

10 Year History of General Fund Expenditures (FY 1999 - FY 2008)
(\$ in Millions)

	<u>FY 1999</u>	<u>FY 2000</u>	<u>FY 2001</u>	<u>FY 2002</u>	<u>FY 2003</u>	<u>FY 2004</u>	<u>FY 2005</u>	<u>FY 2006</u>	<u>FY 2007</u>	<u>FY 2008</u>	<u>10-Year Average</u>
Inflation (GDP Deflator - Global Insight)	1.2%	1.8%	2.3%	2.1%	1.9%	2.4%	2.9%	3.0%	2.6%	2.2%	2.2%
<u>Population ('99-'02-Census, '03-'08-AZ Blue Chip)</u>	<u>2.9%</u>	<u>2.9%</u>	<u>2.7%</u>	<u>2.8%</u>	<u>2.6%</u>	<u>2.9%</u>	<u>3.5%</u>	<u>3.2%</u>	<u>3.1%</u>	<u>3.0%</u>	<u>3.0%</u>
Total (compounded)	4.1%	4.8%	5.1%	5.0%	4.5%	5.4%	6.5%	6.3%	5.8%	5.3%	5.3%
Total Expenditures Excluding Prop. 301:	5,893.3	6,012.3	6,367.7	6,338.6	6,040.6	6,515.8	7,545.1	8,768.4	10,368.4	10,604.3	-
Annual % Growth	12.6%	2.0%	5.9%	-0.5%	-4.7%	7.9%	15.8%	16.2%	18.2%	2.3%	7.9%
<i>Above/(Below) Inflation and Population Growth</i>	8.5%	-2.7%	0.8%	-5.4%	-9.3%	2.5%	9.3%	9.9%	12.5%	-3.0%	2.6%
Total Expenditures Including Prop. 301:	5,893.3	6,012.3	6,367.7	6,777.3	6,461.6	6,975.5	8,052.5	9,365.2	11,015.5	11,277.0	-
Annual % Growth	12.9%	2.0%	5.9%	6.4%	-4.7%	8.0%	15.4%	16.3%	17.6%	2.4%	8.7%
<i>Above/(Below) Inflation and Population Growth</i>	8.8%	-2.7%	0.8%	1.5%	-9.2%	2.6%	8.9%	10.0%	11.8%	-2.9%	3.4%
Operating Expenditures (less Prop 301) w/o Major 1-Time Expenses or Savings: ^{1/2/3/4/5/6/7/}	5,693.4	5,946.3	6,345.2	6,361.7	6,221.9	6,625.3	7,229.5	8,246.1	9,643.2	10,575.6	-
Annual % Growth	12.1%	4.4%	6.7%	0.3%	-2.2%	6.5%	9.1%	14.1%	16.9%	9.7%	7.4%
<i>Above/(Below) Inflation and Population Growth</i>	8.0%	-0.3%	1.6%	-4.7%	-6.7%	1.1%	2.6%	7.8%	11.2%	4.4%	2.1%
Operating Expenditures w/o 1-Time & Students FIRST: ^{8/}	5,382.5	5,627.2	5,871.2	5,978.1	6,182.1	6,602.5	7,110.9	7,853.7	9,229.5	10,042.9	-
Annual % Growth	6.0%	4.5%	4.3%	1.8%	3.4%	6.8%	7.7%	10.4%	17.5%	8.8%	6.9%
<i>Above/(Below) Inflation and Population Growth</i>	1.8%	-0.2%	-0.7%	-3.1%	-1.1%	1.4%	1.2%	4.1%	11.7%	3.5%	1.6%

1/ Prior to FY 2003, excludes Prop 301, capital, Budget Stabilization Fund Deposits, and administrative adjustments & revertsments.

2/ For FY 2003, same as footnote 1, but also excludes \$191 million in K-12 rollover savings.

3/ For FY 2004, same as footnote 1, but also excludes \$97.4 million in one-time Federal Match Rate savings.

4/ For FY 2005, same as footnote 1, but also excludes \$100 million in one-time SFB Deficiencies Correction costs, \$134 million in one-time Ladewig lawsuit settlement costs and \$156 million one-time Budget Stabilization Fund deposit.

5/ For FY 2006, same as footnote 1, but also excludes \$58.3 million in litigation payments, \$10.0 million in other GF transfers, and \$5.5 million in new one-time expenditures. See pages BH-4 and BH-5 of FY 2007 Appropriations Report for more details. The \$191 million K-12 rollover payoff and \$35 million 21st Century Fund transfers were made in FY 2007 instead of FY 2006 as discussed on pages BH-4 and BH-5

6/ For FY 2007, same as footnote 1, but also excludes \$109.8 million in litigation payments, \$191.0 million to pay off K-12 rollover; \$56.4 million in other GF transfers, and \$68.3 million in new one-time expenditures. See pages BH-4 and BH-5 of FY 2008 Appropriations Report for more details.

7/ For FY 2008, same as footnote 1, but also excludes \$25.0 million in other GF transfers and \$43.9 million in new one-time expenditures. See pages BH-4 and BH-5 of FY 2008 Appropriations Report for more details.

8/ Same as footnote 1, but also excludes Students FIRST.