COVID - 19

Financial Update
Federal Legislation = $2.4 Trillion
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Federal Funds to the State Montana Government

Federal Funding for Montana
Approximately $2.4 Billion

Coronavirus Relief Fund for Montana is $1.25 Billion
Most values are approximate
CRF is 48.4% of FY 2020 general fund appropriations.

In other words, the amount received from the federal government, statutorily appropriated to the Governor, is nearly half the level of annual general fund appropriations.

The Governor has flexibility to spend and may also offer short-term loans to the general fund for cash flow purposes.
Allocations to the State of Montana from the Education Stabilization Fund (ESF) and Governor's Emergency Relief Fund

* Tribal Colleges will likely receive additional funding from the Education Stabilization Fund and the Bureau of Indian Education. This will be updated as more information is received.
Revenue and Economy
Revenue Year to date: strong, well above HJ 2

Cumulative withholding growth may decrease throughout the remainder of the fiscal year due to increased unemployment.

Corporate Estimated Payments by Fiscal Year Quarter

- Cumulative withholding growth may decrease throughout the remainder of the fiscal year due to increased unemployment.
Income tax
Corporate Income tax
Oil and Gas – SSR + local
Interest - local also
Accommodations – SSR impacts
Rental Car
Gaming
Local Resort Community – sales tax
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45% Baseline
35% Pessimistic – longer hit to economy
20% Optimistic – V shaped

Economics

IHS Markit updates
“COVID-19 changes everything”
Rapidly changing – updates monthly
LFD - Will begin evaluating impact to the general fund
Dashboard Development
Tracking the Economy

UI Benefits
SBA Loans

Withholding
State Expenditures (other than UI Benefits)

Slow to start, $1.4 million expended by April 3, expect much more to come, especially from these agencies:
- DPHHS expect increases at all levels
- DMS for disaster and emergency services
Dashboard being developed (data through April 14)
Wrap up
Information as available

- Track Expenditures and Revenues on COVID-19
- Track economic indicators
- Tracking Medicaid enrollment
- Local Government revenue and spending on COVID-19
- Education revenue and spending on COVID-19
- Revenue and Cashflow forecast update
Next Steps

- Dashboard in a Week or Two
- May Report
- May LFC Meeting
- Updated Revenue Forecast June Report