



House of Representatives

General Assembly

File No. 463

February Session, 2010

Substitute House Bill No. 5535

House of Representatives, April 12, 2010

The Committee on Finance, Revenue and Bonding reported through REP. STAPLES of the 96th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

***AN ACT CONCERNING A MONTHLY REPORT FROM THE STATE
TREASURER REGARDING THE STATE'S CASH BALANCE.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 3-37 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective July 1, 2010*):

3 (a) The Treasurer shall, annually, on or before December thirty-first,
4 submit a final audited report to the Governor and a copy of such
5 report to the Investment Advisory Council, which shall include the
6 following information concerning the activities of the office of the State
7 Treasurer for the immediately preceding fiscal year ending June
8 thirtieth: (1) Complete financial statements and accompanying
9 footnotes for the combined investment funds prepared in accordance
10 with generally accepted accounting principles, which financial
11 statements shall be audited in accordance with generally accepted
12 auditing standards and supplementary schedules depicting the
13 interests of the component retirement plans and trust funds; (2)

14 complete financial statements and accompanying footnotes for the
15 Short Term Investment Fund prepared in accordance with generally
16 accepted accounting principles and supplementary schedules listing all
17 assets held by the Short Term Investment Fund; (3) a discussion and
18 review of the performance of the combined investment funds and
19 Short Term Investment Fund for such fiscal year in accordance with
20 recognized and appropriate performance presentation and disclosure,
21 including an analysis of the return earned by the portfolio and each
22 combined investment fund as well as the risk profile of the portfolio
23 and each combined investment fund according to investment industry
24 standards; (4) the activities and transactions in such reasonable detail
25 as is appropriate of the cash management division including
26 information on the state's cash receipts and disbursements for the fiscal
27 year, and the debt management division including the financial
28 statements of the tax-exempt proceeds fund prepared in accordance
29 with generally accepted accounting principles; (5) financial statements
30 and accompanying footnotes as well as a summary of operating results
31 for the Second Injury Fund for such fiscal year; (6) a financial summary
32 and report on the activities of the state's unclaimed property program
33 for such fiscal year; (7) a listing of the companies from which state
34 funds were divested based upon such companies' business in Sudan,
35 pursuant to the provisions of section 3-21e, and any companies
36 identified by the Treasurer as companies from which investment of
37 state funds has been declared impermissible by the Treasurer,
38 pursuant to the provisions of section 3-21e; and (8) such other
39 information as the Treasurer deems of interest to the public.

40 (b) Commencing October 1, 2010, and monthly thereafter, the
41 Treasurer shall submit a report to the chairpersons and ranking
42 members of the joint standing committees of the General Assembly
43 having cognizance of matters relating to finance, revenue and bonding
44 and appropriations and the budgets of state agencies, and to the
45 legislative Office of Fiscal Analysis. Such report shall include the
46 following information for the month two months prior to the month in
47 which the report is submitted: (1) A weekly list of the cash balance,
48 with amount and percentage of sources, such as the common cash

49 pool, bond fund investments and Special Transportation Fund
 50 investments, with accompanying footnotes; (2) a year-to-date total, on
 51 an ongoing basis, of authorized but unissued bonds, including
 52 assumptions in bond issuance, and any changes from month to month
 53 in such assumptions; (3) any other debt instruments or commercial
 54 paper issued, the types and amounts, with accompanying footnotes;
 55 and (4) the amounts in the common cash fund, with all components,
 56 such as bank and different investment accounts, and the amounts
 57 thereof separately listed.

58 [(b) The report] (c) The reports required pursuant to this section
 59 shall be made available to the public in hard copy and accessible
 60 electronically by means of the Internet or other media or systems
 61 available to the public.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2010	3-37

FIN *Joint Favorable Subst.*

The following Fiscal Impact Statement and Bill Analysis are prepared for the benefit of the members of the General Assembly, solely for purposes of information, summarization and explanation and do not represent the intent of the General Assembly or either chamber thereof for any purpose. In general, fiscal impacts are based upon a variety of informational sources, including the analyst's professional knowledge. Whenever applicable, agency data is consulted as part of the analysis, however final products do not necessarily reflect an assessment from any specific department.

OFA Fiscal Note**State Impact:** None**Municipal Impact:** None**Explanation**

Providing a monthly report regarding the state's cash balance will not result in a cost to the Office of the State Treasurer because the agency already gathers the type of information specified in the bill.

The Out Years**State Impact:** None**Municipal Impact:** None

Sources: *Office of the State Treasurer*

OLR Bill Analysis

sHB 5535

***AN ACT CONCERNING A MONTHLY REPORT FROM THE STATE
TREASURER REGARDING THE STATE'S CASH BALANCE.***

SUMMARY:

This bill requires the state treasurer to report monthly on the state's cash balance to the chairpersons and ranking members of the Finance, Revenue and Bonding and Appropriations committees and the Office of Fiscal Analysis. Each report must cover the month that was two months before the report submission date (for example, the report submitted in March must cover January) and include:

1. a weekly cash balance listing, with the amount and percentage of such sources as the common cash pool and bond and Special Transportation Fund investments, and accompanying footnotes;
2. an ongoing, year-to-date total of authorized but unissued bonds, as well as assumptions about bond issuance and any monthly changes in the assumptions;
3. information on any other debt or commercial paper issued and their types and amounts, with accompanying footnotes; and
4. amounts in the common cash fund, with the amount of each component, such as bank and different investment accounts, separately listed.

The treasurer must start submitting the reports on October 1, 2010 and make them publicly available in both paper and electronic form.

EFFECTIVE DATE: July 1, 2010

COMMITTEE ACTION

Finance, Revenue and Bonding Committee

Joint Favorable Substitute

Yea 44 Nay 0 (03/25/2010)