

CASINO REVENUE FUND SCHEDULE

(thousands of dollars)

The estimated revenue from the Casino Revenue Fund in Fiscal Year 2005 is \$478,880,000. These funds will be applied to support a portion of the programs listed below that originated in the Casino Revenue Fund or were created to be included within the Fund.

SENIOR CITIZEN PROPERTY TAX FREEZE	48,000
MEDICAL ASSISTANCE	
Personal Assistance Services	3,734
Personal Care	141,122
Home Care Expansion	235
Pharmaceutical Assistance to the Aged & Disabled	364,368
Traumatic Brain Injury	16,502
Community Care/Sixth Omnibus Budget Reconciliation Act	172,826
Respite Care	5,359
Hearing Aid Assistance	200
Statewide Birth Defects Registry	500
Health and Senior Services Administration	871
TRANSPORTATION ASSISTANCE	
Senior Citizens and Disabled Residents	25,287
Sheltered Workshop Transportation	2,440
HOUSING PROGRAMS	
Safe Housing and Transportation	1,668
Developmental Disabilities	38,409
Congregate Housing Support Services	1,938
OTHER	<u>5,397</u>
GRAND TOTAL	<u>828,856</u>

CASINO REVENUE FUND

The Casino Revenue Fund (CRF) was established in 1976 with the provision that State revenues derived from casino gambling would be applied solely for the purpose of "providing funding for reductions in property taxes, rental, telephone, gas, electric, and municipal utilities charges of eligible senior citizens and disabled residents of the State in accordance with such formulae as the Legislature shall by law provide." The Fund's authorized use was expanded in 1981 to include additional or expanded health services or benefits, transportation services, or benefits to eligible senior and disabled residents.

Total CRF resources of \$478.9 million, including \$700,000 from the Casino Simulcasting Fund, are projected for fiscal 2005. Total CRF resources now include \$94 million from five taxes implemented in FY04. These taxes are: an increase in the casino parking fee from \$2 to \$3, a \$3 per room per day fee on casino hotel rooms, a 4.25% tax on casino comps, a 7.5% tax on the casinos' adjusted net income, and an 8% tax on multi-casino progressive slot machine revenue.

Total available CRF resources in FY05 are forecast to exceed the FY04 appropriated amount by \$30.2 million. These additional resources are being used to increase CRF funding of the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program. This program was once entirely funded with casino revenues, but due to the rapid increase in the cost of

prescription drugs now requires a substantial subsidy from the General Fund.

The summary and projection table at the end of this section illustrates CRF revenues and the programs receiving Fund appropriations over the past several years. Some CRF appropriations have been shifted to the General Fund and other funds over the past several fiscal years (see the General Fund Subsidy section of the table).

BUDGET INITIATIVES AND ONGOING PROGRAMS

The following programs are currently receiving significant funding through the Casino Revenue Fund:

- Pharmaceutical Assistance to the Aged and Disabled (PAAD)— \$288.2 million
- Transportation Assistance— \$25.3 million
- Residential Care Developmental Disabilities— \$38.4 million
- Personal Assistance Services Program— \$3.7 million
- Community Care Alternatives— \$28 million
- Sheltered Workshop Transportation— \$2.4 million
- Waiver Initiatives---\$16.6
- Home Care Expansion Program— \$200,000
- Personal Care---\$60.1

CASINO REVENUE FUND SUMMARY AND PROJECTION

(\$ In Millions)

	Fiscal 1998	Fiscal 1999	Fiscal 2000	Fiscal 2001	Fiscal 2002	Fiscal 2003	Fiscal 2004	Rec. 2005
Opening surplus	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Revenues	325.5	325.0	335.7	347.0	350.0	346.0	448.0	478.0
Lapses and adjustments	0.0	3.2	1.8	0.0	14.2	18.8	0.7	0.9
TOTAL RESOURCES	\$325.5	\$328.2	\$337.5	\$347.0	\$364.2	\$364.8	\$448.7	\$478.9
PROPERTY TAX DEDUCTION	\$17.2	\$17.2	\$17.2	\$17.2	\$0.0 ^(c)	\$0.0	\$0.0	\$0.0
MEDICAL ASSISTANCE								
Personal assistance	3.7	3.7	3.7	3.7	3.7	3.7	3.7	3.7
Home care expansion	0.0	1.0	0.7	0.5	0.4	0.3	0.2	0.2
PAAD -- expanded	166.1	193.6	218.8 ^(a)	229.9 ^(b)	257.9	259.9	255.2	288.2
Community care and Waivers	0.8	14.2	3.3	1.6	3.0	3.3	45.7	44.6
Respite care	2.8	4.8	4.8	4.8	5.2	5.4	5.4	5.4
Hearing aid assistance	0.3	0.3	0.3	0.2	0.2	0.3	0.2	0.2
Statewide birth defects registry	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Health and Senior Services Admin.	0.6	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Personal Care	0	0	0	0	0	0	60.1	60.1
LIFELINE CREDITS	76.3	34.6	34.6	32.7	34.7	34.6	0.0 ^(d)	0.0
TRANSPORTATION ASSISTANCE								
Senior citizens and disabled residents	22.2	22.5	22.8	25.7	24.8	24.9	25.5	25.3
Sheltered workshop transportation	2.4	2.4	2.4	2.4	2.4	2.4	2.4	2.4
HOUSING PROGRAMS								
Congregate housing support	1.9	1.9	1.9	0.5	3.3	1.9	1.9	1.9
Safe housing and transportation	2.0	1.6	1.6	1.6	1.7	1.7	1.7	1.7
Developmental Disabilities	24.5	24.5	19.6	19.6	19.6	19.6	38.4	38.4
OTHER	4.2	4.5	4.4	5.2	5.9	5.4	5.4	5.4
TOTAL APPROPRIATIONS	\$325.5	\$328.2	\$337.5	\$347.0	\$364.2	\$364.8	\$447.2	\$478.9
ENDING SURPLUS	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$1.5	\$0.0
GENERAL FUND SUBSIDY								
Lifeline	\$0.0	\$36.2	\$36.2	\$36.2	\$36.2	\$11.2	\$0.0 ^(d)	\$0.0
SOBRA for Aged and Disabled	109.6	114.0	118.6	123.8	128.8	133.9	139.3	144.8
Community Care and Waivers	23.3	30.1	38.8	41.2	41.2	45.9	0.0	0.0
Personal Care	76.4	88.8	103.1	96.7	116.2	130.2	72.4	81.0
Senior Citizens Property Tax Freeze	0.0	0.0	23.7	10.6	10.6	23.0	23.0	48.0
PAAD -- expanded	0.0	0.0	20.0 ^(a)	49.5	92.9 ^(e)	123.9	166.0	76.3
VALUE OF PROGRAMS SHIFTED	\$209.3	\$269.1	\$340.4	\$358.0	\$425.9	\$468.1	\$400.7	\$350.1

Notes:

(a) Includes \$5.1 million of the Supplemental Appropriation of \$25.1 million; the remaining \$20 million of this amount has been shifted to the General Fund and charged to the Tobacco Settlement Trust Fund.

(b) In addition to this amount, \$49.5 million shifted to the General Fund and charged to the Tobacco Settlement Trust Fund.

(c) The Property Tax Deduction appropriation has been shifted to the Property Tax Relief Fund.

(d) Beginning in fiscal 2004, the Lifeline program will be funded through the Board of Public Utilities.

(e) Includes Supplemental Appropriation of \$25 million, \$21.3 of which was unexpended and carried forward to be a resource in fiscal 2003.