



Commonwealth of Massachusetts

OFFICE OF THE COMPTROLLER

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WILLIAM McNAMARA
COMPTROLLER

February 1, 2023

Chair, Senate Committee on Ways and Means
State House, Room 212
Boston, MA 02133

Chair, House Committee on Ways and Means
State House, Room 243
Boston, MA 02133

Secretary Matthew Gorzkowicz
Executive Office for Administration and Finance
State House, Room 373
Boston, MA 02133

Attorney General Andrea Campbell
Office of the Attorney General
One Ashburton Place, 20th Floor
Boston, MA 02108

Pursuant to M.G.L. c. 29, § 2TT, the Office of the Comptroller hereby submits this report of the activities of the Liability Management and Reduction Fund to the House and Senate Committees on Ways and Means, the Secretary of Administration and Finance, and the Attorney General.

Attachment 1 shows the Fund's financial statement for Fiscal Year 2022, as published in the Commonwealth Statutory Basis Financial Report (SBFR) on pages 128-129.

Attachment 2 shows the detail by department of the premiums charged. These are derived from each department's five-year average of tort payments and litigation costs from Fiscal Year 2018 through Fiscal Year 2022.

Recap:

- As Attachment 1 shows, total revenues for Fiscal Year 2022 were \$1.941 million and expenditures were \$1.646 million. Because revenues exceeded expenditures by \$0.297 million, the fund balance increased from \$3.079 million at the beginning of the fiscal year to \$3.376 million at the end.
- The total of premiums by department shown in Attachment 2 is \$1.851 million. This constitutes the majority of the \$1.941 million revenue figure, with the balance coming from interest and administrative fees.
- Note that this letter quotes figures in millions. The exhibit from the SBFR shows amounts in thousands; the department detail exhibit is expressed in dollars and cents.

If you have any questions regarding this information, please contact Assistant Comptroller Tryntje Bumgardner at (617) 973-2335 or me at (617) 973-2315. Thank you.

FY2022 Year End Report - Liability Management and Reduction Fund
February 1, 2023

Sincerely,

DocuSigned by:

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William McNamara
Comptroller of the Commonwealth

WMcN/jc

Enc.

Cc: Christopher Marino, Budget Director, Senate Ways and Means Committee
Brian Donahue, Budget Director, House Ways and Means Committee
Catharine Hornby, Undersecretary, Executive Office for Administration and Finance
Anne Serman, Government Bureau Deputy Chief, Office of the Attorney General
Thomas Smith-Vaughan, Chief Operating Officer, Office of the Comptroller
Amy Nable, General Counsel/Assistant Comptroller, Office of the Comptroller
Tryntje Bumgardner, Assistant Comptroller, Office of the Comptroller

Non-Budgeted Special Revenue Funds
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Statutory Basis
 Fiscal Year Ended June 30, 2022
 (Amounts in thousands)

Non-Budgeted Other Funds

	Liability Management and Reduction
REVENUES AND OTHER FINANCING SOURCES	
Revenues:	
Taxes	\$ —
Assessments	—
Federal grants and reimbursements	—
Departmental	1,939
Miscellaneous	4
Total revenues	<u>1,943</u>
Other financing sources:	
Operating transfers in	—
Medical assistance transfer	—
Total other financing sources	<u>—</u>
Total revenues and other financing sources	<u>1,943</u>
EXPENDITURES AND OTHER FINANCING USES	
Expenditures:	
Judiciary	—
Inspector General	—
Governor and Lieutenant Governor	—
Secretary of the Commonwealth	—
Treasurer and Receiver-General	—
Attorney General	82
District Attorney	—
Sheriffs' Departments	—
Disabled Persons Protection Commission	—
Board of Library Commissioners	—
Massachusetts Gaming Commission	—
Comptroller	1,527
Administration and Finance	—
Energy and Environmental Affairs	—
Health and Human Services	—
Executive Office of Technology Services and Security	—
Massachusetts Department of Transportation	—
Executive Office of Education	—
Public Safety and Security	—
Housing and Economic Development	—
Labor and Workforce Development	—
Debt service:	
Principal retirement	—
Interest and fiscal charges	—
Total expenditures	<u>1,609</u>
Other financing uses:	
Fringe benefit cost assessment	37
Lottery operating reimbursements	—
Lottery distributions	—
Operating transfers out	—
Stabilization transfer	—
Total other financing uses	<u>37</u>
Total expenditures and other financing uses	<u>1,646</u>
Excess/(deficiency) of revenues and other financing sources over/(under) expenditures and other financing uses	297
Fund balances/(deficits) at beginning of year	3,079
Fund balances/(deficits) at end of year	<u>\$ 3,376</u>

See accountants' review report

LMRF Premiums for FY2022

Department	FY2022 Premium
Attorney General's Office	\$1,496.43
Barnstable Sheriff's Department	\$921.03
Berkshire Sheriff's Department	\$113.36
Bridgewater State University	\$6,457.24
Bristol Community College	\$38.27
Bristol Sheriff's Department	\$19,485.25
Bunker Hill Community College	\$3,085.87
Cape Code Community College	\$1,346.70
Chief Medical Examiner	\$4,433.07
Department of Agricultural Resources	\$18,205.54
Department of Children and Families	\$26,391.94
Department of Conservation and Recreation	\$94,524.35
Department of Correction	\$148,268.12
Department of Developmental Services	\$79,889.38
Department of Environmental Protection	\$3,507.90
Department of Fire Services	\$10,471.36
Department of Fish and Game	\$1,336.08
Department of Higher Education	\$223.92
Department of Mental Health	\$2,313.69
Department of Public Health	\$12,118.78
Department of Revenue	\$228.13
Department of State Police	\$306,511.87
Department of Youth Services	\$30,546.31
Division of Capital Asset Management	\$15,572.76
Division of Occupational Licensure	\$2,520.32
Division of Housing and Community Development	\$177.63
Duke Sheriff's Department	\$1,104.64
Essex Sheriff's Department	\$17,965.31
Executive Office of Energy and Environmental Affairs	\$15,457.11
Executive Office of Health and Human Services	\$54,041.72
Executive Office of Public Safety & Security	\$21,841.96
Fitchburg State University	\$1,430.71
Framingham State University	\$6,765.50
Franklin Sheriff's Department	\$34,021.49
Hampden Sheriff's Department	\$32,114.47
Holyoke Community College	\$88.27
Lottery Commission	\$10,722.36
Massachusetts College of Art & Design	\$1,157.62
Massachusetts College of Liberal Arts	\$252.68
Massachusetts Department of Transportation	\$383,025.30
Massasoit Community College	\$8,825.93
Middlesex Community College	\$951.07
Middlesex Sheriff's Department	\$41,994.20
Military Division	\$1,176.32
Mount Wachusett Community College	\$96.11
Municipal Training Committee	\$1,511.27

Norfolk District Attorney	\$31.59
Norfolk Sheriff's Department	\$15,148.31
Northern Essex Community College	\$123.06
Northshore Community College	\$74.31
Office of Consumer Affairs and Business Regulation	\$1,192.13
Parole Board	\$21,057.93
Plymouth District Attorney	\$15.90
Plymouth Sheriff's Department	\$15,786.50
Roxbury Community College	\$824.18
Salem State University	\$21,111.39
Soldier's Home Massachusetts	\$759.63
Springfield Technical Community College	\$3,321.20
State Reclamation Board	\$9,832.50
Suffolk District Attorney	\$1,995.93
Suffolk Sheriff's Department	\$27,725.23
Supreme Judicial Court	\$155.02
Trial Court	\$36,389.69
University of Massachusetts System	\$237,009.17
Westfield State University	\$3,136.88
Worcester Sheriff's Department	\$8,820.00
Worcester State University	\$21,761.36
Total FY22 Revenue:	\$1,851,001.25