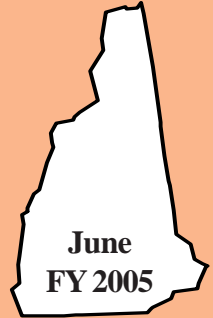


State Of New Hampshire Monthly Revenue Focus

Department of Administrative Services

Commissioner Donald S. Hill



Current Month Analysis

General & Education Funds	FY05 Actuals	FY05 Plan	Actual vs. Plan
Business Profits Tax	\$ 33.2	\$ 40.5	\$ (7.3)
Business Enterprise Tax	38.4	23.8	14.6
Subtotal	71.6	64.3	7.3
Meals & Rooms Tax	15.1	16.4	(1.3)
Tobacco Tax	10.4	8.8	1.6
Liquor Sales and Distribution	11.5	10.4	1.1
Interest & Dividends Tax	11.5	10.1	1.4
Insurance Tax	16.6	17.0	(0.4)
Communications Tax	6.0	5.8	0.2
Real Estate Transfer Tax	14.6	12.2	2.4
Estate & Legacy Tax	3.1	0.9	2.2
Court Fines & Fees	2.2	0.1	2.1
Securities Revenue	0.8	0.6	0.2
Utility Tax	0.5	0.5	-
Board & Care Revenue	1.2	1.2	-
Beer Tax	1.1	1.4	(0.3)
Racing Revenue	0.3	0.2	0.1
Flexible Grant	-	-	-
Other	7.9	7.6	0.3
Transfers from Sweepstakes	14.0	12.0	2.0
Tobacco Settlement	-	-	-
Utility Property Tax	4.6	5.1	(0.5)
Property Tax Not Retained Locally	-	-	-
Property Tax Retained Locally	-	-	-
Subtotal	193.0	174.6	18.4
Net Medicaid Enhancement Rev	11.1	11.1	0.0
Recoveries	4.1	1.5	2.6
Subtotal	208.2	187.2	21.0
Other Medicaid Enhancement Rev to Fund Net Appropriations	5.0	-	5.0
Total	\$ 213.2	\$ 187.2	\$ 26.0

The revenue basis in this June 2005 Monthly Revenue Focus represents **PRELIMINARY CASH** for fiscal 2005 and is unaudited. Preliminary accrual reports will be issued during the last week of July and final accrual results will be available at the conclusion of the audit after year-end accounts receivable and other adjustments are analyzed. In doing comparisons to the prior year, note that the fiscal 2004 results represent final audited amounts and are on the accrual basis.

Consistent with recent growth in the economy, revenue collections came in much higher than original estimates. Fiscal 2005 unrestricted revenue for the General and Education funds totaled \$2,125.6 million, which exceeded the plan by \$124.1 million. This strong fiscal year performance was seen primarily from Business Taxes and Real Estate Transfer Taxes.

Business Taxes totaled \$458.1 million for the year, which was \$43.1 million ahead of plan and above the prior year by \$50.1 million. June collections came in ahead of plan by \$7.3 million and above prior year by \$7.2 million.

As the result of rising home prices, and continued sales activity spurred by low interest rates, the **Real Estate Transfer Tax (RET)** totaled \$160.6 million for the year, which was \$37.1 million above plan and \$17.9 million above prior year. June collections came in ahead of plan by \$2.4 million.

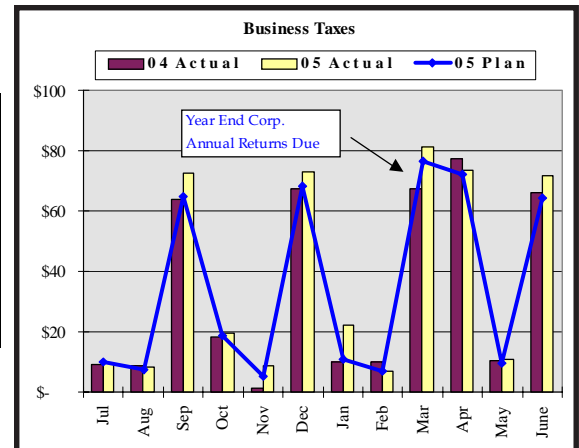
When comparing fiscal 2005 results to last fiscal year, total unrestricted revenue for the General and Education funds were behind by \$33.1 million. Offsetting the growth in Business Taxes and RET was the decrease in the **Statewide Property Tax** which resulted in a decline in revenue of \$101.9 million. In addition, **Estate & Legacy Tax** collections were \$14.3 million less than prior year due to the phase out of the tax combined with large one-time gains received last fiscal year. Lastly, in October 2003, the State received the second of two \$25 million **Flexible Grant** payments relating to the Federal Jobs and Growth Reconciliation Act of 2003. The grant payments were applicable to fiscal years 2003 and 2004 and were not a recurring source of revenue.

	Actual	Budget	Excess (shortfall)	Comments
NH DSH	39.1	21.8	17.3	Entire amount appropriated to Provider Payments in accordance with Ch 319, L'03.
6% Hospital Tax	100.2	111.4	(11.2)	Outstanding hospital payments currently under review.
Proshare 04	0.4		0.4	Gain from FY04 audit adjustment
Proshare 05	5.5	11.2	(5.7)	Reduced amount due to implementation of MQIP program
Expanded Case Mgmt & Recoveries	1.6	2.2	(0.6)	
Net Medicaid Enhancement	146.8	146.6	0.2	Agrees to page 3

The following table is a summary of the FY 2005 Net **Medicaid** Enhancement Unrestricted Revenue. The amounts are preliminary and will be subject to the year-end audit process.

	RET Growth Analysis (In Millions)											Cash Basis
	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	
FY05	17.4	15.4	16.2	13.9	14.0	12.5	12.8	9.4	8.1	10.6	15.7	14.6
FY04	11.8	13.1	12.9	13.8	12.3	10.5	12.0	8.5	7.4	9.7	11.4	13.6 *
Mo over Mo	5.6	2.3	3.3	0.1	1.7	2.0	0.8	0.9	0.7	0.9	4.3	1.0
% Mo over Mo	47%	18%	26%	1%	14%	19%	7%	11%	9%	9%	38%	7%
YTD Growth	5.6	7.9	11.2	11.3	13.0	15.0	15.8	16.7	17.4	18.3	22.6	23.6
% YTD Growth	47%	32%	30%	22%	20%	20%	18%	18%	17%	16%	18%	17%

* FY04 cash basis for June is \$13.6 million. After accruals, including accounts receivable adjustments, the final FY04 audited accrual is \$19.3 million.



General & Education Funds Comparison to FY 04

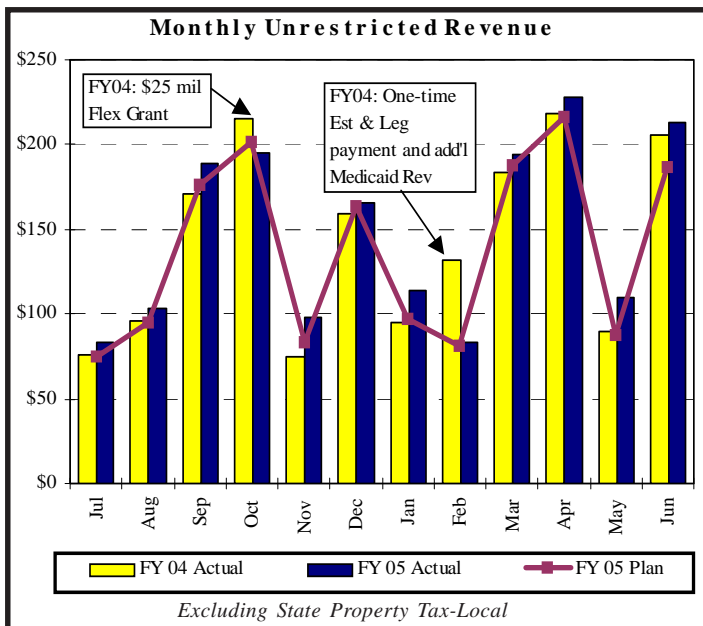
FY05 is on a cash basis and FY04 is final audited accrual

General & Education Funds	Monthly			Year-to-Date			
	FY05 Actuals	FY04 Actuals	Inc/(Dec)	FY05 Actuals	FY04 Actuals	Inc/(Dec)	% Inc/(Dec)
Business Profits Tax	\$ 33.2	\$ 30.8	\$ 2.4	\$ 211.1	\$ 172.6	\$ 38.5	22.3%
Business Enterprise Tax	38.4	33.6	4.8	247.0	235.4	11.6	4.9%
Subtotal	71.6	64.4	7.2	458.1	408.0	50.1	12.3%
Meals & Rooms Tax	15.1	15.9	(0.8)	192.6	185.4	7.2	3.9%
Tobacco Tax	10.4	10.1	0.3	100.6	100.1	0.5	0.5%
Liquor Sales and Distribution	11.5	8.5	3.0	114.5	106.7	7.8	7.3%
Interest & Dividends Tax	11.5	11.1	0.4	67.7	55.6	12.1	21.8%
Insurance Tax	16.6	16.5	0.1	88.4	86.2	2.2	2.6%
Communications Tax	6.0	6.6	(0.6)	69.7	65.8	3.9	5.9%
Real Estate Transfer Tax	14.6	19.3	(4.7)	160.6	142.7	17.9	12.5%
Estate & Legacy Tax	3.1	(5.5)	8.6	12.7	27.0	(14.3)	-53.0%
Court Fines & Fees	2.2	0.1	2.1	25.4	24.7	0.7	2.8%
Securities Revenue	0.8	0.4	0.4	27.9	26.3	1.6	6.1%
Utility Tax	0.5	(0.6)	1.1	6.2	5.1	1.1	21.6%
Board & Care Revenue	1.2	1.9	(0.7)	15.0	12.4	2.6	21.0%
Beer Tax	1.1	1.1	0.0	12.3	12.4	(0.1)	-0.8%
Racing Revenue	0.3	0.4	(0.1)	3.5	4.0	(0.5)	-12.5%
Flexible Grant	-	-	-	-	25.0	(25.0)	-100.0%
Other	7.9	10.8	(2.9)	57.5	57.1	0.4	0.7%
Transfers from Sweepstakes	14.0	13.9	0.1	72.7	73.7	(1.0)	-1.4%
Tobacco Settlement	-	-	-	42.4	41.8	0.6	1.4%
Utility Property Tax	4.6	2.8	1.8	20.1	20.2	(0.1)	-0.5%
Property Tax Not Retained Locally	-	-	-	20.9	29.8	(8.9)	-29.9%
Property Tax Retained Locally	-	-	-	350.4	443.4	(93.0)	-21.0%
Subtotal	193.0	177.7	15.3	1,919.2	1,953.4	(34.2)	-1.8%
Net Medicaid Enhancement Rev	11.1	14.6	(3.5)	146.8	149.8	(3.0)	-2.0%
Recoveries	4.1	7.7	(3.6)	20.5	20.4	0.1	0.5%
Subtotal	208.2	200.0	8.2	2,086.5	2,123.6	(37.1)	-1.7%
Other Medicaid Enhancement Rev to Fund Net Appropriations	5.0	5.4	(0.4)	39.1	35.1	4.0	11.4%
Total	\$ 213.2	\$ 205.4	\$ 7.8	\$ 2,125.6	\$ 2,158.7	\$ (33.1)	-1.5%



Year-to-Date Analysis

General & Education Funds	General		Education		Total		
	Actual	Plan	Actual	Plan	Actual	Plan	Actual vs. Plan
Business Profits Tax	\$ 165.3	\$ 193.4	\$ 45.8	\$ 41.5	\$ 211.1	\$ 234.9	\$ (23.8)
Business Enterprise Tax	116.4	60.0	130.6	120.1	247.0	180.1	66.9
Subtotal	281.7	253.4	176.4	161.6	458.1	415.0	43.1
Meals & Rooms Tax	185.6	184.3	7.0	6.9	192.6	191.2	1.4
Tobacco Tax	72.6	67.5	28.0	27.4	100.6	94.9	5.7
Liquor Sales and Distribution	114.5	114.5	-	-	114.5	114.5	-
Interest & Dividends Tax	67.7	64.0	-	-	67.7	64.0	3.7
Insurance Tax	88.4	85.6	-	-	88.4	85.6	2.8
Communications Tax	69.7	69.0	-	-	69.7	69.0	0.7
Real Estate Transfer Tax	108.4	82.3	52.2	41.2	160.6	123.5	37.1
Estate & Legacy Tax	12.7	11.4	-	-	12.7	11.4	1.3
Court Fines & Fees	25.4	25.9	-	-	25.4	25.9	(0.5)
Securities Revenue	27.9	28.0	-	-	27.9	28.0	(0.1)
Utility Tax	6.2	6.2	-	-	6.2	6.2	-
Board & Care Revenue	15.0	11.4	-	-	15.0	11.4	3.6
Beer Tax	12.3	13.2	-	-	12.3	13.2	(0.9)
Racing Revenue	3.5	3.5	-	-	3.5	3.5	-
Flexible Grant	-	-	-	-	-	-	-
Other	57.5	54.4	-	-	57.5	54.4	3.1
Transfers from Sweepstakes	-	-	72.7	71.0	72.7	71.0	1.7
Tobacco Settlement	2.4	-	40.0	39.6	42.4	39.6	2.8
Utility Property Tax	-	-	20.1	20.5	20.1	20.5	(0.4)
Property Tax Not Retained Locally	-	-	20.9	22.4	20.9	22.4	(1.5)
Property Tax Retained Locally	-	-	350.4	351.1	350.4	351.1	(0.7)
Subtotal	1,151.5	1,074.6	767.7	741.7	1,919.2	1,816.3	102.9
Net Medicaid Enhancement Rev	146.8	146.6	-	-	146.8	146.6	0.2
Recoveries	20.5	15.8	-	-	20.5	15.8	4.7
Subtotal	1,318.8	1,237.0	767.7	741.7	2,086.5	1,978.7	107.8
Other Medicaid Enhancement Rev to Fund Net Appropriations	39.1	22.8	-	-	39.1	22.8	16.3
Total	\$ 1,357.9	\$ 1,259.8	\$ 767.7	\$ 741.7	\$ 2,125.6	\$ 2,001.5	\$ 124.1



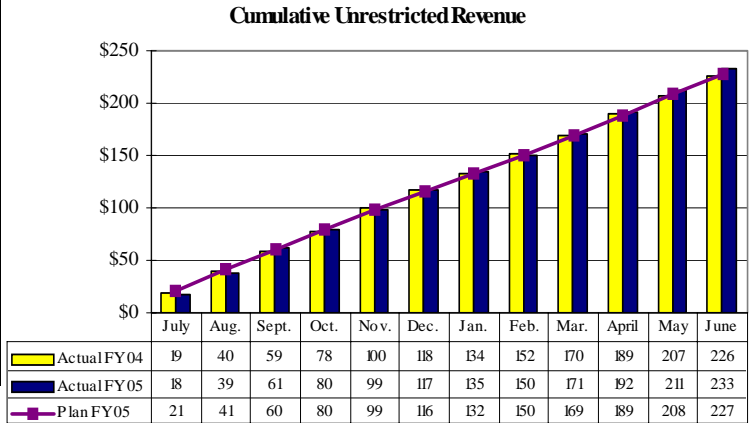
Education Trust Fund Statement of Activity - FY 2005 July 1, 2004 to June 30, 2005	
Description	In Millions
Beginning Surplus (audited)	\$ -
Unrestricted Revenue - See above	767.7
Transfers from General Fund Appropriations (net)	53.5
Expenditures Education Grants & Adm Costs	(812.4)
Ending Surplus (Deficit)	\$ 8.8



Year-to-Date Analysis

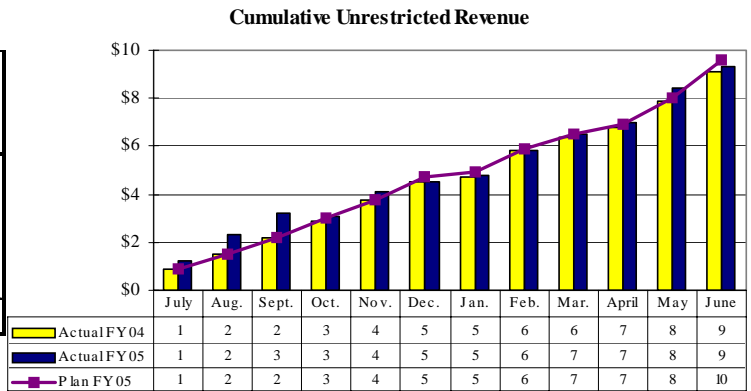
Highway Fund

Revenue Category	FY 05 Actuals	FY 05 Plan	Actual vs. Plan
Gasoline Road Toll	\$ 131.7	\$ 127.0	\$ 4.7
Miscellaneous	7.2	6.1	1.1
Motor Vehicle Fees			
MV Registrations	67.5	66.5	1.0
MV Operators	12.9	15.5	(2.6)
Inspection Station Fees	3.7	2.8	0.9
MV Miscellaneous Fees	4.4	5.1	(0.7)
Certificate of Title	5.5	3.8	1.7
Total Fees	94.0	93.7	0.3
Total	\$ 232.9	\$ 226.8	\$ 6.1



Fish & Game Fund

Revenue Category	FY 05 Actuals	FY 05 Plan	Actual vs. Plan
Fish and Game Licenses	\$ 8.1	\$ 8.3	\$ (0.2)
Fines and Penalties	0.2	0.1	0.1
Miscellaneous Sales	0.2	0.5	(0.3)
Federal Recoveries Indirect Costs	0.8	0.7	0.1
Total	\$ 9.3	\$ 9.6	\$ (0.3)



Department of Administrative Services
Donald S. Hill, Commissioner
State House Annex - Room 120
25 Capitol Street
Concord, New Hampshire 03301-6312
Phone: (603)271-3201 Fax: (603)271-6600
TDD Access: Relay NH 1-800-735-2964

Division of Accounting Services
Sheri L. Rockburn
State House Annex - Room 310
25 Capitol Street
Concord, New Hampshire 03301-6312
Phone: (603) 271-3181 Fax: (603) 271-6666
TDD Access: Relay NH 1-800-735-2964