

Supplement to the Annual Information Statement (AIS)

State of New York

February 14, 2008

Introduction

On February 12, 2008, the Governor submitted amendments to the 2008-09 Executive Budget (the "21-day Amendments"), as authorized by the State Constitution. On the same day, the Division of the Budget issued an updated Executive Budget Financial Plan (the "Updated Executive Financial Plan") that reflects the fiscal impact of (a) the Governor's 21-day amendments and (b) revisions to the revenue and spending forecasts based on actual operating results through January 2008 and updated information on economic, revenue, and spending trends. The Updated Executive Financial Plan for 2008-09 is balanced on a cash basis in the General Fund, as required by the State Constitution. Except as noted herein, the current projections (and the assumptions upon which they are based) are consistent with the Financial Plan projections set forth in the Governor's Executive Budget of January 22, 2008. This Supplement should be read in conjunction with the Update to the Annual Information Statement dated January 30, 2008 for a complete explanation of the receipts and disbursements projections for the 2007-08 through 2011-12 fiscal years.

Impact of Recent Economic Events on Financial Plan

Since the Division of the Budget (DOB) finalized its Executive Budget forecast in January, the national economic situation has continued to deteriorate and the risk of a recession has increased. A weaker national economy and more severe financial sector woes are projected to negatively affect the New York State economy as well. In light of recent events, DOB has lowered its U.S. forecasts for corporate profits, equity market prices, employment growth, and wages in calendar year 2008. DOB has also modified its forecast for the State economy, based on continuing write-downs related to mortgage-backed securities, credit tightening, and other events that are likely to affect the State's financial services industry. In particular, DOB now projects finance and insurance sector bonuses will remain essentially flat in 2008-09 (compared to 8.6 percent growth at the time of the Executive Budget) and that the volume of taxable capital gains realized by State taxpayers in 2008 will decline by 9.4 percent from 2007 levels (compared to 1.8 percent growth projected at the time of the Executive Budget).

DOB does not expect the impact of revisions to the economic outlook to materially affect the overall General Fund revenue forecast in the current year, based on tax collections to-date and the relatively strong economic performance over much of calendar year 2007 (on which certain tax payments are based). In 2008-09, however, DOB has reduced its General Fund revenue forecast from \$56.3 billion to \$56.0 billion, a reduction of \$358 million, with the most significant reductions taken in the projections for the personal income tax and business taxes. The revenue forecasts for subsequent years have also been lowered by roughly \$500 million annually, from \$58.7 billion to \$58.2 billion in 2009-10, from \$61.3 billion to \$60.8 billion in 2010-11, and from \$64.5 billion to \$64.0 billion in 2011-12.

2008-09 Executive Budget

In response to the deterioration in the revenue forecast, the Governor is recommending a package of savings actions that, along with reestimates in certain program spending based on updated information, will maintain a balanced budget in 2008-09 without the use of additional reserves and hold the projected future budget gaps at manageable levels. General Fund spending in 2008-09 is now recommended to

total \$56.4 billion, a reduction of \$358 million from the Executive Budget. The table below and the following paragraphs summarize the revisions to the Executive Budget forecast.

General Fund Projections Updated for 21-Day Revisions					
Savings/(Costs)					
(millions of dollars)					
	<u>2007-08</u>	<u>2008-09</u>	<u>2009-10</u>	<u>2010-11</u>	<u>2011-12</u>
Executive Budget Gaps	0	0	(3,287)	(5,687)	(6,821)
Revenue Reestimates	(1)	(384)	(519)	(523)	(527)
Personal Income Tax*	(150)	(275)	(450)	(450)	(450)
Corporate Franchise Tax	0	(50)	(56)	(60)	(64)
Other Revenue Reestimates	149	(59)	(13)	(13)	(13)
21-Day Actions/Savings Plan	(88)	237	130	129	129
Covered Lives Assessment	0	50	50	50	50
EPIC Mandatory Generic and Prior-Drug Authorization	0	19	45	45	45
Medicaid Trend Factor Reductions	0	18	21	21	21
Finance Health Programs from Insurance Assessments	0	25	25	25	25
Sweep Excess EPF Fund Balance (revenue)	0	25	25	25	25
State Operations/Management Efficiencies	4	36	28	28	28
Pension Prepayment	(86)	88	0	0	0
NYRA Land Acquisition/VLT Facility Construction	0	(6)	(47)	(47)	(47)
State Support for Federal Reduction in Byrne/JAG Funding	0	(6)	(6)	(6)	(6)
NYC School Cafeteria Ventilation Projects	0	(5)	0	0	0
High-Need Nursing Program	0	(2)	(3)	(3)	(3)
Roosevelt School District	(6)	(4)	(6)	(6)	(6)
Local Government Efficiency Grants	0	(1)	(2)	(3)	(3)
Reestimates:	89	147	100	(58)	39
Medicaid	50	50	50	50	50
Family Health Plus Enrollment	10	0	0	0	0
Drug Rebate Revenue	0	60	62	64	66
Berger Commission	0	10	14	14	14
HCRA Spending Revisions	40	40	0	(137)	(18)
Lottery/VLT	(20)	5	(9)	(32)	(53)
Dedicated Highway Fund Subsidy	0	(16)	(15)	(15)	(15)
All Other	9	(2)	(2)	(2)	(5)
Net Savings/(Costs)	0	0	(289)	(452)	(359)
21-Day Surplus/(Gaps)	0	0	(3,576)	(6,139)	(7,180)

*Excludes STAR and Debt Service Reestimates

The downward revision to personal income tax receipts largely reflects lower withholdings. The downward revision to corporate franchise taxes, beginning in 2008-09, reflects the expected impact of lower projected corporate profits. Other revenue revisions, which include upward revisions in 2007-08 and lower revenue projections beginning in 2008-09, largely reflect year-to-date operating results and the reevaluation of certain assumptions.

Savings actions reflected with the 21-day amendments to the 2008-09 Executive Budget include a proposed increase in the covered lives assessment (a regionally calculated assessment on insurance carriers), requiring the use of generic drugs where available and prior authorization of certain prescription drugs that are not covered by Medicare Part D, revised assumptions with respect to Medicaid trend factors, financing certain health programs by assessments on the insurance industry, additional environmental protection fund balances available to the General Fund, and a range of management efficiencies. The State will also prepay a portion of the 2008-09 pension bill in 2007-08, resulting in interest savings of \$1.4 million.

Out-Year Budget Gaps

In the Updated Executive Financial Plan, DOB projects General Fund budget gaps of \$3.6 billion in 2009-10, \$6.1 billion in 2010-11, and \$7.2 billion in 2011-12, assuming enactment of all proposed Executive Budget recommendations. Since the January 30, 2008 Update to the AIS, DOB has increased its gap estimates by \$289 million in 2009-10, \$452 million in 2010-11 and \$359 million in 2011-12.

General Fund Closing Balances

DOB projects the State will end the 2007-08 fiscal year with a General Fund balance of \$2.6 billion, unchanged from the Executive Budget. The balance consists of \$1.0 billion in the Tax Stabilization Reserve (to cover unanticipated operating deficits), \$175 million in the new Rainy Day Reserve (after a planned deposit at the end of fiscal year 2007-08), \$21 million in the Contingency Reserve for litigation, \$1.0 billion to finance new labor settlements and \$354 million in the Community Projects Fund to support existing spending commitments. In 2008-09, DOB projects to end the fiscal year with a balance of \$2.2 billion in the General Fund, also unchanged from the Executive Budget estimate. The projected closing balance for 2008-09 is \$400 million below the level estimated for 2007-08, which reflects the partial use of planned reserves set aside for labor settlements (\$337 million) and the partial use of the Community Projects Fund (\$63 million).

General Fund Operating Results to Date

Through January 2008 preliminary results, General Fund receipts, including transfers from other funds, totaled \$44.0 billion, \$142 million higher than the Executive Budget forecast. The largest component of this variance was in the personal income tax (\$103 million), which is timing-related and primarily due to later-than-expected payment of personal income tax refunds. General Fund disbursements through January 2008 preliminary results totaled \$40.2 billion, \$47 million higher than projected in the Executive Budget. Higher spending in Welfare, Mental Retardation, and Capital Projects was substantially offset by lower spending in other programs. The impact of cash-flow experience to date is reflected in the Updated Executive Financial Plan.

Budget Process: Next Steps

Pursuant to State law, the Legislature and the Executive must meet in February with the purpose of reaching a consensus by March 1 on the tax revenues, lottery receipts, and miscellaneous receipts that are expected to be available in 2007-08 and 2008-09. In the event the Executive and Legislature fail to reach consensus by March 1, 2008, the State Comptroller must provide a revenue forecast by March 5, 2008 for the current and the ensuing State fiscal year. The State's new fiscal year begins on April 1, 2008.

Special Consideration

In recent days, a significant number of auction rate municipal bonds have failed to attract buyers, including certain bonds backed by the State, resulting in "failed auctions" and a resetting of the periodic rates to rates in excess of that which would otherwise prevail in the short term market. The auction failures have affected municipal issuers throughout the nation and it is important to note that the failed auctions generally do not reflect the credit strength of individual issuers, but reflect concerns relating to bond insurers that have insured such auction rate bonds as well as changes in the operation of the auction rate market itself. As an outcome of these failed auctions, governmental issuers are experiencing significantly higher debt service costs on auction rate bonds and bondholders are experiencing significantly less liquidity than had been anticipated. The likely duration of the disruption in the auction rate securities market cannot be predicted at this time.

The State is evaluating the financial impact of the recent failed auctions and related increased debt service costs on its Financial Plan projections. On the basis of preliminary estimates, the State is not projecting that the higher interest rate costs on its auction rate bonds arising from failed auctions will have a material adverse impact on the Financial Plan in the current year. Furthermore, in 2008-09, DOB estimates that the State could incur higher debt service costs if (a) all of the approximately \$4 billion of auction rate bonds constituting State-supported and State-related debt reset at the maximum auction rate in every upcoming auction, (b) offsetting savings in other parts of the State's debt portfolio are not realized, and (c) the State took no steps to mitigate its exposure to auction rate bonds. However, the State believes that these conditions are not likely to exist throughout 2008-09, particularly since it is initiating steps to limit its exposure to auction rate bonds. Accordingly, at this time, DOB does not expect that any increased debt service costs arising from failed auctions will materially and adversely affect current Financial Plan projections for 2008-09. DOB is continuing to evaluate the impact of current market events on the State debt service costs and plans to update its debt service forecast as part of the Enacted Budget for 2008-09.

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2007-2008
(millions of dollars)**

	<u>Executive</u>	<u>Change</u>	<u>21-Day</u>
Opening fund balance	<u>3,045</u>	<u>0</u>	<u>3,045</u>
Receipts:			
Taxes:			
Personal income tax	22,735	(97)	22,638
User taxes and fees	8,503	(14)	8,489
Business taxes	6,300	0	6,300
Other taxes	1,030	51	1,081
Miscellaneous receipts	2,444	46	2,490
Federal Grants	71	0	71
Transfers from other funds:			
PIT in excess of Revenue Bond debt service	8,441	(38)	8,403
Sales tax in excess of LGAC debt service	2,305	0	2,305
Real estate taxes in excess of CW/CA debt service	667	50	717
All other	673	0	673
Total receipts	<u>53,169</u>	<u>(2)</u>	<u>53,167</u>
Disbursements:			
Grants to local governments	36,667	(93)	36,574
State operations	9,677	(4)	9,673
General State charges	4,487	76	4,563
Transfers to other funds:			
Debt service	1,557	0	1,557
Capital projects	93	0	93
Other purposes	1,107	19	1,126
Total disbursements	<u>53,588</u>	<u>(2)</u>	<u>53,586</u>
Change in fund balance	<u>(419)</u>	<u>0</u>	<u>(419)</u>
Closing fund balance	<u>2,626</u>	<u>0</u>	<u>2,626</u>
Reserves			
Tax Stabilization Reserve Fund	1,031	0	1,031
Statutory Rainy Day Reserve Fund	175	0	175
Contingency Reserve Fund	21	0	21
Community Projects Fund	354	0	354
Debt Reduction Reserve Fund	0	0	0
Labor Settlement Reserve/Other Risks	<u>1,045</u>	<u>0</u>	<u>1,045</u>
<i>Prior Year Reserves</i>	1,063	0	1,063
<i>Increase/(Decrease) From Current Year Operations</i>	(18)	0	(18)

Source: NYS DOB

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2008-2009
(millions of dollars)**

	<u>Executive</u>	<u>Change</u>	<u>21-Day</u>
Receipts:			
Taxes:			
Personal income tax	24,391	(186)	24,205
User taxes and fees	8,832	0	8,832
Business taxes	7,254	(127)	7,127
Other taxes	1,194	0	1,194
Miscellaneous receipts	2,238	4	2,242
Federal Grants	41	0	41
Transfers from other funds:			
PIT in excess of Revenue Bond debt service	8,769	(75)	8,694
Sales tax in excess of LGAC debt service	2,314	(4)	2,310
Real estate taxes in excess of CW/CA debt service	615	0	615
All other	694	30	724
Total receipts	<u>56,342</u>	<u>(358)</u>	<u>55,984</u>
Disbursements:			
Grants to local governments	41,860	(252)	41,608
State operations	8,863	(12)	8,851
General State charges	3,136	(103)	3,033
Transfers to other funds:			
Debt service	1,692	0	1,692
Capital projects	366	15	381
Other purposes	825	(6)	819
Total disbursements	<u>56,742</u>	<u>(358)</u>	<u>56,384</u>
Deposit to/(use of) Community Projects Fund	<u>(63)</u>	<u>0</u>	<u>(63)</u>
Deposit to/(use of) Prior Year Reserves	<u>(337)</u>	<u>0</u>	<u>(337)</u>
Margin	<u>0</u>	<u>0</u>	<u>0</u>

Source: NYS DOB

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2009-2010
(millions of dollars)**

	<u>Executive</u>	<u>Change</u>	<u>21-Day</u>
Receipts:			
Taxes:			
Personal income tax	25,897	(317)	25,580
User taxes and fees	8,913	0	8,913
Business taxes	7,816	(94)	7,722
Other taxes	1,325	0	1,325
Miscellaneous receipts	2,186	7	2,193
Federal Grants	0	0	0
Transfers from other funds:			
PIT in excess of Revenue Bond debt service	9,199	(160)	9,039
Sales tax in excess of LGAC debt service	2,331	0	2,331
Real estate taxes in excess of CW/CA debt service	596	0	596
All other	461	25	486
Total receipts	<u>58,724</u>	<u>(539)</u>	<u>58,185</u>
Disbursements:			
Grants to local governments	45,919	(245)	45,674
State operations	9,236	(9)	9,227
General State charges	3,806	(15)	3,791
Transfers to other funds:			
Debt service	1,680	0	1,680
Capital projects	574	15	589
Other purposes	858	4	862
Total disbursements	<u>62,073</u>	<u>(250)</u>	<u>61,823</u>
Deposit to/(use of) Community Projects Fund	<u>(62)</u>	<u>0</u>	<u>(62)</u>
Margin	<u>(3,287)</u>	<u>(289)</u>	<u>(3,576)</u>

Source: NYS DOB

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2010-2011
(millions of dollars)**

	<u>Executive</u>	<u>Change</u>	<u>21-Day</u>
Receipts:			
Taxes:			
Personal income tax	27,415	(317)	27,098
User taxes and fees	9,251	0	9,251
Business taxes	7,866	(97)	7,769
Other taxes	1,408	0	1,408
Miscellaneous receipts	2,261	7	2,268
Federal Grants	0	0	0
Transfers from other funds:			
PIT in excess of Revenue Bond debt service	9,647	(160)	9,487
Sales tax in excess of LGAC debt service	2,436	0	2,436
Real estate taxes in excess of CW/CA debt service	599	0	599
All other	460	25	485
Total receipts	<u>61,343</u>	<u>(542)</u>	<u>60,801</u>
Disbursements:			
Grants to local governments	49,833	(88)	49,745
State operations	9,780	(9)	9,771
General State charges	4,087	(15)	4,072
Transfers to other funds:			
Debt service	1,706	0	1,706
Capital projects	930	16	946
Other purposes	845	6	851
Total disbursements	<u>67,181</u>	<u>(90)</u>	<u>67,091</u>
Deposit to/(use of) Community Projects Fund	<u>(151)</u>	<u>0</u>	<u>(151)</u>
Margin	<u>(5,687)</u>	<u>(452)</u>	<u>(6,139)</u>

Source: NYS DOB

**CASH FINANCIAL PLAN
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2011-2012
(millions of dollars)**

	<u>Executive</u>	<u>Change</u>	<u>21-Day</u>
Receipts:			
Taxes:			
Personal income tax	29,315	(317)	28,998
User taxes and fees	9,620	0	9,620
Business taxes	8,218	(102)	8,116
Other taxes	1,498	0	1,498
Miscellaneous receipts	2,060	6	2,066
Federal Grants	0	0	0
Transfers from other funds:			
PIT in excess of Revenue Bond debt service	10,154	(159)	9,995
Sales tax in excess of LGAC debt service	2,556	0	2,556
Real estate taxes in excess of CW/CA debt service	608	0	608
All other	498	26	524
Total receipts	<u>64,527</u>	<u>(546)</u>	<u>63,981</u>
Disbursements:			
Grants to local governments	53,013	(187)	52,826
State operations	10,046	(9)	10,037
General State charges	4,386	(15)	4,371
Transfers to other funds:			
Debt service	1,673	0	1,673
Capital projects	997	17	1,014
Other purposes	1,312	7	1,319
Total disbursements	<u>71,427</u>	<u>(187)</u>	<u>71,240</u>
Deposit to/(use of) Community Projects Fund	<u>(79)</u>	<u>0</u>	<u>(79)</u>
Margin	<u>(6,821)</u>	<u>(359)</u>	<u>(7,180)</u>

Source: NYS DOB

Annual Information Statement Supplement, February 14, 2008

CASHFLOW
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2007-2008
(dollars in millions)

	2008												
	2007 April Actuals	May Actuals	June Actuals	July Actuals	August Actuals	September Actuals	October Actuals	November Actuals	December Actuals	January Preliminary Actuals	February Projected	March Projected	Total
OPENING BALANCE	3,045	6,903	3,136	2,881	3,448	2,854	4,142	2,836	1,320	1,677	6,843	6,651	3,945
RECEIPTS:													
Personal Income Tax	4,017	748	2,414	1,396	1,376	1,971	745	91	1,152	5,322	1,490	1,916	22,638
User Taxes and Fees	679	623	877	671	645	872	632	673	868	662	543	744	8,489
Business Taxes	58	146	1,103	98	139	1,209	123	63	1,145	113	563	1,540	6,300
Other Taxes	81	80	107	100	64	81	80	82	118	105	92	91	1,081
Total Taxes	4,835	1,597	4,501	2,265	2,224	4,133	1,580	909	3,283	6,202	2,688	4,291	38,508
Licenses, fees, etc.	37	98	20	45	66	50	33	70	45	55	40	103	662
Abandoned Property	5	0	0	19	9	33	22	135	25	190	53	193	684
Reimbursement	6	7	25	11	10	20	14	6	22	11	14	38	184
Investment income	70	7	25	22	(11)	6	53	15	3	23	5	7	225
Other transactions	13	15	167	41	45	47	27	30	216	33	31	70	735
Total Miscellaneous Receipts	131	127	237	138	119	156	149	256	311	312	143	411	2,490
Federal Grants	0	12	22	1	5	0	10	10	0	5	6	0	71
PIT in excess of Revenue Bond Debt Service	1,338	198	886	499	401	951	593	79	879	1,597	130	852	8,403
Sales Tax in Excess of LGAC Debt Service	137	41	360	232	196	270	192	205	269	198	1	204	2,305
Real Estate Taxes in Excess of CW/CA Debt Service	55	61	95	62	75	66	44	60	38	41	41	79	717
All Other	3	1	120	29	8	1	19	1	35	146	0	310	673
Total Transfers from Other Funds	1,533	301	1,461	822	680	1,288	848	345	1,221	1,982	172	1,445	12,088
TOTAL RECEIPTS	6,499	2,037	6,221	3,226	3,028	5,577	2,587	1,520	4,815	8,501	3,009	6,147	53,167
DISBURSEMENTS:													
School Aid	236	2,143	1,512	17	504	1,284	511	961	1,365	605	648	6,458	16,244
Higher Education	18	10	335	100	186	77	458	30	214	57	332	507	2,324
All Other Education	26	124	345	161	72	112	175	21	137	68	184	312	1,737
Medicaid - DOH	869	1,267	918	538	1,040	710	673	587	370	754	606	606	8,938
Public Health	16	35	117	32	35	23	131	45	52	5	92	99	682
Mental Hygiene	45	58	62	153	67	135	251	62	180	226	205	394	1,838
Children and Families	5	130	91	223	98	125	73	72	252	68	108	364	1,609
Temporary & Disability Assistance	55	252	248	150	152	184	140	(142)	207	134	40	(29)	1,391
Transportation	0	14	45	1	13	1	0	15	7	0	8	2	106
All Other	22	70	444	50	56	135	63	57	265	81	27	435	1,705
Total Local Assistance Grants	1,292	4,103	4,117	1,425	2,223	2,786	2,475	1,708	3,049	1,998	2,250	9,148	36,574
Personal Service	633	814	599	589	749	546	699	546	417	541	297	380	6,810
Non-Personal Service	203	239	275	208	255	209	219	181	222	252	247	353	2,863
Total State Operations	836	1,053	874	797	1,004	755	918	727	639	793	544	733	9,673
General State Charges	262	430	1,218	258	269	268	285	319	260	367	337	290	4,563
Debt Service	45	144	210	49	40	292	60	163	360	3	26	165	1,557
Capital Projects	89	55	8	51	56	66	133	105	24	152	25	(671)	93
Other Purposes	117	19	49	79	30	122	22	14	126	22	19	507	1,126
Total Transfers to Other Funds	251	218	267	179	126	480	215	282	510	177	70	1	2,776
TOTAL DISBURSEMENTS	2,641	5,804	6,476	2,659	3,622	4,289	3,893	3,036	4,458	3,335	3,201	10,172	53,586
Excess/(Deficiency) of Receipts over Disbursements	3,858	(3,767)	(255)	567	(594)	1,288	(1,306)	(1,516)	357	5,166	(192)	(4,025)	(419)
CLOSING BALANCE	6,903	3,136	2,881	3,448	2,854	4,142	2,836	1,320	1,677	6,843	6,651	2,626	2,626

Source: NYS DOB

**CASHFLOW
GENERAL FUND
UPDATED FOR 21-DAY REVISIONS
2008-2009
(dollars in millions)**

	2008		2009												Total
	April	May	June	July	August	September	October	November	December	January	February	March			
	Projected														
OPENING BALANCE	2,626	6,263	1,792	2,872	2,876	2,783	4,044	2,615	1,126	1,505	6,518	6,020	2,826		
RECEIPTS:															
Personal Income Tax	4,570	687	2,372	1,559	1,598	2,102	660	245	1,489	5,371	1,613	1,939	24,205		
User Taxes and Fees	672	647	908	694	665	905	658	702	901	667	559	854	8,832		
Business Taxes	284	50	1,237	183	150	1,283	220	76	1,331	206	236	1,891	7,127		
Other Taxes	99	99	100	100	101	101	99	99	99	99	99	99	1,194		
Total Taxes	5,605	1,483	4,617	2,536	2,514	4,391	1,637	1,122	3,820	6,343	2,507	4,783	41,358		
Licenses, fees, etc.	28	61	44	26	61	41	51	48	32	37	49	60	538		
Abandoned Property	20	0	18	12	8	53	9	167	34	41	39	249	650		
Reimbursement	4	11	24	5	14	13	13	10	23	7	12	27	172		
Investment income	60	7	25	22	(11)	6	53	15	3	14	0	6	200		
Other transactions	26	32	151	43	53	54	30	30	53	34	30	138	682		
Total Miscellaneous Receipts	138	111	262	108	125	176	164	270	145	133	130	480	2,242		
Federal Grants	0	11	4	0	4	0	9	9	0	4	0	0	41		
PIT in excess of Revenue Bond Debt Service	1,522	158	920	539	366	960	620	136	919	1,545	160	849	8,694		
Sales Tax in Excess of LGAC Debt Service	196	24	448	207	212	212	197	211	273	200	1	141	2,310		
Real Estate Taxes in Excess of CW/CA Debt Service	65	57	45	49	59	59	55	40	53	55	41	37	615		
All Other	0	0	96	3	1	5	8	5	122	3	1	480	724		
Total Transfers from Other Funds	1,783	239	1,509	798	626	1,236	880	392	1,367	1,803	203	1,507	12,343		
TOTAL RECEIPTS	7,526	1,844	6,392	3,442	3,269	5,803	2,890	1,793	5,332	8,283	2,840	6,770	55,984		
DISBURSEMENTS:															
School Aid	175	2,320	1,670	135	430	1,790	675	763	1,251	463	635	7,133	17,440		
Higher Education	17	11	483	118	113	95	468	24	287	42	349	466	2,473		
All Other Education	86	100	92	189	141	143	127	66	79	223	141	318	1,705		
Medicaid - DOH	1,608	1,357	1,148	949	1,056	666	1,097	1,006	1,001	948	784	859	12,479		
Public Health	16	38	63	68	34	54	53	42	38	103	28	92	629		
Mental Hygiene	129	127	132	141	131	249	136	127	240	244	124	274	2,054		
Children and Families	79	85	98	291	87	127	79	86	307	83	83	356	1,761		
Temporary & Disability Assistance	157	157	258	157	157	176	157	(135)	176	(143)	106	(54)	1,169		
Transportation	0	11	45	0	14	0	0	17	10	0	8	0	105		
All Other	15	37	414	39	48	204	4	50	402	57	71	452	1,793		
Total Local Assistance Grants	2,282	4,243	4,403	2,087	2,211	3,504	2,796	2,046	3,791	2,020	2,329	9,896	41,608		
Personal Service	685	566	535	619	533	488	630	463	460	542	447	460	6,428		
Non-Personal Service	178	182	177	193	207	246	169	167	178	217	217	282	2,423		
Total State Operations	863	748	712	812	740	734	799	630	638	769	664	742	8,851		
General State Charges	355	1,115	(80)	442	294	(121)	408	284	(64)	325	144	(69)	3,033		
Debt Service	228	139	201	36	46	278	22	175	404	3	19	141	1,692		
Capital Projects	29	33	30	31	30	42	64	77	136	123	157	(371)	381		
Other Purposes	132	37	46	30	41	105	30	70	48	30	25	225	819		
Total Transfers to Other Funds	389	209	277	97	117	425	116	322	588	166	201	(5)	2,892		
TOTAL DISBURSEMENTS	3,889	6,315	5,312	3,438	3,362	4,542	4,119	3,282	4,953	3,270	3,338	10,564	56,384		
Excess/(Deficiency) of Receipts over Disbursements	3,637	(4,471)	1,080	4	(93)	1,261	(1,429)	(1,489)	379	5,013	(496)	(3,794)	(400)		
CLOSING BALANCE	6,263	1,792	2,872	2,876	2,783	4,044	2,615	1,126	1,505	6,518	6,020	2,826	2,226		

Source: NYS DOB

State-Related Debt Outstanding, 1998-99 through 2006-07 (millions of dollars)					
	1998-99	1999-00	2000-01	2001-02	2002-03
Personal Income	\$591,847	\$619,659	\$663,005	\$679,886	\$677,605
State-Related Debt Outstanding	\$37,699	\$38,582	\$38,661	\$38,601	\$40,531
State-Related Debt Outstanding as a % of Personal Income	6.4%	6.2%	5.8%	5.7%	6.0%
		2003-04	2004-05	2005-06	2006-07
Personal Income		\$693,533	\$739,795	\$790,330	\$848,745
State-Related Debt Outstanding		\$46,773	\$46,744	\$46,927	\$48,095
State-Related Debt Outstanding as a % of Personal Income		6.7%	6.3%	5.9%	5.7%

Projected State-Related Debt Outstanding, 2007-08 through 2012-13 (millions of dollars)						
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
Personal Income	\$912,373	\$951,766	\$991,266	\$1,041,136	\$1,094,735	\$1,151,470
State-Related Debt Outstanding	\$49,991	\$53,681	\$56,657	\$58,985	\$60,270	\$61,184
State-Related Debt Outstanding as a % of Personal Income	5.5%	5.6%	5.7%	5.7%	5.5%	5.3%

State-Related Debt Per Capita, 1998-99 through 2006-07 (millions of dollars)					
	1998-99	1999-00	2000-01	2001-02	2002-03
State-Related Debt Outstanding	\$37,699	\$38,582	\$38,661	\$38,601	\$40,531
State Population (millions)	18.8	18.9	19.0	19.1	19.2
State-Related Debt Per Capita	\$2,008	\$2,042	\$2,033	\$2,021	\$2,114
		2003-04	2004-05	2005-06	2006-07
State-Related Debt Outstanding		\$46,773	\$46,744	\$46,927	\$48,095
State Population (millions)		19.2	19.3	19.3	19.3
State-Related Debt Per Capita		\$2,430	\$2,423	\$2,429	\$2,491

Projected State-Related Debt Per Capita, 2007-08 through 2012-13 (millions of dollars)						
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
State-Related Debt Outstanding	\$49,991	\$53,681	\$56,657	\$58,985	\$60,270	\$61,184
State Population (millions)	19.3	19.3	19.3	19.3	19.3	19.3
State-Related Debt Per Capita	\$2,590	\$2,779	\$2,932	\$3,050	\$3,116	\$3,165

State-Related Debt Service, 1998-99 through 2006-07 (millions of dollars)					
	1998-99	1999-00	2000-01	2001-02	2002-03
All Funds Budget	\$72,551	\$76,804	\$83,527	\$84,312	\$88,274
State-Related Debt Service	\$3,738	\$3,887	\$4,368	\$4,437	\$3,358
State-Related Debt Service as a % All Funds Budget	5.2%	5.1%	5.2%	5.3%	3.8%
		2003-04	2004-05	2005-06	2006-07
All Funds Budget		\$99,698	\$101,381	\$107,027	\$112,396
State-Related Debt Service		\$3,847	\$4,412	\$4,264	\$5,004
State-Related Debt Service as a % All Funds Budget		3.9%	4.4%	4.0%	4.5%

Projected State-Related Debt Service, 2007-08 through 2012-13 (millions of dollars)						
	2007-08	2008-09	2009-10	2010-11	2011-12	2012-13
All Funds Budget	\$117,183	\$123,498	\$128,281	\$133,406	\$138,220	\$143,639
State-Related Debt Service	\$4,880	\$5,287	\$5,830	\$6,450	\$6,784	\$7,102
State-Related Debt Service as a % All Funds Budget	4.2%	4.3%	4.5%	4.8%	4.9%	4.9%

Source: NYS DOB

Annual Information Statement Supplement, February 14, 2008

STATE DEBT OUTSTANDING
SUMMARIZED BY FUNCTION AND FINANCING PROGRAM
2007-2008 THROUGH 2012-2013
(thousands of dollars)

	2007-2008	2008-2009	2009-2010	2010-2011	2011-2012	2012-2013
GENERAL OBLIGATION BONDS						
Economic Development & Housing	120,741	105,526	90,240	77,497	65,364	55,259
Environment	1,879,698	1,733,963	1,606,498	1,487,853	1,377,311	1,271,573
Transportation	1,250,226	1,517,700	1,910,716	2,325,869	2,581,345	2,773,508
REVENUE BONDS						
Personal Income Tax						
Economic Development & Housing	2,387,182	3,306,565	4,149,967	4,818,161	5,245,924	5,342,675
Education	4,332,365	5,842,632	7,382,029	8,461,868	9,544,209	10,727,650
Environment	675,275	983,300	1,159,809	1,277,551	1,384,904	1,471,277
Health Care	66,045	153,191	256,621	392,243	347,295	309,002
State Facilities & Equipment	1,908,085	2,758,665	3,088,774	3,445,543	3,715,922	3,960,257
Transportation	1,645,285	1,921,440	2,183,016	2,429,754	2,661,065	2,875,742
Other Revenue						
Education						
SUNY Dorms	873,355	964,725	1,032,870	1,075,981	1,124,986	1,162,641
Health & Mental Hygiene						
Health Income	339,800	327,055	313,740	299,760	285,095	270,440
Mental Health Services	3,920,705	4,267,222	4,601,516	4,835,826	5,081,234	5,307,549
Local Government Assistance						
Sales Tax	4,036,522	3,874,183	3,678,375	3,474,183	3,244,248	3,003,183
Transportation						
Dedicated Highway	6,559,957	7,071,192	7,633,637	8,306,956	8,815,892	9,337,295
SERVICE CONTRACT & LEASE-PURCHASE BONDS						
Economic Development & Housing	1,260,130	1,167,544	1,075,626	969,328	868,850	801,075
Education	6,017,394	5,715,991	5,363,212	5,048,655	4,625,972	4,203,791
Environment	193,412	171,662	148,817	126,427	107,721	92,992
Health & Mental Hygiene	53,645	50,570	47,365	44,000	40,485	36,970
State Facilities & Equipment	3,395,470	3,226,003	3,045,236	2,852,018	2,652,271	2,437,247
Transportation	3,936,350	3,764,935	3,554,825	3,356,500	3,107,705	2,870,160
TOTAL STATE-SUPPORTED						
Economic Development & Housing	3,768,053	4,579,635	5,315,833	5,864,987	6,180,138	6,199,009
Education	11,223,114	12,523,347	13,778,110	14,586,504	15,295,167	16,094,082
Environment	2,748,385	2,888,925	2,915,124	2,891,831	2,869,936	2,835,842
Health & Mental Hygiene	4,380,195	4,798,039	5,219,242	5,571,830	5,754,109	5,923,961
LGAC	4,036,522	3,874,183	3,678,375	3,474,183	3,244,248	3,003,183
State Facilities & Equipment	5,303,555	5,984,668	6,134,010	6,297,561	6,368,193	6,397,504
Transportation	13,391,818	14,275,267	15,282,193	16,419,079	17,166,007	17,856,704
SUBTOTAL STATE-SUPPORTED	44,851,641	48,924,064	52,322,887	55,105,973	56,877,798	58,310,285
OTHER STATE DEBT OBLIGATIONS						
Tobacco	3,839,480	3,521,110	3,178,205	2,809,835	2,414,020	1,988,710
All Other	1,300,286	1,236,098	1,156,314	1,069,612	978,520	884,565
SUBTOTAL OTHER STATE	5,139,766	4,757,208	4,334,519	3,879,447	3,392,540	2,873,275
GRAND TOTAL STATE-RELATED	49,991,407	53,681,272	56,657,406	58,985,420	60,270,338	61,183,560

Source: NYS DOB