

FY22 Priority transfers, funds and amounts - *Cascade*

[Title 5 §1536](#) defines the statutory order for priority transfers at year end. At fiscal year end, the Controller is required to transfer \$2.5 million to the Reserve for Operating Capital. Additionally, if amounts are available in unappropriated surplus, the Controller is required to restore the Governor’s Contingent Account to a maximum \$350,000; transfer \$1.0 million to the FAME Loan Insurance Reserve; and, transfer \$2.0 million to reduce the Unfunded Actuarial Liability for Retiree Health Insurance.

[Chapter 635 PL 2021](#) also requires the Controller to make the following transfers, if amounts are available in unappropriated surplus: \$35 million to the Highway and Bridge Reserve; \$15 million to the Education Stabilization Fund; and, \$3.3 million to the Disaster Recovery Fund.

From the net unappropriated surplus, after the priority transfers, the Controller is required to transfer 80% to the Budget Stabilization Fund and 20% to the Highway and Bridge Capital Program in accordance with Title 5 §1536.

At the close of fiscal year 2022, the following transfers were made from the General Fund Unappropriated Surplus:

• Contingent Account (Title 5 §1507)	<i>\$281 thousand</i>
• Loan Insurance Reserve (Title 5 §1511)	<i>\$1.0 million</i>
• Reserve for Operating Capital (Title 5 §1536)	<i>\$2.5 million</i>
• Retiree Health Insurance (Title 5 §1519)	<i>\$2.0 million</i>
• Highway and Bridge Reserve (<i>C635 PL21 Sec GGG-1</i>)	<i>\$35.0 million</i>
• Education Stabilization (<i>C635 PL21 Sec GGG-2</i>)	<i>\$15.0 million</i>
• Disaster Recovery (<i>C635 PL21 Sec GGG-3</i>)	<i>\$3.3 million</i>
• Budget Stabilization Fund (Title 5 §1536)	<i>\$401.9 million</i>
• Highway and Bridge Capital (Title 5 §1536)	<i>\$100.5 million</i>
Total Transfers	\$561.5 million

The final reserve balances in the General Fund on June 30, 2022 were:

- **Budget Stabilization Fund \$895.9 million**
 - *The statutory limit for this reserve is \$970.5 million for FY 2022, which represents 18% of FY 2022 General Fund revenue.*
- **Reserve for General Fund Operating Capital \$11.1 million**
 - *The statutory limit for this reserve is \$50.0 million. If at its maximum, excess amounts are transferred to the Budget Stabilization Fund.*

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