

Monthly Revenue Release

Agency of Administration
June 13, 2022

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Montpelier, VT - Secretary of Administration Kristin Clouser releases Vermont's revenue results for May 2022. General Fund and Education Fund revenues came in above target for the month while Transportation Fund revenue came in slightly below target. Fiscal year-to-date, General Fund and Education Fund revenues are comfortably above target while the Transportation Fund is slightly behind.

Revenue collections for the month of May 2022 have been compiled. The State's General Fund, Transportation Fund, and Education Fund receipts in May were a combined \$206.3 million, or 17.3%, above upwardly revised monthly consensus expectations. Cumulative revenues stand at 7.4% above revised consensus expectations through the 11th month of the state's fiscal year.

General Fund revenues collected for the month totaled \$128.1 million, \$26.9 million above the monthly consensus cash flow revenue target. Fiscal year to date, General Fund revenues were \$1,912.6 million, exceeding their target by \$185.3 million or 10.7%. The May numbers were driven by the same forces as previous months: a strong performance of receipts in the Personal Income Tax and revenues in the Corporate Income Tax. With the minor exception of the Estate Tax, which has lagged all fiscal year, every category contributing to General Fund revenue came in above target in May.

Revenues into the Transportation Fund slightly lagged monthly consensus expectations, bringing in \$26.39 million in May, only a hair below the consensus cash flow target estimate of \$26.41 million. Fiscal year-to-date, the T-Fund brought in \$260.4 million, which was \$4.1 million or 1.5% below the consensus cash flow target. Revenues for the month in the T-Fund were mixed, with a small, better than expected, performance in Motor Vehicle Fees, off-set by small underperformances in the others. The overall negative receipts performance of the T-fund appears, at least in part, to be a reflection of the high price of fuels.

The Education Fund revenues were \$3.5 million, or 7.3%, above the monthly consensus cash flow target, having collected \$51.9 million in April. Year to date, the Ed Fund received \$618.5 million, which is 1.8% higher than the consensus cash flow target. Among the major components of the Ed Fund, the generally upbeat character to receipts activity last month continued to be paced by strong revenues in the Sales and Use Tax and the Meals and Rooms Tax. A couple of downside misses in smaller categories of receipts were not enough to prevent the Ed Fund from adding to its cumulative bottom-line ahead of consensus expectations totals.

The three major state funds are a combined \$206.3 million ahead of consensus revenue estimates heading into the final month of the fiscal year. According to Administration Secretary Clouser: "With only one month left in the fiscal year, we can anticipate ending the year in excellent financial shape. As much as these results are positive for the rest of fiscal year 2022, the economic outlook continues to be clouded with risk for a downturn in the economy and the negative implications that may have for future State revenue collections. This will require our full attention as we develop the budget this fall."

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State of Vermont Revenue, by Major Fund vs. Consensus Revenue Forecast Target **Month: May**
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)	48.71	66.77	18.06	37.08%	1000.67	1139.53	138.86	13.88%	1135.86	3.67	0.32%
Corporate (2)	1.95	6.76	4.81	246.90%	153.24	187.96	34.72	22.66%	123.81	64.15	51.81%
Meals & Room	8.09	9.83	1.74	21.52%	127.43	138.99	11.55	9.06%	90.41	48.58	53.73%
Insurance Premium	9.16	10.06	0.90	9.87%	59.85	65.52	5.67	9.48%	59.91	5.60	9.35%
Inheritance & Estate	2.04	0.13	-1.91	-93.47%	21.19	12.26	-8.92	-42.11%	24.01	-11.74	-48.92%
Real Prop. Transfer	1.97	2.57	0.60	30.63%	20.76	22.58	1.83	8.79%	20.44	2.14	10.44%
State Health Care Taxes	22.21	23.97	1.76	7.91%	268.56	268.24	-0.33	-0.12%	259.46	8.78	3.38%
Other	7.08	7.97	0.89	12.62%	75.66	77.56	1.90	2.51%	72.84	4.71	6.47%
Total	101.20	128.06	26.86	26.54%	1727.35	1912.64	185.28	10.73%	1786.76	125.88	7.04%

*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	5.47	5.23	-0.24	-4.38%	66.34	65.84	-0.50	-0.76%	61.37	4.47	7.29%
Diesel Fuel	1.36	1.31	-0.05	-3.71%	16.96	16.75	-0.21	-1.24%	16.00	0.75	4.71%
MV Purchase & Use	8.36	8.31	-0.05	-0.54%	82.52	82.25	-0.27	-0.32%	78.95	3.31	4.19%
Motor Vehicle Fees	8.88	9.38	0.50	5.65%	79.02	77.30	-1.72	-2.17%	78.08	-0.78	-1.00%
Other	2.34	2.15	-0.19	-8.16%	19.62	18.26	-1.37	-6.97%	18.29	-0.04	-0.20%
Total	26.41	26.39	-0.03	-0.09%	264.46	260.40	-4.06	-1.54%	252.69	7.71	3.05%

Note:

TIB Fuel Fees/Gasoline	1.23	1.29	0.06	5.15%	13.50	13.65	0.14	1.07%	9.27	4.38	47.22%
TIB Fuel Fees/Diesel	0.15	0.14	-0.01	-8.03%	1.84	1.78	-0.06	-3.26%	1.70	0.08	4.46%

*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	38.70	41.65	2.95	7.62%	493.56	500.97	7.41	1.50%	465.06	35.91	7.72%
Meals & Room	2.93	3.56	0.63	21.52%	46.17	50.36	4.19	9.06%	32.76	17.60	53.73%
MV Purchase & Use	4.18	4.16	-0.02	-0.54%	41.26	41.13	-0.13	-0.32%	39.47	1.65	4.19%
Lottery Transfer	2.52	2.45	-0.07	-2.63%	26.67	25.93	-0.74	-2.76%	27.15	-1.22	-4.49%
Investment Income	0.01	0.03	0.02	192.44%	0.10	0.13	0.03	34.24%	0.10	0.03	30.13%
Total	48.33	51.85	3.51	7.26%	607.76	618.52	10.76	1.77%	564.55	53.98	9.56%

*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 May 31, 2022

	<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	1,135,862,742	1,139,532,710	0.3%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	123,814,497	187,962,094	51.8%
Meals & Rooms Tax	90,410,526	138,986,280	53.7%
Liquor & Wine Tax	4,311,665	4,541,872	5.3%
Insurance Premium	59,913,181	65,515,856	9.4%
Telephone Gross Receipts	218,332	224,230	2.7%
Telephone Property Tax	1,872,897	2,135,812	14.0%
Beverage Tax	6,669,860	6,467,451	-3.0%
Cannabis Excise Tax	0	0	0.0%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	24,009,460	12,264,641	-48.9%
Real Property Transfer Tax	20,444,957	22,580,297	10.4%
Bank Franchise Tax	12,463,295	15,396,524	23.5%
All Other Taxes	577,322	1,210,426	109.7%
Total Taxes	<u>1,480,568,734</u>	<u>1,596,818,192</u>	<u>7.9%</u>
Other Revenues			
Business Licenses	1,278,868	1,246,495	-2.5%
Fees	38,763,588	38,499,254	-0.7%
Services	2,574,042	2,556,503	-0.7%
Fines, Forfeits & Penalties	2,882,256	3,182,871	10.4%
Interest, Prem	555,256	1,052,954	89.6%
Special Assessments	9	0	-100.0%
All Other Revenues	677,505	1,043,707	54.1%
Total Other Revenues	<u>46,731,524</u>	<u>47,581,784</u>	<u>1.8%</u>
Health Care Revenues			
Health Care Taxes and Assessments	<u>259,459,649</u>	<u>268,235,080</u>	<u>3.4%</u>
Total General Fund	<u><u>1,786,759,907</u></u>	<u><u>1,912,635,056</u></u>	<u><u>7.0%</u></u>

**State of Vermont
Comparative Statement of Revenues
Education Fund
As of May 31, 2022**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	465,063,599	500,973,768	7.7%
Meals & Rooms Tax	32,757,437	50,357,348	53.7%
Purchase & Use Tax	39,473,074	41,126,383	4.2%
Lottery Transfer	27,148,739	25,929,751	-4.5%
Investment Income	102,694	133,633	30.1%
Total estimated revenues	<u>564,545,543</u>	<u>618,520,883</u>	<u>9.6%</u>
Other Revenues:			
Education Property Taxes	156,565,605	193,531,059	23.6%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	1,725,696	1,867,089	8.2%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	746,306	1,682,205	125.4%
Total other revenues	<u>159,037,607</u>	<u>197,080,353</u>	<u>23.9%</u>
Total Education Fund	<u><u>723,583,150</u></u>	<u><u>815,601,236</u></u>	<u>12.7%</u>

**State of Vermont
Comparative Statement of Revenues
Transportation Fund
As of May 31, 2022**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Taxes			
Gasoline	61,367,610	65,841,325	7.3%
Diesel Fuel	15,998,510	16,751,665	4.7%
MV Purchase & Use	78,946,148	82,252,766	4.2%
Total Taxes	<u>156,312,268</u>	<u>164,845,756</u>	5.5%
Other Revenues			
Motor Vehicle Fees	78,083,587	77,299,912	-1.0%
Other	18,291,581	18,255,297	-0.2%
Total Other Revenues	<u>96,375,168</u>	<u>95,555,209</u>	-0.9%
Total Non-Dedicated	<u>252,687,436</u>	<u>260,400,965</u>	3.1%
Dedicated			
Federal Aid	288,922,135	267,704,131	-7.3%
Infrastructure Bond Fund Revenue	10,971,173	15,424,429	40.6%
Transportation Impact Fee	(67,410)	216,300	420.9%
Other	1,911,250	2,443,519	27.8%
Total Dedicated	<u>301,737,148</u>	<u>285,788,380</u>	-5.3%
Total Transportation Fund	<u>554,424,584</u>	<u>546,189,345</u>	-1.5%