

HOUSE JOINT RESOLUTION NO. 2

INTRODUCED BY R. HOLLANDSWORTH

BY REQUEST OF THE REVENUE AND TRANSPORTATION INTERIM COMMITTEE

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A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA ESTABLISHING AN OFFICIAL ESTIMATE OF THE STATE'S GENERAL FUND REVENUE FOR FISCAL YEAR 2011 AND EACH FISCAL YEAR OF THE 2012-2013 BIENNIUM FOR THE PURPOSE OF ACHIEVING A BALANCED BUDGET AS REQUIRED BY ARTICLE VIII, SECTION 9, OF THE MONTANA CONSTITUTION; ACCEPTING A PRELIMINARY THE JUNE 30, 2010, ~~UNRESERVED~~ UNASSIGNED GENERAL FUND BALANCE THAT WAS ESTABLISHED BASED ON GENERALLY ACCEPTED ACCOUNTING PRINCIPLES; ESTABLISHING OFFICIAL ESTIMATES OF CERTAIN NONGENERAL FUND REVENUE; AND REQUESTING THAT THE GOVERNOR'S OFFICE OF BUDGET AND PROGRAM PLANNING USE THE REVENUE ESTIMATES CONTAINED IN THIS RESOLUTION AS OFFICIAL REVENUE ESTIMATES FOR FISCAL YEARS 2011, 2012, AND 2013.

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 5-5-227(2), MCA, requires the Revenue and Transportation Interim Committee to estimate the amount of revenue projected to be available for legislative appropriation and to introduce a resolution setting forth the Committee's current revenue estimate; and

WHEREAS, section 5-5-227(3), MCA, expresses the Legislature's intent that its revenue estimates and the underlying assumptions used to derive those estimates be used by all agencies in the development of fiscal notes; and

WHEREAS, the Revenue and Transportation Interim Committee obtained the assistance of the Legislative Fiscal Analyst in the development of



1 the revenue estimates; and

2 WHEREAS, the Revenue and Transportation Interim Committee also obtained the assistance of Executive Branch agencies in the development
3 of the revenue estimates; and

4 WHEREAS, the Revenue and Transportation Interim Committee has adopted revenue estimates and the underlying assumptions used to derive
5 those estimates for the general fund and for specific nongeneral fund sources that are significant in the development of the state budget for fiscal year 2011
6 and the 2012-2013 biennium; and

7 WHEREAS, section 5-5-227(3), MCA, provides that the Revenue and Transportation Interim Committee's estimate, as introduced in the Legislature,
8 constitutes the Legislature's current revenue estimate until amended or until final adoption of the estimate by both houses; and

9 WHEREAS, the amount of estimated revenue and the general fund balance affects policy decisions of the Executive Branch and the Legislative
10 Branch; and

11 WHEREAS, the revenue estimates and the underlying assumptions contained in this resolution provide the basis for a comprehensive analysis
12 of the state's revenue condition.

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

15 That the state general fund revenue for fiscal years 2011, 2012, and 2013 be estimated to be ~~\$1,672,133,000~~ \$1,691,626,000, ~~\$1,753,767,000~~
16 \$1,771,606,000, and ~~\$1,825,963,000~~ \$1,852,134,000, respectively.

17 BE IT FURTHER RESOLVED, that the Legislature accept for budget purposes the ~~preliminary unreserved~~ UNASSIGNED fiscal year 2010 fund
18 balance of ~~\$314,881,000~~ \$239,047,408 for the general fund, prepared according to generally accepted accounting principles.

19 BE IT FURTHER RESOLVED, that the Governor's Office of Budget and Program Planning use the revenue estimates and the underlying
20 assumptions contained in this resolution as the official revenue estimates for fiscal years 2011, 2012, and 2013.

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GENERAL FUND REVENUE



1	Insurance Tax and License Fees	54.892	54.587	57.500	60.789
2			<u>55.445</u>	<u>57.866</u>	<u>61.073</u>
3	Video Gambling Tax	52.396	55.340	57.562	60.199
4			<u>49.333</u>	<u>51.276</u>	<u>52.976</u>
5	Coal Trust Interest	26.914	26.512	27.065	27.418
6			<u>26.514</u>	<u>27.077</u>	<u>27.432</u>
7	U.S. Mineral Royalty	30.288	29.674	29.714	28.876
8			<u>31.136</u>	<u>29.400</u>	<u>27.446</u>
9	All Other Revenue	35.360	28.883	27.394	28.077
10			<u>29.848</u>	<u>27.425</u>	<u>27.997</u>
11	Cigarette Tax	32.218	31.029	30.883	29.913
12			<u>31.554</u>	<u>31.585</u>	<u>30.416</u>
13	Tobacco Settlement	3.469	3.565	3.564	3.559
14	Treasury Cash Account Interest	2.692	4.666	6.173	47.398
15			<u>2.215</u>	<u>6.717</u>	<u>17.716</u>
16	Telecommunications Excise Tax	23.523	21.772	21.759	21.887
17	Motor Vehicle Fee	14.377	14.815	14.758	14.811
18			<u>14.812</u>	<u>14.773</u>	<u>14.832</u>
19	Public Institution Reimbursements	22.000	17.555	17.172	17.374
20	3% Accommodations Sales Tax	12.331	12.852	13.515	14.014
21			<u>13.209</u>	<u>13.952</u>	<u>14.544</u>

1	Coal Severance Tax	10.322	14.848	13.300	13.552
2			<u>12.494</u>	<u>12.257</u>	<u>12.465</u>
3	Liquor Excise and License Tax	15.626	16.104	16.778	17.487
4			<u>16.151</u>	<u>16.872</u>	<u>17.578</u>
5	Investment License Fee	6.225	6.008	6.496	6.740
6			<u>6.375</u>	<u>6.838</u>	<u>7.097</u>
7	Lottery Profits	10.631	12.327	11.916	12.640
8			<u>11.036</u>	<u>10.938</u>	<u>11.778</u>
9	Liquor Profits	9.000	9.511	9.727	10.008
10			<u>9.499</u>	<u>9.702</u>	<u>9.982</u>
11	Nursing Facilities Fee	5.300	5.039	4.929	4.820
12			<u>4.984</u>	<u>4.876</u>	<u>4.768</u>
13	Electrical Energy Tax	4.713	4.452	4.480	4.535
14	Metalliferous Mines Tax	6.541	6.481	7.437	7.753
15			<u>8.931</u>	<u>10.037</u>	<u>10.373</u>
16	Highway Patrol Fines	4.646	4.666	4.685	4.704
17	Public Contractors Tax	6.969	6.477	5.716	5.705
18			<u>7.262</u>		
19	Wholesale Energy Transaction Tax	3.556	3.657	3.738	3.818
20	Tobacco Products Tax	5.334	5.680	6.018	6.380
21				<u>6.016</u>	<u>6.378</u>

1	Driver's License Fee	4.156	3.564	4.166	3.612
2			<u>3.567</u>	<u>4.173</u>	<u>3.623</u>
3	4% Rental Car Sales Tax	2.807	2.999	3.175	3.288
4			<u>3.118</u>	<u>3.326</u>	<u>3.475</u>
5	Railroad Car Tax	2.579	2.031	2.096	2.155
6				<u>2.095</u>	<u>2.217</u>
7	Wine Tax	1.933	2.098	2.191	2.286
8			<u>2.058</u>	<u>2.131</u>	<u>2.204</u>
9	Beer Tax	3.032	3.142	3.185	3.230
10			<u>3.157</u>	<u>3.239</u>	<u>3.302</u>
11	Estate Tax	0.091	0.005	0.000	0.000
12	Total General Fund	\$1,627.145	\$1,672.133	\$1,753.767	\$1,825.963
13			<u>\$1,691.626</u>	<u>\$1,771.606</u>	<u>\$1,852.134</u>

SIGNIFICANT ASSUMPTIONS FOR GENERAL FUND REVENUE ESTIMATES

Revenue and Transportation Interim Committee

16	Year Assumption	2010	2011	2012	2013
17	Individual Income Tax				
18	FY Income Tax Audit Collections (Millions)	\$35.293	\$30.832	\$33.254	\$35.526
19				<u>\$33.434</u>	<u>\$35.823</u>
20	CY Taxpayer Population (Percent Change)	(0.58%)	0.38%	1.30%	1.17%
21		<u>(0.28%)</u>	<u>0.54%</u>	<u>1.23%</u>	<u>1.35%</u>



1	<u>Income Indicators</u>					
2	CY	Wage and Salary Income (Percent Change)	2.30%	3.57%	4.33%	4.10%
3			<u>2.24%</u>	<u>3.92%</u>	<u>4.93%</u>	<u>4.60%</u>
4	CY	Net Farm Income (Percent Change)	(10.02%)	(4.50%)	3.08%	3.52%
5			<u>(15.25%)</u>	<u>(1.69%)</u>	<u>4.24%</u>	<u>5.52%</u>
6	CY	Interest Income (Percent Change)	(17.33%)	(3.52%)	4.83%	20.34%
7			<u>(17.29%)</u>	<u>(0.95%)</u>	<u>5.91%</u>	<u>20.51%</u>
8	CY	Dividend Income (Percent Change)	(0.96%)	26.81%	2.49%	2.71%
9				<u>28.26%</u>	<u>(6.04%)</u>	<u>0.20%</u>
10	CY	Rent, Royalty, and Partnership Income (Percent Change)	3.76%	3.60%	3.43%	3.47%
11			<u>2.22%</u>	<u>3.79%</u>	<u>3.47%</u>	<u>4.00%</u>
12	CY	Net Business Income (Percent Change)	(2.67%)	3.73%	4.29%	2.35%
13			<u>(3.65%)</u>	<u>5.49%</u>	<u>4.11%</u>	<u>2.46%</u>
14	CY	Capital Gains and Losses (Percent Change)	17.77%	33.47%	35.25%	11.42%
15			<u>20.09%</u>	<u>38.15%</u>	<u>28.99%</u>	<u>11.55%</u>
16	CY	Supplemental Gains (Percent Change)	(9.15%)	(8.10%)	(4.72%)	(3.51%)
17			<u>(11.56%)</u>	<u>(12.56%)</u>	<u>(10.41%)</u>	<u>(5.59%)</u>
18	CY	Social Security Income (Percent Change)	10.10%	4.73%	2.23%	3.34%
19			<u>9.58%</u>	<u>3.90%</u>	<u>2.68%</u>	<u>4.93%</u>
20	CY	IRA Income (Percent Change)	8.47%	5.83%	7.48%	6.81%
21			<u>9.19%</u>	<u>9.85%</u>	<u>6.88%</u>	<u>6.99%</u>

1	CY	Pension Income (Percent Change)	4.72%	5.63%	6.29%	6.29%
2			<u>4.68%</u>	<u>6.04%</u>	<u>6.46%</u>	<u>6.62%</u>
3	CY	Other Income (Percent Change)	150.60%	42.53%	(7.05%)	(7.64%)
4			<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>	<u>0.00%</u>
5	CY	Bond Interest (Percent Change)	8.57%	6.02%	(7.01%)	(18.84%)
6			<u>5.95%</u>	<u>(14.67%)</u>	<u>(2.64%)</u>	<u>5.63%</u>
7	CY	Federal Income Tax Refunds (Percent Change)	(2.05%)	(2.05%)	(2.05%)	(2.05%)
8			<u>(2.04%)</u>	<u>(2.04%)</u>	<u>(2.04%)</u>	<u>(2.04%)</u>
9	CY	Other Additions to Income (Percent Change)	0.29%	0.24%	0.25%	0.27%
10	CY	IRA Reduction (Percent Change)	4.91%	0.86%	0.90%	0.93%
11	CY	Reductions to Income (Percent Change)	13.96%	17.33%	6.51%	7.01%
12			<u>13.99%</u>	<u>17.72%</u>	<u>6.34%</u>	<u>6.83%</u>
13	CY	Other Reductions to Income	7.28%	6.57%	6.83%	7.10%
14		<u>Deductions From Income</u>				
15	CY	Medical Premiums (Percent Change)	6.61%	6.61%	6.61%	6.61%
16	CY	Medical Deductions (Percent Change)	6.26%	6.26%	6.26%	6.26%
17	CY	Real Estate Tax (Percent Change)	5.07%	5.07%	5.07%	5.07%
18	CY	Other Taxes (Percent Change)	2.60%	2.61%	2.62%	2.63%
19			<u>2.61%</u>	<u>2.62%</u>	<u>2.63%</u>	
20	CY	Home Mortgage (Percent Change)	6.22%	6.22%	6.22%	6.22%
21	CY	Contributions (Percent Change)	7.85%	8.07%	8.27%	8.45%

1		<u>7.86%</u>	<u>8.08%</u>	<u>8.28%</u>	<u>8.46%</u>
2	CY Gambling Losses (Percent Change)	10.02%	10.02%	10.02%	10.02%
3	FY Bonus Depreciation (Millions)	(\$1.788)	(\$0.396)	\$0.942	\$0.639
4			<u>(\$2.393)</u>	<u>(\$1.177)</u>	<u>\$0.660</u>
5	CY Homeowner and Renter Credit (Millions)	\$10.316	\$10.316	\$10.316	\$10.316
6	CY All Other Credits (Percent Change)	3.73%	6.92%	7.72%	5.25%
7		<u>(5.37%)</u>	<u>7.63%</u>	<u>7.80%</u>	<u>5.90%</u>
8	<u>Other Individual Income Tax Assumptions</u>				
9	CY All Filers Liability (Millions)	\$702.704	\$737.642	\$786.729	\$825.349
10		<u>\$704.328</u>	<u>\$743.907</u>	<u>\$793.236</u>	<u>\$837.377</u>
11	CY Current Calendar Year to Fiscal Year Conversion	50.0%	50.0%	50.0%	50.0%
12	CY Previous Calendar Year to Fiscal Year Conversion	50.0%	50.0%	50.0%	50.0%
13	FY Fiscal Year 2010 Adjusted Base (Millions)	\$672.043			
14		<u>\$693.689</u>			
15	Property Taxes: Taxable Value for Statewide General Fund				
16	Mill Levies and Other Property Tax Indicators				
17	<u>Taxable Value--40-Mill and 55-Mill Levies</u>				
18	FY Property Class One (Millions)	\$4.002	\$3.181	\$3.232	\$3.283
19				<u>\$3.233</u>	<u>\$3.313</u>
20	FY Property Class Two (Millions)	\$23.837	\$18.291	\$17.312	\$20.694
21				<u>\$24.142</u>	<u>\$28.234</u>

1	FY	Property Class Three (Millions)	\$161.073	\$153.566	\$149.266	\$145.087
2	FY	Property Class Four (Millions)	\$1,368.081	\$1,396.074	\$1,441.370	\$1,488.167
3	FY	Property Class Five (Millions)	\$37.502	\$38.994	\$42.114	\$43.798
4	FY	Property Class Seven (Millions)	\$1.266	\$1.298	\$1.349	\$1.402
5	FY	Property Class Eight (Millions)	\$169.606	\$182.310	\$195.965	\$205.763
6	FY	Property Class Nine (Millions)	\$254.253	\$280.633	\$292.139	\$311.712
7	FY	Property Class Ten (Millions)	\$6.988	\$6.519	\$6.388	\$6.260
8	FY	Property Class Twelve (Millions)	\$46.901	\$51.836	\$52.950	\$53.602
9	FY	Property Class Thirteen (Millions)	\$154.314	\$174.430	\$181.407	\$188.663
10	FY	Total Taxable Value 55-Mill and 40-Mill (Millions)	\$2,226.295	\$2,283.076	\$2,365.815	\$2,457.944
11					<u>\$2,372.646</u>	<u>\$2,465.514</u>
12		<u>Other Property Tax Indicators</u>				
13	FY	Tax Increment Finance Value (Millions)	\$32.014	\$41.946	\$40.934	\$40.721
14	FY	Property Tax Abatement Value (Millions)	\$23.706	\$27.058	\$28.020	\$29.049
15	FY	Taxable Value in 1.5-Mill Vo-Tech Counties (Millions)	\$759.598	\$778.415	\$807.082	\$837.771
16		<u>Property Tax Nonlevy Revenue</u>				
17	FY	40-Mill Nonlevy Revenue (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
18	FY	40-Mill Adjustments (Millions)	(\$1.562)	\$0.000	\$0.000	\$0.000
19	FY	55-Mill Nonlevy Revenue (Millions)	\$12.938	\$12.207	\$13.028	\$9.280
20	FY	55-Mill Adjustments (Millions)	(\$2.148)	\$0.000	\$0.000	\$0.000
21	FY	1.5-Mill Nonlevy Revenue (Millions)	\$0.000	\$0.000	\$0.000	\$0.000

1	FY	1.5-Mill Adjustments (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
2		Vehicle Tax				
3	FY	Large Trucks Growth Rate (Percent Change)	(3.14%)	3.05%	(0.38%)	0.36%
4				<u>3.03%</u>	<u>(0.27%)</u>	<u>0.41%</u>
5	FY	Motor Home Growth Rate (Percent Change)	8.47%	3.05%	(0.38%)	0.36%
6				<u>3.03%</u>	<u>(0.27%)</u>	<u>0.41%</u>
7	FY	Light Vehicle Growth Rate (Percent Change)	(0.06%)	3.05%	(0.38%)	0.36%
8				<u>3.03%</u>	<u>(0.27%)</u>	<u>0.41%</u>
9	FY	Boat and Snowmobile Growth Rate (Percent Change)	0.66%	3.05%	(0.38%)	0.36%
10				<u>3.03%</u>	<u>(0.27%)</u>	<u>0.41%</u>
11		Corporation License Tax				
12	FY	U.S. Profits (Billions)	\$1,619.675	\$1,777.134	\$1,860.247	\$1,879.837
13				<u>\$1,745.770</u>	<u>\$1,647.218</u>	<u>\$1,836.176</u>
14		<u>Percent Change in Tax Liability by Industrial Sector</u>				
15	CY	Box Stores	1.86%	1.88%	2.53%	2.21%
16	CY	Financial Corporations	3.10%	2.88%	3.24%	2.93%
17	CY	Food Production and Transportation	1.86%	1.88%	2.53%	2.21%
18	CY	Health and Pharmaceuticals	3.16%	2.94%	3.46%	2.75%
19	CY	Minimum-Payment Corporations	0.00%	0.00%	0.00%	0.00%
20	CY	Mining	(5.35%)	19.54%	10.75%	(1.63%)
21	CY	Oil and Natural Gas	25.39%	6.63%	7.97%	4.32%

1	CY	Railroads	23.97%	(19.84%)	2.97%	3.40%
2	CY	Montana Corporations	3.10%	2.88%	3.24%	2.93%
3	CY	Telecommunications	(3.58%)	(0.61%)	0.43%	0.58%
4	CY	Forest Products	0.00%	0.00%	0.00%	0.00%
5	CY	Energy	(9.02%)	5.73%	0.62%	1.22%
6	CY	All Other	(1.24%)	34.45%	3.02%	3.26%
7	CY	Current Calendar Year to Fiscal Year Conversion	42.0%	42.0%	42.0%	42.0%
8	CY	First Calendar Year Before Current Calendar Year to Fiscal Year Conversion				
9			53.0%	53.0%	53.0%	53.0%
10	CY	Second Calendar Year Before Current Calendar Year to Fiscal Year Conversion				
11			5%	5%	5%	5%
12	FY	Bonus Depreciation (Millions)	(\$3.620)	\$0.708	\$0.968	\$1.410
13				<u>(\$7.279)</u>	<u>(\$7.509)</u>	<u>\$1.494</u>
14		Insurance Premiums Tax and License Fees				
15	FY	General Fund Fee Revenue (Millions)	\$0.241	\$0.241	\$0.241	\$0.241
16	FY	Genetics Fee (Millions)	\$1.135	\$1.135	\$1.135	\$1.135
17	FY	Premiums Tax (Millions)	\$66.859	\$66.972	\$70.525	\$74.524
18				<u>\$67.988</u>	<u>\$70.958</u>	<u>\$74.859</u>
19	FY	Offsets (Millions)	\$2.079	\$2.100	\$2.200	\$2.300
20	FY	Refunds (Millions)	\$0.252	\$0.200	\$0.200	\$0.200
21		Video Gambling Tax				

1	FY	Video Machine Net Income (Millions)	\$349.307	\$368.927	\$383.744	\$401.321
2				<u>\$328.887</u>	<u>\$341.843</u>	<u>\$353.172</u>
3		Motor Vehicle Fee--General Fund Allocations				
4	FY	Motor Vehicle Registration Fee (Millions)	\$8.826	\$9.095	\$9.060	\$9.093
5				<u>\$9.094</u>	<u>\$9.069</u>	<u>\$9.106</u>
6	FY	Recording of Liens Fee (Millions)	\$0.540	\$0.562	\$0.560	\$0.562
7						<u>\$0.563</u>
8	FY	Title Fee (Millions)	\$2.156	\$2.221	\$2.213	\$2.224
9					<u>\$2.215</u>	<u>\$2.224</u>
10	FY	Personal License Plate Fee (Millions)	\$1.233	\$1.270	\$1.265	\$1.270
11					<u>\$1.267</u>	<u>\$1.272</u>
12	FY	New License Plate Fee (Millions)	\$0.660	\$0.680	\$0.678	\$0.680
13						<u>\$0.681</u>
14	FY	Other Fees (Millions)	\$0.772	\$0.795	\$0.792	\$0.795
15					<u>\$0.793</u>	<u>\$0.796</u>
16		U.S. Mineral Royalty				
17	CY	Oil Production (Millions of Barrels)	3.175	2.895	2.639	2.406
18				<u>2.833</u>	<u>2.554</u>	<u>2.304</u>
19	CY	Coal Production (Millions of Tons)	25.619	25.374	23.500	20.831
20	CY	Natural Gas Production (MMCF)	26.618	26.049	25.492	24.948
21				<u>16.676</u>	<u>13.058</u>	<u>10.224</u>

1	CY	Oil Price (Per Barrel)	\$64.027	\$66.686	\$72.904	\$76.391
2				<u>\$80.358</u>	<u>\$80.466</u>	<u>\$86.742</u>
3	CY	Coal Price (Per Ton)	\$14.394	\$15.148	\$15.669	\$16.118
4				<u>\$15.227</u>	<u>\$15.750</u>	<u>\$16.202</u>
5	CY	Natural Gas Price (Per MCF)	\$2.292	\$2.026	\$2.533	\$2.874
6				<u>\$3.045</u>	<u>\$3.149</u>	<u>\$3.790</u>
7	CY	Oil Royalty Rate (Percent)	10.56%	10.56%	10.56%	10.56%
8				<u>10.81%</u>	<u>10.81%</u>	<u>10.81%</u>
9	CY	Coal Royalty Rate (Percent)	12.00%	12.00%	12.00%	12.00%
10				<u>11.62%</u>	<u>11.62%</u>	<u>11.62%</u>
11	CY	Natural Gas Royalty Rate (Percent)	11.02%	11.02%	11.02%	11.02%
12				<u>11.03%</u>	<u>11.03%</u>	<u>11.03%</u>
13	CY	Other Royalties (Millions)	\$2.563	\$2.482	\$3.405	\$4.242
14				<u>\$1.712</u>	<u>\$1.594</u>	<u>\$1.560</u>
15	CY	Rent and Bonus (Millions)	\$8.036	\$8.036	\$8.036	\$8.036
16				<u>\$8.015</u>	<u>\$8.015</u>	<u>\$8.015</u>
17		Telecommunications Excise Tax				
18	FY	Taxable Gross Receipts (Millions)	\$563.234	\$559.804	\$562.230	\$565.491
19		Tobacco Settlement				
20	FY	Volume Change (Percent Change)	(10.35%)	(2.98%)	(3.07%)	(3.17%)
21	FY	Cumulative Volume Change (Percent Change)	(43.43%)	(45.11%)	(46.80%)	(48.48%)

1	FY	CPI Change (Percent Change)	3.00%	3.00%	3.00%	3.00%
2	FY	Cumulative CPI Change (Percent Change)	41.32%	45.56%	49.92%	54.42%
3	FY	Subsequent Manufacturers' Payment (Millions)	\$516.812	\$517.020	\$516.774	\$516.048
4	FY	Nonparticipating Manufacturers' Adjustment (Millions)	(\$3.038)	(\$3.199)	(\$3.198)	(\$3.193)
5	Public Institution Reimbursements					
6	FY	Private Payments (Millions)	\$2.525	\$2.685	\$2.708	\$2.709
7	FY	Insurance Payments (Millions)	\$0.661	\$0.606	\$0.608	\$0.606
8	FY	Medicaid Payments (Millions)	\$12.030	\$11.645	\$11.116	\$11.232
9	FY	Medicare Payments (Millions)	\$6.177	\$4.786	\$4.799	\$4.786
10	FY	Debt Service MT Developmental Center (Millions)	(\$0.989)	(\$1.016)	(\$1.014)	(\$1.014)
11	FY	Debt Service MT State Hospital (Millions)	(\$1.691)	(\$1.913)	(\$1.909)	(\$1.908)
12	Estate Tax					
13	FY	Annual Change in Tax (Percent Change)	(58.29%)	(94.09%)	(100.00%)	0.00%
14	Oil Production Tax					
15	CY	Oil Production (Million Barrels)	26.228	23.596	20.964	18.332
16				<u>23.598</u>	<u>20.966</u>	<u>18.334</u>
17	CY	Montana Oil Price (Weighted Price/Barrel)	\$68.220	\$72.738	\$78.534	\$81.927
18				<u>\$81.975</u>	<u>\$83.819</u>	<u>\$87.212</u>
19	CY	Effective Tax Rate (Percent)	10.09%	10.10%	10.09%	10.09%
20				<u>10.09%</u>	<u>10.10%</u>	<u>10.10%</u>
21	Natural Gas Production Tax					

1	CY	Natural Gas Production (MMCF)	112.504	109.683	106.862	104.041
2				<u>106.743</u>	<u>103.997</u>	<u>101.252</u>
3	CY	Montana Natural Gas Price (Weighted Price/MCF)	\$3.762	\$3.432	\$4.421	\$4.725
4				<u>\$3.105</u>	<u>\$3.386</u>	<u>\$3.837</u>
5	CY	Effective Tax Rate (Percent)	9.83%	9.85%	9.86%	9.84%
6				<u>9.95%</u>	<u>9.94%</u>	<u>9.95%</u>
7		Treasury Cash Account Interest				
8	FY	TCA Average Balance (Millions)	\$725.341	\$666.585	\$674.810	\$684.333
9				<u>\$732.458</u>	<u>\$656.948</u>	<u>\$666.614</u>
10	FY	TCA Average Yield (Percent)	0.37%	0.25%	0.92%	2.54%
11				<u>0.30%</u>	<u>1.02%</u>	<u>2.66%</u>
12	FY	TRANS Issue Size (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
13		Liquor Excise and License Tax				
14	FY	Gross Sales (Millions)	\$81.535	\$84.386	\$87.887	\$91.584
15				<u>\$84.622</u>	<u>\$88.370</u>	<u>\$92.054</u>
16	FY	Tribal Distributions (Millions)	\$0.314	\$0.308	\$0.318	\$0.329
17					<u>\$0.316</u>	<u>\$0.327</u>
18		Coal Severance Tax				
19	CY	Severance Tax Coal Production (Million Tons)	39.611	40.808	42.592	41.785
20	CY	Montana Contract Sales Price (Weighted CSP/Ton)	\$10.082	\$10.557	\$10.877	\$11.183
21		Cigarette Tax				

1	FY	Cigarette Packs (Millions)	46.171	44.632	43.216	41.845
2				<u>45.285</u>	<u>44.179</u>	<u>42.524</u>
3	FY	Effective Tax Rate Per Pack (Dollars)	\$1.70	\$1.70	\$1.70	\$1.70
4	FY	Tribal Distribution (Millions)	\$3.682	\$3.659	\$3.506	\$3.372
5					<u>\$3.658</u>	<u>\$3.490</u>
6		Lottery Profits				
7	FY	Total Lottery Sales (Millions)	\$45.193	\$47.261	\$48.808	\$50.387
8				<u>\$44.038</u>	<u>\$46.347</u>	<u>\$48.225</u>
9	FY	Lottery Interest Earnings (Millions)	\$0.017	\$0.022	\$0.086	\$0.255
10				<u>\$0.020</u>	<u>\$0.084</u>	<u>\$0.242</u>
11	FY	Other Revenue (Millions)	\$0.021	\$0.021	\$0.021	\$0.021
12	FY	Lottery Operating Budget (Millions)	\$7.003	\$6.612	\$7.539	\$7.438
13	FY	Lottery Prizes and Commissions (Millions)	\$27.597	\$28.366	\$29.460	\$30.584
14				<u>\$26.431</u>	<u>\$27.974</u>	<u>\$29.272</u>
15		Nursing Facilities Fee				
16	FY	Bed Days (Millions)	1.794	1.707	1.666	1.626
17	FY	Intermediate Care Revenue (Millions)	\$15.233	\$15.441	\$15.652	\$15.866
18		Liquor Profits				
19	FY	Gross Liquor Sales (Millions)	\$102.734	\$106.326	\$110.737	\$115.396
20				<u>\$106.624</u>	<u>\$111.346</u>	<u>\$115.988</u>
21	FY	Cost of Goods Sold (Millions)	\$57.881	\$60.027	\$62.687	\$65.527

1				<u>\$60.238</u>	<u>\$63.121</u>	<u>\$65.949</u>
2	FY	Liquor Discounts and Commissions (Millions)	\$12.617	\$13.058	\$13.600	\$14.172
3				<u>\$13.094</u>	<u>\$13.674</u>	<u>\$14.244</u>
4	FY	Liquor Operating Costs (Millions)	\$1.796	\$1.780	\$1.863	\$1.867
5	FY	Other Income (Millions)	(\$0.010)	(\$0.010)	(\$0.010)	(\$0.010)
6		Investment License Fee				
7	FY	License Registration (Percent Change)	(3.66%)	(3.47%)	0.00%	0.00%
8				<u>(2.41%)</u>		
9	FY	Portfolio Growth (Percent Change)	2.53%	(0.56%)	0.00%	0.00%
10				<u>(1.39%)</u>		
11	FY	Expense Growth (Percent Change)	53.29%	10.56%	4.65%	(0.45%)
12				<u>18.80%</u>	<u>(2.61%)</u>	
13		Electrical Energy Tax				
14	FY	Kilowatt Hours Produced (Millions)	21,051.771	22,258.670	22,396.437	22,669.549
15		Highway Patrol Fines				
16	FY	Highway Patrol Fines (Percent Change)	11.16%	0.41%	0.41%	0.41%
17		Metalliferous Mines Tax				
18	CY	Copper Production (Million lb)		Not disclosed, confidential information		
19	CY	Silver Production (Million oz)		Not disclosed, confidential information		
20	CY	Gold Production (Million oz)		Not disclosed, confidential information		
21	CY	Lead Production (Million lb)		Not disclosed, confidential information		

1	CY	Zinc Production (Million lb)					Not disclosed, confidential information
2	CY	Molybdenum Production (Million lb)					Not disclosed, confidential information
3	CY	Palladium Production (Million oz)					Not disclosed, confidential information
4	CY	Platinum Production (Million oz)					Not disclosed, confidential information
5	CY	Nickel Production (Million lb)					Not disclosed, confidential information
6	CY	Rhodium Production (Million oz)					Not disclosed, confidential information
7	CY	Sapphire Production (Million oz)					Not disclosed, confidential information
8	CY	Copper Sulfide Production (Million lb)					Not disclosed, confidential information
9	CY	Copper Price (Per lb)					Not disclosed, confidential information
10	CY	Silver Price (Per oz)					Not disclosed, confidential information
11	CY	Gold Price (Per oz)					Not disclosed, confidential information
12	CY	Lead Price (Per lb)					Not disclosed, confidential information
13	CY	Zinc Price (Per lb)					Not disclosed, confidential information
14	CY	Molybdenum Price (Per lb)					Not disclosed, confidential information
15	CY	Palladium Price (Per oz)					Not disclosed, confidential information
16	CY	Platinum Price (Per oz)					Not disclosed, confidential information
17	CY	Nickel Price (Per lb)					Not disclosed, confidential information
18	CY	Rhodium Price (Per oz)					Not disclosed, confidential information
19	CY	Sapphire Price (Per oz)					Not disclosed, confidential information
20	CY	Copper Sulfide Price (Per lb)					Not disclosed, confidential information
21	CY	Effective Tax Rate (Percent)		1.72%	1.72%	1.72%	1.72%

1	Public Contractors Tax				
2	FY Tax Before Credits (Millions)	\$8.882	\$8.255	\$7.285	\$7.271
3			<u>\$9.255</u>		
4	FY Credits and Refunds (Millions)	\$1.913	\$1.778	\$1.569	\$1.566
5			<u>\$1.993</u>		
6	Wholesale Energy Transaction Tax				
7	FY Kilowatt Hours (Millions)	24,409.287	25,132.339	25,688.829	26,236.773
8	FY Credits for Taxes Paid (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
9	Beer Tax				
10	FY Beer Barrels (Millions)	0.964	0.997	1.014	1.025
11			<u>1.002</u>	<u>1.028</u>	<u>1.048</u>
12	FY Tribal Distribution (Millions)	\$0.063	\$0.060	\$0.062	\$0.062
13					<u>\$0.063</u>
14	FY Effective Tax Rate (Percent)	4.18%	4.18%	4.18%	4.18%
15	Driver's License Fees				
16	FY Driver's License Fees (Millions)	\$3.315	\$2.826	\$3.370	\$2.872
17			<u>\$2.831</u>	<u>\$3.375</u>	<u>\$2.881</u>
18	FY Duplicate License Fees (Millions)	\$0.278	\$0.237	\$0.283	\$0.244
19			<u>\$0.238</u>		<u>\$0.242</u>
20	FY Motorcycle Endorsement Fees (Millions)	\$0.018	\$0.013	\$0.018	\$0.013
21	FY Commercial Vehicle Endorsement (Millions)	\$0.430	\$0.430	\$0.430	\$0.430

1	Tobacco Tax				
2	FY Value of Tobacco Products (Millions)	\$6.958	\$7.679	\$8.475	\$9.354
3	FY Snuff Ounces (Millions)	9.461	9.830	40.210	40.603
4			<u>9.829</u>	<u>10.208</u>	<u>10.599</u>
5	FY Tribal Distribution (Millions)	\$0.541	\$0.532	\$0.561	\$0.590
6	Railroad Car Tax				
7	CY Total MT Market Value of Fleets (Millions)	\$144.031	\$115.455	\$118.886	\$122.929
8				<u>\$118.862</u>	<u>\$126.532</u>
9	CY Taxable Value Rate (Percent)	3.45%	3.40%	3.38%	3.33%
10	CY 95% of Industrial and Commercial Mill Levy	524.810	517.310	521.500	526.300
11	Wine Tax				
12	FY Wine Liters (Millions)	10.580	11.464	11.983	12.502
13			<u>11.247</u>	<u>11.651</u>	<u>12.050</u>
14	FY Tribal Distribution (Millions)	\$0.039	\$0.038	\$0.041	\$0.043
15				<u>\$0.040</u>	<u>\$0.041</u>

16 SELECTED NONGENERAL FUND REVENUE

17 The estimates for selected nongeneral fund revenue for fiscal year 2011 and the 2012-2013 biennium are based on the assumption of a continuation
 18 of Montana law as it existed on January 1, 2011. The revenue estimates contained in the following table are based on the assumptions listed in the tables
 19 that follow the nongeneral fund estimates and the assumptions for each nongeneral fund revenue source (as adopted by the Revenue and Transportation
 20 Interim Committee) contained in the "Legislative Budget Analysis, 2013 Biennium, Volume 2 -- Revenue Estimates" prepared by the Legislative Fiscal
 21 Division.

Current Law				
Selected Nongeneral Fund Revenue Estimates				
(In Millions of Dollars)				
Source of Revenue	Actual	Estimated	Estimated	Estimated
	FY 2010	FY 2011	FY 2012	FY 2013
Gasoline Tax	\$132.351	\$134.858	\$137.413	\$140.016
Diesel Tax	64.313	66.723	67.391	68.065
Common School Interest and Income	133.315	46.987	44.907	45.906
		<u>56.378</u>	<u>45.126</u>	<u>46.256</u>
GVW and Other Fees	29.630	30.220	30.886	31.611
Federal Forest Receipts	24.619	22.908	20.625	3.012
6-Mill Property Tax	14.771	14.926	15.499	16.040
			<u>15.540</u>	<u>16.086</u>
Resource Indemnity Trust Interest	5.213	4.743	4.746	4.755
			<u>4.747</u>	<u>4.756</u>
Treasure State Endowment Trust Interest	8.940	8.926	9.484	10.198
		<u>8.956</u>	<u>9.605</u>	<u>10.407</u>
Gasoline Storage Tank Tax	3.685	3.754	3.825	3.898
Resource Indemnity and Ground Water Assessment Tax	1.712	2.067	2.224	2.373
Diesel Storage Tank Tax	2.583	2.609	2.635	2.662
Parks Trust Interest Earnings	0.989	0.948	0.978	1.014

1			<u>0.950</u>	<u>0.985</u>	<u>1.026</u>
2	Capital Land Grant Interest and Income	1.635	0.144	0.470	0.486
3	Tobacco Trust Interest Earnings	5.599	5.853	6.430	7.028
4			<u>5.863</u>	<u>6.522</u>	<u>7.235</u>
5	Regional Water Trust Interest Earnings	2.419	2.791	3.089	3.496
6			<u>2.809</u>	<u>3.154</u>	<u>3.605</u>
7	Economic Development Trust Interest Earnings	2.196	2.341	2.620	2.977
8			<u>2.356</u>	<u>2.681</u>	<u>3.082</u>
9	Pine Hills Interest and Income	0.263	0.258	0.264	0.280
10				<u>0.265</u>	<u>0.282</u>
11	Cultural Trust Interest Earnings	0.553	0.529	0.543	0.560
12			<u>0.530</u>	<u>0.547</u>	<u>0.566</u>
13	Deaf and Blind Trust Interest and Income	0.265	0.256	0.263	0.276
14				<u>0.264</u>	<u>0.278</u>
15	Total Nongeneral Fund	\$435.052	\$351.843	\$354.293	\$344.652
16			<u>\$352.010</u>	<u>\$354.906</u>	<u>\$345.701</u>

SELECTED ASSUMPTIONS FOR NONGENERAL FUND REVENUE ESTIMATES

Revenue and Transportation Interim Committee

19	Year Assumption	2010	2011	2012	2013
20	Gasoline Tax				
21	FY Taxable Gallons of Gasoline (Millions)	502.644	512.166	521.868	531.754



1	FY	Taxable Gallons of Gasoline -- Storage Tank Cleanup (Millions)	491.267	500.573	510.056	519.717
2	FY	Refunds (Millions)	(\$2.006)	(\$2.044)	(\$2.082)	(\$2.122)
3	FY	Alcohol Incentive (Millions)	\$0.000	\$0.000	\$0.000	\$0.000
4		Diesel Tax				
5	FY	Taxable Gallons of Diesel (Millions)	245.455	254.655	257.202	259.774
6	FY	Taxable Gallons of Diesel -- Storage Tank Cleanup (Millions)	344.436	347.880	351.359	354.872
7	FY	Refunds (Millions)	(\$3.120)	(\$3.237)	(\$3.269)	(\$3.302)
8		GVW Fees				
9	FY	GVW Fees (Millions)	\$9.618	\$9.773	\$9.933	\$10.097
10	FY	Form 3 GVW Fees (Millions)	\$1.023	\$1.044	\$1.074	\$1.102
11	FY	Trip Permit Fees (Millions)	\$0.565	\$0.586	\$0.611	\$0.639
12	FY	County GVW Fees (Millions)	\$10.120	\$10.283	\$10.452	\$10.624
13	FY	Overweight Trip Permit Fees (Millions)	\$2.730	\$2.895	\$3.078	\$3.307
14	FY	Special Permit Fees (Millions)	\$1.081	\$1.104	\$1.140	\$1.178
15	FY	Temporary Fuel Permits (Millions)	\$0.142	\$0.146	\$0.151	\$0.156
16	FY	Other Fees (Millions)	\$4.332	\$4.389	\$4.448	\$4.508
17		6-Mill Levy Property Tax Indicators (See General Fund Property				
18		Tax Assumptions for Other Detail)				
19	FY	Taxable Value (Millions)	\$2,258.309	\$2,352.079	\$2,434.768	\$2,527.715
20					<u>\$2,441.600</u>	<u>\$2,535.284</u>
21	FY	Nonlevy Revenue (Millions)	\$0.738	\$0.814	\$0.890	\$0.874

1	FY	6-Mill Adjustments (Millions)	(\$0.234)	\$0.000	\$0.000	\$0.000
2			- END -			