

**COMBINED GENERAL REVENUE AND WORKING CAPITAL FUNDS**

**FINANCIAL OUTLOOK STATEMENT**

FY 2003-04 and FY 2004-05  
(MILLIONS OF DOLLARS)

DATE: 13-Jan-2004  
TIME: 3:39 PM

	<u>RECURRING FUNDS</u>	<u>NON- RECURRING FUNDS</u>	<u>TOTAL ALL FUNDS</u>
<b>FUNDS AVAILABLE 2003-04</b>			
Balance forward from 02-03	0.0	678.4	678.4
Estimated revenues (D)	20,566.5	303.3	20,869.8
Transfers from trust funds	0.0	726.3	726.3
Legal settlements	0.0	20.0	20.0
Midyear reversions	0.0	56.2	56.2
FCO reversions	0.0	2.0	2.0
Cancellation of warrants	0.0	2.0	2.0
Federal funds interest earnings rebate	(4.3)	0.0	(4.3)
JGTRRA flexible federal assistance (D)	0.0	543.5	543.5
Total 2003-04 funds available	<u>20,562.2</u>	<u>2,331.7</u>	<u>22,893.9</u>
<b>EFFECTIVE APPROPRIATIONS 2003-04</b>			
General Appropriations Act Sections 1-7	21,104.2	111.8	21,216.0
General Appropriations Act Section 19	0.0	3.4	3.4
Transfer to Budget Stabilization Fund	0.0	7.5	7.5
Reappropriations/GAA	0.0	32.2	32.2
Vetoes	(1.7)	(1.2)	(2.9)
Supplemental appropriations (Session "D")	30.2	19.0	49.2
Supplemental appropriations (Session "E")	0.0	348.0	348.0
Disaster/emergency spending	0.0	19.9	19.9
Budget amendment (EOG #0037)(C)	0.0	(413.4)	(413.4)
Total 03-04 effective appropriations	<u>21,132.7</u>	<u>127.2</u>	<u>21,259.9</u>
ENDING BALANCE/WORKING CAPITAL FUND	<u>(570.5)</u>	<u>2,204.5</u>	<u>1,634.0</u>
<b>FUNDS AVAILABLE 2004-05</b>			
Balance forward from 03-04	0.0	1,634.0	1,634.0
Estimated revenues (D)	21,298.2	275.4	21,573.6
Unused appropriations	0.0	85.0	85.0
Midyear reversions	0.0	31.2	31.2
FCO reversions	0.0	2.0	2.0
Cancellation of warrants	0.0	2.0	2.0
Federal funds interest earnings rebate	(4.3)	0.0	(4.3)
Total 2004-05 funds available	<u>21,293.9</u>	<u>2,029.6</u>	<u>23,323.5</u>

FOOTNOTES

(A) The FY 2003-04 balance in the Budget Stabilization Fund will be \$966.4 million. The required FY 2004-05 balance in the Budget Stabilization Fund is projected at \$999.2 million. This will require a contribution of \$32.8 million.

(B) This financial statement is based on current law as it is currently administered. It does not include the potential effect of any legal actions which might affect revenues or appropriations. The Attorney General periodically issues an update on any such litigation. In addition, it does not recognize any deficits in any spending programs unless specifically stated.

(C) Based on the temporary change in the Federal Medical Assistance Percentage rate, federal matching assistance payments for Medicaid for April 1, 2003-June 30, 2004 are estimated to be sufficient to allow a \$413.4 million reduction in required state funds for FY 2003-04. Section 36 of the 2003 GAA authorizes a budget amendment to reduce the General Revenue appropriation for Medicaid by the amount of the reduced state funding requirement.

(D) The effect of the additional bonus depreciation contained in the federal Jobs and Growth Tax Relief Reconciliation Act of 2003 on corporate income tax collections has not been included in the revenue estimates, as legislative action would be required to incorporate those changes into the state corporate income tax code.