

FOR IMMEDIATE RELEASE

July 7, 2020

Office of Budget and Management Releases Preliminary June Revenue Data

(COLUMBUS, Ohio) – The Office of Budget and Management released preliminary June 2020 revenue data. Total General Revenue Fund tax receipts finished the month \$50.5 million (-2.2%) below estimate.

Total fiscal year 2020 tax receipts ended the fiscal year below estimate by \$1.1 billion (-4.6%) and are \$866.4 million (-3.7%) below total tax receipts last fiscal year.

Displayed below is each recent month's percentage variation (not year-to-date variations) from estimate for the three tax sources most impacted during the pandemic.

MAJOR CATEGORIES	APRIL 2020	MAY 2020	JUNE 2020
Auto Sales & Use	- 57.3%	- 25.0%	24.1%
Non-Auto Sales & Use	- 17.7%	- 16.4%	- 4.2%
Personal Income	- 50.5%	- 15.1%	- 9.6%

June total sales and use tax revenues missed estimates by 0.1 percent (auto sales and use taxes were \$34.1 million – above the estimate). Through June, fiscal year-to-date sales and use tax revenues are below estimate by \$328.0 million (-3.0%).

June income tax revenues missed estimate by 9.6 percent (\$78.0 million). Fiscal year-to-date income tax receipts are below estimate by \$845.1 million (-9.7%).

“After a tumultuous final quarter of the fiscal year impacted by the COVID-19 pandemic, the state budget ended fiscal year 2020 on June 30 balanced,” said Kimberly Murnieks, OBM Director.

“OBM continues to monitor the GRF tax data by category, and at first review, it seems that our June state sales tax performance aligns with national consumer spending trends. However, there is much concern that this consumer spending will not continue at these levels once the pent-up demand from April and May subsides, and after the enhanced \$600 per week in additional unemployment benefits ends after July and after the spending effects of the \$1200 federal stimulus checks to individuals wear off.”

Below is a table showing the percentage change from the as-passed budget estimates, by major tax category, fourth quarter FY 2020 actuals and updated FY 2021 projections.

TAX CATEGORY	QUARTER 4 FY 2020	FY 2021
	Actual vs. Orig Budget	Projection vs. Orig Budget
Auto Sales Tax	- 21%	- 14%
Non-Auto Sales Tax	- 12.7%	- 13%
Personal Income Tax	- 30%	- 7.2%

A more detailed explanation of this data will be included in the Monthly Financial Report, which will be posted on the OBM website on Friday, July 10. OBM Director Kimberly Murnieks can be reached for comment today. Please call Pete LuPiba at 614-949-8584.

Table 1
GENERAL REVENUE FUND RECEIPTS
ACTUAL FY 2020 VS ESTIMATE FY 2020
(\$ in thousands)

REVENUE SOURCE	MONTH				YEAR-TO-DATE			
	ACTUAL JUNE	ESTIMATE JUNE	\$ VAR	% VAR	ACTUAL Y-T-D	ESTIMATE Y-T-D	\$ VAR	% VAR
TAX RECEIPTS								
Non-Auto Sales & Use	810,721	846,300	(35,579)	-4.2%	9,183,047	9,465,800	(282,753)	-3.0%
Auto Sales & Use	175,741	141,600	34,141	24.1%	1,502,737	1,548,000	(45,263)	-2.9%
SUBTOTAL SALES & USE	986,461	987,900	(1,439)	-0.1%	10,685,784	11,013,800	(328,016)	-3.0%
Personal Income	738,463	816,500	(78,037)	-9.6%	7,881,337	8,726,400	(845,063)	-9.7%
Corporate Franchise	14	0	14	N/A	(435)	0	(435)	N/A
Financial Institutions Tax	27,407	24,600	2,807	11.4%	214,903	189,700	25,203	13.3%
Commercial Activity Tax	18,535	5,600	12,935	231.0%	1,671,680	1,638,500	33,180	2.0%
Petroleum Activity Tax	2,124	2,300	(176)	-7.7%	8,737	10,000	(1,263)	-12.6%
Public Utility	2,858	2,400	458	19.1%	141,034	140,000	1,034	0.7%
Kilowatt Hour	19,395	21,300	(1,905)	-8.9%	331,795	334,700	(2,905)	-0.9%
Natural Gas Distribution	0	0	0	N/A	59,735	77,900	(18,165)	-23.3%
Foreign Insurance	(8,021)	(14,300)	6,279	43.9%	305,073	292,000	13,073	4.5%
Domestic Insurance	282,401	280,000	2,401	0.9%	303,038	301,200	1,838	0.6%
Other Business & Property	389	0	389	N/A	399	0	399	N/A
Cigarette and Other Tobacco	146,662	143,100	3,562	2.5%	913,017	891,700	21,317	2.4%
Alcoholic Beverage	6,455	5,300	1,155	21.8%	53,642	56,000	(2,358)	-4.2%
Liquor Gallonage	4,996	3,900	1,096	28.1%	53,386	50,000	3,386	6.8%
Estate	2	0	2	N/A	71	0	71	N/A
TOTAL TAX RECEIPTS	2,228,141	2,278,600	(50,459)	-2.2%	22,623,196	23,721,900	(1,098,704)	-4.6%
NON-TAX RECEIPTS								
Federal Grants	1,242,500	929,190	313,310	33.7%	10,482,045	9,868,943	613,102	6.2%
Earnings on Investments	20,203	27,500	(7,297)	-26.5%	131,370	110,000	21,370	19.4%
License & Fees	539	702	(163)	-23.2%	66,638	58,326	8,312	14.3%
Other Income	407	3,478	(3,071)	-88.3%	92,650	77,676	14,974	19.3%
ISTV'S	17,064	0	17,064	N/A	28,744	13,200	15,544	117.8%
Total Non-Tax Receipts	1,280,713	960,871	319,842	33.3%	10,801,448	10,128,145	673,303	6.6%
TOTAL REVENUES	3,508,854	3,239,471	269,383	8.3%	33,424,644	33,850,045	(425,401)	-1.3%
TRANSFERS								
Budget Stabilization	0	0	0	N/A	0	0	0	N/A
Transfers In - Other	3,975	146,475	(142,500)	-97.3%	81,020	215,044	(134,024)	-62.3%
Temporary Transfers In	0	0	0	N/A	0	0	0	N/A
Total Transfers	3,975	146,475	(142,500)	-97.3%	81,020	215,044	(134,024)	-62.3%
TOTAL SOURCES	3,512,829	3,385,946	126,883	3.7%	33,505,664	34,065,090	(559,426)	-1.6%

Table 2
GENERAL REVENUE FUND RECEIPTS
ACTUAL FY 2020 VS ESTIMATE FY 2019
(\$ in thousands)

REVENUE SOURCE	MONTH				YEAR-TO-DATE			
	JUNE FY 2020	JUNE FY 2019	\$ VAR	% VAR	ACTUAL FY 2020	ACTUAL FY 2019	\$ VAR	% VAR
TAX RECEIPTS								
Non-Auto Sales & Use	810,721	793,941	16,779	2.1%	9,183,047	9,071,740	111,307	1.2%
Auto Sales & Use	175,741	117,773	57,968	49.2%	1,502,737	1,501,684	1,053	0.1%
SUBTOTAL SALES & USE	986,461	911,714	74,747	8.2%	10,685,784	10,573,424	112,360	1.1%
Personal Income	738,463	834,199	(95,736)	-11.5%	7,881,337	8,910,214	(1,028,877)	-11.5%
Corporate Franchise	14	500	(486)	-97.2%	(435)	2,074	(2,509)	-121.0%
Financial Institutions Tax	27,407	23,573	3,834	16.3%	214,903	202,443	12,460	6.2%
Commercial Activity Tax	18,535	18,601	(67)	-0.4%	1,671,680	1,629,544	42,136	2.6%
Petroleum Activity Tax	2,124	3,208	(1,084)	-33.8%	8,737	11,608	(2,871)	-24.7%
Public Utility	2,858	4,930	(2,072)	-42.0%	141,034	143,161	(2,127)	-1.5%
Kilowatt Hour	19,395	19,902	(507)	-2.5%	331,795	343,635	(11,840)	-3.4%
Natural Gas Distribution	0	0	0	N/A	59,735	75,902	(16,167)	-21.3%
Foreign Insurance	(8,021)	(7,852)	(168)	-2.1%	305,073	296,342	8,730	2.9%
Domestic Insurance	282,401	260,770	21,630	8.3%	303,038	276,048	26,990	9.8%
Other Business & Property	389	309	80	25.8%	399	309	89	28.9%
Cigarette and Other Tobacco	146,662	137,183	9,479	6.9%	913,017	918,179	(5,162)	-0.6%
Alcoholic Beverage	6,455	5,261	1,194	22.7%	53,642	56,250	(2,608)	-4.6%
Liquor Gallonage	4,996	4,569	427	9.3%	53,386	50,342	3,044	6.0%
Estate	2	37	(34)	-93.4%	71	154	(83)	-54.2%
TOTAL TAX RECEIPTS	2,228,141	2,216,906	11,235	0.5%	22,623,196	23,489,630	(866,434)	-3.7%
NON-TAX RECEIPTS								
Federal Grants	1,242,500	831,661	410,839	49.4%	10,482,045	9,763,899	718,146	7.4%
Earnings on Investments	20,203	32,093	(11,890)	-37.0%	131,370	114,360	17,011	14.9%
License & Fees	539	833	(293)	-35.2%	66,638	64,414	2,224	3.5%
Other Income	407	2,469	(2,062)	-83.5%	92,650	71,165	21,485	30.2%
ISTV'S	17,064	0	17,064	N/A	28,744	16,439	12,306	74.9%
Total Non-Tax Receipts	1,280,713	867,055	413,658	47.7%	10,801,448	10,030,277	771,171	7.7%
TOTAL REVENUES	3,508,854	3,083,961	424,893	13.8%	33,424,644	33,519,907	(95,263)	-0.3%
TRANSFERS								
Budget Stabilization	0	0	0	N/A	0	0	0	N/A
Transfers In - Other	3,975	162,151	(158,176)	-97.5%	81,020	247,888	(166,868)	-67.3%
Temporary Transfers In	0	0	0	N/A	0	0	0	N/A
Total Transfers	3,975	162,151	(158,176)	-97.5%	81,020	247,888	(166,868)	-67.3%
TOTAL SOURCES	3,512,829	3,246,112	266,717	8.2%	33,505,664	33,767,794	(262,130)	-0.8%