

Monthly Revenue Release

Agency of Administration
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Montpelier, VT - Secretary of Administration Susanne Young releases Vermont's revenue results for August 2021. General, Education, and Transportation Fund revenues came in above target.

Revenue collections for the month of August 2021 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts were a combined \$13.25 million, or 6.97% above monthly consensus expectations from the July 30, 2021 updated consensus revenue forecast.

General Fund revenues for the month totaled \$122.25 million, or \$11.5 million above the monthly consensus revenue target. "Personal income and rooms and meals taxes, the latter of which is a consumption-based tax, drove the strong August performance," said Secretary Young. "We remain concerned about the extent to which these strong revenues reflect Vermont's underlying economy or extraordinary and one-time Federal deficit spending on the pandemic response. For example, Vermont's job count has only recovered to about 80 percent of the pre-pandemic level and the state's labor force has similarly struggled, contracting by nearly eight percent, or 27,000 people, since February of 2020" Secretary Young added.

The Transportation Fund was \$709,600, or 2.7%, below the consensus expectations for the month, with \$25.3 million in revenues during August.

The Education Fund (excluding property taxes) finished August \$2.4 million, or 4.6% above the monthly consensus target, with \$55.87 million in total receipts for the month. Lottery proceeds exceeded their target by \$2.1 million in August, making up most of the Education Fund's overperformance.

"Federal stimulus spending continues to have a big impact on Vermont's revenues," said Secretary Young. "However, this money will not circulate through Vermont's economy forever. Some programs, like Pandemic Unemployment Assistance have already expired. If we are going to capitalize on this investment from the Federal Government to address critical needs, like broadband, climate resilience, water quality, and housing – all of which will strengthen Vermont's underlying economy – we must look at this revenue performance as one time, because our fiscal fundamentals do not currently substantiate this level of revenue or spending on a year-over-year basis," Secretary Young added.

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State of Vermont Revenue, by Major Fund

Month: August

vs. Consensus Revenue Forecast Target

FY: 2022

General Fund By Major Element (In Millions)* (1&2)

Tax Component	Month				Fiscal YTD				Prior Fiscal YTD Restated		
	Target	Revenue	\$ Change	% Change	Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
Personal Income (1)	55.61	63.20	7.59	13.65%	124.06	129.93	5.87	4.73%	313.74	-183.81	-58.59%
Corporate (2)	3.06	3.78	0.72	23.49%	8.54	10.37	1.83	21.40%	-2.81	13.18	-469.05%
Meals & Room	12.03	14.39	2.36	19.62%	22.65	25.72	3.07	13.56%	15.77	9.95	63.12%
Insurance Premium	7.27	7.35	0.09	1.19%	7.95	8.60	0.65	8.19%	8.43	0.17	2.03%
Inheritance & Estate	2.37	2.70	0.33	13.78%	4.80	7.72	2.92	60.94%	10.12	-2.40	-23.71%
Real Prop. Transfer	2.62	2.57	-0.05	-1.88%	4.37	3.57	-0.79	-18.19%	2.84	0.73	25.64%
State Health Care Taxes	21.51	22.47	0.96	4.46%	47.85	48.82	0.97	2.03%	46.26	2.56	5.54%
Other	6.26	5.79	-0.47	-7.52%	12.30	12.34	0.04	0.32%	12.49	-0.15	-1.18%
Total	110.73	122.25	11.52	10.40%	232.51	247.07	14.56	6.26%	406.83	-159.76	-39.27%

*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	6.83	6.46	-0.37	-5.36%	13.31	12.60	-0.70	-5.29%	10.99	1.61	14.65%
Diesel Fuel	1.44	1.52	0.07	5.14%	2.77	3.07	0.31	11.08%	2.55	0.52	20.49%
MV Purchase & Use	8.39	8.06	-0.33	-3.94%	13.91	14.06	0.15	1.06%	10.09	3.96	39.26%
Motor Vehicle Fees	7.67	7.69	0.02	0.30%	14.28	14.47	0.19	1.35%	14.09	0.38	2.73%
Other	1.71	1.60	-0.11	-6.48%	3.35	3.16	-0.19	-5.60%	2.75	0.41	15.08%
Total	26.04	25.33	-0.71	-2.72%	47.61	47.37	-0.24	-0.51%	40.47	6.89	17.03%

Note:

TIB Fuel Fees/Gasoline 1.26 1.25 -0.02 -1.41%

TIB Fuel Fees/Diesel 0.16 0.16 0.00 1.24%

*Differences due to rounding

Education Fund By Major Element (In Millions)*

Non-Property Tax Component	Month				Fiscal YTD				Prior Fiscal YTD Restated		
	Target	Revenue	\$ Change	% Change	Target	Revenue	\$ Change	% Change	Revenue	\$ Change	% Change
Sales & Use	42.55	42.16	-0.39	-0.91%	91.96	94.48	2.52	2.74%	85.92	8.56	9.96%
Meals & Room	4.36	5.21	0.85	19.62%	8.21	9.32	1.11	13.56%	5.71	3.61	63.12%
MV Purchase & Use	4.20	4.03	-0.17	-3.94%	6.95	7.03	0.07	1.06%	5.05	1.98	39.26%
Lottery Transfer	2.34	4.47	2.12	90.64%	3.34	5.47	2.12	63.53%	2.99	2.48	83.10%
Investment Income	0.00	0.01	0.01	0.00%	0.00	0.01	0.01	0.00%	0.02	-0.01	-36.95%
Total	53.44	55.88	2.44	4.56%	110.46	116.30	5.84	5.29%	99.68	16.62	16.67%

*Differences due to rounding

(1) FY21 Personal Income includes \$162M in deferred payments from FY20

(2) FY21 Corporate Income Tax includes \$19.2M in deferred payments from FY20

**Comparative Statement of Revenues
General Fund
As of August 31, 2021**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Taxes			
Personal Income Tax	313,737,892	129,930,575	-58.6%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	(2,809,115)	10,367,102	469.1%
Meals & Rooms Tax	15,767,774	25,720,452	63.1%
Liquor & Wine Tax	809,480	805,080	-0.5%
Insurance Premium	8,425,147	8,596,269	2.0%
Telephone Gross Receipts	54,875	56,985	3.8%
Telephone Property Tax	112,798	354,842	214.6%
Beverage Tax	1,408,627	1,351,948	-4.0%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	10,117,212	7,718,324	-23.7%
Real Property Transfer Tax	2,843,432	3,572,515	25.6%
Bank Franchise Tax	1,933,514	2,543,243	31.5%
All Other Taxes	40,597	498,503	1127.9%
Total Taxes	<u>352,442,232</u>	<u>191,515,838</u>	<u>-45.7%</u>
Other Revenues			
Business Licenses	27,368	18,893	-31.0%
Fees	6,557,287	5,844,946	-10.9%
Services	530,991	458,388	-13.7%
Fines, Forfeits & Penalties	563,922	257,766	-54.3%
Interest, Prem	37,874	94,284	148.9%
Special Assessments	9	0	-100.0%
All Other Revenues	476,535	54,643	-88.5%
Total Other Revenues	<u>8,193,987</u>	<u>6,728,920</u>	<u>-17.9%</u>
Health Care Revenues			
Health Care Taxes and Assessments	<u>46,261,482</u>	<u>48,823,671</u>	<u>5.5%</u>
Total General Fund	<u><u>406,897,701</u></u>	<u><u>247,068,430</u></u>	<u><u>-39.3%</u></u>

State of Vermont
 Comparative Statement of Revenues
 Education Fund
 As of August 31, 2021

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% of Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	85,921,130	94,476,261	10.0%
Meals & Rooms Tax	5,712,962	9,319,004	63.1%
Purchase & Use Tax	5,046,485	7,027,823	39.3%
Lottery Transfer	2,985,487	5,466,414	83.1%
Investment Income	17,445	10,999	-37.0%
Total estimated revenues	<u>99,683,509</u>	<u>116,300,501</u>	<u>16.7%</u>
Other Revenues:			
Education Property Taxes	(592,939)	(155,409)	73.8%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	25,528	18,411	-27.9%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	173,057	8,956,878	5075.7%
Total other revenues	<u>(394,354)</u>	<u>8,819,880</u>	<u>2336.5%</u>
Total Education Fund	<u>99,289,155</u>	<u>125,120,381</u>	<u>26.0%</u>

**Comparative Statement of Revenues
Transportation Fund
As of August 31, 2021**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Non-Dedicated			
Taxes			
Gasoline	10,993,420	12,603,478	14.6%
Diesel Fuel	2,550,157	3,072,582	20.5%
MV Purchase & Use	10,092,970	14,055,645	39.3%
Total Taxes	23,636,547	29,731,706	25.8%
Other Revenues			
Motor Vehicle Fees	14,089,946	14,474,289	2.7%
Other	2,746,042	3,160,254	15.1%
Total Other Revenues	16,835,987	17,634,543	4.7%
Total Non-Dedicated	40,472,534	47,366,249	17.0%
Dedicated			
Federal Aid	51,587,353	52,783,980	2.3%
Infrastructure Bond Fund Revenue	2,020,899	2,560,316	26.7%
Transportation Impact Fee	(100,017)	68,283	168.3%
Interest Income - Program	70	12	-82.9%
Transportation Impact Fee	(99,947)	68,295	168.3%
Other	415,955	749,209	80.1%
Total Dedicated	53,924,260	56,161,800	4.1%
Total Transportation Fund	94,396,794	103,528,049	9.7%