

LBO BUDGET FOOTNOTES INFOGRAPHIC

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- ◆ The Office of Budget and Management (OBM) released estimates for monthly GRF revenues in September. These estimates are based on OBM's revenue estimates for FY 2021 made at the end of the H.B. 166 budget process, adjusted for the delay in the personal income tax filing deadline that shifted income tax revenue from FY 2020 to early FY 2021. They do not reflect the updated revenue estimates OBM released in response to COVID-19.
- ◆ YTD GRF tax revenues of \$4.67 billion were above these estimates by \$253.6 million (5.7%) at the end of August.
- ◆ The sales and use tax, the largest GRF tax, had the largest positive YTD variance among GRF tax sources at \$182.9 million (9.6%), consisting of a positive variance of \$62.7 million (22.7%) in the auto sales tax and \$120.2 million (7.4%) in the nonauto sales and use tax.
- ◆ The personal income tax was also above its YTD estimate – by \$96.3 million (5.0%).
- ◆ The commercial activity tax was the only one of the three largest GRF tax sources to be below its YTD estimate at the end of August, having a negative variance of \$32.0 million (8.8%), largely reflecting commercial activity in the second quarter (April to June) of 2020.
- ◆ A positive YTD variance in GRF Medicaid spending of \$68.0 million (1.7%) was offset by a negative variance in non-GRF Medicaid spending of \$115.4 million (6.4%), resulting in a negative YTD variance in all funds Medicaid spending of \$47.4 million (0.8%).
- ◆ Despite the positive YTD variance in GRF Medicaid spending, total YTD program expenditures were under estimate by \$85.5 million (1.2%), mostly due to a timing-related negative YTD variance in Property Tax Reimbursements of \$105.2 million (42.8%).

GRF & Medicaid Variances – Actual vs. Estimate

Tax revenue

\$69.0 million
3.2% ↑

Federal grants

-\$25.3 million
-2.2% ↓

Total GRF sources

\$35.2 million
1.0% ↑

Program expenditures

-\$85.5 million
-2.4% ↓

Month of August

Total GRF uses

-\$116.2 million
-3.2% ↓

GRF Medicaid

\$68.0 million
3.9% ↑

Non-GRF Medicaid

-\$115.4 million
-9.2% ↓

All funds Medicaid

-\$47.4 million
-1.6% ↓

Tax revenue

\$253.6 million
5.7% ↑

Federal grants

-\$25.3 million
-0.9% ↓

Total GRF sources

\$305.4 million
4.2% ↑

Program expenditures

-\$85.5 million
-1.2% ↓

YTD through August

Total GRF uses

-\$111.7 million
-1.4% ↓

GRF Medicaid

\$68.0 million
1.7% ↑

Non-GRF Medicaid

-\$115.4 million
-6.4% ↓

All funds Medicaid

-\$47.4 million
-0.8% ↓