

**PRELIMINARY STATEMENT I (AS OF 10/31/01)  
GENERAL FUND - ESTIMATED FUNDS AVAILABLE FOR FY 03 APPROPRIATIONS**

	PROJECTED FY 2002 REVENUE GROWTH RATES						
	-6.42%	-1%	0%	-3.25%	0.7%	1.5%	2.0%
General Fund Cash Balance as of July 1, 2000	\$21,236,957	\$21,236,957	\$21,236,957	\$21,236,957	\$21,236,957	\$21,236,957	\$21,236,957
Transfer(s) from Working Cash Stabilization Fund	\$50,000,000	\$50,000,000	\$50,000,000	\$50,000,000	\$50,000,000	\$50,000,000	\$50,000,000
Transfers to General Fund (State Source Special Funds)	\$12,295,000	\$12,295,000	\$12,295,000	\$12,295,000	\$12,295,000	\$12,295,000	\$12,295,000
FY 01 Revenue	3,443,572,832	3,443,572,832	3,443,572,832	3,443,572,832	3,443,572,832	3,443,572,832	3,443,572,832
<b>Total Funds Available for FY 2001 (including 2% holdback)</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>	<b>\$3,527,104,789</b>
Less: Total Budget for FY 2001							
Total Current and Deferred General Fund Appropriations	\$3,614,832,806	\$3,614,832,806	\$3,614,832,806	\$3,614,832,806	\$3,614,832,806	\$3,614,832,806	\$3,614,832,806
Reappropriations and From and Afters from FY 2000	17,139,825	17,139,825	17,139,825	17,139,825	17,139,825	17,139,825	17,139,825
General Fund Budget Cuts pursuant to Code Section 27-104-13	(\$106,868,003)	(\$106,868,003)	(\$106,868,003)	(\$106,868,003)	(\$106,868,003)	(\$106,868,003)	(\$106,868,003)
Subtotal	\$3,525,104,628	\$3,525,104,628	\$3,525,104,628	\$3,525,104,628	\$3,525,104,628	\$3,525,104,628	\$3,525,104,628
Plus: Lapse from FY 2001 (unencumbered 8793272 encumbered 10076930)	\$18,870,202	\$18,870,202	\$18,870,202	\$18,870,202	\$18,870,202	\$18,870,202	\$18,870,202
<b>Total FY 2001 Ending Cash Balance</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>	<b>\$20,870,363</b>
Less: 50% Transfer to Working Cash Stabilization Fund (unencumbered)	\$5,396,717	\$5,396,717	\$5,396,717	\$5,396,717	\$5,396,717	\$5,396,717	\$5,396,717
<b>General Fund Cash Balance as of July 1, 2001</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>	<b>\$15,473,647</b>
Governor's Revenue Projections (-1%, 0%, 1%, 1.5%, 2% FY 02/FY 01 Preliminary)	\$3,222,495,456	\$3,409,137,104	\$3,443,572,832	\$3,331,656,715	\$3,467,677,842	\$3,495,226,424	\$3,512,444,289
Subtotal - Fund Available for FY 2002	\$3,237,969,103	\$3,424,610,750	\$3,459,046,479	\$3,347,130,361	\$3,483,151,488	\$3,510,700,071	\$3,527,917,935
Less Transfer to Budget Contingency Fund	(\$32,200,000)	(\$32,200,000)	(\$32,200,000)	(\$32,200,000)	(\$32,200,000)	(\$32,200,000)	(\$32,200,000)
<b>Total Funds Available for FY 2002</b>	<b>\$3,205,769,103</b>	<b>\$3,392,410,750</b>	<b>\$3,426,846,479</b>	<b>\$3,314,930,361</b>	<b>\$3,450,951,488</b>	<b>\$3,478,500,071</b>	<b>\$3,495,717,935</b>
Less: Legislative Appropriations (FY 02 + reappropriations)	\$3,551,886,600	\$3,551,886,600	\$3,551,886,600	\$3,551,886,600	\$3,551,886,600	\$3,551,886,600	\$3,551,886,600
Less: FY 02 General Fund Deficits (Estimated)	\$0	\$150,000,000	\$150,000,000	\$0	\$0	\$150,000,000	\$150,000,000
<b>Subtotal</b>	<b>(\$346,117,497)</b>	<b>(\$309,475,850)</b>	<b>(\$275,040,122)</b>	<b>(\$236,956,239)</b>	<b>(\$100,935,112)</b>	<b>(\$223,386,529)</b>	<b>(\$206,168,665)</b>
<b>FY 02 BUDGET REVISIONS &amp; TRANSFERS FROM WORKING CASH STABILIZATION FUND*</b>	<b>\$346,117,497</b>	<b>\$309,475,850</b>	<b>\$275,040,122</b>	<b>\$236,956,239</b>	<b>\$100,935,112</b>	<b>\$223,386,529</b>	<b>\$206,168,665</b>
<b>Estimated General Fund Cash Balance as of 6/30/02</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

\* Reflects expenditure of 2% holdback

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It is recommended that the Medicaid deficit be addressed with tobacco settlement revenue. Up to \$50 Mil may be transferred from Working Cash Stabilization Fund during FY 02.

FY 02 Deficits & Additionals:  
Total = \$142,466,907 (rounded to \$150 Mil)  
\$124,641,760 Medicaid  
\$ 252,847 Veterans Affairs Board  
\$ 11,201,230 Corrections  
\$ 6,371,070 DFA Additional (Security Measures)

PROJECTED FY 2003 REVENUE GROWTH RATES (BASED UPON 1% FY 2002 GROWTH RATE)

	-1%	-1%	0%	-1%	1%	1.5%	2%	3%	4%
Projected General Fund Balance as of July 1, 2002	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Plus: Anticipated Lapse from FY 2002	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000	\$2,000,000
Preliminary FY 03 Revenue Estimate (assume FY 02 = \$3,478,008,560)	3,433,001,063	3,433,001,063	3,467,677,842	3,433,001,063	3,502,354,620	3,519,693,009	3,537,031,399	3,600,083,217	3,652,942,060
Total Funds Available for FY 2003 (including 2% Holdback)	\$3,435,001,063	\$3,435,001,063	\$3,469,677,842	\$3,435,001,063	\$3,504,354,620	\$3,521,693,009	\$3,539,031,399	\$3,602,083,217	\$3,654,942,060
Less: 2% Holdback	\$68,700,021	\$68,700,021	\$69,393,557	\$68,700,021	\$70,087,092	\$70,433,860	\$70,780,628	\$72,041,664	\$73,098,841
Executive Budget Recommendation - Maximum	\$3,366,301,042	\$3,366,301,042	\$3,400,284,285	\$3,366,301,042	\$3,434,267,528	\$3,451,259,149	\$3,468,250,771	\$3,530,041,553	\$3,581,843,219
Subtotal	\$3,435,001,063	\$3,435,001,063	\$3,469,677,842	\$3,435,001,063	\$3,504,354,620	\$3,521,693,009	\$3,539,031,399	\$3,602,083,217	\$3,654,942,060
Total Estimated FY 2003 Ending Cash Balance*****	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

\*\*\*\*\* Not inclusive of 2% holdback

NOTE: Above figures do not reflect the expenditure of any tobacco settlement revenue and its impact on the budget as a whole.

\*\* FY 02 figures include no deficit appropriations

WHAT THIS MEANS TO GENERAL FUND AGENCIES  
 ASSUMING \$50,000,000 IS TRANSFERRED FROM  
 WORKING CASH STABILIZATION FUND & \$10 Mil from special funds

(\$286,117,497) (\$176,956,239) (\$40,935,112)

TRANSLATED TO % CUT FOR GENERAL FUND AGENCIES  
 ADMINISTERED ACROSS THE BOARD (NO EXEMPTIONS)

-8.06% -4.98% -1.15%