

# FISCAL UPDATE Article

Fiscal Services Division

March 10, 2022



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## REVENUE ESTIMATING CONFERENCE — MARCH 2022

**Revenue Estimate.** The Revenue Estimating Conference (REC) met on March 10, 2022, and increased the estimated FY 2022 net General Fund receipts by \$110.5 million compared to the FY 2022 December estimate.

**Fiscal Year 2022.** The March REC estimate for FY 2022 net General Fund receipts, including transfers, totals \$9.171 billion, an increase of \$370.5 million (4.2%) compared to actual FY 2021. The estimated changes from the FY 2021 actual level include an increase of 0.9% in gross personal income tax, an increase of 9.4% in gross sales/use tax, and a decrease of 10.1% in gross corporate income tax receipts. The following table provides additional detail for the FY 2022 revenue projection.

### FY 2022 Revenue Estimating Conference Projection

Dollars in Millions

	Actual FY 2021	December FY 2022 Estimate	March FY 2022 Estimate	Change Compared to December	Change Compared to FY 2021 Actual	
Personal Income Tax	\$ 5,434.5	\$ 5,391.5	\$ 5,481.9	\$ 90.4	\$ 47.4	0.9%
Sales/Use Tax	3,512.3	3,695.6	3,841.8	146.2	329.5	9.4%
Corporate Tax	983.8	928.2	884.5	-43.7	-99.3	-10.1%
Other Taxes	349.0	338.0	336.6	-1.4	-12.4	-3.6%
Total Taxes	\$ 10,279.6	\$ 10,353.3	\$ 10,544.8	\$ 191.5	\$ 265.2	2.6%
Other Receipts	345.4	339.8	340.8	1.0	-4.6	-1.3%
Gross Tax and Receipts	\$ 10,625.0	\$ 10,693.1	\$ 10,885.6	\$ 192.5	\$ 260.6	2.5%
Accruals (Net)	-274.9	18.0	19.7	1.7	294.6	
Refund (Accrual Basis)	-1,114.5	-1,178.7	-1,254.2	-75.5	-139.7	12.5%
School Infrast. Refunds (Accrual)	-560.4	-596.8	-605.0	-8.2	-44.6	8.0%
Total Net Receipts	\$ 8,675.2	\$ 8,935.6	\$ 9,046.1	\$ 110.5	\$ 370.9	4.3%
Transfers (Accrual Basis)	\$ 125.4	\$ 125.0	\$ 125.0	\$ 0.0	\$ -0.4	-0.3%
<b>Net Receipts Plus Transfers</b>	<b>\$ 8,800.6</b>	<b>\$ 9,060.6</b>	<b>\$ 9,171.1</b>	<b>\$ 110.5</b>	<b>\$ 370.5</b>	<b>4.2%</b>

**Fiscal Year 2023.** The REC established an estimate of \$9.156 billion for FY 2023. This is a decrease of \$14.8 million (-0.2%) compared to the revised FY 2022 estimate. The estimated changes compared to the revised FY 2022 level include a decrease of 1.6% in gross personal income tax, an increase of 4.2% in gross sales/use tax, and a decrease of 6.3% in gross corporate income tax receipts. The following table provides additional detail for the FY 2023 revenue projection.

## FY 2023 Revenue Estimating Conference Projection

Dollars in Millions

	Actual FY 2021	March FY 2022 Estimate	March FY 2023 Estimate	Change Compared to FY 2022 Estimate	
Personal Income Tax	\$ 5,434.5	\$ 5,481.9	\$ 5,392.1	\$ -89.8	-1.6%
Sales/Use Tax	3,512.3	3,841.8	4,002.6	160.8	4.2%
Corporate Tax	983.8	884.5	828.7	-55.8	-6.3%
Other Taxes	349.0	336.6	320.1	-16.5	-4.9%
<b>Total Taxes</b>	<b>\$ 10,279.6</b>	<b>\$ 10,544.8</b>	<b>\$ 10,543.5</b>	<b>\$ -1.3</b>	<b>0.0%</b>
Other Receipts	345.4	340.8	342.5	1.7	0.5%
<b>Gross Tax and Receipts</b>	<b>\$ 10,625.0</b>	<b>\$ 10,885.6</b>	<b>\$ 10,886.0</b>	<b>\$ 0.4</b>	<b>0.0%</b>
Accruals (Net)	-274.9	19.7	15.0	-4.7	
Refund (Accrual Basis)	-1,114.5	-1,254.2	-1,237.2	17.0	-1.4%
School Infrast. Refunds (Accrual)	-560.4	-605.0	-635.5	-30.5	5.0%
<b>Total Net Receipts</b>	<b>\$ 8,675.2</b>	<b>\$ 9,046.1</b>	<b>\$ 9,028.3</b>	<b>\$ -17.8</b>	<b>-0.2%</b>
Transfers (Accrual Basis)	\$ 125.4	\$ 125.0	\$ 128.0	\$ 3.0	2.4%
<b>Net Receipts Plus Transfers</b>	<b>\$ 8,800.6</b>	<b>\$ 9,171.1</b>	<b>\$ 9,156.3</b>	<b>\$ -14.8</b>	<b>-0.2%</b>

**Fiscal Year 2024.** The March REC estimate for FY 2024 net General Fund receipts, including transfers, totals \$8.960 billion, a decrease of 2.1% compared to the revised FY 2023 projection.

**Next Meeting.** The next REC meeting has not been scheduled. A detailed spreadsheet of the REC estimates is available on the Legislative Services Agency [website](#).

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