

2019-21

GOVERNOR'S RECOMMENDED BUDGET

Department of Revenue



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Chief Financial Office
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Department of Revenue

Agency Overview

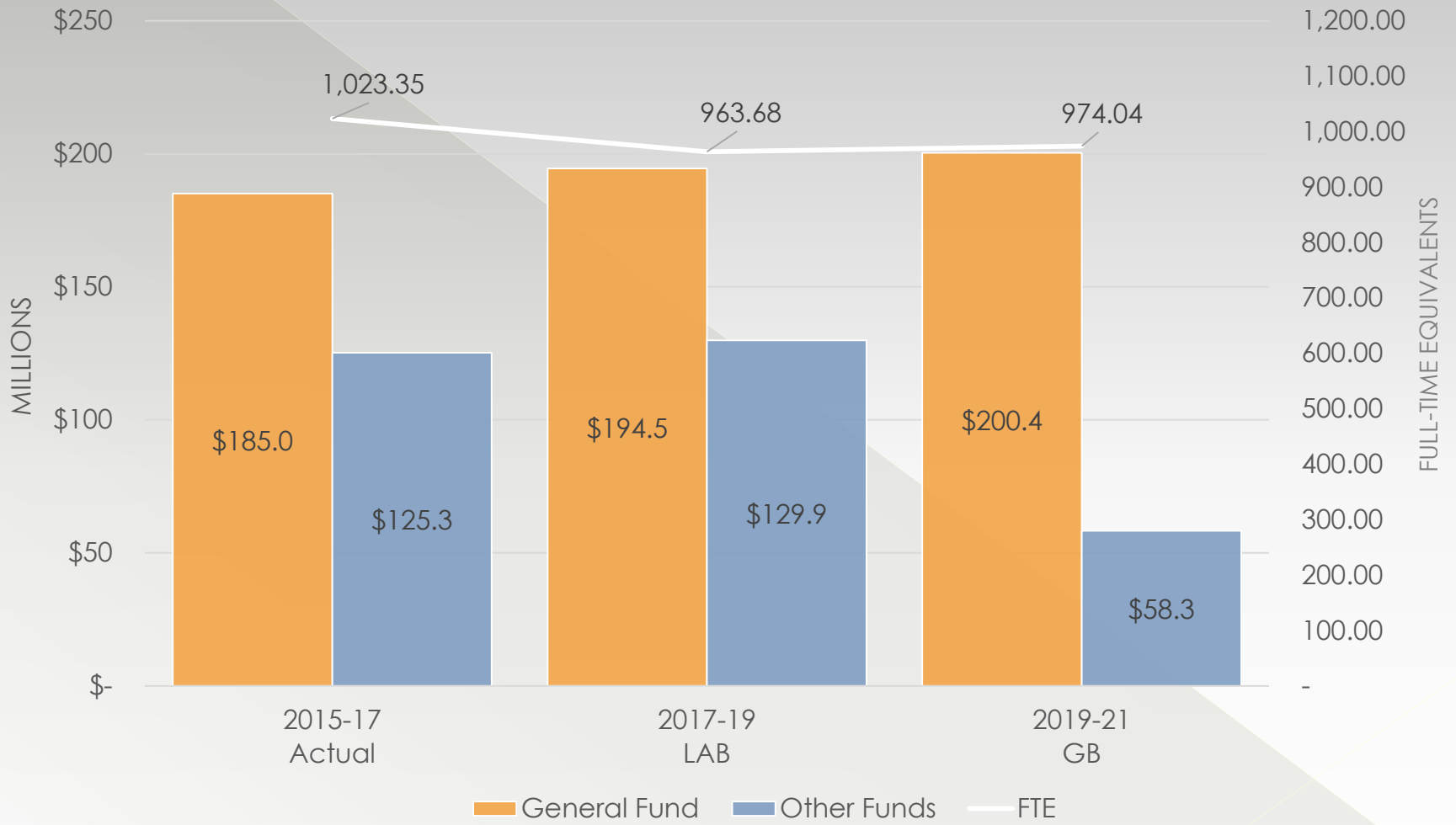


⦿ Emerging issues

- > Invest in maintaining agency technology and systems
- > Increase revenue generating capacity in Property Tax, Marijuana Tax and Hotel Tax
- > Continue efforts to stabilize agency after recent challenges

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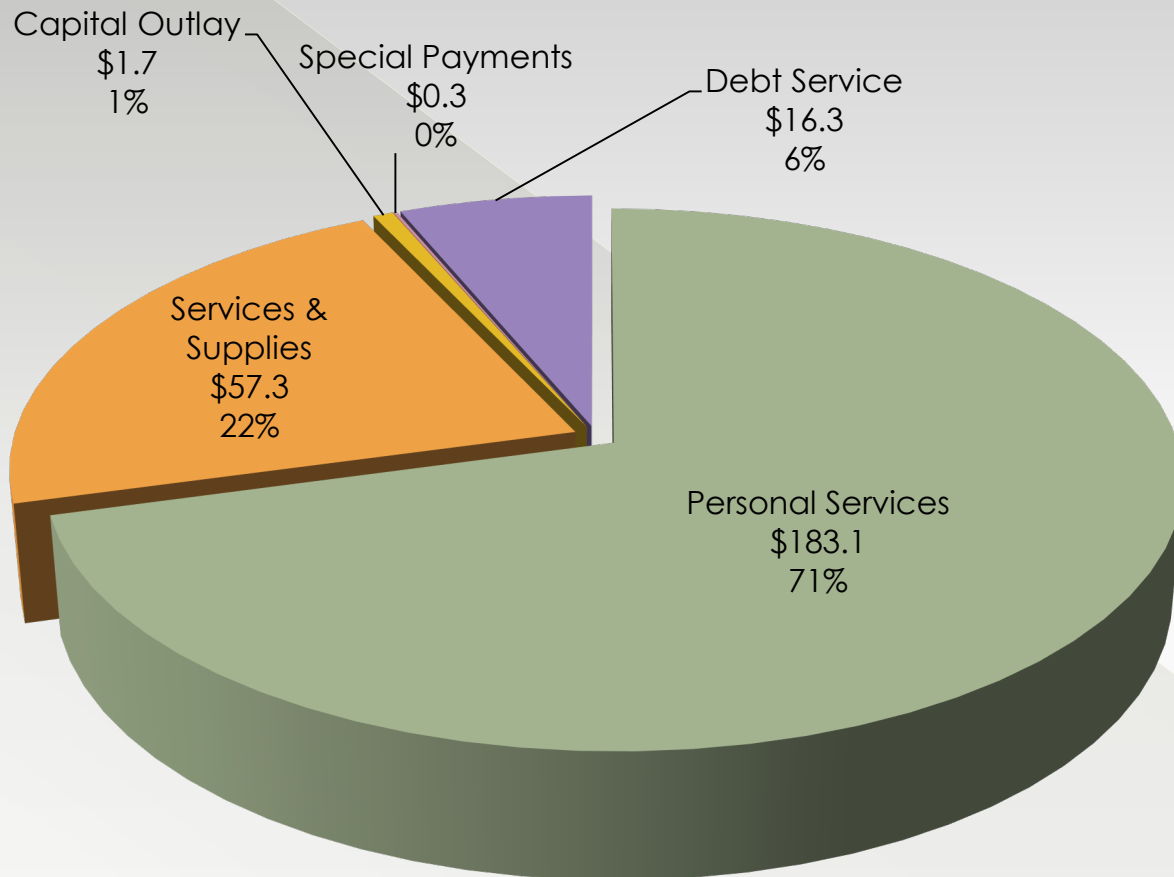
Expenditure History + 2019-21 Governor's Budget



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2019-21 Governor's Budget

Agency Budget by Expenditure Category
(in millions)



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Revenue Sources



- The Department is expected to collect \$20.5 billion General Fund during 2019-21
- Most of the agency's budget (77 percent) is General Fund
- Other Funds come from:
 - > Charges against Other Funds taxes and fees the Department of Revenue administers
 - > Collections fees charged to Other Agency Account debtors
 - > Property Tax-specific revenue streams funding property tax map maintenance, administration and grants

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○ Maintain Critical Infrastructure

- > Gentax maintenance and support (\$4.8 million total funds)
- > Processing Center Modernization Project (\$0.8 million total funds)
- > Processing Center Permanent Staff for Statewide Payroll Tax (\$1.5 million Other Funds, 11 positions)
- > Outcome Based Management position (\$0.3 million total funds)

○ Revenue Generating Capacity

- > Property Tax Positions (\$1.1 million General Fund, \$2.3 million Other Funds)
- > Marijuana Tax Auditors (\$0.9 million Other Funds, four positions)
- > Hotel Tax Auditor (\$0.2 million Other Funds)
- > Financial Institutions Data Match fees (\$0.2 million total funds)

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- Investments (continued)
 - > Implement Heavy Equipment Rental Tax (\$0.9 million Other Funds)
 - > Implement Employer Responsibility Assessment (\$1.0 million General Fund)
 - > Shift of \$70.0 million in Special Payments to Revenue Transfers

- Reductions and Statewide Adjustments
 - > Reimbursement to counties for the Nonprofit Housing for the Elderly Property Tax Exemption (\$3.2 million General Fund)
 - > Reduce positions in information technology, filing enforcement, customer service (\$1.9 million General Fund)
 - > Increased agency vacancy rate to 5.0 percent, eliminated Services and Supplies inflation, eliminate long-term vacant positions, eliminate obsolete contracts (\$5.1 million General Fund)
 - > Updates to the Department of Administrative Services Price List and State Government Services Charges