

State of Nebraska



July 14, 2017

Patrick J. O'Donnell
Clerk of the Legislature
Room 2018, State Capitol
Lincoln, NE 68509

Dear Mr. O'Donnell:

As required by R.S.Supp., 2016, 77-4601, we are transmitting to you our certification of General Fund net receipts for each month of the fiscal year beginning July 1, 2017. The attached table titled "Monthly Consensus Estimates" schedules monthly receipt estimates derived from the annual net receipt estimate of the Nebraska Economic Forecasting Advisory Board produced April 26, 2017, adjusted for estimated revenue impacts from legislation enacted during the 105th Legislature, First Session.

Please accept this letter and attachments as the required certification of total annual General Fund net receipts and for each month of the fiscal year beginning July 1, 2017.

Sincerely,

A handwritten signature in cursive script that reads "Tony Fulton".

Tony Fulton
Tax Commissioner

Sincerely,

A handwritten signature in cursive script that reads "Michael Calvert".

Michael Calvert
Legislative Fiscal Analyst

Tax Rate Review July Letter 2017

Attachment

Nebraska Department of Revenue and Legislative Fiscal Office

Monthly Consensus Estimate of General Fund Receipts Nebraska Economic Advisory Board April 26, 2017

Fiscal Year 2017-2018
(Amounts in Thousands of Dollars)
(Detail may not add to total due to rounding)

	July	August	September	October	November	December	January	February	March	April	May	June	Total
Gross Receipts:													
Sales & Use	198,409	188,661	190,719	190,552	182,256	184,124	225,496	169,711	170,145	192,445	184,261	189,235	2,266,014
Ind Income	88,134	270,227	248,299	104,060	256,928	200,437	208,668	292,912	245,243	430,656	284,453	242,753	2,872,769
Corp Income	15,617	9,832	46,355	16,950	10,512	47,721	15,705	9,391	42,610	42,067	16,371	44,854	317,986
Misc Taxes	37,479	12,400	34,509	10,191	11,228	21,171	12,148	12,162	30,216	30,349	10,714	67,932	290,499
Total Gross	339,639	481,120	519,883	321,753	460,924	453,452	462,017	484,176	488,213	695,516	495,800	544,774	5,747,267
Refunds													
City STX	34,765	36,213	35,551	35,137	36,186	35,162	32,596	41,630	32,576	32,314	36,914	35,843	424,886
Sales & Use	7,616	8,757	9,079	7,662	10,758	11,815	8,409	8,132	6,893	6,922	7,593	13,510	107,145
MV-Highway TF	1,521	1,514	1,501	1,552	1,567	1,559	1,554	1,616	1,580	1,537	1,606	1,648	18,754
HWYFUND	6,567	6,802	6,585	6,577	6,435	6,279	7,159	6,569	5,853	6,395	6,529	6,473	78,223
C&S Turnback	0	1,200	0	0	1,124	7,274	0	1,119	0	0	1,290	0	12,006
Ind Income Tax	8,369	7,004	5,261	13,487	14,250	7,627	3,770	137,902	106,653	94,175	28,567	20,705	447,769
Corp Income Tax	5,266	4,196	3,926	7,359	8,374	4,221	3,501	4,013	3,886	3,211	2,890	2,142	52,985
Misc Taxes	4	4	7	5	6	7	4	7	5	4	9	10	72
Total Refund	64,107	65,689	61,910	71,778	78,700	73,945	56,993	200,987	157,445	144,557	85,398	80,330	1,141,840
Net Receipts													
Sales & Use	147,941	134,175	138,003	139,625	126,186	122,034	175,779	110,645	123,244	145,277	130,330	131,762	1,625,000
Ind Income	79,765	263,223	243,038	90,573	242,678	192,810	204,898	155,011	138,590	336,481	255,866	222,048	2,425,000
Corp Income	10,351	5,636	42,429	9,591	2,138	43,501	12,203	5,378	38,724	38,856	13,481	42,713	265,000
Misc Taxes	37,475	12,396	34,503	10,186	11,222	21,163	12,144	12,155	30,211	30,345	10,705	67,922	290,427
Total Net	275,532	415,430	457,973	249,975	382,224	379,508	405,024	283,189	330,768	550,959	410,401	464,444	4,605,427

General Fund Revenues - Sine Die 2017

	NEFAB FY2016-17	NEFAB FY2017-18	NEFAB FY2018-19	LFO Prelim FY2019-20	LFO Prelim FY2020-21
Forecast - April 2015					
Sales and Use Tax	1,550,000,000	1,625,000,000	1,710,000,000	1,809,000,000	1,913,000,000
Individual Income Tax	2,285,000,000	2,425,000,000	2,550,000,000	2,718,000,000	2,895,000,000
Corporate Income Tax	240,000,000	265,000,000	280,000,000	310,000,000	340,000,000
Miscellaneous receipts	225,000,000	180,000,000	175,000,000	192,000,000	185,000,000
Total General Fund Revenues - NEFAB April 2017	4,300,000,000	4,495,000,000	4,715,000,000	5,029,000,000	5,333,000,000
2017 Session Legislation					
Sales and Use Tax	0	0	0	0	0
Individual Income Tax	0	0	0	0	0
Corporate Income Tax	0	0	0	0	0
Miscellaneous receipts	(50,000)	110,427,103	83,456,000	0	0
Total 2017 Session Legislation	(50,000)	110,427,103	83,456,000	0	0
Total GF Revenues - Sine Die 2017					
Sales and Use Tax	1,550,000,000	1,625,000,000	1,710,000,000	1,809,000,000	1,913,000,000
Individual Income Tax	2,285,000,000	2,425,000,000	2,550,000,000	2,718,000,000	2,895,000,000
Corporate Income Tax	240,000,000	265,000,000	280,000,000	310,000,000	340,000,000
Miscellaneous receipts	224,950,000	290,427,103	258,456,000	192,000,000	185,000,000
Total General Fund Revenues - Sine Die 2017	4,299,950,000	4,605,427,103	4,798,456,000	5,029,000,000	5,333,000,000

2017 Session Bills	FY2016-17	FY2017-18	FY2018-19	FY2019-20	FY2020-21
No bills with GF impact enacted	0	0	0	0	0
<i>Total-Revenue Legislation by Bill</i>	0	0	0	0	0
Cash Fund Transfers-In (LB 327 and LB 331)	(50,000)	109,427,103	82,456,000	0	0
Reallocate investment income to Gen Fund (LB 331) *	0	1,000,000	1,000,000	0	0
Total Revenue Bills to add to NEFAB forecast	(50,000)	110,427,103	83,456,000	0	0

* For two funds within the Public Service Commission, because of legal issues instead of a GF transfer the investment income from each fund will be credited to the General Fund for FY2017-18 and FY2018-19. These funds are the Enhanced Wireless 911 Fund (\$300,000 each year, est. \$25,000 per month) and the Universal Services Fund (\$700,000 each year, est \$58,333 each month plus \$4 rounding in June)