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## **GENERAL FUND AND ROAD FUND RECEIPTS FOR JULY 2011**

***General Fund receipts increase 6.9 percent***  
***Road Fund receipts increase 2.3 percent***

**FRANKFORT, KY – Wednesday (August 10, 2011)** - State Budget Director Mary Lassiter announced today Kentucky's General Fund receipts for July, the first month of Fiscal Year 2012 (FY12), totaled \$693.2 million, a 6.9 percent increase compared to July 2010 receipts.

The official revenue estimate for FY12 calls for revenue to rise 1.3 percent compared to FY11 actual receipts. Based on July's results, General Fund revenues need to increase 0.8 percent for the remainder of the fiscal year to meet the official estimate.

"Kentucky has seen a strengthening of General Fund revenue collections for the past five quarters and the Commonwealth's economic recovery is continuing into the new fiscal year" said Lassiter. "The Consensus Forecasting Group (CFG) last week affirmed that revenue growth is ahead of pace by predicting that General Fund receipts will exceed the budgeted levels by \$192.0 million," she said. "While we are cautiously optimistic about the revenue outlook, we still have a challenge ahead to balance the budget this fiscal year."

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Among the major accounts:

- Individual income taxes grew 11.5 percent.
- Sales tax revenues were up 6.8 percent, a welcomed increase following a relatively low quarter of growth in the last quarter of FY11.
- Corporation income tax rose \$8.4 million.
- Cigarette taxes continued a path of decline with a 10.6 percent dip in July.
- Property taxes fell \$12.6 million.
- Coal severance tax revenues increased 18.1 percent.
- Lottery revenues increased 3.4 percent.

Lassiter also announced that Road Fund revenues for July totaled \$104.7 million, an increase of 2.3 percent compared to last July. Lassiter noted that strong motor vehicle usage tax receipts accounted for the majority of the increase in revenue, but was also encouraged by the increase in the Road Fund estimate by the CFG. “The strong growth in the Road Fund for FY11 certainly implied that an upward revision was forthcoming in the FY12 estimate. I was encouraged to see that the CFG expects nearly \$83 million more in the State Road Fund in FY12 than budgeted.”

The official revenue estimate for FY12 calls for revenue to increase 0.2 percent compared to FY11 actual receipts. Based on the first month’s receipts, revenues can remain flat for the rest of the fiscal year to meet budgeted levels.

Among the major Road Fund categories:

- Motor fuels tax receipts rose 3.8 percent.
- Motor vehicle usage tax increased 9.4 percent.
- License and privilege taxes fell 8.2 percent.

**KENTUCKY STATE GOVERNMENT REVENUE**  
**1. GENERAL FUND REVENUE**

	<u>2011</u>	<u>JULY</u> <u>2010</u>	<u>% Change</u>
<b>TOTAL GENERAL FUND</b>	<b>\$693,182,801</b>	<b>\$648,699,194</b>	<b>6.9%</b>
<b>Tax Receipts</b>	<b>\$671,204,888</b>	<b>\$621,880,542</b>	<b>7.9%</b>
Sales and Gross Receipts	\$322,216,842	\$306,770,486	5.0%
Beer Consumption	614,244	589,286	4.2%
Beer Wholesale	5,366,845	5,063,502	6.0%
Cigarette	20,232,282	22,618,746	-10.6%
Distilled Spirits Case Sales	11,823	11,071	6.8%
Distilled Spirits Consumption	1,168,925	1,103,903	5.9%
Distilled Spirits Wholesale	2,959,132	2,722,482	8.7%
Insurance Premium	22,888	56,229	-59.3%
Pari-Mutuel	300,925	1,685,132	-82.1%
Race Track Admission	82,323	86,736	-5.1%
Sales and Use	282,175,455	264,252,557	6.8%
Wine Consumption	226,486	207,372	9.2%
Wine Wholesale	1,135,514	1,032,268	10.0%
Telecommunications Tax	5,975,719	5,473,840	9.2%
Other Tobacco Products	1,939,917	1,849,529	4.9%
Floor Stock Tax	4,364	17,834	-75.5%
License and Privilege	\$45,152,760	\$38,415,398	17.5%
Alc. Bev. License Suspension	20,300	14,375	41.2%
Coal Severance	27,275,074	23,101,073	18.1%
Corporation License	(22,898)	405,493	---
Corporation Organization	0	30	-100.0%
Occupational Licenses	6,050	19,935	-69.7%
Oil Production	852,105	562,484	51.5%
Race Track License	95,000	105,000	-9.5%
Bank Franchise Tax	89,990	(32,846)	---
Driver License Fees	53,786	57,122	-5.8%
Minerals Severance	1,337,292	1,385,650	-3.5%
Natural Gas Severance	1,935,215	792,451	144.2%
Limited Liability Entity	13,510,847	12,004,630	12.5%
Income	\$295,318,267	\$257,885,857	14.5%
Corporation	12,955,769	4,571,127	183.4%
Individual	282,362,498	253,314,730	11.5%
Property	\$2,003,424	\$14,552,208	-86.2%
Building & Loan Association	(2,299)	0	---
General - Real	(5,224)	(46,126)	---
General - Tangible	8,180,062	8,240,172	-0.7%
Omitted & Delinquent	(6,728,879)	5,784,732	-216.3%
Public Service	559,763	573,429	-2.4%
Other	0	0	---
Inheritance Tax	\$3,543,475	\$2,419,558	46.5%
Miscellaneous	2,970,122	1,837,035	61.7%
Legal Process	1,835,389	1,816,288	1.1%
T. V. A. In Lieu Payments	1,134,733	0	---
Other	0	20,747	-100.0%
<b>Nontax Receipts</b>	<b>\$21,378,337</b>	<b>\$26,665,106</b>	<b>-19.8%</b>
Departmental Fees	957,533	2,986,773	-67.9%
PSC Assessment Fee	4,488,594	8,704,542	-48.4%
Fines & Forfeitures	2,233,011	2,249,932	-0.8%
Interest on Investments	51,600	70,703	-27.0%
Lottery	15,000,000	14,500,000	3.4%
Sale of NOx Credits	0	22,513	-100.0%
Miscellaneous	(1,352,401)	(1,869,355)	---
Redeposit of State Funds	\$599,575	\$153,546	290.5%

**2. ROAD FUND REVENUE**

	<u>2011</u>	<u>JULY</u> <u>2010</u>	<u>% Change</u>
<b>TOTAL STATE ROAD FUND</b>	<b>\$104,670,775</b>	<b>\$102,274,822</b>	<b>2.3%</b>
Tax Receipts-	\$102,997,110	\$98,698,184	4.4%
Sales and Gross Receipts	\$94,757,928	\$89,726,168	5.6%
Motor Fuels Taxes	63,414,196	61,079,476	3.8%
Motor Vehicle Usage	31,343,733	28,646,692	9.4%
License and Privilege	\$8,239,181	\$8,972,015	-8.2%
Motor Vehicles	5,633,922	4,607,004	22.3%
Motor Vehicle Operators	1,295,092	1,389,318	-6.8%
Weight Distance	946,939	2,037,918	-53.5%
Truck Decal Fees	13,980	14,755	-5.3%
Other Special Fees	349,248	923,020	-62.2%
Nontax Receipts	\$1,069,702	\$2,380,569	-55.1%
Departmental Fees	1,009,551	2,173,287	-53.5%
In Lieu of Traffic Fines	58,580	65,208	-10.2%
Investment Income	1,572	1,374	14.4%
Miscellaneous	0	140,700	-100.0%
Redeposit of State Funds	\$603,963	\$1,196,069	-49.5%

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