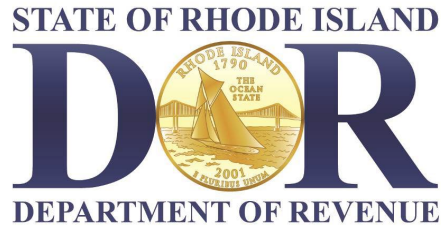


STATE OF RHODE ISLAND  
GOVERNOR DANIEL J. MCKEE

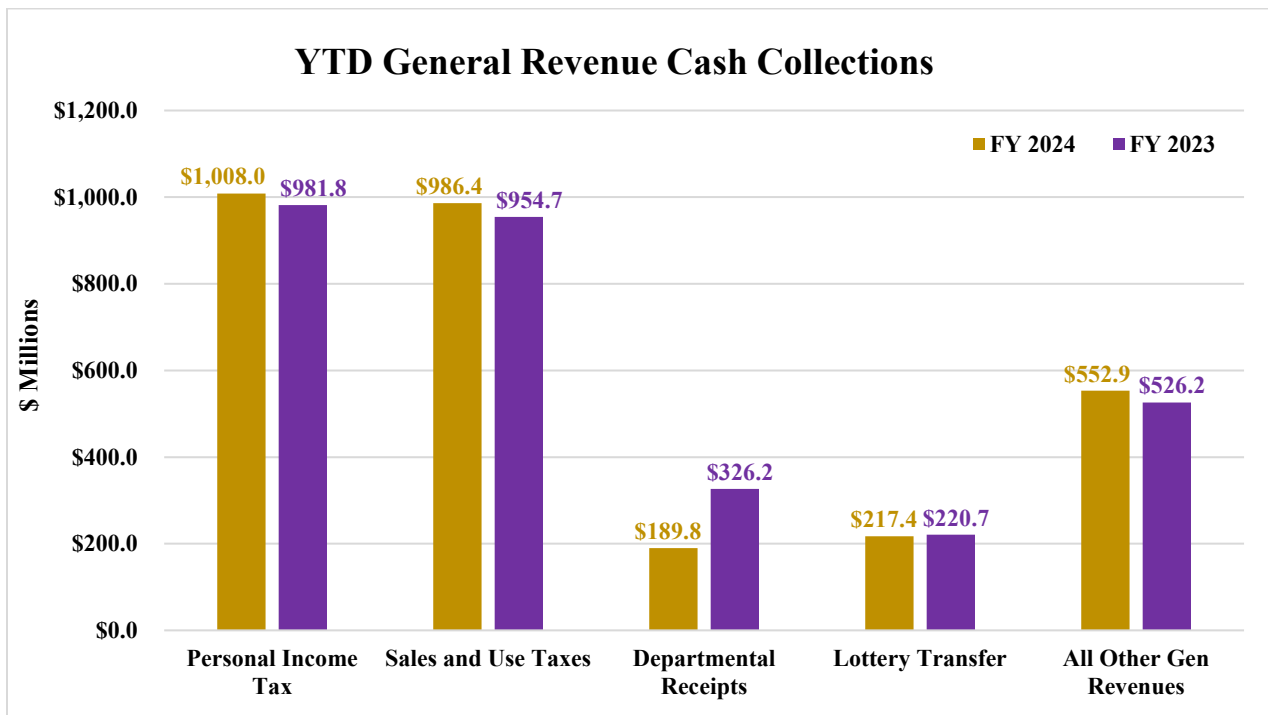


Office of Revenue Analysis

FY 2024 Cash Collections Report as of January 2024 Summary

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

FY 2024 total general revenue cash collections through January were \$2.95 billion, down \$55.1 million, or -1.8%, from the \$3.01 billion collected in the same period in FY 2023. The breakdown by major general revenue components is as follows:

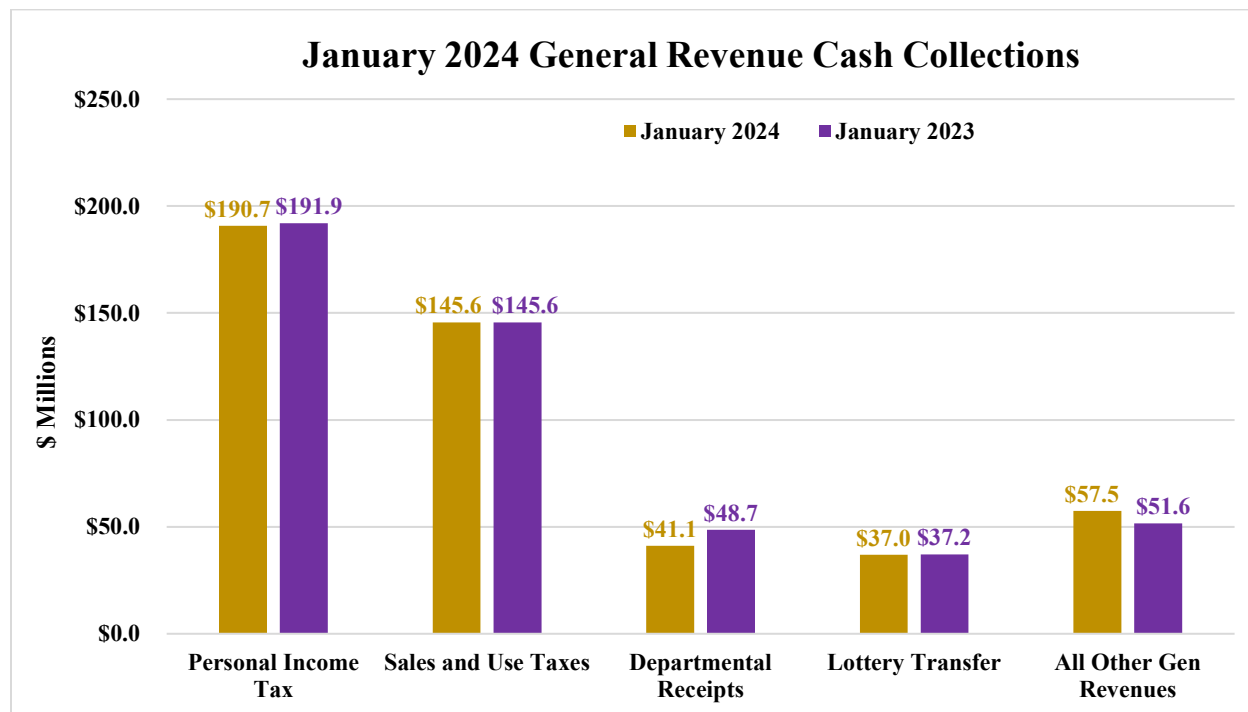


- Personal income tax cash collections rose 2.7%, with estimated payments down \$40.1 million. This decline in estimated payments was offset by \$37.7 million less in refund payments compared to last year and \$32.7 million more in withholding payments. Last year through January, the state had issued \$43.2 million in child tax rebates, which did not reoccur in FY 2024.
- Sales and use tax collections showed 3.3% growth year-to-date.

- The decrease in departmental receipts is largely due to the decrease in the hospital licensing fee due to a shift in the timing of hospital licensing fee deposits.

### ***Month of January:***

January 2024 total general revenue cash collections were \$471.9 million, down \$3.1 million, or 0.6%, from the \$474.9 million collected in January 2023. The breakdown by major general revenue components is as follows:



- Personal income tax cash collections were down by 0.6%, mostly due to a decrease in estimated payments of \$11.7 million. This decrease was partially offset by \$11.2 million more in withholding payments.
- Sales and use tax collections showed minimal decline of 0.1% year-over-year.
- Departmental receipts were down by \$7.5 million, or 15.5%, due to early payment(s) posted to securities license fees that typically would have been posted in January 2024.

### ***Motor Fuel Tax:***

- The per-penny yield of the state's gas tax was up 0.8% in January and down 1.0% year to date. The gas tax, unlike the other revenue items discussed in this report, is not a general revenue.

### ***How to Read this Report***

The tables on the following pages present a year-to-date and monthly look at cash collections compared to last year. The rest of the report looks at each major revenue category and presents component data as available, along with any commentary about nuances in cash flows. An appendix at the end of the report presents data about specific events that have caused differences in cash flows between fiscal years.

FY 2024 STATE OF RHODE ISLAND CASH COLLECTIONS

	FY 2024 YTD January	FY 2023 YTD January	Nominal Difference	Change
<b>Personal Income Tax</b>	\$ 1,008,045,650	\$ 981,808,954	\$ 26,236,696	2.7%
<b>General Business Taxes</b>				
Business Corporation	259,105,923	213,220,510	45,885,412	21.5%
Public Utilities Gross Earnings	50,230,324	46,942,659	3,287,665	7.0%
Financial Institutions	13,523,410	9,913,113	3,610,297	36.4%
Insurance Companies	83,653,420	78,367,818	5,285,602	6.7%
Bank Deposits	2,415,660	2,456,891	(41,231)	-1.7%
Health Care Provider Assessment	22,913,412	23,053,371	(139,959)	-0.6%
<b>Excise Taxes</b>				
Sales and Use Δ	986,393,523	954,738,057	31,655,466	3.3%
Motor Vehicle License and Reg Fees	102,001	712,450	(610,450)	-85.7%
Cigarettes	72,022,224	81,940,712	(9,918,488)	-12.1%
Alcohol	12,570,406	13,616,844	(1,046,438)	-7.7%
Controlled Substances	4,800	3,000	1,800	60.0%
<b>Other Taxes</b>				
Estate and Transfer	23,835,382	41,058,609	(17,223,228)	-41.9%
Racing and Athletics	372,868	321,259	51,609	16.1%
Realty Transfer	9,913,660	12,096,215	(2,182,555)	-18.0%
<b>Total Taxes</b>	<b>\$ 2,545,102,661</b>	<b>\$ 2,460,250,463</b>	<b>\$ 84,852,198</b>	<b>3.4%</b>
<b>Departmental Receipts</b>				
Licenses and Fees	\$ 103,440,500	\$ 263,287,823	\$ (159,847,324)	-60.7%
Fines and Penalties	31,990,937	28,295,838	3,695,099	13.1%
Sales and Services	5,088,339	5,366,111	(277,773)	-5.2%
Miscellaneous	49,299,893	29,294,187	20,005,706	68.3%
<b>Total Departmental Receipts</b>	<b>\$ 189,819,668</b>	<b>\$ 326,243,959</b>	<b>\$ (136,424,291)</b>	<b>-41.8%</b>
<b>Taxes and Departmentals</b>	<b>\$ 2,734,922,329</b>	<b>\$ 2,786,494,422</b>	<b>\$ (51,572,093)</b>	<b>-1.9%</b>
<b>Other General Revenue Sources</b>				
Other Miscellaneous Revenues	\$ 2,250,294	\$ 2,497,805	\$ (247,511)	-9.9%
Lottery Transfer Δ	217,430,574	220,714,551	(3,283,977)	-1.5%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 219,680,868</b>	<b>\$ 223,212,356</b>	<b>\$ (3,531,488)</b>	<b>-1.6%</b>
<b>Total General Revenues</b>	<b>\$ 2,954,603,197</b>	<b>\$ 3,009,706,779</b>	<b>\$ (55,103,581)</b>	<b>-1.8%</b>

Δ Sales and use tax primarily reflects June-December activity and the lottery transfer reflects July-December activity.

FY 2024 STATE OF RHODE ISLAND CASH COLLECTIONS

	FY 2024 Month of January	FY 2023 Month of January	Nominal Difference	% Change
<b>Personal Income Tax</b>	\$ 190,747,563	\$ 191,904,870	\$ (1,157,307)	-0.6%
<b>General Business Taxes</b>				
Business Corporation	40,042,678	28,326,501	11,716,176	41.4%
Public Utilities Gross Earnings	251,255	286,459	(35,204)	-12.3%
Financial Institutions	51,027	8,255	42,772	518.2%
Insurance Companies	459,446	744,196	(284,751)	-38.3%
Bank Deposits	106,569	22,777	83,793	367.9%
Health Care Provider Assessment	3,361,648	3,287,187	74,461	2.3%
<b>Excise Taxes</b>				
Sales and Use Δ	145,567,536	145,648,021	(80,485)	-0.1%
Motor Vehicle License and Reg Fees	-	80,750	(80,750)	-
Cigarettes	9,923,202	12,354,917	(2,431,715)	-19.7%
Alcohol	1,615,628	1,711,756	(96,129)	-5.6%
Controlled Substances	4,800	-	4,800	-
<b>Other Taxes</b>				
Estate and Transfer	326,462	1,995,185	(1,668,723)	-83.6%
Racing and Athletics	52,952	37,828	15,124	40.0%
Realty Transfer	994,658	1,994,004	(999,346)	-50.1%
<b>Total Taxes</b>	\$ 393,505,423	\$ 388,402,705	\$ 5,102,718	1.3%
<b>Departmental Receipts</b>				
Licenses and Fees	\$ 12,233,343	\$ 26,694,588	\$ (14,461,245)	-54.2%
Fines and Penalties	17,109,317	14,545,577	2,563,741	17.6%
Sales and Services	874,681	828,844	45,838	5.5%
Miscellaneous	10,916,420	6,589,458	4,326,962	65.7%
<b>Total Departmental Receipts</b>	\$ 41,133,761	\$ 48,658,466	\$ (7,524,705)	-15.5%
<b>Taxes and Departmentals</b>	\$ 434,639,184	\$ 437,061,171	\$ (2,421,987)	-0.6%
<b>Other General Revenue Sources</b>				
Other Miscellaneous Revenues	\$ 279,337	\$ 718,129	\$ (438,792)	-61.1%
Lottery Transfer Δ	36,961,010	37,151,266	(190,256)	-0.5%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	\$ 37,240,347	\$ 37,869,395	\$ (629,048)	-1.7%
<b>Total General Revenues</b>	\$ 471,879,531	\$ 474,930,566	\$ (3,051,035)	-0.6%

Δ Sales and use tax and the lottery transfer primarily reflect December activity.

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## **Personal Income Tax Cash Collections by Component**

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

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$139,785,677	\$179,916,621	\$(40,130,944)	-22.3%
Final Payments	68,993,988	72,975,224	(3,981,235)	-5.5%
Refunds/Adjustments	(108,273,333)	(145,953,405)	37,680,072	-25.8%
Withholding Tax Payments	907,539,318	874,870,513	32,668,804	3.7%

### ***Notes about Fiscal Year-to-Date through January:***

- Final payments in FY 2024 year-to-date do not include \$98,166,525 in pass-through entity payments that were deposited as business corporation tax. FY 2023 year-to-date does not include \$98,401,153 in pass-through entity payments that were deposited as business corporation tax and transferred in the FY 2023 adjustment period.
- Final payments include HSTC reimbursements of \$2,039,210 in FY 2024 YTD and \$2,219,876 in FY 2023 YTD.
- Final payments also include Rebuild RI reimbursements of \$1,720,108 in FY 2024 YTD and \$1,017,628 in FY 2023 YTD.
- Refunds/adjustments in FY 2024 YTD include \$(500) in child tax rebates and \$(43,184,500) in FY 2023.

### ***Year-to-Date Refund Activity:***

<b>Refund Activity</b>	<b>FY 2024 YTD</b>	<b>FY 2023 YTD</b>
Number of Refunds	53,614	68,130
Average Refund	\$1,564	\$1,354
Number of Issuance Dates*	28	27
* Due to system updates, not all weeks include refund issuances.		

### ***Month of January:***

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$53,471,866	\$65,181,065	\$(11,709,199)	-18.0%
Final Payments	8,086,280	10,162,045	(2,075,765)	-20.4%
Refunds/Adjustments	(23,457,052)	(24,859,169)	1,402,118	-5.6%
Withholding Tax Payments	152,646,468	141,420,929	11,225,539	7.9%

**Notes about the Month of January:**

- Final payments in January 2024 do not include \$19,951,973 in pass-through entity payments that were deposited as business corporation tax. January 2023 does not include \$17,427,096 in pass-through entity payments that were deposited as business corporation tax and transferred in the FY 2023 adjustment period.
- Final payments include HSTC reimbursements of \$1,631,496 in January 2024 and \$695,621 in January 2023.
- Final payments also include Rebuild RI reimbursements of \$309,476 in January 2024 and \$674,847 in January 2023.
- Refunds/adjustments include child tax rebates of \$(1,750) in January 2023.

**January Refund Activity:**

<b>Refund Activity</b>	<b>January 2024</b>	<b>January 2023</b>
Number of Refunds	3,276	14,452
Average refund	\$1,898	\$985
Number of Issuance Dates*	4	3
* Due to system updates, not all weeks include refund issuances.		

**Background Information about this Category:**

The majority of personal income tax is received through withholding of taxes on employee paychecks. Taxpayers with income that is not subject to withholding are required to make four estimated payments throughout the course of the year, on the 15<sup>th</sup> of April, June, September, and January. Any taxpayers would still owe taxes when filing their final return must submit a final payment by April 15<sup>th</sup>. Taxpayers who have overpaid, or are able to claim various tax credits, receive a refund after they file. Taxpayers who file for an extension must file their tax return by October 15<sup>th</sup> but are still required to make their final payment by April 15<sup>th</sup>. Refunds are primarily issued in February through June.

Rhode Island also has a voluntary pass-through entity tax. The collections from this tax show up in corporate income tax but will be moved to personal income tax by the Controller at the end of the fiscal year. Pass-through entities are businesses where income is passed directly to the owners or investors of the business. These members pay tax on this income under the personal income tax. Optionally, the entities themselves can pay the tax at the entity level. In this case, the members receive a tax credit to offset their personal income tax liability for that income (because the tax was already collected at the entity level and subjecting that same income to personal income tax would amount to double taxation). The largest month for these payments is December, followed by March (when final pass-through entity tax returns are due) along with the other typical estimated payment months.

## **Sales and Use Tax Cash Collections by Component**

Rhode Island's tax system can present data for three components of the state's sales and use tax: sales tax on meals and beverages (typically from restaurants and other prepared food), sales tax on car sales paid at the Division of Motor Vehicles, and the sales tax portion of the state hotel tax. Hotel tax data lags by two months, and therefore is not presented here. The other two components are shown, along with a third bucket that includes all other sales and use tax collections.

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

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Meal and Beverage (M&B)	\$167,529,463	\$160,083,702	\$7,445,760	4.7%
Motor Vehicle	97,156,556	94,290,281	2,866,275	3.0%
Other Sales and Use Receipts	721,707,504	700,364,074	21,343,430	3.0%

### ***Notes about Fiscal Year-to-Date through January:***

- Other sales and use tax receipts include Rebuild RI reimbursements of \$4,613,455 in FY 2024 YTD and \$1,086,356 in FY 2023 YTD.

### ***Month of January:***

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
Meal and Beverage (M&B)	\$21,504,648	\$20,323,099	\$1,181,549	5.8%
Motor Vehicle	14,193,716	13,671,849	521,867	3.8%
Other Sales and Use Receipts	109,869,172	111,653,073	(1,783,901)	-1.6%

### ***Notes about the Month of January:***

- Other sales and use tax receipts include Rebuild RI reimbursements of \$422,650 in January 2024 and \$336,356 in January 2023.

### ***Background Information about this Category:***

Sales tax is a levy imposed on the retail sale, rental, or lease of many goods and services at a rate of 7%. Individuals and businesses owe use tax if they do not pay sales tax at the time of purchase. Sales and use tax returns are due on the twentieth day of the month after the transaction. This means that sales tax data generally represents consumption for the prior month. The one exception is sales tax paid at the Division of Motor Vehicles, which is more contemporaneous with the actual sale.



## **Excise Taxes Other than the Sales and Use Tax**

*What it includes:* cigarette excise tax, other tobacco products tax (OTP), alcohol excise tax, controlled substances tax.

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$84,699,430	\$96,273,006	\$(11,573,576)	-12.0%
Month	\$11,543,630	\$14,147,423	\$(2,603,794)	-18.4%

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

<b>Cigarette and OTP Components</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Cigarettes	\$66,111,824	\$75,569,150	\$(9,457,326)	-12.5%
OTP	5,908,662	6,371,422	(462,761)	-7.3%
Cigarette Floor Stock	1,738	140	1,598	1,141.4%

### ***Month of January:***

<b>Cigarette and OTP Components</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>%Change</b>
Cigarettes	\$9,166,643	\$11,484,165	\$(2,317,522)	-20.2%
OTP	756,534	870,751	(114,218)	-13.1%
Cigarette Floor Stock	25	0	25	n/a

### ***Background Information about this Category:***

Starting in FY 2024, motor vehicle license and registration fees are no longer general revenues and have been fully transferred to the Highway Maintenance Account. FY 2023 cash collections do include two license fees (duplicate license and license update fees) that had been retained as general revenues.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes (wholesale cigarette stamps), sales of 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 but may include late payments for prior rate increases.

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

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

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$208,795,104	\$201,050,369	\$7,744,735	3.9%
Final Payments	64,406,990	48,491,555	15,915,435	32.8%
Refunds/Adjustments	(14,810,644)	(37,221,184)	22,410,540	-60.2%

### ***Notes about Fiscal Year-to-Date through January:***

- Business corporation tax includes Rebuild RI reimbursements of \$126,103 in FY 2024 YTD.

### ***Year-to-Date Pass-through Entity Payments:***

The following amounts are the pass-through entity payments received from pass-through entities to cover the personal income taxes of shareholders. These figures are included in the estimated and final payments amounts in the table above.

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>
Estimated Payments	\$77,273,780	\$85,012,827
Final Payments	20,892,744	13,388,326

### ***Month of January:***

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$18,408,886	\$19,815,433	\$(1,406,547)	-7.1%
Final Payments	18,485,230	10,411,108	8,074,123	77.6%
Refunds/Adjustments	3,014,962	(1,968,590)	4,983,552	-253.2%

### ***Notes about the Month of January:***

- Business corporation tax includes Rebuild RI reimbursements of \$25,677 in January 2024

### ***January Pass-through Entity Payments:***

The following amounts are the pass-through entity payments received from pass-through entities to cover the personal income taxes of shareholders. These figures are included in the estimated and final payments amounts in the table above.

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>
Estimated Payments	\$10,219,318	\$13,714,070
Final Payments	9,732,655	3,713,025

***Background Information about this Category:***

Businesses with Rhode Island tax liabilities make estimated payments equal to 25% of their expected tax year liabilities by the 15<sup>th</sup> 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.

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

*What it includes:* public utilities gross earnings tax, financial institutions tax, insurance tax on personal property and casualty insurance, insurance tax on health insurance, bank deposits tax, and health care provider assessment on nursing homes.

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$172,736,226	\$160,733,853	\$12,002,373	7.5%
Month	\$4,229,945	\$4,348,873	\$(118,928)	-2.7%

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

<b>Insurance Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Personal Property/Casualty	\$49,300,003	\$46,010,689	\$3,289,315	7.1%
Health Insurance (HMO)	34,353,417	32,357,130	1,996,287	6.2%

### ***Notes about Fiscal Year-to-Date through January:***

- Insurance gross premiums tax includes HSTC reimbursements of \$2.5 million in FY 2024 YTD.
- Insurance gross premiums tax includes Rebuild RI reimbursements of \$7,036,709 in FY 2024 YTD and \$6,783,208 in FY 2023 YTD.

### ***Month of January:***

<b>Insurance Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
Personal Property/Casualty	\$459,446	\$593,650	\$(134,205)	-22.6%
Health Insurance (HMO)	0	150,546	(150,546)	-100.0%

### ***Background Information about this Category:***

Businesses with Rhode Island tax liabilities make estimated payments equal to 25% of their expected tax year liabilities by the 15<sup>th</sup> 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 monthly. As a result, health care provider assessments flow more evenly into the general fund over the course of a fiscal year.

## **Other Taxes**

***What it includes:*** estate and transfer, racing and athletics, and realty transfer.

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$34,121,910	\$53,476,083	\$(19,354,173)	-36.2%
Month	\$1,374,072	\$4,027,016	\$(2,652,944)	-65.9%

### ***Notes about Year-to-Date through January:***

- \$4.6 million in large, unusual estate and transfer tax payment(s) were received in FY 2024 YTD compared to \$13.4 million received in FY 2023 YTD.

### ***Background Information about this Category:***

The realty transfer tax includes transfers to the Housing Resources Commission (HRC) and the Housing Production Fund (HPF) completed on a one-month lag from when the tax is collected. In addition to the HRC and HPF transfers, collections from controlling interest tax payments include a transfer to municipalities, also on a one-month lag.

## **Departmental Receipts**

***What it includes:*** licenses and fees and fines and penalties assessed for state agencies, charges for sales and services provided by state agencies, and miscellaneous agency collections.

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$189,819,668	\$326,243,959	\$(136,424,291)	-41.8%
Month	\$41,133,761	\$48,658,466	\$(7,524,705)	-15.5%

The fiscal year-to-date and monthly tables below are based on data provided by the Controller and break down departmental receipts cash collections by component. Each table includes the three accounts with the largest nominal increases or decreases greater than \$100,000 in the given departmental receipts category. If there are less than three accounts that meet this qualification, only the accounts with nominal increases or decreases greater than \$100,000 are listed.

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

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Building permits - State properties	\$1,232,456
Insurance claims adjuster license fees	1,057,119
Pesticide registration fees	999,362
<hr/>	
Hospital licensing fee	\$(160,063,851)
Beverage container and litter control permit fees	(1,406,870)
Pesticide enforcement certification/license fees	(1,140,478)

<b>Fines and Penalties</b>	<b>Nominal Increase / Decrease</b>
Interest overdue on taxes	\$2,951,251
Penalty on overdue taxes	650,522
Rhode Island Traffic Tribunal fines and fees	293,814
<hr/>	
Fines and costs – Sixth Division Providence District Court	\$(204,918)
Utility fines	(100,955)

<b>Sales and Services</b>	<b>Nominal Increase / Decrease</b>
None	n/a
<hr/>	
Clinical testing	\$(179,987)
COVID-19 testing receipts	(157,574)

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Income on investments	\$22,354,468
Cost recovery – Department of Health	2,288,188
Cost recovery – Public Utilities Commission	548,847
Cost recovery – EOHHS	\$(2,984,694)
Income tax refund checks written off	(2,111,776)
Miscellaneous revenues – Department of Business Regulation	(377,092)

***Notes about Fiscal Year-to-Date through January:***

- The FY 2024 enacted budget eliminates the requirement for businesses that sell to-go food or beverages to obtain and annually renew a litter control participation permit.
- FY 2023 collections contain the majority of the FY 2022 hospital licensing fee (HLF), which was received in July 2022 and accrued back to FY 2022 (with the exception of the HLF from Eleanor Slater that was paid in June of FY 2022). The FY 2023 enacted budget shifted this due date up one month from July to June. This meant that most of the FY 2023 HLF was paid in June 2023 leaving a much smaller portion of the FY 2023 HLF to be paid in FY 2024, which accounts for the large year-over-year decline. It is expected that FY 2024 HLF will primarily be paid in June 2024. The FY 2023 HLF was assessed at 5.42% on hospital fiscal year 2021 net patient revenues. The HLF was restructured for FY 2024 to have three tiers with differing fees based on inpatient and outpatient net patient-services revenue.

***Month of January:***

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Insurance claims adjuster license fees	\$627,244
Banking licenses	399,505
Building permits - State properties	282,392
License fees for securities	\$(14,876,475)
Hospital licensing fee	(1,125,189)
Registration fees for securities	(287,900)

<b>Fines and Penalties</b>	<b>Nominal Increase / Decrease</b>
Interest overdue on taxes	\$1,995,306
Penalty on overdue taxes	555,143
Rhode Island Traffic Tribunal fines and fees	108,259
None	n/a

<b>Sales and Services</b>	<b>Nominal Increase / Decrease</b>
None	n/a
None	n/a

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Income on investments	\$4,233,000
Cost recovery – Department of Health	729,379
Cost recovery – Public Utilities Commission	493,214
Cost recovery – Treasury Department	\$(426,218)
Miscellaneous revenues – Office of the Attorney General	(250,789)
Cost recovery – EOHHS	(225,000)

***Notes about Month of January:***

- Licenses and fees were down by \$14.5 million due to an early payment(s) posted to license fees for securities that were expected to have been posted in January 2024.



## **Other General Revenue Sources Other than Lottery Transfer**

*What it includes:* other miscellaneous revenues and unclaimed property revenues.

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$2,250,294	\$2,497,805	\$(247,511)	-9.9%
Month	\$279,337	\$718,129	\$(438,792)	-61.1%

### ***Background Information about this Category:***

Transfers from the Rhode Island Highway Maintenance Account (RIHMA) are transferred each month and are included in other miscellaneous revenue (previously the transfers were completed on a quarterly basis). The unclaimed property transfer occurs in the adjustment period after the end of each fiscal year.

## **Lottery Transfer Cash Collections by Component**

*Fiscal Year-to-Date through January (Gaming Activity through December):*

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$26,320,532	\$27,711,476	\$(1,390,944)	-5.0%
Keno	11,741,938	9,735,467	2,006,471	20.6%
Remote Sports Betting	7,721,791	8,775,566	(1,053,775)	-12.0%
<b><u>Twin River Casino Hotel</u></b>				
VLTs	121,050,551	121,859,992	(809,441)	-0.7%
On-site Sports Betting	1,395,025	4,149,704	(2,754,679)	-66.4%
Traditional Table Games	5,995,051	6,374,913	(379,862)	-6.0%
Poker Tables	365,845	0	365,845	n/a
<b><u>Tiverton Casino Hotel</u></b>				
VLTs	37,424,255	36,650,098	774,157	2.1%
On-site Sports Betting	638,496	2,445,277	(1,806,781)	-73.9%
Traditional Table Games	500,407	656,213	(155,806)	-23.7%

Below are the average open machines and table games at each casino:

<b>Average Open Machines/Tables</b>	<b>FY 2024</b>	<b>FY 2023</b>
<b><u>Twin River Casino Hotel</u></b>		
VLTs	3,900	3,802
Traditional Table Games	60	59
Poker Tables	9	0
<b><u>Tiverton Casino Hotel</u></b>		
VLTs	1,000	1,000
Traditional Table Games	21	22

*Month of January (December Gaming Activity):*

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$4,390,501	\$4,296,898	\$93,603	2.2%
Keno	1,942,197	1,674,107	268,090	16.0%
Remote Sports Betting	1,803,279	2,122,123	(318,844)	-15.0%

<b>Component</b>	<b>January 2024</b>	<b>January 2023</b>	<b>Difference</b>	<b>% Change</b>
<u><b>Twin River Casino Hotel</b></u>				
VLTs	20,986,871	20,673,117	313,754	1.5%
On-site Sports Betting	157,574	551,758	(394,184)	-71.4%
Traditional Table Games	1,073,086	1,213,419	(140,333)	-11.6%
Poker Tables	63,913	0	63,913	n/a
<u><b>Tiverton Casino Hotel</b></u>				
VLTs	6,431,137	6,147,982	283,155	4.6%
On-site Sports Betting	178,463	522,242	(343,779)	-65.8%
Traditional Table Games	79,627	93,074	(13,447)	-14.4%

Below are the average open machines and table games at each casino:

<b>Average Open Machines/Tables</b>	<b>January 2024</b>	<b>January 2023</b>
<u><b>Twin River Casino Hotel</b></u>		
VLTs	3,900	3,802
Traditional Table Games	61	59
Poker Tables	9	0
<u><b>Tiverton Casino Hotel</b></u>		
VLTs	1,000	1,000
Traditional Table Games	21	21

***Background Information about this Category:***

- The lottery transfer, which is comprised of lottery and gaming activity from the prior month, begins in August of each fiscal year. The June transfer includes lottery and gaming activity from May and June of the given fiscal year.
- Neither Twin River Casino Hotel nor Tiverton Casino Hotel video lottery terminal (VLT) cash collections 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.
- Traditional games include the transfer of net income from such items as scratch tickets, Daily Numbers, Powerball, etc. Keno includes the transfer of net income from monitor games (Keno and Bingo).
- VLTs include the transfer of net terminal income from video lottery terminals (slot machines).
- On-site and remote sports betting include the transfer of gross profits from sports wagering done at the two Rhode Island casinos and online.
- Traditional table and poker games include the transfer of operating income from these on-site games.
- iGaming, which is effective March 1, 2024, will allow eligible players located in the State to play online slot and table games.

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

<b>January</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$2,569,263	\$2,596,515	\$(27,253)	-1.0%
Month	\$356,688	\$353,931	\$2,757	0.8%

***Background Information about this Category:***

In FY 2023, 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. On July 1, 2023, the motor fuel tax increased from \$0.34 to \$0.37 per gallon, which will be reflected in cash collections starting in August 2023. 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.

## **Appendix: Cash Flow Differences**

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 January:***

The following table displays the differences in cash flows for FY 2024 through January and FY 2023 through January:

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2024</b>	<b>YTD FY 2023</b>
Personal Income Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$2,281,294	\$(251,889)
Personal Income Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$5,506,286
Personal Income Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$43,983
Business Corp Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(3,521,294)	\$626,889
Business Corp Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(5,506,286)
Business Corp Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$(43,983)
Business Corp Tax	Large, infrequently occurring PTE refund(s)	\$0	\$(5,000,001)
Financial Inst Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$1,240,000	\$(375,000)
Sales and Use Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$139,200	\$0
Sales and Use Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$139,200
Sales and Use Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$(26,031)
MV License & Reg Fees	State's share of prior year receivable	\$95,920	\$89,600
Cigarettes and OTP	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(139,200)	\$0
Cigarettes and OTP	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(139,200)

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2024</b>	<b>YTD FY 2023</b>
Estate and Transfer Tax	Large, unusual payments	\$4,600,000	\$13,357,312
Departmental Receipts	Hospital licensing fee	\$10,972,711	\$171,036,562
Lottery Transfer	Payment of prior fiscal year revenues in October	\$5,236,556	\$3,307,843

***Month of January:***

The following table displays the differences in cash flows for January 2024 and January 2023:

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>January 2024</b>	<b>January 2023</b>
Personal Income Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(2,031,170)	\$0
Personal Income Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$141,000
Business Corp Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$2,031,170	\$0
Business Corp Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$(141,000)
Sales and Use Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$113,169
Departmental Receipts	Hospital licensing fee	\$0	\$1,125,189
Departmental Receipts	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(136,817)