

CASINO REVENUE FUND SCHEDULE

(thousands of dollars)

The estimated revenue from the Casino Revenue Fund in Fiscal Year 2007 is \$468,087,000. 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	118,900
Medical Assistance	
Personal Assistance Services	3,734
Personal Care	146,605
Home Care Expansion	71
Pharmaceutical Assistance to the Aged & Disabled	392,751
Traumatic Brain Injury	21,436
Community Care/Sixth Omnibus Budget Reconciliation Act	304,258
Respite Care	5,359
Hearing Aid Assistance	200
Statewide Birth Defects Registry	529
Health and Senior Services Administration	871
Transportation Assistance	
Senior Citizens and Disabled Residents	34,930
Sheltered Workshop Transportation	2,440
Housing Programs	
Safe Housing and Transportation	1,726
Developmental Disabilities	32,516
Congregate Housing Support Services	2,006
<i>Other</i>	5,678
Grand Total	1,074,010

APPENDIX

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 \$468.1 million, including \$600,000 from the Casino Simulcasting Fund, are projected for fiscal 2007. Total CRF resources also include \$42.5 million from five taxes implemented in fiscal 2004. 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 fiscal 2007 are forecast to decrease from the fiscal 2006 appropriated amount by \$13.2 million because the five taxes implemented in 2004 are beginning to sunset. The majority of total CRF resources are being used to maintain CRF funding of the Pharmaceutical Assistance to the Aged and Disabled (PAAD) program. This program was once entirely funded with casino revenues; however, 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) — \$271.1 million
- Transportation Assistance — \$34.9 million
- Residential Care Developmental Disabilities — \$32.5 million
- Personal Assistance Services Program — \$3.7 million
- Community Care Alternatives — \$30.4 million
- Sheltered Workshop Transportation — \$2.4 million
- Waiver Initiatives — \$16.5 million
- Home Care Expansion Program — \$71,000
- Personal Care — \$60.1 million

CASINO REVENUE FUND SUMMARY AND PROJECTION

(millions of dollars)

	Fiscal 2001	Fiscal 2002	Fiscal 2003	Fiscal 2004	Fiscal 2005	Adj. Approp. 2006	Budget Rec. 2007
Opening Surplus	--	--	--	--	22.7	--	--
Revenues	347.0	35--	346.0	467.5	474.1	499.2	466.5
Lapses And Adjustments	--	14.2	18.8	0.7	2.7	1.7	1.6
Total Resources	347.0	364.2	364.8	468.2	499.5	500.9	468.1
Property Tax Deduction	17.2	-- (b)	--	--	--	--	--
Medical Assistance							
Personal Assistance	3.7	3.7	3.7	3.7	3.7	3.7	3.7
Home Care Expansion	0.5	0.4	0.3	0.2	0.2	0.2	0.1
PAAD -- Expanded	229.9 (a)	257.9	259.9	254.7	309.0	304.4	271.1
Community Care And Waivers	1.6	3.0	3.3	44.7	44.5	46.6	46.9
Respite Care	4.8	5.2	5.4	5.4	5.4	5.6	5.4
Hearing Aid Assistance	0.2	0.2	0.3	0.1	0.1	0.2	0.2
Statewide Birth Defects Registry	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Health and Senior Services Admin.	0.9	0.9	0.9	0.9	1.0	0.9	0.9
Personal Care	--	--	--	60.1	60.1	60.1	60.1
Lifeline Credits	32.7	34.7	34.6	-- (c)	--	--	--
Transportation Assistance							
Senior Citizens and Disabled Residents	25.7	24.8	24.9	25.5	25.3	34.4	34.9
Sheltered Workshop Transportation	2.4	2.4	2.4	2.4	2.4	2.4	2.4
Housing Programs							
Congregate Housing Support	0.5	3.3	1.9	1.9	1.9	2.0	2.0
Safe Housing and Transportation	1.6	1.7	1.7	1.7	1.7	1.7	1.7
Developmental Disabilities	19.6	19.6	19.6	38.3	38.3	32.5	32.5
Other	5.2	5.9	5.4	5.4	5.4	5.7	5.7
Total Appropriations	347.0	364.2	364.8	445.5	499.5	500.9	468.1
Ending Surplus	--	--	--	22.7	--	--	--
General Fund Subsidy							
Lifeline	36.2	36.2	11.2	-- (c)	--	--	--
SOBRA for Aged and Disabled	123.8	128.8	133.9	198.8	218.2	242.6	273.9
Community Care and Waivers	41.2	41.2	45.9	0.6	5.1	5.8	4.9
Personal Care	96.7	116.2	130.2	75.0	76.8	89.8	86.5
Senior Citizens Property Tax Freeze	10.6	10.6	23.0	17.7	72.4	98.4	118.9
PAAD -- Expanded	49.5	92.9	123.9	128.9	48.6	51.2	121.7
Value Of Programs Shifted	358.0	425.9	468.1	421.0	421.1	487.8	605.9

Notes:

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

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

(c) Beginning in fiscal 2004, the Board of Public Utilities began funding the Lifeline program.