



# REVENUE DIGEST

AUGUST 2020, FY 2020-21

Released September 18, 2020

General Fund revenue increased 6.8 percent, or \$52.7 million, in August 2020 compared to August 2019. Total General Fund revenue for FY 2020-21 from July through August is \$8.6 million, or 0.7 percent lower, than FY 2019-20 but is ahead of the current forecasted annual decline of 3.0 percent.

Results for the largest three revenue sources are as follows:

- Sales and Use tax revenue increased 3.9 percent for the month of August, or \$11.3 million over August of 2019, and has seen positive growth over the last two months, averaging 5.3 percent.
- Individual Income tax revenue increased 6.6 percent for the month, or \$28.7 million. Total Individual Income tax revenue is down \$36.2 million, or 4.0 percent, year-to-date.
  - Withholdings increased 8.0 percent for the month and are up 5.5 percent year-to-date compared to FY 2019-20.
  - Much of the overall decrease is due to refunds issued in July and August for extended income tax filings. The deadline for returns was extended from April 15 to July 15, resulting in a delay in refund processing compared to prior years.
- Corporation Income tax revenue increased \$2.1 million compared to August 2019 and is up \$24.7 million, or 114.1, percent for the fiscal year, ahead of the annual forecast of an 11.2 percent decline for FY 2020-21. However, September will be the first indication of quarter-end results.

Revenue Category	Growth Rates		
	Monthly	Fiscal Year to Date	FY 2020-21 Annual Forecast
Sales and Use Tax	3.9%	3.9%	2.5%
Individual Income Tax	6.6%	(4.0%)	(6.2%)
Corporation Income Tax	39.2%	114.1%	(11.2%)
All Other Revenue	24.5%	(12.0%)	(0.7%)
<b>Total General Fund Revenue</b>	<b>6.8%</b>	<b>(0.7%)</b>	<b>(3.0%)</b>

The BEA will review the revenue performance for the first quarter of FY 2020-21 at its October meeting.





Table 1

August

General Fund Revenue	FY 2019-20	FY 2020-21	\$ Change	% Change
Sales and Use Tax	\$293,585,618	\$304,957,238	\$11,371,620	3.9%
Individual Income Tax	438,387,476	467,111,107	28,723,631	6.6%
Corporation Income Tax	5,418,025	7,543,328	2,125,303	39.2%
Insurance Taxes	3,000,993	1,779,852	(1,221,141)	(40.7%)
Admissions Tax	(4,559,016)	(3,743,307)	815,709	(17.9%)
Aircraft Tax	0	0	0	---
Alcoholic Liquor Tax	8,039,312	8,638,473	599,161	7.5%
Bank Tax	913,107	(633,051)	(1,546,158)	(169.3%)
Beer and Wine Tax	10,378,722	10,977,047	598,325	5.8%
Bingo Tax	(10,104)	128,201	138,305	(1,368.8%)
Business Filing Fees	613,461	992,591	379,130	61.8%
Circuit/Family Court Fines	607,478	238,304	(369,174)	(60.8%)
Corporation License Tax	1,748,299	5,045,042	3,296,743	188.6%
Documentary Tax	7,961,987	8,454,888	492,901	6.2%
Earned on Investments	8,185,412	7,865,336	(320,076)	(3.9%)
Indirect Cost Recoveries	511,610	271,255	(240,355)	(47.0%)
Motor Vehicle Licenses	1,027,831	1,120,476	92,645	9.0%
Nursing Home Fees	0	0	0	---
Parole and Probation Fees	282,734	282,734	0	---
Private Car Lines Tax	59	293	234	396.6%
Public Service Authority	0	0	0	---
Purchasing Card Rebates	0	0	0	---
Record Search Fees	0	0	0	---
Savings and Loan Assoc. Tax	5,247	12,762	7,515	143.2%
Security Dealer Fees	0	10,990	10,990	---
Surcharge on Vehicle Rentals	(3,018,683)	5,952	3,024,635	(100.2%)
Tobacco Tax	2,171,226	2,365,961	194,735	9.0%
Uncashed Checks	(129,475)	5,048,675	5,178,150	(3,999.3%)
Unclaimed Property Fund	3,750,000	3,750,000	0	---
Workers' Comp. Insurance Tax	(799,650)	(399,650)	400,000	(50.0%)
Other Source Revenues	2,253,951	1,234,452	(1,019,499)	(45.2%)
<b>Gross General Fund Revenue</b>	<b>\$780,325,620</b>	<b>\$833,058,949</b>	<b>\$52,733,329</b>	<b>6.8%</b>

Note: Gross General Fund Revenue includes Individual Income and Corporate Income tax revenue that is transferred for Property Tax Relief Trust Fund pursuant to §11-11-150.



Table 2

July - August

General Fund Revenue	FY 2019-20	FY 2020-21	\$ Change	% Change
Sales and Use Tax	\$293,585,618	\$304,957,238	\$11,371,620	3.9%
Individual Income Tax	\$896,710,935	\$860,537,399	(36,173,536)	(4.0%)
Corporation Income Tax	\$21,659,541	\$46,379,605	24,720,064	114.1%
Insurance Taxes	\$6,038,846	\$2,810,375	(3,228,471)	(53.5%)
Admissions Tax	(\$4,559,016)	(\$3,743,307)	815,709	(17.9%)
Aircraft Tax	\$0	\$0	0	---
Alcoholic Liquor Tax	\$6,174,851	\$9,011,064	2,836,213	45.9%
Bank Tax	\$5,627,018	\$1,765,429	(3,861,589)	(68.6%)
Beer and Wine Tax	\$10,923,451	\$11,381,139	457,688	4.2%
Bingo Tax	(\$4)	\$131,201	131,205	
Business Filing Fees	\$869,352	\$1,443,302	573,950	66.0%
Circuit/Family Court Fines	\$1,041,211	\$856,294	(184,917)	(17.8%)
Corporation License Tax	\$6,634,189	\$8,631,664	1,997,475	30.1%
Documentary Tax	\$7,961,987	\$8,454,888	492,901	6.2%
Earned on Investments	\$19,796,259	\$11,481,568	(8,314,691)	(42.0%)
Indirect Cost Recoveries	\$666,750	\$324,968	(341,782)	(51.3%)
Motor Vehicle Licenses	\$160,687	\$12,285	(148,402)	(92.4%)
Nursing Home Fees	\$0	\$0	0	---
Parole and Probation Fees	\$565,468	\$565,468	0	---
Private Car Lines Tax	(\$5,515)	\$300	5,815	(105.4%)
Public Service Authority	\$0	\$0	0	---
Purchasing Card Rebates	\$0	\$0	0	---
Record Search Fees	\$0	\$0	0	---
Savings and Loan Assoc. Tax	\$3,107,065	\$153,568	(2,953,497)	(95.1%)
Security Dealer Fees	\$0	\$21,864	21,864	---
Surcharge on Vehicle Rentals	(\$784,720)	\$9,846	794,566	(101.3%)
Tobacco Tax	\$2,183,593	\$2,378,351	194,758	8.9%
Uncashed Checks	(\$374,708)	\$5,024,430	5,399,138	(1,440.9%)
Unclaimed Property Fund	\$3,750,000	\$3,750,000	0	---
Workers' Comp. Insurance Tax	(\$2,404,356)	(\$2,999,475)	(595,119)	24.8%
Other Source Revenues	\$3,406,667	\$786,258	(2,620,409)	(76.9%)
<b>Gross General Fund Revenue</b>	<b>\$1,282,735,169</b>	<b>\$1,274,125,722</b>	<b>(\$8,609,447)</b>	<b>(0.7%)</b>

Note: Gross General Fund Revenue includes Individual Income and Corporate Income tax revenue that is transferred for Property Tax Relief Trust Fund pursuant to §11-11-150.