



# District of Columbia Cash Collections Report

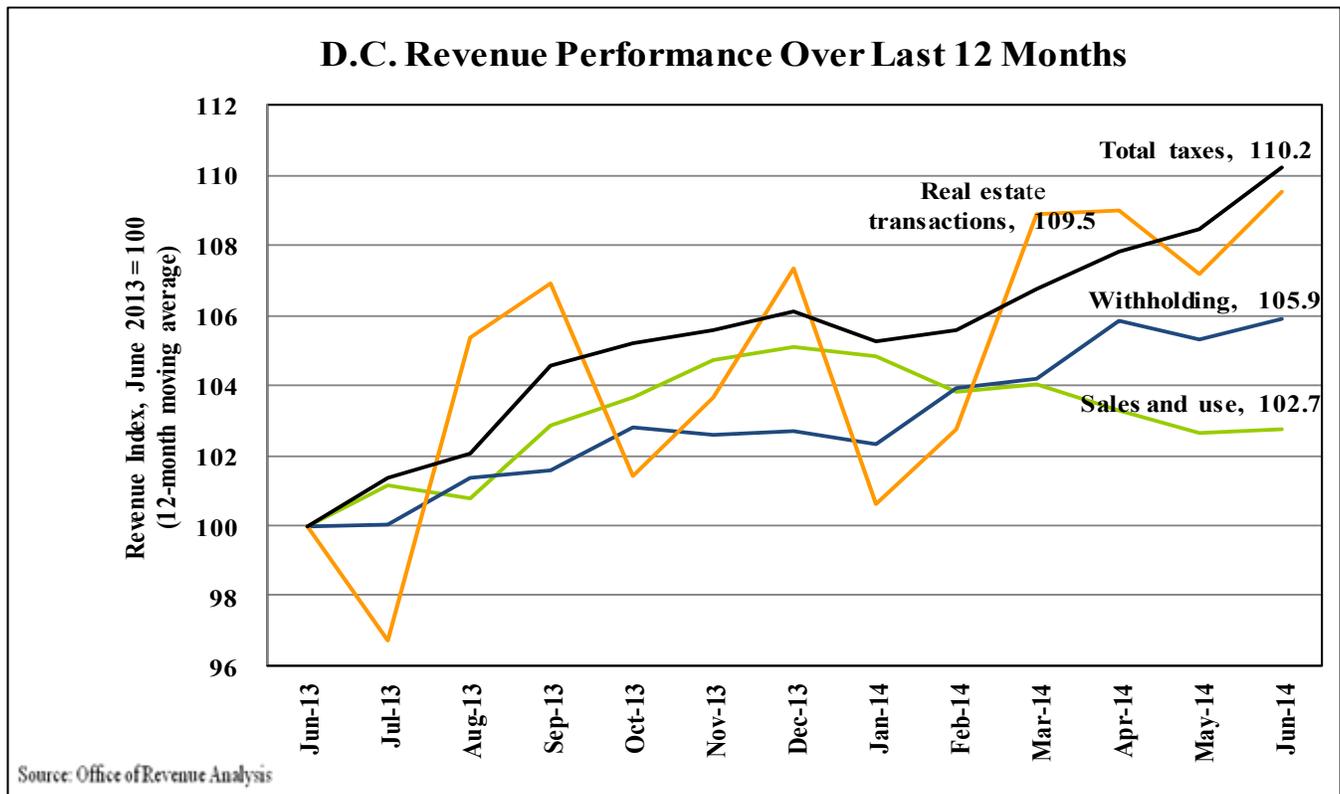
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## Highlights

- The twelve-month moving average of total tax collections in June 2014 increased 10.2 percent over that of a year ago. Strong growth in withholding and real estate transactions taxes collections drove growth in the total tax collections for June.
- Withholding tax collections for June grew by 5.9 percent over the previous year. The influx of more affluent residents continues to drive the growth in the withholding tax collections.
- Sales tax collections for the month of June were 2.7 percent higher compared to the same period last year. Slower growth this year is partly because collections were unusually high last year because of the Presidential Inauguration and partly because of a reduction in the rate.
- Real estate transactions tax collections for June grew by about 9.5 percent compared to the same period last year. As the graph shows, collections for this revenue source are highly volatile, but it shows that the District real estate sector remains vibrant.

## Collections by Revenue Source

### June YTD Tax Collections by Source: FY2014 vs. FY2013 (\$ '000)

	June 2014	June 2013	Percent change
<b>TOTAL TAX COLLEC- TIONS</b>	<b>4,182,117</b>	<b>4,096,928</b>	<b>2.1</b>
<b>Property</b>	<b>1,020,886</b>	<b>1,007,854</b>	<b>1.3</b>
Real Property Tax	989,650	980,972	0.9
Personal Property Tax and Public Space Rental	31,236	26,882	16.2
<b>Real Property Transac- tions</b>	<b>292,190</b>	<b>245,361</b>	<b>19.1</b>
Deed Recordation Tax	153,883	143,704	7.1
Deed Transfer Tax	112,954	97,437	15.9
Economic Interest Tax	25,354	4,220	500.8
<b>Sales</b>	<b>940,219</b>	<b>927,549</b>	<b>1.4</b>
General Sales and Use Tax	860,963	847,515	1.6
Excise Taxes	79,256	80,034	-1.0
<b>Income</b>	<b>1,594,738</b>	<b>1,631,154</b>	<b>-2.2</b>
Individual Income Tax	1,263,229	1,268,314	-0.4
Corporate Franchise Tax	222,643	233,928	-4.8
U.B. Franchise Tax	108,866	128,912	-15.6
<b>Gross Receipts and Es- tate</b>	<b>334,084</b>	<b>285,009</b>	<b>17.2</b>
Gross Receipts Taxes	308,561	255,465	20.8
Estate Tax	25,522	29,545	-13.6

**Property Taxes.** Property tax collections, fiscal year to date, are only 1.3 percent above the same period last year. This growth is weaker than expected, but may have more to do with the timing of the processing of payments rather than a real decline in collections.

**Real Property Transactions Taxes.** June fiscal year to date real property transaction taxes collections were up 19.1 percent over June 2013. Deed recordation tax collections increased by 7.1 percent year to date and collections for the deed transfer tax increased by 15.9 percent. At the same time, economic interest tax collections grew five-fold over last year.

**General Sales and Use Tax.** June fiscal year to date general sales and use tax collections were up slightly (by 1.6 percent) compared to the same period last year. The pace of sales tax collections growth is

slower than last year because the tax rate was reduced and last year's collections were boosted by the Presidential Inauguration .

**Excise Taxes.** Excise tax collections for fiscal year to date through June fell by 1.0 percent compared to the same period last year, due mostly to much lower motor fuel tax collections.

**Income Taxes.** June fiscal year to date individual income tax collections fell slightly (by 0.4 percent) from the same period last year. The withholding tax portion grew 5.3 percent, while non-withholding decreased by 29.2 percent. The decline in non-withholding is driven largely by lower capital gains in 2014 as taxpayers shifted capital gains income from calendar year 2013 to 2012 in anticipation of higher tax rates as the Bush era tax cuts were set to expire.

June fiscal year to date corporate franchise tax collections decreased by 4.8 percent, compared to that of June of a year earlier, while unincorporated business tax collections decreased by 15.6 percent. .

**Gross Receipts Taxes.** Overall, fiscal year to date gross receipts tax collections in June were up by 20.8 percent. Insurance premiums were up by 30.9 percent. Public utilities collections were up by 14.4 percent and toll telecommunications were up by 5.2 percent.

**Non-Tax Revenues.** June fiscal year to date non-tax revenue collections were down slightly, by 4.0 percent relative to a year earlier. Collections from automated traffic enforcement (ATE) show a decrease of 70.1 percent over the same period last year while traffic fines increased 10.5 percent. The sharp decrease in collections appears to be due in part to delays in implementing planned ATE equipment.

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