




DATE: September 10, 2020
TO: Governor Tim Walz
Lt. Governor Peggy Flanagan
FROM: Jim Schowalter, Commissioner 
SUBJECT: August Revenue Review

Net general fund revenues totaled \$1.571 billion in August, \$202 million (14.8 percent) more than projected in the *May Interim Budget Projection*. Net individual income, sales, and corporate tax revenues exceeded the projection, and other tax revenues were lower than expected. For fiscal year 2021, year to date receipts are now \$2.903 billion, \$380 million (15.1 percent) more than projected.

Monthly Receipts for August 2020

(\$ in millions)	May 2020 Projection	Actual	\$ Difference
Individual Income Tax	\$694	\$782	\$88
General Sales Tax	463	574	111
Corporate Franchise Tax	28	37	9
Other Revenues	184	178	(6)
Total Revenues¹	\$1,369	\$1,571	\$202

1. Totals may not add due to rounding.

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 2020 revenues to reflect the official closing of the fiscal year.

cc: Senator Paul Gazelka, Majority Leader
Senator Susan Kent, Minority Leader
Representative Melissa Hortman, Speaker of the House
Representative Ryan Winkler, Majority Leader
Representative Kurt Daudt, Minority Leader