

**A SOLUTION FOR OREGON  
SUSTAINABLE AND STABLE REVENUE AND SPENDING**  
February Session 2012

**SJR 202**

<b>FROM</b>	<b>TO</b>
Volatile Revenue And Spending	System Where Volatility is Reduced 50%
Statutory General Purpose Saving Plan	A Constitutionally Disciplined Plan
No General Purpose Reserves	Robust General Purpose Reserves
Kicker Based on Forecast Revenue	Kicker Based on Actual Economic Growth
Short Term Budgeting and Spending	Long Term Budgeting and Spending

**ELEMENTS OF THE BILL**

- Constitutional Amendment
- Changes 2% Surplus Personal and Corporate Kicker Provision in the Constitution
- Replaces with Excess Revenue Calculation Based on Personal Income Growth
- Spending Is Limited To Average Growth of Personal Income Over Past Six Years
- Establishes a Constitutional General Purpose Emergency Reserve Fund; Withdrawal Mirrors Current Education Stability Fund
- Allocates Excess Revenues to Emergency Reserve Fund Until 12% Cap Is Reached
- When Cap Is Reached, Returns Excess Revenues to Taxpayers in a Manner Determined By Law
- Smoothes Spending to Match Long Term Economic Growth
- Referred To Voters in Nov. 2012 General Election

## CLOSE OF SESSION GENERAL FUND ENDING BALANCE HISTORY

BIENNIUM	ENDING BALANCE	PROJECTED GENERAL FUND EXPENDITURES (IN MILLIONS)	ENDING BALANCE AS % OF APPROPRIATIONS
1981-83	\$ 25.4	\$ 3,096.9	0.8%
1983-85	\$ 45.2	\$ 3,149.1	1.4%
1985-87	\$ 25.3	\$ 3,351.9	0.8%
1987-89	\$ 107.0	\$ 3,733.8	2.9%
1989-91	\$ 121.7	\$ 4,585.5	2.7%
1991-93	\$ 174.4	\$ 5,596.7	3.1%
1993-95	\$ 109.0	\$ 6,400.0	1.7%
1995-97	\$ 72.1	\$ 7,372.6	1.0%
1997-99	\$ 68.5	\$ 8,763.1	0.8%
1999-2001	\$ 45.9	\$ 10,127.3	0.5%
2001-03	\$ 96.4	\$ 11,371.2	0.8%
2003-05	\$ 66.1	\$ 10,739.1	0.6%
2005-07	\$ 114.0	\$ 11,538.5	1.0%
2007-09	\$ 184.2	\$ 13,954.7	1.3%
2009-11	\$ 233.8	\$ 13,298.1	1.8%
2011-13	\$ 446.3	\$ 13,562.6	3.3%

LRO: 12-21-11