



STATE GENERAL FUND (SGF) RECEIPTS

July through May, FY 2026

Total receipts through May of FY 2026 were \$62.9 million, or 0.7 percent, above the estimate. The component of SGF receipts from taxes only was \$74.2 million, or 0.8 percent, above the estimate.

Four tax sources were above the estimate by more than \$1.0 million. Two tax sources were below the estimate by more than \$1.0 million. Those tax sources are **bolded** in the attached table.

Individual income tax receipts were **above** the estimate by **\$84.3 million**, or 1.9 percent. The strength in individual income taxes was primarily driven by strong withholding receipts, which exceeded the prior-year amount for the month by 11.6 percent. Additionally, refunds to taxpayers were down by 13.1 percent, or \$9.3 million. However, the difference in refunds may be attributable to timing issues.

Corporation income tax receipts were **below** the estimate by **\$11.8 million**, or 1.4 percent. Corporation income taxes had been lagging the fall estimate for several months and the margin by which receipts trail estimates expanded in May.

Sales and use taxes combined were **below** the yearly estimate by **\$1.1 million**, or less than 0.1 percent. Sales taxes were below the estimate by \$4.4 million, but use taxes exceeded the estimate by \$3.3 million.

Among non-tax receipts, **interest earnings** were **below** the estimate by **\$5.4 million**, or 1.8 percent. This weakness is largely attributable to the timing of maturities of investments made by the Pooled Money Investment Board (PMIB). **Agency earnings** were **below** the estimate by **\$2.2 million**, which is largely attributable to unclaimed property receipts. Receipts from **net transfers** from the SGF were below the estimate by **\$3.6 million**, which is attributable to higher-than-expected tort claims and a delayed PMIB transfer.

This is the second monthly report based on the revised estimate for FY 2026 made by the Consensus Revenue Estimating Group on April 20, 2026. The figures in both the Estimate and Actual columns under FY 2026 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 2026.

A Certificate of Indebtedness has not been issued for FY 2026.

STATE GENERAL FUND RECEIPTS
July-May, FY 2026
(Dollars in Thousands)

	Actual FY 2025	FY 2026		Percent change relative to:		
		Estimate*	Actual	Difference	FY 2025	Estimate
Income Taxes:						
Individual	\$ 4,204,746	\$ 4,480,000	\$ 4,564,341	\$ 84,341	8.6 %	1.9 %
Corporation	1,105,555	822,000	810,168	(11,832)	(26.7)	(1.4)
Financial Inst.	39,332	41,700	44,642	2,942	13.5	7.1
<i>Total</i>	\$ 5,349,633	\$ 5,343,700	\$ 5,419,151	\$ 75,451	1.3 %	1.4 %
Sales & Use Taxes:						
Retail Sales	\$ 2,364,009	\$ 2,319,000	\$ 2,314,632	\$ (4,368)	(2.1) %	(0.2) %
Compensating Use	820,595	861,000	864,258	3,258	5.3	0.4
<i>Total</i>	\$ 3,184,605	\$ 3,180,000	\$ 3,178,891	\$ (1,109)	(0.2) %	(0.0) %
Other Excise Taxes:						
Cigarette	\$ 75,660	\$ 72,100	\$ 71,649	\$ (451)	(5.3) %	(0.6) %
Tobacco Products	9,393	9,390	9,394	4	0.0	0.0
Liquor Gallonage	21,712	21,700	21,891	191	0.8	0.9
Liquor Enforcement	75,437	74,200	74,618	418	(1.1)	0.6
Liquor Drink	13,893	14,170	14,024	(146)	0.9	(1.0)
Gas Severance	3,011	5,400	4,769	(631)	58.4	(11.7)
Oil Severance	20,795	16,100	15,755	(345)	(24.2)	(2.1)
<i>Total</i>	\$ 219,900	\$ 213,060	\$ 212,100	\$ (960)	(3.5) %	(0.5) %
Other Taxes:						
Insurance Premiums	\$ 159,512	\$ 149,500	\$ 150,531	\$ 1,031	(5.6) %	0.7 %
Motor Carriers	10,996	11,080	11,137	57	1.3	0.5
Corporate Franchise	10,324	8,900	8,535	(365)	(17.3)	(4.1)
Miscellaneous	4,836	4,700	4,777	77	(1.2)	1.6
<i>Total</i>	\$ 185,668	\$ 174,180	\$ 174,980	\$ 800	(5.8) %	0.5 %
Total Taxes	\$ 8,939,805	\$ 8,910,940	\$ 8,985,123	\$ 74,183	0.5 %	0.8 %
Other Revenue:						
Interest	\$ 366,227	\$ 294,200	\$ 288,792	\$ (5,408)	(21.1) %	(1.8) %
Transfers (net)	(391,334)	(321,460)	(325,083)	(3,623)	16.9	(1.1)
Agency Earnings	106,557	124,500	122,285	(2,215)	14.8	(1.8)
Total Other Revenue	\$ 81,450	\$ 97,240	\$ 85,994	\$ (11,246)	5.6 %	(11.6) %
TOTAL RECEIPTS	\$ 9,021,255	\$ 9,008,180	\$ 9,071,117	\$ 62,937	0.6 %	0.7 %

* Consensus Estimate as of April 20, 2026.

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

68-West–Statehouse | 300 SW 10th Ave. | Topeka, Kansas 66612-1504
(785) 296-3181

kslegres@klrd.ks.gov

<https://klrd.gov/>

June 1, 2026

The Quarterly Economic Indicators Report (Report) is published by the Kansas Legislative Research Department, typically 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 increased by 1.6 percent in the first quarter of 2026. Additionally, GDP for the fourth quarter of 2025, which was initially reported to have grown at 1.4 percent, has now been revised down to 0.5 percent growth. Private investment made the largest positive contribution to GDP for the quarter, which was also buoyed by personal consumption and government expenditures. However, net exports reduced GDP as imports of goods, which contribute negatively to gross domestic production, saw their largest quarter of growth since the first quarter of 2025.

For the fourth quarter of 2025, real Kansas GDP increased by 0.9 percent, growing off of much larger increases in the previous two quarters. The private sector saw growth of 1.7 percent, which was partially offset by a decline of government expenditures, largely associated with the shutdown of the federal government in October and November. Among private industries, agriculture, wholesale trade, and information services contributed positive growth, which was partially offset by declines in manufacturing. State GDP information is generally available on a one-quarter lag relative to national data.

Inflation ticked upward slightly in the quarter, averaging 2.7 percent for the nation and 2.9 percent for the Midwest region. However, March inflation was meaningfully higher than the amount in January and February.

The Kansas unemployment rate increased slightly to 3.9 percent in the quarter after being 3.7 or 3.8 percent for each of the previous 16 months. The U.S. rate averaged 4.3 percent for the quarter, down slightly from the previous quarter.

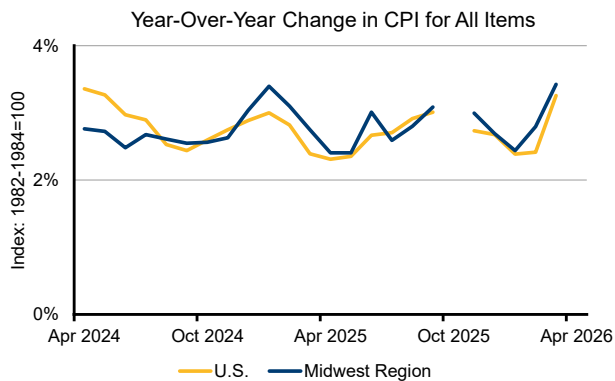
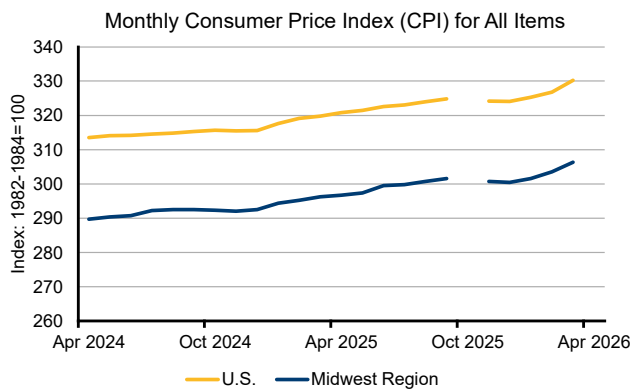
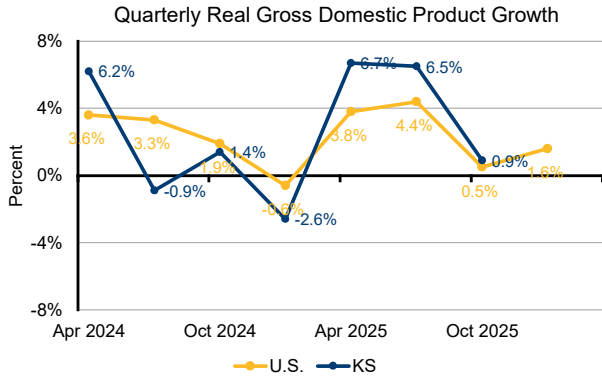
Kansas also saw overall nonfarm job losses for the third consecutive quarter. However, Kansas weekly wages averaged 6.2 percent growth throughout the fourth quarter, continuing to increase from more modest growth in the previous two quarters.

Data provided in the Report comes from the following sources: GDP data came from the U.S. Bureau of Economic Analysis; and consumer price index, employment, unemployment, jobs, and earnings data came from the U.S. Bureau of Labor Statistics. The health care and social assistance employment data included in the current Report is from the U.S. Bureau of Labor Statistics.

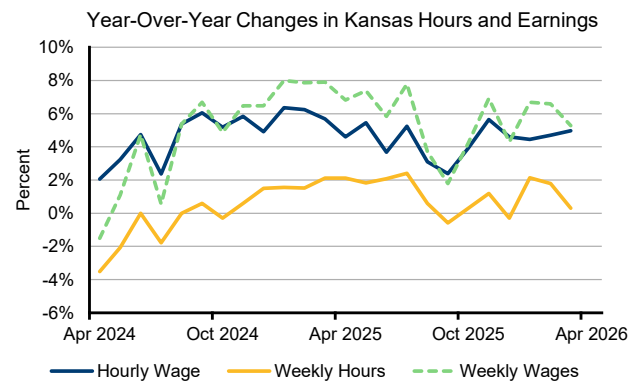
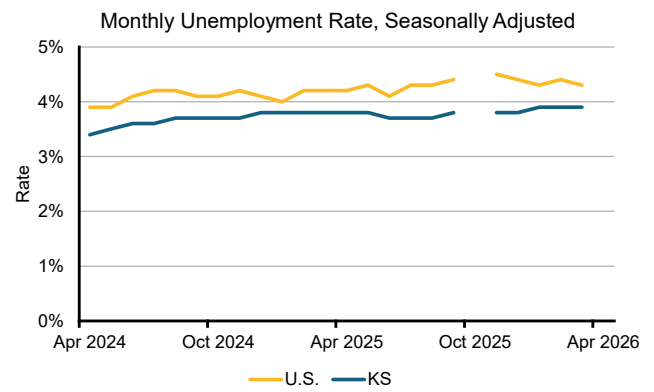
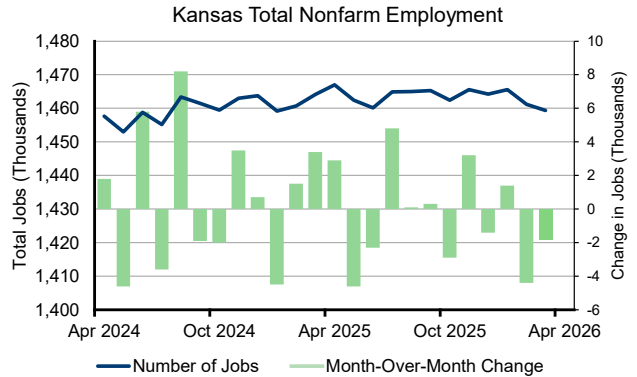
QUARTERLY ECONOMIC INDICATORS

June 1, 2026

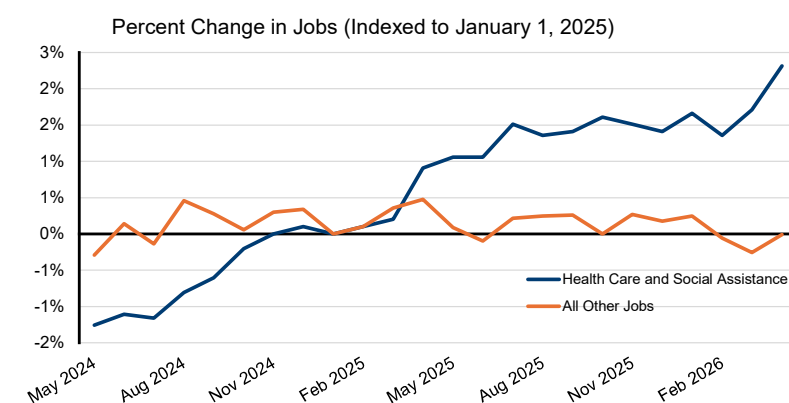
Output and Inflation



Labor Economy



Quarterly Focus: Job Growth in Health Care and Social Assistance



The modest growth in Kansas jobs over the past two years has been largely attributable to job gains in health care and social assistance. Other than that sector of the economy, the net change in jobs since January 2025 is essentially flat.

This mirrors a national trend that is even more stark. While some other sectors have seen positive job growth, when excluding health care and social assistance, those gains have been largely offset by losses in other sectors.