

Monthly Revenue Release

Agency of Administration
November 30, 2023

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Montpelier, VT - Secretary of Administration Kristin Clouser releases Vermont's revenue results for October 2023. The General Fund surpassed its monthly consensus cash flow target, corresponding to the annual fiscal 2024 consensus forecast as adopted by the Emergency Board at its July 2023 meeting. However, revenues in both the Transportation Fund and Education Fund failed to achieve their respective monthly consensus targets during October.

Revenue collections for the month of October 2023 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts were a combined \$261.5 million, exceeding the \$258.6 million monthly consensus target by \$2.8 million, or 1.1%. Year-to-date combined receipts are \$25.2 million, 2.5%, above their \$1,005.9 million target.

General Fund revenues for October totaled \$167.7 million, \$5.7 million, or 3.5%, above the \$162.0 million monthly consensus cash flow target. Personal Income Tax receipts, Health Care Taxes, Meals and Rooms Taxes and the net Other receipts category surpassed their combined targets by \$16.4 million. These positive gains were offset by a -\$10.7 million dollar underperformance by the Corporate Income Tax. Year-to-date receipts are \$31.4 million, 4.9%, above their \$645.4 million target.

Revenues in the Transportation Fund missed their \$26.4 million October consensus target on the downside by -\$1.3 million, or -4.8%, yielding only \$25.1 million. None of the individual revenue categories achieved their consensus monthly targets except for a marginal \$0.1 million positive performance by the Other Fees category. Year-to-date receipts are -\$4.8 million, -4.7%, below their \$103.3 million target.

Monthly Education Fund revenues of \$68.6 million were -\$1.6 million, -2.3%, below their October \$70.2 million cash flow target. The combined \$0.7 million above target performance by the Sales & Use Tax, Meals and Rooms Tax and Lottery Transfer were more than offset by a -\$2.3 million underperformance by the Motor Vehicle Purchase and Use Tax and Interest Earnings. Year-to-date receipts are -\$1.3 million, -0.5%, below their \$257.2 million target.

According to Secretary Clouser: "The mixed results this month reflect the combination of general uncertainty in the economy as a whole and how the July flooding event impacted receipts relative to our monthly flood-adjusted expectations within the context of the state's forbearance measures. With the forbearance measures expiring this month, we will begin to see how those measures affected receipts activity through October. Continued international and federal tensions, restrictive monetary policy and Vermont's recovery from the recent July flooding event have all combined to disrupt the normal economic and revenue indicators used to project future performance. The administration remains vigilant in monitoring these benchmarks and stands ready to take action if necessary."

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State of Vermont Revenue, by Major Fund Month: October
 vs. Consensus Revenue Forecast Target FY: 2024

General Fund By Major Element (In Millions)* (1&2)					Fiscal YTD				Prior Fiscal		
Tax Component	Month				Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
	Target	Revenue	\$ Change	% Change							
Personal Income (1)	92.29	107.71	15.42	16.71%	337.23	376.88	39.65	11.76%	403.68	-26.80	-6.64%
Corporate (2)	8.27	-2.42	-10.69	-129.23%	67.84	48.98	-18.86	-27.80%	64.31	-15.33	-23.84%
Meals & Room	15.44	15.93	0.49	3.17%	62.80	60.37	-2.43	-3.87%	59.61	0.76	1.27%
Insurance Premium	0.70	1.21	0.52	74.49%	10.46	11.34	0.89	8.51%	0.60	10.74	1779.03%
Inheritance & Estate	1.77	1.32	-0.45	-25.41%	7.60	10.75	3.15	41.45%	1.95	8.79	449.95%
Real Prop. Transfer	2.08	2.03	-0.05	-2.46%	6.71	6.44	-0.27	-4.06%	2.32	4.11	176.89%
State Health Care Taxes	29.37	29.38	0.02	0.05%	106.22	106.33	0.11	0.10%	102.21	4.12	4.03%
Other	12.09	12.53	0.44	3.63%	46.52	55.71	9.19	19.75%	48.35	7.36	15.23%
Total	162.00	167.69	5.69	3.51%	645.37	676.80	31.42	4.87%	683.04	-6.24	-0.91%

*Differences due to rounding

Transportation Fund By Major Element (In Millions)*					Fiscal YTD				Prior Fiscal YTD		
Tax Component	Month				Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
	Target	Revenue	\$ Change	% Change							
Gasoline	6.36	6.26	-0.10	-1.54%	25.49	25.11	-0.37	-1.47%	6.95	18.16	261.40%
Diesel Fuel	1.54	1.49	-0.04	-2.75%	6.19	6.06	-0.13	-2.12%	1.62	4.44	273.69%
MV Purchase & Use	9.08	8.58	-0.50	-5.50%	34.37	32.71	-1.65	-4.81%	8.75	23.96	273.79%
Motor Vehicle Fees	7.71	7.00	-0.71	-9.20%	30.61	28.29	-2.33	-7.60%	7.47	20.82	278.64%
Other	1.70	1.79	0.09	5.08%	6.66	6.32	-0.35	-5.22%	1.70	4.61	270.43%
Total	26.38	25.12	-1.26	-4.78%	103.32	98.49	-4.83	-4.68%	26.50	71.99	271.69%

Note:

TIB Fuel Fees/Gasoline	1.40	1.57	0.17	11.84%	5.52	6.17	0.66	11.89%	1.88	4.29	227.58%
TIB Fuel Fees/Diesel	0.17	0.16	-0.01	-4.17%	0.68	0.65	-0.03	-4.71%	0.17	0.48	281.14%

*Differences due to rounding

Education Fund By Major Element (In Millions)*					Fiscal YTD				Prior Fiscal		
Non-Property Tax	Month				Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
	Target	Revenue	\$ Change	% Change							
Sales & Use	54.85	54.86	0.01	0.02%	203.91	205.57	1.66	0.81%	52.80	152.76	289.30%
Meals & Room	5.59	5.77	0.18	3.17%	22.75	21.87	-0.88	-3.87%	5.28	16.60	314.51%
MV Purchase & Use	4.54	4.29	-0.25	-5.52%	17.18	16.36	-0.83	-4.82%	4.38	11.98	273.77%
Lottery Transfer	2.43	2.96	0.53	21.98%	8.56	9.84	1.28	14.95%	2.38	7.46	313.09%
Investment Income	2.81	0.76	-2.05	-72.93%	4.83	2.26	-2.57	-53.23%	0.09	2.17	2454.23%
Total	70.22	68.64	-1.58	-2.25%	257.24	255.90	-1.34	-0.52%	64.93	190.97	294.13%

*Differences due to rounding

State of Vermont
Comparative Statement of Revenues
General Fund
As of October 31, 2023

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% Change</u>
Taxes			
Personal Income Tax	403,681,452	376,879,536	-6.6%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	64,312,102	48,980,654	-23.8%
Meals & Rooms Tax	59,610,063	60,366,471	1.3%
Liquor & Wine Tax	1,660,054	1,642,928	-1.0%
Insurance Premium	10,356,440	11,344,549	9.5%
Telephone Gross Receipts	105,637	105,742	0.1%
Telephone Property Tax	625,635	639,612	2.2%
Beverage Tax	2,749,306	2,597,485	-5.5%
Cannabis Excise Tax	59	5,401,751	9186550.7%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	3,898,837	10,747,833	175.7%
Real Property Transfer Tax	7,802,957	6,437,197	-17.5%
Bank Franchise Tax	5,813,345	6,020,450	3.6%
All Other Taxes	507,161	288,044	-43.2%
Total Taxes	561,123,048	531,452,252	-5.3%
Other Revenues			
Business Licenses	48,548	102,679	111.5%
Fees	13,587,995	14,314,167	5.3%
Services	1,152,242	1,365,008	18.5%
Fines, Forfeits & Penalties	916,268	1,026,132	12.0%
Interest, Prem	5,758,820	21,958,783	281.3%
Special Assessments	0	0	0.0%
All Other Revenues	1,115,333	248,324	-77.7%
Total Other Revenues	22,579,206	39,015,092	72.8%
Health Care Revenues			
Health Care Taxes and Assessment:	102,206,210	106,327,904	4.0%
Total General Fund	685,908,464	676,795,248	-1.3%

State of Vermont
 Comparative Statement of Revenues
 Education Fund
 As of October 31, 2023

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	204,373,271	205,567,537	0.6%
Meals & Rooms Tax	21,597,849	21,871,910	1.3%
Purchase & Use Tax	16,666,123	16,356,209	-1.9%
Lottery Transfer	7,422,441	9,841,115	32.6%
Investment Income	681,403	2,259,823	231.6%
Total estimated revenues	<u>250,741,088</u>	<u>255,896,593</u>	<u>2.1%</u>
Other Revenues:			
Education Property Taxes	(436,868)	(245,483)	43.8%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	60,503	12,112	-80.0%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	443,091	362,791	-18.1%
Total other revenues	<u>66,726</u>	<u>129,420</u>	<u>94.0%</u>
Total Education Fund	<u>250,807,814</u>	<u>256,026,013</u>	<u>2.1%</u>

State of Vermont
 Comparative Statement of Revenues
 Transportation Fund
 As of October 31, 2023

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Taxes			
Gasoline	26,720,222	25,113,874	-6.0%
Diesel Fuel	6,333,578	6,057,469	-4.4%
MV Purchase & Use	33,332,247	32,712,417	-1.9%
Total Taxes	<u>66,386,047</u>	<u>63,883,761</u>	<u>-3.8%</u>
Other Revenues			
Motor Vehicle Fees	29,253,667	28,287,138	-3.3%
Other	6,477,329	6,314,322	-2.5%
Total Other Revenues	<u>35,730,996</u>	<u>34,601,460</u>	<u>-3.2%</u>
Total Non-Dedicated	<u>102,117,044</u>	<u>98,485,221</u>	<u>-3.6%</u>
Dedicated			
Federal Aid	181,333,635	131,811,221	-27.3%
Infrastructure Bond Fund Revenue	8,201,329	6,819,112	-16.9%
Transportation Impact Fee	55,076	37,964	-31.1%
Other	2,743,666	920,814	-66.4%
Total Dedicated	<u>192,333,706</u>	<u>139,589,110</u>	<u>-27.4%</u>
Total Transportation Fund	<u>294,450,750</u>	<u>238,074,331</u>	<u>-19.1%</u>