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To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS July through November, FY 2019

This is the first monthly report based on the revised estimate for FY 2019 made by the Consensus Revenue Estimating Group on November 9, 2018. That revision increased the previous estimate for FY 2019 by \$306.4 million. The figures in both the "Estimate" and "Actual" columns under FY 2019 on the following table include receipts through November, so this report compares estimated and actual receipts for November.

Total receipts through November were below the estimate by \$0.9 million, or less than 0.1 percent. The component of SGF receipts from taxes only was \$2.5 million, or 0.1 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. Receipts in upcoming months likely will be more meaningful in identifying any developing trends regarding how major tax sources are faring relative to the November estimate. December sales tax receipts will include certain transactions completed in late November that reflect the start of the holiday shopping season. December also is traditionally an important month for corporation income tax estimated payments. January sales tax receipts will include the balance of the holiday shopping season (transactions occurring in December); and individual income tax estimated payments are due in January.

Tax sources which exceeded the estimate by more than \$1.0 million during the month of November included individual income taxes (\$2.2 million or 0.2 percent) and cigarette tax (\$1.2 million or 2.4 percent). As November is not an estimated payment month, the increase in individual income appears to be from withholding taxes.

Tax sources falling below the estimate by more than \$1.0 million during the month of November included the retail sales tax (\$1.2 million or 0.1 percent).

Total SGF receipts through November of FY 2019 were \$7.2 million or 0.3 percent above FY 2018 for the same period. Tax receipts only through November of FY 2019 were above those for the same period in FY 2018 by \$220.0 million or 8.9 percent.

Agency earnings were below estimates due to lower than anticipated unclaimed property receipts.

This report excludes the July 1 deposit to the SGF of \$600.0 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 2019
(Dollars in Thousands)

	Actual FY 2018	FY 2019			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2018	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 4,158	\$ 3,800	\$ 3,798	\$ (2)	(8.7) %	(0.1) %
Income Taxes:						
Individual	\$ 1,091,707	\$ 1,270,500	\$ 1,272,739	\$ 2,239	16.6 %	0.2 %
Corporation	108,058	138,400	138,280	(120)	28.0	(0.1)
Financial Inst.	11,133	10,600	10,544	(56)	(5.3)	(0.5)
<i>Total</i>	<u>\$ 1,210,898</u>	<u>\$ 1,419,500</u>	<u>\$ 1,421,563</u>	<u>\$ 2,063</u>	<u>17.4 %</u>	<u>0.1 %</u>
Excise Taxes:						
Retail Sales	\$ 985,709	\$ 984,600	\$ 983,401	\$ (1,199)	(0.2) %	(0.1) %
Compensating Use	165,072	174,100	174,030	(70)	5.4	(0.0)
Cigarette	54,654	52,200	53,435	1,235	(2.2)	2.4
Tobacco Products	3,711	3,800	3,838	38	3.4	1.0
Cereal Malt Beverages	640	700	713	13	11.4	1.9
Liquor Gallonage	8,898	8,580	8,702	122	(2.2)	1.4
Liquor Enforcement	30,637	31,340	31,678	338	3.4	1.1
Liquor Drink	4,757	5,000	5,017	17	5.5	0.3
Corporate Franchise	1,188	1,150	1,199	49	0.9	4.3
Severance	14,248	18,180	18,365	185	28.9	1.0
Gas	4,832	2,840	2,776	(64)	(42.5)	(2.3)
Oil	9,416	15,340	15,589	249	65.6	1.6
<i>Total</i>	<u>\$ 1,269,514</u>	<u>\$ 1,279,650</u>	<u>\$ 1,280,378</u>	<u>\$ 728</u>	<u>0.9 %</u>	<u>0.1 %</u>
Other Taxes:						
Insurance Premiums	\$ (4,801)	\$ (6,200)	\$ (6,524)	\$ (324)	(35.9) %	(5.2) %
Miscellaneous	905	1,430	1,437	7	58.8	0.5
<i>Total</i>	<u>\$ (3,896)</u>	<u>\$ (4,770)</u>	<u>\$ (5,087)</u>	<u>\$ (317)</u>	<u>(30.6) %</u>	<u>(6.6) %</u>
Total Taxes	\$ 2,480,674	\$ 2,698,180	\$ 2,700,652	\$ 2,471	8.9 %	0.1 %
Other Revenue:						
Interest	\$ 6,889	\$ 19,200	\$ 18,649	\$ (551)	170.7 %	(2.9) %
Transfers (net)	135,091	(90,000)	(90,403)	(403)	(166.9)	(0.4)
Agency Earnings & Misc	30,747	34,100	31,686	(2,414)	3.1	(7.1)
Total Other Revenue	\$ 172,727	\$ (36,700)	\$ (40,068)	\$ (3,368)	(123.2) %	(9.2) %
TOTAL RECEIPTS	\$ 2,653,401	\$ 2,661,480	\$ 2,660,584	\$ (897)	0.3 %	(0.0) %

* Consensus Estimate as of November 9, 2018.

Excludes a Certificate of Indebtedness of \$600 million that must be redeemed prior to the end of the fiscal year.

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