

STATEMENT of GENERAL FUND CASH RECEIPTS and DISBURSEMENTS

August 2008



JOHN CHIANG
California State Controller



JOHN CHIANG
California State Controller

September 9, 2008

Users of the Statement of General Fund Cash Receipts and Disbursements:

Enclosed is the Statement of General Fund Cash Receipts and Disbursements for the period August 1, 2008, through August 31, 2008. This statement reflects the State of California's General Fund cash position and compares actual receipts and disbursements for the 2008-09 fiscal year to cash flow estimates prepared by the Department of Finance for the 2008-09 May Revision. The statement is prepared in compliance with Provision 9 of Budget Act item 0840-001-0001, using records compiled by the State Controller.

Since April 2008, a portion of the Public Schools K-12 payment, Revenue Anticipation Notes (RAN) interest and partial principal payments, and certain other General Fund payments were made by the General Cash Revolving Fund (GCRF) pursuant to Government Code section 16381. Opening the GCRF provides the State with cash management flexibility in the event it becomes necessary to issue a Registered Reimbursement Warrant (commonly referred to as a "RAW"). The establishment of the GCRF does NOT signal that the need for a RAW is inevitable. Rather, it is a precautionary step intended to optimize options for the State to fully meet its payment obligations under even the most difficult of circumstances. The GCRF amounts have been combined with the General Fund for reporting purposes because they represent General Fund type activities (see Attachment A for details).

These statements are also available on the Internet at the State Controller's website at www.sco.ca.gov under the category Monthly Cash Reports.

Any questions concerning this report may be directed to Michael Carter, Chief Operating Officer, at (916) 552-8080.

Sincerely,

Original signed by:

JOHN CHIANG
California State Controller

STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS
A Comparison of Actual to 2008-09 May Revision Estimates
(Amounts in thousands)

	July 1 through August 31				2007 Actual
	2008		Actual Over or (Under) Estimate		
	Actual	Estimate (a)	Amount	%	
GENERAL FUND BEGINNING CASH BALANCE	\$ -	\$ -	\$ -	-	\$ 2,462,023
Add Receipts:					
Revenues	11,398,498	11,958,000	(559,502)	(4.7)	11,171,427
Nonrevenues	331,153	186,868	144,285	77.2	710,424
Total Receipts	11,729,651	12,144,868	(415,217)	(3.4)	11,881,851
Less Disbursements:					
State Operations	4,743,543 (f)	4,665,925	77,618	1.7	4,825,324
Local Assistance	9,328,376 (f)	12,781,603	(3,453,227)	(27.0)	14,411,421
Capital Outlay	380,648 (f)	121,434	259,214	213.5	30,416
Nongovernmental	1,441,738 (f)	147,934	1,293,804	874.6	914,028
Total Disbursements	15,894,305	17,716,896	(1,822,591)	(10.3)	20,181,189
Receipts Over / (Under) Disbursements	(4,164,654)	(5,572,028)	1,407,374	-	(8,299,338)
Net Increase / (Decrease) in Temporary Loans	4,503,504	5,572,028	(1,068,524)	(19.2)	5,837,383
GENERAL FUND ENDING CASH BALANCE	338,850	-	338,850	-	68
Special Fund for Economic Uncertainties (b)	-	-	-	-	-
TOTAL CASH	\$ 338,850	\$ -	\$ 338,850	-	\$ 68
BORROWABLE RESOURCES					
Available Borrowable Resources	\$ 15,554,174 (g)	\$ 14,927,643	\$ 626,531	4.2	\$ 15,469,625
Outstanding Loans (c)	5,955,262 (f) (h)	10,371,469	(4,416,207)	(42.6)	5,837,383
Unused Borrowable Resources	<u>\$ 9,598,912</u>	<u>\$ 4,556,174</u>	<u>\$ 5,042,738</u>	110.7	<u>\$ 9,632,242</u>

General Note:

This report is based upon funded cash. Funded cash is cash reported to and recorded in the records of the State Controller's Office. Amounts reported as funded cash may differ from amounts in other reports to the extent there are timing differences in the recording of in-transit items.

Footnotes:

- (a) A Statement of Estimated Cash Flow for the 2008-09 fiscal year prepared by the Department of Finance for the 2008-09 May Revision. Any projections or estimates are set forth as such and not as representations of fact.
- (b) The Special Fund for Economic Uncertainties amount in the actual column does not include amounts in the Budget Stabilization Account.
- (c) Outstanding loan balance is comprised of \$5.96 billion of internal borrowing.
- (d) Negative balances are the result of repayments received that are greater than disbursements made.
- (e) Includes School Facility Aid Program that was previously displayed separately.
- (f) The General Cash Revolving Fund (GCRF) disbursements and loans have been combined with the General Fund for reporting purposes because they represent major General Fund type activities. See Attachment A for details.
- (g) Additional funds of \$492 million were identified as borrowable and are included in the actual Available Borrowable Resources.
- (h) Actual Outstanding Loans includes \$1.5 billion carry over of the cumulative loan balance from the prior year. The detail on page 4 reflects the borrowing for the current fiscal year 2008-09 only.

SCHEDULE OF CASH RECEIPTS

(Amounts in thousands)

	Month of August		July 1 through August 31				
			2008		2007		
	2008	2007	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
REVENUES							
Alcoholic Beverage Excise Tax	\$ 26,446	\$ 26,062	\$ 64,228	\$ 60,000	\$ 4,228	7.0	\$ 63,323
Corporation Tax	208,362	161,008	417,016	421,000	(3,984)	(0.9)	453,432
Cigarette Tax	9,013	9,183	26,550	20,000	6,550	32.8	28,253
Estate, Inheritance, and Gift Tax	666	2,213	2,326	-	2,326	-	2,385
Insurance Companies Tax	89,391	101,891	114,241	400,000	(285,759)	(71.4)	124,076
Personal Income Tax	2,934,904	3,023,739	5,850,156	5,706,000	144,156	2.5	5,870,172
Retail Sales and Use Taxes	3,248,340	3,572,937	4,136,654	4,603,000	(466,346)	(10.1)	4,467,912
Pooled Money Investment Interest	28,799	70,176	58,601	50,000	8,601	17.2	70,176
Not Otherwise Classified	275,864	82,155	728,726	698,000	30,726	4.4	91,698
Total Revenues	6,821,785	7,049,364	11,398,498	11,958,000	(559,502)	(4.7)	11,171,427
NONREVENUES							
Transfers from Special Fund for Economic Uncertainties	97,921	12,000	245,821	-	245,821	-	12,000
Transfers from Other Funds	32,947	657,487	53,945	121,010	(67,065)	(55.4)	664,031
Miscellaneous	15,516	27,130	31,387	65,858	(34,471)	(52.3)	34,393
Total Nonrevenues	146,384	696,617	331,153	186,868	144,285	77.2	710,424
Total Receipts	\$ 6,968,169	\$ 7,745,981	\$ 11,729,651	\$ 12,144,868	\$ (415,217)	(3.4)	\$ 11,881,851

See notes on page 1.

SCHEDULE OF CASH DISBURSEMENTS

(Amounts in thousands)

	Month of August		July 1 through August 31				
			2008		2007		
	2008	2007	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
STATE OPERATIONS (d)							
Legislative/Judicial/Executive	\$ 141,341	\$ 197,232	\$ 294,029	\$ 340,813	\$ (46,784)	(13.7)	\$ 335,898
State and Consumer Services	37,143	55,256	93,543	114,421	(20,878)	(18.2)	96,077
Business, Transportation and Housing Resources	292	3,428	2,333	5,231	(2,898)	(55.4)	7,297
Environmental Protection Agency	232,744	133,048	311,922	228,749	83,173	36.4	261,811
Health and Human Services:	5,232	2,453	8,024	8,204	(180)	(2.2)	8,279
Health Services	52,414	45,656	109,288	61,251	48,037	78.4	83,955
Mental Health	91,958	93,581	187,677	232,778	(45,101)	(19.4)	180,130
Other Health and Human Services	113,444	105,621	236,919	217,352	19,567	9.0	226,764
Education:							
University of California	261,455	230,461	564,264	577,282	(13,018)	(2.3)	583,711
State Universities and Colleges	305,350	300,923	594,100	613,936	(19,836)	(3.2)	586,967
Other Education	25,424	26,351	41,444	48,076	(6,632)	(13.8)	45,777
Dept. of Corrections and Rehabilitation	750,033	786,658	1,664,454	1,584,557	79,897	5.0	1,530,061
General Government	75,702	148,852	111,486 (f)	307,126	(195,640)	(63.7)	279,036
Public Employees Retirement System	(145,575)	(137,265)	140,462 (f)	106,771	33,691	31.6	142,082
Debt Service	456,927	441,559	383,240 (f)	219,378	163,862	74.7	457,479
Interest on Loans	-	-	358	-	358	-	-
Total State Operations	2,403,884	2,433,814	4,743,543	4,665,925	77,618	1.7	4,825,324
LOCAL ASSISTANCE (d)							
Public Schools - K-12	3,448,722	2,897,626	5,968,246 (f)	6,629,358	(661,112)	(10.0)	6,562,597
Community Colleges	112	657,422	221,215 (f)	949,960	(728,745)	(76.7)	861,937
Debt Service-School Building Bonds	-	-	-	-	-	-	-
Contributions to State Teachers' Retirement System	-	-	133,901 (f)	133,451	450	0.3	746,855
Other Education (e)	92,154	485,200	216,514	438,360	(221,846)	(50.6)	558,736
Dept. of Corrections and Rehabilitation	14,028	19,645	27,508	13,751	13,757	100.0	27,957
Dept. of Alcohol and Drug Program	20,601	8,747	44,690	108,712	(64,022)	(58.9)	19,275
Dept. of Health Services:							
Medical Assistance Program	382,528	1,274,925	847,551 (f)	1,717,302	(869,751)	(50.6)	1,666,087
Other Health Services	21,971	76,188	30,647	31,360	(713)	(2.3)	72,088
Dept. of Developmental Services	3,482	718,027	81,766	490,905	(409,139)	(83.3)	815,053
Dept. of Mental Health	2,028	429,701	80,122	(213,960)	294,082	-	357,518
Dept. of Social Services:							
SSI/SSP/IHSS	495,102	591,661	1,241,213 (f)	1,379,323	(138,110)	(10.0)	1,292,696
CalWORKs	68,343	469,117	73,621	25,419	48,202	189.6	673,552
Other Social Services	21,364	98,437	30,316	86	30,230	-	288,415
Tax Relief	372	157	1,719	229,544	(227,825)	(99.3)	1,197
Other Local Assistance	85,323	247,416	329,347 (f)	848,032	(518,685)	(61.2)	467,458
Total Local Assistance	4,656,130	7,974,269	9,328,376	12,781,603	(3,453,227)	(27.0)	14,411,421

See notes on page 1.

(Continued)

SCHEDULE OF CASH DISBURSEMENTS (Continued)

(Amounts in thousands)

	Month of August		July 1 through August 31				2007 Actual
	2008	2007	2008		Actual Over or (Under) Estimate		
			Actual	Estimate (a)	Amount	%	
CAPITAL OUTLAY	21,902	20,919	380,648 (f)	121,434	259,214	213.5	30,416
NONGOVERNMENTAL (d)							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	-	-	-	-	-	-
Transfer to Other Funds	15,868	-	471,122 (f)	444,934	26,188	5.9	423,701
Transfer to Revolving Fund	(36,561)	(3,416)	(41,513)	-	(41,513)	-	(40,434)
Advance:							
MediCal Provider Interim Payment	-	21	1,000,000	-	1,000,000	-	1,000,000
State-County Property Tax Administration Program	(23,004)	23,554	21,206	-	21,206	-	23,554
Social Welfare Federal Fund	-	(68,785)	(9,077)	-	(9,077)	-	(31,582)
Tax Relief and Refund Account	-	-	-	-	-	-	-
Counties for Social Welfare	-	(461,211)	-	(297,000)	297,000	-	(461,211)
Total Nongovernmental	(43,697)	(509,837)	1,441,738	147,934	1,293,804	874.6	914,028
Total Disbursements	\$ 7,038,219	\$ 9,919,165	\$ 15,894,305	\$ 17,716,896	\$ (1,822,591)	(10.3)	\$ 20,181,189
TEMPORARY LOANS							
Special Fund for Economic Uncertainties	\$ (97,921)	\$ (12,000)	\$ 679,895 (f)	\$ -	\$ 679,895	-	\$ 2,081,284
Budget Stabilization Account	-	-	-	-	-	-	-
Other Internal Sources	506,821	2,185,252	3,823,609 (f)	5,572,028	(1,748,419)	(31.4)	3,756,099
Revenue Anticipation Notes	-	-	- (f)	-	-	-	-
Net Increase / (Decrease) Loans	\$ 408,900	\$ 2,173,252	\$ 4,503,504	\$ 5,572,028	\$ (1,068,524)	(19.2)	\$ 5,837,383

See notes on page 1.

(Concluded)

COMPARATIVE STATEMENT OF REVENUES RECEIVED
All Governmental Cost Funds
(Amounts in thousands)

	July 1 through August 31			
	General Fund		Special Funds	
	2008	2007	2008	2007
MAJOR TAXES, LICENSES, AND INVESTMENT INCOME:				
Alcoholic Beverage Excise Taxes	\$ 64,228	\$ 63,323	\$ -	\$ -
Corporation Tax	417,016	453,432	-	-
Cigarette Tax	26,550	28,253	224,464	231,381
Estate, Inheritance, and Gift Tax	2,326	2,385	-	-
Insurance Companies Tax	114,241	124,076	-	-
Motor Vehicle Fuel Tax:				
Gasoline Tax	-	-	451,647	488,922
Diesel & Liquid Petroleum Gas	-	-	78,266	102,270
Jet Fuel Tax	-	-	546	483
Vehicle License Fees	-	-	398,857	426,731
Motor Vehicle Registration and Other Fees	-	-	538,431	526,482
Personal Income Tax	5,850,156	5,870,172	103,825	104,942
Retail Sales and Use Taxes	4,136,654	4,467,912	1,435,670	1,157,162
Pooled Money Investment Interest	58,601	70,176	310	301
Total Major Taxes, Licenses, and Investment Income	10,669,772	11,079,729	3,232,016	3,038,674
NOT OTHERWISE CLASSIFIED:				
Alcoholic Beverage License Fee	687	5,501	8,213	12,694
Electrical Energy Tax	-	-	147,625	150,010
Private Rail Car Tax	-	-	-	-
Penalties on Traffic Violations	-	-	9,490	9,597
Health Care Receipts	8,127	1,664	-	-
Revenues from State Lands	121,707	41,349	-	-
Abandoned Property	325,605	(73,599)	-	-
Trial Court Revenues	11,766	11,881	175,514	165,080
Horse Racing Fees	243	292	3,416	4,298
Miscellaneous	260,591	104,610	1,303,777	1,335,424
Not Otherwise Classified	728,726	91,698	1,648,035	1,677,103
Total Revenues, All Governmental Cost Funds	\$ 11,398,498	\$ 11,171,427	\$ 4,880,051	\$ 4,715,777

See notes on page 1.

GENERAL CASH REVOLVING FUND
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
(Amounts in thousands)
Attachment A

	Prior Year and July 1 through July 31, 2008	Month of August 2008	Prior Year and July 1 through August 31, 2008
GENERAL CASH REVOLVING FUND BEGINNING CASH BALANCE	\$ -	\$ -	\$ -
Add Receipts:			
Special Fund Loans	4,508,362	123,400	4,631,762
Pooled Money Investment Account Loans	1,038,000	285,500	1,323,500
Total Receipts	5,546,362	408,900	5,955,262
Less Disbursements:			
State Operations			
General Government	43,064	-	43,064
Public Employees Retirement System	430,716	-	430,716
Debt Service		102,967	102,967
Interest on Loans	185,888		185,888
Total State Operations	659,668	102,967	762,635
Local Assistance			
Public Schools K-12	3,257,512	305,933	3,563,445
Community Colleges	199,925	-	199,925
State Teachers' Retirement System	133,901	-	133,901
Dept of Health Services:			-
Medical Assistance Program	133,927	-	133,927
Dept of Social Services:			-
SSI/SSP/IHSS	213,233	-	213,233
Other Local Assistance	153,983	-	153,983
Total Local Assistance	4,092,481	305,933	4,398,414
Capital Outlay			
Business, Transportation & Housing	206,454	-	206,454
Nongovernmental			
Transfer to Other Funds	438,388	-	438,388
Temporary Loans			
RAN Partial Principal	149,371	-	149,371
Total Disbursements	5,546,362	408,900	5,955,262
GENERAL CASH REVOLVING FUND ENDING CASH BALANCE	\$ -	\$ -	\$ -