



September 2, 2020

## **STATE GENERAL FUND (SGF) RECEIPTS**

July through August, FY 2021

Total receipts for July and August, the first two months of FY 2021, were **\$49.2 million**, or 3.5 percent, **above** the estimate. The component of total State General Fund (SGF) receipts from **taxes** only was **\$35.6 million**, or 2.4 percent, **above** the estimate.

Tax sources **exceeding** the fiscal year estimate by more than \$1.0 million through August were: compensating use tax (\$23.7 million or 32.9 percent); retail sales tax (\$21.7 million or 5.4 percent); and liquor enforcement tax (\$1.7 million or 12.7 percent).

Tax sources **below** the estimates by more than \$1.0 million through August were: insurance premium tax (\$7.6 million or 126.4 percent); corporation income tax (\$2.9 million or 3.6 percent); and financial institutions privilege tax (\$2.1 million or 29.0 percent).

Sales tax and compensating use tax receipts continue to perform above estimates for the fiscal year and August FY 2021 receipts exceeded estimates by 2.5 percent and 25.9 percent, respectively. For insurance premiums, the combination of lower than anticipated refunds in July and an unanticipated salary credit unclaimed from previous years in August, led to larger than anticipated refunds in the month of August. The difference between the estimated and actual refunds for the two months is \$7.6 million.

Individual income tax receipts, while at the year-to-date estimate, exceeded the August estimate by \$31.0 million primarily due to continued stronger than anticipated withholding receipts.

Receipts for other revenue were all above the estimate: interest by \$1.0 million; transfers by \$10.3 million; and agency earnings by \$2.4 million. The primary reason for the positive transfer amount was a lower than projected School District Capital Improvement Fund transfer.

As this is the second monthly report on FY 2021 receipts, it is important to remember that a comparison of two months of receipts is not a reliable basis upon which to identify a trend for the balance of the year. Receipts in September will be monitored as individual income tax estimated payments are due during that month. For the first four months of FY 2021, estimates of SGF receipts are based upon the consensus estimates of April 20, 2020, as adjusted for legislation enacted after that date. The next meeting of the Consensus Revenue Estimating Group will be on November 6, 2020.

This report excludes the July 1 deposit to the SGF of \$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-August, FY 2021**  
(Dollars in Thousands)

	Actual FY 2020	FY 2021			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2020	Estimate
<b>Property Tax/Fee:</b>						
Motor Carriers	\$ 1,641	\$ 2,200	\$ 1,650	\$ (550)	0.5 %	(25.0) %
<b>Income Taxes:</b>						
Individual	\$ 455,460	\$ 890,000	\$ 890,511	\$ 511	95.5 %	0.1 %
Corporation	21,891	80,000	77,140	(2,860)	252.4	(3.6)
Financial Inst.	50	7,200	5,112	(2,088)	--	(29.0)
<b>Total</b>	<b>\$ 477,401</b>	<b>\$ 977,200</b>	<b>\$ 972,764</b>	<b>\$ (4,436)</b>	<b>103.8 %</b>	<b>(0.5) %</b>
<b>Excise Taxes:</b>						
Retail Sales	\$ 409,849	\$ 404,000	\$ 425,712	\$ 21,712	3.9 %	5.4 %
Compensating Use	71,623	72,000	95,668	23,668	33.6	32.9
Cigarette	21,961	20,200	20,573	373	(6.3)	1.8
Tobacco Products	1,550	1,700	1,698	(2)	9.5	(0.1)
Liquor Gallonage	3,518	3,650	4,382	732	24.6	20.1
Liquor Enforcement	12,650	13,200	14,875	1,675	17.6	12.7
Liquor Drink	2,093	1,550	1,474	(76)	(29.6)	(4.9)
Severance	818	(3,300)	(2,818)	482	(444.5)	14.6
Gas	(1,032)	(1,100)	(1,259)	(159)	(22.0)	(14.5)
Oil	1,850	(2,200)	(1,559)	641	(184.3)	29.1
<b>Total</b>	<b>\$ 524,062</b>	<b>\$ 513,000</b>	<b>\$ 561,564</b>	<b>\$ 48,564</b>	<b>7.2 %</b>	<b>9.5 %</b>
<b>Other Taxes:</b>						
Insurance Premiums	\$ (11,073)	\$ (6,000)	\$ (13,584)	\$ (7,584)	(22.7) %	(126.4) %
Corporate Franchise	681	1,900	1,397	(503)	105.1	(26.5)
Miscellaneous	654	460	542	82	(17.1)	17.8
<b>Total</b>	<b>\$ (9,738)</b>	<b>\$ (3,640)</b>	<b>\$ (11,645)</b>	<b>\$ (8,005)</b>	<b>(19.6) %</b>	<b>(219.9) %</b>
<b>Total Taxes</b>	<b>\$ 993,366</b>	<b>\$ 1,488,760</b>	<b>\$ 1,524,334</b>	<b>\$ 35,574</b>	<b>53.5 %</b>	<b>2.4 %</b>
<b>Other Revenue:</b>						
Interest	\$ 10,033	\$ 100	\$ 1,079	\$ 979	(89.2) %	979.0 %
Transfers (net)	(119,060)	(94,030)	(83,711)	10,319	29.7	11.0
Agency Earnings & Misc	833	3,980	6,344	2,364	661.6	59.4
<b>Total Other Revenue</b>	<b>\$ (108,194)</b>	<b>\$ (89,950)</b>	<b>\$ (76,288)</b>	<b>\$ 13,662</b>	<b>29.5 %</b>	<b>15.2 %</b>
<b>TOTAL RECEIPTS</b>	<b>\$ 885,172</b>	<b>\$ 1,398,810</b>	<b>\$ 1,448,046</b>	<b>\$ 49,236</b>	<b>63.6 %</b>	<b>3.5 %</b>

\* Consensus Estimate as of April 20, 2020.

Excludes a Certificate of Indebtedness of \$900 million that must be redeemed prior to the end of the fiscal year.

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