



State of New Jersey

Department of the Treasury

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May Tax Collections Meet Projections

TRENTON – May revenue collections matched Treasury forecasts, ensuring that New Jersey state government can close out fiscal 2011 without further cuts and maintain surplus levels forecast in the fiscal 2012 budget proposal, Treasurer Andrew Sidamon-Eristoff said.

“Realistic forecasting of state revenues in fiscal 2011 has helped New Jersey stabilize its finances, preventing the shock of last-minute budget cuts experienced in 2010,” Treasurer Sidamon-Eristoff said. “It’s critically important that we continue to make responsible estimates to ensure expectations in the 2012 budget can be met.”

Year-to-date revenues total \$24.8 billion, the level predicted by Treasury forecasters in recent updates of financial projections. May revenues were \$2.10 billion, off a statistically insignificant amount from forecasts of the Office of Revenue and Economic Analysis.

“While rising revenue figures are clearly cause for optimism, what’s most important for the fiscal stability of the state is that our revenue forecasts are closely tracking economic realities,” Treasury Chief Economist Charles Steindel said. “Though the state’s economic output continues to grow at a solid pace, our revenue forecasts must be tempered by continuing uncertainty and instability, both nationally and internationally.”

Year-to-date income tax collections were \$9.2 billion, and sales tax collections were \$7.1 billion, at the levels forecast in the Treasurer’s revenue update to the Legislature in mid-May. Corporate business tax collections are at \$1.87 billion.

STATE OF NEW JERSEY
REVENUE SOURCE
TESTIMONY BUDGET VERSUS ACTUAL
FOR THE ELEVEN MONTHS ENDED MAY 31, 2011
(\$ Thousands)

Revenue Source	MAY		Variance Over/(Under) Testimony Budget	% Variance Over/(Under) Testimony Budget
	Testimony Budget	Actual		
Gross Income	\$ 9,220,800	\$ 9,208,618	\$ (12,182)	(0.1%)
Sales	7,058,500	7,059,052	552	0.0%
Corporation Business	1,874,400	1,870,855	(3,545)	(0.2%)
Lottery	829,700	829,737	37	0.0%
Motor Fuels	477,100	477,164	64	0.0%
Motor Vehicle Fees (b)	339,100	339,137	37	0.0%
Transfer Inheritance	554,300	554,274	(26)	(0.0%)
Casino Revenue	236,900	236,927	27	0.0%
Insurance Premium	366,700	366,670	(30)	(0.0%)
Cigarette (a)	127,100	127,079	(21)	(0.0%)
Petroleum Products Gross Receipts	201,400	201,393	(7)	(0.0%)
Corp. Banks & Financial Institutions	97,000	96,998	(2)	(0.0%)
Alcoholic Beverage Excise	76,400	76,379	(21)	(0.0%)
Realty Transfer	158,500	158,474	(26)	(0.0%)
Tobacco Products Wholesale Sales (a)	15,400	15,418	18	0.1%
Public Utility	14,800	14,792	(8)	(0.1%)
Total	\$ 21,648,100	\$ 21,632,967	\$ (15,133)	(0.1%)
All Other (c)	3,129,700	3,129,700	-	-
Total Revenues	\$ 24,777,800	\$ 24,762,667	\$ (15,133)	(0.1%)

(a) Pursuant to P.L. 06-37, revenue collections of \$396.5 million from the cigarette and tobacco products wholesale sales tax are deposited in the Health Care Subsidy Fund. Pursuant to P.L. 04-69 \$0.0325 per cigarette is dedicated to pay debt service on the Cigarette Securitization Bonds.

(b) Pursuant to P.L. 03-13, \$230.8 million of FY 2011 Motor Vehicle Fee collections are dedicated to the New Jersey Motor Vehicle Commission.

(c) Due to the sporadic nature of cash collections, including once a year assessments, OMB accrues to the budgeted target on a monthly basis and adjusts at the time of GBM.

STATE OF NEW JERSEY
REVENUE SOURCE
TESTIMONY BUDGET VERSUS ACTUAL
MONTH OF MAY 2011
(\$ Thousands)

Revenue Source	MAY		Variance Over/(Under) Testimony Budget	% Variance Over/(Under) Testimony Budget
	Testimony Budget	Actual		
Gross Income	\$ 600,000	\$ 587,797	\$ (12,203)	(2.0%)
Sales	690,000	685,585	(4,415)	(0.6%)
Corporation Business	100,000	96,866	(3,134)	(3.1%)
Lottery	76,700	76,725	25	0.0%
Motor Fuels	45,000	41,942	(3,058)	(6.8%)
Motor Vehicle Fees (b)	54,700	54,721	21	0.0%
Transfer Inheritance	49,200	49,153	(47)	(0.1%)
Casino Revenue	20,400	20,388	(12)	(0.1%)
Insurance Premium	115,900	115,895	(5)	(0.0%)
Cigarette (a)	48,000	47,964	(36)	(0.1%)
Petroleum Products Gross Receipts	19,800	20,047	247	1.2%
Corp. Banks & Financial Institutions	4,900	4,396	(504)	(10.3%)
Alcoholic Beverage Excise	100	2,556	2,456	2456.0%
Realty Transfer	10,100	11,629	1,529	15.1%
Tobacco Products Wholesale Sales (a)	1,500	1,523	23	1.5%
Public Utility	14,800	14,754	(46)	(0.3%)
Total	\$ 1,851,100	\$ 1,831,941	\$ (19,159)	(1.0%)
All Other (c)	277,500	277,500	-	-
Total Revenues	\$ 2,128,600	\$ 2,109,441	\$ (19,159)	(0.9%)

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STATE OF NEW JERSEY
MONTH AND YEAR-TO-DATE CASH COLLECTIONS
Fiscal 2011 - MAY 2011 versus 2010
(\$ Thousands)

	MAY		% Change	MAY -YTD		% Change
	2010	2011		2010	2011	
\$	728,906	\$ 557,797	(23.5%)	\$ 8,782,009	(c) \$ 8,939,418	1.8%
	611,433	625,585	2.3%	6,133,629	6,369,052	3.8%
	(19,489)	96,866	597.0%	1,762,030	1,870,855	6.2%
	81,753	76,725	(6.2%)	834,842	829,737	(0.6%)
	44,496	46,142	3.7%	439,136	432,164	(1.6%)
	49,925	54,721	9.6%	317,381	339,137	6.9%
	54,296	49,153	(9.5%)	515,423	554,274	7.5%
	25,749	20,388	(20.8%)	270,758	236,927	(12.5%)
	115,765	115,895	0.1%	390,368	366,670	(6.1%)
	45,031	47,964	6.5%	115,795	127,079	9.7%
	17,927	18,647	4.0%	178,558	181,593	1.7%
	37,043	4,396	(88.1%)	97,795	96,998	(0.8%)
	13,044	15,156	16.2%	74,171	76,279	2.8%
	11,759	14,329	21.9%	146,318	148,374	1.4%
	-	-	-	(2)	-	-
	1,471	1,523	3.5%	14,505	15,418	6.3%
	11,639	14,754	26.8%	13,235	14,792	11.8%
\$	1,830,748	\$ 1,760,041	(3.9%)	\$ 20,085,951	(c) \$ 20,598,767	2.6%