

DENISE L. NAPPIER
TREASURER

State of Connecticut
Office of the Treasurer

July 1, 2018

The Honorable Dannel P. Malloy
Governor
State Capitol
Hartford, CT 06106


Dear Governor Malloy:

Pursuant to C.G.S. 3-21 and C.G.S. 2-27b, this office is required to compute as of July 1, 2018, the aggregate amount of indebtedness payable from general fund tax receipts and whether it is less than ninety percent of the debt limit as set forth in said sections. Should the ninety percent of the limit be reached, C.G.S. 3-21 requires certain actions to be taken by the Governor.

Under C.G.S. 3-21, the aggregate amount of indebtedness comprises the total amount of indebtedness authorized by the General Assembly but not yet issued, and the total amount of indebtedness which has been issued and remains outstanding, subject to certain adjustments. Also pursuant to said section, the debt limit is set forth as 1.6 times the total general fund tax receipts for the fiscal year in which any such authorization will become effective, as estimated for such fiscal year by the Joint Standing Committee on Finance, Revenue and Bonding of the General Assembly in accordance with C.G.S. 2-35.

Attached please find the certificate as to the aggregate amount of indebtedness.

Sincerely,


Denise L. Nappier
Treasurer

Attachment

cc: The Honorable Martin M. Looney, President Pro Tempore, State Senate
The Honorable Leonard A. Fasano, Republican President Pro Tempore, State Senate
The Honorable Joe Aresimowicz, Speaker of the House
The Honorable Bob Duff, Majority Leader, State Senate
The Honorable Matthew D. Ritter, Majority Leader, House of Representatives
The Honorable Themis Klarides, Minority Leader, House of Representatives
The Honorable John W. Fonfara, Co-Chair; Joint Committee on Finance, Revenue & Bonding; State Senate
The Honorable L. Scott Frantz, Co-Chair; Joint Committee on Finance, Revenue & Bonding; State Senate
The Honorable Jason Rojas, Co-Chair; Joint Committee on Finance, Revenue & Bonding; House of Representatives
The Honorable Christopher Davis, House Ranking Member; Finance, Revenue & Bonding; House of Representatives
The Honorable Carlo Leone, Vice Chair; Joint Committee on Finance, Revenue & Bonding; State Senate
The Honorable Toni Boucher, Vice Chair; Joint Committee on Finance, Revenue & Bonding; State Senate
The Honorable Josh Elliott, Vice Chair; Joint Committee on Finance, Revenue & Bonding; House of Representatives
The Honorable Brandon L. McGee, Vice Chair; Joint Committee on Finance, Revenue & Bonding; House of Representatives
The Honorable Patricia Billie Miller, Co-Chair, General Bonding Subcommittee
The Honorable Michael McLachlan, Co-Chair, General Bonding Subcommittee
Mr. Eric Gray, Principal Budget Specialist, Office of Fiscal Analysis
Mr. Steven Kitowicz, Principal Budget Specialist, Office of Policy & Management

Office of the State Treasurer
Debt Management Division
Certificate of Indebtedness Calculation
As of July 1, 2018

<u>Authorized and Unissued as of 10/31/2017</u>	\$ 6,325,180,612.15	Note 1
Add:		
PA 17-178 effective 7/1/2018	182,000,000.00	
Correction of cancellation from PA 17-2	4,000,000.00	
PA 17-2 Authorizations effective 7/1/18	1,295,496,250.00	
PA 95-230 UConn 2000 effective 7/1/18	200,000,000.00	
PA 07-7 CSUS 2020 effective 7/1/18	95,000,000.00	
PA 11-2 BioScience effective 7/1/18	12,525,000.00	
PA 13-239 BioScience Innovation Fund effective 7/1/18	15,000,000.00	
Less:		
PA 17-178 cancellations effective 7/1/2018	(406,334,200.00)	
Cancellation of DOC Energy Lease effective 1/11/18	(50,000,000.00)	
GO Issuance FY18	(1,500,000,000.00)	
UConn Issuance FY18	(300,000,000.00)	
Total Authorized and Unissued as of 07/01/2018	5,872,867,662.15	
General Obligation - Tax Supported Outstanding	14,594,908,503.00	
Total General Obligation Bonds - Outstanding	14,594,908,503.00	
<u>Add: Other Indebtedness Guarantees</u>		
UConn 2000 Bonds Outstanding	1,661,785,000.00	
Southeastern CT Water Authority	855,000.00	
Hartford Contract Assistance	531,560,000.00	
Other Indebtedness Total	2,194,200,000.00	
Total Outstanding Bonds, Notes & Indebtedness	16,789,108,503.00	
<u>Gross Indebtedness</u>	22,661,976,165.15	
Less: Funds Available to Pay Net Obligations	-	
Net Indebtedness	22,661,976,165.15	
<u>Calculation of Debt Incurring Margin</u>		
Total General Fund Tax Receipts	15,862,300,000.00	Note 2
Multiplier	1.6	
Debt Limit	25,379,680,000.00	
Net Indebtedness & Percentage of Debt Limit	22,661,976,165.15	89.29%
Debt Incurring Margin	2,717,703,834.85	
90% of the Debt Limit	22,841,712,000.00	
Actual Net Indebtedness	22,661,976,165.15	
Capacity Remaining Before 90% of the Debt Limit	\$ 179,735,834.85	

- 1) Does not include Tax Incremental Financings, Special Transportation Bonds, Bradley Airport Bonds, Clean Water Fund Revenue Bonds, and Taxable Teachers' Retirement Funds Bonds. Includes Juvenile Training Facility Certificates of Participation and GAAP Conversion Bonds.
- 2) Finance Revenue and Bonding Committee Adopted Revenues as of May 9, 2018

CERTIFICATE OF AGGREGATE AMOUNT OF INDEBTEDNESS

The undersigned, DENISE L. NAPPIER, Treasurer of the State of Connecticut, HEREBY CERTIFIES, that:

1. This certificate is made in accordance with Section 3-21 of the General Statutes, as amended.

2. The total General Fund tax receipts of the State of Connecticut during the fiscal year of said State ending June 30, 2019, as estimated by the Joint Standing Committee on Finance, Revenue and Bonding of the General Assembly of the State, is \$15,862,300,000.00.

3. At the date and time of execution of this certificate, the debt limit prescribed by Section 3-21 of the General Statutes of Connecticut on the aggregate amount of the indebtedness, calculated as 1.6 times the estimated total General Fund tax receipts as listed above, is \$25,379,680,000.00.

4. As of July 1, 2018, the aggregate amount of authorized and unissued, and issued and outstanding indebtedness of the State of Connecticut subject to the limit prescribed by Section 3-21 of the General Statutes of Connecticut, is \$22,661,976,165.15

5. As of July 1, 2018, the aggregate amount of net indebtedness so computed is 89.29% of the debt limit. As set forth in said section, should the aggregate amount of net indebtedness reach ninety per cent of the debt limit, certain actions are required to be taken by the Governor's Office.

IN WITNESS WHEREOF, this certificate is made and dated as of
July 1, 2018



DENISE L. NAPPIER

Treasurer

State of Connecticut