956,975 | 19,078,262 | 19,778,262 | 20,367,072 | 588,810 | 2.98 |
| Equipment | 468,756 | 468,745 | 668,756 | 668,756 | 668,756 | - | - |
| Other Current Expenses | | | | | | | |
| DMV Modernization | 1,788,057 | 7,208,897 | 3,000,000 | 3,000,000 | 3,000,000 | - | - |
| Commercial Vehicle Information Systems and Networks Project | 316,800 | 316,800 | 324,676 | 324,676 | 324,676 | - | - |
| Agency Total - Special Transportation Fund | 67,767,013 | 77,404,780 | 75,780,820 | 77,730,820 | 78,319,630 | 588,810 | 0.76 |
| Personal Services | 522,583 | 398,206 | 540,135 | 540,135 | 540,135 | - | - |
| Agency Total - Cannabis Regulatory Fund | 522,583 | 398,206 | 540,135 | 540,135 | 540,135 | - | - |
| Total - Appropriated Funds | 68,289,596 | 77,802,986 | 76,320,955 | 78,270,955 | 78,859,765 | 588,810 | 0.75 |

| Account | Governor Revised FY 27 |
|---------|------------------------|
| | |

Current Services

Provide Funding for Increased Vehicle Valuation and Assessment Costs

| | |
|--|----------------|
| Other Expenses | 478,810 |
| Total - Special Transportation Fund | 478,810 |

Background

PA 22-118 and PA 25-2 changed the process for valuing motor vehicles for property tax purposes to, among other things, generally require the use of the manufacturer's suggested retail price (MSRP). PA 22-118 also requires DMV to include the MSRP for each vehicle in its annual reports to municipalities. These requirements have increased the volume of data DMV requires from its valuation service provider which, coupled with a new contract with that service provider, have led to increased valuation costs.

Governor

Provide funding of \$478,810 in FY 27 for increased vehicle valuation and assessment costs.

Adjust Funding to Reflect Current Requirements

| | |
|--|----------------|
| Other Expenses | 110,000 |
| Total - Special Transportation Fund | 110,000 |

| Account | Governor Revised FY 27 |
|---------|------------------------|
|---------|------------------------|

Background

DMV spends approximately \$1.6 million annually on postage. The agency's budget was last adjusted for postage costs in FY 23 when funding was reduced by \$350,000 in anticipation of lower costs associated with more online transactions.

Governor

Provide funding of \$110,000 in FY 27 to reflect current agency requirements.

Totals

| Budget Components | Governor Revised FY 27 |
|--------------------------------|------------------------|
| Original Appropriation - TF | 77,730,820 |
| Current Services | 588,810 |
| Total Recommended - TF | 78,319,630 |
| Original Appropriation - CRF | 540,135 |
| Total Recommended - CRF | 540,135 |

| Positions | Governor Revised FY 27 |
|--------------------------------|------------------------|
| Original Appropriation - TF | 594 |
| Total Recommended - TF | 594 |
| Original Appropriation - CRF | 7 |
| Total Recommended - CRF | 7 |

Department of Transportation DOT57000

Permanent Full-Time Positions

| Fund | Actual FY 24 | Actual FY 25 | Governor Estimated FY 26 | Original Appropriation FY 27 | Governor Revised FY 27 | Difference Gov- Orig FY 27 | % Diff Gov - Orig FY 27 |
|-----------------------------|-----------------|-----------------|--------------------------------|------------------------------------|------------------------------|----------------------------------|-------------------------------|
| Special Transportation Fund | 3,567 | 3,567 | 3,567 | 3,567 | 3,567 | - | - |

Budget Summary

| Account | Actual FY 24 | Actual FY 25 | Governor Estimated FY 26 | Original Appropriation FY 27 | Governor Revised FY 27 | Difference Gov- Orig FY 27 | % Diff Gov - Orig FY 27 |
|---|--------------------|----------------------|--------------------------------|------------------------------------|------------------------------|----------------------------------|-------------------------------|
| Personal Services | 199,281,277 | 223,464,007 | 236,076,271 | 236,076,271 | 236,076,271 | - | - |
| Other Expenses | 65,814,075 | 67,639,197 | 63,434,586 | 63,434,586 | 63,434,586 | - | - |
| Equipment | 2,102,963 | 2,106,004 | 1,376,329 | 1,376,329 | 2,176,329 | 800,000 | 58.13 |
| Minor Capital Projects | 613,716 | 798,680 | 449,639 | 449,639 | 449,639 | - | - |
| Other Current Expenses | | | | | | | |
| Highway Planning And Research | 4,686,570 | 4,076,169 | 3,060,131 | 3,060,131 | 3,905,131 | 845,000 | 27.61 |
| Rail Operations | 231,583,406 | 283,570,938 | 316,004,297 | 318,803,218 | 338,466,521 | 19,663,303 | 6.17 |
| Bus Operations | 163,507,463 | 292,425,217 | 296,608,656 | 301,407,448 | 310,765,967 | 9,358,519 | 3.10 |
| ADA Para-transit Program | 40,449,546 | 40,449,542 | 51,982,687 | 51,982,687 | 53,535,914 | 1,553,227 | 2.99 |
| Non-ADA Dial-A-Ride Program | 576,361 | 576,361 | 576,361 | 576,361 | 576,361 | - | - |
| Pay-As-You-Go Transportation Projects | 38,908,422 | 41,388,794 | 18,054,208 | 18,054,208 | 18,054,208 | - | - |
| Port Authority | 400,000 | 400,000 | - | - | - | - | n/a |
| Transportation Asset Management | 5,798,832 | 3,003,158 | 3,004,254 | 3,004,254 | 3,004,254 | - | - |
| Other Than Payments to Local Governments | | | | | | | |
| Transportation to Work | 2,370,629 | 2,370,629 | 2,370,629 | 2,370,629 | 2,370,629 | - | - |
| Grant Payments to Local Governments | | | | | | | |
| Town Aid Road Grants - TF | 60,000,000 | 60,000,000 | - | - | - | - | n/a |
| Agency Total - Special Transportation Fund | 816,093,260 | 1,022,268,696 | 992,998,048 | 1,000,595,761 | 1,032,815,810 | 32,220,049 | 3.22 |
| Other Expenses | | | | | | | |
| Other Expenses | 549,991 | 549,962 | 550,000 | 550,000 | 550,000 | - | - |
| Agency Total - Cannabis Regulatory Fund | 549,991 | 549,962 | 550,000 | 550,000 | 550,000 | - | - |
| Total - Appropriated Funds | 816,643,251 | 1,022,818,658 | 993,548,048 | 1,001,145,761 | 1,033,365,810 | 32,220,049 | 3.22 |

| Account | Governor Revised FY 27 |
|---------|------------------------------|
| | |

Policy Revisions

Provide Funding for Bus Fare Reductions for Students and Veterans

| | |
|--|------------------|
| Bus Operations | 2,500,000 |
| Total - Special Transportation Fund | 2,500,000 |

Background

Section 37 of PA 25-65 requires DOT to, among other things, provide reduced bus fare of up to 50% to veterans and people 18 or younger (those under 5 currently ride free). No additional funding was provided in the FY 26 and FY 27 Budget for this requirement and the agency has not yet implemented any new fare discounts for these groups.

| Account | Governor Revised FY 27 |
|---------|------------------------------|
|---------|------------------------------|

The Governor's Recommended Budget provides \$3.5 million related to this requirement: \$2.5 million to DOT for reduced fares for students and veterans (up to 50%) and \$1 million to the Department of Veterans Affairs for free bus passes for veterans.

Governor

Provide funding of \$2,500,000 in FY 27 to support bus fare reductions for students and veterans.

Current Services

Adjust Funding for Rail Operations to Reflect Revenue and Spending Projections

| | |
|--|-------------------|
| Rail Operations | 19,663,303 |
| Total - Special Transportation Fund | 19,663,303 |

Background

The Rail Operations account is used to fund state subsidies related to the New Haven Line, Shore Line East, and Hartford Line.

The Governor's Recommended Budget adjusts this account to reflect current revenue and spending trends and to maintain current service levels. One notable adjustment within this item of the Governor's Recommended Budget is projected savings of \$8.8 million based on using diesel engines between New Haven and New London on Shore Line East (which is currently all electric). This initiative partly offsets various other adjustments within the Rail Operations account.

Governor

Provide funding of \$19,663,303 in FY 27 to reflect current revenue and spending projections.

Adjust Funding for Bus Operations to Reflect Revenue and Spending Projections

| | |
|--|------------------|
| Bus Operations | 6,858,519 |
| Total - Special Transportation Fund | 6,858,519 |

Background

The Bus Operations account represents the state's operating subsidy for bus services including CTtransit, express bus services, microtransit, and services provided by transit districts. This account also funds the State Matching Grant Program for municipal dial-a-ride services. The Governor's Recommended Budget adjusts this account to reflect current revenue and spending trends and to maintain current service levels.

Governor

Provide funding of \$6,858,519 in FY 27 to reflect current revenue and spending projections.

Adjust Funding for ADA Paratransit Services to Reflect Revenue and Spending Projections

| | |
|--|------------------|
| ADA Para-transit Program | 1,553,227 |
| Total - Special Transportation Fund | 1,553,227 |

Background

The ADA Paratransit Program is designed to meet the ADA service criteria established by the federal government to provide transportation accessibility services in all areas with local fixed transit routes. Services must be provided within $\frac{3}{4}$ of a mile of a fixed bus route or rail station, at the same hours and days, for no more than twice the regular fixed route fare, and individuals must be found eligible by a Connecticut regional ADA service provider.

Governor

Provide funding of \$1,553,227 in FY 27 to reflect current revenue and spending projections.

Adjust Research Funding to Reflect Current Requirements

| | |
|--|----------------|
| Highway Planning And Research | 845,000 |
| Total - Special Transportation Fund | 845,000 |

Background

DOT's Highway Planning and Research account provides the state match to federal planning and research program funding.

Governor

Provide funding of \$845,000 in FY 27 to reflect current agency requirements.

| Account | Governor Revised FY 27 |
|---------|------------------------------|
|---------|------------------------------|

Adjust Equipment Funding to Reflect Current Requirements

| | |
|--|----------------|
| Equipment | 800,000 |
| Total - Special Transportation Fund | 800,000 |

Background

DOT's equipment account funds various purchases including for information technology, materials testing, surveying, facilities services, traffic monitoring, and bridge safety, among other things.

Governor

Provide funding of \$800,000 in FY 27 to reflect current agency requirements.

Totals

| Budget Components | Governor Revised FY 27 |
|---------------------------------|------------------------------|
| Original Appropriation - TF | 1,000,595,761 |
| Policy Revisions | 2,500,000 |
| Current Services | 29,720,049 |
| Total Recommended - TF | 1,032,815,810 |
| Original Appropriation - CRF | 550,000 |
| Total Recommended - CRF | 550,000 |

| Positions | Governor Revised FY 27 |
|-------------------------------|------------------------------|
| Original Appropriation - TF | 3,567 |
| Total Recommended - TF | 3,567 |