



Without new revenues, Illinois' budget shortfall will grow to more than \$11.7 billion next year

Even as Illinois struggles with drastic budget cuts today, the outlook for FY 2011 is even more grim: a shortfall of more than \$11.7 billion.

Next year, Illinois needs to raise that much in new revenues just to maintain state services at funding levels recently approved for the current fiscal year, FY 2010. Without a significant amount of additional resources, the state will be forced to slash and eliminate vital programs to a far greater extent than is already happening — further devastating critical supports for children, families, and communities.

Preliminary estimate of state budget deficit for FY 2011

\$ in millions

| | |
|--|---------------|
| Loss of one-time revenue from FY 2010 | 5,822 |
| <i>Federal ARRA (recovery) funds</i> | <i>1,400</i> |
| <i>Pension obligation notes</i> | <i>3,466</i> |
| <i>Debt restructuring</i> | <i>600</i> |
| <i>Fund sweeps</i> | <i>356</i> |
| New mandated spending | 2,000 |
| <i>Increase in pension contributions</i> | <i>1,200</i> |
| <i>Debt service on pension notes</i> | <i>800</i> |
| Carryover deficit | 3,900 |
| ----- | |
| Total | 11,722 |

Note: Estimate assumes all other revenue and spending at FY 2010 levels, including \$1 billion in cuts to education, health and human services from their FY2009 funding.

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