

GENERAL FUND STATUS - FUND BALANCE SUMMARY**Through the 131st Legislature, 2nd Regular Session with FY24 Closing Transactions ¹**

	FY 24	FY 25
<u>AVAILABLE FUNDS</u>		
Undedicated Revenue:		
December 2022 Revenue Forecast	\$5,179,999,232	\$5,317,894,450
May 2023 Revenue Forecast	\$26,215,113	\$44,526,357
December 2023 Revenue Forecast	\$139,344,867	\$125,270,665
March 2024 Revenue Forecast	\$82,371,821	(\$5,443,882)
2024-2025 Biennial Budget II (LD 258; PL 2023, c. 412)	(\$540,250)	(\$80,272,340)
HWF Biennial Budget Adjustments (LD 259; PL 2023. c. 189)	(\$94,861,600)	(\$97,107,200)
131st 1st Special Session Other Bills Enacted	(\$633,964)	\$696,363
2024-2025 Supplemental Budget (LD 2214; PL 2023 c. 643)	\$0	\$626,000
131st 2nd Regular Session Other Bills Enacted ²	\$0	\$27,063,527
Revenue Variances	\$20,867,438	\$0
Subtotal - Undedicated Revenue	\$5,352,762,657	\$5,333,253,940
Transfers/Adjustments to Balance:		
2024-2025 Biennial Budget (LD 424; PL 2023, c. 17)	(\$48,461,602)	(\$21,785,986)
2024-2025 Biennial Budget II (LD 258; PL 2023, c. 412)	(\$34,869,541)	\$14,397,019
131st 1st Special Session Other Bills Enacted	(\$456,219)	\$0
2024-2025 Supplemental Budget (LD 2214; PL 2023 c. 643)	\$0	(\$242,545,146)
131st 2nd Regular Session Other Bills Enacted ²	(\$15,050,000)	\$0
Unbudgeted Lapsed Balances	\$56,608,236	\$0
Lapsed Encumbrances and Prior Period Adjustments	\$16,030,554	\$0
Statutory Year End Transfers	(\$93,506,228)	\$0
Subtotal - Transfers/Adjustments to Balance	(\$119,704,800)	(\$249,934,113)
TOTAL PROJECTED RESOURCES	\$5,233,057,857	\$5,083,319,827
<u>APPROPRIATIONS</u>		
Appropriations through 130th Leg. / 2024-2025 Budget Baseline	\$4,702,568,440	\$4,719,735,472
EFY 2023 Supplemental Budget (LD 206; PL 2023, c.3)	\$0	\$0
2024-2025 Biennial Budget (LD 424; PL 2023, c. 17)	\$177,665,812	\$285,907,953
2024-2025 Biennial Budget II (LD 258; PL 2023, c. 412)	\$195,091,658	\$249,956,226
HWF Biennial Budget Adjustments (LD 259; PL 2023. c. 189)	\$20,240	\$0
131st 1st Special Session Other Bills Enacted	\$999,904	\$9,370,954
2024-2025 Supplemental Budget (LD 2214; PL 2023 c. 643)	\$0	\$127,424,484
131st 2nd Regular Session Other Bills Enacted ²	\$47,750	\$1,249,718
TOTAL APPROPRIATIONS	\$5,076,393,804	\$5,393,644,807
<i>Revised Appropriation Limit calculated pursuant to LD 2214; PL 2023 c. 643</i>	<i>\$5,197,028,164</i>	<i>\$5,421,020,078</i>
<i>Proposed Appropriations Above+/Below- Appropriations Limit</i>	<i>-\$120,634,360</i>	<i>-\$27,375,271</i>
NET CHANGE (Resources less Appropriations)	\$156,664,053	(\$310,324,980)
BEGINNING BALANCE	\$165,038,741	\$321,702,794
NET CHANGE (FROM ABOVE)	\$156,664,053	(\$310,324,980)
ENDING BALANCE	\$321,702,794	\$11,377,814

Notes:¹ Reflects all actions through the close of the 131st Legislature 2nd Regular Session with FY24 closing transactions.² Includes PL 2023, c.489 (LD 279) and PL 2023, c.492 (LD 957) (Both became law on 1/7/24 without the Governor's signature), PL 2023 c.520 (LD 646); PL 2023 c. 613 (LD 2028) , Resolve 2023 c.174 (LD 2188), PL 2023 c. 650 (LD 355), PL 2023 c. 668 (LD 2276) and PL 2023 c. 675 (LD 2224)

HIGHWAY FUND STATUS - FUND BALANCE SUMMARY

Through the 131st Legislature 2nd Regular Session with FY24 Closing Transactions ¹

	FY 24	FY 25
<u>AVAILABLE FUNDS</u>		
Highway Fund Revenue:		
December 2022 Revenue Forecast	\$341,143,708	\$343,086,724
May 2023 Revenue Forecast	\$605,144	(\$45,499)
December 2023 Revenue Forecast	\$81,943	\$1,242,576
March 2024 Revenue Forecast	\$9,320,307	\$9,846,579
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. G)	(\$6,848,333)	(\$6,907,082)
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. H)	\$53,000,000	\$53,000,000
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. I)	\$101,861,600	\$104,107,200
131st, 1st. Special Session Other Bills Enacted	(\$48,544)	(\$63,976)
131st 2nd Regular Session Bills Enacted to Date ²	\$0	(\$705,914)
Revenue Variance	\$11,753,314	\$0
Subtotal - Undedicated Revenue	\$510,869,139	\$503,560,608
Transfers/Adjustments to Balance:		
2024-2025 Unified Supplemental Budget (LD 2214; PL 2023 c. 643)	\$0	(\$11,000,000)
Unbudgeted Lapsed Balances	\$1,362,732	\$0
Other Accounting Adjustments	\$107,803	\$0
Subtotal - Transfers/Adjustments to Balance	\$1,470,535	(\$11,000,000)
TOTAL PROJECTED RESOURCES	\$512,339,674	\$492,560,608
<u>Highway Fund Allocations</u>		
Allocations though 130th Leg/2024-2025 Budget Baseline	\$355,732,202	\$361,083,126
EFY 2023 Supplemental Budget (LD 260; PL 2023, c. 50)	\$0	\$0
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. A)	\$36,926,422	\$37,281,522
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. C)	(\$5,231,242)	(\$5,320,362)
Biennial Budget Adjustments (LD 259, PL 2023, c. 189, Pt. I)	\$101,861,600	\$104,107,200
131st, 1st. Special Session Other Bills Enacted	\$1,041,915	\$98,122
Statutory Year-End Transfers	\$8,565,063	\$13,123,849
2024-2025 Supplemental Budget (LD 2229, PL 2023, c. 645)	\$23,641	\$5,372,875
131st 2nd Regular Session Other Bills Enacted ²	\$0	\$50,000
TOTAL Highway Fund Allocations	\$498,919,601	\$515,796,332
NET CHANGE (Resources less Allocations)	\$13,420,073	(\$23,235,724)
BEGINNING BALANCE	\$16,731,769	\$30,151,842
NET CHANGE (FROM ABOVE)	\$13,420,073	(\$23,235,724)
ENDING BALANCE	\$30,151,842	\$6,916,118

Notes:

¹ Reflects all actions through the close of the 131st Legislature, 2nd Regular Session with FY24 Closing Transactions.

² Includes LD 2276 (PL 2023 c. 668) and LD 1640 (PL 2023, c. 657).

Fiscal Year 2024 Preliminary Closing

The FY24 preliminary closing General Fund balance totaled \$415.2 million, \$321.7 million of which was budgeted and \$93.5 million was unbudgeted. The FY24 closing is still considered preliminary given PL 2023, c. 643, Part LLL language that effectively delays the final FY 2024 closing until August 9, 2024. The \$93.5 million not budgeted included \$20.9 million in General Fund revenue surplus, \$56.6 million in unbudgeted lapsed program balances and \$16.0 million in lapsed encumbrances and prior period adjustments. Transfers under what is known as the “cascade” are made from the unbudgeted surplus only. That surplus was sufficient to make all \$18.5 million required fixed dollar transfers provided for under current law. Under current law, 80% of the remainder of the unbudgeted surplus would be distributed to the Maine Budget Stabilization Fund (MBSF) and 20% to the Highway and Bridge Capital program until the MBSF gets to its statutory cap. Because the MBSF is estimated to be above its current statutory limit of \$963.5 million, all of the remaining FY24 unbudgeted surplus (\$75.0 million) was distributed to the Highway and Bridge Capital program. The table below summarizes the sources and uses of FY24 unbudgeted unappropriated surplus funds.

Preliminary FY 2024 General Fund Year-End Summary

Sources of General Fund Year-end Surplus:		
General Fund Revenue Variance		\$20,867,438
Unbudgeted Lapsed Balances		\$56,608,236
Lapsed Encumbrances and Prior Period Adjustments		\$16,030,554
Total Increase in Unbudgeted Unappropriated Surplus		\$93,506,228
Uses of General Fund Year-end Surplus:		
Fixed Dollar Transfers		
Replenish Contingent Account up to \$350,000 (5 MRSA §1507)		(\$110,677)
Loan Insurance Reserve up to \$1,000,000 (5 MRSA §1511)		(\$1,000,000)
Retiree Health ISF UAL (flat \$2 m) Title 5, S. 1519		(\$2,000,000)
General Fund Operating Capital (flat \$2.5 m) Title 5, S. 1536		(\$2,500,000)
DHHS, Child Care Services program (PL 2023 c. 643, Part RRR-5)		(\$11,772,649)
DHHS, Head Start program (PL 2023 c. 643, Part RRR-6)		(\$1,134,000)
Total Fixed Dollar Transfers		(\$18,517,326)
Percentage Transfers - Remaining Surplus after Fixed Dollar Transfers		\$74,988,902
Maine Budget Stabilization Fund (80% if below MBSF cap)	0.0%	\$0
Highway and Bridge Capital (20% if below MBSF cap)	100.0%	(\$74,988,902)
Total Closing Transfers		(\$93,506,228)

The Highway Fund also has a statutory year-end transfer provision that transfers all but \$100,000 of the increase in the unallocated surplus above the budgeted amount to the Department of Transportation for highway and bridge improvement projects in the next fiscal year. The amount that transferred and is available in FY24 is \$13.1 million. In addition to an \$11.8 million revenue surplus, unexpended Highway Fund allocations that lapsed back to the unallocated surplus totaled \$1.4 million and lapsed encumbrances and prior period adjustments totaled \$0.1 million.

Preliminary FY 2024 Highway Fund Year-End Summary

Sources of Highway Fund Year-end Surplus:		
Highway Fund Revenue Variance		\$11,753,314
Unbudgeted Lapsed Balances		\$1,362,732
Lapsed Encumbrances and Prior Period Adjustments		\$107,803
Total Increase in Unbudgeted Unallocated Surplus		\$13,223,849
Uses of Highway Fund Year-end Surplus:		
Required Increase to Budgeted Balance		\$100,000
Net Unallocated Transferred to Transportation		\$13,123,849