



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TENNESSEE 37243-0285**

**DAVE GOETZ
COMMISSIONER**

FOR IMMEDIATE RELEASE
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September Revenues

NASHVILLE – Tennessee sales tax collections showed positive growth in September, as overall revenues grew compared to the same period last year. Finance and Administration Commissioner Dave Goetz reported today that overall September revenues were \$977.5 million or 6.14% above September 2009 collections.

“The recent positive growth in the sales tax and corporate tax categories is particularly pleasing, given the dismal conditions we faced from 2008 until this spring,” Goetz said. “For the balance of this calendar year we will continue to closely monitor state expenditures in order to keep the state’s budget in balance for the next governor.”

On an accrual basis, September is the second month in the 2010-2011 fiscal year.

September collections were \$41.0 million more than the budgeted estimate. The general fund was over collected by \$28.5 million and the four other funds were over collected by \$12.5 million.

Sales tax collections were \$1.0 million more than the estimate for September. The September growth rate was 2.15%.

Franchise and excise taxes combined were \$22.9 million above the September budgeted estimate of \$246.6 million. The September growth rate was 10.36%.

Gasoline and motor fuel collections for September increased by 15.08% and they were \$3.9 million above the budgeted estimate of \$70.8 million.

Tobacco tax collections for the month were under collected by \$1.2 million, and the growth rate was negative 17.41%.

Privilege tax collections were \$3.8 million less than the budgeted estimate of \$17.5 million.

Inheritance and Estate tax collections were \$2.7 million above the budgeted estimate.

All other taxes were over collected by a net of \$15.5 million.

Year-to date collections for two months were \$35.6 million more than the budgeted estimate. The general fund was over collected by \$17.8 million and the four other funds were over collected by \$17.8 million.

The budgeted revenue estimates for 2010-2011 are based on the State Funding Board’s consensus recommendation of April 7, 2010 and adopted by the second session of the 106th General Assembly in June. They are available on the state’s website at <http://www.tn.gov/finance/bud/budget.html>.

**REVENUE COLLECTIONS
SEPTEMBER, 2010, AND 2 MONTHS YEAR-TO-DATE**

September Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$792,927,000	\$821,384,000	\$28,457,000
Highway Fund	55,430,000	56,097,000	667,000
Sinking Fund	30,711,000	30,718,000	7,000
City & County Fund	55,311,000	67,224,000	11,913,000
Earmarked Fund	2,050,000	2,050,000	0
Total	\$936,429,000	\$977,473,000	\$41,044,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$1,398,306,000	\$1,416,057,000	\$17,751,000
Highway Fund	109,629,000	112,851,000	3,222,000
Sinking Fund	61,531,000	61,611,000	80,000
City & County Fund	117,598,000	132,140,000	14,542,000
Earmarked Fund	4,100,000	4,099,000	(1,000)
Total	\$1,691,164,000	\$1,726,758,000	\$35,594,000

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	September			
	2009	2010	Change	Percent
Franchise & Excise	\$244,209,000	\$269,503,000	\$25,294,000	10.36%
Income	1,526,000	1,069,000	(457,000)	-29.95%
Inheritance & Estate	4,655,000	8,077,000	3,422,000	73.51%
Gasoline	49,562,000	57,039,000	7,477,000	15.09%
Petroleum Special	5,107,000	5,754,000	647,000	12.67%
Tobacco	28,528,000	23,562,000	(4,966,000)	-17.41%
Beer	1,201,000	1,551,000	350,000	29.14%
Motor Vehicle Registration	20,093,000	18,801,000	(1,292,000)	-6.43%
Motor Vehicle Title	921,000	921,000	0	0.00%
Mixed Drink	4,232,000	4,474,000	242,000	5.72%
Business	3,053,000	11,152,000	8,099,000	265.28%
Privilege	13,500,000	13,703,000	203,000	1.50%
Gross Receipts	376,000	48,000	(328,000)	-87.23%
TVA - In Lieu of Tax Payments	28,913,000	33,676,000	4,763,000	16.47%
Alcoholic Beverage	3,529,000	3,751,000	222,000	6.29%
Sales and Use	501,532,000	512,311,000	10,779,000	2.15%
Motor Vehicle Fuel	10,216,000	11,878,000	1,662,000	16.27%
Severance	206,000	161,000	(45,000)	-21.84%
Coin-operated Amusement	15,000	42,000	27,000	180.00%
Unauthorized Substance	(486,000)	0	486,000	NA
Total	\$920,888,000	\$977,473,000	\$56,585,000	6.14%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - September			
	2009-2010	2010-2011	Change	Percent
Franchise & Excise	\$265,088,000	\$281,025,000	\$15,937,000	6.01%
Income	2,258,000	2,603,000	345,000	15.28%
Inheritance & Estate	10,284,000	15,055,000	4,771,000	46.39%
Gasoline	106,358,000	113,031,000	6,673,000	6.27%
Petroleum Special	10,750,000	11,061,000	311,000	2.89%
Tobacco	53,339,000	49,682,000	(3,657,000)	-6.86%
Beer	2,997,000	3,096,000	99,000	3.30%
Motor Vehicle Registration	38,669,000	38,989,000	320,000	0.83%
Motor Vehicle Title	1,800,000	1,882,000	82,000	4.56%
Mixed Drink	8,756,000	9,076,000	320,000	3.65%
Business	4,332,000	25,020,000	20,688,000	477.56%
Privilege	29,697,000	27,460,000	(2,237,000)	-7.53%
Gross Receipts	13,077,000	9,237,000	(3,840,000)	-29.36%
TVA - In Lieu of Tax Payments	52,928,000	60,174,000	7,246,000	13.69%
Alcoholic Beverage	7,006,000	7,178,000	172,000	2.46%
Sales and Use	1,019,781,000	1,047,438,000	27,657,000	2.71%
Motor Vehicle Fuel	21,235,000	24,288,000	3,053,000	14.38%
Severance	439,000	400,000	(39,000)	-8.88%
Coin-operated Amusement	33,000	79,000	46,000	139.39%
Unauthorized Substance	(1,017,000)	(16,000)	1,001,000	NA
Total	\$1,647,810,000	\$1,726,758,000	\$78,948,000	4.79%

Table 3
August-September Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ 11,200,000	\$ (100,000)	\$ 11,100,000
Income Tax	200,000	0	200,000
Inheritance Tax	3,200,000	0	3,200,000
Privilege Tax	(7,300,000)	0	(7,300,000)
Business Tax	(9,900,000)	0	(9,900,000)
TVA	13,400,000	10,300,000	23,700,000
Gross Receipts	(4,100,000)	0	(4,100,000)
Gasoline & Motor Fuel Taxes	300,000	8,200,000	8,500,000
Motor Vehicle Registration	(100,000)	(600,000)	(700,000)
Other Taxes	<u>0</u>	<u>0</u>	<u>0</u>
Tobacco	400,000	0	400,000
Beer	(200,000)	0	(200,000)
Motor Vehicle Title	0	0	0
Mixed Drink	200,000	0	200,000
Alcoholic Beverage	(200,000)	0	(200,000)
Severence	0	0	0
Coin Operated Amusement	0	0	0
Unauthorized Substance	(200,000)	0	(200,000)
Sub-Total	<u>\$ 6,900,000</u>	<u>\$ 17,800,000</u>	<u>\$ 24,700,000</u>
F & E Taxes	<u>10,900,000</u>	<u>0</u>	<u>10,900,000</u>
Total	<u>\$ 17,800,000</u>	<u>\$ 17,800,000</u>	<u>\$ 35,600,000</u>