

**General Fund Multi-Year Forecast  
2018-19 Governor's Budget  
(Dollars in Millions)**

	<b>2017-18</b>	<b>2018-19</b>	<b>2019-20</b>	<b>2020-21</b>	<b>2021-22</b>
<b>RESOURCES:</b>					
Prior Year Balance	\$4,611	\$5,351	\$3,453	\$3,984	\$3,913
Revenues/Transfers	128,950	134,842	139,375	142,956	147,430
Transfer to the Budget Stabilization Account <sup>1/</sup>	-1,698	-5,050	-456	-358	-418
<b>Total Resources</b>	<b>\$131,863</b>	<b>\$135,143</b>	<b>\$142,372</b>	<b>\$146,582</b>	<b>\$150,925</b>
<b>EXPENDITURES:</b>					
Proposition 98	\$52,741	\$54,564	\$55,694	\$56,065	\$56,583
Non-Proposition 98	73,771	77,126	81,735	85,657	90,805
Infrastructure/deferred maintenance per Prop 2	-	-	959	947	987
<b>Total Expenditures</b>	<b>\$126,512</b>	<b>\$131,690</b>	<b>\$138,388</b>	<b>\$142,669</b>	<b>\$148,375</b>
<b>FUND BALANCES:</b>					
	\$5,351	\$3,453	\$3,984	\$3,913	\$2,550
Reserve for Encumbrances	\$1,165	\$1,165	\$1,165	\$1,165	\$1,165
Special Fund for Economic Uncertainties	\$4,186	\$2,288	\$2,819	\$2,748	\$1,385
Budget Stabilization Account/Rainy Day Fund	\$8,411	\$13,461	\$13,917	\$14,275	\$14,693
BSA balance as a percentage of General Fund tax proceeds	6.5%	10.0%	10.0%	10.0%	10.0%
Operating Surplus/Deficit with BSA Transfer	\$740	-\$1,898	\$531	-\$71	-\$1,363

<sup>1/</sup>Includes \$3.515b supplemental transfer in 2018-19.

**Debts and Liabilities Eligible for Accelerated Payments Under Proposition 2**  
**2018-19 Governor's Budget**  
(Dollars in Millions)

	Outstanding Amount at Start of 2018-19 <sup>2/</sup>	Proposed Use of 2018-19 Pay Down	Proposed Use of 2019-20 Pay Down	Proposed Use of 2020-21 Pay Down	Proposed Use of 2021-22 Pay Down
<b>Budgetary Borrowing</b>					
Loans from Special Funds	\$1,248	\$205	\$39	\$288	\$474
Underfunding of Proposition 98—Settle-Up	440	100	100	190	50
Weight Fee Payments	1,117	325	338	403	51
Repayment of pre-Proposition 42 Transportation Loans	471	235	236	0	0
<b>State Retirement Liabilities</b>					
State Retiree Health	76,533	195	260	305	315
State Employee Pensions	59,578	475	442	119	515
Teachers' Pensions <sup>1/</sup>	101,586	0	0	0	0
Judges' Pensions	3,489	0	0	0	0
Deferred payments to CalPERS	682	0	0	0	0
<b>University of California Retirement Liabilities</b>					
University of California Employee Pensions	10,851	0	0	0	0
University of California Retiree Health	19,331	0	0	0	0
<b>Total</b>	<b>\$275,326</b>	<b>\$1,535</b>	<b>\$1,415</b>	<b>\$1,305</b>	<b>\$1,405</b>

<sup>1/</sup> The state portion of the unfunded liability for teachers' pensions is \$29.3 billion.

<sup>2/</sup> For retiree health and pensions, the amounts reflect latest actuarial report available.

**Projections of 2018-19 General Fund  
(Dollars in Millions)**

	Projections at:				
	2018-19 Governor's Budget <sup>1/</sup>	2017 Budget Act	2016 Budget Act	2015 Budget Act	2014 Budget Act
Total Revenues and Transfers	\$129,792	\$130,157	\$128,037	\$126,572	Not Available
Total Expenditures	131,690	130,216	130,116	129,235	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2018-19 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 2018-19 Governor's Budget multi-year projection is based on existing state/federal law and state policies, adjusted for any proposals for changes included in the 2018-19 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 depending on the particular program.

<sup>1/</sup>Pursuant to Proposition 2 of 2014, the Governor's Budget projected revenues and transfers are reduced by \$1.535 billion reflecting the estimated required transfer to the Budget Stabilization Account (BSA); and the budget includes \$1.535 billion to pay down debt, as reflected on the previous page. Projected revenues and transfers are further reduced by a proposed \$3.515 billion supplemental transfer to the BSA.