




DATE: March 10, 2017

TO: Governor Mark Dayton
Lt. Governor Tina Smith

FROM: Myron Frans, Commissioner 

SUBJECT: February Revenue Review

Net general fund revenues totaled \$1.011 billion in February, \$34 million (3.3 percent) more than forecast in the February 2017 *Budget and Economic Forecast*. Net receipts from the corporate, sales, and other taxes exceeded the forecast, more than offsetting a small shortfall in individual income tax receipts. For fiscal year 2017, year to date receipts are now \$12.968 billion. Because forecast receipts are now updated to reflect the February 2017 *Budget and Economic Forecast*, the fiscal year-to-date variance is the same as the monthly variance, \$34 million above the forecast

Monthly Receipts for February 2017

(\$ in millions)	February 2017		
	Forecast	Actual	\$ Difference
Individual Income Tax	\$447	\$444	\$(3)
General Sales Tax	385	392	7
Corporate Franchise Tax	2	27	24
Other Revenues	143	149	6
Total Revenues¹	\$978	\$1,011	\$34

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 January, February, and March receipts will be issued as part of Minnesota Management and Budget's April *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