FY 15 Revised Budget Statutory Spending Cap Calculations (in millions)

<table>
<thead>
<tr>
<th>Biennial Budget</th>
<th>FY 2013-14</th>
<th>FY 2014-15</th>
</tr>
</thead>
<tbody>
<tr>
<td>Enacted Budget</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total All Appropriated Funds - Prior Year</td>
<td>$20,685.0</td>
<td>$18,606.5</td>
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<tr>
<td>Net Approp Medicaid/SSMF (FY 15)- Base Adj.</td>
<td>2,225.3</td>
<td>3.2</td>
</tr>
<tr>
<td>Extraordinary Spending</td>
<td>0.0</td>
<td>0.0</td>
</tr>
<tr>
<td>$18,459.8</td>
<td>$18,603.4</td>
<td></td>
</tr>
</tbody>
</table>

Less "Non-Capped" Expenditures:
- Debt Service | 2,328.9 | 2,174.6 |
- Statutory Grants to Distressed Municipalities | 1,550.6 | 1,527.5 |

Total "Non-Capped" Expenditures - Prior Year | 3,879.6 | 3,702.1 |

Total "Capped" Expenditures:
- Times Five-Year Average Growth in Personal Income | 1.79% | 1.74% |

Allowable "Capped" Growth | 261.1 | 258.8 |
"Capped" Expenditures | 14,841.3 | 15,160.0 |

Plus "Non-Capped" Expenditures:
- Debt Service | 2,174.6 | 2,293.3 |
- Federal Mandates and Court Orders (new $) | 61.7 | 18.0 |
- Statutory Grants to Distressed Municipalities | 1,529.3 | 1,574.3 |

Total "Non-Capped" Expenditures | 3,765.7 | 3,885.6 |

Total All Expenditures Allowed | 18,606.9 | 19,045.6 |
Appropriation for this year | 18,606.5 | 19,044.9 |

Amount Total Appropriations are Over/ (Under) the Cap | $ (0.4) | $ (0.7) |

[a]: Adjusted to reflect deficiency appropriations contained in HB 5034  
[b]: Adjusted to reflect new distressed grant percentages  
[c]: Updated to reflect Moody's 1/20/2014 data