



**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](http://osbd.ky.gov)

**Jane C. Driskell**  
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: Jane C. Driskell**  
**Greg Harkenrider**  
**502-564-7300**

**GENERAL FUND, ROAD FUND RECEIPTS DECREASE**  
**IN MAY 2015**

***General Fund receipts decreased 1.8 percent***  
***Road Fund receipts decreased 4.1 percent***

**Frankfort, KY (Wednesday, June 10, 2015)** -The Office of State Budget Director reported today that May's General Fund receipts fell 1.8 percent compared to May of last year, a decrease of \$14.2 million. Total revenues for the month were \$763.1 million, compared to \$777.3 million received during May 2014. Receipts have now grown 5.4 percent for the first eleven months of FY15. The enacted budget calls for 3.6 percent revenue growth for the entire fiscal year. With receipts through May, June collections can fall \$121.9 million or 12.5 percent from June 2014 receipts to meet budgeted levels.

State Budget Director Jane C. Driskell noted a small decline in May receipts was expected. She also reemphasized that the last quarter of almost every fiscal year typically contains some timing issues, especially in the income taxes, that create variability in monthly growth rates. "In April we reported General Fund revenue growth of \$193.4 million. We recognized that a portion of the April increase was probably due to an acceleration of monthly collections, so a slow-down in May was likely -- especially in the individual income tax. The individual income tax fell by 5.7 percent in May, but a combined April and May increased 17.8 percent. For the year, individual income tax receipts have grown by 9.6 percent. The strength of Kentucky's economy was demonstrated in

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growth of withholding, or payroll, receipts, the largest component of the individual income tax receipts. April's growth of 12.3 percent was followed by May's growth of 14.2 percent. Payroll taxes are a very good proxy for the underlying economy, so we remain confident that we will exceed the FY15 official estimate and begin FY16 with continued positive momentum."

Among the major accounts:

- Individual income tax collections fell 5.7 percent in May due to the timing issue highlighted above. Receipts have grown 9.6 percent through the first eleven months of FY15.
- Sales and use tax receipts increased 2.6 percent for the month and have grown 4.2 percent year-to-date.
- Corporation income tax receipts grew by \$6.3 million and have grown 3.6 percent for the year.
- Property tax collections decreased 10.0 percent in May but have grown 0.4 percent year-to-date.
- Cigarette tax receipts declined 3.3 percent in May and have fallen 2.4 percent year-to-date.
- Coal severance tax receipts fell 17.2 percent in May and have fallen 8.2 percent through the first eleven months of the fiscal year.

Road Fund receipts fell 4.1 percent in May 2015 with collections of \$126.0 million. Year-to-date collections have fallen 1.5 percent. The official Road Fund revenue estimate calls for a decrease in revenues of 0.9 percent for the fiscal year. Based on year-to-date tax collections, revenues must grow 5.6 percent in June to meet the estimate. The most recent internal revenue estimate predicted a Road Fund revenue shortfall of \$11.0 million for the fiscal year that ends June 30. Among the accounts, motor fuels receipts fell 16.8 percent. Motor vehicle usage revenue increased 2.6 percent, and license and privilege receipts grew 14.6 percent.

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

	<u>2015</u>	<u>MAY</u> <u>2014</u>	<u>% Change</u>	<u>FY 2015</u>	<u>JULY THROUGH MAY</u> <u>FY 2014</u>	<u>% Change</u>
<b>TOTAL GENERAL FUND</b>	<b>\$763,075,627</b>	<b>\$777,341,569</b>	<b>-1.8%</b>	<b>\$8,944,030,288</b>	<b>\$8,482,916,440</b>	<b>5.4%</b>
<b>Tax Receipts</b>	<b>\$741,142,073</b>	<b>\$751,248,164</b>	<b>-1.3%</b>	<b>\$8,641,626,218</b>	<b>\$8,188,513,721</b>	<b>5.5%</b>
Sales and Gross Receipts	\$350,043,069	\$345,489,301	1.3%	\$3,521,134,989	\$3,397,719,974	3.6%
Beer Consumption	500,750	585,643	-14.5%	5,577,551	5,661,748	-1.5%
Beer Wholesale	4,994,745	5,756,520	-13.2%	52,444,174	52,309,767	0.3%
Cigarette	20,287,238	20,969,396	-3.3%	203,319,975	208,385,667	-2.4%
Distilled Spirits Case Sales	12,238	11,465	6.7%	122,507	117,276	4.5%
Distilled Spirits Consumption	1,139,447	1,082,697	5.2%	11,503,205	10,957,677	5.0%
Distilled Spirits Wholesale	3,511,322	3,142,983	11.7%	33,674,791	31,074,389	8.4%
Insurance Premium	36,887,997	38,660,473	-4.6%	136,749,714	134,316,798	1.8%
Pari-Mutuel	400,657	413,043	-3.0%	2,685,451	2,151,612	24.8%
Race Track Admission	0	4,248	-100.0%	155,426	178,017	-12.7%
Sales and Use	272,997,118	265,960,868	2.6%	2,979,260,693	2,858,089,425	4.2%
Wine Consumption	249,579	260,437	-4.2%	2,699,209	2,665,350	1.3%
Wine Wholesale	1,519,204	1,464,746	3.7%	15,138,643	14,252,360	6.2%
Telecommunications Tax	5,731,725	5,404,933	6.0%	58,224,172	58,482,876	-0.4%
Other Tobacco Products	1,808,602	1,771,716	2.1%	19,571,219	19,079,126	2.6%
Floor Stock Tax	2,450	133	1745.1%	8,260	(2,113)	---
License and Privilege	\$27,839,385	\$25,616,458	8.7%	\$488,217,011	\$493,552,988	-1.1%
Alc. Bev. License Suspension	25,500	21,750	17.2%	395,017	293,215	34.7%
Coal Severance	14,325,713	17,297,523	-17.2%	167,250,237	182,098,268	-8.2%
Corporation License	(235,277)	20,915	---	179,539	803,054	-77.6%
Corporation Organization	30,942	848	3551.0%	140,869	39,169	259.6%
Occupational Licenses	19,558	43,589	-55.1%	144,649	177,713	-18.6%
Oil Production	544,489	1,511,175	-64.0%	9,202,570	11,959,012	-23.0%
Race Track License	0	5,425	-100.0%	247,766	253,800	-2.4%
Bank Franchise Tax	251,665	10,654	2262.2%	99,961,055	102,702,455	-2.7%
Driver License Fees	52,687	52,956	-0.5%	608,194	580,778	4.7%
Minerals Severance	1,425,780	(1,254,224)	---	13,819,527	10,797,882	28.0%
Natural Gas Severance	955,200	2,264,275	-57.8%	14,889,882	16,752,110	-11.1%
Limited Liability Entity	10,443,128	5,641,573	85.1%	181,377,708	167,095,532	8.5%
Income	\$334,730,554	\$348,593,561	-4.0%	\$4,018,878,984	\$3,684,747,653	9.1%
Corporation	1,064,265	(5,324,097)	---	333,906,977	322,193,015	3.6%
Individual	333,666,289	353,917,658	-5.7%	3,684,972,007	3,362,554,638	9.6%
Property	\$21,806,421	\$24,240,968	-10.0%	\$545,278,133	\$543,225,730	0.4%
Building & Loan Association	585,430	627,935	-6.8%	87,280	633,688	-86.2%
General - Real	2,715,549	2,903,513	-6.5%	259,130,818	258,079,598	0.4%
General - Tangible	13,298,076	13,038,378	2.0%	215,670,158	213,464,455	1.0%
Omitted & Delinquent	3,499,504	4,181,583	-16.3%	10,799,320	15,439,269	-30.1%
Public Service	1,711,361	3,488,742	-50.9%	58,104,507	49,801,298	16.7%
Other	(3,500)	816	---	1,486,050	5,807,422	-74.4%
Inheritance	\$4,586,355	\$4,839,152	-5.2%	\$45,193,979	\$42,147,695	7.2%
Miscellaneous	\$2,136,290	\$2,468,724	-13.5%	\$22,923,122	\$27,119,680	-15.5%
Legal Process	1,352,065	1,487,591	-9.1%	14,222,056	15,378,261	-7.5%
T. V. A. In Lieu Payments	784,225	978,784	-19.9%	8,668,207	11,688,633	-25.8%
Other	0	2,349	-100.0%	32,858	52,786	-37.8%
<b>Nontax Receipts</b>	<b>\$21,729,302</b>	<b>\$25,841,338</b>	<b>-15.9%</b>	<b>\$300,731,547</b>	<b>\$292,558,291</b>	<b>2.8%</b>
Departmental Fees	2,712,225	2,586,618	4.9%	18,894,790	22,011,556	-14.2%
PSC Assessment Fee	365	741	-50.8%	14,696,423	14,843,571	-1.0%
Fines & Forfeitures	1,889,281	1,996,682	-5.4%	20,783,212	23,051,984	-9.8%
Income on Investments	(48,201)	(39,525)	---	(711,901)	(947,200)	---
Lottery	18,000,000	22,000,000	-18.2%	201,000,000	197,639,743	1.7%
Sale of NOx Credits	0	0	---	27,594	87,304	-68.4%
Miscellaneous	(824,368)	(703,179)	---	46,041,430	35,871,334	28.4%
Redeposit of State Funds	\$204,252	\$252,068	-19.0%	\$1,672,523	\$1,844,428	-9.3%

**2. ROAD FUND REVENUE**

	<u>2015</u>	<u>MAY</u> <u>2014</u>	<u>% Change</u>	<u>FY 2015</u>	<u>JULY THROUGH MAY</u> <u>FY 2014</u>	<u>% Change</u>
<b>TOTAL STATE ROAD FUND</b>	<b>\$125,987,907</b>	<b>\$131,354,225</b>	<b>-4.1%</b>	<b>\$1,404,281,675</b>	<b>\$1,425,604,736</b>	<b>-1.5%</b>
Tax Receipts-	\$123,501,431	\$131,071,492	-5.8%	\$1,380,412,369	\$1,403,208,562	-1.6%
Sales and Gross Receipts	\$95,786,260	\$106,880,586	-10.4%	\$1,175,329,427	\$1,207,060,784	-2.6%
Motor Fuels Taxes	59,560,176	71,586,401	-16.8%	779,996,223	809,068,084	-3.6%
Motor Vehicle Usage	36,226,084	35,294,185	2.6%	395,333,205	397,992,700	-0.7%
License and Privilege	\$27,715,172	\$24,190,906	14.6%	\$205,082,942	\$196,147,778	4.6%
Motor Vehicles	11,882,840	8,191,417	45.1%	99,253,596	94,167,014	5.4%
Motor Vehicle Operators	1,242,106	1,263,927	-1.7%	14,696,117	14,820,726	-0.8%
Weight Distance	13,756,289	13,876,872	-0.9%	78,853,470	76,305,448	3.3%
Truck Decal Fees	100,434	213,572	-53.0%	317,686	474,966	-33.1%
Other Special Fees	733,503	645,117	13.7%	11,962,072	10,379,624	15.2%
Nontax Receipts	\$2,266,088	\$2,148,464	---	\$20,867,370	\$20,150,538	3.6%
Departmental Fees	2,002,351	992,770	101.7%	16,553,079	14,859,491	11.4%
In Lieu of Traffic Fines	23,966	48,363	-50.4%	410,758	498,963	-17.7%
Income on Investments	90,815	1,031,942	-91.2%	2,903,414	4,046,184	-28.2%
Miscellaneous	148,956	75,389	97.6%	1,000,119	745,901	34.1%
Redeposit of State Funds	\$220,388	(\$1,865,731)	---	\$3,001,936	\$2,245,636	33.7%

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