

DATE: June 11, 2012

TO: Governor Mark Dayton

FROM: Jim Schowalter, Commissioner 

SUBJECT: May Revenue Collections

Net general fund revenues totaled \$1.301 billion in May, \$32.3 million (2.5 percent) more than forecast. Year-to-date revenues are now \$148 million above February's forecast.

MONTHLY RECEIPTS FOR MAY 2012
(\$ MILLIONS)

	<u>Est.</u>	<u>Act.</u>	<u>Var.</u>
INDIVIDUAL INCOME TAX	600.6	544.5	-56.2
SALES TAX	343.0	380.3	37.4
CORPORATE INCOME TAX	23.9	42.9	19.0
OTHER REVENUE	<u>301.0</u>	<u>333.1</u>	<u>32.1</u>
TOTAL	1,268.5	1,300.8	32.3

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 which receipts are received and processed or by differences in the rate 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 2011 will not be reported until July, after processing of timely returns is complete. Currently, it appears unlikely that net final payments (final payments minus refunds) will be negative.

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 2011 will be issued as part of Minnesota Management and Budget's July *Economic Update*.

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