



DATE: September 11, 2023

TO: Governor Tim Walz
Lt. Governor Peggy Flanagan

FROM: Erin Campbell, Commissioner *EC*

SUBJECT: August Revenue Review

Net general fund revenues totaled \$1.109 billion in August, \$61 million (5.8 percent) more than forecast in February. Net individual income, corporate, and other tax revenues exceeded the forecast, and net sales tax revenues nearly matched the forecast. Within the net individual income tax, the refund forecast and actual refunds reflect the nearly \$1 billion allocated for rebates to be sent out during August and September. We will report any difference between the actual and forecast amount of refunds for August and September in our *October Revenue and Economic Update*. For fiscal year 2024, year to date receipts are now \$2.988 billion, \$106 million (3.7 percent) more than forecast.

Monthly Receipts for August 2023

(\$ in millions)	February 2023		
	Forecast ²	Actual	\$ Difference
Individual Income Tax	\$94	\$117	\$23
General Sales Tax	663	662	(1)
Corporate Franchise Tax	55	64	9
Other Revenues	237	266	29
Total Revenues¹	\$1,049	\$1,109	\$61

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