

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR LINCOLN D. CHAFEE



DEPARTMENT OF REVENUE
Office of Revenue Analysis

State of Rhode Island Revenue Assessment Report
Year-to-Date FY 2013 through November 2012

The monthly revenue assessment report compares adjusted revenues on a monthly and fiscal year-to-date basis to the Office of Revenue Analysis' monthly and fiscal year-to-date estimate of revenues based on the current fiscal year revised revenue estimate. It should be noted that the fiscal year revenue estimate will vary over the course of the fiscal year as the Revenue Estimating Conference (see RI General Law § 35-16-1) convenes and modifies the revenue estimates originally enacted by the General Assembly.

The purpose of the Revenue Assessment Report is to give readers a sense of how the state's revenues compare to those that might be expected if the official revenue estimate was being met in a predictable way. Caution should be exercised when interpreting this report as actual revenues may vary significantly from historical patterns. In addition, it is important for the reader to understand that enacted and adopted revenue estimates are made on an accrual not a cash basis. Revenue accruals are not determined until at least one month after the close of the fiscal year in June. Thus, even if the assessment of actual fiscal year-to-date revenues trail the fiscal year-to-date revenue estimates, it is possible for the fiscal year end accrual to make up any shortfall.

Estimates of Revised FY 2013 Revenues Adopted at the November 2012 REC

In order to determine the expected monthly and fiscal year-to-date revenues based on the revised revenue estimates adopted at the November 2012 Revenue Estimating Conference (REC), the Office of Revenue Analysis first calculates the average percentage of total adjusted revenues that occurred in a given month over the past five fiscal years for each revenue item. For inheritance and gift taxes the past ten fiscal years are used. To determine the expected monthly revenues, these percentages are applied to the revised FY 2013 revenue estimate for each revenue item. To determine the expected fiscal year-to-date revenues, the monthly percentages are summed and

then applied to the revised FY 2013 revenue estimate for each revenue item. In the case of other miscellaneous revenues, the actual year-to-date revenues are used in place of an estimate due to the discrete and unpredictable nature of the timing of these receipts.

Impact of 2012 Tax Amnesty on Expected Revenues

The revised FY 2013 revenue estimates adopted at the November 2012 REC incorporate revenues attributable to the 2012 Tax Amnesty Act. The tax amnesty program ran from September 2, 2012 through November 15, 2012. The principals of the November 2012 Revenue Estimating Conference (REC) did not formally adopt an estimate of tax amnesty revenues. Prior to convening the November 2012 REC on November 9th, the Office of Revenue Analysis (ORA) derived its own estimate of tax amnesty revenues based on actual tax amnesty revenues received through October 31, 2012 and testimony provided by the Division of Taxation on November 5, 2012. The table, *2012 Tax Amnesty Estimates to Actual*, details the fiscal year-to-date and November 2012 tax amnesty estimates by revenue item compared to actual year-to-date and monthly tax amnesty revenues.

The ORA tax amnesty estimates are allocated in accordance with the monthly revenues received during the 2006 Tax Amnesty program. That is, the percentage of tax amnesty revenues in 2006 in a given month to the total tax amnesty revenues in 2006 per revenue item is calculated. To determine the fiscal year-to-date tax amnesty revenue percentages, the monthly figures are summed over the relevant duration.

For revenue items that include an ORA estimate of tax amnesty revenues, ORA has modified the standard methodology to determine the monthly and fiscal year-to-date expected FY 2013 revised revenues to allow for the proper timing of these tax amnesty revenues. The modification is made to allocate the ORA's estimate of tax amnesty revenues consistent with the limited duration of the tax amnesty program. First, ORA subtracts the estimate of tax amnesty revenue from the revised adopted revenue estimate for each revenue item. Second, the average percentage of total adjusted revenues that occurred in a given month over the past five fiscal years is combined with the percentage of monthly tax amnesty receipts in 2006 to the total tax amnesty receipts in 2006 using a weighted average. The weights are the ratio of the revised adopted revenue estimate without estimated tax amnesty revenues to the revised adopted revenue estimate and the ratio of the estimated 2012 tax amnesty revenues to the revised adopted revenue estimate. The result of this calculation is a modified average monthly percentage of adjusted revenues including tax amnesty revenues. Fiscal year-to-date percentages are derived by summing the monthly percentages over the appropriate time frame. The modified percentage is then applied to the revised FY 2013 revenue estimates adopted at the November 2012 REC to arrive at expected FY 2013 revised revenues for each revenue item that has tax amnesty revenues associated with it.

To illustrate this procedure for revenue items that have tax amnesty revenues, the revised FY 2013 revenue estimate for the health care provider assessment adopted at the November 2012 Revenue Estimating Conference is used. The revised adopted revenue estimate for the health

care provider assessment is \$42.3 million. The Office of Revenue Analysis estimates that this estimate includes \$37,653 of tax amnesty revenues. The average percentage of adjusted revenues over the past five fiscal years for the health care provider assessment is 8.0 percent for the month of November. Based on the 2006 tax amnesty receipts for the health care provider assessment, 100.0 percent of tax amnesty revenues were received in the third month of the tax amnesty, which is November in the 2012 Tax Amnesty program. Using the weighted average formula described above yields a modified monthly percentage for November of:

$$8.1\% = 8.0\% \times \left(\frac{(\$42,300,000 - \$37,653)}{\$42,300,000} \right) + 100.0\% \times \left(\frac{\$37,653}{\$42,300,000} \right)$$

For the fiscal year-to-date period, each monthly percentage is summed to arrive at a modified percentage of 40.9 percent. These percentages are applied to the revised FY 2013 revenue estimate of \$42.3 million to yield expected monthly health care provider assessment revenues of \$3.4 million and fiscal year-to-date expected health care provider assessment revenues of \$17.3 million.

The following table provides the rounded five year or ten year average percentages for monthly and fiscal year-to-date revenues for November:

Revenue Item	Percent Received		Revenue Item	Percent Received	
	Month	YTD		Month	YTD
Personal Income Taxes			Motor Vehicles Fees	5.6 %	33.4 %
Estimated Payments	1.3 %	28.2 %	Motor Carrier Fuel Use+	9.3 %	38.2 %
Final Payments+	2.4 %	12.9 %	Cigarettes Taxes+	8.0 %	43.8 %
Withholding Payments+	8.3 %	38.9 %	Alcohol Excise Taxes	9.0 %	43.0 %
Refunds Paid	5.5 %	14.1 %	Inheritance & Gift+	8.5 %	46.3 %
Business Corporations Taxes+	-2.1 %	11.8 %	Racing & Athletics	7.8 %	41.4 %
Utilities Gross Earnings Taxes	0.5 %	5.0 %†	Realty Transfer	8.2 %	47.5 %
Financial Institutions Taxes	18.5 %	71.1 %†	Departmental Receipts+	6.1 %	34.6 %
Insurance Co. Gross Premiums+	0.4 %	0.4 %	Lottery Transfer	8.0 %	33.1 %
Bank Deposits	1.8 %	5.8 %	Other Misc. Revenues	n/a	n/a
Health Care Provider Assmnt.+	8.1 %	40.9 %	Unclaimed Property	0.0 %	0.0 %
Sales and Use Taxes ¹ +	8.4 %	43.8 %			

¹ Percentages are a weighted average of the standard monthly and fiscal year-to-date percentages for base sales and use taxes adjusted revenues and the monthly and fiscal year-to-date percentages calculated by the Office of Revenue Analysis for sales and use tax revenues generated by the expansion of the State's sales and use tax base that went into effect on October 1, 2012. See below for a more detailed discussion of this methodology.

+ ORA tax amnesty estimates are incorporated into the average percentage calculations for the following revenue items: personal income tax final payments, personal income tax withholding payments, business corporations taxes, insurance companies gross premiums taxes, health care provider assessments, sales and use taxes, motor carrier fuel use taxes, cigarette excise taxes, inheritance and gift taxes, and departmental receipts which includes hotel taxes, prepaid wireless E-911 fees, litter control participation permit fees, and interest owed on overdue taxes.

† "Year-to-Date Percent Received" has been adjusted for public utilities gross earnings taxes to account for the ORA tax amnesty estimate and for financial institutions taxes to take into consideration the historic structure tax credit reimbursement not otherwise incorporated into the average percentage calculations.

The ORA tax amnesty estimate for public utilities gross earnings taxes was set equal to actual tax amnesty revenues received of \$3.2 million through October with no further tax amnesty revenues anticipated. As there were no tax amnesty payments received in 2006 for public utilities gross earnings taxes, ORA is not able to compute a ratio to allocate the ORA estimate of tax amnesty revenues. The expected monthly revised public utilities gross earnings tax revenues is calculated net of the ORA tax amnesty estimate. To fairly report the expected fiscal year-to-date revised public utilities gross earnings tax revenues, the entire ORA estimate of tax amnesty revenues for public utilities gross earnings taxes is added to the expected fiscal year-to-date revised revenues as calculated net of the ORA tax amnesty estimate.

Any interest owed on overdue personal income, business corporations, sales and use and inheritance and gift taxes is transferred to departmental receipts on a quarterly basis in October, January, April and June. For all other revenue items, any interest owed on overdue taxes is retained with all other payments. For the 2012 tax amnesty, September receipts of interest owed on overdue personal income, business corporations, sales and use and inheritance and gift taxes was transferred in October and October, November and December receipts will be transferred in January. For October through December, ORA removes the interest owed on overdue personal income, business corporations, sales and use and inheritance and gift taxes from these revenue items in determining adjusted revenues. In January, ORA will incorporate these revenues into adjusted departmental receipts revenues when the monies are transferred. Interest owed on overdue taxes related to the 2012 tax amnesty received for all other revenue items is included in the adjusted revenues for these revenue items.

The health care provider assessment includes only an assessment on nursing homes. Racing and athletics taxes consist of a tax on simulcast wagering. In addition, the "Percent Received" for month and year-to-date departmental receipts is calculated excluding hospital licensing fee revenues, which are large, generally made only once in the fiscal year, and not always at the same time each fiscal year. Finally, the lottery transfer does not begin in a given fiscal year until August, while the unclaimed property transfer occurs in June of each fiscal year.

The revised FY 2013 revenue estimates adopted at the November 2012 Revenue Estimating Conference by revenue item is as follows:

Revenue Item	Revised FY 2013 Estimate	Revenue Item	Revised FY 2013 Estimate
Personal Income Taxes		Motor Vehicles	\$ 48,700,000
Estimated Payments	\$ 195,800,000	Motor Carrier Fuel+	1,000,000
Final Payments+	184,000,000	Cigarettes Taxes+	137,700,000
Withholding Payments+	981,700,000	Alcohol Excise Taxes	12,000,000
Refunds Paid	(275,900,000)	Inheritance & Gift+	33,800,000
Business Corporations Taxes+	135,900,000	Racing & Athletics	1,200,000
Public Utilities Gross Earnings+	104,000,000	Realty Transfer	6,500,000
Financial Institutions Taxes	8,200,000	Departmental Rcpts.+	347,500,000
Insurance Co. Gross Premiums+	91,900,000	Lottery	386,700,000
Bank Deposits	2,100,000	Other Misc. Revenues	4,615,000
Health Care Provider Assessment+	42,300,000	Unclaimed Property	6,300,000
Sales and Use Taxes+	879,400,000		
		Total General Revenues[^]	\$ 3,328,415,000
<p>+ ORA estimated tax amnesty revenues for the following revenue items: personal income tax final payments, personal income tax withholding payments, business corporations taxes, insurance companies gross premiums taxes, health care provider assessments, sales and use taxes, motor carrier fuel use taxes, cigarette excise taxes, inheritance and gift taxes, and departmental receipts which includes hotel taxes, prepaid wireless E-911 fees, litter control participation permit fees, and interest owed on overdue taxes. These estimates are assumed to be included in the revised FY 2013 adopted revenue estimates.</p> <p>[^] Total General Revenues includes the net accrual for personal income taxes which is estimated to be \$(7,000,000) in the revised FY 2013 adopted revenues.</p>			

As noted above, the revised FY 2013 revenue estimate for sales and use taxes adopted at the November 2012 Revenue Estimating Conference is \$879.4 million. The Office of Revenue Analysis has estimated that this figure is comprised of \$867.6 million of “base” sales and use tax revenues, \$792,652 of 2012 tax amnesty revenues, and \$11.0 million of “additional” sales and use tax revenues generated by the expansion of the State’s sales and use tax base effective October 1, 2012. (Sales and use taxes generated during the month of October are not remitted to the Division of Taxation until November.) The Office of Revenue Analysis further adjusts the methodology for estimating expected FY 2013 revised sales and use tax revenues to account for these changes.

To illustrate the process, the average percentages of sales and use taxes adjusted revenues for November, of 8.3 percent, and the fiscal year-to-date, of 44.2 percent, are applied to the revised FY 2013 “base” sales and use tax estimate. The expected FY 2013 revised “base” sales and use tax revenues are \$71.8 million for November and \$383.2 million for the fiscal year through

November. Based on 2006 tax amnesty receipts for sales and use taxes, 53.3 percent of the ORA tax amnesty estimate is projected to be received in November and 94.0 percent is projected to be received for the fiscal year-to-date period. The ORA tax amnesty estimate for sales and use taxes is \$422,178 in November and \$744,805 for the fiscal year through November. The revised FY 2013 “additional” sales and use tax estimate due to the expansion of the State’s sales and use tax base is calculated using the average percentages based on the ratio of monthly adjusted revenues to total adjusted revenues for November through June for the previous fiscal year, or 12.9 percent for November. The expected FY 2013 revised “additional” sales and use tax revenues are \$1.4 million. These figures are summed to arrive at total expected FY 2013 revised sales and use tax revenues of \$73.7 million for the month of November and \$385.4 million for the fiscal year-to-date through November. This translates to a modified average percentage of 8.4 percent for the month of November and 43.8 percent for the fiscal year through November.

It should be noted that the revised FY 2013 revenue estimate for financial institutions taxes adopted at the November 2012 REC takes into account the \$5.1 million historic structure tax credit reimbursement received in October 2012. To better show the comparison between the fiscal year-to-date estimated revenues to fiscal year-to-date actual revenues, the expected FY 2013 revised financial institutions tax revenues is calculated exclusive of the historic structure tax credit reimbursement and then the historic structure tax credit reimbursement is added to the figure.

Results for Year-to-Date FY 2013 through November 2012

The table, *Year-to-Date Estimate to Actual*, gives the results for the first five months of FY 2013. As is apparent from the table, the Department of Revenue finds that fiscal year-to-date adjusted revenues for total general revenues exceeds expected revenues based on the revised FY 2013 revenue estimates adopted at the November 2012 Revenue Estimating Conference by \$8.6 million, or 0.7 percent. In total taxes, the variance from the expected FY 2013 revised revenues is \$4.9 million, or 0.5 percent. For departmental receipts, the difference from the expected FY 2013 revised revenues is \$5.3 million, or 7.4 percent. For other general revenue sources, fiscal year-to-date adjusted revenues trail expected FY 2013 revised revenues by \$1.5 million, or -1.2 percent.

In addition to departmental receipts, three revenue items have adjusted revenues that exceed expected FY 2013 revised revenues by \$1.0 million or more.

- Business corporations taxes adjusted revenues through November are \$11.5 million, or 72.0 percent, more than expected FY 2013 revised revenues of \$16.0 million. The increase is partially due to lower business corporations taxes refunds in the fiscal year. FY 2013 refunds paid to date are \$8.1 million less than last fiscal year at this time and could accelerate in the coming months.
- Personal income taxes adjusted revenues through November exceed expected FY 2013 revised revenues by \$2.2 million, or 0.5 percent. This overage is attributable to fewer refunds and adjustments through November than expected FY 2013 revised revenues of

\$5.8 million, or -14.8 percent, and more final payments adjusted revenues of \$435,620, or 1.8 percent. The excess is reduced by lower withholding taxes adjusted revenues than expected FY 2013 revised revenues of \$3.1 million, or -0.8 percent, and less estimated tax payments adjusted revenues of \$863,816, or -1.6 percent. Fiscal year-to-date personal income taxes adjusted revenues include \$2.2 million of reimbursed Historic Structures Tax Credits (HSTCs). Further, fiscal year-to-date personal income taxes adjusted revenues include \$4.3 million of tax amnesty revenues, which exceed the ORA tax amnesty estimate for personal income taxes of \$2.9 million.

- Public utilities gross earnings taxes adjusted revenues through November are \$1.4 million, or 26.8 percent, more than expected FY 2013 revised revenues of \$5.2 million. This difference is due to the receipt of \$4.6 million in tax amnesty revenue, which is greater than the ORA tax amnesty estimate for public utilities gross earnings taxes of \$3.2 million.

Insurance companies gross premiums taxes, motor vehicle operator's license and registration fees, bank deposit taxes, racing and athletics and health care provider assessment adjusted revenues through November of the fiscal year are all greater than expected FY 2013 revised revenues but by less than \$1.0 million.

On the negative side, four revenue items have adjusted revenues that trail expected FY 2013 revised revenues by more than \$1.0 million.

- The largest shortfall is in fiscal year-to-date inheritance and gift taxes adjusted revenues through November which trail expected FY 2013 revised revenues by \$5.2 million, or -33.0 percent.
- Sales and use taxes adjusted revenues are below expected FY 2013 revised revenues by \$4.5 million, or -1.2 percent, despite the receipt of \$2.3 million in tax amnesty revenues which was greater than the ORA tax amnesty estimate of \$792,652. It should also be noted that November is the first month to include revenues from the sales and use tax base expansion.
- Cigarettes and other tobacco products taxes lags expected FY 2013 revised revenues by \$1.7 million, or -2.8 percent.
- The fiscal year-to-date lottery transfer trails expected FY 2013 revised revenues through November by \$1.5 million, or -1.2 percent.

Financial institutions income taxes, alcohol excise taxes, realty transfer taxes and motor carrier fuel use taxes adjusted revenues through November of the fiscal year are below expected FY 2013 revised revenues but by less than \$1.0 million.

Results for the Month of November 2012

The table, *Monthly Estimate to Actual*, gives the results for November 2012. As is apparent from the table, the Department of Revenue finds that November adjusted revenues for total general revenues exceed monthly expected FY 2013 revised total general revenues by \$13.9 million, or

6.6 percent. November adjusted revenues include \$6.8 million of tax amnesty revenues, which is greater than the ORA estimate of November tax amnesty revenues of \$3.5 million. In total taxes, the variance between the November adjusted revenues and the monthly expected FY 2013 revised revenues is \$10.6 million, or 6.3 percent. For departmental receipts, the difference from the November adjusted revenues to the monthly expected FY 2013 revised revenues is \$3.8 million, or 30.1 percent. For other general revenue sources, adjusted revenues in November lag the monthly expected FY 2013 revised revenue by \$418,713, or -1.3 percent.

In addition to departmental receipts, three revenue items have adjusted revenues in November that exceed monthly expected FY 2013 revised revenues by \$1.0 million or more.

- Business corporations taxes adjusted revenues are \$6.4 million more in November than the \$(2.9 million) monthly expected FY 2013 revised revenues. November 2012 refunds paid were \$3.1 million less than refunds paid in November 2011.
- Personal income taxes adjusted revenues are above monthly expected FY 2013 revised revenues in November by \$5.8 million, or 7.9 percent. The difference is attributable to greater final payments and estimated payments adjusted revenues in November than monthly expected FY 2013 revised revenues by \$2.1 million, or 49.5 percent, and \$731,501, or 28.4 percent, respectively, and fewer refunds and adjustments by \$3.3 million, or -22.1 percent. Withholding taxes adjusted revenues were less than monthly expected FY 2013 revised revenues by \$439,272, or -0.5 percent. November personal income taxes adjusted revenues include \$2.6 million of tax amnesty revenues, which exceed the ORA tax amnesty estimate for personal income taxes of \$1.7 million. November personal income taxes adjusted revenues also include \$1.7 million of reimbursed Historic Structures Tax Credits (HSTCs).
- Public utilities gross earnings taxes November adjusted revenues are \$1.0 million, or 214.1 percent, more than the monthly expected FY 2013 revised revenues of \$474,544. This difference is due to the receipt of \$1.4 million in tax amnesty revenues in November. As stated earlier, ORA estimated no additional tax amnesty revenues for public utilities gross earnings taxes beyond October 2012.

Sales and use taxes, bank deposits taxes, the health care provider assessment, realty transfer taxes, racing and athletics taxes, and motor vehicle operator's license and registration fees adjusted revenues in November are all greater than monthly expected FY 2013 revised revenues but by less than \$1.0 million.

Two revenue items have adjusted revenues in November that trail monthly expected FY 2013 revised revenues by more than \$1.0 million.

- Inheritance and gift taxes adjusted revenues are below monthly expected FY 2013 revised revenues by \$1.5 million, or -53.7 percent, in November.
- Cigarettes and other tobacco products taxes lags expected November revised revenues by \$1.5 million, or -13.6 percent.

Finally, November adjusted revenues for financial institutions, the lottery transfer, insurance companies gross premiums taxes, alcohol excise taxes and motor carrier fuel use taxes are below monthly expected FY 2013 revised revenues for each of these revenue categories but by less than \$1.0 million.



Rosemary Booth Gallogly, Director
Department of Revenue

January 8, 2013

STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT
2012 Tax Amnesty Estimates to Actual

Revenue Items	FY 2013	FY 2013	YTD		YTD	November		November		November
	Enacted Estimate	ORA Estimate	Actual Revenues	Difference ORA to Actual	ORA to Actual	Enacted Estimate	ORA Estimate	Actual Revenues	ORA to Actual	Difference ORA to Actual
Personal Income Taxes Final Payments	\$ 3,012,820	\$ 2,891,054	\$ 4,092,745	\$ 1,201,691	\$ 1,201,691	\$ 1,752,431	\$ 1,681,605	\$ 2,566,880	\$ 885,275	\$ 885,275
Personal Income Taxes Withholding Payments	-	80,341	239,142	158,801	158,801	-	23,473	196,739	173,266	173,266
Business Corporations Taxes	351,412	1,853,331	1,191,392	(661,939)	(661,939)	218,641	1,153,103	213,226	(939,877)	(939,877)
Public Utilities Gross Earnings Taxes	-	3,249,910	4,624,287	1,374,377	1,374,377	-	-	1,374,377	1,374,377	1,374,377
Financial Institutions Taxes	-	-	128,747	128,747	128,747	-	-	128,747	128,747	128,747
Insurance Companies Gross Premiums Taxes	25,327	1,142	19,455	18,313	18,313	25,327	1,142	18,852	17,710	17,710
Health Care Provider Assessments	6,533	37,653	19,873	(17,780)	(17,780)	6,533	37,653	-	(37,653)	(37,653)
Sales and Use Taxes	4,422,820	792,652	2,320,492	1,527,840	1,527,840	2,355,658	422,178	1,902,140	1,479,962	1,479,962
Motor Carrier Fuel Use Taxes	-	2,316	1,223	(1,093)	(1,093)	-	1,234	-	(1,234)	(1,234)
Cigarette Excise Taxes	-	90,552	67,034	(23,518)	(23,518)	-	48,229	19,242	(28,987)	(28,987)
Inheritance Taxes	248,959	161,186	301,140	139,954	139,954	248,959	161,186	216,068	54,882	54,882
Hotel Taxes (State's share)	47,348	770	4,962	4,192	4,192	-	-	4,891	4,891	4,891
Prepaid Wireless E-911 Fees	-	15	8	(7)	(7)	-	-	-	-	-
E-911 Wireless Surcharge Fees	-	-	36,086	36,086	36,086	-	-	36,086	36,086	36,086
Litter Control Participation Permit Fees	-	12	7	(5)	(5)	-	-	-	-	-
Imaging Surcharge Fees	-	-	74,727	74,727	74,727	-	-	74,727	74,727	74,727
Hard to Dispose Fees	-	-	78,233	78,233	78,233	-	-	78,233	78,233	78,233
Meals and Beverage Taxes*	-	5,183	18,709	13,526	13,526	-	-	15,974	15,974	15,974
Interest owed on Overdue Taxes	2,827,042	2,755,331	749,312	(2,006,019)	(2,006,019)	-	-	-	-	-
Total Tax Amnesty	\$ 10,942,261	\$ 11,921,448	\$ 13,967,574	\$ 2,046,126	\$ 2,046,126	\$ 4,607,549	\$ 3,529,803	\$ 6,846,180	\$ 3,316,377	\$ 3,316,377

* These tax amnesty revenues are distributed to the municipality where the revenues were received.

STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT
Year-to-Date Estimate to Actual

	YTD November Estimate of Revised FY 2013		YTD November Adjusted Revenues FY 2013		Difference	Variance
Personal Income Tax	\$ 421,665,694		\$ 423,864,659	*	\$ 2,198,965	0.5%
General Business Taxes						
Business Corporations	16,002,583		27,524,324	*	11,521,741	72.0%
Public Utilities Gross Earnings	5,158,027	†	6,541,262	*	1,383,235	26.8%
Financial Institutions	5,832,197	†	5,483,990	*	(348,207)	-6.0%
Insurance Companies	393,516		1,248,896	* ^a	855,380	217.4%
Bank Deposits	121,051		180,000		58,949	48.7%
Health Care Provider Assessment	17,288,689		17,296,786	*	8,097	0.0%
Excise Taxes						
Sales and Use	385,374,217		380,922,872	*	(4,451,345)	-1.2%
Motor Vehicle	16,279,848		17,014,433		734,585	4.5%
Motor Carrier Fuel Use	382,096		339,960	*	(42,136)	-11.0%
Cigarettes	60,496,631		58,832,343	*	(1,664,288)	-2.8%
Alcohol	5,161,350		5,010,505		(150,845)	-2.9%
Other Taxes						
Inheritance and Gift	15,665,033		10,493,358	*	(5,171,675)	-33.0%
Racing and Athletics	496,815		515,359		18,544	3.7%
Realty Transfer	3,087,401		3,021,231		(66,170)	-2.1%
Total Taxes	\$ 953,405,149		\$ 958,289,977		\$ 4,884,829	0.5%
Departmental Receipts	\$ 71,452,436		\$ 76,722,314	* ^b	\$ 5,269,878	7.4%
Taxes and Departmentals	\$ 1,024,857,585		\$ 1,035,012,291		\$ 10,154,706	1.0%
Other General Revenue Sources						
Other Miscellaneous Revenues	1,620,482	+	1,620,482	^c	-	0.0%
Lottery Transfer	127,987,024		126,474,129	^d	(1,512,895)	-1.2%
Unclaimed Property	-	+	-		-	n/a
Total Other Sources	\$ 129,607,506		\$ 128,094,611		\$ (1,512,895)	-1.2%
Total General Revenues	\$ 1,154,465,091		\$ 1,163,106,903		\$ 8,641,811	0.7%

† Year-to-date revised estimate is adjusted to include 2012 tax amnesty estimate of \$3.2 million in Public Utilities Gross Earnings Taxes and \$5.1 million in historic structure tax credit reimbursements in Financial Institutions Taxes.

+ Set equal to actual amounts received due to general receipt of transfers in June.

* 2012 Tax Amnesty revenues included in Year-to-Date November adjusted revenues: Public Utilities Gross Earnings Tax, \$4,624,287; Personal Income Tax, \$4,331,887; Sales and Use Tax, \$2,320,492; Business Corporations Tax, \$1,191,392; Inheritance and Gift Tax, \$301,140; Financial Institutions Tax, \$128,747; Hard to Dispose included in departmental receipts, \$78,233; Imaging Surcharge included in departmental receipts, \$74,727; Cigarette Excise Tax, \$67,034; Wireless Surcharge included in departmental receipts, \$36,086; Health Care Provider Assessment, \$19,873; Insurance Companies Gross Premiums Tax, \$19,455; Motor Fuel Tax, \$3,730; Hotel Tax included in departmental receipts, \$4,962; and Interest owed on overdue taxes included in departmental receipts, \$749,312.

^a Deducts \$1,722,000 for an insurance settlement received in FY 2013 that was accrued back to FY 2012.

^b Deducts \$123,571,075 in Hospital Licensing Fees received in FY 2013 that were accrued back to FY 2012; deducts \$213,380 in Interim Medicaid Hospital Rate settlements received in FY 2013 that were accrued back to FY 2012; and deducts \$1,026,551 for a drug settlement received in FY 2013 that was accrued back to FY 2012.

^c Deducts \$2,218,208 from two Medicaid settlements received in FY 2013 that were accrued back to FY 2012.

^d Deducts \$2,533,343 from the Lottery Transfer for revenues received in FY 2013 that were accrued back to FY 2012.

PIT Component	YTD Estimates		YTD Actuals		Difference	Variance
Estimated payments	\$ 55,294,297		54,430,481		\$ (863,816)	-1.6%
Final payments	23,766,532		24,202,152	*	435,620	1.8%
Withholding	381,637,298		378,495,677	*	(3,141,621)	-0.8%
Refunds	(39,032,434)		(33,263,652)		5,768,782	-14.8%
Net Accrual					-	
Total	\$ 421,665,694		\$ 423,864,659		\$ 2,198,965	0.5%

STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT
Monthly Estimate to Actual

	November Estimate of Revised FY 2013	November Adjusted Revenues FY 2013		Difference	Variance
Personal Income Tax	\$ 73,018,578	\$ 78,800,069	*	\$ 5,781,491	7.9%
General Business Taxes					
Business Corporations	(2,884,918)	3,533,641	*	6,418,559	-222.5%
Public Utilities Gross Earnings	474,544	1,490,469	*	1,015,925	214.1%
Financial Institutions	575,576	128,747	*	(446,829)	-77.6%
Insurance Companies	336,264	223,524	*	(112,740)	-33.5%
Bank Deposits	38,127	180,000		141,873	372.1%
Health Care Provider Assessment	3,412,208	3,511,044		98,836	2.9%
Excise Taxes					
Sales and Use	73,657,864	74,362,150	*	704,286	1.0%
Motor Vehicle	2,722,122	2,724,417		2,295	0.1%
Motor Carrier Fuel Use	92,516	78,743	*	(13,773)	-14.9%
Cigarettes	11,014,514	9,520,879	*	(1,493,635)	-13.6%
Alcohol	1,077,744	1,049,168		(28,576)	-2.7%
Controlled Substances	-	-		-	-
Other Taxes					
Inheritance and Gift	2,883,127	1,335,836	*	(1,547,291)	-53.7%
Racing and Athletics	94,054	101,348		7,294	7.8%
Realty Transfer	532,567	555,706		23,139	4.3%
Total Taxes	\$ 167,044,886	\$ 177,595,740		\$ 10,550,855	6.3%
Departmental Receipts	12,541,941	\$ 16,321,973	* ^a	\$ 3,780,032	30.1%
Taxes and Departmentals	\$ 179,586,827	\$ 193,917,713		\$ 14,330,887	8.0%
Other General Revenue Sources					
Other Miscellaneous Revenues	76,517	76,517	+	-	0.0%
Lottery Transfer	31,084,934	30,666,221	b	(418,713)	-1.3%
Unclaimed Property	-	-	+	-	n/a
Total Other Sources	\$ 31,161,451	\$ 30,742,738		\$ (418,713)	-1.3%
Total General Revenues	\$ 210,748,278	\$ 224,660,451		\$ 13,912,174	6.6%

+ Set equal to actual amounts received due to receipt of transfers in June.

* 2012 Tax Amnesty revenues included in November adjusted revenues: Personal Income Tax, \$2,763,619; Sales and Use Tax, \$1,902,140; Public Utilities Gross Earnings Tax, \$1,374,377; Inheritance and Gift Tax, \$216,068; Business Corporations Tax, \$213,226; Financial Institutions Tax, \$128,747; Hard to Dispose included in Departmental Receipts, \$78,233; Imaging Surcharge included in Departmental Receipts, \$74,727; Wireless Surcharge included in Departmental Receipts, \$36,086; Cigarette Excise Tax, \$19,242; Insurance Companies Gross Premiums Tax, \$18,852; Hotel Tax included in Departmental Receipts, \$4,891; and Motor Fuel Tax,

^a Deducts \$605,214 in Hospital Licensing Fees received in FY 2013 that were accrued back to FY 2012 and deducts \$71,973 in Interim Medicaid Hospital Rate settlements received in FY 2013 that were accrued back to FY 2012.

^b Deducts \$2,533,343 from the Lottery Transfer for revenues received in FY 2013 that were accrued back to FY 2012 and adds \$100,000 to the Lottery Transfer to adjust for the shortage in the monthly transfer that corrected the prior month's overpayment.

PIT Component	Estimates	Actuals		Difference	Variance
Estimated payments	\$ 2,575,798	3,307,300		\$ 731,501	28.4%
Final payments	4,341,925	6,490,923	*	2,148,997	49.5%
Withholding	81,190,944	80,751,672	*	(439,272)	-0.5%
Refunds	(15,090,089)	(11,749,826)		3,340,264	-22.1%
Total	\$ 73,018,578	\$ 78,800,069		\$ 5,781,491	7.9%

FY 2013 Variance of Adjusted Revenues to Estimate

