

April 2013 Consensus Estimates

Includes Sen. Sub. for HB 2143 - Senate Appropriations Bill
Senate Ways and Means Revenue and Expenditure Adjustments
Individual and Corporate Income at 5 percent and Sales at 3.75 percent growth rate
Includes Senate Sub. for HB 2059 (Tax Bill) - Maintains Sales Tax at 6.3 Percent,
Phased Reduction of Select Itemized Deductions, Adoption Credit, Basis and
Subchapter S Adjustments, and a Phased Reduction in Income Tax Rates -
Tax Year 2014 Bottom Rates from 3.0 Percent to 2.5 Percent, Tax Year 2015
Bottom Rate from 2.5 Percent to 1.9 Percent and Tax Year 2017 Top Rate from 4.9 Percent to 3.5 Percent

STATE GENERAL FUND PROFILE
FY 2011-FY 2018
(Dollars in Millions)

	Actual FY 2011	Actual FY 2012	Estimated FY 2013	Estimated FY 2014	Estimated FY 2015	Estimated FY 2016	E F
Beginning Balance							
Consensus Revenue Estimate (April 19, 2013)	\$ (27.1)	\$ 188.3	\$ 502.9	\$ 624.6	\$ 522.8	\$ 435.9	\$
Governor's Transfer Revenue Adjustments*	5,882.1	6,412.7	6,199.0	5,454.3	5,636.4	5,885.9	\$
Senate Revenue Adjustments	-	-	70.5	117.9	106.2	110.3	\$
Maintain Sales Tax Rate at 6.3 Percent	-	-	15.0	14.0	(1.0)	(14.2)	\$
Phased Reduction of Itemized Deductions	-	-	-	257.6	291.6	302.5	\$
Adoption Credits	-	-	-	103.8	119.7	147.0	\$
Personal Income Tax Rate Reduction	-	-	-	(1.5)	(1.5)	(1.6)	\$
Total Available Revenue	\$ 5,855.0	\$ 6,601.0	\$ 6,787.4	\$ 6,532.9	\$ 6,546.1	\$ 6,681.2	\$
Expenditures							
State General Fund Expenditures Shifted from FY 2012	\$ 5,667.0	\$ 6,098.1	\$ 6,170.6	\$ 6,162.9	\$ 6,009.9	\$ 6,110.2	\$
Human Services Caseloads	-	-	27.2	(27.2)	-	-	\$
School Finance General State Aid Adjustments	-	-	(56.4)	12.9	(34.2)	52.2	\$
KPERS State and School	-	-	21.3	-	39.0	42.5	\$
Governor's Expenditure Adjustments*	-	-	0.2	(86.6)	(7.5)	-	\$
Senate Ways and Means Adjustments (As of 4/5/2013)	-	-	-	(52.1)	17.7	-	\$
Total Adjusted Expenditures	\$ 5,667.0	\$ 6,098.1	\$ 6,162.9	\$ 6,009.9	\$ 6,110.2	\$ 6,273.5	\$
Ending Balance	\$ 188.3	\$ 502.9	\$ 624.6	\$ 522.8	\$ 435.9	\$ 407.7	\$
Ending Balance as a Percentage of Expenditures	3.3%	8.2%	10.1%	8.7%	7.1%	6.5%	
Receipts in Excess of Approved Expenditures	\$ 215.2	\$ 314.7	\$ 121.6	\$ (101.7)	\$ (86.9)	\$ (28.2)	\$
* Includes Governor's Budget Amendment No. 1			\$ 6,200.5	\$ 6,034.5	\$ 6,115.8		

Assumptions:

1. November 6, 2012 Consensus Revenue estimates for FY 2013 and FY 2014.
2. FY 2013 expenditure adjustments include: \$27.2 million expenditure authority shifted from FY 2012; a reduction of \$18.8 million for the Human Services Consensus estimates; and \$21.3 million for revisions to School Finance.
3. FY 2013 Governor's revenue adjustments include \$25.0 million for medical resident FICA refund, \$22.7 million for Bioscience Authority transfer reduction, \$16.1 million for the LAVTRF transfer, \$25.0 million by capping the Bioscience Authority transfer at \$10.0 million, \$16.1 million change Feds for some portion Special Education retirement, \$15 million from Highway Fund for K1A consolidation of functions and \$14.7 million suspend Severance Tax Oil and Gas Valuation Depletion Trust Fund payment.
4. FY 2014 Governor's revenue increases include \$115.7 million including \$27.0 million by eliminating the LAVTRF transfer, \$25.0 million by capping the Bioscience Authority transfer at \$10.0 million, \$16.1 million change Feds for some portion Special Education retirement, \$15 million from Highway Fund for K1A consolidation of functions and \$14.7 million suspend Severance Tax Oil and Gas Valuation Depletion Trust Fund payment.
5. Senate Sub. for HB 2059 includes maintaining sales tax rate at 6.3 percent (\$257.6 million) phasing out certain itemized deduction (\$103.8 million), allowed adoption credits (\$1.5 million), adjusted basis and subchapter S corporations (\$10.5 million), and income tax rate reduction (-\$37.9 million).
6. Governor's FY 2014 expenditure adjustments include savings of \$107.3 million by funding student transportation with State Highway Funds, additional expenditures of \$17.2 million for Judiciary, and expenditures of \$7.0 million for Dept. of Admin. debt services.
7. Governor's FY 2015 project similar amounts as FY 2014 caseloads, KPERS retirement funded at \$3,852, up from \$3,852.
8. FY 2015 and forward estimates projected growth of 5.0 percent.