



July 29, 2020

Honorable Holly Mitchell, Chair
Joint Legislative Budget Committee
Senate Budget and Fiscal Review
Committee

Honorable Phil Ting, Chair
Assembly Budget Committee

Honorable Anthony Portantino, Chair
Senate Appropriations Committee

Honorable Lorena Gonzalez, Chair
Assembly Appropriations Committee

Report Pursuant to Government Code Section 16320

Pursuant to Government Code section 16320, enclosed is the report which requires the Director of Finance to submit a summary of budgetary loans to the General Fund, and obligations for future payment of deferred or suspended expenditures or transfers, including the dates the loans and obligations are due.

There were no outstanding loans to the General Fund from special funds as of June 30, 2020. Attachment I is a Debts and Liabilities table. The first column reflects the estimated July 1, 2020 balances of the debts and liabilities eligible for payments under Proposition 2 of 2014, as shown in the 2020 Budget Act, while the additional columns provide the payments for fiscal year 2020-21 and future years.

The 2020 Budget Act contains new loans necessary to balance the budget. These loans are not eligible for repayment under Proposition 2. Another report on outstanding budgetary loans is due on February 1, 2021.

If you have any questions or need additional information regarding this matter, please call Greg Bruss, Principal Program Budget Analyst, at (916) 322-5540.

/S/ Keely M Bosler

KEELY MARTIN BOSLER
Director

Attachment

cc: On following page

cc: Honorable Jim Nielsen, Vice Chair, Senate Budget and Fiscal Review Committee
Honorable Jay Obernolte, Vice Chair, Assembly Budget Committee
Gabriel Petek, Legislative Analyst (3)
Joe Stephenshaw, Staff Director, Senate Budget and Fiscal Review Committee
Kirk Feely, Fiscal Director, Senate Republican Fiscal Office
Christopher W. Woods, Senate President pro Tempore's Office (2)
Christian Griffith, Chief Consultant, Assembly Budget Committee
Cyndi Hillery, Budget Director, Assembly Republican Caucus, Office of Policy and Budget
Jayme Chick, Deputy Chief of Staff, Policy, Assembly Republican Leader's Office
Alex Khan, Chief Consultant, Assembly Republican Leader's Office
Jason Sisney, Assembly Speaker's Office (2)
Mark McKenzie, Staff Director, Senate Appropriations Committee
Jay Dickenson, Chief Consultant, Assembly Appropriations Committee

Debts and Liabilities Eligible for Payments Under Proposition 2

2020 Budget Act

(Dollars in Millions)

	Outstanding Amount at Start of 2020-21 ^{2/}	Use of 2020-21 Pay Down	Proposed Use of 2021-22 Pay Down	Proposed Use of 2022-23 Pay Down	Proposed Use of 2023-24 Pay Down
State Retirement Liabilities					
1 State Retiree Health	85,595	340	350	365	375
2a State Employee Pensions—SB 84 Loan from SMIF		221	228	56	14
2b State Employee Pensions	61,409	243	0	0	0
3 Teachers' Pensions ^{1/}	102,636	297	351	544	623
4 Judges' Pensions	3,183	0	0	0	0
Total	\$252,823	\$1,101	\$929	\$965	\$1,012

^{1/} The state portion of the unfunded liability for teachers' pensions is \$33.064 billion.

^{2/} For retiree health and pensions, the amounts reflect latest actuarial report available.