

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



DEPARTMENT OF REVENUE
Office of Revenue Analysis

Cash Collections Report May 2014 Summary

Fiscal Year-to-Date through May:

FY 2014 total general revenue cash collections through May were \$2.907 billion, up \$39.1 million or 1.4 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	\$ 974,093,831	\$ 988,437,644	\$ 14,343,813	1.5 %
Sales and Use Taxes	803,919,638	826,473,590	22,553,952	2.8 %
Departmental Receipts	312,405,145	313,581,870	1,176,725	0.4 %
Lottery Transfer	316,709,245	313,839,429	(2,869,816)	-0.9 %
All Other Revenues	460,873,396	464,816,489	3,943,093	0.9%
Total General Revenues	\$ 2,868,001,255	\$ 2,907,149,022	\$ 39,147,767	1.4%

* 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 2.2 percent.

Month of May:

May 2014 total general revenue cash collections were \$220.3 million, down \$5.5 million or -2.4 percent from May 2013. The breakdown by major revenue components is as follows:

Component	FY 2013	FY 2014	Difference	% Change
Personal Income Tax	\$ 74,404,739	\$ 76,399,372	\$ 1,994,633	2.7 %
Sales and Use Taxes	74,257,569	71,492,169	(2,765,400)	-3.7 %
Departmental Receipts	17,452,192	13,869,431	(3,582,761)	-20.5 %
Lottery Transfer	32,348,092	32,051,970	(296,122)	-0.9 %
All Other Revenues	27,380,643	26,499,270	(881,373)	-3.2 %
Total General Revenues	\$ 225,843,235	\$ 220,312,212	\$ (5,531,023)	-2.4 %

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State of Rhode Island Cash Collections Report
 May 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

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 2.868 Billion	\$ 2.907 Billion	\$ 39.1 Million	1.4 %
Month	\$ 225.8 Million	\$ 220.3 Million	\$ (5.5 Million)	-2.4 %

Fiscal Year-to-Date through May:

The Rhode Island Department of Revenue reports that total general revenue cash collections in FY 2014 through May increased 1.4 percent over total general revenue cash collections through May of FY 2013. FY 2014 total general revenue cash collections through May were \$2.907 billion compared to \$2.868 billion collected for the same period last fiscal year, an increase of \$39.1 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 April.

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	\$ -- *
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
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, 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.

- Sales and use tax cash collections in May 2013 were understated by \$4,893 due to a posting error that was corrected in June 2013.
- 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 \$141,026, 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 was understated by \$344,080 in May 2013 because of the late posting of driving record abstracts that was corrected in June 2013.
- The licenses and fees component of departmental receipts includes \$2.0 million collected in May 2013 from a delinquent taxpayer for the prior fiscal year's hospital licensing fee.
- The fines and penalties category of departmental receipts includes a life insurance settlement of \$246,136 collected in August 2012.
- 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 and \$403,169 received in April 2013 from a multistate settlement with Lender Processing Services, Inc. and the Office of the Attorney General for the company's past robo-signing practices while dealing with foreclosures; and \$94,087 received in May 2013 as part of a national settlement of a consumer privacy suit joined by the Office of the Attorney General against Google Inc.
- 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, \$150,633 received in March 2013, and \$119,555 received in April 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

- Financial institutions taxes for April 2014 includes \$3.9 million of revenues received from amended prior year returns.
- Sales and use tax cash collections in May 2014 were understated by \$4.3 million due to refunds which were paid in May but were accrued back to FY 2013.

- 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 May has generated \$2.9 million more than during the same period in the prior fiscal year net of delinquent taxpayer payments. 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 \$241,405 collected as compassion center surcharges through May. The first compassion center opened in Providence on April 19, 2013.
- Miscellaneous departmental receipts include \$649,561 in lease payments received in April and May 2014 from cell phone service providers for space on towers maintained by the Rhode Island State Police and located on State property.
- 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 May and FY 2014 through May.

Revenue Source	Cash Flow Differences	YTD FY 2013	YTD FY 2014
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
Financial Institutions	Amended Returns	\$0	\$3,933,567
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
Sales and Use Taxes	2012 Tax Amnesty Program	\$2,996,775	\$0
Sales and Use Taxes	Posting Error	\$4,893	\$0
Sales and Use Taxes	Refunds accrued to prior FY	\$0	\$(4,259,185)

Revenue Source	Cash Flow Differences	YTD FY 2013	YTD FY 2014
Motor Fuel Taxes	2012 Tax Amnesty Program	\$5,550	\$0
Cigarette Excise Taxes	Cigarette floor stock	\$141,026	\$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	\$2,926,420
Departmental Receipts	Hospital licensing fee delinquent pmnts	\$1,962,390	\$7,068,024
Departmental Receipts	Compassion Center surcharge receipts	\$3,766	\$241,405
Departmental Receipts	Driving record abstracts late posting	\$334,080	\$0
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	\$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	Cell Tower Lease Payments	\$0	\$649,561
Departmental Receipts	AG settlements/cost recoveries	\$6,088,494	\$3,413,132
Other Misc. Revenues	Medicaid Fraud settlements	\$2,218,208	\$509,340
Other Misc. Revenues	Medicaid pharmaceutical settlements	\$1,528,818	\$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 May:

Total general revenue cash collections in May 2014 decreased -2.4 percent over total general revenue cash collections in May 2013. May 2014 total general revenue cash collections were \$220.3 million compared to \$225.8 million collected in May 2013, a decrease of \$5.5 million.

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

May 2013

- Sales and use tax cash collections for May 2013 were understated by \$4,893 due to a posting error that was corrected in June 2013.
- The licenses and fees component of departmental receipts includes \$2.0 million collected in May 2013 from a delinquent taxpayer for the prior fiscal year's hospital licensing fee.
- The licenses and fees component of departmental receipts for May 2013 is understated by \$344,080 due to the late posting of driving record abstracts that was corrected in June 2013.
- In May 2013, the miscellaneous revenues component of departmental receipts includes \$94,087 received as part of a national settlement of a consumer privacy suit joined by the Office of the Attorney General against Google Inc.

May 2014

- Sales and use tax cash collections were understated by \$4.3 million due to refunds which were paid in May but were accrued back to FY 2013.
- In May 2014, miscellaneous departmental revenues include \$16,960 in lease payments from cell phone service providers for space on towers maintained by the Rhode Island State Police and located on State property.

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

Revenue Source	Cash Flow Differences	May FY 2013	May FY 2014
Sales and Use Taxes	Posting Error	\$4,893	\$0
Sales and Use Taxes	Refunds accrued to prior FY	\$0	\$(4,259,185)
Departmental Receipts	Hospital licensing fee payment	\$1,962,390	\$0
Departmental Receipts	Driving record abstracts late posting	\$334,080	\$0
Departmental Receipts	Attorney General settlements	\$94,087	\$0
Departmental Receipts	Cell Tower Lease Payments	\$0	\$16,960

Taxes and Departmental Receipts

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 2.544 Billion	\$ 2.593 Billion	\$ 48.4 Million	1.9 %
Month	\$ 191.7 Million	\$ 188.2 Million	\$ (3.5 Million)	-1.8 %

Fiscal Year-to-Date through May:

Taxes and departmental receipts collected in FY 2014 through May increased 1.9 percent over taxes and departmental receipts collected through May of FY 2013. FY 2014 taxes and departmental receipts collected through May were \$2.593 billion compared to \$2.544 billion

collected for the same period last fiscal year, an increase of \$48.4 million. FY 2013 taxes and departmental receipts collected through May include \$22.3 million of tax amnesty cash collections.

Month of May:

Taxes and departmental receipts collected in May 2014 decreased -1.8 percent from taxes and departmental receipts collected in May 2013. May 2014 taxes and departmental receipts collected were \$188.2 million compared to \$191.7 million collected in May 2013, a decrease of \$3.5 million.

Other General Revenue Sources

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 323.8 Million	\$ 314.6 Million	\$ (9.2 Million)	-2.9 %
Month	\$ 34.2 Million	\$ 32.1 Million	\$ (2.1 Million)	-6.1 %

Fiscal Year-to-Date through May:

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 May of \$314.6 million decreased \$9.2 million, or 2.9 percent compared to the \$323.8 million collected for the same period last fiscal year.

Month of May:

Other general revenue sources collected in May 2014 decreased 6.1 percent from other general revenue sources collected in May 2013. May 2014 other general revenue sources collected were \$32.1 million compared to \$34.2 million collected in May 2013, a decrease of \$2.1 million.

Total Taxes

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 2.232 Billion	\$ 2.279 Billion	\$ 47.2 Million	2.1 %
Month	\$ 174.2 Million	\$ 174.4 Million	\$ 126,682	0.1 %

Fiscal Year-to-Date through May:

Total taxes collected in FY 2014 through May increased 2.1 percent over total taxes collected through May of FY 2013. FY 2014 total taxes collected through May were \$2.279 billion compared to \$2.232 billion collected for the same period last fiscal year, an increase of \$47.2 million. FY 2013 total taxes collected through May include \$21.3 million of tax amnesty cash collections.

Month of May:

Total taxes collected in May 2014 increased 0.1 percent over total taxes collected in May 2013. May 2014 total taxes collected were \$174.4 million compared to \$174.2 million collected in May 2013, an increase of \$126,682.

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 May totaled \$7.6 million compared to \$12.8 million reimbursed in FY 2013 through May, a decrease of 40.9 percent. May 2014 total historic structure tax credit redemptions/reimbursements for all taxes were \$503,987 vs. \$151,240 in May 2013, an increase of \$352,747 or 233.2 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	May 2013	May 2014
Personal Income	\$ 2,648,704	\$ 5,776,536	\$ 151,240	\$ 467,067
Business Corporations	0	407,599	0	0
Financial Institutions	5,094,709	0	0	0
Insurance/Non-HMOs	1,145,533	39,623	0	36,920
Insurance/HMOs	3,958,906	1,359,982	0	0
Total	\$ 12,847,852	\$ 7,583,740	\$ 151,240	\$ 503,987

Personal Income Taxes

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 974.1 Million	\$ 988.4 Million	\$ 14.3 Million	1.5 %
Month	\$ 74.4 Million	\$ 76.4 Million	\$ 2.0 Million	2.7 %

Fiscal Year-to-Date through May:

Personal income taxes collected in FY 2014 through the eleventh month of the fiscal year increased 1.5 percent over personal income taxes collected for the same period last fiscal year. FY 2014 personal income taxes collected through May were \$988.4 million compared to \$974.1 million collected for the same period last fiscal year, an increase of \$14.3 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 \$5.8 million compared to the \$2.6 million in historic structures tax credit reimbursements through May of FY 2013, an increase of \$3.1 million or 118.1 percent.

Month of May:

Personal income taxes collected in May 2014 increased 2.7 percent over personal income taxes collected in May 2013. May 2014 personal income taxes collected were \$76.4 million compared to \$74.4 million collected in May 2013, an increase of \$2.0 million. May 2014 personal income tax cash collections include historic structures tax credit reimbursements of \$467,067 compared to \$151,240 of historic structures tax credit reimbursements collected in May 2013, an increase of \$315,827 or 208.8 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 154,607,156	\$ 154,118,661	\$ (488,495)	-0.3 %
Final Payments*^	192,705,349	166,266,550	(26,438,799)	-13.7 %
Refunds/Adjustments^	(269,177,437)	(262,352,364)	6,825,073	-2.5 %
Withholding Tax Payments^	895,958,762	930,404,797	34,446,036	3.8 %
* Final Payments include historic structures tax credit reimbursements of \$2,648,704 in year-to-date FY 2013 and \$5,776,536 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 May were down \$488,495 or -0.3 percent compared to the same period in FY 2013. FY 2014 final payments through May were down \$26.4 million or -13.7 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 \$5.8 million in reimbursed historic structures tax credits versus \$2.6 million for the same period in FY 2013. FY 2014 refunds and adjustments through May are less by \$6.8 million or 2.5 percent compared to refunds and adjustments through May 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 May period, 416,904 TY 2013 income tax refunds were paid in FY 2014 at an average of \$545.28. For the same period in the prior year, 424,838 TY 2012 income tax refunds were paid in FY 2013 at an average of \$531.52. Finally, FY 2014 withholding tax payments through May were up \$34.4 million or 3.8 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 3,370,165	\$ 2,911,825	\$ (458,340)	-13.6 %
Final Payments*	4,365,021	4,283,938	(81,083)	-1.9 %
Refunds/Adjustments	(14,641,325)	(13,739,458)	901,867	-6.2 %
Withholding Tax Payments	81,310,878	83,052,183	1,741,305	2.1 %
* Final Payments include historic structures tax credit reimbursements of \$151,240 in FY 2013 and \$467,067 in FY 2014.				

Within the components of personal income tax, May 2014 estimated payments are down \$458,340 or -13.6 percent compared to May 2013. Final payments are down \$81,083 in May 2014 or -1.9 percent relative to May 2013. May 2014 final payments include \$467,067 in reimbursed historic structures tax credits versus \$151,240 in May 2013. May 2014 refunds and adjustments are less by \$901,867 or 6.2 percent compared to refunds and adjustments for May 2013. For May 2014, 26,282 TY 2013 income tax refunds were paid at an average of \$535.33. For May 2013, 23,529 TY 2012 income tax refunds were paid at an average of \$616.29. Finally, May 2014 withholding tax payments are up \$1.7 million or 2.1 percent relative to May 2013.

Sales and Use Taxes

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 803.9 Million	\$ 826.5 Million	\$ 22.6 Million	2.8 %
Month	\$ 74.3 Million	\$ 71.5 Million	\$ (2.8 Million)	-3.7 %

Fiscal Year-to-Date through May:

Sales and use taxes collected in FY 2014 through May increased 2.8 percent over sales and use taxes collected through May of FY 2013. FY 2014 sales and use taxes collected through May were \$826.5 million compared to \$803.9 million collected for the same period last fiscal year, an increase of \$22.6 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. It should also be noted that FY 2014 sales and use tax receipts include \$4.3 million of refunds which were processed in May that were accrued back to FY 2013.

Month of May:

Sales and use taxes collected in May 2014 decreased 3.7 percent over sales and use taxes collected in May 2013. May 2014 sales and use taxes collected were \$71.5 million compared to \$74.3 million collected in May 2013, a decrease of \$2.8 million. This decrease is attributable to \$4.3 million of refunds which were processed during the month but accrued back to FY 2013. May 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Net Taxation [^]	\$ 711,185,076	\$ 727,996,392	\$ 16,811,316	2.4 %
Registry Receipts	80,494,617	86,181,037	5,686,420	7.1 %
Providence Place Mall	12,775,376	12,528,684	(246,693)	-1.9 %
[^] 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 \$16.8 million or 2.4 percent through May 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. It should also be noted that FY 2014 sales and use tax receipts include \$4.3 million of refunds which were processed in May that were accrued back to FY 2013. FY 2014 registry receipts through May were up \$5.7 million or 7.1 percent compared to the same period last fiscal year. Providence Place Mall (PPM) sales tax receipts through the eleventh month of FY 2014 were down \$246,693 or -1.9 percent relative to the same period in FY 2013.

Month of May:

Component	FY 2013	FY 2014	Difference	% Change
Net Taxation	\$ 64,809,219	\$ 62,369,963	\$ (2,439,256)	-3.8 %
Registry Receipts	8,385,633	8,100,667	(284,966)	-3.4 %
Providence Place Mall	1,021,265	1,006,520	(14,745)	-1.4 %

Within the sales tax components, net sales tax receipts remitted directly to the Division of Taxation decreased by \$2.4 million or -3.8 percent in May 2014 over May 2013. This decrease is attributable to \$4.3 million of refunds which were processed during the month but accrued back to FY 2013. May 2014 registry receipts were down \$284,966 or -3.4 percent compared to May 2013. May 2014 Providence Place Mall (PPM) sales tax receipts were down \$14,745 or -1.4 percent relative to May 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.

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 240.2 Million	\$ 232.4 Million	\$ (7.8 Million)	-3.2 %
Month	\$ 4.4 Million	\$ 6.9 Million	\$ 2.5 Million	55.5 %

Fiscal Year-to-Date through May:

General business taxes collected through May of FY 2014 decreased 3.2 percent over general business taxes collected through May of FY 2013. FY 2014 general business taxes collected through May were \$232.4 million compared to \$240.2 million collected for the same period in

FY 2013, a decrease of \$7.8 million. Total general business tax cash collections attributable to the tax amnesty program in FY 2013 through May 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 May were \$86.5 million, a decrease of \$14.3 million or -14.2 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. Business corporations taxes for FY 2014 include \$407,599 in historic structures tax credit reimbursements compared to no historic structures tax credit reimbursements in FY 2013. Health care provider assessments collected through May of FY 2014 were \$38.0 million, an increase of \$81,827 or 0.2 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 eleventh month of FY 2014 were \$1.0 million versus \$1.3 million received through the eleventh month of FY 2013. Public utilities gross earnings taxes collected in FY 2014 through May were \$49.2 million, an increase of \$2.7 million or 5.7 percent compared to the \$46.6 million collected through May of FY 2013. This increase in public utilities gross earnings taxes is in spite of the receipt of \$5.2 million through the 2012 tax amnesty program in FY 2013. Financial institutions taxes collected through May of FY 2014 were \$8.6 million compared to the \$10.4 million collected through May in FY 2013, a decrease of \$1.8 million or -17.2 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 May, while no HSTC reimbursements were received in FY 2014 through May. FY 2013 financial institutions taxes also include \$128,747 collected through the 2012 tax amnesty program. Insurance companies gross premiums tax cash collections through May of FY 2014 were \$49.0 million compared to the \$43.1 million through May of FY 2013, an increase of \$5.8 million or 13.5 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. FY 2014 year-to-date insurance companies gross premiums tax collections also include \$1.4 million in reimbursed historic structures tax credits versus \$5.1 million of historic structures tax credits reimbursed for the same period in FY 2013.

Month of May:

General business taxes collected in May 2014 increased 55.5 percent over general business taxes collected in May 2013. May 2014 general business taxes collected were \$6.9 million compared to \$4.4 million collected in May 2013, an increase of \$2.5 million.

Business corporations taxes collected in May 2014 were \$2.0 million compared to \$497,824 collected in May 2013, an increase of 295.5 percent. May 2014 and May 2013 business corporations taxes do not include any historic structures tax credit reimbursements. Health care provider assessments collected in May 2014 were \$3.3 million or 6.6 percent less than the \$3.6 million collected in May 2013. Public utilities gross earnings taxes collected in May 2014 were \$332,345, a decrease of \$484,659 or -59.3 percent over the cash collections in May 2013 of

\$817,004. Insurance companies gross premiums taxes collected in May 2014 were \$1.2 million compared to \$(368,106) collected in May 2013, an increase of \$1.6 million or 439.0 percent. May 2014 insurance companies gross premiums taxes include \$36,920 of historic structures tax credit reimbursements while no HSTC reimbursements were received in May 2013. Bank deposits taxes collected in May 2014 were \$(16,498) while no bank deposits were collected in May 2013. Financial institutions taxes collected in May 2014 were \$16,498, an increase of \$110,611 or 117.5 percent over the \$(94,113) collected in May 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 57,581,088	\$ 50,835,084	\$(6,746,004)	-11.7 %
Final Payments**^	61,261,859	58,407,254	(2,854,605)	-4.7 %
Refunds/Adjustments^	(18,458,966)	(19,471,547)	(1,012,581)	5.5 %
* FY 2013 final payments do not include any historic structures tax credit reimbursements and FY 2014 final payments include \$407,599 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 May were down \$6.7 million or -11.7 percent compared to the same period in FY 2013. FY 2014 final payments through May decreased \$2.9 million or -4.7 percent relative to the same period last fiscal year. FY 2014 refunds and adjustments through May were greater by \$1.0 million or 5.5 percent compared to refunds and adjustments through May 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Estimated Payments	\$ 958,026	\$ 876,668	\$ (81,358)	-8.5 %
Final Payments*	926,376	1,142,406	216,030	23.3 %
Refunds/Adjustments	(1,407,425)	(50,026)	1,357,399	-96.4 %
* May 2013 final payments do not include any historic structures tax credit reimbursements and May 2014 final payments do not include any historic structures tax credit reimbursements.				

Within the components of business corporations tax, May 2014 estimated payments were down \$81,358 or -8.5 percent compared to May 2013 estimated payments. May 2014 final payments increased by \$216,030 or 23.3 percent compared to May 2013 final payments. May 2014 refunds and adjustments were less by \$1.4 million or 96.4 percent compared to May 2013 refunds and adjustments.

Excise Taxes Other Than the Sales and Use Tax

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 177.9 Million	\$ 189.4 Million	\$ 11.5 Million	6.5 %
Month	\$ 18.1 Million	\$ 16.8 Million	\$ (1.3 Million)	-7.1 %

Fiscal Year-to-Date through May:

Excise taxes other than sales and use taxes collected in FY 2014 through May increased 6.5 percent over excise taxes other than sales and use taxes collected through May of FY 2013. FY 2014 excise taxes other than sales and use taxes collected through May were \$189.4 million compared to \$177.9 million collected for the same period last fiscal year, an increase of \$11.5 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 May were \$47.3 million or \$1.5 million more than the \$45.8 million collected in FY 2013 through May. FY 2013 year-to-date motor vehicle license and registration fee cash collections through May include \$24,155 collected through the 2012 tax amnesty program. Motor carrier fuel use taxes collected in FY 2014 through May totaled \$416,695, a decrease of \$204,964 or -33.0 percent from cash collections of \$621,659 through May 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 May were up 51.0 percent or \$5.4 million over the \$10.6 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 \$141,026 through May of FY 2013. Total cigarettes tax receipts through May of FY 2014 were up \$4.9 million or 4.0 percent compared to the \$120.8 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 May of FY 2014, Rhode Island cigarette sales increased by 3.7 percent compared to the same period last fiscal year.

Month of May:

Excise taxes other than sales and use taxes collected in May 2014 decreased 7.1 percent over the excise taxes other than sales and use taxes collected in May 2013. May 2014 excise taxes other than sales and use taxes collected totaled \$16.8 million compared to \$18.1 million collected in May 2013, a decrease of \$1.3 million.

Motor vehicle license and registration fees collected in May 2014 totaled \$4.5 million or \$1.0 million less than the \$5.5 million collected in May 2013. Motor carrier fuel use taxes collected in May 2014 were \$30,439, a decrease of 56.4 percent from the May 2013 cash collections of \$69,855. Alcohol excise taxes collected in May 2014 were up 83.8 percent or \$772,943 higher than the \$922,383 collected in May 2013. This increase is mainly attributed to the increased alcohol excise tax rates that went into effect on July 1, 2013.

May 2014 cigarette excise tax receipts were \$10.6 million, a decrease of \$997,635 or -8.6 percent from the \$11.6 million collected in May 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 May 2014, Rhode Island cigarette sales decreased by 10.0 percent compared to May 2013.

Other Taxes

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 35.7 Million	\$ 42.3 Million	\$ 6.6 Million	18.5 %
Month	\$ 3.0 Million	\$ 2.7 Million	\$ (269,382)	-8.9 %

Fiscal Year-to-Date through May:

Other taxes collected in FY 2014 through May increased 18.5 percent over other taxes collected through May of FY 2013. FY 2014 other taxes collected through May were \$42.3 million

compared to the \$35.7 million collected in the same period last fiscal year, an increase of \$6.6 million. FY 2013 year-to-date estate and transfer tax receipts through May 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 May totaled \$34.0 million, an increase of \$6.1 million or 21.7 percent from the \$27.9 million collected through May 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 May were \$7.2 million, an increase of \$554,952 or 8.4 percent compared to the same period last fiscal year. Racing and athletics tax cash collections through May of FY 2014 were down \$12,860 or -1.2 percent relative to the \$1.1 million collected for the same period in FY 2013.

Month of May:

Other taxes collected in May 2014 decreased 8.9 percent over the other taxes collected in May 2013. May 2014 other taxes collected totaled \$2.7 million compared to \$3.0 million collected in May 2013, a decrease of \$269,382.

May 2014 estate and transfer tax cash collections totaled \$2.0 million, a decrease of \$182,719 or 8.2 percent from May 2013 cash collections of \$2.2 million. Realty transfer taxes collected in May 2014 were down \$78,005 or -12.0 percent from the \$648,757 collected in May 2013. Racing and athletics tax cash collections were down \$8,658 or -6.3 percent in May 2014 relative to the \$137,088 collected in May 2013.

Total Departmental Receipts

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 312.4 Million	\$ 313.6 Million	\$1.2 Million	0.4 %
Month	\$ 17.5 Million	\$ 13.9 Million	\$(3.6 Million)	-20.5 %

Fiscal Year-to-Date through May:

Total departmental receipts collected in FY 2014 through May increased 0.4 percent over total departmental receipts collected through May of FY 2013. FY 2014 total departmental receipts collected through May were \$313.6 million compared to \$312.4 million collected for the same period last fiscal year, an increase of \$1.2 million.

The licenses and fees category of departmental receipts through May of FY 2014 was up 3.5 percent or \$8.5 million over the \$243.1 million collected through May of FY 2013. Hospital licensing fees collected in FY 2014 totaled \$137.2 million or \$2.9 million greater than the \$129.2 million received in FY 2013 net of payments received from delinquent taxpayers. FY 2014 hospital licensing fees include 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. It

should also be noted that a FY 2012 payment was received from a delinquent taxpayer in May 2013 for \$2.0 million. 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 May was down \$6.1 million or -21.0 percent over the \$28.5 million collected through May of FY 2013. Interest on overdue taxes received for personal income taxes, business corporations taxes, sales and use taxes and estate and transfer 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 \$160,181 or 1.7 percent through May compared to the \$9.4 million collected through May of FY 2013. This surplus is partially due to an additional \$124,484 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 \$1.5 million or -4.7 percent through May 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, \$403,169 received in April 2013 from a multistate settlement with Lender Processing Services, Inc. and the Office of the Attorney General for the company's past robo-signing practices while dealing with foreclosures, as well as \$94,087 received in May 2013 as part of a national settlement of a consumer privacy suit joined by the Office of the Attorney General against Google Inc. FY 2014 year-to-date miscellaneous departmental receipts include \$850,000 in indirect cost recovery assessments on the Office of the Attorney General, \$2.6 million in a settlement with a pharmaceutical manufacturer that will be accrued back to FY 2013, and \$632,601 received in April 2014 for lease payments from cell phone service providers for space on towers maintained by the Rhode Island State Police and located on State property.

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 \$334,950 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 \$72,391 in FY 2014 through May. 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 May:

Total departmental receipts in May 2014 decreased 20.5 percent over total departmental receipts in May 2013. May 2014 total departmental receipts cash collections were \$13.9 million compared to \$17.5 million collected in May 2013, a decrease of \$3.6 million.

The licenses and fees category of departmental receipts was down 25.7 percent in May 2014 or \$3.3 million less than the \$12.8 million collected in May 2013. May 2013 licenses and fees include \$2.0 million collected from a delinquent taxpayer for the prior fiscal year's hospital licensing fee. The fines and penalties category of departmental receipts was up 10.6 percent in May 2014 or \$142,916 more than the \$1.4 million collected in May 2013. The sales and services category of departmental receipts was down 2.2 percent in May 2014 or \$(20,512) less than the \$936,472 collected in May 2013. Finally, miscellaneous departmental receipts were down 17.5 percent in May 2014 or \$(415,110) less than the \$2.4 million collected in May 2013.

Motor Fuel Tax, Per Penny Yield

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 3.793 Million	\$ 3.849 Million	\$ 56,285	1.5 %
Month	\$ 332,608	\$ 349,970	\$ 17,362	5.2 %

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 May:

The per penny yield of the State's motor fuel tax collected in FY 2014 through May is \$56,285 greater than FY 2013 through May. This represents an increase of 1.5 percent between the two fiscal year-to-date periods. For FY 2014 through May, the per penny yield was \$3.849 million versus \$3.793 million for FY 2013 through May.

Month of May:

The per penny yield of the State's motor fuel tax collected in May 2014 totaled \$349,970, an increase of \$17,362 or 5.2 percent compared to the \$332,608 collected in May 2013.

Other Miscellaneous Revenues

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 7.1 Million	\$ 742,905	\$ (6.4 Million)	-89.6 %
Month	\$ 1.8 Million	\$ 28,464	\$ (1.8 Million)	-98.4 %

Fiscal Year-to-Date through May:

Other miscellaneous revenues collected in FY 2014 decreased 89.6 percent through May over other miscellaneous revenues collected through May of FY 2013. FY 2014 other miscellaneous revenues collected through May were \$742,905 compared to \$7.1 million collected through May of the prior fiscal year, a decrease of \$6.4 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 May:

Other miscellaneous revenues collected in May 2014 decreased 98.4 percent compared to other miscellaneous revenues collected in May 2013. May 2014 other miscellaneous revenues collected were \$28,464 compared to \$1.8 million collected in May 2013, a decrease of \$1.8 million. This difference is mainly attributed to \$1.8 million received in May 2013 from the Neighborhood Health Plan dental program grant.

Lottery Transfer

May	FY 2013	FY 2014	Difference	% Change
Fiscal YTD	\$ 316.7 Million	\$ 313.8 Million	\$ (2.9 Million)	-0.9 %
Month	\$ 32.3 Million	\$ 32.1 Million	\$ (296,122)	-0.9 %

Fiscal Year-to-Date through May:

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 May totaled \$313.8 million compared to the lottery transfer through May of FY 2013 of \$316.7 million, a decrease of 0.9 percent or \$2.9 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 May:

The lottery transfer in May 2014 was down \$296,122 or -0.9 percent compared to the lottery transfer in May 2013. The May 2014 lottery transfer totaled \$32.1 million compared to \$32.3 million transferred in May 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Traditional Games	\$ 37,763,218	\$ 35,147,986	\$ (2,615,232)	-6.9 %
Keno	15,064,321	14,065,161	(999,160)	-6.6 %
Twin River VLTs	238,822,721	234,260,243	(4,562,478)	-1.9 %
Twin River Table Games	(250,479)	9,569,873	9,820,352	-3,920.6 %
Newport Grand VLTs	24,653,839	21,783,621	(2,870,218)	-11.6 %

Within the lottery transfer components, fiscal year-to-date traditional games through May were down by \$2.6 million or -6.9 percent compared to same period last fiscal year. Fiscal year-to-date Keno cash collections through May were down \$999,160 or -6.6 percent compared to same period last fiscal year. The fiscal year-to-date transfer through May from Twin River's video lottery terminals (VLTs) totaled \$234.3 million, a decrease of \$4.6 million or -1.9 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 199 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 May was \$9.6 million. It should be noted that the \$(250,479) shown for FY 2013 reflects the fact that the Division of Lottery had incurred administrative expenses in the months preceding the introduction of table gaming in excess of its share of table game revenues. The FY 2014 year-to-date transfer from Newport Grand's VLTs totaled \$21.8 million compared to \$24.7 million transferred through May of FY 2013. This translates into a decrease of \$2.9 million or -11.6 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 May:

Component	FY 2013	FY 2014	Difference	% Change
Traditional Games	\$ 3,541,568	\$ 3,549,503	\$ 7,935	0.2 %
Keno	1,556,993	1,472,622	(84,371)	-5.4 %
Twin River VLTs	25,062,282	23,729,350	(1,332,932)	-5.3 %
Twin River Table Games	(170,123)	1,236,191	1,406,314	-826.6 %
Newport Grand VLTs	2,557,152	2,259,713	(297,439)	-11.6 %

Within the lottery transfer components, the May 2014 transfer for traditional games was up \$7,935 or 0.2 percent compared to same period last fiscal year. The May 2014 Keno transfer was down \$84,371 or -5.4 percent compared to same period last fiscal year. The May 2014 transfer from Twin River's video lottery terminals (VLTs) totaled \$23.7 million, a decrease of \$1.3 million or -5.3 percent compared to the same period last fiscal year. In order to make space for table games, Twin River had 57 fewer VLTs operating in May 2014 compared to the same period the last fiscal year. The May 2014 transfer from Twin River Tables Games was \$1.2 million. It should be noted that effective November 29, 2013 14 tables were added to the existing 66 tables at Twin River. The May 2014 transfer from Newport Grand's VLTs totaled \$2.3 million compared to \$2.6 million for May 2013. This translates into a decrease of \$297,439 or -11.6 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

May	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
June 13, 2014

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

	FY 2013 YTD May	FY 2014 YTD May	Nominal Difference	Change
<u>Personal Income Tax</u>	974,093,831	988,437,644	14,343,813	1.5%
<u>General Business Taxes</u>				
Business Corporations	100,820,486	86,538,302	(14,282,184)	-14.2%
Public Utilities Gross Earnings	46,552,648	49,207,712	2,655,064	5.7%
Financial Institutions	10,432,791	8,634,380	(1,798,411)	-17.2%
Insurance Companies	43,128,073	48,960,810	5,832,737	13.5%
Bank Deposits	1,335,366	1,043,342	(292,024)	-21.9%
Health Care Provider Assessment	37,914,025	37,995,852	81,827	0.2%
<u>Excise Taxes</u>				
Sales and Use	803,919,638	826,473,590	22,553,952	2.8%
Motor Vehicle	45,847,640	47,311,295	1,463,655	3.2%
Motor Carrier Fuel Use	621,659	416,695	(204,964)	-33.0%
Cigarettes	120,828,352	125,682,630	4,854,278	4.0%
Alcohol	10,616,795	16,026,409	5,409,614	51.0%
<u>Other Taxes</u>				
Estate and Transfer	27,912,536	33,973,974	6,061,438	21.7%
Racing and Athletics	1,094,782	1,081,922	(12,860)	-1.2%
Realty Transfer	6,645,309	7,200,261	554,952	8.4%
Total Taxes	\$ 2,231,763,931	\$ 2,278,984,818	\$ 47,220,887	2.1%
<u>Departmental Receipts</u>				
Licenses and Fees	243,097,586	251,597,991	8,500,405	3.5%
Fines and Penalties	28,540,798	22,543,884	(5,996,914)	-21.0%
Sales and Services	9,446,911	9,607,092	160,181	1.7%
Miscellaneous	31,319,850	29,832,903	(1,486,947)	-4.7%
Total Departmental Receipts	\$ 312,405,145	\$ 313,581,870	\$ 1,176,725	0.4%
Taxes and Departmentals	\$ 2,544,169,076	\$ 2,592,566,688	\$ 48,397,612	1.9%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	7,122,934	742,905	(6,380,029)	-89.6%
Lottery Transfer	316,709,245	313,839,429	(2,869,816)	-0.9%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 323,832,179	\$ 314,582,334	\$ (9,249,845)	-2.9%
Total General Revenues	\$ 2,868,001,255	\$ 2,907,149,022	\$ 39,147,767	1.4%

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Month of May

	FY 2013 May	FY 2014 May	Nominal Difference	% Change
<u>Personal Income Tax</u>	74,404,739	76,399,372	1,994,633	2.7%
<u>General Business Taxes</u>				
Business Corporations	497,824	1,969,048	1,471,224	295.5%
Public Utilities Gross Earnings	817,004	332,345	(484,659)	-59.3%
Financial Institutions	(94,113)	16,498	110,611	-117.5%
Insurance Companies	(368,106)	1,247,741	1,615,847	-439.0%
Bank Deposits	-	(16,498)	(16,498)	-
Health Care Provider Assessment	3,582,536	3,347,755	(234,781)	-6.6%
<u>Excise Taxes</u>				
Sales and Use	74,257,569	71,492,169	(2,765,400)	-3.7%
Motor Vehicle	5,522,893	4,492,088	(1,030,805)	-18.7%
Motor Carrier Fuel Use	69,855	30,439	(39,416)	-56.4%
Cigarettes	11,605,422	10,607,787	(997,635)	-8.6%
Alcohol	922,383	1,695,326	772,943	83.8%
<u>Other Taxes</u>				
Estate and Transfer	2,231,814	2,049,095	(182,719)	-8.2%
Racing and Athletics	137,088	128,430	(8,658)	-6.3%
Realty Transfer	648,757	570,752	(78,005)	-12.0%
Total Taxes	\$ 174,235,665	\$ 174,362,347	\$ 126,682	0.1%
<u>Departmental Receipts</u>				
Licenses and Fees	12,784,139	9,494,084	(3,290,055)	-25.7%
Fines and Penalties	1,354,049	1,496,965	142,916	10.6%
Sales and Services	936,472	915,960	(20,512)	-2.2%
Miscellaneous	2,377,532	1,962,422	(415,110)	-17.5%
Total Departmental Receipts	\$ 17,452,192	\$ 13,869,431	\$ (3,582,761)	-20.5%
Taxes and Departmentals	\$ 191,687,857	\$ 188,231,778	\$ (3,456,079)	-1.8%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	1,807,286	28,464	(1,778,822)	-98.4%
Lottery Transfer	32,348,092	32,051,970	(296,122)	-0.9%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 34,155,378	\$ 32,080,434	\$ (2,074,944)	-6.1%
Total General Revenues	\$ 225,843,235	\$ 220,312,212	\$ (5,531,023)	-2.4%