




DATE: February 10, 2023

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Jim Schowalter, Commissioner 

SUBJECT: January Revenue Review

Net general fund revenues totaled \$2.918 billion in January, \$270 million (10.2 percent) more than forecast. Net receipts from the individual and corporate taxes were above the forecast, while net sales and other tax receipts were lower than forecast. For fiscal year 2023, year to date receipts are now \$17.345 billion, \$487 million (2.9 percent) more than forecast.

Monthly Receipts for January 2023

(\$ in millions)	November 2022 Forecast	Actual	\$ Difference
Individual Income Tax	\$1,599	\$1,877	\$279
General Sales Tax	718	676	(42)
Corporate Franchise Tax	53	119	66
Other Revenues	279	246	(33)
Total Revenues¹	\$2,648	\$2,918	\$270

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 Kari Dziedzic, Majority Leader
 Senator Mark Johnson, Minority Leader
 Representative Melissa Hortman, Speaker of the House
 Representative Jaime Long, Majority Leader
 Representative Lisa Demuth, Minority Leader