



STATE GENERAL FUND (SGF) RECEIPTS

July through May, FY 2025

Total receipts through May were \$168.6 million, or 1.9 percent, above the estimate. The component of SGF receipts from taxes only was \$175.9 million, or 2.0 percent, above the estimate.

Six tax sources were above the estimate by more than \$1.0 million. Those tax sources are **bolded** in the attached table. No tax sources were below the estimate by more than \$1.0 million.

Individual income tax receipts were **above** the estimate by **\$154.7 million**, or 3.8 percent. The Department of Revenue continues to process an atypically large number of individual income tax refunds, which will be paid to taxpayers throughout the summer months. The full extent of the strength of this tax source will not be apparent until a greater share of refunds has been fully processed. However, withholding receipts exceeded the prior-year amount for the month by 12.5 percent, indicating continued strength and stability for this receipt source, even aside from refund processing issues.

Sales and use taxes combined were **above** the yearly estimate by **\$16.6 million**, or 0.5 percent. This strength may be attributable to accelerated purchasing as consumers made certain purchases in advance of the implementation of announced tariffs on imported goods.

For non-tax revenue sources, **interest** was **below** the estimate by \$10.1 million and **agency earnings** were **above** the estimate by \$3.2 million. The strength in agency earnings was attributable to unclaimed property receipts in previous months.

This is the second monthly report based on the revised estimate for FY 2025 made by the Consensus Revenue Estimating Group on April 17, 2025. The figures in both the Estimate and Actual columns under FY 2025 on the following table include receipts for the full fiscal year to date through May, so this report compares estimated and actual receipts for April through May 2024.

There has not been a Certificate of Indebtedness issued for FY 2025.

STATE GENERAL FUND RECEIPTS
July-May, FY 2024
(Dollars in Thousands)

	Actual FY 2024	FY 2025		Percent change relative to:		
		Estimate*	Actual	Difference	FY 2024	Estimate
Income Taxes:						
Individual	\$ 4,051,230	\$ 4,050,000	\$ 4,204,746	\$ 154,746	3.8 %	3.8 %
Corporation	1,226,112	1,105,000	1,105,555	555	(9.8)	0.1
Financial Inst.	38,587	38,300	39,332	1,032	1.9	2.7
<i>Total</i>	\$ 5,315,929	\$ 5,193,300	\$ 5,349,633	\$ 156,333	0.6 %	3.0 %
Sales & Use Taxes:						
Retail Sales	\$ 2,458,356	\$ 2,350,000	\$ 2,364,009	\$ 14,009	(3.8) %	0.6 %
Compensating Use	789,066	818,000	820,595	2,595	4.0	0.3
<i>Total</i>	\$ 3,247,421	\$ 3,168,000	\$ 3,184,605	\$ 16,605	(1.9) %	0.5 %
Other Excise Taxes:						
Cigarette	\$ 83,143	\$ 75,400	\$ 75,660	\$ 260	(9.0) %	0.3 %
Tobacco Products	9,576	9,390	9,393	3	(1.9)	0.0
Liquor Gallonage	22,274	21,880	21,712	(168)	(2.5)	(0.8)
Liquor Enforcement	76,448	75,760	75,437	(323)	(1.3)	(0.4)
Liquor Drink	13,874	13,860	13,893	33	0.1	0.2
Gas Severance	(1,856)	2,600	3,011	411	262.2	15.8
Oil Severance	23,107	21,600	20,795	(805)	(10.0)	(3.7)
<i>Total</i>	\$ 226,566	\$ 220,490	\$ 219,900	\$ (590)	(2.9) %	(0.3) %
Other Taxes:						
Insurance Premiums	\$ 163,796	\$ 158,000	\$ 159,512	\$ 1,512	(2.6) %	1.0 %
Motor Carriers	11,022	10,840	10,996	156	(0.2)	1.4
Corporate Franchise	6,785	8,400	10,324	1,924	52.2	22.9
Miscellaneous	5,225	4,840	4,836	(4)	(7.4)	(0.1)
<i>Total</i>	\$ 186,828	\$ 182,080	\$ 185,668	\$ 3,588	(0.6) %	2.0 %
Total Taxes	\$ 8,976,745	\$ 8,763,870	\$ 8,939,805	\$ 175,935	(0.4) %	2.0 %
Other Revenue:						
Interest	\$ 355,824	\$ 376,300	\$ 366,227	\$ (10,073)	2.9 %	(2.7) %
Transfers (net)	(377,842)	(390,900)	(391,334)	(434)	(3.6)	(0.1)
Agency Earnings & Misc	94,789	103,400	106,557	3,157	12.4	3.1
Total Other Revenue	\$ 72,771	\$ 88,800	\$ 81,450	\$ (7,350)	11.9 %	(8.3) %
TOTAL RECEIPTS	\$ 9,049,516	\$ 8,852,670	\$ 9,021,255	\$ 168,585	(0.3) %	1.9 %

* Consensus Estimate as of April 17, 2025, as further adjusted for legislation enacted after that date.

Note: Details may not add to totals due to rounding.



Kansas Legislative Research Department

Providing nonpartisan, objective research and fiscal analysis for the Kansas Legislature since 1934

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June 2, 2025

The Quarterly Economic Indicators Report is published by the Kansas Legislative Research Department in conjunction with the State General Fund Receipts memorandum for the months of February, May, August, and November. The Report provides graphs regarding economic output and inflation, the labor economy, and a quarterly focus on one aspect of the economy of particular note.

Real gross domestic product (GDP) for the United States declined by 0.2 percent in the first quarter of 2025, breaking a streak of ten consecutive quarters of growth. The decline in GDP was driven by a decline in net exports, which led to growth in private inventories in the context of more modest growth in personal consumption expenditures. Government spending also contributed a negative value to GDP for the first time since the second quarter of 2022.

For the fourth quarter of 2024, real Kansas GDP grew by 1.6 percent. For the full year, Kansas' growth of 1.0 percent lagged the national level of 2.8 percent, but was in line with the average for the Plains region. Agricultural production was the biggest drag on Kansas GDP. State GDP information is generally available on a one-quarter lag relative to national data.

After rising in January, inflation returned to the modestly elevated levels seen throughout much of 2024 by the end of the quarter. The Consumer Price Index (CPI) for the United States averaged annualized increases of 2.7 percent for the three months of the quarter, which is equal to the same amount in the previous quarter. After declining for much of 2023 and the early part of 2024, the rate of inflation appears to have continued to stabilize at levels that exceed the target rate for the Federal Reserve, and actual price levels continue to substantially exceed those amounts from previous years.

Inflation for the Midwest region outpaced the nation as a whole, averaging 3.1 percent for the three months of the quarter.

The Kansas unemployment rate held steady at 3.8 percent throughout the quarter and the U.S. rate held steady at an average of 4.1 percent in the quarter. Job growth in Kansas was negative for the quarter as a whole, with a weak January being only partially offset by bouncebacks in February and March.

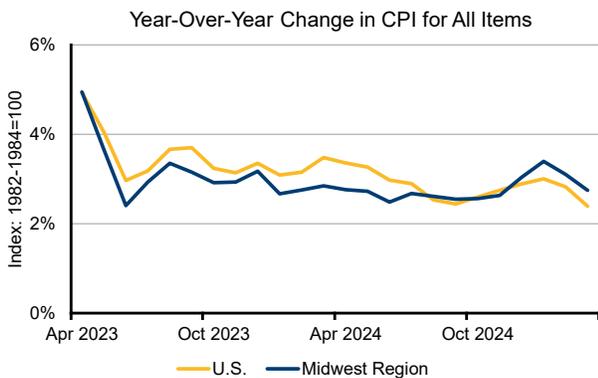
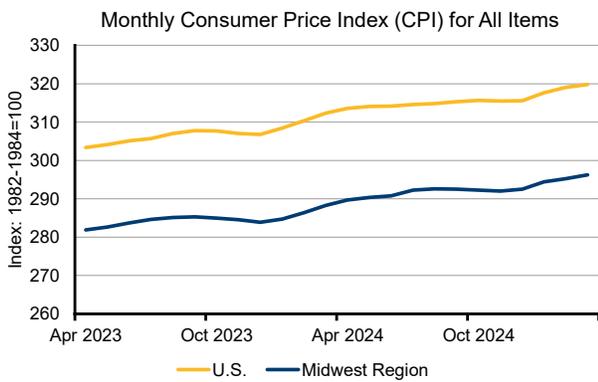
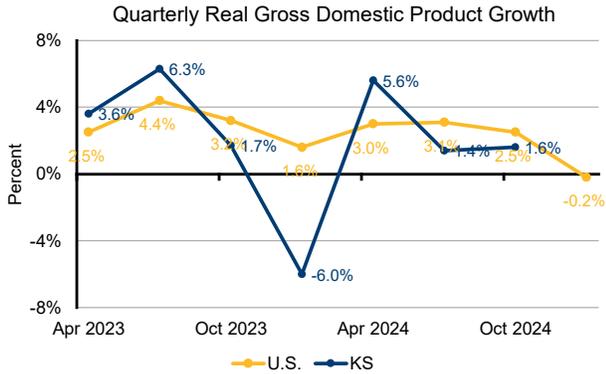
However, Kansas hourly wages averaged 6.1 percent growth throughout the quarter, and weekly wages averaged growth of 7.9 percent.

Data provided in the Report comes from the following sources: GDP data came from the U.S. Bureau of Economic Analysis, while CPI, employment, unemployment, jobs, and earnings data came from the U.S. Bureau of Labor Statistics. The net export GDP data included in the current Report is also from the U.S. Bureau of Economic Analysis.

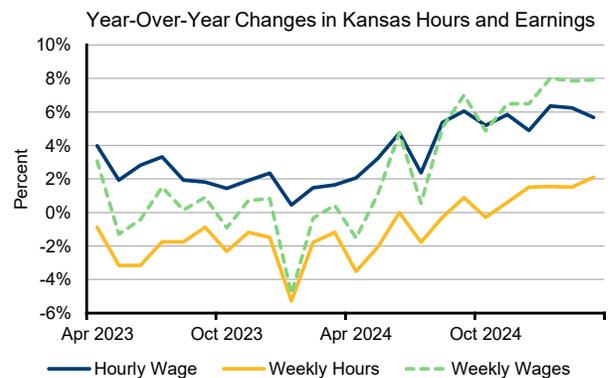
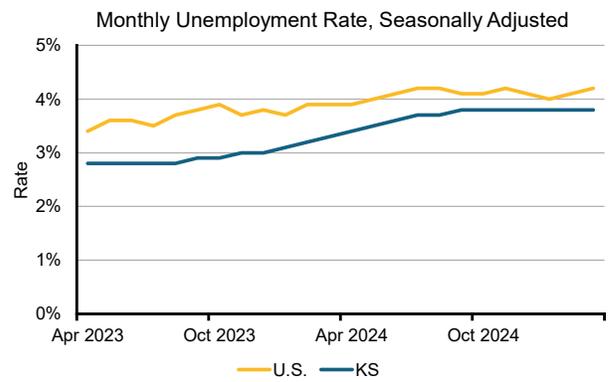
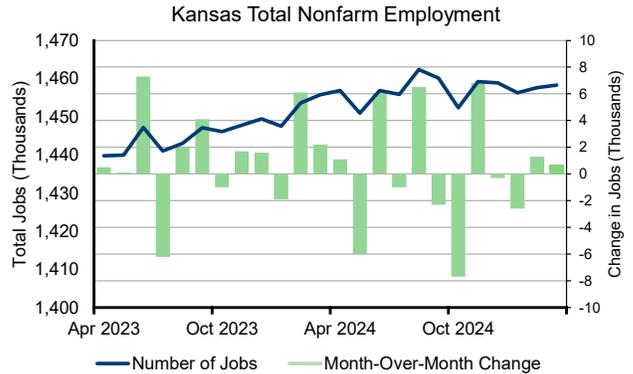
QUARTERLY ECONOMIC INDICATORS

June 2, 2025

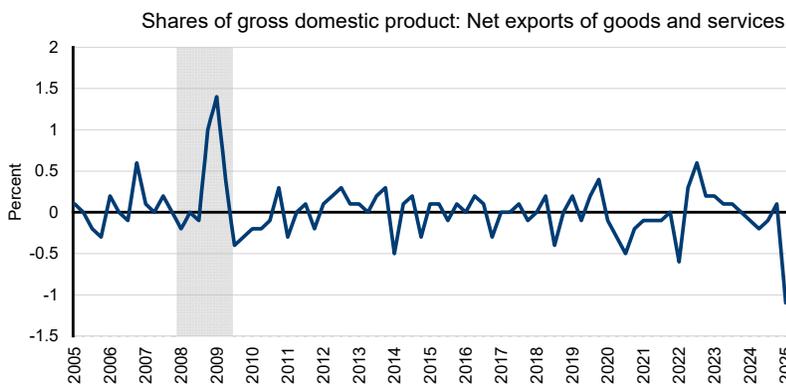
Output and Inflation



Labor Economy



Quarterly Focus: Net exports of goods and services as a share of GDP



There was a large decline in net exports in the first quarter of 2025, which was the largest contribution to the decline in GDP during the quarter.

Net exports are generally comparable to the trade deficit or trade surplus reported in international transactions data, as exports measure the portion of U.S. production that is provided to the rest of the world and imports represent the portion of U.S. expenditures that is provided by the rest of the world.