

# LBO BUDGET FOOTNOTES INFOGRAPHIC

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- ◆ OBM lowered FY 2019 estimates for personal income tax revenue by \$150.6 million in January due to the 3.3% reduction in employer withholding tax rates that went into effect on January 1. This and all future issues of Budget Footnotes compare personal income tax revenue to these updated estimates.
- ◆ The personal income tax had a positive monthly variance of \$6.3 million in February. The commercial activity tax also had a positive monthly variance in February, totaling \$18.9 million. These positive February variances were offset by negative variances of \$11.4 million for the sales and use tax and \$22.7 million for the foreign insurance tax. Overall, tax revenue was \$6.9 million below estimate in February.
- ◆ For the year to date (YTD), tax revenues remained above estimate by \$71.3 million, led by a positive YTD variance of \$131.2 million in the sales and use tax, which was partially offset by a negative YTD variance of \$115.2 million in the personal income tax.
- ◆ GRF revenue from federal grants was under estimate YTD by \$424.1 million because of lower than estimated GRF spending on Medicaid. GRF Medicaid expenditures were under estimate by \$555.5 million. Non-GRF Medicaid expenditures were also under estimate YTD, by \$433.9 million, resulting in a negative YTD all funds Medicaid variance of \$989.4 million, largely due to lower than expected caseloads.
- ◆ GRF program expenditures as a whole were under estimate YTD by \$606.6 million. Except for Medicaid, most of the YTD variances in program expenditures were due to timing.

## GRF & Medicaid Variances – Actual vs. Estimate

### Tax revenue

-\$6.9 million  
-0.4% ↓

### Federal grants

-\$77.8 million  
-10.3% ↓

### Total GRF sources

-\$85.7 million  
-3.6% ↓

### Program expenditures

-\$75.0 million  
-3.0% ↓

### Month of February

### Total GRF uses

-\$75.0 million  
-3.0% ↓

### GRF Medicaid

-\$96.4 million  
-8.4% ↓

### Non-GRF Medicaid

-\$68.0 million  
-6.4% ↓

### All funds Medicaid

-\$164.4 million  
-7.4% ↓

### Tax revenue

\$71.3 million  
0.5% ↑

### Federal grants

-\$424.1 million  
-6.1% ↓

### Total GRF sources

-\$351.7 million  
-1.6% ↓

### Program expenditures

-\$606.6 million  
-2.7% ↓

### YTD through February

### Total GRF uses

-\$605.6 million  
-2.6% ↓

### GRF Medicaid

-\$555.5 million  
-5.2% ↓

### Non-GRF Medicaid

-\$433.9 million  
-5.2% ↓

### All funds Medicaid

-\$989.4 million  
-5.2% ↓