

Summary of Revenue Estimate Comparisons

The Legislative Fiscal Division (LFD) consistently reports HJ 2 revenue estimates and other comparisons after adjusting for enacted legislation, including legislatively authorized transfers to the general fund. The following table summarizes HJ 2 and the executive general fund revenue estimates as adjusted at various points in time, as well as the calculated difference between the two estimates at each point.

Note that year-to-date revenue collections reported by LFD also include transfers to the general fund, and are comparable to the adjusted HJ 2 amounts in line 4 below.

General Fund Revenue Estimate Comparisons (\$ Millions)					
Line #	Source	FY 2017	FY 2018	FY 2019	Reference
1	HJ 2 Estimate	\$2,212.592	\$2,359.345	\$2,476.395	Page 2
	2017 Regular Session Legislation Before SB 261	<u>4.351</u>	<u>11.350</u>	<u>4.361</u>	Pages 3 & 5
2	HJ 2 Adjusted for Regular Session Legislation Before SB 261	2,216.943	2,370.694	2,480.756	
	SB 261		<u>31.640</u>	<u>1.640</u>	Pages 3 & 5
3	HJ 2 Adjusted for Regular Session Legislation	2,216.943	2,402.334	2,482.396	
	2017 Special Session Legislation		32.311	14.227	Pages 3 & 5
4	HJ 2 Adjusted for Regular & Special Session Legislation	\$2,216.943	\$2,434.645	\$2,496.623	Page 4
5	Executive Special Session Estimate (Adj. for Reg. Session Legislation Before SB 261)		2,233.270	2,336.240	
	SB 261		<u>31.640</u>	<u>1.640</u>	
6	Executive Special Session Estimate (Adjusted for Regular Session Legislation)		2,264.910	2,337.880	
	2017 Special Session Legislation		<u>32.311</u>	<u>14.227</u>	
7	Executive Special Session Estimate (Adj. for Regular & Special Session Legislation)		2,297.221	2,352.107	
Difference Between HJ 2 and Executive Estimates at Points in Time					
	Post-Session, Before SB 261 (Line 5 - Line 2)		(137.424)	(144.516)	
	Post-Session, After SB 261 (Line 6 - Line 3)		(137.424)	(144.516)	
	After Special Session (Line 7 - Line 4)		(137.424)	(144.516)	
Further Detail					
Line #					
1	http://leg.mt.gov/bills/2017/billhtml/HJ0002.htm				
2	Comparable to Executive Special Session Estimate				
4	The adjusted HJ 2 estimate amounts are included in the LFD Revenue Update Reports				
5	http://leg.mt.gov/content/Publications/fiscal/interim/Oct-2017/Director-Villa-Presentation.pdf				
6	See FY 2018 excess revenue trigger level in SB 9 from the special session				
7	The adjusted executive estimate amounts have been included for comparison in recent LFD Revenue Update Reports				

The FY 2019 HJ 2 revenue amount on line 4 is slightly above the amount carried on the HJ 2 balance sheet. The HJ 2 balance sheet includes the interaction between assumed FY 2018 collections and the trigger level provided for in SB 9 (2017 Special Session).

General Fund Revenue: HJ 2 Estimate Before Adjusting for Enacted Legislation (\$ Millions)						
Source of Revenue	Actual FY 2016	Estimated FY 2017	Estimated FY 2018	Estimated FY 2019	Estimated 2017 Bien	Estimated 2019 Bien
Largest Seven Sources						
Individual Income Tax	\$1,184.828	\$1,238.516	\$1,320.815	\$1,404.438	\$2,423.344	\$2,725.253
Property Tax	257.100	261.003	277.119	286.326	518.103	563.445
Corporation Income Tax	118.387	139.952	168.763	171.748	258.339	340.511
Vehicle Taxes & Fees	108.480	110.844	112.952	114.509	219.324	227.460
Oil & Natural Gas Production Tax	39.083	45.289	49.939	48.914	84.373	98.853
Insurance Tax & License Fees	69.255	73.414	76.000	79.887	142.669	155.887
Video Gambling Tax	60.554	59.280	61.904	64.516	119.834	126.420
Other Business Taxes						
Driver's License Fee	4.345	4.938	4.341	5.007	9.283	9.348
Investment License Fee	7.212	7.454	7.660	7.994	14.666	15.654
Lodging Taxes	21.493	22.196	23.399	24.771	43.689	48.170
Public Contractors Tax	2.397	2.552	2.540	2.527	4.950	5.067
Railroad Car Tax	3.594	3.387	3.642	3.905	6.981	7.547
Rental Car Sales Tax	3.878	3.310	3.357	3.658	7.187	7.016
Telecommunications Excise Tax	16.775	16.089	15.570	14.966	32.864	30.535
Other Natural Resource Taxes						
Coal Severance Tax	14.236	13.577	15.460	15.954	27.813	31.414
Electrical Energy Tax	4.536	4.448	4.439	4.524	8.985	8.963
Metalliferous Mines Tax	4.221	4.410	4.274	4.156	8.632	8.430
US Mineral Royalty	16.759	19.249	20.497	21.229	36.008	41.726
Wholesale Energy Tax	3.516	3.539	3.505	3.537	7.055	7.042
Other Interest Earnings						
Coal Trust Interest	20.722	19.963	20.329	20.307	40.686	40.636
Treasury Cash Account Interest	3.961	4.274	7.577	15.507	8.235	23.084
Other Consumption Taxes						
Beer Tax	3.027	3.051	3.059	3.064	6.078	6.123
Cigarette Tax	31.103	30.924	30.718	30.529	62.027	61.247
Liquor Excise & License Tax	19.776	21.359	22.265	23.218	41.135	45.484
Liquor Profits	11.000	11.500	12.000	12.500	22.500	24.500
Lottery Profits	11.963	12.363	12.363	12.363	24.327	24.727
Tobacco Tax	6.184	6.623	6.815	6.999	12.807	13.814
Wine Tax	2.373	2.484	2.584	2.674	4.857	5.258
Other Sources						
All Other Revenue	41.443	40.650	41.713	42.968	82.093	84.681
Highway Patrol Fines	4.040	4.101	4.155	4.193	8.141	8.348
Nursing Facilities Fee	4.764	4.589	4.277	4.181	9.353	8.458
Public Institution Reimbursements	16.910	14.162	12.694	12.725	31.072	25.419
Tobacco Settlement	3.371	3.101	2.622	2.599	6.472	5.221
Total General Fund	\$2,121.288	\$2,212.592	\$2,359.345	\$2,476.395	\$4,333.880	\$4,835.740
General Fund Growth		4.3%	6.6%	5.0%		11.6%

General Fund Revenue Legislation Impacts of the 65th Legislature Including Regular & Special Sessions (\$ Millions)						
Source of Revenue	Estimated FY 2017	Estimated FY 2018	Estimated FY 2019	Estimated 2017 Bien	Estimated 2019 Bien	Estimated 3-Yr Total
Largest Seven Sources						
Individual Income Tax	\$0.000	(\$0.007)	(\$0.139)	\$0.000	(\$0.146)	(\$0.146)
Property Tax	-	-	(0.199)	-	(0.199)	(0.199)
Corporation Income Tax	-	-	1.399	-	1.399	1.399
Vehicle Taxes & Fees	-	0.004	0.041	-	0.045	0.045
Oil & Natural Gas Production Tax	-	-	-	-	-	-
Insurance Tax & License Fees	-	0.003	0.006	-	0.009	0.009
Video Gambling Tax	-	-	-	-	-	-
Other Business Taxes						
Driver's License Fee	-	-	-	-	-	-
Investment License Fee	-	-	-	-	-	-
Lodging Taxes	-	-	-	-	-	-
Public Contractors Tax	-	-	-	-	-	-
Railroad Car Tax	-	-	-	-	-	-
Rental Car Sales Tax	-	-	-	-	-	-
Telecommunications Excise Tax	-	-	-	-	-	-
Other Natural Resource Taxes						
Coal Severance Tax	-	(1.649)	(1.657)	-	(3.306)	(3.306)
Electrical Energy Tax	-	-	-	-	-	-
Metalliferous Mines Tax	-	-	-	-	-	-
US Mineral Royalty	-	-	-	-	-	-
Wholesale Energy Tax	-	-	-	-	-	-
Other Interest Earnings						
Coal Trust Interest	-	(0.500)	(1.240)	-	(1.740)	(1.740)
Treasury Cash Account Interest	-	-	-	-	-	-
Other Consumption Taxes						
Beer Tax	-	0.012	0.012	-	0.025	0.025
Cigarette Tax	-	(0.066)	(0.066)	-	(0.131)	(0.131)
Liquor Excise & License Tax	-	-	-	-	-	-
Liquor Profits	-	2.614	3.925	-	6.539	6.539
Lottery Profits	-	0.001	0.001	-	0.002	0.002
Tobacco Tax	-	-	-	-	-	-
Wine Tax	-	-	-	-	-	-
Other Sources						
All Other Revenue	4.351	71.839	16.074	4.351	87.913	92.264
Highway Patrol Fines	-	(0.003)	(0.003)	-	(0.007)	(0.007)
Nursing Facilities Fee	-	0.028	0.066	-	0.094	0.094
Public Institution Reimbursements	-	3.024	2.009	-	5.033	5.033
Tobacco Settlement	-	-	-	-	-	-
Total General Fund	\$4.351	\$75.300	\$20.229	\$4.351	\$95.529	\$99.880

General Fund Revenue: HJ 2 Estimate Plus Legislation Impacts of Regular & Special Sessions						
(\$ Millions)						
Source of Revenue	Actual FY 2016	Estimated FY 2017	Estimated FY 2018	Estimated FY 2019	Estimated 2017 Bien	Estimated 2019 Bien
Largest Seven Sources						
Individual Income Tax	\$1,184.828	\$1,238.516	\$1,320.808	\$1,404.299	\$2,423.344	\$2,725.106
Property Tax	257.100	261.003	277.119	286.126	518.103	563.245
Corporation Income Tax	118.387	139.952	168.763	173.148	258.339	341.910
Vehicle Taxes & Fees	108.480	110.844	112.956	114.550	219.324	227.505
Oil & Natural Gas Production Tax	39.083	45.289	49.939	48.914	84.373	98.853
Insurance Tax & License Fees	69.255	73.414	76.003	79.893	142.669	155.896
Video Gambling Tax	60.554	59.280	61.904	64.516	119.834	126.420
Other Business Taxes						
Driver's License Fee	4.345	4.938	4.341	5.007	9.283	9.348
Investment License Fee	7.212	7.454	7.660	7.994	14.666	15.654
Lodging Taxes	21.493	22.196	23.399	24.771	43.689	48.170
Public Contractors Tax	2.397	2.552	2.540	2.527	4.950	5.067
Railroad Car Tax	3.594	3.387	3.642	3.905	6.981	7.547
Rental Car Sales Tax	3.878	3.310	3.357	3.658	7.187	7.016
Telecommunications Excise Tax	16.775	16.089	15.570	14.966	32.864	30.535
Other Natural Resource Taxes						
Coal Severance Tax	14.236	13.577	13.811	14.297	27.813	28.108
Electrical Energy Tax	4.536	4.448	4.439	4.524	8.985	8.963
Metalliferous Mines Tax	4.221	4.410	4.274	4.156	8.632	8.430
US Mineral Royalty	16.759	19.249	20.497	21.229	36.008	41.726
Wholesale Energy Tax	3.516	3.539	3.505	3.537	7.055	7.042
Other Interest Earnings						
Coal Trust Interest	20.722	19.963	19.829	19.067	40.686	38.896
Treasury Cash Account Interest	3.961	4.274	7.577	15.507	8.235	23.084
Other Consumption Taxes						
Beer Tax	3.027	3.051	3.072	3.076	6.078	6.148
Cigarette Tax	31.103	30.924	30.652	30.463	62.027	61.115
Liquor Excise & License Tax	19.776	21.359	22.265	23.218	41.135	45.484
Liquor Profits	11.000	11.500	14.614	16.425	22.500	31.039
Lottery Profits	11.963	12.363	12.365	12.365	24.327	24.729
Tobacco Tax	6.184	6.623	6.815	6.999	12.807	13.814
Wine Tax	2.373	2.484	2.584	2.674	4.857	5.258
Other Sources						
All Other Revenue	41.443	45.001	113.552	59.042	86.444	172.594
Highway Patrol Fines	4.040	4.101	4.152	4.190	8.141	8.341
Nursing Facilities Fee	4.764	4.589	4.305	4.247	9.353	8.552
Public Institution Reimbursements	16.910	14.162	15.718	14.734	31.072	30.452
Tobacco Settlement	3.371	3.101	2.622	2.599	6.472	5.221
Total General Fund	\$2,121.288	\$2,216.943	\$2,434.645	\$2,496.623	\$4,338.231	\$4,931.268

Revenue Legislation Impacts of the 65th Legislature: Regular & Special Sessions

(\$ Millions)

Source of Revenue	FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Individual Income Tax					
HB 175 Revise laws related to medical savings accounts			(\$0.118)	(\$0.215)	(\$0.215)
HB 308 Provide for apprenticeship tax credit with increased amount for veterans			(0.015)	(0.027)	(0.038)
HB 391 Provide for Montana earned income tax credit				(4.615)	(4.508)
HB 574 Allow business deductions for expenses reduced by federal credits				(0.602)	(0.614)
HB 597 Create voluntary contribution account to acquire public access easements		(\$0.007)	(0.007)	(0.007)	(0.007)
Property Tax					
HB 554 Clarify laws related to property tax assistance programs			(0.024)	(0.023)	(0.026)
SB 94 Provide property tax exemption for certain residential property			(0.162)	(0.174)	(0.234)
SB 180 Revise laws regarding taxation of certain airlines			(0.014)	(0.014)	(0.015)
Corporation Income Tax					
HB 308 Provide for apprenticeship tax credit with increased amount for veterans			(0.001)	(0.001)	(0.002)
HB 511 Revise income tax laws related to businesses			0.450	1.500	1.500
HB 550 Revise laws related to corporate loss carryback and carryforward			0.950	1.691	1.387
SB 317 Revise interest assessment on taxes other than individual income taxes				(1.704)	(1.760)
Vehicle Taxes & Fees					
HB 144 Generally revise motor vehicle laws		0.004	0.004	0.004	0.004
SB 241 Generally revise commercial drivers license laws			0.037	0.027	0.028
Oil & Natural Gas Production Tax					
SB 85 Submitting a 6-mill levy for support of the Montana University System to voters				(1.926)	(2.111)
SB 317 Revise interest assessment on taxes other than individual income taxes				(0.081)	(0.084)
Insurance Tax & License Fees					
HB 137 Generally revise securities and insurance laws pertaining to the State Auditor				(0.421)	(0.427)
SB 245 Generally revise Montana captive insurance laws		0.003	0.006	0.009	0.011
Coal Severance Tax					
HB 209 Extend funding to coal board		(1.649)	(1.657)		
SB 317 Revise interest assessment on taxes other than individual income taxes				(0.075)	(0.078)
Coal Trust Interest					
SB 260 Create school facilities subtrust within coal tax trust fund		(0.500)	(1.240)	(1.960)	(2.680)
Beer Tax					
HB 541 Revise small brewery laws		0.012	0.012	0.013	0.013
Cigarette Tax					
HB 304 Statutory appropriation to the department of revenue for cigarette tax stamps		(0.066)	(0.066)	(0.066)	(0.066)
Liquor Profits					
HB 428 Revise laws for retail beer license lottery		0.075	0.075	0.100	0.050
HB 462 Alcohol licenses for certain educational organizations		0.001	0.000	0.000	0.000
SB 5 (Special Session) Revising the sale of new liquor licenses		2.532	3.844		
SB 344 A bill clarifying alcohol/gambling laws related to loan/security documentation		0.005	0.005	0.005	0.005
Lottery Profits					
SB 128 Revise pari-mutuel fantasy sports takeout rate and distribution laws		0.001	0.001	0.001	0.001
All Other Revenue					
HB 6 (Special Session) Provide for fund transfers and other measures			29.778	10.383	
HB 639 Revising funding for health care services	\$4.351	4.351	4.351		
HB 642 Implement the provisions of the general appropriations bill Section A		1.100			
HB 650 Implement the provisions of the general appropriations bill Section D		2.970	(0.300)	(0.300)	(0.300)
SB 261 Generally revise state fiscal laws		31.640	1.640	-	-
SB 111 Provide that it is unlawful to feed wild turkeys			0.001	0.001	0.001
SB 294 Generally revise laws related to state government pay plans		2.000			
Highway Patrol Fines					
SB 196 Revise transportation laws related to traffic violations in work zones		(0.003)	(0.003)	(0.003)	(0.003)
Nursing Facilities Fee					
HB 618 Increase nursing home bed tax for nursing home rate increases		0.028	0.066	0.065	0.065
Public Institution Reimbursements					
HB 387 Authorize establishment of a 12-bed intensive behavioral center		3.024	2.009		
Total	\$4.351	\$75.300	\$20.229	(\$8.799)	(\$10.101)