



Office of State Budget Director

284 Capitol Annex, 702 Capitol Avenue
Frankfort, Kentucky 40601

Matthew G. Bevin
Governor

(502) 564-7300
Internet: osbd.ky.gov

John E. Chilton
State Budget Director

Governor's Office for Policy and Management
Governor's Office for Economic Analysis
Governor's Office for Policy Research

For Immediate Release
October 10, 2016

Contact: John E. Chilton
Greg Harkenrider
502-564-7300

**GENERAL FUND AND ROAD FUND RECEIPTS
FOR SEPTEMBER 2016**

General Fund receipts rose 4.9 Percent
Road Fund receipts rose 12.3 percent

FRANKFORT, Ky. (Monday, October 10, 2016) - State Budget Director John Chilton reported today that General Fund receipts rose 4.9 percent in September. Total revenues for the month were \$991.7 million, compared to \$945.0 million during September 2015. So far this fiscal year (FY17), the General Fund has grown 3.4 percent.

The official General Fund revenue estimate for FY17 calls for revenue to grow 2.7 percent compared to FY16 actual receipts. Based on September's results, General Fund revenues need to increase 2.5 percent for the remainder of the fiscal year to meet the official estimate.

Chilton noted that the gains were broadly-based and included a boost from sales tax receipts. "Total General Fund revenues grew by \$46.8 million; of that total, sales and use tax collections accounted for \$20.8 million. The remaining growth was spread among all measures of income taxes, property taxes, gross receipts taxes as well as miscellaneous taxes. After the first quarter of the State fiscal year, tax revenues are consistent with estimated levels and the budget appears to be balanced at this time from a revenue perspective."

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Among the major accounts:

- Individual income taxes increased 4.7 percent as gains in withholding and declaration offset declines in fiduciary and net returns. Year-to-date collections are up 4.8 percent.
- Sales tax revenues grew 7.9 percent in September and have increased 4.2 percent for the year. Sales growth in September was at the highest rate since an 8.3 percent surge in April.
- Corporation income tax receipts increased 3.4 percent for the month and have grown 9.3 percent in the first three months of the year.
- Cigarette taxes rose 0.8 percent but have declined 1.5 percent for the first three months of the fiscal year.
- Property taxes rose 21.9 percent in September and are up 11.7 percent for the year. Typically, the first fiscal quarter has a relatively low level of collections, so the growth in this account should diminish as property tax bills come due later this fall.
- Coal severance tax fell 36.8 percent for the month. Year-to-date collections are down 36.6 percent.
- Lottery revenues grew 19.6 percent in September and are up 8.6 percent for the year.

Road Fund receipts grew 12.3 percent in September with collections of \$123.5 million. Motor fuels collections continued their measured and steady growth. The rapid growth seen in this account in past years has been muted due to an unchanging tax rate. Growth in this month's motor vehicle usage tax receipts is artificially high due to a timing issue which understated in September 2015 collections. The official Road Fund revenue estimate calls for a 1.7 percent decrease in receipts for the entire fiscal year (FY17). Based on year-to-date collections, revenues can fall 3.5 percent for the remainder of the fiscal year to meet the estimate.

Among the accounts:

- Motor fuels receipts rose 1.7 percent in September and have grown 1.1 percent for the year.
- Motor vehicle usage collections increased 41.2 percent for the month. Year-to-date collections are up 7.3 percent.
- License and privilege tax grew 2.6 percent in September. For the first three months of the fiscal year, receipts are up 6.8 percent.
- Nontax receipts decreased \$430,000 in September and are down \$600,000 for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>SEPTEMBER</u> <u>2016</u>	<u>SEPTEMBER</u> <u>2015</u>	<u>% Change</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2017</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2016</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$991,672,077	\$944,955,003	4.9%	\$2,482,372,191	\$2,401,629,510	3.4%
Tax Receipts	\$969,392,541	\$917,968,778	5.6%	\$2,410,951,877	\$2,330,423,702	3.5%
Sales and Gross Receipts	\$357,700,769	\$329,756,180	8.5%	\$1,048,818,108	\$1,007,805,640	4.1%
Beer Consumption	640,362	497,295	28.8%	1,725,849	1,814,258	-4.9%
Beer Wholesale	5,627,383	4,874,812	15.4%	16,663,784	17,487,598	-4.7%
Cigarette	17,640,805	17,501,310	0.8%	57,242,279	58,098,297	-1.5%
Distilled Spirits Case Sales	11,581	10,068	15.0%	35,998	34,627	4.0%
Distilled Spirits Consumption	1,086,135	944,993	14.9%	3,388,958	3,255,125	4.1%
Distilled Spirits Wholesale	3,210,599	2,763,182	16.2%	10,057,280	9,551,462	5.3%
Insurance Premium	35,746,010	29,992,404	19.2%	37,051,246	30,230,841	22.6%
Pari-Mutuel	313,091	272,714	14.8%	1,109,502	926,196	19.8%
Race Track Admission	0	0	---	80,349	111,140	-27.7%
Sales and Use	284,958,243	264,169,951	7.9%	895,514,677	859,749,606	4.2%
Wine Consumption	266,689	222,646	19.8%	743,155	710,162	4.6%
Wine Wholesale	1,489,539	1,265,616	17.7%	4,129,937	4,008,872	3.0%
Telecommunications Tax	4,806,458	5,491,191	-12.5%	15,603,077	16,393,290	-4.8%
Other Tobacco Products	1,903,875	1,749,909	8.8%	5,471,974	5,429,560	0.8%
Floor Stock Tax	0	91	-100.0%	43	4,608	-99.1%
License and Privilege	\$312,484	\$225,898	38.3%	(\$1,147,471)	(\$301,255)	---
Alc. Bev. License Suspension	51,450	50,650	1.6%	136,650	121,725	12.3%
Corporation License	(32,926)	9,093	---	(22,646)	47,203	---
Corporation Organization	0	0	---	5,945	0	---
Occupational Licenses	13,523	8,183	65.3%	41,957	53,636	-21.8%
Race Track License	0	0	---	95,000	132,500	-28.3%
Bank Franchise Tax	218,827	101,924	114.7%	(1,589,026)	(829,985)	---
Driver License Fees	61,609	56,049	9.9%	184,648	173,666	6.3%
Natural Resources	\$10,377,339	\$16,122,125	-35.6%	\$30,436,526	\$46,800,693	-35.0%
Coal Severance	8,473,031	13,400,364	-36.8%	23,884,809	37,672,835	-36.6%
Oil Production	393,249	445,639	-11.8%	1,243,610	1,631,724	-23.8%
Minerals Severance	1,339,400	1,682,695	-20.4%	4,485,334	5,488,597	-18.3%
Natural Gas Severance	171,660	593,427	-71.1%	822,772	2,007,537	-59.0%
Income	\$580,204,581	\$553,099,833	4.9%	\$1,263,965,074	\$1,209,446,743	4.5%
Corporation	122,082,956	118,090,998	3.4%	136,478,444	124,863,217	9.3%
Individual	425,953,668	406,961,465	4.7%	1,090,295,534	1,039,892,021	4.8%
Limited Liability Entity	32,167,958	28,047,370	14.7%	37,191,097	44,691,505	-16.8%
Property	\$15,312,157	\$12,556,985	21.9%	\$52,348,575	\$46,848,648	11.7%
Building & Loan Association	0	0	---	16,633	0	---
General - Real	34,648	(442,042)	---	41,168	(354,737)	---
General - Tangible	9,896,581	8,622,578	14.8%	31,028,971	28,167,592	10.2%
Omitted & Delinquent	2,923,712	2,952,746	-1.0%	3,736,085	712,466	424.4%
Public Service	2,462,099	1,423,703	72.9%	17,525,787	18,318,369	-4.3%
Other	(4,883)	0	---	(68)	4,958	---
Inheritance Tax	\$3,331,611	\$4,157,881	-19.9%	\$10,559,472	\$13,749,815	-23.2%
Miscellaneous	\$2,153,599	\$2,049,874	5.1%	\$5,971,593	\$6,073,419	-1.7%
Legal Process	1,265,184	1,263,319	0.1%	3,382,142	3,718,413	-9.0%
T. V. A. In Lieu Payments	848,556	784,225	8.2%	2,545,668	2,352,675	8.2%
Other	39,859	2,331	1610.3%	43,784	2,331	1778.7%
Nontax Receipts	\$21,247,748	\$26,599,207	-20.1%	\$70,081,294	\$70,479,667	-0.6%
Departmental Fees	1,148,962	1,073,832	7.0%	3,019,735	2,831,760	6.6%
PSC Assessment Fee	18,925	1,391	1260.4%	12,925,985	10,761,872	20.1%
Fines & Forfeitures	1,642,288	1,844,054	-10.9%	4,925,999	5,598,233	-12.0%
Income on Investments	(36,968)	(72,539)	---	(69,550)	(165,406)	---
Lottery	22,127,129	18,500,000	19.6%	58,127,129	53,500,000	8.6%
Sale of NOx Credits	0	0	---	0	0	---
Miscellaneous	(3,652,588)	5,252,469	---	(8,848,004)	(2,046,792)	---
Redeposit of State Funds	\$1,031,788	\$387,018	166.6%	\$1,339,020	\$726,140	84.4%

	<u>SEPTEMBER</u> <u>2016</u>	<u>SEPTEMBER</u> <u>2015</u>	<u>% Change</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2017</u>	<u>FY 2016</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$123,508,176	\$109,969,876	12.3%	\$384,569,847	\$371,068,910	3.6%
Tax Receipts-	121,562,746	107,452,240	13.1%	\$379,624,985	\$365,454,969	3.9%
Sales and Gross Receipts	\$113,920,404	\$100,005,356	13.9%	\$331,198,235	\$320,108,555	3.5%
Motor Fuels Taxes	70,219,736	69,047,113	1.7%	198,496,156	196,412,067	1.1%
Motor Vehicle Usage	43,700,667	30,958,243	41.2%	132,702,079	123,696,488	7.3%
License and Privilege	\$7,642,343	\$7,446,884	2.6%	\$48,426,750	\$45,346,414	6.8%
Motor Vehicles	4,789,111	4,779,663	0.2%	18,755,870	18,673,778	0.4%
Motor Vehicle Operators	1,377,781	1,407,318	-2.1%	4,169,319	4,213,332	-1.0%
Weight Distance	900,079	688,399	30.7%	20,935,699	20,623,080	1.5%
Truck Decal Fees	(103)	4,814	---	1,907	30,180	-93.7%
Other Special Fees	575,475	566,690	1.6%	4,563,955	1,806,045	152.7%
Nontax Receipts	\$1,870,344	\$2,299,075	-18.6%	\$4,733,153	\$5,298,835	-10.7%
Departmental Fees	1,350,245	1,941,644	-30.5%	3,815,138	4,640,139	-17.8%
In Lieu of Traffic Fines	28,885	31,817	-9.2%	91,255	104,039	-12.3%
Income on Investments	169,992	279,104	-39.1%	144,948	447,102	-67.6%
Miscellaneous	321,222	46,509	590.7%	681,812	107,555	533.9%
Redeposit of State Funds	\$75,085	\$218,562	-65.6%	\$211,709	\$315,105	-32.8%

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