

**CALIFORNIA ABLE ADMINISTRATIVE FUND
MULTI-YEAR FORECAST**

0.10% STATE ADMINISTRATIVE FEE

FISCAL YEAR	2017-18 (includes 2016-17)	2018-19	2019-20	2020-21	2021-22
<i>Estimated Account Growth Rate</i>		50%	50%	25%	25%
RESOURCES					
General Fund Loan	\$ 1,500,000	\$ 900,000	\$ 918,000	\$ 936,000	\$ 954,000
State Administrative Fee (0.10%)	\$ 33,000	\$ 68,475	\$ 119,888	\$ 176,632	\$ 244,683
TOTAL RESOURCES	\$ 1,533,000	\$ 968,475	\$ 1,037,888	\$ 1,112,632	\$ 1,198,683
TOTAL EXPENDITURES	\$ (1,500,000)	\$ (900,000)	\$ (918,000)	\$ (936,000)	\$ (954,000)
FUND BALANCES	\$ (1,467,000)	\$ (2,298,525)	\$ (3,096,637)	\$ (3,856,005)	\$ (4,565,322)

0.07% STATE ADMINISTRATIVE FEE

FISCAL YEAR	2017-18 (includes 2016-17)	2018-19	2019-20	2020-21	2021-22
<i>Estimated Account Growth Rate</i>		50%	50%	25%	25%
RESOURCES					
General Fund Loan	\$ 1,500,000	\$ 900,000	\$ 918,000	\$ 936,000	\$ 954,000
State Administrative Fee (0.07%)	\$ 23,100	\$ 47,933	\$ 83,922	\$ 123,642	\$ 171,278
TOTAL RESOURCES	\$ 1,523,100	\$ 947,933	\$ 1,001,922	\$ 1,059,642	\$ 1,125,278
TOTAL EXPENDITURES	\$ (1,500,000)	\$ (900,000)	\$ (918,000)	\$ (936,000)	\$ (954,000)
FUND BALANCES	\$ (1,476,900)	\$ (2,328,967)	\$ (3,163,045)	\$ (3,975,403)	\$ (4,758,125)

0.05% STATE ADMINISTRATIVE FEE

FISCAL YEAR	2017-18 (includes 2016-17)	2018-19	2019-20	2020-21	2021-22
<i>Estimated Account Growth Rate</i>		50%	50%	25%	25%
RESOURCES					
General Fund Loan	\$ 1,500,000	\$ 900,000	\$ 918,000	\$ 936,000	\$ 954,000
State Administrative Fee (0.05%)	\$ 16,500	\$ 34,238	\$ 59,944	\$ 88,316	\$ 122,342
TOTAL RESOURCES	\$ 1,516,500	\$ 934,238	\$ 977,944	\$ 1,024,316	\$ 1,076,342
TOTAL EXPENDITURES	\$ (1,500,000)	\$ (900,000)	\$ (918,000)	\$ (936,000)	\$ (954,000)
FUND BALANCES	\$ (1,483,500)	\$ (2,349,263)	\$ (3,207,319)	\$ (4,055,003)	\$ (4,886,661)

Assumptions are as follows:

- The Board has an annual budget of \$900,000 which is adjusted for inflation at 2% (based on data from the Bureau of Labor Statistics). This annual budget does not account for staffing/overhead variables.
- The total number of potential eligible Californians remains 465,954, as projected in Attachment 18 of the Request for Proposals for Program Manager.
- Number of accounts in Year 1 is 10,000 which is conservative relative to the number of eligible Californians.
- Average annual account contribution is \$3,300, or 25%, of the current \$14,000 limit, as seen in data trends from other ABLE programs.
- Investment return is 5%.
- Withdrawal rate is 40%.