

**General Fund Multi-Year Forecast  
2019-20 Governor's Budget**

(Dollars in Millions)

	2018-19	2019-20	2020-21	2021-22	2022-23
<b>RESOURCES:</b>					
Prior Year Balance	\$12,377	\$5,240	\$3,668	\$5,504	\$5,667
Revenues/Transfers	139,682	144,385	150,548	154,759	159,375
Transfer to Budget Stabilization Account	-2,737	-1,767	-1,534	-1,462	-1,073
<b>Total Resources</b>	<b>\$149,322</b>	<b>\$147,859</b>	<b>\$152,681</b>	<b>\$158,801</b>	<b>\$163,969</b>
<b>EXPENDITURES:</b>					
Proposition 98	\$54,028	\$55,295	\$56,882	\$58,485	\$60,248
Non-Proposition 98	90,054	88,896	90,295	94,649	97,577
Prop 2 Infrastructure/Deferred Maintenance					474
<b>Total Expenditures</b>	<b>\$144,082</b>	<b>\$144,191</b>	<b>\$147,177</b>	<b>\$153,134</b>	<b>\$158,299</b>
<b>FUND BALANCES:</b>					
	\$5,240	\$3,668	\$5,504	\$5,667	\$5,670
Reserve for Encumbrances	\$1,385	\$1,385	\$1,385	\$1,385	\$1,385
SFEU	\$3,855	\$2,283	\$4,119	\$4,282	\$4,285
Safety Net Reserve	\$900	\$900	\$900	\$900	\$900
Budget Stabilization Account (Mandatory Deposits)	\$10,005	\$11,772	\$13,306	\$14,768	\$15,841
Budget Stabilization Account (Total Deposits)	\$13,535	\$15,302	\$16,836	\$18,298	\$19,371
BSA mandatory balance as a percentage of General Fund Tax Proceeds	7.1%	8.1%	8.9%	9.6%	10.0%
SFEU/Safety Net/Total BSA as a percentage of Total Resources	12.2%	12.5%	14.3%	14.8%	15.0%
Operating Surplus/Deficit with BSA Transfer	<b>-\$7,137</b>	<b>-\$1,573</b>	<b>\$1,837</b>	<b>\$163</b>	<b>\$3</b>
One-Time Investments	<b>\$9,361</b>	<b>\$6,918</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
Operating Surplus/Deficit-Excluding One-Time	<b>\$2,224</b>	<b>\$5,345</b>	<b>\$1,837</b>	<b>\$163</b>	<b>\$3</b>

Note: Totals may not add due to rounding.

**Debts and Liabilities Eligible for Accelerated Payments Under Proposition 2  
2019-20 Governor's Budget**

(Dollars in Millions)

	Outstanding Amount at Start of 2019-20 <sup>2/</sup>	Proposed Use of 2019-20 Pay Down	Proposed Use of 2020-21 Pay Down	Proposed Use of 2021-22 Pay Down	Proposed Use of 2022-23 Pay Down
<b>State Retirement Liabilities</b>					
State Retiree Health	\$91,008	\$260	\$305	\$315	\$325
State Employee Pensions	58,765	390	427	532	877
Teachers' Pensions <sup>1/</sup>	103,468	1,117	802	615	345
Judges' Pensions	3,277				
<b>Total</b>	<b>\$256,518</b>	<b>\$1,767</b>	<b>\$1,534</b>	<b>\$1,462</b>	<b>\$1,547</b>

<sup>1/</sup> The state portion of the unfunded liability for teachers' pensions is \$35.3 billion.

<sup>2/</sup> For retiree health and pensions, the amounts reflect latest actuarial report available.

## Projections of 2019-20 General Fund

(Dollars in Millions)

	<b>2019-20 Governor's Budget <sup>1/</sup></b>	<b>2018 Budget Act</b>	<b>2017 Budget Act</b>	<b>2016 Budget Act</b>	<b>2015 Budget Act</b>
Total Revenues and Transfers	\$142,618	\$142,686	\$134,707	\$132,251	Not Available
Total Expenditures	\$144,191	\$142,089	\$135,906	\$136,538	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2019-20 General Fund total resources and total expenditures be accompanied by the projections for the same year from the previous four budget acts. Each forecast is based on the assumptions in place at that time.

The 2019-20 Governor's Budget multi-year projection is based on existing state/federal law and state policies, adjusted for changes included in the 2019-20 Governor's Budget. It reflects various assumptions depending on the particular program regarding changes in enrollment, caseload, and population. The projections also use various cost escalation and COLA factors.

<sup>1/</sup>Pursuant to Proposition 2 of 2014, the 2019-20 Governor's Budget projected revenues and transfers are reduced by \$1.767 billion reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$1.767 billion to pay down debt, as reflected on the previous page.