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GENERAL FUND AND ROAD FUND RECEIPTS
FOR SEPTEMBER 2017

General Fund receipts rose 4.1 percent
Road Fund receipts rose 1.8 percent

FRANKFORT, Ky. (Tuesday, October 10, 2017) - State Budget Director John Chilton reported today that General Fund receipts rose 4.1 percent in September. Total revenues for the month were \$1,032.4 million, compared to \$991.7 million during September 2016. So far this fiscal year (FY18), the General Fund has grown 2.9 percent.

Road Fund receipts for September totaled \$125.7 million, an increase of 1.8 percent from September 2016 levels.

Chilton noted that the gains were broad based but remained cautious about whether the gains represented a more optimistic trend in revenue collections. "Total General Fund revenues grew by \$40.7 million in September as sales and gross receipts, natural resources and income taxes all posted gains. These increases were offset by declines in license and privilege, property and miscellaneous taxes."

The official General Fund revenue estimate for FY18 calls for revenue to grow 3.8 percent compared to FY17 actual receipts. Based on September's results, General Fund revenues need to increase 4.1 percent for the remainder of the fiscal year to meet the official estimate.

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“September was a pretty good month,” stated Director Chilton. “However, we continue to expect that fiscal year revenues will face headwinds and we will be cautious with our planning in the coming months.”

Among the major accounts:

- Individual income taxes increased 5.2 percent as a 7.5 percent increase in withholding and a small gain in net returns offset declines in fiduciary and declarations. Year-to-date collections are up 3.0 percent.
- Sales tax revenues grew 5.4 percent in September, which is the highest monthly percentage increase since last September. Collections have increased 0.8 percent for the year.
- Corporation income tax receipts increased 8.4 percent for the month and have grown 12.6 percent in the first three months of the year.
- Cigarette taxes fell 1.2 percent in September and have declined 3.7 percent for the first three months of the fiscal year.
- Property taxes fell 10.8 percent in September but are up 2.5 percent for the year.
- Coal severance tax receipts grew 0.6 percent for the month. Year-to-date collections are up 5.9 percent.
- Lottery revenues declined 14.1 percent in September and are down 5.4 percent for the year.

Road Fund receipts grew 1.8 percent in September with collections of \$125.7 million. Year-to-date collections have fallen 0.5 percent compared to last year’s total. The official Road Fund revenue estimate calls for a 2.0 percent decrease in receipts for the entire fiscal year (FY18). Based on year-to-date collections, revenues can fall 2.5 percent for the remainder of the fiscal year to meet the estimate.

Among the accounts:

- Motor fuels receipts rose 1.8 percent in September and have grown 0.1 percent for the year.
- Motor vehicle usage collections decreased 8.7 percent for the month. Year-to-date collections are down 4.4 percent.
- License and privilege taxes grew \$5.6 million in September. For the first three months of the fiscal year, receipts are up 7.4 percent.
- Nontax receipts decreased \$900,000 in September and have declined 1.1 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	<u>SEPTEMBER</u> <u>2017</u>	<u>SEPTEMBER</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH</u> <u>FY 2018</u>	<u>FY 2017</u>	<u>% Change</u>
TOTAL GENERAL FUND	\$1,032,399,868	\$991,672,077	4.1%	\$2,553,562,721	\$2,482,372,191	2.9%
Tax Receipts	\$1,012,102,209	\$969,392,541	4.4%	\$2,480,757,948	\$2,410,951,877	2.9%
Sales and Gross Receipts	\$374,150,299	\$357,700,769	4.6%	\$1,055,029,875	\$1,048,818,108	0.6%
Beer Consumption	643,231	640,362	0.4%	1,779,571	1,725,849	3.1%
Beer Wholesale	6,024,821	5,627,383	7.1%	17,104,433	16,663,784	2.6%
Cigarette	17,429,842	17,640,805	-1.2%	55,107,667	57,242,279	-3.7%
Distilled Spirits Case Sales	12,820	11,581	10.7%	38,149	35,998	6.0%
Distilled Spirits Consumption	1,181,908	1,086,135	8.8%	3,542,671	3,388,958	4.5%
Distilled Spirits Wholesale	3,608,383	3,210,599	12.4%	10,822,379	10,057,280	7.6%
Insurance Premium	35,329,904	35,746,010	-1.2%	35,967,495	37,051,246	-2.9%
Pari-Mutuel	372,357	313,091	18.9%	1,229,876	1,109,502	10.8%
Race Track Admission	14,762	0	---	99,059	80,349	23.3%
Sales and Use	300,418,896	284,958,243	5.4%	902,963,933	895,514,677	0.8%
Wine Consumption	264,510	266,689	-0.8%	744,884	743,155	0.2%
Wine Wholesale	1,501,147	1,489,539	0.8%	4,070,336	4,129,937	-1.4%
Telecommunications Tax	5,209,912	4,806,458	8.4%	15,775,132	15,603,077	1.1%
Other Tobacco Products	2,137,808	1,903,875	12.3%	5,785,274	5,471,974	5.7%
Floor Stock Tax	0	0	---	(982)	43	---
License and Privilege	\$12,784	\$312,484	-95.9%	(\$366,514)	(\$1,147,471)	---
Alc. Bev. License Suspension	80,500	51,450	56.5%	133,850	136,650	-2.0%
Corporation License	2,549	(32,926)	---	10,897	(22,646)	---
Corporation Organization	9,980	0	---	12,375	5,945	108.2%
Occupational Licenses	12,424	13,523	-8.1%	36,866	41,957	-12.1%
Race Track License	5,075	0	---	100,075	95,000	5.3%
Bank Franchise Tax	(159,086)	218,827	---	(844,729)	(1,589,026)	---
Driver License Fees	61,343	61,609	-0.4%	184,153	184,648	-0.3%
Natural Resources	\$11,227,789	\$10,377,339	8.2%	\$33,689,669	\$30,436,526	10.7%
Coal Severance	8,520,965	8,473,031	0.6%	25,287,648	23,884,809	5.9%
Oil Production	408,625	393,249	3.9%	1,148,457	1,243,610	-7.7%
Minerals Severance	1,844,327	1,339,400	37.7%	5,537,595	4,485,334	23.5%
Natural Gas Severance	453,871	171,660	164.4%	1,715,968	822,772	108.6%
Income	\$607,721,732	\$580,204,581	4.7%	\$1,320,407,472	\$1,263,965,074	4.5%
Corporation	132,280,245	122,082,956	8.4%	153,636,467	136,478,444	12.6%
Individual	447,904,989	425,953,668	5.2%	1,123,303,844	1,090,295,534	3.0%
Limited Liability Entity	27,536,498	32,167,958	-14.4%	43,467,161	37,191,097	16.9%
Property	\$13,657,720	\$15,312,157	-10.8%	\$53,652,955	\$52,348,575	2.5%
Building & Loan Association	0	0	---	10,684	16,633	-35.8%
General - Real	(744,800)	34,648	---	(722,930)	41,168	---
General - Tangible	9,942,550	9,896,581	0.5%	32,707,411	31,028,971	5.4%
Omitted & Delinquent	3,168,480	2,923,712	8.4%	4,802,857	3,736,085	28.6%
Public Service	1,285,186	2,462,099	-47.8%	16,848,628	17,525,787	-3.9%
Other	6,304	(4,883)	---	6,304	(68)	---
Inheritance Tax	\$3,350,552	\$3,331,611	0.6%	\$12,654,997	\$10,559,472	19.8%
Miscellaneous	\$1,981,334	\$2,153,599	-8.0%	\$5,689,495	\$5,971,593	-4.7%
Legal Process	1,151,262	1,265,184	-9.0%	3,181,960	3,382,142	-5.9%
T. V. A. In Lieu Payments	830,072	848,556	-2.2%	2,490,216	2,545,668	-2.2%
Other	0	39,859	-100.0%	17,319	43,784	-60.4%
Nontax Receipts	\$19,984,634	\$21,247,748	-5.9%	\$72,756,394	\$70,081,294	3.8%
Departmental Fees	1,247,023	1,148,962	8.5%	3,294,134	3,019,735	9.1%
PSC Assessment Fee	2,511	18,925	-86.7%	15,812,583	12,925,985	22.3%
Fines & Forfeitures	1,488,190	1,642,288	-9.4%	4,423,027	4,925,999	-10.2%
Income on Investments	(546,667)	(36,968)	---	(1,136,549)	(69,550)	---
Lottery	19,000,000	22,127,129	-14.1%	55,000,000	58,127,129	-5.4%
Miscellaneous	(1,206,423)	(3,652,588)	---	(4,636,802)	(8,848,004)	---
Redeposit of State Funds	\$313,025	\$1,031,788	-69.7%	\$48,379	\$1,339,020	-96.4%

	<u>SEPTEMBER</u> <u>2017</u>	<u>SEPTEMBER</u> <u>2016</u>	<u>% Change</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2018</u>	<u>JULY THROUGH SEPTEMBER</u> <u>FY 2017</u>	<u>% Change</u>
TOTAL STATE ROAD FUND	\$125,733,627	\$123,508,176	1.8%	\$382,626,355	\$384,569,847	-0.5%
Tax Receipts-	124,638,448	121,562,746	2.5%	\$377,668,339	\$379,624,985	-0.5%
Sales and Gross Receipts	\$111,407,421	\$113,920,404	-2.2%	\$325,673,733	\$331,198,235	-1.7%
Motor Fuels Taxes	71,494,634	70,219,736	1.8%	198,766,262	198,496,156	0.1%
Motor Vehicle Usage	39,912,787	43,700,667	-8.7%	126,907,471	132,702,079	-4.4%
License and Privilege	\$13,231,027	\$7,642,343	73.1%	\$51,994,606	\$48,426,750	7.4%
Motor Vehicles	6,913,512	4,789,111	44.4%	20,959,918	18,755,870	11.8%
Motor Vehicle Operators	1,468,046	1,377,781	6.6%	4,304,703	4,169,319	3.2%
Weight Distance	338,414	900,079	-62.4%	20,818,053	20,935,699	-0.6%
Truck Decal Fees	3,930	(103)	---	16,593	1,907	770.3%
Other Special Fees	4,507,125	575,475	683.2%	5,895,339	4,563,955	29.2%
Nontax Receipts	\$998,051	\$1,870,344	-46.6%	\$4,679,216	\$4,733,153	-1.1%
Departmental Fees	840,556	1,350,245	-37.7%	3,510,180	3,815,138	-8.0%
In Lieu of Traffic Fines	26,290	28,885	-9.0%	87,850	91,255	-3.7%
Income on Investments	35,906	169,992	-78.9%	911,660	144,948	529.0%
Miscellaneous	95,299	321,222	-70.3%	169,526	681,812	-75.1%
Redeposit of State Funds	\$97,128	\$75,085	29.4%	\$278,799	\$211,709	31.7%

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