

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



DEPARTMENT OF REVENUE
Office of Revenue Analysis

State of Rhode Island Monthly Meal and Beverage Report
FY 2014 Local 1.0 Percent Collections April 2014

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

Anomalies in the Data

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

In September 2013, an error was discovered relating to the local 1.0 percent meal and beverage tax collections in Newport affecting both the fiscal year-to-date and the monthly collections. A taxpayer was discovered to have incorrectly paid sales tax receipts as a monthly meal and beverage tax payment in June 2013. As a result, the June 2013 meal and beverage tax receipts were overstated. In July 2013, the June 2013 error was corrected and the receipts transferred to sales tax. The same taxpayer, however, incorrectly paid sales tax receipts as a monthly meal and beverage tax payment in July 2013. The result was that the July 2013 Newport receipts were potentially understated due to the correction of the misposting error and potentially overstated due to the posting error occurring that month. Finally in September 2013, the money was

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

Analysis of Month-to-Month Collections

On a statewide basis, April 2014 local 1.0 percent meal and beverage tax collections totaled \$1.77 million or 0.9 percent more than the \$1.76 million collected in March 2014. The five communities with the largest percentage increase in local 1.0 percent meal and beverage tax collections between April 2014 and March 2014 were: New Shoreham, 146.1 percent; Foster, 134.1 percent; Jamestown, 49.3 percent; Richmond, 41.3 percent; and Newport, 34.4 percent. The five communities with the largest percentage decrease in local 1.0 percent meal and beverage tax collections between April 2014 and March 2014 were: West Warwick, -15.1 percent; Hopkinton, -11.3 percent; Cranston, -11.2 percent; East Greenwich, -9.8 percent; and Lincoln, -9.2 percent.

The five communities with the largest nominal increase in local 1.0 percent meal and beverage tax collections between April 2014 and March 2014 were: Newport, \$31,659; Narragansett, \$8,580; Middletown, \$8,031; North Kingstown, \$7,494; and Smithfield, \$6,728. The five communities with the largest nominal decrease in local 1.0 percent meal and beverage tax collections between April 2014 and March 2014 were: Cranston, \$(16,543); Warwick, \$(14,904); Providence, \$(8,849); Lincoln, \$(6,127); and West Warwick, \$(4,489).

Analysis of Year-over-Year Collections by Month

On a statewide basis, April 2014 local 1.0 percent meal and beverage tax collections totaled \$1.77 million or 2.8 percent more than the \$1.73 million collected in April 2013. The five communities with the largest percentage increase in local 1.0 percent meal and beverage tax collections between April 2014 and April 2013 were: Richmond, 110.4 percent; Jamestown, 42.4 percent; North Smithfield, 22.1 percent; West Greenwich, 20.8 percent; and Central Falls, 17.7 percent. The five communities with the largest percentage decrease in local 1.0 percent meal and beverage tax collections between April 2014 and April 2013 were: Portsmouth, -17.4 percent; New Shoreham, -17.1 percent; Bristol, -15.9 percent; Warren, -14.7 percent; and North Providence, -13.0 percent.

The five communities with the largest nominal increase in local 1.0 percent meal and beverage tax collections between April 2014 and April 2013 were: Providence, \$9,531; Smithfield, \$8,934; Warwick, \$8,444; Lincoln, \$6,283; and Richmond, \$6,157. The five communities with the largest nominal decrease in local 1.0 percent meal and beverage tax collections between April 2014 and April 2013 were: Cranston, \$(10,320); Bristol, \$(4,256); North Providence, \$(3,946); Warren, \$(3,225); and Portsmouth, \$(2,653).

Analysis of Fiscal Year-to-Date Collections through April

On a statewide basis, fiscal year-to-date April 2014 local 1.0 percent meal and beverage tax collections totaled \$18.07 million or 5.1 percent more than the \$17.19 million collected through fiscal year-to-date April 2013. The five communities with the largest percentage increase in local 1.0 percent meal and beverage tax collections between fiscal year-to-date April 2014 and fiscal year-to-date April 2013 were: West Greenwich, 21.5 percent; Charlestown, 20.6 percent; North Smithfield, 19.2 percent; Central Falls, 14.9 percent; and New Shoreham, 14.5 percent. The five communities with the largest percentage decrease in local 1.0 percent meal and beverage tax collections between fiscal year-to-date April 2014 and fiscal year-to-date April 2013 were: North Providence, -11.2 percent; Little Compton, -9.8 percent; Woonsocket, -4.9 percent; Burrillville, -3.4 percent; and Hopkinton, -2.4 percent.

The five communities with the largest nominal increase in local 1.0 percent meal and beverage tax collections between fiscal year-to-date April 2014 and fiscal year-to-date April 2013 were: Providence, \$159,863; Warwick, \$151,864; Cranston, \$64,249; Lincoln, \$64,210; and Smithfield, \$59,860. The five communities with the largest nominal decrease in local 1.0 percent meal and beverage tax collections between fiscal year-to-date April 2014 and fiscal year-to-date April 2013 were: North Providence, \$(32,448); Woonsocket, \$(19,951); Newport, \$(15,458); Burrillville, \$(5,363); and Little Compton, \$(3,093).



Rosemary Booth Gallogly
Director, Department of Revenue

June 23, 2014

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

| MUNICIPALITY | Month-to-Month | | | |
|------------------|---------------------|---------------------|----------------|------------------|
| | April 2014 | March 2014 | Percent Change | Difference |
| BARRINGTON | \$ 13,382 | \$ 12,429 | 7.7% | \$ 953 |
| BRISTOL | 22,554 | 21,015 | 7.3% | 1,539 |
| BURRILLVILLE | 15,977 | 16,417 | -2.7% | (440) |
| CENTRAL FALLS | 9,444 | 10,154 | -7.0% | (711) |
| CHARLESTOWN | 8,372 | 6,230 | 34.4% | 2,142 |
| COVENTRY | 31,573 | 29,993 | 5.3% | 1,579 |
| CRANSTON | 131,187 | 147,730 | -11.2% | (16,543) |
| CUMBERLAND | 33,501 | 33,276 | 0.7% | 224 |
| EAST GREENWICH | 41,233 | 45,690 | -9.8% | (4,458) |
| EAST PROVIDENCE | 71,807 | 75,758 | -5.2% | (3,951) |
| EXETER | 6,482 | 6,467 | 0.2% | 15 |
| FOSTER | 1,359 | 581 | 134.1% | 779 |
| GLOCESTER | 6,502 | 5,999 | 8.4% | 503 |
| HOPKINTON | 4,687 | 5,283 | -11.3% | (596) |
| JAMESTOWN | 6,326 | 4,238 | 49.3% | 2,088 |
| JOHNSTON | 41,382 | 41,141 | 0.6% | 241 |
| LINCOLN | 60,154 | 66,282 | -9.2% | (6,127) |
| LITTLE COMPTON | 1,507 | 1,224 | 23.1% | 283 |
| MIDDLETOWN | 50,608 | 42,577 | 18.9% | 8,031 |
| NARRAGANSETT | 34,516 | 25,936 | 33.1% | 8,580 |
| NEWPORT | 123,607 | 91,948 | 34.4% | 31,659 |
| NEW SHOREHAM | 4,345 | 1,765 | 146.1% | 2,580 |
| NORTH KINGSTOWN | 42,958 | 35,463 | 21.1% | 7,494 |
| NORTH PROVIDENCE | 26,525 | 28,158 | -5.8% | (1,633) |
| NORTH SMITHFIELD | 19,239 | 19,207 | 0.2% | 32 |
| PAWTUCKET | 59,637 | 64,023 | -6.8% | (4,385) |
| PORTSMOUTH | 12,572 | 12,509 | 0.5% | 62 |
| PROVIDENCE | 403,219 | 412,068 | -2.1% | (8,849) |
| RICHMOND | 11,734 | 8,302 | 41.3% | 3,431 |
| SCITUATE | 5,002 | 5,402 | -7.4% | (400) |
| SMITHFIELD | 60,126 | 53,397 | 12.6% | 6,728 |
| SOUTH KINGSTOWN | 57,785 | 56,424 | 2.4% | 1,361 |
| TIVERTON | 15,573 | 12,908 | 20.6% | 2,664 |
| WARREN | 18,707 | 18,767 | -0.3% | (60) |
| WARWICK | 203,540 | 218,443 | -6.8% | (14,904) |
| WESTERLY | 39,512 | 39,356 | 0.4% | 156 |
| WEST GREENWICH | 9,494 | 10,311 | -7.9% | (817) |
| WEST WARWICK | 25,255 | 29,744 | -15.1% | (4,489) |
| WOONSOCKET | 42,032 | 41,387 | 1.6% | 645 |
| Total | \$ 1,773,411 | \$ 1,758,004 | 0.9% | \$ 15,407 |

STATE OF RHODE ISLAND MONTHLY MEAL AND BEVERAGE REPORT
Year-over-Year Collections

| MUNICIPALITY | Year-over-Year | | | |
|------------------|---------------------|---------------------|----------------|------------------|
| | April 2014 | April 2013 | Percent Change | Difference |
| BARRINGTON | \$ 13,382 | \$ 13,117 | 2.0% | \$ 265 |
| BRISTOL | 22,554 | 26,810 | -15.9% | (4,256) |
| BURRILLVILLE | 15,977 | 15,927 | 0.3% | 50 |
| CENTRAL FALLS | 9,444 | 8,022 | 17.7% | 1,422 |
| CHARLESTOWN | 8,372 | 7,565 | 10.7% | 807 |
| COVENTRY | 31,573 | 30,680 | 2.9% | 893 |
| CRANSTON | 131,187 | 141,507 | -7.3% | (10,320) |
| CUMBERLAND | 33,501 | 33,179 | 1.0% | 322 |
| EAST GREENWICH | 41,233 | 38,298 | 7.7% | 2,934 |
| EAST PROVIDENCE | 71,807 | 70,975 | 1.2% | 832 |
| EXETER | 6,482 | 6,706 | -3.3% | (223) |
| FOSTER | 1,359 | 1,288 | 5.5% | 71 |
| GLOCESTER | 6,502 | 6,366 | 2.1% | 137 |
| HOPKINTON | 4,687 | 4,806 | -2.5% | (120) |
| JAMESTOWN | 6,326 | 4,444 | 42.4% | 1,882 |
| JOHNSTON | 41,382 | 38,413 | 7.7% | 2,968 |
| LINCOLN | 60,154 | 53,871 | 11.7% | 6,283 |
| LITTLE COMPTON | 1,507 | 1,331 | 13.2% | 176 |
| MIDDLETOWN | 50,608 | 46,609 | 8.6% | 3,999 |
| NARRAGANSETT | 34,516 | 32,328 | 6.8% | 2,187 |
| NEWPORT | 123,607 | 120,969 | 2.2% | 2,638 |
| NEW SHOREHAM | 4,345 | 5,241 | -17.1% | (896) |
| NORTH KINGSTOWN | 42,958 | 37,751 | 13.8% | 5,207 |
| NORTH PROVIDENCE | 26,525 | 30,471 | -13.0% | (3,946) |
| NORTH SMITHFIELD | 19,239 | 15,753 | 22.1% | 3,485 |
| PAWTUCKET | 59,637 | 58,184 | 2.5% | 1,453 |
| PORTSMOUTH | 12,572 | 15,225 | -17.4% | (2,653) |
| PROVIDENCE | 403,219 | 393,688 | 2.4% | 9,531 |
| RICHMOND | 11,734 | 5,576 | 110.4% | 6,157 |
| SCITUATE | 5,002 | 4,656 | 7.4% | 346 |
| SMITHFIELD | 60,126 | 51,192 | 17.5% | 8,934 |
| SOUTH KINGSTOWN | 57,785 | 51,925 | 11.3% | 5,859 |
| TIVERTON | 15,573 | 14,542 | 7.1% | 1,031 |
| WARREN | 18,707 | 21,932 | -14.7% | (3,225) |
| WARWICK | 203,540 | 195,095 | 4.3% | 8,444 |
| WESTERLY | 39,512 | 41,864 | -5.6% | (2,352) |
| WEST GREENWICH | 9,494 | 7,857 | 20.8% | 1,638 |
| WEST WARWICK | 25,255 | 27,682 | -8.8% | (2,427) |
| WOONSOCKET | 42,032 | 43,833 | -4.1% | (1,801) |
| Total | \$ 1,773,411 | \$ 1,725,678 | 2.8% | \$ 47,734 |

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

| MUNICIPALITY | Fiscal Year-to-Date | | | |
|------------------|----------------------|----------------------|----------------|-------------------|
| | April 2014 | April 2013 | Percent Change | Difference |
| BARRINGTON | \$ 122,905 | \$ 112,523 | 9.2% | \$ 10,382 |
| BRISTOL | 277,007 | 265,704 | 4.3% | 11,303 |
| BURRILLVILLE | 152,900 | 158,264 | -3.4% | (5,363) |
| CENTRAL FALLS | 88,298 | 76,850 | 14.9% | 11,449 |
| CHARLESTOWN | 99,919 | 82,865 | 20.6% | 17,054 |
| COVENTRY | 302,446 | 286,952 | 5.4% | 15,494 |
| CRANSTON | 1,284,597 | 1,220,348 | 5.3% | 64,249 |
| CUMBERLAND | 324,313 | 312,976 | 3.6% | 11,338 |
| EAST GREENWICH | 431,470 | 404,141 | 6.8% | 27,328 |
| EAST PROVIDENCE | 694,102 | 663,693 | 4.6% | 30,409 |
| EXETER | 66,717 | 63,029 | 5.9% | 3,689 |
| FOSTER | 11,456 | 10,961 | 4.5% | 495 |
| GLOCESTER | 60,105 | 60,031 | 0.1% | 74 |
| HOPKINTON | 39,522 | 40,503 | -2.4% | (981) |
| JAMESTOWN | 64,466 | 60,511 | 6.5% | 3,955 |
| JOHNSTON | 390,683 | 374,042 | 4.4% | 16,641 |
| LINCOLN | 617,133 | 552,923 | 11.6% | 64,210 |
| LITTLE COMPTON | 28,601 | 31,695 | -9.8% | (3,093) |
| MIDDLETOWN | 516,972 | 482,823 | 7.1% | 34,149 |
| NARRAGANSETT | 413,083 | 389,971 | 5.9% | 23,111 |
| NEWPORT | 1,420,402 | 1,435,860 | -1.1% | (15,458) |
| NEW SHOREHAM | 234,032 | 204,328 | 14.5% | 29,704 |
| NORTH KINGSTOWN | 376,222 | 372,735 | 0.9% | 3,487 |
| NORTH PROVIDENCE | 256,376 | 288,825 | -11.2% | (32,448) |
| NORTH SMITHFIELD | 187,615 | 157,438 | 19.2% | 30,178 |
| PAWTUCKET | 570,554 | 517,746 | 10.2% | 52,809 |
| PORTSMOUTH | 137,346 | 138,690 | -1.0% | (1,344) |
| PROVIDENCE | 3,905,710 | 3,745,847 | 4.3% | 159,863 |
| RICHMOND | 98,357 | 94,979 | 3.6% | 3,379 |
| SCITUATE | 52,845 | 49,495 | 6.8% | 3,351 |
| SMITHFIELD | 533,677 | 473,816 | 12.6% | 59,860 |
| SOUTH KINGSTOWN | 568,284 | 523,401 | 8.6% | 44,883 |
| TIVERTON | 158,129 | 148,503 | 6.5% | 9,626 |
| WARREN | 202,529 | 185,694 | 9.1% | 16,835 |
| WARWICK | 2,040,689 | 1,888,825 | 8.0% | 151,864 |
| WESTERLY | 593,623 | 569,991 | 4.1% | 23,633 |
| WEST GREENWICH | 100,017 | 82,315 | 21.5% | 17,703 |
| WEST WARWICK | 265,270 | 255,907 | 3.7% | 9,363 |
| WOONSOCKET | 385,830 | 405,781 | -4.9% | (19,951) |
| Total | \$ 18,074,206 | \$ 17,190,978 | 5.1% | \$ 883,228 |