



May 1, 2020

To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS

July 2019 through April 2020, FY 2020

This is the first monthly report of State General Fund (SGF) receipts in FY 2020 based upon the revised estimates made by the Consensus Estimating Group on April 20, 2020. The figures in the “Estimate” and “Actual” columns under FY 2020 in the following table include actual total receipts through March, so this report focuses on a comparison of the estimated and actual total receipts for April only.

Total receipts through April of FY 2020 were \$0.3 million, or less than 0.1 percent, below the revised estimate. The component of total SGF receipts from taxes was \$0.4 million, or less than 0.1 percent, above the revised estimate.

The one tax source that exceeded the newly adjusted estimate by more than \$1.0 million was individual income tax (\$1.2 million or less than 0.1 percent).

The one tax source that fell below the estimate by more than \$1.0 million was retail sales tax (\$2.3 million or 0.1 percent).

Total SGF receipts through April of FY 2020 were \$180.1 million, or 3.0 percent below total FY 2019 receipts for the same period. Tax receipts only for the same period were below FY 2019 by \$270.3 million, or 4.4 percent.

As explained in documents from the recently completed Consensus Estimating process, a number of assumptions were included to project that more than \$645.0 million of receipts that would have otherwise come in during FY 2020 will now be received in FY 2021 as a result of delayed filing and payment deadlines involving multiple tax sources. A preliminary determination as to the accuracy of these assumptions will not be able to be made until the end of July. (*Note:* A final determination may not be available until the end of October as some taxpayers may file for extensions). Interpreting monthly receipts reports through the end of FY 2020, therefore, will be problematic given the difficulty in separating the accuracy of the Consensus Group’s assumptions about decelerated receipts from the accuracy of other assumptions about the impact of the COVID-19 pandemic on the economy and tax collections.

Following *sine die* adjournment, the estimate for FY 2020 receipts will be adjusted one final time to account for any legislation signed into law after April 20.

This report excludes a deposit to the SGF of \$275.0 million due to the issuance of a Certificate of Indebtedness. The Certificate will be discharged prior to the end of the fiscal year.

STATE GENERAL FUND RECEIPTS
July-April, FY 2020
(Dollars in Thousands)

	Actual FY 2019	FY 2020			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2019	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 10,687	\$ 11,350	\$ 11,331	\$ (19)	6.0 %	(0.2) %
Income Taxes:						
Individual	\$ 3,089,760	\$ 2,768,000	\$ 2,769,197	\$ 1,197	(10.4) %	0.0 %
Corporation	358,470	334,000	333,112	(888)	(7.1)	(0.3)
Financial Inst.	37,893	34,000	33,785	(215)	(10.8)	(0.6)
<i>Total</i>	<u>\$ 3,486,123</u>	<u>\$ 3,136,000</u>	<u>\$ 3,136,093</u>	<u>\$ 93</u>	<u>(10.0) %</u>	<u>0.0 %</u>
Excise Taxes:						
Retail Sales	\$ 1,935,197	\$ 1,978,000	\$ 1,975,711	\$ (2,289)	2.1 %	(0.1) %
Compensating Use	354,688	397,000	397,971	971	12.2	0.2
Cigarette	95,700	98,400	98,407	7	2.8	0.0
Tobacco Products	7,366	7,700	7,611	(89)	3.3	(1.2)
Liquor Gallonage	18,102	18,200	18,093	(107)	(0.0)	(0.6)
Liquor Enforcement	61,684	61,300	61,595	295	(0.1)	0.5
Liquor Drink	10,057	9,400	9,723	323	(3.3)	3.4
Severance	34,527	18,750	18,683	(67)	(45.9)	(0.4)
Gas	8,605	(50)	(65)	(15)	(100.8)	(30.0)
Oil	25,922	18,800	18,747	(53)	(27.7)	(0.3)
<i>Total</i>	<u>\$ 2,517,321</u>	<u>\$ 2,588,750</u>	<u>\$ 2,587,795</u>	<u>\$ (955)</u>	<u>2.8 %</u>	<u>0.0 %</u>
Other Taxes:						
Insurance Premiums	\$ 104,905	\$ 113,000	\$ 113,437	\$ 437	8.1 %	0.4 %
Corporate Franchise	4,370	3,700	4,536	836	3.8	22.6
Miscellaneous	3,031	2,940	2,909	(31)	(4.0)	(1.1)
<i>Total</i>	<u>\$ 112,306</u>	<u>\$ 119,640</u>	<u>\$ 120,882</u>	<u>\$ 1,242</u>	<u>7.6 %</u>	<u>1.0 %</u>
Total Taxes	\$ 6,126,437	\$ 5,855,740	\$ 5,856,101	\$ 361	(4.4) %	0.0 %
Other Revenue:						
Interest	\$ 40,059	\$ 50,800	\$ 51,336	\$ 536	28.2 %	1.1 %
Transfers (net)	(121,535)	(39,400)	(38,949)	451	68.0	1.1
Agency Earnings & Misc	44,773	42,800	41,132	(1,668)	(8.1)	(3.9)
Total Other Revenue	\$ (36,703)	\$ 54,200	\$ 53,518	\$ (682)	245.8 %	(1.3) %
TOTAL RECEIPTS	\$ 6,089,734	\$ 5,909,940	\$ 5,909,619	\$ (321)	(3.0) %	0.0 %

* Consensus Estimate as of April 20, 2020.

Excludes a Certificate of Indebtedness of \$275 million that must be redeemed prior to the end of the fiscal year.

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