

Comptroller's Quarterly

JUDY BAAR TOPINKA, COMPTROLLER

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PAYMENT DELAYS PERSIST AS 2015 LOOMS

Strong tax season provides short-term relief

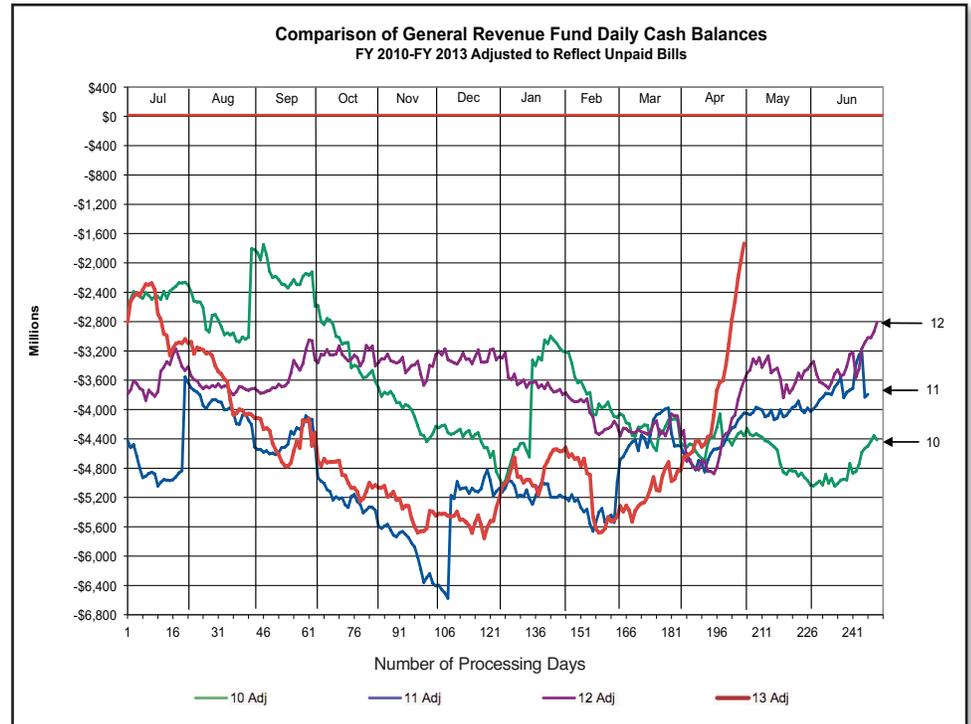
While a stronger-than-expected tax season helped the state temporarily reduce the size of the bill backlog, it is expected to have little impact on Illinois' long-term fiscal health. The Illinois Office of the Comptroller (IOC) estimates the state's obligations to not decrease any further by the end of the fiscal year on June 30. And with the income tax increase scheduled to sunset in 2015, Illinois is expected to continue to see considerable payment delays for the foreseeable future.

At the end of March the third quarter totals showed the state's financial position had not improved. In fact, payables at the IOC were \$6.510 billion, or \$940 million higher than the same time last year. Specifically, the IOC backlog was comprised of \$4.893 billion in General Revenue Fund bills, \$1.307 billion in Education Assistance Funds liabilities and \$310 million in Common School Fund payables. When estimates of bills held at state agencies were included, the state's total bill backlog was approximately \$8.5 billion at the end of the quarter.

With a stronger-than-expected tax season, however, the IOC was able to cut into the size of the backlog in April and bring temporary relief to state vendors. At the end of April, total General Funds payables totaled \$3.115 billion (\$1.805 billion in General Revenue Fund bills and \$1.311 in other General Funds) – approximately \$1.5 billion lower than one year before. When estimates of agency bills were included, the state ended April with a total bill backlog of \$5.5 billion.

However, it is important to note that the strong tax season is viewed as a one-time occurrence prompted by a tax season in which residents and businesses accelerated transactions to take advantage of 2012 federal tax rates.

Moving forward, the IOC expects the amount of fiscal year 2013 obligations carried over into the next year to exceed \$6 billion and, depending on the budget enacted by the General Assembly, the back-



log continue to remain high in the summer and fall months. Long-term fiscal questions also remain. More than two years after the state's income tax increase went into effect, base revenue growth is still primarily dependent on income tax receipts; when those increases are reduced in 2015, revenues will experience a significant decline – causing payment delays to grow.

The chart of adjusted General Revenue Fund (GRF) balances on March 29, 2013 shows a negative balance of \$4.837 billion. At the same time last year, the adjusted GRF balance was a negative \$4.285 billion. This does not include the other General Funds which have significantly larger backlogs than last year, in particular the Education Assistance Fund, where universities have already vouchered over 92 percent of their appropriations. The adjusted GRF balance had improved to a negative \$1.733 billion by the end of April.

Through the third quarter of fiscal year 2013, base revenues increased by 6.6 percent (11.2 percent through the end of April) while base expenditures grew by 7.0 percent through nine months and 11.1 percent through ten months.

BASE REVENUES

Through three quarters of fiscal year 2013, revenue growth was due to a combination of increases in income tax receipts, transfers in, and federal revenues. General Funds total base revenue increased \$1.548 billion, or 6.6 percent, through the end of March. Through the end of April, base revenues had increased \$3.069 billion, or 11.2 percent. Factors impacting the state's base revenues so far this year include:

- **INDIVIDUAL INCOME TAXES:** Individual income tax receipts increased \$463 million, or 4.3 percent, through the first nine months of the year, but by the end of April, the

year-to-date increase rose to \$1.144 billion, or 8.9 percent. Net April 2013 individual income tax revenues exceeded the revenues received the prior April by \$681 million, surpassing previous estimates. It appears that the growth in April revenues was tied to one-time events (e.g. the change in the capital gains rate at the federal level), and this level of growth is not likely to be sustained. Additionally, the change in the percentage allocated to the Refund Fund has impacted receipts. Specifically, the share of individual income tax receipts set-aside for refunds increased from 8.75 percent to 9.75 percent, reducing the remaining share for the General Funds.

• **CORPORATE INCOME TAXES:**

Corporate income tax revenues increased by \$419 million or 28.3 percent through the first nine months and had similar strong performance in April. Through ten months, year-to-date corporate tax revenues are up \$664 million, or 34.2 percent. Deposits to the Refund Fund from the corporate income taxes were at a lower rate in fiscal year 2013, making the growth in net deposits to the General Funds higher than it would be otherwise. Regardless, corporate income tax General Funds deposits were very strong in April.

• **SALES TAX:** Although economic growth is continuing, sales tax revenues increased by only \$62 million or 1.1 percent. April sales tax revenues were down from the prior year, reducing year-to-date growth to \$54 million or 0.9 percent through ten months.

• **TRANSFERS:** A transfer of \$264 million from the FY13 Backlog Payment Fund was the leading factor in the growth in transfers in so far this fiscal year. This transfer offset the \$215 million decline in transfers from the Capital Projects Fund into GRF. Lottery Fund transfers were up \$11 million, or 2.4 percent (similar performance in April), and riverboat gambling transfers increased \$11 million or 4.2 percent through March, but lost all of the gain in April. It is also important to note that those totals do not include transfers from the Budget Stabilization Fund.

• **FEDERAL REVENUE:** Federal revenues increased \$541 million, or 24.4 percent, during the first three quarters in fiscal year 2013, as the state paid more Medicaid lapse period bills this year. Federal revenues jumped \$608 million in April, bringing the year-to-date increase to \$1.1 billion or 43.6 percent, as the Comptroller's office paid down a large amount of reimbursement-eligible Medicaid bills with the additional tax revenues in April.

• **OTHER RECEIPTS:** As of the end of March, all other state receipts were down \$39 million, or

1.7 percent from the previous fiscal year. Specifically, inheritance tax receipts increase of \$43 million was offset by decreases in public utility taxes (\$24 million), while the sum of all other sources decreased due to the final payment of \$73 million from the sale of the tenth riverboat license included in last fiscal year. Through the end of April, "other sources" was down \$25 million, or 1.0 percent, year-to-date.

BASE EXPENDITURES

General Funds base spending increased by \$1.634 billion, or 7.0 percent, through the third quarter of fiscal year 2013. Spending increased by \$511 million in January, increased \$156 million in February, and was up \$155 million in March. Supported by strong revenue collections, base expenditures increased \$1.406 billion in April, and were up \$3.040 billion, or 11.1 percent, year-to-date as the IOC reduced the backlog of payables.

• **SOCIAL SERVICES:** The Department of Healthcare and Family Services' spending was up \$608 million or 11.6 percent through the third quarter, but with relatively few new vouchers arriving in April, vouchers presented through ten months had fallen \$279 million, or 4.3 percent. Vouchers presented by the Department of Human Services were down \$44 million or 1.6 percent (\$98 million or 3.3 percent through April), and Department of Children and Family Services expenditures were down \$77 million or 11.2 percent (down \$79 million or 10.6 percent after ten months). Department on Aging vouchers presented were up \$107 million with almost 94 percent of appropriations expended by the end of the third quarter. Aging's spending slowed down in April.

• **EDUCATION:** Vouchers presented by the State Board of Education were down \$285 million, or 5.6 percent, through March and \$340 million through April. Appropriations for General State Aid for schools decreased \$161 million this fiscal year. Vouchers presented by higher education agencies, excluding the retirement system, were down \$119 million or 6.1 percent, with a similar decline seen year-to-date through April.

• **RETIREMENT SYSTEMS:** Teachers Retirement System (TRS) vouchers were up \$220 million (\$244 million through April) and University Retirement System expenditures increased \$370 million (\$406 million through April). Vouchers from the State Employees Retirement System were up \$110 million (\$121 million through April).

• **ALL OTHER:** CMS had the largest increase in vouchers presented for payment among the major agencies of \$1.1 billion or 1,348.7 percent due to

the transfer of state employee health insurance appropriations to this agency, with over 99 percent of current year appropriations already spent. Spending in April was minimal. "All other" spending was up due to the payment of \$264 million into the Fiscal Year 2013 Backlog Payment Fund.

• **TRANSFERS OUT:** Transfers out for nine months of fiscal year 2013 increased by \$315 million, or 10.1 percent, when compared to last year, and was up \$529 million or 14.3 percent through April. This does not include the final transfer of \$133 million from the fiscal year 2011 interfund borrowing that was repaid this year.

WHAT LIES AHEAD

Payment backlogs are expected to continue throughout the balance of the fiscal year although with the additional revenues in April, the delays are likely to be less than in recent history. If current revenue and spending projections based on current appropriation levels, including the supplemental appropriations in Public Act 98-11, materialize, the end of year backlog at the IOC is projected to be a bit lower than the \$3.656 billion held at the IOC at the end of fiscal year 2012. Public Act 98-11 included \$173 million for Aging's Community Care Program and \$151 million for a transfer to a Medicaid program fund.

There is likely to be continued pressure to increase appropriations during the spring legislative session. The Governor's fiscal year 2014 budget proposal included a request for a General Funds supplemental appropriation for \$323 million, including the request for the Department on Aging contained in P.A. 98-11. However, it also included \$73 million for CMS, \$41 million for the Department of Corrections and \$36 million for other departments. Additionally, the supplemental enacted earlier in the fiscal year for state employee health insurance may not be enough for that program to avoid further payment delays. The fiscal year 2013 GRF appropriation for state employee health insurance of \$1.1 billion is below the fiscal year 2012 GRF appropriation total of \$1.4 billion.

Increased spending not accompanied by additional revenues or reductions in spending elsewhere will increase the end of year backlog at IOC from current projections. During the remainder of the spring session, the General Assembly and the Governor will be faced with difficult budget decisions during the crafting of the fiscal year 2014 budget. Several key issues with fiscal impact – including pension system changes, reviews of transfers to other state funds and gaming expansion – will be debated and the results will impact the state's fiscal picture for many years to come. However, even with changes to pensions and the state's funding of them, backlogs in payments will persist and may grow especially in 2015 when income tax rates are reduced. ■

GENERAL FUNDS TRANSACTIONS
(Dollars in Millions)

| | March | | Change | Nine Months | | Change | |
|---|-----------------|-----------------|----------------|------------------|------------------|-----------------|--------------|
| | 2012 | 2013 | | FY 2012 | FY 2013 | Amount | Percent |
| AVAILABLE CASH BALANCE, BEGINNING | \$ 224 | \$ 154 | \$ (70) | \$ 469 | \$ 40 | \$ (429) | (91.5) % |
| Revenues: | | | | | | | |
| State Sources: | | | | | | | |
| Cash Receipts: | | | | | | | |
| Income Taxes: | | | | | | | |
| Individual | \$ 1,357 | \$ 1,358 | \$ 1 | \$ 10,722 | \$ 11,185 | \$ 463 | 4.3 % |
| Corporate | 432 | 538 | 106 | 1,479 | 1,898 | 419 | 28.3 |
| Total, Income Taxes | 1,789 | 1,896 | 107 | 12,201 | 13,083 | 882 | 7.2 |
| Sales Taxes | 575 | 569 | (6) | 5,392 | 5,454 | 62 | 1.1 |
| Other Sources: | | | | | | | |
| Public Utility Taxes | 120 | 96 | (24) | 789 | 765 | (24) | (3.0) |
| Cigarette Taxes | 29 | 29 | 0 | 265 | 265 | 0 | 0.0 |
| Inheritance Tax (gross) | 39 | 16 | (23) | 173 | 216 | 43 | 24.9 |
| Liquor Gallonage Taxes | 12 | 11 | (1) | 124 | 125 | 1 | 0.8 |
| Insurance Tax and Fees | 61 | 35 | (26) | 228 | 213 | (15) | (6.6) |
| Corporation Franchise Tax and Fees | 15 | 15 | 0 | 148 | 159 | 11 | 7.4 |
| Investment Income | 3 | 2 | (1) | 15 | 16 | 1 | 6.7 |
| Cook County IGT | 0 | 0 | 0 | 150 | 150 | 0 | 0.0 |
| Other | 34 | 50 | 16 | 392 | 336 | (56) | (14.3) |
| Total, Other Sources | 313 | 254 | (59) | 2,284 | 2,245 | (39) | (1.7) |
| Total, Cash Receipts | \$ 2,677 | \$ 2,719 | \$ 42 | \$ 19,877 | \$ 20,782 | \$ 905 | 4.6 % |
| Transfers In: | | | | | | | |
| Lottery Fund | \$ 72 | \$ 66 | \$ (6) | \$ 451 | \$ 462 | \$ 11 | 2.4 % |
| State Gaming Fund | 18 | 12 | (6) | 264 | 275 | 11 | 4.2 |
| Other Funds | 58 | 69 | 11 | 584 | 664 | 80 | 13.7 |
| Total, Transfers In | \$ 148 | \$ 147 | \$ (1) | \$ 1,299 | \$ 1,401 | \$ 102 | 7.9 % |
| Total, State Sources | \$ 2,825 | \$ 2,866 | \$ 41 | \$ 21,176 | \$ 22,183 | \$ 1,007 | 4.8 % |
| Federal Sources | \$ 364 | \$ 298 | \$ (66) | \$ 2,217 | \$ 2,758 | \$ 541 | 24.4 % |
| Total, Base Revenues | \$ 3,189 | \$ 3,164 | \$ (25) | \$ 23,393 | \$ 24,941 | \$ 1,548 | 6.6 % |
| Short Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Transfer from Budget Stabilization Fund | 0 | 0 | 0 | 275 | 275 | 0 | 0.0 |
| Total, Revenues | \$ 3,189 | \$ 3,164 | \$ (25) | \$ 23,668 | \$ 25,216 | \$ 1,548 | 6.5 % |
| Expenditures: | | | | | | | |
| By Agency: | | | | | | | |
| Healthcare and Family Services | \$ 751 | \$ 283 | \$ (468) | \$ 5,229 | \$ 5,837 | \$ 608 | 11.6 % |
| State Board of Education | 817 | 777 | (40) | 5,125 | 4,840 | (285) | (5.6) |
| Human Services | 304 | 197 | (107) | 2,730 | 2,686 | (44) | (1.6) |
| Teachers Retirement | 209 | 239 | 30 | 1,888 | 2,108 | 220 | 11.7 |
| University Retirement System | 82 | 117 | 35 | 582 | 952 | 370 | 63.6 |
| All Other Higher Education | 101 | 83 | (18) | 1,947 | 1,828 | (119) | (6.1) |
| Corrections | 98 | 90 | (8) | 926 | 896 | (30) | (3.2) |
| State Employees Retirement System | 75 | 87 | 12 | 679 | 789 | 110 | 16.2 |
| Central Management Services | 3 | 2 | (1) | 78 | 1,130 | 1,052 | 1,348.7 |
| Children and Family Services | 86 | 44 | (42) | 689 | 612 | (77) | (11.2) |
| Aging | 71 | 41 | (30) | 657 | 764 | 107 | 16.3 |
| State Police | 22 | 20 | (2) | 205 | 189 | (16) | (7.8) |
| All Other | 119 | 122 | 3 | 1,324 | 1,455 | 131 | 9.9 |
| Total | \$ 2,738 | \$ 2,102 | \$ (636) | \$ 22,059 | \$ 24,086 | \$ 2,027 | 9.2 % |
| Regular Transfers Out | 342 | 292 | (50) | 3,109 | 3,424 | 315 | 10.1 |
| Prior Year Adjustments | (4) | (3) | 1 | (85) | (10) | 75 | (88.2) |
| Vouchers Payable Adjustment | (47) | 793 | 840 | (1,728) | (2,511) | (783) | N/A |
| Total, Base Expenditures | \$ 3,029 | \$ 3,184 | \$ 155 | \$ 23,355 | \$ 24,989 | \$ 1,634 | 7.0 % |
| Transfers to Repay Budget Stabilization | 0 | 0 | 0 | 275 | 0 | (275) | (100.0) |
| Transfers to Repay Interfund Borrowing | 169 | 0 | (169) | 292 | 133 | (159) | (54.5) |
| Transfers to Repay Short-Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Total, Expenditures | 3,198 | 3,184 | (14) | 23,922 | 25,122 | 1,200 | 5.0 |
| AVAILABLE CASH BALANCE, ENDING | \$ 215 | \$ 134 | \$ (81) | \$ 215 | \$ 134 | \$ (81) | (37.7) % |

GENERAL REVENUE FUND TRANSACTIONS
(Dollars in Millions)

| | March | | Change | Nine Months | | Change | |
|---|-----------------|-----------------|----------------|------------------|------------------|-----------------|--------------|
| | 2012 | 2013 | | FY 2012 | FY 2013 | Amount | Percent |
| AVAILABLE CASH BALANCE, BEGINNING | \$ 86 | \$ 50 | \$ (36) | \$ 7 | \$ 16 | \$ 9 | 128.6 % |
| Revenues: | | | | | | | |
| State Sources: | | | | | | | |
| Cash Receipts: | | | | | | | |
| Income Taxes: | | | | | | | |
| Individual | \$ 1,258 | \$ 1,259 | \$ 1 | \$ 9,939 | \$ 10,369 | \$ 430 | 4.3 % |
| Corporate | 400 | 498 | 98 | 1,371 | 1,759 | 388 | 28.3 |
| Total, Income Taxes | 1,658 | 1,757 | 99 | 11,310 | 12,128 | 818 | 7.2 |
| Sales Taxes | 432 | 427 | (5) | 4,042 | 4,088 | 46 | 1.1 |
| Other Sources: | | | | | | | |
| Public Utility Taxes | 111 | 88 | (23) | 717 | 694 | (23) | (3.2) |
| Cigarette Taxes | 18 | 23 | 5 | 183 | 209 | 26 | 14.2 |
| Inheritance Tax (gross) | 39 | 16 | (23) | 173 | 216 | 43 | 24.9 |
| Liquor Gallonage Taxes | 12 | 11 | (1) | 124 | 125 | 1 | 0.8 |
| Insurance Tax and Fees | 61 | 35 | (26) | 228 | 213 | (15) | (6.6) |
| Corporation Franchise Tax and Fees | 15 | 15 | 0 | 148 | 159 | 11 | 7.4 |
| Investment Income | 3 | 2 | (1) | 15 | 15 | 0 | 0.0 |
| Cook County IGT | 0 | 0 | 0 | 150 | 150 | 0 | 0.0 |
| Other | 34 | 50 | 16 | 389 | 334 | (55) | (14.1) |
| Total, Other Sources | 293 | 240 | (53) | 2,127 | 2,115 | (12) | (0.6) |
| Total, Cash Receipts | \$ 2,383 | \$ 2,424 | \$ 41 | \$ 17,479 | \$ 18,331 | \$ 852 | 4.9 % |
| Transfers In | 58 | 69 | 11 | 584 | 664 | 80 | 13.7 |
| Total, State Sources | \$ 2,441 | \$ 2,493 | \$ 52 | \$ 18,063 | \$ 18,995 | \$ 932 | 5.2 % |
| Federal Sources | \$ 364 | \$ 298 | \$ (66) | \$ 2,217 | \$ 2,758 | \$ 541 | 24.4 % |
| Total, Base Revenues | \$ 2,805 | \$ 2,791 | \$ (14) | \$ 20,280 | \$ 21,753 | \$ 1,473 | 7.3 % |
| Short Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Transfer from Budget Stabilization Fund | 0 | 0 | 0 | 275 | 275 | 0 | 0.0 |
| Total, Revenues | \$ 2,805 | \$ 2,791 | \$ (14) | \$ 20,555 | \$ 22,028 | \$ 1,473 | 7.2 % |
| Expenditures: | | | | | | | |
| By Agency | | | | | | | |
| Healthcare and Family Services | \$ 751 | \$ 283 | (468) | \$ 5,229 | \$ 5,837 | 608 | 11.6 |
| State Board of Education | 393 | 388 | (5) | 1,713 | 1,709 | (4) | (0.2) |
| Human Services | 304 | 197 | (107) | 2,730 | 2,686 | (44) | (1.6) |
| Higher Education | 46 | 53 | 7 | 471 | 468 | (3) | (0.6) |
| Corrections | 98 | 90 | (8) | 926 | 896 | (30) | (3.2) |
| State Employees Retirement System | 75 | 87 | 12 | 679 | 789 | 110 | 16.2 |
| Central Management Services | 3 | 2 | (1) | 78 | 1,130 | 1,052 | 1,348.7 |
| Children and Family Services | 86 | 44 | (42) | 689 | 612 | (77) | (11.2) |
| Aging | 71 | 41 | (30) | 657 | 764 | 107 | 16.3 |
| State Police | 22 | 20 | (2) | 205 | 189 | (16) | (7.8) |
| All Other | 122 | 125 | 3 | 1,352 | 1,483 | 131 | 9.7 |
| Total | \$ 1,971 | \$ 1,330 | \$ (641) | \$ 14,729 | \$ 16,563 | \$ 1,834 | 12.5 % |
| Regular Transfers Out | 765 | 719 | (46) | 5,779 | 7,017 | 1,238 | 21.4 |
| Prior Year Adjustments | (4) | (3) | 1 | (78) | (1) | 77 | (98.7) |
| Vouchers Payable Adjustment | (48) | 740 | 788 | (473) | (1,723) | (1,250) | N/A |
| Total, Base Expenditures | \$ 2,684 | \$ 2,786 | \$ 102 | \$ 19,957 | \$ 21,856 | \$ 1,899 | 9.5 % |
| Transfers to Repay Budget Stabilization | 0 | 0 | 0 | 275 | 0 | (275) | (100.0) |
| Transfers to Repay Interfund Borrowing | 169 | 0 | (169) | 292 | 133 | (159) | (54.5) |
| Transfers to Repay Short-Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Total, Expenditures | 2,853 | 2,786 | (67) | 20,524 | 21,989 | 1,465 | 7.1 |
| AVAILABLE CASH BALANCE, ENDING | \$ 38 | \$ 55 | \$ 17 | \$ 38 | \$ 55 | \$ 17 | 44.7 % |

GENERAL FUNDS TRANSACTIONS
(Dollars in Millions)

| | April | | Change | Ten Months | | Change | |
|---|-----------------|-----------------|-----------------|------------------|------------------|-----------------|---------------|
| | 2012 | 2013 | | FY 2012 | FY 2013 | Amount | Percent |
| AVAILABLE CASH BALANCE, BEGINNING | \$ 215 | \$ 134 | \$ (81) | \$ 469 | \$ 40 | \$ (429) | (91.5) % |
| Revenues: | | | | | | | |
| State Sources: | | | | | | | |
| Cash Receipts: | | | | | | | |
| Income Taxes: | | | | | | | |
| Individual | \$ 2,157 | \$ 2,838 | \$ 681 | \$ 12,879 | \$ 14,023 | \$ 1,144 | 8.9 % |
| Corporate | 463 | 709 | 246 | 1,943 | 2,607 | 664 | 34.2 |
| Total, Income Taxes | 2,620 | 3,547 | 927 | 14,822 | 16,630 | 1,808 | 12.2 |
| Sales Taxes | 611 | 603 | (8) | 6,003 | 6,057 | 54 | 0.9 |
| Other Sources: | | | | | | | |
| Public Utility Taxes | 71 | 87 | 16 | 859 | 852 | (7) | (0.8) |
| Cigarette Taxes | 30 | 29 | (1) | 295 | 294 | (1) | (0.3) |
| Inheritance Tax (gross) | 23 | 15 | (8) | 195 | 231 | 36 | 18.5 |
| Liquor Gallonage Taxes | 13 | 13 | 0 | 137 | 138 | 1 | 0.7 |
| Insurance Tax and Fees | 48 | 53 | 5 | 276 | 266 | (10) | (3.6) |
| Corporation Franchise Tax and Fees | 14 | 15 | 1 | 162 | 174 | 12 | 7.4 |
| Investment Income | 2 | 2 | 0 | 17 | 17 | 0 | 0.0 |
| Cook County IGT | 0 | 0 | 0 | 150 | 150 | 0 | 0.0 |
| Other | 37 | 37 | 0 | 430 | 374 | (56) | (13.0) |
| Total, Other Sources | 238 | 251 | 13 | 2,521 | 2,496 | (25) | (1.0) |
| Total, Cash Receipts | \$ 3,469 | \$ 4,401 | \$ 932 | \$ 23,346 | \$ 25,183 | \$ 1,837 | 7.9 % |
| Transfers In: | | | | | | | |
| Lottery Fund | \$ 63 | \$ 64 | \$ 1 | \$ 513 | \$ 526 | \$ 13 | 2.5 % |
| State Gaming Fund | 27 | 17 | (10) | 291 | 291 | 0 | 0.0 |
| Other Funds | 74 | 64 | (10) | 659 | 729 | 70 | 10.6 |
| Total, Transfers In | \$ 164 | \$ 145 | \$ (19) | \$ 1,463 | \$ 1,546 | \$ 83 | 5.7 % |
| Total, State Sources | \$ 3,633 | \$ 4,546 | \$ 913 | \$ 24,809 | \$ 26,729 | \$ 1,920 | 7.7 % |
| Federal Sources | \$ 417 | \$ 1,025 | \$ 608 | \$ 2,634 | \$ 3,783 | \$ 1,149 | 43.6 % |
| Total, Base Revenues | \$ 4,050 | \$ 5,571 | \$ 1,521 | \$ 27,443 | \$ 30,512 | \$ 3,069 | 11.2 % |
| Short Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Transfer from Budget Stabilization Fund | 0 | 0 | 0 | 275 | 275 | 0 | 0.0 |
| Total, Revenues | \$ 4,050 | \$ 5,571 | \$ 1,521 | \$ 27,718 | \$ 30,787 | \$ 3,069 | 11.1 % |
| Expenditures: | | | | | | | |
| By Agency: | | | | | | | |
| Healthcare and Family Services | \$ 1,194 | \$ 305 | \$ (889) | \$ 6,422 | \$ 6,143 | \$ (279) | (4.3) % |
| State Board of Education | 518 | 463 | (55) | 5,643 | 5,303 | (340) | (6.0) |
| Human Services | 243 | 189 | (54) | 2,973 | 2,875 | (98) | (3.3) |
| Teachers Retirement | 209 | 233 | 24 | 2,097 | 2,341 | 244 | 11.6 |
| University Retirement System | 82 | 118 | 36 | 664 | 1,070 | 406 | 61.1 |
| All Other Higher Education | 47 | 49 | 2 | 1,994 | 1,877 | (117) | (5.9) |
| Corrections | 103 | 89 | (14) | 1,029 | 985 | (44) | (4.3) |
| State Employees Retirement System | 75 | 87 | 12 | 754 | 875 | 121 | 16.0 |
| Central Management Services | 2 | 1 | (1) | 81 | 1,131 | 1,050 | 1,296.3 |
| Children and Family Services | 57 | 55 | (2) | 746 | 667 | (79) | (10.6) |
| Aging | 72 | 6 | (66) | 728 | 771 | 43 | 5.9 |
| State Police | 23 | 15 | (8) | 228 | 203 | (25) | (11.0) |
| All Other | 136 | 124 | (12) | 1,460 | 1,579 | 119 | 8.2 |
| Total | \$ 2,761 | \$ 1,734 | \$ (1,027) | \$ 24,819 | \$ 25,820 | \$ 1,001 | 4.0 % |
| Regular Transfers Out | 596 | 811 | 215 | 3,706 | 4,235 | 529 | 14.3 |
| Prior Year Adjustments | (1) | (9) | (8) | (86) | (20) | 66 | (76.7) |
| Vouchers Payable Adjustment | 692 | 2,918 | 2,226 | (1,036) | 408 | 1,444 | N/A |
| Total, Base Expenditures | \$ 4,048 | \$ 5,454 | \$ 1,406 | \$ 27,403 | \$ 30,443 | \$ 3,040 | 11.1 % |
| Transfers to Repay Budget Stabilization | 0 | 0 | 0 | 275 | 0 | (275) | (100.0) |
| Transfers to Repay Interfund Borrowing | 42 | 0 | (42) | 334 | 133 | (201) | (60.2) |
| Transfers to Repay Short-Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Total, Expenditures | 4,090 | 5,454 | 1,364 | 28,012 | 30,576 | 2,564 | 9.2 |
| AVAILABLE CASH BALANCE, ENDING | \$ 175 | \$ 251 | \$ 76 | \$ 175 | \$ 251 | \$ 76 | 43.4 % |

GENERAL REVENUE FUND TRANSACTIONS
(Dollars in Millions)

| | April | | Change | Ten Months | | Change | |
|---|-----------------|-----------------|-----------------|------------------|------------------|-----------------|---------------|
| | 2012 | 2013 | | FY 2012 | FY 2013 | Amount | Percent |
| AVAILABLE CASH BALANCE, BEGINNING | \$ 38 | \$ 55 | \$ 17 | \$ 7 | \$ 16 | \$ 9 | 128.6 % |
| Revenues: | | | | | | | |
| State Sources: | | | | | | | |
| Cash Receipts: | | | | | | | |
| Income Taxes: | | | | | | | |
| Individual | \$ 2,000 | \$ 2,631 | \$ 631 | \$ 11,939 | \$ 12,999 | \$ 1,060 | 8.9 % |
| Corporate | 429 | 657 | 228 | 1,801 | 2,417 | 616 | 34.2 |
| Total, Income Taxes | 2,429 | 3,288 | 859 | 13,740 | 15,416 | 1,676 | 12.2 |
| Sales Taxes | 459 | 452 | (7) | 4,500 | 4,541 | 41 | 0.9 |
| Other Sources: | | | | | | | |
| Public Utility Taxes | 65 | 81 | 16 | 782 | 775 | (7) | (0.9) |
| Cigarette Taxes | 18 | 21 | 3 | 201 | 230 | 29 | 14.4 |
| Inheritance Tax (gross) | 23 | 15 | (8) | 195 | 231 | 36 | 18.5 |
| Liquor Gallonage Taxes | 13 | 13 | 0 | 137 | 138 | 1 | 0.7 |
| Insurance Tax and Fees | 48 | 53 | 5 | 276 | 266 | (10) | (3.6) |
| Corporation Franchise Tax and Fees | 14 | 15 | 1 | 162 | 174 | 12 | 7.4 |
| Investment Income | 2 | 2 | 0 | 17 | 17 | 0 | 0.0 |
| Cook County IGT | 0 | 0 | 0 | 150 | 150 | 0 | 0.0 |
| Other | 37 | 37 | 0 | 426 | 370 | (56) | (13.1) |
| Total, Other Sources | 220 | 237 | 17 | 2,346 | 2,351 | 5 | 0.2 |
| Total, Cash Receipts | \$ 3,108 | \$ 3,977 | \$ 869 | \$ 20,586 | \$ 22,308 | \$ 1,722 | 8.4 % |
| Transfers In | 74 | 64 | (10) | 659 | 728 | 69 | 10.5 |
| Total, State Sources | \$ 3,182 | \$ 4,041 | \$ 859 | \$ 21,245 | \$ 23,036 | \$ 1,791 | 8.4 % |
| Federal Sources | \$ 417 | \$ 1,025 | \$ 608 | \$ 2,634 | \$ 3,783 | \$ 1,149 | 43.6 % |
| Total, Base Revenues | \$ 3,599 | \$ 5,066 | \$ 1,467 | \$ 23,879 | \$ 26,819 | \$ 2,940 | 12.3 % |
| Short Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Transfer from Budget Stabilization Fund | 0 | 0 | 0 | 275 | 275 | 0 | 0.0 |
| Total, Revenues | \$ 3,599 | \$ 5,066 | \$ 1,467 | \$ 24,154 | \$ 27,094 | \$ 2,940 | 12.2 % |
| Expenditures: | | | | | | | |
| By Agency | | | | | | | |
| Healthcare and Family Services | \$ 1,194 | \$ 305 | (889) | \$ 6,422 | 6,143 | (279) | (4.3) |
| State Board of Education | 96 | 76 | (20) | 1,809 | 1,786 | (23) | (1.3) |
| Human Services | 243 | 189 | (54) | 2,973 | 2,875 | (98) | (3.3) |
| Higher Education | 5 | 18 | 13 | 477 | 486 | 9 | 1.9 |
| Corrections | 103 | 89 | (14) | 1,029 | 985 | (44) | (4.3) |
| State Employees Retirement System | 75 | 87 | 12 | 754 | 875 | 121 | 16.0 |
| Central Management Services | 2 | 1 | (1) | 81 | 1,131 | 1,050 | 1,296.3 |
| Children and Family Services | 57 | 55 | (2) | 746 | 667 | (79) | (10.6) |
| Aging | 72 | 6 | (66) | 728 | 771 | 43 | 5.9 |
| State Police | 23 | 15 | (8) | 228 | 203 | (25) | (11.0) |
| All Other | 139 | 127 | (12) | 1,491 | 1,610 | 119 | 8.0 |
| Total | \$ 2,009 | \$ 968 | \$ (1,041) | \$ 16,738 | \$ 17,532 | \$ 794 | 4.7 % |
| Regular Transfers Out | 974 | 1,478 | 504 | 6,753 | 8,494 | 1,741 | 25.8 |
| Prior Year Adjustments | (1) | (7) | (6) | (79) | (8) | 71 | (89.9) |
| Vouchers Payable Adjustment | 593 | 2,610 | 2,017 | 120 | 887 | 767 | N/A |
| Total, Base Expenditures | \$ 3,575 | \$ 5,049 | \$ 1,474 | \$ 23,532 | \$ 26,905 | \$ 3,373 | 14.3 % |
| Transfers to Repay Budget Stabilization | 0 | 0 | 0 | 275 | 0 | (275) | (100.0) |
| Transfers to Repay Interfund Borrowing | 42 | 0 | (42) | 334 | 133 | (201) | (60.2) |
| Transfers to Repay Short-Term Borrowing | 0 | 0 | 0 | 0 | 0 | 0 | 0.0 |
| Total, Expenditures | 3,617 | 5,049 | 1,432 | 24,141 | 27,038 | 2,897 | 12.0 |
| AVAILABLE CASH BALANCE, ENDING | \$ 20 | \$ 72 | \$ 52 | \$ 20 | \$ 72 | \$ 52 | 260.0 % |