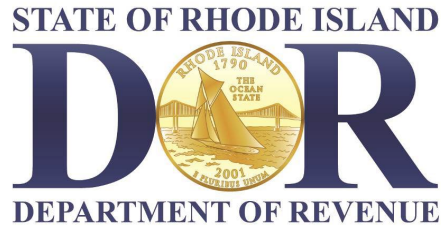


STATE OF RHODE ISLAND  
GOVERNOR DANIEL J. MCKEE

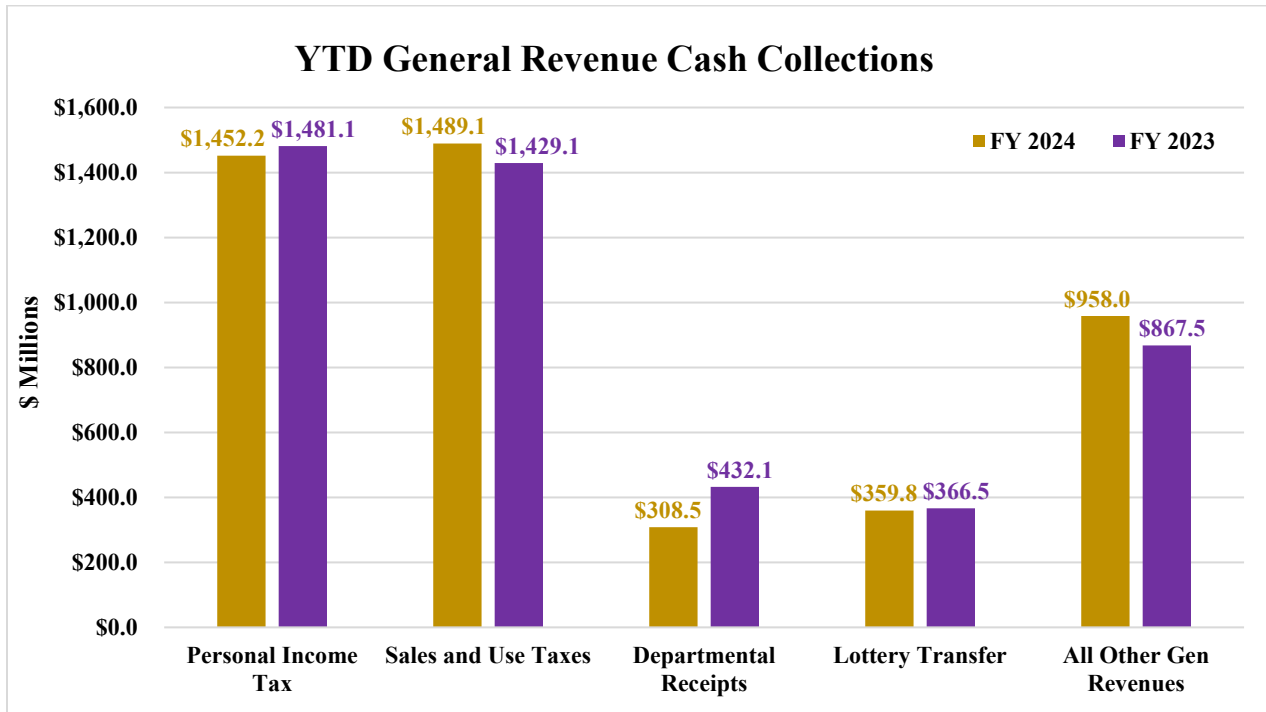


Office of Revenue Analysis

FY 2024 Cash Collections Report as of May 2024 Summary

*Fiscal Year-to-Date through May:*

FY 2024 total general revenue cash collections through May were \$4.567 billion, down \$9.0 million, or 0.2%, from the \$4.576 billion collected in the same period in FY 2023. The breakdown by major general revenue components is as follows:

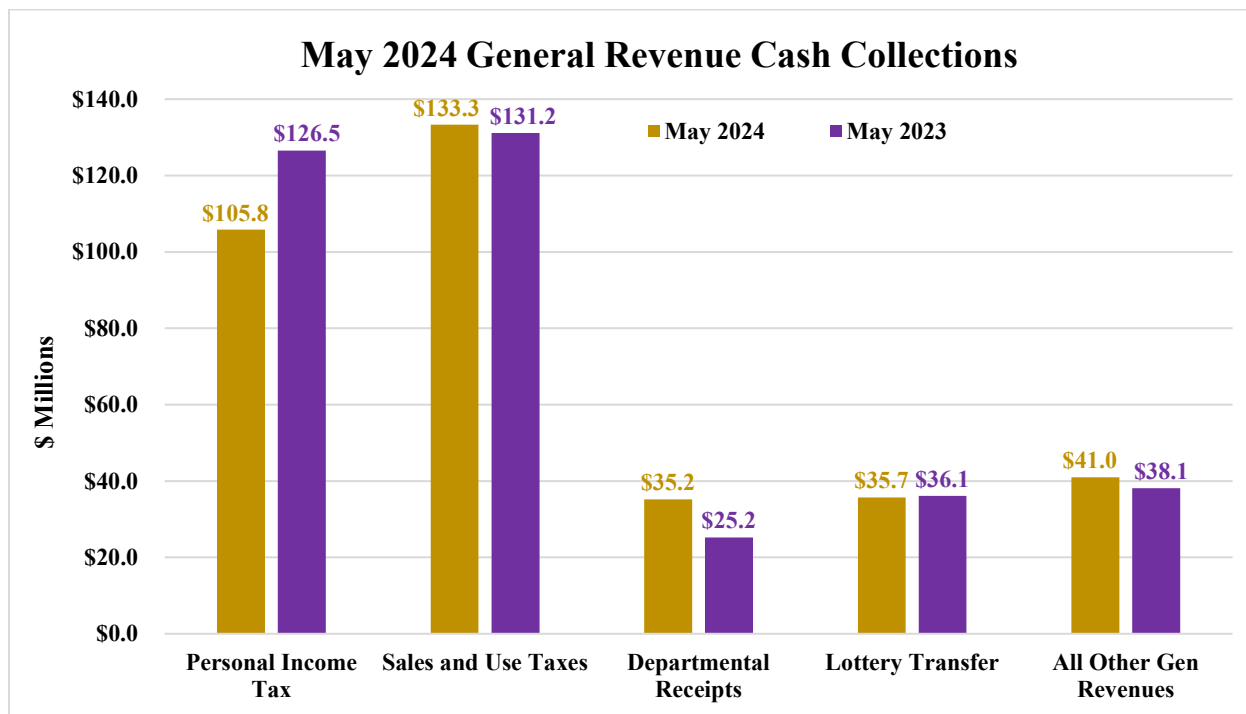


- Personal income tax cash collections were down by 2.0%, with estimated payments down \$43.3 million and final payments down \$40.3 million. A filing form change effective January 1, 2023, accounts for a large share of the decline in estimated payments, with those collections now being recorded under business corporation tax. This decline in estimated payments was offset by \$57.6 million more in withholding payments compared to last year. Last year through May, the state had issued \$43.2 million in child tax rebates compared to \$500 in FY 2024.
- Sales and use tax collections showed 4.2% 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 May:***

May 2024 total general revenue cash collections were \$350.9 million, down \$6.2 million, or 1.7%, from the \$357.1 million collected in May 2023. The breakdown by major general revenue components is as follows:



- Personal income tax cash collections were down by 16.4%, due to a decrease in withholding payments of \$24.5 compared to May 2023, although May 2024 contained four withholding due dates while May 2023 contained five.
- Sales and use tax collections showed 1.6% growth year-over-year.

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

- The per-penny yield of the state's gas tax was up 7.8% in May and 0.1% 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 May	FY 2023 YTD May	Nominal Difference	Change
<b>Personal Income Tax</b>	\$ 1,452,185,214	\$ 1,481,123,201	\$ (28,937,986)	-2.0%
<b>General Business Taxes</b>				
Business Corporation	470,213,803	375,068,204	95,145,599	25.4%
Public Utilities Gross Earnings	78,264,684	74,549,342	3,715,342	5.0%
Financial Institutions	42,327,717	22,078,823	20,248,894	91.7%
Insurance Companies	136,325,827	123,003,818	13,322,009	10.8%
Bank Deposits	3,829,377	3,630,076	199,301	5.5%
Health Care Provider Assessment	36,345,224	36,206,113	139,111	0.4%
<b>Excise Taxes</b>				
Sales and Use Δ	1,489,074,663	1,429,146,171	59,928,491	4.2%
Motor Vehicle License and Reg Fees	102,001	1,023,625	(921,625)	-90.0%
Cigarettes	110,059,889	120,470,010	(10,410,122)	-8.6%
Alcohol	19,229,182	20,292,680	(1,063,497)	-5.2%
Controlled Substances	4,800	5,000	(200)	-4.0%
<b>Other Taxes</b>				
Estate and Transfer	40,809,936	69,136,263	(28,326,327)	-41.0%
Racing and Athletics	601,154	528,299	72,855	13.8%
Realty Transfer	15,092,301	16,267,494	(1,175,193)	-7.2%
<b>Total Taxes</b>	<b>\$ 3,894,465,772</b>	<b>\$ 3,772,529,120</b>	<b>\$ 121,936,652</b>	<b>3.2%</b>
<b>Departmental Receipts</b>				
Licenses and Fees	\$ 164,050,483	\$ 315,950,054	\$ (151,899,571)	-48.1%
Fines and Penalties	47,676,293	43,731,531	3,944,762	9.0%
Sales and Services	17,625,568	8,423,017	9,202,551	109.3%
Miscellaneous	79,106,143	64,033,439	15,072,704	23.5%
<b>Total Departmental Receipts</b>	<b>\$ 308,458,487</b>	<b>\$ 432,138,041</b>	<b>\$ (123,679,554)</b>	<b>-28.6%</b>
<b>Taxes and Departmentals</b>	<b>\$ 4,202,924,259</b>	<b>\$ 4,204,667,161</b>	<b>\$ (1,742,902)</b>	<b>0.0%</b>
<b>Other General Revenue Sources</b>				
Other Miscellaneous Revenues	\$ 4,744,269	\$ 5,194,103	\$ (449,835)	-8.7%
Lottery Transfer Δ	359,757,075	366,518,592	(6,761,517)	-1.8%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 364,501,344</b>	<b>\$ 371,712,695</b>	<b>\$ (7,211,352)</b>	<b>-1.9%</b>
<b>Total General Revenues</b>	<b>\$ 4,567,425,603</b>	<b>\$ 4,576,379,856</b>	<b>\$ (8,954,254)</b>	<b>-0.2%</b>

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

FY 2024 STATE OF RHODE ISLAND CASH COLLECTIONS

	FY 2024 Month of May	FY 2023 Month of May	Nominal Difference	% Change
<b>Personal Income Tax</b>	\$ 105,812,381	\$ 126,532,493	\$ (20,720,112)	-16.4%
<b>General Business Taxes</b>				
Business Corporation	12,186,314	8,794,814	3,391,500	38.6%
Public Utilities Gross Earnings	13,112	95,776	(82,664)	-86.3%
Financial Institutions	(68,540)	1,819,882	(1,888,421)	-103.8%
Insurance Companies	5,362,149	1,253,545	4,108,605	327.8%
Bank Deposits	(7,832)	-	(7,832)	-
Health Care Provider Assessment	3,463,199	3,291,511	171,687	5.2%
<b>Excise Taxes</b>				
Sales and Use Δ	133,305,366	131,156,124	2,149,242	1.6%
Motor Vehicle License and Reg Fees	-	77,375	(77,375)	-
Cigarettes	9,904,391	10,490,273	(585,883)	-5.6%
Alcohol	1,845,606	1,775,227	70,378	4.0%
Controlled Substances	-	500	(500)	-
<b>Other Taxes</b>				
Estate and Transfer	6,044,078	7,815,567	(1,771,489)	-22.7%
Racing and Athletics	66,827	60,294	6,533	10.8%
Realty Transfer	1,586,010	1,463,710	122,300	8.4%
<b>Total Taxes</b>	<b>\$ 279,513,060</b>	<b>\$ 294,627,091</b>	<b>\$ (15,114,030)</b>	<b>-5.1%</b>
<b>Departmental Receipts</b>				
Licenses and Fees	\$ 16,464,709	\$ 13,317,394	\$ 3,147,315	23.6%
Fines and Penalties	1,141,638	1,109,744	31,894	2.9%
Sales and Services	1,032,786	712,312	320,474	45.0%
Miscellaneous	16,557,551	10,089,584	6,467,967	64.1%
<b>Total Departmental Receipts</b>	<b>\$ 35,196,683</b>	<b>\$ 25,229,033</b>	<b>\$ 9,967,650</b>	<b>39.5%</b>
<b>Taxes and Departmentals</b>	<b>\$ 314,709,744</b>	<b>\$ 319,856,124</b>	<b>\$ (5,146,380)</b>	<b>-1.6%</b>
<b>Other General Revenue Sources</b>				
Other Miscellaneous Revenues	\$ 555,822	\$ 1,194,334	\$ (638,512)	-53.5%
Lottery Transfer Δ	35,652,269	36,084,420	(432,151)	-1.2%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 36,208,091</b>	<b>\$ 37,278,754</b>	<b>\$ (1,070,663)</b>	<b>-2.9%</b>
<b>Total General Revenues</b>	<b>\$ 350,917,835</b>	<b>\$ 357,134,878</b>	<b>\$ (6,217,043)</b>	<b>-1.7%</b>

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

**Table of Contents**

Personal Income Tax Cash Collections by Component..... 6

Sales and Use Tax Cash Collections by Component ..... 9

Excise Taxes Other than the Sales and Use Tax..... 10

Business Corporation Tax Cash Collections by Component ..... 11

General Business Taxes Other than Business Corporation Tax ..... 13

Other Taxes ..... 15

Departmental Receipts ..... 16

Other General Revenue Sources Other than Lottery Transfer ..... 19

Lottery Transfer Cash Collections by Component ..... 20

Motor Fuel Tax, Per Penny Yield..... 22

Appendix: Cash Flow Differences..... 23

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

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

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$181,526,900	\$224,795,952	\$(43,269,052)	-19.2%
Final Payments	277,220,063	317,497,694	(40,277,631)	-12.7%
Refunds/Adjustments	(456,361,833)	(453,351,031)	(3,010,802)	0.7%
Withholding Tax Payments	1,449,800,083	1,392,180,586	57,619,497	4.1%

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

- Final payments in FY 2024 year-to-date do not include \$164,265,096 in pass-through entity payments that were deposited as business corporation tax. FY 2023 year-to-date does not include \$156,963,478 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 \$3,897,259 in FY 2024 YTD and \$3,119,004 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 \$(43,188,000) in FY 2023.
- FY 2024 includes \$46.8 million shifted out of personal income tax and to business corporation tax to account for a filing form change for pass-through entity withholding payments. Of that total, \$15.8 million was originally posted to personal income tax via filers using the old form and has been transferred to business corporations. The transfers included \$14.1 million attributed to tax year 2023 and \$1.7 million from tax year 2024. Effective January 1, 2023, these payments will now be recognized under business corporation tax instead of personal income tax. These transfers relate to taxpayers who are paying incorrectly (using the form as it existed before 2023) and will show up as negative transactions under personal income tax refunds/adjustments (and positive transactions in business corporations tax refunds/adjustments). Cash collections are also being impacted by taxpayers paying correctly, with \$42.2 million in FY 2024 showing up correctly in business corporation tax as opposed to personal income tax estimated payments. This compares to a shift of correct payments of \$5.3 million that was realized in FY 2023.
- The Division of Taxation extended the April and June filing and payment due dates for personal income tax until July 15, 2024. This extension impacts estimated and final payments, as well as refunds and adjustments.

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

<b>Refund Activity</b>	<b>FY 2024 YTD</b>	<b>FY 2023 YTD</b>
Number of Refunds	484,593	489,012
Average Refund	\$850	\$789
Number of Issuance Dates*	44	44
* Due to system updates, not all weeks include refund issuances.		

***Month of May:***

<b>Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$5,049,374	\$6,553,973	\$(1,504,599)	-23.0%
Final Payments	9,441,724	11,552,298	(2,110,574)	-18.3%
Refunds/Adjustments	(27,626,713)	(34,987,178)	7,360,465	-21.0%
Withholding Tax Payments	118,947,996	143,413,399	(24,465,403)	-17.1%

***Notes about the Month of May:***

- Final payments in May 2024 do not include \$1,625,452 in pass-through entity payments that were deposited as business corporation tax. May 2023 does not include \$1,495,654 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 \$239,428 in May 2024 and \$41,263 in May 2023. Also includes the \$1,133,887 for April historic structures tax credit reimbursements that were not posted until May.

***May Refund Activity:***

<b>Refund Activity</b>	<b>May 2024</b>	<b>May 2023</b>
Number of Refunds	24,700	32,880
Average refund	\$1,070	\$1,010
Number of Issuance Dates*	3	5
* 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 May:***

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Meal and Beverage (M&B)	\$243,829,614	\$235,634,826	\$8,194,788	3.5%
Motor Vehicle	152,721,880	148,281,392	4,440,488	3.0%
Other Sales and Use Receipts	1,092,523,168	1,045,229,953	47,293,215	4.5%

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

- 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 May:***

<b>Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
Meal and Beverage (M&B)	\$19,652,294	\$21,286,428	\$(1,634,134)	-7.7%
Motor Vehicle	14,777,488	13,857,260	920,228	6.6%
Other Sales and Use Receipts	98,875,583	96,012,436	2,863,147	3.0%

### ***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>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$129,395,872	\$141,791,315	\$(12,395,443)	-8.7%
Month	\$11,749,996	\$12,343,376	\$(593,379)	-4.8%

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

<b>Cigarette and OTP Components</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Cigarettes	\$100,976,510	\$110,928,040	\$(9,951,530)	-9.0%
OTP	9,081,616	9,540,708	(459,092)	-4.8%
Cigarette Floor Stock	1,763	1,263	500	39.6%

### ***Month of May:***

<b>Cigarette and OTP Components</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>%Change</b>
Cigarettes	\$8,925,226	\$9,741,812	\$(816,586)	-8.4%
OTP	979,164	747,780	231,385	30.9%
Cigarette Floor Stock	0	681	(681)	-100.0%

### ***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 May:***

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$264,420,444	\$254,814,222	\$9,606,222	3.8%
Final Payments	228,892,540	178,430,942	50,461,598	28.3%
Refunds/Adjustments	(24,746,189)	(59,675,192)	34,929,003	-58.5%

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

- Business corporation tax includes Rebuild RI reimbursements of \$126,103 in FY 2024 YTD.
- Final payments include HSTC reimbursements of \$330,626 in FY 2024 YTD.
- FY 2024 includes \$15.8 million of transfers out of personal income tax and to business corporations tax to account for a filing form change for pass-through entity withholding payments. Of these transfers, \$14.1 million relates to tax year 2023 and \$1.7 million relates to tax year 2024. Effective January 1, 2023, these payments will now be recognized under business corporations tax instead of personal income tax. These transfers relate to taxpayers who are paying incorrectly (using the form as it existed before 2023), and will show up as positive transactions in business corporations tax refunds/adjustments (and negative transactions in personal income tax refunds/adjustments). Cash collections are also being impacted by taxpayers paying correctly, with \$31.0 million in FY 2024 showing up correctly in business corporations tax as opposed to personal income tax estimated payments. This compares to a shift of correct payments of \$5.3 million that was realized in FY 2023.
- The Division of Taxation extended the April and June filing and payment due dates for certain business taxes until July 15, 2024. This extension impacts taxpayers who are single-member LLCs filing a RI-1065 or corporations filing the RI-1120C tax forms.

### ***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	\$97,940,150	\$101,963,106
Final Payments	66,324,945	55,000,372

***Month of May:***

<b>Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$7,934,809	\$5,364,074	\$2,570,735	47.9%
Final Payments	5,847,017	5,707,028	139,989	2.5%
Refunds/Adjustments	(1,650,254)	(2,374,700)	724,446	-30.5%

***May 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>May 2024</b>	<b>May 2023</b>
Estimated Payments	\$1,005,831	\$986,953
Final Payments	619,621	508,701

***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>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$297,092,830	\$259,468,173	\$37,624,656	14.5%
Month	\$8,762,088	\$6,460,713	\$2,301,375	35.6%

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

<b>Insurance Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Personal Property/Casualty	\$83,499,070	\$73,068,088	\$10,430,982	14.3%
Health Insurance (HMO)	52,826,757	49,935,730	2,891,027	5.8%

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

- Financial institutions tax received large, unusual payment(s) in March 2024.
- Insurance gross premiums tax includes HSTC reimbursements of \$5.4 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.
- Refunds issued for the gross receipts tax suspension for gas and electric total \$1,814,347 in FY 2024 YTD.
- The Division of Taxation extended the April and June filing and payment due dates for certain business taxes until July 15, 2024. This extension impacts taxpayers filing the financial institutions tax and insurance tax.

### ***Month of May:***

<b>Insurance Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
Personal Property/Casualty	\$5,334,892	\$1,253,545	\$4,081,347	325.6%
Health Insurance (HMO)	27,258	0	27,258	n/a

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

- Insurance gross premiums tax includes HSTC reimbursements of \$900,099 in May 2024.
- Refunds issued for the gross receipts tax suspension for gas and electric totaled \$288,763 in May.

### ***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>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$56,503,392	\$85,932,056	\$(29,428,664)	-34.2%
Month	\$7,696,915	\$9,339,570	\$(1,642,656)	-17.6%

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

- \$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>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$308,458,487	\$432,138,041	\$(123,679,554)	-28.6%
Month	\$35,196,683	\$25,229,033	\$9,967,650	39.5%

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 May:***

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Physician license fees	\$3,943,096
Pesticide registration fees	2,277,053
Building permits - State properties	2,207,893
<hr/>	
Hospital licensing fee	\$(159,115,825)
Pesticide enforcement certification/license fees	(2,467,983)
Beverage container and litter control permit fees	(1,680,832)

<b>Fines and Penalties</b>	<b>Nominal Increase / Decrease</b>
Interest overdue on taxes	\$2,439,098
Penalty on overdue taxes	1,194,827
Rhode Island Traffic Tribunal fines and fees	363,226
<hr/>	
Fines and costs – Sixth Division Providence District Court	\$(231,397)
Utility fines	(226,213)
Probation and parole offender fees	(122,197)

<b>Sales and Services</b>	<b>Nominal Increase / Decrease</b>
COVID-19 testing receipts	\$9,376,285
Sales of motor vehicle number plates	229,112
<hr/>	
Clinical testing	\$(411,909)



<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Income on investments	\$16,708,657
Cost recovery – Department of Health	2,967,080
Cost recovery – Treasury Department	449,445
Income tax refund checks written off	\$(2,085,020)
Miscellaneous revenues – Office of the Attorney General	(1,039,378)
Insurance examination fees	(625,671)

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

- 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 May:**

<b>Licenses and Fees</b>	<b>Nominal Increase / Decrease</b>
Physician license fees	\$2,579,115
Dental license fees	265,623
Food service fees	241,040
Board for Design Professional license fees	\$(971,039)
Insurance claims adjuster license fees	(217,550)
Physician Assistant license fees	(100,915)

<b>Fines and Penalties</b>	<b>Nominal Increase / Decrease</b>
None	n/a
None	n/a

<b>Sales and Services</b>	<b>Nominal Increase / Decrease</b>
Rhode Island Veterans Home board and support	\$302,342
None	n/a

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase / Decrease</b>
Income on investments	\$6,716,707
Cost recovery – Department of Health	393,047
Cost recovery – BHDDH	112,089
<hr style="border-top: 1px dashed black;"/>	
Cost Recovery – EOHHS	\$(352,764)
Insurance examination fees	(288,917)
Miscellaneous revenues – Office of the Attorney General	(135,745)

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

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

<b>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$4,744,269	\$5,194,103	\$(449,835)	-8.7%
Month	\$555,822	\$1,194,334	\$(638,512)	-53.5%

### ***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 May (Gaming Activity through April):*

<b>Component</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$43,768,699	\$44,979,635	\$(1,210,936)	-2.7%
Keno	18,738,416	16,572,693	2,165,723	13.1%
Remote Sports Betting	13,386,332	14,480,302	(1,093,970)	-7.6%
iGaming	1,177,371	0	1,177,371	n/a
<b><u>Twin River Casino Hotel</u></b>				
VLTs	201,001,743	205,152,363	(4,150,620)	-2.0%
On-site Sports Betting	2,236,438	5,830,716	(3,594,278)	-61.6%
Traditional Table Games	10,034,071	10,975,273	(941,202)	-8.6%
Poker Tables	617,153	131,783	485,370	368.3%
<b><u>Tiverton Casino Hotel</u></b>				
VLTs	63,125,246	62,268,678	856,568	1.4%
On-site Sports Betting	1,195,618	3,302,331	(2,106,713)	-63.8%
Traditional Table Games	827,850	1,124,130	(296,280)	-26.4%

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	3,776
Traditional Table Games	60	59
Poker Tables *	9	7
<b><u>Tiverton Casino Hotel</u></b>		
VLTs	1,000	1,000
Traditional Table Games	21	21
* Poker tables reopened February 23, 2023. Data reflects only the period when tables were open.		

*Month of May (April Gaming Activity):*

<b>Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$4,359,613	\$3,903,164	\$456,449	11.7%
Keno	1,861,434	1,736,405	125,029	7.2%
Remote Sports Betting	1,295,442	1,135,625	159,817	14.1%
iGaming	777,806	0	777,806	n/a

<b>Component</b>	<b>May 2024</b>	<b>May 2023</b>	<b>Difference</b>	<b>% Change</b>
<u>Twin River Casino Hotel</u>				
VLTs	19,740,957	21,110,361	(1,369,404)	-6.5%
On-site Sports Betting	46,027	343,079	(297,052)	-86.6%
Traditional Table Games	1,009,785	1,269,516	(259,731)	-20.5%
Poker Tables	59,190	60,875	(1,685)	-2.8%
<u>Tiverton Casino Hotel</u>				
VLTs	6,532,335	6,438,867	93,468	1.5%
On-site Sports Betting	66,609	90,235	(23,626)	-26.2%
Traditional Table Games	69,626	127,352	(57,726)	-45.3%

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

<b>Average Open Machines/Tables</b>	<b>May 2024</b>	<b>May 2023</b>
<u>Twin River Casino Hotel</u>		
VLTs	3,900	3,609
Traditional Table Games	61	59
Poker Tables	8	8
<u>Tiverton Casino Hotel</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>May</b>	<b>FY 2024</b>	<b>FY 2023</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$3,939,059	\$3,933,606	\$5,454	0.1%
Month	\$353,097	\$327,397	\$25,700	7.8%

***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 May:*

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

<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	\$1,985,642	\$(1,889,495)
Personal Income Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$4,276,548
Business Corp Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(3,225,642)	\$2,514,495
Business Corp Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(5,990,271)
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	\$(625,000)
Financial Inst Tax	FY 2023 incorrect payment(s) later transferred to the correct account	\$0	\$1,713,723
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	Rebuild refund(s) to be reimbursed in July 2023 and accrued to FY 2023	\$0	\$(4,190,805)
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)
Estate and Transfer Tax	Large, unusual payments	\$4,600,000	\$22,862,366
Realty Transfer Tax	Large controlling interest conveyance tax payment(s)	\$497,539	\$0

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2024</b>	<b>YTD FY 2023</b>
Departmental Receipts	Hospital licensing fee	\$11,920,738	\$171,036,562
Departmental Receipts	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(263,994)	\$263,994
Other Miscellaneous	Transfer from RI Highway Maintenance Account	\$4,464,171	\$4,502,426
Lottery Transfer	Payment of prior fiscal year revenues in October	\$5,236,556	\$3,307,843

***Month of May:***

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

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>May 2024</b>	<b>May 2023</b>
Personal Income Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(213,406)	\$556,692
Personal Income Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(1,012,738)
Business Corp Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(556,692)
Business Corp Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(569,985)
Financial Inst Tax	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$1,582,723
Realty Transfer Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$213,406	\$0
Sales and Use Tax	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$139,200	\$0
Cigarettes and OTP	FY 2024 adj for prior period payment(s) transferred to/from other accounts	\$(139,200)	\$0
Departmental Receipts	FY 2023 adj for prior period payment(s) transferred to/from other accounts	\$0	\$(110,774)