For Immediate Release
April 10, 2009

GENERAL FUND AND ROAD FUND RECEIPTS
FOR MARCH 2009

General Fund receipts flat
Road Fund receipts fell 2.8 percent

FRANKFORT, KY (Friday, April 10, 2009) – The Office of State Budget Director reported today that March’s General Fund receipts were flat compared to March of last year. Total revenues for the month were $637.8 million, compared to $637.7 million during March 2008. Receipts are also running completely even for the first nine months of the fiscal year.

The November 2008 revised revenue forecast by the Commonwealth’s Consensus Revenue Forecasting Group called for a 2.7 percent decline for the entire fiscal year. To meet the revenue estimate, receipts would need to decline 9.6 percent over the last three months of the fiscal year.

Road Fund receipts for March totaled $94.6 million, a 2.8 percent decrease from March 2008 levels. Year-to-date receipts are down by 6.8 percent.

State Budget Director Mary Lassiter remains concerned about the health of General Fund receipts. “While General Fund collections in March did not lose ground relative to last year’s activity, that is primarily due to a poor performance last March, in which receipts were down 5.7 percent. Additionally, individual income tax receipts, which are strongly tied to Kentucky economic conditions, continue to decline as the state economy lingers in a national recession. April will be a pivotal month as we monitor the revenue performance in comparison to the official estimates rendered last November.”
Among the major accounts:

- Sales and use tax receipts were up 2.1 percent for the month and are up 0.1 percent for the year.
- Corporation income tax receipts were off 27.2 percent for the month and down 38.5 percent for the year.
- Individual income tax collections fell by 13.5 percent in March and have grown 1.3 percent thus far in FY09.
- Property tax collections increased 10.4 percent for the month and 3.4 percent through the first nine months of the fiscal year.
- Cigarette tax receipts declined by 0.5 percent in March and are down 6.4 percent for the year.
- Coal severance tax receipts increased by 28.3 percent in March and 30.7 percent year-to-date.

Road Fund receipts fell 2.8 percent in March with collections of $94.6 million. The officially revised Road Fund estimates call for a decline in revenues of 3.4 percent for the fiscal year. Based on year-to-date tax collections, revenues would need to increase by 6.6 percent for the remainder of FY09 to meet the estimate. March was the thirteenth consecutive month that the Road Fund has declined, but the rate of decline has begun to moderate. Unfortunately, the mainstays of the Road Fund, motor fuels and motor vehicle usage tax receipts, continue to underperform.

Among the accounts, motor fuels fell by 6.5 percent but has posted annual growth of 1.0 percent in the first nine months of FY09. Motor vehicle usage revenue was off 11.7 percent in March and has fallen 17.3 percent this year. License and privilege receipts grew 44.2 percent in March due to timing issues in the motor vehicle license category, but the total collections for license and privilege taxes have fallen 5.6 percent through the first nine months of the fiscal year.
### 1. GENERAL FUND REVENUE

#### MARCH 2009 THROUGH JULY 2009

<table>
<thead>
<tr>
<th>Category</th>
<th>2009</th>
<th>2008</th>
<th>% Change</th>
<th>FY 2009</th>
<th>FY 2008</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>TOTAL GENERAL FUND</strong></td>
<td>$637,848,999</td>
<td>$637,679,283</td>
<td>0.0%</td>
<td>$6,217,076,623</td>
<td>$6,216,498,410</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>Tax Receipts</strong></td>
<td>$613,059,890</td>
<td>$610,478,755</td>
<td>0.4%</td>
<td>$5,986,163,877</td>
<td>$5,983,235,161</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>Sales and Gross Receipts</strong></td>
<td>$271,798,980</td>
<td>$262,509,260</td>
<td>3.5%</td>
<td>$2,503,935,505</td>
<td>$2,506,378,145</td>
<td>-0.1%</td>
</tr>
<tr>
<td><strong>Insurance Premium</strong></td>
<td></td>
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<tr>
<td><strong>Other Tobacco Products</strong></td>
<td></td>
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<tr>
<td><strong>Floor Stock Tax</strong></td>
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<tr>
<td><strong>License and Privilege</strong></td>
<td>$116,488,950</td>
<td>$91,719,296</td>
<td>27.0%</td>
<td>$333,988,390</td>
<td></td>
<td>26.6%</td>
</tr>
<tr>
<td><strong>Non-Tax Receipts</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Property</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Inheritance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Miscellaneous</strong></td>
<td>$3,297,528</td>
<td>$3,191,782</td>
<td>3.3%</td>
<td>$27,939,436</td>
<td>$27,590,159</td>
<td>1.3%</td>
</tr>
<tr>
<td><strong>Legal Process</strong></td>
<td>$2,144,883</td>
<td>$2,114,362</td>
<td>1.4%</td>
<td>$18,343,223</td>
<td>$18,343,223</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>T. V. A. In Lieu Payments</strong></td>
<td>$1,139,910</td>
<td>$1,055,270</td>
<td>8.0%</td>
<td>$9,223,859</td>
<td>$9,223,859</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>Other</strong></td>
<td>$12,735</td>
<td>$22,259</td>
<td>-42.8%</td>
<td>$22,569</td>
<td>$22,569</td>
<td>0.0%</td>
</tr>
<tr>
<td><strong>Nontax Receipts</strong></td>
<td>$23,542,613</td>
<td>$27,056,986</td>
<td>-13.0%</td>
<td>$227,747,424</td>
<td>$226,560,832</td>
<td>0.5%</td>
</tr>
<tr>
<td><strong>Redeposit of State Funds</strong></td>
<td>$1,246,496</td>
<td>$143,541</td>
<td>768.4%</td>
<td>$3,165,322</td>
<td>$6,702,418</td>
<td>-52.8%</td>
</tr>
</tbody>
</table>

### Notes
- The data includes revenue from various sources such as taxes, license and privilege fees, non-tax receipts, and miscellaneous items.
- The % change is calculated as (FY 2009 - FY 2008) / FY 2008.
## 2. ROAD FUND REVENUE

<table>
<thead>
<tr>
<th></th>
<th>MARCH</th>
<th>JULY THROUGH MARCH</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2009</td>
<td>2008</td>
</tr>
<tr>
<td>TOTAL STATE ROAD FUND</td>
<td>$94,566,927</td>
<td>$97,290,453</td>
</tr>
<tr>
<td>Tax Receipts-</td>
<td>$91,919,237</td>
<td>$93,538,750</td>
</tr>
<tr>
<td>Sales and Gross Receipts</td>
<td>$74,596,870</td>
<td>$81,528,704</td>
</tr>
<tr>
<td>Motor Fuels Taxes</td>
<td>46,962,019</td>
<td>50,249,177</td>
</tr>
<tr>
<td>Motor Vehicle Usage</td>
<td>27,634,851</td>
<td>31,279,527</td>
</tr>
<tr>
<td>License and Privilege</td>
<td>$17,322,367</td>
<td>$12,010,046</td>
</tr>
<tr>
<td>Motor Vehicles</td>
<td>14,140,352</td>
<td>9,841,267</td>
</tr>
<tr>
<td>Motor Vehicle Operators</td>
<td>1,331,625</td>
<td>1,225,664</td>
</tr>
<tr>
<td>Weight Distance</td>
<td>1,072,007</td>
<td>443,235</td>
</tr>
<tr>
<td>Truck Decal Fees</td>
<td>38,804</td>
<td>3,957</td>
</tr>
<tr>
<td>Other Special Fees</td>
<td>739,578</td>
<td>495,923</td>
</tr>
<tr>
<td>Nontax Receipts</td>
<td>$2,418,766</td>
<td>$3,596,481</td>
</tr>
<tr>
<td>Departmental Fees</td>
<td>1,699,926</td>
<td>1,546,486</td>
</tr>
<tr>
<td>In Lieu of Traffic Fines</td>
<td>87,891</td>
<td>95,927</td>
</tr>
<tr>
<td>Investment Income</td>
<td>597,809</td>
<td>1,894,623</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>33,139</td>
<td>59,445</td>
</tr>
<tr>
<td>Inter-Agency Motor Pool</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Motor Carrier Taxes - Undistributed</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Redeposit of State Funds</td>
<td>$228,923</td>
<td>$155,222</td>
</tr>
</tbody>
</table>

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