

January 2021 CREG Long-Term Revenue Forecast, Including Gov's Supplemental Requests except future Major Maintenance

		FY 2021-22 Biennium	FY 2023-24 Biennium	FY 2025-26 Biennium
Beginning Balances (Estimated July 1, 2022 and Estimated July 1, 2024)				
1	GF/BRA¹	\$352,328,995	\$113,000,000	(\$29,000,000)
Box 1	January 12, 2021 Profile	\$238,718,581		
Beg. Bal.	Reversions and adjustments	\$113,610,414		
Plus	SFP	\$232,401,148	\$100,000,000	\$100,000,000
	SCCA	\$21,625,384	(\$20,000,000)	(\$146,000,000)
6	TOTAL	\$606,355,527	\$193,000,000	(\$75,000,000)
Estimated Revenues				
7	GF/BRA	\$2,435,400,000	\$2,447,900,000	\$2,597,100,000
8	Sales and Use Taxes	\$916,800,000	\$994,800,000	\$1,063,300,000
9	Investment Income	\$481,100,000	\$442,100,000	\$432,100,000
Box 2	Severance Taxes and FMRs	\$590,700,000	\$693,000,000	\$783,700,000
Est. Rev.	All Other, Including 1% sev tax in FY2021-2022	\$446,800,000	\$318,000,000	\$318,000,000
Less	SFP	\$1,733,000,000	\$1,945,000,000	\$1,351,000,000
	Ad valorem Taxes	\$495,200,000	\$473,400,000	\$506,700,000
	FMRs	\$296,800,000	\$321,300,000	\$336,700,000
	Investment Income Earnings	\$247,400,000	\$254,500,000	\$257,800,000
	Investment Income Guarantee	\$151,300,000	\$127,100,000	\$0
	All Other	\$243,700,000	\$222,400,000	\$249,600,000
	Statutory Transfer from LSRA ²	\$298,300,000	\$545,800,000	\$0
	SCCA	\$207,100,000	\$109,100,000	\$71,800,000
	Dedicated Revenue (FMRs, investment income)	\$11,800,000	\$11,800,000	\$11,800,000
	Transfer - School Lands MM Subaccount	\$45,300,000	\$56,700,000	\$60,000,000
	Transfer - School MM Subaccount	\$88,200,000	\$40,600,000	\$0
	Net Transfer - Other Accounts	\$61,800,000	\$0	\$0
24	TOTAL	\$4,375,500,000	\$4,502,000,000	\$4,019,900,000
Estimated Appropriations/Expenditures, with Governor's Reductions				
25	GF/BRA³	(\$2,527,600,000)	(\$2,590,000,000)	(\$2,590,000,000)
26	Department of Health	(\$877,000,000)	(\$877,000,000)	(\$877,000,000)
Box 3	Higher Education	(\$619,000,000)	(\$593,000,000)	(\$593,000,000)
Est. Exp.	Corrections	(\$244,000,000)	(\$244,000,000)	(\$244,000,000)
Equals	Major Maintenance ⁴	\$0	(\$129,000,000)	(\$129,000,000)
	All Other	(\$787,600,000)	(\$747,000,000)	(\$747,000,000)
	SFP	(\$1,865,000,000)	(\$1,945,000,000)	(\$2,000,000,000)
	K-12 Funding Model ⁵	(\$1,794,000,000)	(\$1,878,000,000)	(\$1,933,000,000)
	Agencies and All Other	(\$71,000,000)	(\$67,000,000)	(\$67,000,000)
	SCCA⁶	(\$248,300,000)	(\$235,200,000)	(\$239,900,000)
35	TOTAL	(\$4,640,900,000)	(\$4,770,200,000)	(\$4,829,900,000)
Cumulative Surplus/(Shortfall)				
36	GF/BRA, including restoration of statutory reserve amt	\$147,000,000	(\$29,000,000)	(\$22,000,000)
Box 4	SFP before LSRA transfer, incl \$100 million cash balance	(\$298,000,000)	(\$546,000,000)	(\$649,000,000)
Surplus/	SFP after LSRA transfer	\$100,000,000	\$100,000,000	(\$549,000,000)
Shortfall	SCCA	(\$20,000,000)	(\$146,000,000)	(\$314,000,000)
	Cumulative TOTAL, before LSRA transfer	(\$171,000,000)	(\$721,000,000)	(\$985,000,000)
	Cumulative TOTAL, after LSRA transfer	\$227,000,000	(\$75,000,000)	(\$885,000,000)
Estimated Reserve Balances, End of Biennium				
42	LSRA ⁷	\$1,299,000,000	\$648,200,000	\$543,200,000
Box 5	SIPA, incl Gov's rec on MM ⁸	(\$7,000,000)	\$40,000,000	\$0
Other	PWMTF RA ⁹	\$57,000,000	\$0	\$0
Balances	SFP RA	\$400,000	\$400,000	\$400,000
	CSPLF RA ⁹	\$125,000,000	\$0	\$0
	TOTAL	\$1,474,400,000	\$688,600,000	\$543,600,000
48	One Percent Severance Tax Revenue, Unallocated	\$0	\$144,200,000	\$158,900,000

Notes:

- 1) The beginning cash balance for the GF/BRA in the FY 2025-26 biennium does not include the statutory reserve amounts. It has a negative cash balance and no statutory reserve amount.
- 2) See W.S. 9-4-219(b).
- 3) Estimated 2023-2024 estimated appropriations for general government operations presume no exception requests, except for 6 percent increase in health insurance (EGI). All one-time appropriations and Governor's one-time recommended reductions and Governor's recommended biennialized amounts are incorporated.
- 4) Major maintenance, per JAC direction, is included at an unreduced amount in FY 2023-24 and FY 2025-26 biennia from the GF. This differs from the Governor's recommendation.
- 5) Future years' SFP appropriations assume most recent school year 2020-21 data at the time of preparation; no future ECAs; flat student enrollment; annual 6% health insurance increase starting FY 2023; 4% growth for reimbursements starting FY 2022; agency budgets reflect the FY 2021-22 for all biennia including Governor's supplemental budget requests.
- 6) SCCA appropriation/expenditures reductions of \$842,247 for operations, engineering and technical services are assumed to be on-going in to the FY 2023-24 and FY 2025-26 biennia. FY 2023-24 and FY 2025-26 SCCA expenditures assume major maintenance growth of 3% and \$70m in capital construction.
- 7) LSRA balance assumes continued appropriation of \$105 million to cities, towns, and counties in future biennia. Under this forecast, it is expected that the \$500 million statutory threshold in the LSRA would be triggered near the beginning of FY 2025 and K-12 operational funding would cease from the LSRA under the provisions of W.S. 9-4-219(b).
- 8) SIPA balance assume no capital construction appropriations beyond the Governor's 2021-2022 supplemental recommendations. This forecast does not continue the Governor's recommendation to reduce state major maintenance multiplier from 2% to 1.5% is limited to the current biennium. His recommendation suggests the reduction would be on-going.
- 9) The balance of the PWMTF RA and CSPLF RA are entirely dependent upon investment earnings, including realized capital gains (or losses) which CREG does not forecast. If earnings are in excess of the projected interest and dividends, the available balance in the respective reserve accounts (PWMTF RW and CSPLF RA) would increase by an amount equal to the investment earnings in excess of the projected interest and dividends.