



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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Revised General Revenue Collections for January 2017 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for January 2017 were \$89.1 M (3.4%) over the estimates adopted by the General Revenue Estimating Conference (GR REC) on December 12, 2016. The surplus is largely attributable to lower than expected Corporate Income Tax refunds (detailed below). Excluding refunds, total GR collections were \$25.8 M (0.9%) 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 \$17.7 M (0.8%) over estimate. Final Sales Tax Liability, the sum of all sales tax components (detailed below), was under estimate by a total of \$12.1 M or 0.5%.

Three of the six Sales Tax components were over estimate for the month as follows: Automobiles (over by \$7.5 M or 1.9%), Business (over by \$3.6 M or 0.8%), and Building (over by \$3.0 M or 2.4%). The other three components were under estimate as follows: Consumer Nondurables (under by \$14.1 M or 1.6%), Other Durables (under by \$7.9 M or 4.5%), and Tourism (under by \$4.2 M or 0.9%). Note that this Sales Tax report largely reflects activity that occurred in December.

Of the other sources that were over estimate for January, the largest was Corporate Income Tax (over by \$12.6 M or 11.9%). For the year, this source is \$82.6 M (7.8%) over the estimate. Two sources were over estimate for the month due to timing: Counties Medicaid Share (over by \$5.0 M for the month but equal to the estimate for the year) and Other Taxes, Licenses, and Fees (over by \$1.3 M for the month and \$0.1 M for the year). Several sources are over estimate for both the month and year: Highway Safety Fees (over by \$3.8 M for the month and \$9.1 M for the year); Documentary Stamp Tax (over by \$1.3 M for the month and \$4.2 M for the year); and Other Nonoperating Revenues (over by \$0.4 M for the month and \$27.3 M for the year). Other sources that were over estimate for the month include Earnings on Investments (over by \$1.1 M) and Severance Taxes (over by \$0.2 M).

Indian Gaming revenues matched the estimate for the month of \$10.4 M. Beginning in August 2015, 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 portion of the January monthly payment (approximately \$9.1 M) associated with banked card games is not included in the reported collections. The total payments being accounted for separately now equal \$170.7 M.

Of the sources that were under estimate for the month, two were under estimate primarily because of timing of agency payments: Parimutuel Taxes (under by \$5.3 M) and Service Charges (under by \$4.1 M). These shortfalls are expected to be offset by February payments. Three sources were under estimate for the month but remain over estimate for the year, including Beverage Taxes (under by \$1.1 M for the month and over by \$3.2 M for the year); Tobacco Tax (under by \$0.9 M for the month and over by \$2.1 M for the year); and Intangibles Taxes (under by \$0.8 M for the month and over by \$1.7 M for the year). Other sources were under estimate for both the month and year, including: Insurance Taxes (under by \$2.1 M for the month and \$4.8 M for the year); Corporate Filing Fees (under by \$1.9 M for the month and \$0.9 M for the year); and Article V Fees (under by \$1.2 M for the month and \$3.2 M for the year).

Refunds were \$63.3 M under estimate for the month because of lower than expected refunds of Corporate Income Tax (under by \$63.3 M). Insurance Premium Tax and Other Refunds were under estimate (by \$1.7 M and \$0.1 M, respectively), but offset by higher than expected Sales Tax Refunds (over by \$1.8 M). Because refunds reduce revenue, coming in under the estimate in Refunds increases the bottom-line Net GR.

In summary, Net GR collections for January were \$89.1 M over estimate for the month. The figures in the table below show the variance from monthly estimates that are based on the results of the December 12, 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 December 12, 2016 Estimates

Month	December	January	February	March
Monthly Average (millions)	96.4	89.1		
Year to Date Average (millions - cumulative)	96.3	185.3		
Percent of Monthly Estimate Collected	103.9%	103.4%		
Percent of Total Year Estimate Collected	46.9%	56.2%		

JANUARY 2017 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE DECEMBER 2016 REVENUE ESTIMATING CONFERENCE

	MONTH			FISCAL YEAR TO DATE				
	ACTUAL	ESTIMATE	OVER/ UNDER ESTIMATE	ACTUAL	ESTIMATE	OVER/ UNDER ESTIMATE	PRIOR YEAR ACTUAL	PERCENT INCREASE/ DECREASE
	CURRENT MONTH	CURRENT MONTH		CURRENT YEAR	CURRENT YEAR			
SALES TAX COLLECTIONS	2,230.0	2,212.3	17.7	13,186.7	13,165.5	21.2	12,622.6	4.5%
CORPORATE INCOME TAX	118.6	106.0	12.6	1,143.5	1,060.9	82.6	994.1	15.0%
DOCUMENTARY STAMP TAX	67.9	66.6	1.3	430.6	426.4	4.2	437.6	-1.6%
INSURANCE TAXES	12.7	14.8	(2.1)	256.9	261.7	(4.8)	255.8	0.4%
HIGHWAY SAFETY FEES	49.4	45.6	3.8	277.3	268.2	9.1	218.1	27.1%
SERVICE CHARGES	57.8	61.9	(4.1)	282.6	285.8	(3.2)	273.7	3.2%
INTANGIBLES TAXES	32.6	33.4	(0.8)	224.4	222.7	1.7	193.4	16.0%
CORPORATE FILING FEES	44.6	46.5	(1.9)	109.1	110.0	(0.9)	72.2	51.2%
COUNTIES' MEDICAID SHARE	30.4	25.4	5.0	177.9	177.9	(0.0)	173.4	2.6%
BEVERAGE TAXES	25.9	27.0	(1.1)	173.6	170.4	3.2	200.3	-13.3%
TOBACCO TAX	16.1	17.0	(0.9)	97.4	95.3	2.1	97.7	-0.3%
OTHER NONOPERATING REVENUES	19.0	18.6	0.4	125.0	97.7	27.3	119.6	4.5%
ARTICLE V FEES AND TRANSFERS	9.6	10.8	(1.2)	72.2	75.4	(3.2)	79.8	-9.5%
INDIAN GAMING	10.4	10.4	0.0	78.1	78.1	0.0	136.0	-42.6%
EARNINGS ON INVESTMENTS	9.8	8.7	1.1	78.1	81.0	(2.8)	58.4	33.8%
OTHER TAXES LICENSES AND FEES	5.6	4.3	1.3	17.8	17.7	0.1	19.2	-7.6%
PARIMUTUEL TAXES	0.7	6.0	(5.3)	10.3	15.7	(5.3)	15.0	-30.9%
SEVERANCE TAXES	2.6	2.4	0.2	7.8	7.7	0.1	8.1	-3.7%
TOTAL REVENUE	2,743.5	2,717.7	25.8	16,749.1	16,617.8	131.3	15,974.8	4.8%
LESS REFUNDS	18.2	81.5	(63.3)	196.9	250.9	(54.0)	306.3	-35.7%
NET REVENUE	2,725.3	2,636.2	89.1	16,552.2	16,366.9	185.3	15,668.5	5.6%