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Chiang Releases August Cash Figures

SACRAMENTO – State Controller John Chiang today released his monthly report detailing California’s cash balance, receipts and disbursements for August 2008.

“While August receipts were lower than expected, the State will still have sufficient cash to make its payments through most of October,” said State Controller John Chiang. “However, this record-breaking stalemate is pushing child care providers, nursing homes and small business owners dangerously close to their breaking point.”

Personal income taxes in August were \$79 million below estimates found in the Governor’s May Budget Revision (-2.6%), retail sales taxes were down by \$335 million (-9.3%), and corporate taxes were up \$41 million (24.8%).

At the end of August, the State had \$9.6 billion remaining in unused borrowable resources, more than \$5 billion above the amount estimated in the Governor’s May Budget Revision. Internal borrowing was used in August to cover the deficit between \$11.7 billion in receipts and \$15.9 billion in disbursements.

Without a budget in place, the Controller could not make \$4.25 billion in payments during the months of July and August. He will be prohibited from making another \$7.6 billion in payments this month unless a budget is signed this month.

The [financial statement](#) and the [summary analysis](#) can be found on the Controller’s Web site at www.sco.ca.gov.

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