

**General Fund Multi-Year Forecast
2021-22 Governor's Budget**

(Dollars in Millions)

	2020-21	2021-22	2022-23	2023-24	2024-25
RESOURCES:					
Prior Year Balance	\$5,359	\$12,203	\$6,058	-\$1,543	-\$10,197
Revenues/Transfers	\$158,158	\$161,408	\$155,836	\$157,316	\$160,980
Transfer to Budget Stabilization Account	-\$3,222	-\$3,038	-\$1,729	-\$86	-\$430
Withdrawal from the Budget Stabilization Account	\$7,806	\$0	\$0	\$0	\$0
Total Resources	\$168,101	\$170,573	\$160,165	\$155,688	\$150,353
EXPENDITURES:					
Proposition 98	\$56,942	\$58,526	\$58,938	\$59,271	\$60,913
Proposition 98 Supplemental Payment	\$0	\$2,310	\$0	\$0	\$0
Non-Proposition 98	\$98,957	\$103,681	\$101,852	\$104,536	\$109,688
Prop 2 Infrastructure/Deferred Maintenance	\$0	\$0	\$917	\$2,077	\$1,238
Total Expenditures	\$155,898	\$164,516	\$161,708	\$165,885	\$171,839
FUND BALANCES:					
	\$12,203	\$6,058	-\$1,543	-\$10,197	-\$21,485
Reserve for Encumbrances	\$3,175	\$3,175	\$3,175	\$3,175	\$3,175
SFEU	\$9,028	\$2,883	-\$4,718	-\$13,372	-\$24,660
Safety Net Reserve	\$450	\$450	\$450	\$450	\$450
Budget Stabilization Account (Mandatory Deposits)	\$10,737	\$13,775	\$15,504	\$15,590	\$16,020
Budget Stabilization Account (Total Deposits)	\$12,536	\$15,574	\$17,303	\$17,389	\$17,819
Public School System Stabilization Account	\$747	\$2,988	\$2,988	\$2,988	\$2,988
Total Reserves	\$22,761	\$21,895	\$16,023	\$7,455	-\$3,403
BSA mandatory balance as a percentage of General Fund Tax Proceeds	7.2%	8.9%	10.0%	10.0%	10.0%
SFEU/Safety Net/PSSSA/Total BSA as a percentage of Total Resources	13.5%	12.8%	10.0%	4.8%	-2.3%
Operating Surplus/Deficit with BSA Transfer	\$6,844	-\$6,146	-\$7,600	-\$8,654	-\$11,288
One-time Investments	\$2,250	\$6,311	\$0	\$0	\$0
Operating Surplus/Deficit--Excluding One-Time	\$9,094	\$166	-\$7,600	-\$8,654	-\$11,288

Note: Totals may not add due to rounding

Debts and Liabilities Eligible for Payments Under Proposition 2

2021-22 Governor's Budget

(Dollars in Millions)

	Outstanding Amount at Start of 2021-22 ^{2/}	Proposed Use of 2021-22 Pay Down	Proposed Use of 2022-23 Pay Down	Proposed Use of 2023-24 Pay Down	Proposed Use of 2024-25 Pay Down
State Retirement Liabilities					
1 State Retiree Health	91,929	926	305	325	340
2a State Employee Pensions—SB 84 Loan from SMIF	61,409	228	56	14	768
2b State Employee Pensions	61,409	1,474	1978	1614	475
3 Teachers' Pensions ^{1/}	102,636	410	307	210	85
4 Judges' Pensions	3,170	0	0	0	0
Total	\$259,144	\$3,038	\$2,646	\$2,163	\$1,668

^{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.

Projections of 2021-22 General Fund

(Dollars in Millions)

	2021-22 Governor's Budget^{1/}	2020 Budget Act	2019 Budget Act	2018 Budget Act	2017 Budget Act
Total Revenues and Transfers	\$158,370	\$129,285	\$154,798	\$150,642	Not Available
Total Expenditures	\$164,516	\$137,960	\$154,768	\$152,979	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2021-22 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 2021-22 Governor's Budget multi-year projection is based on existing state/federal law and state policies, adjusted for changes included in the 2021-22 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 2021-22 Governor's Budget projected revenues and transfers are reduced by \$3.038 billion reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$3.038 billion to pay down debt, as reflected on the previous page.