



REVENUE TRENDS – SEPTEMBER 2006

Tax revenue for the month of September 2006 totaled \$414.3 million. Three months into the current 2007 fiscal year, collections are down 2.2% over the corresponding period last year.

The decline was caused mainly by unusually large collections from the corporation income tax in September 2005 (a large one-time \$40 million payment in September 2005), and because September 30, 2006 fell on a weekend and September 2006 had one less business day than September 2005, resulting in roughly \$40 million in revenues being postponed until October 2006 (the "weekend effect"). Without these factors, the fiscal year-to-date tax collections would have increased by 4.2% over last year.

General excise and use taxes totaled \$188.4 million in September, and they are up 4.5% for year-to-date FY2007. Adjusting for the weekend effect, the increase would have been 11.4%.

Transient accommodations tax (TAT) collections were \$15.2 million for the month, and they are up 2.5% for year-to-date FY2007.

STATE GENERAL FUND

State general fund tax collections for the month of September 2006 totaled \$374.8 million. Three months into the current 2007 fiscal year, general fund deposits are down 2.1% from the corresponding period last year. However, adjusting for the large one-time corporation tax collection in September 2005 and the weekend effect, the fiscal year-to-date general funds collections would have grown by 5.4% over last year.

INTERNET ACCESS

For readers who have access to the Internet, this report (as well as our other statistical reports), can be viewed on the Department of Taxation's website at: <http://www.state.hi.us/tax>

