



FISCAL NEWS

MONTHLY NEWSLETTER OF THE OFFICE OF FISCAL AND PROGRAM REVIEW

2015 NUMBER 4

Volume 9 Number 4

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The Office of Fiscal and Program Review (OFPR) is a nonpartisan staff office of the Legislative Council providing budget, tax and general fiscal research and analysis for the Maine State Legislature.



Summary

General Fund revenue was under budget by \$20.7 million (9.4%) for March, but still over budget for the fiscal year through March by \$21.7 million (1.0%). Highway Fund revenue was over budget by \$3.1 million (14.6%) in March and by \$3.9 million (1.8%) for the fiscal year through March. The average balance in the cash pool in March dropped to \$562.8 million from \$675.4 million in February. March is generally the low point for cash balances in the fiscal year, before the usual recovery in late April from income tax payments. The average balance for March was still well above both last year's balance for March and the ten-year average for March.

The State received its FY 2015 Tobacco Settlement Payments in three installments in April, totaling \$48.8 million. These payments are deposited in the Fund for a Healthy Maine (FHM). There was some concern regarding the amount and timing of the FY 2015 payments, but with a third payment (\$5.1 million) arriving some two weeks after the first payment, the total received was just under budgeted amounts.

The Revenue Forecasting Committee (RFC) met on April 29th to update its revenue forecast using the new April economic forecast of the Consensus Economic Forecasting Commission (CEFC), updated federal income tax data and updated actual revenue experience, including preliminary data from the important April individual income tax filings. In the RFC's report issued May 1st, General Fund revenue estimates were revised upward by \$22.1 million for the current fiscal year, downward by \$32.3 million for FY 2016 and upward by \$3.1 million for FY 2017 (for a net decrease of \$7.1 million for the three year period). The RFC also made modest adjustments to its Highway Fund and Fund for a Healthy Maine revenue forecasts.

The State's operating expenditures decreased by 8.5% over the first 3 quarters of FY 2015 compared to the same period in FY 2014, but after adjusting for the significant one-time \$490.2 million payment for hospital settlements payment made in FY 2014, expenditures in the operating funds for FY 2015 increased by 0.4%.

Maine Public Employees Retirement System (MainePERS) investments were up 1.8% for the quarter ending March 31, 2015 and by 5.6% over the past year. The total plan assets increased approximately \$0.3 billion over the past 12 month period, from \$12.3 billion as of March 31, 2014 to \$12.6 billion as of March 31, 2015.

Total MaineCare weekly cycle spending (state and federal dollars) continued to trend up in recent months compared to spending for a comparable period last fiscal year. Even with the increase in overall spending, General Fund MaineCare spending appears to be staying close to FY 2014 levels. Overall MaineCare caseload increased in March for the first time since July of 2013, with recent declines in caseload for individuals losing their transitional coverage appearing to have stabilized in March.



General Fund Revenue Update

Total General Fund Revenue - FY 2015 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
March	\$221.2	\$200.5	(\$20.7)	-9.4%	\$213.8	-6.2%
FYTD	\$2,109.3	\$2,131.0	\$21.7	1.0%	\$1,978.8	7.7%

General Fund revenue was under budget by \$20.7 million (9.4%) for the month of March, but still over budget for the fiscal year through March by \$21.7 million (1.0%).

Individual income tax revenue was \$15.0 million under budget for the month driven largely by tax refunds that were \$19.6 million higher than budgeted. This appears to be mostly due to a timing issue as refunds in February were \$49.1 million lower than budgeted. Corporate income tax revenue was \$14.2 million under budget for

the fiscal year to date through March, reflecting refunds for 2013 final corporate returns having largely been processed. As expected, this line was adjusted downward in the May 2015 forecast. The sales and use tax category came in \$2.6 million under budget for the month but continues to track close to budget for the fiscal year to date. March sales and use tax revenue (February sales) appears to have been negatively affected by the weather as it was in previous months. February sales were slow nationally but are expected to rebound in March.

Highway Fund Revenue Update

Total Highway Fund Revenue - FY 2015 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
March	\$21.6	\$24.7	\$3.1	14.6%	\$23.4	5.4%
FYTD	\$217.7	\$221.6	\$3.9	1.8%	\$218.5	1.4%

Highway Fund revenue was over budget by \$3.1 million (14.6%) in March and by \$3.9 million (1.8%) for the fiscal year through March.

Fuel taxes were over budget by \$1.1 million mainly because timing issues resulted in \$0.6 million less in refunds being issued than budgeted. Long-term trailer

registration fees were over budget by \$2 million in March due mostly to the same timing issues as last month. These revenues are over budget for the fiscal year to date by \$2.4 million and, as expected, were adjusted upward in the May 2015 forecast.

Tobacco Settlement Payment Update

April Tobacco Settlement Payments (TSPs) that accrue to the Fund for a Healthy Maine (FHM), totaled \$48.8 million which is slightly less than budgeted for the year. The State received its payments in three installments this year. There was some concern regarding the amount and timing of the April payments because a third payment (\$5.1 million) did not arrive until two weeks after the first payment. The continued lack of detailed

information about Maine's TSPs for FY 2014 and FY 2015 led the RFC in its May 2015 forecast to leave the TSP forecast for the next four years at the levels assumed in the December 2014 forecast. The RFC indicated it will review additional information about the FY 2014 and FY 2015 payments as it develops the December 2015 revenue forecast.

Revenue Forecast Update

The Revenue Forecasting Committee (RFC) met on April 29th to revise its forecast based on the updated economic forecast and a review of recent experience. During the first regular session years, the RFC's mid-session reporting date is May 1st to allow the RFC to capture critical individual income tax revenue data from the April 15th filing deadline. The table below summarizes the changes to the current forecast for each of the funds forecast by the RFC. The RFC May 2015 report is available at: http://www.maine.gov/legis/ofpr/revenue_forecasting_committee/current/index.htm

Most critical at this time to the Legislature are the changes in the three fiscal years that affect the current "budget window" that must be balanced: the current fiscal year and the next biennium. For the General Fund, the May 2015 forecast reduced budgeted resources by a total of \$7.1 million over that period: upward by \$22.1 million in the current fiscal year, downward by \$32.3 million in FY 2016 and upward by \$3.1 million in FY 2017.

**Revenue Forecast Update (Continued)****Summary of May 2015 Revenue Revisions****General Fund Summary (Millions of \$'s)**

	FY14	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$3,113.5	\$3,276.8	\$3,174.8	\$3,305.4	\$3,413.9	\$3,527.5
Annual % Growth	0.6%	5.2%	-3.1%	4.1%	3.3%	3.3%
Net Increase (Decrease)	\$0.0	\$22.1	(\$32.3)	\$3.1	\$5.6	\$19.0
Revised Forecast	\$3,113.5	\$3,298.9	\$3,142.5	\$3,308.4	\$3,419.5	\$3,546.5
Annual % Growth	0.6%	6.0%	-4.7%	5.3%	3.4%	3.7%

Highway Fund Summary (Millions of \$'s)

	FY14	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$317.1	\$316.0	\$319.0	\$322.6	\$325.7	\$328.7
Annual % Growth	-0.5%	-0.3%	1.0%	1.1%	1.0%	1.0%
Net Increase (Decrease)	\$0.0	\$0.6	\$0.4	\$0.5	\$0.5	\$0.5
Revised Forecast	\$317.1	\$316.6	\$319.5	\$323.1	\$326.1	\$329.2
Annual % Growth	-0.5%	-0.1%	0.9%	1.1%	1.0%	0.9%

Fund for a Healthy Maine Summary (Millions of \$'s)

	FY14	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$60.6	\$53.3	\$53.9	\$52.9	\$48.5	\$47.6
Annual % Growth	18.8%	-12.1%	1.2%	-1.8%	-8.3%	-1.8%
Net Increase (Decrease)	\$0.0	(\$0.1)	\$0.1	\$0.1	\$0.1	\$0.1
Revised Forecast	\$60.6	\$53.1	\$54.0	\$53.0	\$48.6	\$47.7
Annual % Growth	18.8%	-12.3%	1.6%	-1.8%	-8.3%	-1.8%

Medicaid/MaineCare Dedicated Revenue Taxes Summary (Millions of \$'s)

	FY14	FY15	FY16	FY17	FY18	FY19
Current Forecast	\$168.6	\$171.5	\$171.9	\$171.9	\$171.9	\$171.9
Annual % Growth	10.0%	1.7%	0.2%	0.0%	0.0%	0.0%
Net Increase (Decrease)	\$0.0	(\$0.3)	(\$0.3)	(\$0.3)	(\$0.3)	(\$0.3)
Revised Forecast	\$168.6	\$171.2	\$171.7	\$171.7	\$171.7	\$171.7
Annual % Growth	10.0%	1.6%	0.2%	0.0%	0.0%	0.0%

The RFC made significant changes to two major revenue lines - individual and corporate income taxes. The individual income tax forecast was increased \$51.3 million for FY 2015, \$6.6 million for FY 2016 and \$33.1 million for FY 2017. The new individual income tax forecast recognized the strong performance of April 2015 final and estimated payments. Final payments increased by 10.5% over last April and the first estimated payment of 2015 increased by 37.7%. The percentage increase in the first estimated payment is well above any other in the last 15 years and is not easily explainable. Given the lack of information at this time, the RFC assumed the April surplus on estimated payments was a timing issue that will be reversed through lower estimated payments later in the calendar year. As a result of this cautious assumption, FY 2016 individual income tax receipts were essentially unchanged in the May 2015 forecast.

The RFC reduced the corporate income tax forecast by \$18.8 million for FY 2015, by \$37.1 million for FY 2016 and by \$28.2 million for FY 2017. Final information on the 2013 tax year showed that corporate liability was \$23 million below the December 2014 forecast. The 2013 tax year is the jumping-off point for this revenue forecast. In addition, approximately \$15 million of refunds associated with the 2012 tax year are expected to be

settled by Maine Revenue Services (MRS) and corporate taxpayers early in FY 2016. The RFC also indicated a slightly less optimistic forecast by the CEFC of corporate profits drove a portion of the out year downward adjustments in this revenue line.

Major non-tax adjustments in the May 2015 RFC forecast included: a negative adjustment to the Transfer from Lottery Commission line as a result of "sluggish" sales for draw games not offset by "healthy" instant game sales; a positive adjustment to the Finance Industry Fees line reflecting an increase in security issuer registration fee revenue; and an increase in the Transfer to Maine Milk Pool line (a negative impact on the General Fund) for all years based on the latest estimates of milk prices.

Highway Fund revenue estimates were revised upward by \$646.9 thousand in the current fiscal year, by \$447.3 thousand for FY 2016 and by \$494.6 thousand for FY 2017 (\$941.9 thousand over the 2016-2017 biennium). With no estimated change in total motor fuel tax revenue (gasoline and special fuel), the changes in the Highway Fund projections are largely driven by an estimated increase in long-term trailer registration fees. Overall growth in Highway Fund revenue is estimated to be approximately 1% per year for the next four years.



Fund for a Healthy Maine revenue estimates were revised downward by \$134.9 thousand in the current fiscal year and upward by \$66.1 thousand for FY 2016 and by \$64.5 thousand for FY 2017. The continued lack of detailed information about Maine's Tobacco Settlement Payments for FY 2014 and FY 2015 led the

RFC to leave the TSP forecast for the next four years at the levels assumed in the December 2014 forecast. Additional information about the FY 2014 and FY 2015 payments will be reviewed for the December 2015 forecast.

Cash Update

The average balance in the cash pool in March dropped to \$562.8 million from \$675.4 million in February. March is generally the low point for cash balances in the fiscal year, before the usual recovery in late April from income tax payments.

March's total cash balance of \$562.8 million was well above both last March's balance of \$360.2 million and the ten-year average for March of \$399.9 million. General Fund internal borrowing increased in March to \$202.4 million from \$113.0 million in February but was significantly lower than last March's borrowing of \$282.4 million. The average Highway Fund balance of \$56.2 million in March was slightly above February's average of \$54.2 million and was higher than last March's balance of \$43.0 million.

Summary of Treasurer's Cash Pool

March Average Daily Balances

(\$'s Millions)

	2014	2015
General Fund (GF) Total	\$15.3	\$15.9
General Fund (GF) Detail:		
Budget Stabilization Fund	\$59.8	\$68.3
Reserve for Operating Capital	\$2.6	\$4.9
Tax Anticipation Notes	\$0.0	\$0.0
Internal Borrowing	\$282.4	\$202.4
Other General Fund Cash	(\$329.5)	(\$259.7)
Other Spec. Rev. - Interest to GF	\$12.8	\$34.5
Other State Funds - Interest to GF	\$22.5	\$33.8
Highway Fund	\$43.0	\$56.2
Other Spec. Rev. - Retaining Interest	\$27.2	\$77.8
Other State Funds	\$138.9	\$231.9
Independent Agency Funds	\$100.6	\$112.8
Total Cash Pool	\$360.2	\$562.8

State Expenditure Update

The State's Operating Funds expenditures decreased by \$470.2 million or 8.5% for the first 3 quarters of FY 2015 compared with the same period in FY 2014. This unusual decrease was largely due to the \$490.2 million hospital settlement payments in September of 2014 funded by the proceeds of the liquor revenue bonds. If these one-time payments are subtracted from the totals in Other Special Revenue Funds and Federal Funds, total Operating Funds expenditures increased by \$20.0 million or 0.4%.

General Fund expenditures increased by \$7.7 million (0.3%) through the 3rd quarter of FY 2015 compared to the first 3 quarters of FY 2014. Increases in General Fund spending for the Department of Corrections (+\$8.6 million; 8.2%) and the Department of Health and Human Services (+\$4.7 million; 0.6%) were partially offset by decreases in the Department of Education (-\$5.9 million; 0.7%). The Department of Corrections

increase was primarily in Personal Services, contracted medical services and Capital expenditures. The Department of Education decrease was largely due to the \$18.5 million deferral of June 2013 subsidy payments until July of 2014. Once FY 2014 expenditures are adjusted for this one-time deferred payment, spending in the Department of Education actually increased by \$12.6 million through the 3rd quarter compared to the same period last year, and overall General Fund expenditures actually increased by \$26.2 million through the 3rd quarter of FY 2015 compared to the first 3 quarters of FY 2014.

Total Highway Fund spending decreased by \$18.9 million or 8.3% through the 3rd quarter of FY 2015 compared to the 3rd quarter of FY 2014. The decrease was driven by Department of Transportation spending which decreased by \$19.7 million (10.8%), largely the result of increased reliance on bond funding relative to last year.

**Operating Funds - Expenditures through 3rd Quarter**

Operating Funds:	FY 2014	FY 2015	% Change
General Fund	\$2,378,235,368	\$2,385,910,616	0.3%
Highway Fund	\$226,786,326	\$207,887,226	-8.3%
Other Special Revenue Funds	\$857,133,266	\$679,442,437	-20.7%
Federal Funds	\$2,091,292,177	\$1,810,051,777	-13.4%
Total Operating Funds	\$5,553,447,137	\$5,083,292,056	-8.5%
General Fund Expenditures by Major Department			
Education	\$879,514,894	\$873,590,571	-0.7%
Health and Human Services	\$841,799,406	\$846,465,158	0.6%
Corrections	\$104,112,193	\$112,669,548	8.2%
Administrative and Financial Services	\$102,749,985	\$103,311,764	0.5%
Other Departments and Agencies	\$450,058,890	\$449,873,575	0.0%
Highway Fund Expenditures by Major Department			
Transportation	\$182,372,452	\$162,651,354	-10.8%
Secretary of State	\$24,343,949	\$24,930,081	2.4%
Public Safety	\$17,996,746	\$18,194,648	1.1%
Other Departments and Agencies	\$2,073,179	\$2,111,144	1.8%

MainePERS Investment Update

Maine Public Employees Retirement System (MainePERS) investments were up 1.8% for the quarter ending March 31, 2015 and by 5.6% over the past year. The total plan assets increased approximately \$0.3 billion over the past 12 month period, from \$12.3 billion as of March 31, 2014 to \$12.6 billion as of March 31, 2015.

For the quarter ending March 31, 2015, US stocks were up 1.8% while international stocks returned a positive 3.6% and US bonds increased 1.6%. During that same

time period, approximately 86% of MainePERS asset allocation was in US Stocks (28.4%), US Bonds (23.7%), International Stocks (24.8%), and Real Estate (9.2%). The remaining 14.0% was invested in Other, Infrastructure, Private Equity and Cash.

The table below contains the long-term return information as of March 31, 2015. Over the past 30 years, the fund has had an average return of 9.0% per year. It is important to realize that quarterly and annual performance can deviate

Long-Term Performance Ending March 31, 2015
(annualized performance)

	1 Year	3 Years	5 Years	10 Years	30 Years
Total Fund	5.6%	8.8%	8.7%	6.2%	9.0%

MaineCare Update**MaineCare Weekly Cycle Payments**

The average weekly MaineCare cycle for FY 2015 through Week 41 was \$47.6 million (state and federal dollars), an increase above the average through Week 37 of \$47.3 million and well above the average of \$45.8 million through week 41 of the prior fiscal year. MaineCare Chart 1 summarizes average weekly MaineCare cycle payments for FY 2015 as well as comparable payment cycle averages for FY 2013 and FY 2014. MaineCare Chart 2 summarizes the actual cycles

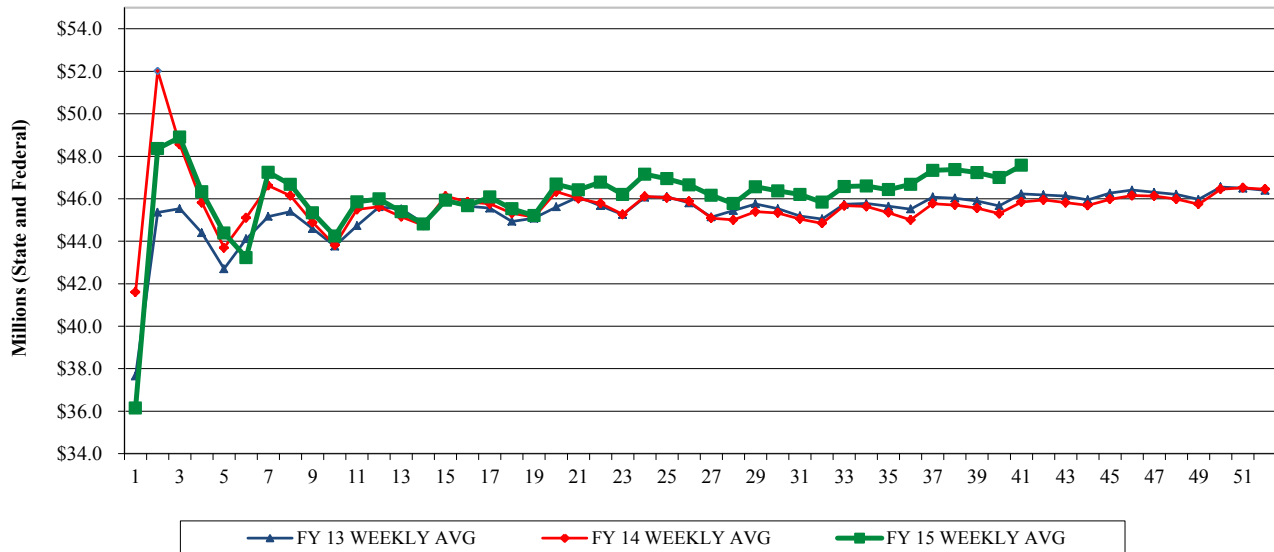
each week for FY 2015 and for FY 2013 and FY 2014.

The FY 2015 MaineCare cycle averages (including both state and federal spending) over the last few months continue to be well above FY 2014 cycle averages. However, MaineCare General Fund spending has continued to stay at or below spending for the same period last year (see discussion that follows).



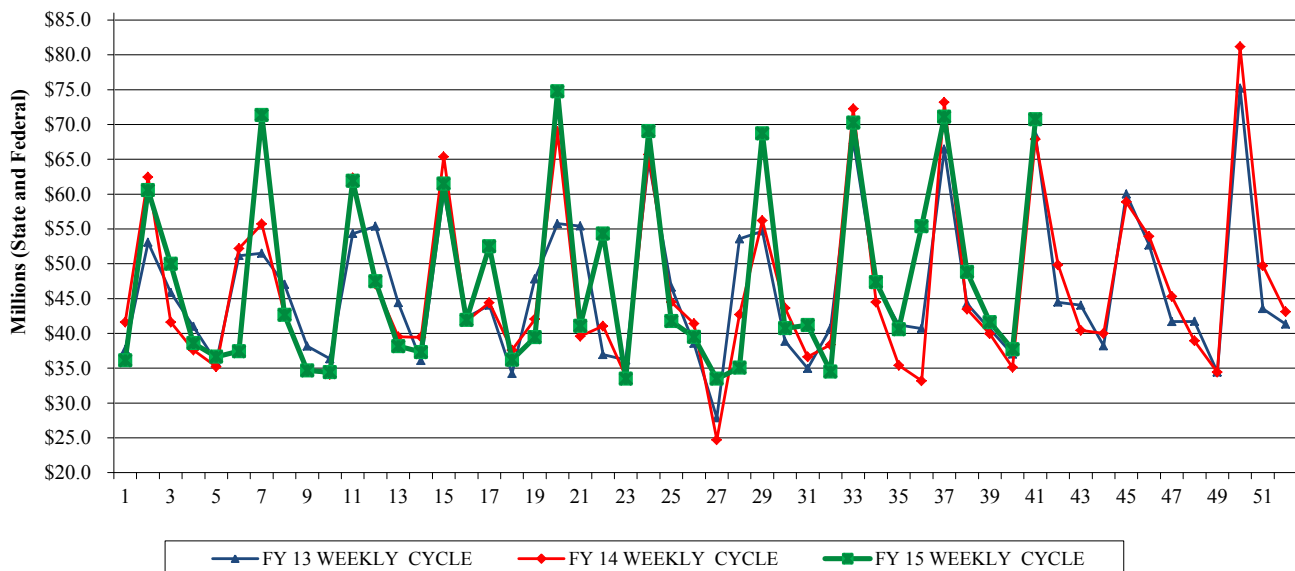
MaineCare Update (Continued)

MaineCare Chart 1. Weekly Cycle Averages - FY 13, FY 14 and FY 15 FY 15 Through 4/11/15 - Week 41



° FY 14 averages do not reflect MaineCare hospital settlements of \$490.2 million paid in the 9/21/13 (12th) cycle but do include \$9.3 million to reimburse in-State hospitals for crossover claims incurred between late March and June 2011 paid in the 6/11/14 (50th) cycle. FY 13 averages do not reflect MaineCare hospital settlements of \$26.3 million paid in the 9/29/12 (13th) cycle.

MaineCare Chart 2. Weekly Cycles - FY 13, FY 14 and FY 15 FY 15 Through 4/11/15 - Week 41



° FY 14 cycles do not reflect MaineCare hospital settlements of \$490.2 million paid in the 9/21/13 (12th) cycle but do include \$9.3 million to reimburse in-State hospitals for crossover claims incurred between late March and June 2011 paid in the 6/11/14 (50th) cycle. FY 13 cycles do not reflect MaineCare hospital settlements of \$26.3 million paid in the 9/29/12 (13th) cycle.

**MaineCare Update (Continued)****MaineCare Expenditure Detail through Nine Months**

MaineCare Table 1 uses expenditure data from the State's financial accounting system through March of 2015 to compare MaineCare expenditures by category for the first nine months of the last three fiscal years. After adjusting for one-time spending and offsets, primarily the \$490.2 million in one-time hospital settlement payments made in September of 2013, total MaineCare "All Funds" spending increased by 5.0% for the first nine months of FY 2015 compared to FY 2014. As detailed in MaineCare Table 1, FY 2015 spending through nine months increased primarily in the hospital services, residential care (nursing home payments), home and community-based care (HCBC) waivers, mental health services, certified seed and transportation services expenditure categories. These increases were partially offset by a decrease in the Medicare crossover payments expenditure category and a significant decrease in bad debt write-offs in the "15 Accounting Adjustments" category. FY 2015 spending through

March also continued to be offset by financial transactions in the "16 Other Adjustments" category that are not assigned to another expenditure category (e.g., third party liability collections, audit settlements, etc.).

MaineCare Table 1 also shows that aggregate General Fund expenditures for the first nine months of FY 2015 increased by 0.2% compared to the first nine months of FY 2014. After adjusting for the one-time spending and offsets discussed above, General Fund spending for the first nine months increased by 2.2% compared to FY 2014. Given the various cost savings initiatives and other deappropriations enacted in the 126th Legislature, General Fund expenditures will need to continue to stay at or below FY 2014 levels to stay within budgeted amounts for FY 2015. The additional FY 2015 MaineCare funding provided in PL 2015, c. 16 (LD 236) should improve the likelihood FY 2015 MaineCare General Fund spending will remain within budgeted levels.

MaineCare Table 1. MaineCare and Related Expenditures Detail Through 9 Months
All Funds

Expenditure Categories	FY 2013	FY 2014	FY 2015	Chgs. FY 2014 to FY 2015	
	9 Months	9 Months	9 Months	\$	%
1 Hospital Services	\$420,617,148	\$423,902,218	\$464,502,214	\$40,599,996	9.6%
1A Hospital Settlements	\$26,332,279	\$490,200,000	\$0	(\$490,200,000)	-100.0%
2 Residential Care	\$390,427,036	\$395,295,303	\$413,126,343	\$17,831,039	4.5%
3 HCBC Waivers	\$241,278,036	\$251,001,043	\$263,396,951	\$12,395,909	4.9%
4 Pharmacy and Related	\$234,747,475	\$240,029,864	\$243,769,657	\$3,739,792	1.6%
5 Medical Professionals	\$127,425,980	\$116,624,423	\$116,935,258	\$310,835	0.3%
6 Medicare Crossover Payments	\$95,767,966	\$73,125,294	\$70,063,565	(\$3,061,729)	-4.2%
7 Mental Health Services	\$201,876,712	\$207,079,959	\$215,677,634	\$8,597,675	4.2%
8 Clinic Services	\$39,777,255	\$36,966,928	\$37,411,090	\$444,162	1.2%
9 Home Health	\$22,216,380	\$23,828,692	\$24,314,856	\$486,165	2.0%
10 Rehabilitation Services	\$17,588,272	\$17,472,758	\$18,460,704	\$987,945	5.7%
11 Case Management	\$32,050,379	\$32,302,810	\$33,165,044	\$862,234	2.7%
12 Certified Seed	\$17,680,107	\$17,639,744	\$20,237,913	\$2,598,169	14.7%
13 Transportation Services	\$33,136,996	\$32,412,124	\$38,445,852	\$6,033,728	18.6%
14 Other Expenditure Codes	\$9,088,159	\$9,023,890	\$10,641,885	\$1,617,995	17.9%
15 Accounting Adjustments ¹	(\$67,494)	\$9,648,443	\$1,523,307	(\$8,125,136)	-84.2%
16 Other Adjustments ¹	(\$21,750,397)	(\$53,258,136)	(\$67,327,193)	(\$14,069,057)	26.4%
All Funds Total	\$1,888,192,291	\$2,323,295,358	\$1,904,345,080	(\$418,950,278)	-18.0%
Minus Accounting and Other Adjustment:	(\$4,514,389)	(\$446,590,307)	\$65,803,885	\$512,394,193	-114.7%
All Funds Adjusted Total	\$1,883,677,903	\$1,876,705,051	\$1,970,148,965	\$93,443,914	5.0%
General Fund Totals	\$591,345,990	\$598,675,920	\$599,844,209	\$1,168,289	0.2%
Minus Accounting and Other Adjustment:	\$18,122,726	\$13,838,371	\$26,058,019	\$12,219,648	88.3%
General Fund Adjusted Totals	\$609,468,716	\$612,514,292	\$625,902,229	\$13,387,937	2.2%

¹ Includes bad debt write-offs and other adjustments (e.g., third party liability collections, audit settlements, etc.) that are not assigned to a specific expenditure category.

**MaineCare Update (Continued)****MaineCare Caseload**

MaineCare caseload data for March released by the Department of Health and Human Services, Office of MaineCare Services (OMS) show aggregate MaineCare caseload increased by 0.2% over February levels. This is the first month since July of 2013 with an increase in aggregate MaineCare caseload. In recent months, decreases in the number of individuals on MaineCare transitional assistance have helped offset modest increases in other MaineCare caseload categories. Maine

Care transitional assistance is the federally-required coverage extended to some MaineCare recipients who lose other Medicaid coverage (e.g., the parents with incomes from 101% to 133% of the Federal Poverty Level who lost coverage in December 2013-January 2014). With transitional assistance caseload increasing in March there was no offset to the modest increases in other categories, resulting in the increase in overall MaineCare caseload for the month.

MaineCare Table 2. MaineCare Caseload - Transitional Assistance Impact

	Total MaineCare Caseload	% Monthly Change	MSP/DEL Caseload	Net MaineCare Caseload w/out MSP/DEL	% Monthly Change	Medicaid Transitional Assistance Caseload	Net MaineCare Caseload w/Out Transitional Assistance & MSP/DEL	% Monthly Change
Apr-13	329,503	-0.4%	43,552	285,951	-0.5%	15,106	270,845	-1.0%
May-13	328,159	-0.4%	43,780	284,379	-0.5%	15,807	268,572	-0.8%
Jun-13	327,135	-0.3%	43,871	283,264	-0.4%	16,011	267,253	-0.5%
Jul-13	328,121	0.3%	43,817	284,304	0.4%	16,188	268,116	0.3%
Aug-13	324,876	-1.0%	43,888	280,988	-1.2%	16,164	264,824	-1.2%
Sep-13	323,547	-0.4%	43,892	279,655	-0.5%	15,628	264,027	-0.3%
Oct-13	322,998	-0.2%	43,933	279,065	-0.2%	15,430	263,635	-0.1%
Nov-13	321,236	-0.5%	43,993	277,243	-0.7%	15,236	262,007	-0.6%
Dec-13	319,288	-0.6%	44,111	275,177	-0.7%	15,414	259,763	-0.9%
Jan-14	311,216	-2.5%	43,292	267,924	-2.6%	30,264	237,660	-8.5%
Feb-14	310,504	-0.2%	43,077	267,427	-0.2%	34,596	232,831	-2.0%
Mar-14	309,539	-0.3%	42,986	266,553	-0.3%	30,362	236,191	1.4%
Apr-14	308,068	-0.5%	42,874	265,194	-0.5%	27,359	237,835	0.7%
May-14	307,599	-0.2%	42,815	264,784	-0.2%	24,890	239,894	0.9%
Jun-14	306,280	-0.4%	42,690	263,590	-0.5%	23,045	240,545	0.3%
Jul-14	303,519	-0.9%	42,439	261,080	-1.0%	19,402	241,678	0.5%
Aug-14	301,894	-0.5%	42,372	259,522	-0.6%	17,625	241,897	0.1%
Sep-14	300,432	-0.5%	42,200	258,232	-0.5%	16,298	241,934	0.0%
Oct-14	293,863	-2.2%	37,228	256,635	-0.6%	14,677	241,958	0.0%
Nov-14	291,784	-0.7%	37,121	254,663	-0.8%	13,674	240,989	-0.4%
Dec-14	290,218	-0.5%	36,879	253,339	-0.5%	12,718	240,621	-0.2%
Jan-15	287,242	-1.0%	36,840	250,402	-1.2%	9,132	241,270	0.3%
Feb-15	285,581	-0.6%	36,590	248,991	-0.6%	7,669	241,322	0.0%
Mar-15	286,265	0.2%	36,495	249,770	0.3%	7,736	242,034	0.3%

Source: DHHS-OMS Monthly Caseload Reports



**General Fund Revenue
Fiscal Year Ending June 30, 2015 (FY 2015)
February 2015 Revenue Variance Report**

Revenue Category	February '15		February '15		Fiscal Year-To-Date			FY 2015 Budgeted Totals	
	Budget	Actual	Actual	Var.	Budget	Actual	Variance		Variance %
Sales and Use Tax	74,984,540	72,226,235	(2,758,305)		724,218,511	723,511,738	(706,773)	-0.1%	9.7%
Service Provider Tax	4,126,334	3,772,557	(353,777)		29,090,449	28,497,155	(593,294)	-2.0%	0.6%
Individual Income Tax	6,333,333	58,276,335	51,943,002		860,696,566	919,476,751	58,780,185	6.8%	9.5%
Corporate Income Tax	3,750,000	(2,907,356)	(6,657,356)		91,482,911	77,217,877	(14,265,034)	-15.6%	-11.6%
Cigarette and Tobacco Tax	9,612,285	9,161,720	(450,565)		90,533,185	90,898,519	365,334	0.4%	-0.6%
Insurance Companies Tax	963,253	1,679,719	716,466		14,834,149	15,364,451	530,302	3.6%	9.9%
Estate Tax	2,295,000	822,229	(1,472,771)		24,754,951	22,293,313	(2,461,638)	-9.9%	92.5%
Other Taxes and Fees *	8,577,523	8,360,054	(217,469)		79,402,080	82,900,724	3,498,644	4.4%	5.5%
Fines, Forfeits and Penalties	2,283,008	1,801,622	(481,386)		15,068,826	14,403,469	(665,357)	-4.4%	-3.3%
Income from Investments	15,594	75,946	60,352		74,482	293,454	218,972	294.0%	63.2%
Transfer from Lottery Commission	4,442,342	4,565,433	123,091		38,570,509	36,657,740	(1,912,769)	-5.0%	7.4%
Transfers to Tax Relief Programs *	(3,379,375)	(5,419,715)	(2,040,340)		(57,036,428)	(57,007,078)	29,350	0.1%	8.9%
Transfers for Municipal Revenue Sharing	(7,181,445)	(6,748,780)	432,665		(40,264,221)	(41,097,374)	(833,153)	-2.1%	9.2%
Other Revenue *	4,103,804	3,023,839	(1,079,965)		16,625,416	17,063,014	437,598	2.6%	34.6%
Totals	110,926,196	148,689,837	37,763,641		1,888,051,386	1,930,473,753	42,422,367	2.2%	9.4%

* Additional detail by subcategory for these categories is presented on the following page.



**General Fund Revenue
Fiscal Year Ending June 30, 2015 (FY 2015)
February 2015 Revenue Variance Report**

Revenue Category	February '15		February '15		February '15		Fiscal Year-To-Date				FY 2015 Budgeted Totals	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Variance	%		Variance from Prior Year
Detail of Other Taxes and Fees:												
- Property Tax - Unorganized Territory	0	0	0	0	10,571,602	11,203,639	632,037	6.0%	6.0%	-6.6%	13,949,984	
- Real Estate Transfer Tax	1,029,890	749,488	(280,402)	(280,402)	8,783,382	8,724,550	(58,832)	-0.7%	-0.7%	36.8%	13,192,973	
- Liquor Taxes and Fees	1,751,304	1,374,597	(376,707)	(376,707)	14,010,432	14,581,989	571,557	4.1%	4.1%	1.8%	21,015,690	
- Corporation Fees and Licenses	655,425	433,097	(222,328)	(222,328)	2,204,655	2,260,101	55,446	2.5%	2.5%	-0.7%	8,313,649	
- Telecommunication Excise Tax	0	0	0	0	0	52,290	52,290	N/A	N/A	104.5%	8,250,000	
- Finance Industry Fees	1,987,666	2,691,350	703,684	703,684	17,401,334	18,908,300	1,506,966	8.7%	8.7%	4.5%	25,351,990	
- Milk Handling Fee	132,536	85,648	(46,888)	(46,888)	850,967	722,946	(128,021)	-15.0%	-15.0%	-3.4%	1,381,114	
- Racino Revenue	719,563	536,219	(183,344)	(183,344)	6,064,698	5,739,206	(325,492)	-5.4%	-5.4%	-1.4%	8,922,512	
- Boat, ATV and Snowmobile Fees	334,885	276,239	(58,646)	(58,646)	2,428,887	2,254,837	(174,050)	-7.2%	-7.2%	-3.5%	4,523,561	
- Hunting and Fishing License Fees	1,144,743	1,274,521	129,778	129,778	11,044,456	11,611,555	567,099	5.1%	5.1%	1.8%	15,753,396	
- Other Miscellaneous Taxes and Fees	821,511	938,895	117,384	117,384	6,041,667	6,841,310	799,643	13.2%	13.2%	7.2%	11,645,728	
Subtotal - Other Taxes and Fees	8,577,523	8,360,054	(217,469)	(217,469)	79,402,080	82,900,724	3,498,644	4.4%	4.4%	5.5%	132,300,597	
Detail of Other Revenue:												
- Liquor Sales and Operations	2,375	4,350	1,975	1,975	3,758,980	3,818,502	59,522	1.6%	1.6%	13815.8%	13,483,364	
- Targeted Case Management (DHHS)	105,556	360,746	255,190	255,190	1,563,228	1,772,310	209,082	13.4%	13.4%	33.9%	2,353,916	
- State Cost Allocation Program	1,642,293	1,660,114	17,821	17,821	14,586,064	14,888,543	302,479	2.1%	2.1%	17.6%	20,777,688	
- Unclaimed Property Transfer	0	0	0	0	0	0	0	N/A	N/A	N/A	7,000,000	
- Tourism Transfer	0	0	0	0	(11,624,127)	(11,624,127)	0	0.0%	0.0%	-12.0%	(11,624,127)	
- Transfer to Maine Milk Pool	0	(182,794)	(182,794)	(182,794)	(187,155)	(182,794)	4,361	2.3%	2.3%	N/A	(563,777)	
- Transfer to STAR Transportation Fund	0	0	0	0	(7,066,534)	(7,066,534)	0	0.0%	0.0%	-16.4%	(7,066,534)	
- Other Miscellaneous Revenue	2,353,580	1,181,424	(1,172,156)	(1,172,156)	15,594,960	15,457,115	(137,845)	-0.9%	-0.9%	2.3%	25,226,808	
Subtotal - Other Revenue	4,103,804	3,023,839	(1,079,965)	(1,079,965)	16,625,416	17,063,014	437,598	2.6%	2.6%	34.6%	49,587,338	
Detail of Transfers to Tax Relief Programs:												
- Me. Resident Prop. Tax Program (Circuitbreaker)	0	3,046	3,046	3,046	0	9,032	9,032	N/A	N/A	101.2%	0	
- BETR - Business Equipment Tax Reimb.	(3,034,829)	(1,936,648)	1,098,181	1,098,181	(30,231,696)	(31,582,425)	(1,350,729)	-4.5%	-4.5%	16.8%	(32,080,000)	
- BETE - Municipal Bus. Equip. Tax Reimb.	(344,546)	(3,486,113)	(3,141,567)	(3,141,567)	(26,804,732)	(25,433,685)	1,371,047	5.1%	5.1%	-6.7%	(27,103,362)	
Subtotal - Tax Relief Transfers	(3,379,375)	(5,419,715)	(2,040,340)	(2,040,340)	(57,036,428)	(57,007,078)	29,350	0.1%	0.1%	8.9%	(59,183,362)	
Inland Fisheries and Wildlife Revenue - Total	1,593,542	1,636,553	43,011	43,011	14,173,466	14,604,623	431,157	3.0%	3.0%	0.3%	21,346,862	



**Highway Fund Revenue
Fiscal Year Ending June 30, 2015 (FY 2015)
February 2015 Revenue Variance Report**

Revenue Category	February '15		February '15		Fiscal Year-To-Date			FY 2015 Budgeted Totals
	Budget	Actual	Budget	Actual	Budget	Actual	Variance	
Fuel Taxes:								
- Gasoline Tax	14,775,105	15,518,334	743,229	118,291,321	522,002	0.4%	0.7%	194,218,900
- Special Fuel and Road Use Taxes	3,551,083	3,453,275	(97,808)	27,057,854	(702,375)	-2.5%	0.0%	45,679,700
- Transcap Transfers - Fuel Taxes	(1,346,753)	(1,406,713)	(59,960)	(12,248,341)	7,642	0.1%	-0.1%	(17,628,133)
- Other Fund Gasoline Tax Distributions	(369,481)	(388,074)	(18,593)	(3,377,632)	(11,206)	-0.3%	-0.5%	(4,856,833)
Subtotal - Fuel Taxes	16,609,954	17,176,822	566,868	129,907,139	(183,937)	-0.1%	0.6%	217,413,634
Motor Vehicle Registration and Fees:								
- Motor Vehicle Registration Fees	4,470,803	4,916,123	445,320	41,599,676	505,032	1.2%	1.6%	65,659,536
- License Plate Fees	224,867	246,380	21,513	2,202,473	168,074	8.3%	1.1%	3,351,681
- Long-term Trailer Registration Fees	2,848,703	1,649,391	(1,199,312)	6,939,324	401,803	6.1%	0.0%	9,384,523
- Title Fees	1,203,995	853,273	(350,722)	8,520,311	(377,927)	-4.4%	-2.5%	13,129,254
- Motor Vehicle Operator License Fees	595,434	543,505	(51,930)	4,783,379	(46,760)	-1.0%	-9.3%	7,425,882
- Transcap Transfers - Motor Vehicle Fees	0	0	0	(7,664,481)	(83,229)	-1.1%	0.0%	(15,483,404)
Subtotal - Motor Vehicle Reg. & Fees	9,343,802	8,208,671	(1,135,131)	55,919,526	566,993	1.0%	0.0%	83,467,472
Motor Vehicle Inspection Fees	123,398	567,203	443,805	2,193,125	203,931	10.3%	7.0%	2,982,500
Other Highway Fund Taxes and Fees	83,365	101,880	18,515	791,236	(14,344)	-1.8%	2.0%	1,270,229
Fines, Forfeits and Penalties	67,925	52,491	(15,434)	633,247	(33,571)	-5.0%	-4.9%	1,007,998
Interest Earnings	9,418	19,669	10,251	71,684	3,833	5.6%	99.1%	105,523
Other Highway Fund Revenue	487,516	493,023	5,507	7,551,317	257,998	3.5%	12.6%	9,726,971
Totals	26,725,378	26,619,759	(105,619)	196,883,337	800,903	0.4%	0.9%	315,974,327