

**General Fund Multi-Year Forecast
2022-23 Governor's Budget**

(Dollars in Millions)

	2021-22	2022-23	2023-24	2024-25	2025-26
RESOURCES:					
Prior Year Balance	\$37,011	\$23,650	\$6,242	\$98	-\$295
Revenues/Transfers	\$201,685	\$197,283	\$207,243	\$211,013	\$222,085
Transfer to Budget Stabilization Account	-\$5,016	-\$1,565	-\$1,167	-\$814	-\$1,036
Total Resources	\$233,680	\$219,369	\$212,318	\$210,297	\$220,754
EXPENDITURES:					
Proposition 98	\$71,845	\$73,134	\$78,275	\$82,065	\$87,296
Non-Proposition 98	\$138,184	\$137,628	\$131,779	\$126,544	\$129,893
Prop 2 Infrastructure/Deferred Maintenance	\$0	\$2,364	\$2,167	\$1,984	\$1,202
Total Expenditures	\$210,030	\$213,127	\$212,220	\$210,592	\$218,391
FUND BALANCES:					
	\$23,650	\$6,242	\$98	-\$295	\$2,363
Reserve for Encumbrances	\$3,175	\$3,175	\$3,175	\$3,175	\$3,175
SFEU	\$20,475	\$3,067	-\$3,077	-\$3,470	-\$812
Safety Net Reserve	\$900	\$900	\$900	\$900	\$900
Budget Stabilization Account (Mandatory Deposits)	\$17,504	\$19,069	\$20,236	\$21,050	\$22,086
Budget Stabilization Account (Total Deposits)	\$19,303	\$20,868	\$22,035	\$22,849	\$23,885
Public School System Stabilization Account	\$6,663	\$9,725	\$9,725	\$9,725	\$9,725
Total Reserves	\$47,342	\$34,560	\$29,582	\$30,003	\$33,697
BSA mandatory balance as a percentage of General Fund Tax Proceeds	9.3%	10.0%	10.0%	10.0%	10.0%
SFEU/Safety Net/PSSSA/Total BSA as a percentage of Total Resources	20.3%	15.8%	13.9%	14.3%	15.3%
Operating Surplus/Deficit with BSA Transfer	-\$13,361	-\$17,408	-\$6,144	-\$393	\$2,658
One-time Investments (2022-23 Governor's Budget)	\$1,166	\$11,242	\$8,404	\$0	\$0
One-time Investments (2021 Budget Act)	\$27,304	\$10,726	\$0	\$0	\$0
Operating Surplus/Deficit--Excluding One-Time	\$15,109	\$4,559	\$2,260	-\$393	\$2,658

Note: Totals may not add due to rounding

Debts and Liabilities Eligible for Payments Under Proposition 2

2022-23 Governor's Budget

(Dollars in Millions)

	Outstanding Amount at Start of 2022-23 ^{2/}	Proposed Use of 2022-23 Pay Down	Proposed Use of 2023-24 Pay Down	Proposed Use of 2024-25 Pay Down	Proposed Use of 2025-26 Pay Down
State Retirement Liabilities					
1 State Retiree Health	95,191	365	325	340	360
2a State Employee Pensions—SB 84 Loan from SMIF	0	56	14	768	556
2b State Employee Pensions	62,991	3,508	2,995	1,690	1,322
3 Teachers' Pensions ^{1/}	107,999	0	0	0	0
4 Judges' Pensions	3,085	0	0	0	0
Total	\$269,266	\$3,929	\$3,334	\$2,798	\$2,238

^{1/} The state portion of the unfunded liability for teachers' pensions is \$31.526 billion.

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

Projections of 2022-23 General Fund

(Dollars in Millions)

	2022-23 Governor's Budget^{1/}	2021 Budget Act	2020 Budget Act	2019 Budget Act	2018 Budget Act
Total Revenues and Transfers	\$195,718	\$181,428	\$131,593	\$157,578	Not Available
Total Expenditures	\$213,127	\$186,461	\$145,036	\$157,545	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2022-23 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 2022-23 Governor's Budget multi-year projection is based on existing state/federal law and state policies, adjusted for changes included in the 2022-23 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.

^{1/}Pursuant to Proposition 2 of 2014, the 2022-23 Governor's Budget projected revenues and transfers are reduced by \$1.565 billion reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$3.929 billion to pay down debt, as reflected on the previous page.