



Commonwealth of Massachusetts

OFFICE OF THE COMPTROLLER

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THOMAS G. SHACK III, ESQ.
COMPTROLLER

September 29, 2017

Honorable Karen Spilka, Chair, Senate Committee on Ways and Means
Honorable Jeffrey Sánchez, Chair, House Committee on Ways and Means
Honorable Maura Healey, Attorney General
Secretary Michael Heffernan, Administration and Finance

Re: FY2018 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., First Deputy Comptroller

LMRF Financial Plan FY2018

PROJECTED REVENUES FY2018:

Balance Forward From FY2017	1,845,950	
Premiums FY2018	2,233,927	
Interest From Investments	<u>4,786</u>	
TOTAL PROJECTED INCOME/COLLECTIONS		4,084,663

PROJECTED EXPENDITURES:

Tort Claims Cost in LMR FY2018	2,500,000	
Personnel		
Salary	87,045	
Fringe Benefits (34.86%)	30,344	
Payroll Tax (1.41%)	1,227	
Litigation Costs (AGO)	<u>100,000</u>	
TOTAL PROJECTED EXPENDITURES		<u>2,718,616</u>
PROJECTED BALANCE FY 2018		<u><u>1,366,047</u></u>

ANTICIPATED CHANGE IN FUND BALANCE (projected balance FY 2018 less balance forward from FY 2017) (479,903)
