

## DEBT SERVICE

	Adjusted Appropriation 2008-09	Executive Request 2009-10	Change	Percent Change
<b>AGENCY SUMMARY</b>				
General Fund	245,000,000	245,000,000	0	0.0%
Fiduciary	40,000,000	35,500,000	(4,500,000)	-11.2%
Debt Service Fund	4,862,370,000	5,592,300,000	729,930,000	15.0%
Capital Projects Fund - Other	580,200,000	615,200,000	35,000,000	6.0%
All Funds	3,570,000,000	3,370,000,000	(200,000,000)	-5.6%
<b>Total for AGENCY SUMMARY:</b>	<b>9,297,570,000</b>	<b>9,858,000,000</b>	<b>560,430,000</b>	<b>6.0%</b>

### Agency Mission

(Executive Budget: pp. 497-503)

To implement the State's debt management policies, increase transparency in reporting debt and support the State's five-year capital program and financing plan.

### Programmatic Highlights

The State Fiscal Year (SFY) 2009-10 Executive Budget includes the following:

- The Executive recommends a \$250,000,000 Debt Reduction Reserve Fund appropriation contingent upon the availability of funds.

The Executive also recommends the following:

- an increase of \$50,000,000 in the Mental Health Services Fund;
- an increase of \$15,000,000 in the General Obligation Bonds;
- an increase of \$386,500,000 in the Revenue Bond Payments;
- an increase of \$500,000 in the Department of Health Income Fund;

- an increase of \$14,500,000 in the State University Dormitory Income Fund;
- an increase of \$15,000,000 in the Local Government Assistance Tax Fund;
- an increase of \$35,000,000 in the Dedicated Highway and Bridge Trust Fund;
- a decrease of \$4,500,000 School in the Capital Facilities Financing Reserve Fund;
- a decrease of \$1,570,000 in Financing Agreements; and
- a decrease of \$200,000,000 in All Funds Contingent Appropriations.

## **Article VII**

The Executive recommends Article VII legislation that would:

- authorize up to a \$250 million transfer from the General Fund to the DRRF contingent upon surplus general funds;
- enable correctional facilities to reimburse the General Fund for advance costs of capital projects;
- enable the funding of capital projects with authority bond proceeds;
- enable arbitrage payments to be made to the government;
- amend language so that certain refundings will assume to generate a present value savings;
- adjust bond caps for certain capital projects;
- consolidate the issuance of Personal Income Tax (PIT) bonds;
- codify current practices of certain calls and puts; and
- create a new provision that authorizes transfers from the Health Care Reform Act (HCRA) to the General Debt Service Fund.