



The Commonwealth of Massachusetts
Office of the Comptroller
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COMPTROLLER

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January 22, 2013

Honorable Stephen M. Brewer, Chair
Senate Committee on Ways and Means

Honorable Brian S. Dempsey, Chair
House Committee on Ways and Means

Secretary Glen Shor
Executive Office for Administration and Finance

Honorable Martha Coakley
Attorney General

Dear Sirs and Madam:

As required by Chapter 29 §2TT of the Mass. General Laws, the Office of the Comptroller is submitting this report on the *Liability Management & Reduction Fund* to the House and Senate Committees on Ways & Means, the Secretary of Administration & Finance, and the Attorney General.

This report contains the Fund's financial statement for FY 2012 (**see attachment 1**) as published in the audited Commonwealth Statutory Based Financial Report. Revenues consist of interest income from investments, categorized as miscellaneous revenue and departmental premiums, derived from each department's five-year average for tort payments and litigation costs from FY 2007 through FY 2011, (**see attachment 2**).

If you have any questions regarding this information, please call Kathy Sheppard at (617) 973-2666.

Sincerely,

Martin J. Benison
Comptroller

MJB/jn

Enc.

cc: Peter Sacks, AGO Deputy Chief, Government Bureau
Doug Howgate, Budget Director, Senate Ways and Means Committee
Samuel Goldhar, Budget Director, House Ways and Means Committee

Liability Management and Reduction Fund
Statement Of Revenues, Expenditures And Changes In Fund Balance - Statutory Basis

Fiscal Year Ended June 30, 2012
(Amounts in thousands)

	2012	2011
REVENUES AND OTHER FINANCING SOURCES		
Revenues:		
Departmental.....	\$ 1,901	\$ 1,950
Miscellaneous.....	3	3
Total revenues.....	<u>1,905</u>	<u>1,953</u>
Other financing sources:		
Operating transfers in.....	-	-
Total other financing sources.....	<u>-</u>	<u>-</u>
Total revenues and other financing sources.....	<u>1,905</u>	<u>1,953</u>
EXPENDITURES AND OTHER FINANCING USES		
Expenditures:		
Attorney General.....	82	50
Comptroller.....	1,818	2,067
Total expenditures.....	<u>1,900</u>	<u>2,117</u>
Other financing uses:		
Fringe benefit cost assessment.....	24	23
Operating transfers out.....	-	-
Total other financing uses.....	<u>24</u>	<u>23</u>
Total expenditures and other financing uses.....	<u>1,924</u>	<u>2,140</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses.....	(20)	(187)
Fund balance (deficit) at beginning of year.....	<u>2,968</u>	<u>3,155</u>
Fund balance (deficit) at end of year.....	<u>\$ 2,948</u>	<u>\$ 2,968</u>

LMRF Premiums for FY 2012

Department	FY 2012 Premium
AGO	2,276.10
AGR	52,396.70
ANF	280.25
BCC	1,678.10
BHC	3,466.40
BSB	272.88
CCC	11,190.65
CDA	6,194.78
CHE	2,039.88
CME	2,437.25
CPC	5,338.86
DCP	8,848.22
DCR	187,140.56
DFS	1,951.66
DMH	78,012.52
DMR	234,571.74
DOC	142,822.46
DOR	24,068.29
DOS	824.23
DOT	410,558.27
DPH	21,124.96
DPU	721.30
DSS	63,144.35
DYS	14,861.35
EEC	400.00
EHS	1,106.97
ENV	11,643.77
EPS	120.84
EQE	5,782.37
FRC	1,000.00
FSC	1,214.75
FWE	1,713.19
HLY	387.26
HSD	58.16
IGO	425.32
ITD	453.44
LOT	9,631.51
MAS	1,149.70
MCA	13,081.79
MIL	1,229.49
MMA	3,782.35
NAC	1,000.00
NEC	8,045.00

<u>Department</u>	<u>FY 2012 Premium</u>
OHA	724.27
PAR	4,406.41
POL	269,125.35
QCC	971.96
RCC	4,325.64
REG	236.50
SDE	35,920.00
SDF	4,590.27
SDH	363.96
SDM	14,168.50
SDS	17,124.02
SDW	49,751.04
SEC	953.88
SOR	8,400.45
SRB	1,418.97
SSA	10,466.57
STC	121.20
SUF	1,520.00
TRC	26,627.03
TRE	980.00
UMS	105,785.67
WEL	374.32
WSC	4,320.28
Grand Total	<u><u>1,901,123.96</u></u>