

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

**Executive Summary**

The projection of receipts and refunds from unclaimed property and the subsequent distribution into the State School Trust Fund were revised November 18, 2016, by the Revenue Estimating Conference.

For Fiscal Year 2016-17, the Conference maintained the previously assumed 5.0% growth rate in receipts but adjusted the base year (Fiscal Year 2015-16) to reflect an additional atypical receipt that was identified during a review of receipts by property type. This adjustment resulted in a reduction of \$4.5 million to the projected receipts. In addition, the Conference increased the expected refunds rate from 66.4% to 67.0% based on higher than usual year-to-date refund activity. The refunds rate is applied to the average of the two prior years of receipts (excluding atypical receipts). This adjustment increased expected refunds to owners by \$1.3 million. On net, the expected transfer to the State School Trust Fund was reduced by \$5.8 million.

For Fiscal Year 2017-18 and thereafter, the Conference assumed 5.0% annual growth in receipts and a 67.0% refunds rate. Using these assumptions, the Conference adopted an estimate of \$473.4 million in receipts and \$295.0 million in refunds for Fiscal Year 2017-18. The expected transfer to the State School Trust Fund was reduced by \$4.6 million.

The table below shows the differences from the previous estimate.

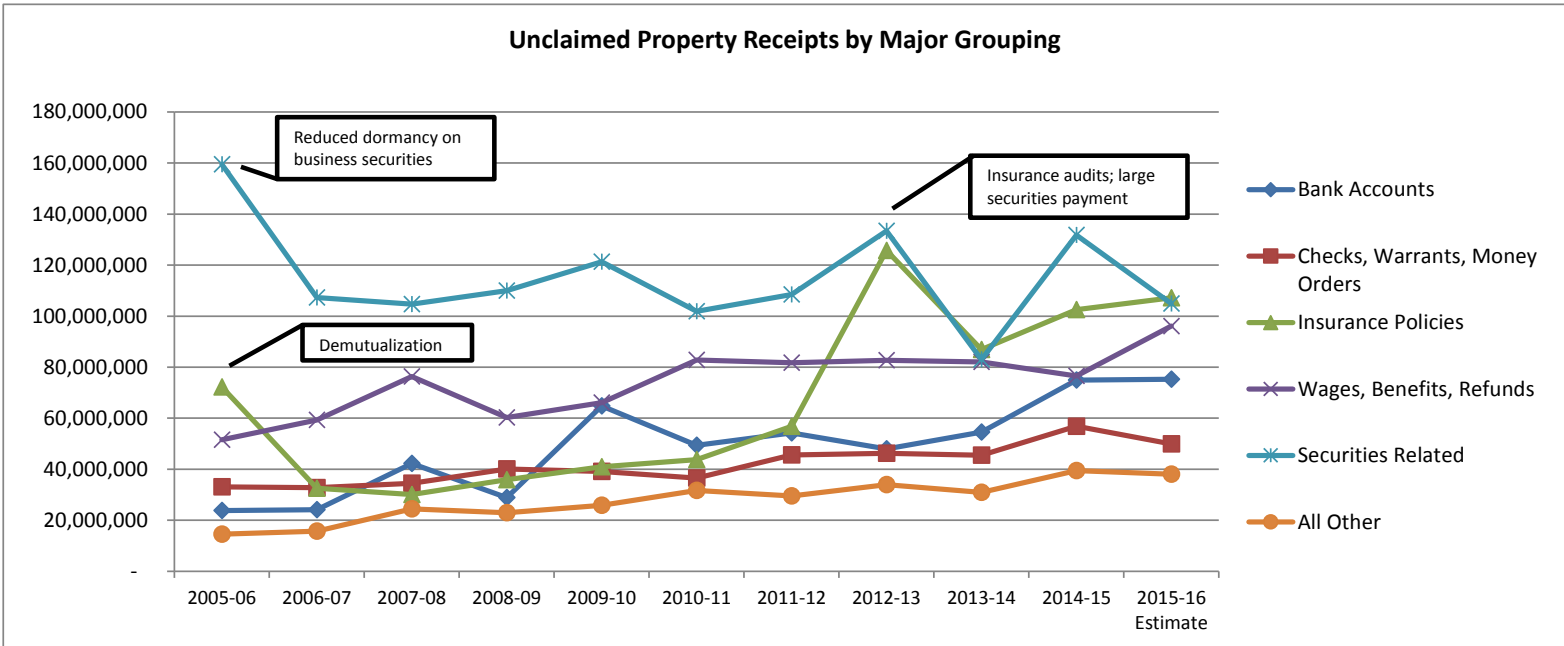
	<b>July 2016</b>	<b>November 2016</b>	<b>Difference</b>
2016-17 Receipts	455.4	450.9	-4.5
2016-17 Refunds	285.7	287.0	1.3
<b>2016-17 Transfer to State School Trust Fund</b>	<b>180.7</b>	<b>174.9</b>	<b>-5.8</b>
2017-18 Receipts	478.1	473.4	-4.7
2017-18 Refunds	295.1	295.0	-0.1
<b>2017-18 Transfer to State School Trust Fund</b>	<b>175.1</b>	<b>170.5</b>	<b>-4.6</b>

# Revenue Estimating Conference

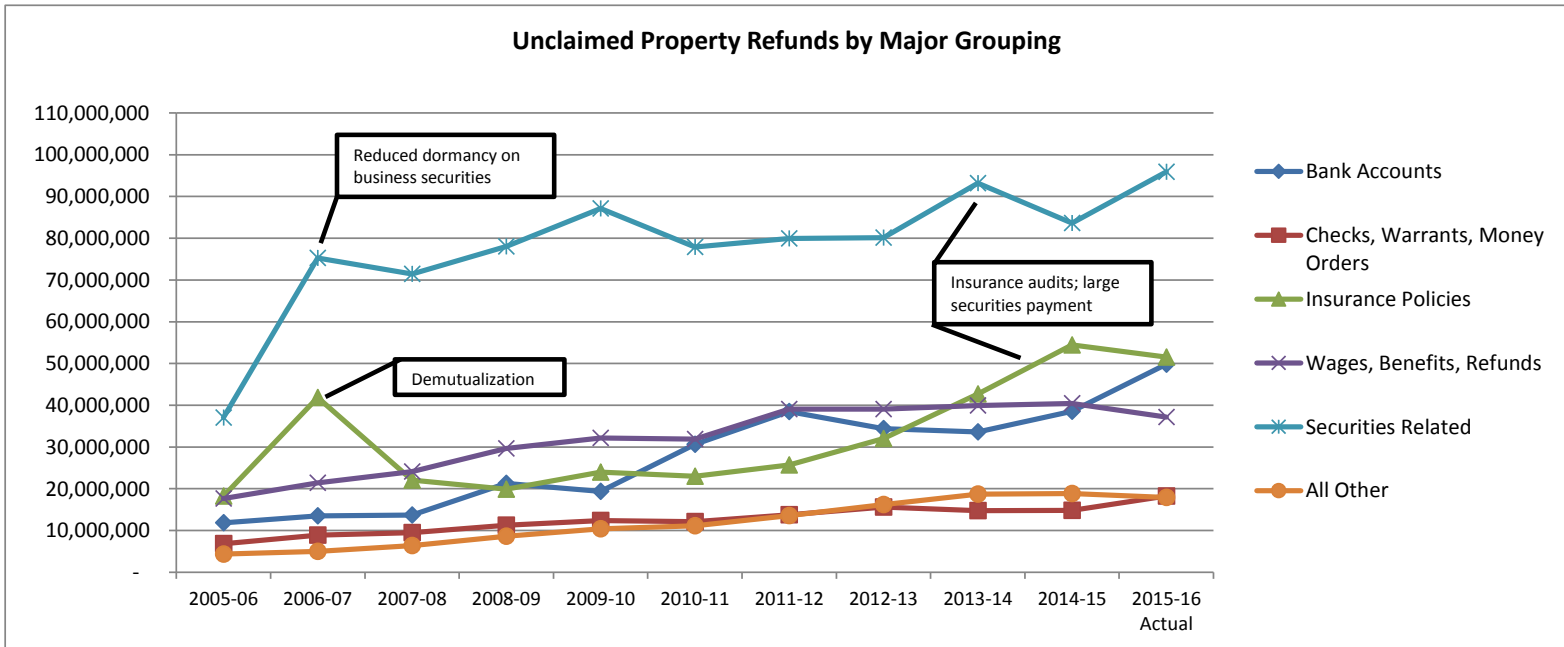
## Unclaimed Property

Forecast of Receipts, Refunds to Owners, and Transfers to the State School Trust Fund

November 18, 2016



\*Note: Securities related receipts are estimated for all years. For 2015-16, the graph reflects estimates based on reports loaded in the DFS database as of November 1st. Reports totaling approximately \$72M had not been loaded as of that date.



**Unclaimed Property Receipts, Refunds to Owners, and Transfers to the State School Trust Fund  
November 18, 2016**

**ACTUAL**

	<u>Receipts</u>	<u>Refunds</u>	<u>Transfer to State School TF</u>
2005-06	354.7	103.8	245.0
2006-07	271.9	168.8	97.0
2007-08	312.3	151.2	157.0
2008-09	298.0	174.9	112.0
2009-10	358.1	191.2	154.2
2010-11	346.3	190.2	157.5
2011-12	376.5	210.6	163.6
2012-13	469.9	225.1	206.2
2013-14	383.1	243.0	142.3
2014-15	482.1	250.4	213.0
2015-16	471.5	268.8	175.6

**FORECAST**

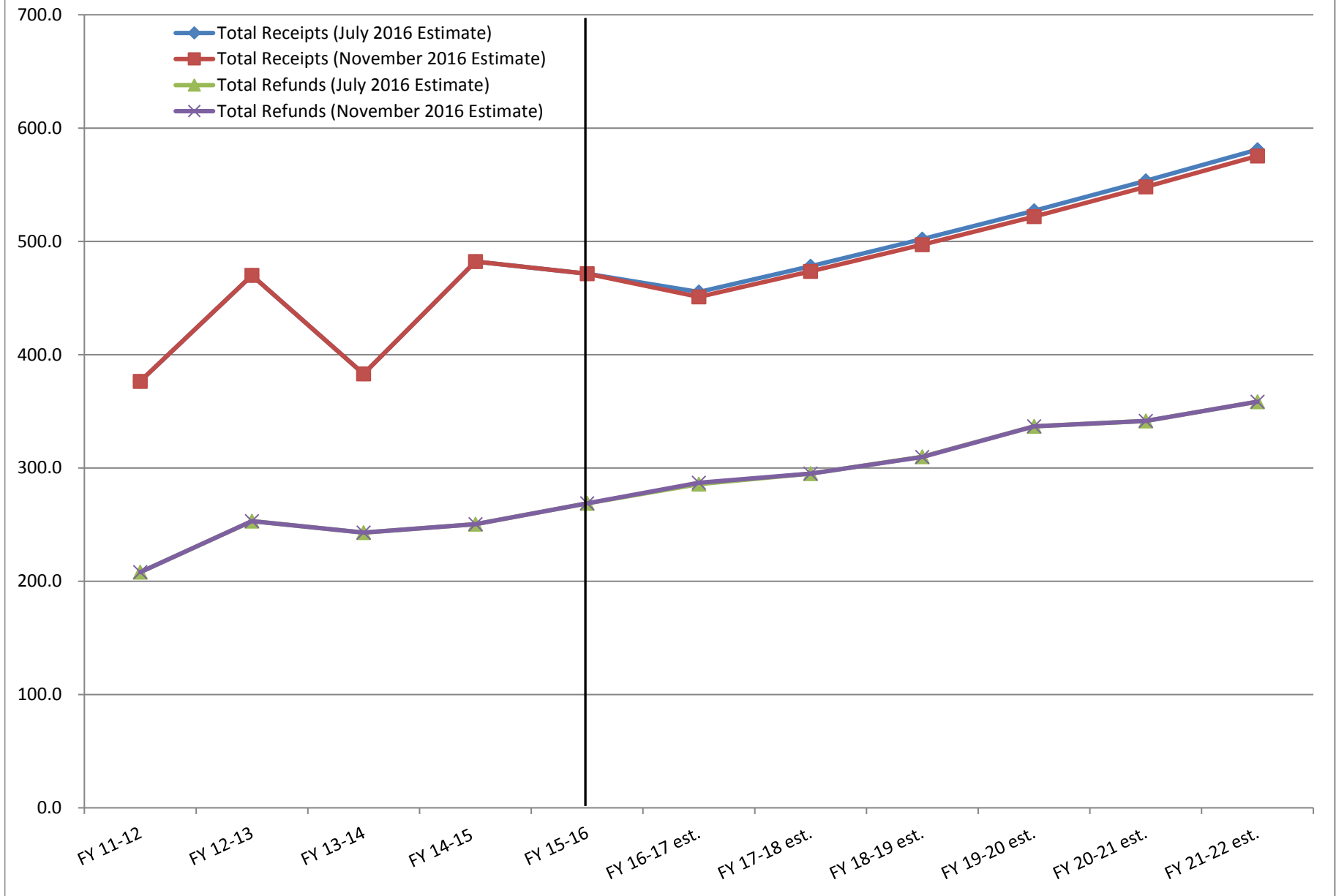
	<u>OLD</u>	<u>NEW</u>	<u>change</u>	<u>OLD</u>	<u>NEW</u>	<u>change</u>	<u>OLD</u>	<u>NEW</u>	<u>change</u>
2016-17	455.4	450.9	-4.5	285.7	287.0	1.3	180.7	174.9	-5.8
2017-18	478.1	473.4	-4.7	295.1	295.0	-0.1	175.1	170.5	-4.6
2018-19	502.0	497.1	-4.9	309.8	309.7	-0.1	184.3	179.5	-4.8
2019-20	527.1	521.9	-5.2	336.8	336.8	0.0	182.4	177.2	-5.2
2020-21	553.4	548.0	-5.4	341.5	341.4	-0.1	204.0	198.7	-5.3
2021-22	581.0	575.4	-5.6	358.5	358.5	0.0	214.6	209.0	-5.6

## Unclaimed Property Trust Fund

History and Forecast Detail

	Actual from Trial Balance					FORECAST					
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17 est.	FY 17-18 est.	FY 18-19 est.	FY 19-20 est.	FY 20-21 est.	FY 21-22 est.
1 <u>Funds Available</u>											
2 Beginning Balance	9.8	6.1	14.1	4.3	14.7	33.9	15.0	15.0	15.0	15.0	15.0
3 Abandoned property receipts	376.5	409.4	383.1	427.1	429.4	<b>450.9</b>	<b>473.4</b>	<b>497.1</b>	<b>521.9</b>	<b>548.0</b>	<b>575.4</b>
4 Atypical receipts		60.5		55.0	42.1						
5 Transfers in	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
6 Other nonoperating receipts	0.5	4.1	0.4	0.3	0.9	0.9	0.9	0.9	0.9	0.9	0.9
7 Total Funds Available	<u>386.8</u>	<u>480.1</u>	<u>397.6</u>	<u>486.7</u>	<u>487.1</u>	<u>485.7</u>	<u>489.3</u>	<u>513.0</u>	<u>537.8</u>	<u>563.9</u>	<u>591.3</u>
8 <u>Uses of Funds</u>											
9 Operating Expenses	4.0	4.0	4.4	4.4	4.6	4.6	4.6	4.6	4.6	4.6	4.6
10 Refunds to owners - regular	208.0	215.1	243.0	250.4	268.8	<b>287.0</b>	<b>295.0</b>	<b>309.7</b>	<b>325.2</b>	<b>341.4</b>	<b>358.5</b>
11 Payment correction		38.0									
12 Refunds to owners - demutualization											
13 Refunds to owners - reduced dormancy											
14 Refunds to owners - FDIC	2.6								11.6		
15 Miscellaneous disbursements	2.5	2.7	3.6	4.2	4.2	4.2	4.2	4.2	4.2	4.2	4.2
16 Retained Balance	6.1	14.1	4.3	14.7	33.9	15.0	15.0	15.0	15.0	15.0	15.0
17 Total Uses	<u>223.2</u>	<u>273.9</u>	<u>255.3</u>	<u>273.7</u>	<u>311.5</u>	<u>310.8</u>	<u>318.8</u>	<u>333.5</u>	<u>360.6</u>	<u>365.2</u>	<u>382.3</u>
18 <u>Available for transfer to</u>											
19 State School TF (new estimate)	163.6	206.2	142.3	213.0	175.6	<b>174.9</b>	<b>170.5</b>	<b>179.5</b>	<b>177.2</b>	<b>198.7</b>	<b>209.0</b>
20 State School TF (old estimate - Jul 2016)						<b>180.7</b>	<b>175.1</b>	<b>184.3</b>	<b>182.4</b>	<b>204.0</b>	<b>214.6</b>
21 Change in estimate						<b>-5.8</b>	<b>-4.6</b>	<b>-4.8</b>	<b>-5.2</b>	<b>-5.3</b>	<b>-5.6</b>
Ratio of refunds to receipts	61.6%	59.5%	61.8%	63.2%	66.4%	67.0%	67.0%	67.0%	67.0%	67.0%	67.0%
Growth rate of regular receipts	8.7%	8.7%	-6.4%	11.5%	0.5%	5.0%	5.0%	5.0%	5.0%	5.0%	5.0%
Growth rate of regular refunds	18.2%	3.4%	13.0%	3.1%	7.3%	6.8%	2.8%	5.0%	5.0%	5.0%	5.0%
Change in transfer amount	3.9%	26.0%	-31.0%	49.7%	-17.6%	-0.4%	-2.5%	5.3%	-1.3%	12.1%	5.2%
<b>Assumed Receipts Growth Rate</b>						<b>5.0%</b>	5.0%	5.0%	5.0%	5.0%	5.0%
<b>Assumed Refunds %</b>						<b>67.0%</b>	67.0%	67.0%	67.0%	67.0%	67.0%

## History and Forecast of Unclaimed Property Receipts and Refunds



## History and Forecast of Transfers to the State School Trust Fund

