

State of Connecticut

DENISE L. NAPIER
TREASURER



January 2, 2019

Hartford

Joint Committee on Finance, Revenue and Bonding:

The Honorable John W. Fonfara, Senate Co-Chair
The Honorable L. Scott Frantz, Senate Co-Chair
The Honorable Jason Rojas, House Co-Chair
The Honorable Christopher Davis, House Ranking Member

Appropriations Committee:

The Honorable Paul M. Formica, Senate Co-Chair
The Honorable Catherine A. Osten, Senate Co-Chair
The Honorable Toni E. Walker, House Co-Chair
The Honorable Melissa Ziobron, House Ranking Member

Legislative Office Building
Hartford, CT 06106

Dear Mmes. and Messrs.:

Pursuant to Section 3-37(b) of the general statutes, please find attached the monthly report for November 2018, which provides information regarding the State's cash position and bonding activity.

With this being my final report on cash balances, I am pleased to report that the State's cash levels continue to run at historical highs for their respective points in the year. November's cash balances were very strong. As of December 29, 2018, total available cash equaled \$4.4 billion and the common cash pool totaled \$2.9 billion. No temporary transfers from bond proceeds investment accounts have been made since December 2017.

As always, my office will keep you up to date on issues concerning cash flow and bonding programs. In the meantime, should you have any questions, please feel free to call.

It has been an honor and privilege serving as State Treasurer for the past two decades.

Sincerely,

A handwritten signature in blue ink that reads "Denise".

Denise L. Nappier
State Treasurer

Attachment

cc: The Honorable Dannel P. Malloy, Governor
Mr. Neil Ayers, Director, Office of Fiscal Analysis
Mr. Michael Murphy, Section Chief, Office of Fiscal Analysis
Mr. Eric M. Gray, Principal Analyst, Office of Fiscal Analysis

State of Connecticut - Office of the Treasurer
Monthly Report Prepared Pursuant to CGS Section 3-37 (b)
Report for the Month of November 2018, dated January 2, 2019 (Revised)
(in millions)

<u>Week Ending Available Cash Balance</u>	<u>November 3, 2018</u>		<u>November 10, 2018</u>		<u>November 17, 2018</u>		<u>November 24, 2018</u>		<u>December 1, 2018</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Common Cash Pool ⁽¹⁾	\$2,017.7	54.6%	\$1,881.0	52.2%	\$1,697.4	49.9%	\$1,804.8	52.1%	\$1,712.2	51.0%
GO Bond STIF Accounts ⁽²⁾	\$647.7	17.5%	\$641.1	17.8%	\$625.9	18.4%	\$599.0	17.3%	\$599.0	17.9%
STO Bond STIF Accounts	\$813.1	22.0%	\$779.2	21.6%	\$755.9	22.2%	\$745.6	21.5%	\$727.1	21.7%
Clean Water Bond STIF Accounts	\$0.2	0.0%	\$0.2	0.0%	\$0.2	0.0%	\$0.2	0.0%	\$0.2	0.0%
Special Transportation Fund STIF Account	\$179.4	4.9%	\$263.4	7.3%	\$286.3	8.4%	\$278.9	8.0%	\$279.4	8.3%
Misc. STIF Accounts	\$36.6	1.0%	\$36.6	1.0%	\$36.6	1.1%	\$36.6	1.1%	\$36.6	1.1%
Total Available Cash*	\$3,694.6	100.0%	\$3,601.5	100.0%	\$3,402.3	100.0%	\$3,465.0	100.0%	\$3,354.6	100.0%

(1) The Common Cash Pool includes operating cash and the Budget Reserve Fund.
(2) No proceeds from bond investment accounts were temporarily transferred to and from the Common Cash Pool during November and December 2018.
STIF = Short-Term Investment Fund

<u>Components of Common Cash Pool⁽³⁾</u>	<u>November 3, 2018</u>		<u>November 10, 2018</u>		<u>November 17, 2018</u>		<u>November 24, 2018</u>		<u>December 1, 2018</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Short-Term Investment Fund	\$452.1		\$308.5		\$124.0		\$243.8		\$133.8	
Short-Term Investment Fund Plus	\$0.0		\$0.0		\$0.0		\$0.0		\$0.0	
Extended Investment Portfolio	\$1,484.0		\$1,484.0		\$1,484.0		\$1,484.0		\$1,496.8	
Community Bank & Credit Union Initiative	\$23.8		\$23.8		\$21.8		\$21.8		\$21.8	
Bank Concentration Accounts	\$57.8		\$64.7		\$67.5		\$55.2		\$59.8	
Total Common Cash Pool*	\$2,017.7		\$1,881.0		\$1,697.4		\$1,804.8		\$1,712.2	

(3) Balances are allocated daily between investment and bank options based on relative interest and earnings credit rates and projected cash flows.

<u>Authorized and Unissued Bonding by Program as of November 30, 2018</u>	<u>Authorized by Legislature but Unissued</u>		<u>Authorized by Bond Commission but Unissued</u>		<u>2019 Fiscal Year To Date Issuance</u>		<u>New Bond Issuance Assumptions For the Balance of 2019 Fiscal Year</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
<u>Bonding Program</u>								
General Obligation	\$5,420.5		\$3,270.5		\$250.0 ⁽⁴⁾		\$1,650.0	
Special Tax Obligation	\$5,380.4		\$3,779.4		\$750.0		\$0.0	
Clean Water Fund	\$1,667.5		\$933.4		\$0.0		\$250.0	
UConn 2000 Program	\$202.4		\$202.4		\$0.0		\$200.0	
Total	\$12,670.8		\$8,185.7		\$1,000.0		\$2,100.0	

(4) Refunding bonds and certain GO bonds for transportation projects are now exempt from the bond issuance cap, consistent with the November 21, 2018 Attorney General opinion.
* Details may not add due to rounding.