Three-Year General Fund Financial Outlook
FY 2010-11 to FY 2012-13

Prepared Pursuant to Act 156 of 2005

§11-11-350

State Budget and Control Board

Office of State Budget

December 2009

Three-Year General Fund Financial Outlook
FY 2010-11 to FY 2012-13
Based on Enacted FY 2009-10 Budget
(Dollars in Millions)

	FY 2009-10 "Base Year"	Projections FY 2010-11	FY 2011-12	FY 2012-13
Resources:				
Beginning Balance		$88.5		$0.0
Adjustments	239.8			
Revenue (BEA Long Range Revenue Forecast, 11/10/2009)	5,621.8	5,621.8	5,736.0	5,871.9
Tax Relief Trust Fund Transfers	(541.0)	(545.9)	(565.5)	(585.9)
General Reserve Fund Transfer	(63.9)	(55.4)	(33.2)	0.3
ARRA-State Fiscal Stabilization Fund	348.0	346.0		
ARRA- Federal Medicaid Assistance Percentage (FMAP) Increase	406.0	406.0		
Total Revenue/Resources	**$6,010.7**	**$5,861.0**	**$5,137.3**	**$5,286.3**
Expenditures and Reserve Fund Contributions:				
Baseline (Adjusted FY 09-10 Recurring Budget)*	**$5,271.2**	$5,275.3	$5,275.3	$5,275.3
ARRA-State Fiscal Stabilization Fund--Education and Gov Services	348.0	346.0		
ARRA-Medicaid and other Health Agencies	406.0	406.0		
Constitutional/ Statutory Items:				
Reserve Funds: Capital Reserve (CRF)		(17.0)	(9.2)	(0.2)
Local Government Fund		19.3	(20.6)	(0.4)
Debt Service		23.1	10.9	8.4
Capital Reserve Fund: Eliminated due to Revenue Shortfall	(127.8)	(17.0)	(9.2)	(0.2)
Homestead Exemption Fund Shortfall (Act 388 of 2006)		99.1	96.8	111.8
FY 08-09 General Fund Deficit -Repay General Deposit Account		98.2		
Correctional Agencies' FY09-10 Deficits	24.8	24.8	24.8	24.8
Major Expenditure Categories:				
K-12 Education		62.6	104.5	146.6
K-12 Education Replace ARRA Expenditures			180.0	180.0
Higher Ed and other Government Services-Replace ARRA Expenditures			166.0	166.0
Medicaid and other Health Agencies- Replace ARRA FMAP Expenditures			406.0	406.0
Medicaid			68.1	133.5
Social Services and Corrections		29.5	37.5	45.5
Higher Education Scholarship Growth (LIFE & Palmetto Fellows)		18.2	30.5	43.5
State Employee Health Plan-retiree growth + rate increase		46.5	109.7	176.8
SCEIS Implementation		7.3	7.3	7.3
Total Expenditures	**$5,922.2**	**$6,421.9**	**$6,478.4**	**$6,724.7**
Ending Balance (Deficit Indicates Potential Budget Gaps)	$88.5 *	($560.9)	($1,341.1)	($1,438.4)

* Due to revenue shortfalls,the Budget and Control Board reduced the entire 2009 Capital Reserve Fund of $127.8 million and approved across-the-board agency base reductions of $ 200.4 million (4.04%) and $ 238.2 million (5.0%) in September 2009 and December 2009 respectively.

Projected CRF Funds Available for Nonrecurring Expenditures		$0.0	$110.9	$101.7

The Notes and Assumptions are an integral part of this Financial Outlook.

Notes

The three-year General Fund Outlook is prepared by the Office of State Budget in consultation with the Board of Economic Advisors in accordance with Section 11-11-350 of the S. C. Code of Laws, 1976. The Outlook is a three-year revenue and spending projection based on the enacted FY 2009-10 General Fund operating budget as adjusted for mid-year reductions. Due to revenue shortfalls, the FY 2009-10 General Fund operating budget was reduced by $438.7 million through Budget and Control Board approved across-the-board agency reductions of 4.04% on September 3, 2009 and 5% on December 15, 2009. The spending projections are cumulative for the three year forecast period.

To restore EFA back to the levels required by the EFA funding formula (i.e. restoring the reductions from FY 2008-09 and FY 2009-10), the budget gap would be increased by an additional $ 390.9 million in FY 2010-11.

The American Recovery and Reinvestment Act of 2009 (ARRA) included two programs that significantly impacted state operating budgets: the State Fiscal Stabilization Fund and the enhanced Federal Medicaid Assistance Percentage (FMAP) for Medicaid. The Stabilization Fund provided federal funds as a 'bridge" to offset state revenue shortfalls targeted primarily for K-12 and Higher Education with a small percentage allocated for other government services. South Carolina has appropriated its federal allocation over two fiscal years; FY 2009-10 and FY 2010-11. Likewise the enhanced FMAP freed up state dollars that would be required to maintain the Medicaid program at service levels prior to the dramatic decrease in state revenue collections. The state has budgeted these funds over two fiscal years FY 2009-10 and FY 2010-11. The impact of ARRA on the current budget and the loss of these funds beginning in FY 2011-12 are shown on separate lines on Page 1 to highlight the impact of the ARRA legislation on the state's operating budget.

The budget gaps on the previous page reflect a structural imbalance between projected revenue growth and expenditure increases based on the FY 2009-10 adjusted enacted budget. The budget gap is primarily the result of the slowing of

South Carolina's economic growth which mirrors the national economy and the loss of ARRA revenue used to "bridge the gap" of state revenue shortfalls in FY 2009-10 and FY 2010-11. South Carolina's constitutional requirement that the state have a process to produce a balanced state budget will require the General Assembly to eliminate this gap by making revenue enhancements and/or expenditure adjustments in the upcoming FY 2010-11 general fund budget.

This document is intended to be used for planning purposes only and should not be viewed as requiring that the major expenditure items listed must be funded by the General Assembly. The Outlook does not attempt to capture every agency's needs or budget requests.

Resource/Revenue Assumptions

- The beginning balance for each fiscal year equals the ending balance of the prior fiscal year (difference between Revenue and Expenditures). If the balance for the prior fiscal year is less than zero, the beginning balance for the next fiscal year is assumed to be zero.

- The adjustments of $239.8 million in FY 2009-10 reflect the nonrecurring revenue sources included in the enacted budget.

- The Board of Economic Advisors (BEA) long-range general fund revenue forecast is based upon the November 10, 2009 forecast for FY 2010-11 adopted by the BEA. The FY 2010-11 revenue estimate serves as the base for the long-range forecast. The forecast projects growth for sales tax, individual income tax, and the corporate income tax at 2.0% adjusted for elasticity in each category for FY 2011-12 and FY 2012-13. The forecast projects the

remaining revenue sources for FY 2011-12 and FY 2012-13 at its latest completed 10-year compound average growth. The long-range forecast methodology is summarized as follows:

- The growth rate for sales tax is 1.98%.
- The growth rate for the individual income tax is 2.2%.
- The first year that school districts received reimbursement from the Homestead Exemption Fund was FY 2007-08. The estimate for reimbursements for FY 2008-09 was the actual reimbursements to the school districts for FY 2007-08 increased by the 10-year average growth rates of inflation and population. The sales tax projection for the Homestead Exemption Fund equals the estimates of sales tax collections adopted by the BEA for FY 2010-11 and increased by 2.0% for FY 2011-12 and FY 2012-13. The estimate of reimbursements to the school districts equals the FY 2010-11 estimate by the Office of Research and Statistics increased by the sum of the 10-year growth rate in the Consumer Price Index (CPI) and the 10-year growth rate in population. The detailed three year general fund revenue forecast by revenue category is included on page 10.

Expenditure Assumptions

HOMESTEAD EXEMPTION FUND

- The Property Tax Reform Act, Act No. 388 of 2006, eliminated all school operating taxes on owner-occupied homes and increased the state sales tax by one cent to replace the reduced property tax revenue stream. The new revenue from the one-cent sales tax increase is earmarked for the Homestead Exemption Fund, which replaces lost property taxes as of FY 2007-08. Funding to school districts in the first year was based on what would have been collected under the old system. For subsequent years, the school district funding requirement is based on inflation plus population growth factors. The Act provides that, should there be a shortfall of revenue in the Homestead Exemption Fund the general fund will pay the difference.
- The three-year revenue forecast for the Homestead Exemption Fund projects a $125.5 million impact on the General Fund in FY 2010-11 due to revenue shortfalls. The FY 2009-10 base budget includes $26.4 million dedicated to offset this shortfall. The inflation and population growth rate forecast for school reimbursement is 4.4% in FY 2010-11 through FY 2012-13.

K-12 EDUCATION

- **Education Finance Act (EFA)** – Due to revenue shortfalls, the FY 2009-10 Base Student Cost was reduced twice by the Budget and Control Board's mandated across-the-board reductions in September and December 2009. After these reductions, the FY 2009-10 Base Student Cost is **$1,762** (not including $300 added to the base student cost by ARRA funding). The Base Student Cost is estimated to be **$1,784** in FY 2010-11, **$1,820** in FY 2011-12,

and **$1,856** in FY 2012-13. The corresponding inflation factors are 1.23% for FY 2010-11 and 2.0% for FY 2011-12 and FY 2012-13. The Weighted Pupil Units estimate increased by 1,000 in FY 2010-11 to 874,128 and remains constant in FY 2011-12 and FY 2012-13. The estimated incremental costs are: $52.6.0 million for FY 2010-11, $40.0 million for FY 2011-12, and $40.1 million for FY 2012-13.

The replacement of ARRA funding is $180 million in FY 2011-12. Restoring EFA funding to the formula levels that existed prior to the revenue reductions in FY 2008-09 and FY 2009-10 would require an additional $390.9 million.

- **School Bus Maintenance** – Estimate based on the FY 2009-10 appropriation of nonrecurring revenue used for ongoing operations. Estimates are for operating expenses and fuel costs at $3.00/gallon, plus all other operating costs at FY 2009-10 levels. The volatility of fuel costs has a major impact on the estimates for school bus maintenance. Every increase or decrease of eight cents per gallon results in a $1 million change in the estimate. Future years include a 5% inflation rate for fuel only. With that, the estimated incremental costs are: $10.0 million for FY 2010-11, $1.9 million for FY 2011-12, and $2.0 million for FY 2012-13.

MEDICAID

- **Medicaid Program** – The estimate assumes 5% growth in FY 2010-11 with a .2715 State match rate; 5% growth in FY 2011-12 with a .2926 State match rate; and 5% growth in FY 2012-13 with a .2926 State match rate. The estimated incremental cost for Maintenance of Effort on the adjusted Medicaid base is: $68.1 million for FY 2011-12 and $65.4 million for FY 2012-13.

The replacement of ARRA FMAP funding is $363.5 million for Medicaid and $42.5 million for the other health agencies in FY 2011-12.

SOCIAL SERVICES AND CORRECTIONAL AGENCIES

- **Department of Social Services Child Support Enforcement - Child Support Enforcement Statewide Automated System Development** - Funding is required to develop and implement a federally mandated statewide automated system for Child Support Enforcement as well as to pay for penalties currently imposed on the state by the federal government. Estimated recurring and non-recurring incremental cost for FY 2010-11 is $19.5 million.

- **Department of Corrections Inmate Population** - Estimate based on the Department of Corrections FY 2009-10 $24.8 million deficit and allows for a 2% increase of the inmate population plus inflation. The estimated incremental costs in addition to the FY 2009-10 deficit are: $8.0 million in FY 2010-11, $8 million in FY 2011-12, and $8 million in FY 2012-13. The replacement of $22.0 million from ARRA Stabilization Fund in FY 2011-12 is noted on a separate line on page 1.

- **Department of Juvenile Justice** - Estimate based on the FY 2009-10 appropriation of $2.0 million in nonrecurring revenue for ongoing operations. The estimated incremental costs are: $2.0 million in FY 2010-11 and $0 in FY 2011-12 and FY 2012-13. The replacement of $5 million from ARRA Stabilization fund in FY 2011-12 is noted on a separate line on page 1.

HIGHER EDUCATION SCHOLARSHIP GROWTH

- **LIFE & Palmetto Fellows Scholarships** – The estimate for FY 2010-11 assumes 4.0% and 12.6% growth rates over FY 2009-10 for LIFE and Palmetto Fellows scholarships, respectively. Estimates for FY 2011-12 and FY 2012-13 reflect a 55% and 7.5% increase for LIFE and Palmetto Fellows, respectively, over the previous year's estimates. Estimated incremental costs are: $18.2 million in FY 2010-11, $12.3 million in FY 2011-12, and $12.9 million in FY 2012-13.

STATE EMPLOYEE COMPENSATION

- Due to the dire economic climate and state revenue shortfalls, no projections are made in the base year for State employee compensation increases. However, the cost for a 1% increase equals $18.3 million.

STATE EMPLOYEE HEALTH PLAN

- Retiree Growth and Rate Increase - Calendar Year 2010 employer base (State funds only) is $581,760,869; Annualization involves funding final six months (Jul-Dec) of increase effective prior January; Employer rate increase involves funding first six months (Jan-Jun) of increase effective January of the fiscal year. Projected annual premium growth rate effective each year equals 9.5% in 1/2011; 8.0% in 1/2012; and 8.0% in 1/2013.

- Employer pays in the same proportion that is in place in January 2010 for 2011, 2012, and 2013; Retiree enrollment growth for FY 2010-11 based on recent experience plus 4.6% net growth; Retiree enrollment growth for FY 2011-12 and FY 2012-13 is estimated at 4.0% per year net growth. Estimated cost is: $46.5 million in FY 2010-11, $63.2 million in FY 2011-12, and $67.1 million in FY 2012-13.

OTHER POST EMPLOYMENT BENEFITS (OPEB)

- Beginning with the FY 2007-08 Comprehensive Annual Financial Report (CAFR), the State will implement the reporting requirements of the Government Accounting Standards Board (GASB) Statement #45 pertaining to other post-employment benefits (OPEB). GASB does not require funding an entity's OPEB obligations only to calculate and report these obligations. Currently, the health insurance benefit for retirees is provided on a pay-as-you-go basis with this cost included in the FY 2009-10 "base" operating budget.

- The state's unfunded liability with regard to OPEB is estimated at $9.0 billion. Act 195 of 2008 created the South Carolina Retiree Health Insurance Trust Fund to accumulate sufficient funds to provide post-employment health insurance benefits for retired state and school district employees. The General Assembly placed $312 million in the Trust Fund in 2008 as the first installment payment towards the State's current unfunded liability. The three-year General Fund Financial Outlook does not include funding projections beyond the pay-as-you go basis included in the FY 2009-10 operating budget.

PERSONAL INCOME GROWTH
FY2009-10: (9.4%); FY2010-11: (9.4%)

GENERAL FUND REVENUE FORECAST
FISCAL YEARS FY2007-08 TO FY2012-13
(DOLLARS)

REVENUE CATEGORIES	FINAL FY 2007-08	FINAL FY 2008-09	11/10/09 ESTIMATE FY 2009-10	11/10/09 ESTIMATE FY 2010-11	WORKING ESTIMATE FY 2011-12	WORKING ESTIMATE FY 2012-13
RETAIL SALES TAX 1/	2,444,198,397	2,230,817,103	2,138,682,405	2,138,682,405	2,181,028,317	2,224,212,677
EXCISE, CASUAL SALES TAX	21,366,645	17,058,926	13,670,780	13,670,780	13,941,461	14,217,502
INDIVIDUAL INCOME TAX	3,327,774,540	2,812,344,948	2,573,298,519	2,573,298,519	2,629,911,086	2,687,769,130
CORPORATION INCOME TAX	312,554,756	249,241,783	167,893,717	167,893,717	171,251,591	174,676,623
SALES AND INCOME TAXES	6,105,894,338	5,309,462,760	4,893,545,421	4,893,545,421	4,996,132,456	5,100,875,933
ADMISSIONS/BINGO TAX	34,067,084	33,566,855	34,173,324	34,173,324	35,881,990	37,676,090
ADMISS. TAX TRANSFER TO COMMERCE	(6,369,143)	(6,435,117)	(6,706,708)	(6,706,708)	(7,042,043)	(7,394,146)
AIRCRAFT TAX	6,145,104	6,260,566	5,115,477	5,115,477	5,248,479	5,384,940
ALCOHOLIC LIQUOR TAX	56,652,160	57,460,841	57,361,772	57,361,772	58,681,093	60,030,758
BANK TAX	19,313,042	8,493,851	7,425,001	7,425,001	7,618,051	7,816,120
BEER AND WINE TAX	100,610,827	101,356,299	107,385,376	107,385,376	109,533,084	111,723,745
BUSINESS LICENSE TAX	31,072,833	30,572,978	28,000,000	28,000,000	27,720,000	27,442,800
COIN-OPERATED DEVICES	1,597,573	2,134,238	1,517,694	1,517,694	1,441,810	1,699,818
CORPORATION LICENSE TAX	74,406,043	80,987,747	92,132,150	92,132,150	95,909,568	99,841,860
DEPARTMENTAL REVENUE 3/	43,908,550	37,651,096	43,108,056	43,108,056	43,108,056	43,108,056
DOCUMENTARY TAX	57,966,115	32,991,962	37,966,113	37,966,113	40,092,215	42,337,379
LESS: CONSERVATION BANK TRUST FUND	(14,781,204)	(8,585,569)	0	(9,491,526)	(10,023,054)	(10,584,345)
EARNED ON INVESTMENTS	123,633,239	79,559,729	51,000,000	54,000,000	54,000,000	54,000,000
ELECTRIC POWER TAX	27,874,092	23,832,288	27,934,127	27,934,127	28,883,887	29,865,939
LESS: TRANSFER TO COMMERCE/SIB	(27,874,092)	(23,832,288)	(27,934,127)	(27,934,127)	(28,883,887)	(29,865,939)
ESTATE AND GIFT TAXES	343,510	152,850	0	0	0	0
LESS: FEDERAL CHANGE TO ESTATE TAX	0	0	0	0	0	0
INSURANCE PREMIUM TAX	161,103,334	158,546,951	172,602,958	172,602,958	181,923,518	191,747,388
INSURANCE LICENSE TAX	11,934,114	29,686,647	13,243,231	13,193,231	6,596,616	14,842,385
INSURANCE RETALIATORY & OTHER TAX	6,757,323	5,761,616	5,000,000	5,000,000	5,000,000	5,000,000
LESS: INSURANCE CREDITS	(20,180,944)	(21,112,575)	(17,196,097)	(17,196,097)	(20,500,000)	(20,500,000)
MOTOR TRANSPORT FEES	3,875	6,899	10,000	10,000	11,000	20,000
MOTOR VEHICLE LICENSES	24,285,770	15,113,183	15,627,286	15,627,286	15,939,832	16,258,628
PETROLEUM INSPECTION TAX	8,170,043	7,730,378	9,374,473	9,374,473	9,505,716	9,638,796
LESS: TRANSFER TO NON-FED HGWY FUND	(8,169,856)	(7,730,378)	(9,374,473)	(9,374,473)	(9,505,716)	(9,638,796)
PRIVATE CAR LINES TAX	3,595,122	3,733,905	4,034,169	4,034,169	4,231,843	4,439,204
PUBLIC SERVICE AUTHORITY	15,720,000	20,511,000	16,340,234	16,340,234	17,124,565	17,946,544
RETAILERS LICENSE TAX	847,161	788,790	883,722	883,722	866,048	848,727
SAVINGS & LOAN TAX	3,356,902	3,815,836	2,002,478	2,002,478	2,062,552	2,124,429
WORKERS COMP. INSURANCE	13,559,040	12,779,422	14,655,680	14,655,680	15,168,629	15,699,531
CIRCUIT/FAMILY COURT FINES	10,640,349	10,162,045	10,664,363	10,664,363	10,877,650	11,095,203
DEBT SERVICE TRANSFERS	1,722,838	1,144,988	188,108	188,108	188,108	188,108
INDIRECT COST RECOVERIES	15,837,054	16,101,492	16,679,391	16,679,391	16,679,391	16,679,391
MENTAL HEALTH FEES	3,400,000	3,400,000	3,200,000	3,200,000	3,200,000	3,200,000
PAROLE / PROBATION FEES	3,392,808	3,392,808	3,392,808	3,392,808	3,392,808	3,392,808
UNCLAIMED PROPERTY FUND	12,000,000	12,000,000	12,000,000	15,000,000	15,000,000	15,000,000
CONFORMITY TO IRS CODE			(5,474,229)			
OTHER BASE SOURCES	796,540,666	732,001,333	726,332,357	728,265,060	739,931,808	771,065,422
TOTAL GENERAL FUND REVENUE	6,902,435,004	6,041,464,093	5,619,877,778	5,621,810,481	5,736,064,264	5,871,941,355
APPROPRIATION ACT REVENUE	7,107,825,466	7,246,362,115	6,070,559,868	5,621,810,481		
LESS: TAX RELIEF TRUST FUND	(520,192,424)	(532,849,494)	(535,738,480)	(545,880,212)	(565,531,900)	(585,891,048)
PLUS: TAX RELIEF FUND CARRYFORWARD	13,797,464	5,145,216	1,451,372			
EXCLUDING TRUST FUNDS	6,601,430,506	6,718,657,837	5,536,272,760	5,075,930,269	5,170,532,364	5,286,050,307
CAPITAL RESERVE FUND (2%) - BEG. BAL.	124,520,532	0	0	110,883,455	101,682,786	101,518,605
GENERAL RESERVE FUND (3%) - BEG. BAL.	186,780,797	95,122,617	63,923,944	119,365,672	152,524,179	152,277,908
TOTAL RESERVES	311,301,329	95,122,617	63,923,944	230,249,127	254,206,965	253,796,513
REVENUE EXCESS / SHORTAGE FROM ACT	(205,390,462)	(1,204,898,022)	(450,682,090)	0		
EDUCATION IMPROVEMENT ACT 2/	635,302,264	561,072,910	521,909,107	522,234,107	549,182,445	560,047,545
EIA FUND	607,243,384	560,649,108	521,794,107	521,794,107	548,742,445	559,607,545
EIA HOLD HARMLESS	26,000,000					
EIA INTEREST	2,058,880	423,802	115,000	440,000	440,000	440,000
S.C. EDUCATION LOTTERY FUND (NET)	266,128,271	260,437,827	252,400,000	252,400,000		
HOMESTEAD EXEMPTION FUND						
TOTAL REVENUE AVAILABLE	550,484,062	532,647,527	496,940,585	495,673,055	521,289,219	530,754,205
LESS: HOMESTEAD EXEMPT. FUND SHORTFAL	(14,545,708)	(52,995,831)	(117,458,034)	(125,505,123)	(123,218,297)	(138,241,139)

1/: Excludes (1%) Education Improvement Act and (2%) Accommodations Taxes.
2/: Includes interest earnings.
3/: Includes former Dept. of Agriculture agency revenue other than the Petroleum Inspection Tax now shown separately.
Source: S. C. Board of Economic Advisors /11/17/09

PERSONAL INCOME GROWTH
FY2009-10: (9.4%); FY2010-11: (9.4%)

GENERAL FUND REVENUE FORECAST
FISCAL YEARS FY2007-08 TO FY2012-13
(PERCENTAGE CHANGE OVER PRIOR FISCAL YEAR)

REVENUE CATEGORIES	PERCENT CHANGE FY07/FY08	PERCENT CHANGE FY08/FY09	PERCENT CHANGE FY09/FY10	PERCENT CHANGE FY10/FY11	PERCENT CHANGE FY11/FY12	PERCENT CHANGE FY12/FY13
RETAIL SALES TAX 1/	-6.3	-8.7	-4.1	0.0	2.0	2.0
EXCISE, CASUAL SALES TAX	-3.2	-20.2	-19.9	0.0	2.0	2.0
INDIVIDUAL INCOME TAX	-0.6	-15.5	-8.5	0.0	2.2	2.2
CORPORATION INCOME TAX	4.0	-20.3	-32.6	0.0	2.0	2.0
SALES AND INCOME TAXES	-2.8	-13.0	-7.8	0.0	2.1	2.1
ADMISSIONS/BINGO TAX	1.7	-1.5	1.8	0.0	5.0	5.0
ADMISS. TAX TRANSFER TO COMMERCE						
AIRCRAFT TAX	4.1	1.9	-18.3	0.0	2.6	2.6
ALCOHOLIC LIQUOR TAX	1.0	1.4	-0.2	0.0	2.3	2.3
BANK TAX	-24.5	-56.0	-12.6	0.0	2.6	2.6
BEER AND WINE TAX	1.0	0.7	5.9	0.0	2.0	2.0
BUSINESS LICENSE TAX	-1.9	-1.6	-8.4	0.0	-1.0	-1.0
COIN-OPERATED DEVICES	39.3	33.6	-28.9	0.0	-5.0	17.9
CORPORATION LICENSE TAX	14.2	8.8	13.8	0.0	4.1	4.1
DEPARTMENTAL REVENUE 3/	-0.6	-14.3	14.5	0.0	0.0	0.0
DOCUMENTARY TAX	-22.9	-43.1	15.1	0.0	5.6	5.6
LESS: CONSERVATION BANK TRUST FUND						
EARNED ON INVESTMENTS	-4.0	-35.6	-35.9	5.9	0.0	0.0
ELECTRIC POWER TAX	-1.0	-14.5	17.2	0.0	3.4	3.4
LESS: TRANSFER TO COMMERCE/SIB						
ESTATE AND GIFT TAXES	-77.7	-55.5				
LESS: FEDERAL CHANGE TO ESTATE TAX						
INSURANCE PREMIUM TAX	1.3	-1.6	8.9	0.0	5.4	5.4
INSURANCE LICENSE TAX	-48.3	148.8	-55.4	-0.4	-50.0	125.0
INSURANCE RETALIATORY & OTHER TAX	39.3	-14.7	-13.2	0.0	0.0	0.0
LESS: INSURANCE CREDITS	3.5	4.6	-18.6	0.0	19.2	0.0
MOTOR TRANSPORT FEES	-12.5	78.0	44.9	0.0	10.0	81.8
MOTOR VEHICLE LICENSES	-25.4	-37.8	3.4	0.0	2.0	2.0
PETROLEUM INSPECTION TAX	0.7	-5.4	21.3	0.0	1.4	1.4
LESS: TRANSFER TO NON-FED HGWY FUND						
PRIVATE CAR LINES TAX	23.2	3.9	8.0	0.0	4.9	4.9
PUBLIC SERVICE AUTHORITY	4.8	30.5	-20.3	0.0	4.8	4.8
RETAILERS LICENSE TAX	-4.2	-6.9	12.0	0.0	-2.0	-2.0
SAVINGS & LOAN TAX	12.5	13.7	-47.5	0.0	3.0	3.0
WORKERS COMP. INSURANCE	-6.3	-5.7	14.7	0.0	3.5	3.5
CIRCUIT/FAMILY COURT FINES	6.6	-4.5	4.9	0.0	2.0	2.0
DEBT SERVICE TRANSFERS	-19.8	-33.5	-83.6	0.0	0.0	0.0
INDIRECT COST RECOVERIES	0.6	1.7	3.6	0.0	0.0	0.0
MENTAL HEALTH FEES	-5.6	0.0	-5.9	0.0	0.0	0.0
PAROLE / PROBATION FEES	-0.3	0.0	0.0	0.0	0.0	0.0
UNCLAIMED PROPERTY FUND	-20.0	0.0	0.0	25.0	0.0	0.0
CONFORMITY TO IRS CODE						
OTHER BASE SOURCES	-5.8	-8.1	-0.8	0.3	1.6	4.2
TOTAL GENERAL FUND REVENUE	-3.1	-12.5	-7.0	0.0	2.0	2.4
APPROPRIATION ACT REVENUE	7.9	1.9	-16.2	-7.4		
LESS: TAX RELIEF TRUST FUND	0.9	2.4	0.5	1.9	3.6	3.6
PLUS: TAX RELIEF FUND CARRYFORWARD						
EXCLUDING TRUST FUNDS	8.5	1.8	-17.6	-8.3	1.9	2.2
CAPITAL RESERVE FUND (2%) - BEG. BAL.	11.4	-100.0			-8.3	-0.2
GENERAL RESERVE FUND (3%) - BEG. BAL.	11.4	-49.1	-32.8	86.7	27.8	-0.2
TOTAL RESERVES	11.4	-69.4	-32.8	260.2	10.4	-0.2
REVENUE EXCESS / SHORTAGE FROM ACT						
EDUCATION IMPROVEMENT ACT 2/	-2.0	-11.7	-7.0	0.1	5.2	2.0
EIA FUND	-2.9	-7.7	-6.9	0.0	5.2	2.0
EIA HOLD HARMLESS						
EIA INTEREST	-48.1	-79.4	-72.9	282.6	0.0	0.0
S.C. EDUCATION LOTTERY FUND (NET)	-2.7	-2.1	-3.1	0.0		
HOMESTEAD EXEMPTION FUND						
TOTAL REVENUE AVAILABLE						
LESS: HOMESTEAD EXEMPT. FUND SHORTFAL						

1/: Excludes (1%) Education Improvement Act
2/: Includes interest earnings.
3/: Includes former Dept. of Agriculture agency
Source: S. C. Board of Economic Advisors