

State of Maryland
Board of Revenue Estimates

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Andrew M. Schaufele
Director, Bureau of
Revenue Estimates

March 07, 2018

Honorable Larry Hogan
Governor, State of Maryland
State House
Annapolis, MD 21401

Dear Governor Hogan:

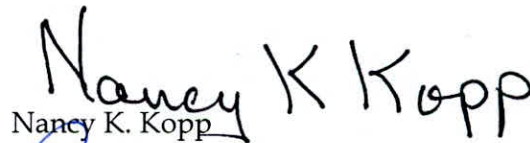
The Board of Revenue Estimates has reviewed the current estimates in light of the most recent economic data and developments as well as revenue collection trends. Based on our analysis, the Board amends the estimates for general fund revenues to \$17.019 billion for fiscal year 2018 and \$18.059 billion for fiscal year 2019.

The Board and the Revenue Monitoring Committee will continue to monitor the situation and keep you informed of any major developments.

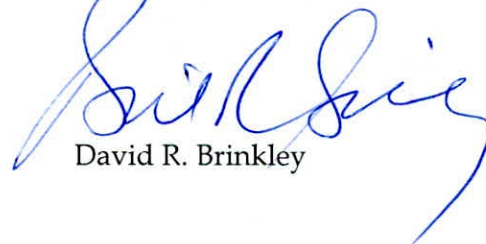
Respectfully yours,



Peter Franchot, Chairman



Nancy K. Kopp



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Maryland General Fund Revenues

Fiscal Years 2017 - 2019

(Dollars in Thousands)

\$ Thousands	FY 2018					FY 2019			
	FY 2017 Actual	December Estimate	March Estimate	Difference	Growth	December Estimate	March Estimate	Difference	Growth
INCOME TAXES:									
Individual	9,019,278	9,288,847	9,289,072	225	3.0%	9,782,396	10,156,890	374,495	9.3%
Corporation	795,594	844,437	815,083	(29,354)	2.4%	886,498	929,887	43,389	14.1%
Total	9,814,871	10,133,285	10,104,156	(29,129)	2.9%	10,668,893	11,086,777	417,884	9.7%
SALES AND USE TAXES	4,539,320	4,621,907	4,611,658	(10,248)	1.6%	4,735,147	4,750,875	15,728	3.0%
STATE LOTTERY	484,332	521,207	521,207	-	7.6%	521,686	521,686	-	0.1%
OTHER REVENUES									
Business Franchise Taxes	228,437	234,067	234,067	-	2.5%	234,700	234,700	-	0.3%
Tax on Insurance Companies	328,734	326,341	326,341	-	-0.7%	349,984	349,984	-	7.2%
Estate and Inheritance Taxes	227,947	216,365	216,365	-	-5.1%	186,489	186,489	-	-13.8%
Tobacco Tax	386,976	381,556	381,556	-	-1.4%	378,333	378,333	-	-0.8%
Alcoholic Beverages Excise Tax	32,490	31,856	31,856	-	-1.9%	31,944	31,944	-	0.3%
District Courts	69,303	62,095	62,095	-	-10.4%	60,871	60,871	-	-2.0%
Clerks of the Court	36,146	34,354	34,354	-	-5.0%	33,940	33,940	-	-1.2%
Hospital Patient Recoveries	62,180	68,258	68,258	-	9.8%	63,621	63,621	-	-6.8%
Interest on Investments	22,492	35,000	35,000	-	55.6%	47,250	47,250	-	35.0%
Miscellaneous	355,277	331,377	331,377	-	-6.7%	312,083	312,083	-	-5.8%
Total	1,749,981	1,721,270	1,721,270	-	-1.6%	1,699,215	1,699,215	-	-1.3%
Total Current Revenues	16,588,505	16,997,669	16,958,292	(39,377)	2.2%	17,624,941	18,058,553	433,612	6.5%
Extraordinary Revenues ^{1&2}	47,432	14,819	14,819	-		-	-	-	
Transfer Tax Revenues ³	62,771	46,028	46,028	-		-	-	-	
GRAND TOTAL	16,698,707	17,058,516	17,019,139	(39,377)	1.9%	17,624,941	18,058,553	433,612	6.1%

¹ The fiscal year 2016 GAAP audit of the Local Income Tax Reserve account found that the account was overfunded by \$47.4 million

² The 2017 Budget Reconciliation and Financing Act directed certain Casino revenues to the general fund for fiscal year 2018

³ The Tax Property Article §13-209 has been altered across several legislative sessions so as to provide various distributions to the general fund