



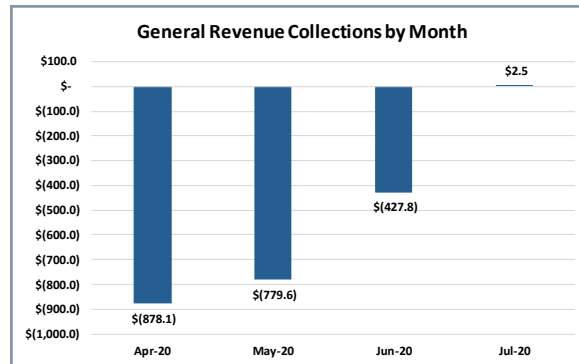
MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

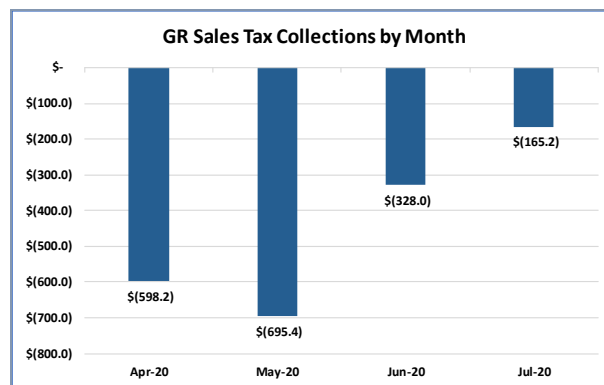
Volume 41, Number 1
July 2020

Revised General Revenue Collections for July 2020 (Sales Tax Data Reported is Unaudited)

As Fiscal Year 2019-20 ended, General Revenue collections had posted three consecutive months of losses attributable to the Coronavirus outbreak, the actions to contain it, and the pandemic-induced economic contraction that followed. For the first time since March 2020, overall collections moved into positive territory in July, posting a small gain of \$2.5 million for the month.



In the final quarter of the 2019-20 fiscal year, Sales Tax collections had plunged, falling by just over \$1.6 billion from the estimate for the quarter. July continued those losses, but to a lesser extent than the prior months, coming in only \$-165.2 million below the estimate for the month. For July, Sales Tax collections reflected activity that largely occurred in June, essentially all of which benefited from the reopening of the state's economy. Phase 2 Recovery was entered on June 5, 2020, for all counties other than Palm Beach, Broward and Miami-Dade. Nearly all of the sales-tax related loss is attributed to declines in the tourism and hospitality-related industries, dropping receipts 37.1 percent below estimate for the Tourism sale tax category. Even though a significant part of the loss arises from a reduction in the number of out-of-state tourists, this category also includes sales to Florida residents at restaurants, local attractions and other leisure-based activities which have likewise been negatively affected by the pandemic. Two additional sales tax categories (Building and Business Investment) posted losses of 3.5 percent or less, and the remaining three came in above their estimates for the month.



Three revenue sources recaptured some of their prior year losses after formal state orders delaying payment of the taxes or fees until June or later came to an end.

- Corporate Income Tax...regaining \$134.7 million during July, after finishing the prior year \$356.9 million under the annual estimate.
- Corporate Filing Fees...regaining \$34.6 million during July, after finishing the prior year \$43.5 million under the annual estimate.



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

Volume 41, Number 1
July 2020

Revised General Revenue Collections for July 2020 (Sales Tax Data Reported is Unaudited)

- Highway Safety Fees...regaining \$5.8 million during July, after finishing the prior year \$66.1 million under the annual estimate.

Generating a combined gain of \$175.1 million for the month, a portion of the loss in the prior year had begun to be recaptured in June. For some of these sources, recoupment will likely continue over the summer months.

At least two revenue sources indirectly benefited from the current economic environment; one from the infusion of federal funds into the state (Earnings on Investments) and the other (Intangibles Taxes) from the ultra-low interest rates making refinancing a viable option for homeowners.

- Earnings on Investments...gaining \$19.3 million during the month.
- Intangibles Taxes...gaining \$9.1 million during the month.

Together, these sources generated a total gain of \$28.4 million for the month.

Four revenue sources continue to be materially affected by pandemic-induced limitations on their underlying activity:

- Beverage Taxes...losing \$-8.2 million during month.
- Article V Fees and Transfers...losing \$-4.2 million during the month.
- Other Taxes, Licenses and Fees...losing \$-0.3 million during the month.
- Parimutuel Taxes...losing \$-0.3 million during the month.

The combined loss is \$-13.0 million for the month, with the subdued activity likely to continue in the near term.

Four revenue sources came in over their estimates for the month, one source matched its estimate, and two came in below, but they were either unaffected by the negative effects of the Coronavirus outbreak or only marginally so.

- Tobacco Tax...gaining \$1.3 million during the month.
- Documentary Stamp Tax...gaining \$1.2 million during the month.
- Other Nonoperating Revenues...gaining \$0.5 million during the month.
- Counties' Medicaid Share...gaining \$0.1 million during the month.
- Severance Taxes...matched its estimate for the month.
- Service Charges... losing \$-9.9 million for the month.
- Insurance Taxes...losing \$-3.0 million for the month.

Together, these sources generated a total loss of \$-9.8 million for the month.

Finally, coming in higher than the estimate for refunds subtracts from the General Revenue Fund. For the month, refunds produced a loss of \$-13.0 million.

These results are relative to the estimates made in January 2020, prior to the onset of the pandemic. Next month's results will be the first reported against the new forecast adopted on August 14, 2020.

Note that the listing of sources below has been rearranged to reflect each source's overall importance to GR.

Month	July
Monthly Overage (millions)	2.5
Year to Date Overage (millions - cumulative)	2.5
Percent of Monthly Estimate Collected	100.1%
Percent of Total Year Estimate Collected	7.8%



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

Volume 41, Number 1
July 2020

Revised General Revenue Collections for July 2020 (Sales Tax Data Reported is Unaudited)

JULY 2020 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE JANUARY 2020 REVENUE ESTIMATING CONFERENCE								
	MONTH			FISCAL YEAR TO DATE				
	ACTUAL CURRENT MONTH	ESTIMATE CURRENT MONTH	OVER/ UNDER ESTIMATE	ACTUAL CURRENT YEAR	ESTIMATE CURRENT YEAR	OVER/ UNDER ESTIMATE	PRIOR YEAR ACTUAL	PERCENT INCREASE/ DECREASE
SALES TAX COLLECTIONS	2,085.3	2,250.5	(165.2)	2,085.3	2,250.5	(165.2)	2,145.8	-2.8%
CORPORATE INCOME TAX	209.8	75.1	134.7	209.8	75.1	134.7	120.8	73.6%
DOCUMENTARY STAMP TAX	111.7	110.5	1.2	111.7	110.5	1.2	113.9	-2.0%
INSURANCE TAXES	21.4	24.4	(3.0)	21.4	24.4	(3.0)	63.9	-66.5%
HIGHWAY SAFETY FEES	48.0	42.2	5.8	48.0	42.2	5.8	45.8	4.9%
SERVICE CHARGES	52.3	62.2	(9.9)	52.3	62.2	(9.9)	57.8	-9.6%
CORPORATE FILING FEES	51.8	17.2	34.6	51.8	17.2	34.6	12.4	316.4%
INTANGIBLES TAXES	46.7	37.6	9.1	46.7	37.6	9.1	45.3	3.3%
COUNTIES' MEDICAID SHARE	25.7	25.6	0.1	25.7	25.6	0.1	24.9	3.0%
BEVERAGE TAXES	32.8	41.0	(8.2)	32.8	41.0	(8.2)	22.0	49.3%
EARNINGS ON INVESTMENTS	38.3	19.0	19.3	38.3	19.0	19.3	30.9	23.8%
TOBACCO TAX	5.2	3.9	1.3	5.2	3.9	1.3	2.6	98.5%
OTHER NONOPERATING REVENUES	18.3	17.8	0.5	18.3	17.8	0.5	21.1	-13.2%
ARTICLE V FEES AND TRANSFERS	5.0	9.2	(4.2)	5.0	9.2	(4.2)	8.1	-38.7%
OTHER TAXES LICENSES AND FEES	3.1	3.4	(0.3)	3.1	3.4	(0.3)	3.5	-13.5%
PARIMUTUEL TAXES	0.4	0.7	(0.3)	0.4	0.7	(0.3)	0.7	-36.0%
SEVERANCE TAXES	2.0	2.0	0.0	2.0	2.0	0.0	2.4	-14.6%
INDIAN GAMING	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0%
TOTAL REVENUE	2,757.8	2,742.3	15.5	2,757.8	2,742.3	15.5	2,722.1	1.3%
LESS REFUNDS	58.1	45.1	13.0	58.1	45.1	13.0	43.9	32.5%
NET REVENUE	2,699.7	2,697.2	2.5	2,699.7	2,697.2	2.5	2,678.2	0.8%