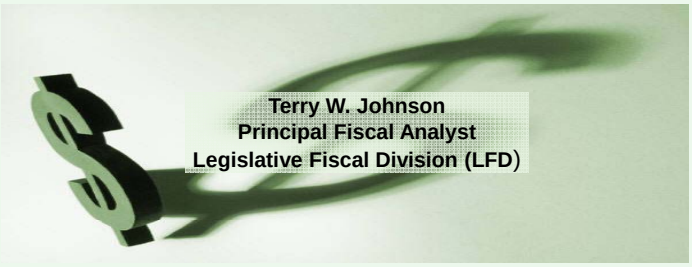
Summary of Revenue Information
Shorter Term Focus



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

March 4, 2010

Legislator Training Session

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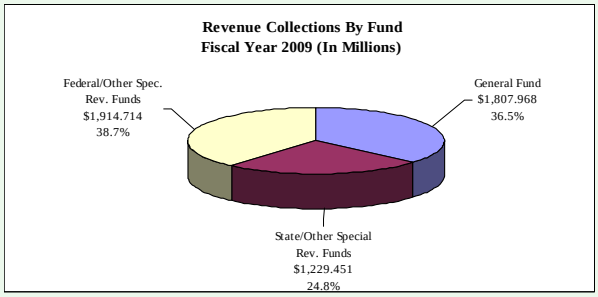
Fiscal 2009
State Revenue Collections



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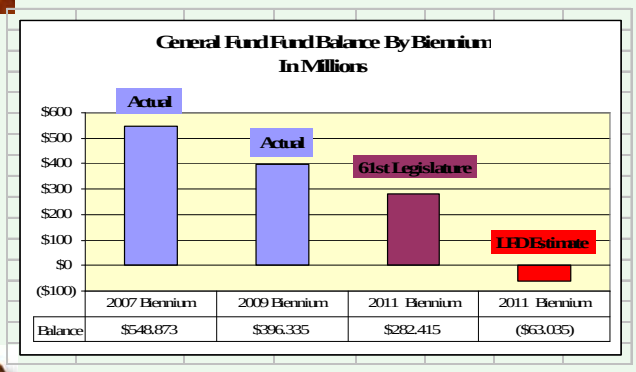
General Fund Balance Position

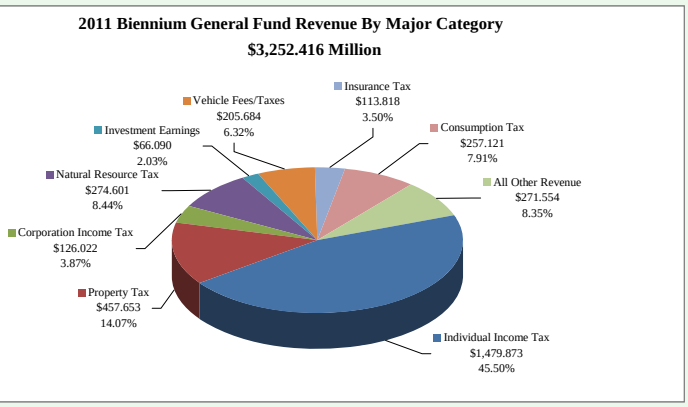


	2007 Biennium	2009 Biennium	2011 Biennium	2011 Biennium
Balance	$548.873	$396.335	$282.415	($63.035)

* LFD estimates for the 2011 biennium exclude the executive spending plan.

Legislative Fiscal Division

Where Does General Fund Revenue Come From



Change From FY 2009 General Fund Revenue

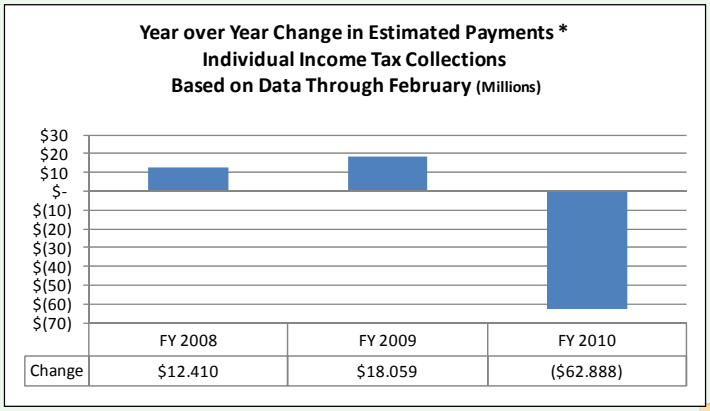
General Fund Revenue Collections Change From FY 2009		
Category	Change In Millions	Percent Change
Individual Income Tax	($118.8)	-21.98%
Corporation Income Tax	(67.5)	-69.81%
Oil & Gas Production Tax	(23.2)	-52.14%
Vehicle Fees/Taxes	(9.9)	-15.55%
TCA Interest	(9.9)	-85.24%
Video Gaming Tax	(4.0)	-12.64%
Remaining Sources	1.5	0.01%
Total	($231.8)	-21.54%

Legislative Fiscal Division

Individual Income Tax Comparison (Millions)

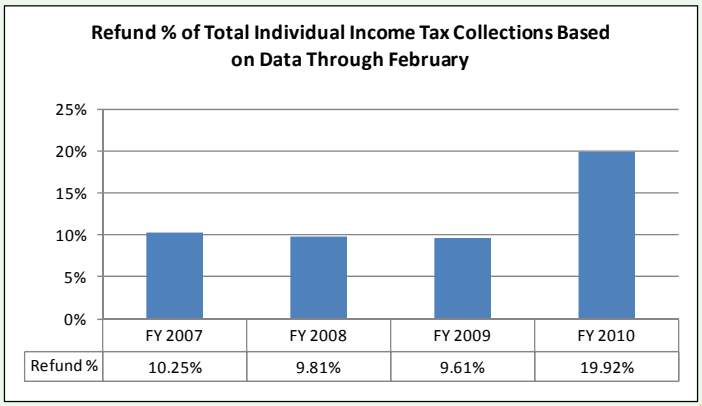
Individual Income Tax Comparison - FY 2009 to FY 2010				
Revenue Description	Through 2/28/2009 FY 2009	Through 2/28/2010 FY 2010	Dollar Change	Percent Change
Withholding	415,640,530	406,015,513	(9,625,017)	-2.32%
Mineral Withholding	13,130,603	7,101,915	(6,028,688)	-45.91%
Estimated Payments	178,761,375	115,873,322	(62,888,053)	-35.18%
Current Year Payments	15,252,638	6,714,773	(8,537,865)	-55.98%
Audit Revenue	17,129,824	20,799,687	3,669,863	21.42%
Refunds	(99,230,431)	(134,657,189)	(35,426,758)	35.70%
Total	$540,684,539	$421,848,021	($118,836,518)	-21.98%

Fiscal 2010 Summary Individual Income Tax Estimated Payments



* FY 2009 Includes a large estimated payment received in January

Fiscal 2010 Summary Individual Income Tax Refund %

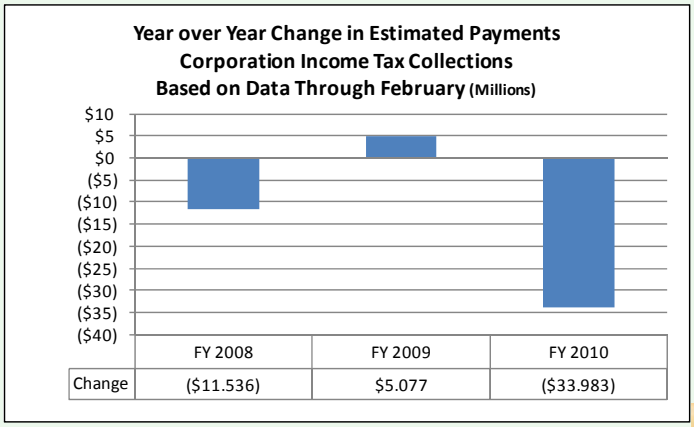


Corporation Income Tax Comparison (Millions)

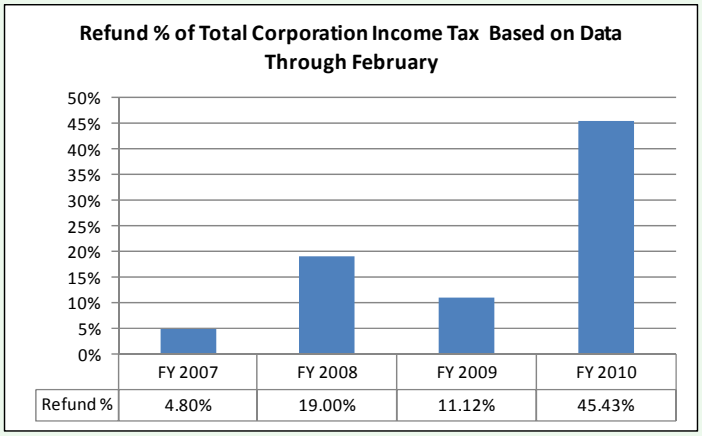
Corporation Income Tax Comparison - FY 2009 to FY 2010				
Revenue Description	Through 2/28/2009 FY 2009	Through 2/28/2010 FY 2010	Dollar Change	Percent Change
Current Year Payments	21,203,067	7,495,589	(13,707,478)	-64.65%
Estimated Payments	72,061,520	38,078,999	(33,982,521)	-47.16%
Audit Revenue	16,752,950	7,894,460	(8,858,490)	-52.88%
Refunds	(13,383,169)	(24,292,547)	(10,909,378)	81.52%
Total	$96,634,368	$29,176,501	($67,457,867)	-69.81%

Legislative Fiscal Division

Fiscal 2010 Summary Corporation Income Tax Estimated Payments

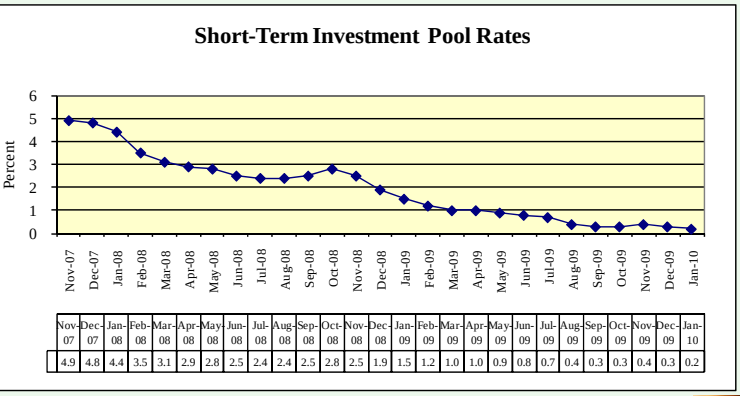


Fiscal 2010 Summary
Corporation Income Tax Refund %



	FY 2007	FY 2008	FY 2009	FY 2010
Refund %	4.80%	19.00%	11.12%	45.43%

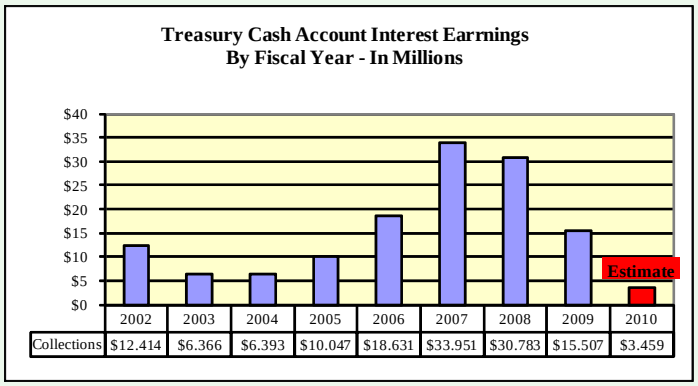
Fiscal 2010 Summary
Short-Term Investment Pool Rates



Nov-07	Dec-07	Jan-08	Feb-08	Mar-08	Apr-08	May-08	Jun-08	Jul-08	Aug-08	Sep-08	Oct-08	Nov-08	Dec-08	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	Jan-10
4.9	4.8	4.4	3.5	3.1	2.9	2.8	2.5	2.4	2.4	2.5	2.8	2.5	1.9	1.5	1.2	1.0	1.0	0.9	0.8	0.7	0.4	0.3	0.3	0.4	0.3	0.2

Fiscal 2010 Summary

Treasury Cash Account Interest Earnings

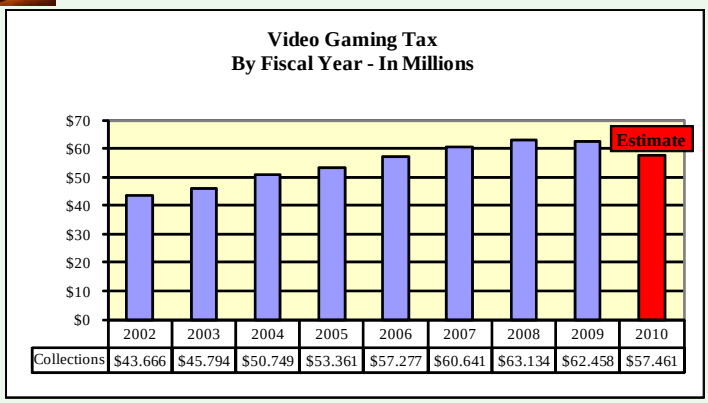


	2002	2003	2004	2005	2006	2007	2008	2009	2010
Collections	$12.414	$6.366	$6.393	$10.047	$18.631	$33.951	$30.783	$15.507	$3.459

Legislative Fiscal Division

Fiscal 2010 Summary

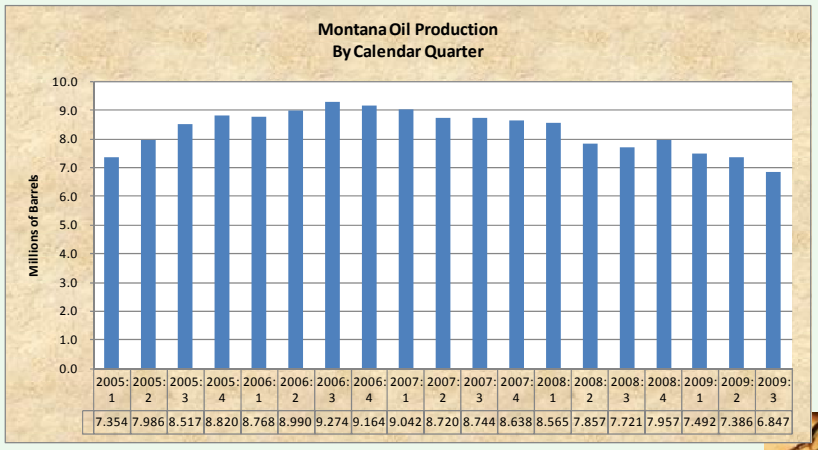
Video Gaming Tax Trends



	2002	2003	2004	2005	2006	2007	2008	2009	2010
Collections	$43.666	$45.794	$50.749	$53.361	$57.277	$60.641	$63.134	$62.458	$57.461

Legislative Fiscal Division

Fiscal 2010 Summary
Oil Production Tax - Production



2005:1	2005:2	2005:3	2005:4	2006:1	2006:2	2006:3	2006:4	2007:1	2007:2	2007:3	2007:4	2008:1	2008:2	2008:3	2008:4	2009:1	2009:2	2009:3
7.354	7.986	8.517	8.820	8.768	8.990	9.274	9.164	9.042	8.720	8.744	8.638	8.565	7.857	7.721	7.957	7.492	7.386	6.847

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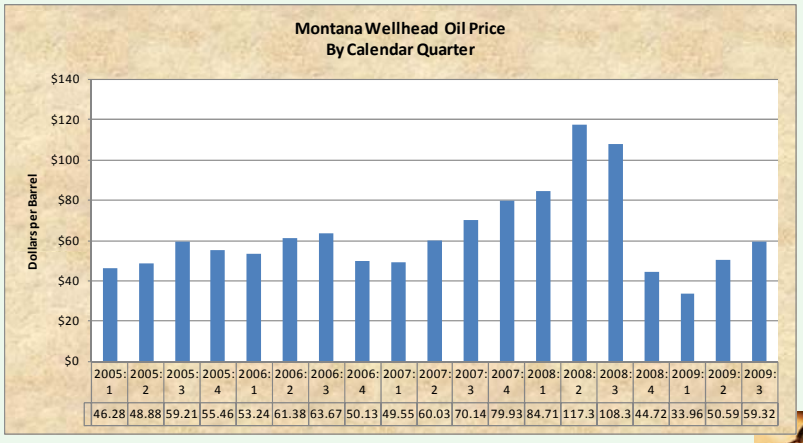
Legislative Fiscal Division

Fiscal 2010 Summary
Oil Production Tax – Wellhead Price



2005:1	2005:2	2005:3	2005:4	2006:1	2006:2	2006:3	2006:4	2007:1	2007:2	2007:3	2007:4	2008:1	2008:2	2008:3	2008:4	2009:1	2009:2	2009:3
46.28	48.88	59.21	55.46	53.24	61.38	63.67	50.13	49.55	60.03	70.14	79.93	84.71	117.3	108.3	44.72	33.96	50.59	59.32

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Fiscal 2010 & FY 2011 Summary Estimated Revenue Changes

Estimated Revenue Changes From HJ 2 (Millions)			
Category	FY 2010	FY 2011	Biennium
Individual Income Tax	($118.1)	($95.0)	($213.1)
Corporation Income Tax	(58.2)	(52.7)	(110.9)
Oil & Gas Production Tax	21.3	12.3	33.6
TCA Interest	(4.5)	(6.4)	(10.9)
Video Gaming Tax	(11.5)	(11.1)	(22.6)
Vehicle Fees/Taxes	(7.0)	(4.8)	(11.8)
Remaining Sources	(4.1)	(10.1)	(14.2)
Current Estimate	**($182.1)**	**($167.8)**	**($349.9)**
January Estimate	($137.8)	($132.7)	($270.5)
Change From January Estimate	**($44.3)**	**($35.1)**	**($79.4)**

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2011 Biennium General Fund Revenue Impact on Legislative Projected Balance

2011 Biennium General Fund Outlook In Millions	
	Biennium
Legislative Projected Balance	$282.4
FY 2009 Balance Change	5.0
Net Revenue Changes	(349.9)
Fund Balance Adjustments	(0.5)
Supplementals	?
New Projected Balance *	($63.0)

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MCA 17-7-140, Reduction in Spending

- Trigger Point $36.4 million
- Executive Calculates Projected Deficit
- RTIC Reviews Estimated Revenue Shortfall
- LFC Reviews Executive Spending Reductions
- Governor Reviews all Recommendations and Determines Final Spending Reductions

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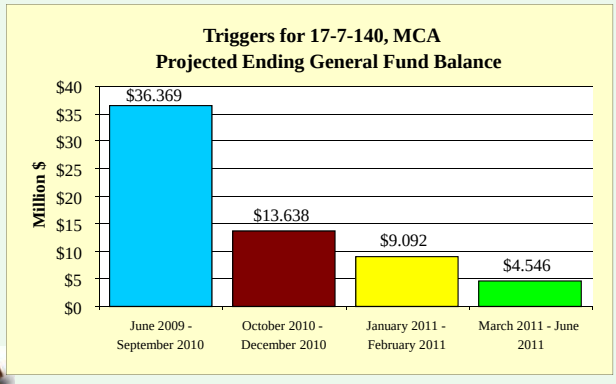
MCA 17-7-140, Trigger Points



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2011 Biennium General Fund Revenue Impact on Structural Balance

Fiscal 2011 General Fund Budget Gap (Structural Balance) Calculation		
	Legislature Millions	Revised Estimate Millions
Estimated On-Going Revenue	$1,826.3	$1,661.6
Estimated On-Going Disbursements	1,830.7	1,830.7
Structural Balance	($4.4)	($169.1)

General Fund Summary

- **FY 2009 Balance Up : $5 M**
- **2011 Biennium Estimated Revenue Down : $349.9 M**
- **2011 Biennium Balance - New Projection : -$63.0 M**
- **2011 Biennium Statutory Trigger : $36.4 M**
- **Long-Term Revenue Growth Slow with Significant Fiscal Issues**

Questions ?

Legislative Fiscal Division

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