

The Commonwealth of Massachusetts Department of the State Treasurer State House Boston, Massachusetts 02133

March 4, 2013

The Honorable Stephen M. Brewer, Chair Senate Ways and Means Committee State House, Room 212 Boston, MA 02133

The Honorable Brian S. Dempsey, Chair House Ways and Means Committee State House, Room 243 Boston, MA 02133

Dear Senator Brewer and Representative Dempsey:

Pursuant to Massachusetts General Laws Chapter 10, Section 10, the Office of the State Treasurer and Receiver General and the Executive Office for Administration and Finance hereby submit the current cash flow forecast for fiscal years 2013 and 2014.

Certain cash items, such as the balance of the Stabilization Fund as well as a number of other funds, are required to be categorized as segregated and do not contribute to the Commonwealth's "pool" of non-segregated cash balances. These segregated items are statutorily restricted for a specific purpose.

Please note that the fiscal year 2013 and 2014 cash flow forecast projects monthly cash closing balances. Given the variable nature of state cash expenditures and revenues, the daily cash balances often differ greatly from the projected monthly closing balance.

## Highlights of Fiscal Year 2013

Fiscal year 2013 is based upon the General Appropriation Act (GAA) signed on July 8, 2012; all supplemental appropriations filed, enacted or anticipated and includes all prior appropriations continued into fiscal year 2013. Fiscal year 2013 projections are based on actual spending and revenue through January 2013, and estimates for the remainder of fiscal year 2013.

Total spending in the final fiscal year 2013 budget approved by the Governor, and after accounting for approximately \$31.7 million in veto overrides, amounts to approximately \$32.509 billion. The fiscal year 2013 budget authorized a transfer of \$350.0 million from the Stabilization Fund. The budget assumes tax revenues of \$22.011 billion, reflecting the fiscal year 2013 consensus tax estimate of \$21.950 billion, adjusted for the impact of revenue initiatives enacted as part of the budget, most notably a one-year delay of the FAS 109 deductions (additional \$45.9 million), enhanced tax enforcement initiatives (additional \$36.3 million), and subsequently enacted two-day sales tax holiday held on August 11-12, 2012 (minus \$21.55 million). The

"The use of the term "fiscal year" is generic, meaning the period from July 1,2012 to June 30, 2013, rather than as the term is specifically defined for budget purposes. This is because for cash purposes the "fiscal year" includes "accounts payable" activity for fiscal year 2012, and excludes "accounts payable" activity for fiscal year 2013.

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gross tax figure includes \$1.552 billion dedicated to the Commonwealth's pension obligation, \$786.8 million in sales tax revenues dedicated to the MBTA, \$702.3 million in sales tax revenues dedicated to the MSBA and \$21.4 million for the Workforce Training Fund. Approximately \$1.1 billion of the \$22.011 billion tax estimate is assumed to be generated from taxes on capital gains. Under the new statutory fiscal policy, \$100.0 million of the projected capital gains tax revenue will be required to be deposited into the Stabilization Fund and will not be available for budgetary purposes. Pursuant to state finance law, five percent of that amount will be transferred to the State Retiree Benefits Trust Fund and five percent to the Commonwealth's Pension Liability Fund.

This forecast reflects the \$515.0 million downward revision of the fiscal year tax revenue estimate that took place on December 4, 2012, as well as the accompanying budget reductions that were implemented by the Governor, and other budget balancing measures, which includes an additional \$200.0 million withdrawal from the Stabilization Fund, signed into law on February 15, 2013. The Stabilization Fund is projected to end fiscal year 2013 with a \$1.270 billion balance.

This forecast does not account for any impact related to the sequestration put in place by the Budget Control Act of 2011 that legally occurred March 1, 2013. The Office of Management and Budget (OMB) has not yet issued guidance to federal funding agencies, or directly to states, as to how the sequestration would be implemented, or how the reductions would be allocated.

The State Lottery Commission is projecting net operating revenues of \$1.0269 billion for fiscal year 2013.

The Commonwealth's five-year capital investment plan, which is reviewed annually, calls for fiscal year 2013 bond issuance of approximately \$2.421 billion, which includes \$1.968 billion in bond cap (including unspent bond cap from fiscal year 2012), \$360.5 million of borrowing for the Accelerated Bridge Program and \$92.0 million for project-finance spending. For cash flow needs for fiscal year 2013, the Treasurer's office issued \$1.2 billion in revenue anticipation notes on October 3, 2012. The notes mature on April 25, 2013 (\$600.0 million) and May 23, 2013 (\$600.0 million).

## Highlights of Fiscal Year 2014

Fiscal year 2014 projections are based on the Governor's House 1 budget recommendation. It is included on the basis of historical precedent in order to provide a starting point for the analysis of the Commonwealth's fiscal year 2014 cash needs. The usage of House 1 does not constitute the Treasury's endorsement of the proposal.

On January 14, 2013, a fiscal year 2014 consensus tax revenue estimate of \$22.334 billion was agreed upon by the Secretary of Administration and Finance and the Chairs of the House and Senate Committees on Ways and Means. The fiscal year 2014 consensus tax revenue estimate represents revenue growth of 3.9 percent actual from the revised fiscal year 2013 estimate of \$21.496 billion. The \$22.334 billion figure includes off-budget transfers of \$1.630 billion for pension funding, \$799.6 million in dedicated sales tax receipts for the MBTA, \$703.6 million in dedicated sales tax receipts for the MSBA and \$21.6 million for the Workforce Training Fund. The total amount of off-budget transfers is \$3.155 billion. Therefore, after taking into account the \$37.0 million of capital gains tax revenue that exceeds the fiscal year 2014 threshold and that must be deposited into the Stabilization Fund, the Secretary and Committees agreed that \$19.142 billion would be the maximum amount of tax revenue available for the GAA in fiscal year 2014, and they would base their respective budget recommendations on that number.

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On January 23, 2013, the Governor filed with the Legislature his budget recommendations for fiscal year 2014. The Governor's fiscal year 2014 budget recommendation proposes state operating budget spending of \$34.825 billion, or a 6.9 percent increase from the current year estimated spending levels. The Governor's budget relies on \$555.0 million in one-time resources, including a \$400.0 million withdrawal from the Stabilization Fund, down from the fiscal year 2013 assumption of \$919.0 million. After taking into account the schedule withdrawals and statutorily required deposits over the course of fiscal year 2013 and 2014, the Stabilization Fund is projected to end fiscal year 2014 with a balance of \$1.049 billion. The Governor's fiscal year 2014 budget recommendations also includes a tax reform proposal intended by the Administration to make the Commonwealth's tax code fairer and simpler, while raising \$1.179 billion in revenue for fiscal year 2014, \$1.900 billion when fully annualized, to support investments in education, transportation and innovation. The Governor also proposes to borrow \$400.0 million in fiscal year 2014, to be repaid in fiscal year 2015 and fiscal year 2016, to permit spending on the Governor's new initiatives to begin before all of the additional tax revenues are realized.

As noted above, the Governor's tax reform proposal will raise \$1.900 billion on an annual basis. However, in fiscal year 2014, it is expected to raise \$779.0 million as a result of the fact that the proposed tax law changes would take effect in the middle of the fiscal year. The Governor's funding plan assumes that \$400.0 million in new tax revenue in fiscal year 2015 and fiscal year 2016 is borrowed to support education, transportation and innovation investments in fiscal year 2014, when the full-year revenue impact of the proposed tax law changes will not be realized. This cash flow forecast assumes that issuance would take place in September 2013.

The State Lottery Commission is projecting net operating revenues of \$1.0363 billion for fiscal year 2014.

The Commonwealth's five-year capital investment plan, which is reviewed annually, calls for fiscal year 2014 bond issuance of approximately \$2.712 billion, which includes \$2.0 billion in bond cap and \$560.5 million of borrowing for the Accelerated Bridge Program and \$151.9 million for project-finance spending. For cash flow needs for fiscal year 2014, Treasury expects to issue \$1.0 billion in revenue anticipation notes in September 2013 with repayment in the final quarter of fiscal year 2014.

Treasury, Administration and Finance and Comptroller staffs continue to meet regularly to monitor the status of the Commonwealth's cash position. This group is also engaged in the task of updating the cash flow forecasts to align with the new statutory requirements included in Chapter 165 of the Acts of 2012, "An Act to improve the administration of state government and finance". For example, the fiscal year 2014 cash flow forecast reflects the change, pursuant to Chapter 165, to a monthly local aid payment schedule from a quarterly payment schedule. Please feel free to contact our respective staffs if you require additional information.

Sincerely,

Steven Grossman Treasurer and Receiver General

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Secretary of Administration and Finance

Enclosures

	Jul-12	Aug-12	Sep-12	Oct-12	Nov-12	Dec-12	Jan-13	Feb-13	Mar-13	Apr-13	May-13	Jun-13	Total FY 2013
(millions) OPENING NON-SEGREGATED OPERATING CASH BALANCE:	Act	Act	Act	Act	Act	Act	Act	Est	Est	Est	Est	Est	
OPERATING ACTIVITIES:	\$2,096.7	\$1,944.4	\$1,505.4	\$675.8	\$2,175.5	\$1,625.7	\$1,018.4	\$1,597.6	\$1,246.6	\$797.6	\$1,845.5	\$1,533.1	\$2,096.7
Budgetary Funds:													
Tax Revenue	\$1,499.1	\$1,362.6	\$2,409.6	\$1,616.8	\$1,497.8	\$2,193.7							
Federal Reimbursements	\$579.3	\$824.7	\$655.6	\$642.8	\$1,497.8	\$2,193.7	\$2,379.0 \$726.6	\$1,349.0 \$620.2	\$2,178.0 \$808.3	\$3,102.0 \$680.4	\$1,528.0 \$686.6	\$2,480.0 \$680.2	\$23,595.5
Other Budgetary Revenue	\$320.8	\$261.9	\$228.7	\$338.8	\$221.7	\$242.3	\$726.6	\$620.2	\$808.3	\$680.4	\$686.6		\$8,338.7
Transfer from/(to) Stabilization Fund	\$0.0	\$0.0	\$4.0	\$0.0	(\$114.3)	\$0.0	(\$94.6)	\$550.0	\$300.0	\$045.7	Test and a second second second second	\$408.7	\$3,962.7
Total Budgetary Revenue/Inflows	\$2,399.1	\$2,449.3	\$3,298.0	\$2,598,4	\$2.175.8	\$3,299.4	\$3,334.1	\$2,854.3	\$3,346.3	\$4,428.1	\$0.0 \$2,490.5	\$0.0 \$3,568.9	\$345.2 \$36,242.2
Local Aid	\$0.0	\$0,3	\$1,298,4	\$0.8	\$0.0	\$1,216.1	\$0.0	\$2,034.3	\$1,214.6	\$21.5	\$2,490.5	\$1,238.5	\$5,043.8
Tax Refunds	\$42.1	\$40,9	\$73.3	\$90.3	\$158.2	\$35.4	\$73.4	\$426.0	\$311.0	\$331.0	\$106.0	\$43.0	\$1,730.6
Debt Service for General Obligation (incl CA/T)	\$149.7	\$487.0	\$188.9	\$96.7	\$445.3	\$84.1	\$104.6	\$366.4	\$76.1	\$60.7	\$109.1	\$74.9	\$2,243.5
Debt Service for Special Obligations	\$17.2	\$0.0	\$0.0	\$0.0	\$0,0	\$28.9	\$17.2	\$0.0	\$0.0	\$0.0	\$0.0	\$75.9	\$139.3
Debt Service for GANS	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$12.1	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$6.0	\$18.1
Other Budgetary Expenditures	\$2,152.7	\$2,581.2	\$1,671.1	\$2,091.2	\$2,034.3	\$1,895.8	\$2,265.8	\$2,190.2	\$2,285.6	\$2,320.3	\$2,086.1	\$1,777.5	\$25,351,7
Total Budgetary Expenditures/Outflows	\$2,361.8	\$3,109.3	\$3,231.7	\$2,279.0	\$2,637.8	\$3,272.4	\$2,461.0	\$3,008.3	\$3,887.3	\$2,733.5	\$2,329.2	\$3,215.8	\$34,527.0
Net Budgetary Funds	\$37.4	(\$660.1)	\$66.3	\$319.4	(\$462.0)	\$27.1	\$873.1	(\$154.0)	(\$541.0)	\$1,694.6	\$161.3	\$353.1	\$1,715.2
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):							and the second						
Lottery Revenue	\$36.0	\$296.5	\$89.0	\$155.0	\$169.7	\$179.5	\$124.9	\$130.0	\$170.0	\$125.0	\$140.0	\$140.0	\$1,755.6
Pension Receipts (PRIM and Annuity Receipts)	\$243.6	\$251.9	\$169.5	\$224.9	\$229.6	\$205.5	\$226.9	\$205.0	\$210.0	\$205.0	\$205.0	\$205.5	\$2,582.5
Transfer in for Non Pooled Fund Payments	\$147.1	\$198.7		(\$139.5)	\$201.1	(\$208.8)	(\$108.2)	\$342.0	\$322.0	\$312.0	\$268.0	\$247.0	\$1,488.3
Non Budgetary Tax Receipts	\$28.1	\$152.7	(\$76.6)	\$31.1	\$30.0	\$25.1	\$32.2	\$19.0	\$60.0	\$43.0	\$108.5	\$67.8	\$520.9
Other Non Budgetary Revenue	\$399.7	\$668.6	\$241.5	\$584.9	\$358.0	\$579.7	\$508.2	\$168.7	\$295.0	\$135.0	\$120.0	\$185.0	\$4,244.3
Total Non Budgetary Revenue/Inflows	\$854.6	\$1,568.5	\$330.4	\$856.4	\$988.3	\$780.9	\$784.0	\$864.7	\$1,057.0	\$820.0	\$841.5	\$845.3	\$10,591.6
Lottery Payments	\$18.1	\$95.4	\$55.0	\$66.8	\$62.8	\$68.5	\$79.5	\$59.5	\$63.0	\$59.0	\$56.0	\$61.0	\$744.6
MBTA Sales Tax	\$58.3	\$84.3	\$56.2	\$53.3	\$57.7	\$54.0	\$55.1	\$66.0	\$66.0	\$72.0	\$67.0	\$66.5	\$756.3
MBTA Assessments	\$0.2	\$0.0	\$39.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$37.0	\$0.0	\$0.0	\$37.0	\$113.2
MSBA Payments	\$58.3	\$60.5	\$56.2	\$53.3	\$57.7	\$54.0	\$55.1	\$58.6	\$58.6	\$59.8	\$58.8	\$58.6	\$689.4
Pension Payments	\$334.6	\$340.3	\$342.3	\$347.7	\$339.0	\$457.3	\$341.5	\$300.0	\$301.0	\$305.0	\$290.0	\$306.0	\$4,004.8
Non Pooled Fund Payments	\$315.5	\$382.9	\$448.3	\$460.6	\$390.3	\$581.2	\$382.2	\$342.0	\$322.0	\$312.0	\$268.0	\$247.0	\$4,452.0
Other Non Budgetary Expenditures	\$86.6	\$102.6	\$243.8	\$105.2	\$86.5	\$369.1	\$111.7	\$78.2	\$225.0	\$111.0	\$94.0	\$160.0	\$1,773.6
Total Non Budgetary Expenditures/Outflows	\$871.6	\$1,066.0	\$1,240.8	\$1,086.8	\$993.9	\$1,584.1	\$1,025.0	\$904.3	\$1,072.6	\$918.8	\$833.8	\$936.1	\$12,533.8
Net Non Budgetary Funds	(\$17.0)	\$502.4	(\$910.4)	(\$230.4)	(\$5.6)	(\$803.2)	(\$241.0)	(\$39.6)	(\$15.6)	(\$98.8)	\$7.7	(\$90.8)	(\$1,942.2)
Undesignated Revenue/Inflows and Expenditures/Outflows:		and the second											
General Fund Investment Earnings	\$1.1	\$1.6	\$3.3	\$1.6	\$1.2	\$9.0	\$1.5	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$24.4
Other Funds/3rd Party	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Net Undesignated Revenue/Inflows and Expenditures/Outflows	\$1.1	\$1.6	\$3.3	\$1.6	\$1.2	\$9.0	\$1.5	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$24.4
NET OPERATING ACTIVITIES	\$21.5	(\$158.0)	(\$840.9)	\$90.7	(\$466.3)	(\$767.1)	\$633.6	(\$192.6)	(\$555.6)	\$1,596.8	\$170.0	\$263.3	(\$202.7)
FEDERAL GRANTS:	Sector Street	Sector States							1. Sec. 21. A.				
Total Federal Grants Revenue/Inflows	\$168.4	\$111.0	\$341.2	\$111.4	\$154.7	\$241.7	\$176.2	\$191.0	\$222.0	\$193.5	\$194.0	\$213.5	\$2,318.5
Total Federal Grants Expenditures/Outflows	\$242.6	\$247.8	\$164.2	\$146.1	\$183.0	\$239.6	\$193.1	\$186.3	\$220.0	\$192.3	\$192.8	\$209.5	\$2,417.3
NET FEDERAL GRANTS	(\$74.2)	(\$136.8)	\$177.0	(\$34.7)	(\$28.3)	\$2.1	(\$16.9)	\$4.7	\$2.0	\$1.2	\$1.2	\$4.0	(\$98.8)
CAPITAL FUNDS:												and setting the set	
Capital Revenue/Inflows:									a second second				
Capital Inflow from Federal Reimbursements	\$41.8	\$46.3	\$33.1	\$48.6	\$121.7	\$119.5	\$47.8	\$51.4	\$31.5	\$11.2	\$30.9	\$94.1	\$677.9
Capital Inflow from Financing Activities:													
Capital Inflow to General Fund from Segregated Bond Fund	\$111.0	\$75.0	\$18.0	\$405.2	\$38.1	\$233.4	\$147.3	\$14.0	\$336.0	\$336.0	\$425.8	\$635.8	\$2,775.5
Total Capital Revenue/Inflows	\$152.8	\$121.3	\$51.1	\$453.8	\$159.7	\$352.9	\$195.1	\$65.4	\$367.5	\$347.2	\$456.7	\$729.8	\$3,453.4
Total Capital Expenditures/Outflows	\$252.4	\$267.5	\$216.8	\$223.7	\$214.9	\$195.2	\$232.7	\$228.5	\$262.9	\$290.5	\$332.6	\$414.6	\$3,132.1
NET CAPITAL FUNDS	(99.53)	(146.19)	(165.69)	230.09	(55.19)	157.74	(37.52)	(163.10)	104.62	56.70	124.08	315.23	\$321.2
FINANCING ACTIVITIES:								ik in gest					
Cash Flow Financing Activities Inflows:													
Commercial Paper	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Revenue Anticipation Notes (RANS)	\$0.0	\$0,0	\$0.0	\$1,213.7	\$0.0	\$0,0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,213.7
Total Cash Flow Financing Activities Inflows	\$0.0	\$0.0	\$0.0	\$1,213.7	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,213.7
Cash Flow Financing Activities Outflows:						P. C. P.				C. A. S. Standi			
Commercial Paper – (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
RANS – (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$606.7	\$607.7	\$0.0	\$1,214.4
Total Cash Flow Financing Activities Outflows NET FINANCING ACTIVITIES	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$606.7	\$607.7	\$0.0	\$1,214.4
	\$0.0	\$0.0	\$0.0	\$1,213.7	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	(\$606.7)	(\$607.7)	\$0.0	(\$0.7)
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	\$1,944.4	\$1,505.4	\$675.8	\$2,175.5	\$1,625.7	\$1,018.4	\$1,597.6	\$1,246.6	\$797.6	\$1,845.5	\$1,533.1	\$2,115.7	\$2,115.7
Capital Budget Bonding Activity:											h		
Opening Balance Segregated Bond Funds	\$411.7	\$300.7	\$225.7	\$211.7	\$209.0	\$171.0	\$261.5	\$344.0	\$330.0	\$606.0	\$270.0	\$635.8	and the second
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Bonds	\$0.0	\$0.0	\$4.0	\$402.5	\$0.0	\$324.0		\$0.0	\$612.0	\$0.0	\$791.5	\$360.5	
BANs	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$791.5 \$0.0	\$360.5	02,724.0
BANs Segregated Bond Funds Available	\$0.0 \$411.7	\$0.0 \$300.7	\$0.0 \$229.7	\$0.0 \$614.2	\$0.0 \$209.0	\$0.0 \$495.0	\$0.0 \$491.3	\$0.0 \$344.0	\$0.0 \$942.0	\$0.0 \$606.0	\$0.0 \$1,061.5	\$0.0 \$996.3	02,7210
BANs	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$2,775.5

(millions)	Jul-13	Aug-13	Sep-13	Oct-13	Nov-13	Dec-13	Jan-14	Feb-14	Mar-14	Apr-14	May-14	Jun-14	Total FY 2014
(millions) OPENING NON-SEGREGATED OPERATING CASH BALANCE:	Est \$2,115.7	Est \$2,145.7	Est	Est = \$2,964,4	Est	Est	Est	Est	Est	Est	Est	Est	
OPERATING ACTIVITIES:	\$2,115.7	\$2,143.7	\$1,324.7	\$2,904.4	\$2,340.6	\$1,591.2	\$1,732.3	\$2,286.4	\$1,367.4	\$1,528.1	\$2,651.2	\$1,721.9	\$2,115.7
Budgetary Funds:		and the second second		All Sectors	and secondary is								
Tax Revenue	\$1,578.0	\$1,459.0	\$2,378.0	\$1,677.0	\$1,481.0	\$2,117.0	\$2,454.0	\$1,545.0	\$2,430.0	\$3,376.0	64 748 0	CO 700 0	
Federal Reimbursements	\$718.5	\$830.5	\$556.3	\$622.7	\$771.4	\$2,117.0	\$2,454.0	\$1,545.0	\$2,430.0	\$3,376.0	\$1,718.0 \$702.6	\$2,732.0 \$759.8	\$24,945.0 \$8,519.7
Other Budgetary Revenue	\$250.5	\$224.3	\$233.9	\$348.1	\$308.1	\$363.8	\$369.1	\$326.7	\$334.1	\$588.6	\$702.6	\$159.8	\$4,080.3
Transfer from/(to) Stabilization Fund	\$0.0	\$0.0	(\$33.3)	(\$125.0)	(\$20.0)	\$5.7	\$0.0	\$0.0	\$0.0	\$366.6	\$324.0	\$400.7	\$4,080.3
Total Budgetary Revenue/Inflows	\$2,547.0	\$2,513.8	\$3,134.9	\$2,522.8	\$2,540.5	\$3,286.8	\$3,529.3	\$2,520.6	\$3,436.6	\$4,694.5	\$2,745.4	\$4,300.5	\$37.772.4
Local Aid	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$447.4	\$5,369.3
Tax Refunds	\$42.0	\$35.6	\$70.8	\$183.7	\$56.8	\$13.0	\$143.5	\$426.5	\$311.2	\$331.4	\$106.1	\$42.5	\$1,763.1
Debt Service for General Obligation (incl CA/T)	\$85.4	\$469.7	\$148.7	\$82.0	\$472.8	\$112.2	\$193.2	\$145.0	\$168.9	\$54.6	\$95.7	\$77.4	\$2,105.6
Debt Service for Special Obligations	\$17.2	\$0.0	\$0.0	\$0.0	\$0.0	\$26.8	\$17.2	\$0.0	\$0.0	\$0.0	\$0.0	\$96.1	\$157.4
Debt Service for GANS	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$5.8	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$2.5	\$8.3
Other Budgetary Expenditures	\$1,914.8	\$2,372.7	\$2,119.7	\$2,436.7	\$2,229.5	\$2,438.5	\$2,322.3	\$2,258.4	\$2,293.4	\$2,287.7	\$2,437.0	\$2,109.8	\$27,220.5
Total Budgetary Expenditures/Outflows	\$2,506.9	\$3,325.5	\$2,786.6	\$3,149.8	\$3,206.5	\$3,043.8	\$3,123.6	\$3,277.4	\$3,221.0	\$3,121.2	\$3,086.2	\$2,775.8	\$36,624.2
Net Budgetary Funds	\$40.1	(\$811.7)	\$348.3	(\$627.0)	(\$666.0)	\$243.1	\$405.6	(\$756.8)	\$215.6	\$1,573.3	(\$340.8)	\$1,524.7	\$1,148.2
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):			all and the second		and the second								
Lottery Revenue	\$110.0	\$150.0	\$190.0	\$90.0	\$110.0	\$160.0	\$320.0	\$90.0	\$110.0	\$140.0	\$160.0	\$110.0	\$1,740.0
Pension Receipts (PRIM and Annuity Receipts)	\$207.1	\$227.1	\$197.1	\$207.1	\$207.1	\$197.1	\$227.1	\$207.1	\$197.1	\$207.1	\$207.1	\$197.1	\$2,485.0
Transfer in for Non Pooled Fund Payments	\$274.0	\$389.0	\$358.0	\$339.0	\$339.0	\$339.0	\$339.0	\$389.0	\$358.0	\$339.0	\$339.0	\$390.0	\$4,192.0
Non Budgetary Tax Receipts	\$101.1	\$43.7	\$57.9	\$70.3	\$52.1	\$42.1	\$42.5	\$19.9	\$62.7	\$44.9	\$38.3	\$46.6	\$622.1
Other Non Budgetary Revenue	\$150.0	\$200.0	\$160.0	\$105.0	\$105.0	\$95.0	\$215.0	\$248.7	\$355.0	\$205.0	\$190.0	\$255.0	\$2,283.7
Total Non Budgetary Revenue/Inflows	\$842.2	\$1,009.8	\$963.0	\$811.4	\$813.2	\$833.2	\$1,143.6	\$954.7	\$1,082.8	\$936.0	\$934.4	\$998.7	\$11,322.8
Lottery Payments	\$56.0	\$59.5	\$63.0	\$59.0	\$56.0	\$61.0	\$56.0	\$59.5	\$63.0	\$59.0	\$56.0	\$61.0	\$709.0
MBTA Sales Tax	\$66.0	\$66.0	\$66.0	\$66.0	\$68.0	\$68.0	\$68.0	\$66.0	\$66.0	\$66.0	\$66.0	\$68.0	\$800.0
MBTA Assessments	\$0.0	\$0.0	\$37.0	\$0.0	\$0.0	\$38.0	\$0.0	\$0.0	\$38.0	\$0.0	\$0.0	\$38.0	\$151.0
MSBA Payments Pension Payments	\$58.6	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$59.0	\$707.6
,	\$290.0	\$345.0	\$345.0	\$345.0	\$345.0	\$360.0	\$345.0	\$345.0	\$345.0	\$345.0	\$345.0	\$360.0	\$4,115.0
Non Pooled Fund Payments	\$274.0	\$389.0	\$358.0	\$339.0	\$339.0	\$339.0	\$339.0	\$389.0	\$358.0	\$339.0	\$339.0	\$390.0	\$4,192.0
Other Non Budgetary Expenditures	\$94.5	\$79.2	\$226.0	\$111.0	\$94.0	\$161.0	\$94.5	\$79.2	\$226.0	\$111.0	\$94.5	\$161.0	\$1,531.9
Total Non Budgetary Expenditures/Outflows Net Non Budgetary Funds	\$839.1 \$3.1	\$997.7 \$12.1	\$1,154.0 (\$191.0)	\$979.0 (\$167.6)	\$961.0 (\$147.8)	\$1,086.0	\$961.5	\$997.7	\$1,155.0	\$979.0	\$959.5	\$1,137.0	\$12,206.5
Undesignated Revenue/Inflows and Expenditures/Outflows:	\$3.1	\$12.1	(\$191.0)	(\$167.6)	(\$147.8)	(\$252.8)	\$182.1	(\$43.0)	(\$72.2)	(\$43.0)	(\$25.1)	(\$138.3)	(\$883.7)
General Fund Investment Earnings	\$1.0	\$1.0	\$1.0										
Other Funds/3rd Party	\$0.0	\$0.0	\$1.0	\$1.0 \$0.0	\$1.0 \$0.0	\$1.0 \$0.0	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$1.0	\$12.0
Net Undesignated Revenue/Inflows and Expenditures/Outflows	\$1.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
NET OPERATING ACTIVITIES	\$44.1	(\$798.6)	\$158.2	(\$793.7)	(\$812.9)	(\$8.8)	\$1.0 \$588.7	\$1.0 (\$798.8)	\$1.0 \$144.4	\$1.0 \$1,531.3	\$1.0	\$1.0 \$1,387.4	\$12.0
FEDERAL GRANTS:	• • • • •	(0100.0)	\$150.Z	(\$135.1)	(\$012.3)	(90.0)	\$300.1	(\$190.0)	\$144.4	\$1,531.5	(\$365.0)	\$1,387.4	\$276.5
Total Federal Grants Revenue/Inflows	\$185.0	\$180.0	\$210.0	\$185.0	\$180.0	\$210.0	\$185.0	A405 0					
Total Federal Grants Expenditures/Outflows	\$188.3	\$176.8	\$208.0	\$185.0	\$185.3	\$210.0		\$185.0	\$202.0	\$185.0	\$190.0	\$210.5	\$2,307.5
NET FEDERAL GRANTS	(\$3.3)	\$170.0	\$208.0	\$100.3	\$185.3	\$198.0	\$186.3	\$179.8	\$208.0 (\$6.0)	\$186.3	\$185.3	\$198.0	\$2,286.4
CAPITAL FUNDS:	(00.0)	40.Z	ΨΖ.Ο	(01.0)	(90.0)	\$12.0	(\$1.3)	\$5.2	(30.0)	(\$1.3)	\$4.7	\$12.5	\$21.1
Capital Revenue/Inflows:			1. State 1.	1.1.1.1.1.1.1		the States of	1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1	C. States		Contraction (Contraction)			and the second of
Capital Inflow from Federal Reimbursements	\$41.8	\$46.3	\$33,1	\$48.6	\$63.4	\$405 C			004 F				
Capital Inflow from Financing Activities:	941.0	<b>\$40.3</b>	φ <b>33.</b> Ι	\$40.0	\$03.4	\$135.6	\$21.3	\$51.4	\$31.5	\$11.2	\$30.9	\$94.1	\$609.2
Capital Inflow to General Fund from Segregated Bond Fund	\$60.1	\$60.1	\$260.1	\$398.1	\$260.1								
Total Capital Revenue/Inflows	\$101.9	\$106.4	\$293.2	\$390.1	\$200.1	\$260.1 \$395.7	\$231.4 \$252.7	\$93.4	\$293.4	\$431.4	\$293.4	\$431.4	\$3,072.9
Total Capital Expenditures/Outflows	\$112.7	\$132.0	\$293.2	\$275.5	\$254.8	\$257.8	\$252.7	\$144.8 \$270.2	\$324.9 \$302.6	\$442.6 \$344.5	\$324.3 \$388.4	\$525.5 \$483.3	\$3,682.1
NET CAPITAL FUNDS	(10.78)	(25.58)	79.42	171.19	68.72	137.92	(33.38)	(125.35)	22.35	98.12	\$308.4 (64.05)	\$483.3 42.22	\$3,321.3 \$360.8
FINANCING ACTIVITIES:	(10.10)	(20.00)	13.72	171.13	00.72	131.32	(55.50)	(125.55)	22.33	90.12	(64.05)	42.22	\$300.8
Cash Flow Financing Activities Inflows:		Second Street	Property and		Sec. 1						Sec. 2		Section Sec
Commercial Paper	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	<b>60.0</b>					
Revenue Anticipation Notes (RANS)	\$0.0	\$0.0	\$1,400.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0 \$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Total Cash Flow Financing Activities Inflows	\$0.0	\$0.0	\$1,400.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0 \$0.0	\$0.0 \$0.0	\$0.0 \$0.0	\$0.0	\$1,400.0 \$1,400.0
Cash Flow Financing Activities Outflows:		<b>40.0</b>	\$1,400.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	<b>\$</b> U.U	\$0.0	\$0.0	\$0.0	\$1,400.0
Commercial Paper – (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	***	
RANS – (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0			\$0.0	\$0.0
Total Cash Flow Financing Activities Outflows	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$505.0 \$505.0	\$505.0 \$505.0	\$0.0 \$0.0	\$1,010.0 \$1,010.0
NET FINANCING ACTIVITIES	\$0.0	\$0.0	\$1,400.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	(\$505.0)	\$505.0	\$0.0	\$1,010.0
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	\$2,145.7	\$1,324.7	\$2,964.4	\$2,340.6	\$1,591.2			\$1,367.4		\$2,651.2	\$1,721.9	\$3,164.0	
Capital Budget Bonding Activity:	92, 140.7	¥1,324.1	<i>\$2,504.</i> 4	φ2,340.0	\$1,091.Z	\$1,732.3	₽2,200.4	\$1,307.4	<b>₽1,</b> 528.1	<b>⊅</b> 2,051.2	\$1,/21.9	\$3,164.0	\$3,164.0
Opening Balance Segregated Bond Funds	\$360.5	\$300.4			8400.0			A 107					
Bonds	\$360.5	\$300.4	\$240.3 \$538.0	\$518.2	\$120.2	\$398.1	\$138.0	\$467.1	\$373.7	\$618.2	\$186.8	\$431.4	Contrary Local Stre
BANs	\$0.0	\$0.0 \$0.0	and the second	\$0.0	\$538.0	\$0.0	\$560.5	\$0.0	\$538.0	\$0.0	\$538.0	\$0.0	\$2,712.4
Segregated Bond Funds Available	\$0.0	\$0.0 \$300.4	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	Constant of the
Bond / BANs Proceeds Allocated	\$360.5	\$300.4	\$778.3 \$260.1	\$518.2	\$658.1	\$398.1	\$698.5	\$467.1	\$911.6	\$618.2	\$724.8	\$431.4	
		\$240.3	\$260.1	\$398.1 \$120.2	\$260.1 \$398.1	\$260.1 \$138.0	\$231.4 \$467.1	\$93.4 \$373.7	\$293.4 \$618.2	\$431.4 \$186.8	\$293.4 \$431.4	\$431.4 \$0.0	\$3,072.9
Ending Balance Segregated Bond Funds	\$300.4												

March 4, 2013

## CASH AND INVESTMENTS AS OF OCTOBER 31, 2011

Cash Investments		\$ 7.607 <u>1,714.391</u>
Total Less float (actual)		\$1,721.998 (199.522)
		<u>\$1,522.476</u>
Segregated bond funds Non-segregated cash		\$ 360.900 _1,522.476
Total		<u>\$1,883.376</u>
	CASH AND INVESTMENTS AS OF JANUARY 31, 2012	
Cash Investments		\$ 40.781 <u>2,134.992</u>
Total Less float (actual)		\$2,175.773 (180.328)
		<u>\$1,995.445</u>
Segregated bond funds Non-segregated cash		\$ 532.800 _1,995.445
Total		<u>\$2,528.245</u>
	CASH AND INVESTMENTS AS OF APRIL 30, 2012	
Cash Investments		\$ 40.962 2,007.513
Total Less float (actual)		\$2,048.475 (224.683)
		<u>\$1,823.792</u>
Segregated bond funds Non-segregated cash		\$ 588.800 <u>1,823.792</u>
Total		<u>\$2,412.592</u>

March 4, 2013

## CASH AND INVESTMENTS AS OF JULY 31, 2012

Cash		\$ 42.185
Investments		_2,102.177
Total Less float (actual)		\$2,144.362 (199.417)
		<u>\$1,944.945</u>
Segregated bond funds Non-segregated cash		\$ 300.700 _1,944.945
Total		<u>\$2,245.645</u>
	CASH AND INVESTMENTS AS OF OCTOBER 31, 2012	
Cash Investments		\$ 45.744 2,279.023
Total Less float (actual)		\$2,324.767 (149.287)
		<b>\$7 175 49</b> 0
		<u>\$2,175.480</u>
Segregated bond funds Non-segregated cash		\$ 209.000 _2,175.480
		\$ 209.000
Non-segregated cash	CASH AND INVESTMENTS AS OF JANUARY 31, 2013	\$ 209.000 _2,175.480
Non-segregated cash		\$ 209.000 _2,175.480
Non-segregated cash Total Cash		\$ 209.000 _2,175.480 <b>\$2,384.480</b> \$ 6.790
Non-segregated cash Total Cash Investments Total		\$ 209.000 _2,175.480 <b>\$2,384.480</b> \$ 6.790 _1,987.801 \$1,994.591
Non-segregated cash Total Cash Investments Total		\$ 209.000 <u>2,175.480</u> <b>\$2,384.480</b> <b>\$2,384.480</b> <b>\$2,384.480</b> <b>\$2,384.480</b> <b>\$1,994.591</b> <u>(397.022)</u>