Connecticut Development Authority

March 27, 2012

Ms. Evelyn Arnold
Office of Fiscal Analysis
Legislative Office Building, Room 5200
Hartford, CT 06106-1591

Dear Evelyn,

Please find enclosed Connecticut Development Authority's quarterly report for the quarter ended December 31, 2011. Pursuant to Public Act No. 10-143, I am also including a personnel status report for the aforementioned period. Attached also please find the personnel status report as of December 31, 2011 for the fiscal year which will end June 30, 2012.

Please feel free to contact me at the Authority at (860) 258-7865 or by E-mail at hilary.scott@ctcda.com if you have any further questions or need any additional information.

Sincerely,

Hilary G. Scott

Controller

Connecticut Development Authority

Telephone: 860.258.7800
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999 West Street, Rocky Hill, CT 06067
An Affirmative Action/Equal Opportunity Employer
Fax: 860.257.7582 (Lending)
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House Bill No. 5392

Public Act No. 10-143

AN ACT CONCERNING NONAPPROPRIATED FUNDS AND PERSONNEL STATUS REPORTS BY QUASI-PUBLIC AGENCIES.

(c) For the quarter commencing July 1, 2010, and for each quarter thereafter, the board of directors of each quasi-public agency shall submit a personnel status report to the Office of Fiscal Analysis. Such report shall include, but not be limited to: (1) The total number of employees by the end of the quarter; (2) the positions vacated and the positions filled by the end of the quarter; and (3) the positions estimated to be vacant and the positions estimated to be filled at the end of the fiscal year.

Approved June 8, 2010

CONNECTICUT DEVELOPMENT AUTHORITY
QUARTERLY PERSONNEL STATUS REPORT
JULY 1, 2011 – SEPTEMBER 30, 2011
FOR THE OFFICE OF FISCAL ANALYSIS
AS REQUIRED BY PUBLIC ACT 10-143

Total number of Positions as of December 31, 2011 (26) Filled (25), Vacant (1)

Total positions vacated October 1, 2011 – December 31, 2012 (0)

Total positions filled October 1, 2011 – December 31, 2011 (0)

Total positions expected to be vacant as of December 31, 2011 (1)

Total positions expected to be filled July 1, 2011 - June 30, 2012 (1)

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
DECEMBER 31, 2011
UNAUDITED

	General Operating Fund	Wholly Owned CBRA Subsidiary	Insurance Program Fund	Growth Fund	Works Guarantee Fund ("A")	Works Guarantee Fund ("B")	Connecticut Capital Access Fund	Total All Funds Excluding XL Center	XL Center	Total All Funds (Memorandum Only)
Operating revenues:										
XL Center revenues								$0	$2,054,194	$2,054,194
Application fees	$15,000	$0		$250	$1,500	$0		$16,750		$16,750
Acceptance fees	795,788	-		11,665	47,555	-		$855,008		$855,008
Premiums earned	-	-	$11,058	-	16,902	-	$19,050	$47,010		$47,010
Interest on notes	135,724	251,870	-	244,125	608,965	-	3,050	$1,243,734		$1,243,734
Income from investments	29,474	28,272	-	-	-			$57,746		$57,746
Other	5,000	-	-	869	4,998	-	2	$10,869		$10,869
Total Operating revenues	980,986	280,142	11,058	256,909	679,920	-	22,102	$2,231,117	2,054,194	$4,285,311
Operating expenses:										
XL Center expenses								$0	2,157,808	$2,157,808
Interest	242,113	28,111			-			$270,224		$270,224
Payroll and fringe benefits	1,795,081							$1,795,081		$1,795,081
Credit investigation	15,842							$15,842		$15,842
Legal	47,567						-	$47,567		$47,567
Accounting	20,000							$20,000		$20,000
Consulting	9,733							$9,733		$9,733
Travel and conferences	12,106							$12,106		$12,106
Personnel development	7,850							$7,850		$7,850
Marketing	56,547							$56,547		$56,547
General facility	79,218							$79,218		$79,218
Telephone	3,410							$3,410		$3,410
Maintenance	29,676							$29,676		$29,676
Leased equipment	8,414							$8,414		$8,414
Insurance expense	48,739							$48,739		$48,739
Office supplies	15,946							$15,946		$15,946
Depreciation	19,927							$19,927		$19,927
Trustee and service fees	1,550							$1,550		$1,550
Amortization of deferred bond issue								$0		$0
expenses	25,147							$25,147		$25,147
Provision for loan and guarantee losses	-	75,000	-	162,500	212,500	-	-	$450,000		$450,000
Loan work-out	-	-	-	4,726	3,670	-		$8,396		$8,396
Allocation of intra-fund administrative								$0		$0
expenses	-	-	-	-	-	-	-	$0		$0
Other	-	-	-	-	-		-	$0		$0
Total operating expenses	2,438,866	103,111	-	167,226	216,170	-	-	$2,925,373	2,157,808	$5,083,181
OPERATING INCOME (LOSS)	(1,457,880)	177,031	11,058	89,683	463,750	-	22,102	($694,256)	(103,614)	($797,870)
NON OPERATING ITEMS:										
Gain (Loss) on Program investments	-	-	-	-	-			$0		$0
CHANGE IN NET ASSETS	(1,457,880)	177,031	11,058	89,683	463,750	-	22,102	(694,256)	(103,614)	(797,870)
Net assets - beginning of year	23,181,011	9,860,943	(158,678)	12,112,611	40,858,088	-	5,340,305	91,194,280	(1,020,326)	90,173,954
Transfer	($895,964)	($495,848)	($20,804)	($712,575)	$1,662,011	($2)	$29,625	($433,557)	$433,557	($0)
Net Assets - End of Year	20,827,167	9,542,126	(168,424)	11,489,719	42,983,849	(2)	5,392,032	90,066,467	(690,383)	89,376,084

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF NET ASSETS
DECEMBER 31, 2011
UNAUDITED

	General Operating Fund	Wholly Owned CBRA Subsidiary	Insurance Program Fund	Growth Fund	Connecticut Works Fund ("A)	Connecticut Works Guarantee Fund ("B")	Connecticut Capital Access Fund	Total all Funds Excluding XL Center	XL Center	Total All Funds (Memorandum Only)
ASSETS										
CURRENT ASSETS										
Cash and cash equivalents	$12,333,237		$0	$0	$0	$0	$0	$12,333,237	$0	$12,333,237
Cash and cash equivalents for loan commitments	$10,244,988							$10,244,988		$10,244,988
Loans	402,083	370,073	0	1,258,601	3,730,211	0		$5,760,968		5,760,968
Interest and other receivables	380	144,634	0	35,892	93,920	0	1	$274,827	22,017	296,844
Prepaid and deferred expenses	116,215							$116,215	431,147	547,362
TOTAL CURRENT ASSETS	$23,096,903	$514,707	$0	$1,294,493	$3,824,131	$0	$1	$28,730,235	$453,164	$29,183,399
NONCURRENT ASSETS										
Restricted cash and cash equivalents	$13,263,099	$295,269	$0	$0	$0	$0	$3,284,304	$16,842,672	$140,985	$16,983,657
Marketable securities	0	0	0	0	0			$0	3,008,095	$3,008,095
Total restricted assets	13,263,099	295,269	0	0	0	0	3,284,304	16,842,672	3,149,080	19,991,752
Loans	3,619,165	9,174,912	0	11,753,753	36,096,136	0		$60,643,966		$60,643,966
Allowance for possible loan losses		(430,540)	(151,087)	(2,295,030)	(7,175,949)			($10,052,606)		($10,052,606)
Loans, net	3,619,165	8,744,372	(151,087)	9,458,723	28,920,187	0	0	50,591,360		50,591,360
Program investments				736,503	475,000			1,211,503		$1,211,503
Bond investment - CBRA		1,000,000						1,000,000		$1,000,000
Bonds Payable - CBRA		(1,000,000)						(1,000,000)		($1,000,000)
CBRA investment, net	0	0	0	0	0	0	0	0	0	0
Furniture and equipment – (General Operations) At cost, less accumulated depreciation of $463,390	68,414							68,414		$68,414
Furniture and equipment - XL Center At cost, less accumulated depreciation of $38,068,582									0	$0
Prepaid and deferred expenses	198,842	0						198,842	0	$198,842
Due from (to) State of Connecticut	296,354	0		0	9,975,008	0	2,688,679	12,960,041		$12,960,041
TOTAL NONCURRENT ASSETS	17,445,874	9,039,641	(151,087)	10,195,226	39,370,195	0	5,972,983	81,872,832	3,149,080	85,021,912
TOTAL ASSETS	$40,542,777	$9,554,348	($151,087)	$11,489,719	$43,194,326	$0	$5,972,984	$110,603,067	$3,602,244	$114,205,311

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF NET ASSETS
DECEMBER 31, 2011
UNAUDITED

	General Operating Fund	Wholly Owned CBRA Subsidiary	Insurance Program Fund	Growth Fund	Connecticut Works Fund ("A)	Works Guarantee Fund ("B")	Connecticut Capital Access Fund	Total all Funds Excluding XL Center	XL Center	Total All Funds (Memorandum Only)
LIABILITIES AND NET ASSETS										
LIABILITIES										
Current liabilities:										
Current portion of bonds payable	2,065,000							2,065,000	1,525,000	$3,590,000
Premium on bonds payable	0	0						0	3,279	$3,279
Accrued interest	136,016	12,222			0			148,238	19,062	$167,300
Accrued expenses	$963,625	$0	4	$0	$51,581	$2	$100	1,015,312	0	$1,015,312
Deferred revenue/ unearned interest	0	0			0			0	431,147	$431,147
Small Business Initiative Capital	4,389,371							4,389,371		$4,389,371
Reserve for Guarantee losses					150,000	0	580,852	730,852		$730,852
Unearned guarantee/insurance premiums/fees	0		17,333		8,896	$0		26,229		$26,229
Total current liabilities	$7,554,012	$12,222	$17,337	$0	$210,477	$2	$580,952	$8,375,002	$1,978,488	$10,353,490
Noncurrent liabilities:										
Escrow deposits	4,981,598							4,981,598		$4,981,598
Bonds payable, net of current portion	7,180,000							7,180,000	1,525,000	$8,705,000
Premium on bonds payable	0							0	1,639	$1,639
Deferred fees	0	0						0	787,500	$787,500
Total noncurrent liabilities	$12,161,598	$0	$0	$0	$0	$0	$0	$12,161,598	$2,314,139	$14,475,737
Total liabilities	$19,715,610	$12,222	$17,337	$0	$210,477	$2	$580,952	$20,536,600	$4,292,627	$24,829,227
NET ASSETS										
Invested in capital assets, net of related debt	68,414							68,414		$68,414
Restricted for debt service	3,892,130	295,269					3,284,304	7,471,703	3,149,080	$10,620,783
Unrestricted	16,866,623	9,246,857	(168,424)	11,489,719	42,983,849	(2)	2,107,728	82,526,350	(3,839,463)	$78,686,887
Total net assets	20,827,167	9,542,126	(168,424)	11,489,719	42,983,849	(2)	5,392,032	90,066,467	(690,383)	89,376,084
Total liabilities and net assets	40,542,777	9,554,348	(151,087)	11,489,719	43,194,326	0	5,972,984	110,603,067	3,602,244	114,205,311

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF CASH FLOWS
DECEMBER 31, 2011
UNAUDITED

	General Operating Fund	Wholly Owned CBRA Subsidiary	Insurance Program Fund	Growth Fund	Connecticut Works Fund ("A")	Connecticut Works Guarantee Fund ("B")	Connecticut Capital Access Fund	XL Center	Total All Funds (Memorandum Only)
CASH FLOWS FROM OPERATING ACTIVITIES:									
Net earnings (loss) after special items	(1,457,880)	177,031	11,058	89,683	463,750	-	22,102	(103,614)	(797,870)
Adjustments to reconcile net earnings (loss)									
to net cash provided (used) by operating activities:									
Interest expense on bonds and notes payable	242,113	28,111	0	0	0	0	0	106,273	$376,497
Interest income on investments and cash and cash equivalents	(29,474)	(28,272)	0	0	0	0	0	(88,519)	($146,265)
Depreciation	19,927							0	$19,927
Amortization of deferred bond issue expenses	25,147							0	$25,147
Amortization of premium (discount) on									
U.S. Treasury securities	-								$0
Amortization of bond issue premium								(1,640)	($1,640)
Charge-off of equity investments					0				$0
Principal collected on loans	212,500	269,444	0	1,416,773	2,192,947		0		$4,091,664
Bond coupons redeemed					0				$0
Principal xfered from Umbrella to Operating Fund	0	0							$0
DECD Participation principal collected									$0
Loans funded		0	0	(964,550)	(4,588,538)		0		($5,553,088)
Brownfields loans funded	0								$0
CBRA grants due from Municipal Tax Incremental revenues		0							$0
Provision for loan losses	0	75,000		162,500	212,500				$450,000
Provision for guarantee losses					0	0	0		$0
General Reserve xfer - Between Funds			0	0	0	0	0		$0
(Gain) loss on investment securities	0			0	0	0			$0
Charge-off's of notes receivable			0						$0
Charge-off's of notes receivable - Mortgage Insurance									$0
Guarantee losses paid						0	0		$0
Recoveries of loan principal			0	1,150	0	0	0		$1,150
Ampitheatre savings from bond refunding shared with Authority			0						$0
(Gain) Loss on disposal of fixed assets	0							0	$0
Discount on bonds payable	0				0			0	$0
Other									$0
Changes in assets and liabilities:									
Interest and other receivables	421	141,168	0	7,122	73,829	0	(1)	(2)	$222,537
Due from/ to MSG Partnership								0	$0
Due from State of Connecticut	27,981	0	0	0	0	0	0	0	$27,981
Due (to) from other funds of the Authority	(895,960)	(495,848)	(20,800)	(712,576)	1,662,005	0	29,625	433,554	$0
Other assets	42,105	0	0	0	0	0	0	320,591	$362,696
Other expenses accrued and payable	(76,414)	0	0	(102)	(4,614)	0	0	0	($81,130)
Unearned insurance premiums	0	0	9,742	0	(11,879)	0	0		($2,137)
Deferred revenue/fees/Unearned interest	(5,000)	0			0			116,908	$111,908
TOTAL ADUSTMENTS	(436,654)	(10,397)	(11,058)	(89,683)	(463,750)	0	29,624	887,165	(94,753)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(1,894,534)	166,634	0	0	0	0	51,726	783,551	(892,623)

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENT OF CASH FLOWS - Continued
DECEMBER 31, 2011
UNAUDITED

	General Operating Fund	Wholly Owned CBRA Subsidiary	Insurance Program Fund	Growth Fund	Connecticut Works Fund ("A")	Connecticut Works Guarantee Fund ("B")	Connecticut Capital Access Fund	XL Center	Total All Funds (Memorandum Only)
CASH FLOWS FROM INVESTING ACTIVITIES:									
Proceeds from the sale of stock				0	0				$0
Proceeds from the sale of fixed assets	0								$0
Purchase of stock				0	0				$0
Proceeds from the sale of U.S. Treasury securities	0								$0
Net U.S. Treasuries xfered from Umbrella to Operating Fund	0								$0
Proceeds from the sale of other investments	0								$0
Interest received on investments and cash and cash equivalents	29,703	27,641	0	0	0	0	0	88,658	$146,002
Purchase of U.S. Treasuries	0								$0
Purchase of Other Investments	0							0	$0
Purchase of furniture and equipment	(4,434)							0	(4,434)
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	25,269	27,641	0	0	0	0	0	88,658	141,568
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:									
Contributed capital	0	0	0	0	0	0	0		$0
Escrow Deposits	(100,353)								($100,353)
Small Business Initiative Capital funding	4,389,371	0							$4,389,371
Workforce competitiveness funding	0								$0
Issuance of Bonds	0	0							$0
Cost of issuance of bonds	0	0							$0
Principal payments on bonds	(1,980,000)	0			0			(1,525,000)	($3,505,000)
Interest payments on bonds	(272,033)	(27,500)			0			(116,280)	(415,813)
NET CASH PROVIDED BY (USED IN) NON-CAPITAL FINANCING ACTIVITIES	2,036,985	(27,500)	0	0	0	0	0	(1,641,280)	368,205
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	167,720	166,775	0	0	0	0	51,726	(769,071)	(382,850)
Cash and cash equivalents-beginning of year	35,673,604	128,494	0	0	0	0	3,232,578	910,056	39,944,732
CASH AND CASH EQUIVALENTS - DECEMBER 31, 2011	$35,841,324	$295,269	$0	$0	$0	$0	$3,284,304	$140,985	$39,561,882

CONNECTICUT DEVELOPMENT AUTHORITY
COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FORECASTED FISCAL YEAR ENDED JUNE 30, 2012

UNAUDITED

	Lending and Economic Development	XL Center	Total
OPERATING REVENUES			
Northland AEG contribution		2,557,478	2,557,478
Interest investment Income	112,820	177,600	290,420
Other income	35,870	3,279	39,149
Whaler exit Fee		700,000	700,000
Fees and premiums earned	1,407,494		1,407,494
Interest on loans	2,685,639		2,685,639
Total Operating Revenues	4,241,823	3,438,357	7,680,180
OPERATING EXPENSES			
CDA Contribution		1,575,000	1,575,000
Payroll & fringe benefits	3,819,103	0	3,819,103
Interest	525,194	182,523	707,717
Provision for loan and guarantee losses	900,000		900,000
Professional service fees	321,100		321,100
Marketing and development	206,500		206,500
General facility and office	382,236	2,557,478	2,939,714
Depreciation and amortization	100,683	0	100,683
Other	15,500	0	15,500
Total operating expenses	6,270,316	4,315,001	10,585,317
OPERATING LOSS	(2,028,493)	(876,644)	(2,905,137)
NON-OPERATING ITEMS			
Loss on Program investments	0	0	0
CHANGE IN NET ASSETS	(2,028,493)	(876,644)	(2,905,137)