



Budget Update Revenue Forecast

**Water Resources Commission
November 21, 2014**

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Revenue Forecast: 2015-17

- **Balancing the budget**
- **How much do forecasts miss the mark?**
- **How close are we to a kicker rebate?**
- **Status of 2013-15 Revenue**
- **Projection for 2015-17 Revenue**



Revenue Forecast: 2015-17

- **Governor's Budget must be balanced**
 - Federal Funds
 - Other Funds
 - Lottery Funds
 - General Fund
- **Projection based on current law**



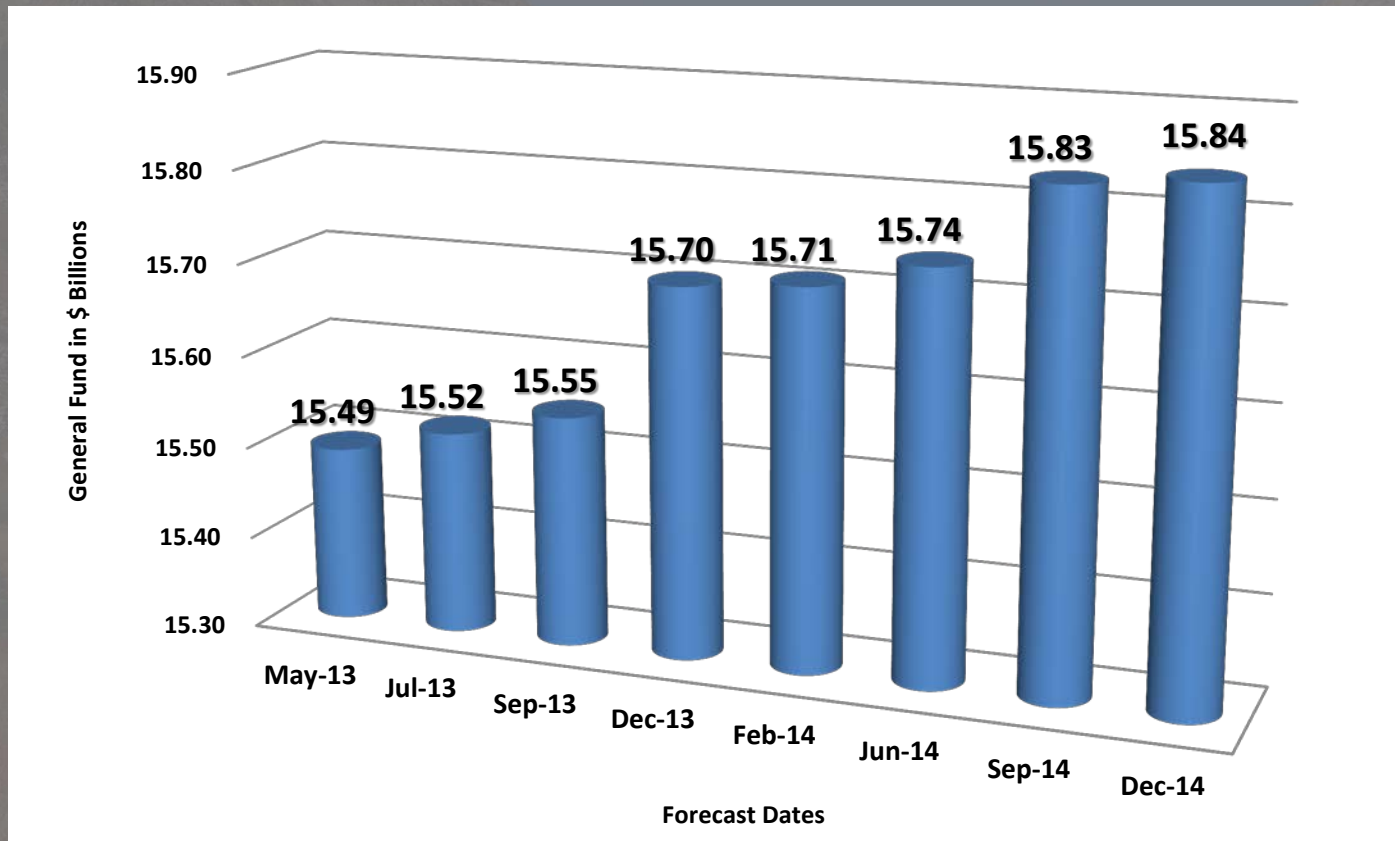
Revenue Forecast: 2015-17

- **Historic Projections**
 - During the recession – 8% swing (-)
 - Current biennium – 2% swing (+)
- **Kicker Rebate occurs when revenue exceeds the forecast by 2%**
 - Personal income tax rebated to individuals
 - Corporate income tax deposited into school fund



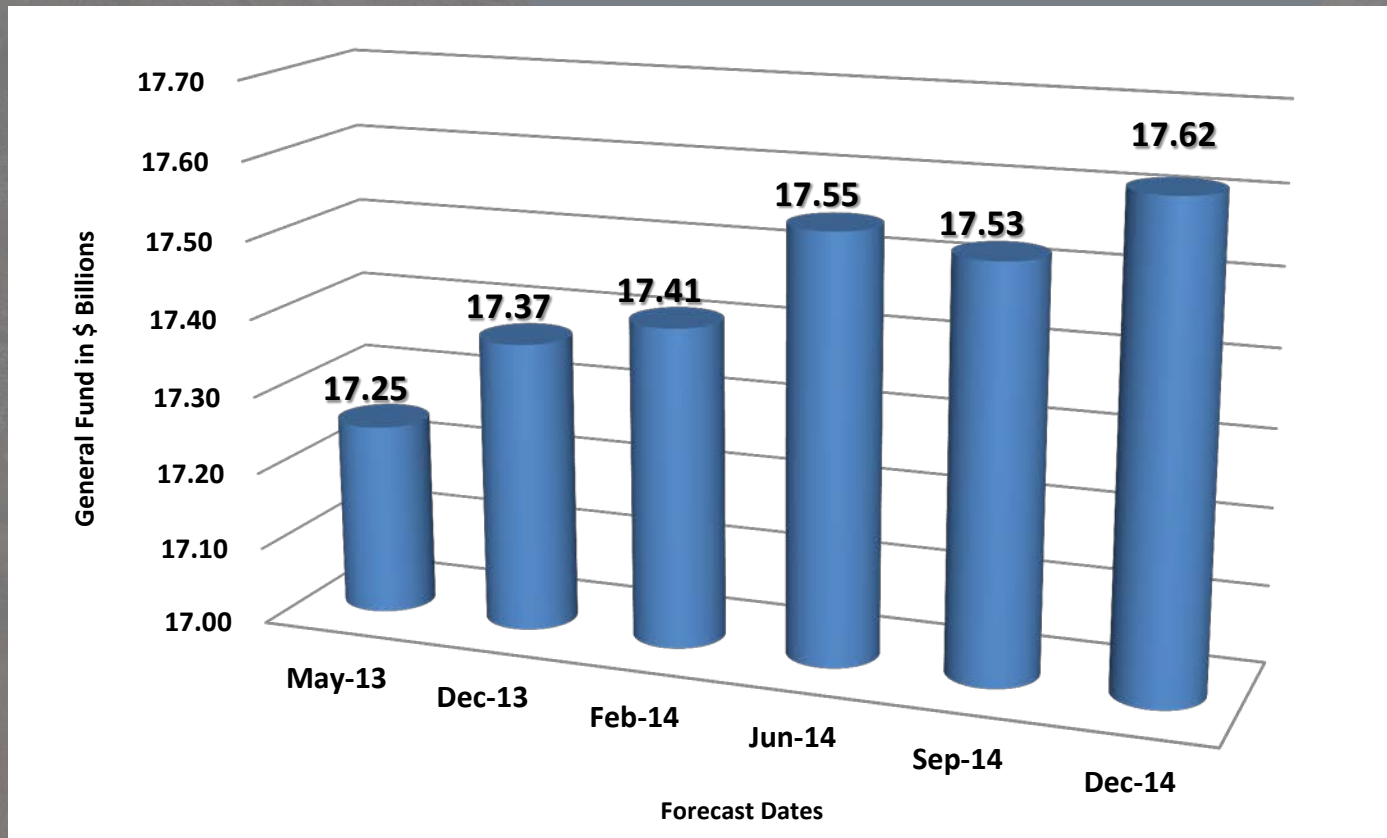
Revenue Forecast: 2015-17

- 2013-15 Forecast



Revenue Forecast: 2015-17

- 2015-17 Forecast



Revenue Forecast: 2015-17

- **2015-17 Budget Development Discussion**
 - Details not yet available
 - Investments may occur within a few natural resource themes
 - Working Farms and Forests
 - Clean Water Partnership
 - Integrated Water Resources Strategy





Thank You