



Monthly Revenue Release

Agency of Administration
June 19, 2020

Contact: Susanne Young
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Montpelier, VT - Secretary of Administration Susanne Young releases Vermont’s revenue results for May 2020, reflecting. Collections in the General Fund, Transportation Fund and Education Fund were significantly lower than their respective pre-COVID monthly targets for a second month.

Revenue collections for the month of May 2020 have been compiled. May is the second full month of revenue collections since a State of Emergency was declared by Governor Scott on March 13, 2020, and the subsequent mitigation “Stay Home Stay Safe” Order was issued on March 24, 2020 to slow and suppress the spread of COVID-19. May revenues collected were once again predictably and dramatically below the pre-COVID consensus forecast established in January 2020.

All major General Fund revenue sources performed below their expectations for the month of May. General Fund revenues collected totaled \$80.39 million, or -\$14.25 million and -15.05% below the monthly target. Year-to-date, General Fund collections underperformed by -\$114.84 million, or -7.90%.

As with April’s revenues, the largest factor in this performance is the delay in tax filing deadlines from April 15 to July 15. As identified last month, the deferrals granted for COVID-19 impacted taxpayers in the bar, restaurant, lodging and retail businesses are reflected in consumption taxes. The portion of the Meals and Rooms directed to the General Fund were -\$5.24 million, or -60.90%, below May expectations and -\$15.41 million, or -12.15%, below year-to-date projections. The portion of that tax directed to the Education Fund is -\$1.86 million and -\$5.33 million year-to-date behind target, -60.41% and -11.97% respectively.

Sales and Use Tax collections, 100% of which are directed to the Education Fund, were -\$3.15 million, or -9.79% below the May consensus expectations and, -\$8.88 million, or -2.20% below year to date targets.

“These results are not unexpected in light of the extension of filing deadlines into July, as well as the restrictions on businesses for most of the month of May,” said Agency of Administration Secretary Young. “May revenues were poor but did perform slightly better than expected in the May 15 consensus revenue estimate adjusted for fiscal year 2020 in light of the pandemic. The federal stimulus money provided in the CARES Act is critical to helping individuals and businesses successfully reopen, rehire and recover so the revenues the State relies upon to provide critical services to Vermonters continue to improve,” said Young. “Advancing a comprehensive and realistic economic recovery package to passage by the Legislature is essential to the economic security of individuals, businesses and the overall economic health of the State.”

The Transportation Fund was -\$11.06 million, or -42.60%, below its target for the month, bringing in \$14.90 million. Year-to-date, Transportation Fund revenues are -\$18.50 million (-7.27%) below expectations. All major Transportation Fund revenue sources performed below their expectations for the month.

The Education Fund was -\$8.21 million, or -19.81%, below its monthly target, having collected \$33.21 million for the month and was -\$19.44 million, or -3.83%, below year-to-date expectations. All state-wide revenue sources attributed to this fund performed below expectations.

Note: Adjusting for redirection of certain healthcare-related taxes under Act 6 of 2019 and redistribution of the meals and rooms tax under Act 76 of 2019, for comparison purposes only, in the accompanying General Fund tables, the year-to-date revenues for April 2020 represent changes of -8.06%, -6.60%, and +2.07% for the General Fund, Transportation Fund, and Education Fund, respectively, from the same period in FY 2019.

[Monthly and Year-to-Date results continue on page 2.]

State of Vermont

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Agency of Administration
June 19, 2020

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State of Vermont Revenue, by Major Fund
vs. Consensus Revenue Forecast Target

Month: May
FY: 2020

General Fund By Major Element (In Millions)*

Tax Component	Month				Fiscal YTD				Prior Fiscal YTD Restated (1&2)		
	Target	Revenue	\$ Change	% Change	Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
Personal Income	43.86	42.09	-1.76	-4.02%	807.69	691.45	-116.23	-14.39%	787.18	-95.73	-12.16%
Corporate	1.72	0.83	-0.89	-51.84%	92.76	116.52	23.76	25.62%	115.53	1.00	0.86%
Meals & Room ⁽¹⁾	8.61	3.37	-5.24	-60.90%	126.86	111.45	-15.41	-12.15%	119.72	-8.27	-6.91%
Insurance Premium	8.68	7.15	-1.52	-17.56%	56.77	56.51	-0.26	-0.45%	56.54	-0.03	-0.05%
Inheritance & Estate	1.57	0.37	-1.20	-76.36%	19.45	15.15	-4.30	-22.10%	11.95	3.20	26.82%
Real Prop. Transfer	1.39	0.71	-0.68	-49.20%	12.33	11.74	-0.59	-4.80%	11.26	0.48	4.24%
State Health Care Taxes ⁽²⁾	20.55	19.94	-0.61	-2.96%	254.50	259.12	4.62	1.81%	252.20	6.91	2.74%
Other	8.27	5.93	-2.33	-28.23%	82.50	76.07	-6.43	-7.79%	100.98	-24.90	-24.66%
Total	94.64	80.39	-14.25	-15.05%	1452.86	1338.02	-114.84	-7.90%	1455.36	-117.34	-8.06%

*Differences due to rounding

Transportation Fund By Major Element (In Millions)*

Tax Component	Month				Fiscal YTD				Prior Fiscal YTD		
	Target	Revenue	\$ Change	% Change	Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
Gasoline	5.73	2.57	-3.16	-55.18%	70.95	65.71	-5.24	-7.39%	71.31	-5.61	-7.86%
Diesel Fuel	1.37	0.81	-0.57	-41.39%	17.12	16.22	-0.90	-5.26%	16.81	-0.58	-3.47%
MV Purchase & Use	7.46	3.00	-4.46	-59.82%	67.36	61.07	-6.29	-9.33%	65.59	-4.52	-6.89%
Motor Vehicle Fees	8.78	7.36	-1.42	-16.14%	77.33	73.99	-3.34	-4.31%	76.46	-2.47	-3.23%
Other	2.62	1.17	-1.45	-55.37%	21.70	18.97	-2.73	-12.58%	22.47	-3.50	-15.56%
Total	25.96	14.90	-11.06	-42.60%	254.46	235.97	-18.50	-7.27%	252.64	-16.68	-6.60%

Note:

TIB Fuel Fees/Gasoline	1.00	0.44	-0.56	-55.91%	12.54	11.85	-0.69	-5.49%	13.53	-1.68	-12.42%
TIB Fuel Fees/Diesel	0.15	0.08	-0.07	-44.05%	1.85	1.72	-0.13	-7.15%	1.80	-0.08	-4.29%

*Differences due to rounding

Education Fund By Major Element (In Millions)*

Non-Property Tax Component	Month				Fiscal YTD				Prior Fiscal YTD Restated (1&2)		
	Target	Revenue	\$ Change	% Change	Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
Sales & Use	32.17	29.02	-3.15	-9.79%	404.38	395.51	-8.88	-2.20%	378.30	17.21	4.55%
Meals & Room	3.08	1.22	-1.86	-60.41%	44.56	39.22	-5.33	-11.97%	42.27	-3.05	-7.22%
MV Purchase & Use	3.73	1.50	-2.23	-59.82%	33.68	30.54	-3.14	-9.33%	32.80	-2.26	-6.89%
Lottery Transfer	2.43	1.44	-0.99	-40.73%	24.13	21.85	-2.28	-9.45%	23.99	-2.13	-8.89%
Investment Income	0.01	0.03	0.03	335.95%	0.65	0.85	0.20	31.01%	0.70	0.15	21.38%
Total	41.42	33.21	-8.21	-19.81%	507.41	487.97	-19.44	-3.83%	478.06	9.91	2.07%

*Differences due to rounding

(1) FY 19 Meals and Rooms is restated here to reflect a 6% reduction (per Act 76) to provide a basis for comparison with fiscal year 2020 receipts.

(2) FY 19 healthcare revenue is restated here to reflect a monthly distribution throughout fiscal year 2019 to provide a basis for comparison with fiscal year 2020 receipts.

State of Vermont

Comparative Statement of Revenues
General Fund
As of May 31, 2020

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% of Change</u>
Taxes			
Personal Income Tax	787,179,381	691,453,700	-12.2%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	115,527,037	116,524,149	0.9%
Meals & Rooms Tax	126,824,181	111,448,656	-12.1%
Liquor & Wine Tax	18,739,105	3,166,044	-83.1%
Insurance Premium	56,543,736	56,513,380	-0.1%
Telephone Gross Receipts	212,634	214,380	0.8%
Telephone Property Tax	3,893,711	2,781,565	-28.6%
Beverage Tax	6,925,178	6,324,916	-8.7%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	11,948,026	15,151,982	26.8%
Real Property Transfer Tax	11,263,264	11,740,422	4.2%
Bank Franchise Tax	11,413,945	11,076,763	-3.0%
All Other Taxes	2,023,373	376,954	-81.4%
Total Taxes	<u>1,152,493,571</u>	<u>1,026,772,911</u>	<u>-10.9%</u>
Other Revenues			
Business Licenses	1,184,482	1,085,345	-8.4%
Fees	43,290,656	40,545,288	-6.3%
Services	3,043,583	2,280,434	-25.1%
Fines, Forfeits & Penalties	2,914,610	4,253,854	45.9%
Interest, Prem	3,904,523	3,258,372	-16.5%
Special Assessments	0	0	0.0%
All Other Revenues	3,433,289	710,744	-79.3%
Total Other Revenues	<u>57,771,144</u>	<u>52,134,037</u>	<u>-9.8%</u>
Health Care Revenues			
Health Care Taxes and Assessments	<u>13,129,025</u>	<u>259,115,216</u>	<u>1873.6%</u>
Total General Fund	<u><u>1,223,393,740</u></u>	<u><u>1,338,022,164</u></u>	<u><u>9.4%</u></u>

Date: June 03, 2020

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**Comparative Statement of Revenues
Transportation Fund
As of May 31, 2020**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Non-Dedicated			
Taxes			
Gasoline	71,314,122	65,707,621	-7.9%
Diesel Fuel	16,805,119	16,222,478	-3.5%
MV Purchase & Use	65,596,732	61,074,014	-6.9%
Total Taxes	153,715,973	143,004,112	-7.0%
Other Revenues			
Motor Vehicle Fees	76,481,651	73,991,123	-3.3%
Other	22,444,390	18,971,312	-15.5%
Total Other Revenues	98,926,041	92,962,435	-6.0%
Total Non-Dedicated	252,642,014	235,966,547	-6.6%
Dedicated			
Federal Aid	241,973,610	265,516,278	9.7%
Infrastructure Bond Fund Reven	15,329,955	13,572,320	-11.5%
Transportation Impact Fee	158,584	188,220	18.7%
Other	2,634,700	2,915,050	10.6%
Total Dedicated	260,096,849	282,191,869	8.5%
Total Transportation Fund	512,738,863	518,158,416	1.1%

Prepared by Department of Finance & Management

Date: June 03, 2020

Time: 07:40

**State of Vermont
Comparative Statement of Revenues
Education Fund
As of May 31, 2020**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	378,301,827	395,507,309	4.5%
Meals & Rooms Tax	42,274,727	39,222,655	-7.2%
Purchase & Use Tax	32,797,258	30,537,007	-6.9%
Lottery Transfer	23,986,704	21,854,042	-8.9%
Investment Income	700,516	850,285	21.4%
Total estimated revenues	<u>478,061,032</u>	<u>487,971,298</u>	<u>2.1%</u>
Other Revenues:			
Education Property Taxes	161,015,614	144,379,050	-10.3%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	1,744,468	1,269,432	-27.2%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	623,828	426,250	-31.7%
Total other revenues	<u>163,383,910</u>	<u>146,074,732</u>	<u>-10.6%</u>
Total Education Fund	<u>641,444,942</u>	<u>634,046,030</u>	<u>-1.2%</u>

Prepared by Department of Finance & Management

Date: June 03, 2020

Time: 07:40