

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>

January 3, 2017

To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS July through December, FY 2017

This is the second monthly report based on the revised estimate of SGF receipts in FY 2017 made by the Consensus Estimating Group on November 10, 2016. The figures in both the "Estimate" and "Actual" columns under FY 2017 on the following table include actual amounts received in July-October. Thus, the report essentially deals with the difference between the estimated and actual receipts in November and December.

Total receipts through December of FY 2017 were \$8.0 million, or 0.3 percent, above the estimate. The component of SGF receipts from taxes only was \$7.6 million, or 0.3 percent, above the estimate. Total receipts through November of FY 2017 had been \$0.3 million, or less than 0.1 percent, above the estimate and taxes only were \$1.4 million, or 0.1 percent, above the estimate.

The timing and processing of receipts can affect comparisons of the estimate with actual receipts over a short period of time. In addition, receipts through the end of January may include additional sales tax receipts on Christmas business and additional individual income tax estimated payments due in January 2017.

Tax sources that exceeded the estimate by more than \$1.0 million were: individual income tax (\$11.2 million or 1.0 percent); retail sales tax (\$4.7 million or 0.4 percent); and financial institutions privilege tax (\$1.7 million or 10.4 percent).

Tax sources that fell below the estimate by more than \$1.0 million were: corporation tax (\$5.2 million or 3.9 percent); compensating use tax (\$3.6 million or 1.9 percent); and cigarette tax (\$2.7 million or 3.9 percent).

Interest earnings were above the estimate by \$0.6 million; net transfers were above the estimate by \$0.6 million as well. Agency earnings were below the estimated amount by \$0.8 million.

Total SGF receipts through December of FY 2017 were \$50.9 million or 1.7 percent below FY 2016 for the same period. Tax receipts only, for the same period, were below FY 2016 by \$19.7 million or 0.7 percent.

This report excludes a deposit to the SGF which totals \$900.0 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-December, FY 2017
(dollar amounts in thousands)

	Actual FY 2016	FY 2017			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2016	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 4,689	\$ 4,350	\$ 4,589	\$ 239	(2.1) %	5.5 %
Income Taxes:						
Individual	\$ 1,087,157	\$ 1,122,000	\$ 1,133,173	\$ 11,173	4.2 %	1.0 %
Corporation	182,559	132,500	127,272	(5,228)	(30.3)	(3.9)
Financial Inst.	15,433	16,150	17,823	1,673	15.5	10.4
Total	\$ 1,285,149	\$ 1,270,650	\$ 1,278,268	\$ 7,618	(0.5) %	0.6 %
Excise Taxes:						
Retail Sales	\$ 1,154,529	\$ 1,137,500	\$ 1,142,228	\$ 4,728	(1.1) %	0.4 %
Comp. Use	191,611	188,000	184,442	(3,558)	(3.7)	(1.9)
Cigarette	75,672	69,700	66,956	(2,744)	(11.5)	(3.9)
Tobacco Prod.	4,102	4,300	4,371	71	6.6	1.7
Cereal Malt Bev.	737	800	821	21	11.4	2.6
Liquor Gallonage	10,047	9,800	9,824	24	(2.2)	0.2
Liquor Enforce.	32,214	35,300	35,176	(124)	9.2	(0.4)
Liquor Drink	5,334	5,500	5,416	(84)	1.5	(1.5)
Corp. Franchise	1,555	1,660	1,631	(29)	4.9	(1.7)
Severance	10,848	19,400	20,124	724	85.5	3.7
Gas	2,409	4,600	5,122	522	112.6	11.3
Oil	8,439	14,800	15,002	202	77.8	1.4
Total	\$ 1,486,649	\$ 1,471,960	\$ 1,470,989	\$ (971)	(1.1) %	(0.1) %
Other Taxes:						
Insurance Prem.	\$ 65,993	\$ 68,290	\$ 68,963	\$ 673	4.5 %	1.0 %
Miscellaneous	644	600	616	16	(4.3)	2.7
Total	\$ 66,637	\$ 68,890	\$ 69,579	\$ 689	4.4 %	1.0 %
Total Taxes	\$ 2,843,124	\$ 2,815,850	\$ 2,823,425	\$ 7,575	(0.7) %	0.3 %
Other Revenue:						
Interest	\$ 18,368	\$ 12,750	\$ 13,336	\$ 586	(27.4) %	4.6 %
Transfers (net)	41,308	3,330	3,938	608	(90.5)	18.3
Agency Earnings and Misc.	27,607	39,600	38,806	(794)	40.6	(2.0)
Total	\$ 87,283	\$ 55,680	\$ 56,080	\$ 400	(35.7) %	0.7 %
TOTAL RECEIPTS	\$ 2,930,407	\$ 2,871,530	\$ 2,879,505	\$ 7,975	(1.7) %	0.3 %

Consensus estimate as of November 10, 2016.

Excludes a Certificate of Indebtedness of \$900.0 million that must be redeemed prior to the end of the fiscal year.

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