



Monthly Revenue Release

Agency of Administration
May 11, 2018

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Montpelier, VT - Secretary of Administration Susanne Young releases Vermont's revenue results for April 2018. Preliminary results indicate General and Education Funds exceed projections while Transportation Fund misses slightly.

Revenue collections for the month of April 2018 have been compiled. April marks the tenth month of fiscal year 2018. Monthly and cumulative targets are measured against the revised consensus forecast for this fiscal year adopted by the Emergency Board on January 18, 2018.

General Fund revenues collected for the month of April totaled \$242.54 million, \$33.33 million above the consensus cash flow expectation for the month. The majority of the surplus revenue occurred in the Personal and Corporate Income Tax, \$23.05 million and \$7.19 million, respectively.

The Transportation Fund collected \$23.62 million, -\$0.63 million below its \$24.26 million target while the Education Fund collected \$18.10 million for the month, \$1.04 million ahead of the consensus target of \$17.06 million.

Year to date the General Fund is ahead of target by \$54.33 million, with Personal Income and Corporate Income each up \$30.35 million and \$17.91 million respectively. The Transportation Fund is ahead of target by \$0.33 million while the Education Fund is ahead by \$3.33 million.

Compared to this time in FY 2017, the General Fund revenues are up by \$84.28 million (\$1,321.73 million vs. \$1,237.46 million). The Transportation and Education Funds are both ahead of last fiscal year by \$7.37 million and \$10.27 million, respectively.

As a result of these surplus revenues collected through the third quarter, the Emergency Board convened on Monday, May 7, 2018 and agreed there would be a minimum of \$44.20 million over the January consensus forecast available in the current fiscal year.

“The Emergency Board did not take any action to upgrade the revenue forecasts for the next budget fiscal year (2019) currently under consideration by the Legislature,” advised Young. “The excess of taxes collected are largely attributed to one-time events, such as mergers and acquisition and capital gains activity, and will not likely be repeated in fiscal year 2019. In fact, the gains in the beginning of this tax year could be offset by greater refunds later in the year.”

At its regular July meeting, the Emergency Board will review a full analysis from the State and Legislative Economist and consider a consensus forecast for fiscal years 2019 and 2020.

State of Vermont Revenue, by Major Fund **Month: Apr-18**
vs. Consensus Revenue Forecast Target **FY: 2018** **Preliminary**

| Tax Component | Month | | | | Fiscal YTD | | | | Prior Fiscal YTD | | |
|----------------------|---------------|---------------|--------------|---------------|-----------------|-----------------|--------------|--------------|------------------|--------------|--------------|
| | Target | Revenue | \$ Change | % Change | Target | Revenue | \$ Change | % Change | Revenue | \$ Change | % Change |
| Personal Income | 148.15 | 171.20 | 23.05 | 15.56% | 682.55 | 712.90 | 30.35 | 4.45% | 649.04 | 63.86 | 9.84% |
| Sales & Use | 21.51 | 23.17 | 1.66 | 7.74% | 214.82 | 218.34 | 3.52 | 1.64% | 205.72 | 12.62 | 6.13% |
| Corporate | 14.65 | 21.84 | 7.19 | 49.05% | 59.02 | 76.94 | 17.91 | 30.35% | 76.63 | 0.31 | 0.40% |
| Meals & Room | 13.89 | 14.73 | 0.84 | 6.05% | 149.44 | 149.94 | 0.50 | 0.34% | 142.66 | 7.28 | 5.11% |
| Insurance Premium | 0.65 | 0.70 | 0.05 | 7.46% | 49.18 | 48.91 | -0.27 | -0.55% | 48.54 | 0.37 | 0.75% |
| Inheritance & Estate | 1.53 | 1.45 | -0.08 | -5.43% | 15.98 | 16.00 | 0.02 | 0.13% | 13.67 | 2.33 | 17.05% |
| Real Prop. Transfer | 1.05 | 0.88 | -0.17 | -15.91% | 10.04 | 10.09 | 0.05 | 0.51% | 10.08 | 0.02 | 0.17% |
| Other | 7.78 | 8.56 | 0.78 | 10.08% | 86.38 | 88.63 | 2.25 | 2.60% | 91.13 | -2.51 | -2.75% |
| Total | 209.21 | 242.54 | 33.33 | 15.93% | 1,267.40 | 1,321.73 | 54.33 | 4.29% | 1,237.46 | 84.28 | 6.81% |

*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 | 6.21 | 6.35 | 0.14 | 2.29% | 65.35 | 65.68 | 0.33 | 0.50% | 65.42 | 0.26 | 0.39% |
| Diesel Fuel | 1.22 | 1.35 | 0.13 | 10.34% | 15.30 | 15.77 | 0.48 | 3.10% | 14.99 | 0.79 | 5.27% |
| MV Purchase & Use | 6.16 | 5.34 | -0.82 | -13.32% | 55.76 | 56.28 | 0.52 | 0.94% | 52.14 | 4.14 | 7.94% |
| Motor Vehicle Fees | 8.98 | 9.20 | 0.22 | 2.46% | 69.08 | 68.87 | -0.21 | -0.31% | 67.63 | 1.24 | 1.83% |
| Other | 1.68 | 1.38 | -0.30 | -18.06% | 17.74 | 16.95 | -0.79 | -4.44% | 16.01 | 0.94 | 5.87% |
| Total | 24.26 | 23.62 | -0.63 | -2.62% | 223.23 | 223.56 | 0.33 | 0.15% | 216.19 | 7.37 | 3.41% |

Note:

| | | | | | | | | | | | |
|------------------------|------|------|------|-------|-------|-------|-------|--------|-------|-------|--------|
| TIB Fuel Fees/Gasoline | 1.07 | 1.08 | 0.01 | 0.48% | 10.74 | 10.69 | -0.05 | -0.50% | 10.51 | 0.18 | 1.71% |
| TIB Fuel Fees/Diesel | 0.14 | 0.14 | 0.01 | 4.66% | 1.59 | 1.66 | 0.07 | 4.43% | 1.83 | -0.18 | -9.56% |

*Differences due to rounding

Education Fund By Major Element (In Millions)*

| Non-Property Tax Component | Month | | | | Fiscal YTD | | | | Prior Fiscal YTD | | |
|----------------------------|--------------|--------------|-------------|--------------|---------------|---------------|-------------|--------------|------------------|--------------|--------------|
| | Target | Revenue | \$ Change | % Change | Target | Revenue | \$ Change | % Change | Revenue | \$ Change | % Change |
| Sales & Use | 11.58 | 12.48 | 0.90 | 7.74% | 115.67 | 117.57 | 1.90 | 1.64% | 110.77 | 6.79 | 6.13% |
| MV Purchase & Use | 3.08 | 2.67 | -0.41 | -13.32% | 27.88 | 28.14 | 0.26 | 0.94% | 26.07 | 2.07 | 7.94% |
| Lottery Transfer | 2.35 | 2.83 | 0.48 | 20.49% | 19.07 | 20.22 | 1.15 | 6.05% | 18.98 | 1.24 | 6.54% |
| Investment Income | 0.05 | 0.12 | 0.07 | 143.03% | 0.44 | 0.46 | 0.02 | 4.95% | 0.29 | 0.16 | 56.16% |
| Total | 17.06 | 18.10 | 1.04 | 6.09% | 163.05 | 166.38 | 3.33 | 2.04% | 156.11 | 10.27 | 6.58% |

*Differences due to rounding

State of Vermont

**Comparative Statement of Revenues
General Fund
As of April 30, 2018**

| | <u>Total to Date Last Year</u> | <u>Total to Date This Year</u> | <u>% of Change</u> |
|-----------------------------|------------------------------------|------------------------------------|--------------------|
| Taxes | | | |
| Personal Income Tax | 649,036,456 | 712,897,247 | 9.8% |
| Sales & Use Tax | 205,717,494 | 218,335,716 | 6.1% |
| Corporate Income Tax | 76,628,857 | 76,936,175 | 0.4% |
| Meals & Rooms Tax | 142,657,092 | 149,941,444 | 5.1% |
| Liquor & Wine Tax | 15,745,745 | 16,619,932 | 5.6% |
| Insurance Premium | 48,542,333 | 48,907,974 | 0.8% |
| Telephone Gross Receipts | 208,274 | 209,229 | 0.5% |
| Telephone Property Tax | 4,765,227 | 3,813,244 | -20.0% |
| Beverage Tax | 5,834,140 | 5,941,867 | 1.8% |
| Electric Generating | 0 | 0 | 0.0% |
| Inheritance & Estate Tax | 13,666,589 | 15,996,263 | 17.0% |
| Real Property Transfer Tax | 10,075,332 | 10,092,581 | 0.2% |
| Bank Franchise Tax | 11,878,591 | 11,077,918 | -6.7% |
| All Other Taxes | 1,814,685 | 1,559,562 | -14.1% |
| Total Taxes | 1,186,570,814 | 1,272,329,152 | 7.2% |
| Other Revenues | | | |
| Business Licenses | 1,184,282 | 1,151,163 | -2.8% |
| Fees | 39,770,011 | 39,115,019 | -1.6% |
| Services | 2,538,367 | 2,389,519 | -5.9% |
| Fines, Forfeits & Penalties | 3,947,107 | 2,684,008 | -32.0% |
| Interest, Prem | 903,368 | 1,825,170 | 102.0% |
| Special Assessments | 0 | 0 | 0.0% |
| All Other Revenues | 2,842,199 | 2,238,963 | -21.2% |
| Total Other Revenues | 51,185,335 | 49,403,842 | -3.5% |
| Total General Fund | 1,237,756,149 | 1,321,732,994 | 6.8% |

**Comparative Statement of Revenues
Transportation Fund
As of April 30, 2018**

| | <u>Total to Date Last Year</u> | <u>Total to Date This Year</u> | <u>% of Change</u> |
|----------------------------------|------------------------------------|------------------------------------|--------------------|
| Non-Dedicated | | | |
| Taxes | | | |
| Gasoline | 65,421,273 | 65,678,858 | 0.4% |
| Diesel Fuel | 14,985,415 | 15,774,730 | 5.3% |
| MV Purchase & Use | 52,141,492 | 56,284,059 | 7.9% |
| Total Taxes | 132,548,179 | 137,737,648 | 3.9% |
| Other Revenues | | | |
| Motor Vehicle Fees | 67,628,420 | 68,867,822 | 1.8% |
| Other | 16,011,208 | 16,951,377 | 5.9% |
| Total Other Revenues | 83,639,628 | 85,819,199 | 2.6% |
| Total Non-Dedicated | 216,187,807 | 223,556,847 | 3.4% |
| Dedicated | | | |
| Federal Aid | 225,449,145 | 253,661,619 | 12.5% |
| Infrastructure Bond Fund Revenue | 12,354,295 | 12,340,721 | -0.1% |
| Transportation Impact Fee | 67,283 | 93,085 | 38.3% |
| Other | 2,742,118 | 2,212,996 | -19.3% |
| Total Dedicated | 240,612,840 | 268,308,421 | 11.5% |
| Total Transportation Fund | 456,800,647 | 491,865,267 | 7.7% |

**State of Vermont
Comparative Statement of Revenues
Education Fund
As of April 30, 2018**

| | <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 | 110,770,958 | 117,565,385 | 6.1% |
| Purchase & Use Tax | 26,070,746 | 28,142,029 | 7.9% |
| Lottery Transfer | 18,979,087 | 20,219,732 | 6.5% |
| Investment Income | 293,157 | 457,763 | 56.1% |
| Total estimated revenues | <u>156,113,948</u> | <u>166,384,910</u> | <u>6.6%</u> |
| Other Revenues: | | | |
| Education Property Taxes | 85,302,529 | 83,095,808 | -2.6% |
| Electric Energy Educ Prop Tax | 0 | 0 | 0.0% |
| Uniform Capacity Tax | 694,513 | 752,508 | 8.4% |
| Medicaid Reimbursement | 0 | 0 | 0.0% |
| All Other Revenues | 26,245 | 847,711 | 3130.0% |
| Total other revenues | <u>86,023,288</u> | <u>84,696,027</u> | <u>-1.5%</u> |
| Total Education Fund | <u>242,137,236</u> | <u>251,080,937</u> | <u>3.7%</u> |