Preliminary Revenue Implications of COVID-19
As of March 19, 2020

Prepared by the Joint Fiscal Office

- All estimates are relative to the January 2020 forecast for FY20 revenues
- All estimates are likely to change.
  - These are not formal estimates. They are range of possible impacts

- General Fund: **possible reductions in revenue of between $100-150 million**
  - This would represent a reduction of 20%-30% of General Fund revenues forecasted from March through June, and 7-11% of total FY20 General Fund revenues.
  - $120-140 million of this is due to a revenue shift from April 2020 to July 2021 for IRS tax payment deferral
  - Around $30-50 million could be reduction in revenues to personal income and meals and rooms taxes
  - However, this loss in FY20 will be partly offset by large unforeseen corporate tax payments we received prior to COVID-19

- Transportation Fund and TIB: **possible reduction in revenues of $15-20 million**
  - This would represent a reduction of 14%-19% of Transportation Fund revenues forecasted from March through June, and 5-7% of total FY20 Transportation Fund revenues.
  - Revenue losses most likely occur to purchase and use and gasoline tax revenues

- Education Fund (non-property tax revenues): **possible reduction in revenues of $35-45 million**
  - This would represent a reduction of 19%-25% of non-property tax Education Fund revenues forecasted from March through June, and 6-8% of total FY20 non-property tax Education Fund revenues.
  - Revenue losses most likely to occur to all significant non-property tax revenues (sales tax, meals and rooms, purchase and use)