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GENERAL FUND AND ROAD FUND RECEIPTS
FOR OCTOBER 2016

General Fund receipts rose 6.0 percent
Road Fund receipts fell 7.4 percent

FRANKFORT, Ky. (Thursday, November 10, 2016) - State Budget Director John Chilton reported today that October's General Fund receipts were \$48.0 million more than what was collected last October, an increase of 6.0 percent. Total revenues for the month were \$849.4 million, compared to \$801.4 million during October 2015. Receipts have increased 4.0 percent for the first four months of the fiscal year, and need to grow 2.1 percent over the final eight months of FY17 to achieve the official revenue estimate of \$10,616.4 million.

Road Fund receipts for October totaled \$120.3 million, a 7.4 percent decrease from October 2015 levels. Year-to-date Road Fund receipts have increased 0.8 percent. Based on year-to-date collections, Road Fund receipts can fall 3.0 percent and still meet the official FY17 estimate.

Chilton noted that October General Fund revenues posted their largest rate of growth this fiscal year, as the combination of corporation and individual income taxes grew sharply compared to last October. "The individual income tax continues to be the primary source of revenue growth in the Commonwealth, increasing 8.5 percent in October. Remaining accounts in the General Fund were mixed. Sales and use tax receipts were adversely affected by the issuance of refunds, while the corporation income tax and LLET accounts were inflated due to one-time payments with returns. Notwithstanding these monthly variances, General Fund revenues remain solidly on track to meet or slightly exceed the official estimates."

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Among the major accounts,

- Corporation income tax receipts were \$43.1 million more than what was collected in October 2015 due, in large part, to the multi-year payment mentioned above. Year-to-date receipts have increased 44.0 percent.
- Individual income tax collections rose 8.5 percent, as a 9.6 percent increase in withholding receipts offset small declines in the other components of the tax. Receipts are up 5.7 percent for the first four months of FY17.
- Sales and use tax receipts fell 3.6 percent in October and are up 2.2 percent for the year. The October decline was the first negative month since March 2015, a string of 18 consecutive monthly increases.
- Property tax collections increased 13.4 percent in October, and are up 12.5 percent year-to-date. Large swings in property tax revenues are typical in the fall months as the bulk of receipts in this category are received between November and January.
- Cigarette tax receipts fell 7.9 percent in October and are down 3.2 percent for the first four months of the fiscal year.
- Coal severance tax receipts were the highest in 10 months but were still 25.8 percent below October 2015 levels. Year-to-date collections are down 34.0 percent.
- Lottery revenues grew 1.1 percent in October and are up 6.7 percent for the year.

Road Fund receipts decreased 7.4 percent in October largely due to a drop in motor vehicle usage tax receipts. Year-to-date Road Fund collections have grown 0.8 percent. Motor fuels taxes increased 2.5 percent in October and have grown 1.4 percent for the year. Motor vehicle usage tax collections fell 14.8 percent but have increased 1.2 percent through the first four months of the year. License and privilege revenue fell 22.7 percent in October and has decreased 2.1 percent for the year. Nontax collections rose 3.1 percent for the month but are off 6.3 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>OCTOBER</u> <u>2016</u>	<u>OCTOBER</u> <u>2015</u>	<u>% Change</u>	<u>JULY THROUGH OCTOBER</u> <u>FY 2017</u>	<u>FY 2016</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$849,440,115	\$801,415,635	6.0%	\$3,331,812,306	\$3,203,045,145	4.0%
Tax Receipts	\$827,501,534	\$764,053,017	8.3%	\$3,238,453,411	\$3,094,810,799	4.6%
Sales and Gross Receipts	\$335,302,147	\$353,248,304	-5.1%	\$1,384,120,255	\$1,361,053,944	1.7%
Beer Consumption	551,369	615,736	-10.5%	2,277,218	2,429,994	-6.3%
Beer Wholesale	5,441,194	5,801,094	-6.2%	22,104,978	23,288,692	-5.1%
Cigarette	19,545,767	21,228,225	-7.9%	76,788,046	79,326,522	-3.2%
Distilled Spirits Case Sales	12,742	11,787	8.1%	48,740	46,414	5.0%
Distilled Spirits Consumption	1,178,982	1,084,829	8.7%	4,567,940	4,339,953	5.3%
Distilled Spirits Wholesale	3,700,923	3,295,927	12.3%	13,758,203	12,847,388	7.1%
Insurance Premium	9,611,325	15,548,627	-38.2%	46,662,571	45,779,468	1.9%
Pari-Mutuel	328,463	254,545	29.0%	1,437,965	1,180,741	21.8%
Race Track Admission	9,324	7,814	19.3%	89,673	118,954	-24.6%
Sales and Use	285,927,096	296,599,968	-3.6%	1,181,441,773	1,156,349,574	2.2%
Wine Consumption	273,332	240,684	13.6%	1,016,487	950,846	6.9%
Wine Wholesale	1,509,981	1,337,557	12.9%	5,639,918	5,346,430	5.5%
Telecommunications Tax	5,304,053	5,323,484	-0.4%	20,907,131	21,716,774	-3.7%
Other Tobacco Products	1,907,595	1,896,623	0.6%	7,379,569	7,326,183	0.7%
Floor Stock Tax	0	1,404	-100.0%	43	6,012	-99.3%
License and Privilege	(\$284,362)	\$376,059	---	(\$1,431,833)	\$74,804	---
Alc. Bev. License Suspension	38,850	69,300	-43.9%	175,500	191,025	-8.1%
Corporation License	10,328	(21,922)	---	(12,318)	25,281	-148.7%
Corporation Organization	916,052	90,690	910.1%	921,997	90,690	916.6%
Occupational Licenses	4,850	9,933	-51.2%	46,807	63,569	-26.4%
Race Track License	27,500	27,500	0.0%	122,500	160,000	-23.4%
Bank Franchise Tax	(1,339,190)	145,938	---	(2,928,215)	(684,047)	---
Driver License Fees	57,248	54,620	4.8%	241,896	228,286	6.0%
Natural Resources	\$12,221,742	\$15,004,193	-18.5%	\$42,658,268	\$61,804,886	-31.0%
Coal Severance	8,987,026	12,104,190	-25.8%	32,871,835	49,777,025	-34.0%
Oil Production	370,798	429,806	-13.7%	1,614,408	2,061,530	-21.7%
Minerals Severance	2,105,594	1,676,048	25.6%	6,590,928	7,164,645	-8.0%
Natural Gas Severance	758,324	794,149	-4.5%	1,581,096	2,801,686	-43.6%
Income	\$433,652,009	\$350,954,693	23.6%	\$1,697,617,084	\$1,560,401,436	8.8%
Corporation	42,751,341	(383,584)	---	179,229,784	124,479,633	44.0%
Individual	366,816,104	338,035,079	8.5%	1,457,111,638	1,377,927,100	5.7%
Limited Liability Entity	24,084,565	13,303,198	81.0%	61,275,661	57,994,703	5.7%
Property	\$40,567,565	\$35,768,187	13.4%	\$92,916,140	\$82,616,835	12.5%
Building & Loan Association	0	0	---	16,633	0	---
General - Real	1,546,477	2,569,303	-39.8%	1,587,645	2,214,566	-28.3%
General - Tangible	12,924,205	10,074,293	28.3%	43,953,176	38,241,885	14.9%
Omitted & Delinquent	(1,686,634)	(1,523,236)	---	2,049,452	(810,770)	-352.8%
Public Service	27,783,516	24,647,814	12.7%	45,309,302	42,966,183	5.5%
Other	0	13	-100.0%	(68)	4,971	---
Inheritance Tax	\$3,834,346	\$6,803,323	-43.6%	\$14,393,818	\$20,553,138	-30.0%
Miscellaneous	\$2,208,087	\$2,232,337	-1.1%	\$8,179,680	\$8,305,755	-1.5%
Legal Process	1,150,918	1,253,648	-8.2%	4,533,059	4,972,061	-8.8%
T. V. A. In Lieu Payments	1,057,169	978,689	8.0%	3,602,837	3,331,364	8.1%
Other	0	0	---	43,784	2,331	1778.7%
Nontax Receipts	\$21,276,248	\$34,259,660	-37.9%	\$91,357,542	\$104,739,328	-12.8%
Departmental Fees	1,420,195	1,705,232	-16.7%	4,439,930	4,536,992	-2.1%
PSC Assessment Fee	96,099	104,539	-8.1%	13,022,084	10,866,411	19.8%
Fines & Forfeitures	1,497,265	1,788,155	-16.3%	6,423,264	7,386,388	-13.0%
Income on Investments	(29,974)	(87,964)	---	(99,524)	(253,370)	---
Lottery	19,500,000	19,278,429	1.1%	77,627,129	72,778,429	6.7%
Sale of NOx Credits	0	0	---	0	0	---
Miscellaneous	(1,207,337)	11,471,269	---	(10,055,341)	9,424,478	---
Redeposit of State Funds	\$662,333	\$2,768,879	-76.1%	\$2,001,353	\$3,495,019	-42.7%

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				<u>FY 2017</u>	<u>FY 2016</u>	
TOTAL STATE ROAD FUND	\$120,267,261	\$129,878,336	-7.4%	\$504,837,109	\$500,947,246	0.8%
Tax Receipts-	\$117,624,704	\$127,463,020	-7.7%	\$497,249,689	\$492,917,989	0.9%
Sales and Gross Receipts	\$102,609,315	\$108,033,746	-5.0%	\$433,807,550	\$428,142,301	1.3%
Motor Fuels Taxes	62,459,295	60,923,483	2.5%	260,955,451	257,335,550	1.4%
Motor Vehicle Usage	40,150,019	47,110,263	-14.8%	172,852,099	170,806,751	1.2%
License and Privilege	\$15,015,389	\$19,429,274	-22.7%	\$63,442,139	\$64,775,687	-2.1%
Motor Vehicles	8,091,198	10,898,652	-25.8%	26,847,068	29,572,430	-9.2%
Motor Vehicle Operators	1,310,624	1,365,233	-4.0%	5,479,942	5,578,566	-1.8%
Weight Distance	4,574,445	6,307,987	-27.5%	25,510,144	26,931,067	-5.3%
Truck Decal Fees	6,832	4,120	65.8%	8,738	34,300	-74.5%
Other Special Fees	1,032,291	853,281	21.0%	5,596,246	2,659,326	110.4%
Nontax Receipts	\$2,548,786	\$2,472,101	3.1%	\$7,281,940	\$7,770,936	-6.3%
Departmental Fees	2,423,981	2,218,476	9.3%	6,239,119	6,858,615	-9.0%
In Lieu of Traffic Fines	26,720	40,310	-33.7%	117,975	144,349	-18.3%
Income on Investments	(5,688)	76,716	---	139,260	523,819	-73.4%
Miscellaneous	103,774	136,599	-24.0%	785,586	244,153	221.8%
Redeposit of State Funds	\$93,771	(\$56,784)	---	\$305,480	\$258,321	18.3%

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