

Appendix C

Comparison of Statutory Year-End Transfers (the "Cascade")

Comparison of Statutory Year-End Transfers (the "Cascade") Before and After 122nd Legislature, 2nd Regular Session Changes

Hypothetical Distribution of Unappropriated Surplus - Using FY05 Actual Amounts

122nd Legislature - PL 2005, c. 2 (LD 1) Prior to 2nd Regular Session Changes	122nd Legislature - PL 2005, c. 519 (LD 1968) After 2nd Regular Session Changes
Unappropriated Surplus	Unappropriated Surplus
Prior Period & Accounting Adjustments \$3,992,986	Prior Period & Accounting Adjustments \$3,992,986
Unbudgeted Lapsed Balances \$14,228,649	Unbudgeted Lapsed Balances \$14,228,649
Excess/Surplus Revenue \$29,905,610	Excess/Surplus Revenue \$29,905,610
Total Unappropriated Surplus Available \$48,127,246	Total Unappropriated Surplus Available \$48,127,246
Distributions in Order of Priority	
1) Budget Stabilization Fund \$9,569,795 (32% of excess revenue - 5 MRSA §1536)	1) State Contingent Account \$349,219 (Up to \$350,000 to replenish account - 5 MRSA §1507)
2) Retirement Allowance Fund \$9,569,795 (32% of excess revenue - 5 MRSA §1536)	2) Loan Insurance Reserve Fund \$1,000,000 (Up to \$1,000,000 when not at limit - 5 MRSA §1511)
3) Reserve for General Fund Operating Capital \$4,784,898 (16% of excess revenue - 5 MRSA §1536)	3) Budget Stabilization Fund \$16,372,309 (35% of unappropriated surplus)
4) State Contingent Account \$349,219 (Up to \$350,000 to replenish account - 5 MRSA §1507)	4) Retirement Allowance Fund \$9,355,605 (20% of unappropriated surplus)
5) Loan Insurance Reserve Fund \$1,000,000 (Up to \$1,000,000 when not at limit - 5 MRSA §1511)	5) Reserve for General Fund Operating Capital \$9,355,605 (20% of unappropriated surplus)
6) Budget Stabilization Fund \$22,853,539 (Remaining balance to BSF - 5 MRSA §1535)	6) Retiree Health Internal Service Fund \$7,016,704 (15% of unappropriated surplus)
	7) Capital Construction & Improvements Reserve Fund \$4,677,803 (10% of unappropriated surplus)
Unappropriated Surplus after Year-End Transfers \$0	Unappropriated Surplus after Year-End Transfers \$0

Base for Percentage Distributions is Excess/Surplus Revenue

Base for Percentage Distributions is Total Unappropriated Surplus