



WEST VIRGINIA DEPARTMENT OF REVENUE

Governor Joe Manchin's

Monthly General Revenue Collections Report for May 2010

The May 2010 General Revenue Collections report highlights state revenue collections made between May 1, 2010 and May 28, 2010, the final business day of the month, for the West Virginia General Revenue Fund. The General Revenue Fund is comprised of various sources of revenue which is used to provide vast government services for the citizens of West Virginia. Prior to the start of each fiscal year the West Virginia State Tax Department estimates how much revenue will be collected each month of that fiscal year. This report compares actual collections with such estimates, and with collections made during the same time period for the year prior. In addition, the current year-to-date collections are evaluated by revenue source. All tables are expressed in millions.

May 2010 Overall General Revenue Collections:

West Virginia collected \$320.2 million in General Fund revenue in May, which was \$18.9 million, or 6.3%, more than anticipated. Despite the actual collections exceeding the budgeted collections for the month, May 2010 collections were \$7.5 million, or 2.3%, below May 2009 receipts. Fiscal year-to-date General Fund collections total \$3,386.8 million, which is \$44.0 million, or 1.3%, below estimate. Fiscal year 2010 year-to-date collections are \$232.0 million, or 6.4%, below FY 2009 year-to-date receipts.

May 2010 Actual Collections by Revenue Source vs. Estimate:

Personal income tax revenue in May 2010 was \$131.3 million, \$1.6 million below estimate. Personal income tax collections are the largest source of revenue for the General Revenue Fund. Consumer sales and use (Sales) tax receipts totaled \$92.3 million for May, \$6.7 million below estimate but 6.6% above prior year receipts. May marked the second consecutive monthly increase in sales tax receipts over prior year revenues, a sign of economic recovery in progress. May deposits of appropriated excess lottery fund transfers totaled \$37.1 million or nearly \$26.3 million more than the monthly estimate. Severance tax revenue in May was \$27.2 million, \$2.2 million above estimate. Insurance premium tax receipts totaled nearly \$5.0 million in May, \$0.2 million above estimate. May corporation net income/business franchise tax revenue of \$3.6 million was \$2.2 million above estimate.

May 2010 Revenue Expressed in Millions

Tax Component	Estimate	Actual
Personal Income Tax	\$132.9	\$131.3
Sales and Use Tax	\$ 99.0	\$ 92.3
Corporation Tax	\$ 1.4	\$ 3.6
Severance Tax	\$ 25.0	\$ 27.2
Insurance Premium Tax	\$ 4.8	\$ 5.0
Lottery Fund Transfers	\$ 10.8	\$37.1



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May 2010 Actual Collections by Revenue Source vs. May 2009 Receipts:

Personal income tax collections are \$60.7 million or 31.6 percent below prior year receipts. Consumer sales and use (Sales) tax collections are 6.6% above prior year receipts. Severance tax collections are 71.1% above prior year receipts. Due to a \$10.5 million decrease in refund payments from the prior year, May corporation net income/business franchise tax receipts are nearly \$10.4 million above prior year collections. Due to an economic driven delay in the timing of receipts, appropriated excess lottery fund transfers are nearly \$29.3 million ahead of prior year collections with the gain in receipts offsetting shortfalls in prior months

Revenue Expressed in Millions

Tax Component	May 2009	May 2010
Personal Income Tax	\$192.1	\$131.3
Sales and Use Tax	\$ 86.5	\$ 92.3
Corporation Tax	(\$ 6.7)	\$ 3.6
Severance Tax	\$ 15.9	\$ 27.2
Lottery Fund Transfers	\$ 7.8	\$ 37.1

Year-to-Date May 2010 Actual Collections by Revenue Source:

Cumulative personal income tax collections total \$1.308 billion, which is \$71.9 million, or 5.2% below estimate. Year-to-date consumer sales and use (Sales) tax revenue collections total \$1.014 billion, which is \$37.9 million, or 3.6%, less than anticipated. Year-to-date corporation net income/business franchise tax collections total \$181.0 million, which is \$1.8 million or 1.0%, below estimate. Year-to-date severance tax collections total \$359.5 million, which is \$96.0 million above estimate. The surplus of severance tax collections is attributable to much higher than anticipated coal prices and a recent upswing in coal production. Cumulative insurance premium tax receipts of \$102.1 million are \$5.8 million below estimate. Appropriated excess lottery fund transfers total \$127.2 million, an amount that is just \$0.7 million below estimate. Year-end excess lottery fund transfers will meet the estimate. All other General Fund revenue totaled \$294.4 million, which is \$21.9 million below estimate.

2010 YTD Revenue Expressed in Millions

Tax Component	Estimate	Actual
Personal Income Tax	\$1,380.2	\$1,308.3
Sales and Use Tax	\$1,052.2	\$1,014.3
Corporation Tax	\$ 182.8	\$ 181.0
Severance Tax	\$ 263.5	\$ 359.5
Insurance Premium Tax	\$ 107.9	\$ 102.1
Lottery Fund Transfers	\$ 127.9	\$ 127.2

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