

PART IV. CAPITAL BUDGET

Summary

PA 26-68, the FY 27 Revised Budget, increases General Obligation (GO) bond authorizations by a net total of \$648.8 million (\$618.8 effective in FY 27 and \$30 million effective upon passage). Including prior authorizations becoming effective in FY 27, the net total effective GO bond authorization for FY 27 is \$4.2 billion.

The FY 27 Revised Budget also authorizes an additional \$9 million of Special Tax Obligation (STO) bonds, which are backed by the Special Transportation Fund, in FY 27. Including prior authorizations becoming effective in FY 27, the net total effective STO bond authorization for FY 27 is \$1.6 billion.

Table 4.1 FY 27 Changes to GO and STO Bond Authorizations

In Millions of Dollars

Description	FY 27
General Obligation (GO) Bonds	
New/Increased Authorizations	873.9*
Reductions to Prior FY 27 Authorizations	(255.1)
NET CHANGE	618.8
Prior Authorizations	3,627.7
NET EFFECTIVE AUTHORIZATIONS	4,246.5
<i>*Does not include \$30 million effective upon passage</i>	
Special Tax Obligation (STO) Bonds	
New/Increased Authorizations	9.0
Prior Authorizations	1,581.0
NET EFFECTIVE AUTHORIZATIONS	1,590.0

Statutory Debt Limit

The State Treasurer estimates General Fund indebtedness at the start of FY 27 to be \$30.4 billion as of July 1, 2026. Based on revenue estimates adopted by the Finance, Revenue and Bonding Committee during the 2026 legislative session, General Fund indebtedness, including changes contained in the FY 27 Revised Budget, equals 84.2% of the statutory limit, approximately \$2,096.2 million below the 90% threshold.

If the 90% threshold is reached, CGS Sec. 2-27b requires the Governor to review bond authorizations with no incurred obligations and recommend repeal priorities to the Finance, Revenue and Bonding Committee. The committee would then consider the recommendations and propose any necessary legislation to repeal the authorizations.

[The Certificate of State Indebtedness](#) issued by the Office of the State Treasurer on July 1, 2026, reported the following:

Table 4.2 FY 27 GO Bonds Debt Limit Metrics

In Millions of Dollars

Certificate of State Indebtedness	Amount
Debt Limit ⁸	36,152.8
Net General Obligation bond indebtedness	30,441.4
Net indebtedness as a percent of debt limit	84.2%
Capacity remaining before 90% threshold	2,096.2

Table 4.3 PA 26-68 New Bond Authorizations, by Agency

Section	Agency/Program	FY 27 \$
General Obligation Bonds		
Connecticut Higher Education Supplemental Loan Authority		
341	Supplemental Graduate Loan Program	30,000,000
<i>Note: Bonds effective from passage for this program</i>		
Connecticut State Colleges and Universities		
290(f)	Naugatuck Valley Community College: Construction of Kinney Hall	63,200,000
Department of Administrative Services		
290(a)	Site acquisition, planning activities and construction costs to replace the current fleet garage in Wethersfield	20,000,000
Department of Children and Families		
290(e)	Internet web site with a public, online dashboard to provide real-time information concerning the department's state-wide program of services described in section 17a-3 of the general statutes	1,500,000
Department of Education		
297(c)	Grants-in-aid to the American School for the Deaf for alterations, renovations and improvements to the buildings and grounds	2,000,000
Department of Economic and Community Development		
297(a)(1)	Grants-in-aid to municipalities and nonprofit providers of human or social services for capital expenditure projects to place or maintain war or veterans' memorials or monuments	2,000,000
297(a)(2)	Grant-in-aid to the town of East Haven for costs associated with the planning, design, acquisition, construction, reconstruction, renovation, expansion, improvement, furnishing and equipping one or more public safety facilities, including, but not limited to, the construction of one or more new facilities or the acquisition, renovation, conversion or improvement of one or more existing buildings for use as public safety facilities, together with any related site acquisition, site preparation, utilities, infrastructure improvements and appurtenances	40,000,000
297(a)(3)	Grant-in-aid to the town of East Haven to support infrastructure, transportation, traffic safety, environmental remediation or other public improvement projects located on the East Haven shoreline and in the neighborhood areas adjacent to Tweed-New Haven Airport, including, but not limited to, roadway and pedestrian safety improvements, stormwater and drainage infrastructure, streetscape enhancements, environmental mitigation projects and related public infrastructure improvements for the benefit of residents, businesses and visitors to said shoreline and neighborhoods	5,000,000

⁸The debt limit is calculated as 1.6 times estimated General Fund tax receipts. The Finance, Revenue and Bonding Committee estimated FY 27 General Fund net tax receipts at \$22,595.5 million.

Section	Agency/Program	FY 27 \$
297(a)(4)	Grant-in-aid to the Tweed-New Haven Airport Authority for the design, construction, reconstruction and improvement of external roads servicing the Tweed-New Haven Airport and for property acquisition, easements or other real property interests necessary to facilitate ingress and egress to such airport, but not including the construction of a new passenger terminal facility, new parking spaces, access from any new parking spaces to Proto Drive in the town of East Haven or any connections to South End Road in said town	5,000,000
297(a)(5)	Grant-in-aid to the city of New Haven to support infrastructure, transportation, traffic safety, environmental remediation or other public improvement projects located in the East Shore and Annex neighborhoods of said city, including, but not limited to, roadway and pedestrian safety improvements, stormwater and drainage infrastructure, streetscape enhancements, environmental mitigation projects and related public infrastructure improvements for the benefit of residents, businesses and visitors to said neighborhoods	5,000,000
352	For the purpose of supporting tuition for medical students at the Frank H. Netter MD School of Medicine at Quinnipiac University	20,000,000
Department of Energy and Environmental Protection		
290(d)	Natural diversity data base mapping enhancements and other information technology resources to streamline the department's permitting and environmental review processes	5,000,000
Department of Emergency Services and Public Protection		
290(b)	Purchase, construction and maintenance of a new mesonet system	1,500,000
Department of Correction		
290(c)(1)	Security upgrades, including, but not limited to, new doors, information technology upgrades, security cameras and other work to ensure the safety of the department's employees and inmates	10,000,000
290(c)(2)	Electronic health records systems, including digital medical care request systems, devices and access points	10,000,000
Office of Policy and Management		
297(b)	Grants-in-aid to municipalities for the purchase of nonlethal equipment and crisis response tools for municipal police departments to use for mental health crisis responses	5,000,000
354	For the purpose of providing a grant-in-aid to the town of Hamden, provided the mayor of the town of Hamden appears before the Municipal Finance Advisory Commission	10,000,000
Technical Education and Career System		
290(g)(1)	Design and construction of Vinal Technical High School	50,000,000
290(g)(2)	A new technology center	70,000,000

Table 4.4 PA 26-68 Changes to Pending FY 27 Authorizations, by Agency

Section	Authorization	Program	Prior FY 27 Amount \$	Change \$	Revised FY 27 Amount \$
General Obligation Bonds					
Connecticut Municipal Development Authority					
323	23-205 92	For the purpose of capitalization	30,000,000	25,000,000	55,000,000
Department of Administrative Services					
304	10-287d	School Construction	550,000,000	50,000,000	600,000,000
331	25-174 21(c)(2)	For the purchase of equipment, minor improvements and	16,000,000	32,000,000	48,000,000

Section	Authorization	Program	Prior FY 27 Amount \$	Change \$	Revised FY 27 Amount \$
		other associated costs for a new data center			
Department of Developmental Services					
332	25-174 21(i)	Fire, safety and environmental improvements at all state-owned facilities	7,000,000	5,000,000	12,000,000
Office of Policy and Management					
336	25-174 55	Grants for Municipal Purposes	150,000,000	2,000,000	152,000,000
University of Connecticut					
306	10a-109d	UConn 2000	192,000,000	250,100,000	442,100,000
University of Connecticut Health Center					
333	25-174 21(l)(1)	System telecommunications infrastructure upgrades, improvements and expansions	3,000,000	(3,000,000)	-
333	25-174 21(l)(2)	Equipment, library collections and telecommunications	10,000,000	(10,000,000)	-
333	25-174 21(l)(3)	Deferred maintenance, code compliance and infrastructure improvements	30,000,000	(30,000,000)	-

Special Tax Obligation Bonds					
Department of Transportation					
335	25-174 46(c)	Departmental Facilities	127,060,000	9,000,000	136,060,000

Table 4.5 PA 26-68 Changes to Outstanding Authorizations, by Agency

Section	Authorization Reference	Agency/Program	Prior Amount \$	Change \$	Revised Amount \$
General Obligation Bonds					
Office of the Chief Medical Examiner					
316	23-205 2(j)	For design, alteration, renovation, additions and construction of facilities for the Office of the Chief Medical Examiner, including land acquisition	28,000,000	34,600,000	62,600,000

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Section	Authorization Reference	Agency/Program	Prior Amount \$	Change \$	Revised Amount \$
Office of Policy and Management					
311	22-118 307(b)	State matching funds for projects and programs allowed under the Infrastructure Investment and Jobs Act or the Inflation Reduction Act of 2022	75,000,000	(75,000,000)	-
University of Connecticut					
305	10a-110n	Program to facilitate recruitment of eminent faculty and research staff	46,100,000	(46,100,000)	-
328	25-174 2(t)(2)	Improvements to digital learning infrastructure at a regional campus	3,000,000	(3,000,000)	-
University of Connecticut Health Center					
317	23-205 2(n)(1)	Deferred maintenance, code compliance and infrastructure improvements	30,000,000	(30,000,000)	-
321	23-205 21(k)(1)	Deferred maintenance, code compliance and infrastructure improvements	30,000,000	(30,000,000)	-
327	25-174 2(o)(1)	System telecommunications infrastructure upgrades, improvements and expansions	3,000,000	(3,000,000)	-
327	25-174 2(o)(2)	Equipment, library collections and telecommunications	25,000,000	(25,000,000)	-
Technical Education and Career System					
326	25-174 2(n)(3)	For the design and construction of a new Windham Technical High School	113,705,019	150,000,000	263,705,019