



# MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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## Revised General Revenue Collections for February 2019 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for February 2019 were \$3.1 M (0.1%) under the estimates adopted by the General Revenue Estimating Conference (GR REC) on December 18, 2018.

After making adjustments to total Sales Tax collections for local taxes and distributions, audits, bad checks, and transfers to Sales Tax from the Communications Services Tax (CST), Sales Tax GR was \$22.3 M (1.1%) under estimate for the month. Final Sales Tax Liability, the sum of all sales tax components (detailed below), was under estimate for the month by \$16.0 M (0.7%).

Three of the six Sales Tax components were under estimate for the month of February: Automobiles (under by \$21.9 M or 5.6%); Other Durables (under by \$8.8 M or 6.2%); and Consumer Nondurables (under by \$2.4 M or 0.4%). Two components were over estimate for the month, including Business (over by \$11.5 M or 2.6%) and Building (over by \$5.7 M or 3.9%). The Tourism component was very close to the estimate for the month (under by just \$0.1 M or 0.02%). Note that this Sales Tax report largely reflects activity that occurred in January.

In addition to Sales Tax GR, seven other sources that support GR were under estimate for the month of February, with the largest reported shortfall in Corporate Income Tax. This source was under estimate by \$30.1 M for the month because of a correcting adjustment related to approximately \$38.6 M that was identified as Corporate Income Tax receipts in December, but should have been recorded as Sales Tax. While the correcting adjustment was made to Sales Tax in January, the corresponding reduction to Corporate Income Tax occurred in February. Without this adjustment, Corporate Income Tax receipts for the month of February would have been over estimate by approximately \$8.5 M. This source now has a year-to-date actual surplus of \$65.9 M. Indian Gaming receipts were under estimate for the month by \$9.7 M (22.0%) because of a lower than expected true-up payment. The other sources that were under estimate for the month include Documentary Stamp Tax GR (under by \$17.2 M or 29.5%); Highway Safety Fees (under by \$5.2 M or 13.3%); GR Service Charges (under by \$4.0 M or 14.6%); Intangibles Taxes (under by \$0.9 M or 3.7%); and Counties' Medicaid Share (under by \$0.8 M or 3.2%).

There were nine sources that were over estimate for the month of February, with the largest overage in Article V Fees and Transfers (over by \$25.3 M). The overage is primarily related to timing of the transfer from the Clerks of the Court Trust Fund, which occurred in February rather than in January as had been expected. Corporate Filing Fees were also over estimate for the month by \$15.1 M as a result of timing. The other sources that were over estimate for the month include Insurance Taxes-Surplus Lines (over by \$8.6 M or 26.2%); Beverage Taxes (over by \$5.2 M or 33.3%); Earnings on Investments (over by \$1.1 M or 7.7%); Other Taxes, Licenses, and Fees (over by \$0.7 M or 34.9%); Tobacco Tax (over by \$0.4 M or 2.6%); Other Nonoperating Revenues (over by \$0.4 M or 5.7%); and Parimutuel Taxes (over by 0.2 M or 26.4%). Severance Taxes matched the estimate of \$0.1 M for the month.

Refunds were significantly under estimate for the month of February (under by \$30.3 M or 55.9%). Three of the components were under estimate as follows: Corporate Income Tax (under by \$23.0 M); Sales Tax (under by \$7.5 M); and Other (under by \$0.1 M). In contrast, Insurance Premium Tax refunds were slightly higher than expected (over by \$0.3 M). Because refunds reduce revenue, coming in under the estimate in Refunds increases the bottom-line Net GR.

In summary, Net GR collections for February were \$3.1 M under estimate for the month. The figures in the table below show the variance from monthly estimates that are based on the results of the estimating conference held December 18, 2018. Details of the estimates can be found at <http://edr.state.fl.us/Content>. Figures for March and subsequent months will reflect the estimates adopted on March 14, 2019. Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Month	December	January	February
Monthly Overage (millions)	78.7	69.0	(3.1)
Year to Date Overage (millions - cumulative)	81.5	150.5*	147.5
Percent of Monthly Estimate Collected	102.8%	102.4%	99.9%
Percent of Total Year Estimate Collected	47.6%	56.5%*	63.9%

\*Overstated by \$38.6 million due to a mistaken deposit into Corporate Income Tax.

FEBRUARY 2019 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE DECEMBER 2018 REVENUE ESTIMATING CONFERENCE								
	MONTH			FISCAL YEAR TO DATE				
	ACTUAL CURRENT MONTH	ESTIMATE CURRENT MONTH	OVER/ UNDER ESTIMATE	ACTUAL CURRENT YEAR	ESTIMATE CURRENT YEAR	OVER/ UNDER ESTIMATE	PRIOR YEAR ACTUAL	PERCENT INCREASE/ DECREASE
SALES TAX COLLECTIONS	2,034.7	2,057.0	(22.3)	16,622.1	16,581.1	41.0	15,730.8	5.7%
CORPORATE INCOME TAX	21.3	51.4	(30.1)	1,425.2	1,359.3	65.9	1,120.5	27.2%
DOCUMENTARY STAMP TAX	41.1	58.3	(17.2)	596.4	610.5	(14.2)	565.0	5.5%
INSURANCE TAXES	41.3	32.7	8.6	344.2	338.7	5.6	306.2	12.4%
HIGHWAY SAFETY FEES	33.7	38.9	(5.2)	349.9	347.5	2.4	340.3	2.8%
SERVICE CHARGES	23.6	27.6	(4.0)	324.5	330.6	(6.2)	314.7	3.1%
INTANGIBLES TAXES	24.9	25.8	(0.9)	251.8	251.6	0.2	242.3	3.9%
CORPORATE FILING FEES	63.0	47.9	15.1	160.9	164.9	(4.0)	157.4	2.2%
INDIAN GAMING	34.5	44.2	(9.7)	219.0	228.7	(9.7)	202.4	8.2%
COUNTIES' MEDICAID SHARE	24.1	24.9	(0.8)	193.6	198.7	(5.1)	197.8	-2.2%
BEVERAGE TAXES	20.8	15.6	5.2	173.2	162.8	10.4	171.0	1.3%
TOBACCO TAX	16.0	15.6	0.4	109.3	110.7	(1.5)	111.9	-2.3%
EARNINGS ON INVESTMENTS	15.2	14.1	1.1	124.6	116.6	8.0	90.9	37.0%
OTHER NONOPERATING REVENUES	8.2	7.8	0.4	137.3	113.3	24.0	99.8	37.6%
ARTICLE V FEES AND TRANSFERS	33.6	8.3	25.3	95.2	94.4	0.8	66.2	43.7%
OTHER TAXES LICENSES AND FEES	2.6	1.9	0.7	25.7	25.1	0.6	24.6	4.4%
PARIMUTUEL TAXES	0.8	0.6	0.2	10.6	11.7	(1.1)	11.3	-6.4%
SEVERANCE TAXES	0.1	0.1	0.0	9.0	8.9	0.1	7.8	14.7%
TOTAL REVENUE	2,439.3	2,472.7	(33.4)	21,172.3	21,055.0	117.3	19,760.9	7.1%
LESS REFUNDS	23.9	54.2	(30.3)	274.1	304.2	(30.1)	264.5	3.6%
NET REVENUE	2,415.4	2,418.5	(3.1)	20,898.2	20,750.8	147.5	19,496.4	7.2%