

### Summary Chart of Governor's Budget Proposal

(Dollars in millions)

Category	2009-10	2010-11	Total
Expenditure Reductions	1,034	7,475	8,509
Federal Funds	8	6,905	6,913
Alternative Funding	150	3,736	3,886
Fund Shifts and Other Revenues	0	572	572
<b>Total Solutions</b>	<b>1,192</b>	<b>18,688</b>	<b>19,880</b>

### Summary of Problem from Department of Finance

(Dollars in billions)

Category	Amount
Projected 2010-11 Beginning Shortfall	\$6.9
Revenue Decline	\$3.4
Federal and State Court Litigation	\$4.9
Erosions of Other Previously Enacted Solutions	\$2.3
Other Population and Caseload Growth	\$1.4
Subtotal, Projected Shortfall	\$18.9
Rebuild \$1 Billion Reserve	\$1.0
<b>Total Projected Problem</b>	<b>\$19.9</b>

**Governor's Proposed Prop 58 Special Session Solutions**  
(Projected Savings Reflect a March 1<sup>st</sup> Enactment)

**Total Prop 58 Special Session Solutions**

	Savings Lost if Enacted July 1st	Current Year	Budget Year	Total
Expenditure Solutions	-1,863.4	1,034.1	5,481.8	6,515.9
Federal Funds	-21.7	7.5	86.9	94.4
Alternative Funding	-561.8	149.8	2,108.2	2,258.0
<b>Total</b>	<b>2,446.9</b>	<b>1,191.4</b>	<b>7,676.9</b>	<b>8,868.3</b>

**Expenditure Solutions Under Prop 58 Special Session**

	Savings Lost if Enacted July 1st	Current Year	Budget Year	Total
<b>Higher Education</b>				
Reduce Monthly CalWORKs Grants by 15.7 percent: GF Savings in CSAC Budget through cost shift to TANF Reimbursements	-4.6	0.0	18.3	18.3
Suspend New Competitive CalGrant Awards	0.0	0.0	45.5	45.5
<b>Health Care Services</b>				
Medi-Cal -- Reduce benefits for recent immigrants, eliminate Adult Day Health Care, defer institutional provider payments, and rescind a statutory family planning rate increase	-80.0	2.3	292.0	294.3
Medi-Cal -- Establish limits on benefits, expand cost sharing requirements, and implement other programmatic changes	-250.0	0.0	750.0	750.0
Medi-Cal -- Anti-Fraud Initiative	-9.0	0.0	26.4	26.4
California Children's Services-Reducing Healthy Families Eligibility to 200 percent FPL.	-0.1	0.0	3.9	3.9
<b>Managed Risk Medical Insurance Board</b>				
Reduce Healthy Families Eligibility from 250 to 200 Percent of Poverty	-21.1	10.5	63.9	74.4
Eliminate Vision Benefit from Healthy Families and Increase Cost Sharing	-3.7	0.0	21.7	21.7
<b>Developmental Services</b>				
Regional Centers--Extend the 3 Percent Provider Payment Reduction through 2010-11	0.0	0.0	60.9	60.9
Cut Monthly CalWORKs Grants by 15.7 percent: GF Savings in DDS Budget	-10.7	0.0	42.7	42.7
DDS Impact (Cost) Associated with IHSS and SSI/SSP Reductions	0.0	0.0	-50.0	-50.0
<b>Social Services</b>				
Reduce Monthly SSI/SSP Grants for Individuals to the Federal Minimum	-43.5	13.7	177.8	191.5
Eliminate Cash Assistance Program for Immigrants	-26.8	8.1	107.3	115.4
Cut Monthly CalWORKs Grants by 15.7 percent: GF Savings in DSS Budget	-39.5	0.0	68.9	68.9
Eliminate CalWORKs Recent Noncitizens Entrants Program	-6.1	0.0	22.5	22.5
Reduce Child Care Providers Reimbursement	-13.7	0.0	54.8	54.8
Cut IHSS Worker Wages/Benefits to \$8.60 / Hr.	-68.0	21.3	271.8	293.1
Limit the Provision of IHSS Services	-162.7	56.6	650.8	707.5
Eliminate California Food Assistance Program	-14.0	3.8	56.2	59.9
<b>Corrections and Rehabilitation</b>				
Jail Term Instead of Prison Term for Specified Felonies	-89.2	25.2	291.6	316.8
<b>Employee Compensation</b>				
Employee Compensation --5% pay cut, 5% increase in employee contribution for retirement, 5% cap on payroll costs, lower cost health care, and delay OPEB pre-payments	-128.2	0.0	1,636.0	1,636.0
<b>Proposition 98</b>				
Fund Proposition 98 at the Minimum Guarantee	-\$892.6	\$892.6	\$868.8	\$1,761.4
<b>Subtotal, Expenditure Solutions</b>	<b>-1,863.4</b>	<b>1,034.1</b>	<b>5,481.8</b>	<b>6,515.9</b>

### Federal Funds Solutions Under Prop 58 Special Session

	Savings Lost if Enacted July 1st	Current Year	Budget Year	Total
Expand Federal Eligibility for Foster Care	-21.7	7.5	86.9	94.4
<b>Subtotal, Federal Funds</b>	<b>-21.7</b>	<b>7.5</b>	<b>86.9</b>	<b>94.4</b>

### Alternative Funding Solutions Under Prop 58 Special Session

	Savings Lost if Enacted July 1st	Current Year	Budget Year	Total
Automated Speed Enforcement Revenues to Offset Trial Court Costs	-119.3	0.0	296.9	296.9
Increase DNA Penalty Assessments for Support of DOJ Forensic Labs	-13.7	13.7	45.1	58.8
Charge Admission Fees to Support the Science Center.	-3.0	0.0	12.0	12.0
Fuel Tax Swap: Eliminate General Fund transfer under Proposition 42.	0.0	0.0	1,573.1	1,573.1
Fuel Tax Swap: Eliminate Sales Tax Revenues on Fuel.	0.0	0.0	-1,573.1	-1,573.1
Fuel Tax Swap: Reduce General Fund for Transportation Debt Service.	-57.1	57.1	929.1	986.2
Emergency Response Initiative: Partial Fund Shift for CAL FIRE's Fire Protection Program	-124.0	0.0	200.0	200.0
Tranquillon Ridge Oil Lease Revenue	0.0	79.0	0.0	79.0
Permanent Funding for State Parks: Tranquillon Ridge Oil Lease	-117.9	0.0	117.9	117.9
Redirection of County Savings related to other HHS reductions	-126.4	0.0	505.5	505.5
Fund the Office of Administrative Law with Fee-for-Service.	-0.4	0.0	1.7	1.7
<b>Subtotal, Alternative Funding</b>	<b>-561.8</b>	<b>149.8</b>	<b>2,108.2</b>	<b>2,258.0</b>