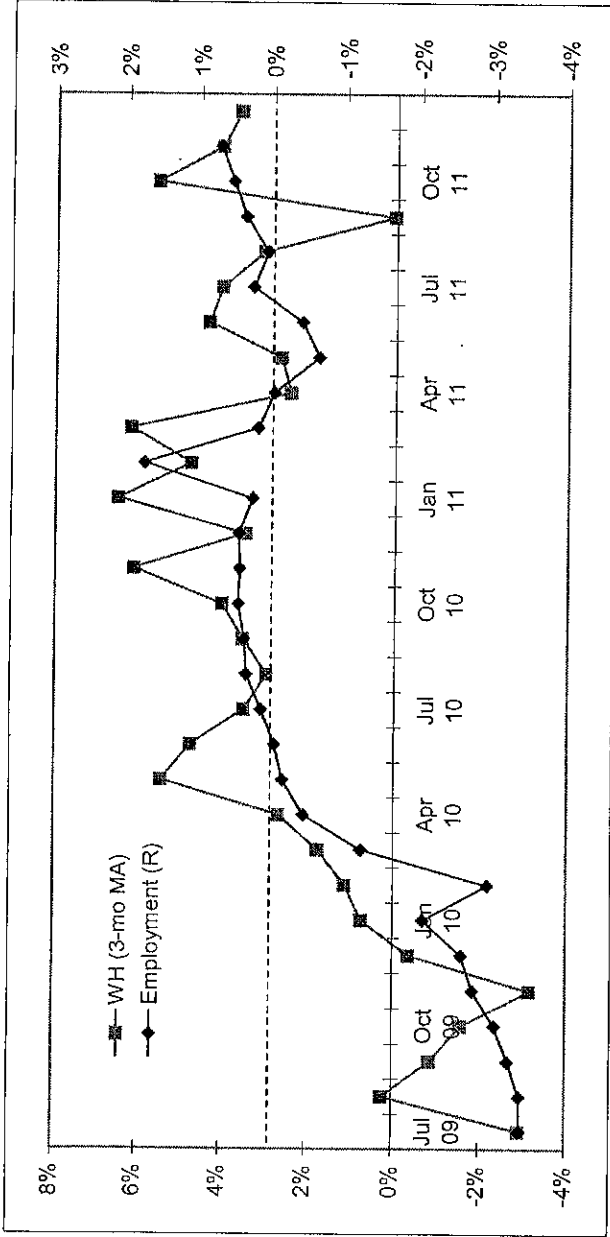
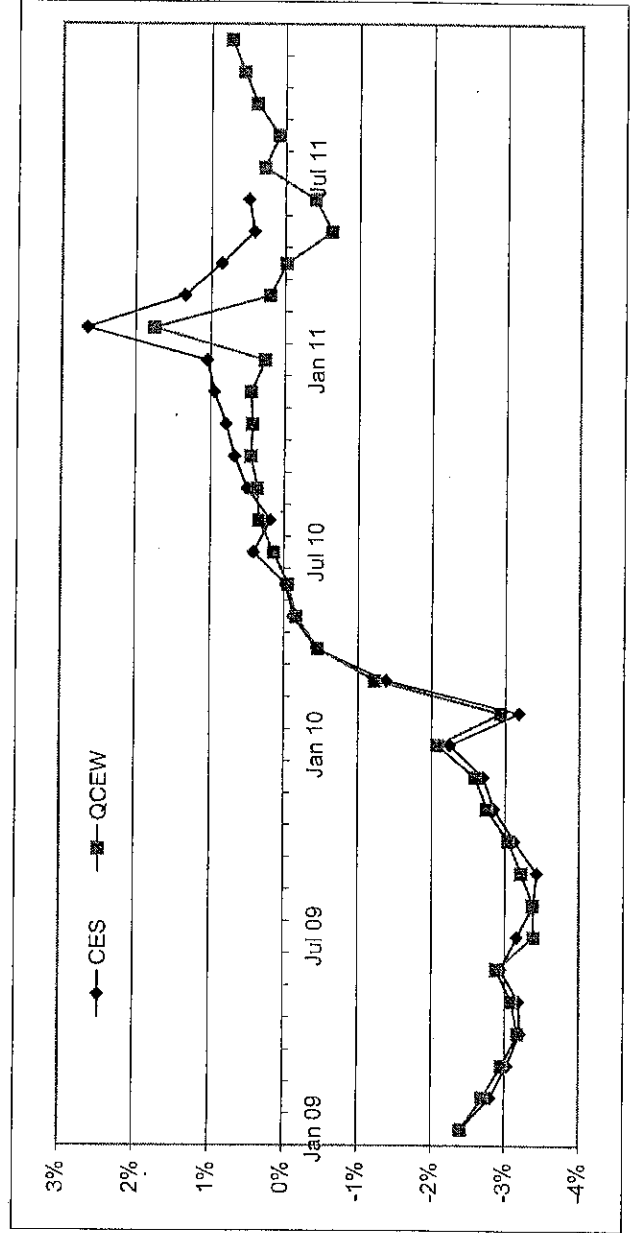


MARYLAND EMPLOYMENT SEEMS TO BE IMPROVING



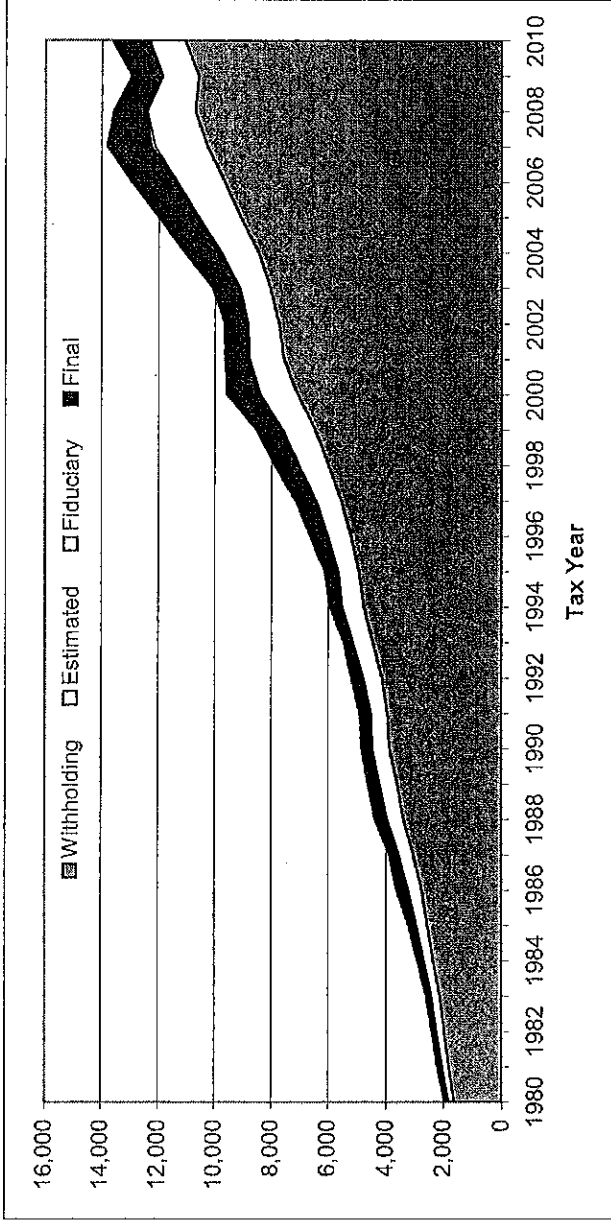
PICTURE SOMEWHAT UNCLEAR



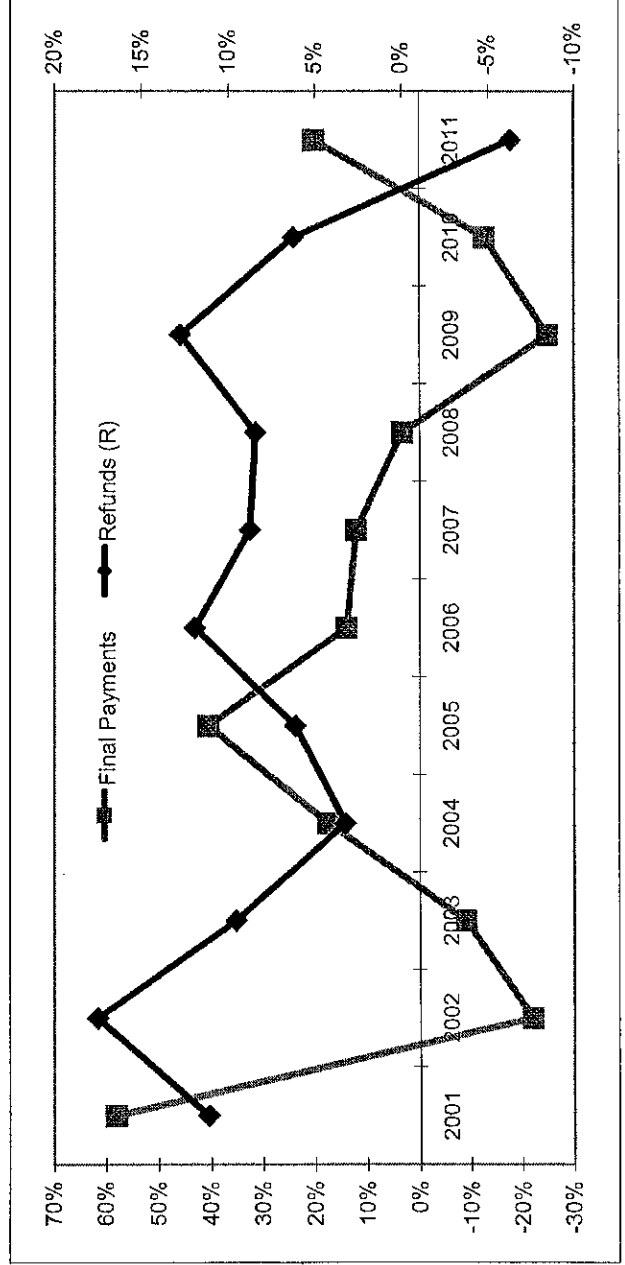
Individual Income Tax - Dec 11

	September		December		Difference	
	FY 12	FY 13	FY 12	FY 13	FY 12	FY 13
WH	11,120	11,584	11,105	11,551	(15)	(33)
Est	1,480	1,553	1,480	1,553	-	-
Fiduciary	77	84	68	75	(9)	(10)
Final	1,370	1,442	1,381	1,475	11	33
Gross	14,046	14,663	14,033	14,654	(13)	(10)
Refunds	2,616	2,736	2,590	2,709	(26)	(27)
Net	11,430	11,927	11,443	11,945	13	17
Local	4,417	4,603	4,342	4,531	(76)	(73)
Checkoffs	2	2	2	2	-	-
GF	7,011	7,322	7,099	7,412	88	90
	Growth		Growth			
	FY 12	FY 13	FY 12	FY 13		
WH	3.8%	4.2%	3.7%	4.0%		
Est	3.8%	5.0%	3.8%	5.0%		
Fiduciary	11.1%	10.2%	13.5%	10.0%		
Final	13.9%	5.3%	14.8%	6.8%		
Gross	4.7%	4.4%	4.6%	4.4%		
Refunds	3.8%	4.6%	2.8%	4.6%		
Net	5.0%	4.4%	5.1%	4.4%		
Local	4.1%	4.2%	2.3%	4.4%		
Checkoffs	20.5%	0.0%	20.5%	0.0%		
GF	5.5%	4.4%	6.9%	4.4%		

MAJORITY OF INCOME TAX IS WITHHOLDING



VOLATILITY IS IN RECONCILING PAYMENTS



General Fund: Recent History and Outlook
Fiscal 2011-2013
(\$ in Millions)

	2011 Actual	2012 Working Approp.	2013 Baseline
Funds Available			
Ongoing Revenues	\$13,537	\$14,105	\$14,494
Balances and Transfers	734	1,230	428
One-time Federal Aid	1,189	5	0
Short-term Revenues	0	0	0
Subtotal Funds Available	\$15,459	\$15,339	\$14,923
Appropriations, Deficiencies, and Cost Containment			
Net Ongoing Operating Costs and Deficiencies	\$14,819	\$15,267	\$15,529
One-time Spending	0	77	0
One-time Reductions/Withdrawn Appropriations	-507	-147	0
PAYGO Capital	158	48	1
Appropriations to Reserve Fund	0	0	405
Subtotal Spending	\$14,469	\$15,244	\$15,935
Cash Balance/Shortfall	\$990	\$96	-\$1,012
Structural			
Balance (Ongoing Revenues Less Operating Costs)	-\$1,281	-\$1,162	-\$1,034
Ratio (Ongoing Revenues/Operating Costs)	91.4%	92.4%	93.3%
Reserve Fund Activity			
Appropriations to State Reserve Fund	\$0	\$0	\$405
Transfers to General Fund	0	0	0
Estimated Rainy Day Fund Balance – June 30	\$630	\$681	\$725
Total Cash (Rainy Day, General Fund Balance)	\$1,620	\$777	-\$287

PAYGO: pay-as-you-go