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To: Legislative Budget Committee

STATE GENERAL FUND (SGF) RECEIPTS July through December, FY 2015

This is the second monthly report based on the revised estimate of SGF receipts in FY 2015 made by the Consensus Estimating Group on November 10, 2014. The figures in both the "Estimate" and "Actual" columns under FY 2015 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 2015 were \$6.5 million, or 0.2 percent, below the estimate. The component of SGF receipts from taxes only was \$18.8 million, or 0.7 percent, below the estimate. Total receipts through November of FY 2015 had been \$0.4 million, or less than 0.1 percent, below the estimate and taxes only were \$0.7 million, or less than 0.1 percent, below the estimate.

Generally, a comparison of only two months is of little value in identifying a trend for the remainder of the year, as the timing and processing of receipts substantially can affect comparisons of the estimate with actual receipts over such a short period of time. In addition, receipts through the end of January will include sales tax receipts on Christmas business and individual income tax estimated payments due in January 2015. Both of these factors may make the January report more helpful in ascertaining a picture of SGF receipts.

Tax sources that exceeded the estimate by more than \$1.0 million were: individual income (\$12.1 million or 1.1 percent) and cigarette (\$1.0 million or 2.3 percent).

Tax sources that fell below the estimate by more than \$1.0 million were corporate income (\$18.7 million or 8.7 percent); insurance premiums tax (\$6.6 million or 10.3 percent); retail sales tax (\$4.9 million or 0.5 percent); and compensating use tax (\$1.8 million or 1.0 percent).

For corporate income taxes, December is a quarterly estimate payment month. The shortfall in corporate income tax receipts was attributable, in part, to estimated payments being \$7.4 million less than they had been in December of 2013 and refunds being \$6.4 million more than they had been during the same month last year.

With regard to the insurance premiums tax, there were \$5.4 million in unanticipated premiums tax refunds. Interest earnings were below the estimate by \$0.6 million. Net transfers were 11.1 percent less than anticipated resulting in a surplus to the SGF of \$11.3 million. This is

primarily due to a delay in the Bioscience Development Fund transfer. Agency earnings was above the estimated amount by \$1.6 million.

Total SGF receipts through December of FY 2015 were \$22.5 million or 0.8 percent below FY 2014 for the same period. Tax receipts only, for the same period, were below FY 2014 by \$16.4 million or 0.6 percent.

This report excludes a deposit to the SGF which totals \$675.0 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 2015
(dollar amounts in thousands)

	Actual FY 2014	FY 2015			Percent change relative to:	
		Estimate*	Actual	Difference	FY 2014	Estimate
Property Tax/Fee:						
Motor Carriers	\$ 19,160	\$ 5,300	\$ 5,314	\$ 14	(72.3) %	0.3 %
Income Taxes:						
Individual	\$ 1,149,137	\$ 1,086,000	\$ 1,098,119	\$ 12,119	(4.4) %	1.1 %
Corporation	174,031	214,800	196,087	(18,713)	12.7	(8.7)
Financial Inst.	14,225	17,900	18,270	370	28.4	2.1
Total	\$ 1,337,393	\$ 1,318,700	\$ 1,312,476	\$ (6,224)	(1.9) %	(0.5) %
Excise Taxes:						
Retail Sales	\$ 1,062,170	\$ 1,089,000	\$ 1,084,093	\$ (4,907)	2.1 %	(0.5) %
Comp. Use	167,820	177,500	175,664	(1,836)	4.7	(1.0)
Cigarette	47,257	44,000	45,005	1,005	(4.8)	2.3
Tobacco Prod.	3,573	3,875	3,802	(73)	6.4	(1.9)
Cereal Malt Bev.	965	860	821	(39)	(14.9)	(4.5)
Liquor Gallonage	9,409	10,050	9,926	(124)	5.5	(1.2)
Liquor Enforce.	32,454	33,000	33,467	467	3.1	1.4
Liquor Drink	5,027	5,150	5,149	(1)	2.4	(0.0)
Corp. Franchise	1,326	1,650	1,578	(72)	19.0	(4.4)
Severance	60,303	55,500	55,210	(290)	(8.4)	(0.5)
Gas	17,282	14,600	14,797	197	(14.4)	1.3
Oil	43,021	40,900	40,413	(487)	(6.1)	(1.2)
Total	\$ 1,390,304	\$ 1,420,585	\$ 1,414,715	\$ (5,870)	1.8 %	(0.4) %
Other Taxes:						
Insurance Prem.	\$ 59,735	\$ 64,400	\$ 57,788	\$ (6,612)	(3.3) %	(10.3) %
Miscellaneous	775	775	689	(86)	(11.1)	(11.1)
Total	\$ 60,510	\$ 65,175	\$ 58,477	\$ (6,698)	(3.4) %	(10.3) %
Total Taxes	\$ 2,807,367	\$ 2,809,760	\$ 2,790,982	\$ (18,778)	(0.6) %	(0.7) %
Other Revenue:						
Interest	\$ 6,590	\$ 7,200	\$ 6,584	\$ (616)	(0.1) %	(8.6) %
Transfers (net)	(77,822)	(101,250)	(89,977)	11,273	(15.6)	11.1
Agency Earnings and Misc.	31,371	35,775	37,395	1,620	19.2	4.5
Total	\$ (39,861)	\$ (58,275)	\$ (45,998)	\$ 12,277	(15.4) %	21.1 %
TOTAL RECEIPTS	\$ 2,767,506	\$ 2,751,485	\$ 2,744,984	\$ (6,501)	(0.8) %	(0.2) %

Consensus estimate as of November 10, 2014.

Excludes a Certificate of Indebtedness of \$675 million that must be redeemed prior to the end of the fiscal year.

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