

Monthly Revenue Update



July 2024

Later this month, the Independent Fiscal Office (IFO) will release monthly revenue projections for fiscal year (FY) 2024-25. 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 \$110 million (+3.8%) over the prior year (see next page). Adjusted for new and higher statutory transfers and due date shifts, tax revenues were 1.5% above the prior year.

Sales and use tax (SUT) collections were \$1.29 billion for the month, a \$27 million (-2.0%) decrease from the prior year. Non-motor (NMV) revenues of \$1.17 billion decreased \$34 million (-2.8%). July includes a quarterly due date for NMV taxpayers, and those deposits have declined in the current calendar year as more firms were converted to a monthly filing status at the end of 2023. Motor vehicle collections of \$123 million for July were \$7 million (+6.3%) higher than the prior year.

Personal income tax (PIT) collections were \$1.19 billion, an increase of \$137 million (+13.0%) relative to last year.

- Withholding revenues were \$1.09 billion, a gain of \$118 million (+12.2%). Adjusted for an extra Wednesday due date and new transfers this year, the growth rate was +2.2%.
- Quarterly payments increased (+\$15 million, +33.8%); annual payments increased (+\$3 million, +9.0%).

Corporate net income tax (CNIT) collections totaled \$212 million and were \$30 million (+16.7%) above the prior year. The increase was the result of a large (\$60 million) estimated payment that would typically have been remitted in June.

Other tax and non-tax revenues decreased \$31 million (-9.6%) from prior year collections.

- Cigarette tax collections declined \$9 million from the prior year in part because the transfer to the Local Cigarette Tax Fund (Philadelphia) increased by \$3 million relative to last year.
- Non-tax revenues of \$80 million declined \$19 million (-18.7%) from the prior year primarily due to escheats (-\$10 million) and other miscellaneous collections (-\$5 million). Treasury collections (\$60 million) were roughly level with last year, as interest rates and balances remain high. Treasury collections are expected to decline during the current fiscal year, as a portion of the General Fund surplus is used to balance the FY 2024-25 budget and the Federal Reserve begins to lower interest rates.

FY 2024-25 Revenue Performance Through July

	July Collections			FY Collections		
	Actual	Estimate	\$ Diff	Actual	Estimate	\$ Diff
General Fund	\$2,991	n.a.	n.a.	\$2,991	n.a.	n.a.
Corporate Net Income	212	n.a.	n.a.	212	n.a.	n.a.
SUT - Non-Motor	1,168	n.a.	n.a.	1,168	n.a.	n.a.
SUT - Motor Vehicle	123	n.a.	n.a.	123	n.a.	n.a.
PIT - Withholding	1,090	n.a.	n.a.	1,090	n.a.	n.a.
PIT - Non-Withholding	103	n.a.	n.a.	103	n.a.	n.a.
Cigarette	6	n.a.	n.a.	6	n.a.	n.a.
Inheritance	129	n.a.	n.a.	129	n.a.	n.a.
Other Taxes	81	n.a.	n.a.	81	n.a.	n.a.
Non-Tax	80	n.a.	n.a.	80	n.a.	n.a.

Note: Dollar amounts in millions.

GENERAL FUND REVENUES SUMMARY

Revenue Source	July 2024	July 2023	FYTD 2024-25	FYTD 2023-24	Monthly Growth	FYTD Growth
Total General Fund	\$2,991.1	\$2,881.5	\$2,991.1	\$2,881.5	3.8%	3.8%
Total Tax Revenue	2,910.9	2,782.8	2,910.9	2,782.8	4.6	4.6
Total Corporation Taxes	216.4	188.2	216.4	188.2	15.0	15.0
Corporate Net Income	212.3	181.9	212.3	181.9	16.7	16.7
Gross Receipts	(2.0)	2.1	(2.0)	2.1	-199.0	-199.0
Utility Property	0.0	0.1	0.0	0.1	-79.6	-79.6
Insurance Premium	(2.6)	(0.6)	(2.6)	(0.6)	-295.6	-295.6
Financial Institution	8.7	4.8	8.7	4.8	80.9	80.9
Total Consumption Taxes	1,345.2	1,384.2	1,345.2	1,384.2	-2.8	-2.8
Sales and Use - Total	1,290.9	1,317.8	1,290.9	1,317.8	-2.0	-2.0
Non-Motor	1,168.2	1,202.4	1,168.2	1,202.4	-2.8	-2.8
Motor Vehicle	122.6	115.4	122.6	115.4	6.3	6.3
Cigarette	5.7	15.2	5.7	15.2	-62.3	-62.3
Other Tobacco Products	11.8	12.5	11.8	12.5	-5.3	-5.3
Malt Beverage	1.7	2.2	1.7	2.2	-22.4	-22.4
Liquor	35.1	36.5	35.1	36.5	-3.9	-3.9
Total Other Taxes	1,349.3	1,210.4	1,349.3	1,210.4	11.5	11.5
Personal Income - Total	1,192.6	1,055.4	1,192.6	1,055.4	13.0	13.0
Withholding	1,089.8	971.3	1,089.8	971.3	12.2	12.2
Quarterly	60.4	45.1	60.4	45.1	33.8	33.8
Annual	42.4	38.9	42.4	38.9	9.0	9.0
Realty Transfer	(3.1)	1.1	(3.1)	1.1	-380.3	-380.3
Inheritance	128.7	127.9	128.7	127.9	0.6	0.6
Gaming	25.0	18.8	25.0	18.8	32.8	32.8
Minor and Repealed	6.1	7.2	6.1	7.2	-15.5	-15.5
Total Non-Tax Revenue	80.2	98.7	80.2	98.7	-18.7	-18.7
State Store Fund Transfers	0.0	0.0	0.0	0.0	n.a.	n.a.
Licenses, Fees & Misc.	73.8	92.6	73.8	92.6	-20.3	-20.3
Licenses and Fees	7.6	10.3	7.6	10.3	-26.4	-26.4
Miscellaneous	66.2	82.3	66.2	82.3	-19.5	-19.5
Treasury	60.4	61.4	60.4	61.4	-1.7	-1.7
Escheats	(11.3)	(1.6)	(11.3)	(1.6)	-587.9	-587.9
Other Miscellaneous	17.2	22.6	17.2	22.6	-24.0	-24.0
Fines, Penalties & Interest	6.4	6.1	6.4	6.1	5.1	5.1

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