

**OUTLOOK: P2SHB 1106**

(Near GF-S & Opportunity Pathways Account, Dollars in Millions)

|   | FY 2014          | FY 2015         | 2013-15         | FY 2016         | FY 2017         | 2015-17         | FY 2018         | FY 2019         | 2017-19         |
|---|------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>Beginning Balance</b>  | 156.4            | 410.8           | 156.4           | 914.9           | 421.5           | 914.9           | 354.2           | 44.2            | 354.2           |
| <b>Current Revenues</b>   |                  |                 |                 |                 |                 |                 |                 |                 |                 |
| May 2015 Forecast   | 16,693.7         | 17,586.7        | 34,280.4        | 18,269.4        | 19,181.7        | 37,451.1        | 20,056.6        | 20,881.6        | 40,938.2        |
| Additional Revenue Based on 4.5% Growth Rate Assumption           | -                | -               | -               | -               | -               | -               | (11.7)          | 65.4            | 53.6            |
|   | 16,693.7         | 17,586.7        | 34,280.4        | 18,269.4        | 19,181.7        | 37,451.1        | 20,044.9        | 20,946.9        | 40,991.8        |
| <b>Other Resource Changes</b>                                     |                  |                 |                 |                 |                 |                 |                 |                 |                 |
| Transfer to BSA   | (144.5)          | (172.8)         | (317.3)         | (178.9)         | (187.5)         | (366.4)         | (195.9)         | (203.6)         | (399.5)         |
| BSA Transfer Adjust (Resources Changes)                           | -                | -               | -               | 0.1             | (0.4)           | (0.3)           | (0.5)           | (0.7)           | (1.2)           |
| Use of BSA  | -                | 37.9            | 37.9            | -               | -               | -               | -               | 526.9           | 526.9           |
| Extraordinary Revenue   | -                | (37.9)          | (37.9)          | -               | -               | -               | -               | (526.9)         | (526.9)         |
| Enacted Fund Transfers (Net)                                      | 64.7             | 86.4            | 151.1           | -               | -               | -               | -               | -               | -               |
| Capital Budget Transfers  | 138.6            | 138.6           | 277.2           | -               | -               | -               | -               | -               | -               |
| Prior Period Adjustments  | (4.7)            | 20.4            | 15.7            | 20.4            | 20.4            | 40.8            | 20.4            | 20.4            | 40.8            |
| CAFR Adjustment   | (2.9)            | -               | (2.9)           | -               | -               | -               | -               | -               | -               |
| Proposed Transfers (Net)  | -                | 1.9             | 1.9             | 50.3            | 46.4            | 96.7            | 4.1             | 4.1             | 8.2             |
| Other Legislation   | -                | 6.9             | 6.9             | (2.6)           | 8.2             | 5.6             | (0.4)           | 6.4             | 6.0             |
| Other Revenue Legislation Increases                               | -                | -               | -               | 0.6             | 550.6           | 551.2           | 622.6           | 642.6           | 1,265.2         |
| Other Revenue Legislation Decreases                               | -                | -               | -               | -               | -               | -               | -               | -               | -               |
| Budget Driven Revenue   | -                | 1.0             | 1.0             | 9.0             | 23.8            | 32.7            | 23.8            | 23.8            | 47.5            |
| <b>Total Revenues and Resources (Including Beginning Balance)</b> | <b>16,901.3</b>  | <b>18,080.0</b> | <b>34,570.4</b> | <b>19,083.1</b> | <b>20,064.7</b> | <b>38,726.3</b> | <b>20,873.1</b> | <b>21,484.1</b> | <b>42,313.0</b> |
| <b>Enacted Appropriations</b>                                     | <b>16,573.4</b>  | <b>17,220.7</b> | <b>33,794.1</b> | <b>16,573.5</b> | <b>17,220.7</b> | <b>33,794.1</b> |                 |                 |                 |
| <b>Continue FY 2017 Appropriation Level</b>                       |                  |                 |                 |                 |                 |                 | <b>17,220.7</b> | <b>17,220.7</b> | <b>34,441.3</b> |
| <b>Adjustments To FY 2017 Baseline</b>                            |                  |                 |                 |                 |                 |                 | <b>305.0</b>    | <b>618.3</b>    | <b>923.3</b>    |
| <b>Adjustments to CFL</b>   |                  |                 |                 | <b>1,015.2</b>  | <b>340.0</b>    | <b>1,355.2</b>  | <b>347.5</b>    | <b>355.3</b>    | <b>702.8</b>    |
| Actual/Estimated Reversions                                       | (79.7)           | (70.0)          | (149.7)         | (70.0)          | (70.0)          | (140.0)         | (70.0)          | (70.0)          | (140.0)         |
| Other Fund Adjustments  | (3.2)            | 3.2             | -               | -               | -               | -               | -               | -               | -               |
| <b>Maintenance Level</b>  | <b>-</b>         | <b>(36.6)</b>   | <b>(36.6)</b>   | <b>1,622.5</b>  | <b>2,379.2</b>  | <b>4,001.7</b>  | <b>2,733.3</b>  | <b>3,699.8</b>  | <b>6,433.2</b>  |
| K-12 Education  | -                | 30.9            | 30.9            | 122.3           | 212.8           | 335.1           | 231.7           | 233.2           | 464.9           |
| K-12 Staff Mix  | -                | -               | -               | (21.1)          | (27.1)          | (48.1)          | (27.4)          | (27.5)          | (54.9)          |
| MSOC  | -                | -               | -               | 320.5           | 420.9           | 741.5           | 446.1           | 473.8           | 919.9           |
| Local Effort Assistance   | -                | 4.5             | 4.5             | 21.6            | 27.5            | 49.1            | (15.8)          | (48.2)          | (64.1)          |
| I-732   | -                | -               | -               | 83.3            | 160.6           | 243.9           | 298.0           | 435.0           | 732.9           |
| Higher Education  | -                | (6.3)           | (6.3)           | 4.1             | 4.7             | 8.8             | 4.7             | 4.7             | 9.4             |
| Hi Ed -- College Bound  | -                | (0.1)           | (0.1)           | 7.7             | 8.9             | 16.6            | 12.7            | 17.0            | 29.8            |
| Dept of Early Learning  | -                | (0.1)           | (0.1)           | 0.0             | (2.0)           | (1.9)           | (2.0)           | (2.0)           | (4.0)           |
| Mental Health/Dev. Disabilities/Long Term Care                    | -                | (25.6)          | (25.6)          | 29.6            | 76.6            | 106.3           | 91.5            | 107.5           | 199.0           |
| Children's Mental Health Settlement                               | -                | -               | -               | 4.3             | 12.2            | 16.6            | 20.2            | 20.2            | 40.5            |
| Community First Choice  | -                | -               | -               | (43.1)          | (30.3)          | (73.4)          | (23.4)          | (23.4)          | (46.8)          |
| Corrections/JRA/SCC   | -                | (0.0)           | (0.0)           | 18.9            | 21.8            | 40.7            | 22.5            | 23.2            | 45.8            |
| Children's/Economic Svcs  | -                | 0.0             | 0.0             | (18.5)          | (13.5)          | (32.0)          | (13.5)          | (13.7)          | (27.2)          |
| Low Income Health Care  | -                | (155.2)         | (155.2)         | (75.1)          | (38.9)          | (114.0)         | (38.9)          | (40.2)          | (79.1)          |
| Hospital Safety Net   | -                | -               | -               | 20.0            | 40.0            | 59.9            | 99.9            | 99.9            | 199.8           |
| FMAP Expansion Adjustments  | -                | (2.7)           | (2.7)           | (7.3)           | 69.4            | 62.2            | 160.1           | 192.8           | 352.9           |
| Hepatitis C Treatment   | -                | 54.6            | 54.6            | 47.8            | 20.6            | 68.5            | 21.3            | 22.0            | 43.3            |
| All Other   | -                | 42.6            | 42.6            | 89.0            | 77.7            | 166.8           | 78.2            | 78.6            | 156.7           |
| Public Safety Enhancement Account                                 | -                | -               | -               | 20.0            | -               | 20.0            | 50.0            | -               | 50.0            |
| Debt Service  | -                | (14.6)          | (14.6)          | (22.2)          | 33.3            | 11.1            | 34.8            | 36.3            | 71.1            |
| Pension Rate Changes  | -                | -               | -               | 127.5           | 154.1           | 281.6           | 289.2           | 348.8           | 638.0           |
| Initiative 1351 Class Size  | -                | -               | -               | 893.0           | 1,149.7         | 2,042.7         | 993.5           | 1,761.8         | 2,755.3         |
| SHB 1105 Supplemental   | -                | 35.4            | 35.4            | -               | -               | -               | -               | -               | -               |
| <b>Policy Level</b>   | <b>-</b>         | <b>47.8</b>     | <b>47.8</b>     | <b>(479.5)</b>  | <b>(159.4)</b>  | <b>(638.9)</b>  | <b>292.4</b>    | <b>(350.7)</b>  | <b>(58.4)</b>   |
| K-12 Education  | -                | 0.1             | 0.1             | (24.2)          | (37.2)          | (61.4)          | (39.8)          | (39.8)          | (79.6)          |
| Local Effort Assistance   | -                | -               | -               | (11.2)          | 11.0            | (0.2)           | 26.1            | 28.0            | 54.2            |
| K-3 Class Size  | -                | -               | -               | 112.3           | 290.3           | 402.6           | 528.5           | 590.3           | 1,118.8         |
| Full Day K  | -                | -               | -               | 55.3            | 124.7           | 179.9           | 151.4           | 158.2           | 309.6           |
| McCleary: Counselors, etc.  | -                | -               | -               | 23.1            | 52.0            | 75.1            | 77.0            | 85.2            | 162.2           |
| Additional K-12 COLA  | -                | -               | -               | 54.0            | 99.8            | 153.8           | 114.9           | 134.7           | 249.5           |
| Initiative 1351 Class Size  | -                | -               | -               | (893.0)         | (1,149.7)       | (2,042.7)       | (993.5)         | (1,761.8)       | (2,755.3)       |
| Higher Education  | -                | -               | -               | (2.3)           | (3.1)           | (5.4)           | (3.1)           | (3.1)           | (6.2)           |
| Opp Scholarship   | -                | -               | -               | 17.0            | 13.0            | 30.0            | 15.0            | 15.0            | 30.0            |
| Higher Education Enhancement                                      | -                | -               | -               | 37.1            | 140.3           | 177.4           | 175.6           | 180.6           | 356.3           |
| Dept of Early Learning  | -                | 0.8             | 0.8             | 23.2            | 37.0            | 60.1            | 37.2            | 37.4            | 74.5            |
| Early Start Act   | -                | -               | -               | 16.4            | 15.5            | 32.0            | 15.6            | 15.7            | 31.3            |
| ECEAP Expansion   | -                | -               | -               | 32.5            | 56.6            | 89.1            | 68.4            | 106.4           | 174.8           |
| Corrections/JRA/SCC   | -                | 4.6             | 4.6             | 8.8             | 8.9             | 17.7            | 9.2             | 9.5             | 18.6            |
| Mental Health/Dev. Disabilities/Long Term Care                    | -                | 8.0             | 8.0             | 45.8            | 68.7            | 114.5           | 73.1            | 75.6            | 148.8           |
| Children's/Economic Svcs  | -                | 4.4             | 4.4             | 48.4            | 58.3            | 106.7           | 63.4            | 64.6            | 128.0           |
| Low Income Health Care  | -                | 2.2             | 2.2             | 12.9            | 0.3             | 13.3            | (2.1)           | (2.2)           | (4.4)           |
| Hospital Safety Net   | -                | -               | -               | (61.6)          | (81.6)          | (143.1)         | (141.5)         | (141.5)         | (283.0)         |
| Low Income Health Care/I-502                                      | -                | -               | -               | (76.2)          | (114.4)         | (190.6)         | (144.5)         | (164.4)         | (308.9)         |
| ACA CHIP match  | -                | -               | -               | (49.5)          | (65.2)          | (114.7)         | (67.3)          | (69.5)          | (136.8)         |
| All Other   | -                | (3.4)           | (3.4)           | 28.6            | 32.0            | 60.6            | 30.1            | 30.3            | 60.4            |
| Debt Service  | -                | -               | -               | 4.0             | 32.8            | 36.8            | 34.3            | 35.8            | 70.1            |
| PEBB (Non-Rep)  | -                | -               | -               | (7.4)           | 2.6             | (4.7)           | 12.1            | 12.1            | 24.3            |
| Non-Represented Employee Salary                                   | -                | -               | -               | 31.7            | 50.4            | 82.0            | 50.4            | 50.4            | 100.7           |
| Represented Employee CB Agreements                                | -                | -               | -               | 44.9            | 96.4            | 141.3           | 96.4            | 96.4            | 192.9           |
| Non-Employee CBA/Parity   | -                | -               | -               | 50.0            | 101.0           | 151.0           | 105.3           | 105.3           | 210.7           |
| SHB 1105 Supplemental   | -                | 30.9            | 30.9            | -               | -               | -               | -               | -               | -               |
| <b>Revised Appropriations</b>                                     | <b>16,490.45</b> | <b>17,165.1</b> | <b>33,655.6</b> | <b>18,661.7</b> | <b>19,710.5</b> | <b>38,372.1</b> | <b>20,828.9</b> | <b>21,473.3</b> | <b>42,302.2</b> |
| <b>Projected Unrestricted Ending Balance</b>                      | <b>410.8</b>     | <b>914.9</b>    | <b>914.9</b>    | <b>421.5</b>    | <b>354.2</b>    | <b>354.2</b>    | <b>44.2</b>     | <b>10.8</b>     | <b>10.8</b>     |
| <b>Budget Stabilization Account</b>                               |                  |                 |                 |                 |                 |                 |                 |                 |                 |
| Beginning Balance   | 269.7            | 414.6           | 269.7           | 511.8           | 692.1           | 511.8           | 888.1           | 1,111.3         | 888.1           |
| Transfer From GFS   | 144.5            | 172.8           | 317.3           | 178.9           | 187.5           | 366.4           | 195.9           | 203.6           | 399.5           |
| Additional Transfer From GFS                                      | -                | -               | -               | (0.1)           | 0.4             | 0.3             | 0.5             | 0.7             | 1.2             |
| Extraordinary Revenue   | -                | 37.9            | 37.9            | -               | -               | -               | -               | 526.9           | 526.9           |
| Use of BSA  | -                | (115.1)         | (115.1)         | -               | -               | -               | -               | (526.9)         | (526.9)         |
| Interest Earnings   | 0.4              | 1.575           | 2.0             | 1.4             | 8.2             | 9.6             | 26.6            | 38.9            | 65.5            |
| <b>Ending BSA Balance</b>   | <b>414.6</b>     | <b>511.8</b>    | <b>511.8</b>    | <b>692.1</b>    | <b>888.1</b>    | <b>888.1</b>    | <b>1,111.3</b>  | <b>1,354.4</b>  | <b>1,354.4</b>  |
| <b>Combined Near GF-S Total &amp; BSA Ending Balance</b>          | <b>825.5</b>     | <b>1,426.7</b>  | <b>1,426.7</b>  | <b>1,113.5</b>  | <b>1,242.3</b>  | <b>1,242.3</b>  | <b>1,155.4</b>  | <b>1,365.2</b>  | <b>1,365.2</b>  |