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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JULY 2010

General Fund receipts increase 4.6 percent
Road Fund receipts increase 13.1 percent

FRANKFORT, Ky. - State Budget Director Mary Lassiter announced today Kentucky's General Fund receipts for July, the first month of Fiscal Year 2011 (FY11), totaled \$648.7 million, a 4.6 percent increase compared to July 2009 receipts.

Lassiter was not surprised by the July receipts. "Over the past four quarters, Kentucky has seen a strengthening of General Fund revenue collections and when last July's poor performance, a decline of 4.0 percent, is factored in, revenues are in line with what the Consensus Forecasting Group predicted" said Lassiter. "Serious budgetary challenges still face the Commonwealth so starting the fiscal year on a strong note is certainly a welcome sign and hopefully an indication that the economic recovery will continue," she said.

The official revenue estimate for FY11 calls for revenue to rise 4.2 percent compared to FY10 actual receipts. Based on July's results, General Fund revenues need to increase 4.2 percent for the remainder of the fiscal year to meet the official estimate.

Among the major accounts:

- Individual income taxes grew 3.3 percent.
- Sales tax revenues were up 8.1 percent.
- Corporation income tax rose 25.2 percent.
- Cigarette taxes declined 5.6 percent.
- Property taxes fell 9.8 percent.
- Coal severance tax increased 0.5 percent.
- Lottery revenues increased 3.6 percent.

Lassiter also announced that Road Fund revenues for July totaled \$102.3 million, an increase of 13.1 percent compared to last July. Lassiter noted that strong motor fuels tax receipts, driven by a statutorily-driven increase in the tax rate, accounted for the majority of the increase in revenue. The official revenue estimate for FY11 calls for revenue to increase 4.9 percent compared to FY10 actual receipts. Based on the first month's receipts, revenues need to increase 4.2 percent for the rest of the fiscal year to meet budgeted levels.

Among the major Road Fund categories:

- Motor fuels tax receipts rose 17.7 percent.
- Motor vehicle usage tax increased 2.3 percent.
- License and privilege taxes were up 4.6 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	2010	JULY 2009	% Change
TOTAL GENERAL FUND	\$648,699,194	\$620,452,381	4.6%
Tax Receipts	\$621,880,542	\$595,008,179	4.5%
Sales and Gross Receipts	\$306,770,486	\$290,042,881	5.8%
Beer Consumption	589,286	582,244	1.2%
Beer Wholesale	5,063,502	4,957,425	2.1%
Cigarette	22,618,746	23,972,661	-5.6%
Distilled Spirits Case Sales	11,071	10,706	3.4%
Distilled Spirits Consumption	1,103,903	1,070,995	3.1%
Distilled Spirits Wholesale	2,722,482	2,707,261	0.6%
Insurance Premium	56,229	86,597	-35.1%
Pari-Mutuel	1,685,132	339,216	396.8%
Race Track Admission	86,736	92,646	-6.4%
Sales and Use	264,252,557	244,418,664	8.1%
Wine Consumption	207,372	211,437	-1.9%
Wine Wholesale	1,032,268	1,021,729	1.0%
Telecommunications Tax	5,473,840	8,701,506	-37.1%
Other Tobacco Products	1,849,529	1,810,242	2.2%
Floor Stock Tax	17,834	59,552	-70.1%
License and Privilege	\$38,415,398	\$34,636,054	10.9%
Alc. Bev. License Suspension	14,375	35,350	-59.3%
Coal Severance	23,101,073	22,977,911	0.5%
Corporation License	405,493	1,030,657	-60.7%
Corporation Organization	30	76,175	-100.0%
Occupational Licenses	19,935	13,586	46.7%
Oil Production	562,484	616,350	-8.7%
Race Track License	105,000	112,500	-6.7%
Bank Franchise Tax	(32,846)	(21,185)	---
Driver License Fees	57,122	52,652	8.5%
Minerals Severance	1,385,650	1,294,056	7.1%
Natural Gas Severance	792,451	1,670,025	-52.5%
Limited Liability Entity	12,004,630	6,777,978	77.1%
Income	\$257,885,857	\$248,937,542	3.6%
Corporation	4,571,127	3,649,768	25.2%
Individual	253,314,730	245,287,774	3.3%
Property	\$14,552,208	\$16,135,417	-9.8%
Building & Loan Association	0	91,207	-100.0%
General - Real	(46,126)	30,194	---
General - Tangible	8,240,172	7,660,890	7.6%
Omitted & Delinquent	5,784,732	4,448,950	30.0%
Public Service	573,429	3,904,075	-85.3%
Other	0	101	-100.0%
Inheritance Tax	\$2,419,558	\$3,340,979	-27.6%
Miscellaneous	1,837,035	1,915,307	-4.1%
Legal Process	1,816,288	1,915,307	-5.2%
T. V. A. In Lieu Payments	0	0	---
Other	20,747	0	---
Nontax Receipts	\$26,665,106	\$25,193,252	5.8%
Departmental Fees	2,986,773	3,239,670	-7.8%
PSC Assessment Fee	8,704,542	5,506,142	58.1%
Fines & Forfeitures	2,249,932	2,954,473	-23.8%
Interest on Investments	70,703	62,940	12.3%
Lottery	14,500,000	14,000,000	3.6%
Sale of NOx Credits	22,513	0	---
Miscellaneous	(1,869,355)	(569,973)	---
Redeposit of State Funds	\$153,546	\$250,951	-38.8%

2. ROAD FUND REVENUE

	<u>2010</u>	<u>JULY</u> <u>2009</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$102,274,822	\$90,414,504	13.1%
Tax Receipts-	\$98,698,184	\$88,742,901	11.2%
Sales and Gross Receipts	\$89,726,168	\$80,166,334	11.9%
Motor Fuels Taxes	61,079,476	52,176,718	17.1%
Motor Vehicle Usage	28,646,692	27,989,616	2.3%
License and Privilege	\$8,972,015	\$8,576,567	4.6%
Motor Vehicles	4,607,004	4,373,094	5.3%
Motor Vehicle Operators	1,389,318	1,377,911	0.8%
Weight Distance	2,037,918	2,288,483	-10.9%
Truck Decal Fees	14,755	16,643	-11.3%
Other Special Fees	923,020	520,437	77.4%
Nontax Receipts	\$2,380,569	\$1,574,850	51.2%
Departmental Fees	2,173,287	1,451,218	49.8%
In Lieu of Traffic Fines	65,208	74,606	-12.6%
Investment Income	1,374	0	---
Miscellaneous	140,700	49,026	187.0%
Redeposit of State Funds	\$1,196,069	\$96,753	1136.2%

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