

MAINE STATE LEGISLATURE

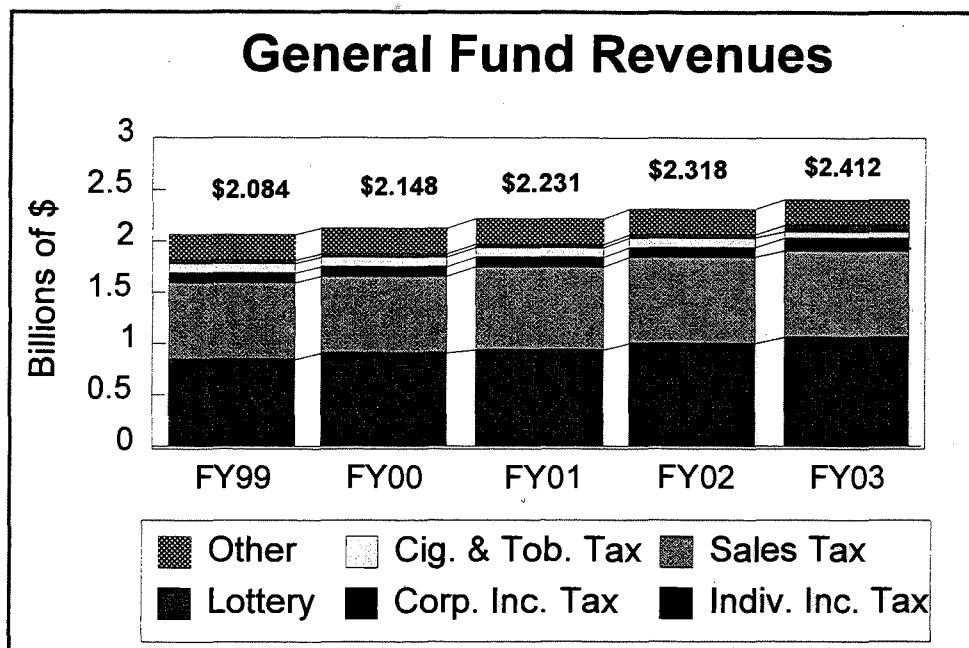
The following document is provided by the
LAW AND LEGISLATIVE DIGITAL LIBRARY
at the Maine State Law and Legislative Reference Library
<http://legislature.maine.gov/lawlib>



Reproduced from scanned originals with text recognition applied
(searchable text may contain some errors and/or omissions)

REPORT OF THE MAINE STATE REVENUE FORECASTING COMMITTEE

December 1998



Laurie G. Lachance, Chair
State Economist

Dr. James Breece
University of Maine Orono

Brian Mahany
State Tax Assessor

Jim Clair, Director
Office of Fiscal & Program Review

John R. Nicholas
State Budget Office

Grant Pennoyer
Office of Fiscal & Program Review

HJ
476
.M356
1998A
c.2



ANGUS S. KING, JR.
GOVERNOR

STATE OF MAINE
EXECUTIVE DEPARTMENT
STATE PLANNING OFFICE
38 STATE HOUSE STATION
AUGUSTA, MAINE
04333-0038

LAW & LEGISLATIVE
REFERENCE LIBRARY
43 STATE HOUSE STATION
AUGUSTA, ME 04333

EVAN D. RICHERT, AICP
DIRECTOR

December 4, 1998

To: Governor Angus King
President Mark Lawrence
Speaker G. Steven Rowe
Members, Legislative Council
Members, 119th Maine Legislature's Joint Standing Committees on:
Appropriations
Taxation
Transportation
Commissioner Janet Waldron

From: Laurie Lachance
Chair, Revenue Forecasting Committee

Re: General Fund and Highway Fund Projections, FY99-FY03

I am forwarding to you the Maine State Revenue Forecasting Committee's projections of General Fund and Highway Fund Revenues from FY99 through FY03. This report provides a full description of the Committee, the methodology employed in developing our forecast, and the primary economic and legal assumptions which underlie these projections.

Forecast preparation began in September with a meeting of the Consensus Economic Forecasting Commission, which is charged with developing the economic forecast that serves as a basis for the ultimate revenue projections. The Commission is forecasting solid economic growth through the forecast period with average annual personal income growth of 5.4% and average annual employment growth of 1.1%.

The Revenue Forecasting Committee met in November to examine the most recent economic outlook as well as a number of other factors which appear to be propelling the excessive tax revenue growth in Maine over the past several quarters. With the combined positive effects of a relatively strong local economy and a surge in stock market activity, the Committee decided to reproject revenues upward in FY99 by \$75.4 million. Annual General Fund growth through the upcoming two biennia is forecast to be 4% and the Highway Fund is expected to grow at a 1.4% rate.



PRINTED ON RECYCLED PAPER

DEC 15 1998

It is important to note that during our extensive review process, the Committee members expressed a great deal of concern over these revenue projections and the underlying economic outlook. Our concern stems from two sources:

- 1. The Maine Economy has become increasingly integrated with the national and world economies. Given that several countries are in the midst of major economic turmoil, the Committee recognizes the degree of uncertainty surrounding Maine's economic projections is greater than at any other time during the current economic expansion.**
- 2. With a highly progressive income tax, with 30% of taxable sales being derived from automobiles and building supplies, and with the net operating loss 2-year carryback provision for Corporations, Maine's tax structure is highly volatile. Further, from FY99 to FY03, the dominance of these three revenue sources grows from 82% of total General Fund Revenues to 85%.**

While the Revenue Forecast Committee believes that the projections contained in this report are our very best estimates given the current economic conditions and forecast, we have every intention of reviewing our estimates in early 1999 to determine if the economic conditions are actually evolving as we had assumed.

If you have any questions about this report or the work of the Revenue Forecasting Committee, please do not hesitate to call me at 287-1479.

cc: Revenue Forecasting Committee
Consensus Economic Forecasting Commission
Evan Richert
Sally Tubbesing

REPORT OF THE MAINE STATE
REVENUE FORECASTING COMMITTEE

- I. EXECUTIVE SUMMARY
- II. OVERVIEW
 - A. Background of the Revenue Forecasting Committee
 - B. Methodology
 - C. Underlying Assumptions
 - 1. Current Tax Law
 - 2. Consensus Economic Forecasting Commission
- III. FY 1999 REVENUE REPROJECTIONS
 - A. General Fund
 - B. Highway Fund
- IV. FY 2000 THROUGH FY 2003 REVENUE PROJECTIONS
 - A. General Fund
 - B. Highway Fund
- V. CONCLUSION
- VI. APPENDICES
 - A. Report of the Consensus Economic Forecasting Commission
 - B. Maine Revenue Services Briefing Book - Major Tax Lines

I. EXECUTIVE SUMMARY

This report summarizes the Maine State Revenue Forecasting Committee's projections of General and Highway Fund revenues for FY2000 through FY2003 as well as reprojections for FY1999. As Tables 1 and 2 show in greater detail:

- General Fund Revenues are expected to grow at an average annual rate of 4% through FY2003, increasing from a reprojected level of \$2.084 billion in FY99 to \$2.412 billion in FY03.
- Growth in General Fund Revenues will outpace inflation, which is projected to remain in the vicinity of 3% throughout this period, but will not increase as rapidly as Maine personal income which is forecast to grow at a 5.4% annual rate.
- Highway Fund Revenues are forecast to experience average annual increases near 1.4%, though growth in this fund will decelerate from 1.8% in FY2000 to 0.8% by FY2003.
- The original FY99 budget for General Fund Revenues has been reprojected upward by \$75.4 million (a 3.8% change) and the original Highway Fund budget for FY99 saw an upward revision of \$2.2 million (a 1% change).

The significant upward reprojection of General Fund Revenues for FY 99 is primarily driven by a surge in individual income tax collections. Individual Income Taxes grew at a 9% pace through FY97 and 18% through FY98, well over forecast. The Committee has had a difficult time in pinpointing exactly why this surge has occurred. The solid, though far from stellar, personal income growth does not explain this bubble. We believe that exceptionally strong stock market activity is responsible for a significant portion of the growth. We also recognize that the progressive nature of this tax source produces rapid growth in taxes when the middle to high-end income brackets are experiencing above average income growth. Whatever the case, the growth in Income Tax Collections has completely covered the half-cent reduction in the Sales Tax, which caused an annualized loss of over \$60 million dollars to the General Fund beginning in FY99. Stock market activity is also credited with boosting Estate Tax collections recently. Another noteworthy fact is that the State's cash position is very strong, which has led to a significant increase in our Income from Investments. With the Rainy Day Fund at its statutory limit, this revenue source has grown to \$15 million.

The solid 4% growth in General Fund Revenues expected through the upcoming 2 biennia will be due, in large part, to the performance of the Individual Income and Sales Tax lines which, together, comprise 81% of this fund. Barring any major economic upheaval, Individual Income Taxes are expected to grow in step with personal income near a 5.4% rate. Sales Tax collections will track this growth, but at a lower, 4% level which is representative of our longer term trends in this tax line.

Two-thirds of Highway Fund Revenues are derived from Fuel Taxes which are projected to see very stable 1.2% annual increases through the forecast period.

It is important to note that during our extensive review process, the Committee members expressed a great deal of concern over these revenue projections and the underlying economic outlook. Our concern stems from two sources:

- 1. The Maine Economy has become increasingly integrated with the national and world economies. Given that several countries are in the midst of major economic turmoil, the Committee recognizes the degree of uncertainty surrounding Maine's economic projections is greater than at any other time during the current economic expansion.**
- 2. With a highly progressive income tax, with 30% of taxable sales being derived from automobiles and building supplies, and with the net operating loss 2-year carryback provision for Corporations, Maine's tax structure is highly volatile. Further, from FY99 to FY03, the dominance of these three revenue sources grows from 82% of total General Fund Revenues to 85%.**

While the Revenue Forecast Committee believes that the projections contained in this report are our very best estimates given the current economic conditions and forecast, we have every intention of reviewing our estimates in early 1999 to determine if the economic conditions are actually evolving as we had assumed.

Table 1

**Revenue Forecasting Committee Revenue Projections for
FY 1998 - 99, FY 1999 - 2000 and FY 2000 - 2001**

General Fund

Source	FY 98 Actual	FY 99 Budget	FY 99 Reproject	Difference Over (Under)	%	FY 2000 Project	%	FY 2001 Project	%	FY 2002 Project	%	FY 2003 Project	%
Sales and Use Tax (1.)	\$833,755,683	\$819,141,406	\$778,949,728	(\$40,191,678)	-4.9%	\$814,018,073	4.5%	\$846,576,882	4.0%	\$880,439,957	4.0%	\$915,657,555	4.0%
Individual Income Tax (2.)	\$907,981,058	\$828,116,178	\$917,252,054	\$89,135,876	10.8%	\$959,023,012	4.6%	\$1,010,282,056	5.3%	\$1,066,330,858	5.5%	\$1,124,374,744	5.4%
Corporate Income Tax	\$107,375,486	\$105,705,743	\$102,051,673	(\$3,654,070)	-3.5%	\$103,401,216	1.3%	\$106,123,639	2.6%	\$107,445,675	1.2%	\$111,656,773	3.9%
Cigarette and Tobacco Tax (3.)	\$45,524,322	\$73,368,370	\$85,350,359	\$11,981,989	16.3%	\$84,113,819	-1.4%	\$82,511,573	-1.9%	\$82,212,925	-0.4%	\$82,470,673	0.3%
Public Utilities Tax													
Telco. Property Tax	\$28,910,458	\$28,525,000	\$28,300,000	(\$225,000)	-0.8%	\$28,725,000	1.5%	\$29,000,000	1.0%	\$29,000,000	0.0%	\$29,000,000	0.0%
Railroad Company Tax	\$424,436	\$400,000	\$400,000	\$0	0.0%	\$400,000	0.0%	\$400,000	0.0%	\$400,000	0.0%	\$400,000	0.0%
Sub Total	\$29,334,894	\$28,925,000	\$28,700,000	(\$225,000)	-0.8%	\$29,125,000	1.5%	\$29,400,000	0.9%	\$29,400,000	0.0%	\$29,400,000	0.0%
Insurance Companies Tax													
Insurance Premium Tax	\$38,663,745	\$34,792,000	\$36,792,000	\$2,000,000	5.7%	\$36,424,080	-1.0%	\$36,059,839	-1.0%	\$35,699,241	-1.0%	\$35,342,248	-1.0%
Other	\$489,542	\$520,000	\$430,000	(\$90,000)	-17.3%	\$440,000	2.3%	\$440,000	0.0%	\$440,000	0.0%	\$440,000	0.0%
Sub Total	\$39,153,287	\$35,312,000	\$37,222,000	\$1,910,000	5.4%	\$36,864,080	-1.0%	\$36,499,839	-1.0%	\$36,139,241	-1.0%	\$35,782,248	-1.0%
Estate Tax	\$34,335,598	\$15,356,915	\$17,903,545	\$2,546,630	16.6%	\$18,347,479	2.5%	\$18,735,916	2.1%	\$19,327,839	3.2%	\$19,692,846	1.9%
Property Tax - Unorg. Territory	\$8,725,314	\$9,695,799	\$9,695,799	\$0	0.0%	\$7,998,205	-17.5%	\$8,745,365	9.3%	\$8,365,539	-4.3%	\$8,571,072	2.5%
Income from Investments	\$12,145,209	\$626,240	\$15,000,000	\$14,373,760	2295.2%	\$15,000,000	0.0%	\$15,000,000	0.0%	\$15,000,000	0.0%	\$15,000,000	0.0%
Transfer to Municipal Rev Sharing	(\$94,304,724)	(\$89,401,130)	(\$91,710,926)	(\$2,309,796)	2.6%	(\$95,698,558)	4.3%	(\$100,112,112)	4.6%	(\$104,765,041)	4.6%	(\$109,736,143)	4.7%
Transfer from Liquor	\$20,546,162	\$24,248,824	\$20,530,129	(\$3,718,695)	-15.3%	\$20,149,531	-1.9%	\$20,378,439	1.1%	\$20,378,439	0.0%	\$20,378,439	0.0%
Transfer from Lottery	\$40,742,121	\$41,112,981	\$41,112,981	\$0	0.0%	\$37,801,819	-8.1%	\$37,975,384	0.5%	\$37,975,384	0.0%	\$37,975,384	0.0%
Other Revenues - net	\$6,047,772	\$6,854,407	\$6,854,407	\$0	0.0%	\$3,556,930	-48.1%	\$3,573,955	0.5%	\$3,591,825	0.5%	\$3,609,784	0.5%
Professional & Fin. Reg.	\$9,346,343	\$4,311,000	\$5,907,000	\$1,596,000	37.0%	\$6,935,000	17.4%	\$6,935,000	0.0%	\$6,935,000	0.0%	\$6,935,000	0.0%
Defense, Vets & Emerg Mgmt	\$160,383	\$100,000	\$160,000	\$60,000	60.0%	\$160,000	0.0%	\$160,000	0.0%	\$160,000	0.0%	\$160,000	0.0%
Gov Ethics & Election Practices	\$92,950	\$122,055	\$97,900	(\$24,155)	-19.8%	\$97,500	-0.4%	\$97,500	0.0%	\$97,500	0.0%	\$97,500	0.0%
Environmental Protection	\$1,019,490	\$160,000	\$494,837	\$334,837	209.3%	\$443,000	-10.5%	\$493,000	11.3%	\$493,000	0.0%	\$493,000	0.0%
Labor	\$167,725	\$78,700	\$126,200	\$47,500	60.4%	\$106,400	-15.7%	\$106,400	0.0%	\$106,400	0.0%	\$106,400	0.0%
Marine Resources	\$1,812,458	\$1,608,125	\$1,760,845	\$152,720	9.5%	\$1,815,775	3.1%	\$1,815,775	0.0%	\$1,815,775	0.0%	\$1,815,775	0.0%
Agriculture	\$1,591,247	\$1,631,615	\$1,631,615	\$0	0.0%	\$1,745,764	7.0%	\$1,773,514	1.6%	\$1,773,514	0.0%	\$1,773,514	0.0%
Conservation	\$1,897,281	\$2,232,500	\$1,970,000	(\$262,500)	-11.8%	\$1,976,000	0.3%	\$1,978,500	0.1%	\$1,978,500	0.0%	\$1,978,500	0.0%
Secretary of State	\$6,267,688	\$5,249,250	\$5,399,250	\$150,000	2.9%	\$5,552,480	2.8%	\$5,547,350	-0.1%	\$5,557,484	0.2%	\$5,567,718	0.2%
Office of the Treasurer	\$5,354,526	\$2,313,000	\$2,313,000	\$0	0.0%	\$2,563,000	10.8%	\$2,563,000	0.0%	\$2,563,000	0.0%	\$2,563,000	0.0%
Judicial Department	\$22,275,593	\$22,281,593	\$21,707,660	(\$573,933)	-2.6%	\$22,380,736	3.1%	\$22,606,045	1.0%	\$22,673,605	0.3%	\$22,823,440	0.7%
Inland Fisheries & Wildlife	\$16,746,451	\$16,902,064	\$16,902,064	\$0	0.0%	\$16,178,778	-4.3%	\$16,178,778	0.0%	\$16,178,778	0.0%	\$16,178,778	0.0%
DMHMRSAS	\$11,147,716	\$11,894,266	\$12,618,372	\$724,106	6.1%	\$12,761,897	1.1%	\$13,118,122	2.8%	\$13,595,148	3.6%	\$13,969,352	2.8%
Human Services	\$8,716,832	\$10,215,250	\$10,541,000	\$325,750	3.2%	\$11,433,762	8.5%	\$11,694,305	2.3%	\$11,963,184	2.3%	\$12,239,440	2.3%
Public Safety	\$14,305,496	\$13,595,145	\$14,075,118	\$479,973	3.5%	\$14,163,871	0.6%	\$14,163,871	0.0%	\$14,168,320	0.0%	\$14,168,320	0.0%
Admin & Fin. Svcs. - Sta Cap	\$5,854,150	\$5,621,250	\$5,621,250	\$0	0.0%	\$5,520,000	-1.8%	\$5,483,000	-0.7%	\$5,483,000	0.0%	\$5,483,000	0.0%
MRS - Aeronautical Gas Tax	\$779,236	\$833,000	\$833,000	\$0	0.0%	\$837,000	0.5%	\$841,000	0.5%	\$845,000	0.5%	\$849,000	0.5%
MRS - Real Estate Transfer Tax	\$9,636,434	\$7,690,131	\$9,829,163	\$2,139,032	27.8%	\$6,290,664	-36.0%	\$6,416,477	2.0%	\$6,544,807	2.0%	\$6,675,703	2.0%
MRS - Comm. Forestry Excise Tax	\$3,325,828	\$2,547,810	\$2,980,000	\$432,190	17.0%	\$3,040,000	2.0%	\$3,100,000	2.0%	\$3,160,000	1.9%	\$3,224,000	2.0%
Sub Total	\$120,497,827	\$109,386,754	\$114,968,274	\$5,581,520	5.1%	\$114,001,627	-0.8%	\$115,071,637	0.9%	\$116,092,015	0.9%	\$117,101,440	0.9%
Other Revenues - Total	\$126,545,599	\$116,241,161	\$121,822,681	\$5,581,520	4.8%	\$117,558,557	-3.5%	\$118,645,592	0.9%	\$119,683,840	0.9%	\$120,711,224	0.9%
Total	\$2,111,860,009	\$2,008,449,487	\$2,083,880,023	\$75,430,536	3.8%	\$2,147,702,233	3.1%	\$2,230,762,573	3.9%	\$2,317,934,656	3.9%	\$2,411,934,815	4.1%

(1.) \$21,442,685 will be transferred to the Rainy Day Fund in FY 99 equivalent to .5% of revenue per 36 MRSA, section 1811 (2.) Includes in FY 98 actual \$137,245,402 transferred to the Tax Relief Fund for Maine Residents.

(3.) \$28,845,919 credited to the Tobacco Tax Relief Fund in FY 98.

Table 2

Highway Fund

Source	FY 98 Actual	FY 99 Budget	FY 99 Reproject	Difference Over (Under)	%	FY 2000 Project	%	FY 2001 Project	%	FY 2002 Project	%	FY 2003 Project	%
Fuel Taxes													
Gasoline Tax	\$121,456,100	\$120,940,464	\$122,520,664	\$1,580,200	1.3%	\$123,745,871	1.0%	\$124,983,329	1.0%	\$126,233,163	1.0%	\$127,495,494	1.0%
Special Fuel Tax	\$28,935,470	\$26,970,370	\$26,970,370	\$0	0.0%	\$27,509,777	2.0%	\$28,059,973	2.0%	\$28,621,172	2.0%	\$29,193,596	2.0%
Sub Total	\$150,391,570	\$147,910,834	\$149,491,034	\$1,580,200	1.1%	\$151,255,648	1.2%	\$153,043,302	1.2%	\$154,854,335	1.2%	\$156,689,090	1.2%
Motor Vehicle Registration & Fees	\$61,183,970	\$61,062,258	\$61,904,156	\$841,898	1.4%	\$64,007,931	3.4%	\$65,419,148	2.2%	\$65,573,893	0.2%	\$65,417,975	-0.2%
Inspection Fees													
Public Safety	\$1,147,233	\$1,372,100	\$1,372,100	\$0	0.0%	\$1,719,400	25.3%	\$1,719,400	0.0%	\$1,719,400	0.0%	\$1,719,400	0.0%
Motor Vehicle	\$501,063	\$502,212	\$502,212	\$0	0.0%	\$505,634	0.7%	\$510,399	0.9%	\$515,502	1.0%	\$520,657	1.0%
Transportation	\$100,968	\$120,000	\$120,000	\$0	0.0%	\$110,000	-8.3%	\$110,000	0.0%	\$110,000	0.0%	\$110,000	0.0%
Sub Total	\$1,749,264	\$1,994,312	\$1,994,312	\$0	0.0%	\$2,335,034	17.1%	\$2,339,799	0.2%	\$2,344,902	0.2%	\$2,350,057	0.2%
Income from Investments	\$1,521,246	\$1,300,000	\$1,440,000	\$140,000	10.8%	\$1,440,000	0.0%	\$1,440,000	0.0%	\$1,440,000	0.0%	\$1,440,000	0.0%
Other Revenues													
Secretary of State	\$3,957,754	\$3,884,367	\$3,884,367	\$0	0.0%	\$3,734,647	-3.9%	\$3,753,319	0.5%	\$3,790,854	1.0%	\$3,828,762	1.0%
Public Safety	\$121,400	\$172,800	\$178,800	\$6,000	3.5%	\$159,994	-10.5%	\$159,994	0.0%	\$160,000	0.0%	\$160,000	0.0%
DOT Fines	\$1,766,368	\$1,900,000	\$1,829,129	(\$70,871)	-3.7%	\$1,847,420	1.0%	\$1,865,894	1.0%	\$1,884,553	1.0%	\$1,903,399	1.0%
DOT - Other	\$351,012	\$336,896	\$261,896	(\$75,000)	-22.3%	\$279,000	6.5%	\$279,000	0.0%	\$279,000	0.0%	\$279,000	0.0%
OSR Transfer - IF&W (1.)	\$0	\$224,000	\$0	(\$224,000)									
Other	\$833,688	\$1,498,433	\$1,498,433	\$0	0.0%	\$1,425,976	-4.8%	\$1,465,135	2.7%	\$1,504,694	2.7%	\$1,545,320	2.7%
Sub Total	\$7,030,222	\$8,016,496	\$7,652,625	(\$363,871)	-4.5%	\$7,447,037	-2.7%	\$7,523,342	1.0%	\$7,619,101	1.3%	\$7,716,481	1.3%
Total	\$221,876,272	\$220,283,900	\$222,482,127	\$2,198,227	1.0%	\$226,485,650	1.8%	\$229,765,591	1.4%	\$231,832,231	0.9%	\$233,613,603	0.8%

(1.) Removes duplicate entry for reimbursement of costs for producing and issuing environmental (Loon) plates.

II. OVERVIEW

A. Background of the Revenue Forecasting Committee

The Revenue Forecasting Committee was established by Governor John R. McKernan, Jr. on May 25, 1992 by Executive Order 14 FY91/92 in order to provide the Governor, the Legislature, and the State Budget Officer with an analysis and recommendations related to the projection of General Fund and Highway Fund revenue. Its creation was in response to a recommendation by the Special Commission on Government Restructuring. Committee membership originally included the State Budget Officer, the State Tax Assessor, the State Economist, the Director of the Office of Fiscal and Program Review, and an economist on the faculty of the University of Maine System selected by the Chancellor.

The original Executive Order calls upon the Revenue Forecasting Committee to submit recommendations for State revenue projections for the upcoming fiscal biennium; as well as adjustments to current biennium General Fund and Highway Fund revenue estimates. In accomplishing its task, the Committee is directed to utilize the economic assumptions developed by the Consensus Economic Forecasting Commission.

In 1995, PL 1995, c. 368 enacted in statute the Consensus Economic Forecasting Commission and the Revenue Forecasting Committee, adopting both the structure and the intent of the original Executive Order.

Public Laws of 1997, chapter 655 enacted a number of changes to Title 5, chapter 151-B. There were three major changes: first, the revenue projections developed by the Committee will no longer be advisory but the actual revenue projections to be used by the Executive Branch in setting budget estimates and out-biennium forecasts; second, the State Budget Officer was empowered to convene a meeting of the Committee to review any new data that might become available; and third, the Committee was expanded from five to six members, with the sixth member being an analyst from the Office of Fiscal and Program Review designated by the Director of that office.

B. Methodology

Both the General Fund and the Highway Fund revenue projections are actually an aggregation of several individual revenue line forecasts. There are over two dozen revenue lines which comprise total General Fund revenue and a half dozen components which sum to total Highway Fund revenues. Since each of these individual revenue lines is distinctly different in terms of size (and thus relative importance to total revenue) and factors that influence growth (such as tax law, economic growth, interest rates, size of

.lottery jackpot, number of patrolmen, etc.), the Committee uses different approaches for evaluating various revenue line forecasts.

In order to ensure that the Committee's review process is as efficient and effective as possible, it divides its revenue line review into three parts:

- Major revenue lines directly tied to economic activity
- Major revenue lines tied to other "non-economic" factors
- Minor revenue lines

In general, major revenue lines directly tied to economic activity are forecast using econometric equations. These equations define a mathematical relationship between historical revenue growth and relevant economic trends, then project revenue growth based on the defined relationship and expected future performance of the economic variable chosen. For example, revenues derived from the collection of individual income tax are very closely tied to growth in Maine personal income. Thus, an equation is estimated that defines income tax revenue in terms of personal income, then the forecast of personal income growth in Maine is used to estimate future income tax collections. The Revenue Forecasting Committee then reviews the equation, the underlying economic assumptions and the overall revenue forecast level to ensure that they are logical and plausible given our knowledge of current economic conditions and revenue growth. It is the Committee's understanding, and truly the spirit of "consensus forecasting", that model results need not be blindly accepted and should be closely examined.

Both the major revenue lines tied to other "non-economic" factors and the minor revenue lines are generally prepared by the department or agency responsible for collecting the particular revenue stream. Their experience with and expertise in tracking revenue growth is used in place of an equation to project future revenue activity. For example, the level of participation in Maine's lottery is not easily or clearly tied to any particular economic indicator, like income or employment. Revenue derived from lottery ticket sales can, however, be projected based on past lottery sales and the likelihood of a large jackpot occurring within a twelve month period. Therefore, the Department of Administrative and Financial Services reviews past lottery trends and estimates the lottery's revenue performance over the upcoming biennium. Additional factors which are reviewed by the Committee include the projected Cost of Goods Sold and Administrative Expense to arrive at an estimated Net Profit to be transferred to the General Fund. The Revenue Forecasting Committee then reviews their forecast to ensure that their logic is sound and to ensure that this particular line forecast is consistent with expectations for other revenue lines.

C. Underlying Assumptions

1. Current Tax Law

The Revenue Forecasting Committee bases all revenue projections on current tax law. The Committee does not attempt to second-guess how the law may be changed during the upcoming biennium.

In this particular forecast, the use of "Current Tax Law" has three primary implications:

Sales Tax Reduction

In 1993, 36 MRSA subsection 1811 was amended to add a mechanism that would trigger an automatic downward adjustment of the sales tax rate, in half-cent decrements, if General Fund revenues grew in excess of 8%. The statutory language follows:

"On or before May 15th of each year, the State Budget Officer shall present a final estimate of General Fund revenues for the current fiscal year, taking into consideration an estimate of the Revenue Forecasting Committee. If estimated General Fund revenues for the current fiscal year exceed those of the prior fiscal year by 8% or more, on a base-to-base comparison excluding one time revenue gains and losses, revenue in an amount equivalent to that generated by 0.5% of the tax on the sale of personal property and taxable services taxed at a rate of 6% on the effective date of this paragraph must be transferred by the State Controller to the Maine Rainy Day Fund as described in this section.

Each month following a fiscal year during which General Fund revenues exceed those of the previous fiscal year by 8% or more, on a base-to-base comparison, excluding one-time revenue gains and losses, the State Controller shall transfer an amount equivalent to that generated over the preceding month by 0.5% of the tax on the sale of personal property and taxable services taxed at a rate of 6% on the effective date of this paragraph to the Maine Rainy Day Fund until such time as the tax imposed by this chapter is reduced. PL 1993, c. 410, Pt. KKKK, subsection 1.

If General Fund revenues for any fiscal year, as determined by the State Controller at the close of the fiscal

year following the end of that fiscal year, exceed those of the previous fiscal year by 8% or more, on a base-to-base comparison excluding one-time revenue gains and losses, the tax on the sale of those tangible personal property and taxable services taxed at a rate of 6% on the effective date of this paragraph shall fall by 0.5% on the subsequent October 1st, unless the Legislature takes action to prevent the reduction. PL 1993, c. 410, Pt. KKKK, subsection 1.”

At the end of Fiscal Year 1998, the Maine State Controller prepared the required base-to-base comparison of General Fund revenues in FY97 and FY98 to determine if the growth had exceeded the 8% trigger. The result of the Controller’s analysis showed an FY98 base-to-base revenue growth rate of 10.5%, thus triggering the half-cent reduction in sales tax effective October 1, 1998. In accordance with the statute, at the end of each of the four months preceding the October 1 effective date, the Controller transferred an amount equivalent to a half-cent reduction from the General Fund into the Rainy Day Fund.

The reduction of the sales tax rate from 6% to 5.5% has an estimated annual impact of (\$63.6) million in FY2000 and a similar amount in the following years.

Personal Exemption Increase

In 1998, legislation was enacted which raised the personal exemption allowed for calculating individual income tax liability from the current level of \$2,100 to \$2,400 for the 1998 tax year, \$2,750 for tax year 1999 and an estimated \$2,800 thereafter. (see PL 1997, chapter 643, Section HHH-4)

The increase in the personal exemption has an estimated annual impact of (\$36.5 million) in FY2000 and a similar amount in the following years.

Repeal of Two Tax Relief Funds

The December 1997 report of this Committee highlighted the General Fund impact of two tax relief funds that had been created in the First Regular and First Special Sessions of the 118th Maine Legislature. The Tax Relief Fund for Maine Residents essentially capped individual income tax revenues at a set level and placed all

revenues in excess of this cap in the newly created relief fund. The law which created the Tobacco Tax Relief Fund doubled the tax on a package of cigarettes and directed that all revenues in excess of the original cigarette tax projections be placed in this relief fund. The intent was that the revenues in each fund would be used to fund tax relief in the future.

At the conclusion of the 118th Legislature's Second Special Session, a number of tax relief initiatives were enacted into law. As a consequence, both tax relief funds were repealed in PL 1997, chapter 643, effective December 31, 1998.

The net effect of the repeal of these two funds on this forecast is that now the significant growth in individual income tax collections and in cigarette taxes is directly reflected in General Fund revenue growth

2. Consensus Economic Forecasting Commission

As directed by statute, the Committee closely examined the economic assumptions developed by the Consensus Economic Forecasting Commission. Economic assumptions were used by the Committee in two ways. First, projected employment, income and inflation changes were used directly in the sales and income tax revenue estimating models maintained and operated by Maine Revenue Services. Second, Committee members assessed revenue trends predicted by models and by other agencies against economic expectations offered by the Consensus Economic Forecasting Commission.

The Consensus Economic Forecasting Commission met in early September to prepare the economic assumptions that would become the basis of the Revenue Committee's current biennial revenue projections. Given that Maine's economic well being is so highly dependent on national economic activity, the Commission started its forecast review by examining national economic trends and projections. After reviewing a number of outlooks, they concluded that overall US growth would slow through the remainder of 1998 and into 1999, then follow a modest growth path through 2003. It is important to point out that the Commission sees a recession as unlikely. The Commission also concluded that inflation would be kept in check over the foreseeable future and

would not rise above the 3.5% threshold that triggers the indexing of Maine's individual income tax brackets. Appendix A is the Commission's full report. The highlights of their report on the national economy follow:

"As a baseline assumption, we are adopting the view held by the majority of economists that the US will not experience an economic recession in the near term. Nationally, we believe that interest rates will remain at, or possibly slightly below, current levels and the unemployment rate will rise slightly over the next 12 to 18 months in response to slower worldwide demand and an "unwinding" of the wealth effect on current consumption due to the recent decline in the stock market. Consumer price inflation in the US is forecast to remain at, or below, 3% throughout the forecast horizon as a reduction in demand pressures and continued decreases in import prices keep inflation under control."

The majority of the Commission's deliberations focused on the current condition of, and outlook for, the Maine economy and on the risks that surround that outlook:

"Our view is that employment growth will slow next year in response to the overall slowdown in economic growth projected for the nation as a whole. Uncertainties due to the economic crises in Asia and Russia, the political crisis in Washington, and the threat to the economies of Latin America all point to greater risks to the short-term outlook than in recent years."

The Commission went on to explain that the slowdown in US activity combined with the already tight labor market conditions in the southern Maine region would reduce the rate of nonfarm employment growth from an expected 1.6% in 1998 to the 1% level for 1999 and 2000.

The Commission projected that personal income in Maine would increase 5.4% in each of the 4 years in the upcoming two biennia. The fact that this level of income growth is on the higher end of experience during this decade reflects the Commission's belief that tight labor market conditions in southern Maine will ensure, absent a recession, steady income growth.

It is also important to state that the Commission found the economic data sufficiently conflicted that they wanted to reconvene in early 1999 to examine any new data available.

The Revenue Forecasting Committee directly adopted the Economic Commission's forecast of income and employment growth and inflation and incorporated these assumptions into our revenue forecasting models. Thus, the economic growth assumptions underlying these revenue projections are as follows:

TABLE 3
UNDERLYING ECONOMIC ASSUMPTIONS

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
ME Wage & Salary Employment	1.6%	1.0%	1.0%	1.1%	1.2%	1.2%
ME Personal Income (Nominal)	5.5%	5.2%	5.4%	5.4%	5.4%	5.4%
U.S. Consumer Price Index	1.7%	2.8%	2.8%	3.0%	3.0%	3.0%

The members of the Consensus Economic Forecast Commission are listed below:

Charles Colgan, Chair - Muskie Institute

Leon Bien - KeyBank
John Davulis - CMP

Michael Donihue - Colby
Robert McMahon - USM

III. FY 1999 REVENUE REPROJECTIONS

A. General Fund

The Committee recommends that FY 1999 General Fund revenues be reprojected to \$2,083,880,023 which is an upward revision of \$75.4 million (a 3.8% increase). As TABLE 4

shows, a number of individual revenue lines were revised either upward or downward by over a million dollars.

The four line items to undergo the most significant dollar value revisions are Individual Income Tax receipts - reprojected upward by \$89.1 million, Sales Taxes - reprojected downward by \$40.2 million, Income From Investments - revised upward by \$14.4 million, and Cigarette and Tobacco Tax receipts - revised upward by \$12.0 million.

Individual Income Tax + \$89.1 million:

Driven by solid economic performance, exceptional stock market activity and a highly progressive income tax structure, Individual Income Tax collections have far exceeded Committee projections in each of the past two years. The Committee's significant upward revision reflects a belief that current conditions will continue through the remainder of FY99.

Sales Tax (\$40.2 million):

As explained in Section II-C-1, titled Current Tax Law, of this report, the 0.5% reduction in Maine's sales tax from 6% to 5.5% causes a negative fiscal impact of over \$60 million. A number of factors including solid economic performance and stronger than anticipated retail sales activity have worked to mitigate the loss of revenues brought about by the tax rate reduction.

Income From Investments + \$14.4 million:

An extremely strong cash position and a Rainy Day Fund that has reached its capacity at \$98 million led to very strong earnings from investments. In fact the income derived from investments was nearly 6 times higher than expected in FY98 and is currently 26 times above forecast in the first quarter of FY99.

Cigarette and Tobacco Tax + \$12.0 million:

The initial estimates of Cigarette and Tobacco Tax collections for FY99 had been based on the assumption that the doubling of the tax on cigarettes combined with an aggressive anti-smoking campaign would cause a noticeable reduction in the consumption of cigarettes. A late start to the campaign and a limited response by Maine smokers to the tax hike rendered the Committee's original forecast "pessimistic". The upward revision reflects the fact that cigarette tax revenues were above forecast in FY98 and in the first quarter of FY99. **It is important to note that this forecast was prepared prior to the Maine State Attorney General's settlement with the major tobacco companies, thus no settlement monies are reflected here, nor in any other revenue line.**

TABLE 4

**SUMMARY OF GENERAL FUND
REVENUE REPROJECTIONS - FY 99**

	Original FY99 <u>Budget</u>	FY99 <u>Reprojections</u>	Upward (+)/ Downward (-) <u>Revision</u>
*Sales and Use Tax	\$819,141,406	\$778,949,728	(\$40,191,678)
*Individual Income Tax	828,116,178	917,252,054	89,135,876
*Corporate Income Tax	105,705,743	102,051,673	(3,654,070)
Cigarette and Tobacco Tax	73,368,370	85,350,359	11,981,989
Public Utilities Tax	28,925,000	28,700,000	(225,000)
Insurance Companies Tax	35,312,000	37,222,000	1,910,000
Inheritance and Estate Tax	15,356,915	17,903,545	2,546,630
Property Tax - Unorg. Terr.	9,695,799	9,695,799	0
Income From Investments	626,240	15,000,000	14,373,760
Transfer to Municipalities	(89,401,130)	(91,710,926)	(2,309,796)
Transfer from Liquor	24,248,824	20,530,129	(3,718,695)
Transfer from Lottery	41,112,981	41,112,981	0
Other Revenues	<u>116,241,161</u>	<u>121,822,681</u>	<u>5,581,520</u>
Total	\$2,008,449,487	\$2,083,880,023	\$75,430,536

* Gross amounts prior to Municipal Revenue Sharing Transfer

B. Highway Fund

The Committee recommends that the FY 1999 Highway Fund revenues be reprojected to \$222,482,127. As Table 5 highlights, this level is \$2.2 million higher than the original Highway Fund estimate for FY 1999 of \$220,283,900. This one percent change recognizes the fact that consumption of gasoline has increased.

TABLE 5

**SUMMARY OF HIGHWAY FUND
REVENUE REPROJECTIONS - FY99**

	<u>Original FY99 Budget</u>	<u>FY99 Reprojections</u>	<u>Upward (+)/ Downward (-) Revision</u>
Fuel Taxes	\$147,910,834	\$149,491,034	1,580,200
Motor Vehicle Reg. & Fees	61,062,258	61,904,156	841,898
Inspection Fees	1,994,312	1,994,312	0
Income from Investments	1,300,000	1,440,000	140,000
Other	<u>8,016,496</u>	<u>7,652,625</u>	<u>(363,871)</u>
Total	\$220,283,900	\$222,482,127	\$2,198,227

IV. FY 2000 THROUGH FY 2003 REVENUE PROJECTIONS

A. General Fund

The Revenue Forecasting Committee estimates that Maine General Fund Revenues will total \$2.147 billion in FY00 and will rise by roughly 4% annually through the remainder of the forecast period, slightly outpacing inflation. As the cover graph illustrates, the vast majority (81%) of all General Fund Revenues are derived from two sources, Sales and Use Taxes and Individual Income Taxes. Because of this, overall General Fund revenue growth is driven primarily by the performance of these two lines. The Forecast detail has been provided in Table 1. A description of the primary factors influencing the growth of the major General Fund revenue sources is provided below:

Sales and Use Tax

Sales and Use Taxes represent 36% of total General Fund revenue collections (FY00). This tax line is estimated at \$814 million during FY00, and is expected to grow by 4% annually through the remainder of the forecast period. At the time of forecast preparation, taxable retail sales were growing at a 7.5% rate, driven primarily by automobile and building supply sales which were both up by 8% and which, together, make up 31% of

total taxable sales. Given the volatility of the sales in these two categories and the national projections of a slowdown in consumer spending, the Committee adopted a forecast which ramps taxable sales down from the current 7.5% in the first quarter of FY99 to 4% in the first quarter of FY00. This slower pace of activity is one that Maine has experienced through stable economic periods.

Individual Income Tax

The Individual Income Tax represents 42% of total General Fund Revenues (FY00). Relatively strong personal income growth, the progressive nature of our income tax structure and phenomenal stock market growth have all contributed to a surge in income tax collections. This tax line first took off in FY97 growing at a 9% pace and accelerated in FY98 to 18% growth. Actual FY98 revenues derived from this source were \$74 million above the budget projections. Recent analysis of the current trends in withholding, estimated payments and final payments all show continued strength. In addition, the underlying economic forecast calls for annual increase in personal income of 5.4% through this forecast horizon. The Committee assumes that the rapid growth in income tax revenues brought about by stock market activity will eventually slow and tax collections will return to a growth path that mirrors economic growth more directly. The Committee, therefore, adopted a forecast that tracks personal income growth on nearly a one-for-one basis.

Corporate Income Tax

Maine's Corporate Income Tax, which represents 5% of Total General Fund Revenues (FY00), is the most volatile of all major revenue sources, making it the most difficult to forecast. There is no clear tie between the growth of any particular economic indicator, such as employment, income, national corporate profits, and growth in Corporate Income Tax collections in Maine. Growth in any one year is determined by the performance of a very few large companies, the timing of audit assessments and investment tax credits, and the use of Maine's net operating loss 2-year carryback provision that allows a company which suffers a loss following profitable years to reach back into their past tax payments and receive a refund based on the current losses. This can create a huge snapback effect, dramatically altering the path of growth in this revenue line. At the suggestion of the Maine Revenue Service, the Committee adopted a forecast of modest (under 4%) annual growth in Corporate Income Taxes, knowing that the actual revenues derived from this source may well take wild swings around this base forecast.

Cigarette and Tobacco Tax

The Cigarette and Tobacco Tax, which is expected to bring in \$85 million during FY99, is projected to see annual declines in the vicinity of 1.5%-2.0% through FY2001, reflecting the 37 cent tax increase, the national movement away from smoking and the diminished

Canadian sales brought about by the Canadian border taxes currently being levied. In addition, federal excise tax increases scheduled for January 1, 2000 and January 1, 2002 should dampen cigarette sales as well. Revenues derived from the sale of cigarettes and tobacco products are expected to stagnate in the 2002/2003 biennium.

Public Utilities Tax

This revenue source is predominantly driven by the Telecommunications Personal Property Tax. Revenues from this source are expected to experience some very modest increases through FY2001 and stay flat at \$29 million thereafter.

Insurance Companies Tax

The Insurance Companies Tax is a tax on Insurance premiums that will contribute approximately \$37.2 million to the General Fund in FY99. Revenues derived from this source are expected to experience a very slow downward trend due to the increase in managed care. HMOs are not currently taxed under this category, thus the rapid increase in HMOs is balancing the rise in healthcare costs, producing no new revenues from insurance companies.

Estate Tax

Exceptionally strong stock market activity led to an unprecedented \$34.3 million in Estate Tax receipts during FY98. While the stock market remains relatively strong, it is important to remember that Estate Taxes are entirely dependent on the timing and relative wealth of Maine residents who pass away. Since it is impossible to predict, the Committee adopted the recommendation of Maine Revenue Services to forecast collections at \$18.3 million for FY00 with annual increases that roughly track inflation through FY03.

Property Tax - Unorganized Territories

The forecast of property taxes from the unorganized territories is based on budgeted expenditures prepared by the Department of Audit. Annual levels in the vicinity of \$8 to \$8.5 million are anticipated through the forecast period.

Income From Investments

In the early and mid-1990s, the Income From Investments has provided modest sums each year to the General Fund. Over this period, the State had borrowed money through Tax Anticipation Notes and invested that money throughout the year, benefiting on the arbitrage. Over the past several quarters, the State's cash position has completely reversed. With the Rainy Day Fund currently at its statutory limit of 5% of General Fund

revenues (\$98 million), the State is in an extremely strong cash position and is expected to earn \$15 million in each of the fiscal years 1999 - 2003.

Transfer From the Liquor Commission

This revenue source has been very stable and has contributed in the vicinity of \$20 million per year to the General Fund. This trend is forecast to continue through the foreseeable future.

Transfer From the Lottery Commission

Revenues collected from lottery operations in Maine grew at a fairly rapid pace during the early nineties before stalling in 1995. With the creation of major competing games in neighboring states and the natural drop-off in interest with the current mix of games that Maine offers, lottery revenues stagnated. Despite the Lottery Commission's efforts to make some changes to their current offerings, providing better jackpots and more lower-tier prizes, overall revenues are expected to fall off from the current \$41 million level in FY99 to \$38 million in each year of the upcoming 2 biennia.

B. Highway Fund

As Table 2 shows, the Revenue Forecasting Committee estimates that Highway Fund revenues will total \$222 million during FY99 and will show modest and decelerating increases through FY2003. Although the revenues derived from Fuel Taxes represent 67% of total Highway Fund Revenues and are forecast to grow by a stable 1.2% annually through FY2003, the other Highway Fund revenue sources are expected to experience some rather volatile swings, altering the growth path of Total Highway Funds. The uneven growth in Motor Vehicle Registration Fees is due primarily to the transition from a 4-year registration cycle to a 6-year registration.

V. CONCLUSION

This forecast calls for solid General Fund growth through FY03 with average annual increases of 4% expected. Highway Fund revenues are also projected to show annual growth, but at a slower pace, through the forecast period. In both cases, the projections are based on the assumption that economic activity in Maine will remain relatively strong and that no recession will occur in this time frame.

APPENDIX A

Report of the Consensus Economic Forecasting Commission

From the Meeting on September 8, 1998

Members of the Commission:

Charles Colgan, chair (University of Southern Maine)

Michael Donihue (Colby College)

John Duvalis (Central Maine Power)

Leon Bean (Key Bank)

Robert McMahon (emeritus, University of Southern Maine)

The Consensus Economic Forecasting Commission met to assess the current state of the Maine economy and produce forecasts for key economic variables used as inputs by the Revenue Forecasting Commission for the next two biennial budget horizons.

Calendar Year Forecasts
(Annual Rates of Growth, percent)

Variable	1998	1999	2000	2001	2002	2003
ME Nonfarm Employment	1.6	1.0	1.0	1.1	1.2	1.2
ME Total Personal Income - Nominal	5.5	5.2	5.4	5.4	5.4	5.4
Consumer Price Inflation (national)	1.7	2.8	2.8	3.0	3.0	3.0

The forecasts in the table above represent our best estimates for the Maine economy given current information. As a baseline assumption, we are adopting the view held by the majority of economists that the US will not experience an economic recession in the near term. Nationally, we believe that interest rates will remain at, or possibly slightly below, current levels and the unemployment rate will rise slightly over the next 12 to 18 months in response to slower world-wide demand and an 'unwinding' of the wealth effect on current consumption due to the recent decline in the stock market.

Our view is that employment growth in Maine will slow next year in response to the overall slowdown in economic growth projected for the nation as a whole. Uncertainties due to the economic crises in Asia and Russia, the political crisis in Washington, and the threat to the economies of Latin American all point to greater risks to the short term outlook than in recent years. Our best guess is that the rate of U.S. GDP growth will slow during the second half of 1998 and into 1999 below the levels of 1997 and early 1998. This national slow-down combined with already tight labor markets in Maine, will reduce employment growth in 1999 and 2000.

Personal income growth in Maine is projected to remain steady throughout the forecast horizon, following our baseline projection that there will be no recession during this time period and on the assumption that upward pressure on wages due to tight labor markets, particularly in southern Maine, will remain

Consumer price inflation in the US is forecast to remain at, or below, 3% throughout the forecast horizon as a reduction in demand pressures and continued decreases in import prices keep inflation under control.

Much of our meeting was spent focusing on the risks to the forecast and the unexpectedly large increase in state revenues. Perhaps the biggest risk to our forecast would be a collapse, nationally, of consumer confidence due to the political crises in Washington and continued declines in the stock market. This could result in a moderate national recession in early 1999 whose effects would spread to Maine in the early to middle part of 1999. At this time we do not anticipate a recession, if it occurs along these lines, would be as severe as the recession of 1991-1993.

We also discussed our concern over the lack of significant labor force growth in Maine. Until some significant immigration occurs, or migration within the state, we simply will not have enough labor in the right locations to realize substantial growth in the Maine economy.

The Commission believes that it is important the legislators treat the recent run-up of state revenues as an unusual, one-time event related to unexpected increases in capital gains revenues and income growth. The Commission will meet again in the winter of 1999 to review the economic outlook again. Hopefully at that time the impact of many of the events that have occurred at the same time as this forecast was prepared will be somewhat clearer.

APPENDIX B



STATE OF MAINE
MAINE REVENUE SERVICES
(FORMERLY BUREAU OF TAXATION)
24 STATE HOUSE STATION
AUGUSTA, MAINE
04333-0024

JANET E. WALDRON
COMMISSIONER OF
ADMINISTRATIVE & FINANCIAL SERVICES

ANGUS S. KING, JR.
GOVERNOR

ELAINE L. CORROW, CPA
ACTING EXECUTIVE DIRECTOR

November 2, 1998

Memorandum For: Revenue Forecasting Committee
From: Michael J. Allen
Jerry Stanhope
Subject: Materials for November 4, 1998 Meeting

Enclosed are the materials that we will be presenting during Wednesday's meeting. If there is additional information that you believe will help you in your deliberations next week, please let us know by 2:00 Tuesday. Thanks.

cc: Janet Waldron
Elaine Corrow
Julie Jones
Galen Rose



STATE OF MAINE

Undedicated Revenues - General Fund
For the Twelfth Month Ending June 30, 1998

June 1998

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6/30/98
	Actual	Budget	Variance Over/(under)	Percent Over/(under)	Actual	Budget	Variance Over/(under)	Percent Over/(under)	
Sales and Use Tax	\$101,560,439	\$94,763,472	\$6,796,967	7%	\$791,234,143	\$776,253,245	\$14,980,898	2%	\$776,253,245
Individual Income Tax	0	45,160,065	(45,160,065)	-100%	724,428,622	724,428,622	(0)	-0%	724,428,622
Corporate Income Tax	19,903,460	18,063,714	1,839,746	10%	101,899,336	102,264,365	(365,029)	-0%	102,264,365
Cigarette and Tobacco Tax	4,348,582	4,252,144	96,438	2%	45,524,322	44,890,210	634,112	1%	44,890,210
Public Utilities Tax	224,975	0	224,975	0%	29,334,895	28,475,000	859,895	3%	28,475,000
Insurance Companies Tax	11,440,424	9,714,463	1,725,961	18%	39,153,287	35,663,000	3,490,287	10%	35,663,000
Estate Tax	1,333,107	747,917	585,190	78%	34,335,598	31,299,520	3,036,078	10%	31,299,520
Property Tax - Unorg Territory	1,175,738	1,247,888	(72,150)	0%	8,725,314	8,797,464	(72,150)	-1%	8,797,464
Income from Investments	2,849,187	(95,146)	2,944,333	-3095%	12,145,209	1,776,409	10,368,800	584%	1,776,409
Transfer from Liquor Commission	1,721,057	2,694,399	(973,342)	-36%	20,546,162	21,256,837	(710,675)	-3%	21,256,837
Transfer from Lottery Commission	2,885,499	2,565,890	319,609	12%	40,742,121	37,637,870	3,104,251	8%	37,637,870
Other Revenues	19,630,363	13,142,299	6,488,064	49%	126,532,532	114,921,772	11,610,760	10%	114,921,772
Total Undedicated Revenue	\$167,072,834	\$192,257,105	(\$25,184,271)	-13%	\$1,974,601,539	\$1,927,664,314	\$46,937,225	2%	\$1,927,664,314

NOTES: (1) In addition to the above, \$12,926,674 for the month and \$94,304,722 year to date, has been set aside for distribution to cities and towns, under the State Revenue Sharing Program.

(2) Tobacco Tax Relief Fund in Other Special Revenue Fund was credited this month with \$3,707,686 and year to date amount is \$28,845,919.

(3) \$119,073,628 was transferred to Tax Relief for Maine Residents per Chapter 24 PL 1997 Part E., and year to date \$137,245,402

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

STATE OF MAINE
Undedicated Revenues - General Fund
For the Third Month Ending September 30, 1998

Sep-98

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6/30/99
	Actual	Budget	Variance Over/(under)	Percent Over/(under)	Actual	Budget	Variance Over/(under)	Percent Over/(under)	
Sales and Use Tax	76,524,023	75,244,996	1,279,027	2%	182,044,816	175,689,207	6,355,609	4%	777,365,194
Individual Income Tax	88,709,196	91,825,053	(3,115,857)	-3%	171,789,980	166,600,170	5,189,810	3%	785,882,253
Corporate Income Tax	18,986,865	18,747,967	238,898	1%	27,480,101	24,084,307	3,395,794	14%	100,314,750
Cigarette and Tobacco Tax	3,445,600	3,346,162	99,438	3%	11,676,444	11,423,613	252,831	2%	73,368,370
Public Utilities Tax	0	0	0	0%	(150,000)	(150,000)	0	0%	28,925,000
Insurance Companies Tax	187,886	35,972	151,914	422%	513,381	275,713	237,668	86%	35,312,000
Estate Tax	1,340,280	1,279,743	60,537	5%	3,966,940	3,839,229	127,711	3%	15,356,915
Property Tax - Unorg Territory	0	0	0	0%	0	0	0	0%	9,695,799
Income from Investments	1,271,727	52,150	1,219,577	2339%	2,872,926	104,298	2,768,628	2655%	626,240
Transfer from Liquor Commission	1,517,354	1,575,350	(57,996)	-4%	5,672,653	6,504,985	(832,332)	-13%	24,248,824
Transfer from Lottery Commission	2,156,482	3,449,094	(1,292,612)	-37%	9,054,382	10,286,850	(1,232,468)	-12%	41,112,981
Other Revenues	8,561,284	9,242,678	(681,394)	-7%	26,431,171	26,824,679	(393,508)	-1%	116,240,161
Total Collected	202,700,697	204,799,165	(2,098,468)	-1%	441,352,795	425,483,051	15,869,744	4%	2,008,448,487
Transfer to Sales Tax Reserve	(5,821,353)	0	(5,821,353)	0%	(17,287,610)	0	(17,287,610)	0%	
Total Undedicated Revenue Available	196,879,343	204,799,165	(7,919,822)	-4%	424,065,185	425,483,051	(1,417,866)	0%	2,008,448,487

NOTES: (1) In addition to the above, 9,587,287 for the month and 19,563,110 year to date, has been set aside for distribution to cities and towns under the State Revenue Sharing Program.

(2) Tobacco Tax Relief Fund was credited with 4,514,564

(3) Sales Tax in accordance with Title 31 S/S 1811 for the month 5,821,353 and year to date 17,287,610

(4) This report has been prepared from preliminary figures and is subject to change

STATE OF MAINE

Undedicated Revenues - General Fund

For the Third Month Ending September 30, 1998 and 1997

Current Year compared to Prior Year

Sep-98

EXHIBIT II

	Month				Year to Date			
	Current Year	Prior Year	Change Over/(under)	Percent Over/(under)	Current Year	Prior Year	Variance Over/(under)	Percent Over/(under)
Sales and Use Tax	76,524,023	72,331,602	4,192,421	6%	182,044,816	217,618,350	(35,573,535)	-16%
Individual Income Tax	88,709,196	79,424,895	9,284,301	12%	171,789,980	166,764,212	5,025,769	3%
Corporate Income Tax	18,986,865	21,590,722	(2,603,857)	-12%	27,480,101	35,759,301	(8,279,201)	-23%
Cigarette and Tobacco Tax	3,445,600	3,184,222	261,378	8%	11,676,444	11,674,222	2,222	0%
Public Utilities Tax	0	20,700	(20,700)	-100%	(150,000)	(129,300)	(20,700)	16%
Insurance Companies Tax	187,886	134,816	53,070	39%	513,381	156,236	357,145	229%
Estate Tax	1,340,280	6,328,697	(4,988,417)	-79%	3,966,940	14,678,981	(10,712,041)	-73%
Property Tax - Unorg Territory	0	0	0	0%	0	0	0	0%
Income from Investments	1,271,727	599,258	672,469	112%	2,872,926	1,399,707	1,473,219	105%
Transfer from Liquor Commission	1,517,354	1,374,606	142,748	10%	5,672,653	5,686,941	(14,288)	0%
Transfer from Lottery Commission	2,156,482	3,041,543	(885,061)	-29%	9,054,382	10,187,748	(1,133,366)	-11%
Other Revenues	8,561,284	10,562,256	(2,000,972)	-19%	26,431,171	28,951,424	(2,520,252)	-9%
Total Undedicated Revenue	202,700,697	198,593,316	4,107,380	2%	441,352,795	492,747,821	(51,395,026)	-10%
Transfer to Sales Tax Reserve	(5,821,353)		(5,821,353)	0%	(17,287,610)		(17,287,610)	0%
Total Undedicated Revenue Available	196,879,343	198,593,316	(1,713,973)	0%	424,065,185	492,747,821	(68,682,636)	0%
Revenue Sharing	9,587,287	9,315,815	271,472	3%	19,563,110	22,578,751	(3,015,641)	-13%

STATE OF MAINE
Undedicated Revenues - General Funds
For the Third Month Ended September 30, 1998

Sep-98
EXHIBIT III

Detail of Other Revenues	Month				Year to Date				Total Budgeted Fiscal Year Ending 6-30-99
	Actual	Budget	Variance Over/(under)	Percent Over/(under)	Actual	Budget	Variance Over/(under)	Percent Over/(under)	
All Others	1,014,707	800,374	214,333	27%	3,274,379	2,327,538	946,841	41%	10,827,941
Aeronautical Gas Tax	71,599	89,327	(17,728)	-20%	131,452	287,977	(156,525)	-54%	894,000
Alcoholic Excise Tax	995,693	948,513	47,180	5%	3,230,853	3,182,382	48,471	2%	10,479,790
Corporation Taxes	67,720	41,487	26,233	63%	340,760	189,449	151,311	80%	2,355,200
Banking Taxes	541,060	325,400	215,660	66%	1,618,150	972,800	645,350	66%	4,261,000
Alcoholic Beverages Licenses	211,311	226,621	(15,310)	-7%	546,751	615,226	(68,475)	-11%	2,823,542
Parimutuels & Amusement Taxes	152,299	121,364	30,935	25%	426,081	355,714	70,367	20%	1,092,860
Business Taxes	257,990	235,702	22,288	9%	785,298	778,062	7,236	1%	4,035,092
Motor Vehicle Licenses	155,489	125,593	29,896	24%	385,979	427,848	(41,869)	-10%	2,001,877
Inland Fisheries & Wildlife	504,981	983,969	(478,988)	-49%	2,168,809	2,450,483	(281,674)	-11%	14,192,145
Hospital Excise & Other	29,449	15,104	14,345	95%	57,670	42,113	15,557	37%	230,750
Fines, Forfeits & Penalties	2,028,746	1,955,751	72,995	4%	5,906,158	5,657,082	249,076	4%	23,366,093
Federal Revenues	123,609	1,004,708	(881,099)	-88%	739,037	2,416,319	(1,677,282)	-69%	9,639,392
Revenues from Cities, Towns & Counties	0	2,417	(2,417)	-100%	6,944	3,251	3,693	114%	9,900
Revenues from Private Sources	130,203	108,337	21,866	20%	763,093	325,032	438,061	135%	1,388,000
Current Service Charges	1,236,833	1,533,299	(296,466)	-19%	3,217,257	4,857,964	(1,640,707)	-34%	16,387,087
Transfers from Other Funds	791,103	717,712	73,391	10%	2,570,206	1,917,239	652,967	34%	12,181,492
Sales of Property & Equipment	248,492	7,000	241,492	3450%	262,294	18,200	244,094	1341%	74,000
TOTAL OTHER REVENUES	8,561,284	9,242,678	(681,394)	-7%	26,431,171	26,824,679	(393,508)	-1%	116,240,161

STATE OF MAINE
Undedicated Revenues - General Funds
For the Third Month Ended September 30, 1998 and 1997

Sep-98
EXHIBIT IV

Detail of Other Revenues	Current Year compared to Prior Year							
	Month		Year to Date					
	Current Year	Prior Year	Variance Over/(under)	Percent Over/(under)	Current Year	Prior Year	Variance Over/(under)	Percent Over/(under)
All Others	1,014,707	806,559	208,148	26%	3,274,379	2,866,250	408,129	14%
Aeronautical Gas Tax	71,599	73,107	(1,508)	-2%	131,452	247,906	(116,454)	-47%
Alcoholic Excise Tax	995,693	1,054,552	(58,860)	-6%	3,230,853	3,306,492	(75,638)	-2%
Corporation Taxes	67,720	49,610	18,110	37%	340,760	266,078	74,683	28%
Banking Taxes	541,060	2,537,120	(1,996,060)	-79%	1,618,150	3,572,240	(1,954,090)	-55%
Alcoholic Beverages Licenses	211,311	204,490	6,821	3%	546,751	576,810	(30,059)	-5%
Parimutuels & Amusement Taxes	152,299	187,157	(34,858)	-19%	426,081	340,816	85,266	25%
Business Taxes	257,990	474,610	(216,620)	-46%	785,298	1,011,054	(225,756)	-22%
Motor Vehicle Licenses	155,489	168,193	(12,704)	-8%	385,979	369,963	16,017	4%
Inland Fisheries & Wildlife	504,981	637,273	(132,292)	-21%	2,168,809	2,480,090	(311,281)	-13%
Hospital Excise & Other	29,449	41,608	(12,159)	-29%	57,670	73,367	(15,697)	-21%
Fines, Forfeits & Penalties	2,028,746	1,471,191	557,554	38%	5,906,158	5,353,832	552,326	10%
Federal Revenues	123,609	549,937	(426,328)	-78%	739,037	1,521,451	(782,414)	-51%
Revenues from Cities, Towns & Counties	0	2,610	(2,610)	-100%	6,944	8,280	(1,336)	-16%
Revenues from Private Sources	130,203	113,347	16,856	15%	763,093	497,838	265,255	53%
Current Service Charges	1,236,833	794,378	442,455	56%	3,217,257	3,463,686	(246,429)	-7%
Transfers from Other Funds	791,103	1,338,181	(547,078)	-41%	2,570,206	2,934,439	(364,234)	-12%
Sales of Property & Equipment	248,492	58,332	190,160	326%	262,294	60,832	201,462	331%
TOTAL OTHER REVENUES	8,561,284	10,562,256	(2,000,972)	-19%	26,431,171	28,951,423	(2,520,252)	-9%

Sept98

STATE OF MAINE
 Undedicated Revenues - Highway Fund
 For the Third Month Ending September 30, 1998

Sep-98

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6/30/99
	Actual	Budget	Variance Over/(under)	Percent Over/(under)	Actual	Budget	Variance Over/(under)	Percent Over/(under)	
Fuel Tax	15,349,660	14,203,346	1,146,314	8%	42,107,772	41,276,364	831,408	2%	147,910,834
Motor Vehicle Registration & Fees	4,660,060	4,607,400	52,660	1%	14,714,453	14,249,880	464,573	3%	61,062,258
Inspection Fees	143,737	168,256	-24,519	-15%	357,098	526,959	-169,861	-32%	1,994,312
All Other	758,111	749,179	8,932	1%	1,853,102	2,267,498	-414,396	-18%	9,316,496
Total Undedicated Revenue	20,911,568	19,728,181	1,183,387	6%	59,032,424	58,320,701	711,723	1%	220,283,900

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

STATE OF MAINE

September 1997

Undedicated Revenues - General Fund
For the Third Month Ending September 30, 1997

	Month				Year to Date				Total Budgeted Fiscal Year Ending 6/30/98
	Actual	Budget	Variance Over/(under)	Percent Over/(under)	Actual	Budget	Variance Over/(under)	Percent Over/(under)	
Sales and Use Tax	\$72,331,602	\$71,338,498	\$993,104	1%	\$217,618,350	\$211,077,662	\$6,540,688	3%	\$738,672,845
Individual Income Tax	79,424,895	74,697,083	4,727,812	6%	166,764,212	153,873,517	12,890,695	8%	724,428,622
Corporate Income Tax	21,590,722	15,949,401	5,641,321	35%	35,759,301	20,253,725	15,505,576	77%	90,810,370
Cigarette and Tobacco Tax	3,184,222	3,676,360	(492,138)	-13%	11,674,222	11,979,172	(304,950)	-3%	44,890,210
Public Utilities Tax	20,700	0	20,700		(129,300)	(150,000)	20,700	-14%	28,475,000
Insurance Companies Tax	134,816	21,700	113,116	521%	156,236	1,266,908	(1,110,672)	-88%	35,663,000
Estate Tax	6,328,697	1,033,128	5,295,569	513%	14,678,981	3,099,380	11,579,601	374%	12,397,521
Property Tax - Unorg Territory	0	0	0		0	0	0		11,084,804
Income from Investments	599,258	280,000	319,258	114%	1,399,707	538,000	861,707	160%	3,480,000
Transfer from Liquor Commission	1,374,606	2,096,649	(722,043)	-34%	5,686,941	5,876,551	(189,610)	-3%	21,199,678
Transfer from Lottery Commission	3,041,543	3,265,483	(223,940)	-7%	10,187,748	9,692,971	494,777	5%	38,637,870
Other Revenues	9,835,630	9,165,314	670,316	7%	28,224,798	29,996,885	(1,772,087)	-6%	116,117,603

Total Undedicated Revenue	\$197,866,690	\$181,523,616	\$16,343,074	9%	\$492,021,195	\$447,504,771	\$44,516,424	10%	\$1,865,857,523
---------------------------	---------------	---------------	--------------	----	---------------	---------------	--------------	-----	-----------------

NOTES: (1) In addition to the above, \$9,315,815 for the month and \$22,578,751 year to date, has been set aside for distribution to cities and towns, under the State Revenue Sharing Program.

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

[illegible]

Summary Table: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Sales and Use Tax									
FY98 Actual & Budget Office June 18, 1998 Report	\$791,234,143	\$777,365,194	\$1,568,599,337	\$808,170,115	\$840,210,404	\$1,648,380,519	\$0	\$0	\$0
Growth Rate		-1.8%		4.0%	4.0%	5.1%			
Total Adjustments to Prior Forecast	\$0	(\$38,141,902)	(\$38,141,902)	(\$35,666,964)	(\$36,808,943)	(\$72,475,908)	\$835,537,519	\$868,959,020	\$1,704,496,539
New Forecast	\$791,234,143	\$739,223,292	\$1,530,457,435	\$772,503,151	\$803,401,461	\$1,575,904,611	\$835,537,519	\$868,959,020	\$1,704,496,539
Growth Rate		-6.6%		4.5%	4.0%	3.0%	4.0%	4.0%	8.2%
Individual Income Tax									
FY98 Actual & Budget Office June 18, 1998 Report	\$861,674,023	\$785,882,253	\$1,647,556,276	\$812,511,802	\$850,886,279	\$1,663,398,081	\$0	\$0	\$0
Growth Rate		-8.8%		3.4%	4.7%				
Total Adjustments to Prior Forecast	\$0	\$84,589,946	\$84,589,946	\$97,601,037	\$107,871,392	\$205,472,429	\$1,011,947,985	\$1,067,031,632	\$2,078,979,617
New Forecast	\$861,674,023	\$870,472,199	\$1,732,146,222	\$910,112,839	\$958,757,671	\$1,868,870,510	\$1,011,947,985	\$1,067,031,632	\$2,078,979,617
Growth Rate		1.0%		4.6%	5.3%	7.9%	5.5%	5.4%	11.2%
Corporate Income Tax									
FY98 Actual & Budget Office June 18, 1998 Report	\$101,899,335	\$100,314,750	\$202,214,085	\$103,211,445	\$106,630,841	\$209,842,286	\$0	\$0	\$0
Growth Rate		-1.6%		2.9%	3.3%				
Total Adjustments to Prior Forecast	\$0	(\$3,467,712)	(\$3,467,712)	(\$5,083,692)	(\$5,919,507)	(\$11,003,199)	\$101,965,946	\$105,962,278	\$207,928,224
New Forecast	\$101,899,335	\$96,847,038	\$198,746,373	\$98,127,753	\$100,711,334	\$198,839,087	\$101,965,946	\$105,962,278	\$207,928,224
Growth Rate		-5.0%		1.3%	2.6%	0.0%	1.2%	3.9%	4.6%
Cigarette and Tobacco Taxes									
FY98 Actual & Budget Office June 18, 1998 Report	\$74,370,241	\$73,368,370	\$147,738,611	\$72,770,390	\$69,778,479	\$142,548,869	\$0	\$0	\$0
Growth Rate		-1.3%		-0.8%	-4.1%				
Total Adjustments to Prior Forecast	\$0	\$11,981,989	\$11,981,989	\$11,343,429	\$12,733,094	\$24,076,523	\$82,212,925	\$82,470,673	\$164,683,598
New Forecast	\$74,370,241	\$85,350,359	\$159,720,600	\$84,113,819	\$82,511,573	\$166,625,392	\$82,212,925	\$82,470,673	\$164,683,598
Growth Rate		14.8%		-1.4%	-1.9%	4.3%	-0.4%	0.3%	-1.2%
Estate Tax									
FY98 Actual & Budget Office June 18, 1998 Report	\$34,335,598	\$15,356,915	\$49,692,513	\$15,711,717	\$16,007,902	\$31,719,619	\$0	\$0	\$0
Growth Rate		-55.3%		2.3%	1.9%				
Total Adjustments to Prior Forecast	\$0	\$2,546,630	\$2,546,630	\$2,635,762	\$2,728,014	\$5,363,776	\$19,327,839	\$19,692,846	\$39,020,685
New Forecast	\$34,335,598	\$17,903,545	\$52,239,143	\$18,347,479	\$18,735,916	\$37,083,395	\$19,327,839	\$19,692,846	\$39,020,685
Growth Rate		-47.9%		2.5%	2.1%	-29.0%	3.2%	1.9%	5.2%
Insurance Premiums & Public Utilities Taxes									
FY98 Actual & Budget Office June 18, 1998 Report	\$67,998,640	\$63,717,000	\$131,715,640	\$63,819,000	\$63,849,000	\$127,668,000	\$0	\$0	\$0
Growth Rate		-6.3%		0.2%	0.0%				
Total Adjustments to Prior Forecast	\$0	\$1,775,000	\$1,775,000	\$1,730,080	\$1,610,839	\$3,340,919	\$65,099,241	\$64,742,248	\$129,841,489
New Forecast	\$67,998,640	\$65,492,000	\$133,490,640	\$65,549,080	\$65,459,839	\$131,008,919	\$65,099,241	\$64,742,248	\$129,841,489
Growth Rate		-3.7%		0.1%	-0.1%	-1.9%	-0.6%	-0.5%	-0.9%
Total									
FY98 Actual & Budget Office June 18, 1998 Report	\$1,931,511,980	\$1,816,004,482	\$3,747,516,462	\$1,876,194,469	\$1,947,362,905	\$3,823,557,374	\$0	\$0	\$0
Growth Rate		-6.0%		3.3%	3.8%				
Total Adjustments to Prior Forecast	\$0	\$59,283,951	\$59,283,951	\$72,559,652	\$82,214,888	\$154,774,540	\$2,116,091,455	\$2,208,858,696	\$4,324,950,152
New Forecast	\$1,931,511,980	\$1,875,288,433	\$3,806,800,412	\$1,948,754,121	\$2,029,577,793	\$3,978,331,914	\$2,116,091,455	\$2,208,858,696	\$4,324,950,152
Growth Rate		-2.9%		3.9%	4.1%	4.5%	4.3%	4.4%	8.7%

Economic Assumptions

Report of the Consensus Economic Forecasting Commission

From the Meeting on September 8, 1998

Members of the Commission:

Charles Colgan, chair (University of Southern Maine)

Michael Donihue (Colby College)

John Duvalis (Central Maine Power)

Leon Bean (Key Bank)

Robert McMahon (emeritus, University of Southern Maine)

The Consensus Economic Forecasting Commission met to assess the current state of the Maine economy and produce forecasts for key economic variables used as inputs by the Revenue Forecasting Commission for the next two biennial budget horizons.

Calendar Year Forecasts
(Annual Rates of Growth, percent)

Variable	1998	1999	2000	2001	2002	2003
ME Nonfarm Employment	1.6	1.0	1.0	1.1	1.2	1.2
ME Total Personal Income - Nominal	5.5	5.2	5.4	5.4	5.4	5.4
Consumer Price Inflation (national)	1.7	2.8	2.8	3.0	3.0	3.0

The forecasts in the table above represent our best estimates for the Maine economy given current information. As a baseline assumption, we are adopting the view held by the majority of economists that the US will not experience an economic recession in the near term. Nationally, we believe that interest rates will remain at, or possibly slightly below, current levels and the unemployment rate will rise slightly over the next 12 to 18 months in response to slower world-wide demand and an 'unwinding' of the wealth effect on current consumption due to the recent decline in the stock market.

Our view is that employment growth in Maine will slow next year in response to the overall slowdown in economic growth projected for the nation as a whole. Uncertainties due to the economic crises in Asia and Russia, the political crisis in Washington, and the threat to the economies of Latin American all point to greater risks to the short term outlook than in recent years. Our best guess is that the rate of U.S. GDP growth will slow during the second half of 1998 and into 1999 below the levels of 1997 and early 1998. This national slow-down combined with already tight labor markets in Maine, will reduce employment growth in 1999 and 2000.

Personal income growth in Maine is projected to remain steady throughout the forecast horizon, following our baseline projection that there will be no recession during this time period and on the assumption that upward pressure on wages due to tight labor markets, particularly in southern Maine, will remain

Consumer price inflation in the US is forecast to remain at, or below, 3% throughout the forecast horizon as a reduction in demand pressures and continued decreases in import prices keep inflation under control.

Much of our meeting was spent focusing on the risks to the forecast and the unexpectedly large increase in state revenues. Perhaps the biggest risk to our forecast would be a collapse, nationally, of consumer confidence due to the political crises in Washington and continued declines in the stock market. This could result in a moderate national recession in early 1999 whose effects would spread to Maine in the early to middle part of 1999. At this time we do not anticipate a recession, if it occurs along these lines, would be as severe as the recession of 1991-1993.

We also discussed our concern over the lack of significant labor force growth in Maine. Until some significant immigration occurs, or migration within the state, we simply will not have enough labor in the right locations to realize substantial growth in the Maine economy.

The Commission believes that it is important the legislators treat the recent run-up of state revenues as an unusual, one-time event related to unexpected increases in capital gains revenues and income growth. The Commission will meet again in the winter of 1999 to review the economic outlook again. Hopefully at that time the impact of many of the events that have occurred at the same time as this forecast was prepared will be somewhat clearer.

**State Planning Office Forecast of Personal Income Components
Based on Consensus Economic Forecasting Committee Forecast**

Fiscal Years	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Personal income	\$26,586,142	\$27,984,939	\$29,481,009	\$31,044,250	\$32,720,639	\$34,487,554	\$36,349,882
Wage and salary disbursements	\$13,898,010	\$14,750,488	\$15,593,178	\$16,474,325	\$17,419,564	\$18,417,079	\$19,471,627
Other labor income	\$1,510,625	\$1,545,888	\$1,599,071	\$1,652,803	\$1,709,334	\$1,767,150	\$1,826,226
Proprietors' income	\$2,076,704	\$2,153,483	\$2,270,038	\$2,390,407	\$2,519,489	\$2,655,542	\$2,798,941
plus: Dividends, interest, and rent	\$4,640,205	\$4,844,106	\$5,100,215	\$5,370,655	\$5,660,671	\$5,966,347	\$6,288,530
plus: Transfer payments	\$5,474,513	\$5,766,119	\$6,073,088	\$6,395,115	\$6,740,452	\$7,104,436	\$7,488,076
less: Personal contrb. for social insurance	\$1,244,937	\$1,330,663	\$1,431,260	\$1,538,212	\$1,653,997	\$1,777,800	\$1,910,151
plus: Adjustment for residence	\$231,023	\$255,342	\$277,830	\$301,880	\$327,998	\$356,056	\$386,188

Fiscal Years	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>
Personal income		5.3%	5.3%	5.3%	5.4%	5.4%	5.4%
Wage and salary disbursements		6.1%	5.7%	5.7%	5.7%	5.7%	5.7%
Other labor income		2.3%	3.4%	3.4%	3.4%	3.4%	3.3%
Proprietors' income		3.7%	5.4%	5.3%	5.4%	5.4%	5.4%
plus: Dividends, interest, and rent		4.4%	5.3%	5.3%	5.4%	5.4%	5.4%
plus: Transfer payments		5.3%	5.3%	5.3%	5.4%	5.4%	5.4%
less: Personal contrb. for social insurance		6.9%	7.6%	7.5%	7.5%	7.5%	7.4%
plus: Adjustment for residence		10.5%	8.8%	8.7%	8.7%	8.6%	8.5%

Wages and Salaries	5.8%	5.5%	5.4%	5.5%	5.5%	5.5%
Proprietors, Dividends and Interest	4.2%	5.3%	5.3%	5.4%	5.4%	5.4%

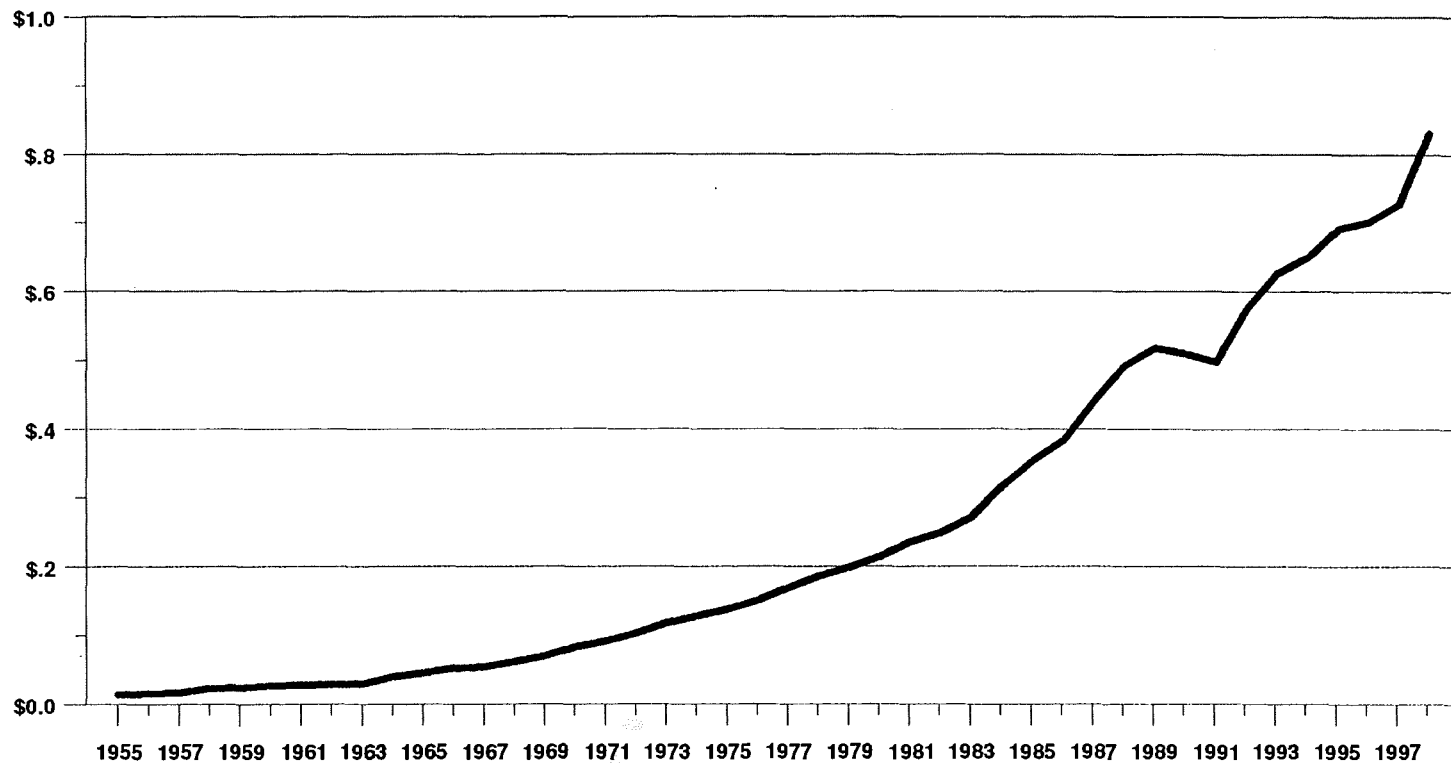
Growth Rates Used by Maine Revenue Service in Forecasting Income Tax Receipts

Wages and Salaries	5.8%	5.5%	5.1%	5.2%	5.2%	5.2%
Proprietors, Dividends and Interest	4.2%	5.3%	4.8%	4.9%	4.9%	4.9%
Corporate Profits (Calendar Year)	-0.1%	1.1%	3.3%	0.9%	4.1%	3.9%

Sales & Use Tax

Total Sales & Use Tax Revenue **Fiscal Years 1955 Through 1998**

Dollars (in Billions)

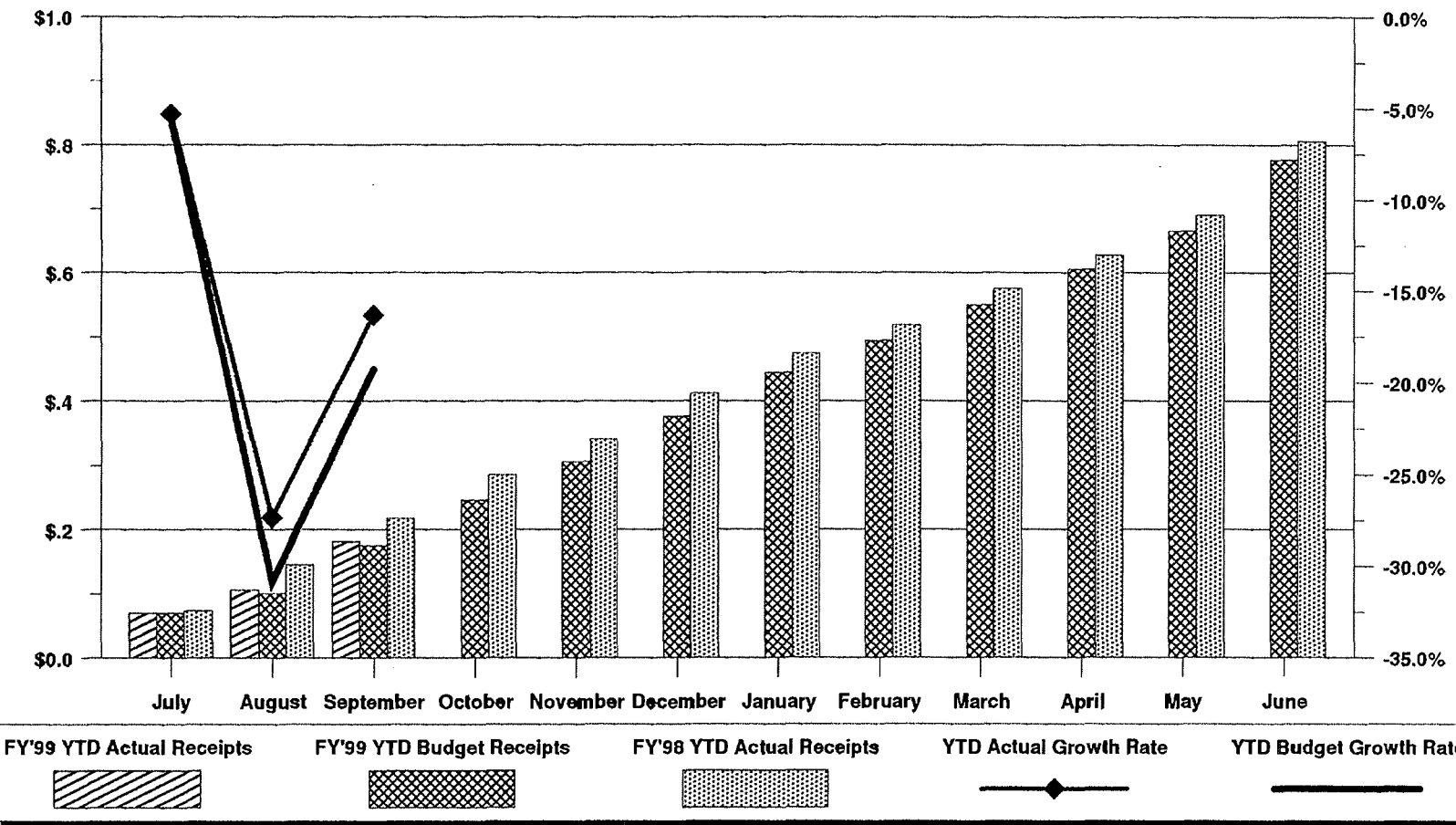


Total Sale Tax Revenue Including Gross Receipts Tax on 7% Meals FY'94 - FY'97

General Fund Sales & Use Tax Revenue **Year-to-Date FY'99 Actual vs. FY'99 Budget & FY'98 Actual**

Dollars (In Billions)

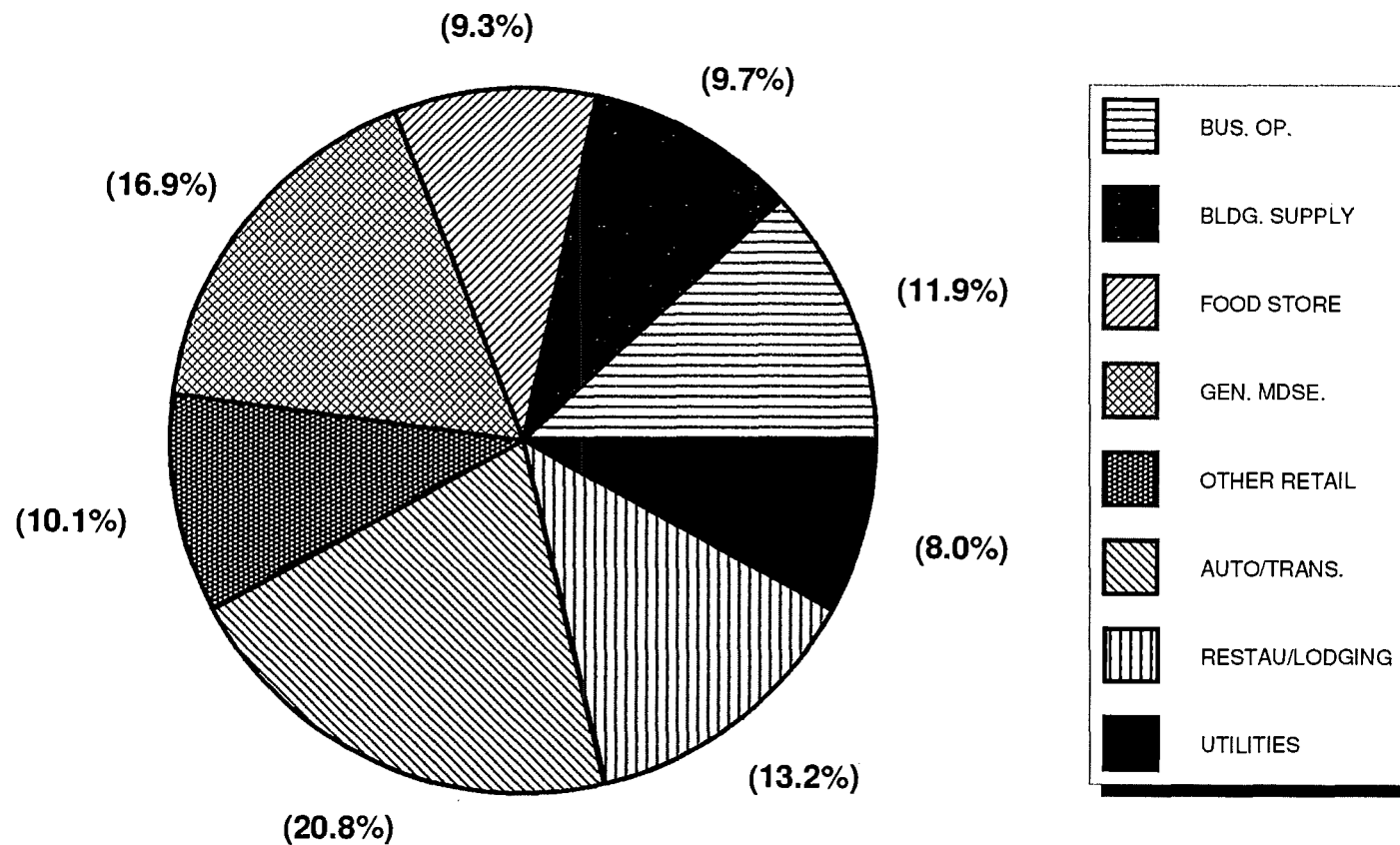
Growth Rates



**Maine Revenue Services
Taxable Sales By Product Group
In Thousands of Dollars**

	August 1998	% Ch.	August 1997	% Ch.	August 1996	Average Last 3 Mos. Vs. Last Yr. % Change	Mov. Total Last 12 mos. Vs. Prior % Change
Building Supply	\$119,811	4.5%	\$114,675	-3.7%	\$119,034	12.0%	7.8%
Food Store	\$130,727	15.8%	\$112,895	3.7%	\$108,873	4.2%	6.2%
General Merchandise	\$228,887	7.9%	\$212,072	10.0%	\$192,811	7.1%	6.0%
Other Retail	\$133,328	14.3%	\$116,695	-5.0%	\$122,813	7.9%	9.3%
Auto/Transportation	\$258,285	2.4%	\$252,330	11.0%	\$227,225	9.0%	8.2%
Restaurant/Lodging	\$256,352	-0.1%	\$256,660	6.9%	\$240,166	4.1%	5.2%
Consumer Sales	\$1,127,389	5.8%	\$1,065,327	5.4%	\$1,010,922	7.3%	7.1%
Business Operating	\$125,120	2.6%	\$121,993	5.2%	\$116,017	3.0%	5.5%
Total	\$1,252,510	5.5%	\$1,187,319	5.4%	\$1,126,938	6.8%	6.9%
Utilities	\$86,252	0.4%	\$85,904	3.7%	\$82,811		
Total including Utilities	\$1,338,761	5.1%	\$1,273,223	5.2%	\$1,209,749		

1997 MAINE TAXABLE SALES BY PRODUCT GROUP

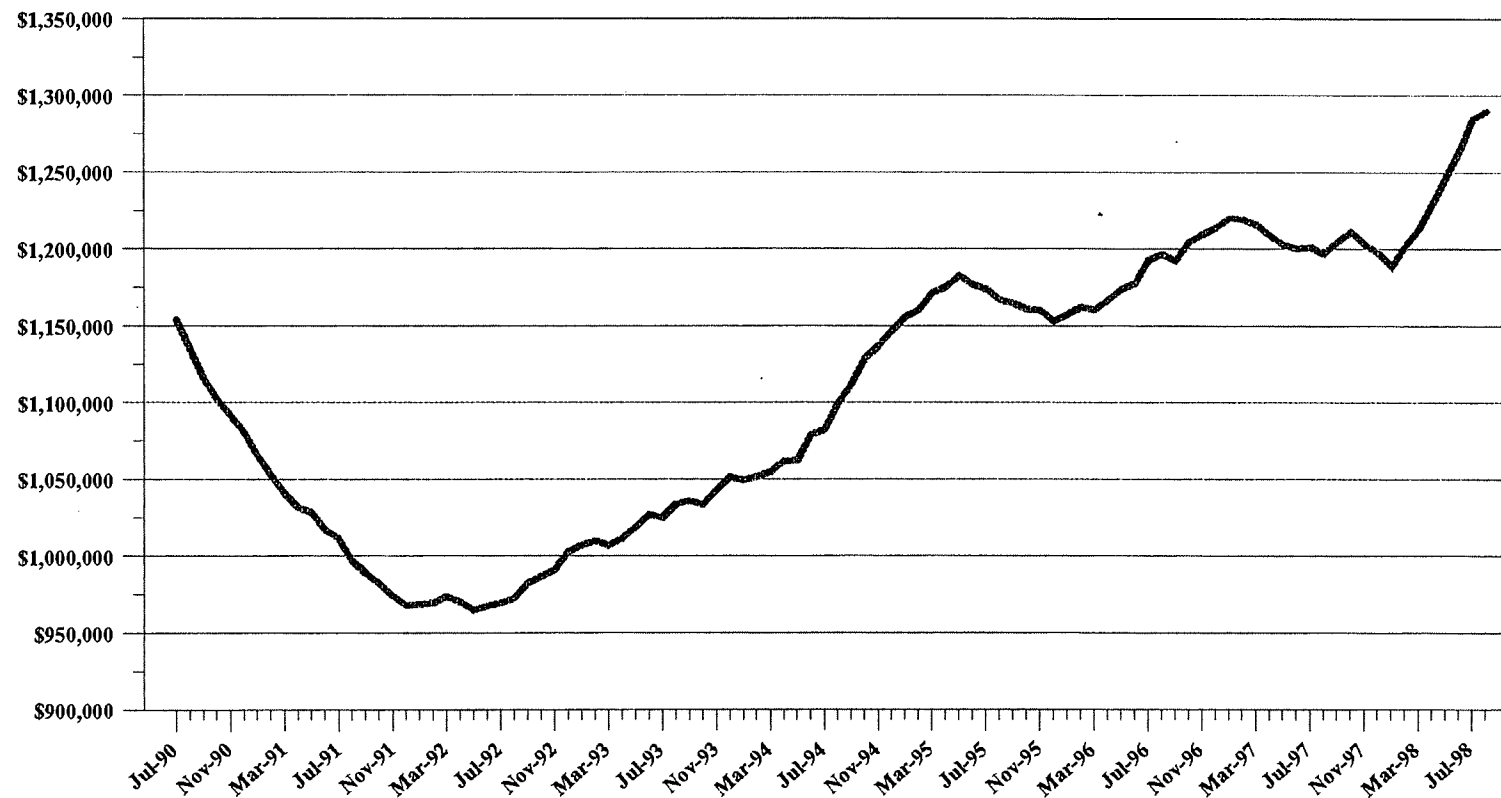


Definition of Store-Type Groups

Building Supply	Includes hardware stores, lumber yards, plumbing and electrical materials, commercial heating, air conditioning & refrigeration, paint, glass, & decorating stores, roofing & sheet metal fabrication, commercial contractors' sales and nurseries.
Food Stores	All food stores. The values here are for non-food items and "snack food".
General Merchandise	Product lines carried in large department stores. Includes clothing, furniture, shoes, radios, TVs, household durable goods, home furnishings & tools.
Other Retail	Wide selection of taxable sales. Includes drug stores, jewelry stores, sporting goods stores, antique dealers, book stores, photo shops, gift shops, toy stores & others.
Automobile/Transportation	Includes auto & truck dealers, auto parts, marine sales, aircraft, motorcycles, ATVs, travel trailers, snowmobiles, auto leasing & rentals and transportation manufacturing. Auto sales are dominant in this group.
Restaurant/Lodging	Sales of prepared food for immediate consumption. Lodging includes only the sales tax on rentals.
Consumer Sales	Total taxable retail sales to consumers.
Business Operating	Includes sales and rentals to businesses where the tax is paid directly by the buyer. Most of the use tax paid by businesses is reported here. It also includes sales of fishing supplies, stationery, computers, construction equipment, farm supplies and machinery, heating oil, printing, machinery manufacturing and machine shop sales, sales by durable and nondurable wholesalers, paper manufacturers and food processors.
Total Taxable Sales	Includes consumers sales and business operating sales.

BUILDING SUPPLY TAXABLE SALES 12 MONTH MOVING TOTAL JULY 1990 TO DATE

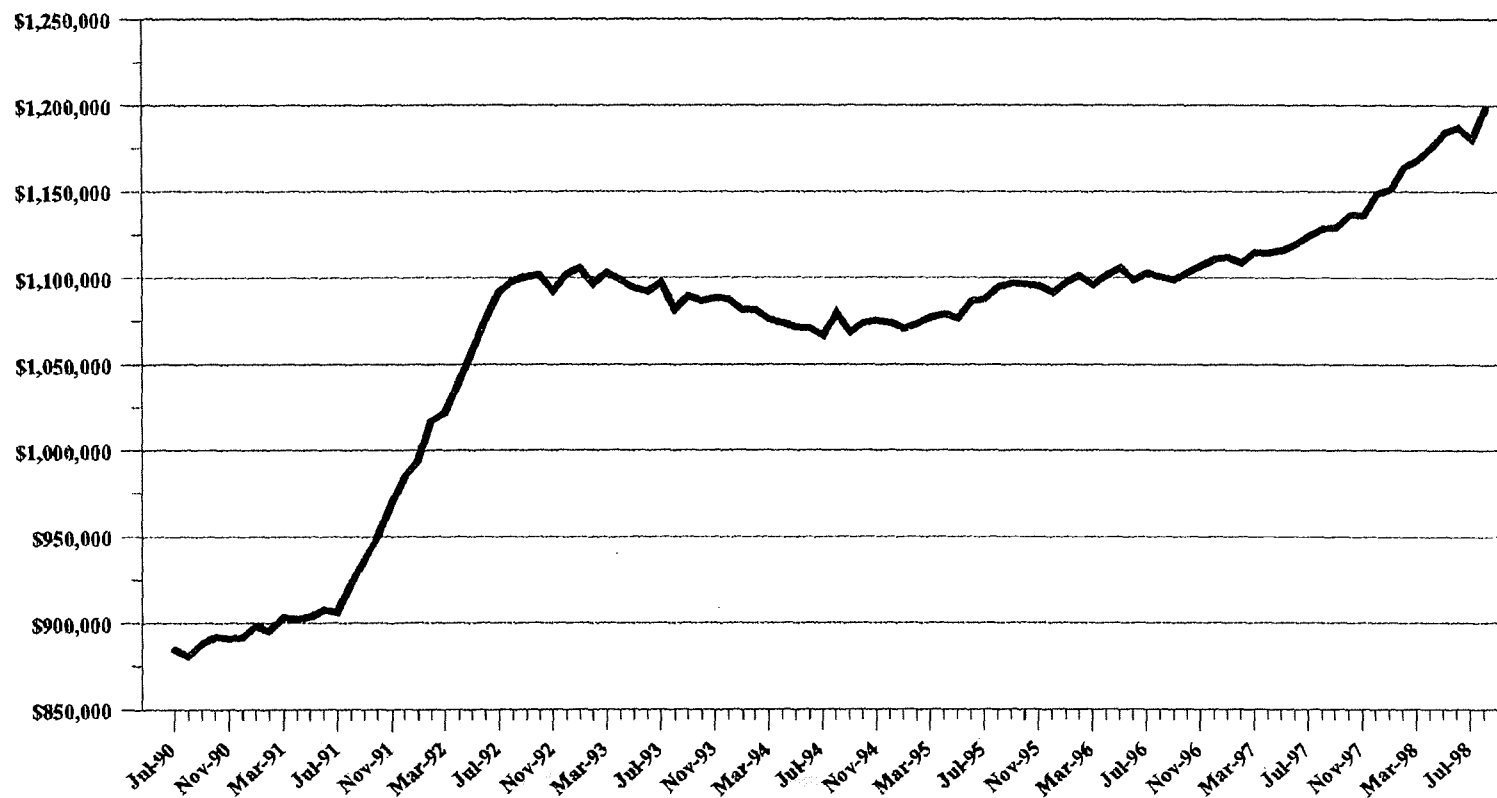
THOUSANDS OF DOLLARS



BUILDING SUPPLY 12 MO. MOVING TOTAL

FOOD STORE TAXABLE SALES **12 MONTH MOVING TOTAL JULY 1990 TO DATE**

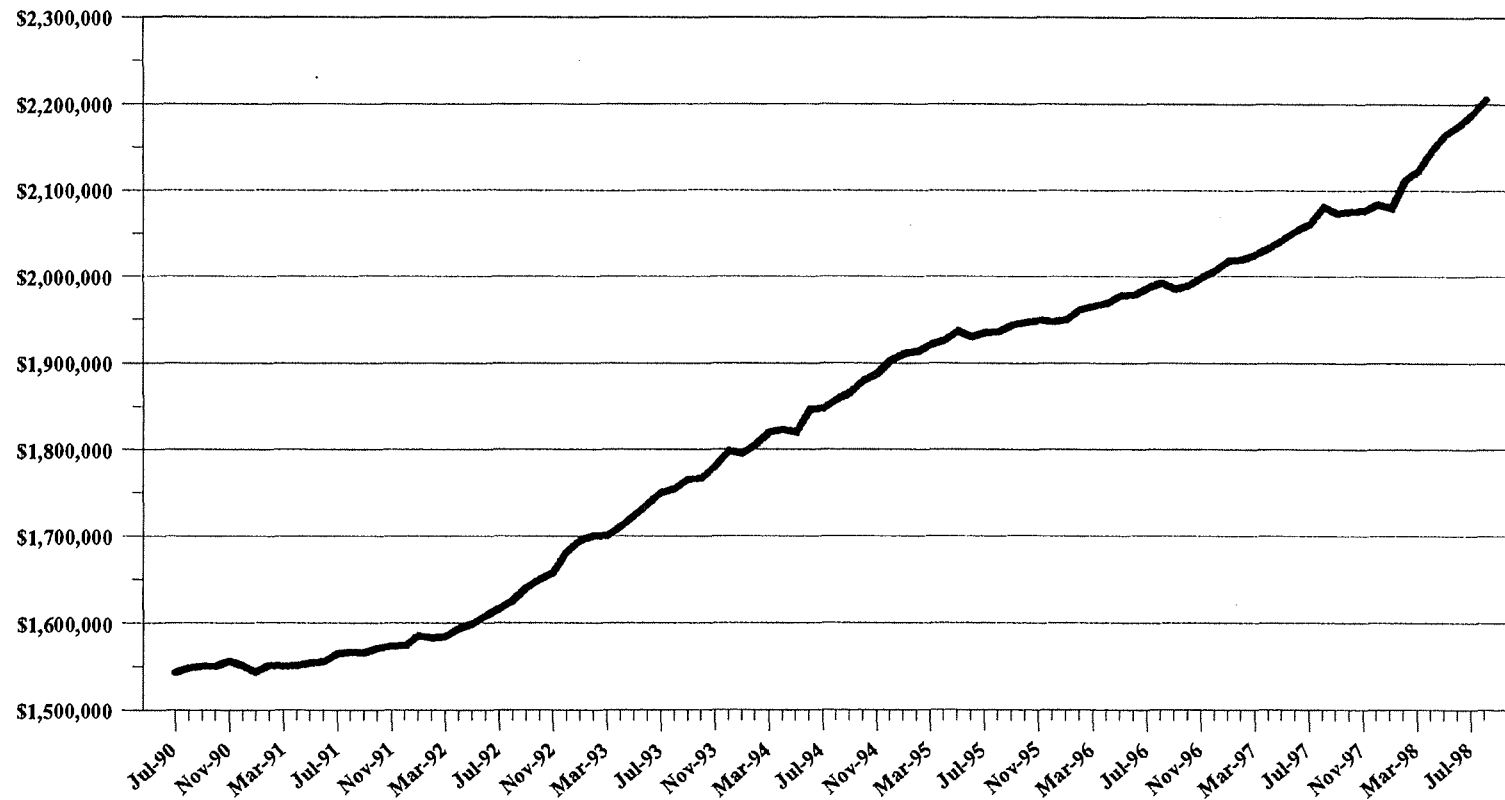
THOUSANDS OF DOLLARS



FOOD STORE 12 MO. MOVING TOTAL

GENERAL MERCHANDISE TAXABLE SALES **12 MONTH MOVING TOTAL JULY 1990 TO DATE**

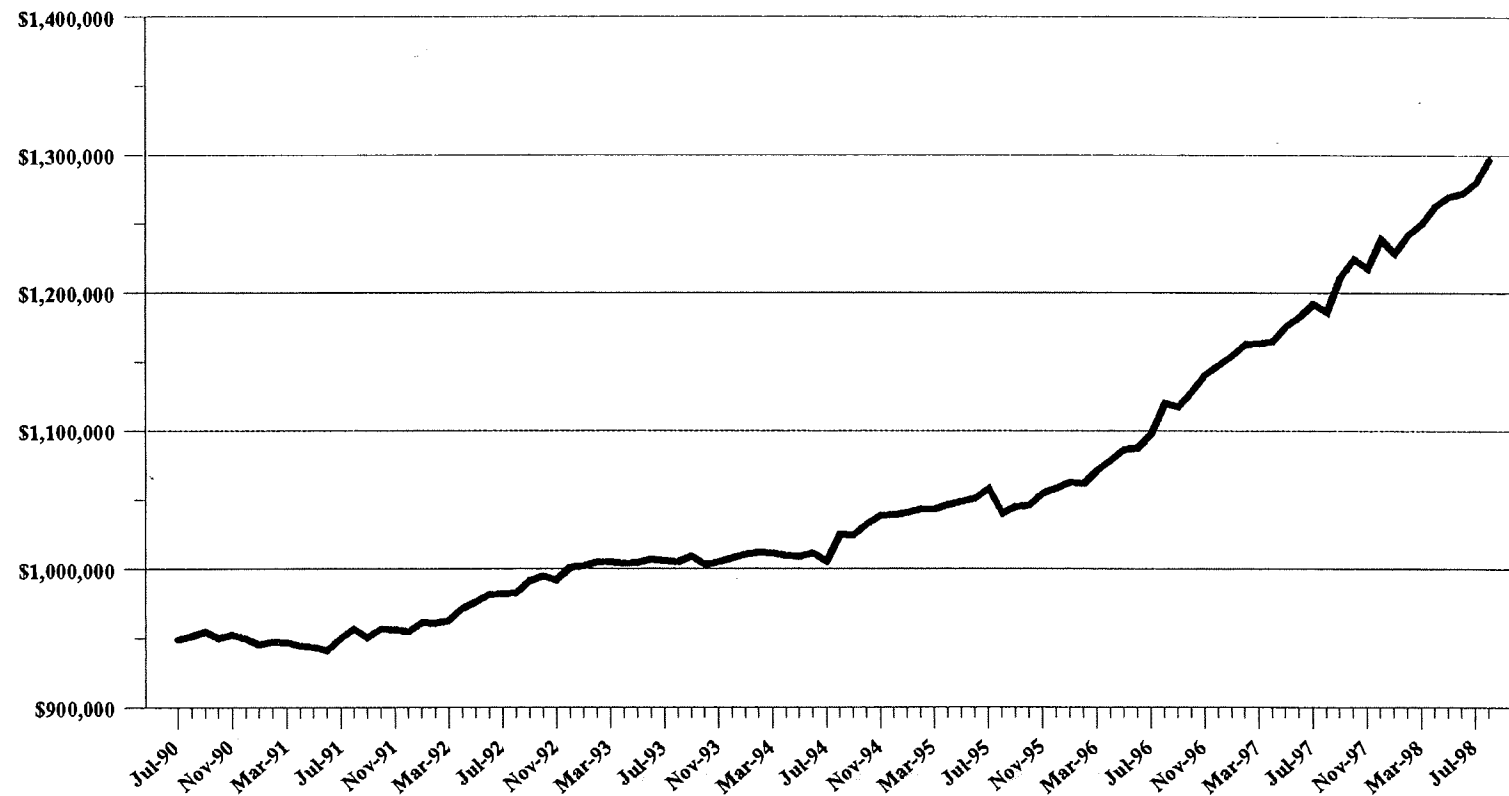
THOUSANDS OF DOLLARS



GENERAL MERCHANDISE 12 MO. MOVING TOTAL

OTHER RETAIL TAXABLE SALES 12 MONTH MOVING TOTAL JULY 1990 TO DATE

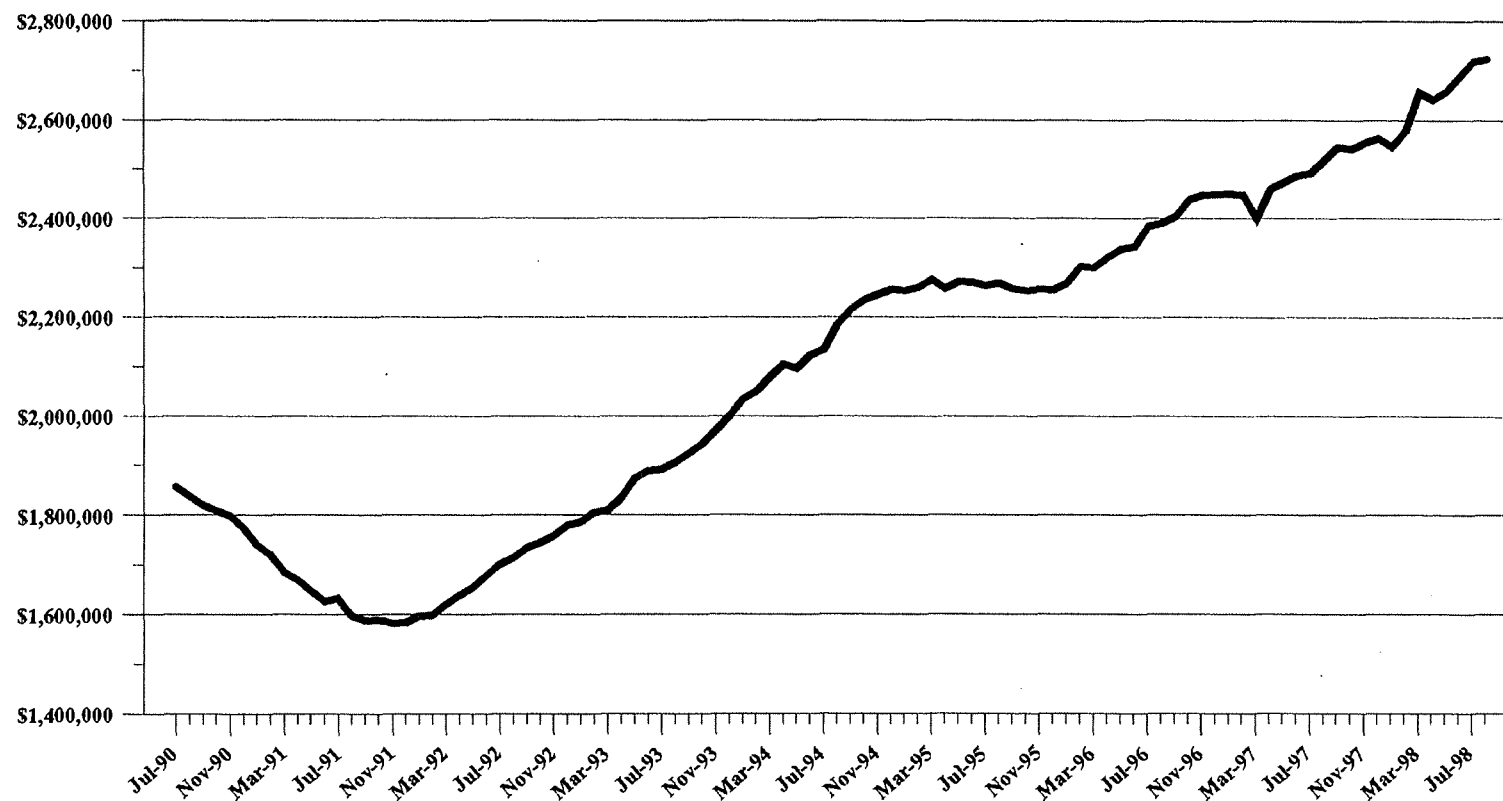
THOUSANDS OF DOLLARS



OTHER RETAIL 12 MO. MOVING TOTAL

AUTOMOBILE/TRANSPORTATION TAXABLE SALES **12 MONTH MOVING TOTAL JULY 1990 TO DATE**

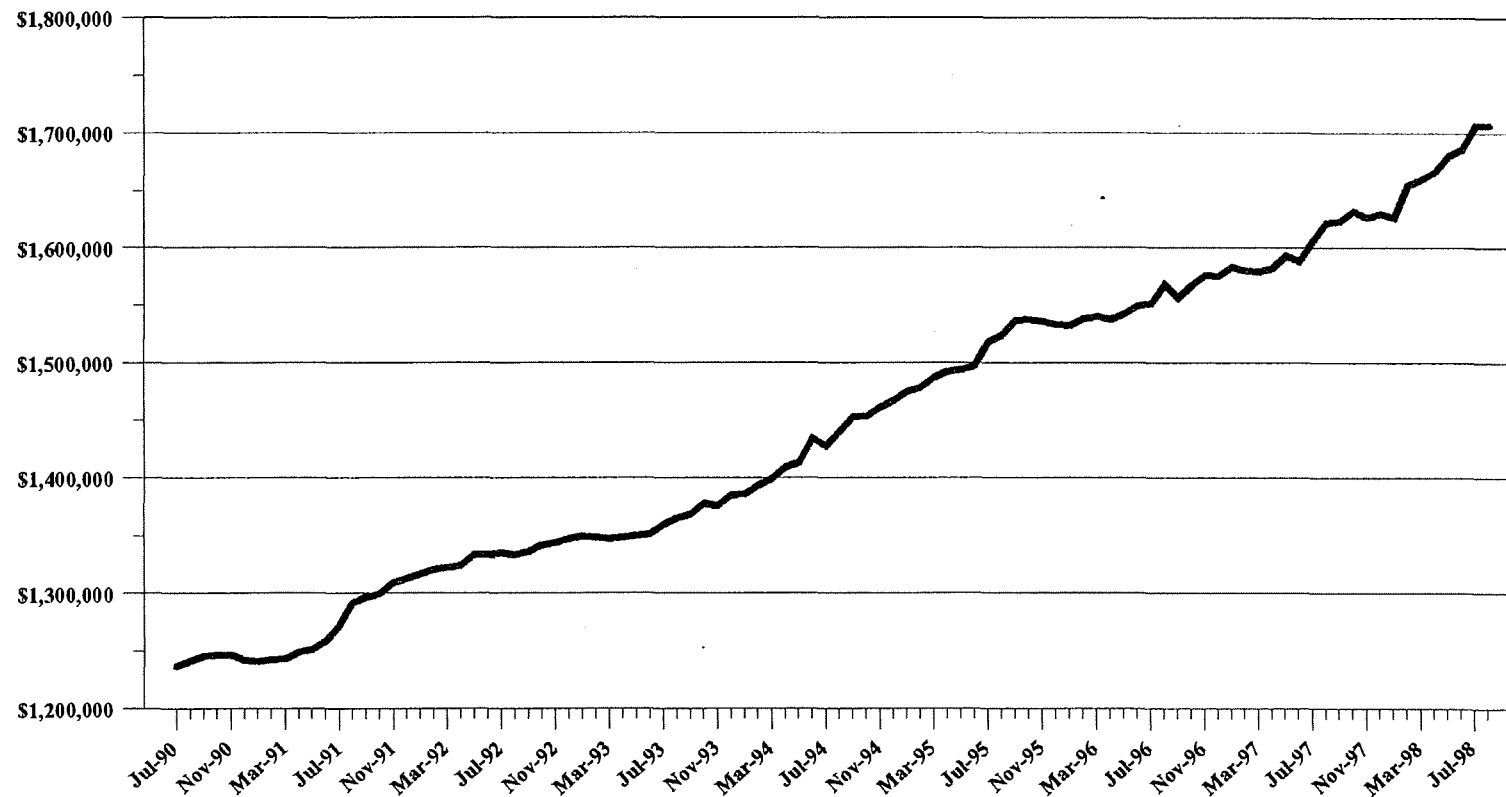
THOUSANDS OF DOLLARS



AUTO/TRANS 12 MO. MOVING TOTAL

RESTAURANT/LODGING TAXABLE SALES **12 MONTH MOVING TOTAL JULY 1990 TO DATE**

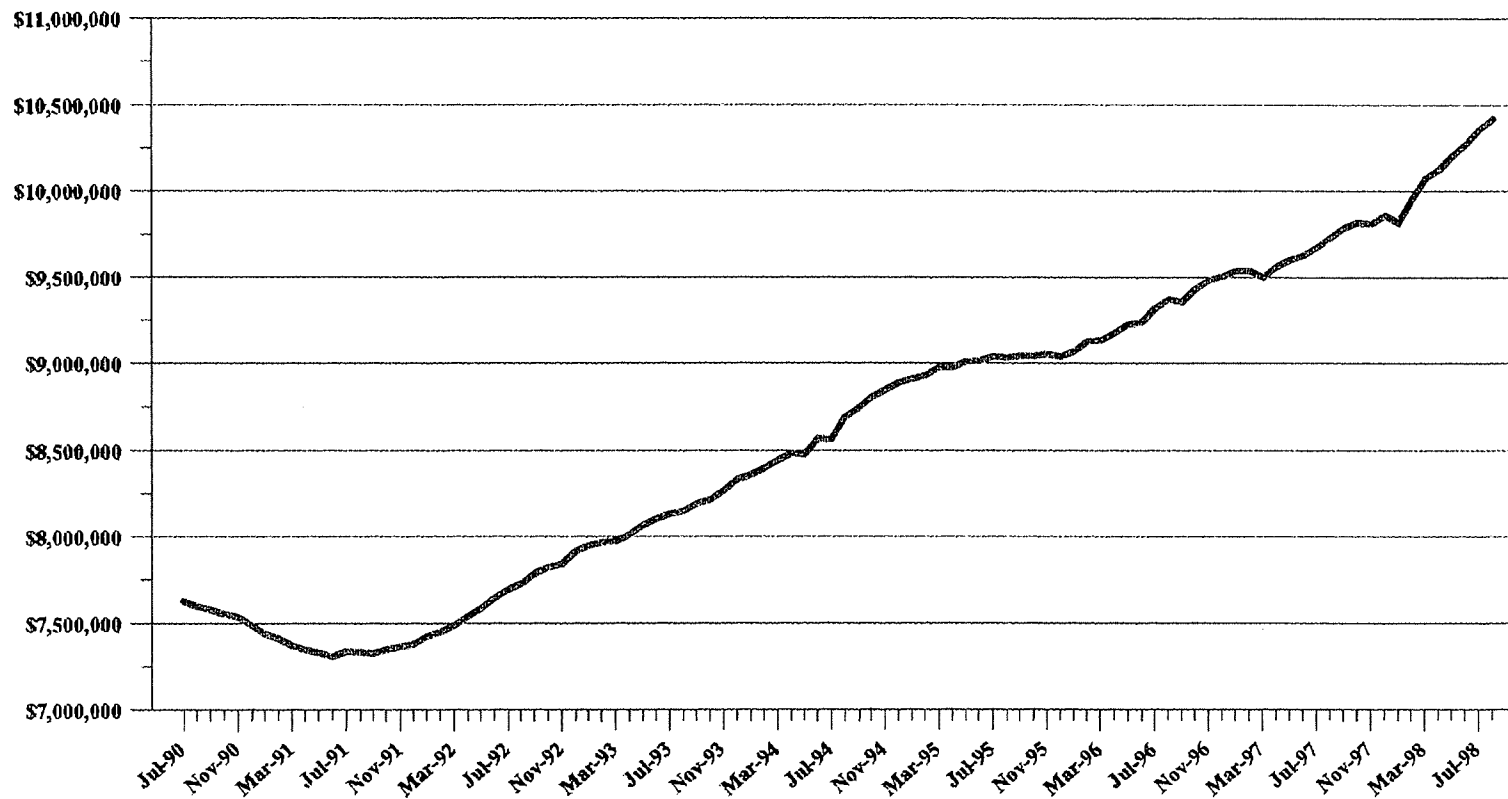
THOUSANDS OF DOLLARS



RESTAURANT/LODGING 12 MO. MOVING TOTAL

**TOTAL CONSUMER TAXABLE SALES
12 MONTH MOVING TOTAL JULY 1990 TO DATE**

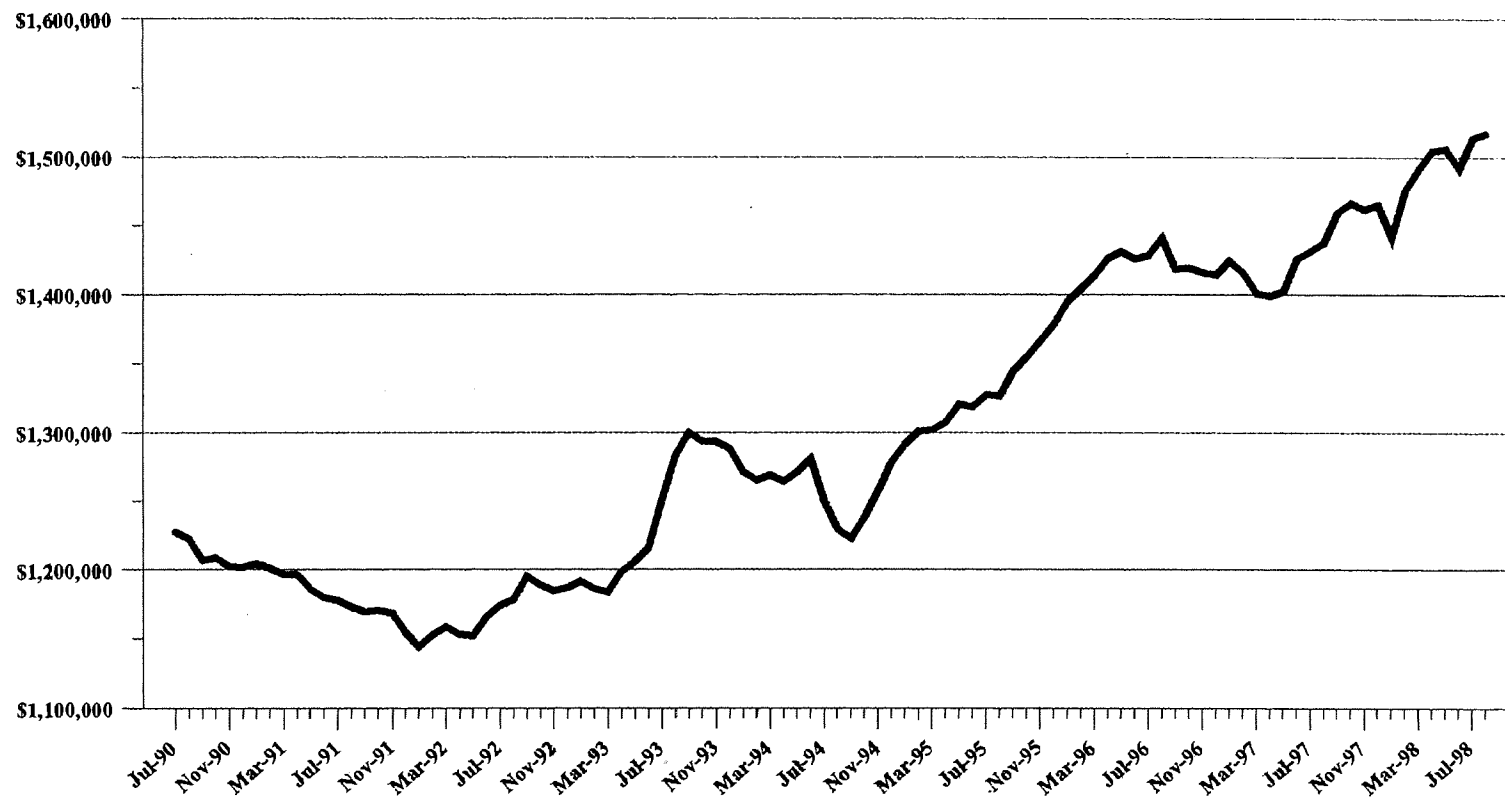
THOUSANDS OF DOLLARS



TOTAL CONSUMER 12 MO. MOVING TOTAL

**BUSINESS OPERATING TAXABLE SALES
12 MONTH MOVING TOTAL JULY 1990 TO DATE**

THOUSANDS OF DOLLARS

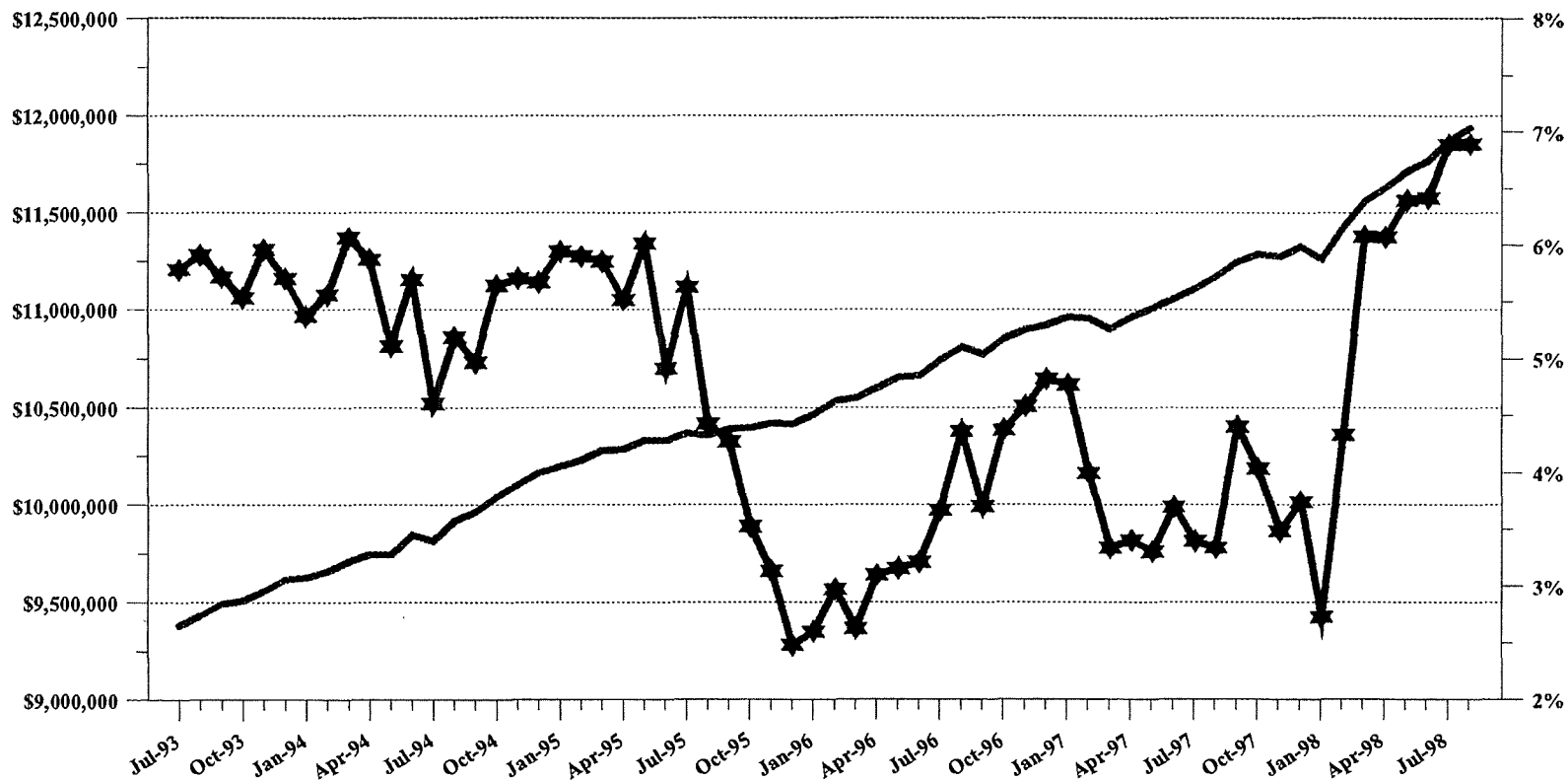


BUSINESS OPERATING 12 MO. MOVING TOTAL

TOTAL TAXABLE SALES **12 MONTH MOVING TOTAL JULY 1993 TO DATE**

THOUSANDS OF DOLLARS

PERCENTAGE CHANGE



PERCENTAGE CHANGE FROM LAST YEAR'S 12 MO. MOVING TOTAL

TOTAL 12 MO. MOVING TOTAL

General Fund Sales & Use Tax Revenue

For comparison purposes FY'98 & FY'97 actuals include \$15 Million (\$14.235 net General Fund) that was set aside for reserves in each year.

Month	FY'99 Actual	FY'99 Budget	FY'98 Actual	FY'97 Actual*	FY'99 Actual vs. Budget	FY'99 Budget vs. FY'98 Actual	FY'99 Actual vs. FY'98 Actual	FY'98 Actual vs. FY'97 Actual
July	\$69,955,569	\$69,731,716	\$73,894,610	\$64,353,109	0.3%	-5.6%	-5.3%	14.8%
August	\$35,565,224	\$30,712,495	\$71,392,139	\$70,123,311	15.8%	-57.0%	-50.2%	1.8%
September	\$76,524,023	\$75,244,996	\$72,331,602	\$69,555,467	1.7%	4.0%	5.8%	4.0%
Y-T-D	\$182,044,816	\$175,689,207	\$217,618,351	\$204,031,887	3.6%	-19.3%	-16.3%	6.7%
October		\$69,983,755	\$68,099,975	\$62,728,075				8.6%
November		\$60,361,818	\$55,040,959	\$56,429,563				-2.5%
December		\$70,717,743	\$71,594,815	\$65,506,972				9.3%
January		\$67,736,017	\$61,814,047	\$60,574,244				2.0%
February		\$48,969,544	\$44,386,826	\$44,600,046				-0.5%
March		\$55,773,107	\$56,268,093	\$49,877,388				12.8%
April		\$56,157,190	\$52,538,117	\$50,863,215				3.3%
May		\$59,610,442	\$62,312,521	\$49,645,339				25.5%
June		\$112,366,371	\$115,795,439	\$62,821,018				84.3%
Total	\$182,044,816	\$777,365,194	\$805,469,143	\$707,077,747				13.9%

*Includes Gross Receipts Tax revenue from 7% restaurant sales. Following the repeal of the Gross Receipts Tax on January 1, 1997, the tax on 7% restaurant meals reverted to a sales tax.

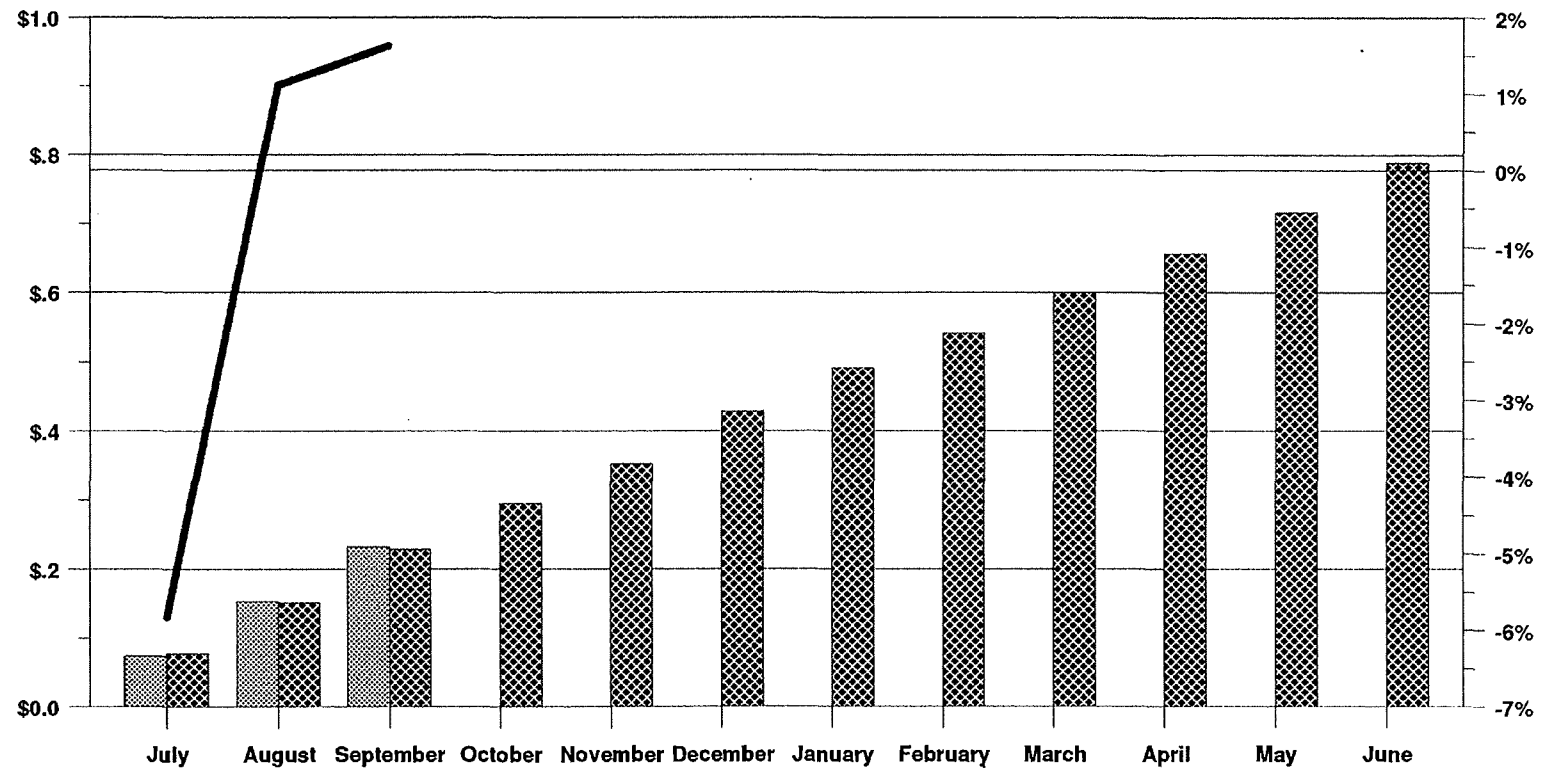
Transfers to Sales Tax Reserve - July through October 1998

Month	FY'99 Actual	FY'99 Budget
July	\$5,733,088	\$5,564,209
August	\$5,733,168	\$5,704,120
September	\$5,821,353	\$5,626,856
YTD	\$17,287,610	\$16,895,185
October		\$5,543,146
Total	\$17,287,610	\$22,438,331

Sales & Use Tax Cash Deposits **Year-to-Date FY'99 & FY'98**

Dollars (in Billions)

Growth Rate



YTD FY'99

YTD FY'98

YTD Growth Rate

**Maine Revenue Services
Sales Tax Cash Deposits**

	FY'99	FY'98	YTD FY'99	YTD FY'98	99/98 Month	99/98 YTD
July	\$73,696,062	\$78,258,575	\$73,696,062	\$78,258,575	-5.8%	-5.8%
August	\$79,862,080	\$73,624,479	\$153,558,142	\$151,883,054	8.5%	1.1%
September	\$79,169,302	\$77,119,208	\$232,727,444	\$229,002,262	2.7%	1.6%
October		\$66,391,187		\$295,393,449		
November		\$56,639,203		\$352,032,652		
December		\$75,343,225		\$427,375,877		
January		\$63,920,398		\$491,296,275		
February		\$50,544,323		\$541,840,598		
March		\$58,824,174		\$600,664,772		
April		\$56,136,748		\$656,801,520		
May		\$59,325,590		\$716,127,110		
June		\$72,158,364		\$788,285,474		

Sales & Use Tax: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Actuals & February 17, 1998 Forecast /1	\$760,771,243	\$775,577,278	\$1,536,348,521	\$806,310,682	\$838,276,594	\$1,644,587,277	\$0	\$0	\$0
Growth Rate		1.9%		4.0%	4.0%	7.0%			
Technical Adjustments to Prior Forecast /2	\$0	\$15,624,815	\$15,624,815	\$16,539,494	\$17,487,589	\$34,027,084	\$0	\$0	\$0
(i) FY98 Revenues /3	\$0	\$15,624,815	\$15,624,815	\$16,539,494	\$17,487,589	\$34,027,084	\$0	\$0	\$0
Economic Assumptions /4	\$0	\$10,401,020	\$10,401,020	\$10,817,061	\$11,249,744	\$22,066,805	\$901,694,485	\$937,762,264	\$1,839,456,749
Net Effect of Modified Accrual /5	\$30,462,900	\$2,399,011	\$32,861,911	\$2,494,972	\$2,594,771	\$5,089,742	\$2,698,562	\$2,806,504	\$5,505,065
Enacted Legislation /6	\$0	(\$7,877)	(\$7,877)	(\$13,179)	(\$15,522)	(\$28,701)	(\$16,143)	(\$16,789)	(\$32,931)
Transfers to Maine Rainy Day Fund /7	\$0	(\$22,033,895)	(\$22,033,895)	\$0	\$0	\$0	\$0	\$0	\$0
Sales Tax Cut to 5.5% /8	\$0	(\$42,737,061)	(\$42,737,061)	(\$63,645,880)	(\$66,191,715)	(\$129,837,596)	(\$68,839,384)	(\$71,592,959)	(\$140,432,343)
Total Adjustments to Prior Forecast	\$30,462,900	(\$36,353,986)	(\$5,891,086)	(\$33,807,532)	(\$34,875,134)	(\$68,682,665)	\$835,537,519	\$868,959,020	\$1,704,496,539
New Forecast	\$791,234,143	\$739,223,292	\$1,530,457,435	\$772,503,151	\$803,401,461	\$1,575,904,611	\$835,537,519	\$868,959,020	\$1,704,496,539
Growth Rate		-6.6%		4.5%	4.0%	3.0%	4.0%	4.0%	8.2%
Adjustment to Budget Office June 18, 1998 Report		(\$38,141,902)	(\$38,141,902)	(\$35,666,964)	(\$36,808,943)	(\$72,475,908)	\$835,537,519	\$868,959,020	\$1,704,496,539

1/ February, 1998 forecast with FY98 actual. FY98 actual is adjusted to allow for a base-to-base comparison.

2/ Technical adjustments refer to all changes in the forecast that are not related to changes from new economic assumptions. Examples of technical changes may be new data, model updates and changes, and court cases that affect revenues.

3/ This line shows the incremental change in baseline revenues from applying the previously forecasted growth rates to the final FY98 revenue base.

4/ This line shows the incremental change in baseline revenues as a result of the new economic forecast.

5/ Reflects the impact of being fully-reserved and going to a modified accrual method of accounting. The FY98 impact is reduced by approximately \$14.2 million to account for reserving.

6/ This line shows the incremental change in baseline revenues as a result of legislation passed by the 118th Legislature.

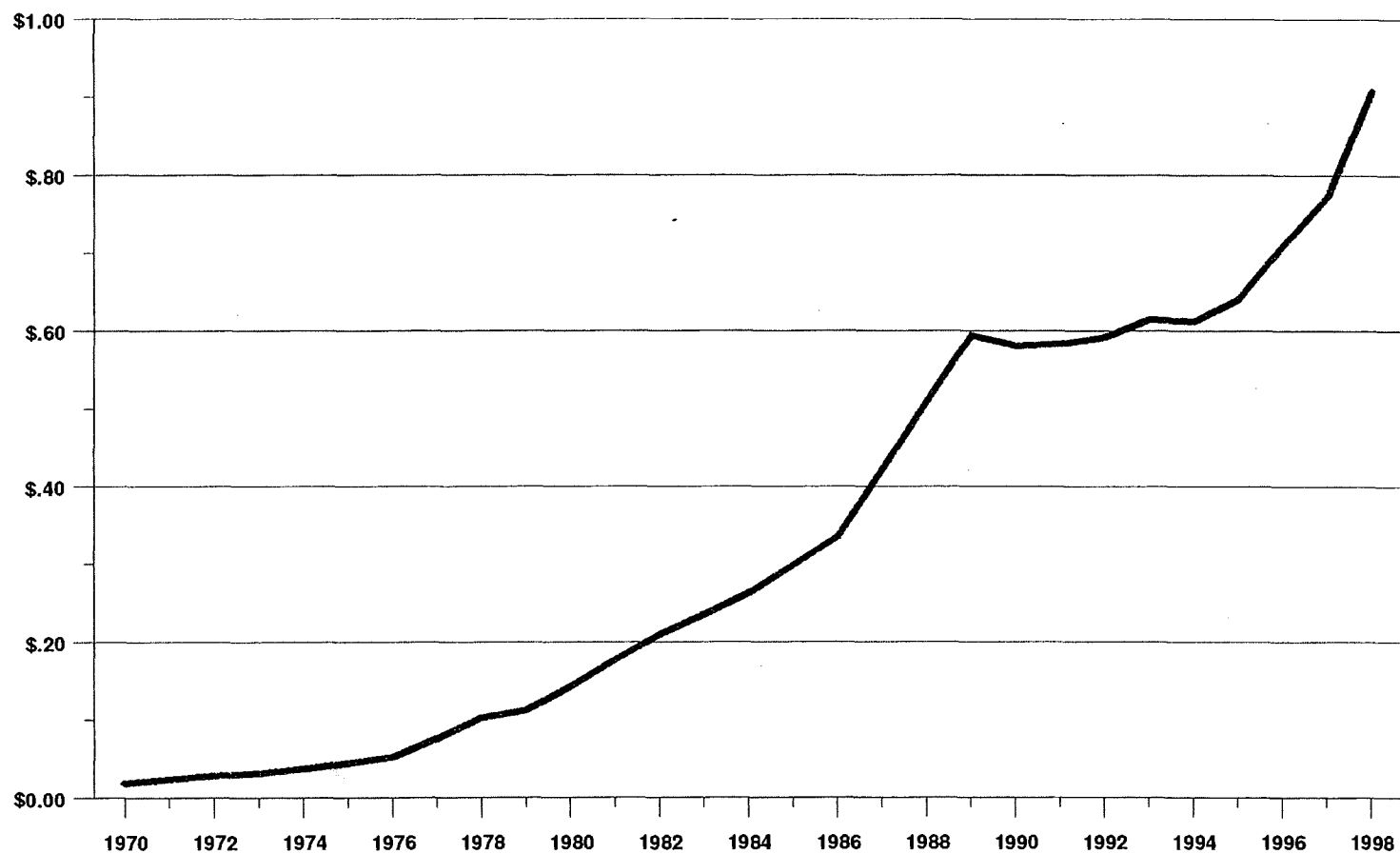
7/ Title 31 Section 1811 requires that the Controller transfer the equivalent of .5 percentage points of monthly revenue attributable to those goods and services taxable at 6 percent to the Maine Rainy Day Fund.

8/ Sales tax rate on goods and services taxable at 6 percent was reduced to 5.5 percent effective October 1, 1998.

Individual Income Tax

Total Individual Income Tax Revenue Fiscal Years 1970 Through 1998

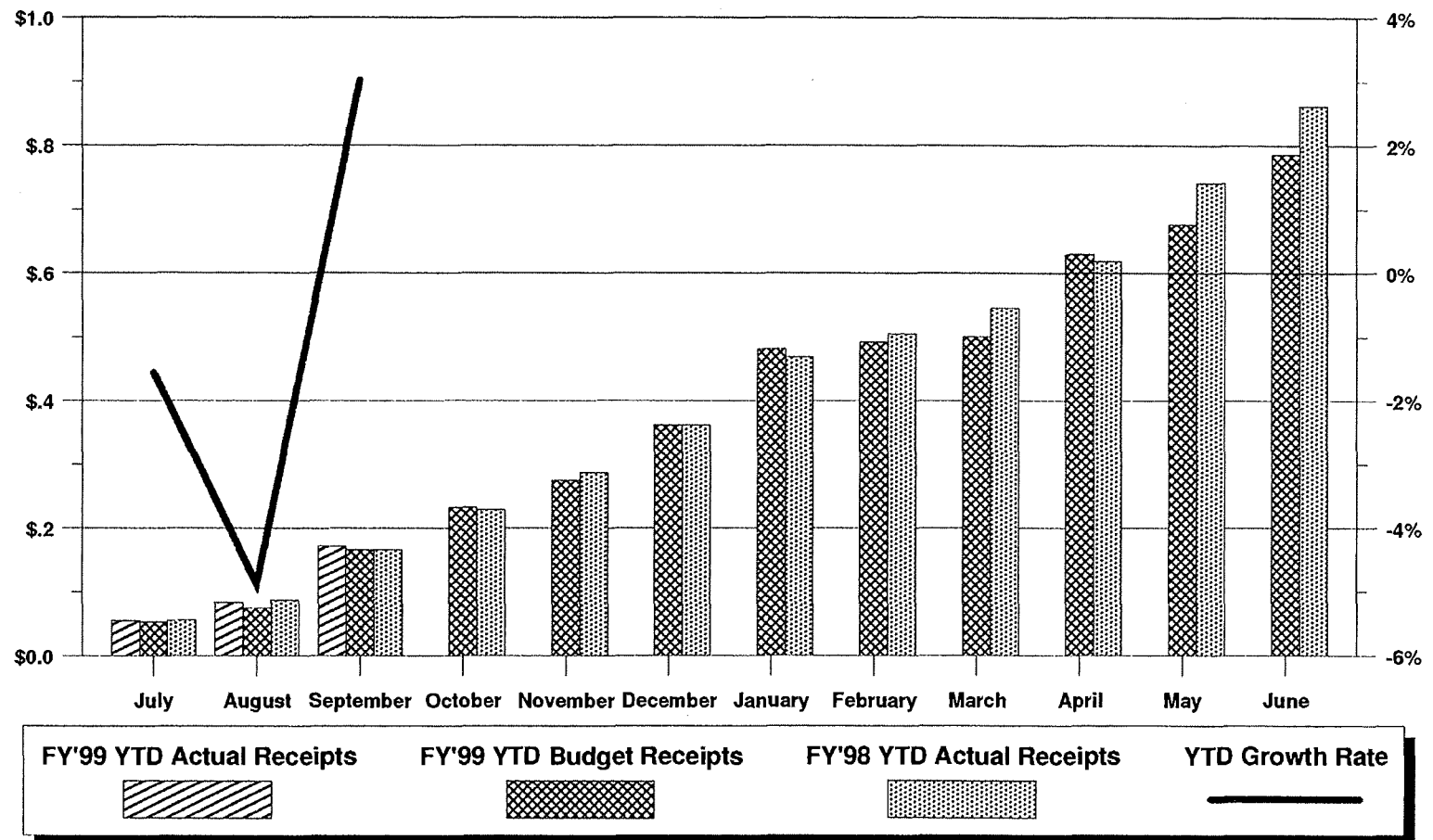
Dollars (in Billions)



General Fund Individual Income Tax Revenue **Year-to-Date FY'99 Actual vs. FY'99 Budget & FY'98 Actual**

Dollars (in Billions)

Growth Rate



Maine Revenue Services
General Fund Individual Income Tax Revenue

	FY'99 Actual	FY'99 Budget	FY'98 Actual	FY'97 Actual	FY'99 Actual vs. Budget	FY'99 Budget vs. FY'98 Actual	FY'99 Actual vs. FY'98 Actual	FY'98 Actual vs. FY'97 Actual
July	\$55,827,115	\$53,746,952	\$56,708,686	\$42,246,073	3.9%	-5.2%	-1.6%	34.2%
August	\$27,253,670	\$21,028,165	\$30,630,631	\$36,399,327	29.6%	-31.3%	-11.0%	-15.8%
September	\$88,709,196	\$91,825,053	\$79,424,895	\$75,113,495	-3.4%	15.6%	11.7%	5.7%
Y-T-D	\$171,789,981	\$166,600,170	\$166,764,212	\$153,758,895	3.1%	-0.1%	3.0%	8.5%
October		\$66,313,035	\$62,129,076	\$58,828,127				5.6%
November		\$42,274,253	\$58,322,171	\$42,455,726				37.4%
December		\$86,522,783	\$74,156,480	\$72,050,098				2.9%
January		\$120,268,007	\$107,810,046	\$104,718,760				3.0%
February		\$10,295,116	\$35,491,414	\$18,066,866				96.4%
March		\$7,739,421	\$40,517,727	\$16,865,560				140.2%
April		\$130,070,853	\$74,111,650	\$130,003,506				-43.0%
May		\$46,780,263	\$123,297,619	\$46,285,060				166.4%
June		\$109,018,352	\$119,073,628	\$90,034,394				32.3%
Total	\$171,789,981	\$785,882,253	\$861,674,024	\$733,066,992				17.5%

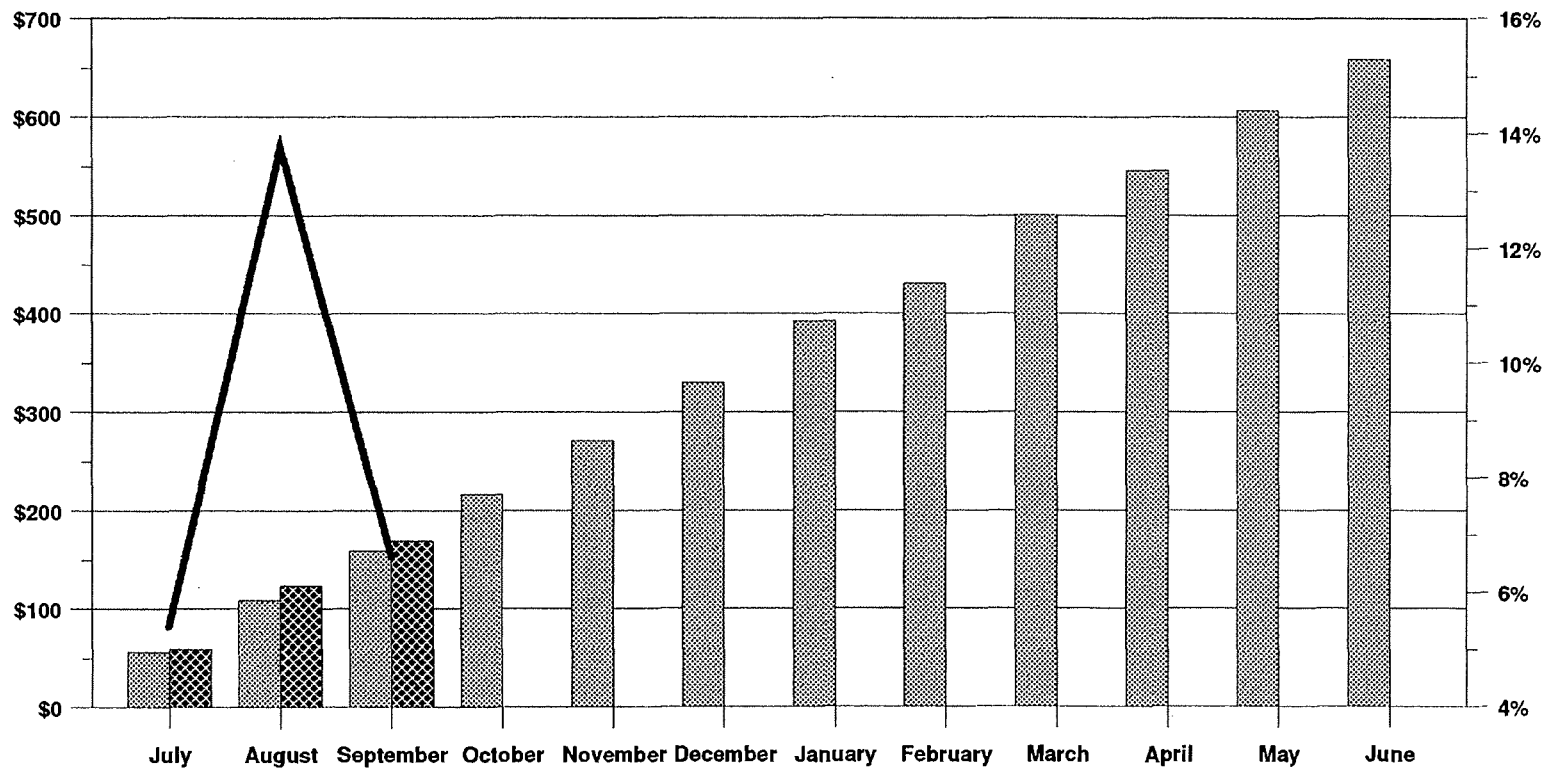
For comparison purposes May FY'98 includes \$18,171,774 that was transferred to the Tax Relief Fund for Maine Residents. June FY'98 revenue of \$119,073,628 was also transferred to the Tax Relief Fund for Maine Residents.

1040 Withholding Cash Deposits

YTD FY'99 vs. FY'98

Dollars (in Millions)

Growth Rate



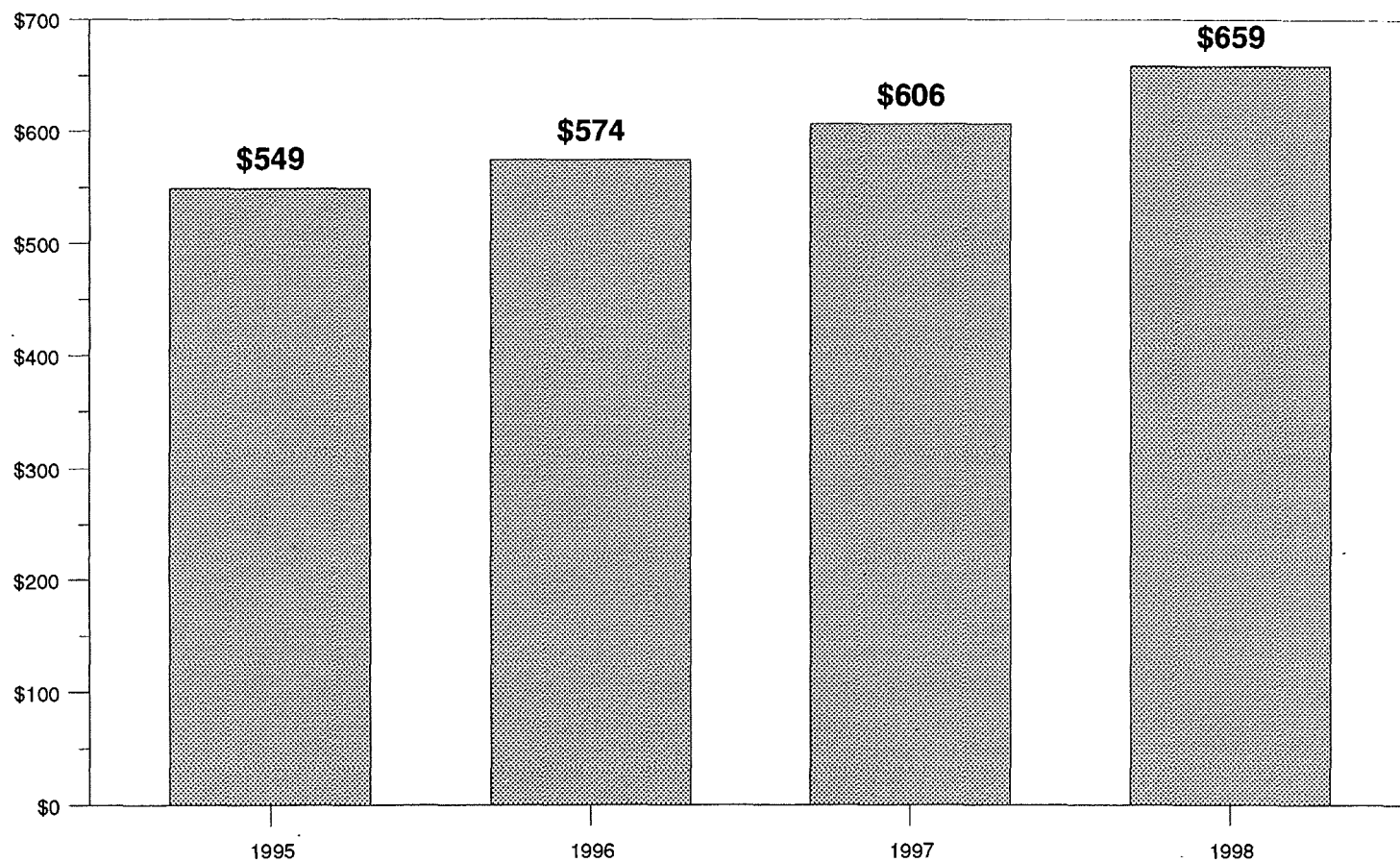
YTD FY'98

YTD FY'99

YTD Growth Rate

Individual Income Tax Withholding Payments Fiscal Years 1995 - 1998

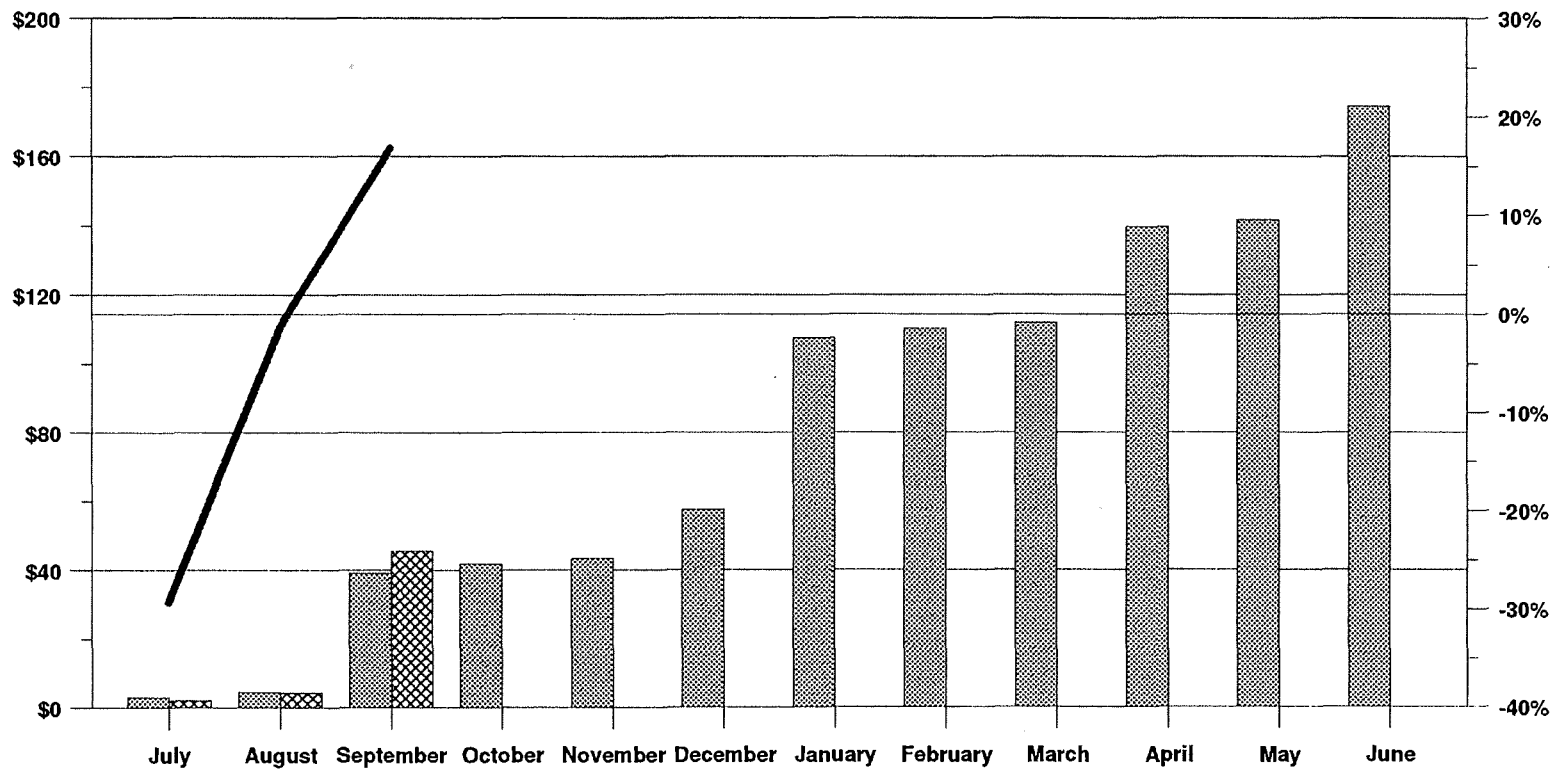
Dollars (in Millions)



1040 Estimated Tax Payment Cash Deposits **YTD FY'99 vs. FY'98**

Dollars (in Millions)

Growth Rate



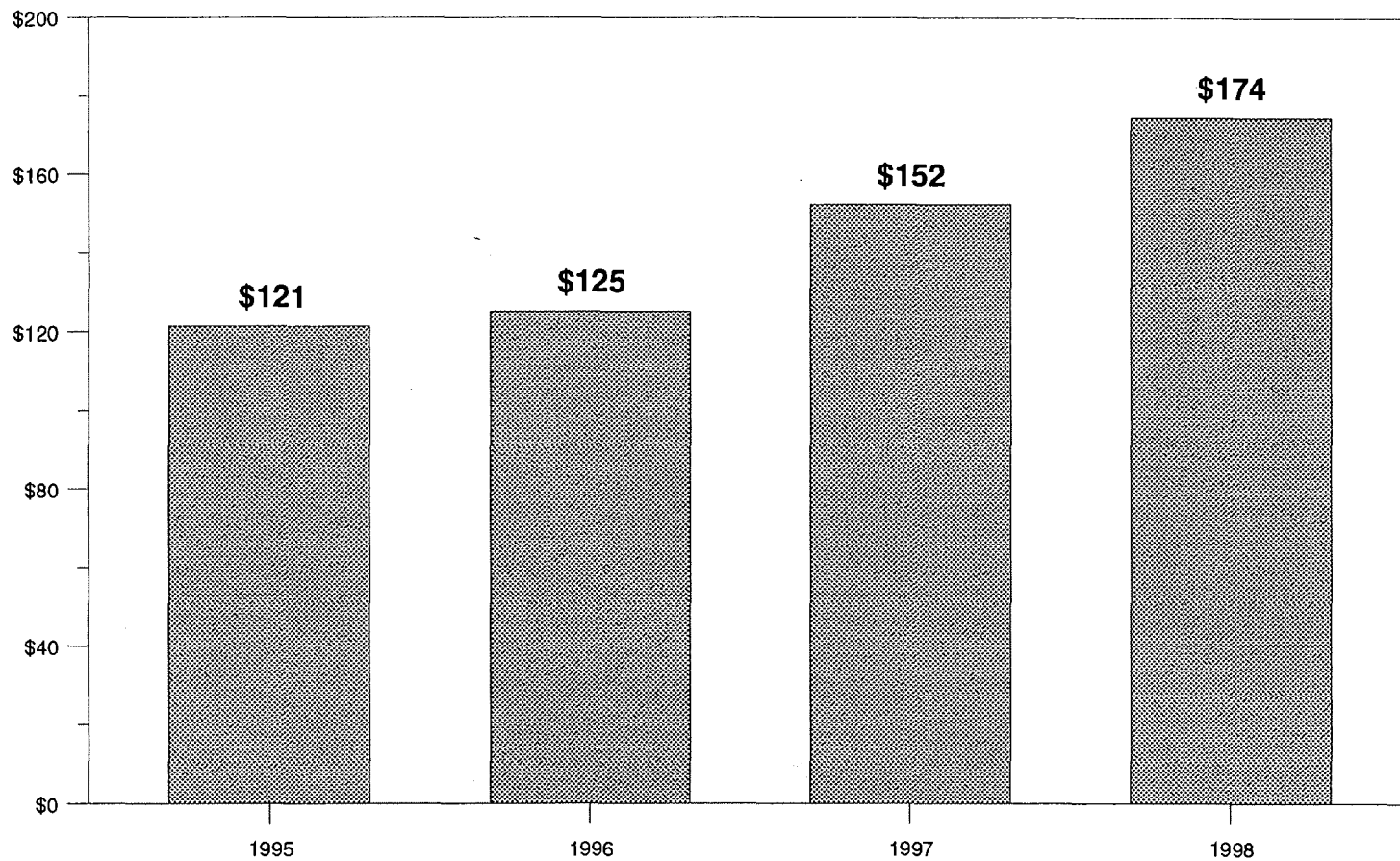
YTD FY'98

YTD FY'99

YTD Growth Rate

Individual Income Tax Estimated Payments
Fiscal Years 1995 - 1998

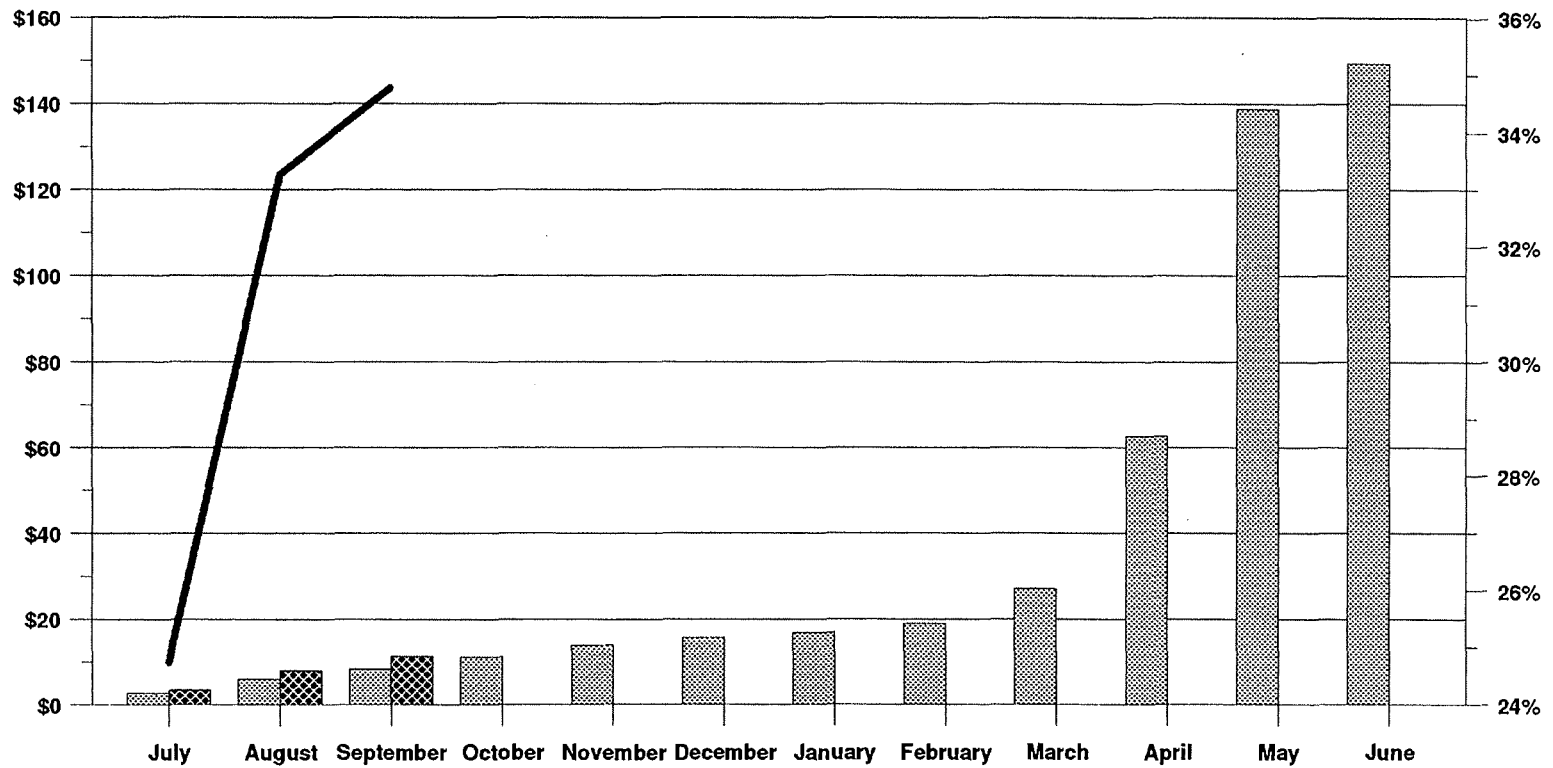
Dollars (in Millions)



1040 Final Payment Cash Deposits **YTD FY'99 vs. FY'98**

Dollars (in Millions)

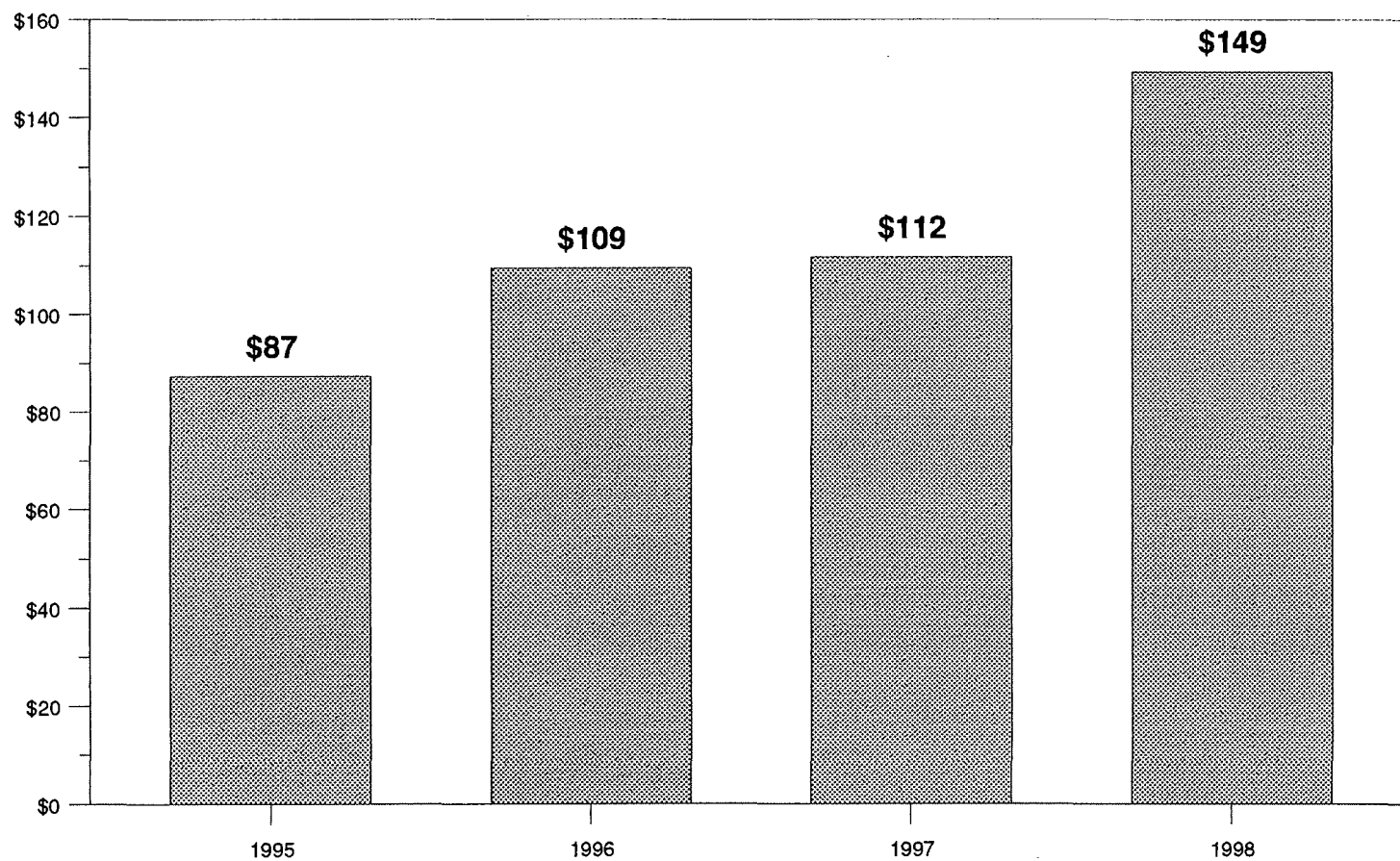
Growth Rate



YTD FY'98 **YTD FY'99** **YTD Growth Rate**

Individual Income Tax Final Payments
Fiscal Years 1995 - 1998

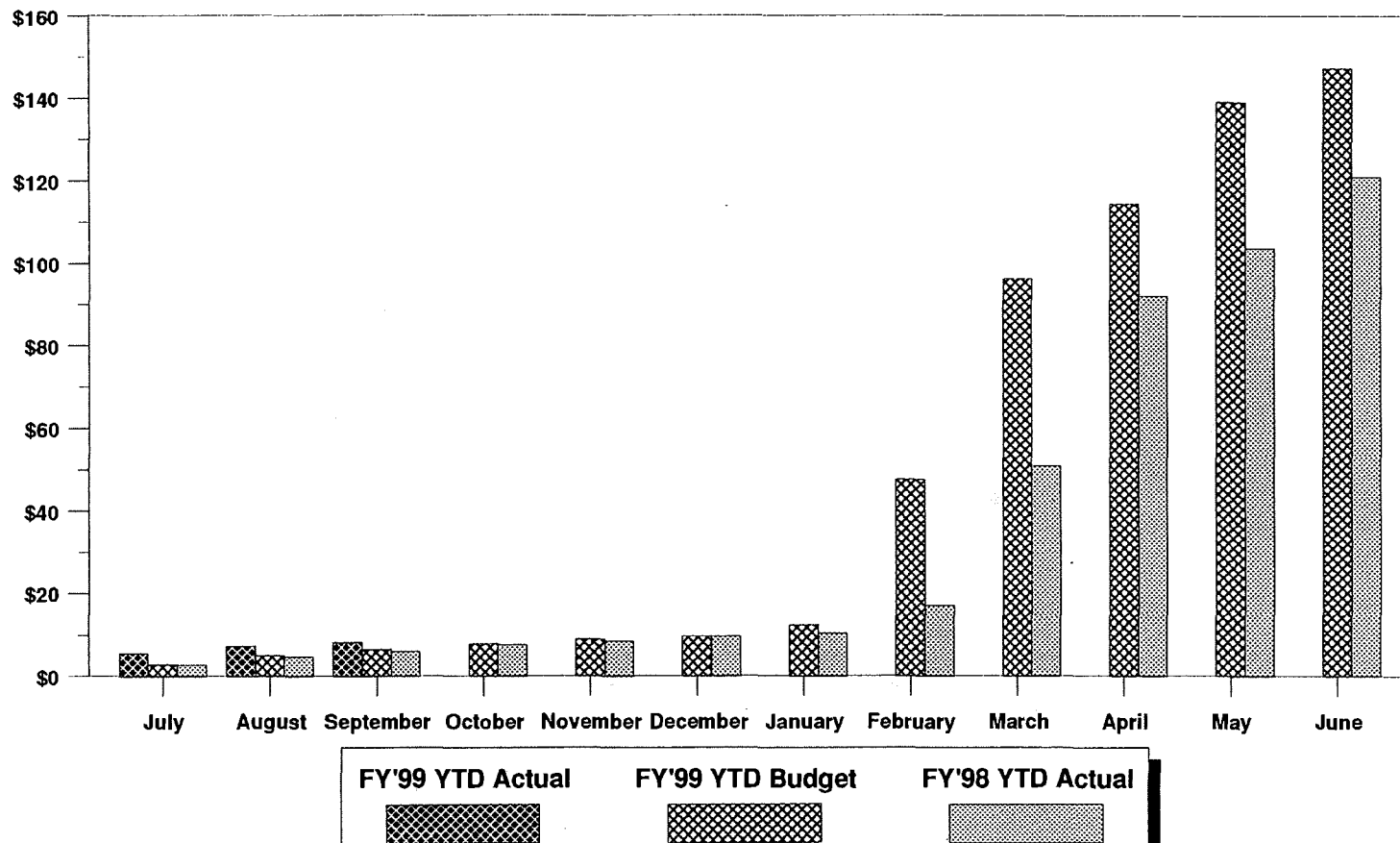
Dollars (in Millions)



Maine Revenue Services Individual Income Tax Withholding, Estimated Payments and Final Payments									
Withholding				Estimated Payments			Final Payments		
	1998	1999	99/98	1998	1999	99/98	1998	1999	99/98
July	\$56,297,274	\$59,340,551	5.4%	\$3,004,545	\$2,125,362	-29.3%	\$2,809,962	\$3,505,428	24.8%
August	\$52,305,046	\$64,184,769	22.7%	\$1,472,017	\$2,294,421	55.9%	\$3,180,667	\$4,477,480	40.8%
September	\$50,391,507	\$46,017,116	-8.7%	\$34,545,891	\$41,174,800	19.2%	\$2,321,929	\$3,219,032	38.6%
October	\$57,405,362			\$2,966,061			\$2,811,288		
November	\$53,968,969			\$1,421,371			\$2,695,449		
December	\$60,024,376			\$14,132,817			\$1,778,718		
January	\$61,981,075			\$49,913,617			\$1,134,708		
February	\$38,464,665			\$2,656,143			\$2,145,476		
March	\$69,980,607			\$1,809,124			\$8,238,416		
April	\$44,908,125			\$27,804,150			\$35,500,692		
May	\$60,620,299			\$1,704,350			\$76,132,073		
June	\$52,194,674			\$32,948,871			\$10,575,747		
Year-To-Date									
Withholding				Estimated Payments			Final Payments		
	1998	1999	99/98	1998	1999	99/98	1998	1999	99/98
July	\$56,297,274	\$59,340,551	5.4%	\$3,004,545	\$2,125,362	-29.3%	\$2,809,962	\$3,505,428	24.8%
August	\$108,602,320	\$123,525,320	13.7%	\$4,476,562	\$4,419,783	-1.3%	\$5,990,629	\$7,982,908	33.3%
September	\$158,993,827	\$169,542,436	6.6%	\$39,022,453	\$45,594,583	16.8%	\$8,312,558	\$11,201,940	34.8%
October	\$216,399,189			\$41,988,514			\$11,123,846		
November	\$270,368,158			\$43,409,885			\$13,819,295		
December	\$330,392,534			\$57,542,702			\$15,598,013		
January	\$392,373,609			\$107,456,319			\$16,732,721		
February	\$430,838,274			\$110,112,462			\$18,878,197		
March	\$500,818,881			\$111,921,586			\$27,116,613		
April	\$545,727,006			\$139,725,736			\$62,617,305		
May	\$606,347,305			\$141,430,086			\$138,749,378		
June	\$658,541,979			\$174,378,957			\$149,325,125		

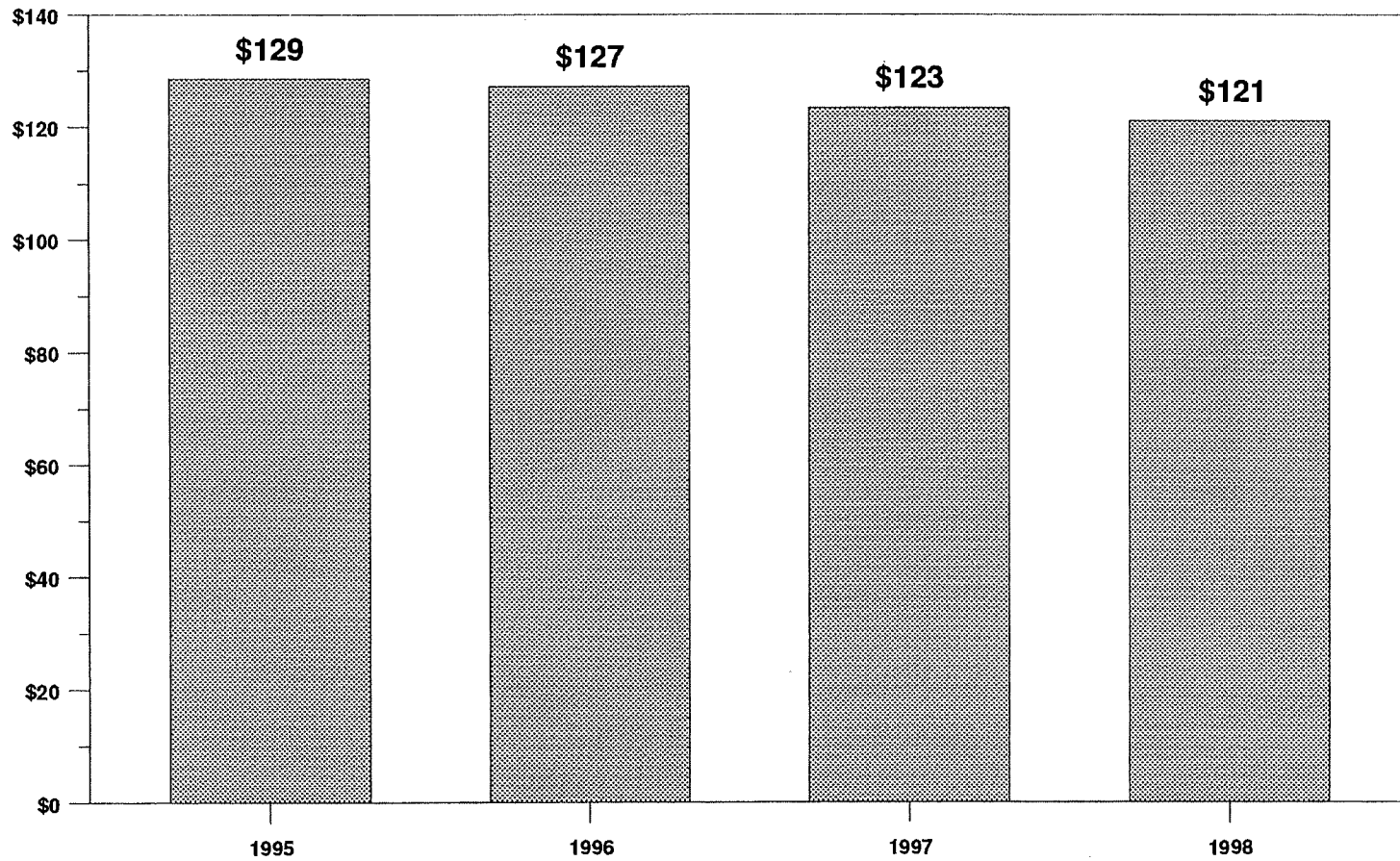
Individual Income Tax Refunds **FY'99 YTD Actual & Budget, FY'98 YTD Actual**

Dollars (in Millions)



Individual Income Tax Refunds
Fiscal Years 1995 - 1998

Dollars (in Millions)



Maine Revenue Services					
Individual Income Tax Refunds					
	FY'99 Actual	FY'99 Budget	'99 Actual vs. Budget	FY'98 Actual	'99 Actual vs. '98 Actual
July	\$5,680,209	\$3,002,048	\$2,678,161	\$2,811,202	\$2,869,007
August	\$1,622,240	\$2,020,447	(\$398,207)	\$1,892,002	(\$269,762)
September	\$822,488	\$1,536,700	(\$714,212)	\$1,439,008	(\$616,520)
October		\$1,360,067		\$1,502,711	
November		\$1,041,561		\$773,037	
December		\$630,018		\$1,267,400	
January		\$2,801,087		\$752,103	
February		\$35,170,939		\$6,491,409	
March		\$48,680,458		\$33,858,246	
April		\$18,267,728		\$41,333,315	
May		\$24,528,221		\$11,595,432	
June		\$8,254,435		\$17,333,380	
Total		\$147,293,709		\$121,049,245	
Year-To-Date					
	FY'99 Actual	FY'99 Budget	FY'98 Actual	'99 Actual vs. Budget	'99 Actual vs. '98 Actual
July	\$5,680,209	\$3,002,048	\$2,811,202	\$2,678,161	\$2,869,007
August	\$7,302,449	\$5,022,495	\$4,703,204	\$2,279,954	\$2,599,245
September	\$8,124,937	\$6,559,195	\$6,142,212	\$1,565,742	\$1,982,725
October		\$7,919,262	\$7,644,923		
November		\$8,960,823	\$8,417,960		
December		\$9,590,841	\$9,685,360		
January		\$12,391,928	\$10,437,463		
February		\$47,562,867	\$16,928,871		
March		\$96,243,325	\$50,787,118		
April		\$114,511,053	\$92,120,432		
May		\$139,039,274	\$103,715,864		
June		\$147,293,709	\$121,049,245		

Individual Income Tax: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Actuals & February 17, 1998 Forecast /1	\$861,674,023	\$815,081,583	\$1,676,755,606	\$847,335,035	\$886,753,598	\$1,734,088,633	\$0	\$0	\$0
Growth Rate		-5.4%		4.0%	4.7%	3.4%			
Technical Adjustments to Prior Forecast /2	\$0	\$72,139,608	\$72,139,608	\$84,279,888	\$88,281,230	\$172,561,118	\$0	\$0	\$0
Economic Assumptions /3	\$0	\$17,088,507	\$17,088,507	\$24,956,684	\$33,792,364	\$58,749,048	\$1,063,937,616	\$1,122,058,861	\$2,185,996,477
Enacted Legislation /4	\$0	(\$31,624,499)	(\$31,624,499)	(\$40,514,769)	(\$43,240,620)	(\$83,755,389)	(\$44,160,799)	(\$45,569,941)	(\$89,730,740)
Impact of Federal TRA of 1997 /5	\$0	(\$2,213,000)	(\$2,213,000)	(\$5,944,000)	(\$6,828,900)	(\$12,772,900)	(\$7,828,833)	(\$9,457,288)	(\$17,286,121)
Total Adjustments to Prior Forecast	\$0	\$55,390,616	\$55,390,616	\$62,777,804	\$72,004,073	\$134,781,877	\$1,011,947,985	\$1,067,031,632	\$2,078,979,617
New Forecast	\$861,674,023	\$870,472,199	\$1,732,146,222	\$910,112,839	\$958,757,671	\$1,868,870,510	\$1,011,947,985	\$1,067,031,632	\$2,078,979,617
Growth Rate		1.0%		4.6%	5.3%	7.9%	5.5%	5.4%	11.2%
Adjustment to Budget Office June 18, 1998 Report		\$84,589,946	\$84,589,946	\$97,601,037	\$107,871,392	\$205,472,429	\$1,011,947,985	\$1,067,031,632	\$2,078,979,617

1/ February, 1998 forecast with FY98 actual. The FY98 figure includes revenues transferred into the Tax Relief Fund for Maine Residents.

2/ Technical adjustments refer to all changes in the forecast that are not related to changes from new economic assumptions. Examples of technical changes may be new data, model updates and changes, and court cases that affect revenues.

3/ This line shows the incremental change in baseline revenues as a result of the new economic forecast released by the Consensus Economic Forecasting Committee on September 8, 1998.

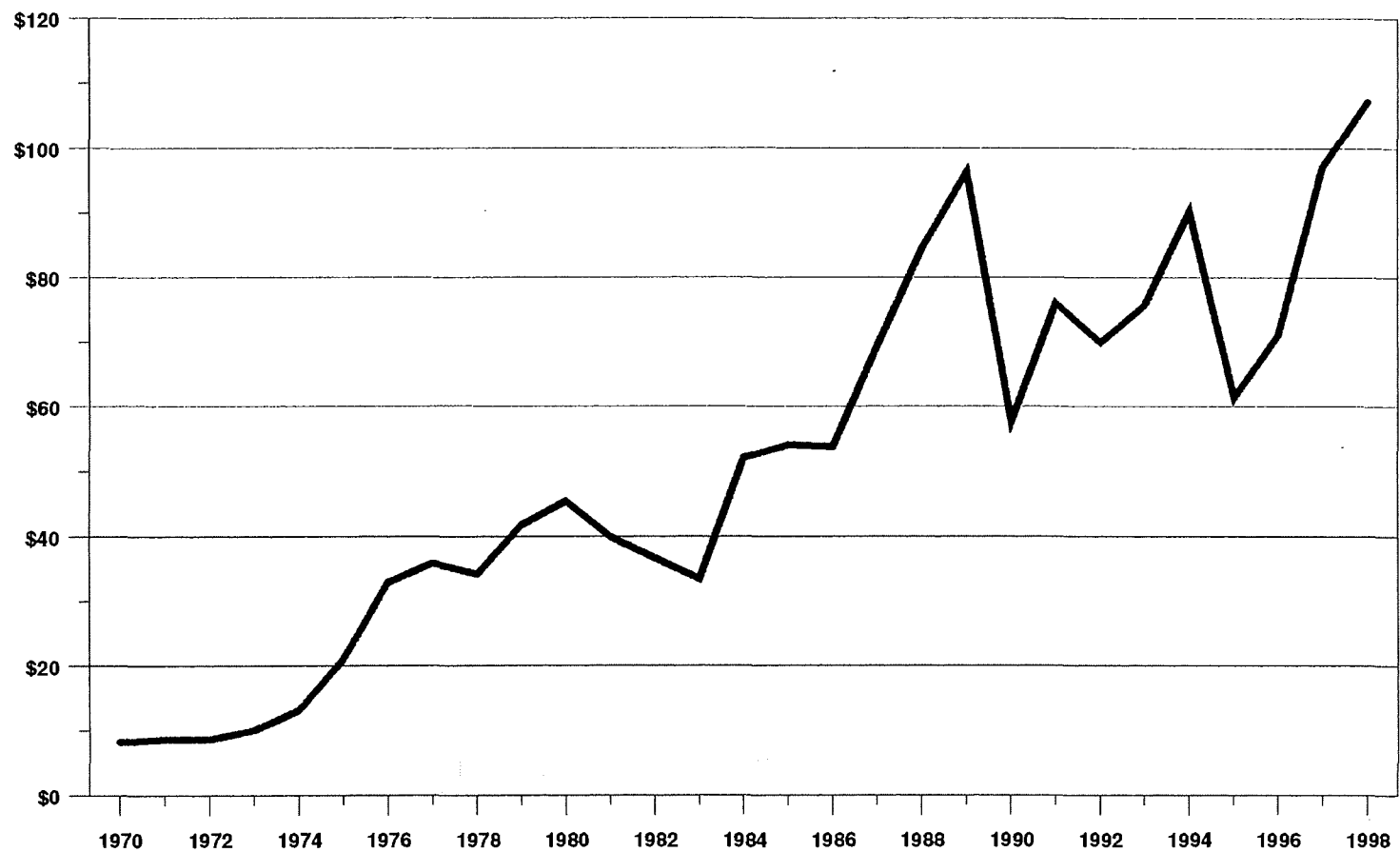
4/ This line shows the incremental change in baseline revenues as a result of legislation passed by the 118th Legislature.

5/ This line shows the incremental change in baseline revenues from State conformity with changes in federal tax law as a result of passage of the "Taxpayer Relief Act of 1997."

Corporate Income Tax

Total Corporate Income Tax Revenue
Fiscal Years 1970 Through 1998

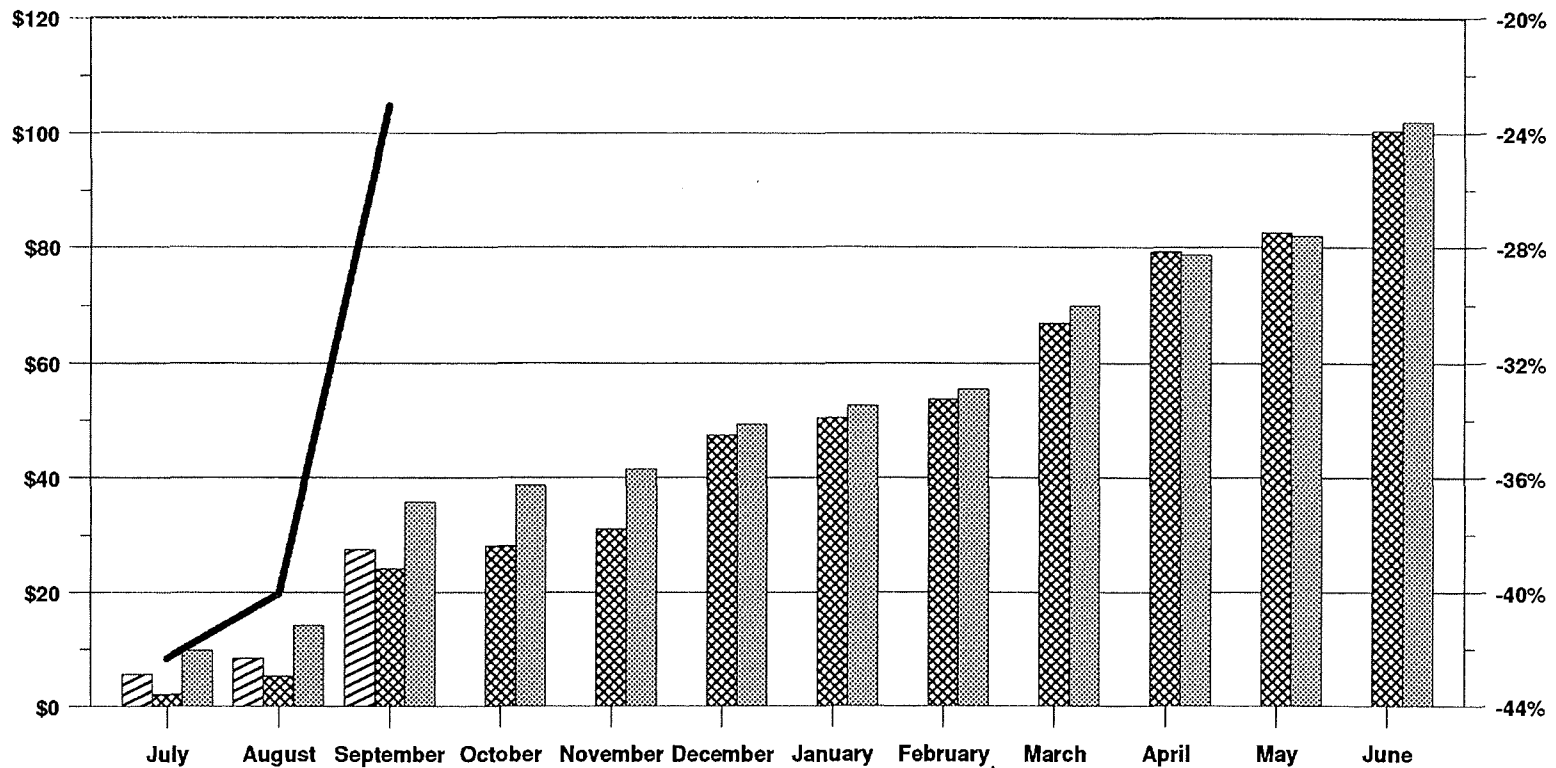
Dollars (in Millions)



General Fund Corporate Income Tax Revenue **Year-to-Date FY'99 Actual vs. FY'99 Budget & FY'98 Actual**

Dollars (in Millions)

Growth Rates



YTD FY'99 Actual Receipts

YTD FY'99 Budget Receipts

YTD FY'98 Actual Receipts

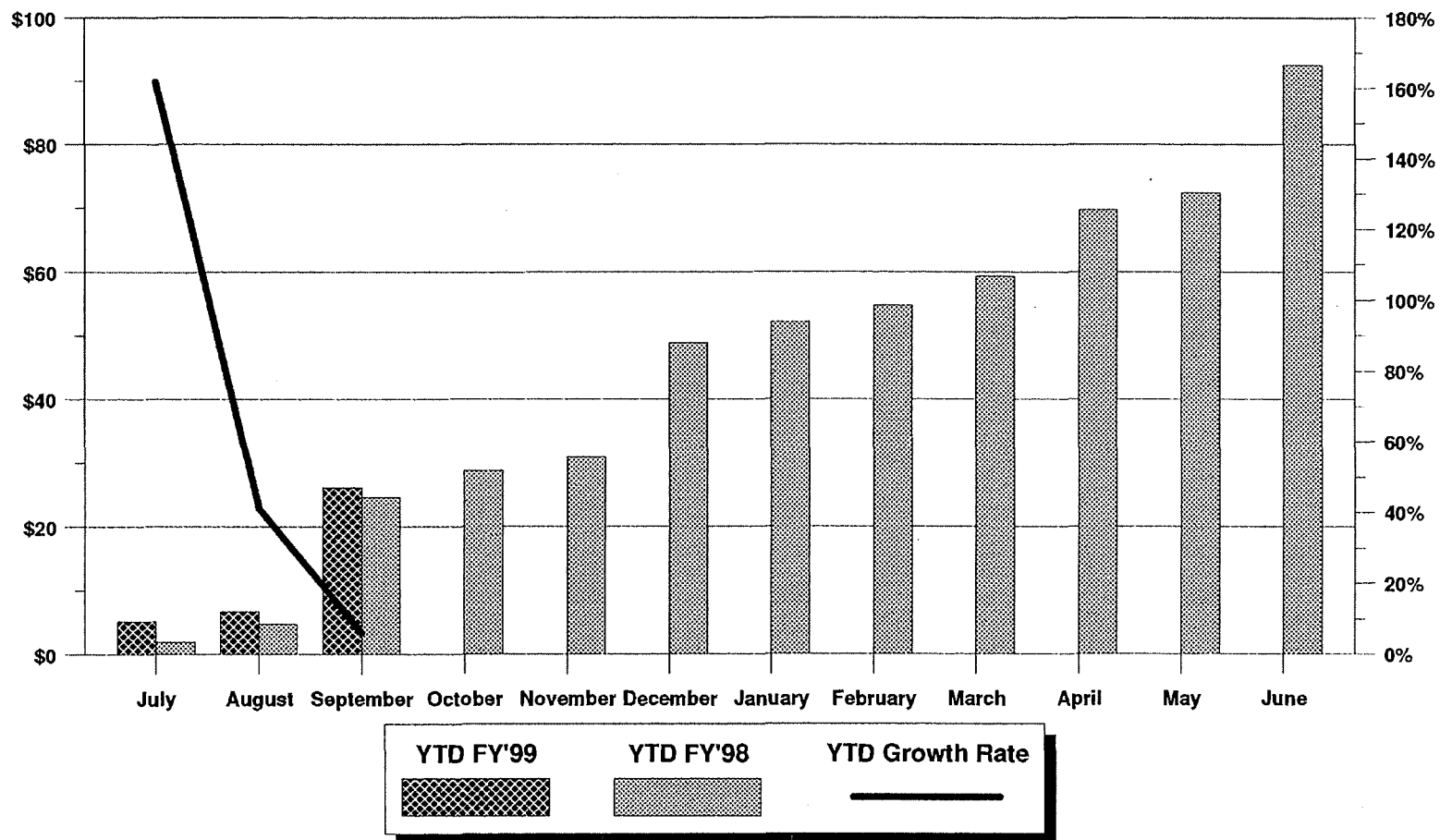
YTD Growth Rate

Maine Revenue Services General Fund Corporate Income Tax Revenue								
	FY'99 Actual	FY'99 Budget	FY'98 Actual	FY'97 Actual	FY'99 Actual vs. Budget	FY'99 Budget vs. FY'98 Actual	FY'99 Actual vs. FY'98 Actual	FY'98 Actual vs. FY'97 Actual
July	\$5,624,689	\$2,181,277	\$9,750,406	\$6,283,182	157.9%	-77.6%	-42.3%	55.2%
August	\$2,868,547	\$3,155,063	\$4,418,173	\$2,383,045	-9.1%	-28.6%	-35.1%	-85.4%
September	\$18,986,865	\$18,747,967	\$21,553,664	\$20,461,047	1.3%	-13.0%	-11.9%	5.3%
Y-T-D	\$27,480,101	\$24,084,307	\$35,722,243	\$29,127,274	14.1%	-32.6%	-23.1%	22.6%
October		\$4,031,368	\$3,007,298	\$4,923,924				-38.9%
November		\$2,901,126	\$2,732,182	\$750,422				264.1%
December		\$16,442,179	\$7,818,933	\$13,751,174				-43.1%
January		\$3,002,002	\$3,239,754	\$795,794				307.1%
February		\$3,174,869	\$2,927,137	\$2,171,083				34.8%
March		\$13,196,477	\$14,446,118	\$11,411,053				26.6%
April		\$12,387,541	\$8,760,192	\$11,468,162				-23.6%
May		\$3,390,685	\$3,342,017	\$3,178,157				5.2%
June		\$17,704,197	\$19,903,460	\$15,239,730				30.6%
Total	\$27,480,101	\$100,314,751	\$101,899,335	\$92,816,773				9.8%

Corporate Income Tax Estimated Payment Cash Deposits YTD FY'99 & FY'98

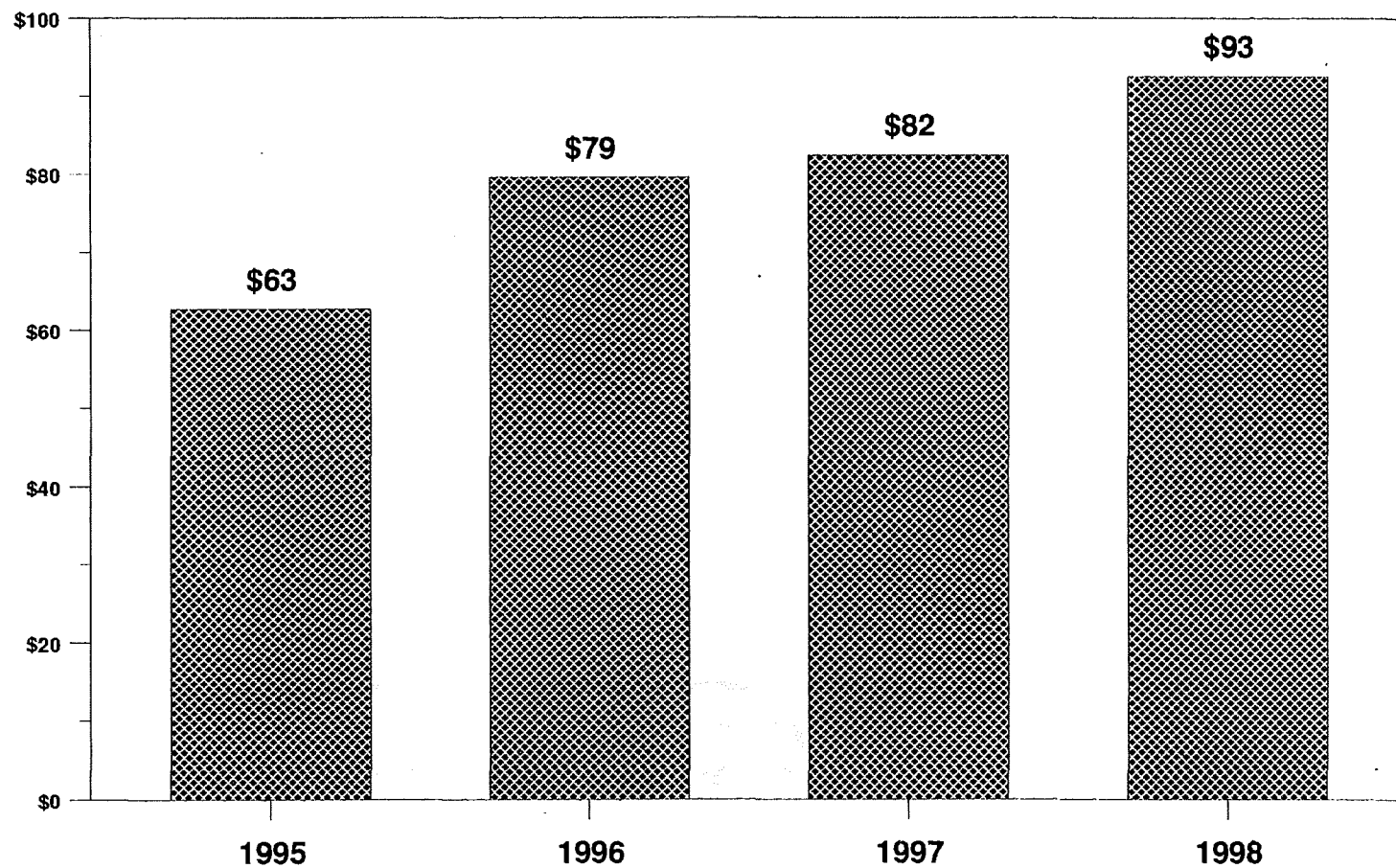
Dollars (in Millions)

Growth Rate



Corporate Income Tax Estimated Payments Fiscal Years 1995 - 1998

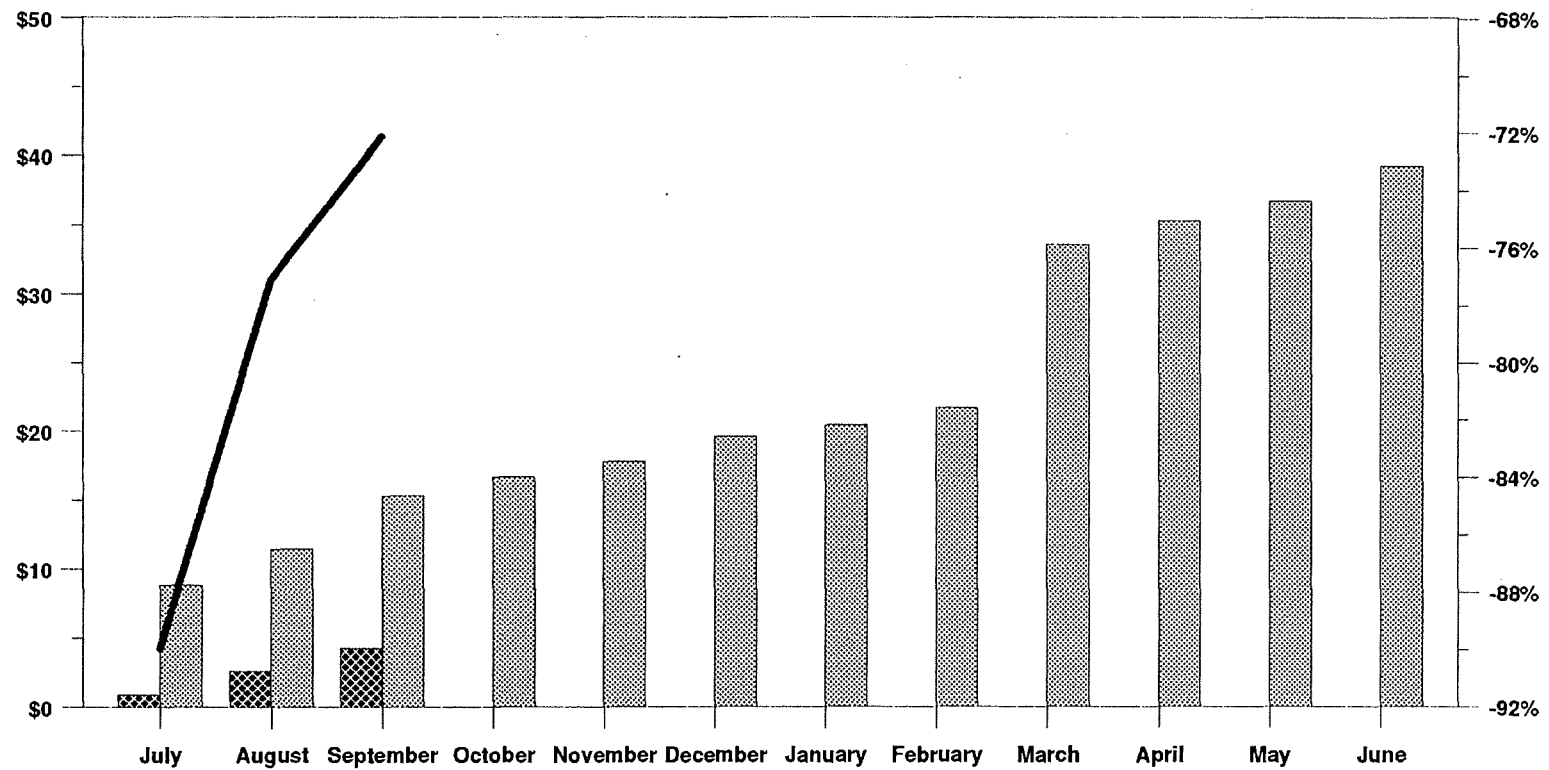
Millions of Dollars (in Millions)



Corporate Income Tax Final Payment & Back Taxes Cash Deposits Year-To-Date FY'99 & FY'98

Dollars (in Millions)

Growth Rate



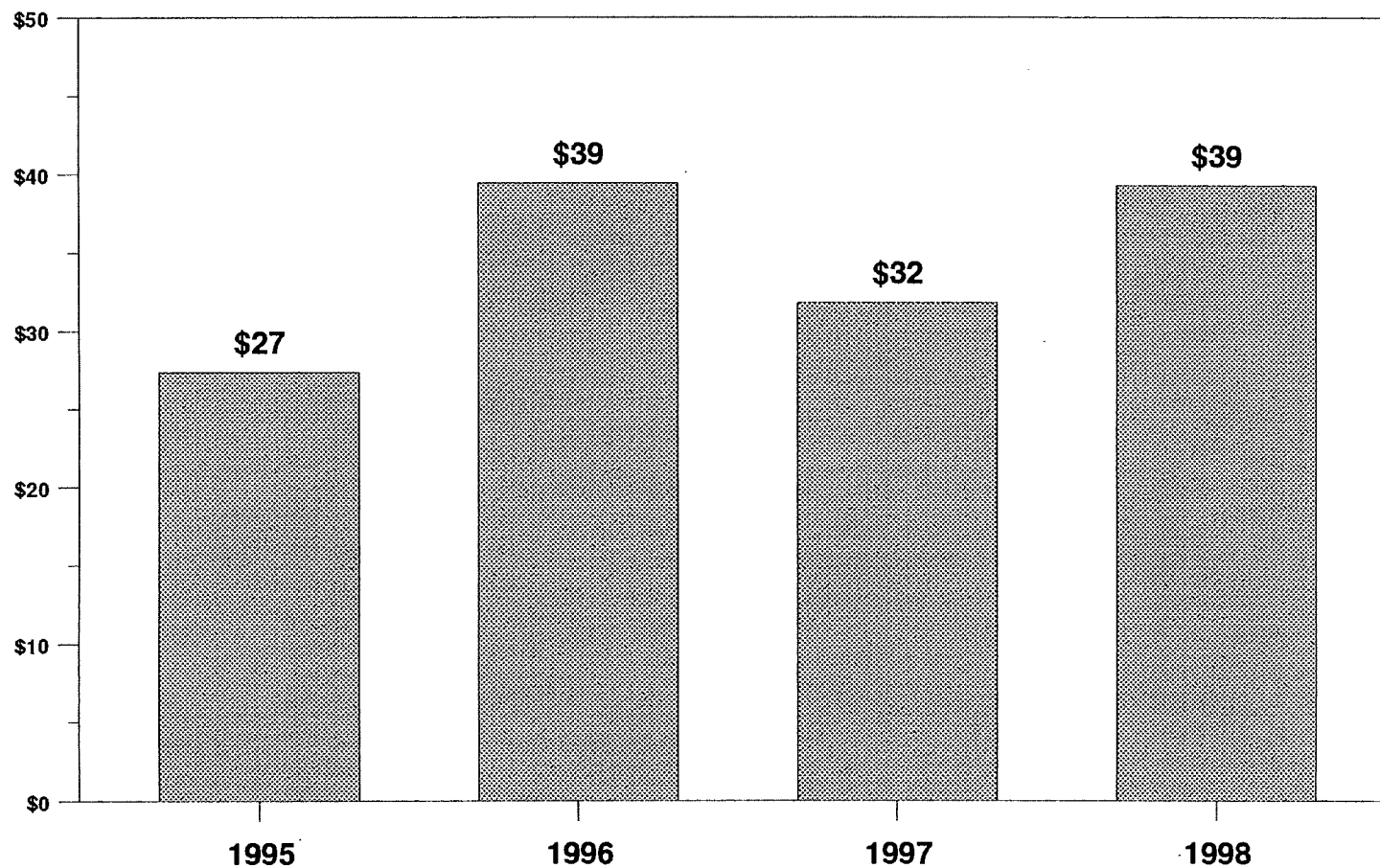
YTD FY'99

YTD FY'98

YTD Growth Rate

Corporate Income Tax Final Payments & Back Taxes
Fiscal Years 1995 - 1998

Millions of Dollars (in Millions)



**Maine Revenue Services
Corporate Income Tax Estimated Payments**

	FY'99	FY'98	99/98
July	\$5,264,153	\$2,011,402	161.7%
August	\$1,468,434	\$2,758,972	-46.8%
September	\$19,328,687	\$19,774,137	-2.3%
October		\$4,219,135	
November		\$2,149,395	
December		\$17,894,630	
January		\$3,284,080	
February		\$2,666,699	
March		\$4,510,633	
April		\$10,343,802	
May		\$2,701,608	
June		\$20,210,904	

Final Payments and Back Taxes

	FY'99	FY'98	99/98
July	\$888,923	\$8,852,907	-90.0%
August	\$1,735,107	\$2,613,024	-33.6%
September	\$1,646,036	\$3,865,307	-57.4%
October		\$1,350,580	
November		\$1,126,378	
December		\$1,748,624	
January		\$843,051	
February		\$1,285,090	
March		\$11,837,221	
April		\$1,790,410	
May		\$1,422,002	
June		\$2,529,171	

Year-To-Date

	FY'99	FY'98	99/98
July	\$5,264,153	\$2,011,402	161.7%
August	\$6,732,587	\$4,770,374	41.1%
September	\$26,061,274	\$24,544,511	6.2%
October		\$28,763,646	
November		\$30,913,041	
December		\$48,807,671	
January		\$52,091,751	
February		\$54,758,450	
March		\$59,269,083	
April		\$69,612,885	
May		\$72,314,493	
June		\$92,525,397	

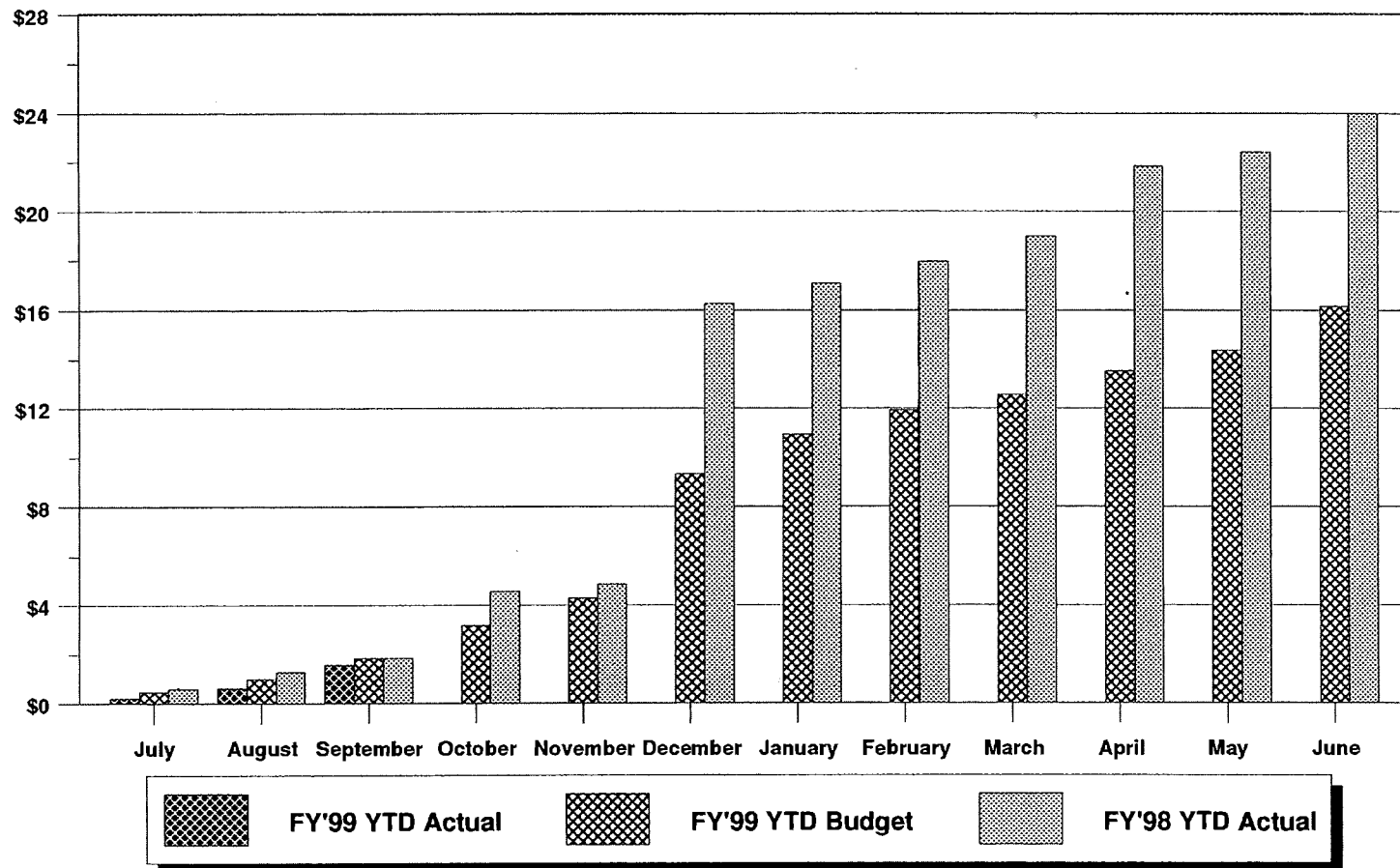
Year-To-Date

	FY'99	FY'98	99/98
July	\$888,923	\$8,852,907	-90.0%
August	\$2,624,030	\$11,465,931	-77.1%
September	\$4,270,066	\$15,331,238	-72.1%
October		\$16,681,818	
November		\$17,808,196	
December		\$19,556,820	
January		\$20,399,871	
February		\$21,684,961	
March		\$33,522,182	
April		\$35,312,592	
May		\$36,734,594	
June		\$39,263,765	

Corporate Income Tax Refunds

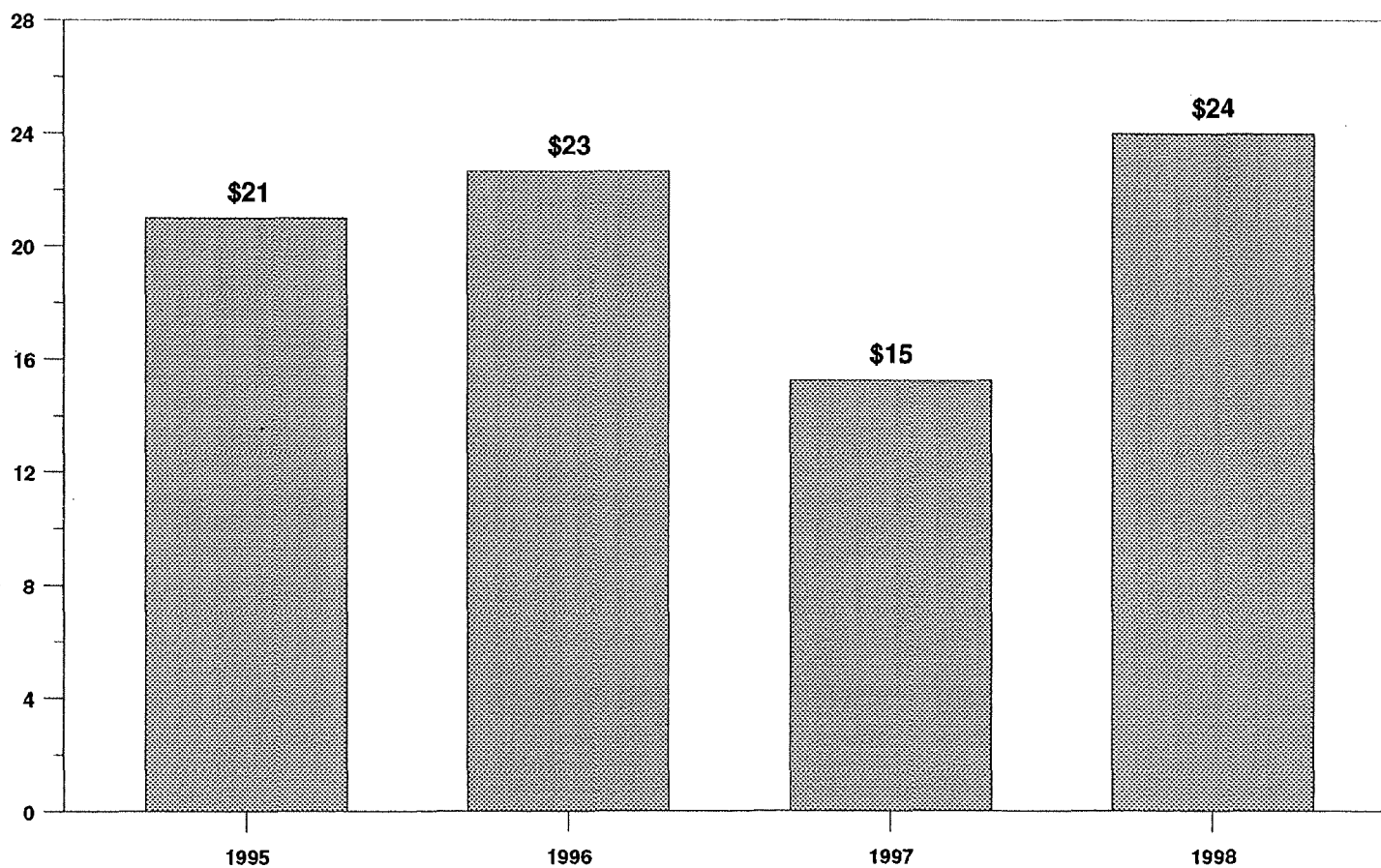
FY'99 YTD Actual & Budget, FY'98 YTD Actual

Dollars (in Millions)



Corporate Income Tax Refunds
Fiscal Years 1995 - 1998

Dollars (in Millions)



**Maine Revenue Services
Corporate Income Tax Refunds**

Month	FY'99 Actual	FY'99 Budget	FY'99 Actual Over(Under)	FY'98 Actual	FY'99 Actual Over(Under) FY'98
July	\$222,049	\$454,948	(\$232,899)	\$594,875	(\$372,826)
August	\$394,390	\$541,540	(\$147,150)	\$661,411	(\$267,021)
September	\$946,371	\$853,098	\$93,273	\$587,324	\$359,047
October		\$1,326,742		\$2,703,131	
November		\$1,100,276		\$316,013	
December		\$5,051,210		\$11,404,126	
January		\$1,580,218		\$805,939	
February		\$1,015,518		\$863,172	
March		\$624,798		\$1,039,039	
April		\$984,770		\$2,830,430	
May		\$825,116		\$577,993	
June		\$1,787,351		\$1,595,540	
Total	\$1,562,810	\$16,145,585	(\$14,582,775)	\$23,978,992	(\$22,416,182)
Year-To-Date					
	FY'99 Actual	FY'99 Budget	FY'98 Actual	FY'99 Over (Under) Budget	FY'99 Actual Over(Under) FY'98
July	\$222,049	\$454,948	\$594,875	(\$232,899)	(\$372,826)
August	\$616,439	\$996,488	\$1,256,286	(\$380,049)	(\$639,847)
September	\$1,562,810	\$1,849,586	\$1,843,610	(\$286,776)	(\$280,800)
October		\$3,176,328	\$4,546,741		
November		\$4,276,604	\$4,862,754		
December		\$9,327,814	\$16,266,880		
January		\$10,908,032	\$17,072,819		
February		\$11,923,550	\$17,935,991		
March		\$12,548,348	\$18,975,029		
April		\$13,533,118	\$21,805,459		
May		\$14,358,234	\$22,383,452		
June		\$16,145,585	\$23,978,992		

ADVERTISEMENT

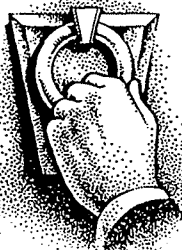
COLUMN NO. 168

The Individual Point of View

News of importance to the individual investor from Edward Jones.

Knock. Knock.

In case you don't recognize it, it's the sound of opportunity knocking. From Hartford, Conn., to Chicago to Seattle, Edward Jones knows you're listening. We're here to tell you about one of the most unique and attractive career opportunities you'll find anywhere.



Edward Jones is growing rapidly. We're creating careers all over

ECONOMY

Third-Quarter Profits Rose Scant 0.4%

Without ITT's Special Gain, Companies Net Fell 1.8%

By PETER J. FREIN

Staff Reporter of THE WALL STREET JOURNAL

NEW YORK—Corporate profits for the third quarter appear to be flat or declining, with particularly hard hits at major-bank, basic-materials and energy companies.

A review of preliminary results received through Friday afternoon indicates that net income totaled \$70.82 billion in the third quarter, up a scant 0.4% from \$70.53 billion the year-earlier period. But when a \$1.55 billion one-time gain from disposal of discontinued operations at ITT Industries Inc. is excluded, latest-quarter net income for the sample was \$69.27 billion, down 1.8%. The latest sampling covered figures available from 506 companies.

In the second quarter, earnings declined 3.5% from the year-earlier quarter; they rose 2.5% in the first quarter. The final second-quarter tally for 755 companies showed net income of \$86.2 billion, excluding a large gain at MediaOne Group Inc., down from the year-earlier \$89.36 billion. The second quarter figures encompassed companies that make up the Dow Jones Global-U.S. Index.

Here is a rundown of the sector totals for the most recent report:

BASIC MATERIALS: 46 companies, net income was \$1.54 billion, down 40%. Among

the group, nine paper companies' net fell 72% to \$77 million.

ENERGY: 29 companies, net was \$3.99 billion, down 37%.

INDUSTRIAL: 86 companies, net was \$5.66 billion, down 1%.

CONSUMER, CYCLICAL: 77 companies, net was \$9.36 billion, up 18%. Despite the gain, profits at the three big auto companies fell 67% to \$874 million, mainly registering the impact of the General Motors Corp. strike.

CONSUMER, NONCYCLICAL: 63 companies, net was \$15.36 billion, up 23%, including tobacco companies, up 37% to \$2.26 billion, and food retailers, up 24% to \$750 million. Earnings at eight pharmaceutical companies rose 33% to \$6.56 billion.

TECHNOLOGY: 74 companies, net was \$10.06 billion, down 1%. Although earnings at seven diversified technology companies fell 49% to \$801 million, earnings for 14 software/processing companies rose 113% to \$2.17 billion, led by a 154% gain at Microsoft Corp. to \$1.68 billion.

FINANCIAL SERVICES: 78 companies, net was \$13.48 billion, down 12%. Among the group, earnings at five money center banks fell 77% to \$786 million. And earnings at nine securities firms fell 71% to \$374 million, including Merrill Lynch & Co.'s \$164

million loss.

UTILITIES: 50 companies, net was \$8.95 billion, up 12%.

CONGLOMERATES: three companies, net \$2.49 billion, up 12%.

The Wall Street Journal's quarterly profits roundup will appear Nov. 2. To provide consistent figures quarter to quarter, the full report also includes the most recent profits reported by companies whose fiscal years don't correspond with the calendar year. That practice generally means that profits for various retailers with fiscal years ending in January lag a quarter behind other figures. When those figures are included in the preliminary third-quarter sample, profits showed an increase of about 3%.

IMF, Desiring Image Makeover, Decides To Hire PR Firm

* * *

Agency, on the World Stage, Wants to Figure Out

WEALTH BUILT T



In 1940, a lack of Narrows Bridge. At building a bridge to custom-built plans insurance needs, an clients' wealth over

If you have substantial your financial goals,



Corporate Income Tax: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Actuals & February 17, 1998 Forecast /1	\$101,899,335	\$98,833,622	\$200,732,957	\$101,758,336	\$105,535,000	\$207,293,336	\$0	\$0	\$0
Growth Rate		-3.0%		3.0%	3.7%	3.3%			
Technical Adjustments to Prior Forecast /2	\$0	(\$144,752)	(\$144,752)	(\$151,793)	(\$156,291)	(\$308,084)	\$0	\$0	\$0
(i) FY98 Revenues /3	\$0	\$6,419,226	\$6,419,226	\$6,655,964	\$6,853,242	\$13,509,206	\$0	\$0	\$0
(ii) Adjustment for One-Time Revenue /4	\$0	(\$6,563,978)	(\$6,563,978)	(\$6,807,757)	(\$7,009,533)	(\$13,817,290)	\$0	\$0	\$0
Economic Assumptions /5	\$0	(\$3,322,960)	(\$3,322,960)	(\$4,928,480)	(\$5,808,874)	(\$10,737,354)	\$101,125,873	\$105,270,177	\$206,396,050
Enacted Legislation /6	\$0	\$1,481,128	\$1,481,128	\$1,449,690	\$1,141,500	\$2,591,190	\$840,073	\$692,100	\$1,532,174
Total Adjustments to Prior Forecast	\$0	(\$1,986,584)	(\$1,986,584)	(\$3,630,583)	(\$4,823,666)	(\$8,454,249)	\$101,965,946	\$105,962,278	\$207,928,224
New Forecast	\$101,899,335	\$96,847,038	\$198,746,373	\$98,127,753	\$100,711,334	\$198,839,087	\$101,965,946	\$105,962,278	\$207,928,224
Growth Rate		-5.0%		1.3%	2.6%	0.0%	1.2%	3.9%	4.6%
Adjustment to Budget Office June 18, 1998 Report		(\$3,467,712)	(\$3,467,712)	(\$5,083,692)	(\$5,919,507)	(\$11,003,199)	\$101,965,946	\$105,962,278	\$207,928,224

1/ February, 1998 forecast with FY98 actual.

2/ Technical adjustments refer to all changes in the forecast that are not related to changes from new economic assumptions. Examples of technical changes may be new data, model updates and changes, and court cases that affect revenues.

3/ This line shows the incremental change in baseline revenues from applying the previously forecasted growth rates to the final FY98 revenue base.

4/ This line shows the incremental change in baseline revenues of removing from the FY98 base a large audit payment.

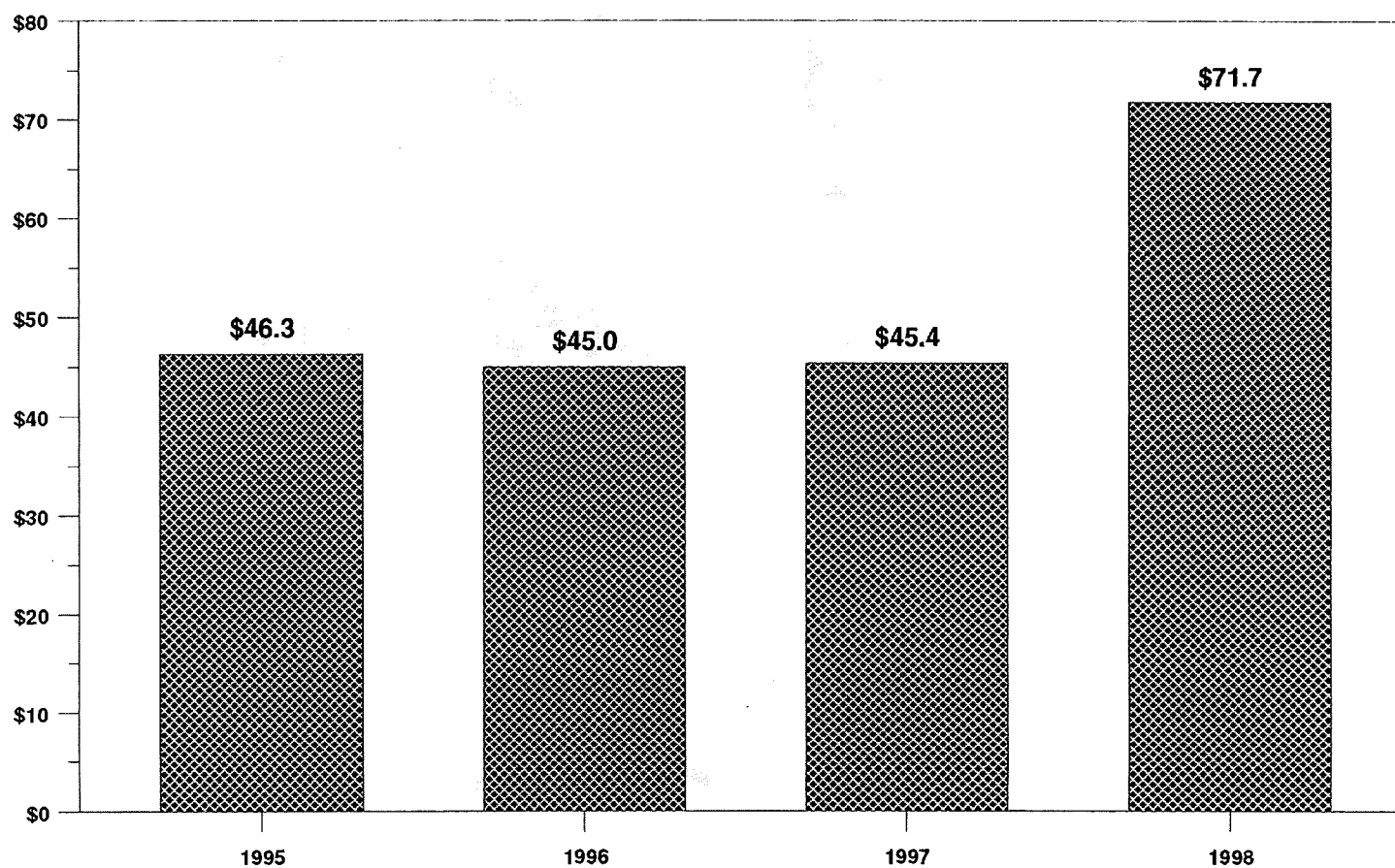
5/ This line shows the incremental change in baseline revenues as a result of a new forecast of pre-tax corporate profits.

6/ This line shows the incremental change in baseline revenues as a result of legislation passed by the 118th Legislature.

Cigarette & Tobacco Taxes

Total Cigarette Tax Revenue
Fiscal Years 1995 - 1998

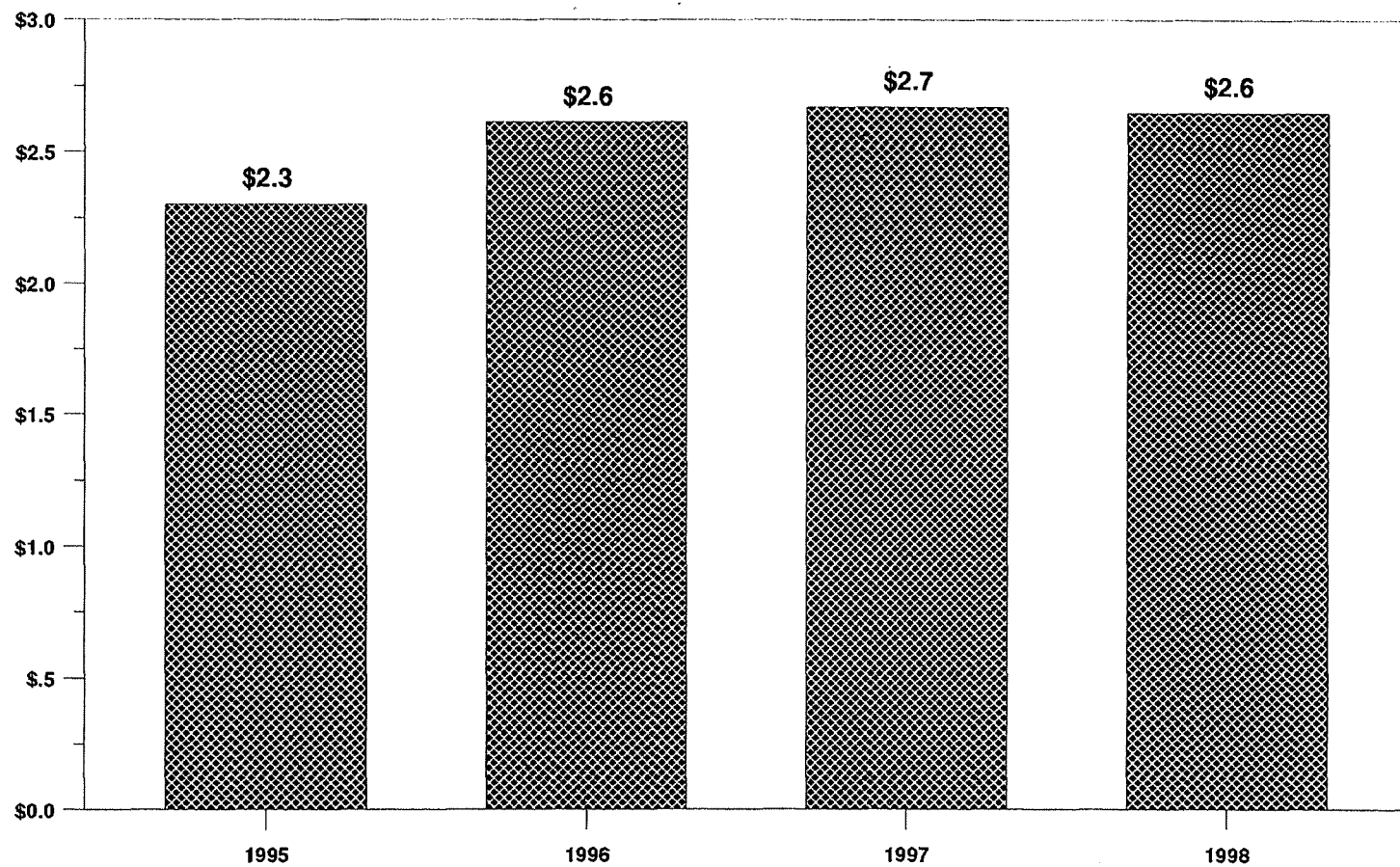
Dollars (in Millions)



Tobacco Products Tax Revenue

Fiscal Years 1995 - 1998

Dollars (in Millions)



Cigarette Tax Stamp Sales - Calendar Years 1997 & 1998

	<u>1997</u>	<u>1998</u>	<u>% Change</u>
January	8,819,500	8,170,000	-7.36%
February	9,352,000	8,580,000	-8.25%
March	9,998,216	8,755,000	-12.43%
April	9,124,000	9,860,000	8.07%
May	11,219,700	8,796,716	-21.60%
June	11,721,110	10,235,000	-12.68%
July	11,570,000	10,580,000	-8.56%
August	10,885,500	10,055,000	-7.63%
September	8,735,000	10,400,000	19.06%
Total Through 9/98	91,425,026	85,431,716	-6.56%
October	11,151,000		
November	9,060,000		
December	11,690,000		
Total...	123,326,026	85,431,716	-30.73%

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1999
GENERAL FUND**

Month	Actual	Budget	Difference	Cum Diff
July	\$3,676,303	\$3,676,303	\$0	\$0
August	\$4,067,010	\$4,067,010	\$0	\$0
September	\$3,188,960	\$3,188,960	\$0	\$0
Year-To-Date	\$10,932,273	\$10,932,273	\$0	
October	\$0	\$3,612,514	(\$3,612,514)	(\$3,612,514)
November	\$0	\$3,092,668	(\$3,092,668)	(\$6,705,182)
December	\$0	\$17,957,348	(\$17,957,348)	(\$24,662,530)
January	\$0	\$5,323,807	(\$5,323,807)	(\$29,986,337)
February	\$0	\$5,317,775	(\$5,317,775)	(\$35,304,112)
March	\$0	\$5,677,114	(\$5,677,114)	(\$40,981,226)
April	\$0	\$5,813,363	(\$5,813,363)	(\$46,794,589)
May	\$0	\$6,799,613	(\$6,799,613)	(\$53,594,202)
June	\$0	\$6,927,696	(\$6,927,696)	(\$60,521,898)
Total	\$10,932,273	\$71,454,171	(\$60,521,898)	

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1999
OTHER SPECIAL REVENUE**

Month	Actual	Budget	Difference	Cum Diff
July	\$3,044,911	\$2,850,284	\$194,627	\$194,627
August	\$4,031,113	\$3,153,204	\$877,909	\$1,072,536
September	\$4,514,564	\$2,472,441	\$2,042,123	\$3,114,659
Year-To-Date	\$11,590,588	\$8,475,929	\$3,114,659	
October	\$0	\$2,800,827	(\$2,800,827)	\$313,832
November	\$0	\$2,397,784	(\$2,397,784)	(\$2,083,952)
December	\$0	\$2,967,978	(\$2,967,978)	(\$5,051,930)
January	\$0	\$0	\$0	(\$5,051,930)
February	\$0	\$0	\$0	(\$5,051,930)
March	\$0	\$0	\$0	(\$5,051,930)
April	\$0	\$0	\$0	(\$5,051,930)
May	\$0	\$0	\$0	(\$5,051,930)
June	\$0	\$0	\$0	(\$5,051,930)
Total	\$11,590,588	\$16,642,518	(\$5,051,930)	

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1999
TOTAL REVENUE**

Month	Actual	Budget	Difference	Cum Diff
July	\$6,721,214	\$6,526,587	\$194,627	\$194,627
August	\$8,098,123	\$7,220,214	\$877,909	\$1,072,536
September	\$7,703,524	\$5,661,401	\$2,042,123	\$3,114,659
Year-To-Date	\$22,522,861	\$19,408,202	\$3,114,659	
October	\$0	\$6,413,341	(\$6,413,341)	(\$3,298,682)
November	\$0	\$5,490,452	(\$5,490,452)	(\$8,789,134)
December	\$0	\$6,796,083	(\$6,796,083)	(\$15,585,217)
January	\$0	\$5,323,807	(\$5,323,807)	(\$20,909,024)
February	\$0	\$5,317,775	(\$5,317,775)	(\$26,226,799)
March	\$0	\$5,677,114	(\$5,677,114)	(\$31,903,913)
April	\$0	\$5,813,363	(\$5,813,363)	(\$37,717,276)
May	\$0	\$6,799,613	(\$6,799,613)	(\$44,516,889)
June	\$0	\$6,927,696	(\$6,927,696)	(\$51,444,585)
Total	\$22,522,861	\$73,967,446	(\$51,444,585)	

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1998
GENERAL FUND**

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	\$4,160,822	\$3,647,032	\$513,790	\$513,790
August	\$3,917,338	\$4,307,336	(\$389,998)	\$123,792
September	\$2,926,931	\$3,520,375	(\$593,444)	(\$469,652)
=====	=====	=====	=====	=====
Year-To-Date	\$11,005,091	\$11,474,743	(\$469,652)	
=====	=====	=====	=====	=====
October	\$5,726,126	\$3,513,748	\$2,212,378	\$1,742,726
November	\$1,631,751	\$3,374,477	(\$1,742,726)	\$0
December	\$3,727,382	\$3,727,382	\$0	\$0
January	\$3,285,784	\$3,285,784	\$0	\$0
February	\$2,915,623	\$2,915,623	\$0	\$0
March	\$3,293,585	\$3,293,585	\$0	\$0
April	\$3,372,465	\$3,372,465	\$0	\$0
May	\$3,816,003	\$3,816,003	\$0	\$0
June	\$4,101,454	\$4,101,454	\$0	\$0
=====	=====	=====	=====	=====
Total	\$42,875,264	\$42,875,264	\$0	
=====	=====	=====	=====	=====

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1998
OTHER SPECIAL REVENUE**

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	\$0	\$0	\$0	\$0
August	\$0	\$0	\$0	\$0
September	\$0	\$0	\$0	\$0
=====	=====	=====	=====	=====
Year-To-Date	\$0	\$0	\$0	
=====	=====	=====	=====	=====
October	\$0	\$0	\$0	\$0
November	\$4,926,575	\$4,926,575	\$0	\$0
December	\$4,361,619	\$4,361,619	\$0	\$0
January	\$2,806,716	\$2,806,716	\$0	\$0
February	\$4,715,773	\$2,064,666	\$2,651,107	\$2,651,107
March	\$2,078,774	\$2,332,315	(\$253,541)	\$2,397,566
April	\$4,494,639	\$2,388,173	\$2,106,466	\$4,504,032
May	\$1,754,138	\$2,702,260	(\$948,122)	\$3,555,910
June	\$3,707,686	\$2,904,400	\$803,286	\$4,359,196
=====	=====	=====	=====	=====
Total	\$28,845,920	\$24,486,724	\$4,359,196	
=====	=====	=====	=====	=====

**CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1998
TOTAL REVENUE**

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	\$4,160,822	\$3,647,032	\$513,790	\$513,790
August	\$3,917,338	\$4,307,336	(\$389,998)	\$123,792
September	\$2,926,931	\$3,520,375	(\$593,444)	(\$469,652)
=====	=====	=====	=====	=====
Year-To-Date	\$11,005,091	\$11,474,743	(\$469,652)	
=====	=====	=====	=====	=====
October	\$5,726,126	\$3,513,748	\$2,212,378	\$1,742,726
November	\$6,558,326	\$8,301,052	(\$1,742,726)	\$0
December	\$8,089,001	\$8,089,001	\$0	\$0
January	\$6,092,500	\$6,092,500	\$0	\$0
February	\$7,631,396	\$4,980,289	\$2,651,107	\$2,651,107
March	\$5,372,359	\$5,625,900	(\$253,541)	\$2,397,566
April	\$7,867,104	\$5,760,638	\$2,106,466	\$4,504,032
May	\$5,570,141	\$6,518,263	(\$948,122)	\$3,555,910
June	\$7,809,140	\$7,005,854	\$803,286	\$4,359,196
=====	=====	=====	=====	=====
Total	\$71,721,184	\$67,361,988	\$4,359,196	
=====	=====	=====	=====	=====

CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1996

Month	Actual	Budget	Difference	Cum Diff
July	3,867,736	3,834,691	33,045	33,045
August	4,612,904	4,152,823	460,081	493,126
September	3,297,615	4,050,200	(752,585)	(259,459)
Year-To-Date	11,778,255	12,037,714	(259,459)	
October	3,927,551	3,473,019	454,532	195,073
November	3,431,454	3,566,080	(134,626)	60,447
December	3,990,384	3,561,458	428,926	489,373
January	3,349,069	3,455,440	(106,371)	383,002
February	3,413,362	2,794,413	618,949	1,001,951
March	3,049,821	3,434,031	(384,210)	617,741
April	3,710,909	3,464,285	246,624	864,365
May	4,300,606	3,821,287	479,319	1,343,684
June	4,037,883	4,188,482	(150,599)	1,193,085
Total	44,989,294	43,796,209	1,193,085	

CIGARETTE TAX RECEIPTS - ACTUAL VS BUDGET FY 1997

Month	Actual	Budget	Difference	Cum Diff
July	4,120,261	3,844,175	276,086	276,086
August	4,224,037	4,263,398	(39,361)	236,725
September	3,631,467	3,874,051	(242,584)	(5,859)
Year-To-Date	11,975,765	11,981,624	(5,859)	
October	3,921,844	3,581,986	339,858	333,999
November	3,288,402	3,535,808	(247,406)	86,593
December	4,327,456	3,664,410	663,046	749,639
January	3,142,485	3,431,800	(289,315)	460,324
February	3,070,838	2,941,954	128,884	589,208
March	3,872,537	3,344,699	527,838	1,117,046
April	3,377,583	3,524,098	(146,515)	970,531
May	3,990,465	3,928,079	62,386	1,032,917
June	4,409,365	4,266,846	142,519	1,175,436
Total	45,376,740	44,201,304	1,175,436	

CIGARETTE TAX RECEIPTS

FISCAL YEA	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	3,930,202	3,559,458	3,185,859	3,477,693	5,121,753	4,861,274	4,051,424	3,480,586	3,867,736	4,120,261	4,160,822
August	3,744,404	3,766,417	4,005,376	4,378,416	4,802,354	3,928,438	4,242,112	5,250,898	4,612,904	4,224,037	3,917,338
September	3,359,354	3,453,419	3,151,008	3,292,229	4,757,321	5,037,843	4,433,986	3,617,956	3,297,615	3,631,467	2,926,931
October	3,220,786	3,494,646	4,147,943	3,710,690	4,399,524	4,120,974	3,007,623	4,095,803	3,927,551	3,921,844	5,726,126
November	3,172,952	3,246,852	3,553,670	3,465,850	4,369,952	3,884,868	4,266,214	3,374,081	3,431,454	3,288,402	6,558,326
December	3,802,865	3,108,214	3,574,788	3,132,254	3,986,215	3,966,123	3,143,089	4,401,013	3,990,384	4,327,456	8,089,001
January	2,909,134	3,312,418	3,306,559	3,734,820	4,231,105	3,676,424	4,147,792	3,343,371	3,349,069	3,142,485	6,092,500
February	2,846,945	2,667,320	2,954,685	2,973,913	3,901,200	3,107,938	3,042,254	2,881,033	3,413,362	3,070,838	7,631,396
March	3,264,551	3,454,112	3,435,437	3,621,943	3,871,638	4,004,841	3,921,497	3,172,058	3,049,821	3,872,537	5,372,359
April	3,000,061	2,775,191	3,532,842	3,822,205	3,966,015	3,933,077	3,668,365	3,594,732	3,710,909	3,377,583	7,867,104
May	3,361,955	3,422,478	3,734,847	4,275,869	4,354,482	4,401,961	3,877,820	4,070,183	4,300,606	3,990,465	5,570,141
June	4,059,593	3,868,835	4,430,423	3,957,487	4,211,276	4,158,653	4,330,216	5,047,833	4,037,883	4,409,365	7,809,140
Total	40,672,802	40,129,360	43,013,437	43,843,369	51,972,835	49,082,414	46,132,392	46,329,547	44,989,294	45,376,740	71,721,184
% Change		-1.3%	7.2%	1.9%	18.5%	-5.6%	-6.0%	0.4%	-2.9%	0.9%	58.1%

CIGARETTE TAX RECEIPTS - 12-MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	40,302,058	39,755,761	43,305,271	45,487,429	51,712,356	48,272,564	45,561,554	46,716,697	45,241,819	45,417,301
August	0	40,324,071	39,994,720	43,678,311	45,911,367	50,838,440	48,586,238	46,570,340	46,078,703	44,852,952	45,110,602
September	0	40,418,136	39,692,309	43,819,532	47,376,459	51,118,962	47,982,381	45,754,310	45,758,362	45,186,804	44,406,066
October	0	40,691,996	40,345,606	43,382,279	48,065,293	50,840,412	46,869,030	46,842,490	45,590,110	45,181,097	46,210,348
November	0	40,765,896	40,652,424	43,294,459	48,969,395	50,355,328	47,250,376	45,950,357	45,647,483	45,038,045	49,480,272
December	0	40,071,245	41,118,998	42,851,925	49,823,356	50,335,236	46,427,342	47,208,281	45,236,854	45,375,117	53,241,817
January	0	40,474,529	41,113,139	43,280,186	50,319,641	49,780,555	46,898,710	46,403,860	45,242,552	45,168,533	56,191,832
February	0	40,294,904	41,400,504	43,299,414	51,246,928	48,987,293	46,833,026	46,242,639	45,774,881	44,826,009	60,752,390
March	0	40,484,465	41,381,829	43,485,920	51,496,623	49,120,496	46,749,682	45,493,200	45,652,644	45,648,725	62,252,212
April	0	40,259,595	42,139,480	43,775,283	51,640,433	49,087,558	46,484,970	45,419,567	45,768,821	45,315,399	66,741,733
May	0	40,320,118	42,451,849	44,316,305	51,719,046	49,135,037	45,960,829	45,611,930	45,999,244	45,005,258	68,321,409
June	0	40,129,360	43,013,437	43,843,369	51,972,835	49,082,414	46,132,392	46,329,547	44,989,294	45,376,740	71,721,184
AVERAGE	0	40,378,031	41,088,338	43,527,688	49,502,400	50,032,841	47,037,295	46,115,673	45,704,637	45,184,708	55,820,597
			2%	6%	14%	1%	-6%	-2%	-1%	-1%	24%

TAXABLE PACKS OF CIGARETTES - DERIVED FROM TAX RECEIPTS DATA

MONTH	FY 94		FY 95		FY 96		FY 97		FY 98		FY 99	
July	10,949,795	-16.7%	9,406,989	-14.1%	10,453,341	11.1%	11,135,841	6.5%	11,245,464	1.0%	9,082,722	-19.2%
August	11,465,168	8.0%	14,191,616	23.8%	12,467,308	-12.2%	11,416,316	-8.4%	10,587,400	-7.3%	10,943,409	3.4%
September	11,983,746	-12.0%	9,778,259	-18.4%	8,912,473	-8.9%	9,814,776	10.1%	7,910,624	-19.4%	11,068,000	39.9%
October	8,128,711	-27.0%	11,069,738	36.2%	10,615,003	-4.1%	10,599,578	-0.1%	15,476,017	46.0%		
November	11,530,308	9.8%	9,118,138	-20.9%	9,274,200	1.7%	8,887,573	-4.2%	8,862,603	-0.3%		
December	8,494,835	-20.8%	11,894,630	40.0%	10,784,822	-9.3%	11,695,827	8.4%	10,931,082	-6.5%		
January	11,210,249	12.8%	9,036,138	-19.4%	9,051,538	0.2%	8,493,203	-6.2%	8,233,108	-3.1%		
February	8,222,308	-2.1%	7,786,576	-5.3%	9,225,303	18.5%	8,299,562	-10.0%	10,312,697	24.3%		
March	10,598,641	-2.1%	8,573,130	-19.1%	8,242,759	-3.9%	10,466,316	27.0%	7,259,945	-30.6%		
April	9,914,500	-6.7%	9,715,492	-2.0%	10,029,484	3.2%	9,128,603	-9.0%	10,631,222	16.5%		
May	10,480,595	-11.9%	11,000,495	5.0%	11,623,259	5.7%	10,785,041	-7.2%	7,527,218	-30.2%		
June	11,703,286	4.1%	13,642,792	16.6%	10,913,197	-20.0%	11,917,203	9.2%	10,552,892	-11.4%		
Total	124,682,141	-6.0%	125,214,992	0.4%	121,592,686	-2.9%	122,639,838	0.9%	119,530,272	-2.5%		

TAXABLE PACKS OF CIGARETTES

12 MONTH MOVING AVERAGE

TAXABLE PACKS

MONTH	FY 94		FY 95		FY 96		FY 97		FY 98		FY 99	
July	10,872,199	-6.7%	10,261,611	-5.6%	10,521,779	2.5%	10,189,599	-3.2%	10,229,122	0.4%	9,780,627	-4.4%
August	10,942,846	-4.4%	10,488,815	-4.1%	10,378,086	-1.1%	10,102,016	-2.7%	10,160,045	0.6%	9,810,295	-3.4%
September	10,806,843	-6.1%	10,305,025	-4.6%	10,305,937	0.0%	10,177,208	-1.2%	10,001,366	-1.7%	10,073,410	0.7%
October	10,556,088	-7.8%	10,550,110	-0.1%	10,268,043	-2.7%	10,175,923	-0.9%	10,407,736	2.3%		
November	10,641,977	-6.2%	10,349,180	-2.8%	10,280,965	-0.7%	10,143,704	-1.3%	10,405,655	2.6%		
December	10,456,609	-7.8%	10,632,496	1.7%	10,188,481	-4.2%	10,219,621	0.3%	10,341,926	1.2%		
January	10,562,773	-5.8%	10,451,320	-1.1%	10,189,764	-2.5%	10,173,093	-0.2%	10,320,252	1.4%		
February	10,547,979	-4.4%	10,415,009	-1.3%	10,309,658	-1.0%	10,095,948	-2.1%	10,488,013	3.9%		
March	10,529,208	-4.8%	10,246,216	-2.7%	10,282,127	0.4%	10,281,244	-0.0%	10,220,816	-0.6%		
April	10,469,588	-5.3%	10,229,632	-2.3%	10,308,293	0.8%	10,206,171	-1.0%	10,346,034	1.4%		
May	10,351,538	-6.5%	10,272,957	-0.8%	10,360,190	0.8%	10,136,319	-2.2%	10,074,549	-0.6%		
June	10,390,178	-6.0%	10,434,583	0.4%	10,132,724	-2.9%	10,219,986	0.9%	9,960,856	-2.5%		
FY AVERAGE	10,593,985	-6.0%	10,386,413	-2.0%	10,293,837	-0.9%	10,176,736	-1.1%	10,246,364	0.7%		

TAXABLE PACKS OF CIGARETTES - 3-MONTH MOVING AVERAGE

MONTH	FY 94		FY 95		FY 96		FY 97		FY 98		FY 99	
July	11,362,196	-6.1%	10,530,290	-7.3%	11,698,876	11.1%	11,224,099	-4.1%	11,315,902	0.8%	9,054,277	-20.0%
August	11,218,188	-4.2%	11,767,297	4.9%	12,187,814	3.6%	11,155,118	-8.5%	11,250,022	0.9%	10,193,008	-9.4%
September	11,466,236	-8.0%	11,125,622	-3.0%	10,611,041	-4.6%	10,788,977	1.7%	9,914,496	-8.1%	10,364,710	4.5%
October	10,525,875	-10.7%	11,679,871	11.0%	10,664,928	-8.7%	10,610,223	-0.5%	11,324,680	6.7%		
November	10,547,588	-10.2%	9,989,045	-5.3%	9,600,559	-3.9%	9,767,309	1.7%	10,749,748	10.1%		
December	9,384,618	-13.0%	10,694,502	14.0%	10,224,675	-4.4%	10,394,326	1.7%	11,756,568	13.1%		
January	10,411,797	0.3%	10,016,635	-3.8%	9,703,520	-3.1%	9,692,201	-0.1%	9,342,264	-3.6%		
February	9,309,131	-3.9%	9,572,448	2.8%	9,687,221	1.2%	9,496,197	-2.0%	9,825,629	3.5%		
March	10,010,399	3.0%	8,465,281	-15.4%	8,839,867	4.4%	9,086,360	2.8%	8,601,917	-5.3%		
April	9,578,483	-3.7%	8,691,732	-9.3%	9,165,849	5.5%	9,298,160	1.4%	9,401,288	1.1%		
May	10,331,245	-7.1%	9,763,039	-5.5%	9,965,168	2.1%	10,126,653	1.6%	8,472,795	-16.3%		
June	10,699,460	-4.9%	11,452,926	7.0%	10,855,314	-5.2%	10,610,282	-2.3%	9,570,444	-9.8%		
FY AVERAGE	10,403,768	-5.9%	10,312,391	-0.9%	10,267,069	-0.4%	10,187,492	-0.8%	10,127,146	-0.6%		

Maine Revenue Services								
Tobacco Products Tax Receipts								
FY'96	FY'97	FY'98	FY'99 Budget	FY'99 Est.	FY'00	FY'01	FY'02	FY'03
\$2,612,480	\$2,671,255	\$2,649,059	\$1,914,199	\$2,622,568	\$2,596,343	\$2,570,379	\$2,544,676	\$2,519,229
	2.2%	-0.8%	-27.7%	-1.0%	-1.0%	-1.0%	-1.0%	-1.0%
			Variance	\$708,369	\$1,818,489	\$1,727,564		

TOBACCO PRODUCTS TAXES - ACTUAL VS BUDGET FY 1996

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	250,407	156,090	94,317	94,317
August	212,517	305,977	(93,460)	857
September	176,296	165,861	10,435	11,292
=====	=====	=====	=====	=====
Year-To-Date	639,220	627,928	11,292	
=====	=====	=====	=====	=====
October	200,721	180,108	20,613	31,905
November	345,456	205,497	139,959	171,864
December	205,913	178,828	27,085	198,949
January	245,365	168,391	76,974	275,923
February	184,578	176,810	7,768	283,691
March	187,038	207,120	(20,082)	263,609
April	371,695	137,854	233,841	497,450
May	27,337	184,607	(157,270)	340,180
June	205,157	165,485	39,672	379,852
=====	=====	=====	=====	=====
Total	2,612,480	2,232,628	379,852	
=====	=====	=====	=====	=====

TOBACCO PRODUCTS TAXES - ACTUAL VS BUDGET FY 1997

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	226,012	162,386	63,626	63,626
August	200,049	261,216	(61,167)	2,459
September	295,677	154,131	141,546	144,005
=====	=====	=====	=====	=====
Year-To-Date	721,738	577,733	144,005	
=====	=====	=====	=====	=====
October	207,651	169,275	38,376	182,381
November	172,312	217,025	(44,713)	137,669
December	320,612	169,430	151,182	288,851
January	195,551	170,100	25,451	314,302
February	234,530	163,618	70,912	385,213
March	207,910	185,680	22,230	407,443
April	214,656	138,397	76,259	483,702
May	180,866	172,806	8,060	491,762
June	215,428	156,932	58,496	550,258
=====	=====	=====	=====	=====
Total	2,671,254	2,120,996	550,258	
=====	=====	=====	=====	=====

TOBACCO PRODUCTS TAXES - ACTUAL VS BUDGET FY 1998

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	240,771	162,567	78,204	78,204
August	171,069	195,877	(24,808)	53,396
September	257,291	155,985	101,306	154,702
=====	=====	=====	=====	=====
Year-To-Date	669,131	514,429	154,702	
=====	=====	=====	=====	=====
October	266,103	169,687	96,416	251,118
November	213,239	200,298	12,941	264,059
December	264,215	187,585	76,630	340,689
January	150,247	170,161	(19,914)	320,775
February	190,777	161,485	29,292	350,067
March	234,500	161,849	72,651	422,718
April	200,795	149,601	51,194	473,912
May	212,924	149,161	63,763	537,675
June	247,128	150,690	96,438	634,113
=====	=====	=====	=====	=====
Total	2,649,059	2,014,946	634,113	
=====	=====	=====	=====	=====

TOBACCO PRODUCTS TAXES - ACTUAL VS BUDGET FY 1999

Month	Actual	Budget	Difference	Cum Diff
=====	=====	=====	=====	=====
July	236,937	159,699	77,238	77,238
August	250,595	174,439	76,156	153,394
September	256,640	157,202	99,438	252,832
=====	=====	=====	=====	=====
Year-To-Date	744,172	491,340	252,832	
=====	=====	=====	=====	=====
October	0	168,928	(168,928)	83,904
November	0	184,164	(184,164)	(100,260)
December	0	182,220	(182,220)	(282,480)
January	0	151,785	(151,785)	(434,265)
February	0	151,326	(151,326)	(585,591)
March	0	158,207	(158,207)	(743,798)
April	0	143,824	(143,824)	(887,622)
May	0	145,323	(145,323)	(1,032,945)
June	0	137,082	(137,082)	(1,170,027)
=====	=====	=====	=====	=====
Total	744,172	1,914,199	(1,170,027)	
=====	=====	=====	=====	=====

TOBACCO PRODUCTS TAX RECEIPTS

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	77,995	74,527	110,724	142,587	361,812	201,232	169,415	180,497	250,407	226,012	240,771
August	87,721	111,764	118,786	205,350	150,883	443,201	302,945	268,082	212,517	200,049	171,069
September	100,606	103,171	89,138	79,435	300,942	310,268	197,828	113,475	176,296	295,677	257,291
October	82,781	100,755	139,285	113,411	202,236	180,700	224,141	219,568	200,721	207,651	266,103
November	89,568	95,090	79,602	174,478	327,374	224,403	276,171	211,858	345,456	172,312	213,239
December	100,373	93,932	102,309	128,133	269,644	204,544	191,696	223,734	205,913	320,612	264,215
January	81,103	77,694	138,322	183,267	263,075	170,244	234,144	179,401	245,365	195,551	150,247
February	83,947	93,750	127,656	110,883	264,894	221,191	234,144	157,643	184,578	234,530	190,777
March	74,308	91,813	69,550	133,819	395,012	300,282	228,158	189,617	187,038	207,910	234,500
April	65,022	50,374	100,320	199,162	164,539	138,052	154,955	184,913	371,695	214,656	200,795
May	78,723	102,666	122,824	178,845	180,663	274,199	178,457	187,352	27,337	180,866	212,924
June	95,680	76,682	99,382	117,692	314,123	227,332	160,324	186,060	205,157	215,428	247,128
Total	1,017,827	1,072,218	1,297,898	1,767,062	3,195,197	2,895,648	2,542,378	2,302,200	2,612,480	2,671,254	2,649,059
		5%	21%	36%	81%	-9%	-12%	-9%	13%	2%	-1%

TOBACCO PRODUCTS TAX RECEIPTS - 12 MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	1,014,359	1,108,415	1,329,761	1,986,287	3,034,617	2,853,831	2,563,460	2,372,110	2,588,085	2,686,013
August	0	1,038,402	1,115,437	1,416,325	1,931,820	3,326,935	2,713,575	2,528,597	2,316,545	2,575,617	2,657,033
September	0	1,040,967	1,101,404	1,406,622	2,153,327	3,336,261	2,601,135	2,444,244	2,379,366	2,694,998	2,618,647
October	0	1,058,941	1,139,934	1,380,748	2,242,152	3,314,725	2,644,576	2,439,671	2,360,519	2,701,928	2,677,099
November	0	1,064,463	1,124,446	1,475,624	2,395,048	3,211,754	2,696,344	2,375,358	2,494,117	2,528,784	2,718,026
December	0	1,058,022	1,132,823	1,501,448	2,536,559	3,146,654	2,683,496	2,407,396	2,476,296	2,643,483	2,661,629
January	0	1,054,613	1,193,451	1,546,393	2,616,367	3,053,823	2,747,396	2,352,653	2,542,260	2,593,669	2,616,325
February	0	1,064,416	1,227,357	1,529,620	2,770,378	3,010,120	2,760,349	2,276,152	2,569,195	2,643,621	2,572,572
March	0	1,081,921	1,205,094	1,593,889	3,031,571	2,915,390	2,688,225	2,237,611	2,566,616	2,664,493	2,599,162
April	0	1,067,273	1,255,040	1,692,731	2,996,948	2,888,903	2,705,128	2,267,569	2,753,398	2,507,454	2,585,301
May	0	1,091,216	1,275,198	1,748,752	2,998,766	2,982,439	2,609,386	2,276,464	2,593,383	2,660,983	2,617,359
June	0	1,072,218	1,297,898	1,767,062	3,195,197	2,895,648	2,542,378	2,302,200	2,612,480	2,671,254	2,649,059
AVERAGE	0	1,058,901	1,181,375	1,532,415	2,571,202	3,093,106	2,687,152	2,372,615	2,503,024	2,622,864	2,638,186
			12%	30%	68%	20%	-13%	-12%	5%	5%	1%

WHOLESALE PRODUCTS EQUIVALENT - DERIVED FROM TAX RECEIPTS DATA

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	324,568	-44.4%	257,121	-20.8%	291,124	13.2%	403,882	38.7%	364,535	-9.7%	388,340	6.5%
August	714,840	193.7%	488,621	-31.6%	432,390	-11.5%	342,769	-20.7%	322,660	-5.9%	275,918	-14.5%
September	500,432	3.1%	319,077	-36.2%	183,024	-42.6%	284,348	55.4%	476,898	67.7%	414,985	-13.0%
October	291,452	-10.6%	361,518	24.0%	354,142	-2.0%	323,744	-8.6%	334,922	3.5%	429,198	28.1%
November	361,940	-31.5%	445,437	23.1%	341,706	-23.3%	557,187	63.1%	277,923	-50.1%	343,934	23.8%
December	329,910	-24.1%	309,187	-6.3%	360,861	16.7%	332,118	-8.0%	517,116	55.7%	426,153	-17.6%
January	274,587	-35.3%	377,652	37.5%	289,356	-23.4%	395,750	36.8%	315,405	-20.3%	242,334	-23.2%
February	356,760	-16.5%	377,652	5.9%	254,263	-32.7%	297,706	17.1%	378,274	27.1%	307,705	-18.7%
March	484,326	-24.0%	367,997	-24.0%	305,834	-16.9%	301,674	-1.4%	335,339	11.2%	378,226	12.8%
April	222,665	-16.1%	249,927	12.2%	298,247	19.3%	599,508	101.0%	346,219	-42.2%	323,863	-6.5%
May	442,256	51.8%	287,834	-34.9%	302,181	5.0%	44,092	-85.4%	291,719	561.6%	343,426	17.7%
June	366,665	-27.6%	258,587	-29.5%	300,097	16.1%	330,898	10.3%	347,465	5.0%	398,594	14.7%
Total	4,670,400	-9.4%	4,100,610	-12.2%	3,713,226	-9.4%	4,213,677	13.5%	4,308,475	2.2%	4,272,676	-0.8%

WHOLESALE PRODUCTS EQUIVALENT
12 MONTH MOVING AVERAGE

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	407,879	33.6%	383,579	-6.0%	344,551	-10.2%	318,832	-7.5%	347,861	9.1%	361,023	3.8%
August	447,169	53.4%	364,728	-18.4%	339,865	-6.8%	311,364	-8.4%	346,185	11.2%	357,128	3.2%
September	448,422	40.7%	349,615	-22.0%	328,527	-6.0%	319,807	-2.7%	362,231	13.3%	351,969	-2.8%
October	445,528	36.3%	355,454	-20.2%	327,913	-7.7%	317,274	-3.2%	363,162	14.5%	359,825	-0.9%
November	431,687	26.3%	362,412	-16.0%	319,269	-11.9%	335,231	5.0%	339,890	1.4%	365,326	7.5%
December	422,937	18.6%	360,685	-14.7%	323,575	-10.3%	332,835	2.9%	355,307	6.8%	357,746	0.7%
January	410,460	12.7%	369,274	-10.0%	316,217	-14.4%	341,702	8.1%	348,611	2.0%	351,657	0.9%
February	404,586	5.6%	371,015	-8.3%	305,934	-17.5%	345,322	12.9%	355,325	2.9%	345,776	-2.7%
March	391,853	-5.8%	361,321	-7.8%	300,754	-16.8%	344,975	14.7%	358,131	3.8%	349,350	-2.5%
April	388,293	-4.8%	363,592	-6.4%	304,781	-16.2%	370,080	21.4%	337,023	-8.9%	347,487	3.1%
May	400,865	-1.0%	350,724	-12.5%	305,976	-12.8%	348,573	13.9%	357,659	2.6%	351,796	-1.6%
June	389,200	-9.4%	341,717	-12.2%	309,435	-9.4%	351,140	13.5%	359,040	2.2%	356,056	-0.8%
FY AVERAGE	415,740	14.8%	361,176	-13.1%	318,900	-11.7%	336,428	5.5%	352,536	4.8%	354,595	0.6%

WHOLESALE PRODUCTS EQUIVALENT - 3 MONTH MOVING AVERAGE

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	374,203	-0.0%	355,347	-5.0%	279,182	-21.4%	335,387	20.1%	246,509	-26.5%	342,508	38.9%
August	515,353	48.5%	370,802	-28.0%	327,367	-11.7%	348,916	6.6%	339,365	-2.7%	337,241	-0.6%
September	513,280	17.3%	354,940	-30.8%	302,180	-14.9%	343,667	13.7%	388,031	12.9%	359,748	-7.3%
October	502,241	42.8%	389,739	-22.4%	323,185	-17.1%	316,954	-1.9%	378,160	19.3%	373,367	-1.3%
November	384,608	-13.9%	375,344	-2.4%	292,958	-21.9%	388,426	32.6%	363,248	-6.5%	396,039	9.0%
December	327,767	-23.7%	372,047	13.5%	352,237	-5.3%	404,349	14.8%	376,653	-6.8%	399,762	6.1%
January	322,146	-30.3%	377,425	17.2%	330,641	-12.4%	428,352	29.6%	370,148	-13.6%	337,474	-8.8%
February	320,419	-25.3%	354,830	10.7%	301,494	-15.0%	341,858	13.4%	403,598	18.1%	325,397	-19.4%
March	371,891	-25.1%	374,433	0.7%	283,151	-24.4%	331,710	17.1%	343,006	3.4%	309,422	-9.8%
April	354,583	-20.0%	331,859	-6.4%	286,115	-13.8%	399,630	39.7%	353,277	-11.6%	336,598	-4.7%
May	383,082	-3.7%	301,919	-21.2%	302,087	0.1%	315,091	4.3%	324,426	3.0%	348,505	7.4%
June	343,862	-3.0%	265,449	-22.8%	300,175	13.1%	324,833	8.2%	328,468	1.1%	355,294	8.2%
FY AVERAGE	392,786	-5.2%	352,011	-10.4%	306,731	-12.9%	356,598	16.3%	351,241	-1.5%	351,780	0.2%

Cigarette and Tobacco Tax: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Actuals & February 17, 1998 Forecast /1	\$45,524,322	\$43,503,205	\$89,027,527	\$42,159,825	\$40,858,660	\$83,018,485	\$0	\$0	\$0
Growth Rate		-4.4%		-3.1%	-3.1%	-6.7%			
Technical Adjustments to Prior Forecast /2	\$0	\$6,305,330	\$6,305,330	\$7,057,360	\$7,572,486	\$14,629,846	\$48,300,098	\$48,732,205	\$97,032,303
(i) FY98 Revenues /3	\$0	\$438,850	\$438,850	\$586,618	\$558,369	\$1,144,987	\$0	\$0	\$0
(ii) Adjustment to Baselines /4	\$0	\$5,866,481	\$5,866,481	\$6,470,742	\$7,014,117	\$13,484,859	\$48,300,098	\$48,732,205	\$97,032,303
Impact of Cigarette Tax Increase	\$28,845,919	\$35,541,824	\$64,387,743	\$35,897,242	\$36,131,471	\$72,028,714	\$36,492,786	\$36,857,714	\$73,350,500
Federal TRA of 1997 /5	\$0	\$0	\$0	(\$1,000,608)	(\$2,051,045)	(\$3,051,653)	(\$2,579,959)	(\$3,119,247)	(\$5,699,206)
Total Adjustments to Prior Forecast	\$28,845,919	\$41,847,154	\$70,693,073	\$41,953,994	\$41,652,913	\$83,606,907	\$82,212,925	\$82,470,673	\$164,683,598
New Forecast	\$74,370,241	\$85,350,359	\$159,720,600	\$84,113,819	\$82,511,573	\$166,625,392	\$82,212,925	\$82,470,673	\$164,683,598
Growth Rate		14.8%		-1.4%	-1.9%	4.3%	-0.4%	0.3%	-1.2%
Adjustment to Budget Office June 18, 1998 Report		\$11,981,989	\$11,981,989	\$11,343,429	\$12,733,094	\$24,076,523	\$82,212,925	\$82,470,673	\$164,683,598

1/ FY98 actual and February, 1997 forecast excluding impact of cigarette tax increase.

2/ Technical adjustments refer to all changes in the forecast that are not related to changes from new economic assumptions. Examples of technical changes may be new data, model updates and changes, and court cases that affect revenues.

3/ This line shows the incremental change in baseline revenues from applying the previously forecasted growth rates to the final FY98 revenue base.

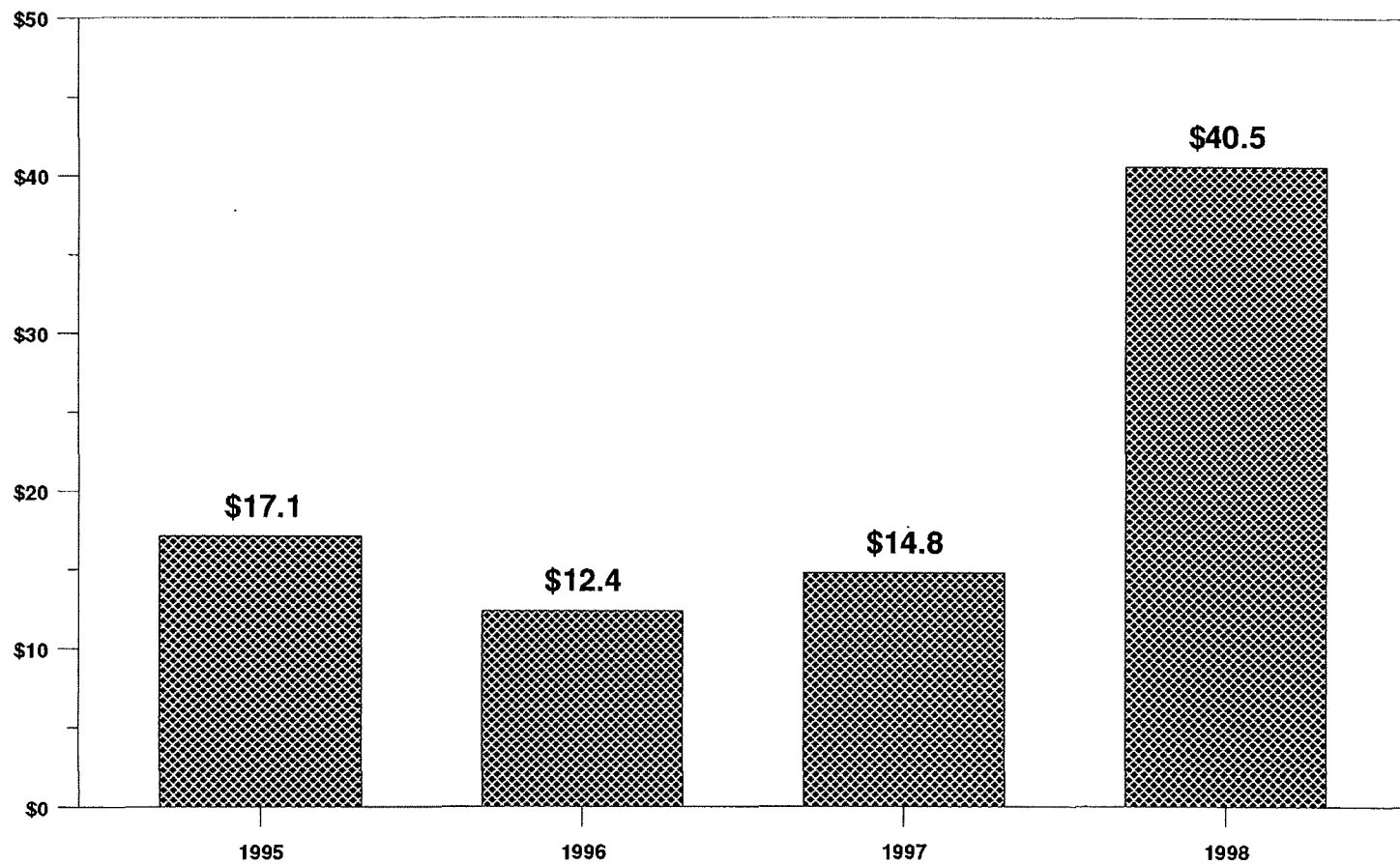
4/ This line adjusts the baseline level of cigarette taxes for revenues that were previously allocated to the Tobacco Tax Relief Fund.

5/ This line shows the impact of the increase in the federal excise tax on cigarettes and tobacco scheduled for January 1, 2000 and January 1, 2002.

Estate Tax

Estate Tax Revenue
Fiscal Years 1995 - 1998

Dollars (in Millions) (in Millions)



Estate Tax: General Fund Baseline Forecast FY99 - FY03

	FY98	FY99	Biennium	FY00	FY01	Biennium	FY02	FY03	Biennium
Actuals & February 17, 1998 Forecast /1	\$34,335,598	\$15,356,915	\$49,692,513	\$15,711,717	\$16,007,902	\$31,719,619	\$0	\$0	\$0
Growth Rate		-55.3%		2.3%	1.9%	-36.2%			
Technical Adjustments to Prior Forecast /2	\$0	\$1,295,850	\$1,295,850	\$1,523,895	\$1,830,956	\$3,354,851	\$18,463,218	\$19,109,431	\$37,572,649
(i) FY98 Revenues /3	\$0	\$20,180,429	\$20,180,429	\$21,069,434	\$22,060,589	\$43,130,023	\$39,400,888	\$40,779,920	\$80,180,808
(ii) One-Time Effects /4	\$0	(\$18,884,579)	(\$18,884,579)	(\$19,545,539)	(\$20,229,633)	(\$39,775,172)	(\$20,937,670)	(\$21,670,489)	(\$42,608,159)
Enacted Legislation /5	\$0	(\$466,000)	(\$466,000)	(\$665,000)	(\$942,000)	(\$1,607,000)	(\$1,038,804)	(\$1,386,629)	(\$2,425,433)
Total Adjustments to Prior Forecast	\$0	\$829,850	\$829,850	\$858,895	\$888,956	\$1,747,851	\$17,424,415	\$17,722,802	\$35,147,216
New Forecast	\$34,335,598	\$16,186,765	\$50,522,363	\$16,570,612	\$16,896,858	\$33,467,470	\$17,424,415	\$17,722,802	\$35,147,216
Growth Rate		-52.9%		2.4%	2.0%	-33.8%	3.1%	1.7%	5.0%

1/ February, 1998 forecast with FY98 actual.

2/ Technical adjustments refer to all changes in the forecast that are not related to changes from new economic assumptions. Examples of technical changes may be new data, model updates and changes, and court cases that affect revenues.

3/ This line shows the incremental change in baseline revenues from applying the previously forecasted growth rates to the final FY98 revenue base.

4/ This line reflects several large estate tax payments that are not forecasted to be repeated in future years.

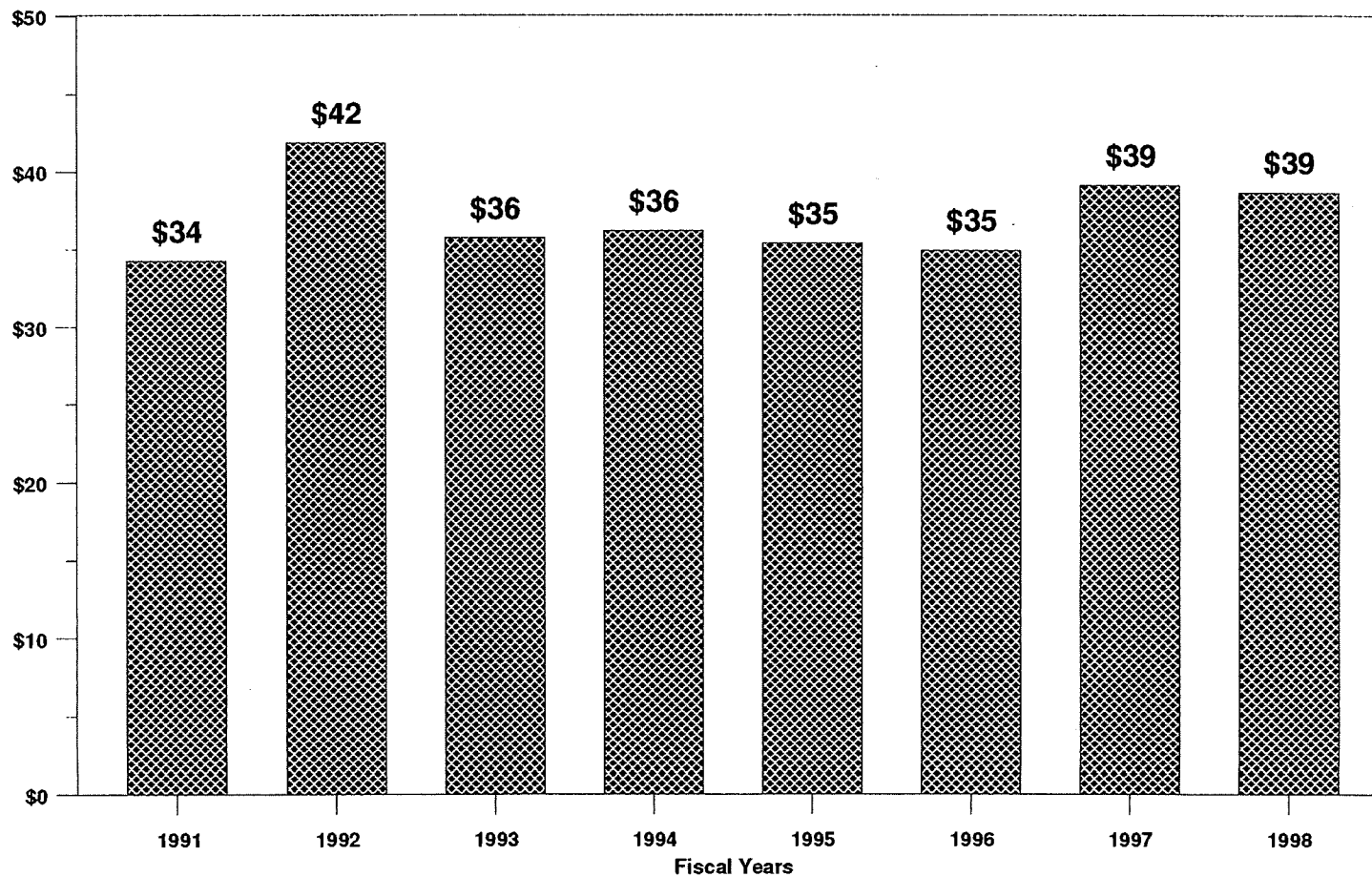
5/ This line shows the incremental change in baseline revenues from State conformity with changes in federal tax law as a result of passage of the "Taxpayer Relief Act of 1997."

Other General Fund Revenues

Maine Insurance Premium Tax Revenue

Fiscal Years 1991 - 1998

Dollars (in Millions)



**Maine Revenue Services
Insurance Premiums Tax**

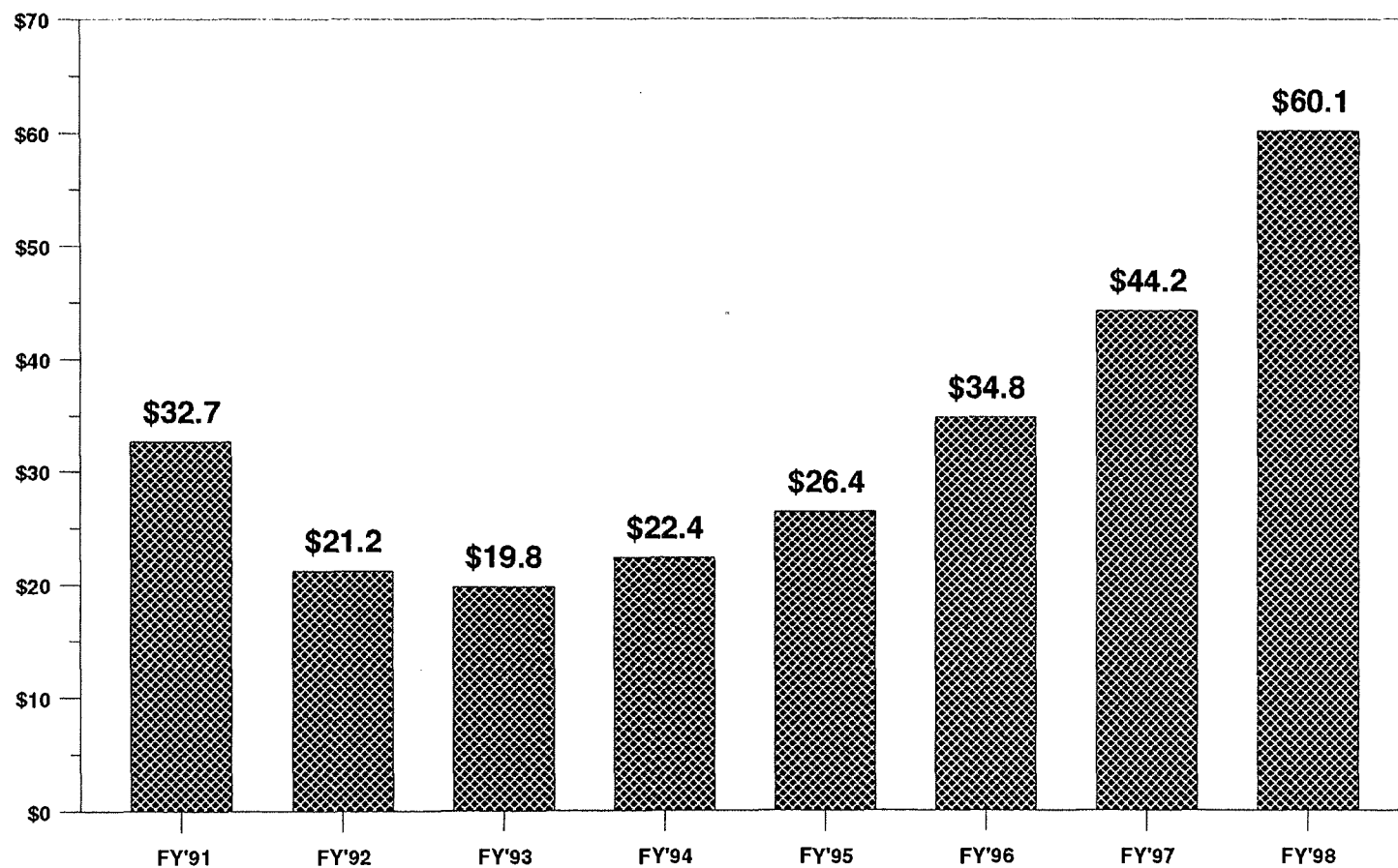
FY 95 \$35,386,855	FY 96 \$34,932,994 -1%	FY'97 \$39,104,289 12%	FY 98 \$38,663,745 -1%	FY 99 Budget \$34,792,000 -10%	FY'99 Est. \$36,792,000 -5%	FY'00 \$36,424,080 -1%	FY'01 \$36,059,839 -1%
				Variance	\$2,000,000		
FY'02 \$35,699,241 -1%	FY'03 \$35,342,248 -1%						

Insurance Premiums Tax

Month	FY 93 Actual	FY 94 Actual	FY 95 Actual	FY 96 Actual	FY 97 Budget	FY 97 Actual	FY 97 Act - Bud	FY 98 Budget	FY 98 Actual	FY 98 Act - Bud	FY 99 Budget	FY 99 Actual	FY 99 Act - Bud
July	\$1,009.86	\$1,183.61	\$968.55	\$1,107.50	\$1,099.38	\$1,642.26	\$542.87	\$1,120.34	\$40.74	(\$1,079.60)	\$100.87	\$111.29	\$10.41
August	\$328.35	\$1.83	\$355.79	\$13.95	\$15.47	\$0.00	(\$15.47)	\$6.80	(\$134.82)	(\$141.61)	\$8.87	\$111.87	\$103.00
September	\$619.30	\$188.89	\$15.34	\$9.55	\$11.22	\$22.67	\$11.45	\$15.70	\$132.43	\$116.73	\$35.97	\$184.21	\$148.24
Y-T-DATE	\$1,957.50	\$1,374.33	\$1,339.68	\$1,131.00	\$1,126.07	\$1,664.92	\$538.85	\$1,142.03	\$38.34	(\$1,104.49)	\$145.71	\$407.37	\$261.66
October	\$3,519.11	\$2,678.65	\$3,715.76	\$4,060.34	\$3,623.94	\$4,039.74	\$415.81	\$3,946.01	\$5,203.70	\$1,257.69	\$3,838.26		\$0.00
November	\$2,645.20	\$3,722.10	\$2,771.37	\$1,353.38	\$2,606.52	\$1,686.68	(\$919.84)	\$1,480.99	\$1,367.37	(\$113.61)	\$2,076.12		\$0.00
December	\$66.42	\$42.59	\$9.40	\$70.97	\$40.84	\$11.07	(\$29.78)	\$39.96	\$2.62	(\$37.35)	\$26.02		\$0.00
January	\$61.38	\$160.02	\$31.83	\$1.93	\$17.87	\$74.00	\$56.13	\$36.99	\$3.69	(\$33.30)	\$25.04		\$0.00
February	\$591.63	\$480.07	\$1,131.28	\$831.47	\$857.95	\$1,118.36	\$260.41	\$949.87	\$734.70	(\$215.18)	\$844.83		\$0.00
March	\$6,012.14	\$6,518.45	\$5,783.47	\$6,133.48	\$6,123.76	\$7,338.70	\$1,214.93	\$6,563.06	\$7,389.78	\$826.72	\$6,316.20		\$0.00
April	\$5,221.58	\$3,916.42	\$5,919.06	\$8,603.29	\$5,261.23	\$8,031.50	\$2,770.26	\$8,103.75	\$7,434.22	(\$669.53)	\$6,457.25		\$0.00
May	\$5,342.25	\$6,514.65	\$4,787.11	\$2,781.11	\$5,541.62	\$3,725.01	(\$1,816.62)	\$3,169.50	\$5,058.07	\$1,888.57	\$4,354.92		\$0.00
June	\$10,323.12	\$10,770.35	\$9,897.89	\$9,966.03	\$10,298.20	\$11,414.32	\$1,116.12	\$9,710.04	\$11,431.26	\$1,721.22	\$10,707.65		\$0.00
Total	\$35,740.32	\$36,177.64	\$35,386.86	\$34,932.99	\$35,498.01	\$39,104.29	\$3,606.28	\$35,143.00	\$38,663.75	\$3,520.75	\$34,792.00		\$261.66

Total Mahogany Quahog Tax Revenue
Fiscal Years 1990 - 1998

Dollars (in Thousands)

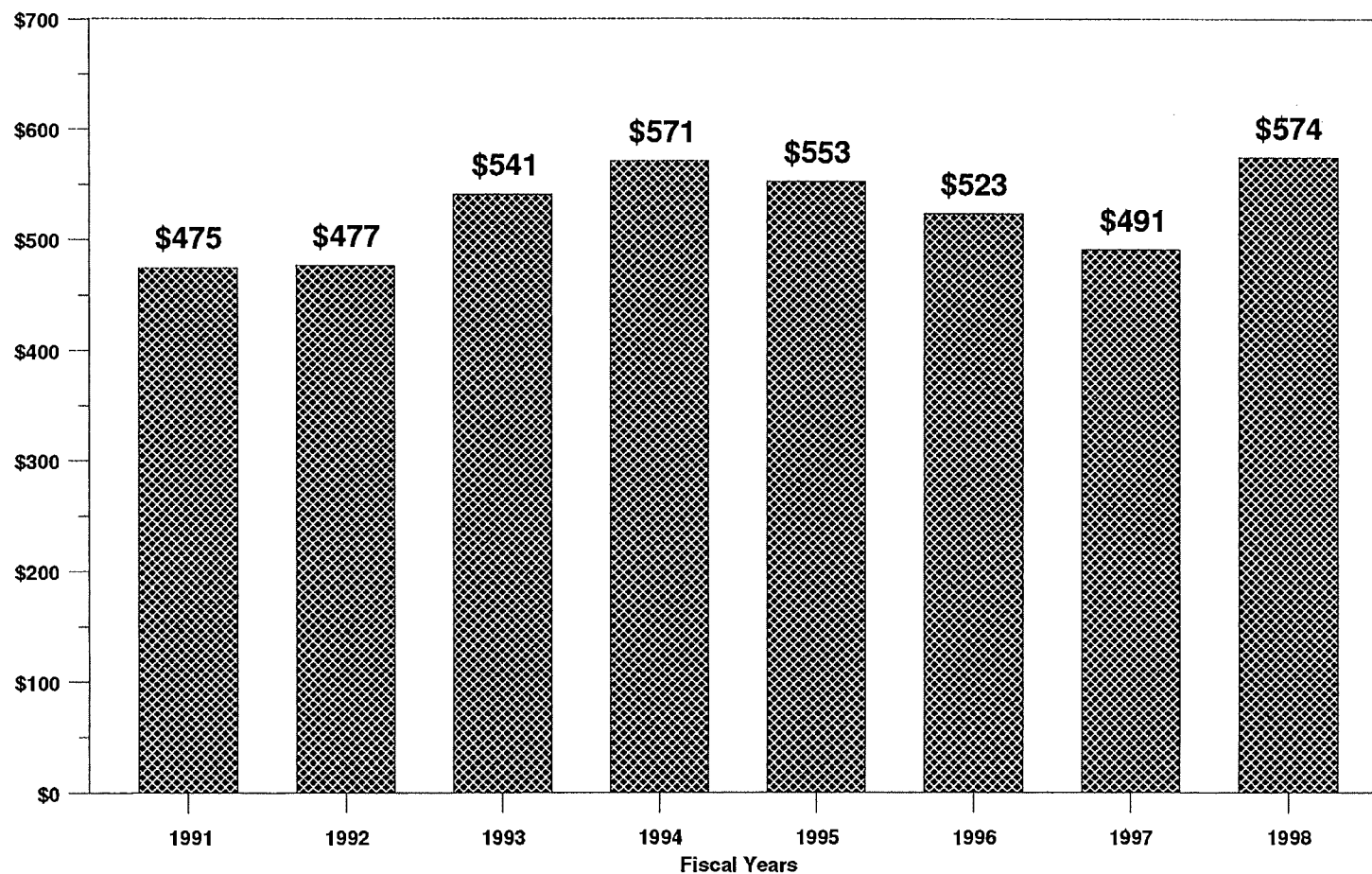


Mahogany Quahog Tax - General Fund					Total - Mahogany Quahog Tax		
	Actual	Budget	Variance	Estimate			
FY'95	10,377	20,000	(9,623)		FY'89	92,534	
FY'96	19,083	20,000	(917)		FY'90	51,772	-44%
FY'97	28,194	20,000	8,194		FY'91	32,675	-37%
FY'98	44,122	20,000	24,122		FY'92	21,224	-35%
FY'99		20,000		40,000	FY'93	19,808	-7%
FY'00				40,000	FY'94	22,354	13%
FY'01				40,000	FY'95	26,377	18%
FY'02				40,000	FY'96	34,778	32%
FY'03				40,000	FY'97	44,194	27%
					FY'98	60,122	36%

Maine Railroad Companies Tax Revenue

Fiscal Years 1991 - 1998

Dollars (in Thousands)

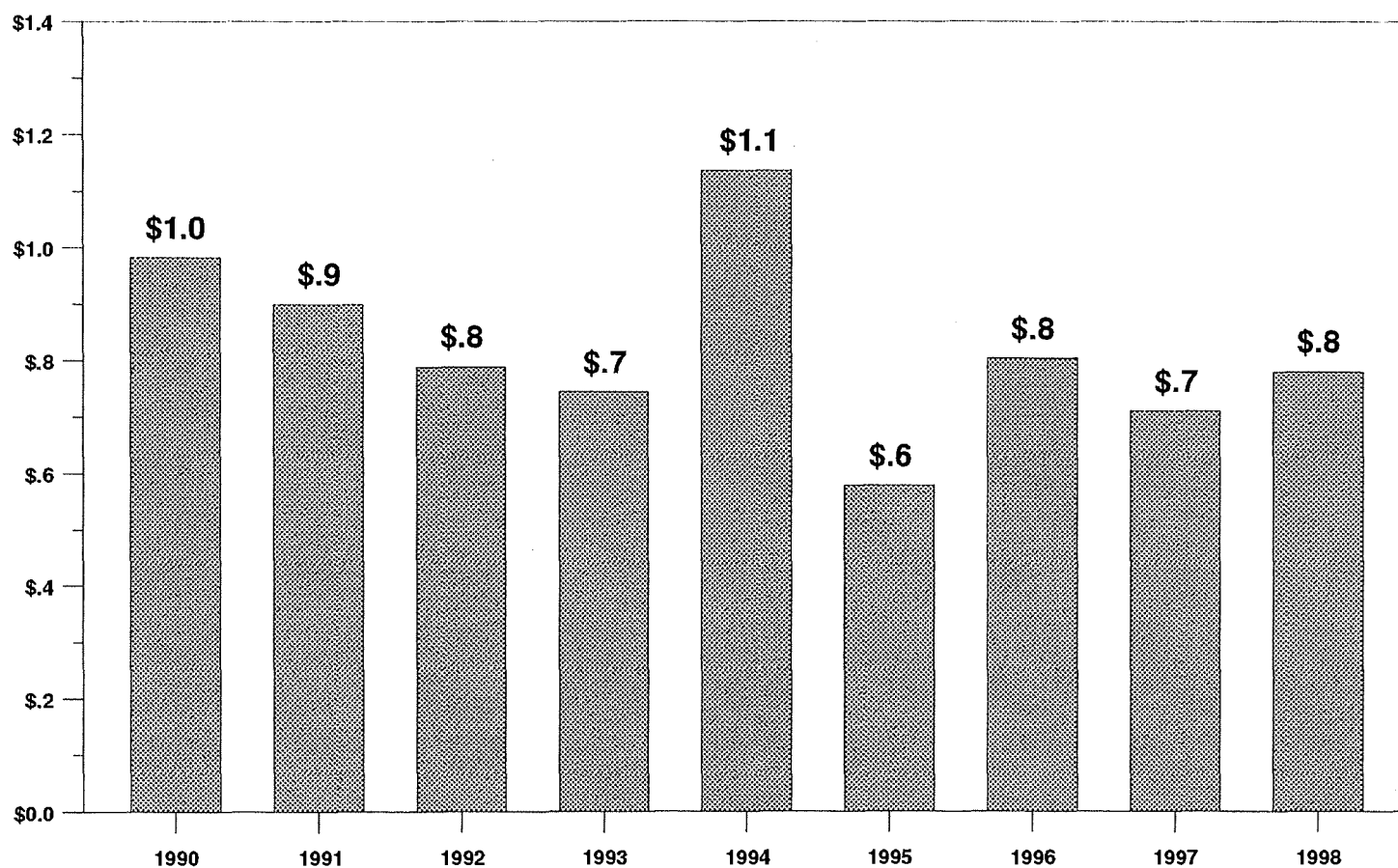


Maine Revenue Services Railroad Companies Tax					
		GF	OSR	TOTAL	
1994		421,256	150,000	571,256	
1995		402,670	150,000	552,670	
1996		373,466	150,000	523,466	
1997		341,048	150,000	491,048	
1998		424,436	150,000	574,436	
1999		400,000	150,000	550,000	Budget
2000		400,000	150,000	550,000	
2001		400,000	150,000	550,000	
2002		400,000	150,000	550,000	
2003		400,000	150,000	550,000	

Aeronautical Gasoline Tax Revenue

Fiscal Years 1990 - 1998

Dollars (in Millions)

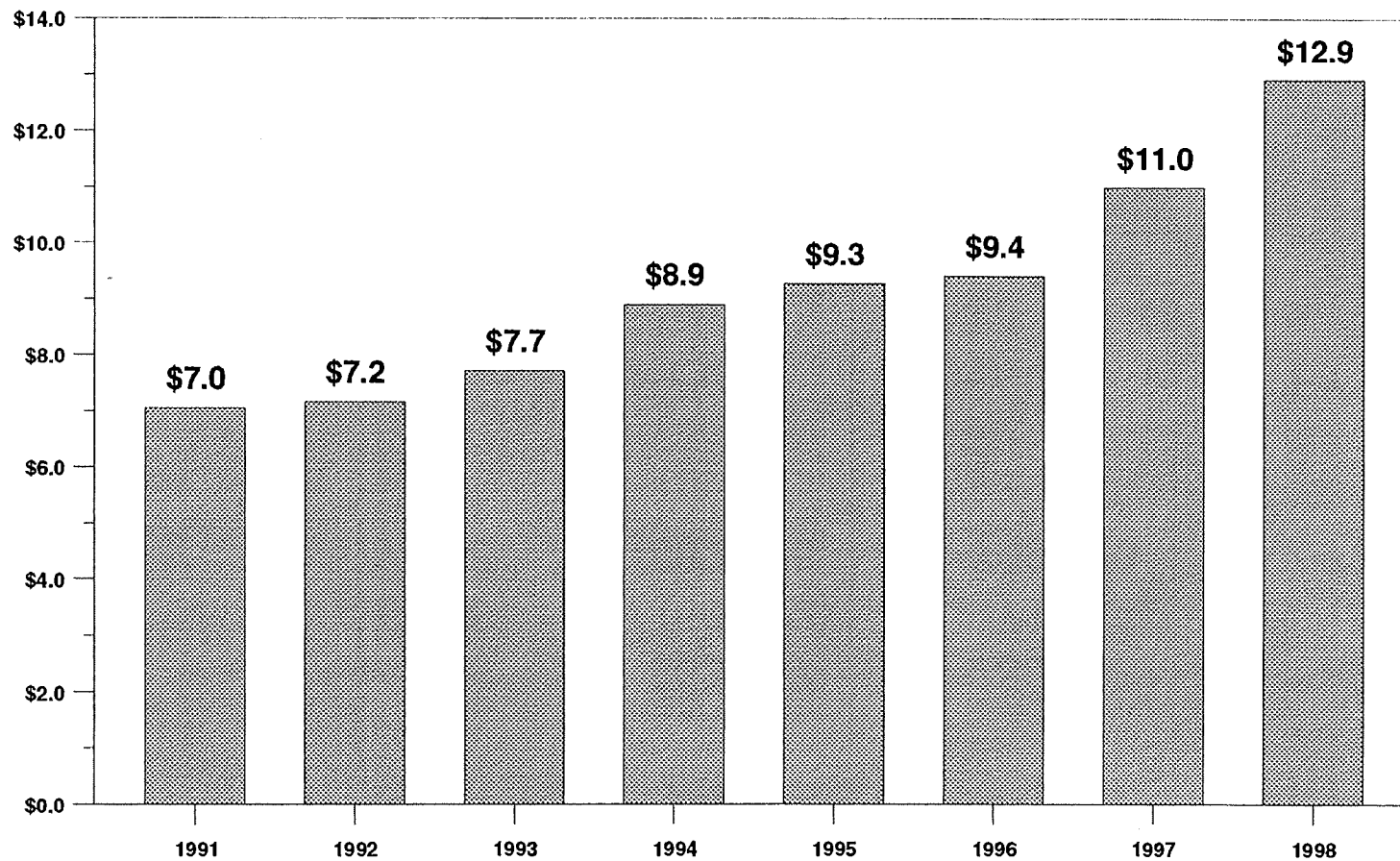


Maine Revenue Services Aeronautical Gasoline Tax				
	FY'95	FY'96	FY'97	FY'98
Tax	614,106	863,007	780,387	830,026
Refunds	(36,968)	(60,502)	(71,314)	(50,790)
Total	577,138	802,505	709,073	779,236
	FY'00	FY'01	FY'02	FY'03
Tax	890,000	895,000	900,000	905,000
Refunds	(53,000)	(54,000)	(55,000)	(56,000)
Total	837,000	841,000	845,000	849,000
	0.5%	0.5%	0.5%	0.5%
Prior years - net tax				
FY'89	669,281			
FY'90	982,074			
FY'91	898,659			
FY'92	787,870			
FY'93	743,174			
FY 1	1,135,682			

Total Real Estate Transfer Tax Revenue

Fiscal Years 1990 - 1998

Dollars (in Millions)



Maine Revenue Services									
Real Estate Transfer Tax									
FY'96 - FY'99 -- 75% to General Fund, 25% to H.O.M.E. Fund									
Effective FY'00 -- 50% to each fund.									
	FY'96	FY'97	FY'98	FY'99 Budget	FY'99 Est.	FY'00	FY'01	FY'02	FY'03
Total	9,391,378	10,981,255 17%	12,904,438 18%	10,253,508	13,105,550 2%	12,581,328 -4%	12,832,955 2%	13,089,614 2%	13,351,406 2%
General Fund	6,901,702	8,415,756	9,636,434	7,690,131	9,829,163	6,290,664	6,416,477	6,544,807	6,675,703
				Variance	2,139,032				
H.O.M.E. Fund	2,489,676	2,565,499	3,268,004	2,563,377 Variance	3,276,388 713,011	6,290,664	6,416,477	6,544,807	6,675,703

REAL ESTATE TRANSFER TAX
ANALYSIS OF NET GENERAL FUND COLLECTIONS

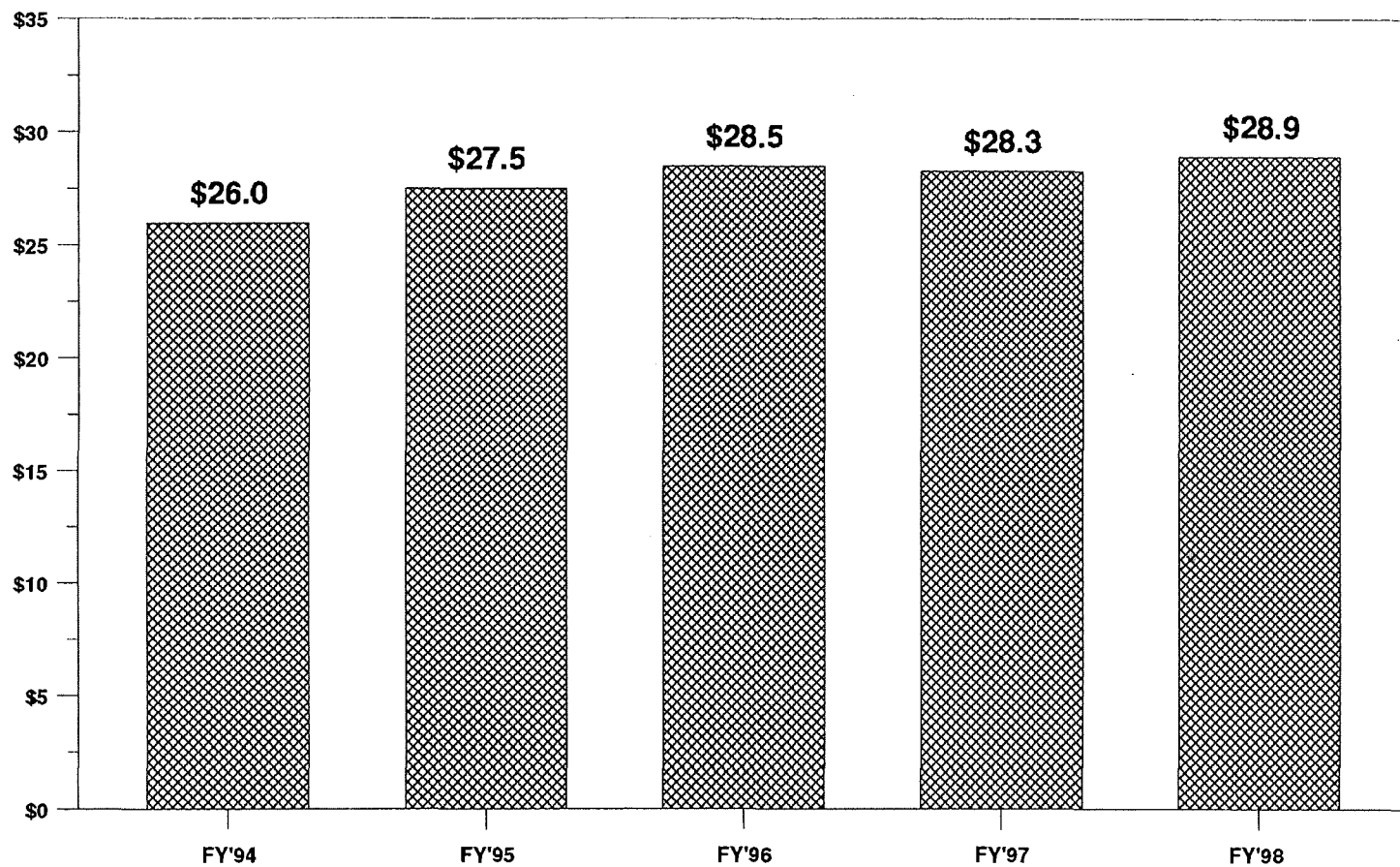
FY'96					FY'97				
Month	Actual	Budget	Difference	Cum Diff	Month	Actual	Budget	Difference	Cum Diff
July	804,447	704,007	100,440	100,440	July	717,353	780,272	(62,919)	(62,919)
Aug	655,666	613,648	42,018	142,458	Aug	809,718	667,988	141,730	78,811
Sept	657,759	736,404	(78,645)	63,813	Sept	698,827	735,614	(36,787)	42,024
Year-to-Date	2,117,872	2,054,059	63,813		Year-to-Date	2,225,898	2,183,874	42,024	
Oct	683,427	663,783	19,644	83,457	Oct	668,640	682,767	(14,127)	27,897
Nov	513,776	718,718	(204,942)	(121,485)	Nov	833,880	762,594	71,286	99,183
Dec	444,606	560,724	(116,118)	(237,603)	Dec	808,176	568,623	239,553	338,736
Jan	719,535	817,755	(98,220)	(335,823)	Jan	848,058	838,444	9,614	348,350
Feb	340,843	445,540	(104,697)	(440,520)	Feb	696,078	491,658	204,420	552,770
Mar	445,681	364,213	81,468	(359,052)	Mar	423,252	406,024	17,228	569,998
Apr	439,052	474,798	(35,746)	(394,798)	Apr	606,759	548,674	58,085	628,083
May	522,284	473,946	48,338	(346,460)	May	565,961	488,754	77,207	705,290
June	674,626	608,725	65,901	(280,559)	June	739,054	691,961	47,093	752,383
Total	6,901,702	7,182,261	(280,559)		Total	8,415,756	7,663,373	752,383	
FY'98					FY'99				
Month	Actual	Budget	Difference	Cum Diff	Month	Actual	Budget	Difference	Cum Diff
July	1,147,759	665,914	481,845	481,845	July	1,071,523	814,730	256,793	256,793
Aug	806,507	600,940	205,567	687,412	Aug	1,130,907	631,150	499,757	756,550
Sept	752,922	851,677	(98,755)	588,657	Sept	970,067	757,237	212,830	969,380
Year-to-Date	2,707,188	2,118,531	588,657		Year-to-Date	3,172,497	2,203,117	969,380	
Oct	905,402	695,185	210,217	798,874	Oct	0	709,688	(709,688)	259,692
Nov	1,110,188	696,285	413,903	1,212,777	Nov	0	783,181	(783,181)	(523,489)
Dec	671,279	648,147	23,132	1,235,909	Dec	0	633,026	(633,026)	(1,156,515)
Jan	766,120	698,114	68,006	1,303,915	Jan	0	634,196	(634,196)	(1,790,711)
Feb	618,993	498,319	120,674	1,424,589	Feb	0	517,707	(517,707)	(2,308,418)
Mar	468,437	413,432	55,005	1,479,594	Mar	0	418,900	(418,900)	(2,727,318)
Apr	694,361	509,060	185,301	1,664,895	Apr	0	544,048	(544,048)	(3,271,366)
May	787,584	510,194	277,390	1,942,285	May	0	588,209	(588,209)	(3,859,575)
June	906,882	678,880	228,002	2,170,287	June	0	658,059	(658,059)	(4,517,634)
Total	9,636,434	7,466,147	2,170,287		Total	3,172,497	7,690,131	(4,517,634)	

Real Estate Transfer Tax - All State Receipts											
Month	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	1,558,908	1,235,798	980,798	894,080	673,277	927,090	932,831	673,543	971,114	993,815	1,528,803
Aug	1,381,154	1,289,838	884,478	688,152	789,306	700,749	758,569	748,982	822,333	809,718	1,074,448
Sept	1,175,822	1,387,378	1,058,354	753,564	709,730	757,865	671,294	1,220,896	877,076	1,276,528	1,093,583
Oct	1,242,718	1,303,410	1,024,528	591,950	574,375	615,220	857,746	915,751	915,346	923,352	1,204,588
Nov	1,474,968	1,076,264	917,148	744,860	601,149	758,532	949,731	878,146	843,554	1,037,109	1,477,779
Dec	1,191,568	966,408	679,272	600,058	542,098	669,477	605,139	743,230	593,367	1,231,479	889,697
Jan	1,325,282	1,250,442	425,045	465,253	577,350	866,661	1,010,430	1,065,716	1,018,370	681,968	1,019,225
Feb	920,236	763,166	618,322	485,557	485,486	447,538	579,035	576,767	471,951	925,712	822,370
Mar	684,322	670,962	576,460	323,518	421,608	383,688	464,462	462,524	614,207	561,360	620,761
Apr	815,322	1,015,480	546,554	440,733	515,322	470,864	634,184	603,579	607,330	806,080	919,579
May	938,124	702,568	1,142,030	412,441	616,058	525,270	632,956	547,337	722,694	751,450	1,048,217
June	1,165,793	949,170	577,088	649,013	650,986	579,776	789,035	821,770	934,037	982,683	1,205,387
Total	13,874,217	12,611,084	9,430,077	7,049,179	7,156,745	7,702,730	8,885,412	9,258,241	9,391,379	10,981,254	12,904,437
		-9.1%	-25.2%	-25.2%	1.5%	7.6%	15.4%	4.2%	1.4%	16.9%	17.5%
Percentage Changes											
Month	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	n/a	-20.7%	-20.6%	-8.8%	-24.7%	37.7%	0.6%	-27.8%	44.2%	2.3%	53.8%
Aug	n/a	-6.6%	-31.4%	-22.2%	14.7%	-11.2%	8.3%	-1.3%	9.8%	-1.5%	32.7%
Sept	n/a	18.0%	-23.7%	-28.8%	-5.8%	6.8%	-11.4%	81.9%	-28.2%	45.5%	-14.3%
Oct	n/a	4.9%	-21.4%	-42.2%	-3.0%	7.1%	39.4%	6.8%	-0.0%	0.9%	30.5%
Nov	n/a	-27.0%	-14.8%	-18.8%	-19.3%	26.2%	25.2%	-7.5%	-3.9%	22.9%	42.5%
Dec	n/a	-18.9%	-29.7%	-11.7%	-9.7%	23.5%	-9.6%	22.8%	-20.2%	107.5%	-27.8%
Jan	n/a	-5.6%	-66.0%	9.5%	24.1%	50.1%	16.6%	5.5%	-4.4%	-33.0%	49.5%
Feb	n/a	-17.1%	-19.0%	-21.5%	-0.0%	-7.8%	29.4%	-0.4%	-18.2%	96.1%	-11.2%
Mar	n/a	-2.0%	-14.1%	-43.9%	30.3%	-9.0%	21.1%	-0.4%	32.8%	-8.6%	10.6%
Apr	n/a	24.5%	-46.2%	-19.4%	16.9%	-8.6%	34.7%	-4.8%	0.6%	32.7%	14.1%
May	n/a	-25.1%	62.6%	-63.9%	49.4%	-14.7%	20.5%	-13.5%	32.0%	4.0%	39.5%
June	n/a	-18.6%	-39.2%	12.5%	0.3%	-10.9%	36.1%	4.1%	13.7%	5.2%	22.7%
Total	n/a	-9.1%	-25.2%	-25.2%	1.5%	7.6%	15.4%	4.2%	1.4%	16.9%	17.5%

12 MONTH MOVING TOTALS											
Month	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	N/A	13,551,107	12,356,084	9,343,359	6,828,376	7,410,558	7,708,471	8,626,124	9,555,812	9,414,080	11,516,242
Aug	N/A	13,459,791	11,950,724	9,147,033	6,929,530	7,322,001	7,766,291	8,616,537	9,629,163	9,401,465	11,780,972
Sept	N/A	13,671,547	11,621,500	8,842,243	6,885,696	7,370,136	7,679,720	9,166,139	9,285,343	9,800,917	11,598,027
Oct	N/A	13,732,239	11,342,618	8,409,665	6,868,121	7,410,981	7,922,246	9,224,144	9,284,938	9,808,923	11,879,263
Nov	N/A	13,333,535	11,183,502	8,237,377	6,724,410	7,568,364	8,113,445	9,152,559	9,250,346	10,002,478	12,319,933
Dec	N/A	13,108,375	10,896,366	8,158,163	6,666,450	7,695,743	8,049,107	9,290,650	9,100,483	10,640,590	11,978,151
Jan	N/A	13,033,535	10,070,969	8,198,371	6,778,547	7,985,054	8,192,876	9,345,936	9,053,137	10,304,188	12,315,408
Feb	N/A	12,876,465	9,926,125	8,065,606	6,778,476	7,947,106	8,324,373	9,343,668	8,948,321	10,757,949	12,212,066
Mar	N/A	12,863,105	9,831,623	7,812,664	6,876,566	7,909,186	8,405,147	9,341,730	9,100,004	10,705,102	12,271,467
Apr	N/A	13,063,263	9,362,697	7,706,843	6,951,155	7,864,728	8,568,467	9,311,125	9,103,755	10,903,852	12,384,966
May	N/A	12,827,707	9,802,159	6,977,254	7,154,772	7,773,940	8,676,153	9,225,506	9,279,112	10,932,608	12,681,733
June	13,874,217	12,611,084	9,430,077	7,049,179	7,156,745	7,702,730	8,885,412	9,258,241	9,391,379	10,981,254	12,904,437
AVERAGE	N/A	13,177,646	10,647,870	8,162,313	6,883,237	7,663,377	8,190,976	9,158,530	9,248,483	10,304,451	12,153,555
PERCENTAGE CHANGE - 12 MONTH MOVING TOTALS											
Month	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	N/A	N/A	-8.8%	-24.4%	-26.9%	8.5%	4.0%	11.9%	10.8%	-1.5%	22.3%
Aug	N/A	N/A	-11.2%	-23.5%	-24.2%	5.7%	6.1%	10.9%	11.8%	-2.4%	25.3%
Sept	N/A	N/A	-15.0%	-23.9%	-22.1%	7.0%	4.2%	19.4%	1.3%	5.6%	18.3%
Oct	N/A	N/A	-17.4%	-25.9%	-18.3%	7.9%	6.9%	16.4%	0.7%	5.6%	21.1%
Nov	N/A	N/A	-16.1%	-26.3%	-18.4%	12.6%	7.2%	12.8%	1.1%	8.1%	23.2%
Dec	N/A	N/A	-16.9%	-25.1%	-18.3%	15.4%	4.6%	15.4%	-2.0%	16.9%	12.6%
Jan	N/A	N/A	-22.7%	-18.6%	-17.3%	17.8%	2.6%	14.1%	-3.1%	13.8%	19.5%
Feb	N/A	N/A	-22.9%	-18.7%	-16.0%	17.2%	4.7%	12.2%	-4.2%	20.2%	13.5%
Mar	N/A	N/A	-23.6%	-20.5%	-12.0%	15.0%	6.3%	11.1%	-2.6%	17.6%	14.6%
Apr	N/A	N/A	-28.3%	-17.7%	-9.8%	13.1%	8.9%	8.7%	-2.2%	19.8%	13.6%
May	N/A	N/A	-23.6%	-28.8%	2.5%	8.7%	11.6%	6.3%	0.6%	17.8%	16.0%
June	N/A	-9.1%	-25.2%	-25.2%	1.5%	7.6%	15.4%	4.2%	1.4%	16.9%	17.5%
AVERAGE	N/A	N/A	-19.2%	-23.3%	-15.7%	11.3%	6.9%	11.8%	1.0%	11.4%	17.9%

Telecommunications Property Tax Fiscal Years 1994 - 1998

Dollars (in Millions)

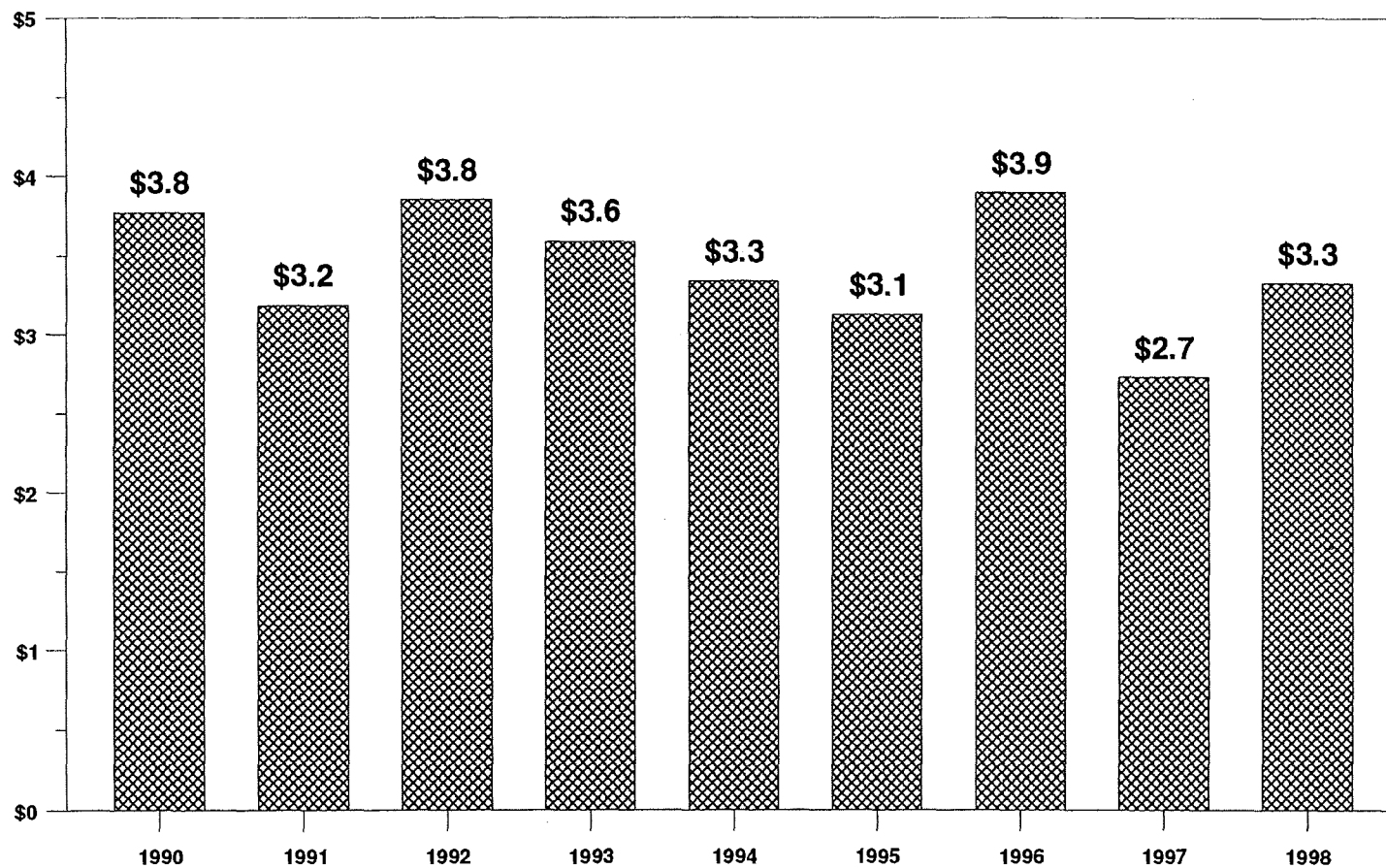


Maine Revenue Services Telecommunications Property Tax				
	Actual	Budget	Variance	Estimate
FY'94	25,967,839	24,315,000	1,652,839	
FY'95	27,504,608	25,933,035	1,571,573	
FY'96	28,479,703	26,196,695	2,283,008	
FY'97	28,259,462	27,850,000	409,462	
FY'98	28,910,458	28,075,000	835,458	
FY'99		28,525,000		28,300,000
FY'00		28,975,000		28,725,000
FY'01		29,350,000		29,000,000
FY'02				29,000,000
FY'03				29,000,000

	Actual	Budget	Variance	Estimate
FY'94	25,967,839	24,315,000	1,652,839	
FY'95	27,504,608	25,933,035	1,571,573	
FY'96	28,479,703	26,196,695	2,283,008	
FY'97	28,259,462	27,850,000	409,462	
FY'98	28,910,458	28,075,000	835,458	
FY'99		28,525,000		28,300,000
FY'00		28,975,000		28,725,000
FY'01		29,350,000		29,000,000
FY'02				29,000,000
FY'03				29,000,000

Commercial Forestry Excise Tax
Fiscal Years 1990 - 1998

Dollars (in Millions)



**Maine Revenue Services
Commercial Forestry Excise Tax**

Year	Receipts	% Change	
=====	=====	=====	
1987	3,021,374		
1988	2,975,406	-2%	
1989	2,902,780	-2%	
1990	3,767,108	30%	
1991	3,182,264	-16%	
1992	3,848,694	21%	
1993	3,585,500	-7%	
1994	3,338,328	-7%	
1995	3,124,398	-6%	50% COST SHARE
1996	3,894,224	25%	45% COST SHARE
1997	2,728,065	-30%	40% COST SHARE
1998	3,325,828	22%	" "

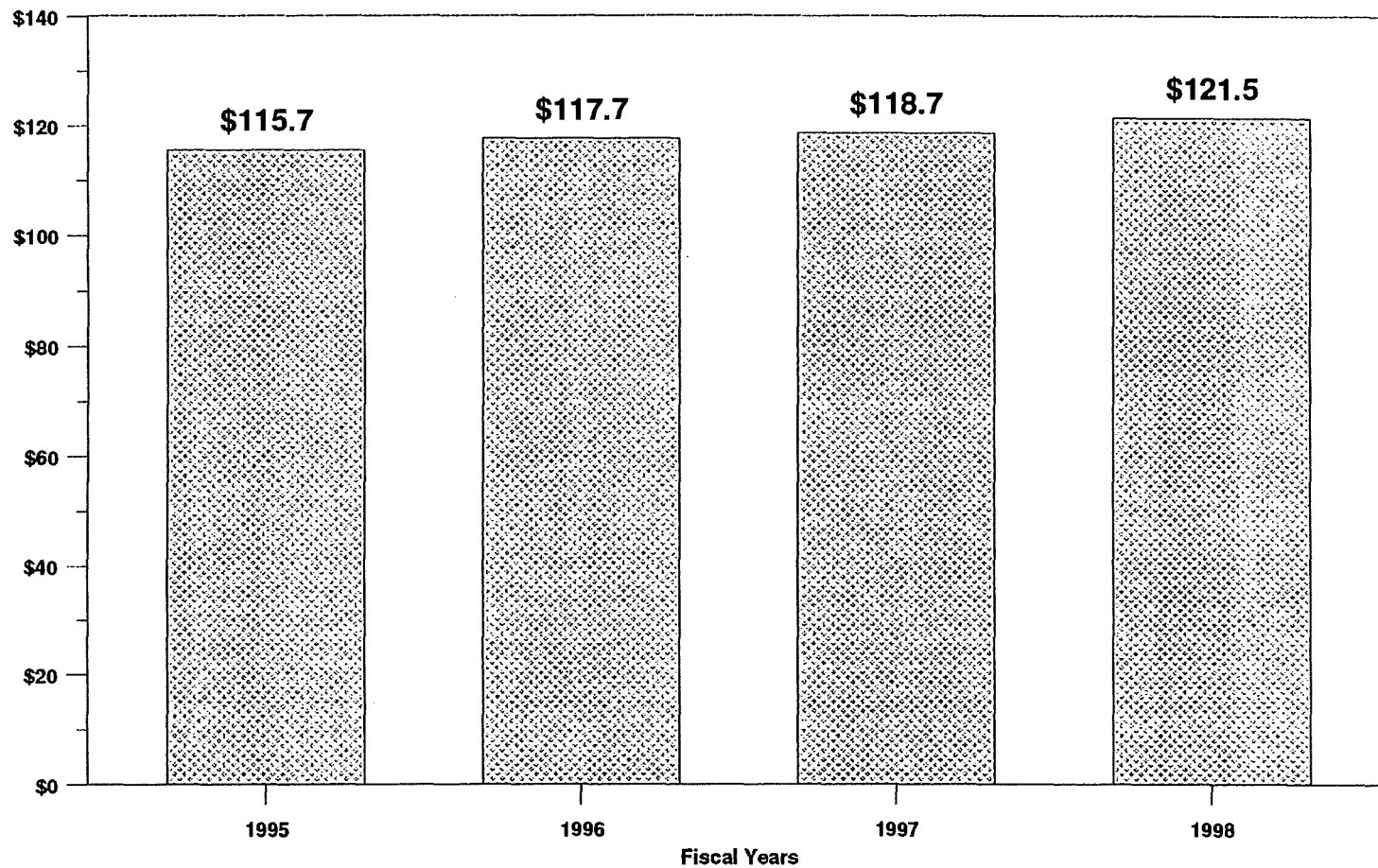
	Actual	Budget	Variance	Estimate	
	=====	=====	=====	=====	
FY'95	3,124,398	3,338,328	(213,930)		
FY'96	3,894,224	3,004,495	889,729		
FY'97	2,728,065	2,670,662	57,403		
FY'98	3,325,828	2,526,039	799,789		
FY'99		2,547,810		2,980,000	Variance 432,190
FY'00		2,547,810		3,040,000	492,190
FY'01		2,547,810		3,100,000	552,190
FY'				3,160,000	
FY'03				3,224,000	

Highway Fund Revenues

Gasoline Tax Revenue Net Highway Fund

Fiscal Years 1995 - 1998

Dollars (in Millions) (in Millions)



Maine Revenue Services									
Net Gasoline Tax - Highway Fund									
	FY'96	FY'97	FY'98	FY'99 Budget	FY'99 Est.	FY'00	FY'01	FY'02	FY'03
	117,680,092	118,706,198	121,456,103	120,940,464	122,520,664	123,745,871	124,983,329	126,233,163	127,495,494
		1%	2%		1%	1%	1%	1%	1%
				Variance	1,580,200				

ALL GAS TAX ACCTS - ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	9,842,790	9,869,602	(26,812)	(26,812)
August	11,554,213	11,482,378	71,835	45,023
September	11,181,655	11,998,291	(816,636)	(771,613)
Y-T-DATE	32,578,658	33,350,271	(771,613)	
October	10,447,640	9,460,927	986,713	215,100
November	9,970,650	10,025,241	(54,591)	160,509
December	9,407,160	9,780,793	(373,633)	(213,124)
January	9,642,212	9,076,632	565,580	352,456
February	8,684,115	8,062,434	621,681	974,137
March	9,478,865	9,806,224	(327,359)	646,778
April	9,041,241	8,811,675	229,566	876,344
May	8,635,251	8,897,866	(262,615)	613,729
June	9,794,300	10,135,455	(341,155)	272,574
Total	117,680,092	117,407,518	272,574	

ALL GAS TAX ACCTS - ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	9,880,758	10,247,525	(366,767)	(366,767)
August	12,271,838	11,668,430	603,408	236,641
September	12,066,944	11,555,972	510,972	747,613
Y-T-DATE	34,219,540	33,471,927	747,613	
October	9,876,316	9,814,707	61,609	809,222
November	10,237,430	9,859,508	377,922	1,187,144
December	10,055,053	9,718,943	336,110	1,523,254
January	9,212,423	9,317,263	(104,840)	1,418,414
February	9,042,489	8,652,321	390,168	1,808,582
March	8,276,640	9,541,599	(1,264,959)	543,623
April	9,296,374	8,978,060	318,314	861,937
May	8,972,483	8,943,776	28,707	890,644
June	9,517,450	10,259,354	(741,904)	148,740
Total	118,706,198	118,557,458	148,740	

ALL GAS TAX ACCTS - ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	10,383,169	10,162,345	220,824	220,824
August	11,457,813	12,009,530	(551,717)	(330,893)
September	12,457,093	11,712,929	744,164	413,271
Y-T-DATE	34,298,075	33,884,804	413,271	
October	10,060,443	9,797,592	262,851	676,122
November	9,696,040	10,000,100	(304,060)	372,062
December	9,696,562	9,909,199	(212,637)	159,425
January	10,743,235	9,353,827	1,389,408	1,548,833
February	9,751,230	8,828,546	922,684	2,471,517
March	8,504,122	9,572,878	(1,068,756)	1,402,761
April	9,056,907	9,096,807	(39,900)	1,362,861
May	9,273,437	9,024,499	248,938	1,611,799
June	10,376,052	10,274,781	101,271	1,713,070
Total	121,456,103	119,743,033	1,713,070	

ALL GAS TAX ACCTS - ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	10,628,931	10,288,019	340,912	340,912
August	11,587,501	11,989,961	(402,460)	(61,548)
September	12,985,806	11,957,394	1,028,412	966,864
Y-T-DATE	35,202,238	34,235,374	966,864	
October	0	9,928,123	(9,928,123)	(8,961,259)
November	0	10,016,392	(10,016,392)	(18,977,651)
December	0	9,940,092	(9,940,092)	(28,917,743)
January	0	9,710,932	(9,710,932)	(38,628,675)
February	0	9,084,785	(9,084,785)	(47,713,460)
March	0	9,424,075	(9,424,075)	(57,137,535)
April	0	9,157,824	(9,157,824)	(66,295,359)
May	0	9,144,653	(9,144,653)	(75,440,012)
June	0	10,298,214	(10,298,214)	(85,738,226)
Total	35,202,238	120,940,464	(85,738,226)	

ACCT 321 - GAS TAX- ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	9,869,015	9,902,272	(33,257)	(33,257)
August	11,698,605	11,632,226	66,379	33,122
September	11,233,470	12,119,817	(886,347)	(853,225)
Y-T-DATE	32,801,090	33,654,315	(853,225)	
October	10,558,455	9,544,403	1,014,052	160,827
November	10,002,331	10,053,572	(51,241)	109,586
December	9,548,424	9,880,898	(332,474)	(222,888)
January	9,774,412	9,193,156	581,256	358,368
February	8,913,600	8,215,117	698,483	1,056,851
March	9,670,191	10,142,402	(472,211)	584,640
April	9,192,707	8,957,431	235,276	819,916
May	8,794,107	8,972,679	(178,572)	641,344
June	9,827,573	10,172,215	(344,642)	296,702
Total	119,082,890	118,786,188	296,702	

ACCT 321 - GAS TAX- ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	9,913,052	10,279,248	(366,196)	(366,196)
August	12,397,566	11,825,719	571,847	205,651
September	12,180,134	11,668,379	511,755	717,406
Y-T-DATE	34,490,752	33,773,346	717,406	
October	9,989,148	9,910,332	78,816	796,222
November	10,301,369	9,889,092	412,277	1,208,499
December	10,207,127	9,827,771	379,356	1,587,855
January	9,300,920	9,438,385	(137,465)	1,450,390
February	9,194,698	8,828,275	366,423	1,816,813
March	8,551,273	9,859,430	(1,308,157)	508,656
April	9,426,336	9,130,909	295,427	804,083
May	9,014,648	9,019,813	(5,165)	798,918
June	9,570,723	10,296,696	(725,973)	72,945
Total	120,046,994	119,974,049	72,945	

ACCT 321 - GAS TAX- ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	10,398,024	10,189,428	208,596	208,596
August	11,513,964	12,141,463	(627,499)	(418,903)
September	12,668,669	11,817,315	851,354	432,451
Y-T-DATE	34,580,657	34,148,206	432,451	
October	10,166,441	9,898,751	267,690	700,141
November	9,707,733	10,046,366	(338,633)	361,508
December	9,823,457	10,048,333	(224,876)	136,632
January	10,797,105	9,471,905	1,325,200	1,461,832
February	9,933,850	9,003,954	929,896	2,391,728
March	8,730,021	9,874,302	(1,144,281)	1,247,447
April	9,223,308	9,244,250	(20,942)	1,226,505
May	9,352,995	9,123,709	229,286	1,455,791
June	10,420,651	10,314,013	106,638	1,562,429
Total	122,736,218	121,173,789	1,562,429	

ACCT 321 - GAS TAX- ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	10,697,760	10,313,491	384,269	384,269
August	11,686,591	12,109,092	(422,501)	(38,232)
September	13,145,752	12,086,558	1,059,194	1,020,962
Y-T-DATE	35,530,103	34,509,141	1,020,962	
October	0	10,032,655	(10,032,655)	(9,011,693)
November	0	10,056,727	(10,056,727)	(19,068,420)
December	0	10,082,109	(10,082,109)	(29,150,529)
January	0	9,819,936	(9,819,936)	(38,970,465)
February	0	9,266,945	(9,266,945)	(48,237,410)
March	0	9,717,574	(9,717,574)	(57,954,984)
April	0	9,313,571	(9,313,571)	(67,268,555)
May	0	9,243,540	(9,243,540)	(76,512,095)
June	0	10,343,329	(10,343,329)	(86,855,424)
Total	35,530,103	122,385,527	(86,855,424)	

ACCT 322 - ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(26,225)	(23,215)	(3,010)	(3,010)
August	(37,978)	(52,833)	14,855	11,845
September	(8,352)	(27,860)	19,308	31,153
Y-T-DATE	(72,555)	(103,708)	31,153	
October	(18,494)	(22,157)	3,663	34,816
November	(25,361)	(25,138)	(223)	34,593
December	(140,682)	(93,088)	(47,594)	(13,001)
January	(118,427)	(120,525)	2,098	(10,903)
February	(116,676)	(109,252)	(7,424)	(18,327)
March	(101,982)	(128,154)	26,172	7,845
April	(82,541)	(65,536)	(17,005)	(9,160)
May	(154,690)	(71,229)	(83,461)	(92,621)
June	(32,595)	(36,539)	3,944	(88,677)
Total	(864,003)	(775,326)	(88,677)	

ACCT 322 - ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL/PRO	BUDGET	DIFF	Y-T-D DIFF
July	(14,855)	(23,132)	8,277	8,277
August	(47,229)	(48,759)	1,530	9,807
September	(33,642)	(24,212)	(9,430)	377
Y-T-DATE	(95,726)	(96,103)	377	
October	(25,955)	(35,616)	9,661	10,038
November	(11,693)	(29,088)	17,395	27,433
December	(126,895)	(132,706)	5,811	33,244
January	(52,537)	(115,094)	62,557	95,801
February	(113,580)	(101,064)	(12,516)	83,285
March	(97,903)	(146,907)	49,004	132,289
April	(90,523)	(81,779)	(8,744)	123,545
May	(73,086)	(94,501)	21,415	144,960
June	(35,115)	(38,727)	3,612	148,572
Total	(723,013)	(871,585)	148,572	

ACCT 322 - ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL/PRO	BUDGET	DIFF	Y-T-D DIFF
July	(17,573)	(23,947)	6,374	6,374
August	(41,799)	(50,293)	8,494	14,868
September	(25,046)	(24,096)	(950)	13,918
Y-T-DATE	(84,418)	(98,336)	13,918	
October	(75,780)	(21,589)	(54,191)	(40,273)
November	(10,692)	(25,342)	14,650	(25,623)
December	(150,937)	(102,908)	(48,029)	(73,652)
January	(65,915)	(120,891)	54,976	(18,676)
February	(44,417)	(111,391)	66,974	48,298
March	(171,908)	(123,904)	(48,004)	294
April	(72,900)	(69,251)	(3,649)	(3,355)
May	(39,188)	(72,352)	33,164	29,809
June	(53,273)	(37,115)	(16,158)	13,651
Total	(769,428)	(783,079)	13,651	

ACCT 322 - ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL/PRO	BUDGET	DIFF	Y-T-D DIFF
July	(32,242)	(22,295)	(9,947)	(9,947)
August	(23,541)	(50,412)	26,871	16,924
September	(22,617)	(27,223)	4,606	21,530
Y-T-DATE	(78,400)	(99,930)	21,530	
October	0	(34,987)	34,987	56,517
November	0	(26,531)	26,531	83,048
December	0	(136,852)	136,852	219,900
January	0	(106,325)	106,325	326,225
February	0	(107,863)	107,863	434,088
March	0	(142,345)	142,345	576,433
April	0	(86,983)	86,983	663,416
May	0	(93,739)	93,739	757,155
June	0	(44,746)	44,746	801,901
Total	(78,400)	(880,301)	801,901	

ACCT 333 - ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	0	(9,455)	9,455	9,455
August	(106,414)	(97,015)	(9,399)	56
September	(43,463)	(93,866)	50,403	50,459
Y-T-DATE	(149,877)	(200,336)	50,459	
October	(92,321)	(61,319)	(31,002)	19,457
November	(6,320)	(3,193)	(3,127)	16,330
December	(582)	(7,017)	6,435	22,765
January	(13,773)	4,001	(17,774)	4,991
February	(112,809)	(43,431)	(69,378)	(64,387)
March	(89,344)	(208,024)	118,680	54,293
April	(68,925)	(80,220)	11,295	65,588
May	(4,166)	(3,584)	(582)	65,006
June	(678)	(221)	(457)	64,549
Total	(538,795)	(603,344)	64,549	

ACCT 333 - ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(14,721)	(7,776)	(6,945)	(6,945)
August	(83,929)	(106,996)	23,067	16,122
September	(88,144)	(88,311)	167	16,289
Y-T-DATE	(186,794)	(203,083)	16,289	
October	(37,052)	(74,036)	36,984	53,273
November	(53,247)	(4,242)	(49,005)	4,268
December	(1,137)	(5,920)	4,783	9,051
January	(22,582)	(231)	(22,351)	(13,300)
February	(107,792)	(64,563)	(43,229)	(56,529)
March	(102,725)	(193,927)	91,202	34,673
April	(57,062)	(83,598)	26,536	61,209
May	(2,977)	(3,685)	708	61,917
June	0	(227)	227	62,144
Total	(571,368)	(633,512)	62,144	

ACCT 333 - ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	0	(3,951)	3,951	3,951
August	(8,922)	(83,174)	74,252	78,203
September	(177,934)	(80,174)	(97,760)	(19,557)
Y-T-DATE	(186,856)	(167,299)	(19,557)	
October	(80,043)	(65,543)	(14,500)	(34,057)
November	0	(17,178)	17,178	(16,879)
December	0	(6,428)	6,428	(10,451)
January	(1,333)	(2,984)	1,651	(8,800)
February	(69,040)	(74,344)	5,304	(3,496)
March	(127,996)	(154,517)	26,521	23,025
April	(75,878)	(65,664)	(10,214)	12,811
May	(6,472)	(4,709)	(1,763)	11,048
June	(9,483)	(505)	(8,978)	2,070
Total	(557,101)	(559,171)	2,070	

ACCT 333 - ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(36,587)	(3,177)	(33,410)	(33,410)
August	(75,549)	(68,719)	(6,830)	(40,240)
September	(137,329)	(101,941)	(35,388)	(75,628)
Y-T-DATE	(249,465)	(173,837)	(75,628)	
October	0	(69,545)	69,545	(6,083)
November	0	(13,804)	13,804	7,721
December	0	(5,165)	5,165	12,886
January	0	(2,679)	2,679	15,565
February	0	(74,297)	74,297	89,862
March	0	(151,154)	151,154	241,016
April	0	(68,764)	68,764	309,780
May	0	(5,148)	5,148	314,928
June	0	(369)	369	315,297
Total	(249,465)	(564,762)	315,297	

GAS TAX - 0321

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	7,153,574	8,167,553	9,613,095	8,955,302	8,581,053	10,112,294	10,024,052	9,435,231	9,869,015	9,913,052	10,398,024
August	8,203,178	9,487,483	9,141,622	9,882,500	10,067,111	10,992,271	11,281,889	12,476,725	11,698,605	12,397,566	11,513,964
September	7,893,947	10,049,506	11,416,070	10,097,796	12,341,981	11,427,741	11,456,698	11,470,226	11,233,470	12,180,134	12,668,669
October	7,036,898	8,504,116	8,219,472	8,801,634	9,475,101	9,888,652	9,618,569	7,791,469	10,558,455	9,989,148	10,166,441
November	6,754,537	7,954,717	8,054,992	8,526,008	9,913,290	9,542,610	9,846,192	9,433,485	10,002,331	10,301,369	9,707,733
December	6,550,081	7,607,894	9,248,221	6,857,461	8,632,353	9,202,428	9,563,809	10,671,688	9,548,424	10,207,127	9,823,457
January	6,139,542	7,803,534	7,937,345	8,340,656	9,321,509	9,031,454	9,191,207	7,876,295	9,774,412	9,300,920	10,797,105
February	6,765,159	7,080,316	8,169,854	5,969,312	8,763,005	8,379,748	8,710,192	8,599,216	8,913,600	9,194,698	9,933,850
March	5,996,951	6,945,022	6,150,339	8,555,706	7,938,653	8,348,355	8,817,200	11,173,620	9,670,191	8,551,273	8,730,021
April	6,420,400	6,526,518	8,980,724	5,933,582	8,226,289	8,850,070	8,878,951	8,556,926	9,192,707	9,426,336	9,223,308
May	6,169,716	8,553,988	6,808,929	9,326,856	8,056,542	8,509,215	8,456,349	9,319,675	8,794,107	9,014,648	9,352,995
June	8,267,250	7,756,913	8,714,451	8,714,344	9,513,006	9,434,167	10,311,496	10,260,627	9,827,573	9,570,723	10,420,651
Total	83,351,233	96,437,560	102,455,114	99,961,157	110,829,893	113,719,005	116,156,604	117,065,183	119,082,890	120,046,994	122,736,218
		16%	6%	-2%	11%	3%	2%	1%	2%	1%	2%

GAS TAX - 0321
RECEIPTS - 12 MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	84,365,212	97,883,102	101,797,321	99,586,908	112,361,134	113,630,763	115,567,783	117,498,967	119,126,927	120,531,966
August	0	85,649,517	97,537,241	102,538,199	99,771,519	113,286,294	113,920,381	116,762,619	116,720,847	119,825,888	119,648,364
September	0	87,805,076	98,903,805	101,219,925	102,015,704	112,372,054	113,949,338	116,776,147	116,484,091	120,772,552	120,136,899
October	0	89,272,294	98,619,161	101,802,087	102,689,171	112,785,605	113,679,255	114,949,047	119,251,077	120,203,245	120,314,192
November	0	90,472,474	98,719,436	102,273,103	104,076,453	112,414,925	113,982,837	114,536,340	119,819,923	120,502,283	119,720,556
December	0	91,530,287	100,359,763	99,882,343	105,851,345	112,985,000	114,344,218	115,644,219	118,696,659	121,160,986	119,336,886
January	0	93,194,279	100,493,574	100,285,654	106,832,198	112,694,945	114,503,971	114,329,307	120,594,776	120,687,494	120,833,071
February	0	93,509,436	101,583,112	98,085,112	109,625,891	112,311,688	114,834,415	114,218,331	120,909,160	120,968,592	121,572,223
March	0	94,457,507	100,788,429	100,490,479	109,008,838	112,721,390	115,303,260	116,574,751	119,405,731	119,849,674	121,750,971
April	0	94,563,625	103,242,635	97,443,337	111,301,545	113,345,171	115,332,141	116,252,726	120,041,512	120,083,303	121,547,943
May	0	96,947,897	101,497,576	99,961,264	110,031,231	113,797,844	115,279,275	117,116,052	119,515,944	120,303,844	121,886,290
June	0	96,437,560	102,455,114	99,961,157	110,829,893	113,719,005	116,156,604	117,065,183	119,082,890	120,046,994	122,736,218
AVERAGE	0	91,517,097	100,173,579	100,478,332	105,968,391	112,899,588	114,576,372	115,816,042	119,001,798	120,294,315	120,834,632
			9%	0%	5%	7%	1%	1.1%	2.8%	1%	0.4%

TAXABLE GALLONS OF GASOLINE - DERIVED FROM TAX RECEIPTS DATA - ACCT 321

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	53,222,600	5.4%	52,758,168	-0.9%	49,659,111	-5.9%	51,942,184	4.6%	52,173,958	0.4%	54,726,442	4.9%
August	57,854,058	6.3%	59,378,363	2.6%	65,666,974	10.6%	61,571,605	-6.2%	65,250,347	6.0%	60,599,811	-7.1%
September	60,146,005	-7.4%	60,298,411	0.3%	60,369,611	0.1%	59,123,526	-2.1%	64,105,970	8.4%	66,677,205	4.0%
October	52,045,537	4.4%	50,624,047	-2.7%	41,007,732	-19.0%	55,570,816	35.5%	52,574,463	-5.4%	53,507,584	1.8%
November	50,224,263	-3.7%	51,822,063	3.2%	49,649,921	-4.2%	52,643,847	6.0%	54,217,732	3.0%	51,093,332	-5.8%
December	48,433,832	6.6%	50,335,837	3.9%	56,166,779	11.6%	50,254,863	-10.5%	53,721,721	6.9%	51,702,405	-3.8%
January	47,533,968	-3.1%	48,374,774	1.8%	41,454,184	-14.3%	51,444,274	24.1%	48,952,211	-4.8%	56,826,868	16.1%
February	44,103,937	-4.4%	45,843,116	3.9%	45,259,032	-1.3%	46,913,684	3.7%	48,393,147	3.2%	52,283,421	8.0%
March	43,938,711	5.2%	46,406,316	5.6%	58,808,526	26.7%	50,895,742	-13.5%	45,006,700	-11.6%	45,947,479	2.1%
April	46,579,316	7.6%	46,731,321	0.3%	45,036,453	-3.6%	48,382,668	7.4%	49,612,295	2.5%	48,543,726	-2.2%
May	44,785,342	5.6%	44,507,100	-0.6%	49,050,921	10.2%	46,284,774	-5.6%	47,445,516	2.5%	49,226,289	3.8%
June	49,653,511	-0.8%	54,271,032	9.3%	54,003,300	-0.5%	51,724,068	-4.2%	50,372,226	-2.6%	54,845,532	8.9%
Total	598,521,079	1.4%	611,350,547	2.1%	616,132,542	0.8%	626,752,053	1.7%	631,826,286	0.8%	645,980,095	2.2%

TAXABLE GALLONS OF GASOLINE

12 MONTH MOVING AVERAGE

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	49,400,534	1.2%	49,838,054	0.9%	50,687,624	1.7%	51,534,635	1.7%	52,248,652	1.4%	52,864,898	1.2%
August	49,686,971	2.4%	49,965,079	0.6%	51,211,675	2.5%	51,193,354	-0.0%	52,555,214	2.7%	52,477,353	-0.1%
September	49,285,989	0.6%	49,977,780	1.4%	51,217,608	2.5%	51,089,514	-0.3%	52,970,418	3.7%	52,691,622	-0.5%
October	49,467,371	1.3%	49,859,322	0.8%	50,416,249	1.1%	52,303,104	3.7%	52,720,722	0.8%	52,769,382	0.1%
November	49,304,792	0.7%	49,992,472	1.4%	50,235,237	0.5%	52,552,598	4.6%	52,851,879	0.6%	52,509,016	-0.6%
December	49,554,825	0.3%	50,150,973	1.2%	50,721,149	1.1%	52,059,938	2.6%	53,140,783	2.1%	52,340,739	-1.5%
January	49,427,607	0.0%	50,221,040	1.6%	50,144,433	-0.2%	52,892,446	5.5%	52,933,112	0.1%	52,996,961	0.1%
February	49,259,512	-2.1%	50,365,971	2.2%	50,095,759	-0.5%	53,030,333	5.9%	53,056,400	0.0%	53,321,150	0.5%
March	49,439,206	-0.3%	50,571,605	2.3%	51,129,277	1.1%	52,370,935	2.4%	52,565,647	0.4%	53,399,549	1.6%
April	49,712,794	-1.2%	50,584,272	1.8%	50,988,038	0.8%	52,649,786	3.3%	52,668,116	0.0%	53,310,501	1.2%
May	49,911,335	1.3%	50,561,086	1.3%	51,366,689	1.6%	52,419,274	2.0%	52,764,844	0.7%	53,458,899	1.3%
June	49,876,757	1.4%	50,945,879	2.1%	51,344,379	0.8%	52,229,338	1.7%	52,652,191	0.8%	53,831,675	2.2%
FY AVERAGE	49,527,308	0.5%	50,252,795	1.5%	50,796,510	1.1%	52,193,771	2.8%	52,760,665	1.1%	52,997,645	0.4%

GAS TAX REFUNDS - 0322

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	(43,347)	(11,615)	(7,163)	(14,430)	(20,251)	(32,047)	(33,512)	(11,536)	(26,225)	(17,573)	(14,855)
August	(37,274)	(42,095)	(63,767)	(71,059)	(58,263)	(55,781)	(56,134)	(51,363)	(37,978)	(41,799)	(47,229)
September	(28,178)	(36,265)	(24,055)	(18,961)	(45,311)	(11,079)	(33,184)	(26,410)	(8,352)	(25,046)	(33,642)
October	(52,714)	(23,559)	(24,780)	(34,133)	(21,987)	(28,401)	(17,618)	(24,904)	(18,494)	(75,780)	(25,955)
November	(22,061)	(24,437)	(22,663)	(32,576)	(11,266)	(18,473)	(50,694)	(24,976)	(25,361)	(10,692)	(11,693)
December	(153,109)	(79,341)	(179,902)	(92,602)	(59,000)	(113,261)	(38,080)	(179,997)	(140,682)	(150,937)	(126,895)
January	(89,910)	(125,304)	(44,042)	(155,949)	(112,071)	(135,603)	(174,342)	(83,370)	(118,427)	(65,915)	(52,537)
February	(82,467)	(115,892)	(44,985)	(103,375)	(127,153)	(103,887)	(109,426)	(117,648)	(116,676)	(44,417)	(113,580)
March	(108,728)	(66,342)	(124,163)	(101,460)	(131,702)	(115,324)	(113,550)	(176,801)	(101,982)	(171,908)	(97,903)
April	(57,122)	(93,059)	(111,258)	(56,951)	(63,156)	(52,994)	(70,037)	(88,617)	(82,541)	(72,900)	(90,523)
May	(51,019)	(52,382)	(66,417)	(63,530)	(119,525)	(70,888)	(62,902)	(106,178)	(154,690)	(39,188)	(73,086)
June	(33,165)	(61,391)	(45,244)	(7,020)	(35,214)	(35,566)	(34,975)	(48,573)	(32,595)	(53,273)	(35,115)
Total	(759,094)	(731,682)	(758,439)	(752,046)	(804,899)	(773,304)	(794,454)	(940,373)	(864,003)	(769,428)	(723,013)
		-4%	4%	-1%	7%	-4%	3%	18%	-8%	-11%	-6%

GAS TAX REFUNDS- 0322 - 12-MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	(727,362)	(727,230)	(765,706)	(757,867)	(816,695)	(774,769)	(772,478)	(955,062)	(855,351)	(766,710)
August	0	(732,183)	(748,902)	(772,998)	(745,071)	(814,213)	(775,122)	(767,707)	(941,677)	(859,172)	(772,140)
September	0	(740,270)	(736,692)	(767,904)	(771,421)	(779,981)	(797,227)	(760,933)	(923,619)	(875,866)	(780,736)
October	0	(711,115)	(737,913)	(777,257)	(759,275)	(786,395)	(786,444)	(768,219)	(917,209)	(933,152)	(730,911)
November	0	(713,491)	(736,139)	(787,170)	(737,965)	(793,602)	(818,665)	(742,501)	(917,594)	(918,483)	(731,912)
December	0	(639,723)	(836,700)	(699,870)	(704,363)	(847,863)	(743,484)	(884,418)	(878,279)	(928,738)	(707,870)
January	0	(675,117)	(755,438)	(811,777)	(660,485)	(871,395)	(782,223)	(793,446)	(913,336)	(876,226)	(694,492)
February	0	(708,542)	(684,531)	(870,167)	(684,263)	(848,129)	(787,762)	(801,668)	(912,364)	(803,967)	(763,655)
March	0	(666,156)	(742,352)	(847,464)	(714,505)	(831,751)	(785,988)	(864,919)	(837,545)	(873,893)	(689,650)
April	0	(702,093)	(760,551)	(793,157)	(720,710)	(821,589)	(803,031)	(883,499)	(831,469)	(864,252)	(707,273)
May	0	(703,456)	(774,586)	(790,270)	(776,705)	(772,952)	(795,045)	(926,775)	(879,981)	(748,750)	(741,171)
June	0	(731,682)	(758,439)	(752,046)	(804,899)	(773,304)	(794,454)	(940,373)	(864,003)	(769,428)	(723,013)
AVERAGE	0	(704,266)	(749,956)	(786,316)	(736,461)	(813,156)	(787,018)	(825,578)	(897,678)	(858,940)	(734,128)
			6%	5%	-6%	10%	-3%	5%	9%	-4%	-15%

GAS TAX SHRINKAGE - 0333

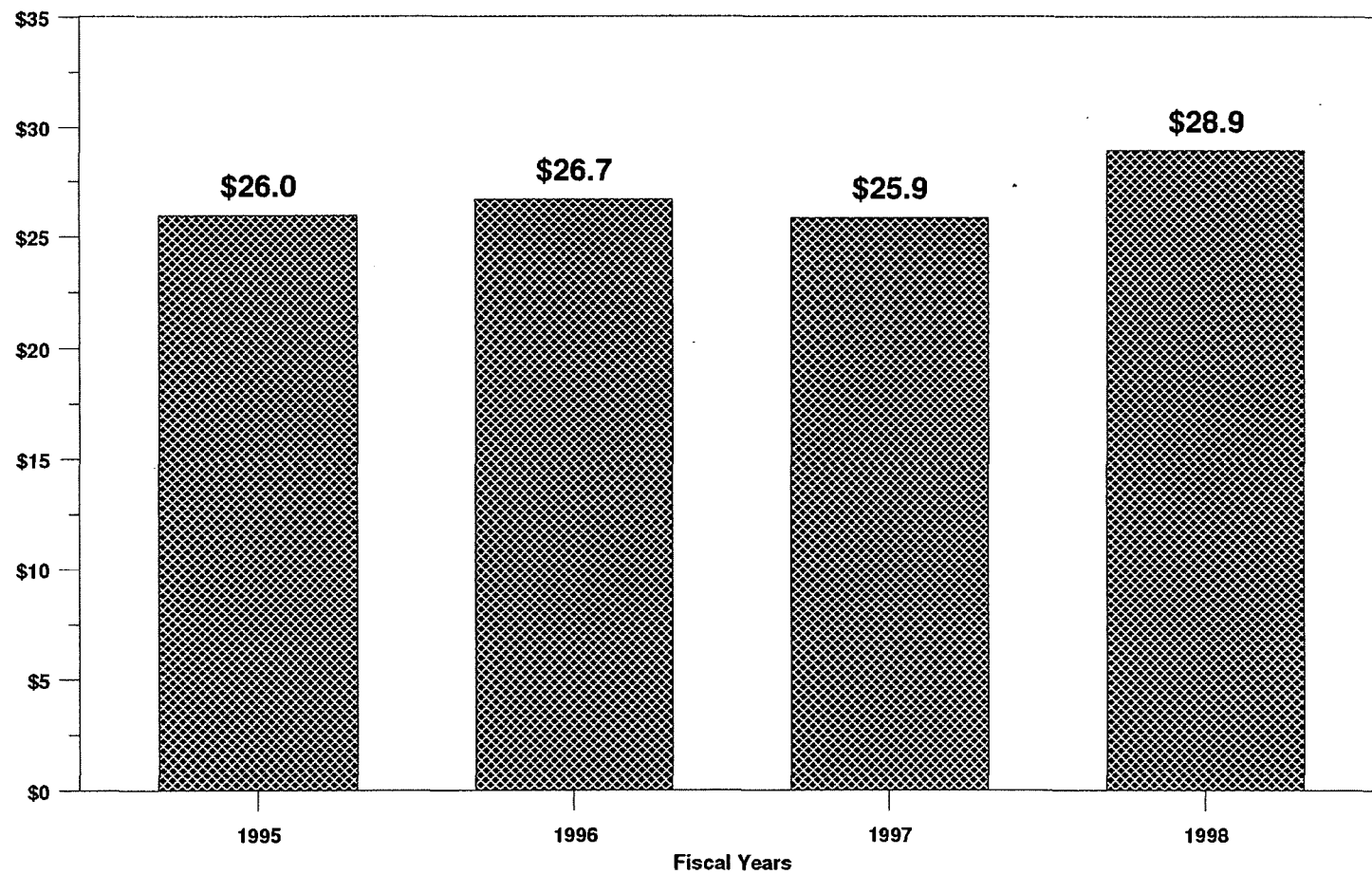
FiscalYear	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	0	0	(19,256)	(10,814)	(29,604)	0	(340)	0	(14,721)	0
August	(34,117)	(18,782)	(14,577)	(102,158)	(83,206)	(68,997)	(42,094)	(84,579)	(106,414)	(83,929)	(8,922)
September	(97,485)	(100,926)	(140,015)	(76,876)	(51,058)	(41,452)	(104,802)	(69,174)	(43,463)	(88,144)	(177,934)
October	(16,237)	(46,682)	(33,614)	(18,545)	(58,238)	(79,665)	(54,219)	(66,224)	(92,321)	(37,052)	(80,043)
November	(280)	(3,557)	(7,674)	(216)	(4,148)	(11,449)	(4,383)	(1,523)	(6,320)	(53,247)	0
December	0	0	0	263	(52)	(1,181)	(757)	(22,023)	(582)	(1,137)	0
January	0	0	0	(12,087)	(24)	(23,487)	(14,673)	39,653	(13,773)	(22,582)	(1,333)
February	(48,312)	(50,699)	(37,232)	(39,329)	(37,604)	(27,266)	(8,021)	(54,737)	(112,809)	(107,792)	(69,040)
March	(86,451)	(107,874)	(98,101)	(110,326)	(161,891)	(188,251)	(261,493)	(135,376)	(89,344)	(102,725)	(127,996)
April	(48,332)	(53,930)	(84,398)	(60,882)	(72,847)	(34,363)	(50,474)	(73,816)	(68,925)	(57,062)	(75,878)
May	(132)	(2,120)	(2,836)	(347)	(2,132)	(4,522)	(6,236)	(4,568)	(4,166)	(2,977)	(6,472)
June	0	0	(25)	(66)	(461)	(484)	(240)	(329)	(678)	0	(9,483)
Total	(331,346)	(384,570)	(418,472)	(439,825)	(482,475)	(510,721)	(547,392)	(473,036)	(538,795)	(571,368)	(557,101)
		16%	9%	5%	10%	6%	7%	-14%	14%	6%	-2%

GAS TAX SHRINKAGE - 0333 - 12 MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	(331,346)	(384,570)	(401,896)	(453,429)	(546,977)	(535,635)	(544,179)	(501,802)	(606,190)	(568,364)
August	0	(316,011)	(380,365)	(489,477)	(434,477)	(532,768)	(508,732)	(586,664)	(523,637)	(583,705)	(493,357)
September	0	(319,452)	(383,622)	(484,216)	(432,325)	(531,968)	(514,011)	(583,695)	(521,494)	(587,429)	(500,840)
October	0	(349,897)	(370,554)	(469,147)	(472,018)	(553,395)	(488,565)	(595,700)	(547,591)	(532,160)	(543,830)
November	0	(353,174)	(374,671)	(461,689)	(475,950)	(560,696)	(481,499)	(592,840)	(552,388)	(579,087)	(490,583)
December	0	(353,174)	(374,671)	(461,426)	(476,265)	(561,825)	(481,075)	(614,106)	(530,947)	(579,642)	(489,446)
January	0	(353,174)	(374,671)	(473,513)	(464,202)	(585,288)	(472,261)	(559,780)	(584,373)	(588,451)	(468,197)
February	0	(355,561)	(361,204)	(475,610)	(462,477)	(574,950)	(453,016)	(606,496)	(642,445)	(583,434)	(429,445)
March	0	(376,984)	(351,431)	(487,835)	(514,042)	(601,310)	(526,258)	(480,379)	(596,413)	(596,815)	(454,716)
April	0	(382,582)	(381,899)	(464,319)	(526,007)	(562,826)	(542,369)	(503,721)	(591,522)	(584,952)	(473,532)
May	0	(384,570)	(382,615)	(461,830)	(527,792)	(565,216)	(544,083)	(502,053)	(591,120)	(583,763)	(477,027)
June	0	(384,570)	(382,640)	(461,871)	(528,187)	(565,239)	(543,839)	(502,142)	(591,469)	(583,085)	(486,511)
AVERAGE	0	(355,041)	(375,243)	(466,069)	(480,598)	(561,871)	(507,612)	(555,980)	(564,600)	(582,393)	(489,654)
			6%	24%	3%	17%	-10%	10%	2%	3%	-16%

Special Fuel Tax Revenue
Fiscal Years 1995 - 1998

Dollars (in Millions) (in Millions)



Maine Revenue Services									
Special Fuel Tax - Highway Fund									
	FY'96	FY'97	FY'98	FY'99 Budget	FY'99 Est.	FY'00	FY'01	FY'02	FY'03
	26,690,547	25,858,684	28,935,470	26,970,370	26,970,370	27,509,777	28,059,973	28,621,172	29,193,596
		-3%	12%		-7%	2%	2%	2%	2%
				Variance	0				

ALL USE FUEL TAX LINES - ACCTS 311,312,325,326

ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,624,365	2,340,351	284,014	284,014
August	1,616,632	2,402,847	(786,215)	(502,201)
September	2,129,602	2,006,384	123,218	(378,983)
Y-T-DATE	6,370,599	6,749,582	(378,983)	
October	2,422,753	2,426,026	(3,273)	(382,256)
November	2,409,313	2,629,772	(220,459)	(602,715)
December	2,217,047	1,770,673	446,374	(156,341)
January	2,552,974	2,245,044	307,930	151,589
February	1,197,680	2,649,433	(1,451,753)	(1,300,164)
March	1,676,401	1,362,357	314,044	(986,120)
April	4,402,789	2,131,199	2,271,590	1,285,470
May	2,394,687	2,286,645	108,042	1,393,512
June	1,046,304	1,333,078	(286,774)	1,106,738
Total	26,690,547	25,583,809	1,106,738	

ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,499,371	2,301,193	198,178	198,178
August	2,286,109	2,170,011	116,098	314,276
September	2,307,240	2,245,647	61,593	375,869
Y-T-DATE	7,092,720	6,716,851	375,869	
October	3,053,632	2,441,626	612,006	987,875
November	2,345,807	2,660,802	(314,995)	672,880
December	2,632,380	1,924,822	707,558	1,380,438
January	2,502,271	2,447,864	54,407	1,434,845
February	2,024,503	2,386,951	(362,448)	1,072,397
March	2,788,849	1,270,775	1,518,074	2,590,471
April	1,785,475	2,867,484	(1,082,009)	1,508,462
May	1,917,750	2,531,552	(613,802)	894,660
June	2,792,083	1,143,794	1,648,289	2,542,949
Total	28,935,470	26,392,521	2,542,949	

ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,427,109	2,412,724	14,385	14,385
August	1,412,865	2,252,872	(840,007)	(825,622)
September	2,744,914	2,032,311	712,603	(113,019)
Y-T-DATE	6,584,888	6,697,907	(113,019)	
October	2,779,402	2,440,563	338,839	225,820
November	2,462,920	2,598,231	(135,311)	90,509
December	2,394,403	1,869,839	524,564	615,073
January	2,405,231	2,323,686	81,545	696,618
February	1,856,026	2,502,417	(646,391)	50,227
March	1,604,628	1,280,058	324,570	374,797
April	3,165,674	2,623,463	542,211	917,008
May	2,736,738	2,229,841	506,897	1,423,905
June	(131,226)	1,309,015	(1,440,241)	(16,336)
Total	25,858,684	25,875,020	(16,336)	

ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	1,315,875	2,450,436	(1,134,561)	(1,134,561)
August	3,225,806	2,344,602	881,204	(253,357)
September	2,363,854	2,245,952	117,902	(135,455)
Y-T-DATE	6,905,535	7,040,990	(135,455)	
October	0	2,660,010	(2,660,010)	(2,795,465)
November	0	2,824,181	(2,824,181)	(5,619,646)
December	0	1,896,747	(1,896,747)	(7,516,393)
January	0	2,798,141	(2,798,141)	(10,314,534)
February	0	2,230,664	(2,230,664)	(12,545,198)
March	0	1,619,778	(1,619,778)	(14,164,976)
April	0	2,614,616	(2,614,616)	(16,779,592)
May	0	2,323,375	(2,323,375)	(19,102,967)
June	0	961,868	(961,868)	(20,064,835)
Total	6,905,535	26,970,370	(20,064,835)	

ACCT 311 - USE FUEL- ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,790,497	2,580,075	210,422	210,422
August	2,964,687	3,231,555	(266,868)	(56,446)
September	2,493,834	2,689,470	(195,636)	(252,082)
Y-T-DATE	8,249,018	8,501,100	(252,082)	
October	2,658,070	2,697,968	(39,898)	(291,980)
November	3,540,149	3,216,982	323,167	31,187
December	2,790,158	2,674,701	115,457	146,644
January	2,957,157	2,673,946	283,211	429,855
February	2,847,241	3,345,309	(498,068)	(68,213)
March	2,011,260	2,715,245	(703,985)	(772,198)
April	4,837,394	2,518,892	2,318,502	1,546,304
May	3,196,862	3,137,978	58,884	1,605,188
June	1,931,465	2,255,912	(324,447)	1,280,741
Total	35,018,774	33,738,033	1,280,741	

ACCT 311 - USE FUEL- ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,637,973	2,639,490	(1,517)	(1,517)
August	3,167,780	3,193,926	(26,146)	(27,663)
September	2,855,522	2,664,132	191,390	163,727
Y-T-DATE	8,661,275	8,497,548	163,727	
October	3,317,795	2,705,295	612,500	776,226
November	2,681,505	3,303,585	(622,080)	154,146
December	3,379,610	2,715,325	664,285	818,431
January	2,990,336	2,749,537	240,799	1,059,230
February	3,100,385	3,259,554	(159,169)	900,061
March	2,849,276	2,582,495	266,781	1,166,842
April	3,578,668	3,023,869	554,799	1,721,641
May	2,872,815	3,115,423	(242,608)	1,479,033
June	1,040,171	2,239,697	(1,199,526)	279,507
Total	34,471,835	34,192,328	279,507	

ACCT 311 - USE FUEL- ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	2,616,470	2,535,789	80,681	80,681
August	3,089,976	3,301,202	(211,226)	(130,545)
September	2,916,938	2,780,849	136,089	5,544
Y-T-DATE	8,623,384	8,617,840	5,544	
October	3,248,002	2,784,898	463,104	468,648
November	2,803,096	3,306,236	(503,140)	(34,492)
December	3,581,529	2,858,142	723,387	688,895
January	2,628,863	2,926,960	(298,097)	390,798
February	2,787,508	3,208,722	(421,214)	(30,416)
March	3,875,482	2,646,747	1,228,735	1,198,319
April	2,109,443	3,242,247	(1,132,804)	65,515
May	2,837,647	3,125,950	(288,303)	(222,788)
June	3,360,157	2,158,433	1,201,724	978,936
Total	35,855,111	34,876,175	978,936	

ACCT 311 - USE FUEL- ACTUA9 VS BUDGET RECEIPTS9FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	1,592,462	2,616,571	(1,024,109)	(1,024,109)
August	3,719,025	3,348,814	370,211	(653,898)
September	3,105,027	2,877,259	227,768	(426,130)
Y-T-DATE	8,416,514	8,842,644	(426,130)	
October	0	2,930,431	(2,930,431)	(3,356,561)
November	0	3,302,588	(3,302,588)	(6,659,149)
December	0	3,060,698	(3,060,698)	(9,719,847)
January	0	2,949,796	(2,949,796)	(12,669,643)
February	0	3,217,177	(3,217,177)	(15,886,820)
March	0	2,933,596	(2,933,596)	(18,820,416)
April	0	3,120,138	(3,120,138)	(21,940,554)
May	0	3,160,699	(3,160,699)	(25,101,253)
June	0	2,055,931	(2,055,931)	(27,157,184)
Total	8,416,514	35,573,698	(27,157,184)	

ACCT 0312, 0325 ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(172,232)	(242,848)	70,616	70,616
August	(1,352,938)	(831,692)	(521,246)	(450,630)
September	(418,042)	(687,961)	269,919	(180,711)
Y-T-DATE	(1,943,212)	(1,762,501)	(180,711)	
October	(242,742)	(279,007)	36,265	(144,446)
November	(1,138,573)	(600,669)	(537,904)	(682,350)
December	(580,109)	(909,398)	329,289	(353,061)
January	(411,476)	(441,255)	29,779	(323,282)
February	(1,656,886)	(704,836)	(952,050)	(1,275,332)
March	(340,399)	(1,359,817)	1,019,418	(255,914)
April	(442,325)	(391,859)	(50,466)	(306,380)
May	(809,909)	(878,537)	68,628	(237,752)
June	(890,953)	(931,530)	40,577	(197,175)
Total	(8,456,584)	(8,259,409)	(197,175)	

ACCT 0312, 0325 ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(216,052)	(231,607)	15,555	15,555
August	(1,765,699)	(946,612)	(819,087)	(803,532)
September	(120,652)	(642,064)	521,412	(282,120)
Y-T-DATE	(2,102,403)	(1,820,283)	(282,120)	
October	(538,392)	(275,096)	(263,296)	(545,417)
November	(227,796)	(716,160)	488,364	(57,053)
December	(985,207)	(854,257)	(130,950)	(188,003)
January	(599,131)	(440,636)	(158,495)	(346,498)
February	(1,252,575)	(764,070)	(488,505)	(835,003)
March	(1,244,648)	(1,312,154)	67,506	(767,497)
April	(412,994)	(406,783)	(6,211)	(773,708)
May	(139,511)	(890,714)	751,203	(22,505)
June	(1,172,602)	(944,444)	(228,158)	(250,663)
Total	(8,675,260)	(8,424,597)	(250,663)	

ACCT0312. 0325 ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(117,986)	(239,712)	121,726	121,726
August	(806,652)	(1,139,137)	332,485	454,211
September	(610,470)	(556,444)	(54,026)	400,185
Y-T-DATE	(1,535,108)	(1,935,293)	400,185	
October	(194,965)	(351,935)	156,970	557,155
November	(458,299)	(653,015)	194,716	751,871
December	(949,249)	(939,975)	(9,274)	742,597
January	(126,742)	(495,998)	369,256	1,111,853
February	(763,555)	(829,835)	66,280	1,178,133
March	(1,086,982)	(1,382,982)	296,000	1,474,133
April	(326,232)	(380,718)	54,486	1,528,619
May	(919,997)	(600,153)	(319,844)	1,208,775
June	(568,074)	(1,023,185)	455,111	1,663,886
Total	(6,929,203)	(8,593,089)	1,663,886	

ACCT 0312, 0325 ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	(276,587)	(171,421)	(105,166)	(105,166)
August	(493,299)	(1,012,803)	519,504	414,338
September	(741,489)	(652,475)	(89,014)	325,324
Y-T-DATE	(1,511,375)	(1,836,699)	325,324	
October	0	(279,129)	279,129	604,453
November	0	(486,159)	486,159	1,090,612
December	0	(1,170,545)	1,170,545	2,261,157
January	0	(168,373)	168,373	2,429,530
February	0	(994,618)	994,618	3,424,148
March	0	(1,320,829)	1,320,829	4,744,977
April	0	(512,008)	512,008	5,256,985
May	0	(843,030)	843,030	6,100,015
June	0	(1,103,561)	1,103,561	7,203,576
Total	(1,511,375)	(8,714,951)	7,203,576	

ACCT 326 - ACTUAL VS BUDGET RECEIPTS FY 1996

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	6,100	3,124	2,976	2,976
August	4,883	2,984	1,899	4,875
September	53,810	4,875	48,935	53,810
Y-T-DATE	64,793	10,983	53,810	
October	7,425	7,065	360	54,170
November	7,737	13,459	(5,722)	48,448
December	6,998	5,370	1,628	50,076
January	7,293	12,353	(5,060)	45,016
February	7,325	8,960	(1,635)	43,381
March	5,540	6,929	(1,389)	41,992
April	7,720	4,166	3,554	45,546
May	7,734	27,204	(19,470)	26,076
June	5,792	8,696	(2,904)	23,172
Total	128,357	105,185	23,172	

ACCT 326 - ACTUAL VS BUDGET RECEIPTS FY 1997

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIF
July	5,188	4,841	347	347
August	10,784	5,558	5,226	5,573
September	10,044	10,243	(199)	5,374
Y-T-DATE	26,016	20,642	5,374	
October	0	10,364	(10,364)	(4,990)
November	9,211	10,806	(1,595)	(6,585)
December	0	8,771	(8,771)	(15,356)
January	14,026	14,785	(759)	(16,115)
February	8,216	6,933	1,283	(14,832)
March	0	9,717	(9,717)	(24,549)
April	0	6,377	(6,377)	(30,926)
May	3,434	5,132	(1,698)	(32,624)
June	1,205	13,762	(12,557)	(45,181)
Total	62,108	107,289	(45,181)	

ACCT 326 - ACTUAL VS BUDGET RECEIPTS FY 1998

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIFF
July	887	5,116	(4,229)	(4,229)
August	2,785	7,946	(5,161)	(9,390)
September	772	21,242	(20,470)	(29,860)
Y-T-DATE	4,444	34,304	(29,860)	
October	595	8,663	(8,068)	(37,928)
November	1,010	7,581	(6,571)	(44,499)
December	100	6,655	(6,555)	(51,054)
January	150	16,902	(16,752)	(67,806)
February	550	8,064	(7,514)	(75,320)
March	349	7,010	(6,661)	(81,981)
April	2,264	5,955	(3,691)	(85,672)
May	100	5,755	(5,655)	(91,327)
June	0	8,546	(8,546)	(99,873)
Total	9,562	109,435	(99,873)	

ACCT 326 - ACTUAL VS BUDGET RECEIPTS FY 1999

MONTH	ACTUAL	BUDGET	DIFF	Y-T-D DIF
July	0	5,286	(5,286)	(5,286)
August	80	8,591	(8,511)	(13,797)
September	316	21,168	(20,852)	(34,649)
Y-T-DATE	396	35,045	(34,649)	
October	0	8,708	(8,708)	(43,357)
November	0	7,752	(7,752)	(51,109)
December	0	6,594	(6,594)	(57,703)
January	0	16,718	(16,718)	(74,421)
February	0	8,105	(8,105)	(82,526)
March	0	7,011	(7,011)	(89,537)
April	0	6,486	(6,486)	(96,023)
May	0	5,706	(5,706)	(101,729)
June	0	9,498	(9,498)	(111,227)
Total	396	111,623	(111,227)	

USE (SPECIAL) FUEL TAX - 0311

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	1,440,606	1,349,024	1,694,462	934,630	3,010,881	2,226,463	2,063,198	2,387,219	2,790,497	2,637,973	2,616,470
August	1,875,029	2,589,680	3,131,823	2,747,442	2,507,550	2,690,833	3,475,004	3,460,573	2,964,687	3,167,780	3,089,976
September	1,987,230	2,233,375	2,388,981	2,114,072	2,175,233	2,719,120	2,155,692	3,048,475	2,493,834	2,855,522	2,916,938
October	1,392,742	2,360,817	2,769,888	3,333,552	2,812,236	2,251,507	2,370,839	2,695,849	2,658,070	3,317,795	3,248,002
November	2,137,752	3,263,973	3,115,023	2,427,887	2,516,004	3,355,811	3,391,480	2,815,946	3,540,149	2,681,505	2,803,096
December	2,477,433	2,198,284	2,681,360	2,318,945	2,570,953	2,402,960	2,181,593	2,887,559	2,790,158	3,379,610	3,581,529
January	973,771	2,042,344	2,327,599	2,883,806	2,038,997	2,435,059	2,550,889	3,015,286	2,957,157	2,990,336	2,628,863
February	2,199,875	2,960,670	2,600,511	2,299,100	3,191,256	2,876,256	3,169,195	3,324,381	2,847,241	3,100,385	2,787,508
March	2,018,162	2,557,123	2,860,640	2,287,475	2,421,911	2,610,260	2,586,483	2,576,648	2,011,260	2,849,276	3,875,482
April	1,185,710	2,168,079	1,982,426	2,131,975	2,388,320	1,946,522	2,506,969	2,616,217	4,837,394	3,578,668	2,109,443
May	1,977,384	2,974,829	3,255,423	2,935,749	3,212,529	2,841,536	2,920,823	3,084,488	3,196,862	2,872,815	2,837,647
June	2,131,285	1,966,413	3,404,813	1,246,699	1,097,185	1,108,157	2,086,187	2,363,974	1,931,465	1,040,171	3,360,157
Total	21,796,979	28,664,611	32,212,949	27,661,332	29,943,055	29,464,484	31,458,352	34,276,615	35,018,774	34,471,835	35,855,111
		31.5%	12.4%	-14.1%	8.2%	-1.6%	6.8%	9.0%	2.2%	-1.6%	4.0%

USE (SPECIAL) FUEL - 0311 - 12-MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	21,705,397	29,010,049	31,453,117	29,737,583	29,158,637	29,301,219	31,782,373	34,679,893	34,866,250	34,450,332
August	0	22,420,048	29,552,192	31,068,736	29,497,691	29,341,920	30,085,390	31,767,942	34,184,007	35,069,343	34,372,528
September	0	22,666,193	29,707,798	30,793,827	29,558,852	29,885,807	29,521,962	32,660,725	33,629,366	35,431,031	34,433,945
October	0	23,634,268	30,116,869	31,357,491	29,037,536	29,325,078	29,641,294	32,985,735	33,591,587	36,090,755	34,364,152
November	0	24,760,489	29,967,919	30,670,355	29,125,653	30,164,885	29,676,963	32,410,201	34,315,790	35,232,111	34,485,743
December	0	24,481,340	30,450,995	30,307,940	29,377,661	29,996,892	29,455,596	33,116,167	34,218,389	35,821,563	34,687,662
January	0	25,549,913	30,736,250	30,864,147	28,532,852	30,392,954	29,571,426	33,580,564	34,160,260	35,854,742	34,326,189
February	0	26,310,708	30,376,091	30,562,736	29,425,008	30,077,954	29,864,365	33,735,750	33,683,120	36,107,886	34,013,312
March	0	26,849,669	30,679,608	29,989,571	29,559,444	30,266,303	29,840,588	33,725,915	33,117,732	36,945,902	35,039,518
April	0	27,832,038	30,493,955	30,139,120	29,815,789	29,824,505	30,401,035	33,835,163	35,338,909	35,687,176	33,570,293
May	0	28,829,483	30,774,549	29,819,446	30,092,569	29,453,512	30,480,322	33,998,828	35,451,283	35,363,129	33,535,125
June	0	28,664,611	32,212,949	27,661,332	29,943,055	29,464,484	31,458,352	34,276,615	35,018,774	34,471,835	35,855,111
AVERAGE	0	25,308,680	30,339,935	30,390,652	29,475,308	29,779,411	29,941,543	33,156,332	34,282,426	35,578,477	34,427,826
			19.9%	0.2%	-3.0%	1.0%	0.5%	10.7%	3.4%	3.8%	-3.2%

TAXABLE GALLONS OF SPECIAL FUEL - DERIVED FROM TAX RECEIPTS DATA - ACCT 311

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	11,132,315	-26.1%	10,315,990	-7.3%	11,936,095	15.7%	13,952,485	16.9%	13,189,865	-5.5%	13,082,350	-0.8%
August	13,454,165	7.3%	17,375,020	29.1%	17,302,865	-0.4%	14,823,435	-14.3%	15,838,900	6.9%	15,449,880	-2.5%
September	13,595,600	25.0%	10,778,460	-20.7%	15,242,375	41.4%	12,469,170	-18.2%	14,277,609	14.5%	14,584,690	2.2%
October	11,257,535	-19.9%	11,854,195	5.3%	13,479,245	13.7%	13,290,350	-1.4%	16,588,974	24.8%	16,240,010	-2.1%
November	16,779,055	33.4%	16,957,400	1.1%	14,079,730	-17.0%	17,700,745	25.7%	13,407,525	-24.3%	14,015,480	4.5%
December	12,014,800	-6.5%	10,907,965	-9.2%	14,437,795	32.4%	13,950,790	-3.4%	16,898,050	21.1%	17,907,645	6.0%
January	12,175,295	19.4%	12,754,445	4.8%	15,076,430	18.2%	14,785,785	-1.9%	14,951,680	1.1%	13,144,315	-12.1%
February	14,381,280	-9.9%	15,845,975	10.2%	16,621,905	4.9%	14,236,205	-14.4%	15,501,925	8.9%	13,937,540	-10.1%
March	13,051,300	7.8%	12,932,415	-0.9%	12,883,240	-0.4%	10,056,300	-21.9%	14,246,380	41.7%	19,377,410	36.0%
April	9,732,610	-18.5%	12,534,845	28.8%	13,081,085	4.4%	24,186,970	84.9%	17,893,340	-26.0%	10,547,215	-41.1%
May	14,207,680	-11.5%	14,604,115	2.8%	15,422,440	5.6%	15,984,310	3.6%	14,364,075	-10.1%	14,188,235	-1.2%
June	5,540,784	1.0%	10,430,935	88.3%	11,819,870	13.3%	9,657,325	-18.3%	5,200,855	-46.1%	16,800,785	223.0%
Total	147,322,419	-1.6%	157,291,760	6.8%	171,383,075	9.0%	175,093,870	2.2%	172,359,177	-1.6%	179,275,555	4.0%

TAXABLE GALLONS OF SPECIAL FUEL - ACCT 311

12 MONTH MOVING AVERAGE

MONTH	FY 93		FY 94		FY 95		FY 96		FY 97		FY 98	
July	12,149,432	-1.9%	12,208,841	0.5%	13,242,655	8.5%	14,449,955	9.1%	14,527,604	0.5%	14,354,305	-1.2%
August	12,225,800	-0.5%	12,535,579	2.5%	13,236,642	5.6%	14,243,336	7.6%	14,612,226	2.6%	14,321,887	-2.0%
September	12,452,420	1.1%	12,300,817	-1.2%	13,608,635	10.6%	14,012,236	3.0%	14,762,929	5.4%	14,347,477	-2.8%
October	12,218,782	1.0%	12,350,539	1.1%	13,744,056	11.3%	13,996,495	1.8%	15,037,815	7.4%	14,318,397	-4.8%
November	12,568,702	3.6%	12,365,401	-1.6%	13,504,250	9.2%	14,298,246	5.9%	14,680,046	2.7%	14,369,060	-2.1%
December	12,498,705	2.1%	12,273,165	-1.8%	13,798,403	12.4%	14,257,662	3.3%	14,925,651	4.7%	14,453,193	-3.2%
January	12,663,731	6.5%	12,321,427	-2.7%	13,991,902	13.6%	14,233,442	1.7%	14,939,476	5.0%	14,302,579	-4.3%
February	12,532,481	2.2%	12,443,485	-0.7%	14,056,562	13.0%	14,034,633	-0.2%	15,044,953	7.2%	14,172,213	-5.8%
March	12,610,960	2.4%	12,433,578	-1.4%	14,052,465	13.0%	13,799,055	-1.8%	15,394,126	11.6%	14,599,799	-5.2%
April	12,426,877	0.0%	12,667,098	1.9%	14,097,985	11.3%	14,724,545	4.4%	14,869,657	1.0%	13,987,622	-5.9%
May	12,272,297	-2.1%	12,700,134	3.5%	14,166,178	11.5%	14,771,368	4.3%	14,734,637	-0.2%	13,972,969	-5.2%
June	12,276,868	-1.6%	13,107,647	6.8%	14,281,923	9.0%	14,591,156	2.2%	14,363,265	-1.6%	14,939,630	4.0%
FY AVERAGE	12,408,088	1.0%	12,475,643	0.5%	13,815,138	10.7%	14,284,344	3.4%	14,824,366	3.8%	14,344,927	-3.2%

DIESEL OFF-HIGHWAY USAGE REFUNDS - 0312, 0325

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	(105,696)	(55,648)	(22,243)	(277,647)	(207,650)	(305,662)	(339,235)	(126,934)	(172,232)	(216,052)	(117,986)
August	(401,276)	(326,721)	(784,496)	(1,334,586)	(888,788)	(982,647)	(1,079,500)	(403,539)	(1,352,938)	(1,765,699)	(806,652)
September	(648,314)	(873,461)	(764,762)	(102,884)	(618,179)	(535,639)	(568,445)	(1,052,501)	(418,042)	(120,652)	(610,470)
October	(300,538)	(136,281)	(305,233)	(902,634)	(202,726)	(176,866)	(326,978)	(418,752)	(242,742)	(538,392)	(194,965)
November	(440,814)	(473,681)	(684,797)	(1,178,694)	(699,485)	(471,604)	(769,964)	(481,633)	(1,138,573)	(227,796)	(458,299)
December	(676,982)	(1,122,010)	(1,180,203)	(227,868)	(681,590)	(1,246,570)	(565,297)	(1,174,429)	(580,109)	(985,207)	(949,249)
January	(242,237)	(446,157)	(296,015)	(613,747)	(389,700)	(281,073)	(612,237)	(496,710)	(411,476)	(599,131)	(126,742)
February	(684,594)	(718,849)	(908,714)	(930,528)	(1,035,330)	(433,634)	(730,987)	(645,680)	(1,656,886)	(1,252,575)	(763,555)
March	(497,841)	(968,685)	(978,692)	(819,059)	(1,071,419)	(1,593,788)	(1,375,672)	(1,444,841)	(340,399)	(1,244,648)	(1,086,982)
April	(473,839)	(176,729)	(426,357)	(529,465)	(591,481)	(396,449)	(261,890)	(332,104)	(442,325)	(412,994)	(326,232)
May	(463,495)	(652,877)	(1,360,747)	(1,106,331)	(520,769)	(409,039)	(580,451)	(986,648)	(809,909)	(139,511)	(919,997)
June	(730,139)	(1,105,460)	(509,829)	(523,179)	(1,341,368)	(1,354,782)	(1,163,275)	(856,163)	(890,953)	(1,172,602)	(568,074)
Total	(5,665,765)	(7,056,559)	(8,222,088)	(8,546,622)	(8,248,485)	(8,187,753)	(8,373,931)	(8,419,934)	(8,456,584)	(8,675,260)	(6,929,203)
		24.5%	16.5%	3.9%	-3.5%	-0.7%	2.3%	0.5%	0.4%	2.6%	-20.1%

DIESEL OFF-HIGHWAY USAGE REFUNDS - 0312, 0325 - 12 MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	(5,615,717)	(7,023,154)	(8,477,492)	(8,476,625)	(8,346,497)	(8,221,326)	(8,161,630)	(8,465,232)	(8,500,404)	(8,577,194)
August	0	(5,541,162)	(7,480,929)	(9,027,582)	(8,030,827)	(8,440,356)	(8,318,179)	(7,485,669)	(9,414,631)	(8,913,165)	(7,618,147)
September	0	(5,766,309)	(7,372,230)	(8,365,704)	(8,546,122)	(8,357,816)	(8,350,985)	(7,969,725)	(8,780,172)	(8,615,775)	(8,107,964)
October	0	(5,602,052)	(7,541,182)	(8,963,105)	(7,846,214)	(8,331,956)	(8,501,097)	(8,061,499)	(8,604,162)	(8,911,426)	(7,764,537)
November	0	(5,634,919)	(7,752,298)	(9,457,002)	(7,367,005)	(8,104,075)	(8,799,457)	(7,773,168)	(9,261,102)	(8,000,649)	(7,995,040)
December	0	(6,079,947)	(7,810,491)	(8,504,667)	(7,820,727)	(8,669,055)	(8,118,184)	(8,382,300)	(8,666,782)	(8,405,747)	(7,959,082)
January	0	(6,283,867)	(7,660,349)	(8,822,399)	(7,596,680)	(8,560,428)	(8,449,348)	(8,266,773)	(8,581,548)	(8,593,402)	(7,486,693)
February	0	(6,318,122)	(7,850,214)	(8,844,213)	(7,701,482)	(7,958,732)	(8,746,701)	(8,181,466)	(9,592,754)	(8,189,091)	(6,997,673)
March	0	(6,788,966)	(7,860,221)	(8,684,580)	(7,953,842)	(8,481,101)	(8,528,585)	(8,250,635)	(8,488,312)	(9,093,340)	(6,840,007)
April	0	(6,491,856)	(8,109,849)	(8,787,688)	(8,015,858)	(8,286,069)	(8,394,026)	(8,320,849)	(8,598,533)	(9,064,009)	(6,753,245)
May	0	(6,681,238)	(8,817,719)	(8,533,272)	(7,430,296)	(8,174,339)	(8,565,438)	(8,727,046)	(8,421,794)	(8,393,611)	(7,533,731)
June	0	(7,056,559)	(8,222,088)	(8,546,622)	(8,248,485)	(8,187,753)	(8,373,931)	(8,419,934)	(8,456,584)	(8,675,260)	(6,929,203)
AVERAGE	0	(6,155,060)	(7,791,727)	(8,751,194)	(7,919,514)	(8,324,848)	(8,447,271)	(8,166,725)	(8,777,634)	(8,612,990)	(7,546,876)
			26.6%	12.3%	-9.5%	5.1%	1.5%	-3.3%	7.5%	-1.9%	-12.4%

SPECIAL FUEL INTEREST AND PENALTY - 0326

Fiscal Year	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	3,373	1,588	1,424	31,144	4,789	5,262	1,869	5,586	6,100	5,188	887
August	3,959	1,204	5,668	6,560	0	3,267	5,490	7,965	4,883	10,784	2,785
September	5,764	1,820	12,326	4,717	1,318	12,007	7,894	6,103	53,810	10,044	772
October	9,180	2,047	3,980	28,801	6,733	8,537	4,889	19,436	7,425	0	595
November	1,663	3,249	5,081	41,151	41,159	23,433	5,393	5,443	7,737	9,211	1,010
December	2,720	16,016	9,410	4,333	2,997	9,703	9,015	8,377	6,998	0	100
January	12,173	0	8,881	17,427	19,051	9,554	25,033	15,593	7,293	14,026	150
February	4,614	17,917	7,452	7,455	30,586	5,612	7,322	6,691	7,325	8,216	550
March	7,103	8,973	7,847	8,243	6,598	12,081	10,215	9,936	5,540	0	349
April	1,961	1,855	0	19,093	6,279	2,963	5,757	8,349	7,720	0	2,264
May	566	1,522	63,251	5,005	47,708	5,037	4,410	5,514	7,734	3,434	100
June	1,656	3,200	3,962	7,553	35,491	36,911	9,798	9,938	5,792	1,205	0
Total	54,732	59,391	129,282	181,482	202,709	134,367	97,085	108,931	128,357	62,108	9,562
		8.5%	117.7%	40.4%	11.7%	-33.7%	-27.7%	12.2%	17.8%	-51.6%	-84.6%

SPECIAL FUEL INTEREST AND PENALTY - 0326 - 12 MONTH MOVING TOTAL

	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997	1998
July	0	52,947	59,227	159,002	155,127	203,182	130,974	100,802	109,445	127,445	57,807
August	0	50,192	63,691	159,894	148,567	206,449	133,197	103,277	106,363	133,346	49,808
September	0	46,248	74,197	152,285	145,168	217,138	129,084	101,486	154,070	89,580	40,536
October	0	39,115	76,130	177,106	123,100	218,942	125,436	116,033	142,059	82,155	41,131
November	0	40,701	77,962	213,176	123,108	201,216	107,396	116,083	144,353	83,629	32,930
December	0	53,997	71,356	208,099	121,772	207,922	106,708	115,445	142,974	76,631	33,030
January	0	41,824	80,237	216,645	123,396	198,425	122,187	106,005	134,674	83,364	19,154
February	0	55,127	69,772	216,648	146,527	173,451	123,897	105,374	135,308	84,255	11,488
March	0	56,997	68,646	217,044	144,882	178,934	122,031	105,095	130,912	78,715	11,837
April	0	56,891	66,791	236,137	132,068	175,618	124,825	107,687	130,283	70,995	14,101
May	0	57,847	128,520	177,891	174,771	132,947	124,198	108,791	132,503	66,695	10,767
June	0	59,391	129,282	181,482	202,709	134,367	97,085	108,931	128,357	62,108	9,562
AVERAGE	0	50,940	80,484	192,951	145,100	187,383	120,585	107,917	132,608	86,577	27,679
			58.0%	139.7%	-24.8%	29.1%	-35.6%	-10.5%	22.9%	-34.7%	-68.0%