

FY 2002 Challenges

- Revenues below forecasted levels – 44 States
- Spending exceeding budgeted levels – 19 States
- Implementing/considering budget cuts or holdbacks – 28 States
- May tap reserve funds: 20 States
- Implemented belt-tightening measures (hiring freezes, cancel capital projects, travel restrictions) – 14 States
- Convene special legislative sessions – 7 States

FY 2002 Breakdown of States

- Spending overruns and lower-than-expected revenues – 16 States
- Spending overruns and revenues on target – 1 State
- Spending on target and lower-than-expected revenues – 28 States (including Iowa)
- Spending on target and revenues on target – 5 States