



LODGING FACILITIES USE TAX: SUMMARY OF DIFFERENCES & ADJUSTMENTS

The table below shows the estimate contained in HJ 2, the January estimate updates provided by the executive and LFD, and the adjustments, if applicable, made since the initial presentation to the Joint Subcommittee on Revenue Estimates.

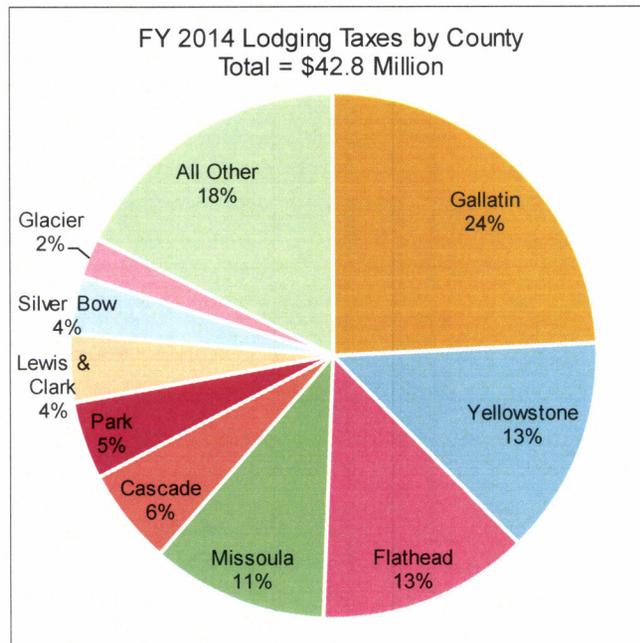
Lodging Facilities Use Tax Revenue Estimate Differences (\$ Millions)								
FY	HJ 2	January Executive	January LFD	January \$ Diff.	Adjusted Executive	Adjusted LFD	Adjusted \$ Diff.	Comments
2015	\$19.2	\$20.1	\$19.1	\$1.0		\$19.8	\$0.3	
2016	20.1	21.9	20.1	1.8		21.1	0.8	
2017	21.3	23.8	21.3	2.6		21.9	2.0	
Total	\$60.6	\$65.8	\$60.4	\$5.4	\$0.0	\$62.7	\$3.1	

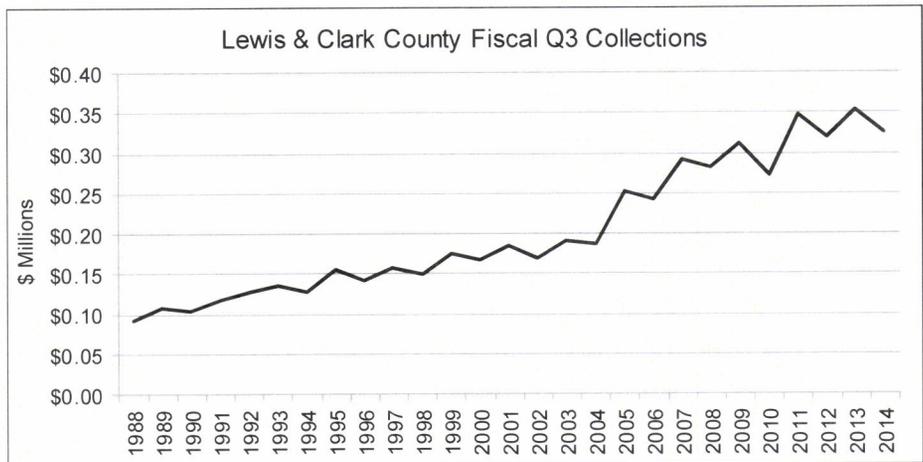
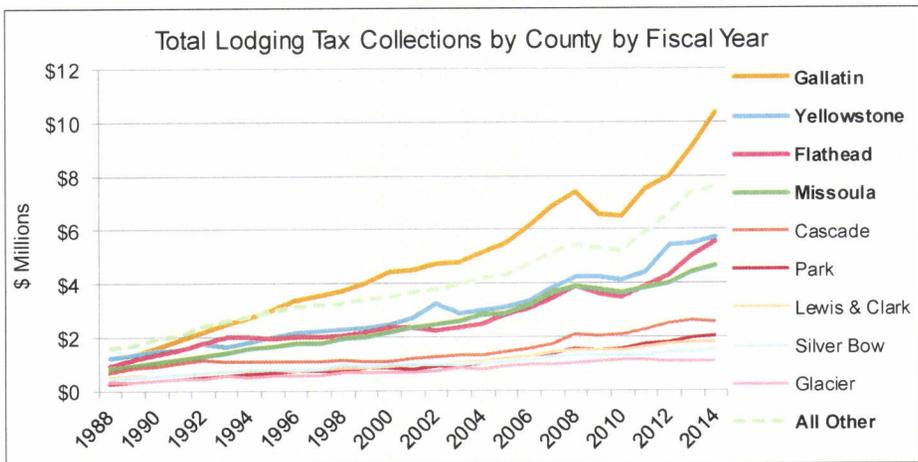
ADJUSTMENTS TO JANUARY UPDATES

- LFD estimate replaced U.S. Personal Income with U.S. Consumer Spending on Accommodations as the underlying economic driver

REQUESTED INFORMATION

Total lodging tax collections were \$42.8 million in FY 2014. The committee requested information on county breakout of the total. The charts below illustrate a few of the findings from the county-specific data, which is available online at <http://tourism.mt.gov/MontanasTourismIndustry/LodgingFacilityTaxRevenue>.





COMMITTEE COMMENTS, CONCERNS OR SUGGESTIONS



PROPERTY TAX: SUMMARY OF DIFFERENCES & ADJUSTMENTS

The table below shows the estimate contained in HJ 2, the January estimate updates provided by the executive and LFD, and the adjustments, if applicable, made since the initial presentation to the Joint Subcommittee on Revenue Estimates.

Property Tax Revenue Estimate Differences (\$ Millions)								
FY	HJ 2	January Executive	January LFD	January \$ Diff.	Adjusted Executive	Adjusted LFD	Adjusted \$ Diff.	Comments
2015	\$249.8	\$247.9	\$249.8	(\$2.0)		\$249.8	(\$249.8)	
2016	245.4	244.4	245.4	(1.0)		245.4	(245.4)	
2017	255.3	253.2	255.3	(2.1)		255.3	(255.3)	
Total	\$750.5	\$745.4	\$750.5	(\$5.1)	\$0.0	\$750.5	(\$750.5)	

MODEL COMPARISON

- The property models are very similar: LFD grows property classes off of taxable value; OBPP grows property classes off of market value. This is one of the reasons this estimate is very close

ADJUSTMENTS TO JANUARY UPDATES

- One of the bigger differences in the estimates has to do with coal gross proceeds. Upon discussion of this, it appears as though there may have been an issue with the FY 2014 number in the executive estimate, and adjusting for this brought the estimates much closer
- For estimate updates there is some new data, such as new protested property data, that will be incorporated into the models, but that will likely cause very similar, and slight, effects in both models; it has not been incorporated at this time

COMMITTEE COMMENTS, CONCERNS OR SUGGESTIONS

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