



Office of State Budget Director

284 Capitol Annex, 702 Capitol Avenue
Frankfort, Kentucky 40601

Steven L. Beshear
Governor

(502) 564-7300
FAX: (502) 564-6684
Internet: osbd.ky.gov

Mary Lassiter
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

For Immediate Release
March 8, 2011

Contact: Mary Lassiter
Greg Harkenrider
502-564-7300

GENERAL FUND AND ROAD FUND RECEIPTS
INCREASE IN FEBRUARY 2011
General Fund receipts increased 5.3 percent
Road Fund receipts increased 13.3 percent

FRANKFORT, Ky. (Tuesday, March 8, 2011) - The Office of State Budget Director reported today that February's General Fund receipts grew 5.3 percent compared to February of last year, an increase of \$28.0 million. Total revenues for the month were \$552.9 million, compared to \$525.0 million during February 2010. Receipts have now grown 5.5 percent for the first eight months of FY11.

The enacted budget calls for 4.2 percent revenue growth for the entire fiscal year. To meet the official revenue estimate, receipts must grow 1.7 percent over the last four months of the fiscal year. The most recent internal revenue estimate predicted revenues would grow 4.9 percent for the year.

Road Fund receipts for January totaled \$112.6 million, a 13.3 percent increase over February 2010 levels. Year-to-date receipts for FY11 are up 13.0 percent.

State Budget Director Mary Lassiter noted that General Fund tax receipts posted solid growth, increasing confidence that the revenues will meet budgeted levels and likely exceed them. "We are seeing continuing signs of economic recovery in state receipts. Our individual income tax receipts are exceeding projections. However, the sales tax, while growing at a healthy rate, is not growing at budgeted levels. Overall, we project to end the year slightly above budgeted levels, and will prepare an updated quarterly revenue outlook in April."

-more-

Among the major accounts:

- Sales and use tax receipts increased 1.4 percent for the month and have grown 4.0 percent year-to-date.
- Corporation income tax receipts rose \$6.0 million and have increased 28.9 percent for the year.
- Individual income tax collections rose 5.0 percent in February and have grown 6.1 percent through the first eight months of FY11.
- Property tax collections increased 17.4 percent, primarily due to timing differences in the collection and remittance of tax receipts, but are down 0.8 percent year-to-date.
- Cigarette tax receipts fell 11.4 percent and have now fallen 5.6 percent year-to-date.
- Coal severance tax receipts grew 23.1 percent and are up 13.3 percent through the first eight months of the fiscal year.

Road Fund receipts grew 13.3 percent in February 2011 with collections of \$112.6 million. The official Road Fund revenue estimate call for an increase in revenues of 5.3 percent for the fiscal year. Based on year-to-date tax collections, revenues can decline 8.4 percent for the remainder of FY11 and meet the estimate. Among the accounts, motor fuels rose 9.1 percent. Motor vehicle usage revenue increased 39.1 percent, and license and privilege receipts fell 2.9 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	2011	FEBRUARY 2010	% Change	FY 2011	JULY THROUGH FEBRUARY FY 2010	% Change
TOTAL GENERAL FUND	\$552,949,512	\$524,988,512	5.3%	\$5,650,770,499	\$5,354,373,185	5.5%
Tax Receipts	\$527,603,107	\$501,296,877	5.2%	\$5,448,643,904	\$5,149,862,498	5.8%
Sales and Gross Receipts	\$235,461,760	\$227,829,856	3.3%	\$2,303,889,300	\$2,228,931,754	3.4%
Beer Consumption	376,051	469,546	-19.9%	4,100,232	4,114,614	-0.3%
Beer Wholesale	3,114,477	3,159,759	-1.4%	35,320,565	34,711,297	1.8%
Cigarette	17,834,758	20,128,217	-11.4%	171,145,295	181,230,726	-5.6%
Distilled Spirits Case Sales	6,029	6,036	-0.1%	(268,797)	73,567	---
Distilled Spirits Consumption	597,593	596,980	0.1%	7,421,942	7,251,053	2.4%
Distilled Spirits Wholesale	1,449,739	1,450,505	-0.1%	19,085,609	18,607,930	2.6%
Insurance Premium	26,142,939	18,342,168	42.5%	66,597,673	58,461,534	13.9%
Pari-Mutuel	95,735	92,699	3.3%	2,780,861	(888,101)	---
Race Track Admission	0	14,938	-100.0%	146,651	152,816	-4.0%
Sales and Use	178,085,431	175,627,145	1.4%	1,930,289,416	1,855,787,749	4.0%
Wine Consumption	163,827	143,362	14.3%	1,744,201	1,657,867	5.2%
Wine Wholesale	827,919	713,461	16.0%	9,407,455	8,450,852	11.3%
Telecommunications Tax	5,170,939	5,400,323	-4.2%	41,738,615	45,053,002	-7.4%
Other Tobacco Products	1,597,407	1,667,985	-4.2%	14,301,016	14,054,044	1.8%
Floor Stock Tax	(1,084)	16,733	---	78,566	212,804	---
License and Privilege	\$44,292,490	\$47,150,259	-6.1%	\$357,215,241	\$283,307,765	26.1%
Alc. Bev. License Suspension	36,115	56,500	-36.1%	268,470	313,475	-14.4%
Coal Severance	26,547,637	21,557,259	23.1%	192,073,863	169,522,712	13.3%
Corporation License	316,983	(21,445)	---	9,675,820	2,222,796	335.3%
Corporation Organization	0	0	---	50,475	134,359	-62.4%
Occupational Licenses	8,397	10,959	-23.4%	80,926	92,651	-12.7%
Oil Production	654,495	432,214	51.4%	5,033,454	4,936,817	2.0%
Race Track License	4,725	3,850	22.7%	213,475	221,850	-3.8%
Bank Franchise Tax	5,288,430	6,313,779	-16.2%	8,473,515	6,182,841	---
Driver License Fees	46,386	46,976	-1.3%	401,835	390,121	3.0%
Minerals Severance	673,360	622,549	8.2%	9,383,424	9,264,775	1.3%
Natural Gas Severance	1,887,480	3,411,055	-44.7%	15,799,901	13,999,679	12.9%
Limited Liability Entity	8,828,482	14,716,564	-40.0%	115,760,083	76,025,688	52.3%
Income	\$213,178,640	\$197,038,478	8.2%	\$2,298,314,754	\$2,144,211,656	7.2%
Corporation	(2,294,690)	(8,240,728)	---	132,447,797	102,768,023	28.9%
Individual	215,473,330	205,279,205	5.0%	2,165,866,957	2,041,443,634	6.1%
Property	\$27,699,389	\$23,587,654	17.4%	\$440,199,107	\$443,860,804	-0.8%
Building & Loan Association	7,971	7,156	11.4%	(45,209)	98,299	---
General - Real	10,004,595	8,338,086	20.0%	236,176,806	237,646,033	-0.6%
General - Tangible	11,918,685	10,465,040	13.9%	147,493,346	140,179,316	5.2%
Omitted & Delinquent	3,264,903	2,612,353	25.0%	21,783,403	18,312,031	19.0%
Public Service	2,230,618	1,966,878	13.4%	33,747,760	46,716,700	-27.8%
Other	272,618	198,141	37.6%	1,043,002	908,424	14.8%
Inheritance	\$4,118,335	\$2,663,935	54.6%	\$27,207,709	\$26,406,770	3.0%
Miscellaneous	\$2,852,494	\$3,026,694	-5.8%	\$21,817,794	\$23,143,749	-5.7%
Legal Process	1,713,617	1,725,964	-0.7%	13,299,109	14,692,257	-9.5%
T. V. A. In Lieu Payments	1,134,733	1,200,142	-5.5%	8,453,091	8,334,380	1.4%
Other	4,144	100,588	-95.9%	65,593	117,111	-44.0%
Nontax Receipts	\$24,047,900	\$22,960,820	4.7%	\$198,791,105	\$202,167,662	-1.7%
Departmental Fees	2,601,421	2,630,675	-1.1%	16,705,200	17,028,535	-1.9%
PSC Assessment Fee	(210,298)	5,496	---	8,706,036	8,331,188	4.5%
Fines & Forfeitures	2,028,502	2,017,270	0.6%	17,045,719	19,588,849	-13.0%
Interest on Investments	50,943	61,962	-17.8%	448,241	555,389	-19.3%
Lottery	17,500,000	17,500,000	0.0%	129,500,000	127,000,000	2.0%
Sale of NOx Credits	0	0	---	22,513	601,430	---
Miscellaneous	2,077,333	745,417	178.7%	26,363,395	29,062,272	-9.3%
Redeposit of State Funds	\$1,298,505	\$730,814	77.7%	\$3,335,491	\$2,343,024	42.4%

2. ROAD FUND REVENUE

	<u>2011</u>	<u>FEBRUARY</u>		<u>JULY THROUGH FEBRUARY</u>		
		<u>2010</u>	<u>% Change</u>	<u>FY 2011</u>	<u>FY 2010</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$112,624,047	\$99,444,392	13.3%	\$872,797,580	\$772,264,829	13.0%
Tax Receipts-	\$110,802,227	\$97,761,510	13.3%	\$857,066,339	\$754,677,587	13.6%
Sales and Gross Receipts	\$87,919,697	\$74,187,923	18.5%	\$739,869,400	\$640,189,782	15.6%
Motor Fuels Taxes	55,558,230	50,914,716	9.1%	493,188,791	428,466,082	15.1%
Motor Vehicle Usage	32,361,467	23,273,206	39.1%	246,680,609	211,723,700	16.5%
License and Privilege	\$22,882,530	\$23,573,588	-2.9%	\$117,196,939	\$114,487,805	2.4%
Motor Vehicles	5,058,613	6,802,107	-25.6%	46,769,489	46,955,347	-0.4%
Motor Vehicle Operators	1,385,528	1,325,756	4.5%	10,609,260	10,591,943	0.2%
Weight Distance	15,418,468	14,986,169	2.9%	53,533,162	51,709,651	3.5%
Truck Decal Fees	3,302	3,452	-4.4%	75,086	52,443	43.2%
Other Special Fees	1,016,619	456,103	122.9%	6,209,942	5,178,421	19.9%
Nontax Receipts	\$1,547,837	\$1,612,552	-4.0%	\$13,486,927	\$15,878,941	-15.1%
Departmental Fees	1,208,681	1,391,689	-13.2%	11,313,858	12,275,790	-7.8%
In Lieu of Traffic Fines	60,200	61,244	-1.7%	496,793	503,223	-1.3%
Investment Income	86,376	158,227	-45.4%	1,022,837	2,647,343	-61.4%
Miscellaneous	192,580	1,393	13729.8%	653,440	452,585	44.4%
Redeposit of State Funds	\$273,984	\$70,329	289.6%	\$2,244,314	\$1,708,301	31.4%

An electronic version of this report is available for viewing and downloading in PDF format at the Office of the State Budget Director's web site. To access this report, set your browser to <http://www.osbd.ky.gov>.