

January 30, 2026

Honorable John Laird, Chair
Joint Legislative Budget Committee
Senate Budget and Fiscal Review Committee

Honorable Sabrina Cervantes, Chair
Senate Appropriations Committee

Honorable Jesse Gabriel, Chair
Assembly Budget Committee

Honorable Buffy Wicks, Chair
Assembly Appropriations Committee

Report Pursuant to Government Code Section 16320

Pursuant to Government Code section 16320, the Director of Finance respectfully submits 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.

Attachment I reflects the balances of outstanding loans to the General Fund from special funds based upon current law as of December 31, 2025. Attachment II is a Debts and Liabilities table. The first column reflects the estimated July 1, 2026 balances of the debts and liabilities eligible for payments under Proposition 2 of 2014, as shown in the 2026-27 Governor's Budget, while the additional columns provide the proposed payments for fiscal year 2026-27 and future years.

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

JOE STEPHENSHAW
Director
By:

/S/Erika Li
ERIKA LI
Chief Deputy Director

Attachment

cc: On following page

cc: Honorable Sharon Quirk-Silva, Chair, Assembly Budget Subcommittee No. 5
Honorable Melissa Hurtado, Chair, Senate Budget and Fiscal Review Subcommittee
No. 4
Honorable Roger W. Niello, Vice Chair, Senate Budget and Fiscal Review Committee
Honorable David Tangipa, Vice Chair, Assembly Budget Committee
Gabriel Petek, Legislative Analyst (3)
Elisa Wynne, 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
Joseph Shinstock, Fiscal Director, Assembly Republican Caucus, Office of Policy and
Budget
Paul Dress, Caucus Co-Chief of Staff, Assembly Republican Leader's Office
Katja Townsend, Capitol Director, 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

Outstanding Budgetary Loans Made to the General Fund
2026-27 Governor's Budget
(Dollars in Thousands)

No.	Org	Dept	Fund Name	Fund Number	Outstanding Loan Balance as of December 31, 2025	Projected Loan Repayment Date ^{1/}
1	0820	Department of Justice	Litigation Deposits Fund	0920	66,500	2026-27
2	4140	Department of Health Care Access and Information	Hospital Building Fund	0121	200,000	2026-27
3	4140	Department of Health Care Access and Information	California Health Data & Planning Fund	0143	30,000	2026-27
4	4170	Department of Aging	State HICAP Fund	0289	10,000	2026-27
5	4265	Department of Public Health	State Department of Public Health Licensing and Certification Program Fund	3098	50,000	2026-27
6	4265	Department of Public Health	Childhood Lead Poisoning Prevention Fund	0080	18,000	2026-27
7	4265	Department of Public Health	Gambling Addiction Program Fund	3110	2,700	2026-27
8	4265	Department of Public Health	Occupational Lead Poisoning Prevention Account	0070	3,000	2026-27
9	4265	Department of Public Health	Birth Defects Monitoring Program Fund	3114	5,000	2026-27
10	4265	Department of Public Health	Radiation Control Fund	0075	4,500	2026-27
11	4265	Department of Public Health	Health Statistics Special Fund	0099	2,000	2026-27
12	4265	Department of Public Health	Infant Botulism Treatment and Prevention Fund	0272	17,000	2026-27
13	4265	Department of Public Health	Cannery Inspection Fund	3081	1,200	2026-27
14	4800	California Health Benefit Exchange	Health Care Affordability Reserve Fund	3381	200,000	2026-27
15	5227	Board of State and Community Corrections	Cannabis Tax Fund	3354	50,000	2026-27
16	7100	Employment Development Department	Unemployment Compensation Disability Fund	0588	301,557	2026-27
				2026-27 Total:	\$961,457	
17	0559	Secretary for Labor and Workforce Development Agency	Labor and Workforce Development Fund	3078	107,000	2027-28
18	0820	Department of Justice	Litigation Deposits Fund	0920	85,000	2027-28
19	0820	Department of Justice	Unfair Competition Law Fund	3087	130,000	2027-28
20	3900	State Air Resources Board	Air Pollution Control Fund	0115	300,000	2027-28
21	4140	Department of Health Care Access and Information	Hospital Building Fund	0121	50,000	2027-28
22	4140	Department of Health Care Access and Information	California Health Data and Planning Fund	0143	11,000	2027-28
23	4140	Department of Health Care Access and Information	Registered Nurse Education Fund	0181	3,000	2027-28
24	4140	Department of Managed Health Care	Managed Care Fund	0933	22,900	2027-28
25	4140	Department of Health Care Access and Information	Mental Health Practitioner Education Fund	3064	1,000	2027-28
26	4140	Department of Health Care Access and Information	Vocational Nurse Education Fund	3068	1,000	2027-28
27	4265	Department of Public Health	AIDS Drug Assistance Program Rebate Fund	3080	400,000	2027-28
28	4265	Department of Public Health	Domestic Violence Training and Education Fund	0642	1,600	2027-28
29	4265	Department of Public Health	Health Statistics Special Fund	0099	4,000	2027-28
30	4800	California Health Benefit Exchange	Health Care Affordability Reserve Fund (Budget Act of 2023)	3381	200,000	2027-28
31	4800	California Health Benefit Exchange	Health Care Affordability Reserve Fund (Budget Act of 2024)	3381	62,000	2027-28
32	5227	Board of State and Community Corrections	Cannabis Tax Fund	3354	50,000	2027-28
				2027-28 Total:	\$1,428,500	

Outstanding Budgetary Loans Made to the General Fund
2026-27 Governor's Budget
(Dollars in Thousands)

No.	Org	Dept	Fund Name	Fund Number	Outstanding Loan Balance as of December 31, 2025	Projected Loan Repayment Date ^{1/}
33	0559	Secretary for Labor and Workforce Development Agency	Labor and Workforce Development Fund (Budget Act of 2023)	3078	35,000	2028-29
34	0559	Secretary for Labor and Workforce Development Agency	Labor and Workforce Development Fund (Budget Act of 2024)	3078	125,000	2028-29
35	0820	Department of Justice	Litigation Deposits Fund	0920	76,500	2028-29
36	0968	California Tax Credit Allocation Committee	Tax Credit Allocation Fee Account	0457	20,000	2028-29
37	1111	Department of Consumer Affairs	Barbering and Cosmetology Contingent Fund	0069	15,000	2028-29
38	1111	Department of Consumer Affairs	High Polluter Repair or Removal Account	0582	25,000	2028-29
39	1111	Department of Consumer Affairs	Board of Registered Nursing Fund	0761	65,000	2028-29
40	1111	Department of Consumer Affairs	Behavioral Sciences Fund	0773	10,000	2028-29
41	1111	Department of Consumer Affairs	Enhanced Fleet Modernization Subaccount, High Polluter Repair or Removal Account	3122	30,000	2028-29
42	4265	Department of Public Health	AIDS Drug Assistance Program Rebate Fund	3080	500,000	2028-29
43	4265	Department of Public Health	Health Statistics Special Fund	0099	11,000	2028-29
44	4800	California Health Benefit Exchange	Health Care Affordability Reserve Fund	3381	309,000	2028-29
					2028-29 Total:	\$1,221,500
45	0820	Department of Justice	Litigation Deposits Fund	0920	55,000	2029-30
46	0559	Secretary for Labor and Workforce Development Agency	Labor and Workforce Development Fund	3078	400,000	2029-30
					2029-30 Total	\$455,000
47	0820	Department of Justice	Litigation Deposits Fund	0920	45,000	2030-31
48	0820	Department of Justice	Unfair Competition Law Fund	3087	150,000	2030-31
					2030-31 Total	\$195,000
49	0820	Department of Justice	Litigation Deposits Fund	0920	40,000	2031-32
					2031-32 Total	\$40,000
50	0820	Department of Justice	Litigation Deposits Fund	0920	32,000	2032-33
					2032-33 Total	\$32,000
51	TBD	CS 13.40	Various Funds TBD	Various	1,500,000	TBD
					TBD Total	\$1,500,000
						Outstanding budgetary loans as of the 2026-27 Governor's Budget
						\$5,833,457
						Total estimated interest cost when budgetary loans are fully paid
						604,153
						Total outstanding amount as of the 2026-27 Governor's Budget
						\$6,437,610

^{1/} Repayment dates as anticipated at the 2026-27 Governor's Budget

Debts and Liabilities Eligible for Payments Under Proposition 2**2026-27 Governor's Budget**

(Dollars in Millions)

	Outstanding Amount at Start of 2026-27^{2/}	Proposed Use of 2026-27 Pay Down	Proposed Use of 2027-28 Pay Down	Proposed Use of 2028-29 Pay Down	Proposed Use of 2029-30 Pay Down
State Retirement Liabilities					
1 State Retiree Health	91,476	0	399	427	440
2a State Employee Pensions—SB 84 Loan from SMIF		556	556	556	556
2b State Employee Pensions	64,061	2,467	2,078	1,944	1,813
3 Teachers' Pensions ^{1/}	88,696	0	0	0	0
4 Judges' Pensions	2,437	0	0	0	0
Total	\$246,670	\$3,023	\$3,033	\$2,927	\$2,809

^{1/} The state portion of the unfunded liability for teachers' pensions is \$10.169 billion.^{2/} For retiree health and pensions, the amounts reflect latest actuarial report available.