

KANSAS LEGISLATIVE RESEARCH DEPARTMENT

68-West-Statehouse, 300 SW 10th Ave.
Topeka, Kansas 66612-1504
(785) 296-3181 • FAX (785) 296-3824

kslegres@klrd.ks.gov

<http://www.kslegislature.org/klrd>

December 2, 2015

To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS July through November, FY 2016

This is the first monthly report based on the revised estimate for FY 2016 made by the Consensus Revenue Estimating Group on November 10, 2015. That revision reduced the previous estimate for FY 2016 by \$159.1 million. The figures in both the "Estimate" and "Actual" columns under FY 2016 on the following table include receipts through November, so this report compares estimated and actual receipts for November.

Total receipts through November were above the estimate by \$14.6 million, or 0.6 percent. The component of SGF receipts from taxes only was \$8.1 million, or 0.4 percent, above the estimate.

It is important to remember that a comparison of just one month is not a reliable basis upon which to identify a trend for the balance of the year. The timing of the receipt by the state of tax remittances and the processing of these payments, by themselves, can affect a month's numbers. Moreover, a large portion of the estimated \$384.4 million in additional FY 2016 receipts attributable to tax law changes enacted last session is not expected to materialize until the latter part of FY 2016.

Three tax sources exceeded the estimate by more than \$1.0 million, those being retail sales tax (\$3.5 million or 0.4 percent); individual income (\$3.0 million or 0.3 percent); and compensating use tax (\$1.5 million or 1.0 percent).

No tax sources fell below the estimate by more than \$1.0 million.

Interest earnings were above the estimate by \$0.5 million, or 2.9 percent. Agency earnings were \$83,000 above the estimate. Transfers were \$5.9 more positive than expected, due to the transfer to the Kansas Bioscience Authority not being made.

Total SGF receipts through November of FY 2016 were \$142.9 million or 6.7 percent above FY 2015 for the same period. Tax receipts only through November of FY 2016 were above those for the same period in FY 2015 by \$63.5 million or 2.9 percent.

This report excludes the July 1 deposit to the SGF of \$840.0 million pursuant to issuance of a Certificate of Indebtedness. The Certificate will be discharged prior to the end of the fiscal year.

STATE GENERAL FUND RECEIPTS
July-November, FY 2016
(dollar amounts in thousands)

	Actual FY 2015	FY 2016			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2015	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 4,404	\$ 3,500	\$ 3,442	\$ (58)	(21.8) %	(1.7) %
Income Taxes:						
Individual	\$ 854,826	\$ 880,000	\$ 883,044	\$ 3,044	3.3 %	0.3 %
Corporation	139,849	113,000	113,242	242	(19.0)	0.2
Financial Inst.	11,250	10,200	10,228	28	(9.1)	0.3
Total	\$ 1,005,925	\$ 1,003,200	\$ 1,006,514	\$ 3,314	0.1 %	0.3 %
Excise Taxes:						
Retail Sales	\$ 897,741	\$ 964,000	\$ 967,527	\$ 3,527	7.8 %	0.4 %
Comp. Use	146,660	156,000	157,542	1,542	7.4	1.0
Cigarette	37,177	61,000	61,540	540	65.5	0.9
Tobacco Prod.	2,991	3,400	3,277	(123)	9.6	(3.6)
Cereal Malt Bev.	719	660	648	(12)	(9.9)	(1.8)
Liquor Gallonage	8,434	8,400	8,395	(5)	(0.5)	(0.1)
Liquor Enforce.	26,159	26,000	25,637	(363)	(2.0)	(1.4)
Liquor Drink	4,183	4,300	4,434	134	6.0	3.1
Corp. Franchise	1,462	1,450	1,454	4	(0.5)	0.3
Severance	43,393	7,700	6,981	(719)	(83.9)	(9.3)
Gas	11,530	1,700	1,564	(136)	(86.4)	(8.0)
Oil	31,863	6,000	5,417	(583)	(83.0)	(9.7)
Total	\$ 1,168,919	\$ 1,232,910	\$ 1,237,435	\$ 4,525	5.9 %	0.4 %
Other Taxes:						
Insurance Prem.	\$ 680	\$ (4,200)	\$ (3,877)	\$ 323	-- %	(7.7) %
Miscellaneous	583	500	527	27	(9.6)	5.4
Total	\$ 1,263	\$ (3,700)	\$ (3,350)	\$ 350	-- %	(9.5) %
Total Taxes	\$ 2,180,511	\$ 2,235,910	\$ 2,244,041	\$ 8,131	2.9 %	0.4 %
Other Revenue:						
Interest	\$ 5,943	\$ 16,900	\$ 17,389	\$ 489	-- %	2.9 %
Transfers (net)	(85,613)	(14,980)	(9,124)	5,856	89.3	39.1
Agency Earnings and Misc.	35,018	26,400	26,483	83	(24.4)	0.3
Total	\$ (44,652)	\$ 28,320	\$ 34,748	\$ 6,428	-- %	22.7 %
TOTAL RECEIPTS	\$ 2,135,859	\$ 2,264,230	\$ 2,278,789	\$ 14,559	6.7 %	0.6 %

Consensus estimate as of November 6, 2015.

Excludes a Certificate of Indebtedness of \$840 million that must be redeemed prior to the end of the fiscal year.

NOTE: Details may not add to totals due to rounding.