



# CALIFORNIA'S BUDGET DILEMMA

Senate Budget and Fiscal Review Committee

Senator Mark Leno, Chair

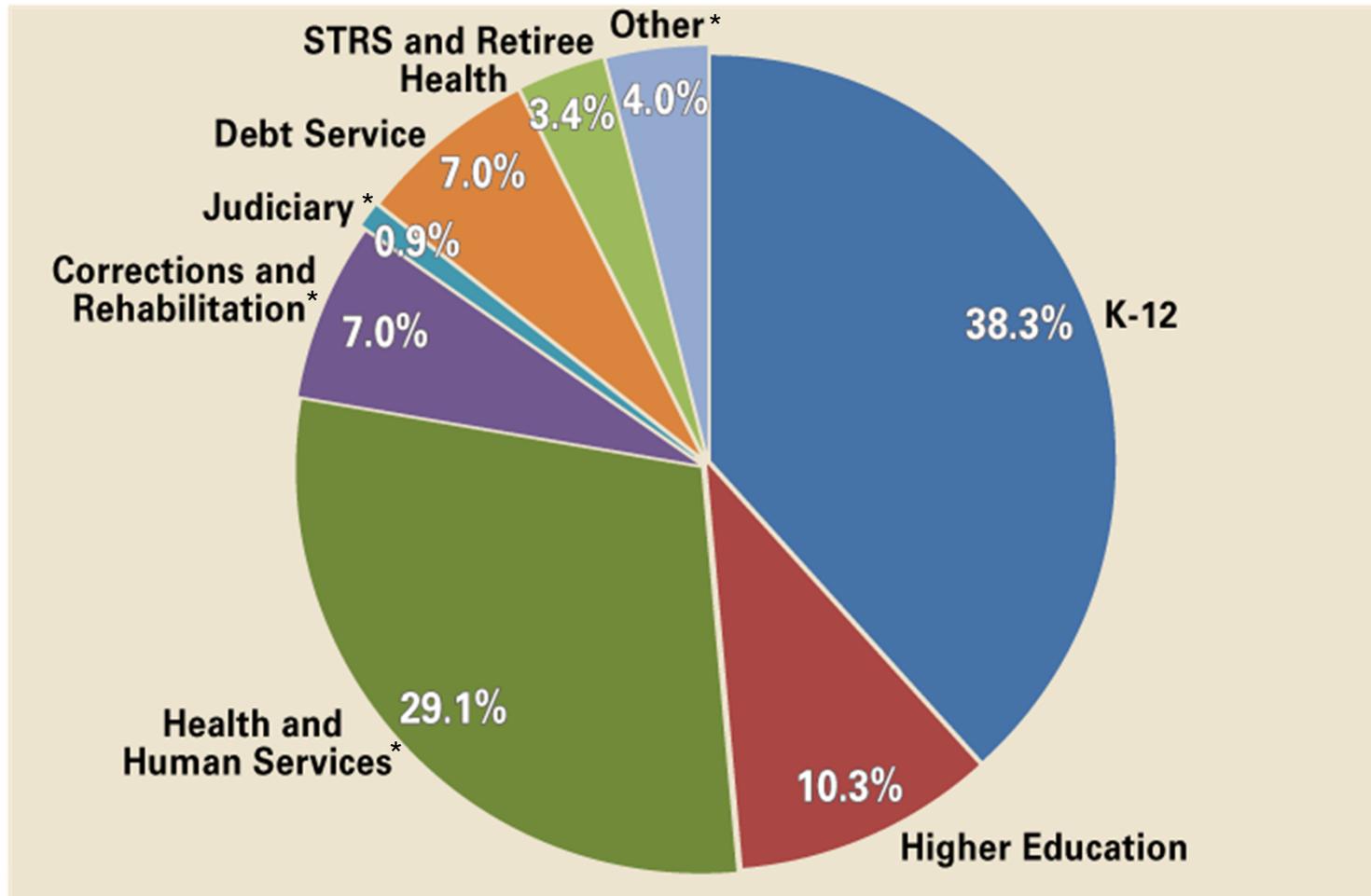
May 6, 2011

## SIGNIFICANT PROGRESS IN BALANCING THE BUDGET

Size of the Budget Problem:	\$26.6 billion
Solutions Approved by the Legislature:	\$14.0 billion
Remaining Budget Problem to Solve: <i>(Including a \$1 billion reserve)</i>	\$13.6 billion



# WHERE DO STATE GENERAL FUND DOLLARS GO?



\*Includes savings due to realignment.

# ABSENT PERMANENT SOLUTIONS, DEFICITS WILL PERSIST FOR YEARS

GENERAL FUND (IN BILLIONS)



\*Includes \$1.2 billion due to the cancellation of the Sale Leaseback transaction.

# EDUCATION FUNDING WOULD DECLINE IN 2011-12 WITHOUT TAX EXTENSIONS and CCC



\* Based on LAO Proposition 98 reductions