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

Executive Summary

Estimates of receipts and refunds to owners from unclaimed property and the subsequent distribution into the State School Trust Fund were discussed on February 24, 2021, by the Revenue Estimating Conference.

The Conference reviewed two additional months of actual collection data (December and January) for Fiscal Year 2020-21, as well as the prior year-to-date activity. In these two months, the State of Florida received \$32.3 million in receipts or \$22.0 million over the combined monthly estimate for the period. For the same months, the State of Florida processed \$49.7 million in refunds, for a total that was \$0.4 million over the adopted monthly estimates.

Primarily, receipts were higher than expected for two reasons. First, the State of Florida finished an audit of a financial firm which found \$19.0 million in assets that qualified as unclaimed property. These assets were turned over to the Division of Unclaimed Property and processed as receipts in December 2020. Second, in that same month, a firm transferred over \$1.4 million in assets to the Division of Unclaimed Property. This transfer occurred earlier than expected as most firms hold off on transferring large amounts until the April 30th deadline.

Incorporating only the effects of the additional \$19.0 million, the Conference adopted a new forecast for Fiscal Year 2020-21 showing that receipts will increase to \$526.0 million and refunds will increase to \$328.3 million. The receipts were classified as atypical since they were discovered by audit; this means that they did not affect the forecast for the subsequent years.

As a result, the expected transfer to the State School Trust Fund in Fiscal Year 2020-21 increases to \$202.2 million from \$183.9 million. The projected transfer to the State School Trust Fund in Fiscal Year 2021-22 declines by \$6 million to reflect the continuing impact on refunds from the prior year's increase in receipts.

The following table shows the differences from the previous forecast for the current and upcoming fiscal years.

	November 2020	February 2021	Difference
2020-21 Receipts	\$507.0	\$526.0	\$19.0
2020-21 Refunds	\$327.6	\$328.3	\$0.7
2020-21 Transfer to State School Trust Fund	\$183.9	\$202.2	\$18.3
2021-22 Receipts	\$513.4	\$513.4	\$0.0
2021-22 Refunds	\$330.9	\$336.9	\$6.0
2021-22 Transfer to State School Trust Fund	\$171.0	\$165.0	(\$6.0)

Dollars shown in millions.

Revenue Estimating Conference Unclaimed Property

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

Spring Conference

Wednesday February 24, 2021

Feb 2021 REC Forecast 1 of 5

Unclaimed Property Receipts, Refunds to Owners, and Transfers to the State School Trust Fund Wednesday February 24, 2021

ACTUAL			
	Receipts	Refunds	Transfer to State School TF
2011-12	376.5	210.6	163.6
2012-13	469.9	253.1	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
2016-17	428.2	310.4	133.9
2017-18	507.8	317.9	178.5
2018-19	535.5	316.8	218.8
2019-20	500.5	321.9	144.0

ADOPTED FOR	RECAST											
	Refunds			Adjustments			Transfer to State School TF					
	<u>OLD</u>	NEW	<u>change</u>	OLD	NEW	<u>change</u>	<u>OLD</u>	NEW	<u>change</u>	OLD	NEW	change
2020-21	507.0	526.0	19.0	327.6	328.3	0.7	4.5	4.5	0.0	183.9	202.2	18.3
2021-22	513.4	513.4	0.0	330.9	336.9	6.0	-11.6	-11.6	0.0	171.0	165.0	-6.0
2022-23	520.1	520.1	0.0	335.9	337.9	2.0	-6.6	-6.6	0.0	177.6	175.6	-2.0
2023-24	526.5	526.5	0.0	341.1	342.1	1.0	-7.0	-7.0	0.0	178.4	177.4	-1.0
2024-25	532.6	532.6	0.0	345.7	346.4	0.7	-6.0	-6.0	0.0	180.9	180.2	-0.7
2025-26	538.5	538.5	0.0	349.8	350.4	0.6	-6.2	-6.2	0.0	182.5	181.9	-0.6

Feb 2021 REC Forecast 2 of 5

Fiscal Year 2020-21 Unclaimed Property Receipts and Refunds to Owners

									Actual
RECEIPTS	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	YTD	Annual Total
2015-16 ACTUAL	13.2	7.8	4.2	10.3	9.3	8.4	5.3	58.5	471.5
2016-17 ACTUAL	9.9	5.1	7.6	3.8	6.8	7.1	7.9	48.2	428.2
2017-18 ACTUAL	24.3	15.2	19.1	6.0	9.2	4.6	2.7	80.9	507.8
2018-19 ACTUAL	15.6	6.3	4.6	9.6	3.0	3.8	6.3	49.2	535.5
2019-20 ACTUAL	17.6	5.9	8.0	5.0	9.1	10.1	5.4	61.0	500.5
2020-21 ACTUAL	26.2	18.9	9.4	12.0	6.8	27.7	4.6	105.6	
2020-21 NOV ESTIMATE	26.2	18.9	9.4	12.0	6.8	5.8	4.5	83.6	507.0
Above/Below Estimate	-	-	-	-	-	21.9	0.1	22.0	26.31%
									Actual
REFUNDS	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	YTD	Annual Total
2015-16 ACTUAL	21.4	16.1	17.9	25.5	27.0	21.0	22.0	150.9	268.8
2016-17 ACTUAL	27.0	24.9	21.9	35.7	30.6	24.1	23.9	188.0	310.4
2017-18 ACTUAL	19.3	21.1	20.0	28.2	24.5	26.6	26.4	166.0	317.9
2018-19 ACTUAL	25.2	28.3	30.0	25.4	22.5	25.8	28.2	185.3	316.7
2019-20 ACTUAL	32.9	24.1	26.9	29.2	23.2	24.6	34.0	194.7	321.9
2020-21 ACTUAL	43.0	39.3	28.8	27.7	26.5	25.8	23.9	215.0	
2020-21 NOV ESTIMATE	43.0	39.3	28.8	27.7	26.5	22.9	26.4	214.6	327.6
Above/Below Estimate	-	-	-	0.0	0.0	2.9	(2.5)	0.4	0.15%

Feb 2021 REC Forecast 3 of 5

	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY19-20
Funds Available	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	
	4.3	14.7	33.9	11.4	15.7	8.8
Abandoned property receipts	412.9	422.2	424.1	483.3	510.0	500.5
Atypical receipts	69.2	49.3	4.1	24.5	25.5	0.0
Transfers in	0.0	0.0	0.0	0.0	0.0	0.0
Other nonoperating receipts	0.3	0.9	2.6	1.2	2.2	1.1
Total Funds Available	486.7	487.1	464.7	520.4	553.4	510.4
Uses of Funds						
Operating Expenses	4.4	4.6	4.6	5.0	5.0	5.1
Refunds to owners - regular	250.4	268.8	310.4	317.9	316.8	321.9
	0.0	0.0	0.0	0.0	0.0	0.0
Miscellaneous disbursements	4.2	4.2	4.4	3.3	3.1	1.8
Retained Balance	14.7	33.9	11.4	15.7	9.8	37.4
Total Uses	273.7	311.5	330.8	341.9	334.5	366.3
Available for transfer to						
State School TF (Actual)	213.0	175.6	133.9	178.5	218.8	144.0
Growth rate of regular receipts	7 8%	2 30/	0.5%	1/1 09/	5 50/	-1.9%
Growth rate of regular refunds	3.1%	7.3%	15.5%	2.4%	-0.4%	1.6%
Change in transfer amount	49.7%	-17.6%	-23.7%	33.3%	22.6%	-34.2%
	Atypical receipts Transfers in Other nonoperating receipts Total Funds Available Uses of Funds Operating Expenses Refunds to owners - regular Refunds to owners - FDIC Miscellaneous disbursements Retained Balance Total Uses Available for transfer to State School TF (Actual) Growth rate of regular receipts Growth rate of regular refunds	Beginning Balance 4.3 Abandoned property receipts 412.9 Atypical receipts 69.2 Transfers in 0.0 Other nonoperating receipts 0.3 Total Funds Available 486.7 Uses of Funds Operating Expenses 4.4 Refunds to owners - regular 250.4 Refunds to owners - FDIC 0.0 Miscellaneous disbursements 4.2 Retained Balance 14.7 Total Uses 273.7 Available for transfer to State School TF (Actual) 213.0 Growth rate of regular receipts 7.8% Growth rate of regular refunds 3.1%	Funds Available 4.3 14.7 Beginning Balance 4.3 14.7 Abandoned property receipts 412.9 422.2 Atypical receipts 69.2 49.3 Transfers in 0.0 0.0 Other nonoperating receipts 0.3 0.9 Total Funds Available 486.7 487.1 Uses of Funds 250.4 268.8 Refunds to owners - regular 250.4 268.8 Refunds to owners - FDIC 0.0 0.0 Miscellaneous disbursements 4.2 4.2 Retained Balance 14.7 33.9 Total Uses 273.7 311.5 Available for transfer to State School TF (Actual) 213.0 175.6 Growth rate of regular receipts Growth rate of regular refunds 7.8% 2.3% Growth rate of regular refunds 3.1% 7.3%	Funds Available 4.3 14.7 33.9 Abandoned property receipts 412.9 422.2 424.1 Atypical receipts 69.2 49.3 4.1 Transfers in 0.0 0.0 0.0 Other nonoperating receipts 0.3 0.9 2.6 Total Funds Available 486.7 487.1 464.7 Uses of Funds 486.7 487.1 464.7 Uses of Funds 250.4 268.8 310.4 Refunds to owners - regular 250.4 268.8 310.4 Refunds to owners - FDIC 0.0 0.0 0.0 Miscellaneous disbursements 4.2 4.2 4.4 Retained Balance 14.7 33.9 11.4 Total Uses 273.7 311.5 330.8 Available for transfer to State School TF (Actual) 213.0 175.6 133.9 Growth rate of regular receipts 7.8% 2.3% 0.5% Growth rate of regular refunds 3.1% <td< td=""><td>Funds Available 4.3 14.7 33.9 11.4 Abandoned property receipts 412.9 422.2 424.1 483.3 Atypical receipts 69.2 49.3 4.1 24.5 Transfers in 0.0 0.0 0.0 0.0 Other nonoperating receipts 0.3 0.9 2.6 1.2 Total Funds Available 486.7 487.1 464.7 520.4 Uses of Funds 486.7 487.1 464.7 520.4 Uses of Funds 4.4 4.6 4.6 5.0 Refunds to owners - regular 250.4 268.8 310.4 317.9 Refunds to owners - FDIC 0.0 0.0 0.0 0.0 Miscellaneous disbursements 4.2 4.2 4.4 3.3 Retained Balance 14.7 33.9 11.4 15.7 Total Uses 273.7 311.5 330.8 341.9 Available for transfer to State School TF (Actual) 213.0</td><td>Funds Available 4.3 14.7 33.9 11.4 15.7 Beginning Balance 4.3 14.7 33.9 11.4 15.7 Abandoned property receipts 412.9 422.2 424.1 483.3 510.0 Atypical receipts 69.2 49.3 4.1 24.5 25.5 Transfers in 0.0 0.0 0.0 0.0 0.0 0.0 Other nonoperating receipts 0.3 0.9 2.6 1.2 2.2 Total Funds Available 486.7 487.1 464.7 520.4 553.4 Uses of Funds 4.4 4.6 4.6 5.0 5.0 Refunds to owners - regular 250.4 268.8 310.4 317.9 316.8 Refunds to owners - FDIC 0.0 0.0 0.0 0.0 0.0 Miscellaneous disbursements 4.2 4.2 4.4 3.3 3.1 Retained Balance 14.7 33.9 11.4 15.7 9.8 Total Use</td></td<>	Funds Available 4.3 14.7 33.9 11.4 Abandoned property receipts 412.9 422.2 424.1 483.3 Atypical receipts 69.2 49.3 4.1 24.5 Transfers in 0.0 0.0 0.0 0.0 Other nonoperating receipts 0.3 0.9 2.6 1.2 Total Funds Available 486.7 487.1 464.7 520.4 Uses of Funds 486.7 487.1 464.7 520.4 Uses of Funds 4.4 4.6 4.6 5.0 Refunds to owners - regular 250.4 268.8 310.4 317.9 Refunds to owners - FDIC 0.0 0.0 0.0 0.0 Miscellaneous disbursements 4.2 4.2 4.4 3.3 Retained Balance 14.7 33.9 11.4 15.7 Total Uses 273.7 311.5 330.8 341.9 Available for transfer to State School TF (Actual) 213.0	Funds Available 4.3 14.7 33.9 11.4 15.7 Beginning Balance 4.3 14.7 33.9 11.4 15.7 Abandoned property receipts 412.9 422.2 424.1 483.3 510.0 Atypical receipts 69.2 49.3 4.1 24.5 25.5 Transfers in 0.0 0.0 0.0 0.0 0.0 0.0 Other nonoperating receipts 0.3 0.9 2.6 1.2 2.2 Total Funds Available 486.7 487.1 464.7 520.4 553.4 Uses of Funds 4.4 4.6 4.6 5.0 5.0 Refunds to owners - regular 250.4 268.8 310.4 317.9 316.8 Refunds to owners - FDIC 0.0 0.0 0.0 0.0 0.0 Miscellaneous disbursements 4.2 4.2 4.4 3.3 3.1 Retained Balance 14.7 33.9 11.4 15.7 9.8 Total Use

Feb 2021 REC Forecast 4 of 5

Unclaimed Property Trust Fund

Adopted Forecast

	FY 19-20	FY 20-21 est.	FY 21-22 est.	FY 22-23 est.	FY 23-24 est.	FY 24-25 est	FY 25-26 est
Funds Available							
Beginning Balance	8.8	37.4	15.0	15.0	15.0	15.0	15.0
Abandoned property receipts	500.5	507.0	513.4	520.1	526.5	532.6	538.5
Atypical receipts		19.0	0.0	0.0	0.0	0.0	0.0
Transfers in	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Other nonoperating receipts	1.1	1.1	1.1	1.1	1.1	1.1	1.1
Total Funds Available	510.4	564.5	529.5	536.2	542.5	548.6	554.6
Uses of Funds							
Operating Expenses	5.1	5.1	5.1	5.1	5.1	5.1	5.1
Refunds to owners - regular	321.9	328.3	336.9	337.9	342.1	346.4	350.4
Refunds to owners - FDIC	0.0	12.1	5.7	0.7	1.1	0.1	0.3
Miscellaneous disbursements	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Retained Balance	37.4	15.0	15.0	15.0	15.0	15.0	15.0
Total Uses	366.3	362.3	364.5	360.6	365.1	368.4	372.7
Available for transfer to							
State School TF (NEW Estimate)	144.1	202.2	165.0	175.6	177.4	180.2	181.9
State School TF (OLD Estimate)	144.0	183.9	171.0	177.6	178.4	180.9	182.5
Change in estimate	0.1	18.3	-6.0	-2.0	-1.0	-0.7	-0.6
Growth rate of regular receipts	1 00/	5 10/	2 40/	1 20/	1 20/	1 20/	1.1%
							1.1%
Glowin fate of regular fertilities	1.0%	2.0%	2.0%	0.5%	1.270	1.3%	1.270
Change in transfer amount	-34.1%	40.3%	-18.4%	6.4%	1.0%	1.6%	0.9%
Assumed Receipts Growth Rate NEW	-1.9%	5.1%	-2.4%	1.3%	1.2%	1.2%	1.1%
							1.1%
Assumed Refunds %NEW	61.7%	63.4%	65.6%	65.0%	66.2%	66.2%	66.2%
Assumed Refunds % OLD							66.1%
	Beginning Balance Abandoned property receipts Atypical receipts Transfers in Other nonoperating receipts Total Funds Available Uses of Funds Operating Expenses Refunds to owners - regular Refunds to owners - FDIC Miscellaneous disbursements Retained Balance Total Uses Available for transfer to State School TF (NEW Estimate) State School TF (OLD Estimate) Change in estimate Growth rate of regular receipts Growth rate of regular refunds Change in transfer amount Assumed Receipts Growth Rate NEW Assumed Receipts Growth Rate OLD Assumed Refunds % NEW	Funds Available 8.8 Beginning Balance 8.8 Abandoned property receipts 500.5 Atypical receipts 0.0 Transfers in 0.0 Other nonoperating receipts 1.1 Total Funds Available 510.4 Uses of Funds 510.4 Operating Expenses 5.1 Refunds to owners - regular 321.9 Refunds to owners - FDIC 0.0 Miscellaneous disbursements 1.8 Retained Balance 37.4 Total Uses 366.3 Available for transfer to State School TF (NEW Estimate) 144.1 State School TF (OLD Estimate) 144.0 Change in estimate 0.1 Growth rate of regular receipts -1.9% Growth rate of regular refunds 1.6% Change in transfer amount -34.1% Assumed Receipts Growth Rate NEW -1.9% Assumed Receipts Growth Rate OLD -1.9% Assumed Receipts Growth Rate OLD -1.9%	Funds Available 8.8 37.4 Beginning Balance 500.5 507.0 Abandoned property receipts 500.5 507.0 Atypical receipts 19.0 19.0 Transfers in 0.0 0.0 Other nonoperating receipts 1.1 1.1 Total Funds Available 510.4 564.5 Uses of Funds 0 5.1 Operating Expenses 5.1 5.1 Refunds to owners - regular 321.9 328.3 Refunds to owners - FDIC 0.0 12.1 Miscellaneous disbursements 1.8 1.8 Retained Balance 37.4 15.0 Total Uses 366.3 362.3 Available for transfer to 366.3 362.3 Available for transfer to 144.1 202.2 State School TF (NEW Estimate) 144.1 202.2 State School TF (OLD Estimate) 144.0 183.9 Change in estimate 0.1 18.3 Growth rate of regular receipts -1.9% 5.1%	Funds Available 8.8 37.4 15.0 Beginning Balance 8.8 37.4 15.0 Abandoned property receipts 500.5 507.0 513.4 Atypical receipts 19.0 0.0 Transfers in 0.0 0.0 0.0 Other nonoperating receipts 1.1 1.1 1.1 Total Funds Available 510.4 564.5 529.5 Uses of Funds 510.4 564.5 529.5 Uses of Funds 51.1 5.1 5.1 Operating Expenses 5.1 5.1 5.1 Refunds to owners - regular 321.9 328.3 336.9 Refunds to owners - FDIC 0.0 12.1 5.7 Miscellaneous disbursements 1.8 1.8 1.8 Retained Balance 37.4 15.0 15.0 Total Uses 366.3 362.3 362.3 364.5 Available for transfer to 5 5 5 5 State School TF (OLD Estimate) 144.0	Funds Available Beginning Balance 8.8 37.4 15.0 15.0 Abandoned property receipts 500.5 507.0 513.4 520.1 Atypical receipts 19.0 0.0	Funds Available Beginning Balance 8.8 37.4 15.0 15.0 15.0 15.0 Abandoned property receipts 500.5 507.0 513.4 520.1 526.5 542.5 529.5 530.0 0.0	Funds Available Seginning Balance Seginn

Feb 2021 REC Forecast 5 of 5