



# MONTHLY REVENUE REPORT

APRIL 2022

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Revenue from Michigan's General Fund and School Aid Fund earmarked taxes totaled \$3.7 billion in April 2022, a 30.3% increase from April 2021. April tax collections were approximately \$1.1 billion above the level expected in the Senate Fiscal Agency's estimate for the month, based on the consensus revenue estimates adopted in January 2022. Most major revenue sources exhibited greater-than-expected collections with annual and estimated individual income tax payments, sales tax collections, and corporate income tax payments combined with less-than-expected individual income tax refunds to account for approximately 90% of the amount by which collections exceeded the expected level.

Collections earmarked to the General Fund were \$847.3 million above the expected level for April 2022, while School Aid Fund tax collections were \$281.4 million above the forecasted level. The remaining \$9.0 million in above-forecast collections was directed to other funds, most notably constitutional revenue sharing. Through April 2022, fiscal year-to-date General Fund collections were \$1.9 billion above, and School Aid Fund collections \$652.5 million above, the level expected based on the January 2022 consensus revenue estimates.

Net income tax revenue totaled \$1.8 billion in April 2022, up 56.1% from April 2021 and \$728.4 million above the level forecasted for the month. Withholding payments (which represented the majority of gross income tax revenue) were 2.5% above the year-ago level. Compared to April 2021, annual payments were up 156.9%, reflecting the due date for annual returns in 2021 having been moved to May 15. While the forecast accounted for the difference in due dates, annual payments in April 2022 still were \$288.9 million above the forecasted level. Estimated payments were up 25.5% and \$205.9 million above the forecasted level. Refunds were \$201.3 million less than what was expected but up 22.1% from April 2021.

Sales tax receipts totaled \$937.8 million in April 2022, a monthly all-time record high that was 13.1% above the level in April 2021 and \$177.6 million above the forecasted level. On a fiscal year-to-date basis, sales tax collections were up 17.0% from fiscal year (FY) 2020-21, and \$313.1 million above the forecasted level. Sales tax collections from motor vehicle sales were at their second highest-monthly level in April 2022 (March 2022 was the all-time record high) and fiscal year-to-date collections were up 11.4%. Use tax collections totaled \$214.0 million in April 2022, up 0.2% from April 2022 and \$2.9 million above the forecasted level. Fiscal year-to-date use tax collections were down 1.3% from FY 2020-21, but \$75.0 million above the forecasted level.

Combined business tax collections from the Single Business Tax, Michigan Business Tax (MBT), and Corporate Income Tax (CIT) totaled \$357.4 million for the month, up 47.0% from April 2021 and \$183.7 million above the forecasted level. Net MBT revenue totaled \$14.2 million in April 2022 and, because collections exceeded refunds, was \$34.1 million above the forecasted level. April 2022 net CIT collections were up 18.5% from the level in April 2022 and \$151.3 million above the estimated level. Fiscal year-to-date CIT revenue was up 18.7% and year-to-date collections were \$154.5 million more than expected.

The table on the back of this report identifies the major taxes included in the report and provides their respective revenue levels and growth rates for April 2022. Also presented are the revised consensus revenue estimates for FY 2021-22, which were adopted at the January 2022 Consensus Revenue Estimating Conference. The May 2022 consensus revenue estimates will be incorporated into the May 2022 report.



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MICHIGAN REVENUE UPDATE (dollars in millions)						
Type of Revenue	April Collections		FY 2021-22 to Date <sup>2</sup>		FY 2021-22 CREC Estimate <sup>3,4)</sup>	
	Total <sup>1)</sup>	% Change From Year Ago	Total <sup>1)</sup>	% Change From Year Ago	Total	% Change From FY 2020-21
Gross Individual Income Tax <sup>5)</sup>	\$2,420.1	45.0%	\$9,570.6	33.6%	\$14,727.2	1.2%
Refunds	(666.0)	22.1	(1,923.8)	14.3	(2,838.2)	5.2
Net Income Tax	1,754.1	56.1	7,646.8	39.5	11,889.0	0.3
Sales Tax	937.8	13.1	5,003.4	17.0	9,412.6	0.1
Motor Vehicles	129.8	(0.3)	694.6	11.4	---	---
All Other Sales Tax	808.0	15.6	4,308.8	18.0	---	---
Use Tax <sup>6)</sup>	214.0	0.2	1,287.4	(1.3)	2,539.3	(3.2)
Tobacco Taxes	67.3	(8.2)	387.8	(8.5)	878.0	(1.3)
Corporate Income Tax	344.9	18.5	959.2	18.7	1,461.6	(13.9)
Michigan Business Tax	14.2	(129.5)	(464.0)	(11.2)	(594.3)	21.4
Insurance Tax	75.8	(5.9)	186.8	11.3	380.0	7.1
Essential Services Assessment	0.9	21.4	1.9	16.7	135.0	7.3
State Education Property Tax	19.6	3.6	468.7	10.3	2,360.0	4.2
Real Estate Transfer Tax	47.1	35.9	273.0	22.4	487.5	(0.6)
Wagering Taxes <sup>7)</sup>	15.8	80.3	86.2	127.7	227.0	25.4
Oil & Gas Severance Tax	2.1	20.2	18.0	100.1	22.0	5.3
Other Taxes <sup>8)</sup>	52.8	21.7	156.9	6.6	337.0	(1.5)
<b>Total Taxes</b>	<b>\$3,546.3</b>	<b>32.7%</b>	<b>\$16,012.0</b>	<b>25.3%</b>	<b>\$29,534.7</b>	<b>(0.9%)</b>
Lottery, Net to School Aid Fund <sup>6)</sup>	131.6	(12.7)	729.8	(11.1)	1,280.0	(9.8)
<b>Total</b>	<b>\$3,677.9</b>	<b>30.3%</b>	<b>\$16,741.8</b>	<b>23.3%</b>	<b>\$30,814.7</b>	<b>(1.3%)</b>

1) Total collections are unadjusted cash collections unless otherwise noted.  
 2) FY 2021-22 year-to-date collections begin with November 2021 collections to reflect accrual accounting.  
 3) Year-to-date figures represent cash collections only, while the fiscal year estimate also includes accruals.  
 4) Consensus revenue estimates adopted at the January 14, 2022, Consensus Revenue Estimating Conference.  
 5) Includes payments made under the Flow-Through Entity Tax.  
 6) Includes both the State share and the local share (Local Community Stabilization Authority).  
 7) Lottery and casino revenue are not accrued, so FY 2021-22 collections will reflect October 2021 to September 2022.  
 8) Other Taxes include beer, wine, liquor, single business tax, industrial facilities, utility property, estate taxes, and tax penalties and interest.

