

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

Executive Summary

The projection of receipts and refunds to owners from unclaimed property and the subsequent distribution to the State School Trust Fund were discussed on December 19, 2019, by the Revenue Estimating Conference.

The Conference reviewed the year-to-date actuals for FY 2019-20. Between July 2019 and November 2019, \$45.5 million in receipts were received by the State of Florida, which was 7.4% below the cumulative monthly estimates adopted in August. Total refunds reached \$136.2 million, coming in 5.0% below the monthly estimates for the same period.

Because the slight drag in receipts is largely offset by the modest pace in refunds, the Conference elected to retain the prior forecast. As a result, anticipated receipts for FY 2019-20 remain at \$483.3 million, with an expected total refund disbursement of \$332.1 million.

The projected transfer to the State School Trust Fund in FY 2019-20 is unchanged at \$131.2 million. The projected transfers for FY 2020-21 through FY 2024-25 are also unchanged.

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

	August 2019	December 2019	Difference
2019-20 Receipts	\$483.3	\$483.3	\$0
2019-20 Refunds	\$332.1	\$332.1	\$0
2019-20 Transfer to State School Trust Fund	\$131.2	\$131.2	\$0
2020-21 Receipts	\$494.6	\$494.6	\$0
2020-21 Refunds	\$326.2	\$326.2	\$0
2020-21 Transfer to State School Trust Fund	\$159.1	\$159.1	\$0
NET DIFFERENCE TO STATE SCHOOL TRUST FUND FOR FY 2020-21			\$0

Dollars shown in millions.

Revenue Estimating Conference

Unclaimed Property

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

Winter Conference

Thursday, December 19, 2019

**Unclaimed Property Receipts, Refunds to Owners, and Transfers to the State School Trust Fund
December 19, 2019**

ACTUAL	Receipts	Refunds	Transfer to State School TF
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	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

ADOPTED FORECAST												
	Receipts			Refunds			Adjustments			Transfer to State School TF		
	<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>	<u>OLD</u>	<u>NEW</u>	<u>change</u>
2019-20	483.3	483.3	0.0	332.1	332.1	0.0	-20.0	-20.0	0.0	131.2	131.2	0.0
2020-21	494.6	494.6	0.0	326.2	326.2	0.0	-9.3	-9.3	0.0	159.1	159.1	0.0
2021-22	506.4	506.4	0.0	332.0	332.0	0.0	-11.6	-11.6	0.0	162.8	162.8	0.0
2022-23	518.5	518.5	0.0	340.3	340.3	0.0	-6.7	-6.7	0.0	171.6	171.6	0.0
2023-24	530.9	530.9	0.0	348.6	348.6	0.0	-6.9	-6.9	0.0	175.4	175.4	0.0
2024-25	543.6	543.6	0.0	356.7	356.7	0.0	-6.8	-6.8	0.0	180.0	180.0	0.0

Fiscal Year 2019-20 Unclaimed Property Receipts and Refunds to Owners

							Actual	YTD % of Annual
RECEIPTS	JULY	AUG	SEP	OCT	NOV	YTD	Annual Total	
2015-16 ACTUAL	13.2	7.8	4.2	10.3	9.3	44.8	471.5	10%
2016-17 ACTUAL	9.9	5.1	7.6	3.8	6.8	33.2	428.2	8%
2017-18 ACTUAL	24.3	15.2	19.1	6.0	9.2	73.6	507.8	14%
2018-19 ACTUAL	15.6	6.3	4.6	9.6	3.0	39.1	535.5	7%
2019-20 ACTUAL	17.6	5.8	8.0	5.0	9.1	45.5		
2019-20 AUG ESTIMATE	17.6	8.6	10.3	6.2	6.4	49.1	483.3	
Above/Below Estimate	-	(2.8)	(2.3)	(1.2)	2.7	(3.6)	TOT Actual/ Estimate	YTD % of Estimate
							-7.40%	10%
REFUNDS	JULY	AUG	SEP	OCT	NOV	YTD	Actual	YTD % of Annual
							Annual Total	
2015-16 ACTUAL	21.4	16.1	17.9	25.5	27.0	107.9	268.8	40%
2016-17 ACTUAL	27.0	24.9	21.9	35.7	30.6	140.0	310.4	45%
2017-18 ACTUAL	19.3	21.1	20.0	28.2	24.5	113.0	317.9	36%
2018-19 ACTUAL	25.2	28.3	30.0	25.4	22.5	131.3	316.7	41%
2019-20 ACTUAL	32.9	24.1	26.9	29.2	23.2	136.2		
2019-20 AUG ESTIMATE	32.9	26.2	25.3	31.6	27.4	143.4	323.7	
Above/Below Estimate	-	(2.1)	1.6	(2.4)	-4.183	(7.2)	TOT Actual/ Estimate	YTD % of Estimate
							-5.02%	44%

Unclaimed Property Trust Fund

Historical Detail

	<u>FY 13-14</u>	<u>FY 14-15</u>	<u>FY 15-16</u>	<u>FY 16-17</u>	<u>FY 17-18</u>	<u>FY 18-19</u>
1 <u>Funds Available</u>						
2 Beginning Balance	14.1	4.3	14.7	33.9	11.4	15.7
3 Abandoned property receipts	383.1	412.9	422.2	424.1	483.3	510.0
4 Atypical receipts		69.2	49.3	4.1	24.5	25.5
5 Transfers in	0.0	0.0	0.0	0.0	0.0	0.0
6 Other nonoperating receipts	0.4	0.3	0.9	2.6	1.2	2.2
7 Total Funds Available	<u>397.6</u>	<u>486.7</u>	<u>487.1</u>	<u>464.7</u>	<u>520.4</u>	<u>553.4</u>
8 <u>Uses of Funds</u>						
9 Operating Expenses	4.4	4.4	4.6	4.6	5.0	5.0
10 Refunds to owners - regular	243.0	250.4	268.8	310.4	317.9	316.8
11 Refunds to owners - FDIC	0.0	0.0	0.0	0.0	0.0	0.0
12 Miscellaneous disbursements	3.6	4.2	4.2	4.4	3.3	3.1
13 Retained Balance	4.3	14.7	33.9	11.4	15.7	9.8
14 Total Uses	<u>255.3</u>	<u>273.7</u>	<u>311.5</u>	<u>330.8</u>	<u>341.9</u>	<u>334.5</u>
15 Available for transfer to						
16 State School TF (Actual)	142.3	213.0	175.6	133.9	178.5	218.8
17 Calculated ratio of refunds to prior receipts	61.8%	63.2%	67.5%	74.3%	75.1%	69.8%
18 Growth rate of regular receipts	-6.4%	7.8%	2.3%	0.5%	14.0%	5.5%
19 Growth rate of regular refunds	13.0%	3.1%	7.3%	15.5%	2.4%	-0.4%
20 Change in transfer amount	-31.0%	49.7%	-17.6%	-23.7%	33.3%	22.6%

Unclaimed Property Trust Fund

Adopted Forecast

	FY 18-19	FY 19-20 est.	FY 20-21 est.	FY 21-22 est.	FY 22-23 est.	FY 23-24 est.	FY 24-25 est.
1 Funds Available							
2 Beginning Balance	15.7	9.8	15.0	15.0	15.0	15.0	15.0
3 Abandoned property receipts	510.0	483.3	494.6	506.4	518.5	530.9	543.6
4 Atypical receipts	25.5						
5 Transfers in	0.0	0.0	0.0	0.0	0.0	0.0	0.0
6 Other nonoperating receipts	2.2	2.2	2.2	2.2	2.2	2.2	2.2
7 Total Funds Available	553.4	495.2	511.8	523.6	535.7	548.1	560.8
8 Uses of Funds							
9 Operating Expenses	5.0	5.0	5.0	5.0	5.0	5.0	5.0
10 Refunds to owners - regular	316.8	332.1	326.2	332.0	340.3	348.6	356.7
11 Refunds to owners - FDIC		8.9	3.5	5.8	0.8	1.1	1.0
12 Miscellaneous disbursements	3.1	3.1	3.1	3.1	3.1	3.1	3.1
13 Retained Balance	9.8	15.0	15.0	15.0	15.0	15.0	15.0
14 Total Uses	334.5	364.0	352.6	360.8	364.1	372.7	380.7
15 Available for transfer to							
16 State School TF (NEW estimate)	218.8	131.2	159.1	162.8	171.6	175.4	180.0
17 State School TF (OLD estimate)	218.8	131.2	159.1	162.8	171.6	175.4	180.0
18 Change in estimate	0.0	0.0	0.0	0.0	0.0	0.0	0.0
20 Growth rate of regular receipts	5.5%	-9.7%	2.3%	2.4%	2.4%	2.4%	2.4%
21 Growth rate of regular refunds	-0.4%	4.8%	-1.8%	1.8%	2.5%	2.4%	2.3%
22 Change in transfer amount	22.6%	-40.0%	21.3%	2.3%	5.4%	2.2%	2.6%
23 Assumed Receipts Growth Rate NEW	5.5%	-5.2%	2.3%	2.4%	2.4%	2.4%	2.4%
24 Assumed Receipts Growth Rate OLD	10.8%	-5.2%	2.3%	2.4%	2.4%	2.4%	2.4%
25 Assumed Refunds % NEW	69.8%	65.2%	64.0%	67.9%	68.0%	68.0%	68.0%
26 Assumed Refunds % OLD	69.8%	65.2%	64.0%	67.9%	68.0%	68.0%	68.0%