

West Virginia FY 2025 Budget

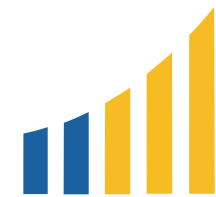
2024 Budget and Bites

presented by

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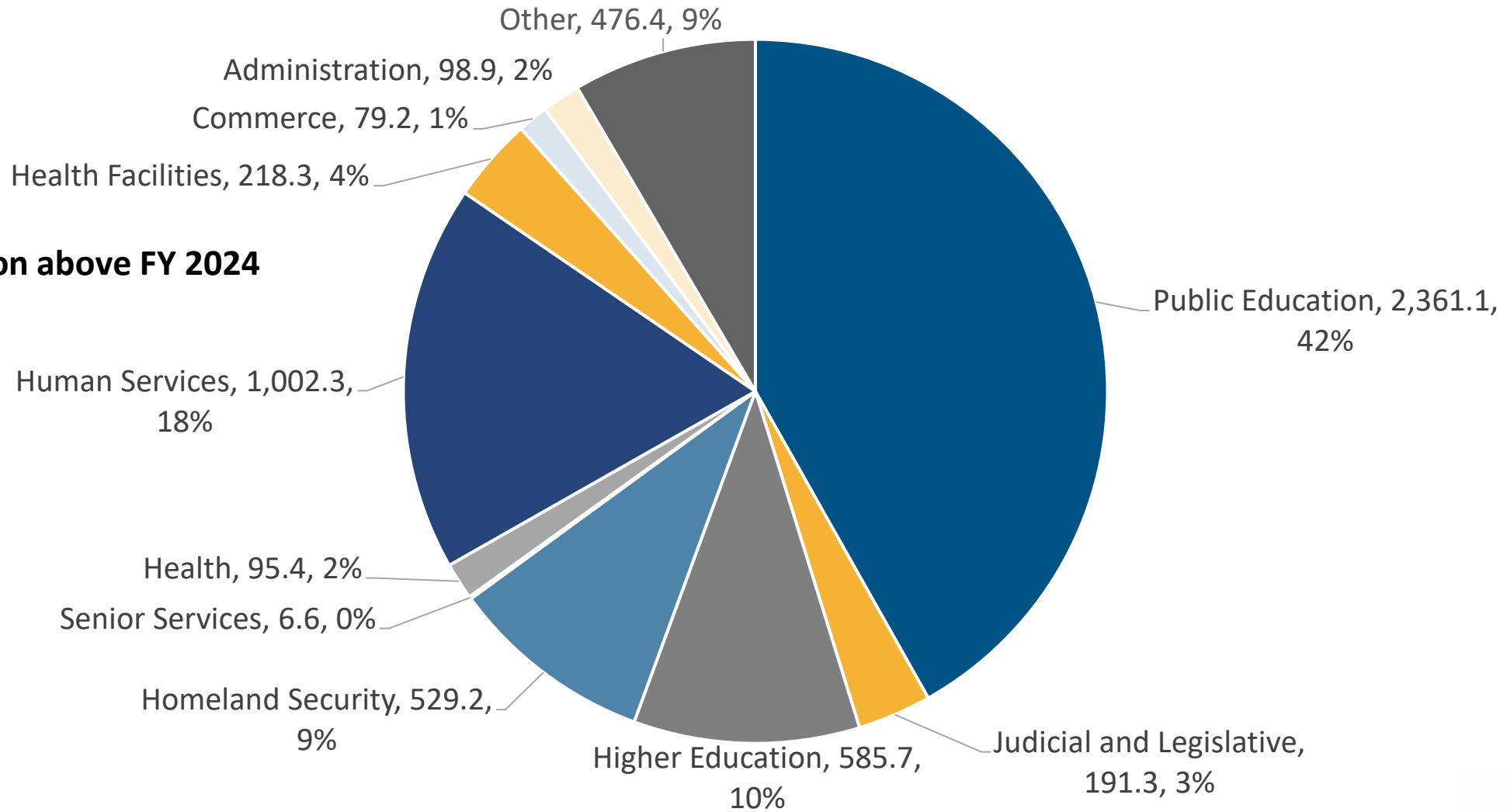
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BUDGET & POLICY

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FY 2025 Base Budget - \$5.64 Billion

Appropriations from General Revenue, Lottery, and Excess Lottery Funds (millions)

\$356 million above FY 2024

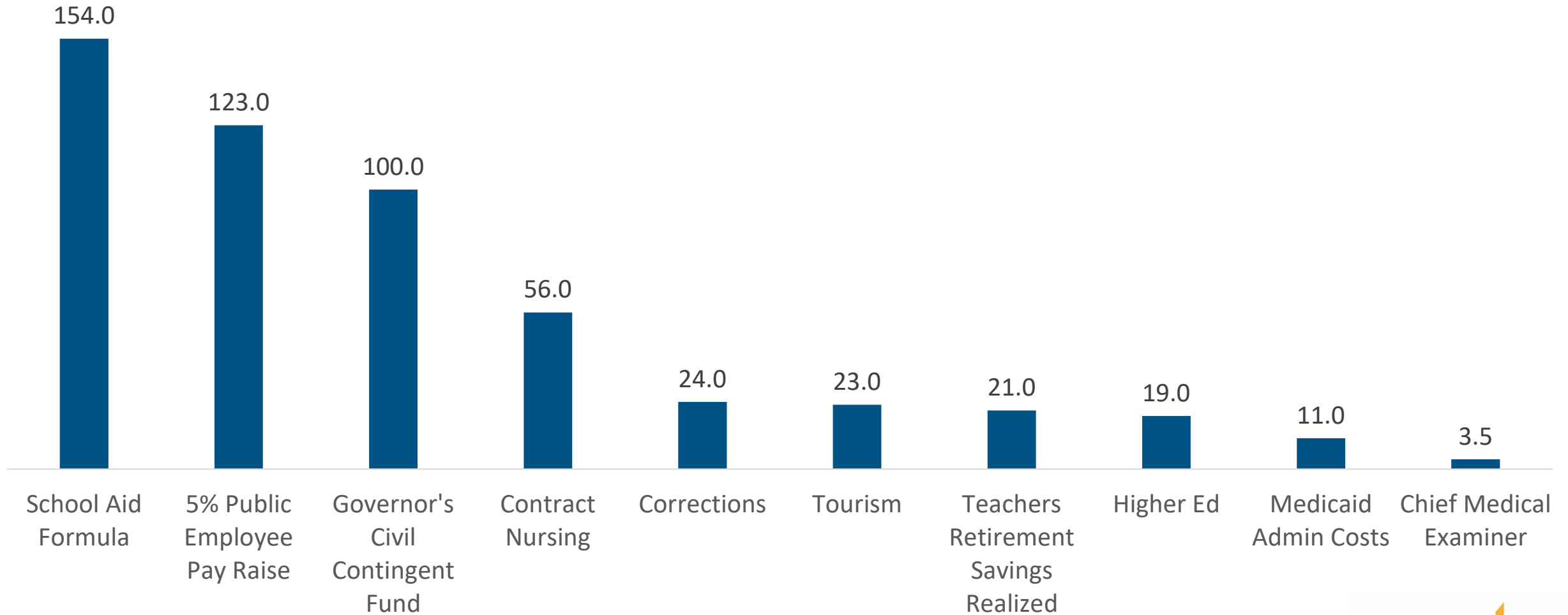


Source: WV State Budget Office

Note: Does not double count \$65 million transfer from Excess Lottery to General Revenue

Where Are The Increases?

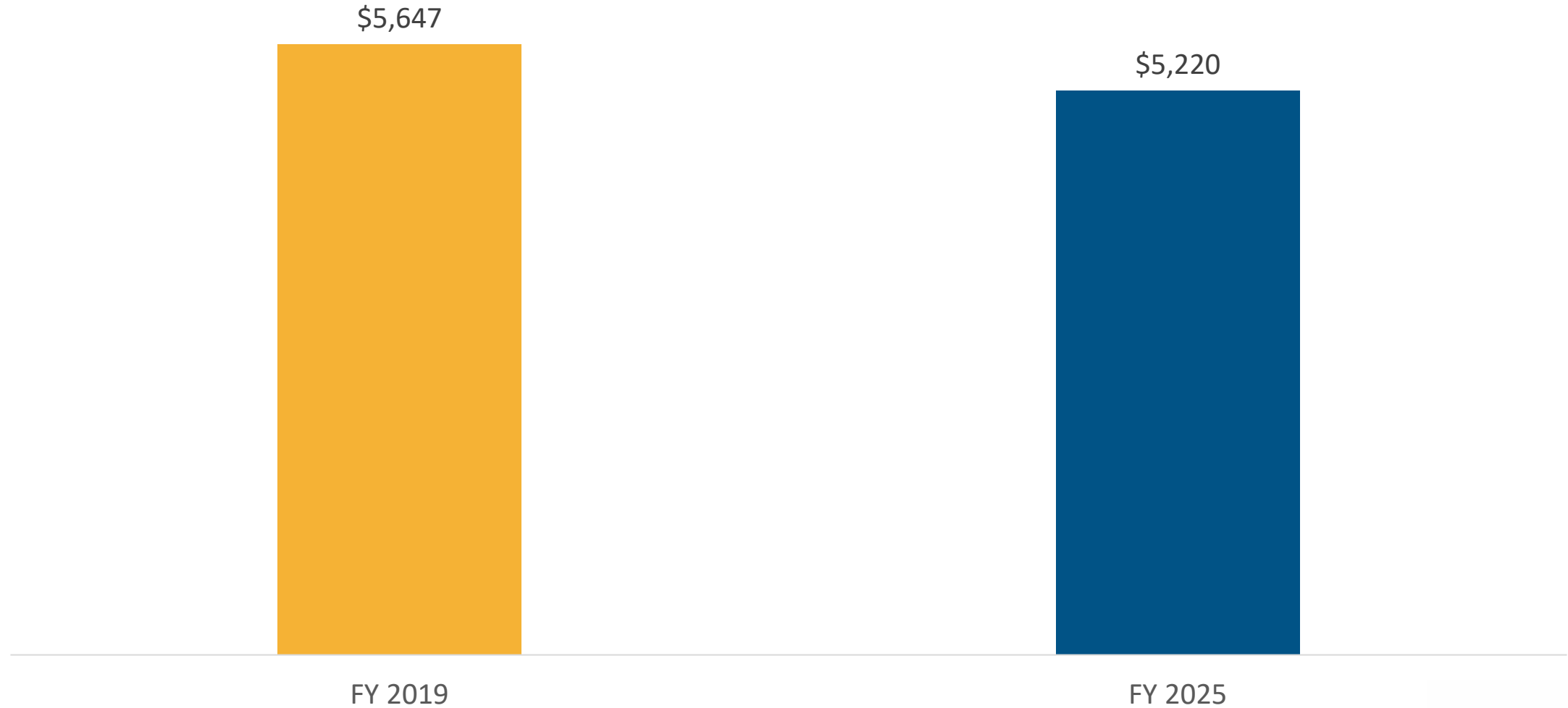
Notable increases in the FY 2025 budget compared to FY 2024



Source: WV State Budget Office

Even With Increases FY 2025 Budget Below FY 2019

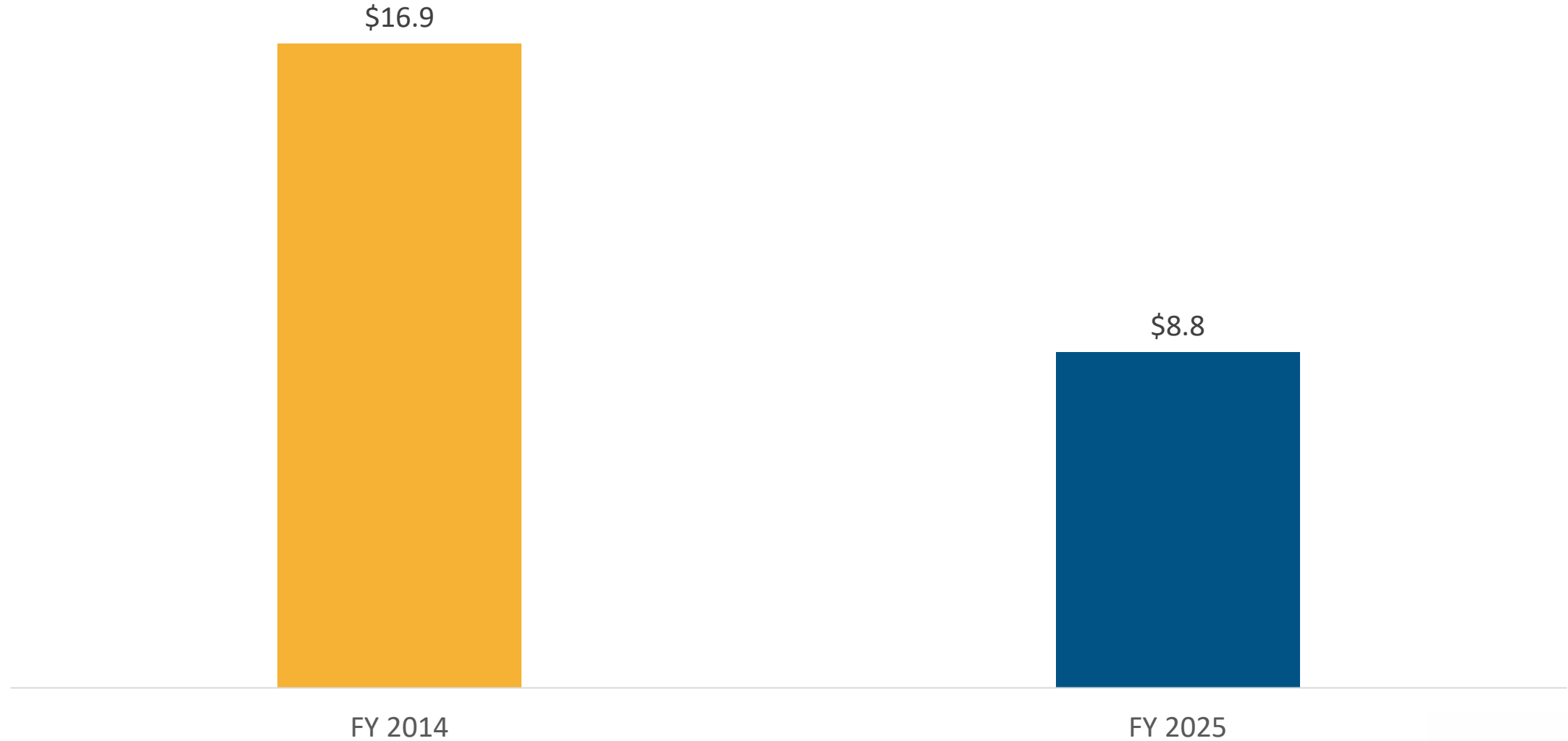
FY 2019 general revenue actual expenditures compared with FY 2024 proposed general revenue expenditures, inflation adjusted to December 2023 dollars (millions)



Source: WCVF analysis WV State Budget Office and Bureau of Labor Statistics data

State Funding Down 50 percent for Child Care Development

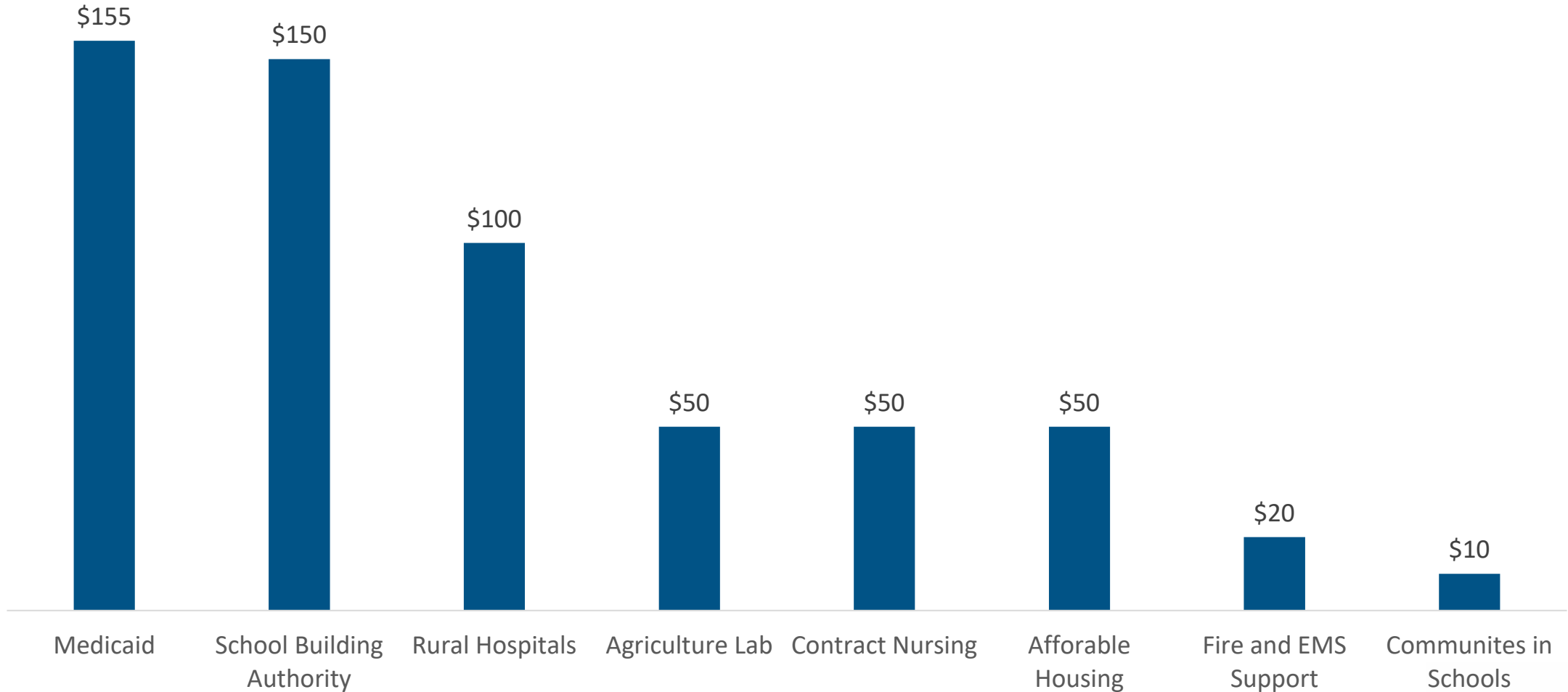
FY 2014 general revenue proposed expenditures compared with FY 2025 proposed general revenue expenditures



Source: WCVF analysis WV State Budget Office data

Surpluses and Supplementals Used for Ongoing Costs

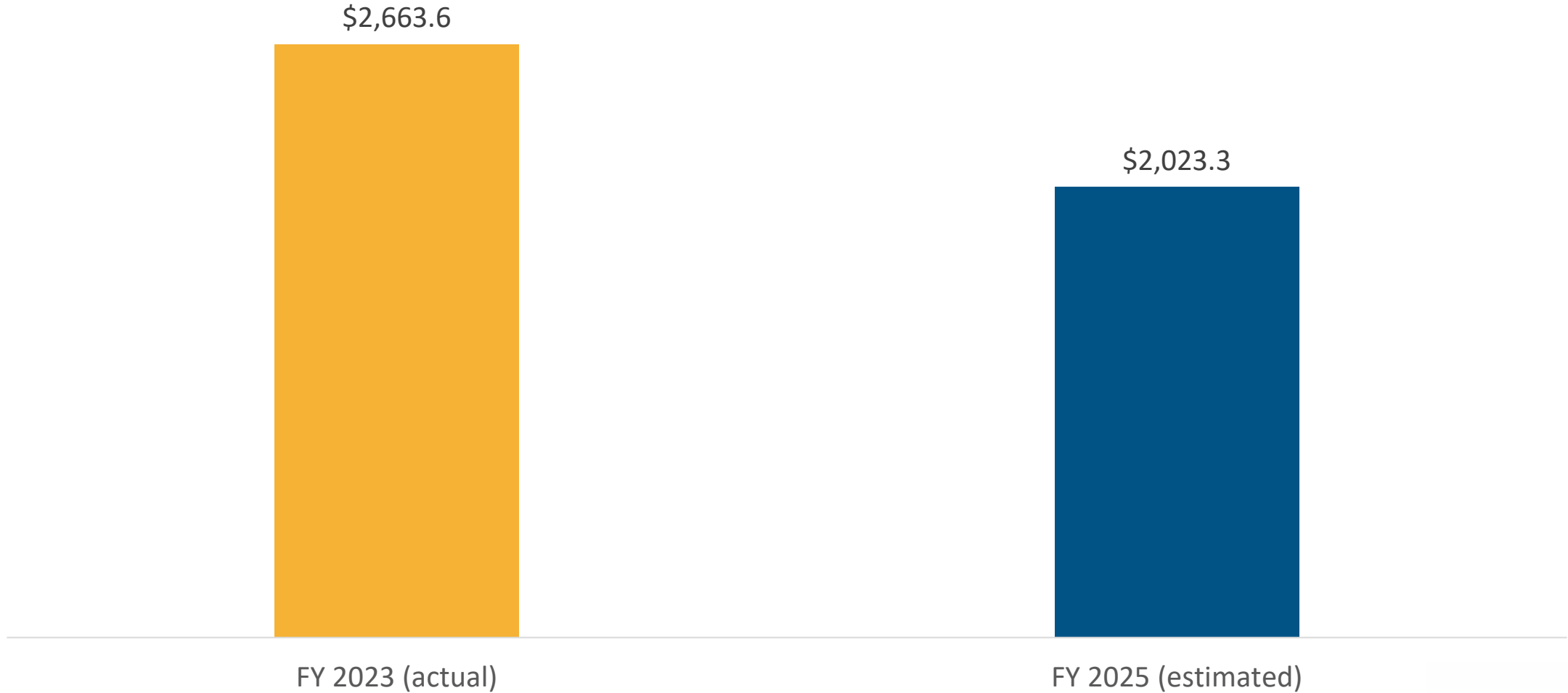
Notable FY 2025 general revenue surplus appropriations and FY 2024 surplus supplemental appropriations



Source: WCVF analysis WV State Budget Office data

Personal Income Tax Down Sharply in FY 2025

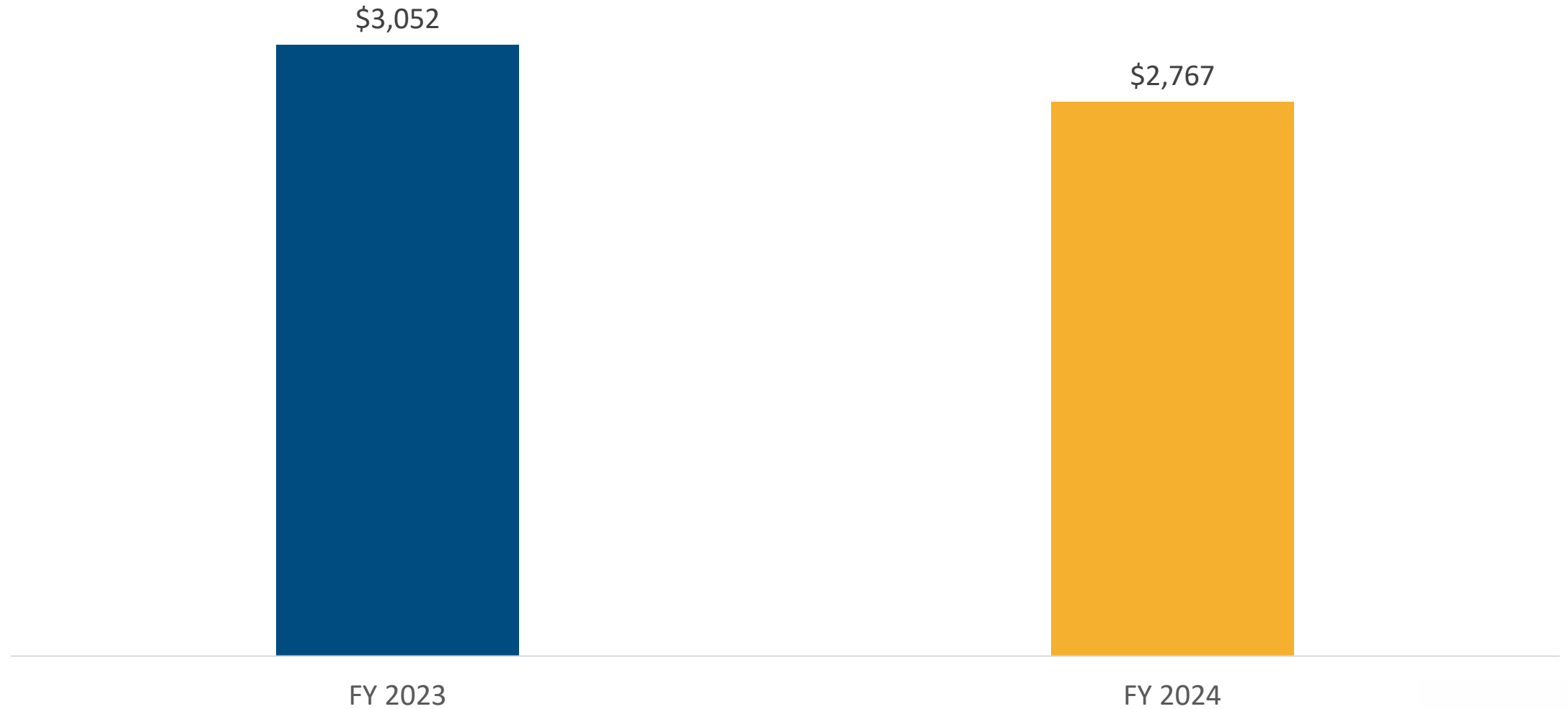
FY 2023 actual personal income tax collections compared to FY 2025 estimated personal income tax collections



Source: WCVF analysis WV State Budget Office data

General Revenue Collections Down \$285 Million So Far in FY 2024

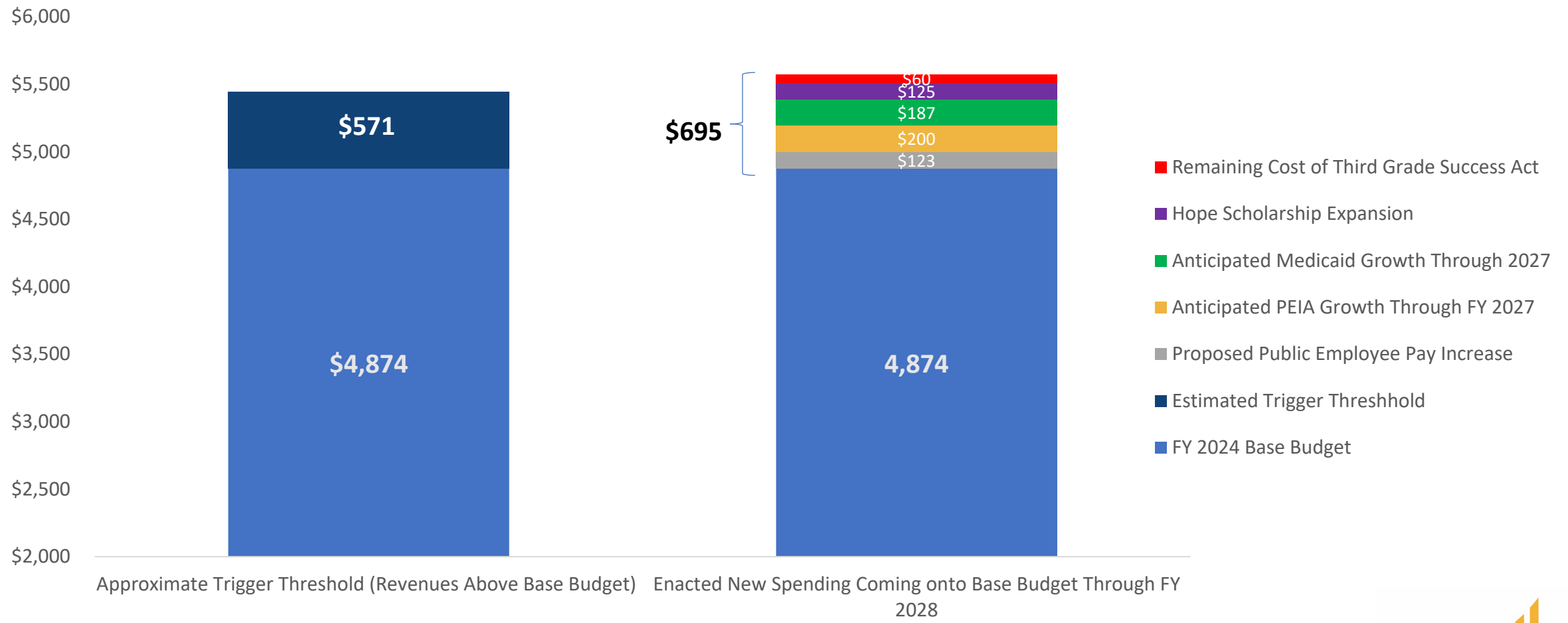
General Revenue collections, first six months of the fiscal year, FY 2023 and FY 2024 (millions)



Source: WVCBP analysis WV State Budget Office data

Tax Cut Triggers Come Into Immediate Tension With Enacted Legislation, Would Preclude Nearly Any New Investments Without Offsets

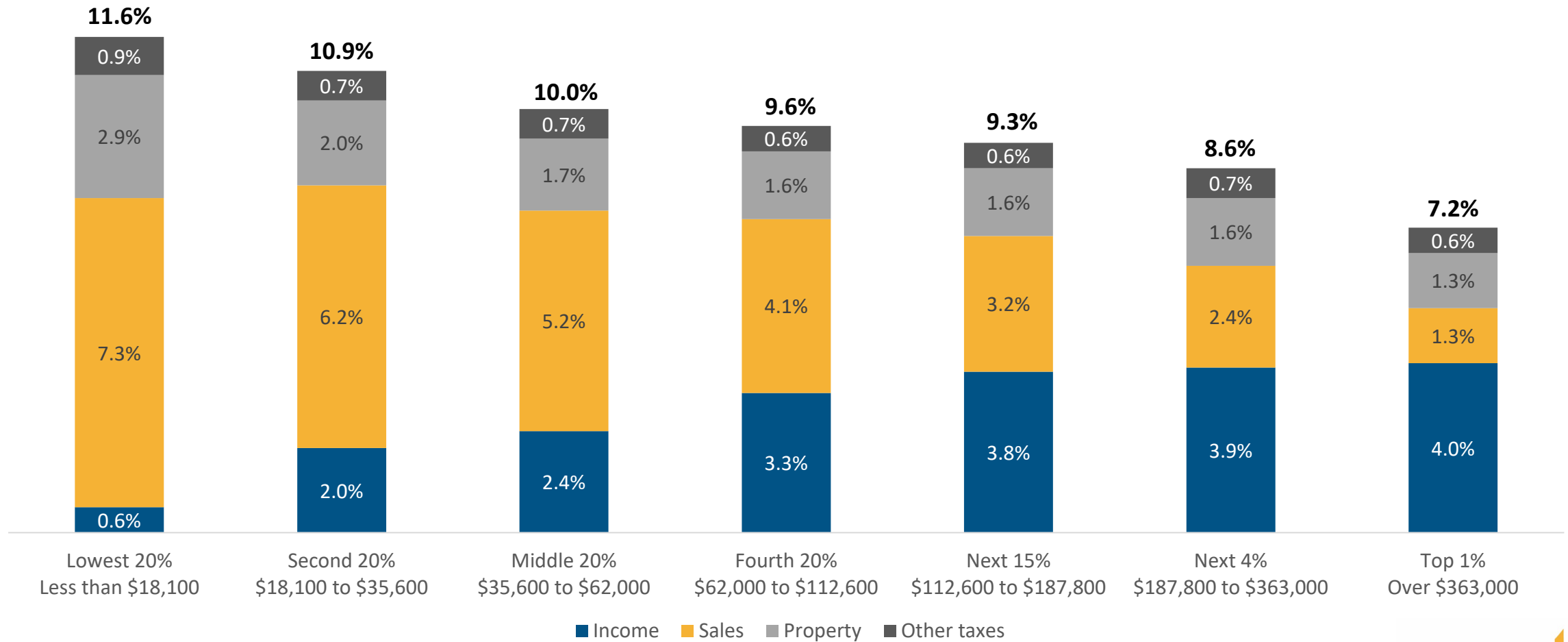
Estimated trigger threshold in FY 2024 Above Base Budget Compared With Enacted New Spending Coming onto Base Budget Through FY 2027



Source: WVCBP analysis of West Virginia State Budget Office, West Virginia DHHR, PEIA Finance Board, BLS, and Senate Committee on Finance Data

Income Tax Cuts Make the State's Tax System More Regressive

Share of income paid in state and local taxes by family income level



Source: Institute on Taxation and Economic Policy

Note: Includes 2024 tax changes