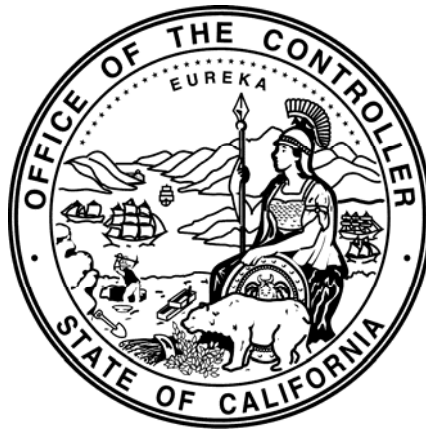


# **STATEMENT of GENERAL FUND CASH RECEIPTS and DISBURSEMENTS**

**December 2008**



**JOHN CHIANG**  
California State Controller



**JOHN CHIANG**  
California State Controller

January 9, 2009

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 December 1, 2008 through December 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 Budget Act. 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](http://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 Budget Act Estimates**  
**(Amounts in thousands)**

	July 1 through December 31				
	2008				2007
	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
			Amount	%	
<b>GENERAL FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -	-	\$ 2,462,023
Add Receipts:					
Revenues	40,162,732	42,604,672	(2,441,940)	(5.7)	42,038,242
Nonrevenues	1,254,177	1,104,984	149,193	13.5	1,624,410
Total Receipts	41,416,909	43,709,656	(2,292,747)	(5.2)	43,662,652
Less Disbursements:					
State Operations	15,039,544 (d)	14,314,225	725,319	5.1	14,683,237
Local Assistance	43,360,837 (d)	44,590,472	(1,229,635)	(2.8)	43,190,296
Capital Outlay	742,444 (d)	763,511	(21,067)	(2.8)	463,734
Nongovernmental	(23,921) (d)	(104,974)	81,053	-	1,085,378
Total Disbursements	59,118,904	59,563,234	(444,330)	(0.7)	59,422,645
Receipts Over / (Under) Disbursements	(17,701,995)	(15,853,578)	(1,848,417)	-	(15,759,993)
Net Increase / (Decrease) in Temporary Loans	17,701,995	15,853,578	1,848,417	11.7	13,297,970
<b>GENERAL FUND ENDING CASH BALANCE</b>	-	-	-	-	-
Special Fund for Economic Uncertainties	-	-	-	-	-
<b>TOTAL CASH</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>-</b>	<b>\$ -</b>
<b>BORROWABLE RESOURCES</b>					
Available Borrowable Resources	\$ 22,369,759	\$ 23,817,909 (f)	\$ (1,448,150)	(6.1)	\$ 22,374,821
Outstanding Loans (b)	19,153,753 (d)	17,305,336	1,848,417	10.7	13,297,970
Unused Borrowable Resources	\$ 3,216,006	\$ 6,512,573	\$ (3,296,567)	(50.6)	\$ 9,076,851

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 Budget Act. Any projections or estimates are set forth as such and not as representations of fact.
- (b) Outstanding loan balance of \$19.2 billion is comprised of \$14.2 billion of internal borrowing and \$5.0 billion external borrowing. Current balance is comprised of \$1.45 billion in June 30, 2008, outstanding loans plus current year Net Increase/Decrease in Temporary Loans.
- (c) Any negative balances are the result of repayments received that are greater than disbursements made.
- (d) 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.
- (e) The favorable variance is due to the timing of payments. Most of this variance should be reduced by year-end.
- (f) In October, \$5.0 billion of the anticipated \$7.0 billion in Revenue Anticipation Notes proceeds were received. The additional \$2.0 billion remains unsold.

**SCHEDULE OF CASH RECEIPTS**

(Amounts in thousands)

	Month of December		July 1 through December 31				
	2008	2007	2008		2007		
			Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
				Amount	%		
<b>REVENUES</b>							
Alcoholic Beverage Excise Tax	\$ 32,913	\$ 25,562	\$ 174,694	\$ 182,228	\$ (7,534)	(4.1)	\$ 172,085
Corporation Tax	1,295,734	1,402,611	3,787,270	4,305,641	(518,371)	(12.0)	4,582,754
Cigarette Tax	16,514	9,789	62,675	66,550	(3,875)	(5.8)	66,758
Estate, Inheritance, and Gift Tax	469	479	7,587	2,326	5,261	226.2	9,116
Insurance Companies Tax	456,546	422,353	1,077,189	1,087,241	(10,052)	(0.9)	1,099,232
Personal Income Tax	4,536,017	4,846,537	21,181,927	22,198,607	(1,016,680)	(4.6)	22,127,454
Retail Sales and Use Taxes	2,093,458	2,060,178	12,228,978	13,111,752	(882,774)	(6.7)	13,191,210
Pooled Money Investment Interest	27,490	28,157	147,815	146,601	1,214	0.8	247,911
Not Otherwise Classified	190,284	123,639	1,494,597	1,503,726	(9,129)	(0.6)	541,722
<b>Total Revenues</b>	<b>8,649,425</b>	<b>8,919,305</b>	<b>40,162,732</b>	<b>42,604,672</b>	<b>(2,441,940)</b>	<b>(5.7)</b>	<b>42,038,242</b>
<b>NONREVENUES</b>							
Transfers from Special Fund for Economic Uncertainties	-	-	245,821	245,821	-	-	12,000
Transfers from Other Funds	30,201	124,104	752,922	582,681	170,241	29.2	1,239,013
Miscellaneous	15,001	25,652	255,434	276,482	(21,048)	(7.6)	373,397
<b>Total Nonrevenues</b>	<b>45,202</b>	<b>149,756</b>	<b>1,254,177</b>	<b>1,104,984</b>	<b>149,193</b>	<b>13.5</b>	<b>1,624,410</b>
<b>Total Receipts</b>	<b>\$ 8,694,627</b>	<b>\$ 9,069,061</b>	<b>\$ 41,416,909</b>	<b>\$ 43,709,656</b>	<b>\$ (2,292,747)</b>	<b>(5.2)</b>	<b>\$ 43,662,652</b>

See notes on page 1.

**SCHEDULE OF CASH DISBURSEMENTS**

(Amounts in thousands)

	Month of December		July 1 through December 31				2007 Actual
	2008	2007	Actual	Estimate (a)	Actual Over or (Under) Estimate		
					Amount	%	
<b>STATE OPERATIONS (c)</b>							
Legislative/Judicial/Executive	\$ 67,059	\$ 165,178	\$ 878,690	\$ 854,190	\$ 24,500	2.9	\$ 891,031
State and Consumer Services	44,120	72,459	288,613	299,195	(10,582)	(3.5)	334,689
Business, Transportation and Housing Resources	235	166	3,709	1,938	1,771	91.4	4,736
Environmental Protection Agency	117,956	161,217	947,443	771,373	176,070	22.8	791,486
Health and Human Services:							
Health Services	8,375	4,809	199,774	175,810	23,964	13.6	223,866
Mental Health	106,376	100,598	624,401	624,555	(154)	(0.0)	575,853
Other Health and Human Services	63,137	38,013	452,777	426,788	25,989	6.1	389,956
Education:							
University of California	168,481	332,247	1,522,199 (d)	1,678,390	(156,191)	(9.3)	1,821,894
State Universities and Colleges	299,066	305,446	1,849,232	1,684,165	165,067	9.8	1,766,176
Other Education	11,984	13,295	91,314 (d)	90,207	1,107	1.2	98,929
Dept. of Corrections and Rehabilitation	835,634	770,746	5,112,827	4,926,970	185,857	3.8	4,502,048
General Government	133,501	108,877	806,818 (d)	805,473	1,345	0.2	1,422,316
Public Employees Retirement System	(148,782)	(140,254)	(14,914) (d)	14,561	(29,475)	(202.4)	(11,762)
Debt Service	279,175	265,692	2,230,404 (d)	1,888,885	341,519	18.1	1,827,235
Interest on Loans	40,783	36	12,169 (d)	39,388	(27,219)	(69.1)	9,947
<b>Total State Operations</b>	<b>2,037,373</b>	<b>2,200,199</b>	<b>15,039,544</b>	<b>14,314,225</b>	<b>725,319</b>	<b>5.1</b>	<b>14,683,237</b>
<b>LOCAL ASSISTANCE (c)</b>							
Public Schools - K-12	2,840,126	2,299,439	19,822,691 (d)	21,039,428	(1,216,737) (e)	(5.8)	19,697,648
Community Colleges	201,115	195,899	2,469,886	2,322,508	147,378	6.3	2,323,109
Debt Service-School Building Bonds	-	-	-	-	-	-	-
Contributions to State Teachers' Retirement System	12	-	566,550	566,539	11	0.0	1,372,209
Other Education	431,272	510,848	2,000,948	1,818,797	182,151	10.0	2,364,824
Dept. of Corrections and Rehabilitation	22,357	65,377	158,607	213,508	(54,901)	(25.7)	165,080
Dept. of Alcohol and Drug Program	24,901	105,204	165,872	296,596	(130,724)	(44.1)	159,713
Dept. of Health Services:							
Medical Assistance Program	1,508,471	1,090,815	7,286,399 (d)	7,712,300	(425,901)	(5.5)	7,094,139
Other Health Services	630	(17,608)	197,443	94,511	102,932	108.9	283,849
Dept. of Developmental Services	544,161	157,089	2,109,101	1,748,273	360,828	20.6	1,652,740
Dept. of Mental Health	11,176	248,381	770,343	930,086	(159,743)	(17.2)	485,282
Dept. of Social Services:							
SSI/SSP/IHSS	409,176	330,880	2,943,221 (d)	2,888,706	54,515	1.9	2,821,988
CalWORKs	212,254	109,856	2,061,664 (d)	2,016,196	45,468	2.3	1,663,988
Other Social Services	114,429	79,870	665,584	762,515	(96,931)	(12.7)	750,027
Tax Relief	157,599	158,957	224,859	258,399	(33,540)	(13.0)	395,005
Other Local Assistance	532,944	416,877	1,917,669	1,922,110	(4,441)	(0.2)	1,960,695
<b>Total Local Assistance</b>	<b>7,010,623</b>	<b>5,751,884</b>	<b>43,360,837</b>	<b>44,590,472</b>	<b>(1,229,635)</b>	<b>(2.8)</b>	<b>43,190,296</b>

See notes on page 1.

(Continued)

**SCHEDULE OF CASH DISBURSEMENTS (Continued)**

(Amounts in thousands)

	Month of December		July 1 through December 31				2007 Actual
	2008	2007	2008		Actual Over or (Under) Estimate		
			Actual	Estimate (a)	Amount	%	
<b>CAPITAL OUTLAY</b>	<b>1,599</b>	<b>62,603</b>	<b>742,444</b> (d)	<b>763,511</b>	<b>(21,067)</b>	<b>(2.8)</b>	<b>463,734</b>
<b>NONGOVERNMENTAL (c)</b>							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	-	-	-	-	-	1,022,621
Transfer to Other Funds	-	-	492,910 (d)	474,202	18,708	3.9	426,919
Transfer to Revolving Fund	33	-	56,687	(41,513)	98,200	-	54,645
Advance:							
Medi-Cal Provider Interim Payment	-	-	-	-	-	-	-
State-County Property Tax Administration Program	(15,649)	-	(44,286)	21,206	(65,492)	(308.8)	21,611
Social Welfare Federal Fund	35,273	33,768	20,561	(558,869)	579,430	-	20,793
Tax Relief and Refund Account	-	-	-	-	-	-	-
Counties for Social Welfare	-	-	(549,793)	-	(549,793)	-	(461,211)
<b>Total Nongovernmental</b>	<b>19,657</b>	<b>33,768</b>	<b>(23,921)</b>	<b>(104,974)</b>	<b>81,053</b>	<b>-</b>	<b>1,085,378</b>
<b>Total Disbursements</b>	<b>\$ 9,069,252</b>	<b>\$ 8,048,454</b>	<b>\$ 59,118,904</b>	<b>\$ 59,563,234</b>	<b>\$ (444,330)</b>	<b>(0.7)</b>	<b>\$ 59,422,645</b>
<b>TEMPORARY LOANS</b>							
Special Fund for Economic Uncertainties	\$ -	\$ (96,000)	\$ 679,895 (d)	\$ 679,895	\$ -	-	\$ 1,513,514
Budget Stabilization Account	-	-	-	-	-	-	1,494,391
Other Internal Sources	374,625	(924,607)	12,022,100 (d)	8,173,683	3,848,417	47.1	3,290,065
Revenue Anticipation Notes	-	-	5,000,000	7,000,000	(2,000,000) (f)	(28.6)	7,000,000
Net Increase / (Decrease) Loans	<b>\$ 374,625</b>	<b>\$ (1,020,607)</b>	<b>\$ 17,701,995</b>	<b>\$ 15,853,578</b>	<b>\$ 1,848,417</b>	<b>11.7</b>	<b>\$ 13,297,970</b>

See notes on page 1.

(Concluded)

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

	July 1 through December 31			
	General Fund		Special Funds	
	2008	2007	2008	2007
<b>MAJOR TAXES, LICENSES, AND INVESTMENT INCOME:</b>				
Alcoholic Beverage Excise Taxes	\$ 174,694	\$ 172,085	\$ -	\$ -
Corporation Tax	3,787,270	4,582,754	-	-
Cigarette Tax	62,675	66,758	526,160	559,415
Estate, Inheritance, and Gift Tax	7,587	9,116	-	-
Insurance Companies Tax	1,077,189	1,099,232	-	-
Motor Vehicle Fuel Tax:				
Gasoline Tax	-	-	1,333,888	1,445,164
Diesel & Liquid Petroleum Gas	-	-	276,821	314,637
Jet Fuel Tax	-	-	1,482	1,508
Vehicle License Fees	-	-	1,070,446	1,153,772
Motor Vehicle Registration and Other Fees	-	-	1,505,822	1,452,122
Personal Income Tax	21,181,927	22,127,454	354,961	391,015
Retail Sales and Use Taxes	12,228,978	13,191,210	3,928,748	3,825,124
Pooled Money Investment Interest	147,815	247,911	945	1,363
<b>Total Major Taxes, Licenses, and Investment Income</b>	<b>38,668,135</b>	<b>41,496,520</b>	<b>8,999,273</b>	<b>9,144,120</b>
<b>NOT OTHERWISE CLASSIFIED:</b>				
Alcoholic Beverage License Fee	1,917	2,793	23,775	23,749
Electrical Energy Tax	-	-	272,796	338,529
Private Rail Car Tax	5,723	1,538	-	-
Penalties on Traffic Violations	-	-	41,404	40,859
Health Care Receipts	8,733	2,731	-	-
Revenues from State Lands	334,849	147,734	-	-
Abandoned Property	295,953	(123,398)	-	-
Trial Court Revenues	34,871	33,506	645,248	588,304
Horse Racing Fees	1,198	961	13,330	15,551
Miscellaneous	811,353	475,857	3,395,168	3,560,161
Not Otherwise Classified	<b>1,494,597</b>	<b>541,722</b>	<b>4,391,721</b>	<b>4,567,153</b>
<b>Total Revenues, All Governmental Cost Funds</b>	<b>\$ 40,162,732</b>	<b>\$ 42,038,242</b>	<b>\$ 13,390,994</b>	<b>\$ 13,711,273</b>

See notes on page 1.

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

	<b>Prior Year and July 1 through November 30, 2008</b>	<b>Month of December 2008</b>	<b>Prior Year and July 1 through December 31, 2008</b>
<b>GENERAL CASH REVOLVING FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -
Add Receipts:			
Special Fund Loans	3,637,900	120,800	3,758,700
Pooled Money Investment Account Loans	62,100	3,398,500	3,460,600
Total Receipts	3,700,000	3,519,300	7,219,300
Less Disbursements:			
State Operations			
Education:			
University of California	194,188	-	194,188
Dept. of Corrections and Rehabilitation	-	401,979	401,979
General Government	43,064	-	43,064
Public Employees Retirement System	869,562	-	869,562
Debt Service	496,585	-	496,585
Interest on Loans	185,888	-	185,888
Total State Operations	1,789,287	401,979	2,191,266
Local Assistance			
Public Schools K-12	1,116,500	2,239,060	3,355,560
Community Colleges	-	-	-
State Teachers' Retirement System	-	-	-
Other Education	-	-	-
Dept of Health Services:			
Medical Assistance Program	-	710,941	710,941
Other Health Services	-	-	-
Dept of Social Services:			
SSI/SSP/IHSS	-	18,400	18,400
CalWORKS	-	148,920	148,920
Other Local Assistance	-	-	-
Total Local Assistance	1,116,500	3,117,321	4,233,821
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	3,700,000	3,519,300	7,219,300
<b>GENERAL CASH REVOLVING FUND ENDING CASH BALANCE</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>