

FY 2010 Spending Gap *

\$779 Million

***Amount Needed to Meet the 99 Percent Expenditure Limitation**



Governor's "6.5 Percent" Cut

\$400 Million



No Salary Increases, Cut Prop Tax Credits

\$142 Million



Revenue Increases *

\$48 million

*** Limiting Tax Credits, Gamblers Assistance Funds, Leftover Federal Funds**



Transfer from Cash Reserves

\$200 Million *

*** CRF has \$465 million; EEF has \$155 million in FY 09 before RIO bill**



Reorganization Savings

\$20 Million

Potential Tax Increases



Allowable Growth Funding at 2 Percent \$86 million *

- * If all districts levied property taxes to replace state funding
- * School districts have \$330 million in reserves



Underfunding Property Tax Credits \$50 million *

- * If all counties pass on the cut to property owners
- * \$200 million to fully fund, \$160 million since FY 2003, Gov rec is \$110 million



Elim Research & Activities Credit - \$13 mil
Cap Business Assistance Tax Credit - \$15 mil



FY 2011 – Replacing One-Time Money \$200 million *

- * Must make up for the use of one-time money in FY 2010

**FY 2007 General Fund Budget
\$5.340 billion**



**FY 2008 General Fund Budget
\$5.888 billion**



**FY 2009 General Fund Budget
\$6.095 billion ***

* After across the board cut, transfers and supplementals



**FY 2010 General Fund Budget
\$6.211 billion**



**If approved, the FY 2010 will be the
largest budget in state's history**