

Monthly Revenue Update

May 2021



General Fund revenue collections were \$3.95 billion in May, \$1.33 billion (50.8%) higher than the monthly projections associated with the Independent Fiscal Office's (IFO) revised Official Estimate published in January 2021. The monthly overage was primarily due to personal income tax (PIT) annual payments. Fiscal-year-to-date (FYTD) General Fund collections are \$36.62 billion, which are \$1.60 billion (4.6%) above estimate.

May PIT collections were \$1.01 billion (111.3%) over estimate, almost entirely due to stronger than expected annual payments, which comprised \$919.0 million of the overage. This was largely attributable to the annual payment due date extension from April 15 to May 17 to coincide with the change in the federal due date for tax year (TY) 2020 returns. In addition, quarterly (+\$76.8 million, 307.1%) and withholding (+\$15.6 million, 1.9%) payments surpassed estimate for the month. Although the due date for the first quarterly payment for TY 2021 was in April, some taxpayers likely paid late (i.e., with their annual return for TY 2020). FYTD PIT collections total \$14.85 billion and are \$422.0 million (2.9%) above the forecast.

Corporate net income tax (CNIT) revenues reached \$417.5 million in May as a result of higher than anticipated final (+\$141.8 million, 61.6%) and estimated payments (+\$15.8 million, 52.5%). FYTD CNIT collections total \$3.71 billion and are \$438.0 million (13.4%) over estimate.

Sales and use tax (SUT) collections of \$1.16 billion continued to demonstrate unusual strength and exceeded estimate by \$116.3 million (11.2%) for the month. This result was due to non-motor (+\$94.9 million, 10.5%) and motor vehicle (+\$21.4 million, 15.4%) collections. FYTD SUT revenues of \$11.63 billion surpass the estimate by \$352.3 million (3.1%).

Inheritance tax collections for May were \$29.2 million (27.4%) higher than the estimate. All other tax revenue sources combined climbed \$8.0 million above estimate for May, mostly due to cigarette (+\$8.4 million), realty transfer (+\$6.8 million) and financial institutions (+\$6.0 million) revenues. The overage was partially offset due to the clearing of revenue received in April from accelerated deposits in May (-\$20.6 million) and a shortfall in gross receipts (-\$4.3 million) tax collections.

Non-tax revenues totaled \$57.7 million and were \$7.1 million (14.1%) higher than anticipated due to licenses and fees (+\$16.7 million) and other miscellaneous (+\$6.5 million) collections. Escheats revenues partially offset that surplus (-\$16.6 million). FYTD non-tax revenues exceed estimate by \$45.4 million (4.3%).

FY 2020-21 Revenue Performance Through May

	May Collections			Fiscal Year Collections		
	<u>Actual</u>	<u>Estimate</u>	<u>\$ Diff</u>	<u>Actual</u>	<u>Estimate</u>	<u>\$ Diff</u>
General Fund	\$3,947.3	\$2,617.8	\$1,329.5	\$36,623.6	\$35,019.7	\$1,603.9
Corporate Net Income	417.5	260.0	157.5	3,712.2	3,274.2	438.0
SUT - Non-Motor	995.1	900.2	94.9	9,967.6	9,723.6	244.0
SUT - Motor Vehicle	160.0	138.6	21.4	1,666.0	1,557.7	108.3
PIT - Withholding	850.9	835.3	15.6	9,848.2	9,840.5	7.7
PIT - Non-Withholding	1,069.5	73.7	995.8	5,004.2	4,589.9	414.3
Cigarette	95.3	86.9	8.4	872.3	841.5	30.8
Inheritance	136.0	106.8	29.2	1,244.7	1,076.6	168.1
Other Taxes	165.2	165.7	-0.5	3,199.1	3,051.7	147.4
Non-Tax	57.7	50.6	7.1	1,109.4	1,064.0	45.4

Dollar amounts in millions. Estimate refers to the IFO's revised Official Estimate published in January 2021 and the associated monthly distributions published in February 2021.

GENERAL FUND REVENUES SUMMARY

Revenue Source	May 2021	May 2020	FYTD 2020-21	FYTD 2019-20	Monthly Growth	FYTD Growth
Total General Fund	\$3,947.3	\$2,105.6	\$36,623.6	\$29,601.0	87.5%	23.7%
Total Tax Revenue	3,889.5	2,053.7	35,514.2	28,971.6	89.4	22.6
Total Corporation Taxes	430.1	145.6	5,619.3	4,440.3	195.3	26.6
Accelerated Deposits	(20.6)	(0.5)	7.1	3.1	n.a.	n.a.
Corporate Net Income	417.5	118.9	3,712.2	2,437.6	251.3	52.3
Gross Receipts	(2.7)	(3.0)	987.7	1,101.6	10.4	-10.3
Utility Property	28.0	28.4	40.0	37.8	-1.6	5.8
Insurance Premium	1.3	1.1	457.9	471.9	17.9	-3.0
Financial Institution	6.7	0.7	414.2	388.2	847.9	6.7
Total Consumption Taxes	1,300.2	822.4	13,031.2	11,151.1	58.1	16.9
Sales and Use - Total	1,155.1	699.1	11,633.6	9,843.6	65.2	18.2
Non-Motor	995.1	648.5	9,967.6	8,636.7	53.4	15.4
Motor Vehicle	160.0	50.6	1,666.0	1,206.9	216.0	38.0
Cigarette	95.3	85.9	872.3	833.2	11.0	4.7
Other Tobacco Products	12.0	9.9	123.2	116.7	21.0	5.6
Malt Beverage	2.2	2.1	21.2	21.0	2.2	1.2
Liquor	35.7	25.4	381.0	336.7	40.7	13.2
Total Other Taxes	2,159.1	1,085.7	16,863.7	13,380.1	98.9	26.0
Personal Income - Total	1,920.3	947.2	14,852.4	11,818.6	102.7	25.7
Withholding	850.9	752.3	9,848.2	9,786.5	13.1	0.6
Quarterly	101.8	38.7	2,183.9	1,378.5	162.9	58.4
Annual	967.7	156.1	2,820.3	653.6	519.7	331.5
Realty Transfer	56.9	33.0	575.1	464.7	72.5	23.8
Inheritance	136.0	69.1	1,244.7	1,001.9	96.7	24.2
Gaming	21.1	4.0	217.1	138.3	422.4	57.0
Minor and Repealed	24.8	32.3	(25.5)	(43.3)	-23.4	41.1
Total Non-Tax Revenue	57.7	51.9	1,109.4	629.5	11.3	76.2
State Store Fund Transfers	0.0	0.0	142.6	185.1	n.a.	-23.0
Lic., Fees & Misc.	49.9	45.9	900.8	369.2	8.7	144.0
Licenses and Fees	26.6	10.4	180.7	130.8	156.1	38.1
Miscellaneous	23.3	35.5	720.2	238.4	-34.4	202.1
Treasury	1.3	1.0	9.0	25.5	24.5	-64.8
Escheats	15.7	31.6	233.9	183.3	-50.2	27.6
Other Miscellaneous	6.3	2.9	477.3	29.6	119.1	n.a.
Fines, Penalties & Interest	7.9	6.0	66.0	75.2	31.1	-12.2

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