

DATE: November 10, 2016

TO: Governor Mark Dayton
Lt. Governor Tina Smith

FROM: Myron Frans, Commissioner 

SUBJECT: October Revenue Review

Net general fund revenues totaled \$1.610 billion in October, \$25 million (1.5 percent) less than forecast. Revenues in all four major tax categories were below expectations for the month. Net corporate tax receipts were \$9 million below the forecast, driven by lower than expected gross tax payments. For fiscal year 2017, year to date receipts are now \$6.067 billion, \$122 million (2.0 percent) less than forecast.

Monthly Receipts for October 2016

(\$ in millions)

	February 2016		
	Forecast ¹	Actual	\$ Difference
Individual Income Tax	\$720	\$716	\$(4)
General Sales Tax	492	485	(7)
Corporate Franchise Tax	63	54	(9)
Other Revenues	359	355	(5)
Total Revenues²	\$1,634	\$1,610	\$(25)

1. Adjusted for legislative change.

2. Totals may not add due to rounding.

All results are preliminary and subject to revision. Monthly revenue variances should be interpreted with caution. Wide swings in variances may be caused by variations in the rate at which receipts are received and refunds are issued. A more detailed report covering the October, November, and December receipts will be issued as part of Minnesota Management and Budget's January *Revenue and Economic Update*.

cc: Senator Tom Bakk, Majority Leader
Senator David Hann, Minority Leader
Rep. Kurt Daudt, Speaker of the House
Rep. Paul Thissen, Minority Leader