

Office of Accounts & Control
Additional One Time Tax Accruals - Due To Extended July 15th Due Date For Filing - FY 20 Impact as of June 30, 2020
All \$ amounts in millions
() = Decrease in revenue

EXHIBIT 1

Note: Items highlighted in green (A Net Total of \$202 million) are recorded in July/August 2020 FY 2021 Revenue Reports.

11/2/2020

Tax Type	Fiscal year 2020 Revenue Impact *	Comments
<u>A. Business Corporations</u>		
Receivable for final payments received in July and accrued back to FY20	\$ 15.68	Accrual due to extension of 4/15 filing date to 7/15/20.
Receivable for estimated payments received in July and accrued back to FY20	\$ 12.35	Accrual due to extension of due dates for 4/15 and 6/15 estimated payments to 7/15/20.
Sub-Total	\$ 28.03	
<u>B. Insurance Companies</u>		
Receivable for final payments received in July and accrued back to FY20	\$ 0.68	Accrual due to extension of 4/15 filing date to 7/15/20.
<u>C. Health Insurance Companies</u>		
Receivable for final payments received in July and accrued back to FY20	\$ 13.03	Accrual due to extension of 4/15 filing date to 7/15/20.
<u>D. Financial Institutions</u>		
Receivable for final payments received in July and accrued back to FY20	\$ 0.35	Accrual due to extension of 4/15 filing date to 7/15/20.

Tax Type	Fiscal year 2020 Revenue Impact *	Comments
<u>E. Personal Income</u>		
Receivable for final payments received in July and accrued back to FY20	\$ 150.39	Accrual due to extension of 4/15 filing date to 7/15/20.
Receivable for estimated payments received in July and accrued back to FY20	\$ 28.98	Accrual due to extension of due dates for 4/15 and 6/15 estimated payments to 7/15/20.
Refunds Payable - Increase in July/August 2020 refunds due to tax filing date extension from 4/15 to 7/15/20	\$ (19.31)	This amount represents the refunds paid that, because of the extended filing date, were in excess of historical average of refunds paid in July/August in prior years.
Estimated Refunds Payable - excess payments related to Pass Through Entity taxpayers	\$ (30.50)	Accrued as FY2020 was the transition year - related legislation enacted in June 2019 (P.L. 2019-88, Art. 5, Sec. 8) . Certain individuals and related pass-thru entities made estimated payments for CY 2019 that were in part duplicative.
Estimated Refunds Payable - federal CARES Act provision regarding deduction for excess losses	\$ (18.79)	Accrual will be reversed if bill (20-H-7171 Article 8, as amended) related to timing of Excess Loss Deduction is enacted by the General Assembly before the audited FY2020 financial statements are issued (estimated date 12/31/2020).
Sub-Total	\$ 110.77	
Overall Net FY 2020 Impact-All Taxes	\$ 152.86	
*- Preliminary, subject to audit	Increase FY2020 Revenue	

Office of Accounts & Control
Major Tax Accruals - FY 2020 Impact as of June 30, 2020
June 30, 2020 Estimate for May REC & Comparison to Actual Accruals at June 30, 2020
All \$ amounts in millions

EXHIBIT 2
10/31/2020

Page 1

<u>Tax Type</u>	<u>May REC Estimated FY'20 Accrual</u>	<u>Actual FY'20 Accrual*</u>	<u>Change</u>	<u>Comments</u>
<u>A. Business Corporations</u>				
Refunds Payable	\$ (39.87)	\$ (38.45)	\$ 1.42	Actual refunds paid in FY 20 were slightly less than we estimated for May REC.
Receivable for final payments to be received in April 2021 for CY2020	19.29	\$ 19.93	\$ 0.64	Minor change between estimate and actual.
Sub-Total	<u>\$ (20.58)</u>	<u>\$ (18.52)</u>	<u>\$ 2.06</u>	Revenue Increase
<u>B. Insurance Companies</u>				
Refunds Payable	\$ (1.56)	\$ (1.56)	\$ -	No change
Receivable for final payments to be paid in April 2021 for CY2020	\$ 3.30	\$ 3.87	\$ 0.57	Actual final receipts on 7/15/20 slightly more than expected when we made our estimate for May REC calculation.
Sub-Total	<u>\$ 1.74</u>	<u>\$ 2.31</u>	<u>\$ 0.57</u>	Revenue Increase
<u>C. Health Insurance Companies</u>				
Receivable for final payments to be paid in April 2021 for CY2020	\$ 2.20	\$ 1.64	\$ (0.56)	Actual final receipts on 7/15/20 slightly less than expected when we made our estimate for May REC calculation.
Sub-Total	<u>\$ 2.20</u>	<u>\$ 1.64</u>	<u>\$ (0.56)</u>	Revenue Decrease
<u>D. Public Utilities</u>				
Receivable for estimated payments to be received for balance of CY 2020	<u>\$ 50.87</u>	<u>\$ 51.75</u>	<u>\$ 0.88</u>	Based on payments received for the first two quarters of fiscal year. Actual collections for 6 months ending 6/30/20 were greater than we expected when we made our estimate for our May REC calculation.
			Revenue Increase	

Tax Type	Estimated FY'20 Accrual	Actual FY'20 Accrual*	Change	Comments
<i>E. Personal Income</i>				
Refunds Payable For balance of CY19 refunds and 1/2 of CY20 refunds	\$ (197.48)	\$ (197.15)	\$ 0.33	Minor change
Taxes Receivable Primarily 1/2 of payments expected with returns in Spring 2021 for CY 2020	\$ 194.89	\$ 196.13	\$ 1.24	Actual final receipts on 7/15/20 slightly greater than expected when we made estimate for our May REC calculation.
Sub-Total	<u>\$ (2.59)</u>	<u>\$ (1.02)</u>	<u>\$ 1.57</u>	Revenue Increase
<i>F. Inheritance</i>				
Taxes Receivable	<u>\$ 28.43</u>	<u>\$ 26.55</u>	<u>\$ (1.88)</u>	Accrual based on 75% of estimated cash receipts for FY21 adopted by May 2020 REC. Cash estimate for FY 21 decreased from \$37.9m at Nov REC to \$35.4m at May REC.
			Revenue Decrease	
Overall Net Impact-All Taxes	<u>\$ 60.07</u>	<u>\$ 62.71</u>	<u>\$ 2.64</u>	Revenue Increase

*- Preliminary, subject to audit