



Office of Fiscal Analysis

FY 17 GENERAL FUND BUDGET PROJECTION

May 25, 2017

Summary

We are projecting a deficit of \$317.1 million. This new deficit projection reflects the impact of rescissions, which are expected to reduce spending by \$35.7 million. In addition, other newly recognized lapses of \$26.7 million (primarily in Medicaid) improve the bottom line by \$62.4 million in total relative to the last budget projection.

Highlights

Rescissions Yield Savings

The Governor's rescissions of May 10th total \$70.5 million across various line items in the General Fund. OFA's last budget projection anticipated that \$34.8 million of the total would have lapsed absent rescissions.

Further Revenue Risk to FY 17

Approximately \$3.1 billion remains to be collected to meet consensus revenue projections of May 1st. Relatively slight variances from projections for the remainder of FY 17 could significantly alter the balance subsequent to deficit mitigation actions. In particular, Income and Sales Tax revenues collected through the first week of August will be counted towards FY 17 in keeping with established practice.

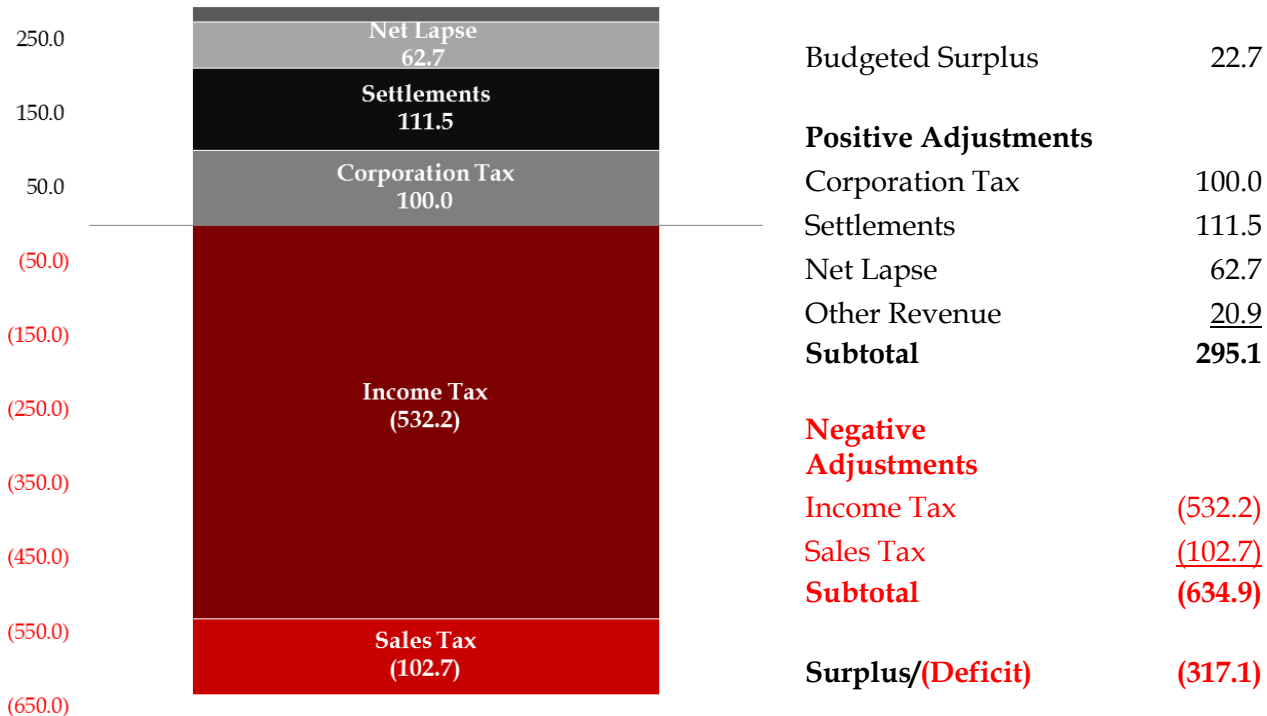
Figure 1. General Fund Overview

In Millions of Dollars

	Budget	May Estimate	Difference from Budget	
			\$	%
Revenues	17,886.7	17,484.2	(402.5)	-2.3%
Expenditures	<u>17,864.0</u>	<u>17,801.3</u>	(62.7)	-0.4%
Surplus/(Deficit)	22.7	(317.1)	(339.8)	-1.9%

Figure 2. Major Items Contributing to Surplus/ (Deficit)

In Millions of Dollars



Links

[Deficient Agency Table](#)

[Expenditure Details Table](#)

[Revenue Details Table](#)