

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR LINCOLN D. CHAFEE



DEPARTMENT OF REVENUE
Office of Revenue Analysis

State of Rhode Island Monthly Meals and Beverage Report
FY 2014 1.0 Percent Local Collections October 2013

Beginning in June 2010, the Rhode Island Department of Revenue will issue a monthly report on the collection and distribution of the 1.0 percent local meals and beverage tax. The report is meant to be descriptive and does not purport to project or assess the collection of the 1.0 percent local meals and beverage tax. The report provides data by municipality on the month-to-month, year-over-year, and fiscal year-to-date-over-fiscal year-to-date collections. A discussion of the municipalities with the largest and smallest percentage and nominal changes in these three measures will be included in the body of the report.

Anomalies in the Data

In June 2012, the Division of Taxation experienced a delay in processing and reconciling the meals and beverage tax data. An unknown number of July 2012 meals and beverage tax returns may have been included in the meals and beverage tax data for June 2012. As a result, the July 2012 monthly meals and beverage tax data may have been understated. Insufficient information was available to estimate the amount of July 2012 meals and beverage tax data that may have been included in the June 2012 meals and beverage tax data. This processing delay may affect the prior year's fiscal-year-to-date total.

In September 2013, an error was discovered relating to the local meals and beverage tax collections in Newport affecting both the fiscal year-to-date and the monthly collections. A taxpayer was discovered to have incorrectly paid sales tax receipts as a monthly meal and beverage tax payment in June 2013. As a result, the June 2013 meal and beverage tax receipts were overstated. In July 2013, the June 2013 error was corrected and the receipts transferred to sales tax. The same taxpayer, however, incorrectly paid sales tax receipts as a monthly meal and beverage tax payment in July 2013. The result was that the July 2013 Newport receipts were potentially understated due to the correction of the misposting error and potentially overstated due to the posting error occurring that month. Finally in September 2013, the money was

transferred to sales tax receipts, which understates the September 2013 meal and beverage tax collections for Newport. As a consequence, these processing issues ultimately affected the City of Newport's fiscal year-to-date total local meal and beverage tax collections in both FY 2013 and FY 2014 and the July 2013 and September 2013 Newport monthly local meal and beverage tax collections receipts.

Analysis of Month-to-Month Collections

On a statewide basis, October 2013 1.0 percent local meals and beverage tax collections totaled \$1.91 million or 1.0 percent more than the \$1.89 million collected in September 2013. The five communities with the largest percentage increase in 1.0 percent local meals and beverage tax collections between October 2013 and September 2013 were: Portsmouth, 39.4 percent; Pawtucket, 18.4 percent; Newport, 15.6 percent; Cranston, 13.0 percent; and East Greenwich, 12.8 percent. The five communities with the largest percentage decrease in 1.0 percent local meals and beverage tax collections between October 2013 and September 2013 were: New Shoreham, -63.1 percent; Little Compton, -33.7 percent; Narragansett, -30.2 percent; Charlestown, -27.2 percent; and Westerly, -20.3 percent.

The five communities with the largest nominal increase in 1.0 percent local meals and beverage tax collections between October 2013 and September 2013 were: Newport, \$22,084; Providence, \$21,642; Cranston, \$15,627; Pawtucket, \$9,980; and Portsmouth, \$6,498. The five communities with the largest nominal decrease in 1.0 percent local meals and beverage tax collections between October 2013 and September 2013 were: New Shoreham, -\$18,771; Westerly, -\$15,053; Narragansett, -\$14,433; South Kingstown, -\$8,498; and Charlestown, -\$4,446.

Analysis of Year-over-Year Collections by Month

On a statewide basis, October 2013 1.0 percent local meals and beverage tax collections totaled \$1.91 million or 7.8 percent more than the \$1.77 million collected in October 2012. The five communities with the largest percentage increase in 1.0 percent local meals and beverage tax collections between October 2013 and October 2012 were: Portsmouth, 64.7 percent; New Shoreham, 47.3 percent; Charlestown, 33.2 percent; Middletown, 29.4 percent; and Pawtucket, 26.8 percent. The five communities with the largest percentage decrease in 1.0 percent local meals and beverage tax collections between October 2013 and October 2012 were: Foster, -24.1 percent; Burrillville, -17.7 percent; Little Compton, -13.8 percent; Woonsocket, -11.4 percent; and Hopkinton, -10.6 percent.

The five communities with the largest nominal increase in 1.0 percent local meals and beverage tax collections between October 2013 and October 2012 were: Providence, \$18,881; Warwick, \$17,513; Cranston, \$15,173; Pawtucket, \$13,545; and Middletown, \$12,746. The five communities with the largest nominal decrease in 1.0 percent local meals and beverage tax collections between October 2013 and October 2012 were: Woonsocket, -\$5,045; North

Kingstown, -\$3,658; Burrillville, -\$3,622; North Providence, -\$2,845; and West Warwick, -\$1,070.

Analysis of Fiscal Year-to-Date Collections through October

On a statewide basis, fiscal year-to-date October 2013 1.0 percent local meal and beverage tax collections totaled \$8.34 million or 7.9 percent more than the \$7.73 million collected through fiscal year-to-date October 2012. The five communities with the largest percentage increase in 1.0 percent local meal and beverage tax collections between fiscal year-to-date October 2013 and fiscal year-to-date October were: West Greenwich, 21.9 percent; North Smithfield, 21.4 percent; Scituate, 20.4 percent; Pawtucket, 19.9 percent; and New Shoreham, 16.1 percent. The five communities with the largest percentage decrease in 1.0 percent local meal and beverage tax collections between fiscal year-to-date October 2013 and fiscal year-to-date October 2012 were: Little Compton, -9.4 percent; Woonsocket, -6.5 percent; North Kingstown, -2.4 percent; and Newport and North Providence, -2.1 percent.

The five communities with the largest nominal increase in 1.0 percent local meal and beverage tax collections between fiscal year-to-date October 2013 and fiscal year-to-date October 2012 were: Providence, \$97,504; Warwick, \$95,834; Cranston, \$43,967; Pawtucket, \$41,384; and Westerly, \$34,867. The five communities with the largest nominal decrease in 1.0 percent local meal and beverage tax collections between fiscal year-to-date October 2013 and fiscal year-to-date October 2012 were: Newport, -\$18,970; Woonsocket, -\$10,323; North Kingstown, -\$4,135; North Providence, -\$2,287; and Little Compton, -\$2,131.



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December 20, 2013

STATE OF RHODE ISLAND MONTHLY MEAL AND BEVERAGE REPORT
Month-to-Month Collections

MUNICIPALITY	Month-to-Month			
	October 2013	September 2013	Percent Change	Difference
BARRINGTON	\$ 13,054	\$ 12,478	4.6%	\$ 576
BRISTOL	31,123	31,008	0.4%	115
BURRILLVILLE	16,856	16,495	2.2%	360
CENTRAL FALLS	8,300	8,611	-3.6%	(312)
CHARLESTOWN	11,913	16,360	-27.2%	(4,446)
COVENTRY	31,376	31,026	1.1%	350
CRANSTON	135,448	119,821	13.0%	15,627
CUMBERLAND	35,081	32,771	7.0%	2,310
EAST GREENWICH	48,320	42,842	12.8%	5,477
EAST PROVIDENCE	72,319	67,915	6.5%	4,404
EXETER	7,351	6,789	8.3%	562
FOSTER	1,577	1,809	-12.8%	(232)
GLOCESTER	6,179	6,423	-3.8%	(244)
HOPKINTON	3,810	4,617	-17.5%	(808)
JAMESTOWN	6,202	6,880	-9.9%	(678)
JOHNSTON	41,394	38,384	7.8%	3,011
LINCOLN	59,866	61,517	-2.7%	(1,650)
LITTLE COMPTON	2,752	4,153	-33.7%	(1,401)
MIDDLETOWN	56,043	57,499	-2.5%	(1,456)
NARRAGANSETT	33,310	47,744	-30.2%	(14,433)
NEWPORT	164,070	141,986	15.6%	22,084
NEW SHOREHAM	10,958	29,730	-63.1%	(18,771)
NORTH KINGSTOWN	36,619	40,912	-10.5%	(4,293)
NORTH PROVIDENCE	24,703	28,338	-12.8%	(3,635)
NORTH SMITHFIELD	18,689	20,642	-9.5%	(1,952)
PAWTUCKET	64,165	54,185	18.4%	9,980
PORTSMOUTH	22,998	16,500	39.4%	6,498
PROVIDENCE	427,171	405,529	5.3%	21,642
RICHMOND	9,597	10,416	-7.9%	(819)
SCITUATE	6,144	5,486	12.0%	658
SMITHFIELD	59,271	53,774	10.2%	5,497
SOUTH KINGSTOWN	56,634	65,133	-13.0%	(8,498)
TIVERTON	17,243	20,809	-17.1%	(3,566)
WARREN	20,703	20,261	2.2%	442
WARWICK	214,533	217,449	-1.3%	(2,916)
WESTERLY	59,082	74,135	-20.3%	(15,053)
WEST GREENWICH	10,773	10,132	6.3%	641
WEST WARWICK	28,176	26,320	7.1%	1,856
WOONSOCKET	39,036	37,037	5.4%	1,999
Total	\$ 1,912,840	\$ 1,893,915	1.0%	\$ 18,925

STATE OF RHODE ISLAND MONTHLY MEAL AND BEVERAGE REPORT

Year-over-Year Collections

MUNICIPALITY	Year-over-Year			
	October 2013	October 2012	Percent Change	Difference
BARRINGTON	\$ 13,054	\$ 11,392	14.6%	\$ 1,663
BRISTOL	31,123	28,461	9.4%	2,662
BURRILLVILLE	16,856	20,478	-17.7%	(3,622)
CENTRAL FALLS	8,300	8,620	-3.7%	(320)
CHARLESTOWN	11,913	8,945	33.2%	2,969
COVENTRY	31,376	30,872	1.6%	504
CRANSTON	135,448	120,275	12.6%	15,173
CUMBERLAND	35,081	32,393	8.3%	2,688
EAST GREENWICH	48,320	40,643	18.9%	7,677
EAST PROVIDENCE	72,319	69,072	4.7%	3,247
EXETER	7,351	6,229	18.0%	1,121
FOSTER	1,577	2,078	-24.1%	(501)
GLOCESTER	6,179	5,488	12.6%	691
HOPKINTON	3,810	4,261	-10.6%	(451)
JAMESTOWN	6,202	6,199	0.1%	4
JOHNSTON	41,394	38,543	7.4%	2,852
LINCOLN	59,866	54,887	9.1%	4,979
LITTLE COMPTON	2,752	3,190	-13.8%	(439)
MIDDLETOWN	56,043	43,296	29.4%	12,746
NARRAGANSETT	33,310	31,898	4.4%	1,412
NEWPORT	164,070	152,568	7.5%	11,502
NEW SHOREHAM	10,958	7,438	47.3%	3,520
NORTH KINGSTOWN	36,619	40,278	-9.1%	(3,658)
NORTH PROVIDENCE	24,703	27,549	-10.3%	(2,845)
NORTH SMITHFIELD	18,689	17,811	4.9%	878
PAWTUCKET	64,165	50,620	26.8%	13,545
PORTSMOUTH	22,998	13,963	64.7%	9,035
PROVIDENCE	427,171	408,291	4.6%	18,881
RICHMOND	9,597	10,235	-6.2%	(639)
SCITUATE	6,144	5,437	13.0%	707
SMITHFIELD	59,271	51,358	15.4%	7,913
SOUTH KINGSTOWN	56,634	55,472	2.1%	1,162
TIVERTON	17,243	15,668	10.1%	1,575
WARREN	20,703	19,866	4.2%	837
WARWICK	214,533	197,021	8.9%	17,513
WESTERLY	59,082	50,563	16.8%	8,519
WEST GREENWICH	10,773	10,091	6.8%	682
WEST WARWICK	28,176	29,246	-3.7%	(1,070)
WOONSOCKET	39,036	44,081	-11.4%	(5,045)
Total	\$ 1,912,840	\$ 1,774,775	7.8%	\$ 138,064

STATE OF RHODE ISLAND MONTHLY MEAL AND BEVERAGE REPORT
Fiscal Year-to-Date Collections

MUNICIPALITY	Fiscal Year-to-Date			
	October 2013	October 2012	Percent Change	Difference
BARRINGTON	\$ 51,192	\$ 45,426	12.7%	\$ 5,767
BRISTOL	141,115	130,687	8.0%	10,428
BURRILLVILLE	67,135	65,516	2.5%	1,619
CENTRAL FALLS	33,590	29,069	15.6%	4,521
CHARLESTOWN	59,418	52,943	12.2%	6,475
COVENTRY	126,748	114,374	10.8%	12,374
CRANSTON	519,670	475,703	9.2%	43,967
CUMBERLAND	134,772	124,161	8.5%	10,610
EAST GREENWICH	198,661	175,268	13.3%	23,393
EAST PROVIDENCE	282,125	264,571	6.6%	17,554
EXETER	28,702	27,256	5.3%	1,446
FOSTER	6,735	6,410	5.1%	325
GLOCESTER	27,593	24,443	12.9%	3,150
HOPKINTON	18,760	18,204	3.1%	556
JAMESTOWN	39,800	40,544	-1.8%	(744)
JOHNSTON	158,180	147,176	7.5%	11,004
LINCOLN	256,221	222,386	15.2%	33,835
LITTLE COMPTON	20,472	22,603	-9.4%	(2,131)
MIDDLETOWN	282,664	248,636	13.7%	34,028
NARRAGANSETT	269,204	244,026	10.3%	25,178
NEWPORT	876,612	895,582	-2.1%	(18,970)
NEW SHOREHAM	221,856	191,018	16.1%	30,838
NORTH KINGSTOWN	166,745	170,881	-2.4%	(4,135)
NORTH PROVIDENCE	107,221	109,508	-2.1%	(2,287)
NORTH SMITHFIELD	77,588	63,933	21.4%	13,655
PAWTUCKET	249,087	207,703	19.9%	41,384
PORTSMOUTH	74,487	67,606	10.2%	6,882
PROVIDENCE	1,599,007	1,501,503	6.5%	97,504
RICHMOND	46,177	45,997	0.4%	180
SCITUATE	23,501	19,513	20.4%	3,988
SMITHFIELD	218,699	190,796	14.6%	27,903
SOUTH KINGSTOWN	261,684	245,669	6.5%	16,015
TIVERTON	80,664	72,647	11.0%	8,017
WARREN	90,214	78,598	14.8%	11,615
WARWICK	858,105	762,270	12.6%	95,834
WESTERLY	361,197	326,330	10.7%	34,867
WEST GREENWICH	46,373	38,037	21.9%	8,337
WEST WARWICK	110,297	103,647	6.4%	6,650
WOONSOCKET	149,244	159,567	-6.5%	(10,323)
Total	\$ 8,341,515	\$ 7,730,205	7.9%	\$ 611,310