

2015-17 BIENNIUM REVENUE FORECASTS - GENERAL FUND AND OIL TAX COLLECTIONS

GENERAL FUND BEGINNING BALANCE

The schedule below provides information on the estimated general fund balance on July 1, 2015.

	May 2013 Legislative Estimate	December 2014 Forecast	Increase (Decrease)
Estimated July 1, 2015, balance before adjustments	\$87,043,928	\$637,824,955	\$550,781,027
Estimated turnback	0	55,000,000	55,000,000
Budget status estimated July 1, 2015, beginning balance ¹	\$87,043,928	\$692,824,955	\$605,781,027

¹The amount shown for the budget status estimated July 1, 2015, beginning balance includes estimated general fund turnback of \$55 million, but excludes deficiency appropriations, transfers to the budget stabilization fund, and other 2013-15 biennium transfers or spending recommended in the executive budget.

GENERAL FUND REVENUE FORECAST

The schedules below provide information on estimated general fund revenue for the 2013-15 and 2015-17 bienniums.

2013-15 Biennium General Fund Revenue Forecast			
	May 2013 Legislative Estimate	December 2014 Forecast	Increase (Decrease)
Sales and use tax	\$2,472,947,500	\$2,535,362,100	\$62,414,600
Motor vehicle excise tax	323,123,500	289,315,958	(33,807,542)
Individual income tax	797,654,355	951,143,203	153,488,848
Corporate income tax	377,739,645	481,516,247	103,776,602
Insurance premium tax	73,352,976	84,927,055	11,574,079
Financial institutions tax	0	(4,871,446)	(4,871,446)
Cigarette and tobacco tax	57,953,000	59,567,291	1,614,291
Oil and gas gross production tax	133,834,000	146,071,108	12,237,108
Oil extraction tax	166,166,000	153,928,892	(12,237,108)
Coal conversion tax	39,300,000	38,875,236	(424,764)
Gaming tax	8,174,696	7,097,793	(1,076,903)
Wholesale liquor tax	19,142,000	18,335,019	(806,981)
Mineral leasing fees	19,000,000	36,792,104	17,792,104
Interest income	32,666,716	19,930,091	(12,736,625)
Departmental collections	74,394,098	81,912,118	7,518,020
Transfers	881,384,560	885,764,114	4,379,554
Total revenues and transfers	\$5,476,833,046	\$5,785,666,883	\$308,833,837

2015-17 Biennium General Fund Revenue Forecast			
	December 2014 Forecast		
	2013-15 Biennium	2015-17 Biennium	Increase (Decrease)
Sales and use tax	\$2,535,362,100	\$3,028,960,000	\$493,597,900
Motor vehicle excise tax	289,315,958	329,314,000	39,998,042
Individual income tax	951,143,203	973,379,000	22,235,797
Corporate income tax	481,516,247	525,714,000	44,197,753
Insurance premium tax	84,927,055	91,897,243	6,970,188
Financial institutions tax	(4,871,446)	0	4,871,446
Cigarette and tobacco tax	59,567,291	61,560,000	1,992,709
Oil and gas gross production tax	146,071,108	133,834,000	(12,237,108)
Oil extraction tax	153,928,892	166,166,000	12,237,108
Coal conversion tax	38,875,236	39,578,000	702,764
Gaming tax	7,097,793	7,106,250	8,457
Wholesale liquor tax	18,335,019	19,188,000	852,981
Mineral leasing fees	36,792,104	38,535,944	1,743,840
Interest income	19,930,091	21,008,000	1,077,909
Departmental collections	81,912,118	87,888,938	5,976,820
Transfers	885,764,114	26,347,696	(859,416,418)
Total revenues and transfers	\$5,785,666,883	\$5,550,477,071	(\$235,189,812)

OIL AND GAS TAX REVENUE FORECAST

The schedule below provides information on estimated oil and gas tax revenue for the 2013-15 and 2015-17 bienniums.

	2013-15 Biennium May 2013 Legislative Estimate	2013-15 Biennium December 2014 Revised Estimate¹	2015-17 Biennium December 2014 Forecast
Average oil price	\$75 to \$80 per barrel	\$72 to \$74 per barrel	\$74 to \$82 per barrel
Average daily oil production	830,000 to 850,000 barrels	1.14 million to 1.22 million barrels	1.22 million to 1.40 million barrels
Total oil and gas tax revenue	\$5.282 billion	\$6.756 billion	\$8.322 billion

¹The amount shown for the total oil and gas revenue for 2013-15 biennium December 2014 revised estimate reflects actual oil and gas tax revenue for the first 15 months of the 2013-15 biennium and estimated oil and gas tax revenue for the remaining 9 months of the 2013-15 biennium. The amounts shown for average oil price and production for the 2013-15 biennium December 2014 revised estimate reflect oil price and production forecasts for the remaining nine months of the 2013-15 biennium.

BUDGET SECTION MOTION

The following is a motion for consideration by the Budget Section related to the estimated July 1, 2015, general fund balance, 2015-17 biennium estimated general fund revenue, and estimated oil and gas tax revenue for the 2013-15 and 2015-17 bienniums based on the December 2014 revenue forecast:

It was moved by _____ and seconded by _____ that the Budget Section adopt, for Legislative Council budget status reporting purposes, the following estimated base revenues for the July 1, 2015, general fund balance; 2015-17 biennium general fund revenues; and oil price, average daily oil production, and total oil and gas tax revenue for the 2013-15 and 2015-17 bienniums:

2015-17 Biennium Estimated Base General Fund Revenues		
	2015-17 Biennium General Fund Estimates	
Estimated July 1, 2015, general fund balance ¹		\$692,824,955
Estimated general fund revenues		
Sales and use tax	\$3,028,960,000	
Motor vehicle excise tax	329,314,000	
Individual income tax	973,379,000	
Corporate income tax	525,714,000	
Insurance premium tax	91,897,243	
Financial institutions tax	0	
Cigarette and tobacco tax	61,560,000	
Oil and gas gross production tax	133,834,000	
Oil extraction tax	166,166,000	
Coal conversion tax	39,578,000	
Gaming tax	7,106,250	
Wholesale liquor tax	19,188,000	
Mineral leasing fees	38,535,944	
Interest income	21,008,000	
Departmental collections	87,888,938	
Lottery transfer	17,500,000	
Mill and elevator association transfer	6,817,200	
Gas tax administration transfer	2,030,496	
Total revenues and transfers		\$5,550,477,071
Total beginning balance, revenues, and transfers		\$6,243,302,026

¹The amount shown for the budget status estimated July 1, 2015, beginning balance includes estimated general fund turnback of \$55 million, but excludes deficiency appropriations, transfers to the budget stabilization fund, and other 2013-15 biennium transfers or spending recommended in the executive budget.

Estimated Oil Price, Oil Production, and Total Oil and Gas Tax Revenue		
	2013-15 Biennium December 2014 Revised Estimate¹	2015-17 Biennium December 2014 Forecast
Average oil price	\$72 to \$74 per barrel	\$74 to \$82 per barrel
Average daily oil production	1.14 million to 1.22 million barrels	1.22 million to 1.40 million barrels
Total oil and gas tax revenue	\$6.756 billion	\$8.322 billion

¹The amount shown for the total oil and gas revenue for 2013-15 biennium December 2014 revised estimate reflects actual oil and gas tax revenue for the first 15 months of the 2013-15 biennium and estimated oil and gas tax revenue for the remaining 9 months of the 2013-15 biennium. The amounts shown for average oil price and production for the 2013-15 biennium December 2014 revised estimate reflect oil price and production forecasts for the remaining nine months of the 2013-15 biennium.