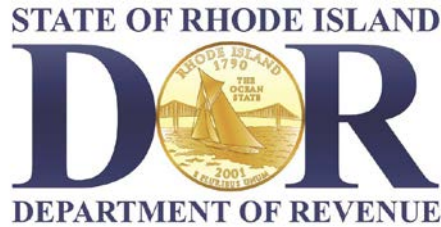


STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

FY 2020 Cash Collections Report as of November 2019 Summary

Fiscal Year-to-Date through November:

FY 2020 total general revenue cash collections through November were \$1.76 billion, up \$109.9 million, or 6.7 percent, over the same period in FY 2019. The breakdown by major revenue components is as follows:

Component	FY 2020	FY 2019	Difference	% Change
Personal Income Tax	\$ 569,182,273	\$ 534,842,257	\$ 34,340,016	6.4 %
Sales and Use Taxes	522,567,930	484,444,371	38,123,559	7.9 %
Departmental Receipts	260,827,664	249,991,791	10,835,873	4.3 %
Lottery Transfer	152,432,170	155,809,775	(3,377,605)	-2.2 %
All Other Revenues	251,243,535	221,296,580	29,946,955	13.5 %
Total General Revenues	\$ 1,756,253,572	\$ 1,646,384,774	\$ 109,868,798	6.7 %

Month of November:

November 2019 total general revenue cash collections were \$294.9 million, up \$29.0 million, or 10.9 percent, over November 2018. The breakdown by major revenue components is as follows:

Component	November 2019	November 2018	Difference	% Change
Personal Income Tax	\$ 109,205,045	\$ 99,170,389	\$ 10,034,656	10.1 %
Sales and Use Taxes	98,707,787	91,894,579	6,813,208	7.4 %
Departmental Receipts	20,270,429	15,969,758	4,300,671	26.9 %
Lottery Transfer	29,032,430	26,917,295	2,115,135	7.9 %
All Other Revenues	37,723,523	31,944,108	5,779,415	18.1 %
Total General Revenues	\$ 294,939,214	\$ 265,896,129	\$ 29,043,085	10.9 %

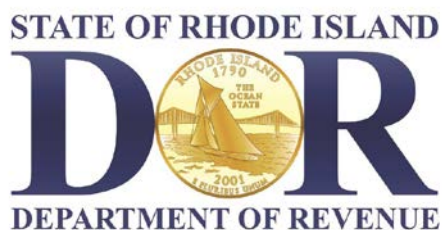
STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

	FY 2020 YTD November		FY 2019 YTD November		Nominal Difference	Change
Personal Income Tax	\$ 569,182,273	\$	534,842,257	\$	34,340,016	6.4%
General Business Taxes						
Business Corporation	39,714,651		48,034,327		(8,319,676)	-17.3%
Public Utilities Gross Earnings	25,159,172		23,055,243		2,103,929	9.1%
Financial Institutions	6,820,972		4,841,476		1,979,496	40.9%
Insurance Companies	34,667,941		23,746,253		10,921,688	46.0%
Bank Deposits	1,202,297		775,432		426,865	55.0%
Health Care Provider Assessment	18,061,999		18,788,307		(726,308)	-3.9%
Excise Taxes						
Sales and Use	522,567,930		484,444,371		38,123,559	7.9%
Motor Vehicle	539,775		462,554		77,221	16.7%
Cigarettes	59,682,866		62,320,496		(2,637,630)	-4.2%
Alcohol	8,416,676		8,818,252		(401,576)	-4.6%
Controlled Substances	2,000		2,000		-	0.0%
Other Taxes						
Estate and Transfer	39,840,590		21,771,806		18,068,784	83.0%
Racing and Athletics	514,688		427,230		87,458	20.5%
Realty Transfer	7,121,538		7,485,890		(364,352)	-4.9%
Total Taxes	\$ 1,333,495,368	\$	1,239,815,894	\$	93,679,474	7.6%
Departmental Receipts						
Licenses and Fees	\$ 226,237,404	\$	223,336,124	\$	2,901,280	1.3%
Fines and Penalties	12,714,708		11,100,530		1,614,178	14.5%
Sales and Services	4,846,173		4,160,036		686,137	16.5%
Miscellaneous	17,029,379		11,395,101		5,634,278	49.4%
Total Departmental Receipts	\$ 260,827,664	\$	249,991,791	\$	10,835,873	4.3%
Taxes and Departmentals	\$ 1,594,323,032	\$	1,489,807,685	\$	104,515,347	7.0%
Other General Revenue Sources						
Other Miscellaneous Revenues	\$ 9,498,370	\$	767,314	\$	8,731,056	1,137.9%
Lottery Transfer	152,432,170		155,809,775		(3,377,605)	-2.2%
Unclaimed Property	-		-		-	-
Total Other Sources	\$ 161,930,540	\$	156,577,089	\$	5,353,451	3.4%
Total General Revenues	\$ 1,756,253,572	\$	1,646,384,774	\$	109,868,798	6.7%

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Month of November

	FY 2020 Month of November		FY 2019 Month of November		Nominal Difference	% Change
<u>Personal Income Tax</u>	\$ 109,205,045	\$	99,170,389	\$	10,034,656	10.1%
<u>General Business Taxes</u>						
Business Corporation	1,603,480		253,944		1,349,536	531.4%
Public Utilities Gross Earnings	149,498		278,381		(128,883)	-46.3%
Financial Institutions	768,108		189,357		578,751	305.6%
Insurance Companies	6,151,969		1,101,815		5,050,154	458.3%
Bank Deposits	-		400		(400)	-
Health Care Provider Assessment	3,533,006		3,716,717		(183,711)	-4.9%
<u>Excise Taxes</u>						
Sales and Use	98,707,787		91,894,579		6,813,208	7.4%
Motor Vehicle	102,475		83,125		19,350	23.3%
Cigarettes	10,356,783		13,409,819		(3,053,036)	-22.8%
Alcohol	1,919,243		1,759,450		159,793	9.1%
Controlled Substances	500		-		500	-
<u>Other Taxes</u>						
Estate and Transfer	2,105,438		10,390,090		(8,284,652)	-79.7%
Racing and Athletics	98,127		79,211		18,916	23.9%
Realty Transfer	1,473,574		681,624		791,950	116.2%
Total Taxes	\$ 236,175,033	\$	223,008,901	\$	13,166,132	5.9%
<u>Departmental Receipts</u>						
Licenses and Fees	\$ 15,632,923	\$	11,060,373	\$	4,572,550	41.3%
Fines and Penalties	858,326		1,060,238		(201,912)	-19.0%
Sales and Services	872,760		867,212		5,548	0.6%
Miscellaneous	2,906,420		2,981,935		(75,515)	-2.5%
Total Departmental Receipts	\$ 20,270,429	\$	15,969,758	\$	4,300,671	26.9%
Taxes and Departmentals	\$ 256,445,462	\$	238,978,659	\$	17,466,803	7.3%
<u>Other General Revenue Sources</u>						
Other Miscellaneous Revenues	\$ 9,461,322	\$	175	\$	9,461,147	5,406,369.8%
Lottery Transfer	29,032,430		26,917,295		2,115,135	7.9%
Unclaimed Property	-		-		-	-
Total Other Sources	\$ 38,493,752	\$	26,917,470	\$	11,576,282	43.0%
Total General Revenues	\$ 294,939,214	\$	265,896,129	\$	29,043,085	10.9%

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



Office of Revenue Analysis

FY 2020 State of Rhode Island Cash Collections Report
November 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.*

Cash Flow Differences

The Office of Revenue Analysis (ORA) has provided a detailed written explanation of each item listed in the following fiscal year-to-date cash flow differences table. These explanations have been placed 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 tables to assist readers in finding these disaggregated cash flow differences sections within the body of the report.

Fiscal Year-To-Date through November:

The following table displays the differences in cash flows for FY 2020 through November and FY 2019 through November:

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2020	YTD FY 2019
8	Personal Income Tax	FY 2020 adj for prior period payments transferred from bus corp tax	\$4,559,018	\$0
8	Personal Income Tax	FY 2019 adj for prior period payments transferred from bus corp tax	\$0	\$3,636,675
10	Business Corp Tax	FY 2020 adj for prior period payments transferred to per inc tax	\$(4,559,018)	\$0
10	Business Corp Tax	FY 2019 adj for prior period payments transferred to per inc tax	\$0	\$(3,636,675)
11	Business Corp Tax	FY 2019 adj for prior period payments transferred to fin inst tax	\$0	\$(2,375,000)
12	Financial Inst Tax	FY 2019 adj for prior period payments transferred from bus corp tax	\$0	\$2,375,000
12	Bank Deposits Tax	Late payment(s) received in July 2019 and accrued to FY 2019	\$262,500	\$0
9	Sales and Use Tax	Oct 2018 transfer(s) from meals and beverage tax due to prior period audits	\$0	\$535,423
13	MV License & Reg Fees	State's share of June 2018 receivable	\$0	\$36,568
14 / 15	Estate and Transfer	Large, infrequent payment(s) received in fiscal year-to-date	\$25,800,000	\$5,085,000
14 / 15	Realty Transfer Tax	Transfer to the Housing Resources Commission	\$478,163	\$(68,162)
15	Realty Transfer Tax	Large, infrequent controlling interest payment(s) received in Aug 2018	\$0	\$1,166,958
16	Departmental Receipts	Hospital licensing fee incr. from 5.856% to 6.000% and advance base *	\$1,406,217	\$0
16	Departmental Receipts	Late beach parking fee payment accrued to FY 2019	\$514,668	\$0

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2020	YTD FY 2019
16	Departmental Receipts	Transfer of E-911 receipts to restricted receipts	\$466,771	\$0
17	Departmental Receipts	Payment made to Providence in Aug 2018 that accrued to FY 2018	\$0	\$(537,270)
20 / 21	Lottery Transfer	Advance payments to the general fund	\$27,999,700	\$25,319,344
20	Lottery Transfer	Payment of FY 2019 revenues in October 2019	\$2,048,319	\$0
* Memorial Hospital was closed in FY 2018, and, as a result, no hospital licensing fee payment was received for FY 2019.				

Month of November:

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

Page Number	Revenue Source	Cash Flow Differences	November 2019	November 2018
8	Personal Income Tax	Nov 2019 adj for prior period payments transferred from bus corp tax	\$2,770,100	\$0
11	Business Corp Tax	Nov 2019 adj for prior period payments transferred to pers inc tax	\$(2,770,100)	\$0
15	Estate and Transfer	Large, infrequent payment(s) received in November 2018	\$0	\$5,085,000
15 / 15	Realty Transfer Tax	Transfer to the Housing Resources Commission	\$51,747	\$(269,335)
18	Departmental Receipts	Hospital licensing fee rate and base changes from prior year	\$2,075,033	\$0
18	Departmental Receipts	Transfer of E-911 receipts to restricted receipts	\$466,771	\$0
22 / 22	Lottery Transfer	Underpayments to the general fund	\$(2,000,300)	\$(6,700,000)

Historic Structures Tax Credit Reimbursements:

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

Tax Type	Year-to-Date			Monthly		
	FY 2020	FY 2019	% Change	November 2019	November 2018	% Change
Personal Income	\$6,131,915	\$2,500,184	145.3%	\$4,157,542	\$1,150,411	261.4%
Business Corporation	0	16,357	-100.0%	0	16,357	-100.0%
Financial Institutions	0	0	–	0	0	–
Insurance/Non-HMOs	0	0	–	0	0	–
Insurance/HMOs	2,370,107	0	–	2,370,107	0	–
Non-Profit Refund	0	203,379	-100.0%	0	0	–
Total	\$8,502,022	\$2,719,920	212.6%	\$6,527,649	\$1,166,768	459.5%

Personal Income Tax Cash Collections by Component

The table below is based on data provided by the Division of Taxation and breaks down personal income tax cash collections by component on a fiscal year-to-date 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 2020 and year-to-date FY 2019.

Fiscal Year-to-Date through November:

Component	FY 2020	FY 2019	Difference	% Change
Estimated Payments ^	\$ 77,366,746	\$ 69,391,355	\$ 7,975,391	11.5 %
Final Payments *	41,246,585	32,028,267	9,218,319	28.8 %
Refunds/Adjustments	(42,644,180)	(39,096,520)	(3,547,660)	9.1 %
Withholding Tax Payments	493,213,123	472,519,156	20,693,967	4.4 %
* Includes HSTC reimbursements of \$6.1 million in FY 2020 YTD and \$2.5 million in FY 2019 YTD. Final payments do not include payment(s) of \$154,531 received in September 2019 that were paid to business corporation tax. The October 2019 adjustments for these payment(s) is included in refunds/adjustments.				
^ Estimated payments do not include payments of \$1.1 million received in September and October 2019 that were paid to business corporation tax. The FY 2020 YTD adjustments for these payment(s) is included in refunds/adjustments.				

Cash Flow Differences:

FY 2020

- Refunds and adjustments include \$4.6 million for net transfers between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$519,000 for July 2019 transfer(s) to business corporation tax for payment(s) received in March 2017;
 - \$270,000 for September 2019 transfer(s) from business corporation tax for payment(s) received in March 2018;
 - \$2.9 million for October 2019 transfer(s) from business corporation tax for payment(s) received in January 2019;
 - \$1.9 million for November 2019 transfers from business corporation tax for payments received in prior periods.

FY 2019

- Refunds and adjustments include \$3.6 million for net transfers between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$288,275 for payments received in September 2017 and March 2018 and transferred from business corporation tax in September 2018;
 - \$3.3 million for payments received in FY 2017 – FY 2018 and transferred from business corporation tax in October 2018.

Month of November:

Component	November 2019	November 2018	Difference	% Change
Estimated Payments	\$ 3,960,903	\$ 3,257,744	\$ 703,159	21.6 %
Final Payments *	8,327,852	5,679,196	2,648,656	46.6 %
Refunds/Adjustments	(8,272,128)	(6,529,534)	(1,742,595)	26.7 %
Withholding Tax Payments	105,210,433	96,762,983	8,447,450	8.7 %
* Includes HSTC reimbursements of \$4.2 million in November 2019 and \$1.2 million in November 2018.				

Cash Flow Differences:

November 2019

- Refunds and adjustments include \$2.8 million for transfers to personal income tax from business corporation tax for payments received in prior periods.

Sales and Use Tax Cash Collections by Component

The table below is based on data provided by the Division of Taxation and breaks down sales and use tax cash collections by component on a fiscal year-to-date 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 November:

Component	FY 2020	FY 2019	Difference	% Change
Net Taxation * ^	\$ 468,699,356	\$ 429,327,887	\$ 39,371,470	9.2 %
Providence Place Mall (PPM) *	2,048,314	6,040,770	(3,992,456)	-66.1 %
Total Non-Motor Vehicle (MV)	\$ 470,747,670	\$ 435,368,656	\$ 35,379,014	8.1 %
Meals and Beverage (M&B)	100,678,300	92,911,100	7,767,200	8.4 %
Total Non-MV Less M&B	\$ 370,069,370	\$ 342,457,556	\$ 27,611,814	8.1 %
Motor Vehicle Use Tax Receipts	\$ 51,815,652	\$ 49,094,717	\$ 2,720,935	5.5 %
* For FY 2020 from September 2019 and going forward, PPM receipts will no longer be recorded separately from Net Taxation receipts.				
^ FY 2019 Net Taxation receipts do not include \$1.1 million of receipts that were incorrectly paid as PPM 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).

Month of November:

Component	November 2019	November 2018	Difference	% Change
Net Taxation * ^	\$ 89,684,658	\$ 81,250,989	\$ 8,433,669	10.4 %
Providence Place Mall (PPM) *	0	1,297,230	(1,297,230)	-100.0 %
Total Non-Motor Vehicle (MV)	\$ 89,684,658	\$ 82,548,219	\$ 7,136,439	8.6 %
Meals and Beverage (M&B)	17,772,591	17,415,013	357,578	2.1 %
Total Non-MV Less M&B	\$ 71,912,068	\$ 65,133,206	\$ 6,778,861	10.4 %
Motor Vehicle Use Tax Receipts	\$ 8,995,325	\$ 9,325,077	\$ (329,752)	-3.5 %
* For November 2019, PPM receipts are included in Net Taxation receipts.				
^ November 2018 Net Taxation receipts do not include \$268,060 of receipts that were incorrectly paid as PPM receipts.				

Business Corporation Tax Cash Collections by Component:

Businesses with Rhode Island tax liabilities make estimated payments equal to 25 percent of their expected tax year liabilities by the 15th day of the fourth, sixth, ninth, and twelfth months of their tax year. For calendar tax year corporations, this equates to April, June, September, and December.

The table below is based on data provided by the Division of Taxation and breaks down business corporation tax cash collections by component on a fiscal year-to-date 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 2020 and year-to-date FY 2019.

Fiscal Year-to-Date through November:

Component	FY 2020	FY 2019	Difference	% Change
Estimated Payments ^	\$ 41,751,705	\$ 30,868,859	\$ 10,882,847	35.3 %
Final Payments *	22,941,699	31,306,412	(8,364,713)	-26.7 %
Refunds/Adjustments *	(24,974,751)	(14,254,549)	(10,720,202)	75.2 %

^ Estimated payments include \$850,000 received in September 2019 that were transferred to personal income tax in FY 2020 YTD. The transfers are reflected as \$(850,000) in refunds and adjustments.
* FY 2020 YTD final payments include \$397,640 received in September and October 2019 that were transferred to personal income tax in October 2019. The transfer is reflected as \$(397,640) in refunds and adjustments. Additionally, FY 2019 YTD final payments include \$16,357 in reimbursed HSTCs.

Cash Flow Differences:

FY 2020

- Refunds and adjustments include \$(4.6 million) for net transfers between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$519,000 for payment(s) received in March 2017 and transferred from personal income tax in July 2019;
 - \$270,000 for payment(s) received in March 2018 and transferred to personal income tax in September 2019;
 - \$2.9 million for payment(s) received in January 2019 and transferred to personal income tax in October 2019;
 - \$1.9 million for payments received in prior periods and transferred to personal income tax in November 2019.

FY 2019

- Refunds and adjustments include \$(3.6 million) for net transfers between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$288,275 for payments received in September 2017 and March 2018 and transferred to personal income tax in September 2018;
 - \$3.3 million for payments received in FY 2017 – FY 2018 and transferred to personal income tax in October.

- Refunds and adjustments include a transfer of \$2.4 million to financial institutions tax for payments received in prior periods.

Month of November:

Component	November 2019	November 2018	Difference	% Change
Estimated Payments	\$ 4,159,532	\$ 2,092,657	\$ 2,066,875	98.8 %
Final Payments *	2,263,172	1,236,188	1,026,984	83.1 %
Refunds/Adjustments	(4,821,704)	(3,081,079)	(1,740,624)	56.5 %
* November 2018 final payments include \$16,357 in reimbursed HSTCs.				

Cash Flow Differences:

November 2019

- Refunds and adjustments include \$(2.8 million) for transfers to personal income tax from business corporation tax for payments received in prior periods.

General Business Taxes Other than Business Corporation Tax

November	FY 2020	FY 2019	Difference	% Change
Fiscal YTD	\$ 85,912,380	\$ 71,206,711	\$ 14,705,669	20.7 %
Month	\$ 10,602,581	\$ 5,286,670	\$ 5,315,911	100.6 %

Businesses with Rhode Island tax liabilities make estimated payments equal to 25 percent of their expected tax year liabilities by the 15th day of the fourth, sixth, ninth, and twelfth months of their tax year. For calendar tax year corporations, this equates to April, June, September, and December. 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 2020 and year-to-date FY 2019.

Fiscal Year-to-Date through November:

General business taxes other than business corporation tax collected through November of FY 2020 increased by 20.7 percent over general business taxes other than business corporation tax collected through November of FY 2019. FY 2020 general business taxes other than business corporation tax collected through November were \$85.9 million compared to \$71.2 million collected for the same period in FY 2019, an increase of \$14.7 million.

Public utilities gross earnings tax cash collections of \$25.2 million were \$2.1 million, or 9.1 percent, more than the \$23.1 million collected in FY 2019 through November. Financial institutions tax cash collections of \$6.8 million in year-to-date FY 2020 were up \$2.0 million, or 40.9 percent, compared to the \$4.8 million collected in year-to-date FY 2019. Insurance

company gross premiums tax cash collections of \$34.7 million were \$10.9 million more than the \$23.7 million received on a year-to-date basis in FY 2019, a difference of 46.0 percent. Included in FY 2020 year-to-date insurance company gross premiums tax cash collections is \$2.4 million in reimbursed HSTCs. Bank deposits tax cash collections of \$1.2 million in year-to-date FY 2020 were up \$426,865 compared to \$775,432 collected in year-to-date FY 2019.

FY 2020 year-to-date through November health care provider assessment cash collections of \$18.1 million were down \$726,308, or 3.9 percent, from the \$18.8 million received on a year-to-date basis in FY 2019.

Cash Flow Differences:

FY 2020

- Bank deposits tax cash collections include \$262,500 in late payment(s) received in July 2019 but accrued back to FY 2019.

FY 2019

- Financial institutions tax cash collections include a transfer from business corporation tax of \$2.4 million for payment(s) received in prior periods.

Month of November:

General business taxes other than business corporation tax collected in November 2019 increased by 100.6 percent from general business taxes other than business corporation tax collected in November 2018. November 2019 general business taxes other than business corporation tax collected were \$10.6 million compared to \$5.3 million collected for the same period in FY 2019, an increase of \$5.3 million.

Public utilities gross earnings tax cash collections of \$149,498 were \$128,883, or 46.3 percent, lower than the \$278,381 collected in November 2018. Financial institutions tax cash collections were \$768,108 in November 2019 compared to cash collections of \$189,357 in November 2018. Insurance company gross premiums tax cash collections of \$6.2 million were \$5.1 million more than the \$1.1 million received in November 2018, a difference of 458.3 percent. Included in November 2019 insurance company gross premiums tax cash collections is \$2.4 million in reimbursed HSTCs. There were no bank deposits tax cash collections in November 2019 compared to cash collections of \$400 in November 2018.

November 2019 health care provider assessment cash collections decreased \$183,711, or 4.9 percent, on a year-over-year basis.

Excise Taxes Other Than the Sales and Use Tax

November	FY 2020	FY 2019	Difference	% Change
Fiscal YTD	\$ 68,641,317	\$ 71,603,302	\$ (2,961,985)	-4.1 %
Month	\$ 12,379,001	\$ 15,252,394	\$ (2,873,393)	-18.8 %

Fiscal Year-to-Date through November:

Excise taxes other than sales and use taxes collected in FY 2020 through November decreased by 4.1 percent from excise taxes other than sales and use taxes collected through November of FY 2019. FY 2020 excise taxes other than sales and use taxes collected through November were \$68.6 million compared to the \$71.6 million collected for the same period last fiscal year, a decrease of \$3.0 million.

Motor vehicle license and registration fees were \$539,775 in FY 2020 through November, which is \$77,221, or 16.7 percent, more than motor vehicle license and registration fees in FY 2019 through November of \$462,554. Except for adjustments, motor vehicle license and registration fees include only duplicate license and license update fees.

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 November of FY 2020 were \$59.7 million, down \$2.6 million compared to the \$62.3 million collected for the same period last fiscal year, a decrease of 4.2 percent. Included in year-to-date FY 2020 cigarette and OTP excise tax cash collections is \$10,365 in cigarette floor stock receipts and \$4.3 million of OTP taxes. In year-to-date FY 2019, these amounts were \$33,318 and \$4.2 million, respectively.

Finally, the change in Rhode Island cigarette sales is determined. Cigarette floor stock tax and OTP tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. Through November of FY 2020, Rhode Island cigarette sales decreased 4.7 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections in FY 2020 through November decreased \$401,576, or 4.6 percent, from collections in FY 2019 through November.

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 transfer rate of 60.0 percent of FY 2018 motor vehicle license and registration fees.

Month of November:

Excise taxes other than sales and use taxes collected in November 2019 decreased by 18.8 percent from excise taxes other than sales and use taxes collected in November 2018. November 2019 excise taxes other than sales and use taxes collected were \$12.4 million compared to the \$15.3 million collected for the same period last fiscal year, a decrease of \$2.9 million.

Motor vehicle license and registration fees were \$102,475 in November 2019, which is \$19,350, or 23.3 percent, more than motor vehicle license and registration fees of \$83,125 in November

2018. Except for adjustments, motor vehicle license and registration fees in November 2019 include only duplicate license and license update fees.

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 in November 2019 were \$10.4 million, down \$3.1 million compared to the \$13.4 million collected for the same period last fiscal year, a decrease of 22.8 percent. Included in November 2019 cigarette and OTP excise tax cash collections were \$875 in cigarette floor stock receipts and \$902,809 of OTP taxes. In November 2018, these amounts were \$2,530 and \$862,048, respectively.

Finally, the change in Rhode Island cigarette sales is determined. Cigarette floor stock tax and OTP tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. In November 2019, Rhode Island cigarette sales decreased 24.6 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections in November 2019 increased \$159,793, or 9.1 percent, over collections in November 2019.

Other Taxes

November	FY 2020	FY 2019	Difference	% Change
Fiscal YTD	\$ 47,476,816	\$ 29,684,926	\$ 17,791,890	59.9 %
Month	\$ 3,677,139	\$ 11,150,925	\$ (7,473,786)	-67.0 %

Fiscal Year-to-Date through November:

Other taxes collected in FY 2020 through November increased 59.9 percent over other taxes collected through November of FY 2019. FY 2020 other taxes collected through November were \$47.5 million compared to the \$29.7 million collected in the same period last fiscal year, an increase of \$17.8 million. FY 2020 estate and transfer taxes collected through November were \$39.8 million, up \$18.1 million compared to the same period in FY 2019, a variance of 83.0 percent. FY 2020 realty transfer taxes collected through November were \$7.1 million, down \$364,352, or 4.9 percent, compared to the same period last fiscal year.

Cash Flow Differences:

FY 2020

- Year-to-date FY 2020 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$25.8 million.
- Included in realty transfer tax cash collections is \$478,163 of funds designated for the Housing Resources Commission (HRC). This figure is the amount that will be

transferred to HRC in December 2019 for realty transfer tax activity that occurred in November 2019.

FY 2019

- Year-to-date FY 2019 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$5.1 million.
- Included in realty transfer tax cash collections is \$(68,162) of funds designated for HRC. This figure is the difference of the following items:
 - \$335,862 that was transferred to HRC in July 2018 for realty transfer tax activity that occurred in June 2018;
 - \$267,700 that was transferred to HRC in December 2018 for realty transfer tax activity that occurred in November 2018.
- FY 2019 year-to-date realty transfer tax cash collections include large, infrequently occurring controlling interest payment(s) of \$1.2 million.

Month of November:

Other taxes collected in November 2019 decreased 67.0 percent from other taxes collected in November 2018. November 2019 other taxes collected were \$3.7 million compared to the \$11.2 million collected in the same period last fiscal year, a decrease of \$7.5 million. November 2019 estate and transfer tax cash collections were \$2.1 million, down \$8.3 million compared to November 2018, a decrease of 79.7 percent. Realty transfer taxes collected in November 2019 were \$1.5 million, up \$791,950, or 116.2 percent, compared to November 2018.

Cash Flow Differences:

November 2019

- Included in realty transfer tax cash collections is \$51,747 of funds designated for HRC. This figure is the difference of the following items:
 - \$426,416 that was transferred to HRC in November 2019 for realty transfer tax activity that occurred in October 2019;
 - \$478,163 that will be transferred to HRC in December 2019 for realty transfer tax activity that occurred in November 2019.

November 2018

- November 2018 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$5.1 million.
- Included in realty transfer tax cash collections is \$(269,335) of funds designated for the HRC. This figure is the difference of the following items:
 - \$537,035 that was transferred to HRC in November 2018 for realty transfer tax activity that occurred in October 2018;
 - \$267,700 that was transferred to HRC in December 2018 for realty transfer tax activity that occurred in November 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 November:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Fiscal Year-to-Date* table, total departmental receipts in FY 2020 through November increased by 4.3 percent compared to total departmental receipts in FY 2019 through November. Fiscal year-to-date total departmental receipts collected in FY 2020 were \$260.8 million compared to \$250.0 million collected for the same period last year, an increase of \$10.8 million.

The *licenses and fees* category of departmental receipts through November of FY 2020 was up \$2.9 million, or 1.3 percent, over the \$223.3 million collected through November of FY 2019. The three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2020 versus year-to-date FY 2019 are listed below:

Licenses and Fees	Nominal Increase / Decrease
Banking Licenses	\$ 1,453,683
Hospital Licensing Fee	1,406,217
Recreation activities fund – Parks and Recreation	487,800
Expense recovery account – Public Utilities	(1,889,196)
E911 and First Response Surcharge	(858,082)
Fire Safety Fees	(538,236)

Cash Flow Differences:

FY 2020

- In licenses and fees, cash collections from the hospital licensing fee were \$1.4 million more in year-to-date FY 2020 compared to year-to-date FY 2019. In general, the prior fiscal year hospital licensing fee is received in July of the current year. The Memorial Hospital closed in FY 2018, and, as a result, no hospital licensing fee payment was received for FY 2019 from that hospital. The FY 2018 hospital license fee, received in July 2018, was assessed at the rate of 5.856% on hospital fiscal year 2016 net patient revenues. The FY 2019 hospital licensing fee, received in July 2019, was assessed at 6.000% on hospital fiscal year 2017 net patient revenues.
- FY 2020 license and fees cash collections include \$514,668 in late beach parking fee payments that were paid in July 2019 but accrued back to FY 2019.
- Licenses and fees cash collections for FY 2020 through November include a transfer of \$466,771 to restricted receipts due to a restructure of the state E-911 surcharge, effective October 1, 2019.

FY 2019

- 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.

The *finest and penalties* category of departmental receipts through November of FY 2020 was up \$1.6 million, or 14.5 percent, compared to the \$11.1 million collected through November of FY 2019. The two accounts with nominal increases / decreases greater than \$100,000 on a fiscal year-to-date over fiscal year-to-date basis are listed below:

Fines and Penalties	Nominal Increase / Decrease
Interest on overdue taxes	\$ 1,334,173
Penalty on overdue taxes	733,227
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Traffic tribunal fines and fees	(210,025)
Insurance administration penalties	(180,267)

The *sales and services* category of departmental receipts through November of FY 2020 was up \$686,137 over the \$4.2 million collected through November of FY 2019, an increase of 16.5 percent. No sales and services accounts had a nominal decrease greater than \$100,000 on a fiscal year-to-date over fiscal year-to-date basis. The three accounts that had nominal increases greater than \$100,000 were:

Sales and Services	Nominal Increase
Clinical testing	\$ 240,299
Sale of motor vehicle number plates	113,590
Rhode Island Veterans Home Board and Support	107,858

Miscellaneous departmental receipts through November of FY 2020 were up \$5.6 million, or 49.4 percent, over the \$11.4 million collected through November of FY 2019. The three accounts with the largest nominal increases and two accounts with nominal decreases greater than \$100,000 in year-to-date FY 2020 versus year-to-date FY 2019 are listed below:

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Miscellaneous revenues – Office of the Attorney General	\$ 5,153,906
Income tax refund checks written off	524,226
Cost recovery account – Department of Labor and Training	262,424
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Cost recovery account – Judicial Department	(360,583)
Income on investments	(295,178)

Month of November:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Month of November* table, total departmental receipts in November 2019 increased by 26.9 percent compared to total departmental receipts in November 2018. Total departmental receipts collected in November

2019 were \$20.3 million compared to \$16.0 million collected for the same period last year, an increase of \$4.3 million.

The *licenses and fees* category of departmental receipts in November 2019 was up \$4.6 million, or 41.3 percent, over the \$11.1 million collected in November 2018. The three accounts with nominal increases and two accounts with the largest nominal decreases greater than \$100,000 on a year-over-year basis are listed below:

Licenses and Fees	Nominal Increase / Decrease
Hospital licensing fee *	\$ 2,075,033
Banking licenses	1,224,720
Alcoholic beverage certificate of compliance	251,194
E-911 and first response surcharge	(628,593)
Registration fees for securities	(147,120)

Cash Flow Differences:

November 2019

- In licenses and fees, cash collections from the hospital licensing fee were \$2.1 million more in November 2019 compared to November 2018. The FY 2018 hospital license fee collections in October 2018 were assessed at the rate of 5.856% on hospital fiscal year 2016 net patient revenues. The FY 2019 hospital licensing fee collections in November 2019 were assessed at 6.000% on hospital fiscal year 2017 net patient revenues.
- Licenses and fees cash collections for November 2019 include a transfer of \$466,771 to restricted receipts due to a restructure of the state E-911 surcharge, effective October 1, 2019.

The *finer and penalties* category of departmental receipts in November 2019 was down \$201,912, or 19.0 percent, from the \$1.1 million collected in November 2018. In the fines and penalties category, no accounts had a nominal increase greater than \$100,000 on a year-over-year basis. Only one fines and penalties account had a nominal decrease greater than \$100,000 on a year-over-year basis. Insurance administration penalties were down \$125,000 in November 2019 compared to November 2018.

The *sales and services* category of departmental receipts in November 2019 was up \$5,548 over the \$867,212 collected in November 2018, an increase of 0.6 percent. No sales and services accounts had nominal increases / decreases greater than \$100,000 on a year-over-year basis.

Miscellaneous departmental receipts in November 2019 were down \$75,515, or 2.5 percent, from the \$3.0 million collected in November 2018. The two accounts with nominal increases and one account with a nominal decrease greater than \$100,000 on a year-over-year basis are listed below:

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Cost recovery account – Treasury Department	\$ 209,955
Drinking water protection fund	188,338
Cost recovery account – Department of Health	(380,052)

Motor Fuel Tax, Per Penny Yield

November	FY 2020	FY 2019	Difference	% Change
Fiscal YTD	\$ 1,928,727	\$ 2,315,883	\$ (387,156)	-16.7 %
Month	\$ 372,837	\$ 478,100	\$ (105,263)	-22.0 %

In FY 2020, the State's motor fuel tax consisted of a \$0.34 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. The State's motor fuel excise tax rate increased by \$0.01 per gallon on July 1, 2019. The increased revenues from this tax rate increase will be realized in August 2019 and thereafter. This change in the tax rate is accounted for in the use of the per penny yield. 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 November:

The per penny yield of the state's motor fuel tax collected in FY 2020 through November was \$387,156 less than in FY 2019 through November. This represents a decrease of 16.7 percent between the two fiscal year-to-date periods. Much of this decrease is attributable to the receipt of large, infrequently occurring payment(s) of \$250,604 in October 2018. For FY 2020 through November, the per-penny yield was \$1.9 million versus \$2.3 million for FY 2019 through November.

Month of November:

The per penny yield of the state's motor fuel tax collected in November 2019 was \$105,263 less than in November 2018. This represents a decrease of 22.0 percent between the two monthly periods. For November 2019, the per-penny yield was \$372,837 versus \$478,100 for November 2018.

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 November (Gaming Activity through October):

Component	FY 2020	FY 2019	Difference	% Change
Traditional Games	\$ 12,207,775	\$ 16,024,439	\$ (3,816,664)	-23.8 %
Keno	5,846,262	5,663,302	182,960	3.2 %
Remote Sports Betting *	487,267	0	487,267	n/a
<u>Twin River Casino Hotel</u>				
VLTs	76,552,589	88,723,988	(12,171,399)	-13.7 %
On-site Sports Betting *	2,164,199	0	2,164,199	n/a
Traditional Table Games	3,419,980	5,639,305	(2,219,325)	-39.4 %
Poker Tables	216,099	357,671	(141,572)	-39.6 %
<u>Newport Grand/Tiverton Casino Hotel ^</u>				
VLTs	20,987,916	15,421,065	5,566,851	36.1 %
On-site Sports Betting *	598,176	0	598,176	n/a
Traditional Table Games	522,888	122,858	400,030	325.6 %
* Sports betting began on November 26, 2018 at the Twin River Casino Hotel and on December 3, 2018 at the Tiverton Casino Hotel. Remote sports betting began in the state on September 4, 2019.				
^ Newport Grand ceased operations on August 28, 2018, and Tiverton Casino Hotel commenced operations on August 29, 2018.				

In fiscal year-to-date 2020, Twin River operated a maximum of 99 traditional table games and 23 poker tables. In the same period in FY 2019, Twin River operated a maximum of 97 traditional table games and 22 poker tables. In fiscal year-to-date FY 2019 and FY 2020, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Twin River Casino Hotel operated 112 less VLTs in year-to-date FY 2020 compared to the same period last fiscal year. Tiverton Casino Hotel operated 24 less VLTs than Newport Grand/Tiverton Casino Hotel on a fiscal year-to-date over fiscal year-to-date basis. 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 Newport Grand/Tiverton Casino Hotel's or Twin River Casino Hotel's marketing program.

Cash Flow Differences:

FY 2020

- Year-to-date FY 2020 includes \$27,999,700 from advanced payment of November gaming activity.
- The FY 2020 lottery transfer includes receipts of \$2,048,319 received in October 2019 that were accrued back to FY 2019.

FY 2019

- In year-to-date FY 2019, Division of Lottery overpaid the general fund \$25,319,344. This overpayment is made up of two components:
 - Total lottery transfers in year-to-date FY 2019 were \$155,809,775. Based on lottery activity, the transfers normally would have been \$130,490,431, which is a difference of \$25,319,344.
 - At the end of FY 2018, the general fund owed the Division of Lottery \$1,480,823. Not included in the overpayment is \$784,726 that the Division of Lottery withheld of the August lottery transfer to offset the general fund's outstanding payable, reducing it to \$696,097.

Month of November (October Gaming Activity):

Component	November 2019	November 2018	Difference	% Change
Traditional Games	\$ 3,563,788	\$ 6,010,467	\$ (2,446,679)	-40.7 %
Keno	1,529,536	1,386,134	143,402	10.3 %
Remote Sports Betting *	225,770	0	210,396	n/a
<u>Twin River Casino Hotel</u>				
VLTs	18,693,600	20,487,054	(1,793,454)	-8.8 %
On-site Sports Betting *	829,227	0	829,227	n/a
Traditional Table Games	861,201	1,279,261	(418,060)	-32.7 %
Poker Tables	53,618	83,269	(29,651)	-35.6 %
<u>Tiverton Casino Hotel</u>				
VLTs	5,154,287	4,621,315	532,972	-11.5 %
On-site Sports Betting *	171,567	0	171,567	n/a
Traditional Table Games	122,297	95,214	27,083	28.4 %
* Sports betting began on November 26, 2018 at the Twin River Casino Hotel and on December 3, 2018 at the Tiverton Casino Hotel. Remote sports betting began in the state on September 4, 2019.				

In November 2019, Twin River operated a maximum of 90 traditional table games and 23 poker tables. In November 2018, the comparable figures were 97 and 22, respectively. In November 2018 and November 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Twin River Casino Hotel operated 104 less VLTs in November 2019 compared to the same period last fiscal year. 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:

November 2019

- Includes \$2,000,300 from an underpayment of October gaming activity. The November 2019 lottery transfer was \$29,032,430 compared to October gaming activity of \$31,032,730.

November 2018

- The Division of Lottery underpaid the general fund by \$6,700,000. The November 2018 lottery transfer was \$26,917,295 compared to October gaming activity of \$33,617,295.



Mark A. Furcolo, Director
Rhode Island Department of Revenue
December 27, 2019