

State of Connecticut

DENISE L. NAPIER
TREASURER



Hartford

November 1, 2018

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 Mesdames and Messrs.:

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

Cash balances for September remain at very strong levels. As of October 27, 2018, total available cash equaled \$4.2 billion and the common cash pool totaled \$2.5 billion, reflecting robust tax receipts throughout the calendar year. No temporary transfers from bond proceeds investment accounts have been made since December 2017.

We are working with the Attorney General's office to address questions regarding the calculation of the General Obligation bond issuance cap. We continue to project adequate cash balances for the fiscal year, and are evaluating potential refunding opportunities.

As always, my office will keep you updated on developments with our cash flow. In the meantime, should you have any questions, please feel free to call.

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

55 Elm Street, Hartford, Connecticut 06106-1773, Telephone: (860) 702-3000

State of Connecticut - Office of the Treasurer
Monthly Report Prepared Pursuant to CGS Section 3-37 (b)
Report for the Month of September, 2018, dated November 1, 2018
(in millions)

<u>Week Ending Available Cash Balance</u>	<u>September 8, 2018</u>		<u>September 15, 2018</u>		<u>September 22, 2018</u>		<u>September 29, 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>
Common Cash Pool ⁽¹⁾	\$2,017.8	61.7%	\$2,314.0	66.7%	\$2,984.7	72.3%	\$2,745.3	71.3%
GO Bond STIF Accounts ⁽²⁾	\$826.8	25.3%	\$760.8	21.9%	\$752.8	18.2%	\$731.9	19.0%
STO Bond STIF Accounts	\$181.8	5.6%	\$157.3	4.5%	\$131.0	3.2%	\$115.8	3.0%
Clean Water Bond STIF Accounts	\$2.6	0.1%	\$2.6	0.1%	\$0.2	0.0%	\$0.2	0.0%
Special Transportation Fund STIF Account	\$206.3	6.3%	\$195.4	5.6%	\$220.4	5.3%	\$220.7	5.7%
Misc. STIF Accounts	<u>37.4</u>	<u>1.1%</u>	<u>37.4</u>	<u>1.1%</u>	<u>37.4</u>	<u>0.9%</u>	<u>37.5</u>	<u>1.0%</u>
Total Available Cash*	\$3,272.7	100.0%	\$3,467.6	100.0%	\$4,126.4	100.0%	\$3,851.4	100.0%

(1) The Common Cash Pool represents the state's operating cash.

(2) No proceeds from bond investment accounts were temporarily transferred to or from the Common Cash Pool during September and October.
STIF = Short-Term Investment Fund

	<u>September 8, 2018</u>	<u>September 15, 2018</u>	<u>September 22, 2018</u>	<u>September 29, 2018</u>
Components of Common Cash Pool⁽²⁾				
Short-Term Investment Fund	\$459.7	\$706.0	\$1,388.0	\$1,170.5
Short-Term Investment Fund Plus	\$0.0	\$0.0	\$0.0	\$0.0
Extended Investment Portfolio	\$1,478.6	\$1,478.6	\$1,478.6	\$1,481.1
Community Bank & Credit Union Initiative	\$24.9	\$24.9	\$24.9	\$24.9
Bank Concentration Accounts	<u>\$54.6</u>	<u>\$104.5</u>	<u>\$93.3</u>	<u>\$68.8</u>
Total Common Cash Pool*	\$2,017.8	\$2,314.0	\$2,984.7	\$2,745.3

(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 September 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>Bonding Program</u>				
General Obligation	\$5,420.5	\$3,270.5	\$889.2	\$1,010.8
Special Tax Obligation	\$6,130.4	\$4,529.4	\$0.0	\$750.0
Clean Water Fund	\$1,667.5	\$933.4	\$0.0	\$250.0
UConn 2000 Program	<u>\$202.4</u>	<u>\$202.4</u>	<u>\$0.0</u>	<u>\$200.0</u>
Total	\$13,420.8	\$8,935.7	\$889.2	\$2,210.8

* Details may not add due to rounding.