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GENERAL FUND AND ROAD FUND RECEIPTS
FOR OCTOBER 2017

General Fund receipts fell 6.0 percent
Road Fund receipts fell 0.5 percent

FRANKFORT, Ky. (Thursday, November 9, 2017) - State Budget Director John Chilton reported today that October's General Fund receipts were \$51.0 million less than what was collected last October, a decrease of 6.0 percent. Total revenues for the month were \$798.4 million, compared to \$849.4 million during October 2016. Receipts have increased 0.6 percent for the first four months of the fiscal year, and need to grow 3.1 percent over the final eight months of FY18 to achieve the official revenue estimate of \$10,718.8 million.

Road Fund receipts for October totaled \$119.6 million, a 0.5 percent decrease from October 2016 levels. Year-to-date Road Fund receipts have decreased 0.5 percent. Based on year-to-date collections, Road Fund receipts can fall 2.7 percent and still meet the official FY18 estimate of \$1,478.2 million.

Chilton noted that the drop in October General Fund revenues was adversely affected by a one-time event, as well as a timing issue. "Corporation income and LLET collections were hindered by a one-time, multi-year collection settlement of \$32 million which inflated last October's numbers. Property tax collections fell largely due to a timing issue in the public service account. Not all news was discouraging, however, as October sales tax growth exceeded five percent for the second

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consecutive month. The Consensus Forecasting Group officially revised the FY18 General Fund estimate at their most recent meeting on October 13. The new, official estimate calls for General Fund growth of 2.3 percent for the current year.” As noted, receipts have increased 0.6 percent for the first four months of the fiscal year. This causes concern that General Funds receipts will achieve the growth needed to achieve the CFG’s official revenue estimate of \$10,718.8 million.

Among the major accounts,

- Corporation income tax receipts fell 74.4 percent. Year-to-date receipts have decreased 8.2 percent.
- Individual income tax collections declined 3.3 percent. Receipts are up 1.4 percent for the first four months of FY18.
- Sales and use tax receipts grew 5.4 percent in October and are up 1.9 percent for the year.
- Property tax collections decreased 67.0 percent in October, and are down 27.9 percent year-to-date. Large swings in property tax revenues are typical in the fall months as the bulk of receipts in this category are received between November and January.
- Cigarette tax receipts fell 18.0 percent in October and are down 7.4 percent for the first four months of the fiscal year.
- Coal severance tax receipts fell 13.9 percent in October but have grown 0.5 percent year-to-date.
- Lottery revenues grew 2.6 percent in October but are down 3.4 percent for the year.

Road Fund receipts decreased 0.5 percent in October as a small increase in motor vehicle usage tax receipts was offset by a decline in motor fuels taxes. Year-to-date Road Fund collections have declined 0.5 percent. Motor fuels taxes fell 3.2 percent in October and have fallen 0.7 percent for the year. Motor vehicle usage tax collections grew 5.1 percent for the month but have decreased 2.2 percent through the first four months of the year. License and privilege revenue fell 4.7 percent in October but has increased 4.5 percent for the year. Nontax receipts fell 7.6 percent for the month and are off 3.4 percent for the year.

KENTUCKY STATE GOVERNMENT REVENUE
1. GENERAL FUND REVENUE

	OCTOBER 2017	OCTOBER 2016	% Change	JULY THROUGH OCTOBER FY 2018	JULY THROUGH OCTOBER FY 2017	% Change
TOTAL GENERAL FUND	\$798,444,647	\$849,440,115	-6.0%	\$3,352,007,368	\$3,331,812,306	0.6%
Tax Receipts	\$763,723,326	\$827,501,534	-7.7%	\$3,244,481,274	\$3,238,453,411	0.2%
Sales and Gross Receipts	\$345,876,429	\$335,302,147	3.2%	\$1,400,906,304	\$1,384,120,255	1.2%
Beer Consumption	502,969	551,369	-8.8%	2,282,540	2,277,218	0.2%
Beer Wholesale	4,892,216	5,441,194	-10.1%	21,996,649	22,104,978	-0.5%
Cigarette	16,033,459	19,545,767	-18.0%	71,141,126	76,788,046	-7.4%
Distilled Spirits Case Sales	12,296	12,742	-3.5%	50,444	48,740	3.5%
Distilled Spirits Consumption	1,139,179	1,178,982	-3.4%	4,681,850	4,567,940	2.5%
Distilled Spirits Wholesale	3,605,996	3,700,923	-2.6%	14,428,374	13,758,203	4.9%
Insurance Premium	9,322,076	9,611,325	-3.0%	45,289,571	46,662,571	-2.9%
Pari-Mutuel	451,783	328,463	37.5%	1,681,659	1,437,965	16.9%
Race Track Admission	9,871	9,324	5.9%	108,930	89,673	21.5%
Sales and Use	301,473,747	285,927,096	5.4%	1,204,437,680	1,181,441,773	1.9%
Wine Consumption	233,385	273,332	-14.6%	978,269	1,016,487	-3.8%
Wine Wholesale	1,260,123	1,509,981	-16.5%	5,330,459	5,639,918	-5.5%
Telecommunications Tax	5,243,184	5,304,053	-1.1%	21,018,316	20,907,131	0.5%
Other Tobacco Products	1,696,146	1,907,595	-11.1%	7,481,419	7,379,569	1.4%
Floor Stock Tax	0	0	---	(982)	43	---
License and Privilege	\$532,450	(\$284,362)	---	\$165,937	(\$1,431,833)	---
Alc. Bev. License Suspension	57,600	38,850	48.3%	191,450	175,500	9.1%
Corporation License	3,162	10,328	-69.4%	14,059	(12,318)	---
Corporation Organization	3,550	916,052	-99.6%	15,925	921,997	-98.3%
Occupational Licenses	12,116	4,850	149.8%	48,982	46,807	4.6%
Race Track License	28,375	27,500	3.2%	128,450	122,500	4.9%
Bank Franchise Tax	374,240	(1,339,190)	---	(470,489)	(2,928,215)	---
Driver License Fees	53,407	57,248	-6.7%	237,560	241,896	-1.8%
Natural Resources	\$10,761,271	\$12,221,742	-11.9%	\$44,450,940	\$42,658,268	4.2%
Coal Severance	7,733,845	8,987,026	-13.9%	33,021,493	32,871,835	0.5%
Oil Production	393,067	370,798	6.0%	1,541,523	1,614,408	-4.5%
Minerals Severance	1,813,707	2,105,594	-13.9%	7,351,303	6,590,928	11.5%
Natural Gas Severance	820,652	758,324	8.2%	2,536,621	1,581,096	60.4%
Income	\$384,194,429	\$433,652,009	-11.4%	\$1,704,601,900	\$1,697,617,084	0.4%
Corporation	10,951,943	42,751,341	-74.4%	164,588,410	179,229,784	-8.2%
Individual	354,818,020	366,816,104	-3.3%	1,478,121,864	1,457,111,638	1.4%
Limited Liability Entity	18,424,467	24,084,565	-23.5%	61,891,627	61,275,661	1.0%
Property	\$13,376,667	\$40,567,565	-67.0%	\$67,029,622	\$92,916,140	-27.9%
Building & Loan Association	(801)	0	---	9,883	16,633	-40.6%
General - Real	2,155,778	1,546,477	39.4%	1,432,848	1,587,645	-9.8%
General - Tangible	10,535,073	12,924,205	-18.5%	43,242,484	43,953,176	-1.6%
Omitted & Delinquent	(872,016)	(1,686,634)	---	3,930,841	2,049,452	91.8%
Public Service	1,559,244	27,783,516	-94.4%	18,407,872	45,309,302	-59.4%
Other	(611)	0	---	5,693	(68)	---
Inheritance Tax	\$6,811,049	\$3,834,346	77.6%	\$19,466,046	\$14,393,818	35.2%
Miscellaneous	\$2,171,029	\$2,208,087	-1.7%	\$7,860,524	\$8,179,680	-3.9%
Legal Process	1,104,037	1,150,918	-4.1%	4,285,997	4,533,059	-5.5%
T. V. A. In Lieu Payments	1,066,992	1,057,169	0.9%	3,557,209	3,602,837	-1.3%
Other	0	0	---	17,319	43,784	-60.4%
Nontax Receipts	\$34,569,865	\$21,276,248	62.5%	\$107,326,259	\$91,357,542	17.5%
Departmental Fees	946,451	1,420,195	-33.4%	4,240,586	4,439,930	-4.5%
PSC Assessment Fee	4,795	96,099	-95.0%	15,817,378	13,022,084	21.5%
Fines & Forfeitures	1,492,900	1,497,265	-0.3%	5,915,927	6,423,264	-7.9%
Income on Investments	(687,444)	(29,974)	---	(1,823,993)	(99,524)	---
Lottery	20,000,000	19,500,000	2.6%	75,000,000	77,627,129	-3.4%
Miscellaneous	12,813,163	(1,207,337)	---	8,176,361	(10,055,341)	---
Redeposit of State Funds	\$151,456	\$662,333	-77.1%	\$199,835	\$2,001,353	-90.0%

	<u>OCTOBER</u>	<u>OCTOBER</u>	<u>% Change</u>	<u>JULY THROUGH OCTOBER</u>		<u>% Change</u>
	<u>2017</u>	<u>2016</u>		<u>FY 2018</u>	<u>FY 2017</u>	
TOTAL STATE ROAD FUND	\$119,642,293	\$120,267,261	-0.5%	\$502,268,648	\$504,837,109	-0.5%
Tax Receipts-	\$116,962,816	\$117,624,704	-0.6%	\$494,631,156	\$497,249,689	-0.5%
Sales and Gross Receipts	\$102,657,853	\$102,609,315	0.0%	\$428,331,586	\$433,807,550	-1.3%
Motor Fuels Taxes	60,469,866	62,459,295	-3.2%	259,236,128	260,955,451	-0.7%
Motor Vehicle Usage	42,187,987	40,150,019	5.1%	169,095,458	172,852,099	-2.2%
License and Privilege	\$14,304,963	\$15,015,389	-4.7%	\$66,299,570	\$63,442,139	4.5%
Motor Vehicles	6,965,962	8,091,198	-13.9%	27,925,880	26,847,068	4.0%
Motor Vehicle Operators	1,355,433	1,310,624	3.4%	5,660,135	5,479,942	3.3%
Weight Distance	5,895,005	4,574,445	28.9%	26,713,058	25,510,144	4.7%
Truck Decal Fees	2,010	6,832	-70.6%	18,603	8,738	112.9%
Other Special Fees	86,554	1,032,291	-91.6%	5,981,892	5,596,246	6.9%
Nontax Receipts	\$2,355,308	\$2,548,786	-7.6%	\$7,034,524	\$7,281,940	-3.4%
Departmental Fees	2,144,781	2,423,981	-11.5%	5,654,961	6,239,119	-9.4%
In Lieu of Traffic Fines	33,955	26,720	27.1%	121,805	117,975	3.2%
Income on Investments	72,965	(5,688)	---	984,626	139,260	607.0%
Miscellaneous	103,606	103,774	-0.2%	273,133	785,586	-65.2%
Redeposit of State Funds	\$324,169	\$93,771	245.7%	\$602,968	\$305,480	97.4%

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