



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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

General Revenue (GR) collections for July 2019 were \$93.7 M (3.6%) over the estimates adopted by the General Revenue Estimating Conference (GR REC) in March 2019, as adjusted for law changes occurring during the 2019 Regular Session. The majority of the overage (65.6%) is related to Corporate Income Tax and is expected to be addressed by future refunds and the rate reduction pursuant to legislation passed during the 2018 and 2019 Sessions. Excluding Corporate Income Tax, collections for the month were \$32.2 M (1.2%) over estimate for the month.

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 \$23.8 M (1.1%) over estimate. Final Sales Tax Liability, the sum of all sales tax components (detailed below), was over estimate for the month by \$9.9 M (0.4%).

Four of the six Sales Tax components were over estimate for the month as follows: Automobiles (over by \$15.4 M or 4.1%); Building (over by \$7.6 M or 5.4%); Other Durables (over by \$7.0 M or 5.3%); and Business (over by \$4.8 M or 1.0%). In contrast, the Consumer Nondurables and Tourism components were under estimate by \$14.2 M (2.1%) and \$10.8 M (2.0%), respectively. Note that this Sales Tax report largely reflects activity that occurred in June.

In addition to Sales Tax, there were seven other sources that were over estimate for the month of July, with the largest surplus in Corporate Income Tax (over by \$61.5 M or 103.8%). Insurance Taxes were over estimate by \$42.6 M (200.1%), primarily because \$38.0 M of Insurance Premium Tax revenue that should have been transferred to GR in June was delayed until July due to an administrative issue. Other sources that were over estimate for the month include Earnings on Investments (over by \$10.2 M or 49.3%); Intangibles Taxes (over by \$8.2 M or 22.0%); Other Nonoperating Revenues (over \$4.9 M or 30.6%); Corporate Filing Fees (over by \$0.2 M or 1.6%); and Other Taxes, Licenses, and Fees (over by \$0.1 M or 3.8%). Pari-mutuel Taxes matched the \$0.7 M estimate for the month.

Nine sources were under estimate for the month of July. The largest shortfall was in Indian Gaming receipts (under estimate by \$19.5 M) as the Tribe ceased making payments after its April 2019 payment. Tobacco Tax, GR Service Charges, Highway Safety Fees, and Beverage Taxes were under estimate by \$1.6 M (37.1%), \$6.9 M (10.6%), \$8.8 M or (16.1%), and \$19.0 M (46.4%), respectively, primarily because of a delay in transfers from agency trust funds to GR. These revenues are expected to be received in August. Other sources that were under estimate for the month include Documentary Stamp Tax GR (under by \$6.0 M or 5.0%); Severance Taxes (under by \$0.2 M or 8.5%); Article V Fees (under by \$0.7 M or 7.4%); and Counties' Medicaid Share (under by \$0.3 M or 1.2%).

Refunds were \$5.0 M (10.3%) under estimate for July. Refunds of Sales Tax and Insurance Premium Tax Refunds and were under estimate by \$0.7 M and \$13.6 M, respectively, whereas Corporate Income Tax and Other Refunds were over estimate by \$9.2 M and \$0.1 M, respectively. Because refunds reduce revenue, coming in under the estimate in Refunds increases the bottom-line Net GR.

In summary, Net GR collections for July were \$93.7 M over estimate for the month. The figures for July in the table below show the variance from monthly estimates that are based on the results of the estimating conference held March 14, 2019. Figures for August and subsequent months will reflect the August 14, 2019, estimating conference. Details of the estimates can be found at <http://edr.state.fl.us/Content>. Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Month	July	August	September	October	November
Monthly Overage (millions)	93.7				
Year to Date Overage (millions - cumulative)	93.7				
Percent of Monthly Estimate Collected	103.6%				
Percent of Total Year Estimate Collected	8.3%				

JULY 2019 GENERAL REVENUE COLLECTIONS (\$ MILLIONS)								
BASED ON THE MARCH 2019 REVENUE ESTIMATING CONFERENCE (adjusted for Legislative changes)								
	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	2,145.8	2,122.0	23.8	2,145.8	2,122.0	23.8	2,090.5	2.6%
CORPORATE INCOME TAX	120.8	59.3	61.5	120.8	59.3	61.5	91.7	31.8%
DOCUMENTARY STAMP TAX	113.9	119.9	(6.0)	113.9	119.9	(6.0)	105.3	8.2%
INSURANCE TAXES	63.9	21.3	42.6	63.9	21.3	42.6	41.8	52.7%
HIGHWAY SAFETY FEES	45.8	54.6	(8.8)	45.8	54.6	(8.8)	53.5	-14.4%
SERVICE CHARGES	57.8	64.7	(6.9)	57.8	64.7	(6.9)	62.2	-6.9%
INTANGIBLES TAXES	45.3	37.1	8.2	45.3	37.1	8.2	35.4	27.8%
CORPORATE FILING FEES	12.4	12.2	0.2	12.4	12.2	0.2	17.3	-28.0%
INDIAN GAMING	0.0	19.5	(19.5)	0.0	19.5	(19.5)	19.5	-100.0%
COUNTIES' MEDICAID SHARE	24.9	25.2	(0.3)	24.9	25.2	(0.3)	24.2	2.8%
BEVERAGE TAXES	22.0	41.0	(19.0)	22.0	41.0	(19.0)	38.4	-42.7%
TOBACCO TAX	2.6	4.2	(1.6)	2.6	4.2	(1.6)	3.2	-16.8%
EARNINGS ON INVESTMENTS	30.9	20.7	10.2	30.9	20.7	10.2	16.7	84.8%
OTHER NONOPERATING REVENUES	21.1	16.2	4.9	21.1	16.2	4.9	25.0	-15.5%
ARTICLE V FEES AND TRANSFERS	8.1	8.8	(0.7)	8.1	8.8	(0.7)	9.7	-16.1%
OTHER TAXES LICENSES AND FEES	3.5	3.4	0.1	3.5	3.4	0.1	3.9	-8.6%
PARIMUTUEL TAXES	0.7	0.7	(0.0)	0.7	0.7	(0.0)	0.7	-1.7%
SEVERANCE TAXES	2.4	2.6	(0.2)	2.4	2.6	(0.2)	2.7	-13.3%
TOTAL REVENUE	2,722.1	2,633.4	88.7	2,722.1	2,633.4	88.7	2,641.7	3.0%
LESS REFUNDS	43.9	48.9	(5.0)	43.9	48.9	(5.0)	35.0	25.5%
NET REVENUE	2,678.2	2,584.5	93.7	2,678.2	2,584.5	93.7	2,606.7	2.7%