



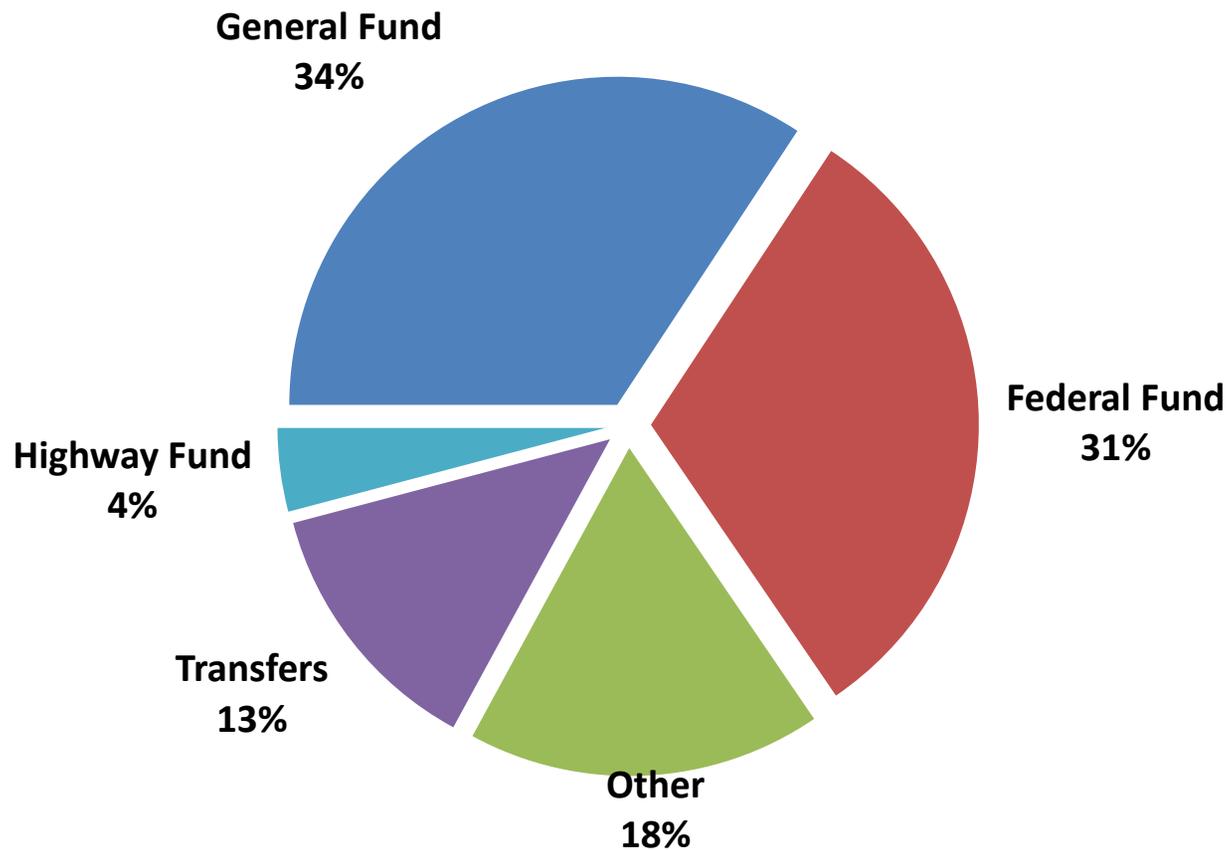
Section 2

Budget Overview
2015-2017 Biennium

Jeff Mohlenkamp, Budget Director



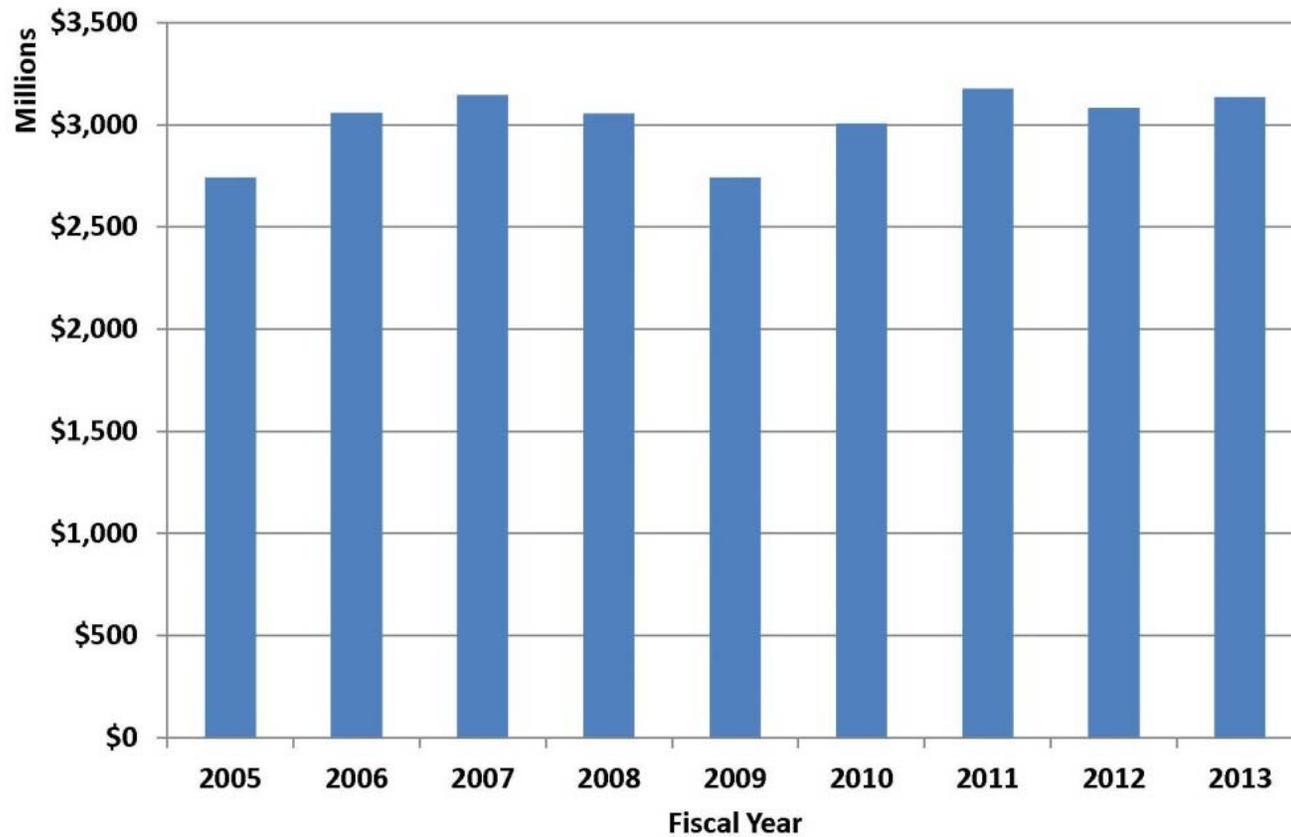
Breakdown of State Revenues 2013 – 2015 Biennium





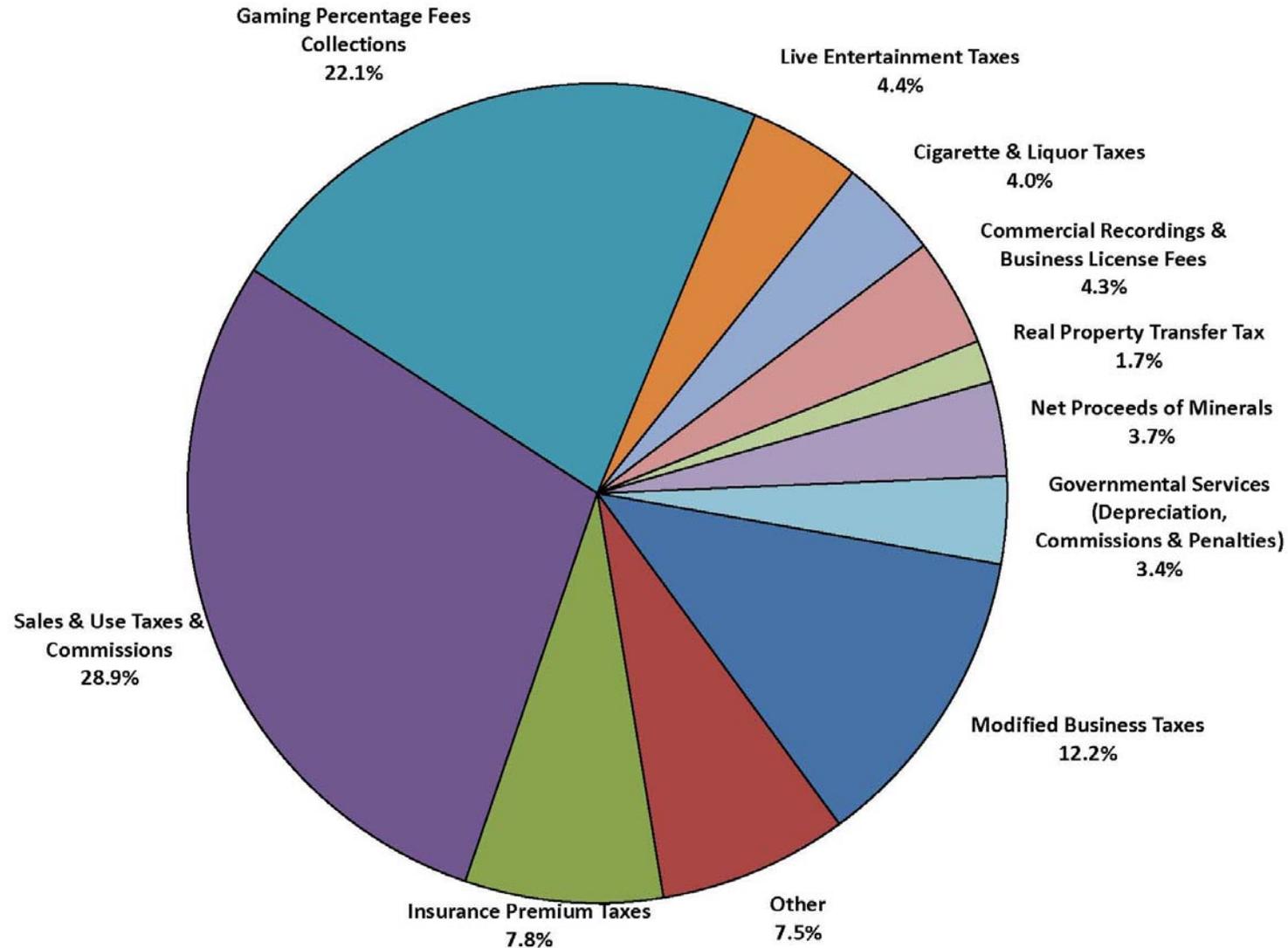
General Funds Comparison Over Time

General Fund Revenues
Including Sunsets & Diversions





Sources of General Fund Revenue 2013-2015 Biennium





General Fund

FY 2013 Actual Compared to Budget

- Actual Ending GF Balance - \$299.9 million
- Required 5% ending GF Balance - \$160.4 million
- Over the 5% requirement - \$139.5 million
- *Transfer to Rainy Day Fund* \$28 million



General Fund

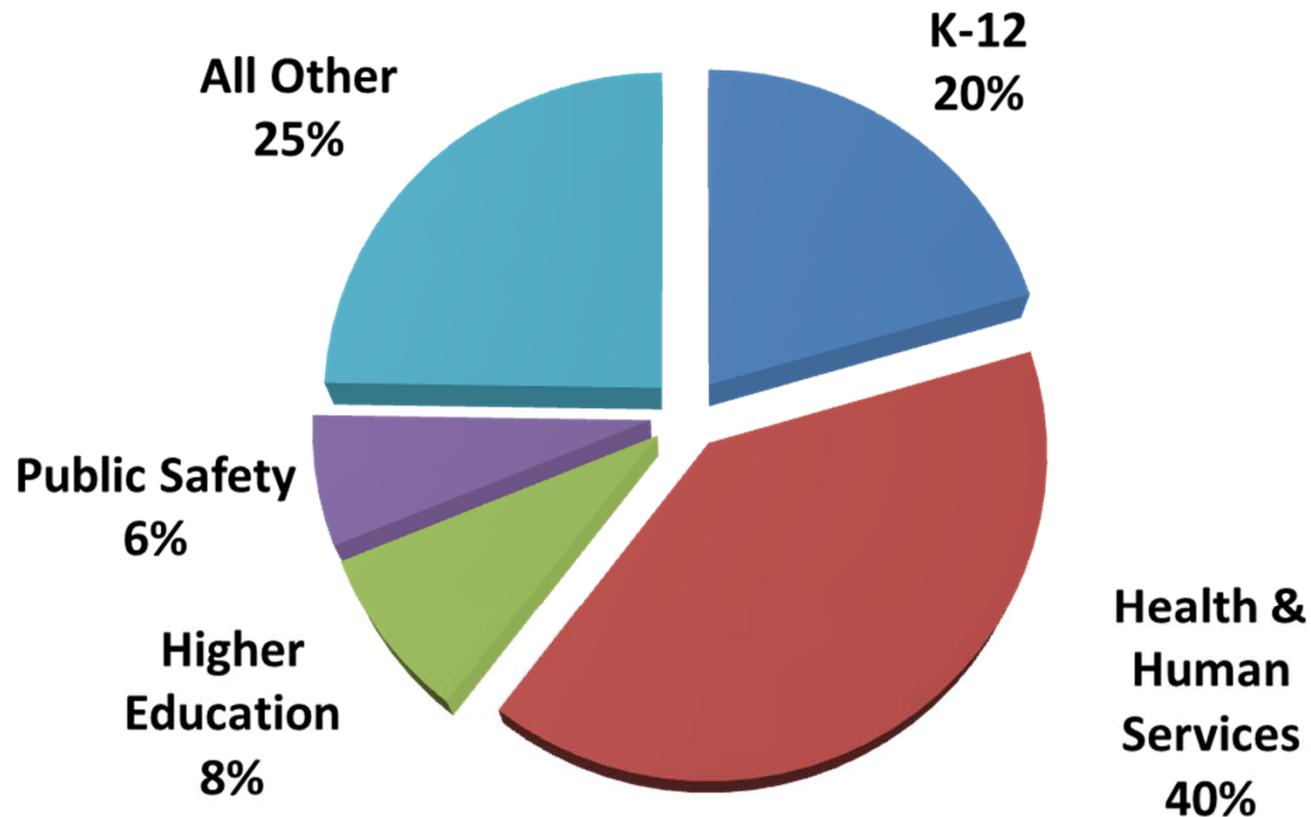
FY 2014 Year to Date Revenues

General Fund Revenue Sources	FY 2014 Budget			FY 2014 Collections vs Budget			
	Total	Yr/Yr Change	%	Through	Year-to-Date		
	millions	millions			Actual	Over (Under)	
					millions	millions	%
Sales Tax	\$934.5	\$45.9	5.2	December	\$462.4	(\$8.6)	(1.8)
Gaming Percentage Fees Collections	696.7	17.8	2.6	February	434.4	(11.3)	(2.5)
Modified Business Tax - Financial & Non-Financial [1]	382.9	(3.7)	(0.9)	December	193.1	(0.6)	(0.3)
Insurance Premium Tax	262.2	13.7	5.5	December	135.0	5.4	4.2
Live Entertainment Tax - Gaming	124.5	(1.2)	(1.0)	February	80.4	8.2	11.4
Cigarette Tax	80.4	(2.6)	(3.1)	December	41.4	0.6	1.4
Commercial Recordings	64.5	(0.6)	(0.9)	February	42.7	(0.1)	(0.3)
Real Property Transfer Tax	52.2	(2.8)	(5.0)	December	31.1	3.5	12.8
Liquor Tax	39.8	(0.1)	(0.2)	December	21.9	1.4	6.9
Governmental Services Tax-Depreciation	64.2	0.7	1.1	January	35.5	(2.0)	(5.4)
Business License Fee [3]	68.3	(0.7)	(1.1)	February	45.7	0.2	0.3
State Share Various Local SUT	26.2	0.5	1.8	December	13.6	0.4	3.0
State Share LSST [4]	9.1	0.3	3.6	December	4.6	(0.0)	(0.1)
Live Entertainment Tax - NonGaming	11.6	(0.1)	(1.0)	December	6.4	0.7	12.8
Quarterly Slots [5]	20.1	(0.6)	(2.9)	January	9.9	(0.1)	(1.2)
Other General Fund Revenues	158.2	(15.1)	(8.7)	February	88.6	(3.1)	(3.4)
Net Proceeds of Minerals [6]	95.7	(15.6)	(14.0)	n/a	n/a	n/a	n/a
Unclaimed Property [7]	32.3	(0.6)	(2.0)	n/a	n/a	n/a	n/a
Totals	\$3,123.5	(\$9.1)	(0.3)		\$1,646.5	(\$5.4)	(0.3)



FY13-15 Biennium Expenditures (All Revenue Sources)

\$17.7 Billion Legislature Approved

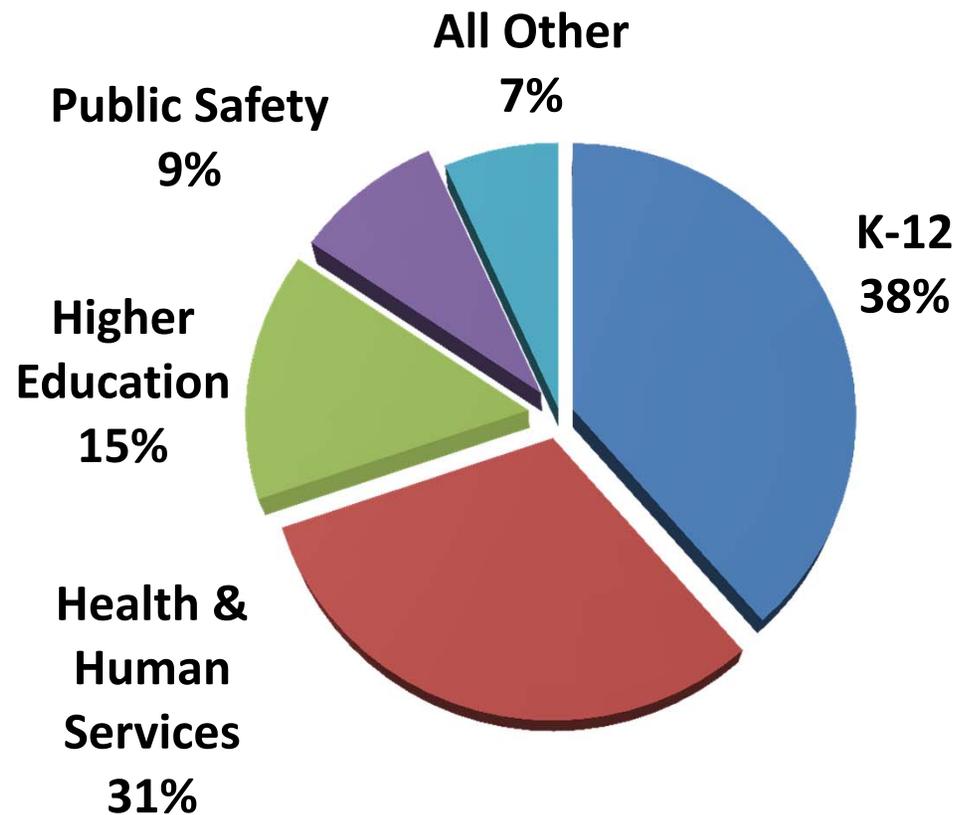




General Fund Appropriations by Function

FY 14-15 Biennium

Total \$6.5 Billion





Moving Ahead to the 2015 -2017 Biennium

What does the upcoming budget look like?



Recovery Warrants Optimism/ State Needs Remain Significant

- Sunsetting revenues need to be addressed
- Employee pay still not fully restored to pre-recession levels
- Despite significant investment in the current biennium – IT needs remain a distinct budget challenge
- Investment in buildings has been low



Health Care Reform and Medicaid Expansion Impacts Remain Uncertain

- While initial enrollment in the Silver State Exchange has been low, the ultimate enrollment is unknown
- Medicaid enrollment has been strong and slightly outpacing expectations



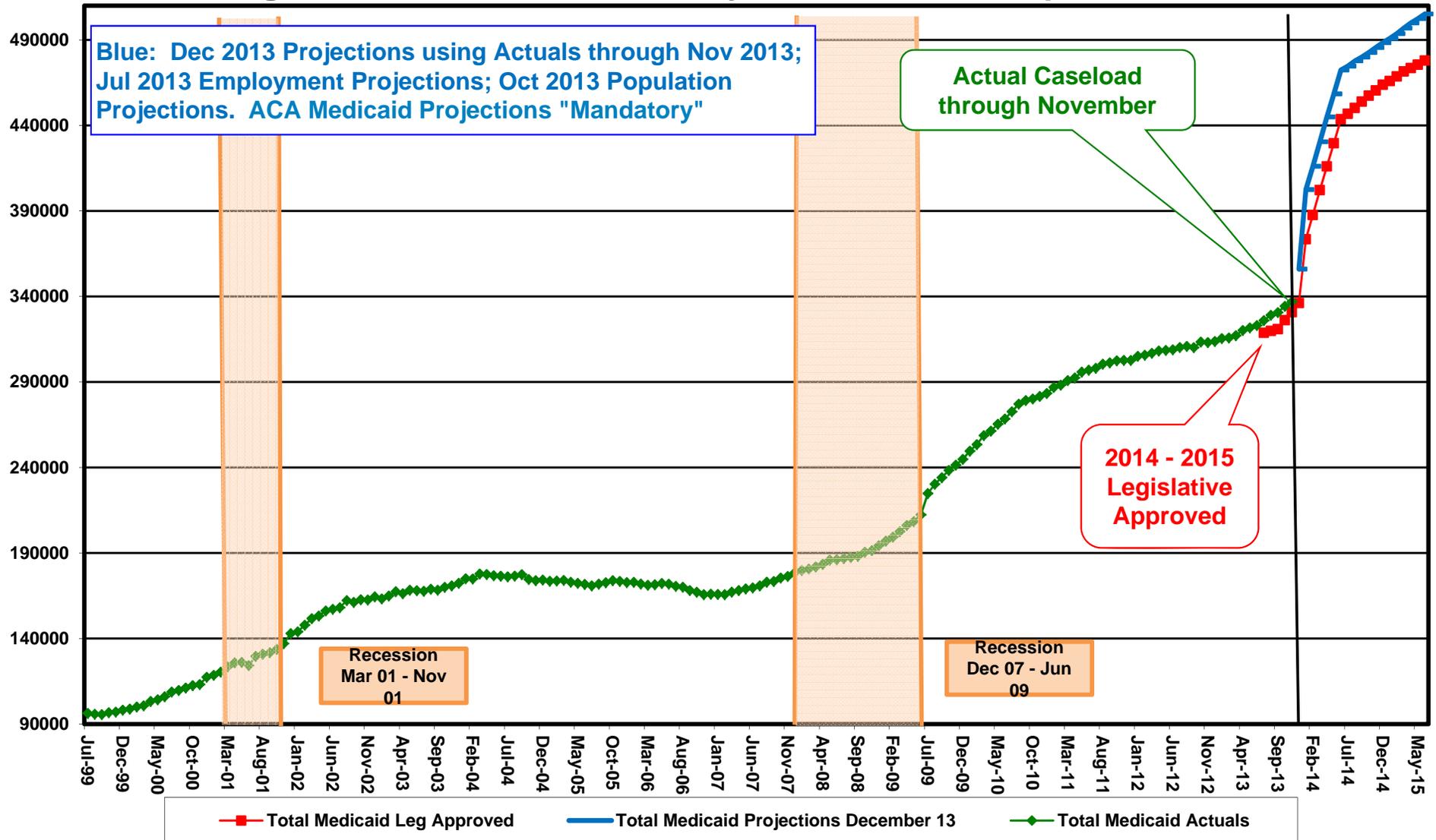
Caseload Growth Needs Require Attention

- Medicaid caseloads
- Other DHHS caseloads (SNAP, TANF, etc.)
- K-12 Education
- Corrections

BUDGET KICKOFF 2015 – 2017 Biennium Executive Budget



Total Medicaid with Retro Projections Using DWSS Home & Community Based Waiver Reported Numbers





Budget Directions for State Departments

- No CAP will be in place for the upcoming agency request budget
- Directors have been given very clear direction to prioritize and be realistic in budget requests
- The Governor has been very engaged in early reviews of budget needs



Budget Directions Continued

- Departments need to identify critical needs and prioritize to allow state government to live within its means
- Only the most important priorities should be brought forward in the budget request (this applies to all funding sources)



Budget Directions Continued

- Major Budget Initiative process will be used to provide a platform for larger budget requests
- Smaller enhancements will need basic input into NEBS by August 1
- Governor and staff will be engaged during August to prioritize requests that will be included in the Agency Request budget



Budget Directions Continued

- We will not be creating an Items for Special Consideration version
- Agency Request will need to closely approximate projected revenues
- Our goal is to reduce unnecessary efforts in developing enhancements that cannot be funded



QUESTIONS?

budget@admin.nv.gov



**** 15 MINUTE BREAK ****