

September 1997

(in thousands)

| State Taxes                            | September 1997 |          |             | Fiscal Year 1997-98 |             |              |
|--|----------------|----------|-------------|---------------------|-------------|--------------|
|  | Gross          | Refunds  | Net         | Gross               | Refunds     | Net          |
| Personal Income Tax-net (Adj) *        | \$1,911,343    | \$64,130 | \$1,847,213 | \$12,223,395        | \$1,900,446 | \$10,322,949 |
| Total Gross Collections *              | \$1,911,343    | ---      | 1,911,343   | 10,361,549          | ---         | 10,361,549   |
| Less: Refunds and Minor Offsets        | ---            | 63,993   | 63,993      | ---                 | 1,756,749   | 1,756,749    |
| Less: State/City Offsets               | ---            | 137      | 137         | ---                 | 143,697     | 143,697      |
| Net Collections, before Refund Reserve | ---            | ---      | 1,847,213   | ---                 | ---         | 8,461,103    |
| Refund Reserve Transactions            | ---            | ---      | 0           | 1,861,846           | 0           | 1,861,846    |
| User Taxes 1/ *                        | \$982,489      | \$8,470  | \$974,019   | \$4,513,301         | \$26,986    | \$4,486,315  |
| Sales & Use 2/ *                       | 835,038        | 5,923    | 829,115     | 3,688,819           | 16,119      | 3,672,700    |
| Motor Fuel *                           | 40,944         | 1,911    | 39,033      | 255,449             | 6,657       | 248,792      |
| Cigarette/Tobacco Products 3/          | 59,354         | 435      | 58,919      | 364,822             | 2,538       | 362,284      |
| Alcoholic Beverage                     | 16,266         | 1        | 16,265      | 87,831              | 39          | 87,792       |
| Highway/Fuel Use *                     | 13,329         | 200      | 13,129      | 84,427              | 1,530       | 82,897       |
| Containers *                           | 7,354          | 0        | 7,354       | 14,630              | 103         | 14,527       |
| Auto Rental *                          | 10,201         | 0        | 10,201      | 17,311              | 0           | 17,311       |
| Business Taxes *                       | \$1,180,805    | \$16,385 | \$1,164,420 | \$3,072,752         | \$216,617   | \$2,856,135  |
| Corporation Franchise *                | 397,515        | 12,573   | 384,942     | 1,152,250           | 182,551     | 969,699      |
| Corporation & Utilities *              | 370,554        | 445      | 370,109     | 753,186             | 2,415       | 750,771      |
| Banks                                  | 165,724        | 362      | 165,362     | 338,904             | 19,819      | 319,085      |
| Insurance (Article 33)                 | 167,808        | 320      | 167,488     | 329,238             | 4,285       | 324,953      |
| Direct Writings                        | 495            | 1        | 494         | 1,901               | 71          | 1,830        |
| Petroleum 4/ *                         | 78,709         | 2,684    | 76,025      | 497,273             | 7,476       | 489,797      |
| Other Revenues *                       | \$104,084      | \$5,529  | \$98,555    | \$784,167           | \$47,849    | \$736,318    |
| Real Property Gains                    | 3,371          | 443      | 2,928       | 54,152              | 21,745      | 32,407       |
| Estate & Gift *                        | 75,194         | 5,086    | 70,108      | 592,002             | 26,007      | 565,995      |
| Real Estate Transfer                   | 20,883         | 0        | 20,883      | 114,994             | 98          | 114,896      |
| Pari-Mutuel (w/o Uncashed Tickets)     | 4,626          | 0        | 4,626       | 22,825              | 0           | 22,825       |
| Other (Racing Admissions & Boxing)     | 10             | 0        | 10          | 195                 | 0           | 195          |
| Total - State Taxes 1/ *               | \$4,178,721    | \$94,514 | \$4,084,207 | \$20,593,615        | \$2,191,898 | \$18,401,717 |

| Local Taxes                                      | September 1997 |           |             | Fiscal Year 1997-98 |             |              |
|--|----------------|-----------|-------------|---------------------|-------------|--------------|
|  | Gross          | Refunds   | Net         | Gross               | Refunds     | Net          |
| M.T.A. Corporate Surcharge *                     | \$122,764      | \$1,429   | \$121,335   | \$303,655           | \$14,467    | \$289,188    |
| New York City Alcoholic Beverage                 | 1,801          | (1)       | 1,802       | 10,597              | 4           | 10,593       |
| New York City Motor Fuel                         | 0              | 0         | 0           | 0                   | 0           | 0            |
| New York City Personal Income - Net (Adjusted) * | 409,403        | 12,212    | 397,191     | 2,637,608           | 307,632     | 2,329,976    |
| Total Gross Collections *                        | 409,403        | ---       | 409,403     | 2,495,567           | ---         | 2,495,567    |
| Less: Refunds and Minor Offsets                  | ---            | 12,212    | 12,212      | ---                 | 307,632     | 307,632      |
| Plus: State/City Offsets                         | 0              | ---       | 0           | 142,041             | ---         | 142,041      |
| Sales & Use (Includes M.A.C.) *                  | 823,078        | 6,054     | 817,024     | 3,728,780           | 16,651      | 3,712,129    |
| Stock Transfer (to NYC; all eligible for rebate) | 1,394,776      | 0         | 1,394,776   | 2,630,370           | 0           | 2,630,370    |
| Yonkers Personal Income - Net (Adjusted) *       | 2,121          | 73        | 2,048       | 14,343              | 2,414       | 11,929       |
| Total Gross Collections *                        | 1,984          | ---       | 1,984       | 12,687              | ---         | 12,687       |
| Less: Refunds and Minor Offsets                  | ---            | 73        | 73          | ---                 | 2,414       | 2,414        |
| Plus: State/City Offsets                         | 137            | ---       | 137         | 1,656               | ---         | 1,656        |
| Total-Local Taxes *                              | \$2,753,943    | \$19,767  | \$2,734,176 | \$9,325,353         | \$341,168   | \$8,984,185  |
| Total State & Local Taxes 1/ *                   | \$6,932,664    | \$114,281 | \$6,818,383 | \$29,918,968        | \$2,533,066 | \$27,385,902 |

\* Includes Amnesty collections.

1/ Includes Hotel/Motel Occupancy (repealed 9/1/94):

| September 1997 | Fiscal Year 1997-98 |
|----------------|---------------------|
| \$3            | \$12                |

2/ Includes tax on informational and entertainment services (900 numbers):

| September 1997 | Fiscal Year 1997-98 |
|----------------|---------------------|
| \$41           | \$231               |

3/ Includes Cigarette License and Sticker Fees.

4/ Includes Article 13-A Petroleum Business Tax, Lubricating Oils Tax (repealed 9/1/94), former Article 13-A Gross Receipts Tax, and former Article 9, Section 182-A.

September 1997

(in thousands)

| State Taxes                            | Net Collections |                | Difference |         |
|--|-----------------|----------------|------------|---------|
|  | September 1996  | September 1997 | Amount     | Percent |
| Personal Income Tax 1/ *               | \$1,733,827     | \$1,847,213    | \$113,386  | 6.5     |
| User Taxes 2/ *                        | \$941,374       | \$974,019      | \$32,988   | 3.5     |
| Sales and Use 3/ *                     | 796,585         | 829,115        | 32,530     | 4.1     |
| Motor Fuel *                           | 42,429          | 39,033         | (3,396)    | (8.0)   |
| Cigarette/Tobacco Products 4/          | 56,955          | 58,919         | 1,964      | 3.4     |
| Alcoholic Beverage                     | 16,717          | 16,265         | (452)      | (2.7)   |
| Highway/Fuel Use 1/ *                  | 11,381          | 13,129         | 1,748      | 15.4    |
| Containers *                           | 7,364           | 7,354          | (10)       | (0.1)   |
| Auto Rental *                          | 9,597           | 10,201         | 604        | 6.3     |
| Business Taxes *                       | \$1,172,742     | \$1,164,420    | (\$8,322)  | (0.7)   |
| Corporation Franchise *                | 425,702         | 384,942        | (40,760)   | (9.6)   |
| Corporation & Utilities 1/ *           | 382,839         | 370,109        | (12,730)   | (3.3)   |
| Banks                                  | 128,816         | 165,362        | 36,546     | 28.4    |
| Insurance (Article 33)                 | 154,116         | 167,488        | 13,372     | 8.7     |
| Direct Writings                        | 319             | 494            | 175        | 54.9    |
| Petroleum 1/, 5/ *                     | 80,950          | 76,025         | (4,925)    | (6.1)   |
| Other Revenues *                       | \$118,140       | \$98,555       | (\$19,585) | (16.6)  |
| Real Property Gains (repealed 6/15/96) | (1,207)         | 2,928          | 4,135      | 342.6   |
| Estate & Gift 1/ *                     | 94,688          | 70,108         | (24,580)   | (26.0)  |
| Real Estate Transfer                   | 19,448          | 20,883         | 1,435      | 7.4     |
| Pari-Mutuel                            | 5,149           | 4,626          | (523)      | (10.2)  |
| Other (Racing Adms & Boxing)           | 62              | 10             | (52)       | (83.9)  |
| Total - State Taxes 2/ *               | \$3,966,083     | \$4,084,207    | \$118,467  | 3.0     |

1/See page 2 for component detail.

| Personal Income Tax                         | Net Collections |                | Difference |         |
|---|-----------------|----------------|------------|---------|
|   | September 1996  | September 1997 | Amount     | Percent |
| Withholding *                               | \$1,074,780     | \$1,090,266    | \$15,486   | 1.4     |
| Estimated Tax                               | 671,719         | 787,462        | 115,743    | 17.2    |
| Final Payments                              | 6,327           | 6,209          | (118)      | (1.9)   |
| Delinquencies *                             | 44,210          | 27,324         | (16,886)   | (38.2)  |
| Limited Liability Company Fees              | 37              | 82             | 45         | 121.6   |
| Total Gross Collections *                   | \$1,797,073     | \$1,911,343    | \$114,270  | 6.4     |
| Refunds/Minor Offsets                       | 63,193          | 63,993         | 800        | 1.3     |
| State/City Offsets                          | 53              | 137            | 84         | 158.5   |
| Net, before Refund Reserve *                | \$1,733,827     | \$1,847,213    | \$113,386  | 6.5     |
| Refund Reserve Transactions                 | 0               | 0              | 0          | NA      |
| Net, after Refund Reserve *                 | \$1,733,827     | \$1,847,213    | \$113,386  | 6.5     |
| Other Component Detail                      |                 |                |            |         |
| Highway/Fuel Use *                          | \$11,381        | \$13,129       | \$1,748    | 15.4    |
| Highway Use *                               | 9,250           | 9,673          | 423        | 4.6     |
| Truck Mileage *                             | 9,058           | 9,360          | 302        | 3.3     |
| Permits                                     | 192             | 313            | 121        | 63.0    |
| Fuel Use                                    | 2,131           | 3,456          | 1,325      | 62.2    |
| Article 21                                  | 504             | 84             | (420)      | (83.3)  |
| Article 21A IFTA                            | 1,610           | 3,362          | 1,752      | 108.8   |
| IFTA Decal Fees & Trip Permits              | 17              | 10             | (7)        | (41.2)  |
| Corporation & Utilities 6/ *                | \$382,839       | \$370,109      | (\$12,730) | (3.3)   |
| Article 9 (excl sec. 180, 186-A, A&E & P) * | 86,506          | 83,871         | (2,635)    | (3.0)   |
| Utilities (section 186-A, A&E & P)          | 296,333         | 286,238        | (10,095)   | (3.4)   |
| Petroleum *                                 | \$80,950        | \$76,025       | (\$4,925)  | (6.1)   |
| Article 13-A (prior to 9/1/90) *            | 36              | 0              | (36)       | (100.0) |
| Article 13-A (after 9/1/90) *               | 80,826          | 75,769         | (5,057)    | (6.3)   |
| Article 9, Section 182-A                    | 0               | 10             | 10         | NA      |
| Lubricating Oils (repealed 9/1/94)          | 88              | 246            | 158        | 179.5   |
| Estate & Gift *                             | \$94,688        | \$70,108       | (\$24,580) | (26.0)  |
| Estate *                                    | 93,701          | 69,311         | (24,390)   | (26.0)  |
| Gift *                                      | 987             | 797            | (190)      | (19.3)  |

| Local Taxes                            | Net Collections |                | Difference |         |
|--|-----------------|----------------|------------|---------|
|  | September 1996  | September 1997 | Amount     | Percent |
| M.T.A. Corporate Surcharge *           | \$120,754       | \$121,335      | \$581      | 0.5     |
| New York City Alcoholic Beverage       | 1,855           | 1,802          | (53)       | (2.9)   |
| New York City Motor Fuel               | 1               | 0              | (1)        | (100.0) |
| New York City Personal Income *        | 352,865         | 397,191        | 44,326     | 12.6    |
| Sales & Use (Includes M.A.C.) *        | 788,524         | 817,024        | 28,500     | 3.6     |
| Stock Transfer (to NYC; all rebatable) | 896,707         | 1,394,776      | 498,069    | 55.5    |
| Yonkers Personal Income *              | 2,067           | 2,048          | (19)       | (0.9)   |
| Total - Local Taxes *                  | \$2,162,773     | \$2,734,176    | \$571,403  | 26.4    |
| Total - State & Local *                | \$6,128,856     | \$6,818,383    | \$689,870  | 11.3    |

2/ Includes Hotel/Motel Occupancy (repealed 9/1/94):

| September 1996 | September 1997 |
|----------------|----------------|
| \$346          | \$3            |

3/ Includes tax on informational and entertainment services (900) numbers:

| September 1996 | September 1997 |
|----------------|----------------|
| \$149          | \$41           |

4/ Includes Cigarette License and Sticker Fees.

5/ Includes Article 13-A Petroleum Business Tax, Lubricating Oils Tax (repealed 9/1/94), former Article 13-A Gross Receipts Tax, and former Article 9, Section 182-A.

6/ Reflects adjustments to prior periods posted during September 1997.

\* September 1997 amounts include Amnesty collections.

September 1997

(in thousands)

| State Taxes                            | Net Collections | Estimated Receipts 7/ | Net Collections Year-to-Date |              | Difference  |         |
|--|-----------------|-----------------------|------------------------------|--------------|-------------|---------|
|  | 1996-1997       | 1997-1998             | 1996-1997                    | 1997-1998    | Amount      | Percent |
| Personal Income Tax 1/ *               | \$16,370,887    | \$18,865,000          | \$8,998,453                  | \$10,322,949 | \$1,324,496 | 14.7    |
| User Taxes 2/ *                        | \$8,607,099     | \$8,796,100           | \$4,311,656                  | \$4,486,315  | \$175,192   | 4.1     |
| Sales and Use 3/ *                     | 7,060,391       | 7,267,400             | 3,508,858                    | 3,672,700    | 163,842     | 4.7     |
| Motor Fuel *                           | 471,508         | 478,700               | 241,915                      | 248,792      | 6,877       | 2.8     |
| Cigarette/Tobacco Products 4/          | 667,063         | 660,000               | 357,218                      | 362,284      | 5,066       | 1.4     |
| Alcoholic Beverage                     | 193,092         | 172,000               | 95,857                       | 87,792       | (8,065)     | (8.4)   |
| Highway/Fuel Use 1/ *                  | 157,315         | 161,000               | 76,332                       | 82,897       | 6,565       | 8.6     |
| Containers *                           | 25,460          | 25,000                | 14,292                       | 14,527       | 235         | 1.6     |
| Auto Rental *                          | 31,442          | 31,000                | 16,639                       | 17,311       | 672         | 4.0     |
| Business Taxes *                       | \$5,920,606     | \$5,713,700           | \$2,972,606                  | \$2,856,135  | (\$116,471) | (3.9)   |
| Corporation Franchise *                | 2,066,695       | 1,972,000             | 998,349                      | 969,699      | (28,650)    | (2.9)   |
| Corporation & Utilities 1/ *           | 1,625,475       | 1,595,000             | 786,608                      | 750,771      | (35,837)    | (4.6)   |
| Banks                                  | 639,938         | 595,000               | 420,366                      | 319,085      | (101,281)   | (24.1)  |
| Insurance (Article 33)                 | 615,942         | 605,700               | 282,018                      | 324,953      | 42,935      | 15.2    |
| Direct Writings                        | 4,727           | - - -                 | 2,951                        | 1,830        | (1,121)     | (38.0)  |
| Petroleum 1/, 5/ *                     | 967,829         | 946,000               | 482,314                      | 489,797      | 7,483       | 1.6     |
| Other Revenues *                       | \$1,168,419     | \$1,192,000           | \$614,735                    | \$736,318    | \$121,583   | 19.8    |
| Real Property Gains (repealed 6/15/96) | 42,355          | 9,000                 | 46,110                       | 32,407       | (13,703)    | (29.7)  |
| Estate & Gift 1/ *                     | 889,323         | 931,500               | 447,439                      | 565,995      | 118,556     | 26.5    |
| Real Estate Transfer                   | 194,488         | 210,000               | 98,703                       | 114,896      | 16,193      | 16.4    |
| Pari-Mutuel                            | 41,749          | 41,000                | 22,236                       | 22,825       | 589         | 2.6     |
| Other (Racing Adms & Boxing)           | 504             | 500                   | 247                          | 195          | (52)        | (21.1)  |
| Total - State Taxes 2/ *               | \$32,067,011    | \$34,566,800          | \$16,897,450                 | \$18,401,717 | \$1,504,800 | 8.9     |

1/See page 2 for component detail.

|   | Net Collections | Estimated Receipts 7/ | Net Collections Year-to-Date |              | Difference  |         |
|---|-----------------|-----------------------|------------------------------|--------------|-------------|---------|
|   | 1996-1997       | 1997-1998             | 1996-1997                    | 1997-1998    | Amount      | Percent |
| Personal Income Tax                         |                 |                       |                              |              |             |         |
| Withholding *                               | \$14,899,561    | \$14,738,000          | \$6,815,773                  | \$6,678,666  | (\$137,107) | (2.0)   |
| Estimated Tax                               | 3,856,266       | 4,070,000             | 2,280,455                    | 2,634,614    | 354,159     | 15.5    |
| Final Payments                              | 885,246         | 930,000               | 771,818                      | 815,065      | 43,247      | 5.6     |
| Delinquencies *                             | 593,313         | 505,000               | 278,480                      | 227,994      | (50,486)    | (18.1)  |
| Limited Liability Company Fees              | 3,925           | - - -                 | 2,353                        | 5,210        | 2,857       | 121.4   |
| Total Gross Collections *                   | \$20,238,311    | \$20,243,000          | \$10,148,879                 | \$10,361,549 | \$212,670   | 2.1     |
| Refunds/Minor Offsets                       | 2,494,898       | 2,406,000             | 1,695,482                    | 1,756,749    | 61,267      | 3.6     |
| State/City Offsets                          | 189,046         | 205,000               | 133,310                      | 143,697      | 10,387      | 7.8     |
| Net, before Refund Reserve *                | \$17,554,367    | \$17,632,000          | \$8,320,087                  | \$8,461,103  | \$141,016   | 1.7     |
| Refund Reserve Transactions                 | (1,183,480)     | 1,233,000             | 678,366                      | 1,861,846    | 1,183,480   | 174.5   |
| Net, after Refund Reserve *                 | \$16,370,887    | \$18,865,000          | \$8,998,453                  | \$10,322,949 | \$1,324,496 | 14.7    |
| Other Component Detail                      |                 |                       |                              |              |             |         |
| Highway/Fuel Use *                          | \$157,315       | \$161,000             | \$76,332                     | \$82,897     | \$6,565     | 8.6     |
| Highway Use *                               | 139,207         | NA                    | 67,241                       | 70,069       | 2,828       | 4.2     |
| Truck Mileage *                             | 133,055         | NA                    | 65,727                       | 67,742       | 2,015       | 3.1     |
| Permits                                     | 6,152           | NA                    | 1,514                        | 2,327        | 813         | 53.7    |
| Fuel Use                                    | 18,108          | NA                    | 9,091                        | 12,828       | 3,737       | 41.1    |
| Article 21                                  | 3,134           | NA                    | 1,065                        | 1,260        | 195         | 18.3    |
| Article 21A IFTA                            | 14,509          | NA                    | 7,947                        | 11,508       | 3,561       | 44.8    |
| IFTA Decal Fees & Trip Permits              | 465             | NA                    | 79                           | 60           | (19)        | (24.1)  |
| Corporation & Utilities 6/ *                | \$1,625,475     | \$1,595,000           | \$786,608                    | \$750,771    | (\$35,837)  | (4.6)   |
| Article 9 (excl sec. 180, 186-A, A&E & P) * | 368,179         | NA                    | 149,561                      | 163,137      | 13,576      | 9.1     |
| Utilities (section 186-A, A&E & P)          | 1,257,296       | NA                    | 637,047                      | 587,634      | (49,413)    | (7.8)   |
| Petroleum *                                 | \$967,829       | \$946,000             | \$482,314                    | \$489,797    | \$7,483     | 1.6     |
| Article 13-A (prior to 9/1/90) *            | 2,254           | NA                    | 1,904                        | 465          | (1,439)     | (75.6)  |
| Article 13-A (after 9/1/90) *               | 965,107         | NA                    | 480,460                      | 489,065      | 8,605       | 1.8     |
| Article 9, Section 182-A                    | 476             | NA                    | (6)                          | 10           | 16          | 266.7   |
| Lubricating Oils (repealed 9/1/94)          | (8)             | NA                    | (44)                         | 257          | 301         | 684.1   |
| Estate & Gift *                             | \$889,323       | \$931,500             | \$447,439                    | \$565,995    | \$118,556   | 26.5    |
| Estate *                                    | 791,559         | NA                    | 414,003                      | 542,540      | 128,537     | 31.0    |
| Gift *                                      | 97,764          | NA                    | 33,436                       | 23,455       | (9,981)     | (29.9)  |

| Local Taxes                            | Net          | Estimated | Net Collections |              | Difference  |         |
|--|--------------|-----------|-----------------|--------------|-------------|---------|
|  | Collections  | Receipts  | Year-to-Date    |              | Amount      | Percent |
|  | 1996-1997    | 1997-1998 | 1996-1997       | 1997-1998    |             |         |
| M.T.A. Corporate Surcharge *           | \$560,232    | ---       | \$282,580       | \$289,188    | \$6,608     | 2.3     |
| New York City Alcoholic Beverage       | 20,372       | ---       | 10,190          | 10,593       | 403         | 4.0     |
| New York City Motor Fuel               | 2            | ---       | 2               | 0            | (2)         | (100.0) |
| New York City Personal Income *        | 4,220,683    | ---       | 2,059,286       | 2,329,976    | 270,690     | 13.1    |
| Sales & Use (Includes M.A.C.) *        | 7,203,206    | ---       | 3,540,871       | 3,712,129    | 171,258     | 4.8     |
| Stock Transfer (to NYC; all rebatable) | 4,104,581    | ---       | 1,868,544       | 2,630,370    | 761,826     | 40.8    |
| Yonkers Personal Income *              | 23,236       | ---       | 13,362          | 11,929       | (1,433)     | (10.7)  |
| Total - Local Taxes *                  | \$16,132,312 | ---       | \$7,774,835     | \$8,984,185  | \$1,209,350 | 15.6    |
| Total - State & Local *                | \$48,199,323 | ---       | \$24,672,285    | \$27,385,902 | \$2,714,150 | 11.0    |

2/ Includes Hotel/Motel Occupancy (repealed 9/1/94):

| 1996-97 | 1997-98 |
|---------|---------|
| \$545   | \$12    |

3/ Includes tax on informational and entertainment services (900) numbers:

| 1996-97 | 1997-98 |
|---------|---------|
| \$343   | \$231   |

4/ Includes Cigarette License and Sticker Fees.

5/ Includes Article 13-A Petroleum Business Tax, Lubricating Oils Tax (repealed 9/1/94), former Article 13-A Gross Receipts Tax, and former Article 9, Section 182-A.

6/ Reflects adjustments to prior periods posted during September 1997.

7/ From the Budget Forecast, July 1997. Estimates adjusted to a collection basis. Article 13 estimate included in Corporation Franchise Tax; Cigarette License Fees and Stickers estimates included in Cigarette/Tobacco Products; Direct Writings estimate included in Insurance (Article 33); Hotel/Motel Occupancy included in User Taxes.

\* Fiscal year 1997-98 amounts include Amnesty collections.