



Revenue Update & Preliminary Stress-Test Results

Maine Revenue Services – Office of Tax Policy
September 7, 2022

June FY22 General Fund Revenues Relative to Forecast

STATE OF MAINE
Undedicated Revenues - General Fund
For the Twelfth Month Ended June 30, 2022
For the Fiscal Year Ending June 30, 2022
Comparison to Budget

Exhibit I

**PRELIMINARY AND TENTATIVE
FOR VERIFICATION PURPOSES & INTERNAL USE ONLY**

	Month				Fiscal Year to Date				Total Budgeted Fiscal Year Ending 6/30/2022
	Actual	Budget	Variance Over(Under)	Percent Over(Under)	Actual	Budget	Variance Over(Under)	Percent Over(Under)	
Sales and Use Tax	\$ 212,095,895	\$ 212,063,078	\$ 32,817	- %	\$ 2,078,875,746	\$ 2,040,737,567	\$ 38,138,179	1.9 %	\$ 2,040,737,567
Service Provider Tax	5,192,901	4,925,849	267,052	5.4 %	51,328,641	51,000,000	328,641	0.6 %	51,000,000
Individual Income Tax	257,906,645	203,505,039	54,401,606	26.7 %	2,580,656,661	2,174,749,999	405,906,662	18.7 %	2,174,749,999
Corporate Income Tax	81,477,801	41,804,279	39,673,522	94.9 %	415,817,438	330,033,737	85,783,701	26.0 %	330,033,737
Cigarette and Tobacco Tax	12,191,533	15,173,438	(2,981,905)	(19.7)%	146,424,162	150,220,000	(3,795,838)	(2.5)%	150,220,000
Insurance Companies Tax	32,149,122	29,746,666	2,402,456	8.1 %	101,673,456	88,250,000	13,423,456	15.2 %	88,250,000
Estate Tax	538,619	2,250,000	(1,711,381)	(76.1)%	34,183,165	40,000,000	(5,816,835)	(14.5)%	40,000,000
Fines, Forfeits & Penalties	613,963	586,670	27,293	4.7 %	4,905,201	8,265,701	(3,360,500)	(40.7)%	8,265,701
Income from Investments	2,582,434	1,185,933	1,396,501	117.8 %	9,023,821	6,979,207	2,044,614	29.3 %	6,979,207
Transfer from Lottery Commission	5,032,611	5,247,723	(215,112)	(4.1)%	71,351,415	65,000,000	6,351,415	9.8 %	65,000,000
Transfers for Tax Relief Programs	(208,008)	(115,000)	(93,008)	(80.9)%	(78,022,118)	(77,380,000)	(642,118)	(0.8)%	(77,380,000)
Transfer to Municipal Revenue Sharing	(20,131,914)	(18,250,707)	(1,881,207)	(10.3)%	(232,362,929)	(212,935,550)	(19,427,379)	(9.1)%	(212,935,550)
Other Taxes and Fees	18,236,882	14,430,082	3,806,800	26.4 %	160,147,600	154,164,934	5,982,666	3.9 %	154,164,934
Other Revenues	21,202,508	15,393,551	5,808,957	37.7 %	47,611,311	38,096,895	9,514,416	25.0 %	38,096,895
Total Collected	\$ 628,880,991	\$ 527,946,601	\$ 100,934,390	19.1 %	\$ 5,391,613,569	\$ 4,857,182,490	\$ 534,431,079	11.0 %	\$ 4,857,182,490

NOTES:

- (1) Included in the above is \$20,131,914 for the month and \$232,362,929 year to date, that was set aside for Revenue Sharing with cities and towns.
- (2) Figures reflect estimates of the Maine State Revenue Forecasting Committee approved in March 2022, laws enacted through the 130th Legislature, 2nd Regular Session for all laws and any emergency laws.
- (3) This report has been prepared from preliminary month end figures and is subject to change.



June FY22 General Fund Revenues Relative to June FY21

Exhibit II

STATE OF MAINE
Undedicated Revenues - General Fund
For the Twelfth Month Ended June 30, 2022 and 2021
For the Fiscal Year Ending June 30, 2022 and 2021
Comparison to To Prior Year

PRELIMINARY AND TENTATIVE
FOR VERIFICATION PURPOSES & INTERNAL USE ONLY

	Month				Fiscal Year to Date			
	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)
Sales and Use Tax	\$ 212,095,895	\$ 203,520,349	\$ 8,575,546	4.2 %	\$ 2,078,875,746	\$ 1,804,226,077	\$ 274,649,668	15.2 %
Service Provider Tax	5,192,901	3,308,113	1,884,788	57.0 %	51,328,641	51,350,442	(21,801)	- %
Individual Income Tax	257,906,645	246,095,325	11,811,320	4.8 %	2,580,656,661	2,069,715,243	510,941,418	24.7 %
Corporate Income Tax	81,477,801	51,802,729	29,675,072	57.3 %	415,817,438	284,316,774	131,500,665	46.3 %
Cigarette and Tobacco Tax	12,191,533	18,221,838	(6,030,305)	(33.1)%	146,424,162	146,750,671	(326,509)	(0.2)%
Insurance Companies Tax	32,149,122	26,953,028	5,196,094	19.3 %	101,673,456	84,462,691	17,210,764	20.4 %
Estate Tax	538,619	219,058	319,561	145.9 %	34,183,165	40,399,594	(6,216,429)	(15.4)%
Fines, Forfeits & Penalties	613,963	834,929	(220,967)	(26.5)%	4,905,201	8,720,806	(3,815,606)	(43.8)%
Income from Investments	2,582,434	1,513,208	1,069,226	70.7 %	9,023,821	6,748,690	2,275,132	33.7 %
Transfer from Lottery Commission	5,032,611	3,117,308	1,915,303	61.4 %	71,351,415	70,647,717	703,698	1.0 %
Transfers for Tax Relief Programs	(208,008)	(14,267)	(193,742)	(1,358.0)%	(78,022,118)	(75,987,519)	(2,034,599)	(2.7)%
Transfer to Municipal Revenue Sharing	(20,131,914)	(21,623,000)	1,491,086	6.9 %	(232,362,929)	(156,047,730)	(76,315,200)	(48.9)%
Other Taxes and Fees	18,236,882	18,096,413	140,469	0.8 %	160,147,600	157,423,727	2,723,873	1.7 %
Other Revenues	21,202,508	19,922,032	1,280,476	6.4 %	47,611,311	27,863,962	19,747,349	70.9 %
Total Collected	\$ 628,880,991	\$ 571,967,064	\$ 56,913,928	10.0 %	\$ 5,391,613,569	\$ 4,520,591,145	\$ 871,022,424	19.3 %

NOTE: This report has been prepared from preliminary month end figures and is subject to change.



July FY23 General Fund Revenues Relative to Forecast

STATE OF MAINE
Undedicated Revenues - General Fund
For the First Month Ended July 31, 2022
For the Fiscal Year Ending June 30, 2023
Comparison to Budget

Exhibit I

PRELIMINARY AND TENTATIVE
FOR VERIFICATION PURPOSES & INTERNAL USE ONLY

	Month				Fiscal Year to Date				Total Budgeted Fiscal Year Ending 6/30/2023
	Actual	Budget	Variance Over(Under)	Percent Over(Under)	Actual	Budget	Variance Over(Under)	Percent Over(Under)	
Sales and Use Tax	\$ 209,878,405	\$ 203,240,331	\$ 6,638,074	3.3 %	\$ 209,878,405	\$ 203,240,331	\$ 6,638,074	3.3 %	\$ 2,111,487,705
Service Provider Tax	4,066,857	4,233,331	(166,474)	(3.9)%	4,066,857	4,233,331	(166,474)	(3.9)%	50,000,000
Individual Income Tax	140,875,706	133,760,083	7,115,623	5.3 %	140,875,706	133,760,083	7,115,623	5.3 %	2,054,802,867
Corporate Income Tax	20,053,460	19,500,000	553,460	2.8 %	20,053,460	19,500,000	553,460	2.8 %	335,848,199
Cigarette and Tobacco Tax	13,136,694	11,926,015	1,210,679	10.2 %	13,136,694	11,926,015	1,210,679	10.2 %	151,740,000
Insurance Companies Tax	841,823	1,029,746	(187,923)	(18.2)%	841,823	1,029,746	(187,923)	(18.2)%	88,800,000
Estate Tax	14,093,707	2,000,000	12,093,707	604.7 %	14,093,707	2,000,000	12,093,707	604.7 %	24,150,000
Fines, Forfeits & Penalties	1,647,085	1,031,659	615,426	59.7 %	1,647,085	1,031,659	615,426	59.7 %	11,914,639
Income from Investments	(14)	-	(14)	- %	(14)	-	(14)	- %	8,166,254
Transfer from Lottery Commission	9,717,486	5,769,231	3,948,255	68.4 %	9,717,486	5,769,231	3,948,255	68.4 %	60,000,000
Transfers for Tax Relief Programs	-	(5,000)	5,000	100.0 %	-	(5,000)	5,000	100.0 %	(81,040,000)
Transfer to Municipal Revenue Sharing	(27,845,352)	(23,072,864)	(4,772,488)	(20.7)%	(27,845,352)	(23,072,864)	(4,772,488)	(20.7)%	(233,372,787)
Other Taxes and Fees	6,444,290	8,889,165	(2,444,875)	(27.5)%	6,444,290	8,889,165	(2,444,875)	(27.5)%	152,985,622
Other Revenues	(20,702,015)	(17,715,586)	(2,986,429)	(16.9)%	(20,702,015)	(17,715,586)	(2,986,429)	(16.9)%	22,187,293
Total Collected	\$ 372,208,132	\$ 350,586,111	\$ 21,622,021	6.2 %	\$ 372,208,132	\$ 350,586,111	\$ 21,622,021	6.2 %	\$ 4,757,669,792

NOTES:

- (1) Included in the above is \$27,845,352 for the month and \$27,845,352 year to date, that was set aside for Revenue Sharing with cities and towns.
- (2) Figures reflect estimates of the Maine State Revenue Forecasting Committee approved in March 2022, laws enacted through the 130th Legislature, 2nd Regular Session for all laws and any emergency laws.
- (3) This report has been prepared from preliminary month end figures and is subject to change.



July FY23 General Fund Revenues Relative to July FY22

STATE OF MAINE
Undedicated Revenues - General Fund
For the First Month Ended July 31, 2022 and 2021
For the Fiscal Year Ending June 30, 2023 and 2022
Comparison to To Prior Year

Exhibit II

PRELIMINARY AND TENTATIVE
FOR VERIFICATION PURPOSES & INTERNAL USE ONLY

	Month				Fiscal Year to Date			
	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)
Sales and Use Tax	\$ 209,878,405	\$ 201,661,644	\$ 8,216,761	4.1 %	\$ 209,878,405	\$ 201,661,644	\$ 8,216,761	4.1 %
Service Provider Tax	4,066,857	4,247,513	(180,656)	(4.3)%	4,066,857	4,247,513	(180,656)	(4.3)%
Individual Income Tax	140,875,706	141,850,122	(974,416)	(0.7)%	140,875,706	141,850,122	(974,416)	(0.7)%
Corporate Income Tax	20,053,460	20,190,410	(136,950)	(0.7)%	20,053,460	20,190,410	(136,950)	(0.7)%
Cigarette and Tobacco Tax	13,136,694	13,405,854	(269,160)	(2.0)%	13,136,694	13,405,854	(269,160)	(2.0)%
Insurance Companies Tax	841,823	1,572,506	(730,683)	(46.5)%	841,823	1,572,506	(730,683)	(46.5)%
Estate Tax	14,093,707	(114,532)	14,208,239	12,405.5 %	14,093,707	(114,532)	14,208,239	12,405.5 %
Fines, Forfeits & Penalties	1,647,085	379,001	1,268,084	334.6 %	1,647,085	379,001	1,268,084	334.6 %
Income from Investments	(14)	-	(14)	- %	(14)	-	(14)	- %
Transfer from Lottery Commission	9,717,486	6,947,748	2,769,738	39.9 %	9,717,486	6,947,748	2,769,738	39.9 %
Transfers for Tax Relief Programs	-	(599,683)	599,683	100.0 %	-	(599,683)	599,683	100.0 %
Transfer to Municipal Revenue Sharing	(27,845,352)	(22,712,693)	(5,132,659)	(22.6)%	(27,845,352)	(22,712,693)	(5,132,659)	(22.6)%
Other Taxes and Fees	6,444,290	7,404,304	(960,014)	(13.0)%	6,444,290	7,404,304	(960,014)	(13.0)%
Other Revenues	(20,702,015)	(8,801,939)	(11,900,076)	(135.2)%	(20,702,015)	(8,801,939)	(11,900,076)	(135.2)%
Total Collected	\$ 372,208,132	\$ 365,430,256	\$ 6,777,876	1.9 %	\$ 372,208,132	\$ 365,430,256	\$ 6,777,876	1.9 %

NOTE: This report has been prepared from preliminary month end figures and is subject to change.





Preliminary Stress-Test Results

Sales & Use and Service Provider Taxes

Sales & Use and Service Provider Taxes						
Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast	\$2,164.6	\$2,228.2	\$2,292.2	\$2,353.8	\$2,421.6	
Moderate Recession Forecast	\$2,161.3	\$2,131.5	\$2,190.9	\$2,273.6	\$2,350.9	
Variance	(\$3.3)	(\$96.7)	(\$101.3)	(\$80.1)	(\$70.8)	
Percent Change	-0.2%	-4.3%	-4.4%	-3.4%	-2.9%	

Fiscal Years	2023	2024	2025	2026	2027
March 2022 RFC Forecast	\$2,164.6	\$2,228.2	\$2,292.2	\$2,353.8	\$2,421.6
Severe Recession Forecast	\$2,123.4	\$2,018.1	\$2,007.2	\$2,103.9	\$2,208.8
Variance	(\$41.2)	(\$210.1)	(\$284.9)	(\$249.9)	(\$212.9)
Percent Change	-1.9%	-9.4%	-12.4%	-10.6%	-8.8%



Individual Income Tax (Current Law)

Individual Income Tax						
Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast	\$2,054.2	\$2,128.4	\$2,234.9	\$2,371.0	\$2,716.8	
Moderate Recession Forecast	\$2,008.7	\$1,951.5	\$2,025.7	\$2,247.3	\$2,661.5	
Variance	(\$45.5)	(\$176.9)	(\$209.2)	(\$123.7)	(\$55.3)	
Percent Change	-2.2%	-8.3%	-9.4%	-5.2%	-2.0%	

Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast	\$2,054.2	\$2,128.4	\$2,234.9	\$2,371.0	\$2,716.8	
Severe Recession Forecast	\$1,918.0	\$1,646.8	\$1,612.5	\$1,803.3	\$2,212.0	
Variance	(\$136.2)	(\$481.6)	(\$622.5)	(\$567.7)	(\$504.8)	
Percent Change	-6.6%	-22.6%	-27.9%	-23.9%	-18.6%	



Individual Income Tax (Current Policy)

Individual Income Tax						
Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast (Extended TCJA)	\$2,054.2	\$2,128.4	\$2,234.9	\$2,270.7	\$2,422.9	
Moderate Recession Forecast (Extended TCJA)	\$2,008.7	\$1,951.5	\$2,025.7	\$2,148.2	\$2,370.3	
Variance	(\$45.5)	(\$176.9)	(\$209.2)	(\$122.5)	(\$52.6)	
Percent Change	-2.2%	-8.3%	-9.4%	-5.4%	-2.2%	

Fiscal Years	2023	2024	2025	2026	2027
March 2022 RFC Forecast (Extended TCJA)	\$2,054.2	\$2,128.4	\$2,234.9	\$2,270.7	\$2,422.9
Severe Recession Forecast (Extended TCJA)	\$1,918.0	\$1,646.8	\$1,612.5	\$1,709.7	\$1,935.6
Variance	(\$136.2)	(\$481.6)	(\$622.5)	(\$561.0)	(\$487.3)
Percent Change	-6.6%	-22.6%	-27.9%	-24.7%	-20.1%



General Fund Revenues (Current Law)

Total General Fund						
Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast	\$4,758.5	\$4,913.8	\$5,095.5	\$5,305.8	\$5,726.7	
Moderate Recession Forecast	\$4,701.3	\$4,600.9	\$4,729.6	\$5,049.1	\$5,568.6	
Variance	(\$57.2)	(\$312.9)	(\$366.0)	(\$256.6)	(\$158.1)	
Percent Change	-1.2%	-6.4%	-7.2%	-4.8%	-2.8%	

Fiscal Years	2023	2024	2025	2026	2027
March 2022 RFC Forecast	\$4,758.5	\$4,913.8	\$5,095.5	\$5,305.8	\$5,726.7
Severe Recession Forecast	\$4,571.6	\$4,167.1	\$4,110.7	\$4,407.1	\$4,928.6
Variance	(\$186.9)	(\$746.6)	(\$984.8)	(\$898.7)	(\$798.1)
Percent Change	-3.9%	-15.2%	-19.3%	-16.9%	-13.9%



Budget Stabilization Fund Sufficiency (Current Law)

General Fund Appropriation Limitation and Sufficiency of the Maine Budget Stabilization Fund (Moderate Recession)

Fiscal Years	2022	2023	2024	2025	2026	2027
Base Appropriations Limitation as of 10/1/22		\$4,614.6	\$4,802.0	\$4,996.9	\$5,224.3	\$5,462.0
Revenues/Resources Minus Appropriations Limitation /1		(\$21.7)	(\$201.0)	(\$267.3)	(\$175.1)	\$106.6
Budget Stabilization Fund at Fiscal Year End	\$895.9	\$874.2	\$673.1	\$405.8	\$230.6	\$337.2

General Fund Appropriation Limitation and Sufficiency of the Maine Budget Stabilization Fund (Severe Recession)

Fiscal Years	2022	2023	2024	2025	2026	2027
Base Appropriations Limitation as of 10/1/22		\$4,614.6	\$4,802.0	\$4,996.9	\$5,224.3	\$5,462.0
Revenues/Resources Minus Appropriations Limitation		(\$151.4)	(\$634.8)	(\$886.2)	(\$817.2)	(\$533.4)
Budget Stabilization Fund at Fiscal Year End	\$895.9	\$744.5	\$109.7	\$41.1	\$44.1	\$49.3



General Fund Revenues (Current Policy)

Total General Fund						
Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast (Extended TCJA)	\$4,758.5	\$4,913.8	\$5,095.5	\$5,210.5	\$5,447.4	
Moderate Recession Forecast (Extended TCJA)	\$4,701.3	\$4,600.9	\$4,729.6	\$4,955.0	\$5,291.9	
Variance	(\$57.2)	(\$312.9)	(\$366.0)	(\$255.5)	(\$155.5)	
Percent Change	-1.2%	-6.4%	-7.2%	-4.9%	-2.9%	

Fiscal Years	2023	2024	2025	2026	2027	
March 2022 RFC Forecast (Extended TCJA)	\$4,758.5	\$4,913.8	\$5,095.5	\$5,210.5	\$5,447.4	
Severe Recession Forecast (Extended TCJA)	\$4,571.6	\$4,167.1	\$4,110.7	\$4,318.1	\$4,666.0	
Variance	(\$186.9)	(\$746.6)	(\$984.8)	(\$892.4)	(\$781.5)	
Percent Change	-3.9%	-15.2%	-19.3%	-17.1%	-14.3%	



Budget Stabilization Fund Sufficiency (Current Policy)

General Fund Appropriation Limitation and Sufficiency of the Maine Budget Stabilization Fund (Moderate Recession - TCJA)

Fiscal Years	2022	2023	2024	2025	2026	2027
Base Appropriations Limitation as of 10/1/22		\$4,614.6	\$4,802.0	\$4,996.9	\$5,224.3	\$5,462.0
Revenues/Resources Minus Appropriations Limitation /1		(\$21.7)	(\$201.0)	(\$267.3)	(\$269.3)	(\$170.1)
Budget Stabilization Fund at Fiscal Year End	\$895.9	\$874.2	\$673.1	\$405.8	\$136.5	\$52.9

General Fund Appropriation Limitation and Sufficiency of the Maine Budget Stabilization Fund (Severe Recession -TCJA)

Fiscal Years	2022	2023	2024	2025	2026	2027
Base Appropriations Limitation as of 10/1/22		\$4,614.6	\$4,802.0	\$4,996.9	\$5,224.3	\$5,462.0
Revenues/Resources Minus Appropriations Limitation		(\$151.4)	(\$634.8)	(\$886.2)	(\$906.2)	(\$796.0)
Budget Stabilization Fund at Fiscal Year End	\$895.9	\$744.5	\$109.7	\$41.1	\$43.2	\$46.7

