

# Monthly Revenue Update

December 2020



For December, revenue collections were \$3.68 billion, which were \$774.4 million (26.6 percent) above the monthly projections associated with the Independent Fiscal Office's (IFO) June 2020 Official Estimate. The overage was primarily due to stronger than expected corporate net income tax (CNIT) collections and one-time transfers under Act 114 of 2020 (not included in the IFO's Official Estimate).

Monthly CNIT collections of \$760.9 million were \$333.8 million (78.2 percent) over estimate due to higher than anticipated estimated (\$277.5 million) and final (\$56.3 million) payments, and exceeded December 2019 collections by 44.5 percent (\$234.4 million). A material portion of the gain is likely related to the taxable status of forgiven Paycheck Protection Program loans, and recent federal legislation makes those loans non-taxable. FYTD CNIT collections continue to outperform the forecast (\$595.4 million, 38.6 percent), as estimated and final payments exceed projections by \$412.4 million (46.7 percent) and \$183.0 million (27.7 percent), respectively.

December SUT collections totaled \$1,023.1 million, exceeding estimate by \$44.6 million (4.6 percent). The overage was largely attributable to stronger than expected non-motor vehicle collections (\$41.1 million, 4.8 percent), with an additional \$3.4 million (2.8 percent) from motor vehicle collections. FYTD SUT revenues exceed estimate (\$726.2 million, 12.8 percent) due to non-motor (\$603.2 million, 12.4 percent) and motor vehicle (\$123.1 million, 15.3 percent) collections and grew at an adjusted rate of 5.5 percent compared to the prior year.

PIT collections of \$1,159.5 million were \$37.1 million (3.3 percent) above estimate. A small shortfall in estimated payments (-\$1.4 million, -1.7 percent) was more than offset by overages in withholding (\$31.0 million, 3.0 percent) and annual (\$7.6 million, 37.5 percent) payments. FYTD PIT collections exceed estimate by \$219.8 million (3.0 percent) after adjusting for a one-time transfer that was not included in the IFO's Official Estimate. Through December, withholding collections declined at an adjusted rate of 0.9 percent.

Non-tax revenues were above the estimate for December by \$353.6 million as a result of \$334.4 million in one-time transfers (other miscellaneous) which were not included in the IFO's Official Estimate and a smaller overage of \$10.3 million (42.7 percent) in licenses and fees collections. FYTD non-tax revenues are surpassing estimate by \$451.5 million, almost entirely due to one-time transfers (\$434.4 million).

*The IFO will release an updated estimate and monthly distributions consistent with the passage of the remaining portion of the FY 2020-21 budget in January 2021.*

## FY 2020-21 Revenue Performance Through December

	December Collections			Fiscal Year Collections		
	Actual	Estimate	\$ Diff	Actual	Estimate	\$ Diff
<b>General Fund</b>	<b>\$3,681.4</b>	<b>\$2,907.0</b>	<b>\$774.4</b>	<b>\$18,526.5</b>	<b>\$16,646.4</b>	<b>\$1,880.1</b>
Corporate Net Income	760.9	427.1	333.8	2,138.3	1,542.9	595.4
SUT - Non-Motor	895.8	854.7	41.1	5,454.0	4,850.8	603.2
SUT - Motor Vehicle	127.2	123.8	3.4	925.4	802.3	123.1
PIT - Withholding	1,046.1	1,015.1	31.0	5,145.5	5,194.9	-49.4
PIT - Non-Withholding	113.5	107.3	6.2	2,244.2	2,175.0	69.2
Cigarette	94.4	100.7	-6.3	572.1	523.7	48.4
Inheritance	104.8	109.0	-4.2	605.0	633.4	-28.4
Other Taxes	163.2	147.3	15.9	776.8	709.6	67.2
Non-Tax	375.6	22.0	353.6	665.3	213.8	451.5

Dollar amounts in millions. Estimate refers to the IFO Official Estimate published in June 2020 and the associated monthly distributions published in August 2020.

## GENERAL FUND REVENUES SUMMARY

Revenue Source	Dec 2020	Dec 2019	FYTD 2020-21	FYTD 2019-20	Monthly Growth	FYTD Growth
<b>Total General Fund</b>	\$3,681.4	\$2,907.1	\$18,526.5	\$15,641.1	26.6%	18.4%
<b>Total Tax Revenue</b>	3,305.9	2,882.9	17,861.2	15,379.6	14.7	16.1
<b>Total Corporation Taxes</b>	771.3	542.2	2,175.9	1,651.2	42.3	31.8
Accelerated Deposits	2.3	3.4	3.8	4.1	n.a.	n.a.
Corporate Net Income	760.9	526.5	2,138.3	1,572.3	44.5	36.0
Gross Receipts	3.8	5.6	15.4	33.7	-32.1	-54.4
Utility Property	0.3	0.0	2.5	1.9	n.a.	27.9
Insurance Premium	0.2	1.0	1.6	19.8	-82.0	-92.0
Financial Institution	3.9	5.8	14.4	19.4	-33.4	-26.0
<b>Total Consumption Taxes</b>	1,174.3	1,148.7	7,245.4	6,619.7	2.2	9.5
Sales and Use - Total	1,023.1	981.4	6,379.3	5,777.4	4.2	10.4
Non-Motor	895.8	845.9	5,454.0	4,983.6	5.9	9.4
Motor Vehicle	127.2	135.4	925.4	793.8	-6.1	16.6
Cigarette	94.4	106.5	572.1	554.1	-11.4	3.2
Other Tobacco Products	10.6	10.1	66.9	66.3	5.8	1.0
Malt Beverage	1.8	1.9	12.3	11.9	-5.5	3.3
Liquor	44.5	48.9	214.8	209.9	-9.1	2.3
<b>Total Other Taxes</b>	1,360.3	1,192.1	8,439.9	7,108.7	14.1	18.7
Personal Income - Total	1,159.5	1,028.0	7,389.7	6,183.6	12.8	19.5
Withholding	1,046.1	913.1	5,145.5	5,212.3	14.6	-1.3
Quarterly	85.6	88.7	1,079.8	706.4	-3.5	52.9
Annual	27.9	26.2	1,164.4	265.0	6.6	339.4
Realty Transfer	68.6	53.4	316.9	281.0	28.5	12.8
Inheritance	104.8	94.7	605.0	555.7	10.7	8.9
Gaming	21.0	17.0	107.3	85.2	23.4	25.9
Minor and Repealed	6.2	(1.1)	21.0	3.2	657.4	564.2
<b>Total Non-Tax Revenue</b>	375.6	24.2	665.3	261.5	n.a.	154.4
State Store Fund Transfers	0.0	0.0	100.0	100.0	0.0	0.0
Lic., Fees & Misc.	370.1	17.6	527.2	117.4	n.a.	349.3
Licenses and Fees	34.5	26.7	95.9	69.8	29.4	37.3
Miscellaneous	335.6	(9.1)	431.3	47.5	n.a.	807.7
Treasury	0.2	0.4	5.4	21.3	-48.8	-74.4
Escheats	(3.8)	(11.7)	(19.3)	6.7	67.7	-388.2
Other Miscellaneous	339.1	2.2	445.1	19.5	n.a.	n.a.
Fines, Penalties & Interest	5.4	6.6	38.1	44.2	-17.6	-13.7

Note: Dollar amounts in millions. Growth rates computed from same time period in previous year and use unrounded amounts.