



Office of State Budget Director

284 Capitol Annex, 702 Capitol Avenue
Frankfort, Kentucky 40601

Steven L. Beshear
Governor

(502) 564-7300
FAX: (502) 564-6684
Internet: osbd.ky.gov

Mary Lassiter
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

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Contact: Mary Lassiter
Greg Harkenrider
502-564-7300

GENERAL FUND AND ROAD FUND RECEIPTS
FOR APRIL 2010

General Fund receipts fell 5.4 percent
Road Fund receipts fell 0.8 percent

FRANKFORT, KY (Monday, May 10, 2010) – The Office of State Budget Director reported today that April's General Fund receipts were down 5.4 percent compared to April of last year. Total revenues for the month were \$782.0 million, compared to \$826.7 million during April 2009. Through the first 10 months of the fiscal year, receipts are down 3.6 percent. Revenues have failed to post growth in 14 of the last 16 months, including the 5.4 percent decline in April.

The December 2009 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 increase 1.8 percent over the last two months of the fiscal year.

Road Fund receipts for March totaled \$107.9 million, a 0.8 percent decrease from April 2009 levels. Year-to-date receipts are down 0.1 percent.

State Budget Director Mary Lassiter noted April's receipts send mixed messages. "While April's decline was somewhat disappointing, there were subtle signs of improvement, including strength in the sales tax account". May and June need to increase by 1.8 percent in order to hit the official revenue estimate, so the realization of the official revenue estimate for the

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current-year budget is in question. The latest *Quarterly Report* issued by the Budget Office predicts that General Fund revenues will fall \$33.6 million short of the official estimate, and April's data would be unlikely to improve that outlook".

Among the major accounts:

- Sales and use tax receipts were up 8.5 percent for the month, a growth rate that far exceeds any prior month of FY10, however are down 3.0 percent for the year.
- Corporation income tax receipts were off 24.7 percent for the month and are down 31.6 percent for the year.
- Individual income tax collections fell 13.6 percent in April and are down 6.5 percent thus far in FY10.
- Property tax collections decreased 13.2 percent for the month but have increased 1.4 percent through the first 10 months of the fiscal year.
- Cigarette tax receipts increased 20.6 percent in April and are up 63.5 percent for the year due to the rate increases enacted last year.
- Coal severance tax receipts fell 2.7 percent in April and are down 9.9 percent year-to-date.

Road Fund receipts fell 0.8 percent in April with collections of \$107.9 million. The official Road Fund estimates call for a 0.6 percent increase for the fiscal year. Based on year-to-date tax collections, revenues would need to increase 3.8 percent for the remainder of FY10 to meet the estimate. Lassiter noted that Road Fund receipts are poised to finish the fiscal year strongly. "The core of the Road Fund, motor fuels and motor vehicle usage, have combined to post positive growth for six consecutive months. Once the remaining accounts stabilize, we should see solid growth in the Road Fund".

Among the accounts, motor fuels increased 2.5 percent and has posted annual growth of 3.8 percent in the first 10 months of FY10. Motor vehicle usage revenue was up 8.0 percent in April but has fallen 1.8 percent this year. License and privilege receipts declined 15.7 percent in April and have fallen 6.0 percent through the first 10 months of the fiscal year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>2010</u>	<u>APRIL</u> <u>2009</u>	<u>% Change</u>	<u>FY 2010</u>	<u>JULY THROUGH APRIL</u> <u>FY 2009</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$782,047,892	\$826,719,328	-5.4%	\$6,788,210,046	\$7,043,795,951	-3.6%
Tax Receipts	\$760,211,963	\$804,537,672	-5.5%	\$6,538,423,734	\$6,790,701,549	-3.7%
Sales and Gross Receipts	\$296,015,816	\$274,768,958	7.7%	\$2,800,248,285	\$2,778,732,464	0.8%
Beer Consumption	540,923	575,816	-6.1%	5,070,562	5,341,990	-5.1%
Beer Wholesale	4,260,569	4,068,718	4.7%	42,322,656	42,459,912	-0.3%
Cigarette	24,159,858	20,033,813	20.6%	229,456,948	140,331,282	63.5%
Distilled Spirits Case Sales	9,376	3,599	160.5%	90,368	84,603	6.8%
Distilled Spirits Consumption	929,367	350,239	165.4%	8,920,858	8,337,643	7.0%
Distilled Spirits Wholesale	2,455,348	836,162	193.6%	22,909,434	21,682,631	5.7%
Insurance Premium	70,072	(218,887)	---	84,996,659	85,818,988	-1.0%
Pari-Mutuel	165,887	339,428	-51.1%	(586,928)	2,747,026	---
Race Track Admission	0	0	---	152,816	196,579	-22.3%
Sales and Use	254,990,681	234,928,374	8.5%	2,321,375,230	2,394,070,544	-3.0%
Wine Consumption	214,330	101,197	111.8%	2,042,698	1,894,848	7.8%
Wine Wholesale	1,068,667	524,223	103.9%	10,354,551	9,827,407	5.4%
Telecommunications Tax	5,264,393	4,738,256	11.1%	55,586,460	50,860,282	9.3%
Other Tobacco Products	1,861,135	1,220,480	52.5%	17,522,753	7,811,157	124.3%
Floor Stock Tax	25,210	7,267,539	-99.7%	33,220	7,267,573	-99.5%
License and Privilege	\$59,012,590	\$57,704,674	2.3%	\$449,906,246	\$480,471,064	-6.4%
Alc. Bev. License Suspension	64,300	43,250	48.7%	446,775	307,050	45.5%
Coal Severance	25,157,195	25,851,165	-2.7%	219,753,699	243,781,802	-9.9%
Corporation License	379,867	495,960	-23.4%	2,682,727	8,808,305	-69.5%
Corporation Organization	23	0	---	148,879	34,065	337.1%
Occupational Licenses	11,902	11,492	3.6%	111,551	152,896	-27.0%
Oil Production	697,110	375,006	85.9%	6,166,483	7,473,891	-17.5%
Race Track License	0	0	---	226,750	301,875	-24.9%
Bank Franchise Tax	31,006	121,360	-74.5%	68,266,681	73,171,644	-6.7%
Driver License Fees	60,089	52,907	13.6%	500,658	491,229	1.9%
Minerals Severance	978,197	704,110	38.9%	11,098,711	11,097,178	0.0%
Natural Gas Severance	2,809,732	1,995,737	40.8%	18,084,157	38,209,380	-52.7%
Limited Liability Entity	28,823,168	28,053,687	2.7%	122,419,177	96,641,749	26.7%
Income	\$374,505,567	\$436,272,868	-14.2%	\$2,733,075,769	\$2,978,940,437	-8.3%
Corporation	15,773,749	20,961,135	-24.7%	144,927,882	211,887,897	-31.6%
Individual	358,731,818	415,311,733	-13.6%	2,588,147,887	2,767,052,540	-6.5%
Property	\$23,198,063	\$26,730,337	-13.2%	\$492,239,950	\$485,612,817	1.4%
Building & Loan Association	251,725	18,413	1267.1%	350,024	242,391	44.4%
General - Real	3,646,340	4,160,305	-12.4%	245,466,126	237,654,850	3.3%
General - Tangible	24,437,730	18,660,727	31.0%	175,721,846	186,574,278	-5.8%
Omitted & Delinquent	5,976,420	2,759,241	116.6%	25,550,321	19,754,349	29.3%
Public Service	(11,118,863)	1,114,454	-1097.7%	43,873,149	40,216,925	9.1%
Other	4,710	17,197	-72.6%	1,278,483	1,170,025	9.3%
Inheritance	\$3,134,626	\$4,536,596	-30.9%	\$32,391,976	\$34,481,092	-6.1%
Miscellaneous	\$4,345,302	\$4,524,239	-4.0%	\$30,561,508	\$32,463,675	-5.9%
Legal Process	1,931,463	2,222,508	-13.1%	18,468,393	20,110,555	-8.2%
T. V. A. In Lieu Payments	2,400,284	2,279,819	5.3%	11,934,807	12,292,680	-2.9%
Other	13,555	21,912	-38.1%	158,308	60,439	161.9%
Nontax Receipts	\$21,669,778	\$22,389,572	-3.2%	\$247,085,116	\$250,136,996	-1.2%
Departmental Fees	3,017,910	3,218,496	-6.2%	23,556,779	26,302,867	-10.4%
PSC Assessment Fee	(2,952)	5,305	---	8,365,641	9,379,484	-10.8%
Fines & Forfeitures	2,405,919	2,658,504	-9.5%	24,547,617	24,516,285	0.1%
Interest on Investments	74,977	98,634	-24.0%	697,854	2,448,942	-71.5%
Lottery	17,500,000	17,000,000	2.9%	162,000,000	158,500,000	2.2%
Sale of NOx Credits	6,900	0	---	615,830	0	---
Miscellaneous	(1,332,976)	(591,367)	---	27,301,396	28,989,419	-5.8%
Redeposit of State Funds	\$166,150	(\$207,916)	---	\$2,701,197	\$2,957,406	-8.7%

2. ROAD FUND REVENUE

	<u>2010</u>	<u>APRIL 2009</u>	<u>% Change</u>	<u>FY 2010</u>	<u>JULY THROUGH APRIL FY 2009</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$107,881,870	\$108,735,138	-0.8%	\$983,329,301	\$984,131,022	-0.1%
Tax Receipts-	\$104,795,667	\$105,230,959	-0.4%	\$961,458,033	\$957,030,727	0.5%
Sales and Gross Receipts	\$84,041,335	\$80,601,309	4.3%	\$807,961,157	\$793,668,458	1.8%
Motor Fuels Taxes	56,244,694	54,857,869	2.5%	535,852,620	516,480,679	3.8%
Motor Vehicle Usage	27,796,641	25,743,440	8.0%	272,108,537	277,187,779	-1.8%
License and Privilege	\$20,754,332	\$24,629,650	-15.7%	\$153,496,876	\$163,362,269	-6.0%
Motor Vehicles	16,829,765	19,664,952	-14.4%	78,706,486	79,785,424	-1.4%
Motor Vehicle Operators	1,572,711	1,403,018	12.1%	13,493,842	13,017,222	3.7%
Weight Distance	1,091,947	2,467,033	-55.7%	54,243,410	60,962,343	-11.0%
Truck Decal Fees	258,239	387,663	-33.4%	313,525	513,483	-38.9%
Other Special Fees	1,001,670	706,983	41.7%	6,739,612	9,083,797	-25.8%
Nontax Receipts	\$3,054,100	\$3,092,913	-1.3%	\$20,612,640	\$25,804,915	-20.1%
Departmental Fees	2,713,890	1,687,441	60.8%	16,120,011	15,875,594	1.5%
In Lieu of Traffic Fines	62,260	80,628	-22.8%	640,309	801,846	-20.1%
Investment Income	213,618	1,272,151	-83.2%	3,041,415	8,663,183	-64.9%
Miscellaneous	64,332	52,692	22.1%	810,905	464,293	74.7%
Redeposit of State Funds	\$32,104	\$411,267	-92.2%	\$1,258,628	\$1,295,379	-2.8%

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