



# MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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## Revised General Revenue Collections for August 2016 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for August 2016 were \$34.8 M (1.6%) over the estimates adopted by the General Revenue Estimating Conference (GR REC) on August 15, 2016.

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 \$21.8 M (1.2%) over estimate. Final Sales Tax Liability, the sum of all sales tax components (detailed below), was over estimate by a total of \$5.5 M or 0.3%.

Three of the six Sales Tax components were over estimate for the month as follows: Consumer Nondurables (over by \$12.7 M or 2.3%), Tourism (over by \$6.9 M or 1.5%), and Automobiles (over by \$2.9 M or 0.8%). The other three components were under estimate as follows: Business (under by \$11.0 M or 2.9%), Building (under by \$3.7 M or 3.0%), and Other Durables (under by \$2.3 M or 1.8%). Note that this Sales Tax report largely reflects activity that occurred in July.

Of the other sources coming in over estimate for August, the largest was Earnings on Investments (over by \$8.0 M) due to investment gains. Beverage Taxes were over estimate by \$7.5 M primarily because scholarship credits were lower than expected. Insurance Taxes were over estimate by \$6.7 M. Although Surplus Lines revenue was under estimate by \$1.3 M, this shortfall was offset by a true-up distribution of \$8.0 M from Insurance Premium Tax that was unknown at the time the monthly estimates were adopted. Other sources that were over estimate for the month include Highway Safety Fees (over by \$3.9 M), Corporate Filing Fees (over by \$2.5 M), Intangibles Taxes (over by \$0.4 M), and Counties' Medicaid Share (over by \$0.3 M), Other Nonoperating Revenues (over by \$0.2 M), and Parimutuel Taxes (over by \$0.1 M). Severance Taxes and Indian Gaming revenues matched their estimates for the month of \$0.1 M and \$12.4 M, respectively.

Throughout the last payment year, the Tribe made equal revenue share payments each month and generated a large true-up payment in the summer. The Funds received in excess of the adopted forecast are being effectively held in reserve by the State until the resolution of the current legal dispute regarding the operation of banked card games. Therefore, the portions of the August monthly payment and the true-up payment (approximately \$61.9 M combined) associated with banked card games are not included in the reported collections. This special treatment started in August 2015, and the total payments being accounted for separately now equal \$124.6 M.

Six revenue sources were under estimate for August, with the largest shortfalls in Documentary Stamp Tax GR (under by \$9.2 M) and Corporate Income Tax (under by \$8.2 M). Service Charges were under estimate by \$2.1 M primarily because of Documentary Stamp Tax Service Charges (under by \$1.5 M) as well as a shortfall of approximately \$0.5 M due to the timing of agency payments. Other sources that were under estimate for the month include Article V Fees (under by \$0.9 M), Tobacco Tax (under by \$0.5 M), and Other Taxes, Licenses, and Fees (under by \$0.1 M).

Refunds were \$4.5 M under estimate for the month. Corporate Income Tax and Insurance Premium Tax refunds were under estimate by \$6.2 M and \$0.5 M, respectively. In contrast, Sales Tax refunds were \$2.1 M over the estimate. Because refunds reduce revenue, coming in under the estimate in Refunds increases the bottom-line Net GR.

In summary, Net GR collections for August were \$34.8 M over estimate for the month. The figures for August in the table below show the variance from monthly estimates that are based on the results of the August 15, 2016, 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.

### Actual General Revenue Collections Compared to the August 15, 2016 Estimates

Month	August	September	October	November
Monthly Overage (millions)	34.8			
Year to Date Overage (millions - cumulative)	38.5			
Percent of Monthly Estimate Collected	101.6%			
Percent of Total Year Estimate Collected	15.0%			

### AUGUST 2016 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE AUGUST 2016 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	1,813.0	1,791.2	21.8	3,704.4	3,679.0	25.4	3,541.2	4.6%
CORPORATE INCOME TAX	27.8	36.0	(8.2)	73.8	82.0	(8.2)	95.0	-22.3%
DOCUMENTARY STAMP TAX	64.0	73.2	(9.2)	122.9	132.1	(9.2)	139.3	-11.7%
INSURANCE TAXES	46.3	39.6	6.7	65.4	58.8	6.7	77.5	-15.5%
HIGHWAY SAFETY FEES	29.5	25.6	3.9	88.3	84.4	3.9	61.8	42.8%
SERVICE CHARGES	30.8	32.9	(2.1)	88.8	90.9	(2.1)	87.8	1.2%
INTANGIBLES TAXES	36.2	35.8	0.4	67.7	67.2	0.4	57.3	18.0%
CORPORATE FILING FEES	9.8	7.3	2.5	20.5	17.9	2.5	15.0	36.6%
COUNTIES' MEDICAID SHARE	25.7	25.4	0.3	50.2	49.9	0.3	53.0	-5.2%
BEVERAGE TAXES	17.8	10.3	7.5	57.9	50.4	7.5	64.3	-10.0%
TOBACCO TAX	16.2	16.7	(0.5)	19.3	19.8	(0.5)	19.6	-1.6%
OTHER NONOPERATING REVENUES	8.4	8.2	0.2	28.0	27.8	0.2	28.6	-2.1%
ARTICLE V FEES AND TRANSFERS	10.4	11.3	(0.9)	21.5	22.4	(0.9)	24.6	-12.6%
INDIAN GAMING	12.4	12.4	0.0	26.7	26.7	0.0	72.5	-63.2%
EARNINGS ON INVESTMENTS	15.1	7.1	8.0	30.1	22.2	8.0	19.4	55.7%
OTHER TAXES LICENSES AND FEES	2.3	2.4	(0.1)	4.6	4.8	(0.1)	5.8	-20.2%
PARIMUTUEL TAXES	0.7	0.6	0.1	1.3	1.2	0.1	1.1	12.8%
SEVERANCE TAXES	0.1	0.1	(0.0)	2.5	2.5	(0.0)	2.9	-11.9%
TOTAL REVENUE	2,166.4	2,136.1	30.3	4,474.0	4,440.1	33.9	4,366.7	2.5%
LESS REFUNDS	19.2	23.7	(4.5)	63.2	67.7	(4.5)	73.6	-14.2%
NET REVENUE	2,147.2	2,112.4	34.8	4,410.9	4,372.4	38.5	4,293.1	2.7%