

## REVENUE TRENDS – JUNE 2004

Total tax collections in June were \$396.1 million, up 11.0% from \$356.9 million in the previous June. The large increase, when compared with June 2003, was the result largely of a robust economy as well as improved enforcement regarding delinquent taxes.

Revenues from all major tax sources increased when compared against the corresponding month last year and when cumulated for the fiscal year. General excise and use tax collections rose by 13.1% in June 2004 over June 2003 and by 6.0% for the full fiscal year. Net deposits from the individual income tax increased by 9.8% on a month-over-corresponding-month basis and by 12.6% for the entire year. Net corporate income taxes advanced by a sizable \$48.4 million in fiscal year 2004 over last year, largely because the \$8.2 million total of the previous fiscal year was depressed both by the lingering impact of September 11, 2001 and by the immediate effect of the 2003 war in Iraq.

Transient accommodations tax revenues represented a 19.7% increase over the same month of last year. A total of \$16.7 million was collected for the month. Cumulative fiscal year revenues amounted to \$181.8 million, up 6.4% from \$170.9 million in the previous year.

### STATE GENERAL FUND

Tax collections accruing to the state general fund for the month of June totaled \$357.5 million. The June 2003 general fund amount includes \$5.6 million transferred to the general fund from the TAT Trust Fund because that fund had more than enough to increase the Tourism Special Fund to \$63.292 million at the end of the fiscal year.

With the increase in June collections, cumulative fiscal year 2004 deposits increased by 8.3% over the previous fiscal year, exceeding the 5.2% growth rate estimated by the Council on Revenues.

