

General Fund Multi-Year Forecast
2017 Budget Act
(Dollars in Millions)

	2016-17	2017-18	2018-19	2019-20	2020-21
RESOURCES:					
Prior Year Balance	\$4,504	\$1,622	\$2,406	\$2,347	\$1,148
Revenues/Transfers	121,553	127,653	131,560	135,988	141,067
Transfer to the Budget Stabilization Account ^{1/}	-3,014	-1,773	-1,403	-1,281	-1,214
Total Resources	\$123,043	\$127,502	\$132,563	\$137,054	\$141,001
EXPENDITURES:					
Proposition 98	\$50,488	\$52,631	\$53,300	\$54,318	\$55,636
Non-Proposition 98	70,933	72,465	76,916	81,588	85,834
Unallocated Proposition 2 Debt Payments					0
Total Expenditures	\$121,421	\$125,096	\$130,216	\$135,906	\$141,470
FUND BALANCES:					
	\$1,622	\$2,406	\$2,347	\$1,148	-\$469
Reserve for Encumbrances	\$980	\$980	\$980	\$980	\$980
Special Fund for Economic Uncertainties	\$642	\$1,426	\$1,367	\$168	-\$1,449
Budget Stabilization Account/Rainy Day Fund	\$6,713	\$8,486	\$9,889	\$11,170	\$12,384
BSA balance as a percentage of General Fund tax proceeds	5.5%	6.6%	7.5%	8.2%	8.8%
Operating Surplus/Deficit with BSA Transfer	-\$2,882	\$784	-\$59	-\$1,199	-\$1,617

^{1/} Includes additional \$1.483 billion BSA transfer in 2016-17.

Debts and Liabilities Eligible for Accelerated Payments Under Proposition 2
2017 Budget Act
(Dollars in Millions)

	Outstanding Amount at Start of 2017-18	Use of 2017-18 Pay Down	Proposed Use of 2018-19 Pay Down	Proposed Use of 2019-20 Pay Down	Proposed Use of 2020-21 Pay Down
Budgetary Borrowing					
Loans from Special Funds	\$1,381	\$133	\$204	\$39	\$290
Weight Fee Payments	1,395	398	469	445	83
Underfunding of Proposition 98—Settle-Up	1,043	603	100	100	190
Repayment of pre-Proposition 42 Transportation Loans	706	235	235	236	0
State Retirement Liabilities					
State Retiree Health	76,533	89	200	250	300
State Employee Pensions	59,578	146	195	211	351
Teachers' Pensions ^{1/}	101,586	0	0	0	0
Judges' Pensions	3,489	0	0	0	0
Deferred payments to CalPERS	627	0	0	0	0
University of California Retirement Liabilities					
University of California Employee Pensions	15,141	169	0	0	0
University of California Retiree Health	21,860	0	0	0	0
Total	\$283,339	\$1,773	\$1,403	\$1,281	\$1,214

^{1/} The state portion of the unfunded liability for teachers' pensions is \$29.332 billion.

**Projections of 2017-18 General Fund
(Dollars in Millions)**

	Projections at:				
	2017 Budget Act ^{1/}	2016 Budget Act	2015 Budget Act	2014 Budget Act	2013 Budget Act
Total Revenues and Transfers	\$125,880	\$126,762	\$124,776	\$122,283	Not Available
Total Expenditures	125,096	126,298	125,530	122,282	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2017-18 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 2017 Budget Act multi-year projection is based on existing state/federal law and state policies, adjusted for any proposals for changes included in the 2017 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 depending on the particular program.

^{1/}Pursuant to Proposition 2 of 2014, the Budget Act projected revenues and transfers are reduced by \$1.773 billion reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$1.773 billion to pay down debt, as reflected on the previous page.