



FISCAL NEWS

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



Month In Review

General Fund revenue continued to perform well relative to budget, primarily from lower-than-projected individual income tax refund activity. Preliminary data after the April income tax filing deadline indicate that the 2013 tax year was stronger than budgeted and the projected cost of the newly created Property Tax Fairness Credit was less than estimated.

Highway Fund revenue also continued to exceed projections with the Fuel Taxes category accounting for almost all of the sizeable positive variance for the first 3 quarters of FY 2014.

April is also when states receive their annual Tobacco Settlement Payments. Maine's payments this year were above projections. There is still uncertainty surrounding this year's payments. It appears that the positive variance was due solely to the receipt of withheld payments based on the 2003 sales year, which were budgeted to be received in April 2015.

Maine Public Employees Retirement System's reported investment performance after the 3rd quarter of FY 2014 continued to exceed actuarial assumptions. Another solid performance in the 4th quarter will result in lower employer contribution rates for the 2016-2017 biennium.

FY 2014 cash balances remain healthier than last fiscal year through March. The infusion of cash from April's income tax and tobacco settlement receipts make it fairly certain that Maine will avoid external borrowing for cash flow purposes again this fiscal year.

The State's operating expenditures grew by nearly 8% for 3 quarters of FY 2014, but after adjusting for the significant one-time \$490 million payment for hospital settlements from liquor revenue bond proceeds, expenditures in the operating funds declined by 1.6%.

Despite a significant decline in caseload beginning in January, the MaineCare program continued spending at a rate roughly equal to last fiscal year. All other things equal, these eligibility changes should be reducing MaineCare spending below last year's levels. The total MaineCare funding, including the FY 2014 supplemental funding recently enacted, assumes a moderation in 4th quarter MaineCare spending. Currently, the fate of supplemental funding for the estimated FY 2015 shortfall is uncertain pending the Legislature's consideration of the Governor's veto of the FY 2015 supplemental budget bill.



General Fund Revenue Update

Total General Fund Revenue - FY 2014 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
March	\$190.8	\$213.8	\$23.0	12.0%	\$199.8	7.0%
FYTD	\$1,956.6	\$1,978.8	\$22.2	1.1%	\$1,919.3	3.1%

General Fund revenue was over budget by \$23.0 million (12.0%) in March and \$22.2 million (1.1%) for 3 quarters of FY 2014. This March revenue report reflects the March 2014 revenue forecast, which revised FY 2014 revenue projections downward by \$0.2 million. While the revised FY 2014 revenue forecast projects a decline for FY 2014 of 0.7%, FY 2014 through the first 3 quarters grew by 3.1%.

The Sales and Use Tax was over budget by \$3.1 million in March and \$2.8 million for the fiscal year through March. February taxable sales rebounded after the lackluster holiday shopping season, posting growth of 5.2% compared with February 2013. Preliminary data on April's performance indicate that this category will be under budget for the month, but not by enough to create a negative variance for the fiscal year.

Individual Income Tax revenue was \$19.3 million over budget in March and for the fiscal year through March. Most of this variance (\$14.2 million) has been generated by lower than projected refunds with a positive variance of \$3.2 million from withholding payments being the other major contributor. Preliminary data for the critical April income tax filing period indicate that slower refunds will once again add to the positive variance. April's deadline for the 2013 tax year indicate that the total income tax liability was higher than projected and that the estimates of the new

Property Tax Fairness Credit overstated the amount of the revenue loss.

The Corporate Income Tax was over budget by \$3.15 million in March and for the fiscal year through March. As with Individual Income Tax, a positive variance from refunds also was the primary factor behind the positive variance for Corporate Income Tax. As noted last month, there remain some pending refunds requested in tax returns under review that will likely reduce this positive variance over the next few months.

The Estate Tax was under budget in March by \$0.1 million and by \$0.3 million for the fiscal year through March. Maine has not had any very large estate tax payments this fiscal year. Normally, there are a few such large payments filed during the year and that was included in the assumptions underlying the revenue projections. The updated March revenue forecast did not change that assumption and assumes higher estate tax receipts in the remaining months as a result.

An unanticipated large number of Business Equipment Tax Reimbursement (BETR) program reimbursements were paid in February and March, resulting in a negative revenue variance of roughly \$3.0 million for the fiscal year. This negative variance is expected to remain largely unchanged over the last quarter of FY 2014.

Highway Fund Revenue Update

Total Highway Fund Revenue - FY 2014 (\$'s in Millions)

	Budget	Actual	Var.	% Var.	Prior Year	% Growth
March	\$21.8	\$23.4	\$1.7	7.6%	\$22.7	3.4%
FYTD	\$213.7	\$218.5	\$4.8	2.2%	\$219.4	-0.4%

Highway Fund revenue was over budget by \$1.7 million (7.6%) in March and \$4.8 million (2.2%) for the fiscal year through March. This monthly report now reflects the March 2014 Revenue Forecast, which increased Highway Fund revenue by \$1.7 million in FY 2014. Through 3 quarters of FY 2014 Highway Fund revenue has declined by 0.4% compared with the same period in FY 2013, much less than the 2.7% projected for FY 2014 based on the March forecast.

The Fuel Taxes category was over budget by \$2.2 million in March and by \$4.4 million through 3 quarters of FY 2014. Both Gasoline Tax and Special

Fuel and Road Use Taxes performed above budget. Special Fuel and Road Use Taxes remained over budget for the fiscal year by \$1.1 million and the Gasoline Tax continued to perform ahead of budget even though the FY 2014 Gasoline Tax projection was revised upward in the March revenue forecast by \$2.0 million (\$1.8 million net after adjustment to related transfers).

As noted in last month's issue, a \$1.2 million positive variance in February in the Long-term Trailer Registration Fees category was offset in March, which was under budget by \$1.4 million.



Tobacco Settlement Payment Update

The April 2014 Tobacco Settlement Payments, which accrue to the Fund for a Healthy Maine (FHM), totaled \$56.4 million, \$4.7 million over the budgeted amount of \$51.7 million for FY 2014.

A good deal of uncertainty remains about what is included in the April 2014 payments to date. Preliminary indications are that they included Maine’s estimated \$5.6 million share of the disputed payments from 2003 calendar year sales. This payment was budgeted to be received in April 2015.

If Maine received its share of the disputed payments as part of the April 2014 payments, then FY 2015 budgeted amounts from the Tobacco Settlement Payments will be adjusted downward by \$5.6 million

in the next revenue forecast. There was also some indication that an error was made in the calculation of Maine’s share of the disputed payments resulting in an overpayment of roughly \$0.8 million, which may also further reduce next April’s payments. This may mean that estimates for the Tobacco Settlement Payments in FY 2014, excluding the disputed payments, fell short of projections by \$1.7 million.

Official documents have yet to be released detailing the breakdown of the April 2014 payments. An update in a future *Fiscal News* will be provided once those documents are available and the actual variances from projections are determined.

MainePERS Investment Update

Maine Public Employees Retirement System (MainePERS) investments were up 1.6% for the quarter and 11.4% over the previous one year period. The total plan assets increased \$100 million for the quarter, from \$12.2 billion as of December 31, 2013 to \$12.3 billion as of March 31, 2014. The total fund increased approximately \$0.9 billion over the past 12 month period, from \$11.4 billion as of March 31, 2013 to \$12.3 billion as of March 31, 2014.

For the quarter ending March 31, 2014, US stocks were up 2.0%, international stocks returned 0.5% and US bonds were up 1.2%. During that same time period, approximately 89% of MainePERS asset allocation was in US Stocks (32.5%), US Bonds (25.6%), International Stocks (23.7%), and

Real Estate (7.2%). The remaining 11% was invested in Other, Infrastructure, Private Equity and Cash.

The table below has the long-term return information as of March 31, 2014. Over the past 30 years, the fund has had an average return of 9.3% per year. It is important to realize that quarterly and annual performance can deviate significantly from this long-term average in any given year.

This performance will not affect the rates for the current biennium, which were established based on the returns and value for the total fund as of June 30, 2012. However, this quarterly performance along with the performance over the next quarter will be critical to the next rate adjustment which will set rates for the 2016-2017 biennium based on values as of June 30, 2014.

Long-Term Performance ending March 31, 2014					
(annualized performance)					
	1 Year	3 Years	5 Years	10 Years	30 Years
Total Fund	11.4%	8.3%	14.0%	6.3%	9.3%



Cash Update

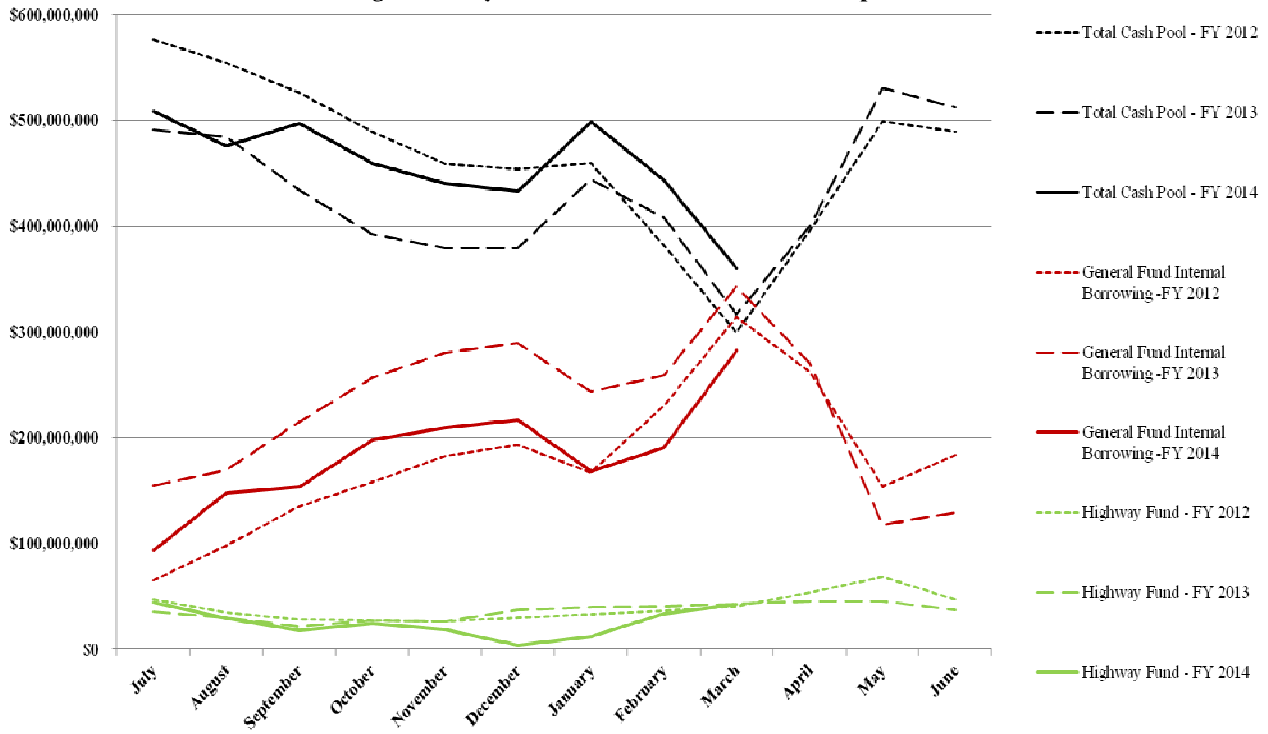
The average total cash pool balance for March was \$360.2 million. This was \$43.8 million higher than March of last year, but was \$138.8 million lower than the month before and \$54.3 million lower than the 10-year average balance for March of \$414.4 million.

The graph below compares the monthly averages of some of the key cash pool components this fiscal year with those of the last 2 fiscal years. Both the Total Cash Pool balances and General Fund Internal Borrowing this fiscal year have been tracking more favorably since January than the previous 2 fiscal years. It now seems certain that the State will once again be able to avoid external cash flow borrowing this year now that we have reached April with its significant cash inflows from income tax processing.

The graphical comparison also illustrates the negative effect on Highway Fund average cash balances from the change from quarterly payments to a single annual payment by December 1st for the Local Road Assistance program beginning in FY 2014. By February 2014, however, Highway Fund cash balances had recovered and are now tracking very close to the averages of the prior two fiscal years.

Summary of Treasurer's Cash Pool		
March Average Daily Balances		
Millions of \$'s		
	2013	2014
General Fund (GF) Total	\$20.9	\$15.3
General Fund (GF) Detail:		
Budget Stabilization Fund	\$44.6	\$59.8
Reserve for Operating Capital	\$17.1	\$2.6
Tax Anticipation Notes	\$0.0	\$0.0
Internal Borrowing	\$343.4	\$282.4
Other General Fund Cash	(\$384.1)	(\$329.5)
Other Spec. Rev. - Interest to GF	(\$4.9)	\$12.8
Other State Funds - Interest to GF	\$17.1	\$22.5
Highway Fund	\$43.1	\$43.0
Other Spec. Rev. - Retaining Interest	\$12.9	\$27.2
Other State Funds	\$98.8	\$138.9
Independent Agency Funds	\$128.6	\$100.6
Total Cash Pool	\$316.4	\$360.2

Cash Pool Comparison - FY 2012, FY2013 and FY 2014
Average Monthly Balances - Total and Select Components





State Expenditure Update

The State's expenditures for the Operating Funds grew by \$405.9 million or 7.9% for the first 3 quarters of FY 2014 compared with the same period in FY 2013. As was reported in the October and January issues of the *Fiscal News*, this unusual growth was due solely to the \$490.2 million hospital settlement payments in September funded by the proceeds of the liquor revenue bonds. If these one-time payments are subtracted from the totals in Other Special Revenue Funds and Federal Funds, total Operating Funds expenditures declined \$84.3 million or 1.6%.

General Fund expenditures increased by \$72.1 million or 3.1% through the 3rd quarter of FY 2014. The Department of Education's spending, which was virtually flat through the first half of FY 2014, now reflects growth of \$30.5 million or 3.6%. The difference in the 3rd quarter spending between FY 2013 and FY 2014 largely reflects differences in the timing of certain payments. After adjusting for the

effect of the \$18 million deferral of the June 2013 school subsidy payments until July, Education's spending growth was only 1.5% through 3 quarters. Spending by the Department of Health and Human Services increased by 3.1% through the 3rd quarter. The Department of Corrections had the highest growth rate through the 3rd quarter, with growth of 4.5%, which is consistent with budgeted levels.

Total Highway Fund spending decreased by \$7.6 million or 3.3% through the 3rd quarter of FY 2014. The distortion in the spending pattern from the change for Local Road Assistance program payments has been reduced. The Department of Transportation, which showed growth of 19.9% through the first half of FY 2014, now reflects a decline of 2.6% through the 3rd quarter. The Department of Public Safety Highway Fund spending declined \$3.5 million or 16.4% through the 3rd quarter. This decline reflects a reduction in the Highway Fund share of State Police funding from 49% to 35% effective in FY 2014.

Operating Funds - Expenditures through 3rd Quarter

Operating Funds:	FY 2013	FY 2014	% Change
General Fund	\$2,306,087,547	\$2,378,235,368	3.1%
Highway Fund	\$234,416,860	\$226,786,326	-3.3%
Other Special Revenue Funds	\$697,802,191	\$857,133,266	22.8%
Federal Funds	\$1,909,282,057	\$2,091,292,177	9.5%
Total Operating Funds	\$5,147,588,656	\$5,553,447,137	7.9%
General Fund Expenditures by Major Department			
Education	\$849,062,727	\$879,514,894	3.6%
Health and Human Services	\$816,699,753	\$841,799,406	3.1%
Corrections	\$99,620,438	\$104,112,193	4.5%
Administrative and Financial Services	\$102,852,467	\$102,749,985	-0.1%
Other Departments and Agencies	\$437,852,164	\$450,058,890	2.8%
Highway Fund Expenditures by Major Department			
Transportation	\$187,145,467	\$182,372,452	-2.6%
Secretary of State	\$23,735,287	\$24,343,949	2.6%
Public Safety	\$21,520,824	\$17,996,746	-16.4%
Other Departments and Agencies	\$2,015,283	\$2,073,179	2.9%



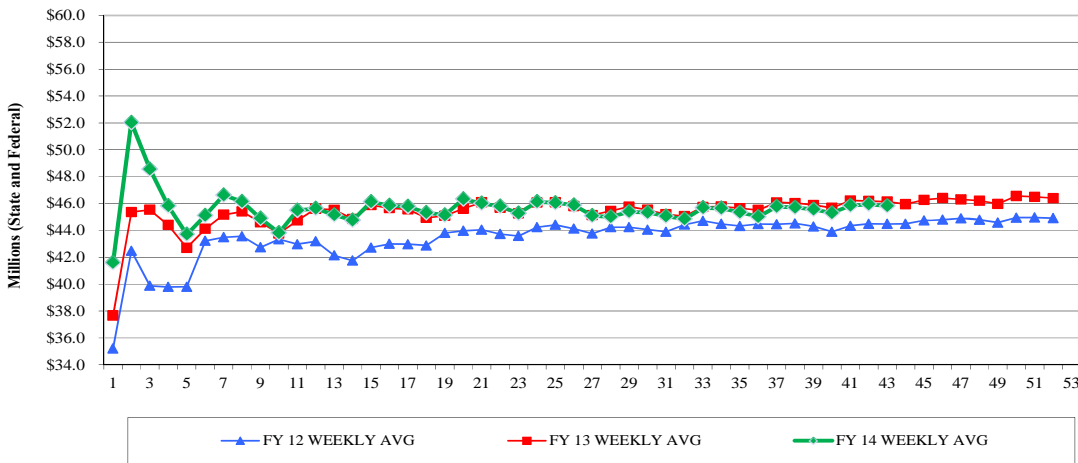
MaineCare Update

MaineCare Spending

MaineCare cycle payments for FY 2014 continue to track closely to last year’s payments with the average weekly MaineCare cycle for FY 2014 through Week 43 of \$45.8 million (state and federal dollars) slightly less than the weekly cycle average for FY 2013 through 43 weeks of \$46.1 million and slightly more than the average for FY 2014 through Week 38 of \$45.7 million. MaineCare Chart 1 below summarizes average weekly MaineCare cycle payments for FY

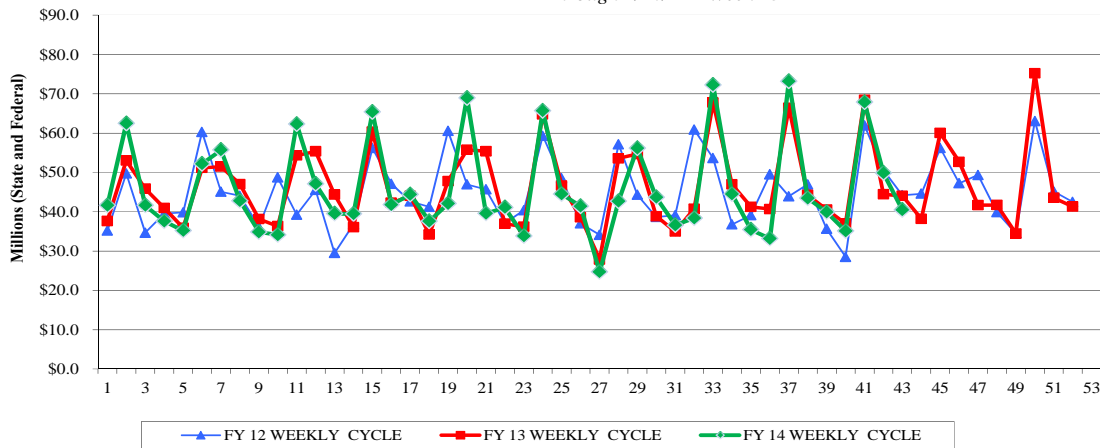
2014 as well as comparable payment cycle averages for FY 2012 and FY 2013. MaineCare Chart 2 summarizes the actual cycles each week for FY 2014 and for FY 2012 and FY 2013. As shown in MaineCare Chart 2, the Week 41 “monthly billing providers” cycle for April was \$67.9 million, a decrease from the “monthly billing providers” cycles for February and March that exceeded \$70 million.

MaineCare Chart 1. Weekly Cycle Averages - FY 12, FY 13 and FY 14
 FY 14 Through 4/26/14 - Week 43



° FY 14 averages do not reflect MaineCare hospital settlements of \$490.2 million paid in the 9/21/13 (12th) cycle. FY 13 averages do not reflect MaineCare hospital settlements of \$26.3 million paid in the 9/29/12 (13th) cycle.

MaineCare Chart 2. Weekly Cycles - FY 12, FY 13 and FY 14
 FY 14 Through 4/26/14 - Week 43



° FY 14 cycles do not reflect MaineCare hospital settlements of \$490.2 million paid in the 9/21/13 (12th) cycle. FY 13 cycles do not reflect MaineCare hospital settlements of \$26.3 million paid in the 9/29/12 (13th) cycle.



MaineCare Update (Continued)

MaineCare 2014-2015 Shortfall

On January 24th, the Department of Health and Human Services (DHHS) notified the Appropriations Committee that it had updated its MaineCare forecast, and was estimating a General Fund shortfall of \$45.2 million in FY 2014 and \$32.8 million in FY 2015. DHHS indicated that while overall MaineCare spending was still forecast to grow at a moderate rate of approximately 1% per year, a shortfall was forecast because General Fund appropriations for MaineCare for the biennium had assumed a net decrease in spending. Of the total projected shortfall, \$16.9 million in FY 2014 and \$11.3 million in FY 2015 was attributed to MaineCare budget initiatives not meeting budgeted savings assumptions.

LD 1843, the FY 2014 Supplemental Budget, which became law without the Governor's signature and is chaptered as PL 2013 c. 502, included a FY 2014 appropriation of \$31 million for the MaineCare program. This reduction from the DHHS \$45.2 million forecast reflects: updated assumptions

regarding additional hospital tax revenue (\$1 million); a transfer of funds from the Dirigo Health Fund (\$1.8 million); and the realization of savings in the 4th quarter of FY 2014 from MaineCare 2014-2015 Biennial Budget initiatives and from reductions in MaineCare eligibility for childless adults and for parents with incomes from 134% to 150% of the federal poverty level.

On April 15th, the House and Senate gave final approval to LD 1858, the FY 2015 Supplemental Budget. The bill was vetoed by the Governor on April 25th. The Legislature will consider an override of the veto when it reconvenes on May 1st. LD 1858 provides an appropriation of \$17.0 million for MaineCare cycle payments in FY 2015. LD 1858 also includes MaineCare deappropriations of \$20.0 million to be achieved by modifying the timing of MaineCare payments in FY 2015 and \$3.5 million for increased recoveries and savings from enhanced MaineCare program integrity activities.

MaineCare Expenditure Detail through Nine Months

MaineCare Table 1 uses expenditure data through March 2014 to compare MaineCare and Related expenditures (all state and federal dollars) through the first nine months for the last three fiscal years. After adjusting for one-time hospital settlements, case management recoupments and bad debt write-offs, MaineCare spending through nine months decreased by 1.6% from FY 2013 to FY 2014. The overall change in spending included increases in the pharmacy and related, home and community-based care waivers, mental health services, residential care and hospital services expenditure categories; offset by reductions in the Medicare crossover payments, medical professionals and clinic services expenditure categories.

Another factor continuing to affect the change in "All Funds" spending through nine months was an

increase in net credits and other offsets in the "16 Other Adjustments" expenditure category. This category reflects financial transactions (e.g., third party liability collections, audit settlements, etc.) that are not assigned to another expenditure category.

MaineCare Table 1 also summarizes the MaineCare and Related programs General Fund expenditure impact through nine months. The total impact shows a 1.2% increase from FY 2013 to FY 2014. After adjusting for the one-time expenditures noted above, the General Fund impact shows a 1.3% increase in spending through nine months. General Fund spending lacks the significant increase in the net credits and other offsets in the "16 Other Adjustments" expenditure category that contributed to the reduction in spending for "All Funds".

**MaineCare Update (Continued)****MaineCare Table 1 - MaineCare and Related Expenditures Detail Through 9 Months***All Funds*

Expenditure Categories	FY 2012	FY 2013	FY 2014	Chgs. FY 2013 to FY 2014	
	9 Months	9 Months	9 Months	\$	%
1 Hospital Services	\$345,451,173	\$420,617,148	\$423,902,218	3,285,070	0.8%
1A Hospital Settlements ¹	\$0	\$26,332,279	\$490,200,000	463,867,721	1761.6%
2 Residential Care	\$384,130,311	\$390,427,036	\$395,295,303	4,868,267	1.2%
3 HCBC Waivers	\$246,792,040	\$241,278,036	\$251,001,043	9,723,006	4.0%
4 Pharmacy and Related	\$245,163,896	\$226,187,434	\$240,029,864	13,842,430	6.1%
5 Medical Professionals	\$136,643,337	\$127,425,980	\$116,624,423	(10,801,557)	-8.5%
6 Medicare Crossover Payments	\$98,661,539	\$95,767,966	\$73,125,294	(22,642,672)	-23.6%
7 Mental Health Services	\$190,797,374	\$201,876,712	\$207,079,959	5,203,247	2.6%
8 Clinic Services	\$37,329,872	\$39,777,255	\$36,966,928	(2,810,327)	-7.1%
9 Home Health	\$21,349,351	\$22,216,380	\$23,828,692	1,612,311	7.3%
10 Rehabilitation Services	\$13,429,960	\$17,588,272	\$17,472,758	(115,513)	-0.7%
11 Case Management ²	\$60,675,754	\$32,050,379	\$32,302,810	252,431	0.8%
12 Certified Seed	\$18,724,962	\$17,680,107	\$17,639,744	(40,363)	-0.2%
13 Transportation Services	\$35,721,644	\$33,136,996	\$32,412,124	(724,872)	-2.2%
14 Other Services	\$8,130,879	\$8,878,608	\$9,044,616	166,009	1.9%
15 Accounting Adjustments ³	\$3,778,102	(\$67,494)	\$9,685,676	9,753,170	na
16 Other Adjustments	(\$14,515,967)	(\$21,750,397)	(\$53,258,329)	(31,507,932)	144.9%
All Funds Totals	\$1,832,264,226	\$1,879,422,698	\$2,323,353,124	443,930,426	23.6%
One-Time Adjustments ^{1,2,3}	(\$33,514,539)	(\$26,264,785)	(\$499,885,676)		
Adjusted All Funds Totals	\$1,798,749,688	\$1,853,157,913	\$1,823,467,448	(29,690,465)	-1.6%
General Fund Totals	\$621,565,179	\$591,345,990	\$598,675,920	7,329,930	1.2%
One-Time Adjustments ^{1,2,3}	(\$33,514,539)	(\$9,604,352)	(\$9,648,443)		
General Fund Adjusted Totals	\$588,050,640	\$581,741,637	\$589,027,477	7,285,839	1.3%

¹ Includes one-time hospital settlement payments in FY 2013 and FY 2014.

² Includes a one-time \$29.7 million FY 2012 targeted case management federal settlement.

³ Includes bad debt write-offs totaling \$3.8 million in FY 2012 and \$9.7 million in FY 2014.

MaineCare Caseload

MaineCare caseload data for March released by the DHHS Office of MaineCare Services (OMS) and by the DHHS Office of Family Independence (OFI) show MaineCare caseload continues to decrease. MaineCare Chart 3 shows OMS and OFI aggregate caseload data over time. The two sources count MaineCare caseload differently but have tracked consistently with the exception of the problems with the initial switchover to the Maine Integrated Health Management Solution (MIHMS) caseload data source (June to December 2011).

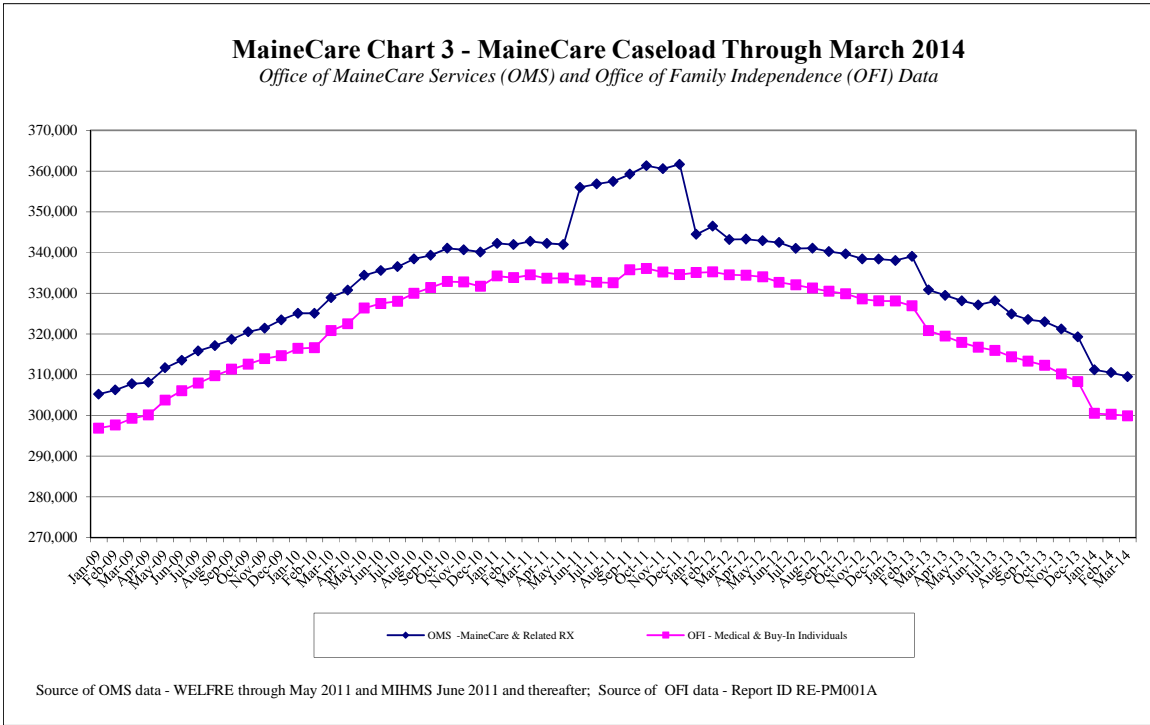
The DHHS detailed caseload data through March 2014, included in MaineCare Table 2, show the impact of the elimination of the non-categorical adult waiver

program effective December 31, 2013. MaineCare eligibility for parents with incomes from 101% to 133% of the Federal Poverty Level (FPL) also ended December 31, 2013. Because these parents will receive transitional Medicaid coverage for up to a year, beginning January 1, 2014 they (and their children – at least temporarily) are included under the “Traditional Medicaid” category on MaineCare Table 2. The childless adults who lost coverage effective December 31, 2013 are not eligible for transitional Medicaid coverage. Parents with incomes from 134% to 150% of the Federal Poverty Level (FPL) who lost coverage in March of 2013 but have been on transitional Medicaid coverage for up to a year will now be losing that transitional coverage.



MaineCare Update (Continued)

MaineCare Chart 3 - MaineCare Caseload Through March 2014
Office of MaineCare Services (OMS) and Office of Family Independence (OFI) Data





MaineCare Update (Continued)

MaineCare Table 2 - MaineCare and Related Caseload Summary								
Month	Traditional Medicaid	SCHIP Medicaid Expansion	SCHIP "Cub Care"	Medicaid Parents 101 to 150% FPL	Non-Categorical Adults ≤ 100% FPL	Medicaid Parents >150% FPL	MSP and DEL	Total
Jun-10 - May-11 Averages	239,326	10,291	5,407	20,918	16,153	6,787	41,309	340,191
Jun-11	251,147	10,110	5,835	21,465	16,629	7,715	43,090	355,991
Jul-11	251,756	10,307	5,854	21,641	16,257	7,692	43,292	356,799
Aug-11	252,163	10,434	5,841	21,809	15,853	7,752	43,610	357,462
Sep-11	250,207	10,588	5,834	22,059	18,957	7,713	43,871	359,229
Oct-11	251,932	10,874	5,825	22,566	18,819	7,862	43,437	361,315
Nov-11	252,087	10,741	5,829	21,884	18,496	7,850	43,667	360,554
Dec-11	253,016	10,943	5,817	21,977	18,023	7,929	43,940	361,645
Jan-12	253,350	10,925	5,850	22,154	17,535	7,984	45,771	363,569
<i>DHHS Revisions</i>	<i>-11,820</i>	<i>-540</i>	<i>-186</i>	<i>-1,445</i>	<i>-2,304</i>	<i>-1,015</i>	<i>-1,812</i>	<i>-19,122</i>
Revised Jan-12	241,530	10,385	5,664	20,709	15,231	6,969	43,959	344,447
Feb-12	243,780	10,216	5,725	20,736	14,846	6,990	44,162	346,455
Mar-12	244,994	10,120	5,719	20,877	14,537	7,108	45,144	348,499
<i>DHHS Revisions</i>	<i>-3,274</i>	<i>-208</i>	<i>-51</i>	<i>-406</i>	<i>-229</i>	<i>-176</i>	<i>-970</i>	<i>-5,314</i>
Revised Mar-12	241,720	9,912	5,668	20,471	14,308	6,932	44,174	343,185
Apr-12	241,764	10,106	5,608	20,854	13,888	6,867	44,202	343,289
May-12	241,794	10,076	5,642	20,768	13,460	6,874	44,266	342,880
Jun-12	241,404	10,219	5,619	21,020	13,029	6,827	44,313	342,431
Jul-12	240,225	10,021	5,545	21,225	12,820	6,752	44,411	340,999
Aug-12	240,857	9,984	5,553	21,178	12,388	6,728	44,373	341,061
Sep-12	240,176	10,130	5,529	21,233	12,050	6,676	44,434	340,228
Oct-12	239,893	10,153	5,564	21,244	11,532	6,759	44,527	339,672
Nov-12	239,071	10,235	5,576	21,122	11,074	6,726	44,642	338,446
Dec-12	239,052	10,295	5,612	21,149	10,749	6,752	44,775	338,384
Jan-13	238,974	10,299	5,608	21,177	10,378	6,711	44,893	338,040
Feb-13	241,593	9,774	5,568	20,619	10,116	6,477	44,908	339,055
Mar-13	247,354	6,311	5,154	17,077	9,857	1,740	43,316	330,809
Apr-13	248,607	5,654	5,080	16,227	9,603	780	43,552	329,503
May-13	249,013	5,403	4,987	15,621	9,335	19	43,780	328,158
June-13	248,205	5,414	4,909	15,667	9,058	10	43,871	327,134
Jul-13	249,597	5,505	4,864	15,545	8,792	0	43,817	328,120
Aug-13	246,889	5,515	4,783	15,255	8,544	0	43,888	324,874
Sep-13	245,738	5,707	4,740	15,163	8,303	0	43,892	323,543
Oct-13	245,203	5,891	4,737	15,163	8,068	0	43,933	322,995
Nov-13	243,658	5,940	4,704	15,131	7,806	0	43,993	321,232
Dec-13	242,475	5,958	4,640	14,661	7,439	0	44,111	319,284
Jan-14	254,239	4,679	4,520	4,478	4	0	43,292	311,212
Feb-14	258,223	4,448	4,413	339	0	0	43,077	310,500
Mar-14	257,211	4,799	4,348	189	0	0	42,986	309,533

Note: Beginning with its June 2011 MaineCare Caseload report, DHHS switched the source of MaineCare caseload data from the old WELFRE system to the new Maine Integrated Health Management Solution (MIHMS). The caseload data above include data from June 2011 through March 2014 compiled using the MIHMS system and data from June 2010 through May 2011 compiled using the WELFRE system. In January and March of 2012, DHHS revised its caseload count to correct for ineligible cases that had been included as eligible.

Eligibility Descriptions:

- **Traditional Medicaid** includes adults and children in receipt of a financial benefit (TANF, IV-E); aged and disabled persons in receipt of a financial benefit (SSI, SSI Supplement), institutionalized persons (NF), individuals on transitional Medicaid coverage and others not included below.
- **SCHIP (State Child Health Insurance Program) Medicaid Expansion Children (MS-CHIP)** (effective July 1998) are children with family incomes above 125/133% and up to and including 150% of the Federal Poverty Level (FPL).
- **SCHIP "Cub Care" Children** (eff. July 1998) are children with family incomes above 150% and up to and including 200% of FPL.
- **Medicaid Expansion Parents** are persons who function as the primary caretakers of dependent children and whose income is above 100% and up to and including 150% of FPL (effective September 2000); and beginning May 2005, up to and including 200% of FPL.
- **Non-Categorical Adults** (effective October 2002) are persons who are over 21 and under 65, not disabled, not the primary caretakers of dependent children and whose income is not more than 100% of FPL.
- **Medicare Savings Program (MSP) and DEL** include persons eligible for Medicaid, but not for "full benefits" (e. g., QMB, SLMB, QI) who meet the criteria for participation in DEL and/ or MSP.

**General Fund Revenue
Fiscal Year Ending June 30, 2014 (FY 2014)
March 2014 Revenue Variance Report**

Revenue Category				Fiscal Year-To-Date					FY 2014 Budgeted Totals
	March '14 Budget	March '14 Actual	March '14 Variance	Budget	Actual	Variance	Variance %	% Change from Prior Year	
Sales and Use Tax	69,719,336	72,786,213	3,066,877	729,607,301	732,433,193	2,825,892	0.4%	11.5%	1,108,677,783
Service Provider Tax	4,016,101	3,926,916	(89,185)	32,357,362	32,266,835	(90,527)	-0.3%	-1.6%	49,317,427
Individual Income Tax	37,982,431	57,322,877	19,340,446	878,059,078	897,398,155	19,339,077	2.2%	-6.7%	1,380,685,000
Corporate Income Tax	22,344,731	25,493,604	3,148,873	109,706,958	112,858,520	3,151,562	2.9%	8.5%	169,706,958
Cigarette and Tobacco Tax	10,291,414	9,953,304	(338,110)	101,127,071	101,388,711	261,640	0.3%	-0.9%	135,900,000
Insurance Companies Tax	15,030,505	15,335,725	305,220	29,085,232	29,312,437	227,205	0.8%	3.4%	80,715,000
Estate Tax	2,659,365	2,526,915	(132,450)	14,405,016	14,110,756	(294,260)	-2.0%	-61.2%	27,553,982
Other Taxes and Fees *	19,698,268	19,071,362	(626,906)	96,429,392	97,655,406	1,226,014	1.3%	-3.6%	128,459,912
Fines, Forfeits and Penalties	1,997,968	2,597,814	599,846	17,598,214	17,488,357	(109,857)	-0.6%	-1.3%	23,468,666
Income from Investments	(6,642)	7,066	13,708	173,881	186,928	13,047	7.5%	98.2%	132,523
Transfer from Lottery Commission	5,144,240	4,767,258	(376,982)	40,125,000	38,900,063	(1,224,937)	-3.1%	-0.8%	53,500,000
Transfers to Tax Relief Programs *	(1,114,633)	(2,205,531)	(1,090,898)	(61,863,763)	(64,774,464)	(2,910,701)	-4.7%	40.0%	(62,258,370)
Transfers for Municipal Revenue Sharing	(1,325,447)	(1,503,213)	(177,766)	(46,618,662)	(46,783,676)	(165,014)	-0.4%	30.6%	(64,904,675)
Other Revenue *	4,369,450	3,712,418	(657,032)	16,401,050	16,387,087	(13,963)	-0.1%	16.1%	43,200,283
Totals	190,807,087	213,792,728	22,985,641	1,956,593,130	1,978,828,308	22,235,178	1.1%	3.1%	3,074,154,489

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

General Fund Revenue
Fiscal Year Ending June 30, 2014 (FY 2014)
March 2014 Revenue Variance Report

Revenue Category				Fiscal Year-To-Date					FY 2014 Budgeted Totals
	March '14 Budget	March '14 Actual	March '14 Variance	Budget	Actual	Variance	Variance %	% Change from Prior Year	
Detail of Other Taxes and Fees:									
- Property Tax - Unorganized Territory	0	0	0	11,970,000	11,999,965	29,965	0.3%	24.3%	13,584,806
- Real Estate Transfer Tax	513,903	612,912	99,009	5,989,276	6,989,769	1,000,493	16.7%	7.1%	9,176,840
- Liquor Taxes and Fees	1,757,158	1,551,264	(205,894)	15,532,750	15,868,427	335,677	2.2%	4.3%	20,818,837
- Corporation Fees and Licenses	1,308,800	1,263,247	(45,553)	3,325,129	3,538,314	213,185	6.4%	2.6%	8,313,649
- Telecommunication Excise Tax	8,000,000	8,015,674	15,674	8,000,000	6,849,825	(1,150,175)	-14.4%	1886.6%	8,000,000
- Finance Industry Fees	2,028,653	2,574,330	545,677	19,265,942	20,659,880	1,393,938	7.2%	7.7%	25,351,990
- Milk Handling Fee	91,240	83,769	(7,471)	839,540	832,068	(7,472)	-0.9%	-58.8%	1,113,256
- Racino Revenue	732,706	664,438	(68,268)	6,759,752	6,482,948	(276,804)	-4.1%	-40.3%	8,957,869
- Boat, ATV and Snowmobile Fees	168,522	147,494	(21,028)	2,587,409	2,483,451	(103,958)	-4.0%	-1.2%	4,523,561
- Hunting and Fishing License Fees	863,693	724,489	(139,204)	11,924,677	12,133,436	208,759	1.8%	3.5%	16,101,822
- Other Miscellaneous Taxes and Fees	4,233,593	3,433,745	(799,848)	10,234,917	9,817,323	(417,594)	-4.1%	-52.1%	12,517,282
Subtotal - Other Taxes and Fees	19,698,268	19,071,362	(626,906)	96,429,392	97,655,406	1,226,014	1.3%	-3.6%	128,459,912
Detail of Other Revenue:									
- Liquor Sales and Operations	3,195	2,850	(345)	16,104	30,290	14,186	88.1%	60.3%	10,000,196
- Targeted Case Management (DHHS)	176,027	115,336	(60,691)	1,584,249	1,438,896	(145,353)	-9.2%	-11.6%	2,112,332
- State Cost Allocation Program	1,817,342	1,409,554	(407,788)	13,853,208	14,073,327	220,119	1.6%	21.0%	18,296,833
- Unclaimed Property Transfer	0	0	0	0	0	0	N/A	N/A	6,015,000
- Tourism Transfer	0	0	0	(10,381,884)	(10,381,884)	0	0.0%	-4.5%	(10,381,884)
- Transfer to Maine Milk Pool	0	0	0	0	0	0	N/A	100.0%	0
- Transfer to STAR Transportation Fund	0	0	0	(6,069,901)	(6,069,901)	0	0.0%	1.1%	(6,069,901)
- Other Miscellaneous Revenue	2,372,886	2,184,678	(188,208)	17,399,274	17,296,359	(102,915)	-0.6%	-6.2%	23,227,707
Subtotal - Other Revenue	4,369,450	3,712,418	(657,032)	16,401,050	16,387,087	(13,963)	-0.1%	16.1%	43,200,283
Detail of Transfers to Tax Relief Programs:									
- Me. Resident Prop. Tax Program (Circuitbreaker)	(1,000)	1,095	2,095	(759,484)	(751,892)	7,592	1.0%	98.0%	(760,000)
- BETR - Business Equipment Tax Reimb.	(1,095,304)	(2,172,769)	(1,077,465)	(37,175,356)	(40,146,655)	(2,971,299)	-8.0%	17.8%	(37,569,447)
- BETE - Municipal Bus. Equip. Tax Reimb.	(18,329)	(33,857)	(15,528)	(23,928,923)	(23,875,916)	53,007	0.2%	-14.8%	(23,928,923)
Subtotal - Tax Relief Transfers	(1,114,633)	(2,205,531)	(1,090,898)	(61,863,763)	(64,774,464)	(2,910,701)	-4.7%	40.0%	(62,258,370)
Inland Fisheries and Wildlife Revenue - Total	1,097,923	985,763	(112,160)	15,232,743	15,540,695	307,952	2.0%	2.7%	21,535,212

Highway Fund Revenue Fiscal Year Ending June 30, 2014 (FY 2014) March 2014 Revenue Variance Report

Revenue Category				Fiscal Year-To-Date					FY 2014 Budgeted Totals
	March '14 Budget	March '14 Actual	March '14 Variance	Budget	Actual	Variance	% Variance	% Change from Prior Year	
Fuel Taxes:									
- Gasoline Tax	13,020,610	14,058,038	1,037,428	129,052,304	131,493,163	2,440,859	1.9%	1.5%	190,780,000
- Special Fuel and Road Use Taxes	3,320,528	4,736,174	1,415,646	29,279,076	31,801,308	2,522,232	8.6%	5.6%	42,980,000
- Transcap Transfers - Fuel Taxes	(1,200,818)	(1,445,019)	(244,201)	(13,192,306)	(13,683,539)	(491,233)	-3.7%	-2.8%	(17,174,186)
- Other Fund Gasoline Tax Distributions	(325,606)	(351,549)	(25,943)	(3,648,583)	(3,712,153)	(63,570)	-1.7%	-1.2%	(4,770,837)
Subtotal - Fuel Taxes	14,814,714	16,997,643	2,182,929	141,490,491	145,898,780	4,408,289	3.1%	2.2%	211,814,977
Motor Vehicle Registration and Fees:									
- Motor Vehicle Registration Fees	5,389,556	5,325,449	(64,107)	46,083,809	46,262,510	178,701	0.4%	0.7%	65,659,536
- License Plate Fees	302,384	335,836	33,452	2,370,349	2,513,694	143,345	6.0%	3.7%	3,351,681
- Long-term Trailer Registration Fees	2,288,649	910,145	(1,378,504)	7,910,343	7,851,327	(59,017)	-0.7%	-5.0%	9,384,523
- Title Fees	1,003,885	1,232,967	229,082	9,488,584	9,587,767	99,183	1.0%	-37.9%	12,843,660
- Motor Vehicle Operator License Fees	746,040	694,325	(51,716)	6,034,583	5,968,709	(65,874)	-1.1%	-5.9%	8,254,407
- Transcap Transfers - Motor Vehicle Fees	(3,396,305)	(3,280,840)	115,465	(11,004,931)	(11,032,110)	(27,179)	-0.2%	13.9%	(15,398,687)
Subtotal - Motor Vehicle Reg. & Fees	6,334,209	5,217,881	(1,116,328)	60,882,737	61,151,897	269,160	0.4%	-6.8%	84,095,120
Motor Vehicle Inspection Fees	665	218,321	217,656	2,281,720	2,268,340	(13,380)	-0.6%	-0.3%	2,982,500
Other Highway Fund Taxes and Fees	73,841	102,760	28,919	887,577	878,107	(9,470)	-1.1%	1.7%	1,298,729
Fines, Forfeits and Penalties	79,047	65,367	(13,680)	753,573	731,502	(22,071)	-2.9%	-6.6%	1,007,998
Interest Earnings	2,039	6,750	4,711	38,039	42,750	4,711	12.4%	-28.2%	52,553
Other Highway Fund Revenue	490,467	838,003	347,536	7,382,847	7,546,409	163,562	2.2%	6.5%	9,015,334
Totals	21,794,982	23,446,725	1,651,743	213,716,984	218,517,785	4,800,801	2.2%	-0.4%	310,267,211