

New York State
Executive Budget
With 30-Day Amendments



FINANCIAL PLAN PROJECTIONS
1998-99 THROUGH 2001-2002
Fiscal Years

George E. Pataki
Governor

Robert L. King
Budget Director

February 12, 1999

Overview

This report presents the State's four year Financial Plan projections as required by Section 22 of the State Finance Law. Financial Plan projections are included on both a cash basis and a Generally Accepted Accounting Principles (GAAP) basis for the period 1998-99 through 2001-02. Except as noted herein, these projections (and the assumptions on which they are based) are consistent with the four year Financial Plan projections detailed in the Governor's Executive Budget submission of January 27, 1999. Those projections contained a detailed explanation of receipts and disbursement estimates for the 1998-99 through 2001-02 fiscal years.

The revised financial projections reflect the Governor's proposed amendments to his 1999-2000 Executive Budget as provided for under the State Constitution. The Governor has amended the Executive Budget to reflect a net General Fund spending increase of \$42 million and several new targeted tax reduction proposals. The revisions include:

- ▶ A new \$115 million school year education initiative, the Early Grade Literacy Education Program (EAGLE), with a 1999-2000 fiscal year cost of \$81 million;
- ▶ Additional targeted tax incentives for affordable housing creation and the manufacture of alternative fuel vehicles, as well as amendments to existing proposals for energy tax reform;
- ▶ As a placeholder, establishment of a \$100 million reserve for potential 1999-2000 collective bargaining costs;
- ▶ Additional General Fund costs of \$32 million, including funding to offset lower-than-anticipated Federal support for the Department of Corrections, economic development aid for Western New York, and support for the Law Department; and
- ▶ Identification of \$224 million in new resources, resulting from additional tax reestimates and lower welfare and General State Charges spending estimates.

Financial Plan Projections

These revisions produce modest spending changes to the 1999-2000 Financial Plan:

Revised 30-Day Spending Estimates (\$ millions)				
	Projected 1999-00	Dollar Change from 1998-99	Percent Change from 1998-99	Dollar Change from 99-00 Exec. Budget
General Fund	37,142	+528	+1.4	+42
State Funds	49,369	+915	+1.9	+44
All Funds	72,695	+1,294	+1.8	+39

Initial Financial Plan projections for the 2000-01 and 2001-02 fiscal years are also revised, producing budget gaps that are essentially unchanged from those projected in January. A budget gap of \$1.14 billion is estimated for 2000-01, \$30 million more than the Executive Budget estimate. The projected gap in 2001-02 is \$2.07 billion, down \$5 million from January.

Summary Of Proposed Amendments

30-Day General Fund Financial Plan Changes (\$ millions)		
	<u>1998-99</u>	<u>1999-00</u>
Savings/Revenue:		
Social services	4	54
General State Charges	0	16
Receipts estimates	0	154
Total Sources	4	224
Uses:		
EAGLE education aid	0	81
Targeted tax cuts	0	7
All other 30-Day revisions	0	32
Increase to Tax Reduction Reserve	**	4
Collective bargaining reserve	0	100
Total Uses	0	224

** Transferred to 1999-2000 using the tax refund reserve account

The largest amendment proposed by the Governor is the creation of the new EAGLE early grade literacy program. This new \$115 million school year program will provide targeted funds to improve literacy levels for elementary school students in the Big 5 city

school districts, with a special emphasis on second through fourth graders. EAGLE funding will support the cost of classroom instruction and intervention services necessary to improve pupil performance on the fourth grade State English language assessment. This addition produces an overall 1999-2000 school aid increase of \$269 million, or 2.3 percent, on a school year basis and \$372 million, or 3.8 percent, on a State fiscal year basis.

The 30-day amendments also include \$13 million in additional funds for the Department of Law to expand technology initiatives, cover additional expert witness costs associated with litigation against the State, and increase support for Medicaid fraud, criminal prosecution, civil rights and tobacco litigation activities.

Other amendments include \$9 million for a capital improvement and training initiative at Delphi Harrison Thermal Systems, a major manufacturer of automotive cooling systems and the largest private sector employer on the Niagara Frontier, and \$5 million to replace lower-than-expected Federal funding for the Department of Corrections.

Finally, the Governor is proposing additional targeted tax incentives for New York businesses which include:

- ▶ expanding the transitional energy tax credit provided to energy service companies to facilitate continued competition and cost savings for residential energy consumers;
- ▶ providing a tax credit to encourage housing development and construction for low and moderate income working families and the elderly;
- ▶ repealing various provisions which cause administrative disincentives by penalizing corporate acquisitions, mergers, and consolidations for otherwise economically desirable activity; and,
- ▶ expanding the alternative fuels tax credit to encourage the manufacture of alternative fuel vehicles in New York State.

Financial Plan Projections

Outyear Estimates of Receipts and Disbursements

Subject to revisions associated with collective bargaining agreements, potential General Fund budget gaps for the 2000-01 and 2001-02 fiscal years will be about the same as estimated in the January budget submission. A budget gap of \$1.14 billion is estimated for 2000-01, \$30 million more than the January estimate. The projected gap in 2000-01 is \$2.07 billion, down \$5 million from January.

Projected Outyear Budget Gaps (\$ millions)		
	<u>2000-01</u>	<u>2001-02</u>
January Estimate	1,113	2,076
Revised Costs/(Savings):		
EAGLE education aid	115	115
Other 30-Day revisions	0	11
Welfare savings	(8)	(8)
Additional net receipts	(73)	(123)
Increase in tax reduction reserve	(4)	0
Total	30	(5)
February Estimate	1,143	2,071

The modest increase in the 2000-01 projected budget gap is primarily attributable to the annualization of the EAGLE education initiative, which is partially offset by increased receipts and lower welfare spending estimates.

The outyear gap estimates continue to incorporate these assumptions:

- ▶ Legislative enactment of the 1999-2000 Executive Budget in its entirety, including amendments and associated legislation;
- ▶ Annual spending efficiencies of \$500 million in each outyear, comparable to the State's assumptions in previous years; and
- ▶ Use of \$1.79 billion in tax reduction reserves created from the 1998-99 cash surplus to help fund the incremental impact of already enacted tax reductions beginning in 2000-01, with \$593 million of the reserve applied in 2000-01 and the remaining \$1.2 billion used in 2001-02.

Based on these assumptions, if the projected budget gap for 2000-01 is closed with recurring actions, the 2001-02 budget gap would be reduced to \$928 million.

Economic and Receipts Outlook

The Nation: The Division of the Budget has revised its outlook for the U. S. economy during 1999. DOB now believes that the stronger-than-expected growth during the fourth quarter of 1998 indicates that the U. S. economy will expand somewhat faster this year than had been anticipated at the time the Executive Budget was proposed. The increases in consumption, investment, employment and income, which led to better-than-anticipated real growth as 1998 was ending, are now expected to continue into 1999 before slowing in the second half of the year. Positive factors, such as high levels of consumer confidence, productivity increases, low inflation and job growth, have supported continued growth. The modestly higher growth rates in the revised outlook will stabilize short- and long-term interest rates at somewhat higher levels than had been anticipated at the time of the previous forecast. The revised outlook for the Federal funds rate now calls for no change during 1999, as opposed to the continued decline that had been forecast in December.

The State: The New York State economic outlook is expected to be brighter than in the forecast presented in the 1999-2000 Executive Budget. This is primarily due to the close links between the State economy and the stronger-than-expected national economy. Stronger national industrial output and exports have improved the outlook for New York's goods-producing sector. Also, New York employment growth remained strong in the fourth quarter of 1998 and Wall Street related activity remains stable. Growth of employment, wages and personal income is expected to be modestly faster than in the Executive Budget forecast.

The risks associated with an upward revision in expectations remain similar to those indicated in the Executive Budget. The financial and economic problems, which are being experienced in many parts of the world and have now spread to Brazil, could eventually overcome the country's surprising ability to shrug off record-breaking trade imbalances. The growth in wealth, which has been the product of healthy increases in wages and salaries combined with unprecedented increases in the value of equities, could come to a halt if stock market growth subsided. If the "wealth effect," which has allowed consumers to spend freely without adding to current savings, comes to an end, then consumer spending could take an abrupt downturn. The New York State economy is particularly susceptible to Wall Street fluctuations, not only as a result of the indirect wealth effects, but also because of the direct impacts on employment and wages in the financial sector. Alternatively, if growth were to continue at the high rate experienced during the last months

Financial Plan Projections

of 1998, the potential pressure on labor costs could spur the Federal Reserve Board to raise short-term interest rates in an effort to cool down the economy.

A complete description of the changes to the economic forecast will be provided in conjunction with the economic and revenue consensus meetings held with the Legislature in early March.

General Fund Receipts

General Fund Receipts (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Total Tax Receipts	33,279	35,600	32,983	33,205
All Other Receipts	3,496	3,209	3,077	3,115
Total 30-Day Receipts	36,775	38,809	36,060	36,320
Change from Recommended	(4)	146	73	123

Total receipts over the projection period are affected by underlying economic growth, scheduled changes in tax and fee statutes and the multi-year effects of the recommendations affecting receipts that are included in the Governor's 1999-2000 Executive Budget. In aggregate, General Fund receipts, which are estimated to reach \$36.78 billion in the current State fiscal year, are expected to total \$38.81 billion in State fiscal year 1999-2000.

Taxes, which account for 90 percent of estimated General Fund receipts, are expected to remain essentially unchanged from the \$33.28 billion in the current fiscal year over the projection period. The lack of receipts growth over the period reflects the impact of scheduled tax reductions, including full implementation of the STAR property tax reduction program.

Miscellaneous receipts and transfers from other funds, which account for 10 percent of General Fund receipts in 1998-99, are expected to fall from \$3.5 billion in the current State fiscal year to \$3.12 billion by State fiscal year 2001-02. The elimination of medical provider assessments and the impact of sales tax reductions on transfers offset underlying growth in available receipts.

Financial Plan Projections

Personal Income Tax (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	20,176	22,830	20,718	20,943
Change	(69)	49	70	85
30-Day	20,107	22,879	20,788	21,028

Personal Income Tax: Personal income tax receipts for 1998-99 have been reduced by \$69 million; \$65 million reflecting lower-than-expected estimated tax installment payments received in January 1999 for the 1998 tax year and \$4 million reflecting additional refund reserve transactions. Receipts for the 1999-2000 year have been raised a total of \$49 million reflecting continued strength in the economy and strong liability growth in 1998. Modestly increased economic projections contribute to increases in estimated receipts over the forecast period.

A significant portion of income tax receipts over the projection period will be used to finance the Governor's ongoing program of property tax relief.

User Taxes and Fees (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	7,229	7,157	6,877	7,104
Change	20	16	170	89
30-Day	7,249	7,173	7,047	7,193

User taxes and fees: The primary change in user taxes and fees from the Executive Budget is in the sales and use tax, reflecting stronger-than-anticipated economic growth throughout the projection period.

Estimated 1998-99 cigarette excise tax collections have been revised upward by \$5 million to reflect a slower reduction to statewide cigarette consumption following manufacturers' 45 cent price increases in November 1998.

A significant increase from the Executive Budget outyear estimates in this area results from a change in the earmarking assumptions used for motor fuel taxes and motor vehicle fees in 2000-01 and 2001-02.

Financial Plan Projections

The yield of the taxes and fees in this category falls by roughly \$55 million between 1998-99 and the final year of the projection period, reflecting modest economic growth as offset by the impact of several scheduled tax reductions. The bulk of the revenue foregone over the period results from changes in the sales tax treatment of clothing costing less than \$110, beginning December 1, 1999.

Business Taxes (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	4,794	4,527	4,331	4,193
Change	5	31	(19)	0
30-Day	4,799	4,558	4,312	4,193

Business taxes: The 1998-99 estimate for corporation and utilities taxes is increased by \$5 million to \$1.46 billion to reflect more strength in anticipated net collections. The 1999-2000 estimate is increased by \$18 million to \$1.2 billion as a result of reestimates of the effects of energy tax reform and reduction legislation. The 2000-01 and 2001-02 estimates are also increased slightly. Again, this reflects changes to the estimate of the effects of proposed energy tax reform and reduction legislation.

Corporate franchise tax receipts for 1998-99 remain unchanged from the Executive Budget. However, receipts for the 1999-2000 year have been raised by \$23 million. The revised estimates reflect the impact of proposed energy tax reform that is projected to increase receipts by \$30 million, offset by the costs of a one-year transitional residential tax credit of \$5 million and a proposed affordable housing tax credit of \$2 million. More moderate declines continue for the following two fiscal years.

In addition, the estimate for the bank tax has been revised downward by \$10 million in 1999-2000.

Total business tax receipts fall by over \$600 million by the end of the projection period. Scheduled tax reductions are the primary force behind the decline in receipts. Tax rate reductions applicable to energy and telecommunication companies, which began in 1998-99, are fully effective in 2000-01.

Financial Plan Projections

Other Taxes (\$ millions)				
SFY:	1998-1999	1999-00	2000-01	2001-02
Recommended	1,099	980	813	772
Change	25	10	23	19
30-Day	1,124	990	836	791

Other taxes: The upward revision to the other taxes category is due to greater-than-anticipated estate tax receipts collected after the release of the Executive Budget. This has resulted in an increased receipts forecast for 1998-99 through 2000-01.

Total other tax receipts decline by over \$333 million over the projection period, largely reflecting the scheduled repeal of the gift tax and the phased adoption of a “pick-up” estate tax.

Miscellaneous Receipts (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	1,534	1,242	1,204	1,172
Change	10	35	(1)	(1)
30-Day	1,544	1,277	1,203	1,171

Miscellaneous receipts: Miscellaneous receipts fall from \$1.54 billion in 1998-99 to \$1.17 billion in 2001-02. The decline reflects the phased reduction of medical provider assessments which will ultimately reduce receipts in this category by nearly \$400 million. Miscellaneous receipts are increased \$10 million from the Executive Budget for 1998-99 to reflect more timely deposit of various sources and \$35 million in 1999-2000 to reflect additional investment earnings.

Financial Plan Projections

Transfers From Other Funds (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Sales Tax in Excess of LGAC Debt Service	1,551	1,594	1,579	1,658
All Other Transfers	401	338	295	286
Change	5	5	(170)	(69)
Total Transfers from Other Funds (30-Day)	1,952	1,932	1,874	1,944

Transfers from other funds: Transfers from other funds fall by only \$8 million between 1997-98 and 2001-02, reflecting an increase of approximately \$107 million in LGAC-related sales tax receipts available for transfer to the General Fund, the full-year effect of the sales tax exemption for clothing costing less than \$110 and a decrease of \$115 million in other transfers. The most significant component of the change from the estimate contained in the Executive Budget is the redirection of the transfers in 2000-01 and 2001-02 from the Debt Reduction Reserve Fund to the Dedicated Highway and Bridge Trust Fund and the Capital Projects Fund which supports pay-as-you-go spending. This has the impact of reducing transfers to the General Fund.

General Fund Disbursements

General Fund Disbursements (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	36,618	37,100	38,189	39,973
Change	(4)	42	107	118
30-Day	36,614	37,142	38,296	40,091

General Fund spending projected in the February Financial Plan for 1998-99 and 1999-2000 remains essentially unchanged from the January projections. Disbursements for 1998-99 are now estimated to be \$4 million less than the January projection. This change results from a decrease in welfare spending due to continued caseload declines. In 1999-2000, the Governor's proposed amendments to the Executive Budget produce a net increase in projected spending of \$42 million. This increase is primarily attributable to an \$81 million increase in education spending for the early grade literacy education program and nearly \$32 million in other spending, offset by \$54 million in welfare and other social services savings and \$16 million in savings in General State Charges.

Financial Plan Projections

The four year Financial Plan projections also reflect increased General Fund spending in 2000-01 and 2001-02. Spending growth for 2000-01 and 2001-02 is estimated at 3.1 percent and 4.7 percent, respectively. Disbursements are now expected to increase by \$107 million in 2000-01 and by \$118 million in 2001-02 over prior projections, primarily as a result of the new early grade literacy education program. No changes were made across the projection period to the underlying growth trends in disbursements as detailed in the Executive Budget.

Grants to Local Governments (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	24,893	24,806	25,846	27,307
Change	(4)	37	111	111
30-Day	24,889	24,843	25,957	27,418

Grants to Local Governments: Spending in this category of the Financial Plan includes funding for local governments, not-for-profits, and individuals receiving entitlements.

As a result of the Governor's budget amendments, school aid is projected to increase by an additional \$81 million in 1999-2000 and \$115 million in the outyears as compared to the Executive Budget. This reflects the establishment of the early grade literacy education program.

The increase in school aid is partially offset by savings projected in welfare resulting from continued welfare caseload declines. Declines in caseload are now projected to produce an additional \$4 million in savings in 1998-99, with recurring savings of \$8 million in 1999-2000 and beyond. In addition, savings of \$45 million are included in 1999-2000 from a one-time reconciliation and settlement of Supplemental Security Income (SSI) payments with the Federal government. Other 30-day changes in local assistance reflect the proposed \$9 million increase for economic development, as discussed above, support for flood relief in Queens and in Essex and Clinton counties, and other minor amendments.

Financial Plan Projections

State Operations (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	6,650	6,875	7,054	7,225
Change	0	18	13	8
30-Day	6,650	6,893	7,067	7,233

State Operations: Spending in State operations includes costs for State agencies, elected officials and the Judiciary. Disbursement changes in this category reflect the impact of a non-recurring \$5 million Federal funding shortfall which was expected to offset General Fund costs for the Department of Correctional Services in 1999-2000, as well as \$13 million in increased spending in the Department of Law for computer operations, expert services and the Medicaid fraud, criminal prosecutions, civil rights and tobacco litigation programs.

General State Charges (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	2,286	2,333	2,428	2,504
Change	0	(15)	1	1
30-Day	2,286	2,318	2,429	2,505

General State Charges: This spending category includes the costs of employee fringe benefits and certain fixed costs of the State, such as payment of taxes on State-owned land and litigation expenses. Amendments to the 1999-2000 Executive Budget spending projections reflect \$16 million in reestimates of fringe benefit spending, which lower 1999-2000 costs but do not impact the outyear projections. Additional pension costs of nearly \$1 million account for the balance of the changes in this Financial Plan category.

Financial Plan Projections

Debt Service (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	11	11	11	11
Change	0	0	0	0
30-Day	11	11	11	11

Debt Service: These estimates reflect short-term debt service obligations, which include interest costs on the State's commercial paper program. The estimates, which are unchanged from the January forecast, assume stable interest rates in the outyears.

Transfers To Other Funds (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	2,778	3,075	2,850	2,926
Change	0	2	(18)	(2)
30-Day	2,778	3,077	2,832	2,924

Transfers to Other Funds: Transfers from the General Fund to other funds primarily support long-term debt service costs and capital projects. The decrease in transfers to other funds in 2000-01 and 2001-02 reflects the impact of the redirection of transfers from the Debt Reduction Reserve Fund to the Capital Projects Fund which supports pay-as-you-go spending, as described previously in the Transfers from Other Funds section.

All Governmental Funds

All Funds Disbursements (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	71,405	72,656	75,518	78,387
Change	(4)	39	135	127
30-Day	71,401	72,695	75,653	78,514

All Governmental Funds, or "All Funds" disbursements, represent spending from the four governmental fund types: General Fund, Special Revenue Funds, Capital Projects Funds and Debt Service Funds.

Financial Plan Projections

There were no significant changes made to All Funds spending other than the General Fund amendments discussed in previous sections. Increases in 2001-01 and 2001-02 for the other funds are primarily driven by debt service costs associated with increased 1999-2000 activity for the State University of New York (SUNY) residence hall bonding program. The SUNY changes represent an acceleration of already-scheduled capital projects and are not expected to add to the amount of outstanding State debt at the end of the five-year capital plan period. A more detailed explanation of capital and debt spending projections is included in the State's Capital Program and Financing Plan, published in Appendix II of the 1999-2000 Executive Budget.

State Funds

State Funds Disbursements (\$ millions)				
SFY:	1998-99	1999-00	2000-01	2001-02
Recommended	48,458	49,325	51,423	53,798
Change	(4)	44	135	127
30-Day	48,454	49,369	51,558	53,925

State Funds spending is defined as spending that is supported by revenues imposed and collected exclusively by the State. State Funds include the same four fund types which make up All Governmental Funds — General Fund, Special Revenue Funds, Capital Projects Funds and Debt Service Funds — with the exception of Federal Grants.

Compared to the January projections, disbursements are now expected to increase by \$44 million in 1999-2000, \$135 million in 2000-01 and \$127 million in 2001-02, primarily as a result of the early grade literacy education program, and the SUNY capital projects acceleration discussed earlier.

General Fund GAAP Financial Plans

The General Fund Financial Plans prepared in accordance with Generally Accepted Accounting Principles (GAAP) for State fiscal years 1998-99 through 2001-02 were presented in the Executive Budget submission of January 27, 1999. The GAAP revisions included in the 30-day period incorporate the proposed 30-day amendments to the cash-basis Financial Plan. These GAAP projections are based on the accounting principles applied by the State Comptroller in the financial statements issued for the 1997-98 State fiscal year, and do not reflect any pending proposals of the Governmental Accounting Standards Board.

Financial Plan Projections

Through 1999-2000 the General Fund GAAP-accumulated surplus will increase by \$104 million to \$616 million. This results primarily from the various revenue reestimates described in the receipts section above. In 2000-01, the General Fund GAAP Financial Plan projects total revenues of \$35.1 billion, total expenditures of \$37.3 billion, and net other financing uses over sources of \$328 million, resulting in an accumulated deficit of \$1.3 billion. In 2001-02, total revenues are projected at \$35.7 billion, total expenditures at \$39.2 billion, and net other financing uses over sources at \$446 million, resulting in a GAAP-accumulated deficit of \$3.4 billion.

The GAAP operating projections in the outyears are consistent with the projected cash basis forecast, and would be positively impacted as actions are enacted to close the projected cash imbalances during this projection period.

Financial Plan Projections

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
1998-99
(millions of dollars)**

	<u>January</u>	<u>Change</u>	<u>February</u>
Opening fund balance	<u>638</u>	<u>0</u>	<u>638</u>
Receipts:			
Taxes			
Personal income tax	20,176	(69)	20,107
User taxes and fees	7,229	20	7,249
Business taxes	4,794	5	4,799
Other taxes	1,099	25	1,124
Miscellaneous receipts	1,534	10	1,544
Transfers from other funds			
-- LGAC	1,546	5	1,551
-- All other	401	0	401
Total receipts	<u>36,779</u>	<u>(4)</u>	<u>36,775</u>
Disbursements:			
Grants to local governments	24,893	(4)	24,889
State operations	6,650	0	6,650
General State charges	2,286	0	2,286
Debt service	11	0	11
Transfers to other funds			
-- Debt service	2,102	0	2,102
-- Capital projects	205	0	205
-- Debt reduction reserve	50	0	50
-- Other purposes	421	0	421
Total disbursements	<u>36,618</u>	<u>(4)</u>	<u>36,614</u>
Change in fund balance	<u>161</u>	<u>0</u>	<u>161</u>
Closing fund balance	<u>799</u>	<u>0</u>	<u>799</u>
-- Tax Stabiliation Reserve Fund	473	0	473
-- Contingency Reserve Fund	100	0	100
-- Community Projects fund	226	0	226

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
1999-2000
(millions of dollars)**

	Recommended	Change	30-Day
Opening fund balance	799	0	799
Receipts:			
Taxes			
Personal income tax	22,830	49	22,879
User taxes and fees	7,157	16	7,173
Business taxes	4,527	31	4,558
Other taxes	980	10	990
Miscellaneous receipts	1,242	35	1,277
Transfers from other funds			
-- LGAC	1,589	5	1,594
-- All other	338	0	338
Total receipts	38,663	146	38,809
Disbursements:			
Grants to local governments	24,806	37	24,843
State operations	6,875	18	6,893
General State charges	2,333	(15)	2,318
Debt service	11	0	11
Transfers to other funds			
-- Debt service	2,287	1	2,288
-- Capital projects	188	1	189
-- Debt reduction reserve	250	0	250
-- Other purposes	350	0	350
Total disbursements	37,100	42	37,142
Change in fund balance	1,563	104	1,667
Closing fund balance	2,362	104	2,466
-- Tax Stabilization Reserve Fund	473	0	473
-- Contingency Reserve Fund	100	0	100
-- Tax Reduction Reserve	1,789	4	1,793
-- Collective Bargaining Reserve	0	100	100

Financial Plan Projections

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
2000-01
(millions of dollars)**

	<u>Recommended</u>	<u>Change</u>	<u>30-Day</u>
Receipts:			
Taxes			
Personal income tax	20,718	70	20,788
User taxes and fees	6,877	170	7,047
Business taxes	4,331	(19)	4,312
Other taxes	813	23	836
Miscellaneous receipts	1,204	(1)	1,203
Transfers from other funds			
-- LGAC	1,574	5	1,579
-- All other	470	(175)	295
Total receipts	<u>35,987</u>	<u>73</u>	<u>36,060</u>
Disbursements:			
Grants to local governments	25,846	111	25,957
State operations	7,054	13	7,067
General State charges	2,428	1	2,429
Debt service	11	0	11
Transfers to other funds			
-- Debt service	2,281	0	2,281
-- Capital projects	225	(18)	207
-- Debt reduction reserve	0	0	0
-- Other purposes	344	0	344
Total disbursements	<u>38,189</u>	<u>107</u>	<u>38,296</u>
Use of Tax Reduction Reserve	<u>589</u>	<u>4</u>	<u>593</u>
Spending Efficiencies	<u>500</u>	<u>0</u>	<u>500</u>
Margin	<u>(1,113)</u>	<u>(30)</u>	<u>(1,143)</u>

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
2001-02
(millions of dollars)**

	Recommended	Change	30-Day
Receipts:			
Taxes			
Personal income tax	20,943	85	21,028
User taxes and fees	7,104	89	7,193
Business taxes	4,193	0	4,193
Other taxes	772	19	791
Miscellaneous receipts	1,172	(1)	1,171
Transfers from other funds			
-- LGAC	1,652	6	1,658
-- All other	361	(75)	286
Total receipts	36,197	123	36,320
Disbursements:			
Grants to local governments	27,307	111	27,418
State operations	7,225	8	7,233
General State charges	2,504	1	2,505
Debt service	11	0	11
Transfers to other funds			
-- Debt service	2,284	0	2,284
-- Capital projects	296	(2)	294
-- Debt reduction reserve	0	0	0
-- Other purposes	346	0	346
Total disbursements	39,973	118	40,091
Use of Tax Reduction Reserve	1,200	0	1,200
Spending Efficiencies	500	0	500
Margin	(2,076)	5	(2,071)

Financial Plan Projections

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
1999-2000 through 2001-02
(millions of dollars)**

	<u>1999-2000</u> <u>30-Day</u>	<u>2000-01</u> <u>30-Day</u>	<u>2001-02</u> <u>30-Day</u>
Receipts:			
Taxes			
Personal income tax	22,879	20,788	21,028
User taxes and fees	7,173	7,047	7,193
Business taxes	4,558	4,312	4,193
Other taxes	990	836	791
Miscellaneous receipts	1,277	1,203	1,171
Transfers from other funds			
-- LGAC	1,594	1,579	1,658
-- All other	338	295	286
Total receipts	<u>38,809</u>	<u>36,060</u>	<u>36,320</u>
Disbursements:			
Grants to local governments	24,843	25,957	27,418
State operations	6,893	7,067	7,233
General State charges	2,318	2,429	2,505
Debt service	11	11	11
Transfers to other funds			
-- Debt service	2,288	2,281	2,284
-- Capital projects	189	207	294
-- Debt reduction reserve	250	0	0
-- Other purposes	350	344	346
Total disbursements	<u>37,142</u>	<u>38,296</u>	<u>40,091</u>
Use of Community Projects Fund	<u>226</u>	<u>0</u>	<u>0</u>
(Deposit to)/Use of Tax Reduction Reserve	<u>(1,793)</u>	<u>593</u>	<u>1,200</u>
(Deposit to)/Use of Collective Bargaining Reserve	<u>(100)</u>	<u>TBD*</u>	<u>TBD*</u>
Spending Efficiencies	<u>0</u>	<u>500</u>	<u>500</u>
Margin	<u>0</u>	<u>(1,143)</u>	<u>(2,071)</u>

*To be determined based upon collective bargaining agreements

Financial Plan Projections

**CASH FINANCIAL PLAN
ALL GOVERNMENTAL FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1998-99
(millions of dollars)**

	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	(MEMO) Total
Opening fund balance	<u>638</u>	<u>616</u>	<u>72</u>	<u>164</u>	<u>1,490</u>
Receipts:					
Taxes	33,279	1,932	1,107	2,223	38,541
Miscellaneous receipts	1,544	5,812	1,805	622	9,783
Federal grants	0	22,016	1,249	0	23,265
Total receipts	<u>34,823</u>	<u>29,760</u>	<u>4,161</u>	<u>2,845</u>	<u>71,589</u>
Disbursements:					
Grants to local governments	24,889	23,486	695	0	49,070
State operations	6,650	6,183	0	6	12,839
General State charges	2,286	326	0	0	2,612
Debt service	11	0	0	3,289	3,300
Capital projects	0	7	3,573	0	3,580
Total disbursements	<u>33,836</u>	<u>30,002</u>	<u>4,268</u>	<u>3,295</u>	<u>71,401</u>
Other financing sources (uses):					
Transfers from other funds	1,952	2,417	274	4,338	8,981
Transfers to other funds	(2,778)	(1,940)	(423)	(3,886)	(9,027)
Bond and note proceeds	0	0	331	0	331
Net other financing sources (uses)	<u>(826)</u>	<u>477</u>	<u>182</u>	<u>452</u>	<u>285</u>
Change in fund balance	<u>161</u>	<u>235</u>	<u>75</u>	<u>2</u>	<u>473</u>
Closing fund balance	<u>799</u>	<u>851</u>	<u>147</u>	<u>166</u>	<u>1,963</u>

Financial Plan Projections

**CASH FINANCIAL PLAN
ALL GOVERNMENTAL FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1999-2000
(millions of dollars)**

	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	(MEMO) Total
Opening fund balance	799	851	147	166	1,963
Receipts:					
Taxes	35,600	2,565	1,093	2,211	41,469
Miscellaneous receipts	1,277	5,680	1,871	629	9,457
Federal grants	0	21,857	1,411	0	23,268
Total receipts	36,877	30,102	4,375	2,840	74,194
Disbursements:					
Grants to local governments	24,843	23,911	707	0	49,461
State operations	6,893	6,273	0	6	13,172
General State charges	2,318	347	0	0	2,665
Debt service	11	0	0	3,674	3,685
Capital projects	0	6	3,706	0	3,712
Total disbursements	34,065	30,537	4,413	3,680	72,695
Other financing sources (uses):					
Transfers from other funds	1,932	2,297	465	4,681	9,375
Transfers to other funds	(3,077)	(1,968)	(553)	(3,838)	(9,436)
Bond and note proceeds	0	34	235	0	269
Net other financing sources (uses)	(1,145)	363	147	843	208
Change in fund balance	1,667	(72)	109	3	1,707
Closing fund balance	2,466	779	256	169	3,670

Financial Plan Projections

**CASH FINANCIAL PLAN
ALL GOVERNMENTAL FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2000-01
(millions of dollars)**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>(MEMO) Total</u>
Opening fund balance	0	779	256	169	1,204
Receipts:					
Taxes	32,983	3,305	1,074	2,196	39,558
Miscellaneous receipts	1,203	5,765	1,817	647	9,432
Federal grants	0	22,440	1,586	0	24,026
Total receipts	<u>34,186</u>	<u>31,510</u>	<u>4,477</u>	<u>2,843</u>	<u>73,016</u>
Disbursements:					
Grants to local governments	25,957	25,429	738	0	52,124
State operations	7,067	6,112	0	7	13,186
General State charges	2,429	329	0	0	2,758
Debt service	11	0	0	3,807	3,818
Capital projects	0	6	3,761	0	3,767
Total disbursements	<u>35,464</u>	<u>31,876</u>	<u>4,499</u>	<u>3,814</u>	<u>75,653</u>
Other financing sources (uses):					
Transfers from other funds	1,874	2,284	232	4,757	9,147
Transfers to other funds	(2,832)	(1,912)	(662)	(3,804)	(9,210)
Bond and note proceeds	0	0	286	0	286
Net other financing sources (uses)	<u>(958)</u>	<u>372</u>	<u>(144)</u>	<u>953</u>	<u>223</u>
Use of Tax Reduction Reserve	<u>593</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>593</u>
Spending Efficiencies	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>500</u>
Change in fund balance	<u>(1,143)</u>	<u>6</u>	<u>(166)</u>	<u>(18)</u>	<u>(2,414)</u>
Closing fund balance	<u>(1,143)</u>	<u>785</u>	<u>90</u>	<u>151</u>	<u>(1,210)</u>

Financial Plan Projections

**CASH FINANCIAL PLAN
ALL GOVERNMENTAL FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2001-02
(millions of dollars)**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>(MEMO) Total</u>
Opening fund balance	0	785	90	151	1,026
Receipts:					
Taxes	33,205	4,027	1,204	2,284	40,720
Miscellaneous receipts	1,171	5,827	1,557	657	9,212
Federal grants	0	23,113	1,404	0	24,517
Total receipts	<u>34,376</u>	<u>32,967</u>	<u>4,165</u>	<u>2,941</u>	<u>74,449</u>
Disbursements:					
Grants to local governments	27,418	26,856	546	0	54,820
State operations	7,233	6,139	0	7	13,379
General State charges	2,505	340	0	0	2,845
Debt service	11	0	0	3,903	3,914
Capital projects	0	7	3,549	0	3,556
Total disbursements	<u>37,167</u>	<u>33,342</u>	<u>4,095</u>	<u>3,910</u>	<u>78,514</u>
Other financing sources (uses):					
Transfers from other funds	1,944	2,208	295	4,758	9,205
Transfers to other funds	(2,924)	(1,829)	(740)	(3,776)	(9,269)
Bond and note proceeds	0	0	276	0	276
Net other financing sources (uses)	<u>(980)</u>	<u>379</u>	<u>(169)</u>	<u>982</u>	<u>212</u>
Use of Tax Reduction Reserve	<u>1,200</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,200</u>
Spending Efficiencies	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>500</u>
Change in fund balance	<u>(2,071)</u>	<u>4</u>	<u>(99)</u>	<u>13</u>	<u>(3,853)</u>
Closing fund balance	<u>(2,071)</u>	<u>789</u>	<u>(9)</u>	<u>164</u>	<u>(2,827)</u>

Financial Plan Projections

**CASH FINANCIAL PLAN
STATE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1998-99
(millions of dollars)**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>(MEMO) Total</u>
Opening fund balance	638	1,039	195	164	2,036
Receipts:					
Taxes	33,279	1,932	1,107	2,223	38,541
Miscellaneous receipts	1,544	5,714	1,805	622	9,685
Federal grants	0	0	0	0	0
Total receipts	<u>34,823</u>	<u>7,646</u>	<u>2,912</u>	<u>2,845</u>	<u>48,226</u>
Disbursements:					
Grants to local governments	24,889	4,710	497	0	30,096
State operations	6,650	3,393	0	6	10,049
General State charges	2,286	189	0	0	2,475
Debt service	11	0	0	3,289	3,300
Capital projects	0	7	2,527	0	2,534
Total disbursements	<u>33,836</u>	<u>8,299</u>	<u>3,024</u>	<u>3,295</u>	<u>48,454</u>
Other financing sources (uses):					
Transfers from other funds	1,952	621	274	4,338	7,185
Transfers to other funds	(2,778)	(126)	(418)	(3,886)	(7,208)
Bond and note proceeds	0	0	331	0	331
Net other financing sources (uses)	<u>(826)</u>	<u>495</u>	<u>187</u>	<u>452</u>	<u>308</u>
Change in fund balance	<u>161</u>	<u>(158)</u>	<u>75</u>	<u>2</u>	<u>80</u>
Closing fund balance	<u>799</u>	<u>881</u>	<u>270</u>	<u>166</u>	<u>2,116</u>

Financial Plan Projections

**CASH FINANCIAL PLAN
STATE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1999-2000
(millions of dollars)**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>(MEMO) Total</u>
Opening fund balance	799	881	270	166	2,116
Receipts:					
Taxes	35,600	2,565	1,093	2,211	41,469
Miscellaneous receipts	1,277	5,579	1,871	629	9,356
Federal grants	0	0	0	0	0
Total receipts	<u>36,877</u>	<u>8,144</u>	<u>2,964</u>	<u>2,840</u>	<u>50,825</u>
Disbursements:					
Grants to local governments	24,843	5,003	491	0	30,337
State operations	6,893	3,407	0	6	10,306
General State charges	2,318	201	0	0	2,519
Debt service	11	0	0	3,674	3,685
Capital projects	0	6	2,516	0	2,522
Total disbursements	<u>34,065</u>	<u>8,617</u>	<u>3,007</u>	<u>3,680</u>	<u>49,369</u>
Other financing sources (uses):					
Transfers from other funds	1,932	478	465	4,681	7,556
Transfers to other funds	(3,077)	(111)	(548)	(3,838)	(7,574)
Bond and note proceeds	0	34	235	0	269
Net other financing sources (uses)	<u>(1,145)</u>	<u>401</u>	<u>152</u>	<u>843</u>	<u>251</u>
Change in fund balance	<u>1,667</u>	<u>(72)</u>	<u>109</u>	<u>3</u>	<u>1,707</u>
Closing fund balance	<u>2,466</u>	<u>809</u>	<u>379</u>	<u>169</u>	<u>3,823</u>

Financial Plan Projections

**CASH FINANCIAL PLAN
STATE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2000-01
(millions of dollars)**

	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	(MEMO) Total
Opening fund balance	0	809	379	169	1,357
Receipts:					
Taxes	32,983	3,305	1,074	2,196	39,558
Miscellaneous receipts	1,203	5,660	1,817	647	9,327
Federal grants	0	0	0	0	0
Total receipts	34,186	8,965	2,891	2,843	48,885
Disbursements:					
Grants to local governments	25,957	5,876	522	0	32,355
State operations	7,067	3,298	0	7	10,372
General State charges	2,429	182	0	0	2,611
Debt service	11	0	0	3,807	3,818
Capital projects	0	6	2,396	0	2,402
Total disbursements	35,464	9,362	2,918	3,814	51,558
Other financing sources (uses):					
Transfers from other funds	1,874	489	232	4,757	7,352
Transfers to other funds	(2,832)	(86)	(657)	(3,804)	(7,379)
Bond and note proceeds	0	0	286	0	286
Net other financing sources (uses)	(958)	403	(139)	953	259
Use of Tax Reduction Reserve	593	0	0	0	593
Spending Efficiencies	500	0	0	0	500
Change in fund balance	(1,143)	6	(166)	(18)	(2,414)
Closing fund balance	(1,143)	815	213	151	(1,057)

Financial Plan Projections

**CASH FINANCIAL PLAN
STATE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2001-02
(millions of dollars)**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Projects Funds</u>	<u>Debt Service Funds</u>	<u>(MEMO) Total</u>
Opening fund balance	<u>0</u>	<u>815</u>	<u>213</u>	<u>151</u>	<u>1,179</u>
Receipts:					
Taxes	33,205	4,027	1,204	2,284	40,720
Miscellaneous receipts	1,171	5,720	1,557	657	9,105
Federal grants	0	0	0	0	0
Total receipts	<u>34,376</u>	<u>9,747</u>	<u>2,761</u>	<u>2,941</u>	<u>49,825</u>
Disbursements:					
Grants to local governments	27,418	6,604	482	0	34,504
State operations	7,233	3,354	0	7	10,594
General State charges	2,505	188	0	0	2,693
Debt service	11	0	0	3,903	3,914
Capital projects	0	7	2,213	0	2,220
Total disbursements	<u>37,167</u>	<u>10,153</u>	<u>2,695</u>	<u>3,910</u>	<u>53,925</u>
Other financing sources (uses):				0	
Transfers from other funds	1,944	492	295	4,758	7,489
Transfers to other funds	(2,924)	(82)	(735)	(3,776)	(7,517)
Bond and note proceeds	0	0	276	0	276
Net other financing sources (uses)	<u>(980)</u>	<u>410</u>	<u>(164)</u>	<u>982</u>	<u>248</u>
(Deposit to)/Use of Tax Reduction Reserve	<u>1,200</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,200</u>
Spending Efficiencies	<u>500</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>500</u>
Change in fund balance	<u>(2,071)</u>	<u>4</u>	<u>(98)</u>	<u>13</u>	<u>(3,852)</u>
Closing fund balance	<u>(2,071)</u>	<u>819</u>	<u>115</u>	<u>164</u>	<u>(2,673)</u>

**CASH FINANCIAL PLAN
SPECIAL REVENUE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1998-99
(millions of dollars)**

	State	Federal	Total
Opening fund balance	1,039	(423)	616
Receipts:			
Taxes	1,932	0	1,932
Miscellaneous receipts	5,714	98	5,812
Federal grants	0	22,016	22,016
Total receipts	7,646	22,114	29,760
Disbursements:			
Grants to local governments	4,710	18,776	23,486
State operations	3,393	2,790	6,183
General State charges	189	137	326
Capital projects	7	0	7
Total disbursements	8,299	21,703	30,002
Other financing sources (uses):			
Transfers from other funds	621	1,796	2,417
Transfers to other funds	(126)	(1,814)	(1,940)
Net other financing sources (uses)	495	(18)	477
Change in fund balance	(158)	393	235
Closing fund balance	881	(30)	851

Financial Plan Projections

**CASH FINANCIAL PLAN
SPECIAL REVENUE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1999-2000
(millions of dollars)**

	State	Federal	Total
Opening fund balance	881	(30)	851
Receipts:			
Taxes	2,565	0	2,565
Miscellaneous receipts	5,579	101	5,680
Federal grants	0	21,857	21,857
Total receipts	8,144	21,958	30,102
Disbursements:			
Grants to local governments	5,003	18,908	23,911
State operations	3,407	2,866	6,273
General State charges	201	146	347
Capital projects	6	0	6
Total disbursements	8,617	21,920	30,537
Other financing sources (uses):			
Transfers from other funds	478	1,819	2,297
Transfers to other funds	(111)	(1,857)	(1,968)
Bond and note proceeds	34	0	34
Net other financing sources (uses)	401	(38)	363
Change in fund balance	(72)	0	(72)
Closing fund balance	809	(30)	779

**CASH FINANCIAL PLAN
SPECIAL REVENUE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2000-01
(millions of dollars)**

	State	Federal	Total
Opening fund balance	809	(30)	779
Receipts:			
Taxes	3,305	0	3,305
Miscellaneous receipts	5,660	105	5,765
Federal grants	0	22,440	22,440
Total receipts	8,965	22,545	31,510
Disbursements:			
Grants to local governments	5,876	19,553	25,429
State operations	3,298	2,814	6,112
General State charges	182	147	329
Capital projects	6	0	6
Total disbursements	9,362	22,514	31,876
Other financing sources (uses):			
Transfers from other funds	489	1,795	2,284
Transfers to other funds	(86)	(1,826)	(1,912)
Net other financing sources (uses)	403	(31)	372
Change in fund balance	6	0	6
Closing fund balance	815	(30)	785

Financial Plan Projections

**CASH FINANCIAL PLAN
SPECIAL REVENUE FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2001-02
(millions of dollars)**

	<u>State</u>	<u>Federal</u>	<u>Total</u>
Opening fund balance	<u>815</u>	<u>(30)</u>	<u>785</u>
Receipts:			
Taxes	4,027	0	4,027
Miscellaneous receipts	5,720	107	5,827
Federal grants	<u>0</u>	<u>23,113</u>	<u>23,113</u>
Total receipts	<u>9,747</u>	<u>23,220</u>	<u>32,967</u>
Disbursements:			
Grants to local governments	6,604	20,252	26,856
State operations	3,354	2,785	6,139
General State charges	188	152	340
Capital projects	<u>7</u>	<u>0</u>	<u>7</u>
Total disbursements	<u>10,153</u>	<u>23,189</u>	<u>33,342</u>
Other financing sources (uses):			
Transfers from other funds	492	1,716	2,208
Transfers to other funds	<u>(82)</u>	<u>(1,747)</u>	<u>(1,829)</u>
Net other financing sources (uses)	<u>410</u>	<u>(31)</u>	<u>379</u>
Change in fund balance	<u>4</u>	<u>0</u>	<u>4</u>
Closing fund balance	<u>819</u>	<u>(30)</u>	<u>789</u>

**CASH FINANCIAL PLAN
CAPITAL PROJECTS FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1998-99
(millions of dollars)**

	State	Federal	Total
Opening fund balance	195	(123)	72
Receipts:			
Taxes	1,107	0	1,107
Miscellaneous receipts	1,805	0	1,805
Federal grants	0	1,249	1,249
Total receipts	2,912	1,249	4,161
Disbursements:			
Grants to local governments	497	198	695
State operations	0	0	0
General State charges	0	0	0
Capital projects	2,527	1,046	3,573
Total disbursements	3,024	1,244	4,268
Other financing sources (uses):			
Transfers from other funds	274	0	274
Transfers to other funds	(418)	(5)	(423)
Bond and note proceeds	331	0	331
Net other financing sources (uses)	187	(5)	182
Change in fund balance	75	0	75
Closing fund balance	270	(123)	147

Financial Plan Projections

**CASH FINANCIAL PLAN
CAPITAL PROJECTS FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1999-2000
(millions of dollars)**

	State	Federal	Total
Opening fund balance	270	(123)	147
Receipts:			
Taxes	1,093	0	1,093
Miscellaneous receipts	1,871	0	1,871
Federal grants	0	1,411	1,411
Total receipts	2,964	1,411	4,375
Disbursements:			
Grants to local governments	491	216	707
State operations	0	0	0
General State charges	0	0	0
Capital projects	2,516	1,190	3,706
Total disbursements	3,007	1,406	4,413
Other financing sources (uses):			
Transfers from other funds	465	0	465
Transfers to other funds	(548)	(5)	(553)
Bond and note proceeds	235	0	235
Net other financing sources (uses)	152	(5)	147
Change in fund balance	109	0	109
Closing fund balance	379	(123)	256

**CASH FINANCIAL PLAN
CAPITAL PROJECTS FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2000-01
(millions of dollars)**

	State	Federal	Total
Opening fund balance	379	(123)	256
Receipts:			
Taxes	1,074	0	1,074
Miscellaneous receipts	1,817	0	1,817
Federal grants	0	1,586	1,586
Total receipts	2,891	1,586	4,477
Disbursements:			
Grants to local governments	522	216	738
State operations	0	0	0
General State charges	0	0	0
Capital projects	2,396	1,365	3,761
Total disbursements	2,918	1,581	4,499
Other financing sources (uses):			
Transfers from other funds	232	0	232
Transfers to other funds	(657)	(5)	(662)
Bond and note proceeds	286	0	286
Net other financing sources (uses)	(139)	(5)	(144)
Change in fund balance	(166)	0	(166)
Closing fund balance	213	(123)	90

Financial Plan Projections

**CASH FINANCIAL PLAN
CAPITAL PROJECTS FUNDS
UPDATED FOR 30-DAY AMENDMENTS
2001-02
(millions of dollars)**

	State	Federal	Total
Opening fund balance	213	(123)	90
Receipts:			
Taxes	1,204	0	1,204
Miscellaneous receipts	1,557	0	1,557
Federal grants	0	1,404	1,404
Total receipts	2,761	1,404	4,165
Disbursements:			
Grants to local governments	482	64	546
State operations	0	0	0
General State charges	0	0	0
Capital projects	2,213	1,336	3,549
Total disbursements	2,695	1,400	4,095
Other financing sources (uses):			
Transfers from other funds	295	0	295
Transfers to other funds	(735)	(5)	(740)
Bond and note proceeds	276	0	276
Net other financing sources (uses)	(164)	(5)	(169)
Change in fund balance	(98)	(1)	(99)
Closing fund balance	115	(124)	(9)

Financial Plan Projections

**GAAP FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 30-DAY AMENDMENTS
1998-1999 through 2001-02
(millions of dollars)**

	<u>1998-1999</u> <u>February</u>	<u>1999-2000</u> <u>30-Day</u>	<u>2000-01</u> <u>30-Day</u>	<u>2001-02</u> <u>30-Day</u>
Revenues:				
Taxes				
Personal income tax	20,580	21,063	20,574	21,126
User taxes and fees	7,310	7,189	7,054	7,199
Business taxes	4,745	4,577	4,204	4,189
Other taxes	1,146	1,029	904	776
Miscellaneous revenues	2,842	2,416	2,396	2,413
Total revenues	<u>36,623</u>	<u>36,274</u>	<u>35,132</u>	<u>35,703</u>
Expenditures:				
Grants to local governments	25,698	25,440	26,403	28,083
State operations	8,532	8,950	8,947	9,121
General State charges	1,814	1,802	1,878	1,942
Debt service	22	25	28	32
Capital Projects	0	1	3	4
Total expenditures	<u>36,066</u>	<u>36,218</u>	<u>37,259</u>	<u>39,182</u>
Other financing sources (uses):				
Transfers from other funds	4,226	4,232	4,217	4,214
Transfers to other funds	(4,627)	(5,029)	(4,735)	(4,850)
Proceeds of bond sales and other financing arrangements	300	334	190	190
	<u>(101)</u>	<u>(463)</u>	<u>(328)</u>	<u>(446)</u>
Spending Efficiencies	<u>0</u>	<u>0</u>	<u>500</u>	<u>500</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	<u>456</u>	<u>(407)</u>	<u>(1,955)</u>	<u>(3,425)</u>
Accumulated Surplus(Deficit)	<u>1,023</u>	<u>616</u>	<u>(1,339)</u>	<u>(4,764)</u>

Financial Plan Projections

**GAAP FINANCIAL PLAN
ALL GOVERNMENTAL FUNDS
UPDATED FOR 30-DAY AMENDMENTS
1999-00
(millions of dollars)**

	General Fund	Special Revenue Funds	Capital Projects Funds	Debt Service Funds	(MEMO) Total
Revenues:					
Taxes	33,858	2,572	1,090	2,206	39,726
Federal grants	0	23,586	1,462	0	25,048
Lottery	0	3,790	0	0	3,790
Patient fees	0	0	0	398	398
Miscellaneous revenues	2,416	417	85	66	2,984
Total revenues	36,274	30,365	2,637	2,670	71,946
Expenditures:					
Grants to local governments	25,440	24,358	698	0	50,496
State operations	8,949	3,684	0	7	12,640
General State charges	1,803	185	0	0	1,988
Debt service	25	0	0	3,264	3,289
Capital projects	1	5	3,643	0	3,649
Total expenditures	36,218	28,232	4,341	3,271	72,062
Other financing sources (uses):					
Transfers from other funds	4,232	716	440	4,883	10,271
Transfers to other funds	(5,029)	(2,880)	(596)	(4,229)	(12,734)
Proceeds of general obligation bonds	0	0	235	0	235
Proceeds from financing arrangements/ advance refundings	334	0	1,935	0	2,269
Net other financing sources (uses)	(463)	(2,164)	2,014	654	41
Excess (deficiency) of revenues other financing sources over expenditures and other financing uses					
	(407)	(31)	310	53	(75)