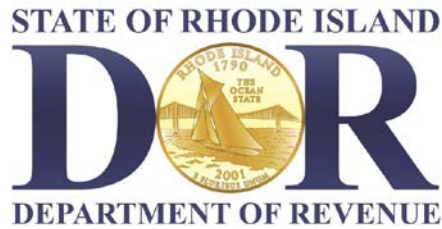


STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

FY 2018 Cash Collections Report as of September 2017 Summary

Fiscal Year-to-Date through September:

FY 2018 total general revenue cash collections through September were \$1.0 billion, up \$55.7 million, or 5.8 percent, over the same period in FY 2017. The breakdown by major revenue components is as follows:

Component	FY 2018	FY 2017	Difference	% Change
Personal Income Tax	\$ 323,083,209	\$ 312,410,942	\$ 10,672,267	3.4 %
Sales and Use Taxes	280,708,977	274,077,919	6,631,058	2.4 %
Departmental Receipts	191,193,217	192,699,082	(1,505,865)	-0.8 %
Lottery Transfer	63,295,585	62,247,688	1,047,897	1.7 %
All Other Revenues	149,529,371	110,714,203	38,815,168	35.1 %
Total General Revenues	\$ 1,007,810,359	\$ 952,149,834	\$ 55,660,525	5.8 %

Month of September:

September 2017 total general revenue cash collections were \$316.5 million, up \$15.3 million, or 5.1 percent, over September 2016. The breakdown by major revenue components is as follows:

Component	September 2017	September 2016	Difference	% Change
Personal Income Tax	\$ 136,782,679	\$ 135,818,782	\$ 963,897	0.7 %
Sales and Use Taxes	94,133,591	86,746,465	7,387,126	8.5 %
Departmental Receipts	14,678,067	13,639,678	1,038,389	7.6 %
Lottery Transfer	31,896,402	29,488,164	2,408,238	8.2 %
All Other Revenues	39,031,156	35,486,222	3,544,934	10.0 %
Total General Revenues	\$ 316,521,895	\$ 301,179,311	\$ 15,342,584	5.1 %

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

2

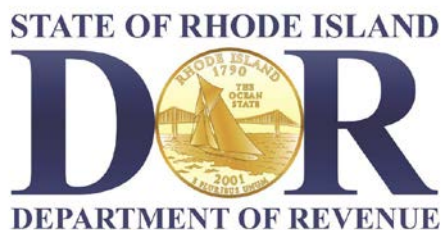
	FY 2018 YTD September	FY 2017 YTD September	Nominal Difference	Change
<u>Personal Income Tax</u>	\$ 323,083,209	\$ 312,410,942	\$ 10,672,267	3.4%
<u>General Business Taxes</u>				
Business Corporation	22,608,920	22,841,518	(232,598)	-1.0%
Public Utilities Gross Earnings	1,482,895	1,078,448	404,447	37.5%
Financial Institutions	246,583	643,305	(396,722)	-61.7%
Insurance Companies	1,591,399	17,241,212	(15,649,813)	-90.8%
Bank Deposits	-	(779)	779	-
Health Care Provider Assessment	11,138,032	10,434,073	703,959	6.7%
<u>Excise Taxes</u>				
Sales and Use	280,708,977	274,077,919	6,631,058	2.4%
Motor Vehicle	1,946,174	2,575,344	(629,170)	-24.4%
Motor Carrier Fuel Use	-	-	-	-
Cigarettes	39,461,894	38,356,454	1,105,440	2.9%
Alcohol	5,228,606	5,335,117	(106,511)	-2.0%
<u>Other Taxes</u>				
Estate and Transfer	61,614,174	8,505,678	53,108,496	624.4%
Racing and Athletics	259,721	300,966	(41,245)	-13.7%
Realty Transfer	3,726,718	3,372,319	354,399	10.5%
Total Taxes	\$ 753,097,302	\$ 697,172,516	\$ 55,924,786	8.0%
<u>Departmental Receipts</u>				
Licenses and Fees	\$ 180,490,289	\$ 181,485,060	\$ (994,771)	-0.5%
Fines and Penalties	3,140,454	3,236,266	(95,812)	-3.0%
Sales and Services	1,879,885	2,322,337	(442,452)	-19.1%
Miscellaneous	5,682,589	5,655,419	27,170	0.5%
Total Departmental Receipts	\$ 191,193,217	\$ 192,699,082	\$ (1,505,865)	-0.8%
Taxes and Departmentals	\$ 944,290,519	\$ 889,871,598	\$ 54,418,921	6.1%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	\$ 224,255	\$ 30,548	\$ 193,707	634.1%
Lottery Transfer	63,295,585	62,247,688	1,047,897	1.7%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 63,519,840	\$ 62,278,236	\$ 1,241,604	2.0%
Total General Revenues	\$ 1,007,810,359	\$ 952,149,834	\$ 55,660,525	5.8%

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Month of September

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	FY 2018 Month of September		FY 2017 Month of September	Nominal Difference	% Change
<u>Personal Income Tax</u>	\$ 136,782,679		\$ 135,818,782	\$ 963,897	0.7%
<u>General Business Taxes</u>					
Business Corporation	14,722,923		11,791,569	2,931,354	24.9%
Public Utilities Gross Earnings	731,429		463,128	268,301	57.9%
Financial Institutions	118,583		869,547	(750,964)	-86.4%
Insurance Companies	11,460		231,915	(220,455)	-95.1%
Bank Deposits	-		(2,080)	2,080	-
Health Care Provider Assessment	3,599,654		3,506,338	93,316	2.7%
<u>Excise Taxes</u>					
Sales and Use	94,133,591		86,746,465	7,387,126	8.5%
Motor Vehicle	899,729		1,010,041	(110,312)	-10.9%
Motor Carrier Fuel Use	-		104,986	(104,986)	-
Cigarettes	14,412,753		12,658,455	1,754,298	13.9%
Alcohol	1,524,672		1,869,775	(345,103)	-18.5%
<u>Other Taxes</u>					
Estate and Transfer	1,550,387		1,691,802	(141,415)	-8.4%
Racing and Athletics	73,861		95,970	(22,109)	-23.0%
Realty Transfer	1,220,054		1,164,995	55,059	4.7%
Total Taxes	\$ 269,781,775		\$ 258,021,688	\$ 11,760,087	4.6%
<u>Departmental Receipts</u>					
Licenses and Fees	\$ 10,965,225		\$ 9,037,031	\$ 1,928,194	21.3%
Fines and Penalties	944,190		1,148,118	(203,928)	-17.8%
Sales and Services	484,447		811,016	(326,569)	-40.3%
Miscellaneous	2,284,205		2,643,513	(359,308)	-13.6%
Total Departmental Receipts	\$ 14,678,067		\$ 13,639,678	\$ 1,038,389	7.6%
Taxes and Departmentals	\$ 284,459,842		\$ 271,661,366	\$ 12,798,476	4.7%
<u>Other General Revenue Sources</u>					
Other Miscellaneous Revenues	\$ 165,651		\$ 29,781	\$ 135,870	456.2%
Lottery Transfer	31,896,402		29,488,164	2,408,238	8.2%
Unclaimed Property	-		-	-	-
Total Other Sources	\$ 32,062,053		\$ 29,517,945	\$ 2,544,108	8.6%
Total General Revenues	\$ 316,521,895		\$ 301,179,311	\$ 15,342,584	5.1%

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

**FY 2018 State of Rhode Island Cash Collections Report
 September 2017 Detail**

The Rhode Island Department of Revenue cash collections report is a comprehensive analysis of fiscal year-to-date and monthly cash collections on all revenue sources estimated by the principals of the Revenue Estimating Conference (see Rhode Island General Laws § 35-16-1). *Users of this report should be cautious when comparing year-to-date growth rates for Other Miscellaneous Revenues and Unclaimed Property as the receipt of these revenues occurs at discrete points in time over the course of a fiscal year. Further complicating matters is the fact that the discrete pattern of receipts varies so that payments received do not necessarily occur at the same point in time in each fiscal year.*

Cash Flow Differences

Fiscal Year-To-Date through September:

The following table displays the differences in cash flows for FY 2018 through September and FY 2017 through September:

Revenue Source	Cash Flow Differences	YTD FY 2018	YTD FY 2017
Personal Income Tax	July 2017 correction for July 2016 payment(s)	\$120,564	\$(120,564)
Personal Income Tax	Aug 2017 correction for Mar/Apr 2016 payments	\$459,309	\$0
Personal Income Tax	Large estimated payment(s) in Sept 2017	\$2,511,323	\$0
Personal Income Tax	Refunds paid but accrued to prior year	\$0	\$(9,297,000)
Personal Income Tax	Large withholding payment(s) in Aug 2016	\$0	\$3,333,842
Business Corp Tax	July 2017 correction for July 2016 payment(s)	\$(120,564)	\$120,564
Business Corp Tax	Aug 2017 correction for Mar/Apr 2016 payments	\$(459,309)	\$0
Business Corp Tax	Sept 2016 correction for March 2015 payment(s)	\$0	\$(100,000)

Revenue Source	Cash Flow Differences	YTD FY 2018	YTD FY 2017
Financial Inst Tax	Sept 2016 correction for March 2015 payment(s)	\$0	\$100,000
Ins Gross Premiums Tax	Late HMO payment(s)	\$0	\$16,884,511
Ins Gross Premiums Tax	Late reimbursement of HSTCs	\$1,297,387	\$0
Sales and Use Tax	Audit payments	\$500,000	\$2,273,693
MV License & Reg Fees	75% RIHMA transfer increase to 80%	\$0	\$629,170
Estate and Transfer	Large, infrequent payment(s)	\$57,989,738	\$0
Departmental Receipts	Hospital licensing fee difference	\$(2,261,571)	\$0
Departmental Receipts	Late beach parking fee payment(s)	\$0	\$276,946
Departmental Receipts	Late posting of Vets Home related payment(s)	\$(320,548)	\$0

The following cash flow differences between FY 2018 and FY 2017 should be noted:

FY 2018

- Fiscal year-to-date personal income tax refunds and adjustments cash collections include a transfer of \$120,564 from business corporation tax to personal income tax in July 2017 to correct for payment(s) received in July 2016.
- Fiscal year-to-date personal income tax refunds and adjustments cash collections include a transfer of \$459,309 from business corporation tax to personal income tax in August 2017 to correct for payments received in March and April 2016.
- Year-to-date FY 2018 personal income tax cash collections include large, infrequent estimated payment(s) of \$2.5 million received in September 2017.
- Fiscal year-to-date business corporation tax cash collections include a transfer of \$120,564 to personal income tax in July 2017 to correct for payment(s) received in July 2016.
- Fiscal year-to-date business corporation tax cash collections include a transfer of \$459,309 from business corporation tax to personal income tax in August 2017 to correct for payments received in March and April 2016.
- Insurance company gross premiums tax cash collections in year-to-date FY 2018 include \$1.3 million in reimbursed Historic Structures Tax Credits (HSTCs) that were received in July 2017 and accrued back to FY 2017.
- Year-to-date FY 2018 sales and use tax cash collections include payment(s) of \$500,000 received in September 2017 and associated with the audit of prior year sales and use taxes incurred.
- Estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$58.0 million received in July 2017 and accrued back to FY 2017.
- For the fiscal year-to-date period through September, hospital licensing fee cash collections are \$2.3 million less than the same period in FY 2017. The hospital licensing fee rate changed from 5.862 percent for FY 2015 to 5.652 percent for FY 2016 and the hospital licensing fee base advanced from hospital FY 2014 net patient revenues in FY

2016 to hospital FY 2015 net patient revenues in FY 2017. The prior fiscal year hospital licensing fee is, in general, received in July of the current year. Not included in year-to-date FY 2018 or year-to-date FY 2017 hospital licensing fee cash collections is the payment from Eleanor Slater Hospital, which is received in June of the fiscal year for which it is due.

- The sales and services category in departmental receipts in FY 2018 through September does not include payment(s) of \$320,548 intended for board and support for the Rhode Island Veterans Home in September 2017 but not posted until October 2017.

FY 2017

- Fiscal year-to-date personal income tax refunds and adjustments cash collections do not include \$120,564 of funds that were incorrectly paid to business corporation tax in July 2016. A transfer was made to correct for these payment(s) in July 2017.
- Fiscal year-to-date personal income tax refunds and adjustments cash collections include \$9.3 million for refunds paid out in July and August 2016 but accrued back to FY 2016.
- Fiscal year-to-date personal income tax withholding cash collections include large payment(s) of \$3.3 million received in August 2016.
- Fiscal year-to-date business corporation tax cash collections include \$120,564 of funds that were incorrectly paid to business corporation tax instead of personal income tax in July 2016. A transfer was made to correct for these payment(s) in July 2017.
- FY 2017 through September business corporation tax cash collections include transfer of \$100,000 of receipts in September 2016 to financial institutions tax to properly record tax payment(s) that were received in March 2016.
- FY 2017 through September financial institutions tax cash collections include \$100,000 of receipts in September 2016 that were moved from business corporations tax cash collections to financial institutions tax to properly record tax payment(s) that were received in March 2016.
- Fiscal year-to-date insurance company gross premiums tax cash collections include \$16.8 million in HMO insurance taxes posted in July 2016 that accrued back to FY 2016.
- Fiscal year-to-date sales and use tax cash collections include \$2.3 million from payment(s) received in August 2016 and associated with the audit of prior year sales and use tax incurred.
- Motor vehicle license and registration fees through September of FY 2017 were greater by \$629,170 compared to motor vehicle license and registration fees through September of FY 2018. Effective July 1, 2017, the percentage of motor vehicle license and registration fees that are transferred to the Rhode Island Highway Maintenance Account (RIHMA) increased from 75 to 80 percent. According to Division of Motor Vehicle records, the RIHMA transfer in FY 2017 through September totaled \$7.73 million. In FY 2018 through September, the RIHMA transfer was \$7.66 million, which is a decrease of \$70,078 compared to the transfer in the same period last fiscal year.
- The licenses and fees category of departmental receipts in FY 2017 through September includes payment(s) of \$276,946 for beach parking fees received in July 2016 but accrued to June 2016 of FY 2016.

Month of September:

The following table displays the differences in cash flows for September 2017 and September 2016:

Revenue Source	Cash Flow Differences	September 2017	September 2016
Personal Income Tax	Large estimated payment(s)	\$2,511,323	\$0
Business Corp Tax	Sept 2016 correction for March 2015 payment(s)	\$0	\$(100,000)
Financial Inst Tax	Sept 2016 correction for March 2015 payment(s)	\$0	\$100,000
Sales and Use Tax	Late posting of Prov. Place Mall payment(s)	\$229,724	\$0
Sales and Use Tax	Audit payment(s)	\$500,000	\$0
MV License & Reg Fees	75% RIHMA transfer increase to 80%	\$0	\$110,312
Motor Carrier Fuel Tax	Incorrect posting/transfer to other funds	\$0	\$104,986
Departmental Receipts	Late posting of Vets Home related payment(s)	\$(320,548)	\$0

The following cash flow differences between September 2017 and September 2016 should be noted:

September 2017

- September 2017 personal income tax cash collections include large, infrequent estimated payment(s) of \$2.5 million.
- September 2017 sales and use tax cash collections include payment(s) of \$229,724 from the Providence Place Mall that were received in August but not posted until September 2017.
- September 2017 sales and use tax cash collections include payment(s) of \$500,000 associated with the audit of prior year sales and use taxes incurred.
- The sales and services category of departmental receipts does not include payment(s) of \$320,548 intended for board and support for the Rhode Island Veterans Home in September 2017 but not posted until October 2017.

September 2016

- September 2016 business corporation tax cash collections include a transfer of \$(100,000) of receipts to financial institutions tax to properly record tax payment(s) that were received in March 2015.
- September 2016 financial institutions tax cash collections include \$100,000 of receipts that were moved from business corporation tax cash collections to properly record tax payment(s) that were received in March 2015.
- Motor vehicle license and registration fees in September 2016 were greater by \$110,312 compared to motor vehicle license and registration fees in September 2017. Effective July 1, 2017, the percentage of motor vehicle license and registration fees that are

transferred to the Rhode Island Highway Maintenance Account (RIHMA) increased from 75 to 80 percent. According to Division of Motor Vehicle records, the RIHMA transfer in September 2016 totaled \$3.0 million. In September 2017, the RIHMA transfer was \$3.6 million, which is an increase of \$568,792 compared to the transfer in the same period last fiscal year.

- September 2016 motor carrier fuel use tax cash collections include \$104,986 to adjust for receipts that were incorrectly posted as general revenues in July and August 2016. Effective July 1, 2016, receipts generated by the motor carrier fuel use tax are reclassified from general revenues to other funds.

Historic Structures Tax Credit Reimbursements:

FY 2018 total Historic Structures Tax Credit (HSTC) redemptions/reimbursements for all taxes through September were \$3.8 million compared to \$3.9 million reimbursed in FY 2017 through September, a decrease of 3.7 percent. September 2017 HSTC redemptions/reimbursements for all taxes were \$976,141, \$487,421 more than the \$488,720 reimbursed in September 2016, an increase of 99.7 percent.

The breakdown of the reimbursement of redeemed HSTCs by tax type is shown in the table below:

Tax Type	Year-to-Date		Monthly	
	FY 2018	FY 2017	September 2017	September 2016
Personal Income	\$ 1,561,410	\$ 1,579,965	\$ 976,141	\$ 388,720
Business Corporation	0	103,411	0	100,000
Financial Institutions	0	0	0	0
Insurance/Non-HMOs	0	0	0	0
Insurance/HMOs	1,297,387	0	0	0
Non-Profit Refund	900,000	2,217,981	0	0
Total	\$ 3,758,797	\$ 3,901,357	\$ 976,141	\$ 488,720

Personal Income Tax Cash Collections by Component

The tables below are based on data provided by the Division of Taxation and break down personal income tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts.

Fiscal Year-to-Date through September:

Component	FY 2018	FY 2017	Difference	% Change
Estimated Payments *	\$ 53,174,966	\$ 55,075,050	\$ (1,900,084)	-3.4 %
Final Payments ^	12,048,332	13,061,040	(1,012,709)	-7.8 %
Refunds/Adjustments †	(23,154,807)	(25,525,019)	2,370,212	-9.3 %
Withholding Tax Payments ‡	281,014,718	269,799,872	11,214,847	4.2 %
* FY 2018 YTD estimated payments include large, infrequent payment(s) of \$2.5 million received in September 2017.				
^ Final Payments include Historic Structures Tax Credit (HSTC) reimbursements of \$1,561,410 in FY 2018 YTD and \$1,579,965 in FY 2017 YTD.				
† FY 2017 YTD refunds and adjustments include \$9,297,000 in refunds paid out in July and August 2016 but accrued back to FY 2016.				
‡ FY 2017 YTD withholding payments include large payment(s) of \$3.3 million received in August 2016.				

Month of September:

Component	September 2017	September 2016	Difference	% Change
Estimated Payments *	\$ 44,189,260	\$ 45,942,464	\$ (1,753,204)	-3.8 %
Final Payments ^	5,362,119	6,525,648	(1,163,529)	-17.8 %
Refunds/Adjustments	(5,536,144)	(4,962,651)	(573,493)	11.6 %
Withholding Tax Payments	92,767,443	88,327,069	4,440,375	5.0 %
* September 2017 estimated payments include large, infrequent payment(s) of \$2.5 million.				
^ Final Payments include Historic Structures Tax Credit (HSTC) reimbursements of \$976,141 in September 2017 and \$388,720 in September 2016.				

Sales and Use Tax Cash Collections by Component

The tables below are based on data provided by the Division of Taxation and break down sales and use tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts.

Fiscal Year-to-Date through September:

Component	FY 2018	FY 2017	Difference	% Change
Net Taxation *	\$ 250,592,458	\$ 243,414,183	\$ 7,178,275	2.9 %
Registry Receipts	26,944,664	27,430,728	(486,064)	-1.8 %
Providence Place Mall	3,249,193	3,206,700	42,493	1.3 %
* FY 2018 YTD receipts include \$500,000 from payment(s) received in September 2017 for prior year audit(s). FY 2017 YTD receipts include \$2,273,693 from payment(s) received in August 2016 for prior year audit(s).				

Month of September:

Component	September 2017	September 2016	Difference	% Change
Net Taxation *	\$ 82,054,686	\$ 76,328,848	\$ 5,725,838	7.5 %
Registry Receipts	10,780,549	9,412,335	1,368,214	14.5 %
Providence Place Mall †	1,323,331	1,049,600	273,731	26.1 %
* September 2017 receipts include \$500,000 from payment(s) received for a prior year audit.				
† September 2017 receipts include payment(s) of \$229,724 that were received in August 2017 but not posted until September 2017.				

General Business Taxes

September	FY 2018	FY 2017	Difference	% Change
Fiscal YTD	\$ 37,067,829	\$ 52,237,777	\$ (15,169,948)	-29.0 %
Month	\$ 19,184,049	\$ 16,860,417	\$ 2,323,632	13.8 %

Effective for tax years beginning on or after January 1, 2018, businesses with Rhode Island tax liabilities will make estimated payments equal to 25 percent of their expected tax year liabilities in April, June, September, and December. This estimated payments schedule is in contrast to the estimated payments schedule of 40 percent of expected total tax liability due in March and 60 percent of expected total tax liability due in June that was in place for tax years ending on or before December 31, 2017. There is one exception to this payment pattern, namely the health care provider assessment, payments of which are made on a monthly basis. Business corporation, or corporate income, tax payments are also received more consistently over the course of the fiscal year due to the varying fiscal years of corporations and the number of filers that are on extension at any given point in time. As a result, both business corporation taxes and health care provider assessments flow more evenly into the general fund over the course of a fiscal year.

Fiscal Year-to-Date through September:

General business taxes collected through September of FY 2018 decreased by 29.0 percent from general business taxes collected through September of FY 2017. FY 2018 general business taxes collected through September were \$37.1 million compared to \$52.2 million collected for the same period in FY 2017, a decrease of \$15.2 million.

FY 2018 business corporation tax cash collections through September were \$22.6 million, \$232,598 below the \$22.8 million of business corporation tax cash collections received in FY 2017 through September, which is a decrease of 1.0 percent. Included in year-to-date FY 2018 business corporation tax cash collections are transfers to personal income tax of \$120,564 in July 2017 to correct for payment(s) made in July 2016 and \$459,309 in August 2017 to correct for payments made in March and April 2016.

FY 2018 public utilities gross earnings tax cash collections through September were \$1.5 million, \$404,447 more than the \$1.1 million collected in the same period last fiscal year, an increase of 37.5 percent. FY 2018 financial institutions tax cash collections through September were \$246,583, \$396,722 less than the \$643,305 collected in FY 2017 through September.

FY 2018 insurance company gross premiums taxes collected through September decreased by \$15.6 million from the \$17.2 million collected through September of FY 2017, a difference of -90.8 percent. It should be noted that insurance company gross premiums tax cash collections for FY 2018 through September include \$1.3 million of reimbursed HSTCs that were received in July 2017 and accrued back to FY 2017, while insurance company gross premiums tax cash collections for FY 2017 through September include \$16.8 million in health insurance (HMO) gross premiums tax payments that were recorded in July 2016 but accrued back to FY 2017.

The FY 2018 year-to-date through September health care provider assessment cash collections were \$703,959 more than the \$10.4 million collected in the same period last year. This is an increase of 6.7 percent on a fiscal year-to-date over fiscal year-to-date basis. Bank deposits tax cash collections did not show a significant year-to-date over year-to-date difference.

Month of September:

General business taxes collected in September 2017 increased by 13.8 percent from general business taxes collected in September 2016. September 2017 general business taxes were \$19.2 million compared to \$16.9 million collected for the same period in FY 2017, an increase of \$2.3 million. September 2017 business corporation tax cash collections were \$14.7 million, \$2.9 million above the \$11.8 million of business corporation tax cash collections received in September 2016, which is an increase of 24.9 percent.

Public utilities gross earnings tax cash collections were \$731,429 in September 2017 compared to \$463,128 in September 2016, an increase of \$268,301 or 57.9 percent. Financial institutions tax cash collections in September 2017 were \$118,583, \$750,964 or 86.4 percent less than the \$869,547 collected in September 2016. Insurance company gross premiums taxes collected in September 2017 decreased by \$220,455 compared to the \$231,915 collected in September 2016,

a difference of -95.1 percent. Health care provider assessment and bank deposits tax cash collections did not show a significant year-over-year difference.

Business Corporation Tax Cash Collections by Component:

The tables below are based on data provided by the Division of Taxation and break down business corporation tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts.

Fiscal Year-to-Date through September:

Component	FY 2018	FY 2017	Difference	% Change
Estimated Payments	\$ 20,438,325	\$ 20,793,329	\$ (355,005)	-1.7 %
Final Payments †	9,462,499	9,537,900	(75,401)	-0.8 %
Refunds/Adjustments	(7,329,914)	(7,521,989)	192,075	-2.6 %

† FY 2017 final payments include Historic Structures Tax Credit (HSTC) reimbursements of \$103,411.

Month of September:

Component	September 2017	September 2016	Difference	% Change
Estimated Payments	\$ 11,476,631	\$ 10,110,834	\$ 1,365,797	13.5 %
Final Payments †	3,632,790	6,261,570	(2,628,781)	-42.0 %
Refunds/Adjustments	(413,096)	(4,595,426)	4,182,329	-91.0 %

† September 2016 final payments include HSTC reimbursements of \$100,000.

Excise Taxes Other Than the Sales and Use Tax

September	FY 2018	FY 2017	Difference	% Change
Fiscal YTD	\$ 46,636,674	\$ 46,266,915	\$ 369,759	0.8 %
Month	\$ 16,837,154	\$ 15,643,257	\$ 1,193,897	7.6 %

Fiscal Year-to-Date through September:

Excise taxes other than sales and use taxes collected in FY 2018 through September increased by 0.8 percent over excise taxes other than sales and use taxes collected through September of FY 2017. FY 2018 excise taxes other than sales and use taxes collected through September were \$46.6 million compared to the \$46.3 million collected for the same period last fiscal year, an increase of \$369,759.

Motor vehicle license and registration fees in year-to-date FY 2018 were \$629,170 less than motor vehicle license and registration fees in year-to-date FY 2017. Effective July 1, 2017, the percentage of motor vehicle license and registration fees that are transferred to the Rhode Island Highway Maintenance Account (RIHMA) increased from 75 to 80 percent. According to Division of Motor Vehicle records, the RIHMA transfer in FY 2017 through September totaled \$7.73 million. In FY 2018 through September, the RIHMA transfer was \$7.66 million, or a decrease of \$70,078 compared to the transfer in the same period last fiscal year.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes and smokeless tobacco (which also includes cigars and pipe tobacco), and a one-time cigarette floor stock tax. The cigarette floor stock tax is imposed only when there is an increase in the excise tax rate on cigarettes. The excise tax on cigarettes was increased to \$4.25 per pack of 20 cigarettes on August 16, 2017. Total cigarettes excise tax cash receipts through September of FY 2018 were \$39.5 million, including \$1.4 million of cigarette floor stock tax receipts, which is an increase of \$1.1 million or 2.9 percent compared to the \$38.4 million collected for the same period last fiscal year. Finally, the change in cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. Through September of FY 2018, Rhode Island cigarette sales decreased 3.7 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections decreased \$106,511 in FY 2018 through September. Alcohol excise tax cash collections were \$5.2 million in year-to-date FY 2018 compared to \$5.3 million in year-to-date FY 2017, a decrease of 2.0 percent.

Month of September:

Excise taxes other than sales and use taxes collected in September 2017 increased by 7.6 percent over excise taxes other than sales and use taxes collected in September 2016. September 2017 excise taxes other than sales and use taxes were \$16.8 million compared to the \$15.6 million collected in September 2016, an increase of \$1.2 million.

Motor vehicle license and registration fees in September 2017 were \$110,312 less than motor vehicle license and registration fees in September 2016. Effective July 1, 2017, the percentage of motor vehicle license and registration fees that are transferred to the Rhode Island Highway Maintenance Account (RIHMA) increased from 75 to 80 percent. According to Division of Motor Vehicle records, the RIHMA transfer in September 2016 totaled \$3.0 million. In September 2017, the RIHMA transfer was \$3.6 million, or an increase of \$568,792 compared to the transfer in the same period last fiscal year.

In the 2016 session, the General Assembly reclassified collections generated from the motor carrier fuel use tax from general revenues to other funds effective July 1, 2016. In September 2017, there were no receipts from motor carrier fuel use tax compared to \$104,986 in receipts in September 2016. The \$104,986 in motor carrier fuel use cash collections is an adjustment for receipts that were incorrectly posted as general revenues in July and August 2016.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes and smokeless tobacco (which also includes cigars and pipe tobacco), and a one-time cigarette floor stock tax. The cigarette floor stock tax is imposed only when there is an increase in the excise tax rate on cigarettes. The excise tax on cigarettes was increased to \$4.25 per pack of 20 cigarettes on August 16, 2017. Total cigarettes excise tax cash receipts in September 2017 were \$14.4 million, including \$1.1 million in cigarette floor stock receipts, which is an increase of \$1.8 million or 13.9 percent compared to the \$12.7 million collected for September 2016. Finally, the change in cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. In September 2017, Rhode Island cigarette sales decreased 1.8 percent compared to the same month last fiscal year.

Alcohol excise tax cash collections decreased \$345,103 in September 2017. Alcohol excise tax cash collections were \$1.5 million in September 2017 compared to \$1.9 million in September 2016, a decrease of 18.5 percent.

Other Taxes

September	FY 2018	FY 2017	Difference	% Change
Fiscal YTD	\$ 65,600,613	\$ 12,178,963	\$ 53,421,650	438.6 %
Month	\$ 2,844,302	\$ 2,952,767	\$ (108,465)	-3.7 %

Fiscal Year-to-Date through September:

Other taxes collected in FY 2018 through September increased 438.6 percent over other taxes collected through September of FY 2017. FY 2018 other taxes collected through September were \$65.6 million compared to the \$12.2 million collected in the same period last fiscal year, an increase of \$53.4 million. FY 2018 estate and transfer taxes collected through September were \$61.6 million, up \$53.1 million compared to the same period in FY 2017, an increase of 624.4 percent. Year-to-date FY 2018 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$58.0 million received in July 2017 that accrued to FY 2017. FY 2018 realty transfer taxes collected through September were \$3.7 million, up \$354,399 or 10.5 percent compared to the same period last fiscal year. Racing and athletics tax cash collections did not show significant differences in year-to-date FY 2018 compared to year-to-date FY 2017.

Month of September:

Other taxes collected in September 2017 decreased 3.7 percent from other taxes collected in September 2016. September 2017 other taxes were \$2.8 million compared to the \$3.0 million collected in the same month last fiscal year, a decrease of \$108,465. September 2017 estate and transfer tax cash collections were \$1.6 million, down \$141,415 compared to collections in September 2016, a decrease of 8.4 percent. Realty transfer tax and racing and athletics tax cash collections did not show significant year-over-year differences in September 2017 compared to September 2016.

Departmental Receipts Cash Collections by Component

The tables below are based on data provided by the Controller and break down departmental receipts cash collections by component on both a fiscal year-to-date and monthly basis.

Fiscal Year-to-Date through September:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Fiscal Year-to-Date* table, total departmental receipts in FY 2018 through September decreased by 0.8 percent compared to total departmental receipts in FY 2017 through September. Fiscal year-to-date total departmental receipts collected in FY 2018 were \$191.2 million compared to \$192.7 million collected for the same period last year, a decrease of \$1.5 million.

The licenses and fees category of departmental receipts through September of FY 2018 was down \$994,771 or 0.5 percent from the \$181.5 million collected through September of FY 2017. The three licenses and fees accounts with the largest nominal increases and decreases greater than \$100,000 in year-to-date FY 2018 versus year-to-date FY 2017 are listed below:

Licenses and Fees	Nominal Increase
Expense recovery account – Public Utilities	\$ 547,073
Recreation activities fund – Parks and Recreation	367,511
Insurance claim adjusters license fees	295,920

Licenses and Fees	Nominal Decrease
Hospital licensing fee ^a	\$ (2,261,571)
Beach parking fees ^b	(691,026)
Insurance company annual assessment	(279,708)

^a In general, the prior fiscal year hospital licensing fee (HLF) is received in July of the current year. Not included in FY 2018 YTD or FY 2017 YTD receipts is the payment from Eleanor Slater Hospital, which is received in June of the fiscal year for which it is due. The HLF rate for FY 2016 was 5.862 percent compared to 5.652 percent for FY 2017, and the HLF base advanced from hospital FY 2014 net patient revenues in FY 2016 to hospital FY 2015 net patient revenues in FY 2017.

^b FY 2017 YTD beach parking fees include a payment of \$276,946 that was received in July 2016 but accrued to June 2016 of FY 2016.

The fines and penalties category of departmental receipts through September of FY 2018 was down \$95,812 or 3.0 percent from the \$3.2 million collected through September of FY 2017. In the fines and penalties category, one account had a nominal increase greater than \$100,000 and one account had a nominal decrease greater than \$100,000. Receipts from utility fines were up \$217,300 in year-to-date FY 2018 compared to the same period last fiscal year. Rhode Island Traffic Tribunal collections were down \$147,666 in FY 2018 through September compared to FY 2017 through September.

The sales and services category of departmental receipts through September of FY 2018 was down \$442,452 from the \$2.3 million collected through September of FY 2017, a decrease of 19.1 percent. In the sales and services category, no account had a nominal increase greater than \$100,000. The two sales and services accounts with nominal decreases greater than \$100,000 in year-to-date FY 2018 versus year-to-date FY 2017 are listed below:

Sales and Services	Nominal Decrease
Board and support for the Rhode Island Veterans Home ^c	\$ (308,786)
Sale of motor vehicle number plates	(281,251)
^c FY 2018 YTD receipts do not include payment(s) of \$320,548 generated by September 2017 activity but not posted until October 2017.	

Miscellaneous departmental receipts through September of FY 2018 were up \$27,170 or 0.5 percent over the \$5.7 million collected through September of FY 2017. The three miscellaneous departmental receipts accounts with the largest nominal increases and two accounts with nominal decreases greater than \$100,000 for year-to-date FY 2018 versus year-to-date FY 2017 are listed below:

Miscellaneous Departmental Receipts	Nominal Increase
Bank examination fees	\$ 216,794
Miscellaneous revenues – Office of the Attorney General	162,102
U.S. Marshall Service	140,108

Miscellaneous Departmental Receipts	Nominal Decrease
Miscellaneous refunds – Treasury Department	\$ (1,130,985)
Cost recovery account – Department of Labor and Training	(338,152)

Month of September:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Month of September* table, total departmental receipts in September 2017 increased by 7.6 percent compared to total departmental receipts in September 2016. Total departmental receipts collected in September 2017 were \$14.7 million compared to \$13.6 million collected for the same month last year, an increase of \$1.0 million.

The licenses and fees category of departmental receipts in September 2017 was up \$1.9 million, or 21.3 percent, over the \$9.0 million collected in September 2016. The three licenses and fees accounts with the largest nominal increases and decreases greater than \$100,000 in September 2017 versus September 2016 are listed below:

Licenses and Fees	Nominal Increase
Expense recovery account – Public Utilities	\$ 1,948,563
Recreation activities fund – Parks and Recreation	243,345
Local building permit levy ADA surcharge	223,662

Licenses and Fees	Nominal Decrease
Pharmacy license fees	\$ (292,503)
Registration fees for securities	(249,800)
Food service fees	(161,686)

The fines and penalties category of departmental receipts in September 2017 was down \$203,928 or 17.8 percent from the \$1.1 million collected in September 2016. In the fines and penalties category, no accounts had a nominal increase or decrease greater than \$100,000.

The sales and services category of departmental receipts in September 2017 was down \$326,569 from the \$811,016 collected in September 2016, a decrease of 40.3 percent. In the sales and services category, only one account had a nominal increase or decrease greater than \$100,000. Receipts from board and support of the Rhode Island Veterans Home were down \$324,508 in September 2017 compared to September 2016. September 2017 receipts from board and support of the Rhode Island Veterans Home do not include payment(s) of \$320,548 generated by September activity but not posted until October 2017.

Miscellaneous departmental receipts in September 2017 were down \$329,308 or 13.6 percent from the \$2.6 million collected in September 2016. Only one miscellaneous departmental receipts accounts had a nominal increase greater than \$100,000 for September 2017 versus September 2016. Bank examination fees were up \$149,248 in September 2018 compared to September 2017. The two accounts that had nominal decreases greater than \$100,000 on a year-over-year basis are listed below:

Miscellaneous Departmental Receipts	Nominal Decrease
Cost recovery account – Department of Labor and Training	\$ (690,333)
Miscellaneous refunds – Treasury Department	(465,455)

Motor Fuel Tax, Per Penny Yield

September	FY 2018	FY 2017	Difference	% Change
Fiscal YTD	\$ 1,178,567	\$ 1,189,158	\$ (10,591)	-0.9 %
Month	\$ 404,720	\$ 399,036	\$ 5,684	1.4 %

In FY 2018, the State's motor fuel tax consists of a \$0.33 per gallon excise tax on the distribution of motor fuel in the State and an additional \$0.01 per gallon surcharge for motor fuel that is delivered to an underground storage tank. These tax rates were the same in FY 2017. No

portion of the motor fuel tax is designated as general revenues. The data provided in this section of the report is for informational purposes only.

Fiscal Year-to-Date through September:

The per penny yield of the state's motor fuel tax collected in FY 2018 through September was \$10,591 less than in FY 2017 through September. This represents a decrease of 0.9 percent between the two fiscal year-to-date periods. For FY 2018 through September, the per-penny yield was \$1.18 million versus \$1.19 million for FY 2017 through September.

Month of September:

The per penny yield of the state's motor fuel tax collected in September 2017 was \$5,684 more than in September 2016. This represents an increase of 1.4 percent between the two periods. For September 2017, the per-penny yield was \$404,720 versus \$399,036 for September 2016.

Lottery Transfer Cash Collections by Component

The tables below are based on data provided by the Division of Lottery and break down the lottery transfer cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that slight differences may exist between the figures reported by the Division of Lottery and those reported by the Controller due to timing differences in the posting of receipts. Data on lottery transfer cash collections reflect the prior month's gaming activity.

Fiscal Year-to-Date through September:

Component	FY 2018	FY 2017	Difference	% Change
Traditional Games	\$ 7,771,229	\$ 6,732,165	\$ 1,039,064	15.4 %
Keno	3,026,652	2,984,154	42,498	1.4 %
Twin River VLTs	45,058,628	45,486,974	(428,346)	-0.9 %
Twin River Traditional Table Games	2,903,248	2,559,224	344,024	13.4 %
Twin River Poker Tables	176,956	145,200	31,756	21.9 %
Newport Grand VLTs	5,173,495	5,149,422	24,073	0.5 %

In fiscal year-to-date 2018, Twin River operated a maximum of 97 traditional table games and 21 poker tables. In the same period in FY 2017, Twin River operated a maximum of 92 traditional table games and 16 poker tables. It should be noted that in order to make space for additional table games and poker tables, Twin River had 46 fewer VLTs operating in fiscal year-to-date 2018 compared to the same period last fiscal year. Both Twin River and Newport Grand VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Newport Grand's or Twin River's marketing program.

Month of September:

Component	September 2017	September 2016	Difference	% Change
Traditional Games	\$ 4,708,586	\$ 2,611,511	\$ 2,097,075	80.3 %
Keno	1,501,799	1,489,859	11,940	0.8 %
Twin River VLTs	21,968,919	21,860,221	108,698	0.5 %
Twin River Traditional Table Games	1,487,386	1,318,960	168,426	12.8 %
Twin River Poker Tables	85,046	72,542	12,504	17.2 %
Newport Grand VLTs	2,568,199	2,553,017	15,182	0.6 %

In September 2017, Twin River operated a maximum of 97 traditional table games and 22 poker tables. In September 2016, Twin River operated a maximum of 92 traditional table games and 16 poker tables. It should be noted that in order to make space for additional table games and poker tables, Twin River had 45 fewer VLTs operating in September 2017 compared to September 2016. Both Twin River and Newport Grand VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Newport Grand's or Twin River's marketing program.

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October 26, 2017