



Revenue Trends Report

June 2014

The Commonwealth collected \$2.82 billion in General Fund revenues for June, an increase of \$134 million (5.0%) compared to the prior year. Fiscal year-to-date revenues of \$28.61 billion are \$40 million (-0.1%) below the prior fiscal year-to-date. Additional information can be found in the table below and on the following pages.

- **Tax revenues** for the fiscal year increased by \$31 million (0.1%) compared to the prior year. Corporate net income tax receipts increased by \$78 million (3.2%), and capital stock and franchise tax collections dropped by \$282 million (-46.9%). Sales and use tax revenue increased due to the \$166 million (2.1%) growth in nonmotor collections and the \$70 million (6.0%) growth in motor vehicle collections. Personal income taxes increased by \$66 million (0.6%) despite a decline of \$155 million (-11.4%) in annual payments.
- **Corporate net income tax** revenues in June increased by \$38 million (8.8%) from the prior year. Estimated payments were \$61 million (18.0%) higher than last June, but the three-month growth rate for the tax is negative (-1.9%) due to weak final payments.
- **Sales and use tax** nonmotor revenues increased by \$72 million (10.3%) and motor vehicle collections grew \$13 million (13.2%). The strong growth in nonmotor deposits for the month is largely due to an interfund transfer; the underlying growth rate was 3.5%.
- **Personal income tax** revenues increased by \$68 million (6.6%) for the month. Withholding receipts grew by \$23 million (3.4%) and quarterly estimated payments increased by \$2 million (0.8%). Annual payments increased by \$43 million (51.5%) due to an interfund transfer that was higher than the amount transferred in June 2013.
- **Cigarette tax** revenues decreased by \$4 million (-4.3%) from the prior year. The three-month trend (-8.2%) shows a higher rate of decline than the fiscal year trend (-4.6%).

Change in General Fund Tax Revenues				
(compared to same period in prior year; dollar amounts in millions)				
<u>Revenue Source</u>	<u>June 2014</u>	<u>FY 13-14 to Date</u>	<u>3 month rolling</u>	<u>12 month rolling</u>
Corporate Net Income	\$38.2	\$78.2	-\$16.4	\$78.2
percent change	8.8%	3.2%	-1.9%	3.2%
Other Corporate	-\$8.0	-\$369.5	-\$64.2	-\$369.5
percent change	-10.2%	-13.4%	-21.4%	-13.4%
SUT – Nonmotor Vehicle	\$71.9	\$165.9	\$103.0	\$165.9
percent change	10.3%	2.1%	5.2%	2.1%
SUT – Motor Vehicle	\$13.5	\$70.0	\$31.3	\$70.0
percent change	13.2%	6.0%	9.7%	6.0%
PIT - Withholding	\$22.7	\$220.9	\$58.2	\$220.9
percent change	3.4%	2.6%	2.8%	2.6%
PIT – Nonwithholding	\$45.3	-\$154.9	-\$173.6	-\$154.9
percent change	12.6%	-5.4%	-10.5%	-5.4%
All Other Tax Revenue	\$20.4	\$20.3	-\$28.6	\$20.3
percent change	8.3%	0.8%	-3.9%	0.8%
Tax Revenue Total	\$204.0	\$30.9	-\$90.5	\$30.9
percent change	7.9%	0.1%	-1.1%	0.1%

General Fund Revenue Detail

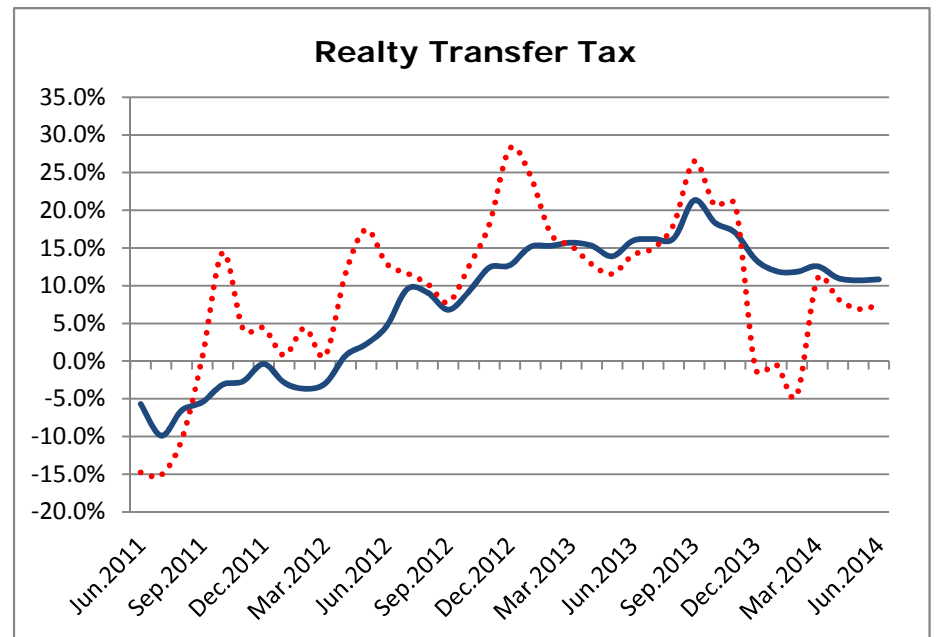
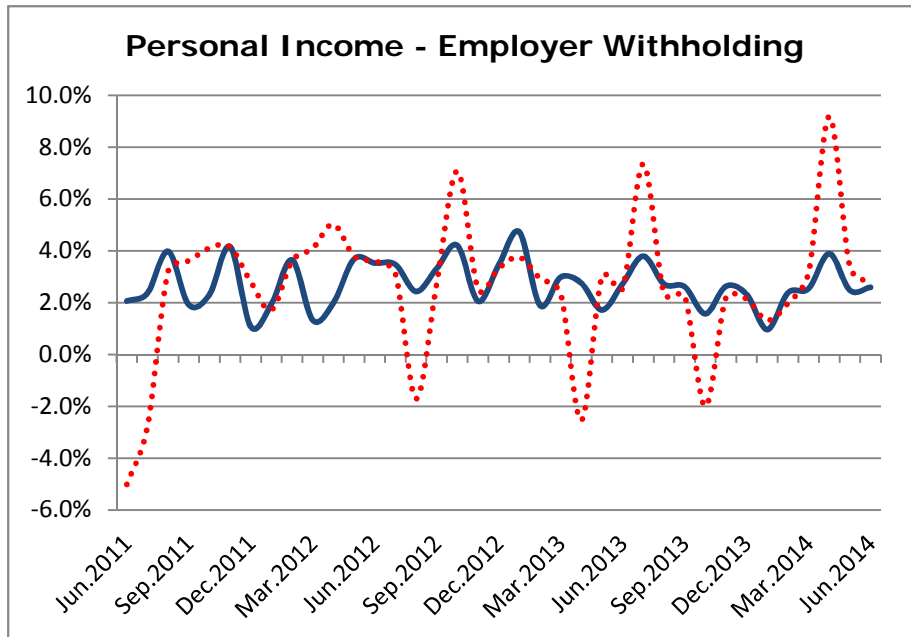
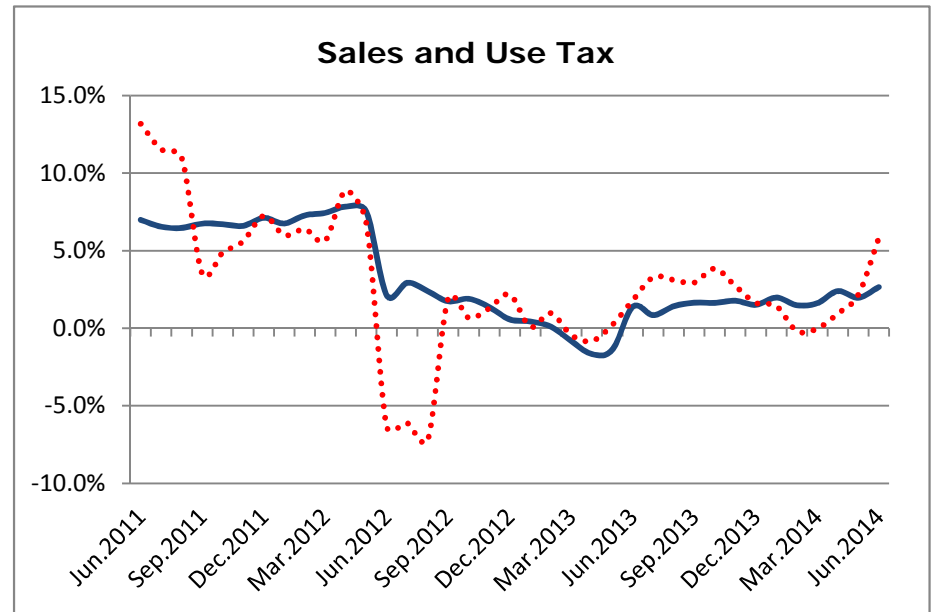
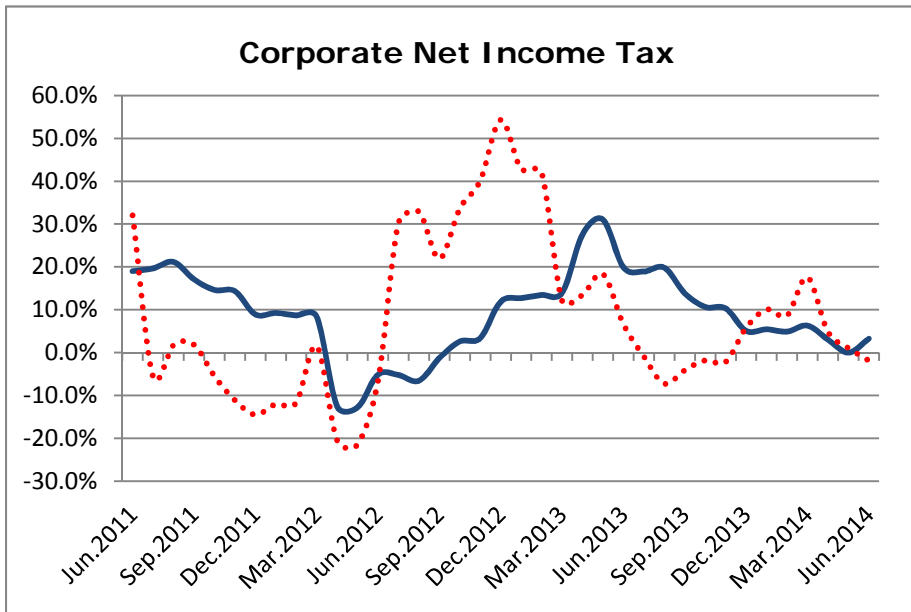
(dollar amounts in millions)

	<u>Monthly Revenues</u>		<u>Fiscal Year to Date</u>		<u>Growth Rate Trends</u>	
	<u>June 2014</u>	<u>Percent Change ¹</u>	<u>June 2014</u>	<u>Percent Change ¹</u>	<u>Rolling Averages</u> <u>3 mon.¹ 12 mon.¹</u>	
<u>Total General Fund</u>	<u>2,820.8</u>	<u>5.0%</u>	<u>28,607.2</u>	<u>-0.1%</u>	<u>-2.5%</u>	<u>-0.1%</u>
<u>Total Tax Revenue</u>	<u>2,788.5</u>	<u>7.9%</u>	<u>28,098.1</u>	<u>0.1%</u>	<u>-1.1%</u>	<u>0.1%</u>
<u>Total Corporation Taxes</u>	<u>542.8</u>	<u>5.9%</u>	<u>4,898.4</u>	<u>-5.6%</u>	<u>-6.9%</u>	<u>-5.6%</u>
Accelerated Deposits	(0.1)	n.a.	0.7	n.a.	n.a.	n.a.
Corporate Net Income	472.4	8.8%	2,501.6	3.2%	-1.9%	3.2%
Capital Stock & Franchise	48.7	-35.3%	320.2	-46.8%	-51.1%	-46.8%
<u>Selective Business Total</u>	<u>21.7</u>	<u>60.0%</u>	<u>2,075.8</u>	<u>-3.9%</u>	<u>17.0%</u>	<u>-3.9%</u>
Gross Receipts	16.4	166.3%	1,279.2	-2.1%	83.1%	-2.1%
Utility Property	0.5	261.6%	37.0	-15.6%	-13.7%	-15.6%
Insurance Premiums	(1.2)	-143.3%	432.1	-3.3%	-36.3%	-3.3%
Financial Institutions	5.1	41.0%	317.9	-9.6%	292.3%	-9.6%
Other Sel. Business	0.9	12.2%	9.6	-20.3%	-11.2%	-20.3%
<u>Total Consumption Taxes</u>	<u>1,003.1</u>	<u>8.8%</u>	<u>10,452.5</u>	<u>1.9%</u>	<u>4.3%</u>	<u>1.9%</u>
<u>Sales and Use Total</u>	<u>886.6</u>	<u>10.7%</u>	<u>9,129.6</u>	<u>2.7%</u>	<u>5.8%</u>	<u>2.7%</u>
Nonmotor	770.8	10.3%	7,892.0	2.1%	5.2%	2.1%
Motor Vehicle	115.9	13.2%	1,237.6	6.0%	9.7%	6.0%
Cigarette	89.0	-4.3%	976.9	-4.6%	-8.2%	-4.6%
Malt Beverage	2.3	-3.2%	25.1	-0.2%	0.4%	-0.2%
Liquor	25.1	0.9%	320.9	3.1%	3.8%	3.1%
<u>Total Other Taxes</u>	<u>1,242.7</u>	<u>8.0%</u>	<u>12,747.1</u>	<u>1.0%</u>	<u>-3.0%</u>	<u>1.0%</u>
<u>Personal Income Total</u>	<u>1,093.8</u>	<u>6.6%</u>	<u>11,437.3</u>	<u>0.6%</u>	<u>-3.1%</u>	<u>0.6%</u>
Withholding	688.8	3.4%	8,743.8	2.6%	2.8%	2.6%
<u>Nonwithholding</u>	<u>405.0</u>	<u>12.6%</u>	<u>2,693.5</u>	<u>-5.4%</u>	<u>-10.5%</u>	<u>-5.4%</u>
Quarterly	278.6	0.8%	1,493.3	0.0%	1.4%	0.0%
Annuals	126.4	51.5%	1,200.1	-11.4%	-16.3%	-11.4%
Realty Transfer	40.3	18.2%	375.4	10.8%	7.4%	10.8%
Inheritance	92.2	22.6%	877.4	3.8%	-6.6%	3.8%
Table Games	6.9	3.3%	90.5	2.0%	1.2%	2.0%
Minor and Repealed	9.5	-10.5%	(33.4)	-61.7%	-12.8%	-61.7%
<u>Total Nontax Revenue</u>	<u>32.3</u>	<u>-68.5%</u>	<u>509.1</u>	<u>-12.2%</u>	<u>-36.1%</u>	<u>-12.2%</u>
Liquor Store Profits	0.0	-100.0%	80.0	0.0%	-100.0%	0.0%
Lic, Fees & Misc - Total	41.1	100.9%	358.2	-19.4%	-13.7%	-19.4%
Fines, Pen & Int - Total	(8.9)	-551.6%	70.9	28.1%	-43.4%	28.1%

¹ compared to the same period in the prior year

Three and Twelve-Month Revenue Growth Trends

(compared to the same period in the prior year)



dotted line = 3-month growth rate solid line = 12-month growth rate