



WILLIAM McNAMARA  
COMPTROLLER

# Commonwealth of Massachusetts

## OFFICE OF THE COMPTROLLER

ONE ASHBURTON PLACE, 9TH FLOOR  
BOSTON, MASSACHUSETTS 02108  
(617) 727-5000  
MACOMPTROLLER.ORG



March 20, 2024

Honorable Michael J. Rodrigues, Chair  
Senate Committee on Ways and Means  
State House, Room 212  
Boston, MA 02133

Honorable Aaron Michlewitz, 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, 20<sup>th</sup> 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 (LMRF) 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 2023, as published in the Commonwealth Statutory Basis Financial Report (SBFR) on pages 151-152.

**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 2019 through Fiscal Year 2023.


In summary:

- As Attachment 1 shows, total LMRF revenues for Fiscal Year 2023 were \$1.905 million, and expenditures were \$1.769 million. Because revenues exceeded expenditures by \$0.136 million, the fund balance increased from \$3.376 million at the beginning of the fiscal year to \$3.486 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.

FY2023 Year End Report - Liability Management and Reduction Fund  
March 20, 2024

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.

Sincerely,

DocuSigned by:  
  
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William McNamara  
Comptroller of the Commonwealth

WMcN/jc  
Enc.

Cc: Brian Donahue, Budget Director, House Committee on Ways and Means  
Christopher Czepiel, Budget Director, Senate Committee on Ways and Means  
Danielle Cerny, Chief of Staff, Executive Office for Administration and Finance  
Christopher Marino, Assistant Secretary of Budget, Executive Office for Administration and Finance  
Martha Kwasnik, General Counsel, Executive Office for Administration and Finance  
Brian Melanson, Director of Operations, Executive Office for Administration and Finance  
Paula McManus, Chief Operating Officer, Office of the Attorney General  
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, 2023  
(Amounts in thousands)

	Liability Management and Reduction	Non-Budgeted Other Funds
<b>REVENUES AND OTHER FINANCING SOURCES</b>		
Revenues:		
Taxes	\$ —	
Assessments	—	
Federal grants and reimbursements	—	
Departmental	1,851	
Miscellaneous	54	
Total revenues	<u>1,905</u>	
Other financing sources:		
Issuance of current refunding bonds	—	
Operating transfers in	—	
Medical assistance transfer	—	
Total other financing sources	<u>—</u>	
Total revenues and other financing sources	<u>1,905</u>	
<b>EXPENDITURES AND OTHER FINANCING USES</b>		
Expenditures:		
Judiciary	—	
Office of Inspector General	—	
Governor and Lieutenant Governor	—	
Secretary of the Commonwealth	—	
Treasurer and Receiver-General	—	
Attorney General	55	
District Attorneys	—	
Office of Campaign & Political Finance	—	
Sheriffs	—	
Disabled Persons Protection Commission	—	
Board of Library Commissioners	—	
Massachusetts Gaming Commission	—	
Office of the Comptroller	1,714	
Administration and Finance	—	
Energy and Environmental Affairs	—	
Health and Human Services	—	
Technology Services and Security	—	
Veterans' Services	—	
Housing and Livable Communities	—	
Massachusetts Department of Transportation	—	
Education	—	
Center for Health Information and Analysis	—	
Public Safety and Security	—	
Economic Development	—	
Labor and Workforce Development	—	
Debt service:		
Principal retirement	—	
Interest and fiscal charges	—	
Total expenditures	<u>1,769</u>	
Other financing uses:		
Principal on current refundings	—	
Fringe benefit cost assessment	26	
Lottery operating reimbursements	—	
Lottery distributions	—	
Operating transfers out	—	
Stabilization transfer	—	
Total other financing uses	<u>26</u>	
Total expenditures and other financing uses	<u>1,795</u>	
Excess/(deficiency) of revenues and other financing sources over/(under) expenditures and other financing uses	110	
Fund balances/(deficits) at beginning of year	3,376	
Fund balances/(deficits) at end of year	<u>\$ 3,486</u>	

See accountants' review report

<b>DEPT</b>	<b>Department Name</b>	<b>Premium Payment</b>
AGO	Attorney General's Office	1,496.43
AGR	Department of Agricultural Resources	18,205.54
BHC	Bunker Hill Community College	3,085.87
BRC	Bristol Community College	38.27
BSC	Bridgewater State University	6,457.24
BSD	Bristol Sheriff's Department	19,485.25
CCC	Cape Cod Community College	1,346.70
CHE	Veterans' Home in Chelsea	759.63
CJT	Municipal Police Training Committee	1,511.27
CME	Chief Medical Examiner	4,433.07
DCP	Division of Capital Asset Management	15,572.76
DCR	Department of Conservation and Recreation	94,524.35
DFS	Department of Fire Services	10,471.36
DMH	Department of Mental Health	2,313.69
DMR	Department of Developmental Services	79,889.38
DOC	Department of Correction	148,268.12
DOR	Department of Revenue	228.13
DOT	Massachusetts Department of Transportation	383,025.30
DPH	Department of Public Health	12,118.78
DSS	Department of Children and Families	26,391.94
DYS	Department of Youth Services	30,546.31
EHS	Executive Office of Health and Human Services	54,041.72
ENV	Executive Office of Energy and Environmental Affairs	15,457.11
EPS	Executive Office of Public Safety & Homeland Security	21,841.96
EQE	Department of Environmental Protection	3,507.90
FRC	Framingham State University	6,765.50
FSC	Fitchburg State University	1,430.71
FWE	Department of Fish and Game	1,336.08
HCC	Holyoke Community College	88.27
LOT	Lottery Commission	10,722.36
MAS	Massasoit Community College	8,825.93
MCA	Massachusetts College of Art & Design	1,157.62
MCC	Middlesex Community College	951.07
MIL	Military Division	1,176.32
MWC	Mount Wachusett Community College	96.11
NAC	Massachusetts College of Liberal Arts	252.68
NEC	Northern Essex Community College	123.06
NFK	Norfolk District Attorney	31.59
NSC	North Shore Community College	74.31
OCD	Executive Office of Housing and Livable Communities	177.63
PAR	Parole Board	21,057.93
PLY	Plymouth District Attorney	15.90
POL	Department of State Police	306,511.87

<b>DEPT</b>	<b>Department Name</b>	<b>Premium Payment</b>
RCC	Roxbury Community College	824.18
REG	Division of Occupational Licensure	2,520.32
RGT	Department of Higher Education	223.92
SCA	Office of Consumer Affairs and Business Regulation	1,192.13
SDB	Berkshire Sheriff's Department	113.36
SDC	Barnstable Sheriff's Department	921.03
SDD	Dukes Sheriff's Department	1,104.64
SDE	Essex Sheriff's Department	17,965.31
SDF	Franklin Sheriff's Department	34,021.49
SDH	Hampden Sheriff's Department	32,114.47
SDM	Middlesex Sheriff's Department	41,994.20
SDN	Norfolk Sheriff's Department	15,148.31
SDP	Plymouth Sheriff's Department	15,786.50
SDS	Suffolk Sheriff's Department	27,725.23
SDW	Worcester Sheriff's Department	8,820.00
SJC	Supreme Judicial Court	155.02
SRB	State Reclamation Board	9,832.50
SSA	Salem State University	21,111.39
STC	Springfield Technical Community College	3,321.20
SUF	Suffolk District Attorney	1,995.93
TRC	Trial Court	36,389.69
UMS	University of Massachusetts System	237,009.17
WOR	Worcester State University	21,761.36
WSC	Westfield State University	3,136.88
<b>Grand Total</b>		<b>1,851,001.28</b>