

Monthly Revenue Release

Agency of Administration
August 23, 2021

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

Revenue collections for the month of July 2021 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts were a combined \$6.91 million, or 3.5% above monthly consensus expectations from the upgraded consensus revenue forecast adopted by the Emergency Board on July 30, 2021.

General Fund revenues for the month totaled \$124.81 million, or \$3.04 million above the monthly consensus revenue target. "While most subcomponents of General Fund revenues performed close to targets, it is worth noting that personal income, which is a good bellwether for the economy, underperformed while one-time inheritance and estate taxes overperformed, creating a net increase in monthly receipts," Secretary Young explained. "It is also important to note, this revenue report for the first month of the fiscal year does not reflect a trend in any major fund or revenue source."

The Transportation Fund was \$470,000, or 2.16%, above consensus expectations for the month, bringing in \$22.03 million.

The Education Fund (excluding property taxes) was \$3.4 million, or 5.97%, above the monthly consensus target, with \$60.42 million in total receipts for the month. "Sales and use taxes continue to fuel the overperformance in the Education Fund, accounting for \$2.91 million of the \$3.4 million in added revenue," said Secretary Young.

"Federal policy, like the advance child tax credit and pandemic unemployment assistance coupled with unprecedented federal spending bills like the American Rescue Plan Act is putting more money in Vermonters' pockets, which they are in turn, using to buy goods and services and propping up Vermont's economy. The near-term outlook in the three major funds is strong; however, we must continue to consider these federal policies as onetime events as we build fiscal year 2023 budgets," Secretary Young said. "If we establish a base level of spending that is not sustainable once this federal funding goes away, we will create a very difficult fiscal environment down the road."

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

**Month: July
FY: 2022**

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

Tax Component	Month			
	Target	Revenue	\$ Change	% Change
Personal Income (1)	68.45	66.73	-1.72	-2.51%
Corporate (2)	5.48	6.58	1.11	20.23%
Meals & Room	10.62	11.33	0.71	6.70%
Insurance Premium	0.68	1.24	0.56	83.12%
Inheritance & Estate	2.42	5.02	2.60	107.10%
Real Prop. Transfer	1.75	1.01	-0.74	-42.54%
State Health Care Taxes	26.34	26.35	0.01	0.05%
Other	6.04	6.55	0.51	8.45%
Total	121.78	124.81	3.04	2.49%

*Differences due to rounding

Fiscal YTD			
Target	Revenue	\$ Change	% Change
68.45	66.73	-1.72	-2.51%
5.48	6.58	1.11	20.23%
10.62	11.33	0.71	6.70%
0.68	1.24	0.56	83.12%
2.42	5.02	2.60	107.10%
1.75	1.01	-0.74	-42.54%
26.34	26.35	0.01	0.05%
6.04	6.55	0.51	8.45%
121.78	124.81	3.04	2.49%

Prior Fiscal YTD Restated		
Revenue	\$ Change	% Change
230.36	-163.63	-71.03%
25.85	-19.27	-74.53%
7.52	3.81	50.67%
0.68	0.57	83.97%
1.57	3.45	220.32%
0.83	0.18	21.09%
25.24	1.11	4.38%
4.34	2.21	50.81%
296.39	-171.58	-57.89%

Transportation Fund By Major Element (In Millions)*

Tax Component	Month			
	Target	Revenue	\$ Change	% Change
Gasoline	6.48	6.14	-0.34	-5.21%
Diesel Fuel	1.32	1.55	0.23	17.59%
MV Purchase & Use	5.52	5.99	0.48	8.68%
Motor Vehicle Fees	6.61	6.78	0.17	2.56%
Other	1.64	1.56	-0.08	-4.69%
Total	21.57	22.03	0.47	2.16%

Note:

TIB Fuel Fees/Gasoline	1.21	0.99	-0.22	-18.36%
TIB Fuel Fees/Diesel	0.15	0.17	0.02	13.16%

*Differences due to rounding

Fiscal YTD			
Target	Revenue	\$ Change	% Change
6.48	6.14	-0.34	-5.21%
1.32	1.55	0.23	17.59%
5.52	5.99	0.48	8.68%
6.61	6.78	0.17	2.56%
1.64	1.56	-0.08	-4.69%
21.57	22.03	0.47	2.16%

Prior Fiscal YTD		
Revenue	\$ Change	% Change
5.19	0.95	18.39%
1.21	0.34	27.95%
5.27	0.73	13.85%
6.87	-0.09	-1.34%
1.47	0.10	6.61%
20.01	2.03	10.13%

Education Fund By Major Element (In Millions)*

Non-Property Tax Component	Month			
	Target	Revenue	\$ Change	% Change
Sales & Use	49.41	52.32	2.91	5.88%
Meals & Room	3.85	4.11	0.26	6.70%
MV Purchase & Use	2.76	3.00	0.24	8.68%
Lottery Transfer	1.00	1.00	0.00	0.00%
Investment Income	0.00	0.00	0.00	0.00%
Total	57.02	60.42	3.40	5.97%

*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

Fiscal YTD			
Target	Revenue	\$ Change	% Change
49.41	52.32	2.91	5.88%
3.85	4.11	0.26	6.70%
2.76	3.00	0.24	8.68%
1.00	1.00	0.00	0.00%
0.00	0.00	0.00	0.00%
57.02	60.42	3.40	5.97%

Prior Fiscal YTD Restated		
Revenue	\$ Change	% Change
45.97	6.35	13.80%
2.73	1.38	50.67%
2.63	0.36	13.85%
1.00	0.00	0.00%
0.00	0.00	0.00%
52.33	8.09	15.46%

Comparative Statement of Revenues
General Fund
As of July 31, 2021

	<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	230,360,486	66,730,410	-71.0%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	25,850,792	6,584,704	-74.5%
Meals & Rooms Tax	7,521,751	11,332,815	50.7%
Liquor & Wine Tax	454,604	414,928	-8.7%
Insurance Premium	675,934	1,243,498	84.0%
Telephone Gross Receipts	2,976	56,985	1815.0%
Telephone Property Tax	185,595	177,421	-4.4%
Beverage Tax	400,120	669,296	67.3%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	1,566,892	5,019,095	220.3%
Real Property Transfer Tax	831,011	1,006,271	21.1%
Bank Franchise Tax	1,038,316	1,287,322	24.0%
All Other Taxes	42,065	412,967	881.7%
Total Taxes	268,930,542	94,935,714	-64.7%
Other Revenues			
Business Licenses	17,573	11,896	-32.3%
Fees	2,274,983	3,154,886	38.7%
Services	162,387	232,994	43.5%
Fines, Forfeits & Penalties	247,573	138,429	-44.1%
Interest, Prem	75,163	(29,681)	-139.5%
Special Assessments	0	0	0.0%
All Other Revenues	30,587	19,533	-36.1%
Total Other Revenues	2,808,266	3,528,056	25.6%
Health Care Revenues			
Health Care Taxes and Assessments	25,244,495	26,350,739	4.4%
Total General Fund	296,983,302	124,814,509	-58.0%

Date: August 04, 2021

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

	<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	45,972,720	52,318,687	13.8%
Meals & Rooms Tax	2,725,272	4,106,092	50.7%
Purchase & Use Tax	2,632,540	2,997,120	13.8%
Lottery Transfer	1,000,000	1,000,000	0.0%
Investment Income	0	167	100.0%
Total estimated revenues	<u>52,330,531</u>	<u>60,422,066</u>	<u>15.5%</u>
Other Revenues:			
Education Property Taxes	(652,916)	(211,430)	67.6%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	21,774	1,015	-95.3%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	77,284	547,844	608.9%
Total other revenues	<u>(553,858)</u>	<u>337,429</u>	<u>160.9%</u>
Total Education Fund	<u>51,776,673</u>	<u>60,759,495</u>	<u>17.3%</u>

Prepared by Department of Finance & Management

Date: August 04, 2021

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

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Non-Dedicated			
Taxes			
Gasoline	5,189,779	6,143,927	18.4%
Diesel Fuel	1,214,091	1,553,423	27.9%
MV Purchase & Use	5,265,079	5,994,240	13.8%
Total Taxes	11,668,949	13,691,589	17.3%
Other Revenues			
Motor Vehicle Fees	6,872,823	6,780,512	-1.3%
Other	1,465,054	1,561,829	6.6%
Total Other Revenues	8,337,878	8,342,341	0.1%
Total Non-Dedicated	20,006,827	22,033,930	10.1%
Dedicated			
Federal Aid	23,559,794	22,850,198	-3.0%
Infrastructure Bond Fund Revenue	1,016,354	1,153,740	13.5%
Transportation Impact Fee	(137,862)	41,444	130.1%
Other	230,586	460,164	99.6%
Total Dedicated	24,668,871	24,505,546	-0.7%
Total Transportation Fund	44,675,697	46,539,476	4.2%

Prepared by Department of Finance & Management

Date: August 04, 2021

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