



State of Connecticut
Office of the Treasurer

SHAWN T. WOODEN
TREASURER

September 3, 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 July 2019, which provides information regarding the State's cash position and bonding activity.

The report for July 2019 shows very strong cash balances, reflecting the estimated FY 19 Budget Reserve Fund of \$2.45 billion. As of August 31, 2019, total available cash equaled \$4.6 billion and the common cash pool equaled \$3.5 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.

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 July 2019, dated September 3, 2019
(in millions)

| <u>Week Ending Available Cash Balance</u> | <u>July 6, 2019</u> | | <u>July 13, 2019</u> | | <u>July 20, 2019</u> | | <u>July 27, 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> |
| Common Cash Pool ⁽¹⁾ | \$3,765.4 | 74.8% | \$3,750.9 | 73.0% | \$3,436.7 | 71.9% | \$3,610.2 | 73.6% |
| GO Bond STIF Accounts ⁽²⁾ | \$678.0 | 13.5% | \$678.0 | 13.2% | \$651.5 | 13.6% | \$637.3 | 13.0% |
| STO Bond STIF Accounts | \$345.9 | 6.9% | \$345.9 | 6.7% | \$340.0 | 7.1% | \$304.2 | 6.2% |
| Clean Water Bond STIF Accounts | \$0.1 | 0.0% | \$120.0 | 2.3% | \$105.7 | 2.2% | \$105.7 | 2.2% |
| Special Transportation Fund STIF Account | \$208.4 | 4.1% | \$208.4 | 4.1% | \$208.4 | 4.4% | \$208.4 | 4.3% |
| Misc. STIF Accounts | <u>37.1</u> | <u>0.7%</u> | <u>37.1</u> | <u>0.7%</u> | <u>37.1</u> | <u>0.8%</u> | <u>37.1</u> | <u>0.8%</u> |
| Total Available Cash* | \$5,034.9 | 100.0% | \$5,140.3 | 100.0% | \$4,779.4 | 100.0% | \$4,903.0 | 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

| <u>Components of Common Cash Pool⁽³⁾</u> | <u>July 6, 2019</u> | | <u>July 13, 2019</u> | | <u>July 20, 2019</u> | | <u>July 27, 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> |
| Short-Term Investment Fund | \$1,871.9 | | \$1,856.9 | | \$1,548.7 | | \$1,713.6 | |
| Short-Term Investment Fund Plus | \$0.0 | | \$0.0 | | \$0.0 | | \$0.0 | |
| Extended Investment Portfolio | \$1,806.2 | | \$1,806.2 | | \$1,806.2 | | \$1,806.2 | |
| Community Bank & Credit Union Initiative | \$25.0 | | \$25.0 | | \$25.0 | | \$25.0 | |
| Bank Concentration Accounts | <u>\$62.2</u> | | <u>\$62.2</u> | | <u>\$56.7</u> | | <u>\$65.4</u> | |
| Total Common Cash Pool* | \$3,765.4 | | \$3,750.9 | | \$3,436.7 | | \$3,610.2 | |

(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 July 31, 2019</u> | <u>Authorized by Legislature but Unissued</u> | | <u>Authorized by Bond Commission but Unissued</u> | | <u>2020 Fiscal Year To Date Issuance</u> | | <u>New Bond Issuance Assumptions For the Balance of 2020 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> |
| Bonding Program | | | | | | | | |
| General Obligation | \$4,626.1 | | \$2,909.8 | | \$0.0 | | \$1,600.0 | |
| Special Tax Obligation | \$5,380.4 | | \$4,144.3 | | \$0.0 | | \$850.0 | |
| Clean Water Fund | \$1,417.5 | | \$975.0 | | \$250.0 | | \$0.0 | |
| UConn 2000 Program | <u>\$294.0</u> | | <u>\$199.6</u> | | <u>\$0.0</u> | | <u>\$197.2</u> | |
| Total | \$11,718.0 | | \$8,228.7 | | \$250.0 | | \$2,647.2 | |

* Details may not add due to rounding.