



June General Fund Revenue Update

(\$1.1 BILLION)

The 2016/17 fiscal year closed last week with June revenues slightly above estimate, but General Fund revenues as a whole finished \$1.1 billion lower than projected. As was the case for most of the year, all of the three major tax types - personal income, sales, and corporate net income – finished below estimate.

Although the General Assembly passed the General Appropriations bill June 30, the budget is not complete without the revenue plan to pay for it. Reliable and recurring revenues are needed to close the structural deficit and end the chronic imbalances we've faced in recent years.

For June:

- The total General Fund collections were \$11.2 million higher than expected (0.3 percent)
- General Fund tax revenues were \$74.3 million more than anticipated (2.4 percent)
- Corporation taxes were \$104.7 million higher estimate, or 19.2 percent (mostly in corporate net income tax)
- Sales and use tax collections came in lower than expected, finishing \$3.5 million below estimate (0.4 percent)
 - Non-motor collections were \$8.8 million higher than projected (1.0 percent)
 - Motor vehicle collections were \$12.3 million below estimate (9.3 percent)
- Personal income tax collections were \$24.9 million lower than expected (2.0 percent)
 - Employer withholdings on wages and salaries were \$17.6 million less than anticipated (2.3 percent)
 - Non-withheld collections were \$7.3 million less than estimated (1.5 percent)

- Non-tax revenues were \$63.1 million less than anticipated (62.5 percent)

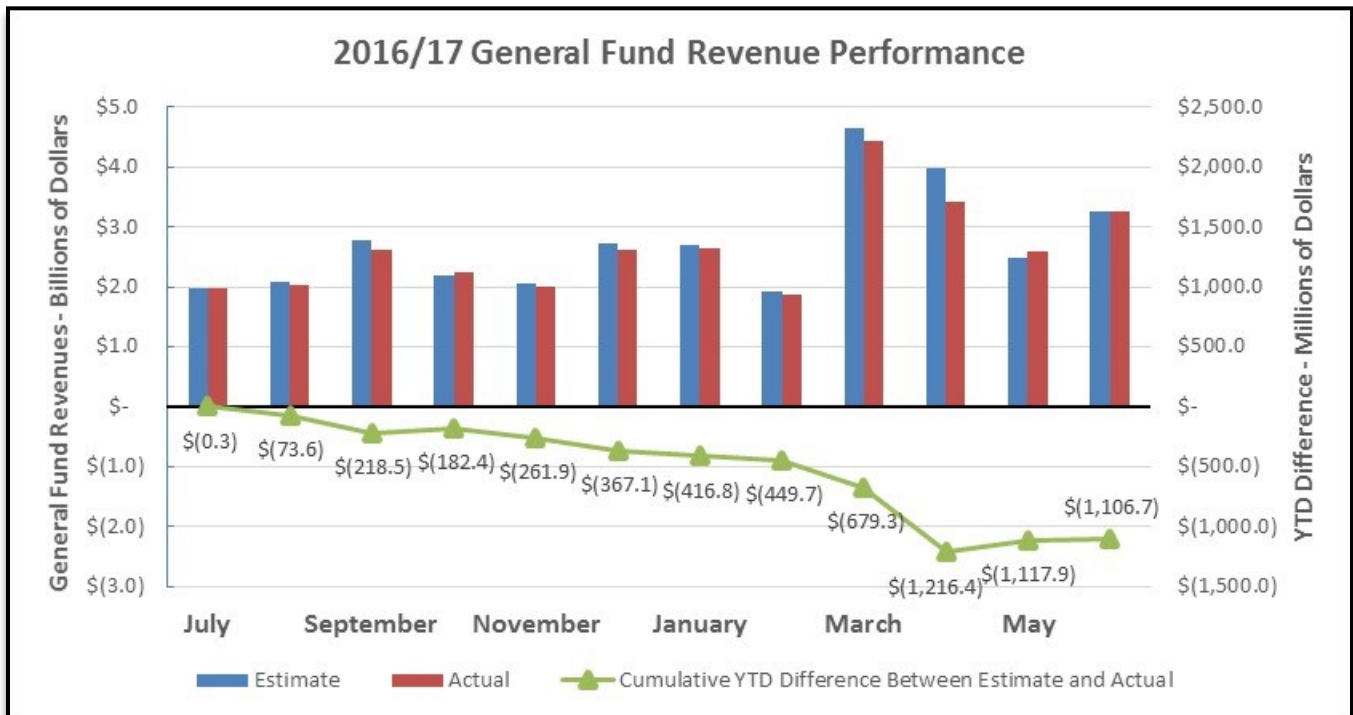
For the 2016/17 fiscal year in total:

- Cumulative General Fund revenues were \$1.1 billion lower than expected (3.4 percent)
- General Fund tax revenue is \$1.0 billion lower than projected (3.3 percent)
- Corporation taxes are \$340.3 million below the official estimate (6.6 percent)
- Sales and use taxes are \$199.3 million less than expected (2.0 percent)
- Personal income tax collections are \$387.6 million lower than anticipated (3.0 percent)
- Non-tax revenues are \$69.1 million less than estimated (7.0 percent)

Compared to the prior fiscal year:

- Total General Fund revenues increased by 2.5 percent
- General Fund tax revenue was 1.6 percent higher
- Corporation taxes were 6.2 percent lower
- Sales and use taxes increased by 2.1 percent
- Personal income tax collections are 1.3 percent higher

General Fund Revenues – 2016/17 Performance vs Official Estimate				
	Amounts in Millions	YTD Estimate	YTD Collections	Change
General Fund Total		32,776.4	31,669.7	(1,106.7)
Tax Revenue Total		31,790.6	30,753.0	(1,037.6)
Corporation Taxes		5,154.3	4,814.0	(340.3)
Consumption Taxes		11,979.4	11,736.9	(242.5)
Sales and Use Tax		10,204.5	10,005.2	(199.3)
Cigarette Tax		1,314.7	1,261.6	(53.1)
Other Tobacco Products		62.7	83.9	21.2
Malt Beverage Tax		24.5	24.4	(0.1)
Liquor Tax		373.0	361.9	(11.1)
Other Taxes		14,656.9	14,202.1	(454.8)
Personal Income Tax		13,052.0	12,664.4	(387.6)
Realty Transfer Tax		554.5	478.0	(76.5)
Inheritance Tax		1,000.3	977.9	(22.4)
Table Games		120.8	120.6	(0.2)
Minor and Repealed		(70.7)	(38.8)	31.9
Non-Tax Revenue		985.8	916.7	(69.1)



House Appropriations Committee (D)

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