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For Immediate Release
September 10, 2007

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**GENERAL FUND AND ROAD FUND RECEIPTS
FOR AUGUST 2007**

General Fund receipts \$589.0 million

Road Fund receipts \$117.3 million

FRANKFORT, Ky. - The Office of State Budget Director reported today that General Fund receipts grew 2.3 percent in August compared to last year. Total revenues for August were \$589.0 million, compared to \$575.7 million during August 2006. So far this fiscal year (FY08) the General Fund has grown 3.7 percent.

The consensus General Fund revenue estimate for FY08 that was completed last January anticipates growth of 3.6 percent over receipts for the last fiscal year (FY07). Based on year-to-date receipts, the rate of growth required in the final 10 months of FY08 to meet official budgeted General Fund revenues is 3.6 percent.

Among the major accounts:

- Individual income taxes rose 5.8 percent due to lower refund payments as well as higher withholding.
- Sales tax revenues climbed 4.9 percent.
- Corporation income tax was down 85.5 percent due to a decrease in declaration payments and a less favorable net balance on returns.
- Cigarette taxes climbed by 16.7 percent.
- Property taxes grew 38.4 percent due to growth in tangible, public service company, and omitted and delinquent property taxes.
- Coal severance tax rose strongly, rising 11.5 percent.
- Lottery revenues were unchanged from the previous year.

The Road Fund grew moderately in August, rising 5.7 percent with revenues of \$117.3 million. The official Road Fund revenue estimate requires growth of 3.9 percent for the entire fiscal year (FY08). Based on year-to-date growth, revenues must rise by 3.4 percent for the remainder of FY08 to meet the estimate.

The August growth can be attributed to increases in revenues from the motor vehicle usage tax, motor vehicle license tax, and departmental fees. Motor vehicle usage tax receipts grew by 4.7 percent. Motor fuels taxes rose by 1.3 percent. License and privilege taxes, including the weight distance tax, were up 11.8 percent. Non-tax receipts jumped 38.4 percent on the strength of departmental fees.

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KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	AUGUST			JULY THROUGH AUGUST		
	2007	2006	% Change	FY 2008	FY 2007	% Change
TOTAL GENERAL FUND	\$589,017,447	\$575,704,211	2.3%	\$1,223,255,450	\$1,180,117,855	3.7%
Tax Receipts	\$566,481,370	\$553,182,697	2.4%	\$1,175,072,717	\$1,131,958,368	3.8%
Sales and Gross Receipts	\$273,527,983	\$258,241,526	5.9%	\$554,297,686	\$536,485,812	3.3%
Beer Consumption	623,863	540,095	15.5%	1,258,225	1,179,981	6.6%
Beer Wholesale	4,518,584	4,028,110	12.2%	9,143,803	8,617,272	6.1%
Cigarette	16,835,866	14,432,615	16.7%	30,912,544	28,019,546	10.3%
Distilled Spirits Case Sales	7,377	6,933	6.4%	17,369	16,316	6.5%
Distilled Spirits Consumption	744,022	707,152	5.2%	1,755,368	1,667,408	5.3%
Distilled Spirits Wholesale	1,826,978	1,726,174	5.8%	4,348,933	4,074,533	6.7%
Insurance Premium	609,464	195,924	211.1%	887,721	357,976	148.0%
Pari-Mutuel	189,328	158,629	19.4%	547,953	626,787	-12.6%
Race Track Admission	26,725	0	---	135,421	101,691	33.2%
Sales and Use	241,757,000	230,441,248	4.9%	492,741,325	479,789,593	2.7%
Wine Consumption	170,412	155,856	9.3%	374,921	355,639	5.4%
Wine Wholesale	824,148	744,909	10.6%	1,809,099	1,706,709	6.0%
Telecommunications Tax	4,621,377	4,259,945	8.5%	8,814,155	8,550,649	3.1%
Other Tobacco Products	772,838	843,937	-8.4%	1,550,847	1,421,712	9.1%
License and Privilege	\$23,348,286	\$18,526,270	26.0%	\$49,157,937	\$44,583,515	10.3%
Alc. Bev. License Suspension	45,750	0	---	197,720	27,000	632.3%
Coal Severance	17,377,555	15,588,990	11.5%	34,979,623	34,755,555	0.6%
Corporation License	1,417,307	(323,486)	---	1,603,605	886,670	80.9%
Corporation Organization	5,813	6,787	-14.3%	9,205	13,454	-31.6%
Occupational Licenses	18,364	9,925	85.0%	31,640	22,028	43.6%
Oil Production	696,734	660,897	5.4%	1,315,942	1,321,413	-0.4%
Race Track License	37,500	0	---	178,525	142,500	25.3%
Bank Franchise Tax	(53,228)	(279,488)	---	(83,719)	(369,089)	---
Driver License Fees	57,047	53,516	6.6%	114,856	105,123	9.3%
Minerals Severance	1,514,738	1,305,675	16.0%	3,196,289	2,905,817	10.0%
Natural Gas Severance	1,737,420	1,503,453	15.6%	4,102,844	4,773,044	-14.0%
Limited Liability Entity	493,286	0	---	3,511,407	0	---
Income	\$244,518,590	\$254,381,639	-3.9%	\$519,990,112	\$510,506,919	1.9%
Corporation	3,918,664	27,028,836	-85.5%	30,151,416	54,511,439	-44.7%
Individual	240,599,926	227,352,803	5.8%	489,838,696	455,995,481	7.4%
Property	\$17,639,129	\$12,740,743	38.4%	\$36,200,614	\$28,899,896	25.3%
Building & Loan Association	1,260	0	---	88,787	519,670	-82.9%
General - Real	35,787	106,472	-66.4%	466,366	315,274	47.9%
General - Tangible	9,618,451	7,677,331	25.3%	17,670,305	15,311,133	15.4%
Omitted & Delinquent	5,749,334	3,184,779	80.5%	14,920,785	8,740,737	70.7%
Public Service	2,172,407	1,771,335	22.6%	2,992,482	4,004,922	-25.3%
Other	61,890	825	7404.9%	61,890	8,162	658.3%
Inheritance	\$4,404,322	\$4,271,470	3.1%	9,287,555	\$6,169,862	50.5%
Miscellaneous	\$3,043,061	\$5,021,050	-39.4%	\$6,138,813	\$5,312,363	15.6%
Legal Process	2,124,420	4,215,492	-49.6%	4,301,532	4,506,805	-4.6%
T. V. A. In Lieu Payments	918,640	801,059	14.7%	1,837,280	801,059	129.4%
Other	0	4,499	-100.0%	0	4,499	-100.0%
Nontax Receipts	\$22,300,239	\$21,709,883	2.7%	\$47,423,884	\$46,096,587	2.9%
Departmental Fees	2,340,697	2,197,297	6.5%	4,592,233	4,258,118	7.8%
PSC Assessment Fee	1,010,445	4,464,089	-77.4%	10,502,049	12,250,459	-14.3%
Fines & Forfeitures	2,504,212	2,097,527	19.4%	5,078,258	4,382,937	15.9%
Interest on Investments	139,997	124,531	12.4%	276,581	242,470	14.1%
Lottery	13,500,000	13,500,000	0.0%	27,000,000	26,500,000	1.9%
Sale of NOx Credits	0	87,500	-100.0%	0	87,500	-100.0%
Miscellaneous	2,804,889	(761,062)	---	(25,238)	(1,624,897)	---
Redeposit of State Funds	\$235,838	\$811,632	-70.9%	758,849	\$2,062,901	-63.2%

2. ROAD FUND REVENUE

	<u>2007</u>	<u>AUGUST</u>	<u>% Change</u>	<u>JULY THROUGH AUGUST</u>		<u>% Change</u>
		<u>2006</u>		<u>FY 2008</u>	<u>FY 2007</u>	
TOTAL STATE ROAD FUND	\$117,288,994	\$110,912,480	5.7%	\$217,760,377	\$204,443,125	6.5%
Tax Receipts	\$112,486,300	\$107,892,440	4.3%	\$210,327,463	\$198,834,507	5.8%
Sales and Gross Receipts	\$84,706,222	\$83,052,361	2.0%	\$172,797,647	\$163,059,834	6.0%
Motor Fuels Taxes	44,519,282	43,947,293	1.3%	93,126,593	87,677,733	6.2%
Motor Fuels Use & Surtax	662,991	1,347,293	-50.8%	3,142,879	1,449,967	116.8%
Truck Trip Permits (fuel)	21,720	36,600	-40.7%	41,600	54,880	-24.2%
Motor Vehicle Usage	39,502,229	37,721,175	4.7%	76,486,575	73,877,254	3.5%
License and Privilege	\$27,780,079	\$24,840,079	11.8%	\$37,529,817	\$35,774,673	4.9%
Motor Vehicles	7,320,697	4,724,948	54.9%	12,215,362	10,480,821	16.5%
Motor Vehicle Operators	1,392,190	1,261,459	10.4%	2,638,306	2,615,193	0.9%
Weight Distance	18,474,419	18,030,096	2.5%	21,550,199	21,448,138	0.5%
Truck Decal Fees	12,430	13,876	-10.4%	31,634	32,696	-3.3%
Other Special Fees	580,342	809,700	-28.3%	1,094,316	1,197,825	-8.6%
Nontax Receipts	\$4,760,956	\$3,438,960	38.4%	\$7,378,632	\$5,552,040	32.9%
Departmental Fees	2,861,911	886,585	222.8%	4,888,586	2,532,910	93.0%
In Lieu of Traffic Fines	100,711	120,536	-16.4%	200,213	218,782	-8.5%
Highway Tolls	0	638,020	-100.0%	0	970,100	-100.0%
Investment Income	1,660,032	1,749,024	-5.1%	2,118,217	1,749,024	21.1%
Miscellaneous	138,301	44,795	208.7%	171,615	81,225	111.3%
Redeposit of State Funds	\$41,738	(\$418,921)	---	54,282	\$56,578	-4.1%

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