

PRESIDENT: Senator Morehead.

SENATOR MOREHEAD: Senator Warner, Mr. President, Senator Warner, could I ask you a couple of questions? As you are proposing, this would be paid back on...

SENATOR WARNER: July 1 or through July 1 to July 15th, 1986, so it would be in place commencing with the next fiscal year.

SENATOR MOREHEAD: The next fiscal year and I am assuming that you are assuming that there will be increased revenue receipts to do that?

SENATOR WARNER: In the projections that we have been using, we have built that in to occur. Now there are, as you know, there are no official projections have been made for '86-87. What we have been doing, if you have 100 percent collections, we have been making allowance for that 5 million to be reimbursed. I have been using the figure of 42 million of obligations in the budget for next session. It wouldn't necessarily have to be that much but that is the figure we are using, I have been using, and even doing all that you can stay at at least a 5 percent reserve to work with in '86-87.

SENATOR MOREHEAD: Okay you are saying, there was my next question, right now with your package the way it is set up you are assuming a reserve at what, an overlevy reserve at what?

SENATOR WARNER: This year with this it would run between 3 1/2 and 4 of projected depending on what may happen to some...

SENATOR MOREHEAD: Three and a half and four.

SENATOR WARNER: ...minor amendments to any of the appropriation bills.

SENATOR MOREHEAD: Okay, thank you, Senator Warner. Members of the Legislature, I guess this becomes one of those philosophical questions that we are all going to have to decide for ourselves on how to vote. I am for keeping the cash reserve fund at \$35 million and I know that Senator