

Budget Overview



Legislative Analyst's Office

www.lao.ca.gov

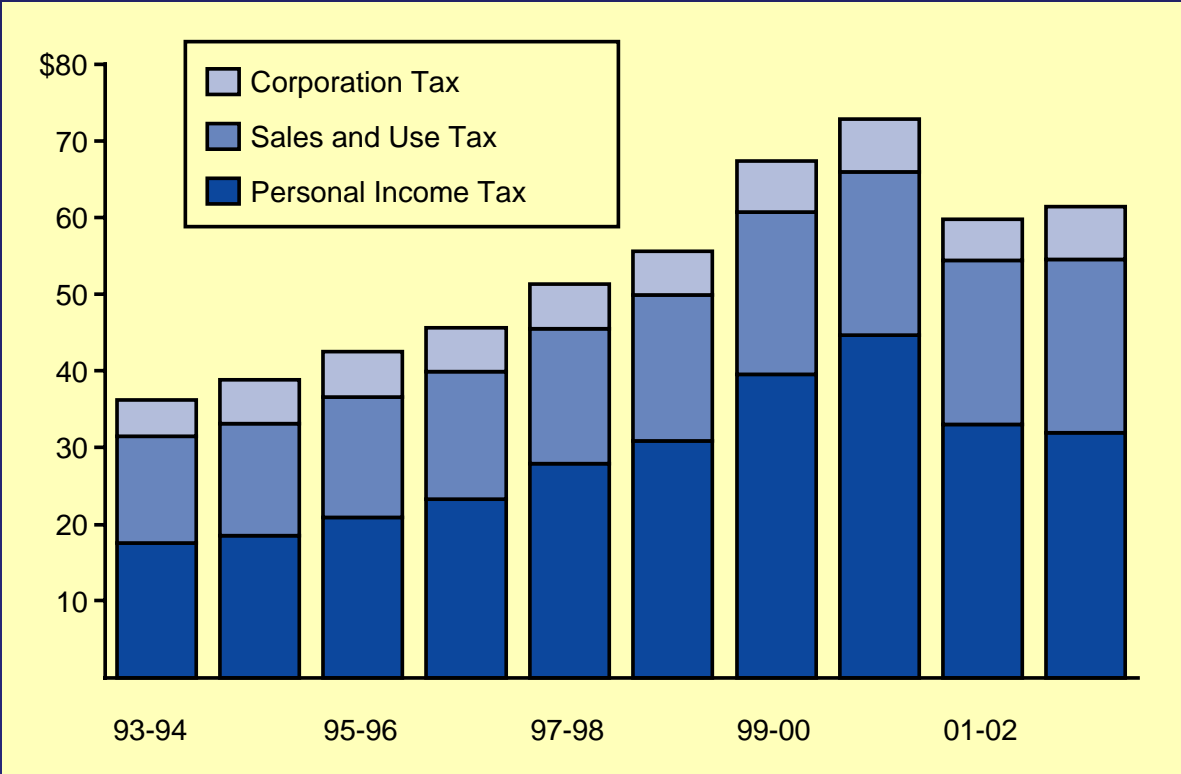


Budget Overview: Key Findings

- ▶ **If Fully Adopted, Budget Is Balanced**
- ▶ **Balance Only Achieved If Dramatic Actions Taken**
- ▶ **Many Threats Exist**

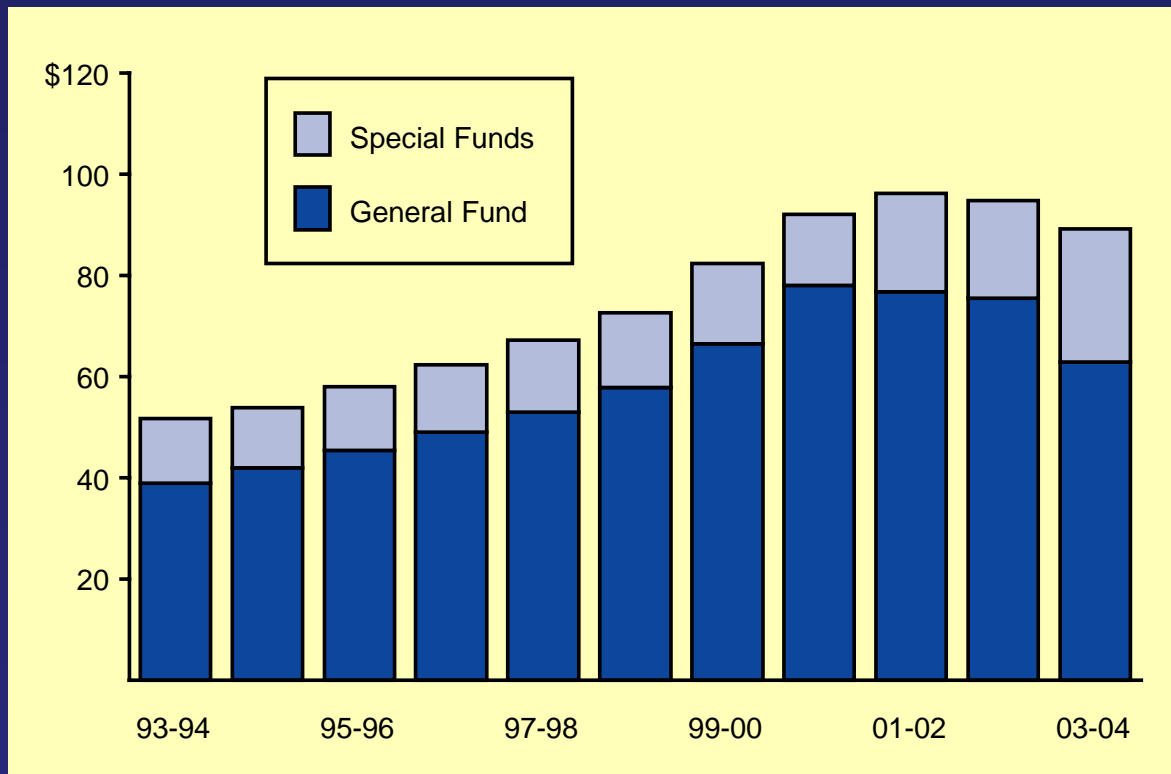
California's Dramatic Revenue Fall-Off

General Fund Revenues From Major Taxes
(In Billions)



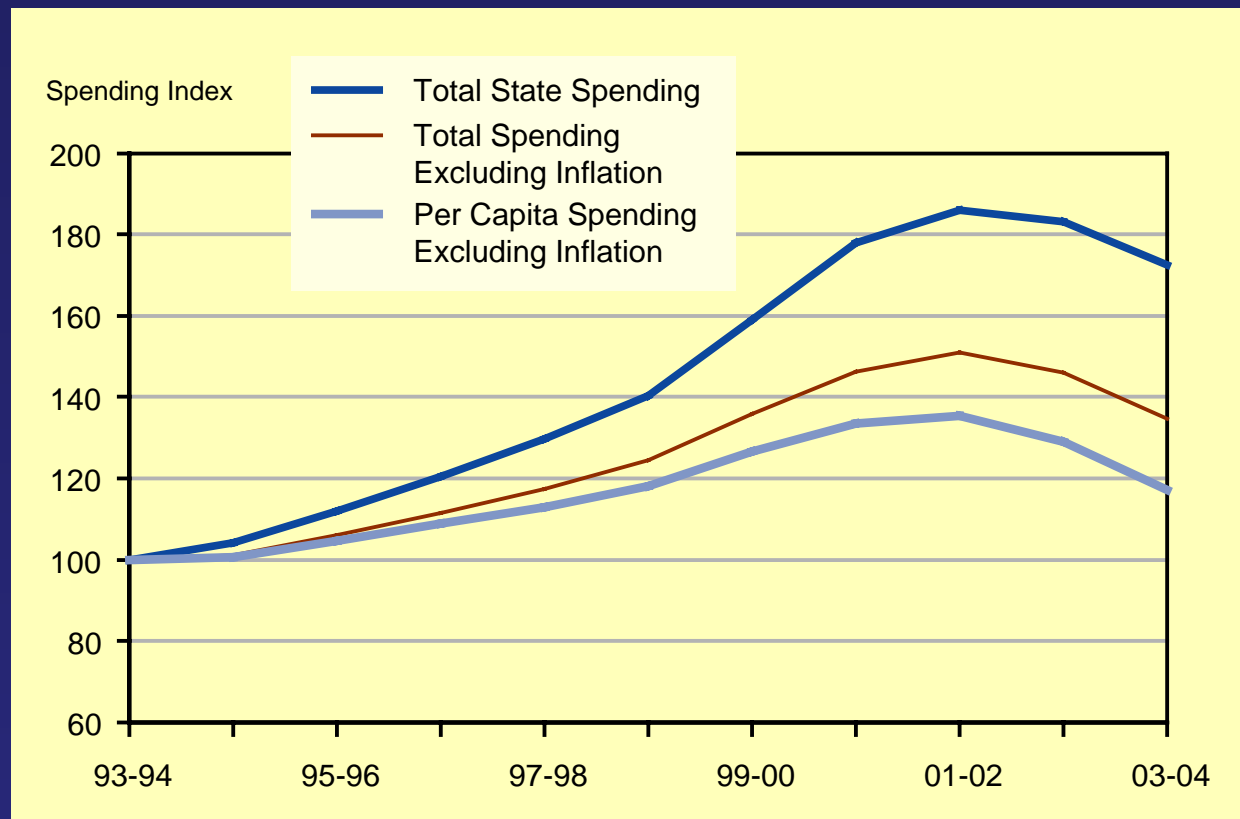
Total State Spending Over Time

1993-94 Through 2003-04
(In Billions)



Spending Adjusted for Inflation And Population

Index Value = 100 in 1993-94



State Revenues in 2003-04

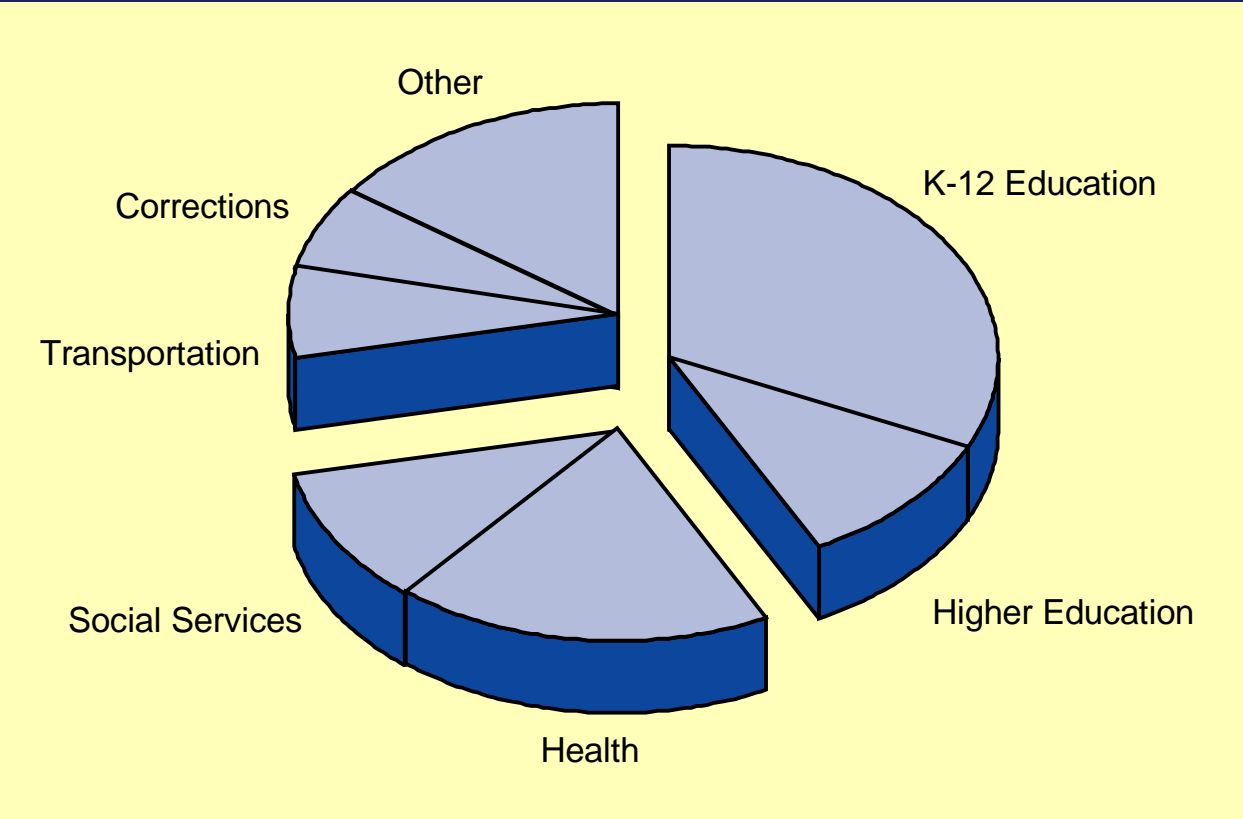
(In Billions)

General Fund Revenues	Total State Revenues \$96.1 Billion	Special Funds Revenues
Personal Income Tax \$33.6		Proposed Realignment Revenues \$8.2
Sales and Use Tax 23.2		Motor Vehicle-Related Taxes 7.6
Corporation Tax 6.4		Sales and Use Tax 2.5
All Other 6.0		Tobacco-Related Taxes 2.0
Total \$69.2		All Other 6.7
		Total \$26.9



Proposed Total State Spending By Major Program Area

2003-04



General Fund Relief Threatens Transportation Projects

- ▶ **No Money for TCRP in 2003-04,
Significant Delays Likely**
- ▶ **Future Funding Uncertain**
- ▶ **Act Soon to Determine
Funding Commitment**

LAO's Project Delivery Findings

- ▶ **Mixed Project Performance in 2001-02**
- ▶ **Significant Project Rescheduling Decreases Value of STIP and Annual Budget**
- ▶ **Future Project Delivery Likely to Drop**

STIP Environmental Documents Planned Versus Delivered

