

# ECONOMIC FORUM GENERAL FUND REVENUE FORECAST COMPARISON: MAY 1, 2019, FORECAST VERSUS DECEMBER 3, 2018, FORECAST

## Economic Forum May 1, 2019, Forecast

|  | FY 2018          | FY 2019          | FY 2020          | FY 2021          | 2017-19 Biennium | 2019-21 Biennium | FY 2019, FY 2020, and FY 2021 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|-------------------------------|
| Sales and Use Tax                                | \$1,142.8        | \$1,232.2        | \$1,294.5        | \$1,334.2        | \$2,375.0        | \$2,628.7        | \$3,860.9                     |
| Percent Fees - Gross Revenue: Before Tax Credits | \$757.8          | \$763.4          | \$781.3          | \$792.1          | \$1,521.2        | \$1,573.4        | \$2,336.7                     |
| Live Entertainment Tax (LET)                     | \$125.4          | \$127.7          | \$129.3          | \$130.4          | \$253.1          | \$259.7          | \$387.5                       |
| LET-Gaming                                       | \$100.9          | \$102.5          | \$103.6          | \$104.2          | \$203.4          | \$207.7          | \$310.3                       |
| LET-Nongaming                                    | \$24.5           | \$25.2           | \$25.7           | \$26.2           | \$49.8           | \$52.0           | \$77.2                        |
| Commerce Tax                                     | \$201.9          | \$215.3          | \$222.5          | \$231.5          | \$417.2          | \$454.0          | \$669.3                       |
| Modified Business Tax (MBT): Before Tax Credits  | \$655.6          | \$688.2          | \$677.8          | \$703.6          | \$1,343.8        | \$1,381.4        | \$2,069.5                     |
| MBT-Nonfinancial                                 | \$604.0          | \$635.2          | \$626.5          | \$651.0          | \$1,239.2        | \$1,277.5        | \$1,912.7                     |
| MBT-Financial                                    | \$29.1           | \$30.0           | \$29.4           | \$30.5           | \$59.1           | \$59.9           | \$90.0                        |
| MBT-Mining                                       | \$22.5           | \$22.9           | \$21.8           | \$22.1           | \$45.4           | \$43.9           | \$66.8                        |
| Insurance Premium Tax: Before Tax Credits        | \$417.5          | \$444.3          | \$466.3          | \$492.7          | \$861.8          | \$958.9          | \$1,403.3                     |
| Real Property Transfer Tax                       | \$103.4          | \$102.1          | \$105.1          | \$106.4          | \$205.5          | \$211.4          | \$313.5                       |
| Total: Major Revenue Sources: Before Tax Credits | \$3,404.4        | \$3,573.2        | \$3,676.6        | \$3,790.9        | \$6,977.6        | \$7,467.5        | \$11,040.7                    |
| All Other Revenue Sources                        | \$785.5          | \$828.2          | \$784.7          | \$795.0          | \$1,613.6        | \$1,579.7        | \$2,407.8                     |
| Total General Fund Revenue: Before Tax Credits   | <u>\$4,189.9</u> | <u>\$4,401.3</u> | <u>\$4,461.3</u> | <u>\$4,585.9</u> | <u>\$8,591.2</u> | <u>\$9,047.2</u> | <u>\$13,448.5</u>             |
| Total Tax Credits                                | -\$171.2         | -\$144.3         | -\$111.2         | -\$89.3          | -\$315.5         | -\$200.5         | -\$344.8                      |
| Commerce Tax Credits Against the MBT             | -\$57.8          | -\$56.2          | -\$59.1          | -\$62.1          | -\$114.0         | -\$121.3         | -\$177.5                      |
| All Other Tax Credit Programs                    | -\$113.4         | -\$88.1          | -\$52.0          | -\$27.2          | -\$201.5         | -\$79.2          | -\$167.3                      |
| Total General Fund Revenue: After Tax Credits    | <u>\$4,018.7</u> | <u>\$4,257.0</u> | <u>\$4,350.2</u> | <u>\$4,496.6</u> | <u>\$8,275.7</u> | <u>\$8,846.7</u> | <u>\$13,103.8</u>             |

## Economic Forum December 3, 2018, Forecast

|  | FY 2018          | FY 2019          | FY 2020          | FY 2021          | 2017-19 Biennium | 2019-21 Biennium | FY 2019, FY 2020, and FY 2021 |
|--|------------------|------------------|------------------|------------------|------------------|------------------|-------------------------------|
| Sales and Use Tax                                | \$1,142.8        | \$1,219.4        | \$1,283.3        | \$1,334.2        | \$2,362.2        | \$2,617.6        | \$3,837.0                     |
| Percent Fees - Gross Revenue: Before Tax Credits | \$757.8          | \$763.4          | \$777.2          | \$792.1          | \$1,521.2        | \$1,569.4        | \$2,332.7                     |
| Live Entertainment Tax (LET)                     | \$125.4          | \$126.8          | \$128.1          | \$129.5          | \$252.2          | \$257.6          | \$384.4                       |
| LET-Gaming                                       | \$100.9          | \$100.1          | \$99.7           | \$100.1          | \$200.9          | \$199.9          | \$299.9                       |
| LET-Nongaming                                    | \$24.5           | \$26.7           | \$28.4           | \$29.3           | \$51.3           | \$57.7           | \$84.5                        |
| Commerce Tax                                     | \$201.9          | \$210.2          | \$218.1          | \$226.9          | \$412.1          | \$444.9          | \$655.1                       |
| Modified Business Tax (MBT): Before Tax Credits  | \$655.6          | \$689.9          | \$678.1          | \$687.6          | \$1,345.6        | \$1,365.7        | \$2,055.6                     |
| MBT-Nonfinancial                                 | \$604.0          | \$637.0          | \$626.9          | \$635.0          | \$1,241.0        | \$1,261.9        | \$1,898.9                     |
| MBT-Financial                                    | \$29.1           | \$30.0           | \$29.4           | \$30.5           | \$59.1           | \$59.9           | \$90.0                        |
| MBT-Mining                                       | \$22.5           | \$22.9           | \$21.8           | \$22.1           | \$45.4           | \$43.9           | \$66.8                        |
| Insurance Premium Tax: Before Tax Credits        | \$417.5          | \$441.5          | \$463.6          | \$487.1          | \$859.0          | \$950.7          | \$1,392.2                     |
| Real Property Transfer Tax                       | \$103.4          | \$106.9          | \$112.3          | \$115.1          | \$210.3          | \$227.4          | \$334.3                       |
| Total: Major Revenue Sources: Before Tax Credits | \$3,404.4        | \$3,558.0        | \$3,660.8        | \$3,772.5        | \$6,962.5        | \$7,433.3        | \$10,991.3                    |
| All Other Revenue Sources                        | \$785.5          | \$815.2          | \$789.7          | \$802.9          | \$1,600.7        | \$1,592.6        | \$2,407.8                     |
| Total General Fund Revenue: Before Tax Credits   | <u>\$4,189.9</u> | <u>\$4,373.2</u> | <u>\$4,450.5</u> | <u>\$4,575.4</u> | <u>\$8,563.2</u> | <u>\$9,025.9</u> | <u>\$13,399.1</u>             |
| Total Tax Credits                                | -\$171.2         | -\$147.6         | -\$106.4         | -\$84.2          | -\$318.8         | -\$190.5         | -\$338.2                      |
| Commerce Tax Credits Against the MBT             | -\$57.8          | -\$59.2          | -\$61.9          | -\$65.1          | -\$117.0         | -\$126.9         | -\$186.1                      |
| All Other Tax Credit Programs                    | -\$113.4         | -\$88.4          | -\$44.5          | -\$19.1          | -\$201.8         | -\$63.6          | -\$152.0                      |
| Total General Fund Revenue: After Tax Credits    | <u>\$4,018.7</u> | <u>\$4,225.6</u> | <u>\$4,344.1</u> | <u>\$4,491.2</u> | <u>\$8,244.3</u> | <u>\$8,835.3</u> | <u>\$13,060.9</u>             |

## Difference: May 1, 2019, Forecast less December 3, 2018, Forecast

|  | FY 2018 | FY 2019         | FY 2020         | FY 2021         | 2017-19 Biennium | 2019-21 Biennium | FY 2019, FY 2020, and FY 2021 |
|--|---------|-----------------|-----------------|-----------------|------------------|------------------|-------------------------------|
| Sales and Use Tax  |         | \$12.812        | \$11.170        | \$0.000         | \$12.812         | \$11.170         | \$24.0                        |
| Percent Fees - Gross Revenue: Before Tax Credits         |         | \$0.000         | \$4.008         | \$0.000         | \$0.000          | \$4.008          | \$4.0                         |
| Live Entertainment Tax (LET)                             |         | \$0.947         | \$1.156         | \$0.973         | \$0.947          | \$2.129          | \$3.1                         |
| LET-Gaming   |         | \$2.460         | \$3.809         | \$4.064         | \$2.460          | \$7.873          | \$10.3                        |
| LET-Nongaming  |         | -\$1.513        | -\$2.653        | -\$3.091        | -\$1.513         | -\$5.744         | -\$7.3                        |
| Commerce Tax   |         | \$5.124         | \$4.416         | \$4.647         | \$5.124          | \$9.063          | \$14.2                        |
| Modified Business Tax (MBT): Before Tax Credits          |         | -\$1.757        | -\$0.375        | \$16.025        | -\$1.757         | \$15.650         | \$13.9                        |
| MBT-Nonfinancial   |         | -\$1.757        | -\$0.375        | \$16.025        | -\$1.757         | \$15.650         | \$13.9                        |
| MBT-Financial  |         | \$0.000         | \$0.000         | \$0.000         | \$0.000          | \$0.000          | \$0.0                         |
| MBT-Mining   |         | \$0.000         | \$0.000         | \$0.000         | \$0.000          | \$0.000          | \$0.0                         |
| Insurance Premium Tax: Before Tax Credits                |         | \$2.859         | \$2.662         | \$5.539         | \$2.859          | \$8.201          | \$11.1                        |
| Real Property Transfer Tax                               |         | -\$4.865        | -\$7.196        | -\$8.729        | -\$4.865         | -\$15.925        | -\$20.8                       |
| Total: Major Revenue Sources: Before Tax Credits         |         | \$15.120        | \$15.841        | \$18.455        | \$15.120         | \$34.296         | \$49.4                        |
| All Other Revenue Sources                                |         | <u>\$12.961</u> | <u>-\$4.971</u> | <u>-\$7.971</u> | <u>\$12.961</u>  | <u>-\$12.942</u> | <u>\$0.0</u>                  |
| Total General Fund Revenue: Before Tax Credits           |         | <u>\$28.081</u> | <u>\$10.870</u> | <u>\$10.484</u> | <u>\$28.081</u>  | <u>\$21.354</u>  | <u>\$49.4</u>                 |
| Total Tax Credits  |         | \$3.313         | -\$4.810        | -\$5.121        | \$3.313          | -\$9.931         | -\$6.6                        |
| Commerce Tax Credits Against the MBT                     |         | \$2.991         | \$2.733         | \$2.907         | \$2.991          | \$5.640          | \$8.6                         |
| All Other Tax Credit Programs                            |         | \$0.322         | -\$7.543        | -\$8.028        | \$0.322          | -\$15.571        | -\$15.2                       |
| Total General Fund Revenue: After Tax Credits            |         | <u>\$31.393</u> | <u>\$6.060</u>  | <u>\$5.363</u>  | <u>\$31.393</u>  | <u>\$11.424</u>  | <u>\$42.8</u>                 |
| Difference as a % of Total GF Revenue: After Tax Credits |         | 0.7%            | 0.1%            | 0.1%            | 0.4%             | 0.1%             | 0.3%                          |