

Monthly Revenue Update

August 2022



The Independent Fiscal Office (IFO) recently released monthly revenue projections for fiscal year (FY) 2022-23. General Fund collections exceeded the IFO's official August estimate by \$103.6 million (3.8%) and are \$161.5 million (3.0%) above estimate for the fiscal-year-to-date (FYTD). (The IFO monthly estimate was \$39.8 million lower than the estimate certified by the Governor.) The monthly overage was largely due to stronger than expected sales and use tax (SUT) revenues.

Monthly SUT collections of \$1.17 billion were \$90.2 million (8.4%) above estimate due to overages in non-motor vehicle (+\$75.4 million, 7.9%) and motor vehicle (+\$14.8 million, 12.3%) collections. FYTD SUT revenues are \$2.43 billion and exceed the forecast by \$156.6 million (6.9%), led primarily by non-motor vehicle collections (+\$148.5 million, 7.3%).

August corporate net income tax (CNIT) revenues of \$102.0 million were \$8.0 million (-7.3%) lower than anticipated due to estimated payments (-\$8.0 million, -16.0%). Final payments met estimate for the month (-0.1%). FYTD CNIT collections are \$252.5 million, which is \$17.5 million (-6.5%) below expectations, driven by estimated payments (-\$19.9 million, -14.2%).

Personal income tax (PIT) revenues were \$1.18 billion for the month, which were \$17.8 million (-1.5%) below the forecast. Withholding revenues were \$41.3 million (-3.6%) lower than expected and undercut overages in quarterly (+\$16.7 million, 47.8%) and annual (+\$6.8 million, 26.7%) payments. (Withholding revenues increased at a rate of roughly 5.0% in August, after adjusting for an extra due date this year.) FYTD PIT collections of \$2.16 billion are \$15.2 million (-0.7%) under estimate due to withholding (-\$53.7 million, -2.6%).

Other tax revenues were \$375.8 million for August, which were \$20.4 million (5.7%) higher than the forecast. The overage was largely due to realty transfer tax (+\$16.7 million) collections. For the FYTD, other taxes total \$648.1 million and are \$2.2 million (-0.3%) below expectations. Realty transfer (+\$15.2 million), insurance premiums (+\$8.3 million) and inheritance (+\$4.5 million) tax revenues drive that result.

Non-tax revenue collections exceeded the monthly estimate by \$18.9 million (117.3%) due primarily to an overage in treasury (+\$21.1 million) collections. FYTD non-tax revenues are over estimate by \$39.8 million due to treasury (+\$34.3 million) and other miscellaneous (+\$9.7 million) collections.

FY 2022-23 Revenue Performance Through August

	August Collections			Fiscal Year Collections		
	Actual	Estimate	\$ Diff	Actual	Estimate	\$ Diff
General Fund	\$2,864.9	\$2,761.3	\$103.6	\$5,561.1	\$5,399.6	\$161.5
Corporate Net Income	102.0	110.0	-8.0	252.5	270.0	-17.5
SUT - Non-Motor	1,034.9	959.5	75.4	2,180.4	2,031.9	148.5
SUT - Motor Vehicle	134.8	120.0	14.8	247.2	239.1	8.1
PIT - Withholding	1,098.5	1,139.8	-41.3	1,980.9	2,034.6	-53.7
PIT - Non-Withholding	84.0	60.5	23.5	174.6	136.0	38.6
Cigarette	86.0	94.8	-8.8	116.5	131.8	-15.3
Inheritance	116.7	111.0	5.7	226.9	222.4	4.5
Other Taxes	173.1	149.6	23.5	304.7	296.1	8.6
Non-Tax	35.0	16.1	18.9	77.5	37.7	39.8

Dollar amounts in millions. Estimate refers to the IFO official estimate published on September 1, 2022.

GENERAL FUND REVENUES SUMMARY

Revenue Source	Aug 2022	Aug 2021	FYTD 2022-23	FYTD 2021-22	Monthly Growth	FYTD Growth
Total General Fund	\$2,864.9	\$2,574.3	\$5,561.1	\$5,274.5	11.3%	5.4%
Total Tax Revenue	2,830.0	2,556.0	5,483.6	5,227.8	10.7	4.9
Total Corporation Taxes	111.3	112.1	285.8	302.5	-0.7	-5.5
Accelerated Deposits	0.0	0.0	(3.4)	(3.2)	n.a.	n.a.
Corporate Net Income	102.0	106.0	252.5	277.4	-3.8	-9.0
Gross Receipts	7.1	1.8	10.1	4.4	298.2	130.5
Utility Property	0.1	0.9	0.1	0.9	-84.1	-84.2
Insurance Premium	0.6	0.4	24.5	19.5	35.0	25.6
Financial Institution	1.4	3.0	1.9	3.6	-51.8	-46.3
Total Consumption Taxes	1,304.2	1,258.9	2,642.9	2,590.3	3.6	2.0
Sales and Use - Total	1,169.7	1,109.9	2,427.6	2,347.2	5.4	3.4
Non-Motor	1,034.9	960.0	2,180.4	2,034.5	7.8	7.2
Motor Vehicle	134.8	149.9	247.2	312.7	-10.1	-21.0
Cigarette	86.0	101.0	116.5	144.3	-14.9	-19.3
Other Tobacco Products	12.4	12.5	24.8	25.0	-0.7	-1.0
Malt Beverage	1.9	2.0	3.9	4.1	-5.2	-4.3
Liquor	34.3	33.5	70.0	69.7	2.4	0.5
Total Other Taxes	1,414.4	1,185.0	2,555.0	2,334.9	19.4	9.4
Personal Income - Total	1,182.5	978.8	2,155.4	1,938.0	20.8	11.2
Withholding	1,098.5	903.4	1,980.9	1,771.0	21.6	11.8
Quarterly	51.7	42.4	105.1	94.8	21.9	10.8
Annual	32.3	33.0	69.4	72.1	-2.1	-3.7
Realty Transfer	88.8	72.3	123.2	106.3	22.9	15.9
Inheritance	116.7	110.0	226.9	227.2	6.2	-0.1
Gaming	24.2	19.3	46.2	46.0	24.9	0.4
Minor and Repealed	2.2	4.7	3.3	17.4	-52.6	-81.2
Total Non-Tax Revenue	35.0	18.3	77.5	46.7	91.2	66.0
State Store Fund Transfers	0.0	0.0	0.0	0.0	n.a.	n.a.
Lic., Fees & Misc.	27.9	9.2	65.1	31.7	202.5	105.5
Licenses and Fees	9.4	7.4	20.4	17.6	26.5	16.1
Miscellaneous	18.5	1.8	44.7	14.1	931.6	217.3
Treasury	23.3	1.6	38.4	2.1	n.a.	n.a.
Escheats	(11.8)	(5.1)	(20.8)	(13.1)	-132.3	-58.6
Other Miscellaneous	7.1	5.3	27.1	25.1	33.2	8.0
Fines, Penalties & Interest	7.1	9.1	12.4	15.0	-22.1	-17.4

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