



MONTHLY REVENUE REPORT

Office of Economic &
Demographic Research

Volume 43, Number 3
September 2022

Revised General Revenue Collections for September 2022 (Sales Tax Data Reported is Unaudited)

General Revenue collections for September 2022 showed a gain of \$471.2 million (13.1 percent) over the forecast assumptions made by the General Revenue Estimating Conference (GR REC) in August 2022. Almost 98 percent of the total gain came from two sources: 64.0 percent from Sales Tax and 33.5 percent from Corporate Income Tax.

After adjusting total Sales Tax collections for local taxes and distributions, audits, bad checks and transfers to Sales Tax from the Communications Services Tax, Sales Tax GR was \$301.4 million (12.3 percent) over estimate for the month. September collections reflect activity that largely occurred in August and was unaffected by Hurricane Ian. Prior to the hurricane's landfall on September 28, almost all of the month's Sales Tax (98.5 percent) had been sent to the state. The overage, instead, reflected the continued reliance on savings to support personal consumption and first-round inflationary effects. After increasing to a historic peak rate of 33.7 percent in April 2020 from the 7.9 percent for the entire 2018-19 fiscal year, the most recent personal income data indicated that personal saving rate continues to be subpar. September dropped from a revised August rate of 3.4 percent to 3.1 percent. It is also notable that the Consumer Price Index for the all items index increased 8.2 percent for the 12 months ending September—very similar to the 8.3 percent increase for the period ending August. The immediate response to inflation is an increase in sales tax collections that reflects the higher prices. Persistent inflation conditions, however, ultimately suppress collections as consumers begin to spend more money on non-taxable necessities like food and healthcare. In this regard, prices for food at home increased by 13.0 percent in September, only slightly down from the 13.5 percent in August.

All six sales tax components were over estimate for the month.

- Consumer Nondurables...gaining \$101.3 million (13.0 percent) to the estimate for the month.
- Tourism...gaining \$11.3 million (1.9 percent) to the estimate for the month.
- Automobiles...gaining \$52.5 million (9.5 percent) to the estimate for the month.
- Other Durables...gaining \$16.5 million (11.1 percent) to the estimate for the month.
- Building...gaining \$48.6 million (28.6 percent) to the estimate for the month.
- Business...gaining \$97.1 million (17.8 percent) to the estimate for the month.

Along with Sales Tax GR, ten of the 17 active revenue sources were also positive to their latest projections for the month.

- Corporate Income Tax...gaining \$157.7 million (19.7 percent) during the month.
- Documentary Stamp Tax...gaining \$21.4 million (17.1 percent) during the month. The overage in the September distribution is odd, especially when compared to the loss in total collections. This resulted from a timing misalignment at the end of August.
- Other Nonoperating Revenues...gaining \$7.2 million (69.9 percent) during the month from cancelled warrants that were larger than anticipated.
- Intangibles Taxes...gaining \$6.1 million (14.4 percent) during the month.
- Service Charges...gaining \$2.5 million (7.8 percent) during the month.
- Corporate Filing Fees...gaining \$1.3 million (6.6 percent) during the month.
- Highway Safety Fees...gaining \$1.1 million (4.1 percent).
- Article V Fees and Transfers...gaining \$0.7 million (8.5 percent) during the month.
- Severance Taxes...gaining \$0.1 million (100.0 percent) during the month.
- Pari-mutuel Taxes...gaining \$0.1 million (12.5 percent) during the month.

Together, these sources generated a total gain of \$198.2 million for the month.

Five revenue sources came in negative for the month.

- Earnings on Investments...losing \$-17.6 million (-95.1 percent) during the month. Rather than a true market loss, this reflects a failure to deposit all of the available earnings for the month.
- Beverage Taxes...losing \$-10.3 million (-32.7 percent) during the month; \$10 million is a timing issue to be resolved in October.
- Other Taxes, Licenses and Fees...losing \$-0.8 million (-25.0 percent) during the month.



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- Tobacco Tax...losing \$-0.7 million (-5.6 percent) during the month.
- Counties' Medicaid Share...losing \$-0.3 million (-1.3 percent) during the month.

Together, these sources generated a total loss of \$-29.7 million for the month.

One revenue source was on estimate for the month—Insurance Taxes (\$2.0 million).

Finally, coming in lower than the estimate for Refunds adds to the General Revenue Fund. For the month, Refunds were \$-1.4 million under the estimate.

Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Month	August	September	October	November	December
Monthly Overage (millions)	20.4	471.2			
Year to Date Overage (millions - cumulative)	38.7	509.9			
Percent of Monthly Estimate Collected	100.6%	113.1%			
Percent of Total Year Estimate Collected	16.1%	25.8%			

AUGUST 2022 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE AUGUST 2022 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	2,758.0	2,456.6	301.4	8,534.9	8,255.9	279.0	7,315.0	16.7%
CORPORATE INCOME TAX	958.4	800.7	157.7	1,123.0	968.2	154.8	872.7	28.7%
DOCUMENTARY STAMP TAX	146.2	124.8	21.4	358.1	338.5	19.6	370.2	-3.3%
INSURANCE TAXES	2.0	2.0	0.0	233.5	204.6	28.9	132.4	76.3%
SERVICE CHARGES	34.4	31.9	2.5	151.0	151.3	(0.3)	154.1	-2.0%
CORPORATE FILING FEES	21.1	19.8	1.3	58.3	55.3	3.0	53.3	9.4%
INTANGIBLES TAXES	48.6	42.5	6.1	173.2	161.5	11.7	209.4	-17.3%
HIGHWAY SAFETY FEES	28.1	27.0	1.1	106.1	102.6	3.6	118.4	-10.4%
BEVERAGE TAXES	21.2	31.5	(10.3)	71.4	87.9	(16.5)	97.3	-26.6%
COUNTIES' MEDICAID SHARE	23.7	24.0	(0.3)	69.8	69.9	(0.1)	74.7	-6.5%
EARNINGS ON INVESTMENTS	0.9	18.5	(17.6)	47.1	52.1	(5.0)	53.0	-11.1%
TOBACCO TAX	11.7	12.4	(0.7)	30.0	31.3	(1.3)	33.8	-11.3%
OTHER NONOPERATING REVENUES	17.5	10.3	7.2	60.7	39.1	21.7	33.3	82.2%
ARTICLE V FEES AND TRANSFERS	8.9	8.2	0.7	24.7	24.3	0.4	20.9	18.0%
OTHER TAXES LICENSES AND FEES	2.4	3.2	(0.8)	8.7	10.0	(1.3)	10.2	-15.2%
SEVERANCE TAXES	0.2	0.1	0.1	2.5	2.2	0.3	2.0	23.6%
PARIMUTUEL TAXES	0.9	0.8	0.1	2.5	2.5	0.0	7.3	-65.3%
INDIAN GAMING	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
TOTAL REVENUE	4,084.1	3,614.3	469.8	11,055.6	10,556.9	498.6	9,558.0	15.7%
LESS REFUNDS	17.6	19.0	(1.4)	224.6	235.8	(11.3)	108.3	107.4%
NET REVENUE	4,066.5	3,595.3	471.2	10,831.0	10,321.1	509.9	9,449.8	14.6%