

Office of Accounts & Control  
**Additional One Time Tax Accruals for FY20 - Due To Extended July 15th Due Date For Filing - FY 21 Impact**  
 All \$ amounts in millions  
 ( ) = Decrease in revenue

**EXHIBIT 1**

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

4/29/2021

Tax Type	Fiscal year 2021 Revenue Impact	Comments
<b><u>A. Business Corporations</u></b>		
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)	
<b><u>B. Insurance Companies</u></b>		
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.
<b><u>C. Health Insurance Companies</u></b>		
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.
<b><u>D. Financial Institutions</u></b>		
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.

**E. Personal Income**

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 in CY 2019 that were in part duplicative.
Estimated Refunds Payable - federal CARES Act provision regarding deduction for excess losses-FY20	\$ 18.79	ORA Estimate
Estimated Refunds Payable - federal CARES Act provision regarding deduction for excess losses-FY21	\$ (10.30)	ORA Estimate
Sub-Total	<u>\$ (121.07)</u>	
Overall Net FY 2021 Impact-All Taxes	<u>\$ (163.16)</u>	
		<b><i>Reduction of FY2021 Revenue</i></b>

Office of Accounts & Control  
 May 2021 Revenue Estimating Conference Testimony  
 Major Tax Accruals - Fiscal 2021 Impact Estimate as of April 2021  
 All \$ amounts in millions

( ) = Decrease in revenue

EXHIBIT 2

4/30/2021

Tax Type	Actual FY'20 Accrual	Estimated FY'21 Accrual	Fiscal year 2021 Estimated Revenue Impact	Comments
<b><u>A. Business Corporations</u></b>				
Refunds Payable	\$ (38.45)	\$ (36.70)	\$ 1.75	Based on multi-year historical average. FY21 refunds paid as of April are approximately \$4m lower than FY20.
<i>Receivable for final payments to be received in April 2022 for CY2021</i>	<u>\$ 19.93</u>	<u>20.48</u>	<u>\$ 0.55</u>	Historical average based on 5 year actual data. Minor change.
Sub-Total	<u>\$ (18.52)</u>	<u>\$ (16.22)</u>	<u>\$ 2.30</u>	
			<b>Revenue Increase</b>	
<b><u>B. Insurance Companies</u></b>				
Refunds Payable	\$ (1.56)	\$ (1.60)	\$ (0.04)	Historical average based on 5 years actual data. Minor change.
<i>Receivable for final payments to be received in April 2022 for CY2021</i>	<u>\$ 3.87</u>	<u>\$ 2.10</u>	<u>\$ (1.77)</u>	Historical average based on 5 year actual data.
Sub-Total	<u>\$ 2.31</u>	<u>\$ 0.50</u>	<u>\$ (1.81)</u>	Change due to FY16 payments falling out of the 5 year average.
			<b>Revenue Decrease</b>	
<b><u>C. Health Insurance Companies</u></b>				
<i>Receivable for final payments to be received in April 2022 for CY2021</i>	<u>\$ 1.64</u>	<u>\$ 2.06</u>	<u>\$ 0.42</u>	Historical average based on 5 year average. Minor change
Sub-Total	<u>\$ 1.64</u>	<u>\$ 2.06</u>	<u>\$ 0.42</u>	
			<b>Revenue Increase</b>	
<b><u>D. Public Utilities</u></b>				
<i>Receivable for estimated payments to be received for balance of CY 2021</i>	<u>\$ 51.75</u>	<u>\$ 51.76</u>	<u>\$ 0.01</u>	Historical average based on 5 year actual data. Minor change
			<b>Revenue Increase</b>	

<u>Tax Type</u>	<u>Actual FY'20 Accrual</u>	<u>Estimated FY'21 Accrual</u>	<u>Fiscal year 2021 Estimated Revenue Impact</u>	<u>Comments</u>
<b><u>E. Personal Income</u></b>				
Refunds Payable <i>For balance of CY20 refunds and 1/2 of CY21 refunds</i>	\$ (197.15)	\$ (214.12)	\$ (16.97)	1) Base increased from \$1.79 billion in FY20 to \$1.85 billion in FY21 (per November REC). Dollar impact of -\$7.61 million. 2) The accrual factor (based on 5 yr. average) for Refunds Payable increased 0.51% which had a dollar impact of -\$9.36 million. 3) Current year refunds based on November 2020 REC forecast of \$410.0 million for FY21. <b>Note: Any changes in estimated FY21 revenue or refunds made at May REC will affect the payable.</b>
Taxes Receivable <i>Primarily 1/2 of payments expected with returns in Spring 2022 for CY 2021</i>	\$ 196.13	\$ 211.43	\$ 15.30	1) Base increased from \$1.79 billion in FY20 to \$1.85 billion in FY21 (per November 2020 REC). Dollar impact of +\$6.95 million. 2) The accrual factor for Taxes Receivable increased by 0.45%, which had a dollar impact of +\$8.4 million. <b>Note: Any change in estimated FY21 revenue made at May REC will affect the receivable. May be impacted by extended filing date.</b>
Sub-Total	\$ (1.02)	\$ (2.69)	\$ (1.67)	
			Revenue Decrease	
<b><u>F. Inheritance</u></b>				
Taxes Receivable	\$ 26.55	\$ 36.90	\$ 10.35	Accrual based on 75% of estimated cash receipts for FY22. <b>Note: Any change in estimated FY22 revenue made at May REC will affect the receivable.</b>
			Revenue Increase	
<b>Overall Net Impact-All Taxes</b>	<u>\$ 62.71</u>	<u>\$ 72.31</u>	<u>\$ 9.60</u>	
			Overall Revenue Increase	