

DATE: June 10, 2011

TO: Governor Mark Dayton

FROM: Jim Schowalter, Commissioner 

SUBJECT: June Revenue Collections

Net general fund revenues totaled \$1.260 billion in May, \$30.9 million (2.5 percent), more than forecast. Year-to-date revenues are now \$132 million above February's forecast.

MONTHLY RECEIPTS FOR MAY 2011
(\$ MILLIONS)

	<u>Est.</u>	<u>Act.</u>	<u>Var.</u>
INDIVIDUAL INCOME TAX	\$ 518.0	\$ 536.8	\$18.8
SALES TAX	352.2	332.3	-19.9
CORPORATE INCOME TAX	29.1	30.6	1.6
MOTOR VEHICLE SALES TAX	3.0	2.9	-0.1
OTHER REVENUE	<u>326.5</u>	<u>356.9</u>	<u>30.4</u>
TOTAL	\$1,228.8	\$1,259.7	\$30.9

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 or differences in the rate at which refunds are issued.

As in prior years, reported individual income tax receipts include only withholding and individual estimated tax payments. Variances in individual income tax refunds and final payments for tax year 2010 will not be reported until July, after processing of timely returns is complete. Currently, it appears likely that net final payments (final payments minus refunds) will exceed the forecast by more than \$100 million.

A more complete report covering the April, May, and June receipts including the variance in individual income tax final payments and refunds for tax year 2010 will be issued as part of Minnesota Management and Budget's July *Economic Update*.

cc: Yvonne Prettner-Solon, Lt. Governor
 Senator Amy Koch, Majority Leader
 Senator Tom Bakk, Minority Leader
 Representative Kurt Zellers, Speaker of the House
 Representative Matt Dean, Majority Leader
 Representative Paul Thissen, Minority Leader