

Financial Statements - Table of Contents

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Fiscal Note

The Governor submits the House 1 budget recommendation for fiscal year 2012 for the maintenance of the departments, boards, commissions, institutions and certain activities of the commonwealth, for interest, sinking fund and serial bond requirements. The House 1 recommendation totals \$30.549 billion, before including the state's annual contribution for employee pension costs. When accounting for state pension costs, total fiscal year 2012 state spending equals \$32.027 billion. For comparison purposes the fiscal year 2011 estimated spending is adjusted to include \$397 million in spending for state education aid that is funded from "off-budget" (non-state operating) sources that is typically funded on the state operating budget. Fiscal year 2012 spending will be 1.8 percent less in estimated spending for fiscal year 2011.

	FY2011	FY2012	Annual Change	% Change
Section 2 Direct Appropriations:	28,121	28,147	27	0.1%
Section 2 Retained Revenues:	471	499	28	6.0%
Procurement and Leasing Savings (OS #38):	-	(30)	(30)	0.0%
<i>Sub-total Direct Appropriations:</i>	28,592	28,617	25	0.1%
Consolidated Transfers (Section 2e):	2,130	1,932	(198)	-9.3%
Total FY 2012 H.1 Recommendation	30,721	30,549	(173)	-0.6%
Adjusted FY11 Spending for Comparison:	31,118	30,549	(570)	-1.8%
State Pension Contribution:	1,441	1,478	37	2.6%
FY 2012 Spending Including Pensions:	32,559	32,027	(136)	-1.6%



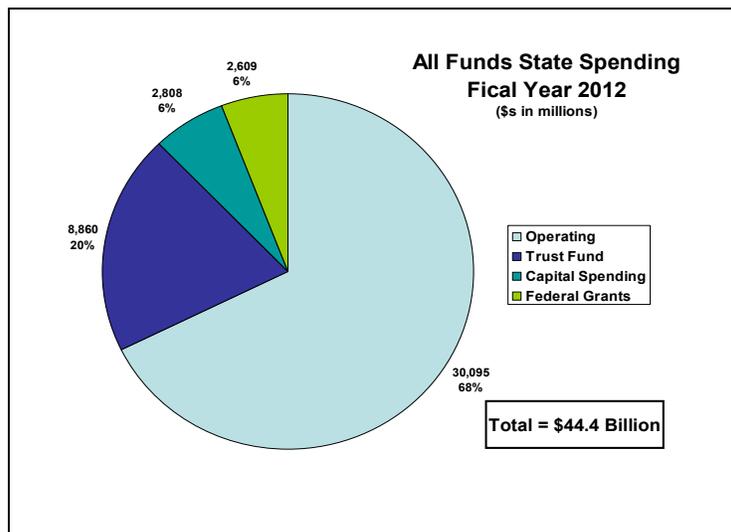
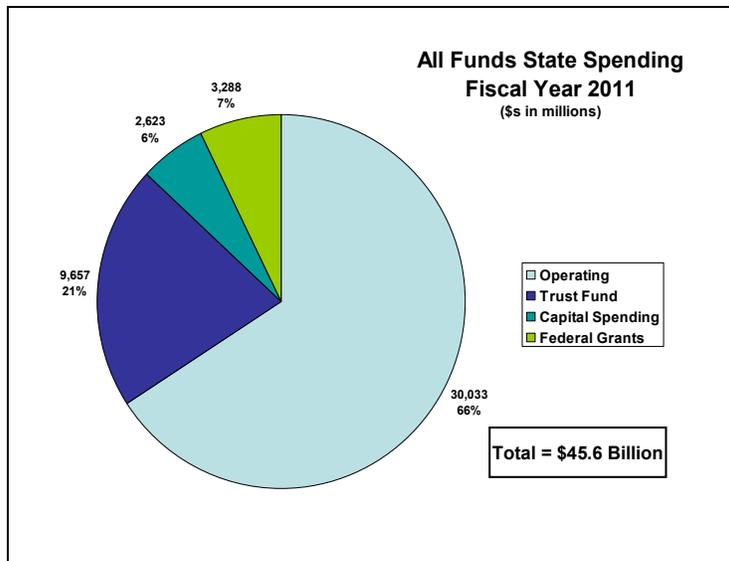
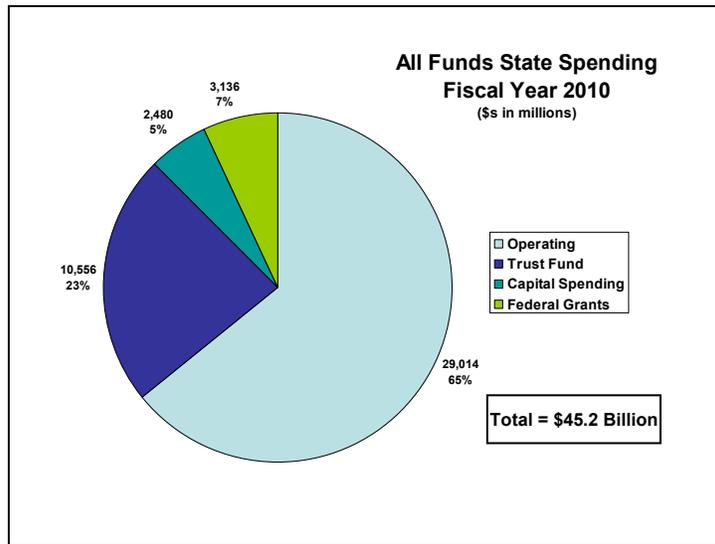
Financial Statement Overview

Comprehensive State Spending

When considering the Governor's recommendation for the fiscal year 2012 budget it is important to remember that the funding levels proposed in House 1 do not encompass the entire Massachusetts state spending for next year. In fact, a substantial amount of state spending every year is done "off-budget", or through fund sources that are not subject to the annual appropriations adopted by the Legislature. The spending that is done by the state from non-operating sources falls into three general categories:

- **Federal Grants** – Annually the federal government provides billions of dollars in funding to state agencies to operate programs, whether ongoing or one-time, for a variety of purposes; housing, public health, environmental health, education and public safety. State agencies are responsible under state law for notifying the Legislature and the Executive Office for Administration and Finance of their intent to apply for these funds, but are otherwise given flexibility in the timing and purpose of the expenditure of these funds. Most federal grants require rigorous reporting standards with which applicant state agencies must comply. A large portion of the spending provided to Massachusetts through the American Recovery and Reinvestment Act (ARRA) has been expended through federal grant accounts. The House 1 fiscal year 2012 recommendation provides projected spending amounts for federal grants for each department in the Appropriation Recommendations section.
- **Trust Funds** – Most state agencies have established trusts to be held on their behalf by the state treasurer into which they are directed in law or through a trust document to deposit revenues made available to the agency for dedicated purposes and restrictions. In general, any unexpended funds in state agency trust funds from one fiscal year to another remain in the appropriate funds, made available in future years for further expenditures. Projected spending amounts for trust funds are listed for each department following in the Appropriations Recommendations section.
- **Capital Projects** – Every year the state must spend billions of dollars to support require maintenance and improvement to its transportation infrastructure, housing developments, state parks and environmental projects, and investments in higher education institutions. While this spending is authorized by the State Legislature, the appropriations are generally in effect over a five-year period, in recognition that many capital projects must span multiple fiscal years, from project inception to completion. Most capital projects spending is funded through bond sales, which allow the state to finance large scale projects through borrowing and paying annual debt payments, much like a family would sign a mortgage loan for a house. Please see the Capital Budget section in this document for further discussion of capital projects spending.

As shown by the charts below, the annual state operating budget makes up the largest portion of annual state spending in comparison to all funding sources in any given year. Yet over 30 percent of total state spending occurs from non-budgetary sources. In the financial statements following this discussion, only the operating budgeted fund revenues and expenditures are displayed. It is important to note that, however, that there are further resources that annually available to the state and its agencies beyond those subject to the annual budgeting process.



Financial Statements

Fiscal Year 2010 Financial Statement - Budgeted Funds (in millions)

	All Funds	General Fund	Workforce Training	Comm. Trnsp Fund	Mass Tourism	Stabil. Fund	Other Funds
FISCAL YEAR 2010							
FINANCIAL STATEMENT							
Budgeted Funds (in millions)							
FISCAL YEAR 2010 BEGINNING BALANCES							
Undesignated Fund Balance	106.4	92.6	0.0	0.0	0.0	0.0	13.9
Stabilization Fund Balance	841.3	0.0	0.0	0.0	0.0	841.3	0.0
Designated for Continuing Appropriations into FY2010	68.9	53.7	11.1	0.0	0.6	0.0	3.4
Designated for Debt Service	0.0	0.0	0.0	0.0	0.0	0.0	0.0
SUBTOTAL, FISCAL YEAR 2010 BEGINNING BALANCES	1,016.6	146.3	11.1	0.0	0.6	841.3	17.3
CURRENT YEAR REVENUES AND OTHER SOURCES							
Gross Tax Revenues	18,543.7	17,832.1	19.4	653.8	35.5	2.0	0.9
Sales Tax Dedicated to the MBTA	(767.1)	(767.1)	0.0	0.0	0.0	0.0	0.0
Annual State Contribution to State Pension System	(1,376.6)	(1,376.6)	0.0	0.0	0.0	0.0	0.0
Sales Tax Dedicated to the SBA	(605.2)	(605.2)	0.0	0.0	0.0	0.0	0.0
SubTotal: Net Tax Revenue Available for Budget	15,794.7	15,083.2	19.4	653.8	35.5	2.0	0.9
Federal Reimbursements	8,548.8	8,541.9	0.0	0.0	0.0	0.0	7.0
Departmental Revenue	2,800.8	2,238.5	0.0	533.4	0.0	21.8	7.2
Consolidated Transfers	251.7	389.0	(0.4)	71.5	(0.3)	(206.6)	(1.5)
SUBTOTAL, FISCAL YEAR 2010 REVENUES	27,396.1	26,252.5	19.0	1,258.6	35.3	(182.8)	13.5
TOTAL, FISCAL YEAR 2010 AVAILABLE RESOURCES	28,412.7	26,398.8	30.1	1,258.6	35.8	658.5	30.8
EXPENDITURES AND USES							
Direct Appropriations	27,610.8	26,322.9	19.0	1,247.8	7.7	0.0	13.5
Unspent Appropriations Continued to Fiscal 2011	(111.1)	(102.0)	(5.0)	0.0	0.0	0.0	(4.1)
TOTAL, FISCAL YEAR 2010 EXPENDITURES	27,499.7	26,220.9	14.0	1,247.8	7.7	0.0	9.4
END OF FISCAL YEAR RESERVED BALANCES							
Designated for Continuing Appropriations	111.1	102.0	5.0	0.0	0.0	0.0	4.1
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0
FISCAL YEAR 2010 UNDESIGNATED FUND BALANCE	791.0	75.9	11.2	0.0	28.2	658.5	17.3
Transfer of Fund Balances	0.0	0.0	0.0	0.0	0.0	0.0	0.0
UNASSIGNED FUND BALANCE	791.0	75.9	11.2	0.0	28.2	658.5	17.3
Balances Reserved in Other Budgeted Funds	(675.8)	0.0	0.0	0.0	0.0	(658.5)	(17.3)
ENDING BALANCES	115.2	75.9	11.2	0.0	28.2	0.0	0.0
STATUTORY CARRY FORWARD TO FY2011	94.0						
STATUTORY TRANSFER TO STABILIZATION FUND	0.0						
STATUTORY TRANSFER TO LIFE SCIENCES FUND	10.0						
FISCAL YEAR 2010 SURPLUS	11.3						
FISCAL YEAR 2010 ENDING BALANCES							
Undesignated Fund Balance	111.3	94.0	0.0	0.0	0.0	0.0	17.3
Stabilization Fund Balance	669.8	0.0	0.0	0.0	0.0	669.8	0.0
Designated for Continuing Appropriations into FY2011	111.1	102.0	5.0	0.0	0.0	0.0	4.1
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0
TOTALS, FISCAL YEAR 2010 ENDING BALANCES	903.1	196.0	5.0	10.8	0.0	669.8	21.4

FY2012 Governor's Budget Recommendation

Fiscal Year 2011 Financial Statement - Budgeted Funds (in millions)

	All Funds	General Fund	Workforce Training	Comm. Trnsp Fund	Mass Tourism	Substance Abuse Fund	Stabil. Fund	Other Funds
FISCAL YEAR 2011								
FINANCIAL STATEMENT								
Budgeted Funds (in millions)								
FISCAL YEAR 2011 BEGINNING BALANCES								
Undesignated Fund Balance	111.4	94.0	0.0	0.0	0.0	0.0	0.0	17.4
Stabilization Fund Balance	669.8	0.0	0.0	0.0	0.0	0.0	669.8	0.0
Designated for Continuing Appropriations into FY2011	111.1	102.0	5.0	0.0	0.0	0.0	0.0	4.1
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0	0.0
SUBTOTAL, FISCAL YEAR 2011 BEGINNING BALANCES	903.1	196.0	5.0	10.8	0.0	0.0	669.8	21.5
CURRENT YEAR REVENUES AND OTHER SOURCES								
Gross Tax Revenues	19,784.0	18,716.8	19.4	966.3	39.4	41.2	0.0	0.9
Sales Tax Dedicated to the MBTA	(767.1)	(767.1)	0.0	0.0	0.0	0.0	0.0	0.0
Annual State Contribution to State Pension System	(1,441.8)	(1,441.8)	0.0	0.0	0.0	0.0	0.0	0.0
Sales Tax Dedicated to the SBA	(654.7)	(654.7)	0.0	0.0	0.0	0.0	0.0	0.0
SubTotal: Net Tax Revenue Available for Budget	16,920.4	15,853.2	19.4	966.3	39.4	41.2	0.0	0.9
Federal Reimbursements	8,961.3	8,955.0	0.0	0.0	0.0	0.0	0.0	6.3
Departmental Revenue	2,933.8	2,418.9	0.0	504.0	0.0	0.0	4.0	6.9
Consolidated Transfers	1,856.1	1,862.2	(0.4)	0.0	(0.3)	0.0	(4.0)	(1.5)
SUBTOTAL, FISCAL YEAR 2011 REVENUES	30,671.6	29,089.3	19.0	1,470.3	39.1	41.2	0.0	12.7
TOTAL, FISCAL YEAR 2011 AVAILABLE RESOURCES	31,574.7	29,285.3	24.0	1,481.1	39.1	41.2	669.8	34.2
EXPENDITURES AND USES								
Section 2 Direct Appropriations	28,304.4	27,094.3	31.0	1,055.1	2.2	106.9	0.0	14.9
Section 2E Operating Transfers	2,129.8	1,759.7	0.0	370.1	0.0	0.0	0.0	0.0
Contingency Reserve	242.3	242.3	0.0	0.0	0.0	0.0	0.0	0.0
Unspent Appropriations Continued to Fiscal 2012	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL, FISCAL YEAR 2011 EXPENDITURES	30,676.5	29,096.3	31.0	1,425.2	2.2	106.9	0.0	14.9
END OF FISCAL YEAR RESERVED BALANCES								
Designated for Continuing Appropriations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0	0.0
FISCAL YEAR 2011 UNDESIGNATED FUND BALANCE	887.4	189.0	(7.0)	45.1	36.9	(65.7)	669.8	19.3
Transfer of Fund Balances	0.0	(50.7)	7.0	(12.1)	(9.9)	65.7	0.0	0.0
UNASSIGNED FUND BALANCE	887.4	138.3	0.0	33.0	27.0	0.0	669.8	19.3
Balances Reserved in Other Budgeted Funds	(689.1)	0.0	0.0	0.0	0.0	0.0	669.8	19.3
ENDING BALANCES	198.3	138.3	0.0	33.0	27.0	0.0	0.0	0.0
STATUTORY CARRY FORWARD TO FY2012	98.9							
STATUTORY TRANSFER TO STABILIZATION FUND	98.9							
FISCAL YEAR 2011 SURPLUS	0.4							
FISCAL YEAR 2011 ENDING BALANCES								
Undesignated Fund Balance	118.2	98.9	0.0	0.0	0.0	0.0	0.0	19.3
Stabilization Fund Balance	769.2	0.0	0.0	0.0	0.0	0.0	769.2	0.0
Designated for Continuing Appropriations into FY2012	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0	0.0
TOTALS, FISCAL YEAR 2011 ENDING BALANCES	898.2	98.9	0.0	10.8	0.0	0.0	769.2	19.3

Fiscal Year 2012 Financial Statement - Budgeted Funds (in millions)

	All Funds	General Fund	Workforce Training	Comm. Trnsp Fund	Mass Tourism	Substance Abuse Fund	Stabil. Fund	Other Funds
FISCAL YEAR 2012								
FINANCIAL STATEMENT								
Budgeted Funds (in millions)								
FISCAL YEAR 2012 BEGINNING BALANCES								
Undesignated Fund Balance	118.2	98.9	0.0	0.0	0.0	0.0	0.0	19.3
Stabilization Fund Balance	769.2	0.0	0.0	0.0	0.0	0.0	769.2	0.0
Designated for Continuing Appropriations into FY2012	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0	0.0
SUBTOTAL, FISCAL YEAR 2012 BEGINNING BALANCES	898.2	98.9	0.0	10.8	0.0	0.0	769.2	19.3
CURRENT YEAR REVENUES AND OTHER SOURCES								
Gross Tax Revenues	20,525.0	19,461.6	19.9	1,000.8	41.8	0.0	0.0	0.9
Transfer to New Off-Budget Workforce Training Fund	(19.9)	0.0	(19.9)	0.0	0.0	0.0	0.0	0.0
Tax Related Revenue Initiatives	140.4	140.4	0.0	0.0	0.0	0.0	0.0	0.0
Sales Tax Dedicated to the MBTA	(779.6)	(779.6)	0.0	0.0	0.0	0.0	0.0	0.0
Annual State Contribution to State Pension System	(1,478.0)	(1,478.0)	0.0	0.0	0.0	0.0	0.0	0.0
Sales Tax Dedicated to the SBA	(678.1)	(678.1)	0.0	0.0	0.0	0.0	0.0	0.0
SubTotal: Net Tax Revenue Available for Budget	17,709.8	16,666.3	0.0	1,000.8	41.8	0.0	0.0	0.9
Federal Reimbursements	7,748.2	7,741.9	0.0	0.0	0.0	0.0	0.0	6.3
Departmental Revenue	2,964.2	2,422.8	0.0	525.1	0.0	0.0	9.0	7.3
Consolidated Transfers	1,934.6	2,145.3	0.0	0.0	(0.3)	0.0	(209.0)	(1.5)
SUBTOTAL, FISCAL YEAR 2012 REVENUES	30,356.8	28,976.3	0.0	1,525.9	41.5	0.0	(200.0)	13.1
TOTAL, FISCAL YEAR 2012 AVAILABLE RESOURCES	31,255.0	29,075.2	0.0	1,536.7	41.5	0.0	569.2	32.4
EXPENDITURES AND USES								
Section 2 Direct Appropriations	28,617.4	27,406.1	0.0	1,197.9	1.9	0.0	0.0	11.5
Section 2E Operating Transfers	1,931.1	1,567.9	0.0	363.2	0.0	0.0	0.0	0.0
Contingency Reserve	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Unspent Appropriations Continued to Fiscal Year 2013	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL, FISCAL YEAR 2012 EXPENDITURES	30,548.5	28,974.0	0.0	1,561.1	1.9	0.0	0.0	11.5
END OF FISCAL YEAR RESERVED BALANCES								
Designated for Continuing Appropriations	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Designated for Debt Service	10.8	0.0	0.0	10.8	0.0	0.0	0.0	0.0
FISCAL YEAR 2012 UNDESIGNATED FUND BALANCE	695.7	101.2	0.0	(35.2)	39.6	0.0	569.2	20.9
Transfer of Fund Balances	0.0	(25.3)	0.0	35.2	(9.9)	0.0	0.0	0.0
UNASSIGNED FUND BALANCE	695.7	75.9	0.0	0.0	29.7	0.0	569.2	20.9
Balances Reserved in Other Budgeted Funds	(590.1)	0.0	0.0	0.0	0.0	0.0	569.2	20.9
ENDING BALANCES	105.6	75.9	0.0	0.0	29.7	0.0	0.0	0.0
STATUTORY CARRY FORWARD TO FY2013	103.2							
STATUTORY TRANSFER TO STABILIZATION FUND	0.0							
FISCAL YEAR 2012 SURPLUS	2.4							
FISCAL YEAR 2012 ENDING BALANCES								
Undesignated Fund Balance	124.2	74.2	0.0	0.0	29.1	0.0	0.0	20.9
Stabilization Fund Balance	571.6	0.0	0.0	0.0	0.0	0.0	571.6	0.0
Designated for Continuing Appropriations into FY2013	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Designated for Debt Service	10.8	0.0	0.0	0.0	10.8	0.0	0.0	0.0
TOTALS, FISCAL YEAR 2012 ENDING BALANCES	706.6	74.2	0.0	0.0	39.9	0.0	571.6	20.9



Fund Balance Tables

All Funds Balances (in millions)

This table consolidates all the budgeted funds which are the primary operating funds of the Commonwealth. They account for all budgeted governmental transactions. Major budgeted funds include the General, Stabilization, Workforce Training, Tourism, Commonwealth Transportation, and Commonwealth Substance Abuse Prevention and Treatment funds.

	FY10	FY11	FY12
Beginning Fund Balances	1,016.6	903.1	898.2
Taxes	15,794.7	16,920.4	17,709.8
Federal Revenues	8,548.8	8,961.3	7,748.3
Departmental Revenues			
- Fees	992.6	1,026.1	1,028.4
- Reimbursement for Services	538.5	632.7	663.4
- Special Assessments	417.3	452.0	464.9
- Federal Reimbursement	181.2	106.3	97.9
- Revenue Collections by Courts	124.1	126.8	122.8
- Licenses and Permits	111.2	109.3	120.2
- Rents	47.0	44.3	44.1
- Fines and Penalties	40.6	54.5	44.5
- Pensions - Other	39.2	42.0	43.5
- Unclaimed Deposits	35.8	35.5	57.8
- Revenue Maximization	31.4	24.4	24.5
- Interest Income	30.9	13.1	18.1
- Operating Transfers In	26.2	25.6	25.6
- Sale of Goods	10.5	10.4	10.1
- Trust Contributions	0.9	0.0	0.0
- Deeds County Correction	0.1	23.0	23.0
- Other Sources	0.0	1.0	2.2
- Federal Grant	0.0	0.0	35.0
- Miscellaneous	(186.2)	209.1	140.9
Consolidated Transfers	(51.0)	1,853.5	1,931.8
Total Revenues	26,733.8	30,671.6	30,356.9
Transfers from Other Funds	662.3	0.0	(0.1)
Total Available	28,412.7	31,574.7	31,255.0
Local Aid	4,837.4	4,784.7	4,864.6
Medicaid	9,286.6	10,238.3	10,338.3
Debt Service	2,017.9	2,001.3	2,250.0
Judiciary	775.9	782.5	455.6
Independents	1,270.8	842.0	995.2
Administration & Finance	1,678.4	2,150.8	1,962.0
Energy & Environmental Affairs	194.9	194.9	192.4
Health & Human Services	4,618.2	6,034.3	5,729.1
Transportation	66.0	370.1	363.2
Housing & Economic Development	360.1	370.5	347.6
Labor & Workforce Development	41.9	73.8	35.4
Education	1,786.9	1,877.6	1,942.5
Public Safety	1,059.1	939.8	1,014.4
Legislature	59.5	60.9	58.2
Total Expenditures	28,053.6	30,721.4	30,548.7
Transfers to Other Funds	(543.9)	(44.9)	(0.3)
Ending Fund Balances	903.1	898.2	706.6

General Fund Balances (in millions)

The General Fund is the Commonwealth's primary Governmental Fund. All governmental activities not specifically directed to another fund are accounted for in the General Fund. As a result, most budgeted expenditures of the Executive secretariats, the Legislature, Constitutional offices, Judiciary, institutions of higher education and independent commissions are paid for from the General Fund. It similarly receives a significant portion of sales, individual income and corporate taxes, and the full amount of most other governmental taxes.

	FY10	FY11	FY12
Beginning Fund Balances	146.3	196.0	98.9
Taxes	15,083.2	15,853.2	16,666.3
Federal Revenues	8,541.9	8,955.0	7,741.9
Departmental Revenues			
- Reimbursement for Services	536.3	632.7	663.4
- Fees	503.6	535.5	525.3
- Special Assessments	403.3	438.3	442.1
- Federal Reimbursement	181.2	106.3	97.9
- Miscellaneous	146.1	209.0	140.8
- Revenue Collections by Courts	123.9	126.6	122.6
- Licenses and Permits	105.6	103.8	114.6
- Rents	45.3	44.3	44.0
- Fines and Penalties	40.5	54.3	44.4
- Pensions - Other	39.2	42.0	43.5
- Unclaimed Deposits	35.8	35.5	57.8
- Revenue Maximization	31.4	24.4	24.5
- Operating Transfers In	26.2	25.6	25.6
- Sale of Goods	10.0	10.0	9.7
- Interest Income	9.1	9.1	9.1
- Trust Contributions	0.9	0.0	0.0
- Deeds County Correction	0.1	23.0	23.0
- Other Sources	0.0	1.0	2.2
- Federal Grant	0.0	0.0	35.0
Consolidated Transfers	389.0	1,859.7	2,142.6
Total Revenues	26,252.5	29,089.3	28,976.4
Transfers from Other Funds	0.0	0.0	(0.1)
Total Available	26,398.8	29,285.3	29,075.2
Local Aid	4,837.4	4,784.7	4,864.6
Medicaid	9,286.6	10,238.3	10,338.3
Debt Service	1,157.7	946.3	1,181.1
Judiciary	775.9	782.5	455.6
Independents	1,135.2	842.0	995.2
Administration & Finance	1,403.4	2,150.8	1,962.0
Energy & Environmental Affairs	176.4	184.1	180.9
Health & Human Services	4,618.2	5,934.4	5,729.1
Housing & Economic Development	352.4	368.3	345.8
Labor & Workforce Development	27.9	42.8	35.4
Education	1,786.9	1,877.6	1,942.5
Public Safety	1,052.1	932.7	885.5
Legislature	59.5	60.9	58.2
Total Expenditures	26,669.7	29,145.3	28,974.2
Transfers to Other Funds	(466.9)	41.1	26.8
Ending Fund Balances	196.0	98.9	74.2

Workforce Training Fund Balances (in millions)

The Workforce Training Fund, authorized in section 2RR of Chapter 29 of the General Laws and administered by the Executive Office of Labor and Workforce Development, provides employers with matching grants of up to \$250,000 or more to help train new and incumbent workers. It was established in July 1998, and financed entirely by Massachusetts employers. In fiscal year 2011 the Fund was financed by an employer surcharge of .075% on employees' wages, paid concurrently with payments into the Unemployment Insurance Trust Fund. Annual state revenues from employer contributions total approximately \$19 million, and state appropriations for training grants are continually rolled forward into future fiscal years to provide for multiple-year grant awards. House 1 includes a reform to the funding structure of the Workforce Training Fund by funding the program through an "off-budget" trust fund. This change will be responsive to private employers concerns that annual WTF contributions have been diverted in the past from job training initiatives and used for broader budget purposes.

	FY10	FY11	FY12
Beginning Fund Balances	11.1	5.0	0.0
Taxes	19.4	19.4	0.0
Consolidated Transfers	(0.4)	(0.4)	0.0
Total Revenues	19.0	19.0	0.0
Total Available	30.1	24.0	0.0
Labor & Workforce Development	14.0	31.0	0.0
Total Expenditures	14.0	31.0	0.0
Transfers to Other Funds	11.2	(7.0)	0.0
Ending Fund Balances	5.0	0.0	0.0

Commonwealth Transportation Fund Balances (in millions)

The Commonwealth Transportation Fund accounts for road and highway use revenues, including the gas tax, registry fees and 0.385% of the sales tax. The fund is used to pay debt service associated with highway maintenance and construction projects and provides funding for the operation of the independent Massachusetts Department of Transportation (MassDOT). Established as part of the historic transportation reforms implemented in fiscal year 2010, the fund is new for fiscal year 2011 and replaces the former Highway Fund as the principal source of transportation related revenues and expenditures for the Commonwealth.

	FY10	FY11	FY12
Beginning Fund Balances	0.0	10.8	10.8
Taxes	653.8	966.3	1,000.8
Departmental Revenues			
- Fees	487.2	489.1	501.1
- Miscellaneous	27.3	0.1	0.1
- Special Assessments	14.1	13.7	22.8
- Reimbursement for Services	2.2	0.0	0.0
- Rents	1.6	0.0	0.0
- Sale of Goods	0.5	0.4	0.4
- Licenses and Permits	0.3	0.3	0.3
- Revenue Collections by Courts	0.2	0.2	0.2
- Fines and Penalties	0.0	0.1	0.1
Consolidated Transfers	71.5	0.0	0.0
Total Revenues	1,258.6	1,470.3	1,525.9
Total Available	1,258.6	1,481.1	1,536.7
Debt Service	860.2	1,055.1	1,068.9
Independents	135.6	0.0	0.0
Administration & Finance	275.0	0.0	0.0
Energy & Environmental Affairs	8.5	0.0	0.0
Transportation	66.0	370.1	363.2
Public Safety	7.0	0.0	129.0
Total Expenditures	1,352.2	1,425.2	1,561.1
Transfers to Other Funds	(104.4)	45.1	(24.5)
Ending Fund Balances	10.8	10.8	0.0

Tourism Fund Balances (in millions)

The Massachusetts Tourism Fund, authorized in section 35J of Chapter 10 of the MGL, is funded with 35 percent of the State's annual revenues received from the hotel occupancy tax authorized in section 3 of Chapter 64G. The Fund's use is proscribed in Chapter 10, which includes a formula that assigns various funding levels for tourism promotion programs and activities, including the Massachusetts Office of Travel and Tourism, regional tourism promotion agencies, the Massachusetts Office of International Trade and Investment, and the Cultural Facilities Fund. While funding for the purposes prescribed in the section are being made in this budget, the specific requirements of the fund have been suspended through an outside section for the last several years.

	FY10	FY11	FY12
Beginning Fund Balances	0.6	0.0	0.0
Taxes	35.5	39.4	41.8
Consolidated Transfers	(0.3)	(0.3)	(0.3)
Total Revenues	35.3	39.1	41.5
Total Available	35.8	39.1	41.5
Housing & Economic Development	7.7	2.2	1.9
Total Expenditures	7.7	2.2	1.9
Transfers to Other Funds	28.2	36.9	(0.3)
Ending Fund Balances	0.0	0.0	39.9

Substance Abuse Prevention and Treatment Fund (in millions)

The Substance Abuse Prevention and Treatment Fund, established in the Fiscal Year 2011 General Appropriations Act, is funded with the proceeds from the fiscal year 2010 removal of the sales tax exemption from alcohol. The revenues were used for public health programs such as alcohol and tobacco addiction services, childhood health and nutrition services, and violence prevention. On November 2, 2010 the state's voters adopted Question 1 which reinstated the exemption of retail sales of alcohol from the state's 6.25 percent sales tax. Therefore the Substance Abuse Prevention and Treatment Fund no longer has a dedicated revenue stream to support these programs in Fiscal Year 2012. However, the Governor's Fiscal Year 2012 budget recommendation will include funding for these programs through another state budgetary fund, namely the General Fund.

	FY10	FY11	FY12
Beginning Fund Balances	0.0	0.0	0.0
Taxes	0.0	41.2	0.0
Total Revenues	0.0	41.2	0.0
Total Available	0.0	41.2	0.0
Transfers to Other Funds	0.0	41.2	0.0
Ending Fund Balances	0.0	0.0	0.0

Stabilization Fund Balances (in millions)

The Commonwealth Stabilization Fund is established in Chapter 29, section 2H of the General Laws as a reserve of surplus revenues to be used for the purposes of: (1) covering revenue shortfalls, (2) covering state or local losses of federal funds, or (3) for any event which threatens the health, safety or welfare of the people or the fiscal stability of the Commonwealth or any of its political subdivisions. The fund is sometimes referred to as the state's "rainy day fund," serving as a source of financial support for the state budget in times of slow or declining revenue growth and as the primary source of protection against having to make drastic cuts in state services in periods of economic downturns. There are a number of different ways monies can be deposited to the fund including but not limited to: the statutorily required deposit of 1/2 of 1 per cent of state tax revenue in a fiscal year, any capital gains revenue above and beyond \$1 billion in a given fiscal year and ad hoc deposits as authorized by the state Legislature.

	FY10	FY11	FY12
Beginning Fund Balances	841.3	669.8	769.2
Taxes	2.0	0.0	0.0
Departmental Revenues			
- Interest Income	21.8	4.0	9.0
Consolidated Transfers	(206.6)	(4.0)	(209.0)
Total Revenues	(182.8)	0.0	(200.0)
Total Available	658.5	669.8	569.2
Transfers to Other Funds	(11.3)	(99.4)	(2.4)
Ending Fund Balances	669.8	769.2	571.6

Other Funds Balances (in millions)

These include the Inland Fisheries and Game Fund, Division of Energy Resources Credit Trust Fund and Marine Recreational Fisheries Development Fund. The latter, which was recently established, accounts for all recreational saltwater fishing permit fees collected by the director of the division of marine fisheries. Fees collected in this fund shall be used for the development and administration of the recreational saltwater fishing permit program which supports science and conservation programs designed to improve recreational saltwater fishing.

	FY10	FY11	FY12
Beginning Fund Balances	17.3	21.5	19.3
Taxes	0.9	0.9	0.9
Federal Revenues	7.0	6.3	6.3
Departmental Revenues			
- Licenses and Permits	5.3	5.3	5.3
- Fees	1.8	1.6	2.0
- Miscellaneous	(359.6)	0.0	0.0
Consolidated Transfers	(304.2)	(1.5)	(1.5)
Total Revenues	(648.8)	12.7	13.1
Transfers from Other Funds	662.3	0.0	0.0
Total Available	30.8	34.2	32.4
Energy & Environmental Affairs	10.0	10.8	11.5
Health & Human Services	0.0	99.9	0.0
Public Safety	0.0	7.0	0.0
Total Expenditures	10.0	117.7	11.5
Transfers to Other Funds	(0.6)	(102.8)	0.0
Ending Fund Balances	21.4	19.3	20.9