

DATE: February 10, 2020

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Myron Frans, Commissioner 

SUBJECT: January Revenue Review

Net general fund revenues totaled \$2.295 billion in January, \$228 million (9.0 percent) less than forecast. Net receipts from the individual income, corporate, and other taxes were below the forecast, while net sales tax receipts were more than forecast. For fiscal year 2020, year to date receipts are now \$13.212 billion, \$76 million (0.6 percent) less than forecast.

Monthly Receipts for January 2020

(\$ in millions)	November 2019		
	Forecast	Actual	\$ Difference
Individual Income Tax	\$1,652	\$1,474	\$(179)
General Sales Tax	572	592	20
Corporate Franchise Tax	44	15	(28)
Other Revenues	255	214	(41)
Total Revenues¹	\$2,523	\$2,295	\$(228)

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 detailed report covering the 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 Melissa Hortman Speaker of the House
 Representative Ryan Winkler, Majority Leader
 Representative Kurt Daudt, Minority Leader