

**DEPARTMENT OF ADMINISTRATIVE AND FINANCIAL SERVICES
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M E M O R A N D U M

TO: Governor Janet T. Mills
Members, Legislative Council
Members, Joint Standing Committee on Appropriations and Financial Affairs
Members, Joint Standing Committee on Taxation

FROM: Commissioner Elaine Clark
Department of Administrative and Financial Services

DATE: March 31, 2026

SUBJECT: Revenues – February 2026

February General Fund revenues were under budget by \$40.2 million (19.2 percent) and are under budget for the fiscal year by \$111.8 million (3.1 percent). Almost all the February and fiscal year-to-date (FYTD) negative variance is from individual income tax refunds, which were over budget (negative variance) for the month by \$35.8 million and for the fiscal year by \$93.5 million. February 2026 General Fund revenues were \$9.0 million (5.0 percent) lower than February 2025. Through the first eight months of the fiscal year, General Fund revenues are 0.3 percent below the same period of fiscal year 2025. Note, the February Controller’s Report has not been updated for the new revenue forecast released by the Revenue Forecasting Committee (RFC) on March 1st. Budgeted amounts in the March Controller’s Report will be updated for the new revenue forecast.

Sales and Use Taxes

Effective January 1, 2026 several changes were made to the Sales and Use Tax, (1) the Service Provider Tax (SPT) was repealed and its tax base subject to the general sales tax rate of 5.5%, (2) the sales tax base was further expanded by adding a new tax on digital streaming services, and (3) the sales tax rate on adult-use cannabis was increased from 10% to 14%. These changes resulted in year-over-year (YOY) growth of 8.5 percent in February sales tax receipts and 5.8 percent in YOY revenue growth compared to total sales and SPT revenue last February. The December 1st Revenue Forecasting Committee (RFC) forecast assumed YOY sales tax revenue growth of 7.1 percent in February. Revenue was over budget for the month by \$2.1 million (1.3 percent) and is under budget for the fiscal year by \$10.6 million (0.6 percent).

Most of the YOY taxable sales growth from the 5.5% general sales tax base came from the other retail (10.4 percent) category, which is likely because most of the sales subject to the new tax on streaming services was from businesses filing in the other retail category. Both building supply stores and automobile dealerships sales taxed at the 5.5% tax rate decreased in February by 13.3 percent and 2.2 percent, respectively. Lodging sales taxed at the 9% rate were down YOY by 1.8 percent and restaurant sales tax receipts taxed at the 8% rate increased YOY by 3.8 percent.

Taxable Sales

Total taxable sales for the month of January (February revenue) were 0.3 percent higher than in January 2025. The rate of change over the 12-month period ending in January was 1.9 percent, below inflation as measured by the Consumer Price Index (2.5%), but greater than the 1.1 percent inflation in the price of taxable goods over the last year. Building supply sales decreased 14.1 percent for the month and were down 1.9 percent over the last 12 months. Sales of taxable items in food stores increased 3.9 percent for the month and were up over the last 12 months by 0.9 percent. General merchandise sales (primarily sales of goods sold in large department and discount stores) increased 1.0 percent for the month and were up 0.7 percent for the year. Sales in other retail stores such as jewelry, drug, sporting goods, book, antique, pet, photo, toy, and craft stores increased 3.0 percent for the month and were up 4.6 percent for the year. Auto/transportation sector sales decreased 1.7 percent for the month and were down 0.1 percent for the year. Sales at restaurants increased 3.7 percent for the month and were up 2.4 percent for the year. Sales at lodging establishments decreased 2.6 percent on a year-over-year basis and were up 1.0 percent for the year. Business operating sales (primarily use tax paid by businesses) increased 1.6 percent for the month and were up 4.7 percent for the year.

Service Provider Tax

Service provider tax revenue was under budget for the month by \$0.2 million and over budget for the fiscal year by \$0.5 million (2.1 percent). Effective January 1, 2026 the service provider tax was repealed. Going forward there may be monthly entries based on audited or amended returns.

Individual Income Tax

Revenue was under budget for the month by \$39.6 million (142.4 percent) and \$19.2 million lower than last February. Relative to budget, individual income tax receipts are \$76.7 million under budget (4.3 percent) for the fiscal year. The main reason for the negative variances in February and FYTD is refunds being over budget (negative variance) by \$35.8 million and \$93.5 million, respectively. At this point the assumption remains that January and February's excess refunds are a timing issue that will be resolved over the next few months. Withholding was under budget in February by \$9.5 million and was 0.1 percent lower than last February. Final, fiduciary, and estimated payments were over budget for the month by \$5.8 million.

Corporate Income Tax

Revenue was under budget for the month by \$4.0 million (51.5 percent) and is now under budget for the fiscal year by \$31.3 million (15.3 percent). Corporate refunds were slightly under budget by \$0.6 million and corporate payments were under budget for the month by \$4.6 million. February corporate final and estimated payments increased 26.5 percent YOY.

Cigarette and Tobacco Taxes

Cigarette and tobacco products tax revenues, which includes the cannabis excise tax, were over budget for the month by \$3.2 million (21.1 percent) and are under budget for the fiscal year-to-date by \$3.0 million (2.7 percent). Cigarette excise tax receipts were over budget in February by \$4.2 million and other tobacco products excise tax receipts were under budget for the month by \$1.0 million.

Cannabis excise tax revenue was over budget for the month by \$0.03 million. Compared to last February, this revenue line was \$9.6 million (106.5 percent) higher. The tax changes for all these products that became effective at the beginning of 2026 was the reason for the significant YOY increase. It may take a few months before we have a good understanding of the accuracy of the estimated revenue impact of those changes.

Insurance Companies Taxes

The Insurance Companies Tax was over budget for the month by \$0.3 million. Through the first eight months of the fiscal year, insurance premiums receipts are over budget by \$0.9 million (4.2 percent) and lower than the same eight-month period of fiscal year 2025 by \$1.7 million (7.0 percent).

Estate Tax

The estate tax was under budget for the month by \$4.0 million (86.2 percent) and is \$7.5 million under budget for the fiscal year. Estate tax revenues are currently \$9.2 million (20.7 percent) lower than the first eight months of fiscal year 2025.

Property Tax Relief Programs

The Business Equipment Tax Reimbursement (BETR) and Business Equipment Tax Exemption (BETE) programs were under budget (positive variance) in February by \$1.8 million. The monthly positive variance was split between the two programs with BETR over budget by \$1.3 million and BETE under budget by \$3.0 million. FYTD, BETR is over budget by \$2.5 million and BETE is under budget by \$2.4 million.

Municipal Revenue Sharing

Revenue sharing was under budget (positive variance) in February by \$3.4 million (11.7 percent) and \$3.8 million (1.9 percent) under budget for the fiscal year. Through the first eight months of fiscal year 2026, revenue sharing is \$0.61million (0.1 percent) lower than the same period of fiscal year 2025.

Lottery

Lottery revenues were under budget for the month by \$1.1 million (18.9 percent) and were \$1.6 million (25.2 percent) lower compared to February 2025. Fiscal year-to-date, lottery revenues are \$4.5 million over budget (8.5 percent) and \$6.7 million (13.4 percent) higher than last fiscal year.

Other Taxes and Fees

Other taxes and fees were under budget for the month by \$1.2 million (11.9 percent) and \$1.6 million (20.7 percent) higher than February 2025. Through the first eight months of the fiscal year, other taxes and fees are \$9.7 million over budget (9.0 percent).

Highway Fund

Motor fuel excise tax receipts were under budget in February by \$0.2 million (1.3 percent) and the Highway Fund, in total, was over budget for the month by \$8.1 million (24.3 percent). For the first eight months of fiscal year 2026, motor fuel excise taxes are over budget by \$1.5 million (0.9 percent) and the Highway Fund is over budget by \$6.8 million (2.1 percent). All Other (\$2.7 million) and Motor Vehicle Registration and Fees (\$4.6 million) are the largest contributors to the positive FYTD variance.

Compared to last February, motor fuel excise tax receipts were \$2.2 million (13.1 percent) higher and total highway fund revenue was \$11.3 million (37.9 percent) higher. The All Other category was \$7.1 million higher than last February. Fiscal year-to-date, motor fuel excise tax revenues are higher than the same eight-month period of fiscal year 2025 by \$0.5 million (0.3 percent), and total Highway Fund revenues are \$18.5 million (4.7 percent) lower than a year ago. \$26.1 million of the YOY decrease in revenue was because of the 2025 law directing 22% of the auto sales tax transfer to the TransCap Trust Fund.

National Economy

The Federal Reserve Bank's Open Market Committee (FOMC) met last week during a period of increased global uncertainty because of the military conflict in Iran. Although inflation remains elevated, the FOMC voted to maintain their current federal funds rate target at 3.5%-3.75% based on uncertainty regarding "developments in the Middle East". While rising and volatile energy prices don't have the same impact on the U.S. economy like they did 50 years ago, they can still have a measurable impact on household spending, particularly lower income households who are already struggling with elevated prices. The surge in energy prices combined with large swings in those prices may cause consumers to defer automobile purchases until a longer-term trend and level of gas prices become clearer.

Maine Economy

The Revenue Forecasting Committee (RFC) recently released their March 1, 2026 revenue forecast based on the new economic forecast released by the Consensus Economic Forecasting Commission (CEFC) on February 1, 2026, and to provide a forecast that reflects revenue performance through the first 7 months of FY26 and preliminary revenues for February 2026.

General Fund Summary

	FY25	FY26	FY27	FY28	FY29
Current Forecast	\$5,722,405,843	\$5,776,493,347	\$5,855,676,968	\$6,040,425,164	\$6,213,164,798
Annual % Growth	6.9%	0.9%	1.4%	3.2%	2.9%
Net Increase (Decrease)	\$0	(\$27,229,938)	\$36,033,555	(\$19,245,673)	(\$65,496,459)
Revised Forecast	\$5,722,405,843	\$5,749,263,409	\$5,891,710,523	\$6,021,179,491	\$6,147,668,339
Annual % Growth	6.9%	0.5%	2.5%	2.2%	2.1%

In its March 2026 update, the RFC revised General Fund revenue estimates downward by -\$27.2 million for FY26 but upward by \$36.0 million for FY27, for a total increase of \$8.8 million (0.1%) for the 2026-2027 biennium. The resulting forecasted rate of year-over-year change in General Fund revenue is now 0.5% for FY26 and 2.5% for FY27. The March 2026 forecast decreased projections for FY28 by -\$19.2 million and for FY29 by -\$65.5 million. The forecasted rate of year-over-year growth is now 2.2% for FY28 and 2.1% for FY29.

The RFC noted at the end of its report that “given the economic forecast was completed prior to the recent U.S. Supreme Court decision on tariffs and the military conflict in the Middle East over the past weekend, the uncertainty surrounding the economic and revenue forecasts has increased. Both the CEFC and RFC will continue to monitor changes in economic conditions over the 10-month period before the next economic and revenue forecasting exercise is completed.”

EC: mja

Attachments

cc:	Jeremy Kennedy	Amanda Rector
	Mary Anne Turowski	Jerome Gerard
	Suzanne Gresser	Chris Nolan
	Kimberly Smith	Luke Lazure

STATE OF MAINE
Undedicated Revenues - General Fund
For the Eighth Month Ended February 28, 2026
For the Fiscal Year Ending June 30, 2026
Comparison to Budget

	Month				Fiscal Year to Date				Total Budgeted Fiscal Year Ending 6/30/2026
	Actual	Budget	Variance Over(Under)	Percent Over(Under)	Actual	Budget	Variance Over(Under)	Percent Over(Under)	
Sales and Use Tax	\$ 163,655,514	\$ 161,510,387	\$ 2,145,127	1.3 %	\$ 1,657,789,615	\$ 1,668,407,149	\$ (10,617,534)	(0.6)%	\$ 2,399,482,973
Service Provider Tax	(211,977)	-	(211,977)	- %	26,607,121	26,058,860	548,261	2.1 %	26,058,860
Individual Income Tax	(11,786,738)	27,793,602	(39,580,340)	(142.4)%	1,726,533,139	1,803,210,723	(76,677,584)	(4.3)%	2,785,528,319
Corporate Income Tax	3,745,540	7,728,256	(3,982,716)	(51.5)%	173,542,935	204,871,562	(31,328,627)	(15.3)%	371,999,999
Cigarette and Tobacco Tax	18,650,645	15,405,721	3,244,924	21.1 %	110,359,601	113,394,276	(3,034,675)	(2.7)%	183,934,931
Insurance Companies Tax	1,878,160	1,534,535	343,625	22.4 %	22,298,012	21,392,506	905,506	4.2 %	133,611,000
Estate Tax	637,877	4,608,333	(3,970,456)	(86.2)%	35,399,283	42,893,771	(7,494,488)	(17.5)%	61,730,000
Fines, Forfeits & Penalties	1,811,173	1,011,052	800,121	79.1 %	13,602,989	12,650,670	952,319	7.5 %	16,636,207
Income from Investments	3,947,046	3,554,317	392,729	11.0 %	29,476,828	28,840,248	636,580	2.2 %	42,059,604
Transfer from Lottery Commission	4,867,712	6,000,000	(1,132,288)	(18.9)%	56,971,236	52,500,000	4,471,236	8.5 %	78,000,000
Transfer from Liquor Commission	-	-	-	- %	7,000,000	7,000,000	-	- %	7,000,000
Transfers for Tax Relief Programs	(1,928,730)	(3,679,973)	1,751,243	47.6 %	(75,862,484)	(75,822,912)	(39,572)	(0.1)%	(82,994,000)
Transfer to Municipal Revenue Sharing	(25,831,546)	(29,239,248)	3,407,702	11.7 %	(199,123,563)	(202,951,281)	3,827,718	1.9 %	(283,367,645)
Auto Sales Tax Transfer to Highway Fund	-	-	-	- %	(118,509,077)	(118,509,077)	-	- %	(118,509,077)
Other Taxes and Fees	9,180,971	10,420,594	(1,239,623)	(11.9)%	116,974,359	107,283,697	9,690,662	9.0 %	155,647,629
Other Revenues	506,515	2,643,711	(2,137,196)	(80.8)%	(29,972,199)	(26,337,390)	(3,634,809)	(13.8)%	(765,953)
Total Collected	\$ 169,122,163	\$ 209,291,287	\$ (40,169,124)	(19.2)%	\$ 3,553,087,795	\$ 3,664,882,802	\$ (111,795,006)	(3.1)%	\$ 5,776,052,847

NOTES:

- (1) Included in the above is \$25,831,546 for the month and \$199,123,563 year to date, that was set aside for Revenue Sharing with cities and towns.
- (2) Figures reflect estimates of the Maine State Revenue Forecasting Committee approved in December 2025, laws enacted through the 132nd Legislature, 1st Regular Session and for all laws and any emergency laws.
- (3) This report has been prepared from preliminary month end figures and is subject to change.

STATE OF MAINE

Undedicated Revenues - General Fund

For the Eighth Month Ended February 28, 2026 and 2025

For the Fiscal Year Ending June 30, 2026 and 2025

Comparison to To Prior Year

Exhibit II

	Month				Fiscal Year to Date			
	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)
Sales and Use Tax	\$ 163,655,514	\$ 150,840,564	\$ 12,814,950	8.5 %	\$ 1,657,789,615	\$ 1,618,233,666	\$ 39,555,949	2.4 %
Service Provider Tax	(211,977)	3,643,399	(3,855,377)	(105.8)%	26,607,121	32,490,211	(5,883,090)	(18.1)%
Individual Income Tax	(11,786,738)	7,461,961	(19,248,699)	(258.0)%	1,726,533,139	1,706,642,138	19,891,001	1.2 %
Corporate Income Tax	3,745,540	4,560,304	(814,764)	(17.9)%	173,542,935	237,070,768	(63,527,833)	(26.8)%
Cigarette and Tobacco Tax	18,650,645	9,030,908	9,619,737	106.5 %	110,359,601	99,841,982	10,517,620	10.5 %
Insurance Companies Tax	1,878,160	2,367,295	(489,135)	(20.7)%	22,298,012	23,969,712	(1,671,700)	(7.0)%
Estate Tax	637,877	4,040,738	(3,402,861)	(84.2)%	35,399,283	44,639,053	(9,239,769)	(20.7)%
Fines, Forfeits & Penalties	1,811,173	2,559,781	(748,608)	(29.2)%	13,602,989	7,301,545	6,301,444	86.3 %
Income from Investments	3,947,046	5,908,103	(1,961,057)	(33.2)%	29,476,828	43,841,143	(14,364,315)	(32.8)%
Transfer from Lottery Commission	4,867,712	6,508,073	(1,640,360)	(25.2)%	56,971,236	50,242,377	6,728,858	13.4 %
Transfer from Liquor Commission	-	-	-	- %	7,000,000	7,000,000	-	- %
Transfers for Tax Relief Programs	(1,928,730)	(3,889,828)	1,961,098	50.4 %	(75,862,484)	(80,438,072)	4,575,588	5.7 %
Transfer to Municipal Revenue Sharing	(25,831,546)	(26,541,838)	710,292	2.7 %	(199,123,563)	(199,242,799)	119,236	0.1 %
Auto Sales Tax Transfer to Highway Fund	-	-	-	- %	(118,509,077)	(115,811,095)	(2,697,983)	(2.3)%
Other Taxes and Fees	9,180,971	7,603,559	1,577,412	20.7 %	116,974,359	99,737,256	17,237,104	17.3 %
Other Revenues	506,515	4,003,864	(3,497,348)	(87.3)%	(29,972,199)	(13,321,125)	(16,651,074)	(125.0)%
Total Collected	\$ 169,122,163	\$ 178,096,882	\$ (8,974,719)	(5.0)%	\$ 3,553,087,795	\$ 3,562,196,760	\$ (9,108,964)	(0.3)%

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

STATE OF MAINE

**Undedicated Revenues - General Fund
For the Eighth Month Ended February 28, 2026
For the Fiscal Year Ending June 30, 2026
All Other Comparison to Budget**

Exhibit III

	Month				Fiscal Year to Date				Total Budgeted Fiscal Year Ending 6/30/2026
	Actual	Budget	Variance Over(Under)	Percent Over(Under)	Actual	Budget	Variance Over(Under)	Percent Over(Under)	
<u>Detail of Other Taxes & Fees</u>									
0100s All Others	\$ 1,947,983	\$ 969,274	\$ 978,709	101.0 %	\$ 38,801,756	\$ 31,708,218	\$ 7,093,538	22.4 %	\$ 42,674,663
0300s Aeronautical Gas Tax	20,751	22,197	(1,446)	(6.5)%	186,282	186,591	(309)	(0.2)%	267,864
0400s Alcohol Excise Tax	1,105,460	1,972,760	(867,300)	(44.0)%	11,896,969	12,227,850	(330,881)	(2.7)%	18,412,786
0700s Corporation Taxes	693,061	1,305,827	(612,766)	(46.9)%	5,978,757	6,387,827	(409,070)	(6.4)%	12,643,649
0800s Public Utilities	-	-	-	%	8,853,059	8,853,059	(0)	%	8,050,000
1000s Banking Taxes	2,005,400	2,263,000	(257,600)	(11.4)%	16,008,610	16,128,000	(119,390)	(0.7)%	25,105,000
1100s Alcoholic Beverages	336,519	213,820	122,699	57.4 %	2,779,013	2,242,953	536,060	23.9 %	3,681,038
1200s Amusements Tax	156,121	9,167	146,954	1,603.1 %	367,507	73,336	294,171	401.1 %	110,000
1300s Harness Racing Pari-mutuel	915,721	1,320,504	(404,783)	(30.7)%	11,970,411	10,790,022	1,180,389	10.9 %	16,072,103
1400s Business Taxes	489,040	448,111	40,929	9.1 %	3,415,250	3,303,223	112,027	3.4 %	6,281,784
1500s Motor Vehicle Licenses	438,138	356,490	81,648	22.9 %	2,547,205	2,596,618	(49,413)	(1.9)%	3,643,974
1700s Inland Fisheries & Wildlife	995,579	1,339,991	(344,412)	(25.7)%	13,300,316	11,912,779	1,387,537	11.6 %	17,466,906
1900s Other Licenses	77,199	199,453	(122,254)	(61.3)%	869,226	873,221	(3,995)	(0.5)%	1,237,862
Total Other Taxes & Fees	\$ 9,180,971	\$ 10,420,594	\$ (1,239,623)	(11.9)%	\$ 116,974,359	\$ 107,283,697	\$ 9,690,662	9.0 %	\$ 155,647,629
<u>Detail of Other Revenues</u>									
2200s Federal Revenues	\$ -	\$ 10,833	\$ (10,833)	(100.0)%	\$ 33,369	\$ 86,667	\$ (53,298)	(61.5)%	\$ 130,000
2300s County Revenues	-	-	-	%	-	-	-	%	-
2400s Revenues from Cities and Towns	-	-	-	%	75,599	16,947	58,652	346.1 %	277,996
2500s Revenues from Private Sources	54,927	141,000	(86,073)	(61.0)%	286,334	7,912,800	(7,626,466)	(96.4)%	8,483,000
2600s Current Service Charges	1,047,824	1,796,312	(748,488)	(41.7)%	11,379,779	15,421,740	(4,041,961)	(26.2)%	23,245,701
2700s Transfers from (to) Other Funds	(608,043)	694,820	(1,302,863)	(187.5)%	(41,879,544)	(49,821,942)	7,942,398	15.9 %	(32,980,210)
2800s Sales of Property & Equipment	11,807	746	11,061	1,482.7 %	132,264	46,398	85,866	185.1 %	77,560
Total Other Revenues	\$ 506,515	\$ 2,643,711	\$ (2,137,196)	(80.8)%	\$ (29,972,199)	\$ (26,337,390)	\$ (3,634,809)	(13.8)%	\$ (765,953)

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

STATE OF MAINE

**Undedicated Revenues - General Fund
For the Eighth Month Ended February 28, 2026 and 2025
For the Fiscal Year Ending June 30, 2026 and 2025
All Other Comparison to To Prior Year**

	Month				Fiscal Year to Date			
	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)
<u>Detail of Other Taxes & Fees</u>								
0100s All Others	\$ 1,947,983	\$ 1,967,585	\$ (19,602)	(1.0)%	\$ 38,801,756	\$ 30,634,365	\$ 8,167,391	26.7 %
0300s Aeronautical Gas Tax	20,751	19,499	1,251	6.4 %	186,282	186,714	(432)	(0.2)%
0400s Alcohol Excise Tax	1,105,460	393,838	711,622	180.7 %	11,896,969	9,509,381	2,387,588	25.1 %
0700s Corporation Taxes	693,061	1,393,609	(700,548)	(50.3)%	5,978,757	6,943,106	(964,349)	(13.9)%
0800s Public Utilities	-	-	-	- %	8,853,059	6,136,085	2,716,974	44.3 %
1000s Banking Taxes	2,005,400	2,261,055	(255,655)	(11.3)%	16,008,610	16,605,005	(596,395)	(3.6)%
1100s Alcoholic Beverages	336,519	281,262	55,257	19.6 %	2,779,013	4,100,210	(1,321,197)	(32.2)%
1200s Amusements Tax	156,121	160,968	(4,847)	(3.0)%	367,507	160,968	206,539	128.3 %
1300s Harness Racing Pari-mutuel	915,721	1,008,052	(92,331)	(9.2)%	11,970,411	11,243,060	727,350	6.5 %
1400s Business Taxes	489,040	285,702	203,338	71.2 %	3,415,250	3,394,981	20,269	0.6 %
1500s Motor Vehicle Licenses	438,138	156,285	281,853	180.3 %	2,547,205	2,158,951	388,253	18.0 %
1700s Inland Fisheries & Wildlife	995,579	(382,793)	1,378,372	360.1 %	13,300,316	7,894,204	5,406,112	68.5 %
1900s Other Licenses	77,199	58,497	18,702	32.0 %	869,226	770,226	99,000	12.9 %
Total Other Taxes & Fees	\$ 9,180,971	\$ 7,603,559	\$ 1,577,412	20.7 %	\$ 116,974,359	\$ 99,737,256	\$ 17,237,104	17.3 %
<u>Detail of Other Revenues</u>								
2200s Federal Revenues	\$ -	\$ -	\$ -	- %	\$ 33,369	\$ 57,181	\$ (23,812)	(41.6)%
2300s County Revenues	-	-	-	- %	-	-	-	- %
2400s Revenues from Cities and Towns	-	1,990	(1,990)	(100.0)%	75,599	53,951	21,647	40.1 %
2500s Revenues from Private Sources	54,927	124,249	(69,322)	(55.8)%	286,334	1,046,631	(760,297)	(72.6)%
2600s Current Service Charges	1,047,824	2,408,932	(1,361,108)	(56.5)%	11,379,779	18,941,487	(7,561,708)	(39.9)%
2700s Transfers from (to) Other Funds	(608,043)	1,464,907	(2,072,951)	(141.5)%	(41,879,544)	(33,512,378)	(8,367,166)	(25.0)%
2800s Sales of Property & Equipment	11,807	3,785	8,022	211.9 %	132,264	92,003	40,261	43.8 %
Total Other Revenues	\$ 506,515	\$ 4,003,864	\$ (3,497,348)	(87.3)%	\$ (29,972,199)	\$ (13,321,125)	\$ (16,651,074)	(125.0)%

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

STATE OF MAINE

**Undedicated Revenues - Highway Fund
For the Eighth Month Ended February 28, 2026
For the Fiscal Year Ending June 30, 2026
Comparison to Budget**

Exhibit V

	Month				Fiscal Year to Date				Total Budgeted Fiscal Year Ending 6/30/2026
	Actual	Budget	Variance Over(Under)	Percent Over(Under)	Actual	Budget	Variance Over(Under)	Percent Over(Under)	
Fuel Taxes	\$ 18,742,861	\$ 18,984,686	\$ (241,825)	(1.3)%	\$ 169,608,724	\$ 168,134,628	\$ 1,474,096	0.9 %	\$ 243,491,232
Motor Vehicle Registration & Fees	10,751,863	8,996,834	1,755,029	19.5 %	80,236,564	75,650,791	4,585,773	6.1 %	115,685,431
Motor Vehicle Inspection Fees	630,803	266,874	363,929	136.4 %	2,778,921	2,134,992	643,929	30.2 %	3,202,500
Miscellaneous Taxes & Fees	102,957	63,232	39,725	62.8 %	1,082,335	435,580	646,755	148.5 %	1,418,970
Fines, Forfeits & Penalties	100,069	43,250	56,819	131.4 %	705,452	327,169	378,283	115.6 %	606,412
Earnings on Investments	234,472	281,092	(46,620)	(16.6)%	2,357,540	2,502,684	(145,144)	(5.8)%	3,303,683
Auto Sales Tax Transfer from General Fund	-	-	-	- %	118,509,077	118,509,077	0	- %	118,509,077
Fuel Tax Transfer to Transcap	(1,928,813)	(1,910,230)	(18,583)	(1.0)%	(17,502,727)	(17,376,283)	(126,444)	(0.7)%	(24,957,852)
Auto Sales Tax Transfer to Transcap	-	-	-	- %	(26,071,997)	(26,071,997)	(0)	- %	(26,071,997)
Transfer from Liquor Commission	4,945,319	5,500,000	(554,681)	(10.1)%	34,567,343	37,000,000	(2,432,657)	(6.6)%	59,000,000
All Other	7,685,474	973,827	6,711,647	689.2 %	12,116,751	9,379,535	2,737,216	29.2 %	12,278,879
Total Collected	\$ 41,265,005	\$ 33,199,565	\$ 8,065,440	24.3 %	\$ 378,387,982	\$ 370,626,176	\$ 7,761,806	2.1 %	\$ 506,466,335

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

STATE OF MAINE

**Undedicated Revenues - Highway Fund
For the Eighth Month Ended February 28, 2026 and 2025
For the Fiscal Year Ending June 30, 2026 and 2025
Comparison to To Prior Year**

Exhibit VI

	Month				Fiscal Year to Date			
	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)	Current Year	Prior Year	Variance Over(Under)	Percent Over(Under)
Fuel Taxes	\$ 18,742,861	\$ 16,568,878	\$ 2,173,983	13.1 %	\$ 169,608,724	\$ 169,077,149	\$ 531,575	0.3 %
Motor Vehicle Registration & Fees	10,751,863	9,283,766	1,468,097	15.8 %	80,236,564	78,433,180	1,803,384	2.3 %
Motor Vehicle Inspection Fees	630,803	34,329	596,475	1,737.5 %	2,778,921	2,276,871	502,050	22.0 %
Miscellaneous Taxes & Fees	102,957	114,879	(11,922)	(10.4)%	1,082,335	1,145,576	(63,242)	(5.5)%
Fines, Forfeits & Penalties	100,069	100,458	(389)	(0.4)%	705,452	704,575	877	0.1 %
Earnings on Investments	234,472	316,645	(82,173)	(26.0)%	2,357,540	2,717,315	(359,776)	(13.2)%
Auto Sales Tax Transfer from General Fund	-	-	-	- %	118,509,077	115,811,095	2,697,983	2.3 %
Fuel Tax Transfer to Transcap	(1,928,813)	(1,698,310)	(230,503)	(13.6)%	(17,502,727)	(17,355,946)	(146,781)	(0.8)%
Motor Vehicle Registration & Fees Transfer to Transcap	-	-	-	- %	-	(8,542,232)	8,542,232	100.0 %
Auto Sales Tax Transfer to Transcap	-	-	-	- %	(26,071,997)	-	(26,071,997)	- %
Transfer from Liquor Commission	4,945,319	4,579,206	366,113	8.0 %	34,567,343	40,563,884	(5,996,541)	(14.8)%
All Other	7,685,474	634,821	7,050,653	1,110.7 %	12,116,751	12,031,750	85,001	0.7 %
Total Collected	\$ 41,265,005	\$ 29,934,672	\$ 11,330,333	37.9 %	\$ 378,387,982	\$ 396,863,217	\$ (18,475,235)	(4.7)%

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

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

	January'26	% Ch.	January'25	% Ch.	January'24	Average Last 3 Mos. Vs. Last Yr. % Change	Moving Total Last 12 Mos. Vs. Prior % Change	YTD Growth CY'26 vs. '25 Thru January % Change
Building Supply	\$262,736.2	-14.1%	\$305,882.1	3.4%	\$295,914.1	-7.4%	-1.9%	-14.1%
Food Store	\$212,609.5	3.9%	\$204,596.9	1.1%	\$202,452.6	1.4%	0.9%	3.9%
General Merchandise	\$295,741.0	1.0%	\$292,786.9	-0.7%	\$294,916.7	0.7%	0.7%	1.0%
Other Retail	\$473,752.4	3.0%	\$460,170.6	5.5%	\$436,003.4	2.9%	4.6%	3.0%
Auto/Transportation	\$519,455.3	-1.7%	\$528,395.5	-3.6%	\$547,946.4	-4.7%	-0.1%	-1.7%
Restaurant	\$231,354.3	3.7%	\$223,075.1	6.2%	\$209,979.1	-0.3%	2.4%	3.7%
Lodging	\$66,341.1	-2.6%	\$68,098.4	8.8%	\$62,616.8	-4.2%	1.0%	-2.6%
Consumer Sales	\$2,061,989.7	-1.0%	\$2,083,005.5	1.6%	\$2,049,829.1	-1.3%	1.2%	-1.0%
Business Operating	\$346,393.6	1.6%	\$340,825.3	17.0%	\$291,273.1	5.6%	4.7%	1.6%
Total	\$2,408,383.3	-0.6%	\$2,423,830.8	3.5%	\$2,341,102.2	-0.4%	1.6%	-0.6%
Utilities	\$189,709.9	13.4%	\$167,224.2	5.4%	\$158,628.1	11.2%	7.1%	13.4%
Total plus Utilities	\$2,598,093.3	0.3%	\$2,591,055.0	3.7%	\$2,499,730.4	0.1%	1.9%	0.3%