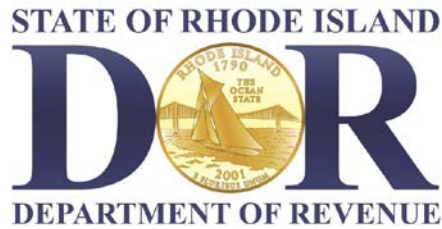


*STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS*  
**GOVERNOR GINA M. RAIMONDO**



**Office of Revenue Analysis**

**FY 2019 Cash Collections Report as of August 2018 Summary**

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

FY 2019 total general revenue cash collections through August were \$708.2 million, up \$16.9 million, or 2.4 percent, over the same period in FY 2018. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 187,415,956	\$ 186,300,530	\$ 1,115,426	0.6 %
Sales and Use Taxes	201,647,709	186,575,386	15,072,323	8.1 %
Departmental Receipts	196,820,548	176,515,150	20,305,398	11.5 %
Lottery Transfer	64,100,000	31,399,183	32,700,817	104.1 %
All Other Revenues	58,179,791	110,498,215	(52,318,424)	-47.3 %
<b>Total General Revenues</b>	<b>\$ 708,164,004</b>	<b>\$ 691,288,464</b>	<b>\$ 16,875,540</b>	<b>2.4 %</b>

***Month of August:***

August 2018 total general revenue cash collections were \$269.9 million, up \$664,038, or 0.2 percent, over August 2017. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 92,344,097	\$ 103,302,026	\$ (10,957,929)	-10.6 %
Sales and Use Taxes	100,346,621	95,620,832	4,725,789	4.9 %
Departmental Receipts	13,833,002	15,054,688	(1,221,686)	-8.1 %
Lottery Transfer	33,100,000	31,399,183	1,700,817	5.4 %
All Other Revenues	30,267,060	23,850,013	6,417,047	26.9 %
<b>Total General Revenues</b>	<b>\$ 269,890,780</b>	<b>\$ 269,226,742</b>	<b>\$ 664,038</b>	<b>0.2 %</b>

**STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS**  
**Fiscal Year To Date**

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	FY 2019 YTD August	FY 2018 YTD August	Nominal Difference	Change
<b><u>Personal Income Tax</u></b>	\$ 187,415,956	\$ 186,300,530	\$ 1,115,426	0.6%
<b><u>General Business Taxes</u></b>				
Business Corporation	8,283,878	7,885,997	397,881	5.0%
Public Utilities Gross Earnings	578,755	751,466	(172,711)	-23.0%
Financial Institutions	881,568	128,000	753,568	588.7%
Insurance Companies	31,358	1,579,939	(1,548,581)	-98.0%
Bank Deposits	(11,602)	-	(11,602)	-
Health Care Provider Assessment	7,719,192	7,538,378	180,814	2.4%
<b><u>Excise Taxes</u></b>				
Sales and Use	201,647,709	186,575,386	15,072,323	8.1%
Motor Vehicle	91,041	1,046,445	(955,404)	-91.3%
Cigarettes	26,541,731	25,049,141	1,492,590	6.0%
Alcohol	3,692,770	3,703,934	(11,164)	-0.3%
Controlled Substances	1,000	-	1,000	-
<b><u>Other Taxes</u></b>				
Estate and Transfer	4,265,859	60,063,787	(55,797,928)	-92.9%
Racing and Athletics	185,759	185,860	(101)	-0.1%
Realty Transfer	5,917,433	2,506,664	3,410,769	136.1%
<b>Total Taxes</b>	<b>\$ 447,242,407</b>	<b>\$ 483,315,527</b>	<b>\$ (36,073,120)</b>	<b>-7.5%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	\$ 188,354,604	\$ 169,525,064	\$ 18,829,540	11.1%
Fines and Penalties	1,955,107	2,196,264	(241,157)	-11.0%
Sales and Services	1,446,591	1,395,438	51,153	3.7%
Miscellaneous	5,064,246	3,398,384	1,665,862	49.0%
<b>Total Departmental Receipts</b>	<b>\$ 196,820,548</b>	<b>\$ 176,515,150</b>	<b>\$ 20,305,398</b>	<b>11.5%</b>
<b>Taxes and Departmentals</b>	<b>\$ 644,062,955</b>	<b>\$ 659,830,677</b>	<b>\$ (15,767,722)</b>	<b>-2.4%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	\$ 1,049	\$ 58,604	\$ (57,555)	-98.2%
Lottery Transfer	64,100,000	31,399,183	32,700,817	104.1%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 64,101,049</b>	<b>\$ 31,457,787</b>	<b>\$ 32,643,262</b>	<b>103.8%</b>
<b>Total General Revenues</b>	<b>\$ 708,164,004</b>	<b>\$ 691,288,464</b>	<b>\$ 16,875,540</b>	<b>2.4%</b>

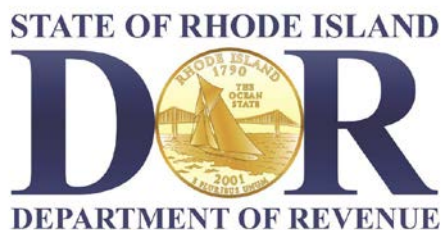
## STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS

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## Month of August

	FY 2019 Month of August	FY 2018 Month of August	Nominal Difference	% Change
<b><u>Personal Income Tax</u></b>	\$ 92,344,097	\$ 103,302,026	\$ (10,957,929)	-10.6%
<b><u>General Business Taxes</u></b>				
Business Corporation	2,103,995	699,522	1,404,473	200.8%
Public Utilities Gross Earnings	190,890	359,715	(168,825)	-46.9%
Financial Institutions	881,568	22,000	859,568	3907.1%
Insurance Companies	827,494	207,814	619,680	298.2%
Bank Deposits	(11,602)	-	(11,602)	-
Health Care Provider Assessment	3,985,322	3,543,083	442,239	12.5%
<b><u>Excise Taxes</u></b>				
Sales and Use	100,346,621	95,620,832	4,725,789	4.9%
Motor Vehicle	(471)	721,304	(721,775)	-100.1%
Cigarettes	14,000,027	14,202,312	(202,285)	-1.4%
Alcohol	1,546,574	1,567,357	(20,783)	-1.3%
Controlled Substances	500	-	500	-
<b><u>Other Taxes</u></b>				
Estate and Transfer	2,093,741	1,100,404	993,337	90.3%
Racing and Athletics	91,435	108,373	(16,938)	-15.6%
Realty Transfer	4,557,146	1,275,029	3,282,117	257.4%
<b>Total Taxes</b>	<b>\$ 222,957,337</b>	<b>\$ 222,729,771</b>	<b>\$ 227,566</b>	<b>0.1%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	\$ 9,113,019	\$ 10,032,949	\$ (919,930)	-9.2%
Fines and Penalties	1,026,751	1,332,902	(306,151)	-23.0%
Sales and Services	752,439	1,046,614	(294,175)	-28.1%
Miscellaneous	2,940,793	2,642,223	298,570	11.3%
<b>Total Departmental Receipts</b>	<b>\$ 13,833,002</b>	<b>\$ 15,054,688</b>	<b>\$ (1,221,686)</b>	<b>-8.1%</b>
<b>Taxes and Departmentals</b>	<b>\$ 236,790,339</b>	<b>\$ 237,784,459</b>	<b>\$ (994,120)</b>	<b>-0.4%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	\$ 441	\$ 43,100	\$ (42,659)	-99.0%
Lottery Transfer	33,100,000	31,399,183	1,700,817	5.4%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 33,100,441</b>	<b>\$ 31,442,283</b>	<b>\$ 1,658,158</b>	<b>5.3%</b>
<b>Total General Revenues</b>	<b>\$ 269,890,780</b>	<b>\$ 269,226,742</b>	<b>\$ 664,038</b>	<b>0.2%</b>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS  
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

FY 2019 State of Rhode Island Cash Collections Report  
August 2018 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 Office of Revenue Analysis (ORA) has modified the Cash Collections Report to shorten it without sacrificing any detailed information that might be of interest to users of the report. Specifically, ORA has moved the written portion of the cash flow differences section 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 table to assist readers in finding these disaggregated cash flow differences sections within the body of the report. Additionally, ORA was able to determine the amount of sales and use tax generated by meals and beverages prepared away from home and sold for immediate consumption. This information is now included in the sales and use tax cash collections by component table, along with total non-motor vehicle sales and use taxes less the sales and use tax collections from meals and beverages. Finally, ORA has decided to provide figures for the general business taxes less business corporation tax. Data on business corporation tax cash collections by component immediately follows the sales and use tax cash collections by component section.

## Cash Flow Differences

### *Fiscal Year-To-Date through August:*

The following table displays the differences in cash flows for FY 2019 through August and FY 2018 through August:

<b>Page Number</b>	<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2019</b>	<b>YTD FY 2018</b>
<a href="#">8</a>	Personal Income Tax	FY 2018 correction for prior period payments transferred from bus corp tax	\$0	\$579,873
<a href="#">10</a>	Business Corp Tax	Aug 2018 correction for Jan 18 payment(s) transferred to financial inst tax	\$(800,000)	\$0
<a href="#">10</a>	Business Corp Tax	FY 2018 correction for prior period payments transferred to pers inc tax	\$0	\$(579,873)
<a href="#">12</a>	Financial Inst Tax	Aug 2018 correction for Jan 18 payment(s) transferred from bus corp tax	\$800,000	\$0
<a href="#">12</a>	Ins Gross Premiums Tax	Jul 2017 reimbursement of redeemed HSTCs accrued to FY 2017	\$0	\$1,297,387
<a href="#">9</a>	Sales and Use Tax	Posting of Aug 2017 Providence Place Mall payment(s) in Sept 2017	\$0	\$(229,724)
<a href="#">13</a>	MV License & Reg Fees	Transfer to RIHMA of duplicate and license update fees in Aug 2018	\$(95,925)	\$0
<a href="#">13</a>	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$859,479
<a href="#">15</a>	Estate and Transfer	Large, infrequent payment(s) received in Jul 2017 and accrued to FY 2017	\$0	\$57,989,738
<a href="#">15</a>	Realty Transfer Tax	Large, infrequent controlling interest payment(s) received in Aug 2018.	\$2,982,227	\$0
<a href="#">17</a>	Departmental Receipts	Hospital licensing fee incr. from 5.652% to 5.856 % and advance base	\$15,725,471	\$0
<a href="#">17</a>	Departmental Receipts	Payment made to Providence in Aug 2018 that accrued to FY 2018	\$(537,270)	\$0
<a href="#">17</a>	Departmental Receipts	Posting of cash received in Jul and Aug 2018 in Sep 2018	\$(1,099,268)	\$0
<a href="#">20</a>	Lottery Transfer	Reduced transfer to offset payable owed by the general fund to Lottery	\$(784,726)	\$0
<a href="#">20</a>	Lottery Transfer	Advanced payments received in Aug 2018 instead of Sept 2018	\$33,100,000	\$0

**Month of August:**

The following table displays the differences in cash flows for August 2018 and August 2017:

<b>Page Number</b>	<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>August 2018</b>	<b>August 2017</b>
<a href="#">8</a>	Personal Income Tax	Aug 2017 correction for FY 2016 payments transferred from bus corp tax	\$0	\$459,309
<a href="#">10</a>	Business Corp Tax	Aug 2018 correction for Jan 18 payment(s) transferred to financial inst tax	\$(800,000)	\$0
<a href="#">11</a>	Business Corp Tax	Aug 2017 correction for FY 2016 payments transferred to pers inc tax	\$0	\$(459,309)
<a href="#">12</a>	Financial Inst Tax	Aug 2018 correction for Jan 18 payment(s) transferred from bus corp tax	\$800,000	\$0
<a href="#">9</a>	Sales and Use Tax	Posting of Aug 2017 Providence Place Mall payment(s) in Sept 2017	\$0	\$(229,724)
<a href="#">14</a>	MV License & Reg Fees	Transfer to RIHMA of duplicate and license update fees in Aug 2018	\$(95,925)	\$0
<a href="#">14</a>	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$625,850
<a href="#">15</a>	Realty Transfer Tax	Large, infrequent controlling interest payment(s) received in Aug 2018.	\$2,982,227	\$0
<a href="#">19</a>	Departmental Receipts	Late payment for recreation activities fund that was posted in Aug 2018	\$211,350	\$0
<a href="#">19</a>	Departmental Receipts	Payment made to Providence in Aug 2018 that accrued to FY 2018	\$(537,270)	\$0
<a href="#">19</a>	Departmental Receipts	Posting of cash received in Aug 2018 in Sep 2018	\$(1,350,642)	\$0
<a href="#">19</a>	Departmental Receipts	Late beach parking fee payment(s) received in Aug 2017	\$0	\$812,359
<a href="#">21</a>	Lottery Transfer	Reduced transfer to offset payable owed by the general fund to Lottery	\$(784,726)	\$0
<a href="#">21</a>	Lottery Transfer	Net advanced payments received in Jul and Aug 2018	\$2,000,000	\$0

### **Historic Structures Tax Credit Reimbursements:**

FY 2019 total Historic Structures Tax Credit (HSTC) redemptions/reimbursements for all taxes through August were \$344,883 compared to \$2.8 million reimbursed in FY 2018 through August, a decrease of 87.6 percent. August 2018 HSTC redemptions/reimbursements for all taxes were \$11,000, \$1,018,651 less than the \$1.0 million reimbursed in August 2017, which is a decrease of 98.9 percent.

The breakdown of the reimbursement of redeemed HSTCs by tax type is shown in the table below:

Tax Type	Year-to-Date		Monthly	
	FY 2019	FY 2018	August 2018	August 2017
Personal Income	\$ 141,504	\$ 585,269	\$ 11,000	\$ 129,651
Business Corporation	0	0	0	0
Financial Institutions	0	0	0	0
Insurance/Non-HMOs	0	0	0	0
Insurance/HMOs	0	1,297,387	0	0
Non-Profit Refund	203,379	900,000	0	900,000
<b>Total</b>	<b>\$ 344,883</b>	<b>\$ 2,782,656</b>	<b>\$ 11,000</b>	<b>\$ 1,029,651</b>

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

The tables below are based on data provided by the Division of Taxation and break down personal income tax cash collections by component on both a fiscal year-to-date and monthly 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 table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

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

Component	FY 2019	FY 2018	Difference	% Change
Estimated Payments	\$ 8,919,442	\$ 8,985,706	\$ (66,264)	-0.7 %
Final Payments *	7,191,655	6,686,213	505,442	7.6 %
Refunds/Adjustments	(13,357,932)	(17,618,664)	4,260,731	-24.2 %
Withholding Tax Payments	184,662,792	188,247,275	(3,584,483)	-1.9 %
* Includes HSTC reimbursements of \$141,504 in FY 2019 YTD and \$585,269 in FY 2018 YTD.				

Cash Flow Differences:

## FY 2018

- Refunds and adjustments include \$579,873 for transfers from business corporation tax to correct for payments received in prior periods as listed below:
  - \$120,564 for a July 2017 transfer to correct for payment(s) received in July 2016;
  - \$459,309 for an August 2017 transfer to correct for payments received in March and April 2016.

**Month of August:**

<b>Component</b>	<b>August 2018</b>	<b>August 2017</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 4,910,092	\$ 4,822,576	\$ 87,516	1.8 %
Final Payments *	3,511,158	3,275,228	235,930	7.2 %
Refunds/Adjustments	(5,639,532)	(6,461,967)	822,435	-12.7 %
Withholding Tax Payments †	89,562,378	101,666,189	(12,103,811)	-11.9 %
* Includes HSTC reimbursements of \$11,000 in August 2018 and \$129,651 in August 2017.				
† In FY 2018, the payroll processed on Friday, July 28, 2017, the last Friday in July 2017, resulted in personal income tax withholding payments being recorded on August 1, 2017. In FY 2019, payroll processed on Friday, July 27, 2018, the last Friday in July 2018, resulted in personal income tax withholding payments being recorded on July 31, 2018.				

Cash Flow Differences:

## August 2018

- Refunds and adjustments include \$459,309 for a transfer from business corporation tax to correct for payments received in March and April 2016.

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

The tables below are based on data provided by the Division of Taxation and break down sales and use tax cash collections by component on both a fiscal year-to-date and monthly 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 August:***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation	\$ 179,734,770	\$ 168,537,772	\$ 11,196,998	6.6 %
Providence Place Mall	2,432,525	1,925,862	506,663	26.3 %
<b>Total Non-Motor Vehicle (MV)</b>	<b>\$ 182,167,295</b>	<b>\$ 170,463,633</b>	<b>\$ 11,703,662</b>	<b>6.9 %</b>
Meals and Beverage (M&B)	39,418,533	39,325,002	93,532	0.2 %
<b>Total Non-MV Less M&amp;B</b>	<b>\$ 142,748,762</b>	<b>\$ 131,138,632</b>	<b>\$ 11,610,130</b>	<b>8.9 %</b>
Motor Vehicle Use Tax Receipts*	\$ 19,479,750	\$ 16,164,115	\$ 3,315,634	20.5 %
* Previously referred to as Registry Receipts.				

***Cash Flow Differences:***

## FY 2018

- FY 2018 year-to-date sales and use tax cash collections do not include payment(s) of \$229,724 from the Providence Place Mall that were received in August 2017 but not posted until September 2017.

***Month of August:***

<b>Component</b>	<b>August 2018</b>	<b>August 2017</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation	\$ 87,866,997	\$ 83,817,770	\$ 4,049,227	4.8 %
Providence Place Mall	1,386,739	802,643	584,096	72.8 %
<b>Total Non-Motor Vehicle (MV)</b>	<b>\$ 89,253,736</b>	<b>\$ 84,620,413</b>	<b>\$ 4,633,323</b>	<b>5.5 %</b>
Meals and Beverage (M&B)	20,522,165	20,264,038	258,126	1.3 %
<b>Total Non-MV Less M&amp;B</b>	<b>\$ 68,731,571</b>	<b>\$ 64,356,375</b>	<b>\$ 4,375,196</b>	<b>6.8 %</b>
Motor Vehicle Use Tax Receipts*	\$ 11,028,200	\$ 11,018,243	\$ 9,958	0.1 %
* Previously referred to as Registry Receipts.				

***Cash Flow Differences:***

## August 2017

- August 2017 sales and use tax cash collections do not include payment(s) of \$229,724 from the Providence Place Mall that were received in August but not posted until September 2017.

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

Effective for tax years beginning on or after January 1, 2018, businesses with Rhode Island tax liabilities will make estimated payments equal to 25 percent of their expected tax year liabilities in April, June, September, and December. This estimated payments schedule is in contrast to the

estimated payments schedule of 40 percent of expected total tax liability due in March and 60 percent of expected total tax liability due in June that was in place for tax years ending on or before December 31, 2017.

The tables below are based on data provided by the Division of Taxation and break down business corporation tax cash collections by component on both a fiscal year-to-date and monthly 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 table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

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

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 5,065,930	\$ 8,961,694	\$ (3,895,764)	-43.5 %
Final Payments	5,146,108	5,829,710	(683,602)	-11.7 %
Refunds/Adjustments	(1,929,463)	(6,916,817)	4,987,355	-72.1 %

***Cash Flow Differences:***

**FY 2019**

- Refunds and adjustments include an August 2018 transfer of \$800,000 to financial institutions tax to correct for payment(s) received in January 2018.

**FY 2018**

- Refunds and adjustments include transfers to personal income tax of \$579,873 to correct for payments received in prior periods as listed below:
  - \$120,564 for a July 2017 transfer to correct for payment(s) received in July 2016;
  - \$459,309 for an August 2017 transfer to correct for payments received in March and April 2016.

***Month of August:***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 988,198	\$ 1,402,669	\$ (414,471)	-29.5 %
Final Payments	2,403,007	2,609,005	(205,998)	-7.9 %
Refunds/Adjustments	(1,289,610)	(3,318,250)	2,028,640	-61.1 %

***Cash Flow Differences:***

**August 2018**

- Refunds and adjustments include a transfer of \$800,000 to financial institutions tax to correct for payment(s) received in January 2018.

August 2017

- Refunds and adjustments include a transfer to personal income tax of \$459,309 to correct for payments received in March and April 2016.

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

<b>August</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 9,199,271	\$ 9,997,783	\$ (798,512)	-8.0 %
Month	\$ 5,873,672	\$ 4,132,612	\$ 1,741,060	42.1 %

Effective for tax years beginning on or after January 1, 2018, businesses with Rhode Island tax liabilities will make estimated payments equal to 25 percent of their expected tax year liabilities in April, June, September, and December. The current estimated payments schedule is in contrast to the estimated payments schedule of 40 percent of expected total tax liability due in March and 60 percent of expected total tax liability due in June that was in place for tax years ending on or before December 31, 2017. 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 table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

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

General business taxes other than business corporation tax collected through August of FY 2019 decreased by 8.0 percent from general business taxes other than business corporation tax collected through August of FY 2018. FY 2019 general business taxes other than business corporation tax collected through August were \$9.2 million compared to \$10.0 million collected for the same period in FY 2018, a decrease of \$798,512.

FY 2019 public utilities gross earnings tax cash collections through August were \$578,755, \$172,711 less than the \$751,466 collected in the same period last fiscal year, a decrease of 23.0 percent. FY 2019 year-to-date financial institutions tax received cash collections of \$881,568, which is \$753,568 more than FY 2018 year-to-date.

FY 2019 insurance company gross premiums taxes collected through August decreased by \$1.5 million from the \$1.6 million collected through August of FY 2018, a difference of -98.0 percent.

The FY 2019 year-to-date through August health care provider assessment cash collections were \$7.7 million, \$180,814 more than the \$7.5 million collected in the same period last fiscal year. This is an increase of 2.4 percent on a fiscal year-to-date-over-fiscal year-to-date basis. Bank deposits tax cash collections cash collections were \$(11,602) in year-to-date FY 2019 compared to no collections in year-to-date FY 2018.

Cash Flow Differences:

## FY 2019

- Financial institutions tax cash collections include an August 2018 transfer of \$800,000 from business corporation tax to correct for payment(s) received in January 2018.

## FY 2018

- Insurance company gross premiums tax includes \$1.3 million of reimbursed HSTCs that were received in July 2017 and accrued back to FY 2017.

***Month of August:***

General business taxes other than business corporation tax collected in August 2018 increased by 42.1 percent over general business taxes other than business corporation tax collected in August 2017. August 2018 general business taxes other than business corporation tax were \$5.9 million compared to \$4.1 million collected for August 2017, an increase of \$1.7 million.

August 2018 public utilities gross earnings tax cash collections were \$190,890, \$168,825 less than the \$359,715 collected in the same period last fiscal year, a decrease of 46.9 percent. Financial institutions tax cash collections in August 2018 were \$881,568, which is \$859,568 more than collections in August 2017.

Insurance company gross premiums taxes collected in August 2018 increased by \$619,680 over the \$207,814 collected in August 2017, a difference of 298.2 percent.

August 2018 health care provider assessment cash collections were \$4.0 million, \$442,239 more than the \$3.5 million collected in the same period last fiscal year. This is an increase of 12.5 percent on a fiscal year-over-year basis. Bank deposits tax cash collections in August 2018 were \$(11,602) compared to no cash collections in August 2017.

Cash Flow Differences:

## August 2018

- Financial institutions tax cash collections include a transfer of \$800,000 from business corporation tax to correct for payment(s) received in January 2018.

**Excise Taxes Other Than the Sales and Use Tax**

<b>August</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 30,326,542	\$ 29,799,520	\$ 527,022	1.8 %
Month	\$ 15,546,630	\$ 16,490,973	\$ (944,343)	-5.7 %

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

Excise taxes other than sales and use taxes collected in FY 2019 through August increased by 1.8 percent over excise taxes other than sales and use taxes collected through August of FY 2018.

FY 2019 excise taxes other than sales and use taxes collected through August were \$30.3 million compared to the \$29.8 million collected for the same period last fiscal year, an increase of \$527,022.

Motor vehicle license and registration fees were \$91,041 in FY 2019 through August, which is \$955,404, or 91.3 percent, less than motor vehicle license and registration fees in FY 2018 through August of \$1.0 million. It should be noted that motor vehicle license and registration fees in FY 2019 year-to-date include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018.

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 cigarettes excise tax cash receipts through August of FY 2019 were \$26.5 million, up \$1.5 million compared to the \$25.0 million collected for the same period last fiscal year, an increase of 6.0 percent. Included in year-to-date FY 2019 cigarettes excise tax cash collections is \$28,107 in cigarette floor stock receipts and \$1.6 million of other tobacco products taxes. Finally, the change in cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. Through August of FY 2019, Rhode Island cigarette sales increased 6.7 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections decreased 0.3 percent in FY 2019 through August compared to FY 2018 through August.

#### Cash Flow Differences:

##### FY 2019

- In FY 2019 through August, \$95,925 in duplicate license and license update fees were transferred to the Rhode Island Highway Maintenance Account (RIHMA) in error. An adjustment to correct for this error will be made in September 2018.

##### FY 2018

- After accounting for the duplicate license and license update fees transferred to RIHMA, motor vehicle license and registration fees were greater by \$859,479 in year-to-date FY 2018 compared to year-to-date FY 2019. Effective July 1, 2018, all motor vehicle license and registration fees are transferred to RIHMA except duplicate license and license update fees. In FY 2018 year-to-date, only 80.0 percent of motor vehicle license and registration fees were transferred to RIHMA. In FY 2018 through August, the transfer to RIHMA was \$4.1 million compared to the transfer of \$6.9 million in FY 2019 through August, which is an increase of \$2.8 million. As noted, the FY 2019 through August transfer includes \$95,925 of duplicate license and license update fees that were transferred in error.

***Month of August:***

Excise taxes other than sales and use taxes collected in August 2018 decreased by 5.7 percent from excise taxes other than sales and use taxes collected in August 2017. August 2018 excise taxes other than sales and use taxes were \$15.5 million compared to the \$16.5 million collected for the same period last fiscal year, a decrease of \$944,343.

Motor vehicle license and registration fees in August 2018 were \$(471), which is 100.1 percent less than motor vehicle license and registration fees in August 2017 of \$721,304. It should be noted that August 2018 motor vehicle license and registration fees include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018.

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 cigarettes excise tax cash receipts in August 2018 were \$14.0 million, down \$202,285 compared to the \$14.2 million collected for the same period last fiscal year, a decrease of 1.4 percent. Included in August 2018 cigarettes excise tax cash collections is \$6,696 in cigarette floor stock receipts and \$819,190 of other tobacco products taxes. Finally, the change in cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. In August 2018, Rhode Island cigarette sales decreased 0.3 percent compared to August 2017.

Alcohol excise tax cash collections decreased 1.3 percent in August 2018 compared to August 2017.

**Cash Flow Differences:****August 2018**

- In August 2018, \$95,925 in duplicate license and license update fees were transferred to the Rhode Island Highway Maintenance Account (RIHMA) in error. An adjustment to correct for this error will be made in September 2018.

**August 2017**

- After accounting for the duplicate license and license update fees transferred to RIHMA, motor vehicle license and registration fees were greater by \$625,850 in August 2018 compared to August 2017. Effective July 1, 2018, all motor vehicle license and registration fees are transferred to RIHMA except duplicate license and license update fees. In August 2017, only 80.0 percent of motor vehicle license and registration fees were transferred to RIHMA. In August 2017, the transfer to RIHMA was \$2.9 million compared to the transfer of \$3.8 million in August 2018, which is an increase of \$946,140. As noted, the August 2018 transfer includes \$95,925 of duplicate license and license update fees that were transferred in error.

## **Other Taxes**

<b>August</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 10,369,051	\$ 62,756,311	\$ (52,387,260)	-83.5 %
Month	\$ 6,742,322	\$ 2,483,806	\$ 4,258,516	171.5 %

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

Other taxes collected in FY 2019 through August decreased 83.5 percent from other taxes collected through August of FY 2018. FY 2019 other taxes collected through August were \$10.4 million compared to the \$62.8 million collected in the same period last fiscal year, a decrease of \$52.4 million. FY 2019 estate and transfer taxes collected through August were \$4.3 million, down \$55.8 million compared to the same period in FY 2018, a decrease of 92.9 percent. FY 2019 realty transfer taxes collected through August were \$5.9 million, up \$3.4 million, or 136.1 percent, compared to the same period last fiscal year.

### ***Cash Flow Differences:***

#### **FY 2019**

- Year-to-date FY 2019 realty transfer tax cash collections include large, infrequently occurring controlling interest payment(s) of \$3.0 million received in August 2018. Of this \$3.0 million, \$1.8 million will be transferred to the municipalit(ies) and the Housing Resources Commission in September 2018.

#### **FY 2018**

- Year-to-date FY 2018 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$58.0 million received in July 2017 that were accrued back to FY 2017.

### ***Month of August:***

Other taxes collected in August 2018 increased 171.5 percent over other taxes collected in August 2017. August 2018 other taxes cash collections were \$6.7 million compared to the \$2.5 million collected in August 2017, an increase of \$4.3 million. Estate and transfer taxes collected in August 2018 were \$2.1 million, up \$993,337 compared to the same period in FY 2018, an increase of 90.3 percent. Realty transfer taxes collected in August 2018 were \$4.6 million, up \$3.3 million, or 257.4 percent, compared to August 2017.

### ***Cash Flow Differences:***

#### **August 2018**

- August 2018 realty transfer tax cash collections include large, infrequently occurring controlling interest payment(s) of \$3.0 million. Of this \$3.0 million, \$1.8 million will be transferred to the municipalit(ies) and the Housing Resources Commission in September 2018.

## **Departmental Receipts Cash Collections by Component**

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

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

As is apparent from the *State of Rhode Island Monthly Cash Collections: Fiscal Year-to-Date* table, total departmental receipts in FY 2019 through August increased by 11.5 percent compared to total departmental receipts in FY 2018 through August. Fiscal year-to-date total departmental receipts collected in FY 2019 were \$196.8 million compared to \$176.5 million collected for the same period last year, an increase of \$20.3 million.

The licenses and fees category of departmental receipts through August of FY 2019 was up \$18.8 million, or 11.1 percent, over the \$169.5 million collected through August of FY 2018. The three licenses and fees accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2019 versus year-to-date FY 2018 are listed below:

<b>Licenses and Fees</b>	<b>Nominal Increase</b>
Hospital licensing fee *	\$ 15,725,471
Expense recovery account – Public Utilities	1,782,869
Registration fees for securities ^	1,402,320
^ The mutual funds registration fee increased from \$1,000 to \$1,750 in FY 2019.	

<b>Licenses and Fees</b>	<b>Nominal Decrease</b>
Building permits – State properties *	(556,907)
Insurance agents license fees *	(534,365)
Insurance claim adjusters license fees *	(507,015)

The fines and penalties category of departmental receipts through August of FY 2019 was down \$241,157, or 11.0 percent, from the \$2.2 million collected through August of FY 2018. In the fines and penalties category, no accounts had a nominal increase and one account had a nominal decrease greater than \$100,000 in year-to-date FY 2019 compared to year-to-date FY 2018. Receipts from utility fines were down \$267,815 in FY 2019 through August compared to FY 2018 through August.

The sales and services category of departmental receipts through August of FY 2019 was up \$51,153 over the \$1.4 million collected through August of FY 2018, an increase of 3.7 percent. No sales and services accounts had nominal increases / decreases greater than \$100,000 for year-to-date FY 2019 versus year-to-date FY 2018.



Miscellaneous departmental receipts through August of FY 2019 were up \$1.7 million, or 49.0 percent, over the \$3.4 million collected through August of FY 2018. The three miscellaneous departmental receipts accounts with the largest nominal increases / decreases greater than \$100,000 for year-to-date FY 2019 versus year-to-date FY 2018 were:

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase</b>
Miscellaneous revenues - Office of the Attorney General	\$ 635,889
Miscellaneous refunds – Treasury Department	607,686
Central Falls repayment	600,000

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Decrease</b>
Cost recovery account – Department of Labor and Training	\$ (607,902)
Drinking water protection fund	(199,693)
Bank examination fees	(160,457)

*Cash Flow Differences:*

**FY 2019**

- In licenses and fees, cash collections from the hospital licensing fee were \$15.7 million more in year-to-date FY 2019 compared to year-to-date FY 2018. In general, the prior fiscal year hospital licensing fee is received in July of the current year. The hospital licensing fee rate for FY 2017 was 5.652 percent compared to 5.856 percent for FY 2018, and the hospital licensing fee base advanced from hospital FY 2015 net patient revenues in FY 2017 to hospital FY 2016 net patient revenues in FY 2018. Not included in FY 2019 YTD or FY 2018 YTD cash collections from the hospital licensing fee is the payment from Eleanor Slater Hospital, which is received in June of the fiscal year for which it is due.
- Licenses and fees include a payment of \$537,270 to the City of Providence for the city's share of the Wexford Innovation Center building permit fees that was made in August 2018 but accrued back to FY 2018.
- The state received cash payments in the months of July and August that were not posted to the proper accounts until September 2018. These payments included, but were not limited to, insurance agents license fees and insurance claim adjusters license fees. These accounts in total were down \$1.1 million in FY 2019 through August 2018 compared to FY 2018 through August.

***Month of August:***

As is apparent from the *State of Rhode Island Monthly Cash Collections: Month of August* table, total departmental receipts in August 2018 decreased by 8.1 percent compared to total departmental receipts in August 2017. Departmental receipts collected in August 2018 were \$13.8 million compared to \$15.1 million collected for the same period last fiscal year, a decrease of \$1.2 million.

The licenses and fees category of departmental receipts in August 2018 was down \$919,930, or 9.2 percent, from the \$10.0 million collected in August 2017. The three licenses and fees accounts with the largest nominal increases / decreases greater than \$100,000 in August 2018 versus August 2017 are listed below:

<b>Licenses and Fees</b>	<b>Nominal Increase</b>
Registration fees for securities ^	\$ 539,770
Recreation activities fund – Parks and Recreation *	226,207
Bedding and upholstery license fees	111,342
^ The mutual funds registration fee increased from \$1,000 to \$1,750 in FY 2019.	

<b>Licenses and Fees</b>	<b>Nominal Decrease</b>
Insurance claim adjusters license fees *	\$ (580,345)
Building permits – State properties *	(505,538)
Insurance agents license fees *	(487,115)

The fines and penalties category of departmental receipts in August 2018 was down \$306,151, or 23.0 percent, from the \$1.3 million collected in August 2017. In the fines and penalties category, no accounts had a nominal increase and one account had a nominal decrease greater than \$100,000 in August 2018 compared to August 2017. Receipts from utility fines were down \$268,015 in August 2018 compared to August 2017.

The sales and services category of departmental receipts in August 2018 was down \$294,175 from the \$1.0 million collected in August 2017, a decrease of 28.1 percent. No sales and services accounts had a nominal increase greater than \$100,000 and one account had a nominal decrease greater than \$100,000 on a year-over-year basis. Rentals and other receipts from Galilee and Point Judith were down \$129,261 in August 2018 compared to August 2017.

Miscellaneous departmental receipts in August 2018 were up \$298,570, or 11.3 percent, over the \$2.6 million collected in August 2017. The three miscellaneous departmental receipts accounts with the largest nominal increases / decreases greater than \$100,000 for August 2018 versus August 2017 were:

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Increase</b>
Central Falls repayment	\$ 600,000
Miscellaneous refunds – Treasury Department	499,533
Cost recovery account - Judiciary	451,146

<b>Miscellaneous Departmental Receipts</b>	<b>Nominal Decrease</b>
Cost recovery account – Department of Labor and Training	\$ (602,678)
Drinking water protection fund	(248,147)
Miscellaneous revenues - Office of the Attorney General	(162,136)

Cash Flow Differences:

August 2018

- Licenses and fees include a late payment of \$211,350 made by Parks and Recreation to the recreation activities fund that was posted in August 2018 but should have been posted in July 2018.
- Licenses and fees include a payment of \$537,270 to the City of Providence for the city's share of the Wexford Innovation Center building permit fees that was made in August 2018 but accrued back to FY 2018.
- The state received cash payments in the month of August that were not posted to the proper accounts until September 2018. These payments included, but were not limited to, insurance agents license fees and insurance claim adjusters license fees. These accounts in total were down \$1.4 million in FY 2019 in August 2018 compared to August 2017.

August 2017

- Licenses and fees include late beach parking fee payment(s) of \$812,359 that were received in August 2017 but should have been received in July 2017.

**Motor Fuel Tax, Per Penny Yield**

<b>August</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 794,875	\$ 773,847	\$ 21,028	2.7 %
Month	\$ 403,005	\$ 387,733	\$ 15,272	3.9 %

In FY 2019, the State's motor fuel tax consists of a \$0.33 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. These tax rates were the same in FY 2018. 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 August:***

The per penny yield of the state's motor fuel tax collected in FY 2019 through August was \$21,028 more than in FY 2018 through August. This represents an increase of 2.7 percent between the two fiscal year-to-date periods. For FY 2019 through August, the per-penny yield was \$794,875 versus \$773,847 for FY 2018 through August.

***Month of August:***

The per penny yield of the state's motor fuel tax collected in August 2018 was \$15,272 more than in August 2017. This represents an increase of 3.9 percent between the two periods. For August 2018, the per-penny yield was \$403,005 versus \$387,733 for August 2017.

**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 August:***

<b>Component</b>	<b>FY 2019</b>	<b>FY 2018</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 3,393,004	\$ 3,062,643	\$ 330,361	10.8 %
Keno	1,375,869	1,524,853	(148,984)	-9.8 %
Twin River VLTs	23,491,538	23,089,709	401,829	1.7 %
Twin River Traditional Table Games	1,307,510	1,415,863	(108,353)	-7.7 %
Twin River Poker Tables	85,842	91,909	(6,067)	-6.6 %
Newport Grand VLTs	2,547,670	2,605,296	(57,626)	-2.2 %

In fiscal year-to-date 2019, Twin River operated a maximum of 97 traditional table games and 22 poker tables. In the same period in FY 2018, Twin River operated a maximum of 97 traditional table games and 19 poker tables. Both Twin River and Newport Grand VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Newport Grand's or Twin River's marketing program.

**Cash Flow Differences:****FY 2019**

- In July 2018, the Division of Lottery advanced \$31,000,000 of the August 2018 lottery transfer to the general fund. The Division of Lottery determined that the actual total August 2018 lottery transfer was \$31,784,726.
- The Division of Lottery transferred \$33.1 million to the general fund in August 2018. These funds normally would have been transferred in September 2018.

***Month of August:***

Given that August is the first month that lottery receipts are transferred to the general fund there are no differences between fiscal year-to-date and monthly cash collections.

Cash Flow Differences:

## August 2018

- At the end of FY 2018, the general fund owed the Division of Lottery \$1,480,823. In July 2018, the Division of Lottery advanced \$31,000,000 of the August 2018 lottery transfer to the general fund. The Division of Lottery determined that the actual total August 2018 lottery transfer was \$31,784,726. The Division of Lottery withheld \$784,726 of the August lottery transfer to offset the general fund's outstanding payable, reducing it to \$696,097.
- The lottery transfer includes a net \$2.0 million in advance payments made by the Division of Lottery as follows:
  - \$31.0 million in advance payments transferred in July 2018, which normally would have been transferred in August 2018;
  - \$33.1 million in advance payments transferred in August 2018, which normally would have been transferred in September 2018.



Mark A. Furcolo, Director  
Rhode Island Department of Revenue  
October 4, 2018