



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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Revised General Revenue Collections for March 2019 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for March 2019 were \$51.6 M (2.0%) over the estimates adopted by the General Revenue Estimating Conference (GR REC) on March 14, 2019; however, the *entire* overage is either due to timing that will correct itself prior to the end of the year or expected to be returned as refunds to taxpayers in accordance with the provisions of HB 7093 passed during the 2018 Session.

After making adjustments to total Sales Tax collections for local taxes and distributions, audits, bad checks, and transfers to Sales Tax from the Communications Services Tax (CST), Sales Tax GR was \$23.9 M (1.1%) under estimate for the month. Final Sales Tax Liability, the sum of all sales tax components (detailed below), was under estimate for the month by \$10.4 M (0.5%).

Four of the six Sales Tax components were under estimate for the month of March, including two that were significantly under estimate—Consumer Nondurables (under by \$18.9 M or 3.0%) and Automobiles (under by \$11.6 M or 2.9%). Tourism and Other Durables were under estimate by smaller amounts of \$3.2 M (0.6%) and \$0.4 M (0.3%), respectively. In contrast, the Building component was significantly over estimate for the month by \$19.6 M or 15.8%, and the Business component was over estimate by \$4.1 M or 0.9%. Note that this Sales Tax report largely reflects activity that occurred in February.

In addition to Sales Tax GR, three other sources that support GR were under estimate for the month. The largest shortfall was in Corporate Filing Fees, which was under estimate by \$8.3 M (14.3%). Insurance Taxes-Surplus Lines were under estimate by \$4.1 M (88.5%), and Tobacco Tax was under estimate by \$0.7 M (5.0%). Severance Taxes matched the estimate of \$0.1 M for the month.

Thirteen sources that support GR were over estimate for the month of March, with the largest overage in Corporate Income Tax (over by \$32.7 M or 20.3%). Both Documentary Stamp Tax GR and Intangibles Taxes were over estimate for the month by \$18.8 M (31.0%) and \$1.7 M (6.4%), respectively. Indian Gaming was \$10.3 M over estimate due to the timing of the local distribution. The State received a monthly payment of \$19.5 M; however, the expected \$10.3 M distribution to local governments did not occur in March as originally anticipated. It is now expected to be made in April. Parimutuel Taxes and Counties' Medicaid Share were over estimate for the month due to timing (over by \$5.1 M and \$3.8 M, respectively). The other sources that were over estimate for the month include Earnings on Investments (over by \$4.5 M or 31.1%); Other Nonoperating Revenues (over by \$3.9 M or 37.7%); GR Service Charges (over by \$3.7 M or 15.7% primarily due to Documentary Stamp Tax); Highway Safety Fees (over by \$2.5 M or 6.2%); Beverage Taxes (over by \$0.9 M or 4.3%); Other Taxes, Licenses, and Fees (over by \$0.5 M or 17.9%); and Article V Fees (over by \$0.2 M or 2.0%).

Refunds matched the estimate of \$27.0 M for the month; however, there were differences among the four categories of refunds. Refunds of Insurance Premium Tax and Corporate Income Tax were over estimate for the month by \$1.2 M and \$1.1 M, respectively; however, Sales Tax and Other refunds were under estimate by \$2.1 M and \$0.1 M, respectively.

In summary, Net GR collections for March were \$51.6 M over estimate for the month. The figures in the table below show the variance from monthly estimates that are based on the results of the estimating conference held March 14, 2019. Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Month	March	April	May	June
Monthly Overage (millions)	51.6			
Year to Date Overage (millions - cumulative)	60.0			
Percent of Monthly Estimate Collected	102.0%			
Percent of Total Year Estimate Collected	71.4%			

MARCH 2019 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE MARCH 2019 REVENUE ESTIMATING CONFERENCE								
	MONTH			FISCAL YEAR TO DATE				
	ACTUAL CURRENT MONTH	ESTIMATE CURRENT MONTH	OVER/ UNDER ESTIMATE	ACTUAL CURRENT YEAR	ESTIMATE CURRENT YEAR	OVER/ UNDER ESTIMATE	PRIOR YEAR ACTUAL	PERCENT INCREASE/ DECREASE
SALES TAX COLLECTIONS	2,064.5	2,088.4	(23.9)	18,686.6	18,702.9	(16.3)	17,740.4	5.3%
CORPORATE INCOME TAX	193.8	161.1	32.7	1,618.9	1,586.3	32.7	1,240.5	30.5%
DOCUMENTARY STAMP TAX	79.6	60.8	18.8	676.0	657.2	18.8	636.5	6.2%
INSURANCE TAXES	0.5	4.6	(4.1)	344.8	348.8	(4.1)	314.8	9.5%
HIGHWAY SAFETY FEES	43.3	40.8	2.5	393.2	390.7	2.5	384.1	2.4%
SERVICE CHARGES	27.0	23.3	3.7	351.4	347.8	3.7	340.8	3.1%
INTANGIBLES TAXES	28.7	27.0	1.7	280.5	278.8	1.7	270.8	3.6%
CORPORATE FILING FEES	49.7	58.0	(8.3)	210.6	218.9	(8.3)	215.9	-2.5%
INDIAN GAMING	19.5	9.2	10.3	238.5	228.2	10.3	221.9	7.5%
COUNTIES' MEDICAID SHARE	30.0	26.2	3.8	223.6	219.8	3.8	218.5	2.3%
BEVERAGE TAXES	21.5	20.6	0.9	194.7	193.8	0.9	188.5	3.3%
TOBACCO TAX	12.4	13.1	(0.7)	121.7	121.7	0.1	125.9	-3.3%
EARNINGS ON INVESTMENTS	19.0	14.5	4.5	143.6	139.1	4.5	100.6	42.8%
OTHER NONOPERATING REVENUES	14.2	10.3	3.9	151.5	147.6	3.9	123.2	23.0%
ARTICLE V FEES AND TRANSFERS	9.5	9.3	0.2	104.6	104.5	0.2	75.1	39.3%
OTHER TAXES LICENSES AND FEES	3.5	3.0	0.5	29.2	28.7	0.5	28.1	3.8%
PARIMUTUEL TAXES	5.7	0.6	5.1	16.3	11.2	5.1	12.0	35.6%
SEVERANCE TAXES	0.1	0.1	(0.0)	9.1	9.1	(0.0)	8.0	13.9%
TOTAL REVENUE	2,622.6	2,570.9	51.7	23,794.9	23,734.9	60.0	22,245.6	7.0%
LESS REFUNDS	27.0	27.0	0.0	301.1	301.1	0.0	280.9	7.2%
NET REVENUE	2,595.6	2,543.9	51.6	23,493.8	23,433.8	60.0	21,964.7	7.0%