




DATE: August 10, 2023

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Jim Schowalter, Commissioner 

SUBJECT: July Revenue Review

Net general fund revenues totaled \$1.878 billion in July, \$45 million (2.5 percent) more than forecast. Net individual and corporate income tax receipts for the month were lower than expected, and net sales and other tax receipts exceeded the forecast. July is the first month of FY 2024, so the fiscal year variance is the same as the monthly variance.

Monthly Receipts for July 2023

(\$ in millions)	February 2023		
	Forecast ²	Actual	\$ Difference
Individual Income Tax	\$933	\$922	\$(11)
General Sales Tax	706	749	43
Corporate Franchise Tax	105	104	(2)
Other Revenues	89	104	15
Total Revenues¹	\$1,833	\$1,878	\$45

1. Totals may not add due to rounding.
2. Adjusted for legislative changes.

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 July, August, and September receipts will be issued as part of our October Revenue and Economic Update. That report will also update FY 2023 revenues to reflect the official closing of the fiscal year.

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