

FY 2000 GENERAL FUND ADJUSTMENTS ^{1/}

	Original Forecast ^{2/}	Change	Revised Estimate
REVENUES			
Balance Forward	\$179,324,500	\$76,112,500	\$255,437,000
Revenue	5,795,202,800	167,186,500	5,962,389,300
Triggers - Ch. 5, 1st Special Session	0	(19,667,000)	(19,667,000)
Other Bills - 2nd Regular Session	0	(609,800)	(609,800)
TOTAL REVENUES	<u>\$5,974,527,300</u>	<u>\$223,022,200</u>	<u>\$6,197,549,500</u>
EXPENDITURES			
Original Operating Budget	\$5,938,357,300	\$0	\$5,938,357,300
- Triggers - Ch. 5, 1st Special Session	0	24,000,000	24,000,000
- Supplemental Adjustments - 2nd Regular Session	0	48,918,000	48,918,000
Other Bills - 2nd Regular Session	0	661,200	661,200
Subtotal - Operating Budget	<u>\$5,938,357,300</u>	<u>\$73,579,200</u>	<u>\$6,011,936,500</u>
Original Capital Outlay	\$16,839,400	\$0	\$16,839,400
- Triggers - Ch. 5, 1st Special Session	0	5,323,400	5,323,400
Subtotal Capital Budget	<u>\$16,839,400</u>	<u>\$5,323,400</u>	<u>\$22,162,800</u>
Administrative Adjustments	\$33,000,000	\$16,300,000	\$49,300,000
Revertments	(70,000,000)	4,000,000	(66,000,000)
TOTAL EXPENDITURES	<u>\$5,918,196,700</u>	<u>\$99,202,600</u>	<u>\$6,017,399,300</u>
ENDING BALANCE	\$56,330,600	\$123,819,600	\$180,150,200

For the eighth year in a row, the General Fund did not require mid-year revenue increases, expenditure reductions or fund transfers to remain balanced. The FY 2000 budget, however, did include certain supplemental adjustments.

The 1st Special Session approved a series of tax changes and spending increases that would be “triggered” if actual revenue collections exceeded the budgeted projections. These excess revenue targets were mostly achieved, and as a result, \$48,990,400 in triggered tax reductions and spending increases were enacted. The impact of the enacted triggers on operating spending totals \$24,000,000.

General Fund operating budget supplemental adjustments enacted during the 2nd Regular Session included a total of \$48,918,000. In addition, Other Appropriated Funds increased by a net \$14,702,400. The detail for these adjustments appears on page 238.

Other bills enacted during the 2nd Regular Session added another \$661,200 in FY 2000 General Fund spending, while Other Appropriated Funds were increased by

\$760,000. The 1st Special Session triggers also included a General Fund increase in the capital budget of \$5,323,400.

Higher-than-anticipated revenue growth throughout the fiscal year financed this additional FY 2000 spending. This growth occurred mainly in sales tax collections.

The tax reductions included in the 1st Special Session triggers reduced General Fund revenues by \$19,667,000. In the 2nd Regular Session, the Legislature also approved legislation that resulted in a net revenue reduction of \$609,800. (See page 230 for a schedule of these changes).

Administrative Adjustments were adjusted upward by \$16,300,000 in line with the Executive’s estimates. These changes were primarily due to higher than expected spending in the AHCCCS budget. The Revertment estimate was reduced by \$4,000,000 from \$(70,000,000) to \$(66,000,000). The revised estimate is based on an estimated \$(10,000,000) AHCCCS revertment and a \$(56,000,000) revertment for all other agencies based on historical averages.

1/ This General Fund statement reflects the status of the FY 2000 budget as of the adjournment of the 2000 Regular Session.

2/ The original forecast reflects the FY 2000 budget as of the adjournment of the 1999 Regular Session.