

General Fund Multiyear Forecast

2022 Budget Act

(Dollars in Millions)

	2021-22	2022-23	2023-24	2024-25	2025-26
RESOURCES:					
Prior Year Balance	\$38,334	\$22,450	\$7,791	\$1,536	\$828
Revenues/Transfers	\$232,738	\$222,675	\$233,583	\$235,316	\$237,700
Transfer to Budget Stabilization Account	-\$5,677	-\$2,968	-\$1,159	-\$1,994	-\$3,176
Total Resources	\$265,395	\$242,157	\$240,215	\$234,858	\$235,352
EXPENDITURES:					
Proposition 98	\$83,677	\$82,312	\$87,408	\$91,879	\$93,619
Non-Proposition 98	\$159,268	\$151,589	\$149,498	\$140,694	\$136,936
Prop 2 Infrastructure/Deferred Maintenance	\$0	\$465	\$1,772	\$1,457	\$1,971
Total Expenditures	\$242,944	\$234,366	\$238,678	\$234,031	\$232,526
FUND BALANCES:					
	\$22,450	\$7,791	\$1,536	\$828	\$2,826
Reserve for Encumbrances	\$4,276	\$4,276	\$4,276	\$4,276	\$4,276
SFEU	\$18,174	\$3,514	-\$2,740	-\$3,449	-\$1,450
Safety Net Reserve	\$900	\$900	\$900	\$2,900	\$4,900
Budget Stabilization Account (Mandatory Deposits)	\$18,521	\$21,489	\$22,648	\$23,642	\$23,818
Budget Stabilization Account (Total Deposits)	\$20,320	\$23,288	\$24,447	\$26,441	\$29,617
Public School System Stabilization Account	\$7,290	\$9,514	\$9,514	\$9,514	\$9,514
Total Reserves	\$46,684	\$37,217	\$32,121	\$35,407	\$42,581
BSA mandatory balance as a percentage of General Fund Tax Proceeds	8.4%	10.0%	10.0%	10.0%	10.0%
SFEU/Safety Net/PSSSA/Total BSA as a percentage of Total Resources	17.6%	15.4%	13.4%	15.1%	18.1%
Operating Surplus/Deficit with BSA Transfer	-\$15,884	-\$14,660	-\$6,255	-\$708	\$1,998
One-time Investments (2022 Budget Act)	\$21,708	\$21,689	\$22,180	\$13,075	\$0
One-time Investments (2021 Budget Act)	\$27,304	\$10,726	\$0	\$0	\$0
Operating Surplus/Deficit--Excluding One-Time	\$33,128	\$17,754	\$15,925	\$12,366	\$1,998

Note: Totals may not add due to rounding

Debts and Liabilities Eligible for Payments Under Proposition 2

2022 Budget Act

(Dollars in Millions)

	Outstanding Amount at Start of 2022-23 ^{2/}	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	143	97	836	590
2b State Employee Pensions	43,639	2,925	2,509	1,275	1,197
3 Teachers' Pensions ^{1/}	60,136	0	0	0	0
4 Judges' Pensions	2,365	0	0	0	0
Total	\$201,331	\$3,433	\$2,931	\$2,451	\$2,147

^{1/} The state portion of the unfunded liability for teachers' pensions is \$13.065 billion.

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

Projections of 2022-23 General Fund

(Dollars in Millions)

	2022 Budget Act^{1/}	2021 Budget Act	2020 Budget Act	2019 Budget Act	2018 Budget Act
Total Revenues and Transfers	\$219,707	\$181,428	\$131,593	\$157,578	Not Available
Total Expenditures	\$234,366	\$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 Budget Act Multiyear projection is based on existing state/federal law and state policies, adjusted for changes included in the 2022 Budget Act. 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 Budget Act projected revenues and transfers are reduced by \$2.968 billion reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$3.433 billion to pay down debt, as reflected on the previous page.