

BALLOT TITLE AND SUMMARY

INCREASES STATE'S RAINY DAY FUND. LEGISLATIVE CONSTITUTIONAL AMENDMENT.

- Increases California's Rainy Day Fund, approved by voters in 2014, to provide funding for education, health care, public safety, and other essential services during economic downturns.
- Doubles the budget reserve cap from 10% to 20% of General Fund revenues, requiring savings until Fund's balance equals 20% of General Fund.
- Requires additional savings in years when tax revenues are high.
- Increases budget reserves available for education, state debts, and pension obligations.

Summary of Legislative Analyst's Estimate of Net State and Local Government Fiscal Impact:

- State budget reserves would be higher.