

Monthly Revenue Update

July 2023



Later this month, the Independent Fiscal Office (IFO) will release monthly revenue projections for fiscal year (FY) 2023-24. Therefore, this update does not include comparisons to July estimates, and only compares to revenues from the same month in the prior year. July revenues increased \$185.3 million (6.9%) over the prior year (see next page). Adjusting for increased statutory transfers and shifting due dates, the tax revenue growth rate was 4.1%.

Relative to last year, PIT collections for July were \$1.06 billion, an increase of \$82.5 million (8.5%).

- Withholding revenues were \$971.3 million, a gain of \$89.0 million (10.1%). Adjusting for a due date that occurred in July this year, but August last year, the growth rate was 5.5%.
- Quarterly payments declined (-\$8.3 million, -15.5%); annual payments increased (\$1.8 million, 4.8%).

SUT collections were \$1.32 billion for the month, a \$59.8 million (4.8%) increase from the prior year. Non-motor revenues of \$1.20 billion increased \$56.8 million (5.0%), while motor vehicle collections of \$115.4 million were \$3.0 million (2.7%) higher. Preliminary data from the U.S. Census Bureau show that non-motor collections continue to be bolstered by retail sales at food services and drinking places, which were up 8.4% in June 2023 compared to the prior year.

CNIT collections totaled \$181.9 million and were \$31.3 million (20.8%) above the prior year. Final payments of \$119.9 million (largely for tax year 2022) drove that increase (\$47.5 million, 65.5%), while estimated payments (for tax year 2023) declined (-\$16.1 million, -20.6%).

Other tax and non-tax revenues increased \$11.6 million (3.7%) from prior year collections.

- Contractions in cigarette (-\$15.3 million) and insurance premiums (-\$24.6 million) tax revenues were partially offset by an increase in inheritance tax collections (\$17.7 million).
- Realty transfer tax collections fell (-\$33.3 million) partly due to a higher transfer (+\$20 million) to the Housing Affordability and Rehabilitation Enhancement Fund.
- Non-tax revenues were \$98.7 million, a gain of \$56.2 million (132.1%) largely due to an increase in treasury collections (+\$46.3 million), as the general fund balance and interest rates remain at historically high levels.

FY 2023-24 Revenue Performance Through July

	July Collections			FY Collections		
	Actual	Estimate	\$ Diff	Actual	Estimate	\$ Diff
General Fund	\$2,881.5	n.a.	n.a.	\$2,881.5	n.a.	n.a.
Corporate Net Income	181.9	n.a.	n.a.	181.9	n.a.	n.a.
SUT - Non-Motor	1,202.4	n.a.	n.a.	1,202.4	n.a.	n.a.
SUT - Motor Vehicle	115.4	n.a.	n.a.	115.4	n.a.	n.a.
PIT - Withholding	971.3	n.a.	n.a.	971.3	n.a.	n.a.
PIT - Non-Withholding	84.1	n.a.	n.a.	84.1	n.a.	n.a.
Cigarette	15.2	n.a.	n.a.	15.2	n.a.	n.a.
Inheritance	127.9	n.a.	n.a.	127.9	n.a.	n.a.
Other Taxes	84.6	n.a.	n.a.	84.6	n.a.	n.a.
Non-Tax	98.7	n.a.	n.a.	98.7	n.a.	n.a.

Note: Dollar amounts in millions.

GENERAL FUND REVENUES SUMMARY

Revenue Source	July 2023	July 2022	FYTD 2023-24	FYTD 2022-23	Monthly Growth	FYTD Growth
Total General Fund	\$2,881.5	\$2,696.2	\$2,881.5	\$2,696.2	6.9%	6.9%
Total Tax Revenue	2,782.8	2,653.7	2,782.8	2,653.7	4.9	4.9
Total Corporation Taxes	188.2	177.9	188.2	177.9	5.8	5.8
Corporate Net Income	181.9	150.5	181.9	150.5	20.8	20.8
Gross Receipts	2.1	2.9	2.1	2.9	-29.5	-29.5
Utility Property	0.1	0.0	0.1	0.0	n.a.	n.a.
Insurance Premium	(0.6)	23.9	(0.6)	23.9	-102.7	-102.7
Financial Institution	4.8	0.5	4.8	0.5	848.7	848.7
Total Consumption Taxes	1,384.2	1,338.6	1,384.2	1,338.6	3.4	3.4
Sales and Use - Total	1,317.8	1,257.9	1,317.8	1,257.9	4.8	4.8
Non-Motor	1,202.4	1,145.6	1,202.4	1,145.6	5.0	5.0
Motor Vehicle	115.4	112.4	115.4	112.4	2.7	2.7
Cigarette	15.2	30.5	15.2	30.5	-50.1	-50.1
Other Tobacco Products	12.5	12.4	12.5	12.4	0.8	0.8
Malt Beverage	2.2	2.1	2.2	2.1	6.9	6.9
Liquor	36.5	35.7	36.5	35.7	2.2	2.2
Total Other Taxes	1,210.4	1,137.2	1,210.4	1,137.2	6.4	6.4
Personal Income - Total	1,055.4	972.9	1,055.4	972.9	8.5	8.5
Withholding	971.3	882.4	971.3	882.4	10.1	10.1
Quarterly	45.1	53.4	45.1	53.4	-15.5	-15.5
Annual	38.9	37.1	38.9	37.1	4.8	4.8
Realty Transfer	1.1	34.4	1.1	34.4	-96.8	-96.8
Inheritance	127.9	110.2	127.9	110.2	16.1	16.1
Gaming	18.8	22.0	18.8	22.0	-14.4	-14.4
Minor and Repealed	7.2	(2.3)	7.2	(2.3)	407.3	407.3
Total Non-Tax Revenue	98.7	42.5	98.7	42.5	132.1	132.1
State Store Fund Transfers	0.0	0.0	0.0	0.0	n.a.	n.a.
Lic., Fees & Misc.	92.6	37.2	92.6	37.2	149.0	149.0
Licenses and Fees	10.3	11.0	10.3	11.0	-6.8	-6.8
Miscellaneous	82.3	26.2	82.3	26.2	214.6	214.6
Treasury	61.4	15.1	61.4	15.1	306.4	306.4
Escheats	(1.6)	(8.9)	(1.6)	(8.9)	81.6	81.6
Other Miscellaneous	22.6	20.0	22.6	20.0	13.1	13.1
Fines, Penalties & Interest	6.1	5.3	6.1	5.3	14.0	14.0

Note: Dollar amounts in millions. Growth rates computed from same time period in previous year and use unrounded amounts.