APPENDIX D. Revised FY 25 – FY 27 Spending Cap Calculations

In Millions of Dollars

Item	Revised FY 25	FY 26	FY 27
Total All Appropriated Funds - Prior Year	**25,175.3**	**26,177.0**	**27,180.5**
Base Adjustments			
Town Aid Road shift to bonding	-	(60.0)	-
Cannabis Social Equity & Innovation Fund off-budget	-	(10.2)	-
Shift Excess Cost Student-Based funding (SA 25-1) on-budget	-	40.0	-
Extraordinary spending[1]	-	-	-
Prior Year Appropriations	**25,175.3**	**26,146.8**	**27,180.5**
Less Prior Year "Non-Capped" Expenditures			
Debt Service	3,461.5	3,545.5	3,424.3
Teachers' Retirement System (TRS) unfunded liability[2]	1,280.8	1,284.4	-
Appropriation of Federal Funds	1,866.1	2,043.7	1,978.9
Prior Year "Non-Capped" Expenditures	6,608.4	6,873.6	5,403.2
Total "capped" expenditures	18,566.8	19,273.2	21,777.3
Times the 5-year compound growth in personal income (calendar year basis) or 12-month increase in Core CPI-U	4.0%	5.1%	5.4%
= Allowable "capped" growth	736.1	984.2	1,179.8
Allowable Capped Expenditures	**19,302.9**	**20,257.5**	**22,957.2**
Plus Current Year "Non-Capped" Expenditures			
Debt Service	3,545.5	3,424.3	3,617.4
TRS unfunded liability	1,284.4	1,511.5	-
Federal mandates and court orders (new funding)	0.5	9.1	0.8
State match to federal funds (new funding)	-	-	-
Appropriation of federal funds	2,043.7	1,978.9	2,129.6
Current Year "Non-Capped" Expenditures	**6,874.1**	**6,923.8**	**5,747.8**
Expenditures Allowed Under the Cap	26,177.0	27,181.2	28,704.9
Appropriation for this year[3,4]	26,460.6	27,180.5	28,635.1
TOTAL OVER/(UNDER) THE SPENDING CAP	**283.5**	**(0.7)**	**(69.8)**
Governor's Extraordinary Circumstances Declaration[1]	(284.0)	-	-
REVISED TOTAL OVER/(UNDER) THE SPENDING CAP	**(0.5)**	**(0.7)**	**(69.8)**

[1]Per Governor Declaration of Extraordinary Circumstances dated May 19, 2025, $284 million in allowable amounts over the cap are authorized in FY 25 but are not carried forward into the FY 26 base.
[2]FY 27 rebased to reflect TRS payments included under the cap beginning that fiscal year.
[3]FY 25 reflects deficiency appropriations contained in PA 25-12, *An Act Concerning Deficiency Appropriations For The Fiscal Year Ending June 30, 2025, And Compensation Paid To Injured Employees And The Parents Of A Deceased Employee Under The Workers' Compensation Act*.
[4]FY 26 includes $169,000 appropriation contained in section 1 of PA 25-95, *An Act Concerning Assorted Proposals To Recognize And Honor The Military Service Of Members Of The Armed Forces And Veterans In Connecticut* (in addition to the appropriations contained in PA 25-168, the FY 26 and FY 27 Budget).