

Joint Standing Committee on Finance

August 21, 2017

FY2016-2017 General Revenue Fund						
				ACTUAL	CHANGE	CHANGE
COMPONENT	ESTIMATE	ACTUAL	DIFFERENCE	YTD FY15-16	PERCENT	
Consumer Sales Tax	\$ 1,285.000	\$ 1,222.283	\$ (62.717)	\$ 1,231.044	-0.7%	\$ (8.762)
Personal Income Tax	\$ 1,914.225	\$ 1,813.866	\$ (100.359)	\$ 1,803.311	0.6%	\$ 10.556
Business & Occupation Tax	\$ 115.500	\$ 111.885	\$ (3.615)	\$ 119.174	-6.1%	\$ (7.290)
Severance Tax	\$ 262.544	\$ 321.031	\$ 58.487	\$ 276.441	16.1%	\$ 44.590
Corporate Taxes	\$ 137.400	\$ 116.306	\$ (21.094)	\$ 143.605	-19.0%	\$ (27.300)
Insurance Premium Tax	\$ 119.000	\$ 120.163	\$ 1.163	\$ 117.359	2.4%	\$ 2.804
Tobacco Products Tax	\$ 196.300	\$ 194.647	\$ (1.653)	\$ 100.274	94.1%	\$ 94.373
Interest Income	\$ 8.000	\$ 6.045	\$ (1.955)	\$ 2.509	141.0%	\$ 3.536
Lottery Transfers	\$ 65.000	\$ 65.000	\$ -	\$ 83.355	-22.0%	\$ (18.355)
All Other	\$ 84.450	\$ 195.285	\$ 110.835	\$ 225.607	-13.4%	\$ (30.322)
TOTAL	\$4,187.419	\$4,166.510	\$ (20.909)	\$4,102.679	1.6%	\$ 63.831
TOTAL W/O GAP FILL	\$4,187.419	\$4,066.716	\$ (120.703)	\$3,931.647	3.4%	\$ 135.070

FY2016-2017 General Revenue Fund

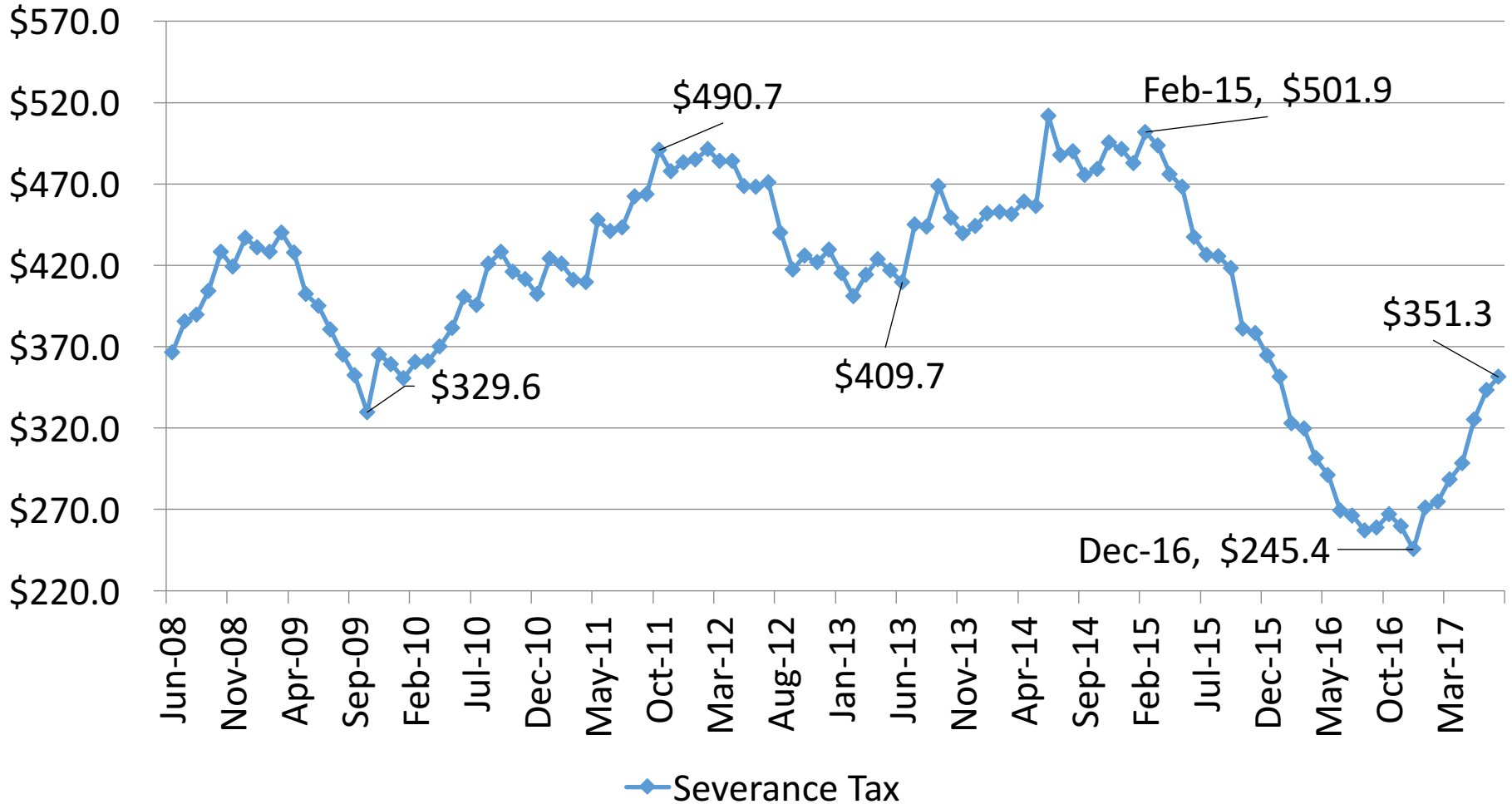
(Includes General Revenue Transfers & excludes special revenue transfers)

	FY2017	FY2016		CHANGE	ACTUAL	CHANGE	CHANGE
<u>COMPONENT</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>DIFFERENCE</u>	<u>PERCENT</u>	<u>YTD FY14-15</u>	<u>PERCENT</u>	<u>PRIOR YEAR</u>
Consumer Sales Tax	\$ 1,279.647	\$ 1,280.987	\$ (1.340)	-0.1%	\$ 1,288.688	-0.6%	\$ (7.701)
Personal Income Tax	\$ 1,843.866	\$ 1,845.711	\$ (1.844)	-0.1%	\$ 1,932.456	-4.5%	\$ (86.746)
Business & Occupation Tax	\$ 111.885	\$ 119.174	\$ (7.290)	-6.1%	\$ 120.522	-1.1%	\$ (1.347)
Severance Tax	\$ 343.086	\$ 259.972	\$ 83.114	32.0%	\$ 437.172	-40.5%	\$ (177.200)
Corporate Taxes	\$ 116.306	\$ 145.755	\$ (29.450)	-20.2%	\$ 190.401	-23.4%	\$ (44.646)
Insurance Premium Tax	\$ 120.163	\$ 117.359	\$ 2.804	2.4%	\$ 116.163	1.0%	\$ 1.196
Tobacco Products Tax	\$ 194.647	\$ 100.274	\$ 94.373	94.1%	\$ 102.163	-1.8%	\$ (1.889)
Lottery Transfers	\$ 65.000	\$ 83.355	\$ (18.355)	-22.0%	\$ 92.600	-10.0%	\$ (9.245)
All Other	\$ 101.537	\$ 99.202	\$ 2.335	2.4%	\$ 96.311	3.0%	\$ 2.891
TOTAL	\$4,176.137	\$4,051.790	\$ 124.347	3.1%	\$4,376.477	-7.4%	\$ (324.687)

Regular Severance Tax (July 2007-Present)

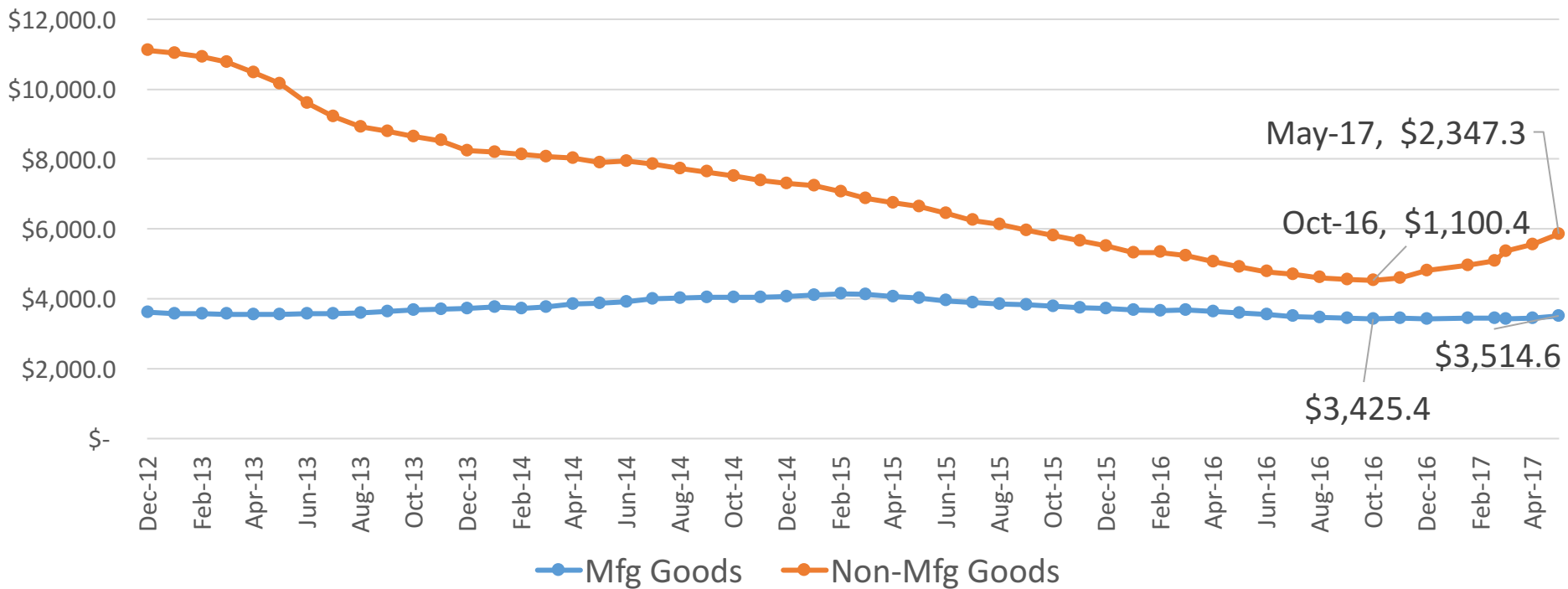
Trailing 12 Month Trend

\$ Millions



12-Month Trailing Trend Value of Foreign Good Exports

From WV Up 29% Since October



Net State Severance Tax Collections by Type 2015-2017

(\$ Millions)							
	FY2017	FY2016		CHANGE	ACTUAL	CHANGE	CHANGE
<u>COMPONENT</u>	<u>ACTUAL</u>	<u>ACTUAL</u>	<u>DIFFERENCE</u>	<u>PERCENT</u>	<u>YTD FY14-15</u>	<u>PERCENT</u>	<u>PRIOR YEAR</u>
Coal	\$210.5	\$ 190.9	\$ 19.6	10%	\$ 276.7	-31%	\$ (85.8)
Natural Gas	\$ 99.9	\$ 47.4	\$ 52.6	111%	\$ 123.9	-62%	\$ (76.5)
Oil	\$ 14.0	\$ 7.6	\$ 6.5	86%	\$ 18.9	-60%	\$ (11.3)
All Other	\$ 20.3	\$ 14.2	\$ 6.1	43%	\$ 17.7	-20%	\$ (3.5)
TOTAL	\$344.7	\$ 260.0	\$ 84.7	33%	\$ 437.2	-41%	\$ (177.1)

Financial Summary of FY 2017

General Revenue

Actual General Revenue Receipts (estimate \$4,187,419,000)	\$	4,166,509,799.69
General Revenue Expired Reappropriations to current year balance		24,510,000.00
Actual General Revenue Collections		4,191,019,799.69
Appropriations FY 2017 - Budget Bill (FY 2017 current year)		(4,187,373,287.00)
Appropriations FY 2017 - Governor's Veto		0.00
Spending Reduction FY 2017 Executive Order 9-16 (adjusted)		59,721,358.00
Actual Collections over Current Year (adjusted) Appropriations	\$	63,367,870.69
Unappropriated Surplus from Previous FYs @ 6/30/17		100,997.77
Balance @ 7/1/17 of Previous FYs Reappropriations that could expire @ 7/31/17	103,098.91	
13th month payments - Previous Years' Reappropriations	0.00	
Expirations from Previous FYs Reappropriations		103,098.91
Balance @ 7/1/17 of FY17 Surplus Appropriations that could expire @ 7/31/17	1,323.13	
13th month payments - FY17 Surplus Appropriations	(808.50)	
Expirations from FY 2017 Surplus Appropriations		514.63
Balance @ 7/1/17 of FY 2017 Regular Appropriations that could expire @ 7/31/17	48,326,260.54	
13th month payments - FY17 Regular Appropriations	(35,856,495.30)	
Expirations from FY 2017 Regular Appropriations		12,469,765.24
Prior year reimbursements (July 1, 2017 - July 31, 2017)		20.00
13th month cash balance adjustments		1,272.34
Unappropriated General Revenue Surplus @ 7/31/17 (includes adjustments)	\$	76,043,539.58
Amount of surplus transferred to Rainy Day A Fund		(38,021,769.79)
Surplus Appropriations (from FY 2017 available surplus) (FY18 Budget Bill up to \$40,909,358)		(38,021,769.79)
Unappropriated General Revenue Surplus available for appropriation @ 8/1/17 (includes adjustments)	\$	0.00

FY 2017

How the Gap was Closed

Estimated revenue shortfall at end of FY17 (@ 2017 Legislative Session)	\$ (191,969,000)
General Revenue Unappropriated	45,713
General Revenue Unappropriated Surplus Balance	197,136
<u>Surplus Supplementals FY17:</u>	
Public Defender	(15,300,000)
ERP Board	(3,300,000)
DHHR	<u>(2,851,861)</u>
FY17 Budget - Estimated Total Gap to close (@ 2017 Legislative Session)	\$ (213,178,012)
 <u>FY17 Mid-Year cuts (one time):</u>	
Medicaid mid-yr cut	25,000,000
SAF - 1% mid-yr cut	11,134,002
All Others - 2% mid-yr cut	<u>23,587,356</u>
	\$ 59,721,358
 <u>FY17 Mid-Year Revenue measures (one time) :</u>	
Workers' Comp Redirect	22,603,387
Sweep Selected Reappropriations from General Revenue	24,510,000
Sweep Selected Reappropriations from Lottery Revenues	8,490,000
Sweep Special Revenue Cash Balances	28,295,316
Rainy Day	61,704,684
Net Use of General Revenue Unappropriated Surplus Balance	(45,275)
Difference between actual shortfall (\$120.703m) from GR revenue estimated shortfall (\$-191.969m)	<u>71,266,413</u>
Actual Collections over Current Year (adjusted) Appropriations	\$ 63,367,871

State of West Virginia
General Revenue
Regular Appropriation Summary
FY 2017

Department	FY2017 Budget Bill	FY2017 Governor's Veto	FY2017 Supplementals	FY2017 Mid-Year Spending Reductions	FY2017 Adjusted Appropriation	Expenditures	Reappropriated	Expirations
Legislature	15,727,372	0	0	0	15,727,372	12,409,379	3,317,993	0
Judicial	141,759,670	0	0	0	141,759,670	133,192,701	8,566,969	0
Executive	36,347,934	0	0	(726,959)	35,620,975	30,401,850	4,497,034	722,091
Administration	61,027,095	0	0	(322,300)	60,704,795	58,053,685	1,595,102	1,056,008
Commerce	52,362,207	0	0	(624,448)	51,737,759	47,386,039	1,290,047	3,061,673
Public Education	1,934,213,800	0	0	(12,811,750)	1,921,402,050	1,913,756,680	6,672,054	973,316
Education & the Arts	30,606,841	0	0	(386,606)	30,220,235	29,147,819	847,987	224,429
Environmental Protection	6,517,924	0	0	(130,358)	6,387,566	5,940,128	0	447,438
Health & Human Resources	1,095,296,857	0	0	(31,711,979)	1,063,584,878	1,036,356,461	25,307,806	1,920,611
Military Affairs and Public Safety	358,836,540	0	0	(5,918,172)	352,918,368	333,187,797	17,238,690	2,491,881
Revenue	26,524,118	0	0	(25,689)	26,498,429	19,825,351	5,471,506	1,201,572
Transportation	5,498,334	0	0	(109,967)	5,388,367	2,067,474	3,173,960	146,933
Veterans' Assistance	10,304,130	0	0	(206,083)	10,098,047	9,793,508	87,738	216,801
Senior Services	12,142,184	0	0	0	12,142,184	12,142,184	0	0
Higher Education	400,208,281	0	0	(6,747,047)	393,461,234	389,379,607	4,074,615	7,012
Total	4,187,373,287	0	0	(59,721,358)	4,127,651,929	4,033,040,663	82,141,501	12,469,765

**Rainy Day A
History**

Year Ending	Statutory Transfers In	IMB Interest	BTI Interest	Transfers Out	Broker Litigation Recoveries	Balance
06/30/1995	\$20,564,050.86	0.00	0.00	0.00	0.00	\$20,564,050.86
06/30/1996	43,142,141.78	0.00	0.00	-9,000,000.00	0.00	54,706,192.64
06/30/1997	33,478,350.41	0.00	0.00	-54,000,000.00	23,185,500.00	57,370,043.05
06/30/1998	10,192,741.30	0.00	0.00	0.00	0.00	67,562,784.35
06/30/1999	4,517,738.37	0.00	0.00	-7,500,000.00	0.00	64,580,522.72
06/30/2000	14,638,355.45	0.00	0.00	-6,000,000.00	0.00	73,218,878.17
06/30/2001	5,866,365.69	0.00	0.00	0.00	0.00	79,085,243.86
06/30/2002	15,755,064.77	0.00	0.00	-38,662,000.00	0.00	56,178,308.63
06/30/2003	9,872,304.28	0.00	0.00	-8,300,000.00	0.00	57,750,612.91
06/30/2004	9,824,317.97	0.00	0.00	-14,000,000.00	0.00	53,574,930.88
06/30/2005	31,727,547.90	0.00	0.00	-6,000,000.00	0.00	79,302,478.78
06/30/2006	44,850,921.40	0.00	0.00	0.00	0.00	124,153,400.18
06/30/2007	88,817,007.83	17,532,878.70	4,572,600.71	0.00	0.00	235,075,887.42
06/30/2008	53,363,287.82	-2,377,064.69	3,739,742.70	0.00	0.00	289,801,853.25
06/30/2009	17,638,764.23	-45,330,030.89	1,008,985.95	-26,500,000.00	0.00	236,619,572.54
06/30/2010	11,067,940.85	29,149,287.32	112,789.66	0.00	0.00	276,949,590.37
06/30/2011	51,314,324.75	13,880,983.29	175,639.22	0.00	0.00	342,320,537.63
06/30/2012	150,667,825.51	30,607,594.44	93,651.23	0.00	0.00	523,689,608.81
06/30/2013	28,178,027.35	6,007,213.22	118,119.77	0.00	0.00	557,992,969.15
06/30/2014	8,750,640.24	10,053,556.02	108,497.07	0.00	0.00	576,905,662.48
06/30/2015	0.00	3,051,358.32	98,418.74	-100,000,000.00	0.00	480,055,439.54
06/30/2016	6,417,315.96	3,568,316.65	124,253.49	-98,592,331.00	0.00	391,572,994.64
06/30/2017	14,403,447.89	8,948,384.86	407,443.81	-186,704,684.31	0.00	228,627,586.89
today (8/16/2017) *	38,021,769.79	-337,105.97	97,718.47	0.00	0.00	266,409,969.18
totals	\$713,070,252.40	\$74,755,371.27	\$10,657,860.82	-\$555,259,015.31	\$23,185,500.00	\$266,409,969.18

* Balance includes \$60M on loan to the General Fund.

**Rainy Day B
History**

Year Ending	Statutory Transfers In	IMB Interest	Transfers Out	Medical Malpractice Premium Tax	WV Physicians Mutual Principal Payment	WV Physicians Mutual Interest Payment	Rainy Day
							B Balance
06/30/2006	\$234,897,671.95	0.00	0.00	0.00	0.00	0.00	\$234,897,671.95
06/30/2007	0.00	43,852,878.93	0.00	778,411.88	0.00	340,125.03	279,869,087.79
06/30/2008	0.00	-6,678,624.32	0.00	1,818,318.38	16,000,000.00	266,261.12	291,275,042.97
06/30/2009	0.00	-65,002,434.50	0.00	1,615,956.00	8,000,000.00	117,438.18	236,006,002.65
06/30/2010	0.00	41,512,074.87	0.00	1,555,022.00	0.00	0.00	279,073,099.52
06/30/2011	0.00	36,296,148.32	0.00	1,437,330.00	0.00	0.00	316,806,577.84
06/30/2012	0.00	9,339,820.84	0.00	1,552,578.00	0.00	0.00	327,698,976.68
06/30/2013	0.00	27,341,558.99	0.00	1,432,166.00	0.00	0.00	356,472,701.67
06/30/2014	0.00	22,512,121.03	0.00	0.00	0.00	0.00	378,984,822.70
06/30/2015	0.00	10,059,667.85	0.00	0.00	0.00	0.00	389,044,490.55
06/30/2016	0.00	-1,914,441.46	0.00	0.00	0.00	0.00	387,130,049.09
06/30/2017	0.00	36,654,456.51	0.00	0.00	0.00	0.00	423,784,505.60
today (8/16/2017)	0.00	1,326,532.70	0.00	0.00	0.00	0.00	425,111,038.30
totals	\$234,897,671.95	\$155,299,759.76	\$0.00	\$10,189,782.26	\$24,000,000.00	\$723,824.33	\$425,111,038.30

Income Tax Refund Reserve Fund

Balance As of June 30

1990	\$	17,500,000
1991		20,114,958
1992		6,298,476
1993		21,298,476
1994		21,298,476
1995		31,298,476
1996		31,271,521
1997		42,140,756
1998		34,499,974
1999		20,000,001
2000		26,625,036
2001		23,625,036
2002		27,391,036
2003		24,019,319
2004		30,719,319
2005		32,619,319
2006		36,619,319
2007		45,019,319
2008		45,019,319
2009		45,019,319
2010		45,019,319
2011		45,019,319
2012		45,019,319
2013		0
2014		11,000,000
2015		8,000,000
2016		5,000,000
2017		5,000,000
today 8/16/2017		5,000,000

**General Revenue Fund
Statement of Revenues, Expenditures, and Changes in Cash Balance
(Nearest Dollar)**

Beginning Cash Balance July 1, 2016		\$371,422,528	
Less: 31 Day Disbursements (including adjustments) (July 1, 2016 - July 31, 2016)		(58,945,556)	
Plus: Prior Year Reimbursements (July 1, 2016 - July 31, 2016)		87,523	
Less: Prior Year Appropriations Forwarded		(283,014,937)	
Less: Cash Balance - Adjustments and Accruals		(742,662)	
Accumulated General Revenue Surplus @ July 31, 2016		\$28,806,896	
Less: Transfer to Revenue Shortfall Reserve Fund (Statutory)		(14,403,448)	
Less: FY 2017 Surplus Appropriation (FY 2017 Budget Bill)		(5,500,000)	
Plus: Prior Year Reimbursements (August 1, 2016 - July 31, 2017)		347,155	
Plus: Cash Expiration (from Lottery) to Surplus (2016 2nd Special Session)		\$13,700,000	
Plus: Cash Expiration (from Excess Lottery) to Surplus (2016 2nd Special Session)		7,300,000	
Plus: Cash Expiration (from Rainy Day) to Surplus (2016 2nd Special Session)		55,000,000	
Less: Surplus Supplemental Appropriation (2016 2nd Special Session)		(85,000,000)	
Plus: Cash Expiration (from Rainy Day) to Surplus (2017 Regular Session)		21,300,000	
Less: Surplus Supplemental Appropriations (2017 Regular Session)		(21,451,861)	
Plus: Expirations from Previous FY's Reappropriations		103,099	
Plus: Expirations from FY17 Surplus Appropriations		515	
Less: 13th Month cash balance adjustments		(1,272)	\$205,904
Unappropriated Surplus Balance from Previous FY's @ August 1, 2017			
Plus: FY 2017 Revenue Collections		\$4,191,019,800	
Less: FY 2017 Expenditures		(4,033,040,663)	
Less: FY 2017 Appropriations reappropriated to next fiscal year		(82,141,501)	
Unappropriated Balance from FY 2017 Activity @ August 1, 2017			\$75,837,636
Total Unappropriated Surplus Balance @ August 1, 2017			\$76,043,540
Less: Surplus transferred to Rainy Day A		(\$38,021,770)	
Less: Surplus Appropriations (FY 2018 Budget Bill)		(38,021,770)	
Plus: Prior Year Reimbursements (August 1, 2017 - August 16, 2017)		41	
Total Unappropriated Surplus Balance @ August 16, 2017			\$41

Lottery Fund
Statement of Revenues, Expenditures, and Changes in Cash Balance
(Nearest Dollar)

Balance @ July 1, 2016	\$61,831,572
Less: Reserve for Cash Flow / Contingencies	(40,000,000)
Less: FY 2017 Appropriation from surplus available at end of FY 2016 (FY 2017 Budget Bill)	(8,000,000)
	\$13,831,572
Unappropriated Balance @ July 1, 2016	
Plus: FY 2017 Actual Revenue	155,904,085
Less: Veterans Fund - Actual Transfers	(636,426)
Less: FY 2017 Appropriations (FY 2017 Budget Bill) (2016 1st Special Session)	(135,561,119)
Plus: Cash not needed for FY 2017 Appropriations	3,675
Less: FY 2017 Cash Expiration (2016 Flood) (2016 2nd Special Session)	(13,700,000)
	\$19,841,787
Unappropriated Balance @ July 1, 2017	
Plus: FY 2018 Revenue Estimate	131,317,133
Less: Veterans Fund	(400,000)
	\$150,758,920
Revenue available for FY 2018 Appropriations	
Less: FY 2018 Appropriations (FY 2018 Budget Bill) (2017 1st Special Session)	(130,917,133)
Plus: FY 2018 Appropriations (FY 2018 Budget Bill) Vetoes	0
Less: FY 2018 Appropriation from surplus available at end of FY 2017 (FY 2018 Budget Bill)	(15,500,000)
Plus: Cash not needed for FY 2018 Appropriations	7,125
	\$4,348,912
Estimated Unappropriated Balance @ August 16, 2017	

Excess Lottery Fund
Statement of Revenues, Expenditures, and Changes in Cash Balance
(Nearest Dollar)

Balance @ July 1, 2016	\$73,360,388
Less: Reserve for Cash Flow / Contingencies	(5,900,000)
Less: Catastrophic Event Contingency	(30,000,000)
FY 2017 Appropriation from surplus available at end of FY 2016 (FY 2017 Budget Bill)	<u>(30,000,000)</u>
Unappropriated Balance @ July 1, 2016	\$7,460,388
Plus: FY 2017 Actual Revenue	321,149,386
Less: FY 2017 Appropriations (FY 2017 Budget Bill) (2016 1st Special Session)	(284,459,230)
Plus: Cash not needed for FY 2017 Appropriations	21,121
Less: FY 2017 Cash Expiration (2016 Flood) (2016 2nd Special Session)	<u>(7,300,000)</u>
Unappropriated Balance @ July 1, 2017	\$36,871,665
Plus: FY 2018 Revenue Estimate	<u>297,587,415</u>
Revenue available for FY 2018 Appropriations	\$334,459,080
Less: FY 2018 Appropriations (FY 2018 Budget Bill) (2017 1st Special Session)	(297,587,415)
Plus: FY 2018 Appropriations (FY 2018 Budget Bill) Vetoes	0
Less: FY 2018 Appropriation from surplus available at end of FY 2017 (FY 2018 Budget Bill)	(26,900,000)
Plus: Cash not needed for FY 2018 Appropriations	<u>16,260</u>
Estimated Unappropriated Balance @ August 16, 2017	\$9,987,925