



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

Deborah B. Goldberg
Treasurer and Receiver General

September 1, 2016

The Honorable Karen E. Spilka, 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 Spilka 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 year 2017.

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 2017 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 balances.

Highlights of Fiscal Year 2017

The fiscal year 2017 budget was enacted by the Legislature on June 30, 2016 and approved by the Governor on July 8, 2016. Total authorized line item spending in the fiscal year 2017 budget approved by the Governor amounted to approximately \$38.92 billion, after accounting for \$264.0 million in line item vetoes. Excluding spending from beginning balances and excluding certain transfers in both years, the fiscal year 2017 budget as signed was approximately \$489.0 million, or 1.3% greater than fiscal year 2016 estimated spending levels at the time of its approval. An increase in the pension transfer represented an additional \$226.0 million in increased spending over fiscal year 2016 levels.

*For cash purposes, the use of "fiscal year" includes "accounts payable" activity for fiscal year 2016, and excludes "accounts payable" activity for fiscal year 2017.

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The Honorable Karen E. Spilka, Chair
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Through July 31, 2016, the Legislature passed overrides to the Governor's vetoes in the aggregate amount of \$219.0 million, net of offsetting revenue impacts and increased caseload expenditures.

For cash flow needs for fiscal year 2017, the State Treasurer issued \$1.5 billion of revenue anticipation notes (RANs) in August 2016. As in previous years, the RANs will be repaid in April, May and June 2017.

The fiscal year 2017 capital plan currently projects \$4.146 billion of spending on capital projects, including \$2.19 billion of bond cap spending, approximately \$472.4 million of special obligation bond spending authorized under the accelerated bridge program (ABP) and for rail enhancement projects (REP), approximately \$877.5 million in federal reimbursements and grants, approximately \$77.7 million of spending on projects funded by anticipated savings or revenues, approximately \$330.0 million from non-commonwealth sources such as contributions from campuses, and approximately \$198.4 million in pay-as-you-go capital funded by operating funds, including tolls.

Ongoing Cash Management Practices

Treasury, Administration and Finance and Comptroller staffs continue to meet regularly to monitor the status of the Commonwealth's cash position. In addition, this group actively seeks to improve the reader's experience by enhancing the Commonwealth's cash flow forecast with additional features.

Please feel free to contact our respective staff members if you have any questions or require additional information.

Sincerely,



Deborah B. Goldberg
Treasurer and Receiver General



Kristen Lepore
Secretary of Administration and Finance

Enclosures

	Jul-15	Aug-15	Sep-15	Oct-15	Nov-15	Dec-15	Jan-16	Feb-16	Mar-16	Apr-16	May-16	Jun-16	Total FY 2016
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	
OPERATING NON-SEGREGATED OPERATING CASH BALANCE:	\$2,140.8	\$1,380.2	\$551.4	\$1,851.6	\$1,421.0	\$787.7	\$1,029.8	\$1,487.5	\$962.0	\$1,280.0	\$2,044.2	\$2,276.6	\$2,140.8
Budgetary Funds:													
Tax Revenue	\$1,718.5	\$1,793.6	\$2,629.7	\$1,829.2	\$1,790.8	\$2,454.9	\$2,618.2	\$1,891.9	\$2,617.1	\$3,274.8	\$2,091.8	\$2,928.7	\$27,439.0
Federal Reimbursements	\$1,186.0	\$1,079.8	\$593.6	\$757.8	\$1,266.5	\$920.7	\$802.3	\$1,083.1	\$758.0	\$777.9	\$1,035.7	\$833.2	\$10,982.7
Other Budgetary Revenue	\$329.3	\$284.1	\$256.0	\$344.1	\$274.3	\$312.2	\$356.2	\$226.1	\$363.9	\$94.5	\$245.2	\$520.8	\$4,076.6
Transfer from/(to) Stabilization Fund	\$0.0	\$0.0	(\$0.1)	\$0.0	(\$123.5)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	(\$123.6)
Total Budgetary Revenue/Inflows	\$3,233.8	\$3,137.5	\$3,478.1	\$2,931.1	\$3,208.0	\$3,587.7	\$3,776.7	\$3,001.1	\$3,738.9	\$4,637.2	\$3,372.7	\$4,282.8	\$42,364.6
Local Aid	\$478.4	\$451.9	\$529.7	\$463.3	\$477.7	\$474.6	\$408.0	\$411.9	\$438.6	\$401.7	\$417.0	\$466.8	\$5,420.8
Tax Refunds	\$47.5	\$64.6	\$78.7	\$166.2	\$118.6	\$27.8	\$29.2	\$418.9	\$340.1	\$332.8	\$114.8	\$57.0	\$1,794.0
Debt Service for General Obligation (including CAUT)	\$87.2	\$538.7	\$230.1	\$136.3	\$335.4	\$192.2	\$130.0	\$153.9	\$58.6	\$80.0	\$123.2	\$91.8	\$2,157.1
Debt Service for Special Obligations	\$18.7	\$0.0	\$0.0	\$0.0	\$0.0	\$37.1	\$37.8	\$0.0	\$0.0	\$0.0	\$0.0	\$86.6	\$180.1
Debt Service for GANS	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$15.2	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$15.0	\$30.2
Other Budgetary Expenditures	\$3,320.2	\$2,311.7	\$2,227.3	\$2,903.9	\$2,350.6	\$2,243.1	\$2,578.4	\$2,305.2	\$2,419.7	\$2,586.9	\$2,390.9	\$1,983.4	\$29,519.3
Total Budgetary Expenditures/Outflows	\$3,950.0	\$3,368.8	\$3,065.8	\$3,568.7	\$3,280.2	\$2,890.1	\$3,181.4	\$3,289.8	\$3,257.9	\$3,401.4	\$3,045.7	\$2,712.3	\$38,111.4
Net Budgetary Funds	(\$716.2)	(\$229.4)	\$413.3	(\$638.8)	(\$72.3)	\$697.6	\$595.4	(\$288.7)	\$479.0	\$1,235.8	\$327.0	\$1,570.5	\$3,273.2
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):													
Lottery Revenue	\$119.8	\$181.9	\$123.8	\$131.1	\$187.8	\$134.6	\$197.6	\$210.6	\$130.6	\$129.1	\$207.0	\$135.6	\$1,899.8
Pension Receipts (PRIM and Annuity Receipts)	\$251.6	\$258.3	\$256.1	\$265.7	\$293.5	\$285.7	\$257.8	\$358.0	\$124.7	\$258.9	\$259.7	\$255.7	\$3,096.6
Transfers in & out for Non Pooled / Trust / Fiduciary Fund Investments	\$465.5	(\$34.5)	(\$179.7)	(\$95.9)	(\$185.1)	(\$52.7)	\$9.7	(\$319.7)	\$108.1	\$3.3	\$390.8	(\$576.2)	(\$348.6)
Non Budgetary Tax Receipts	\$60.2	\$49.2	\$114.0	\$49.9	\$44.8	\$4.7	\$144.4	\$59.6	\$94.3	\$114.4	(\$89.7)	\$41.6	\$687.8
Other Non Budgetary Revenue	\$326.6	\$400.3	\$362.7	\$678.4	\$564.6	\$380.4	\$340.0	\$363.3	\$358.7	\$311.6	\$545.4	\$727.5	\$5,390.4
Total Non Budgetary Revenue/Inflows	\$1,243.6	\$855.1	\$778.9	\$1,000.4	\$915.7	\$752.7	\$948.5	\$871.9	\$818.2	\$1,313.0	\$584.6	\$1,072.7	\$10,727.8
Lottery Payments	\$78.1	\$57.8	\$65.9	\$47.5	\$49.2	\$62.8	\$62.8	\$78.0	\$82.1	\$72.9	\$90.7	\$80.1	\$884.7
MBTA Sales Tax	\$75.1	\$85.9	\$88.4	\$76.8	\$86.6	\$76.9	\$78.0	\$13.6	\$81.4	\$72.9	\$80.7	\$80.1	\$884.7
MBTA Assessments	\$13.6	\$13.6	\$13.6	\$0.0	\$27.1	\$13.9	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$162.9
MSBA Payments	\$70.1	\$72.8	\$65.8	\$65.8	\$67.5	\$63.8	\$64.6	\$78.7	\$58.1	\$59.5	\$67.1	\$66.8	\$797.6
Pension Payments	\$392.3	\$392.3	\$412.0	\$418.3	\$411.2	\$540.0	\$405.8	\$404.4	\$413.7	\$414.7	\$409.3	\$428.5	\$5,050.1
Non Pooled / Trust / Fiduciary Fund Expenditures	\$933.7	\$375.6	\$371.6	\$218.6	\$935.9	\$288.3	\$287.2	\$288.7	\$251.8	\$258.0	\$280.4	\$508.2	\$4,178.1
Other Non Budgetary Expenditures	\$175.0	\$138.5	\$223.1	\$100.2	\$106.6	\$247.8	\$121.4	\$108.1	\$219.6	\$97.5	\$28.6	\$305.6	\$1,868.3
Total Non Budgetary Expenditures/Outflows	\$1,168.8	\$1,145.8	\$1,040.5	\$923.8	\$1,684.1	\$1,274.0	\$1,048.4	\$1,048.4	\$1,158.7	\$984.0	\$943.4	\$1,473.9	\$13,872.9
Net Non Budgetary Funds	\$78.8	(\$290.7)	(\$263.6)	(\$106.5)	(\$768.4)	(\$521.4)	(\$98.9)	(\$377.6)	(\$342.4)	(\$145.8)	\$369.6	(\$401.2)	(\$1,145.1)
Undesignated Revenue/Inflows and Expenditures/Outflows:													
General Fund Investment Earnings	\$1.3	\$1.7	\$15.8	\$1.6	\$1.6	\$2.1	\$0.8	\$3.5	\$2.4	\$4.3	\$2.5	\$4.1	\$41.7
Net Undesignated Revenue/Inflows and Expenditures/Outflows	\$1.3	\$1.7	\$15.8	\$1.6	\$1.6	\$2.1	\$0.8	\$3.5	\$2.4	\$4.3	\$2.5	\$4.1	\$41.7
NET OPERATING ACTIVITIES	(\$638.2)	(\$518.4)	\$185.5	(\$530.5)	(\$839.1)	\$78.3	\$487.4	(\$682.8)	\$138.0	\$1,094.3	\$689.0	\$685.2	\$168.8
FEDERAL GRANTS:													
Total Federal Grants Revenue/Inflows	\$152.5	\$177.8	\$200.3	\$143.0	\$103.9	\$155.3	\$204.8	\$250.2	\$249.4	\$192.1	\$243.1	\$328.9	\$2,405.3
Total Federal Grants Expenditures/Outflows	\$183.1	\$203.8	\$190.3	\$168.7	\$186.8	\$211.8	\$189.2	\$203.5	\$216.3	\$186.8	\$237.2	\$233.0	\$2,379.2
NET FEDERAL GRANTS	(\$30.6)	(\$25.9)	\$10.0	(\$24.7)	(\$82.9)	(\$56.5)	\$15.6	\$46.7	\$33.2	\$5.3	\$5.9	\$95.9	\$26.1
CAPITAL FUNDS:													
Capital Revenue/Inflows:													
Capital Inflow from Federal Reimbursements	\$49.1	\$58.4	\$74.2	\$30.5	\$90.5	\$87.6	\$54.8	\$37.4	\$43.4	\$22.9	\$31.9	\$87.7	\$638.5
Capital Inflow from Financing Activities:													
Capital Inflow to General Fund from Segregated Bond Funds	\$235.2	\$65.3	\$207.1	\$237.5	\$322.8	\$453.9	\$117.1	\$180.6	\$447.7	\$247.9	\$151.8	\$182.9	\$2,849.4
Total Capital Revenue/Inflows	\$284.3	\$123.7	\$281.3	\$268.0	\$403.2	\$541.4	\$171.8	\$218.1	\$491.1	\$270.8	\$183.5	\$270.6	\$3,487.9
Total Capital Expenditures/Outflows	\$368.8	\$408.3	\$307.7	\$244.4	\$304.5	\$301.4	\$227.1	\$227.4	\$243.3	\$201.7	\$250.8	\$325.3	\$3,410.6
NET CAPITAL FUNDS	(\$84.5)	(\$284.5)	(\$28.4)	(\$76.4)	(\$98.7)	\$220.0	(\$55.2)	(\$8.2)	(\$47.2)	\$69.2	(\$67.3)	(\$54.6)	\$77.2
FINANCING ACTIVITIES:													
Cash Flow Financing Activities Inflows:													
Commercial Paper	\$0.0	\$0.0	\$0.0	\$0.0	\$200.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$200.0
Revenue Anticipation Notes (RANS)	\$0.0	\$0.0	\$1,200.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,200.0
Total Cash Flow Financing Activities Inflows	\$0.0	\$0.0	\$1,200.0	\$0.0	\$200.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,400.0
Cash Flow Financing Activities Outflows:													
Commercial Paper - (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.1	\$200.2	\$200.3
RANS - (Principal + Interest)	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$404.6	\$405.2	\$405.8	\$1,215.7
Total Cash Flow Financing Activities Outflows	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$404.6	\$405.3	\$405.8	\$1,415.9
NET FINANCING ACTIVITIES	\$0.0	\$0.0	\$1,200.0	\$0.0	\$200.0	\$0.0	(\$0.0)	\$0.0	\$0.0	(\$404.6)	(\$405.3)	(\$405.8)	(\$15.9)
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	\$1,380.2	\$551.4	\$1,951.8	\$1,421.0	\$787.7	\$1,029.8	\$1,487.5	\$962.0	\$1,280.0	\$2,044.2	\$2,276.6	\$2,397.8	\$2,397.8
Capital Budget Bonding Activity:													
Opening Balance Segregated Bond Funds	\$82.1	\$82.2	\$62.8	\$365.0	\$127.5	\$564.3	\$678.1	\$562.0	\$381.4	\$626.6	\$378.7	\$527.2	\$3,002.8
Bonds	\$281.2	\$0.0	\$9.2	\$0.0	\$559.5	\$568.7	\$0.0	\$0.0	\$692.9	\$0.0	\$300.0	\$591.2	\$3,002.8
BANS	\$0.0	\$0.0	\$0.0	\$0.0	\$200.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
Segregated Bond Funds Available	\$82.1	\$82.2	\$572.0	\$365.0	\$887.0	\$1,132.9	\$678.1	\$562.0	\$1,074.3	\$626.6	\$678.7	\$1,116.0	\$3,002.8
Bond / BANS Proceeds Allocated	\$235.2	\$65.3	\$207.1	\$237.5	\$332.8	\$453.9	\$117.1	\$180.6	\$447.7	\$247.9	\$151.8	\$182.9	\$2,849.4
Ending Balance Segregated Bond Funds	\$628.2	\$562.8	\$365.0	\$127.5	\$564.3	\$678.1	\$562.0	\$381.4	\$626.6	\$378.7	\$527.2	\$635.5	\$3,002.8

Account	Actual	Jul-16	Aug-16	Sep-16	Oct-16	Nov-16	Dec-16	Jan-17	Feb-17	Mar-17	Apr-17	May-17	Jun-17	Total FY 2017
OPENING NON-SEGREGATED OPERATING CASH BALANCE:	\$2,397.8	\$1,864.0	\$2,029.9	\$2,378.6	\$2,447.9	\$2,160.1	\$2,000.8	\$2,411.3	\$2,119.0	\$1,701.8	\$1,975.3	\$2,283.8	\$2,019.9	\$2,397.8
BUDGETARY ACTIVITIES:														
Budgetary Funds:														
Tax Revenue	\$1,878.4	\$1,863.0	\$2,768.0	\$1,840.0	\$1,877.0	\$2,469.0	\$2,786.0	\$1,819.0	\$2,027.9	\$2,736.0	\$3,312.0	\$2,082.0	\$2,904.0	\$28,116.4
Federal Reimbursements	\$1,153.8	\$1,164.0	\$659.2	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$753.0	\$10,718.5
Other Budgetary Revenue	\$309.3	\$283.5	\$228.4	\$248.7	\$253.9	\$317.5	\$329.2	\$255.9	\$282.7	\$380.8	\$529.1	\$453.2	\$453.2	\$3,931.8
Transfer from/(to) Stabilization Fund	\$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	\$0.0
Total Budgetary Revenue/Inflows	\$3,142.5	\$3,290.5	\$3,655.6	\$2,841.7	\$3,124.4	\$3,550.0	\$3,868.2	\$2,887.9	\$3,063.6	\$3,851.8	\$4,621.1	\$3,547.9	\$4,158.2	\$42,728.0
Local Aid	\$518.0	\$479.1	\$470.3	\$486.0	\$442.4	\$482.5	\$498.7	\$498.7	\$498.7	\$498.7	\$498.7	\$498.7	\$498.7	\$5,732.8
Tax Refunds	\$44.5	\$54.0	\$82.0	\$168.0	\$88.0	\$28.0	\$40.0	\$46.0	\$46.0	\$46.0	\$46.0	\$46.0	\$46.0	\$1,847.5
Debt Service for General Obligation (including CA/T)	\$131.6	\$478.0	\$98.8	\$183.5	\$167.0	\$167.0	\$167.0	\$167.0	\$167.0	\$167.0	\$167.0	\$167.0	\$167.0	\$2,184.2
Debt Service for Special Obligations	\$18.2	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$135.4
Debt Service for GAINS	\$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	\$242.9
Other Budgetary Expenditures	\$3,418.0	\$3,322.1	\$2,364.3	\$2,333.0	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$2,438.3	\$30,850.7
Total Budgetary Expenditures/Outflows	\$4,128.3	\$4,333.2	\$3,023.4	\$3,179.5	\$3,314.1	\$3,143.7	\$3,305.7	\$3,424.1	\$3,424.1	\$3,424.1	\$3,424.1	\$3,424.1	\$3,424.1	\$40,907.1
Net Budgetary Funds	(\$985.8)	(\$1,042.7)	\$632.2	(\$337.8)	(\$190.7)	\$406.3	(\$437.9)	(\$536.2)	(\$360.5)	(\$712.3)	(\$792.8)	(\$876.2)	(\$465.2)	\$1,820.9
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):														
Lottery Revenue	\$158.2	\$142.2	\$177.7	\$142.2	\$142.2	\$177.7	\$142.2	\$142.2	\$142.2	\$177.7	\$142.2	\$142.2	\$177.7	\$1,882.3
Pension Receipts (PRIM and Annuity Receipts)	\$282.4	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$251.8	\$3,037.5
Transfers in & out for Non Pooled / Trust / Fiduciary Fund Investments	\$425.5	\$220.0	\$275.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$220.0	\$3,116.5
Non Budgetary Tax Receipts	\$93.5	\$9.0	\$15.0	\$19.5	\$11.2	\$9.8	\$10.4	\$5.5	\$17.1	\$2.7	\$10.1	\$2.7	\$8.0	\$184.0
Other Non Budgetary Revenue	\$435.8	\$299.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$265.0	\$3,775.8
Total Non Budgetary Revenue/Inflows	\$1,373.2	\$822.0	\$874.5	\$1,186.5	\$817.8	\$1,039.3	\$817.4	\$894.5	\$894.5	\$894.5	\$894.5	\$894.5	\$894.5	\$11,974.9
Lottery Payments	\$53.7	\$61.2	\$48.9	\$61.2	\$48.9	\$61.2	\$61.2	\$48.9	\$61.2	\$48.9	\$61.2	\$48.9	\$61.2	\$640.8
MBTA Sales Tax	\$74.9	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$65.6	\$1,018.3
MBTA Assessments	\$13.7	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$13.6	\$163.0
MSBA Payments	\$68.9	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$75.0	\$882.0
Pension Payments	\$235.5	\$340.0	\$395.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$340.0	\$5,235.4
Non Pooled / Trust / Fiduciary Fund Expenditures	\$183.7	\$135.7	\$215.1	\$97.4	\$116.0	\$246.3	\$120.8	\$140.1	\$122.4	\$136.0	\$130.3	\$170.8	\$182.3	\$4,335.5
Total Non Budgetary Expenditures/Outflows	\$1,148.7	\$1,288.0	\$1,248.2	\$1,082.7	\$1,082.7	\$1,402.3	\$1,126.1	\$1,138.2	\$1,138.2	\$1,138.2	\$1,138.2	\$1,138.2	\$1,138.2	\$14,078.6
Net Non Budgetary Funds	\$224.5	(\$204.0)	(\$73.7)	(\$115.8)	(\$164.9)	(\$363.0)	(\$258.7)	(\$243.7)	(\$243.7)	(\$243.7)	(\$243.7)	(\$243.7)	(\$243.7)	(\$2,257.7)
Undesignated Revenue/Inflows and Expenditures/Outflows:														
General Fund Investment Earnings	\$2.4	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$15.6
Net Undesignated Revenue/Inflows and Expenditures/Outflows	\$2.4	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$1.2	\$15.6
NET OPERATING ACTIVITIES	(\$754.0)	(\$1,245.5)	\$357.7	(\$156.6)	(\$382.9)	(\$367.4)	(\$626.7)	(\$684.4)	(\$684.4)	(\$684.4)	(\$684.4)	(\$684.4)	(\$684.4)	(\$6,885.3)
FEDERAL GRANTS:														
Total Federal Grants Revenue/Inflows	\$77.9	\$220.0	\$180.0	\$180.0	\$180.0	\$180.0	\$180.0	\$180.0	\$180.0	\$200.0	\$180.0	\$180.0	\$210.0	\$2,172.9
Total Federal Grants Expenditures/Outflows	\$177.1	\$204.1	\$178.8	\$183.8	\$223.6	\$223.6	\$195.2	\$191.8	\$214.9	\$198.3	\$203.8	\$210.2	\$240.8	\$2,408.0
NET FEDERAL GRANTS	(\$119.2)	\$115.9	\$32.2	(\$3.8)	(\$43.6)	(\$43.6)	\$84.8	(\$15.8)	(\$34.9)	(\$18.3)	(\$23.8)	(\$29.8)	(\$30.8)	(\$235.1)
CAPITAL FUNDS:														
Capital Revenue/Inflows:														
Capital Inflow from Federal Reimbursements	\$43.5	\$62.5	\$47.1	\$60.5	\$58.5	\$61.0	\$33.5	\$32.3	\$31.6	\$57.6	\$72.3	\$67.8	\$628.2	\$628.2
Capital Inflow from Financing Activities	\$613.0	\$220.3	\$267.0	\$465.0	\$254.0	\$234.8	\$222.0	\$221.9	\$198.8	\$178.3	\$235.5	\$206.3	\$3,313.0	\$3,313.0
Capital Inflow to General Fund from Segregated Bond Funds	\$659.5	\$282.8	\$314.1	\$525.5	\$312.5	\$296.8	\$255.5	\$254.2	\$228.4	\$233.9	\$307.8	\$274.1	\$3,841.2	\$3,841.2
Total Capital Revenue/Inflows	\$316.3	\$387.3	\$328.3	\$541.0	\$325.0	\$292.6	\$292.0	\$270.6	\$258.8	\$236.7	\$277.4	\$244.7	\$3,532.4	\$3,532.4
Total Capital Expenditures/Outflows	\$340.3	\$104.5	\$15.2	\$212.0	\$212.0	\$15.0	\$1.0	\$1.0	\$2.2	\$11.5	\$45.1	\$12.5	\$61.7	\$411.0
NET CAPITAL FUNDS	(\$23.0)	(\$282.8)	\$313.1	(\$327.0)	(\$113.0)	(\$282.6)	(\$282.0)	(\$282.0)	(\$282.0)	(\$282.0)	(\$282.0)	(\$282.0)	(\$282.0)	(\$282.0)
FINANCING ACTIVITIES:														
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	\$0.0
Revenue Anticipation Notes (RANS)	\$0.0	\$1,500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,500.0
Total Cash Flow Financing Activities Inflows	\$0.0	\$1,500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,500.0
Cash Flow Financing Activities Outflows:														
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	\$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	\$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	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
NET FINANCING ACTIVITIES	\$0.0	\$1,500.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1,500.0
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	\$1,864.0	\$2,029.9	\$2,378.6	\$2,447.9	\$2,160.1	\$2,000.8	\$2,411.3	\$1,819.0	\$2,119.0	\$1,701.8	\$1,975.3	\$2,283.8	\$2,019.9	\$2,283.8
Capital Budget Bonding Activity:														
Opening Balance Segregated Bond Funds	\$935.5	\$571.7	\$351.4	\$606.1	\$75.1	\$1,097.1	\$82.3	\$640.3	\$418.4	\$721.8	\$545.3	\$556.8	\$3,255.9	\$3,255.9
Bonds	\$249.2	\$0.0	\$591.7	\$350.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
BANS	\$1,184.7	\$571.7	\$933.1	\$1,216.1	\$1,351.1	\$1,097.1	\$862.3	\$640.3	\$818.4	\$721.6	\$795.3	\$1,084.8	\$1,084.8	\$1,084.8
Segregated Bond Funds Available	\$613.0	\$220.3	\$267.0	\$465.0	\$254.0	\$234.8	\$222.0	\$221.9	\$198.8	\$178.3	\$235.5	\$206.3	\$3,313.0	\$3,313.0
Bond / BANS Proceeds Allocated	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7	\$571.7
Ending Balance Segregated Bond Funds	\$571.7	\$351.4	\$606.1	\$75.1	\$1,097.1	\$82.3	\$640.3	\$418.4	\$721.8	\$545.3	\$556.8	\$3,255.9	\$3,255.9	\$3,255.9

May 2016 in Millions

	May 2016 Forecast	May 2016 Actual	Variance
OPENING NON-SEGREGATED OPERATING CASH BALANCE:	2,109,031	2,044,184	(64,847)
OPERATING ACTIVITIES:			
Budgetary Funds:			
Tax Revenue	2,002,000	2,091,786	89,786
Federal Reimbursements	1,298,500	1,035,675	(262,825)
Other Budgetary Revenue	508,100	245,216	(262,884)
Transfer from/(to) Stabilization Fund			
Total Budgetary Revenue/Inflows	3,808,600	3,372,677	(435,923)
Local Aid	401,100	417,049	15,949
Tax Refunds	84,000	114,589	30,589
Debt Service for General Obligation (including CAVT)	123,513	123,205	(307)
Debt Service for Special Obligations			
Debt Service for GANS			
Other Budgetary Expenditures	2,687,400	2,390,862	(296,538)
Total Budgetary Expenditures/Outflows	3,296,013	3,045,706	(250,307)
Net Budgetary Funds	512,587	326,972	(185,615)
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):			
Lottery Revenue	163,041	206,971	43,930
Pension Receipts (PRIM and Annuity Receipts)	230,670	259,738	29,068
Transfers in & out for Non Pooled / Trust / Fiduciary Fund Investments	(41,400)	390,607	432,007
Non Budgetary Tax Receipts	47,500	(89,699)	(137,199)
Other Non Budgetary Revenue	254,167	545,383	291,216
Total Non Budgetary Revenue/Inflows	653,978	1,312,999	659,021
Lottery Payments	46,302	73,731	27,429
MBTA Sales Tax	85,300	90,679	5,379
MBTA Assessments	13,300	13,571	271
MSBA Payments	75,000	67,146	(7,854)
Pension Payments	403,000	409,332	6,332
Non Pooled / Trust / Fiduciary Fund Expenditures	255,000	260,407	5,407
Other Non Budgetary Expenditures	169,500	28,560	(140,940)
Total Non Budgetary Expenditures/Outflows	1,047,402	943,425	(103,977)
Net Non Budgetary Funds	(393,424)	369,574	762,998
Undesignated Revenue/Inflows and Expenditures/Outflows:			
General Fund Investment Earnings	1,000	2,478	1,478
Net Undesignated Revenue/Inflows and Expenditures/Outflows	1,000	2,478	1,478
NET OPERATING ACTIVITIES	120,163	699,024	578,861
FEDERAL GRANTS:			
Total Federal Grants Revenue/Inflows	190,000	243,117	53,117
Total Federal Grants Expenditures/Outflows	210,300	237,183	26,883
NET FEDERAL GRANTS	(20,300)	5,934	26,234
CAPITAL FUNDS:			
Capital Revenue/Inflows:			
Capital Inflow from Federal Reimbursements	52,300	31,914	(20,386)
Capital Inflow from Financing Activities:			
Capital Inflow to General Fund from Segregated Bond Funds	151,582	151,582	
Total Capital Revenue/Inflows	203,882	183,496	(20,386)
Total Capital Expenditures/Outflows	298,700	250,785	(47,915)
NET CAPITAL FUNDS	(94,818)	(67,289)	27,529
FINANCING ACTIVITIES:			
Cash Flow Financing Activities Inflows:			
Commercial Paper			
Revenue Anticipation Notes (RANS)			
Total Cash Flow Financing Activities Inflows			
Cash Flow Financing Activities Outflows:			
Commercial Paper - (Principal + Interest)	0,066	0,066	0,000
RANS - (Principal + Interest)	405,224	405,224	
Total Cash Flow Financing Activities Outflows	405,290	405,290	0,000
NET FINANCING ACTIVITIES	(405,300)	(405,300)	0,000
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	1,709,023	2,276,563	576,539

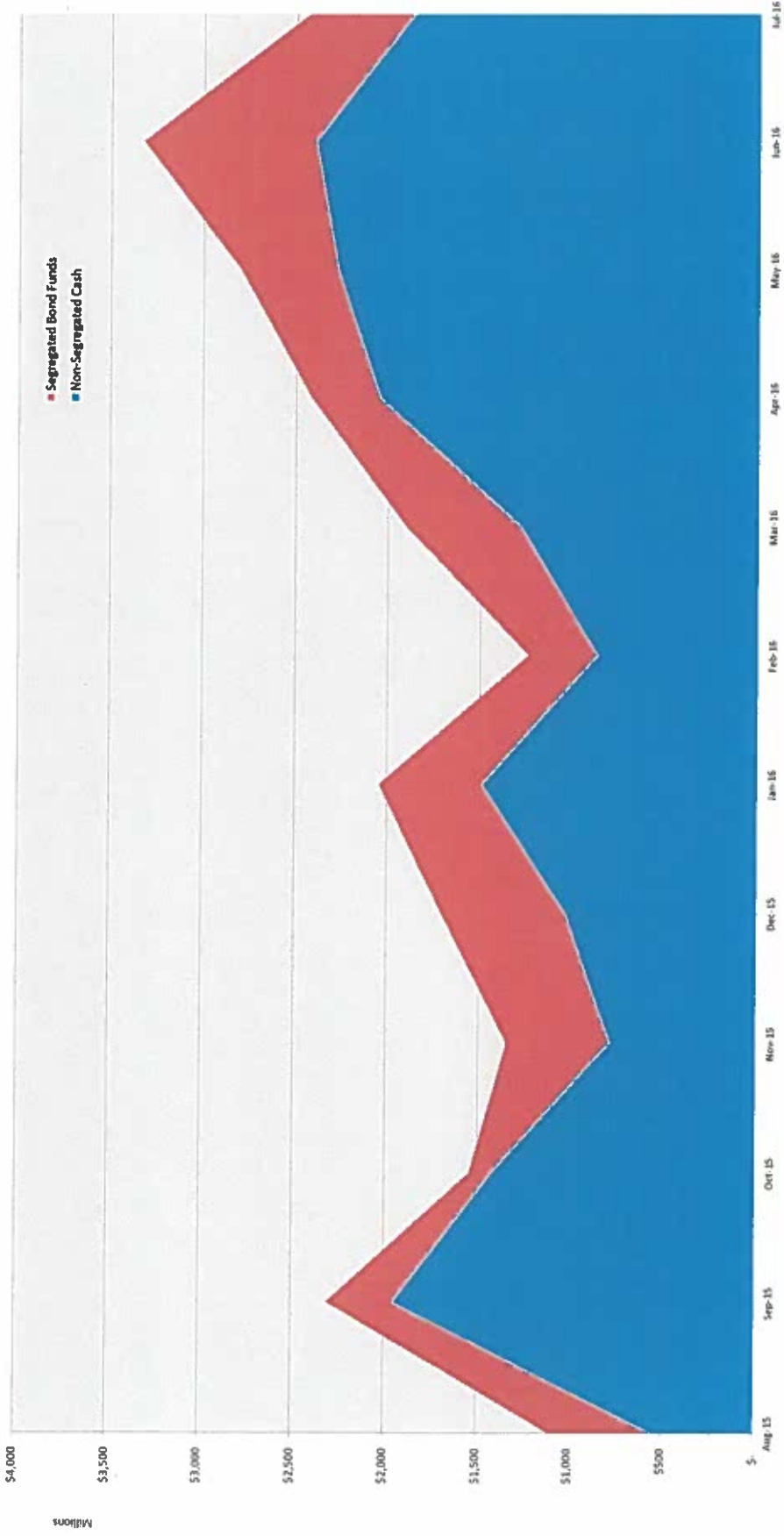
June 2016 in Millions

	June 2016 Forecast	June 2016 Actual	Variance
OPENING NON-SEGREGATED OPERATING CASH BALANCE:	1,700,023	2,276,563	576,539
OPERATING ACTIVITIES:			
Budgetary Funds:			
Tax Revenue	2,853,000	2,928,735	75,735
Federal Reimbursements	815,200	833,241	18,041
Other Budgetary Revenue	718,100	520,826	(197,274)
Transfer from/(to) Stabilization Fund			
Total Budgetary Revenue/Inflows	4,386,300	4,282,802	(103,498)
Local Aid	623,900	466,764	(157,136)
Tax Refunds	77,000	56,954	(20,046)
Debt Service for General Obligation (including CAVT)	86,639	91,818	4,979
Debt Service for Special Obligations	98,551	98,551	
Debt Service for GANS	15,046	15,046	
Other Budgetary Expenditures	2,216,100	1,983,403	(232,697)
Total Budgetary Expenditures/Outflows	3,117,235	2,712,335	(404,901)
Net Budgetary Funds	1,269,065	1,570,468	301,403
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):			
Lottery Revenue	152,961	135,865	(17,096)
Pension Receipts (PRIM and Annuity Receipts)	230,630	255,696	25,066
Transfers in & out for Non Pooled / Trust / Fiduciary Fund Investments	370,000	(576,166)	(946,166)
Non Budgetary Tax Receipts	47,500	41,638	(5,862)
Other Non Budgetary Revenue	301,167	727,536	426,370
Total Non Budgetary Revenue/Inflows	1,102,258	584,569	(517,689)
Lottery Payments	54,663	73,003	18,340
MBTA Sales Tax	87,096	80,084	(7,012)
MBTA Assessments	13,300	13,571	271
MSBA Payments	75,900	66,751	(9,149)
Pension Payments	403,000	428,456	25,456
Non Pooled / Trust / Fiduciary Fund Expenditures	295,000	508,234	211,234
Other Non Budgetary Expenditures	256,000	305,843	49,843
Total Non Budgetary Expenditures/Outflows	1,184,959	1,473,943	288,984
Net Non Budgetary Funds	(82,701)	(889,374)	(806,673)
Undesignated Revenue/Inflows and Expenditures/Outflows:			
General Fund Investment Earnings	1,000	4,072	3,072
Net Undesignated Revenue/Inflows and Expenditures/Outflows	1,000	4,072	3,072
NET OPERATING ACTIVITIES	1,187,364	685,167	(502,197)
FEDERAL GRANTS:			
Total Federal Grants Revenue/Inflows	215,000	329,895	114,895
Total Federal Grants Expenditures/Outflows	198,600	233,042	34,442
NET FEDERAL GRANTS	16,400	96,853	80,453
CAPITAL FUNDS:			
Capital Revenue/Inflows:			
Capital Inflow from Federal Reimbursements	76,500	87,712	11,212
Capital Inflow from Financing Activities:			
Capital Inflow to General Fund from Segregated Bond Funds	424,237	162,864	(261,373)
Total Capital Revenue/Inflows	500,737	270,576	(230,160)
Total Capital Expenditures/Outflows	436,900	325,332	(111,568)
NET CAPITAL FUNDS	63,837	(54,756)	(118,593)
FINANCING ACTIVITIES:			
Cash Flow Financing Activities Inflows:			
Commercial Paper			
Revenue Anticipation Notes (RANS)			
Total Cash Flow Financing Activities Inflows			
Cash Flow Financing Activities Outflows:			
Commercial Paper - (Principal + Interest)	200,000	200,166	0,166
RANS - (Principal + Interest)	405,836	405,836	
Total Cash Flow Financing Activities Outflows	605,836	606,002	0,166
NET FINANCING ACTIVITIES	(605,800)	(606,002)	(202)
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	2,361,788	2,397,823	36,036

July 2016 in Millions

	July 2016 Forecast	July 2016 Actual	Variance
OPENING NON-SEGREGATED OPERATING CASH BALANCE:	2,361,800	2,397,823	36,023
OPERATING ACTIVITIES:			
Budgetary Funds:			
Tax Revenue	1,852,300	1,679,374	(172,926)
Federal Reimbursements	1,045,000	1,153,827	108,827
Other Budgetary Revenue	439,000	309,294	(129,706)
Transfer from/(to) Stabilization Fund			
Total Budgetary Revenue/Inflows	3,336,300	3,142,494	(193,806)
Local Aid	482,200	516,041	33,841
Tax Refunds	62,000	44,465	(17,535)
Debt Service for General Obligation (including CAVT)	139,700	131,611	(8,089)
Debt Service for Special Obligations	16,200	16,165	(35)
Debt Service for GANS			
Other Budgetary Expenditures	2,778,200	3,417,983	641,783
Total Budgetary Expenditures/Outflows	3,476,300	4,126,266	649,966
Net Budgetary Funds	(140,000)	(983,772)	(843,772)
Non Budgetary Funds (Non Budgetary, Higher Ed and Trust Funds):			
Lottery Revenue	142,500	156,234	13,734
Pension Receipts (PRIM and Annuity Receipts)	251,800	262,416	10,616
Transfers in & out for Non Pooled / Trust / Fiduciary Fund Investments	245,000	425,490	180,490
Non Budgetary Tax Receipts	9,600	93,507	83,907
Other Non Budgetary Revenue	265,000	435,563	170,563
Total Non Budgetary Revenue/Inflows	933,900	1,373,210	439,310
Lottery Payments	50,400	53,698	3,298
MBTA Sales Tax	85,600	74,911	(10,689)
MBTA Assessments	13,600	13,667	6,067
MSBA Payments	75,000	69,901	(5,099)
Pension Payments	405,000	415,416	10,416
Non Pooled / Trust / Fiduciary Fund Expenditures	365,000	325,510	(39,490)
Other Non Budgetary Expenditures	181,300	193,652	12,352
Total Non Budgetary Expenditures/Outflows	1,175,900	1,146,745	(29,155)
Net Non Budgetary Funds	(242,000)	226,464	468,464
Undesignated Revenue/Inflows and Expenditures/Outflows:			
General Fund Investment Earnings	1,200	2,380	1,180
Net Undesignated Revenue/Inflows and Expenditures/Outflows	1,200	2,380	1,180
NET OPERATING ACTIVITIES	(390,700)	(754,927)	(374,227)
FEDERAL GRANTS:			
Total Federal Grants Revenue/Inflows	255,000	77,906	(177,094)
Total Federal Grants Expenditures/Outflows	203,500	197,089	(6,411)
NET FEDERAL GRANTS	51,500	(119,183)	(170,683)
CAPITAL FUNDS:			
Capital Revenue/Inflows:			
Capital Inflow from Federal Reimbursements	56,100	43,508	(12,592)
Capital Inflow from Financing Activities:			
Capital Inflow to General Fund from Segregated Bond Funds	413,300	613,019	199,719
Total Capital Revenue/Inflows	469,400	656,527	187,127
Total Capital Expenditures/Outflows	317,800	316,261	(1,539)
NET CAPITAL FUNDS	151,600	340,266	188,666
FINANCING ACTIVITIES:			
Cash Flow Financing Activities Inflows:			
Commercial Paper			
Revenue Anticipation Notes (RANS)			
Total Cash Flow Financing Activities Inflows			
Cash Flow Financing Activities Outflows:			
Commercial Paper - (Principal + Interest)			
RANS - (Principal + Interest)			
Total Cash Flow Financing Activities Outflows			
NET FINANCING ACTIVITIES			
ENDING NON-SEGREGATED OPERATING CASH BALANCE:	2,184,200	1,863,999	(320,201)

FY 17 Monthly Cash and Investment Positions



Commonwealth of Massachusetts

Cash Flow Forecast Glossary

BUDGETARY SECTION

Tax Revenue

These tax revenue figures are gross, and do not account for tax refunds (which are captured in the budgetary outflow section of the forecast) and include amounts that are statutorily dedicated transfers to the Massachusetts Bay Transportation Authority, Massachusetts School Building Authority, etc.

Federal Reimbursements

Federal revenues are collected through reimbursements for the federal share of entitlement programs such as Medicaid and through block grants for programs such as Transitional Assistance to Needy Families (TANF). The amount of federal reimbursements to be received is determined by state expenditures for these programs. For example, the Commonwealth receives reimbursement for approximately 50% of its spending for Medicaid programs.

Other Budgetary Revenue

This revenue reflects all non-tax and non-federal reimbursement revenue that is used to support the Commonwealth's operating budget. This includes departmental revenue collections (e.g., RMV fees and fines) as well as transfers of revenue from non budgetary funds to the General Fund (e.g., Tobacco Settlements are initially deposited into a non budgetary fund and then transferred to the General Fund. Unclaimed Property revenue is transferred from the Unclaimed Property Fund to the General Fund, etc.).

Transfer from/(to) Stabilization Fund

The Stabilization Fund is established by state finance law as a reserve of surplus revenues to be used for the purposes of covering revenue shortfalls, state or local losses of federal funds or for any event that 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. The Stabilization Fund is a "segregated" fund, and balances in the fund do not contribute to Commonwealth's "pooled" cash.

Local Aid

This spending category represents local aid that is appropriated in the state budget and is primarily comprised of Chapter 70 (public education) local aid and unrestricted general government aid. These disbursements used to go out quarterly, but recently enacted legislation amended state finance law so that they are made on a monthly basis.

Tax Refunds

A tax refund is a refund to a taxpayer of amounts paid in excess of the full amount of tax, interest and penalties due from the taxpayer for a particular tax type and period. Under G.L. Chapter 62C, Section 36, the Commissioner can offset a tax refund for one tax type in order to pay amounts due from the taxpayer for another tax type.

Debt Service for General Obligation (including CA/T)

This line represents principal and interest payments on all of the Commonwealth's outstanding general obligation bonds. These payments, as general obligations of the Commonwealth, are secured by a pledge of the Commonwealth's full faith and credit. Within this line are payments on bonds and notes issued to finance the State's various capital expenditures. Debt service payments for general obligation bonds are made on a monthly basis.

Debt Service for Special Obligations

This line represents principal and interest payments on all of the Commonwealth's outstanding special obligation bonds. As special obligations of the Commonwealth, these payments are secured by specific revenue streams pursuant to the various trust agreements underlying each bond issuance. This line includes payments on bonds secured by motor vehicle fuels receipts, Commonwealth Transportation Fund ("CTF") revenues and a selection of tourism-related sales and excise taxes.

Debt Service for GANS

This line represents interest payments on Federal Grant Anticipation Notes (GANs). GANs are bonds issued by the Commonwealth that are secured by a pledge of future Federal Highway Trust Fund revenues and net CTF revenues. The Commonwealth's current outstanding GANs were issued to help finance the Central/Artery Tunnel Project as well as the Accelerated Bridge Program. GANs payments are made one year in advance of their scheduled release from the trustee and are made in December and June of each year.

Other Budgetary Expenditures

This captures all operating budget spending with the exception of Local Aid, Debt Service and the pension appropriation. This line includes: MassHealth spending, budgetary payroll

and other budgeted spending, either authorized in the GAA, supplemental budget legislation filed or enacted, or that may be anticipated.

NON BUDGETARY SECTION

Lottery Revenue

This revenue category represents the net operating revenues of the Massachusetts State Lottery Commission. It primarily consists of the sale of Lottery products minus prizes, commissions and bonuses that are paid by the Commission.

Pension Receipts (PRIM and Annuity Receipts)

Funds transferred from PRIM to reimburse the General Fund for the payment of monthly pension benefits and annuity payments and separation from state service.

Transfer in & out for Non Pooled / Trust / Fiduciary Fund Investments

Non budgetary funds are also referred to as Trust or Fiduciary funds. As defined in state finance law, "Trust fund", a fund into which are deposited monies held by the Commonwealth or state agencies in a trustee capacity and which must be expended in accordance with the terms of the trust. Funds held in trust earn interest, which accrues to the trust; so for cash flow purposes are categorized as non pooled cash. When a trust collects money it is recorded with the Treasury on MMARS (the Commonwealth's accounting system) then moved from the cash flow to a non pooled investment. When a trust spends money the investment is liquidated by the Treasury on MMARS and then moved from a non-pooled status back to the cash flow. Thus, the net amount of all non budgetary investments for a month could be a negative inflow.

Non Budgetary Tax Receipts

These taxes are collected by the Commonwealth but are deposited directly into non budgetary trust funds for dedicated purposes. For example, the Massachusetts Convention Center Fund annually receives dedicated hotel and sales taxes to support restricted purposes, such as the annual debt service expenses associated with the construction of the Boston Convention and Exhibition Center.

Other Non Budgetary Revenue

The recording of cash collections of all non budgetary funds, except Lottery, Pension and non budgetary tax receipts.

Lottery Payments

Payment of prizes, commissions and bonuses that are paid by the Commission.

MBTA Sales Tax

The MBTA receives 1% of the first 5% of sales tax receipts, excluding meals (MGL Chapter 10, Section 35T). The dedicated sales tax growth is capped at 3% annually (based on the inflation index), but has not been achieved in recent years. This revenue is drawn down from the Fund on a monthly basis with a quarterly true-up.

MBTA Assessments

The Local Assessments (MGL Chapter 161A, Section 9) are contributed by the 175 cities and towns that are served by the MBTA. Each share is based on a weighted percentage of the total population of all the communities as published by the most recent state census. The total Local Assessment is certified before March 1 of each year and is now drawn down from the Fund on a monthly basis.

MSBA Payments

The Massachusetts School Building Authority ("MSBA") receives a dedicated sales tax revenue amount equal to 1% of receipts from sales, as defined by G.L. Chapter 64H and G.L. Chapter 64I (exclusive of taxes on sale of meals and sales in certain convention center districts). By the 15th business day of each month, the Department of Revenue ("DOR") identifies the dedicated sales tax revenue amount from the gross receipts of sales and purchases received by the Commonwealth the previous month, and the Comptroller credits that identified amount to the School Modernization and Reconstruction Trust Fund ("SMART Fund"). Within two business days of the Comptroller crediting the identified amount for the previous month to the SMART Fund, the Office of the State Treasurer disburses that amount from the SMART Fund to the MSBA's trustee.

Pension Payments

Payments to beneficiaries of the state and teachers retirement systems, payments of refunds for excess collections or separation from state service.

Non Pooled / Trust / Fiduciary Fund Expenditures

Any payments made from non pooled funds require cash on hand at the time of expenditure. These funds may be recently collected through Other Non Budgetary Revenue or may require liquidation of invested income.

Other Non Budgetary Expenditures

Non budgetary expenditures that are supported by pooled cash.

General Fund Investment Earnings

Interest earned from deposits at local banks and the Commonwealth's pooled investment trust, the Massachusetts Municipal Depository Trust.

FEDERAL GRANTS SECTION

Total Federal Grants Revenue/Inflows

This line represents the funds that have been authorized by federal agencies for federal grant expenditures/outflows that a state agency has incurred. Agencies must comply with regulations issued by the Comptroller for application and receipt of federal grants, which are generally then appropriated in section 2D of the General Appropriation Act.

Total Federal Grants Expenditures/Outflows

This line represents funds spent by state agencies from federal grant appropriation accounts. In accordance with the Cash Management Improvement Act (CMIA) all expenses are scheduled to be disbursed by the state agencies and then drawdowns from the federal funding agencies are made to time receipt with the payments clearing the bank.

CAPITAL SECTION

Capital Inflow from Federal Reimbursements

This line represents funds provided to the Commonwealth from federal agencies for capital expenditures that qualify for full or partial reimbursement. For example, the Federal Transit Authority typically reimburses the Commonwealth for approximately 80% of costs associated with maintaining state roads and bridges.

Capital Inflow to General Fund from Segregated Bond Funds

This line represents the allocated bond proceeds transferred from the segregated bond fund to the General Fund for reimbursement of General Fund expenditures on capital projects.

Total Capital Expenditures/Outflows

This line represents capital spending funded through the Commonwealth's "bond cap", which is based on an annual Debt-Affordability Study and is approved through the Commonwealth's Five-Year Capital Investment Plan, as well as gross federally-reimbursable spending, capital expenditures related to the Accelerated Bridge Program, which is secured through a separate stream of revenue that is not included in the Commonwealth's Debt-Affordability Study, and lastly, projects funded through the Clean Energy Investment Program, whereby the debt is secured by future savings related to increased energy efficiency.

Commercial Paper

This line item represents the proceeds from the Commonwealth's sale of commercial paper. Commercial paper is a short-term financial obligation of the Commonwealth that has a fixed maturity of no more than 270 days.

Revenue Anticipation Notes (RANS)

This line represents the proceeds from the sale of Commonwealth of Massachusetts revenue anticipation notes (RANs). RANs are general obligations of the Commonwealth, of which the State's full faith and credit is pledged, with a maturity of less than one year. RANs are issued in order to manage the cyclical variability in the Commonwealth's cash flow operations. Generally, they are issued in the beginning of a fiscal year, in anticipation of revenue to be received towards the end of the fiscal year.

Commercial Paper – (Principal + Interest)

This line item represents the principal and interest debt service payments on the Commonwealth's commercial paper. Commercial paper is a short-term financial obligation of the Commonwealth that has a fixed maturity of no more than 270 days.

RANS – (Principal + Interest)

This line item represents the principal and interest debt service payments on RANs issued by the Commonwealth. RANs are general obligations of the Commonwealth, of which the Commonwealth's full faith and credit is pledged, and carry a maturity of less than one year. RANs are issued in order to manage the cyclical variability in the Commonwealth's cash flow operations. Generally, they are issued in the beginning of a fiscal year, in anticipation of revenue to be received towards the end of the fiscal year.

Opening Balance Segregated Bond Funds

This line item represents the opening balance within the Commonwealth's segregated bond fund. The segregated bond fund is separate from the Commonwealth's operating and

budgetary funds and is only affected by the receipt of bond proceeds or the allocation of bond proceeds. The fund's opening balance at the beginning of a given day will be equal to the closing balance on the prior day.

Bonds

This line item represents the proceeds from the sale of Commonwealth bonds (both special obligation and general obligation).

BANs

This line item represents proceeds from the sale of bond anticipation notes. BANs allow the Commonwealth to access short-term liquidity for capital needs in anticipation of future longer-term borrowings.

Segregated Bond Funds Available

This represents the total sum of the fund's opening balance plus any bond or BAN proceeds.

Bond / BANs Proceeds Allocated

This represents any segregated funds allocated to the general fund for reimbursement of General Fund expenditures on capital costs.