

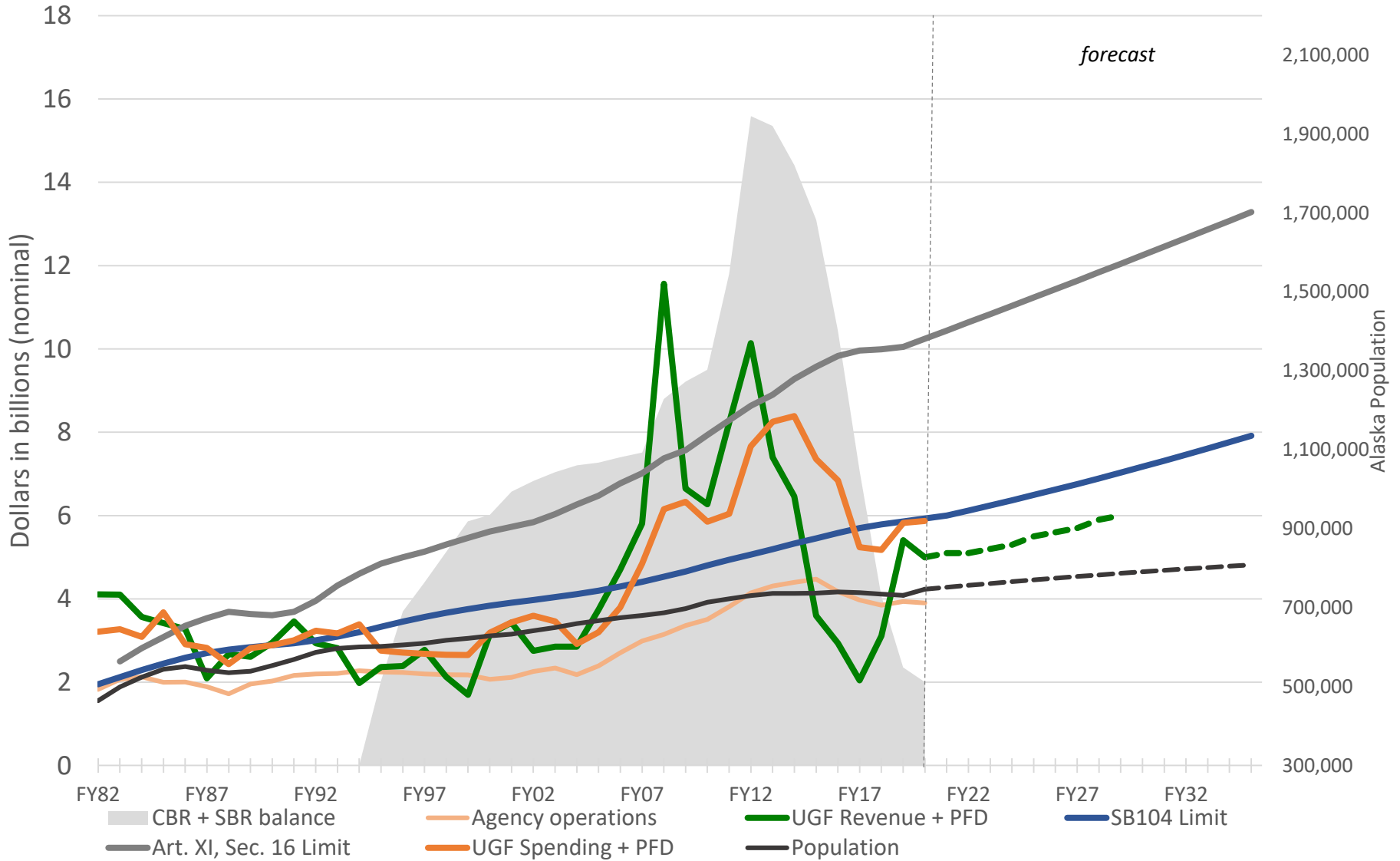
# Decision Points:

1. Starting Point
2. Growth rate
3. What is included under the cap
4. What is excluded outside the cap

# Decision Points: current SB 104 (v. K)

1. Starting Point \$ 6 Billion
2. Growth rate 5-year trailing average CPI
3. What is included under the cap
  - UGF, except the specific exclusions below, including Permanent Fund Dividends
4. What is excluded outside the cap
  - Appropriations to PF Principal, debt obligations, disaster, transfers that require further appropriation

# Appropriation Limits: Article XI, Section 16 vs SB104



## SB 104 - Appropriation Limit

Line	Item	FY2020 mgmt plan + likely supps	FY2021 projected	FY2022 projected	FY2023 projected	Notes
A	Oil and other UGF	2,116	1,967	1,976	1,945	DOR forecast
B	POMV	2,933	3,091	3,095	3,263	APFC forecast
C	Carryforward/other rev.	38				
D	<b>Total UGF revenue</b>	<b>5,087</b>	<b>5,059</b>	<b>5,071</b>	<b>5,208</b>	Sum lines A through C
E	Agency operations	3,739	3,898	3,966	4,035	Based on 1.75% inflation
F	Statewide items	479	634	660	690	Debt & retirement forecast
G	Capital	147	136	185	185	
H	Likely supplemental	300				\$225m + school bond/REAA
I	<b>Total operating and capital</b>	<b>4,665</b>	<b>4,667</b>	<b>4,810</b>	<b>4,910</b>	Sum lines E through H
J	PFD appropriation	1,069	773	774	816	75%/25% POMV split FY21+
K	<b>PFD check</b>	<b>\$1,606</b>	<b>\$1,153</b>	<b>\$1,151</b>	<b>\$1,209</b>	Line J less deductions divided by applicants
L	<b>Total budget with PFD</b>	<b>5,734</b>	<b>5,440</b>	<b>5,584</b>	<b>5,726</b>	Line I plus line J
M	<b>Surplus/(Deficit-use of savings)</b>	<b>(647)</b>	<b>(381)</b>	<b>(513)</b>	<b>(518)</b>	Line D minus line L
N	<b>Cap (\$6B, 1.5% inflation)</b>	<b>6,000*</b>	<b>6,000</b>	<b>6,090</b>	<b>6,181</b>	Appropriation limit in SB104 effective FY21
O	Spending outside cap	280	292	312	312	State debt, transfers and capital up to 5%
P	Spending subject to cap	5,454	5,148	5,272	5,414	UGF spending subject to cap
Q	<b>Amount under/(over) cap</b>	<b>546</b>	<b>852</b>	<b>818</b>	<b>767</b>	Line N minus line P