



MONTHLY REVENUE REPORT

Office of Economic & Demographic Research

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Revised General Revenue Collections for May 2016 (Sales Tax Data Reported is Unaudited)

General Revenue (GR) collections for the month of May 2016 were \$9.6 M (0.4%) under the estimates adopted by the General Revenue Estimating Conference (GR REC) on January 19, 2016. For the year, collections are very close to the estimate (over by \$29.4 M or 0.1%).

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 under estimate for the month by \$34.4 M (1.8%). Final Sales Tax Liability, the sum of all sales tax components (detailed below), was under estimate by \$26.4 M or 1.3% for the month.

Five of the six Sales Tax components were under estimate for the month as follows: Tourism (under by \$11.9 M or 2.5%), Consumer Nondurables (under by \$10.7 M or 1.8%), Other Durables (under by \$7.8 M or 5.8%), Automobiles (under by \$5.4 M or 1.4%), and Building (under by \$2.4 M or 1.8%). Business was over estimate by \$11.8 M or 3.2%. Note that this Sales Tax report largely reflects activity that occurred in April.

Several sources were over estimate for the month of May, with the largest overage in Corporate Income Tax (over by \$42.3 M). This source is over estimate for the year by \$111.4 M (6.5%). Three sources were over estimate for the month due to timing: Highway Safety Fees (over by \$11.7 M), Beverage Taxes (over by \$6.3 M), and Counties' Medicaid Share (over by \$4.3 M). Earnings on Investments was over estimate for the month by \$4.9 M as a result of sizable gains in all three portfolios, particularly the long-duration portfolio. Other sources that were over estimate for the month include Severance Taxes (over by \$0.6 M) and Parimutuel Taxes (over by \$0.1 M). Indian Gaming Revenues matched the estimate of \$14.4 M. As in previous months, the payments received by the state assumed to be related to the continuation of banked card games (approximately \$5.1 M this month) are not included in the reported collections. These payments are being accounted for separately (effectively held in reserve) and total \$52.4 M for the year.

Of the sources that were under estimate for May, the largest shortfall was in Service Charges (under by \$30.4 M) because of the early receipt of agency payments last month. For the year, this source is very close to the estimate (under by \$0.7 M or 0.2%). Corporate Filing Fees were also under estimate due to early receipts last month (under by \$5.3 M). Both Documentary Stamp Tax GR and Intangibles Taxes were under estimate, by \$12.7 M (17.0%) and \$1.9 M (6.1%), respectively. Insurance Taxes were under estimate by \$6.0 M with Insurance Premium Tax coming in under estimate by \$10.0 M (8.3%) while Surplus Lines revenue was over estimate by \$4.0 M. Other sources that were under estimate for the month include Other Taxes, Licenses, and Fees (under by \$0.7 M), Article V Fees (under by \$0.6 M), Tobacco Tax (under by \$0.5 M), and Other Nonoperating Revenues (under by \$0.5 M).

Refunds were \$13.5 M under estimate for the month, with all four components under estimate as follows: Corporate Income Tax (under by \$11.7 M), Insurance Premium Tax (under by \$1.5 M), Sales Tax (under by \$0.2 M), and Other (under by \$0.2 M). Because refunds reduce revenue, coming in under the estimate in Refunds increases the bottom-line Net GR.

In summary, Net GR collections for May were \$9.6 M under the estimate for the month. The figures in the table below show the variance from monthly estimates that are based on the results of the January 19, 2016, estimating conference. 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 26, 2016 Estimates

Month	January	February	March	April	May	June
Monthly Overage (millions)	-5.5	7.2	36.6	-6.4	-9.6	
Year to Date Overage (millions - cumulative)	1.5	8.8	45.4	38.9	29.4	
Percent of Monthly Estimate Collected	99.8%	100.3%	101.5%	99.8%	99.6%	
Percent of Total Year Estimate Collected	55.4%	63.0%	71.7%	81.9%	90.5%	

MAY 2016 GENERAL REVENUE COLLECTIONS (\$ MILLIONS) BASED ON THE JANUARY 2016 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	1,868.2	1,902.6	(34.4)	20,196.0	20,262.3	(66.3)	19,284.7	4.7%
CORPORATE INCOME TAX	94.6	52.3	42.3	1,830.9	1,719.5	111.4	1,815.8	0.8%
DOCUMENTARY STAMP TAX	62.0	74.7	(12.7)	666.0	683.7	(17.6)	640.9	3.9%
INSURANCE TAXES	146.9	152.9	(6.0)	553.5	568.6	(15.1)	532.9	3.9%
SERVICE CHARGES	26.8	57.1	(30.4)	419.8	420.5	(0.7)	456.9	-8.1%
HIGHWAY SAFETY FEES	44.0	32.3	11.7	350.3	351.9	(1.7)	525.4	-33.3%
BEVERAGE TAXES	39.1	32.8	6.3	314.9	316.4	(1.5)	408.4	-22.9%
INTANGIBLES TAXES	29.4	31.3	(1.9)	303.7	304.7	(1.0)	271.0	12.1%
CORPORATE FILING FEES	56.7	62.0	(5.3)	307.2	304.2	3.1	297.0	3.4%
COUNTIES' MEDICAID SHARE	28.9	24.6	4.3	275.8	272.3	3.4	264.1	4.4%
INDIAN GAMING	14.4	14.4	0.0	193.3	193.3	0.0	229.0	-15.6%
TOBACCO TAX	15.5	16.0	(0.5)	159.0	154.9	4.0	152.4	4.3%
ARTICLE V FEES AND TRANSFERS	11.6	12.2	(0.6)	127.4	129.4	(1.9)	139.7	-8.8%
OTHER NONOPERATING REVENUES	6.9	7.4	(0.5)	169.2	150.5	18.7	131.7	28.5%
EARNINGS ON INVESTMENTS	13.4	8.5	4.9	102.3	93.5	8.8	98.4	3.9%
OTHER TAXES LICENSES AND FEES	2.3	3.0	(0.7)	29.4	31.4	(2.0)	32.4	-9.1%
PARIMUTUEL TAXES	0.7	0.6	0.1	17.7	18.4	(0.7)	22.2	-20.5%
SEVERANCE TAXES	2.4	1.8	0.6	11.8	10.4	1.3	14.5	-19.1%
TOTAL REVENUE	2,463.5	2,486.6	(23.0)	26,028.0	25,985.8	42.2	25,317.4	2.8%
LESS REFUNDS	18.6	32.1	(13.5)	427.1	414.3	12.9	377.2	13.2%
NET REVENUE	2,444.9	2,454.5	(9.6)	25,600.9	25,571.5	29.4	24,940.2	2.6%