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

DAVE GOETZ
COMMISSIONER

FOR IMMEDIATE RELEASE
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FEBRUARY REVENUES

NASHVILLE – Tennessee's revenue collections continue to be stable, as anticipated last year by state financial officials. Finance and Administration Commissioner Dave Goetz today reported that overall February revenues were $716.4 million or $30.3 million more than the state budgeted.

"It's good to see continued stability in sales tax collections for February – which are based on January spending," Goetz said. "Although sales taxes are under collected year-to-date, February's growth indicates a continued consumer confidence in Tennessee's economy and the stable spending path we've been on under Governor Bredesen."

On an accrual basis, February is the seventh month in the 2006-2007 fiscal year.

The general fund was over collected by $27.6 million and the four other funds were over collected by $2.7 million.

Sales tax collections were $9.5 million more than the estimate for February. The February growth rate was 5.3%. For seven months revenues are under collected by $54.8 million. The year-to-date growth rate for seven months was 4.31%.

Franchise and excise taxes combined were $15.6 million above the budgeted estimate of $28.6 million. For seven months revenues are over collected by $116.5 million.

Gasoline and motor fuel collections for February increased by 1.0%. For seven months revenues are over collected by $5.9 million.

Year-to-date collections for seven months were $115.7 million more than the budgeted estimate. The general fund was over collected by $99.1 million and the four other funds were over collected by $16.6 million.

The budgeted revenue estimates are based on the State Funding Board's consensus recommendation adopted by the second session of the 104th General Assembly in May of 2006.

REVENUE COLLECTIONS
FEBRUARY, 2007, AND 7 MONTHS YEAR-TO-DATE

February Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	$547,177,000	$574,785,000	$27,608,000
Highway Fund	55,094,000	56,280,000	1,186,000
Sinking Fund	25,385,000	25,444,000	59,000
City & County Fund	56,029,000	57,311,000	1,282,000
Earmarked Fund	2,487,000	2,620,000	133,000
Total	$686,172,000	$716,440,000	**$30,268,000**

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	$4,794,779,000	$4,893,908,000	$99,129,000
Highway Fund	366,048,000	376,036,000	9,988,000
Sinking Fund	181,449,000	181,035,000	(414,000)
City & County Fund	421,448,000	428,188,000	6,740,000
Earmarked Fund	18,428,000	18,732,000	304,000
Total	$5,782,152,000	$5,897,899,000	**$115,747,000**

TABLE 1
TENNESSE DEPARTMENT OF REVENUE
COMPARATIVE STATEMENT OF COLLECTED REVENUES

Class of Tax	February			
	2006	2007	Change	Percent
Franchise & Excise	$16,328,000	$44,199,000	$27,871,000	170.69%
Income	2,674,000	2,186,000	-488,000	-18.25%
Inheritance & Estate	4,366,000	4,434,000	68,000	1.56%
Gasoline	46,911,000	48,686,000	1,775,000	3.78%
Petroleum Special	5,078,000	5,150,000	72,000	1.42%
Tobacco	10,980,000	8,843,000	-2,137,000	-19.46%
Beer	1,355,000	1,539,000	184,000	13.58%
Motor Vehicle Registration	22,358,000	24,666,000	2,308,000	10.32%
Motor Vehicle Title	844,000	836,000	-8,000	-0.95%
Mixed Drink	4,016,000	4,092,000	76,000	1.89%
Business	1,737,000	760,000	-977,000	-56.25%
Privilege	19,867,000	23,238,000	3,371,000	16.97%
Gross Receipts	199,000	107,000	-92,000	-46.23%
TVA - In Lieu of Tax Payments	18,344,000	21,115,000	2,771,000	15.11%
Alcoholic Beverage	2,380,000	2,664,000	284,000	11.93%
Sales and Use	483,846,000	509,471,000	25,625,000	5.30%
Motor Vehicle Fuel	15,459,000	14,266,000	-1,193,000	-7.72%
Severance	143,000	120,000	-23,000	-16.08%
Coin-operated Amusement	2,000	1,000	-1,000	-50.00%
Unauthorized Substance	111,000	67,000	-44,000	-39.64%
Total	$656,998,000	$716,440,000	$59,442,000	9.05%

TABLE 2
TENNESSEE DEPARTMENT OF REVENUE
COMPARATIVE STATEMENT OF COLLECTED REVENUES

Class of Tax	August - February			
	2005-2006	2006-2007	Change	Percent
Franchise & Excise	$611,786,000	$739,449,000	$127,663,000	20.87%
Income	17,418,000	20,333,000	2,915,000	16.74%
Inheritance & Estate	44,218,000	56,203,000	11,985,000	27.10%
Gasoline	356,598,000	360,248,000	3,650,000	1.02%
Petroleum Special	37,906,000	38,277,000	371,000	0.98%
Tobacco	73,263,000	69,824,000	-3,439,000	-4.69%
Beer	10,278,000	10,409,000	131,000	1.27%
Motor Vehicle Registration	126,177,000	135,912,000	9,735,000	7.72%
Motor Vehicle Title	6,190,000	6,277,000	87,000	1.41%
Mixed Drink	28,073,000	30,572,000	2,499,000	8.90%
Business	10,171,000	10,050,000	-121,000	-1.19%
Privilege	161,981,000	169,456,000	7,475,000	4.61%
Gross Receipts	13,138,000	14,426,000	1,288,000	9.80%
TVA - In Lieu of Tax Payments	128,298,000	141,906,000	13,608,000	10.61%
Alcoholic Beverage	23,119,000	24,035,000	916,000	3.96%
Sales and Use	3,797,760,000	3,961,392,000	163,632,000	4.31%
Motor Vehicle Fuel	107,415,000	107,245,000	-170,000	-0.16%
Severance	1,079,000	866,000	-213,000	-19.74%
Coin-operated Amusement	63,000	88,000	25,000	39.68%
Unauthorized Substance	581,000	931,000	350,000	60.24%
Total	$5,555,512,000	$5,897,899,000	$342,387,000	6.16%

TABLE 3
AUGUST-FEBRUARY REVENUE OVERCOLLECTIONS/(UNDERCOLLECTIONS)
BUDGETED ESTIMATES

	General Fund	Other Funds	Total
Sales Tax	$ (52,300,000)	$ (2,500,000)	$ (54,800,000)
Income Tax	2,400,000	1,200,000	3,600,000
Inheritance Tax	15,700,000	0	15,700,000
Privilege Tax	8,500,000	300,000	8,800,000
Business Tax	900,000	0	900,000
TVA	5,400,000	3,800,000	9,200,000
Gross Receipts	700,000	0	700,000
Gasoline & Motor Fuel Taxes	100,000	5,800,000	5,900,000
Motor Vehicle Registration	800,000	7,100,000	7,900,000
Other Taxes	400,000	900,000	1,300,000
Sub-Total	**$ (17,400,000)**	**$ 16,600,000**	**$ (800,000)**
F & E Taxes	116,500,000	0	116,500,000
Total	**$ 99,100,000**	**$ 16,600,000**	**$ 115,700,000**