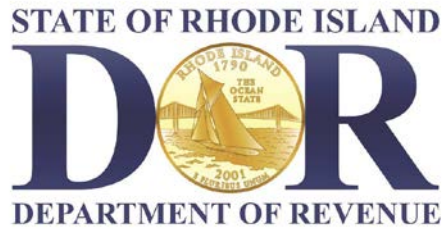


*STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS*  
**GOVERNOR GINA M. RAIMONDO**



**Office of Revenue Analysis**

**FY 2019 Cash Collections Report as of June 2019 Summary**

***Fiscal Year-to-Date through June:***

FY 2019 total general revenue cash collections through June were \$4.0 billion, up \$204.1 million, or 5.4 percent, over the same period in FY 2018. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018 *</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 1,376,494,629	\$ 1,329,151,693	\$ 47,342,936	3.6 %
Sales and Use Taxes	1,120,138,934	1,048,957,268	71,181,666	6.8 %
Departmental Receipts	417,286,949	384,911,274	32,375,675	8.4 %
Lottery Transfer	393,791,945	368,365,935	25,426,010	6.9 %
All Other Revenues	685,379,781	657,563,422	27,816,359	4.2 %
<b>Total General Revenues</b>	<b>\$ 3,993,092,238</b>	<b>\$ 3,788,949,592</b>	<b>\$ 204,142,646</b>	<b>5.4%</b>
* FY 2018 YTD figures include \$21.4 million received under the 2017 Tax Amnesty program. Net of FY 2018 YTD tax amnesty receipts, the growth rate is 6.0 percent.				

***Month of June:***

June 2019 total general revenue cash collections were \$428.9 million, down \$26.2 million, or 5.8 percent, from June 2018. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>June 2019</b>	<b>June 2018</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 135,819,689	\$ 123,051,248	\$ 12,768,441	10.4 %
Sales and Use Taxes	101,749,714	94,956,466	6,793,248	7.2 %
Departmental Receipts	39,532,087	38,774,082	758,005	2.0 %
Lottery Transfer	39,798,000	50,823,340	(11,025,340)	-21.7 %
All Other Revenues	112,022,676	147,507,835	(35,485,159)	-24.1 %
<b>Total General Revenues</b>	<b>\$ 428,922,166</b>	<b>\$ 455,112,971</b>	<b>\$ (26,190,805)</b>	<b>-5.8 %</b>

**STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS**  
**Fiscal Year To Date**

2

	FY 2019 YTD June	FY 2018 YTD June	Nominal Difference	Change
<b><u>Personal Income Tax</u></b>	\$ 1,376,494,629	\$ 1,329,151,693	\$ 47,342,936	3.6%
<b><u>General Business Taxes</u></b>				
Business Corporation	154,512,767	95,584,560	58,928,207	61.7%
Public Utilities Gross Earnings	103,042,412	59,651,429	43,390,983	72.7%
Financial Institutions	21,949,885	22,532,537	(582,652)	-2.6%
Insurance Companies	117,151,624	81,518,563	35,633,061	43.7%
Bank Deposits	2,640,796	1,639,133	1,001,663	61.1%
Health Care Provider Assessment	43,985,011	44,429,458	(444,447)	-1.0%
<b><u>Excise Taxes</u></b>				
Sales and Use	1,120,138,934	1,048,957,268	71,181,666	6.8%
Motor Vehicle	1,036,754	20,754,590	(19,717,836)	-95.0%
Cigarettes	137,321,914	146,691,019	(9,369,105)	-6.4%
Alcohol	20,727,206	19,918,465	808,741	4.1%
Controlled Substances	7,000	14,529	(7,529)	-51.8%
<b><u>Other Taxes</u></b>				
Estate and Transfer	43,539,761	103,048,011	(59,508,250)	-57.7%
Racing and Athletics	1,145,995	1,073,865	72,130	6.7%
Realty Transfer	14,372,970	12,751,665	1,621,305	12.7%
<b>Total Taxes</b>	<b>\$ 3,158,067,658</b>	<b>\$ 2,987,716,785</b>	<b>\$ 170,350,873</b>	<b>5.7%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	\$ 327,089,599	\$ 301,797,459	\$ 25,292,140	8.4%
Fines and Penalties	49,587,118	46,108,805	3,478,313	7.5%
Sales and Services	10,813,277	10,775,310	37,967	0.4%
Miscellaneous	29,796,955	26,229,700	3,567,255	13.6%
<b>Total Departmental Receipts</b>	<b>\$ 417,286,949</b>	<b>\$ 384,911,274</b>	<b>\$ 32,375,675</b>	<b>8.4%</b>
<b>Taxes and Departmentals</b>	<b>\$ 3,575,354,607</b>	<b>\$ 3,372,628,059</b>	<b>\$ 202,726,548</b>	<b>6.0%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	\$ 12,367,082	\$ 37,054,016	\$ (24,686,934)	-66.6%
Lottery Transfer	393,791,945	368,365,935	25,426,010	6.9%
Unclaimed Property	11,578,604	10,901,582	677,022	6.2%
<b>Total Other Sources</b>	<b>\$ 417,737,631</b>	<b>\$ 416,321,533</b>	<b>\$ 1,416,098</b>	<b>0.3%</b>
<b>Total General Revenues</b>	<b>\$ 3,993,092,238</b>	<b>\$ 3,788,949,592</b>	<b>\$ 204,142,646</b>	<b>5.4%</b>

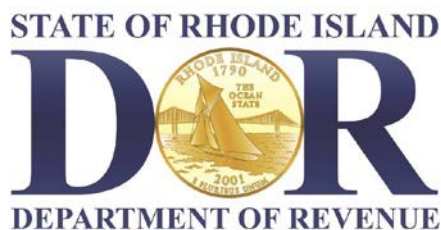
## STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS

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## Month of June

	FY 2019 Month of June	FY 2018 Month of June	Nominal Difference	% Change
<b><u>Personal Income Tax</u></b>	\$ 135,819,689	\$ 123,051,248	\$ 12,768,441	10.4%
<b><u>General Business Taxes</u></b>				
Business Corporation	12,684,126	16,341,203	(3,657,077)	-22.4%
Public Utilities Gross Earnings	23,523,385	26,947,181	(3,423,796)	-12.7%
Financial Institutions	3,874,361	14,256,670	(10,382,309)	-72.8%
Insurance Companies	27,062,194	20,645,212	6,416,982	31.1%
Bank Deposits	498,091	632,342	(134,251)	-21.2%
Health Care Provider Assessment	3,517,877	3,733,260	(215,383)	-5.8%
<b><u>Excise Taxes</u></b>				
Sales and Use	101,749,714	94,956,466	6,793,248	7.2%
Motor Vehicle	86,025	11,590,082	(11,504,057)	-99.3%
Cigarettes	11,013,289	14,841,900	(3,828,611)	-25.8%
Alcohol	2,114,976	2,086,254	28,722	1.4%
Controlled Substances	2,000	1,000	1,000	100.0%
<b><u>Other Taxes</u></b>				
Estate and Transfer	4,058,954	1,948,905	2,110,049	108.3%
Racing and Athletics	97,289	96,839	450	0.5%
Realty Transfer	916,492	1,074,570	(158,078)	-14.7%
<b>Total Taxes</b>	<b>\$ 327,018,462</b>	<b>\$ 332,203,132</b>	<b>\$ (5,184,670)</b>	<b>-1.6%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	\$ 19,855,576	\$ 21,930,089	\$ (2,074,513)	-9.5%
Fines and Penalties	12,421,957	8,978,245	3,443,712	38.4%
Sales and Services	1,174,387	1,516,447	(342,060)	-22.6%
Miscellaneous	6,080,167	6,349,301	(269,134)	-4.2%
<b>Total Departmental Receipts</b>	<b>\$ 39,532,087</b>	<b>\$ 38,774,082</b>	<b>\$ 758,005</b>	<b>2.0%</b>
<b>Taxes and Departmentals</b>	<b>\$ 366,550,549</b>	<b>\$ 370,977,214</b>	<b>\$ (4,426,665)</b>	<b>-1.2%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	\$ 10,995,013	\$ 22,410,835	\$ (11,415,822)	-50.9%
Lottery Transfer	39,798,000	50,823,340	(11,025,340)	-21.7%
Unclaimed Property	11,578,604	10,901,582	677,022	6.2%
<b>Total Other Sources</b>	<b>\$ 62,371,617</b>	<b>\$ 84,135,757</b>	<b>\$ (21,764,140)</b>	<b>-25.9%</b>
<b>Total General Revenues</b>	<b>\$ 428,922,166</b>	<b>\$ 455,112,971</b>	<b>\$ (26,190,805)</b>	<b>-5.8%</b>

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



Office of Revenue Analysis

FY 2019 State of Rhode Island Cash Collections Report  
June 2019 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.*

The Office of Revenue Analysis (ORA) has modified the Cash Collections Report to shorten it without sacrificing any detailed information that might be of interest to users of the report. Specifically, ORA has moved the written portion of the cash flow differences section into the individual revenue item sections. For example, cash flow differences for personal income tax are listed under the personal income tax by component table. ORA has provided a linked page number in the cash flow differences table to assist readers in finding these disaggregated cash flow differences sections within the body of the report. Additionally, ORA was able to determine the amount of sales and use tax generated by meals and beverages prepared away from home and sold for immediate consumption. This information is now included in the sales and use tax cash collections by component table, along with total non-motor vehicle sales and use taxes less the sales and use tax collections from meals and beverages. Finally, ORA has decided to provide figures for the general business taxes less business corporation tax. Data on business corporation tax cash collections by component immediately follows the sales and use tax cash collections by component section.

## Cash Flow Differences

In the following *Fiscal Year-To-Date through June* cash flow differences table, ORA has only included entries for general revenue items that received greater than \$100,000 from the 2017 Tax Amnesty program. Please see the appendix for more information on all general revenue items that received funds from the 2017 Tax Amnesty program in fiscal year-to-date FY 2018.

### *Fiscal Year-To-Date through June:*

The following table displays the differences in cash flows for FY 2019 through June and FY 2018 through June:

<b>Page Number</b>	<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2019</b>	<b>YTD FY 2018</b>
<a href="#">9 / 9</a>	Personal Income Tax	FY 2019 correction for prior period payments transferred from bus corp tax	\$3,990,735	\$(3,275,805)
<a href="#">9</a>	Personal Income Tax	Large withholding payment(s) in Jan 2019	\$5,772,127	\$0
<a href="#">9</a>	Personal Income Tax	Large estimated payment(s) in Sept 2017	\$0	\$2,511,323
<a href="#">9</a>	Personal Income Tax	FY 2018 correction for prior period payments transferred from bus corp tax	\$0	\$3,268,041
<a href="#">10 / 30</a>	Personal Income Tax	2017 Tax Amnesty	\$0	\$7,129,316
<a href="#">13 / 13</a>	Business Corp Tax	FY 2019 correction for prior period payments transferred to pers inc tax	\$(3,990,735)	\$3,275,805
<a href="#">13 / 13</a>	Business Corp Tax	FY 2019 correction for prior period payments transferred to financial inst tax	\$(3,225,000)	\$1,575,000
<a href="#">13</a>	Business Corp Tax	FY 2019 correction for prior period payment(s) transferred to insurance tax	\$(164,000)	\$0
<a href="#">14</a>	Business Corp Tax	FY 2018 correction for prior period payments transferred to pers inc tax	\$0	\$(3,268,041)
<a href="#">14</a>	Business Corp Tax	FY 2018 correction for prior period payments transferred to financial inst tax	\$0	\$(1,085,000)
<a href="#">14 / 30</a>	Business Corp Tax	2017 Tax Amnesty	\$0	\$2,212,181
<a href="#">16 / 30</a>	Public Utilities	2017 Tax Amnesty	\$0	\$160,961
<a href="#">16 / 16</a>	Financial Inst Tax	FY 2019 correction for prior period payments transferred from bus corp tax	\$3,225,000	\$(1,575,000)
<a href="#">16</a>	Financial Inst Tax	FY 2018 correction for prior period payments transferred from bus corp tax	\$0	\$1,085,000
<a href="#">16 / 30</a>	Financial Inst Tax	2017 Tax Amnesty	\$0	\$105,255

<b>Page Number</b>	<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2019</b>	<b>YTD FY 2018</b>
<a href="#">16</a>	Ins Gross Premiums Tax	FY 2019 correction for prior period payment(s) transferred from bus corp tax	\$164,000	\$0
<a href="#">16</a>	Ins Gross Premiums Tax	Jul 2017 reimbursement of redeemed HSTCs accrued to FY 2017	\$0	\$1,297,387
<a href="#">16</a>	Bank Deposits Tax	Late payment(s) received in Jul 2019 and accrued to FY 2019	\$(262,500)	\$0
<a href="#">11</a>	Sales and Use Tax	Oct 2018 transfer from meals and beverage tax due to prior period audits	\$535,423	\$0
<a href="#">11</a>	Sales and Use Tax	Audit payment(s)	\$0	\$500,000
<a href="#">11 / 30</a>	Sales and Use Tax	2017 Tax Amnesty	\$0	\$3,675,533
<a href="#">18</a>	MV License & Reg Fees	State's share of June 2018 receivable	\$36,568	\$0
<a href="#">18</a>	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$19,754,405
<a href="#">20 / 20</a>	Estate and Transfer	Large, infrequent payment(s) received in fiscal year-to-date	\$5,085,000	\$72,289,579
<a href="#">20 / 30</a>	Estate and Transfer	2017 Tax Amnesty	\$0	\$1,427,083
<a href="#">20</a>	Realty Transfer Tax	Large, infrequent controlling interest payment(s) received in Aug 2018	\$1,166,958	\$0
<a href="#">20</a>	Realty Transfer Tax	Early HRC transfer for June 2019 activity	\$456,348	\$0
<a href="#">22</a>	Departmental Receipts	Hospital licensing fee increased rate and advanced base	\$12,799,207	\$0
<a href="#">23</a>	Departmental Receipts	Payment made to Providence in Aug 2018 that accrued to FY 2018	\$(537,270)	\$0
<a href="#">23</a>	Departmental Receipts	Late beach parking fee payment(s) received in Jul 2019	\$(514,668)	\$0
<a href="#">23 / 30</a>	Departmental Receipts	2017 Tax Amnesty	\$0	\$6,664,157
<a href="#">25 / 26</a>	Other Gen Rev Sources	Transfers from various accounts	\$6,341,986	\$31,619,447
<a href="#">25 / 26</a>	Other Gen Rev Sources	Unclaimed property transfer	\$11,578,604	\$10,901,582
<a href="#">28 / 28</a>	Lottery Transfer	Differences between lottery activity and the transfer to the general fund	\$(3,528,974)	\$1,480,823
<a href="#">28</a>	Lottery Transfer	Receipt of prior year revenues	\$0	\$1,910,826

**Month of June:**

The following table displays the differences in cash flows for June 2019 and June 2018:

<b>Page Number</b>	<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>June 2019</b>	<b>June 2018</b>
<a href="#">10 / 10</a>	Personal Income Tax	Jun 2019 correction for Jun 2018 payment(s) transferred to bus corp tax	\$(200,000)	\$200,000
<a href="#">14 / 14</a>	Business Corp Tax	Jun 2019 correction for Jun 2018 payment(s) transferred from pers inc tax	\$200,000	\$(200,000)
<a href="#">17</a>	Bank Deposits Tax	Late payment(s) received in Jul 2019 and accrued to FY 2019	\$(262,500)	\$0
<a href="#">19</a>	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$11,504,057
<a href="#">21</a>	Realty Transfer Tax	Early HRC transfer for June 2019 activity	\$456,348	\$0
<a href="#">24</a>	Departmental Receipts	Hospital licensing fee increased rate and advanced base	\$(341,128)	\$0
<a href="#">24</a>	Departmental Receipts	Late beach parking fee payment(s) received in Jul 2019	\$(514,668)	\$0
<a href="#">26 / 26</a>	Other Gen Rev Sources	Transfer of excess reserves from various accounts	\$5,591,986	\$19,119,447
<a href="#">26 / 27</a>	Other Gen Rev Sources	Unclaimed property transfer	\$11,578,604	\$10,901,582
<a href="#">29 / 29</a>	Lottery Transfer	Differences between lottery activity and the transfer to the general fund	\$(28,848,319)	\$(11,919,177)

### **Historic Structures Tax Credit Reimbursements:**

FY 2019 total Historic Structures Tax Credit (HSTC) redemptions/reimbursements for all taxes through June were \$19.0 million compared to \$25.2 million reimbursed in FY 2018 through June, a decrease of 24.6 percent. June 2019 HSTC redemptions/reimbursements for all taxes were \$3.0 million, 737.7 percent more than the \$360,521 reimbursed in June 2018.

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

Tax Type	Year-to-Date		Monthly	
	FY 2019	FY 2018	June 2019	June 2018
Personal Income	\$ 5,072,677	\$ 5,474,538	\$ 20,253	\$ 360,521
Business Corporation	16,357	504,080	0	0
Financial Institutions	0	0	0	0
Insurance/Non-HMOs	1,206,374	11,913,240	0	0
Insurance/HMOs	7,000,000	3,247,837	0	0
Non-Profit Refund	5,703,379	4,049,067	3,000,000	0
<b>Total</b>	<b>\$ 18,998,787</b>	<b>\$ 25,188,761</b>	<b>\$ 3,020,253</b>	<b>\$ 360,521</b>

### **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. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

#### ***Fiscal Year-to-Date through June:***

Component	FY 2019	FY 2018	Difference	% Change
Estimated Payments	\$ 232,469,625	\$ 261,971,435	\$ (29,501,809)	-11.3 %
Final Payments *	272,213,079	217,412,479	54,800,600	25.2 %
Refunds/Adjustments	(348,388,840)	(339,565,661)	(8,823,178)	2.6 %
Withholding Tax Payments	1,220,200,763	1,189,333,441	30,867,322	2.6 %
* Includes HSTC reimbursements of \$5.1 million in FY 2019 YTD and \$5.5 million in FY 2018 YTD.				

For the January through June 2019 period, 449,867 income tax refunds were paid for TY 2018 at an average of \$607.20. For the comparable period in the prior year, 443,487 income tax refunds were paid for TY 2017 at an average of \$608.94.



Cash Flow Differences:

FY 2019

- Refunds and adjustments include \$4.0 million for net transfers between personal income tax and business corporation tax to correct for payments received in prior periods as listed below:
  - \$288,275 for September 2018 transfers to correct for payments paid in September 2017 and March 2018 to business corporation tax instead of personal income tax;
  - \$3.3 million for October 2018 transfers to correct for payments paid in FY 2017 – FY 2018 to business corporation tax instead of personal income tax;
  - \$150,000 for a December 2018 transfer to correct for payment(s) paid in June 2015 to personal income tax instead of business corporation tax;
  - \$304,060 for an April 2019 transfer to correct for payment(s) paid in March 2018 to business corporation tax instead of personal income tax;
  - \$200,000 for a June 2019 transfer to correct for payment(s) paid in June 2018 to business corporation tax instead of personal income tax.
- Withholding tax payments include \$5.8 million in large payment(s) received in January 2019.

FY 2018

- Year-to-date FY 2018 finals and estimated payments do not include \$3.3 million in payments incorrectly paid to business corporation tax. These payments were corrected for in FY 2019 as follows:
  - \$163,00 in September 2018 to correct for payment(s) received in September 2017;
  - \$2,483,470 in October 2018 to correct for payments received in September 2017, December 2017, and March 2018;
  - \$304,060 in April 2019 to correct for payment(s) received in March 2018;
  - \$200,000 in June 2019 to correct for payment(s) received in June 2018.
- FY 2018 year-to-date personal income tax cash collections include large, infrequent estimated payment(s) of \$2.5 million received in September 2017.
- Refunds and adjustments include a net \$3.3 million for transfers between personal income tax and business corporation tax to correct for payments received in prior periods as listed below:
  - \$120,564 for a July 2017 transfer to correct for payment(s) received in July 2016 that were made to business corporation tax instead of personal income tax;
  - \$459,309 for an August 2017 transfer to correct for payments received in March and April 2016 that were made to business corporation tax instead of personal income tax;
  - \$2,858,168 for November 2017 transfers to correct for payments received in FY 2015 – FY 2017 that were made to business corporation tax instead of personal income tax;
  - \$170,000 for a January 2018 transfer to correct for payment(s) received in September 2016 that were made to personal income tax instead of business corporation tax.

- Personal income tax includes a net \$7.1 million in funds received from the 2017 Tax Amnesty program in year-to-date FY 2018.
  - \$6.8 million was received in final payments in December through April 2018;
  - Included in year-to-date FY 2018 refunds and adjustments is a transfer of \$4.1 million in interest on overdue taxes that was collected in December 2017 through April 2018 and transferred to departmental receipts fines and penalties in FY 2018;
  - \$288,993 was received in withholding payments in December through April 2018.

***Month of June:***

<b>Component</b>	<b>June 2019</b>	<b>June 2018</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 49,071,747	\$ 44,354,772	\$ 4,716,975	10.6 %
Final Payments *	5,415,506	5,205,524	209,982	4.0 %
Refunds/Adjustments	(21,327,575)	(24,779,236)	3,451,661	-13.9 %
Withholding Tax Payments	102,660,011	98,270,188	4,389,823	4.5 %
* Includes HSTC reimbursements of \$20,253 in June 2019 and \$360,521 in June 2018.				

For the June 2019 period, 12,060 income tax refunds were paid for TY 2018 at an average of \$1,132.82. For the comparable period in the prior year, 12,516 income tax refunds were paid for TY 2017 at an average of \$1,139.76.

**Cash Flow Differences:**

**June 2019**

- Refunds and adjustments include \$200,000 for a transfer from business corporation tax to personal income tax to correct for payment(s) received in June 2018.

**June 2018**

- Personal income tax estimated payments include \$200,000 in payment(s) incorrectly paid to personal income tax instead of business corporation tax. These payment(s) were corrected for in June 2019.

**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 June:***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation *	\$ 988,997,888	\$ 920,673,214	\$ 68,324,673	7.4 %
Providence Place Mall *	10,849,099	14,458,448	(3,609,349)	-25.0 %
<b>Total Non-Motor Vehicle (MV)</b>	<b>\$ 999,846,986</b>	<b>\$ 935,131,662</b>	<b>\$ 64,715,324</b>	<b>6.9 %</b>
Meals and Beverage (M&B)	199,187,348	197,672,688	1,514,660	0.8 %
<b>Total Non-MV Less M&amp;B</b>	<b>\$ 800,659,638</b>	<b>\$ 737,458,974</b>	<b>\$ 63,200,664</b>	<b>8.6 %</b>
Motor Vehicle Use Tax Receipts^	\$ 120,310,870	\$ 113,807,022	\$ 6,503,849	5.7 %
* Net Taxation includes a transfer in FY 2019 YTD of \$3.9 million from Providence Place Mall for prior period payments received in FY 2017 - 2019. FY 2018 YTD Providence Place Mall receipts include \$1.3 million in payment(s) incorrectly paid to Providence Place Mall instead of Net Taxation.				
^ Previously referred to as Registry Receipts.				

***Cash Flow Differences:*****FY 2019**

- FY 2019 year-to-date sales and use tax cash collections include transfer(s) of \$535,423 from meals and beverage tax in October 2018 associated with prior year audit(s).

**FY 2018**

- FY 2018 year-to-date sales and use tax cash collections include payment(s) of \$500,000 associated with the audit of prior year sales and use taxes incurred.
- Net taxation receipts in year-to-date FY 2018 include a net \$3.7 million received from the 2017 Tax Amnesty program.
  - FY 2018 YTD also includes the transfer of interest on overdue taxes collected in December 2017 through April 2018 from the 2017 Tax Amnesty program of \$1.1 million to departmental receipts fines and penalties in FY 2018.

**Month of June:**

<b>Component</b>	<b>June 2019</b>	<b>June 2018</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation *	\$ 90,143,190	\$ 81,293,234	\$ 8,849,957	10.9 %
Providence Place Mall *	(436,254)	1,135,656	(1,571,910)	-138.4 %
<b>Total Non-Motor Vehicle (MV)</b>	<b>\$ 89,706,937</b>	<b>\$ 82,428,889</b>	<b>\$ 7,278,047</b>	<b>8.8 %</b>
Meals and Beverage (M&B)	18,022,813	18,292,946	(270,134)	-1.5 %
<b>Total Non-MV Less M&amp;B</b>	<b>\$ 71,684,124</b>	<b>\$ 64,135,943</b>	<b>\$ 7,548,181</b>	<b>11.8 %</b>
Motor Vehicle Use Tax Receipts^	\$ 12,044,392	\$ 12,516,145	\$ (471,753)	-3.8 %
* June 2019 Net Taxation receipts include transfers of \$1.3 million from Providence Place Mall for prior period payments received in FY 2018 - 2019. June 2018 Providence Place Mall receipts include \$203,769 in payment(s) incorrectly paid to Providence Place Mall instead of Net Taxation.				
^ Previously referred to as Registry Receipts.				

**Business Corporation Tax Cash Collections by Component:**

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.

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. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

***Fiscal Year-to-Date through June:***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 114,867,685	\$ 86,035,859	\$ 28,831,826	33.5 %
Final Payments *	98,611,232	63,815,415	34,795,817	54.5 %
Refunds/Adjustments	(59,121,548)	(54,361,579)	(4,759,969)	8.8 %
* Includes HSTC reimbursements of \$16,357 in FY 2019 YTD and \$504,080 in FY 2018 YTD.				

Cash Flow Differences:

FY 2019

- Refunds and adjustments include net transfers from business corporation tax to personal income tax of \$4.0 million for payments received in prior periods as listed below:
  - \$288,275 for a September 2018 transfer for payments in September 2017 and March 2018 deposited as business corporation tax instead of personal income tax;
  - \$3.3 million for an October 2018 transfer for payments in FY 2017 – FY 2018 made to business corporation tax instead of personal income tax;
  - \$150,000 for a December 2018 transfer for payment(s) made in June 2015 to personal income tax instead of business corporation tax;
  - \$304,060 for an April 2019 transfer for payment(s) made in March 2018 to business corporation tax instead of personal income tax;
  - \$200,000 for a June 2019 transfer for payment(s) made in June 2018 to business corporation tax instead of personal income tax.
- Refunds and adjustments include transfers of \$3.2 million to financial institutions tax for payments received in prior periods as listed below:
  - \$800,000 for an August 2018 transfer for payment(s) received in January 2018;
  - \$1,575,000 for a September 2018 transfer for payments received in FY 2016 – FY 2018;
  - \$575,000 for a December 2018 transfer for payment(s) received in March 2017;
  - \$100,000 for an April 2019 transfer for payment(s) received in March 2018;
  - \$175,000 for a May 2019 transfer for payment(s) received in April 2018.
- Refunds and adjustments include a transfer of \$164,000 to insurance company gross premiums tax for payment(s) received in March 2017.

FY 2018

- Year-to-date FY 2018 finals and estimated payments include \$3.3 million in payments made to business corporation tax instead of personal income tax. These payments were as follows:
  - \$288,275 received in September 2017 and transferred in September 2018;
  - \$2,483,470 received in September 2017, December 2017, and March 2018 and transferred in October 2018;
  - \$304,060 received in March 2018 and transferred in April 2019;
  - \$200,000 received in June 2018 and transferred in June 2019.
- Year-to-date FY 2018 estimated payments include \$1.6 million in payment(s) made to business corporation tax instead of financial institutions tax as follows:
  - \$500,000 received in December 2017 and transferred in September 2018;
  - \$800,000 received in January 2018 and transferred in August 2018;
  - \$100,000 received in March 2018 and transferred in April 2019;
  - \$175,000 received in April 2018 and transferred in May 2019.

- Refunds and adjustments include net transfers between business corporation tax and personal income tax of \$3.3 million to correct for payments received in prior periods as listed below:
  - \$120,564 for a July 2017 transfer for payment(s) received in July 2016 that were made to business corporation tax instead of personal income tax;
  - \$459,309 for an August 2017 transfer for payments received in March and April 2016 that were made to business corporation tax instead of personal income tax;
  - \$2.9 million for November 2017 transfers for payments received in FY 2015 – FY 2017 that were made to business corporation tax instead of personal income tax;
  - \$170,000 for a January 2018 transfer for payment(s) received in September 2016 that were made to personal income tax instead of business corporation tax.
- Refunds and adjustments include transfers to financial institutions tax of \$1.1 million for payments received in prior periods as listed below:
  - \$500,000 for a November 2017 transfer for payment(s) received in January 2017;
  - \$485,000 for a December 2017 transfer for payment(s) of \$275,000 received in June 2015 and payment(s) of \$210,000 received in March 2017;
  - \$100,000 for a March 2018 transfer for payment(s) received in March 2016.
- Included in year-to-date FY 2018 is a net \$2.2 million received from the 2017 Tax Amnesty program.
  - Also included in FY 2018 YTD is the transfer of \$708,363 in interest on overdue taxes collected from the 2017 Tax Amnesty program in December 2017 through April 2018 to departmental receipts fines and penalties in FY 2018.

***Month of June:***

<b>Component</b>	<b>June 2019</b>	<b>June 2018</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 26,139,291	\$ 23,361,135	\$ 2,778,155	11.9 %
Final Payments	1,529,140	1,844,198	(315,058)	-17.1 %
Refunds/Adjustments	(15,002,040)	(8,950,363)	(6,051,677)	67.6 %

***Cash Flow Differences:***

**June 2019**

- Business corporation tax refunds and adjustments cash collections include a transfer from personal income tax of \$200,000 in June 2019 for payment(s) received in June 2018.

**June 2018**

- Business corporation tax estimated payments do not include payment(s) made to personal income tax instead of business corporation tax of \$200,000 that were transferred in June 2019.

### **General Business Taxes Other than Business Corporation Tax**

<b>June</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 288,769,728	\$ 209,771,120	\$ 78,998,608	37.7 %
Month	\$ 58,475,908	\$ 66,214,665	\$ (7,738,757)	-11.7 %

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. The current 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. As a result, health care provider assessments flow more evenly into the general fund over the course of a fiscal year. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

#### ***Fiscal Year-to-Date through June:***

General business taxes other than business corporation tax collected through June of FY 2019 increased by 37.7 percent over general business taxes other than business corporation tax collected through June of FY 2018. FY 2019 general business taxes other than business corporation tax collected through June were \$288.8 million compared to \$209.8 million collected for the same period in FY 2018, an increase of \$79.0 million.

The following general business taxes categories showed significant increases in cash collections on a fiscal year-to-date basis. These increases are believed to be due, in large part, to the change in the estimated payments schedule noted above:

- Public utilities gross earnings tax cash collections of \$103.0 million were \$43.4 million, or 72.7 percent, more than the \$59.7 million collected in FY 2018 through June.
- Insurance company gross premiums tax cash collections of \$117.2 million were \$35.6 million more than the \$81.5 million received on a year-to-date basis in FY 2018. Included in FY 2019 year-to-date insurance company gross premiums tax cash collections is \$8.2 million in reimbursed HSTCs. Insurance company gross premiums tax cash collections includes \$15.2 million of reimbursed HSTCs that were received in year-to-date FY 2018. Of that figure, \$1.3 million was accrued back to FY 2017.
- Bank deposits tax cash collections were \$2.6 million, \$1.0 million more than in FY 2018 through June when \$1.6 million was received from bank deposits taxpayers, a difference of 61.1 percent.

Financial institutions tax cash collections were \$21.9 million in year-to-date FY 2019, \$582,652 less than the \$22.5 million collected during the same period last fiscal year, a difference of -2.6 percent. FY 2019 year-to-date through June health care provider assessment cash collections decreased by \$444,447, or 1.0 percent, compared to the same period last fiscal year.

Cash Flow Differences:

## FY 2019

- Financial institutions tax cash collections include transfers of \$3.2 million from business corporation tax for payments received in prior periods as listed below:
  - \$800,000 transferred in August 2018 for payment(s) received in January 2018;
  - \$1,575,000 transferred in September 2018 for payments received in FY 2016 – FY 2018;
  - \$575,000 transferred in December 2018 for payment(s) received in March 2017;
  - \$100,000 transferred in April 2019 for payment(s) received in March 2018;
  - \$175,000 transferred in May 2019 for payment(s) received in April 2018.
- Insurance company gross premiums tax cash collections include a transfer of \$164,000 from business corporation tax in December 2018 for payment(s) received in March 2017.
- Bank deposits tax cash collections does not include \$262,500 in late payment(s) received in July 2019 and accrued back to FY 2019.

## FY 2018

- Public utilities gross earnings tax received \$160,961 from the 2017 Tax Amnesty program in year-to-date FY 2018.
- Financial institutions tax cash collections do not include \$1.6 million of funds that were inadvertently paid to business corporation tax in year-to-date FY 2018 as follows:
  - \$500,000 received in December 2017 and transferred in September 2018;
  - \$800,000 received in January 2018 and transferred in August 2018;
  - \$100,000 received in March 2018 and transferred in April 2019;
  - \$175,000 received in April 2018 and transferred in May 2019.
- Financial institutions tax cash collections include transfers of \$1.1 million from business corporation tax for payments received in prior periods as listed below:
  - \$500,000 in November 2017 for payment(s) received in January 2017;
  - \$485,000 in December 2017 for payment(s) of \$275,000 received in June 2015 and payment(s) of \$210,000 received in March 2017;
  - \$100,000 in March 2018 for payment(s) received in March 2016.
- Financial institutions tax received \$105,255 from the 2017 Tax Amnesty program in year-to-date FY 2018. Please see the appendix for information on the other general business taxes other than business corporation tax that received payments via the 2017 Tax Amnesty program.
- Insurance company gross premiums tax includes \$1.3 million of reimbursed HSTCs that were received in July 2017 and accrued back to FY 2017.

***Month of June:***

General business taxes other than business corporation tax collected in June 2019 decreased by 11.7 percent from general business taxes other than business corporation tax collected in June



2018. June 2019 general business taxes other than business corporation tax were \$58.5 million compared to \$66.2 million collected for June 2018, a decrease of \$7.7 million.

Public utilities gross earnings tax cash collections in June 2019 of \$23.5 million were down \$3.4 million, or 12.7 percent, from collections in June 2018. Financial institutions tax cash collections of \$3.9 million were down \$10.3 million in June 2019 compared to the \$14.3 million collected in June 2018, a difference of -72.8 percent. Insurance company gross premiums tax cash collections were up \$6.4 million, or 31.1 percent, in June 2019 vs June 2018. Bank deposits tax cash collections were down \$134,251, or 21.2 percent, on a year-over-year basis.

June 2019 cash collections for the health care provider assessment were down \$215,383, or 5.8 percent, compared to June 2018.

Cash Flow Differences:

June 2019

- Bank deposits tax cash collections do not include late payment(s) of \$262,500 due in June 2019 but received in July 2019 and accrued back to FY 2019.

**Excise Taxes Other Than the Sales and Use Tax**

<b>June</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 159,092,871	\$ 187,378,603	\$ (28,285,732)	-15.1 %
Month	\$ 13,216,287	\$ 28,519,236	\$ (15,302,949)	-53.7 %

***Fiscal Year-to-Date through June:***

Excise taxes other than sales and use taxes collected in FY 2019 through June decreased by 15.1 percent from excise taxes other than sales and use taxes collected through June of FY 2018. FY 2019 excise taxes other than sales and use taxes collected through June were \$159.1 million compared to the \$187.4 million collected for the same period last fiscal year, a decrease of \$28.3 million.

Motor vehicle license and registration fees were \$1.0 million in FY 2019 through June, which is \$19.7 million, or 95.0 percent, less than the \$20.8 million of motor vehicle license and registration fees collected in FY 2018 through June. Except for adjustments, motor vehicle license and registration fees in FY 2019 year-to-date include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018. In FY 2018 through June, motor vehicle license and registration fees equaled 40 percent of total fees collected.

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. Total cigarette and other tobacco products (OTP) excise tax cash receipts through June of FY 2019 were \$137.3 million, down \$9.4 million compared to the

\$146.7 million collected for the same period last fiscal year, a decrease of 6.4 percent. Included in year-to-date FY 2019 cigarette and OTP excise tax cash collections is \$43,512 in cigarette floor stock receipts and \$9.5 million of OTP taxes. In year-to-date FY 2018, these amounts were \$1.4 million and \$8.9 million, respectively. Also included in year-to-date FY 2018 is \$23,594 of cigarette tax receipts received from the 2017 Tax Amnesty program.

Finally, the change in Rhode Island cigarette sales is determined. Cigarette floor stock tax, OTP tax cash collections, and Tax Amnesty receipts are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. Through June of FY 2019, Rhode Island cigarette sales decreased 2.2 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections in FY 2019 through June increased \$808,741, or 4.1 percent, over collections in FY 2018 through June.

#### Cash Flow Differences:

##### FY 2019

- Motor vehicle license and registration fees include \$36,568 from a June 2018 receivable. This figure is the portion due to the general fund at the final enacted rate of 60.0 percent of FY 2018 motor vehicle license and registration fees.

##### FY 2018

- After accounting for the State's portion of the June 2018 receivable noted above, cash collections from motor vehicle license and registration fees were \$19.8 million, or 95.2 percent greater in FY 2018 through June compared to FY 2019 through June. This difference is comprised of the following items:
  - The percentage of motor vehicle license and registration fees transferred to the Rhode Island Highway Maintenance Account (RIHMA) was retroactively set to 60 percent in the FY 2018 final enacted budget by the General Assembly. According to the Division of Motor Vehicle (DMV), total FY 2018 license and registration fees collected by the DMV on motor vehicles through June were \$51.8 million, with \$31.1 million transferred to RIHMA and \$20.7 million remaining as general revenues.
  - For FY 2019 through June, all motor vehicle license and registration fees, except duplicate license and license update fees, were transferred to RIHMA. According to DMV records, total FY 2019 license and registration fees collected by the DMV on motor vehicles through June were \$53.9 million, with \$52.9 million transferred to RIHMA and \$1.0 million remaining as general revenues.

#### ***Month of June:***

Excise taxes other than sales and use taxes collected in June 2019 decreased by 53.7 percent from excise taxes other than sales and use taxes collected in June 2018. June 2019 excise taxes other than sales and use taxes were \$13.2 million compared to the \$28.5 million collected for the same period last fiscal year, a decrease of \$15.3 million.

Motor vehicle license and registration fees in June 2019 were \$86,025, which is 99.3 percent less than motor vehicle license and registration fees in June 2018 of \$11.6 million. June 2019 motor vehicle license and registration fees include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018. In June 2018, the General Assembly retroactively increased the share of motor vehicle license and registration fees retained as general revenues to 40 percent.

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. Total cigarette and OTP excise tax cash receipts in June 2019 were \$11.0 million, down \$3.8 million compared to the \$14.8 million collected for the same period last fiscal year, a decrease of 25.8 percent. Included in June 2019 cigarette and OTP excise tax cash collections are \$623 in cigarette floor stock receipts and \$795,260 of OTP taxes. For June 2018, the comparable figures were \$4,532 in cigarette floor stock receipts and \$871,713 in OTP tax receipts.

Finally, the change in Rhode Island 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 June 2019, Rhode Island cigarette sales decreased 26.8 percent compared to June 2018.

Alcohol excise tax cash collections were up \$28,722, or 1.4 percent, on a year-over-year basis.

#### Cash Flow Differences:

##### June 2018

- Cash collections from motor vehicle license and registration fees were \$11.5 million, or 99.3 percent greater in June 2018 compared to June 2019. This difference is comprised of the following items:
  - The percentage of motor vehicle license and registration fees transferred to the RIHMA was retroactively reduced from 80 percent to 60 percent in the FY 2018 final enacted budget by the General Assembly. Total net motor vehicle license and registration fees for June 2018 include \$9.4 million transferred from RIHMA for July 2017 through May 2018 motor vehicle license and registration fees to account for this reduction. Additionally, total motor vehicle license and registration fees for June 2018 were \$4.6 million, with a transfer to RIHMA of \$2.8 million (at 60 percent) and \$1.8 million that remained as general revenues.
  - For June 2019, all motor vehicle license and registration fees, except duplicate license and license update fees, were transferred to RIHMA. According to DMV records, total license and registration fees collected by the DMV on motor vehicles in June 2019 were \$4.6 million, with \$4.5 million transferred to RIHMA and \$86,025 remaining as general revenues.

## **Other Taxes**

<b>June</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 59,058,726	\$ 116,873,541	\$ (57,814,815)	-49.5 %
Month	\$ 5,072,735	\$ 3,120,314	\$ 1,952,421	62.6 %

### ***Fiscal Year-to-Date through June:***

Other taxes collected in FY 2019 through June decreased 49.5 percent from other taxes collected through June of FY 2018. FY 2019 other taxes collected through June were \$59.1 million compared to the \$116.9 million collected in the same period last fiscal year, a decrease of \$57.8 million. FY 2019 estate and transfer taxes collected through June were \$43.5 million, down \$59.5 million compared to the same period in FY 2018, a decrease of 57.7 percent. FY 2019 realty transfer taxes collected through June were \$14.4 million, up \$1.6 million, or 12.7 percent, compared to the same period last fiscal year.

### ***Cash Flow Differences:***

#### **FY 2019**

- Year-to-date FY 2019 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$5.1 million.
- Year-to-date FY 2019 realty transfer tax cash collections include large, infrequently occurring controlling interest payment(s) of \$1.2 million received in August 2018.
- FY 2019 realty transfer tax cash collections through June include the transfer to the Housing Resources Commission (HRC) of \$456,348 for June 2019 activity that previously was transferred in July. The HRC transfer for June 2018 activity of \$335,862 was completed in July 2018.

#### **FY 2018**

- Year-to-date FY 2018 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$72.3 million.
- Estate and transfer tax cash collections include a net \$1.4 million of receipts from the 2017 Tax Amnesty program. Also included is a transfer of \$782,535 of interest on overdue taxes collected in December 2017 through March 2018 and transferred to departmental receipts fines and penalties in January and April 2018.

### ***Month of June:***

Other taxes collected in June 2019 increased 62.6 percent over other taxes collected in June 2018. June 2019 other taxes cash collections were \$5.1 million compared to the \$3.1 million collected in June 2018, an increase of \$2.0 million. Estate and transfer taxes collected in June 2019 were \$4.1 million, up \$2.1 million compared to the same period in FY 2018, an increase of 108.3 percent. Realty transfer taxes collected in June 2019 were \$916,492, down \$158,078, or 14.7 percent, compared to June 2018.

Cash Flow Differences:

June 2019

- Realty transfer tax cash collections include the transfer to the Housing Resources Commission (HRC) of \$456,348 for June 2019 activity that previously was transferred in July. The HRC transfer for June 2018 activity of \$335,862 was completed in July 2018.

**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. *For all accounts noted by an asterisk (\*), please see the departmental receipts fiscal year-to-date cash flow differences section for more information on cash flow anomalies between the two fiscal periods.*

***Fiscal Year-to-Date through June:***

As is apparent from the *State of Rhode Island Monthly Cash Collections: Fiscal Year-to-Date* table, total departmental receipts in FY 2019 through June increased by 8.4 percent compared to total departmental receipts in FY 2018 through June. Fiscal year-to-date total departmental receipts collected in FY 2019 were \$417.3 million compared to \$384.9 million collected for the same period last year, an increase of \$32.4 million.

The *licenses and fees* category of departmental receipts through June of FY 2019 was up \$25.3 million, or 8.4 percent, over the \$301.8 million collected through June of FY 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2019 versus year-to-date FY 2018 are listed below:

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Hospital licensing fee *	\$ 12,799,207
Registration fees for securities ^	7,272,415
Insurance claims adjuster license fees †	5,001,925
Physician license fees	(5,320,255)
Real estate license fees	(874,950)
Dental license fees	(704,106)
^ The mutual funds registration fee increased from \$1,000 to \$1,750 in FY 2019.	
† The license fee for insurance claim adjusters increased from \$150 to \$250 in FY 2019.	

The *finances and penalties* category of departmental receipts through June of FY 2019 was up \$3.5 million, or 7.5 percent, over the \$46.1 million collected through June of FY 2018. In the fines and penalties category, the three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2019 compared to year-to-date FY 2018 are listed below.

<b>Fines and Penalties</b>	<b>Nominal Increase / Decrease</b>
Penalty on overdue taxes	\$ 3,413,696
Healthcare facilities monitoring and compliance	1,130,000
Insurance verification license reinstatement fees	274,617
Interest on overdue taxes *	(535,889)
Utility fines	(234,750)
Recovered wages administration fees	(174,118)

The *sales and services* category of departmental receipts through June of FY 2019 was up \$37,967 over the \$10.8 million collected through June of FY 2018, an increase of 0.4 percent. The one sales and services account that had a nominal increase and two accounts that had nominal decreases greater than \$100,000 on a fiscal year-to-date over fiscal year-to-date basis were:

<b>Sales and Services</b>	<b>Nominal Increase / Decrease</b>
Rhode Island Veterans Home Board and Support	\$ 255,492
Tuition fees - Rhode Island School for the Deaf	(211,877)
Well water	(111,948)

*Miscellaneous departmental receipts* through June of FY 2019 were up \$3.6 million, or 13.6 percent, over the \$26.2 million collected through June of FY 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 for year-to-date FY 2019 versus year-to-date FY 2018 are listed below:

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Income on investments	\$ 1,317,850
Miscellaneous revenues – Office of the Attorney General	744,525
Miscellaneous refunds – Treasury Department	725,356
Income tax refund checks written off	(319,501)
Cost recovery account – Department of Labor and Training	(215,670)
Cost recovery account – Office of the Attorney General	(182,386)

#### Cash Flow Differences:

##### FY 2019

- In licenses and fees, cash collections from the hospital licensing fee were \$12.8 million more in year-to-date FY 2019 compared to year-to-date FY 2018.
  - In general, the prior fiscal year hospital licensing fee is received in July of the current year. The receipts for the prior year hospital licensing fee were up \$12.8 million on a year-to-date over year-to-date basis. The hospital licensing fee rate for FY 2017 was 5.652 percent compared to 5.856 percent for FY 2018, and the hospital licensing fee base advanced from hospital FY 2015 net patient revenues in FY 2017 to hospital FY 2016 net patient revenues in FY 2018.

- Eleanor Slater Hospital pays the hospital licensing fee in June of the fiscal year for which it is due. The Eleanor Slater hospital licensing fee payment received in June 2019 was \$17,982 less than the payment received in June 2018.
- Licenses and fees include a payment of \$537,270 to the City of Providence for the city's share of the Wexford Innovation Center building permit fees that was made in August 2018 but accrued back to FY 2018.
- Licenses and fees do not include late beach parking fee payment(s) of \$514,668 that were received in July 2019 and accrued back to FY 2019.

#### FY 2018

- Included in departmental receipts is \$6.66 million received from the 2017 Tax Amnesty program, including \$6.62 million in interest on overdue taxes in the fines and penalties category transferred from personal income tax, business corporation tax, sales and use tax, and estate and transfer tax in FY 2018.

#### ***Month of June:***

As is apparent from the *State of Rhode Island Monthly Cash Collections: Month of June* table, total departmental receipts in June 2019 increased by 2.0 percent compared to total departmental receipts in June 2018. Departmental receipts collected in June 2019 were \$39.5 million compared to \$38.8 million collected for the same period last fiscal year, an increase of \$758,005.

The *licenses and fees* category of departmental receipts in June 2019 was down \$2.1 million, or 9.5 percent, from the \$21.9 million collected in June 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 in June 2019 versus June 2018 are listed below:

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Registration fees for securities ^	\$ 874,060
Insurance claims adjuster license fees †	413,265
Board for Design Professionals license fees	388,301
Physician license fees	(2,201,479)
Dental license fee	(600,633)
Hospital licensing fee *	(341,128)
^ The mutual funds registration fee increased from \$1,000 to \$1,750 in FY 2019.	
† The license fee for insurance claim adjusters increased from \$150 to \$250 in FY 2019.	

The *fines and penalties* category of departmental receipts in June 2019 was up \$3.4 million, or 38.4 percent, over the \$9.0 million collected in June 2018. The three fines and penalties accounts with the largest nominal increases greater than \$100,000 for June 2019 versus June 2018 are listed below. No fines and penalties accounts had a nominal decrease greater than \$100,000 for June 2019 versus June 2018.

<b>Fines and Penalties</b>	<b>Nominal Increase</b>
Interest on overdue taxes	\$ 2,150,227
Healthcare facilities monitoring and compliance	1,130,000
Penalty on overdue taxes	205,450

The *sales and services* category of departmental receipts in June 2019 was down \$342,060 from the \$1.5 million collected in June 2018, a decrease of 22.6 percent. No sales and services accounts had a nominal increase greater than \$100,000 for June 2019 versus June 2018. Only one sales and services account had a nominal decrease greater than \$100,000 for June 2019 versus June 2018. Receipts for tuition fees for the Rhode Island School for the Deaf were down \$256,684 in June 2019 compared to June 2018.

*Miscellaneous departmental receipts* in June 2019 were down \$269,134, or 4.2 percent, from the \$6.3 million collected in June 2018. The three miscellaneous departmental receipts accounts with the largest nominal increases / decreases greater than \$100,000 for June 2019 versus June 2018 are listed below.

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Cost recovery account – Department of Administration	\$ 290,342
Cost recovery account – Dept. of Environmental Mgmt.	251,645
Drinking water protection fund	172,456
Miscellaneous refunds – Treasury Department	(289,643)
Cost recovery account – Dept. of Business Regulation	(215,463)
Insurance examination fees	(200,757)

#### Cash Flow Differences:

##### June 2019

- In licenses and fees, cash collections from the hospital licensing fee were \$341,128 less in June 2019 compared to June 2018.
  - In part, the difference is due to payment plan receipts being \$323,146 higher in June 2018 than in June 2019. In general, the prior fiscal year hospital licensing fee is received in July of the current year. The hospital licensing fee rate for FY 2017 was 5.652 percent compared to 5.856 percent for FY 2018, and the hospital licensing fee base advanced from hospital FY 2015 net patient revenues in FY 2017 to hospital FY 2016 net patient revenues in FY 2018.
  - Eleanor Slater Hospital pays the hospital licensing fee in June of the fiscal year for which it is due. The Eleanor Slater hospital licensing fee payment received in June 2019 was \$17,982 less than the payment received in June 2018.
- Licenses and fees do not include late beach parking fee payment(s) of \$514,668 due in June 2019 but received in July 2019 and accrued back to FY 2019.



### **Motor Fuel Tax, Per Penny Yield**

<b>June</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 4,893,895	\$ 4,501,654	\$ 392,241	8.7 %
Month	\$ 395,334	\$ 372,781	\$ 22,553	6.0 %

In FY 2019, 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 2018. 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 June:***

The per penny yield of the state's motor fuel tax collected in FY 2019 through June was \$392,241 more than in FY 2018 through June. This represents an increase of 8.7 percent between the two fiscal year-to-date periods. Much of this increase is attributable to the receipt of large, infrequently occurring payment(s) of \$250,604 in October 2018. For FY 2019 through June, the per-penny yield was \$4.89 million versus \$4.50 million for FY 2018 through June.

#### ***Month of June:***

The per penny yield of the state's motor fuel tax collected in June 2019 was \$22,553 more than in June 2018. This represents an increase of 6.0 percent between the two periods. For June 2019, the per-penny yield was \$395,334 versus \$372,781 for June 2018.

### **Other General Revenue Sources less the Lottery Transfer**

#### ***Fiscal Year-to-Date through June:***

#### **Cash Flow Differences:**

FY 2019

- Other miscellaneous revenues in year-to-date 2019 include \$6.3 million from transfers of from various accounts. This figure includes the following:
  - \$750,000 from the Rhode Island Commerce Corporation, completed in October 2018;
  - \$4,000,000 from the Rhode Island Infrastructure Bank, completed in June 2019;
  - \$1,591,986 from The Department of Health and Department of Business Regulation medical marijuana license accounts, completed in June 2019.
- Other miscellaneous revenues in FY 2019 through June include \$11.6 million from a transfer of unclaimed property to the general fund.

## FY 2018

- Other miscellaneous revenues in year-to-date 2018 include \$31.6 million from transfers of excess reserves from various accounts. This figure includes the following:
  - \$12,500,000 from the System Reliability and Energy Efficiency and Conservation Procurement Program, completed in May 2018;
  - \$6,000,000 from the Rhode Island Health and Educational Building Corporation, completed in June 2018;
  - \$5,000,000 from the Narragansett Bay Commission, completed in June 2018;
  - \$3,500,000 from the Rhode Island Infrastructure Bank, completed in June 2018;
  - \$1,550,000 from the Department of Business Regulation, completed in June 2018, which includes a transfer of \$800,000 from a commercial licensing and racing and athletics reimbursement and a transfer of \$750,000 from an assessment of insurance companies for actuary costs;
  - \$1,069,447 from the Water Resources Board corporate escrow account, completed in June 2018;
  - \$1,000,000 from Rhode Island Housing, completed in June 2018;
  - \$1,000,000 from Quonset Development Corporation, completed in June 2018.
- Other miscellaneous revenues in FY 2019 through June include \$10.9 million from a transfer of unclaimed property to the general fund.

### ***Month of June:***

#### Cash Flow Differences:

##### June 2019

- Other miscellaneous revenues in year-to-date 2019 include \$5.6 million from transfers of from various accounts. This figure includes the following:
  - \$4,000,000 from the Rhode Island Infrastructure Bank;
  - \$1,591,986 from Department of Health and Department of Business Regulation marijuana accounts.
- Other miscellaneous revenues in June 2019 include \$11.6 million from a transfer of unclaimed property to the general fund.

##### June 2018

- Other miscellaneous revenues in June 2018 include \$19.1 million from transfers of excess reserves from various accounts. This figure includes the following:
  - \$6,000,000 from the Rhode Island Health and Educational Building Corporation;
  - \$5,000,000 from the Narragansett Bay Commission;
  - \$3,500,000 from the Rhode Island Infrastructure Bank;
  - \$1,550,000 from the Department of Business Regulation, which includes a transfer of \$800,000 from a commercial licensing and racing and athletics reimbursement and a transfer of \$750,000 from an assessment of insurance companies for actuary costs;

- \$1,069,447 from the Water Resources Board corporate escrow account;
- \$1,000,000 from Rhode Island Housing;
- \$1,000,000 from Quonset Development Corporation.
- Other miscellaneous revenues in June 2018 include \$10.9 million from a transfer of unclaimed property to the general fund.

### **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 June (Gaming Activity through June):***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 42,143,838	\$ 39,511,572	\$ 2,632,266	6.7 %
Keno	17,651,208	18,492,089	(840,881)	-4.5 %
<b><u>Twin River Casino Hotel</u></b>				
VLTs	262,977,928	264,581,654	(1,603,726)	-0.6 %
Sports Betting *	2,317,999	0	2,317,999	n/a
Traditional Table Games	17,584,240	17,475,163	109,077	0.6 %
Poker Tables	1,138,503	1,083,309	55,194	5.1 %
<b><u>Newport Grand/Tiverton Casino Hotel ^</u></b>				
VLTs	55,525,130	28,598,324	26,926,806	94.2 %
Sports Betting *	705,107	0	705,107	n/a
Traditional Table Games	1,298,533	0	1,298,533	n/a
* Sports betting began on November 26, 2018 at the Twin River Casino Hotel and on December 3, 2018 at the Tiverton Casino Hotel.				
^ Newport Grand ceased operations on August 28, 2018, and Tiverton Casino Hotel commenced operations on August 29, 2018.				

In fiscal year-to-date 2019, Twin River Casino Hotel operated a maximum of 98 traditional table games and 22 poker tables. In the same period in FY 2018, Twin River Casino Hotel operated a maximum of 97 traditional table games and 22 poker tables. In year-to-date FY 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Both Twin River Casino Hotel and Newport Grand/Tiverton Casino Hotel VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Twin River Casino Hotel's or Tiverton Casino Hotel's marketing program.

Cash Flow Differences:

## FY 2019

- In FY 2019 through June, the total lottery transfer was \$393,791,945. Based on lottery activity during that period, the transfer normally would have been \$397,320,919, which is a difference of \$3,528,974.

## FY 2018

- The FY 2018 lottery transfer includes receipts of \$1,910,826 received in October 2017 that were accrued back to FY 2017.
- In FY 2018 through June, the total lottery transfer was \$368,365,935, including the \$1.9 million of FY 2017 lottery receipts noted above. Based on lottery activity during that period, the transfer would have been \$364,974,286, which is a difference of \$1,480,823 net of the FY 2017 receipts.

***Month of June (May and June Gaming Activity):***

<b>Component</b>	<b>June 2019</b>	<b>June 2018</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 7,018,434	\$ 5,818,915	\$ 1,199,519	20.6 %
Keno	3,007,786	3,134,906	(127,120)	-4.1 %
<u>Twin River Casino Hotel</u>				
VLTs	43,710,474	46,374,012	(2,663,538)	-5.7 %
Sports Betting	1,088,718	0	1,088,718	n/a
Traditional Table Games	2,751,720	3,034,354	(282,634)	-9.3 %
Poker Tables	171,178	173,917	(2,739)	-1.6 %
<u>Tiverton Casino Hotel</u>				
VLTs	10,898,717	5,043,884	5,854,833	116.1 %
Sports Betting	366,924	0	366,924	n/a
Traditional Table Games	212,249	0	212,249	n/a

In May and June 2019, Twin River Casino Hotel operated a maximum of 102 traditional table games and 23 poker tables. In May and June 2018, the comparable figures were 97 and 22, respectively. In May and June 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Both Twin River Casino Hotel and Tiverton Casino Hotel VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Twin River Casino Hotel's or Tiverton Casino Hotel's marketing program.

Cash Flow Differences:

## June 2019

- In June 2019, the lottery transfer was \$39,798,000. Based on lottery activity for May and June 2019, the transfer normally would have been \$68,646,319, which is a difference of \$28,848,319.

## June 2018

- In June 2018, the lottery transfer was \$50,823,340. Based on lottery activity for May and June 2018, the transfer normally would have been \$62,742,517, which is a difference of \$11,919,177.

Mark A. Furcolo, Director  
Rhode Island Department of Revenue  
September 10, 2019

**Appendix: 2017 Tax Amnesty Cash Collections**

***Fiscal Year-To-Date through June:***

In FY 2018 through June, the Division of Taxation collected a total of \$21.5 million through the 2017 Tax Amnesty program, which began on December 1, 2017 and ran through February 15, 2018. All payments were due by March 31, 2018, but there were small deposits posted in April 2018. The program allowed taxpayers to pay overdue taxes without penalty and with a 25.0 percent reduction in interest owed.

Interest owed on overdue taxes that is collected for personal income taxes, business corporation taxes, sales and use tax, and estate and transfer tax is transferred to the fines and penalties category of departmental receipts in October, January, April and June of each fiscal year. The interest on overdue taxes collected in December 2017 of \$1.4 million from the taxes listed above was transferred to departmental receipts in January 2018, the interest on overdue taxes collected in January through March 2018 of \$5.2 million from the taxes listed above was transferred to departmental receipts in April 2018, and the interest on overdue taxes collected in April 2018 of \$15,217 from the taxes listed above was transferred to departmental receipts in June 2018. Interest owed on overdue taxes collected for all other tax types is not transferred to departmental receipts and is reported with the tax type collected.

The following table provides the breakdown of general revenue taxes and interest owed on overdue taxes collected by tax type through June of FY 2018 from the 2017 Tax Amnesty program:

<b>General Revenue Source</b>	<b>FY 2018 YTD Taxes Collected</b>	<b>FY 2018 YTD Interest Collected</b>
Personal Income Tax Final Payments	\$ 6,840,323	*
Personal Income Tax Withholding Payments	288,993	*
Business Corporation Tax	2,212,181	*
Public Utilities Gross Earnings Tax	108,797	\$ 52,164
Financial Institutions Tax	82,193	23,062
Insurance Companies Gross Premiums Tax	47,643	20,698
Health Care Provider Assessment	6	960
Sales and Use Tax	3,675,533	*
Cigarette Excise Tax	15,372	8,222
Estate and Transfer Tax	1,427,083	*
Beverage Container and Litter Control Fees ^	666	243
Compassion Center Surcharge ^	29,013	12,667
E-911 Prepaid Wireless Surcharge ^	417	1,623
E-911 Wireline Surcharge ^	192	9
Hard-to-Dispose Taxes ^	390	124

<b>General Revenue Source</b>	<b>FY 2018 YTD Taxes Collected</b>	<b>FY 2018 YTD Interest Collected</b>
Imaging Services Surcharge ^	1,062	530
Interest on Overdue Taxes ^, †	n/a	6,617,219
Sales Tax Permits	0	1
<b>Total General Revenue Taxes and Interest</b>	<b>\$ 14,729,864</b>	<b>\$ 6,737,521</b>
* Interest collected in FY 2018 was transferred to departmental receipts.		
^ Departmental receipt accounts		
† Includes the interest on overdue taxes collected from deposits in December 2017 through April 2018 from personal income tax, business corporation tax, sales and use tax, and estate and transfer tax that was transferred to departmental receipts in FY 2018.		