

Monthly Revenue Release

Agency of Administration
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Montpelier, VT - Secretary of Administration Susanne Young releases Vermont's revenue results for September 2021. General, Education, and Transportation Fund cumulative revenues were above target for the month and the quarter.

Revenue collections for the month of September 2021 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts in September were a combined \$274.5 million, or 3.9% above monthly consensus expectations. In August 2021, the consensus revenue expectations were upgraded substantially for fiscal year 2022 as compared to the January 2021 forecast.

General Fund revenues collected for the month totaled \$195.0 million, or \$14.1 million above the monthly consensus revenue target. For the first fiscal year quarter, General Fund revenues were \$442.1 million, exceeding their target by \$28.7 million or 6.9%. "The positive performance in the General Fund was buoyed by seemingly strong personal income tax revenue," explained Secretary Young. "While encouraging, the above forecast performance may have been driven by the fact that September included five, instead of the usual four, payroll Thursdays. October will be a more typical withholding calendar and may even out the year-to-date performance to be more in keeping with forecast."

The Transportation Fund met consensus expectations for the month, bringing in \$27.6 million. For the quarter, the T-Fund brought in \$75.0 million which is only \$66 thousand or -0.1% below the consensus cash flow target. "Stronger revenue from vehicle purchases is balancing out lower than anticipated revenue from gas and diesel taxes and in the Other Fees category," continued Young.

The Education Fund was -\$4.0 million, or -7.2%, relative to the monthly consensus target, having collected \$51.8 million for the month. Year-to-date, the Education Fund received \$168.1 million, ending the quarter at \$1.8 million or 1.1% over target. "The sales and use tax is an important component of the Education Fund revenues and it missed the month's forecast by \$3.3 million, Secretary Young noted. "We will be watching activity in this consumption tax closely over the fall and holiday retail period to determine if this miss in September continues and reflects a pull-back from the robust consumer spending experienced over the past 18 months due to the federal COVID assistance or if it is a one-month swing that is to be expected in such a fluid economic environment."

"While the economic recovery remains uneven," remarked Young, "the cumulative receipts for the first quarter of fiscal 2022 were at or above forecast in all three of the state's major funds and represent a positive start to the fiscal year."

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State of Vermont Revenue, by Major Fund **Month: September**
 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)	103.97	113.92	9.95	9.57%	228.03	243.85	15.82	6.94%	415.02	-171.18	-41.24%
Corporate (2)	31.29	34.52	3.23	10.32%	39.83	44.89	5.06	12.69%	21.22	23.67	111.55%
Meals & Room	12.33	14.75	2.41	19.54%	34.98	40.47	5.48	15.67%	24.77	15.70	63.40%
Insurance Premium	0.80	0.15	-0.65	-80.91%	8.75	8.75	0.00	0.04%	8.78	-0.03	-0.39%
Inheritance & Estate	3.07	0.30	-2.77	-90.19%	7.86	8.02	0.16	2.00%	11.12	-3.10	-27.85%
Real Prop. Transfer	2.30	2.32	0.02	0.69%	6.67	5.89	-0.78	-11.67%	4.97	0.92	18.59%
State Health Care Taxes	21.09	21.42	0.34	1.60%	68.94	70.25	1.31	1.90%	68.09	2.16	3.17%
Other	6.07	7.65	1.59	26.17%	18.37	19.99	1.63	8.85%	18.84	1.15	6.10%
Total	180.91	195.03	14.12	7.80%	413.42	442.10	28.68	6.94%	572.80	-130.70	-22.82%

*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	7.13	6.86	-0.26	-3.66%	20.43	19.47	-0.96	-4.72%	18.23	1.24	6.78%
Diesel Fuel	1.96	1.84	-0.11	-5.78%	4.72	4.92	0.19	4.09%	4.32	0.60	13.81%
MV Purchase & Use	9.09	9.70	0.61	6.71%	22.99	23.75	0.76	3.30%	19.36	4.40	22.71%
Motor Vehicle Fees	7.42	7.52	0.10	1.34%	21.70	21.99	0.29	1.34%	21.50	0.49	2.29%
Other	1.87	1.71	-0.16	-8.42%	5.21	4.87	-0.34	-6.61%	4.30	0.57	13.21%
Total	27.45	27.63	0.18	0.65%	75.06	75.00	-0.07	-0.09%	67.71	7.29	10.76%

Note:

TIB Fuel Fees/Gasoline	1.32	1.33	0.01	0.49%	3.79	3.56	-0.23	-6.16%	2.82	0.74	26.31%
TIB Fuel Fees/Diesel	0.21	0.20	-0.01	-7.06%	0.52	0.52	0.01	1.21%	0.46	0.07	14.41%

*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	44.10	40.85	-3.26	-7.38%	136.06	135.33	-0.74	-0.54%	123.66	11.67	9.44%
Meals & Room	4.47	5.34	0.87	19.54%	12.68	14.66	1.99	15.67%	8.97	5.69	63.40%
MV Purchase & Use	4.54	4.85	0.31	6.71%	11.50	11.88	0.38	3.30%	9.68	2.20	22.71%
Lottery Transfer	2.65	0.75	-1.90	-71.81%	5.99	6.21	0.22	3.67%	5.79	0.43	7.40%
Investment Income	0.04	0.00	-0.04	-100.00%	0.04	0.01	-0.03	-74.31%	0.04	-0.03	-72.53%
Total	55.81	51.79	-4.02	-7.21%	166.27	168.09	1.82	1.09%	148.13	19.95	13.47%

*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 September 30, 2021

	<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	415,023,423	243,848,104	-41.2%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	21,218,997	44,888,926	111.6%
Meals & Rooms Tax	24,765,120	40,465,486	63.4%
Liquor & Wine Tax	1,245,481	1,274,512	2.3%
Insurance Premium	8,782,961	8,748,944	-0.4%
Telephone Gross Receipts	54,875	56,985	3.8%
Telephone Property Tax	105,631	560,526	430.6%
Beverage Tax	2,037,148	1,974,805	-3.1%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	11,115,114	8,019,073	-27.9%
Real Property Transfer Tax	4,966,446	5,889,738	18.6%
Bank Franchise Tax	3,066,442	3,980,300	29.8%
All Other Taxes	73,509	531,816	623.5%
Total Taxes	<u>492,455,148</u>	<u>360,239,214</u>	<u>-26.8%</u>
Other Revenues			
Business Licenses	38,007	26,879	-29.3%
Fees	10,176,730	9,827,090	-3.4%
Services	745,180	708,213	-5.0%
Fines, Forfeits & Penalties	882,766	370,524	-58.0%
Interest, Prem	31,790	160,629	405.3%
Special Assessments	9	0	-100.0%
All Other Revenues	386,420	520,738	34.8%
Total Other Revenues	<u>12,260,902</u>	<u>11,614,073</u>	<u>-5.3%</u>
Health Care Revenues			
Health Care Taxes and Assessments	<u>68,089,202</u>	<u>70,246,430</u>	<u>3.2%</u>
Total General Fund	<u><u>572,805,253</u></u>	<u><u>442,099,717</u></u>	<u><u>-22.8%</u></u>

State of Vermont
Comparative Statement of Revenues
Education Fund
As of September 30, 2021

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	123,656,592	135,325,565	9.4%
Meals & Rooms Tax	8,972,870	14,661,408	63.4%
Purchase & Use Tax	9,678,510	11,876,089	22.7%
Lottery Transfer	5,785,586	6,213,782	7.4%
Investment Income	40,037	10,999	-72.5%
Total estimated revenues	<u>148,133,595</u>	<u>168,087,843</u>	<u>13.5%</u>
Other Revenues:			
Education Property Taxes	(551,463)	(171,524)	68.9%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	28,992	31,192	7.6%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	242,690	9,092,722	3646.6%
Total other revenues	<u>(279,781)</u>	<u>8,952,390</u>	<u>3299.8%</u>
Total Education Fund	<u><u>147,853,814</u></u>	<u><u>177,040,233</u></u>	<u><u>19.7%</u></u>

**Comparative Statement of Revenues
Transportation Fund
As of September 30, 2021**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Taxes			
Gasoline	18,232,759	19,468,252	6.8%
Diesel Fuel	4,320,162	4,916,749	13.8%
MV Purchase & Use	19,357,021	23,752,178	22.7%
Total Taxes	41,909,941	48,137,179	14.9%
Other Revenues			
Motor Vehicle Fees	21,500,111	21,992,847	2.3%
Other	4,299,974	4,868,163	13.2%
Total Other Revenues	25,800,084	26,861,010	4.1%
Total Non-Dedicated	67,710,026	74,998,189	10.8%
Dedicated			
Federal Aid	111,095,884	96,765,671	-12.9%
Infrastructure Bond Fund Revenue	3,275,272	4,082,472	24.6%
Transportation Impact Fee	(99,917)	68,283	168.3%
Interest Income - Program	93	12	-87.1%
Transportation Impact Fee	(99,824)	68,295	168.4%
Other	838,768	1,318,026	57.1%
Total Dedicated	115,110,100	102,234,465	-11.2%
Total Transportation Fund	182,820,126	177,232,654	-3.1%