



# Office of Fiscal Analysis

FY 18 GENERAL FUND BUDGET PROJECTION

May 25, 2018

## Summary

We are projecting an FY 18 deficit of \$720.9 million once the volatility adjustment is taken into account.

## Highlights

The revised FY 19 Budget authorizes a total carry forward of approximately \$341.7 million from FY 18 to FY 19. Carry forwards maintain the authority to spend appropriations after the end of the fiscal year in which the initial appropriations were made. Absent carry forwards, these funds would have lapsed in FY 18 and thus positively impacted the year-end operating balance of the General Fund.

**Figure 1. General Fund Overview**

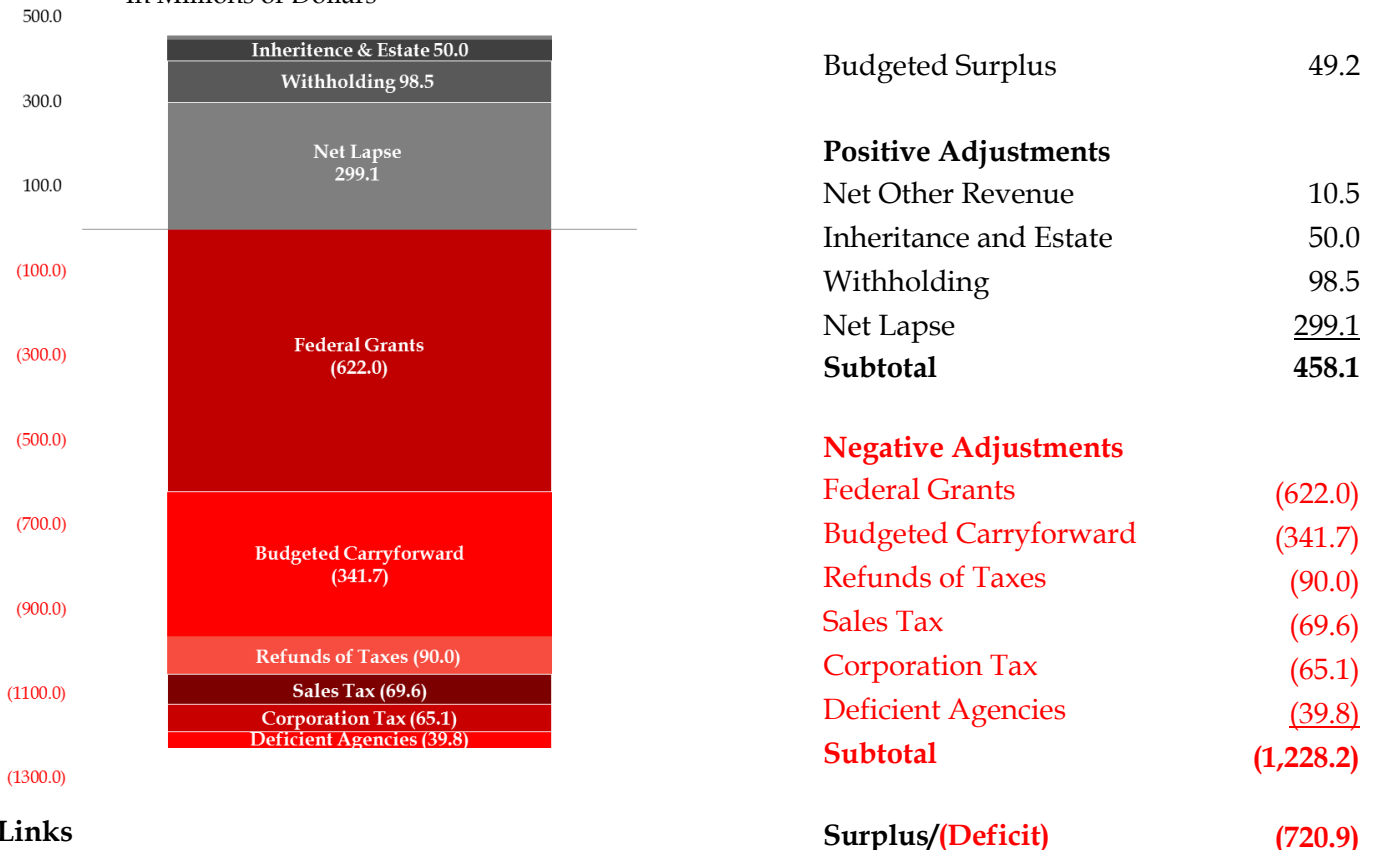
In Millions of Dollars

	Budget	May Estimate	Difference from Budget	
			\$	%
Revenues	18,739.3	18,051.6	(687.7)	-3.7%
Expenditures	<u>18,690.1</u>	<u>18,772.5</u>	<u>82.4</u>	<u>0.4%</u>
<b>Surplus/(Deficit)</b>	<b>49.2</b>	<b>(720.9)</b>	<b>(770.1)</b>	<b>-4.1%</b>

Once the \$1,290 million volatility adjustment, current year deficit and \$16.1 million direct transfer from the Budget Reserve Fund to the Retired Teachers' Health Service Fund are taken into account, the balance of the Budget Reserve Fund is expected to improve by \$553 million to approximately \$765.9 million, which is equal to 4.03% of the revised FY 19 General Fund budget.

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

In Millions of Dollars



## Links

- [Deficient Agency Table](#)
- [Expenditure Details Table](#)
- [Revenue Details Table](#)