

## REVENUE SHORTFALL RESERVE

The 1976 Session of the General Assembly created the Revenue Shortfall Reserve in lieu of the Working Reserve. This reserve acts as a savings account or “rainy day” fund for the state should revenue collections decline unexpectedly or uncontrollably. The reserve is created and maintained by allocating any surplus revenue collections of the state to this account an amount equal to not less than 3%

nor more than 5% of net revenue collections (excludes Lottery Funds, Indigent Care Trust Funds, and Tobacco Settlement Funds) as directed by Governor as of the end of the fiscal year. Additional surplus above the reserve is available for appropriation. The status of the reserve, as of the end of the fiscal year, for the last 15 years is presented below.

<u>Fiscal Year</u>	<u>Revenue Shortfall Reserve</u>	
2001	\$734,449,390	<i>Maximum increased from 4% to 5%</i>
2000	551,277,500	<i>Maximum increased from 3% to 4%</i>
1999	380,883,294	
1998	351,545,470	
1997	333,941,806	
1996	313,385,534	
1995	288,769,754	
1994	249,484,896	<i>Partially filled</i>
1993	85,537,891	<i>Partially filled</i>
1992	- 0 -	
1991	- 0 -	
1990	- 0 -	
1989	194,030,593	
1988	176,727,306	
1987	162,639,563	

