



Monthly Revenue Release

Agency of Administration
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Montpelier, VT - Secretary of Administration Susanne Young releases Vermont's Revenue Results for January 2019. Receipts activity in the General Fund and Transportation Fund were above their monthly targets, while revenue collection in the Education Fund fell short of the target by \$2.85 million.

Revenue collections for the month of January 2019 have been compiled. January marks the seventh month of fiscal year 2019.

On January 22, 2019, the Emergency Board met and approved a new consensus revenue forecast as presented by the State and Legislative economists. The consensus forecast was updated with new monthly and cumulative targets that were used to evaluate January receipts and will be used as the measure through the rest of the fiscal year.

General Fund tax revenues collected for the month totaled \$139.28 million, or 0.92% above the monthly consensus revenue target. Year-to-date, fiscal year 2019 General Fund revenues are \$1.27 million, or 0.17%, above expectations. "General Fund performance slightly exceeded the official forecast adopted by the Emergency Board in January," noted Secretary Young. "That target was upgraded by \$11.2 million and it is encouraging news that the that January revenues met the higher expectation."

The Transportation Fund collected \$20.97 million for the month of January, or \$0.21 million above target. Year-to-date, fiscal 2019 Transportation Fund revenues were 0.13% above target. This result incorporates the consensus forecast upgrade of \$0.9 million for the Transportation Fund in FY 2019.

The Education Fund collected \$53.43 million for the month; -\$2.85 million below target. Year-to-date, fiscal 2019 Education Fund revenues were -0.90% below target. This result incorporates the consensus forecast upgrade of \$1.6 million for the Education Fund for FY 2019. "The performance below target is primarily attributable to the Sales and Use Tax," noted Young, "and because of the updated forecast, reflects only the impact of January performance. We will continue to carefully monitor the performance of this revenue source."

On a year-over-year basis, after adjusting for legislative changes noted below, the three funds in aggregate continue to reflect solid gains in a broad range of tax categories. Adjusting these changes, for comparison purposes only, the year-to-date fiscal 2019 revenues represent increases of 7.44%, 1.67%, and 4.10% for the General Fund, Transportation Fund, and Education Fund, respectively, from the corresponding first seven months of fiscal 2018. Personal Income tax revenues - the largest component of the General Fund - are 3.52% higher than the corresponding period in fiscal 2018.

Note: Act 11 of 2018 made several key changes to existing State revenue and expenditure distributions effective July 1 and implemented in the current fiscal year. The most significant changes were the shift of the entirety of the Sales and Use tax and 25% of the Meals and Rooms tax from the General Fund to the Education Fund, offset by the elimination of a lump sum annual transfer of General Fund dollars to the Education Fund.

State of Vermont Revenue, by Major Fund

Month: January

vs. Consensus Revenue Forecast Target

FY: 2019

General Fund By Major Element (In Millions)*

Tax Component	Month			
	Target	Revenue	\$ Change	% Change
Personal Income	108.36	110.93	2.57	2.37%
Sales & Use ⁽¹⁾	*	*	*	N/A
Corporate	3.47	5.73	2.26	65.04%
Meals & Room ⁽¹⁾	11.80	11.57	-0.23	-1.96%
Insurance Premium	1.49	1.27	-0.22	-14.69%
Inheritance & Estate	2.06	0.09	-1.97	-95.86%
Real Prop. Transfer	0.96	0.63	-0.33	-34.38%
Other	9.87	9.06	-0.81	-8.23%
Total	138.01	139.28	1.27	0.92%

Tax Component	Fiscal YTD			
	Target	Revenue	\$ Change	% Change
Personal Income	491.69	494.27	2.57	0.52%
Sales & Use ⁽¹⁾	*	*	*	N/A
Corporate	59.46	61.72	2.26	3.80%
Meals & Room ⁽¹⁾	82.97	82.74	-0.23	-0.28%
Insurance Premium	18.72	18.50	-0.22	-1.17%
Inheritance & Estate	11.18	9.21	-1.97	-17.63%
Real Prop. Transfer	8.23	7.90	-0.33	-4.01%
Other	62.73	61.91	-0.81	-1.30%
Total	734.98	736.25	1.27	0.17%

Prior Fiscal YTD Restated (1)

Tax Component	Revenue	\$ Change	% Change
Personal Income	477.47	16.80	3.52%
Sales & Use ⁽¹⁾	*	*	N/A
Corporate	27.85	33.87	121.60%
Meals & Room ⁽¹⁾	79.26	3.48	4.39%
Insurance Premium	18.80	-0.30	-1.59%
Inheritance & Estate	11.81	-2.60	-21.99%
Real Prop. Transfer	7.66	0.24	3.12%
Other	62.41	-0.50	-0.80%
Total	685.26	50.99	7.44%

*Differences due to rounding

Transportation Fund By Major Element (In Millions)*

Tax Component	Month			
	Target	Revenue	\$ Change	% Change
Gasoline	6.63	6.65	0.02	0.34%
Diesel Fuel	1.51	1.38	-0.13	-8.48%
MV Purchase & Use	5.10	5.44	0.34	6.62%
Motor Vehicle Fees	5.59	5.86	0.26	4.69%
Other	1.92	1.64	-0.28	-14.71%
Total	20.75	20.97	0.21	1.02%

Tax Component	Fiscal YTD			
	Target	Revenue	\$ Change	% Change
Gasoline	47.17	47.19	0.02	0.05%
Diesel Fuel	11.39	11.26	-0.13	-1.12%
MV Purchase & Use	41.87	42.21	0.34	0.81%
Motor Vehicle Fees	45.81	46.07	0.26	0.57%
Other	14.22	13.94	-0.28	-1.99%
Total	160.45	160.66	0.21	0.13%

Prior Fiscal YTD

Tax Component	Revenue	\$ Change	% Change
Gasoline	47.01	0.18	0.38%
Diesel Fuel	11.56	-0.30	-2.59%
MV Purchase & Use	40.48	1.72	4.25%
Motor Vehicle Fees	46.68	-0.62	-1.32%
Other	12.28	1.65	13.47%
Total	158.02	2.64	1.67%

Note:

TIB Fuel Fees/Gasoline	1.15	1.30	0.15	12.99%
TIB Fuel Fees/Diesel	0.16	0.14	-0.0195	-11.99%

TIB Fuel Fees/Gasoline	8.89	9.04	0.15	1.73%
TIB Fuel Fees/Diesel	1.22	1.19	-0.02	-1.91%

TIB Fuel Fees/Gasoline	7.52	1.53	20.32%
TIB Fuel Fees/Diesel	1.19	0.01	0.73%

*Differences due to rounding

Education Fund By Major Element (In Millions)*

Component	Month			
	Target	Revenue	\$ Change	% Change
Sales & Use (1)	47.23	44.09	-3.14	-6.64%
Meals & Room (1)	3.93	3.86	-0.08	-1.96%
MV Purchase & Use	2.55	2.72	0.17	6.62%
Lottery Transfer	2.42	2.74	0.32	13.14%
Investment Income	0.15	0.02	-0.12	-83.71%
Total	56.28	53.43	-2.85	-5.07%

Component	Fiscal YTD			
	Target	Revenue	\$ Change	% Change
Sales & Use (1)	253.57	250.44	-3.14	-1.24%
Meals & Room (1)	27.66	27.58	-0.08	-0.28%
MV Purchase & Use	20.93	21.10	0.17	0.81%
Lottery Transfer	14.54	14.85	0.32	2.19%
Investment Income	0.55	0.43	-0.12	-22.56%
Total	317.25	314.40	-2.85	-0.90%

Prior Fiscal YTD Restated (1)

Component	Revenue	\$ Change	% Change
Sales & Use (1)	241.97	8.47	3.50%
Meals & Room (1)	26.42	1.16	4.39%
MV Purchase & Use	20.24	0.86	4.25%
Lottery Transfer	13.03	1.83	14.01%
Investment Income	0.35	0.08	22.33%
Total	302.01	12.39	4.10%

*Differences due to rounding

(1) Act 11 of 2018 changed State revenue and expense distributions to: (1) Sales and Use tax to the Education Fund, (2) 25% of the Meals and Rooms tax to the Education Fund; Both previously distributed to the General Fund; and (3) eliminating the General Fund transfer to the Education Fund. Prior Year (FY 2018) restated accordingly.

Comparative Statement of Revenues
General Fund
As of January 31, 2019

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% of Change</u>
Taxes			
Personal Income Tax	477,469,356	494,266,316	3.5%
Sales & Use Tax	157,278,108	0	-100.0%
Corporate Income Tax	27,850,217	61,716,626	121.6%
Meals & Rooms Tax	105,678,015	82,739,678	-21.7%
Liquor & Wine Tax	11,283,195	12,027,379	6.6%
Insurance Premium	18,800,533	18,501,827	-1.6%
Telephone Gross Receipts	156,774	107,843	-31.2%
Telephone Property Tax	2,563,456	2,375,023	-7.4%
Beverage Tax	4,328,167	4,347,770	0.5%
Electric Generating	0	0	0.0%
Inheritance & Estate Tax	11,808,212	9,211,477	-22.0%
Real Property Transfer Tax	7,660,897	7,899,591	3.1%
Bank Franchise Tax	7,996,496	7,283,180	-8.9%
All Other Taxes	1,123,966	1,469,295	30.7%
Total Taxes	<u>833,997,393</u>	<u>701,946,004</u>	<u>-15.8%</u>
Other Revenues			
Business Licenses	751,439	736,974	-1.9%
Fees	27,435,293	27,279,506	-0.6%
Services	1,659,896	1,841,796	11.0%
Fines, Forfeits & Penalties	1,854,525	1,743,356	-6.0%
Interest, Prem	1,051,606	2,646,341	151.6%
Special Assessments	0	0	0.0%
All Other Revenues	2,206,192	55,607	-97.5%
Total Other Revenues	<u>34,958,951</u>	<u>34,303,579</u>	<u>-1.9%</u>
Total General Fund	<u>868,956,344</u>	<u>736,249,583</u>	<u>-15.3%</u>

**Comparative Statement of Revenues
Transportation Fund
As of January 31, 2019**

	<u>Total to Date Last Year</u>	<u>Total to Date This Year</u>	<u>% of Change</u>
Non-Dedicated			
Taxes			
Gasoline	47,009,645	47,188,367	0.4%
Diesel Fuel	11,559,866	11,260,739	-2.6%
MV Purchase & Use	40,484,844	42,206,710	4.3%
Total Taxes	99,054,355	100,655,817	1.6%
Other Revenues			
Motor Vehicle Fees	46,683,542	46,067,559	-1.3%
Other	12,282,030	13,936,263	13.5%
Total Other Revenues	58,965,572	60,003,822	1.8%
Total Non-Dedicated	158,019,927	160,659,639	1.7%
Dedicated			
Federal Aid	210,526,471	179,369,636	-14.8%
Infrastructure Bond Fund Revenue	8,700,852	10,236,261	17.6%
Transportation Impact Fee	80,095	89,457	11.7%
Other	1,880,666	1,055,229	-43.9%
Total Dedicated	221,188,084	190,750,583	-13.8%
Total Transportation Fund	379,208,011	351,410,222	-7.3%

Comparative Statement of Revenues
Education Fund
As of January 31, 2019

	<u>Total to Date</u> <u>Last Year</u>	<u>Total to Date</u> <u>This Year</u>	<u>% of Change</u>
Non-Dedicated			
Estimated Revenues:			
Sales & Use Tax	84,688,212	250,435,073	195.7%
Meals & Rooms Tax	0	27,579,893	100.0%
Purchase & Use Tax	20,242,422	21,103,355	4.3%
Lottery Transfer	13,028,800	14,853,806	14.0%
Investment Income	348,694	426,551	22.3%
Total estimated revenues	<u>118,308,127</u>	<u>314,398,678</u>	<u>165.7%</u>
Other Revenues:			
Education Property Taxes	83,603,738	91,971,306	10.0%
Electric Energy Educ Prop Tax	0	0	0.0%
Uniform Capacity Tax	348,430	703,918	102.0%
Medicaid Reimbursement	0	0	0.0%
All Other Revenues	762,499	380,324	-50.1%
Total other revenues	<u>84,714,667</u>	<u>93,055,548</u>	<u>9.8%</u>
Total Education Fund	<u><u>203,022,794</u></u>	<u><u>407,454,226</u></u>	<u><u>100.7%</u></u>