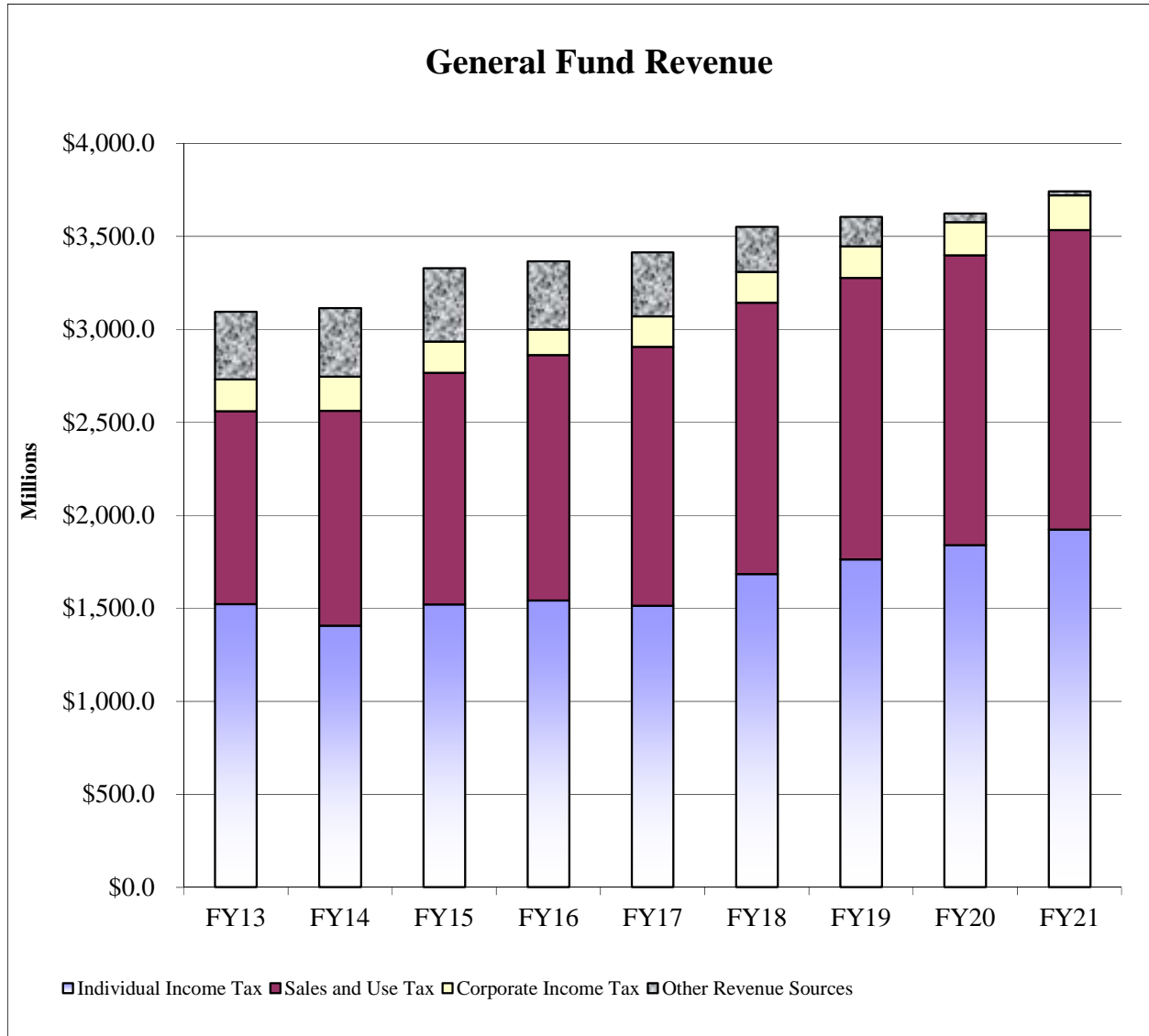


REPORT OF THE MAINE STATE REVENUE FORECASTING COMMITTEE

May 2017



Michael Allen, Chair
Associate Commissioner for Tax Policy

James Breece
University of Maine System

Marc Cyr
Office of Fiscal & Program Review

Melissa Gott
State Budget Officer

Christopher Nolan, Director
Office of Fiscal & Program Review

Amanda Rector
State Economist

Report of the Maine State Revenue Forecasting Committee May 2017 Forecast

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Introduction

The Revenue Forecasting Committee (RFC) met on May 1, 2017 to review and update the current revenue forecast to comply with this year's statutory reporting date of May 1st. The RFC revised its revenue projections through the fiscal year ending June 30, 2021 for the General Fund, Highway Fund, Fund for a Healthy Maine and Medicaid/MaineCare Dedicated Revenue Taxes.

Economic Forecast

This update of the revenue forecast included a review of the economic forecast statutorily due by April 1st. The economic forecast was developed by the Consensus Economic Forecasting Commission (CEFC) at its meeting on March 29, 2017.

Preliminary data indicate that 2016 was a strong year for Maine's economy, with most aspects of the economy improving. The U.S. economy also continued to grow since the CEFC last met in November 2016.

The Commission made modest changes to the existing forecasts for employment, inflation, and personal income, but left corporate profits unchanged. Preliminary data for 2016 show stronger than expected growth in both employment and income, leading to a higher baseline level for this forecast. The Commission remains concerned about the demographic situation in Maine and the resulting impacts on workforce availability. There are additional concerns about the possibility of out-migration or decreased in-migration resulting from the three percent surtax on incomes over \$200,000 as well as limitations on employment growth as the minimum wage reaches \$11 and \$12 per hour.

The forecast for wage and salary employment growth was revised downward for 2017 and 2018, but starting from a higher base so that the employment level is higher than previously forecast. The new forecast reaches 618,800 in 2019 and remains at that level for 2020 and 2021. CPI was revised slightly upward for 2017, from 2.4 percent to 2.7 percent, while 2018 was revised down from 2.6 percent to 2.5 percent. The remaining years were left unchanged. Total personal income was revised down by 0.4 percentage points in 2017 following the release of preliminary 2016 actual data from the U.S. Bureau of Economic Analysis resulting in stronger than anticipated growth. The downward revision was driven in part by concerns that the three percent surtax would cause high income taxpayers to either shift income or delay capital gains realizations. The forecast for 2018 was left unchanged while the forecasts for 2019-2021 were revised upward by 0.1, 0.2, and 0.3 percentage points, respectively. Wage and salary income growth for 2016 was also much stronger than previously forecast. 2017 was revised downward by 0.7 percentage points and 2018 was revised downward by 0.2 percentage points. The forecasts for 2019-2021 were revised upward, with 2018-2021 growth rates held steady at 3.7 percent.

A copy of the April 2017 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' Office of Tax Policy (MRS/OTP) 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/OTP and other staff recommendations at its meeting on May 1st 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 May 2017 update to the revenue forecast. More detail on each of the funds and revenue sources is provided in the various appendices.

General Fund Summary

	FY16 Actual	FY17	FY18	FY19	FY20	FY21
Current Forecast	\$3,366,191,131	\$3,430,250,054	\$3,545,039,423	\$3,598,990,376	\$3,621,182,956	\$3,744,794,654
Annual % Growth	1.1%	1.9%	3.3%	1.5%	0.6%	3.4%
Net Increase (Decrease)	\$0	(\$16,781,098)	\$5,673,632	\$5,985,196	\$1,979,999	(\$3,683,177)
Revised Forecast	\$3,366,191,131	\$3,413,468,956	\$3,550,713,055	\$3,604,975,572	\$3,623,162,955	\$3,741,111,477
Annual % Growth	1.1%	1.4%	4.0%	1.5%	0.5%	3.3%

General Fund revenue estimates were revised downward by \$16.8 million for FY17 but upward by \$5.7 million for FY18 and \$6.0 million for FY19 (downward by \$5.1 million for three year period). The estimates for the 2020-2021 biennium were revised downward by \$1.7 million. It is important to note FY20 reflects a smaller overall growth rate of 0.5%, largely as a result of Municipal Revenue Sharing returning to the 5% level under current law from the 2% level in place for FY16 through FY19.

The updated economic forecast from the CEFC resulted in the revenue forecasting model used by the Office of Tax Policy projecting a small increase in FY17 sales tax receipts, a relatively minor upward adjustment to the 2018-2019 biennium, and a modest reduction to the 2020-2021 biennium. The reduction in the 2020-2021 biennium is the result of a more pessimistic forecast of automobile sales in the out years of the forecast period. In addition to the economic forecast, information regarding the collection and remittance of Maine sales tax by certain retailers has become available since the December forecast was issued. The additional revenue projected from this new information and an unrelated refund expected to be issued later this month, combined with the impact of the new CEFC forecast resulted in a net reduction in FY17 sales and use tax revenue of \$2 million, an increase in 2018-2019 biennial revenue of \$42 million, and a net increase in 2020-2021 biennial revenue of \$24 million.

The RFC has reduced its forecast of individual income tax receipts by \$15.9 million in FY17, \$40.3 million in the 2018-2019 biennium, and \$43.9 million in the 2020-2021 biennium. While there was no so-called "April Surprise" to report for 2016 final payments in April, the first estimated payment for tax year 2017 was \$9.3 million under budget; flat compared to a year ago. The committee had expected an increase of 25% or more in the April and June estimated payments because of the 3 percent surtax passed by the voters last November. It's unclear at this time if the negative variance in the first estimated payment is from affected taxpayers utilizing safe-harbor provisions, or if the surtax is masking a significant reduction in estimated income for the 2017 tax year.

Based on this information, OTP recommended two changes to the RFC. First, shift revenue from the surtax out of FY17 and into FY18. This assumes that taxpayers did avail themselves of the safe-harbor provisions in state law and will make any additional tax payments associated with the surtax later in the calendar year or next April when they file their 2017 return. Second, there is concern that high-income taxpayers impacted by the surtax may be taking some action to reduce their exposure to the surtax. The forecast accepted by the committee today assumes a reduction of approximately \$250 million in taxable income by the top 1% of Maine resident tax returns and similarly situated non-resident returns. This reduction in taxable income translates into a total decrease in annual individual income tax liability of approximately \$30 million; \$10 million from the 3% surtax and \$20 million from the regular income tax liability.

In total, these changes reduce individual income tax receipts by \$15.9 million in FY17, \$18.6 million in FY18, \$21.7 million in FY19, and \$43.9 million in the 2020-2021 biennium.

Other notable adjustments to General Fund revenue lines include:

- Corporate income tax revenue is increased by \$3.0 million in FY17, and is not adjusted for the remainder of the forecast period. A few large corporate audits are the reason for the one-time adjustment to the forecast. These audits are unusual and shouldn't be built into the corporate income tax baseline forecast.
- Other Revenue/Transfer to Maine Milk Pool – The forecast for the transfers to the milk pool was adjusted upward (negative impact on General Fund) for the 2018-2019 biennium by \$4.8 million based on the latest estimates of milk prices. The December 2016 forecast had assumed the significant increase in transfers to the milk pool in FY17 was going decrease significantly in FY18 and FY19. The decreases are now expected to be more moderate.

Highway Fund Summary

	FY16 Actual	FY17	FY18	FY19	FY20	FY21
Current Forecast	\$327,447,700	\$325,641,124	\$327,851,512	\$331,000,328	\$333,597,413	\$335,578,483
Annual % Growth	1.2%	-0.6%	0.7%	1.0%	0.8%	0.6%
Net Increase (Decrease)	\$0	\$1,649,865	\$792,202	\$830,154	\$948,355	\$1,001,854
Revised Forecast	\$327,447,700	\$327,290,989	\$328,643,714	\$331,830,482	\$334,545,768	\$336,580,337
Annual % Growth	1.2%	0.0%	0.4%	1.0%	0.8%	0.6%

Highway Fund revenue estimates were revised upward by \$1.6 million for the current fiscal year and by \$0.8 million for FY18 and by \$0.8 million for FY19 (upward by \$3.3 million over the three year period). The changes were largely the result of increases estimated for motor vehicle registration and fees.

Fund for a Healthy Maine Summary

	FY16 Actual	FY17	FY18	FY19	FY20	FY21
Current Forecast	\$55,859,469	\$52,357,836	\$48,044,402	\$47,158,943	\$46,290,014	\$45,440,756
Annual % Growth	4.2%	-6.3%	-8.2%	-1.8%	-1.8%	-1.8%
Net Increase (Decrease)	\$0	\$2,692,864	(\$84,577)	(\$81,734)	(\$79,769)	(\$78,612)
Revised Forecast	\$55,859,469	\$55,050,701	\$47,959,825	\$47,077,209	\$46,210,245	\$45,362,144
Annual % Growth	4.2%	-1.4%	-12.9%	-1.8%	-1.8%	-1.8%

Fund for a Healthy Maine revenue estimates were revised upward by \$2.7 million for the current fiscal year and remained essentially unchanged for FY18 and FY19. The FY17 change reflects the State's actual tobacco settlement payment received in April 2017 exceeding the budgeted amount. The committee felt the reasons for this increase needed to be analyzed and understood before making adjustments to the forecast for future year tobacco settlement payments.

Medicaid/MaineCare Dedicated Revenue Taxes Summary

	FY16 Actual	FY17	FY18	FY19	FY20	FY21
Current Forecast	\$174,574,824	\$177,440,070	\$177,589,975	\$177,589,975	\$177,589,975	\$177,589,975
Annual % Growth	2.0%	1.6%	0.1%	0.0%		
Net Increase (Decrease)	\$0	(\$446,727)	(\$596,632)	(\$596,632)	(\$596,632)	(\$596,632)
Revised Forecast	\$174,574,824	\$176,993,343	\$176,993,343	\$176,993,343	\$176,993,343	\$176,993,343
Annual % Growth	2.0%	1.4%	0.0%	0.0%	0.0%	0.0%

Medicaid/MaineCare Dedicated Revenue estimates were revised downward by \$0.5 million for the current fiscal year and by \$0.6 million for each of FY18 and FY19 (upward by \$1.6 million over the three year period). The changes were largely the result of decreased estimates for the service provider (private non-medical institutions) tax.

Conclusion

Both the CEFC and RFC forecasts reflect a national, regional and state economic environment of modest, but steady growth. However, the unprecedented number of substantive economic and budgetary state ballot measures enacted last November and national election results that many experts believe will result in significant federal tax changes by Congress and Trump Administration have created a significant amount of uncertainty. While some information has become available to both committees since the forecasting exercise last fall, until we see more 2017 economic and revenue data, a fuller understanding of these actual and potential changes remain highly speculative. Even the fall 2017 meetings of both committees may be lacking sufficient data to judge the impact of all these initiatives.



Appendix A

General Fund Summary Table

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY13 Actual	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY16 Actual	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Sales and Use Tax	986,747,637	1,106,158,236	12.1%	1,195,031,298	8.0%	1,274,144,957	6.6%	1,334,011,722	4.7%	(2,000,000)	1,332,011,722	4.5%
Service Provider Tax	50,139,878	50,173,388	0.1%	48,554,451	-3.2%	44,916,959	-7.5%	59,149,448	31.7%	0	59,149,448	31.7%
Individual Income Tax	1,521,862,756	1,406,117,705	-7.6%	1,521,778,409	8.2%	1,542,687,615	1.4%	1,530,248,976	-0.8%	(15,900,000)	1,514,348,976	-1.8%
Corporate Income Tax	171,987,073	182,928,181	6.4%	168,965,820	-7.6%	137,492,442	-18.6%	161,093,471	17.2%	3,000,000	164,093,471	19.3%
Cigarette and Tobacco Tax	137,951,824	136,159,833	-1.3%	136,913,357	0.6%	141,464,095	3.3%	139,179,000	-1.6%	0	139,179,000	-1.6%
Insurance Companies Tax	79,609,419	83,203,879	4.5%	81,459,794	-2.1%	81,250,784	-0.3%	76,700,000	-5.6%	0	76,700,000	-5.6%
Estate Tax	79,083,058	23,961,911	-69.7%	31,196,286	30.2%	27,198,153	-12.8%	16,378,323	-39.8%	0	16,378,323	-39.8%
Other Taxes and Fees *	153,796,137	130,140,462	-15.4%	139,437,659	7.1%	143,422,744	2.9%	142,973,133	-0.3%	(1,940,241)	141,032,892	-1.7%
Fines, Forfeits and Penalties	23,748,503	23,473,506	-1.2%	22,608,527	-3.7%	20,610,571	-8.8%	22,237,275	7.9%	(2,861,827)	19,375,448	-6.0%
Income from Investments	148,434	301,144	102.9%	602,838	100.2%	1,483,723	146.1%	1,707,976	15.1%	1,420,100	3,128,076	110.8%
Transfer from Lottery Commission	52,908,602	51,845,477	-2.0%	54,002,444	4.2%	56,972,851	5.5%	54,900,000	-3.6%	0	54,900,000	-3.6%
Transfers to Tax Relief Programs *	(111,674,333)	(65,357,986)	41.5%	(59,532,694)	8.9%	(64,744,050)	-8.8%	(64,448,340)	0.5%	0	(64,448,340)	0.5%
Transfers to Municipal Rev. Sharing	(95,974,153)	(66,063,110)	31.2%	(63,600,996)	3.7%	(67,355,586)	-5.9%	(65,484,234)	2.8%	275,983	(65,208,251)	3.2%
Transfers to Education Fund	0	0	0.0%	0	N/A	0	N/A	0	N/A	0	0	N/A
Other Revenue *	44,049,007	50,454,306	14.5%	51,909,354	2.9%	26,645,874	-48.7%	21,603,304	-18.9%	1,224,887	22,828,191	-14.3%
Total - General Fund Revenue	3,094,383,842	3,113,496,933	0.6%	3,329,326,547	6.9%	3,366,191,131	1.1%	3,430,250,054	1.9%	(16,781,098)	3,413,468,956	1.4%
										(16,781,098)		

* Additional detail provided on pages 4, 5 and 6

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
Sales and Use Tax	1,377,148,328	3.2%	23,000,000	1,400,148,328	5.1%	1,434,288,099	4.1%	19,000,000	1,453,288,099	3.8%
Service Provider Tax	59,424,469	0.5%	0	59,424,469	0.5%	59,675,124	0.4%	0	59,675,124	0.4%
Individual Income Tax	1,702,942,294	11.3%	(18,600,000)	1,684,342,294	11.2%	1,785,072,561	4.8%	(21,700,000)	1,763,372,561	4.7%
Corporate Income Tax	165,724,242	2.9%	0	165,724,242	1.0%	170,059,196	2.6%	0	170,059,196	2.6%
Cigarette and Tobacco Tax	136,682,000	-1.8%	0	136,682,000	-1.8%	134,200,000	-1.8%	0	134,200,000	-1.8%
Insurance Companies Tax	73,765,000	-3.8%	0	73,765,000	-3.8%	73,765,000	0.0%	0	73,765,000	0.0%
Estate Tax	12,416,710	-24.2%	0	12,416,710	-24.2%	12,640,409	1.8%	0	12,640,409	1.8%
Other Taxes and Fees *	131,900,960	-7.7%	442,339	132,343,299	-6.2%	131,274,044	-0.5%	934,624	132,208,668	-0.1%
Fines, Forfeits and Penalties	22,242,017	0.0%	(2,944,871)	19,297,146	-0.4%	22,243,017	0.0%	(2,944,871)	19,298,146	0.0%
Income from Investments	2,087,513	22.2%	906,436	2,993,949	-4.3%	2,421,028	16.0%	1,780,018	4,201,046	40.3%
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 *	(64,768,101)	-0.5%	0	(64,768,101)	-0.5%	(66,388,623)	-2.5%	0	(66,388,623)	-2.5%
Transfers to Municipal Rev. Sharing	(69,657,097)	-6.4%	(175,848)	(69,832,945)	-7.1%	(69,638,528)	0.0%	(123,372)	(69,761,900)	0.1%
Transfers to Education Fund	(79,500,000)	N/A	5,100,000	(74,400,000)	N/A	(164,200,000)	-106.5%	10,400,000	(153,800,000)	-106.7%
Other Revenue *	19,731,088	-8.7%	(2,054,424)	17,676,664	-22.6%	18,679,049	-5.3%	(1,361,203)	17,317,846	-2.0%
Total - General Fund Revenue	3,545,039,423	3.3%	5,673,632	3,550,713,055	4.0%	3,598,990,376	1.5%	5,985,196	3,604,975,572	1.5%
Change in Biennial Totals								11,658,828		

* Additional detail provided on pages 4, 5 and 6

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY20 Budget	% Chg.	Recom. Chg.	FY20 Revised	% Chg.	FY21 Budget	% Chg.	Recom. Chg.	FY21 Revised	% Chg.
Sales and Use Tax	1,485,700,000	3.6%	12,500,000	1,498,200,000	3.1%	1,539,700,000	3.6%	11,500,000	1,551,200,000	3.5%
Service Provider Tax	60,000,000	0.5%	0	60,000,000	0.5%	60,350,000	0.6%	0	60,350,000	0.6%
Individual Income Tax	1,859,200,000	4.2%	(19,200,000)	1,840,000,000	4.3%	1,947,600,000	4.8%	(24,700,000)	1,922,900,000	4.5%
Corporate Income Tax	178,750,000	5.1%	0	178,750,000	5.1%	186,600,000	4.4%	0	186,600,000	4.4%
Cigarette and Tobacco Tax	131,800,000	-1.8%	0	131,800,000	-1.8%	129,500,000	-1.7%	0	129,500,000	-1.7%
Insurance Companies Tax	74,700,000	1.3%	0	74,700,000	1.3%	80,200,000	7.4%	0	80,200,000	7.4%
Estate Tax	12,850,000	1.7%	0	12,850,000	1.7%	13,300,000	3.5%	0	13,300,000	3.5%
Other Taxes and Fees *	130,034,000	-0.9%	507,849	130,541,849	-1.3%	130,124,253	0.1%	356,066	130,480,319	0.0%
Fines, Forfeits and Penalties	22,242,017	0.0%	(2,944,871)	19,297,146	0.0%	22,243,017	0.0%	(2,944,871)	19,298,146	0.0%
Income from Investments	2,421,028	0.0%	2,395,282	4,816,310	14.6%	2,421,028	0.0%	2,674,489	5,095,517	5.8%
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 *	(69,500,000)	-4.7%	0	(69,500,000)	-4.7%	(73,000,000)	-5.0%	0	(73,000,000)	-5.0%
Transfers to Municipal Rev. Sharing	(165,573,224)	-137.8%	(498,661)	(166,071,885)	-138.1%	(180,545,859)	-9.0%	(207,579)	(180,753,438)	-8.8%
Transfers to Education Fund	(174,400,000)	-6.2%	10,600,000	(163,800,000)	-6.5%	(185,900,000)	-6.6%	11,000,000	(174,900,000)	-6.8%
Other Revenue *	18,059,135	-3.3%	(1,379,600)	16,679,535	-3.7%	17,302,215	-4.2%	(1,361,282)	15,940,933	-4.4%
Total - General Fund Revenue	3,621,182,956	0.6%	1,979,999	3,623,162,955	0.5%	3,744,794,654	3.4%	(3,683,177)	3,741,111,477	3.3%
Change in Biennial Totals								(1,703,178)		

* Additional detail provided on pages 4, 5 and 6

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY13 Actual	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY16 Actual	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Detail of Other Taxes and Fees:												
- Property Tax - Unorganized Territory	13,333,294	12,448,487	-6.6%	12,452,432	0.0%	12,778,868	2.6%	14,513,169	13.6%	0	14,513,169	13.6%
- Real Estate Transfer Tax	11,667,284	10,695,215	-8.3%	13,836,648	29.4%	15,394,715	11.3%	18,044,043	17.2%	(900,000)	17,144,043	11.4%
- Liquor Taxes and Fees	21,145,992	21,515,749	1.7%	22,224,965	3.3%	22,352,169	0.6%	21,415,688	-4.2%	0	21,415,688	-4.2%
- Corporation Fees & Licenses	8,933,147	9,294,995	4.1%	9,790,511	5.3%	10,052,935	2.7%	9,088,649	-9.6%	450,000	9,538,649	-5.1%
- Telecommunications Excise Tax	10,076,113	6,842,823	-32.1%	7,591,072	10.9%	6,403,740	-15.6%	6,500,000	1.5%	(250,000)	6,250,000	-2.4%
- Finance Industry Fees	25,070,880	27,199,530	8.5%	28,816,550	5.9%	29,463,631	2.2%	26,851,990	-8.9%	48,880	26,900,870	-8.7%
- Milk Handling Fee	2,381,329	1,098,671	-53.9%	2,206,701	100.9%	5,132,699	132.6%	6,155,899	19.9%	(1,349,517)	4,806,382	-6.4%
- Casino and Racino Revenue	14,429,212	8,671,537	-39.9%	8,642,121	-0.3%	8,753,125	1.3%	8,578,779	-2.0%	(154,536)	8,424,243	-3.8%
- Boat, ATV and Snowmobile Fees	4,444,055	4,304,791	-3.1%	4,569,660	6.2%	4,291,061	-6.1%	4,523,561	5.4%	0	4,523,561	5.4%
- Hunting and Fishing License Fees	16,078,543	15,987,534	-0.6%	16,490,686	3.1%	16,432,790	-0.4%	15,878,217	-3.4%	0	15,878,217	-3.4%
- Other Miscellaneous Taxes and Fees	26,236,287	12,081,131	-54.0%	12,816,312	6.1%	12,367,010	-3.5%	11,423,138	-7.6%	214,932	11,638,070	-5.9%
Subtotal - Other Taxes and Fees	153,796,137	130,140,462	-15.4%	139,437,659	7.1%	143,422,744	2.9%	142,973,133	-0.3%	(1,940,241)	141,032,892	-1.7%
Detail of Other Revenue:												
- Liquor Sales and Operations	8,731,159	10,012,142	14.7%	13,550,394	35.3%	9,682,240	-28.5%	9,845,500	1.7%	0	9,845,500	1.8%
- Targeted Case Management (HHS)	2,397,591	2,004,558	-16.4%	2,532,874	26.4%	2,246,910	-11.3%	2,300,000	2.4%	(500,000)	1,800,000	-12.9%
- State Cost Allocation Program	15,599,487	18,857,275	20.9%	22,477,739	19.2%	18,161,858	-19.2%	18,296,832	0.7%	0	18,296,832	0.0%
- Unclaimed Property Transfer	10,801,929	10,504,312	-2.8%	9,615,011	-8.5%	9,660,866	0.5%	7,000,000	-27.5%	(1,232,766)	5,767,234	0.0%
- Tourism Transfer	(9,932,319)	(10,381,884)	-4.5%	(11,624,127)	-12.0%	(13,112,062)	-12.8%	(14,601,204)	-11.4%	0	(14,601,204)	-13.6%
- Transfer to Maine Milk Pool	(4,580,908)	0	100.0%	(3,931,815)	N/A	(17,025,855)	-333.0%	(17,049,616)	-0.1%	1,741,069	(15,308,547)	-8.5%
- Transfer to STAR Transportation Fund	(6,137,811)	(6,069,901)	1.1%	(7,066,534)	-16.4%	(7,308,989)	-3.4%	(7,900,000)	-8.1%	0	(7,900,000)	-16.2%
- Other Miscellaneous Revenue	27,169,880	25,527,805	-6.0%	26,355,813	3.2%	24,340,906	-7.6%	23,711,792	-2.6%	1,216,584	24,928,376	9.8%
Subtotal - Other Revenue	44,049,007	50,454,306	14.5%	51,909,354	2.9%	26,645,874	-48.7%	21,603,304	-18.9%	1,224,887	22,828,191	-9.4%
Detail of Transfers to Tax Relief Programs:												
- Maine Resident Property Tax Program	(41,841,767)	(743,282)	98.2%	14,964	102.0%	82,425	450.8%	0	-100.0%	0	0	N/A
- BETR - Business Equip. Tax Reimb.	(48,854,458)	(40,374,677)	17.4%	(33,378,597)	17.3%	(35,078,530)	-5.1%	(30,500,000)	13.1%	0	(30,500,000)	10.3%
- BETE - Municipal Bus. Equip. Tax Reimb.	(20,978,108)	(24,240,027)	-15.5%	(26,169,061)	-8.0%	(29,747,945)	-13.7%	(33,948,340)	-14.1%	0	(33,948,340)	-10.3%
Subtotal - Tax Relief Transfers	(111,674,333)	(65,357,986)	41.5%	(59,532,694)	8.9%	(64,744,050)	-8.8%	(64,448,340)	0.5%	0	(64,448,340)	0.5%
IF&W Total Revenue **	21,623,304	21,430,499	-0.9%	22,125,659	3.2%	21,685,246	-2.0%	21,499,761	-0.9%	0	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 - MAY 2017 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
Detail of Other Taxes and Fees:										
- Property Tax - Unorganized Territory	14,312,702	-1.4%	0	14,312,702	-1.4%	14,694,831	2.7%	0	14,694,831	2.7%
- Real Estate Transfer Tax	13,101,635	-27.4%	(650,000)	12,451,635	-27.4%	12,252,433	-6.5%	(325,000)	11,927,433	-4.2%
- 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%	450,000	9,538,649	0.0%	9,088,649	0.0%	450,000	9,538,649	0.0%
- Telecommunications Excise Tax	6,500,000	0.0%	(250,000)	6,250,000	0.0%	6,500,000	0.0%	(250,000)	6,250,000	0.0%
- Finance Industry Fees	26,851,990	0.0%	40,000	26,891,990	0.0%	26,851,990	0.0%	40,000	26,891,990	0.0%
- Milk Handling Fee	2,271,445	-63.1%	812,506	3,083,951	-35.8%	2,019,060	-11.1%	981,540	3,000,600	-2.7%
- Casino and Racino Revenue	8,842,770	3.1%	(175,099)	8,667,671	2.9%	8,931,562	1.0%	(176,848)	8,754,714	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	11,443,303	0.2%	214,932	11,658,235	0.2%	11,447,053	0.0%	214,932	11,661,985	0.0%
Subtotal - Other Taxes and Fees	131,900,960	-7.7%	442,339	132,343,299	-6.2%	131,274,044	-0.5%	934,624	132,208,668	-0.1%
Detail of Other Revenue:										
- 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)	2,300,000	0.0%	(500,000)	1,800,000	0.0%	2,300,000	0.0%	(500,000)	1,800,000	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	7,500,000	7.1%	0	7,500,000	30.0%	7,500,000	0.0%	0	7,500,000	0.0%
- Tourism Transfer	(15,487,275)	-6.1%	0	(15,487,275)	-6.1%	(16,014,058)	-3.4%	0	(16,014,058)	-3.4%
- Transfer to Maine Milk Pool	(8,665,861)	49.2%	(2,771,008)	(11,436,869)	25.3%	(8,680,946)	-0.2%	(2,077,787)	(10,758,733)	5.9%
- Transfer to STAR Transportation Fund	(7,950,000)	-0.6%	0	(7,950,000)	-0.6%	(8,500,000)	-6.9%	0	(8,500,000)	-6.9%
- Other Miscellaneous Revenue	23,708,892	0.0%	1,216,584	24,925,476	0.0%	23,748,721	0.2%	1,216,584	24,965,305	0.2%
Subtotal - Other Revenue	19,731,088	-8.7%	(2,054,424)	17,676,664	-22.6%	18,679,049	-5.3%	(1,361,203)	17,317,846	-2.0%
Detail of Transfers to Tax Relief Programs:										
- Maine Resident Property Tax Program	0	N/A	0	0	N/A	0	N/A	0	0	N/A
- BETR - Business Equip. Tax Reimb.	(26,800,000)	12.1%	0	(26,800,000)	12.1%	(23,420,000)	12.6%	0	(23,420,000)	12.6%
- BETE - Municipal Bus. Equip. Tax Reimb.	(37,968,101)	-11.8%	0	(37,968,101)	-11.8%	(42,968,623)	-13.2%	0	(42,968,623)	-13.2%
Subtotal - Tax Relief Transfers	(64,768,101)	-0.5%	0	(64,768,101)	-0.5%	(66,388,623)	-2.5%	0	(66,388,623)	-2.5%
IF&W Total Revenue **	21,499,926	0.0%	0	21,499,926	0.0%	21,503,676	0.0%	0	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.

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY20 Budget	% Chg.	Recom. Chg.	FY20 Revised	% Chg.	FY21 Budget	% Chg.	Recom. Chg.	FY21 Revised	% Chg.
Detail of Other Taxes and Fees:										
- Property Tax - Unorganized Territory	14,613,169	-0.6%	0	14,613,169	-0.6%	14,713,169	0.7%	0	14,713,169	0.7%
- Real Estate Transfer Tax	11,100,000	-9.4%	(750,000)	10,350,000	-13.2%	11,000,000	-0.9%	(900,000)	10,100,000	-2.4%
- Liquor Taxes and Fees	19,086,688	0.0%	0	19,086,688	0.0%	19,086,688	0.0%	0	19,086,688	0.0%
- Corporation Fees & Licenses	9,088,649	0.0%	450,000	9,538,649	0.0%	9,088,649	0.0%	450,000	9,538,649	0.0%
- Telecommunications Excise Tax	6,500,000	0.0%	(250,000)	6,250,000	0.0%	6,500,000	0.0%	(250,000)	6,250,000	0.0%
- Finance Industry Fees	26,851,990	0.0%	40,000	26,891,990	0.0%	26,851,990	0.0%	40,000	26,891,990	0.0%
- Milk Handling Fee	2,019,063	0.0%	981,537	3,000,600	0.0%	2,019,060	0.0%	981,540	3,000,600	0.0%
- Casino and Racino Revenue	8,925,610	-0.1%	(178,620)	8,746,990	-0.1%	9,015,866	1.0%	(180,406)	8,835,460	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	11,447,053	0.0%	214,932	11,661,985	0.0%	11,447,053	0.0%	214,932	11,661,985	0.0%
Subtotal - Other Taxes and Fees	130,034,000	-0.9%	507,849	130,541,849	-1.3%	130,124,253	0.1%	356,066	130,480,319	0.0%
Detail of Other Revenue:										
- Liquor Sales and Operations	28,500	0.0%	0	28,500	0.0%	28,500	0.0%	0	28,500	0.0%
- Targeted Case Management (HHS)	2,300,000	0.0%	(500,000)	1,800,000	0.0%	2,300,000	0.0%	(500,000)	1,800,000	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	7,500,000	0.0%	0	7,500,000	0.0%	7,500,000	0.0%	0	7,500,000	0.0%
- Tourism Transfer	(16,500,000)	-3.0%	0	(16,500,000)	-3.0%	(17,000,000)	-3.0%	0	(17,000,000)	-3.0%
- Transfer to Maine Milk Pool	(8,659,284)	0.2%	(2,096,184)	(10,755,468)	0.0%	(8,674,304)	-0.2%	(2,077,866)	(10,752,170)	0.0%
- Transfer to STAR Transportation Fund	(8,750,000)	-2.9%	0	(8,750,000)	-2.9%	(9,000,000)	-2.9%	0	(9,000,000)	-2.9%
- Other Miscellaneous Revenue	23,843,087	0.4%	1,216,584	25,059,671	0.4%	23,851,187	0.0%	1,216,584	25,067,771	0.0%
Subtotal - Other Revenue	18,059,135	-3.3%	(1,379,600)	16,679,535	-3.7%	17,302,215	-4.2%	(1,361,282)	15,940,933	-4.4%
Detail of Transfers to Tax Relief Programs:										
- Maine Resident Property Tax Program	0	N/A	0	0	N/A	0	N/A	0	0	N/A
- BETR - Business Equip. Tax Reimb.	(22,500,000)	3.9%	0	(22,500,000)	3.9%	(21,000,000)	6.7%	0	(21,000,000)	6.7%
- BETE - Municipal Bus. Equip. Tax Reimb.	(47,000,000)	-9.4%	0	(47,000,000)	-9.4%	(52,000,000)	-10.6%	0	(52,000,000)	-10.6%
Subtotal - Tax Relief Transfers	(69,500,000)	-4.7%	0	(69,500,000)	-4.7%	(73,000,000)	-5.0%	0	(73,000,000)	-5.0%
IF&W Total Revenue **	21,503,676	0.0%	0	21,503,676	0.0%	21,503,676	0.0%	0	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 - MAY 2017 FORECAST

Source	FY13 Actual	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY16 Actual	% Var.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Fuel Taxes												
- Gasoline Tax	192,107,854	\$194,291,295	1.1%	\$196,393,071	1.1%	198,030,576	0.8%	200,201,200	1.1%	0	200,201,200	1.1%
- Special Fuel and Road Use Taxes	44,654,907	\$45,696,730	2.3%	\$46,608,086	2.0%	46,070,971	-1.2%	47,086,700	2.2%	0	47,086,700	2.2%
- Transcap Transfers - Fuel Taxes	(17,414,097)	(\$17,634,644)	-1.3%	(\$17,873,296)	-1.4%	(17,967,176)	-0.5%	(18,171,111)	-1.1%	0	(18,171,111)	-1.1%
- Other Fund Gasoline Tax Distributions	(4,808,835)	(\$4,858,642)	-1.0%	(\$4,910,656)	-1.1%	(4,961,004)	-1.0%	(5,006,432)	-0.9%	0	(5,006,432)	-0.9%
Subtotal - Fuel Taxes	214,539,829	\$217,494,739	1.4%	\$220,217,205	1.3%	221,173,367	0.4%	224,110,357	1.3%	0	224,110,357	1.3%
Motor Vehicle Registration and Fees												
- Motor Vehicle Registration Fees	65,602,936	\$65,762,247	0.2%	\$67,581,522	2.8%	68,540,478	1.4%	66,345,787	-3.2%	750,000	67,095,787	-2.2%
- License Plate Fees	3,526,534	\$3,519,781	-0.2%	\$3,614,320	2.7%	3,674,537	1.7%	3,458,710	-5.9%	0	3,458,710	-6.2%
- Long-term Trailer Registration Fees	9,801,658	\$9,924,915	1.3%	\$11,592,185	16.8%	11,571,388	-0.2%	9,884,523	-14.6%	1,000,000	10,884,523	-6.4%
- Title Fees	19,182,454	\$13,230,526	-31.0%	\$13,158,253	-0.5%	13,964,505	6.1%	13,366,264	-4.3%	0	13,366,264	-4.5%
- Motor Vehicle Operator License Fees	8,540,242	\$7,872,663	-7.8%	\$7,417,137	-5.8%	8,703,579	17.3%	8,499,545	-2.3%	400,000	8,899,545	2.4%
- Transcap Transfers - Motor Vehicle Fees	(17,320,622)	(\$15,494,140)	10.5%	(\$15,658,915)	-1.1%	(15,956,815)	-1.9%	(15,570,414)	2.4%	0	(15,570,414)	2.5%
Subtotal - Motor Vehicle Reg. & Fees	89,333,202	\$84,815,991	-5.1%	\$87,704,502	3.4%	90,497,672	3.2%	85,984,415	-5.0%	2,150,000	88,134,415	-2.7%
Motor Vehicle Inspection Fees	3,495,704	\$3,109,288	-11.1%	\$3,295,017	6.0%	3,515,288	6.7%	2,982,500	-15.2%	0	2,982,500	-17.9%
Other Highway Fund Taxes and Fees	1,309,810	\$1,307,919	-0.1%	\$1,314,494	0.5%	1,660,665	26.3%	1,280,229	-22.9%	0	1,280,229	-29.4%
Fines, Forfeits and Penalties	1,030,267	\$976,084	-5.3%	\$854,813	-12.4%	791,496	-7.4%	739,039	-6.6%	0	739,039	-7.1%
Income from Investments	105,414	\$80,299	-23.8%	\$159,116	98.2%	255,421	60.5%	585,484	129.2%	(221,370)	364,114	44.4%
Other Highway Fund Revenues	9,011,474	\$9,292,645	3.1%	\$9,949,439	7.1%	9,553,791	-4.0%	9,959,100	4.2%	(278,765)	9,680,335	1.3%
Total - Highway Fund Revenue	318,825,700	\$317,076,964	-0.5%	\$323,494,586	2.0%	327,447,700	1.2%	325,641,124	-0.6%	1,649,865	327,290,989	0.0%
											1,649,865	

HIGHWAY FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY 19 Revised	% Chg.
Fuel Taxes										
- Gasoline Tax	202,622,900	1.2%	0	202,622,900	1.2%	205,399,700	1.4%	0	205,399,700	1.4%
- Special Fuel and Road Use Taxes	47,656,300	1.2%	0	47,656,300	1.2%	48,309,400	1.4%	0	48,309,400	1.4%
- Transcap Transfers - Fuel Taxes	(18,390,916)	-1.2%	0	(18,390,916)	-1.2%	(18,642,950)	-1.4%	0	(18,642,950)	-1.4%
- Other Fund Gasoline Tax Distributions	(5,066,991)	-1.2%	0	(5,066,991)	-1.2%	(5,136,430)	-1.4%	0	(5,136,430)	-1.4%
Subtotal - Fuel Taxes	226,821,293	1.2%	0	226,821,293	1.2%	229,929,720	1.4%	0	229,929,720	1.4%
Motor Vehicle Registration and Fees										
- Motor Vehicle Registration Fees	66,345,787	0.0%	750,000	67,095,787	0.0%	66,345,787	0.0%	750,000	67,095,787	0.0%
- License Plate Fees	3,458,710	0.0%	0	3,458,710	0.0%	3,458,710	0.0%	0	3,458,710	0.0%
- Long-term Trailer Registration Fees	9,884,523	0.0%	0	9,884,523	-9.2%	9,884,523	0.0%	0	9,884,523	0.0%
- Title Fees	13,366,264	0.0%	0	13,366,264	0.0%	13,366,264	0.0%	0	13,366,264	0.0%
- Motor Vehicle Operator License Fees	8,019,471	-5.6%	0	8,019,471	-9.9%	7,900,375	-1.5%	0	7,900,375	-1.5%
- Transcap Transfers - Motor Vehicle Fees	(15,570,414)	0.0%	0	(15,570,414)	0.0%	(15,570,414)	0.0%	0	(15,570,414)	0.0%
Subtotal - Motor Vehicle Reg. & Fees	85,504,341	-0.6%	750,000	86,254,341	-2.1%	85,385,245	-0.1%	750,000	86,135,245	-0.1%
Motor Vehicle Inspection Fees	2,982,500	0.0%	0	2,982,500	0.0%	2,982,500	0.0%	0	2,982,500	0.0%
Other Highway Fund Taxes and Fees	1,293,729	1.1%	0	1,293,729	1.1%	1,280,229	-1.0%	0	1,280,229	-1.0%
Fines, Forfeits and Penalties	739,039	0.0%	0	739,039	0.0%	739,039	0.0%	0	739,039	0.0%
Income from Investments	551,510	-5.8%	42,202	593,712	63.1%	724,495	31.4%	80,154	804,649	35.5%
Other Highway Fund Revenues	9,959,100	0.0%	0	9,959,100	2.9%	9,959,100	0.0%	0	9,959,100	0.0%
Total - Highway Fund Revenue	327,851,512	0.7%	792,202	328,643,714	0.4%	331,000,328	1.0%	830,154	331,830,482	1.0%
Change in Biennial Totals								1,622,356		

HIGHWAY FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY 20 Budget	% Chg.	Recom. Chg.	FY 20 Revised	% Chg.	FY 21 Budget	% Chg.	Recom. Chg.	FY 21 Revised	% Chg.
Fuel Taxes										
- Gasoline Tax	207,450,000	1.0%	0	207,450,000	1.0%	209,600,000	1.0%	0	209,600,000	1.0%
- Special Fuel and Road Use Taxes	48,800,000	1.0%	0	48,800,000	1.0%	49,400,000	1.2%	0	49,400,000	1.2%
- Transcap Transfers - Fuel Taxes	(18,829,672)	-1.0%	0	(18,829,672)	-1.0%	(19,031,890)	-1.1%	0	(19,031,890)	-1.1%
- Other Fund Gasoline Tax Distributions	(5,187,702)	-1.0%	0	(5,187,702)	-1.0%	(5,241,467)	-1.0%	0	(5,241,467)	-1.0%
Subtotal - Fuel Taxes	232,232,626	1.0%	0	232,232,626	1.0%	234,726,643	1.1%	0	234,726,643	1.1%
Motor Vehicle Registration and Fees										
- Motor Vehicle Registration Fees	66,345,787	0.0%	750,000	67,095,787	0.0%	66,345,787	0.0%	750,000	67,095,787	0.0%
- License Plate Fees	3,458,710	0.0%	0	3,458,710	0.0%	3,458,710	0.0%	0	3,458,710	0.0%
- Long-term Trailer Registration Fees	9,884,523	0.0%	0	9,884,523	0.0%	9,884,523	0.0%	0	9,884,523	0.0%
- Title Fees	13,366,264	0.0%	0	13,366,264	0.0%	13,366,264	0.0%	0	13,366,264	0.0%
- Motor Vehicle Operator License Fees	8,151,054	3.2%	0	8,151,054	3.2%	7,651,607	-6.1%	0	7,651,607	-6.1%
- Transcap Transfers - Motor Vehicle Fees	(15,570,414)	0.0%	0	(15,570,414)	0.0%	(15,570,414)	0.0%	0	(15,570,414)	0.0%
Subtotal - Motor Vehicle Reg. & Fees	85,635,924	0.3%	750,000	86,385,924	0.3%	85,136,477	-0.6%	750,000	85,886,477	-0.6%
Motor Vehicle Inspection Fees	2,982,500	0.0%	0	2,982,500	0.0%	2,982,500	0.0%	0	2,982,500	0.0%
Other Highway Fund Taxes and Fees	1,368,729	6.9%	0	1,368,729	6.9%	1,355,229	-1.0%	0	1,355,229	-1.0%
Fines, Forfeits and Penalties	739,039	0.0%	0	739,039	0.0%	739,039	0.0%	0	739,039	0.0%
Income from Investments	724,495	0.0%	198,355	922,850	14.7%	724,495	0.0%	251,854	976,349	5.8%
Other Highway Fund Revenues	9,914,100	-0.5%	0	9,914,100	-0.5%	9,914,100	0.0%	0	9,914,100	0.0%
Total - Highway Fund Revenue	333,597,413	0.8%	948,355	334,545,768	0.8%	335,578,483	0.6%	1,001,854	336,580,337	0.6%
Change in Biennial Totals								1,950,209		



Appendix C

Fund for a Healthy Maine Summary **Table**

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

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY13 Actual	FY14 Actual	% Chg.	FY15 Actual	% Chg.	FY16 Actual	% Chg.	FY17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Tobacco Settlement Payments:												
- Base Payments	42,276,735	47,833,255	13.1%	40,779,184	-14.7%	42,935,641	5.3%	40,091,251	-6.6%	2,330,301	42,421,552	-1.2%
- Strategic Contribution Payments	8,709,923	8,559,647	-1.7%	8,696,498	1.6%	8,853,954	1.8%	8,278,665	-6.5%	481,197	8,759,861	-1.1%
Subtotal TSPs	50,986,658	56,392,902	0	49,475,682	-12.3%	51,789,595	4.7%	48,369,915	-6.6%	2,811,498	51,181,413	-1.2%
Casino Revenue *	0	4,158,208	N/A	4,107,614	-1.2%	4,042,819	-1.6%	3,970,593	-1.8%	(124,105)	3,846,488	-4.9%
Income from Investments	5,657	7,823	38.3%	8,956	14.5%	27,056	202.1%	17,328	-36.0%	5,472	22,800	-15.7%
Total - FHM Revenue	50,992,315	60,558,934	18.8%	53,592,252	-11.5%	55,859,469	4.2%	52,357,836	-6.3%	2,692,864	55,050,701	-1.4%
										2,692,864		

* 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.

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

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
Tobacco Settlement Payments:										
- Base Payments	43,942,687	9.6%	0	43,942,687	3.6%	43,012,837	-2.1%	0	43,012,837	-2.1%
- Strategic Contribution Payments **	0	-100.0%	0	0	-100.0%	0	N/A	0	0	N/A
Subtotal TSPs	43,942,686	-9.2%	0	43,942,687	-14.1%	43,012,837	-2.1%	0	43,012,837	-2.1%
Casino Revenue *	4,083,588	2.8%	(92,453)	3,991,135	3.8%	4,124,424	1.00%	(93,378)	4,031,046	1.0%
Income from Investments	18,128	4.6%	7,876	26,004	14.1%	21,682	19.6%	11,644	33,326	28.2%
Total - FHM Revenue	48,044,402	-8.2%	(84,577)	47,959,826	-12.9%	47,158,943	-1.8%	(81,734)	47,077,209	-1.8%
Change in Biennial Totals								(166,311)		

* 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.

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

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY20 Budget	% Chg.	Recom. Chg.	FY20 Revised	% Chg.	FY21 Budget	% Chg.	Recom. Chg.	FY21 Revised	% Chg.
Tobacco Settlement Payments:										
- Base Payments	42,102,663	-2.1%	0	42,102,663	-2.1%	41,211,749	-2.1%	0	41,211,749	-2.1%
- Strategic Contribution Payments	0	N/A	0	0	N/A		N/A	0	0	N/A
Subtotal TSPs	42,102,663	-2.1%	0	42,102,663	-2.1%	41,211,749	-2.1%	0	41,211,749	-2.1%
Casino Revenue *	4,165,669	1.0%	(94,312)	4,071,357	1.0%	4,207,325	1.0%	(95,255)	4,112,070	1.0%
Income from Investments	21,682	0.0%	14,543	36,225	8.7%	21,682	0.0%	16,643	38,325	5.8%
Total - FHM Revenue	46,290,014	-1.8%	(79,769)	46,210,245	-1.8%	45,440,756	-1.8%	(78,612)	45,362,144	-1.8%
Change in Biennial Totals								(158,381)		

* 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.



Appendix D

Medicaid/MaineCare Dedicated Revenue Taxes Summary Table

MEDICAID/MAINECARE DEDICATED REVENUE TAXES
REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - MAY 2017 FORECAST

Source	FY13 Actual	FY14 Actual	% Chg.	FY15 Actuals	% Chg.	FY 16 Actual	% Chg.	FY 17 Budget	% Chg.	Recom. Chg.	FY17 Revised	% Chg.
Nursing Facility Tax*	35,370,670	34,168,165	-3.4%	35,323,010	3.4%	37,105,990	5.0%	35,816,705	-3.5%	183,295	36,000,000	-3.0%
Residential Treatment Facility (ICFs/MR) Tax*	1,929,457	1,878,734	-2.6%	1,660,080	-11.6%	2,005,640	20.8%	1,853,900	-7.6%	37,100	1,891,000	-5.7%
Hospital Tax **	80,942,050	97,208,195	20.1%	97,379,317	0.2%	95,334,196	-2.1%	95,334,630	0.0%	0	95,334,630	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	34,998,876	35,354,849	1.0%	36,711,725	3.8%	40,128,998	9.3%	44,434,835	10.7%	(667,122)	43,767,713	9.1%
Total - Health Care Provider Taxes	153,241,054	168,609,944	10.0%	171,074,132	1.5%	174,574,824	2.0%	177,440,070	1.6%	(446,727)	176,993,343	1.4%
										(446,727)		

** 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 - MAY 2017 FORECAST

Source	FY18 Budget	% Chg.	Recom. Chg.	FY18 Revised	% Chg.	FY19 Budget	% Chg.	Recom. Chg.	FY19 Revised	% Chg.
Nursing Facility Tax*	35,133,410	-1.9%	866,590	36,000,000	0.0%	35,133,410	0.0%	866,590	36,000,000	0.0%
Residential Treatment Facility (ICFs/MR) Tax*	1,797,900	-3.0%	93,100	1,891,000	0.0%	1,797,900	0.0%	93,100	1,891,000	0.0%
Hospital Tax **	95,334,630	0.0%	0	95,334,630	0.0%	95,334,630	0.0%	0	95,334,630	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	45,324,035	2.0%	(1,556,322)	43,767,713	0.0%	45,324,035	0.0%	(1,556,322)	43,767,713	0.0%
Total - Health Care Provider Taxes	177,589,975	0.1%	(596,632)	176,993,343	0.0%	177,589,975	0.0%	(596,632)	176,993,343	0
Change in Biennial Totals								(1,193,264)		

** 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 - MAY 2017 FORECAST

Source	FY20 Budget	% Chg.	Recom. Chg.	FY20 Revised	% Chg.	FY21 Budget	% Chg.	Recom. Chg.	FY21 Revised	% Chg.
Nursing Facility Tax*	35,133,410	-2.4%	866,590	36,000,000	0.0%	35,133,410	0.0%	866,590	36,000,000	0.0%
Residential Treatment Facility (ICFs/MR) Tax*	1,797,900	-4.9%	93,100	1,891,000	0.0%	1,797,900	0.0%	93,100	1,891,000	0.0%
Hospital Tax **	95,334,630	0.0%	0	95,334,630	0.0%	95,334,630	0.0%	0	95,334,630	0.0%
Service Provider Tax - Private Non-Medical Institutions (PNMIs)***	45,324,035	3.6%	(1,556,322)	43,767,713	0.0%	45,324,035	0.0%	(1,556,322)	43,767,713	0.0%
Total - Health Care Provider Taxes	177,589,975	0.3%	(596,632)	176,993,343	0.0%	177,589,975	0.0%	(596,632)	176,993,343	0.0%
Change in Biennial Totals								(1,193,264)		

** 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**

April 1, 2016

**Report of the
CONSENSUS ECONOMIC FORECASTING COMMISSION
April 1, 2017**

Commissioners

John C. Atkinson

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

Michael J. LeVert
*Principal, Chief Strategy Officer
45 North Research*

Andrew N. Marden
*Buyer/Merchandiser
Marden's*

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

Summary

The Maine Consensus Economic Forecasting Commission (CEFC) convened on March 29, 2017, to review and revise the forecast through 2021. This report provides a summary of the Commission's findings. At the beginning of the meeting, the four appointed members of the Commission unanimously voted in Andrew Marden as the fifth member of the Commission and Eric Stinneford was unanimously voted as Chair of the Commission.

Preliminary data indicate that 2016 was a strong year for Maine's economy, with most aspects of the economy improving. The U.S. economy also continued to grow since the Consensus Economic Forecasting Commission (CEFC) last met in November 2016.

The Commission made modest changes to the existing forecasts for employment, inflation, and personal income, but left corporate profits unchanged. Preliminary data for 2016 show stronger than expected growth in both employment and income, leading to a higher baseline level for this forecast. The Commission remains concerned about the demographic situation in Maine and the resulting impacts on workforce availability. There are additional concerns about the possibility of out-migration or decreased in-migration resulting from the three percent surtax on incomes over \$200,000 as well as limitations on employment growth as the minimum wage reaches \$11 and \$12 per hour.

The forecast for wage and salary employment growth was revised downward for 2017 and 2018, but starting from a higher base so that the employment level is higher than previously forecast. The new forecast reaches 618,800 in 2019 and remains at that level for 2020 and 2021. CPI was revised slightly upward for 2017, from 2.4 percent to 2.7 percent, while 2018 was revised down from 2.6 percent to 2.5 percent. The remaining years were left unchanged. Total personal income was revised down by 0.4 percentage points in 2017 following the release of preliminary 2016 actual data from the U.S. Bureau of Economic Analysis resulting in stronger than anticipated growth. The downward revision was driven in part by concerns that the three percent surtax would cause high income taxpayers to either shift income or delay capital gains realizations. The forecast for 2018 was left unchanged while the forecasts for 2019-2021 were revised upward by 0.1, 0.2, and 0.3 percentage points, respectively. Wage and salary income growth for 2016 was also much stronger than previously forecast. 2017 was revised downward by 0.7 percentage points and 2018 was revised downward by 0.2 percentage points. The forecasts for 2019-2021 were revised upward, with 2018-2021 growth rates held steady at 3.7 percent.

The table below provides the forecast's major indicators.

Calendar Years	2015	2016	2017	2018	2019	2020	2021
Wage & Salary Employment (Annual Percentage Change)							
CEFC Forecast 11/2016	0.8	0.7	0.4	0.2	0.0	0.0	0.0
CEFC Forecast 04/2017	0.9	1.1	0.1	0.1	0.0	0.0	0.0
Personal Income (Annual Percentage Change)							
CEFC Forecast 11/2016	3.7	3.6	3.6	3.6	3.4	3.4	3.5
CEFC Forecast 04/2017	3.7	3.7	3.2	3.6	3.5	3.6	3.8
Wage and Salary Income (Annual Percentage Change)							
CEFC Forecast 11/2016	4.1	4.1	3.9	3.9	3.6	3.5	3.5
CEFC Forecast 04/2017	4.1	4.5	3.2	3.7	3.7	3.7	3.7
CPI (Annual Percentage Change)							
CEFC Forecast 11/2016	0.1	1.7	2.4	2.6	2.3	2.5	2.4
CEFC Forecast 04/2017	0.1	1.3	2.7	2.5	2.3	2.5	2.4

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. Additionally, the Office of Policy and Management presented a summary of their analysis of the potential economic impacts of the three percent surtax for education that was passed by referendum in November 2016. This analysis is available online at:

http://www.maine.gov/economist/state/pub/3%20percent%20surtax_final%20report.pdf

Office of Policy and Management

Maine's real GDP increased 1.2% in the third quarter of 2016. This was the sixth consecutive quarter of real GDP growth. Personal income in Maine grew 4.1% from the first three quarters of 2015 to the first three quarters of 2016, while wage and salary income, which is the largest component of total personal income, grew 5.3% over the same period. This is stronger growth than the CEFC had forecast in November 2016. The debt-to-income level for Maine businesses and households continued to rise to new levels in the third quarter of 2016. The Consumer Price Index was up 2.7% in February 2017 from a year ago, boosted by recent increases in energy prices.

Nationwide, consumer sentiment has remained relatively stable in recent months with a slight bump up following the presidential election. The February 2017 level was up 5.0% from a year ago but down 2.2% from January 2017. Small business optimism also saw a post-election boost and is up 13.2% from a year ago.

The price of crude oil has begun increasing recently with prices in the fourth quarter of 2016 up 16.4% from the fourth quarter of 2015. As a result of the recent increases in crude oil prices, heating oil prices and gasoline prices have begun to tick up as well. Heating oil has risen to around \$2.32 per gallon while gasoline is currently averaging \$2.37 per gallon.

Motor vehicle registrations slowed in FY16, with a decline of 26% in new auto titles. However, a large increase in trailer titles (both new and used) resulted in a 5.9% year-over-year increase overall.

Existing single-family home sales in Maine were up 7.9% in January 2017 compared to the same month last year and housing permits for the February 2016 – January 2017 year were 40.3% higher than the previous 12-month period. The median home price in the Portland-South Portland Metropolitan Statistical Area (which encompasses all of York, Cumberland, and Sagadahoc counties) increased 7.1% year-over-year in the fourth quarter of 2016. Mortgage delinquency rates in Maine have been declining but remains higher than the national rate. The foreclosure rate in Maine was 0.37% in the third quarter of 2016 and has been above the national rate for sixteen of the past seventeen quarters.

Full background materials are available at:

<http://www.maine.gov/economist/state/forecast.html>

Maine Department of Labor

The labor market has tightened considerably over the last two years as job growth accelerated. The 3.2 percent unemployment rate in February was tied for the lowest since 1976. Unemployment has been below four percent 13 of the last 16 months, a run matched only two other times in the last four decades. The broadest measure of labor underutilization, known as U-6, averaged 8.7 percent in 2016, the second lowest figure in the 14 years this data has been available (U-6 includes those who want a job but didn't engage in work search, those working part-time who prefer full-time work, as well as the unemployed).

Tighter labor market conditions are having two positive effects that are likely related. Average wages, adjusted for inflation, have increased the last two years at the fastest rate in two decades, the result of rising competition for workers. This appears to be what has spurred an increase in labor force participation. The recent rise in participation in the labor force bucks the long-term downward trend due to the advancing population age structure that has been occurring since the early 2000s.

Throughout the recovery, job gains have paralleled declining unemployment. Today there are fewer unemployed than at any time since 2001, when the labor force was smaller. Private sector jobs reached an all-time high in 2016, led by growth in healthcare, hospitality, and construction. Total nonfarm jobs finished the year just shy of the 2007 peak because of large declines in the number of state and local government jobs since then.

In previous presentations to the Commission, Center for Workforce Research staff have warned that the advancing age structure of the population would limit job growth in the years ahead as many more people retire than young people age into the workforce. The faster rate of job growth in 2015 and 2016 appears to stem from a combination of higher labor force participation, relocation of thousands of people from the northern part of the state to the southern part where job opportunities are more plentiful, and possibly smaller working-age population declines than the U.S. Census Bureau has estimated. At this point, it is not clear if the acceleration in growth over the last two years is sustainable going forward.

The presentation is available at www.maine.gov/labor/cwri/publications/pdf/CEFC_March_2017.pdf.

Maine Revenue Services - Office of Tax Policy

February General Fund revenues were under budget by \$5.8 million or 3.6 percent. For the first eight months of fiscal year 2017, General Fund revenues are \$30 million over budget (+1.4 percent). Compared to the same eight-month period of last fiscal year, FY17 General Fund revenues are up by 3.2 percent (+\$68.2 million).

The holiday shopping season, combined November and December taxable sales, showed moderate growth of 5 percent year-over-year, with growth of 6 percent if the analysis is restricted to consumer sales. Adjusting for the expansion of sales tax to more food items would suggest that the holiday shopping season showed growth more in the 4 percent range compared to a year ago - about what was expected.

January taxable sales (February revenue) increased by 6.0 percent over a year ago. For the month, sales and use and service provider taxes combined were \$1.6 million over budget; \$4.7 million over budget year to date. Auto/transportation sales increased by 5.7 percent over last January and are up 5.6 percent year-over-year for the three-month period. Tourism-related sales, specifically those tied to restaurants and lodging, increased over last January, growing 1.3 percent and 3.7 percent, respectively. Other retail (7.4%), building supply (11.5%), and business operating (10.5%) were other sectors that performed well above the forecast for year-over-year growth.

Recent monthly sales tax surpluses have been supported by automobile sales exceeding expectations. If year-over-year auto sales growth flattens consistent with the December 2016 revenue forecast, then we would expect sales tax receipts to be closer to budgeted amounts over the remaining months of FY17. Preliminary March sales tax data indicates February sales were weak across all business sectors. The persistence of unseasonably cold, snowy weather will likely dampen spring shopping and push most spring clean-up purchases into April and May.

Individual income tax revenues were under budget in February by \$8.9 million, with withholding and refunds accounting for the monthly negative variance. Withholding underperformed for the third straight month and is 1 percent below last year for the first two months of the calendar year. We continue to monitor withholding receipts to better understand why they are running behind a year ago. Confusion over the 2017 withholding tables that initially resulted in over-withholding of taxpayers at the start of the calendar year, the introduction of the 3 percent surtax, an increase in the minimum wage, and tightening labor markets would have led one to expect withholding to exceed the relatively conservative forecast for January and February. There is some evidence that March withholding has rebounded, but will not likely be enough to cover the negative variance of \$18 million through February.

Individual income tax receipts in the December/January period provided mixed messages on the 2016 tax year. Much stronger final estimated payments would suggest that 2016 was a better than predicted year for capital gains, dividends, and business income. On the other hand, withholding growth has been consistently lower than projected. Limited information from other states and the federal government appear to show some shifting of income from 2016 into 2017 to take advantage of a potential federal income tax cut. At this point, there is some, albeit very limited, support that high-income Maine taxpayers may have shifted income into the end of 2016 to avoid the 3 percent surtax passed in November. April revenues will provide an abundance of information on the 2016 tax year and the first third of tax year 2017.

Macroeconomic Assumptions

Two different baseline economic forecasts were examined at the meeting: the Moody's Analytics baseline scenario for February 2017 and the IHS Economics baseline scenario for March 2017. Additionally, OPM provided two alternative scenarios based on demographic assumptions that limit employment growth to specific levels. Each forecast was based on a different set of national macroeconomic assumptions. The OPM scenarios were based on the Moody's Analytics baseline scenario with industry sector employment growth adjustments by OPM staff. These four forecasts were

then compared to the CEFC's November 2016 forecast. The key assumptions made by the CEFC are below.

- Maine population growth is likely to limit employment growth over the next few years, particularly as the baby boom generation continues to move into retirement age. The employment forecast adopted by the CEFC assumes some in-migration to Maine.
- The three percent surtax on incomes over \$200,000 and the increased minimum wage present the probability of out-migration as well as limitations on employment growth, but it is difficult to determine what the net effects will be, particularly given potential policy changes at the federal level. This forecast does take the new laws into consideration, but adjustments may need to be made as further policy changes become clear and actual data become available.
- Overall, 2016 saw strong growth both in terms of employment and income; this starts the 2017 forecast at a higher baseline level than was previously forecast. While the growth in 2016 is probably not sustainable, some momentum is likely to carry through to 2017.

Consensus Forecast

The CEFC members continued to believe that the Moody's forecast is overly optimistic in its employment projections for the state. Moody's has moderated its population forecast to a more reasonable level and IHS has brought its employment growth down to a more realistic scenario. 2016 saw very strong employment growth in Maine, bringing non-farm payrolls back to pre-recession levels. While some growth is expected to continue into 2017 and 2018, the demographics of the state still provide a limiting factor for employment growth in the remaining forecast years.

Employment growth rates, revised downward for 2017 and 2018 and left unchanged from the previous forecast for 2019-2021, targeted an employment level for 2021 that was somewhat higher than the pre-recession peak. Employment reaches a 0.0 percent growth level in 2019 and stays at that point through 2020 and 2021.

Wage and salary income growth for 2016 was considerably stronger than previously forecast, providing a higher baseline level for the forecast. 2017 was revised downward by 0.7 percentage points and 2018 was revised downward by 0.2 percentage points. The forecasts for 2019-2021 were revised upward, with 2018-2021 growth rates held steady at 3.7 percent.

The forecast for supplements to wages and salaries was left unchanged in 2017, followed by upward revisions of 0.5 percentage points in 2018 and 0.2 percentage points in each of the remaining years. The growth rates for nonfarm proprietors' income were left unchanged, but starting from a higher level in 2016. The forecast for dividends, interest, and rent was left unchanged in 2017, 2018, and 2021, with 2019 and 2020 revised upward by 0.4 and 0.2 percentage points, respectively, to match the Moody's baseline forecasts for those two years. The forecast for personal current transfer receipts was left unchanged for 2017-2019, with 2020 and 2021 revised upward by 0.5 and 0.6 percentage points, respectively, to account for increasing numbers of Maine's baby boom population receiving Social Security and Medicare.

The overall result for total personal income was a 0.4 percentage point revision downward for 2017, no change for 2018, and upward revisions of 0.1, 0.2, and 0.3 percentage points 2019, 2020, and 2021 respectively. The downward revision to the growth rate for 2017 was driven in part by concerns that the three percent surtax would cause high income taxpayers to either shift income or delay capital gains

realizations. The 2017 level is still higher than the previous forecast, however, due to the higher level in 2016.

The CEFC revised its forecast for inflation using the Consumer Price Index upward by 0.3 percentage points in 2017 and downward by 0.1 percentage points in 2018 while leaving the remaining years unchanged from the previous forecast.

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. While 2016 showed strong employment and income growth, there is little confidence that these growth rates will continue into future years, especially as the baby boom generation continues to move into retirement age.

The following page provides the full forecast.

Maine Consensus Economic Forecasting Commission

April 2017 Forecast

	History	Forecast					
	2015	2016^	2017	2018	2019	2020	2021
CPI-U* (Annual Change)	0.1%	1.3%	2.7%	2.5%	2.3%	2.5%	2.4%
CPI for Energy Prices** (Annual Change)	-16.7%	-6.4%	8.2%	5.1%	4.0%	6.3%	3.8%
Avg. Price of New Vehicles** (Annual Change)	2.1%	2.3%	5.7%	4.1%	3.7%	3.1%	2.8%
New Vehicle Registrations** (Annual Change)	3.3%	1.7%	-2.1%	-3.1%	-2.4%	-2.0%	-3.1%
Personal Savings Rate**	5.8%	5.9%	5.5%	6.3%	6.5%	6.7%	6.9%
Maine Unemployment Rate**	4.4%	3.8%	3.7%	3.6%	3.5%	3.5%	3.6%
3-Month Treasury Bill Rate**	0.05%	0.32%	0.89%	1.65%	2.51%	2.85%	2.85%
10-Year Treasury Note Rate**	2.14%	1.84%	2.65%	3.15%	3.84%	4.06%	4.06%
Before-Tax Corporate Profits* (Annual Change)	-5.5%	1.0%	3.0%	3.2%	4.8%	3.2%	3.5%
Maine Wage & Salary Employment* (thousands)	610.6	617.2	617.9	618.5	618.8	618.8	618.8
Natural Resources	2.4	2.3	2.3	2.3	2.2	2.2	2.2
Construction	26.6	27.4	27.3	27.3	27.3	27.5	27.7
Manufacturing	50.7	50.7	50.5	50.0	49.6	49.2	48.7
Trade/Trans./Public Utils.	119.7	120.6	121.0	121.8	122.1	122.1	121.9
Information	7.6	7.7	7.7	7.7	7.7	7.7	7.8
Financial Activities	30.7	31.0	30.8	30.5	30.1	29.7	29.3
Prof. & Business Services	64.8	65.5	65.8	65.9	66.0	66.0	66.2
Education & Health Services	123.1	125.2	125.9	126.4	127.0	128.1	129.3
Leisure & Hospitality Services	64.1	65.3	65.3	65.4	65.3	65.1	64.8
Other Services	21.4	21.7	21.6	21.4	21.3	21.1	20.9
Government	99.5	99.9	99.8	100.0	100.0	100.1	100.1
Maine Wage & Salary Employment* (Annual Change)	0.8%	1.1%	0.1%	0.1%	0.0%	0.0%	0.0%
Natural Resources	-1.0%	-5.9%	-0.3%	-0.3%	-0.4%	-0.5%	-0.5%
Construction	1.7%	3.0%	-0.4%	0.0%	0.2%	0.5%	0.8%
Manufacturing	0.6%	0.1%	-0.5%	-0.9%	-0.8%	-0.9%	-1.0%
Trade/Trans./Public Utils.	0.4%	0.7%	0.4%	0.6%	0.3%	0.0%	-0.2%
Information	1.6%	1.2%	-0.2%	-0.6%	0.0%	0.2%	0.8%
Financial Activities	0.5%	0.9%	-0.4%	-1.2%	-1.2%	-1.3%	-1.3%
Prof. & Business Services	1.6%	1.1%	0.4%	0.2%	0.2%	0.0%	0.2%
Education & Health Services	1.4%	1.6%	0.6%	0.4%	0.5%	0.8%	1.0%
Leisure & Hospitality Services	1.3%	1.8%	0.0%	0.2%	-0.1%	-0.4%	-0.4%
Other Services	1.0%	1.7%	-0.5%	-0.7%	-0.7%	-0.9%	-1.0%
Government	-0.3%	0.4%	-0.1%	0.1%	0.1%	0.1%	0.0%
	2015	2016	2017	2018	2019	2020	2021
Personal Income* (\$ million)	56,894	59,005	60,867	63,045	65,248	67,603	70,187
Wages & Salaries*	26,833	28,052	28,949	30,020	31,131	32,283	33,477
Supplements to Wages & Salaries*	6,677	6,921	7,133	7,354	7,589	7,840	8,091
Nonfarm Proprietors' Income*	4,041	4,256	4,426	4,601	4,733	4,874	5,043
Farm Proprietors' Income**	0	0	-6	-4	-3	-1	0
Dividends, Interest, & Rent*	10,090	10,257	10,503	10,713	10,959	11,201	11,514
Dividends	2,939	2,903	2,899	2,989	3,047	3,066	3,110
Interest	4,519	4,564	4,695	4,857	5,140	5,437	5,733
Rent	2,631	2,790	2,909	2,869	2,773	2,699	2,671
Personal Current Transfer Receipts*	12,833	13,221	13,781	14,436	15,128	15,900	16,711
Less: Contributions for Social Ins.**	4,490	4,665	4,883	5,039	5,270	5,492	5,662
Adjustment for Residence**	909	964	963	964	979	999	1,013
Personal Income* (Annual Change)	3.7%	3.7%	3.2%	3.6%	3.5%	3.6%	3.8%
Wages & Salaries*	4.1%	4.5%	3.2%	3.7%	3.7%	3.7%	3.7%
Supplements to Wages & Salaries*	3.7%	3.7%	3.1%	3.1%	3.2%	3.3%	3.2%
Nonfarm Proprietors' Income*	3.3%	5.3%	4.0%	3.9%	2.9%	3.0%	3.5%
Farm Proprietors' Income**	***	***	***	***	***	***	***
Dividends, Interest, & Rent*	2.9%	1.7%	2.4%	2.0%	2.3%	2.2%	2.8%
Dividends	2.6%	-1.2%	-0.1%	3.1%	1.9%	0.6%	1.4%
Interest	0.0%	1.0%	2.9%	3.4%	5.8%	5.8%	5.5%
Rent	8.8%	6.0%	4.3%	-1.4%	-3.4%	-2.6%	-1.0%
Personal Current Transfer Receipts*	4.0%	3.0%	4.2%	4.7%	4.8%	5.1%	5.1%
Less: Contributions for Social Ins.**	4.8%	3.9%	4.7%	3.2%	4.6%	4.2%	3.1%
Adjustment for Residence**	6.5%	6.0%	-0.1%	0.1%	1.6%	2.0%	1.4%

^2016 preliminary actuals for employment, income, and CPI

*CEFC Forecast

**From IHS Economics (Mar. 2016), OPM Low Pop Scenario and Moody's Analytics Baseline

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

***Farm Proprietors' income was negative from 2015 to 2020



APPENDIX F

Maine Revenue Services **Recommendations**

Table of Contents

Summary Maine Revenue Services Recommendations
Revenue Update Through March 2017

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

	<u>FY2017</u>	<u>FY2018</u>	<u>FY2019</u>	<u>Biennium</u>	<u>FY2020</u>	<u>FY2021</u>	<u>Biennium</u>
Sales & Use Tax	(\$2,000,000)	\$23,000,000	\$19,000,000	\$42,000,000	\$12,500,000	\$11,500,000	\$24,000,000
Individual Income Tax	(\$15,900,000)	(\$18,600,000)	(\$21,700,000)	(\$40,300,000)	(\$19,200,000)	(\$24,700,000)	(\$43,900,000)
Corporate Income Tax	\$3,000,000	\$0	\$0	\$0	\$0	\$0	\$0
Transfers to Education Fund	\$0	\$5,100,000	\$10,400,000	\$15,500,000	\$10,600,000	\$11,000,000	\$21,600,000
Telecommunications Excise Tax	(\$250,000)	(\$250,000)	(\$250,000)	(\$500,000)	(\$250,000)	(\$250,000)	(\$500,000)
Real Estate Transfer Tax	(\$900,000)	(\$650,000)	(\$325,000)	(\$975,000)	(\$750,000)	(\$900,000)	(\$1,650,000)
<hr/>							
Total Adjustments to Current Forecast	(\$16,050,000)	\$8,600,000	\$7,125,000	\$15,725,000	\$2,900,000	(\$3,350,000)	(\$450,000)
General Fund	(\$15,752,000)	\$8,410,000	\$6,971,000	\$15,381,000	\$2,705,000	(\$3,240,000)	(\$535,000)
Local Government Fund	(\$298,000)	\$190,000	\$154,000	\$344,000	\$195,000	(\$110,000)	\$85,000

Department of Administrative and Financial Services
Maine Revenue Services
Office of Tax Policy

28-Apr-17
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STATE OF MAINE

Undedicated Revenues - General Fund
For the Ninth Month Ended March 31, 2017
For the Fiscal Year Ending June 30, 2017
Comparison to Budget

EXHIBIT I

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6-30-2017
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	
Sales and Use Tax	82,244,599	84,980,873	(2,736,274)	(3.2%)	1,022,946,579	1,021,252,806	1,693,773	0.2%	1,334,011,722
Service Provider Tax	4,550,017	4,700,000	(149,983)	(3.2%)	44,887,334	44,769,493	117,841	0.3%	59,149,448
Individual Income Tax	42,984,008	44,224,011	(1,240,003)	(2.8%)	1,028,727,410	1,022,786,760	5,940,650	0.6%	1,530,248,976
Corporate Income Tax	14,176,561	28,450,000	(14,273,439)	(50.2%)	98,864,523	104,003,192	(5,138,669)	(4.9%)	161,093,471
Cigarette and Tobacco Tax	13,904,030	10,641,614	3,262,416	30.7%	105,739,953	104,150,048	1,589,905	1.5%	139,179,000
Insurance Companies Tax	14,207,169	15,190,283	(983,114)	(6.5%)	31,353,065	29,323,357	2,029,708	6.9%	76,700,000
Estate Tax	423,177	944,000	(520,823)	(55.2%)	11,839,883	13,547,262	(1,707,379)	(12.6%)	16,378,323
Fines, Forfeits & Penalties	2,526,589	1,841,351	685,238	37.2%	14,327,650	15,535,934	(1,208,284)	(7.8%)	22,237,275
Income from Investments	320,436	112,440	207,996	185.0%	2,222,354	1,259,516	962,838	76.4%	1,707,976
Transfer from Lottery Commission	4,262,144	4,223,073	39,071	0.9%	41,765,695	41,175,003	590,692	1.4%	54,900,000
Transfers for Tax Relief Programs	(3,805,974)	(1,110,000)	(2,695,974)	(242.9%)	(62,045,591)	(64,160,000)	2,114,409	3.3%	(64,448,340)
Transfer to Municipal Revenue Sharing	(2,714,075)	(2,835,201)	121,126	4.3%	(46,886,135)	(46,510,456)	(375,679)	(0.8%)	(65,484,234)
Other Taxes and Fees	18,486,361	18,030,331	456,030	2.5%	110,482,595	107,844,224	2,638,371	2.4%	142,973,133
Other Revenues	4,116,402	3,501,476	614,926	17.6%	(154,991)	(3,660,291)	3,505,300	95.8%	21,603,304
Total Collected	195,681,444	212,894,251	(17,212,807)	(8.1%)	2,404,070,325	2,391,316,848	12,753,477	0.5%	3,430,250,054

NOTES: (1) Included in the above is \$2,714,075 for the month and \$46,886,135 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 2016, including PL 2015 c. 481 and Initiated Bill 2015 c. 4.

(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 Ninth Month Ended March 31, 2017 and 2016
For the Fiscal Years Ending June 30, 2017 and 2016
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	82,244,599	82,729,634	(485,035)	(0.6%)	1,022,946,579	965,531,872	57,414,707	5.9%
Service Provider Tax	4,550,017	4,325,661	224,357	5.2%	44,887,334	35,197,631	9,689,703	27.5%
Individual Income Tax	42,984,008	56,651,465	(13,667,456)	(24.1%)	1,028,727,410	1,063,366,313	(34,638,903)	(3.3%)
Corporate Income Tax	14,176,561	24,818,097	(10,641,536)	(42.9%)	98,864,523	76,065,315	22,799,208	30.0%
Cigarette and Tobacco Tax	13,904,030	11,042,155	2,861,875	25.9%	105,739,953	105,776,093	(36,140)	(0.0%)
Insurance Companies Tax	14,207,169	15,094,218	(887,050)	(5.9%)	31,353,065	29,560,395	1,792,671	6.1%
Estate Tax	423,177	736,313	(313,136)	(42.5%)	11,839,883	17,072,384	(5,232,501)	(30.6%)
Fines, Forfeits & Penalties	2,526,589	1,584,612	941,977	59.4%	14,327,650	15,408,003	(1,080,353)	(7.0%)
Income from Investments	320,436	107,825	212,611	197.2%	2,222,354	809,396	1,412,959	174.6%
Transfer from Lottery Commission	4,262,144	4,494,763	(232,619)	(5.2%)	41,765,695	44,588,607	(2,822,912)	(6.3%)
Transfers for Tax Relief Programs	(3,805,974)	(11,945,434)	8,139,460	68.1%	(62,045,591)	(62,713,194)	667,603	1.1%
Transfer to Municipal Revenue Sharing	(2,714,075)	(2,339,901)	(374,174)	(16.0%)	(46,886,135)	(48,660,194)	1,774,059	3.6%
Other Taxes and Fees	18,486,361	19,659,442	(1,173,081)	(6.0%)	110,482,595	106,293,543	4,189,052	3.9%
Other Revenues	4,116,402	1,745,086	2,371,316	135.9%	(154,991)	610,827	(765,818)	(125.4%)
Total Collected	195,681,444	208,703,937	(13,022,492)	(6.2%)	2,404,070,325	2,348,906,990	55,163,335	2.3%

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 Ninth Month Ended March 31, 2017
For the Fiscal Year Ending June 30, 2017
Comparison to Budget

EXHIBIT III

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6-30-2017
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	
Detail of Other Taxes & Fees									
0100s All Others	3,298,213	3,473,714	(175,501)	(5.1%)	27,819,374	29,531,506	(1,712,132)	(5.8%)	35,342,780
0300s Aeronautical Gas Tax	18,746	19,159	(413)	(2.2%)	208,638	206,071	2,567	1.2%	270,355
0400s Alcohol Excise Tax	1,212,518	1,118,252	94,266	8.4%	14,199,174	13,431,703	767,471	5.7%	18,061,850
0700s Corporation Taxes	1,399,610	1,580,679	(181,070)	(11.5%)	4,246,064	3,479,035	767,029	22.0%	9,088,649
0800s Public Utilities	6,205,397	6,500,000	(294,603)	(4.5%)	6,248,478	6,500,000	(251,522)	(3.9%)	6,500,000
1000s Banking Taxes	3,058,500	2,195,990	862,510	39.3%	22,012,036	20,263,920	1,748,116	8.6%	26,851,990
1100s Alcoholic Beverages	629,423	385,004	244,419	63.5%	5,307,170	3,621,079	1,686,091	46.6%	5,053,838
1200s Amusements Tax	-	-	-	-	-	-	-	-	-
1300s Harness Racing Pari-mutuel	830,852	674,087	156,765	23.3%	6,398,104	6,369,046	29,058	0.5%	8,578,779
1400s Business Taxes	1,107,016	1,008,275	98,741	9.8%	8,291,820	8,818,214	(526,395)	(6.0%)	12,647,814
1500s Motor Vehicle Licenses	318,224	251,922	66,302	26.3%	3,203,552	3,490,339	(286,787)	(8.2%)	4,281,202
1700s Inland Fisheries & Wildlife	365,670	788,740	(423,070)	(53.6%)	12,206,809	11,813,200	393,609	3.3%	15,878,217
1900s Other Licenses	42,191	34,509	7,682	22.3%	341,376	320,111	21,265	6.6%	417,659
Total Other Taxes & Fees	18,486,361	18,030,331	456,030	2.5%	110,482,595	107,844,224	2,638,371	2.4%	142,973,133
Detail of Other Revenues									
2200s Federal Revenues	25,111	32,917	(7,806)	(23.7%)	203,044	296,250	(93,206)	(31.5%)	395,000
2300s County Revenues	-	-	-	-	-	-	-	-	-
2400s Revenues from Cities and Towns	32,697	36,984	(4,287)	(11.6%)	96,019	153,945	(57,926)	(37.6%)	277,996
2500s Revenues from Private Sources	167,518	131,219	36,299	27.7%	1,148,387	1,254,539	(106,152)	(8.5%)	1,620,000
2600s Current Service Charges	2,345,602	2,540,011	(194,409)	(7.7%)	20,080,180	20,371,348	(291,168)	(1.4%)	25,564,726
2700s Transfers from Other Funds	1,540,612	760,345	780,267	102.6%	(21,924,006)	(25,788,001)	3,863,995	15.0%	(6,388,018)
2800s Sales of Property & Equipment	4,862	-	4,862	-	241,384	51,628	189,756	367.5%	133,600
Total Other Revenues	4,116,402	3,501,476	614,926	17.6%	(154,991)	(3,660,291)	3,505,300	95.8%	21,603,304

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 Ninth Month Ended March 31, 2017 and 2016
For the Fiscal Years Ending June 30, 2017 and 2016
Comparison to Prior Year

EXHIBIT IV

	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 & Fees</u>								
0100s All Others	3,298,213	3,480,324	(182,111)	(5.2%)	27,819,374	26,975,072	844,303	3.1%
0300s Aeronautical Gas Tax	18,746	19,162	(416)	(2.2%)	208,638	203,677	4,961	2.4%
0400s Alcohol Excise Tax	1,212,518	1,162,886	49,633	4.3%	14,199,174	13,907,734	291,440	2.1%
0700s Corporation Taxes	1,399,610	1,838,173	(438,564)	(23.9%)	4,246,064	4,029,733	216,332	5.4%
0800s Public Utilities	6,205,397	6,575,681	(370,284)	(5.6%)	6,248,478	6,541,432	(292,954)	(4.5%)
1000s Banking Taxes	3,058,500	2,705,150	353,350	13.1%	22,012,036	22,055,980	(43,944)	(0.2%)
1100s Alcoholic Beverages	629,423	502,676	126,747	25.2%	5,307,170	3,663,902	1,643,268	44.9%
1200s Amusements Tax	-	-	-	-	-	-	-	-
1300s Harness Racing Pari-mutuel	830,852	829,673	1,180	0.1%	6,398,104	6,645,174	(247,070)	(3.7%)
1400s Business Taxes	1,107,016	1,604,578	(497,562)	(31.0%)	8,291,820	7,181,012	1,110,808	15.5%
1500s Motor Vehicle Licenses	318,224	336,787	(18,563)	(5.5%)	3,203,552	3,188,723	14,829	0.5%
1700s Inland Fisheries & Wildlife	365,670	566,160	(200,490)	(35.4%)	12,206,809	11,552,139	654,671	5.7%
1900s Other Licenses	42,191	38,192	3,999	10.5%	341,376	348,967	(7,591)	(2.2%)
Total Other Taxes & Fees	18,486,361	19,659,442	(1,173,081)	(6.0%)	110,482,595	106,293,543	4,189,052	3.9%
<u>Detail of Other Revenues</u>								
2200s Federal Revenues	25,111	38,150	(13,039)	(34.2%)	203,044	281,351	(78,307)	(27.8%)
2300s County Revenues	-	-	-	-	-	-	-	-
2400s Revenues from Cities and Towns	32,697	29,493	3,204	10.9%	96,019	124,160	(28,140)	(22.7%)
2500s Revenues from Private Sources	167,518	138,233	29,285	21.2%	1,148,387	1,291,516	(143,129)	(11.1%)
2600s Current Service Charges	2,345,602	1,995,954	349,649	17.5%	20,080,180	18,868,602	1,211,578	6.4%
2700s Transfers from Other Funds	1,540,612	(461,856)	2,002,467	433.6%	(21,924,006)	(20,043,602)	(1,880,404)	(9.4%)
2800s Sales of Property & Equipment	4,862	5,112	(250)	(4.9%)	241,384	88,800	152,584	171.8%
Total Other Revenues	4,116,402	1,745,086	2,371,316	135.9%	(154,991)	610,827	(765,818)	(125.4%)

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 Ninth Month Ended March 31, 2017
For the Fiscal Year Ending June 30, 2017
Comparison to Budget

EXHIBIT V

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6-30-2017
	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	Actual	Budget	Variance Over/(Under)	Percent Over/(Under)	
Fuel Taxes	16,324,133	16,354,059	(29,926)	(0.2%)	172,072,819	171,233,904	838,915	0.5%	224,110,357
Motor Vehicle Registration & Fees	8,388,032	7,133,283	1,254,749	17.6%	65,381,524	61,813,382	3,568,142	5.8%	85,984,415
Motor Vehicle Inspection Fees	164,538	293,543	(129,005)	(43.9%)	2,504,895	2,756,875	(251,981)	(9.1%)	2,982,500
Miscellaneous Taxes & Fees	103,664	100,248	3,416	3.4%	988,410	908,687	79,723	8.8%	1,280,229
Fines, Forfeits & Penalties	52,842	62,121	(9,279)	(14.9%)	566,487	583,771	(17,284)	(3.0%)	739,039
Earnings on Investments	19,599	46,197	(26,598)	(57.6%)	222,411	466,680	(244,269)	(52.3%)	585,484
All Other	484,871	541,561	(56,690)	(10.5%)	7,406,416	8,165,130	(758,714)	(9.3%)	9,959,100
Total Collected	25,537,678	24,531,012	1,006,666	4.1%	249,142,962	245,928,429	3,214,533	1.3%	325,641,124

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 Ninth Month Ended March 31, 2017 and 2016
For the Fiscal Years Ending June 30, 2017 and 2016
Comparison to Prior Year

EXHIBIT VI

	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	16,324,133	16,323,338	795	0.0%	172,072,819	169,267,616	2,805,203	1.7%
Motor Vehicle Registration & Fees	8,388,032	7,788,134	599,897	7.7%	65,381,524	65,938,828	(557,304)	(0.8%)
Motor Vehicle Inspection Fees	164,538	232,592	(68,054)	(29.3%)	2,504,895	2,742,896	(238,002)	(8.7%)
Miscellaneous Taxes & Fees	103,664	112,392	(8,728)	(7.8%)	988,410	1,221,326	(232,916)	(19.1%)
Fines, Forfeits & Penalties	52,842	69,332	(16,491)	(23.8%)	566,487	586,805	(20,318)	(3.5%)
Earnings on Investments	19,599	15,252	4,347	28.5%	222,411	143,784	78,628	54.7%
All Other	484,871	502,703	(17,833)	(3.5%)	7,406,416	7,849,170	(442,753)	(5.6%)
Total Collected	25,537,678	25,043,743	493,935	2.0%	249,142,962	247,750,424	1,392,538	0.6%

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

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

	Feb. '17	% Ch.	Feb. '16	% Ch.	Feb. '15	Average Last 3 Mos. Vs. Last Yr. % Change	Moving Total Last 12 Mos. Vs. Prior % Change	YTD Growth CY'17 vs. '16 Thru. Feb. % Change
Building Supply	\$130,145.7	-3.0%	\$134,168.9	22.6%	\$109,444.2	2.3%	4.4%	4.9%
Food Store	\$158,246.6	3.4%	\$152,985.6	25.0%	\$122,424.7	10.9%	22.1%	4.7%
General Merchandise	\$209,205.0	-7.5%	\$226,244.0	14.1%	\$198,331.5	0.4%	4.8%	-2.6%
Other Retail	\$147,818.9	-0.5%	\$148,589.4	12.3%	\$132,284.9	2.3%	6.4%	3.5%
Auto/Transportation	\$304,966.4	-6.0%	\$324,475.1	9.2%	\$297,152.9	2.0%	2.1%	-0.4%
Restaurant	\$157,259.2	-2.2%	\$160,785.3	12.9%	\$142,389.3	1.1%	4.8%	-0.1%
Lodging	\$24,391.1	4.7%	\$23,287.6	16.6%	\$19,976.3	4.8%	9.5%	4.3%
Consumer Sales	\$1,132,032.9	-3.3%	\$1,170,535.9	14.5%	\$1,022,003.8	2.7%	6.3%	1.1%
Business Operating	\$160,412.9	5.7%	\$151,792.7	-8.0%	\$164,946.2	4.0%	2.2%	8.4%
Total	\$1,292,445.8	-2.3%	\$1,322,328.6	11.4%	\$1,186,950.0	2.9%	5.8%	1.9%
Utilities	\$105,964.5	-5.9%	\$112,574.3	4.9%	\$107,351.4			
Total plus Utilities	\$1,398,410.3	-2.5%	\$1,434,902.9	10.9%	\$1,294,301.4			