

The Government Cost Savings Task Force

Budget Outlook Presentation

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Budget Shortfall

Available General Revenue

Minus

Current Recurring GR Spending (base)

Critical Needs

Other High Priority Needs

Equals

Projected Budget Shortfall

Old Estimate of 2011-12 GR Shortfall

GR Available for Next Budget	\$24.0 billion
Last Year's Recurring GR Expenditures	\$23.2 billion
Difference	\$800 million
\$\$ Needed for "Continuation Budget"	
"Critical Needs"	\$2.9 billion
"High Priority Needs"	\$3.1 billion
Budget Stabilization Fund	\$0.2 billion
Shortfall "Critical Needs"	\$2.3 billion
Shortfall "Critical & High Priority Needs"	\$5.4 billion

**What Has Changed Since The Last
Shortfall Estimate?**

New Revenue Estimates

(\$ millions)

	FY 09-10	FY 10-11	FY 11-12
Old	21,294.3	22,706.1	24,338.3
New	21,523.1	22,967.0	24,672.7
Increase	228.8	260.9	334.4

Total Increase - \$824.1 million

In addition to \$62.6 million from 2010 law changes

2011-12 GR Budget

GR Available	\$25.5 billion
Last Year's Recurring GR Expenditures	\$22.6 billion
Difference	\$2.9 billion

FMAP could add another \$230 million to available revenue

Medicaid

FY 2010-11

FMAP turned a deficit in Medicaid into a
\$460.5 million surplus

FY 2011-12

\$2 billion deficit

Education

Lottery

\$1.5 billion available

\$1.3 billion current spending

\$200 million (15%) extra

Required Local Effort

Same millage rate will bring in \$60 million more

State School Trust Fund

\$107 million surplus

Education

New Federal Funding

Race to the Top - \$700 million
half to state – half to districts

Education Provision in the FMAP Law