

Multiyear General Fund Budget Projections
(Amounts Expressed in Millions)

| | Forecast 2004-05 | Change | Projection 2005-06 | Change | Projection 2006-07 | Change | Projection 2007-08 | Change | Projection 2008-09 | Change |
|---|-----------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|-------------------------------|---------------|
| Departmental Net Cost | 485.5 | 22.1 | 505.0 | 19.5 | 554.8 | 49.8 | 571.4 | 16.6 | 588.7 | 17.3 |
| Carryover | 18.0 | -11.3 | 20.0 | 2.0 | 20.0 | 0.0 | 20.0 | 0.0 | 20.0 | 0.0 |
| Net Department Requirement | 467.5 | 33.4 | 485.0 | 17.5 | 534.8 | 49.8 | 551.4 | 16.6 | 568.7 | 17.3 |
| General Purpose Financing | 427.0 | -17.1 | 451.5 | 24.5 | 474.5 | 23.0 | 497.2 | 22.7 | 522.8 | 25.7 |
| Base Budget Balance / (Deficit) | -40.5 | -40.5 | -33.5 | 7.0 | -60.3 | -26.9 | -54.2 | 6.1 | -45.8 | 8.4 |
| Retiree Medical / Dental Subsidy | 5.0 | 0.0 | 5.3 | 0.0 | 5.5 | 0.0 | 5.8 | 0.0 | 6.0 | 0.0 |
| Budget Balance / (Deficit) | -45.5 | -45.5 | -38.7 | 6.8 | -65.8 | -27.1 | -60.0 | 5.8 | -51.8 | 8.2 |
| Budget Reductions in 2004-05 | 45.5 | 0.0 | 46.9 | 0.0 | 48.3 | 0.0 | 49.7 | 0.0 | 51.2 | 0.0 |
| Adjusted Budget Balance / Deficit | 0.0 | 0.0 | 8.2 | 0.0 | -17.5 | 0.0 | -10.3 | 0.0 | -0.6 | 0.0 |
| Reduction in General Purpose Financing (State Budget Impact) | 0.0 | 0.0 | -12.2 | -12.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Repayment of VLF Gap Plan | 0.0 | 0.0 | 0.0 | 0.0 | 26.9 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| SB 90 Repayment | 0.0 | 0.0 | 0.0 | 0.0 | 5.0 | 0.0 | 5.0 | 5.0 | 5.0 | 5.0 |
| Reserves Available to Draw Upon for Budget Impacts | 0.0 | 0.0 | 9.3 | 9.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| 2004 POB Debt Service | 0.0 | 0.0 | 0.0 | 0.0 | -4.8 | 0.0 | -4.8 | -4.8 | -4.8 | -4.8 |
| IHSS Residual Program Waiver | 0.0 | 0.0 | 5.0 | 5.0 | 5.0 | 0.0 | 5.0 | 5.0 | 5.0 | 5.0 |
| Carryover Reduction due to deletion of vacancies (salary savings) | 0.0 | 0.0 | -5.0 | -5.0 | -5.0 | 0.0 | -5.0 | -5.0 | -5.0 | -5.0 |
| DSA Equity Raises (effective 6/30/05) | 0.0 | 0.0 | -4.3 | -4.3 | -4.4 | 0.0 | -4.6 | -4.6 | -4.7 | -4.7 |
| Budget Balance/Deficit Adjusted Projected as of September 2004 | 0.0 | 0.0 | 0.9 | -7.2 | 5.1 | 0.0 | -14.7 | -4.4 | -5.1 | -4.5 |