

Revenue Estimating Conference for Abandoned Property and Transfers to the State School Trust Fund

Executive Summary

The projection of receipts from abandoned property and the subsequent distribution into the State School Trust Fund were revised July 17, 2009 by the Revenue Estimating Conference.

Remittances of abandoned property to the State were below estimate for FY 2008-09 at \$298.0 million, or \$14.3 million (-4.6%) lower than estimated. Property returned to owners, however, was significantly higher than estimated. Property returned to owners totaled \$174.9 million, or \$19.5 million greater than forecasted. As a result of these two factors, transfers to the State School Trust Fund were \$38.4 million less than expected. The Revenue Estimating Conference adopted a new forecast which, while reflecting a 5% increase in receipts, anticipates a significantly higher proportion of property returned to owners than previously forecasted.

For FY 2009-10 the recurring transfer to the State School TF was decreased by \$36.2 million from the previous forecast. This decrease, in combination with lower estimates of nonoperating revenues, leaves a projected deficit for the fund during the 2009-10 fiscal year of \$38.1 million.

Abbreviated Financial Outlook Statement for the State School Trust Fund (\$ Millions)

FUNDS AVAILABLE 2009-10

Balance forward from 2008-09	1.3
Estimated transfers from Unclaimed Property TF	117.3
Nonoperating revenue	2.8

Total 09-10 funds available	121.4

APPROPRIATIONS 2009-10

Total 09-10 effective appropriations	159.5
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AVAILABLE RESERVES	=====
	-38.1

**STATE SCHOOL TRUST FUND
FINANCIAL OUTLOOK STATEMENT**

including closeout of FY 2008-09 and results of the July 17 Revenue Estimating Conference
FY 2008-09 through FY 2012-13
(\$ MILLIONS)

17-Jul-09

	<u>RECURRING</u>	<u>NON- RECURRING</u>	<u>TOTAL</u>
FUNDS AVAILABLE 2008-09			
Balance forward from 2007-08	0.0	101.2	101.2
Transfers from Unclaimed Property TF	112.0	0.0	112.0
Parimutuel escheated tickets	2.1	0.0	2.1
Miscellaneous receipts	1.1	0.0	1.1
Refunds of state expenditures	0.7	0.0	0.7
Interest earnings	1.1	0.0	1.1
Total 08-09 funds available	<u>117.0</u>	<u>101.2</u>	<u>218.2</u>
EXPENDITURES 2008-09			
Grants & Aids/FEFP	67.2	0.0	67.2
Grants & Aids/class size reduction	50.8	96.5	147.3
Excellent teaching	0.0	2.4	2.4
Total 08-09 expenditures	<u>118.0</u>	<u>98.9</u>	<u>216.9</u>
AVAILABLE RESERVES	-1.0	2.3	1.3
FUNDS AVAILABLE 2009-10			
Balance forward from 2008-09	0.0	1.3	1.3
Estimated transfers from Unclaimed Property TF	117.3	0.0	117.3
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	1.5	0.0	1.5
Total 09-10 funds available	<u>120.1</u>	<u>1.3</u>	<u>121.4</u>
APPROPRIATIONS 2009-10			
Grants & Aids/FEFP	73.4	0.0	73.4
Grants & Aids/class size reduction	86.2	0.0	86.2
Total 09-10 effective appropriations	<u>159.5</u>	<u>0.0</u>	<u>159.5</u>
AVAILABLE RESERVES	-39.4	1.3	-38.1
FUNDS AVAILABLE 2010-11			
Balance forward from 2009-10	0.0	0.0	0.0
Estimated transfers from Unclaimed Property TF	137.6	0.0	137.6
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	1.8	0.0	1.8
Total 10-11 funds available	<u>140.7</u>	<u>0.0</u>	<u>140.7</u>
FUNDS AVAILABLE 2011-12			
Balance forward from 2010-11	0.0	0.0	0.0
Estimated transfers from Unclaimed Property TF	144.6	0.0	144.6
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	2.0	0.0	2.0
Total 11-12 funds available	<u>147.9</u>	<u>0.0</u>	<u>147.9</u>
FUNDS AVAILABLE 2012-13			
Balance forward from 2011-12	0.0	0.0	0.0
Estimated transfers from Unclaimed Property TF	151.9	0.0	151.9
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	2.5	0.0	2.5
Total 12-13 funds available	<u>155.7</u>	<u>0.0</u>	<u>155.7</u>