




DATE: March 10, 2022

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Jim Schowalter, Commissioner 

SUBJECT: February Revenue Review

Net general fund revenues totaled \$1.323 billion for the month of February, \$75 million (5.4 percent) less than forecast. Net receipts from individual income, corporate, and other taxes for the month were lower than forecast, and sales tax revenues were above the forecast. For fiscal year 2022, year to date receipts are now \$17.486 billion. Because forecast receipts are now updated to reflect the February 2022 *Budget and Economic Forecast*, the fiscal year-to-date variance is the same dollar amount as the monthly variance, \$75 million below the forecast, which is 0.4 percent of fiscal year-to-date revenues.

Monthly Receipts for February 2022

(\$ in millions)	February 2022 Forecast	Actual	\$ Difference
Individual Income Tax	\$667	\$592	\$(75)
General Sales Tax	484	511	28
Corporate Franchise Tax	44	37	(7)
Other Revenues	203	182	(21)
Total Revenues¹	\$1,398	\$1,323	\$(75)

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 Jeremy Miller, Majority Leader
 Senator Melisa Lopez Franzen, Minority Leader
 Representative Melissa Hortman, Speaker of the House
 Representative Ryan Winkler, Majority Leader
 Representative Kurt Daudt, Minority Leader