

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21

House JOINT RESOLUTION NO. 9  
INTRODUCED BY Harvey Reson Anderson  
Bob Brown BY REQUEST OF THE REVENUE OVERSIGHT COMMITTEE By

A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA ESTABLISHING AN OFFICIAL ESTIMATE OF THE STATE'S ANTICIPATED REVENUE FOR EACH YEAR OF THE 1996-97 BIENNIUM FOR THE PURPOSE OF ACHIEVING A BALANCED BUDGET AS MANDATED BY ARTICLE VIII, SECTION 9, OF THE MONTANA CONSTITUTION; ACCEPTING THE JUNE 30, 1994, GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT BALANCES THAT WERE ESTABLISHED BASED ON GENERALLY ACCEPTED ACCOUNTING PRINCIPLES; REQUESTING THE GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING TO USE THE REVENUE ESTIMATES CONTAINED IN THIS RESOLUTION AS OFFICIAL REVENUE ESTIMATES FOR FISCAL YEARS 1995-96 AND 1996-97; AND ESTABLISHING AN ESTIMATE OF THE NONGENERAL FUND REVENUE FOR THE STATE EQUALIZATION AID ACCOUNT.

WHEREAS, Article VI, section 9, of the Montana Constitution requires the Governor to submit to the Legislature a budget for the ensuing fiscal period, containing in detail for all operating funds the proposed expenditures and estimated revenue of the state; and

WHEREAS, Article VIII, section 9, of the Montana Constitution prohibits the Legislature from appropriating funds in excess of the anticipated revenue of the state; and

WHEREAS, section 5-18-107(5), MCA, requires the Revenue Oversight Committee to estimate the amount of revenue projected to be available for legislative appropriation and to introduce legislation setting forth the Committee's current revenue estimate for the biennium; and

WHEREAS, section 5-12-302(6), MCA, requires the Office of Legislative Fiscal Analyst to assist the Revenue Oversight Committee in its revenue estimating duties; and

WHEREAS, the Montana Legislature revised the taxation of railroad car companies during the July 1992 Special Session; and



1 WHEREAS, several railroad car companies challenged the constitutionality of the new tax; and

2 WHEREAS, because the outcome of the challenge to the railroad car company tax is uncertain, the Revenue Oversight Committee did not  
3 include, as a precautionary position, any anticipated revenue from the tax in the revenue estimates; and

4 WHEREAS, because of the complexity of economic variables involved in revenue forecasting and the diversity of sources from which state  
5 revenue is obtained, it has become increasingly difficult to project revenue in order to prepare a balanced budget for the ensuing biennium; and

6 WHEREAS, the revenue estimates contained in this resolution provide the basis for a comprehensive analysis of the state's financial  
7 condition; and

8 WHEREAS, it is in the best interests of the state that revenue forecasts be discussed and arrived at in public hearings at which all the  
9 people may attend and participate.

10

11 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA:

12 That the state general fund revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$642,221,000, \$664,839,000, and  
13 \$690,523,000, respectively, and that the state equalization aid revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$292,292,000,  
14 \$295,741,000, and \$302,361,000, respectively.

15 BE IT FURTHER RESOLVED, that the Legislature accept for budget purposes the unreserved fund balance of \$32,771,000 for the general  
16 fund and \$17,109,000 for the state equalization aid account, prepared according to generally accepted accounting principles as published in the  
17 audited state financial statements as of June 30, 1994.

18 BE IT FURTHER RESOLVED, that the Governor's Office of Budget and Program Planning use the revenue estimates (and the underlying  
19 assumptions) contained in this resolution as the official revenue estimates for fiscal years 1995-96 and 1996-97.

20 GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT REVENUE

21 The projections for total general fund and state equalization aid account revenue during the 1996-97 biennium are based on an assumption

1 of a continuation of Montana law as it existed on January 1, 1995.

2 The revenue estimates contained in the following tables are based on the assumptions stated previously in this resolution and those listed  
3 in the following tables.

4 ECONOMIC ASSUMPTIONS

5 Revenue Oversight Committee

6		CY/FY	CY/FY	CY/FY	CY/FY
7	<u>Year</u> <u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
8	Montana Population & Employment				
9	Population July 1 (Millions)	0.846	0.852	0.858	0.864
10	Population > = 16 July 1 (Millions)	0.638	0.642	0.647	0.651
11	Population 18-24 July 1 (Millions)	0.079	0.081	0.082	0.082
12	CY Nonfarm Employment (Thousands)	333.400	340.400	347.600	354.300
13	Montana Income				
14	CY Total Personal Income (Millions)	\$15,560.485	\$16,391.222	\$17,175.693	\$18,038.229
15	CY Net Farm Income (Millions)	\$537.886	\$545.061	\$579.065	\$582.913
16	CY Disposable Personal Income (Millions)	\$13,638.308	\$14,366.141	\$15,053.426	\$15,809.091
17	CY Nonfarm Wage & Salary Income (Millions)	\$7,391.453	\$7,799.040	\$8,244.573	\$8,694.209
18	Montana Individual Income Tax				
19	CY Nonfarm Wage & Salary Growth (Percent Change)	5.27%	4.93%	5.11%	4.88%
20	CY Interest & Dividend Growth (Percent Change)	2.17%	8.45%	5.54%	3.68%
21	CY Net Business Income (Percent Change)	6.90%	1.80%	2.00%	2.10%

1		CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u> <u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	CY    Capital Gains/Losses Income (Percent Change)	4.70%	4.70%	4.70%	4.70%
4	CY    Rent/Royalty/Partnership Income (Percent Change)	8.00%	8.00%	8.00%	8.00%
5	CY    All Other Income (Percent Change)	5.18%	5.55%	7.16%	6.50%
6	FY    Individual Income Tax Audits (Millions)	\$20.241	\$18.000	\$18.000	\$18.000
7	<b>Montana Corporate Income Tax</b>				
8	CY    US Corporate Profits Before Taxes (Billions)	\$495.700	\$520.000	\$545.500	\$572.200
9	CY    MT Corporate Taxable Income (Millions)	\$1,002.137	\$1,060.858	\$1,125.013	\$1,203.068
10	FY    Corporate Income Tax Audits (Millions)	\$7.547	\$7.500	\$7.500	\$7.500
11	<b>Inflation &amp; Interest Rates</b>				
12	CY    Consumer Price Index (Percent Change)	2.63%	3.30%	3.52%	3.53%
13	CY    Short-Term Interest Rate (Percent)	4.41%	5.18%	5.44%	5.80%
14	CY    Long-Term Interest Rate (Percent)	7.75%	8.02%	7.96%	7.81%
15	FY    Short-Term Interest Rate (Percent)	3.68%	4.73%	5.29%	5.59%
16	FY    Long-Term Interest Rate (Percent)	7.38%	7.86%	8.00%	7.90%
17	FY    TCA Blended Interest Rate (Percent)	3.79%	4.95%	5.45%	5.72%
18	FY    TRANS Interest Spread (Percent)	0.61%	0.87%	1.04%	1.13%
19	FY    Treasury Cash Average Balance (Millions)	\$310.571	\$300.695	\$286.075	\$274.016
20	FY    TRANS Issue Size (Millions)	\$88.900	\$70.100	\$70.100	\$70.100
21	FY    Permanent Trust Gains/Losses (Millions)	\$4.478	\$2.239	\$1.120	\$0.560

1			CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY	Common School Trust Gains/Losses (Millions)	\$4.327	\$2.163	\$1.082	\$0.541
4	FY	Resource Indemnity Trust Gains/Losses (Millions)	\$1.122	\$0.561	\$0.281	\$0.141
5	FY	Parks Trust Gains/Losses (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
6	FY	Arts Trust Gains/Losses (Millions)	\$0.081	\$0.041	\$0.021	\$0.011
7	Natural Resource Tax					
8	CY	Total Oil Production (Million bbls.)	16.825	15.780	15.016	14.313
9	CY	Severance Tax Oil Production (Million bbls.)	15.738	14.968	14.248	13.575
10	CY	Montana Oil Price (Per bbl.)	\$13.380	\$14.238	\$14.891	\$16.271
11	CY	Total Coal Production (Million tons)	37.920	38.657	37.964	34.955
12	CY	Montana Coal Price (CSP per ton)	\$7.792	\$7.830	\$7.817	\$7.658
13	FY	Coal Tax Credits (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
14	CY	Total Natural Gas Production (MMCF)	51.557	52.114	52.643	53.145
15	CY	Montana Natural Gas Price (\$ / MCF)	\$1.591	\$1.627	\$1.680	\$1.734
16	CY	Total Liquid Gas Production (Million gallons)	6.793	6.866	6.936	7.002
17	CY	Montana Liquid Gas Price (\$ / Gallon)	\$0.225	\$0.230	\$0.238	\$0.246
18	CY	Copper Production (Million lbs.)	108.213	114.135	99.185	100.289
19	CY	Silver Production (Million ozs.)	2.143	2.206	2.266	2.291
20	CY	Gold Production (Million ozs.)	0.407	0.457	0.427	0.432
21	CY	Lead Production (Million lbs.)	8.770	8.770	8.951	9.051

		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1						
2						
3	CY	Zinc Production (Million lbs.)	20.716	20.716	21.069	21.303
4	CY	Molybdenum Production (Million lbs.)	8.100	9.600	10.300	10.415
5	CY	Palladium Production (Million ozs.)	0.205	0.213	0.218	0.220
6	CY	Platinum Production (Million ozs.)	0.063	0.066	0.063	0.064
7	CY	Nickel Production (Million lbs.)	0.237	0.303	0.345	0.349
8	CY	Rhodium Production (Million ozs.)	0.002	0.002	0.002	0.002
9	CY	Copper Price (\$ / lbs.)	\$0.643	\$0.643	\$0.643	\$0.643
10	CY	Silver Price (\$ / ozs.)	\$3.765	\$3.765	\$3.765	\$3.765
11	CY	Gold Price (\$ / ozs.)	\$360.443	\$360.443	\$360.443	\$360.443
12	CY	Lead Price (\$ / lbs.)	\$0.190	\$0.190	\$0.190	\$0.190
13	CY	Zinc Price (\$ / lbs.)	\$0.430	\$0.430	\$0.430	\$0.430
14	CY	Molybdenum Price (\$ / lbs.)	\$2.045	\$2.045	\$2.045	\$2.045
15	CY	Palladium Price (\$ / ozs.)	\$115.586	\$115.586	\$115.586	\$115.586
16	CY	Platinum Price (\$ / ozs.)	\$349.210	\$349.210	\$349.210	\$349.210
17	CY	Nickel Price (\$ / lbs.)	\$2.148	\$2.148	\$2.148	\$2.148
18	CY	Rhodium Price (\$ / ozs.)	\$1,020.561	\$1,020.561	\$1,020.561	\$1,020.561
19	CY	Total Metal Value (Millions)	\$299.302	\$326.616	\$308.021	\$311.447
20	FY	Total Federal Forest Receipts (Millions)	\$55.420	\$57.914	\$48.510	\$47.562
21		Property Value				

		CY/FY	CY/FY	CY/FY	CY/FY
		<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1					
2	<u>Year</u> <u>Assumption</u>				
3	FY    Total Statewide Taxable Valuation (Millions)	\$1,707.993	\$1,763.019	\$1,814.833	\$1,869.654
4	FY    Net/Gross Proceeds Taxable Valuation (Millions)	\$15.927	\$13.623	\$12.913	\$13.738
5	FY    All Other Taxable Valuation (Millions)	\$1,692.066	\$1,749.397	\$1,801.919	\$1,855.917
6	FY    Statewide Vehicle Valuation (Millions)	\$2,645.436	\$2,776.294	\$2,896.293	\$3,005.822
7	Consumption Tax				
8	FY    Liquor Unit Sales (Millions)	\$4.868	\$4.771	\$4.675	\$4.582
9	FY    Wine Unit Sales (Millions)	0.000	0.000	0.000	0.000
10	FY    Liquor Cost Per Unit	\$10.060	\$10.359	\$10.712	\$11.090
11	FY    Wine Cost Per Unit	\$10.917	\$0.000	\$0.000	\$0.000
12	FY    Liquor Net Sales (Millions)	\$38.672	\$38.612	\$39.139	\$39.717
13	FY    Liquor Operations Budget (Millions)	\$7.058	\$7.058	\$6.232	\$6.356
14	FY    Beer Barrels (Millions)	0.755	0.766	0.773	0.773
15	FY    Wine Liters (Millions)	4.746	4.578	4.416	4.259
16	FY    Cigarette Packs (Millions)	70.757	69.800	68.936	68.407
17	FY    Tobacco Value (Millions)	\$10.631	\$11.443	\$12.306	\$13.225
18	FY    Gallons of Gasoline (Millions)	476.695	479.951	484.706	488.502
19	FY    Gallons of Diesel (Millions)	162.110	165.760	170.915	176.335
20	FY    Video Machine Net Income (Millions)	\$199.524	\$219.830	\$239.887	\$262.852
21	FY    Total Lottery Sales (Millions)	\$37.483	\$38.169	\$38.867	\$39.575

		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY	Insurance Premiums Growth (Percent Change)	7.74%	4.00%	4.00%	4.00%
4	FY	Insurance Premiums Tax Credit (Millions)	\$4.053	\$3.007	\$2.463	\$2.463
5	FY	Police & Firefighter Retirement (Millions)	\$8.752	\$9.430	\$10.420	\$11.014
6	CY	Telephone Taxable Income (Millions)	\$224.112	\$226.802	\$229.523	\$232.966
7	CY	Kilowatt-Hours Produced (Millions)	21,730.433	21,995.656	22,451.941	22,535.002
8	Other					
9	FY	Medicaid Reimbursements (Millions)	\$12.728	\$13.120	\$14.065	\$14.507
10	FY	MDC Debt Service (Millions)	\$0.000	\$0.000	(\$0.477)	(\$1.089)

Current Law

General Fund Revenue Estimates

(In Millions)

		Estimated	Estimated	Estimated
	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
16	Individual Income Tax	\$338.062	\$358.453	\$374.788
17	Corporation License Tax	59.303	62.477	66.079
18	Coal Severance Tax	6.883	6.903	6.519
19	Oil Severance Tax	10.984	10.632	10.827
20	Interest on Investments	14.884	15.591	15.668
21	Long-Range Bond Excess	48.612	50.910	52.909



	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			

1		Estimated	Estimated	Estimated
2	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
3	Grand Total	\$642.221	\$664.839	\$690.523
4				
		Current Law		
5		State Equalization Aid Account Revenue Estimates		
6		(In Millions)		
7		Estimated	Estimated	Estimated
8	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
9	State Revenue			
10	Individual Income Tax	\$0.000	\$0.000	\$0.000
11	Corporation License Tax	0.000	0.000	0.000
12	Coal Severance Tax	5.098	5.114	4.829
13	Coal Tax Trust Interest	6.271	6.270	6.332
14	Interest & Income	40.796	39.755	41.515
15	US Oil & Gas Royalties	23.165	23.787	23.209
16	Education Trust Interest	0.166	0.106	0.069
17	State Equalization Aid Account Interest	0.095	0.095	0.095
18	County Revenue	127.231	129.349	132.659
19	Statewide 40 Mills	79.792	82.078	84.469
20	Lottery	8.678	8.842	9.005
21	Miscellaneous	1.000	0.345	0.179

	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			

-END-

HOUSE JOINT RESOLUTION NO. 9

INTRODUCED BY HARRINGTON, REAM, ANDERSON, CRIPPEN, DEVLIN, BROWN, STANG  
BY REQUEST OF THE REVENUE OVERSIGHT COMMITTEE

A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA ESTABLISHING AN OFFICIAL ESTIMATE OF THE STATE'S ANTICIPATED REVENUE FOR EACH YEAR OF THE 1996-97 BIENNIUM FOR THE PURPOSE OF ACHIEVING A BALANCED BUDGET AS MANDATED BY ARTICLE VIII, SECTION 9, OF THE MONTANA CONSTITUTION; ACCEPTING THE JUNE 30, 1994, GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT BALANCES THAT WERE ESTABLISHED BASED ON GENERALLY ACCEPTED ACCOUNTING PRINCIPLES; REQUESTING THE GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING TO USE THE REVENUE ESTIMATES CONTAINED IN THIS RESOLUTION AS OFFICIAL REVENUE ESTIMATES FOR FISCAL YEARS 1995-96 AND 1996-97; AND ESTABLISHING AN ESTIMATE OF THE NONGENERAL FUND REVENUE FOR THE STATE EQUALIZATION AID ACCOUNT.

WHEREAS, Article VI, section 9, of the Montana Constitution requires the Governor to submit to the Legislature a budget for the ensuing fiscal period, containing in detail for all operating funds the proposed expenditures and estimated revenue of the state; and

WHEREAS, Article VIII, section 9, of the Montana Constitution prohibits the Legislature from appropriating funds in excess of the anticipated revenue of the state; and

WHEREAS, section 5-18-107(5), MCA, requires the Revenue Oversight Committee to estimate the amount of revenue projected to be available for legislative appropriation and to introduce legislation setting forth the Committee's current revenue estimate for the biennium; and

WHEREAS, section 5-12-302(6), MCA, requires the Office of Legislative Fiscal Analyst to assist the Revenue Oversight Committee in its revenue estimating duties; and

WHEREAS, the Montana Legislature revised the taxation of railroad car companies during the July 1992 Special Session; and



1 WHEREAS, several railroad car companies challenged the constitutionality of the new tax; and

2 WHEREAS, because the outcome of the challenge to the railroad car company tax is uncertain, the Revenue Oversight Committee did not  
3 include, as a precautionary position, any anticipated revenue from the tax in the revenue estimates; and

4 WHEREAS, because of the complexity of economic variables involved in revenue forecasting and the diversity of sources from which state  
5 revenue is obtained, it has become increasingly difficult to project revenue in order to prepare a balanced budget for the ensuing biennium; and

6 WHEREAS, the revenue estimates contained in this resolution provide the basis for a comprehensive analysis of the state's financial  
7 condition; and

8 WHEREAS, it is in the best interests of the state that revenue forecasts be discussed and arrived at in public hearings at which all the  
9 people may attend and participate.

10

11 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA:

12 That the state general fund revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$642,221,000, \$664,839,000, and  
13 \$690,523,000, respectively, and that the state equalization aid revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$292,292,000,  
14 \$295,741,000, and \$302,361,000, respectively.

15 BE IT FURTHER RESOLVED, that the Legislature accept for budget purposes the unreserved fund balance of ~~\$32,771,000~~ \$32,592,000  
16 for the general fund and \$17,109,000 for the state equalization aid account, prepared according to generally accepted accounting principles as  
17 published in the audited state financial statements as of June 30, 1994.

18 BE IT FURTHER RESOLVED, that the Governor's Office of Budget and Program Planning use the revenue estimates (and the underlying  
19 assumptions) contained in this resolution as the official revenue estimates for fiscal years 1995-96 and 1996-97.

20

#### GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT REVENUE

21 The projections for total general fund and state equalization aid account revenue during the 1996-97 biennium are based on an assumption

1 of a continuation of Montana law as it existed on January 1, 1995.

2 The revenue estimates contained in the following tables are based on the assumptions stated previously in this resolution and those listed  
3 in the following tables.

		ECONOMIC ASSUMPTIONS			
		Revenue Oversight Committee			
		CY/FY	CY/FY	CY/FY	CY/FY
<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
8	Montana Population & Employment				
9	Population July 1 (Millions)	0.846	0.852	0.858	0.864
10	Population > = 16 July 1 (Millions)	0.638	0.642	0.647	0.651
11	Population 18-24 July 1 (Millions)	0.079	0.081	0.082	0.082
12	CY Nonfarm Employment (Thousands)	333.400	340.400	347.600	354.300
13	Montana Income				
14	CY Total Personal Income (Millions)	\$15,560.485	\$16,391.222	\$17,175.693	\$18,038.229
15	CY Net Farm Income (Millions)	\$537.886	\$545.061	\$579.065	\$582.913
16	CY Disposable Personal Income (Millions)	\$13,638.308	\$14,366.141	\$15,053.426	\$15,809.091
17	CY Nonfarm Wage & Salary Income (Millions)	\$7,391.453	\$7,799.040	\$8,244.573	\$8,694.209
18	Montana Individual Income Tax				
19	CY Nonfarm Wage & Salary Growth (Percent Change)	5.27%	4.93%	5.11%	4.88%
20	CY Interest & Dividend Growth (Percent Change)	2.17%	8.45%	5.54%	3.68%
21	CY Net Business Income (Percent Change)	6.90%	1.80%	2.00%	2.10%

1			CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	CY	Capital Gains/Losses Income (Percent Change)	4.70%	4.70%	4.70%	4.70%
4	CY	Rent/Royalty/Partnership Income (Percent Change)	8.00%	8.00%	8.00%	8.00%
5	CY	All Other Income (Percent Change)	5.18%	5.55%	7.16%	6.50%
6	FY	Individual Income Tax Audits (Millions)	\$20.241	\$18.000	\$18.000	\$18.000
7	Montana Corporate Income Tax					
8	CY	US Corporate Profits Before Taxes (Billions)	\$495.700	\$520.000	\$545.500	\$572.200
9	CY	MT Corporate Taxable Income (Millions)	\$1,002.137	\$1,060.858	\$1,125.013	\$1,203.068
10	FY	Corporate Income Tax Audits (Millions)	\$7.547	\$7.500	\$7.500	\$7.500
11	Inflation & Interest Rates					
12	CY	Consumer Price Index (Percent Change)	2.63%	3.30%	3.52%	3.53%
13	CY	Short-Term Interest Rate (Percent)	4.41%	5.18%	5.44%	5.80%
14	CY	Long-Term Interest Rate (Percent)	7.75%	8.02%	7.96%	7.81%
15	FY	Short-Term Interest Rate (Percent)	3.68%	4.73%	5.29%	5.59%
16	FY	Long-Term Interest Rate (Percent)	7.38%	7.86%	8.00%	7.90%
17	FY	TCA Blended Interest Rate (Percent)	3.79%	4.95%	5.45%	5.72%
18	FY	TRANS Interest Spread (Percent)	0.61%	0.87%	1.04%	1.13%
19	FY	Treasury Cash Average Balance (Millions)	\$310.571	\$300.695	\$286.075	\$274.016
20	FY	TRANS Issue Size (Millions)	\$88.900	\$70.100	\$70.100	\$70.100
21	FY	Permanent Trust Gains/Losses (Millions)	\$4.478	\$2.239	\$1.120	\$0.560

1			CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY	Common School Trust Gains/Losses (Millions)	\$4.327	\$2.163	\$1.082	\$0.541
4	FY	Resource Indemnity Trust Gains/Losses (Millions)	\$1.122	\$0.561	\$0.281	\$0.141
5	FY	Parks Trust Gains/Losses (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
6	FY	Arts Trust Gains/Losses (Millions)	\$0.081	\$0.041	\$0.021	\$0.011
7		Natural Resource Tax				
8	CY	Total Oil Production (Million bbls.)	16.825	15.780	15.016	14.313
9	CY	Severance Tax Oil Production (Million bbls.)	15.738	14.968	14.248	13.575
10	CY	Montana Oil Price (Per bbl.)	\$13.380	\$14.238	\$14.891	\$16.271
11	CY	Total Coal Production (Million tons)	37.920	38.657	37.964	34.955
12	CY	Montana Coal Price (CSP per ton)	\$7.792	\$7.830	\$7.817	\$7.658
13	FY	Coal Tax Credits (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
14	CY	Total Natural Gas Production (MMCF)	51.557	52.114	52.643	53.145
15	CY	Montana Natural Gas Price (\$ / MCF)	\$1.591	\$1.627	\$1.680	\$1.734
16	CY	Total Liquid Gas Production (Million gallons)	6.793	6.866	6.936	7.002
17	CY	Montana Liquid Gas Price (\$ / Gallon)	\$0.225	\$0.230	\$0.238	\$0.246
18	CY	Copper Production (Million lbs.)	108.213	114.135	99.185	100.289
19	CY	Silver Production (Million ozs.)	2.143	2.206	2.266	2.291
20	CY	Gold Production (Million ozs.)	0.407	0.457	0.427	0.432
21	CY	Lead Production (Million lbs.)	8.770	8.770	8.951	9.051



		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1						
2						
3	CY	Zinc Production (Million lbs.)	20.716	20.716	21.069	21.303
4	CY	Molybdenum Production (Million lbs.)	8.100	9.600	10.300	10.415
5	CY	Palladium Production (Million ozs.)	0.205	0.213	0.218	0.220
6	CY	Platinum Production (Million ozs.)	0.063	0.066	0.063	0.064
7	CY	Nickel Production (Million lbs.)	0.237	0.303	0.345	0.349
8	CY	Rhodium Production (Million ozs.)	0.002	0.002	0.002	0.002
9	CY	Copper Price (\$ / lbs.)	\$0.643	\$0.643	\$0.643	\$0.643
10	CY	Silver Price (\$ / ozs.)	\$3.765	\$3.765	\$3.765	\$3.765
11	CY	Gold Price (\$ / ozs.)	\$360.443	\$360.443	\$360.443	\$360.443
12	CY	Lead Price (\$ / lbs.)	\$0.190	\$0.190	\$0.190	\$0.190
13	CY	Zinc Price (\$ / lbs.)	\$0.430	\$0.430	\$0.430	\$0.430
14	CY	Molybdenum Price (\$ / lbs.)	\$2.045	\$2.045	\$2.045	\$2.045
15	CY	Palladium Price (\$ / ozs.)	\$115.586	\$115.586	\$115.586	\$115.586
16	CY	Platinum Price (\$ / ozs.)	\$349.210	\$349.210	\$349.210	\$349.210
17	CY	Nickel Price (\$ / lbs.)	\$2.148	\$2.148	\$2.148	\$2.148
18	CY	Rhodium Price (\$ / ozs.)	\$1,020.561	\$1,020.561	\$1,020.561	\$1,020.561
19	CY	Total Metal Value (Millions)	\$299.302	\$326.616	\$308.021	\$311.447
20	FY	Total Federal Forest Receipts (Millions)	\$55.420	\$57.914	\$48.510	\$47.562
21		Property Value				

1			CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY	Total Statewide Taxable Valuation (Millions)	\$1,707.993	\$1,763.019	\$1,814.833	\$1,869.654
4	FY	Net/Gross Proceeds Taxable Valuation (Millions)	\$15.927	\$13.623	\$12.913	\$13.738
5	FY	All Other Taxable Valuation (Millions)	\$1,692.066	\$1,749.397	\$1,801.919	\$1,855.917
6	FY	Statewide Vehicle Valuation (Millions)	\$2,645.436	\$2,776.294	\$2,896.293	\$3,005.822
7		Consumption Tax				
8	FY	Liquor Unit Sales (Millions)	\$4.868	\$4.771	\$4.675	\$4.582
9	FY	Wine Unit Sales (Millions)	0.000	0.000	0.000	0.000
10	FY	Liquor Cost Per Unit	\$10.060	\$10.359	\$10.712	\$11.090
11	FY	Wine Cost Per Unit	\$10.917	\$0.000	\$0.000	\$0.000
12	FY	Liquor Net Sales (Millions)	\$38.672	\$38.612	\$39.139	\$39.717
13	FY	Liquor Operations Budget (Millions)	\$7.058	\$7.058	\$6.232	\$6.356
14	FY	Beer Barrels (Millions)	0.755	0.766	0.773	0.773
15	FY	Wine Liters (Millions)	4.746	4.578	4.416	4.259
16	FY	Cigarette Packs (Millions)	70.757	69.800	68.936	68.407
17	FY	Tobacco Value (Millions)	\$10.631	\$11.443	\$12.306	\$13.225
18	FY	Gallons of Gasoline (Millions)	476.695	479.951	484.706	488.502
19	FY	Gallons of Diesel (Millions)	162.110	165.760	170.915	176.335
20	FY	Video Machine Net Income (Millions)	\$199.524	\$219.830	\$239.887	\$262.852
21	FY	Total Lottery Sales (Millions)	\$37.483	\$38.169	\$38.867	\$39.575

1		CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u> <u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY    Insurance Premiums Growth (Percent Change)	7.74%	4.00%	4.00%	4.00%
4	FY    Insurance Premiums Tax Credit (Millions)	\$4.053	\$3.007	\$2.463	\$2.463
5	FY    Police & Firefighter Retirement (Millions)	\$8.752	\$9.430	\$10.420	\$11.014
6	CY    Telephone Taxable Income (Millions)	\$224.112	\$226.802	\$229.523	\$232.966
7	CY    Kilowatt-Hours Produced (Millions)	21,730.433	21,995.656	22,451.941	22,535.002
8	Other				
9	FY    Medicaid Reimbursements (Millions)	\$12.728	\$13.120	\$14.065	\$14.507
10	FY    MDC Debt Service (Millions)	\$0.000	\$0.000	(\$0.477)	(\$1.089)

Current Law  
General Fund Revenue Estimates  
(In Millions)

14		Estimated	Estimated	Estimated
15	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
16	Individual Income Tax	\$338.062	\$358.453	\$374.788
17	Corporation License Tax	59.303	62.477	66.079
18	Coal Severance Tax	6.883	6.903	6.519
19	Oil Severance Tax	10.984	10.632	10.827
20	Interest on Investments	14.884	15.591	15.668
21	Long-Range Bond Excess	48.612	50.910	52.909

	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			

1		Estimated	Estimated	Estimated
2	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
3	Grand Total	\$642.221	\$664.839	\$690.523
4				
		Current Law		
5		State Equalization Aid Account Revenue Estimates		
6		(In Millions)		
7		Estimated	Estimated	Estimated
8	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
9	State Revenue			
10	Individual Income Tax	\$0.000	\$0.000	\$0.000
11	Corporation License Tax	0.000	0.000	0.000
12	Coal Severance Tax	5.098	5.114	4.829
13	Coal Tax Trust Interest	6.271	6.270	6.332
14	Interest & Income	40.796	39.755	41.515
15	US Oil & Gas Royalties	23.165	23.787	23.209
16	Education Trust Interest	0.166	0.106	0.069
17	State Equalization Aid Account Interest	0.095	0.095	0.095
18	County Revenue	127.231	129.349	132.659
19	Statewide 40 Mills	79.792	82.078	84.469
20	Lottery	8.678	8.842	9.005
21	Miscellaneous	1.000	0.345	0.179

	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			

17

18

-END-

## 1 HOUSE JOINT RESOLUTION NO. 9

2 INTRODUCED BY HARRINGTON, REAM, ANDERSON, CRIPPEN, DEVLIN, BROWN, STANG

3 BY REQUEST OF THE REVENUE OVERSIGHT COMMITTEE

4

5 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA ESTABLISHING AN OFFICIAL  
6 ESTIMATE OF THE STATE'S ANTICIPATED REVENUE FOR EACH YEAR OF THE 1996-97 BIENNIUM FOR THE PURPOSE OF ACHIEVING A  
7 BALANCED BUDGET AS MANDATED BY ARTICLE VIII, SECTION 9, OF THE MONTANA CONSTITUTION; ACCEPTING THE JUNE 30, 1994,  
8 GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT BALANCES THAT WERE ESTABLISHED BASED ON GENERALLY ACCEPTED  
9 ACCOUNTING PRINCIPLES; REQUESTING THE GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING TO USE THE REVENUE ESTIMATES  
10 CONTAINED IN THIS RESOLUTION AS OFFICIAL REVENUE ESTIMATES FOR FISCAL YEARS 1995-96 AND 1996-97; AND ESTABLISHING AN  
11 ESTIMATE OF THE NONGENERAL FUND REVENUE FOR THE STATE EQUALIZATION AID ACCOUNT.

THERE ARE NO CHANGES IN THIS BILL AND IT WILL  
NOT BE REPRINTED. PLEASE REFER TO SECOND  
READING COPY (YELLOW) FOR COMPLETE TEXT.

HOUSE JOINT RESOLUTION NO. 9

INTRODUCED BY HARRINGTON, REAM, ANDERSON, CRIPPEN, DEVLIN, BROWN, STANG

BY REQUEST OF THE REVENUE OVERSIGHT COMMITTEE

A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA ESTABLISHING AN OFFICIAL ESTIMATE OF THE STATE'S ANTICIPATED REVENUE FOR EACH YEAR OF THE 1996-97 BIENNIUM FOR THE PURPOSE OF ACHIEVING A BALANCED BUDGET AS MANDATED BY ARTICLE VIII, SECTION 9, OF THE MONTANA CONSTITUTION; ACCEPTING THE JUNE 30, 1994, GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT BALANCES THAT WERE ESTABLISHED BASED ON GENERALLY ACCEPTED ACCOUNTING PRINCIPLES; REQUESTING THE GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING TO USE THE REVENUE ESTIMATES CONTAINED IN THIS RESOLUTION AS OFFICIAL REVENUE ESTIMATES FOR FISCAL YEARS 1995-96 AND 1996-97; AND ESTABLISHING AN ESTIMATE OF THE NONGENERAL FUND REVENUE FOR THE STATE EQUALIZATION AID ACCOUNT.

WHEREAS, Article VI, section 9, of the Montana Constitution requires the Governor to submit to the Legislature a budget for the ensuing fiscal period, containing in detail for all operating funds the proposed expenditures and estimated revenue of the state; and

WHEREAS, Article VIII, section 9, of the Montana Constitution prohibits the Legislature from appropriating funds in excess of the anticipated revenue of the state; and

WHEREAS, section 5-18-107(5), MCA, requires the Revenue Oversight Committee to estimate the amount of revenue projected to be available for legislative appropriation and to introduce legislation setting forth the Committee's current revenue estimate for the biennium; and

WHEREAS, section 5-12-302(6), MCA, requires the Office of Legislative Fiscal Analyst to assist the Revenue Oversight Committee in its revenue estimating duties; and

WHEREAS, the Montana Legislature revised the taxation of railroad car companies during the July 1992 Special Session; and





1 WHEREAS, several railroad car companies challenged the constitutionality of the new tax; and

2 WHEREAS, because the outcome of the challenge to the railroad car company tax is uncertain, the Revenue Oversight Committee did not  
3 include, as a precautionary position, any anticipated revenue from the tax in the revenue estimates; and

4 WHEREAS, because of the complexity of economic variables involved in revenue forecasting and the diversity of sources from which state  
5 revenue is obtained, it has become increasingly difficult to project revenue in order to prepare a balanced budget for the ensuing biennium; and

6 WHEREAS, the revenue estimates contained in this resolution provide the basis for a comprehensive analysis of the state's financial  
7 condition; and

8 WHEREAS, it is in the best interests of the state that revenue forecasts be discussed and arrived at in public hearings at which all the  
9 people may attend and participate.

10

11 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA:

12 That the state general fund revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$642,221,000, \$664,839,000, and  
13 \$690,523,000, respectively, and that the state equalization aid revenue for fiscal years 1995, 1996, and 1997 be estimated to be \$292,292,000,  
14 \$295,741,000, and \$302,361,000, respectively.

15 BE IT FURTHER RESOLVED, that the Legislature accept for budget purposes the unreserved fund balance of ~~\$32,771,000~~ \$32,592,000  
16 for the general fund and \$17,109,000 for the state equalization aid account, prepared according to generally accepted accounting principles as  
17 published in the audited state financial statements as of June 30, 1994.

18 BE IT FURTHER RESOLVED, that the Governor's Office of Budget and Program Planning use the revenue estimates (and the underlying  
19 assumptions) contained in this resolution as the official revenue estimates for fiscal years 1995-96 and 1996-97.

20 GENERAL FUND AND STATE EQUALIZATION AID ACCOUNT REVENUE

21 The projections for total general fund and state equalization aid account revenue during the 1996-97 biennium are based on an assumption

1 of a continuation of Montana law as it existed on January 1, 1995.

2 The revenue estimates contained in the following tables are based on the assumptions stated previously in this resolution and those listed  
3 in the following tables.

4 **ECONOMIC ASSUMPTIONS**

5 Revenue Oversight Committee

6		CY/FY	CY/FY	CY/FY	CY/FY
7	<u>Year</u> <u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
8	Montana Population & Employment				
9	Population July 1 (Millions)	0.846	0.852	0.858	0.864
10	Population > = 16 July 1 (Millions)	0.638	0.642	0.647	0.651
11	Population 18-24 July 1 (Millions)	0.079	0.081	0.082	0.082
12	CY Nonfarm Employment (Thousands)	333.400	340.400	347.600	354.300
13	Montana Income				
14	CY Total Personal Income (Millions)	\$15,560.485	\$16,391.222	\$17,175.693	\$18,038.229
15	CY Net Farm Income (Millions)	\$537.886	\$545.061	\$579.065	\$582.913
16	CY Disposable Personal Income (Millions)	\$13,638.308	\$14,366.141	\$15,053.426	\$15,809.091
17	CY Nonfarm Wage & Salary Income (Millions)	\$7,391.453	\$7,799.040	\$8,244.573	\$8,694.209
18	Montana Individual Income Tax				
19	CY Nonfarm Wage & Salary Growth (Percent Change)	5.27%	4.93%	5.11%	4.88%
20	CY Interest & Dividend Growth (Percent Change)	2.17%	8.45%	5.54%	3.68%
21	CY Net Business Income (Percent Change)	6.90%	1.80%	2.00%	2.10%

		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1						
2	CY	Capital Gains/Losses Income (Percent Change)	4.70%	4.70%	4.70%	4.70%
3	CY	Rent/Royalty/Partnership Income (Percent Change)	8.00%	8.00%	8.00%	8.00%
4	CY	All Other Income (Percent Change)	5.18%	5.55%	7.16%	6.50%
5	FY	Individual Income Tax Audits (Millions)	\$20.241	\$18.000	\$18.000	\$18.000
6		<b>Montana Corporate Income Tax</b>				
7	CY	US Corporate Profits Before Taxes (Billions)	\$495.700	\$520.000	\$545.500	\$572.200
8	CY	MT Corporate Taxable Income (Millions)	\$1,002.137	\$1,060.858	\$1,125.013	\$1,203.068
9	FY	Corporate Income Tax Audits (Millions)	\$7.547	\$7.500	\$7.500	\$7.500
10		<b>Inflation &amp; Interest Rates</b>				
11	CY	Consumer Price Index (Percent Change)	2.63%	3.30%	3.52%	3.53%
12	CY	Short-Term Interest Rate (Percent)	4.41%	5.18%	5.44%	5.80%
13	CY	Long-Term Interest Rate (Percent)	7.75%	8.02%	7.96%	7.81%
14	FY	Short-Term Interest Rate (Percent)	3.68%	4.73%	5.29%	5.59%
15	FY	Long-Term Interest Rate (Percent)	7.38%	7.86%	8.00%	7.90%
16	FY	TCA Blended Interest Rate (Percent)	3.79%	4.95%	5.45%	5.72%
17	FY	TRANS Interest Spread (Percent)	0.61%	0.87%	1.04%	1.13%
18	FY	Treasury Cash Average Balance (Millions)	\$310.571	\$300.695	\$286.075	\$274.016
19	FY	TRANS Issue Size (Millions)	\$88.900	\$70.100	\$70.100	\$70.100
20	FY	Permanent Trust Gains/Losses (Millions)	\$4.478	\$2.239	\$1.120	\$0.560
21						

		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1						
2						
3	FY	Common School Trust Gains/Losses (Millions)	\$4.327	\$2.163	\$1.082	\$0.541
4	FY	Resource Indemnity Trust Gains/Losses (Millions)	\$1.122	\$0.561	\$0.281	\$0.141
5	FY	Parks Trust Gains/Losses (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
6	FY	Arts Trust Gains/Losses (Millions)	\$0.081	\$0.041	\$0.021	\$0.011
7		<b>Natural Resource Tax</b>				
8	CY	Total Oil Production (Million bbls.)	16.825	15.780	15.016	14.313
9	CY	Severance Tax Oil Production (Million bbls.)	15.738	14.968	14.248	13.575
10	CY	Montana Oil Price (Per bbl.)	\$13.380	\$14.238	\$14.891	\$16.271
11	CY	Total Coal Production (Million tons)	37.920	38.657	37.964	34.955
12	CY	Montana Coal Price (CSP per ton)	\$7.792	\$7.830	\$7.817	\$7.658
13	FY	Coal Tax Credits (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
14	CY	Total Natural Gas Production (MMCF)	51.557	52.114	52.643	53.145
15	CY	Montana Natural Gas Price (\$ / MCF)	\$1.591	\$1.627	\$1.680	\$1.734
16	CY	Total Liquid Gas Production (Million gallons)	6.793	6.866	6.936	7.002
17	CY	Montana Liquid Gas Price (\$ / Gallon)	\$0.225	\$0.230	\$0.238	\$0.246
18	CY	Copper Production (Million lbs.)	108.213	114.135	99.185	100.289
19	CY	Silver Production (Million ozs.)	2.143	2.206	2.266	2.291
20	CY	Gold Production (Million ozs.)	0.407	0.457	0.427	0.432
21	CY	Lead Production (Million lbs.)	8.770	8.770	8.951	9.051

		CY/FY	CY/FY	CY/FY	CY/FY	
	<u>Year</u>	<u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1						
2						
3	CY	Zinc Production (Million lbs.)	20.716	20.716	21.069	21.303
4	CY	Molybdenum Production (Million lbs.)	8.100	9.600	10.300	10.415
5	CY	Palladium Production (Million ozs.)	0.205	0.213	0.218	0.220
6	CY	Platinum Production (Million ozs.)	0.063	0.066	0.063	0.064
7	CY	Nickel Production (Million lbs.)	0.237	0.303	0.345	0.349
8	CY	Rhodium Production (Million ozs.)	0.002	0.002	0.002	0.002
9	CY	Copper Price (\$ / lbs.)	\$0.643	\$0.643	\$0.643	\$0.643
10	CY	Silver Price (\$ / ozs.)	\$3.765	\$3.765	\$3.765	\$3.765
11	CY	Gold Price (\$ / ozs.)	\$360.443	\$360.443	\$360.443	\$360.443
12	CY	Lead Price (\$ / lbs.)	\$0.190	\$0.190	\$0.190	\$0.190
13	CY	Zinc Price (\$ / lbs.)	\$0.430	\$0.430	\$0.430	\$0.430
14	CY	Molybdenum Price (\$ / lbs.)	\$2.045	\$2.045	\$2.045	\$2.045
15	CY	Palladium Price (\$ / ozs.)	\$115.586	\$115.586	\$115.586	\$115.586
16	CY	Platinum Price (\$ / ozs.)	\$349.210	\$349.210	\$349.210	\$349.210
17	CY	Nickel Price (\$ / lbs.)	\$2.148	\$2.148	\$2.148	\$2.148
18	CY	Rhodium Price (\$ / ozs.)	\$1,020.561	\$1,020.561	\$1,020.561	\$1,020.561
19	CY	Total Metal Value (Millions)	\$299.302	\$326.616	\$308.021	\$311.447
20	FY	Total Federal Forest Receipts (Millions)	\$55.420	\$57.914	\$48.510	\$47.562
21		Property Value				

		CY/FY	CY/FY	CY/FY	CY/FY
		<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
1					
2	<u>Year</u> <u>Assumption</u>				
3	FY    Total Statewide Taxable Valuation (Millions)	\$1,707.993	\$1,763.019	\$1,814.833	\$1,869.654
4	FY    Net/Gross Proceeds Taxable Valuation (Millions)	\$15.927	\$13.623	\$12.913	\$13.738
5	FY    All Other Taxable Valuation (Millions)	\$1,692.066	\$1,749.397	\$1,801.919	\$1,855.917
6	FY    Statewide Vehicle Valuation (Millions)	\$2,645.436	\$2,776.294	\$2,896.293	\$3,005.822
7	Consumption Tax				
8	FY    Liquor Unit Sales (Millions)	\$4.868	\$4.771	\$4.675	\$4.582
9	FY    Wine Unit Sales (Millions)	0.000	0.000	0.000	0.000
10	FY    Liquor Cost Per Unit	\$10.060	\$10.359	\$10.712	\$11.090
11	FY    Wine Cost Per Unit	\$10.917	\$0.000	\$0.000	\$0.000
12	FY    Liquor Net Sales (Millions)	\$38.672	\$38.612	\$39.139	\$39.717
13	FY    Liquor Operations Budget (Millions)	\$7.058	\$7.058	\$6.232	\$6.356
14	FY    Beer Barrels (Millions)	0.755	0.766	0.773	0.773
15	FY    Wine Liters (Millions)	4.746	4.578	4.416	4.259
16	FY    Cigarette Packs (Millions)	70.757	69.800	68.936	68.407
17	FY    Tobacco Value (Millions)	\$10.631	\$11.443	\$12.306	\$13.225
18	FY    Gallons of Gasoline (Millions)	476.695	479.951	484.706	488.502
19	FY    Gallons of Diesel (Millions)	162.110	165.760	170.915	176.335
20	FY    Video Machine Net Income (Millions)	\$199.524	\$219.830	\$239.887	\$262.852
21	FY    Total Lottery Sales (Millions)	\$37.483	\$38.169	\$38.867	\$39.575

1		CY/FY	CY/FY	CY/FY	CY/FY
2	<u>Year</u> <u>Assumption</u>	<u>1994</u>	<u>1995</u>	<u>1996</u>	<u>1997</u>
3	FY    Insurance Premiums Growth (Percent Change)	7.74%	4.00%	4.00%	4.00%
4	FY    Insurance Premiums Tax Credit (Millions)	\$4.053	\$3.007	\$2.463	\$2.463
5	FY    Police & Firefighter Retirement (Millions)	\$8.752	\$9.430	\$10.420	\$11.014
6	CY    Telephone Taxable Income (Millions)	\$224.112	\$226.802	\$229.523	\$232.966
7	CY    Kilowatt-Hours Produced (Millions)	21,730.433	21,995.656	22,451.941	22,535.002
8	Other				
9	FY    Medicaid Reimbursements (Millions)	\$12.728	\$13.120	\$14.065	\$14.507
10	FY    MDC Debt Service (Millions)	\$0.000	\$0.000	(\$0.477)	(\$1.089)

Current Law

General Fund Revenue Estimates

(In Millions)

14		Estimated	Estimated	Estimated
15	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
16	Individual Income Tax	\$338.062	\$358.453	\$374.788
17	Corporation License Tax	59.303	62.477	66.079
18	Coal Severance Tax	6.883	6.903	6.519
19	Oil Severance Tax	10.984	10.632	10.827
20	Interest on Investments	14.884	15.591	15.668
21	Long-Range Bond Excess	48.612	50.910	52.909

	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			



1		Estimated	Estimated	Estimated
2	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
3	Grand Total	\$642.221	\$664.839	\$690.523
4				
	Current Law			
5	State Equalization Aid Account Revenue Estimates			
6	(In Millions)			
7		Estimated	Estimated	Estimated
8	<u>Source of Revenue</u>	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
9	State Revenue			
10	Individual Income Tax	\$0.000	\$0.000	\$0.000
11	Corporation License Tax	0.000	0.000	0.000
12	Coal Severance Tax	5.098	5.114	4.829
13	Coal Tax Trust Interest	6.271	6.270	6.332
14	Interest & Income	40.796	39.755	41.515
15	US Oil & Gas Royalties	23.165	23.787	23.209
16	Education Trust Interest	0.166	0.106	0.069
17	State Equalization Aid Account Interest	0.095	0.095	0.095
18	County Revenue	127.231	129.349	132.659
19	Statewide 40 Mills	79.792	82.078	84.469
20	Lottery	8.678	8.842	9.005
21	Miscellaneous	1.000	0.345	0.179

	Estimated	Estimated	Estimated
	<u>FY 1995</u>	<u>FY 1996</u>	<u>FY 1997</u>
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			

-END-