



# Monthly Revenue Report

Office of Economic & Demographic Research

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## Revised General Revenue Collections for June 2012 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for June 2012 were \$151.5 M over the estimates adopted by the General Revenue Estimating Conference (GR REC) on January 12, 2012. For Fiscal Year 2011-12, total GR collections were \$407.1 (about 1.8%) over the January 12, 2012 estimate for the year.

After making adjustments to total Sales Tax collections for local taxes and distributions, audits, bad checks, and transfers to Sales Tax from the Communications Services Tax (CST), Sales Tax GR was only \$22.2 M over estimate (or 1.6%) for the month of June and \$152.3 M (or 0.9%) for the year. While Other Durables was 1% below the estimate for June, all six Sales Tax components were over estimate for the year. The final results for Fiscal Year 2011-12 are: Automobiles (over by \$62.1 M or +2.2% for the year); Tourism (over by \$44.1 M or +1.1% for the year); Building (over by \$28.6 M or +3.1% for the year); Consumer Nondurables (over by \$22.0 M or +0.4% for the year); Business (over by \$11.3 M or +0.3% for the year) and Other Durables (over by \$14.4 M or +1.2% for the year). Note that these numbers comprise the total final liability which is slightly different than the final Sales Tax GR number provided above.

Of the sources that came in significantly over estimate for June, Corporate Income Tax was by far the largest at \$71.8 M over the estimate of \$287.4 M. The overage, however, is the result of a technical issue relating to the timing of tax payments rather than an overall increase in activity. To this point, June's estimate of \$287.4M incorporated a downward adjustment of \$100 M based on the expectation that a significant number of payments due in June would be received in July. However, the preliminary analysis indicates that only \$25-30M of June revenue was actually shifted to July. The overage in June will likely be followed by a corresponding shortage against the July Corporate Income Tax estimate. While Corporate Income Tax collections finished the year \$51.5 M over estimate, the underlying activity actually ran under the estimate for the

year—but was propped up by a likely \$70-75M shift between months.

Also significantly over estimate for June was Other Nonoperating Revenue (\$48.5 M over) due almost entirely to one-time payments: a mortgage settlement penalty of \$34 M and a prior year expenditure refund of \$13.4 M. These payments were also the primary contributors to the overage for the year of \$39.2 M. In addition, Medical Hospital Fees were \$14.4 M over for the month and \$42.3 M over for the year. These are reimbursements from local governments for certain Medicaid expenditures. They have been difficult to estimate, however, law changes implementing new requirements are designed to bring more certainty to the estimating process for future years. Beverage Taxes were over \$12.7 M for the month and \$23.3M for the year due in part to fewer scholarship tax credits being issued (\$2.7 M fewer for the month and \$6.7M fewer for the year). Also Documentary Stamp Taxes were over \$6.9 M for the month (+\$26.7 M for the year) and Insurance Premium Taxes were over \$4.1 M for the month (+\$27.0 M for the year).

Revenue sources that were significantly under estimate include Service Charges to General Revenue (-\$32.2 M) and Highway Safety Fees (-\$7.1 M). Service Charges to General Revenue were under primarily due to the early receipt in May of a large payment of \$33.6 M that previously had been expected in June. May revenues were over by a corresponding amount. Both of these sources, though under for June, were virtually on estimate for the year.

In summary, Net GR collections for June were \$151.5 M over estimate for the month and \$407.1 M over estimate for the fiscal year. Details of the estimates can be found at <http://edr.state.fl.us/Content>. Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Actual General Revenue Collections Compared to the January 12, 2012 Estimates (adjusted for Legislative changes)

Month	January	February	March	April	May	June
Monthly Overage (millions)	19.2	56.4	76.5	51.4	53.1	151.5
Year to Date Overage (millions—cumulative)	18.2	74.6	151.1	202.4	255.6	407.1
Percent of Monthly Estimate Collected	100.9%	103.3%	103.8%	102.1%	102.6%	107.0%
Percent of Total Year Estimate Collected	55.5%	63.0%	72.1%	82.8%	91.8%	101.8%

Over/ (Under)

JUNE 2012 GENERAL REVENUE COLLECTIONS (\$ MILLIONS)								
BASED ON THE JANUARY 2012 REVENUE ESTIMATING CONFERENCE (adjusted for Legislative changes)								
	MONTH			FISCAL YEAR TO DATE				
	ACTUAL	ESTIMATE	OVER/UNDER	ACTUAL	ESTIMATE	OVER/UNDER	PRIOR	PERCENT
	CURRENT	CURRENT	ESTIMATE	CURRENT	CURRENT	ESTIMATE	YEAR	INCREASE/
	MONTH	MONTH		YEAR	YEAR		ACTUAL	DECREASE
SALES TAX COLLECTIONS	1,441.2	1,419.0	22.2	17,422.0	17,269.7	152.3	16,638.3	4.7%
CORPORATE INCOME TAX	359.2	287.4	71.8	2,010.8	1,959.3	51.5	1,874.5	7.3%
HIGHWAY SAFETY FEES	80.5	88.0	(7.5)	1,028.2	1,025.4	2.8	965.5	6.5%
INSURANCE PREMIUM TAX	140.0	136.0	4.1	662.6	635.6	27.0	660.5	0.3%
BEVERAGE TAXES	51.2	38.4	12.7	520.4	497.1	23.3	550.8	-5.5%
SERVICE CHARGES	33.7	66.0	(32.3)	449.0	444.1	4.9	462.5	-2.9%
ARTICLE V FEES AND TRANSFERS	16.8	13.2	3.6	165.4	158.1	7.3	167.3	-1.1%
TOBACCO TAX	30.6	31.9	(1.3)	199.8	200.2	(0.4)	213.4	-6.4%
CORPORATE FILING FEES	12.7	12.8	(0.2)	275.8	255.5	20.3	273.6	0.8%
MEDICAL HOSPITAL FEES	21.4	6.9	14.4	235.3	193.0	42.3	208.6	12.8%
INTANGIBLES TAXES	18.4	14.7	3.7	184.6	164.7	19.9	162.5	13.7%
INDIAN GAMING	12.5	12.5	0.0	146.3	145.5	0.8	139.7	4.7%
EARNINGS ON INVESTMENTS	11.1	9.6	1.5	117.3	111.3	6.0	135.6	-13.5%
DOCUMENTARY STAMP TAX	30.8	23.9	6.9	208.6	181.9	26.7	167.2	24.7%
PARIMUTUEL TAXES	6.6	4.1	2.5	24.5	23.7	0.8	30.8	-20.3%
SEVERANCE TAXES	1.0	0.7	0.2	21.3	18.5	2.8	18.6	14.5%
OTHER TAXES LICENSES AND FEES	4.4	4.7	(0.2)	33.6	36.3	(2.7)	36.6	-8.3%
OTHER NONOPERATING REVENUES	59.9	11.4	48.5	219.5	180.3	39.2	171.6	27.9%
TOTAL REVENUE	2,331.9	2,181.1	150.8	23,925.1	23,500.2	424.8	22,877.7	4.6%
LESS REFUNDS	16.7	17.4	(0.7)	306.2	288.5	17.7	326.1	-6.1%
NET REVENUE	2,315.2	2,163.7	151.5	23,618.8	23,211.7	407.1	22,551.6	4.7%