State of Nebraska

2009 Session Budget Picture

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General Fund Comparison - Net Receipts and Appropriations/Transfers

Fiscal Year	Net Receipts	Annual $ Change	Annual % Change	Appropriations + Transfers Out	Annual $ Change	Annual % Change	Structural Balance - Positive/ (Negative)	% of Approps.
FY1998-99	2,123,869,306	18,417,883	0.9%	2,248,338,732	254,109,454	12.8%	(124,469,426)	-5.5%
FY1999-2000	2,403,924,671	280,055,365	13.2%	2,350,205,665	101,866,933	4.5%	53,719,006	2.3%
FY2000-01	2,456,861,855	52,937,184	2.2%	2,476,034,406	138,112,386	5.9%	(19,172,551)	-0.8%
FY2001-02	2,365,508,749	(91,353,106)	-3.7%	2,585,095,264	104,251,201	4.2%	(219,586,515)	-8.5%
FY2002-03	2,456,399,835	90,891,086	3.8%	2,649,418,023	62,672,759	2.4%	(193,018,188)	-7.3%
FY2003-04	2,718,727,007	262,327,172	10.7%	2,603,106,987	(42,651,036)	-1.6%	115,620,020	4.4%
FY2004-05	3,037,194,297	318,467,290	11.7%	2,753,777,152	150,670,165	5.8%	283,417,145	10.3%
FY2005-06	3,352,187,524	314,993,227	10.4%	2,983,981,303	222,704,151	8.1%	368,206,221	12.3%
FY2006-07	3,408,331,773	56,144,249	1.7%	3,189,990,777	206,009,474	6.9%	218,340,996	6.8%
FY2007-08	3,506,162,571	97,830,798	2.9%	3,448,950,627	139,399,850	4.4%	57,211,944	1.7%
FY2008-09 Est.	3,546,000,000	39,837,429	1.1%	3,601,791,898	161,341,271	4.7%	(55,791,898)	-1.5%
FY2009-10 Est.	3,595,000,000	49,000,000	1.4%	3,734,259,579	130,467,681	3.7%	(139,259,579)	-3.7%
FY2010-11 Est.	3,712,000,000	117,000,000	3.3%	3,932,061,632	197,802,053	5.5%	(220,061,632)	-5.6%
FY2011-12 Est.	3,972,238,500	260,238,500	7.0%	4,157,013,284	226,951,652	6.0%	(184,774,784)	-4.4%
FY2012-13 Est.	4,164,938,500	192,700,000	4.9%	4,371,092,385	214,079,101	5.3%	(206,153,885)	-4.7%

Note:

FY2008-09 - Net Receipts are NEFAB Forecast, Appropriations are excluding 2009 Session deficit requests

FY2009-10 and FY2010-11 - Net Receipts are NEFAB Forecasts, Appropriations and Transfers Out are LFO Estimates

FY2011-12 and FY2012-13 - Net Receipts are Global Insight Avg., Appropriations and Transfers Out are LFO Estimates

LFO Projected Continuation Budget Increases - November 2008

	FY2009-10 % Chg	FY2009-10 Annual $ Chg	FY2010-11 % Chg	FY2010-11 Annual $ Chg	Two Year Increase
TEEOSA State Aid	9.1%	74,614,497	11.5%	103,332,629	177,947,126
Salaries	2.5%	26,323,616	2.5%	25,054,095	51,377,711
Health Insurance	10.0%	13,547,726	10.0%	14,867,864	28,415,590
Special Education	5.0%	9,244,692	5.0%	9,706,926	18,951,618
Medicaid	-0.8%	(4,819,613)	3.5%	20,801,057	15,981,444
Operations Increases	2.0%	5,707,762	2.0%	5,821,917	11,529,679
Public Assistance	-0.3%	(670,782)	2.7%	6,544,717	5,873,935
Capital Construction	Reaff Only	5,412,500	Reaff Only	0	5,412,500
Community Colleges	3.0%	2,617,994	3.0%	2,696,534	5,314,528
DD Aid	2.8%	1,983,347	3.0%	2,171,772	4,155,119
Inmate Per Diem Costs	est amt	2,477,211	est amt	928,254	3,405,465
Behavioral Health Aid	1.0%	692,730	1.0%	699,657	1,392,387
Public Safety Communications System	est amt	1,293,736	est amt	(88,971)	1,204,765
Student assessment and reporting	est amt	345,000	est amt	470,000	815,000
Aid to ESU's	2.5%	402,239	2.5%	412,295	814,534
Homestead Exemption	-5.1%	(3,856,104)	5.3%	3,856,104	0
Retirement	est amt	0	est amt	0	0
All Other (Net)	NA	(1,413,170)	NA	28,533	(1,384,637)
CHIP	-29.2%	(3,435,700)	6.0%	498,670	(2,937,030)
Total Annual $ Change		130,467,681		197,802,053	328,269,734

GENERAL FUND FINANCIAL STATUS

November Tax Rate Review Committee

		Current	Next Biennium		Following Biennium	
		FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
1	**Beginning Balance**					
2	Beginning Cash Balance	$584,106,356	$218,134,072	$59,620,493	($165,441,139)	($307,454,423)
3	Cash Reserve Fund transfer-Automatic	(116,976,571)	(14,254,000)			
4	Carryover obligations from FY2007-08	(243,194,320)				
5	Allocation for potential deficits		(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
6	Unobligated Beginning Balance	223,935,465	198,880,072	54,620,493	(170,441,139)	(312,454,423)
7	**Receipts**					
8	Net Receipts (NEFAB Forecast.; LFO Hist. Avg. Following)	3,546,000,000	3,595,000,000	3,712,000,000	4,020,000,000	4,323,000,000
9	General Fund transfers - out	(120,200,000)	(122,200,000)	(122,200,000)	(120,200,000)	(120,200,000)
10	General Fund transfers - in	In Receipts				
11	Cash Reserve Fund transfers - legislative	54,990,505				
12	General Fund Net Revenues	3,480,790,505	3,472,800,000	3,589,800,000	3,899,800,000	4,202,800,000
13	**Appropriations**					
14	Actual/Appropriations per 2008 Session	3,481,591,898	3,481,591,898	3,481,591,898	3,809,861,632	3,809,861,632
15	Projected Mainline budget adjustments	5,000,000	130,467,681	328,269,734	226,951,652	441,030,754
16	General Fund Appropriations	3,486,591,898	3,612,059,579	3,809,861,632	4,036,813,284	4,250,892,386
17	**Ending Balance**					
18	Dollar ending balance	218,134,072	59,620,493	(165,441,139)	(307,454,423)	(360,546,809)
19	Biennial Reserve @ 3% Minimum	209,743,450	--	211,645,051	--	231,179,384
20	Variance from Minimum Reserve	**8,390,622**	--	**(377,086,190)**	--	**(591,726,193)**
21	Biennial Reserve (%)	3.2%	--	-2.2%	--	-4.3%
22	Annual % Change - Appropriations (excl. deficits)	5.0%	3.7%	5.5%	6.0%	5.3%
23	Two Year Average	4.7%	--	4.6%	--	5.6%
24	Annual % Change - Revenue (Nominal)	1.1%	1.4%	3.3%	8.3%	7.5%
25	Two Year Average	2.1%	--	2.3%	--	7.9%
26	**Structural Balance/(Imbalance) - Receipts v. Approps.**	**(60,791,898)**	**(139,259,579)**	**(220,061,632)**	**(137,013,284)**	**(48,092,386)**

CASH RESERVE FUND STATUS

	Current	Next Biennium		Following Biennium	
	FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
Ending Balance	573,691,863	582,945,863	598,496,863	598,496,863	598,496,863

GENERAL FUND FINANCIAL STATUS

November Tax Rate Review Committee

2009 Session Budget Adjustments to Satisfy 3% Minimum Reserve Requirement

	Current	Next Biennium		Following Biennium	
	FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
Beginning Balance					
Beginning Cash Balance	$584,106,356	$218,134,072	$189,620,493	$214,558,861	$322,545,577
Cash Reserve Fund transfer-Automatic	(116,976,571)	(14,254,000)			
Carryover obligations from FY2007-08	(243,194,320)				
Allocation for potential deficits		(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
Unobligated Beginning Balance	223,935,465	198,880,072	184,620,493	209,558,861	317,545,577
Receipts					
Net Receipts (NEFAB Forecast.; LFO Hist. Avg. Following)	3,546,000,000	3,595,000,000	3,712,000,000	4,020,000,000	4,323,000,000
General Fund transfers - out	(120,200,000)	(122,200,000)	(122,200,000)	(120,200,000)	(120,200,000)
General Fund transfers - in	In Receipts				
Cash Reserve Fund transfers - legislative	54,990,505				
General Fund Net Revenues	3,480,790,505	3,472,800,000	3,589,800,000	3,899,800,000	4,202,800,000
Appropriations					
Actual/Appropriations per 2008 Session	3,481,591,898	3,481,591,898	3,481,591,898	3,559,861,632	3,559,861,632
Projected Mainline budget adjustments	5,000,000	130,467,681	328,269,734	226,951,652	441,030,754
Budget Adjustments to Satisfy 3% Minimum Reserve		**(130,000,000)**	**(250,000,000)**		
General Fund Appropriations	3,486,591,898	3,482,059,579	3,559,861,632	3,786,813,284	4,000,892,386
Ending Balance					
Dollar ending balance	218,134,072	189,620,493	214,558,861	322,545,577	519,453,191
Biennial Reserve @ 3% Minimum	209,743,450	--	211,645,051	--	242,247,345
Variance from Minimum Reserve	**8,390,622**	--	**2,913,810**	--	**277,205,846**
Biennial Reserve (%)	3.2%	--	3.0%	--	6.7%
Annual % Change - Appropriations (excl. deficits)	5.0%	0.0%	2.2%	6.4%	5.7%
Two Year Average	4.7%	--	1.1%	--	6.0%
Annual % Change - Revenue (Nominal)	1.1%	1.4%	3.3%	8.3%	7.5%
Two Year Average	2.1%	--	2.3%	--	7.9%
Structural Balance/(Imbalance) - Receipts v. Approps.	**(60,791,898)**	**(9,259,579)**	**29,938,368**	**112,986,716**	**201,907,614**

CASH RESERVE FUND STATUS

	Current	Next Biennium		Following Biennium	
	FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
Ending Balance	573,691,863	582,945,863	598,496,863	598,496,863	598,496,863

GENERAL FUND FINANCIAL STATUS

November Tax Rate Review Committee

2009 Session Cash Reserve Fund Transfers to Satisfy 3% Minimum Reserve Requirement

		Current	Next Biennium		Following Biennium	
		FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
1	**Beginning Balance**					
2	Beginning Cash Balance	$584,106,356	$218,134,072	$198,620,493	$223,558,861	$81,545,577
3	Cash Reserve Fund transfer-Automatic	(116,976,571)	(14,254,000)			
4	Cash Reserve Fund transfer-Cash Flow Carryover obligations from FY2007-08	(243,194,320)				
5	Allocation for potential deficits		(5,000,000)	(5,000,000)	(5,000,000)	(5,000,000)
6	Unobligated Beginning Balance	223,935,465	198,880,072	193,620,493	218,558,861	76,545,577
7	**Receipts**					
8	Net Receipts (NEFAB Forecast.; LFO Hist. Avg. Following)	3,546,000,000	3,595,000,000	3,712,000,000	4,020,000,000	4,323,000,000
9	General Fund transfers - out	(120,200,000)	(122,200,000)	(122,200,000)	(120,200,000)	(120,200,000)
10	General Fund transfers - in	In Receipts				
11	Cash Reserve Fund transfers - legislative	54,990,505				
12	**Cash Reserve Fund transfers to Satisfy 3% Reserve**		**139,000,000**	**250,000,000**		
13	General Fund Net Revenues	3,480,790,505	3,611,800,000	3,839,800,000	3,899,800,000	4,202,800,000
14	**Appropriations**					
15	Actual/Appropriations per 2008 Session	3,481,591,898	3,481,591,898	3,481,591,898	3,809,861,632	3,809,861,632
16	Projected Mainline budget adjustments	5,000,000	130,467,681	328,269,734	226,951,652	441,030,754
17	General Fund Appropriations	3,486,591,898	3,612,059,579	3,809,861,632	4,036,813,284	4,250,892,386
18	**Ending Balance**					
19	Dollar ending balance	218,134,072	198,620,493	223,558,861	81,545,577	28,453,191
20	Biennial Reserve @ 3% Minimum	209,743,450	--	222,975,148	--	242,509,481
21	Variance from Minimum Reserve	**8,390,622**	--	**583,713**	--	**(214,056,290)**
22	Biennial Reserve (%)	3.2%	--	3.0%	--	0.3%
23	Annual % Change - Appropriations (excl. deficits)	5.0%	3.7%	5.5%	6.0%	5.3%
24	Two Year Average	4.7%	--	4.6%	--	5.6%
25	Annual % Change - Revenue (Nominal)	1.1%	1.4%	3.3%	8.3%	7.5%
26	Two Year Average	2.1%	--	2.3%	--	7.9%
27	**Structural Balance/(Imbalance) - Receipts v. Approps.**	**(60,791,898)**	**(139,259,579)**	**(220,061,632)**	**(137,013,284)**	**(48,092,386)**

CASH RESERVE FUND STATUS

	Current	Next Biennium		Following Biennium	
	FY2008-09	FY2009-10	FY2010-11	FY2011-12	FY2012-13
Ending Balance	573,691,863	443,945,863	209,496,863	209,496,863	209,496,863

Additional Considerations:

- Length and Severity of Recession
- Federal Fiscal and Monetary Policy
- Participation in Public Assistance Programs
- Public Pension Plan Investment Performance
- Wage & Benefit Costs
- Maintaining Adequate Savings