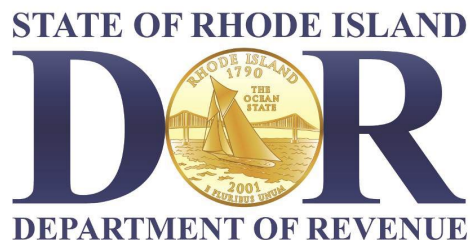


*STATE OF RHODE ISLAND*  
GOVERNOR DANIEL J. MCKEE



Office of Revenue Analysis

State of Rhode Island Revenue Assessment Report  
FY 2026 Monthly and Year-to-Date as of March 2026

The monthly revenue assessment report compares adjusted revenues, on a monthly and fiscal year-to-date basis, to the Office of Revenue Analysis' (ORA) monthly and fiscal year-to-date (YTD) estimates of expected revenues based on the current fiscal year revenue estimates. It should be noted that the fiscal year revenue estimates will vary over the course of the fiscal year as the Revenue Estimating Conference (REC) convenes and modifies the fiscal year revenue estimates as enacted by the General Assembly.

This monthly revenue assessment report compares adjusted revenues to expected revenues based on the revised estimates adopted at the November REC held on November 10, 2025.

**Results for FY 2026 Revenues through March**

ORA finds that FY 2026 adjusted general revenues through March led the revised FY 2026 estimates through March with a variance of \$44.2 million, or 1.2%.

Some notable variances to expected revenues are as follows:

- Personal income tax revenue was \$10.0 million less than expected, which is a variance of -0.7%. Final payments were down \$35.9 million compared to the estimate. This is largely due to a decrease in elective pass-through entity payments, which are accounted for in personal income tax final payments. Partially offsetting this negative variance were estimated payments and withholding payments, which were net positive \$5.8 million and \$17.8 million, respectively. On a year-to-date cash basis, personal income tax withholding grew by 6.3%.
- Combined, business taxes exceeded estimates by \$54.9 million, with business corporation tax up by \$26.0 million, or 13.3%. Also up by a significant amount were financial institutions tax, insurance company gross premiums tax, and the health care provider

assessment tax at \$13.0 million, \$9.7 million, and \$6.9 million, respectively. The health care provider assessment includes collection payment(s) of \$6.9 million.

- Sales and use tax revenue led the estimate by \$1.8 million, or 0.1%. On a year-to-date cash basis, sales and use tax collections grew by 2.2%.
- Departmental receipts trailed the year-to-date estimate by \$6.0 million, or 2.6%.

### Results for Month of March

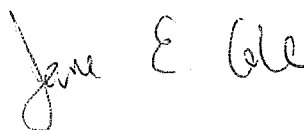
ORA finds that March 2026 adjusted general revenues led the revised estimates by \$38.2 million, a variance of 9.8%.

Some notable variances to expected revenues are as follows:

- Personal income tax revenue was \$16.6 million more than expected, which is a variance of 14.7%. Final payments were down by 18.6%, which is a decrease in revenue of \$13.6 million. Offsetting this negative variance were withholding payments and refunds and adjustments, which were net positive \$18.8 million and \$11.8 million respectively.
- Combined, business taxes led estimates by \$21.0 million, with business corporation tax up by \$10.5 million, or 17.1%. Also up by a significant amount were financial institutions tax and insurance company gross premiums tax collections at \$8.2 million and \$2.0 million.
- Sales and use tax revenue trailed the estimate by \$3.2 million, or 2.7%. On a year-over-year cash basis, sales and use tax grew by 2.3% in March. March sales and use tax reflects February activity.
- The lottery transfer had a negative variance to the estimate of \$1.7 million, or 4.9%, largely driven by weakness in video lottery terminal revenue. The March lottery transfer reflects February gaming activity, and the casinos were temporarily closed during the February snowstorm.

### How to Read this Report

Following this summary is a table showing the variance for year-to-date by revenue stream. The next page displays a chart showing the year-to-date variance. An appendix to this report contains two sections. One section discusses the expected share of revenue for this month and the next contains the total enacted revenue estimates for this fiscal year.



Jane E. Cole  
Interim Director  
Department of Revenue  
April 21, 2026

**FY 2026 STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT**  
**Year-to-Date Estimate to Actual**

	YTD March Adjusted Revenues FY 2026			YTD March Estimate of Revised FY 2026 Revenues †		Difference	Variance
<b>Personal Income Tax</b>	\$	1,430,067,761	a, b, c	\$	1,440,074,430	\$ (10,006,669)	-0.7%
<b>General Business Taxes</b>							
Business Corporation †		221,247,870	a, b, c	195,240,298	26,007,572	13.3%	
Public Utilities Gross Earnings		58,407,571	a	59,495,579	(1,088,007)	-1.8%	
Financial Institutions †		22,597,210	a	9,595,523	13,001,687	135.5%	
Insurance Company Gross Premiums †		95,982,417	c	86,251,291	9,731,126	11.3%	
Bank Deposits		2,748,236	a	2,419,721	328,514	13.6%	
Health Care Provider Assessment		41,782,726	d	34,836,845	6,945,882	19.9%	
<b>Excise Taxes</b>							
Sales and Use †		1,284,513,623		1,282,761,471	1,752,152	0.1%	
Cigarettes, OTP, and ENDS †		86,349,636		84,270,838	2,078,798	2.5%	
Alcohol		14,465,752		14,489,527	(23,775)	-0.2%	
Controlled Substances		-		-	-	n/a	
<b>Other Taxes</b>							
Estate and Transfer		68,184,735	e	69,608,250	(1,423,515)	-2.0%	
Racing and Athletics		483,415		503,793	(20,378)	-4.0%	
Realty Transfer		23,432,311		21,415,314	2,016,997	9.4%	
<b>Total Taxes</b>	\$	<b>3,350,263,263</b>		\$ <b>3,300,962,879</b>	\$ <b>49,300,384</b>	<b>1.5%</b>	
<b>Departmental Receipts †</b>	\$	221,883,793	a, f	\$ 227,923,181	\$ (6,039,388)	-2.6%	
<b>Taxes and Departmentals</b>	\$	<b>3,572,147,056</b>		\$ <b>3,528,886,059</b>	\$ <b>43,260,997</b>	<b>1.2%</b>	
<b>Other General Revenue Sources</b>							
Other Miscellaneous Revenues		4,848,325		4,848,325	-	0.0%	
Lottery Transfer		290,583,738	g	289,688,739	894,999	0.3%	
Unclaimed Property		-		-	-	n/a	
<b>Total Other Sources</b>	\$	<b>295,432,063</b>		\$ <b>294,537,064</b>	\$ <b>894,999</b>	<b>0.3%</b>	
<b>Total General Revenues</b>	\$	<b>3,867,579,119</b>		\$ <b>3,823,423,123</b>	\$ <b>44,155,996</b>	<b>1.2%</b>	

PIT Component	YTD March Adjusted Revenues			YTD March Revised Estimates		Difference	Variance
Estimated payments	\$	186,762,815	a	\$ 180,955,411	\$ 5,807,404	3.2%	
Final payments †		214,005,883	a, b, c	249,880,894	(35,875,011)	-14.4%	
Withholding		1,348,985,913		1,331,161,994	17,823,919	1.3%	
Refunds and Adjustments		(319,686,850)	a	(321,923,869)	2,237,019	-0.7%	
<b>Total</b>	\$	<b>1,430,067,761</b>		\$ <b>1,440,074,430</b>	\$ <b>(10,006,669)</b>	<b>-0.7%</b>	

† FY 2026 expected revenues are based on the estimates adopted at the November 2025 Revenue Estimating Conference. The estimates for personal income tax final payments, business corporation tax, financial institutions tax, insurance company gross premiums tax, sales and use tax, cigarettes and ENDS taxes, and departmental receipts were calculated using modified revenue flows to align expected revenues with the actual realization of revenues.

+ Set equal to actual amounts received.

Detailed notes on the following page

**FY 2026 STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT**  
**Year-to-Date Estimate to Actual**

- <sup>a</sup> Included in the revenue items below are the amounts for net transfers between that account and all other accounts. No adjustments were made for these transfers.
  - personal income tax - \$(3,295,488)
  - business corporation tax - \$2,425,488
  - public utilities gross earnings tax - \$(180,000)
  - financial institutions tax - \$1,250,000
  - bank deposits tax - \$(200,000)
  - departmental receipts - \$272,278
- <sup>b</sup> Adds to personal income tax final payments \$109,431,359 in net revenues from pass-through entities made on behalf of shareholders received in YTD FY 2026 and recorded as business corporation tax payments. The offsetting amount was subtracted from business corporation tax.
- <sup>c</sup> Subtracts FY 2026 Rebuild Rhode Island reimbursements accrued back to FY 2025 as follows:
  - personal income tax final payments - \$1,170,467
  - business corporation - \$263,466
  - insurance premiums gross earnings tax - \$4,749,238
  - sales and use tax - \$1,610,127
- <sup>d</sup> Includes large, unusual payment(s) of \$6.9 million.
- <sup>e</sup> Includes large estate and transfer tax payment(s) of \$11.5 million received in FY 2026.
- <sup>f</sup> Subtracts \$168,820,351 of FY 2025 hospital licensing fee payment(s) received in FY 2026 and accrued back to FY 2025.

**FY 2026 STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT**  
**Monthly Estimate to Actual**

	March 2026 Adjusted Revenues FY 2026			March 2026 Estimate of FY 2025 Revised Revenues †		Difference	Variance
<b>Personal Income Tax</b>	\$	130,231,881	a, b	\$	113,590,510	\$ 16,641,370	14.7%
<b>General Business Taxes</b>							
Business Corporation †		72,253,576	a, b		61,724,948	10,528,628	17.1%
Public Utilities Gross Earnings		3,876,046			4,507,732	(631,687)	-14.0%
Financial Institutions †		9,394,500			1,187,280	8,207,220	691.3%
Insurance Company Gross Premiums †		12,297,959			10,233,817	2,064,141	20.2%
Bank Deposits		214,780			(74,959)	289,739	-386.5%
Health Care Provider Assessment		4,413,199			3,870,019	543,180	14.0%
<b>Excise Taxes</b>							
Sales and Use †		117,207,078	a		120,441,260	(3,234,182)	-2.7%
Cigarettes, OTP, and ENDS †		8,938,513	a		8,232,165	706,348	8.6%
Alcohol		1,102,321			1,425,456	(323,135)	-22.7%
Controlled Substances		-			-	-	n/a
<b>Other Taxes</b>							
Estate and Transfer		8,135,649			6,374,770	1,760,879	27.6%
Racing and Athletics		61,137			61,072	66	0.1%
Realty Transfer		4,051,932			1,567,094	2,484,837	158.6%
<b>Total Taxes</b>	\$	<b>372,178,570</b>		\$	<b>333,141,165</b>	\$ <b>39,037,405</b>	<b>11.7%</b>
<b>Departmental Receipts †</b>	\$	21,003,271	c	\$	20,093,004	\$ 910,266	4.5%
<b>Taxes and Departmentals</b>	\$	<b>393,181,841</b>		\$	<b>353,234,170</b>	\$ <b>39,947,671</b>	<b>11.3%</b>
<b>Other General Revenue Sources</b>							
Other Miscellaneous Revenues		1,290,775			1,290,775	+	0.0%
Lottery Transfer		33,121,068			34,844,920	(1,723,852)	-4.9%
Unclaimed Property		-			-	+	n/a
<b>Total Other Sources</b>	\$	<b>34,411,843</b>		\$	<b>36,135,694</b>	\$ <b>(1,723,852)</b>	<b>-4.8%</b>
<b>Total General Revenues</b>	\$	<b>427,593,684</b>		\$	<b>389,369,864</b>	\$ <b>38,223,820</b>	<b>9.8%</b>

<b>PIT Component</b>	March 2026 Adj. Revenues			March 2026 Revised Estimates		Difference	Variance
Estimated payments	\$	6,702,029	a	\$	7,033,479	\$ (331,451)	-4.7%
Final payments †		59,851,189	b		73,485,503	(13,634,314)	-18.6%
Withholding		187,670,870			168,842,868	18,828,002	11.2%
Refunds and Adjustments		(123,992,207)	a		(135,771,340)	11,779,133	-8.7%
<b>Total</b>	\$	<b>130,231,881</b>		\$	<b>113,590,510</b>	\$ <b>16,641,370</b>	<b>14.7%</b>

† FY 2026 expected revenues are based on the estimates adopted at the November 2025 Revenue Estimating Conference. The estimates for personal income tax final payments, business corporation tax, financial institutions tax, insurance company gross premiums tax, sales and use tax, cigarettes and ENDS taxes, and departmental receipts were calculated using modified revenue flows to align expected revenues with the actual realization of revenues.

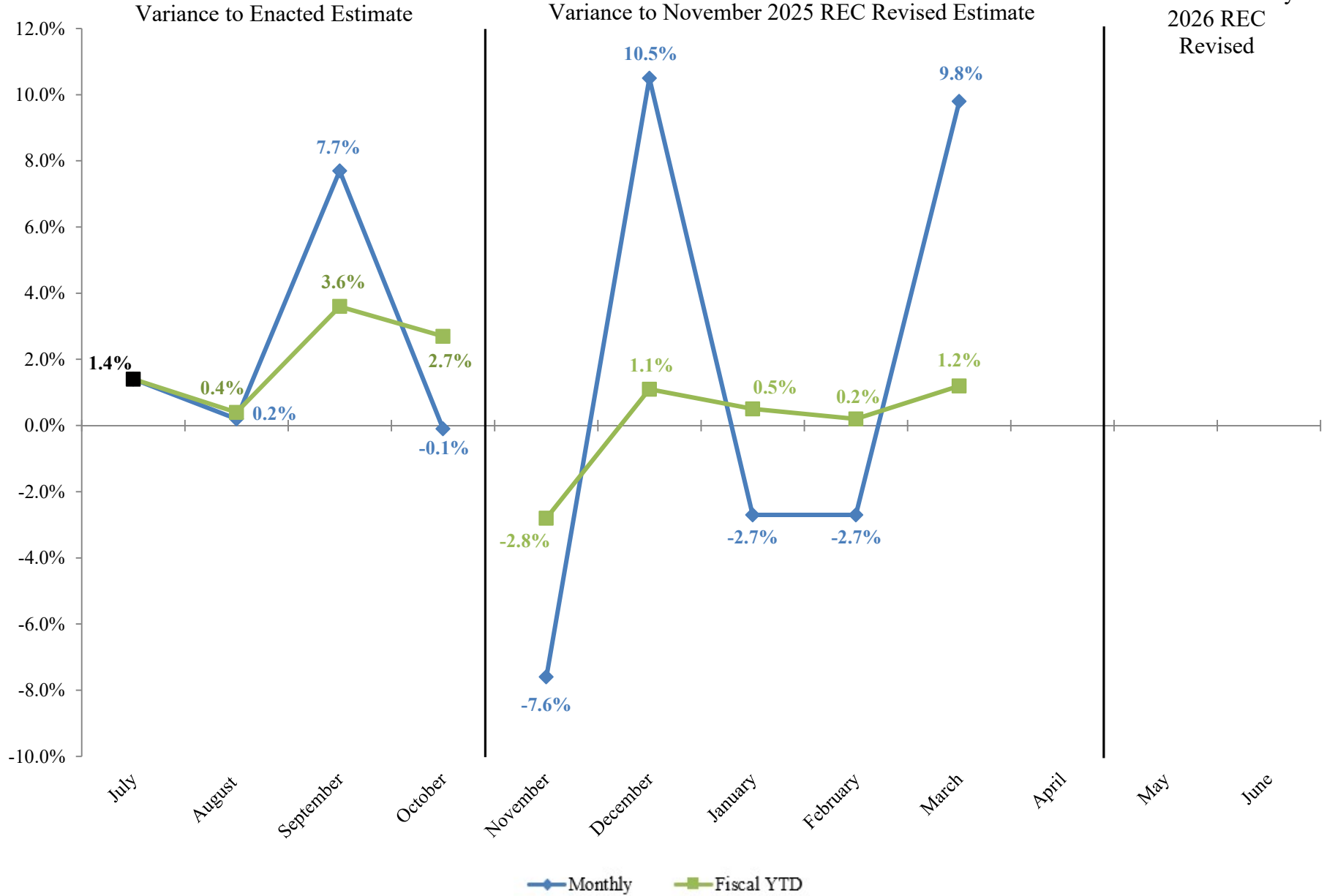
+ Set equal to actual amounts received.

*Detailed notes on the following page*

**FY 2026 STATE OF RHODE ISLAND REVENUE ASSESSMENT REPORT**  
**Monthly Estimate to Actual**

- <sup>a</sup> Included in the revenue items below are the amounts for net transfers between that account and all other accounts. No adjustments were made for these transfers.
  - personal income tax - \$(355,000)
  - business corporation tax - \$355,000
  - sales and use tax - \$108,000
  - cigarette tax - \$(108,000)
- <sup>b</sup> Adds to personal income tax final payments \$29,177,867 in net revenues from pass-through entities made on behalf of shareholders received in March 2026 and recorded as business corporation tax payments. The offsetting amount was subtracted from business corporation tax.
- <sup>c</sup> Subtracts \$5,464,151 of primary care assessment payment(s) deposited late to departmental receipts in March 2026.

# FY 2026 Variance of Adjusted Revenues to Estimate



## Appendix

### *How to Interpret this Report*

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

The complete methodology for determining the monthly revenue flows and law changes that impact general revenues can be found on DOR's website at <https://dor.ri.gov/revenue-analysis/fy26-state-revenue-data>.

### *Expected Monthly Breakdown of Revenue*

Table A provides the average percentages used to determine expected monthly and fiscal year-to-date revenues. Details on how these monthly and fiscal year-to-date average percentages were calculated are included in the methodology document as noted above.

Revenue Item	<u>Percent Received</u>		Revenue Item	<u>Percent Received</u>	
	March	YTD		March	YTD
Personal Income Taxes			Sales and Use Taxes	7.0%	74.2%
Estimated Payments	2.8%	66.2%	Cigarettes Taxes	7.2%	74.1%
Final Payments	12.9%	45.2%	Alcohol Excise Taxes	6.8%	73.8%
Withholding Payments	9.7%	75.3%	Estate and Transfer	8.0%	76.3%
Refunds/Adjustments	26.0%	60.8%	Racing and Athletics	8.6%	72.3%
Business Corporation Taxes	19.2%	62.9%	Realty Transfer	6.1%	80.4%
Utilities Gross Earnings Taxes	4.0%	50.2%	Departmental Receipts	6.0%	65.8%
Financial Institutions Taxes	14.7%	76.4%	Lottery Transfer	7.8%	64.4%
Insurance Co. Gross Premiums	6.1%	45.9%	Other Misc. Revenues	n/a	n/a
Bank Deposits	-1.4%	48.9%	Unclaimed Property	0.0%	0.0%
Health Care Provider Assessment	8.1%	75.1%			

The percentage received for monthly and year-to-date departmental receipts is calculated excluding hospital licensing fee revenues, which are large and generally made only once in the

fiscal year. The lottery transfer does not begin in a given fiscal year until August, and fiscal year-to-date percentages reflect gaming activity from July through the prior month, while monthly percentages reflect the prior month's gaming activity. The unclaimed property transfer occurs in the adjustment period after the end of each fiscal year.

Other nuances in monthly revenue flows related to recent law changes are described in the methodology and law change document at <https://dor.ri.gov/revenue-analysis/fy26-state-revenue-data>.

### ***FY 2026 Revised Revenue Estimates***

The FY 2026 estimates by revenue item as adopted at the November 2025 REC are as follows:

<b>Table B. FY 2026 Revised Revenue Estimates by Major Revenue Item</b>			
<b>Revenue Item</b>	<b>Revised FY 2026 Estimate</b>	<b>Revenue Item</b>	<b>Revised FY 2026 Estimate</b>
Personal Income Taxes		Sales and Use Taxes	\$1,726,000,000
Estimated Payments	\$266,300,000	Cigarettes Taxes	114,500,000
Final Payments	555,600,000	Alcohol Excise Taxes	20,000,000
Withholding Payments	1,760,200,000	Estate and Transfer	98,800,000
Refunds/Adjustments	(526,500,000)	Racing and Athletics	700,000
Business Corporation Taxes	317,000,000	Realty Transfer	26,500,000
Public Utilities Gross Earnings	115,000,000	Departmental Receipts	574,900,000
Financial Institutions Taxes	11,500,000	Lottery	451,300,000
Insurance Co. Gross Premiums	176,900,000	Other Misc. Revenues	25,300,000
Bank Deposits	5,200,000	Unclaimed Property	29,000,000
Health Care Provider Assessment	46,800,000		
		<b>Total General Revenues *</b>	<b>\$5,795,800,000</b>

\* The total general revenues estimate includes a personal income tax net accrual of \$800,000.