



State of Connecticut
Office of the Treasurer

SHAWN T. WOODEN
TREASURER

July 1, 2019

Joint Committee on Finance, Revenue and Bonding:

The Honorable John W. Fonfara, Senate Co-Chair
The Honorable Jason Rojas, House Co-Chair
The Honorable Kevin D. Witkos, Senate Ranking Member
The Honorable Christopher Davis, House Ranking Member

Appropriations Committee:

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

Legislative Office Building
Hartford, CT 06106

Dear Mmes. and Messrs.:

Pursuant to Sections 3-37(b) and 3-21(f)(2)(A) of the general statutes, please find attached the report for May 2019, which provides information regarding the State's cash position and bonding activity.

During May, the State's cash balances continued to run at very strong levels, primarily due to revenues exceeding budgeted amounts during the fiscal year. As of June 30, 2019, the State ended the fiscal year with total available cash of \$4.8 billion and the common cash pool equaled \$3.6 billion. Available cash averaged \$4.1 billion for the fiscal year. 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.

Sincerely,

A handwritten signature in black ink that reads "Shawn T. Wooden". The signature is fluid and cursive, with the first name being the most prominent.

Shawn T. Wooden
State Treasurer

Attachment

cc: The Honorable Ned M. Lamont, 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)
and CGS Section 3-21(f)(2)(A)
Report for the Month of May 2019, dated July 1, 2019
(in millions)

<u>Week Ending Available Cash Balance</u>	<u>May 4, 2019</u>		<u>May 11, 2019</u>		<u>May 18, 2019</u>		<u>May 25, 2019</u>		<u>June 1, 2019</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⁾	\$3,864.3	70.8%	\$3,859.8	71.0%	\$3,669.6	70.1%	\$3,670.7	70.7%	\$3,566.5	70.5%
GO Bond STIF Accounts ⁽²⁾	\$852.9	15.6%	\$837.2	15.4%	\$811.6	15.5%	\$804.4	15.5%	\$793.6	15.7%
STO Bond STIF Accounts	\$485.1	8.9%	\$485.1	8.9%	\$469.9	9.0%	\$452.2	8.7%	\$436.0	8.6%
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	\$215.0	3.9%	\$215.0	4.0%	\$242.8	4.6%	\$228.1	4.4%	\$223.6	4.4%
Misc. STIF Accounts	<u>36.9</u>	<u>0.7%</u>	<u>36.9</u>	<u>0.7%</u>	<u>36.9</u>	<u>0.7%</u>	<u>36.9</u>	<u>0.7%</u>	<u>37.0</u>	<u>0.7%</u>
Total Available Cash*	\$5,454.3	100.0%	\$5,434.1	100.0%	\$5,231.1	100.0%	\$5,192.5	100.0%	\$5,056.9	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 or from the Common Cash Pool since December 2017.

STIF = Short-Term Investment Fund

Components of Common Cash Pool⁽²⁾

	<u>May 4, 2019</u>	<u>May 11, 2019</u>	<u>May 18, 2019</u>	<u>May 25, 2019</u>	<u>June 1, 2019</u>
Short-Term Investment Fund	\$2,269.1	\$2,254.8	\$2,087.6	\$2,092.3	\$1,959.0
Short-Term Investment Fund Plus	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Extended Investment Portfolio	\$1,494.4	\$1,494.4	\$1,494.4	\$1,494.4	\$1,497.7
Community Bank & Credit Union Initiative	\$24.8	\$25.0	\$25.0	\$25.0	\$25.0
Bank Concentration Accounts	<u>\$76.0</u>	<u>\$85.6</u>	<u>\$62.5</u>	<u>\$59.0</u>	<u>\$84.8</u>
Total Common Cash Pool*	\$3,864.3	\$3,859.8	\$3,669.6	\$3,670.7	\$3,566.5

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

Authorized and Unissued Bonding by Program as of May 31, 2019

<u>Bonding Program</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>
General Obligation	\$4,425.5		\$2,497.2		\$1,250.0 ⁽⁴⁾		\$0.0	
Special Tax Obligation	\$5,380.4		\$4,030.7		\$750.0		\$0.0	
Clean Water Fund	\$1,667.5		\$933.4		\$0.0		\$250.0	
UConn 2000 Program	<u>\$2.4</u>		<u>\$2.4</u>		<u>\$174.8</u>		<u>\$0.0</u>	
Total	\$11,475.8		\$7,463.7		\$2,174.8		\$250.0	

(4) Refunding bonds are exempt from the bond issuance cap, consistent with the November 21, 2018 Attorney General opinion.

* Details may not add due to rounding.