



100 CONSTITUTION PLAZA 6TH FLOOR • HARTFORD • CONNECTICUT • 06103-1722 • TELEPHONE (860) 757-7700  
FAX (860) 727-4141

March 11, 2015

Mr. Alan Calandro  
Director  
Office of Fiscal Analysis  
State of Connecticut  
Legislative Office Building, Room 5200  
Hartford, CT 06106-1591

RE: Connecticut General Statutes Sections 1-123(b) and (c)  
Quarterly Report of Materials Innovation and Recycling Authority Finances  
For Quarter Ending June 30, 2014

Dear Mr. Calandro:

Enclosed please find the quarterly financial report of the Materials Innovation and Recycling Authority<sup>1</sup> (the "Authority") for the quarter ending June 30, 2014 for the period from April 1, 2014 through June 30, 2014 as required and defined by Connecticut General Statutes Sections 1-123(b) and (c) and 4-69; respectively. Note that the Authority has employed the interpretation of the Section 4-69 definition provided by OFA for this report.


The Authority was created as successor to the Connecticut Resources Recovery Authority (CRRA) by the State of Connecticut (the "State") under Public Act 14-94. Effective June 6, 2014, the Authority assumed control over all of CRRA's assets, rights, duties, and obligations and it now continues CRRA's ongoing business. Considering the nature and scope of the Authority's designation as CRRA's successor, the Authority's Fiscal Year 2014 financial statements reflect all operating and non-operating revenues and expenses for the period ending June 30, 2014, and all assets, liabilities and the net position of the Authority as of June 30, 2014, including all financial and operating activities of CRRA undertaken during this period prior to assumption by the Authority. The Authority's Comprehensive Annual Financial Report includes additional information on its designation as CRRA's successor.

The Authority is comprised of separate and distinct, comprehensive solid waste disposal project systems located throughout the State. Therefore, the Statute requirements are reported separately for each project.


*Mr. Alan Calandro*  
*April 11, 2011*  
*Page 2 of 2*

Should you have any questions on these or other matters, or if we may provide additional information, please contact me directly at (860) 757-7777.

Best regards,



Thomas D. Kirk  
President

cc: Mark Daley, Chief Financial Officer   
Deepa Krishna, Manager of Accounting and Financial Reporting  
Laurie Hunt, Esq., Director of Legal Services  
Jeffery Duvall, Director of Budgets and Cash management

---

<sup>i</sup> Formerly Connecticut Resources Recovery Authority

**QUARTER ENDING: June 30, 2014**

**CGS Section 1-123 (b)**

1. The following are Authority's beginning fiscal year balance <sup>(a)</sup>:

Project/Division	Cash balance <sup>(a)</sup> as of July 1, 2013 :  (Dollars in Thousands)
Connecticut Solid Waste System	\$ 8,940
Landfill Division	\$ 27,152
Mid-Conn Project	\$ 42,538
Property Division	\$ 9,926
Recycling Division	\$ 486
Southeast Project	\$ 4,897
SouthWest Division	\$ 218

2. The following are revenues earned <sup>(b) & (c)</sup> and expenses incurred <sup>(c)</sup> for this quarter:

Project/Division	Total Revenues <sup>(b) &amp; (c)</sup> (Dollars in Thousands)	Total Expenses <sup>(c)</sup>
Connecticut Solid Waste System	\$ 15,648	\$ 15,392
Landfill Division	\$ 4,812	\$ 822
Mid-Conn Project	\$ 13	\$ 441
Property Division	\$ 1,716	\$ 3,480
Southeast Project	\$ 7,286	\$ 7,757
SouthWest Division	\$ 3,652	\$ 3,742

3. The following are estimated operating revenues <sup>(b) & (c)</sup> and estimated operating expenses <sup>(c)</sup> at the end of the fiscal year:

Project/Division	Total Revenues <sup>(b) &amp; (c)</sup> (Dollars in Thousands)	Total Expenses <sup>(c)</sup>
Connecticut Solid Waste System	\$ 70,094	\$ 56,376
Landfill Division	\$ 4,900	\$ 2,501
Mid-Conn Project	\$ 1,134	\$ 16,294
Property Division	\$ 9,837	\$ 13,452
Southeast Project	\$ 29,243	\$ 29,858
SouthWest Division	\$ 13,389	\$ 13,479

*Above revenues and expenses represents actual audited figures for FY14*

**QUARTER ENDING: June 30, 2014**

**CGS Section 1-123 (c)**

1. The total number of Authority employees for this quarter is: 41
2. The positions vacated and filled during this quarter:

Position Vacated	Position Filled
6	0

3. The positions estimated to be vacated and filled at the end of the fiscal year:

Position Vacated	Position Filled
6	0

- 
- <sup>(a)</sup> Section 1-123 (b) (1) does not clarify which beginning fiscal year balance. Accordingly to Ms. Marcy Bicano from the Office of Fiscal Analysis ("OFA") on July 26, 2012, this part of the Section refers to cash. Note: Authority cash balance includes restricted and designated cash. Certain trustee funds excluded.
- <sup>(b)</sup> According to Section 4-69 Definitions, (31)-"Revenue" means additions to cash or other current assets which neither increase any liability or reserve nor represent the recovery of an expenditure. Authority previously filed its quarter reports for September 30, 2010 and December 31, 2010 to OFA. Based on Section 4-69 Definition for revenue, the Authority reported its revenues as zero for those quarters. On March 25, 2011, Ms. Marcy Bicano from OFA contacted the Authority regarding the revenues reported. According to Ms. Bicano, OFA does not agree with the revenues reported and indicated that the Authority had revenues based on Authority audit report. Note that the Authority has employed the interpretation of the Section 4-69 definition provided by OFA for these reports.
- <sup>(c)</sup> Authority financial statements are prepared using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred. Authority reports its revenues and expenses to OFA based on the accrual basis. Note: Expenses include reserve fund activity.