

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2007

| Source | FY04 Actual | % Chg. | FY05 Actual | % Chg. | FY06 Actual | % Chg. | FY07 Actual | % Chg. | FY07 Budget | FY07 Variance | % Var. |
|-------------------------------------|----------------------|--------------|----------------------|-------------|----------------------|-------------|----------------------|-------------|----------------------|-------------------|-------------|
| Sales and Use Tax | 917,243,245 | 7.0% | 896,576,322 | -2.3% | 946,174,276 | 5.5% | 971,455,721 | 2.7% | 974,740,367 | (3,284,646) | -0.3% |
| Service Provider Tax | 0 | N/A | 44,645,517 | N/A | 47,028,430 | 5.3% | 49,400,532 | 5.0% | 48,911,765 | 488,767 | 1.0% |
| Individual Income Tax * | 1,156,715,909 | 7.9% | 1,270,225,329 | 9.8% | 1,254,506,663 | -1.2% | 1,353,934,495 | 7.9% | 1,347,436,142 | 6,498,353 | 0.5% |
| Corporate Income Tax | 111,616,051 | 22.4% | 135,862,913 | 21.7% | 188,015,558 | 38.4% | 183,851,533 | -2.2% | 172,038,386 | 11,813,147 | 6.9% |
| Cigarette and Tobacco Tax | 96,604,646 | -1.8% | 96,350,704 | -0.3% | 156,951,370 | 62.9% | 158,953,466 | 1.3% | 158,502,981 | 450,485 | 0.3% |
| Public Utilities Tax | 27,991,188 | -4.4% | 25,403,214 | -9.2% | 20,627,030 | -18.8% | 16,317,029 | -20.9% | 16,891,746 | (574,717) | -3.4% |
| Insurance Companies Tax | 72,206,153 | 1.6% | 75,669,053 | 4.8% | 76,065,864 | 0.5% | 74,452,542 | -2.1% | 76,336,389 | (1,883,847) | -2.5% |
| Estate Tax | 32,075,501 | 5.1% | 32,255,727 | 0.6% | 75,330,514 | 133.5% | 54,820,038 | -27.2% | 55,465,498 | (645,460) | -1.2% |
| Prop. Tax - Unorganized Territory | 10,709,308 | 7.8% | 10,622,666 | -0.8% | 11,559,305 | 8.8% | 11,376,293 | -1.6% | 11,597,312 | (221,019) | -1.9% |
| Income from Investments | 2,310,207 | -1.5% | 5,854,625 | 153.4% | 8,271,869 | 41.3% | 1,215,836 | -85.3% | 1,517,319 | (301,483) | -19.9% |
| Transfer to Municipal Rev. Sharing | (111,464,335) | -8.2% | (119,712,814) | -7.4% | (124,222,180) | -3.8% | (130,490,756) | -5.0% | (129,699,458) | (791,298) | 0.6% |
| Transfer from Lottery Commission | 41,272,645 | 4.6% | 49,328,102 | 19.5% | 50,879,647 | 3.1% | 50,624,741 | -0.5% | 50,334,250 | 290,491 | 0.6% |
| Other Revenues ** | 326,259,040 | 66.2% | 267,763,694 | -17.9% | 220,637,339 | -17.6% | 223,683,920 | 1.4% | 220,834,877 | 2,849,043 | 1.3% |
| Total - General Fund Revenue | 2,683,539,557 | 12.1% | 2,790,845,053 | 4.0% | 2,931,825,687 | 5.1% | 3,019,595,389 | 3.0% | 3,004,907,574 | 14,687,815 | 0.5% |

Change in Biennial Totals

* Detail of Property Tax Reimbursement Programs Deducted from Individual Income Tax Revenue

| | | | | | | | | | | | |
|--|--|--|--------------|-----|--------------|--------|--------------|-------|--------------|---------|-------|
| - Maine Resident Property Tax Program | | | (26,030,227) | N/A | (42,796,070) | -64.4% | (44,440,759) | -3.8% | (44,957,021) | 516,262 | -1.1% |
| - Business Equipment Tax Reimbursement (BETR) | | | 0 | N/A | (67,065,810) | N/A | (66,553,092) | 0.8% | (67,000,708) | 447,616 | -0.7% |
| - Municipal Business Equipment Tax Reimbursement | | | 0 | N/A | 0 | N/A | 0 | N/A | 0 | 0 | N/A |

** Detail of Other Revenues:

| | | | | | | | | | | | |
|------------------------------------|-------------|--------|-------------|--------|-------------|--------|--------------|---------|--------------|-------------|--------|
| - Real Estate Transfer Tax | 22,196,221 | 106.1% | 24,113,439 | 8.6% | 24,595,580 | 2.0% | 22,206,638 | -9.7% | 22,309,074 | (102,436) | -0.5% |
| - Milk Handling Fee | 0 | N/A | 0 | N/A | 1,867,527 | N/A | 2,561,972 | 37.2% | 2,430,175 | 131,797 | 5.4% |
| - Liquor Sales and Operations | 102,182,743 | 291.9% | 49,845,027 | -51.2% | 2,560,044 | -94.9% | 4,440,935 | 73.5% | 4,400,000 | 40,935 | 0.9% |
| - Liquor Taxes and Fees | 17,485,024 | 2.0% | 17,432,377 | -0.3% | 18,814,733 | 7.9% | 20,283,406 | 7.8% | 19,964,727 | 318,679 | 1.6% |
| - Finance Industry Fees | 9,572,280 | 3.0% | 18,641,800 | 94.7% | 20,471,110 | 9.8% | 22,004,030 | 7.5% | 21,567,380 | 436,650 | 2.0% |
| - Corporation Fees & Licenses | 3,600,455 | 3.4% | 5,637,743 | 56.6% | 6,385,451 | 13.3% | 6,639,084 | 4.0% | 5,815,012 | 824,072 | 14.2% |
| - Hunting and Fishing License Fees | 16,898,278 | 21.1% | 16,691,165 | -1.2% | 16,840,079 | 0.9% | 16,401,841 | -2.6% | 15,705,573 | 696,268 | 4.4% |
| - Boat, ATV and Snowmobile Fees | 3,974,546 | 60.0% | 4,148,936 | 4.4% | 3,477,043 | -16.2% | 4,162,079 | 19.7% | 3,636,271 | 525,808 | 14.5% |
| - Parimutuel and Gaming Revenue | 1,036,539 | -4.6% | 1,362,611 | 31.5% | 5,262,230 | 286.2% | 8,604,917 | 63.5% | 8,389,322 | 215,595 | 2.6% |
| - Fines, Forfeits and Penalties | 38,219,275 | 41.6% | 35,506,972 | -7.1% | 37,781,055 | 6.4% | 41,415,132 | 9.6% | 41,918,483 | (503,351) | -1.2% |
| - Targeted Case Management (HHS) | 34,762,095 | 4.6% | 34,518,055 | -0.7% | 25,687,188 | -25.6% | 23,550,288 | -8.3% | 23,609,894 | (59,606) | -0.3% |
| - HHS Services Rendered | 9,481,895 | 89.2% | 7,966,194 | -16.0% | 9,613,394 | 20.7% | 11,125,914 | 15.7% | 11,681,023 | (555,109) | -4.8% |
| - State Cost Allocation Program | 10,438,262 | -5.0% | 12,891,574 | 23.5% | 13,281,561 | 3.0% | 15,428,622 | 16.2% | 14,592,926 | 835,696 | 5.7% |
| - Unclaimed Property Transfer | 16,763,948 | 104.9% | 10,000,000 | -40.3% | 14,880,517 | 48.8% | 10,499,528 | -29.4% | 13,703,693 | (3,204,165) | -23.4% |
| - Tourism Transfer | (7,213,282) | N/A | (7,554,190) | -4.7% | (7,762,689) | -2.8% | (8,221,338) | -5.9% | (8,221,338) | 0 | 0.0% |
| - Transfer to Maine Milk Pool | 0 | N/A | 0 | N/A | (2,616,160) | N/A | (10,158,802) | -288.3% | (10,997,887) | 839,085 | -7.6% |
| - Other Miscellaneous | 46,860,761 | 69.5% | 36,561,993 | -22.0% | 29,498,676 | -19.3% | 32,739,674 | 11.0% | 30,330,549 | 2,409,125 | 7.9% |
| IF&W Total Revenue *** | 21,902,902 | 24.5% | 21,817,659 | -0.4% | 21,530,955 | -1.3% | 21,663,828 | 0.6% | 20,764,533 | 899,295 | 4.3% |

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

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2007

| Source | FY08 Budget | % Chg. | Recom. Chg. | FY08 Revised | % Chg. | FY09 Budget | % Chg. | Recom. Chg. | FY09 Revised | % Chg. |
|-------------------------------------|----------------------|-------------|---------------------|----------------------|-------------|----------------------|-------------|---------------------|----------------------|-------------|
| Sales and Use Tax | 1,006,131,180 | 3.6% | (21,066,117) | 985,065,063 | 1.4% | 1,049,672,596 | 4.3% | (19,584,072) | 1,030,088,524 | 4.6% |
| Service Provider Tax | 51,181,910 | 3.6% | 0 | 51,181,910 | 3.6% | 53,452,742 | 4.4% | 0 | 53,452,742 | 4.4% |
| Individual Income Tax * | 1,382,788,225 | 2.1% | 18,165,000 | 1,400,953,225 | 3.5% | 1,413,322,780 | 2.2% | (338,000) | 1,412,984,780 | 0.9% |
| Corporate Income Tax | 202,052,405 | 9.9% | (7,452,405) | 194,600,000 | 5.8% | 207,265,494 | 2.6% | (7,281,196) | 199,984,298 | 2.8% |
| Cigarette and Tobacco Tax | 163,774,241 | 3.0% | (6,068,061) | 157,706,180 | -0.8% | 162,497,725 | -0.8% | (6,409,223) | 156,088,502 | -1.0% |
| Public Utilities Tax | 17,476,987 | 7.1% | 0 | 17,476,987 | 7.1% | 16,464,397 | -5.8% | 0 | 16,464,397 | -5.8% |
| Insurance Companies Tax | 76,751,673 | 3.1% | 0 | 76,751,673 | 3.1% | 77,169,754 | 0.5% | 0 | 77,169,754 | 0.5% |
| Estate Tax | 45,258,169 | -17.4% | 0 | 45,258,169 | -17.4% | 52,424,974 | 15.8% | (1,715,301) | 50,709,673 | 12.0% |
| Prop. Tax - Unorganized Territory | 12,263,986 | 7.8% | 348,000 | 12,611,986 | 10.9% | 12,653,336 | 3.2% | (300,000) | 12,353,336 | -2.1% |
| Income from Investments | 1,424,000 | 17.1% | (522,429) | 901,571 | -25.8% | (3,502,253) | -345.9% | (522,429) | (4,024,682) | -546.4% |
| Transfer to Municipal Rev. Sharing | (134,749,842) | -3.3% | 528,030 | (134,221,812) | -2.9% | (139,489,447) | -3.5% | 1,387,367 | (138,102,080) | -2.9% |
| Transfer from Lottery Commission | 49,834,250 | -1.6% | 0 | 49,834,250 | -1.6% | 49,834,250 | 0.0% | 0 | 49,834,250 | 0.0% |
| Other Revenues ** | 231,506,341 | 3.5% | (21,705,105) | 209,801,236 | -6.2% | 242,151,596 | 4.6% | (22,625,429) | 219,526,167 | 4.6% |
| Total - General Fund Revenue | 3,105,693,525 | 2.9% | (37,773,087) | 3,067,920,438 | 1.6% | 3,193,917,944 | 2.8% | (57,388,283) | 3,136,529,661 | 2.2% |
| Change in Biennial Totals | | | | | | | | (95,161,370) | | |

*** Detail of Property Tax Reimbursement Programs Deducted from Individual Income Tax Revenue**

| | | | | | | | | | | |
|--|--------------|-------|---|--------------|-------|--------------|-------|---|--------------|-------|
| - Maine Resident Property Tax Program | (46,253,766) | -4.1% | 0 | (46,253,766) | -4.1% | (47,573,249) | -2.9% | 0 | (47,573,249) | -2.9% |
| - BETR - Business Equipment Tax Reimb. | (68,490,826) | -2.9% | 0 | (68,490,826) | -2.9% | (69,059,334) | -0.8% | 0 | (69,059,334) | -0.8% |
| - Municipal Business Equip. Tax Reimb. | 0 | N/A | 0 | 0 | N/A | (11,373,516) | N/A | 0 | (11,373,516) | N/A |

**** Detail of Other Revenues:**

| | | | | | | | | | | |
|------------------------------------|-------------|--------|--------------|-------------|--------|-------------|-------|--------------|-------------|---------|
| - Real Estate Transfer Tax | 19,565,275 | -11.9% | 0 | 19,565,275 | -11.9% | 20,314,869 | 3.8% | 0 | 20,314,869 | 3.8% |
| - Milk Handling Fee | 2,186,383 | -14.7% | (1,627,565) | 558,818 | -78.2% | 2,381,714 | 8.9% | 0 | 2,381,714 | 326.2% |
| - Liquor Sales and Operations | 4,500,000 | 1.3% | 0 | 4,500,000 | 1.3% | 4,500,000 | 0.0% | 0 | 4,500,000 | 0.0% |
| - Liquor Taxes and Fees | 20,042,626 | -1.2% | 0 | 20,042,626 | -1.2% | 20,122,424 | 0.4% | 0 | 20,122,424 | 0.4% |
| - Finance Industry Fees | 20,565,980 | -6.5% | 1,000,000 | 21,565,980 | -2.0% | 20,565,980 | 0.0% | 800,000 | 21,365,980 | -0.9% |
| - Corporation Fees & Licenses | 6,079,012 | -8.4% | 567,000 | 6,646,012 | 0.1% | 6,343,012 | 4.3% | 1,124,000 | 7,467,012 | 12.4% |
| - Hunting and Fishing License Fees | 16,240,944 | -1.0% | 0 | 16,240,944 | -1.0% | 16,249,867 | 0.1% | 0 | 16,249,867 | 0.1% |
| - Boat, ATV and Snowmobile Fees | 3,636,271 | -12.6% | 0 | 3,636,271 | -12.6% | 3,636,271 | 0.0% | 0 | 3,636,271 | 0.0% |
| - Parimutuel and Gaming Revenue | 8,241,185 | -4.2% | 389,991 | 8,631,176 | 0.3% | 12,273,849 | 48.9% | 550,462 | 12,824,311 | 48.6% |
| - Fines, Forfeits and Penalties | 41,112,968 | -0.7% | 70,000 | 41,182,968 | -0.6% | 41,187,968 | 0.2% | 100,000 | 41,287,968 | 0.3% |
| - Targeted Case Management (HHS) | 23,609,894 | 0.3% | (3,564,887) | 20,045,007 | -14.9% | 23,609,894 | 0.0% | (3,564,887) | 20,045,007 | 0.0% |
| - HHS Services Rendered | 11,674,083 | 4.9% | (7,310,476) | 4,363,607 | -60.8% | 11,674,083 | 0.0% | (7,310,476) | 4,363,607 | 0.0% |
| - State Cost Allocation Program | 15,640,940 | 1.4% | (500,000) | 15,140,940 | -1.9% | 17,566,608 | 12.3% | 0 | 17,566,608 | 16.0% |
| - Unclaimed Property Transfer | 22,919,205 | 118.3% | (13,143,836) | 9,775,369 | -6.9% | 25,295,723 | 10.4% | (15,520,354) | 9,775,369 | 0.0% |
| - Tourism Transfer | (8,607,905) | -4.7% | (100,532) | (8,708,437) | -5.9% | (8,999,364) | -4.5% | 87,780 | (8,911,584) | -2.3% |
| - Transfer to Maine Milk Pool | (2,156,500) | 78.8% | 1,809,240 | (347,260) | 96.6% | (2,338,875) | -8.5% | 0 | (2,338,875) | -573.5% |
| - Other Miscellaneous | 26,255,980 | -19.8% | 705,960 | 26,961,940 | -17.6% | 27,767,573 | 5.8% | 1,108,046 | 28,875,619 | 7.1% |
| IF&W Total Revenue *** | 21,307,749 | -1.6% | (9,129) | 21,298,620 | -1.7% | 21,322,884 | 0.1% | (1,877) | 21,321,007 | 0.1% |

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

GENERAL FUND REVENUE

REVENUE FORECASTING COMMITTEE RECOMMENDATIONS - DECEMBER 2007

| Source | FY10 Projection | % Chg. | Recom. Chg. | FY10 Revised | % Chg. | FY11 Projection | % Chg. | Recom. Chg. | FY11 Revised | % Chg. |
|-------------------------------------|----------------------|-------------|---------------------|----------------------|-------------|----------------------|-------------|----------------------|----------------------|-------------|
| Sales and Use Tax | 1,090,008,927 | 3.8% | (10,640,919) | 1,079,368,008 | 4.8% | 1,134,849,421 | 4.1% | (5,264,777) | 1,129,584,645 | 4.7% |
| Service Provider Tax | 55,590,852 | 4.0% | 0 | 55,590,852 | 4.0% | 57,814,486 | 4.0% | 0 | 57,814,486 | 4.0% |
| Individual Income Tax * | 1,464,804,735 | 3.6% | (32,618,000) | 1,432,186,735 | 1.4% | 1,513,103,033 | 3.3% | (52,051,000) | 1,461,052,033 | 2.0% |
| Corporate Income Tax | 215,078,797 | 3.8% | (10,903,484) | 204,175,313 | 2.1% | 236,932,049 | 10.2% | (32,732,049) | 204,200,000 | 0.0% |
| Cigarette and Tobacco Tax | 160,974,240 | -0.9% | (6,620,207) | 154,354,033 | -1.1% | 159,533,127 | -0.9% | (6,751,011) | 152,782,116 | -1.0% |
| Public Utilities Tax | 15,451,807 | -6.2% | 0 | 15,451,807 | -6.2% | 15,251,807 | -1.3% | 0 | 15,251,807 | -1.3% |
| Insurance Companies Tax | 77,594,734 | 0.6% | 0 | 77,594,734 | 0.6% | 78,021,464 | 0.5% | 0 | 78,021,464 | 0.5% |
| Estate Tax | 57,446,350 | 9.6% | (2,877,102) | 54,569,248 | 7.6% | 5,389,708 | -90.6% | (244,373) | 5,145,335 | -90.6% |
| Prop. Tax - Unorganized Territory | 13,039,356 | 3.1% | (300,000) | 12,739,356 | 3.1% | 13,437,280 | 3.1% | (300,000) | 13,137,280 | 3.1% |
| Income from Investments | 1,424,000 | 140.7% | (522,429) | 901,571 | 122.4% | 1,424,000 | 0.0% | (522,429) | 901,571 | 0.0% |
| Transfer to Municipal Rev. Sharing | (148,045,130) | -6.1% | 2,816,445 | (145,228,685) | -5.2% | (154,449,623) | -4.3% | 4,682,487 | (149,767,136) | -3.1% |
| Transfer from Lottery Commission | 49,834,250 | 0.0% | 0 | 49,834,250 | 0.0% | 49,834,250 | 0.0% | 0 | 49,834,250 | 0.0% |
| Other Revenues ** | 238,542,132 | -1.5% | (23,686,580) | 214,855,552 | -2.1% | 243,303,225 | 2.0% | (24,394,735) | 218,908,490 | 1.9% |
| Total - General Fund Revenue | 3,291,745,050 | 3.1% | (85,352,276) | 3,206,392,774 | 2.2% | 3,354,444,227 | 1.9% | (117,577,887) | 3,236,866,340 | 1.0% |
| Change in Biennial Totals | | | | | | | | (202,930,163) | | |

*** Detail of Property Tax Reimbursement Programs Deducted from Individual Income Tax Revenue**

| | | | | | | | | | | |
|--|--------------|--------|---|--------------|--------|--------------|--------|---|--------------|--------|
| - Maine Resident Property Tax Program | (48,073,804) | -1.1% | 0 | (48,073,804) | -1.1% | (50,473,026) | -5.0% | 0 | (50,473,026) | -5.0% |
| - BETR - Business Equipment Tax Reimb. | (65,653,487) | 4.9% | 0 | (65,653,487) | 4.9% | (60,047,934) | 8.5% | 0 | (60,047,934) | 8.5% |
| - Municipal Business Equip. Tax Reimb. | (21,538,412) | -89.4% | 0 | (21,538,412) | -89.4% | (27,486,069) | -27.6% | 0 | (27,486,069) | -27.6% |

**** Detail of Other Revenues:**

| | | | | | | | | | | |
|------------------------------------|-------------|--------|--------------|-------------|--------|-------------|-------|--------------|-------------|-------|
| - Real Estate Transfer Tax | 16,907,180 | -16.8% | 0 | 16,907,180 | -16.8% | 18,867,770 | 11.6% | 0 | 18,867,770 | 11.6% |
| - Milk Handling Fee | 2,381,714 | 0.0% | 0 | 2,381,714 | 0.0% | 2,381,714 | 0.0% | 0 | 2,381,714 | 0.0% |
| - Liquor Sales and Operations | 4,500,000 | 0.0% | 0 | 4,500,000 | 0.0% | 4,500,000 | 0.0% | 0 | 4,500,000 | 0.0% |
| - Liquor Taxes and Fees | 20,203,342 | 0.4% | 0 | 20,203,342 | 0.4% | 20,285,996 | 0.4% | 0 | 20,285,996 | 0.4% |
| - Finance Industry Fees | 20,565,980 | 0.0% | 800,000 | 21,365,980 | 0.0% | 20,565,980 | 0.0% | 800,000 | 21,365,980 | 0.0% |
| - Corporation Fees & Licenses | 6,343,012 | 0.0% | 1,681,000 | 8,024,012 | 7.5% | 6,343,012 | 0.0% | 2,248,000 | 8,591,012 | 7.1% |
| - Hunting and Fishing License Fees | 16,249,867 | 0.0% | 0 | 16,249,867 | 0.0% | 16,249,867 | 0.0% | 0 | 16,249,867 | 0.0% |
| - Boat, ATV and Snowmobile Fees | 3,636,271 | 0.0% | 0 | 3,636,271 | 0.0% | 3,636,271 | 0.0% | 0 | 3,636,271 | 0.0% |
| - Parimutuel and Gaming Revenue | 13,406,703 | 9.2% | 167,921 | 13,574,624 | 5.9% | 13,978,541 | 4.3% | 179,414 | 14,157,955 | 4.3% |
| - Fines, Forfeits and Penalties | 41,201,968 | 0.0% | 150,000 | 41,351,968 | 0.2% | 41,206,968 | 0.0% | 200,000 | 41,406,968 | 0.1% |
| - Targeted Case Management (HHS) | 23,609,894 | 0.0% | (3,564,887) | 20,045,007 | 0.0% | 23,609,894 | 0.0% | (3,564,887) | 20,045,007 | 0.0% |
| - HHS Services Rendered | 11,674,083 | 0.0% | (7,310,476) | 4,363,607 | 0.0% | 11,674,083 | 0.0% | (7,310,476) | 4,363,607 | 0.0% |
| - State Cost Allocation Program | 16,442,672 | -6.4% | 0 | 16,442,672 | -6.4% | 17,447,328 | 6.1% | 0 | 17,447,328 | 6.1% |
| - Unclaimed Property Transfer | 26,558,879 | 5.0% | (16,783,510) | 9,775,369 | 0.0% | 27,885,143 | 5.0% | (18,109,774) | 9,775,369 | 0.0% |
| - Tourism Transfer | (9,418,380) | -4.7% | 52,699 | (9,365,681) | -5.1% | (9,847,824) | -4.6% | 36,024 | (9,811,800) | -4.8% |
| - Transfer to Maine Milk Pool | (2,338,875) | 0.0% | 0 | (2,338,875) | 0.0% | (2,338,875) | 0.0% | 0 | (2,338,875) | 0.0% |
| - Other Miscellaneous | 26,617,822 | -4.1% | 1,120,673 | 27,738,495 | -3.9% | 26,857,357 | 0.9% | 1,126,964 | 27,984,321 | 0.9% |
| IF&W Total Revenue *** | 21,328,954 | 0.0% | 750 | 21,329,704 | 0.0% | 21,335,119 | 0.0% | 41 | 21,335,160 | 0.0% |

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