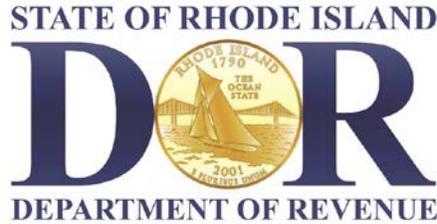


STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS
GOVERNOR GINA M. RAIMONDO



Office of Revenue Analysis

FY 2019 Cash Collections Report as of May 2019 Summary

Fiscal Year-to-Date through May:

FY 2019 total general revenue cash collections through May were \$3.6 billion, up \$230.3 million, or 6.9 percent, over the same period in FY 2018. The breakdown by major revenue components is as follows:

Component	FY 2019	FY 2018 *	Difference	% Change
Personal Income Tax	\$ 1,240,674,940	\$ 1,206,100,446	\$ 34,574,494	2.9 %
Sales and Use Taxes	1,018,389,220	954,000,802	64,388,418	6.7 %
Departmental Receipts	377,754,862	346,137,192	31,617,670	9.1 %
Lottery Transfer	353,993,945	317,542,595	36,451,350	11.5 %
All Other Revenues	573,345,997	510,055,587	63,290,410	12.4 %
Total General Revenues	\$ 3,564,158,964	\$ 3,333,836,622	\$ 230,322,342	6.9 %
* FY 2018 YTD figures include \$21.4 million received under the 2017 Tax Amnesty program. Net of FY 2018 YTD tax amnesty receipts, the growth rate is 8.6 percent.				

Month of May:

May 2019 total general revenue cash collections were \$269.3 million, down \$8.6 million, or 3.1 percent, over May 2018. The breakdown by major revenue components is as follows:

Component	May 2019	May 2018	Difference	% Change
Personal Income Tax	\$ 88,467,683	\$ 91,166,623	\$ (2,698,940)	-3.0 %
Sales and Use Taxes	92,279,615	84,017,486	8,262,129	9.8 %
Departmental Receipts	18,874,196	17,243,099	1,631,097	9.5 %
Lottery Transfer	34,019,508	45,307,449	(11,287,941)	-24.9 %
All Other Revenues	35,661,847	40,167,052	(4,505,205)	-11.2 %
Total General Revenues	\$ 269,302,849	\$ 277,901,709	\$ (8,598,860)	-3.1 %

STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS
Fiscal Year To Date

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	FY 2019 YTD May	FY 2018 YTD May	Nominal Difference	Change
<u>Personal Income Tax</u>	\$ 1,240,674,940	\$ 1,206,100,446	\$ 34,574,494	2.9%
<u>General Business Taxes</u>				
Business Corporation	141,828,641	79,243,357	62,585,284	79.0%
Public Utilities Gross Earnings	79,519,027	32,704,248	46,814,779	143.1%
Financial Institutions	18,075,524	8,275,867	9,799,657	118.4%
Insurance Companies	90,089,430	60,873,351	29,216,079	48.0%
Bank Deposits	2,142,705	1,006,791	1,135,914	112.8%
Health Care Provider Assessment	40,467,134	40,696,198	(229,064)	-0.6%
<u>Excise Taxes</u>				
Sales and Use	1,018,389,220	954,000,802	64,388,418	6.7%
Motor Vehicle	950,729	9,164,508	(8,213,779)	-89.6%
Cigarettes	126,308,625	131,849,119	(5,540,494)	-4.2%
Alcohol	18,612,230	17,832,211	780,019	4.4%
Controlled Substances	5,000	13,529	(8,529)	-63.0%
<u>Other Taxes</u>				
Estate and Transfer	39,480,807	101,099,106	(61,618,299)	-60.9%
Racing and Athletics	1,048,706	977,026	71,680	7.3%
Realty Transfer	13,456,478	11,677,095	1,779,383	15.2%
Total Taxes	\$ 2,831,049,196	\$ 2,655,513,654	\$ 175,535,542	6.6%
<u>Departmental Receipts</u>				
Licenses and Fees	\$ 307,234,023	\$ 279,867,370	\$ 27,366,653	9.8%
Fines and Penalties	37,165,161	37,130,560	34,601	0.1%
Sales and Services	9,638,890	9,258,863	380,027	4.1%
Miscellaneous	23,716,788	19,880,399	3,836,389	19.3%
Total Departmental Receipts	\$ 377,754,862	\$ 346,137,192	\$ 31,617,670	9.1%
Taxes and Departmentals	\$ 3,208,804,058	\$ 3,001,650,846	\$ 207,153,212	6.9%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	\$ 1,360,961	\$ 14,643,181	\$ (13,282,220)	-90.7%
Lottery Transfer	353,993,945	317,542,595	36,451,350	11.5%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 355,354,906	\$ 332,185,776	\$ 23,169,130	7.0%
Total General Revenues	\$ 3,564,158,964	\$ 3,333,836,622	\$ 230,322,342	6.9%

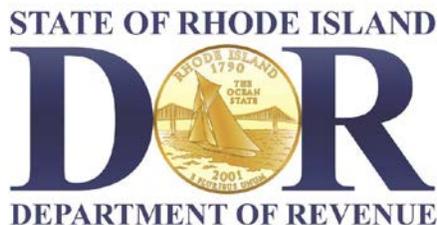
STATE OF RHODE ISLAND MONTHLY CASH COLLECTIONS

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Month of May

	FY 2019 Month of May	FY 2018 Month of May	Nominal Difference	% Change
<u>Personal Income Tax</u>	\$ 88,467,683	\$ 91,166,623	\$ (2,698,940)	-3.0%
<u>General Business Taxes</u>				
Business Corporation	5,147,609	1,268,122	3,879,487	305.9%
Public Utilities Gross Earnings	232,889	97,260	135,629	139.4%
Financial Institutions	171,429	(6,176,114)	6,347,543	-102.8%
Insurance Companies	8,815,472	9,549,776	(734,304)	-7.7%
Bank Deposits	(500)	90,349	(90,849)	-100.6%
Health Care Provider Assessment	3,677,328	3,873,763	(196,435)	-5.1%
<u>Excise Taxes</u>				
Sales and Use	92,279,615	84,017,486	8,262,129	9.8%
Motor Vehicle	86,300	910,911	(824,611)	-90.5%
Cigarettes	11,246,770	13,483,087	(2,236,317)	-16.6%
Alcohol	1,768,333	1,600,060	168,273	10.5%
Controlled Substances	-	500	(500)	-
<u>Other Taxes</u>				
Estate and Transfer	3,053,571	1,805,991	1,247,580	69.1%
Racing and Athletics	132,081	141,848	(9,767)	-6.9%
Realty Transfer	1,362,312	1,017,608	344,704	33.9%
Total Taxes	\$ 216,440,892	\$ 202,847,270	\$ 13,593,622	6.7%
<u>Departmental Receipts</u>				
Licenses and Fees	\$ 13,391,916	\$ 13,559,112	\$ (167,196)	-1.2%
Fines and Penalties	1,191,424	1,133,348	58,076	5.1%
Sales and Services	1,122,894	413,266	709,628	171.7%
Miscellaneous	3,167,962	2,137,373	1,030,589	48.2%
Total Departmental Receipts	\$ 18,874,196	\$ 17,243,099	\$ 1,631,097	9.5%
Taxes and Departmentals	\$ 235,315,088	\$ 220,090,369	\$ 15,224,719	6.9%
<u>Other General Revenue Sources</u>				
Other Miscellaneous Revenues	\$ (31,747)	\$ 12,503,891	\$ (12,535,638)	-100.3%
Lottery Transfer	34,019,508	45,307,449	(11,287,941)	-24.9%
Unclaimed Property	-	-	-	-
Total Other Sources	\$ 33,987,761	\$ 57,811,340	\$ (23,823,579)	-41.2%
Total General Revenues	\$ 269,302,849	\$ 277,901,709	\$ (8,598,860)	-3.1%

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



Office of Revenue Analysis

FY 2019 State of Rhode Island Cash Collections Report
May 2019 Detail

The Rhode Island Department of Revenue cash collections report is a comprehensive analysis of fiscal year-to-date and monthly cash collections on all revenue sources estimated by the principals of the Revenue Estimating Conference (see Rhode Island General Laws § 35-16-1). *Users of this report should be cautious when comparing year-to-date growth rates for Other Miscellaneous Revenues and Unclaimed Property as the receipt of these revenues occurs at discrete points in time over the course of a fiscal year. Further complicating matters is the fact that the discrete pattern of receipts varies so that payments received do not necessarily occur at the same point in time in each fiscal year.*

The Office of Revenue Analysis (ORA) has modified the Cash Collections Report to shorten it without sacrificing any detailed information that might be of interest to users of the report. Specifically, ORA has moved the written portion of the cash flow differences section into the individual revenue item sections. For example, cash flow differences for personal income tax are listed under the personal income tax by component table. ORA has provided a linked page number in the cash flow differences table to assist readers in finding these disaggregated cash flow differences sections within the body of the report. Additionally, ORA was able to determine the amount of sales and use tax generated by meals and beverages prepared away from home and sold for immediate consumption. This information is now included in the sales and use tax cash collections by component table, along with total non-motor vehicle sales and use taxes less the sales and use tax collections from meals and beverages. Finally, ORA has decided to provide figures for the general business taxes less business corporation tax. Data on business corporation tax cash collections by component immediately follows the sales and use tax cash collections by component section.

Cash Flow Differences

In the following *Fiscal Year-To-Date through May* cash flow differences table, ORA has only included entries for general revenue items that received greater than \$100,000 from the 2017 Tax Amnesty program. Please see the appendix for more information on all general revenue items that received funds from the 2017 Tax Amnesty program in fiscal year-to-date FY 2018.

Fiscal Year-To-Date through May:

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

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2019	YTD FY 2018
9 / 9	Personal Income Tax	FY 2019 correction for prior period payments transferred from bus corp tax	\$3,790,735	\$(3,075,805)
9	Personal Income Tax	Large withholding payment(s) in Jan 2019	\$5,772,127	\$0
9	Personal Income Tax	Large estimated payment(s) in Sept 2017	\$0	\$2,511,323
9	Personal Income Tax	FY 2018 correction for prior period payments transferred from bus corp tax	\$0	\$3,268,041
28	Personal Income Tax	2017 Tax Amnesty	\$0	\$7,142,208
13 / 13	Business Corp Tax	FY 2019 correction for prior period payments transferred to pers inc tax	\$(3,790,735)	\$3,075,805
13 / 13	Business Corp Tax	FY 2019 correction for prior period payments transferred to financial inst tax	\$(3,225,000)	\$1,575,000
13	Business Corp Tax	FY 2019 correction for prior period payment(s) transferred to insurance tax	\$(164,000)	\$0
14	Business Corp Tax	FY 2018 correction for prior period payments transferred to pers inc tax	\$0	\$(3,268,041)
14	Business Corp Tax	FY 2018 correction for prior period payments transferred to financial inst tax	\$0	\$(1,085,000)
28	Business Corp Tax	2017 Tax Amnesty	\$0	\$2,214,438
28	Public Utilities	2017 Tax Amnesty	\$0	\$160,961
16 / 16	Financial Inst Tax	FY 2019 correction for prior period payments transferred from bus corp tax	\$3,225,000	\$(1,575,000)
16	Financial Inst Tax	FY 2018 correction for prior period payments transferred from bus corp tax	\$0	\$1,085,000
28	Financial Inst Tax	2017 Tax Amnesty	\$0	\$105,255

Page Number	Revenue Source	Cash Flow Differences	YTD FY 2019	YTD FY 2018
16	Ins Gross Premiums Tax	FY 2019 correction for prior period payment(s) transferred from bus corp tax	\$164,000	\$0
17	Ins Gross Premiums Tax	Jul 2017 reimbursement of redeemed HSTCs accrued to FY 2017	\$0	\$1,297,387
11	Sales and Use Tax	Oct 2018 transfer from meals and beverage tax due to prior period audits	\$535,423	\$0
11	Sales and Use Tax	Audit payment(s)	\$0	\$500,000
28	Sales and Use Tax	2017 Tax Amnesty	\$0	\$3,675,602
18	MV License & Reg Fees	State's share of June 2018 receivable	\$36,568	\$0
18	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$8,559,713
19	MV License & Reg Fees	RIHMA transfer overpayment	\$0	\$(309,366)
20 / 20	Estate and Transfer	Large, infrequent payment(s) received in fiscal year-to-date	\$5,085,000	\$72,289,579
28	Estate and Transfer	2017 Tax Amnesty	\$0	\$1,427,083
20	Realty Transfer Tax	Large, infrequent controlling interest payment(s) received in Aug 2018	\$1,166,958	\$0
22	Departmental Receipts	Hospital licensing fee incr. from 5.652% to 5.856 % and advance base	\$13,140,335	\$0
23	Departmental Receipts	Payment made to Providence in Aug 2018 that accrued to FY 2018	\$(537,270)	\$0
28	Departmental Receipts	2017 Tax Amnesty	\$0	\$6,648,940
25	Other Misc. Revenues	Transfer of excess reserves from energy program	\$0	\$12,500,000
26 / 26	Lottery Transfer	Overpayments to the general fund	\$25,319,345	\$13,400,000
26	Lottery Transfer	Receipt of prior year revenues	\$0	\$1,910,826

Month of May:

The following table displays the differences in cash flows for May 2019 and May 2018:

Page Number	Revenue Source	Cash Flow Differences	May 2019	May 2018
15	Business Corp Tax	Correction for Apr 2018 payment(s) transferred to financial inst tax	\$(175,000)	\$0
17	Financial Inst Tax	Correction for Apr 2018 payment(s) transferred from bus corp tax	\$175,000	\$0
17	Ins Gross Premiums Tax	April 2018 HSTCs reimbursed in May 2018	\$0	\$3,550,000
19	MV License & Reg Fees	Change in transfer to RIHMA of MV license and reg fees	\$0	\$1,133,977
19	MV License & Reg Fees	RIHMA transfer overpayment	\$0	\$(309,366)
24	Departmental Receipts	Hospital licensing fee incr. from 5.652% to 5.856 % and advance base	\$(323,142)	\$0
24	Departmental Receipts	Early deposit to Rhode Island Veterans Home for board and support	\$0	\$(330,239)
25	Other Misc. Revenues	Transfer of excess reserves from energy program	\$0	\$12,500,000
27 / 27	Lottery Transfer	Advance payments to the general fund	\$1,180,744	\$13,400,000

Historic Structures Tax Credit Reimbursements:

FY 2019 total Historic Structures Tax Credit (HSTC) redemptions/reimbursements for all taxes through May were \$16.0 million compared to \$24.8 million reimbursed in FY 2018 through May, a decrease of 35.6 percent. May 2019 HSTC redemptions/reimbursements for all taxes were \$7.7 million, 20.4 percent more than the \$6.4 million reimbursed in May 2018.

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

Tax Type	Year-to-Date		Monthly	
	FY 2019	FY 2018	May 2019	May 2018
Personal Income	\$ 5,052,423	\$ 5,114,017	\$ 395,249	\$ 780,860
Business Corporation	16,357	504,080	0	0
Financial Institutions	0	0	0	0
Insurance/Non-HMOs	1,206,374	11,913,240	10,423	5,363,240
Insurance/HMOs	7,000,000	3,247,837	7,000,000	0
Non-Profit Refund	2,703,379	4,049,067	250,000	216,788
Total	\$ 15,978,534	\$ 24,828,240	\$ 7,655,671	\$ 6,360,888

Personal Income Tax Cash Collections by Component

The tables below are based on data provided by the Division of Taxation and break down personal income tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

Fiscal Year-to-Date through May:

Component	FY 2019	FY 2018	Difference	% Change
Estimated Payments	\$ 183,397,878	\$ 217,616,663	\$ (34,218,784)	-15.7 %
Final Payments *	266,797,573	212,206,955	54,590,617	25.7 %
Refunds/Adjustments	(327,061,264)	(314,786,425)	(12,274,839)	3.9 %
Withholding Tax Payments	1,117,540,752	1,091,063,253	26,477,499	2.4 %
* Includes HSTC reimbursements of \$5.05 million in FY 2019 YTD and \$5.11 million in FY 2018 YTD.				

For the January through May 2019 period, 437,807 income tax refunds were paid for TY 2018 at an average of \$592.72. For the comparable period in the prior year, 430,971 income tax refunds were paid for TY 2017 at an average of \$593.53.

Cash Flow Differences:

FY 2019

- Refunds and adjustments include \$3.8 million for net transfers between personal income tax and business corporation tax to correct for payments received in prior periods as listed below:
 - \$288,275 for September 2018 transfers to correct for payments paid in September 2017 and March 2018 to business corporation tax instead of personal income tax;
 - \$3.3 million for October 2018 transfers to correct for payments paid in FY 2017 – FY 2018 to business corporation tax instead of personal income tax;
 - \$150,000 for a December 2018 transfer to correct for payment(s) paid in June 2015 to personal income tax instead of business corporation tax;
 - \$304,060 for an April 2019 transfer to correct for payment(s) paid in March 2018 to business corporation tax instead of personal income tax.
- Withholding tax payments include \$5.8 million in large payment(s) received in January 2019.

FY 2018

- Year-to-date FY 2018 finals and estimated payments do not include \$3.1 million in payments incorrectly paid to business corporation tax. These payments were corrected for in September and October 2018 and April 2019 as follows:
 - \$163,000 in September 2018 to correct for payment(s) received in September 2017;
 - \$2,483,470 in October 2018 to correct for payments received in September 2017, December 2017, and March 2018;
 - 304,060 in April 2019 to correct for payment(s) received in March 2018.
- FY 2018 year-to-date personal income tax cash collections include large, infrequent estimated payment(s) of \$2.5 million received in September 2017.
- Refunds and adjustments include a net \$3.3 million for transfers between personal income tax and business corporation tax to correct for payments received in prior periods as listed below:
 - \$120,564 for a July 2017 transfer to correct for payment(s) received in July 2016 that were made to business corporation tax instead of personal income tax;
 - \$459,309 for an August 2017 transfer to correct for payments received in March and April 2016 that were made to business corporation tax instead of personal income tax;
 - \$2,858,168 for November 2017 transfers to correct for payments received in FY 2015 – FY 2017 that were made to business corporation tax instead of personal income tax;
 - \$170,000 for a January 2018 transfer to correct for payment(s) received in September 2016 that were made to personal income tax instead of business corporation tax.
- Personal income tax includes a net \$7.1 million in funds received from the 2017 Tax Amnesty program in year-to-date FY 2018.

- \$6.9 million was received in final payments in December through April 2018, \$12,263 of which was collected in interest on overdue taxes in April and transferred to departmental receipts fines and penalties in June 2018;
- Included in year-to-date FY 2018 refunds and adjustments is a transfer of \$4.0 million in interest on overdue taxes that was collected in December 2017 through March 2018 and transferred to departmental receipts fines and penalties in January and April 2018;
- \$289,621 was received in withholding payments in December through April 2018, \$628 of which was collected in interest on overdue taxes in April and transferred to departmental receipts fines and penalties in June 2018.

Month of May:

Component	May 2019	May 2018	Difference	% Change
Estimated Payments	\$ 4,693,758	\$ 4,764,386	\$ (70,628)	-1.5 %
Final Payments *	7,643,346	7,255,983	387,363	5.3 %
Refunds/Adjustments	(17,955,715)	(21,525,591)	3,569,876	-16.6 %
Withholding Tax Payments	94,086,295	100,671,846	(6,585,551)	-6.5 %
* Includes HSTC reimbursements of \$395,249 in May 2019 and \$780,860 in May 2018.				

For the May 2019 period, 22,802 income tax refunds were paid for TY 2018 at an average of \$727.27. For the comparable period in the prior year, 20,117 income tax refunds were paid for TY 2017 at an average of \$1,035.60.

Sales and Use Tax Cash Collections by Component

The tables below are based on data provided by the Division of Taxation and break down sales and use tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts.

Fiscal Year-to-Date through May:

Component	FY 2019	FY 2018	Difference	% Change
Net Taxation *	\$ 898,854,697	\$ 839,379,981	\$ 59,474,716	7.1 %
Providence Place Mall *	11,285,353	13,322,792	(2,037,439)	-15.3 %
Total Non-Motor Vehicle (MV)	\$ 910,140,050	\$ 852,702,773	\$ 57,437,277	6.7 %
Meals and Beverage (M&B)	181,164,535	179,379,741	1,784,794	1.0 %
Total Non-MV Less M&B	\$ 728,975,515	\$ 673,323,031	\$ 55,652,483	8.3 %
Motor Vehicle Use Tax Receipts^	\$ 108,266,478	\$ 101,290,877	\$ 6,975,601	6.9 %
* Net Taxation includes a transfer in FY 2019 YTD of \$1.1 million from Providence Place Mall for prior period payment(s) received in FY 2017 - 2018. FY 2018 YTD Providence Place Mall receipts include \$848,771 in payments incorrectly paid to Providence Place Mall instead of Net Taxation.				
^ Previously referred to as Registry Receipts.				

Cash Flow Differences:

FY 2019

- FY 2019 year-to-date sales and use tax cash collections include transfer(s) of \$535,423 from meals and beverage tax in October 2018 associated with prior year audit(s).

FY 2018

- FY 2018 year-to-date sales and use tax cash collections include payment(s) of \$500,000 associated with the audit of prior year sales and use taxes incurred.
- Net taxation receipts in year-to-date FY 2018 include a net \$3.7 million received from the 2017 Tax Amnesty program.
 - Of that figure, \$69 was collected in interest on overdue taxes in April 2018 and transferred to departmental receipts fines and penalties in June 2018.
 - FY 2018 YTD also includes the transfer of interest on overdue taxes collected in December 2017 through March 2018 from the 2017 Tax Amnesty program of \$1.1 million to departmental receipts fines and penalties in January and April 2018.

Month of May:

Component	May 2019	May 2018	Difference	% Change
Net Taxation *	\$ 80,615,007	\$ 72,095,774	\$ 8,519,234	11.8 %
Providence Place Mall *	1,014,727	1,170,303	(155,575)	-13.3 %
Total Non-Motor Vehicle (MV)	\$ 81,629,735	\$ 73,266,077	\$ 8,363,658	11.4 %
Meals and Beverage (M&B)	16,117,312	15,010,714	1,106,598	7.4 %
Total Non-MV Less M&B	\$ 65,512,423	\$ 58,255,363	\$ 7,257,060	12.5 %
Motor Vehicle Use Tax Receipts^	\$ 10,240,731	\$ 10,469,717	\$ (228,986)	-2.2 %
^ Previously referred to as Registry Receipts.				
* May 2018 Providence Place Mall receipts include \$171,379 in payments incorrectly paid to Providence Place Mall instead of Net Taxation.				

Business Corporation Tax Cash Collections by Component:

Effective for tax years beginning on or after January 1, 2018, businesses with Rhode Island tax liabilities will make estimated payments equal to 25 percent of their expected tax year liabilities in April, June, September, and December. This estimated payments schedule is in contrast to the estimated payments schedule of 40 percent of expected total tax liability due in March and 60 percent of expected total tax liability due in June that was in place for tax years ending on or before December 31, 2017.

The tables below are based on data provided by the Division of Taxation and break down business corporation tax cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that differences may exist between the figures reported by the Division of Taxation and those reported by the Controller due to timing differences in the posting of receipts. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

Fiscal Year-to-Date through May:

Component	FY 2019	FY 2018	Difference	% Change
Estimated Payments	\$ 88,728,394	\$ 62,674,724	\$ 26,053,670	41.6 %
Final Payments *	97,082,091	61,971,216	35,110,875	56.7 %
Refunds/Adjustments	(44,119,508)	(45,411,216)	1,291,707	-2.8 %
* Includes HSTC reimbursements of \$16,357 in FY 2019 YTD and \$504,080 in FY 2018 YTD.				

Cash Flow Differences:

FY 2019

- Refunds and adjustments include net transfers from business corporation tax to personal income tax of \$3.8 million to correct for payments received in prior periods as listed below:
 - \$288,275 for a September 2018 transfer to correct for payments paid in September 2017 and March 2018 to business corporation tax instead of personal income tax;
 - \$3.3 million for an October 2018 transfer to correct for payments paid in FY 2017 – FY 2018 to business corporation tax instead of personal income tax;
 - \$150,000 for a December 2018 transfer to correct for payment(s) made in June 2015 to personal income tax instead of business corporation tax;
 - \$304,060 for an April 2019 transfer to correct for payment(s) made in March 2018 to business corporation tax instead of personal income tax.
- Refunds and adjustments include transfers of \$3.2 million to financial institutions tax to correct for payments received in prior periods as listed below:
 - \$800,000 for an August 2018 transfer to correct for payment(s) received in January 2018;
 - \$1,575,000 for a September 2018 transfer to correct for payments received in FY 2016 – FY 2018;
 - \$575,000 for a December 2018 transfer to correct for payment(s) received in March 2017;
 - \$100,000 for an April 2019 transfer to correct for payment(s) received in March 2018;
 - \$175,000 for a May 2019 transfer to correct for payment(s) received in April 2018.
- Refunds and adjustments include a transfer of \$164,000 to insurance company gross premiums tax to correct for payment(s) received in March 2017.

FY 2018

- Year-to-date FY 2018 finals and estimated payments include \$3.1 million in payments incorrectly paid to business corporation tax instead of personal income tax. These payments were as follows:
 - \$288,275 received in September 2017 and were corrected for in September 2018;
 - \$2,483,470 received in September 2017, December 2017, and March 2018 and were corrected for in October 2018;
 - \$304,060 received in March 2018 and were corrected for in April 2019.
- Year-to-date FY 2018 estimated payments include \$1.6 million in payment(s) incorrectly paid to business corporation tax instead of financial institutions tax as follows:
 - \$500,000 in December 2017 that were corrected for in September 2018;
 - \$800,000 in January 2018 that were corrected for in August 2018;
 - \$100,000 in March 2018 that were corrected for in April 2019;

- \$175,000 in April 2018 that were corrected for in May 2019.
- Refunds and adjustments include net transfers between business corporation tax and personal income tax of \$3.3 million to correct for payments received in prior periods as listed below:
 - \$120,564 for a July 2017 transfer to correct for payment(s) received in July 2016 that were incorrectly paid to business corporation tax instead of personal income tax;
 - \$459,309 for an August 2017 transfer to correct for payments received in March and April 2016 that were incorrectly paid to business corporation tax instead of personal income tax;
 - \$2.9 million for November 2017 transfers to correct for payments received in FY 2015 – FY 2017 that were incorrectly paid to business corporation tax instead of personal income tax;
 - \$170,000 for a January 2018 transfer to correct for payment(s) received in September 2016 that were incorrectly paid to personal income tax instead of business corporation tax.
- Refunds and adjustments include transfers to financial institutions tax of \$1.1 million to correct for payments received in prior periods as listed below:
 - \$500,000 for a November 2017 transfer to correct for payment(s) received in January 2017;
 - \$485,000 for a December 2017 transfer to correct for payment(s) of \$275,000 received in June 2015 and payment(s) of \$210,000 received in March 2017;
 - \$100,000 for a March 2018 transfer to correct for payment(s) received in March 2016.
- Included in year-to-date FY 2018 is a net \$2.2 million received from the 2017 Tax Amnesty program.
 - Of that figure, \$2,256 was collected in interest on overdue taxes in April 2018 and transferred to departmental receipts fines and penalties in June 2018.
 - Also included in FY 2018 YTD is the transfer of \$706,106 in interest on overdue taxes deposits collected from the 2017 Tax Amnesty program in December 2017 through March 2018 to departmental receipts fines and penalties in January and April 2018.

Month of May:

Component	May 2019	May 2018	Difference	% Change
Estimated Payments	\$ 4,218,790	\$ 1,671,770	\$ 2,547,020	152.4 %
Final Payments	4,002,500	2,544,107	1,458,393	57.3 %
Refunds/Adjustments	(3,070,744)	(2,747,773)	(322,971)	11.8 %

Cash Flow Differences:

May 2019

- Business corporation tax refunds and adjustments cash collections include a transfer to financial institutions tax of \$175,000 in May 2019 to correct for payment(s) received in April 2018.

General Business Taxes Other than Business Corporation Tax

May	FY 2019	FY 2018	Difference	% Change
Fiscal YTD	\$ 230,293,820	\$ 143,556,455	\$ 86,737,365	60.4 %
Month	\$ 12,896,618	\$ 7,435,034	\$ 5,461,584	73.5 %

Effective for tax years beginning on or after January 1, 2018, businesses with Rhode Island tax liabilities will make estimated payments equal to 25 percent of their expected tax year liabilities in April, June, September, and December. The current estimated payments schedule is in contrast to the estimated payments schedule of 40 percent of expected total tax liability due in March and 60 percent of expected total tax liability due in June that was in place for tax years ending on or before December 31, 2017. There is one exception to this payment pattern, namely the health care provider assessment, payments of which are made on a monthly basis. As a result, health care provider assessments flow more evenly into the general fund over the course of a fiscal year. Please see the cash flow differences table below for information on cash flow anomalies between year-to-date FY 2019 and year-to-date FY 2018.

Fiscal Year-to-Date through May:

General business taxes other than business corporation tax collected through May of FY 2019 increased by 60.4 percent over general business taxes other than business corporation tax collected through May of FY 2018. FY 2019 general business taxes other than business corporation tax collected through May were \$230.3 million compared to \$143.6 million collected for the same period in FY 2018, an increase of \$86.7 million.

The following general business taxes categories showed significant increases in cash collections on a fiscal year-to-date basis. These increases are believed to be due, in large part, to the change in the estimated payments schedule noted above:

- Public utilities gross earnings tax cash collections of \$79.5 million were \$46.8 million, or 143.1 percent, more than the \$32.7 million collected in FY 2018 through May.
- Financial institutions tax cash collections were \$18.1 million in year-to-date FY 2019, \$9.8 million more than the \$8.3 million collected during the same period last fiscal year, a difference of 118.4 percent.
- Insurance company gross premiums tax cash collections of \$90.1 million were \$29.2 million more than the \$60.9 million received on a year-to-date basis in FY 2018. Included in FY 2019 year-to-date insurance company gross premiums tax cash collections is \$8.2 million in reimbursed HSTCs. Insurance company gross premiums tax

cash collections includes \$15.2 million of reimbursed HSTCs that were received in year-to-date FY 2018. Of that figure, \$1.3 million was accrued back to FY 2017.

- Bank deposits tax cash collections were \$2.1 million, \$1.1 million more than in FY 2018 through May when \$1.0 million was received from bank deposits taxpayers, a difference of 112.8 percent.

FY 2019 year-to-date through May health care provider assessment cash collections decreased by \$229,064, or 0.6 percent, compared to the same period last fiscal year.

Cash Flow Differences:

FY 2019

- Financial institutions tax cash collections include transfers of \$3.2 million from business corporation tax to correct for payments received in prior periods as listed below:
 - \$800,000 in August 2018 to correct for payment(s) received in January 2018;
 - \$1,575,000 in September 2018 to correct for payments received in FY 2016 – FY 2018;
 - \$575,000 in December 2018 to correct for payment(s) received in March 2017;
 - \$100,000 in April 2019 to correct for payment(s) received in March 2018;
 - \$175,000 in May 2019 to correct for payment(s) received in April 2018.
- Insurance company gross premiums tax cash collections include a transfer of \$164,000 from business corporation tax in December 2018 to correct for payment(s) received in March 2017.

FY 2018

- Public utilities gross earnings tax received \$160,961 from the 2017 Tax Amnesty program in year-to-date FY 2018.
- Financial institutions tax cash collections do not include \$1.6 million of funds that were incorrectly paid to business corporation tax in year-to-date FY 2018 as follows:
 - \$500,000 in December 2017 that were corrected for in September 2018;
 - \$800,000 in January 2018 that were corrected for in August 2018;
 - \$100,000 in March 2018 that were corrected for in April 2019;
 - \$175,000 in April 2018 that were corrected for in May 2019.
- Financial institutions tax cash collections include transfers of \$1.1 million from business corporation tax to correct for payments received in prior periods as listed below:
 - \$500,000 in November 2017 to correct for payment(s) received in January 2017;
 - \$485,000 in December 2017 to correct for payment(s) of \$275,000 received in June 2015 and payment(s) of \$210,000 received in March 2017;
 - \$100,000 in March 2018 to correct for payment(s) received in March 2016.
- Financial institutions tax received \$105,255 from the 2017 Tax Amnesty program in year-to-date FY 2018. Please see the appendix for information on the other general business taxes other than business corporation tax that received payments via the 2017 Tax Amnesty program.

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

Month of May:

General business taxes other than business corporation tax collected in May 2019 increased by 73.5 percent from general business taxes other than business corporation tax collected in May 2018. May 2019 general business taxes other than business corporation tax were \$12.9 million compared to \$7.4 million collected for May 2018, an increase of \$5.5 million.

Public utilities gross earnings tax cash collections in May 2019 of \$232,889 were up \$135,629, or 139.4 percent, over collections in May 2018. Financial institutions tax cash collections of \$171,429 were up \$6.3 million in May 2019 compared to the \$(6.2 million) collected in May 2018, a difference of -102.8 percent. Insurance company gross premiums tax cash collections were down \$734,304, or 7.7 percent, in May 2019 vs May 2018. Included in insurance company gross premiums tax cash collections are reimbursed HSTCs of \$7.0 million in May 2019 and \$5.4 million in May 2018. May 2019 cash collections for the health care provider assessment were down \$196,435, or 5.1 percent, compared to May 2018.

Bank deposits tax cash collections did not show a significant year-over-year difference.

Cash Flow Differences:

May 2019

- Financial institutions tax cash collections include a transfer from business corporation tax to financial institutions tax of \$175,000 to correct for payment(s) received in April 2018.

May 2018

- May 2018 insurance company gross premiums tax cash collections include \$3.6 million in HSTCs that were reimbursed in May 2018 but redeemed in April 2018.

Excise Taxes Other Than the Sales and Use Tax

May	FY 2019	FY 2018	Difference	% Change
Fiscal YTD	\$ 145,876,584	\$ 158,859,367	\$ (12,982,783)	-8.2 %
Month	\$ 13,101,403	\$ 15,994,558	\$ (2,893,155)	-18.1 %

Fiscal Year-to-Date through:

Excise taxes other than sales and use taxes collected in FY 2019 through May decreased by 8.2 percent from excise taxes other than sales and use taxes collected through May of FY 2018. FY 2019 excise taxes other than sales and use taxes collected through May were \$145.9 million compared to the \$158.9 million collected for the same period last fiscal year, a decrease of \$13.0 million.

Motor vehicle license and registration fees were \$950,729 in FY 2019 through May, which is \$8.2 million, or 89.6 percent, less than motor vehicle license and registration fees in FY 2018 through May of \$9.2 million. Except for adjustments, motor vehicle license and registration fees in FY 2019 year-to-date include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes and smokeless tobacco (which also includes cigars and pipe tobacco), and a one-time cigarette floor stock tax. The cigarette floor stock tax is imposed only when there is an increase in the excise tax rate on cigarettes. Total cigarette and other tobacco products (OTP) excise tax cash receipts through May of FY 2019 were \$126.3 million, down \$5.5 million compared to the \$131.8 million collected for the same period last fiscal year, a decrease of 4.2 percent. Included in year-to-date FY 2019 cigarette and OTP excise tax cash collections is \$42,888 in cigarette floor stock receipts and \$8.7 million of OTP taxes. In year-to-date FY 2018, these amounts were \$1.4 million and \$8.0 million, respectively. Also included in year-to-date FY 2018 is \$23,594 of cigarette tax receipts received from the 2017 Tax Amnesty program.

Finally, the change in Rhode Island cigarette sales is determined. Cigarette floor stock tax, OTP tax cash collections, and Tax Amnesty receipts are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. Through May of FY 2019, Rhode Island cigarette sales decreased 2.4 percent compared to the same period last fiscal year.

Alcohol excise tax cash collections in FY 2019 through May increased \$780,019, or 4.4 percent, over collections in FY 2018 through May.

Cash Flow Differences:

FY 2019

- Motor vehicle license and registration fees include \$36,568 from a June 2018 receivable. This figure is the portion due to the general fund at the final enacted rate of 60.0 percent of FY 2018 motor vehicle license and registration fees.

FY 2018

- After accounting for the State's portion of the June 2018 receivable noted above and the overpayment to Rhode Island Highway Maintenance Account (RIHMA) noted below, motor vehicle license and registration fees were greater by \$8.6 million in year-to-date FY 2018 compared to year-to-date FY 2019. Effective July 1, 2018, all motor vehicle license and registration fees are transferred to RIHMA except duplicate license and license update fees. In FY 2018 year-to-date, only 80.0 percent of motor vehicle license and registration fees were transferred to RIHMA. In FY 2018 through May, the transfer to RIHMA was \$38.1 million compared to the transfer of \$48.4 million in FY 2019 through May, which is a difference of \$10.3 million. The FY 2019 year-to-date RIHMA transfer includes \$54,852 from the June 2018 receivable noted above. This transfer was done at the final enacted rate of 60.0 percent of FY 2018 motor vehicle license and registration fees.

- Motor vehicle license and registration fees in year-to-date FY 2018 do not include \$309,366 as a result of an overpayment transferred to RIHMA. The correction for this overpayment was made in June 2018.

Month of May:

Excise taxes other than sales and use taxes collected in May 2019 decreased by 18.1 percent from excise taxes other than sales and use taxes collected in May 2018. May 2019 excise taxes other than sales and use taxes were \$13.1 million compared to the \$16.0 million collected for the same period last fiscal year, a decrease of \$2.9 million.

Motor vehicle license and registration fees in May 2019 were \$86,300, which is 90.5 percent less than motor vehicle license and registration fees in May 2018 of \$910,911. May 2019 motor vehicle license and registration fees include only duplicate license and license update fees. Additionally, duplicate license and license update fees increased from \$5 to \$25, effective July 1, 2018.

Rhode Island cigarettes tax receipts are comprised of excise taxes collected on the sale of cigarettes and smokeless tobacco (which also includes cigars and pipe tobacco), and a one-time cigarette floor stock tax. The cigarette floor stock tax is imposed only when there is an increase in the excise tax rate on cigarettes. Total cigarette and OTP excise tax cash receipts in May 2019 were \$11.2 million, down \$2.2 million compared to the \$13.5 million collected for the same period last fiscal year, a decrease of 16.6 percent. Included in May 2019 cigarette and OTP excise tax cash collections are \$623 in cigarette floor stock receipts and \$773,651 of OTP taxes. For May 2018, the comparable figures were \$2,912 in cigarette floor stock receipts and \$762,229 in OTP tax receipts.

Finally, the change in Rhode Island cigarette sales is determined. Cigarette floor stock tax and other tobacco products tax cash collections are netted out of the cigarettes tax cash receipts data, yielding only cigarette excise tax cash collections. In May 2019, Rhode Island cigarette sales decreased 17.7 percent compared to May 2018.

Alcohol excise tax cash collections were up \$168,273, or 10.5 percent, on a year-over-year basis.

Cash Flow Differences:

May 2018

- After accounting for the overpayment to RIHMA noted below, motor vehicle license and registration fees were greater by \$1.1 million in May 2018 compared to May 2019. Effective July 1, 2018, all motor vehicle license and registration fees are transferred to RIHMA except duplicate license and license update fees. In May 2018, only 80.0 percent of motor vehicle license and registration fees were transferred to RIHMA. In May 2018, the transfer to RIHMA was \$5.2 million compared to the transfer of \$5.4 million in May 2019, which is a difference of \$216,431.
- Motor vehicle license and registration fees in May 2018 do not include \$309,366 as a result of an overpayment transferred to RIHMA. A correction for this overpayment was made in June 2018.

Other Taxes

May	FY 2019	FY 2018	Difference	% Change
Fiscal YTD	\$ 53,985,991	\$ 113,753,227	\$ (59,767,236)	-52.5 %
Month	\$ 4,547,964	\$ 2,965,447	\$ 1,582,517	53.4 %

Fiscal Year-to-Date through May:

Other taxes collected in FY 2019 through May decreased 52.5 percent from other taxes collected through May of FY 2018. FY 2019 other taxes collected through May were \$54.0 million compared to the \$113.8 million collected in the same period last fiscal year, a decrease of \$59.8 million. FY 2019 estate and transfer taxes collected through May were \$39.5 million, down \$61.6 million compared to the same period in FY 2018, a decrease of 60.9 percent. FY 2019 realty transfer taxes collected through May were \$13.5 million, up \$1.8 million, or 15.2 percent, compared to the same period last fiscal year.

Cash Flow Differences:

FY 2019

- Year-to-date FY 2019 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$5.1 million.
- Year-to-date FY 2019 realty transfer tax cash collections include large, infrequently occurring controlling interest payment(s) of \$1.2 million received in August 2018.

FY 2018

- Year-to-date FY 2018 estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$72.3 million.
- Estate and transfer tax cash collections include a net \$1.4 million of receipts from the 2017 Tax Amnesty program. Also included is a transfer of \$782,535 of interest on overdue taxes collected in December 2017 through March 2018 and transferred to departmental receipts fines and penalties in January and April 2018.

Month of May:

Other taxes collected in May 2019 increased 53.4 percent over other taxes collected in May 2018. May 2019 other taxes cash collections were \$4.5 million compared to the \$3.0 million collected in May 2018, an increase of \$1.6 million. Estate and transfer taxes collected in May 2019 were \$3.1 million, up \$1.2 million compared to the same period in FY 2018, an increase of 69.1 percent. Realty transfer taxes collected in May 2019 were \$1.4 million, up \$344,704, or 33.9 percent, compared to May 2018.

Cash Flow Differences:

May 2018

- Estate and transfer tax cash collections include large, infrequently occurring payment(s) of \$5.1 million.
- Estate and transfer tax cash collections include a transfer of \$669,212 to departmental receipts fines and penalties for interest on overdue taxes collected from the 2017 Tax Amnesty program in January through March 2018.

Departmental Receipts Cash Collections by Component

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

Fiscal Year-to-Date through May:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Fiscal Year-to-Date* table, total departmental receipts in FY 2019 through May increased by 9.1 percent compared to total departmental receipts in FY 2018 through May. Fiscal year-to-date total departmental receipts collected in FY 2019 were \$377.8 million compared to \$346.1 million collected for the same period last year, an increase of \$31.6 million.

The licenses and fees category of departmental receipts through May of FY 2019 was up \$27.4 million, or 9.8 percent, over the \$279.9 million collected through May of FY 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 in year-to-date FY 2019 versus year-to-date FY 2018 are listed below:

Licenses and Fees	Nominal Increase / Decrease
Hospital licensing fee *	\$ 13,140,335
Registration fees for securities ^	6,398,355
Insurance claim adjusters license fees †	4,588,660
Physician license fees	(3,118,777)
Real estate license fees	(834,480)
Veterinary medicine	(310,237)
^ The mutual funds registration fee increased from \$1,000 to \$1,750 in FY 2019.	
† The license fee for insurance claim adjusters increased from \$150 to \$250 in FY 2019.	

The fines and penalties category of departmental receipts through May of FY 2019 was up \$34,601, or 0.1 percent, over the \$37.1 million collected through May of FY 2018. In the fines and penalties category, the two accounts with nominal increases and three accounts with the largest nominal decreases greater than \$100,000 in year-to-date FY 2019 compared to year-to-date FY 2018 are listed below.

Fines and Penalties	Nominal Increase / Decrease
Penalty on overdue taxes	\$ 3,208,247
Insurance verification license reinstatement fees	278,617
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Interest on overdue taxes *	(2,686,117)
Utility fines	(242,600)
Recovered wages administration fees	(153,272)

The *sales and services* category of departmental receipts through May of FY 2019 was up \$380,027 over the \$9.2 million collected through May of FY 2018, an increase of 4.1 percent. The two sales and services accounts that had nominal increases and one account that had a nominal decrease greater than \$100,000 on a fiscal year-to-date over fiscal year-to-date basis were:

Sales and Services	Nominal Decrease
Rhode Island Veterans Home Board and Support *	\$ 206,137
Clinical Testing	171,620
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Well water	(104,491)

Miscellaneous departmental receipts through May of FY 2019 were up \$3.8 million, or 19.3 percent, over the \$19.9 million collected through May of FY 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 for year-to-date FY 2019 versus year-to-date FY 2018 are listed below:

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Income on investments	\$ 1,423,105
Miscellaneous refunds – Treasury Department	1,014,998
Miscellaneous revenues – Office of the Attorney General	725,801
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Income tax refund checks written off	(454,036)
Cost recovery account – Office of the Attorney General	(185,418)
Cost recovery account – Department of Administration	(161,393)

Cash Flow Differences:

FY 2019

- In licenses and fees, cash collections from the hospital licensing fee were \$13.1 million more in year-to-date FY 2019 compared to year-to-date FY 2018. In general, the prior fiscal year hospital licensing fee is received in July of the current year. The hospital licensing fee rate for FY 2017 was 5.652 percent compared to 5.856 percent for FY 2018, and the hospital licensing fee base advanced from hospital FY 2015 net patient revenues in FY 2017 to hospital FY 2016 net patient revenues in FY 2018. Not included in FY 2019 YTD or FY 2018 YTD cash collections from the hospital licensing fee is the payment from Eleanor Slater Hospital, which is received in June of the fiscal year for which it is due.

- Licenses and fees include a payment of \$537,270 to the City of Providence for the city's share of the Wexford Innovation Center building permit fees that was made in August 2018 but accrued back to FY 2018.

FY 2018

- Included in fines and penalties is \$6.6 million received from the 2017 Tax Amnesty program as interest on overdue taxes.

Month of May:

As is apparent from the *State of Rhode Island Monthly Cash Collections: Month of May* table, total departmental receipts in May 2019 increased by 9.5 percent compared to total departmental receipts in May 2018. Departmental receipts collected in May 2019 were \$18.9 million compared to \$17.2 million collected for the same period last fiscal year, an increase of \$1.6 million.

The *licenses and fees* category of departmental receipts in May 2019 was down \$167,196, or 1.2 percent, from the \$13.6 million collected in May 2018. The three accounts with the largest nominal increases / decreases greater than \$100,000 in May 2019 versus May 2018 are listed below:

Licenses and Fees	Nominal Increase / Decrease
Expense recovery account – Public Utilities	\$ 1,560,861
Insurance claim adjusters license fees †	636,195
Automobile insurance fee	427,019
Physician license fees	(3,246,495)
Hospital licensing fee *	(323,142)
Real estate license fees	(186,820)
† The license fee for insurance claim adjusters increased from \$150 to \$250 in FY 2019.	

The *fines and penalties* category of departmental receipts in May 2019 was up \$58,076, or 5.1 percent, over the \$1.1 million collected in May 2018. No fines and penalties accounts had a nominal increase or decrease greater than \$100,000 for May 2019 versus May 2018.

The *sales and services* category of departmental receipts in May 2019 was up \$709,628 over the \$413,266 collected in May 2018, an increase of 171.7 percent. The three sales and services account with the largest nominal increases greater than \$100,000 for May 2019 versus May 2018 are listed below. No sales and services accounts had a nominal decrease greater than \$100,000 for May 2019 versus May 2018.

Sales and Services	Nominal Increase
Rhode Island Veterans Home Board and Support *	\$ 347,790
Clinical Testing	201,729
Rentals and other receipts from Galilee and Point Judith	179,210

Miscellaneous departmental receipts in May 2019 were up \$1.0 million, or 48.2 percent, over the \$2.1 million collected in May 2018. The three miscellaneous departmental receipts accounts with the largest nominal increases greater than \$100,000 for May 2019 versus May 2018 are listed below. No miscellaneous departmental receipts accounts had a nominal decrease greater than \$100,000 on a year-over-year basis.

Miscellaneous Departmental Receipts	Nominal Increase / Decrease
Insurance examination fees	\$ 371,443
Income on investments	162,369
Cost recovery account – Department of Health	152,178

Cash Flow Differences:

May 2019

- In licenses and fees, cash collections from the hospital licensing fee were \$323,142 less in May 2019 compared to May 2018. The difference is due to payment plan receipts being higher in May 2018 than in May 2019. In general, the prior fiscal year hospital licensing fee is received in July of the current year. The hospital licensing fee rate for FY 2017 was 5.652 percent compared to 5.856 percent for FY 2018, and the hospital licensing fee base advanced from hospital FY 2015 net patient revenues in FY 2017 to hospital FY 2016 net patient revenues in FY 2018.

May 2018

- In sales and services, the Rhode Island Veterans Home received an early deposit of \$330,239 for board and support in April 2018 that should have been deposited in May 2018.

Motor Fuel Tax, Per Penny Yield

May	FY 2019	FY 2018	Difference	% Change
Fiscal YTD	\$ 4,498,562	\$ 4,128,873	\$ 369,689	9.0 %
Month	\$ 374,017	\$ 359,180	\$ 14,837	4.1 %

In FY 2019, the State's motor fuel tax consists of a \$0.33 per gallon excise tax on the distribution of motor fuel in the State and an additional \$0.01 per gallon surcharge for motor fuel that is delivered to an underground storage tank. These tax rates were the same in FY 2018. No portion of the motor fuel tax is designated as general revenues. The data provided in this section of the report is for informational purposes only.

Fiscal Year-to-Date through May:

The per penny yield of the state's motor fuel tax collected in FY 2019 through May was \$369,689 more than in FY 2018 through May. This represents an increase of 9.0 percent between the two fiscal year-to-date periods. Much of this increase is attributable to the receipt of large, infrequently occurring payment(s) of \$250,604 in October 2018. For FY 2019 through May, the per-penny yield was \$4.50 million versus \$4.13 million for FY 2018 through May.

Month of May:

The per penny yield of the state's motor fuel tax collected in May 2019 was \$14,837 more than in May 2018. This represents an increase of 4.1 percent between the two periods. For May 2019, the per-penny yield was \$374,017 versus \$359,180 for May 2018.

Other Miscellaneous Revenues**Cash Flow Differences:**

FY 2018 / May 2018

- Other miscellaneous revenues include \$12.5 million received in May 2018 from a transfer of excess reserves from the System Reliability and Energy Efficiency and Conservation Procurement Program.

Lottery Transfer Cash Collections by Component

The tables below are based on data provided by the Division of Lottery and break down the lottery transfer cash collections by component on both a fiscal year-to-date and monthly basis. It should be noted that slight differences may exist between the figures reported by the Division of Lottery and those reported by the Controller due to timing differences in the posting of receipts. Data on lottery transfer cash collections reflect the prior month's gaming activity.

Fiscal Year-to-Date through May (Gaming Activity through April):

Component	FY 2019	FY 2018	Difference	% Change
Traditional Games	\$ 35,125,404	\$ 33,692,657	\$ 1,432,747	4.3 %
Keno	14,643,422	15,357,183	(713,761)	-4.6 %
<u>Twin River Casino Hotel</u>				
VLTs	219,267,454	218,207,642	1,059,812	0.5 %
Sports Betting *	1,229,281	0	1,229,281	n/a
Traditional Table Games	14,832,520	14,440,809	391,711	2.7 %
Poker Tables	967,325	909,392	57,933	6.4 %

Component	FY 2019	FY 2018	Difference	% Change
<u>Newport Grand/Tiverton Casino Hotel</u> ^				
VLTs	44,626,413	23,554,440	21,071,973	89.5 %
Sports Betting *	338,183	0	338,183	n/a
Traditional Table Games	1,086,284	0	1,086,284	n/a
* Sports betting began on November 26, 2018 at the Twin River Casino Hotel and on December 3, 2018 at the Tiverton Casino Hotel.				
^ Newport Grand ceased operations on August 28, 2018, and Tiverton Casino Hotel commenced operations on August 29, 2018.				

In fiscal year-to-date 2019, Twin River Casino Hotel operated a maximum of 97 traditional table games and 22 poker tables. In the same period in FY 2018, Twin River Casino Hotel operated a maximum of 97 traditional table games and 22 poker tables. In year-to-date FY 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Both Twin River Casino Hotel and Newport Grand/Tiverton Casino Hotel VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Twin River Casino Hotel's or Tiverton Casino Hotel's marketing program.

Cash Flow Differences:

FY 2019

- In year-to-date FY 2019, the Division of Lottery advanced to the general fund \$25.3 million.
 - Total lottery transfers in year-to-date FY 2019 were \$353,993,945. Based on lottery activity, the transfers normally would have been \$328,674,600, which is a difference of \$25,319,345.
 - At the end of FY 2018, the general fund owed the Division of Lottery \$1,480,823. Not included in the overpayment is \$784,726 that the Division of Lottery withheld of the August lottery transfer to offset the general fund's outstanding payable, reducing it to \$696,097.

FY 2018

- In year-to-date FY 2018, the Division of Lottery advanced to the general fund \$13.4 million. Total lottery transfers in year-to-date FY 2019 were \$317,542,595. Based on lottery activity through April, the transfers normally would have been \$302,231,769, which is a difference of \$13,400,000 after accounting for the amount received from FY 2017 noted below.
- The FY 2018 lottery transfer includes receipts of \$1,910,826 received in October 2017 that were accrued back to FY 2017.

Month of May (April Gaming Activity):

Component	May 2019	May 2018	Difference	% Change
Traditional Games	\$ 2,205,056	\$ 3,138,919	\$ (933,863)	-29.8 %
Keno	1,515,880	1,501,843	14,037	0.9 %
<u>Twin River Casino Hotel</u>				
VLTs	21,630,512	23,531,366	(1,900,854)	-8.1 %
Sports Betting	753,968	0	753,968	n/a
Traditional Table Games	1,402,351	1,482,674	(80,323)	-5.4 %
Poker Tables	102,956	94,689	8,267	8.7 %
<u>Tiverton Casino Hotel</u>				
VLTs	5,257,813	2,575,665	2,682,148	104.1 %
Sports Betting	189,595	0	189,595	n/a
Traditional Table Games	123,756	0	123,756	n/a

In April 2019, Twin River Casino Hotel operated a maximum of 102 traditional table games and 23 poker tables. In April 2018, the comparable figures were 97 and 22, respectively. In April 2019, Tiverton Casino Hotel operated a maximum of 32 traditional table games. Both Twin River Casino Hotel and Tiverton Casino Hotel VLT cash collections do not reflect unclaimed prizes, distressed communities relief program receipts, or the State's payment to either Twin River Casino Hotel's or Tiverton Casino Hotel's marketing program.

Cash Flow Differences:**May 2019**

- In May 2019, the Division of Lottery made advance payments to the general fund of \$1.2 million. Total lottery transfers in May 2019 were \$34,019,508. Based on lottery activity, the transfers normally would have been \$32,838,764, which is a difference of \$1,180,744.

May 2018

- In May 2018, the Division of Lottery made advance payments to the general fund of \$13.4 million. Total lottery transfers in May 2018 were \$45,307,449. Based on lottery activity, the transfers normally would have been \$31,907,449, which is a difference of \$13,400,000.



Mark A. Furcolo, Director
Rhode Island Department of Revenue
June 24, 2019

Appendix: 2017 Tax Amnesty Cash Collections

Fiscal Year-To-Date through May:

In FY 2018 through May, the Division of Taxation collected a total of \$21.5 million through the 2017 Tax Amnesty program, which began on December 1, 2017 and ran through February 15, 2018. All payments were due by March 31, 2018, but there were small deposits posted in April 2018. The program allowed taxpayers to pay overdue taxes without penalty and with a 25.0 percent reduction in interest owed.

Interest owed on overdue taxes that is collected for personal income taxes, business corporation taxes, sales and use tax, and estate and transfer tax is transferred to the fines and penalties category of departmental receipts in October, January, April and June of each fiscal year. The interest on overdue taxes collected in December 2017 of \$1.4 million from the taxes listed above was transferred to departmental receipts in January 2018, the interest on overdue taxes collected in January through March 2018 of \$5.2 million from the taxes listed above was transferred to departmental receipts in April 2018, and the interest on overdue taxes collected in April 2018 of \$15,217 from the taxes listed above was transferred to departmental receipts in June 2018. Interest owed on overdue taxes collected for all other tax types is not transferred to departmental receipts and is reported with the tax type collected.

The following table provides the breakdown of general revenue taxes and interest owed on overdue taxes collected by tax type through May of FY 2018 from the 2017 Tax Amnesty program:

General Revenue Source	FY 2018 YTD Taxes Collected	FY 2018 YTD Interest Collected
Personal Income Tax Final Payments *	\$ 6,840,323	\$ 12,263
Personal Income Tax Withholding Payments *	288,993	628
Business Corporation Tax *	2,212,181	2,256
Public Utilities Gross Earnings Tax	108,797	52,164
Financial Institutions Tax	82,193	23,062
Insurance Companies Gross Premiums Tax	47,643	20,698
Health Care Provider Assessment	6	960
Sales and Use Tax *	3,675,533	69
Cigarette Excise Tax	15,372	8,222
Estate and Transfer Tax	1,427,083	0
Beverage Container and Litter Control Fees ^	666	243
Compassion Center Surcharge ^	29,013	12,667
E-911 Prepaid Wireless Surcharge ^	417	1,623
E-911 Wireline Surcharge ^	192	9
Hard-to-Dispose Taxes ^	390	124

General Revenue Source	FY 2018 YTD Taxes Collected	FY 2018 YTD Interest Collected
Imaging Services Surcharge ^	1,062	530
Interest on Overdue Taxes ^, †	n/a	6,602,002
Sales Tax Permits	0	1
Total General Revenue Taxes and Interest	\$ 14,729,864	\$ 6,737,521
* Interest collected in April 2018 was transferred to departmental receipts in June 2018.		
^ Departmental receipt accounts		
† Includes the interest on overdue taxes collected from deposits in December 2017 through March 2018 from personal income tax, business corporation tax, sales and use tax, and estate and transfer tax that was transferred to departmental receipts in January and April 2018.		