



General Fund Revenue Update – August 2021

The General Fund is off to a good start for the 2021/22 fiscal year, with revenues in August \$135.5 million ahead of the official estimate, or 5.6 percent. For the fiscal year to date, total revenues are \$132.4 million higher than expected, or 2.6 percent.

All three of the major tax types pitched in to the month's surplus. Corporate net income tax revenues were \$26.3 million ahead of estimate, sales and use tax collections were \$49.3 million above projections, and the personal income tax brought in \$67.1 million more than expected.

Looking ahead, September will bring the first quarterly estimated payments of the fiscal year for both the personal income tax and the corporate net income tax. Also worth tracking is the expiration of several pandemic-related unemployment benefits on September 4, and the impact of these supports not being available to Pennsylvania families experiencing unemployment.

Relatedly, the federal government announced that SNAP benefits will increase in October, both maintaining a current benefit that was scheduled to expire on September 30 and increasing the benefit further to help families struggling with food insecurity.

For August:

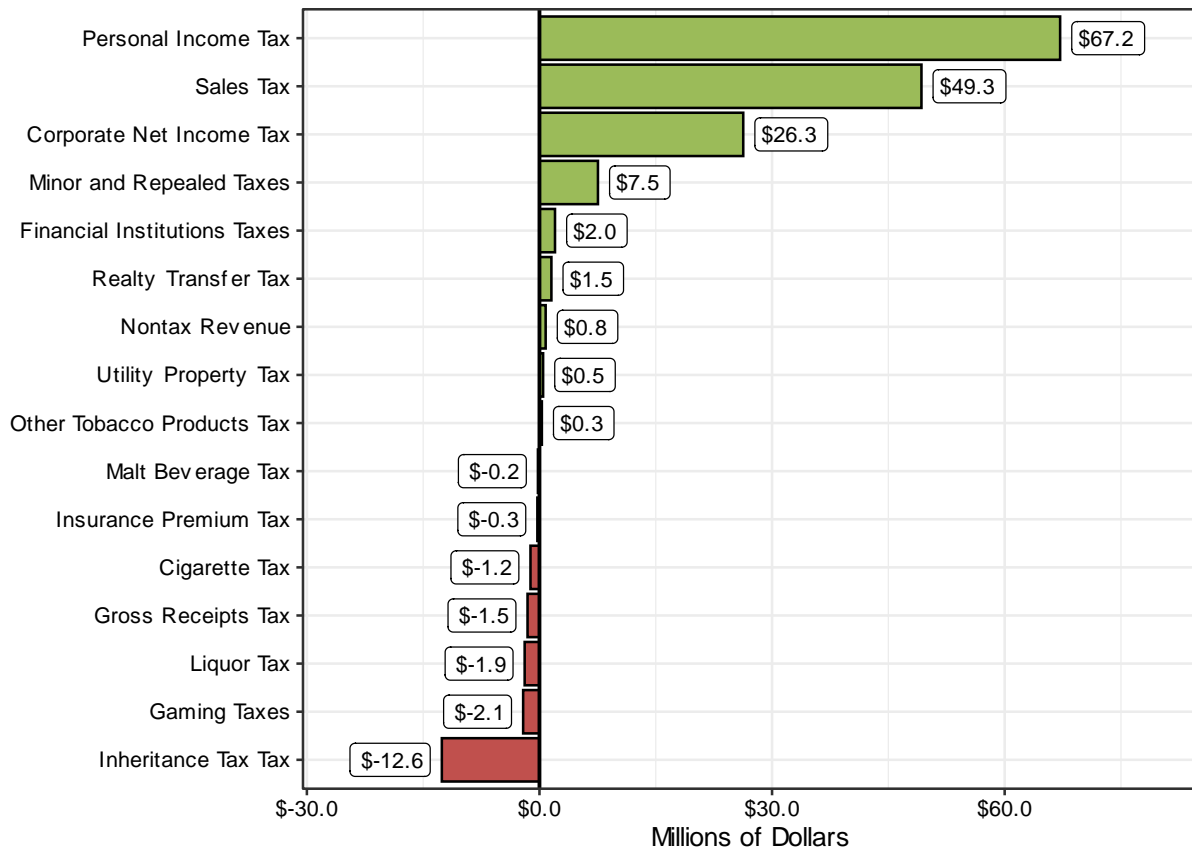
- Total General Fund collections were \$135.5 million higher than expected (5.6 percent)
- General Fund tax revenues were \$134.8 million higher than anticipated (5.6 percent)
- The corporate net income tax was \$26.3 million higher than expected (33.0 percent)
- Sales and use tax collections exceeded projections by \$49.3 million (4.6 percent)
 - Non-motor collections were \$54.6 million higher than projected (6.0 percent)
 - Motor vehicle collections were \$5.3 million below estimate (-3.4 percent)
- Personal income tax collections were \$67.1 million higher than the official estimate (7.4 percent)
 - Employer withholdings on wages and salaries were \$55.1 million more than anticipated (6.5 percent)
 - Non-withheld payments were \$12.0 million above estimate (19.0 percent)
- Realty transfer tax revenues were \$1.6 million above estimate (2.2 percent)
- Inheritance tax collections were \$12.5 million lower than estimated (-10.2 percent)
- Non-tax revenues were \$695,000 above the official estimate (3.9 percent)

For the 2021/22 fiscal year in total:

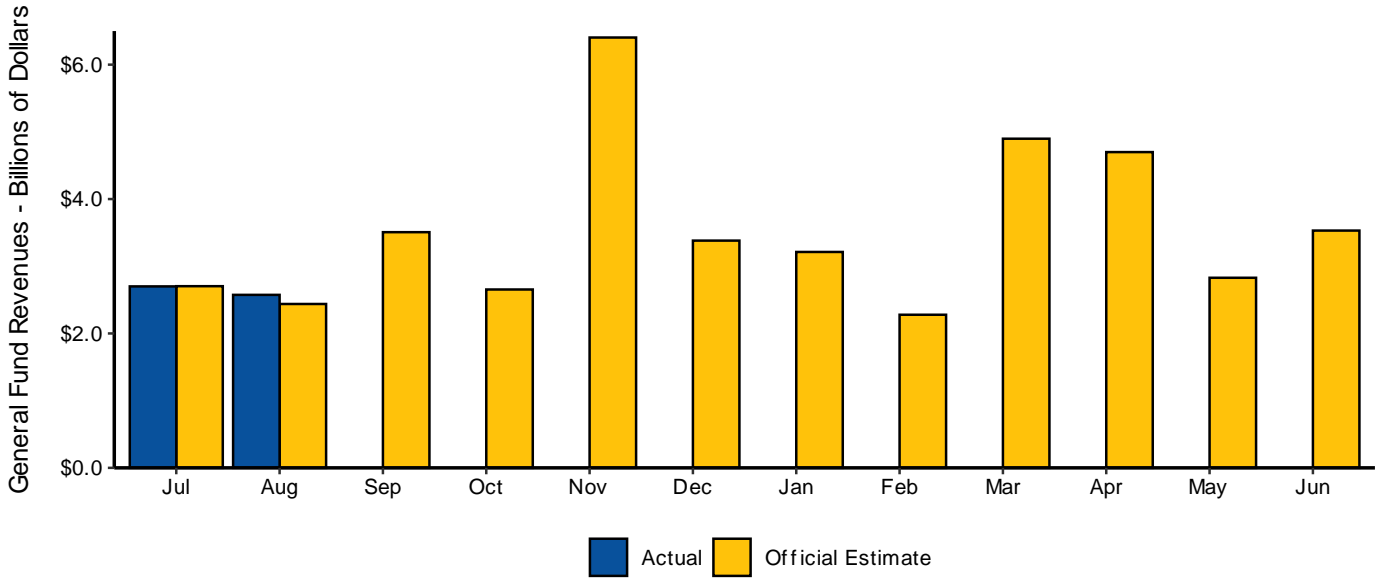
- Cumulative General Fund revenues were \$132.4 million higher than expected (2.6 percent)
- General Fund tax revenues were \$131.6 million higher than projected (2.6 percent)
- Corporate net income tax revenues are \$26.3 million more than expected (10.5 percent)
- Sales and use taxes are \$49.3 million more than expected (2.1 percent)
- Personal income tax collections are \$67.2 million higher than anticipated (3.6 percent)
- Non-tax revenues are \$800,000 above the estimate (1.7 percent)

General Fund Revenues - Year-to-Date Performance vs Official Estimate			
<i>Amounts in Millions</i>	YTD Estimate	YTD Collections	Difference
General Fund Total	5,142.1	5,274.5	132.4
Tax Revenue Total	5,096.2	5,227.8	131.6
Corporation Taxes	278.8	302.5	23.7
Corporate Net Income Tax	251.1	277.4	26.3
Gross Receipts Tax	5.9	4.4	(1.5)
Utility Property Tax	0.4	0.9	0.5
Insurance Premiums Taxes	19.8	19.5	(0.3)
Financial Institutions Taxes	1.6	3.6	2.0
Consumption Taxes	2,544.0	2,590.3	46.3
Sales and Use Tax	2,297.9	2,347.2	49.3
Cigarette Tax	145.5	144.3	(1.2)
Other Tobacco Products	24.7	25.0	0.3
Malt Beverage Tax	4.3	4.1	(0.2)
Liquor Tax	71.6	69.7	(1.9)
Other Taxes	2,273.4	2,334.9	61.5
Personal Income Tax	1,870.8	1,938.0	67.2
Realty Transfer Tax	104.8	106.3	1.5
Inheritance Tax	239.8	227.2	(12.6)
Gaming	48.1	46.0	(2.1)
Minor and Repealed	9.9	17.4	7.5
Non-Tax Revenue	45.9	46.7	0.8

2021/22 YTD Revenue Performance vs. Official Estimate



2021/22 General Fund Revenue Performance Compared to Official Estimate



2021/22 General Fund Revenue Performance Year to Date Difference

