State of Connecticut
Office of the Treasurer

DENISE L. NAPPIER
TREASURER

July 2, 2012

Joint Committee on Finance, Revenue and Bonding:
The Honorable Eileen M. Daily, Senate Chair
The Honorable Patricia M. Widlitz, House Chair
The Honorable Andrew W. Roraback, Senate Ranking Member
The Honorable Sean J. Williams, House Ranking Member

Appropriations Committee:
The Honorable Toni Nathaniel Harp, Senate Chair
The Honorable Toni E. Walker, House Chair
The Honorable Robert J. Kane, Senate Ranking Member
The Honorable Craig A. Miner, House Ranking Member

Legislative Office Building
Hartford, CT 06106

Dear Mesdames and Messrs.:

Pursuant to C.G.S. Section 3-37(b), please find attached the monthly report for the period ending May 26, 2012 which provides certain information regarding the State's cash position and bonding.

The report for May reflects an adequate overall cash balance. During the month of June 2012, bond proceeds were temporarily transferred to and from the common cash pool in accordance with the State's longstanding and sanctioned practice for managing fluctuations in the flow of cash to and from separate funds. All funds were returned to bond funds by the end of the month.

As I reported to you in last month's letter, throughout Fiscal Year 2012 total available cash has remained adequate, but the common cash pool balance has fallen substantially. The common cash pool ended the fiscal year at $365 million, as compared with an ending balance of $899 million for Fiscal Year 2011.

Our expectations for Fiscal Year 2013 have not changed since last month's report. We anticipate managing the State's cash needs throughout the year by use of the State's total available cash to cover cash flow requirements.

I will keep you updated as the fiscal year develops. In the meantime, should you have any questions, please feel free to call on me.

Sincerely,

Denise L. Nappier
State Treasurer

Enclosure

Report for the Month of May 2012, dated July 2, 2012
(in millions)

Week Ending Available Cash Balance	May 5, 2012 Amount	May 5, 2012 Percent	May 12, 2012 Amount	May 12, 2012 Percent	May 19, 2012 Amount	May 19, 2012 Percent	May 26, 2012 Amount	May 26, 2012 Percent
Common Cash Pool (1)	$236.6	14.1%	$339.3	18.8%	$103.5	6.8%	$120.5	8.1%
GO Bond STIF Accounts(2)	$819.3	48.9%	$819.3	45.4%	$796.9	52.0%	$747.3	50.5%
STO Bond STIF Accounts	$358.7	21.4%	$331.8	18.4%	$323.9	21.1%	$313.8	21.2%
Clean Water Bond STIF Accounts	$173.0	10.3%	$173.0	9.6%	$168.0	11.0%	$168.0	11.4%
Transportation Fund STIF Account	$71.5	4.3%	$122.1	6.8%	$122.1	8.0%	$112.1	7.6%
Misc. STIF Accounts	$17.4	1.0%	$17.4	1.0%	$17.4	1.1%	$17.4	1.2%
Total Available Cash*	**$1,676.4**	**100.0%**	**$1,802.9**	**100.0%**	**$1,531.8**	**100.0%**	**$1,479.2**	**100.0%**

(1) The Common Cash Pool represents the state's operating cash.
(2) Bond proceeds were temporarily transferred to and from the Common Cash Pool during June 2012.
STIF = Short-Term Investment Fund

Components of Common Cash Pool(3)	May 5, 2012	May 12, 2012	May 19, 2012	May 26, 2012
Short-Term Investment Fund	$0.5	$0.8	$1.1	$1.7
Short-Term Investment Fund Plus	$15.2	$15.2	$15.2	$15.2
Extended Investment Portfolio	$4.1	$2.1	$2.1	$2.1
Community Bank & Credit Union Initiative	$4.0	$4.0	$4.0	$4.0
Bank Concentration Account	$212.7	$317.2	$81.1	$97.5
Total Common Cash Pool*	**$236.6**	**$339.3**	**$103.5**	**$120.5**

(3) Balances are allocated daily between investment and bank options based on relative interest and earnings credit rates and projected cash flows.

Authorized and Unissued Bonding by Program as of May 31, 2012 Bonding Program	Authorized by Legislature but Unissued	Authorized by Bond Commission but Unissued	2012 Fiscal Year To Date Issuance	New Bond Issuance Assumptions For the Balance of 2012 Fiscal Year
General Obligation	$3,061.0	$1,303.4	$1,105.0	$0.0
Special Tax Obligation	$3,002.3	$2,552.4	$221.2	$0.0
Clean Water Fund	$595.2	$361.8	$0.0	$0.0
UConn 2000 Program	$96.0	$96.0	$179.7	$0.0
Total	**$6,754.5**	**$4,313.6**	**$1,505.9**	**$0.0**

Note: The State of Connecticut has not issued any other debt instruments and does not currently have a commercial paper program or line of credit outstanding.

* Details may not add due to rounding.