



*Jim Justice*  
*Governor of West Virginia*

June 24, 2021

SENATE EXECUTIVE MESSAGE NO. 2  
2021 2<sup>nd</sup> EXTRAORDINARY SESSION

The Honorable Craig Blair  
President, West Virginia Senate  
Building 1, Room M-229  
1900 Kanawha Boulevard, East  
Charleston, West Virginia 25305

Dear President Blair:

The following amends and replaces the "FY 2021 Official Estimate General Revenue – Statement of Revenues by Source" which I submitted as revised to you on June 7, 2021 for the fiscal year ending June 30, 2021:

General Revenue Fund  
Statement of Revenues by Source  
(Expressed in Thousands)

<u>Source of Revenue</u>	<u>FY 2021 Official Estimate Revised</u>
Business and Occupation Tax	\$ 131,900
Consumers Sales and Use Tax	1,521,300
Personal Income Tax <sup>1</sup>	2,255,650
Liquor Profit Transfers	23,000
Beer Tax and Licenses	7,550
Tobacco Products Tax (Cigarette & Other) <sup>1</sup>	168,400
Business Franchise Fees	700
Property Transfer Tax	15,300
Property Tax <sup>1</sup>	7,600
Insurance Tax	131,300
Departmental Collections	24,200

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Corporate Income/Business Franchise Tax <sup>1</sup>	309,500
Miscellaneous Transfers	2,000
Interest Income	14,664
Severance Tax <sup>1</sup>	272,950
Miscellaneous Receipts	11,000
HB102 - Lottery Transfers	65,000
Special Revenue Transfer	10,000
Senior Citizen Tax Credit Reimbursement	<u>10,000</u>
Total	<u>\$ 4,982,014</u>

<sup>1</sup>Business and Occupation Tax estimate increased by \$5 million to account for reduced investment tax credit claims in FY 2021. Consumer Sales and Service Tax and Use Tax estimate increased by \$99.5 million to reflect strong growth in consumer spending partially associated with significant federal fiscal stimulus payments. Tobacco Products Tax estimate increased by \$13 million to reflect higher than normal sales during the Pandemic. Property Transfer Tax estimate increased by \$3 million to reflect higher than expected real estate transfers this fiscal year. Corporation Net Income Tax estimate increased by \$115 million to reflect higher than anticipated business profits and some carryover of revenue collections from last year to this year due to one-time delay in tax due dates. Severance Tax estimate increased by \$22 million to reflect strong recovery in mineral commodity process and a rebound in coal production during second half of this year.

The following amends and replaces the “General Revenue Fund – Statement of Revenues, Expenditures, and Changes in Cash Balance” which I submitted as revised to you on June 7, 2021 for the fiscal year ending June 30, 2022:

General Revenue Fund Statement of Revenues, Expenditures, and Changes in Cash Balance (Nearest Dollar)	
Actual Beginning Cash Balance July 1, 2020	\$ 454,485,510
Less: 31 Day Disbursements (July 1, 2020 - July 31, 2020)	(55,976,092)
Plus: Prior Year Reimbursements (July 1, 2020 - July 31, 2020)	1,842
Less: Prior Year Appropriations Forwarded	(370,172,328)
Less: Cash Balance - Adjustments and Accruals	<u>(259,245)</u>
Accumulated Surplus from FY 2020 @ July 31, 2020	\$ 28,079,687
Less: Transfer to Revenue Shortfall Reserve Fund (Statutory)	(14,039,843)
Less: Transfer to FY 2020 Surplus Appropriation in FY 2021 Budget Bill (Milton Flood Wall)	(6,000,000)

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Plus:	FY 2021 Surplus Supplemental Appropriation - (HB 2788) Expiration of State Excess Lottery Funds to General Revenue Surplus (2020 Regular Session)	6,497,548	
Plus:	FY 2021 Surplus Supplemental Appropriation - (HB 2804) Expiration from Special Revenues Funds to General Revenue Surplus	15,500,000	
Plus:	FY 2021 Surplus Supplemental Appropriations - (HB 3297) Expiration from Veterans' Prior Year Reappropriation to General Revenue Surplus	550,000	
Less:	FY 2021 Surplus Supplemental Appropriations - (HB 2789 Public Defender) (2021 Regular Session)	(20,000,000)	
Less:	FY 2021 Surplus Supplemental Appropriations - (HB 2803 Forestry) (2021 Regular Session)	(1,000,000)	
Less:	FY 2021 Surplus Supplemental Appropriations - (HB 2802 Division of Emergency Management) (2021 Regular Session)	(650,000)	
Less:	FY 2021 Surplus Supplemental Appropriations - (HB 2895 Veterans' Nursing Home) (2021 Regular Session)	(8,500,000)	
Less:	FY 2021 Surplus Supplemental Appropriations - (HB 3297 Veterans' Nursing Home) (2021 Regular Session)	(550,000)	
Less:	Prior Year Reimbursements and Adjustments (August 1, 2020 - May 31, 2021)	<u>159,151</u>	
	Estimated Unappropriated Surplus Balance @ June 30, 2021		\$ 46,543
Plus:	FY 2021 Revenue Estimate as revised	\$ 4,982,014,000	
Less:	FY 2021 Appropriations (FY 2021 Budget Bill) (2020 Regular Session)	(4,574,513,367)	
Less:	FY 2021 1 <sup>st</sup> Extraordinary Session: Supplemental Appropriations to Highways from General Revenue Unappropriated Balance	(150,000,000)	
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session: Recommended Supplemental Appropriation – Commuter Rail	(750,000)	
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session		

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	Recommended Supplemental Appropriation –	
	Water Development Authority	(750,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Division of Personnel	(850,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Office of Technology	(2,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Tax Division	(2,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation –	
	Arts, Culture, and History	(2,100,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Tourism	(5,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Civil Contingent Fund	
	and Local Economic Development	(24,350,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Closure Fund	(30,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Homeland Security	(38,895,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – State Parks	(42,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation – Rainy Day Fund	(50,000,000)
Less:	FY 2021 2 <sup>nd</sup> Extraordinary Session:	
	Recommended Supplemental Appropriation –	
	FY 2022 Surplus Section moved to FY 2021	<u>(58,701,585)</u>
	Total Estimated Unappropriated Balance @ June 30, 2021	<u>\$ 104,048</u>
Plus:	FY 2022 Revenue Estimate	\$ 4,569,616,000
Less:	FY 2022 Appropriations (FY 2022 Budget Bill)	
	(2021 Regular Session)	<u>(4,495,032,115)</u>

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Estimated Unappropriated Balance from FY 2022 Activity  
@ June 30, 2022

\$ 74,583,885

Total Estimated Unappropriated Balance @ June 30, 2022

\$ 74,734,476

Thank you for your cooperation in this matter.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jim Justice", is written over the typed name and title.

Jim Justice  
Governor

cc: The Honorable Riley Moore  
The Honorable John B. McCuskey