



MONTHLY REVENUE REPORT

Office of Economic &
Demographic Research

Volume 42, Number 12
June 2022

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

General Revenue collections for June 2022 were \$978.7 million (27.6 percent) over the new estimates adopted by the General Revenue Estimating Conference (GR REC) on January 21, 2022. For Fiscal Year 2021-22, GR collections were \$3,845.9 (9.6 percent) over estimate for the year.

Slightly more than 70 percent of the total gain for June came from Sales Tax GR. 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, Sales Tax GR was \$693.0 million (30.7 percent) over estimate for the month and \$2,648.9 million (8.4 percent) over the annual estimate. June collections reflect activity that largely occurred in May. 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 dropped from the revised May rate of 5.5 percent to 5.1 percent in June. It is also notable that the Consumer Price Index for the all items index increased 9.1 percent for the 12 months ending June—higher than the 8.6 percent figure for the period ending in May. 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 12.2 percent in June, the largest 12-month percentage increase since the period ending April 1979.

The year-end result for the six sales tax components were as follows:

- Consumer Nondurables...gaining \$792.4 million (26.0 percent) to the estimate for the year.
- Tourism...gaining \$297.1 million (32.6 percent) to the estimate for the year.
- Automobiles...gaining \$659.7 million (26.7 percent) to the estimate for the year.
- Other Durables...gaining \$113.6 million (26.8 percent) to the estimate for the year.
- Building...gaining \$254.8 million (35.8 percent) to the estimate for the year.
- Business...gaining \$584.1 million (41.5 percent) to the estimate for the year.

In addition to Sales Tax GR, ten of 17 revenue sources were also positive to their latest projections for the month and the year.

- Corporate Income Tax...gaining \$267.2 million (44.3 percent) during the month and \$433.8 million (13.0 percent) for the year as activity was stronger than expected.
- Documentary Stamp Tax GR...gaining \$45.4 million (21.2 percent) during the month and \$438.4 million (27.1 percent) for the year as collections continued to benefit from sales that closed, but originated in prior months. Note that the Documentary Stamp Tax GR totals are understated by \$17.6 million for both June and the year because of an administrative issue, which will be corrected in the following fiscal year.
- Intangibles Taxes...gaining \$23.0 million (48.1 percent) during the month and \$155.3 million (22.4 percent) for the year.
- Service Charges...gaining \$10.2 million (24.0 percent) during the month and \$58.3 million (10.1 percent) for the year, primarily related to the overage in Documentary Stamp Tax collections.
- Other Nonoperating Revenues...gaining \$5.7 million (51.8 percent) during the month and \$3.3 million (2.4 percent) for the year.
- Medicaid Counties' Share...gaining \$2.5 million (10.5 percent) during the month and \$4.0 million (1.4 percent) for the year.
- Corporate Filing Fees...gaining \$1.1 million (5.6 percent) during the month \$37.9 million (7.7 percent) for the year.
- Severance Taxes...gaining \$0.2 million (200.0 percent) for the month and \$0.5 million (5.3 percent) for the year.
- Other Taxes, Licenses and Fees...gaining of \$0.1 million (2.1 percent) during the month and \$10.7 million (25.2 percent) for the year, as a result of unanticipated collection processing fees.
- Parimutuel Taxes...gaining \$0.1 million (14.3 percent) during the month and \$0.8 million (5.8 percent) for the year.

Together, these sources generated a total gain of \$355.4 million for the month and \$1,143.1 million for the year.

Tobacco Tax was positive to its latest projection for the month (\$0.4 million; 1.9 percent), but negative for the year (\$-0.3 million; -0.2 percent).

Three revenue sources were negative to their latest projections for the month, but positive to their estimates for the year.

- Insurance Taxes...losing \$-29.7 million during the month (-15.1 percent) during the month, but gaining \$64.6 million (5.5 percent) for the year. Note that Insurance Taxes are understated by \$51 million for both June and the year because of an administrative issue, which will be corrected in the following fiscal year.
- Highway Safety Fees...losing \$-7.8 million (-17.0 percent) during the month, but gaining \$24.6 million (6.0 percent) for the year.
- Beverage Taxes...losing \$-5.1 million (-9.9 percent) during the month, but gaining \$13.5 million (4.0 percent) for the year.

Together these sources generated a total loss of \$-42.6 million for the month, but a total gain of \$102.7 million for the year.

Three revenue sources were negative to their latest projections for the month and the year.

- Earnings on Investments...losing \$-25.6 million (-155.2 percent) during the month and \$-68.2 million (-27.3 percent) for the year, primarily as a result of portfolio adjustments and administrative process changes.
- Article V Fees and Transfers...losing \$-1.9 million (-19.4 percent) during the month and \$-11.3 million (-10.1 percent) for the year, resulting from lower than expected activity across the judicial system.



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- Indian Gaming...losing \$-37.5 million (-100.0 percent) during the month and \$-150.0 million (\$-44.4 percent) for the year. While the Seminole Tribe of Florida had previously elected to continue revenue sharing with the State of Florida after the U.S. District Court for the District of Columbia set aside federal approval of the 2021 Compact on November 22, 2021, the Tribe discontinued those payments in March. It is currently unknown when or if they will resume into state accounts.

Together, these sources generated a total loss of \$-64.9 million for the month and \$-229.5 million for the year.

It is important to note that a technical adjustment in the process for recording year-end collections from Corporate Income Tax, Documentary Stamp Tax, and Communication Services Tax has resulted in the shift of \$0.8 million to next fiscal year.

Finally, coming in lower than the estimate for regular Refunds adds to the General Revenue Fund. Refunds were \$-37.4 million below estimate for the month and \$-181.0 million for the year.

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

Month	January	February	March	April	May	June
Monthly Overage (millions)	199.7	475.7	626.0	824.1	741.8	978.7
Year to Date Overage (millions - cumulative)	199.6	675.3	1,301.3	2,125.4	2,867.2	3,845.9
Percent of Monthly Estimate Collected	105.2%	116.4%	121.5%	123.0%	121.0%	127.6%
Percent of Total Year Estimate Collected	59.5%	67.9%	76.7%	87.7%	98.3%	109.6%

JUNE 2022 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE JANUARY 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	2,948.6	2,255.6	693.0	34,039.7	31,390.8	2,648.9	27,158.1	25.3%
CORPORATE INCOME TAX	870.3	603.1	267.2	3,761.6	3,327.8	433.8	3,395.6	10.8%
DOCUMENTARY STAMP TAX	259.1	213.8	45.4	2,054.2	1,615.8	438.4	1,432.5	43.4%
INSURANCE TAXES	167.5	197.2	(29.7)	1,230.7	1,166.1	64.6	1,095.1	12.4%
INTANGIBLES TAXES	70.7	47.8	23.0	848.0	692.7	155.3	701.6	20.9%
SERVICE CHARGES	52.7	42.5	10.2	633.6	575.3	58.3	537.3	17.9%
CORPORATE FILING FEES	20.6	19.6	1.1	527.8	489.9	37.9	535.9	-1.5%
HIGHWAY SAFETY FEES	38.1	45.9	(7.8)	437.9	413.3	24.6	456.8	-4.1%
BEVERAGE TAXES	46.3	51.3	(5.1)	352.4	338.9	13.5	333.9	5.5%
INDIAN GAMING	0.0	37.5	(37.5)	187.5	337.5	(150.0)	0.0	100.0%
COUNTIES' MEDICAID SHARE	26.4	23.9	2.5	295.2	291.2	4.0	304.0	-2.9%
EARNINGS ON INVESTMENTS	-9.1	16.5	(25.6)	181.8	250.0	(68.2)	342.9	-47.0%
TOBACCO TAX	21.3	20.9	0.4	157.1	157.4	(0.3)	172.6	-9.0%
OTHER NONOPERATING REVENUES	16.7	11.0	5.7	142.8	139.5	3.3	193.9	-26.3%
ARTICLE V FEES AND TRANSFERS	7.9	9.8	(1.9)	100.9	112.2	(11.3)	77.2	30.6%
OTHER TAXES LICENSES AND FEES	4.8	4.7	0.1	53.2	42.5	10.7	47.4	12.3%
PARIMUTUEL TAXES	0.8	0.7	0.1	14.6	13.8	0.8	17.2	-14.9%
SEVERANCE TAXES	0.4	0.1	0.2	9.9	9.4	0.5	9.9	-0.2%
TOTAL REVENUE	4,543.0	3,601.7	941.3	45,029.0	41,364.1	3,664.9	36,811.8	22.3%
LESS REFUNDS	13.8	51.2	(37.4)	993.3	1,174.3	(181.0)	530.8	87.1%
NET REVENUE	4,529.2	3,550.6	978.7	44,035.7	40,189.8	3,845.9	36,280.9	21.4%