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GENERAL FUND AND ROAD FUND RECEIPTS
INCREASE IN MAY 2011

General Fund receipts increased 17.8 percent
Road Fund receipts increased 10.5 percent

FRANKFORT, Ky. (Friday, June 10, 2011) – The Office of State Budget Director reported today that May's General Fund receipts grew 17.8 percent compared to May of last year, an increase of \$113.6 million. Total revenues for the month were \$750.3 million, compared to \$636.7 million during May 2010. Receipts have now grown 6.7 percent for the first eleven months of FY11.

The enacted budget calls for 4.5 percent revenue growth for the entire fiscal year. To meet the official revenue estimate, receipts can decrease 16.0 percent over the final month of the fiscal year. The most recent internal revenue estimate predicted revenues will grow 5.6 percent for the year. May marks the thirteenth consecutive monthly increase, signaling a robust recovery in General Fund tax receipts.

Road Fund receipts for May totaled \$128.0 million, a 10.5 percent increase over May 2010 levels. Year-to-date receipts for FY11 are up 11.6 percent.

State Budget Director Mary Lassiter observed that strong gains from coal severance and corporate income tax receipts have driven revenues ahead of projections through the first eleven months. "Individual income tax receipts accounted for the majority of May's increase, exceeding the previous year's total by \$94.1 million, largely due to business activity from pass-through entities. All of the large taxes are performing well during the economic recovery. We are now more confident that we will end the fiscal year ahead of budgeted levels; June's receipts will determine by how much."

Among the major accounts:

- Sales and use tax receipts increased 4.9 percent for the month and have grown 4.3 percent year-to-date.
- Corporation income tax receipts increased \$7.7 million and have increased 27.7 percent for the year.
- Individual income tax collections rose 37.5 percent in May and have grown 9.3 percent through the first eleven months of FY11.
- Property tax collections decreased 3.4 percent and are down 0.9 percent year-to-date.
- Cigarette tax receipts fell 12.5 percent and have now fallen 6.5 percent year-to-date.
- Coal severance tax receipts rose 37.1 percent due to timing issues and are up 10.9 percent through the first eleven months of the fiscal year.

Road Fund receipts grew 10.5 percent in May 2011 with collections of \$128.0 million. Year-to-date collections stand at 11.6 percent. The official Road Fund revenue estimate calls for an increase in revenues of 4.9 percent for the fiscal year. Based on year-to-date tax collections, revenues can decline 64.0 percent for the remainder of FY11 and meet the estimate. The most recent internal revenue estimate predicted revenues will grow 11.2 percent for the year. Among the accounts, motor fuels fell 0.8 percent. Motor vehicle usage revenue increased 44.3 percent, and license and privilege receipts rose 0.4 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	2011	MAY 2010	% Change	FY 2011	JULY THROUGH MAY FY 2010	% Change
TOTAL GENERAL FUND	\$750,279,873	\$636,693,970	17.8%	\$7,921,048,568	\$7,425,116,821	6.7%
Tax Receipts	\$727,925,663	\$611,690,571	19.0%	\$7,653,526,260	\$7,150,327,109	7.0%
Sales and Gross Receipts	\$305,873,390	\$305,110,597	0.3%	\$3,195,795,556	\$3,105,571,687	2.9%
Beer Consumption	650,778	570,340	14.1%	5,593,064	5,640,902	-0.8%
Beer Wholesale	4,989,150	4,800,115	3.9%	47,051,374	47,122,770	-0.2%
Cigarette	19,134,552	21,867,102	-12.5%	234,905,576	251,324,050	-6.5%
Distilled Spirits Case Sales	9,618	9,699	-0.8%	(242,416)	100,067	---
Distilled Spirits Consumption	932,056	961,294	-3.0%	10,006,115	9,882,152	1.3%
Distilled Spirits Wholesale	2,478,612	2,516,836	-1.5%	25,796,158	25,426,270	1.5%
Insurance Premium	25,562,195	34,343,845	-25.6%	113,514,245	119,340,504	-4.9%
Pari-Mutuel	1,141,847	321,449	255.2%	4,199,814	(265,478)	---
Race Track Admission	6,077	26,063	-76.7%	154,700	178,879	-13.5%
Sales and Use	242,108,568	230,868,363	4.9%	2,662,532,786	2,552,243,592	4.3%
Wine Consumption	217,526	208,284	4.4%	2,363,878	2,250,983	5.0%
Wine Wholesale	1,127,168	1,106,884	1.8%	12,561,305	11,461,436	9.6%
Telecommunications Tax	5,678,624	5,615,490	1.1%	57,610,283	61,201,949	-5.9%
Other Tobacco Products	1,820,702	1,875,635	-2.9%	19,616,406	19,398,388	1.1%
Floor Stock Tax	15,918	19,198	-17.1%	132,268	265,223	-50.1%
License and Privilege	\$43,479,386	\$31,032,894	40.1%	\$594,621,709	\$480,939,140	23.6%
Alc. Bev. License Suspension	26,725	69,125	-61.3%	344,450	515,900	-33.2%
Coal Severance	33,572,792	24,482,250	37.1%	270,856,988	244,235,948	10.9%
Corporation License	108,225	510,162	-78.8%	10,536,775	3,192,889	230.0%
Corporation Organization	11,596	17,727	-34.6%	67,996	166,606	-59.2%
Occupational Licenses	24,862	9,758	154.8%	146,611	121,309	20.9%
Oil Production	1,199,784	769,298	56.0%	7,459,324	6,935,781	7.5%
Race Track License	8,225	37,500	-78.1%	224,675	264,250	-15.0%
Bank Franchise Tax	(262,706)	372,760	---	88,004,423	68,639,441	28.2%
Driver License Fees	46,012	45,529	1.1%	557,365	546,187	2.0%
Minerals Severance	1,027,844	1,103,237	-6.8%	12,325,958	12,201,948	1.0%
Natural Gas Severance	2,213,335	2,476,538	-10.6%	22,524,925	20,560,695	9.6%
Limited Liability Entity	5,502,693	1,139,009	383.1%	181,572,219	123,558,186	47.0%
Income	\$349,024,194	\$247,145,834	41.2%	\$3,282,655,762	\$2,980,221,603	10.1%
Corporation	3,762,697	(4,043,260)	---	179,933,459	140,884,623	27.7%
Individual	345,261,497	251,189,094	37.5%	3,102,722,303	2,839,336,980	9.3%
Property	\$23,263,534	\$24,074,859	-3.4%	\$511,542,320	\$516,314,809	-0.9%
Building & Loan Association	1,110,332	982,043	13.1%	1,329,055	1,332,068	-0.2%
General - Real	2,834,278	2,404,228	17.9%	247,094,437	247,870,354	-0.3%
General - Tangible	11,644,818	11,434,625	1.8%	182,189,431	187,156,471	-2.7%
Omitted & Delinquent	6,389,447	8,605,874	-25.8%	31,538,755	34,156,195	-7.7%
Public Service	1,283,072	648,090	98.0%	48,083,422	44,521,239	8.0%
Other	1,587	0	---	1,307,220	1,278,483	2.2%
Inheritance	\$3,507,712	\$2,599,330	34.9%	\$38,225,033	\$34,991,306	9.2%
Miscellaneous	\$2,777,447	\$1,727,057	60.8%	\$30,685,880	\$32,288,564	-5.0%
Legal Process	1,642,714	1,727,057	-4.9%	18,739,285	20,195,449	-7.2%
T. V. A. In Lieu Payments	1,134,733	0	---	11,857,290	11,934,807	-0.6%
Other	0	0	---	89,304	158,308	-43.6%
Nontax Receipts	\$22,481,921	\$24,610,652	-8.6%	\$264,149,041	\$271,695,768	-2.8%
Departmental Fees	2,501,412	3,597,076	-30.5%	26,334,175	27,153,855	-3.0%
PSC Assessment Fee	135	7,333	-98.2%	8,728,594	8,372,974	4.2%
Fines & Forfeitures	1,923,616	2,548,992	-24.5%	24,111,703	27,096,609	-11.0%
Interest on Investments	69,854	71,142	-1.8%	631,350	768,996	-17.9%
Lottery	17,000,000	20,000,000	-15.0%	178,177,561	182,000,000	-2.1%
Sale of NOx Credits	0	5,500	-100.0%	26,638	621,330	-95.7%
Miscellaneous	986,904	(1,619,392)	---	26,139,021	25,682,004	1.8%
Redeposit of State Funds	(\$127,710)	\$392,747	---	\$3,373,267	\$3,093,944	9.0%

2. ROAD FUND REVENUE

	<u>2011</u>	<u>MAY</u> <u>2010</u>	<u>% Change</u>	<u>FY 2011</u>	<u>JULY THROUGH MAY</u> <u>FY 2010</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$127,956,273	\$115,757,558	10.5%	\$1,227,123,141	\$1,099,086,859	11.6%
Tax Receipts-	\$126,123,495	\$114,548,412	10.1%	\$1,206,135,061	\$1,076,006,445	12.1%
Sales and Gross Receipts	\$99,370,772	\$87,912,779	13.0%	\$1,020,146,314	\$895,873,935	13.9%
Motor Fuels Taxes	60,464,528	60,950,267	-0.8%	670,159,012	596,802,887	12.3%
Motor Vehicle Usage	38,906,244	26,962,511	44.3%	349,987,302	299,071,048	17.0%
License and Privilege	\$26,752,723	\$26,635,633	0.4%	\$185,988,746	\$180,132,509	3.3%
Motor Vehicles	9,638,399	9,264,529	4.0%	90,264,778	87,971,015	2.6%
Motor Vehicle Operators	1,168,138	1,248,625	-6.4%	14,523,492	14,742,468	-1.5%
Weight Distance	12,481,106	15,163,490	-17.7%	68,985,226	69,406,900	-0.6%
Truck Decal Fees	306,952	337,995	-9.2%	757,052	651,521	16.2%
Other Special Fees	3,158,128	620,994	408.6%	11,458,198	7,360,606	55.7%
Nontax Receipts	\$1,845,568	\$1,193,236	54.7%	\$18,999,135	\$21,805,875	-12.9%
Departmental Fees	1,443,422	838,477	72.1%	16,053,574	16,958,487	-5.3%
In Lieu of Traffic Fines	71,314	65,191	9.4%	704,619	705,499	-0.1%
Investment Income	189,155	214,224	-11.7%	1,412,620	3,255,640	-56.6%
Miscellaneous	141,677	75,343	88.0%	828,321	886,249	-6.5%
Redeposit of State Funds	(\$12,791)	\$15,911	---	\$1,988,946	\$1,274,539	56.1%

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