

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
DEPARTMENT OF REVENUE



State of Rhode Island Cash Collections Report  
August 2011 Summary

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

FY 2012 year-to-date total general revenue cash collections through August were \$550.1 million, up \$11.8 million or 2.2 percent, from the same period last fiscal year. The breakdown by major revenue components is as follows:

Component	FY 2011	FY 2012	Difference	% Change
Personal Income Tax	\$146,522,671	\$150,050,419	\$ 3,527,748	2.4 %
Sales and Use Taxes	152,057,654	154,671,729	2,614,075	1.7 %
Departmental Receipts	150,535,093	153,607,135	3,072,042	2.0 %
Lottery Transfer	28,900,000	32,313,837	3,413,837	11.8 %
All Other Revenues	60,230,623	59,430,783	(799,840)	-1.3 %
<b>Total General Revenues</b>	<b>\$ 538,246,041</b>	<b>\$ 550,073,903</b>	<b>\$11,827,862</b>	<b>2.2 %</b>

***Month of August:***

Total general revenue cash collections for August 2011 were \$232.5 million, up \$5.8 million or 2.5 percent, compared to August 2010. The breakdown by major revenue components is as follows:

Component	FY 2011	FY 2012	Difference	% Change
Personal Income Tax	\$ 78,495,213	\$ 79,615,661	\$ 1,120,448	1.4 %
Sales and Use Taxes	76,360,325	77,714,434	1,354,109	1.8 %
Departmental Receipts	14,456,975	14,504,806	47,831	0.3 %
Lottery Transfer	28,900,000	32,313,837	3,413,837	11.8 %
All Other Revenues	28,564,036	28,386,743	(177,293)	-0.6 %
<b>Total General Revenues</b>	<b>\$ 226,776,549</b>	<b>\$ 232,535,481</b>	<b>\$ 5,758,932</b>	<b>2.5 %</b>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
**DEPARTMENT OF REVENUE**



State of Rhode Island Cash Collections Report  
 August 2011 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 RI General Law § 35-16-1). *Users of the 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.*

**Total General Revenues**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$538.2 Million	\$550.1 Million	\$11.8 Million	2.2 %
Month	\$226.8 Million	\$232.5 Million	\$5.8 Million	2.5 %

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

Fiscal Year 2012 total general revenues collected through August 2011 have increased by 2.2 percent as compared to Fiscal Year 2011 total general revenues collected through August 2010. For the fiscal year-to-date period through August 2011, total general revenues were \$550.1 million as compared to \$538.2 million for the same period last year, an increase of \$11.8 million.

The following cash flow differences between FY 2011 and FY 2012 should be noted:

- In FY 2011 public utilities gross earnings tax collections include \$3.3 million in receipts derived from an audit completed in FY 2010. This audit recovery is considered to be non-recurring revenue. Additionally, \$573,715 of departmental licenses and fees were received through August 2010 for expenses recovered from public utility companies and physician licenses due to either one-time assessments or the biennial periodicity of collections. Furthermore, \$7.1 million in departmental sales and services revenues were received in July 2010 due to the late posting of Eleanor Slater Hospital's disproportionate share ("dish") receipts. These receipts are supposed to be posted in June of the prior

fiscal year. Finally, other miscellaneous revenues through August 2010 include \$985,560 for the proceeds from the sale of state property, specifically the Smithfield Salt Barn.

- In FY 2012, the hospital licensing fee generated \$9.0 million more through August 2011 than through August 2010. This increase was due to the fact that the hospital licensing fee rate was increased from 5.314 percent of hospital FY 2008 net patient revenues to 5.465 percent of hospital FY 2009 net patient revenues. Additionally, \$839,301 more in departmental licenses and fees were received in August 2011 from imaging service surcharge fees. This increase is due to an audit recovery for the payment of bills for prior fiscal years. The FY 2012 cash flow difference also includes, \$508,053 in departmental miscellaneous revenues deposited in July 2011 as a result of a settlement agreement between the Office of the Attorney General and a major pharmaceutical manufacturer. Finally, FY 2012 other miscellaneous revenues include the receipt of \$2.0 million from the Tobacco Settlement Financing Corporation (TSFC). This payment is the result of a court ordered settlement associated with the investment of the escrow fund for the 2002 refunding of the State's debt when the State received the bond proceeds from the TSFC.

The table below displays the differences in cash flows for FY 2011 and FY 2012.

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2011</b>	<b>YTD FY 2012</b>
Public Utilities	FY 2010 Audit Recovery	\$3,301,780	\$0
Departmental Receipts	Biennial and one-time collections	\$573,715	\$0
Departmental Receipts	FY 2010 "dish" payment	\$7,082,983	\$0
Departmental Receipts	Hospital licensing fee difference	\$0	\$8,954,023
Departmental Receipts	Attorney General settlement	\$0	\$508,053
Departmental Receipts	Imaging service surcharge receipts	\$0	\$839,301
Other Misc. Revenues	TSFC general fund transfer	\$0	\$1,951,166

### ***Month of August:***

Total general revenues collected in August 2011 have increased by 2.5 percent as compared to August 2010 total general revenue collections. August 2011 total general revenues were \$232.5 million as compared to August 2010 cash collections of \$226.8 million, an increase of \$5.8 million.

The following cash flow differences between FY 2011 and FY 2012 should be noted:

- In August 2010, \$334,704 more in departmental licenses and fees were received compared to August 2011 due to the Division of Motor Vehicles (DMV) late posting of receipts from driving record abstracts.
- In August 2011, \$839,301 more in departmental licenses and fees were received from imaging service surcharge fees. This increase is due to an audit recovery for the payment

of bills for prior fiscal years. Finally, other miscellaneous revenues in August 2011 include a \$2.0 million transfer from the Tobacco Settlement Financing Corporation.

Revenue Source	Cash Flow Differences	YTD FY 2011	YTD FY 2012
Departmental Receipts	DMV late postings in FY 2011	\$334,704	\$0
Other Misc. Revenues	TSFC general fund transfer	\$0	\$1,951,166
Departmental Receipts	Imaging service surcharge receipts	\$0	\$839,301

### **Taxes and Departmental Receipts**

August	FY 2011	FY 2012	Difference	% Change
Fiscal YTD	\$508.3 Million	\$515.8 Million	\$7.4 Million	1.5 %
Month	\$197.8 Million	\$198.3 Million	\$ 424,478	0.2 %

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

The Rhode Island Department of Revenue reports that FY 2012 taxes and departmental receipts collected through August 2011 have increased by 1.5 percent as compared to FY 2011 cash collections for the comparable period a year ago. For the fiscal year-to-date period ending August, total taxes and departmental receipts were \$515.8 million in FY 2012 as compared to \$508.3 million for the same period last fiscal year, an increase of \$7.4 million.

#### ***Month of August:***

August 2011 taxes and departmental receipts increased by \$424,478, or 0.2 percent compared to cash collections in August 2010. August 2011 taxes and departmental receipts totaled \$198.3 million compared to \$197.8 million in August 2010.

### **Other General Revenue Sources**

August	FY 2011	FY 2012	Difference	% Change
Fiscal YTD	\$29.9 Million	\$34.3 Million	\$4.4 Million	14.7 %
Month	\$28.9 Million	\$34.3 Million	\$5.3 Million	18.4 %

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

FY 2012 other general revenue sources collected through August have increase by 14.7 percent as compared to cash collections through August of FY 2011. Other general revenue sources include other miscellaneous revenues, the lottery transfer to the general fund, and unclaimed property that is transferred to the State in June of each fiscal year. For the fiscal year-to-date

period ending August, total other general revenue sources were \$34.3 million in FY 2012 as compared to \$29.9 million for the same period last year, an increase of \$4.4 million.

***Month of August:***

Other general revenue sources cash collections totaled \$34.3 million in August 2011 compared to \$28.9 million in August 2010, an increase of \$5.3 million. This increase translates into a growth rate of 18.4 percent.

**Total Taxes**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$357.8 Million	\$362.2 Million	\$4.4 Million	1.2 %
Month	\$183.4 Million	\$183.8 Million	\$ 376,647	0.2 %

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

Total tax revenues for the fiscal year-to-date period through August 2011 were \$362.2 million, or 1.2 percent more than the \$357.8 million in total tax cash collections through August 2010.

***Month of August:***

August 2011 total tax revenues of \$183.8 million increased by \$376,647 or 0.2 percent compared to August 2010 cash collections of \$183.4 million.

**Historic Structure Tax Credit Reimbursements:**

It is important to note that any historic structures tax credits redeemed from FY 2009 onward are reimbursed from the Historic Tax Credit Fund's bond proceeds upon receipt of the tax credit certificate. Prior to FY 2009, the redemption of historic structures tax credit (HSTC) certificates were deducted directly from realized tax receipts. Thus, the actual revenues for the tax types that had HSTCs redeemed to offset an actual tax liability were net revenues (i.e., total collection *less* HSTC redemptions). Since FY 2009, the actual revenues for the tax types that have HSTCs redeemed to offset an actual tax liability are gross revenues (i.e., total collections *plus* HSTC reimbursements).

In FY 2012, total historic structure tax credit redemptions/reimbursements for all taxes through August totaled \$123,759 vs. \$593,993 in FY 2011. August 2011 total historic structure tax credit redemptions/reimbursements for all taxes totaled \$42,437 vs. the \$402,243 in August 2010.

The breakdown of the reimbursement of redeemed historic structures tax credits (HSTCs) by tax type is shown below:

Historic Structure Tax Credits	Year-to-Date		Monthly	
	FY 2011	FY 2012	August 2010	August 2011
Personal Income	\$ 346,198	\$ 123,759	\$ 154,448	\$ 42,437
Business Corporations	247,541	0	247,541	0
Financial Institutions	0	0	0	0
Insurance/Non-HMOs	254	0	250	0
Insurance/HMOs	0	0	0	0
<b>Total</b>	<b>\$ 593,993</b>	<b>\$ 123,759</b>	<b>\$ 402,243</b>	<b>\$ 42,437</b>

### Personal Income Taxes

August	FY 2011	FY 2012	Difference	% Change
Fiscal YTD	\$146.5 Million	\$150.1 Million	\$3.5 Million	2.4 %
Month	\$ 78.5 Million	\$ 79.6 Million	\$1.1 Million	1.4 %

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

Actual personal income tax cash collections for FY 2012 through the second month of the fiscal year were up \$3.5 million, or 2.4 percent, compared to the same period last fiscal year. Total personal income tax cash collections for FY 2012 through August were \$150.1 million vs. FY 2011 cash collections of \$146.5 million through August.

The FY 2012 year-to-date personal income tax cash collections include historic structures tax credit reimbursements through August of \$123,759 vs. the \$346,198 through August of FY 2011. FY 2012 year-to-date HSTC reimbursements for personal income taxes are \$222,438 less than the same period in FY 2011, a decrease of 64.3 percent.

#### *Month of August:*

Personal income tax collections for August 2011 totaled \$79.6 million compared to August 2010 cash collections of \$78.5 million. This translates into a difference of \$1.1 million or 1.4 percent.

August 2011 cash collections include historic structures tax credit reimbursement of \$42,437 vs. the \$154,448 for August 2010. August 2011 HSTC reimbursements for personal income taxes are 72.5 percent less than August 2010, a decrease of \$112,011.

#### 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 slight 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 revenues.

*Fiscal Year-to-Date through August:*

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 5,904,646	\$ 5,823,973	\$ (80,673)	-1.4 %
Final Payments*	7,331,657	5,471,756	(1,859,900)	-25.4 %
Refunds/Adjustments	(12,203,620)	(7,801,020)	4,402,600	-36.1 %
Withholding	145,489,988	146,555,710	1,065,721	0.7 %
* Final Payments include historic structures tax credit reimbursements of \$346,198 in fiscal year-to-date 2011 and \$123,759 in fiscal year-to-date 2012.				

Within the components of personal income tax, FY 2012 estimated payments are down \$80,673 or -1.4 percent on a fiscal year-to-date basis through August vs. the same period last fiscal year. Final payments are down \$1.9 million or -25.4 percent through the second month of FY 2012 relative to FY 2011 through the second month. Fiscal year-to-date FY 2012 final payments cash collections include \$123,759 in reimbursed historic structures tax credits vs. \$346,198 in fiscal year-to-date FY 2011. Refunds and adjustments are fewer by \$4.4 million in FY 2012 through August vs. FY 2011 through August. Finally, FY 2012 withholding tax cash collections through the second month of the fiscal year are more by \$1.1 million or 0.7 percent relative to FY 2011 withholding tax cash collections through the second month of the fiscal year.

*Month of August:*

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 2,345,651	\$ 2,831,153	\$ 485,502	20.7 %
Final Payments*	3,829,328	2,742,453	(1,086,874)	-28.4 %
Refunds/Adjustments	(5,100,131)	(3,942,509)	1,157,621	-22.7 %
Withholding	77,420,365	77,984,564	564,199	0.7 %
* Final Payments include historic structures tax credit reimbursements of \$154,448 in fiscal year-to-date 2011 and \$42,437 in fiscal year-to-date FY 2012.				

Within the components of personal income tax, estimated payments received in August 2011 are up \$485,502 or 20.7 percent compared to August 2010. Final payments are down \$1.1 million or -28.4 percent in the second month of FY 2012 relative to the second month of FY 2011. August 2011 final payments cash collections include \$42,437 in reimbursed historic structures tax credits vs. \$154,448 in August 2010. Refunds and adjustments are fewer by \$1.2 million in August 2011 vs. August 2010. Finally, August 2011 withholding tax cash collections are \$564,199, or 0.7 percent, greater than August 2010 withholding tax cash collections.

## Sales and Use Taxes

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$152.1 Million	\$154.7 Million	\$2.6 Million	1.7 %
Month	\$ 76.4 Million	\$ 77.7 Million	\$1.4 Million	1.8 %

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

Actual sales and use tax cash collections for FY 2012 through the first two months of the fiscal year were up \$2.6 million, or 1.7 percent, compared to the same period last fiscal year. Total sales and use tax cash collections for FY 2012 through August were \$154.7 million vs. FY 2011 cash collections of \$152.1 million through August.

### *Month of August:*

Sales and use tax cash collections in August 2011 were \$1.4 million, or 1.8 percent, more than August 2010 cash collections. Sales and use tax cash collections totaled \$77.7 million in August 2011 vs. cash collections of \$76.4 million in August 2010.

### 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 slight 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 revenues.

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

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation	\$134,946,197	\$138,761,669	\$ 3,815,471	2.8 %
Registry Receipts	14,823,754	14,134,033	(689,721)	-4.7 %
Providence Place Mall	2,330,309	2,184,150	(146,159)	-6.3 %

Within the sales tax components, registry receipts were down 4.7 percent or \$689,721 in the first two months of FY 2012 when compared to same period last fiscal year. Net sales tax receipts remitted directly to the Division of Taxation posted an increase of \$3.8 million or 2.8 percent during FY 2012's first two months versus the first two months of FY 2011. Providence Place Mall (PPM) sales tax receipts were 6.3 percent lower or -\$146,159 through August of FY 2012 versus the same period in FY 2011.



*Month of August:*

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation	\$ 67,597,128	\$ 68,736,303	\$ 1,139,176	1.7 %
Registry Receipts	7,379,419	7,412,606	33,187	0.5 %
Providence Place Mall	1,173,726	1,133,232	(40,494)	-3.5 %

Within the sales tax components, registry receipts were up 0.5 percent or \$33,187 in August 2011 when compared to August 2010. Net sales tax receipts remitted directly to the Division of Taxation posted an increase of \$1.1 million or 1.7 percent in August 2011 vs. August 2010. Providence Place Mall (PPM) sales tax receipts were 3.5 percent lower or -\$40,494 in August 2011 versus August 2010.

**General Business Taxes**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$17.7 million	\$14.9 Million	\$(2.8 Million)	-15.9 %
Month	\$ 7.4 million	\$ 4.9 Million	\$(2.5 Million)	-33.7 %

In general, businesses with Rhode Island tax liabilities make estimated payments of their tax year liabilities in March and June of the fiscal year, with 40.0 percent of the estimated total tax liability due in March and 60.0 percent of the estimated total tax liability due in June. There is one exception to this payment pattern, namely health care provider assessments, payments of which are made on a monthly basis. Business Corporations, or corporate income, tax payments are also received more consistently over the course of the fiscal year due to the number of filers that are on extension at any given point in time and the varying fiscal years of corporations. As a result, both business corporation taxes and health care provider assessments flow more evenly into the general fund over the course of a fiscal year.

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

FY 2012 total general business taxes collected through August 2011 of the fiscal year-to-date were \$14.9 million or \$2.8 million less than the \$17.7 million collected for the same period in FY 2011. Year-to-date growth in FY 2012 is -15.9 percent.

Health care provider assessment taxes through August 2011 were \$7.0 million, an increase of 6.0 percent over the same period in FY 2011. Bank deposit taxes tend to post irregularly until March, when the first 40.0 percent of estimated total tax liability is due. No bank deposit taxes were received through the first two months of FY 2012 this compares to receipts of \$4,421 for the first two months of FY 2011. The insurance companies gross premiums tax is down 11.9 percent year-to-date. FY 2012 insurance companies gross premiums tax cash collections through August 2011 total \$203,820 compared to collections of \$231,411 in FY 2011 through August 2010. In general, insurance companies gross premiums taxes tend to post irregularly until March, when the first 40.0 percent of total tax liability is due. The financial institutions tax is

down \$128,296 on a fiscal year-to-date cash basis in FY 2012 vs. FY 2011 through August. Financial institutions tax collections totaled \$2,100 through August 2011 vs. \$130,396 through August 2010. Public utilities gross earnings taxes were \$1.2 million through August 2011, a decrease of 66.6 percent from collections of \$3.7 million through August 2010. The FY 2011 collections include \$3.3 million in receipts from a FY 2010 audit recovery.

***Month of August:***

Total general business taxes collected in August 2011 were \$4.9 million or \$2.5 million less than the \$7.4 million collected in August 2010. This decrease translates into a -33.7 percent decline in total general business taxes.

Health care provider assessment taxes for August 2011 were \$3.5 million, an increase of 2.6 percent over August 2010 cash collections. No bank deposit taxes were received in August 2011 this compares to receipts of \$4,421 for August 2010. The insurance companies gross premiums tax is 20.4 percent less in August 2011 vs. August 2010. August 2011 insurance companies gross premiums tax cash collections totaled \$66,947 compared to collections of \$84,142 in August 2010. The financial institutions tax is down \$323,106 for August 2011 when compared to August 2010. No financial institutions tax collections were received in August 2011 vs. \$323,106 in August 2010. Public utilities gross earnings taxes were \$477,424 in August 2011, an increase of \$467,117 from collections of \$10,307 in August 2010.

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

The tables below are based on data provided by the Division of Taxation, and break down business corporations tax 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 Taxation and those reported by the Controller due to timing differences in the posting of revenues.

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

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 5,481,889	\$ 4,959,963	\$ (521,926)	-9.5 %
Final Payments*	5,048,353	3,198,663	(1,849,690)	-36.6 %
Refunds/Adjustments	(3,360,440)	(1,733,098)	1,627,342	-48.4 %
* Final Payments include historic structures tax credit reimbursements of \$247,541 in fiscal year-to-date 2011 and \$0 in fiscal year-to-date 2012.				

Within the business corporations tax components, estimated payments were down by \$521,926 or 9.5 percent through the second month of FY 2012 when compared to same period last fiscal year. Final payments posted a decrease of \$1.8 million or 36.6 percent during FY 2012's first two months versus the first two months of FY 2011. Refunds and adjustments were less by \$1.6 million through August of FY 2012 versus the same period in FY 2011.

*Month of August:*

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 1,510,471	\$ 805,982	\$ (704,489)	-46.6 %
Final Payments	4,010,907	1,628,003	(2,382,904)	-59.4 %
Refunds/Adjustments	(1,770,978)	(1,628,786)	142,191	-8.0 %
* Final Payments include historic structures tax credit reimbursements of \$247,541 in August 2010 and \$0 in August 2011				

Within the business corporations tax components, estimated payments were down \$704,489 or 46.6 percent in August 2011 vs. August 2010. Final payments posted a decrease of \$2.4 million or 59.4 in August 2011 when compared to August 2010. Refunds and adjustments were less by \$142,191 in August 2011 versus August 2010.

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

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$34.2 Million	\$32.6 Million	\$(1.6 Million)	-4.8 %
Month	\$16.1 Million	\$16.7 Million	\$ 552,735	3.4 %

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

Excise taxes other than sales and use taxes collected in the fiscal year-to-date August 2011 period totaled \$32.6 million or \$1.6 million less than the \$34.2 million collected for the same period in FY 2011. The actual year-to-date growth rate in excise taxes other than the sales and use tax is -4.8 percent.

Motor vehicle licenses and fees revenues are \$29,829 less in FY 2012 through August than in FY 2011 through August. This difference yields a fiscal year-to-date growth rate for motor vehicle licenses and fees cash collections of -0.4 percent. Motor carrier fuel use tax cash collections total \$183,553 in FY 2012 through August. This is an increase of 18.1 percent over FY 2011 cash collections through August of \$155,477. FY 2012 alcohol excise taxes through August 2011 are down 1.0 percent, or \$22,349, from the \$2.3 million collected in FY 2011 through August 2010.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes, 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 on cigarettes. Total cigarette tax receipts through the first two months of FY 2012 were down \$1.6 million, or 6.4 percent compared to the first two months of FY 2011.

Finally, the change in cigarette sales is determined. First, cigarette floor stock tax and smokeless tobacco products tax collections are netted out of the data yielding only cigarette tax collections. The result is a decrease in Rhode Island cigarette sales of 6.4 percent through the second month of FY 2012 versus the first two months of FY 2011. It is too early in the fiscal year to be able to make any definitive statements as to the cause of this decrease.

***Month of August:***

Excise taxes other than sales and use taxes collected in August 2011 period totaled \$16.7 million or \$552,753 more than the \$16.1 million collected in August 2010. This translates into growth rate in excise taxes other than the sales and use tax is 3.4 percent.

Motor vehicle licenses and fees revenues are \$326,959, or 11.4 percent, greater in August 2011 than in August 2010. Motor carrier fuel use tax cash collections total \$88,558 in August 2011. This is an increase of 6.8 percent over August 2010 cash collections of \$82,913. Alcohol excise taxes in August 2011 are down 10.0 percent, or \$102,250, from the \$1.0 million collected in August 2010.

Total cigarette tax receipts in August 2011 were up \$322,381, or 2.7 percent compared to August 2010. This translates into an increase in Rhode Island cigarette sales of 3.2 percent in August 2011 versus August 2010.

**Other Taxes**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$7.3 Million	\$10.0 Million	\$2.7 Million	36.4 %
Month	\$5.1 Million	\$ 4.9 Million	\$ (165,432)	-3.3 %

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

Other taxes collected through August of FY 2012 totaled \$10.0 million versus \$7.3 million in other taxes collected during the same period last fiscal year, an increase of \$2.7 million, or 36.4 percent. Inheritance tax collections totaled \$8.6 million through August of FY 2012, an increase of 49.0 percent from the \$5.7 million collected through the first two months of FY 2011. Racing and athletics tax collections through August of FY 2012 were down 5.8 percent, or \$12,800, relative to the same period in FY 2011. Realty transfer taxes were down by 10.0 percent through August of FY 2012 versus August of FY 2011.

***Month of August:***

Other taxes collected in August 2011 totaled \$4.9 million versus \$5.1 million in other taxes collected in August 2010, a decrease of \$165,432, or 3.3 percent. Inheritance tax collections totaled \$4.1 million in August 2011, a decrease of 3.0 percent from the \$4.2 million collected in August 2010. Racing and athletics tax collections in August 2011 were down 13.3 percent, or

\$17,134, relative to August 2010. Realty transfer taxes were down by 3.0 percent in August 2011 versus August 2010.

### **Total Departmental Receipts**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$150.5 Million	\$153.6 Million	\$3.1 Million	2.0 %
Month	\$ 14.5 Million	\$ 14.5 Million	\$ 47,831	0.3 %

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

FY 2012 year-to-date departmental receipts total \$153.6 million, an increase of \$3.1 million from the amount that was collected last fiscal year at this time. Actual departmental receipts for FY 2012 were up 2.0 percent when compared to receipts collected during the same period a year ago. FY 2012 year-to-date growth in the licenses and fees category of departmental receipts is 7.0 percent or \$9.6 million more than FY 2011 through August 2010. The Hospital Licensing Fee for FY 2011 was received in July of FY 2012 and totaled \$128.4 million or \$9.0 million more than was received in July of FY 2011 for FY 2010. Fines and penalties were down 10.8 percent through the second month of FY 2012 versus the second month of FY 2011, or \$163,439 less than fiscal year-to-date cash collections through August 2010. In the sales and services category of departmental receipts, FY 2012 year-to-date growth is -85.5 percent from FY 2011 cash collections of \$8.7 million through August 2010. The \$7.4 million decrease in sales and services departmental receipts is attributable to the delayed posting of the \$7.1 million disproportionate share (“dish”) payment made by the Eleanor Slater Hospital in FY 2011. Finally, miscellaneous departmental revenues were up \$1.0 million, or 46.1 percent, through the second month of FY 2012 versus the second month of FY 2011.

### ***Month of August:***

Departmental receipts total \$14.5 million, an increase of \$47,831 from the amount that was collected in August 2010. Actual departmental receipts for August 2011 were up 0.3 percent when compared to August 2010. August 2011 growth in the licenses and fees category of departmental receipts is 4.1 percent or \$431,195 more than cash receipts in August 2010. Fines and penalties were down 8.7 percent, or \$120,455, in August 2011 versus August 2010. In the sales and services category of departmental receipts, August 2011 cash collections were \$715,850 or 35.8 percent less than August 2010 cash collections of \$1.1 million. Finally, miscellaneous departmental revenues were up \$135,943, or 9.7 percent in August 2011 vs. August 2010.

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

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$727,103	\$739,666	\$ 12,563	1.7 %
Month	\$378,816	\$377,090	\$ (1,726)	-0.5 %

*The State's motor fuel tax consists of a \$0.32 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. 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 August:***

The per penny yield of the state's motor fuel tax is \$12,563 more in FY 2012 through August than in FY 2011 through August. This represents an increase of 1.7 percent between the two fiscal year-to-date periods. For FY 2012, the per penny yield through August was \$739,666 versus \$727,103 for FY 2011 through August.

***Month of August:***

The per penny yield of the state's motor fuel tax totaled \$377,090 in August 2011, a decrease of \$1,726, or 0.5 percent from August 2010 monthly cash collections of \$378,816.

**Other Miscellaneous Revenues**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$1.0 Million	\$2.0 Million	\$ 970,417	95.4 %
Month	\$ 31,137	\$1.9 Million	\$2.0 Million	6,168.3 %

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

Other miscellaneous revenues were up 95.4 percent in FY 2012 through August when compared to the same period one year ago. FY 2012 year-to-date collections total \$2.0 million compared to \$1.0 million collected at this time last fiscal year. In FY 2011, \$985,560 was deposited as a result of the sale of the Smithfield Salt Barn that was posted in July 2010. In FY 2012, \$2.0 million was deposited as a result of a transfer from the Tobacco Settlement Financing Corporation in August 2011.

***Month of August:***

August 2011 cash collections for other miscellaneous revenues were up \$1.9 million compared to August 2010 cash collections of \$31,137. In August 2011, \$2.0 million was deposited as a result of a transfer from the Tobacco Settlement Financing Corporation in August 2011.

**Lottery Transfer**

<b>August</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$28.9 Million	\$32.3 Million	\$3.4 Million	11.8 %
Month	\$28.9 Million	\$32.3 Million	\$3.4 Million	11.8 %

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

The lottery transfer to the general fund does not commence until August of each fiscal year when July lottery receipts are transferred. The lottery transfer was up 11.8 percent in FY 2012 through August when compared to FY 2011 through August. FY 2012 year-to-date collections totaled \$32.3 million or \$3.4 million more than cash collections through the second month of FY 2011.

***Month of August:***

Given that the lottery transfer to the general fund does not commence until August of each fiscal year there are no differences between fiscal year-to-date and monthly cash collections.

**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 revenues.

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

<b>Component</b>	<b>FY 2011</b>	<b>FY 2012</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 2,923,201	\$ 2,726,061	\$ (197,140)	-6.7 %
Keno	1,367,930	1,550,511	182,681	13.4 %
Twin River VLTs	23,111,290	25,328,829	2,217,539	9.6 %
Newport Grand VLTs	3,038,997	2,879,283	(159,714)	-5.3 %

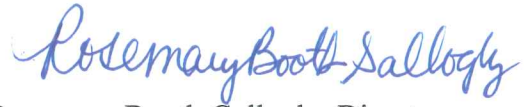
Within the lottery transfer components, traditional games were down by \$197,140 or 6.7 percent through the second month of FY 2012 when compared to same period last fiscal year. Keno cash collections posted an increase of \$182,681 or 13.4 percent during FY 2012's first two months versus the first two months of FY 2011. The transfer from Twin River's video lottery terminals (VLTs) totaled \$25.3 million through the first two months of FY 2012 an increase of \$2.2 million, or 9.6 percent, from FY 2011 cash collections for the comparable period a year ago. The FY 2012 year-to-date transfer from Newport Grand's VLTs totaled \$2.9 million versus the \$3.0 million collected through the second month of FY 2011. This translates into a decrease of \$159,714, or 5.3 percent. It should be noted that both Twin River and Newport Grand VLT cash collections do not reflect unclaimed prizes, distressed receipts and the state's payment to either Newport Grand's or Twin River's marketing program.

***Month of August:***

Given that the lottery transfer to the general fund does not commence until August of each fiscal year there are no differences between fiscal year-to-date and monthly cash collections.

**Unclaimed Property Transfer**

The unclaimed property transfer to the general fund occurs in June of every fiscal year.



Rosemary Booth Gallogly, Director  
Rhode Island Department of Revenue

September 14, 2011



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

	FY 2011 YTD August	FY 2012 YTD August	Nominal Difference	Change
<b><u>Personal Income Tax</u></b>	146,522,671	150,050,419	3,527,748	2.4%
<b><u>General Business Taxes</u></b>				
Business Corporations	7,036,293	6,442,262	(594,031)	-8.4%
Public Utilities Gross Earnings	3,668,532	1,226,828	(2,441,704)	-66.6%
Financial Institutions	130,396	2,100	(128,296)	-98.4%
Insurance Companies	231,411	203,820	(27,591)	-11.9%
Bank Deposits	4,241	-	(4,241)	-
Health Care Provider Assessment	6,585,518	6,980,005	394,487	6.0%
<b><u>Excise Taxes</u></b>				
Sales and Use	152,057,654	154,671,729	2,614,075	1.7%
Motor Vehicle	6,827,333	6,797,504	(29,829)	-0.4%
Motor Carrier Fuel Use	155,477	183,553	28,076	18.1%
Cigarettes	24,986,334	23,376,855	(1,609,479)	-6.4%
Alcohol	2,264,750	2,242,401	(22,349)	-1.0%
Controlled Substances	-	-	-	-
<b><u>Other Taxes</u></b>				
Inheritance and Gift	5,744,225	8,557,139	2,812,914	49.0%
Racing and Athletics	222,108	209,308	(12,800)	-5.8%
Realty Transfer	1,356,588	1,221,174	(135,414)	-10.0%
<b>Total Taxes</b>	<b>\$ 357,793,531</b>	<b>\$ 362,165,097</b>	<b>\$ 4,371,566</b>	<b>1.2%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	138,057,606	147,687,879	9,630,273	7.0%
Fines and Penalties	1,511,519	1,348,080	(163,439)	-10.8%
Sales and Services	8,702,030	1,264,450	(7,437,580)	-85.5%
Miscellaneous	2,263,938	3,306,726	1,042,788	46.1%
<b>Total Departmental Receipts</b>	<b>\$ 150,535,093</b>	<b>\$ 153,607,135</b>	<b>\$ 3,072,042</b>	<b>2.0%</b>
<b>Taxes and Departmentals</b>	<b>\$ 508,328,624</b>	<b>\$ 515,772,232</b>	<b>\$ 7,443,608</b>	<b>1.5%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	1,017,417	1,987,834	970,417	95.4%
Lottery Transfer	28,900,000	32,313,837	3,413,837	11.8%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 29,917,417</b>	<b>\$ 34,301,671</b>	<b>\$ 4,384,254</b>	<b>14.7%</b>
<b>Total General Revenues</b>	<b>\$ 538,246,041</b>	<b>\$ 550,073,903</b>	<b>\$ 11,827,862</b>	<b>2.2%</b>

**STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS**  
**Month of August**

	FY 2011 August	FY 2012 August	Nominal Difference	% Change
<b><u>Personal Income Tax</u></b>	78,495,213	79,615,661	1,120,448	1.4%
<b><u>General Business Taxes</u></b>				
Business Corporations	3,518,458	821,388	(2,697,070)	-76.7%
Public Utilities Gross Earnings	10,307	477,424	467,117	4532.0%
Financial Institutions	323,106	-	(323,106)	-
Insurance Companies	84,142	66,947	(17,195)	-20.4%
Bank Deposits	4,241	-	(4,241)	-
Health Care Provider Assessment	3,424,698	3,513,980	89,282	2.6%
<b><u>Excise Taxes</u></b>				
Sales and Use	76,360,325	77,714,434	1,354,109	1.8%
Motor Vehicle	2,857,938	3,184,897	326,959	11.4%
Motor Carrier Fuel Use	82,913	88,558	5,645	6.8%
Cigarettes	12,148,057	12,470,438	322,381	2.7%
Alcohol	1,019,956	917,706	(102,250)	-10.0%
Controlled Substances	-	-	-	-
<b><u>Other Taxes</u></b>				
Inheritance and Gift	4,223,281	4,096,066	(127,215)	-3.0%
Racing and Athletics	128,664	111,530	(17,134)	-13.3%
Realty Transfer	707,138	686,055	(21,083)	-3.0%
<b>Total Taxes</b>	<b>\$ 183,388,437</b>	<b>\$ 183,765,084</b>	<b>\$ 376,647</b>	<b>0.2%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	10,552,492	10,983,687	431,195	4.1%
Fines and Penalties	1,386,461	1,266,006	(120,455)	-8.7%
Sales and Services	1,114,702	715,850	(398,852)	-35.8%
Miscellaneous	1,403,320	1,539,263	135,943	9.7%
<b>Total Departmental Receipts</b>	<b>\$ 14,456,975</b>	<b>\$ 14,504,806</b>	<b>\$ 47,831</b>	<b>0.3%</b>
<b>Taxes and Departmentals</b>	<b>\$ 197,845,412</b>	<b>\$ 198,269,890</b>	<b>\$ 424,478</b>	<b>0.2%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	31,137	1,951,754	1,920,617	6168.3%
Lottery Transfer	28,900,000	32,313,837	3,413,837	11.8%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 28,931,137</b>	<b>\$ 34,265,591</b>	<b>\$ 5,334,454</b>	<b>18.4%</b>
<b>Total General Revenues</b>	<b>\$ 226,776,549</b>	<b>\$ 232,535,481</b>	<b>\$ 5,758,932</b>	<b>2.5%</b>