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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JANUARY 2017

General Fund receipts decrease 2.1 percent
Road Fund receipts increase 14.2 percent

FRANKFORT, Ky. (Friday, February 10, 2017) – General Fund: The Office of State Budget Director reported today that January's General Fund receipts fell 2.1 percent compared to January of last year, a decrease of \$19.3 million. Total revenues for the month were \$884.6 million, compared to \$903.9 million during January 2016. Receipts have now grown 2.5 percent for the first seven months of Fiscal Year 2017 (FY17).

The official FY17 revenue estimate calls for 2.7 percent growth in revenues for the entire fiscal year. Meeting the official estimate requires 2.9 percent growth for the last five months of the fiscal year.

State Budget Director John Chilton noted that while General Fund tax receipts declined in the month, the revenue outlook still calls for a year-end balance less than, but very close to, the budgeted level. "The January receipts showed resilience in the income tax with withholding payments increasing by 11.5 percent compared to last year. However, sales and use tax receipts declined by 3.7 percent, largely because a large number of refunds were issued to taxpayers. With overall year-to-date General Fund revenue growth of 2.5 percent, General Fund revenues will need to increase to 2.9 percent for the remainder of the fiscal year to meet official estimates. Looking forward, the Governor's Office for

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Economic Analysis projects growth for the current quarter to be modest compared to the extraordinary 7.2 percent growth recorded in the third fiscal quarter in FY16. The needed acceleration in growth could arise in the fourth fiscal quarter, as prior year growth was only 0.6 percent.”

Among the major General Fund accounts:

- Individual income tax collections grew 3.0 percent for the month and are up 4.1 percent through the first seven months of FY17. Withholding receipts continue to be strong with growth of 11.5 percent in January and 4.9 percent for the year.
- Sales and use tax receipts decreased 3.7 percent for the month but are up 0.9 percent fiscal year-to date.
- Corporation income tax receipts fell \$6.7 million but have increased 15.7 percent in the first seven months of the fiscal year.
- Property tax collections grew 0.9 percent in January and have increased 3.2 percent fiscal year-to-date.
- Cigarette tax receipts decreased 13.6 percent for the month and have decreased 4.8 percent fiscal year-to-date.
- Coal severance tax receipts grew 0.7 percent in January. However, collections are down 27.3 percent through the first seven months of the fiscal year.

Road Fund:

Compared to last year, Road Fund receipts increased 14.2 percent in January to \$125.7 million. Fiscal year-to-date collections now stand at 1.9 percent compared to the first seven months last year. Collections for the month were \$125.7 million and were bolstered by a large increase in motor vehicle usage tax receipts. The official Road Fund estimate calls for revenues to decline 1.7 percent for the fiscal year. Based on year-to-date tax collections, revenues can fall 6.6 percent for the remainder of the fiscal year and still hit the official forecast for the entire fiscal year.

Among the accounts, motor fuels rose 0.9 percent, motor vehicle usage revenue increased 38.1 percent, and license and privilege receipts grew 16.2 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>JANUARY</u> <u>2017</u>	<u>JANUARY</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH</u> <u>FY 2017</u>	<u>JULY THROUGH</u> <u>FY 2016</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$884,596,559	\$903,863,700	-2.1%	\$6,124,114,338	\$5,974,216,937	2.5%
Tax Receipts	\$867,578,980	\$878,947,937	-1.3%	\$5,926,204,058	\$5,774,723,929	2.6%
Sales and Gross Receipts	\$375,919,371	\$391,592,158	-4.0%	\$2,414,050,505	\$2,398,227,731	0.7%
Beer Consumption	480,610	442,308	8.7%	3,732,479	3,931,654	-5.1%
Beer Wholesale	4,773,302	5,341,946	-10.6%	36,417,079	37,838,691	-3.8%
Cigarette	14,829,180	17,163,614	-13.6%	126,482,607	132,840,338	-4.8%
Distilled Spirits Case Sales	16,290	16,290	0.0%	95,761	87,051	10.0%
Distilled Spirits Consumption	1,495,980	1,511,731	-1.0%	8,862,499	8,171,286	8.5%
Distilled Spirits Wholesale	4,838,358	4,778,131	1.3%	27,312,009	24,579,110	11.1%
Insurance Premium	133,819	0	---	46,886,900	45,879,260	2.2%
Pari-Mutuel	391,003	231,118	69.2%	2,522,497	2,004,729	25.8%
Race Track Admission	35,573	46,447	-23.4%	141,991	179,301	-20.8%
Sales and Use	339,416,494	352,432,830	-3.7%	2,098,868,138	2,080,134,549	0.9%
Wine Consumption	368,261	369,934	-0.5%	2,026,509	2,017,981	0.4%
Wine Wholesale	2,135,422	2,147,831	-0.6%	11,462,241	10,475,539	9.4%
Telecommunications Tax	5,196,155	5,302,986	-2.0%	36,558,951	37,562,748	-2.7%
Other Tobacco Products	1,804,726	1,806,414	-0.1%	12,674,802	12,518,902	1.2%
Floor Stock Tax	4,199	578	625.9%	6,040	6,590	-8.4%
License and Privilege	\$954,918	\$993,571	-3.9%	\$228,456	\$2,882,847	-92.1%
Alc. Bev. License Suspension	23,000	54,200	-57.6%	258,703	291,101	-11.1%
Corporation License	1,442	9,362	-84.6%	(5,997)	79,680	---
Corporation Organization	44,565	0	---	967,762	91,685	955.5%
Occupational Licenses	7,100	9,962	-28.7%	74,004	97,073	-23.8%
Race Track License	46,000	58,225	-21.0%	227,475	270,725	-16.0%
Bank Franchise Tax	785,401	812,175	-3.3%	(1,695,168)	1,676,508	---
Driver License Fees	47,411	49,647	-4.5%	401,677	376,074	6.8%
Natural Resources	\$11,038,329	\$10,630,371	3.8%	\$76,281,718	\$100,782,383	-24.3%
Coal Severance	8,913,324	8,854,261	0.7%	58,937,096	81,069,921	-27.3%
Oil Production	450,237	349,713	28.7%	2,898,115	3,208,121	-9.7%
Minerals Severance	1,095,818	1,123,183	-2.4%	11,119,517	11,811,073	-5.9%
Natural Gas Severance	578,950	303,214	90.9%	3,326,990	4,693,268	-29.1%
Income	\$389,760,350	\$386,382,859	0.9%	\$2,917,022,433	\$2,762,966,909	5.6%
Corporation	9,277,536	16,021,166	-42.1%	280,998,165	242,946,442	15.7%
Individual	373,394,529	362,404,974	3.0%	2,531,585,979	2,431,859,783	4.1%
Limited Liability Entity	7,088,285	7,956,719	-10.9%	104,438,289	88,160,684	18.5%
Property	\$84,656,153	\$83,885,173	0.9%	\$478,894,311	\$464,223,476	3.2%
Building & Loan Association	0	0	---	15,372	(11,881)	---
General - Real	58,131,698	55,526,981	4.7%	256,802,572	251,011,100	2.3%
General - Tangible	24,710,952	26,860,957	-8.0%	159,261,688	157,878,456	0.9%
Omitted & Delinquent	(1,315,609)	(551,146)	---	7,994,066	3,234,022	147.2%
Public Service	2,993,278	1,982,931	51.0%	53,741,553	51,080,408	5.2%
Other	135,834	65,449	107.5%	1,079,061	1,031,370	4.6%
Inheritance Tax	\$3,429,701	\$3,363,623	2.0%	\$26,014,468	\$31,272,262	-16.8%
Miscellaneous	\$1,820,157	\$2,032,110	-10.4%	\$13,712,168	\$14,368,322	-4.6%
Legal Process	984,090	1,174,491	-16.2%	7,569,336	8,496,886	-10.9%
T. V. A. In Lieu Payments	830,072	848,556	-2.2%	6,093,053	5,877,031	3.7%
Other	5,995	9,064	-33.9%	49,779	(5,596)	---
Nontax Receipts	\$16,203,186	\$25,017,631	-35.2%	\$194,844,817	\$195,770,904	-0.5%
Departmental Fees	1,809,122	2,011,126	-10.0%	9,257,781	9,933,092	-6.8%
PSC Assessment Fee	111	149	-25.2%	13,031,431	10,868,458	19.9%
Fines & Forfeitures	1,321,058	1,429,400	-7.6%	10,617,447	12,052,395	-11.9%
Income on Investments	(145,754)	(85,824)	---	(472,758)	(507,906)	---
Lottery	19,000,000	21,000,000	-9.5%	137,127,129	131,278,429	4.5%
Sale of NOx Credits	0	0	---	0	0	---
Miscellaneous	(5,781,351)	662,780	---	25,283,787	32,146,436	-21.3%
Redeposit of State Funds	\$814,393	(\$33,796)	---	\$3,065,462	\$3,722,104	-17.6%

	<u>JANUARY</u> <u>2017</u>	<u>JANUARY</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH JANUARY</u> <u>FY 2017</u>	<u>JULY THROUGH JANUARY</u> <u>FY 2016</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$125,652,341	\$109,990,495	14.2%	\$868,143,537	\$852,242,456	1.9%
Tax Receipts-	\$123,485,791	\$107,850,773	14.5%	\$856,142,406	\$838,830,275	2.1%
Sales and Gross Receipts	\$106,544,925	\$93,269,242	14.2%	\$741,508,240	\$724,325,307	2.4%
Motor Fuels Taxes	60,494,027	59,926,271	0.9%	450,779,013	441,991,492	2.0%
Motor Vehicle Usage	46,050,897	33,342,971	38.1%	290,729,227	282,333,815	3.0%
License and Privilege	\$16,940,866	\$14,581,531	16.2%	\$114,634,166	\$114,504,967	0.1%
Motor Vehicles	8,520,716	7,258,775	17.4%	48,163,281	52,640,330	-8.5%
Motor Vehicle Operators	1,091,089	1,277,779	-14.6%	9,090,076	9,501,631	-4.3%
Weight Distance	6,413,882	5,084,749	26.1%	48,320,936	46,369,255	4.2%
Truck Decal Fees	3,055	902	238.7%	21,426	39,144	-45.3%
Other Special Fees	912,124	959,326	-4.9%	9,038,447	5,954,608	51.8%
Nontax Receipts	\$2,003,105	\$2,006,085	-0.1%	\$11,546,477	\$12,778,216	-9.6%
Departmental Fees	1,595,489	1,169,127	36.5%	10,075,947	11,096,586	-9.2%
In Lieu of Traffic Fines	33,751	31,222	8.1%	201,271	237,489	-15.3%
Income on Investments	308,657	745,355	-58.6%	157,868	986,272	-84.0%
Miscellaneous	65,207	60,381	8.0%	1,111,391	457,870	142.7%
Redeposit of State Funds	\$163,446	\$133,637	22.3%	\$454,654	\$633,965	-28.3%

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