FY 2022 GRF tax revenues have exceeded estimates each month in this fiscal year. In January, GRF tax revenues were above estimate by $236.1 million (10.1%), increasing the positive year-to-date (YTD) variance to $816.4 million (5.5%).

The personal income tax had the largest positive variance in January at $188.0 million (19.5%), followed by the sales and use tax at $75.6 million (6.8%). These positive monthly variances increased the positive YTD variances in these taxes to $484.4 million (8.7%) and $287.7 million (3.9%), respectively.

GRF Medicaid spending had a positive variance in January of $262.0 million (18.2%), reducing the negative YTD variance to $36.8 million (0.4%). Non-GRF Medicaid spending had a negative variance ($57.9 million, 4.0%), resulting in a positive variance in January of $204.1 million (7.1%) over all funds. YTD Medicaid expenditures were under estimate by $742.4 million (3.6%) over all funds at the end of January. Medicaid caseloads were under estimate for the first four months of the fiscal year but have been over estimate since November.

GRF program expenditures were above estimate by $318.4 million (11.0%) in January, reducing the negative YTD variance to $35.4 million (0.2%). In addition to the positive variance in GRF Medicaid expenditures in January, GRF expenditures in Primary and Secondary Education were above estimate by $97.8 million (14.9%), which increased the positive YTD variance in this category to $375.8 million (7.2%). These variances are primarily related to the implementation of the new school funding formula.