

Revenue Estimating Conference for Abandoned Property

Executive Summary

The projection of receipts from abandoned property and the subsequent distribution into the State School Trust Fund have been revised.

Transfers of abandoned property to the State were slightly above estimate for FY 2006-07 at \$271.9 million. Property returned to owners, however, was significantly higher than estimated. Property returned to owners totaled \$168.8 million, or \$30.0 million greater than forecasted. As a result, transfers to the State School Trust Fund were \$22.2 million below the expected amount.

The Revenue Estimating Conference met on July 26 to adopt a new forecast of abandoned property receipts. For the current fiscal year, \$224.4 million in receipts are projected. Of this amount, \$141.7 million is projected to be returned to property owners. A total of \$77.0 million is forecasted to be available for transfer to the State School Trust Fund in FY 2007-08.

Abandoned Property Trust Fund Sources and Uses of funds (\$ Millions)

	<u>FY 07-08</u>	<u>FY 08-09</u>
<u>Funds Available</u>		
Beginning Balance	4.7	4.0
Abandoned property receipts	224.4	230.0
Demutualization receipts	0.0	0.0
Reduce dormancy on business securities	0.0	0.0
Transfers in	0.0	0.0
Other nonoperating receipts	0.0	0.0
 Total Funds Available	 229.1	 234.0
 <u>DBF Uses of Funds</u>		
Operating Expenses	6.4	6.6
Refunds to owners - regular	112.8	110.8
Refunds to owners - demutualization	6.4	0.0
Refunds to owners - reduced dormancy	22.5	9.0
Miscellaneous disbursements	0.0	0.0
Retained Balance	4.0	4.0
 Total DBF Uses	 152.1	 130.4
 Available for transfer to State School TF	 77.0	 103.6

**STATE SCHOOL TRUST FUND
FINANCIAL OUTLOOK STATEMENT**

including all legislative action from the 2008 regular session
FY 2007-08 through FY 2011-12
(\$ MILLIONS)

13-Jun-08

	<u>RECURRING</u>	<u>NON- RECURRING</u>	<u>TOTAL</u>
FUNDS AVAILABLE 2007-08			
Balance forward from 2006-07	0.0	123.6	123.6
Estimated transfers from Unclaimed Property TF	105.9	-28.9	77.0
Parimutuel escheated tickets	1.5	0.0	1.5
Interest earnings	3.0	0.0	3.0
	-----	-----	-----
Total 07-08 funds available	110.4	94.7	205.1
ESTIMATED EXPENDITURES 2007-08			
Grants & Aids/FEFP	72.2	14.8	87.0
Grants & Aids/class size reduction	51.3	0.0	51.3
Grants & Aids/excellent teaching	0.1	26.8	26.9
Special Categories/reading programs	0.0	18.5	18.5
Special Categories/education innovation initiatives	0.0	8.3	8.3
Aid to Local Government/Critical Jobs Initiative	0.0	5.6	5.6
Other	0.0	11.8	11.8
Reduced appropriations/Session 2007C	-7.4	0.0	-7.4
Reduced appropriations/H7009(2008)	-2.0	-6.4	-8.4
	-----	-----	-----
Total 07-08 estimated expenditures	114.2	79.4	193.6
	=====	=====	=====
AVAILABLE RESERVES	-3.8	15.3	11.5
FUNDS AVAILABLE 2008-09			
Balance forward from 2007-08	0.0	11.5	11.5
Estimated transfers from Unclaimed Property TF	112.6	-9.0	103.6
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	2.5	0.0	2.5
	-----	-----	-----
Total 08-09 funds available	116.4	2.5	118.9
APPROPRIATIONS 2008-09			
Grants & Aids/FEFP	68.0	0.0	68.0
Grants & Aids/class size reduction	46.4	0.0	46.4
	-----	-----	-----
Total 08-09 effective appropriations	114.4	0.0	114.4
	=====	=====	=====
AVAILABLE RESERVES	2.0	2.5	4.5

**STATE SCHOOL TRUST FUND
FINANCIAL OUTLOOK STATEMENT**

including all legislative action from the 2008 regular session
FY 2007-08 through FY 2011-12
(\$ MILLIONS)

13-Jun-08

	<u>RECURRING</u>	<u>NON- RECURRING</u>	<u>TOTAL</u>
FUNDS AVAILABLE 2009-10			
Balance forward from 2008-09	0.0	4.5	4.5
Estimated transfers from Unclaimed Property TF	115.3	0.0	115.3
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	<u>2.5</u>	<u>0.0</u>	<u>2.5</u>
Total 09-10 funds available	119.1	4.5	123.6
FUNDS AVAILABLE 2010-11			
Balance forward from 2009-10	0.0	0.0	0.0
Estimated transfers from Unclaimed Property TF	117.3	0.0	117.3
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	<u>2.5</u>	<u>0.0</u>	<u>2.5</u>
Total 10-11 funds available	121.1	0.0	121.1
FUNDS AVAILABLE 2011-12			
Balance forward from 2010-11	0.0	0.0	0.0
Estimated transfers from Unclaimed Property TF	120.4	0.0	120.4
Parimutuel escheated tickets	1.3	0.0	1.3
Interest earnings	<u>2.5</u>	<u>0.0</u>	<u>2.5</u>
Total 11-12 funds available	124.2	0.0	124.2