



Connecticut Department of Energy and Environmental Protection



Fiscal Year 2017 Budget Overview

July 18, 2016

DEEP Commissioner Rob Klee

Presentation to Environment Committee



Connecticut Department of Energy and Environmental Protection

DEEP: What We Do

Environmental Quality

- Protect human health and the environment by ensuring the quality of air, waters, lands

Environmental Conservation

- Protect and enhance natural resources and provide outdoor recreation opportunities

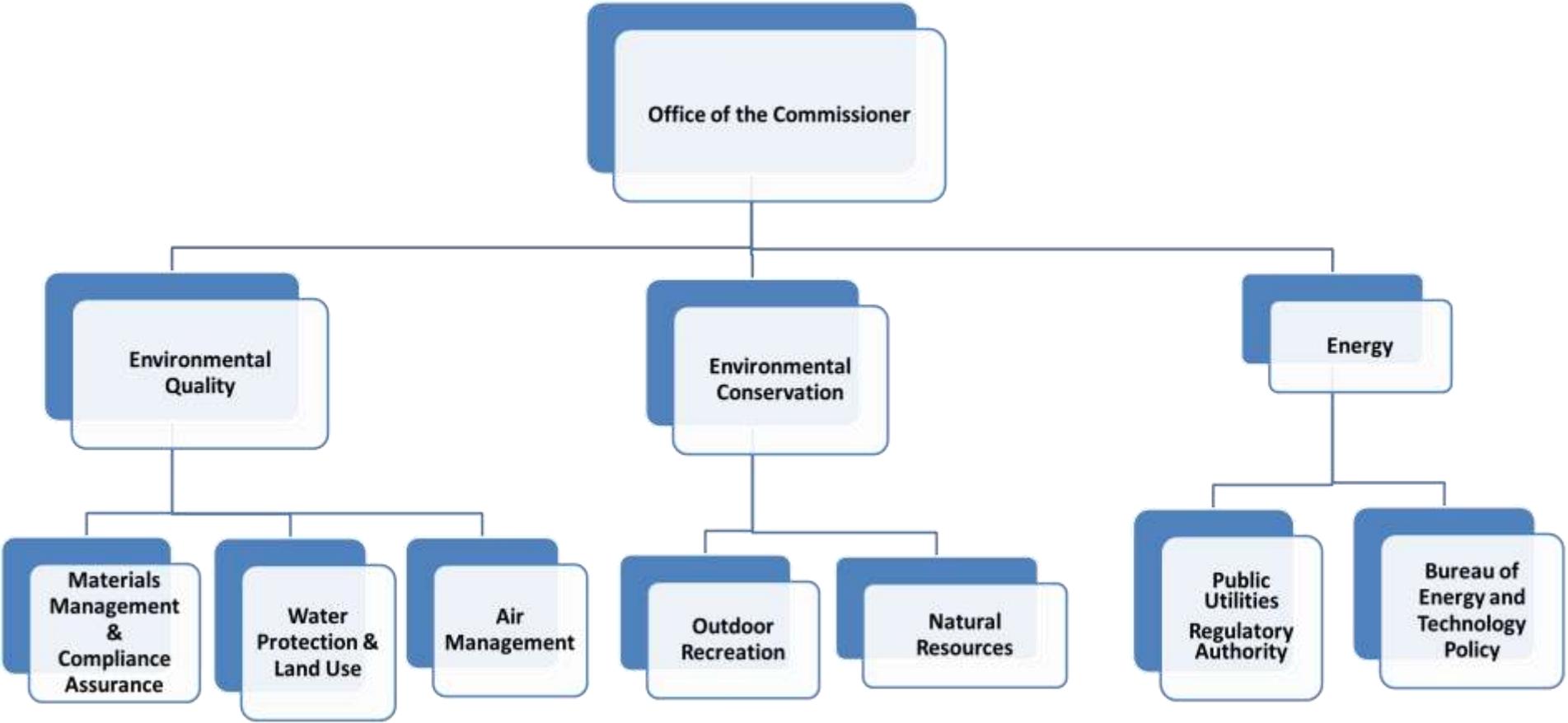
Energy

- Bring cheaper, cleaner, and more reliable power to families and businesses

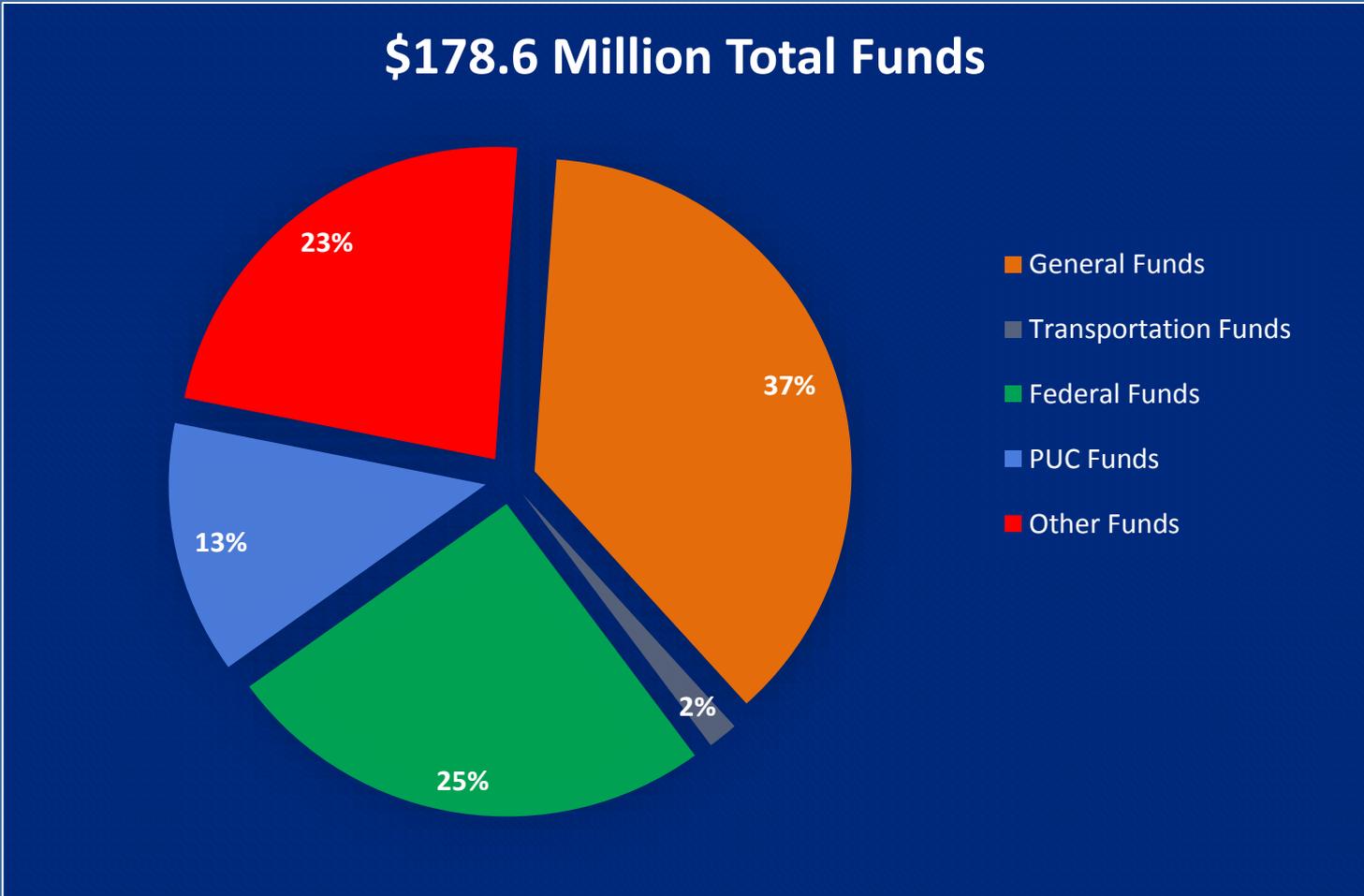


How We Are Structured

Connecticut Department of Energy & Environmental Protection



DEEP Funding Sources: FY 16 Actual



Funding History

| Fiscal Year | GENERAL FUNDS | TRANSPORTATION FUNDS | FEDERAL FUNDS | PUC FUNDS | OTHER FUNDS | TOTAL FUNDS |
|-------------|-------------------------|----------------------|---------------|------------|-------------|-------------|
| 06-07 | 36,391,410 | | 28,037,584 | | 72,672,389 | 137,101,383 |
| 07-08 | 39,802,773 | | 30,388,173 | | 80,166,256 | 150,357,202 |
| 08-09 | 38,887,492 | | 32,119,953 | | 94,985,180 | 165,992,625 |
| 09-10 | 69,021,669 | | 39,315,942 | | 35,079,177 | 143,416,788 |
| 10-11 | 71,200,039 | | 39,342,053 | | 41,076,100 | 151,618,192 |
| 11-12 | 71,436,728 | | 68,116,199 | 19,949,451 | 46,128,859 | 205,631,237 |
| 12-13 | 66,301,663 | | 48,720,226 | 19,656,541 | 57,139,948 | 191,818,377 |
| 13-14 | 71,199,186 | | 44,249,666 | 22,767,448 | 40,449,750 | 178,666,051 |
| 14-15* | 70,843,793 | | 40,213,607 | 20,948,189 | 48,466,026 | 180,471,616 |
| 15-16 * | 66,514,165 | 2,743,313 | 45,000,000 | 23,379,968 | 41,000,000 | 178,637,446 |
| | | | | | | |
| | | | | | | |
| | * CRRA Responsibilities | | | | | |
| | * Legislative Earmarks | | | | | |



Staffing History

| FISCAL YEAR | Total | GF | Trans Fund | Federal | Other Funds | Net Change |
|---|-------|-----|------------|---------|-------------|-------------|
| 07-08 | 1012 | 356 | | 209 | 447 | |
| 08-09 | 1007 | 343 | | 209 | 455 | -5 |
| 09-10 | 942 | 633 | | 203 | 106 | -65 |
| 10-11 | 936 | 629 | | 196 | 111 | -6 |
| 11-12 | 907 | 634 | | 191 | 82 | -29 |
| 12-13 | 869 | 599 | | 187 | 83 | -38 |
| 13-14 | 852 | 599 | | 174 | 79 | -17 |
| 14-15 | 836 | 594 | | 164 | 78 | -16 |
| 15-16 | 809 | 541 | 28 | 163 | 77 | -27 |
| | | | | | | -203 |
| Does not include Energy- PUC Funds | | | | | | |



FY 16: General Fund Budget Reductions

| | | | <u>FY 16 GF</u> <u>Reductions</u> | | | |
|-------------------------------------|--|--|--------------------------------------|---------------|--|---------------|
| <u>Orig. Approp</u> | | | | | | \$ 70,826,549 |
| Holdbacks | | | (\$1,220,654) | -1.72% | | \$69,605,895 |
| Deficit Mitigation Plan PA 15-1 DSS | | | (\$832,288) | -1.18% | | |
| Add Savings PA 15-1 DSS (1% Max) | | | (\$667,977) | -0.94% | | |
| Deficit Mitigation Plan PA 16-1 | | | <u>(\$1,591,465)</u> | <u>-0.94%</u> | | |
| | | | | | | |
| | | | (\$4,312,384) | -4.78% | | |
| | | | | | | |
| <u>Net Appropriations</u> | | | | | | \$ 66,514,165 |



FY 17: General Fund Reductions

| FY 17 GF Reductions Based on Final Budget plus holdbacks-B1a | | | | |
|--|--------------------|--|-------------------------------|--|
| | 71,360,584 | Original Approp | | |
| | <u>(7,491,527)</u> | | | |
| | 63,869,057 | GF Approp | | |
| | (638,682) | Holdback (Executive Branch Savings Target-\$60M) | | |
| | (1,214,085) | Holdback (Executive Branch Savings Target-\$90M) | | |
| | 62,016,290 | B-1a Total | | |
| | (531,950) | Less:New Programs/Earmarks | \$400,000 Old State House | |
| | | | \$94,250 West River Watershed | |
| -13.84% | 61,484,340 | Net Approp | \$37,700 New London 4-H | |
| | (9,876,244) | GF Reduction | | |



General Fund Budget Reduction Targets

| | DEEP GF Budget Distribution - All Costs | Seasonals, OE- Fixed, Discretionary Distribution | Distribution of \$9.876M Reduction (other than Perm. FT Salaries) | Distribution of \$9.876M Reduction (using Commissioner Targets) | |
|-----------------------|--|---|--|--|------------------------|
| GF Support | | | | | |
| EC Programs | 38.58% | 64.59% | (6,379,102) | (2,800,000) | |
| EQ Programs | 35.58% | 17.69% | (1,746,903) | (1,950,000) | |
| BCS & Comm | 25.84% | 17.72% | (1,750,240) | (1,300,000) | |
| | | | (9,876,244) | (6,050,000) | |
| | | | | (3,826,244) | Vacancy Savings |
| Savings Target | (9,876,244) | | | (9,876,244) | Savings Target |



GF Budget Reduction Targets By Bureau

| | | |
|--|---------------------------------|----------------------|
| Savings Target - FY 17 | | (\$9,876,244) |
| <u>Environmental Quality</u> | <u>Reduction Targets</u> | |
| AIR | (\$650,000) | |
| MMCA | (\$650,000) | |
| WPLR | (\$650,000) | |
| | (\$1,950,000) | |
| <u>Environmental Conservation</u> | | |
| BNR | (800,000) | |
| BOR | (2,000,000) | |
| | (\$2,800,000) | |
| BCS | (1,000,000) | |
| COMM | (300,000) | |
| | (\$1,300,000) | |
| Grand Total | | (6,050,000) |
| Vacancy Savings | | (\$3,826,244) |



Agency Wide Spending Reductions

Reduce overtime costs

Impact: Slower response time, greater reliance on alternate responders – state and local police and fire – more time required for some permit reviews and lower risk enforcement actions.

Realign staff to address critical vacancies and focus resources on highest priorities

Impact: Reduced resources for lower priorities, slower review and response times, disinvestment in some areas

Reduce community presence

Impact: Less ability to attend community meetings, especially evenings



Agency Wide Spending Reductions

- Maximize use of non-appropriated funds
- Reduce operating expenses – vehicles, travel, cell phones
- Continue investments in LEAN, energy efficiency, information technology to further reduce operating costs.



Spending Reductions – Environmental Quality

- Focus field presence on highest priority needs
- Longer review times for permit applications, report reviews and information requests
- Ambient monitoring and compliance assistance activities will be reduced



Spending Reductions – Environmental Conservation

Bureau of Outdoor Recreation

- Eliminate \$1.8 million in state park operating costs by shortening days and times some parks are open, reducing number of campgrounds available, reducing lifeguard presence, cutting back maintenance
- Reduce overtime for EnCon Police and reduce hours for seasonal EnCon officers after Labor Day

Bureau of Natural Resources

- Reduce fish production by limiting operations of the Kensington fish hatchery
- Reduce seasonal staff and overtime

