

REVENUE SHORTFALL RESERVE

The 1976 session of the General Assembly created the initial 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 cannot exceed 10% of the previous fiscal year's net revenue. For each fiscal year, the General Assembly may appropriate from this fund an amount up to 1% of the net revenue collections of the preceding fiscal year for funding increased K-12 needs. The Governor has the authority to release funds from the reserve in excess of 4% of the net revenue of the preceding fiscal year. Amounts below do not include any funds used for mid-year K-12 adjustment.

Fiscal Year	Revenue Shortfall Reserve
1988	\$176,727,306
1989	194,030,593
1990	- 0 -
1991	- 0 -
1992	- 0 -
1993	85,537,891 <i>Partially filled</i>
1994	249,484,896 <i>Partially filled</i>
1995	288,769,754
1996	313,385,534
1997	333,941,806
1998	351,545,470
1999	380,883,294
2000	551,277,500 <i>Maximum increased from 3% to 4%</i>
2001	734,449,390 <i>Maximum increased from 4% to 5%</i>
2002	700,273,960
2003	260,600,570 <i>Partially filled</i>
2004	51,577,479 <i>Partially filled</i>
2005	256,664,658 <i>Partially filled</i>

Revenue Shortfall Reserve Amounts

