

## APPENDIX D: FY 20 and FY 21 Biennial Budget Spending Cap Calculations

In Millions of Dollars

Item	Revised FY 19	FY 20	FY 21
<b>Total All Appropriated Funds - Prior Year</b>	<b>20,414.3</b>	<b>21,236.3</b>	<b>21,285.2</b>
Base Adjustments			
Passport to Parks	(4.1)	-	-
Higher Ed Alt. Retirement Plan	-	42.6	-
Net Budget Childcare Dev. Fund (CCDF)	-	(63.7)	-
Husky B/D	-	41.8	60.8
Extraordinary spending	-	-	-
<b>Prior Year Appropriations</b>	<b>20,410.2</b>	<b>21,257.0</b>	<b>21,346.0</b>
<b>Less Prior Year "Non-Capped" Expenditures</b>			
Debt Service	2,894.3	3,245.7	2,975.8
SERS/TRS/JRS unfunded liability <sup>1</sup>	2,088.5	2,222.9	2,210.9
Appropriation of Federal Funds <sup>2</sup>	1,592.4	1,587.1	1,463.2
<b>Prior Year "Non-Capped" Expenditures</b>	<b>6,575.3</b>	<b>7,055.7</b>	<b>6,649.8</b>
Total "capped" expenditures	13,835.0	14,201.3	14,696.2
Times the 5-year compound growth in personal income (calendar year basis) or 12-month increase in Core CPI-U	1.8%	3.0%	2.8%
= Allowable "capped" growth	244.2	432.8	407.1
<b>Allowable Capped Expenditures</b>	<b>14,079.2</b>	<b>14,634.1</b>	<b>15,103.2</b>
<b>Plus Current Year "Non-Capped" Expenditures</b>			
Debt Service	3,245.7	2,975.8	3,136.8
SERS/TRS/JRS unfunded liability	2,244.0	2,210.9	2,360.8
Federal mandates and court orders (new funding)	3.6	1.5	1.5
State match to federal funds (new funding)	-	-	-
Appropriation of federal funds <sup>2</sup>	1,664.3	1,463.2	1,468.7
<b>Current Year "Non-Capped" Expenditures</b>	<b>7,157.6</b>	<b>6,651.3</b>	<b>6,967.8</b>
<b>Expenditures Allowed Under the Cap</b>	<b>21,236.8</b>	<b>21,285.4</b>	<b>22,071.0</b>
Appropriation for this year <sup>3</sup>	21,236.3	21,285.2	22,066.1
<b>TOTAL OVER/(UNDER) THE SPENDING CAP</b>	<b>(0.5)</b>	<b>(0.2)</b>	<b>(5.0)</b>

<sup>1</sup> FY 19 figure for FY 20 calculation rebased to reflect updated estimate of unfunded liabilities.

<sup>2</sup> FY 19 figure for FY 20 calculation rebased to reflect April 30, 2019 consensus revenue as adjusted for FY 18 hospital payments, CCDF, policy changes, and finalizations. FY 20 and FY 21 figures for FY 20 and FY 21 calculations reflect April 30, 2019 consensus revenue as adjusted for non-expenditure related amounts.

<sup>3</sup> Revised FY 19 figure adjusted to reflect \$380.9 million appropriation to Teachers' Retirement Fund Special Capital Reserve.