



Office of Fiscal Analysis

FY 18 GENERAL FUND BUDGET PROJECTION

June 25, 2018

Summary

We are projecting an FY 18 deficit of \$642.4 million once the volatility adjustment is taken into account.

Highlights

The deficit projection has improved by \$78.5 million since our statement of May 25th. Spending projections are down \$43.9 million and revenue projections are up \$34.6 million. Adjustments to the Medicaid line item and Corporation Business Tax make up the bulk of the improved outlook for spending and revenues, respectively.

Figure 1. General Fund Overview

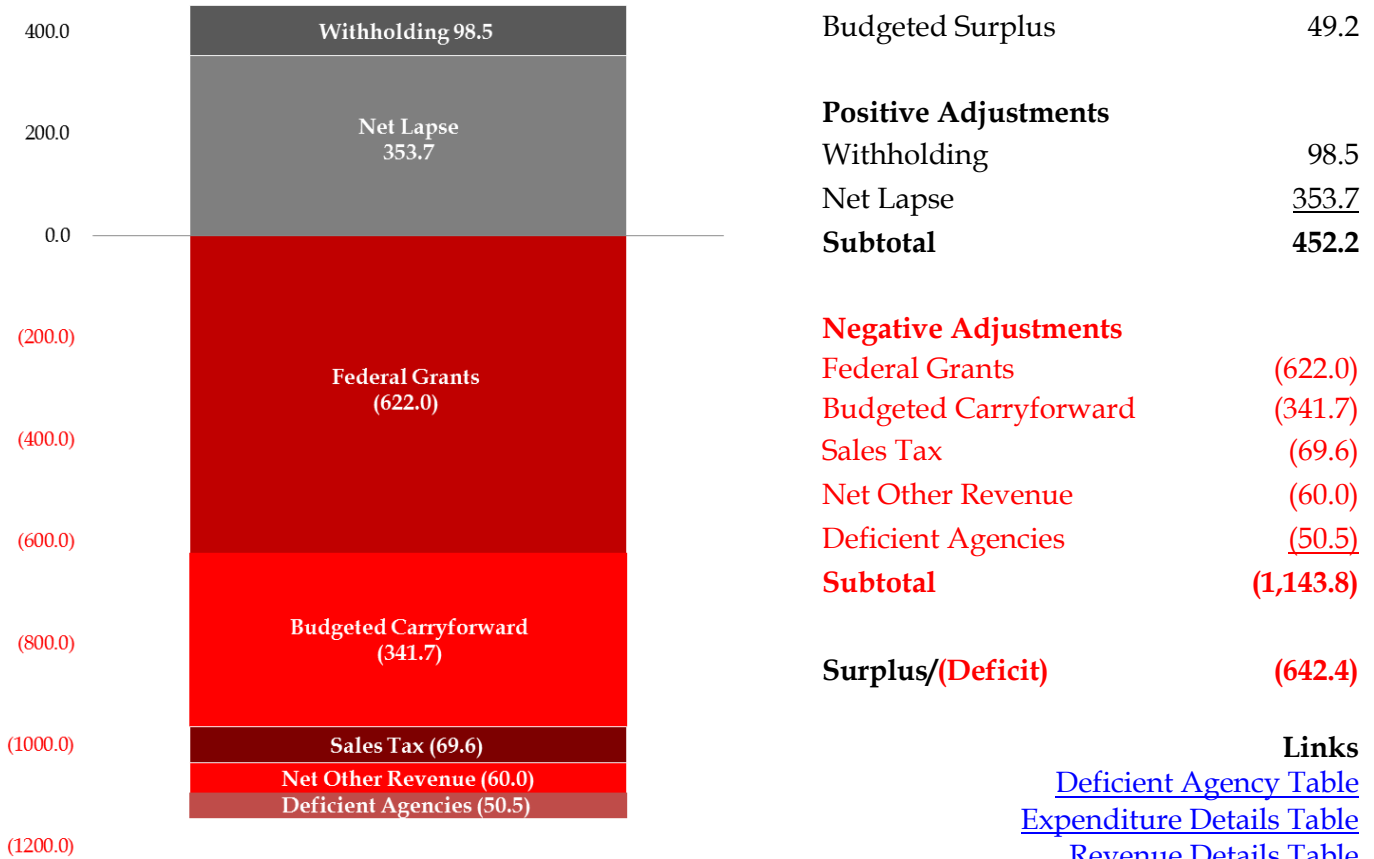
In Millions of Dollars

	Budget	June Estimate	Difference from Budget	
			\$	%
Revenues	18,739.3	18,086.2	(653.1)	-3.5%
Expenditures	<u>18,690.1</u>	<u>18,728.6</u>	<u>38.6</u>	<u>0.2%</u>
Surplus/(Deficit)	49.2	(642.4)	(691.7)	-3.7%

Separately, the projected volatility transfer to the Budget Reserve Fund has increased by \$100 million from \$1.29 billion to \$1.39 billion. Projected revenues in the Estimated and Final payments portion of the Personal Income Tax, which is governed by the volatility transfer, are up \$100 million since last month's projection.

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

In Millions of Dollars



Links

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