

LBO BUDGET FOOTNOTES INFOGRAPHIC

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- ◆ GRF tax revenues exceeded their monthly estimate in September by \$239.8 million (12.0%).
- ◆ The monthly surplus yielded a year-to-date (YTD) variance of similar magnitude, due to personal income tax (PIT) and nonauto sales and use tax receipts exceeding their FY 2026 benchmark by \$144.2 million (5.3%) and \$65.4 million (2.4%), respectively. The PIT performance exhibited strength in a wide range of payment types and income sources, whereas the nonauto sales tax receipts reflected the 14-day expanded sales tax holiday occurring in August, whose impact on tax revenues was somewhat less than anticipated.
- ◆ Federal grants, however, had a negative YTD variance (\$117.2 million, 2.3%). The state's nontax revenue was also below the YTD estimate by \$14.4 million (13.5%). This resulted in a YTD positive variance of \$160.8 million (1.3%) in total GRF sources.
- ◆ GRF Medicaid spending was \$21.7 million (0.3%) above its YTD estimate. Conversely, non-GRF Medicaid spending was below estimate (\$78.4 million, 2.3%), resulting in a negative YTD variance in all funds Medicaid spending of \$56.7 million (0.5%).
- ◆ GRF spending for all program categories exceeded its monthly estimate by \$243.6 million (5.5%) and its YTD estimate by \$198.6 million (1.4%). Both positive variances were related to timing-related aspects of Property Tax Relief reimbursements, which are expected to resolve themselves in the coming months.

GRF & Medicaid Variances – Actual vs. Estimate

Month of September		
Tax revenue \$239.8 million 12.0% ↑	Federal grants -\$97.3 million -6.6% ↓	Total GRF sources \$131.3 million 3.7% ↑
Program expenditures \$243.6 million 5.5% ↑		Total GRF uses \$243.7 million 5.5% ↑
GRF Medicaid \$90.7 million 4.0% ↑	Non-GRF Medicaid -\$495.8 million -23.7% ↓	All funds Medicaid -\$405.2 million -9.3% ↓
YTD through September		
Tax revenue \$291.9 million 4.3% ↑	Federal grants -\$117.2 million -2.3% ↓	Total GRF sources \$160.8 million 1.3% ↑
Program expenditures \$198.6 million 1.4% ↑		Total GRF uses \$199.7 million 1.3% ↑
GRF Medicaid \$21.7 million 0.3% ↑	Non-GRF Medicaid -\$78.4 million -2.3% ↓	All funds Medicaid -\$56.7 million -0.5% ↓