

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



DEPARTMENT OF REVENUE
Office of Revenue Analysis

Cash Collections Report December 2013 Summary

Fiscal Year-to-Date through December:

FY 2014 total general revenue cash collections through December were \$1.589 billion, up \$8.8 million or 0.6 percent from the same period in FY 2013. The breakdown by major revenue components is as follows:

Component	FY 2013*	FY 2014	Difference	% Change
Personal Income Tax	\$ 543,337,206	\$ 565,889,466	\$ 22,552,260	4.2 %
Sales and Use Taxes	450,639,143	469,353,185	18,714,042	4.2 %
Departmental Receipts	223,068,272	218,447,159	(4,621,113)	-2.1 %
Lottery Transfer	159,927,702	158,631,549	(1,296,153)	-0.8 %
All Other Revenues	202,942,093	176,430,760	(26,511,333)	-13.1%
Total General Revenues	\$ 1,579,914,416	\$ 1,588,752,119	\$ 8,837,703	0.6%

* FY 2013 figures include \$22.3 million received through the 2012 Tax Amnesty program. Net of FY 2013 tax amnesty receipts, the growth rate is 2.0 percent.

Month of December:

December 2013 total general revenue cash collections were \$263.5 million, down \$18.9 million or -6.7 percent from December 2012. The breakdown by major revenue components is as follows:

Component	FY 2013*	FY 2014	Difference	% Change
Personal Income Tax	\$ 117,972,507	\$ 117,716,170	\$ (256,337)	-0.2%
Sales and Use Taxes	68,706,786	69,793,905	1,087,119	1.6 %
Departmental Receipts	21,534,952	15,590,768	(5,944,184)	-27.6%
Lottery Transfer	30,920,230	30,384,026	(536,204)	-1.7 %
All Other Revenues	43,203,319	29,976,436	(13,226,883)	-30.6 %
Total General Revenues	\$ 282,337,794	\$ 263,461,305	\$(18,876,489)	-6.7%

* FY 2013 figures include \$5.1 million received through the 2012 Tax Amnesty program. Net of FY 2013 tax amnesty receipts, the growth rate is -5.0 percent.

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



DEPARTMENT OF REVENUE
Office of Revenue Analysis

State of Rhode Island Cash Collections Report
December 2013 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.*

Total General Revenues

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 1.580 Billion	\$ 1.589 Billion	\$ 8.8 Million	0.6 %
Month	\$ 282.3 Million	\$ 263.5 Million	\$ (18.9 Million)	-6.7 %

Fiscal Year-to-Date through December:

The Rhode Island Department of Revenue reports that total general revenue cash collections in FY 2014 through December increased 0.6 percent over total general revenue cash collections through December of FY 2013. FY 2014 total general revenue cash collections through December were \$1.589 billion compared to \$1.580 billion collected for the same period last fiscal year, an increase of \$8.8 million.

The following cash flow differences between FY 2013 and FY 2014 should be noted:

FY 2013

- The Division of Taxation collected a total of \$22.3 million in overdue taxes and interest owed on overdue taxes from the 2012 tax amnesty program which ran from September 2, 2012 through November 15, 2012, for the fiscal year-to-date period through December.

The following table provides the FY 2013 year-to-date breakdown of overdue taxes and interest owed on overdue taxes collected through the 2012 tax amnesty program by tax type.

Tax Type	Overdue Taxes	Interest Owed
Personal Income Taxes Final Payments	\$ 5,738,533	\$ 2,109,634*
Personal Income Taxes Withholding	371,468	123,265*
Business Corporation Taxes	1,553,317	732,044*
Public Utilities Gross Earnings Taxes	3,526,220	1,635,471
Financial Institutions Taxes	106,096	22,651
Insurance Companies	151,797	48,258
Health Care Provider	17,871	2,002
Sales and Use Taxes	2,996,775	1,318,054*
Motor Vehicle Licenses and Fees	16,976	7,179
Motor Carrier Fuel Use Taxes	4,293	1,257
Cigarette Excise Taxes	40,901	26,208
Estate and Transfer	432,873	357,037*
Imaging Service Surcharge	59,724	15,003
E-911 Prepaid Wireless Fees	--	8
E-911 Wireless Surcharge	31,473	4,614
Hotel Taxes – State’s share	3,075	1,886
Litter Control Participation Permit Fees	--	7
Hard to Dispose	57,118	21,115
Interest transferred to Departmental Receipts	<u>n/a</u>	<u>749,312</u>
TOTAL TAXES AND INTEREST	\$ 15,108,509	\$ 7,175,004
Hotel Taxes (less State’s share) – Pass-through^	14,499	8,892
Meals and Beverage – Pass-through^	18,786	7,923
Gas Taxes^	2,114	862
Payroll Taxes^	34,231	6,440
* Interest Owed on overdue taxes collected in September 2012 was transferred to departmental receipts in October 2012. Interest Owed on overdue taxes collected in October and November 2012 was transferred to departmental receipts in January 2013.		
^ Overdue taxes and interest owed on overdue taxes that are not deposited into the State’s general revenues.		

- Insurance companies gross premiums tax cash collections include \$1.7 million transferred from escrow to the State of Rhode Island in July 2012 for the settlement of an outstanding tax liability.
- December 2012 sales and use tax receipts collected from the Providence Place Mall were overstated by \$1.0 million due to a posting error. Cash collections for January 2013 were erroneously posted as December 2012 cash collections.
- Effective July 1, 2012, the cigarette excise tax rate increased by \$0.04 per pack of 20 cigarettes. As a result, fiscal year-to-date cigarette excise tax cash collections include \$140,990, due to the imposition of the higher rate of tax on the stock of cigarettes held by wholesalers and dealers at midnight on July 1, 2012.

- The licenses and fees component of departmental receipts is \$7.4 million greater through December in FY 2013 due to the early payment of securities license fees normally collected in January each year.
- The fines and penalties category of departmental receipts includes a life insurance settlement of \$246,136 collected in August 2012.
- The miscellaneous revenues component of departmental receipts includes \$1.0 million received in July 2012, \$2.4 million received in November 2012 and \$1.1 million received in December 2012 to settle claims against pharmaceutical manufacturers brought by the Office of the Attorney General.
- Other miscellaneous revenues include cash collections of \$2.2 million collected in August 2012 to settle claims filed against pharmaceutical manufacturers through the State's Medicaid Fraud program. Other miscellaneous revenues also include \$1.3 million received in October 2012 from a settlement reached in FY 2012 from a large pharmaceutical manufacturer.
- The November lottery transfer includes receipts of \$2.5 million that were accrued back to FY 2012.

FY 2014

- Estate and transfer tax cash collections include a large infrequently occurring payment of \$4.2 million received in August 2013.
- The licenses and fees category of departmental receipts includes \$1.1 million in registration fees received through November from the State of Indiana. Indiana is host of the Unified Carrier Registration System (UCR) and registers the operators of commercial motor vehicles engaged in interstate commerce. Cash collections reflect Rhode Island's share of these registration fees. The State first received these payments in February 2013.
- The hospital licensing fee for the fiscal year-to-date period through December has generated \$5.4 million more than during the same period in the prior fiscal year. Fiscal year-to-date cash collections include \$1.5 million received from a delinquent taxpayer for the FY 2012 hospital licensing fee. The same delinquent taxpayer paid the full amount of the FY 2013 hospital licensing fee in July 2014. The hospital licensing fee rate decreased from 5.430 percent of hospital FY 2010 net patient revenues to 5.350 percent of hospital FY 2011 net patient revenues.
- The licenses and fees category of departmental receipts includes \$111,994 collected as compassion center surcharges through December. The first compassion center opened in Providence on April 19, 2013.
- Miscellaneous departmental receipts include \$850,000 received in July 2013 in indirect cost recovery fees from the Office of the Attorney General. Miscellaneous departmental receipts cash collections also include receipt of a \$2.6 million settlement brought by the Office of the Attorney General against a pharmaceutical manufacturer which was accrued back to FY 2013.
- Other miscellaneous revenues include \$160,411 received in July 2013, \$86,338 received in September 2013, \$10,749 received in October 2013, and \$56,450 received in December 2013 in settlements associated with the State's Medicaid Fraud program.
- The November lottery transfer includes receipts of \$847,359 that were accrued back to FY 2013.

The following table displays the differences in cash flows for FY 2013 through December and FY 2014 through December.

Revenue Source	Cash Flow Differences	YTD FY 2013	YTD FY 2014
Personal Income Taxes	2012 Tax Amnesty Program [^]	\$8,342,900	\$0
Business Corp. Taxes	2012 Tax Amnesty Program	\$2,285,360	\$0
Public Utilities	2012 Tax Amnesty Program	\$5,161,691	\$0
Financial Institutions	2012 Tax Amnesty Program	\$128,747	\$0
Insurance Companies	Insurance settlement	\$1,722,000	\$0
Insurance Companies	2012 Tax Amnesty Program	\$200,055	\$0
Health Care Provider	2012 Tax Amnesty Program	\$19,873	\$0
Sale and Use Taxes	2012 Tax Amnesty Program	\$4,314,830	\$0
Sales and Use Taxes	Prov. Place Mall posting error	\$1,005,474	\$0
Motor Fuel Taxes	2012 Tax Amnesty Program	\$5,550	\$0
Cigarette Excise Taxes	Cigarette floor stock	\$140,990	\$0
Cigarette Excise Taxes	2012 Tax Amnesty Program	\$67,109	\$0
Estate and Transfer	2012 Tax Amnesty Program	\$789,909	\$0
Estate and Transfer	Large infrequent tax payment	\$0	\$4,156,721
Departmental Receipts	2012 Tax Amnesty Program-Hotel Taxes	\$4,962	\$0
Departmental Receipts	UCR registration fees	\$0	\$1,118,166
Departmental Receipts	Hospital licensing fee difference	\$0	\$5,392,650
Departmental Receipts	Compassion Center surcharge receipts	\$0	\$111,994
Departmental Receipts	DBR early securities license renewal fees	\$7,390,120	
Departmental Receipts	2012 Tax Amnesty – Prepaid Wireless	\$8	\$0
Departmental Receipts	2012 Tax Amnesty – Wireless Surcharge	\$36,086	\$0
Departmental Receipts	2012 Tax Amnesty – Litter Control	\$7	\$0
Departmental Receipts	2012 Tax Amnesty – Hard to Dispose	\$78,233	\$0
Departmental Receipts	2012 Tax Amnesty – Imaging Surcharge	\$74,727	
Departmental Receipts	2012 Tax Amnesty – Sept. interest owed	\$749,312	\$0
Departmental Receipts	Insurance settlement	\$246,136	\$0
Departmental Receipts	AG settlements/cost recoveries	\$4,548,830	\$3,413,132
Other Misc. Revenues	Medicaid Fraud settlements	\$2,218,208	\$313,948
Other Misc. Revenues	Medicaid pharmaceutical settlements	\$1,258,630	\$0
Lottery Transfer	Cash accrued to prior fiscal year	\$2,533,343	\$847,359

[^] Personal Income Taxes - 2012 Tax Amnesty Program revenues include receipts for both the final payments and withholding tax components.

Month of December:

Total general revenue cash collections in December 2013 decreased 6.7 percent over total general revenue cash collections in December 2012. December 2013 total general revenue cash collections were \$263.5 million compared to \$282.3 million collected in December 2012, a decrease of \$18.9 million.

The following cash flow differences between December 2012 and December 2013 should be noted:

December 2012

- The following table provides the break down of taxes and interest owed on overdue taxes collected by tax type in December 2012 through the tax amnesty program.

Tax Type	December Taxes Collected	December Interest Collected
Personal Income Taxes Final Payments	\$ 1,645,788	\$ 681,719*
Personal Income Taxes Withholdings	132,326	51,140*
Business Corporation Taxes	361,925	308,201*
Public Utilities Gross Earnings Taxes	388,245	149,160
Insurance Companies Gross Premiums Taxes	148,159	32,441
Sales and Use Taxes	676,284	308,569*
Motor Vehicle Licenses and Fees	16,976	7,179
Motor Carrier Fuel Use Taxes	3,487	841
Cigarette Excise Taxes	48	27
Estate and Transfer Taxes	131,733	105,242*
TOTAL TAXES AND INTEREST	\$ 3,504,971	\$ 1,644,518
Meals and Beverage – Pass-through [^]	6,880	1,120
Gas Taxes [^]	324	144
Payroll Taxes [^]	24,117	4,956
* Interest Collected in December 2012 was transferred to departmental receipts in January 2013.		
[^] Taxes and interest owed on overdue taxes that are not deposited into the State's general revenues.		

- December 2012 sales and use tax receipts collected from the Providence Place Mall were overstated by \$1.0 million due to a posting error. Cash collections for January 2013 were erroneously posted as December 2012 cash collections.
- The licenses and fees component of departmental receipts is \$7.4 million greater in December of FY 2013 due to the early payment of securities license fees normally collected in January each year.

- The miscellaneous revenues component of departmental receipts includes cash collections of \$1.1 million received in December 2012 to settle a claim brought by the Office of the Attorney General against a large pharmaceutical company.

December 2013

- Miscellaneous departmental receipts cash collections include a \$2.6 million settlement brought by the Office of the Attorney General against a pharmaceutical manufacturer which was accrued back to FY 2013.

The following table displays the differences in cash flows for December 2012 and December 2013.

Revenue Source	Cash Flow Differences	December FY 2013	December FY 2014
Personal Income Taxes	2012 Tax Amnesty Program [^]	\$2,510,973	\$0
Business Corp. Taxes	2012 Tax Amnesty Program	\$670,126	\$0
Public Utilities	2012 Tax Amnesty Program	\$537,404	\$0
Insurance Companies	2012 Tax Amnesty Program	\$180,600	\$0
Sales and Use Taxes	2012 Tax Amnesty Program	\$984,853	\$0
Sales and Use Taxes	Future month posting error	\$1,005,474	\$0
Motor Vehicle Fees	2012 Tax Amnesty Program	\$24,155	\$0
Motor Fuel Taxes	2012 Tax Amnesty Program	\$4,328	\$0
Cigarette Excise Taxes	2012 Tax Amnesty Program	\$75	\$0
Estate and Transfer	2012 Tax Amnesty Program	\$236,976	\$0
Departmental Receipts	DBR early securities license renewal fees	\$7,390,120	\$0
Departmental Receipts	AG Pharmaceutical settlement	\$1,118,954	\$2,563,132
[^] Personal Income Taxes - 2012 Tax Amnesty Program revenues include receipts for both the final payments and withholding tax components.			

Taxes and Departmental Receipts

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 1.416 Billion	\$ 1.430 Billion	\$ 13.6 Million	1.0 %
Month	\$ 251.4 Million	\$ 233.0 Million	\$ (18.4 Million)	-7.3 %

Fiscal Year-to-Date through December:

Taxes and departmental receipts collected in FY 2014 through December increased 1.0 percent over taxes and departmental receipts collected through December of FY 2013. FY 2014 taxes and departmental receipts collected through December were \$1.430 billion compared to \$1.416 billion collected for the same period last fiscal year, an increase of \$13.6 million. FY 2013 taxes and departmental receipts collected through December include \$22.3 million of tax amnesty cash collections.

Month of December:

Taxes and departmental receipts collected in December 2013 decreased 7.3 percent over taxes and departmental receipts collected in December 2012. December 2013 taxes and departmental receipts collected were \$233.0 million compared to \$251.4 million collected in December 2012, a decrease of \$18.4 million. December 2012 taxes and departmental receipts include \$5.1 million of tax amnesty cash collections.

Other General Revenue Sources

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 163.8 Million	\$ 159.0 Million	\$ (4.8 Million)	-2.9 %
Month	\$ 30.9 Million	\$ 30.4 Million	\$ (477,740)	-1.5 %

Fiscal Year-to-Date through December:

Other general revenue sources include other miscellaneous revenues, the lottery transfer to the general fund, and unclaimed property that is transferred to the State in June of each fiscal year. Fiscal year-to-date other general revenue sources collected through December of \$159.0 million decreased \$4.8 million, or 2.9 percent compared to the \$163.8 million collected for the same period last fiscal year.

Month of December:

Other general revenue sources collected in December 2013 decreased 1.5 percent from other general revenue sources collected in December 2012. December 2013 other general revenue sources collected were \$30.4 million compared to \$30.9 million collected in December 2012, a decrease of \$477,740.

Total Taxes

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 1.193 Billion	\$ 1.211 Billion	\$ 18.3 Million	1.5 %
Month	\$ 229.9 Million	\$ 217.4 Million	\$ (12.5 Million)	-5.4 %

Fiscal Year-to-Date through December:

Total taxes collected in FY 2014 through December increased 1.5 percent over total taxes collected through December of FY 2013. FY 2014 total taxes collected through December were \$1.211 billion compared to \$1.193 billion collected for the same period last fiscal year, an increase of \$18.3 million. FY 2013 total taxes collected through December include \$21.3 million of tax amnesty cash collections.

Month of December:

Total taxes collected in December 2013 decreased 5.4 percent over total taxes collected in December 2012. December 2013 total taxes collected were \$217.4 million compared to \$229.9 million collected in December 2012, a decrease of \$12.5 million. December 2012 total taxes include \$5.1 million of tax amnesty cash collections.

Historic Structure Tax Credit Reimbursements:

It is important to note that any historic structures tax credits redeemed from FY 2009 onward are reimbursed from the Historic Tax Credit Fund's bond proceeds upon receipt of the tax credit certificate. Prior to FY 2009, the redemption of Historic Structures Tax Credit (HSTC) certificates were deducted directly from realized tax receipts. Thus, the actual cash collections for the tax types that had HSTCs redeemed to offset an actual tax liability were net cash receipts (i.e., total collection *less* HSTC redemptions). Since FY 2009, the actual cash collections for the tax types that have HSTCs redeemed to offset an actual tax liability are gross cash receipts (i.e., total cash collections *plus* HSTC reimbursements).

FY 2014 total historic structure tax credit redemptions/reimbursements for all taxes through December totaled \$5.0 million compared to \$7.3 million reimbursed in FY 2013 through December, a decrease of 32.5 percent. December 2013 total historic structure tax credit redemptions/reimbursements for all taxes totaled \$1.3 million vs. \$97,550 in December 2012, an increase of \$1.2 million or 1,182.0 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 2013	FY 2014	December 2012	December 2013
Personal Income	\$ 2,249,351	\$ 4,813,052	\$ 97,550	\$ 1,250,586
Business Corporations	0	141,883	0	0
Financial Institutions	5,094,709	0	0	0
Insurance/Non-HMOs	0	0	0	0
Insurance/HMOs	0	0	0	0
Total	\$ 7,344,060	\$ 4,954,935	\$ 97,550	\$ 1,250,586

Personal Income Taxes

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 543.3 Million	\$ 565.9 Million	\$ 22.6 Million	4.2 %
Month	\$ 118.0 Million	\$ 117.7 Million	\$ (256,337)	-0.2 %

Fiscal Year-to-Date through December:

Personal income taxes collected in FY 2014 through the sixth month of the fiscal year increased 4.2 percent over personal income taxes collected for the same period last fiscal year. FY 2014 personal income taxes collected through December were \$565.9 million compared to \$543.3 million collected for the same period last fiscal year, an increase of \$22.6 million. It should be noted that FY 2013 personal income tax receipts include \$8.3 million collected through the 2012 tax amnesty program, which consists of \$6.1 million in overdue taxes and \$2.2 million in interest owed on overdue taxes. Further, FY 2014 year-to-date personal income tax cash collections include historic structures tax credit reimbursements of \$4.8 million compared to the \$2.2 million in historic structures tax credit reimbursements through December of FY 2013, an increase of \$2.6 million or 114.0 percent.

Month of December:

Personal income taxes collected in December 2013 decreased 0.2 percent over personal income taxes collected in December 2012. December 2013 personal income taxes collected were \$117.7 million compared to \$118.0 million collected in December 2012, a decrease of \$256,337. December 2012 personal income tax receipts include \$2.5 million collected through the 2012 tax amnesty program, which consists of \$1.8 million in overdue taxes and \$732,859 in interest owed on overdue taxes. December 2013 personal income tax cash collections include historic structures tax credit reimbursements of \$1.3 million compared to \$97,550 of historic structures tax credit reimbursements collected in December 2012, an increase of \$1.2 million or 1,182.0 percent.

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 slight 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 revenues.

Fiscal Year-to-Date through December:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 72,007,057	\$ 78,871,822	\$ 6,864,765	9.5 %
Final Payments* [^]	30,775,716	28,724,036	(2,051,680)	-6.7 %
Refunds/Adjustments [^]	(36,678,209)	(30,836,933)	5,841,277	-15.9 %
Withholding Tax Payments [^]	477,238,956	489,130,541	11,891,584	2.5 %
* Final Payments include historic structures tax credit reimbursements of \$2,249,351 in year-to-date FY 2013 and \$4,813,052 in year-to-date FY 2014.				
[^] Tax amnesty receipts of \$7,848,167 in final payments and \$494,733 in withholding taxes are included in the FY 2013 figures. The FY 2013 refunds and adjustments figure is increased by \$293,443 for the interest owed on overdue personal income taxes collected in September 2012 that was transferred to departmental receipts in October 2012.				

Within the components of personal income tax, estimated payments in FY 2014 through December were up \$6.9 million or 9.5 percent compared to the same period in FY 2013. FY 2014 final payments through December were down \$2.1 million or -6.7 percent over the same period last fiscal year. FY 2013 final payments include \$7.8 million of tax amnesty cash collections. FY 2014 year-to-date final payments also include \$4.8 million in reimbursed historic structures tax credits versus \$2.2 million for the same period in FY 2013. FY 2014 refunds and adjustments through December are less by \$5.8 million or -15.9 percent compared to refunds and adjustments through December of FY 2013. FY 2013 refunds and adjustments include \$293,443 for the interest owed on overdue personal income taxes collected in September 2012 through the 2012 tax amnesty program that was transferred to departmental receipts in October 2012. Finally, FY 2014 withholding tax payments through December were up \$11.9 million or 2.5 percent relative to the same period in the prior fiscal year. FY 2013 withholding tax payments include \$494,733 of tax amnesty cash collections.

Month of December:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 17,576,576	\$ 21,087,126	\$ 3,510,550	20.0 %
Final Payments* [^]	5,145,648	3,535,042	(1,610,606)	-31.3 %
Refunds/Adjustments	(3,414,557)	(6,670,669)	(3,256,112)	95.4 %
Withholding Tax Payments [^]	98,671,154	99,764,671	1,093,517	1.1 %
* Final Payments include historic structures tax credit reimbursements of \$97,550 in FY 2013 and \$1,250,586 in FY 2014.				
[^] Tax amnesty receipts of \$2,327,507 in final payments and \$183,466 in withholding taxes are included in the FY 2013 figures.				

Within the components of personal income tax, December 2013 estimated payments are up \$3.5 million or 20.0 percent compared to December 2012. Final payments are down \$1.6 million in December 2013 or -31.3 percent relative to December 2012. December 2012 final payments

include \$2.3 million of tax amnesty cash collections. December 2013 final payments include \$1.3 million in reimbursed historic structures tax credits versus \$97,550 in December 2012. December 2013 refunds and adjustments are greater by \$3.3 million or 95.4 percent compared to refunds and adjustments for December 2012. Finally, December 2013 withholding tax payments are up \$1.1 million or 1.1 percent relative to December 2012. December 2012 withholding tax payments include \$183,466 of tax amnesty cash collections.

Sales and Use Taxes

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 450.6 Million	\$ 469.4 Million	\$ 18.7 Million	4.2 %
Month	\$ 68.7 Million	\$ 69.8 Million	\$ 1.1 Million	1.6 %

Fiscal Year-to-Date through December:

Sales and use taxes collected in FY 2014 through December increased 4.2 percent over sales and use taxes collected through December of FY 2013. FY 2014 sales and use taxes collected through December were \$469.4 million compared to \$450.6 million collected for the same period last fiscal year, an increase of \$18.7 million. It should be noted that FY 2013 sales and use tax receipts include \$4.3 million collected through the 2012 tax amnesty program. FY 2014 sales and use tax receipts include an unknown amount of additional receipts collected in July through September 2013 from the sales and use tax base expansion, signed into law by Governor Chafee on June 15, 2012, which did not take effect until October 1, 2012.

Month of December:

Sales and use taxes collected in December 2013 increased 1.6 percent over sales and use taxes collected in December 2012. December 2013 sales and use taxes collected were \$69.8 million compared to \$68.7 million collected in December 2012, an increase of \$1.1 million. It should be noted that December 2012 sales and use tax receipts include \$984,853 collected through the 2012 tax amnesty program which consists of \$676,284 in overdue taxes and \$308,569 in interest owed on overdue taxes.

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 slight 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 revenues.

Fiscal Year-to-Date through December:

Component	FY 2013	FY 2014	Difference	% Change
Net Taxation [^]	\$ 400,932,133	\$ 416,512,477	\$ 15,580,344	3.9 %
Registry Receipts	42,397,736	46,426,143	4,028,406	9.5 %
Providence Place Mall	7,566,252*	6,518,067	(1,048,185)	-13.9 %
[^] Tax amnesty receipts of \$4,314,830 are included in the FY 2013 net taxation figure. * FY 2013 figure includes \$1,005,475 for January receipts misposted in December. Net of this receipt, the growth rate is -0.7 percent.				

Within the sales tax components, net sales tax receipts remitted directly to the Division of Taxation increased by \$15.6 million or 3.9 percent through December of FY 2014 compared to the same period in FY 2013. FY 2013 net sales tax receipts include tax amnesty collections of \$4.3 million. FY 2014 registry receipts through December were up \$4.0 million or 9.5 percent compared to the same period last fiscal year. Providence Place Mall (PPM) sales tax receipts through the sixth month of FY 2014 were down \$1.0 million or 13.9 percent relative to the same period in FY 2013. This decrease is attributed to a misposting in December 2012 of PPM cash receipts that should have been posted in January 2013.

Month of December:

Component	FY 2013	FY 2014	Difference	% Change
Net Taxation [^]	\$ 60,576,918	\$ 62,329,406	\$ 1,752,488	2.9 %
Registry Receipts	5,900,399	6,251,513	351,114	6.0 %
Providence Place Mall	2,263,541*	1,150,689	(1,112,852)	-49.2 %
[^] Net tax amnesty receipts of \$984,853 are included in the FY 2013 December net taxation figure. * FY 2013 figure includes \$1,005,475 for January receipts misposted in December. Net of this receipt, the growth rate is -8.5 percent.				

Within the sales tax components, net sales tax receipts remitted directly to the Division of Taxation increased by \$1.8 million or 2.9 percent in December 2013 over December 2012. The FY 2013 net sales tax receipts figure includes tax amnesty collections of \$984,853. December 2013 registry receipts were up \$351,114 or 6.0 percent compared to December 2012. December 2013 Providence Place Mall (PPM) sales tax receipts were down \$1.1 million or 49.2 percent relative to December 2012. This decrease is attributed to a misposting in December 2012 of PPM cash receipts that should have been posted in January 2013.

General Business Taxes

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 82.4 Million	\$ 48.2 Million	\$ (34.2 Million)	-41.5 %
Month	\$ 22.0 Million	\$ 9.1 Million	\$ (12.9 Million)	-58.7 %

In general, businesses with Rhode Island tax liabilities make estimated payments of their tax year liabilities in March and June of the fiscal year, with 40.0 percent of the estimated total tax liability due in March and 60.0 percent of the estimated total tax liability due in June. There is one exception to this payment pattern, namely health care provider assessments, payments of which are made on a monthly basis. Business corporations, or corporate income, tax payments are also received more consistently over the course of the fiscal year due to the varying fiscal years of corporations and the number of filers that are on extension at any given point in time. As a result, both business corporation taxes and health care provider assessments flow more evenly into the general fund over the course of a fiscal year.

Fiscal Year-to-Date through December:

General business taxes collected through December of FY 2014 decreased 41.5 percent over general business taxes collected through December of FY 2013. FY 2014 general business taxes collected through December were \$48.2 million compared to \$82.4 million collected for the same period in FY 2013, a decrease of \$34.2 million. FY 2013 general business taxes cash collections include \$7.8 million received through the 2012 tax amnesty program.

FY 2014 business corporations taxes collected through December were \$22.0 million, a decrease of \$19.8 million or -47.4 percent over the same period in the previous year. FY 2013 business corporations tax receipts include \$2.3 million collected through the 2012 tax amnesty program.

Health care provider assessments collected through December of FY 2014 were \$20.9 million, an increase of \$284,016 or 1.4 percent over the same period in FY 2013. FY 2013 health care provider assessments tax receipts include \$19,873 collected through the 2012 tax amnesty program. Bank deposit taxes tend to post irregularly until March, when the first 40.0 percent of estimated total tax liability is due. No bank deposit taxes were received through the sixth month of FY 2014 versus \$598,881 received through the sixth month of FY 2013. Public utilities gross earnings taxes collected in FY 2014 through December were \$760,665, a decrease of \$6.5 million or -89.6 percent compared to the \$7.3 million collected through December of FY 2013. This decrease in public utilities gross earnings taxes is partially due to the receipt of \$5.2 million collected through the 2012 tax amnesty program in FY 2013. Financial institutions taxes collected through December of FY 2014 were \$2.6 compared to the \$8.5 million collected through December in FY 2013, a decrease of \$5.9 million or -69.0 percent. The decrease in financial institutions taxes is partially due to historic structures tax credit reimbursements of \$5.1 million collected in FY 2013 through December, while no HSTC reimbursements were received in FY 2014 through December. FY 2013 financial institutions taxes also include \$128,747 collected through the 2012 tax amnesty program. Insurance companies gross premiums tax cash collections through December of FY 2014 were \$1.9 million compared to the \$3.5 million through December of FY 2013, a decrease of \$1.7 million or -47.1 percent. This decrease is attributed to the receipt of \$1.7 million in July of FY 2013 to settle an outstanding tax liability for the prior year. FY 2013 insurance companies gross premiums tax receipts also include \$200,055 collected through the 2012 tax amnesty program.

Month of December:

General business taxes collected in December 2013 decreased 58.7 percent over general business taxes collected in December 2012. December 2013 general business taxes collected were \$9.1

million compared to \$22.0 million collected in December 2012, a decrease of \$12.9 million. December 2012 general business taxes cash collections include \$1.4 million received through the 2012 tax amnesty program.

Business corporations taxes collected in December 2013 were \$3.1 million compared to \$13.8 million collected in December 2012, a decrease of 77.4 percent. December 2012 business corporations tax receipts include \$670,126 collected through the 2012 tax amnesty program which consists of \$361,925 in overdue taxes and \$308,201 in interest in overdue taxes.

Health care provider assessments collected in December 2013 were \$3.35 million or 0.1 percent more than the \$3.34 million collected in December 2012. Public utilities gross earnings taxes collected in December 2013 were \$128,995, a decrease of \$638,452 or -83.2 percent over the cash collections in December 2012 of \$767,447. This decrease is mainly due to the receipt in December 2012 of \$537,404 collected through the 2012 tax amnesty program in public utilities gross earnings taxes. Insurance companies gross premiums taxes collected in December 2013 were \$393,994 compared to \$546,239 collected in December 2012, a decrease of \$152,245 or -27.9 percent. December 2012 insurance companies gross premiums tax receipts include \$180,600 collected through the 2012 tax amnesty program. No bank deposits taxes were collected in December 2013 while \$418,881 was collected in December 2012. Financial institutions taxes collected in December 2013 were \$2.1 million, a decrease of \$967,082 or -31.7 percent over the \$3.0 million collected in December 2012.

Business Corporations Tax Cash Collections by Component:

The tables below are based on data provided by the Division of Taxation and break down business corporations tax 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 Taxation and those reported by the Controller due to timing differences in the posting of revenues.

Fiscal Year-to-Date through December:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 31,792,778	\$ 26,485,790	\$(5,306,987)	-16.7 %
Final Payments* [^]	14,483,035	14,292,804	(190,231)	-1.3 %
Refunds/Adjustments [^]	(4,526,026)	(18,720,477)	(14,194,451)	313.6 %
* FY 2013 final payments do not include any historic structures tax credit reimbursements and FY 2014 final payments include \$141,883 of historic structures tax credit reimbursements.				
[^] Tax amnesty receipts of \$2,285,360 in final payments are included in the FY 2013 figures. The FY 2013 refunds and adjustments figure is increased by \$165,301 for the interest owed on overdue business corporations taxes collected in September 2012 that was transferred to departmental receipts in October 2012.				

Within the components of business corporations tax, estimated payments in FY 2014 through December were down \$5.3 million or -16.7 percent compared to the same period in FY 2013. FY 2014 final payments through December decreased \$190,231 or -1.3 percent relative to the

same period last fiscal year. FY 2013 final payments included \$2.3 million in tax amnesty receipts. Final payments for FY 2014 include \$141,883 in historic structures tax credit reimbursements compared to no historic structures tax credit reimbursements in FY 2013. FY 2014 refunds and adjustments through December were greater by \$14.2 million or 313.6 percent compared to refunds and adjustments through December of FY 2013. FY 2013 year-to-date refunds and adjustments was increased by \$165,301 for the interest owed on overdue business corporations taxes collected in September 2012 that was transferred to departmental receipts in October 2012.

Month of December:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 14,705,788	\$ 9,657,174	\$ (5,048,613)	-34.3 %
Final Payments*^	2,905,935	2,169,548	(736,387)	-25.3 %
Refunds/Adjustments^	(3,763,806)	(8,699,467)	(4,935,661)	131.1 %
* December 2012 final payments do not include any historic structures tax credit reimbursements and December 2013 final payments do not include any historic structures tax credit reimbursements.				
^ Tax amnesty receipts of \$670,126 in final payments are included in the FY 2013 figures.				

Within the components of business corporations tax, December 2013 estimated payments are down \$5.0 million or -34.3 percent compared to December 2012 estimated payments. December 2013 final payments decreased by \$736,387 or -25.3 percent compared to December 2012 final payments. December 2012 final payments include \$670,126 in tax amnesty receipts. Both December 2013 and December 2012 final payments do not include any historic structures tax credit reimbursements. December 2013 refunds and adjustments were greater by \$4.9 million or 131.1 percent compared to December 2012 refunds and adjustments.

Excise Taxes Other Than the Sales and Use Tax

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 94.4 Million	\$ 102.8 Million	\$ 8.4 Million	8.9 %
Month	\$ 13.2 Million	\$ 14.9 Million	\$ 1.7 Million	13.1 %

Fiscal Year-to-Date through December:

Excise taxes other than sales and use taxes collected in FY 2014 through December increased 8.9 percent over excise taxes other than sales and use taxes collected through December of FY 2013. FY 2014 excise taxes other than sales and use taxes collected through December were \$102.8 million compared to \$94.4 million collected for the same period last fiscal year, an increase of \$8.4 million. FY 2013 excise taxes other than sales and use taxes cash collections include \$96,815 received through the 2012 tax amnesty program.

Motor vehicle license and registration fees collected in FY 2014 through December were \$20.1 million or \$1.9 million more than the \$18.2 million collected in FY 2013 through December. FY

2014 year-to-date motor vehicle license and registration fee cash collections through December include \$915,067 received from the International Registration Program (IRP) Clearing House while FY 2013 year-to-date motor vehicle license and registration fee cash collections through December include \$24,155 collected through the 2012 tax amnesty program. Motor carrier fuel use taxes collected in FY 2014 through December totaled \$466,199, an increase of \$148,777 or 46.9 percent from cash collections of \$317,422 through December of FY 2013. FY 2013 motor carrier fuel use tax receipts also include \$5,550 collected through the 2012 tax amnesty program. Alcohol excise taxes collected in FY 2014 through December were up 50.2 percent or \$3.0 million over the \$6.0 million collected for the same period last fiscal year. It should be noted that as of July 1, 2013, alcohol excise tax rates were increased from the previous year. The excise tax was increased on beer and malt from \$3.00 per barrel to \$3.30 per barrel, on spirits from \$3.75 per gallon to \$5.40 per gallon, and on still wine from \$0.60 per gallon to \$1.40 per gallon. These new rates are in effect until March 31, 2015.

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 on cigarettes. On July 1, 2012, the cigarette excise tax was increased from \$3.46 per pack of 20 cigarettes to \$3.50 per pack of 20 cigarettes, which yielded cigarette floor stock tax revenues of \$140,990 through December of FY 2013. Total cigarette tax receipts through December of FY 2014 were up \$3.3 million or 4.7 percent compared to the \$69.9 million collected for the same period last fiscal year. It should be noted that FY 2013 cigarettes tax receipts include \$67,109 collected through the 2012 tax amnesty program.

Finally, the percentage change in cigarette sales is determined. Cigarette floor stock tax, other tobacco products tax and tax amnesty cash collections are netted out of the data, yielding only cigarette tax cash collections. Through December of FY 2014, Rhode Island cigarette sales increased by 4.9 percent compared to the same period last fiscal year.

Month of December:

Excise taxes other than sales and use taxes collected in December 2013 increased 13.1 percent over the excise taxes other than sales and use taxes collected in December 2012. December 2013 excise taxes other than sales and use taxes collected totaled \$14.9 million compared to \$13.2 million collected in December 2012, an increase of \$1.7 million. December 2012 excise taxes other than sales and use taxes cash collections include \$28,558 received through the 2012 tax amnesty program.

Motor vehicle license and registration fees collected in December 2013 totaled \$1.4 million or \$206,135 more than the \$1.2 million collected in December 2012. December 2013 motor vehicle license and registration fee cash collections include \$159,695 received from the IRP Clearing House. Motor carrier fuel use taxes collected in December 2013 were \$146,915, an increase of 751.9 percent from the December 2012 cash collections of \$(22,538). Alcohol excise taxes collected in December 2013 were up 46.8 percent or \$479,407 higher than the \$1.0 million collected in December 2012. This increase is mainly attributed to the increased alcohol excise tax rates that went into effect on July 1, 2013.

December 2013 cigarette excise tax receipts were \$11.9 million, an increase of \$872,038 or 7.9 percent from the \$11.0 million collected in December 2012. Finally, the percentage change in cigarette sales is determined. Cigarette floor stock tax, other tobacco products tax and tax amnesty cash collections are netted out of the data, yielding only cigarette tax cash collections. For December 2013, Rhode Island cigarette sales increased by 6.8 percent compared to December 2012.

Other Taxes

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 22.3 Million	\$ 25.1 Million	\$ 2.8 Million	12.8 %
Month	\$ 8.0 Million	\$ 5.9 Million	\$ (2.1 Million)	-26.5 %

Fiscal Year-to-Date through December:

Other taxes collected in FY 2014 through December increased 12.8 percent over other taxes collected through December of FY 2013. FY 2014 other taxes collected through December were \$25.1 million compared to the \$22.3 million collected in the same period last fiscal year, an increase of \$2.8 million. FY 2013 other taxes cash collections include \$789,909 in estate and transfer taxes received through the 2012 tax amnesty program.

FY 2014 estate and transfer tax cash collections through December totaled \$20.1 million, an increase of \$2.2 million or 12.3 percent from the \$17.9 million collected through December of FY 2013. The increase is partially attributed to the receipt of a large infrequently occurring payment of \$4.2 million in FY 2014. FY 2014 realty transfer taxes collected through December were \$4.4 million, an increase of \$672,180 or 17.9 percent compared to the same period last fiscal year. Racing and athletics tax cash collections through December of FY 2014 were down \$32,462 or -5.4 percent relative to the \$601,002 collected for the same period in FY 2013.

Month of December:

Other taxes collected in December 2013 decreased 26.5 percent over the other taxes collected in December 2012. December 2013 other taxes collected totaled \$5.9 million compared to \$8.0 million collected in December 2012, a decrease of \$2.1 million. December 2012 other taxes cash collections include \$236,976 in estate and transfer taxes received through the 2012 tax amnesty program.

December 2013 estate and transfer tax cash collections totaled \$5.2 million, a decrease of \$2.0 million or -28.1 percent from December 2012 cash collections of \$7.2 million. This decrease is mainly attributed to the receipt of two large payments in December 2012 which totaled \$5.3 million. Realty transfer taxes collected in December 2013 were down \$98,864 or -13.5 percent from the \$729,870 collected in December 2012. Racing and athletics tax cash collections were up \$464 or 0.5 percent in December 2013 relative to the \$85,643 collected in December 2012.

Total Departmental Receipts

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 223.1 Million	\$ 218.4 Million	\$(4.6 Million)	-2.1 %
Month	\$ 21.5 Million	\$ 15.6 Million	\$(5.9 Million)	-27.6 %

Fiscal Year-to-Date through December:

Total departmental receipts collected in FY 2014 through December decreased 2.1 percent over total departmental receipts collected through December of FY 2013. FY 2014 total departmental receipts collected through December were \$218.4 million compared to \$223.1 million collected for the same period last fiscal year, a decrease of \$4.6 million. FY 2013 total departmental receipts cash collections include \$943,334 received through the 2012 tax amnesty program.

The licenses and fees category of departmental receipts through December of FY 2014 was down 0.7 percent or \$1.4 million over the \$187.0 million collected through December of FY 2013. Hospital licensing fees collected in FY 2014 totaled \$129.6 million or \$5.4 million greater than the \$124.2 million received in FY 2013. This increase is partly due to the receipt of \$1.4 million in July 2013 for the FY 2012 hospital licensing fee from a delinquent taxpayer. The same taxpayer also paid the FY 2013 hospital licensing fee in full in July. In general, the prior fiscal year's hospital licensing fee is due and payable in July. The FY 2013 hospital licensing fee rate is 5.350 percent of hospital FY 2011 net patient revenues compared to the FY 2012 hospital licensing fee rate of 5.430 percent of hospital FY 2010 net patient revenues. It should be noted that the FY 2013 licenses and fees category includes \$189,061 collected through the 2012 tax amnesty program. It is also important to note that numerous licenses included in the licenses and fees category of departmental receipts are renewed on a biennial or triennial basis, which skews the fiscal year-to-date comparisons.

The fines and penalties category of departmental receipts in FY 2014 through December was down \$2.2 million or -18.8 percent over the \$11.6 million collected through December of FY 2013. It should be noted that the FY 2013 fines and penalties category includes \$749,312 of interest owed on overdue personal income, business corporations, sales and use and estate taxes that was transferred in October 2012.

The sales and services category of departmental receipts in FY 2014 increased by \$510,484 or 11.1 percent through December compared to the \$4.6 million collected through December of FY 2013. This surplus is partially due to an additional \$210,192 in Rhode Island Veterans Cemetery Plot Allowance fees collected in fiscal year-to-date 2014 compared to fiscal year-to-date 2013.

Finally, FY 2014 miscellaneous departmental receipts were down \$1.6 million or -8.0 percent through December compared to the same period the last fiscal year. This deficit is partially due to receipts of \$1.0 million in July 2012, \$2.4 million received in November 2012, and \$1.1 million received in December 2012 to settle claims against pharmaceutical manufacturers brought by the Office of the Attorney General. It should also be noted that the FY 2013 miscellaneous departmental receipts includes \$4,962 collected through the 2012 tax amnesty program. FY 2014 year-to-date miscellaneous departmental receipts include \$850,000 in indirect

cost recovery assessments on the Office of the Attorney General and \$2.6 million in a settlement with a pharmaceutical manufacturer that will be accrued back to FY 2013.

In the enacted FY 2014 budget, signed into law by Governor Chafee on July 3, 2013, several departmental receipt fees were newly established, increased or eliminated. The eliminated fees include the Division of Motor Vehicles' accident reporting fee, beginning July 1, 2013. Also eliminated beginning July 1, 2013 was the Department of Labor and Training's hazardous substances Right-to-Know fee, which was down \$39,942 in year-to-date cash collections. New fees implemented for this fiscal year include the collection of the State's share of fines imposed on red light camera violations. Finally, investment earnings on idle cash in the general fund were up \$39,704 in FY 2014 through December. Previously, bank fees were deducted from this revenue account, but they are now shown as an expenditure in the Treasurer's budget. This change is the result of an audit finding in the FY 2012 Consolidated Annual Financial Report.

Month of December:

Total departmental receipts in December 2013 decreased 27.6 percent over total departmental receipts in December 2012. December 2013 total departmental receipts cash collections were \$15.6 million compared to \$21.5 million collected in December 2012, a decrease of \$5.9 million.

The licenses and fees category of departmental receipts was down 46.7 percent in December 2013 or \$8.3 million less than the \$17.8 million collected in December 2012. This is mostly attributed to the early payment of securities license fees normally collected in January of each year of \$7.4 million received in December 2012. The fines and penalties category of departmental receipts was down 8.2 percent in December 2013 or \$99,384 less than the \$1.2 million collected in December 2012. The sales and services category of departmental receipts was up 9.2 percent in December 2013 or \$63,814 more than the \$693,315 collected in December 2012. Finally, miscellaneous departmental receipts were up 127.9 percent in December 2013 or \$2.4 million more than the \$1.9 million collected in December 2012.

Motor Fuel Tax, Per Penny Yield

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 2.140 Million	\$ 2.163 Million	\$ 22,614	1.1 %
Month	\$ 329,735	\$ 336,387	\$ 6,652	2.0 %

The State's motor fuel tax consists of a \$0.32 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. 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 December:

The per penny yield of the State's motor fuel tax collected in FY 2014 through December is \$22,614 greater than FY 2013 through December. This represents an increase of 1.1 percent between the two fiscal year-to-date periods. For FY 2014 through December, the per penny yield was \$2.163 million versus \$2.140 million for FY 2013 through December.

Month of December:

The per penny yield of the State's motor fuel tax collected in December 2013 totaled \$336,387, an increase of \$6,652 or 2.0 percent over the \$329,735 collected in December 2012.

Other Miscellaneous Revenues

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 3.8 million	\$ 340,300	\$ (3.5 Million)	-91.1 %
Month	\$ 250	\$ 58,714	\$ 58,464	23,385.6 %

Fiscal Year-to-Date through December:

Other miscellaneous revenues collected in FY 2014 decreased 91.1 percent through December over other miscellaneous revenues collected through December of FY 2013. FY 2014 other miscellaneous revenues collected through December were \$340,300 compared to \$3.8 million collected through December of the prior fiscal year, a decrease of \$3.5 million. This variance is mainly attributed to the receipt of three settlements from pharmaceutical manufacturers identified in the cash flow differences section of Total General Revenues above totaling \$3.5 million in FY 2013.

Month of December:

Other miscellaneous revenues collected in December 2013 increased 23,385.6 percent compared to other miscellaneous revenues collected in December 2012. December 2013 other miscellaneous revenues collected were \$58,714 compared to \$250 collected in December 2012, an increase of \$58,464.

Lottery Transfer

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 159.9 Million	\$ 158.6 Million	\$ (1.3 Million)	-0.8 %
Month	\$ 30.9 Million	\$ 30.4 Million	\$ (536,204)	-1.7 %

Fiscal Year-to-Date through December:

The lottery transfer to the general fund does not commence until August of each fiscal year when the July lottery receipts are transferred. The fiscal year-to-date lottery transfer through December totaled \$158.6 million compared to the lottery transfer through December of FY 2013

of \$159.9 million, a decrease of 0.8 percent or \$1.3 million. It should be noted that the FY 2014 year-to-date lottery transfer includes a share of revenue from table games which were available at Twin River Casino beginning in June 2013.

Month of December:

The lottery transfer in December 2013 was down \$536,204 or -1.7 percent compared to the lottery transfer in December 2012. The December 2013 lottery transfer totaled \$30.4 million compared to \$30.9 million transferred in December 2012.

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 revenues.

Fiscal Year-to-Date through December:

Component	FY 2013	FY 2014	Difference	% Change
Traditional Games	\$ 19,329,227	\$ 17,502,912	\$ (1,826,315)	-9.4 %
Keno	7,342,783	7,017,474	(325,309)	-4.4 %
Twin River VLTs	118,870,541	118,676,134	(194,407)	-0.2 %
Twin River Table Games	0	4,119,662	4,119,662	n/a
Newport Grand VLTs	12,807,702	11,366,716	(1,440,986)	-11.3 %

Within the lottery transfer components, fiscal year-to-date traditional games through December were down by \$1.8 million or -9.4 percent compared to same period last fiscal year. Fiscal year-to-date Keno cash collections through December were down \$325,309 or -4.4 percent compared to same period last fiscal year. The fiscal year-to-date transfer through December from Twin River's video lottery terminals (VLTs) totaled \$118.7 million, a decrease of \$194,407 or -0.2 percent compared to the same period last fiscal year. It should be noted that in order to make space for table games, Twin River had 213 fewer VLTs operating in fiscal year-to-date 2014 compared to the same period the last fiscal year. The FY 2014 year-to-date transfer from Twin River Table Games through December was \$4.1 million. The FY 2013 year-to-date transfer from Newport Grand's VLTs totaled \$11.4 million compared to \$12.8 million transferred through December of FY 2012. This translates into a decrease of \$1.4 million or -11.3 percent. 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.

Month of December:

Component	FY 2013	FY 2014	Difference	% Change
Traditional Games	\$ 4,668,393	\$ 3,158,720	\$ (1,509,673)	-32.3 %
Keno	1,505,558	1,417,015	(88,543)	-5.9 %
Twin River VLTs	22,724,421	23,014,669	290,248	1.3 %
Twin River Table Games	0	938,271	938,271	n/a
Newport Grand VLTs	2,219,753	2,018,996	(200,757)	-9.0 %

Within the lottery transfer components, the December 2013 transfer for traditional games was down \$1.5 million or -32.3 percent compared to same period last fiscal year. The December 2013 Keno transfer was down \$88,543 or -5.9 percent compared to same period last fiscal year. The December 2013 transfer from Twin River's video lottery terminals (VLTs) totaled \$23.0 million, an increase of \$290,248 or 1.3 percent compared to the same period last fiscal year.. The December 2013 transfer from Twin River Tables Games was \$938,271. It should be noted that effective November 29, 2013 14 tables were added to the existing 66 tables at Twin River. The December 2013 transfer from Newport Grand's VLTs totaled \$2.0 million compared to \$2.2 million for December 2012. This translates into a decrease of \$200,757 or -9.0 percent. 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.

Unclaimed Property Transfer

December	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	N/A	N/A	N/A	N/A
Month	N/A	N/A	N/A	N/A

The Unclaimed Property Transfer to the general fund occurs in June of every fiscal year.



Rosemary Booth Gallogly, Director
Rhode Island Department of Revenue

January 16, 2014

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

	FY 2013 YTD December	FY 2014 YTD December	Nominal Difference	Change
<u>Personal Income Tax</u>	543,337,206	565,889,466	22,552,260	4.2%
<u>General Business Taxes</u>				
Business Corporations	41,796,831	21,984,721	(19,812,110)	-47.4%
Public Utilities Gross Earnings	7,308,709	760,665	(6,548,044)	-89.6%
Financial Institutions	8,533,897	2,641,346	(5,892,551)	-69.0%
Insurance Companies	3,517,135	1,860,683	(1,656,452)	-47.1%
Bank Deposits	598,881	-	(598,881)	-
Health Care Provider Assessment	20,640,110	20,924,126	284,016	1.4%
<u>Excise Taxes</u>				
Sales and Use	450,639,143	469,353,185	18,714,042	4.2%
Motor Vehicle	18,193,003	20,110,505	1,917,502	10.5%
Motor Carrier Fuel Use	317,422	466,199	148,777	46.9%
Cigarettes	69,873,963	73,142,193	3,268,230	4.7%
Alcohol	6,035,173	9,064,393	3,029,220	50.2%
<u>Other Taxes</u>				
Estate and Transfer	17,935,926	20,143,808	2,207,882	12.3%
Racing and Athletics	601,002	568,540	(32,462)	-5.4%
Realty Transfer	3,751,101	4,423,281	672,180	17.9%
Total Taxes	\$ 1,193,079,502	\$ 1,211,333,111	\$ 18,253,609	1.5%
<u>Departmental Receipts</u>				
Licenses and Fees	186,993,410	185,636,600	(1,356,810)	-0.7%
Fines and Penalties	11,568,048	9,388,509	(2,179,539)	-18.8%
Sales and Services	4,606,501	5,116,985	510,484	11.1%
Miscellaneous	19,900,313	18,305,065	(1,595,248)	-8.0%
Total Departmental Receipts	\$ 223,068,272	\$ 218,447,159	\$ (4,621,113)	-2.1%
Taxes and Departmentals	\$ 1,416,147,774	\$ 1,429,780,270	\$ 13,632,496	1.0%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	3,838,940	340,300	(3,498,640)	-91.1%
Lottery Transfer	159,927,702	158,631,549	(1,296,153)	-0.8%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 163,766,642	\$ 158,971,849	\$ (4,794,793)	-2.9%
Total General Revenues	\$ 1,579,914,416	\$ 1,588,752,119	\$ 8,837,703	0.6%

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Month of December

	FY 2013 December	FY 2014 December	Nominal Difference	% Change
<u>Personal Income Tax</u>	117,972,507	117,716,170	(256,337)	-0.2%
<u>General Business Taxes</u>				
Business Corporations	13,848,664	3,128,404	(10,720,260)	-77.4%
Public Utilities Gross Earnings	767,447	128,995	(638,452)	-83.2%
Financial Institutions	3,049,907	2,082,825	(967,082)	-31.7%
Insurance Companies	546,239	393,994	(152,245)	-27.9%
Bank Deposits	418,881	-	(418,881)	-
Health Care Provider Assessment	3,343,324	3,347,674	4,350	0.1%
<u>Excise Taxes</u>				
Sales and Use	68,706,786	69,793,905	1,087,119	1.6%
Motor Vehicle	1,178,570	1,384,705	206,135	17.5%
Motor Carrier Fuel Use	(22,538)	146,915	169,453	-751.9%
Cigarettes	11,041,620	11,913,658	872,038	7.9%
Alcohol	1,024,668	1,504,075	479,407	46.8%
<u>Other Taxes</u>				
Estate and Transfer	7,190,774	5,169,364	(2,021,410)	-28.1%
Racing and Athletics	85,643	86,107	464	0.5%
Realty Transfer	729,870	631,006	(98,864)	-13.5%
Total Taxes	\$ 229,882,362	\$ 217,427,797	\$ (12,454,565)	-5.4%
<u>Departmental Receipts</u>				
Licenses and Fees	17,771,457	9,479,792	(8,291,665)	-46.7%
Fines and Penalties	1,206,798	1,107,414	(99,384)	-8.2%
Sales and Services	693,315	757,129	63,814	9.2%
Miscellaneous	1,863,382	4,246,433	2,383,051	127.9%
Total Departmental Receipts	\$ 21,534,952	\$ 15,590,768	\$ (5,944,184)	-27.6%
Taxes and Departmentals	\$ 251,417,314	\$ 233,018,565	\$ (18,398,749)	-7.3%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	250	58,714	58,464	23385.6%
Lottery Transfer	30,920,230	30,384,026	(536,204)	-1.7%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 30,920,480	\$ 30,442,740	\$ (477,740)	-1.5%
Total General Revenues	\$ 282,337,794	\$ 263,461,305	\$ (18,876,489)	-6.7%