

General Fund: Recent History and Outlook
Fiscal 2014-2016
(\$ in Millions)

	<u>2014</u> <u>Actual</u>	<u>2015</u> <u>Working</u>	<u>2016</u> <u>Baseline</u>
Funds Available			
Ongoing Revenues	\$15,106	\$15,766	\$16,413
Balances and Transfers	652	149	33
One-time Generally Accepted Accounting Principles Transfer	0	0	0
Short-term Revenues	0	71	0
Total Funds Available	\$15,758	\$15,986	\$16,446
Appropriations, Deficiencies, and Cost Containment			
Net Ongoing Operating Costs and Deficiencies	\$15,648	\$16,411	\$16,938
One-time Spending	0	11	0
One-time Spending/Reductions	-126	-166	0
PAYGO Capital	33	1	1
Appropriations to Reserve Fund	55	20	100
Total Spending	\$15,610	\$16,277	\$17,039
Cash Balance/Shortfall	\$148	-\$291	-\$593
Structural			
Balance (Ongoing Revenues Less Operating Costs)	-\$542	-\$645	-\$525
Ratio (Ongoing Revenues/Operating Costs)	96.5%	96.1%	96.9%
Reserve Fund Activity			
Appropriations to State Reserve Fund	\$55	\$20	\$50
Transfers to General Fund	0	0	33
Estimated Rainy Day Fund Balance – June 30	\$763	\$791	\$820
Total Cash (Rainy Day, General Fund Balance)	\$911	\$500	\$227

PAYGO: pay-as-you-go

Potential Fiscal 2015 General Fund Deficiencies and Adjustments (\$ in Millions)

<p>Health and Mental Hygiene: Medicaid enrollment and program changes (\$91.9 million); Medicaid fiscal 2014 carryover deficit (\$38.7 million); timing of potential restoration of Cigarette Restitution Funds due to appeal of arbitration ruling (\$40.0 million); Office of Health Care Quality overspending of federal grants (\$2.5 million); and other (\$0.9 million)</p>	\$174.0
<p>K-12 and Higher Education: Foundation aid support based on shortfall in the Education Trust Fund revenues (\$17.2 million); Student assessment costs (\$17.0 million); health manpower and statewide programs grants (\$2.7 million); and other (\$1.3 million)</p>	38.2
<p>Public Safety and Correctional Services: Overtime (\$10.9 million); inmate medical contract expenses (\$6.5 million); inmate food costs (\$3.5 million); and other (\$0.5 million)</p>	21.4
<p>Statewide Health Insurance Costs: Underfunding of fiscal 2015 health insurance costs (\$13.8 million)</p>	13.8
<p>Other: Maryland Health Benefit Exchange revised funding methodology (\$8.9 million); Baltimore City Convention Center State share of operating deficit (\$2.2 million); Office of the Public Defender panel attorney and other case-related expenses (\$1.9 million); Department of Juvenile Services overtime (\$1.0 million); State Police aviation fleet and general operating expenses (\$1.0 million) and other (\$1.2 million)</p>	16.2
<p><i>Subtotal Deficiencies</i></p>	\$263.7
<p>Transfer Tax Underattainment: Underattainment of transfer tax revenues that support the general fund</p>	\$31.2
<p><i>Subtotal Adjustments</i></p>	\$31.2
<p>Total Deficiencies and Adjustments</p>	\$294.9