



**The Office Of
State Treasurer
Denise L. Nappier**

Press Statement

FOR IMMEDIATE RELEASE
June 7, 2012

**TREASURER NAPIER'S STATEMENT
CONCERNING THE STATE'S CASH FLOW**

“Based on what is known today, the Treasury projects the need for greater reliance on interfund transfers to cover cash flow requirements. In my June 1st letter, I offered a cautionary note that greater challenges to the State’s cash flow potentially loom in Fiscal Year 2013, including the prospects of having to seek other sources of funding. Let me reiterate a key statement from that letter: “Looking forward to Fiscal Year 2013, we expect to manage the State’s cash needs throughout the year by use of the State’s total available cash.”

While the need for external funding sources is possible, it is not probable at this point. We are not currently planning to request authority for any short-term cash flow borrowing.

My office will be prepared to address this potential situation, when and if necessary, and will do so in a timely manner. In the meantime, I have no intentions of splitting hairs over the timing of and/or degree to which the State’s cash flow has and continues to experience pressure. Make no mistake: Our cash flow is inextricably linked to the State’s fiscal challenges.

As I’ve stated in the past, my office remains available to meet with any member of the Connecticut General Assembly regarding the State’s cash flow. If and when updated projections forecast a more dire situation, I believe it would then be appropriate to meet with the Finance and Appropriations Committees in joint session. As matters stand right now, we are not in such a position because we are managing the State’s cash needs with available resources.”