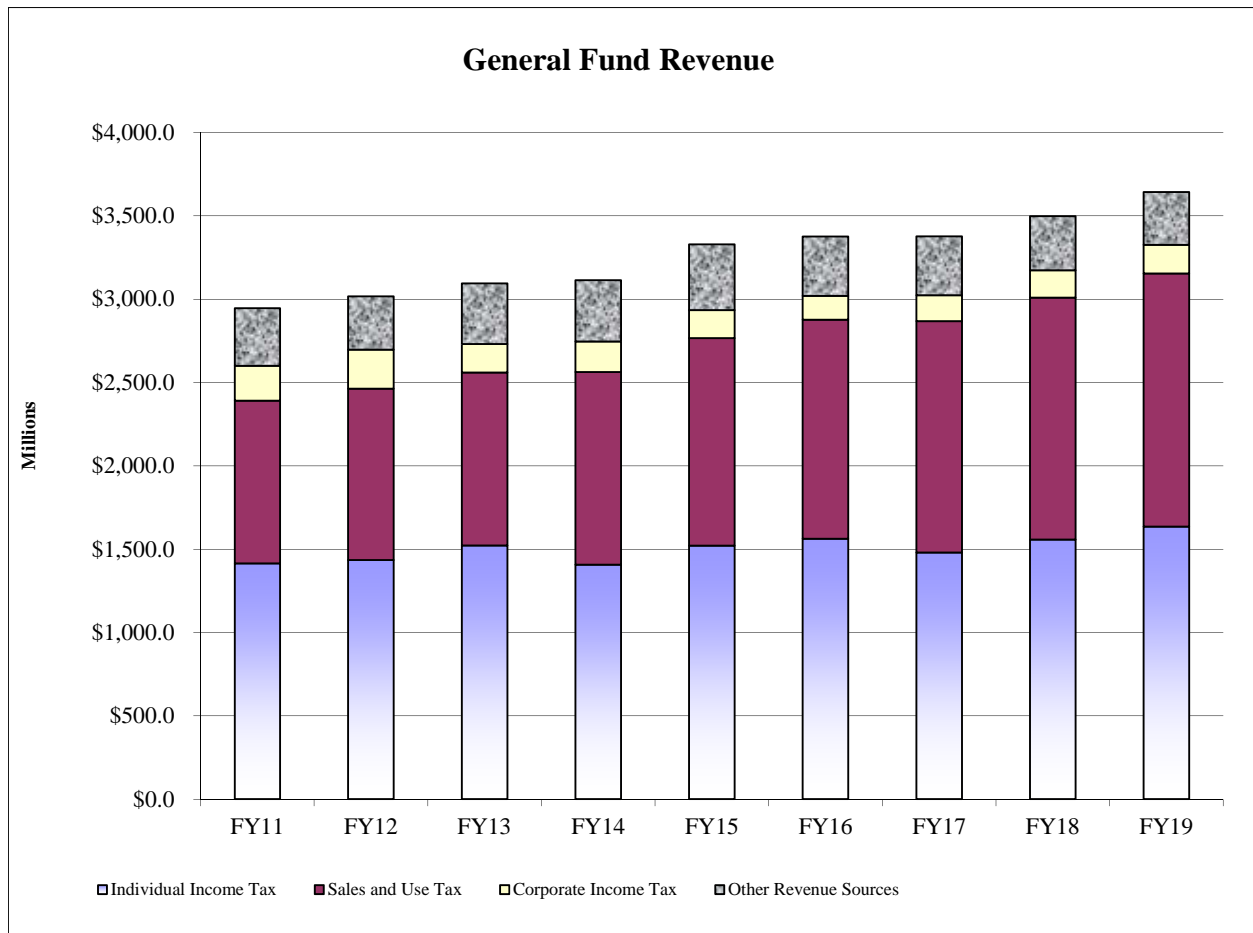


# REPORT OF THE MAINE STATE REVENUE FORECASTING COMMITTEE

March 2016



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# Report of the Maine State Revenue Forecasting Committee

## March 2016 Forecast

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## **Introduction**

The Revenue Forecasting Committee (RFC) met on February 22, 2016 to review and update the current revenue forecast to comply with the statutory reporting date of March 1<sup>st</sup>. The RFC revised its revenue projections through the fiscal year ending June 30, 2019 for the General Fund, Highway Fund and Fund for a Healthy Maine, but did not revise projections for Medicaid/MaineCare Dedicated Revenue Taxes.

## **Economic Forecast**

This update of the revenue forecast included a review of the economic forecast statutorily due by February 1, 2016. The economic forecast was developed by the Consensus Economic Forecasting Commission (CEFC) at its meeting on January 29, 2016.

The Maine and U.S. economies have generally continued to improve since the CEFC last met in October 2015, although the decline in oil prices and global turmoil have recently caused some weakness in national consumer and business confidence.

Maine's real GDP increased 1.0% in the second quarter of 2015. While this follows a weak first quarter, the last three quarters of 2014 all saw increases in real GDP. Personal income in Maine grew 3.5% from the first three quarters of 2014 to the first three quarters of 2015, while wage and salary income, which is the largest component of total personal income, grew 3.3% over the same period. This is stronger growth than the CEFC had forecast in November 2015. The debt-to-income level for Maine businesses and households continued to rise to new levels in the third quarter of 2015. The Consumer Price Index was up just 0.7% in December 2015 from a year ago, weighed down by declines in energy prices.

Nationwide, consumer sentiment has trended down in recent months, peaking in January 2015. The December 2015 level was down 1.1% from a year ago. Small business optimism peaked in December 2014 and is down 5.2% from that month.

The price of crude oil decreased 12.8% in the fourth quarter of 2015 to just under \$45 per barrel. As a result of continued declines in crude oil prices, heating oil prices and gasoline prices have seen substantial declines as well. Heating oil dropped below \$2 per gallon in December and gasoline is currently averaging just over \$2 per gallon.

Existing single-family home sales in Maine were up 15.6% in December 2015 compared to December 2014 and housing permits for the December 2014-November 2015 year were 3.3% higher than the previous 12-month period. The median home price in the Portland-South Portland-Biddeford Metropolitan Statistical Area (which encompasses all of York, Cumberland, and Sagadahoc counties) increased 4.2% year-over-year in the third quarter of 2015. Mortgage delinquency rates in Maine have been declining but at a slower pace than nationally. The foreclosure rate in Maine was 0.41% in the third quarter of 2015 and has been above the national rate for twelve of the past thirteen quarters.

There was limited new data available since the CEFC last met three months ago. The Commission largely decided to leave the forecast unchanged, opting to make minor adjustments to the forecast in the near term to account for current actual trends. The employment forecast relies on an alternative scenario ("LowPop") created by the Office of Policy and Management, which provides staff support to the CEFC. This alternative scenario is based on the Moody's Analytics baseline with adjustments that lowered the population and employment growth forecasts. These adjustments are a result of the consensus that the national level forecasts are based on overly optimistic population projections for the

State of Maine, causing employment forecasts, among other things, to grow at an unattainable rate. However, this forecast does assume an increase in migration into Maine in the next few years.

In addition to the ongoing concerns about the demographic situation, the Commission considered some additional macroeconomic conditions, including the continuation of low oil prices, the continued strength of the U.S. dollar and the global economic situation. Without compelling evidence of a major change in economic conditions, the Commission made only minor changes to the forecast.

The forecast for wage and salary employment was left mostly unchanged, with 2015 and 2019 adjusted downward by 0.1 percentage points. The 2019 employment level is just shy of the 2007 pre-recession peak. CPI was adjusted upward by 0.1 percentage points in 2015 and down the same amount in 2016. Total personal income was revised downward by 0.1 percentage points in 2015 and left unchanged in the rest of the forecast years. The forecast for wage and salary income was left unchanged for all years.

A copy of the February 2016 report of the CEFC and other economic information providing the basis for this revenue forecast is included in Appendix E.

## Summary of Revenue Forecast

The economic variables in the CEFC forecast play an important role in the revenue forecast. Maine Revenue Services' (MRS) tax models use the CEFC economic variables to help project revenue from the major taxes. Data related to non-tax revenue lines were provided by a number of different state agencies and reviewed by staff in the Office of Fiscal and Program Review and the Bureau of the Budget to come up with consensus recommendations. The RFC reviewed MRS and other staff recommendations at its meeting on February 22nd and agreed to those recommendations. The following tables and narratives highlight the final changes to each of the major funds and revenue sources accepted by the RFC as part of its March 2016 update to the revenue forecast. More detail on each of the funds and revenue sources is provided in the various appendices.

### General Fund Summary

	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$3,329,326,547	\$3,308,067,662	\$3,371,070,323	\$3,495,836,055	\$3,640,739,797
Annual % Growth	6.9%	-0.6%	1.9%	3.7%	4.1%
Net Increase (Decrease)	\$0	\$67,292,995	\$5,389,377	\$1,681,063	\$2,691,589
Revised Forecast	\$3,329,326,547	\$3,375,360,657	\$3,376,459,700	\$3,497,517,118	\$3,643,431,386
Annual % Growth	6.9%	1.4%	0.0%	3.6%	4.2%

General Fund revenue estimates were revised upward by \$67.3 million for FY16 and by \$5.4 million for FY17, for a net upward adjustment of \$72.7 million for the 2016-2017 biennium. For the 2018-2019 biennium, General Fund revenue estimates were revised upward by a total of \$4.4 million, an increase of \$1.7 million for FY18 and \$2.7 million for FY19.

The updated economic forecast from the CEFC resulted in the revenue forecasting model used by the Office of Tax Policy (OTP) to project significantly lower sales and use and service provider tax revenue for all of the fiscal years in the current budget window. The latest forecast for automobile sales was particularly impactful on the sales tax forecast in the FY17-FY19 period. Based on combined tax receipts through January, and preliminary data through late February, there is no indication that the December 1<sup>st</sup> forecast beyond FY16 should be adjusted at this time. Taxable sales have increased at a moderate pace consistent with the December forecast as energy prices, while volatile, have remained

relatively low. The combined Maine sales and use and service provider tax forecast remains close to budget and is expected to continue to track the December forecast through the remainder of the fiscal year. With expectations that energy prices will continue to be relatively low and the economic recovery will continue, the RFC decided to accept the OTP recommendation that the combined sales and use and service provider tax forecast from December be increased by a net \$4 million in FY16. This adjustment to the previous forecast reflects a \$5 million overage on the sales and use portion of the forecast through January and a \$1 million negative variance on the service provider tax. These changes for FY16 only reflect taxable sales through December. A number of tax changes affecting both sales related revenue lines became effective on January 1<sup>st</sup> and the RFC would like to have a quarter or two of data on the performance of taxable sales before making longer term adjustments to both revenue lines during the next forecasting exercise.

The RFC also accepted the MRS recommendation to increase individual income tax revenue by \$64.5 million in FY16, \$5 million in FY17 and to make no change to the 2018-2019 biennial forecast. It is important to note that while the Committee did not change the individual income tax forecast for the 2018-2019 biennium, it did adjust both years upward in the December forecast by \$37.5 and \$52 million, respectively.

The increase in the FY16 projection is the result of stronger withholding and estimated payments for the 2015 tax year. Withholding ended calendar year 2015 up 5.9% over 2014, and the growth in the four estimated payments for 2015 was 14.6%. Robust growth in these two key indicators of 2015 tax liability together with flat refund growth through mid-February gives the RFC confidence that the 2015 tax year was much stronger than previously thought.

At this time there is a disconnect between the growth in income tax revenue and underlying economic data from federal and state agencies. Until the OTP has all the 2015 state tax returns available and preliminary federal data for Maine filers for the 2015 tax year, it is difficult to reconcile the current income and revenue data. The RFC believes the potential for this revenue to be one-time is high and that the prudent approach at this time is to recognize that 2015 was a very good year for the Maine economy and to maintain its December forecast for tax years 2016-19. In addition, this decision is consistent with the findings of the CEFC in their February 1<sup>st</sup> report.

Other notable adjustments to General Fund revenue lines include:

- Based on the processing of Business Equipment Tax Reimbursement (BETR) program and Business Equipment Tax Exemption (BETE) program returns for FY16, and numerous revaluations and abatements that have taken place recently in many of the mill towns that receive significant BETR/BETE reimbursements, the RFC has reduced the projected amount of reimbursement for both property tax relief programs.
- Other Revenue/Transfer to Maine Milk Pool – The forecast for the transfer to the milk pool was adjusted upward (negative impact on General Fund) for all years based on the latest estimates of milk prices (see Appendix G for more detail). The significant increase in the FY 16 and FY 17 transfers reflect an estimate that future milk prices will decrease, due to a drop in demand for milk products and an increase in worldwide milk production.

### Highway Fund Summary

	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$323,494,586	\$319,510,915	\$322,991,343	\$326,302,241	\$329,397,168
Annual % Growth	2.0%	-1.2%	1.1%	1.0%	0.9%
Net Increase (Decrease)	\$0	\$3,227,465	\$2,536,138	\$2,038,640	\$1,919,544
Revised Forecast	\$323,494,586	\$322,738,380	\$325,527,481	\$328,340,881	\$331,316,712
Annual % Growth	2.0%	-0.2%	0.9%	0.9%	0.9%

Highway Fund revenue estimates were revised upward by \$3.2 million in FY16 and by \$2.5 million in FY17, for an upward adjustment of \$5.8 million for the 2016-2017 biennium. For the 2018-2019 biennium, Highway Fund revenue estimates were revised upward by \$4.0 million. The changes in the Highway Fund projections are largely driven by increases in estimates for motor vehicle registrations and fees. The forecast makes no changes in estimates for total motor fuel tax revenue (gasoline and special fuel). Highway Fund revenue is estimated to grow by approximately 1% per year for the next three years.

### Fund for a Healthy Maine Summary

	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$53,592,252	\$53,515,264	\$52,523,929	\$48,146,769	\$47,258,650
Annual % Growth	-11.5%	-0.1%	-1.9%	-8.3%	-1.8%
Net Increase (Decrease)	\$0	\$40,135	\$84,562	\$85,407	\$86,262
Revised Forecast	\$53,592,252	\$53,555,399	\$52,608,491	\$48,232,176	\$47,344,912
Annual % Growth	-11.5%	-0.1%	-1.8%	-8.3%	-1.8%

Fund for a Healthy Maine revenue estimates were revised slightly upward by \$124.7 thousand for the 2016-2017 biennium and by \$171.7 thousand for the 2018-2019 biennium. The increases were attributable solely to an increase in Hollywood Casino Bangor revenue estimates. The continued lack of detailed information about Maine's Tobacco Settlement Payments (TSPs) led the RFC to once again leave the TSP forecast for the next four years at the levels assumed in the May 2015 forecast. The RFC will continue to seek additional information about TSPs for the December 2016 forecast.

### Medicaid/MaineCare Dedicated Revenue Taxes Summary

	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$171,074,132	\$170,113,603	\$177,589,975	\$177,589,975	\$177,589,975
Annual % Growth	1.5%	-0.6%	4.4%	0.0%	0.0%
Net Increase (Decrease)	\$0	\$0	\$0	\$0	\$0
Revised Forecast	\$171,074,132	\$170,113,603	\$177,589,975	\$177,589,975	\$177,589,975
Annual % Growth	1.5%	-0.6%	4.4%	0.0%	0.0%

Medicaid/MaineCare Dedicated Revenue Taxes estimates were unchanged from December 2015 levels.

## Conclusion

The Consensus Economic Forecasting Commission (CEFC) made relatively minor adjustments to their forecast released last month. Revenue growth since the last Revenue Forecasting Committee (RFC) meeting, particularly individual income tax, has been exceeding the December revenue forecast and performing better than the underlying economic data and CEFC forecast would suggest. The changes made by the RFC primarily recognize the strong withholding and historically high growth in individual estimated payments associated with economic activity during tax year 2015. A full understanding of the

sources of income that have generated this revenue will not occur until more detailed preliminary information on the 2015 tax year is received from the Internal Revenue Service in October.

The CEFC and RFC will meet over the summer for their annual retreat to review the recent forecasting exercises and to discuss issues of mutual interest to both committees. Additional information on the national and Maine economies, the results of the April 15<sup>th</sup> filings, incoming data on the summer tourism season and perhaps more certainty on the direction of the financial and energy markets will give both committees more confidence to make longer-term adjustments when they meet later this fall.



## Appendix A

# General Fund Summary Table



# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY11 Actual	FY12 Actual	% Chg.	FY13 Actual	% Chg.	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY15 Budget	FY15 Variance	% Var.
Sales and Use Tax	923,686,973	981,257,805	6.2%	986,747,637	0.6%	1,106,158,236	12.1%	1,195,031,298	8.0%	1,194,004,518	1,026,780	0.1%
Service Provider Tax	52,672,306	48,255,501	-8.4%	50,139,878	3.9%	50,173,388	0.1%	48,554,451	-3.2%	50,303,776	(1,749,325)	-3.5%
Individual Income Tax	1,415,283,534	1,434,217,189	1.3%	1,521,862,756	6.1%	1,406,117,705	-7.6%	1,521,778,409	8.2%	1,500,252,088	21,526,321	1.4%
Corporate Income Tax	208,996,598	232,117,995	11.1%	171,987,073	-25.9%	182,928,181	6.4%	168,965,820	-7.6%	167,655,640	1,310,180	0.8%
Cigarette and Tobacco Tax	145,229,303	139,729,147	-3.8%	137,951,824	-1.3%	136,159,833	-1.3%	136,913,357	0.6%	134,890,000	2,023,357	1.5%
Insurance Companies Tax	76,930,329	82,985,771	7.9%	79,609,419	-4.1%	83,203,879	4.5%	81,459,794	-2.1%	82,250,000	(790,206)	-1.0%
Estate Tax	49,323,494	44,865,567	-9.0%	79,083,058	76.3%	23,961,911	-69.7%	31,196,286	30.2%	35,377,288	(4,181,002)	-11.8%
Other Taxes and Fees *	151,676,495	131,893,407	-13.0%	153,796,137	16.6%	130,140,462	-15.4%	139,437,659	7.1%	134,347,436	5,090,223	3.8%
Fines, Forfeits and Penalties	28,513,040	25,120,959	-11.9%	23,748,503	-5.5%	23,473,506	-1.2%	22,608,527	-3.7%	22,665,758	(57,231)	-0.3%
Income from Investments	277,770	155,531	-44.0%	148,434	-4.6%	301,144	102.9%	602,838	100.2%	519,546	83,292	16.0%
Transfer from Lottery Commission	49,547,800	53,785,567	8.6%	52,908,602	-1.6%	51,845,477	-2.0%	54,002,444	4.2%	53,800,000	202,444	0.4%
Transfers to Tax Relief Programs *	(113,934,585)	(115,336,149)	-1.2%	(111,674,333)	3.2%	(65,357,986)	41.5%	(59,532,694)	8.9%	(59,183,362)	(349,332)	-0.6%
Transfer to Municipal Rev. Sharing	(93,156,725)	(96,876,964)	-4.0%	(95,974,153)	0.9%	(66,063,030)	31.2%	(63,600,996)	3.7%	(63,806,792)	205,796	0.3%
Other Revenue *	49,910,424	53,366,896	6.9%	44,049,007	-17.5%	50,454,226	14.5%	51,909,354	2.9%	45,846,694	6,062,660	13.2%
<b>Total - General Fund Revenue</b>	<b>2,944,956,756</b>	<b>3,015,538,222</b>	<b>2.4%</b>	<b>3,094,383,842</b>	<b>2.6%</b>	<b>3,113,496,933</b>	<b>0.6%</b>	<b>3,329,326,547</b>	<b>6.9%</b>	<b>3,298,922,590</b>	<b>30,403,957</b>	<b>0.9%</b>

\* Additional detail provided on pages 4, 5 and 6

# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY16 Budget	% Chg.	Recom. Chg.	FY16 Revised	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Sales and Use Tax	1,255,137,966	5.0%	5,000,000	1,260,137,966	5.4%	1,321,353,711	5.3%	0	1,321,353,711	4.9%
Service Provider Tax	56,073,214	15.5%	(1,000,000)	55,073,214	13.4%	66,149,448	18.0%	0	66,149,448	20.1%
Individual Income Tax	1,496,986,595	-1.6%	64,500,000	1,561,486,595	2.6%	1,475,195,176	-1.5%	5,000,000	1,480,195,176	-5.2%
Corporate Income Tax	142,584,603	-15.6%	0	142,584,603	-15.6%	156,100,471	9.5%	0	156,100,471	9.5%
Cigarette and Tobacco Tax	136,641,000	-0.2%	0	136,641,000	-0.2%	135,279,000	-1.0%	0	135,279,000	-1.0%
Insurance Companies Tax	82,700,000	1.5%	0	82,700,000	1.5%	82,700,000	0.0%	0	82,700,000	0.0%
Estate Tax	26,598,740	-14.7%	0	26,598,740	-14.7%	18,378,323	-30.9%	0	18,378,323	-30.9%
Other Taxes and Fees *	139,292,958	-0.1%	1,036,194	140,329,152	0.6%	138,217,187	-0.8%	1,874,643	140,091,830	-0.2%
Fines, Forfeits and Penalties	22,614,508	0.0%	(202,783)	22,411,725	-0.9%	22,605,058	0.0%	(77,783)	22,527,275	0.5%
Income from Investments	913,279	51.5%	163,049	1,076,328	78.5%	1,549,521	69.7%	194,481	1,744,002	62.0%
Transfer from Lottery Commission	54,900,000	1.7%	0	54,900,000	1.7%	54,900,000	0.0%	0	54,900,000	0.0%
Transfers to Tax Relief Programs *	(66,771,938)	-12.2%	2,000,000	(64,771,938)	-8.8%	(68,948,340)	-3.3%	3,000,000	(65,948,340)	-1.8%
Transfer to Municipal Rev. Sharing	(66,400,245)	-4.4%	(1,246,918)	(67,647,163)	-6.4%	(64,606,580)	2.7%	(214,142)	(64,820,722)	4.2%
Other Revenue *	26,796,982	-48.4%	(2,956,547)	23,840,435	-54.1%	32,197,348	20.2%	(4,387,822)	27,809,526	16.6%
<b>Total - General Fund Revenue</b>	<b>3,308,067,662</b>	<b>-0.6%</b>	<b>67,292,995</b>	<b>3,375,360,657</b>	<b>1.4%</b>	<b>3,371,070,323</b>	<b>1.9%</b>	<b>5,389,377</b>	<b>3,376,459,700</b>	<b>0.0%</b>
<b>Change in Biennial Totals</b>								<b>72,682,372</b>		

\* Additional detail provided on pages 4, 5 and 6

# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
Sales and Use Tax	1,384,003,508	4.7%	0	1,384,003,508	4.7%	1,448,061,485	4.6%	0	1,448,061,485	4.6%
Service Provider Tax	67,924,469	2.7%	0	67,924,469	2.7%	69,675,124	2.6%	0	69,675,124	2.6%
Individual Income Tax	1,557,487,994	5.6%	0	1,557,487,994	5.2%	1,635,616,261	5.0%	0	1,635,616,261	5.0%
Corporate Income Tax	163,298,242	4.6%	0	163,298,242	4.6%	172,661,196	5.7%	0	172,661,196	5.7%
Cigarette and Tobacco Tax	133,932,000	-1.0%	0	133,932,000	-1.0%	132,600,000	-1.0%	0	132,600,000	-1.0%
Insurance Companies Tax	82,765,000	0.1%	0	82,765,000	0.1%	82,765,000	0.0%	0	82,765,000	0.0%
Estate Tax	14,416,710	-21.6%	0	14,416,710	-21.6%	14,240,409	-1.2%	0	14,240,409	-1.2%
Other Taxes and Fees *	129,353,345	-6.4%	1,180,485	130,533,830	-6.8%	130,196,772	0.7%	1,182,001	131,378,773	0.6%
Fines, Forfeits and Penalties	22,590,800	-0.1%	(77,783)	22,513,017	-0.1%	22,591,800	0.0%	(77,783)	22,514,017	0.0%
Income from Investments	2,282,770	47.3%	194,122	2,476,892	42.0%	2,282,770	0.0%	194,122	2,476,892	0.0%
Transfer from Lottery Commission	54,900,000	0.0%	0	54,900,000	0.0%	54,900,000	0.0%	0	54,900,000	0.0%
Transfers to Tax Relief Programs *	(71,768,101)	-4.1%	4,000,000	(67,768,101)	-2.8%	(75,888,623)	-5.7%	5,000,000	(70,888,623)	-4.6%
Transfer to Municipal Rev. Sharing	(67,169,259)	-4.0%	(8,940)	(67,178,199)	-3.6%	(70,232,170)	-4.6%	0	(70,232,170)	-4.5%
Other Revenue *	21,818,577	-32.2%	(3,606,821)	18,211,756	-34.5%	21,269,773	-2.5%	(3,606,751)	17,663,022	-3.0%
<b>Total - General Fund Revenue</b>	<b>3,495,836,055</b>	<b>3.7%</b>	<b>1,681,063</b>	<b>3,497,517,118</b>	<b>3.6%</b>	<b>3,640,739,797</b>	<b>4.1%</b>	<b>2,691,589</b>	<b>3,643,431,386</b>	<b>4.2%</b>
<b>Change in Biennial Totals</b>								<b>4,372,652</b>		

\* Additional detail provided on pages 4, 5 and 6

# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY11 Actual	FY12 Actual	% Chg.	FY13 Actual	% Chg.	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY15 Budget	FY15 Variance	% Var.
<b>Detail of Other Taxes and Fees:</b>												
- Property Tax - Unorganized Terri	13,381,506	10,726,997	-19.8%	13,333,294	24.3%	12,448,487	-6.6%	12,452,432	0.0%	13,374,984	(922,552)	-6.9%
- Real Estate Transfer Tax	13,815,942	8,934,936	-35.3%	11,667,284	30.6%	10,695,215	-8.3%	13,836,648	29.4%	13,192,973	643,675	4.9%
- Liquor Taxes and Fees	21,017,177	20,994,195	-0.1%	21,145,992	0.7%	21,515,749	1.7%	22,224,965	3.3%	21,015,690	1,209,275	5.8%
- Corporation Fees & Licenses	8,479,743	8,496,444	0.2%	8,933,147	5.1%	9,294,995	4.1%	9,790,511	5.3%	9,084,418	706,093	7.8%
- Telecommunications Excise Tax	17,668,244	10,869,966	-38.5%	10,076,113	-7.3%	6,842,823	-32.1%	7,591,072	10.9%	7,500,000	91,072	1.2%
- Finance Industry Fees	24,688,570	24,692,010	0.0%	25,070,880	1.5%	27,199,530	8.5%	28,816,550	5.9%	26,889,210	1,927,340	7.2%
- Milk Handling Fee	3,845,823	1,997,125	-48.1%	2,381,329	19.2%	1,098,671	-53.9%	2,206,701	100.9%	2,422,480	(215,779)	-8.9%
- Casino and Racino Revenue	10,597,066	12,374,557	16.8%	14,429,212	16.6%	8,671,537	-39.9%	8,642,121	-0.3%	8,812,196	(170,075)	-1.9%
- Boat, ATV and Snowmobile Fees	4,437,431	4,340,403	-2.2%	4,444,055	2.4%	4,304,791	-3.1%	4,569,660	6.2%	4,523,561	46,099	1.0%
- Hunting and Fishing License Fees	15,863,627	15,874,952	0.1%	16,078,543	1.3%	15,987,534	-0.6%	16,490,686	3.1%	15,785,896	704,790	4.5%
- Other Miscellaneous Taxes and F	17,881,366	12,591,823	-29.6%	26,236,287	108.4%	12,081,131	-54.0%	12,816,312	6.1%	11,746,028	1,070,284	9.1%
Subtotal - Other Taxes and Fees	151,676,495	131,893,407	-13.0%	153,796,137	16.6%	130,140,462	-15.4%	139,437,659	7.1%	134,347,436	5,090,223	3.8%
<b>Detail of Other Revenue:</b>												
- Liquor Sales and Operations	7,311,603	8,049,429	10.1%	8,731,159	8.5%	10,012,142	14.7%	13,550,394	35.3%	13,483,364	67,030	0.5%
- Targeted Case Management (HH)	16,574,218	4,648,953	-72.0%	2,397,591	-48.4%	2,004,558	-16.4%	2,532,874	26.4%	2,560,000	(27,126)	-1.1%
- State Cost Allocation Program	14,408,283	13,652,052	-5.2%	15,599,487	14.3%	18,857,275	20.9%	22,477,739	19.2%	20,777,688	1,700,051	8.2%
- Unclaimed Property Transfer	2,333,420	7,517,760	222.2%	10,801,929	43.7%	10,504,312	-2.8%	9,615,011	-8.5%	7,000,000	2,615,011	37.4%
- Tourism Transfer	(9,048,877)	(9,419,745)	-4.1%	(9,932,319)	-5.4%	(10,381,884)	-4.5%	(11,624,127)	-12.0%	(11,624,127)	0	0.0%
- Transfer to Maine Milk Pool	(4,249,777)	(1,602,708)	62.3%	(4,580,908)	-185.8%	0	100.0%	(3,931,815)	N/A	(4,552,660)	620,845	13.6%
- Transfer to STAR Transportation	(3,100,352)	(3,196,872)	-3.1%	(6,137,811)	-92.0%	(6,069,901)	1.1%	(7,066,534)	-16.4%	(7,066,534)	0	0.0%
- Other Miscellaneous Revenue	25,681,907	33,718,027	31.3%	27,169,880	-19.4%	25,527,805	-6.0%	26,355,813	3.2%	25,268,963	1,086,850	4.3%
Subtotal - Other Revenue	49,910,424	53,366,896	6.9%	44,049,007	-17.5%	50,454,306	14.5%	51,909,354	2.9%	45,846,694	6,062,660	13.2%
<b>Detail of Transfers to Tax Relief Programs:</b>												
- Maine Resident Property Tax Pro	(41,449,010)	(43,411,086)	-4.7%	(41,841,767)	3.6%	(743,282)	98.2%	14,964	102.0%	0	14,964	N/A
- BETR - Business Equip. Tax Rei	(55,220,851)	(52,805,042)	4.4%	(48,854,458)	7.5%	(40,374,677)	17.4%	(33,378,597)	17.3%	(32,080,000)	(1,298,597)	-4.0%
- BETE - Municipal Bus. Equip. T	(17,264,724)	(19,120,021)	-10.7%	(20,978,108)	-9.7%	(24,240,027)	-15.5%	(26,169,061)	-8.0%	(27,103,362)	934,301	3.4%
Subtotal - Tax Relief Transfers	(113,934,585)	(115,336,149)	-1.2%	(111,674,333)	3.2%	(65,357,986)	41.5%	(59,532,694)	8.9%	(59,183,362)	(349,332)	-0.6%
IF&W Total Revenue **	21,425,573	21,347,429	-0.4%	21,623,304	1.3%	21,430,499	-0.9%	22,125,659	3.2%	21,379,362	746,297	3.5%

\*\* IF&W Revenue is a component of the Other Revenue line but is not included in the Detail of Other Revenue because it includes Other Revenue classified above.

# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY16 Budget	% Chg.	Recom. Chg.	FY16 Revised	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
<b>Detail of Other Taxes and Fees:</b>										
- Property Tax - Unorganized Territory	14,225,984	14.2%	0	14,225,984	14.2%	14,513,169	2.0%	0	14,513,169	2.0%
- Real Estate Transfer Tax	15,697,389	13.4%	0	15,697,389	13.4%	15,294,043	-2.6%	0	15,294,043	-2.6%
- Liquor Taxes and Fees	21,214,918	-4.5%	0	21,214,918	-4.5%	21,415,688	0.9%	0	21,415,688	0.9%
- Corporation Fees & Licenses	9,088,649	-7.2%	0	9,088,649	-7.2%	9,088,649	0.0%	0	9,088,649	0.0%
- Telecommunications Excise Tax	7,500,000	-1.2%	0	7,500,000	-1.2%	7,500,000	0.0%	0	7,500,000	0.0%
- Finance Industry Fees	26,851,990	-6.8%	0	26,851,990	-6.8%	26,851,990	0.0%	0	26,851,990	0.0%
- Milk Handling Fee	4,556,944	106.5%	800,761	5,357,705	142.8%	3,413,799	-25.1%	1,661,563	5,075,362	-5.3%
- Casino and Racino Revenue	8,678,540	0.4%	82,935	8,761,475	1.4%	8,711,933	0.4%	138,080	8,850,013	1.0%
- Boat, ATV and Snowmobile Fees	4,523,561	-1.0%	0	4,523,561	-1.0%	4,523,561	0.0%	0	4,523,561	0.0%
- Hunting and Fishing License Fees	15,850,342	-3.9%	0	15,850,342	-3.9%	15,878,217	0.2%	0	15,878,217	0.2%
- Other Miscellaneous Taxes and Fees	11,104,641	-13.4%	152,498	11,257,139	-12.2%	11,026,138	-0.7%	75,000	11,101,138	-1.4%
Subtotal - Other Taxes and Fees	139,292,958	-0.1%	1,036,194	140,329,152	0.6%	138,217,187	-0.8%	1,874,643	140,091,830	-0.2%
<b>Detail of Other Revenue:</b>										
- Liquor Sales and Operations	9,667,500	-28.7%	0	9,667,500	-28.7%	9,845,500	1.8%	0	9,845,500	1.8%
- Targeted Case Management (HHS)	2,640,000	4.2%	0	2,640,000	4.2%	2,560,000	-3.0%	0	2,560,000	-3.0%
- State Cost Allocation Program	18,296,832	-18.6%	0	18,296,832	-18.6%	18,296,832	0.0%	0	18,296,832	0.0%
- Unclaimed Property Transfer	7,000,000	-27.2%	0	7,000,000	-27.2%	7,000,000	0.0%	0	7,000,000	0.0%
- Tourism Transfer	(12,854,128)	-10.6%	0	(12,854,128)	-10.6%	(13,701,204)	-6.6%	0	(13,701,204)	-6.6%
- Transfer to Maine Milk Pool	(13,239,128)	-236.7%	(2,470,779)	(15,709,907)	-299.6%	(8,451,306)	36.2%	(4,171,054)	(12,622,360)	19.7%
- Transfer to STAR Transportation Fund	(6,800,000)	3.8%	0	(6,800,000)	3.8%	(6,800,000)	0.0%	0	(6,800,000)	0.0%
- Other Miscellaneous Revenue	22,085,906	-16.2%	(485,768)	21,600,138	-18.0%	23,447,526	6.2%	(216,768)	23,230,758	7.5%
Subtotal - Other Revenue	26,796,982	-48.4%	(2,956,547)	23,840,435	-54.1%	32,197,348	20.2%	(4,387,822)	27,809,526	16.6%
<b>Detail of Transfers to Tax Relief Programs:</b>										
- Maine Resident Property Tax Program	0	-100.0%	0	0	-100.0%	0	N/A	0	0	N/A
- BETR - Business Equip. Tax Reimb.	(35,000,000)	-4.9%	1,000,000	(34,000,000)	-1.9%	(32,000,000)	8.6%	1,500,000	(30,500,000)	10.3%
- BETE - Municipal Bus. Equip. Tax Reimb.	(31,771,938)	-21.4%	1,000,000	(30,771,938)	-17.6%	(36,948,340)	-16.3%	1,500,000	(35,448,340)	-15.2%
Subtotal - Tax Relief Transfers	(66,771,938)	-12.2%	2,000,000	(64,771,938)	-8.8%	(68,948,340)	-3.3%	3,000,000	(65,948,340)	-1.8%
IF&W Total Revenue **	21,447,907	-3.1%	20,000	21,467,907	-3.0%	21,479,761	0.1%	20,000	21,499,761	0.1%

\*\* IF&W Revenue is a component of the Other Revenue line but is not included in the Detail of Other Revenue because it includes Other Revenue classified above.

# GENERAL FUND REVENUE

## REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
<b>Detail of Other Taxes and Fees:</b>										
- Property Tax - Unorganized Territory	14,513,169	0.0%	0	14,513,169	0.0%	14,513,169	0.0%	0	14,513,169	0.0%
- Real Estate Transfer Tax	8,901,635	-41.8%	0	8,901,635	-41.8%	9,652,433	8.4%	0	9,652,433	8.4%
- Liquor Taxes and Fees	19,086,688	-10.9%	0	19,086,688	-10.9%	19,086,688	0.0%	0	19,086,688	0.0%
- Corporation Fees & Licenses	9,088,649	0.0%	0	9,088,649	0.0%	9,088,649	0.0%	0	9,088,649	0.0%
- Telecommunications Excise Tax	7,500,000	0.0%	0	7,500,000	0.0%	7,500,000	0.0%	0	7,500,000	0.0%
- Finance Industry Fees	26,851,990	0.0%	0	26,851,990	0.0%	26,851,990	0.0%	0	26,851,990	0.0%
- Milk Handling Fee	3,151,200	-7.7%	977,904	4,129,104	-18.6%	3,151,200	0.0%	977,904	4,129,104	0.0%
- Casino and Racino Revenue	8,811,933	1.1%	127,581	8,939,514	1.0%	8,900,812	1.0%	129,097	9,029,909	1.0%
- Boat, ATV and Snowmobile Fees	4,523,561	0.0%	0	4,523,561	0.0%	4,523,561	0.0%	0	4,523,561	0.0%
- Hunting and Fishing License Fees	15,878,217	0.0%	0	15,878,217	0.0%	15,878,217	0.0%	0	15,878,217	0.0%
- Other Miscellaneous Taxes and Fees	11,046,303	0.2%	75,000	11,121,303	0.2%	11,050,053	0.0%	75,000	11,125,053	0.0%
Subtotal - Other Taxes and Fees	129,353,345	-6.4%	1,180,485	130,533,830	-6.8%	130,196,772	0.7%	1,182,001	131,378,773	0.6%
<b>Detail of Other Revenue:</b>										
- Liquor Sales and Operations	28,500	-99.7%	0	28,500	-99.7%	28,500	0.0%	0	28,500	0.0%
- Targeted Case Management (HHS)	2,560,000	0.0%	0	2,560,000	0.0%	2,560,000	0.0%	0	2,560,000	0.0%
- State Cost Allocation Program	18,296,832	0.0%	0	18,296,832	0.0%	18,296,832	0.0%	0	18,296,832	0.0%
- Unclaimed Property Transfer	7,000,000	0.0%	0	7,000,000	0.0%	7,000,000	0.0%	0	7,000,000	0.0%
- Tourism Transfer	(14,922,275)	-8.9%	0	(14,922,275)	-8.9%	(15,514,058)	-4.0%	0	(15,514,058)	-4.0%
- Transfer to Maine Milk Pool	(7,789,106)	7.8%	(3,390,053)	(11,179,159)	11.4%	(7,785,956)	0.0%	(3,389,983)	(11,175,939)	0.0%
- Transfer to STAR Transportation Fund	(6,800,000)	0.0%	0	(6,800,000)	0.0%	(6,800,000)	0.0%	0	(6,800,000)	0.0%
- Other Miscellaneous Revenue	23,444,626	0.0%	(216,768)	23,227,858	0.0%	23,484,455	0.2%	(216,768)	23,267,687	0.2%
Subtotal - Other Revenue	21,818,577	-32.2%	(3,606,821)	18,211,756	-34.5%	21,269,773	-2.5%	(3,606,751)	17,663,022	-3.0%
<b>Detail of Transfers to Tax Relief Programs:</b>										
- Maine Resident Property Tax Program	0	N/A	0	0	N/A	0	N/A	0	0	N/A
- BETR - Business Equip. Tax Reimb.	(28,800,000)	10.0%	2,000,000	(26,800,000)	12.1%	(25,920,000)	10.0%	2,500,000	(23,420,000)	12.6%
- BETE - Municipal Bus. Equip. Tax Reimb.	(42,968,101)	-16.3%	2,000,000	(40,968,101)	-15.6%	(49,968,623)	-16.3%	2,500,000	(47,468,623)	-15.9%
Subtotal - Tax Relief Transfers	(71,768,101)	-4.1%	4,000,000	(67,768,101)	-2.8%	(75,888,623)	-5.7%	5,000,000	(70,888,623)	-4.6%
IF&W Total Revenue **	21,479,926	0.0%	20,000	21,499,926	0.0%	21,483,676	0.0%	20,000	21,503,676	0.0%

\*\* IF&W Revenue is a component of the Other Revenue line but is not included in the Detail of Other Revenue because it includes Other Revenue classified above.



## Appendix B

# Highway Fund Summary Table

## HIGHWAY FUND REVENUE REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY11 Actual	FY12 Actual	% Chg.	FY13 Actual	% Chg.	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY15 Budget	FY15 Variance	% Var.
<b>Fuel Taxes</b>												
- Gasoline Tax	194,958,019	196,418,900	0.7%	192,107,854	-2.2%	\$194,291,295	1.1%	\$196,393,071	1.1%	194,218,900	2,174,171	1.1%
- Special Fuel and Road Use Taxes	44,588,438	45,804,718	2.7%	44,654,907	-2.5%	\$45,696,730	2.3%	\$46,608,086	2.0%	45,679,700	928,386	2%
- Transcap Transfers - Fuel Taxes	(17,554,820)	(17,746,710)	1.1%	(17,414,097)	1.9%	(\$17,634,644)	-1.3%	(\$17,873,296)	-1.4%	(17,628,133)	(245,163)	-1.4%
- Other Fund Gasoline Tax Distributions	(4,957,745)	(5,013,790)	1.1%	(4,808,835)	4.1%	(\$4,858,642)	-1.0%	(\$4,910,656)	-1.1%	(4,856,833)	(53,823)	-1.1%
Subtotal - Fuel Taxes	217,033,892	219,463,118	1.1%	214,539,829	-2.2%	\$217,494,739	1.4%	\$220,217,205	1.3%	217,413,634	2,803,571	1.3%
<b>Motor Vehicle Registration and Fees</b>												
- Motor Vehicle Registration Fees	65,067,731	65,342,628	0.4%	65,602,936	0.4%	\$65,762,247	0.2%	\$67,581,522	2.8%	65,659,536	1,921,986	2.9%
- License Plate Fees	3,424,536	3,476,000	1.5%	3,526,534	1.5%	\$3,519,781	-0.2%	\$3,614,320	2.7%	3,351,681	262,639	7.8%
- Long-term Trailer Registration Fees	9,792,983	9,436,350	-3.6%	9,801,658	3.9%	\$9,924,915	1.3%	\$11,592,185	16.8%	10,384,523	1,207,662	11.6%
- Title Fees	11,261,301	12,074,653	7.2%	19,182,454	58.9%	\$13,230,526	-31.0%	\$13,158,253	-0.5%	12,799,254	358,999	2.8%
- Motor Vehicle Operator License Fees	6,112,149	8,358,214	36.7%	8,540,242	2.2%	\$7,872,663	-7.8%	\$7,417,137	-5.8%	7,425,882	(8,745)	-0.1%
- Transcap Transfers - Motor Vehicle Fees	(14,817,460)	(15,124,443)	-2.1%	(17,320,622)	-14.5%	(\$15,494,140)	10.5%	(\$15,658,915)	-1.1%	(15,453,404)	(205,511)	-1.3%
Subtotal - Motor Vehicle Reg. & Fees	80,841,240	83,563,402	3.4%	89,333,202	6.9%	\$84,815,992	-5.1%	\$87,704,502	3.4%	84,167,472	3,537,030	4.2%
Motor Vehicle Inspection Fees	2,977,702	2,997,953	0.7%	3,495,704	16.6%	\$3,109,288	-11.1%	\$3,295,017	6.0%	2,982,500	312,517	10.5%
Other Highway Fund Taxes and Fees	1,358,167	1,361,886	0.3%	1,309,810	-3.8%	\$1,307,919	-0.1%	\$1,314,494	0.5%	1,270,229	44,265	3.5%
Fines, Forfeits and Penalties	1,145,044	1,044,271	-8.8%	1,030,267	-1.3%	\$976,084	-5.3%	\$854,813	-12.4%	905,910	(51,097)	-5.6%
Income from Investments	124,518	141,082	13.3%	105,414	-25.3%	\$80,299	-23.8%	\$159,116	98.2%	154,546	4,570	3.0%
Other Highway Fund Revenues	7,870,593	8,630,697	9.7%	9,011,474	4.4%	\$9,292,645	3.1%	\$9,949,439	7.1%	9,726,971	222,468	2.3%
<b>Total - Highway Fund Revenue</b>	<b>311,351,155</b>	<b>317,202,409</b>	<b>1.9%</b>	<b>318,825,700</b>	<b>0.5%</b>	<b>\$317,076,966</b>	<b>-0.5%</b>	<b>\$323,494,586</b>	<b>2.0%</b>	<b>316,621,262</b>	<b>6,873,324</b>	<b>2.2%</b>



## HIGHWAY FUND REVENUE REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY16		FY17		Recom.		FY17		Recom.	
	Budget	% Chg.	Revised	% Chg.	Budget	% Chg.	Revised	% Chg.	Budget	% Chg.
Fuel Taxes										
- Gasoline Tax	197,254,300	0.4%	0	197,254,300	0.4%	200,201,200	1.5%	0	200,201,200	1.5%
- Special Fuel and Road Use Taxes	46,393,600	-0.5%	0	46,393,600	-0.5%	47,086,700	1.5%	0	47,086,700	1.5%
- Transcap Transfers - Fuel Taxes	(17,903,637)	-0.2%	0	(17,903,637)	-0.2%	(18,171,111)	-1.5%	0	(18,171,111)	-1.5%
- Other Fund Gasoline Tax Distributions	(4,932,738)	-0.4%	0	(4,932,738)	-0.4%	(5,006,432)	-1.5%	0	(5,006,432)	-1.5%
Subtotal - Fuel Taxes	220,811,525	0.3%	0	220,811,525	0.3%	224,110,357	1.5%	0	224,110,357	1.5%
Motor Vehicle Registration and Fees										
- Motor Vehicle Registration Fees	65,595,787	-2.9%	1,136,955	66,732,742	-1.3%	65,595,787	0.0%	750,000	66,345,787	-0.6%
- License Plate Fees	3,458,710	-4.3%	0	3,458,710	-4.3%	3,458,710	0.0%	0	3,458,710	0.0%
- Long-term Trailer Registration Fees	9,884,523	-14.7%	800,000	10,684,523	-7.8%	9,884,523	0.0%	0	9,884,523	-7.5%
- Title Fees	13,129,254	-0.2%	237,010	13,366,264	1.6%	13,129,254	0.0%	237,010	13,366,264	0.0%
- Motor Vehicle Operator License Fees	7,425,882	0.1%	597,335	8,023,217	8.2%	7,425,881	0.0%	1,073,664	8,499,545	5.9%
- Transcap Transfers - Motor Vehicle Fees	(15,483,404)	1.1%	(87,010)	(15,570,414)	0.6%	(15,483,404)	0.0%	(87,010)	(15,570,414)	0.0%
Subtotal - Motor Vehicle Reg. & Fees	84,010,752	-4.2%	2,684,290	86,695,042	-1.2%	84,010,751	0.0%	1,973,664	85,984,415	-0.8%
Motor Vehicle Inspection Fees										
Motor Vehicle Inspection Fees	2,982,500	-9.5%	0	2,982,500	-9.5%	2,982,500	0.0%	0	2,982,500	0.0%
Other Highway Fund Taxes and Fees										
Other Highway Fund Taxes and Fees	1,293,729	-1.6%	0	1,293,729	-1.6%	1,280,229	-1.0%	0	1,280,229	-1.0%
Fines, Forfeits and Penalties										
Fines, Forfeits and Penalties	905,910	6.0%	(166,871)	739,039	-13.5%	905,910	0.0%	(166,871)	739,039	0.0%
Income from Investments										
Income from Investments	305,087	91.7%	(60,142)	244,945	53.9%	509,184	66.9%	(40,843)	468,341	91.2%
Other Highway Fund Revenues										
Other Highway Fund Revenues	9,201,412	-7.5%	770,188	9,971,600	0.2%	9,192,412	-0.1%	770,188	9,962,600	-0.1%
<b>Total - Highway Fund Revenue</b>	<b>319,510,915</b>	<b>-1.2%</b>	<b>3,227,465</b>	<b>322,738,380</b>	<b>-0.2%</b>	<b>322,991,343</b>	<b>1.1%</b>	<b>2,536,138</b>	<b>325,527,481</b>	<b>0.9%</b>
<b>Change in Biennial Totals</b>									<b>5,763,603</b>	

## HIGHWAY FUND REVENUE REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY18		FY19		FY19		FY19	
	Budget	% Chg.	Revised	% Chg.	Budget	% Chg.	Revised	% Chg.
<b>Fuel Taxes</b>								
- Gasoline Tax	202,622,900	1.2%	202,622,900	1.2%	205,399,700	1.4%	205,399,700	1.4%
- Special Fuel and Road Use Taxes	47,656,300	1.2%	47,656,300	1.2%	48,309,400	1.4%	48,309,400	1.4%
- Transcap Transfers - Fuel Taxes	(18,390,916)	-1.2%	(18,390,916)	-1.2%	(18,642,950)	-1.4%	(18,642,950)	-1.4%
- Other Fund Gasoline Tax Distributions	(5,066,991)	-1.2%	(5,066,991)	-1.2%	(5,136,430)	-1.4%	(5,136,430)	-1.4%
Subtotal - Fuel Taxes	226,821,293	1.2%	226,821,293	1.2%	229,929,720	1.4%	229,929,720	1.4%
<b>Motor Vehicle Registration and Fees</b>								
- Motor Vehicle Registration Fees	65,595,787	0.0%	66,345,787	0.0%	65,595,787	0.0%	750,000	66,345,787
- License Plate Fees	3,458,710	0.0%	3,458,710	0.0%	3,458,710	0.0%	0	3,458,710
- Long-term Trailer Registration Fees	9,884,523	0.0%	9,884,523	0.0%	9,884,523	0.0%	0	9,884,523
- Title Fees	13,129,254	0.0%	13,366,264	0.0%	13,129,254	0.0%	237,010	13,366,264
- Motor Vehicle Operator License Fees	7,425,881	0.0%	8,019,471	-5.6%	7,425,881	0.0%	474,494	7,900,375
- Transcap Transfers - Motor Vehicle Fees	(15,483,404)	0.0%	(15,570,414)	0.0%	(15,483,404)	0.0%	(87,010)	(15,570,414)
Subtotal - Motor Vehicle Reg. & Fees	84,010,751	0.0%	85,504,341	-0.6%	84,010,751	0.0%	1,374,494	85,385,245
<b>Motor Vehicle Inspection Fees</b>								
Motor Vehicle Inspection Fees	2,982,500	0.0%	0	2,982,500	0.0%	2,982,500	0	2,982,500
<b>Other Highway Fund Taxes and Fees</b>								
Other Highway Fund Taxes and Fees	1,293,729	1.1%	1,293,729	1.1%	1,280,229	-1.0%	0	1,280,229
<b>Fines, Forfeits and Penalties</b>								
Fines, Forfeits and Penalties	905,910	0.0%	739,039	0.0%	905,910	0.0%	(166,871)	739,039
<b>Income from Investments</b>								
Income from Investments	737,789	44.9%	679,522	45.1%	737,789	0.0%	(58,267)	679,522
<b>Other Highway Fund Revenues</b>								
Other Highway Fund Revenues	9,550,269	3.9%	10,320,457	3.6%	9,550,269	0.0%	770,188	10,320,457
<b>Total - Highway Fund Revenue</b>	<b>326,302,241</b>	<b>1.0%</b>	<b>328,340,881</b>	<b>0.9%</b>	<b>329,397,168</b>	<b>0.9%</b>	<b>1,919,544</b>	<b>331,316,712</b>
<b>Change in Biennial Totals</b>							<b>3,958,184</b>	<b>0.9%</b>



## Appendix C

# Fund for a Healthy Maine Summary Table

## FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT PAYMENTS)

### REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY11 Actual	FY12 Actual	FY13 Actual	FY14 Actual	FY15 Actual	FY15 Budget	FY15 Variance	FY15 % Var.
	% Chg.	% Chg.	% Chg.	% Chg.	% Chg.	% Chg.		
Tobacco Settlement Payments:								
- Base Payments	41,484,712	42,306,831	42,276,735	47,833,255	40,779,184	40,242,124	537,061	1.3%
- Strategic Contribution Payments	8,544,647	8,702,217	8,709,923	8,559,647	8,696,498	8,581,965	114,533	1.3%
Subtotal TSPs	50,029,359	51,009,048	50,986,658	56,392,902	49,475,682	48,824,089	651,593	1.3%
Casino Revenue *	4,500,000	4,500,000	0	4,158,208	4,107,614	4,288,409	(180,795)	-4.2%
Income from Investments	2,494	7,858	5,657	7,823	8,956	7,826	1,130	14.4%
Attorney General Reimbursements and Other Income **	(145,147)	0	0	0	0	0	0	N/A
<b>Total - FHM Revenue</b>	<b>54,386,707</b>	<b>55,516,906</b>	<b>50,992,315</b>	<b>60,558,934</b>	<b>53,592,252</b>	<b>53,120,324</b>	<b>471,928</b>	<b>0.9%</b>

\* Casino Revenue reflects that portion of the State's share of proceeds from slot machines at the Hollywood Casino Bangor designated for the Fund for a Healthy Maine. For fiscal years 2009-10, 2010-11, and 2011-12, PL 2009, c. 462, Pt. H, capped the proceeds transferred to the Fund for a Healthy Maine at \$4.5 million per year, with the balance transferred to the General Fund. PL 2011 c. 380, Part II extended the \$4.5 million cap through 2012-13. PL 2011 c. 477 re-directed \$2 million of the 2012-13 transfer to the General Fund and PL 2011, c. 657 re-directed the remaining \$2.5 million of the 2012-13 transfer to the General Fund.

\*\* Beginning in FY10, this category reflects revenue transfers from the Fund for a Healthy Maine to General Fund undedicated revenue to offset revenue reductions from the implementation of PL 2007, c. 467, which limited the sale of certain flavored cigars and cigarettes beginning July 1, 2009. PL 2011 c. 380, Part II eliminated this transfer effective July 1, 2011.

## FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT PAYMENTS)

### REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY16 Budget	% Chg.	Recom. Chg.	FY16 Revised	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Tobacco Settlement Payments:										
- Base Payments	40,962,319	0.4%	0	40,962,319	0.4%	40,091,251	-2.1%	0	40,091,251	-2.1%
- Strategic Contribution Payments	8,447,026	-2.9%	0	8,447,026	-2.9%	8,278,665	-2.0%	0	8,278,665	-2.0%
Subtotal TSPs	49,409,345	-0.1%	0	49,409,345	-0.1%	48,369,916	-2.1%	0	48,369,916	-2.1%
Casino Revenue *	4,092,837	-0.4%	40,135	4,132,972	0.6%	4,131,702	0.9%	84,562	4,216,264	2.0%
Income from Investments	13,082	46.1%	0	13,082	46.1%	22,311	70.5%	0	22,311	70.5%
Attorney General Reimbursements and Other Income	0	N/A	0	0	N/A	0	N/A	0	0	N/A
<b>Total - FHM Revenue</b>	<b>53,515,264</b>	<b>-0.1%</b>	<b>40,135</b>	<b>53,555,399</b>	<b>-0.1%</b>	<b>52,523,929</b>	<b>-1.9%</b>	<b>84,562</b>	<b>52,608,491</b>	<b>-1.8%</b>
<b>Change in Biennial Totals</b>								<b>124,697</b>		

\* Casino Revenue reflects that portion of the State's share of proceeds from slot machines at the Hollywood Casino Bangor designated for the Fund for a Healthy Maine.

## FUND FOR A HEALTHY MAINE (FHM) REVENUE (TOBACCO SETTLEMENT PAYMENTS)

### REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST

Source	FY18		FY19		FY18 Revised		FY19 Revised		Recom.	
	Budget	% Chg.	Budget	% Chg.	Budget	% Chg.	Budget	% Chg.	Chg.	% Chg.
Tobacco Settlement Payments:										
- Base Payments	43,942,686	9.6%	43,012,837	9.6%	43,942,686	9.6%	43,012,837	-2.1%	0	-2.1%
- Strategic Contribution Payments **	0	-100.0%	0	-100.0%	0	-100.0%	0	N/A	0	N/A
<b>Subtotal TSPs</b>	<b>43,942,686</b>	<b>-9.2%</b>	<b>43,012,837</b>	<b>-9.2%</b>	<b>43,942,686</b>	<b>-9.2%</b>	<b>43,012,837</b>	<b>-2.1%</b>	<b>0</b>	<b>-2.1%</b>
Casino Revenue *	4,173,019	1.0%	4,214,749	1.0%	4,258,426	1.0%	4,301,011	1.0%	86,262	1.0%
Income from Investments	31,064	39.2%	31,064	39.2%	31,064	39.2%	31,064	0.0%	0	0.0%
Attorney General Reimbursements and Other Income	0	N/A	0	N/A	0	N/A	0	N/A	0	N/A
<b>Total - FHM Revenue</b>	<b>48,146,769</b>	<b>-8.3%</b>	<b>47,258,650</b>	<b>-8.3%</b>	<b>48,232,176</b>	<b>-8.3%</b>	<b>47,344,912</b>	<b>-1.8%</b>	<b>86,262</b>	<b>-1.8%</b>
<b>Change in Biennial Totals</b>									<b>171,669</b>	

\* Casino Revenue reflects that portion of the State's share of proceeds from slot machines at the commercial race track in Bangor designated for the Fund for a Healthy Maine.

\*\* Beginning in FY 18, the ten-year strategic contribution payment will end with the funding nationally for this purpose returned to the regular distribution pool.



## Appendix D

# Medicaid/MaineCare Dedicated Revenue Taxes Summary Table

**MEDICAID/MAINECARE DEDICATED REVENUE TAXES  
REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST**

Source	FY11 Actual	FY12 Actual	% Chg.	FY13 Actual	% Chg.	FY14 Actual	% Chg.	FY15 Actuals	% Chg.	FY15 Budget	FY15 Variance	% Var.
Nursing Facility Tax*	31,728,140	34,073,327	7.4%	35,370,670	3.8%	34,168,165	-3.4%	35,323,010	3.4%	35,729,700	(406,690)	-1.1%
Residential Treatment Facility (ICFs/MR) Tax*	1,817,768	2,113,206	16.3%	1,929,457	-8.7%	1,878,734	-2.6%	1,660,080	-11.6%	1,797,900	(137,820)	-7.7%
Hospital Tax**	80,595,499	80,909,981	0.4%	80,942,050	0.0%	97,208,195	20.1%	97,379,317	0.2%	97,355,522	23,795	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	33,880,370	34,829,087	2.8%	34,998,876	0.5%	35,354,849	1.0%	36,711,725	3.8%	36,362,047	349,678	1.0%
<b>Total - Health Care Provider Taxes</b>	<b>148,021,777</b>	<b>151,925,600</b>	<b>2.6%</b>	<b>153,241,054</b>	<b>0.9%</b>	<b>168,609,944</b>	<b>10.0%</b>	<b>171,074,132</b>	<b>1.5%</b>	<b>171,245,169</b>	<b>(171,037)</b>	<b>-0.1%</b>

\* The nursing facility and residential treatment facility tax rates were decreased in PL 2007, c. 539, Part X from 6.0% to 5.5% beginning in FY09 consistent with federal law. PL 2011, c. 411 increases the rates back to 6% effective October 1, 2011 consistent with federal law.

\*\* The hospital tax base year was modified in PL 2007, c. 545, to hospital fiscal years ending during calendar year 2006 beginning in FY 09; again in PL 2009, c. 571 to hospital fiscal years ending during calendar year 2008 beginning in FY 11 and again in PL 2013, c. 368 to hospital fiscal years ending during calendar year 2012 beginning in FY 14.

\*\*\* The Service Provider Tax rates were increased in PL 2015, c. 267, Part TTTT from 5.0% to 6.0% beginning in FY16, on 01/01/2016.



**MEDICAID/MAINECARE DEDICATED REVENUE TAXES  
REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST**

Source	FY 16 Budget		FY16 Revised		FY 17 Budget		FY17 Revised	
	FY 16 Budget	% Chg.	FY16 Revised	% Chg.	FY 17 Budget	% Chg.	FY17 Revised	% Chg.
Nursing Facility Tax*	35,311,553	0.0%	35,311,553	0.0%	35,133,410	-0.5%	35,133,410	-0.5%
Residential Treatment Facility (ICFs/MR) Tax*	1,803,678	8.7%	1,803,678	8.7%	1,797,900	-0.3%	1,797,900	-0.3%
Hospital Tax **	95,334,630	-2.1%	95,334,630	-2.1%	95,334,630	0.0%	95,334,630	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	37,663,742	2.6%	37,663,742	2.6%	45,324,035	20.3%	45,324,035	20.3%
<b>Total - Health Care Provider Taxes</b>	<b>170,113,603</b>	<b>-0.6%</b>	<b>170,113,603</b>	<b>-0.6%</b>	<b>177,589,975</b>	<b>4.4%</b>	<b>177,589,975</b>	<b>4.4%</b>
<b>Change in Biennial Totals</b>					<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

\* The nursing facility and residential treatment facility tax rates were decreased in PL 2007, c. 539, Part X from 6.0% to 5.5% beginning in FY09 consistent with federal law. PL 2011, c. 411 increases the rates back to 6% effective October 1, 2011 consistent with federal law.

\*\* The hospital tax base year was modified in PL 2007, c. 545, to hospital fiscal years ending during calendar year 2006 beginning in FY 09; again in PL 2009, c. 571 to hospital fiscal years ending during calendar year 2008 beginning in FY 11 and again in PL 2013, c. 368 to hospital fiscal years ending during calendar year 2012 beginning in FY 14.

\*\*\* The Service Provider Tax rates were increased in PL 2015, c. 267, Part TTTT from 5.0% to 6.0% beginning in FY16, on 01/01/2016.

**MEDICAID/MAINECARE DEDICATED REVENUE TAXES  
REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MARCH 2016 FORECAST**

Source	FY18		FY18 Revised		FY19 Budget		FY19 Revised		Recom. Chg.	% Chg.
	Budget	% Chg.	Chg.	% Chg.	Budget	% Chg.	Revised	% Chg.		
Nursing Facility Tax*	35,133,410	0.0%	0	0.0%	35,133,410	0.0%	35,133,410	0.0%	0	0.0%
Residential Treatment Facility (ICFs/MR) Tax*	1,797,900	0.0%	0	0.0%	1,797,900	0.0%	1,797,900	0.0%	0	0.0%
Hospital Tax **	95,334,630	0.0%	0	0.0%	95,334,630	0.0%	95,334,630	0.0%	0	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	45,324,035	0.0%	0	0.0%	45,324,035	0.0%	45,324,035	0.0%	0	0.0%
<b>Total - Health Care Provider Taxes</b>	<b>177,589,975</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>	<b>177,589,975</b>	<b>0.0%</b>	<b>177,589,975</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
<b>Change in Biennial Totals</b>									<b>0</b>	

\* The nursing facility and residential treatment facility tax rates were decreased in PL 2007, c. 539, Part X from 6.0% to 5.5% beginning in FY09 consistent with federal law. PL 2011, c. 411 increases the rates back to 6% effective October 1, 2011 consistent with federal law.

\*\* The hospital tax base year was modified in PL 2007, c. 545, to hospital fiscal years ending during calendar year 2006 beginning in FY 09; again in PL 2009, c. 571 to hospital fiscal years ending during calendar year 2008 beginning in FY 11 and again in PL 2013, c. 368 to hospital fiscal years ending during calendar year 2012 beginning in FY 14.

\*\*\* The Service Provider Tax rates were increased in PL 2015, c. 267, Part TTTT from 5.0% to 6.0% beginning in FY16, on 01/01/2016.



## Appendix E

# Consensus Economic Forecasting Commission Report

February 1, 2016

**Report of the  
CONSENSUS ECONOMIC FORECASTING COMMISSION  
February 1, 2016**

**Commissioners**

John C. Atkinson

Dr. Sheena S. Bunnell  
*Professor of Business Economics  
University of Maine Farmington*

James A. Clair, Chair  
*President  
Goold Health Systems, an Emdeon Company*

Gradon R. Haehnel

Eric N. Stinneford  
*Vice President – Controller, Treasurer & Clerk  
Central Maine Power*

## Summary

The Maine Consensus Economic Forecasting Commission (CEFC) convened on January 29, 2016, to review and revise the forecast through 2019. This report provides a summary of the Commission's findings.

The Maine and U.S. economies have generally continued to improve since the Consensus Economic Forecasting Commission (CEFC) last met in October 2015, although the decline in oil prices and global turmoil have recently caused some weakness in national consumer and business confidence.

Maine's real GDP increased 1.0% in the second quarter of 2015. While this follows a weak first quarter, the last three quarters of 2014 all saw increases in real GDP. Personal income in Maine grew 3.5% from the first three quarters of 2014 to the first three quarters of 2015, while wage and salary income, which is the largest component of total personal income, grew 3.3% over the same period. This is stronger growth than the CEFC had forecast in November 2015. The debt-to-income level for Maine businesses and households continued to rise to new levels in the third quarter of 2015. The Consumer Price Index was up just 0.7% in December 2015 from a year ago, weighed down by declines in energy prices.

Nationwide, consumer sentiment has trended down in recent months, peaking in January 2015. The December 2015 level was down 1.1% from a year ago. Small business optimism peaked in December 2014 and is down 5.2% from that month.

The price of crude oil decreased 12.8% in the fourth quarter of 2015 to just under \$45 per barrel. As a result of continued declines in crude oil prices, heating oil prices and gasoline prices have seen substantial declines as well. Heating oil dropped below \$2 per gallon in December and gasoline is currently averaging just over \$2 per gallon.

Existing single-family home sales in Maine were up 15.6% in December 2015 compared to December 2014 and housing permits for the December 2014-November 2015 year were 3.3% higher than the previous 12-month period. The median home price in the Portland-South Portland-Biddeford Metropolitan Statistical Area (which encompasses all of York, Cumberland, and Sagadahoc counties) increased 4.2% year-over-year in the third quarter of 2015. Mortgage delinquency rates in Maine have been declining but at a slower pace than nationally. The foreclosure rate in Maine was 0.41% in the third quarter of 2015 and has been above the national rate for twelve of the past thirteen quarters.

There was limited new data available since the CEFC last met three months ago. The Commission largely decided to leave the forecast unchanged, opting to make minor adjustment to the forecast in the near term to account for current actual trends. The employment forecast relies on an alternative scenario ("LowPop") created by the Office of Policy and Management, which provides staff support to the CEFC. This alternative scenario is based on the Moody's Analytics baseline with adjustments that lowered the population and employment growth forecasts. These adjustments are a result of the consensus that the national level forecasts are based on overly optimistic population projections for the state of Maine, causing employment forecasts, among other things, to grow at an unattainable rate. However, this forecast does assume an increase in migration into Maine in the next few years.

In addition to the ongoing concerns about the demographic situation, the Commission considered some additional macroeconomic conditions, including the continuation of low oil prices, the continued strength of the U.S. dollar, and the global economic situation. Without compelling evidence of a major change in economic conditions, the Commission made only minor changes to the forecast.

The forecast for wage and salary employment was left mostly unchanged, with 2015 and 2019 adjusted downward by 0.1 percentage points. The 2019 employment level is just shy of the 2007 pre-recession peak. CPI was adjusted upward by 0.1 percentage points in 2015 and down the same amount in 2016. Total personal income was revised downward by 0.1 percentage points in 2015 and left unchanged in the rest of the forecast years. The forecast for wage and salary income was left unchanged for all years.

The table below provides the forecast's major indicators.

<b>Calendar Years</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
<b>Wage &amp; Salary Employment (Annual Percentage Change)</b>						
CEFC Forecast 11/2015	0.5	0.9	0.7	0.4	0.2	0.1
CEFC Forecast 02/2016	0.5	0.8	0.7	0.4	0.2	0.0
<b>Personal Income (Annual Percentage Change)</b>						
CEFC Forecast 11/2015	3.1	3.5	3.7	4.0	3.7	3.3
CEFC Forecast 02/2016	3.1	3.4	3.7	4.0	3.7	3.3
<b>Wage and Salary Income (Annual Percentage Change)</b>						
CEFC Forecast 11/2015	3.7	3.4	4.1	4.1	3.9	3.6
CEFC Forecast 02/2016	3.7	3.4	4.1	4.1	3.9	3.6
<b>CPI (Annual Percentage Change)</b>						
CEFC Forecast 11/2015	1.6	0.0	1.8	2.4	2.6	2.3
CEFC Forecast 02/2016	1.6	0.1	1.7	2.4	2.6	2.3

In deliberations leading to consensus, the CEFC considered information presented by several state agencies, including the Maine Department of Labor, Maine Revenue Services, and the Office of Policy and Management. The following sections summarize these reports.

### **Office of Policy and Management**

In the second quarter of 2015, Maine's real Gross Domestic Product was \$49.5 billion, with \$42.7 billion coming from private industries and \$6.8 billion from government (federal, state, and local). Maine's total real GDP increased 1.0% in the second quarter of 2015. This was slightly higher than the rate of national GDP growth, which was 0.9%. However, this follows a steep decline in GDP in the first quarter of 2015.

According to preliminary estimates from the U.S. Bureau of Economic Analysis, total personal income grew 3.5% from the first three quarters of 2014 to the first three quarters of 2015 and wage and salary income grew 3.3% during the same period. Total personal income for the fourth

quarter of 2015 would need to be 1.8% lower than the third quarter to hit the CEFC's annual forecast for 2015. Wage and salary disbursements would need to be 0.9% lower. Wage and salary disbursements, which are the largest component of personal income, averaged around \$26.4 billion in the first three quarters of 2015 (seasonally adjusted at annual rates). Total personal income averaged around \$55.7 billion. Maine's debt to income ratio was 26.0% in the third quarter of 2015. The ratio is at its highest point since the first quarter of 2008.

The Consumer Price Index (CPI) was up just 0.7% from December 2014 to December 2015, weighed down by significant energy price deflation. Core inflation, which excludes food and energy prices, rose 2.1% over that same period. The Chained Consumer Price Index (Chained CPI) increased 0.3% from December 2014 to December 2015, again slowed by the drop in energy prices. Core inflation rose 1.9% over the same period. Chained CPI allows for substitutions in the basket of goods and services being measured.

In December 2015, the survey-based University of Michigan Consumer Sentiment Index increased 1.4% month-over-month but was down 1.1% from a year ago. The survey-based National Federation of Independent Business (NFIB) Small Business Optimism Index was up 0.4% from the previous month and down 5.2% from December 2014.

The price of Brent crude oil plunged starting in the later half of 2014 and was just under \$45 per barrel in the fourth quarter of 2015, a decrease of 12.8% from the third quarter of 2015 and a 41.9% decrease from the third quarter of 2014. The price of heating oil in Maine declined throughout most of the 2014-2015 heating season and the 2015-2016 heating season has been well below prices of the past few years, averaging \$1.85/gallon most recently. The price of heating oil in Maine had averaged around \$3.75/gallon before the recent decline in crude oil prices. The price of gasoline in New England on January 18, 2016 averaged \$2.07, a decrease of \$0.05 per gallon over the previous week and \$0.25 lower than one year ago. The price of gasoline has dropped \$1.78 per gallon since the July 2014 peak.

The number of new automobile titles issued by the Maine Bureau of Motor Vehicles increased 5.9% from FY 2014 to FY 2015, while the number of used automobile titles issued increased 2.0%. Total registrations were up 2.7% from FY 2014 to FY 2015.

Single family existing-home sales in Maine were up 15.6% in December 2015 compared to December 2014. Home sales in Maine have grown year-over-year in 51 of the last 54 months. Average monthly single unit housing permits in Maine in the 12-month period from December 2014 through November 2015 were 3.3% higher than in the previous 12-month period. The median home price in the Portland – South Portland – Biddeford metropolitan area increased 4.2% year-over-year in the third quarter of 2015. The median home price in the third quarter of 2015 was \$243,600. The share of mortgages in Maine that are delinquent 30 days or more was 6.3% in the third quarter of 2015. The rate of delinquencies in Maine has been above the U.S. rate for fourteen straight quarters now. Maine's foreclosure rate was 0.41% in the third quarter of 2015, down slightly from the previous quarter. Maine's foreclosure rate has been above the U.S. rate for twelve of the past thirteen quarters.

Full background materials are available at:  
<http://www.maine.gov/economist/forecasts/index.shtml>

## **Maine Department of Labor**

The Center for Workforce Research (CWRI) developed a new ten year workforce forecast for the period ending in 2024. The outlook is similar to the previous forecast to 2022, except that with two more years the advancing age structure of the population has more impact. CWRI expects that low unemployment and rising wages will spur rising rates of labor force participation among all age groups, but the total participation rate will decline as the age structure of the population continues to shift toward seniors. There is room for modest job growth in the next few years, but after 2019 rising numbers of retiring baby boomers are likely to be an overwhelming force, taking employment lower. For the full decade from 2014 to 2024 CWRI expects employment to grow and then decline with a net change of +5,000.

The two monthly surveys have been providing diverging indications of employment growth during the recovery. The household survey indicates the workforce is contracting. It has provided similar indications in the two previous economic recoveries. The payroll survey indicates modest job growth continues. It provides a more reliable indication of trends over the last few years.

Inflation-adjusted total wages paid in Maine are back to the pre-recession peak level in 2007 and average wages are rising at the fastest rate in more than a decade. This is partly due to a tighter, more competitive labor market and partly due to near zero inflation – in nominal dollars (what people are actually paid) the rise is modestly above previous years. It is too early to know if real wage growth will remain high when inflation returns, but less expensive oil has been good for Maine's workforce.

The presentation is available at  
[www.maine.gov/labor/cwri/publications/pdf/CEFC\\_January\\_2016.pdf](http://www.maine.gov/labor/cwri/publications/pdf/CEFC_January_2016.pdf)

## **Maine Revenue Services**

December General Fund revenues were over budget by \$26.7 million or 10.3%. For the first half of the fiscal year General Fund revenues are \$34.8 million over budget (+2.1%). Approximately \$20 million of the year-to-date overage is from property tax refunds being behind schedule. Those reimbursements are expected to catch up to budget in the next few months.

November taxable sales (December revenue) increased by 5.6% over a year ago, resulting in a monthly revenue surplus for sales and use and service provider taxes combined of \$1.3 million. Year-to-date sales and service provider taxes are a combined \$4.3 million over budget. Auto/transportation sales increased by 11.6% over last year, and were up 11.3% for the three month period ending in November. Tourism related sales, restaurants and lodging, increased by 3.4% over last November. Building supply store sales in November increased by 11.1% year-over-year, and have risen by 5.3% for the three month period ending November. Preliminary data on January receipts, December sales, is that taxable sales slowed in December, but were consistent with the budget forecast of 4.5% year-over-year growth. An improving economy and unexpectedly low energy prices are fueling the growth in consumer spending.

Individual income tax receipts were over budget for the month by \$14.2 million, and are now \$14.2 million over budget for the fiscal year. Withholding receipts were \$9.7 million over budget in December and ended calendar year 2015 5.9% higher than 2014. Estimated payments



exceeded budget for the month by \$3.7 million. The final estimated payment of the calendar year isn't due until January 15th, but many taxpayers file their final state level estimated payment in December to increase their federal itemized deductions. While the December estimated payment was over budget, it did decline by 11.3% compared to a year ago. With only one processing day remaining in January, it appears that withholding and estimated payments will exceed budget again. It appears the final estimated payment for 2015 will be 6.8% higher than 2014, bringing the growth in estimated payments for the entire tax year to 14.5%. This is the best growth absent unusual circumstances since 1998.

## **Macroeconomic Assumptions**

Two different baseline economic forecasts were examined at the meeting: the Moody's Analytics baseline scenario and the IHS Economics baseline scenario for January 2016. Additionally, OPM provided two alternative scenarios based on assumptions of low population growth that limit employment growth (LowPop) – one using adjustments to the growth rates and one using adjustments to the levels. Each forecast was based on a different set of national macroeconomic assumptions. The LowPop scenarios were based on the Moody's Analytics baseline scenario with population projections taken from OPM's projections to 2032 adjusted for recent Census Bureau estimates and industry sector employment growth adjustments by OPM staff. These forecasts were then compared to the CEFC's November 2015 forecast. The key assumptions made by the CEFC are below.

- Maine population growth is likely to limit employment growth over the next few years. The employment forecast adopted by the CEFC assumes some in-migration to Maine.
- Oil prices remain low in the near term before beginning a gradual rise in the out years of the forecast. This will keep inflation low for 2015 and 2016.
- The largest risks to the forecast are in the credit markets; increased instability or a break down there would have negative implications for this economic forecast.

## **Consensus Forecast**

The CEFC members continued to believe that the national forecasts are overly optimistic in their population and employment projections for the state, however the LowPop scenarios, designed to address these concerns, are based on the Moody's Analytics model that seems to do a poor job of reflecting the changing income situation in Maine. The Commission tried to fit their 2015 and 2016 forecasts to actual trends in employment and wage growth as much as possible while making modest changes elsewhere. Employment growth rates, based on the LowPop Levels scenario, targeted an employment level of 617,400 in 2019, just below the pre-recession peak. The growth rates for 2015 and 2019 were adjusted downward slightly.

Wage and salary income growth was left unchanged from the previous forecast. The forecast for supplements to wages and salaries was adjusted upward by 0.2 percentage points in 2015 and left unchanged for all other forecast years. Nonfarm proprietors' income was adjusted up by 0.4 percentage points in 2015 with the remaining years left unchanged. Dividends, interest, and rent was adjusted upwards by 0.3 percentage points in 2015 with the remaining years left unchanged. The forecast for personal current transfer receipts was adjusted downward by 0.2 percentage

points in 2015 and upward by 0.2 percentage points in 2016 with no further changes to the forecast.

The overall result for total personal income was a 0.1 percentage point revision downward for 2015, while 2016-2019 were left unchanged.

The CEFC set its 2015 forecast for inflation to the actual 0.1 percent Consumer Price Index annual 2015 growth rate recently released by the U.S. Bureau of Labor Statistics, an increase from the previous forecast of 0.0 percent growth. The 2016 forecast was set to the Moody's Analytics baseline forecast of 1.7%, a decrease of 0.1 percentage points from the previous forecast, while the remaining years were left unchanged. The forecast for corporate profits was left unchanged from the previous forecast.

Overall, the primary source of concern for the CEFC continues to be Maine's demographic situation, with an aging population and little to no population growth. Continued low oil prices and the strength of the U.S. dollar contributed to this forecast.

The following page provides the full forecast.

# Maine Consensus Economic Forecasting Commission

February 2016 Forecast

	History	Forecast				
	2014	2015	2016	2017	2018	2019
CPI-U* (Annual Change)	1.6%	0.1%	1.7%	2.4%	2.6%	2.3%
CPI for Energy Prices** (Annual Change)	-0.5%	-16.6%	0.3%	8.6%	7.6%	5.4%
Avg. Price of New Vehicles** (Annual Change)	2.0%	2.1%	3.1%	4.2%	4.2%	3.9%
New Vehicle Registrations** (Annual Change)	10.4%	1.2%	-2.9%	3.2%	-1.2%	-2.4%
Personal Savings Rate**	4.8%	5.2%	5.1%	5.2%	5.7%	5.3%
Maine Unemployment Rate**	5.7%	4.6%	4.3%	4.6%	4.9%	5.0%
3-Month Treasury Bill Rate**	0.03%	0.05%	0.43%	1.53%	2.97%	3.17%
10-Year Treasury Note Rate**	2.54%	2.14%	2.84%	3.86%	4.04%	3.98%
Before-Tax Corporate Profits* (Annual Change)	2.1%	6.0%	6.0%	1.4%	1.6%	3.2%
<b>Maine Wage &amp; Salary Employment* (thousands)</b>	<b>604.5</b>	<b>609.1</b>	<b>613.7</b>	<b>616.1</b>	<b>617.4</b>	<b>617.4</b>
Natural Resources	2.5	2.4	2.4	2.4	2.4	2.4
Construction	25.9	25.6	25.8	25.8	25.8	25.8
Manufacturing	50.3	50.0	49.8	49.6	49.1	48.6
Trade/Trans./Public Utils.	119.1	119.7	120.2	121.0	122.0	122.4
Information	7.5	7.4	7.4	7.4	7.3	7.3
Financial Activities	30.4	31.1	31.1	31.0	30.6	30.2
Prof. & Business Services	63.2	65.4	66.8	67.5	67.7	67.8
Education & Health Services	122.4	123.2	124.7	125.9	126.7	127.4
Leisure & Hospitality Services	62.6	63.3	64.2	64.4	64.6	64.6
Other Services	21.0	21.5	21.4	21.4	21.2	21.0
Government	99.8	99.6	99.7	99.7	99.9	99.9
<b>Maine Wage &amp; Salary Employment* (Annual Change)</b>	<b>0.5%</b>	<b>0.8%</b>	<b>0.7%</b>	<b>0.4%</b>	<b>0.2%</b>	<b>0.0%</b>
Natural Resources	1.0%	-1.7%	-0.2%	0.2%	-0.3%	-0.4%
Construction	1.0%	-1.1%	1.0%	-0.1%	0.0%	0.0%
Manufacturing	-0.3%	-0.4%	-0.4%	-0.5%	-0.9%	-1.1%
Trade/Trans./Public Utils.	1.0%	0.4%	0.5%	0.7%	0.8%	0.3%
Information	-2.0%	-0.6%	-0.5%	-0.2%	-0.6%	0.0%
Financial Activities	0.1%	2.4%	0.1%	-0.4%	-1.2%	-1.2%
Prof. & Business Services	2.8%	3.4%	2.1%	1.2%	0.2%	0.2%
Education & Health Services	0.3%	0.7%	1.2%	1.0%	0.6%	0.5%
Leisure & Hospitality Services	-0.2%	1.0%	1.5%	0.2%	0.4%	0.0%
Other Services	1.3%	2.3%	0.0%	-0.4%	-0.7%	-1.0%
Government	-0.7%	-0.2%	0.1%	0.0%	0.1%	0.0%
	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>
Personal Income* (\$ million)	54,195	56,038	58,104	60,440	62,650	64,690
Wages & Salaries*	25,794	26,671	27,768	28,906	30,033	31,115
Supplements to Wages & Salaries*	6,252	6,327	6,541	6,812	7,058	7,315
Nonfarm Proprietors' Income*	3,833	4,024	4,221	4,386	4,553	4,744
Farm Proprietors' Income**	75	57	65	64	62	59
Dividends, Interest, & Rent*	9,323	9,668	10,065	10,618	11,001	11,188
Dividends	2,464	2,610	2,667	2,710	2,772	2,864
Interest	4,476	4,510	4,823	5,405	5,814	5,929
Rent	2,384	2,550	2,574	2,499	2,413	2,394
Personal Current Transfer Receipts*	12,351	12,783	13,090	13,469	13,954	14,498
Less: Contributions for Social Ins.**	4,278	4,374	4,564	4,773	5,001	5,255
Adjustment for Residence**	846	883	919	958	990	1,026
<b>Personal Income* (Annual Change)</b>	<b>3.1%</b>	<b>3.4%</b>	<b>3.7%</b>	<b>4.0%</b>	<b>3.7%</b>	<b>3.3%</b>
<b>Wages &amp; Salaries*</b>	<b>3.7%</b>	<b>3.4%</b>	<b>4.1%</b>	<b>4.1%</b>	<b>3.9%</b>	<b>3.6%</b>
<b>Supplements to Wages &amp; Salaries*</b>	<b>-1.5%</b>	<b>1.2%</b>	<b>3.4%</b>	<b>4.1%</b>	<b>3.6%</b>	<b>3.6%</b>
<b>Nonfarm Proprietors' Income*</b>	<b>5.8%</b>	<b>5.0%</b>	<b>4.9%</b>	<b>3.9%</b>	<b>3.8%</b>	<b>4.2%</b>
<b>Farm Proprietors' Income**</b>	<b>-8.7%</b>	<b>-23.8%</b>	<b>14.9%</b>	<b>-2.3%</b>	<b>-3.2%</b>	<b>-4.0%</b>
<b>Dividends, Interest, &amp; Rent*</b>	<b>3.9%</b>	<b>3.7%</b>	<b>4.1%</b>	<b>5.5%</b>	<b>3.6%</b>	<b>1.7%</b>
Dividends	3.3%	5.9%	2.2%	1.6%	2.3%	3.3%
Interest	1.9%	0.8%	7.0%	12.1%	7.6%	2.0%
Rent	8.6%	7.0%	0.9%	-2.9%	-3.4%	-0.8%
<b>Personal Current Transfer Receipts*</b>	<b>2.6%</b>	<b>3.5%</b>	<b>2.4%</b>	<b>2.9%</b>	<b>3.6%</b>	<b>3.9%</b>
<b>Less: Contributions for Social Ins.**</b>	<b>3.0%</b>	<b>2.3%</b>	<b>4.3%</b>	<b>4.6%</b>	<b>4.8%</b>	<b>5.1%</b>
<b>Adjustment for Residence**</b>	<b>7.2%</b>	<b>4.3%</b>	<b>4.0%</b>	<b>4.3%</b>	<b>3.4%</b>	<b>3.6%</b>

\*CEFC Forecast

\*\*From IHS Economics, OPM Low Pop Scenarios and Moody's Analytics Baseline, January 2016

Remaining lines derived from CEFC forecast by CEFC staff and reviewed by CEFC



## **APPENDIX F**

# **Maine Revenue Services** **Recommendations**

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**Maine Revenue Services' - Office of Tax Policy - Recommendations to the Revenue Forecasting Committee**

	<u>FY2016</u>	<u>FY2017</u>	<u>Biennium</u>	<u>FY2018</u>	<u>FY2019</u>	<u>Biennium</u>
<b>Sales &amp; Use Tax</b>	\$5,000,000	\$0	\$5,000,000	\$0	\$0	\$0
<b>Service Provider Tax</b>	(\$1,000,000)	\$0	(\$1,000,000)	\$0	\$0	\$0
<b>Individual Income Tax</b>	\$64,500,000	\$5,000,000	\$69,500,000	\$0	\$0	\$0
<b>Corporate Income Tax</b>	\$0	\$0	\$0	\$0	\$0	\$0
<b>BETR Reimbursement</b>	\$1,000,000	\$1,500,000	\$2,500,000	\$2,000,000	\$2,500,000	\$4,500,000
<b>BETE Reimbursement</b>	\$1,000,000	\$1,500,000	\$2,500,000	\$2,000,000	\$2,500,000	\$4,500,000
<b>Total Adjustments to Current Forecast</b>	\$70,500,000	\$8,000,000	\$78,500,000	\$4,000,000	\$5,000,000	\$9,000,000
General Fund	\$69,130,000	\$7,900,000	\$77,030,000	\$4,000,000	\$5,000,000	\$9,000,000
Local Government Fund	\$1,370,000	\$100,000	\$1,470,000	\$0	\$0	\$0
Tourism Marketing Promotion Fund	\$0	\$0	\$0	\$0	\$0	\$0
Multimodal Transportation Fund	\$0	\$0	\$0	\$0	\$0	\$0
Highway Fund (Motor Fuel Taxes)	\$0	\$0	\$0	\$0	\$0	\$0

**STATE OF MAINE**

Undedicated Revenues - General Fund  
 For the Seventh Month Ended January 31, 2016  
 For the Fiscal Year Ending June 30, 2016  
 Comparison to Budget

**EXHIBIT I**

	Month			Year to Date			Total Budgeted Fiscal Year Ending 6-30-2016		
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget		Variance Over/(Under)	Percent Over/(Under)
Sales and Use Tax	118,438,212	118,556,943	(118,731)	(0.1%)	803,620,837	798,725,779	4,895,058	0.6%	1,255,137,966
Service Provider Tax	3,894,360	4,166,643	(272,283)	(6.5%)	26,736,506	27,704,432	(967,926)	(3.5%)	56,073,214
Individual Income Tax	181,800,628	153,825,691	27,974,937	18.2%	972,658,886	930,498,528	42,160,358	4.5%	1,496,986,595
Corporate Income Tax	8,602,087	4,200,000	4,402,087	104.8%	51,624,985	46,599,620	5,025,365	10.8%	142,584,603
Cigarette and Tobacco Tax	10,564,090	10,371,361	192,729	1.9%	84,256,213	83,570,154	686,059	0.8%	136,641,000
Insurance Companies Tax	25,473	80,879	(55,406)	(68.5%)	12,729,894	12,894,637	(164,743)	(1.3%)	82,700,000
Estate Tax	1,891,159	2,660,087	(768,928)	(28.9%)	14,471,145	13,308,438	1,162,707	8.7%	26,598,740
Fines, Forfeits & Penalties	1,235,255	1,596,272	(361,017)	(22.6%)	11,345,316	12,844,166	(1,498,850)	(11.7%)	22,614,508
Income from Investments	106,122	66,968	39,154	58.5%	571,765	504,021	67,744	13.4%	913,279
Transfer from Lottery Commission	6,715,383	3,152,994	3,562,389	113.0%	34,950,224	31,460,931	3,489,293	11.1%	54,900,000
Transfers for Tax Relief Programs	(13,346,990)	(7,850,508)	(5,496,482)	(70.0%)	(46,759,708)	(60,518,950)	13,759,242	22.7%	(66,771,938)
Transfer to Municipal Revenue Sharing	(5,576,299)	(5,253,534)	(322,765)	(6.1%)	(40,065,587)	(39,683,052)	(382,535)	(1.0%)	(66,400,245)
Other Taxes and Fees	10,347,640	10,896,238	(548,598)	(5.0%)	77,565,191	76,515,565	1,049,626	1.4%	139,297,094
Other Revenues	2,670,846	3,856,934	(1,186,088)	(30.8%)	(2,998,645)	4,393,469	(7,392,114)	(168.3%)	27,796,982
<b>Total Collected</b>	<b>327,367,966</b>	<b>300,326,968</b>	<b>27,040,998</b>	<b>9.0%</b>	<b>2,000,707,022</b>	<b>1,938,817,738</b>	<b>61,889,284</b>	<b>3.2%</b>	<b>3,309,071,798</b>

NOTES: (1) Included in the above is \$5,576,299 for the month and \$40,065,587 year to date, that was set aside for Revenue Sharing with cities and towns.

(2) Figures reflect estimates of the Maine State Revenue Forecasting Committee approved in December 2015.

(3) This report has been prepared from preliminary month end figures and is subject to change.

**STATE OF MAINE**

Undedicated Revenues - General Fund

For the Seventh Month Ended January 31, 2016 and 2015

For the Fiscal Years Ending June 30, 2016 and 2015

Comparison to Prior Year

EXHIBIT II

	Month			Year to Date				
	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)
Sales and Use Tax	118,438,212	113,451,620	4,986,592	4.4%	803,620,837	651,285,504	152,335,334	23.4%
Service Provider Tax	3,894,360	4,071,224	(176,864)	(4.3%)	26,736,506	24,724,598	2,011,908	8.1%
Individual Income Tax	181,800,628	172,743,471	9,057,157	5.2%	972,658,886	861,200,416	111,458,470	12.9%
Corporate Income Tax	8,602,087	2,339,421	6,262,666	267.7%	51,624,985	80,125,233	(28,500,248)	(35.6%)
Cigarette and Tobacco Tax	10,564,090	10,565,677	(1,588)	(0.0%)	84,256,213	81,736,799	2,519,413	3.1%
Insurance Companies Tax	25,473	306,732	(281,259)	(91.7%)	12,729,894	13,684,732	(954,838)	(7.0%)
Estate Tax	1,891,159	2,574,371	(683,212)	(26.5%)	14,471,145	21,471,084	(6,999,940)	(32.6%)
Fines, Forfeits & Penalties	1,235,255	1,443,616	(208,360)	(14.4%)	11,345,316	12,601,847	(1,256,531)	(10.0%)
Income from Investments	106,122	39,129	66,993	171.2%	571,765	217,508	354,257	162.9%
Transfer from Lottery Commission	6,715,383	4,011,654	2,703,730	67.4%	34,950,224	32,092,307	2,857,917	8.9%
Transfers for Tax Relief Programs	(13,346,990)	(11,895,476)	(1,451,514)	(12.2%)	(46,759,708)	(51,587,363)	4,827,655	9.4%
Transfer to Municipal Revenue Sharing	(5,576,299)	(6,208,580)	632,281	10.2%	(40,065,587)	(34,348,594)	(5,716,993)	(16.6%)
Other Taxes and Fees	10,347,640	10,473,483	(125,843)	(1.2%)	77,565,191	74,540,671	3,024,521	4.1%
Other Revenues	2,670,846	4,135,986	(1,465,140)	(35.4%)	(2,998,645)	14,039,175	(17,037,820)	(121.4%)
<b>Total Collected</b>	<b>327,367,966</b>	<b>308,052,328</b>	<b>19,315,639</b>	<b>6.3%</b>	<b>2,000,707,022</b>	<b>1,781,783,916</b>	<b>218,923,105</b>	<b>12.3%</b>

NOTE: This report has been prepared from preliminary month end figures and is subject to change

\*\* Historically, the end of fiscal year accrual of revenues was reversed by the Controller's Office in August of the following fiscal year. Beginning in FY16, the reversal of the FY15 accrual will take place in June 2016 at the same time that the FY16 accrual takes place. This accounting change will result in less distortion in June and August revenue figures each year and improve the accuracy of monthly revenue projections. This timing change was the result of discussions between the Revenue Forecasting Committee (RFC) and the Controller's Office.

**STATE OF MAINE**  
 Undedicated Revenues - General Fund  
 For the Seventh Month Ended January 31, 2016  
 For the Fiscal Year Ending June 30, 2016  
 Comparison to Budget

	Month			Year-to Date			Total Budgeted Fiscal Year Ending 6-30-2016		
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget		Variance Over/(Under)	Percent Over/(Under)
<u>Detail of Other Taxes &amp; Fees</u>									
0100s All Others	1,379,034	1,525,218	(146,184)	(9.6%)	22,273,272	21,577,208	696,064	3.2%	32,633,941
0300s Aeronautical Gas Tax	22,153	21,543	610	2.8%	163,751	163,764	(13)	(0.0%)	266,376
0400s Alcohol Excise Tax	1,298,712	1,308,140	(9,428)	(0.7%)	11,452,138	10,913,172	538,966	4.9%	17,861,080
0700s Corporation Taxes	263,361	249,813	13,548	5.4%	1,822,310	1,795,035	27,275	1.5%	9,088,649
0800s Public Utilities	-	-	-	-	(34,249)	-	(34,249)	-	7,500,000
1000s Banking Taxes	2,797,030	2,695,992	101,038	3.7%	16,847,080	15,871,938	975,142	6.1%	26,851,990
1100s Alcoholic Beverages	289,797	338,960	(49,163)	(14.5%)	2,772,619	2,698,428	74,191	2.7%	4,722,838
1200s Amusements Tax	-	-	-	-	-	-	-	-	-
1300s Harness Racing Pari-mutuel	606,538	744,337	(137,799)	(18.5%)	5,164,352	5,142,654	21,698	0.4%	8,678,540
1400s Business Taxes	1,162,947	1,258,364	(95,417)	(7.6%)	4,706,891	5,692,040	(985,149)	(17.3%)	11,130,877
1500s Motor Vehicle Licenses	431,025	507,317	(76,292)	(15.0%)	2,427,601	2,492,024	(64,423)	(2.6%)	4,311,202
1700s Inland Fisheries & Wildlife	2,063,029	2,213,227	(150,198)	(6.8%)	9,709,810	9,911,048	(201,238)	(2.0%)	15,850,342
1900s Other Licenses	34,014	33,327	687	2.1%	259,618	258,254	1,364	0.5%	401,259
<b>Total Other Taxes &amp; Fees</b>	<b>10,347,640</b>	<b>10,896,238</b>	<b>(548,598)</b>	<b>(5.0%)</b>	<b>77,565,191</b>	<b>76,515,565</b>	<b>1,049,626</b>	<b>1.4%</b>	<b>139,297,094</b>
<u>Detail of Other Revenues</u>									
2200s Federal Revenues	30,029	32,917	(2,888)	(8.8%)	180,570	230,417	(49,847)	(21.6%)	395,000
2300s County Revenues	-	-	-	-	-	-	-	-	-
2400s Revenues from Cities and Towns	22,608	66	22,542	34155.1%	93,371	132,450	(39,079)	(29.5%)	277,996
2500s Revenues from Private Sources	92,542	156,713	(64,171)	(40.9%)	971,380	1,038,276	(66,896)	(6.4%)	1,760,000
2600s Current Service Charges	1,954,922	1,998,449	(43,527)	(2.2%)	15,040,999	13,735,877	1,305,122	9.5%	24,535,810
2700s Transfers from Other Funds	580,561	1,668,789	(1,088,228)	(65.2%)	(19,368,652)	(10,779,189)	(8,589,463)	(79.7%)	694,576
2800s Sales of Property & Equipment	(9,817)	-	(9,817)	-	83,688	35,638	48,050	134.8%	133,600
<b>Total Other Revenues</b>	<b>2,670,846</b>	<b>3,856,934</b>	<b>(1,186,088)</b>	<b>(30.8%)</b>	<b>(2,998,645)</b>	<b>4,393,469</b>	<b>(7,392,114)</b>	<b>(168.3%)</b>	<b>27,796,982</b>

NOTE: This report has been prepared from preliminary month end figures and is subject to change



**STATE OF MAINE**  
 Undedicated Revenues - General Fund  
 For the Seventh Month Ended January 31, 2016 and 2015  
 For the Fiscal Years Ending June 30, 2016 and 2015  
 Comparison to Prior Year

	Month			Year to Date				
	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)
<u>Detail of Other Taxes &amp; Fees</u>								
0100s All Others	1,379,034	1,375,537	3,497	0.3%	22,273,272	19,427,474	2,845,799	14.6%
0300s Aeronautical Gas Tax	22,153	21,164	989	4.7%	163,751	161,441	2,310	1.4%
0400s Alcohol Excise Tax	1,298,712	1,323,371	(24,659)	(1.9%)	11,452,138	11,210,922	241,216	2.2%
0700s Corporation Taxes	263,361	262,810	552	0.2%	1,822,310	1,827,004	(4,695)	(0.3%)
0800s Public Utilities	-	-	-	-	(34,249)	52,290	(86,540)	(165.5%)
1000s Banking Taxes	2,797,030	2,778,360	18,670	0.7%	16,847,080	16,216,950	630,130	3.9%
1100s Alcoholic Beverages	289,797	396,920	(107,123)	(27.0%)	2,772,619	3,841,872	(1,069,253)	(27.8%)
1200s Amusements Tax	-	-	-	-	-	-	-	-
1300s Harness Racing Pari-mutuel	606,538	736,851	(130,313)	(17.7%)	5,164,352	5,202,987	(38,636)	(0.7%)
1400s Business Taxes	1,162,947	868,452	294,495	33.9%	4,706,891	3,596,515	1,110,376	30.9%
1500s Motor Vehicle Licenses	431,025	400,130	30,895	7.7%	2,427,601	2,433,374	(5,773)	(0.2%)
1700s Inland Fisheries & Wildlife	2,063,029	2,281,422	(218,393)	(9.6%)	9,709,810	10,337,034	(627,223)	(6.1%)
1900s Other Licenses	34,014	28,467	5,547	19.5%	259,618	232,808	26,810	11.5%
<b>Total Other Taxes &amp; Fees</b>	<b>10,347,640</b>	<b>10,473,483</b>	<b>(125,843)</b>	<b>(1.2%)</b>	<b>77,565,191</b>	<b>74,540,671</b>	<b>3,024,521</b>	<b>4.1%</b>
<u>Detail of Other Revenues</u>								
2200s Federal Revenues	30,029	31,698	(1,669)	(5.3%)	180,570	265,639	(85,069)	(32.0%)
2300s County Revenues	-	-	-	-	-	-	-	-
2400s Revenues from Cities and Towns	22,608	373	22,235	5954.6%	93,371	153,287	(59,916)	(39.1%)
2500s Revenues from Private Sources	92,542	256,429	(163,888)	(63.9%)	971,380	4,746,515	(3,775,134)	(79.5%)
2600s Current Service Charges	1,954,922	1,771,911	183,011	10.3%	15,040,999	14,588,192	452,806	3.1%
2700s Transfers from Other Funds	580,561	2,075,165	(1,494,604)	(72.0%)	(19,368,652)	(5,766,062)	(13,602,590)	(235.9%)
2800s Sales of Property & Equipment	(9,817)	409	(10,226)	(2499.0%)	83,688	51,604	32,084	62.2%
<b>Total Other Revenues</b>	<b>2,670,846</b>	<b>4,135,986</b>	<b>(1,465,140)</b>	<b>(35.4%)</b>	<b>(2,998,645)</b>	<b>14,039,175</b>	<b>(17,037,820)</b>	<b>(121.4%)</b>

NOTE: This report has been prepared from preliminary month end figures and is subject to change

**STATE OF MAINE**

Undedicated Revenues - Highway Fund  
 For the Seventh Month Ended January 31, 2016  
 For the Fiscal Year Ending June 30, 2016  
 Comparison to Budget

**EXHIBIT V**

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6-30-2016
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	
Fuel Taxes	17,520,405	17,568,462	(48,057)	(0.3%)	135,557,871	135,568,662	(10,791)	(0.0%)	220,811,525
Motor Vehicle Registration & Fees	7,343,124	6,875,564	467,560	6.8%	49,019,316	45,857,945	3,161,371	6.9%	84,010,752
Motor Vehicle Inspection Fees	466,081	523,229	(57,148)	(10.9%)	2,332,768	1,669,944	662,824	39.7%	2,982,500
Miscellaneous Taxes & Fees	328,860	45,333	283,527	625.4%	1,024,649	708,744	315,905	44.6%	1,293,729
Fines, Forfeits & Penalties	60,445	63,008	(2,563)	(4.1%)	442,687	482,975	(40,288)	(8.3%)	905,910
Earnings on Investments	14,968	28,104	(13,136)	(46.7%)	113,176	164,570	(51,394)	(31.2%)	305,087
All Other	699,800	519,063	180,737	34.8%	6,951,398	6,262,072	689,326	11.0%	9,201,412
<b>Total Collected</b>	<b>26,433,683</b>	<b>25,622,763</b>	<b>810,920</b>	<b>3.2%</b>	<b>195,441,864</b>	<b>190,714,912</b>	<b>4,726,952</b>	<b>2.5%</b>	<b>319,510,915</b>

NOTE: This report has been prepared from preliminary month end figures and is subject to change.

**STATE OF MAINE**  
 Undedicated Revenues - Highway Fund  
 For the Seventh Month Ended January 31, 2016 and 2015  
 For the Fiscal Years Ending June 30, 2016 and 2015  
 Comparison to Prior Year

	Month			Year to Date				
	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)	Current Year	Prior Year	Variance Over/(Under)	Percent Over/(Under)
Fuel Taxes	17,520,405	16,454,088	1,066,317	6.5%	135,557,871	112,546,380	23,011,491	20.4%
Motor Vehicle Registration & Fees	7,343,124	7,220,168	122,956	1.7%	49,019,316	47,710,855	1,308,460	2.7%
Motor Vehicle Inspection Fees	466,081	413,844	52,238	12.6%	2,332,768	1,625,911	706,857	43.5%
Miscellaneous Taxes & Fees	328,860	43,585	285,275	654.5%	1,024,649	689,367	335,282	48.6%
Fines, Forfeits & Penalties	60,445	78,339	(17,894)	(22.8%)	442,687	580,756	(138,069)	(23.8%)
Earnings on Investments	14,968	8,039	6,930	86.2%	113,176	52,015	61,161	117.6%
All Other	699,800	578,303	121,497	21.0%	6,951,398	7,058,294	(106,895)	(1.5%)
<b>Total Collected</b>	<b>26,433,683</b>	<b>24,796,365</b>	<b>1,637,318</b>	<b>6.6%</b>	<b>195,441,864</b>	<b>170,263,578</b>	<b>25,178,287</b>	<b>14.8%</b>

**NOTE:** This report has been prepared from preliminary month end figures and is subject to change.

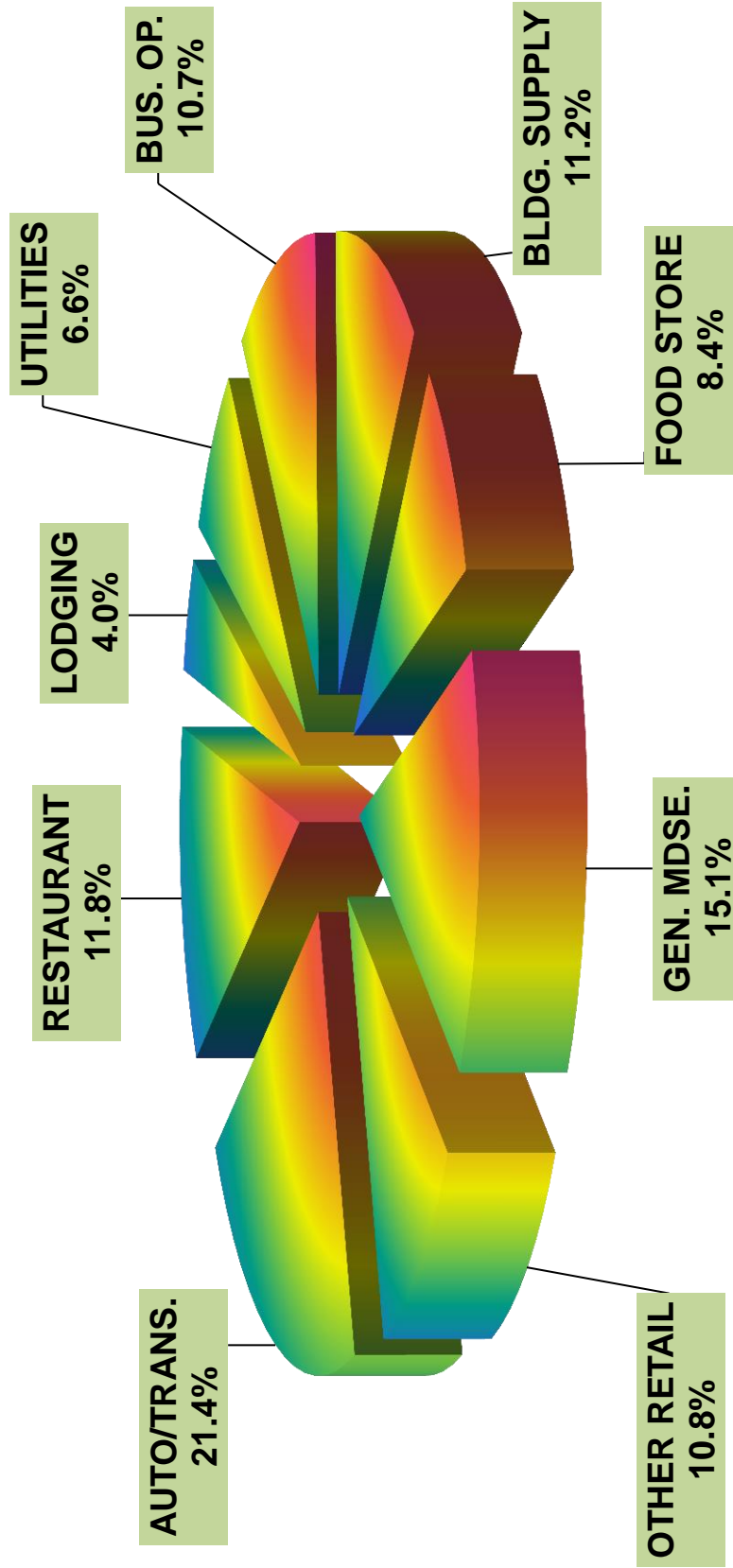
\*\* Historically, the end of fiscal year accrual of revenues was reversed by the Controller's Office in August of the following fiscal year. Beginning in FY16, the reversal of the FY15 accrual will take place in June 2016 at the same time that the FY16 accrual takes place. This accounting change will result in less distortion in June and August revenue figures each year and improve the accuracy of monthly revenue projections. This timing change was the result of discussions between the Revenue Forecasting Committee (RFC) and the Controller's Office.

# **Sales and Use Tax**

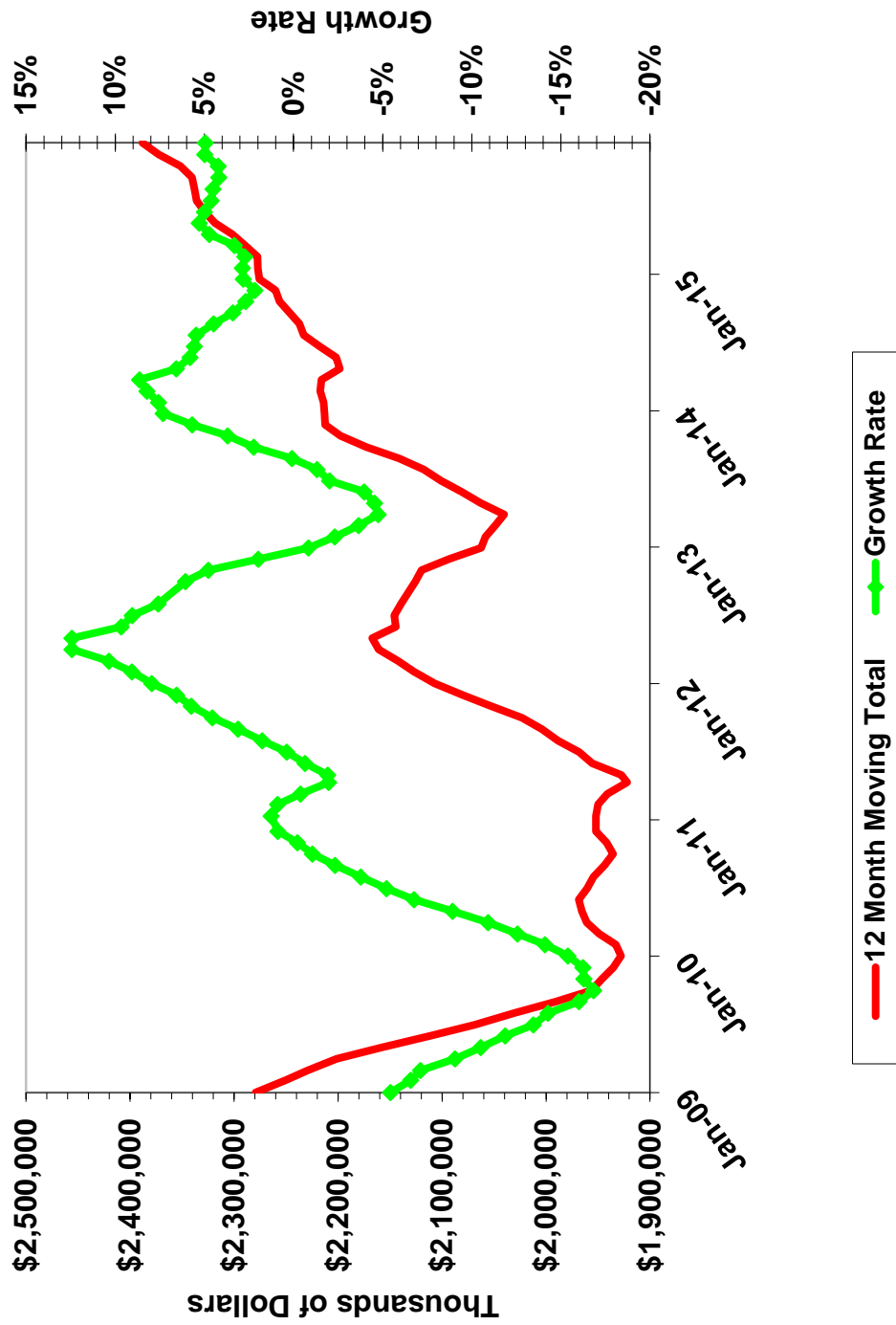
**Maine Revenue Services  
Taxable Sales by Sector  
In Thousands of Dollars**

	Dec. '15	% Ch.	Dec. '14	% Ch.	Dec. '13	Average Last 3 Mos. Vs. Last Yr. % Change	Nov. & Dec. 15 vs. Nov. & Dec. 14	Moving Total Last 12 Mos. Vs. Prior % Change	YTD Growth CY'15 vs. '14 Thru. Dec. % Change
Building Supply	\$207,956.0	8.0%	\$192,530.2	8.7%	\$177,106.4	7.9%	9.6%	4.9%	4.9%
Food Store	\$161,750.8	-3.4%	\$167,405.5	14.7%	\$145,966.9	1.1%	-0.5%	3.8%	3.8%
General Merchandise	\$394,176.1	2.2%	\$385,867.2	7.2%	\$359,919.3	1.2%	0.5%	1.8%	1.8%
Other Retail	\$299,090.0	2.5%	\$291,734.8	9.5%	\$266,525.1	4.1%	3.3%	4.0%	4.0%
Auto/Transportation	\$370,692.5	2.8%	\$360,647.3	18.8%	\$303,530.4	9.2%	6.9%	8.0%	8.0%
Restaurant	\$189,840.8	3.1%	\$184,213.8	13.3%	\$162,531.8	5.3%	3.9%	5.8%	5.8%
Lodging	\$30,550.2	-2.8%	\$31,439.3	26.6%	\$24,824.0	2.7%	-1.8%	5.3%	5.3%
Consumer Sales	\$1,654,056.4	2.5%	\$1,613,838.1	12.0%	\$1,440,403.9	5.0%	3.9%	5.0%	5.0%
Business Operating	\$264,955.3	2.5%	\$258,595.6	8.0%	\$239,550.2	1.8%	3.9%	3.0%	3.0%
Total	\$1,919,011.7	2.5%	\$1,872,433.7	11.5%	\$1,679,954.1	4.6%	3.9%	4.8%	4.8%
Utilities	\$126,387.6	-2.8%	\$130,054.3	-6.3%	\$138,806.9				
Total plus Utilities	\$2,045,399.3	2.1%	\$2,002,488.0	10.1%	\$1,818,761.0				

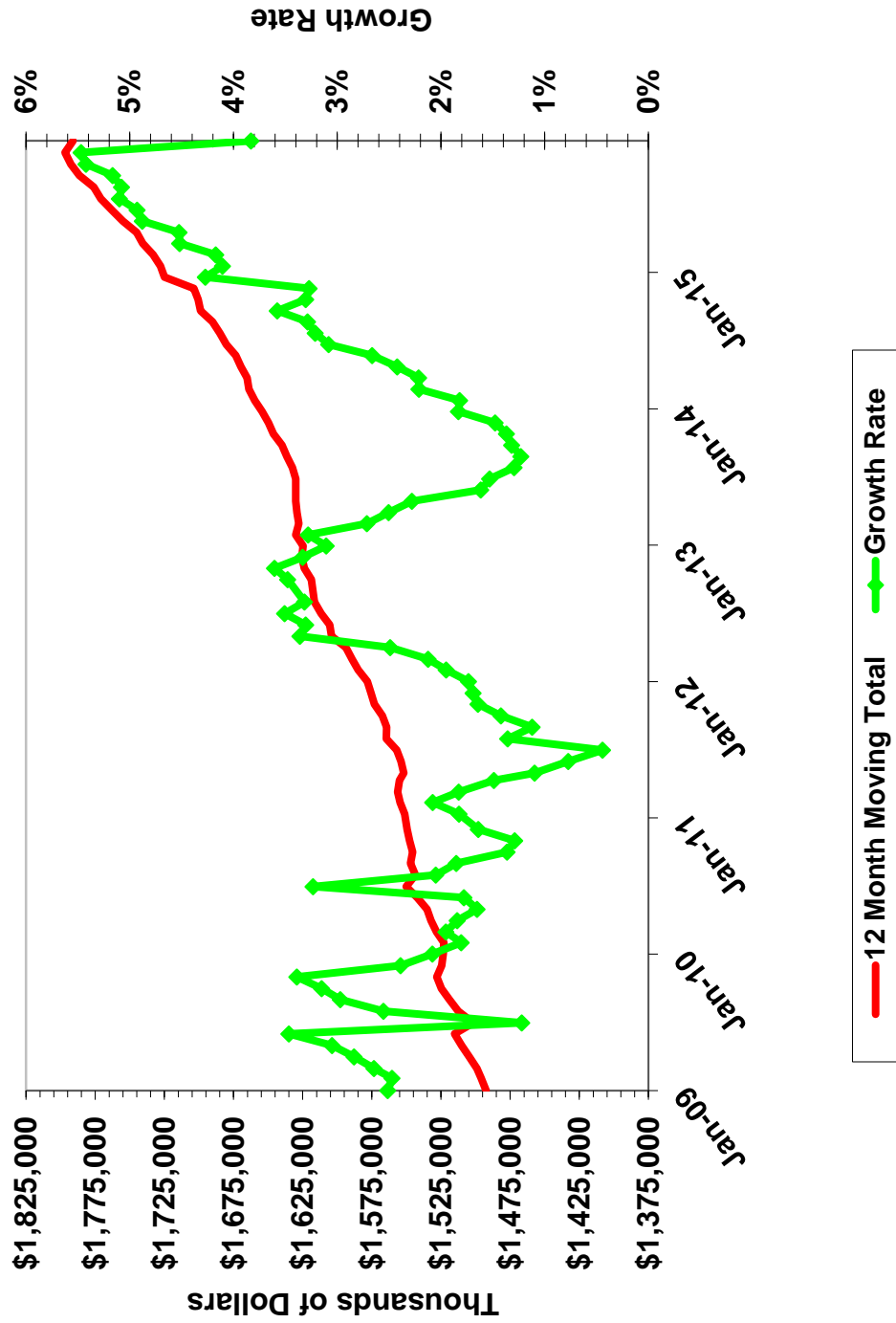
# 2015 Maine Taxable Sales by Sector



# Building Supply Taxable Sales January 2009 to Date

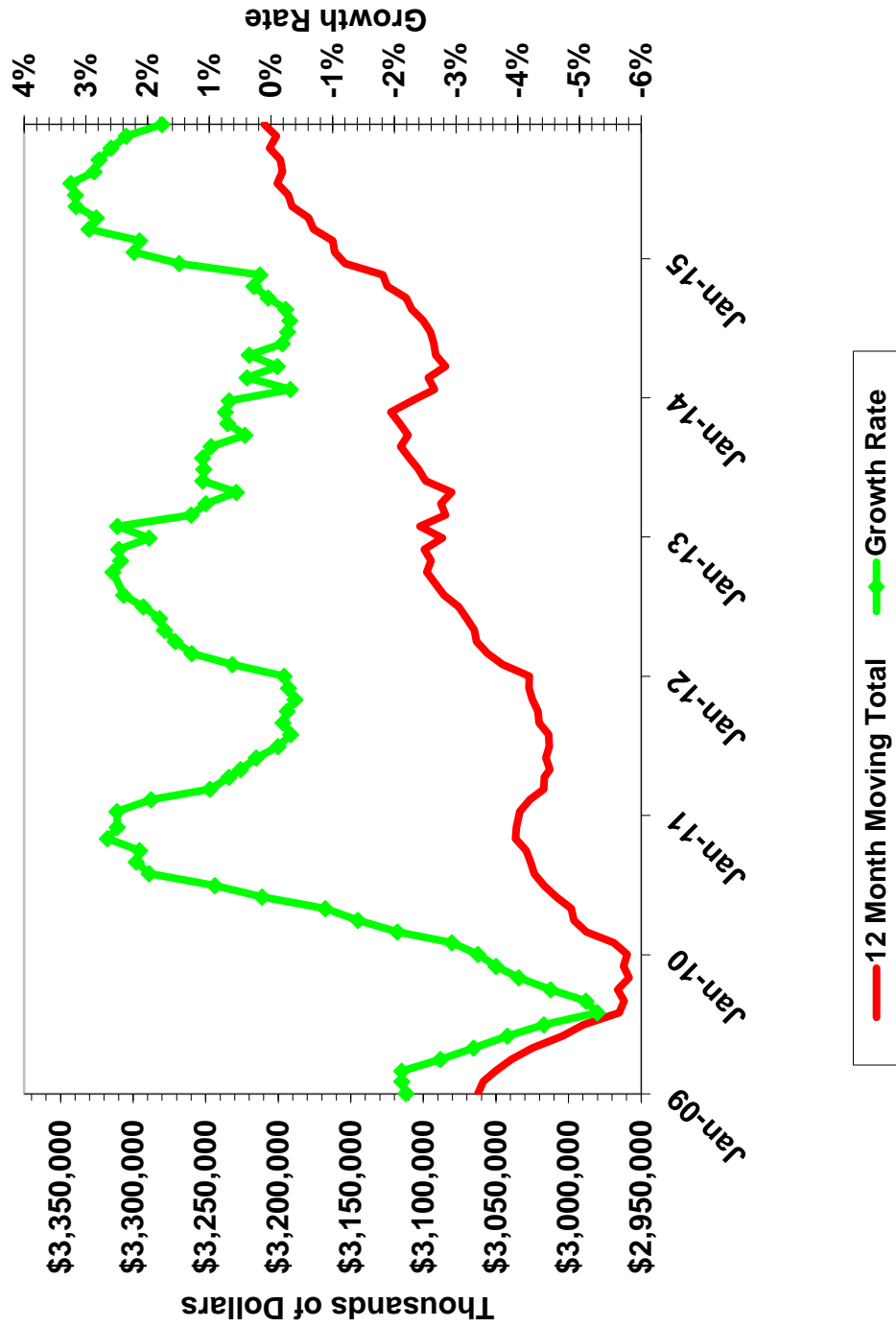


# Food Store Taxable Sales January 2009 to Date

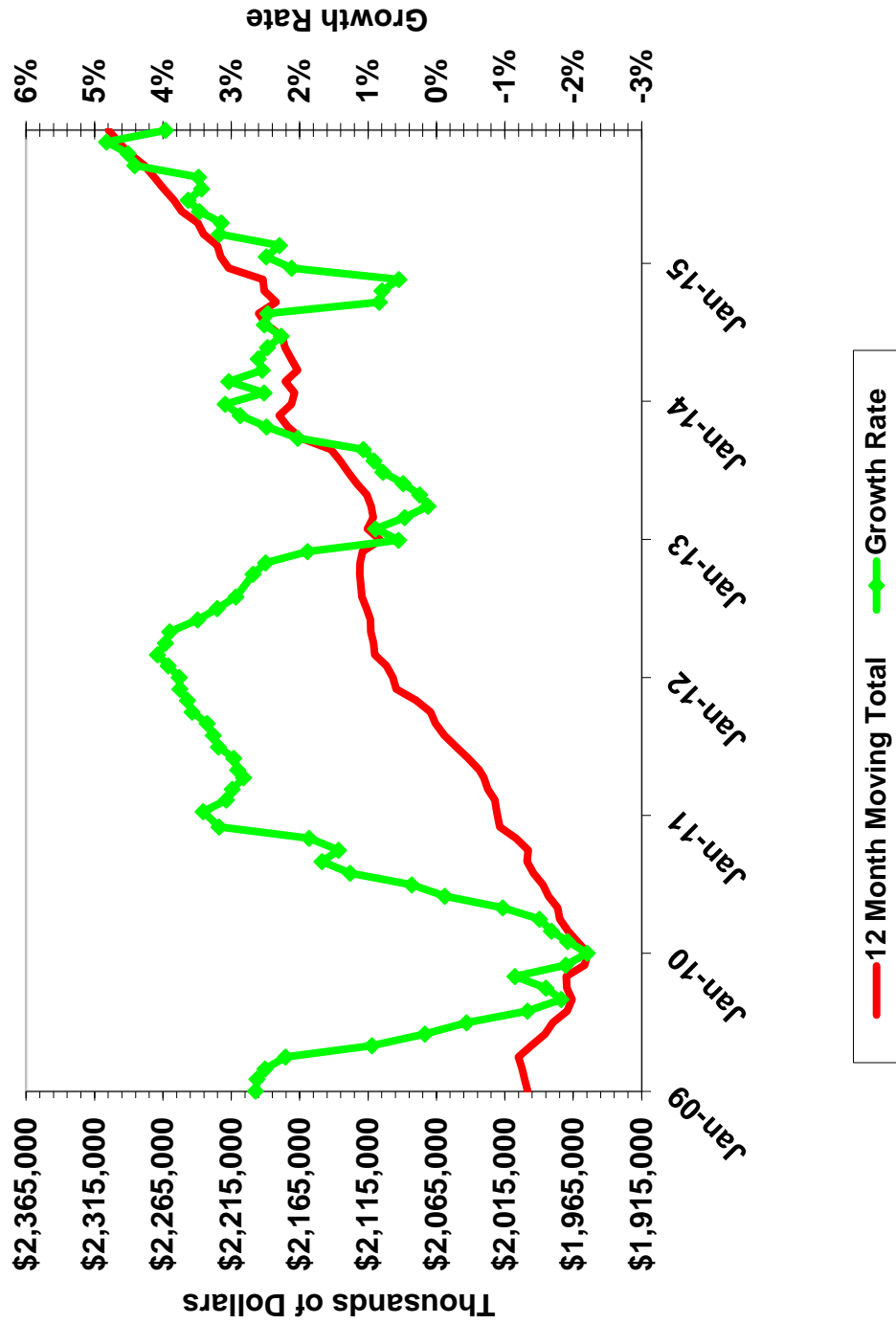




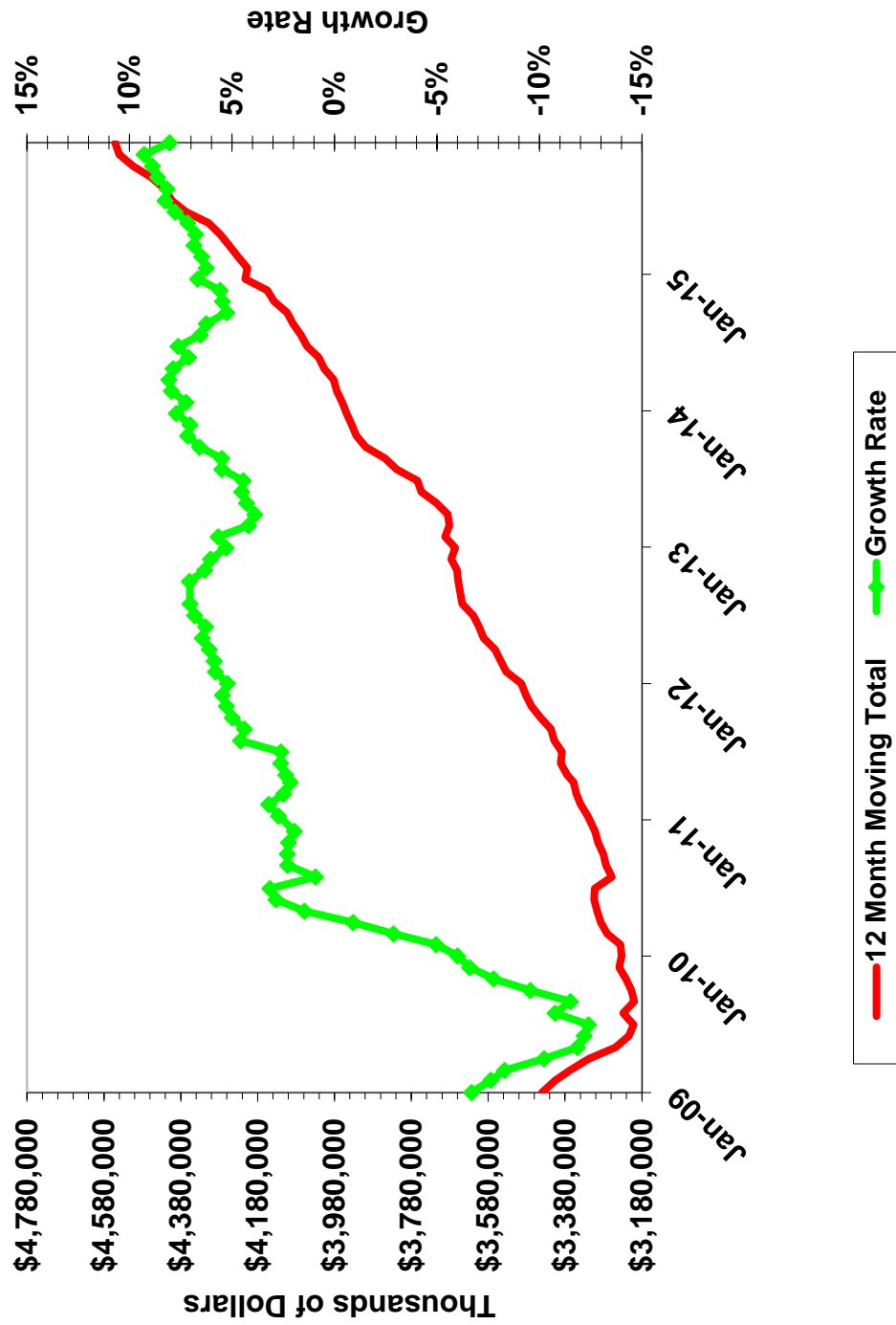
# General Merchandise Taxable Sales January 2009 to Date



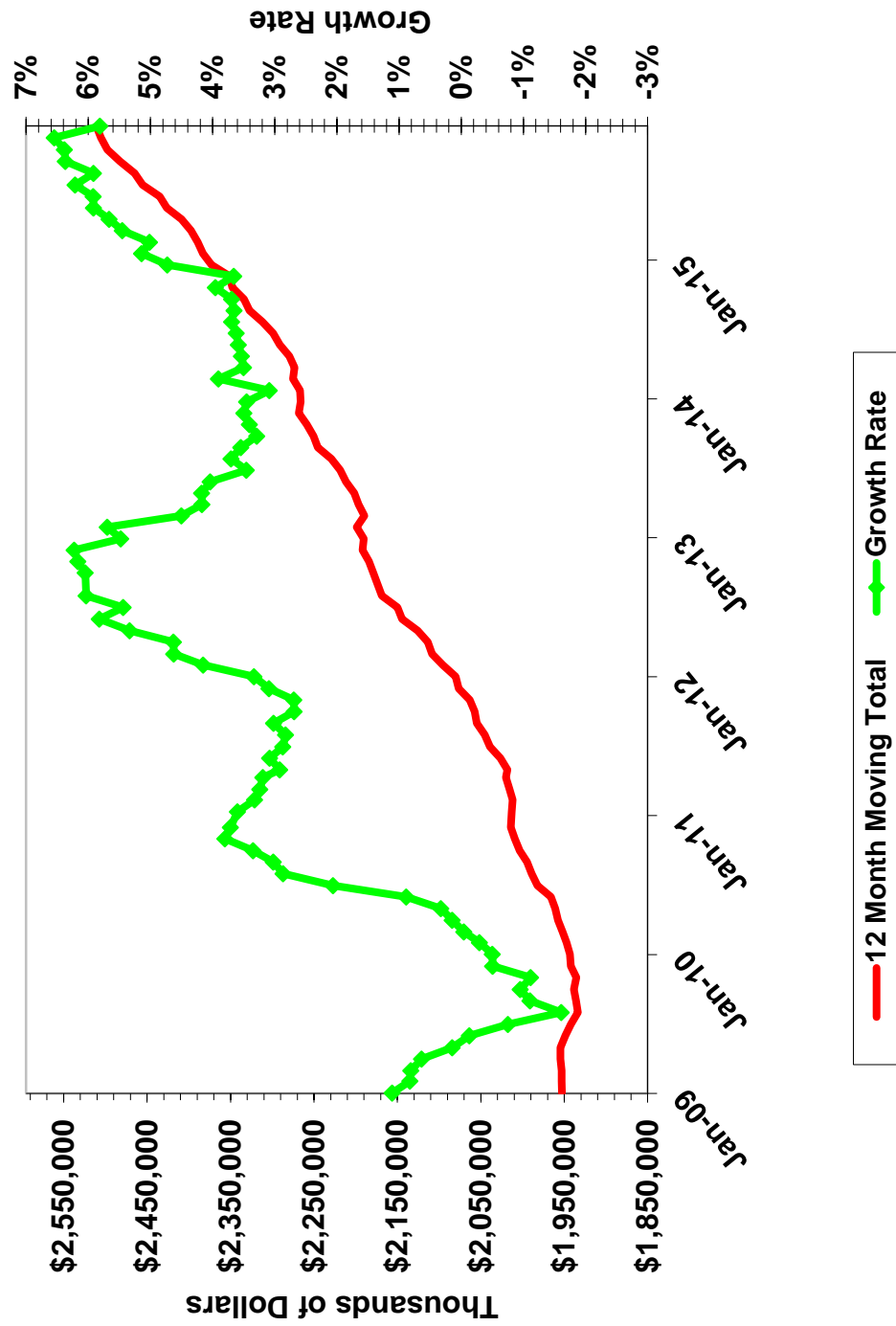
# Other Retail Taxable Sales January 2009 to Date



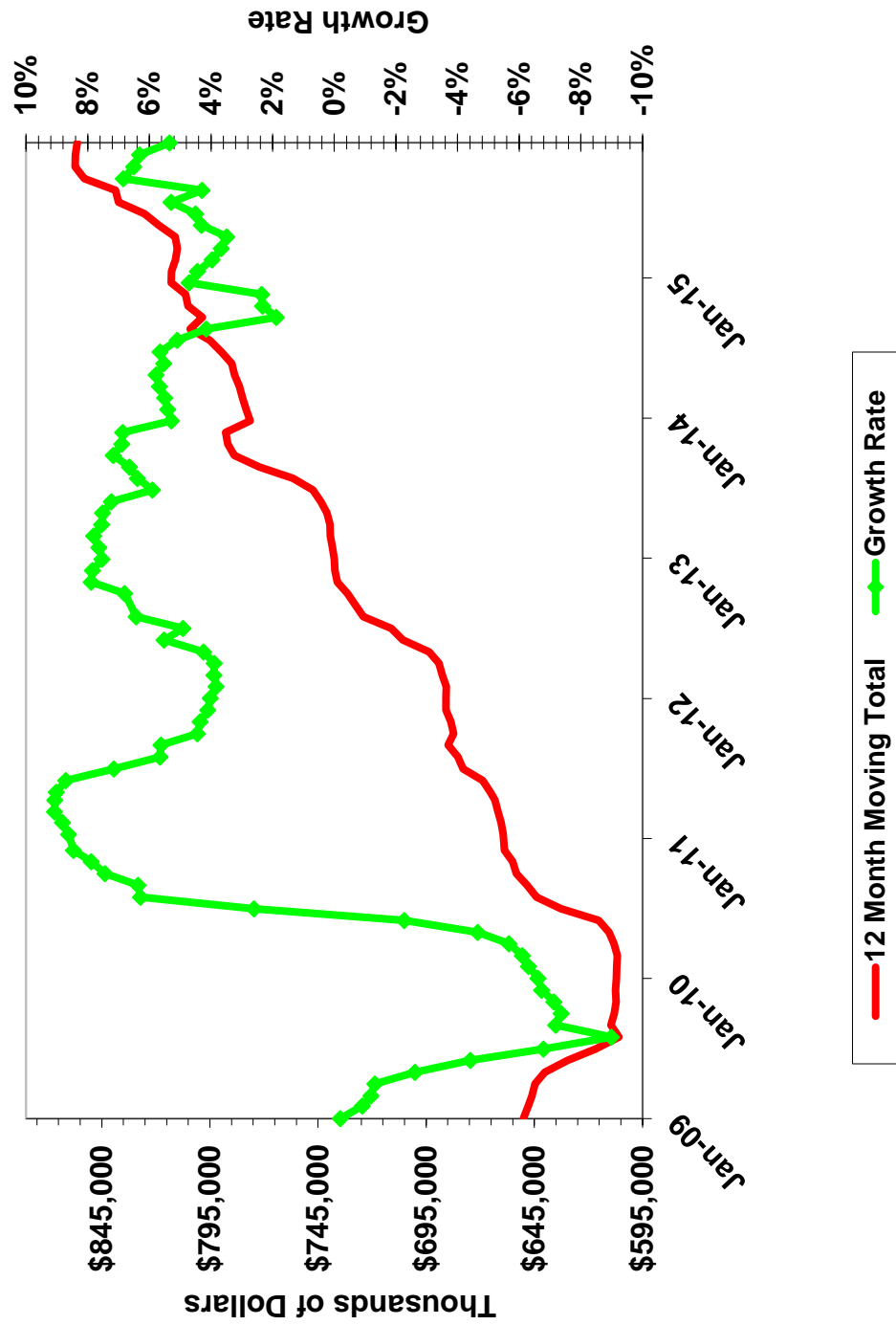
# Auto/Transportation Taxable Sales January 2009 to Date



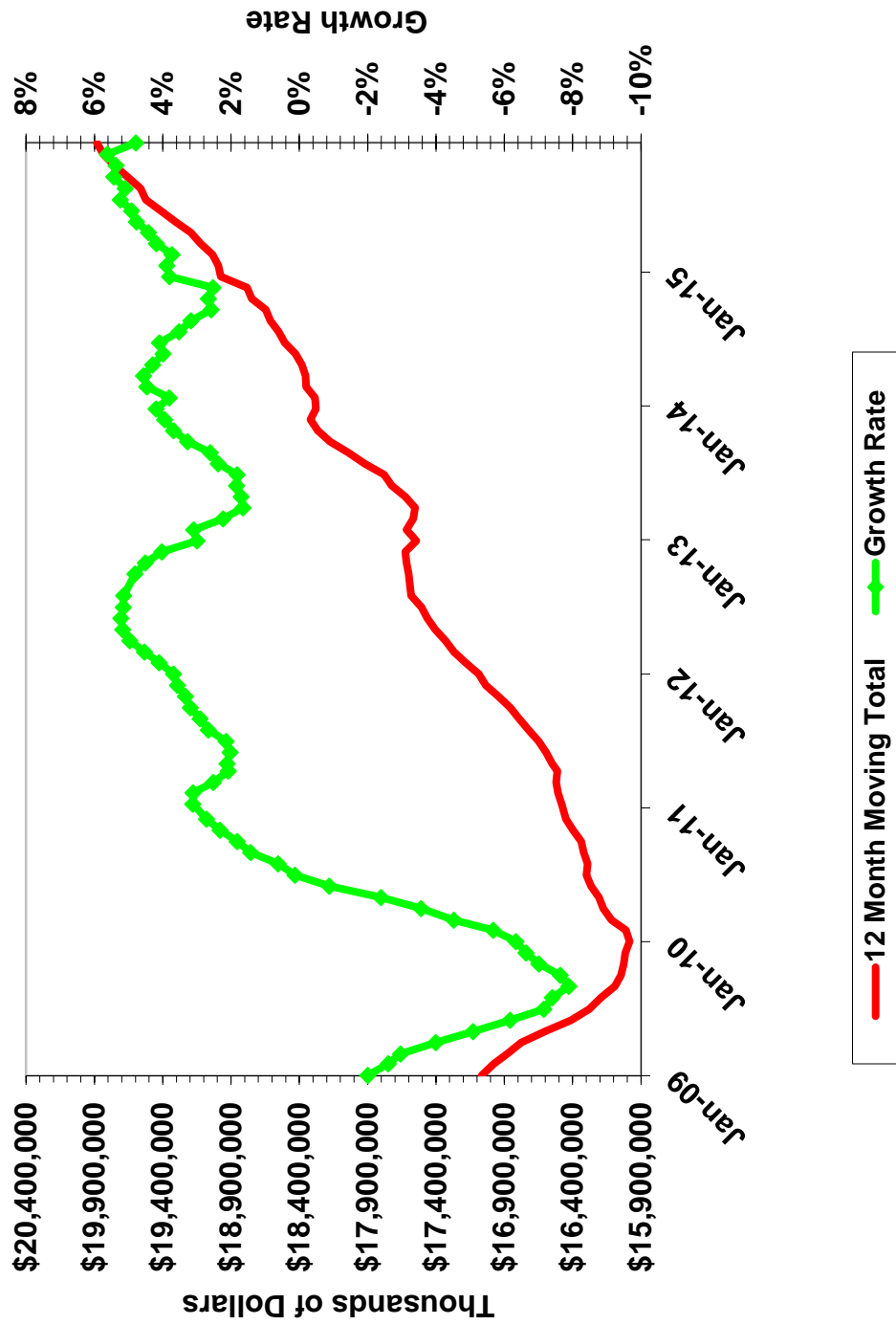
# Restaurant Taxable Sales January 2009 to Date



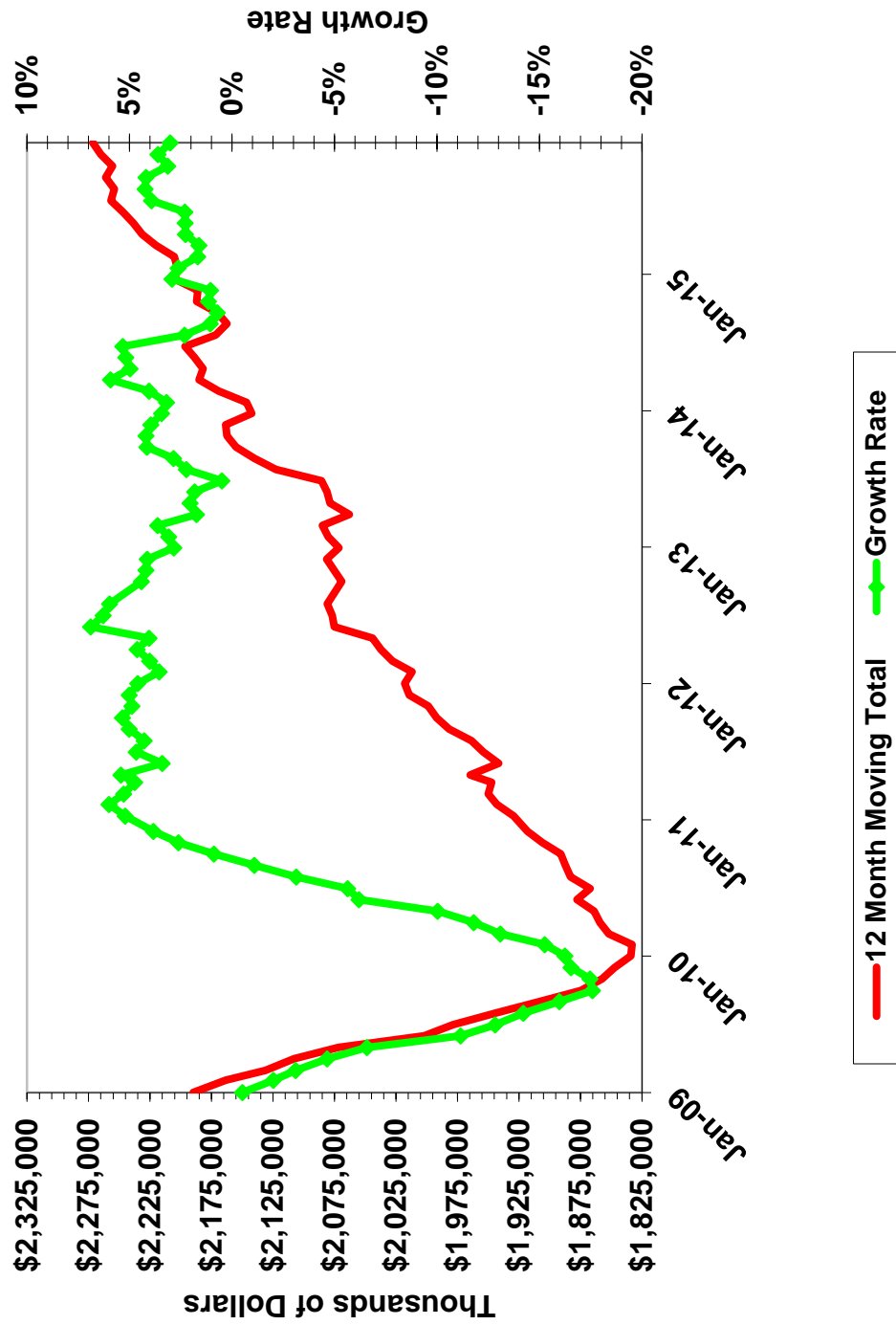
# Lodging Taxable Sales January 2009 to Date



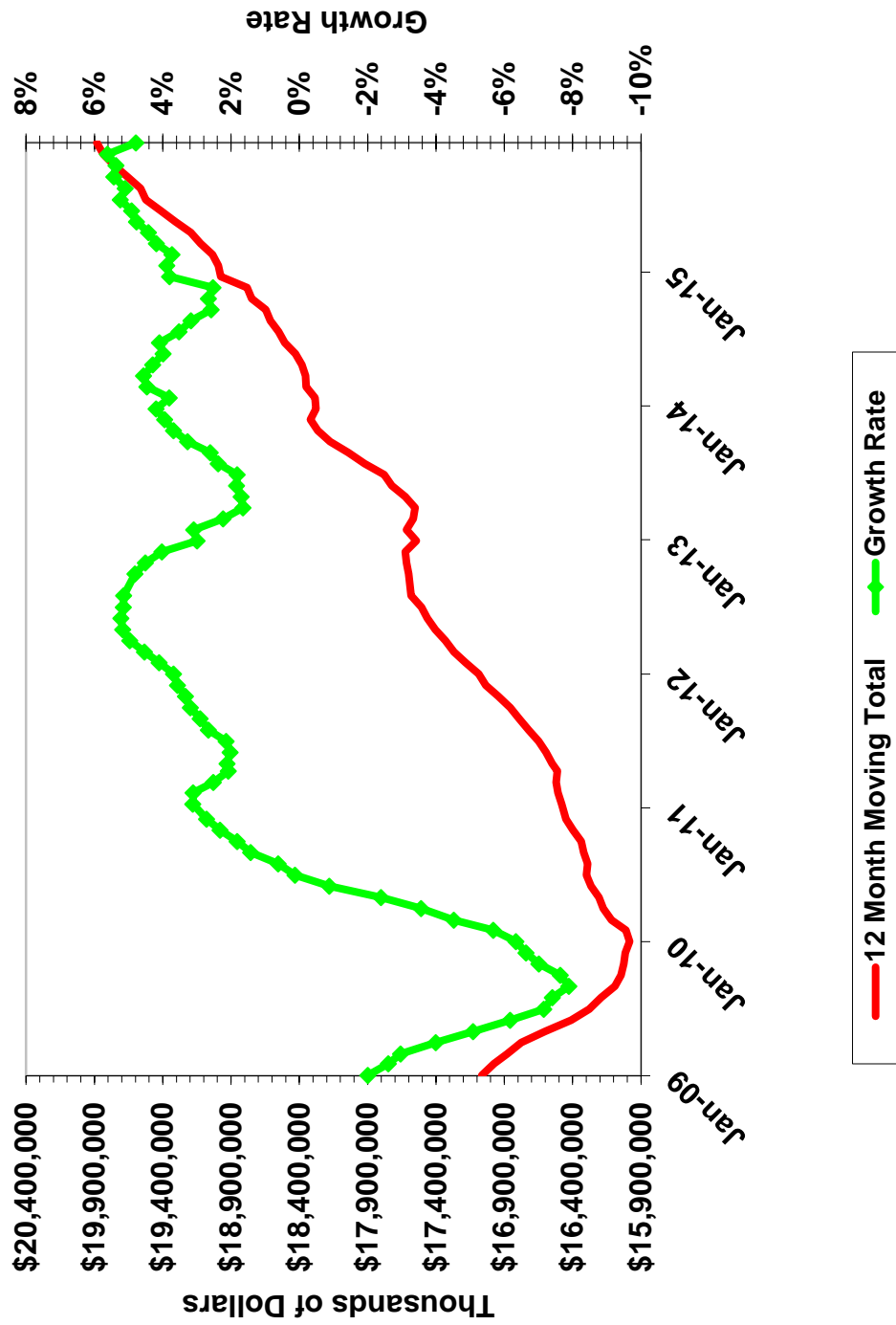
# Total Taxable Sales January 2009 to Date



# Business Operating Taxable Sales January 2009 to Date

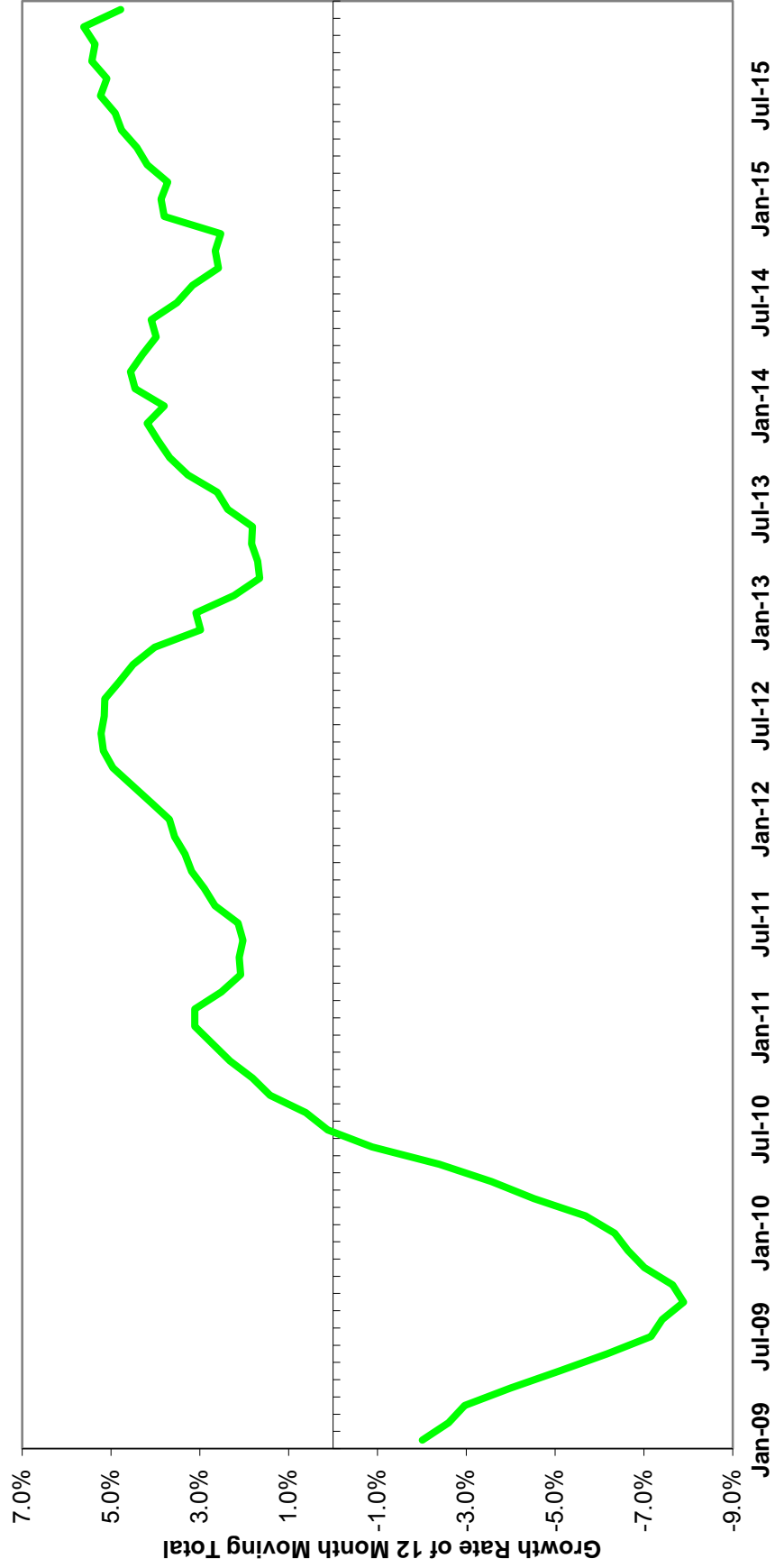


# Total Taxable Sales January 2009 to Date

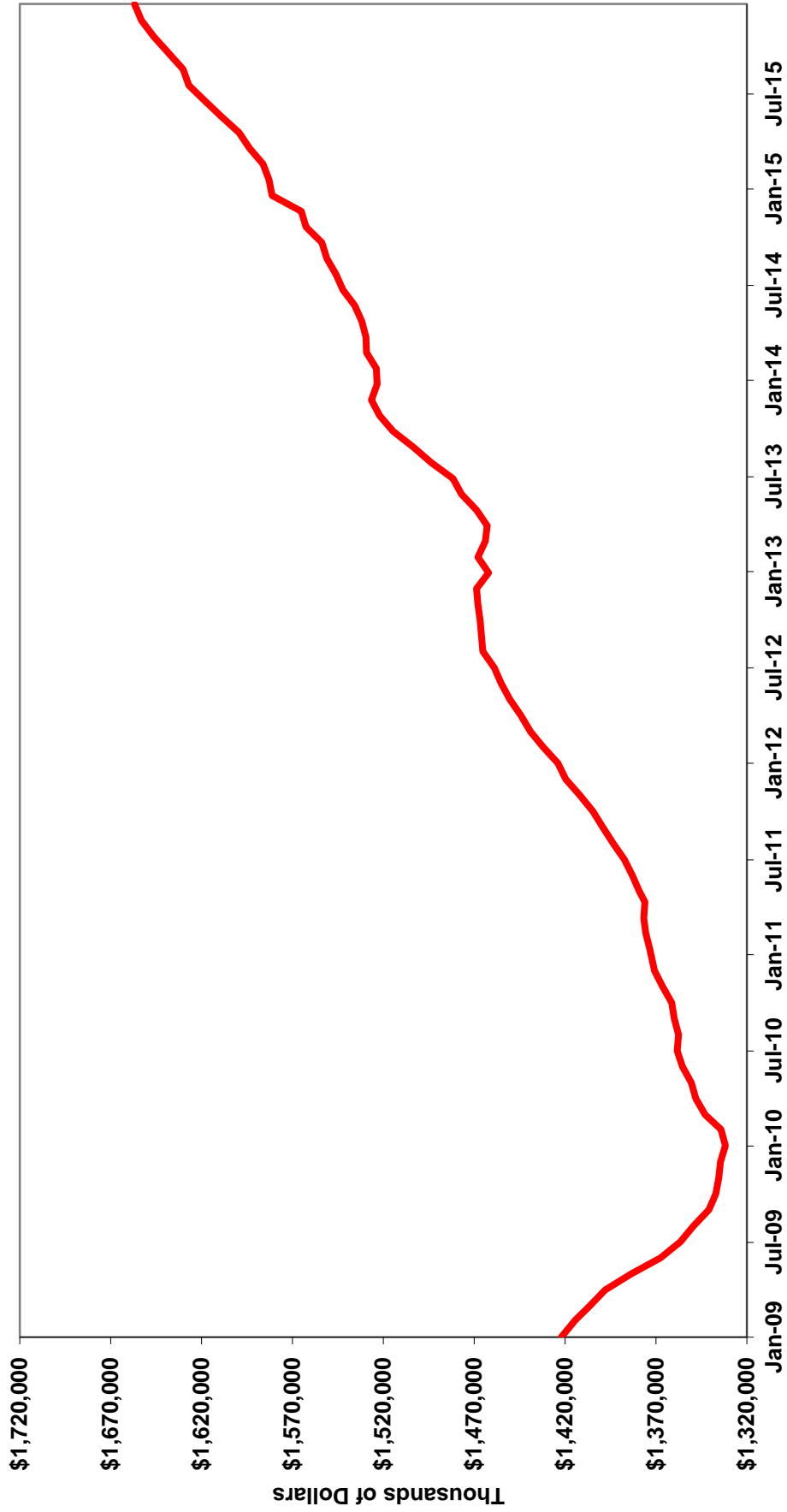




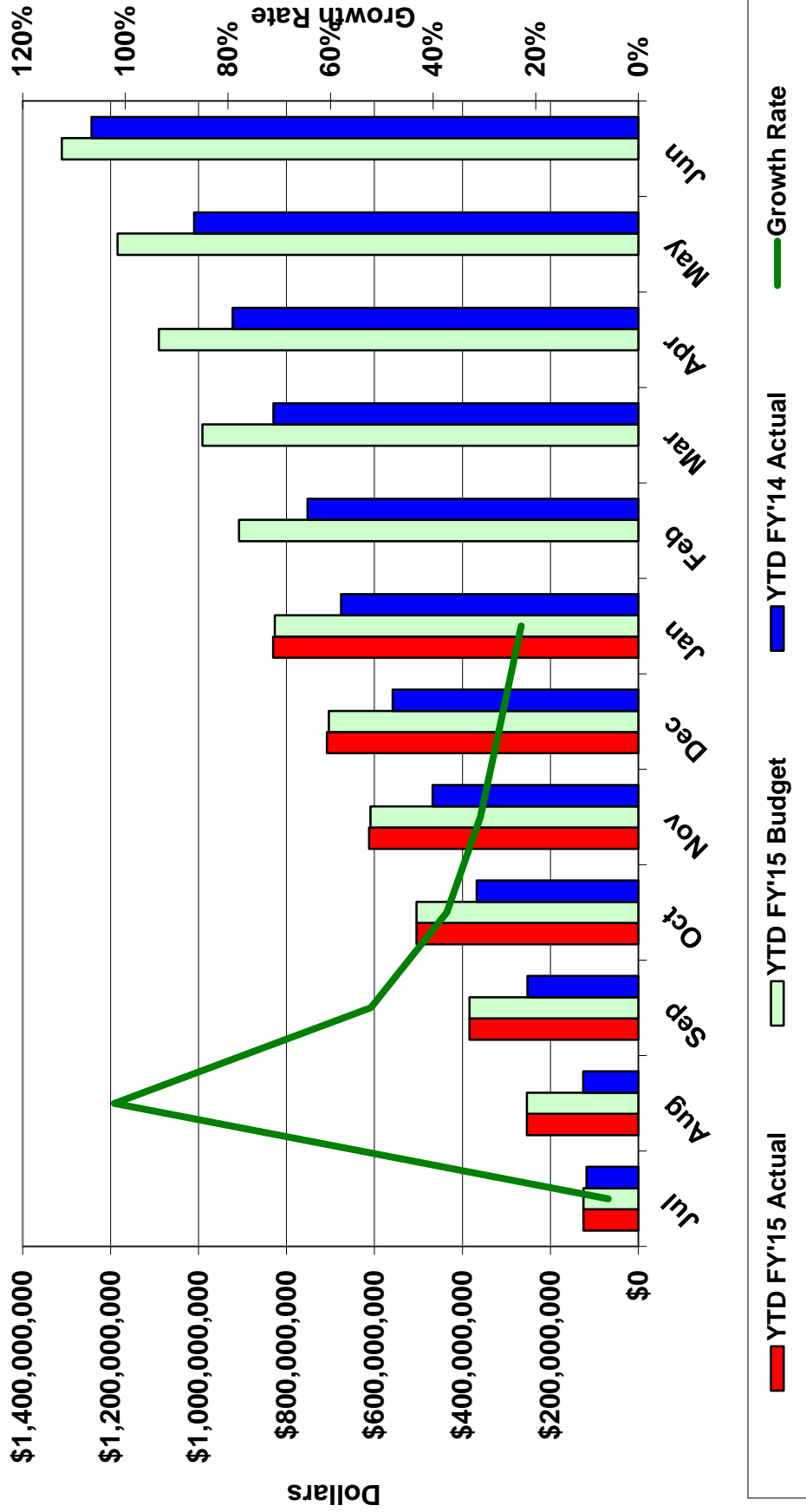
# Total Maine Taxable Sales Growth Rate of 12 Month Moving Total January 2009 to Date



## Total Maine Taxable Sales 12 Month Moving Average January 2009 to Date



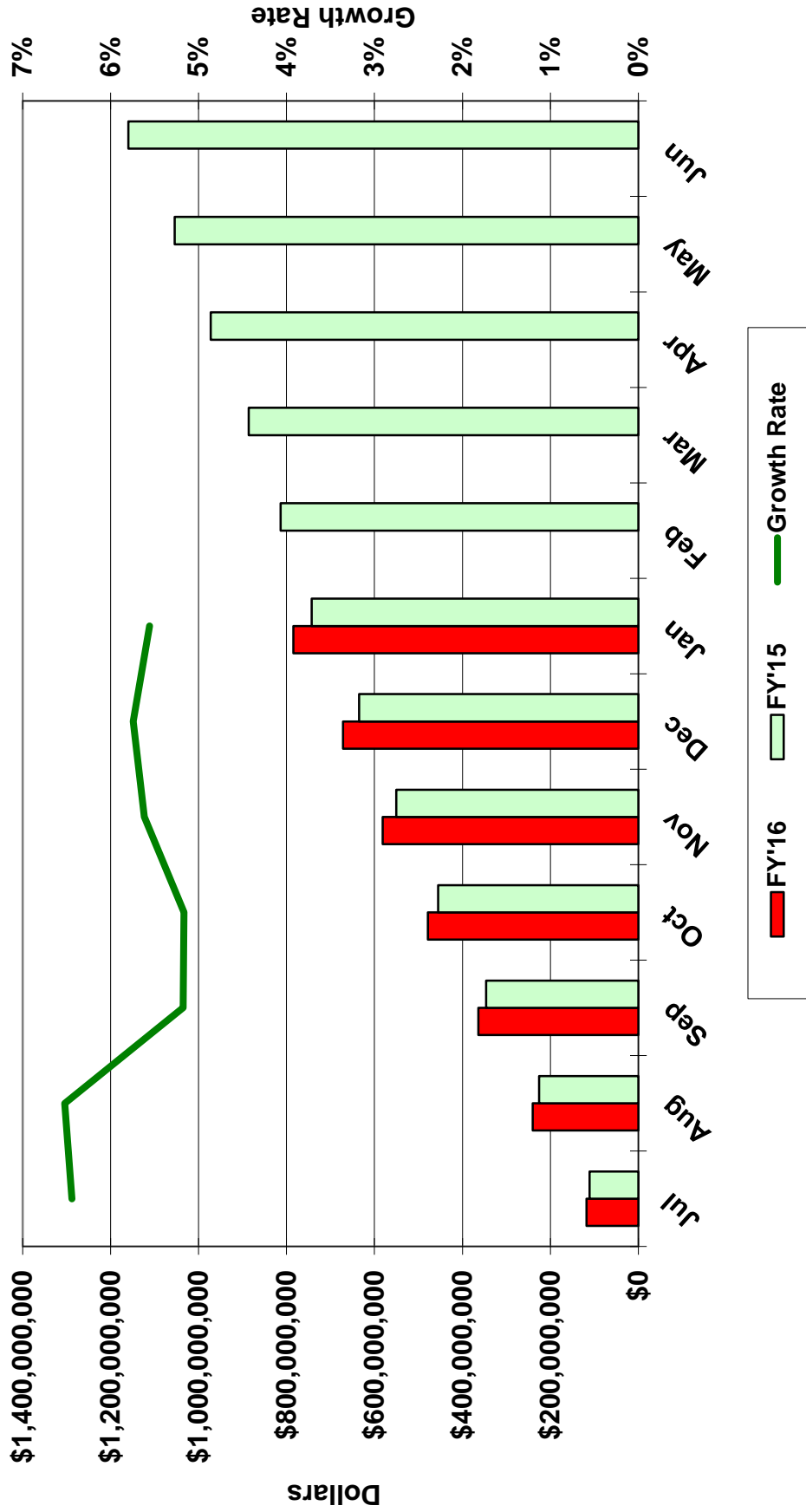
# Sales & Service Provider Tax Revenue FY'15 Actual, Budget & FY'14 Actual



Maine Revenue Services  
Sales & Use Tax and General Fund Service Provider Tax Revenue

Month	FY'16 Actual	FY'16 Budget	FY'15 Actual	FY'14 Actual	FY'16 Actual vs. Budget	FY'16 Budget vs. FY'15 Actual	FY'16 Actual vs. FY'15 Actual	FY'15 Actual vs. FY'14 Actual
Jul	\$124,890,893	\$124,890,893	\$117,973,323	\$102,152,184	0.0%	5.9%	5.9%	15.5%
Aug	\$128,822,371	\$128,822,372	\$7,555,912	\$6,055,198	0.0%	1604.9%	1604.9%	24.8%
Sep	\$130,239,500	\$130,239,499	\$126,826,859	\$109,963,307	0.0%	2.7%	2.7%	15.3%
Oct	\$120,489,988	\$120,264,797	\$115,068,418	\$103,663,030	0.2%	4.5%	4.7%	11.0%
Nov	\$107,749,446	\$104,985,329	\$100,637,000	\$93,883,479	2.6%	4.3%	7.1%	7.2%
Dec	\$95,832,573	\$94,503,735	\$90,425,746	\$87,209,575	1.4%	4.5%	6.0%	3.7%
Jan	\$122,332,572	\$122,723,586	\$117,522,844	\$109,801,489	-0.3%	4.4%	4.1%	7.0%
Feb		\$81,634,792	\$75,998,792	\$75,258,635		7.4%		1.0%
Mar		\$83,309,051	\$77,666,445	\$76,713,130		7.3%		1.2%
Apr		\$99,071,293	\$92,698,977	\$87,628,005		6.9%		5.8%
May		\$94,161,617	\$87,955,212	\$86,974,555		7.1%		1.1%
Jun		\$126,604,216	\$233,256,223	\$217,029,037		-45.7%		7.5%
<b>Total</b>	<b>\$830,357,343</b>	<b>\$1,311,211,180</b>	<b>\$1,243,585,751</b>	<b>\$1,156,331,624</b>		<b>5.4%</b>		<b>7.5%</b>
<b>YTD Jan</b>	<b>\$830,357,343</b>	<b>\$826,430,211</b>	<b>\$676,010,102</b>	<b>\$612,728,262</b>	<b>0.5%</b>	<b>22.3%</b>	<b>22.8%</b>	<b>10.3%</b>

# Sales Tax Cash Receipts Year-to-Date FY'16 & FY'15

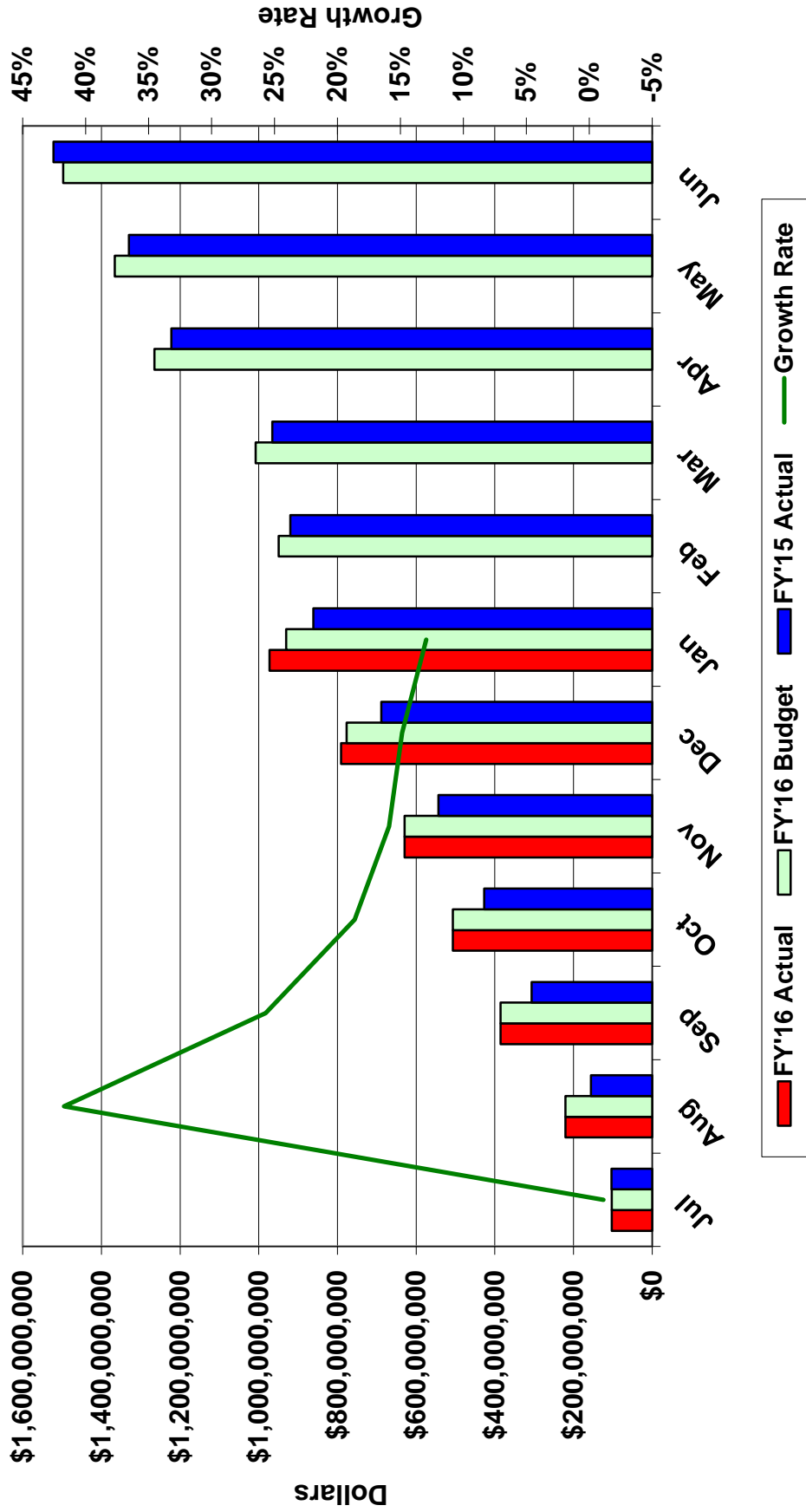


**Maine Revenue Services  
Sales Tax Cash Receipts**

	<b>FY'16</b>	<b>FY'15</b>	<b>YTD FY'16</b>	<b>YTD FY'15</b>	<b>Growth Rate</b>	<b>YTD Growth Rate</b>
<b>Jul</b>	\$117,705,225	\$110,583,177	\$117,705,225	\$110,583,177	6.4%	6.4%
<b>Aug</b>	\$122,463,113	\$114,878,254	\$240,168,338	\$225,461,431	6.6%	6.5%
<b>Sep</b>	\$123,649,466	\$120,456,056	\$363,817,804	\$345,917,487	2.7%	5.2%
<b>Oct</b>	\$114,959,280	\$109,337,732	\$478,777,084	\$455,255,219	5.1%	5.2%
<b>Nov</b>	\$102,738,771	\$95,335,080	\$581,515,855	\$550,590,299	7.8%	5.6%
<b>Dec</b>	\$90,138,289	\$84,577,691	\$671,654,144	\$635,167,990	6.6%	5.7%
<b>Jan</b>	\$112,678,866	\$107,870,629	\$784,333,010	\$743,038,619	4.5%	5.6%
<b>Feb</b>		\$70,598,474		\$813,637,093		
<b>Mar</b>		\$72,130,635		\$885,767,728		
<b>Apr</b>		\$86,528,938		\$972,296,666		
<b>May</b>		\$81,945,433		\$1,054,242,099		
<b>Jun</b>		\$105,223,375		\$1,159,465,474		

# Individual Income Tax

# YTD Individual Income Tax Revenue FY'16 Actual, Budget & FY'15 Actual

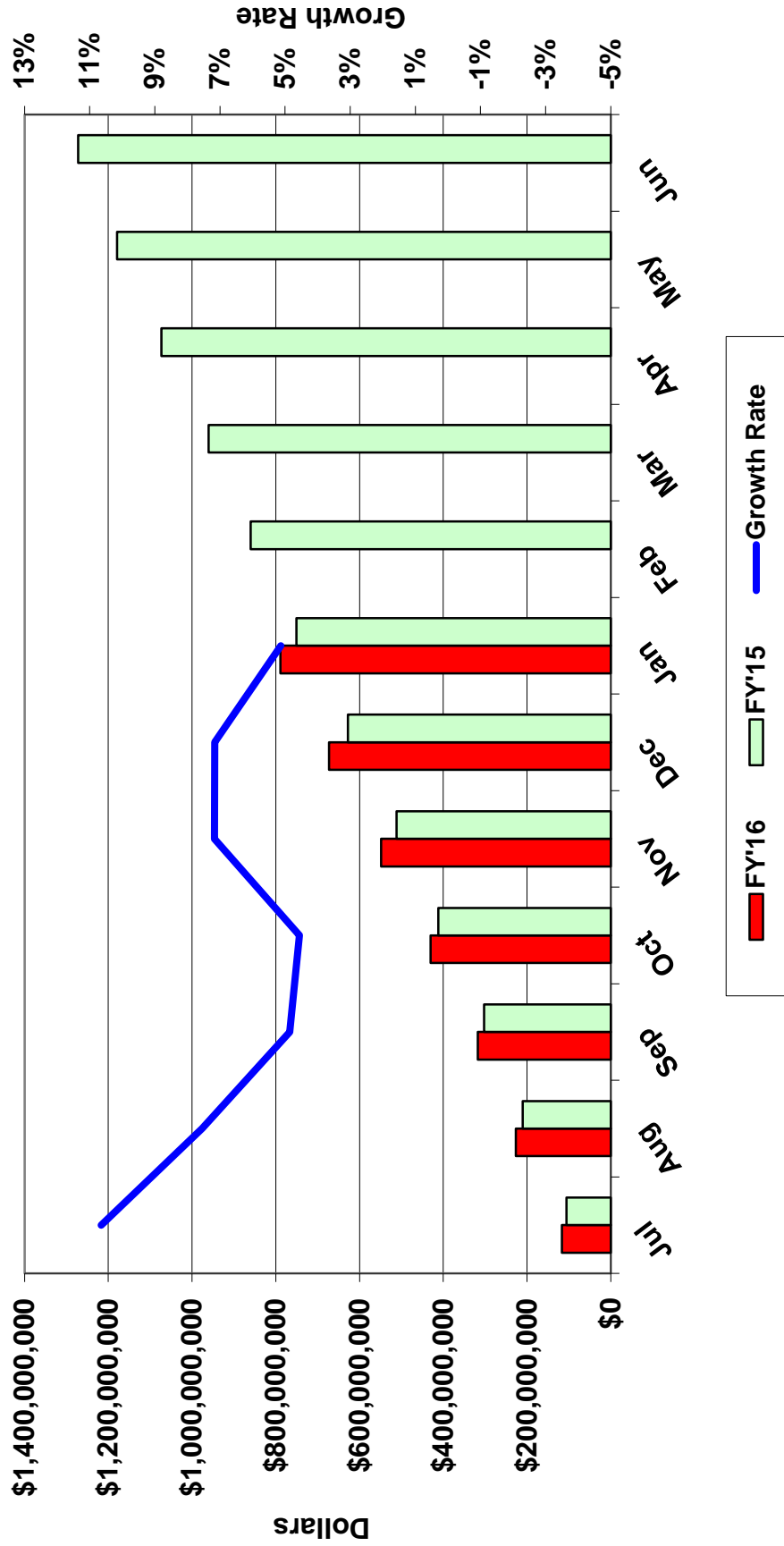




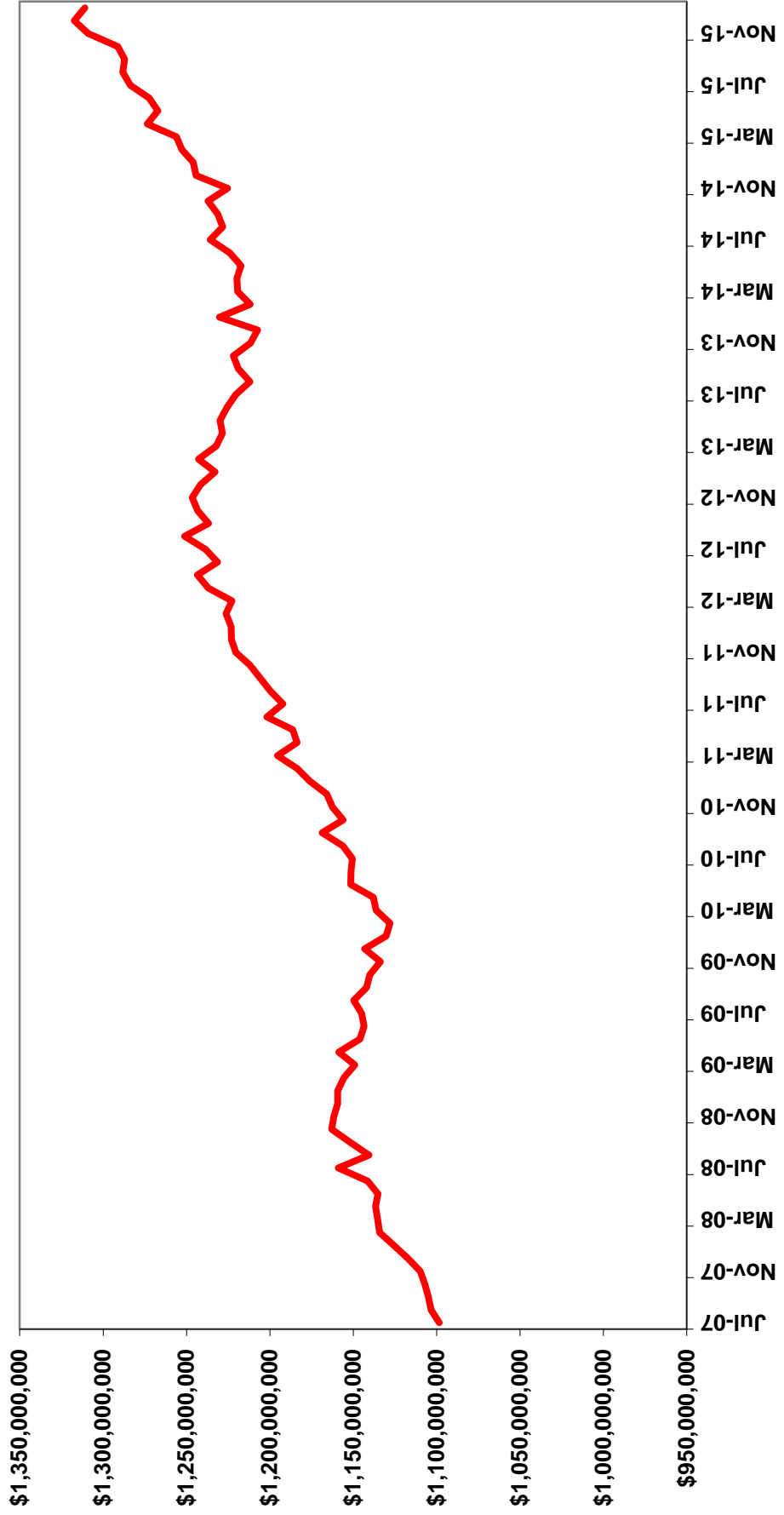
Maine Revenue Services  
Individual Income Tax Revenue

	FY'16 Actual	FY'16 Budget	FY'15 Actual	FY'14 Actual	FY'16 Actual vs. Budget	FY'16 Budget vs. FY'15 Actual	FY'16 Actual vs. FY'15 Actual	FY'15 Actual vs. FY'14 Actual
Jul	\$102,575,979	\$102,578,929	\$103,739,312	\$90,735,095	0.0%	-1.1%	-1.1%	14.3%
Aug	\$117,952,058	\$117,946,907	\$51,874,902	\$62,916,969	0.0%	127.4%	127.4%	-17.6%
Sep	\$165,158,875	\$165,164,526	\$151,206,597	\$152,020,206	0.0%	9.2%	9.2%	-0.5%
Oct	\$121,014,542	\$121,017,432	\$120,268,603	\$110,881,170	0.0%	0.6%	0.6%	8.5%
Nov	\$122,897,691	\$122,892,102	\$116,100,502	\$112,469,893	0.0%	5.8%	5.9%	3.2%
Dec	\$161,259,112	\$147,072,941	\$145,267,029	\$133,156,697	9.6%	1.2%	11.0%	9.1%
Jan	\$181,800,628	\$153,825,691	\$172,743,471	\$165,891,144	18.2%	-11.0%	5.2%	4.1%
Feb		\$18,689,080	\$58,276,335	\$12,004,102		-67.9%		385.5%
Mar		\$58,962,644	\$45,883,373	\$57,322,877		28.5%		-20.0%
Apr		\$256,766,669	\$256,873,336	\$224,548,467		0.0%		14.4%
May		\$100,922,303	\$107,516,801	\$102,775,299		-6.1%		4.6%
Jun		\$131,147,371	\$192,028,148	\$181,395,784		-31.7%		5.9%
<b>Total</b>		\$1,496,986,595	\$1,521,778,409	\$1,406,117,703		-1.6%		8.2%
<b>YTD Jan</b>	\$972,658,885	\$930,498,528	\$861,200,416	\$828,071,174	4.5%	8.0%	12.9%	4.0%

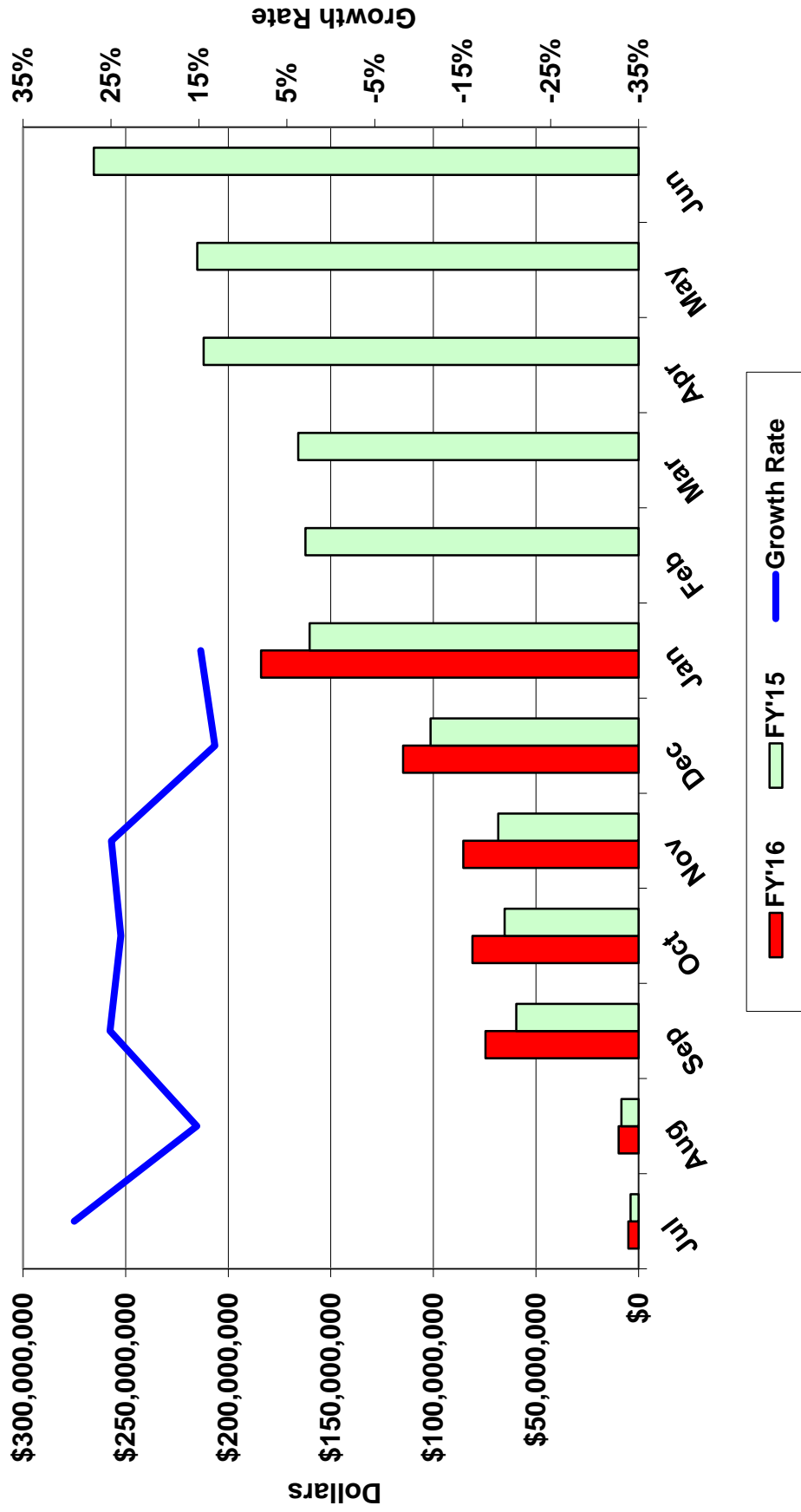
# 1040 Withholding Year-to-Date FY'16 & FY'15



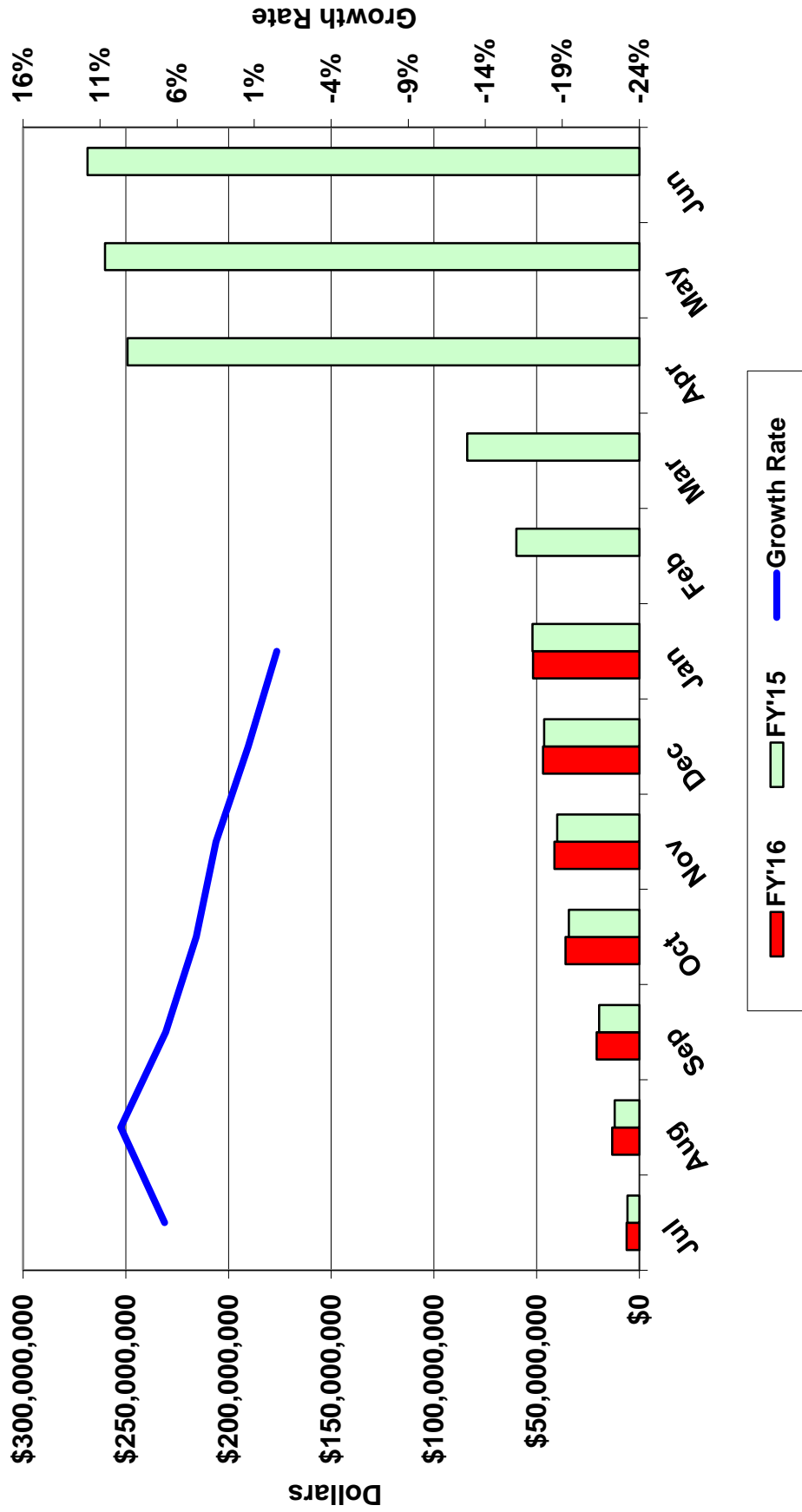
# Withholding Tax Revenue 12 Month Moving Total



# 1040 Estimated Payments Year-to-Date FY'16 & FY'15



# 1040 Final Payments Year-to-Date FY'16 & FY'15



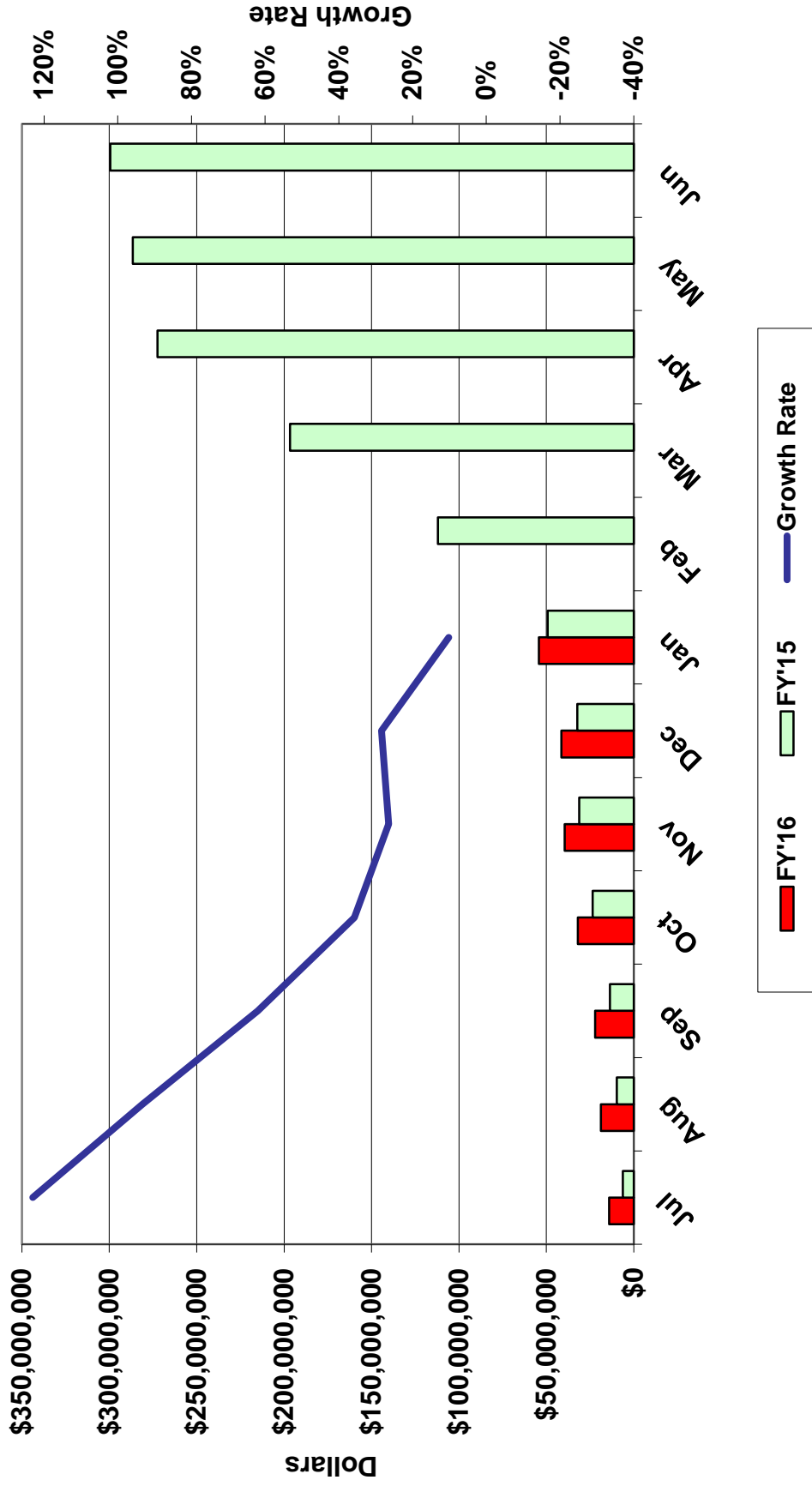
**Maine Revenue Services  
Individual Income Tax Withholding, Estimated Payments and Final Payments**

	1040 Withholding			1040 Estimated Payments			1040 Final Payments		
	FY'16	FY'15	Growth Rate	FY'16	FY'15	Growth Rate	FY'16	FY'15	Growth Rate
Jul	\$116,914,957	\$105,666,976	10.6%	\$4,989,769	\$3,862,823	29.2%	\$6,237,159	\$5,838,943	6.8%
Aug	\$109,460,499	\$104,816,939	4.4%	\$4,652,186	\$4,504,654	3.3%	\$6,925,815	\$6,164,524	12.3%
Sep	\$91,022,925	\$92,203,367	-1.3%	\$64,955,837	\$51,260,820	26.7%	\$7,673,690	\$7,517,575	2.1%
Oct	\$112,950,001	\$108,877,384	3.7%	\$6,351,139	\$5,707,510	11.3%	\$15,132,443	\$14,812,154	2.2%
Nov	\$117,921,902	\$100,046,596	17.9%	\$4,532,321	\$3,070,321	47.6%	\$5,366,982	\$5,613,693	-4.4%
Dec	\$124,320,095	\$116,033,836	7.1%	\$29,340,656	\$33,031,274	-11.2%	\$5,585,090	\$6,333,672	-11.8%
Jan	\$116,684,637	\$123,078,441	-5.2%	\$69,214,432	\$58,899,317	17.5%	\$4,835,456	\$5,721,651	-15.5%
Feb		\$109,564,022			\$1,966,560			\$7,864,929	
Mar		\$100,514,872			\$3,527,381			\$23,983,422	
Apr		\$112,477,152			\$46,163,578			\$165,295,045	
May		\$105,898,984			\$3,176,041			\$11,033,285	
Jun		\$93,183,412			\$50,395,145			\$8,462,818	

**Year-To-Date**

	1040 Withholding			1040 Estimated Payments			1040 Final Payments		
	FY'16	FY'15	Growth Rate	FY'16	FY'15	Growth Rate	FY'16	FY'15	Growth Rate
Jul	\$116,914,957	\$105,666,976	10.6%	\$4,989,769	\$3,862,823	29.2%	\$6,237,159	\$5,838,943	6.8%
Aug	\$226,375,456	\$210,483,915	7.6%	\$9,641,955	\$8,367,477	15.2%	\$13,162,974	\$12,003,467	9.7%
Sep	\$317,398,381	\$302,687,282	4.9%	\$74,597,792	\$59,628,297	25.1%	\$20,836,664	\$19,521,042	6.7%
Oct	\$430,348,382	\$411,564,666	4.6%	\$80,948,931	\$65,335,807	23.9%	\$35,969,107	\$34,333,196	4.8%
Nov	\$548,270,284	\$511,611,262	7.2%	\$85,481,252	\$68,406,128	25.0%	\$41,336,089	\$39,946,889	3.5%
Dec	\$672,590,379	\$627,645,098	7.2%	\$114,821,908	\$101,437,402	13.2%	\$46,921,179	\$46,280,561	1.4%
Jan	\$789,275,016	\$750,723,539	5.1%	\$184,036,340	\$160,336,719	14.8%	\$51,756,635	\$52,002,212	-0.5%
Feb		\$860,287,561			\$162,303,279			\$59,867,141	
Mar		\$960,802,433			\$165,830,660			\$83,850,563	
Apr		\$1,073,279,585			\$211,994,238			\$249,145,608	
May		\$1,179,178,569			\$215,170,279			\$260,178,893	
Jun		\$1,272,361,981			\$265,565,424			\$268,641,711	

# Individual Income Tax Refunds Year-to-Date FY'16 & FY'15



**Maine Revenue Services  
Individual Income Tax Refunds**

	Year-To-Date				Growth Rate
	Month	FY'15	FY'16	FY'15	
Jul	\$14,042,377	\$6,294,513	\$14,042,377	\$6,294,513	123%
Aug	\$4,797,034	\$3,452,815	\$18,839,411	\$9,747,328	93%
Sep	\$3,161,428	\$3,832,990	\$22,000,839	\$13,580,318	62%
Oct	\$9,923,850	\$9,929,062	\$31,924,689	\$23,509,380	36%
Nov	\$7,526,712	\$7,686,433	\$39,451,401	\$31,195,813	26%
Dec	\$1,956,263	\$1,048,427	\$41,407,664	\$32,244,240	28%
Jan	\$12,770,177	\$16,935,419	\$54,177,841	\$49,179,659	10%
Feb		\$62,897,776		\$112,077,435	
Mar		\$84,596,283		\$196,673,718	
Apr		\$75,709,860		\$272,383,578	
May		\$14,228,813		\$286,612,391	
Jun		\$12,870,335		\$299,482,726	

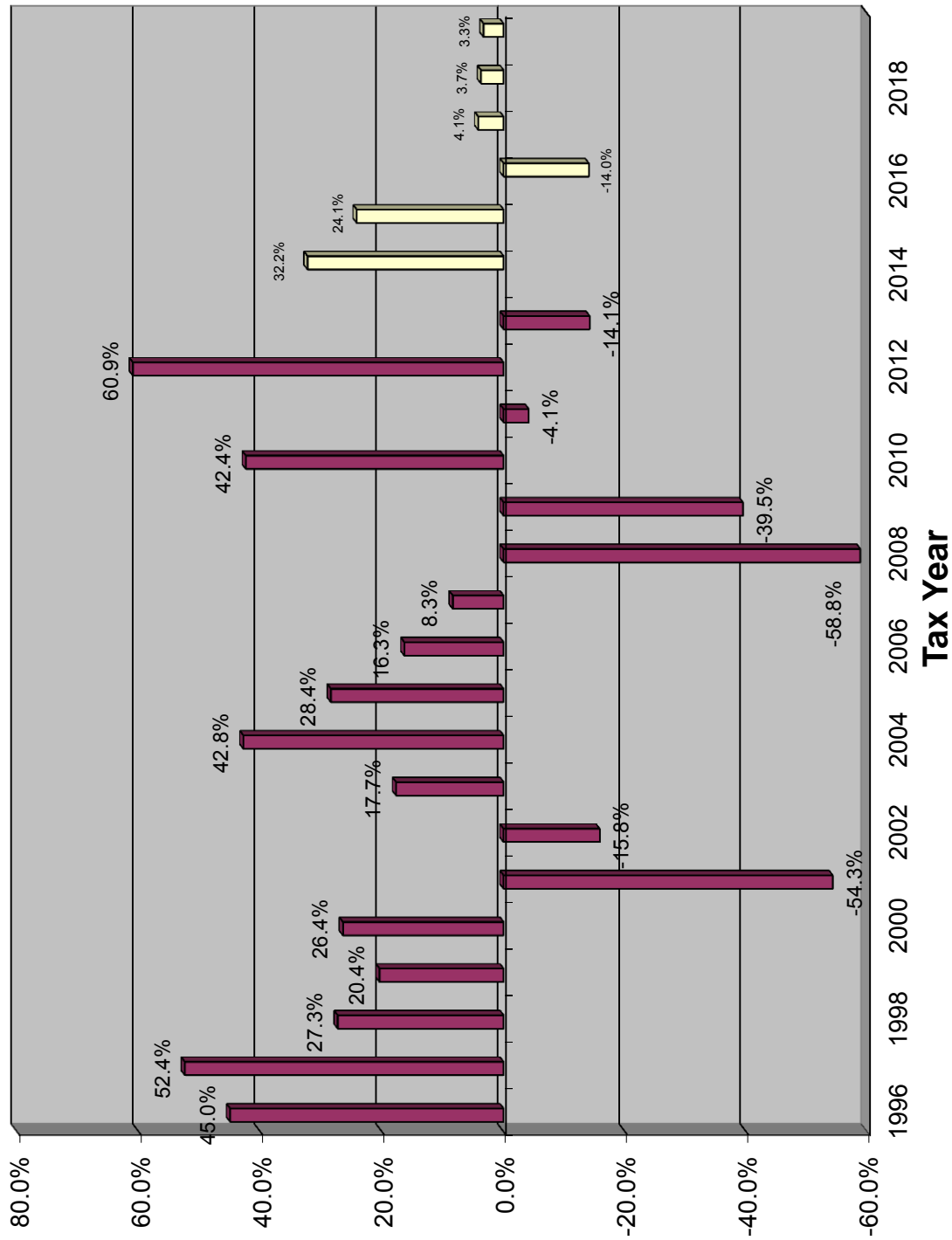


### Maine Resident - Net Capital Gains

<u>Tax Year</u>	<u>Capital Gains Realizations (\$ Millions)</u>	<u>Capital Gains Realizations Annual % Change</u>	<u>Capital Gains Tax Liability (\$ Millions)</u>	<u>Capital Gains Tax Liability Annual % Change</u>
1995	\$551.7		\$38.3	
1996	\$799.7	45.0%	\$57.3	49.6%
1997	\$1,218.7	52.4%	\$104.5	82.4%
1998	\$1,551.0	27.3%	\$120.0	14.8%
1999	\$1,867.2	20.4%	\$141.7	18.1%
2000	\$2,360.4	26.4%	\$179.6	26.7%
2001	\$1,079.3	-54.3%	\$74.1	-58.7%
2002	\$908.8	-15.8%	\$59.1	-20.3%
2003	\$1,069.4	17.7%	\$69.4	17.4%
2004	\$1,526.9	42.8%	\$104.9	51.2%
2005	\$1,960.3	28.4%	\$137.0	30.6%
2006	\$2,280.1	16.3%	\$162.5	18.6%
2007	\$2,470.4	8.3%	\$177.9	9.5%
2008	\$1,017.0	-58.8%	\$70.7	-60.3%
2009	\$615.7	-39.5%	\$45.6	-35.6%
2010	\$876.7	42.4%	\$58.6	28.6%
2011	\$840.4	-4.1%	\$55.4	-5.5%
2012	\$1,352.6	60.9%	\$96.5	74.4%
2013	\$1,161.4	-14.1%	\$77.0	-20.2%
2014*	\$1,535.7	32.2%	\$99.6	29.3%
2015*	\$1,906.2	24.1%	\$128.3	28.9%
2016*	\$1,639.4	-14.0%	\$99.5	-22.4%
2017*	\$1,707.3	4.1%	\$103.9	4.4%
2018*	\$1,770.5	3.7%	\$108.7	4.6%
2019*	\$1,828.6	3.3%	\$112.1	3.1%

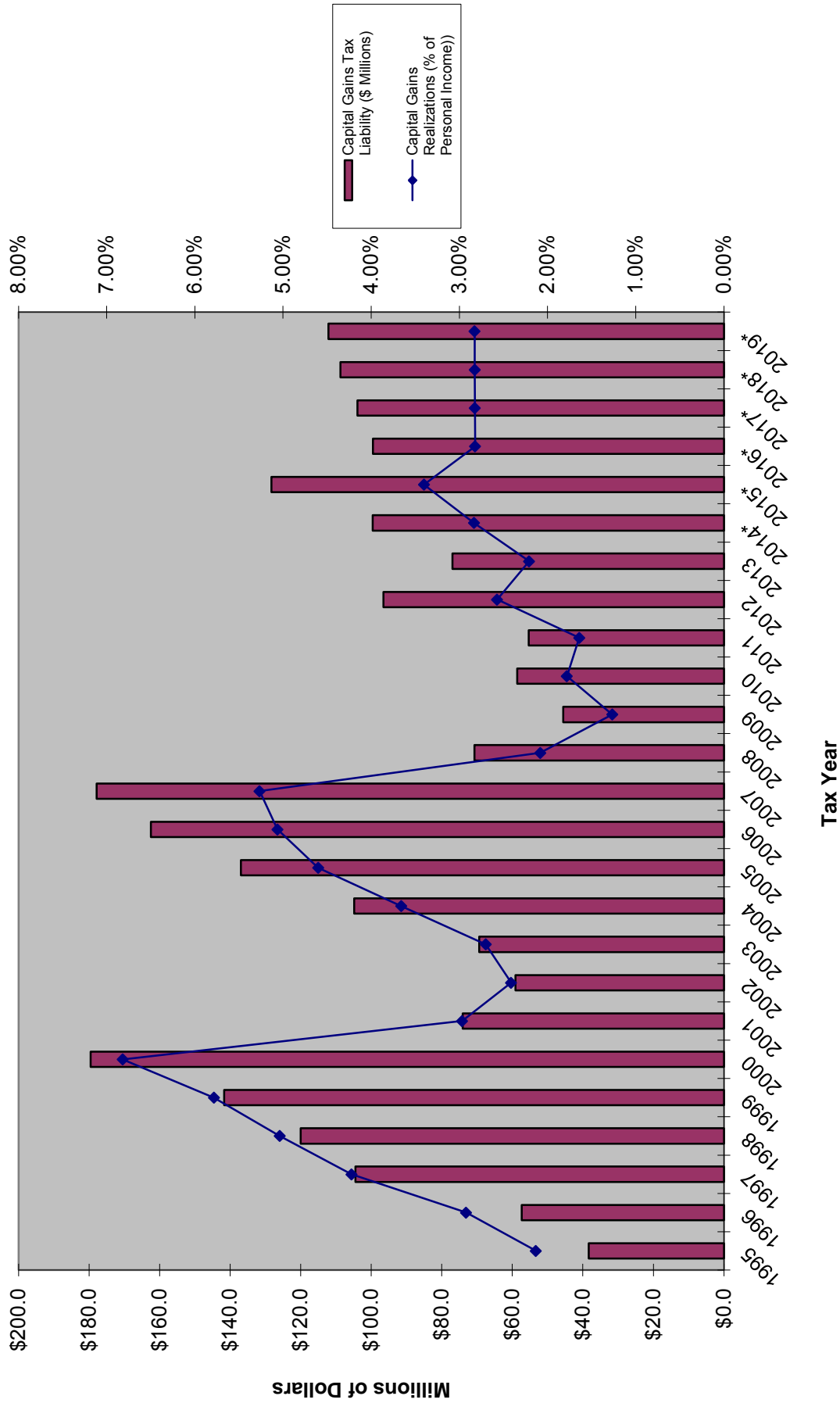
\* Represents Projections.

### Percentage Change in Capital Gains Realizations by Maine Residents



■ Actual □ November 15 Forecast

# Taxes from Net Capital Gains and Net Capital Gains as Percent of Personal Income





## **APPENDIX G**

### **Other Background Materials**

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## Revenue Forecasting Committee - March 2016 - Hollywood Casino Bangor

<b>GENERAL FUND REVENUE</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Current Forecast - General Fund Revenue	\$6,833,763	\$6,752,297	\$6,814,737	\$6,840,623	\$6,909,910	\$6,979,888
Incremental Effect of March 2016 Forecast			\$51,388	\$96,772	\$97,860	\$98,959
March 2016 Forecast - Revised General Fund Revenue	\$6,833,763	\$6,752,297	\$6,866,125	\$6,937,395	\$7,007,770	\$7,078,847

<b>FUND FOR A HEALTHY MAINE REVENUE</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Current Forecast - Fund for a Healthy Maine Revenue	\$4,158,208	\$4,107,614	\$4,092,837	\$4,131,702	\$4,173,019	\$4,214,749
Incremental Effect of March 2016 Forecast			\$40,135	\$84,562	\$85,407	\$86,262
March 2016 Forecast - Fund for a Healthy Maine Revenue	\$4,158,208	\$4,107,614	\$4,132,972	\$4,216,264	\$4,258,426	\$4,301,011

### Detail of Current Revenue Forecast - Distribution of Total Income

		<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Gross Slot Income (Coin/Voucher In)	A	\$459,825,100	\$444,273,976	\$449,834,681	\$453,361,684	\$457,895,301	\$462,474,254
Player's Share (Payback Value)	B	\$413,644,722	\$398,755,097	\$404,006,614	\$406,665,431	\$410,732,085	\$414,839,406
3% Distribution to City of Bangor (.03*(A-B))	3.0%	\$1,385,411	\$1,365,566	\$1,374,842	\$1,400,888	\$1,414,896	\$1,429,045
General Fund - Administration (1% of Gross Slot Income)	C 1.0%	\$4,598,251	\$4,442,740	\$4,498,347	\$4,533,617	\$4,578,953	\$4,624,743
Net Slot Machine Income (=A-B-C)		\$41,582,100	\$41,076,139	\$41,329,720	\$42,162,636	\$42,584,263	\$43,010,105
<b>Licensees' Share of Net Slot Machine Income</b>	<b>61.0%</b>	<b>\$25,365,081</b>	<b>\$25,056,445</b>	<b>\$25,211,129</b>	<b>\$25,719,208</b>	<b>\$25,976,400</b>	<b>\$26,236,164</b>
<b>Licensees' Share of Net Slot after 3% Distribution to Bangor</b>		<b>\$23,979,670</b>	<b>\$23,690,879</b>	<b>\$23,836,287</b>	<b>\$24,318,320</b>	<b>\$24,561,504</b>	<b>\$24,807,119</b>
<b>Net Table Game Income</b>		<b>\$7,469,209</b>	<b>\$8,516,800</b>	<b>\$9,050,992</b>	<b>\$9,080,811</b>	<b>\$9,171,619</b>	<b>\$9,263,335</b>
<b>Licensee's Share of Net Table Game Income</b>	<b>84.0%</b>	<b>\$6,274,135</b>	<b>\$7,154,112</b>	<b>\$7,602,834</b>	<b>\$7,627,881</b>	<b>\$7,704,160</b>	<b>\$7,781,201</b>

<b>Distribution of State Share of Net Slot Machine Income</b>		<b>39.0%</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
General Fund (other)	3.0%		\$1,247,462	\$1,232,284	\$1,239,892	\$1,264,879	\$1,277,528	\$1,290,303
General Fund (After 48 months - November 2009)	1.0%		\$415,821	\$410,761	\$413,297	\$421,626	\$425,843	\$430,101
Fund for a Healthy Maine (FHM)	10.0%		\$4,158,208	\$4,107,614	\$4,132,972	\$4,216,264	\$4,258,426	\$4,301,011
FHM over caps to Gen Fund (\$4.5M in FY11 and FY12, \$0 in FY13)			\$0	\$0	\$0	\$0	\$0	\$0
University of Maine Scholarship Fund (2% until 9/1/13)	1.92%		\$798,376	\$790,190	\$793,531	\$809,523	\$817,618	\$825,794
Maine Maritime Academy Scholarship Program (beginning 9/1/13)	0.08%		\$33,266	\$31,333	\$33,064	\$33,730	\$34,067	\$34,408
Maine Community College System - Scholarship Funds	1.0%		\$415,821	\$410,761	\$413,297	\$421,626	\$425,843	\$430,101
Resident Municipalities	1.0%		\$415,821	\$410,761	\$413,297	\$421,626	\$425,843	\$430,101
Supplement Harness Racing Purses	10.0%		\$4,158,208	\$4,107,614	\$4,132,972	\$4,216,264	\$4,258,426	\$4,301,011
Sire Stakes Fund	3.0%		\$1,247,462	\$1,232,284	\$1,239,892	\$1,264,879	\$1,277,528	\$1,290,303
Fund to Encourage Racing at Maine's Commercial Tracks	4.0%		\$1,663,283	\$1,643,046	\$1,653,189	\$1,686,505	\$1,703,371	\$1,720,404
Fund to Stabilize Off-Track Betting (48 months - until Oct 2009)	2.0%		\$0	\$0	\$0	\$0	\$0	\$0
Fund to Stabilize Off-Track Betting (after 48 months - Nov 2009)	1.0%		\$415,821	\$410,761	\$413,297	\$421,626	\$425,843	\$430,101
Agricultural Fair Support Fund	3.0%		\$1,247,462	\$1,232,284	\$1,239,892	\$1,264,879	\$1,277,528	\$1,290,303
GF Transfer to Gambling Addiction Prevention and Treatment Fund			(\$100,000)	(\$100,000)	(\$100,000)	(\$100,000)	(\$100,000)	(\$100,000)
Gambling Addiction Prevention and Treatment Fund			\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000

<b>Distribution of State Share of Net Table Game Income</b>		<b>16.0%</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
General Fund	9.0%		\$672,229	\$766,512	\$814,589	\$817,273	\$825,446	\$833,700
Gambling Control Board	3.0%		\$224,076	\$255,504	\$271,530	\$272,424	\$275,149	\$277,900
Municipality	2.0%		\$149,384	\$170,336	\$181,020	\$181,616	\$183,432	\$185,267
Coordinated Veterans Assistance Fund	2.0%		\$149,384	\$170,336	\$181,020	\$181,616	\$183,432	\$185,267

## Revenue Forecasting Committee - March 2016 - Hollywood Casino Bangor

Revenue Summary	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>General Fund</b>						
General Fund Administration (1% of gross slot income)	\$4,598,251	\$4,442,740	\$4,498,347	\$4,533,617	\$4,578,953	\$4,624,743
General Fund (Other)	\$2,235,512	\$2,309,557	\$2,367,778	\$2,403,778	\$2,428,817	\$2,454,104
Licensing revenue	\$0	\$0	\$0	\$0	\$0	\$0
<b>Subtotal - General Fund</b>	<b>\$6,833,763</b>	<b>\$6,752,297</b>	<b>\$6,866,125</b>	<b>\$6,937,395</b>	<b>\$7,007,770</b>	<b>\$7,078,847</b>
Fund for a Healthy Maine	<b>\$4,158,208</b>	<b>\$4,107,614</b>	<b>\$4,132,972</b>	<b>\$4,216,264</b>	<b>\$4,258,426</b>	<b>\$4,301,011</b>
<b>Other Special Revenue Funds</b>						
Harness Racing Commission	\$8,732,236	\$8,625,989	\$8,679,242	\$8,854,153	\$8,942,696	\$9,032,122
HRC - Subtotal	\$8,732,236	\$8,625,989	\$8,679,242	\$8,854,153	\$8,942,696	\$9,032,122
PUS- host municipalities	\$25,000	\$25,000	\$25,000	\$25,000	\$25,000	\$25,000
University of Maine Scholarship Fund	\$798,376	\$790,190	\$793,531	\$809,523	\$817,618	\$825,794
Maine Maritime Academy Scholarship Program	\$33,266	\$31,333	\$33,064	\$33,730	\$34,067	\$34,408
Maine Community College System Scholarships	\$415,821	\$410,761	\$413,297	\$421,626	\$425,843	\$430,101
Resident Municipalities	\$565,205	\$581,097	\$594,317	\$603,242	\$609,275	\$615,368
Gambling Addiction Prevention and Treatment Fund	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
Gambling Control Board	\$773,776	\$805,204	\$821,230	\$822,124	\$824,849	\$827,600
Coordinated Veterans Assistance Fund	\$149,384	\$170,336	\$181,020	\$181,616	\$183,432	\$185,267
<b>Subtotal - Other Special Revenue Funds</b>	<b>\$11,593,064</b>	<b>\$11,539,910</b>	<b>\$11,640,701</b>	<b>\$11,851,014</b>	<b>\$11,962,780</b>	<b>\$12,075,660</b>

### Details and Assumptions

Calculated Gross Slot Machine Income Per Month	# of days	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Total Gross Slot Income - Fiscal Year</b>		<b>\$459,825,100</b>	<b>\$444,273,976</b>	<b>\$449,834,681</b>	<b>\$453,361,684</b>	<b>\$457,895,301</b>	<b>\$462,474,254</b>
July	31	\$40,503,576	\$47,764,141	\$45,549,389	\$40,902,508	\$41,311,533	\$41,724,648
August	31	\$49,535,548	\$39,189,127	\$38,343,543	\$43,039,740	\$43,470,137	\$43,904,838
September	30	\$39,255,646	\$49,628,944	\$35,752,219	\$38,836,489	\$39,224,854	\$39,617,102
October	31	\$37,732,864	\$38,264,413	\$43,024,682	\$38,635,368	\$39,021,722	\$39,411,939
November	30	\$42,711,006	\$31,968,476	\$31,336,484	\$34,039,817	\$34,380,216	\$34,724,018
December	31	\$28,301,099	\$37,605,965	\$36,203,654	\$32,518,475	\$32,843,660	\$33,172,096
January	31	\$38,551,037	\$29,226,416	\$31,927,321	\$35,814,925	\$36,173,074	\$36,534,805
February	28	\$33,993,427	\$27,502,850	\$32,937,372	\$33,266,746	\$33,599,413	\$33,935,407
March	31	\$35,973,494	\$42,152,946	\$41,533,592	\$41,948,928	\$42,368,417	\$42,792,101
April	30	\$34,509,956	\$33,492,508	\$38,523,385	\$38,908,619	\$39,297,705	\$39,690,682
May	31	\$44,270,758	\$32,890,369	\$37,083,599	\$37,454,435	\$37,828,979	\$38,207,269
June	30	\$34,486,646	\$34,587,821	\$37,619,442	\$37,995,636	\$38,375,592	\$38,759,348

Player's Share of Slot Machine Income Per Month	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Total Player's Share - Fiscal Year</b>	<b>\$413,644,722</b>	<b>\$398,755,097</b>	<b>\$404,006,614</b>	<b>\$406,665,431</b>	<b>\$410,732,085</b>	<b>\$414,839,406</b>
July	\$36,384,932	\$42,930,900	\$40,937,186	\$36,689,550	\$37,056,445	\$37,427,010
August	\$44,362,462	\$35,232,574	\$34,420,777	\$38,606,646	\$38,992,713	\$39,382,640
September	\$35,234,847	\$44,650,172	\$32,081,723	\$34,836,330	\$35,184,694	\$35,536,541
October	\$34,121,893	\$34,466,573	\$38,762,530	\$34,655,925	\$35,002,484	\$35,352,509
November	\$38,562,678	\$28,654,650	\$28,140,475	\$30,533,716	\$30,839,053	\$31,147,444
December	\$25,599,548	\$33,828,062	\$32,534,578	\$29,460,072	\$29,460,763	\$29,755,370
January	\$34,503,386	\$26,238,049	\$28,764,786	\$32,125,988	\$32,447,247	\$32,771,720
February	\$30,668,142	\$24,639,322	\$29,544,823	\$29,840,271	\$30,138,674	\$30,440,060
March	\$32,511,086	\$37,708,100	\$37,255,632	\$37,628,188	\$38,004,470	\$38,384,515
April	\$30,932,984	\$29,965,225	\$34,555,476	\$34,901,031	\$35,250,041	\$35,602,542
May	\$39,730,084	\$29,514,189	\$33,263,988	\$33,596,628	\$33,932,594	\$34,271,920
June	\$31,032,681	\$30,927,282	\$33,744,639	\$34,082,086	\$34,422,906	\$34,767,135

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## Revenue Forecasting Committee - March 2016 - Hollywood Casino Bangor

Calculated Net Table Income Per Month		# of days	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Total Net Table Game Income - Fiscal Year</b>			<b>\$7,469,209</b>	<b>\$8,516,800</b>	<b>\$9,050,992</b>	<b>\$9,080,811</b>	<b>\$9,171,619</b>	<b>\$9,263,335</b>
July		31	\$584,229	\$578,566	\$921,392	\$824,251	\$832,493	\$840,818
August		31	\$702,642	\$602,692	\$726,046	\$811,875	\$819,994	\$828,194
September		30	\$536,004	\$846,505	\$770,663	\$833,967	\$842,307	\$850,730
October		31	\$612,819	\$574,889	\$747,490	\$668,683	\$675,370	\$682,124
November		30	\$544,416	\$834,489	\$567,430	\$614,040	\$620,180	\$626,382
December		31	\$556,276	\$769,351	\$904,837	\$809,441	\$817,535	\$825,711
January		31	\$800,068	\$569,840	\$566,346	\$633,296	\$639,629	\$646,025
February		28	\$498,999	\$547,289	\$552,762	\$558,290	\$563,872	\$569,511
March		31	\$518,959	\$986,723	\$882,694	\$891,521	\$900,436	\$909,440
April		30	\$703,109	\$920,483	\$996,094	\$1,006,055	\$1,016,116	\$1,026,277
May		31	\$814,506	\$655,143	\$732,590	\$739,916	\$747,315	\$754,788
June		30	\$597,184	\$630,833	\$682,651	\$689,477	\$696,372	\$703,336

Licensing and Application Revenues - Racino:		Fee	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Slot Machine Operator- Initial Application Fee		\$200,000	\$0	\$0	\$0	\$0	\$0	\$0
Slot Machine Operator- Annual Renewal Fee		\$75,000	\$0	\$0	\$0	\$0	\$0	\$0
Transfer of Operator Renewal Fee to host municipality			\$0	\$0	\$0	\$0	\$0	\$0
Slot Machine Distributor - Initial Application Fee		\$200,000	\$0	\$0	\$0	\$0	\$0	\$0
Slot Machine Distributor - Annual Renewal Fee	5	\$75,000	\$375,000	\$375,000	\$375,000	\$375,000	\$375,000	\$375,000
Slot Machines - Initial Registration Fee		\$100	\$0	\$0	\$0	\$0	\$0	\$0
Slot Machines - Annual Renewal Fee	898	\$100	\$89,800	\$89,800	\$89,800	\$89,800	\$89,800	\$89,800
Gambling Services Vendors	2	\$2,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000
Licensed Employees - All Fees	212	\$250/\$25	\$5,300	\$5,300	\$5,300	\$5,300	\$5,300	\$5,300
Other Revenue deposited as Licensing Revenue			\$0	\$0	\$0	\$0	\$0	\$0
<b>Total License Fees</b>			<b>\$474,100</b>	<b>\$474,100</b>	<b>\$474,100</b>	<b>\$474,100</b>	<b>\$474,100</b>	<b>\$474,100</b>
Licensee Background Check Cost Reimbursement			\$12,000	\$12,000	\$12,000	\$12,000	\$0	\$0

Licensing and Application Revenues - Casino:		Fee	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Casino Operator - Initial Application Fee		\$25,000	\$0	\$0	\$0	\$0	\$0	\$0
Casino Operator- Annual Renewal Fee		\$80,000	\$80,000	\$80,000	\$80,000	\$80,000	\$80,000	\$80,000
Transfer of Operator Renewal Fee to host municipality			(\$25,000)	(\$25,000)	(\$25,000)	(\$25,000)	(\$25,000)	(\$25,000)
Table Game Distributor - Initial Application Fee	3	\$5,000	\$0	\$0	\$0	\$0	\$0	\$0
Table Game Distributor - Annual Renewal Fee		\$1,000	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000
Table Games - Initial Privilege Fee	16	\$100,000	\$0	\$0	\$0	\$0	\$0	\$0
Table Games - Annual Privilege Fee		\$1,000	\$16,000	\$16,000	\$16,000	\$16,000	\$16,000	\$16,000
Table Games - Initial Registration Fee		\$100	\$0	\$0	\$0	\$0	\$0	\$0
Table Games -Annual Registration Fee		\$100	\$1,600	\$1,600	\$1,600	\$1,600	\$1,600	\$1,600
Licensed Employees - All Fees		\$250/\$25	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total License Fees</b>			<b>\$75,600</b>	<b>\$75,600</b>	<b>\$75,600</b>	<b>\$75,600</b>	<b>\$75,600</b>	<b>\$75,600</b>
Licensee Background Check Cost Reimbursement								

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### Revenue Forecasting Committee - March 2016 - Hollywood Casino Bangor

Number of Machines	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
July	900	842	787	790	790	790
August	900	829	787	790	790	790
September	900	829	787	790	790	790
October	888	829	787	790	790	790
November	888	876	787	790	790	790
December	888	900	787	790	790	790
January	888	829	788	790	790	790
February	876	666	790	790	790	790
March	834	717	790	790	790	790
April	813	743	790	790	790	790
May	829	784	790	790	790	790
June	889	786	790	790	790	790

Payback % Average for Month	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
July	89.83%	89.88%	89.87%	89.70%	89.70%	89.70%
August	89.56%	89.90%	89.77%	89.70%	89.70%	89.70%
September	89.76%	89.97%	89.73%	89.70%	89.70%	89.70%
October	90.43%	90.07%	90.09%	89.70%	89.70%	89.70%
November	90.29%	89.63%	89.80%	89.70%	89.70%	89.70%
December	90.45%	89.95%	89.87%	89.70%	89.70%	89.70%
January	89.50%	89.78%	90.09%	89.70%	89.70%	89.70%
February	90.22%	89.59%	89.70%	89.70%	89.70%	89.70%
March	90.38%	89.46%	89.70%	89.70%	89.70%	89.70%
April	89.63%	89.47%	89.70%	89.70%	89.70%	89.70%
May	89.74%	89.74%	89.70%	89.70%	89.70%	89.70%
June	89.98%	89.42%	89.70%	89.70%	89.70%	89.70%

Average Total Slot Income Per Machine Per Day	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Average for the Fiscal Year</b>	<b>\$1,447</b>	<b>\$1,525</b>	<b>\$1,556</b>	<b>\$1,572</b>	<b>\$1,588</b>	<b>\$1,603</b>
July	\$1,607.28	\$1,620.00	\$1,653.64	\$1,670.17	\$1,686.87	\$1,703.74
August	\$1,572.56	\$1,688.31	\$1,740.04	\$1,757.44	\$1,775.02	\$1,792.77
September	\$1,557.76	\$1,710.46	\$1,622.45	\$1,638.67	\$1,655.06	\$1,671.61
October	\$1,517.57	\$1,648.48	\$1,561.98	\$1,577.60	\$1,593.37	\$1,609.31
November	\$1,374.23	\$1,294.48	\$1,422.06	\$1,436.28	\$1,450.64	\$1,465.15
December	\$1,138.24	\$1,193.84	\$1,314.68	\$1,327.83	\$1,341.10	\$1,354.52
January	\$1,240.38	\$1,305.74	\$1,447.95	\$1,462.43	\$1,477.05	\$1,491.83
February	\$1,385.90	\$1,474.29	\$1,489.03	\$1,503.92	\$1,518.96	\$1,534.15
March	\$1,540.49	\$1,679.15	\$1,695.94	\$1,712.90	\$1,730.03	\$1,747.33
April	\$1,515.99	\$1,609.37	\$1,625.46	\$1,641.71	\$1,658.13	\$1,674.71
May	\$1,525.79	\$1,499.24	\$1,514.23	\$1,529.38	\$1,544.67	\$1,560.12
June	\$1,385.45	\$1,571.60	\$1,587.32	\$1,603.19	\$1,619.22	\$1,635.42

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**Revenue Forecasting Committee - March 2016 - Hollywood Casino Bangor**

<b>Number of Table Games</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
July	16	16	16	16	16	16
August	16	16	16	16	16	16
September	16	16	16	16	16	16
October	16	16	16	16	16	16
November	16	16	16	16	16	16
December	16	16	16	16	16	16
January	16	16	16	16	16	16
February	16	16	16	16	16	16
March	16	16	16	16	16	16
April	16	16	16	16	16	16
May	16	16	16	16	16	16
June	16	16	16	16	16	16

<b>Table Game Win Per Day</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
July	\$1,304.08	\$1,033.15	\$1,645.34	\$1,661.80	\$1,678.41	\$1,695.20
August	\$1,254.72	\$1,345.29	\$1,620.64	\$1,636.84	\$1,653.21	\$1,669.75
September	\$1,196.44	\$1,511.62	\$1,720.23	\$1,737.43	\$1,754.81	\$1,772.35
October	\$1,367.90	\$1,283.23	\$1,334.80	\$1,348.15	\$1,361.63	\$1,375.25
November	\$972.17	\$1,862.70	\$1,266.58	\$1,279.25	\$1,292.04	\$1,304.96
December	\$1,241.69	\$1,373.84	\$1,615.78	\$1,631.94	\$1,648.26	\$1,664.74
January	\$1,428.69	\$1,319.07	\$1,264.16	\$1,276.81	\$1,289.57	\$1,302.47
February	\$1,113.84	\$1,221.63	\$1,233.84	\$1,246.18	\$1,258.64	\$1,271.23
March	\$1,158.39	\$1,762.00	\$1,779.62	\$1,797.42	\$1,815.39	\$1,833.55
April	\$1,569.44	\$2,054.65	\$2,075.20	\$2,095.95	\$2,116.91	\$2,138.08
May	\$1,454.47	\$1,462.37	\$1,477.00	\$1,491.77	\$1,506.68	\$1,521.75
June	\$1,333.00	\$1,408.11	\$1,422.19	\$1,436.41	\$1,450.78	\$1,465.28

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## Revenue Forecasting Committee - March 2016 - Oxford Casino

<b>GENERAL FUND REVENUE</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Current Forecast - General Fund Revenue	\$1,737,476	\$1,789,825	\$1,875,803	\$1,883,310	\$1,902,023	\$1,920,924
Incremental Effect of March 2016 Forecast			\$19,547	\$29,308	\$29,721	\$30,138
March 2016 Forecast - Revised General Fund Revenue	\$1,737,476	\$1,789,825	\$1,895,350	\$1,912,618	\$1,931,744	\$1,951,062

### Detail of Current Revenue Forecast - Distribution of Total Income

		<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
Total Net Slot Machine Income		\$57,915,853	\$59,660,826	\$63,178,346	\$63,753,943	\$64,391,482	\$65,035,397
Total Net Table Game Income		\$13,427,297	\$14,284,713	\$14,349,693	\$14,458,780	\$14,603,368	\$14,749,402
<b>Licensees' Share of Total Net Slot Machine Income</b>	<b>54.0%</b>	<b>\$31,274,560</b>	<b>\$32,216,846</b>	<b>\$34,116,307</b>	<b>\$34,427,129</b>	<b>\$34,771,400</b>	<b>\$35,119,114</b>
<b>Licensees' Share of Total Net Table Game Income</b>	<b>84.0%</b>	<b>\$11,278,929</b>	<b>\$11,999,159</b>	<b>\$12,053,742</b>	<b>\$12,145,376</b>	<b>\$12,266,829</b>	<b>\$12,389,498</b>
<b>Total Licensees' Share of Net Income</b>		<b>\$42,553,489</b>	<b>\$44,216,005</b>	<b>\$46,170,049</b>	<b>\$46,572,505</b>	<b>\$47,038,229</b>	<b>\$47,508,612</b>

<b>Distribution of State Share of Net Slot Machine Income</b>		<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
K-12 Essential Programs and Services	25.0%	\$14,478,963	\$14,915,206	\$15,794,586	\$15,938,486	\$16,097,871	\$16,258,849
Maine's Penobscot and Passamaquoddy Indian Tribes	4.0%	\$2,316,634	\$2,386,433	\$2,527,134	\$2,550,158	\$2,575,659	\$2,601,416
General Fund - Administration	3.0%	\$1,737,476	\$1,789,825	\$1,895,350	\$1,912,618	\$1,931,744	\$1,951,062
University of Maine System Scholarship Fund (4% until 9/1/13)	3.83%	\$2,229,760	\$2,295,414	\$2,419,731	\$2,441,776	\$2,466,194	\$2,490,856
Maine Maritime Academy Scholarship Program (Beginning 9/1/13)	0.17%	\$86,874	\$91,019	\$107,403	\$108,382	\$109,466	\$110,560
Agricultural Fair Support Fund	1.0%	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
Municipality in which casino is located	2.0%	\$1,158,317	\$1,193,217	\$1,263,567	\$1,275,079	\$1,287,830	\$1,300,708
Maine Community College System Scholarship Programs	3.0%	\$1,737,476	\$1,789,825	\$1,895,350	\$1,912,618	\$1,931,744	\$1,951,062
Fund to Supplement Harness Racing Purses	1.0%	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
Sire Stakes Fund	1.0%	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
County in which casino is located	1.0%	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
Maine Dairy Farm Stabilization Fund (1% until 7/1/13)	<b>0.5%</b>	\$289,579	\$298,304	\$315,892	\$318,770	\$321,957	\$325,177
Dairy Improvement Fund (Beginning 7/1/13)	<b>0.5%</b>	\$289,579	\$298,304	\$315,892	\$318,770	\$321,957	\$325,177

<b>Distribution of State Share of Net Table Game Income</b>		<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
K-12 Essential Programs and Services	10.0%	\$1,342,730	\$1,428,471	\$1,434,969	\$1,445,878	\$1,460,337	\$1,474,940
Gambling Control Board	3.0%	\$402,819	\$428,541	\$430,491	\$433,763	\$438,101	\$442,482
Municipality in which casino is located	2.0%	\$268,546	\$285,694	\$286,994	\$289,176	\$292,067	\$294,988
County in which casino is located	1.0%	\$134,273	\$142,847	\$143,497	\$144,588	\$146,034	\$147,494

<b>Revenue Summary</b>	<b>2013-14</b>	<b>2014-15</b>	<b>2015-16</b>	<b>2016-17</b>	<b>2017-18</b>	<b>2018-19</b>
<b>General Fund</b>						
General Fund Administration	\$1,737,476	\$1,789,825	\$1,895,350	\$1,912,618	\$1,931,744	\$1,951,062
License Fees	\$0	\$0	\$0	\$0	\$0	\$0
<b>Subtotal - General Fund</b>	<b>\$1,737,476</b>	<b>\$1,789,825</b>	<b>\$1,895,350</b>	<b>\$1,912,618</b>	<b>\$1,931,744</b>	<b>\$1,951,062</b>
<b>Other Special Revenue Funds</b>						
Gambling Control Board	\$3,201,144	\$626,866	\$628,816	\$632,088	\$636,426	\$640,807
K-12 Essential Programs and Services	\$15,821,693	\$16,343,677	\$17,229,555	\$17,384,364	\$17,558,208	\$17,733,789
Maine's Penobscot and Passamaquoddy Indian Tribes	\$2,316,634	\$2,386,433	\$2,527,134	\$2,550,158	\$2,575,659	\$2,601,416
University of Maine System Scholarship Fund	\$2,229,760	\$2,295,414	\$2,419,731	\$2,441,776	\$2,466,194	\$2,490,856
Maine Maritime Academy Scholarship Program	\$86,874	\$91,019	\$107,403	\$108,382	\$109,466	\$110,560
Agricultural Fair Support Fund	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
Municipality in which casino is located	\$1,426,863	\$1,478,911	\$1,550,561	\$1,564,255	\$1,579,897	\$1,595,696
Maine Community College System Scholarship Programs	\$1,737,476	\$1,789,825	\$1,895,350	\$1,912,618	\$1,931,744	\$1,951,062
Fund to Supplement Harness Racing Purses	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
Sire Stakes Fund	\$579,159	\$596,608	\$631,783	\$637,539	\$643,915	\$650,354
County in which casino is located	\$713,432	\$739,455	\$775,280	\$782,127	\$789,949	\$797,848
Maine Dairy Farm Stabilization Fund	\$289,579	\$298,304	\$315,892	\$318,770	\$321,957	\$325,177
Dairy Improvement Fund	\$289,579	\$298,304	\$315,892	\$318,770	\$321,957	\$325,177
<b>Subtotal - Other Special Revenue Funds</b>	<b>\$29,850,511</b>	<b>\$28,138,032</b>	<b>\$29,660,963</b>	<b>\$29,925,925</b>	<b>\$30,223,203</b>	<b>\$30,523,452</b>

## Revenue Forecasting Committee - March 2016 - Oxford Casino

### Details and Assumptions

Calculated Net Slot Machine Income Per Month	# of days	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Total Net Slot Income - Fiscal Year</b>		<b>\$57,915,853</b>	<b>\$59,660,826</b>	<b>\$63,178,346</b>	<b>\$63,753,943</b>	<b>\$64,391,482</b>	<b>\$65,035,397</b>
July	31	\$5,410,584	\$6,459,617	\$6,863,275	\$6,182,927	\$6,244,756	\$6,307,204
August	31	\$6,645,935	\$5,157,431	\$5,569,862	\$6,272,161	\$6,334,882	\$6,398,231
September	30	\$4,990,906	\$6,279,505	\$5,025,751	\$5,483,316	\$5,538,149	\$5,593,531
October	31	\$4,804,347	\$4,577,066	\$6,187,098	\$5,580,328	\$5,636,132	\$5,692,493
November	30	\$5,003,276	\$3,873,045	\$4,616,727	\$5,028,190	\$5,078,472	\$5,129,257
December	31	\$3,973,233	\$4,620,491	\$4,973,377	\$4,476,169	\$4,520,931	\$4,566,140
January	31	\$3,467,654	\$3,707,587	\$4,085,446	\$4,615,474	\$4,661,629	\$4,708,245
February	28	\$4,222,737	\$3,613,142	\$3,649,274	\$3,685,766	\$3,722,624	\$3,759,850
March	31	\$4,462,980	\$6,230,064	\$5,573,237	\$5,628,970	\$5,685,259	\$5,742,112
April	30	\$5,884,303	\$4,946,484	\$5,352,802	\$5,406,330	\$5,460,393	\$5,514,997
May	31	\$4,479,448	\$5,037,459	\$5,632,959	\$5,689,288	\$5,746,181	\$5,803,643
June	30	\$4,570,452	\$5,158,934	\$5,648,537	\$5,705,022	\$5,762,073	\$5,819,693

Calculated Net Table Game Income Per Month	# of days	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Total Net Table Game Income - Fiscal Year</b>		<b>\$13,427,297</b>	<b>\$14,284,713</b>	<b>\$14,349,693</b>	<b>\$14,458,780</b>	<b>\$14,603,368</b>	<b>\$14,749,402</b>
July	31	\$1,102,505	\$1,273,513	\$1,079,920	\$966,065	\$975,726	\$985,483
August	31	\$1,347,712	\$1,592,702	\$1,233,666	\$1,379,503	\$1,393,298	\$1,407,231
September	30	\$1,088,201	\$1,039,950	\$1,158,846	\$1,254,037	\$1,266,577	\$1,279,243
October	31	\$916,650	\$1,356,754	\$1,451,017	\$1,298,039	\$1,311,019	\$1,324,129
November	30	\$1,113,548	\$1,039,896	\$1,085,469	\$1,174,632	\$1,186,379	\$1,198,242
December	31	\$736,127	\$1,259,980	\$1,350,055	\$1,207,720	\$1,219,797	\$1,231,995
January	31	\$1,311,761	\$987,196	\$1,091,869	\$1,220,944	\$1,233,153	\$1,245,484
February	28	\$999,522	\$941,488	\$950,903	\$960,412	\$970,016	\$979,716
March	31	\$1,235,089	\$1,474,627	\$1,319,159	\$1,332,351	\$1,345,674	\$1,359,131
April	30	\$1,214,037	\$1,201,988	\$1,300,722	\$1,313,729	\$1,326,867	\$1,340,135
May	31	\$1,428,425	\$1,041,910	\$1,165,078	\$1,176,729	\$1,188,496	\$1,200,381
June	30	\$933,723	\$1,074,710	\$1,162,990	\$1,174,620	\$1,186,366	\$1,198,230

Licensing and Application Revenues:	#	Fee	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
Casino Operator- Initial Application Fee	1	\$225,000	\$0	\$0	\$0	\$0	\$0	\$0
Casino Operator- Annual Renewal Fee	1	\$80,000	\$80,000	\$80,000	\$80,000	\$80,000	\$80,000	\$80,000
Slot Machine Distributor - Initial Application Fee		\$200,000	\$0	\$0	\$0	\$0	\$0	\$0
Slot machine Distributor - Annual Renewal Fee		\$75,000	\$0	\$0	\$0	\$0	\$0	\$0
Table Game Distributor - Initial Application Fee		\$5,000	\$0	\$0	\$0	\$0	\$0	\$0
Table Game Distributor - Annual Renewal Fee		\$1,000	\$0	\$0	\$0	\$0	\$0	\$0
Slot Machine and Table Game - Initial	858	\$100	\$0	\$0	\$0	\$0	\$0	\$0
Slot Machine and Table Game - Annual Renewal Fee		\$100	\$85,800	\$85,800	\$85,800	\$85,800	\$85,800	\$85,800
Table Game - Initial Privilege Fee	26	\$100,000	\$2,600,000	\$0	\$0	\$0	\$0	\$0
Table Game - Annual Renewal Privilege Fee	26	\$1,000	\$26,000	\$26,000	\$26,000	\$26,000	\$26,000	\$26,000
Gambling Services Vendors		\$2,000	\$0	\$0	\$0	\$0	\$0	\$0
Number of Licensed Employees	261							
Application Fees from Licensed Employees		\$250	\$0	\$0	\$0	\$0	\$0	\$0
Licensed Employees - Annual Renewal Fees	\$25		\$6,525	\$6,525	\$6,525	\$6,525	\$6,525	\$6,525
Other Revenue deposited as Licensing Revenue			\$0	\$0	\$0	\$0	\$0	\$0
<b>Total License Fees</b>			<b>\$2,798,325</b>	<b>\$198,325</b>	<b>\$198,325</b>	<b>\$198,325</b>	<b>\$198,325</b>	<b>\$198,325</b>
<b>Licensee Background Check Cost Reimbursement</b>			<b>\$12,000</b>	<b>\$12,000</b>	<b>\$12,000</b>	<b>\$12,000</b>	<b>\$12,000</b>	<b>\$12,000</b>

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## Revenue Forecasting Committee - March 2016 - Oxford Casino

	2013-14	2014-15	2015-16	2016-17	2017-18	2018-19
<b>Number of Machines</b>						
July	800	858	852	858	858	858
August	800	858	852	858	858	858
September	800	858	851	858	858	858
October	800	858	851	858	858	858
November	812	858	853	858	858	858
December	846	858	853	858	858	858
January	858	858	849	858	858	858
February	858	858	858	858	858	858
March	858	858	858	858	858	858
April	858	858	858	858	858	858
May	858	858	858	858	858	858
June	858	848	858	858	858	858
<b>Slot Machine Win per Day</b>						
July	\$241.54	\$215.11	\$230.16	\$232.46	\$234.78	\$237.13
August	\$237.35	\$214.68	\$233.48	\$235.81	\$238.17	\$240.55
September	\$222.81	\$209.11	\$210.92	\$213.03	\$215.16	\$217.31
October	\$214.48	\$190.52	\$207.73	\$209.80	\$211.90	\$214.02
November	\$176.05	\$161.22	\$193.41	\$195.35	\$197.30	\$199.27
December	\$134.19	\$153.86	\$166.62	\$168.29	\$169.97	\$171.67
January	\$144.34	\$160.04	\$171.81	\$173.53	\$175.26	\$177.01
February	\$175.77	\$150.40	\$151.90	\$153.42	\$154.95	\$156.50
March	\$185.77	\$207.46	\$209.54	\$211.63	\$213.75	\$215.89
April	\$195.95	\$205.90	\$207.96	\$210.04	\$212.14	\$214.26
May	\$186.46	\$209.68	\$211.78	\$213.90	\$216.04	\$218.20
June	\$190.25	\$217.27	\$219.45	\$221.64	\$223.86	\$226.10
<b>Number of Table Games</b>						
July	22	26	26	26	26	26
August	22	26	26	26	26	26
September	22	26	26	26	26	26
October	22	26	26	26	26	26
November	22	26	26	26	26	26
December	22	26	26	26	26	26
January	26	26	26	26	26	26
February	26	26	26	26	26	26
March	26	26	26	26	26	26
April	26	26	26	26	26	26
May	26	26	26	26	26	26
June	26	26	26	26	26	26
<b>Table Game Win per Day</b>						
July	\$1,789.78	\$1,749.33	\$1,186.72	\$1,198.59	\$1,210.58	\$1,222.68
August	\$1,750.27	\$1,750.22	\$1,694.60	\$1,711.54	\$1,728.66	\$1,745.94
September	\$1,766.56	\$1,428.50	\$1,591.82	\$1,607.74	\$1,623.82	\$1,640.06
October	\$1,488.07	\$1,490.94	\$1,594.52	\$1,610.47	\$1,626.57	\$1,642.84
November	\$1,446.17	\$1,428.43	\$1,491.03	\$1,505.94	\$1,521.00	\$1,536.21
December	\$1,195.01	\$1,384.59	\$1,483.58	\$1,498.41	\$1,513.40	\$1,528.53
January	\$1,441.50	\$1,406.26	\$1,499.82	\$1,514.82	\$1,529.97	\$1,545.27
February	\$1,372.97	\$1,293.25	\$1,306.19	\$1,319.25	\$1,332.44	\$1,345.76
March	\$1,696.55	\$1,620.47	\$1,636.67	\$1,653.04	\$1,669.57	\$1,686.27
April	\$1,667.63	\$1,651.08	\$1,667.59	\$1,684.27	\$1,701.11	\$1,718.12
May	\$1,569.70	\$1,431.19	\$1,445.51	\$1,459.96	\$1,474.56	\$1,489.31
June	\$1,282.59	\$1,476.25	\$1,491.01	\$1,505.92	\$1,520.98	\$1,536.19

**CURRENT**

**HANDLING FEE INCOME**

Month	FY16 Basic Price	FY16 Revenue	FY17 Basic Price	FY17 Revenue
June	\$19.39	\$326,336	\$17.43	\$688,186
July	\$19.78	\$291,230	\$17.54	\$602,162
August	\$19.53	\$262,977	\$17.82	\$602,162
Sept.	\$19.59	\$269,711	\$18.80	\$430,116
Oct.	\$19.09	\$328,569	\$19.09	\$344,092
Nov.	\$19.73	\$243,473	\$19.19	\$344,092
Dec.	\$19.96	\$280,507	\$19.11	\$344,092
Jan.	\$19.29	\$344,092	\$19.00	\$344,092
Feb.	\$16.94	\$774,208	\$19.00	\$344,092
March	\$16.59	\$774,208	\$19.00	\$344,092
April	\$16.69	\$774,208	\$19.00	\$344,092
May	\$17.08	\$688,186	\$19.00	\$344,092
		<b>\$5,357,705</b>		<b>\$5,075,362</b>

**\$10,433,067**

**TIER PROGRAM PAYMENTS**

	Federal Blend/CW*	Federal MIL/C/CWT	Average Premium	Average	Total Pounds	Support Payment
<b>FY16</b>						
Jun-15	\$17.09	\$0.00	\$0.50	\$3.15	50,209,615	\$1,580,341
Jul-15	\$16.91	\$0.00	\$0.53	\$3.23	51,688,944	\$1,667,462
Aug-15	\$16.90	\$0.00	\$0.52	\$2.95	50,649,877	\$1,494,709
Sep-15	\$17.68	\$0.00	\$0.53	\$1.97	48,538,583	\$958,230
Oct-15	\$17.60	\$0.00	\$0.56	\$1.73	49,563,115	\$856,007
Nov-15	\$18.32	\$0.00	\$0.55	\$1.09	47,914,983	\$522,167
Dec-15	\$17.27	\$0.00	\$0.54	\$1.57	50,736,098	\$798,962
Jan-16	\$15.72	\$0.00	\$0.53	\$3.12	49,909,926	\$1,555,588
Feb-16	\$15.22	\$0.00	\$0.53	\$3.49	44,938,481	\$1,566,712
Mar-16	\$15.12	\$0.00	\$0.53	\$3.63	50,084,062	\$1,816,016
Apr-16	\$15.25	\$0.00	\$0.53	\$3.34	49,444,407	\$1,649,794
May-16	\$15.58	\$0.00	\$0.53	\$3.01	51,770,355	\$1,559,811
						<b>\$16,025,799</b>
						<b>\$315,892</b>
						<b>\$15,709,907</b>

.5% of net slot income from Oxford Casino

**Net GF Exp**

**\$15,709,907**

	Federal Blend/CW*	Federal MIL/C/CWT	Average Premium	Average	Total Pounds	Support Payment
<b>FY17</b>						
Jun-16	\$15.91	\$0.00	\$0.53	\$4.52	50,209,615	\$2,271,778
Jul-16	\$16.12	\$0.00	\$0.53	\$4.01	51,688,944	\$2,074,556
Aug-16	\$16.57	\$0.00	\$0.53	\$3.28	50,649,877	\$1,660,878
Sep-16	\$17.31	\$0.00	\$0.53	\$2.27	48,538,583	\$1,103,196
Oct-16	\$17.43	\$0.00	\$0.53	\$1.33	49,563,115	\$658,578
Nov-16	\$17.45	\$0.00	\$0.53	\$1.59	47,914,983	\$760,780
Dec-16	\$17.24	\$0.00	\$0.53	\$1.61	50,736,098	\$816,599
Jan-17	\$17.25	\$0.00	\$0.53	\$1.59	49,909,926	\$791,966
Feb-17	\$17.25	\$0.00	\$0.53	\$1.48	44,938,481	\$665,625
Mar-17	\$17.25	\$0.00	\$0.53	\$1.50	50,084,062	\$749,226
Apr-17	\$17.25	\$0.00	\$0.53	\$1.39	49,444,407	\$685,985
May-17	\$17.25	\$0.00	\$0.53	\$1.36	51,770,355	\$701,962
						<b>\$12,941,130</b>
						<b>\$318,770</b>
						<b>\$12,622,360</b>

.5% of net slot income from Oxford Casino

**Net GF Exp**

**\$12,622,360**

**Total for FY16 & 17 \$28,333,267**

**HANDLING FEE INCOME**

Month	FY18 Basic Price	FY18 Revenue	FY19 Basic Price	FY19 Revenue
June	\$19.00	\$344,092	\$19.00	\$344,092
July	\$19.00	\$344,092	\$19.00	\$344,092
August	\$19.00	\$344,092	\$19.00	\$344,092
Sept.	\$19.00	\$344,092	\$19.00	\$344,092
Oct.	\$19.00	\$344,092	\$19.00	\$344,092
Nov.	\$19.00	\$344,092	\$19.00	\$344,092
Dec.	\$19.00	\$344,092	\$19.00	\$344,092
Jan.	\$19.00	\$344,092	\$19.00	\$344,092
Feb.	\$19.00	\$344,092	\$19.00	\$344,092
March	\$19.00	\$344,092	\$19.00	\$344,092
April	\$19.00	\$344,092	\$19.00	\$344,092
May	\$19.00	\$344,092	\$19.00	\$344,092
		<b>\$4,129,104</b>		<b>\$4,129,104</b>

**\$8,258,208**

**TIER PROGRAM PAYMENTS**

FY18	Federal Blend/CW'	Federal MILL/CWT	Average Premium	Average 1pport/CW	Total Pounds	Support Payment
Jun-18	\$17.25	\$0.00	\$0.53	\$3.18	50,209,615	\$1,598,969
Jul-18	\$17.25	\$0.00	\$0.53	\$2.88	51,688,944	\$1,490,471
Aug-18	\$17.25	\$0.00	\$0.53	\$2.60	50,649,877	\$1,316,459
Sep-18	\$17.25	\$0.00	\$0.53	\$2.33	48,538,583	\$1,131,841
Oct-18	\$17.25	\$0.00	\$0.53	\$1.45	49,563,115	\$717,954
Nov-18	\$17.25	\$0.00	\$0.53	\$1.75	47,914,983	\$839,131
Dec-18	\$17.25	\$0.00	\$0.53	\$1.60	50,736,098	\$811,525
Jan-19	\$17.25	\$0.00	\$0.53	\$1.59	49,909,926	\$791,966
Feb-19	\$17.25	\$0.00	\$0.53	\$1.48	44,938,481	\$665,625
Mar-19	\$17.25	\$0.00	\$0.53	\$1.50	50,084,062	\$749,226
Apr-19	\$17.25	\$0.00	\$0.53	\$1.39	49,444,407	\$685,985
May-19	\$17.25	\$0.00	\$0.53	\$1.36	51,770,355	\$701,962
					<b>FY18 Exp</b>	<b>\$11,501,116</b>
						<b>\$321,957</b>
					<b>Net GF Exp</b>	<b>\$11,179,159</b>

.5% of net slot income from Oxford Casino

FY19	Federal Blend/CW'	Federal MILL/CWT	Average Premium	Average 1pport/CW	Total Pounds	Support Payment
Jun-19	\$17.25	\$0.00	\$0.53	\$3.18	50,209,615	\$1,598,969
Jul-19	\$17.25	\$0.00	\$0.53	\$2.88	51,688,944	\$1,490,471
Aug-19	\$17.25	\$0.00	\$0.53	\$2.60	50,649,877	\$1,316,459
Sep-19	\$17.25	\$0.00	\$0.53	\$2.33	48,538,583	\$1,131,841
Oct-19	\$17.25	\$0.00	\$0.53	\$1.45	49,563,115	\$717,954
Nov-19	\$17.25	\$0.00	\$0.53	\$1.75	47,914,983	\$839,131
Dec-19	\$17.25	\$0.00	\$0.53	\$1.60	50,736,098	\$811,525
Jan-20	\$17.25	\$0.00	\$0.53	\$1.59	49,909,926	\$791,966
Feb-20	\$17.25	\$0.00	\$0.53	\$1.48	44,938,481	\$665,625
Mar-20	\$17.25	\$0.00	\$0.53	\$1.50	50,084,062	\$749,226
Apr-20	\$17.25	\$0.00	\$0.53	\$1.39	49,444,407	\$685,985
May-20	\$17.25	\$0.00	\$0.53	\$1.36	51,770,355	\$701,962
					<b>FY19 Exp</b>	<b>\$11,501,116</b>
						<b>\$325,177</b>
					<b>Net GF Exp</b>	<b>\$11,175,939</b>

.5% of net slot income from Oxford Casino

**Total for FY18 & 19** **\$22,355,098**

Prepared by Tim Drake, Maine Milk Commission, 2-12-16

**NOTE: Basic Price is the Class I Price and is higher than the Uniform Federal Blend Price**

**Tier target prices: \$21.00, \$20.36, \$18.01, \$17.83**

**Ben Laine's forecast ends in Dec. 2016.**

Actual receipts for handling fee to date and actual tier payments made to date.

## Transfers of Municipal Revenue Sharing

### Current Law through December 2015 Revenue Forecast and 127th, 2nd Regular Session Legislative Changes

	FY13 Act.	FY14 Act.	FY15 Act.	FY16	FY17	FY18	FY19
2702 INDIVIDUAL INCOME TAX TRANSFER	(\$76,326,579)	(\$69,954,342)	(\$75,557,302)	(\$31,085,069)	(\$29,561,449)	(\$31,002,619)	(\$32,572,630)
2703 CORPORATE INCOME TAX TRANSFER	(\$8,885,488)	(\$8,923,544)	(\$8,625,157)	(\$2,955,948)	(\$3,151,469)	(\$3,238,849)	(\$3,417,952)
2704 SALES TAX TRANS/REV SHARING TRANSFER	(\$49,023,369)	(\$54,062,336)	(\$58,884,373)	(\$27,204,218)	(\$26,543,328)	(\$27,572,412)	(\$28,851,153)
2738 SERVICE PROVIDER TAX TRANSFER	(\$2,506,059)	(\$2,429,133)	(\$2,483,555)	(\$1,155,010)	(\$1,350,334)	(\$1,355,379)	(\$1,390,435)
<b>LGF Total 2% of Prior Months Sales and Income Tax Collections</b>	<b>(\$136,741,495)</b>	<b>(\$135,369,356)</b>	<b>(\$145,550,388)</b>	<b>(\$62,400,245)</b>	<b>(\$60,606,580)</b>	<b>(\$63,169,259)</b>	<b>(\$66,232,170)</b>
2727 FIXED TRANSFER FROM LOCAL GOVERNMENT FUND	\$44,267,342	\$73,306,246	\$85,949,391	\$0	\$0	\$0	\$0
2744 FIXED TRANSFER TO DISPRO TAX BURDEN FUND	(\$3,500,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)
<b>Net General Fund Transfers for Revenue Sharing</b>	<b>(\$95,974,153)</b>	<b>(\$66,063,110)</b>	<b>(\$63,600,997)</b>	<b>(\$66,400,245)</b>	<b>(\$64,606,580)</b>	<b>(\$67,169,259)</b>	<b>(\$70,232,170)</b>
Disproportionate Tax Burden Fund (Revenue Sharing II) % Share	18.0%	19.0%	20.0%	20.0%	20.0%	20.0%	20.0%
Disproportionate Tax Burden Fund (Revenue Sharing II) \$ Share	\$20,145,348	\$15,791,991	\$15,920,199	\$16,480,049	\$16,121,316	\$16,633,852	\$17,246,434
Local Government Fund (LGF) - Revenue Sharing I Share	\$75,828,806	\$50,271,119	\$47,680,797	\$49,920,196	\$48,485,264	\$50,535,407	\$52,985,736

### With March 2016 Revisions

	FY13 Act.	FY14 Act.	FY15 Act.	FY16	FY17	FY18	FY19
2702 INDIVIDUAL INCOME TAX TRANSFER	(\$76,326,579)	(\$69,954,342)	(\$75,557,302)	(\$32,258,941)	(\$29,768,637)	(\$31,011,559)	(\$32,572,630)
2703 CORPORATE INCOME TAX TRANSFER	(\$8,885,488)	(\$8,923,544)	(\$8,625,157)	(\$2,955,948)	(\$3,151,469)	(\$3,238,849)	(\$3,417,952)
2704 SALES TAX TRANS/REV SHARING TRANSFER	(\$49,023,369)	(\$54,062,336)	(\$58,884,373)	(\$27,294,709)	(\$26,552,837)	(\$27,572,412)	(\$28,851,153)
2738 SERVICE PROVIDER TAX TRANSFER	(\$2,506,059)	(\$2,429,133)	(\$2,483,555)	(\$1,137,565)	(\$1,347,779)	(\$1,355,379)	(\$1,390,435)
<b>LGF Total 2% of Prior Months Sales and Income Tax Collections</b>	<b>(\$136,741,495)</b>	<b>(\$135,369,356)</b>	<b>(\$145,550,388)</b>	<b>(\$63,647,163)</b>	<b>(\$60,820,722)</b>	<b>(\$63,178,199)</b>	<b>(\$66,232,170)</b>
2727 FIXED TRANSFER FROM LOCAL GOVERNMENT FUND	\$44,267,342	\$73,306,246	\$85,949,391	\$0	\$0	\$0	\$0
2744 FIXED TRANSFER TO DISPRO TAX BURDEN FUND	(\$3,500,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)	(\$4,000,000)
<b>Net General Fund Transfers for Revenue Sharing</b>	<b>(\$95,974,153)</b>	<b>(\$66,063,110)</b>	<b>(\$63,600,997)</b>	<b>(\$67,647,163)</b>	<b>(\$64,820,722)</b>	<b>(\$67,178,199)</b>	<b>(\$70,232,170)</b>
Disproportionate Tax Burden Fund (Revenue Sharing II) % Share	18.0%	19.0%	20.0%	20.0%	20.0%	20.0%	20.0%
Disproportionate Tax Burden Fund (Revenue Sharing II) \$ Share	\$20,145,348	\$15,791,991	\$15,920,199	\$16,729,433	\$16,164,144	\$16,635,640	\$17,246,434
Local Government Fund (LGF) - Revenue Sharing I Share	\$75,828,806	\$50,271,119	\$47,680,797	\$50,917,730	\$48,656,578	\$50,542,559	\$52,985,736

<b>Incremental Changes by Components - General Fund Revenue</b>							
2702 INDIVIDUAL INCOME TAX TRANSFER		\$0	\$0	(\$1,173,872)	(\$207,188)	(\$8,940)	\$0
2703 CORPORATE INCOME TAX TRANSFER		\$0	\$0	\$0	\$0	\$0	\$0
2704 SALES TAX TRANS/REV SHARING TRANSFER		\$0	\$0	(\$90,491)	(\$9,509)	\$0	\$0
2738 SERVICE PROVIDER TAX TRANSFER		\$0	\$0	\$17,445	\$2,555	\$0	\$0
		<u>\$0</u>	<u>\$0</u>	<u>(\$1,246,918)</u>	<u>(\$214,142)</u>	<u>(\$8,940)</u>	<u>\$0</u>

## Medicaid/MaineCare Dedicated Revenue Taxes Detail

			FY 2011	FY 2012	2011-2012	FY 2013	2012-2013	FY 2014	2013-2014	FY 2015	2014-2015
APPROP NO	REV SHORT TITLE	REV SRC	Actuals	Actuals	% Chg.	Actuals	% Chg.	Actuals Mar 2014	% Chg.	Actuals Dec 2015	% Chg.
01410A014802	NURSING FACILITIES-NF TAX	0670	31,728,140	34,073,327	7.4%	35,370,670	3.8%	34,168,165	-3.4%	35,323,010	3.4%
01414A097801	RES TRMT FACILITIES TAX	0671	1,817,768	2,113,206	16.3%	1,782,000	-15.7%	1,721,189	-3.4%	1,521,223	-11.6%
01414A070557	RES TRMT FACILITIES TAX	0671	-	-	na	55,193	100.0%	60,176	9.0%	53,053	-11.8%
01414AZ00601	RES TRMT FACILITIES TAX	0671	-	-	na	92,264	100.0%	97,369	5.5%	85,804	-11.9%
	Subtotal RTF Tax		<b>1,817,768</b>	<b>2,113,206</b>	16.3%	<b>1,929,457</b>	-8.7%	<b>1,878,734</b>	-2.6%	<b>1,660,080</b>	-11.6%
01410A014704	MEDICAL CARE-HOSPITAL TAX	1913	80,595,499	80,909,981	0.4%	80,942,050	0.04%	97,208,195	20.1%	97,379,317	0.2%
01414A070542	MED MATCH MR-PNMI TAX	0675	569,809	526,604	-7.6%	529,857	0.62%	513,553	-3.1%	573,271	11.6%
01414A070552	MED MATCH MR-SERV PROV TAX	0675	15,424,568	16,184,040	4.9%	15,541,922	-3.97%	16,061,346	3.3%	16,616,492	3.5%
01414A073244	MH SERV COMM MED-PNMI TAX	0675	2,256,301	2,156,447	-4.4%	2,169,768	0.62%	2,103,005	-3.1%	2,347,551	11.6%
01414A073246	MH COMMUNITY SUPPORT TAX	0675	2,974,312	3,264,283	9.7%	3,685,297	12.90%	3,924,540	6.5%	4,107,525	4.7%
01414G084401	MEDICAID SEED-PNMI TAX	0675	576,231	565,205	-1.9%	568,697	0.62%	551,198	-3.1%	615,294	11.6%
01410A014701	MEDICAL CARE SERVICES	0675	12,079,150	12,132,508	0.4%	12,503,335	3.06%	12,201,206	-2.4%	12,451,591	2.1%
	Subtotal Service Provider (PNMI) Tax		<b>33,880,370</b>	<b>34,829,087</b>	2.8%	<b>34,998,876</b>	0.5%	<b>35,354,849</b>	1.0%	<b>36,711,725</b>	3.8%
	<b>Total</b>		<b>148,021,777</b>	<b>151,925,600</b>	2.6%	<b>153,241,054</b>	0.9%	<b>168,609,944</b>	10.0%	<b>171,074,132</b>	1.5%
	Nursing Home Tax		31,728,140	34,073,327	7.4%	35,370,670	3.8%	34,168,165	-3.4%	35,323,010	3.4%
	RTF's Tax		1,817,768	2,113,206	16.3%	1,929,457	-8.7%	1,878,734	-2.6%	1,660,080	-11.6%
	Hospital Tax		80,595,499	80,909,981	0.4%	80,942,050	0.0%	97,208,195	20.1%	97,379,317	0.2%
	Service Provider (PNMI) Tax		33,880,370	34,829,087	2.8%	34,998,876	0.5%	35,354,849	1.0%	36,711,725	3.8%
			148,021,777	151,925,600	2.6%	153,241,054	0.9%	168,609,944	10.0%	171,074,132	1.5%

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## Medicaid/MaineCare Dedicated Revenue Taxes Detail

APPROP NO	REV SHORT TITLE	REV SRC	FY 2016	FY 2016	FY 2016	2015-2016	FY 2017	FY 2017	FY 2017	2016-2017
			Rev. Est.	Req. Chg.	Rev. Est.	% Chg.	Rev. Est.	Req. Chg.	Rev. Est.	% Chg.
			Dec 2015	Mar 2016	Mar 2016		Dec 2015	Mar 2016	Mar 2016	
01410A014802	NURSING FACILITIES-NF TAX	0670	35,311,553	-	35,311,553	0.0%	35,133,410	-	35,133,410	-0.5%
01414A097801	RES TRMT FACILITIES TAX	0671	1,658,000	-	1,658,000	9.0%	1,658,000	-	1,658,000	0.0%
01414A070557	RES TRMT FACILITIES TAX	0671	55,254	-	55,254	4.1%	53,900	-	53,900	-2.5%
01414AZ00601	RES TRMT FACILITIES TAX	0671	90,424	-	90,424	5.4%	86,000	-	86,000	-4.9%
Subtotal RTF Tax			<b>1,803,678</b>	<b>\$0</b>	<b>1,803,678</b>	8.7%	<b>1,797,900</b>	<b>\$0</b>	<b>1,797,900</b>	-0.3%
01410A014704	MEDICAL CARE-HOSPITAL TAX	1913	95,334,630	-	95,334,630	-2.1%	95,334,630	-	95,334,630	0.0%
01414A070542	MED MATCH MR-PNMI TAX	0675	601,346	-	601,346	4.9%	684,372	-	684,372	13.8%
01414A070552	MED MATCH MR-SERV PROV TAX	0675	17,340,967	-	17,340,967	4.4%	20,986,853	-	20,986,853	21.0%
01414A073244	MH SERV COMM MED-PNMI TAX	0675	2,465,174	-	2,465,174	5.0%	2,821,925	-	2,821,925	14.5%
01414A073246	MH COMMUNITY SUPPORT TAX	0675	3,867,106	-	3,867,106	-5.9%	4,942,855	-	4,942,855	27.8%
01414G084401	MEDICAID SEED-PNMI TAX	0675	646,713	-	646,713	5.1%	735,104	-	735,104	13.7%
01410A014701	MEDICAL CARE SERVICES	0675	12,742,436	-	12,742,436	2.3%	15,152,926	-	15,152,926	18.9%
Subtotal Service Provider (PNMI) Tax			<b>37,663,742</b>	<b>\$0</b>	<b>37,663,742</b>	2.6%	<b>45,324,035</b>	<b>\$0</b>	<b>45,324,035</b>	20.3%
Total			170,113,603	\$0	170,113,603	-0.6%	177,589,975	\$0	177,589,975	4.4%
Nursing Home Tax			35,311,553	\$0	35,311,553	0.0%	35,133,410	\$0	35,133,410	-0.5%
RTF's Tax			1,803,678	\$0	1,803,678	8.7%	1,797,900	\$0	1,797,900	-0.3%
Hospital Tax			95,334,630	\$0	95,334,630	-2.1%	95,334,630	\$0	95,334,630	0.0%
Service Provider (PNMI) Tax			37,663,742	\$0	37,663,742	2.6%	45,324,035	\$0	45,324,035	20.3%
Total			170,113,603	\$0	170,113,603	-0.6%	177,589,975	\$0	177,589,975	4.4%

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