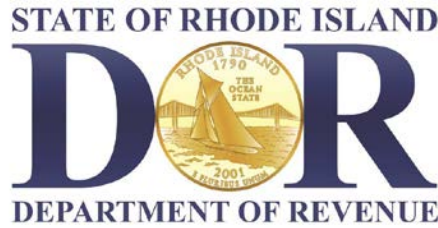


STATE OF RHODE ISLAND
GOVERNOR GINA M. RAIMONDO

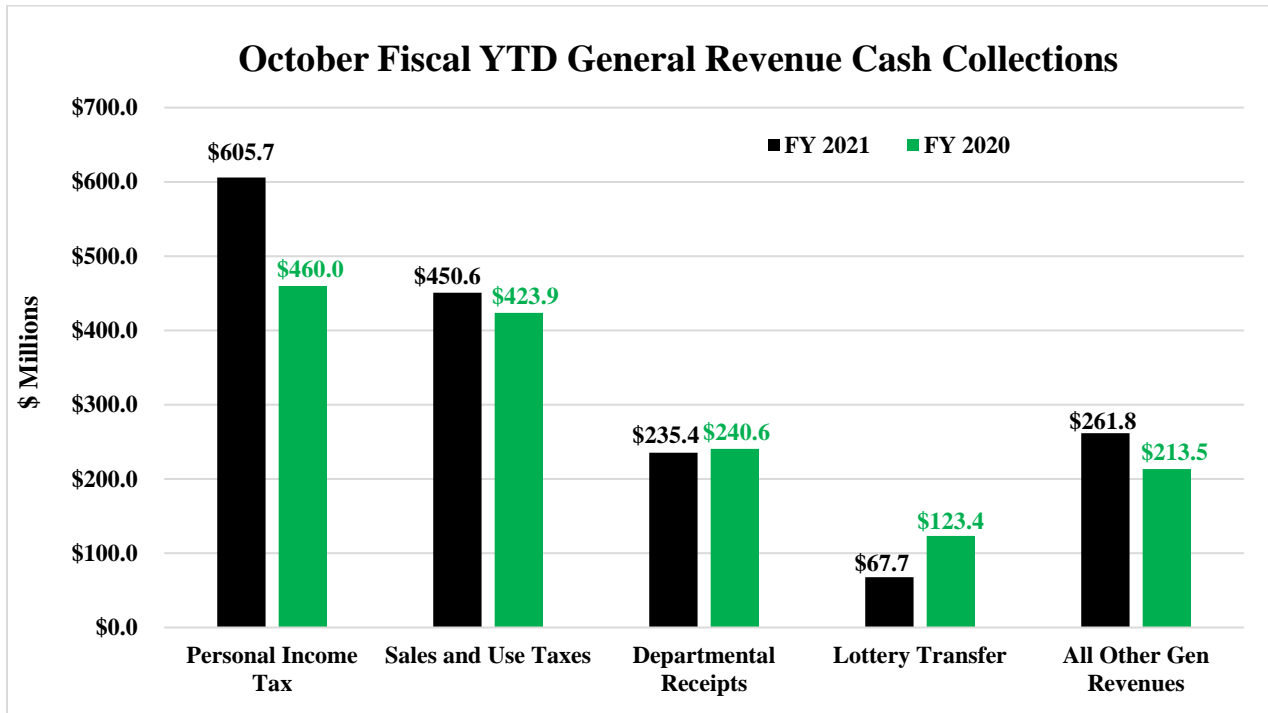


Office of Revenue Analysis

FY 2021 Cash Collections Report as of October 2020 Summary

Fiscal Year-to-Date through October:

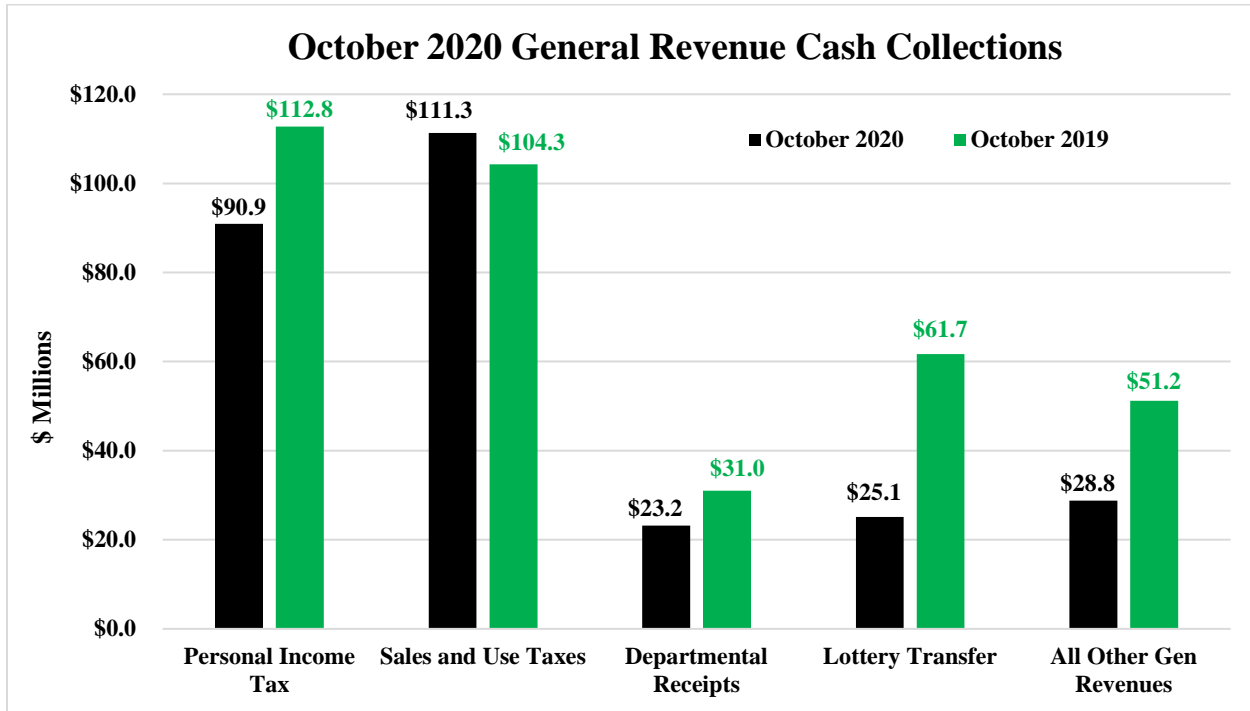
FY 2021 total general revenue cash collections through October were \$1.62 billion, up \$159.9 million, or 10.9%, over the \$1.46 billion collected in the same period in FY 2020. The breakdown by major general revenue components is as follows:



- Personal income tax cash collections were up \$145.8 million, or 31.7%.
- Sales and use tax collections were \$26.8 million, or 6.3%, more than year-to-date FY 2020.
- Departmental receipts were less than the same period in FY 2020 by \$5.2 million, or 2.2%.
- The lottery transfer was \$55.7 million, or 45.2%, less than the same period in FY 2020.
- All other general revenues were \$48.2 million, or 22.6%, more than FY 2020 through October.

Month of October:

October 2020 total general revenue cash collections were \$279.4 million, down \$81.6 million, or 22.6%, from the \$360.9 million collected in October 2019. The breakdown by major general revenue components is as follows:



- Personal income tax cash collections were down \$21.9 million, or 19.4%.
- Sales and use tax collections were \$7.1 million, or 6.8%, more than October 2019.
- Departmental receipts were less than October 2019 by \$7.8 million, or 25.2%.
- The lottery transfer was \$36.5 million, or 59.2%, less than the same period in FY 2020.
- All other general revenues were \$22.4 million, or 43.7%, less than October 2019.

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

	FY 2021 YTD October		FY 2020 YTD October	Nominal Difference	Change
Personal Income Tax ‡	\$ 605,741,408		\$ 459,977,228	\$ 145,764,180	31.7%
General Business Taxes					
Business Corporation ‡	78,783,619		38,111,171	40,672,448	106.7%
Public Utilities Gross Earnings ‡	23,949,653		25,009,674	(1,060,021)	-4.2%
Financial Institutions ‡	6,600,109		6,052,864	547,245	9.0%
Insurance Companies ‡	49,894,881		28,515,972	21,378,909	75.0%
Bank Deposits ‡	940,833		1,202,297	(261,464)	-21.7%
Health Care Provider Assessment	13,980,800		14,528,993	(548,193)	-3.8%
Excise Taxes					
Sales and Use ◇	450,627,738		423,860,143	26,767,595	6.3%
Motor Vehicle	324,089		437,300	(113,211)	-25.9%
Cigarettes	55,303,002		49,326,083	5,976,919	12.1%
Alcohol	7,619,107		6,497,433	1,121,674	17.3%
Controlled Substances	1,000		1,500	(500)	-33.3%
Other Taxes					
Estate and Transfer	16,529,539		37,735,152	(21,205,613)	-56.2%
Racing and Athletics Δ	108,415		416,561	(308,146)	-74.0%
Realty Transfer	6,477,389		5,647,964	829,425	14.7%
Total Taxes	\$ 1,316,881,582		\$ 1,097,320,335	\$ 219,561,247	20.0%
Departmental Receipts					
Licenses and Fees	\$ 212,901,643		\$ 210,604,481	\$ 2,297,162	1.1%
Fines and Penalties	11,486,368		11,856,382	(370,014)	-3.1%
Sales and Services	3,361,364		3,973,413	(612,049)	-15.4%
Miscellaneous	7,633,280		14,122,959	(6,489,679)	-46.0%
Total Departmental Receipts	\$ 235,382,655		\$ 240,557,235	\$ (5,174,580)	-2.2%
Taxes and Departmentals	\$ 1,552,264,237		\$ 1,337,877,570	\$ 214,386,667	16.0%
Other General Revenue Sources					
Other Miscellaneous Revenues	\$ 1,247,677		\$ 37,048	\$ 1,210,629	3,267.7%
Lottery Transfer Δ	67,671,016		123,399,740	(55,728,724)	-45.2%
Unclaimed Property	-		-	-	-
Total Other Sources	\$ 68,918,693		\$ 123,436,788	\$ (54,518,095)	-44.2%
Total General Revenues	\$ 1,621,182,930		\$ 1,461,314,358	\$ 159,868,572	10.9%

‡ On March 20, 2020, the United States Treasury and Governor Raimondo extended the payment and filing due date for personal income tax and most general business taxes estimated and final payments from June 15, 2020 to July 15, 2020.

◇ Reflects June-September 2020 activity. Please see the body of the report for information on the impact of COVID-19 on sales and use tax receipts.

Δ Reflects July-September 2020 activity. Please see the body of the report for information on the impact of COVID-19 on the lottery transfer.

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS

4

Month of October

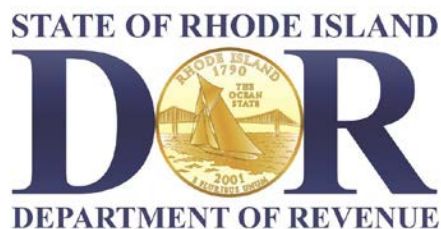
	FY 2021 Month of October	FY 2020 Month of October	Nominal Difference	% Change
Personal Income Tax ‡	\$ 90,900,217	\$ 112,786,031	\$ (21,885,814)	-19.4%
General Business Taxes				
Business Corporation ‡	5,724,858	2,331,748	3,393,110	145.5%
Public Utilities Gross Earnings ‡	(1,101,660)	673,638	(1,775,298)	-263.5%
Financial Institutions ‡	2,108,139	114,629	1,993,510	1,739.1%
Insurance Companies ‡	843,096	307,298	535,798	174.4%
Bank Deposits ‡	-	(445)	445	-
Health Care Provider Assessment	3,351,145	3,615,382	(264,237)	-7.3%
Excise Taxes				
Sales and Use ◊	111,321,652	104,270,765	7,050,887	6.8%
Motor Vehicle	60,950	128,175	(67,225)	-52.4%
Cigarettes	11,908,836	13,320,313	(1,411,477)	-10.6%
Alcohol	2,137,515	1,062,248	1,075,267	101.2%
Controlled Substances	-	500	(500)	-
Other Taxes				
Estate and Transfer	1,191,176	28,425,920	(27,234,744)	-95.8%
Racing and Athletics Δ	31,559	114,884	(83,325)	-72.5%
Realty Transfer	1,418,794	1,082,265	336,529	31.1%
Total Taxes	\$ 229,896,277	\$ 268,233,351	\$ (38,337,074)	-14.3%
Departmental Receipts				
Licenses and Fees	\$ 12,690,845	\$ 13,450,064	\$ (759,219)	-5.6%
Fines and Penalties	9,041,926	8,871,428	170,498	1.9%
Sales and Services	940,098	1,236,133	(296,035)	-23.9%
Miscellaneous	526,625	7,444,417	(6,917,792)	-92.9%
Total Departmental Receipts	\$ 23,199,494	\$ 31,002,042	\$ (7,802,548)	-25.2%
Taxes and Departmentals	\$ 253,095,771	\$ 299,235,393	\$ (46,139,622)	-15.4%
Other General Revenue Sources				
Other Miscellaneous Revenues	\$ 1,126,244	\$ 19,144	\$ 1,107,100	5,783.0%
Lottery Transfer Δ	25,140,761	61,668,106	(36,527,345)	-59.2%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 26,267,005	\$ 61,687,250	\$ (35,420,245)	-57.4%
Total General Revenues	\$ 279,362,776	\$ 360,922,643	\$ (81,559,867)	-22.6%

‡ On March 20, 2020, the United States Treasury and Governor Raimondo extended the payment and filing due date for personal income tax and most general business taxes estimated and final payments from June 15, 2020 to July 15, 2020.

◊ Reflects September 2020 activity. Please see the body of the report for information on the impact of COVID-19 on sales and use tax receipts.

Δ Reflects September 2020 activity. Please see the body of the report for information on the impact of COVID-19 on the lottery transfer.

STATE OF RHODE ISLAND
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

FY 2021 State of Rhode Island Cash Collections Report
October 2020 Detail

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

The October 2020 Cash Collections Report includes the impact of the COVID-19 pandemic on State cash flows. For several cash items, such as the sales and use tax, the October cash collections reflect taxable sales activity in September. For others, such as the personal income tax, the FY 2021 cash collections reflect changes in the timing of the receipt of cash payments due to the extension of filing and payment deadlines from April 15, 2020 to July 15, 2020. It is important the reader not interpret all surpluses in cash collections as realized increases in cash receipts; the delayed receipt of cash payments may also be responsible.

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 October:

The following table displays the differences in cash flows for FY 2021 through October and FY 2020 through October:

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2021	YTD FY 2020
11	Personal Income Tax	TY 2019 final payments received in Jul 2020 and accrued to FY 2020	\$150,386,810	\$0
11	Personal Income Tax	TY 2020 estimated payments received in Jul 2020 and accrued to FY 2020	\$28,981,628	\$0
11	Personal Income Tax	TY 2019 refunds paid in Jul 2020 and accrued to FY 2020	\$(19,311,346)	\$0
12	Personal Income Tax	FY 2021 large, infrequently occurring withholding payment(s)	\$7,225,890	\$0
11	Personal Income Tax	FY 2021 net adj for prior period payments transferred to/from bus corp tax	\$1,409,988	\$0
12	Personal Income Tax	FY 2020 net adj for prior period payments transferred to/from bus corp tax	\$0	\$2,638,918
14	Business Corp Tax	TY 2019 final payments received in Jul 2020 and accrued to FY 2020	\$15,679,486	\$0
14	Business Corp Tax	TY 2020 estimated payments received in Jul 2020 and accrued to FY 2020	\$12,351,209	\$0
14	Business Corp Tax	TY 2019 refunds paid in Jul 2020 and accrued to FY 2020	\$(821,536)	\$0
14	Business Corp Tax	FY 2021 net adj for prior period payments transferred to/from pers inc tax	\$(1,409,988)	\$0
14	Business Corp Tax	FY 2021 net adj for prior period payments transferred to/from fin inst tax	\$(1,810,000)	\$0
15	Business Corp Tax	FY 2021 adj for prior period payment(s) transferred from ins gross prem tax	\$120,000	\$0
15	Business Corp Tax	FY 2020 net adj for prior period payments transferred to/from pers inc tax	\$0	\$(2,638,918)
15 / 15	Business Corp Tax	Pass-through entity income tax payment(s) for shareholders	\$13,396,161	\$744,133

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2021	YTD FY 2020
17	Financial Inst Tax	TY 2019 final payments received in Jul 2020 and accrued to FY 2020	\$347,200	\$0
17	Financial Inst Tax	FY 2021 net adj for prior period payments transferred to/from bus corp tax	\$1,810,000	\$0
17	Ins Gross Premiums Tax	TY 2019 final payments received in Jul 2020 and accrued to FY 2020	\$825,612	\$0
17	Ins Gross Premiums Tax	TY 2020 estimated payments received in Jul 2020 and accrued to FY 2020	\$12,882,593	\$0
17	Ins Gross Premiums Tax	FY 2021 adj for prior period payment(s) transferred to bus corp tax	\$(120,000)	\$0
17 / 17	Bank Deposits Tax	Late payment(s) received in July and accrued to prior fiscal year	\$111,466	\$262,500
13	Sales and Use Tax	FY 2021 adj for prior period payment(s) transferred to departmental receipts	\$(333,053)	\$0
19 / 19	MV License & Reg Fees	State's share of prior year receivable	\$118,760	\$94,500
20	Estate and Transfer	Large, infrequent payment(s) received in October 2019	\$0	\$25,800,000
20 / 20	Realty Transfer Tax	Subsequent month's transfer to the Housing Resources Commission	\$496,634	\$426,416
22	Departmental Receipts	Hospital licensing fee	\$4,403,237	\$0
22	Departmental Receipts	FY 2021 adj for prior period payment(s) transferred from sales and use tax	\$333,053	\$0
22	Departmental Receipts	Late beach parking fee payment accrued to FY 2019	\$0	\$514,668
22	Departmental Receipts	FY 2020 E911 receipts converted to restricted receipts on Oct 1, 2019	\$0	\$2,538,220
25	Other Miscellaneous	FY 2021 transfer of funds from the RI Highway Maintenance Acct	\$1,129,870	\$0
27	Lottery Transfer	Advance payments to the general fund	\$0	\$30,000,000
27 / 27	Lottery Transfer	Payment of prior fiscal year revenues in October	\$2,863,337	\$2,048,319

Month of October:

The following table displays the differences in cash flows for October 2020 and October 2019:

Page Number	Revenue Source	Cash Flow Differences	October 2020	October 2019
12	Personal Income Tax	Oct 2020 adj for prior period payment(s) transferred from bus corp tax	\$723,000	\$0
12	Personal Income Tax	Oct 2019 adj for prior period payment(s) transferred from bus corp tax	\$0	\$3,042,449
16 / 16	Business Corp Tax	Pass-through entity income tax payment(s) for shareholders	\$552,894	\$61,651
16	Business Corp Tax	Oct 2020 adj for prior period payment(s) transferred to pers inc tax	\$(723,000)	\$0
16	Business Corp Tax	Oct 2019 adj for prior period payment(s) transferred to pers inc tax	\$0	\$(3,042,449)
16	Business Corp Tax	Oct 2020 adj for prior period payments transferred to financial inst tax	\$(1,910,000)	\$0
18	Financial Inst Tax	Oct 2020 adj for prior period payments transferred from business corp tax	\$1,910,000	\$0
13	Sales and Use Tax	Oct 2020 adj for FY 2020 payment(s) transferred to departmental receipts	\$(333,053)	\$0
21	Estate and Transfer	Large, infrequent payment(s) received in October 2019	\$0	\$25,800,000
21 / 21	Realty Transfer Tax	Transfer to the Housing Resources Commission	\$(67,409)	\$9,200
23	Departmental Receipts	Hospital licensing fee	\$(1,049,136)	\$0
24	Departmental Receipts	Oct 2020 adj for FY 2020 payment(s) transferred from sales and use tax	\$333,053	\$0
24	Departmental Receipts	Transfer of E-911 receipts received in Sept 2020 to restricted receipts	\$(116,040)	\$0
24	Departmental Receipts	Oct 2019 E911 receipts converted to restricted receipts on Oct 1, 2019	\$0	\$641,376
26	Other Miscellaneous	Oct 2020 transfer of funds from the RI Highway Maintenance Acct	\$1,129,870	\$0
28	Lottery Transfer	Advance payments to the general fund	\$0	\$30,000,000
28 / 28	Lottery Transfer	Payment of prior fiscal year revenues in October	\$2,863,337	\$2,048,319

Impact on General Revenue Cash Collections from the COVID-19 Pandemic

Due to the COVID-19 pandemic, on March 20, 2020, the Division of Taxation, in conjunction with announcements made by the United States Treasury and Governor Gina M. Raimondo, postponed the filing-and-payment deadline from April 15, 2020 to July 15, 2020 for income tax filings and income tax payments for individuals and certain businesses. For the affected tax types, the change in the filing date provided taxpayers three additional months to file returns and pay balances due, and no penalties or interest accrued on these balances if paid on or before July 15, 2020. At this time, the Department of Revenue has information on the amount of cash receipts that were received in July 2020 but accrued back to FY 2020. These figures are included in the cash flow differences table by payment and tax type.

Also, in March 2020, major sporting events were canceled, or postponed effective March 11, 2020 and the Twin River Casino Hotel and the Tiverton Casino Hotel were closed on March 14, 2020. Dine-in service at restaurants and bars was halted on March 17, 2020 and Governor Raimondo issued a stay-at-home order on March 28, 2020, which closed all non-essential retail and service businesses on March 30, 2020. These closings and cancellations primarily impacted sales and use taxes and the lottery transfer.

Phase 1 of Reopening RI commenced on May 9, 2020, which lifted the stay-at-home order and allowed for a limited reopening of certain non-critical retail businesses. Restaurants were opened subject to limited patio seating beginning on May 18, 2020. Rhode Island entered Phase 2 of reopening on June 1, 2020, which included the reopening of dine-in service at a 50% capacity. The Twin River Casino Hotel and Tiverton Casino Hotel reopened on June 8, 2020 with limited capacity. Phase 3 commenced on June 30, 2020, which allowed indoor establishments to open at 66% capacity, larger crowd sizes at indoor and outdoor venues. Major League Soccer (MLS), Major League Baseball (MLB), and the National Basketball Association (NBA) started either a shortened season or a tournament during July 2020. At the end of July, Governor Raimondo slowed Phase 3 of Reopening RI and reduced catered events to 50 people indoors and 100 people outdoors on July 29, 2020. The National Hockey League (NHL) resumed play on August 1, 2020. Bars were ordered to close at 11 p.m. starting on August 8, 2020. On October 9, 2020, Governor Raimondo announced that Rhode Island will remain in Phase 3 until a COVID-19 vaccine is available. Phase 3 was further modified October 28, 2020, reducing the allowable size of informal gatherings to 10 people.

Based on these changes, the Department of Revenue estimated the impact on cash flows for FY 2021 year-to-date and the month of October for sales and use tax and the lottery transfer. The impact from the pandemic on COVID-19 for sales and use tax was calculated by the Office of Revenue Analysis.

Revenue Item	FY 2021 Year-to-Date	October 2020
Sales and Use		
Net Taxation Receipts less Meal and Beverage *	\$ 36,234,665	\$ 8,497,346
Meal and Beverage	(15,830,178)	(2,473,600)
Motor Vehicle Use	6,712,860	1,598,251
<i>Sales and Use Total</i>	<i>\$ 27,117,347</i>	<i>\$ 7,621,997</i>
Lottery Transfer (reflects gaming activity through September)		
Combined Games	\$ 1,274,502	\$ 924,192
Video Lottery Terminals	(25,297,608)	(7,701,224)
Table Games	(2,268,018)	(694,162)
Sports Betting ^	146,023	30,424
<i>Lottery Transfer Total</i>	<i>\$ (26,145,101)</i>	<i>\$ (7,440,770)</i>
Total All Revenue Items	\$ 972,245	\$ 181,227
* The calculation of the FY 2021 year-to-date figure includes Providence Place Mall receipts.		
^ Remote sports betting commenced in September 2019.		

Historic Structures Tax Credit Reimbursements:

The breakdown of the reimbursement of redeemed Historic Structures Tax Credits (HSTCs) by tax type is shown in the table below:

Tax Type	Year-to-Date			Monthly		
	FY 2021	FY 2020	% Change	October 2020	October 2019	% Change
Personal Income	\$ 4,753,574	\$ 1,974,373	140.8 %	\$ 2,749,238	\$ 1,889,933	45.5 %
Business Corporation	0	0	—	0	0	—
Financial Institutions	0	0	—	0	0	—
Insurance/Non-HMOs	0	0	—	0	0	—
Insurance/HMOs	2,228,366	0	n/a	0	0	—
Non-Profit Refund	0	0	—	0	0	—
Total	\$ 6,981,941	\$ 1,974,373	253.6 %	\$ 2,749,238	\$ 1,889,933	45.5 %

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 section below for information on cash flow anomalies between year-to-date FY 2021 and year-to-date FY 2020.

Fiscal Year-to-Date through October:

Component	FY 2021	FY 2020	Difference	% Change
Estimated Payments [^]	\$ 100,931,311	\$ 73,405,843	\$ 27,525,469	37.5 %
Final Payments ^{*^}	179,382,289	32,918,734	146,463,555	444.9 %
Refunds/Adjustments [^]	(68,545,033)	(34,372,052)	(34,172,981)	99.4 %
Withholding Tax Payments [†]	393,972,842	388,002,690	5,970,152	1.5 %
[^] The filing-and-payment deadline for income tax for individuals and most businesses was postponed from April 15, 2020/June 15, 2020 to July 15, 2020. [*] Includes Historic Structure Tax Credit (HSTC) reimbursements of \$4.8 million in FY 2021 YTD and \$2.0 million in FY 2020 YTD. [†] Includes federal \$600 unemployment “bonus” payments paid to recipients in July 2020 and federal \$300 unemployment “bonus” payments paid to recipients in September 2020 for unemployment in weekends ending in August 1, 2020 – September 5, 2020.				

For the FY 2021 through October 2020 period 77,312 income tax refunds were paid for TY 2019 at an average of \$878.33. For the same period in the prior year, 36,484 income tax refunds were paid for TY 2018 at an average of \$894.11.

Cash Flow Differences:**FY 2021**

- Personal income tax estimated payments include \$28,981,628 of TY 2020 estimated payments received in July 2020. A total of \$29,000,000 was accrued back to FY 2020.
- Personal income tax final payments include \$150,386,810 of TY 2019 final payments received in July 2020, of which \$150,386,000 was accrued back to FY 2020.
- Personal income tax refunds and adjustments include \$(19,311,346) of TY 2019 refunds paid in July 2020, of which \$(19,311,000) was accrued back to FY 2020.
- Personal income tax refunds and adjustments cash collections include \$1,409,988 for net transfer(s) between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$324,288 for July 2020 transfer(s) from business corporation tax for payment(s) received in August 2012;
 - \$890,700 for September 2020 net transfer(s) from business corporation tax for payment(s) received in FY 2018 – FY 2020, which includes a transfer of \$(359,000) of payments made to personal income tax final payments instead of business corporation tax. The \$890,700 figure does not include \$365,830 in payment(s) that were received in business corporation tax final payments instead of personal income tax final payments in FY 2021 year-to-date and transferred to personal income tax refunds and adjustments in September 2020.
 - \$195,000 for October 2020 net transfer(s) from business corporation tax for payment(s) received in January 2020, which includes a transfer of \$(105,000) of payments made to personal income tax final payments instead of business corporation tax. The \$195,000 figure does not include \$528,000 in payment(s) that

were received in business corporation tax final payments instead of personal income tax final payments in FY 2021 year-to-date and transferred to personal income tax refunds and adjustments in October 2020.

- Personal income tax withholding payments include \$7,225,890 of large, infrequently occurring payment(s) received in September 2020.

FY 2020

- Personal income tax cash collections include \$2.6 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.

Month of October:

Component	October 2020	October 2019	Difference	% Change
Estimated Payments	\$ 7,810,199	\$ 8,196,998	\$ (386,799)	-4.7 %
Final Payments *	15,252,687	16,233,066	(980,379)	-6.0 %
Refunds/Adjustments	(25,332,900)	(8,860,397)	(16,472,503)	185.9 %
Withholding Tax Payments	93,170,231	97,194,350	(4,024,118)	-4.1 %
* Includes HSTC reimbursements of \$2.7 million in October 2020 and \$1.9 million in October 2019.				

For the October 2020 period, 12,842 income tax refunds were paid for TY 2019 at an average of \$1,717.81. For the same period in the prior year, 10,228 income tax refunds were paid for TY 2018 at an average of \$757.83.

Cash Flow Differences:

October 2020

- Refunds and adjustments include \$723,000 for transfers between personal income tax and business corporation tax for payment(s) received in FY 2020 – FY 2021.

October 2019

- Refunds and adjustments include transfers of \$3.0 million from business corporation tax for payment(s) received in January and September 2019.

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 October:

Component	FY 2021	FY 2020	Difference	% Change
Net Taxation *	\$ 401,134,445	\$ 379,014,698	\$ 22,119,747	5.8 %
Providence Place Mall (PPM) *	0	2,048,314	(2,048,314)	-100.0 %
Total Non-Motor Vehicle (MV)	\$ 401,134,445	\$ 381,063,012	\$ 20,071,434	5.3 %
Meals and Beverage (M&B)	67,075,532	82,905,710	(15,830,178)	-19.1 %
Total Non-MV Less M&B	\$ 334,058,913	\$ 298,157,302	\$ 35,901,612	12.0 %
Motor Vehicle Use Tax Receipts	\$ 49,533,187	\$ 42,820,327	\$ 6,712,860	15.7 %
* PPM receipts were recorded separately in FY 2020 through August. In September 2019 and thereafter, the PPM receipts were included Net Taxation receipts.				

Cash Flow Differences:

FY 2021

- FY 2021 sales and use tax cash collections include a transfer of \$(333,053) to the compassion center surcharge in departmental receipts licenses and fees from sales and use tax for payments received in FY 2020.

Month of October:

Component	October 2020	October 2019	Difference	% Change
Net Taxation *	\$ 98,443,054	\$ 92,752,361	\$ 5,690,693	6.1 %
Providence Place Mall (PPM) *	0	0	0	n/a
Total Non-Motor Vehicle (MV)	\$ 98,443,054	\$ 92,752,361	\$ 5,690,693	6.1 %
Meals and Beverage (M&B)	16,650,273	19,123,873	(2,473,600)	-12.9 %
Total Non-MV Less M&B	\$ 81,792,781	\$ 73,628,487	\$ 8,164,293	11.1 %
Motor Vehicle Use Tax Receipts	\$ 12,912,043	\$ 11,313,792	\$ 1,598,251	14.1 %
* For October 2019 and 2020, Providence Place Mall (PPM) receipts are included in Net Taxation receipts.				

Cash Flow Differences:

October 2020

- October sales and use tax cash collections include a transfer of \$(333,053) to the compassion center surcharge in departmental receipts licenses and fees from sales and use tax for payment(s) received in FY 2020.

Business Corporation Tax Cash Collections by Component:

Businesses with Rhode Island tax liabilities make estimated payments equal to 25% 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 section below for information on cash flow anomalies between year-to-date FY 2021 and year-to-date FY 2020.

Fiscal Year-to-Date through October:

Component	FY 2021	FY 2020	Difference	% Change
Estimated Payments §	\$ 60,602,843	\$ 37,592,173	\$ 23,010,670	61.2 %
Final Payments §	30,004,261	20,678,527	9,325,734	45.1 %
Refunds/Adjustments §	(11,960,891)	(20,153,048)	8,192,157	-40.6 %
§ The filing-and-payment deadline for income tax for individuals and most businesses was postponed from April 15, 2020/June 15, 2020 to July 15, 2020.				

Cash Flow Differences:

FY 2021

- Business corporation tax final payments include \$15,679,486 of TY 2019 final payments received in July 2020 and accrued back to FY 2020.
- Business corporation tax estimated payments include \$12,351,209 of TY 2020 estimated payments received in July 2020 and accrued back to FY 2020.
- Business corporation tax refunds and adjustments include \$(821,536) of TY 2019 refunds paid in July 2020 and accrued back to FY 2020.
- Refunds and adjustments include \$(1,409,988) for net transfer(s) between personal income tax and business corporation tax for payment(s) received in prior periods as listed below:
 - \$(324,288) for July 2020 transfer(s) to personal income tax for payment(s) received in August 2012;
 - \$(890,700) for September 2020 net transfer(s) to personal income tax for payment(s) received in FY 2018 – FY 2020;
 - \$(195,000) for October 2020 net transfer(s) to personal income tax for payment(s) received in January 2020.
- Refunds and adjustments include net transfers of \$(1,810,000) to financial institution tax for payments received in prior periods as listed below:
 - \$100,000 for July 2020 transfer(s) from financial institution tax for payment(s) received in March 2018;

- \$1,910,000 for October 2020 transfers to financial institution tax for payments received in FY 2019 – FY 2020.
- Refunds and adjustments include a transfer of \$120,000 from insurance company gross premiums tax for payment(s) received in December 2018.
- FY 2021 year-to-date business corporation tax cash collections include elective pass-through entity tax payments of \$12.0 million in estimated payments and \$1.4 million in final payments. This includes \$5.1 million of business corporation tax pass-through entity estimated payments and \$629,567 of business corporation tax pass-through entity final payments that were received in July 2020 but accrued back to FY 2020 as personal income tax final payments. In the 2019 session, the General Assembly enacted a law which allowed pass-through entities to pay the state income tax of shareholders, at a rate of 5.99%, and provide shareholders with a credit on their personal income tax returns for the income taxes paid on their behalf by the pass-through entities. Pass-through entities who elect to pay this tax are not required to withhold Rhode Island personal income tax for non-resident owners. Adjusting for these payments, the growth in estimated payments is 29.2% and the growth in final payments is 38.5%.

FY 2020

- Refunds and adjustments include \$(2.6 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.
- FY 2020 year-to-date business corporation tax cash collections include elective pass-through entity tax payments of \$744,133 in estimated payments. In the 2019 session, the General Assembly enacted a law which allowed pass-through entities to pay the state income tax of shareholders, at a rate of 5.99%, and provide shareholders with a credit on their personal income tax returns for the income taxes paid on their behalf by the pass-through entities. Pass-through entities who elect to pay this tax are not required to withhold Rhode Island personal income tax for non-resident owners.

Month of October:

Component	October 2020	October 2019	Difference	% Change
Estimated Payments	\$ 6,791,747	\$ 4,166,550	\$ 2,625,197	63.0 %
Final Payments	4,210,611	8,991,108	(4,780,498)	-53.2 %
Refunds/Adjustments	(5,327,418)	(10,830,349)	5,502,931	-50.8 %

Cash Flow Differences:

October 2020

- October 2020 business corporation tax cash collections include elective pass-through entity tax payments of \$498,864 in estimated payments and \$54,030 in final tax payments. The 2019 General Assembly enacted a law that allowed pass-through entities to pay the state income tax of shareholders, at a rate of 5.99%, and provide shareholders with a credit on their personal income tax returns for the income taxes paid on their behalf by the pass-through entities. Pass-through entities who elect to pay this tax are not required to withhold Rhode Island personal income tax for non-resident owners. Adjusting for these payments, the growth rate in estimated payments is 51.0% and the growth rate in final payments is -53.8%.
- Refunds and adjustments include a transfer of \$(723,000) to personal income tax for payment(s) received in FY 2020 – FY 2021.
- Refunds and adjustments include a transfer of \$(1.9 million) to financial institution tax for payment(s) received in March 2019 and February 2020.

October 2019

- Refunds and adjustments include a transfer of \$3.0 million to personal income tax for payment(s) received in January and September 2019.
- October 2019 business corporation tax cash collections include elective pass-through entity tax payments of \$61,651 in estimated payments. The 2019 General Assembly enacted a law that allowed pass-through entities to pay the state income tax of shareholders, at a rate of 5.99%, and provide shareholders with a credit on their personal income tax returns for the income taxes paid on their behalf by the pass-through entities. Pass-through entities who elect to pay this tax are not required to withhold Rhode Island personal income tax for non-resident owners.

General Business Taxes Other than Business Corporation Tax

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 95,366,276	\$ 75,309,799	\$ 20,056,477	26.6 %
Month	\$ 5,200,720	\$ 4,710,502	\$ 490,218	10.4 %

Businesses with Rhode Island tax liabilities make estimated payments equal to 25% 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 section below for information on cash flow anomalies between year-to-date FY 2021 and year-to-date FY 2020. For all general business taxes other than the health care provider assessment, the return filing and payment due date was delayed from April 15, 2020 to July 15, 2020.

Fiscal Year-to-Date through October:

General business taxes other than business corporation tax collected through October of FY 2021 increased by 26.6% over general business taxes other than business corporation tax collected through October of FY 2020. FY 2021 general business taxes other than business corporation tax collected through October were \$95.4 million compared to \$75.3 million collected for the same period in FY 2020, an increase of \$20.1 million.

Public utilities gross earnings tax cash collections of \$23.9 million were \$1.1 million, or 4.2%, less than the \$25.0 million collected in FY 2020 through October. Financial institutions tax cash collections of \$6.6 million in year-to-date FY 2021 were up \$547,245, or 9.0%, compared to the \$6.1 million collected in year-to-date FY 2020. Insurance company gross premiums tax cash collections of \$49.9 million were \$21.4 million more than the \$28.5 million received on a year-to-date basis in FY 2020, a difference of 75.0%. Included in FY 2021 year-to-date insurance company gross premiums tax cash collections is \$2.2 million in reimbursed HSTCs. Bank deposits tax cash collections of \$940,833 in year-to-date FY 2021 were down \$261,464 compared to \$1.2 million collected in year-to-date FY 2020.

FY 2021 year-to-date through October health care provider assessment cash collections of \$14.0 million were down \$548,193, or 3.8%, from the \$14.5 million received on a year-to-date basis in FY 2020.

Cash Flow Differences:

FY 2021

- Financial institutions tax cash collections include \$347,200 of TY 2019 final payments received in July 2020 and accrued back to FY 2020.
- Financial institutions tax cash collections include a net transfer of \$1.8 million from business corporation tax for payments received in prior periods as listed below:
 - \$100,000 for July 2020 transfer(s) to business corporation tax for payment(s) received in March 2018;
 - \$1,910,000 for October 2020 transfers from business corporation tax for payments received in FY 2019 – FY 2020.
- Insurance company gross premiums tax cash collections include \$825,612 of TY 2019 final payments received in July 2020 and accrued back to FY 2020.
- Insurance company gross premiums tax cash collections include \$12,882,593 of TY 2020 estimated payments received in July 2020 and accrued back to FY 2020.
- Insurance gross premiums tax cash collections include a transfer of \$(120,000) to business corporation tax for payment(s) received in December 2018.
- Bank deposits tax cash collections include \$111,466 in late payment(s) received in July 2020 but accrued back to FY 2020.

FY 2020

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

Month of October:

General business taxes other than the business corporation tax collected in October 2020 increased by 10.4% over general business taxes other than business corporation tax collected in October 2019. October 2020 general business taxes other than business corporation tax collected were \$5.2 million compared to \$4.7 million collected for the same period in FY 2020, an increase of \$490,218.

Public utilities gross earnings tax net cash collections of \$(1.1 million) were \$1.8 million less than the \$673,638 collected in October 2019, a difference of -263.5%. Financial institutions tax cash collections were \$2.1 million in October 2020 compared to cash collections of \$114,629 in October 2019, an increase of \$2.0 million, or 1,739.1%. Insurance company gross premiums tax cash collections of \$843,096 were \$535,798 more than the \$307,298 received in October 2019, a difference of 174.4%. There were no bank deposits tax cash collections in October 2020 compared to net cash collections of \$(445) in October 2019.

October 2020 health care provider assessment cash collections decreased \$264,237, or 7.3%, on a year-over-year basis.

Cash Flow Differences:**FY 2021**

- Financial institutions tax cash collections include a transfer of \$1,910,000 from business corporation tax for payment(s) received in March 2019 and February 2020.

Excise Taxes Other than the Sales and Use Tax

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 63,247,198	\$ 56,262,316	\$ 6,984,882	12.4 %
Month	\$ 14,107,301	\$ 14,511,236	\$ (403,935)	-2.8 %

Fiscal Year-to-Date through October:

Excise taxes other than sales and use taxes collected in FY 2021 through October increased 12.4% over excise taxes other than sales and use taxes collected through October of FY 2020. FY 2021 excise taxes other than sales and use taxes collected through October were \$63.2 million compared to the \$56.3 million collected for the same period last fiscal year, an increase of \$7.0 million.

Motor vehicle license and registration fees were \$324,089 in FY 2021 through October, which is \$113,211, or 25.9%, less than motor vehicle license and registration fees in FY 2020 through October of \$437,300. 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 October of FY 2021 were \$55.3 million, up \$6.0 million compared to the \$49.3 million collected for the same period last fiscal year, an increase of 12.1%. Included in year-to-date FY 2021 cigarette and OTP excise tax cash collections is \$46 in cigarette floor stock receipts and \$4.1 million of OTP taxes. Year-to-date FY 2020 includes \$9,490 in cigarette floor stock receipts and \$3.4 million of OTP taxes.

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 October of FY 2020, Rhode Island cigarette sales increased 11.6% compared to the same period last fiscal year.

Alcohol excise tax cash collections in FY 2021 through October increased \$1.1 million, or 17.3%, over collections in FY 2020 through October.

Cash Flow Differences:

FY 2021

- Motor vehicle license and registration fees include \$118,760 from a June 2020 receivable.

FY 2020

- Motor vehicle license and registration fees include \$94,500 from a June 2019 receivable.

Month of October:

Excise taxes other than sales and use taxes collected in October 2020 decreased 2.8% from excise taxes other than sales and use taxes collected in October 2019. October 2020 excise taxes other than sales and use taxes collected were \$14.1 million compared to the \$14.5 million collected for the same period last fiscal year, a decrease of \$403,935.

Motor vehicle license and registration fees were \$60,950 in October 2020, which is \$67,225, or 52.4%, less than motor vehicle license and registration fees of \$128,175 in October 2019. 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 in October 2020 were \$11.9 million, down \$1.4 million compared to the \$13.3 million collected for the same period last fiscal year, a decrease of 10.6%. Included in October 2020 cigarette and OTP excise tax cash collections were \$971,316 of OTP taxes. October 2019 included \$802 in cigarette floor stock receipts and \$780,978 of OTP taxes.

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 October 2020, Rhode Island cigarette sales decreased 12.8% compared to the same period last fiscal year.

Alcohol excise tax cash collections in October 2020 increased \$1.1 million, or 101.2%, compared to collections in October 2019.

Other Taxes

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 23,115,343	\$ 43,799,677	\$ (20,684,334)	-47.2 %
Month	\$ 2,641,529	\$ 29,623,069	\$ (26,981,540)	-91.1 %

Fiscal Year-to-Date through October:

Other taxes collected in FY 2021 through October decreased 47.2% from other taxes collected through October of FY 2020. FY 2021 other taxes collected through October were \$23.1 million compared to the \$43.8 million collected in the same period last fiscal year, a decrease of \$20.7 million. FY 2021 estate and transfer taxes collected through October were \$16.5 million, down \$21.2 million compared to the same period in FY 2020, a variance of -56.2%. It is possible that an unknown amount of estate and transfer tax cash receipts received in July were due to the deferral of the filing date for such payments to July 15, 2020. FY 2021 realty transfer taxes collected through October were \$6.5 million, up \$829,425 compared to the same period last fiscal year.

Cash Flow Differences:

FY 2021

- Included in realty transfer tax cash collections is the transfer to the Housing Resources Commission (HRC) of \$496,634 based on activity in October 2020 that will be completed in November 2020.

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 \$426,416 of funds designated for HRC. This figure is the amount that was transferred to HRC in November 2019 for realty transfer tax activity that occurred in October 2019.

Month of October:

Other taxes collected in October 2020 decreased 91.1% from other taxes collected in October 2019. October 2020 other taxes collected were \$2.6 million compared to the \$29.6 million collected in the same period last fiscal year, a decrease of \$27.0 million. October 2020 estate and transfer tax cash collections were \$1.2 million, down \$27.2 million compared to October 2019, a decrease of 95.8%. Realty transfer taxes collected in October 2020 were \$1.4 million, up \$336,529, or 31.1%, compared to October 2019.

Cash Flow Differences:

October 2020

- Included in realty transfer tax cash collections is \$(67,409) of funds designated for the Housing Resources Commission (HRC). This figure is the difference of the following items:
 - \$564,043 that was transferred to HRC in October 2020 for realty transfer tax activity that occurred in September 2020;
 - \$496,634 that will be transferred to HRC in November 2020 for realty transfer tax activity that occurred in October 2020.

October 2019

- Included in estate and transfer tax cash collections are large, infrequently occurring payment(s) of \$25.8 million.
- Included in realty transfer tax cash collections is \$9,200 of funds designated for HRC. This figure is the difference of the following items:
 - \$417,216 that was transferred to HRC in October 2019 for realty transfer tax activity that occurred in September 2019 (includes two transfers of \$402,029 and \$15,187);
 - \$426,416 that was transferred to HRC in November 2019 for realty transfer tax activity that occurred in October 2019.

Departmental Receipts

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 235,382,655	\$ 240,557,235	\$ (5,174,580)	-2.2 %
Month	\$ 23,199,494	\$ 31,002,042	\$ (7,802,548)	-25.2 %

Fiscal Year-to-Date through October:

Total departmental receipts in FY 2021 through October decreased by 2.2% compared to total departmental receipts in FY 2020 through October. Fiscal year-to-date total departmental receipts collected in FY 2021 were \$235.4 million compared to \$240.6 million collected for the same period last year, a decrease of \$5.2 million.

The tables below are based on data provided by the Controller and break down departmental receipts cash collections by component on a fiscal year-to-date basis. *For all accounts noted by an asterisk (*), please see the departmental receipts fiscal year-to-date cash flow differences sections for more information on cash flow anomalies between the two fiscal periods.*

The licenses and fees category of departmental receipts through October of FY 2021 was up \$2.3 million, or 1.1%, over the \$210.6 million collected through October of FY 2020. The three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2021 versus year-to-date FY 2020 are listed below:

Licenses and Fees	Nominal Increase / Decrease
Hospital licensing fee *	\$ 4,403,237
Compassion center surcharge *	680,211
Banking licenses	360,985
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E911 and first response surcharge *	(2,409,430)
Recreation activities fund – Parks and Recreation	(440,691)
Beach parking fees *	(333,009)

Cash Flow Differences:

FY 2021

- In licenses and fees, cash collections from the hospital licensing fee were \$4.4 million more in year-to-date FY 2021 compared to year-to-date FY 2020. In general, the prior fiscal year hospital licensing fee is received in July of the current year. FY 2019 hospital license fee was assessed at the rate of 6.000% on hospital fiscal year 2017 net patient revenues. The FY 2020 hospital licensing fee was assessed at 6.000% on hospital fiscal year 2018 net patient revenues.
- FY 2021 license and fees cash collections include a transfer of \$333,053 to the compassion center surcharge from sales and use tax for payments received in FY 2020.

FY 2020

- FY 2020 license and fees cash collections include \$2.5 million in E911 fees that due to changes enacted in the FY 2020 budget are now restricted receipts but were general revenues until October 1, 2019.
- 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.

The finer and penalties category of departmental receipts through October of FY 2021 was down \$370,014, or 3.1%, compared to the \$11.9 million collected through October of FY 2020. The one account with a nominal increase greater than \$100,000 and the three accounts with nominal decreases greater than \$100,000 in year-to-date FY 2021 versus year-to-date FY 2020 are listed below:

Fines and Penalties	Nominal Increase / Decrease
Interest on overdue taxes	\$ 516,519
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Rhode Island Traffic Tribunal (RITT)	(359,523)
Penalty on overdue taxes	(247,158)
Fines and costs– Sixth Division Providence District Court	(103,679)

The sales and services category of departmental receipts through October of FY 2021 was down \$612,049 from the \$4.0 million collected through October of FY 2020, a decrease of 15.4%. No sales and services accounts had a nominal increase greater than \$100,000 in year-to-date FY 2021 compared to the prior fiscal year. Clinical testing was the only account with a nominal decrease

greater than \$100,000 in year-to-date FY 2021 versus year-to-date FY 2020, with a decrease of \$413,130.

Miscellaneous departmental receipts through October of FY 2021 were down \$6.5 million, or 46.0%, from the \$14.1 million collected through October of FY 2020. The three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2021 versus year-to-date FY 2020 are listed below:

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Drinking water protection fund	\$ 262,683
Cost recovery account – Treasury Department	210,571
Cost recovery account – Judiciary	142,422
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Miscellaneous revenues – Office of the Attorney General	(4,991,363)
Miscellaneous refunds – Treasury Department	(644,076)
Central Falls repayment	(600,000)

Month of October:

Total departmental receipts in October 2020 decreased by 25.2% compared to total departmental receipts in October 2019. Total departmental receipts collected in October 2020 were \$23.2 million compared to \$31.0 million collected for the same period last year, a decrease of \$7.8 million.

The tables below are based on data provided by the Controller and break down departmental receipts cash collections by component on a monthly basis. *For all accounts noted by an asterisk (*), please see the departmental receipts monthly cash flow differences sections for more information on cash flow anomalies between the two fiscal periods.*

The *licenses and fees* category of departmental receipts in October 2020 was down \$759,219, or 5.6%, from the \$13.5 million collected in October 2019. The three accounts with the largest nominal increases / decreases greater than \$100,000 on a year-over-year basis are listed below:

Licenses and Fees	Nominal Increase / Decrease
Compassion center surcharge	\$ 409,875
Local building permit levy ADA surcharge	194,608
Fees for filing of corporate documents	181,530
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Hospital license fee *	(1,049,136)
E911 and first response surcharge *	(645,635)
Mosquito abatement pesticide surcharge	(200,731)

Cash Flow Differences:

October 2020

- In licenses and fees, cash collections from the hospital licensing fee were \$1,049,136 less in October 2020 compared to October 2019. The FY 2020 hospital license fee collections

in October 2020 were assessed at the rate of 6.000% on hospital fiscal year 2018 net patient revenues. FY 2019 hospital license fee collections received in October 2019 were assessed at the rate of 6.000% on hospital fiscal year 2017 net patient revenues.

- October 2020 license and fees cash collections include a transfer of \$333,053 to the compassion center surcharge from sales and use tax for payment(s) received in FY 2020.
- Licenses and fees cash collections for October 2020 include a transfer of \$(116,040) to restricted receipt accounts from the first response surcharge accounts for payment(s) received in September 2020.

October 2019

- October 2019 license and fees cash collections include \$641,376 in E911 fees that due to changes enacted in the FY 2020 budget are now restricted receipts but were general revenues until October 1, 2019.

The *finer and penalties* category of departmental receipts in October 2020 was up \$170,498, or 1.9%, over the \$8.9 million collected in October 2019. The one account each with a nominal increase or decrease greater than \$100,000 on a year-over-year basis are listed below:

Fines and Penalties	Nominal Increase / Decrease
Interest on overdue taxes	\$ 516,519
Penalty on overdue taxes	(247,158)

The *sales and services* category of departmental receipts in October 2020 was down \$296,035 from the \$1.2 million collected in October 2019, a decrease of 23.9%. No accounts had a nominal increase greater than \$100,000. The two accounts with nominal decreases greater than \$100,000 on a year-over-year basis are listed below:

Sales and Services	Nominal Decrease
Rhode Island Veterans Home Board and Support	\$ (124,439)
Clinical testing	(119,981)

Miscellaneous departmental receipts in October 2020 were down \$6.9 million, or 92.9%, from the \$7.4 million collected in October 2019. The three accounts with nominal increases / decreases greater than \$100,000 on a year-over-year basis are listed below:

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Cost recovery account – Judiciary	\$ 459,035
Cost recovery account – Treasury Department	314,191
Insurance examination fees	126,967
Miscellaneous revenues – Office of the Attorney General	(5,901,949)
Miscellaneous refunds – Treasury Department	(797,330)
Income tax refund checks written off	(441,913)

Motor Fuel Tax, Per Penny Yield

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 1,415,099	\$ 1,555,890	\$ (140,790)	-9.0 %
Month	\$ 343,123	\$ 374,227	\$ (31,104)	-8.3 %

In FY 2021 and FY 2020 from October 2019 through June 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 was 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 October:

The per penny yield of the state's motor fuel tax collected in FY 2021 through October was \$140,790 less than in FY 2020 through October. This represents a decrease of 9.0% between the two fiscal year-to-date periods. For FY 2021 through October, the per-penny yield was \$1.4 million versus \$1.6 million for FY 2020 through October.

Month of October:

The per penny yield of the state's motor fuel tax collected in October 2020 was \$31,104 less than in October 2019. This represents a decrease of 8.3% between the two monthly periods. For October 2020, the per-penny yield was \$343,123 versus \$374,227 for October 2019.

Other General Revenue Sources Other Than Lottery Transfer

October	FY 2021	FY 2020	Difference	% Change
Fiscal YTD	\$ 1,247,677	\$ 37,048	\$ 1,210,629	3,267.7 %
Month	\$ 1,126,244	\$ 19,144	\$ 1,107,100	5,783.0 %

Fiscal Year-to-Date through October:

Cash Flow Differences:

FY 2021

- FY 2021 other miscellaneous revenues cash collections includes \$1.1 million transferred from the Rhode Island Highway Maintenance Account. The transfer for the first quarter of FY 2020 occurred in November 2019.

Month of October:***Cash Flow Differences:***

October 2020

- October 2020 other miscellaneous revenues cash collections includes \$1.1 million transferred from the Rhode Island Highway Maintenance Account. The transfer for the first quarter of FY 2020 occurred in November 2019.

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 October (Gaming Activity through September):

Component	FY 2021 †	FY 2020	Difference	% Change
Traditional Games	\$ 10,567,824	\$ 8,643,987	\$ 1,923,837	22.3 %
Keno	3,667,391	4,316,726	(649,335)	-15.0 %
Remote Sports Betting *	876,561	261,497	615,064	235.2 %
<u>Twin River Casino Hotel</u>				
VLTs	36,672,656	57,858,989	(21,186,333)	-36.6 %
On-site Sports Betting	708,313	1,334,972	(626,659)	-46.9 %
Traditional Table Games	935,894	2,558,780	(1,622,886)	-63.4 %
Poker Tables	0	162,480	(162,480)	-100.0 %
<u>Tiverton Casino Hotel</u>				
VLTs	11,722,354	15,833,629	(4,111,275)	-26.0 %
On-site Sports Betting	584,227	426,609	157,618	36.9 %
Traditional Table Games	(82,061)	400,591	(482,652)	-120.5 %
† Due to the COVID-19 pandemic, all major sporting events were canceled or postponed on March 11, 2020 and started either a shortened season or a tournament during July and August 2020. Additionally, the Twin River Casino Hotel and the Tiverton Casino Hotel closed at 12:00am on March 14, 2020 and remained closed until June 8, 2020 when they reopened with limited capacity.				
* Remote sports betting began in the state on September 4, 2019.				

In fiscal year-to-date 2021, Twin River operated a maximum of 69 traditional table games and no poker tables. In the same period in FY 2020, Twin River operated a maximum of 101 traditional table games and 23 poker tables. In fiscal year-to-date 2021 and 2020, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Twin River Casino Hotel operated 2,127 VLTs

in fiscal year-to-date 2021 compared to 4,104 in fiscal year-to-date 2020. Tiverton Casino Hotel operated 515 VLTs in FY 2021 year-to-date to 1,000 in the same period in FY 2020. 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 Tiverton Casino Hotel's or Twin River Casino Hotel's marketing program.

Cash Flow Differences:

FY 2021

- The FY 2021 lottery transfer includes receipts of \$2,863,337 received in October 2020 that were accrued back to FY 2020.

FY 2020

- Year-to-date FY 2020 includes \$30,000,000 from an advance payment of October gaming activity.
- The FY 2020 lottery transfer includes receipts of \$2,048,319 received in October 2019 that were accrued back to FY 2019.

Month of October (September Gaming Activity):

Component	October 2020	October 2019	Difference	% Change
Traditional Games	\$ 3,762,948	\$ 2,671,159	\$ 1,091,789	40.9 %
Keno	1,275,129	1,442,726	(167,597)	-11.6 %
Remote Sports Betting *	426,717	261,497	165,220	63.2 %
<u>Twin River Casino Hotel</u>				
VLTs	11,971,227	18,414,462	(6,443,235)	-35.0 %
On-site Sports Betting	415,001	748,547	(333,546)	-44.6 %
Traditional Table Games	368,839	864,703	(495,864)	-57.3 %
Poker Tables	0	53,154	(53,154)	-100.0 %
<u>Tiverton Casino Hotel</u>				
VLTs	3,895,426	5,153,415	(1,257,989)	-24.4 %
On-site Sports Betting	410,590	211,840	198,750	93.8 %
Traditional Table Games	(18,286)	126,858	(145,144)	-114.4 %
* Remote sports betting began in the state on September 4, 2019.				

For gaming activity in September 2020, Twin River operated a maximum of 88 traditional table games and no poker tables. In September 2019, the comparable figures were 100 and 23, respectively. In September 2020 and September 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Twin River Casino Hotel operated 2,296 VLTs in September 2020 compared to 4,099 in the same period last fiscal year. Tiverton Casino Hotel operated 532 VLTs in September 2020 compared to 1,000 in September 2019 gaming activity. 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.

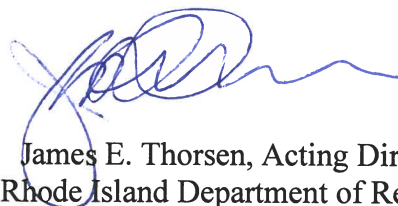
Cash Flow Differences:

October 2020

- The October 2020 lottery transfer includes receipts of \$2,863,337 that were accrued back to FY 2020.

October 2019

- October 2019 includes \$30,000,000 from an advance payment of October gaming activity.
- The October 2019 lottery transfer includes receipts of \$2,048,319 that were accrued back to FY 2019.



James E. Thorsen, Acting Director
Rhode Island Department of Revenue
December 1, 2020