

**General Fund Multi-Year Forecast
2023-24 Governor's Budget**

(Dollars in Millions)

	2022-23	2023-24	2024-25	2025-26	2026-27
RESOURCES:					
Prior Year Balance	\$52,713	\$21,521	\$8,081	-\$1,188	-\$9,985
Revenues/Transfers	\$210,503	\$211,085	\$213,412	\$217,099	\$226,327
Transfer to Budget Stabilization Account	-\$1,620	-\$911	-\$344	-\$627	-\$879
Total Resources	\$261,597	\$231,695	\$221,149	\$215,283	\$215,464
EXPENDITURES:					
Proposition 98	\$79,103	\$79,613	\$82,510	\$86,014	\$89,522
Proposition 28 Arts and Music Education	\$0	\$941	\$0	\$0	\$0
Non-Proposition 98	\$160,973	\$142,110	\$138,488	\$138,147	\$138,964
Prop 2 Infrastructure/Deferred Maintenance	\$0	\$951	\$1,339	\$1,107	\$971
Total Expenditures	\$240,076	\$223,614	\$222,338	\$225,268	\$229,457
FUND BALANCES:					
	\$21,521	\$8,081	-\$1,188	-\$9,985	-\$13,993
Reserve for Encumbrances	\$4,276	\$4,276	\$4,276	\$4,276	\$4,276
SFEU	\$17,245	\$3,805	-\$5,465	-\$14,261	-\$18,269
Safety Net Reserve	\$900	\$900	\$900	\$900	\$900
Budget Stabilization Account (Mandatory Deposits)	\$19,688	\$20,599	\$20,943	\$21,570	\$22,449
Budget Stabilization Account (Total Deposits)	\$21,487	\$22,398	\$22,742	\$23,369	\$24,248
Public School System Stabilization Account	\$8,108	\$8,473	\$8,473	\$8,473	\$8,473
Total Reserves	\$47,740	\$35,576	\$26,650	\$18,481	\$15,352
BSA mandatory balance as a percentage of General Fund Tax Proceeds	9.5%	10.0%	10.0%	10.0%	10.0%
SFEU/Safety Net/PSSSA/Total BSA as a percentage of Total Resources	18.2%	15.4%	12.1%	8.6%	7.1%
Operating Surplus/Deficit with BSA Transfer	-\$31,192	-\$13,440	-\$9,270	-\$8,796	-\$4,008
One-time Investments (Prior years)	\$32,414	\$27,785	\$13,873	\$8,242	\$0
One-time Investments (One-time/Solutions)	-\$4,188	-\$12,631	-\$4,603	-\$2,196	\$0
Operating Surplus/Deficit--Excluding One-Time	-\$2,966	\$1,714	\$1	-\$2,750	-\$4,008

Note: Totals may not add due to rounding

Debts and Liabilities Eligible for Payments Under Proposition 2

2023-24 Governor's Budget

(Dollars in Millions)

	Outstanding Amount at Start of 2023-24 ^{2/}	Proposed Use of 2023-24 Pay Down	Proposed Use of 2024-25 Pay Down	Proposed Use of 2025-26 Pay Down	Proposed Use of 2026-27 Pay Down
State Retirement Liabilities					
1 State Retiree Health	95,510	390	400	410	420
2a State Employee Pensions—SB 84 Loan from SMIF		290	836	590	556
2b State Employee Pensions	43,639	1,182	447	734	874
3 Teachers' Pensions ^{1/}	60,136	0	0	0	0
4 Judges' Pensions	2,299	0	0	0	0
Total	\$201,584	\$1,862	\$1,683	\$1,734	\$1,850

^{1/} The state portion of the unfunded liability for teachers' pensions is \$13.065 billion.

^{2/} For retiree health and pensions, the amounts reflect latest actuarial report available.

Projections of 2023-24 General Fund

(Dollars in Millions)

	2023-24 Governor's Budget^{1/}	2022 Budget Act	2021 Budget Act	2020 Budget Act	2019 Budget Act
Total Revenues and Transfers	\$210,174	\$232,424	\$183,926	\$134,925	Not Available
Total Expenditures	\$223,614	\$238,678	\$186,786	\$152,654	Not Available

This information is provided in compliance with SB 15 (Chapter 737, Statutes of 2011), which requires that the projection of the 2023-24 General Fund total resources and total expenditures be accompanied by the projections for the same year from the previous four budget acts. Each forecast is based on the assumptions in place at that time.

The 2023-24 Governor's Budget multi-year projection is based on existing state/federal law and state policies, adjusted for changes included in the 2023-24 Governor's Budget. It reflects various assumptions depending on the particular program regarding changes in enrollment, caseload, and population. The projections also use various cost escalation and COLA factors.

^{1/}Pursuant to Proposition 2 of 2014, the 2023-24 Governor's Budget projected revenues and transfers are reduced by \$911 million reflecting the estimated required transfer to the Budget Stabilization Account; and the budget includes \$1.862 billion to pay down debt, as reflected on the previous page.