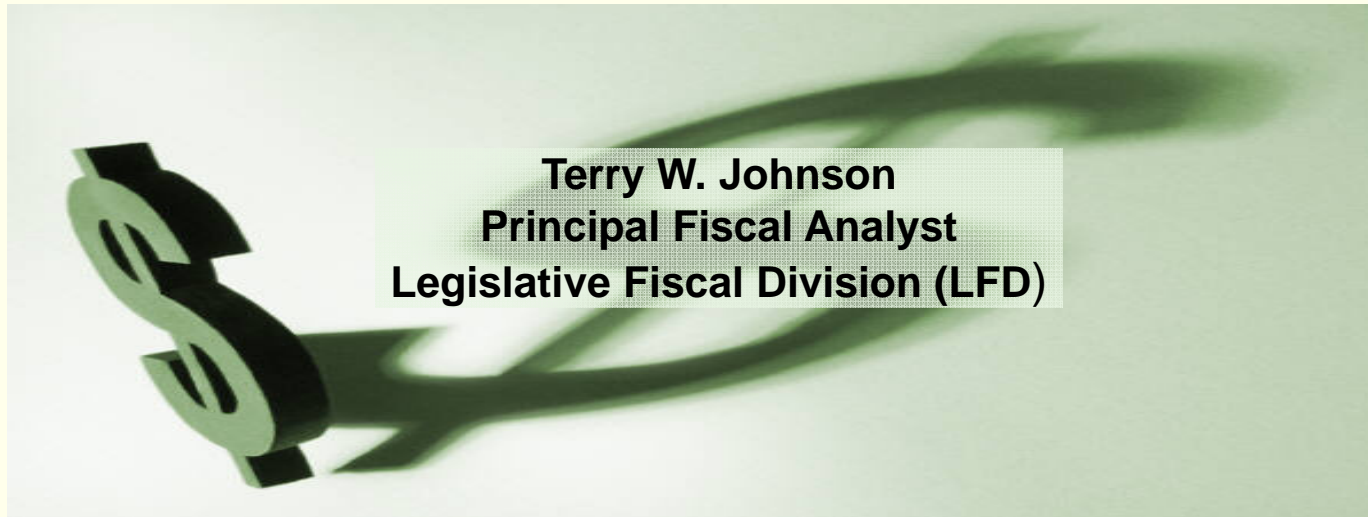




Montana's Fiscal Health



Terry W. Johnson
Principal Fiscal Analyst
Legislative Fiscal Division (LFD)

September 12, 2012

A report to the
MonTax Legislative Policy and Tax Workshop

Legislative Fiscal Division



www.leg.mt.gov/css/fiscal



Presentation Outline

- **State Fund Structure**
- **Fiscal Year 2012**
 - Revenues
 - Disbursements
- **General Fund Fiscal Year 2012**
 - Revenues
 - Disbursements
 - Adjustments
- **2013 Biennium Outlook**
- **Natural Resource Spotlight**





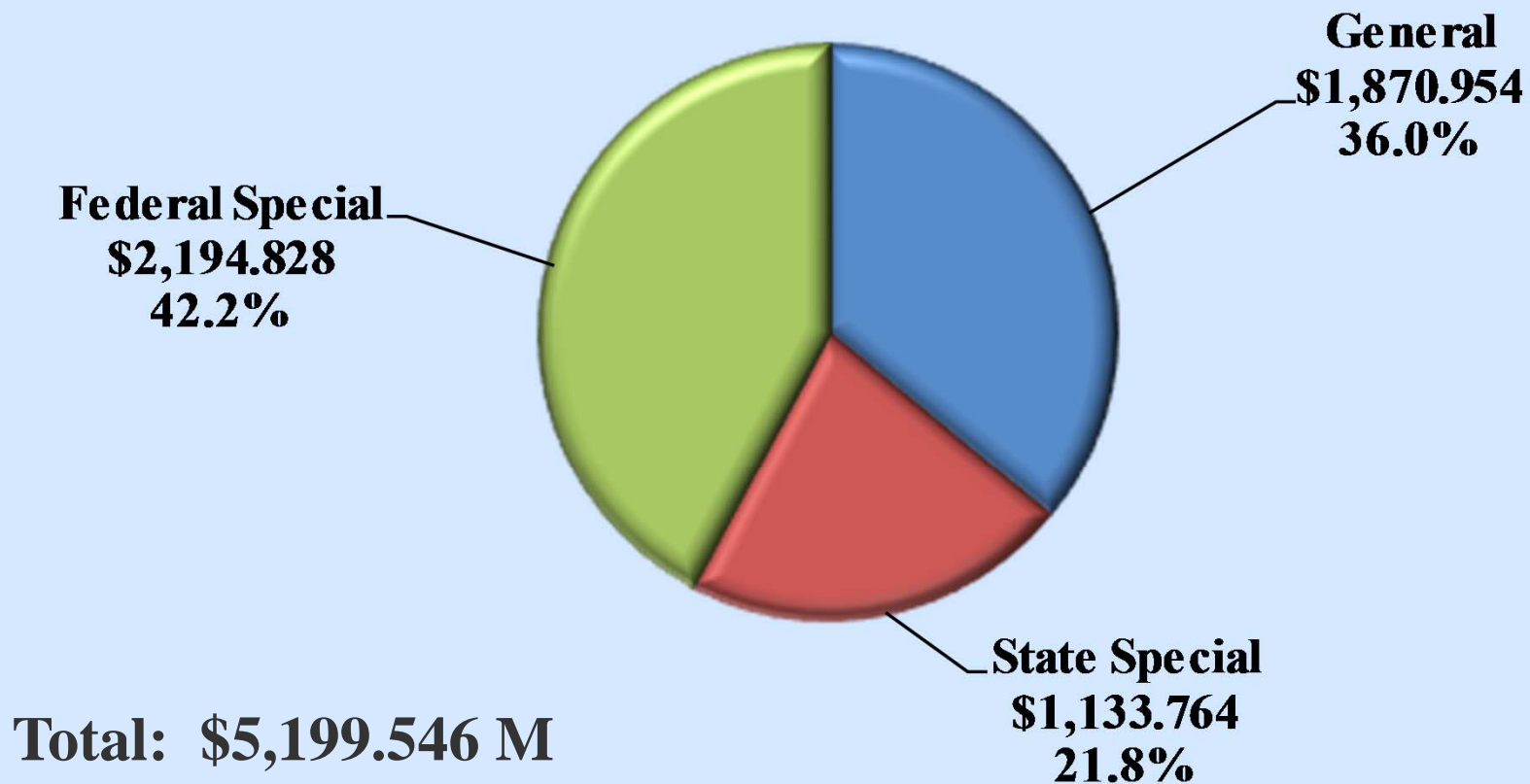
State Fund Structure

- | | |
|---------------------------|---------------------------|
| ➤ General | ➤ Debt Service |
| ➤ State Special | ➤ Proprietary |
| ➤ Federal Special | ➤ Expendable Trust |
| ➤ Capital Projects | ➤ Fiduciary |



State Government Revenues By Fund - FY 2012

Figures in Millions

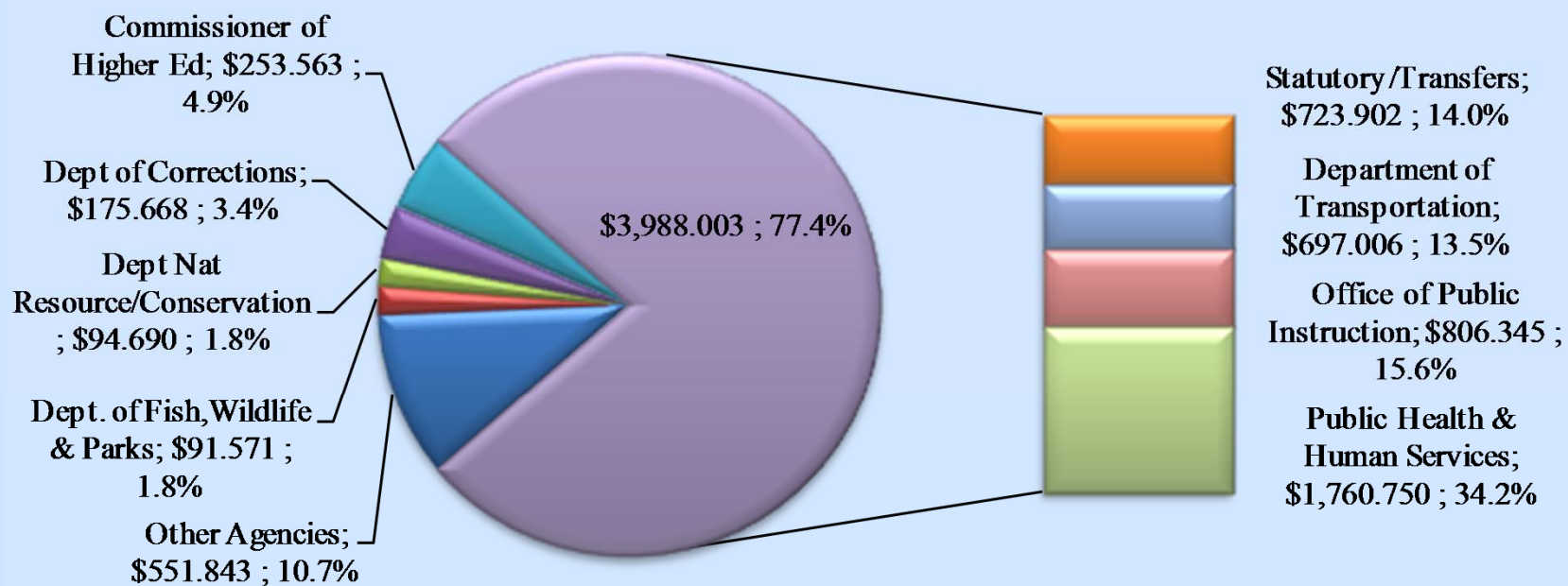




Legislative Fiscal Division



General, State, Federal Spending By Function - FY 2012 Figures in Millions



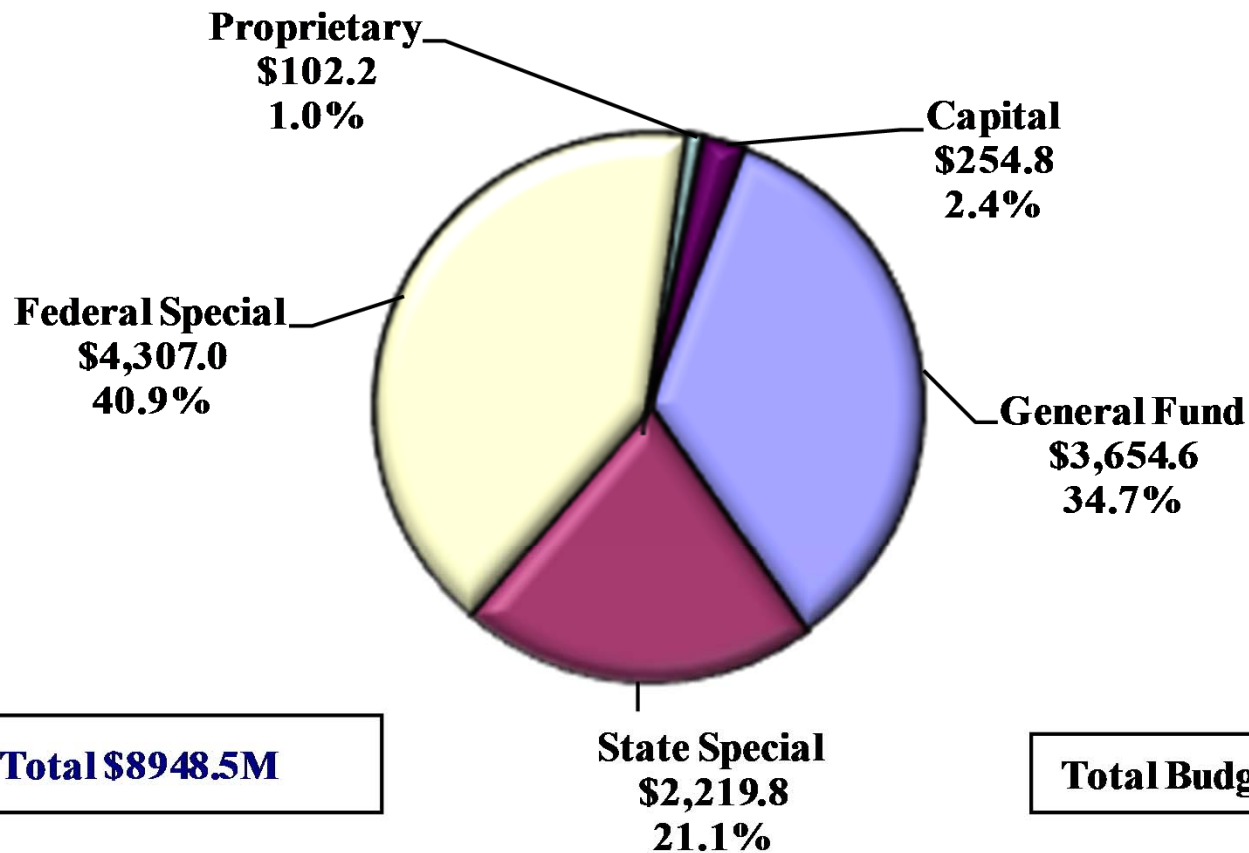
Total: \$5,166.176 M



Legislative Fiscal Division



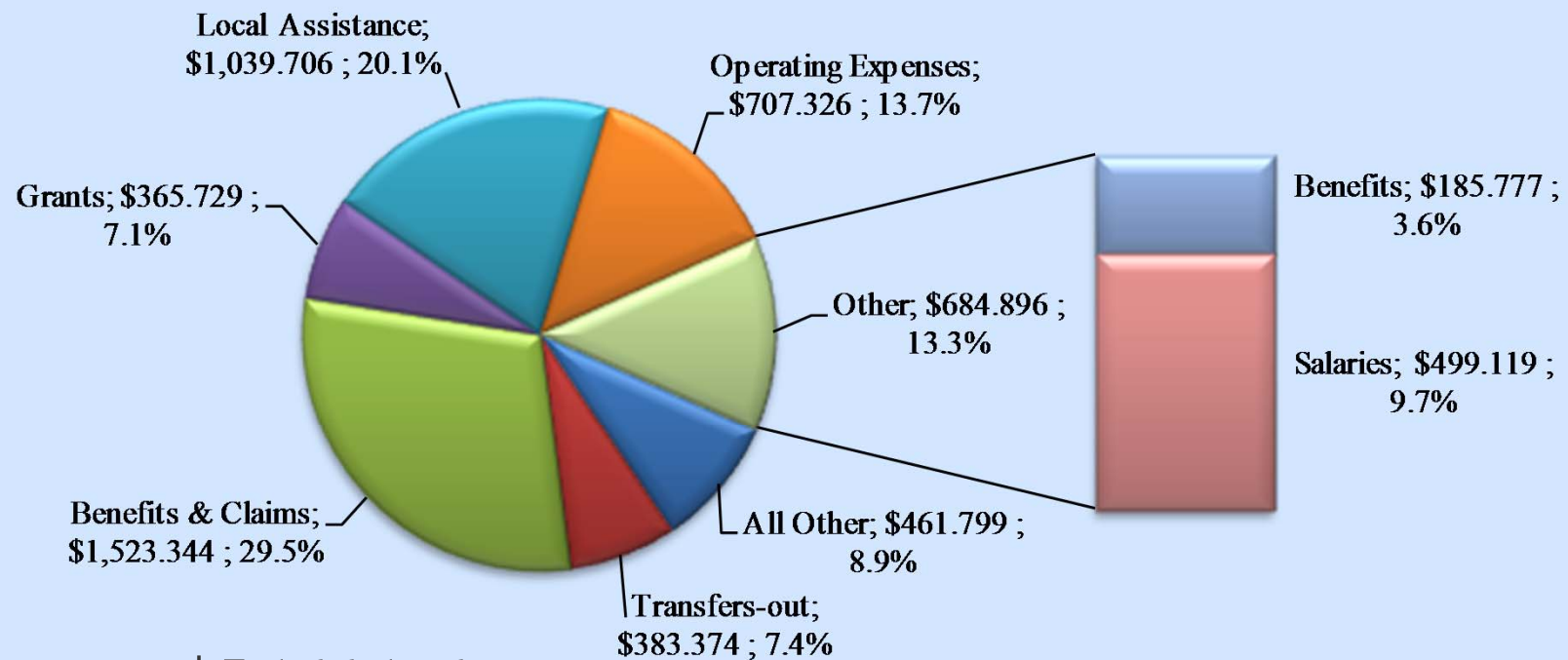
2013 Biennium Legislative Budget By Fund Source (Millions)



HB 2 Total \$8948.5M

Total Budget \$10538.4M

General, State, Federal Spending By First Level - FY 2012
Figures in Millions



Total: \$5,166.176 M

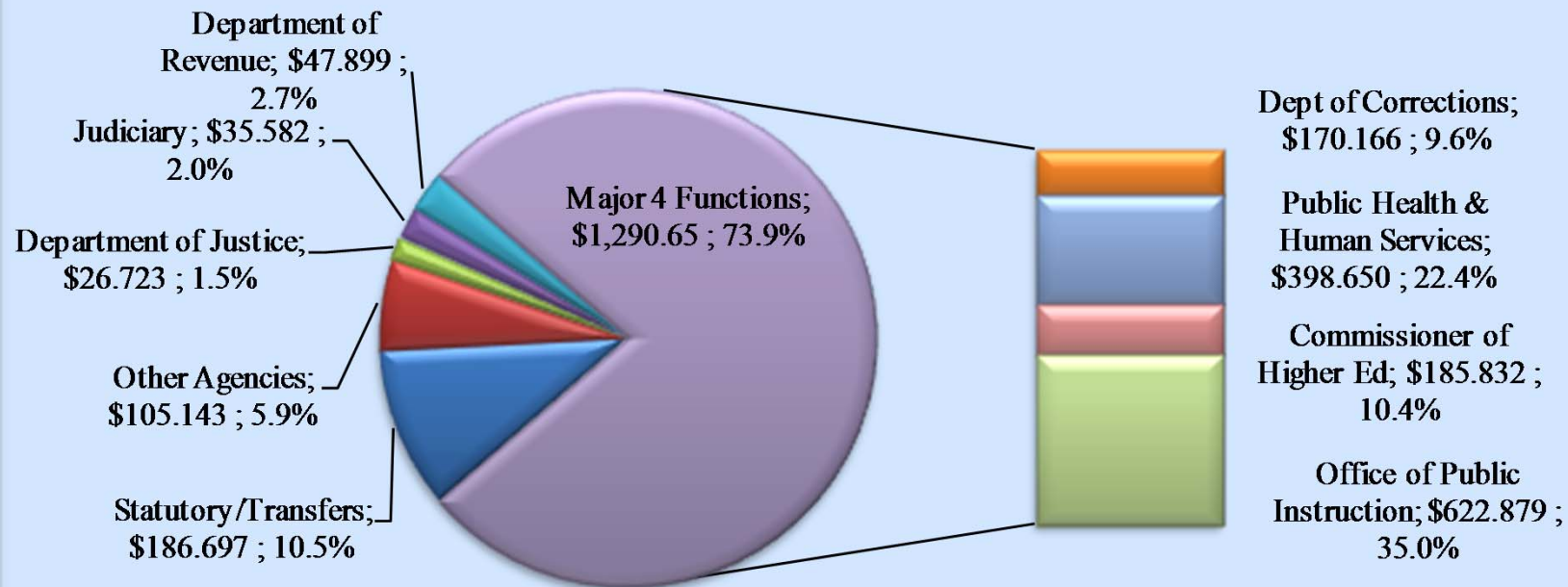


Legislative Fiscal Division



General Fund Spending By Function - FY 2012

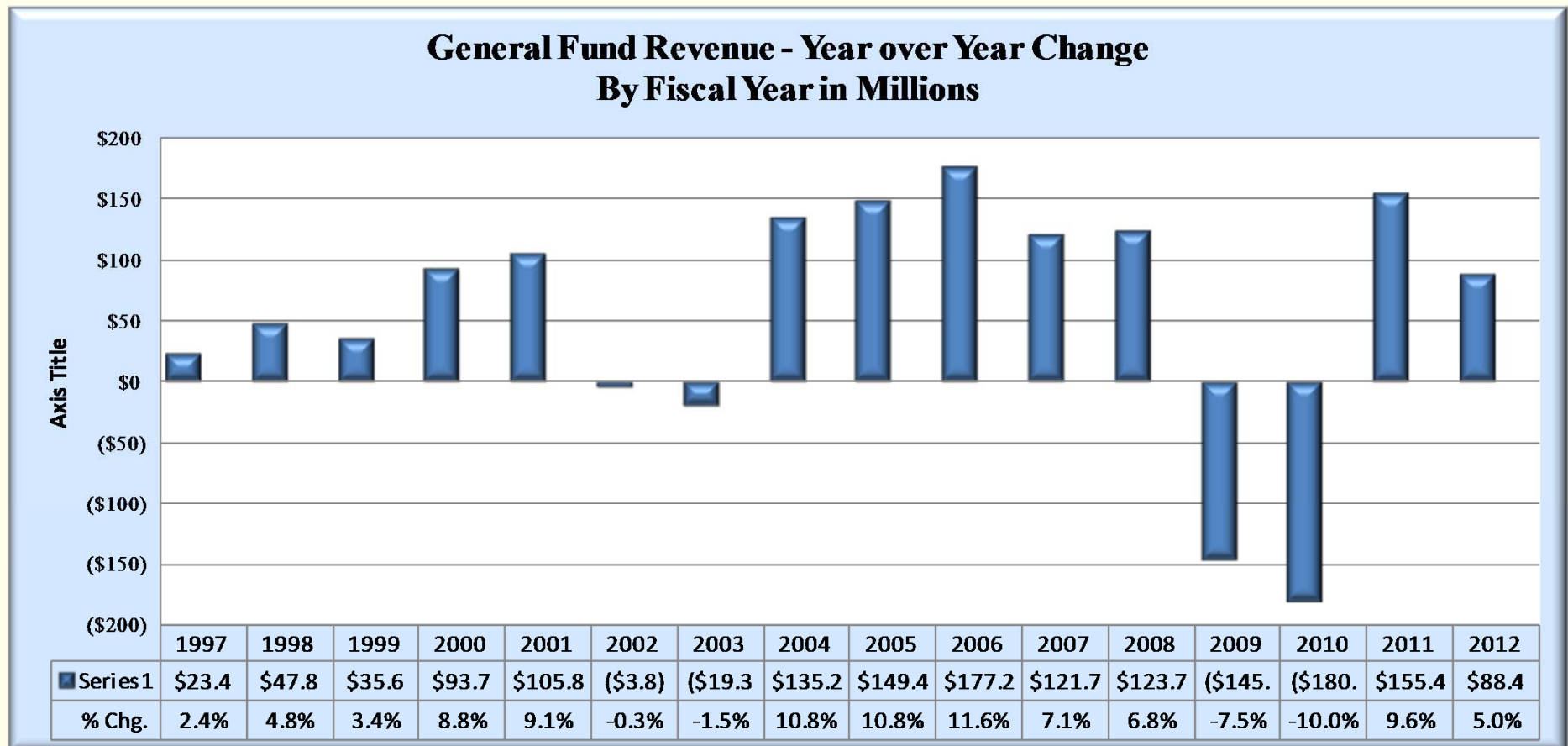
Figures in Millions



Total: \$1,779.571 M



General Fund Revenue History





Fiscal 2012 General Fund Ending Balance

Preliminary Balance:	\$ 457.1 M
Expected Balance:	<u>\$ 188.9 M</u>
Difference:	\$ 268.2 M



Why?





General Fund Revenue: \$ 113.0M

Major Sources Above HJ 2 Estimate

Individual Income Tax	\$ 89.5 M
Corporation Tax	\$ 12.8 M
Remaining Sources	<u>\$ 10.7 M</u>

Total Above Estimate: \$ 113.0 M





General Fund Revenue: \$-27.7M

Major Sources Below HJ 2 Estimate

Public Contractors	\$ -8.8 M
Vehicle Fee/Tax	\$ -6.8 M
Oil & Natural Gas Production Tax	\$ -5.4 M
Treasury Cash Interest	\$ -4.1 M
Other Sources	<u>\$ -2.6 M</u>

Total Below Estimate: \$ - 27.7 M





Net GF Revenue Change: \$ 85.3M

Total Above Estimate \$ 113.0 M

Total Below Estimate \$ - 27.7 M

Total Net Change: \$ 85.3 M

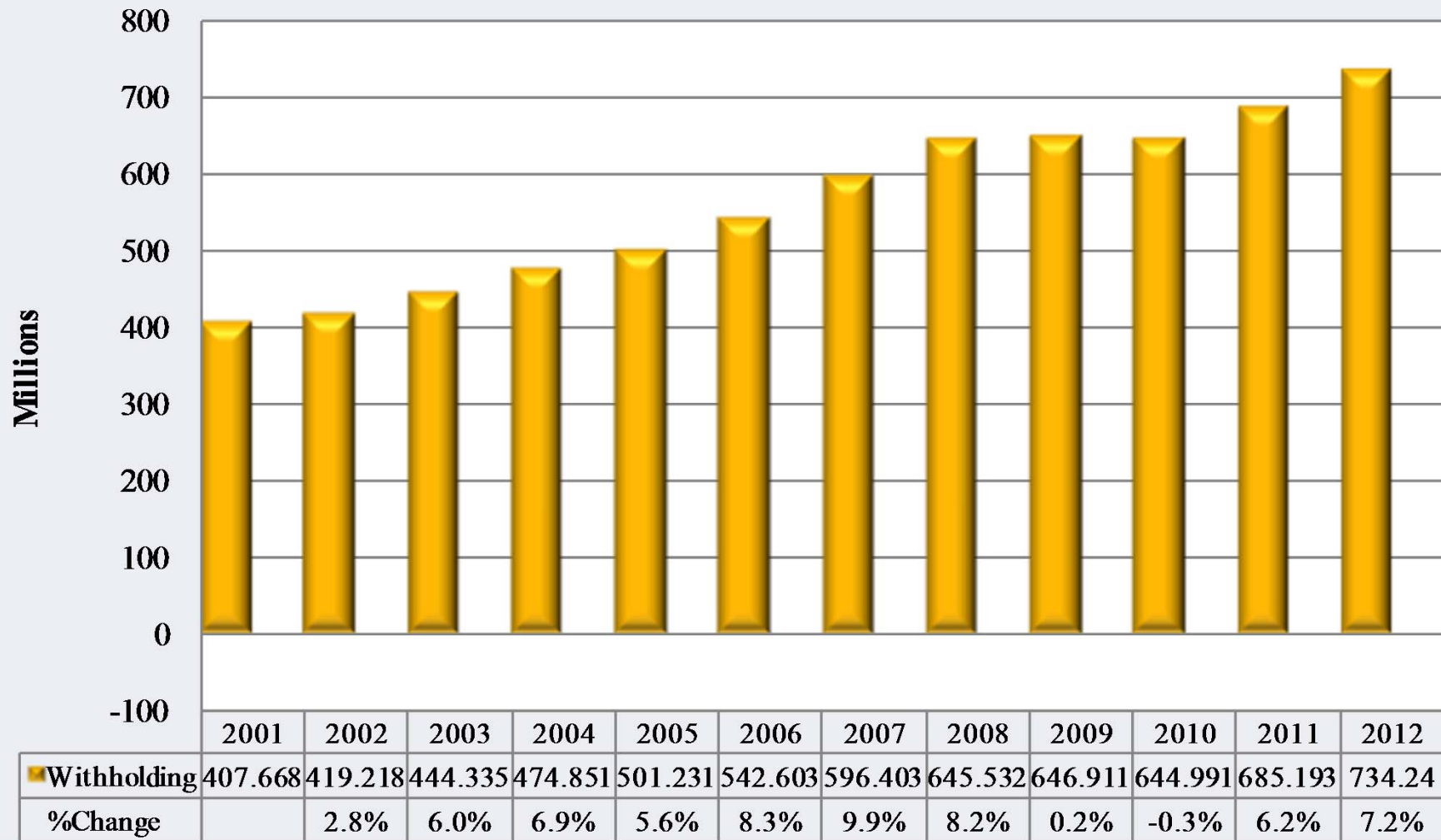




Legislative Fiscal Division



Individual Income Tax Withholding

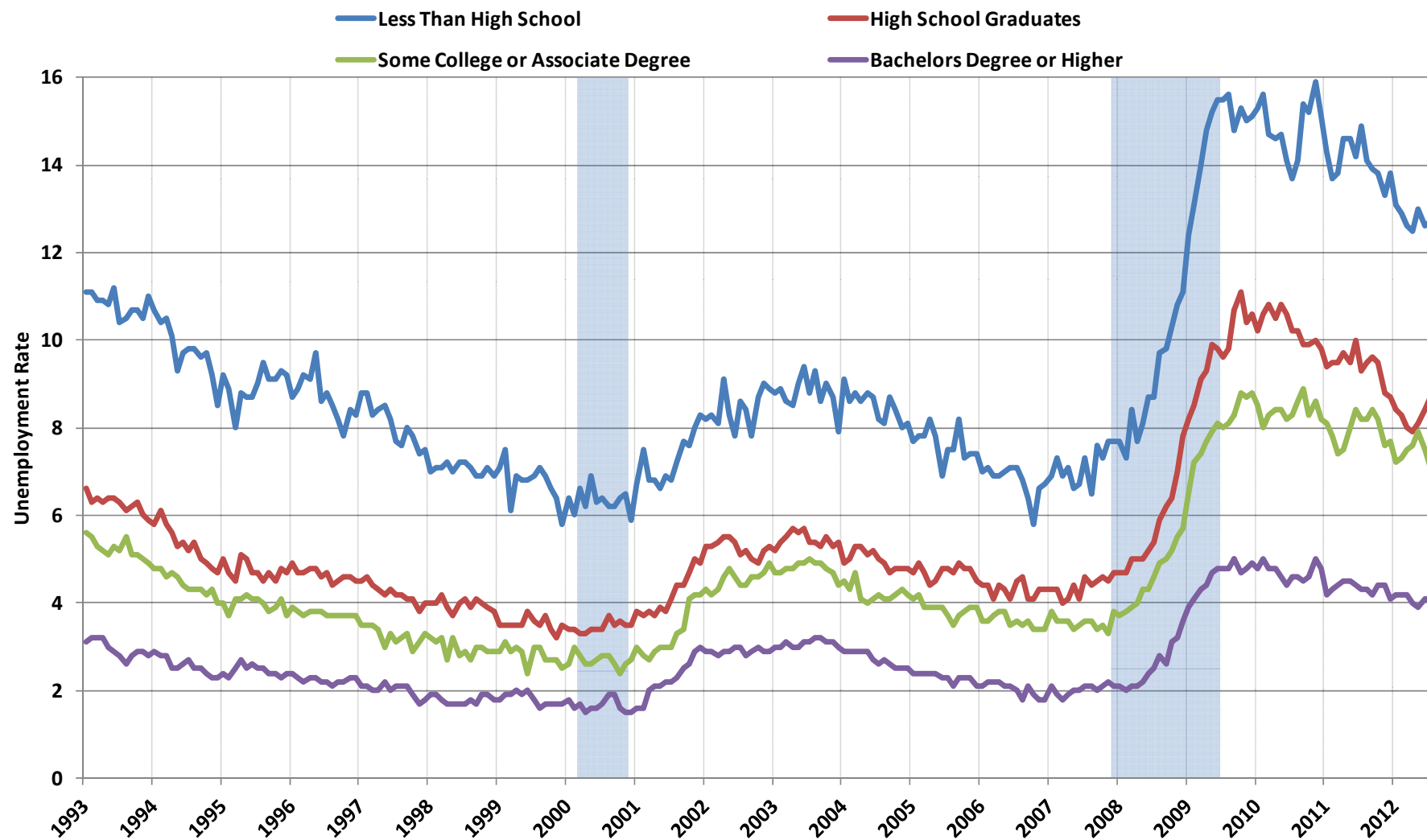




Legislative Fiscal Division



Unemployment by Level of Education, U.S. (Age 25 and Over)

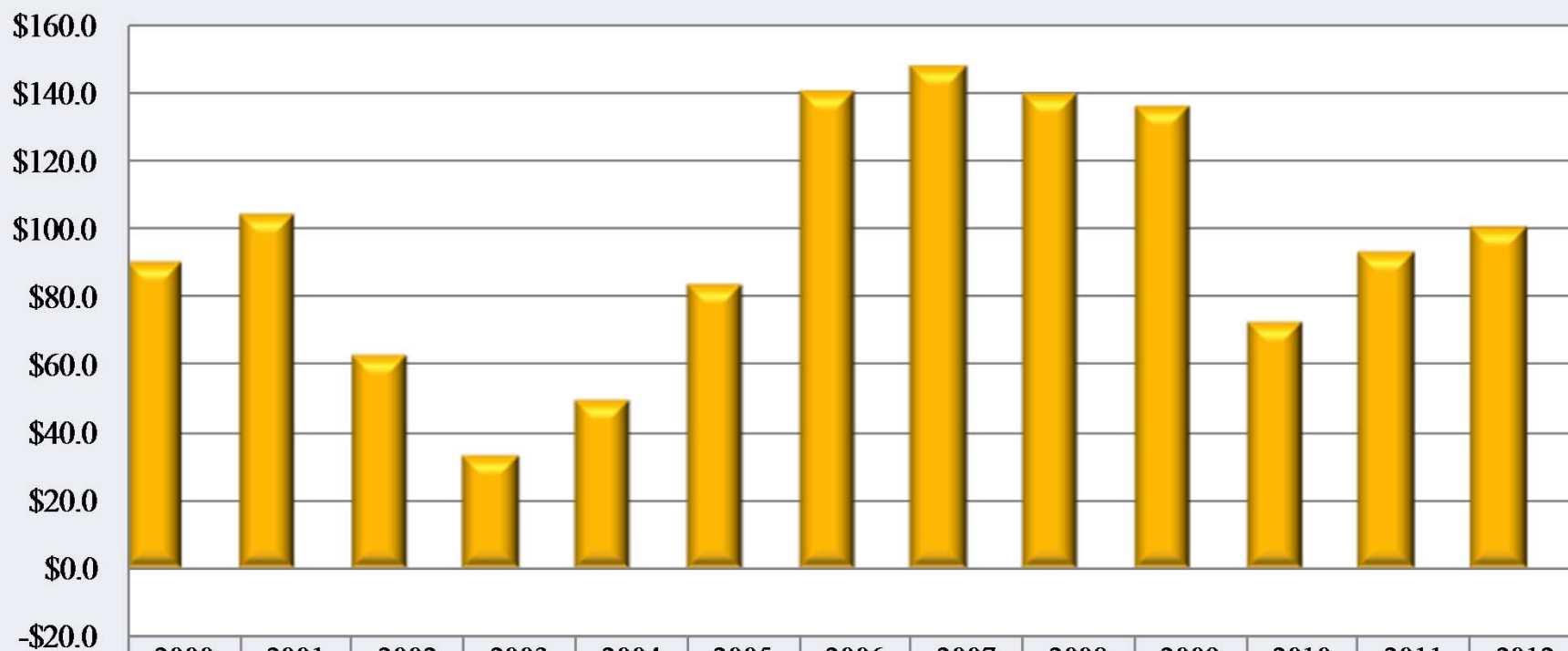




Legislative Fiscal Division



Corporation License Tax Collections Before Audits
(\$ Millions)

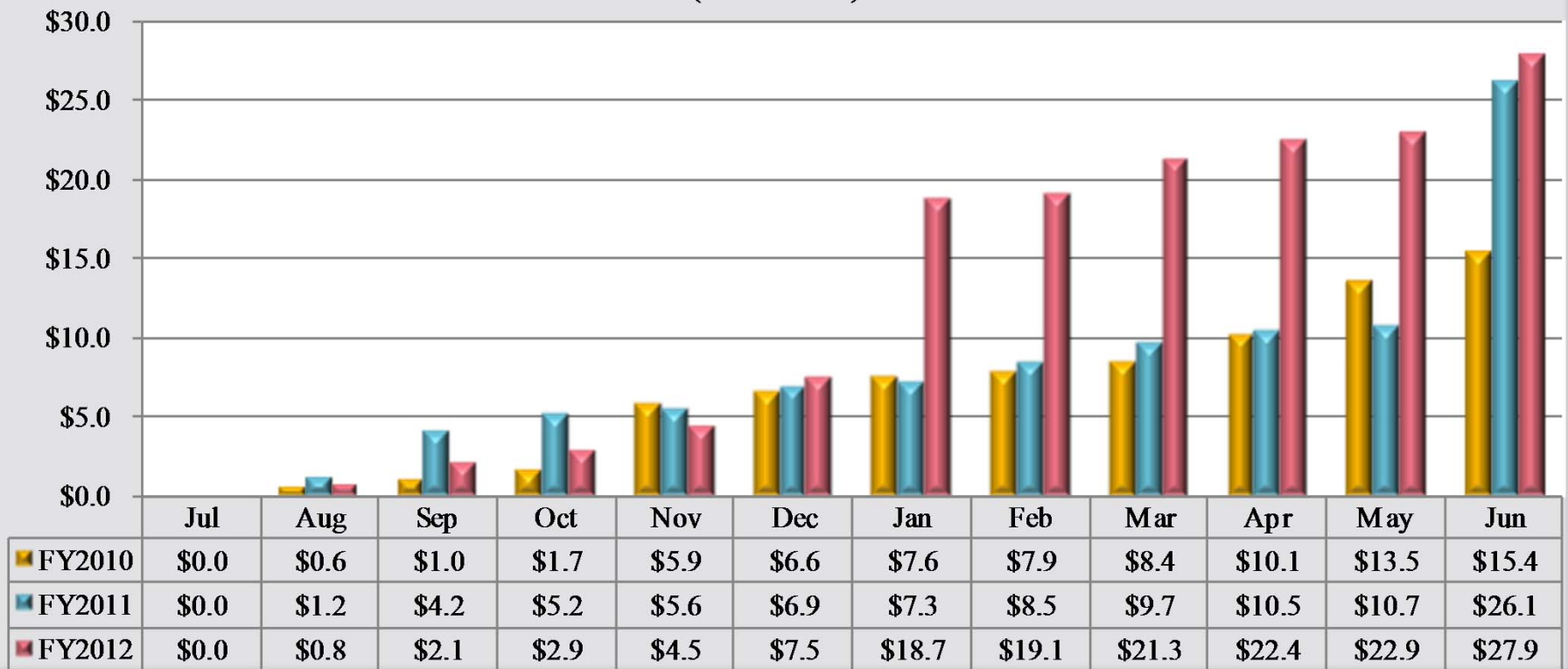




Legislative Fiscal Division



**Cummulative Corporation License Tax Audit Collections By Month
(\$ Millions)**

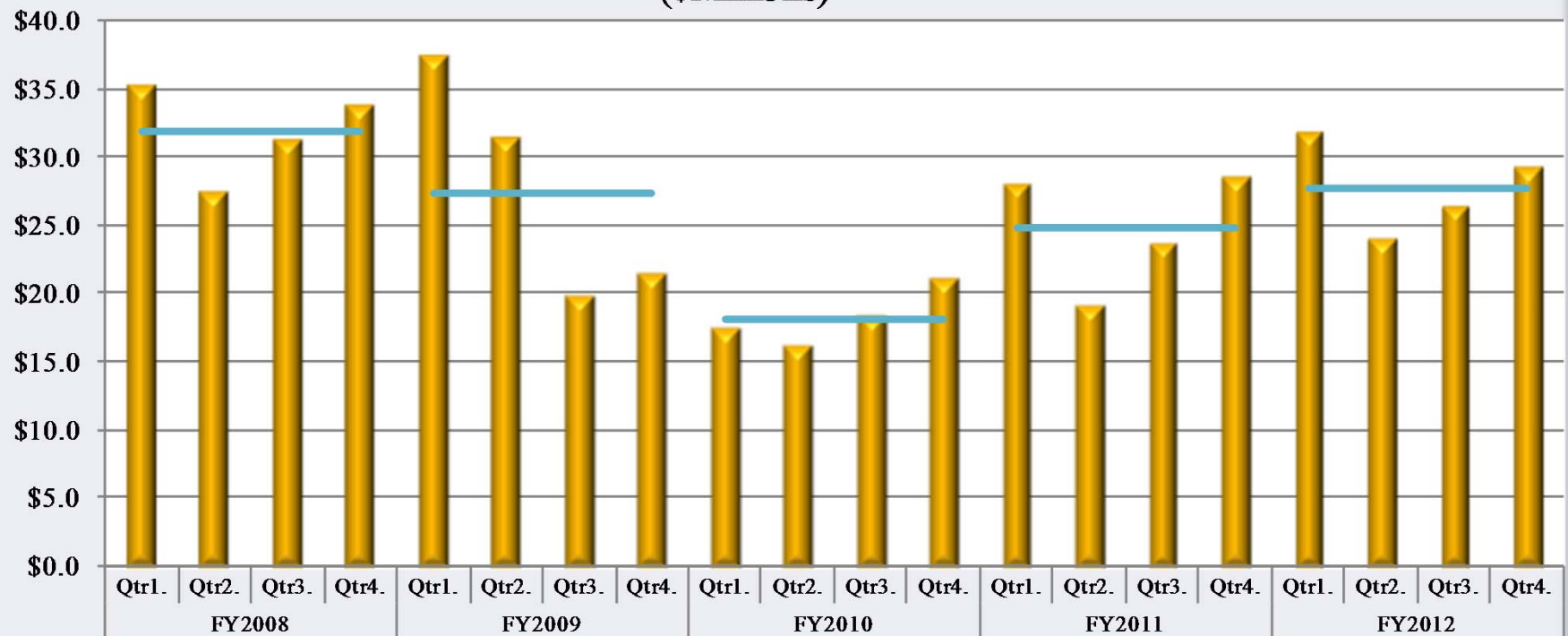




Legislative Fiscal Division



Corporation License Tax Estimated Payments
(\$Millions)

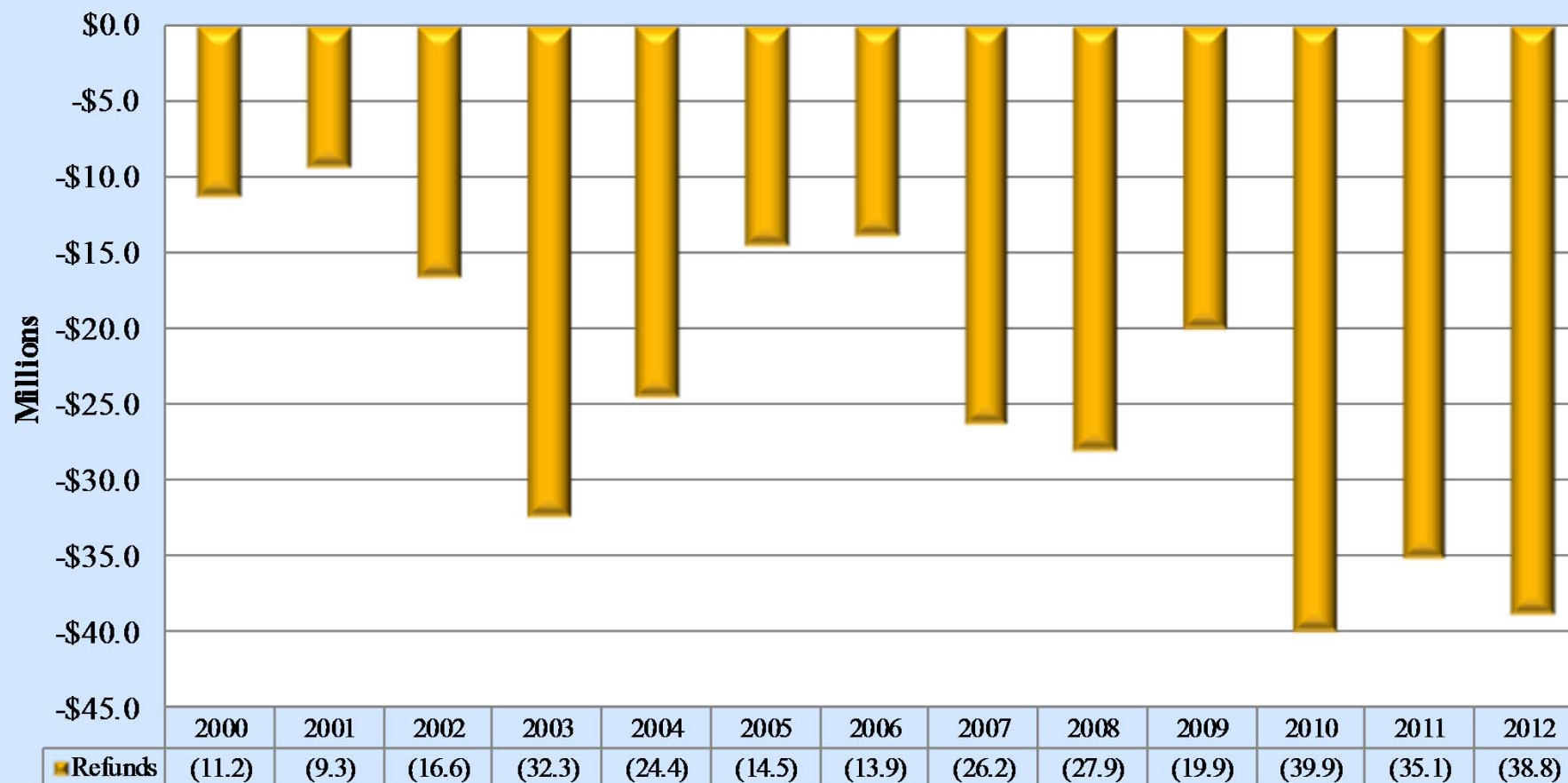




Legislative Fiscal Division



Corporation License Tax Refunds By Fiscal Year





Legislative Fiscal Division



General Fund Reversions: \$ 21.0 M

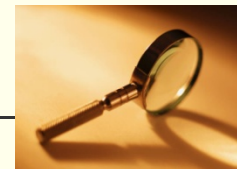
Budgeted Disbursements	\$1,829,435,000	
Actual Disbursements	<u>1,779,569,490</u>	
Total Unexpended Authority		\$49,865,510
Budgeted Unexpended Authority		<u>5,383,000</u>
Total Less Budgeted Unexpended Authority		\$44,482,510
Plus Fiscal Transfers (Net)		29,188,500
Anticipated Transfers *	23,344,000	
Actual Transfers	52,532,500	
Less Continuing Authority		<u>52,671,629</u>
Anticipated Continuing Authority	1,235,000	
Unanticipated Continuing Authority	51,436,629	
Total Unanticipated Reversions		\$20,999,381

* HB2 authority for K-12 anticipated to be moved from FY 2013 to FY 2012



General Fund Balance Adjustments: \$ 21.9 M

Prior Year Revenue	\$ 8.8 M
Prior Year Expenditures	\$ 5.1 M
Other Adjustments	<u>\$ 8.0 M</u>
Total Adjustments	\$ 21.9 M





General Fund Balance Change Fiscal 2012 Summary

➤ Beginning Balance	\$ 116.4 M
➤ Revenues	\$ 85.3 M
➤ Disbursements	\$ 44.5 M
➤ Adjustments	\$ 21.9 M
➤ Continuing Authority	<u>\$ - 51.4 M</u>
Total Change	\$ 216.7 M





2013 General Fund Biennium Outlook

Legislative Budgeted Ending Balance \$150.4 M

Beginning Fund Balance	\$116.4M
Additional Revenue (FY2012)	85.3M
Less Spending (FY2012)	44.5M
Adjustments (FY2012)	21.9M
Net Transfers, Continuing, Supplemental	<u>6.1M</u>
Total Changes	\$262.0M

Revised 2013 Ending Balance \$412.4M*

*No Adjustment to 2013 HJ 2 revenue estimate.

Legislative Fiscal Division

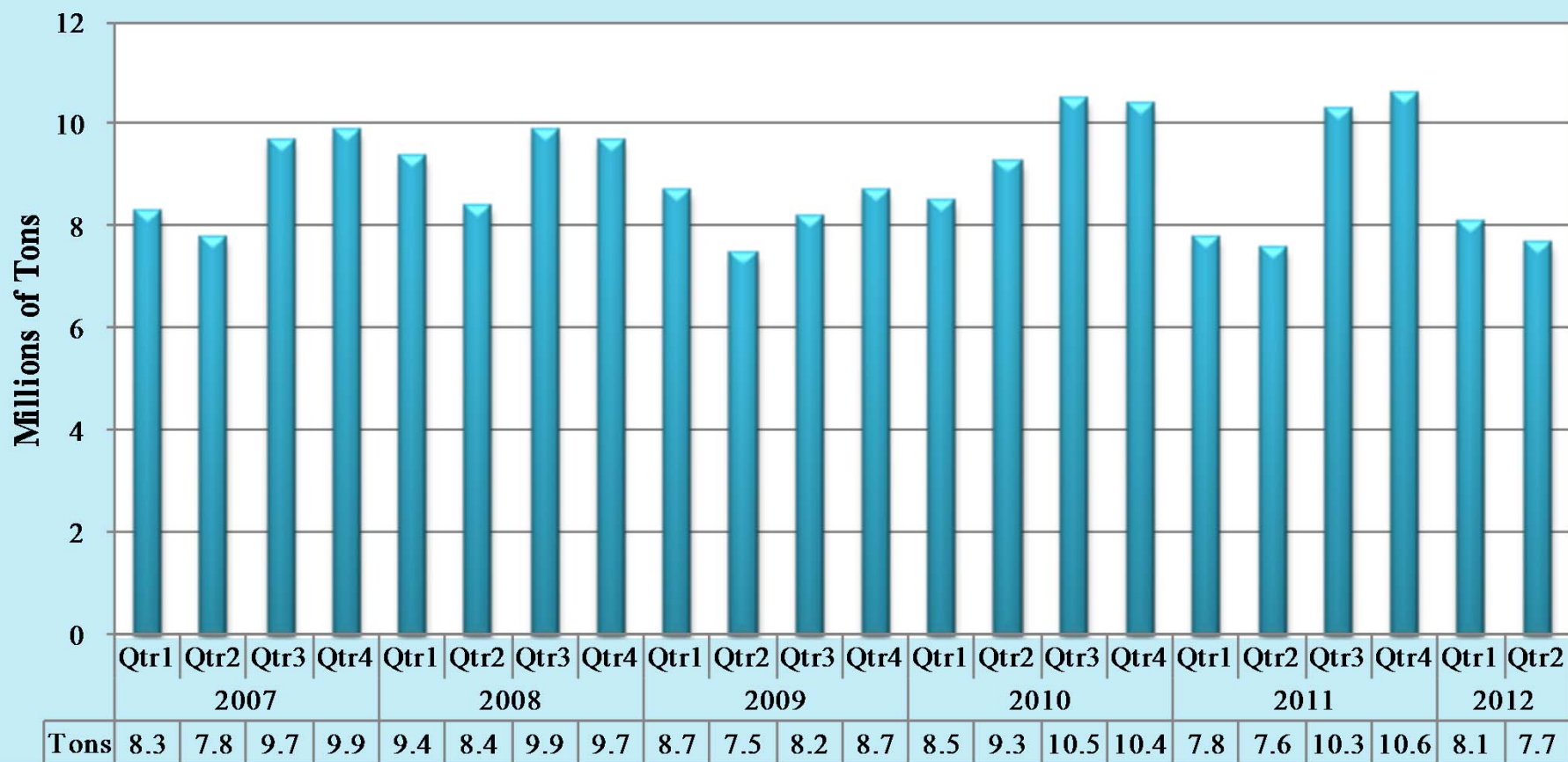


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Natural Resource Spotlight

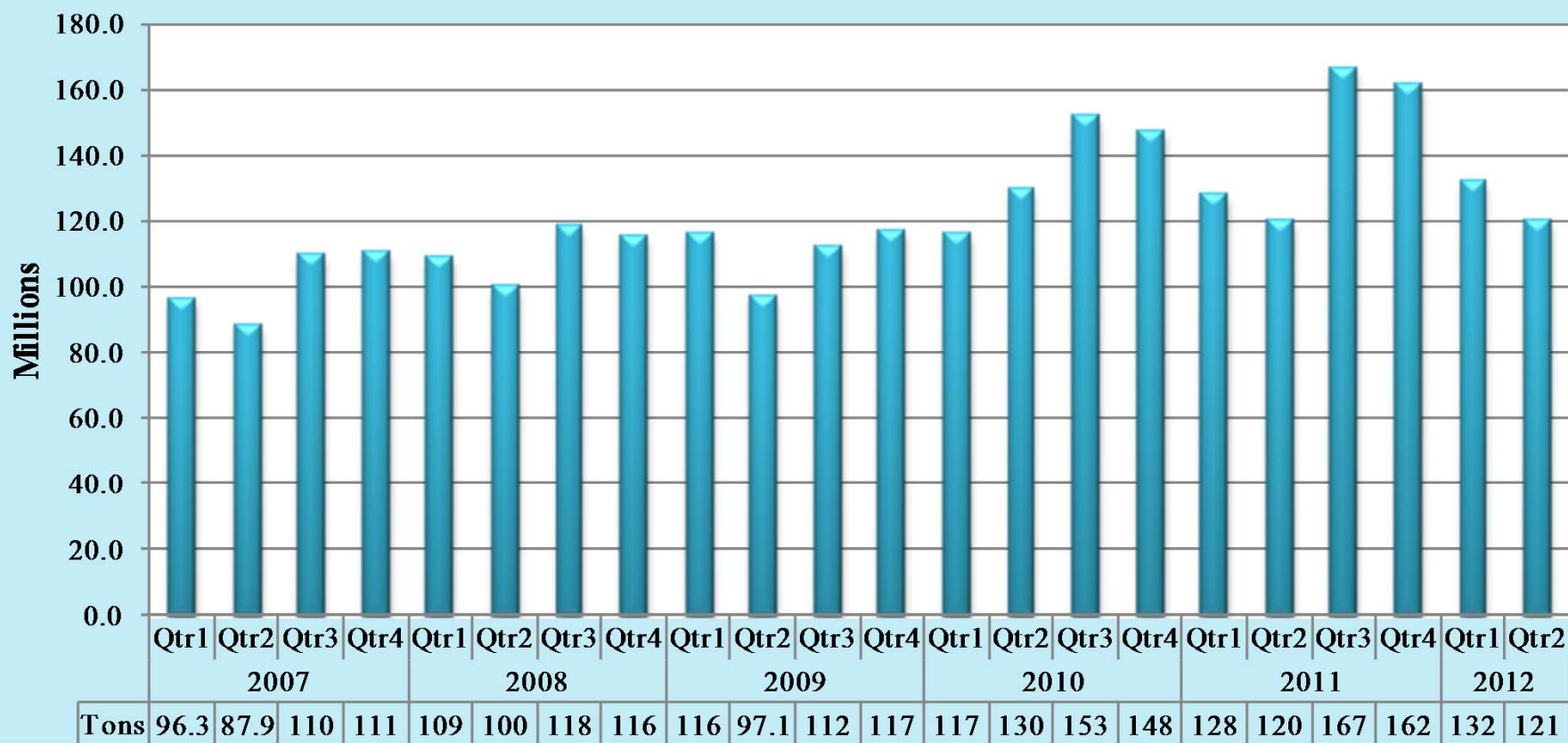
Montana Coal Production By Quarter





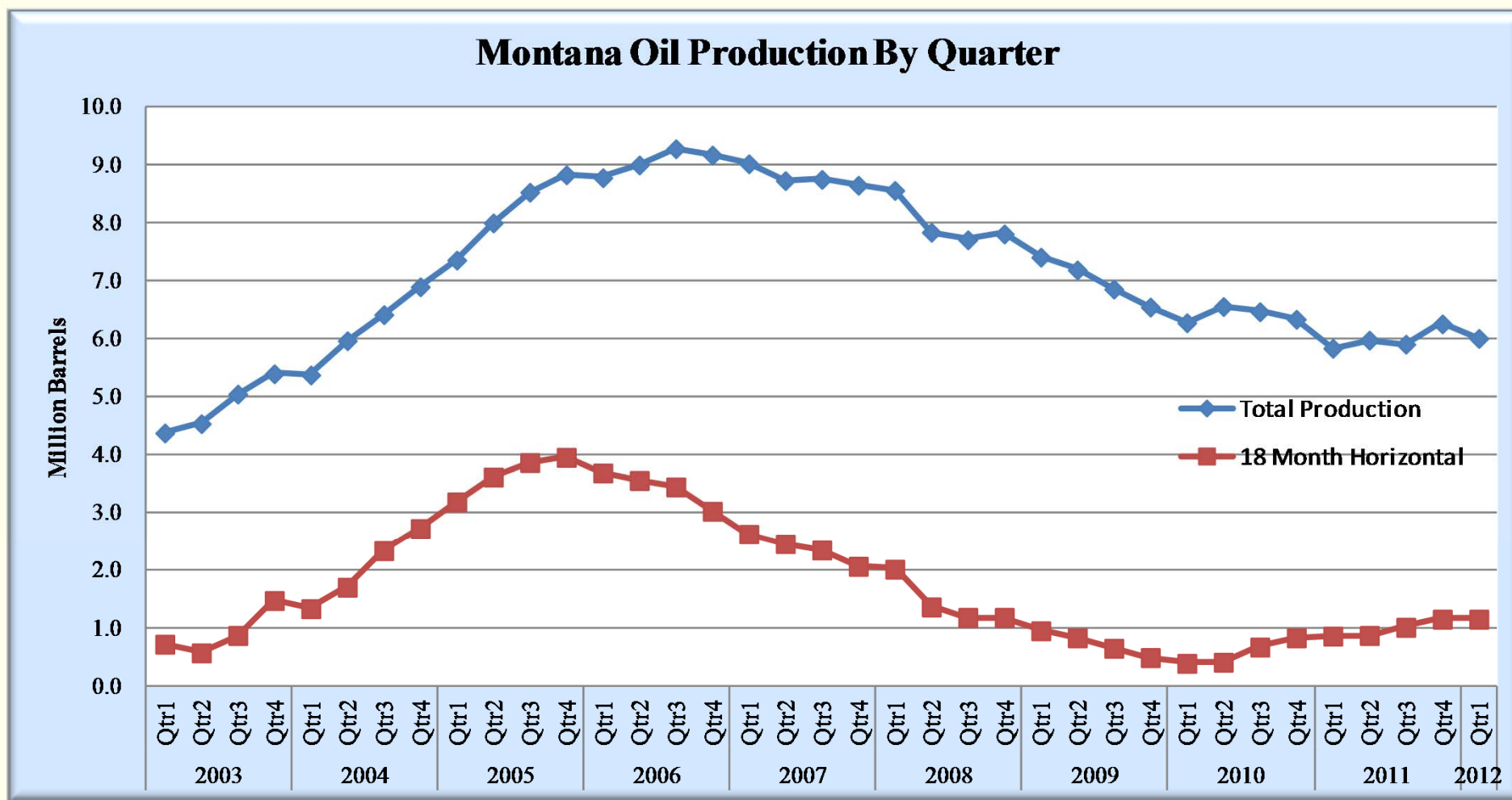
Natural Resource Spotlight

Montana Coal Gross Value By Quarter





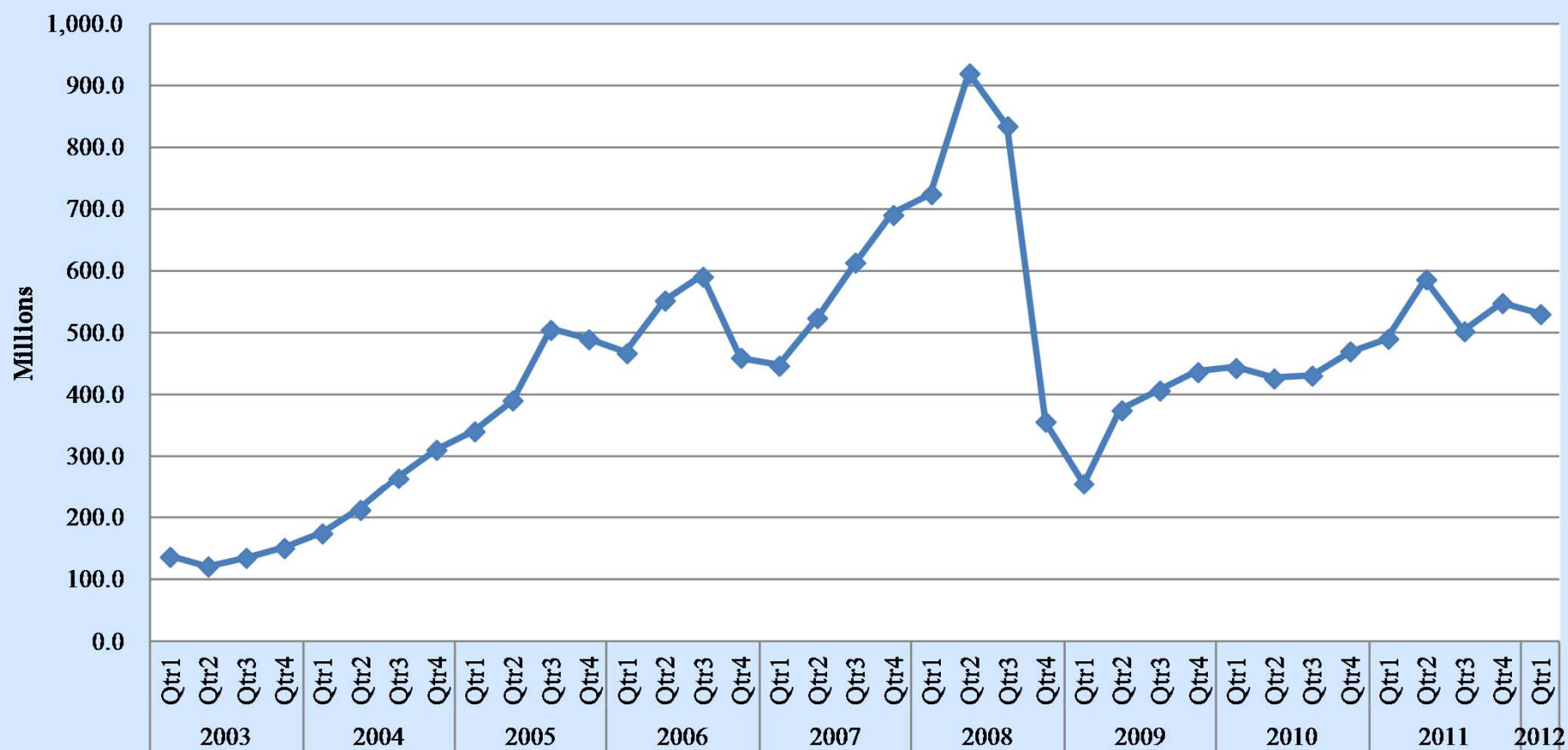
Natural Resource Spotlight





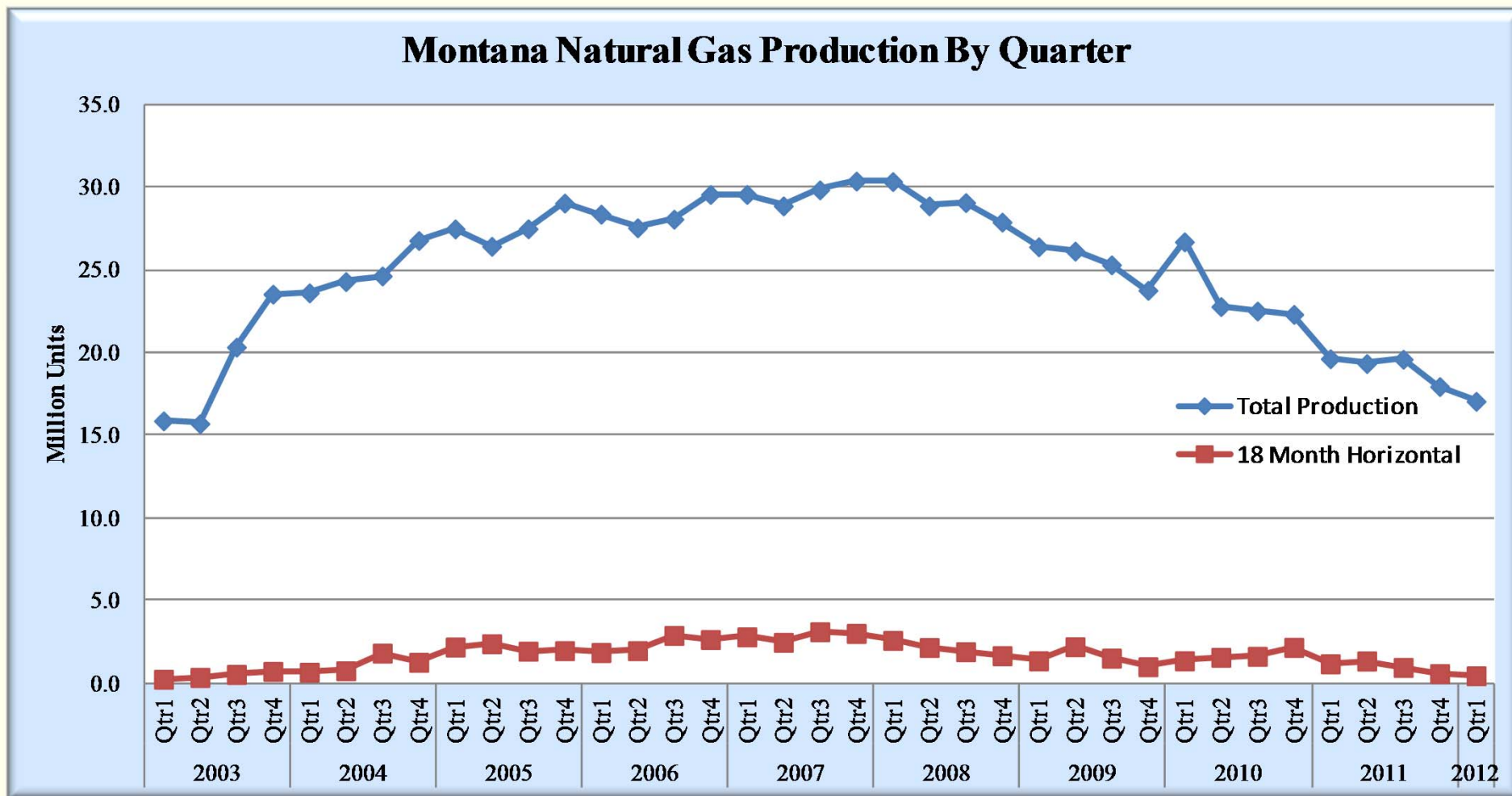
Natural Resource Spotlight

Montana Oil Gross Value By Quarter



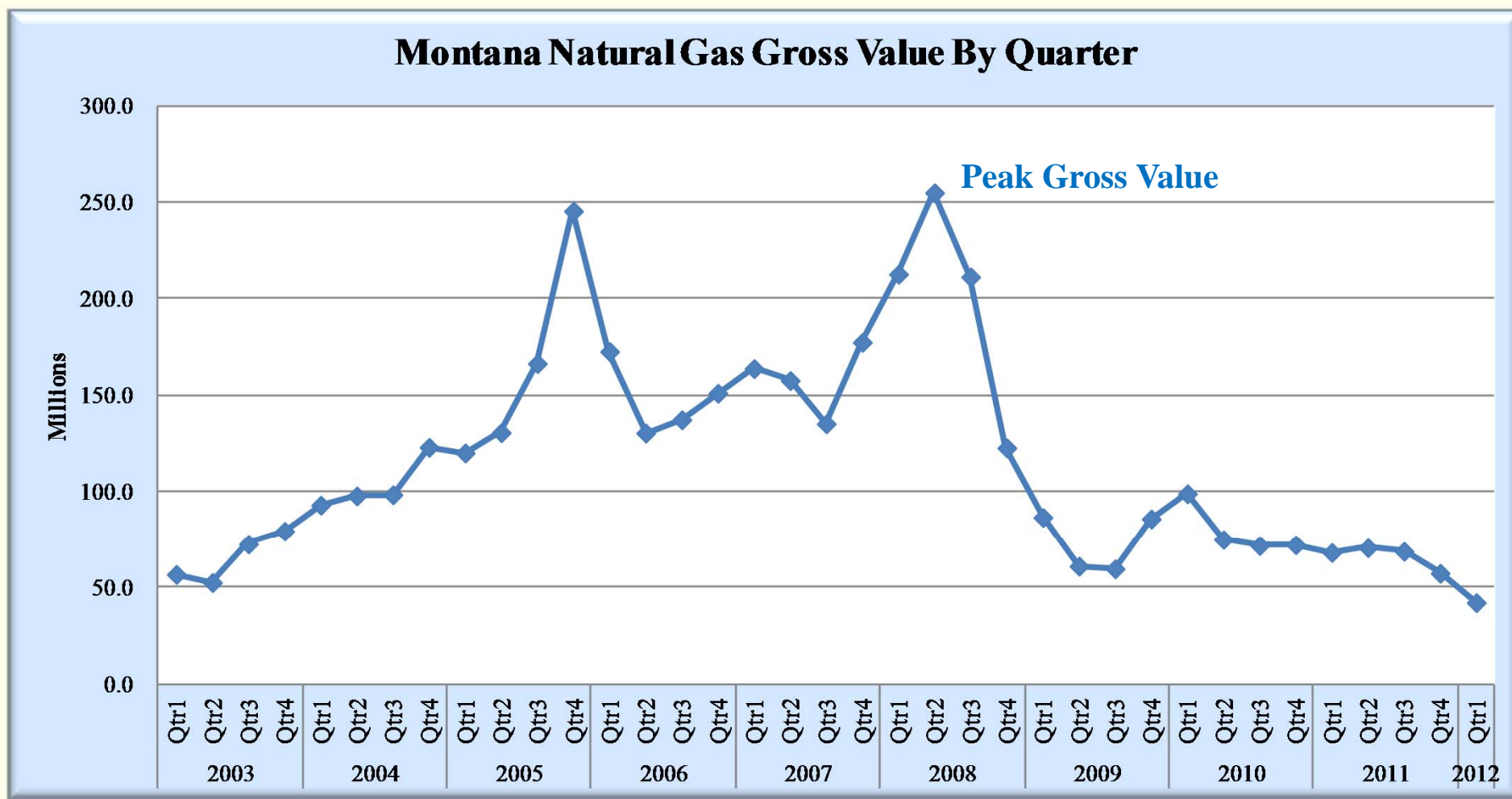


Natural Resource Spotlight





Natural Resource Spotlight



Questions?

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