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GENERAL FUND AND ROAD FUND RECEIPTS
FOR JULY 2017

General Fund receipts increase 3.1 percent
Road Fund receipts decrease 7.9 percent

FRANKFORT, Ky. (Thursday, August 10, 2017) State Budget Director John Chilton announced today Kentucky's General Fund receipts for July, the first month of Fiscal Year 2018 (FY18), totaled \$792.8 million, a 3.1 percent increase compared to July 2016 receipts.

The official revenue estimate for FY18 calls for revenue to grow 3.8 percent compared to FY17 actual receipts. Based on July's receipts, General Fund revenues need to increase 3.8 percent for the remainder of the fiscal year to meet the official estimate.

State Budget Director Chilton noted that while it is only the first month of the fiscal year, receipts are beginning to rebound from the 1.3 percent growth in FY17. "We shouldn't read too much into a single month of data but I am pleased to see General Fund growth in excess of three percent. Receipts were weak in the fiscal year that ended last month, so that gives us concern about FY18. The Consensus Forecasting Group will meet this week to begin the process of determining official revenue estimates for the two year period FY18-FY20. As always, we will continue to monitor receipts as well as the economic conditions of the Commonwealth."

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Among the major accounts:

- Individual income tax receipts rose 2.3 percent.
- Sales tax revenues grew 0.6 percent but FY17 collections were inflated by accelerated payments of \$10 million to \$15 million.
- Corporation income tax collections declined 1.1 percent.
- LLET receipts grew \$8.3 million.
- Cigarette tax collections fell 17.7 percent in July.
- Property tax receipts grew 14.3 percent.
- Coal severance tax revenues rose 22.7 percent.
- Lottery revenues were unchanged.

Road Fund revenues for July totaled \$112.2 million, a 7.9 percent decline compared to last July. The official Road Fund revenue estimate for FY18 calls for revenue to decline 2.0 percent compared to FY17 actual receipts. Based on the first month's receipts, revenues can fall 1.5 percent for the rest of the fiscal year and still meet budgeted levels.

Among the major Road Fund categories:

- Motor fuels tax receipts fell 1.2 percent.
- Motor vehicle usage tax decreased 15.7 percent.
- License and privilege taxes fell 18.8 percent.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>JULY</u> <u>2017</u>	<u>JULY</u> <u>2016</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$792,819,325	\$769,288,008	3.1%
Tax Receipts	\$759,528,750	\$739,467,620	2.7%
Sales and Gross Receipts	\$356,575,557	\$357,632,096	-0.3%
Beer Consumption	625,500	568,791	10.0%
Beer Wholesale	6,123,404	5,958,048	2.8%
Cigarette	16,118,124	19,596,067	-17.7%
Distilled Spirits Case Sales	14,270	13,818	3.3%
Distilled Spirits Consumption	1,324,476	1,300,418	1.9%
Distilled Spirits Wholesale	4,143,627	3,882,420	6.7%
Insurance Premium	36,525	10,021	264.5%
Pari-Mutuel	448,703	435,398	3.1%
Race Track Admission	84,182	0	---
Sales and Use	318,707,682	316,899,718	0.6%
Wine Consumption	270,038	263,002	2.7%
Wine Wholesale	1,428,191	1,377,160	3.7%
Telecommunications Tax	5,317,022	5,462,289	-2.7%
Other Tobacco Products	1,933,812	1,864,920	3.7%
Floor Stock Tax	0	28	-100.0%
License and Privilege	(\$646,055)	(\$1,738,858)	---
Alc. Bev. License Suspension	30,050	49,550	-39.4%
Corporation License	506	1,399	-63.9%
Corporation Organization	2,395	0	---
Occupational Licenses	12,867	14,616	-12.0%
Race Track License	95,000	0	---
Bank Franchise Tax	(850,135)	(1,868,001)	---
Driver License Fees	63,263	63,578	-0.5%
Natural Resources	\$10,707,240	\$8,841,649	21.1%
Coal Severance	8,554,605	6,973,199	22.7%
Oil Production	360,571	455,394	-20.8%
Minerals Severance	1,452,573	1,186,784	22.4%
Natural Gas Severance	339,490	226,271	50.0%
Income	\$373,068,725	\$357,257,515	4.4%
Corporation	23,841,042	24,102,513	-1.1%
Individual	341,921,618	334,126,321	2.3%
Limited Liability Entity	7,306,065	(971,319)	---
Property	\$14,268,022	\$12,485,917	14.3%
Building & Loan Association	10,684	0	---
General - Real	(28,262)	(33,212)	---
General - Tangible	9,933,291	11,456,300	-13.3%
Omitted & Delinquent	(1,889,391)	(2,376,653)	---
Public Service	6,241,700	3,439,481	81.5%
Other	0	0	---
Inheritance Tax	\$3,783,952	\$3,053,415	23.9%
Miscellaneous	\$1,771,308	\$1,935,887	-8.5%
Legal Process	927,797	1,087,332	-14.7%
T. V. A. In Lieu Payments	830,072	848,556	-2.2%
Other	13,439	0	---
Nontax Receipts	\$33,667,826	\$30,252,550	11.3%
Departmental Fees	1,298,210	808,409	60.6%
PSC Assessment Fee	15,048,810	12,541,275	20.0%
Fines & Forfeitures	1,468,058	1,704,498	-13.9%
Income on Investments	(204,646)	16,520	---
Lottery	17,500,000	17,500,000	0.0%
Miscellaneous	(1,442,607)	(2,318,152)	---
Redeposit of State Funds	(\$377,250)	(\$432,162)	---

2. ROAD FUND REVENUE

	<u>JULY</u> <u>2017</u>	<u>JULY</u> <u>2016</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$112,247,831	\$121,822,329	-7.9%
Tax Receipts-	\$110,651,846	\$120,721,954	-8.3%
Sales and Gross Receipts	\$99,020,235	\$106,393,998	-6.9%
Motor Fuels Taxes	63,668,999	64,439,453	-1.2%
Motor Vehicle Usage	35,351,236	41,954,544	-15.7%
License and Privilege	\$11,631,611	\$14,327,957	-18.8%
Motor Vehicles	4,988,128	5,827,387	-14.4%
Motor Vehicle Operators	1,422,010	1,415,198	0.5%
Weight Distance	4,535,564	4,198,165	8.0%
Truck Decal Fees	5,150	30	17066.7%
Other Special Fees	680,759	2,887,177	-76.4%
Nontax Receipts	\$1,572,629	\$1,104,840	42.3%
Departmental Fees	1,039,142	939,576	10.6%
In Lieu of Traffic Fines	26,505	28,995	-8.6%
Income on Investments	454,745	69,785	551.6%
Miscellaneous	52,238	66,484	-21.4%
Redeposit of State Funds	\$23,356	(\$4,464)	---

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