

Monthly Revenue Release

Agency of Administration
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Montpelier, VT - Secretary of Administration Kristin Clouser releases Vermont's revenue results for July 2022. The General Fund, Transportation Fund and Education Fund all finished the month with revenue above target, marking a strong start for the new fiscal year.

Revenue collections for the month of July 2022 have been compiled. The State's General Fund, Transportation Fund (T-Fund), and Education Fund receipts in July were a combined \$227.0 million, or 2.8%, above monthly consensus expectations.

General Fund revenues collected for the month totaled \$136.6 million, \$0.6 million above the monthly consensus cash flow revenue target. The July numbers carry the momentum of previous months on personal and corporate income taxes as well as a few of the smaller revenue categories.

Revenues into the Transportation Fund exceeded monthly consensus expectations, bringing in \$23.6 million in July, \$0.8 million above the consensus monthly cash flow target estimate. This reverses a string of lagging months for the T-Fund. Performance in the various categories was mixed, with gas tax underperformance balanced out by above consensus performance in diesel taxes and purchase & use taxes. The T-Fund's Other Fees category also had a strong month.

The Education Fund revenues were \$4.9 million, or 7.9%, above the monthly consensus cash flow target, having collected \$66.8 million in July. Strong performance was to be expected given the still largely positive pace to retail and visitor activity in Vermont. Consumption tax revenue came in strong, a pattern that is likely to continue over the short term absent a significantly negative shift in the economy.

State revenues for the first month of Fiscal Year 2023 remain on solid ground, which is a relief given the recent turmoil in the asset markets and the Federal Reserve's intention to moderate demand-driven inflation. According to Administration Secretary Clouser: "It's always preferable to begin the fiscal year with a small cushion to soften the inevitable bumps down the road. We are pleased to see a good start to the year, although we remain mindful that we have benefited from a very strong wind at our back which may not continue."

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

Month: July

FY: 2023

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)	77.80	80.21	2.41	3.10%	77.80	80.21	2.41	3.10%	66.73	13.48	20.21%
Corporate (2)	5.89	6.97	1.08	18.25%	5.89	6.97	1.08	18.25%	6.58	0.39	5.86%
Meals & Room	13.50	13.02	-0.48	-3.55%	13.50	13.02	-0.48	-3.55%	11.33	1.69	14.89%
Insurance Premium	0.75	0.97	0.22	28.84%	0.75	0.97	0.22	28.84%	1.24	-0.27	-21.79%
Inheritance & Estate	1.95	0.91	-1.04	-53.13%	1.95	0.91	-1.04	-53.13%	5.02	-4.10	-81.78%
Real Prop. Transfer	0.94	1.25	0.31	32.67%	0.94	1.25	0.31	32.67%	1.01	0.24	23.93%
State Health Care Taxes	28.17	27.98	-0.19	-0.68%	28.17	27.98	-0.19	-0.68%	26.35	1.63	6.18%
Other	7.02	5.27	-1.75	-24.89%	7.02	5.27	-1.75	-24.89%	6.55	-1.27	-19.45%
Total	136.03	136.59	0.56	0.41%	136.03	136.59	0.56	0.41%	124.81	11.78	9.44%

*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	6.62	5.98	-0.64	-9.61%	6.62	5.98	-0.64	-9.61%	6.14	-0.16	-2.62%
Diesel Fuel	1.49	1.54	0.05	3.33%	1.49	1.54	0.05	3.33%	1.55	-0.01	-0.70%
MV Purchase & Use	6.32	7.45	1.14	17.99%	6.32	7.45	1.14	17.99%	5.99	1.46	24.33%
Motor Vehicle Fees	6.93	6.88	-0.05	-0.79%	6.93	6.88	-0.05	-0.79%	6.78	0.10	1.43%
Other	1.41	1.70	0.29	20.33%	1.41	1.70	0.29	20.33%	1.56	0.13	8.63%
Total	22.77	23.55	0.78	3.44%	22.77	23.55	0.78	3.44%	22.03	1.52	6.89%

Note:

TIB Fuel Fees/Gasoline	1.71	1.47	-0.24	-13.98%	1.71	1.47	-0.24	-13.98%	0.99	0.49	49.25%
TIB Fuel Fees/Diesel	0.17	0.16	0.00	-1.08%	0.17	0.16	0.00	-1.08%	0.17	0.00	-1.08%

*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	52.90	57.40	4.49	8.50%	52.90	57.40	4.49	8.50%	52.32	5.08	9.71%
Meals & Room	4.89	4.72	-0.17	-3.55%	4.89	4.72	-0.17	-3.55%	4.11	0.61	14.89%
MV Purchase & Use	3.16	3.73	0.57	17.99%	3.16	3.73	0.57	17.99%	3.00	0.73	24.33%
Lottery Transfer	1.00	1.00	0.00	0.00%	1.00	1.00	0.00	0.00%	1.00	0.00	0.00%
Investment Income	0.00	0.00	0.00	-100.00%	0.00	0.00	0.00	-100.00%	0.00	0.00	-100.00%
Total	61.95	66.84	4.89	7.89%	61.95	66.84	4.89	7.89%	60.42	6.42	10.62%

*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 July 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	66,730,410	80,214,251	20.2%
Sales & Use Tax	0	0	0.0%
Corporate Income Tax	6,584,704	6,970,530	5.9%
Meals & Rooms Tax	11,332,846	13,019,920	14.9%
Liquor & Wine Tax	414,928	410,304	-1.1%
Insurance Premium	1,243,498	972,565	-21.8%
Telephone Gross Receipts	56,985	60,528	6.2%
Telephone Property Tax	177,421	156,227	-11.9%
Beverage Tax	669,296	664,609	-0.7%
Cannabis Excise Tax	0	0	0.0%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	5,019,095	914,443	-81.8%
Real Property Transfer Tax	1,006,271	1,247,050	23.9%
Bank Franchise Tax	1,287,322	1,272,742	-1.1%
All Other Taxes	412,967	149,954	-63.7%
Total Taxes	94,935,745	106,053,124	11.7%
Other Revenues			
Business Licenses	11,896	9,806	-17.6%
Fees	3,154,886	1,879,921	-40.4%
Services	232,994	285,545	22.6%
Fines, Forfeits & Penalties	149,929	207,884	38.7%
Interest, Prem	(29,681)	16,875	156.9%
Special Assessments	0	0	0.0%
All Other Revenues	19,533	158,916	713.6%
Total Other Revenues	3,539,556	2,558,947	-27.7%
Health Care Revenues			
Health Care Taxes and Assessments	26,350,739	27,979,271	6.2%
Total General Fund	124,826,040	136,591,343	9.4%

State of Vermont
Comparative Statement of Revenues
Education Fund
As of July 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	52,318,687	57,397,039	9.7%
Meals & Rooms Tax	4,106,104	4,717,362	14.9%
Purchase & Use Tax	2,997,120	3,726,228	24.3%
Lottery Transfer	1,000,000	1,000,000	0.0%
Investment Income	167	0	-100.0%
Total estimated revenues	<u>60,422,078</u>	<u>66,840,630</u>	<u>10.6%</u>
Other Revenues:			
Education Property Taxes	(211,430)	(295,226)	-39.6%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	1,015	12,817	1162.9%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	547,844	75,696	-86.2%
Total other revenues	<u>337,429</u>	<u>(206,713)</u>	<u>-161.3%</u>
Total Education Fund	<u>60,759,506</u>	<u>66,633,917</u>	<u>9.7%</u>

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

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% Change</u>
Non-Dedicated			
Taxes			
Gasoline	6,143,927	5,982,977	-2.6%
Diesel Fuel	1,553,423	1,542,483	-0.7%
MV Purchase & Use	5,994,240	7,452,456	24.3%
Total Taxes	<u>13,691,589</u>	<u>14,977,915</u>	9.4%
Other Revenues			
Motor Vehicle Fees	6,780,512	6,877,668	1.4%
Other	1,561,474	1,696,652	8.7%
Total Other Revenues	<u>8,341,986</u>	<u>8,574,320</u>	2.8%
Total Non-Dedicated	<u>22,033,575</u>	<u>23,552,235</u>	6.9%
Dedicated			
Federal Aid	22,850,198	36,923,457	61.6%
Infrastructure Bond Fund Revenue	1,153,740	1,638,621	42.0%
Transportation Impact Fee	41,444	0	-100.0%
Other	460,164	266,258	-42.1%
Total Dedicated	<u>24,505,546</u>	<u>38,828,335</u>	58.4%
Total Transportation Fund	<u>46,539,121</u>	<u>62,380,570</u>	34.0%