

Budget reserves-recommended appropriation
amount.

25LSO-0707, 1.0

FISCAL NOTE

The fiscal impact, in the form of future potential increased General Fund appropriations to the Budget Reserve Account, and the potential decrease in General Fund appropriations resulting from decreased Governor's budget recommendations, is indeterminable.

Under current law, the Governor is required to include in his budget recommendation to the legislature that not less than 5 percent of estimated General Fund receipts for the next biennial budget period be appropriated from the General Fund to the Budget Reserve Account. This 5 percent amount for the 2025-26 biennium is \$152,555,000, based on estimated General revenues for the 2025-26 biennium in the October 2023 Consensus Revenue Estimating Group (CREG) Forecast.

This bill increases that required Governor's recommendation from 5 percent of estimated General Fund receipts to 10 percent of estimated General Fund receipts. The exact amount of the proposed 10 percent amount for the forthcoming 2027-28 biennium will be based on estimated General Fund revenues in the forthcoming October 2025 CREG Forecast. The current estimate of 10 percent of General Fund revenues for the 2027-28 biennium, based on the January 2025 CREG forecast, is \$303,990,000.

Any additional fiscal or personnel impact is not determinable due to insufficient time to complete the fiscal note process.

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