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**GENERAL FUND AND ROAD FUND RECEIPTS**  
**FOR JULY 2016**

***General Fund receipts increase 4.8 percent***  
***Road Fund receipts decrease 4.5 percent***

**FRANKFORT, Ky. (Wednesday August 10, 2016)** State Budget Director John Chilton announced today Kentucky's General Fund receipts for July, the first month of Fiscal Year 2017 (FY17), totaled \$769.3 million, a 4.8 percent increase compared to July 2015 receipts.

The official revenue estimate for all of FY17 calls for revenue to grow 2.7 percent compared to full year FY16 actual receipts. Based on July's receipts, General Fund revenues need to increase 2.5 percent for the remainder of the fiscal year to meet the official estimate.

State Budget Director Chilton noted that while the 4.8 percent growth of July is robust, the underlying revenue accounts reveal a more cautionary tone. "July's revenue totals were very encouraging, but sustainability of the current revenue trend remains a concern. Of the main revenue sources, only three saw growth and each had unique circumstances. Sales and gross receipts were inflated in July due to changes in the required tax payment dates for certain accelerated filers. Without those additional monies, the sales and use tax would have been flat or negative. Individual income tax revenue rose \$40.9 million in July, and withholding taxes increased 13.4 percent or \$39.5 million, a level that is unsustainable. Lastly, property tax revenue grew \$4.5 million but this account frequently shows large fluctuations early in the fiscal year and cannot be counted on to recur."

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Among the major accounts, compared to July 2015:

- Individual income tax receipts rose 14.0 percent.
- Sales tax revenues grew 3.3 percent.
- Corporation income tax collections rose 36.6 percent.
- Cigarette tax collections fell 9.4 percent in July.
- Property tax receipts grew 56.2 percent.
- Coal severance tax revenues declined 46.7 percent.
- Lottery revenues increased 2.9 percent.

Road Fund revenues for July totaled \$121.8 million, a 4.5 percent decline compared to last July. Chilton noted that collections were in line with expectations. “A timing issue helped bump up motor vehicle usage tax receipts last July while growth in motor fuels tax collections were moderate and based only on an increase in consumption.”

The official Road Fund revenue estimate for all of FY17 calls for revenue to decline 1.7 percent compared to full year FY16 actual receipts. Based on the first month’s receipts, revenues can fall 1.5 percent for the rest of the fiscal year and still meet budgeted levels.

Among the major Road Fund categories, compared to July 2015:

- Motor fuels tax receipts rose 1.9 percent.
- Motor vehicle usage tax decreased 9.0 percent.
- License and privilege taxes fell 11.2 percent.

KENTUCKY STATE GOVERNMENT REVENUE  
1. GENERAL FUND REVENUE

	<u>JULY</u> <u>2016</u>	<u>JULY</u> <u>2015</u>	<u>% Change</u>
<b>TOTAL GENERAL FUND</b>	<b>\$769,288,008</b>	<b>\$733,782,677</b>	<b>4.8%</b>
<b>Tax Receipts</b>	<b>\$739,467,620</b>	<b>\$704,178,108</b>	<b>5.0%</b>
Sales and Gross Receipts	\$357,632,096	\$350,771,527	2.0%
Beer Consumption	568,791	721,581	-21.2%
Beer Wholesale	5,958,048	6,959,578	-14.4%
Cigarette	19,596,067	21,639,927	-9.4%
Distilled Spirits Case Sales	13,818	13,532	2.1%
Distilled Spirits Consumption	1,300,418	1,278,117	1.7%
Distilled Spirits Wholesale	3,882,420	3,771,460	2.9%
Insurance Premium	10,021	5,382	86.2%
Pari-Mutuel	435,398	227,825	91.1%
Race Track Admission	0	111,140	-100.0%
Sales and Use	316,899,718	306,895,227	3.3%
Wine Consumption	263,002	258,479	1.8%
Wine Wholesale	1,377,160	1,480,469	-7.0%
Telecommunications Tax	5,462,289	5,565,058	-1.8%
Other Tobacco Products	1,864,920	1,839,236	1.4%
Floor Stock Tax	28	4,516	-99.4%
License and Privilege	(\$1,738,858)	\$399,247	---
Alc. Bev. License Suspension	49,550	23,350	112.2%
Corporation License	1,399	10,334	-86.5%
Corporation Organization	0	0	---
Occupational Licenses	14,616	32,190	-54.6%
Race Track License	0	132,500	-100.0%
Bank Franchise Tax	(1,868,001)	139,892	---
Driver License Fees	63,578	60,981	4.3%
Natural Resources	\$8,841,649	\$16,664,175	-46.9%
Coal Severance	6,973,199	13,086,176	-46.7%
Oil Production	455,394	644,943	-29.4%
Minerals Severance	1,186,784	2,187,795	-45.8%
Natural Gas Severance	226,271	745,261	-69.6%
Income	\$357,257,515	\$320,612,745	11.4%
Corporation	24,102,513	17,641,061	36.6%
Individual	334,126,321	293,201,177	14.0%
Limited Liability Entity	(971,319)	9,770,507	---
Property	\$12,485,917	\$7,992,473	56.2%
Building & Loan Association	0	0	---
General - Real	(33,212)	(46,792)	---
General - Tangible	11,456,300	9,495,313	20.7%
Omitted & Delinquent	(2,376,653)	(4,503,886)	---
Public Service	3,439,481	3,047,838	12.8%
Other	0	0	---
Inheritance Tax	\$3,053,415	\$5,577,676	-45.3%
Miscellaneous	\$1,935,887	\$1,865,316	3.8%
Legal Process	1,087,332	1,081,091	0.6%
T. V. A. In Lieu Payments	848,556	784,225	8.2%
Other	0	0	---
<b>Nontax Receipts</b>	<b>\$30,252,550</b>	<b>\$29,670,112</b>	<b>2.0%</b>
Departmental Fees	808,409	925,792	-12.7%
PSC Assessment Fee	12,541,275	10,597,268	18.3%
Fines & Forfeitures	1,704,498	1,958,270	-13.0%
Income on Investments	16,520	(34,276)	---
Lottery	17,500,000	17,000,000	2.9%
Sale of NOx Credits	0	0	---
Miscellaneous	(2,318,152)	(776,942)	---
Redeposit of State Funds	(\$432,162)	\$229,405	---

**2. ROAD FUND REVENUE**

	<u>JULY</u> <u>2016</u>	<u>JULY</u> <u>2015</u>	<u>% Change</u>
<b>TOTAL STATE ROAD FUND</b>	<b>\$121,822,329</b>	<b>\$127,610,981</b>	<b>-4.5%</b>
Tax Receipts-	\$120,721,954	\$125,465,660	-3.8%
Sales and Gross Receipts	\$106,393,998	\$109,325,912	-2.7%
Motor Fuels Taxes	64,439,453	63,241,670	1.9%
Motor Vehicle Usage	41,954,544	46,084,242	-9.0%
License and Privilege	\$14,327,957	\$16,139,748	-11.2%
Motor Vehicles	5,827,387	8,129,950	-28.3%
Motor Vehicle Operators	1,415,198	1,385,887	2.1%
Weight Distance	4,198,165	5,924,520	-29.1%
Truck Decal Fees	30	5,380	-99.4%
Other Special Fees	2,887,177	694,011	316.0%
Nontax Receipts	\$1,104,840	\$2,183,516	-49.4%
Departmental Fees	939,576	1,903,049	-50.6%
In Lieu of Traffic Fines	28,995	27,473	5.5%
Income on Investments	69,785	253,365	-72.5%
Miscellaneous	66,484	(371)	---
Redeposit of State Funds	(\$4,464)	(\$38,196)	---

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