



FY 2013
Budget Overview

Georgia Budget & Policy Institute

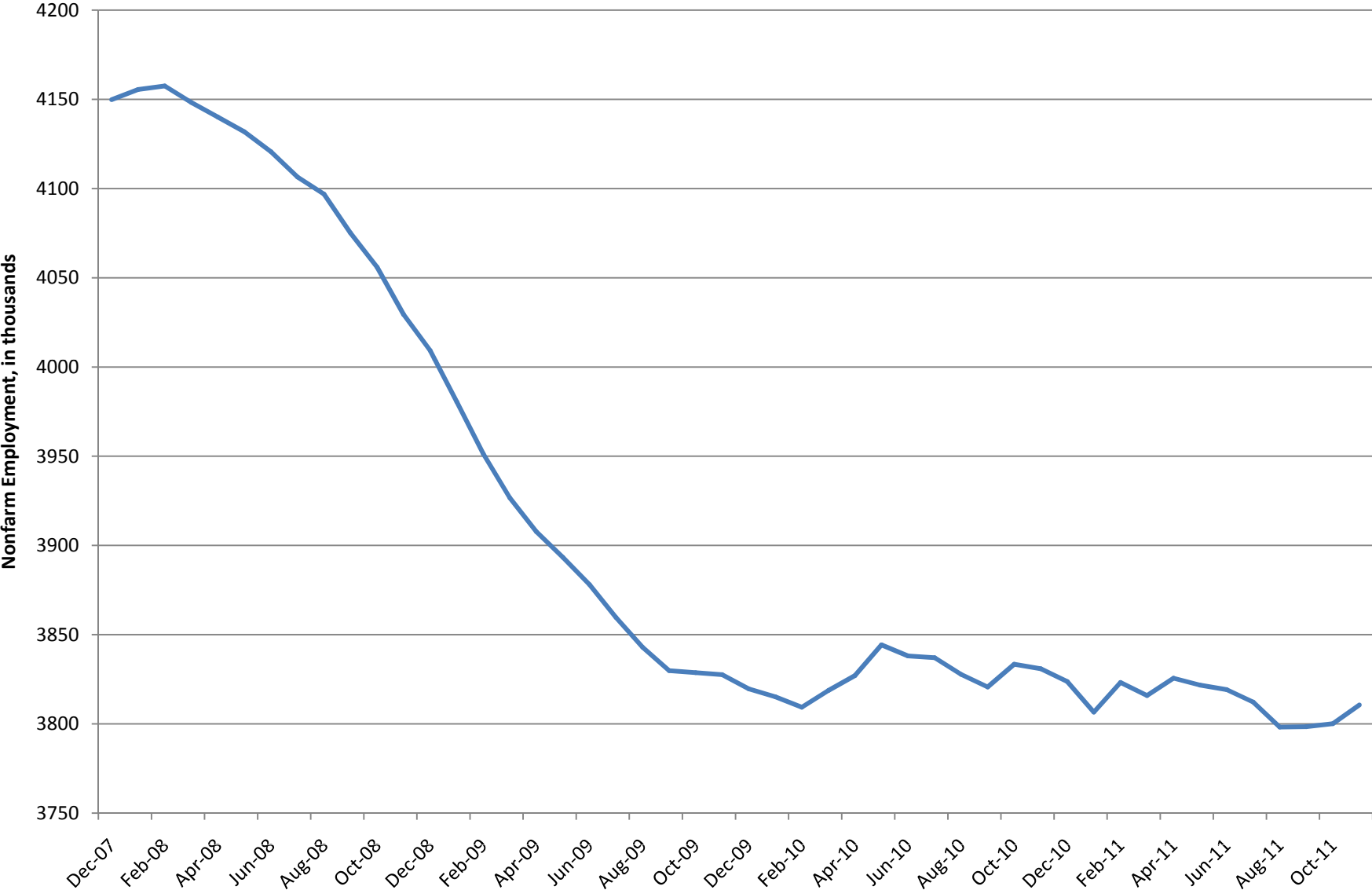
Alan Essig, Executive Director

January 20, 2011

■ THOUGHTFUL ANALYSIS, RESPONSIBLE POLICY

FY 2012 Budget Overview | www.gbpi.org

Job Decline in Georgia since start of Great Recession

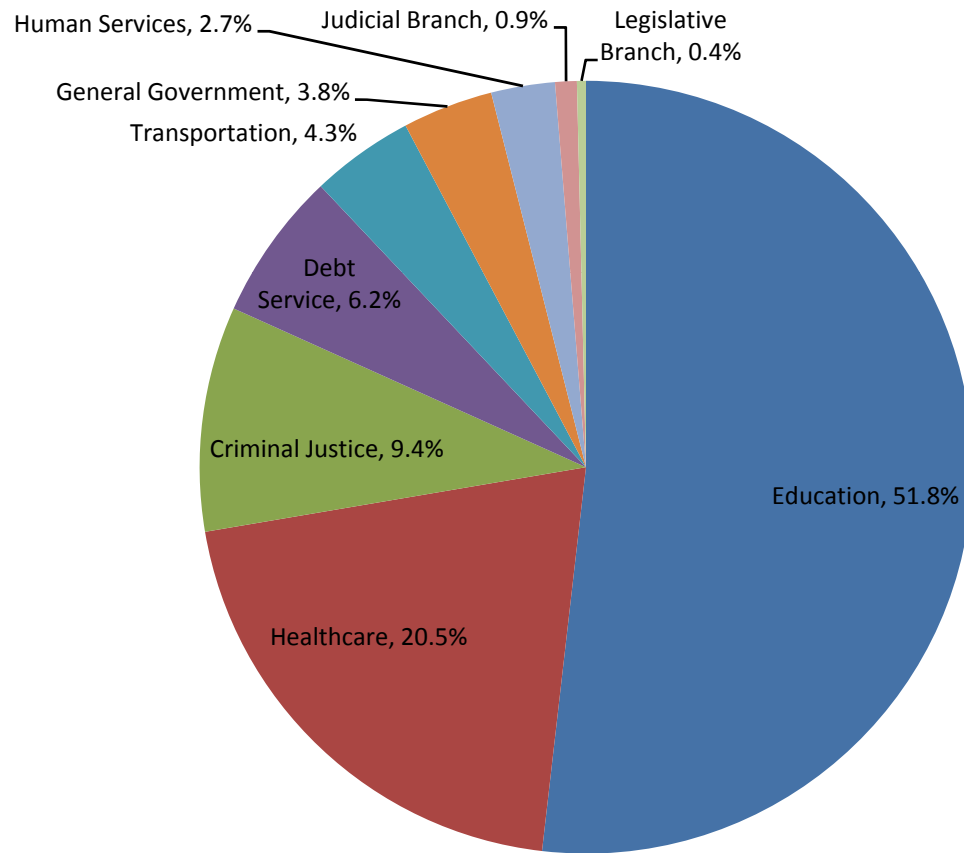


Georgia Tax Rankings

	Ranking
State and local own source revenue as a percentage of income	40 th
State and local business taxes as a percentage of GSP	42 nd
State tax revenue as a percentage of income	45 th
State and local own source revenue per capita	47 th
State tax revenue per capita	49 th



FY 2013 State General and Motor Fuel Funds Budget (\$18.2 Billion)



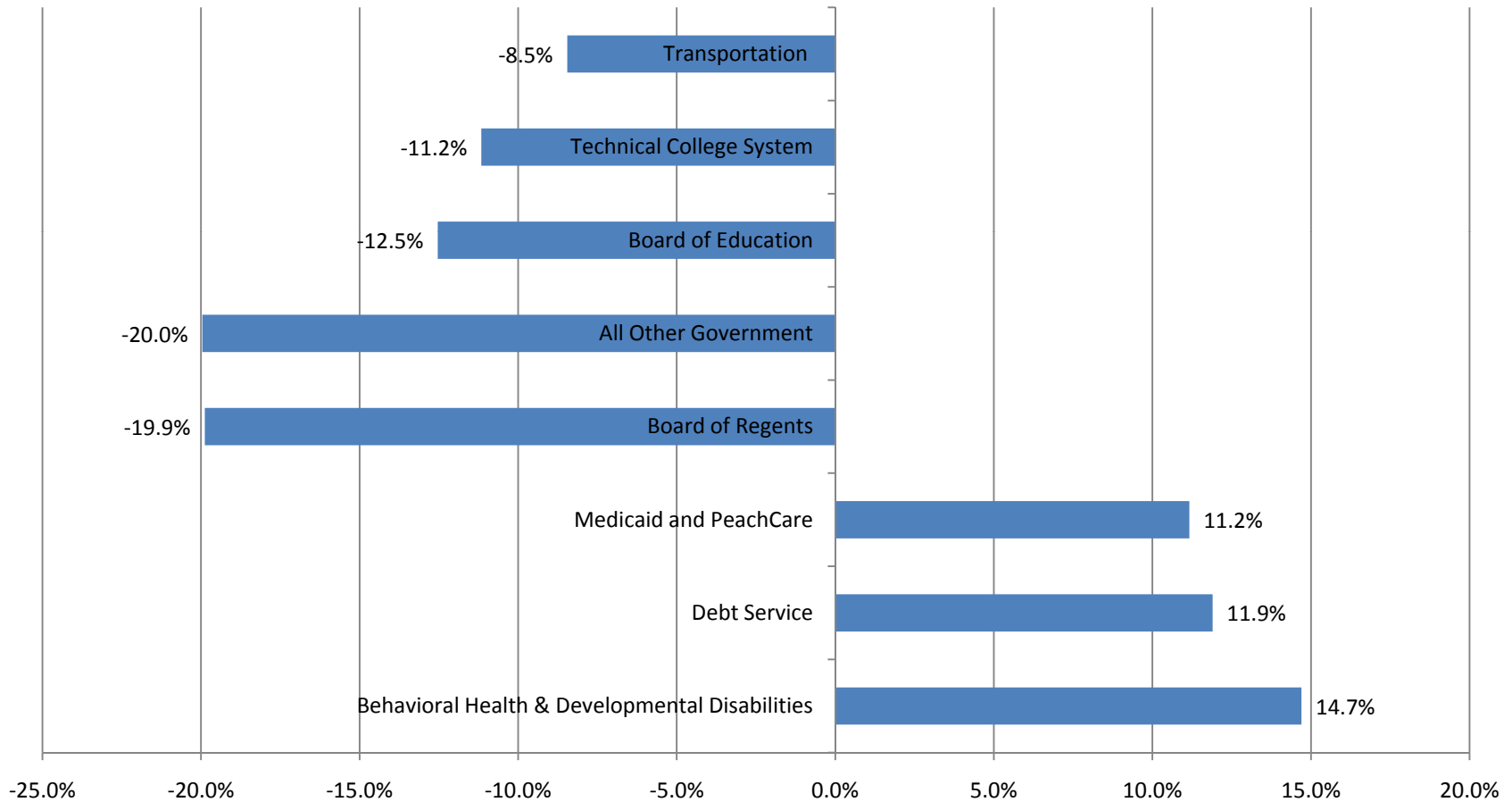
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FY 2013 Budget Drivers

Medicaid	\$243.8 million
Education Formula Growth	\$188.5 million
Retirement System Contribution	\$145.6 million
Debt Service	\$64.6 million
DOT Construction and Maintenance	\$63.2 million
State Health Benefit Plan	\$45.9 million
Annualize Cost of Prison Expansion	\$35.2 million
DOJ Settlement Agreement	\$29.8 million
General Liability and Workers Comp	\$17.5 million
Replace Lost TANF Funding	\$16.8 million
Other	\$79.0 million
Total Budget Growth	\$930.0 million

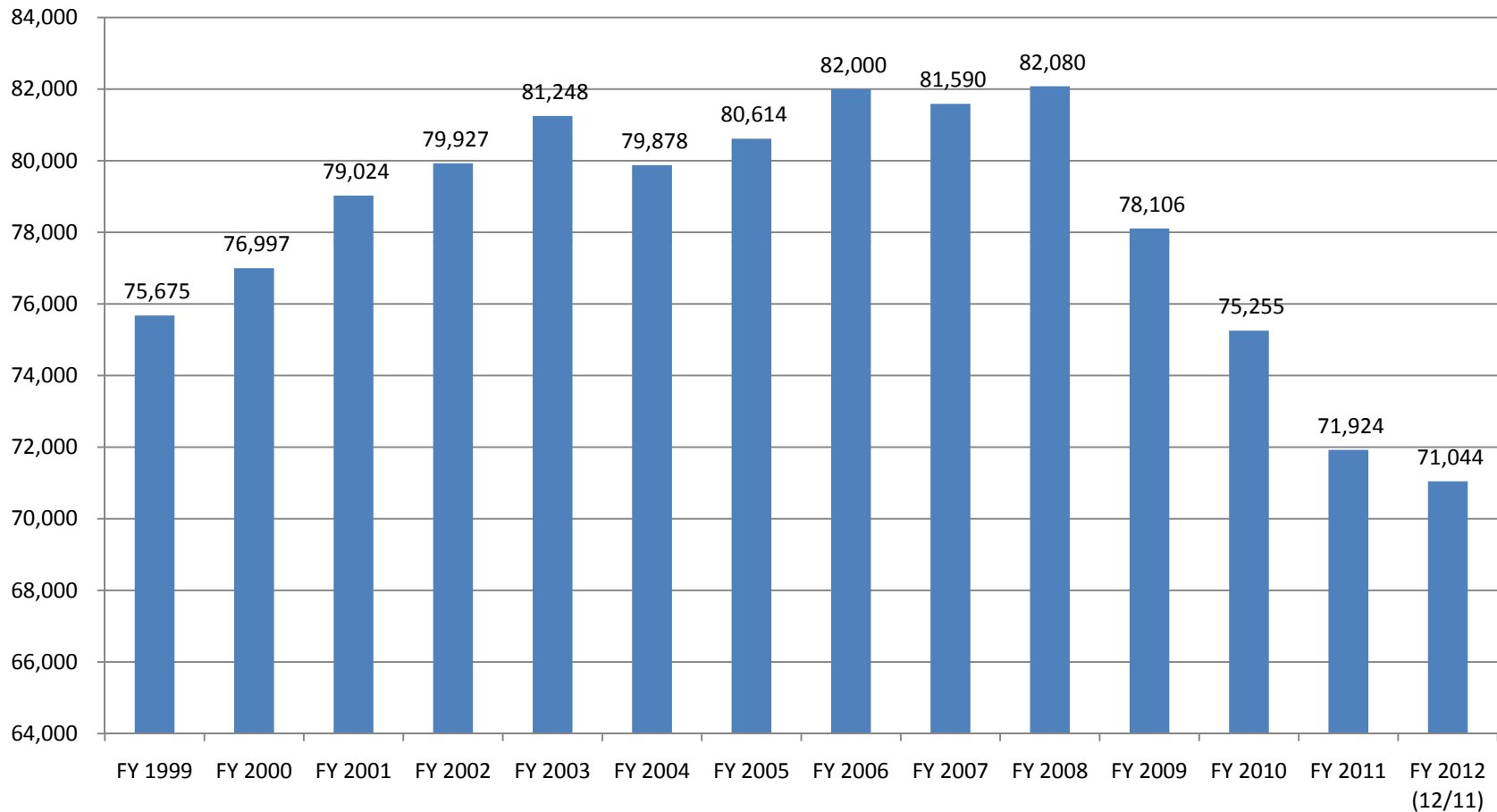
\$2.0 Billion Cuts to State Budgets (FY 2009 – FY 2013)



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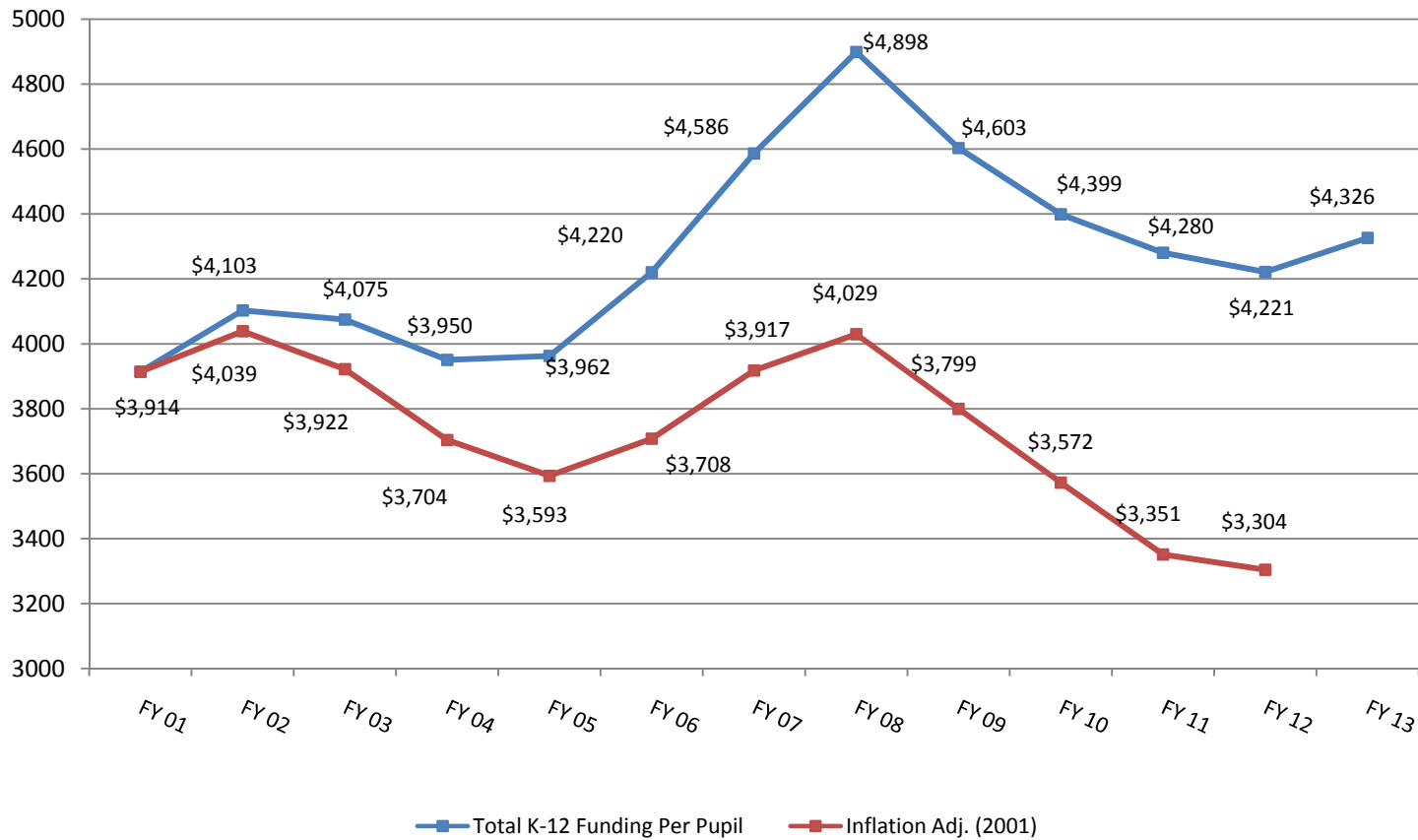
Fewer State Employees Serving 1.7 Million More People



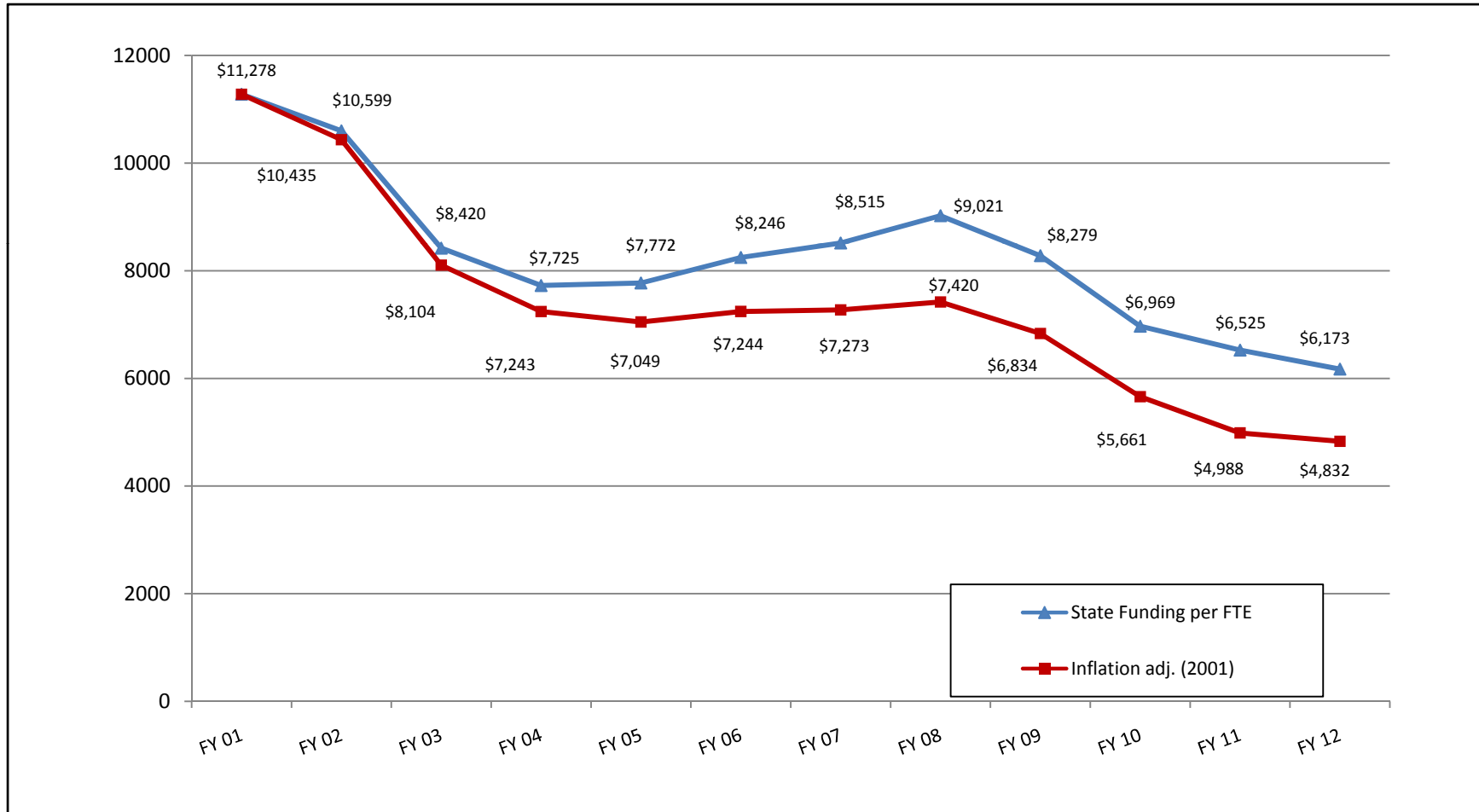
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K-12 Funding Lags Behind Student Growth and Inflation



Regents Funding Lags Behind Student Growth and Inflation

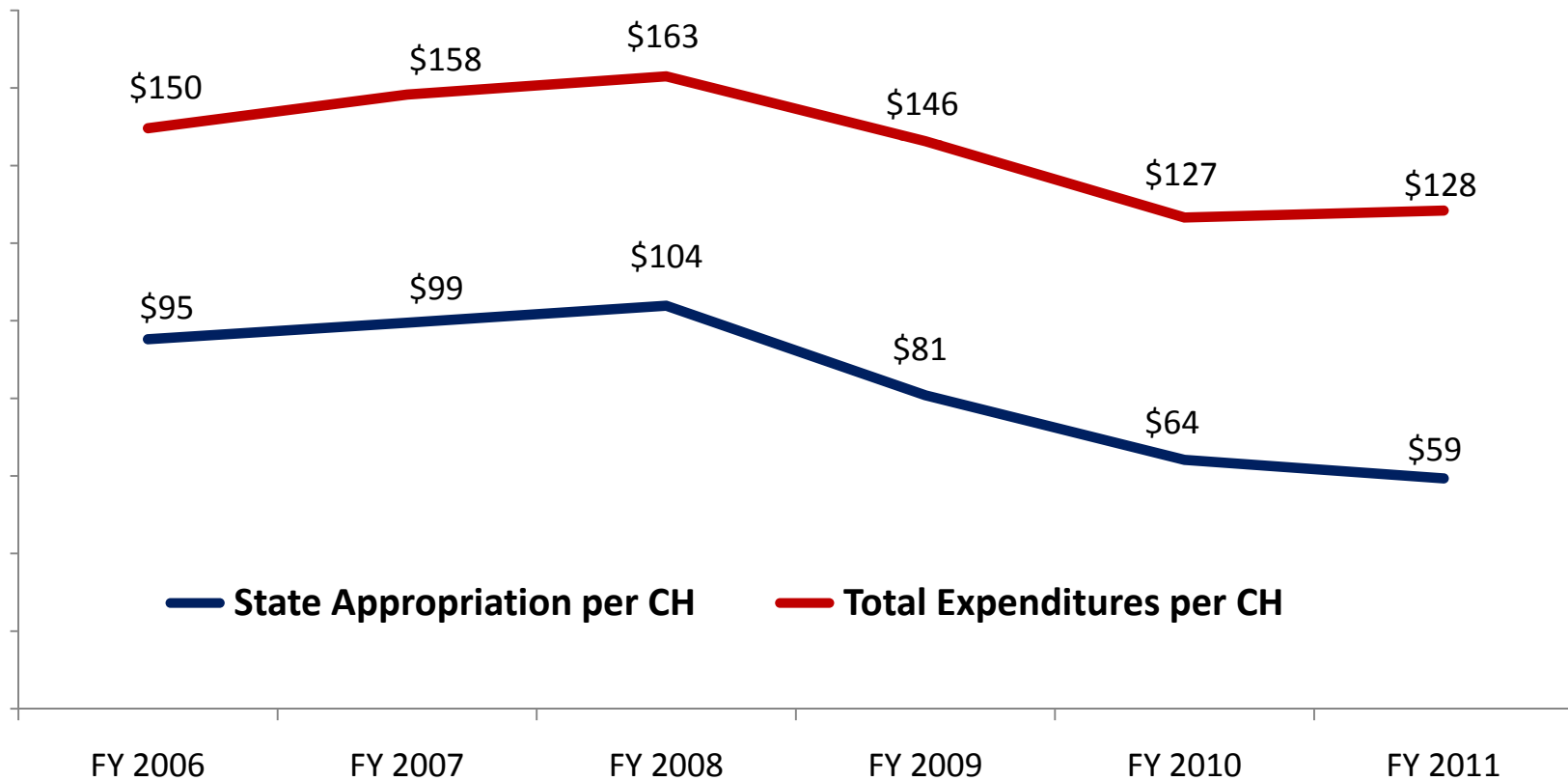


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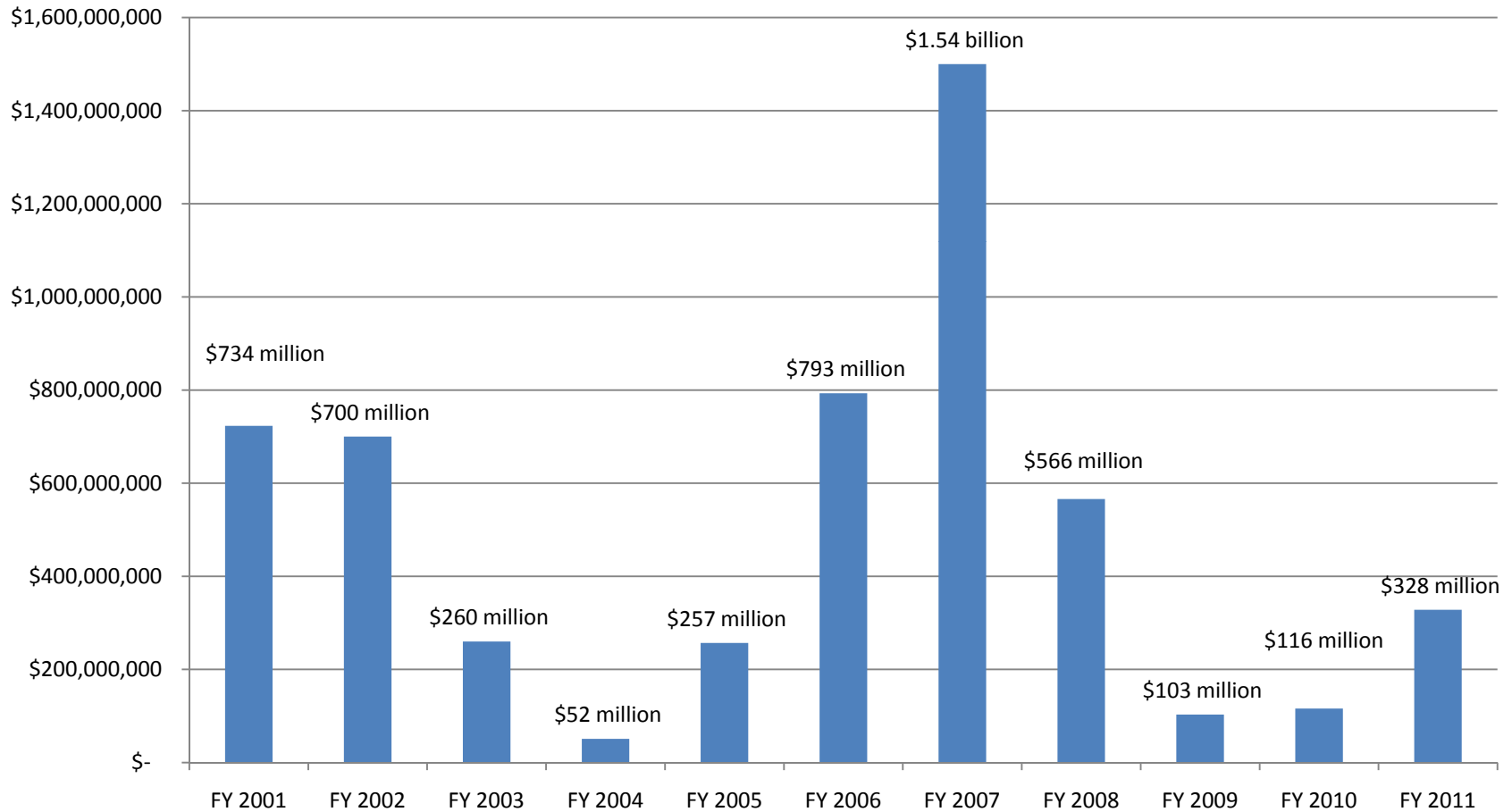
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Declining Support for Technical College System

Technical Education Funding per Credit Hour (CH)



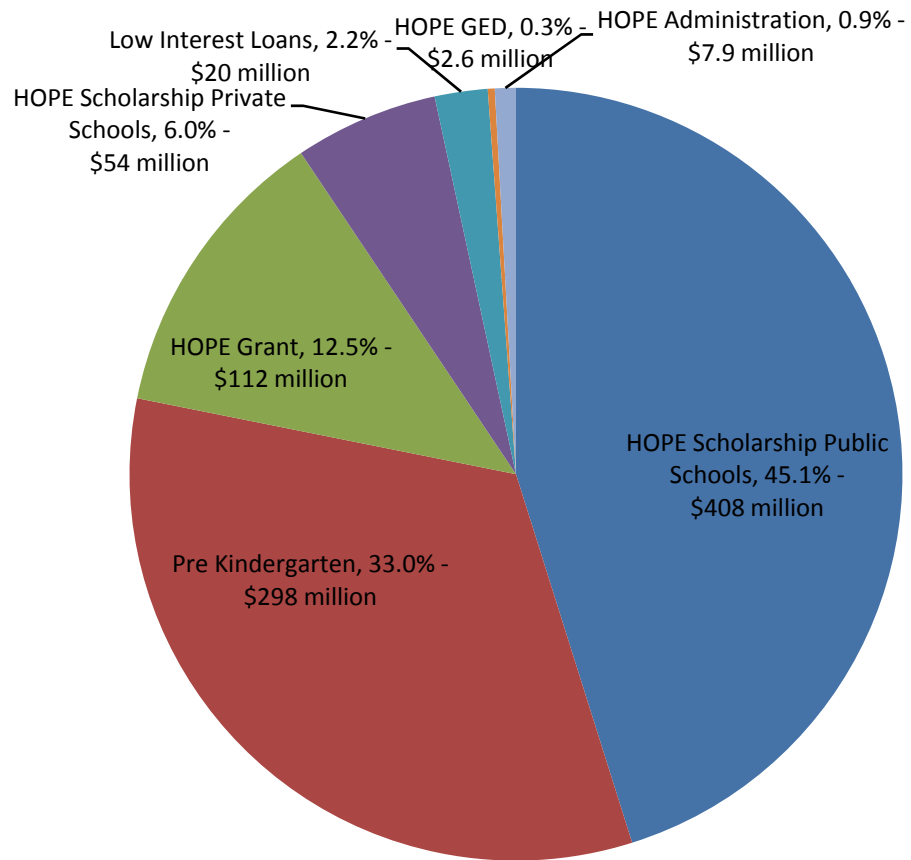
Rainy Day Fund Needs to be Rebuilt



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FY 2013 Lottery Funds Budget (\$904 Million)

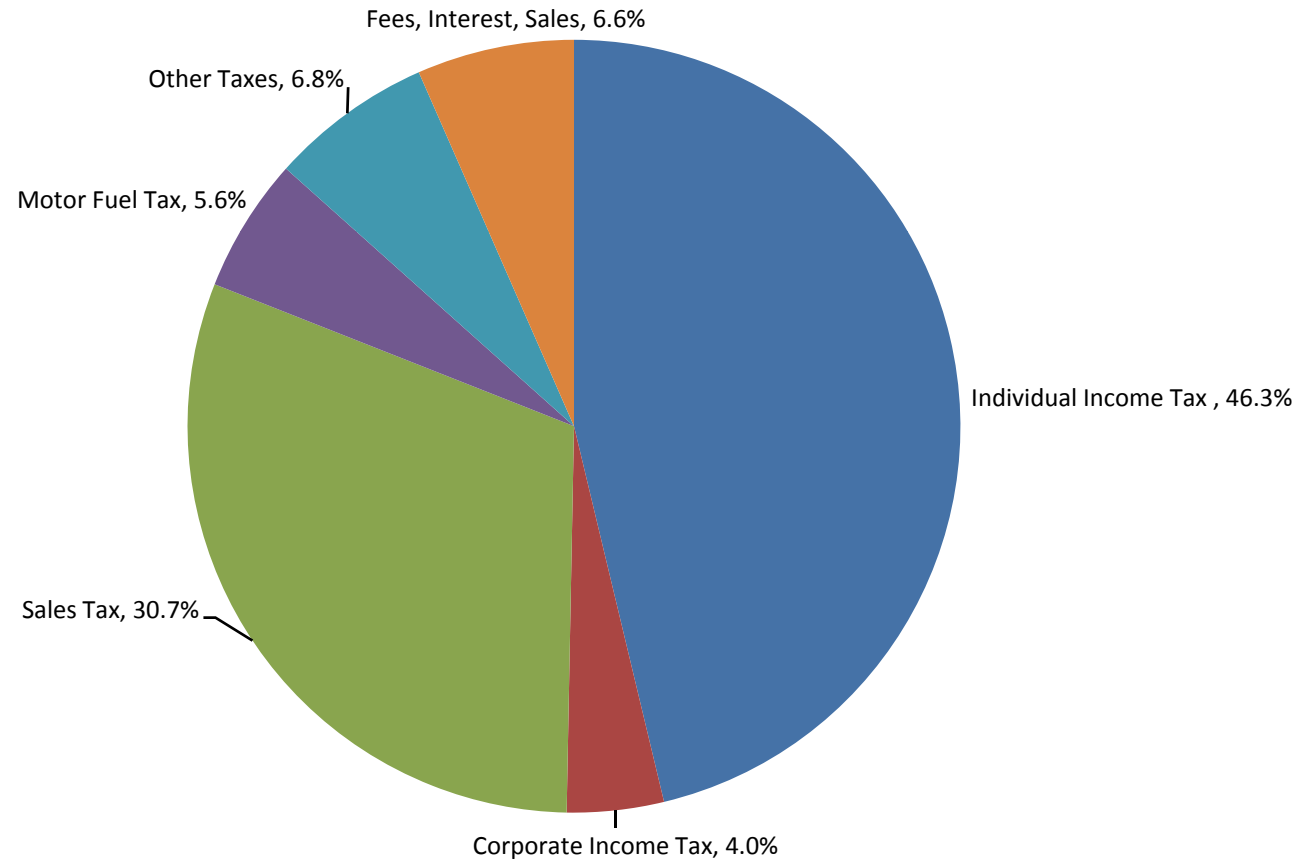


Structural Deficits

- FY 2014 projected Budget Deficit - \$320 million
- HOPE Program – HOPE Scholarship projected to be worth less than 50% of cost of college education by 2016.



Georgia Revenues



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Fair and Adequate Tax Reform | www.gbpi.org

Governor's Tax Recommendations

- Sales Tax Exemption for Energy for Manufacturers
- Revise and Expand Jobs Tax Credits
- Sales Tax Exemptions for Construction Projects with Major Regional Significance



2020 Georgia Coalition

- Coalition of over 80 organizations advocating for a balanced approach to budget and revenue solutions.
- Website – 2020Georgia.org

LET'S KEEP IN TOUCH.

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About the Georgia Budget & Policy Institute

GBPI seeks to build a more prosperous Georgia. We rigorously analyze budget and tax policies and provide education to inspire informed debate and responsible decision-making, advancing our vision of a state in which economic opportunity and well-being are shared among all. GBPI is an independent, nonpartisan nonprofit founded in 2004.