

**Budget Stabilization Fund
(\$ in Thousands)**

<u>General Fund Revenues</u>	Actual FY 1992	Actual FY 1993	Actual FY 1994	Actual FY 1995	Actual FY 1996	Actual FY 1997	Actual FY 1998	Actual FY 1999	Actual FY 2000	Actual FY 2001	Actual FY 2002	Actual FY 2003	Actual FY 2004	Actual FY 2005	Actual FY 2006	Estimate FY 2007	Estimate FY 2008
Adjusted Revenues	3,488,215.3	3,784,822.0	4,073,278.9	4,463,733.0	4,661,181.8	5,039,857.8	5,229,384.5	5,635,341.2	5,960,280.0	6,181,782.6	6,239,325.1	6,217,459.1	6,882,328.3	7,950,117.6	9,284,689.5	9,850,991.3	10,076,032.0
Statutory Limit of Revenues	15.000%	15.000%	15.000%	5.000%	5.000%	5.000%	5.634%	6.333%	7.000%	7.000%	7.000%	7.000%	7.000%	7.000%	7.000%	7.000%	7.000%
Maximum Balance	523,232.3	567,723.3	610,991.8	223,186.7	233,130.0	251,992.9	294,623.5	356,886.2	417,219.6	432,724.8	436,752.8	435,222.1	481,763.0	556,508.2	649,928.3	689,569.4	705,322.2
<u>Arizona Personal Income in Prior CY</u>																	
Real Adjusted Annual Income Growth	-0.70%	0.44%	4.04%	6.81%	8.26%	6.39%	5.97%	7.10%	5.94%	7.31%	2.10%	1.67%	1.98%	5.53%	6.74%	5.96%	3.71%
7-Year Average Income Growth	3.51%	2.16%	1.97%	2.42%	3.26%	3.78%	4.65%	5.65%	6.52%	6.84%	5.78%	5.26%	4.70%	4.68%	4.25%	3.98%	3.48%
Annual Difference	-4.21%	-1.72%	2.07%	4.39%	5.00%	2.61%	1.32%	1.45%	-0.58%	0.47%	-3.68%	-3.59%	-2.72%	0.85%	2.49%	1.98%	0.23%
<u>BSF Transactions</u>																	
Beginning BSF Balance	0.0	0.0	0.0	42,145.7	223,186.7	233,130.0	245,810.9	291,669.6	385,266.2	407,666.3	391,523.8	64,719.3	13,765.7	13,524.8	160,834.5	501,612.9	676,980.0
BSF Formula Recommendation	(141,012.9)	(59,902.2)	78,345.8	178,816.9	223,196.4	121,660.3	66,526.1	75,822.8	0.0	28,013.3	0.0	(224,085.4)	(169,505.0)	56,813.9	190,912.8	173,913.0	22,657.3
Deposits	0.0	0.0	42,000.0	178,816.9	0.0	0.0	30,000.0	75,115.0	0.0	36,000.0	0.0	0.0	0.0	156,490.5	332,957.6	148,000.3	9,808.6
Withdrawals	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(69,425.4)	(332,490.8) ^{3/}	(53,028.7) ^{3/}	(643.2)	(9,485.6)	(80.9)	(6.9)	0.0
Actual BSF Net Transfer ^{1/}	0.0	0.0	42,000.0	178,816.9	0.0	0.0	30,000.0	75,115.0	0.0	(33,425.4) ^{2/}	(332,490.8)	(53,028.7)	(643.2)	147,004.9	332,876.7	147,993.4	9,808.6
Balance Before Interest Earnings	0.0	0.0	42,000.0	220,962.6	223,186.7	233,130.0	275,810.9	366,784.6	385,266.2	374,240.9	59,033.0	11,690.6	13,122.5	160,529.7	493,711.2	649,606.3	686,788.6
Interest Earnings & Equity Gains/Losses	0.0	0.0	145.7	4,036.4	12,149.3	12,680.9	15,858.7	18,481.6	22,400.1	17,282.9	5,686.3	2,075.1	402.3	304.8	7,901.7	27,373.6	30,913.3
Ending BSF Balance Before Statutory Limit	0.0	0.0	42,145.7	224,999.0	235,336.0	245,810.9	291,669.6	385,266.2	407,666.3	391,523.8	64,719.3	13,765.7	13,524.8	160,834.5	501,612.9	676,980.0	717,701.9
Excess Amount Reverted to General Fund	0.0	0.0	0.0	(1,812.3)	(2,206.0)	0.0	0.0	N/A	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(12,379.7)
Ending BSF Balance	0.0	0.0	42,145.7	223,186.7	233,130.0	245,810.9	291,669.6	385,266.2	407,666.3	391,523.8	64,719.3	13,765.7	13,524.8	160,834.5	501,612.9	676,980.0	705,322.2
Percent of Revenues	0.0%	0.0%	1.0%	5.0%	5.0%	4.9%	5.6%	6.8%	6.8%	6.3%	1.0%	0.2%	0.2%	2.0%	5.4%	6.9%	7.0%

Footnote:

1/ Of this amount, \$49.4 million in FY 2001, \$61.9 million in FY 2002, \$5.5 million in FY 2003, and \$0.6 million in FY 2004 was deposited to the General Fund to offset alternative fuel tax credit claims. As of FY 2007, a total of \$118.9 million has been transferred from the BSF for this purpose.

2/ There was a \$20 million withdrawal in FY 2001 to pay for the construction of the Arizona State Hospital (ASH). However, since the \$20 million withdrawal was reimbursed from from the Tobacco Settlement Fund in the same fiscal year, the actual net BSF transfer related to ASH was \$0 in FY 2001. In addition, \$16 million was deposited from the General Fund to the BSF to offset the alternative fuel tax credit cost.

3/ For FY 2002 and FY 2003, the Legislature authorized BSF withdrawals for ASH payments in the amounts of \$20 million and \$17 million, respectively.