

# APPROXIMATE SIX YEAR GF-S OUTLOOK

(Dollars in Millions)

	2008	2009	2010	2011	2012	2013
<b>Beginning Balance (General Fund-State)</b>	<b>786.3</b>	<b>979.6</b>	<b>764.7</b>	<b>(58.6)</b>	<b>(936.9)</b>	<b>(1,765.1)</b>
<b>Revenues</b>						
September 2007 Forecast	14,661.3	15,225.1	15,986.4	16,785.7	17,625.0	18,506.2
Transfer to Budget Stabilization Account		(136.3)	(143.1)	(150.3)	(157.8)	(165.7)
Other Adjustments	17.9	22.4	-	-	-	-
2008 Supplemental Changes (Includes 2008 Errata)	4.5	(48.1)	(7.1)	(7.2)	(7.4)	(7.5)
Server Farm Tax Exemption	-	-	(13.4)	(18.2)	(24.7)	(33.6)
<b>Annual Revenue</b>	<b>14,683.6</b>	<b>15,063.0</b>	<b>15,822.7</b>	<b>16,609.9</b>	<b>17,435.1</b>	<b>18,299.4</b>
<b>Biennial Total</b>		<b>29,746.7</b>		<b>32,432.6</b>		<b>35,734.5</b>
<b>Expenditures</b>						
Baseline Expenditures (Includes SBCTC 2008 supp change)	14,460.1	15,162.8	15,785.1	16,436.3	17,120.6	17,836.9
- Medical Assistance			1,751.1	1,856.2	1,967.5	2,085.6
- Other Health Care			1,958.8	2,066.6	2,180.2	2,300.1
- State Employee Health Benefits			391.7	415.2	440.1	466.5
- K-12 State Employee Health Benefits			791.1	834.6	880.5	929.0
- Other Human Services (without health care)			1,900.6	1,995.7	2,095.5	2,200.2
- Public Schools (without health care)			5,596.2	5,761.3	5,934.2	6,112.2
- Debt Service			875.3	927.9	983.5	1,042.6
- All Other			2,348.4	2,407.1	2,467.3	2,529.0
- Base GF-S Pensions			171.7	171.7	171.7	171.7
Additional Pension Costs			58.7	73.7	82.2	97.6
2008 Supplemental Budget (Includes 2008 Errata w/o SBCTC pension change)	30.2	115.2	148.4	195.8	204.0	212.5
Pension Cost Base Shifted back to General Fund			259.7	259.7	259.7	259.7
Health Services Account Backfill			204.3	241.8	280.9	322.8
Education Legacy Account & Student Achievement Fund Backfills			189.8	280.9	315.8	355.0
<b>Annual Expenditures</b>	<b>14,490.3</b>	<b>15,277.9</b>	<b>16,646.0</b>	<b>17,488.2</b>	<b>18,263.3</b>	<b>19,084.5</b>
<b>Biennial Total</b>		<b>29,768.2</b>		<b>34,134.2</b>		<b>37,347.8</b>
<b>General Fund Ending Balance</b>	<b>979.6</b>	<b>764.7</b>	<b>(58.6)</b>	<b>(936.9)</b>	<b>(1,765.1)</b>	<b>(2,550.2)</b>
<b>Other Reserves</b>						
Emergency Reserve Account	295.3	-	-	-	-	-
Budget Stabilization Account	-	429.6	572.7	723.0	880.8	1,046.5
<b>Total Reserves</b>	<b>1,274.9</b>	<b>1,194.3</b>	<b>514.1</b>	<b>(213.9)</b>	<b>(884.3)</b>	<b>(1,503.7)</b>

## Assumptions

- \* GF-S expenditures in 2009-11 will grow by 4.1% per year or the approximate 10 year average without some portion of policy enhancements.
- \* GF-S revenues in 2009-11 will increase by 5% per year.
- \* Pension and other fund shortfalls are based on current estimates and could change.