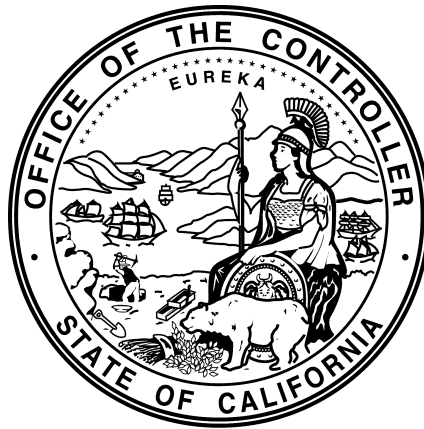


# **STATEMENT of GENERAL FUND CASH RECEIPTS and DISBURSEMENTS**

**February 2010**



**JOHN CHIANG**  
California State Controller



**JOHN CHIANG**  
California State Controller

March 10, 2010

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 July 1, 2009 through February 28, 2010. This statement reflects the State of California's General Fund cash position and compares actual receipts and disbursements for the 2009-10 fiscal year to cash flow estimates prepared by the Department of Finance for the Amended 2009-10 Budget Act. The statement is prepared in compliance with Provision 8 of Budget Act item 0840-001-0001, using records compiled by the State Controller. Prior year actual amounts are also displayed for comparative purposes.

Attachment A compares actual receipts and disbursements to date for the 2009-10 fiscal year to cash flow estimates published in the 2010-11 Governor's Budget. These cash flow estimates are predicated on projections and assumptions made by the Department of Finance in preparation of the Governor's Budget.

Attachment B compares actual receipts and disbursements to date for the 2009-10 fiscal year to cash flow estimates prepared by the Department of Finance based upon the Amended 2009 Budget Act.

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 Financial Reports.

Any questions concerning this report may be directed to Michael Havey, Division Chief of Accounting and Reporting, at (916) 327-4144.

Sincerely,

*Original signed by*

JOHN CHIANG  
California State Controller

**STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS**  
**A Comparison of Actual to 2010-11 Governor's Budget Estimates**  
**(Amounts in thousands)**

	July 1 through February 28				2009 Actual
	2010		Actual Over or (Under) Estimate		
	Actual	Estimate (a)	Amount	%	
<b>GENERAL FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -	-	\$ -
Add Receipts:					
Revenues	52,223,689	50,278,864	1,944,825	3.9	54,174,811
Nonrevenues	1,760,388	1,678,077	82,311 (e)(f)	4.9	1,428,142
Total Receipts	53,984,077	51,956,941	2,027,136	3.9	55,602,953
Less Disbursements:					
State Operations	15,573,531	15,419,236	154,295 (f)	1.0	18,843,784
Local Assistance	47,470,258	47,656,618	(186,360) (f)	(0.4)	53,379,812
Capital Outlay	970,849	1,110,807	(139,958)	(12.6)	1,108,146
Nongovernmental	388,104	338,448	49,656	14.7	(27,933)
Total Disbursements	64,402,742	64,525,109	(122,367)	(0.2)	73,303,809
Receipts Over / (Under) Disbursements	(10,418,665)	(12,568,168)	2,149,503	-	(17,700,856)
Net Increase / (Decrease) in Temporary Loans	10,418,665	12,568,168	(2,149,503)	(17.1)	17,700,856
<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	\$ 28,225,649	\$ 27,946,000	\$ 279,649 (d)(e)	1.0	\$ 25,297,233
Outstanding Loans (b)	22,326,750	24,476,253	(2,149,503)	(8.8)	19,152,614
Unused Borrowable Resources	\$ 5,898,899	\$ 3,469,747	\$ 2,429,152	70.0	\$ 6,144,619

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 2009-10 fiscal year was prepared by the Department of Finance for the 2010-11 Governor's Budget. Any projections or estimates are set forth as such and not as representation of facts.
- (b) Outstanding loan balance of \$22.3 billion is comprised of \$13.5 billion of internal borrowing and \$8.8 billion of external borrowing. Current balance is comprised of \$11.9 carried forward from June 30, 2009 plus current year Net Increase/Decrease in Temporary Loans of \$10.4 billion.
- (c) Negative variances are the result of repayments received that are greater than disbursements made.
- (d) On September 29, 2009, \$8.8 billion of Revenue Anticipation Notes proceeds were received. The \$1.5 billion interim RAN issued August 27, 2009 was repaid on September 29, 2009.
- (e) The \$1,036 million transfer from the Special Funds for Economic Uncertainties to the General Fund occurred on February 24, 2010. Of this amount, \$46.6 million should not have been transferred and will be corrected in March 2010.
- (f) These amounts reflect the receipt of funds from the County Office of Education pursuant to Revenue and Tax Code Section 100.06, as added by Chapter 14, Statutes of 2009 (AB x4 15, Gaines) as offsets to General Fund expenditures in accordance with control Section 15.45 of the Budget Act of 2009. The total non-revenue receipts of approximately \$890 million were applied to the following expenditures: \$501 million to Administrative Office of the Courts, \$202 million to California Department of Corrections and Rehabilitation, and \$187 million to Health Care Services Medi-Cal Assistance.

**SCHEDULE OF CASH RECEIPTS**

(Amounts in thousands)

	Month of February		July 1 through February 28				
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		Actual
					Amount	%	
<b>REVENUES</b>							
Alcoholic Beverage Excise Tax	\$ 19,526	\$ 21,568	\$ 219,585	\$ 222,491	\$ (2,906)	(1.3)	\$ 228,158
Corporation Tax	251,651	238,664	4,266,162	3,989,541	276,621	6.9	4,337,913
Cigarette Tax	1,251	7,043	65,800	68,030	(2,230)	(3.3)	79,913
Estate, Inheritance, and Gift Tax	536	1,087	3,888	2,553	1,335	52.3	9,361
Insurance Companies Tax	12,825	16,180	1,083,600	1,090,696	(7,096)	(0.7)	1,106,289
Personal Income Tax	1,864,804	2,694,201	26,951,867	26,083,241	868,626	3.3	30,566,980
Retail Sales and Use Taxes	3,584,927	3,173,221	17,608,462	16,891,727	716,735	4.2	15,990,212
Vehicle Licence Fees	109,539	-	898,195	915,529	(17,334)	(1.9)	-
Pooled Money Investment Interest	30,246	12,474	9,230 (g)	-	9,230	-	172,763
Not Otherwise Classified	112,818	153,990	1,116,900	1,015,056	101,844	-	1,683,222
<b>Total Revenues</b>	<b>5,988,123</b>	<b>6,318,428</b>	<b>52,223,689</b>	<b>50,278,864</b>	<b>1,944,825</b>	<b>3.9</b>	<b>54,174,811</b>
<b>NONREVENUES</b>							
Transfers from Special Fund for Economic Uncertainties	1,036,324	-	1,094,227	1,039,548	54,679 (e)	5.3	245,871
Transfers from Other Funds	16,164	5,256	259,367	255,481	3,886	1.5	758,617
Miscellaneous	124,282	158,609	406,794	383,048	23,746	6.2	423,654
<b>Total Nonrevenues</b>	<b>1,176,770</b>	<b>163,865</b>	<b>1,760,388</b>	<b>1,678,077</b>	<b>82,311</b>	<b>4.9</b>	<b>1,428,142</b>
<b>Total Receipts</b>	<b>\$ 7,164,893</b>	<b>\$ 6,482,293</b>	<b>\$ 53,984,077</b>	<b>\$ 51,956,941</b>	<b>\$ 2,027,136</b>	<b>3.9</b>	<b>\$ 55,602,953</b>

See notes on page 1.

Footnotes:

(g) A \$30 million adjustment was made to reflect the reclassification of the quarterly PMIA Interest distribution as an expenditure rather than an offset to PMIA earnings, as previously recorded in December 2009 and January 2010.

**SCHEDULE OF CASH DISBURSEMENTS**

(Amounts in thousands)

	Month of February		July 1 through February 28				2009 Actual
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		
					Amount	%	
<b>STATE OPERATIONS (c)</b>							
Legislative/Judicial/Executive	\$ 130,278	\$ 118,861	\$ 1,028,195	\$ 1,158,490	\$ (130,295)	(11.2)	\$ 1,023,602
State and Consumer Services	45,613	38,186	327,793	318,636	9,157	2.9	362,003
Business, Transportation and Housing Resources	196	(44)	2,072	102,974	(100,902)	(98.0)	3,916
Environmental Protection Agency	65,974	56,482	857,248	895,120	(37,872)	(4.2)	1,089,267
Health and Human Services:	3,469	366	32,284	28,535	3,749	13.1	39,239
Health Services	(1,211)	(3,093)	149,648	158,705	(9,057)	(5.7)	198,382
Mental Health	91,799	73,977	721,658	711,902	9,756	1.4	804,416
Other Health and Human Services	38,244	14,739	369,983	468,531	(98,548)	(21.0)	530,300
Education:							
University of California	91,553	220,554	1,037,350	1,125,028	(87,678)	(7.8)	1,898,344
State Universities and Colleges	(20,404)	272,106	773,948	824,287	(50,339)	(6.1)	2,420,314
Other Education	3,679	11,862	104,022	99,219	4,803	4.8	115,254
Dept. of Corrections and Rehabilitation	712,862	510,067	5,720,019	5,191,697	528,322	(f) 10.2	6,430,699
General Government	162,867	101,620	1,075,334	(g) 858,891	216,443	25.2	1,026,858
Public Employees Retirement System	(130,796)	(135,130)	149,205	143,845	5,360	3.7	147,803
Debt Service	820,983	497,134	3,165,132	3,273,953	(108,821)	(3.3)	2,741,212
Interest on Loans	-	3	59,640	59,423	217	0.4	12,175
<b>Total State Operations</b>	<b>2,015,106</b>	<b>1,777,690</b>	<b>15,573,531</b>	<b>15,419,236</b>	<b>154,295</b>	<b>1.0</b>	<b>18,843,784</b>
<b>LOCAL ASSISTANCE (c)</b>							
Public Schools - K-12	752,831	2,653,678	21,940,651	22,317,230	(376,579)	(1.7)	25,106,855
Community Colleges	207,991	183,461	2,943,092	2,955,721	(12,629)	(0.4)	2,895,910
Debt Service-School Building Bonds	-	-	-	-	-	-	-
Contributions to State Teachers' Retirement System	-	-	793,290	793,294	(4)	(0.0)	700,450
Other Education	77,511	189,975	2,725,706	2,766,312	(40,606)	(1.5)	2,548,292
Dept. of Corrections and Rehabilitation	5,748	-	197,397	179,856	17,541	9.8	225,993
Dept. of Alcohol and Drug Program	(11,142)	(509)	168,477	106,543	61,934	58.1	216,199
Dept. of Health Services:							
Medical Assistance Program	960,849	1,215,373	8,120,481	7,750,008	370,473	(f) 4.8	9,615,023
Other Health Services	14,475	13,929	236,849	245,167	(8,318)	(3.4)	222,508
Dept. of Developmental Services	161,357	(47,979)	1,939,804	1,844,083	95,721	5.2	2,182,856
Dept. of Mental Health	308,678	(44,225)	532,795	431,302	101,493	23.5	760,070
Dept. of Social Services:							
SSI/SSP/IHSS	349,414	207,343	3,400,094	3,546,562	(146,468)	(4.1)	3,706,303
CalWORKs	111,142	(8,331)	1,869,454	1,847,022	22,432	1.2	2,073,838
Other Social Services	201,479	(39,114)	1,036,890	1,039,748	(2,858)	(0.3)	849,319
Tax Relief	(2)	(2)	220,336	183,544	36,792	20.0	226,482
Other Local Assistance	205,185	59,795	1,344,942	1,650,226	(305,284)	(f) (18.5)	2,049,714
<b>Total Local Assistance</b>	<b>3,345,516</b>	<b>4,383,394</b>	<b>47,470,258</b>	<b>47,656,618</b>	<b>(186,360)</b>	<b>(0.4)</b>	<b>53,379,812</b>

See notes on page 1.

(Continued)

**SCHEDULE OF CASH DISBURSEMENTS (Continued)**

(Amounts in thousands)

	Month of February		July 1 through February 28				2009 Actual
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		
					Amount	%	
<b>CAPITAL OUTLAY</b>	<b>5,527</b>	<b>3,782</b>	<b>970,849</b>	<b>1,110,807</b>	<b>(139,958)</b>	<b>(12.6)</b>	<b>1,108,146</b>
<b>NONGOVERNMENTAL (c)</b>							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	-	-	-	-	-	-
Transfer to Other Funds	39,979	-	920,401	816,134	104,267	12.8	492,917
Transfer to Revolving Fund	-	13,215	35,500	73,895	(38,395)	(52.0)	69,905
Advance:							
MediCal Provider Interim Payment	-	-	-	-	-	-	-
State-County Property Tax Administration Program	(13,144)	-	(11,756)	3,670	(15,426)	(420.3)	(34,103)
Social Welfare Federal Fund	584	(1,400)	(9,770)	(36,810)	27,040	-	(6,859)
Tax Relief and Refund Account	-	-	-	27,830	(27,830)	(100.0)	-
Counties for Social Welfare	-	-	(546,271)	(546,271)	-	-	(549,793)
<b>Total Nongovernmental</b>	<b>27,419</b>	<b>11,815</b>	<b>388,104</b>	<b>338,448</b>	<b>49,656</b>	<b>14.7</b>	<b>(27,933)</b>
<b>Total Disbursements</b>	<b>\$ 5,393,568</b>	<b>\$ 6,176,681</b>	<b>\$ 64,402,742</b>	<b>\$ 64,525,109</b>	<b>\$ (122,367)</b>	<b>(0.2)</b>	<b>\$ 73,303,809</b>
<b>TEMPORARY LOANS</b>							
Special Fund for Economic Uncertainties	\$ (1,036,325)	\$ -	\$ (1,094,228)	\$ (1,039,548)	\$ (54,680) (e)	-	\$ 679,845
Budget Stabilization Account	-	-	-	-	-	-	-
Outstanding Registered Warrants Account	-	-	-	-	-	-	-
Other Internal Sources	(735,000)	(305,612)	2,712,893	4,807,716	(2,094,823)	(43.6)	12,021,011
Revenue Anticipation Notes	-	-	8,800,000	8,800,000	- (d)	-	5,000,000
Net Increase / (Decrease) Loans	<b>\$ (1,771,325)</b>	<b>\$ (305,612)</b>	<b>\$ 10,418,665</b>	<b>\$ 12,568,168</b>	<b>\$ (2,149,503)</b>	<b>(17.1)</b>	<b>\$ 17,700,856</b>

See notes on page 1.

(Concluded)

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

	July 1 through February 28			
	General Fund		Special Funds	
	2010	2009	2010	2009
<b>MAJOR TAXES, LICENSES, AND INVESTMENT INCOME:</b>				
Alcoholic Beverage Excise Taxes	\$ 219,585	\$ 228,158	\$ -	\$ -
Corporation Tax	4,266,162	4,337,913	-	-
Cigarette Tax	65,800	79,913	558,655	671,865
Estate, Inheritance, and Gift Tax	3,888	9,361	-	-
Insurance Companies Tax	1,083,600	1,106,289	146,811	-
Motor Vehicle Fuel Tax:				
Gasoline Tax	-	-	1,781,778	1,772,868
Diesel & Liquid Petroleum Gas	-	-	335,561	353,724
Jet Fuel Tax	-	-	1,369	2,056
Vehicle License Fees	898,195	-	1,300,541	1,398,305
Motor Vehicle Registration and Other Fees	-	-	2,244,590	2,066,017
Personal Income Tax	26,951,867	30,566,980	473,300	517,773
Retail Sales and Use Taxes	17,608,462	15,990,212	4,181,800	5,481,734
Pooled Money Investment Interest	(21,016)	172,763	472	1,167
<b>Total Major Taxes, Licenses, and Investment Income</b>	<b>51,076,543</b>	<b>52,491,589</b>	<b>11,024,877</b>	<b>12,265,509</b>
<b>NOT OTHERWISE CLASSIFIED:</b>				
Alcoholic Beverage License Fee	2,061	2,533	32,585	29,531
Electrical Energy Tax	-	-	447,456	420,592
Private Rail Car Tax	5,808	6,033	-	-
Penalties on Traffic Violations	-	-	52,813	56,150
Health Care Receipts	4,089	8,742	-	-
Revenues from State Lands	167,449	355,231	-	-
Abandoned Property	(33,101)	308,373	-	-
Trial Court Revenues	41,798	44,653	1,024,167	839,606
Horse Racing Fees	1,078	1,983	9,081	19,183
Miscellaneous	927,718	955,674	4,215,267	4,525,135
Not Otherwise Classified	<b>1,116,900</b>	<b>1,683,222</b>	<b>5,781,369</b>	<b>5,890,197</b>
<b>Total Revenues, All Governmental Cost Funds</b>	<b>\$ 52,193,443</b>	<b>\$ 54,174,811</b>	<b>\$ 16,806,246</b>	<b>\$ 18,155,706</b>

See notes on page 1.

**STATEMENT OF GENERAL FUND CASH RECEIPTS AND DISBURSEMENTS**  
**A Comparison of Actual to Amended 2009 Budget Act Estimates**  
**(Amounts in thousands)**

	July 1 through February 28				
	2010		Actual Over or (Under) Estimate		2009
	Actual	Estimate (a)			Actual
			Amount	%	
<b>GENERAL FUND BEGINNING CASH BALANCE</b>	\$ -	\$ -	\$ -	-	\$ -
Add Receipts:					
Revenues	52,223,689	52,190,417	33,272	0.1	54,174,811
Nonrevenues	1,760,388	1,697,327	63,061 (h)(i)	3.7	1,428,142
Total Receipts	53,984,077	53,887,744	96,333	0.2	55,602,953
Less Disbursements:					
State Operations	15,573,531	15,000,336	573,195 (i)	3.8	18,843,784
Local Assistance	47,470,258	46,839,901	630,357 (i)	1.3	53,379,812
Capital Outlay	970,849	1,278,852	(308,003)	(24.1)	1,108,146
Nongovernmental	388,104	70,098	318,006	453.7	(27,933)
Total Disbursements	64,402,742	63,189,187	1,213,555	1.9	73,303,809
Receipts Over / (Under) Disbursements	(10,418,665)	(9,301,443)	(1,117,222)	-	(17,700,856)
Net Increase / (Decrease) in Temporary Loans	10,418,665	9,301,443	1,117,222	12.0	17,700,856
<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	\$ 28,225,649	\$ 27,390,333	\$ 835,316 (d)(h)	3.0	\$ 25,297,233
Outstanding Loans (b)	22,326,750	21,209,551	1,117,199	5.3	19,152,614
Unused Borrowable Resources	\$ 5,898,899	\$ 6,180,782	\$ (281,883)	(4.6)	\$ 6,144,619

**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 2009-10 fiscal year was prepared by the Department of Finance for the Amended 2009 Budget Act. Any projections or estimates are set forth as such and not as representation of facts.
- (b) Outstanding loan balance of \$22.3 billion is comprised of \$13.5 billion of internal borrowing and \$8.8 billion of external borrowing. Current balance is comprised of \$11.9 carried forward from June 30, 2009 plus current year Net Increase/Decrease in Temporary Loans of \$10.4 billion.
- (c) Negative variances are the result of repayments received that are greater than disbursements made.
- (d) On September 29, 2009, \$8.8 billion of Revenue Anticipation Notes proceeds were received. The \$1.5 billion interim RAN issued August 27, 2009 was repaid on September 29, 2009.
- (e) The University of California received \$198 million in ARRA funds in October not included in the Amended 2009 Budget Act cash flow estimates.
- (f) The State Universities and Colleges received \$270 million in ARRA funds in October not included in the Amended 2009 Budget Act cash flow estimates.
- (g) Subsequent to the release of the Amended 2009 Budget Act cash flow estimates, the Department of Social Services indicated that the CalWORKS program is projected to spend less than the published estimate for 2009-10 fiscal year.
- (h) The \$1,036 million transfer from the Special Funds for Economic Uncertainties to the General Fund occurred on February 24, 2010. Of this amount, \$46.6 million should not have been transferred and will be corrected in March 2010.
- (i) These amounts reflect the receipt of funds from the County Office of Education pursuant to Revenue and Tax Code Section 100.06, as added by Chapter 14, Statutes of 2009 (AB x4 15, Gaines) as offsets to General Fund expenditures in accordance with control Section 15.45 of the Budget Act of 2009. The total non-revenue receipts of approximately \$890 million were applied to the following expenditures: \$501 million to Administrative Office of the Courts, \$202 million to California Department of Corrections and Rehabilitation, and \$187 million to Health Care Services Medi-Cal Assistance.



**SCHEDULE OF CASH RECEIPTS**

(Amounts in thousands)

	Month of February		July 1 through February 28				
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		2009 Actual
					Amount	%	
<b>REVENUES</b>							
Alcoholic Beverage Excise Tax	\$ 19,526	\$ 21,568	\$ 219,585	\$ 229,000	\$ (9,415)	(4.1)	\$ 228,158
Corporation Tax	251,651	238,664	4,266,162	3,761,544	504,618	13.4	4,337,913
Cigarette Tax	1,251	7,043	65,800	77,014	(11,214)	(14.6)	79,913
Estate, Inheritance, and Gift Tax	536	1,087	3,888	488	3,400	696.7	9,361
Insurance Companies Tax	12,825	16,180	1,083,600	1,009,000	74,600	7.4	1,106,289
Personal Income Tax	1,864,804	2,694,201	26,951,867	28,546,004	(1,594,137)	(5.6)	30,566,980
Retail Sales and Use Taxes	3,584,927	3,173,221	17,608,462	18,055,300	(446,838)	(2.5)	15,990,212
Vehicle Licence Fees	109,539	-	898,195	1,076,035	(177,840)	(16.5)	-
Pooled Money Investment Interest	30,246	12,474	9,230 (j)	54,000	(44,770)	(82.9)	172,763
Not Otherwise Classified	112,818	153,990	1,116,900	(617,968)	1,734,868	-	1,683,222
<b>Total Revenues</b>	<b>5,988,123</b>	<b>6,318,428</b>	<b>52,223,689</b>	<b>52,190,417</b>	<b>33,272</b>	<b>0.1</b>	<b>54,174,811</b>
<b>NONREVENUES</b>							
Transfers from Special Fund for Economic Uncertainties	1,036,324	-	1,094,227	1,039,571	54,656 (h)	5.3	245,871
Transfers from Other Funds	16,164	5,256	259,367	310,000	(50,633)	(16.3)	758,617
Miscellaneous	124,282	158,609	406,794	347,756	59,038	17.0	423,654
<b>Total Nonrevenues</b>	<b>1,176,770</b>	<b>163,865</b>	<b>1,760,388</b>	<b>1,697,327</b>	<b>63,061</b>	<b>3.7</b>	<b>1,428,142</b>
<b>Total Receipts</b>	<b>\$ 7,164,893</b>	<b>\$ 6,482,293</b>	<b>\$ 53,984,077</b>	<b>\$ 53,887,744</b>	<b>\$ 96,333</b>	<b>0.2</b>	<b>\$ 55,602,953</b>

See notes on page 1.

Footnotes:

(j) A \$30 million adjustment was made to reflect the reclassification of the quarterly PMIA Interest distribution as an expenditure rather than an offset to PMIA earnings, as previously recorded in December 2009 and January 2010.

**SCHEDULE OF CASH DISBURSEMENTS**

(Amounts in thousands)

	Month of February		July 1 through February 28				2009 Actual
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		
					Amount	%	
<b>STATE OPERATIONS (c)</b>							
Legislative/Judicial/Executive	\$ 130,278	\$ 118,861	\$ 1,028,195	\$ 978,060	\$ 50,135	5.1	\$ 1,023,602
State and Consumer Services	45,613	38,186	327,793	414,847	(87,054)	(21.0)	362,003
Business, Transportation and Housing Resources	196	(44)	2,072	318,601	(316,529)	(99.3)	3,916
Environmental Protection Agency	65,974	56,482	857,248	776,427	80,821	10.4	1,089,267
Health and Human Services:	3,469	366	32,284	56,134	(23,850)	(42.5)	39,239
Health Services	(1,211)	(3,093)	149,648	213,572	(63,924)	(29.9)	198,382
Mental Health	91,799	73,977	721,658	927,259	(205,601)	(22.2)	804,416
Other Health and Human Services	38,244	14,739	369,983	478,888	(108,905)	(22.7)	530,300
Education:							
University of California	91,553	220,554	1,037,350	1,090,500	(53,150)	(e) (4.9)	1,898,344
State Universities and Colleges	(20,404)	272,106	773,948	1,168,900	(394,952)	(f) (33.8)	2,420,314
Other Education	3,679	11,862	104,022	129,305	(25,283)	(19.6)	115,254
Dept. of Corrections and Rehabilitation	712,862	510,067	5,720,019	5,417,941	302,078	(i) 5.6	6,430,699
General Government	162,867	101,620	1,075,334	(j) (512,341)	1,587,675	-	1,026,858
Public Employees Retirement System	(130,796)	(135,130)	149,205	139,639	9,566	6.9	147,803
Debt Service	820,983	497,134	3,165,132	3,261,604	(96,472)	(3.0)	2,741,212
Interest on Loans	-	3	59,640	141,000	(81,360)	(57.7)	12,175
<b>Total State Operations</b>	<b>2,015,106</b>	<b>1,777,690</b>	<b>15,573,531</b>	<b>15,000,336</b>	<b>573,195</b>	<b>3.8</b>	<b>18,843,784</b>
<b>LOCAL ASSISTANCE (c)</b>							
Public Schools - K-12	752,831	2,653,678	21,940,651	22,550,063	(609,412)	(2.7)	25,106,855
Community Colleges	207,991	183,461	2,943,092	2,978,844	(35,752)	(1.2)	2,895,910
Debt Service-School Building Bonds	-	-	-	(864)	864	-	-
Contributions to State Teachers' Retirement System	-	-	793,290	793,296	(6)	(0.0)	700,450
Other Education	77,511	189,975	2,725,706	2,270,659	455,047	20.0	2,548,292
Dept. of Corrections and Rehabilitation	5,748	-	197,397	147,285	50,112	34.0	225,993
Dept. of Alcohol and Drug Program	(11,142)	(509)	168,477	180,272	(11,795)	(6.5)	216,199
Dept. of Health Services:							
Medical Assistance Program	960,849	1,215,373	8,120,481	7,234,647	885,834	(i) 12.2	9,615,023
Other Health Services	14,475	13,929	236,849	141,262	95,587	67.7	222,508
Dept. of Developmental Services	161,357	(47,979)	1,939,804	1,356,634	583,170	43.0	2,182,856
Dept. of Mental Health	308,678	(44,225)	532,795	501,208	31,587	6.3	760,070
Dept. of Social Services:							
SSI/SSP/IHSS	349,414	207,343	3,400,094	3,005,808	394,286	13.1	3,706,303
CalWORKs	111,142	(8,331)	1,869,454	2,218,749	(349,295)	(g) (15.7)	2,073,838
Other Social Services	201,479	(39,114)	1,036,890	984,194	52,696	5.4	849,319
Tax Relief	(2)	(2)	220,336	339,382	(119,046)	(35.1)	226,482
Other Local Assistance	205,185	59,795	1,344,942	2,138,462	(793,520)	(i) (37.1)	2,049,714
<b>Total Local Assistance</b>	<b>3,345,516</b>	<b>4,383,394</b>	<b>47,470,258</b>	<b>46,839,901</b>	<b>630,357</b>	<b>1.3</b>	<b>53,379,812</b>

See notes on page 1.

(Continued)

**SCHEDULE OF CASH DISBURSEMENTS (Continued)**

(Amounts in thousands)

	Month of February		July 1 through February 28				2009 Actual
	2010	2009	Actual	Estimate (a)	Actual Over or (Under) Estimate		
					Amount	%	
<b>CAPITAL OUTLAY</b>	<b>5,527</b>	<b>3,782</b>	<b>970,849</b>	<b>1,278,852</b>	<b>(308,003)</b>	<b>(24.1)</b>	<b>1,108,146</b>
<b>NONGOVERNMENTAL (c)</b>							
Transfer to Special Fund for Economic Uncertainties	-	-	-	-	-	-	-
Transfer to Budget Stabilization Account	-	-	-	-	-	-	-
Transfer to Other Funds	39,979	-	920,401	632,169	288,232	45.6	492,917
Transfer to Revolving Fund	-	13,215	35,500	(35,979)	71,479	-	69,905
Advance:							
MediCal Provider Interim Payment	-	-	-	-	-	-	-
State-County Property Tax Administration Program	(13,144)	-	(11,756)	30,118	(41,874)	(139.0)	(34,103)
Social Welfare Federal Fund	584	(1,400)	(9,770)	(9,939)	169	-	(6,859)
Tax Relief and Refund Account	-	-	-	-	-	-	-
Counties for Social Welfare	-	-	(546,271)	(546,271)	-	-	(549,793)
<b>Total Nongovernmental</b>	<b>27,419</b>	<b>11,815</b>	<b>388,104</b>	<b>70,098</b>	<b>318,006</b>	<b>453.7</b>	<b>(27,933)</b>
<b>Total Disbursements</b>	<b>\$ 5,393,568</b>	<b>\$ 6,176,681</b>	<b>\$ 64,402,742</b>	<b>\$ 63,189,187</b>	<b>\$ 1,213,555</b>	<b>1.9</b>	<b>\$ 73,303,809</b>
<b>TEMPORARY LOANS</b>							
Special Fund for Economic Uncertainties	\$ (1,036,325)	\$ -	\$ (1,094,228)	\$ (1,039,571)	\$ (54,657)	(h)	\$ 679,845
Budget Stabilization Account	-	-	-	-	-	-	-
Outstanding Registered Warrants Account	-	-	-	-	-	-	-
Other Internal Sources	(735,000)	(305,612)	2,712,893	2,541,014	171,879	6.8	12,021,011
Revenue Anticipation Notes	-	-	8,800,000	7,800,000	1,000,000	(d)	12.8
Net Increase / (Decrease) Loans	<b>\$ (1,771,325)</b>	<b>\$ (305,612)</b>	<b>\$ 10,418,665</b>	<b>\$ 9,301,443</b>	<b>\$ 1,117,222</b>	<b>12.0</b>	<b>\$ 17,700,856</b>

See notes on page 1.

(Concluded)