

STATE FINANCE

Table 7.3
FISCAL 2016 STATE GENERAL FUND, APPROPRIATED
(In millions of dollars)

State or other jurisdiction	Beginning balance	Revenues	Adjustments	Resources	Expenditures	Adjustments	Ending balance	Rainy day fund balance
Total **	\$38,471	\$784,661	...	\$820,788	\$790,344	...	\$24,120	\$44,744
Alabama (a).....	215	7,936	(31)	8,120	7,801	-	318	412
Alaska (b).....	-	2,206	-	2,206	5,180	(226)	(2,748)	7,287
Arizona (c).....	12	8,852	235	9,099	9,134	-	(35)	313
Arkansas.....	-	5,186	-	5,186	5,186	-	-	-
California (d).....	2,423	115,033	-	117,456	115,370	-	2,086	4,576
Colorado* (e).....	612	10,254	16	10,882	10,340	-	542	542
Connecticut (f).....	-	18,187	(25)	18,162	18,162	-	1	449
Delaware* (g).....	537	3,939	-	4,476	3,933	-	543	215
Florida.....	2,352	28,694	-	31,045	29,336	-	1,709	1,354
Georgia (h).....	1,449	20,709	-	22,158	20,709	-	N/A	N/A
Hawaii.....	828	6,800	-	7,628	6,876	-	752	108
Idaho (i).....	42	3,128	(89)	3,081	3,072	-	9	219
Illinois (j).....	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Indiana (k).....	887	15,195	(42)	16,040	15,099	198	743	1,316
Iowa (l).....	-	7,176	341	7,517	7,168	-	349	719
Kansas (m).....	76	6,334	-	6,410	6,322	-	88	-
Kentucky (n).....	221	10,140	187	10,548	10,369	179	-	209
Louisiana (o).....	-	8,596	292	8,888	9,008	(122)	1	515
Maine (p).....	26	3,311	3	3,340	3,335	3	2	128
Maryland (q).....	320	16,323	56	16,700	16,434	(30)	295	794
Massachusetts* (r).....	1,485	40,540	-	42,025	40,877	-	1,148	1,184
Michigan (s).....	170	10,831	(1,504)	9,497	9,474	-	23	611
Minnesota* (t).....	1,421	20,893	-	22,314	20,500	-	1,814	994
Mississippi.....	89	5,655	-	5,744	5,744	-	-	395
Missouri (u).....	278	8,675	93	9,046	8,950	-	96	291
Montana (v).....	455	2,263	-	2,718	2,359	-	359	-
Nebraska (w).....	732	4,474	(302)	4,904	4,272	369	263	729
Nevada (x).....	146	3,602	49	3,797	3,521	9	268	-
New Hampshire* (y)...	73	1,431	-	1,504	1,367	80	57	24
New Jersey.....	627	33,663	-	34,290	33,526	-	764	-
New Mexico* (z).....	634	6,305	-	6,939	6,325	-	614	614
New York* (aa).....	7,300	68,285	-	75,585	72,090	-	3,495	1,798
North Carolina.....	265	21,653	-	21,917	21,735	-	183	852
North Dakota (bb).....	730	2,477	657	3,864	3,013	-	851	573
Ohio (cc).....	1,712	34,807	-	36,519	35,622	-	896	2,005
Oklahoma (dd).....	49	6,475	-	6,524	6,307	-	217	N/A
Oregon (ee).....	477	9,093	(583)	8,987	8,515	-	473	652
Pennsylvania (ff).....	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Rhode Island (gg).....	119	3,544	(110)	3,553	3,552	-	1	183
South Carolina* (hh)...	1,182	7,045	77	8,304	7,166	128	1,010	459
South Dakota (ii).....	22	1,433	-	1,455	1,433	22	-	171
Tennessee (jj).....	819	12,862	(70)	13,611	12,946	316	348	568
Texas (kk).....	7,533	53,778	(2,395)	58,916	53,814	-	5,102	9,900
Utah (ll).....	404	5,884	-	6,288	6,282	-	6	491
Vermont (mm).....	-	1,470	-	1,470	1,470	(0)	0	71
Virginia.....	247	18,522	-	18,769	18,764	-	5	237
Washington (nn).....	866	17,989	(16)	18,839	18,211	-	628	695
West Virginia (oo).....	420	4,306	-	4,725	4,342	6	377	853
Wisconsin (pp).....	136	15,208	540	15,883	15,886	(301)	297	N/A
Wyoming (qq).....	1	1,773	-	1,774	1,774	-	-	960

See footnotes at end of table.

FISCAL 2016 STATE GENERAL FUND, APPROPRIATED—Continued

(In millions of dollars)

Source: National Association of State Budget Officers, December 2015.
Key:

* In these states, the ending balance includes the balance in the budget stabilization fund.

**Totals include the fiscal 2016 general fund amounts for Illinois and Pennsylvania reported in NASBO's Spring 2015 Fiscal Survey of States, which were based on governors' recommended budgets. These are being used as placeholders in order to calculate 50-state total figures that are comparable to prior fiscal years for the purposes of this report.

NA—Indicates data are not available.

... — Not applicable

(a) Revenue adjustments include \$2.9 million in expedited ad valorem on automobiles and a (\$34.0 million) transfer payment to the Prepaid Affordable College Tuition Program.

(b) Revenues: SLA2016 Fiscal Summary (Total Revenue) Revenue Adjustments: SLA2016 Fiscal Summary (Revenue Carryforward) Expenditures: SLA2016 Fiscal Summary (Pre-Transfer Authorization) Ending Balance: SLA2016 Fiscal Summary (Transfer to SBR/CBR) Rainy Day Balance: OMB Spring Fiscal Model.

(c) Adjustments to revenue include revenues from budget transfers. Beginning balance includes a transfer of \$144.3M from the RDF. The enacted budget was passed in March of 2015. Revenues through the end of the fiscal year came in above the estimates used for the enacted budget.

(d) Ending balance excludes projected \$1,854 million transfer to the Budget Stabilization Account for "rainy day" purposes. The Rainy Day Fund balance consists of the Special Fund for Economic Uncertainties (which is the General Fund Ending Balance less special reserves) and the Budget Stabilization Account (BSA); however, withdrawals from the BSA are subject to provisions of Proposition 2, 2014. The Ending Balance is only the General Fund balance and excludes the Budget Stabilization Account (a rainy day reserve held in a separate fund). The excluded amounts are \$1,606.4 million in FY 2015 and an additional \$1,854 million added in FY 2016. Adding these amounts to the FY 2016 Ending Balance, the projected "Total Balance" is \$5,546.7 million in FY 2016.

(e) Ending balance of \$542.3M is \$69.0M short of the \$611.32M GF reserve requirement for a 6.5% reserve. (The \$542.3M equates to a 5.8% reserve.)

(f) FY 2016: Revenue adjustments include a \$25.0 million transfer of FY 2016 Resources to FY 2017. The reported rainy day fund balance includes the ending balance.

(g) Figures based on enacted FY 2016 General Fund appropriations and revenue estimates contained in HJR 9 of the 148th General Assembly. Revenue adjustments from the June 2015 DEFAC Fiscal Year 2016 revenue forecast include a \$20 million increase to the General Fund by funding the annual Farmland Preservation and Open Space programs funding through special funds, an additional \$5.0 million increase to the General Fund by directing the Energy Efficiency Investment Fund annual funding be deposited to the General Fund, and an increase of \$40 million by waiving the earmark of Abandoned Property funds to the Transportation Trust Fund.

(h) Georgia does not project future Rainy Day fund balances, but expects the reserve to continue to grow in future years.

(i) Transfer to include: Budget Stabilization Fund—\$29,535,200, Commerce Opportunity Grant—\$1,750,000, Wolf Control Fund—\$400,000, Economic Recovery Reserve Fund for FY 2017—27th payroll cost—\$20,000,000, \$500,000 Water Board for aquifer recharge, and \$27,000,000 to Fire Suppression fund for anticipated cost for the 2015 fire season. Transfers in include \$780,000 from the Consolidated Election Fund. Other adjustments include \$10,933,500 for legislation with a fiscal impact.

(j) As of November 12, 2015, Illinois had not yet enacted a budget for fiscal 2016.

(k) Revenue adjustments include the SGO tax credit cap increase, teacher tax credit, income tax credit for certain hospitals, SOS paper business filing fees, outside acts, and a transfer from the Political Subdivision Risk Management Fund. Expenditure adjustments include reversions from distributions, capital, and reconciliations; the cost of a 13th check for pension recipients; transfer to the Major Moves 2020 trust fund; transfer to the tuition reserve fund; and state agency and university line item capital projects.

(l) Revenue adjustments include an estimated \$330.0 million of residual funds transferred to the General Fund after the Reserve Funds are filled to their statutorily set maximum amounts. The Ending

balance of the General Fund is transferred in the current fiscal year to the Reserve Funds in the subsequent fiscal year. After the Reserve Funds are at their statutorily set maximum amounts, the remainder of the funds are transferred back to the General Fund in that subsequent fiscal year. Also included in revenue adjustments is an \$11.2 million adjustment for the legislative changes approved by the Legislature and signed by the Governor. FY2016 Revenues are based upon the March 2015 Revenue Estimating Conference estimates.

(m) Kansas does not have a "Rainy Day" fund. However, the balanced budget provision of the constitution requires revenues to finance the approved budget.

(n) Revenue includes \$72.4 million in Tobacco Settlement funds. Adjustment for Revenues includes \$109.8 million that represents appropriation balances carried over from the prior fiscal year, and \$77.4 million from fund transfers into the General Fund. Adjustment to Expenditures represents appropriation balances forwarded to the next fiscal year.

(o) Revenues adjustments—Includes \$261.3 from Tax Credit Suspension and \$30.3 from various funds. Expenditure adjustments—Includes \$18.8 Preamble reduction and a \$102.9 MOF substitution per Act 16 of the 2015 legislative session. Rainy Day Fund Balance—One-third of the fund balance may be used during the fiscal year.

(p) Revenue and Expenditure adjustments reflect legislatively authorized transfers. Previous surveys included only the Budget Stabilization Fund. This survey reflects the total of all General Fund reserves.

(q) Revenue adjustments include \$17.4 million in transfers from tax credit reserves and \$4.5 million in transfers from other funds. There is an additional transfer of \$34.0 million from the Rainy Day Fund, which are funds in excess of the State's goal of maintaining a Rainy Day Fund of 5% of the State's annual General Fund revenue. Expenditure adjustments include -\$30 million in unidentified estimated reversions to the unappropriated General Fund balance.

(r) May differ from prior submissions, as pensions are now treated as budgetary expense; added to revenue and expenditures.

(s) Fiscal 2016 revenue adjustments include the impact of federal and state law changes (-\$949.4 million); revenue sharing payments to local government units (-\$468.5 million); deposits from restricted funds (\$408.7 million); deposit to the rainy day fund (-\$95.0 million); and general fund revenue dedicated for roads (-\$400.0 million). Fiscal 2016 expenditures include \$98.5 million in one-time spending financed from one-time revenue, excluding deposit to the rainy day fund, and funds earmarked for transportation.

(t) Ending balance includes cash flow account of \$350 million, budget reserve account of \$994.3 million, and stadium reserve of \$13.8 million.

(u) Revenue adjustments include transfers from other funds into the general revenue fund. The above expenditures assume expenditure restrictions.

(v) FY 16 expenditures include the actual transfer made to the state's fire fund due to revenues exceeding the official estimate in FY 2015 and reversions in excess of 0.5%.

(w) Revenue adjustments are transfers between the General Fund and other funds. Per Nebraska law, includes an estimated transfer of \$61.5 million to the Cash Reserve Fund (Rainy Day Fund) of the amount the prior year's net General Fund receipts are estimated to exceed the official forecast. Among others, also includes a \$202 million transfer (a \$64 million increase) from the General Fund to the Property Tax Credit Cash Fund. Expenditure adjustments represent \$5 million reserved for potential deficit appropriations and a net \$354 million reserved for authorized reappropriations and carryover obligations from FY 2015.

(x) Revenue adjustments are restricted revenue and estimated reversions. Expenditure adjustments are restricted transfers.

(y) Expenditure Adjustments: The enacted FY 2016 budget anticipates moving \$79.4 million to the Education Trust Fund and moving \$7 million to the Fish and Game Fund at year end.

(z) FY16 expenditure amounts reflect the FY16 budget appropriation as passed during the 2015 Legislative Session. Revenue Amounts reflect the August 2015 estimate.

(aa) The ending balance includes approximately \$1.8 billion in rainy day reserve funds, \$60 million reserved to cover costs of potential retroactive labor settlements with certain unions, \$74 million in a community projects fund, \$500 million reserved for debt reduction, \$21 million reserved for litigation risks, and approximately \$1 billion in proceeds from monetary settlements.

STATE FINANCE

FISCAL 2016 STATE GENERAL FUND, APPROPRIATED—Continued (In millions of dollars)

(bb) Revenue adjustments are a \$657.0 million transfer from the tax relief fund into the general fund.

(cc) Estimated FY 2016 include expenditures against prior year encumbrances as well as \$810.9 million in transfers out of the GRF. \$526.6 million of the \$810.9 million in transfers out will go to the Budget Stabilization (Rainy Day) Fund. Medicaid expansion was not funded through the General Revenue Fund (GRF) in fiscal 2015, but it is in fiscal 2016. This change is responsible for the majority of the fiscal 2016 growth. In addition, federal reimbursements for Medicaid expenditures funded from the GRF are deposited into the GRF. This will tend to make Ohio's GRF expenditures look higher relative to most states that don't follow this practice.

(dd) Revenue and expenditure adjustments cannot be calculated at this time; nor can we calculate the final balance of the Rainy Day Fund at year-end.

(ee) Revenue adjustments include: transfer 2013-15 biennium ending GF balance to Rainy Day Fund (up to 1% of total biennial budget appropriation); cost of Tax Anticipation Notes; a statutory transfer to local governments for local property tax relief; and, refund of personal income tax collections/revenues that exceeded the 2015 "close of session" forecast (aka "kicker"). Expenditures represent 48% of the 2015-17 (Biennium) Legislatively Adopted Budget.

(ff) As of November 12, 2015, Pennsylvania had not yet enacted a budget for fiscal 2016.

(gg) Adjustments to revenues reflect a transfer of \$109.9 million to the Budget Reserve Fund.

(hh) Revenue Adjustments: Includes \$77.3 in nonrecurring revenues from a legal settlements and a transfer of excess cash from the State's Unclaimed Property Fund. Expenditure Adjustments include FY14-15 Capital Reserve Funds transferred to State agencies.

(ii) The beginning balance of \$21.5 million and adjustment to expenditures reflect the prior year's ending balance which is transferred to the rainy day fund.

(jj) Revenue Adjustments include -\$76.5 million transfer to Rainy Day Fund and \$6.1 million transfer from TennCare Reserve Fund.

Expenditure Adjustments include \$135.4 million transfer to capital outlay projects fund; \$176.1 million transfer to state office buildings and support facilities fund; \$3.8 million transfer to debt service fund; and \$1.0 million transfer to reserves for dedicated revenue appropriations. Ending Balance includes \$348.2 million undesignated balance.

(kk) Revenue adjustment for transfers to the Economic Stabilization and State Highway Funds (-\$2,395m). Enacted general fund spending amount for FY 2016 comes from Conference Committee Report for H.B. No. 1. Texas is projected to have an \$11.1 billion balance in its Economic Stabilization Fund at the end of fiscal 2017. The \$9.9 billion figure is an estimate for fiscal 2016 based on this biennial projection and expected transfers to the ESF.

(ll) Includes transfers from previous year balance, to/from Rainy Day Fund, and special revenue funds.

(mm) Adjustments = net transfer effect in/out of the General Fund

(nn) Adjustments include fund transfers between General Fund and other accounts, and changes made by the 2015 Legislature.

(oo) Fiscal Year 2016 Beginning balance includes \$368.2 million in Reappropriations, Unappropriated Surplus Balance of \$12.8 million, \$0.2 million of cash balance adjustments, and FY 2015 13th month expenditures of \$38.4 million. Expenditures include Regular funds and surplus funds and \$38.4 million of 31 day prior year expenditures. Revenue adjustments are prior year redeposits and special revenue expirations. Expenditure adjustment represents the amount to be transferred to the Rainy Day Fund. The ending balance is mostly the historically carried forward reappropriation amounts that will remain and be reappropriated to the next fiscal year, the 13th month expenditures & any unappropriated surplus balance.

(pp) Revenue adjustments include Tribal Gaming, \$23.4 million and Other Revenue, \$516.1 million. Expenditure adjustments include Transfers to Transportation fund \$38.0 million; Lapses, —\$349.2 million; and Compensation Reserves, \$10.7 million.

(qq) Wyoming budgets on a biennial basis. To arrive at annual figures certain assumptions and estimates were required.