

Monthly Revenue Release

Agency of Administration
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Montpelier, VT - Secretary of Administration Kristin Clouser releases Vermont's revenue results for December 2021. General Fund and Education Fund revenues were above target for December and year-to-date. Transportation Fund revenues lagged slightly for the month and the year.

Revenue collections for the month of December 2021 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts in December were a combined \$241.4 million, or 0.8% above monthly consensus expectations. Cumulative revenues remain 2.6% above consensus expectations for the first half of the state's fiscal year.

General Fund revenues collected for the month totaled \$165.9 million, or \$1.8 million above the monthly consensus revenue target. For the six-month period, General Fund revenues were \$855.8 million, exceeding their target by \$29.0 million or 3.5%. This month's revenues were paced by strength in personal income taxes and aided by a positive boost in meals and rooms taxes, which more than compensated for a slight lag in corporate income taxes.

The Transportation Fund was slightly below consensus expectations for December, bringing in \$22.6 million compared to the consensus estimate of \$23.8 million. Fiscal year-to-date, the T-Fund brought in \$145.0 million which is \$1.5 million or -1.0% below the consensus cash flow target. Revenue into the T-Fund continued the pattern of below target fuel taxes (gas and diesel). In the recent past, fuel tax underperformance has been offset by higher Motor Vehicle Purchase and Use taxes and fees, but December receipts in this category also lagged monthly consensus estimates.

The Education Fund was \$1.3 million or 2.5% above the monthly consensus target, having collected \$52.9 million for the month. For the first half of the fiscal year, the Ed Fund received \$336.7 million, which is \$6.5 million or 2.0% higher than the consensus target. Monthly receipts into the Ed Fund were mixed, with receipts in two major components somewhat upbeat (Meals and Rooms and Sales and Use) while receipts in two other components were soft (Motor Vehicle Purchase and Use and Lottery). Overall, revenues into the Ed Fund have been healthy.

Monthly receipts in the General Fund and the Education Fund reflect the still upbeat economic conditions that were in place prior to the onset of the most recent uptick in COVID case numbers associated with the COVID Omicron variant. Although T-Fund receipts lagged last month, the monthly under-performance corresponded to only a relatively small amount dollar wise. "We are pleased with the half-year revenue results relative to the consensus forecast," stated Secretary Clouser, "however we remain wary of COVID impacts on the economy and we will be watching carefully for potential signs of change."

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State of Vermont Revenue, by Major Fund vs. Consensus Revenue Forecast Target **Month: December**
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)	90.90	93.08	2.18	2.40%	462.02	475.85	13.83	2.99%	636.25	-160.40	-25.21%
Corporate (2)	26.17	25.69	-0.48	-1.85%	72.26	77.61	5.35	7.41%	39.46	38.16	96.71%
Meals & Room	8.12	9.69	1.58	19.43%	65.27	77.51	12.23	18.74%	48.59	28.92	59.53%
Insurance Premium	1.49	0.05	-1.45	-96.84%	18.53	18.06	-0.47	-2.56%	18.03	0.03	0.18%
Inheritance & Estate	2.47	2.32	-0.15	-5.99%	15.12	11.14	-3.97	-26.29%	20.73	-9.58	-46.23%
Real Prop. Transfer	2.30	2.58	0.27	11.93%	13.92	12.99	-0.93	-6.68%	12.66	0.32	2.56%
State Health Care Taxes	25.50	24.63	-0.88	-3.44%	141.24	141.98	0.74	0.52%	142.49	-0.52	-0.36%
Other	7.19	7.86	0.68	9.41%	38.48	40.67	2.19	5.70%	38.24	2.43	6.35%
Total	164.14	165.89	1.76	1.07%	826.85	855.81	28.96	3.50%	956.44	-100.63	-10.52%

*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	6.00	5.71	-0.29	-4.89%	39.32	37.55	-1.77	-4.51%	34.88	2.66	7.64%
Diesel Fuel	1.89	1.69	-0.20	-10.73%	9.80	9.67	-0.13	-1.28%	9.15	0.52	5.63%
MV Purchase & Use	7.63	7.03	-0.60	-7.86%	45.51	46.31	0.80	1.76%	42.16	4.15	9.85%
Motor Vehicle Fees	6.20	5.89	-0.32	-5.14%	41.25	41.30	0.05	0.12%	41.72	-0.41	-0.99%
Other	2.11	2.31	0.20	9.43%	10.64	10.16	-0.48	-4.55%	10.17	-0.01	-0.10%
Total	23.83	22.62	-1.22	-5.10%	146.52	144.99	-1.53	-1.05%	138.08	6.91	5.00%

Note:

TIB Fuel Fees/Gasoline	1.17	1.18	0.02	1.68%	7.46	7.22	-0.23	-3.12%	5.16	2.07	40.06%
TIB Fuel Fees/Diesel	0.21	0.18	-0.02	-12.08%	1.07	1.03	-0.04	-3.85%	0.97	0.06	5.89%

*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	42.45	44.07	1.62	3.82%	270.73	272.21	1.47	0.54%	249.18	23.03	9.24%
Meals & Room	2.94	3.51	0.57	19.43%	23.65	28.08	4.43	18.74%	17.60	10.48	59.53%
MV Purchase & Use	3.81	3.51	-0.30	-7.86%	22.76	23.16	0.40	1.76%	21.08	2.08	9.85%
Lottery Transfer	2.38	1.76	-0.62	-25.89%	12.99	13.19	0.20	1.55%	12.34	0.85	6.92%
Investment Income	0.01	0.01	0.00	20.80%	0.07	0.05	-0.02	-29.52%	0.07	-0.02	-28.74%
Total	51.59	52.87	1.28	2.48%	330.20	336.69	6.49	1.96%	300.27	36.42	12.13%

*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

State of Vermont
Comparative Statement of Revenues
General Fund
As of December 31, 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	636,247,967	475,849,428	-25.2%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	39,456,630	77,614,412	96.7%
Meals & Rooms Tax	48,585,360	77,506,780	59.5%
Liquor & Wine Tax	2,489,602	2,602,128	4.5%
Insurance Premium	18,027,313	18,060,580	0.2%
Telephone Gross Receipts	109,767	113,465	3.4%
Telephone Property Tax	638,384	1,084,477	69.9%
Beverage Tax	3,849,464	3,760,160	-2.3%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	20,727,558	11,144,688	-46.2%
Real Property Transfer Tax	12,663,509	12,987,396	2.6%
Bank Franchise Tax	6,429,745	8,179,247	27.2%
All Other Taxes	205,637	775,500	277.1%
Total Taxes	<u>789,430,936</u>	<u>689,678,262</u>	<u>-12.6%</u>
Other Revenues			
Business Licenses	148,720	55,626	-62.6%
Fees	20,873,313	20,288,201	-2.8%
Services	1,438,636	1,428,492	-0.7%
Fines, Forfeits & Penalties	1,337,030	1,132,257	-15.3%
Interest, Prem	271,468	413,990	52.5%
Special Assessments	9	0	-100.0%
All Other Revenues	465,782	833,408	78.9%
Total Other Revenues	<u>24,534,958</u>	<u>24,151,973</u>	<u>-1.6%</u>
Health Care Revenues			
Health Care Taxes and Assessments	<u>142,493,044</u>	<u>141,977,510</u>	<u>-0.4%</u>
Total General Fund	<u><u>956,458,937</u></u>	<u><u>855,807,746</u></u>	<u><u>-10.5%</u></u>

State of Vermont
 Comparative Statement of Revenues
 Education Fund
 As of December 31, 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	249,176,435	272,207,208	9.2%
Meals & Rooms Tax	17,603,391	28,082,167	59.5%
Purchase & Use Tax	21,079,701	23,156,713	9.9%
Lottery Transfer	12,338,364	13,192,112	6.9%
Investment Income	72,040	51,333	-28.7%
Total estimated revenues	<u>300,269,931</u>	<u>336,689,533</u>	<u>12.1%</u>
Other Revenues:			
Education Property Taxes	97,378,086	103,018,604	5.8%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	543,054	561,089	3.3%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	320,345	1,061,734	231.4%
Total other revenues	<u>98,241,484</u>	<u>104,641,427</u>	<u>6.5%</u>
Total Education Fund	<u><u>398,511,415</u></u>	<u><u>441,330,960</u></u>	<u>10.7%</u>

State of Vermont
Comparative Statement of Revenues
Transportation Fund
As of December 31, 2021

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% Change</u>
Non-Dedicated			
Taxes			
Gasoline	34,881,373	37,545,408	7.6%
Diesel Fuel	9,154,409	9,669,913	5.6%
MV Purchase & Use	42,159,401	46,313,426	9.9%
Total Taxes	86,195,183	93,528,746	8.5%
Other Revenues			
Motor Vehicle Fees	41,716,938	41,302,765	-1.0%
Other	10,168,367	10,158,211	-0.1%
Total Other Revenues	51,885,305	51,460,976	-0.8%
Total Non-Dedicated	138,080,489	144,989,722	5.0%
Dedicated			
Federal Aid	191,870,244	180,881,179	-5.7%
Infrastructure Bond Fund Revenue	6,130,892	8,254,379	34.6%
Transportation Impact Fee	(93,361)	96,112	202.9%
Other	1,304,987	1,616,019	23.8%
Total Dedicated	199,212,763	190,847,690	-4.2%
Total Transportation Fund	337,293,252	335,837,412	-0.4%