



State of Maryland
Board of Revenue Estimates

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Director, Bureau of
Revenue Estimates

September 21, 2015

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

Dear Governor Hogan:

The Board of Revenue Estimates submits to you revised general fund revenue estimates for fiscal year 2016 and the first official estimates for fiscal year 2017. We have reviewed the current estimate for fiscal year 2016 in light of the most recent economic data and developments, as well as revenue collections for fiscal year 2015. Based on our analysis, the Board submits a revised estimate of general fund revenues for fiscal year 2016 of \$16.404 billion and an estimate of \$17.022 billion for fiscal year 2017.

The Board and the Revenue Monitoring Committee will continue to meet and analyze revenue and economic trends in anticipation of December's estimates.

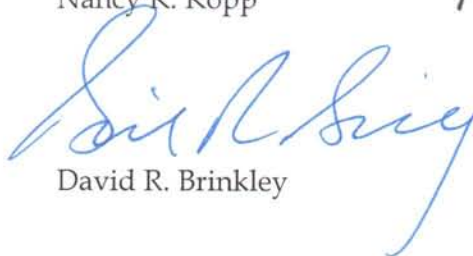
Sincerely,



Peter Franchot, Chairman



Nancy K. Kopp



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Maryland General Fund Revenues
Fiscal Years 2015 - 2017
(\$ in thousands)

	FY 2015			FY 2016				FY 2017	
	Official Estimate ¹	Actual	Difference	Current Estimate ¹	September Revision	Difference	% Growth	September Estimate	% Growth
INCOME TAXES									
Individual	8,168,396	8,346,145	177,748	8,638,367	8,745,252	106,885	4.8%	9,173,311	4.9%
Corporations	<u>767,581</u>	<u>777,321</u>	<u>9,740</u>	<u>830,732</u>	<u>822,985</u>	<u>(7,747)</u>	5.9%	<u>878,618</u>	6.8%
Total	8,935,977	9,123,466	187,489	9,469,099	9,568,237	99,138	4.9%	10,051,929	5.1%
SALES AND USE TAXES	4,334,793	4,350,726	15,933	4,543,122	4,543,085	(37)	4.4%	4,710,126	3.7%
STATE LOTTERY RECEIPTS	500,466	506,493	6,026	477,449	487,714	10,264	-3.7%	494,691	1.4%
OTHER REVENUES									
Business Franchise Taxes	230,277	225,699	(4,578)	233,623	230,413	(3,210)	2.1%	235,165	2.1%
Tax on Insurance Companies	312,863	316,050	3,187	301,588	304,800	3,212	-3.6%	316,140	3.7%
Estate & Inheritance Taxes	239,366	243,418	4,052	216,271	215,449	(822)	-11.5%	199,856	-7.2%
Tobacco Tax	393,221	391,463	(1,758)	391,595	388,889	(2,706)	-0.7%	387,115	-0.5%
Alcoholic Beverages Excises	31,624	31,306	(317)	31,588	31,245	(344)	-0.2%	31,358	0.4%
Motor Vehicle Fuel Tax	5,000	5,000	-	4,625	4,625	-	-7.5%	-	-100.0%
District Courts	78,524	77,702	(822)	78,844	77,718	(1,126)	0.0%	77,619	-0.1%
Clerks of Court	36,607	34,433	(2,175)	35,390	36,671	1,282	6.5%	38,456	4.9%
Hospital Patient Recoveries	63,288	65,182	1,894	63,265	63,265	-	-2.9%	63,265	0.0%
Interest on Investments	20,361	10,709	(9,652)	31,199	11,000	(20,199)	2.7%	20,000	81.8%
Miscellaneous	<u>381,891</u>	<u>396,728</u>	<u>14,837</u>	<u>330,228</u>	<u>325,392</u>	<u>(4,836)</u>	-18.0%	<u>313,283</u>	-3.7%
Total	<u>1,793,023</u>	<u>1,797,690</u>	<u>4,666</u>	<u>1,718,216</u>	<u>1,689,466</u>	<u>(28,749)</u>	-6.0%	<u>1,682,256</u>	-0.4%
TOTAL CURRENT REVENUES	15,564,260	15,778,374	214,114	16,207,886	16,288,502	80,616	3.2%	16,939,002	4.0%
Transfer Tax Revenues ²	<u>144,189</u>	<u>144,189</u>	<u>-</u>	<u>115,367</u>	<u>115,367</u>	<u>-</u>	-20.0%	<u>82,771</u>	-28.3%
GRAND TOTAL	15,708,449	15,922,563	214,114	16,323,253	16,403,869	80,616	3.0%	17,021,773	3.8%

¹ The 2015 Legislative Session resulted in an additional \$16.6 million and \$78.1 million in estimated revenues beyond the March 2015 official estimates for fiscal years 2015 and 2016, respectively; this table has been adjusted accordingly

² The Tax Property Article §13-209 has been altered across several legislative sessions so as to provide various distributions to the general fund