


DATE: May 10, 2017

TO: Governor Mark Dayton
Lt. Governor Tina Smith

FROM: Myron Frans, Commissioner 

SUBJECT: April Revenue Review

Net general fund revenues totaled \$2.419 billion in April, \$86 million (3.4 percent) less than forecast in the February 2017 *Budget and Economic Forecast*. Net individual income tax receipts were lower than forecast, more than offsetting larger than expected net receipts from corporate income taxes. For April, the month in which most tax year 2016 income tax payments are made, the combination of payments and refunds connected to 2016 tax returns is about \$142 million below forecast. For fiscal year 2017, year to date receipts are now \$16.863 billion, \$62 million (0.4 percent) lower than forecast.

Monthly Receipts for April 2017

(\$ in millions)	February 2017		
	Forecast	Actual	\$ Difference
Individual Income Tax	\$1,851	\$1,689	\$(161)
General Sales Tax	422	423	0
Corporate Franchise Tax	65	139	75
Other Revenues	167	168	1
Total Revenues¹	\$2,505	\$2,419	\$(86)

1. Totals may not add due to rounding.

All results are preliminary and subject to revision. Monthly revenue variances should be interpreted with great caution. Wide swings in variances may be caused by variations in the rate at which receipts are received and processed and differences in the rate at which refunds are issued. Other revenues often include unallocated accounts receivable which will be added to receipts for the appropriate tax when identified. A more complete report covering April, May, and June receipts will be issued as part of Minnesota Management and Budget's July *Revenue and Economic Update*.

cc: Senator Paul Gazelka, Majority Leader
Senator Tom Bakk, Minority Leader
Representative Kurt Daudt, Speaker of the House
Representative Joyce Peppin, Majority Leader
Representative Melissa Hortman, Minority Leader