

Monthly Revenue Update

September 2022



The Independent Fiscal Office (IFO) released monthly revenue projections for fiscal year (FY) 2022-23 at the beginning of September. General Fund collections for September were \$422.4 million (11.1%) above the IFO's official estimate, and are \$583.9 million (6.4%) above estimate for the fiscal-year-to-date (FYTD). (The IFO monthly estimate was \$286.6 million lower than the estimate certified by the Governor.) The monthly overage can be attributed primarily to strong corporate net income tax (CNIT) and personal income tax (PIT) collections.

September CNIT revenues of \$1.06 billion exceeded the estimate by \$192.7 million (22.1%). Higher than expected estimated (+\$135.5 million, 19.2%) and final payments (+\$57.2 million, 34.7%) led to this result. FYTD CNIT collections are \$1.32 billion, or \$175.2 million (15.4%) above estimate, driven by both estimated (\$115.6 million, 13.7%) and final (\$59.6 million, 20.2%) payments.

Personal income tax (PIT) revenues were \$1.60 billion for September, which exceeded the forecast by \$140.9 million (9.6%). Withholding revenues were marginally higher than expected (\$4.0 million, 0.4%), while there were larger overages in quarterly (+\$120.1 million, 23.6%) and annual (+\$16.8 million, 54.9%) payments. (Withholding revenues increased at a rate of roughly 8.7% in September, after adjusting for extra due dates.) FYTD PIT collections are \$3.76 billion, or \$125.7 million (3.5%) above estimate. A shortfall in withholding revenues (-\$49.7 million, -1.7%) is more than offset by strength in quarterly (+\$145.2 million, 24.6%) and annual (+\$30.2 million, 34.9%) payments.

Monthly sales and use tax (SUT) collections of \$1.14 billion were above estimate by \$69.9 million (6.6%) due to non-motor vehicle revenues (+\$71.0 million, 7.5%), while motor vehicle collections fell short of estimate by \$1.1 million (-1.0%). FYTD SUT collections of \$3.56 billion are \$226.5 million (6.8%) above estimate, due primarily to non-motor vehicle collections (+\$219.6 million, 7.4%).

Other tax revenues were \$384.7 million for September, and were \$1.8 million (0.5%) above the forecast, led by inheritance (+\$13.7 million) and gaming (+\$8.4 million) tax revenues. Cigarette (-\$8.2 million) and realty transfer (-\$7.5 million) tax collections partially undercut that result. For the FYTD, other taxes total \$1.03 billion and essentially meet estimate.

Non-tax revenue collections exceeded the monthly estimate by \$17.1 million (112.7%) due primarily to an overage in treasury collections (+\$27.7 million). FYTD non-tax revenues are over estimate by \$56.9 million, also largely the result of treasury collections (+\$62.0 million).

FY 2022-23 Revenue Performance Through September

	September Collections			Fiscal Year Collections		
	Actual	Estimate	\$ Diff	Actual	Estimate	\$ Diff
General Fund	\$4,217.9	\$3,795.5	\$422.4	\$9,779.0	\$9,195.1	\$583.9
Corporate Net Income	1,062.7	870.0	192.7	1,315.2	1,140.0	175.2
SUT - Non-Motor	1,020.4	949.4	71.0	3,200.9	2,981.3	219.6
SUT - Motor Vehicle	116.5	117.6	-1.1	363.6	356.7	6.9
PIT - Withholding	924.7	920.7	4.0	2,905.6	2,955.3	-49.7
PIT - Non-Withholding	676.5	539.7	136.8	851.1	675.7	175.4
Cigarette	91.7	99.9	-8.2	208.2	231.7	-23.5
Inheritance	128.2	114.5	13.7	355.1	336.9	18.2
Other Taxes	164.8	168.5	-3.7	469.5	464.6	4.9
Non-Tax	32.3	15.2	17.1	109.8	52.9	56.9

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

GENERAL FUND REVENUES SUMMARY

Revenue Source	Sep 2022	Sep 2021	FYTD 2022-23	FYTD 2021-22	Monthly Growth	FYTD Growth
Total General Fund	\$4,217.9	\$4,003.1	\$9,779.0	\$9,277.6	5.4%	5.4%
Total Tax Revenue	4,185.6	3,964.0	9,669.2	9,191.8	5.6	5.2
Total Corporation Taxes	1,080.0	898.2	1,365.8	1,200.7	20.2	13.7
Accelerated Deposits	0.2	0.6	(3.2)	(2.6)	n.a.	n.a.
Corporate Net Income	1,062.7	866.3	1,315.2	1,143.6	22.7	15.0
Gross Receipts	3.6	17.1	13.6	21.5	-79.2	-36.6
Utility Property	2.7	0.6	2.8	1.5	346.7	92.5
Insurance Premium	1.0	0.1	25.5	19.6	994.7	30.1
Financial Institution	9.9	13.4	11.8	17.0	-26.4	-30.6
Total Consumption Taxes	1,279.7	1,284.1	3,922.6	3,874.4	-0.3	1.2
Sales and Use - Total	1,136.9	1,127.6	3,564.5	3,474.8	0.8	2.6
Non-Motor	1,020.4	971.9	3,200.9	3,006.4	5.0	6.5
Motor Vehicle	116.5	155.7	363.6	468.4	-25.2	-22.4
Cigarette	91.7	107.7	208.2	252.1	-14.9	-17.4
Other Tobacco Products	13.4	12.4	38.2	37.4	8.7	2.2
Malt Beverage	2.2	2.0	6.2	6.1	9.6	0.4
Liquor	35.5	34.3	105.5	104.0	3.2	1.4
Total Other Taxes	1,825.8	1,781.7	4,380.8	4,116.6	2.5	6.4
Personal Income - Total	1,601.3	1,535.8	3,756.7	3,473.7	4.3	8.1
Withholding	924.7	986.1	2,905.6	2,757.1	-6.2	5.4
Quarterly	629.3	512.6	734.4	607.4	22.8	20.9
Annual	47.3	37.1	116.7	109.2	27.4	6.9
Realty Transfer	62.4	75.6	185.6	181.9	-17.4	2.1
Inheritance	128.2	143.4	355.1	370.6	-10.6	-4.2
Gaming	35.8	22.5	81.9	68.5	58.7	19.6
Minor and Repealed	(1.8)	4.5	1.4	21.9	-141.4	-93.4
Total Non-Tax Revenue	32.3	39.1	109.8	85.8	-17.4	28.0
State Store Fund Transfers	0.0	0.0	0.0	0.0	n.a.	n.a.
Lic., Fees & Misc.	26.5	32.6	91.6	64.3	-18.8	42.5
Licenses and Fees	4.5	21.0	25.0	38.6	-78.5	-35.3
Miscellaneous	22.0	11.6	66.6	25.7	88.6	159.1
Treasury	29.3	1.5	67.7	3.6	n.a.	n.a.
Escheats	(13.4)	2.7	(34.1)	(10.3)	-587.2	-229.9
Other Miscellaneous	6.0	7.4	33.1	32.5	-19.1	1.8
Fines, Penalties & Interest	5.9	6.5	18.2	21.5	-10.3	-15.3

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