

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



**DEPARTMENT OF REVENUE**  
**Office of Revenue Analysis**

**Cash Collections Report March 2014 Summary**

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

FY 2014 total general revenue cash collections through March were \$2.360 billion, up \$49.4 million or 2.1 percent from the same period in FY 2013. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>FY 2013*</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 732,287,736	\$ 759,462,698	\$ 27,174,962	3.7 %
Sales and Use Taxes	658,260,635	679,983,102	21,722,467	3.3 %
Departmental Receipts	277,293,662	279,434,382	2,140,720	0.8 %
Lottery Transfer	248,093,560	246,422,818	(1,670,742)	-0.7 %
All Other Revenues	394,457,674	394,442,546	(15,128)	-0.0%
<b>Total General Revenues</b>	<b>\$ 2,310,393,267</b>	<b>\$ 2,359,745,546</b>	<b>\$ 49,352,279</b>	<b>2.1%</b>

\* 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 3.1 percent.

***Month of March:***

March 2014 total general revenue cash collections were \$304.4 million, up \$10.0 million or 3.4 percent from March 2013. The breakdown by major revenue components is as follows:

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Personal Income Tax	\$ 40,495,804	\$ 39,079,641	\$ (1,416,163)	-3.5 %
Sales and Use Taxes	62,470,314	65,655,614	3,185,300	5.1 %
Departmental Receipts	16,094,238	14,670,927	(1,423,311)	-8.8 %
Lottery Transfer	28,685,126	29,835,377	1,150,251	4.0 %
All Other Revenues	146,674,837	155,189,836	8,514,999	5.8 %
<b>Total General Revenues</b>	<b>\$ 294,420,319</b>	<b>\$ 304,431,395</b>	<b>\$ 10,011,076</b>	<b>3.4 %</b>

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State of Rhode Island Cash Collections Report  
 March 2014 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**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 2.310 Billion	\$ 2.360 Billion	\$ 49.4 Million	2.1 %
Month	\$ 294.4 Million	\$ 304.4 Million	\$ 10.0 Million	3.4 %

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

The Rhode Island Department of Revenue reports that total general revenue cash collections in FY 2014 through March increased 2.1 percent over total general revenue cash collections through March of FY 2013. FY 2014 total general revenue cash collections through March were \$2.360 billion compared to \$2.310 billion collected for the same period last fiscal year, an increase of \$49.4 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 March.

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.

<b>Tax Type</b>	<b>Overdue Taxes</b>	<b>Interest Owed</b>
Personal Income Taxes Final Payments	\$ 5,738,533	\$ -- *
Personal Income Taxes Withholding	371,468	-- *
Business Corporation Taxes	1,553,317	-- *
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	-- *
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	-- *
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	n/a	5,389,346
<b>TOTAL TAXES AND INTEREST</b>	<b>\$ 15,108,509</b>	<b>\$ 7,175,004</b>
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, November and December 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.
- 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 \$141,008, 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 fines and penalties category of departmental receipts includes a life insurance settlement of \$246,136 collected in August 2012.
- The fines and penalties component of departmental receipts includes \$89,675 for fiscal year-to-date driver retraining fees collected through the Colin B. Foote Act that were incorrectly posted.
- The sales and services component of departmental receipts include \$283,451 for Rhode Island Veterans Home maintenance fees that was received in the prior fiscal year, but not posted until January 2013.
- The miscellaneous revenues component of departmental receipts includes \$1.0 million received in July 2012, \$2.4 million received in November 2012, \$1.1 million received in December 2012 and \$582,950 received in February 2013 to settle claims against pharmaceutical manufacturers brought by the Office of the Attorney General. Miscellaneous revenues also include cash collections of \$459,459 received in March 2013 from a settlement with Toyota Motor Co. for a claim brought by the Office of the Attorney General for unfair and deceptive practices.
- March 2013 miscellaneous departmental revenues include \$499,484 erroneously collected as an indirect cost recovery from the Rhode Island Air National Guard's (RIANG) share of the proceeds forfeited by Google for accepting advertisements from online Canadian pharmacies that targeted U.S. consumers. No indirect cost recovery may be applied to these restricted receipts and the amount will be reversed in April 2013.
- 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 and \$150,633 received in March 2013 from a settlement reached in FY 2012 from a large pharmaceutical manufacturer.
- Other miscellaneous revenues include \$964,658 for motor vehicle registration fees paid by the International Registration Program (IRP) that were received in FY 2012, but not posted until February 2013.
- The November lottery transfer includes receipts of \$2.5 million that were accrued back to FY 2012.

#### FY 2014

- March 2014 motor vehicle license and registration fees were understated by \$1.0 million due to a posting error. Cash collections for March 2014 will be posted as April 2014 cash collections.
- Estate and transfer tax cash collections include a large infrequently occurring payment of \$4.2 million received in August 2013.
- The hospital licensing fee for the fiscal year-to-date period through March has generated \$10.4 million more than during the same period in the prior fiscal year. Fiscal year-to-date cash collections include \$7.1 million received from delinquent taxpayers for the FY 2012 hospital licensing fee. 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 \$187,498 collected as compassion center surcharges through March. 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, \$56,450 received in December 2013, \$86,286 received in February 2014 and \$109,106 received in March 2014 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 March and FY 2014 through March.

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2013</b>	<b>YTD FY 2014</b>
Personal Income Taxes	2012 Tax Amnesty Program^	\$6,110,001	\$0
Business Corp. Taxes	2012 Tax Amnesty Program	\$1,553,317	\$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	\$2,996,775	\$0
Motor Vehicle Fees	Delayed posting of March receipts	\$0	\$(1,015,529)
Motor Fuel Taxes	2012 Tax Amnesty Program	\$5,550	\$0
Cigarette Excise Taxes	Cigarette floor stock	\$141,008	\$0
Cigarette Excise Taxes	2012 Tax Amnesty Program	\$67,109	\$0
Estate and Transfer	2012 Tax Amnesty Program	\$432,873	\$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	Hospital licensing fee difference	\$0	\$10,439,859
Departmental Receipts	Compassion Center surcharge receipts	\$0	\$187,498
Departmental Receipts	2012 Tax Amnesty – Prepaid Wireless	\$8	\$0
Departmental Receipts	2012 Tax Amnesty – Wireless Surcharge	\$36,086	\$0

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>YTD FY 2013</b>	<b>YTD FY 2014</b>
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	\$0
Departmental Receipts	2012 Tax Amnesty – Interest owed	\$5,389,345	\$0
Departmental Receipts	Prior FY Veterans Home maint. fees	\$283,451	\$0
Departmental Receipts	Insurance settlement	\$246,136	\$0
Departmental Receipts	Colin Foote Act fee misposting	\$89,675	\$0
Departmental Receipts	AG settlements/cost recoveries	\$5,591,238	\$3,413,132
Departmental Receipts	RIANG Google posting error	\$499,484	\$0
Other Misc. Revenues	Medicaid Fraud settlements	\$2,218,208	\$509,340
Other Misc. Revenues	Medicaid pharmaceutical settlements	\$1,409,263	\$0
Other Misc. Revenues	FY 2012 IRP Registration Fees	\$964,658	\$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 March:***

Total general revenue cash collections in March 2014 increased 3.4 percent over total general revenue cash collections in March 2013. March 2014 total general revenue cash collections were \$304.4 million compared to \$294.4 million collected in March 2013, an increase of \$10.0 million.

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

#### March 2013

- The fines and penalties component of departmental receipts includes \$14,625 for driver retraining fees collected in March 2013 through the Colin B. Foote Act that were incorrectly posted.
- In March 2013, the miscellaneous revenues component of departmental receipts includes cash collections of \$459,459 from a settlement with Toyota Motor Co. for a claim brought by the Office of the Attorney General for unfair and deceptive practices.
- March 2013 miscellaneous departmental revenues include \$499,484 erroneously collected as an indirect cost recovery from the Rhode Island Air National Guard's (RIANG) share of the proceeds forfeited by Google for accepting advertisements from online Canadian pharmacies that targeted U.S. consumers. No indirect cost recovery may be applied to these restricted receipts and the amount will be reversed in April 2013.

- Other miscellaneous revenues cash collections include \$150,633 received in March 2013 from the distribution of settlement proceeds received through the State's Medicaid Fraud program.

March 2014

- Motor vehicle license and registration fees were understated by \$1.0 million due to a posting error. Cash collections for March 2014 will be posted as April 2014 cash collections.
- Other miscellaneous revenues cash collections include \$109,106 received in March 2014 from the distribution of settlement proceeds received through the State's Medicaid Fraud program.

The following table displays the differences in cash flows for March 2013 and March 2014.

<b>Revenue Source</b>	<b>Cash Flow Differences</b>	<b>March FY 2013</b>	<b>March FY 2014</b>
Motor Vehicle Fees	Delayed posting of March receipts	\$0	\$(1,015,529)
Departmental Receipts	Colin Foote Act fee misposting	\$14,625	\$0
Departmental Receipts	AG Settlement with Toyota	\$459,459	\$0
Departmental Receipts	RIANG Google posting error	\$499,484	\$0
Other Misc. Revenues	Medicaid program settlement	\$150,633	\$109,106

### **Taxes and Departmental Receipts**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 2.057 Billion	\$ 2.113 Billion	\$ 55.5 Million	2.7 %
Month	\$ 265.5 Million	\$ 274.5 Million	\$ 9.0 Million	3.4 %

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

Taxes and departmental receipts collected in FY 2014 through March increased 2.7 percent over taxes and departmental receipts collected through March of FY 2013. FY 2014 taxes and departmental receipts collected through March were \$2.113 billion compared to \$2.057 billion collected for the same period last fiscal year, an increase of \$55.5 million. FY 2013 taxes and departmental receipts collected through March include \$22.3 million of tax amnesty cash collections.

***Month of March:***

Taxes and departmental receipts collected in March 2014 increased 3.4 percent over taxes and departmental receipts collected in March 2013. March 2014 taxes and departmental receipts collected were \$274.5 million compared to \$265.5 million collected in March 2013, an increase of \$9.0 million.

**Other General Revenue Sources**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 253.1 Million	\$ 247.0 Million	\$ (6.2 Million)	-2.4 %
Month	\$ 28.9 Million	\$ 29.9 Million	\$ 1.1 Million	3.7 %

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

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 March of \$247.0 million decreased \$6.2 million, or 2.4 percent compared to the \$253.1 million collected for the same period last fiscal year.

***Month of March:***

Other general revenue sources collected in March 2014 increased 3.7 percent from other general revenue sources collected in March 2013. March 2014 other general revenue sources collected were \$29.9 million compared to \$28.9 million collected in March 2013, an increase of \$1.1 million.

**Total Taxes**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 1.780 Billion	\$ 1.833 Billion	\$ 53.4 Million	3.0 %
Month	\$ 249.4 Million	\$ 259.8 Million	\$ 10.4 Million	4.2 %

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

Total taxes collected in FY 2014 through March increased 3.0 percent over total taxes collected through March of FY 2013. FY 2014 total taxes collected through March were \$1.833 billion compared to \$1.780 billion collected for the same period last fiscal year, an increase of \$53.4 million. FY 2013 total taxes collected through March include \$21.3 million of tax amnesty cash collections.

***Month of March:***

Total taxes collected in March 2014 increased 4.2 percent over total taxes collected in March 2013. March 2014 total taxes collected were \$259.8 million compared to \$249.4 million collected in March 2013, an increase of \$10.4 million.

**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 March totaled \$5.4 million compared to \$11.5 million reimbursed in FY 2013 through March, a decrease of 53.1 percent. March 2014 total historic structure tax credit redemptions/reimbursements for all taxes were \$147,011 vs. \$4.1 million in March 2013, a decrease of \$3.9 million or -96.4 percent.

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

<b>Tax Type</b>	<b>Year-to-Date</b>		<b>Monthly</b>	
	<b>FY 2013</b>	<b>FY 2014</b>	<b>March 2013</b>	<b>March 2014</b>
Personal Income	\$ 2,365,784	\$ 5,230,623	\$ 78,919	\$ 147,011
Business Corporations	0	141,883	0	0
Financial Institutions	5,094,709	0	0	0
Insurance/Non-HMOs	33,799	0	33,799	0
Insurance/HMOs	3,958,906	0	3,958,906	0
<b>Total</b>	<b>\$ 11,453,198</b>	<b>\$ 5,372,506</b>	<b>\$ 4,071,624</b>	<b>\$ 147,011</b>

**Personal Income Taxes**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 732.3 Million	\$ 759.5 Million	\$ 27.2 Million	3.7 %
Month	\$ 40.5 Million	\$ 39.1 Million	\$ (1.4 Million)	-3.5 %

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

Personal income taxes collected in FY 2014 through the ninth month of the fiscal year increased 3.7 percent over personal income taxes collected for the same period last fiscal year. FY 2014 personal income taxes collected through March were \$759.5 million compared to \$732.3 million collected for the same period last fiscal year, an increase of \$27.2 million. It should be noted that FY 2013 personal income tax receipts include \$6.1 million collected through the 2012 tax amnesty program. The interest owed on overdue personal income taxes collected in October through December through the 2012 tax amnesty program of \$2.2 million was transferred to departmental receipts in January 2013. Further, FY 2014 year-to-date personal income tax cash collections include historic structures tax credit reimbursements of \$5.2 million compared to the \$2.4 million in historic structures tax credit reimbursements through March of FY 2013, an increase of \$2.9 million or 121.1 percent.

***Month of March:***

Personal income taxes collected in March 2014 decreased 3.5 percent over personal income taxes collected in March 2013. March 2014 personal income taxes collected were \$39.1 million compared to \$40.5 million collected in March 2013, a decrease of \$1.4 million. March 2014 personal income tax cash collections include historic structures tax credit reimbursements of \$147,011 compared to \$78,919 of historic structures tax credit reimbursements collected in March 2013, an increase of \$68,092 or 86.3 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 March:***

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 126,094,637	\$ 124,628,422	\$ (1,466,215)	-1.2 %
Final Payments*^	49,760,968	52,916,830	3,155,862	6.3 %
Refunds/Adjustments^	(182,478,223)	(186,671,696)	(4,193,473)	2.3 %
Withholding Tax Payments^	738,910,353	768,521,647	29,611,294	4.0 %
* Final Payments include historic structures tax credit reimbursements of \$2,365,784 in year-to-date FY 2013 and \$5,230,623 in year-to-date FY 2014.				
^ The FY 2013 figures include tax amnesty receipts of \$8.1 million in final payments and \$505,835 in withholding taxes. FY 2013 refunds and adjustments are increased by \$2.5 million in interest owed on overdue taxes collected through the tax amnesty program that was transferred to departmental receipts in October and January.				

Within the components of personal income tax, estimated payments in FY 2014 through March were down \$1.5 million or -1.2 percent compared to the same period in FY 2013. FY 2014 final payments through March were up \$3.2 million or 6.3 percent over the same period last fiscal year. FY 2013 final payments include \$8.1 million of tax amnesty cash collections. FY 2014 year-to-date final payments also include \$5.2 million in reimbursed historic structures tax credits versus \$2.4 million for the same period in FY 2013. FY 2014 refunds and adjustments through March are greater by \$4.2 million or 2.3 percent compared to refunds and adjustments through March of FY 2013. FY 2013 refunds and adjustments include \$2.5 million for the interest owed on overdue personal income taxes collected through the 2012 tax amnesty program that was transferred to departmental receipts in October 2012 and January 2013. For the January through March period, 275,237 income tax refunds were paid in FY 2014 at an average of \$552.71. For the same period in the prior year, 259,473 income tax refunds were paid in FY 2013 at an average of \$535.70. Finally, FY 2014 withholding tax payments through March were up \$29.6 million or 4.0 percent relative to the same period in the prior fiscal year. FY 2013 withholding tax payments include \$505,835 of tax amnesty cash collections.

*Month of March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 3,436,786	\$ 4,268,203	\$ 831,418	24.2 %
Final Payments*	13,101,743	16,563,248	3,461,504	26.4 %
Refunds/Adjustments	(70,876,696)	(80,898,090)	(10,021,393)	14.1 %
Withholding Tax Payments	94,833,972	99,078,785	4,244,813	4.5 %
* Final Payments include historic structures tax credit reimbursements of \$78,919 in FY 2013 and \$147,011 in FY 2014.				

Within the components of personal income tax, March 2014 estimated payments are up \$831,418 or 24.2 percent compared to March 2013. Final payments are up \$3.5 million in March 2014 or 26.4 percent relative to March 2013. March 2014 final payments include \$147,011 in reimbursed historic structures tax credits versus \$78,919 in March 2013. March 2014 refunds and adjustments are greater by \$10.0 million or 14.1 percent compared to refunds and adjustments for March 2013. For March 2014, 152,612 income tax refunds were paid at an average of \$525.90. For March 2013, 134,674 income tax refunds were paid at an average of \$525.52. Finally, March 2014 withholding tax payments are up \$4.2 million or 4.5 percent relative to March 2013.

**Sales and Use Taxes**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 658.3 Million	\$ 680.0 Million	\$ 21.7 Million	3.3 %
Month	\$ 62.5 Million	\$ 65.7 Million	\$ 3.2 Million	5.1 %

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

Sales and use taxes collected in FY 2014 through March increased 3.3 percent over sales and use taxes collected through March of FY 2013. FY 2014 sales and use taxes collected through March were \$680.0 million compared to \$658.3 million collected for the same period last fiscal year, an increase of \$21.7 million. It should be noted that FY 2013 sales and use tax receipts include tax amnesty payments of \$3.0 million in overdue sales and use taxes. The interest owed on overdue sales and use taxes collected in October through December through the 2012 tax amnesty program of \$1.3 million was transferred to departmental receipts in January 2013. 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. FY 2014 sales and use tax receipts are also less an unknown actual amount due to the elimination of the sales and use tax on objets d'art and wine and spirits beginning on December 1, 2013.

***Month of March:***

Sales and use taxes collected in March 2014 increased 5.1 percent over sales and use taxes collected in March 2013. March 2014 sales and use taxes collected were \$65.7 million compared to \$62.5 million collected in March 2013, an increase of \$3.2 million. March 2014 sales and use tax receipts are also less an unknown actual amount due to the elimination of the sales and use tax on objets d'art and wine and spirits beginning on December 1, 2013.

**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 March:***

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation <sup>^</sup>	\$ 584,364,025	\$ 600,942,351	\$ 16,578,326	2.8 %
Registry Receipts	63,311,559	68,551,612	5,240,053	8.3 %
Providence Place Mall	10,737,739	10,454,896	(282,843)	-2.6 %
<sup>^</sup> Tax amnesty receipts of \$2,996,775 are included in the FY 2013 net taxation figure. It also reflects the transfer of \$1.3 million of tax amnesty interest owed on overdue sales and use taxes collected in October through December to departmental receipts in January 2013.				

Within the sales tax components, net sales tax receipts remitted directly to the Division of Taxation increased by \$16.6 million or 2.8 percent through March of FY 2014 compared to the same period in FY 2013. FY 2013 net sales tax receipts include tax amnesty collections of \$3.0 million. FY 2014 registry receipts through March were up \$5.2 million or 8.3 percent compared

to the same period last fiscal year. Providence Place Mall (PPM) sales tax receipts through the ninth month of FY 2014 were down \$282,843 or -2.6 percent relative to the same period in FY 2013.

*Month of March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Net Taxation	\$ 53,681,782	\$ 56,097,840	\$ 2,416,059	4.5 %
Registry Receipts	7,722,816	8,448,689	725,873	9.4 %
Providence Place Mall	1,065,399	1,111,146	45,747	4.3 %

Within the sales tax components, net sales tax receipts remitted directly to the Division of Taxation increased by \$2.4 million or 4.5 percent in March 2014 over March 2013. March 2014 registry receipts were up \$725,873 or 9.4 percent compared to March 2013. March 2014 Providence Place Mall (PPM) sales tax receipts were up \$45,747 or 4.3 percent relative to March 2013.

**General Business Taxes**

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.

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 216.7 Million	\$ 203.1 Million	\$ (13.6 Million)	-6.3 %
Month	\$ 123.8 Million	\$ 131.6 Million	\$ 7.8 Million	6.3 %

*Fiscal Year-to-Date through March:*

General business taxes collected through March of FY 2014 decreased 6.3 percent over general business taxes collected through March of FY 2013. FY 2014 general business taxes collected through March were \$203.1 million compared to \$216.7 million collected for the same period in FY 2013, a decrease of \$13.6 million. Total general business tax cash collections attributable to the tax amnesty program in FY 2013 through January are \$5.4 million in overdue taxes and \$1.7 million of interest owed on overdue taxes. For business corporations taxes, the interest owed on overdue taxes collected in October through December through the 2012 tax amnesty program of \$732,044 was transferred to departmental receipts in January 2013.

FY 2014 business corporations taxes collected through March were \$72.5 million, a decrease of \$14.6 million or -16.8 percent over the same period in the previous year. FY 2013 business corporations tax receipts include \$1.6 million collected through the 2012 tax amnesty program.

Health care provider assessments collected through March of FY 2014 were \$31.3 million, an increase of \$450,377 or 1.5 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 received through the ninth month of FY 2014 were \$1.0 million versus \$1.3 million received through the ninth month of FY 2013. Public utilities gross earnings taxes collected in FY 2014 through March were \$48.0 million, an increase of \$2.8 million or 6.1 percent compared to the \$45.2 million collected through March of FY 2013. This increase in public utilities gross earnings taxes is in spite of the receipt of \$5.2 million collected through the 2012 tax amnesty program in FY 2013. Financial institutions taxes collected through March of FY 2014 were \$4.6 million compared to the \$10.4 million collected through March in FY 2013, a decrease of \$5.7 million or -55.3 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 March, while no HSTC reimbursements were received in FY 2014 through March. FY 2013 financial institutions taxes also include \$128,747 collected through the 2012 tax amnesty program. Insurance companies gross premiums tax cash collections through March of FY 2014 were \$45.6 million compared to the \$41.8 million through March of FY 2013, an increase of \$3.8 million or 9.1 percent. FY 2013 insurance companies gross premiums tax receipts include \$1.7 million received in July of FY 2013 to settle an outstanding tax liability for the prior year as well as \$200,055 collected through the 2012 tax amnesty program.

### ***Month of March:***

General business taxes collected in March 2014 increased 6.3 percent over general business taxes collected in March 2013. March 2014 general business taxes collected were \$131.6 million compared to \$123.8 million collected in March 2013, an increase of \$7.8 million.

Business corporations taxes collected in March 2014 were \$45.7 million compared to \$46.4 million collected in March 2013, a decrease of 1.5 percent.

Health care provider assessments collected in March 2014 were \$3.17 million or 1.6 percent less than the \$3.22 million collected in March 2013. Public utilities gross earnings taxes collected in March 2014 were \$40.3 million, an increase of \$3.5 million or 9.5 percent over the cash collections in March 2013 of \$36.8 million. Insurance companies gross premiums taxes collected in March 2014 were \$39.3 million compared to \$34.9 million collected in March 2013, an increase of \$4.4 million or 12.6 percent. Bank deposits taxes collected in March 2014 were \$966,586 an increase of \$283,535 or 41.5 percent over the cash collections in March 2013 of \$683,051. Financial institutions taxes collected in March 2014 were \$2.2 million, an increase of \$383,440 or 21.2 percent over the \$1.8 million collected in March 2013.

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 March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 52,797,132	\$ 47,097,090	\$(5,700,042)	-10.8 %
Final Payments**^	49,299,816	48,235,596	(1,064,220)	-2.2 %
Refunds/Adjustments^	(15,266,164)	(22,764,925)	(7,498,761)	49.1 %
* 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.				
^ FY 2013 final payments include tax amnesty receipts of \$2.5 million. FY 2013 refunds and adjustments are increased by \$897,345 in interest owed on overdue taxes collected through the tax amnesty program that was transferred to departmental receipts in October 2012 and January 2013.				

Within the components of business corporations tax, estimated payments in FY 2014 through March were down \$5.7 million or -10.8 percent compared to the same period in FY 2013. FY 2014 final payments through March decreased \$1.1 million or -2.2 percent relative to the same period last fiscal year. FY 2013 final payments included \$2.5 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 March were greater by \$7.5 million or 49.1 percent compared to refunds and adjustments through March of FY 2013. FY 2013 year-to-date refunds and adjustments was increased by \$897,345 for the interest owed on overdue business corporations taxes that was transferred to departmental receipts in October 2012 and January 2013.

*Month of March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Estimated Payments	\$ 17,460,184	\$ 17,221,281	\$ (238,903)	-1.4 %
Final Payments**	31,269,487	30,169,740	(1,099,747)	-3.5 %
Refunds/Adjustments	(2,572,447)	(1,723,562)	848,884	-33.0 %
* March 2013 final payments do not include any historic structures tax credit reimbursements and March 2014 final payments do not include any historic structures tax credit reimbursements.				

Within the components of business corporations tax, March 2014 estimated payments were down \$238,903 or -1.4 percent compared to March 2013 estimated payments. March 2014 final payments decreased by \$1.1 million or -3.5 percent compared to March 2013 final payments.

Both March 2014 and March 2013 final payments do not include any historic structures tax credit reimbursements. March 2014 refunds and adjustments were less by \$848,884 or 33.0 percent compared to March 2013 refunds and adjustments.

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

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 143.4 Million	\$ 153.0 Million	\$ 9.7 Million	6.8 %
Month	\$ 19.1 Million	\$ 17.9 Million	\$ (1.1 Million)	-6.0 %

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

Excise taxes other than sales and use taxes collected in FY 2014 through March increased 6.8 percent over excise taxes other than sales and use taxes collected through March of FY 2013. FY 2014 excise taxes other than sales and use taxes collected through March were \$153.0 million compared to \$143.4 million collected for the same period last fiscal year, an increase of \$9.7 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 March were \$36.7 million or \$1.9 million more than the \$34.8 million collected in FY 2013 through March. FY 2013 year-to-date motor vehicle license and registration fee cash collections through March include \$24,155 collected through the 2012 tax amnesty program. Motor carrier fuel use taxes collected in FY 2014 through March totaled \$465,197, a decrease of \$32,606 or -6.5 percent from cash collections of \$497,803 through March 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 March were up 44.8 percent or \$3.9 million over the \$8.8 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 \$141,008 through March of FY 2013. Total cigarette tax receipts through March of FY 2014 were up \$3.8 million or 3.9 percent compared to the \$99.3 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 March of FY 2014, Rhode Island cigarette sales increased by 3.7 percent compared to the same period last fiscal year.

***Month of March:***

Excise taxes other than sales and use taxes collected in March 2014 decreased 6.0 percent over the excise taxes other than sales and use taxes collected in March 2013. March 2014 excise taxes other than sales and use taxes collected totaled \$17.9 million compared to \$19.1 million collected in March 2013, a decrease of \$1.1 million.

Motor vehicle license and registration fees collected in March 2014 totaled \$6.8 million or \$1.7 million less than the \$8.6 million collected in March 2013. It should be noted that motor vehicle license and registration fees were understated by \$1.0 million due to a posting error by the Division of Motor Vehicles. Motor vehicle license and registration fees for March 2014 will be posted as April 2014 cash collections.

Motor carrier fuel use taxes collected in March 2014 were \$92,947, an increase of 329.4 percent from the March 2013 cash collections of \$21,647. Alcohol excise taxes collected in March 2014 were up 39.8 percent or \$335,467 higher than the \$843,719 collected in March 2013. This increase is mainly attributed to the increased alcohol excise tax rates that went into effect on July 1, 2013.

March 2014 cigarette excise tax receipts were \$9.8 million, an increase of \$175,264 or 1.8 percent from the \$9.7 million collected in March 2013. Finally, the percentage change in cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax are netted out of the data, yielding only cigarette tax cash collections. For March 2014, Rhode Island cigarette sales increased by 0.4 percent compared to March 2013.

**Other Taxes**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 29.4 Million	\$ 37.7 Million	\$ 8.4 Million	28.5 %
Month	\$ 3.6 Million	\$ 5.6 Million	\$ 2.0 Million	54.0 %

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

Other taxes collected in FY 2014 through March increased 28.5 percent over other taxes collected through March of FY 2013. FY 2014 other taxes collected through March were \$37.7 million compared to the \$29.4 million collected in the same period last fiscal year, an increase of \$8.4 million. FY 2013 year-to-date estate and transfer tax receipts through March include tax amnesty payments of \$432,873 in overdue taxes. The interest owed on overdue estate and transfer taxes collected in October through December through the 2012 tax amnesty program of \$357,037 was transferred to departmental receipts in January 2013.

FY 2014 estate and transfer tax cash collections through March totaled \$30.8 million, an increase of \$7.7 million or 33.5 percent from the \$23.1 million collected through March 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 March were \$6.0 million, an increase of \$639,032 or 11.8 percent compared to the same period last fiscal year. Racing and athletics tax cash collections through March of FY 2014 were down \$11,158 or -1.3 percent relative to the \$861,759 collected for the same period in FY 2013.

***Month of March:***

Other taxes collected in March 2014 increased 54.0 percent over the other taxes collected in March 2013. March 2014 other taxes collected totaled \$5.6 million compared to \$3.6 million collected in March 2013, an increase of \$2.0 million.

March 2014 estate and transfer tax cash collections totaled \$5.1 million, an increase of \$1.9 million or 60.9 percent from March 2013 cash collections of \$3.2 million. Realty transfer taxes collected in March 2014 were up \$10,395 or 3.0 percent from the \$344,738 collected in March 2013. Racing and athletics tax cash collections were up \$2,586 or 2.8 percent in March 2014 relative to the \$91,142 collected in March 2013.

**Total Departmental Receipts**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 277.3 Million	\$ 279.4 Million	\$2.1 Million	0.8 %
Month	\$ 16.1 Million	\$ 14.7 Million	\$(1.4 Million)	-8.8 %

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

Total departmental receipts collected in FY 2014 through March increased 0.8 percent over total departmental receipts collected through March of FY 2013. FY 2014 total departmental receipts collected through March were \$279.4 million compared to \$277.3 million collected for the same period last fiscal year, an increase of \$2.1 million.

The licenses and fees category of departmental receipts through March of FY 2014 was up 5.0 percent or \$11.1 million over the \$220.0 million collected through March of FY 2013. Hospital licensing fees collected in FY 2014 totaled \$136.4 million or \$10.4 million greater than the \$126.0 million received in FY 2013. This increase is partly due to the receipt of \$1.4 million in July 2013 and the receipt of \$5.7 million in January 2014 for the FY 2012 hospital licensing fee from delinquent taxpayers. 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 March was down \$6.8 million or -29.2 percent over the \$23.2 million collected through March of FY 2013. Interest on overdue taxes received for personal income taxes, business corporations taxes, sales and use taxes and inheritance taxes are transferred to the fines and penalties component of departmental receipts in October, January, April and June of each fiscal year. It should be noted that the FY 2013 fines and penalties category includes \$5.4 million of tax amnesty interest owed on overdue personal income, business corporations, sales and use, and estate and transfer taxes that was transferred in October 2012 and January 2013.

The sales and services category of departmental receipts in FY 2014 increased by \$69,251 or 0.9 percent through March compared to the \$7.6 million collected through March of FY 2013. This surplus is partially due to an additional \$177,350 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 \$2.2 million or -8.5 percent through March compared to the same period last fiscal year. This deficit is partially due to receipts of \$1.0 million in July 2012, \$2.4 million received in November 2012, \$1.1 million received in December 2012, and \$582,950 received in February 2013 to settle claims against pharmaceutical manufacturers brought by the Office of the Attorney General. Miscellaneous revenues also include cash collections of \$459,459 received in March 2013 from a settlement with Toyota Motor Co. for a claim brought by the Office of the Attorney General for unfair and deceptive practices. It should also be noted that the FY 2013 miscellaneous departmental receipts includes \$4,962 collected through the 2012 tax amnesty program. Finally it should be noted that March 2013 miscellaneous departmental revenues include \$499,484 erroneously collected as an indirect cost recovery from the Rhode Island Air National Guard's (RIANG) share of the proceeds forfeited by Google for accepting advertisements from online Canadian pharmacies that targeted U.S. consumers. No indirect cost recovery may be applied to these restricted receipts and the amount was subsequently reversed in April 2013. 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 \$257,502 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 \$79,630 in FY 2014 through March. 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 March:***

Total departmental receipts in March 2014 decreased 8.8 percent over total departmental receipts in March 2013. March 2014 total departmental receipts cash collections were \$14.7 million compared to \$16.1 million collected in March 2013, a decrease of \$1.4 million.

The licenses and fees category of departmental receipts was down 5.7 percent in March 2014 or \$661,035 less than the \$11.6 million collected in March 2013. The fines and penalties category of departmental receipts was up 15.3 percent in March 2014 or \$226,533 more than the \$1.5 million collected in March 2013. The sales and services category of departmental receipts was down 2.9 percent in March 2014 or \$21,780 less than the \$762,132 collected in March 2013. Finally, miscellaneous departmental receipts were down 43.9 percent in March 2014 or \$967,029 less than the \$2.2 million collected in March 2013. This decrease is partially attributed to the receipt of \$459,459 from a settlement with Toyota Motor Co. for a claim brought by the Office of the Attorney General and \$499,484 erroneously collected as an indirect recovery from the RIANG share of the proceeds forfeited by Google for accepting advertisements from online Canadian pharmacies that targeted U.S. consumers received in March 2013.

**Motor Fuel Tax, Per Penny Yield**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 3.120 Million	\$ 3.154 Million	\$ 34,312	1.1 %
Month	\$ 308,796	\$ 305,390	\$ (3,406)	-1.1 %

*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 March:***

The per penny yield of the State's motor fuel tax collected in FY 2014 through March is \$34,312 greater than FY 2013 through March. This represents an increase of 1.1 percent between the two fiscal year-to-date periods. For FY 2014 through March, the per penny yield was \$3.154 million versus \$3.120 million for FY 2013 through March.

***Month of March:***

The per penny yield of the State's motor fuel tax collected in March 2014 totaled \$305,390, a decrease of \$3,406 or 1.1 percent compared to the \$308,796 collected in March 2013.

### **Other Miscellaneous Revenues**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 5.0 Million	\$ 540,406	\$ (4.5 Million)	-89.2 %
Month	\$ 204,734	\$ 109,389	\$ (95,345)	-46.6 %

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

Other miscellaneous revenues collected in FY 2014 decreased 89.2 percent through March over other miscellaneous revenues collected through March of FY 2013. FY 2014 other miscellaneous revenues collected through March were \$540,406 compared to \$5.0 million collected through March of the prior fiscal year, a decrease of \$4.5 million. This variance is mainly attributed to the receipt of three settlements, identified in the cash flow differences section of Total General Revenues above, received in FY 2013 from pharmaceutical manufacturers, totaling \$3.5 million as well as \$964,658 for motor vehicle registration fees paid by the International Registration Program (IRP) that were received in FY 2012, but not posted until February 2013.

#### ***Month of March:***

Other miscellaneous revenues collected in March 2014 decreased 46.6 percent compared to other miscellaneous revenues collected in March 2013. March 2014 other miscellaneous revenues collected were \$109,389 compared to \$204,734 collected in March 2013, a decrease of \$95,345.

### **Lottery Transfer**

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Fiscal YTD	\$ 248.1 Million	\$ 246.4 Million	\$ (1.7 Million)	-0.7 %
Month	\$ 28.7 Million	\$ 29.8 Million	\$ 1.2 Million	4.0 %

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

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 March totaled \$246.4 million compared to the lottery transfer through March of FY 2013 of \$248.1 million, a decrease of 0.7 percent or \$1.7 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 March:***

The lottery transfer in March 2014 was up \$1.2 million or 4.0 percent compared to the lottery transfer in March 2013. The March 2014 lottery transfer totaled \$29.8 million compared to \$28.7 million transferred in March 2013.

### 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 March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 30,126,807	\$ 28,044,134	\$ (2,082,673)	-6.9 %
Keno	11,726,118	10,973,491	(752,627)	-6.4 %
Twin River VLTs	185,943,000	183,765,380	(2,177,620)	-1.2 %
Twin River Table Games	0	7,117,995	7,117,995	n/a
Newport Grand VLTs	19,280,605	17,161,870	(2,118,735)	-11.0 %

Within the lottery transfer components, fiscal year-to-date traditional games through March were down by \$2.1 million or -6.9 percent compared to same period last fiscal year. Fiscal year-to-date Keno cash collections through March were down \$752,627 or -6.4 percent compared to same period last fiscal year. The fiscal year-to-date transfer through March from Twin River's video lottery terminals (VLTs) totaled \$183.8 million, a decrease of \$2.2 million or -1.2 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 215 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 March was \$7.1 million. The FY 2014 year-to-date transfer from Newport Grand's VLTs totaled \$17.2 million compared to \$19.3 million transferred through March of FY 2013. This translates into a decrease of \$2.1 million or -11.0 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.

#### *Month of March:*

<b>Component</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
Traditional Games	\$ 3,037,805	\$ 3,391,331	\$ 353,526	11.6 %
Keno	1,371,250	1,338,599	(32,651)	-2.4 %
Twin River VLTs	22,327,760	22,272,750	(55,010)	-0.2 %
Twin River Table Games	0	934,844	934,844	n/a
Newport Grand VLTs	2,148,631	2,096,899	(51,732)	-2.4 %

Within the lottery transfer components, the March 2014 transfer for traditional games was up \$353,526 or 11.6 percent compared to same period last fiscal year. The March 2014 Keno transfer was down \$32,651 or -2.4 percent compared to same period last fiscal year. The March 2014 transfer from Twin River's video lottery terminals (VLTs) totaled \$22.3 million, a decrease of \$55,010 or -0.2 percent compared to the same period last fiscal year. In order to make space for table games, Twin River had 214 fewer VLTs operating in February 2014 compared to the same period the last fiscal year. The March 2014 transfer from Twin River Tables Games was \$934,844. It should be noted that effective November 29, 2013 14 tables were added to the existing 66 tables at Twin River. The March 2014 transfer from Newport Grand's VLTs totaled \$2.15 million compared to \$2.10 million for March 2013. This translates into a decrease of \$51,732 or -2.4 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

<b>March</b>	<b>FY 2013</b>	<b>FY 2014</b>	<b>Difference</b>	<b>% Change</b>
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  
April 16, 2014

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

	FY 2013 YTD March	FY 2014 YTD March	Nominal Difference	Change
<b><u>Personal Income Tax</u></b>	732,287,736	759,462,698	27,174,962	3.7%
<b><u>General Business Taxes</u></b>				
Business Corporations	87,157,987	72,542,129	(14,615,858)	-16.8%
Public Utilities Gross Earnings	45,210,114	47,981,126	2,771,012	6.1%
Financial Institutions	10,380,839	4,640,313	(5,740,526)	-55.3%
Insurance Companies	41,841,181	45,630,066	3,788,885	9.1%
Bank Deposits	1,285,837	1,046,231	(239,606)	-18.6%
Health Care Provider Assessment	30,840,161	31,290,538	450,377	1.5%
<b><u>Excise Taxes</u></b>				
Sales and Use	658,260,635	679,983,102	21,722,467	3.3%
Motor Vehicle	34,767,159	36,711,897	1,944,738	5.6%
Motor Carrier Fuel Use	497,803	465,197	(32,606)	-6.5%
Cigarettes	99,295,567	103,128,951	3,833,384	3.9%
Alcohol	8,792,350	12,728,553	3,936,203	44.8%
<b><u>Other Taxes</u></b>				
Estate and Transfer	23,105,193	30,848,222	7,743,029	33.5%
Racing and Athletics	861,759	850,601	(11,158)	-1.3%
Realty Transfer	5,399,284	6,038,316	639,032	11.8%
<b>Total Taxes</b>	<b>\$ 1,779,983,605</b>	<b>\$ 1,833,347,940</b>	<b>\$ 53,364,335</b>	<b>3.0%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	220,043,486	231,128,467	11,084,981	5.0%
Fines and Penalties	23,176,110	16,412,164	(6,763,946)	-29.2%
Sales and Services	7,588,646	7,657,897	69,251	0.9%
Miscellaneous	26,485,420	24,235,854	(2,249,566)	-8.5%
<b>Total Departmental Receipts</b>	<b>\$ 277,293,662</b>	<b>\$ 279,434,382</b>	<b>\$ 2,140,720</b>	<b>0.8%</b>
<b>Taxes and Departmentals</b>	<b>\$ 2,057,277,267</b>	<b>\$ 2,112,782,322</b>	<b>\$ 55,505,055</b>	<b>2.7%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	5,022,440	540,406	(4,482,034)	-89.2%
Lottery Transfer	248,093,560	246,422,818	(1,670,742)	-0.7%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 253,116,000</b>	<b>\$ 246,963,224</b>	<b>\$ (6,152,776)</b>	<b>-2.4%</b>
<b>Total General Revenues</b>	<b>\$ 2,310,393,267</b>	<b>\$ 2,359,745,546</b>	<b>\$ 49,352,279</b>	<b>2.1%</b>

**STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS**  
**Month of March**

	FY 2013 March	FY 2014 March	Nominal Difference	% Change
<b><u>Personal Income Tax</u></b>	40,495,804	39,079,641	(1,416,163)	-3.5%
<b><u>General Business Taxes</u></b>				
Business Corporations	46,384,854	45,681,652	(703,202)	-1.5%
Public Utilities Gross Earnings	36,796,351	40,287,089	3,490,738	9.5%
Financial Institutions	1,806,374	2,189,814	383,440	21.2%
Insurance Companies	34,873,633	39,273,600	4,399,967	12.6%
Bank Deposits	683,051	966,586	283,535	41.5%
Health Care Provider Assessment	3,219,581	3,168,720	(50,861)	-1.6%
<b><u>Excise Taxes</u></b>				
Sales and Use	62,470,314	65,655,614	3,185,300	5.1%
Motor Vehicle	8,564,280	6,836,487	(1,727,793)	-20.2%
Motor Carrier Fuel Use	21,647	92,947	71,300	329.4%
Cigarettes	9,658,347	9,833,611	175,264	1.8%
Alcohol	843,719	1,179,186	335,467	39.8%
<b><u>Other Taxes</u></b>				
Estate and Transfer	3,182,386	5,121,894	1,939,508	60.9%
Racing and Athletics	91,142	93,728	2,586	2.8%
Realty Transfer	344,738	355,133	10,395	3.0%
<b>Total Taxes</b>	<b>\$ 249,436,221</b>	<b>\$ 259,815,702</b>	<b>\$ 10,379,481</b>	<b>4.2%</b>
<b><u>Departmental Receipts</u></b>				
Licenses and Fees	11,644,810	10,983,775	(661,035)	-5.7%
Fines and Penalties	1,482,235	1,708,768	226,533	15.3%
Sales and Services	762,132	740,352	(21,780)	-2.9%
Miscellaneous	2,205,061	1,238,032	(967,029)	-43.9%
<b>Total Departmental Receipts</b>	<b>\$ 16,094,238</b>	<b>\$ 14,670,927</b>	<b>\$ (1,423,311)</b>	<b>-8.8%</b>
<b>Taxes and Departmentals</b>	<b>\$ 265,530,459</b>	<b>\$ 274,486,629</b>	<b>\$ 8,956,170</b>	<b>3.4%</b>
<b><u>Other General Revenue Sources</u></b>				
Other Miscellaneous Revenues	204,734	109,389	(95,345)	-46.6%
Lottery Transfer	28,685,126	29,835,377	1,150,251	4.0%
Unclaimed Property	-	-	-	-
<b>Total Other Sources</b>	<b>\$ 28,889,860</b>	<b>\$ 29,944,766</b>	<b>\$ 1,054,906</b>	<b>3.7%</b>
<b>Total General Revenues</b>	<b>\$ 294,420,319</b>	<b>\$ 304,431,395</b>	<b>\$ 10,011,076</b>	<b>3.4%</b>