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GENERAL FUND AND ROAD FUND RECEIPTS
INCREASE FOR SEPTEMBER 2014
General Fund receipts rose 0.1 percent
Road Fund receipts rose 0.8 percent

FRANKFORT, Ky. (Friday, October 10, 2014) - State Budget Director Jane Driskell reported today that General Fund receipts rose 0.1 percent in September compared to last year. Total revenues for the month were \$920.6 million, compared to \$920.1 million during September 2013. The General Fund has grown 1.1 percent year to date for Fiscal Year 2015 (FY15).

Driskell noted that the rate of growth of General Fund receipts has slowed in each of the first three months of FY15. "Growth in the General Fund was low in the first quarter, raising the bar for the remainder of this fiscal year. The two largest sources of revenue grew more strongly in line with broader economic indicators: the individual income tax which grew by 5.4 percent and the sales tax which grew by 3.4 percent. However, the remaining General Fund receipts fell by 9.3 percent during the first quarter, mitigating the momentum of the two largest sources of revenue. Weakness in the corporate income tax is still a concern. Estimated quarterly payments were down 19 percent in September compared to last year."

The official General Fund revenue estimate for FY15 calls for revenue to grow 3.6 percent compared to FY14 actual receipts. Based on September's results, General Fund revenues must now increase 4.4 percent for the remainder of the fiscal year to meet the official estimate.

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Among the major accounts:

- Individual income tax receipts increased 2.4 percent as each of the principal components (withholding, net returns and estimated payments) increased. Year-to-date collections are up 5.4 percent.
- Sales tax revenues grew 1.4 percent in September and have increased 3.4 percent for the year.
- Corporation income tax receipts increased 2.2 percent for the month but are down 25.7 percent in the first three months of the year.
- Cigarette tax collections fell 12.5 percent and have declined 3.5 percent for the first three months of the fiscal year.
- Property tax receipts declined 42.5 percent in September and are down 20.0 percent for the year (due mainly to timing issues).
- Coal severance tax receipts fell 5.1 percent. Receipts year-to-date are down 5.0 percent.
- Lottery revenues increased 12.1 percent to \$18.5 million. For the first quarter, collections are up 7.2 percent.

Road Fund receipts grew 0.8 percent in September with revenues of \$138.3 million.

Weaknesses in motor vehicle usage tax receipts continue to hamper overall Road Fund growth.

Motor fuels tax receipts have been affected primarily by a decline in taxable gallons. Motor vehicle usage tax receipts have been affected by the new car trade-in credit as expected.

The official Road Fund revenue estimate calls for a 0.9 percent decrease in receipts for the entire fiscal year (FY15). Based on year-to-date collections, revenues can decrease 1.8 percent for the remainder of the fiscal year and still meet the estimate.

Among the accounts:

- Motor fuels collections grew 2.7 percent in September and have grown 1.6 percent for the year.
- Motor vehicle usage collections decreased 1.7 percent. Year-to-date collections are down 0.5 percent.
- License and privilege tax receipts grew 3.5 percent in September. For the first three months of the fiscal year, receipts are up 6.8 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>SEPTEMBER</u>			<u>JULY THROUGH SEPTEMBER</u>		
	<u>2014</u>	<u>2013</u>	<u>% Change</u>	<u>FY 2015</u>	<u>FY 2014</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$920,576,619	\$920,089,098	0.1%	\$2,298,442,089	\$2,274,371,371	1.1%
Tax Receipts	\$896,345,092	\$898,318,884	-0.2%	\$2,215,365,811	\$2,199,470,101	0.7%
Sales and Gross Receipts	\$330,720,429	\$328,459,979	0.7%	\$951,766,270	\$925,913,669	2.8%
Beer Consumption	552,406	553,757	-0.2%	1,703,057	1,645,641	3.5%
Beer Wholesale	5,346,792	4,918,986	8.7%	16,191,083	15,629,990	3.6%
Cigarette	17,006,434	19,437,463	-12.5%	57,261,379	59,321,186	-3.5%
Distilled Spirits Case Sales	9,765	10,253	-4.8%	32,077	31,410	2.1%
Distilled Spirits Consumption	923,719	972,045	-5.0%	3,054,600	3,017,521	1.2%
Distilled Spirits Wholesale	2,569,886	2,629,214	-2.3%	8,513,571	8,099,634	5.1%
Insurance Premium	33,708,472	33,198,705	1.5%	34,025,646	33,549,607	1.4%
Pari-Mutuel	258,990	209,111	23.9%	653,734	832,213	-21.4%
Race Track Admission	0	16,016	-100.0%	74,316	93,393	-20.4%
Sales and Use	261,597,016	257,906,214	1.4%	804,538,576	778,109,121	3.4%
Wine Consumption	216,070	334,374	-35.4%	710,056	778,066	-8.7%
Wine Wholesale	1,205,545	1,199,661	0.5%	3,757,048	3,486,011	7.8%
Telecommunications Tax	5,259,311	5,405,419	-2.7%	15,693,787	15,983,293	-1.8%
Other Tobacco Products	2,066,024	1,668,480	23.8%	5,557,017	5,335,523	4.2%
Floor Stock Tax	0	281	-100.0%	324	1,061	-69.5%
License and Privilege	\$49,031,283	\$53,476,795	-8.3%	\$105,067,862	\$114,780,056	-8.5%
Alc. Bev. License Suspension	72,950	30,358	140.3%	127,080	86,192	47.4%
Coal Severance	16,951,620	17,859,932	-5.1%	48,773,776	51,328,611	-5.0%
Corporation License	6,142	15,494	-60.4%	85,047	257,638	-67.0%
Corporation Organization	556	6,635	-91.6%	5,486	8,215	-33.2%
Occupational Licenses	5,920	9,439	-37.3%	43,024	44,235	-2.7%
Oil Production	1,115,736	1,485,095	-24.9%	3,263,335	3,452,773	-5.5%
Race Track License	0	0	---	95,000	95,000	0.0%
Bank Franchise Tax	42,344	2,407,018	-98.2%	(322,636)	1,179,658	---
Driver License Fees	54,770	50,257	9.0%	190,450	162,725	17.0%
Minerals Severance	1,627,314	1,790,254	-9.1%	4,500,247	4,620,982	-2.6%
Natural Gas Severance	1,634,680	1,316,065	24.2%	3,825,390	4,963,497	-22.9%
Limited Liability Entity	27,519,251	28,506,249	-3.5%	44,481,663	48,580,532	-8.4%
Income	\$499,627,712	\$488,267,158	2.3%	\$1,093,354,875	\$1,081,972,066	1.1%
Corporation	111,520,631	109,073,285	2.2%	112,005,594	150,708,356	-25.7%
Individual	388,107,080	379,193,872	2.4%	981,349,281	931,263,710	5.4%
Property	\$11,777,638	\$20,487,473	-42.5%	\$44,639,454	\$55,813,418	-20.0%
Building & Loan Association	0	0	---	(498,150)	5,753	---
General - Real	(22,588)	24,995	---	(659,451)	28,606	---
General - Tangible	8,367,026	9,333,699	-10.4%	26,473,143	28,874,841	-8.3%
Omitted & Delinquent	3,319,399	6,260,374	-47.0%	4,287,674	7,343,127	-41.6%
Public Service	38,257	4,609,431	-99.2%	14,955,989	14,936,142	0.1%
Other	75,542	258,973	-70.8%	80,247	4,624,949	-98.3%
Inheritance	\$2,817,953	\$4,958,773	-43.2%	\$14,960,629	\$13,634,679	9.7%
Miscellaneous	\$2,370,078	\$2,668,706	-11.2%	\$5,576,721	\$7,356,213	-24.2%
Legal Process	1,391,294	1,527,859	-8.9%	3,615,250	3,933,671	-8.1%
T. V. A. In Lieu Payments	978,784	1,140,847	-14.2%	1,957,567	3,422,542	-42.8%
Other	0	0	---	3,904	0	---
Nontax Receipts	\$23,999,473	\$21,550,083	11.4%	\$82,568,460	\$74,396,868	11.0%
Departmental Fees	1,213,400	1,510,875	-19.7%	3,355,952	3,652,228	-8.1%
PSC Assessment Fee	250	242,287	-99.9%	14,671,193	14,249,716	3.0%
Fines & Forfeitures	1,873,077	2,046,080	-8.5%	5,703,192	6,209,984	-8.2%
Income on Investments	(56,408)	(91,242)	---	(155,509)	(156,001)	---
Lottery	18,500,000	16,500,000	12.1%	52,000,000	48,500,000	7.2%
Sale of NOx Credits	4,950	19,375	-74.5%	15,594	39,000	-60.0%
Miscellaneous	2,464,205	1,322,709	86.3%	6,978,038	1,901,942	266.9%
Redeposit of State Funds	\$232,054	\$220,130	5.4%	\$507,819	\$504,401	0.7%

2. ROAD FUND REVENUE

	<u>SEPTEMBER</u>			<u>JULY THROUGH SEPTEMBER</u>		
	<u>2014</u>	<u>2013</u>	<u>% Change</u>	<u>FY 2015</u>	<u>FY 2014</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$138,296,802	\$137,170,237	0.8%	\$404,783,554	\$397,739,666	1.8%
Tax Receipts-	135,295,741	133,507,154	1.3%	\$397,511,911	\$391,400,461	1.6%
Sales and Gross Receipts	\$125,551,200	\$124,092,097	1.2%	\$349,024,748	\$346,004,008	0.9%
Motor Fuels Taxes	83,519,807	81,333,853	2.7%	233,985,683	230,409,640	1.6%
Motor Vehicle Usage	42,031,393	42,758,244	-1.7%	115,039,065	115,594,369	-0.5%
License and Privilege	\$9,744,541	\$9,415,057	3.5%	\$48,487,163	\$45,396,453	6.8%
Motor Vehicles	7,432,974	6,666,834	11.5%	22,430,251	18,512,832	21.2%
Motor Vehicle Operators	1,356,799	1,482,816	-8.5%	4,123,620	4,239,038	-2.7%
Weight Distance	327,630	662,207	-50.5%	20,013,402	19,238,326	4.0%
Truck Decal Fees	3,077	1,367	125.1%	19,387	17,110	13.3%
Other Special Fees	624,061	601,833	3.7%	1,900,503	3,389,146	-43.9%
Nontax Receipts	\$1,057,524	\$3,387,643	-68.8%	\$4,656,144	\$4,873,807	-4.5%
Departmental Fees	1,106,780	2,039,604	-45.7%	3,754,930	3,643,175	3.1%
In Lieu of Traffic Fines	35,616	42,700	-16.6%	121,910	142,589	-14.5%
Income on Investments	(84,855)	1,223,385	---	608,174	786,969	-22.7%
Miscellaneous	(16)	81,954	---	171,130	301,074	-43.2%
Redeposit of State Funds	\$1,943,537	\$275,441	605.6%	\$2,615,499	\$1,465,398	78.5%

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