



Commonwealth of Massachusetts

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ANDREW W. MAYLOR
COMPTROLLER

January 6, 2020

The Honorable Deborah Goldberg, Treasurer and Receiver-General
Commonwealth of Massachusetts
State House, Room 227
Boston, MA 02133

RE: FY2019 Consolidated Net Surplus

Dear Treasurer Goldberg:

The purpose of this letter is to provide information on the FY2019 year-end transfers and payments arising from the calculation of the Consolidated Net Surplus (CNS).

The Commonwealth's reviewed FY2019 Statutory Basis Financial Report (SBFR) was filed with the Clerks of the Senate and the House Representatives on January 6, 2020.

Section 81 of Chapter 41 of the Acts of 2019 authorizes the disposal of the CNS in the budgetary funds for fiscal year 2019 and further authorizes the transfer of any remaining amount of the CNS to the Stabilization Fund.

As of June 30 2019, the Commonwealth reported a CNS of \$622,721,854.63 in the seven active budgeted funds included in the surplus calculation (the General Fund, the Commonwealth Transportation Fund, the Local Capital Projects Fund, the Education Fund, the Gaming Economic Development Fund, the Marijuana Regulation Fund and the Underground Storage Tank Petroleum Product Cleanup Fund). Pursuant to Section 81 of Chapter 41 of the Acts of 2019 prior to disposing of the CNS the following amounts are to be distributed as shown below:

- \$10 million payment from the General Fund to the Massachusetts Life Sciences Investment Fund at the Massachusetts Life Sciences Center;
- \$20 million transfer from the General Fund to the Massachusetts Community Preservation Trust Fund.

The remaining balance or \$592,721,854.63 is then to be transferred to the Stabilization fund for FY2019.

At the end of FY2019 the ending balance in the Stabilization Fund was approximately \$3.424 billion, an increase of approximately \$1.423 billion from the FY2018 ending balance of \$2.001 billion. A detailed schedule of the final transfer calculations and all FY2019 year-end Stabilization Fund transfers is attached - see "[Calculation of Transfers: Stabilization Fund, June 30, 2019](#)".

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If you have any questions about these calculations, or the reviewed financial statements in general, it would be my pleasure to meet with you.

Sincerely,

Andrew W. Maylor
Comptroller of the Commonwealth

Cc: James MacDonald, First Deputy Treasurer, TRE
Howard Merkowitz, Deputy Comptroller, CTR

Enc. [Attachment: Calculation of Transfers: Stabilization Fund, June 30, 2019](#)