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GENERAL FUND AND ROAD FUND RECEIPTS
FOR FEBRUARY 2017

General Fund receipts increased 5.9 percent
Road Fund receipts decreased 0.3 percent

FRANKFORT, Ky. (Friday, March 10, 2017) - The Office of State Budget Director reported today that February's General Fund receipts rose 5.9 percent compared to February of last year, an increase of \$39.4 million. Total revenues for the month were \$709.0 million, compared to \$669.6 million during February 2016. Receipts have now grown 2.8 percent for the first eight months of FY17.

The official Consensus Forecasting Group estimate calls for 2.7 percent revenue growth for the entire fiscal year. To meet the official revenue estimate, receipts must grow 2.4 percent over the last four months of the fiscal year.

Road Fund receipts for February totaled \$120.2 million, a 0.3 percent decrease compared to February 2016 levels. Year-to-date receipts for FY17 have grown 1.6 percent.

State Budget Director John Chilton noted that the increase in General Fund revenue was a pleasant surprise given the continued weakness of sales tax receipts. "After a robust first quarter in which sales tax receipts increased 4.2 percent, collections have been negative for four of the last five months, including February. Weakness in the sales tax puts additional pressure on the other major revenue sources to perform, like the income and property taxes. The individual income tax, corporation income tax and LLET combined for growth of \$33.9 million, making February a positive

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month in spite of the poor performance in the sales tax. We will continue to monitor progress in all revenue sources as we close the final four months of the fiscal year.”

Among the major accounts:

- Sales and use tax receipts decreased 0.7 percent for the month but have grown 0.7 percent year-to-date.
- Corporation income tax receipts increased \$7.8 million in February and have grown \$45.9 million for the year.
- Individual income tax collections grew 5.8 percent in February and have grown 4.3 percent through the first eight months of FY17.
- Property tax collections grew 1.4 percent for the month and have increased 3.1 percent year-to-date.
- Cigarette tax receipts rose 7.5 percent for the month but have decreased 3.5 percent year-to-date.
- Coal severance tax receipts increased 15.1 percent but are down 23.5 percent through the first eight months of the fiscal year.

Road Fund receipts declined 0.3 percent in February 2017 with collections of \$120.2 million but have increased 1.6 percent for the year. Motor fuels and motor vehicle usage tax receipts both posted modest gains for the month but those increases were offset by declines in the remaining accounts. The official Road Fund revenue estimate call for revenues to decline 1.7 percent for the fiscal year. Based on year-to-date tax collections, revenues can fall 8.1 percent for the remainder of FY17 and still meet the estimate. Among the accounts, motor fuels rose 2.0 percent. Motor vehicle usage revenue increased 4.2 percent, and license and privilege receipts declined 9.6 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>FEBRUARY</u> <u>2017</u>	<u>FEBRUARY</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH</u> <u>FY 2017</u>	<u>JULY THROUGH</u> <u>FY 2016</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$709,017,470	\$669,648,799	5.9%	\$6,833,131,807	\$6,643,865,736	2.8%
Tax Receipts	\$682,465,737	\$646,794,786	5.5%	\$6,608,669,795	\$6,421,518,715	2.9%
Sales and Gross Receipts	\$290,534,161	\$290,296,420	0.1%	\$2,704,584,665	\$2,688,524,151	0.6%
Beer Consumption	365,600	393,325	-7.0%	4,098,079	4,324,979	-5.2%
Beer Wholesale	3,033,152	3,609,959	-16.0%	39,450,230	41,448,650	-4.8%
Cigarette	16,463,507	15,312,435	7.5%	142,946,114	148,152,773	-3.5%
Distilled Spirits Case Sales	5,177	8,802	-41.2%	100,939	95,853	5.3%
Distilled Spirits Consumption	504,775	830,509	-39.2%	9,367,275	9,001,795	4.1%
Distilled Spirits Wholesale	1,653,364	2,457,100	-32.7%	28,965,373	27,036,210	7.1%
Insurance Premium	37,443,371	29,835,720	25.5%	84,330,271	75,714,980	11.4%
Pari-Mutuel	625,945	229,867	172.3%	3,148,443	2,234,596	40.9%
Race Track Admission	0	11,578	-100.0%	141,991	190,880	-25.6%
Sales and Use	227,851,553	229,344,410	-0.7%	2,326,719,691	2,309,478,959	0.7%
Wine Consumption	122,310	191,226	-36.0%	2,148,819	2,209,207	-2.7%
Wine Wholesale	672,312	1,044,967	-35.7%	12,134,554	11,520,506	5.3%
Telecommunications Tax	157,969	5,477,230	-97.1%	36,716,920	43,039,978	-14.7%
Other Tobacco Products	1,635,126	1,549,292	5.5%	14,309,928	14,068,195	1.7%
Floor Stock Tax	0	0	---	6,040	6,590	-8.4%
License and Privilege	\$6,368,735	\$6,250,408	1.9%	\$6,597,191	\$9,133,255	-27.8%
Alc. Bev. License Suspension	14,450	46,250	-68.8%	273,153	337,351	-19.0%
Corporation License	(5,583)	(6,319)	---	(11,580)	73,362	---
Corporation Organization	0	0	---	967,762	91,685	955.5%
Occupational Licenses	8,862	8,097	9.4%	82,866	105,170	-21.2%
Race Track License	0	5,425	-100.0%	227,475	276,150	-17.6%
Bank Franchise Tax	6,296,455	6,147,160	2.4%	4,601,287	7,823,668	-41.2%
Driver License Fees	54,551	49,795	9.6%	456,228	425,869	7.1%
Natural Resources	\$11,242,004	\$9,489,817	18.5%	\$87,523,722	\$110,272,201	-20.6%
Coal Severance	9,115,866	7,917,475	15.1%	68,052,961	88,987,396	-23.5%
Oil Production	436,517	219,042	99.3%	3,334,633	3,427,163	-2.7%
Minerals Severance	1,006,676	975,485	3.2%	12,126,193	12,786,559	-5.2%
Natural Gas Severance	682,946	377,815	80.8%	4,009,935	5,071,082	-20.9%
Income	\$341,830,072	\$307,919,400	11.0%	\$3,258,852,505	\$3,070,886,309	6.1%
Corporation	9,023,561	1,194,891	655.2%	290,021,726	244,141,333	18.8%
Individual	317,563,115	300,190,976	5.8%	2,849,149,094	2,732,050,759	4.3%
Limited Liability Entity	15,243,396	6,533,533	133.3%	119,681,685	94,694,217	26.4%
Property	\$28,087,921	\$27,707,829	1.4%	\$506,982,232	\$491,931,305	3.1%
Building & Loan Association	0	0	---	15,372	(11,881)	---
General - Real	8,594,061	7,920,401	8.5%	265,396,633	258,931,501	2.5%
General - Tangible	14,278,184	14,057,509	1.6%	173,539,871	171,935,965	0.9%
Omitted & Delinquent	2,698,237	4,733,466	-43.0%	10,692,303	7,967,488	34.2%
Public Service	2,177,335	783,649	177.8%	55,918,888	51,864,058	7.8%
Other	340,104	212,804	59.8%	1,419,165	1,244,174	14.1%
Inheritance Tax	\$2,427,663	\$3,201,618	-24.2%	\$28,442,132	\$34,473,879	-17.5%
Miscellaneous	\$1,975,181	\$1,929,294	2.4%	\$15,687,348	\$16,297,615	-3.7%
Legal Process	1,139,686	1,055,004	8.0%	8,709,022	9,551,890	-8.8%
T. V. A. In Lieu Payments	830,072	848,556	-2.2%	6,923,125	6,725,587	2.9%
Other	5,423	25,734	-78.9%	55,202	20,138	174.1%
Nontax Receipts	\$23,574,199	\$22,745,867	3.6%	\$218,419,016	\$218,516,772	0.0%
Departmental Fees	2,220,630	2,119,055	4.8%	11,478,412	12,052,147	-4.8%
PSC Assessment Fee	99	(50)	---	13,031,530	10,868,408	19.9%
Fines & Forfeitures	1,449,714	1,472,371	-1.5%	12,067,161	13,524,765	-10.8%
Income on Investments	(181,808)	(72,471)	---	(654,566)	(580,377)	---
Lottery	19,500,000	19,000,000	2.6%	156,627,129	150,278,429	4.2%
Sale of NOx Credits	0	0	---	0	0	---
Miscellaneous	585,563	226,963	158.0%	25,869,351	32,373,399	-20.1%
Redeposit of State Funds	\$2,977,534	\$108,146	2653.3%	\$6,042,996	\$3,830,250	57.8%

	<u>FEBRUARY</u> <u>2017</u>	<u>FEBRUARY</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH FEBRUARY</u> <u>FY 2017</u>	<u>JULY THROUGH FEBRUARY</u> <u>FY 2016</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$120,210,276	\$120,560,389	-0.3%	\$988,353,813	\$972,802,845	1.6%
Tax Receipts-	\$118,145,906	\$118,129,050	0.0%	\$974,288,312	\$956,959,325	1.8%
Sales and Gross Receipts	\$93,588,592	\$90,974,229	2.9%	\$835,096,833	\$815,299,536	2.4%
Motor Fuels Taxes	56,360,872	55,234,403	2.0%	507,139,885	497,225,895	2.0%
Motor Vehicle Usage	37,227,721	35,739,826	4.2%	327,956,948	318,073,642	3.1%
License and Privilege	\$24,557,313	\$27,154,821	-9.6%	\$139,191,479	\$141,659,789	-1.7%
Motor Vehicles	8,622,761	7,474,981	15.4%	56,786,042	60,115,311	-5.5%
Motor Vehicle Operators	1,360,987	1,224,144	11.2%	10,451,063	10,725,775	-2.6%
Weight Distance	13,862,721	14,369,714	-3.5%	62,183,657	60,738,969	2.4%
Truck Decal Fees	4,380	276	1484.9%	25,806	39,420	-34.5%
Other Special Fees	706,465	4,085,706	-82.7%	9,744,912	10,040,313	-2.9%
Nontax Receipts	\$1,905,307	\$2,123,501	-10.3%	\$13,451,784	\$14,901,717	-9.7%
Departmental Fees	1,530,751	1,946,763	-21.4%	11,606,698	13,043,349	-11.0%
In Lieu of Traffic Fines	29,840	36,495	-18.2%	231,111	273,984	-15.6%
Income on Investments	268,762	124,265	116.3%	426,630	1,110,537	-61.6%
Miscellaneous	75,954	15,978	375.4%	1,187,345	473,848	150.6%
Redeposit of State Funds	\$159,063	\$307,837	-48.3%	\$613,717	\$941,802	-34.8%

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