



Commonwealth of Massachusetts

OFFICE OF THE COMPTROLLER

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THOMAS G. SHACK III, ESQ.
COMPTROLLER

September 30, 2016

Honorable Karen Spilka, Chair, Senate Committee on Ways and Means
Honorable Brian S. Dempsey, Chair, House Committee on Ways and Means
Honorable Maura Healey, Attorney General
Secretary Kristen Lepore, Administration and Finance

Re: FY2017 Financial Plan Liability Management & Reduction Fund

Dear Mesdames and Gentleman:

As required by Chapter 29 Sec 2TT of the Mass General Laws, the Office of the Comptroller is hereby submitting the annual financial plan for the Liability Management and Reduction Fund. This plan presents the expected and proposed revenues and other financial sources; expenditures and other financial uses, and other information as required by this legislation. If you need additional information please contact Kathy Sheppard, Deputy Comptroller at 617.973.2666.

Sincerely,

Thomas G. Shack III, Esq.
Comptroller of the Commonwealth

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cc: Adriana Campos, Budget Director, Senate Ways and Means Committee
Justin Sterritt, Budget Director, House Ways and Means Committee
Kathy Sheppard, Deputy Comptroller
Jeffrey Shapiro, Esq., Deputy Comptroller - Chief Operating Office

LMRF Financial Plan FY2017

PROJECTED REVENUES FY2017:

Balance Forward From FY2016	1,876,007	
Premiums FY2017	2,080,448	
Interest From Investments	<u>3,200</u>	
TOTAL PROJECTED INCOME/COLLECTIONS		3,959,655

PROJECTED EXPENDITURES:

Tort Claims Cost in LMR FY2017	2,100,000	
Personnel Salary	87,000	
Fringe Benefits (33.50%)	29,145	
Payroll Tax (1.66%)	1,444	
Litigation Costs (AGO)	<u>100,000</u>	
TOTAL PROJECTED EXPENDITURES		<u>2,317,589</u>
PROJECTED BALANCE FY 2017		<u><u>1,642,066</u></u>

ANTICIPATED CHANGE IN FUND BALANCE (projected balance FY 2017 less balance forward from FY 2016) (233,941)
